

**Century Bond Bhd.**  
(Company No. 228669-V)  
(Incorporated in Malaysia)

**Interim Financial Report**  
**31 March 2014**

# Century Bond Bhd.

(Company No. 228669-V)  
(Incorporated in Malaysia)

## Condensed consolidated statement of financial position at 31 March 2014 - unaudited

	Note	31.03.2014 RM'000	31.03.2013 RM'000
<b>Assets</b>			
Property, plant and equipment		38,214	40,460
Prepaid lease payments		3,927	4,022
Deferred tax assets		21	77
<b>Total non-current assets</b>		<u>42,162</u>	<u>44,559</u>
Inventories		29,836	25,469
Trade and other receivables		54,808	48,019
Tax recoverable		801	1,258
Cash and bank balances		82,806	76,865
Assets held for sale		--	468
<b>Total current assets</b>		<u>168,251</u>	<u>152,079</u>
<b>Total assets</b>		<u><u>210,413</u></u>	<u><u>196,638</u></u>
<b>Equity</b>			
Share capital		60,000	60,000
Reserves		103,824	90,955
<b>Total equity attributable to owners of the Company</b>		163,824	150,955
<b>Minority interest</b>		<u>6,755</u>	<u>5,687</u>
<b>Total equity</b>		<u>170,579</u>	<u>156,642</u>
<b>Liabilities</b>			
Loans and borrowings	22	87	272
Deferred tax liabilities		4,275	4,439
<b>Total non-current liabilities</b>		<u>4,362</u>	<u>4,711</u>
Trade and other payables		27,609	26,843
Loans and borrowings	22	4,948	4,327
Dividend payable		518	2,025
Taxation		2,397	2,090
<b>Total current liabilities</b>		<u>35,472</u>	<u>35,285</u>
<b>Total liabilities</b>		<u>39,834</u>	<u>39,996</u>
<b>Total equity and liabilities</b>		<u><u>210,413</u></u>	<u><u>196,638</u></u>

The notes on pages 6 to 13 are an integral part of these condensed consolidated interim financial statements.

# Century Bond Bhd.

(Company No. 228669-V)  
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## Condensed consolidated income statement for the period ended 31 March 2014 - unaudited

	Note	Individual 3 months ended 31 March		Cumulative 12 months ended 31 March	
		2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
<b>Revenue</b>		41,585	44,900	171,183	186,841
Cost of sales		(33,305)	(35,358)	(133,930)	(148,745)
<b>Gross profit</b>		8,280	9,542	37,253	38,096
Other income		638	1,970	3,297	5,272
Distribution expenses		(1,760)	(797)	(6,930)	(7,712)
Administrative expenses		(1,987)	(1,778)	(7,749)	(7,114)
Other expenses		(866)	(1,637)	(944)	(1,637)
<b>Profit from operating activities</b>		4,305	7,300	24,927	26,905
Finance costs		(49)	(49)	(159)	(255)
<b>Profit before tax</b>		4,256	7,251	24,768	26,650
Tax expense	20	(1,074)	(1,030)	(6,405)	(6,093)
<b>Profit for the period</b>		<u>3,182</u>	<u>6,221</u>	<u>18,363</u>	<u>20,557</u>
<b>Attributable to:</b>					
Owners of the Company		2,898	5,821	17,140	19,153
Minority interest		284	400	1,223	1,404
<b>Profit for the period</b>		<u>3,182</u>	<u>6,221</u>	<u>18,363</u>	<u>20,557</u>
Basic and diluted earnings per ordinary share (sen)	24	<u>2.42</u>	<u>4.85</u>	<u>14.28</u>	<u>15.96</u>

The notes on pages 6 to 13 are an integral part of these condensed consolidated interim financial statements.

## Century Bond Bhd.

(Company No. 228669-V)  
(Incorporated in Malaysia)

### Condensed consolidated statement of comprehensive income for the period ended 31 March 2014 - unaudited

	Individual 3 months ended 31 March		Cumulative 12 months ended 31 March	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
<b>Profit for the period</b>	3,182	6,221	18,363	20,557
Currency translation differences arising from consolidation	364	(43)	1,792	231
<b>Total comprehensive income</b>	<u>3,546</u>	<u>6,178</u>	<u>20,155</u>	<u>20,788</u>
<b>Attributable to:</b>				
Owners of the Company	3,262	5,887	18,569	19,384
Minority interest	284	291	1,586	1,404
	<u>3,546</u>	<u>6,178</u>	<u>20,155</u>	<u>20,788</u>

The notes on pages 6 to 13 are an integral part of these condensed consolidated interim financial statements.

## Century Bond Bhd.

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### Condensed consolidated statement of changes in equity for the period ended 31 March 2014 – unaudited

	← Attributable to owners of the Company →			Total RM'000	Minority interest RM'000	Total equity RM'000
	<i>Non-distributable</i> Share capital RM'000	Translation reserves RM'000	<i>Distributable</i> Retained earnings RM'000			
<i>At 1 April 2013</i>	60,000	(153)	91,108	150,955	5,687	156,642
Total comprehensive income for the period	--	1,429	17,140	18,569	1,586	20,155
Dividend to shareholders	--	--	(5,700)	(5,700)	--	(5,700)
Dividend to minority shareholder	--	--	--	--	(518)	(518)
<i>At 31 March 2014</i>	<u>60,000</u>	<u>1,276</u>	<u>102,548</u>	<u>163,824</u>	<u>6,755</u>	<u>170,579</u>
<i>At 1 April 2012</i>	60,000	(384)	76,755	136,371	4,508	140,879
Total comprehensive income for the period	--	231	19,153	19,384	1,404	20,788
Dividends to shareholders	--	--	(4,800)	(4,800)	--	(4,800)
Dividends to minority shareholder	--	--	--	--	(225)	(225)
<i>At 31 March 2013</i>	<u>60,000</u>	<u>(153)</u>	<u>91,108</u>	<u>150,955</u>	<u>5,687</u>	<u>156,642</u>

The notes on pages 6 to 13 are an integral part of these condensed consolidated interim financial statements.

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## Condensed consolidated statement of cash flows for the period ended 31 March 2014 - unaudited

	12 months ended 31 March	
	2014 RM'000	2013 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	24,768	26,650
Adjustments for non-cash flow:		
Non-cash items	4,816	5,220
Non-operating items	(2,372)	(2,123)
<b>Operating profit before changes in working capital</b>	27,212	29,747
Net change in current assets	(10,532)	4,555
Net change in current liabilities	3,951	11,470
Net tax paid	(5,748)	(6,074)
<b>Net cash generated from operating activities</b>	14,883	39,698
<b>Cash flows from investing activities</b>		
Other investments activities/		
<b>Net cash used in investing activities</b>	(1,490)	(5,457)
<b>Cash flows used in financing activities</b>		
Dividends paid to shareholders	(7,500)	(4,800)
Dividends paid to minority shareholder	(225)	--
Proceed from/(payment for) bank borrowings	633	(3,312)
<b>Net cash used in financing activities</b>	(7,092)	(8,112)
<b>Net increase in cash and cash equivalents</b>	6,301	26,129
<b>Net change of foreign currency</b>	(163)	(33)
<b>Cash and cash equivalents at beginning of period</b>	76,668	50,572
<b>Cash and cash equivalents at end of period</b>	82,806	76,668

Cash and cash equivalents included in the cash flow statement comprise the following consolidated statement of financial position amounts:

Cash and bank balances	38,421	33,935
Deposits with licensed banks	44,385	42,930
Bank overdrafts	--	(197)
	82,806	76,668

# Century Bond Bhd.

(Company No. 228669-V)

(Incorporated in Malaysia)

## Notes to the condensed consolidated interim financial statements

Century Bond Berhad is a public limited liability company, incorporated and domiciled in Malaysia and is listed on the Main Market of the Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements of the Group as at and for the financial year ended 31 March 2014 comprise the Company and its subsidiaries (together referred to as the Group).

The consolidated financial statements of the Group as at and for the year ended 31 March 2013 are available upon request from the Company's registered office at:

Suite 5.11 & 5.12, 5<sup>th</sup> floor,  
Menara TJB,  
No. 9, Jalan Syed Mohd Mufti,  
80000 Johor Bahru,  
Johor, Malaysia.

These condensed consolidated interim financial statements were approved by the Board of Directors on 29 May 2014.

### 1. Basis of preparation

These condensed consolidated interim financial statements have been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad and MFRS 134, *Interim Financial Reporting* in Malaysia and with IAS 34, *Interim Financial Reporting*. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 March 2013.

### 2. Significant accounting policies

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 March 2013.

### 3. Comments about seasonal or cyclical factors

The Group businesses are affected by seasonal or cyclical factors in that it normally experiences better sales in the second and third quarters of the financial year.

### 4. Unusual items affecting the assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current quarter.

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## 5. Material changes in estimates

There were no material changes in estimates for the current quarter.

## 6. Capital and reserves

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter.

## 7. Dividends

	Sen per share	31 March 2014 RM'000
2013 : Final, net of tax	0.75	900
2013 : Final, tax exempt	2.00	2,400
2014 : Interim, single tier	2.00	2,400
		<u>5,700</u>

## 8. Segment information

### (a) By Business Segments:

	Revenue 12 months ended 31 March		Profit before tax 12 months ended 31 March	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Paper packaging	162,193	180,242	22,835	23,262
Plastic packaging	25,925	27,343	605	1,869
Contract manufacturing and packing	20,097	20,606	1,278	1,175
Investment and property holding	8,958	5,765	502	730
Others	2,506	3,316	(293)	(131)
	<u>219,679</u>	<u>237,272</u>	<u>24,927</u>	<u>26,905</u>
Inter-segment elimination	(48,496)	(50,431)	--	--
	171,183	186,841	24,927	26,905
Finance costs	--	--	(159)	(255)
	<u>171,183</u>	<u>186,841</u>	<u>24,768</u>	<u>26,650</u>



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## 8. Segment information (continue)

### (b) By geographical locations:

	Revenue	
	12 months ended	
	31 March	
	2014	2013
	RM'000	RM'000
Malaysia	118,106	126,250
Indonesia and others	53,077	60,591
	<u>171,183</u>	<u>186,841</u>

## 9. Profit before tax

	3 months ended		Cumulative	
	31 March		12 months ended	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
<b>Profit for the period is arrived at after charging/ (crediting):</b>				
Depreciation & amortisation	1,306	1,327	5,385	5,140
Net foreign exchange loss/ (gain)	(85)	(51)	(1,394)	(1,063)
Interest income	(279)	(272)	(1,137)	(965)

## 10. Material events subsequent to period end

There were no material events subsequent to the end of the period reported that have not been reflected in this quarterly report.

## 11. Changes in composition of the Group

Multiview Enterprises Sdn Bhd ("ME"), a wholly-owned subsidiary of the group had on 27 January 2014 disposed off its 100% equity interest in Prestige Manila Venture Sdn Bhd ("PMV"). PMV ceased to be a wholly-owned subsidiary of ME and ceased indirectly to be a subsidiary of the Group.

Following the disposal, Philippine Cenbond Packaging Inc., a 51% owned subsidiary of PMV also ceased as a subsidiary of the Group.

## 12. Contingent assets and contingent liabilities

The Group did not have any contingent liabilities and contingent assets since the last annual balance sheet date.

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### 13. Capital Commitments

	<b>31 March 2014 RM'000</b>	<b>31 March 2013 RM'000</b>
<i>Property, plant and equipment</i> Contracted but not provided for	<u>1,706</u>	<u>865</u>

### 14. Significant related party transactions

	<b>12 months ended 31 March</b>	
	<b>2014 RM'000</b>	<b>2013 RM'000</b>
Directors' remuneration	<u>2,758</u>	<u>2,250</u>
<i>Rental paid/payable to certain Directors</i>	<u>109</u>	<u>109</u>
<i>Companies in which the spouse of an Executive Director/major shareholder of CBB has substantial financial interest</i>		
Purchases of printing block	<u>172</u>	<u>211</u>
<i>Company in which a corporate shareholder of a subsidiary has substantial financial interest</i>		
Sale of paper bags	<u>25,560</u>	<u>26,955</u>
Rental paid/payable	<u>72</u>	<u>72</u>
<i>Companies in which close family members of certain Directors of the Company have substantial financial interest</i>		
Purchase of finished good	441	440
Sales of finished good	191	111
Services rendered	<u>525</u>	<u>533</u>

## Notes pursuant to Bursa Malaysia Listing Requirements: Chapter 9, Appendix 9B, Part A.

### 16. Review of performance

The Group's revenue for the current quarter is reported at RM41.585 million, which is RM3.315 million lower compared to RM44.900 million registered in the corresponding quarter of last financial year. Gross profit is reported at RM8.280 million in current quarter representing a decrease of RM1.262 million compared to the corresponding quarter in last financial year of RM9.542 million mainly due to lower sales volume achieved in the current quarter.

The performance of each business segment is as follows:

#### (a) Paper packaging

The revenue for the current quarter decreased to RM34.218 million in the current quarter as compared to RM36.926 million reported in the corresponding quarter of last financial year mainly due to lower sales volume achieved during the current quarter.

#### (b) Plastic Packaging

The revenue recorded in the current quarter increased to RM3.644 million as compared to RM3.085 million reported in the corresponding quarter of last financial year mainly due to higher sales volume during the current quarter.

#### (c) Contract manufacturing and packing

The revenue for the current quarter decreased to RM2.855 million as compared to RM4.058 million recorded in corresponding quarter of last financial year mainly due to lower sales volume achieved during the current quarter.

#### (d) Investment and property holding

The Group's investment and property holding activities comprises of properties which are rented to subsidiaries and management services which are provided to subsidiaries and dividends received from subsidiaries. All revenue received for both current and corresponding quarter of last financial year is eliminated from the report.

#### (e) Others

The revenue for the current quarter increased to RM0.868 million as compared to RM0.831 million recorded in corresponding quarter of last financial year mainly due to higher sales volume achieved during the current quarter.

### 17. Variation of results against preceding quarter

The Group's revenue for the current quarter is RM41.585 million, a decrease of RM1.662 million from preceding quarter of RM43.247 million. This is mainly due to the lower revenue of RM34.218 million in paper packaging segment in the current quarter as compared to RM36.670 million achieved in the preceding quarter.

The Group's current quarter profit before tax of RM4.256 million is RM1.856 million lower compared to the profit before tax of RM6.112 million registered in the preceding quarter mainly due to higher cost of raw materials amongst other operating costs.

## 18. Prospects

The Group's core attention and focus will be maintained in the paper packaging division which is the key driver of growth. While other avenues and opportunities will continue to be explored and identified, the Group is mindful that in the prevailing market conditions, caution will be exercised.

The Group's business for the next financial year will remain difficult and challenging. Local business confidence and sentiment continue to remain weak and uncertain, affected by local events. Going forward, the Group will closely monitor and take appropriate measures to insulate and adapt to the ever changing operating conditions.

The Group will strive to remain profitable but caution and prudence will be exercised.

## 19. Profit forecast

Not applicable.

## 20. Tax expense

	3 months ended 31 March		Cumulative 12 months ended 31 March	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Current tax				
- Current year	1,075	1,240	6,449	5,846
- Under/(over) provision in prior quarter	44	(60)	192	174
	1,119	1,180	6,641	6,020
Deferred tax liabilities / (assets)	(45)	(150)	(236)	73
	<u>1,074</u>	<u>1,030</u>	<u>6,405</u>	<u>6,093</u>

## 21. Status of corporate proposal announced

There was no outstanding corporate proposal announced for the current quarter under review.

## 22. Loans and borrowings

The loans and borrowings of the Group denominated in Ringgit Malaysia are as follows:

	<b>31 March 2014 RM'000</b>	<b>31 March 2013 RM'000</b>
<b>Non-current</b>		
- Secured	<u>87</u>	<u>272</u>
<b>Current</b>		
- Secured	188	180
- Unsecured	<u>4,760</u>	<u>4,147</u>
	<u>4,948</u>	<u>4,327</u>
Total borrowings	<u><u>5,035</u></u>	<u><u>4,599</u></u>

## 23. Changes in material litigation

There was no pending material litigation as at 26 May 2014, being a date not earlier than 7 days from the date of the quarterly report.

## 24. Dividends

- (a) A final dividend of 1.0 sen per ordinary share less tax at 25% (0.75 sen net per ordinary share) totalling RM900,000 and 2.0 sen tax exempt per ordinary share totalling RM2,400,000 in respect of the year ended 31 March 2013 were paid on 22 October 2013. (31 March 2012 : 2.5 sen tax exempt per ordinary share)
- (b) An interim single tier dividend of 2.0 sen per ordinary share amounting to RM2,400,000 in respect of the year ended 31 March 2014 was paid on 6 January 2014.
- (c) The Directors proposed a final single tier dividend of 2.0 sen per ordinary share in respect of financial year ended 31 March 2014 subject to approval of the shareholders at the forthcoming Annual General Meeting.

## 25. Earnings per ordinary share

### *Basic and diluted earnings per ordinary share*

Basic earnings per ordinary share are calculated by dividing the profit after tax for the period by the weighted average number of ordinary shares in issue during the period.

	<b>3 months ended 31 March 2014</b>	<b>12 months ended 31 March 2014</b>
Profit for the period (RM'000)	3,182	18,363
Less: Amount attributable to minority interest (RM'000)	(284)	(1,223)
Profit for the period attributable to owners of the Company (RM'000)	<u>2,898</u>	<u>17,140</u>
Weighted average number of ordinary shares in issue ('000)	<u>120,000</u>	<u>120,000</u>
Basic earnings per share (sen)	<u>2.42</u>	<u>14.28</u>

There are no dilutive earnings per share during the period.

## 26. Realised and unrealised profit/losses disclosure

The retained profits as at 31 March 2014 and 31 March 2013 is analysed as follows:-

	<b>31 March 2014 RM'000</b>	<b>31 March 2013 RM'000</b>
Total retained profits/(accumulated losses) of the Company and the subsidiaries:		
- Realised	121,524	106,032
- Unrealised	(1,487)	(2,085)
	<u>120,037</u>	<u>103,947</u>
Less: Consolidated adjustments	(17,489)	(12,839)
	<u>102,548</u>	<u>91,108</u>

## 27. Auditors' report on preceding annual financial statements

The auditor expressed an unqualified opinion on the Company's statutory financial Statements for the year ended 31 March 2013 in their report dated 17 July 2013.