

COMPUTER FORMS (MALAYSIA) BHD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 DECEMBER 2013
(The figures are unaudited)

	FY 2014 Current Qtr Ended 31 Dec 13 (RM'000)	FY 2013 Current Qtr Ended 31 Dec 12 (RM'000)	FY 2014 Current 9 months Cumulative to 31 Dec 13 (RM'000)	FY 2013 Current 9 months Cumulative to 31 Dec 12 (RM'000)
Continuing Operations:				
Revenue	16,588	17,882	38,523	41,385
Cost of Sales	(13,403)	(14,363)	(31,587)	(33,139)
Gross Profit	<u>3,185</u>	<u>3,519</u>	<u>6,936</u>	<u>8,246</u>
Other Income	36	43	179	186
Administrative Expenses	(490)	(476)	(1,389)	(1,426)
Selling and Marketing Expenses	(717)	(779)	(1,894)	(1,994)
Other Expenses	(691)	(576)	(1,572)	(1,501)
Finance Costs	(150)	(248)	(565)	(766)
Profit/(loss) Before Tax	<u>1,173</u>	<u>1,483</u>	<u>1,695</u>	<u>2,745</u>
Income tax expenses	(63)	(312)	(416)	(461)
Profit/(loss) For The Period	<u>1,110</u>	<u>1,171</u>	<u>1,279</u>	<u>2,284</u>
Other Comprehensive Income	0	0	0	0
Total Comprehensive Income For The Period	<u>1,110</u>	<u>1,171</u>	<u>1,279</u>	<u>2,284</u>
Profit Attributable to:				
Owners of the parent	1,101	1,135	1,206	2,215
Non- Controlling Interest	9	36	73	69
	<u>1,110</u>	<u>1,171</u>	<u>1,279</u>	<u>2,284</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	1,101	1,135	1,206	2,215
Non- Controlling Interest	9	36	73	69
	<u>1,110</u>	<u>1,171</u>	<u>1,279</u>	<u>2,284</u>
EPS - Basic and Diluted (sen)	2.69	2.77	2.94	5.40

(THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013)

COMPUTER FORMS (MALAYSIA) BERHAD
 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 31 DECEMBER 2013
 (The figures are unaudited)

	As At 31 Dec 13	As At 31 Mar 13
	<u>(RM'000)</u>	<u>(RM'000)</u>
ASSETS		
Non-current assets		
Property, Plant and Equipment	35,774	36,614
Goodwill	1,309	1,309
	<u>37,083</u>	<u>37,923</u>
Current Assets		
Inventories	17,529	14,609
Trade and Other Receivables	23,096	12,239
Tax Recoverable	206	901
Cash and Bank Balances	4,450	8,910
	<u>45,281</u>	<u>36,659</u>
Total Assets	<u>82,364</u>	<u>74,582</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share Capital	41,000	41,000
Retained Earnings	14,118	12,912
	<u>55,118</u>	<u>53,912</u>
Non-Controlling Interest	1,677	1,604
Total Equity	<u>56,795</u>	<u>55,516</u>
Non-Current Liabilities		
Long-Term Borrowings	4,460	4,460
Hire Purchase Creditor	192	313
Deferred Tax	3,217	3,217
Total Non-Current Liabilities	<u>7,869</u>	<u>7,990</u>
Current Liabilities		
Trade and Other Payables	8,108	4,244
Hire Purchase Creditor	161	168
Short-Term Borrowings	9,431	6,664
Total Current Liabilities	<u>17,700</u>	<u>11,076</u>
Total Liabilities	25,569	19,066
Total Equity and Liabilities	<u>82,364</u>	<u>74,582</u>
Net Asset Per Share (RM)	1.34	1.31

(THE CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013)

COMPUTER FORMS (MALAYSIA) BERHAD
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE QUARTER ENDED 31 DECEMBER 2013
 (The figures are unaudited)

	Attributable to Equity Holdings of Parent			Non-Controlling Interest	Total Equity
	Share Capital	Distributable Retained Earnings	Total		
As at 1 April 2012	41,000	13,397	54,397	1,547	55,944
Total Comprehensive Income For The Period		2,215	2,215	69	2,284
At 31 December 2012	41,000	15,612	56,612	1,616	58,228
As at 1 April 2013	41,000	12,912	53,912	1,604	55,516
Total Comprehensive Income For The Period		1,206	1,206	73	1,279
At 31 December 2013	41,000	14,118	55,118	1,677	56,795

(THE CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013)

COMPUTER FORMS (MALAYSIA) BERHAD
 CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
 AS AT 31 DECEMBER 2013
 (The figures are unaudited)

	FY 2014 9 months ended 31 Dec 13 (RM'000)	FY 2013 9 months ended 31 Dec 12 (RM'000)
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	1,695	2,745
Adjustments for:		
Depreciation	1,492	1,540
Interest Income	(74)	(64)
Interest Expense	565	766
Other non cash/non operational items	0	22
Operating profit before working capital changes	<u>3,678</u>	<u>5,009</u>
Working capital changes:		
Inventories	(2,919)	977
Debtors	(10,857)	(9,329)
Creditors	3,859	3,908
Cash inflows/(outflows) from operations	<u>(6,239)</u>	<u>565</u>
Tax (paid)/Refunded	278	(644)
Interest paid	(565)	(766)
Interest Income	74	64
Net cash inflows/(outflows) from operating activities	<u>(6,452)</u>	<u>(781)</u>
CASHFLOWS FROM INVESTING ACTIVITIES		
Acquisition of Plant, Property and Equipment (PPE)	(653)	(1,033)
Proceeds from disposal of PPE	-	10
CASHFLOWS FROM FINANCING ACTIVITIES		
Proceeds/(Repayment) of long term liabilities	(122)	(12)
Proceeds/(Repayment) from short term borrowings	3,101	(494)
NET (DECREASE)/INCREASE IN CASH & CASH EQUIVALENTS	<u>(4,126)</u>	<u>(2,310)</u>
CASH & CASH EQUIVALENTS BROUGHT FORWARD	7,344	7,465
CASH & CASH EQUIVALENTS CARRIED FORWARD	<u><u>3,218</u></u>	<u><u>5,155</u></u>
Cash and Cash Equivalents at end of financial period comprise of the following:		
	As At 31 Dec 13 (RM'000)	As At 31 Dec 12 (RM'000)
Cash and Bank Balances	4,450	6,683
Fixed Deposit Pledged with licenced banks	(23)	(23)
Bank Overdrafts (included within Short Term Borrowings)	(1,209)	(1,505)
	<u><u>3,218</u></u>	<u><u>5,155</u></u>

(THE CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013)

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2013

A. Compliance with Financial Reporting Standard (FRS) 134, Interim Financial Reporting and Bursa Listing Requirements

A1. Accounting Policies and Methods of Computation

The interim financial report has been prepared in accordance with FRS 134, *Interim Financial Reporting* and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2013. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the audited financial statements for the year ended 31 March 2013.

The following new MFRSs and Amendments to published standards have been issued and are relevant but are not yet effective to the Group and the Company:

Standards/Amendments	Effective date
Amendments to MFRS 101 – Presentation of Items of Other Comprehensive Income	1 July 2013
MFRS 10 – Consolidated Financial Statements	1 January 2013
MFRS 12 – Disclosures of Interests in other Entities	1 January 2013
MFRS 13 – Fair Value Measurement	1 January 2013
MFRS 119 – Employee Benefits (IAS 19 as amended by IASB in June 2011)	1 January 2013
MFRS 127 – Separate Financial Statements (IAS 27 as amended by IASB in May 2011)	1 January 2013
Amendments to MFRS 7 - Disclosures – Offsetting Financial Assets and Financial Liabilities	1 January 2013
Annual Improvements to MFRSs 2009 – 2011 Cycle as follows:	1 January 2013
<ul style="list-style-type: none"> • Amendments to MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards • Amendments to MFRS 101 Presentation of Financial Statements • Amendments to FRS 116 Property, Plant and Equipment • Amendments to FRS 132 Financial Instruments: Presentation • Amendments to FRS 134 Interim Financial Reporting 	

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Amendments to MFRS 132 – Offsetting Financial assets and
Financial Liabilities 1 January 2014

MFRS 9 – Financial Instruments (IFRS 9 issued by IASB in
November 2009 and October 2011 respectively) and mandatory
effective date of MFRS 9 and transition disclosures 1 January 2015

A2. Explanatory Comments about the Seasonality or Cyclical of Interim Operations

The operations of the Group are not significantly affected by seasonal or cyclical factors except for a subsidiary that usually reports higher revenue during the school exercise book sale season in the 3rd Quarter of each financial year.

A3. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cashflows

There were no items affecting assets, liabilities, equity, net income, or cash flows that were unusual because of their nature, size or incidence.

A4. Material Changes in Estimates

There were no material changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years.

A5. Issuance, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities.

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities in the financial year to date.

A6. Dividends Paid

No dividend was paid by the Company in the interim period or the financial year to date.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
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A7. Operating Segmental Information

The segment revenue and result of business segments for the financial year to date are as follows:

All balances in RM'000	Business Forms and Data Print Services		Commercial Printing		Flexible Packaging		Other/ Consol Adj		Consolidated Totals	
	FY'14	FY'13	FY'14	FY'13	FY'14	FY'13	FY'14	FY'13	FY'14	FY'13
Revenue	15,210	15,271	10,173	12,692	13,292	13,877	(152)	(455)	38,523	41,385
Results Profit Before Tax	1,153	791	247	1,052	265	916	30	(14)	1,695	2,745

A8. Valuation of Property, Plant and Equipment

The valuation of plant and equipment were brought forward without any amendment from the previous annual financial statements.

A9. Subsequent Events

There were no events subsequent to the end of the interim period that has not been reflected in the financial statements for the interim period.

A10. Effect of Changes in the Composition of the Group

There were no changes in the composition of the Group during the interim period, including business combinations, disposal of subsidiaries and long-term investments, restructurings and discontinued operations.

A11. Capital Commitments

There was no material capital commitments not recognised in the interim financial statements.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
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B. Explanatory Notes pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B1. Review of Performance of Operating Segments

Business Forms and Data Print Services

The revenue for the third quarter was flat as compared with the corresponding quarter in the preceding year.

The profit before tax for the third quarter was 37% higher than the corresponding quarter in the preceding year. The increase in the profit before tax was due to higher margins from the sales of security products.

Commercial Printing

The revenue for the third quarter was 12% lower as compared with the corresponding quarter in the preceding year. This was primarily due to lower sales of exercise books.

The profit before tax for the third quarter was 2% lower than the corresponding quarter in the preceding year. The lower profit was primarily due to the lower sales.

Flexible Packaging

The revenue for the third quarter was 9% lower as compared with the corresponding quarter in the preceding year. The decrease in revenue was due to lower exports.

A loss before tax of RM268,000 was incurred in the third quarter as compared to a profit before tax of RM90,000 in the corresponding quarter in the preceding year. This decrease was due to lower revenue as well as higher costs of raw materials utilised.

B2. Material Changes in Profit Before Tax for Current Quarter as Compared to the Preceding Quarter.

	Current Qtr Ended 31 Dec 2013 (RM'000)	Preceding Qtr Ended 30 Sep 2013 (RM'000)
Revenue	16,588	11,181
Profit/(loss) Before Tax	1,173	539

Revenue was higher this quarter due to the seasonal sales of exercise books. The higher revenue resulted in the higher profit reported in the current quarter.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
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B3. Prospects

- a) The Management expects revenue and profitability to be lower in the final period of the financial year with the end of the seasonal sales of exercise books.
- b) The Group has not announced or disclosed in a public document any revenue or profit estimate, forecast, projection or internal targets.

B4. Statement of the Board of Directors' Opinion as to whether Revenue or Profit Estimate, Forecast, Projection or Internal Targets are likely to be achieved.

Not applicable as the Group has not announced or disclosed in a public document any revenue or profit estimate, forecast, projection or internal targets.

B5. Variance of Profit Forecast and Profit Guarantees

Not applicable as the Group has not disclosed any profit forecasts or made any profit guarantees.

B6. Tax

	Current Quarter Ended 31 Dec'13 RM'000	9 Months Cumulative YTD 31 Dec'13 RM'000
Income tax expense/(credit)	63	413

The effective tax rate of the Group for the current quarter is lower than the statutory tax rate because of overprovisions in the earlier quarters.

The effective tax rate of the Group for the financial year to date is consistent with the statutory tax rate.

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NOTES TO THE INTERIM FINANCIAL REPORT
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B7. Status of Corporate Proposals

- a) The Company does not have any pending corporate proposals.
- b) The disclosure of the utilisation of proceeds raised from any corporate proposal is not applicable.

B8. Group Borrowings and Debt Securities

Details of the Group's borrowings as follows:

	As At 31 Dec '13 <u>RM'000</u>
Short Term Borrowings – Secured	9,431
Long Term Borrowing – Secured	4,460

The Group does not have any debt securities. All borrowings are secured and ringgit denominated.

B9. Changes in Material Litigation

There were no pending material litigations since the date of the last Annual Statement of Financial Position.

B10. Dividend

No dividend was proposed during the financial year to date.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2013

B11. Earnings Per Share (EPS)

Basic and Diluted Earnings Per Share

FY 2014	Quarter Ended 31 Dec'13	Cumulative 9 Months Ended 31 Dec'13
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	1,101	1,206
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	2.89 sen	2.94 sen

FY 2013	Quarter Ended 31 Dec'12	Cumulative 9 Months Ended 31 Dec'12
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	1,135	2,215
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	2.77 sen	5.40 sen

B12. Qualification of Audit Report

There was no audit qualification in the preceding annual financial statement of the Group and Company for the financial year ended 31 March 2013.

B13. Notes to the Comprehensive Income Statement

	Current Qtr 31 Dec'13 RM'000	9 Mths to Date 31 Dec'13 RM'000
a) Interest income	2	74
b) Other income (exclude interest income)	34	105
c) Interest expense	150	565
d) Depreciation and amortisation	501	1,492
e) Provision for and write off of receivables	0	0
f) Provision for and write off of inventories	0	0
g) Gain and loss on disposal of quoted and unquoted investments or properties	0	0
h) Impairment of assets	0	0

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FOR THE THIRD QUARTER ENDED 31 DECEMBER 2013

i) Foreign exchange gain/(loss)	(4)	53
j) Gain or loss on derivatives	0	0
k) Exceptional items	0	0

B14. Realised and Unrealised Retained Earnings Disclosure

	As at 31/12/13 <u>RM'000</u>	As at 31/03/13 <u>RM'000</u>
Total retained profits of the Company and its subsidiaries:		
Realised Retained Earnings	82,263	80,985
Unrealised Retained Losses	(3,216)	(3,216)
Add Consolidated adjustments	(64,929)	(64,857)
Total Retained Earnings as per Consolidated Accounts	<u>14,118</u>	<u>12,912</u>

By order of the Board

LEE YU JIN
Chief Financial Officer
26 February 2014