

COMPUTER FORMS (MALAYSIA) BHD  
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 30 JUNE 2014  
(The figures are unaudited)

	FY 2015 Current Qtr Ended 30 Jun 14 <u>(RM'000)</u>	FY 2014 Current Qtr Ended 30 Jun 13 <u>(RM'000)</u>	FY 2015 Current 3 months Cumulative to 30 Jun 14 <u>(RM'000)</u>	FY 2014 Current 3 months Cumulative to 30 Jun 13 <u>(RM'000)</u>
Continuing Operations:				
Revenue	9,781	10,753	9,781	10,753
Cost of Sales	(8,813)	(9,177)	(8,813)	(9,177)
Gross Profit	<u>968</u>	<u>1,576</u>	<u>968</u>	<u>1,576</u>
Other Income	44	74	44	74
Administrative Expenses	(450)	(378)	(450)	(378)
Selling and Marketing Expenses	(525)	(601)	(525)	(601)
Other Expenses	(497)	(507)	(497)	(507)
Finance Costs	(130)	(181)	(130)	(181)
Profit/(loss) Before Tax	<u>(590)</u>	<u>(17)</u>	<u>(590)</u>	<u>(17)</u>
Income tax expenses	(42)	(207)	(42)	(207)
Profit/(loss) For The Period	<u>(632)</u>	<u>(224)</u>	<u>(632)</u>	<u>(224)</u>
Other Comprehensive Income	0	0	0	0
Total Comprehensive Income For The Period	<u>(632)</u>	<u>(224)</u>	<u>(632)</u>	<u>(224)</u>
Profit Attributable to:				
Owners of the parent	(639)	(274)	(639)	(274)
Non- Controlling Interest	7	50	7	50
	<u>(632)</u>	<u>(224)</u>	<u>(632)</u>	<u>(224)</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	(639)	(274)	(639)	(274)
Non- Controlling Interest	7	50	7	50
	<u>(632)</u>	<u>(224)</u>	<u>(632)</u>	<u>(224)</u>
EPS - Basic and Diluted (sen)	(1.56)	(0.67)	(1.56)	(0.67)

(THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2014)

COMPUTER FORMS (MALAYSIA) BERHAD  
 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
 AS AT 30 JUNE 2014  
 (The figures are unaudited)

	As At 30 Jun 14	As At 31 Mar 14
	<u>(RM'000)</u>	<u>(RM'000)</u>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, Plant and Equipment	37,810	38,301
Goodwill	1,309	1,309
	<u>39,119</u>	<u>39,610</u>
<b>Current Assets</b>		
Inventories	17,425	16,758
Trade and Other Receivables	14,421	13,099
Tax Recoverable	340	354
Cash and Bank Balances	2,953	3,304
	<u>35,139</u>	<u>33,515</u>
<b>Total Assets</b>	<u>74,258</u>	<u>73,125</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable to Equity Holders of The Parent</b>		
Share Capital	41,000	41,000
Retained Earnings	12,496	13,135
	<u>53,496</u>	<u>54,135</u>
Non-Controlling Interest	1,673	1,666
<b>Total Equity</b>	<u>55,169</u>	<u>55,801</u>
<b>Non-Current Liabilities</b>		
Long-Term Borrowings	-	-
Hire Purchase Creditor	635	784
Deferred Tax	3,527	3,527
<b>Total Non-Current Liabilities</b>	<u>4,162</u>	<u>4,311</u>
<b>Current Liabilities</b>		
Trade and Other Payables	6,253	4,301
Hire Purchase Creditor	375	299
Short-Term Borrowings	8,299	8,321
Taxation	-	92
<b>Total Current Liabilities</b>	<u>14,927</u>	<u>13,013</u>
<b>Total Liabilities</b>	<u>19,089</u>	<u>17,324</u>
<b>Total Equity and Liabilities</b>	<u>74,258</u>	<u>73,125</u>
	-	-
Net Asset Per Share (RM)	1.30	1.32

(THE CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2014)

COMPUTER FORMS (MALAYSIA) BERHAD  
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE QUARTER ENDED 30 JUNE 2014  
 (The figures are unaudited)

	Attributable to Equity Holdings of Parent			Total Equity
	Share Capital	Distributable Retained Earnings	Total Controlling Interest	
As at 1 April 2013	41,000	12,912	53,912	55,516
Total Comprehensive Income For The Period		(274)	(274)	(224)
At 30 June 2013	41,000	12,638	53,638	55,292
As at 1 April 2014	41,000	13,135	54,135	55,801
Total Comprehensive Income For The Period		(639)	(639)	(632)
At 30 June 2014	41,000	12,496	53,496	55,169

(THE CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2014)

COMPUTER FORMS (MALAYSIA) BERHAD  
 CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
 AS AT 30 JUNE 2014  
 (The figures are unaudited)

	FY 2014 3 months ended 30 Jun 14 (RM'000)	FY 2014 3 months ended 30 Jun 13 (RM'000)
<b>CASHFLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	(590)	(17)
Adjustments for:		
Depreciation	567	498
Interest Income		(36)
Interest Expense	130	181
Other non cash/non operational items	(3)	(2)
Operating profit before working capital changes	<u>104</u>	<u>624</u>
Working capital changes:		
Inventories	(668)	(3,516)
Debtors	(1,322)	(2,402)
Creditors	2,029	1,788
Cash inflows/(outflows) from operations	<u>143</u>	<u>(3,506)</u>
Tax (paid)/Refunded	(118)	211
Interest paid	(130)	(181)
Interest Income		36
Net cash inflows/(outflows) from operating activities	<u>(105)</u>	<u>(3,440)</u>
<b>CASHFLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of Plant, Property and Equipment (PPE)	(75)	(148)
Proceeds from disposal of PPE	-	0
<b>CASHFLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of long term liabilities	(149)	(40)
Proceeds/(Repayment) from short term borrowings	406	2,933
<b>NET (DECREASE)/INCREASE IN CASH &amp; CASH EQUIVALENTS</b>	<u>77</u>	<u>(695)</u>
<b>CASH &amp; CASH EQUIVALENTS BROUGHT FORWARD</b>	1,462	7,344
<b>CASH &amp; CASH EQUIVALENTS CARRIED FORWARD</b>	<u><u>1,539</u></u>	<u><u>6,649</u></u>
<b>Cash and Cash Equivalents at end of financial period comprise of the following:</b>		
	As At 30 Jun 14 (RM'000)	As At 30 Jun 13 (RM'000)
Cash and Bank Balances	2,953	7,635
Fixed Deposit Pledged with licenced banks	(24)	(24)
Bank Overdrafts (included within Short Term Borrowings)	(1,390)	(962)
	<u><u>1,539</u></u>	<u><u>6,649</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 2014)

**COMPUTER FORMS (MALAYSIA) BERHAD**  
**NOTES TO THE INTERIM FINANCIAL REPORT**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2014**

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**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 2014. 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 2014.

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:

<b>Standards/Amendments</b>	<b>Effective date</b>
Amendments to MFRS 132 – Offsetting Financial assets and Financial Liabilities	1 January 2014
Amendments to MFRS 136 – Recoverable Amount Disclosures For Non-Financial Assets	1 January 2014
Amendments to MFRS 10, MFRS 12 and MFRS 127 – Investment Entities	1 January 2014
Annual Improvements to MFRSs 2010 – 2012 Cycle as follows:	1 July 2014
<ul style="list-style-type: none"> <li>• Amendments to MFRS 3 Business Combinations</li> <li>• Amendments to MFRS 8 Operating Segments</li> <li>• Amendments to MFRS 116 Property, Plant and Equipment</li> <li>• Amendments to MFRS 124 Related Party Disclosures</li> <li>• Amendments to MFRS 138 Intangible Assets</li> </ul>	
Annual Improvements to MFRSs 2011 – 2013 Cycle as follow:	1 July 2014
<ul style="list-style-type: none"> <li>• Amendments to MFRS 3 Business Combinations</li> <li>• Amendments to MFRS 13 Fair Value Measurement</li> </ul>	
Amendments to MFRS 119 – Defined Benefit Plans: Employee Contributions	1 July 2014

**COMPUTER FORMS (MALAYSIA) BERHAD**  
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MFRS 9 – Financial Instruments (IFRS 9 issued by IASB in November 2009 and October 2011 respectively), mandatory effective date of MFRS 9 and transition disclosures and hedge accounting

1 January 2015

Amendments to MFRS 116 and MFRS 138 – Clarification of Acceptable methods of Depreciation and Amortisation

1 January 2016

A2. Explanatory Comments about the Seasonality or Cyclicity 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 3<sup>rd</sup> 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**  
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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'15	FY'14	FY'15	FY'14	FY'15	FY'14	FY'15	FY'14	FY'15	FY'14
<b>Revenue</b>										
Revenue	4,574	5,038	505	660	4,724	5,138	(22)	(83)	9,781	10,753
<b>Results</b>										
Profit Before Tax	168	440	(787)	(883)	31	389	(2)	37	(590)	(17)

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 first quarter was 9.2% lower as compared with the corresponding quarter in the preceding year. Lower revenue was primarily due to decrease in sales of data print services and stock forms.

The profit before tax for the first quarter was 62% lower than the corresponding quarter in the preceding year. The decrease in the profit before tax was due to both lower revenue and reduced margins. Margins had been adversely affected by higher costs of labour and electricity.

*Commercial Printing*

The revenue for the first quarter was 23% lower as compared with the corresponding quarter in the preceding year. This was primarily due to lower repeat sales of exercise books.

The loss before tax for the first quarter was 9% lower than the corresponding quarter in the preceding year. The lower loss was primarily due to the lower selling expenses.

*Flexible Packaging*

The revenue for the first quarter was 8% lower as compared with the corresponding quarter in the preceding year. The reduction in revenue was due to lower sales of candy and soap wrappers.

The loss before tax for the first quarter was 92% lower than the corresponding quarter in the preceding year. The lower profit was primarily due to both the lower revenue and higher factory overheads.



**COMPUTER FORMS (MALAYSIA) BERHAD**  
**NOTES TO THE INTERIM FINANCIAL REPORT**  
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B2. Material Changes in Profit Before Tax for Current Quarter as Compared to the Preceding Quarter.

	Current Qtr Ended 30 Jun 2014 (RM'000)	Preceding Qtr Ended 31 Mar 2014 (RM'000)
Revenue	9,781	10,399
Profit/(loss) Before Tax	(590)	(693)

Revenue was lower this quarter due to slower sales of exercise books, flexible packaging and data print services. Losses were lower in the current quarter as a result of both lower financing costs and selling expenses.

B3. Prospects

- a) The Management expects revenue and profitability to improve in the next financial quarters with the start 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.

**COMPUTER FORMS (MALAYSIA) BERHAD**  
**NOTES TO THE INTERIM FINANCIAL REPORT**  
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B6. Tax

	Current Quarter Ended 30 Jun'14  RM'000	3 Months Cumulative YTD 30 Jun'14 RM'000
Income tax expense/(credit)	42	42

The effective tax rate of the Group for is higher than the statutory tax rate because of the following:

- a) Losses reported by a subsidiary amounting to RM0.8 million that did not qualify for group tax relief

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 30 Jun '14 RM'000
Short Term Borrowings – Secured	8,299
Long Term Borrowing – Secured	0

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.

**COMPUTER FORMS (MALAYSIA) BERHAD**  
**NOTES TO THE INTERIM FINANCIAL REPORT**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2014**

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**B10. Dividend**

No dividend was proposed during the financial year to date.

**B11. Earnings Per Share (EPS)**

**Basic and Diluted Earnings Per Share**

<b>FY 2015</b>	<b>Quarter Ended 30 Jun'14</b>	<b>Cumulative 3 Months Ended 30 Jun'14</b>
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	(639)	(639)
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	(1.56) sen	(1.56) sen

<b>FY 2014</b>	<b>Quarter Ended 30 Jun'13</b>	<b>Cumulative 3 Months Ended 30 Jun'13</b>
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	(274)	(274)
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	(0.67) sen	(0.67) 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 2014.

**B13. Notes to the Comprehensive Income Statement**

	<b>Current Qtr 30 Jun'14 RM'000</b>	<b>3 Mths to Date 30 Jun'14 RM'000</b>
a) Interest income	0	0
b) Other income (exclude interest income)	44	44
c) Interest expense	130	130
d) Depreciation and amortization	567	567

**COMPUTER FORMS (MALAYSIA) BERHAD**  
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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
i) Foreign exchange gain/(loss)	(17)	(17)
j) Gain or loss on derivatives	0	0
k) Exceptional items	0	0

**B14. Realised and Unrealised Retained Earnings Disclosure**

	As at 30/6/14 <u>RM'000</u>	As at 31/03/14 <u>RM'000</u>
Total retained profits of the Company and its subsidiaries:		
Realised Retained Earnings	81,052	81,704
Unrealised Retained Losses	(3,527)	(3,547)
Add Consolidated adjustments	(65,029)	(65,022)
Total Retained Earnings as per Consolidated Accounts	<u>12,496</u>	<u>13,135</u>

**By order of the Board**

**LEE YU JIN**  
Chief Financial Officer  
28 August 2014