

COMPUTER FORMS (MALAYSIA) BHD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 DECEMBER 2014
(The figures are unaudited)

	FY 2015 Current Qtr Ended 31 Dec 14	FY 2014 Current Qtr Ended 31 Dec 13	FY 2015 Current 9 months Cumulative to 31 Dec 14 (RM'000)	FY 2014 Current 9 months Cumulative to 31 Dec 13 (RM'000)
	<u>(RM'000)</u>	<u>(RM'000)</u>	<u>(RM'000)</u>	<u>(RM'000)</u>
Continuing Operations:				
Revenue	14,471	16,588	34,815	38,523
Cost of Sales	(11,956)	(13,403)	(29,567)	(31,587)
Gross Profit	<u>2,515</u>	<u>3,185</u>	<u>5,248</u>	<u>6,936</u>
Other Income	53	36	148	179
Administrative Expenses	(445)	(490)	(1,342)	(1,389)
Selling and Marketing Expenses	(673)	(717)	(1,756)	(1,894)
Other Expenses	(549)	(691)	(1,564)	(1,572)
Finance Costs	(184)	(150)	(489)	(565)
Profit/(loss) Before Tax	<u>717</u>	<u>1,173</u>	<u>-245</u>	<u>1,695</u>
Income tax expenses	31	(63)	(78)	(416)
Profit/(loss) For The Period	<u>748</u>	<u>1,110</u>	<u>167</u>	<u>1,279</u>
Other Comprehensive Income	0	0	0	0
Total Comprehensive Income For The Period	<u>748</u>	<u>1,110</u>	<u>167</u>	<u>1,279</u>
Profit Attributable to:				
Owners of the parent	784	1,101	213	1,206
Non- Controlling Interest	(36)	9	(46)	73
	<u>748</u>	<u>1,110</u>	<u>167</u>	<u>1,279</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	784	1,101	213	1,206
Non- Controlling Interest	(36)	9	(46)	73
	<u>748</u>	<u>1,110</u>	<u>167</u>	<u>1,279</u>
EPS - Basic and Diluted (sen)	1.91	2.69	0.52	2.94

(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 31 DECEMBER 2014
 (The figures are unaudited)

	As At 31 Dec 14	As At 31 Mar 14
	<u>(RM'000)</u>	<u>(RM'000)</u>
ASSETS		
Non-current assets		
Property, Plant and Equipment	36,836	38,301
Goodwill	1,309	1,309
	<u>38,145</u>	<u>39,610</u>
Current Assets		
Inventories	15,584	16,758
Trade and Other Receivables	19,991	13,099
Tax Recoverable	744	354
Cash and Bank Balances	4,397	3,304
	<u>40,716</u>	<u>33,515</u>
Total Assets	<u>78,861</u>	<u>73,125</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share Capital	41,000	41,000
Retained Earnings	13,348	13,135
	<u>54,348</u>	<u>54,135</u>
Non-Controlling Interest	1,620	1,666
Total Equity	<u>55,968</u>	<u>55,801</u>
Non-Current Liabilities		
Long-Term Borrowings	-	-
Hire Purchase Creditor	1,383	784
Deferred Tax	3,527	3,527
Total Non-Current Liabilities	<u>4,910</u>	<u>4,311</u>
Current Liabilities		
Trade and Other Payables	7,394	4,301
Hire Purchase Creditor	534	299
Short-Term Borrowings	10,055	8,321
Taxation	-	92
Total Current Liabilities	<u>17,983</u>	<u>13,013</u>
Total Liabilities	<u>22,893</u>	<u>17,324</u>
Total Equity and Liabilities	<u>78,861</u>	<u>73,125</u>
Net Asset Per Share (RM)	1.33	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 31 DECEMBER 2014
 (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 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
As at 1 April 2014	41,000	13,135	54,135	1,666	55,801
Total Comprehensive Income For The Period		213	213	(46)	167
At 31 December 2014	41,000	13,348	54,348	1,620	55,968

(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 31 DECEMBER 2014
(The figures are unaudited)

	FY 2015 9 months ended 31 Dec 14 (RM'000)	FY 2014 9 months ended 31 Dec 13 (RM'000)
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	245	1,695
Adjustments for:		
Depreciation	1,676	1,492
Interest Income		(74)
Interest Expense	489	565
Other non cash/non operational items	(11)	0
Operating profit before working capital changes	<u>2,399</u>	<u>3,678</u>
Working capital changes:		
Inventories	1,174	(2,919)
Debtors	(6,893)	(10,857)
Creditors	3,330	3,859
Cash inflows/(outflows) from operations	<u>10</u>	<u>(6,239)</u>
Tax (paid)/Refunded	(551)	278
Interest paid	(489)	(565)
Interest Income		74
Net cash inflows/(outflows) from operating activities	<u>(1,030)</u>	<u>(6,452)</u>
CASHFLOWS FROM INVESTING ACTIVITIES		
Acquisition of Plant, Property and Equipment (PPE)	(220)	(653)
Proceeds from disposal of PPE	11	0
CASHFLOWS FROM FINANCING ACTIVITIES		
Repayment of long term liabilities	598	(122)
Proceeds/(Repayment) from short term borrowings	1,881	3,101
NET (DECREASE)/INCREASE IN CASH & CASH EQUIVALENTS	<u>1,240</u>	<u>(4,126)</u>
CASH & CASH EQUIVALENTS BROUGHT FORWARD	1,462	7,344
CASH & CASH EQUIVALENTS CARRIED FORWARD	<u><u>2,702</u></u>	<u><u>3,218</u></u>
Cash and Cash Equivalents at end of financial period		
comprise of the following:		
	As At 31 Dec 14 (RM'000)	As At 31 Dec 13 (RM'000)
Cash and Bank Balances	4,397	4,450
Fixed Deposit Pledged with licenced banks	(24)	(23)
Bank Overdrafts (included within Short Term Borrowings)	(1,671)	(1,209)
	<u><u>2,702</u></u>	<u><u>3,218</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 THIRD QUARTER ENDED 31 DECEMBER 2014

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:

Standards/Amendments	Effective date
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"> • Amendments to MFRS 3 Business Combinations • Amendments to MFRS 8 Operating Segments • Amendments to MFRS 116 Property, Plant and Equipment • Amendments to MFRS 124 Related Party Disclosures • Amendments to MFRS 138 Intangible Assets 	
Annual Improvements to MFRSs 2011 – 2013 Cycle as follow:	1 July 2014
<ul style="list-style-type: none"> • Amendments to MFRS 3 Business Combinations • Amendments to MFRS 13 Fair Value Measurement 	
Amendments to MFRS 119 – Defined Benefit Plans: Employee Contributions	1 July 2014

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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 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'15	FY'14	FY'15	FY'14	FY'15	FY'14	FY'15	FY'14	FY'15	FY'14
Revenue										
Revenue	13,463	15,210	8,380	10,173	13,126	13,292	(154)	(152)	34,815	38,523
Results										
Profit Before Tax	204	1,153	147	247	(94)	266	(12)	29	245	1,695

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.

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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 11% lower as compared with the corresponding quarter in the preceding year. Lower revenue was primarily due to decrease in sales of data print services, cheques, preprinted and stock forms.

The profit before tax for the second quarter was 82% 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 factory overheads.

Commercial Printing

The revenue for the second quarter was 17% lower as compared with the corresponding quarter in the preceding year. This was due to lower sales of exercise books.

The loss before tax for the second quarter was 13% lower than the corresponding quarter in the preceding year. The higher loss was due to the lower revenue.

Flexible Packaging

The revenue for the second quarter was 5% higher as compared with the corresponding quarter in the preceding year. The increase in revenue was due to higher exports.

A loss before tax for the second quarter of RM94,000 was reported as compared to a profit before tax of RM267,000 the corresponding quarter in the preceding year. The weaker result was due to higher depreciation and electricity charges.

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

	Current Qtr Ended 31 Dec 2014 (RM'000)	Preceding Qtr Ended 30 Sep 2014 (RM'000)
Revenue	14,471	10,563
Profit/(loss) Before Tax	717	117

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

B3. Prospects

- a) The Management expects revenue and profitability to weaken in the next financial quarter 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.

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B6. Tax

	Current Quarter Ended 31 Dec'14 RM'000	9 Months Cumulative YTD 31 Dec'14 RM'000
Income tax expense/(credit)	(31)	77

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 RM105,000 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 31 Dec '14 RM'000
Short Term Borrowings – Secured	10,055
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 THIRD QUARTER ENDED 31 DECEMBER 2014

B10. Dividend

No dividend was proposed during the financial year to date.

B11. Earnings Per Share (EPS)

Basic and Diluted Earnings Per Share

FY 2015	Quarter Ended 31 Dec'14	Cumulative 9 Months Ended 31 Dec'14
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	784	213
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	1.91 sen	0.52 sen

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	1,173	1,206
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	2.69 sen	2.94 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

	Current Qtr 31 Dec'14 RM'000	9 Mths to Date 31 Dec'14 RM'000
a) Interest income	0	0
b) Other income (exclude interest income)	53	148
c) Interest expense	184	489
d) Depreciation and amortization	546	1676
e) Provision for and write off of receivables	0	0

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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)	76	26
j) Gain or loss on derivatives	0	0
k) Exceptional items	0	0

B14. Realised and Unrealised Retained Earnings Disclosure

	As at 31/12/14 <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	81,852	81,704
Unrealised Retained Losses	(3,527)	(3,547)
Add Consolidated adjustments	(64,977)	(65,022)
Total Retained Earnings as per Consolidated Accounts	<u>13,348</u>	<u>13,135</u>

By order of the Board

LEE YU JIN
Chief Financial Officer
26 February 2015