

COMPUTER FORMS (MALAYSIA) BHD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2017
(The figures are unaudited)

	FY 2017 Current Qtr Ended 31 Mar 17 (RM'000)	FY 2016 Current Qtr Ended 31 Mar 16 (RM'000)	FY 2017 Current 12 months Cumulative to 31 Mar 17 (RM'000)	FY 2016 Current 12 months Cumulative to 31 Mar 16 (RM'000)
Continuing Operations:				
Revenue	11,238	9,835	46,280	44,134
Cost of Sales	(9,556)	(8,759)	(39,974)	(38,670)
Gross Profit	<u>1,682</u>	<u>1,076</u>	<u>6,306</u>	<u>5,464</u>
Other Income	37	80	177	175
Administrative Expenses	(847)	441	(2,867)	(1,560)
Selling and Marketing Expenses	(564)	(627)	(2,070)	(2,213)
Other Expenses	(420)	(1,734)	(978)	(2,238)
Finance Costs	(136)	(156)	(619)	(643)
Profit/(loss) Before Tax	<u>(248)</u>	<u>(920)</u>	<u>(51)</u>	<u>(1,015)</u>
Income tax expenses	(238)	21	(453)	(144)
Profit/(loss) For The Period	<u>(486)</u>	<u>(899)</u>	<u>(504)</u>	<u>(1,159)</u>
Other Comprehensive Income	0	0	0	0
Total Comprehensive Income For The Period	<u>(486)</u>	<u>(899)</u>	<u>(504)</u>	<u>(1,159)</u>
Profit Attributable to:				
Owners of the parent	(631)	(846)	(933)	(1,193)
Non- Controlling Interest	145	(53)	429	34
	<u>(486)</u>	<u>(899)</u>	<u>(504)</u>	<u>(1,159)</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	(631)	(846)	(933)	(1,193)
Non- Controlling Interest	145	(53)	429	34
	<u>(486)</u>	<u>(899)</u>	<u>(504)</u>	<u>(1,159)</u>
EPS - Basic and Diluted (sen)	(1.54)	(2.06)	(2.28)	(2.91)

(THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016)

COMPUTER FORMS (MALAYSIA) BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2017
(The figures are unaudited)

	As At 31 Mar 17	As At 31 Mar 16
	<u>(RM'000)</u>	<u>(RM'000)</u>
ASSETS		
Non-current assets		
Property, Plant and Equipment	33,063	34,887
Goodwill	1,309	1,309
	<u>34,372</u>	<u>36,196</u>
Current Assets		
Inventories	16,012	14,661
Trade and Other Receivables	16,680	14,884
Tax Recoverable	434	458
Cash and Bank Balances	3,899	5,099
	<u>37,025</u>	<u>35,102</u>
Total Assets	<u>71,397</u>	<u>71,298</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share Capital	41,000	41,000
Retained Earnings	11,087	12,020
	<u>52,087</u>	<u>53,020</u>
Non-Controlling Interest	2,050	1,621
Total Equity	<u>54,137</u>	<u>54,641</u>
Non-Current Liabilities		
Long-Term Borrowings	2,022	2,806
Hire Purchase Creditor	644	964
Deferred Tax	2,049	2,211
Total Non-Current Liabilities	<u>4,715</u>	<u>5,981</u>
Current Liabilities		
Trade and Other Payables	6,733	4,798
Hire Purchase Creditor	476	454
Short-Term Borrowings	5,336	5,424
Taxation		
Total Current Liabilities	<u>12,545</u>	<u>10,676</u>
Total Liabilities	17,260	16,657
Total Equity and Liabilities	<u>71,397</u>	<u>71,298</u>
	-	
Net Asset Per Share (RM)	1.27	1.29

(THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016)

COMPUTER FORMS (MALAYSIA) BERHAD
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE QUARTER ENDED 31 MARCH 2017
 (The figures are unaudited)

	Attributable to Equity Holdings of Parent				Total Equity
	Share Capital	Distributable Retained Earnings	Total	Non- Controlling Interest	
As at 1 April 2015	41,000	13,213	54,213	1,587	55,800
Total Comprehensive Income For The Period		(1,193)	(1,193)	34	(1,159)
As at 31 March 2016	41,000	12,020	53,020	1,621	54,641
As at 1 April 2016	41,000	12,020	53,020	1,621	54,641
Total Comprehensive Income For The Period		(933)	(933)	429	(504)
As at 31 March 2017	41,000	11,087	52,087	2,050	54,137

(THE CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY SHOULD BE READ
 IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016)

COMPUTER FORMS (MALAYSIA) BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
AS AT 31 MARCH 2017
(The figures are unaudited)

	FY 2017 12 months ended 31 Mar 17 (RM'000)	FY 2016 12 months ended 31 Mar 16 (RM'000)
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	(51)	(1,015)
Adjustments for:		
Depreciation	2,246	2,300
Interest Income	-	(2)
Interest Expense	619	643
Impairment of Receivables	162	82
Impairment of Stock	13	12
Derecognition of Fixed Assets	10	-
Other non cash/non operational items	(93)	4
Operating profit before working capital changes	<u>2,906</u>	<u>2,024</u>
Working capital changes:		
Inventories	(1,363)	(493)
Debtors	(1,958)	(1,852)
Creditors	1,956	361
Cash inflows/(outflows) from operations	<u>1,541</u>	<u>40</u>
Tax (paid)/Refunded	(511)	(204)
Interest paid	(619)	(643)
Interest Income		2
Net cash inflows/(outflows) from operating activities	<u>411</u>	<u>(805)</u>
CASHFLOWS FROM INVESTING ACTIVITIES		
Acquisition of Plant, Property and Equipment (PPE)	(433)	(657)
Proceeds from disposal of PPE	12	4
CASHFLOWS FROM FINANCING ACTIVITIES		
Placement of Margin Deposit	(1)	(200.00)
Repayment of long term liabilities	(1,103)	3,497
Proceeds/(Repayment) from short term borrowings	(43)	350
NET (DECREASE)/INCREASE IN CASH & CASH EQUIVALENTS	<u>(1,157)</u>	<u>2,189</u>
CASH & CASH EQUIVALENTS BROUGHT FORWARD	<u>2,471</u>	<u>281</u>
CASH & CASH EQUIVALENTS CARRIED FORWARD	<u><u>1,314</u></u>	<u><u>2,470</u></u>
Cash and Cash Equivalents at end of financial period		
comprise of the following:		
	As At 31 Mar 17 (RM'000)	As At 31 Mar 16 (RM'000)
Cash and Bank Balances	3,899	5,099
Fixed Deposit Pledged with licenced banks	(226)	(225)
Bank Overdrafts (included within Short Term Borrowings)	(2,359)	(2,404)
	<u><u>1,314</u></u>	<u><u>2,470</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 2016)

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2017

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 2016. 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 2016 except as follows:

On 1 April 2016, the Group and the Company adopted the Amendments to published standards mandatory for annual financial periods beginning on or after 1 April 2016:

Amendments

Annual Improvements to MFRSs 2010 – 2012 Cycle as follows:

- 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:

- Amendments to MFRS 3 Business Combinations
- Amendments to MFRS 13 Fair Value Measurement

The adoption of the above Amendments do not have any material effect on the financial statements of the Group and the Company.

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
Annual Improvements to MFRs 2012 – 2014 Cycle as follows:	1 January 2016
• Amendments to MFRS 7 Financial Instruments : Disclosures	

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2017

• Amendments to MFRS 134	Interim Financial Reporting	
Amendments to MFRS 101 – Disclosure Initiative		1 January 2016
Amendments to MFRS 116 and MFRS 138 – Clarification of Acceptable methods of Depreciation and Amortisation		1 January 2016
Amendments to MFRS 107 – Disclosure Initiative		1 January 2017
Amendments to MFRS 112 – Recognition of Deferred Tax Assets for Unrealised Losses		1 January 2017
MFRS 15 – Revenue from Contracts with Customers		1 January 2018
MFRS 9 – Financial Instruments (IFRS 9 as issued by IASB in July 2014) and mandatory effective date of MFRS 9 and transition Disclosures		1 January 2018
MFRS 16 – Leases		1 January 2019

The initial adoption of the new MFRSs and Amendments do not have any material effect on the financial statements except for MFRS 9 and MFRS 16. Due to the complexity of these standards and their requirements, the financial effects of their adoption are still being assessed by the Group and the Company.

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.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2017

A6. Dividends Paid

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

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'17	FY'16	FY'17	FY'16	FY'17	FY'16	FY'17	FY'16	FY'17	FY'16
Revenue										
Revenue	21,420	18,627	7,729	8,628	17,447	17,191	(316)	(312)	46,280	44,134
Results										
Profit Before Tax	1,072	288	(1,452)	(804)	82	(604)	247	105	(51)	(1,015)

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
FOR THE FOURTH QUARTER ENDED 31 MARCH 2017

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 fourth quarter of RM5.4 million was 22% higher as compared with the corresponding quarter in the preceding year. Higher revenue was primarily due to increase in sales of data print services.

A profit before tax for the fourth quarter of RM231,000 was reported as compared to a loss before tax of RM372,000 the corresponding quarter in the preceding year. The increase in profit before tax was due to the higher revenue.

Commercial Printing

The revenue for the fourth quarter of RM0.9 million was 18% 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 fourth quarter of RM0.8 million was 73% higher than the corresponding quarter in the preceding year. The higher loss was due to lower revenue, the higher utilisation of raw materials as well as a RM162,000 impairment of receivables.

Flexible Packaging

The revenue for the fourth quarter of RM4.9 million was 12% higher as compared with the corresponding quarter in the preceding year. The increase in revenue was due to an increase in exports.

A profit before tax for the fourth quarter of RM303,000 was reported as compared to a loss of RM99,000 the corresponding quarter in the preceding year. The stronger performance this quarter was due to the higher revenue as well as lower raw material utilization resulting from higher efficiency.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2017

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

	Current Qtr Ended 31 Mar 2017 (RM'000)	Preceding Qtr Ended 31 Dec 2016 (RM'000)
Revenue	11,238	15,340
Profit/(loss) Before Tax	(248)	1,301

Revenue was lower this quarter due to the end of the seasonal sales of exercise books. The loss reported this quarter was due to the lower revenue.

B3. Prospects

- a) The Management expects performance of both the revenue and profitability of the Group for the next financial year to improve with the expected growth in exports in the flexible packaging segment.
- 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
FOR THE FOURTH QUARTER ENDED 31 MARCH 2017

B6. Tax

	Current Quarter Ended 31 Mar'17 RM'000	12 Months Cumulative YTD 31 Mar'17 RM'000
Income tax expense/(credit)	238	453

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

- a) Profit before tax reported by a group company amounting to RM1.3 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 31 Mar '17 RM'000
Short Term Borrowings – Secured	5,336
Long Term Borrowing – Secured	2,022

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

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2017

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.

B11. Earnings Per Share (EPS)

Basic and Diluted Earnings Per Share

FY 2017	Quarter Ended 31 Mar'17	Cumulative 12 Months Ended 31 Mar'17
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	(631)	(933)
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	(1.54) sen	(2.28) sen
FY 2016	Quarter Ended 31 Mar'16	Cumulative 12 Months Ended 31 Mar'17
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	(846)	(1,193)
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	(2.06) sen	(2.91) 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 2016.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2017

B13. Notes to the Comprehensive Income Statement

	Current Qtr 31 Mar'17 RM'000	12 Mths to Date 31 Mar'17 RM'000
a) Interest income	0	0
b) Other income (exclude interest income)	37	177
c) Interest expense	136	619
d) Depreciation and amortization	556	2,246
e) Provision for and write off of receivables	162	162
f) Provision for and write off of inventories	13	13
g) Gain and loss on disposal of quoted and unquoted investments or properties	0	0
h) Impairment of assets	10	10
i) Foreign exchange (gain)/loss	(11)	(71)
j) Gain or loss on derivatives	0	0
k) Exceptional items	0	0

B14. Realised and Unrealised Retained Earnings Disclosure

	As at 31/03/17 <u>RM'000</u>	As at 31/03/16 <u>RM'000</u>
Total retained profits of the Company and its subsidiaries:		
Realised Retained Earnings	122,001	122,944
Unrealised Retained Losses	(2,049)	(2,218)
Add Consolidated adjustments	(108,865)	(108,706)
Total Retained Earnings as per Consolidated Accounts	<u>11,087</u>	<u>12,020</u>

By order of the Board

LEE YU JIN
Chief Financial Officer
26 May 2017