

COMPUTER FORMS (MALAYSIA) BHD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 SEPTEMBER 2019
(The figures are unaudited)

	FY 2020 Current Qtr Ended 30 Sep 19	FY 2019 Corresponding Qtr Ended 30 Sep 18	FY 2020 Current 6 months Cumulative to 30 Sep 19 (RM'000)	FY 2019 Corresponding 6 months Cumulative to 30 Sep 18 (RM'000)
	<u>(RM'000)</u>	<u>(RM'000)</u>	<u>(RM'000)</u>	<u>(RM'000)</u>
Continuing Operations:				
Revenue	7,400	9,403	14,686	18,147
Cost of Sales	(6,368)	(9,562)	(13,086)	(17,790)
Gross Profit	<u>1,032</u>	<u>(159)</u>	<u>1,600</u>	<u>357</u>
Other Income	94	26	200	113
Administrative Expenses	(695)	(675)	(1,426)	(1,333)
Selling and Marketing Expenses	(394)	(433)	(769)	(889)
Other Expenses	(150)	(601)	(291)	(741)
Finance Costs	(96)	(104)	(207)	(245)
Profit/(loss) Before Tax	<u>(209)</u>	<u>(1,946)</u>	<u>(893)</u>	<u>(2,738)</u>
Income tax expenses	-	(5.00)	0	(5)
Profit/(loss) For The Period	<u>(209)</u>	<u>(1,951)</u>	<u>(893)</u>	<u>(2,743)</u>
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income For The Period	<u>(209)</u>	<u>(1,951)</u>	<u>(893)</u>	<u>(2,743)</u>
Profit Attributable to:				
Owners of the parent	(201)	(1,956)	(819)	(2,751)
Non- Controlling Interest	(8)	5	(74)	8
	<u>(209)</u>	<u>(1,951)</u>	<u>(893)</u>	<u>(2,743)</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	(201)	(1,956)	(819)	(2,751)
Non- Controlling Interest	(8)	5	(74)	8
	<u>(209)</u>	<u>(1,951)</u>	<u>(893)</u>	<u>(2,743)</u>
EPS - Basic and Diluted (sen)	(0.49)	(4.77)	(2.00)	(6.71)

(THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019)

COMPUTER FORMS (MALAYSIA) BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2019
(The figures are unaudited)

	As At 30 Sep 19	As At 31 Mar 19
	<u>(RM'000)</u>	<u>(RM'000)</u>
ASSETS		
Non-current assets		
Property, Plant and Equipment	29,676	30,061
Goodwill	393	393
	<u>30,069</u>	<u>30,454</u>
Current Assets		
Inventories	11,078	9,561
Trade and Other Receivables	8,550	10,159
Tax Recoverable	740	522
Cash and Bank Balances	9,405	11,209
	<u>29,773</u>	<u>31,451</u>
Total Assets	<u>59,842</u>	<u>61,905</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share Capital	41,000	41,000
Retained Earnings	4,715	5,534
	<u>45,715</u>	<u>46,534</u>
Non-Controlling Interest	2,225	2,299
Total Equity	<u>47,940</u>	<u>48,833</u>
Non-Current Liabilities		
Long-Term Borrowings	-	295
Hire Purchase Creditor	52	60
Deferred Tax	1,970	1,970
Total Non-Current Liabilities	<u>2,022</u>	<u>2,325</u>
Current Liabilities		
Trade and Other Payables	2,813	3,691
Hire Purchase Creditor	27	125
Short-Term Borrowings	7,040	6,931
Taxation	-	-
Total Current Liabilities	<u>9,880</u>	<u>10,747</u>
Total Liabilities	11,902	13,072
Total Equity and Liabilities	<u>59,842</u>	<u>61,905</u>
Net Asset Per Share (RM)	1.12	1.13

(THE CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019)

COMPUTER FORMS (MALAYSIA) BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 SEPTEMBER 2019
(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 2018	41,000	8,442	49,442	2,284	51,726
Total Comprehensive Income For The Period		(2,751)	(2,751)	8	(2,743)
At 30 September 2018	41,000	5,691	46,691	2,292	48,983
As at 1 April 2019	41,000	5,534	46,534	2,299	48,833
Total Comprehensive Income For The Period		(819)	(819)	(74)	(893)
At 30 September 2019	41,000	4,715	45,715	2,225	47,940

(THE CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY SHOULD BE READ
IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019)

COMPUTER FORMS (MALAYSIA) BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
AS AT 30 SEPTEMBER 2019
(The figures are unaudited)

	FY 2020 6 months ended 30 Sep 19 <u>(RM'000)</u>	FY 2019 6 months ended 30 Sep 18 <u>(RM'000)</u>
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	(893)	(2,738)
Adjustments for:		
Depreciation	685	754
Interest Income	(82)	(39)
Interest Expense	207	245
Other non cash/non operational items	(66)	(17)
Operating profit before working capital changes	<u>(149)</u>	<u>(1,795)</u>
Working capital changes:		
Inventories	(1,517)	740
Debtors	1,610	2,529
Creditors	(974)	(2,319)
Cash inflows/(outflows) from operations	<u>(1,030)</u>	<u>(845)</u>
Tax (paid)/Refunded	(219)	(259)
Interest paid	(207)	(245)
Interest Income	82	39
Net cash inflows/(outflows) from operating activities	<u>(1,374)</u>	<u>(1,310)</u>
CASHFLOWS FROM INVESTING ACTIVITIES		
Acquisition of Plant, Property and Equipment (PPE)	(300)	(218)
Proceeds from disposal of PPE	66	17.00
CASHFLOWS FROM FINANCING ACTIVITIES		
Repayment of long term liabilities	(303)	(501)
Proceeds/(Repayment) from short term borrowings	(52)	1,366
Movement of margin deposits	(209)	1,027.84
NET (DECREASE)/INCREASE IN CASH & CASH EQUIVALENTS	<u>(2,172)</u>	<u>382</u>
CASH & CASH EQUIVALENTS BROUGHT FORWARD	7,505	5,111
CASH & CASH EQUIVALENTS CARRIED FORWARD	<u><u>5,333</u></u>	<u><u>5,493</u></u>
Cash and Cash Equivalents at end of financial period comprise of the following:		
	As At 30 Sep 19 <u>(RM'000)</u>	As At 30 Sep 18 <u>(RM'000)</u>
Cash and Bank Balances	9,405	8,652
Fixed Deposit Pledged with licenced banks	(1,304)	(460)
Bank Overdrafts (included within Short Term Borrowings)	(2,768)	(2,699)
	<u><u>5,333</u></u>	<u><u>5,493</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 2019)**

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019

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 2019. 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 2019.

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

Standards/IC Interpretations/Amendments	Effective Date
Amendments to MFRS 3 – Business Combinations	1 January 2020
Amendments to MFRS 134 – Interim Financial Reporting	1 January 2020
Amendments to MFRS 101 – Definition of Material	1 January 2020
Amendments to MFRS 108 – Definition of Material	1 January 2020
Amendments to MFRS 137 – Definition of Material	1 January 2020
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020

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.

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.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019

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.

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'20	FY'19	FY'20	FY'19	FY'20	FY'19	FY'20	FY'19	FY'20	FY'19
Revenue Revenue	7,281	8,047	551	2,093	6,886	8,036	(32)	(29)	14,686	18,147
Results Profit Before Tax	(659)	(456)	42	(2,038)	(303)	(372)	27	128	(893)	(2,738)

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.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019

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 FIRST QUARTER ENDED 30 SEPTEMBER 2019

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 second quarter of RM3.5 million was 12% lower as compared with the corresponding quarter in the preceding year. The lower revenue was primarily due to a decrease in sales of data print services.

A loss before tax for the second quarter of RM202,000 was reported as compared to a loss before tax of RM208,000 the corresponding quarter in the preceding year. A similar loss was reported despite the lower revenue which was the result of higher margins reported from business forms operations.

Commercial Printing

The revenue for the second quarter of RM0.3 million was 82% lower as compared with the corresponding quarter in the preceding year. This was due to lower sales from the trading of paper.

A profit before tax for the second quarter of RM3,000 was reported as compared to a loss before tax of RM1.75 million the corresponding quarter in the preceding year. The loss reported in the corresponding quarter in the preceding year was due to retrenchment payments amounting to RM1.2 million relating to the cessation of the exercise book business.

Flexible Packaging

The revenue for the second quarter of RM3.6 million was 6% lower as compared with the corresponding quarter in the preceding year. The decrease in revenue was due to lower export sales.

A loss before tax for the second quarter of RM16,000 was reported as compared to loss before tax of RM47,000 the corresponding quarter in the preceding year. The lower loss was due to lower raw material utilisation and lower production labour costs.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019

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

	Current Qtr Ended 30 Sep 2019 (RM'000)	Preceding Qtr Ended 30 Jun 2019 (RM'000)
Revenue	7,399	7,286
Profit/(loss) Before Tax	(209)	(684)

The higher revenue this current quarter was primarily due to higher sales of print packaging. The lower losses in the current quarter was due to the business forms and data print services segments benefiting from both lower raw material utilisations and factory overheads.

B3. Prospects

- a) The Management expects performance to remain sluggish in view of the competitive market and challenging economic environment.
- 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 FIRST QUARTER ENDED 30 SEPTEMBER 2019

B6. Tax

	Current Quarter Ended 30 Sep'19 RM'000	6 Months Cumulative YTD 30 Sep'19 RM'000
Income tax expense/(credit)	0	0

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 Sep '19 RM'000
Short Term Borrowings – Secured	7,040
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.

B10. Dividend

No dividend was proposed during the financial year to date.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019

B11. Earnings Per Share (EPS)

Basic and Diluted Earnings Per Share

FY 2020	Quarter Ended 30 Sep'19	Cumulative 6 Months Ended 30 Sep '19
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	(201)	(819)
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	(0.49) sen	(2.0) sen
FY 2019	Quarter Ended 30 Sep'18	Cumulative 6 Months Ended 30 Sep'18
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	(1,956)	(2,751)
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	(4.77) sen	(6.71) 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 2019.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019

B13. Notes to the Comprehensive Income Statement

	Current Qtr 30 Sep'19 RM'000	6 Mths to Date 30 Sep'19 RM'000
a) Interest income	37	82
b) Other income (exclude interest income)	57	118
c) Interest expense	96	207
d) Depreciation and amortization	341	685
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	0	(11)
j) Gain or loss on derivatives	0	0
k) Exceptional items	0	0

By order of the Board

LEE YU JIN
Chief Financial Officer
26 November 2019