

COMPUTER FORMS (MALAYSIA) BHD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2020
(The figures are unaudited)

	FY 2020 Current Qtr Ended 31 Mar'20	FY 2019 Corresponding Qtr Ended 31 Mar'19	FY 2020 Current 12 months Cumulative to 31 Mar'20 (RM'000)	FY 2019 Corresponding 12 months Cumulative to 31 Mar'19 (RM'000)
	<u>(RM'000)</u>	<u>(RM'000)</u>	<u>(RM'000)</u>	<u>(RM'000)</u>
Continuing Operations:				
Revenue	7,960	8,441	30,815	34,964
Cost of Sales	(7,027)	(7,663)	(27,906)	(33,250)
Gross Profit	<u>933</u>	<u>778</u>	<u>2,909</u>	<u>1,714</u>
Other Income	149	389	528	1,252
Administrative Expenses	(545)	425	(2,638)	(1,808)
Selling and Marketing Expenses	(364)	(522)	(1,559)	(1,815)
Other Expenses	(269)	(1,307)	(709)	(1,753)
Finance Costs	(74)	(101)	(364)	(486)
Profit/(loss) Before Tax	<u>(170)</u>	<u>(338)</u>	<u>(1,833)</u>	<u>(2,896)</u>
Income tax expenses	(105)	3	(105)	3
Profit/(loss) For The Period	<u>(275)</u>	<u>(335)</u>	<u>(1,938)</u>	<u>(2,893)</u>
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income For The Period	<u>(275)</u>	<u>(335)</u>	<u>(1,938)</u>	<u>(2,893)</u>
Profit Attributable to:				
Owners of the parent	(308)	(364)	(1,899)	(2,908)
Non- Controlling Interest	33	29	(39)	15
	<u>(275)</u>	<u>(335)</u>	<u>(1,938)</u>	<u>(2,893)</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	(308)	(364)	(1,899)	(2,908)
Non- Controlling Interest	33	29	(39)	15
	<u>(275)</u>	<u>(335)</u>	<u>(1,938)</u>	<u>(2,893)</u>
EPS - Basic and Diluted (sen)	(0.75)	(0.89)	(4.63)	(7.09)

(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 31 MARCH 2020
(The figures are unaudited)

	As At 31 Mar'20	As At 31 Mar'19
	<u>(RM'000)</u>	<u>(RM'000)</u>
ASSETS		
Non-current assets		
Property, Plant and Equipment	29,876	30,061
Goodwill	393	393
Right to Use Lease Asset at Costs	39	-
	<u>30,308</u>	<u>30,454</u>
Current Assets		
Inventories	10,628	9,561
Trade and Other Receivables	11,122	10,159
Tax Recoverable	143	522
Cash and Bank Balances	5,951	11,209
	<u>27,844</u>	<u>31,451</u>
Total Assets	<u>58,152</u>	<u>61,905</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share Capital	41,000	41,000
Retained Earnings	3,635	5,534
	<u>44,635</u>	<u>46,534</u>
Non-Controlling Interest	2,260	2,299
Total Equity	<u>46,895</u>	<u>48,833</u>
Non-Current Liabilities		
Long-Term Borrowings	-	295
Hire Purchase Creditor	21	60
Deferred Tax	1,940	1,970
Lease Liability	40	-
Total Non-Current Liabilities	<u>2,001</u>	<u>2,325</u>
Current Liabilities		
Trade and Other Payables	3,702	3,691
Hire Purchase Creditor	39	125
Short-Term Borrowings	5,515	6,931
Taxation	-	-
Total Current Liabilities	<u>9,256</u>	<u>10,747</u>
Total Liabilities	<u>11,257</u>	<u>13,072</u>
Total Equity and Liabilities	<u>58,152</u>	<u>61,905</u>
	-	-
Net Asset Per Share (RM)	1.09	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 31 MARCH 2020
(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		(2,908)	(2,908)	15	(2,893)
At 31 March 2019	41,000	5,534	46,534	2,299	48,833
As at 1 April 2019	41,000	5,534	46,534	2,299	48,833
Total Comprehensive Income For The Period		(1,899)	(1,899)	(39)	(1,938)
At 31 March 2020	41,000	3,635	44,635	2,260	46,895

(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 31 MARCH 2020
(The figures are unaudited)

	FY 2020 12 months ended 31 Mar 20 (RM'000)	FY 2019 12 months ended 31 Mar 19 (RM'000)
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	(1,833)	(2,896)
Adjustments for:		
Depreciation	1,340	1,540
Interest Income	(138)	(65)
Interest Expense	364	486
Other non cash/non operational items	(64)	(962)
Operating profit before working capital changes	<u>(331)</u>	<u>(1,897)</u>
Working capital changes:		
Inventories	(1,067)	1,742
Debtors	(964)	3,978
Creditors	(75)	(1,868)
Cash inflows/(outflows) from operations	<u>(2,437)</u>	<u>1,955</u>
Tax (paid)/Refunded	243	213
Interest paid	(364)	(486)
Interest Income	138	65
Net cash inflows/(outflows) from operating activities	<u>(2,420)</u>	<u>1,747</u>
CASHFLOWS FROM INVESTING ACTIVITIES		
Acquisition of Plant, Property and Equipment (PPE)	(1,156)	(305)
Proceeds from disposal of PPE	66	1,459
CASHFLOWS FROM FINANCING ACTIVITIES		
Repayment of long term liabilities	(333)	(1,272)
Proceeds/(Repayment) from short term borrowings	(1,212)	385
Movement of margin deposits	7	393
NET (DECREASE)/INCREASE IN CASH & CASH EQUIVALENTS	<u>(5,048)</u>	<u>2,407</u>
EXCHANGE RATE EFFECTS ON CASH & CASH EQUIVALENTS		(13)
CASH & CASH EQUIVALENTS BROUGHT FORWARD	7,505	5,111
CASH & CASH EQUIVALENTS CARRIED FORWARD	<u><u>2,457</u></u>	<u><u>7,505</u></u>
Cash and Cash Equivalents at end of financial period		
comprise of the following:		
	As At 31 Mar 20 (RM'000)	As At 31 Mar 19 (RM'000)
Cash and Bank Balances	5,951	11,209
Less Fixed Deposit Pledged to Bank	(1,088)	(1,095)
Bank Overdrafts (included within Short Term Borrowings)	(2,406)	(2,609)
	<u><u>2,457</u></u>	<u><u>7,505</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 FOURTH QUARTER ENDED 31 MARCH 2020

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 except for the adoption of the followings that are effective for this financial year :

MFRS 16 - Leases

IC Interpretations 23 - Uncertainty over income tax treatment

Amendments to MFRS 9 Prepayment features with negative compensation

Annual Improvements to MFRS standards 2015-2017 cycle

The adoption of the above standard, IC interpretations and amendments do not have any material financial impact to the Group's financial statements.

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 7 – Interest Rate Benchmark Reform	1 January 2020
Amendments to MFRS 9 – Interest Rate Benchmark Reform	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 139 – Interest Rate Benchmark Reform	1 January 2020
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
Annual Improvements to MFRS Standards 2018 – 2020 Cycle: Amendments to MFRS 9 – Financial Instruments	1 January 2022

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Amendments to MFRS 101 – Classification of Liabilities as Current or
Non-current 1 January 2022

Amendments to MFRS 137 – Onerous Contracts-Cost of Fulfilling a
Contract 1 January 2022

The initial adoption of the new Amendments to MFRSs do not have any material effect on the financial statements.

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.

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
FOR THE FOURTH QUARTER ENDED 31 MARCH 2020

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	14,466	16,195	1,183	2,601	15,293	16,255	(127)	(87)	30,815	34,964
Results										
Profit Before Tax	(1,417)	(784)	63	(1,369)	(521)	(868)	42	125	(1,833)	(2,896)

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 were 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 2020

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 RM3.5 million was 15% lower as compared with the corresponding quarter in the preceding year. The lower revenue was primarily due to a decrease in sales of stock forms and business forms. The Movement Control Order (MCO) also adversely affected sales in March 2020.

A loss before tax for the fourth quarter of RM66,000 was reported as compared to a loss before tax of RM156,000 the corresponding quarter in the preceding year. The lower loss reported in the current quarter was due to lower labour costs as the result of an early retirement scheme undertaken by the business segment in the third quarter of the financial year.

Commercial Printing

The revenue for the fourth quarter of RM0.2 million was 31% lower as compared with the corresponding quarter in the preceding year. This was due to lower sales from the trading of paper.

A loss before tax for the fourth quarter of RM55,000 was report as compared to a profit before tax of RM134,000 the corresponding quarter in the preceding year. The higher profit in the corresponding quarter in the preceding year was due to one off gains of RM0.28 million from sale of machinery.

Flexible Packaging

The revenue for the fourth quarter of RM4.2 million was 5% higher as compared with the corresponding quarter in the preceding year. The increase in revenue was due to higher export sales.

A loss before tax for the fourth quarter of RM68,000 was reported as compared to loss before tax of RM0.3 million the corresponding quarter in the preceding year. The lower loss in the current quarter was due to lower raw material utilization.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2020

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

	Current Qtr Ended 31 Mar 2020 (RM'000)	Preceding Qtr Ended 31 Dec 2019 (RM'000)
Revenue	7,960	8,169
Profit/(loss) Before Tax	(170)	(770)

The lower revenue this current quarter was primarily due to lower sales reported from the commercial printing segment. The higher losses in the preceding quarter was due to the early retirement scheme implemented in business forms and data print services segment costing RM0.68 million.

B3. Prospects

- a) The Management expects performance in the next financial year to remain sluggish in view of the weaker demand and challenging economic environment caused by the COVID-19 pandemic.
- 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 2020

B6. Tax

	Current Quarter Ended 31 Dec'19 RM'000	12 Months Cumulative YTD 31 Dec'19 RM'000
Income tax expense/(credit)	105	105

The income tax expense this quarter was primarily due to deferred taxation expenses.

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 '20 RM'000
Short Term Borrowings – Secured	5,554
Long Term Borrowing – Secured	21

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 FOURTH QUARTER ENDED 31 MARCH 2020

B11. Earnings Per Share (EPS)

Basic and Diluted Earnings Per Share

FY 2020	Quarter Ended 31 Mar'20	Cumulative 12 Months Ended 31 Mar '20
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	(308)	(1,899)
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	(0.75) sen	(4.63) sen

FY 2019	Quarter Ended 31 Mar'19	Cumulative 12 Months Ended 31 Mar'19
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	(364)	(2,908)
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	(0.89) sen	(7.09) 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 FOURTH QUARTER ENDED 31 MARCH 2020

B13. Notes to the Comprehensive Income Statement

	Current Qtr 31 Mar'20 RM'000	12 Mths to Date 31 Mar'20 RM'000
a) Interest income	24	138
b) Other income (exclude interest income)	99	389
c) Interest expense	83	290
d) Depreciation and amortization	313	1,340
e) Provision for and write off of receivables	101	101
f) Provision for and write off of inventories	38	38
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	7	(2)
j) Gain or loss on derivatives	0	0
k) Exceptional items	0	0

By order of the Board

LEE YU JIN
Chief Financial Officer
24 June 2020