

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

	FY 2021 Current Qtr Ended 31 Dec'20 (RM'000)	FY 2020 Corresponding Qtr Ended 30 Dec'19 (RM'000)	FY 2021 Current 9 months Cumulative to 31 Dec'20 (RM'000)	FY 2020 Corresponding 9 months Cumulative to 30 Dec'19 (RM'000)
Continuing Operations:				
Revenue	7,550	8,169	21,515	22,855
Cost of Sales	(6,533)	(7,793)	(18,383)	(20,879)
Gross Profit	<u>1,017</u>	<u>376</u>	<u>3,132</u>	<u>1,976</u>
Other Income	162	179	234	379
Administrative Expenses	(563)	(668)	(1,687)	(2,093)
Selling and Marketing Expenses	(334)	(426)	(989)	(1,195)
Other Expenses	(157)	(148)	(411)	(440)
Finance Costs	(53)	(83)	(190)	(290)
Profit/(loss) Before Tax	<u>72</u>	<u>(770)</u>	<u>89</u>	<u>(1,663)</u>
Income tax expenses	-	-	-	-
Profit/(loss) For The Period	<u><u>72</u></u>	<u><u>(770)</u></u>	<u><u>89</u></u>	<u><u>(1,663)</u></u>
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income For The Period	<u><u>72</u></u>	<u><u>(770)</u></u>	<u><u>89</u></u>	<u><u>(1,663)</u></u>
Profit Attributable to:				
Owners of the parent	114	(773)	148	(1,592)
Non- Controlling Interest	(42)	3	(59)	(71)
	<u><u>72</u></u>	<u><u>(770)</u></u>	<u><u>89</u></u>	<u><u>(1,663)</u></u>
Total Comprehensive Income Attributable to:				
Owners of the parent	114	(773)	148	(1,592)
Non- Controlling Interest	(42)	3	(59)	(71)
	<u><u>72</u></u>	<u><u>(770)</u></u>	<u><u>89</u></u>	<u><u>(1,663)</u></u>
EPS - Basic and Diluted (sen)	0.28	(1.89)	0.36	(3.88)

(THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020)

COMPUTER FORMS (MALAYSIA) BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020
(The figures are unaudited)

	As At 31 Dec'20	As At 31 Mar'20
	<u>(RM'000)</u>	<u>(RM'000)</u>
ASSETS		
Non-current assets		
Property, Plant and Equipment	30,348	29,876
Goodwill	393	393
Right to Use Lease Asset at Costs	-	39.00
	<u>30,741</u>	<u>30,308</u>
Current Assets		
Inventories	8,989	10,628
Trade and Other Receivables	10,726	11,451
Tax Recoverable	293	205
Cash and Bank Balances	6,370	5,951
	<u>26,378</u>	<u>28,235</u>
Total Assets	<u>57,119</u>	<u>58,543</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share Capital	41,000	41,000
Retained Earnings	3,783	3,635
	<u>44,783</u>	<u>44,635</u>
Non-Controlling Interest	2,202	2,261
Total Equity	<u>46,985</u>	<u>46,896</u>
Non-Current Liabilities		
Long-Term Borrowings	-	-
Deferred Tax	1,940	1,940
Lease Liability	12	20
Total Non-Current Liabilities	<u>1,952</u>	<u>1,960</u>
Current Liabilities		
Trade and Other Payables	2,386	4,031
Lease Liability	19	80
Short-Term Borrowings	5,777	5,515
Taxation	-	61
Total Current Liabilities	<u>8,182</u>	<u>9,687</u>
Total Liabilities	10,134	11,647
Total Equity and Liabilities	<u>57,119</u>	<u>58,543</u>
	-	
Net Asset Per Share (RM)	1.09	1.09

(THE CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020)

COMPUTER FORMS (MALAYSIA) BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 DECEMBER 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 2019	41,000	5,534	46,534	2,299	48,833
Total Comprehensive Income For The Period		(1,592)	(1,592)	(71)	(1,663)
At 31 December 2019	41,000	3,942	44,942	2,228	47,170
As at 1 April 2020	41,000	3,635	44,635	2,261	46,896
Total Comprehensive Income For The Period		148	148	(59)	89
At 31 December 2020	41,000	3,783	44,783	2,202	46,985

**(THE CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY SHOULD BE READ
IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020)**

COMPUTER FORMS (MALAYSIA) BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
AS AT 31 DECEMBER 2020
(The figures are unaudited)

	FY 2021 9 months ended 31 Dec'20 (RM'000)	FY 2020 9 months ended 30 Dec'19 (RM'000)
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	89	(1,663)
Adjustments for:		
Depreciation	972	1,027
Interest Income	(37)	(114)
Interest Expense	190	290
Other non cash/non operational items	1	(66)
Operating profit before working capital changes	<u>1,215</u>	<u>(526)</u>
Working capital changes:		
Inventories	1,640	(1,167)
Debtors	725	591
Creditors	(1,644)	(614)
Cash inflows/(outflows) from operations	<u>1,936</u>	<u>(1,716)</u>
Tax (paid)/Refunded	(151)	(255)
Interest paid	(190)	(290)
Interest Income	37	114
Net cash inflows/(outflows) from operating activities	<u>1,632</u>	<u>(2,147)</u>
CASHFLOWS FROM INVESTING ACTIVITIES		
Acquisition of plant, property and equipment ("PPE")	(1,405)	(1,153)
Proceeds from disposal of PPE	-	66
CASHFLOWS FROM FINANCING ACTIVITIES		
Repayment of long term liabilities	(70)	(307)
Proceeds/(repayment) from short term borrowings	(166)	(1,073)
Movement of margin deposits	64	(109)
NET (DECREASE)/INCREASE IN CASH & CASH EQUIVALENTS	<u>55</u>	<u>(4,723)</u>
CASH & CASH EQUIVALENTS BROUGHT FORWARD	2,457	7,505
CASH & CASH EQUIVALENTS CARRIED FORWARD	<u><u>2,512</u></u>	<u><u>2,782</u></u>
Cash and Cash Equivalents at end of financial period		
comprise of the following:		
	As At 31 Dec'20 (RM'000)	As At 31 Dec '19 (RM'000)
Cash and Bank Balances	6,370	6,693
Less Fixed Deposit Pledged to Bank	(1,024)	(1,204)
Bank Overdrafts (included within Short Term Borrowings)	(2,834)	(2,707)
	<u><u>2,512</u></u>	<u><u>2,782</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 2020)

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 31 DECEMBER 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 2020. 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 2020 except for the adoption of the followings that are effective for this financial year :

Standards/IC Interpretations/Amendments	Effective Date
Amendments to MFRS 3 – Definition of a Business	1 January 2020
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 137 – 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
Amendments to MFRS 16 – Covid 16 – Related Rent Concessions	1 June 2020

The adoption of the above standards, 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.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
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Standards/IC Interpretations/Amendments	Effective Date
Amendments to MFRS 9, MFRS 139, MRFS 7, MRFS 4, MRFS 16 - Interest Rate Benchmark Reform – Phase 2	1 January 2021
Annual Improvements to MFRS Standards 2018 – 2020 Cycle: Amendments to MFRS 9 – Financial Instruments	1 January 2022
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
Amendments to MFRS 116 – Proceeds Before Intended Use	1 January 2022
Amendments to MFRS 3 – Reference to Conceptual Framework	1 January 2022
Amendments to MFRS 101 – Classifications of Liabilities as Current Or Non-current	1 January 2023

The adoption of the above new MFRS and amendments are not expected to have any material financial impact to the Group's 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.

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

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'21	FY'20	FY'21	FY'20	FY'22	FY'20	FY'21	FY'20	FY'21	FY'20
Revenue Revenue	9,418	10,921	909	980	11,356	11,043	(148)	(89)	21,515	22,855
Results Profit Before Tax	281	(1,351)	12	118	(158)	(453)	(46)	23	89	(1,663)

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.

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

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 SECOND QUARTER ENDED 31 DECEMBER 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 third quarter of RM3.3 million was 9% lower as compared with the corresponding quarter in the preceding year. The lower revenue was primarily due to lower demand for cheque books and statement printing.

A profit before tax for the third quarter of RM52,000 was reported as compared to a loss before tax of RM692,000 the corresponding quarter in the preceding year. The loss reported in the preceding year was due to an early retirement scheme undertaken in the quarter that costs RM0.7 million.

Commercial Printing

The revenue for the third quarter of RM340,000 was 21% lower as compared with the corresponding quarter in the preceding year. This was due to lower sales of paper products and general printing.

A profit before tax for the third quarter of RM56,000 was reported as compared to profit before tax of RM76,000 the corresponding quarter in the preceding year. The lower profit before tax in the current quarter was due to the lower sales as well as higher raw material utilisation.

Flexible Packaging

The revenue for the third quarter of RM4.0 million was 4% 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 third quarter of RM14,000 was reported as compared to a loss before tax of RM150,000 the corresponding quarter in the preceding year. The lower loss in the current quarter was due to lower raw material utilisation.

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

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

	Current Qtr Ended 31 Dec 2020 (RM'000)	Preceding Qtr Ended 30 Sep 2020 (RM'000)
Revenue	7,550	7,179
Profit/(loss) Before Tax	72	(27)

The higher revenue this current quarter was primarily due to stronger sales from the flexible packaging business segment. The profit in the current quarter was due to reduced losses reported by the flexible packaging business segment.

B3. Prospects

- a) The Management expects performance in the remaining quarters of the 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 SECOND QUARTER ENDED 31 DECEMBER 2020

B6. Tax

	Current Quarter Ended 31 Dec'20 RM'000	9 Months Cumulative YTD 31 Dec'20 RM'000
Income tax expense/(credit)	0	0

No income tax expense was incurred in the current quarter due to unutilised tax losses carried forward from prior years.

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'20 RM'000
Short Term Borrowings – Secured	5,777
Long Term Borrowing – Secured	12

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 SECOND QUARTER ENDED 31 DECEMBER 2020

B10. Dividend

No dividend was proposed during the financial year to date.

B11. Earnings Per Share (EPS)

Basic and Diluted Earnings Per Share

FY 2021	Quarter Ended 31 Dec'20	Cumulative 9 Months Ended 31 Dec'20
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	114	148
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	0.28 sen	0.36 sen
FY 2020	Quarter Ended 31 Dec'19	Cumulative 9 Months Ended 31 Dec'19
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	(773)	(1,592)
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	(1.89) sen	(3.88) 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 2020.

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

B13. Notes to the Comprehensive Income Statement

	Current Qtr 31 Dec'20 RM'000	9 Mths to Date 31 Dec'20 RM'000
a) Interest income	14	37
b) Other income (exclude interest income)	149	197
c) Interest expense	53	190
d) Depreciation and amortization	310	972
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	20	10
j) Gain or loss on derivatives	0	0
k) Exceptional items	0	0

By order of the Board

LEE YU JIN
Chief Financial Officer
25 February 2021