

COMPUTER FORMS (MALAYSIA) BHD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 JUNE 2021
(The figures are unaudited)

	FY 2022 Current Qtr Ended 30 Jun'21 (RM'000)	FY 2021 Corresponding Qtr Ended 30 Jun'20 (RM'000)	FY 2022 Current 3 months Cumulative to 30 Jun'21 (RM'000)	FY 2021 Corresponding 3 months Cumulative to 30 Jun'20 (RM'000)
Continuing Operations:				
Revenue	6,463	6,786	6,463	6,786
Cost of Sales	(5,691)	(5,708)	(5,691)	(5,708)
Gross Profit	<u>772</u>	<u>1,078</u>	<u>772</u>	<u>1,078</u>
Other Income	22	39	22	39
Administrative Expenses	(581)	(543)	(581)	(543)
Selling and Marketing Expenses	(312)	(334)	(312)	(334)
Other Expenses	(126)	(153)	(126)	(153)
Finance Costs	(55)	(43)	(55)	(43)
Profit/(loss) Before Tax	<u>(280)</u>	<u>44</u>	<u>(280)</u>	<u>44</u>
Income tax expenses	-	-	-	-
Profit/(loss) For The Period	<u>(280)</u>	<u>44</u>	<u>(280)</u>	<u>44</u>
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income For The Period	<u>(280)</u>	<u>44</u>	<u>(280)</u>	<u>44</u>
Profit Attributable to:				
Owners of the parent	(307)	44	(307)	44
Non- Controlling Interest	27	-	27	-
	<u>(280)</u>	<u>44</u>	<u>(280)</u>	<u>44</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	(307)	44	(307)	44
Non- Controlling Interest	27	0	27	0
	<u>(280)</u>	<u>44</u>	<u>(280)</u>	<u>44</u>
EPS - Basic and Diluted (sen)	(0.75)	0.11	(0.75)	0.11

(THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021)

COMPUTER FORMS (MALAYSIA) BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021
(The figures are unaudited)

	As At 30 Jun'21	As At 31 Mar'21
	<u>(RM'000)</u>	<u>(RM'000)</u>
ASSETS		
Non-current assets		
Property, Plant and Equipment	26,817	26,971
Investment Property	3,094	3,120
Goodwill	393	393
Right to Use Lease Asset at Costs	58	68
	<u>30,362</u>	<u>30,552</u>
Current Assets		
Inventories	8,394	8,101
Trade and Other Receivables	10,670	10,441
Tax Recoverable	369	340
Cash and Bank Balances	12,752	6,943
	<u>32,185</u>	<u>25,825</u>
Total Assets	<u>62,547</u>	<u>56,377</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share Capital	41,000	41,000
Retained Earnings	3,683	3,990
	<u>44,683</u>	<u>44,990</u>
Non-Controlling Interest	2,305	2,278
Total Equity	<u>46,988</u>	<u>47,268</u>
Non-Current Liabilities		
Long-Term Borrowings	-	-
Deferred Tax	2,014	2,014
Lease Liability	15	27
Total Non-Current Liabilities	<u>2,029</u>	<u>2,041</u>
Current Liabilities		
Trade and Other Payables	7,985	2,634
Lease Liability	55	64
Short-Term Borrowings	5,490	4,355
Taxation	-	16
Total Current Liabilities	<u>13,530</u>	<u>7,069</u>
Total Liabilities	15,559	9,110
Total Equity and Liabilities	<u>62,547</u>	<u>56,378</u>
	-	
Net Asset Per Share (RM)	1.09	1.10

(THE CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021)

COMPUTER FORMS (MALAYSIA) BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2021
(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 2020	41,000	3,635	44,635	2,261	46,896
Total Comprehensive Income For The Period		44	44	-	44
At 30 June 2020	41,000	3,679	44,679	2,261	46,940
As at 1 April 2021	41,000	3,990	44,990	2,278	47,268
Total Comprehensive Income For The Period		(307)	(307)	27	(280)
At 30 June 2021	41,000	3,683	44,683	2,305	46,988

(THE CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY SHOULD BE READ
IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021)

COMPUTER FORMS (MALAYSIA) BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
AS AT 30 JUNE 2021
(The figures are unaudited)

	FY 2022 3 months ended 30 Jun'21 (RM'000)	FY 2021 3 months ended 30 Jun'20 (RM'000)
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	(280)	44
Adjustments for:		
Depreciation	205	350
Interest Income	(4)	(15)
Interest Expense	55	43
Other non cash/non operational items	(6)	-
Operating profit before working capital changes	<u>(30)</u>	<u>422</u>
Working capital changes:		
Inventories	(293)	546
Debtors	(228)	(176)
Creditors	5,350	(1,346)
Cash inflows/(outflows) from operations	<u>4,799</u>	<u>(554)</u>
Tax (paid)/Refunded	(39)	(46)
Interest paid	(55)	(43)
Interest Income	4	15
Leases paid	0	
Net cash inflows/(outflows) from operating activities	<u>4,709</u>	<u>(628)</u>
CASHFLOWS FROM INVESTING ACTIVITIES		
Acquisition of plant, property and equipment ("PPE")	(14)	(25)
Proceeds from disposal of PPE	-	-
CASHFLOWS FROM FINANCING ACTIVITIES		
Repayment of lease liabilities	(21)	(50)
Repayment of long term liabilities	0	91
Proceeds/(repayment) from short term borrowings	(36)	0
Movement of margin deposits	(141)	(32)
NET (DECREASE)/INCREASE IN CASH & CASH EQUIVALENTS	<u>4,497</u>	<u>(644)</u>
CASH & CASH EQUIVALENTS BROUGHT FORWARD	4,182	2,457
CASH & CASH EQUIVALENTS CARRIED FORWARD	<u>8,679</u>	<u>1,813</u>
Cash and Cash Equivalents at end of financial period		
comprise of the following:		
	As At 30 Jun'21 (RM'000)	As At 31 Jun'20 (RM'000)
Cash and Bank Balances	12,752	6,056
Less Fixed Deposit Pledged to Bank	(1,116)	(1,120)
Bank Overdrafts (included within Short Term Borrowings)	(2,957)	(3,123)
	<u>8,679</u>	<u>1,813</u>

(THE CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021)

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 JUNE 2021

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 2021. 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 2021 except for the adoption of the followings that are effective for this financial year:

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

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.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 JUNE 2021

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.

On August 9th 2021, a bonus issue of 164,000,000 shares were listed and quoted on the Main Market of Bursa Securities on the basis of 4 bonus shares for every 1 existing share held.

There were no other issuance, cancellations, repurchases, resale and repayments of debt and equity securities in the financial year to date.

A6. Dividends Paid

On September 10th 2021, a special interim dividend of RM0.20 per share was distributed to the shareholders of the Company. The total amount distributed was RM41 million.

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'22	FY'21	FY'22	FY'21	FY'22	FY'21	FY'22	FY'21	FY'22	FY'21
Revenue										
Revenue	3,073	2,774	286	312	3,112	3,712	(8)	(12)	6,463	6,786
Results										
Profit Before Tax	23	65	41	(41)	(296)	49	(48)	(29)	(280)	44

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 JUNE 2021

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

Please refer to Note B7 on the status of the corporate proposals that were completed subsequent to the end of 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 FIRST QUARTER ENDED 30 JUNE 2021

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 first quarter of RM3.1 million was 11% higher as compared with the corresponding quarter in the preceding year. The higher revenue was primarily due to new sales in the data print services business.

The profit before tax for the first quarter of RM23,000 was 65% lower as compared with the corresponding quarter in the preceding year. The lower profit reported in the current quarter was due to higher labour costs.

Commercial Printing

The revenue for the first quarter of RM285,000 was 8% lower as compared with the corresponding quarter in the preceding year. This was due to lower sales of paper products which was adversely affected by MCO 3.0 implemented in May 2021.

A profit before tax for the first quarter of RM41,000 was reported as compared to loss before tax of RM41,000 the corresponding quarter in the preceding year. The profit before tax in the current quarter was due to lower raw material utilisation and lower factory overheads.

Flexible Packaging

The revenue for the first quarter of RM3.1 million was 16% lower as compared with the corresponding quarter in the preceding year. The decrease in revenue was primarily due to lower production output resulting from the MCO3.0 SOPs that restricted staff attendance to 60% daily.

A loss before tax for the first quarter of RM296,000 was reported as compared to a profit before tax of RM49,000 the corresponding quarter in the preceding year. The loss in the current quarter was due to the lower revenue as well as higher raw material utilisation.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 JUNE 2021

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

	Current Qtr Ended 30 Jun 2021 (RM'000)	Preceding Qtr Ended 31 Mar 2021 (RM'000)
Revenue	6,463	7,756
Profit/(loss) Before Tax	(280)	389

The lower revenue this current quarter was primarily due to weaker sales resulting from MCO3.0 implemented in May 2021 which affected both the production output and domestic economy. The loss in the current quarter was due to both the lower revenue as well as higher raw material utilisation.

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) On 26 April 2021, the Company announced the proposed disposal of four parcels of land owned by two of its subsidiaries for a total cash consideration of RM91.1 million (“the Proposed Disposals”). The Group expects to realise a net gain of RM60.92 million from the Proposed Disposals. Further details on the Proposed Disposals are given in Note B7 below.

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 JUNE 2021

B6. Tax

	Current Quarter Ended 30 Jun'21 RM'000	3 Months Cumulative YTD 30 Jun'21 RM'000
Income tax expense/(credit)	0	0

No income tax expense was incurred in the current quarter due to losses reported.

B7. Status of Corporate Proposals

- a) On 26 April 2021, the Company announced the proposed disposal of four parcels of land (Lots 1,2,13 and 14) owned by two of its subsidiaries (“the Vendors”) for a total cash consideration of RM91.1 million (“the Proposed Disposals”). The purchaser of the lands is FCW Holdings Berhad (“the Purchaser”), a related party. Pursuant to the completion of the Proposed Disposals, the Company or its nominee will enter into tenancy agreements to rent Lots 1 and 2 for a period of 2 years with an option to renew the tenancies for a period of 1 year.

All conditions precedent stipulated in the agreements have been fulfilled. The sale of Lot 1 was completed on August 16th 2021. The sale of Lot2, Lot 13 and 14 were completed on 15 September 2021.

- b) The Company intends to use the proceeds from the sale of lands in the following manner:-

	Expected utilisation timeframe from the receipt of proceeds	Amount (RM'000)
(i) Rental payments	Within 24 months	2,659
(ii) Special interim dividend	Within 1 month from completion of Proposed Disposal of Lot 1 (Paid on 10 September 2021)	41,000
(iii) Repayment of borrowings	Within 1 month from completion of Proposed Disposal of Lot 1	3,624
(iv) Estimated expenses	Immediate	500
(v) Working capital	Within 24 months	43,317
Total		91,100

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 JUNE 2021

B8. Group Borrowings and Debt Securities

Details of the Group's borrowings as follows:

	As At 30 Jun'21 RM'000
Short Term Borrowings – Secured	5,490
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

On September 10th 2021, a special interim dividend of RM0.20 per share was distributed to the shareholders of the Company. The total amount distributed was RM41 million.

B11. Earnings Per Share (EPS)

Basic and Diluted Earnings Per Share

FY 2022	Quarter Ended 30 Jun'21	Cumulative 3 Months Ended 30 Jun'21
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	(307)	(307)
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	(0.75) sen	(0.75) sen

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 JUNE 2021

FY 2021	Quarter Ended 30 Jun'20	Cumulative 3 Months Ended 30 Jun'20
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	44	44
No. of Ordinary Shares	41,000	41,000
Earnings/ (loss) Per Share	0.11 sen	0.11 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 2021.

B13. Notes to the Comprehensive Income Statement

	Current Qtr 30 Jun'21 RM'000	3 Mths to Date 30 Jun'21 RM'000
a) Interest income	4	4
b) Other income (exclude interest income)	18	18
c) Interest expense	55	55
d) Depreciation and amortization	205	205
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	1	1
j) Gain or loss on derivatives	0	0
k) Exceptional items	0	0

By order of the Board

LEE YU JIN

Executive Director

15 September 2021