

COMPUTER FORMS (MALAYSIA) BHD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 DECEMBER 2021
(The figures are unaudited)

	FY 2022 Current Qtr Ended 31 Dec'21	FY 2021 Corresponding Qtr Ended 31 Dec'20	FY 2022 Current 9 months Cumulative to 31 Dec'21 (RM'000)	FY 2021 Corresponding 9 months Cumulative to 31 Dec'20 (RM'000)
	<u>(RM'000)</u>	<u>(RM'000)</u>	<u>(RM'000)</u>	<u>(RM'000)</u>
Continuing Operations:				
Revenue	7,023	7,550	20,146	21,515
Cost of Sales	(5,842)	(6,533)	(17,309)	(18,383)
Gross Profit	<u>1,181</u>	<u>1,017</u>	<u>2,837</u>	<u>3,132</u>
Other Income	100	162	63,278	234
Administrative Expenses	(479)	(563)	(2,397)	(1,687)
Selling and Marketing Expenses	(348)	(334)	(963)	(989)
Other Expenses	(152)	(157)	(404)	(411)
Finance Costs	(45)	(53)	(130)	(190)
Profit/(loss) Before Tax	<u>257</u>	<u>72</u>	<u>62,221</u>	<u>89</u>
Income tax expenses	-	-	(290)	-
Profit/(loss) For The Period	<u>257</u>	<u>72</u>	<u>61,931</u>	<u>89</u>
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income For The Period	<u>257</u>	<u>72</u>	<u>61,931</u>	<u>89</u>
Profit Attributable to:				
Owners of the parent	272	114	61,910	148
Non- Controlling Interest	(15)	(42)	21	(59)
	<u>257</u>	<u>72</u>	<u>61,931</u>	<u>89</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	272	114	61,910	148
Non- Controlling Interest	(15)	(42)	21	(59)
	<u>257</u>	<u>72</u>	<u>61,931</u>	<u>89</u>
EPS - Basic and Diluted (sen)	0.13	0.28	48.57	0.36

(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 31 DECEMBER 2021
(The figures are unaudited)

	As At 31 Dec'21	As At 31 Mar'21
	<u>(RM'000)</u>	<u>(RM'000)</u>
ASSETS		
Non-current assets		
Property, Plant and Equipment	2,161	26,971
Investment Property	-	3,120
Goodwill	393	393
Right to Use Lease Asset at Costs	1,718	68
	<u>4,272</u>	<u>30,552</u>
Current Assets		
Inventories	8,016	8,102
Trade and Other Receivables	10,598	10,396
Tax Recoverable	1,635	340
Fixed Deposit with licensed Banks	44,587	975
Cash and Bank Balances	8,547	5,968
	<u>73,383</u>	<u>25,781</u>
Total Assets	<u>77,655</u>	<u>56,333</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share Capital	41,000	41,000
Retained Earnings	24,900	3,990
	<u>65,900</u>	<u>44,990</u>
Non-Controlling Interest	2,299	2,278
Total Equity	<u>68,199</u>	<u>47,268</u>
Non-Current Liabilities		
Long-Term Borrowings	-	-
Deferred Tax	481	2,014
Lease Liability	1,134	27
Total Non-Current Liabilities	<u>1,615</u>	<u>2,041</u>
Current Liabilities		
Trade and Other Payables	1,771	2,589
Lease Liability	1,111	64
Short-Term Borrowings	4,959	4,355
Taxation	-	16
Total Current Liabilities	<u>7,841</u>	<u>7,024</u>
Total Liabilities	9,456	9,065
Total Equity and Liabilities	<u>77,655</u>	<u>56,333</u>
	-	-
Net Asset Per Share (RM)	0.32	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 31 DECEMBER 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		148	148	(59)	89
At 31 Dec 2020	<u>41,000</u>	<u>3,783</u>	<u>44,783</u>	<u>2,202</u>	<u>46,985</u>
As at 1 April 2021	41,000	3,990	44,990	2,278	47,268
Total Comprehensive Income For The Period		61,910	61,910	21	61,931
Dividend paid		(41,000)	(41,000)		(41,000)
At 31 Dec 2021	<u>41,000</u>	<u>24,900</u>	<u>65,900</u>	<u>2,299</u>	<u>68,199</u>

(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 31 DECEMBER 2021
(The figures are unaudited)

	FY 2022 9 months ended 31 Dec'21 (RM'000)	FY 2021 9 months ended 31 Dec'20 (RM'000)
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	62,221	89
Adjustments for:		
Depreciation	891	972
Interest Income	(86)	(37)
Interest Expense	130	190
Other non cash/non operational items	(11)	1
Gain on sale of Property	(63,147)	
Operating profit before working capital changes	<u>(2)</u>	<u>1,215</u>
Working capital changes:		
Inventories	86	1,640
Debtors	(156)	725
Creditors	(864)	(1,644)
Cash inflows/(outflows) from operations	<u>(936)</u>	<u>1,936</u>
Tax (paid)/Refunded	(3,122)	(151)
Interest paid	(130)	(190)
Interest Income	86	37
Net cash inflows/(outflows) from operating activities	<u>(4,102)</u>	<u>1,632</u>
CASHFLOWS FROM INVESTING ACTIVITIES		
Acquisition of plant, property and equipment ("PPE")	(62)	(1,405)
Proceeds from disposal of PPE	91,100	-
CASHFLOWS FROM FINANCING ACTIVITIES		
Repayment of lease liabilities	(349)	
Repayment of long term liabilities	0	(70)
Proceeds/(repayment) from short term borrowings	(35)	(166)
Movement of margin deposits	(2,112)	64
Dividend Paid	(41,000)	
NET (DECREASE)/INCREASE IN CASH & CASH EQUIVALENTS	<u>43,440</u>	<u>55</u>
CASH & CASH EQUIVALENTS BROUGHT FORWARD	4,182	2,457
CASH & CASH EQUIVALENTS CARRIED FORWARD	<u>47,622</u>	<u>2,512</u>
Cash and Cash Equivalents at end of financial period		
comprise of the following:		
	As At 31 Dec'21 (RM'000)	As At 31 Dec'20 (RM'000)
Cash and Bank Balances	8,547	4,846
Fixed Deposit with Licensed Banks	44,587	1,524
Less Fixed Deposit Pledged to Bank	(3,087)	(1,024)
Bank Overdrafts (included within Short Term Borrowings)	(2,425)	(2,834)
	<u>47,622</u>	<u>2,512</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 THIRD QUARTER ENDED 31 DECEMBER 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 THIRD QUARTER ENDED 31 DECEMBER 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 10 September 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	9,574	9,418	1,152	909	9,583	11,356	(163)	(168)	20,146	21,515
Results Profit Before Tax	589	281	208	12	(955)	(158)	62,379	(46)	62,221	89

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

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
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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 flat as compared with the corresponding quarter in the preceding year. Lower demand for stock forms and preprinted forms was offset by higher sales of data print services.

The profit before tax for the third quarter of RM328,000 was 530% higher as compared with the corresponding quarter in the preceding year. The higher profit reported in the current quarter was due to lower raw material utilisation.

Commercial Printing

The revenue for the third quarter of RM480,000 was 41% higher as compared with the corresponding quarter in the preceding year. This increase was due to higher sales of paper products.

A profit before tax for the third quarter of RM124,000 was reported as compared to loss before tax of RM56,000 the corresponding quarter in the preceding year. The profit before tax in the current quarter was due to the higher revenue as well as lower raw material utilisation.

Flexible Packaging

The revenue for the third quarter of RM3.3 million was 18% lower as compared with the corresponding quarter in the preceding year. The decrease in revenue was primarily due to lower export sales as well as lower domestic sales to the food industry.

A loss before tax for the third quarter of RM360,000 was reported as compared to a loss before tax of RM14,000 the corresponding quarter in the preceding year. The higher loss in the current quarter was due to the lower revenue as well as higher raw material utilisation caused by rising costs of raw materials such as aluminum foil and plastic film.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2021

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

	Current Qtr Ended 31 Dec 2021 (RM'000)	Preceding Qtr Ended 30 Sep 2021 (RM'000)
Revenue	7,023	6,660
Profit/(loss) Before Tax	256	62,245

The higher revenue this current quarter was primarily due to stronger sales from the business forms, data print services and commercial printing segments. The profit in the preceding quarter was primarily due to the gain from disposal of land amounting to RM63.1 million.

B3. Prospects

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.

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 THIRD QUARTER ENDED 31 DECEMBER 2021

B6. Tax

	Current Quarter Ended 31 Dec'21 RM'000	9 Months Cumulative YTD 31 Dec'21 RM'000
Income tax expense/(credit)	0	290

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

- a) The gain from disposal of 4 parcels of land amounted to RM63.1 million. Real Property Gains Tax is estimated at RM1.8 million.
- b) Realisation of deferred tax of RM1.5 million on disposal of the abovementioned lands.

B7. Status of Corporate Proposals

- a) The Company does not have any pending corporate proposals.

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.

The sale of Lot 1 was completed on 16 August 2021. The sale of Lot2, Lot 13 and 14 were completed on 15 September 2021.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER ENDED 31 DECEMBER 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 (In lieu of repayment of borrowings, a fixed deposit of RM2.0 million was placed with the lending bank to secure the facility)	3,624
(iv) Estimated expenses	Immediate	500
(v) Working capital	Within 24 months	43,317
Total		91,100

B8. Group Borrowings and Debt Securities

Details of the Group's borrowings as follows:

	As At 31 Dec'21 RM'000
Short Term Borrowings – Secured	4,959
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.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2021

B10. Dividend

On 10 September 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 31 Dec'21	Cumulative 9 Months Ended 31 Dec'21
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	271	61,910
No. of Ordinary Shares	205,000,000	127,472,727
Earnings/ (loss) Per Share	0.13 sen	48.57 sen

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	113	148
No. of Ordinary Shares	41,000,000	41,000,000
Earnings/ (loss) Per Share	0.28 sen	0.36 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.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2021

B13. Notes to the Comprehensive Income Statement

	Current Qtr 31 Dec'21 RM'000	9 Mths to Date 31 Dec'21 RM'000
a) Interest income	72	86
b) Other income (exclude interest income)	28	63,278
c) Interest expense	46	130
d) Depreciation and amortization	419	891
e) Provision for and write off of receivables	0	0
f) Provision for and write off of inventories	73	73
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	(3)	(1)
j) Gain or loss on derivatives	0	0
k) Exceptional items	0	0

By order of the Board

LEE YU JIN
 Executive Director
 25 February 2022