

COMPUTER FORMS (MALAYSIA) BHD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2022
(The figures are unaudited)

	FY 2022 Current Qtr Ended 31 Mar'22	FY 2021 Corresponding Qtr Ended 31 Mar'21	FY 2022 Current 12 months Cumulative to 31 Mar'22 (RM'000)	FY 2021 Corresponding 12 months Cumulative to 31 Mar'22 (RM'000)
	<u>(RM'000)</u>	<u>(RM'000)</u>	<u>(RM'000)</u>	<u>(RM'000)</u>
Continuing Operations:				
Revenue	7,033	7,253	27,179	28,768
Cost of Sales	(6,043)	(6,010)	(23,352)	(24,393)
Gross Profit	<u>990</u>	<u>1,243</u>	<u>3,827</u>	<u>4,375</u>
Other Income	804	171	64,082	405
Administrative Expenses	(725)	361	(3,122)	(1,325)
Selling and Marketing Expenses	(387)	(376)	(1,350)	(1,365)
Other Expenses	(516)	(998)	(921)	(1,409)
Finance Costs	(87)	(58)	(217)	(249)
Profit Before Tax	<u>79</u>	<u>343</u>	<u>62,299</u>	<u>432</u>
Income tax expenses	(2,208)	(60)	(2,498)	(60)
(Loss)/Profit For The Period	<u>(2,129)</u>	<u>283</u>	<u>59,801</u>	<u>372</u>
Other Comprehensive Income	-	-	-	-
Total Comprehensive (Expense)/ Income For The Period	<u>(2,129)</u>	<u>283</u>	<u>59,801</u>	<u>372</u>
Profit Attributable to:				
Owners of the parent	(2,225)	207	59,684	355
Non- Controlling Interest	96	76	117	17
	<u>(2,129)</u>	<u>283</u>	<u>59,801</u>	<u>372</u>
Total Comprehensive (Expense)/ Income Attributable to:				
Owners of the parent	(2,225)	207	59,684	355
Non- Controlling Interest	96	76	117	17
	<u>(2,129)</u>	<u>283</u>	<u>59,801</u>	<u>372</u>
EPS - Basic and Diluted (sen)	(1.09)	0.50	40.72	0.87

(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 MARCH 2022
(The figures are unaudited)

	As At 31 Mar'22	As At 31 Mar'21
	<u>(RM'000)</u>	<u>(RM'000)</u>
ASSETS		
Non-current assets		
Property, Plant and Equipment	2,099	26,971
Investment Property	-	3,120
Goodwill	-	393
Right to Use Lease Asset at Costs	1,062	68
	<u>3,161</u>	<u>30,552</u>
Current Assets		
Inventories	7,667	8,102
Trade and Other Receivables	9,287	10,396
Tax Recoverable	-	340
Fixed Deposit with licensed Banks	44,200	975
Cash and Bank Balances	9,959	5,968
	<u>71,113</u>	<u>25,781</u>
Total Assets	<u>74,274</u>	<u>56,333</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share Capital	41,000	41,000
Retained Earnings	22,674	3,990
	<u>63,674</u>	<u>44,990</u>
Non-Controlling Interest	2,395	2,278
Total Equity	<u>66,069</u>	<u>47,268</u>
Non-Current Liabilities		
Deferred Tax	98	2,014
Lease Liability	-	27
Total Non-Current Liabilities	<u>98</u>	<u>2,041</u>
Current Liabilities		
Trade and Other Payables	1,918	2,589
Lease Liability	1,076	64
Short-Term Borrowings	4,006	4,355
Taxation	1,107	16
Total Current Liabilities	<u>8,107</u>	<u>7,024</u>
Total Liabilities	8,205	9,065
Total Equity and Liabilities	<u>74,274</u>	<u>56,333</u>
	-	-
Net Asset Per Share (RM)	0.31	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 MARCH 2022
(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	-	355	355	17	372
At 31 Mar 2021	41,000	3,990	44,990	2,278	47,268
As at 1 April 2021	41,000	3,990	44,990	2,278	47,268
Total Comprehensive Income For The Period		59,684	59,684	117	59,801
Dividend paid	-	(41,000)	(41,000)	-	(41,000)
At 31 Mar 2022	41,000	22,674	63,674	2,395	66,069

(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 MARCH 2022
(The figures are unaudited)

	FY 2022 12 months ended 31 Mar'22 (RM'000)	FY 2021 12 months ended 31 Mar'21 (RM'000)
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	62,299	432
Adjustments for:		
Depreciation	1,983	1,247
Interest Income	(209)	(41)
Interest Expense	217	249
Other non cash/non operational items	381	158
Gain on sale of Property	(63,624)	-
Operating profit before working capital changes	<u>1,047</u>	<u>2,045</u>
Working capital changes:		
Inventories	433	2,524
Debtors	1,155	1,057
Creditors	(716)	(1,441)
Cash inflows/(outflows) from operations	<u>1,919</u>	<u>4,185</u>
Tax (paid)/Refunded	(2,971)	(167)
Interest paid	(217)	(249)
Interest Income	209	41
Leases paid	(897)	(74)
Net cash inflows/(outflows) from operating activities	<u>(1,957)</u>	<u>3,736</u>
CASHFLOWS FROM INVESTING ACTIVITIES		
Acquisition of plant, property and equipment ("PPE")	(171)	(1,447)
Proceeds from disposal of PPE	91,164	102
Withdrawal of Fixed Deposit		113
CASHFLOWS FROM FINANCING ACTIVITIES		
Repayment of lease liabilities	(473)	(213)
Proceeds/(repayment) from short term borrowings	(320)	(540)
Movement of margin deposits	(1,723)	-
Dividend Paid	(41,000)	-
NET (DECREASE)/INCREASE IN CASH & CASH EQUIVALENTS	<u>45,520</u>	<u>1,751</u>
CASH & CASH EQUIVALENTS BROUGHT FORWARD	4,182	2,457
EFFECTS OF EXCHANGE RATE ON CASH/ CASH EQUIVALENTS	0	(26)
CASH & CASH EQUIVALENTS CARRIED FORWARD	<u><u>49,702</u></u>	<u><u>4,182</u></u>
Cash and Cash Equivalents at end of financial period		
comprise of the following:		
	As At 31 Mar'22 (RM'000)	As At 31 Mar'21 (RM'000)
Cash and Bank Balances	9,959	5,967
Fixed Deposit with Licensed Banks	44,200	975
Less Fixed Deposit Pledged to Bank	(2,700)	(975)
Bank Overdrafts (included within Short Term Borrowings)	(1,757)	(1,785)
	<u><u>49,702</u></u>	<u><u>4,182</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 2021)

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2022

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 FOURTH QUARTER ENDED 31 MARCH 2022

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 9 August 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	12,889	12,797	1,108	1,372	13,369	15,295	(187)	(696)	27,179	28,768
Results										
Profit Before Tax	840	750	196	112	(1,208)	(348)	62,471	(82)	62,299	432

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2022

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 2022

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 RM3.3 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 fourth quarter of RM253,000 was 46% lower as compared with the corresponding quarter in the preceding year. The lower profit reported in the current quarter was due to higher costs of raw materials.

Commercial Printing

The revenue for the fourth quarter of RM186,000 was 60% lower as compared with the corresponding quarter in the preceding year. This decrease was due to lower sales of paper products.

A profit before tax for the fourth quarter of RM64,000 was 36% lower as compared with the corresponding quarter in the preceding year. The lower profit before tax in the current quarter was due to lower revenue.

Flexible Packaging

The revenue for the fourth quarter of RM3.8 million was 4% 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 fourth quarter of RM253,000 was reported as compared to a loss before tax of RM189,000 for the corresponding quarter in the preceding year. The higher loss in the current quarter was due to the inventory impairment amounting to RM97,000 as well as a RM43,000 impairment to trade debtors.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2022

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

	Current Qtr Ended 31 Mar 2022 (RM'000)	Preceding Qtr Ended 31 Dec 2021 (RM'000)
Revenue	7,033	7,023
Profit/(loss) Before Tax	79	256

The revenue in the current quarter was not significantly different with the preceding quarter. The lower profit in the current quarter was due to impairments to inventory and debtors amounting to RM152,000.

B3. Prospects

The Management expects performance in the next financial year to remain sluggish in view of the weaker demand and challenging economic environment caused by rising raw material prices, higher oil prices and the stronger US dollar. The continuing war in Ukraine adds uncertainty to global economy.

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 2022

B6. Tax

	Current Quarter Ended 31 Mar'22 RM'000	12 Months Cumulative YTD 31 Mar'22 RM'000
Income tax expense/(credit)	2,208	2,498

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 RM63.6 million. Real Property Gains Tax is estimated at RM2.1 million.
- b) Realisation of deferred tax of RM1.5 million on disposal of the abovementioned lands.
- c) Income tax expense of RM1.8 million on the reversal of Industrial Building Allowances previously claimed on 2 disposed parcels of land.

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 Lot 2, Lot 13 and 14 were completed on 15 September 2021.

COMPUTER FORMS (MALAYSIA) BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 MARCH 2022

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 Mar'22 RM'000
Short Term Borrowings – Secured	4,006
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 FOURTH QUARTER ENDED 31 MARCH 2022

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 Mar'22	Cumulative 12 Months Ended 31 Mar'22
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	(2,225)	59,684
No. of Ordinary Shares	205,000,000	146,589,041
Earnings/ (loss) Per Share	(1.09) sen	40.72 sen

FY 2021	Quarter Ended 31 Mar'21	Cumulative 12 Months Ended 31 Mar'21
RM'000		
Profit/(Loss) for the Period attributable to owners of the parent	207	355
No. of Ordinary Shares	41,000,000	41,000,000
Earnings/ (loss) Per Share	0.50 sen	0.87 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 FOURTH QUARTER ENDED 31 MARCH 2022

B13. Notes to the Comprehensive Income Statement

	Current Qtr 31 Mar'22 RM'000	12 Mths to Date 31 Mar'22 RM'000
a) Interest income	123	209
b) Other income (exclude interest income)	585	63,873
c) Interest expense	87	217
d) Depreciation and amortization	1,092	1,983
e) Provision for and write off of receivables	43	43
f) Provision for and write off of inventories	109	182
g) Impairment of assets	393	393
h) Foreign exchange (gain)/loss	4	3

By order of the Board

LEE YU JIN
 Executive Director
 31 May 2022