



Condensed Consolidated Statement Of Financial Position
As at 31 March 2013

<i>In thousand of RM</i>	31 March 2013 <u>Unaudited</u>	31 December 2012 <u>Audited</u>
<u>Assets</u>		
Property, plant & equipment	18,963	19,406
Prepaid lease payments	1,694	1,706
Investment properties	1,327	1,334
Total non-current assets	21,984	22,446
Inventories	25,453	26,510
Trade & other receivables	11,695	11,528
Derivative financial assets	8	15
Current tax assets	84	73
Cash & bank balances	3,408	2,215
Total current assets	40,648	40,341
Total Assets	62,632	62,787
<u>Equity</u>		
Share capital	45,780	45,780
Reserves	1,754	1,758
Retained earnings	11,144	11,056
Total equity attributable to owners of the Company	58,678	58,594
Non-controlling interests	-	-
Total equity	58,678	58,594
<u>Liabilities</u>		
Employee benefits	1,647	1,623
Total non-current liabilities	1,647	1,623
Trade & other payables	2,307	2,570
Total current liabilities	2,307	2,570
Total liabilities	3,954	4,193
Total Equity and Liabilities	62,632	62,787
Net assets per ordinary share (RM)	1.28	1.28

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31.12.2012 and the accompanying explanatory notes attached to the interim financial statements.



CENTRAL INDUSTRIAL CORPORATION BERHAD and its subsidiaries
Company No. 12186-K (Incorporated in Malaysia)

Condensed Consolidated Statement Of Profit Or Loss And Other Comprehensive Income
For the three months ended 31 March 2013

<i>In thousand of RM</i>	Current quarter Three months ended 31-March		Cumulative quarter Three months ended 31-March	
	2013 Unaudited	2012 Unaudited	2013 Unaudited	2012 Unaudited
Continuing operations				
Revenue	14,649	13,436	14,649	13,436
Cost of sales	(12,735)	(11,910)	(12,735)	(11,910)
Gross profit	1,914	1,526	1,914	1,526
Non- operating income	75	110	75	110
Selling & distribution expenses	(851)	(853)	(851)	(853)
Administrative expenses	(946)	(1,131)	(946)	(1,131)
Non-operating expenses	(117)	(264)	(117)	(264)
Profit / (Loss) from operating activities	75	(612)	75	(612)
Finance costs	-	(40)	-	(40)
Net finance costs	-	(40)	-	(40)
Profit / (Loss) before tax	75	(652)	75	(652)
Tax expense	13	(7)	13	(7)
Profit / (Loss) for the period	88	(659)	88	(659)
Other comprehensive income , net of tax				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations	(4)	(1)	(4)	(1)
Total other comprehensive income for the period	(4)	(1)	(4)	(1)
Comprehensive income / (expense) for the period	84	(660)	84	(660)
Profit / (Loss) attributable to :				
Owners of the Company	88	(659)	88	(659)
Non-controlling interests	-	-	-	-
Profit / (Loss) for the period	88	(659)	88	(659)



Comprehensive income / (expense) attributable to :

Owners of the Company	84	(660)	84	(660)
Non-controlling interests	-	-	-	-
Comprehensive income / (expense) for the period	84	(660)	84	(660)

Basic earnings per ordinary share (sen) 0.19 (1.44) 0.19 (1.44)

Diluted earnings per ordinary share (sen) 0.19 (1.44) 0.19 (1.44)

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31.12.2012 and the accompanying explanatory notes attached to the interim financial statements.



CENTRAL INDUSTRIAL CORPORATION BERHAD and its subsidiaries
Company No. 12186-K (Incorporated in Malaysia)

Condensed Consolidated Statement Of Changes In Equity
For the three months ended 31 March 2013

<i>In thousand of RM - Unaudited</i>	/----- Attributable to owners of the Company -----/					
	Share Capital	Share Premium	Translation Reserve	Option Reserve	Retained Earnings	Total Equity
At 1 January 2013	45,780	1,407	63	288	11,056	58,594
Foreign currency translation differences for foreign operations	-	-	(4)	-	-	(4)
Total other comprehensive income for the period	-	-	(4)	-	-	(4)
Profit for the year	-	-	-	-	88	88
Comprehensive income for the period	-	-	(4)	-	88	84
<i>Contributions by and distributions to owners of the Company</i>						
- Dividend to owners	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-
At 31 March 2013	45,780	1,407	59	288	11,144	58,678



CENTRAL INDUSTRIAL CORPORATION BERHAD and its subsidiaries
Company No. 12186-K (Incorporated in Malaysia)

<i>In thousand of RM - Unaudited</i>	/----- Attributable to owners of the Company -----/					
	Share Capital	Share Premium	Translation Reserve	Option Reserve	Retained Earnings	Total Equity
At 1 January 2012	45,780	1,407	22	288	14,827	62,324
Foreign currency translation differences for foreign operations	-	-	(1)	-	-	(1)
Total other comprehensive income for the period	-	-	(1)	-	-	(1)
Profit for the year	-	-	-	-	(659)	(659)
Comprehensive income for the period	-	-	(1)	-	(659)	(660)
Contributions by and distributions to owners of the Company						
- Dividend to owners	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-
At 31 March 2012	45,780	1,407	21	288	14,168	61,664

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31.12.2012 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statement Of Cash Flows
For the three months ended 31 March 2013

<i>In thousand of RM</i>	Three months ended 31-March	
	<u>2013</u>	<u>2012</u>
	<u>Unaudited</u>	<u>Unaudited</u>
Cash flows from operating activities		
Profit / (Loss) before tax from - continuing operations	75	(652)
Adjustments for :-		
Amortisation of prepaid lease payments	12	12
Depreciation of property, plant and equipment	463	429
Depreciation of investment properties	8	11
Finance costs	-	40
Finance income	(2)	-
Gain on disposal of property, plant & equipment	-	(1)
Property, plant and equipment written off	-	-
Operating profit before changes in working capital	<u>556</u>	<u>(161)</u>
Change in employee benefits, provisions and deferred income	24	32
Change in inventories	1,056	3,233
Change in trade and other payables	(261)	(134)
Change in trade and other receivables, prepayments and other financial assets	<u>(164)</u>	<u>894</u>
Cash generated from operations	1,211	3,864
Income tax refund / (paid)	1	(26)
Interest paid	-	(40)
Net cash from operating activities	<u>1,212</u>	<u>3,798</u>
Cash flows from investing activities		
Acquisition of property, plant & equipment	(20)	(178)
Interest received	2	-
Proceeds from disposal of property, plant & equipment	-	1
Net cash used in investing activities	<u>(18)</u>	<u>(177)</u>
Cash flows from financing activities		
Dividend paid to the owners of the Company	-	-
Repayment of loans and borrowings, net	-	(3,076)
Net cash used in financing activities	<u>-</u>	<u>(3,076)</u>
Net increase in cash and cash equivalents	1,194	545
Effect on exchange rate fluctuations on cash held	(1)	-
Cash and cash equivalents at 1 January	<u>2,215</u>	<u>3,475</u>
Cash and cash equivalents at 31 December	<u><u>3,408</u></u>	<u><u>4,020</u></u>



Cash and cash equivalents

Cash and cash equivalents included in the condensed consolidated statement of cash flows comprise:

<i>In thousand of RM</i>	Three months ended	
	31-March	
	<u>2013</u>	<u>2012</u>
Cash and bank balances	3,408	4,020
Bank overdrafts	-	-
	<u>3,408</u>	<u>4,020</u>

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31.12.2012 and the accompanying explanatory notes attached to the interim financial statements.



Notes to the condensed consolidated interim financial statements for the three months ended 31 March 2013

1. **Basis of Preparation**

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and Malaysia Financial Reporting Standards (MFRS) 134, *Interim Financial Reporting* in Malaysia and also comply with IAS 34, *Interim Financial Reporting* issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2012. The explanatory notes attached to these interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2012.

2. **Significant Accounting Policies**

The accounting principles and policies adopted in preparing these interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2012.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (MASB) but have not been adopted by the Group.

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 July 2012

- Amendments to MFRS 101, *Presentation of Financial Statements – Presentation of Items of Other Comprehensive Income*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2013

- MFRS 10, *Consolidated Financial Statements*
- MFRS 11, *Joint Arrangements**
- MFRS 12, *Disclosure of Interests in Other Entities*
- MFRS 13, *Fair Value Measurement*
- MFRS 119, *Employee Benefits* (2011)
- MFRS 127, *Separate Financial Statements* (2011)
- MFRS 128, *Investments in Associates and Joint Ventures* (2011)*
- IC Interpretation 20, *Stripping Costs in the Production Phase of a Surface Mine**
- Amendments to MFRS 7, *Financial Instruments: Disclosures – Offsetting Financial Assets and Financial Liabilities*
- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards – Government Loans**
- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)*



- Amendments to MFRS 101, *Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 116, *Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 132, *Financial Instruments: Presentation (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 134, *Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 10, *Consolidated Financial Statements: Transition Guidance*
- Amendments to MFRS 11, *Joint Arrangements: Transition Guidance**
- Amendments to MFRS 12, *Disclosure of Interests in Other Entities: Transition Guidance*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2014

- Amendments to MFRS 10, *Consolidated Financial Statements: Investment Entities*
- Amendments to MFRS 12, *Disclosure of Interests in Other Entities: Investment Entities*
- Amendments to MFRS 127, *Separate Financial Statements (2011): Investment Entities*
- Amendments to MFRS 132, *Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2015

- MFRS 9, *Financial Instruments (2009)*
- MFRS 9, *Financial Instruments (2010)*
- Amendments to MFRS 7, *Financial Instruments: Disclosures – Mandatory Effective Date of MFRS 9 and Transition Disclosures*

3. Auditors' Report

The auditor's report of the preceding annual financial statements is not subject to any qualification.

4. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter under review.

5. Seasonal or Cyclical Factors

The Group's performance is not materially affected by any seasonal or cyclical factors.

6. Debts and Equity Securities

There were no issuances, cancellation, repurchases, resale or repayments of debt or equity securities for the current quarter under review.



7. **Profit Forecast or Profit Guarantee**

The Group did not issue any profit forecast or profit guarantee during the current quarter under review.

8. **Unquoted Investments and Properties**

There were no purchases or sales of unquoted investments and properties in the current quarter under review.

9. **Quoted Securities**

There were no purchases or sales of quoted securities during the current quarter under review.

10. **Changes in Estimates**

There were no changes in estimates that have a material effect in the current interim results.

11. **Exceptional or unusual items**

There were no exceptional or unusual items affecting assets, liabilities, equity, net income or cash flow of the Group for the current quarter under review except a fire incident occurred at the manufacturing plant located at Kedah which affected the production line used for the manufacturer of tapes. The damage caused by the fire will result in the production line being shut down for a few months. The Group estimated the net book value of the machinery and carrying amount of the inventories affected from this fire incident to be total approximately RM4 million. The Group has filed the insurance claims which are currently pending approval.

12. **Corporate Proposals**

There were no corporate proposals announced in the current quarter under review and up to the date of this interim report.

13. **Material Litigation**

The Group has not engaged in any litigation which has a material effect on the financial position of the Group for the quarter under review.



14. Valuations of Property, Plant & Equipment

Property, plant and equipment are stated at cost or valuation less accumulated depreciation and accumulated impairment losses. The property, plant and equipment have been brought forward without any amendment from the audited financial statements for the year ended 31 December 2012.

15. Dividends Paid

There was no dividend paid during the current quarter ended 31 March 2013.

16. Segmental Reporting

The Group's primary business segment is principally engaged in the manufacture and sale of self-adhesive label stocks and tapes of its own brand, and trading of other self-adhesive label stocks and tapes.

Segmental reporting for the Group by geographical segment for the current quarter ended 31 March 2013 stated as follows:

<i>In thousand of RM</i>	Current quarter		Cumulative quarter	
	Three months ended		Three months ended	
<u>Segment Revenue</u>	31-March		31-March	
	2013	2012	2013	2012
- Malaysia	14,443	9,022	14,443	9,022
- Overseas	1,017	5,251	1,017	5,251
Elimination of inter segment revenue	(811)	(837)	(811)	(837)
Total Segment Revenue	14,649	13,436	14,649	13,436

<i>In thousand of RM</i>	Current quarter		Cumulative quarter	
	Three months ended		Three months ended	
<u>Segment Results</u>	31- March		31- March	
	2013	2012	2013	2012
- Malaysia	60	(665)	60	(665)
- Overseas	15	53	15	53
Total Segment Results	75	(612)	75	(612)
Finance Costs	-	(40)	-	(40)
Profit / (Loss) Before Tax	75	(652)	75	(652)



17. **Contingent Liabilities or Contingent Assets**

There were no contingent liabilities or contingent assets that may have material effect on the net assets, profits or financial position of the Group for the current quarter under review.

18. **Capital Commitments**

There are no capital commitments for the current quarter under review.

19. **Subsequent Events**

There were no subsequent events up to the date of this interim report that have not been reflected in these interim financial statements.

20. **Review of Performance**

The Group achieved revenue and profit before tax of RM14.649 million and RM0.75 million respectively in the current quarter under review. This represents an increase of RM1.213 million or 9.03% higher in revenue than that of its corresponding quarter last year. As a result of higher revenue and margin, profit before tax also increased significantly by RM0.727 million as compared to loss before tax RM0.652 million recorded in the corresponding period last year.

The higher revenue recorded in the current quarter and year to date under review was mainly due to growth in sales volume and higher selling price imposed on label stocks. The increase in profit before tax was due to lower unit cost as a result of higher production output as a result of higher sales volume.

21. **Material Changes in results with immediate preceding quarter**

The comparison of the Group's revenue and profit before tax for the current quarter and preceding quarter are summarised as follows:-

	Quarter ended 31 March 2013 RM'000	Quarter ended 31 December 2012 RM'000	Variance	
			RM'000	%
Revenue	14,649	13,105	1,544	11.78%
Profit / (Loss) before tax	75	(1,584)	1,659	(104.73%)

The Group's revenue increased by 11.78% to RM14.649 million as compared to RM13.105 million recorded in the preceding quarter. The higher revenue recorded for the Group was mainly due to higher sales recorded in the current quarter under review.



The Group recorded a profit before tax of RM0.75 million in the current quarter as compared to loss before tax of RM1.584 million recorded in the preceding quarter. The significantly increased in profit before tax was mainly due to provision of obsolete raw materials of RM0.924 million and impairment loss on trade receivables of RM0.212 million in the preceding quarter and higher margin recorded in the current quarter under review.

22. Commentary of Prospects

The overall results of the Group will be affected in coming quarters due to the challenges faced from the fire incident which caused production to be disrupted for a few months. In this regards, the Group would have to find alternative means to fulfill its orders to support the Group's performance in this difficult financial year.

23. Profit For The Period

Profit for the period is arrived at after charging:-

<i>In thousand of RM</i>	Current quarter		Cumulative quarter	
	Three months ended		Three months ended	
	31-March		31-March	
	2013	2012	2013	2012
Amortisation of prepaid lease payments	12	12	12	12
Bad debts written off	1	2	1	2
Depreciation				
- Property, plant and equipment	463	429	463	429
- Investment properties	8	11	8	11
Fair value loss on derivatives	7	-	7	-
Finance costs	-	40	-	40
Foreign exchange loss - realised	16	59	16	59
Inventories written off	36	149	36	149

And after crediting:-

Fair value gain on derivatives	-	39	-	39
Finance income	2	-	2	-
Foreign exchange gain - realised	47	52	47	52
Gain on disposal of property, plant & equipment	-	1	-	1



24. **Borrowings**

There were no borrowings in the current quarter under review.

25. **Tax Expense**

<i>In thousand of RM</i>	Current quarter Three months ended 31-March		Cumulative quarter Three months ended 31-March	
	2013	2012	2013	2012
Current tax expense	-	7	-	7
Deferred tax expense	-	-	-	-
Over provision in prior year	(13)	-	(13)	-
Tax expense	(13)	7	(13)	7

The effective tax rate for the Group in the current financial year to date is lower than the statutory tax rate of 25% mainly due to the availability and utilisation of various tax allowances and incentives to offset against its taxable income.

26. **Derivatives Financial Instruments**

The Group has entered into forward foreign exchange currencies contracts other than the functional currency to manage exposure to the fluctuations in foreign currency exchange rates.

The outstanding of these derivatives as at 31 March 2013 are as follows:

Type of Derivatives	Contract / Notional Value	Fair Value
	RM'000	RM'000
Foreign currency forward contracts Sales contract denominated in USD - Less than 1 year	1,709	1,701

Derivatives financial instruments entered into by the Group are similar to those disclosed in the audited financial statements for the year ended 31 December 2012. During the current quarter under review, the Group recognised a fair value loss of RM7,225 on changes of its derivative instruments in the profit or loss.

The maturity periods of the above derivatives are less than one year. As foreign currencies contracts are hedged with creditworthy financial institutions, the Group does not foresee any significant credit and market risks. There are also no transaction costs at the inception of these contracts as the Group only uses forward foreign currencies contracts as its hedging instruments. The Group is exposed to minimal cash flow risk in view of its healthy cash position.



27. **Realised and Unrealised Profits**

The breakdown of retained earnings of the Group as at the reporting date, into realised and unrealised profits or losses, pursuant to Paragraphs 2.06 and 2.23 of the Bursa Malaysia Securities Berhad Listing Requirements, are as follows:

<i>In thousand of RM</i>	31 March 2013	31 December 2012
Total retained earnings of the Group		
- Realised gain	11,151	11,021
- Unrealised gain / (loss)	<u>(7)</u>	<u>35</u>
	<u>11,144</u>	<u>11,056</u>

The unrealised gains/(losses) of the Group as disclosed above includes translation gains and losses on monetary items denominated in a currency other than the functional currency and foreign exchange contracts, as translation gains and losses are incurred in the ordinary course of business of the Group, and are hence deemed as realised.

The disclosure of realised and unrealised profits or losses is made solely for complying with the disclosure requirements as stipulated in the directive of Bursa Malaysia Securities Berhad and is not made for any other purposes.

28. **Dividend Proposed**

The Board of Directors recommended a final dividend of 1.5% less 25% income tax in respect of the financial year ended 31 December 2012 for the shareholders' approval in the forthcoming Annual General Meeting. The entitlement date is on 20/06/2013 and the final dividend is payable on 09/07/2013.

29. **Earnings Per Share**

Basic earnings per ordinary share are calculated based on the Group's net profit attributable to equity holders of the Company and the weighted average number of ordinary shares in issue during the current quarter and the financial year to date.

Diluted earnings per ordinary share is the same as the basic earnings per ordinary share as the effect of anti-dilutive potential ordinary shares are ignored in calculating diluted earnings per ordinary share in accordance with FRS 133 on Earnings per Share.



CENTRAL INDUSTRIAL CORPORATION BERHAD and its subsidiaries
Company No. 12186-K (Incorporated in Malaysia)

<i>In thousand of RM</i>	Current quarter		Cumulative quarter	
	Three months ended		Three months ended	
	31-March		31-March	
	2013	2012	2013	2012
Basic				
Profit /(Loss) attributable to the owners of the company	88	(659)	88	(659)
Weighted average number of ordinary shares in issue	45,780	45,780	45,780	45,780
Basic earnings per ordinary share (sen)	0.19	(1.44)	0.19	(1.44)
Diluted				
Diluted earnings per ordinary share (sen)	0.19	(1.44)	0.19	(1.44)

30. **Authorisation for Issue**

The interim financial statements and the accompanying notes were authorized for issue by the Board of Directors in accordance with a resolution of the directors passed on 29 May 2013.

By order of the Board,
Central Industrial Corporation Berhad

Fong Phoi Shan
Company Secretary

Date: 29 May 2013