



Condensed Consolidated Statement Of Financial Position  
As at 31 March 2014

<i>In thousand of RM</i>	31 March 2014 <u>Unaudited</u>	31 December 2013 <u>Audited</u>
<b><u>Assets</u></b>		
Property, plant & equipment	17,294	17,674
Prepaid lease payments	1,648	1,660
Investment properties	1,296	1,304
<b>Total non-current assets</b>	<b>20,238</b>	<b>20,638</b>
Inventories	30,088	29,115
Trade & other receivables	14,506	14,220
Current tax assets	11	38
Cash & bank balances	1,146	1,966
<b>Total current assets</b>	<b>45,751</b>	<b>45,339</b>
<b>Total Assets</b>	<b>65,989</b>	<b>65,977</b>
<b><u>Equity</u></b>		
Share capital	45,780	45,780
Reserves	1,804	1,804
Retained earnings	11,094	11,027
<b>Total equity attributable to owners of the Company</b>	<b>58,678</b>	<b>58,611</b>
Non-controlling interests	-	-
<b>Total equity</b>	<b>58,678</b>	<b>58,611</b>
<b><u>Liabilities</u></b>		
Employee benefits	1,217	1,170
<b>Total non-current liabilities</b>	<b>1,217</b>	<b>1,170</b>
Trade & other payables	3,859	5,051
Derivative financial liabilities	1	31
Borrowings	2,234	1,114
<b>Total current liabilities</b>	<b>6,094</b>	<b>6,196</b>
<b>Total liabilities</b>	<b>7,311</b>	<b>7,366</b>
<b>Total Equity and Liabilities</b>	<b>65,989</b>	<b>65,977</b>
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 31.12.2013 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 2014**

<i>In thousand of RM</i>	Current quarter Three months ended 31-March		Cumulative quarter Three months ended 31-March	
	<u>2014</u> Unaudited	<u>2013</u> Unaudited	<u>2014</u> Unaudited	<u>2013</u> Unaudited
Continuing operations				
Revenue	16,173	14,649	16,173	14,649
Cost of sales	(14,217)	(12,735)	(14,217)	(12,735)
Gross profit	1,956	1,914	1,956	1,914
Other operating income	280	75	280	75
Selling and distribution expenses	(902)	(851)	(902)	(851)
Administrative expenses	(1,047)	(946)	(1,047)	(946)
Other operating expenses	(212)	(117)	(212)	(117)
Results from operating activities	75	75	75	75
Finance costs	(10)	-	(10)	-
Finance income	2	-	2	-
Net finance costs	(8)	-	(8)	-
Profit before tax	67	75	67	75
Tax expense	-	13	-	13
Profit for the period	67	88	67	88
Other comprehensive income , net of tax				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations	-	(4)	-	(4)
Other comprehensive income for the period	67	(4)	67	(4)
Comprehensive income for the period	67	84	67	84
Profit attributable to :				
Owners of the Company	67	88	67	88
Non-controlling interests	-	-	-	-
Profit for the period	67	88	67	88



**Comprehensive income attributable to :**

Owners of the Company	67	84	67	84
Non-controlling interests	-	-	-	-
<b>Comprehensive income for the period</b>	<b>67</b>	<b>84</b>	<b>67</b>	<b>84</b>

Basic earnings per ordinary share (sen) 0.15 0.19 0.15 0.19

Diluted earnings per ordinary share (sen) 0.15 0.19 0.15 0.19

The Condensed Consolidated Statement of Profit Or Loss And Other Comprehensive Income should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31.12.2013 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 2014**

<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 2014	45,780	1,407	109	288	11,027	58,611
Foreign currency translation differences for foreign operations	-	-	-	-	-	-
Total other comprehensive income for the period	-	-	-	-	-	-
Profit for the period	-	-	-	-	67	67
Comprehensive income for the period	-	-	-	-	67	67
<b><i>Contributions by and distributions to owners of the Company</i></b>						
- Dividend to owners	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-
At 31 March 2014	45,780	1,407	109	288	11,094	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 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 period	-	-	-	-	88	88
Comprehensive income for the period	-	-	(4)	-	88	84
<b>Contributions by and distributions to owners of the Company</b>						
- Dividend to owners	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-
At 31 March 2013	45,780	1,407	59	288	11,144	58,678

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 31.12.2013 and the accompanying explanatory notes attached to the interim financial statements.



**Condensed Consolidated Statement Of Cash Flows**  
**For the three months ended 31 March 2014**

<i>In thousand of RM</i>	Three months ended 31-March	
	<u>2014</u> <u>Unaudited</u>	<u>2013</u> <u>Unaudited</u>
<b>Cash flows from operating activities</b>		
Profit before tax from - continuing operations	67	75
Adjustments for :-		
Amortisation of prepaid lease payments	12	12
Depreciation of property, plant and equipment	455	463
Depreciation of investment properties	8	8
Finance costs	10	-
Finance income	(2)	(2)
Operating profit before changes in working capital	550	556
Change in employee benefits, provisions and deferred income	46	24
Change in inventories	(972)	1,056
Change in trade and other payables	(1,223)	(261)
Change in trade and other receivables, prepayments and other financial assets	(285)	(164)
Cash (used in)/generated from operations	(1,884)	1,211
Income tax refund	27	1
Interest paid	(10)	-
Net cash (used in)/from operating activities	(1,867)	1,212
<b>Cash flows from investing activities</b>		
Acquisition of property, plant & equipment	(75)	(20)
Interest received	2	2
Proceeds from disposal of property, plant & equipment	-	-
Net cash used in investing activities	(73)	(18)
<b>Cash flows from financing activities</b>		
Drawn down of borrowings, net	1,120	-
Net cash from financing activities	1,120	-
Net (decrease)/increase in cash and cash equivalents	(820)	1,194
Effect on exchange rate fluctuations on cash held	-	(1)
Cash and cash equivalents at 1 January	1,966	2,215
Cash and cash equivalents at 31 March	1,146	3,408



**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>2014</u>	<u>2013</u>
Cash and bank balances	<u>1,146</u>	<u>3,408</u>
	<u>1,146</u>	<u>3,408</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 31.12.2013 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 2014

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 2013. 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 2013.

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 2013.

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 2014***

- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2011-2013 Cycle)*
- Amendments to MFRS 2, *Share-based Payment (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 3, *Business Combinations (Annual Improvements 2010-2012 Cycle and 2011-2013 Cycle)*
- Amendments to MFRS 8, *Operating Segments (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 13, *Fair Value Measurement (Annual Improvements 2010-2012 Cycle and 2011-2013 Cycle)*
- Amendments to MFRS 116, *Property, Plant and Equipment (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 119, *Employee Benefits - Defined Benefit Plans: Employee Contributions*
- Amendments to MFRS 124, *Related Party Disclosures (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 138, *Intangible Assets (Annual Improvements 2010-2012 Cycle)#*
- Amendments to MFRS 140, *Investment Properties (Annual Improvements 2011-2013 Cycle)*





***MFRSs, Interpretations and amendments effective for a date yet to be confirmed***

- MFRS 9, *Financial Instruments* (2009)
- MFRS 9, *Financial Instruments* (2010)
- MFRS 9, *Financial Instruments - Hedge Accounting and Amendments to MFRS 9, MFRS 7 and MFRS 139*
- Amendments to MFRS 7, *Financial Instruments: Disclosures - Mandatory Effective Date of MFRS 9 and Transition Disclosures*

The Group plans to apply the above mentioned standards, amendments and interpretations:

- from the annual period beginning on 1 January 2015 for those accounting standards, amendments or interpretations that are effective for annual periods beginning on or after 1 July 2014 except for those marked “#” which are not applicable to the Group.

The initial application of the accounting standards, amendments or interpretations are not expected to have any material financial impacts to the current period and prior periods financial statements of the Group.

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.

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 2013.

15. **Dividends Paid**

There was no dividend paid during current quarter ended 31 March 2014.



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 2014 stated as follows:

	Current quarter		Cumulative quarter	
	Three months ended		Three months ended	
	31-March		31-March	
<i>In thousand of RM</i> - Unaudited	2014	2013	2014	2013
<b><u>Segment Revenue</u></b>				
- Malaysia	15,838	14,443	15,838	14,443
- Overseas	991	1,017	991	1,017
Elimination of inter segment revenue	(656)	(811)	(656)	(811)
<b>Total Segment Revenue</b>	<b>16,173</b>	<b>14,649</b>	<b>16,173</b>	<b>14,649</b>

	Current quarter		Cumulative quarter	
	Three months ended		Three months ended	
	31-March		31-March	
<i>In thousand of RM</i> - Unaudited	2014	2013	2014	2013
<b><u>Segment Results</u></b>				
- Malaysia	82	60	82	60
- Overseas	(7)	15	(7)	15
<b>Total Segment Results</b>	<b>75</b>	<b>75</b>	<b>75</b>	<b>75</b>
Finance Cost	(10)	-	(10)	-
Finance Income	2	-	2	-
<b>Profit Before Tax</b>	<b>67</b>	<b>75</b>	<b>67</b>	<b>75</b>

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's revenue increased by 10.40% to RM16.173 million in the current quarter under review as compared to RM14.649 million registered in the corresponding quarter last year. The Group has registered profit before tax of RM0.067 million in the current quarter, which was 10.67% lower as compared to RM0.075 million registered in the corresponding quarter last year.

The higher revenue registered in the current quarter under review was mainly due to increase in overall Group's sales as a result of higher selling price and volume. The Group registered lower profit before tax due to higher operating costs incurred in the current quarter under review.

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 2014 RM'000	Quarter ended 31 December 2013 RM'000	Variance	
			RM'000	%
Revenue	16,173	15,812	361	2.28%
Profit before tax	67	909	(842)	(92.63%)

The Group's revenue increased by 2.28% from RM15.812 million in the immediate preceding quarter to RM16.173 million in the current quarter under review. The increased in the Group's revenue were due to higher sales recorded as a result of higher selling price and volume in the current quarter under review.

The Group recorded profit before tax of RM0.067 million in the current quarter as compared to RM0.909 million recorded in the immediate preceding quarter. The significant decreased in profit before tax was mainly due to other operating income from insurance claim arising from the fire incident in the preceding quarter.

22. **Commentary of Prospects**



The Board expects that the Group will perform better in 2014 with higher sales and better profit generated. The Group's strategy is to continue with its efforts to focus and consolidate on export market growth, product and service quality and stricter cost control measures.

**23. Profit For The Period**

Profit for the period is arrived at after charging:-

<i>In thousand of RM</i>	Current quarter Three months ended 31-March		Cumulative quarter Three months ended 31-March	
	2014	2013	2014	2013
Amortisation of prepaid lease payments	12	12	12	12
Bad debts written off	-	1	-	1
Depreciation				
- Property, plant and equipment	455	463	455	463
- Investment properties	8	8	8	8
Finance costs	10	-	10	-
Foreign exchange loss/(gain) – realised	41	(31)	41	(31)
Foreign exchange loss – unrealised	21	-	21	-
Inventories written off	45	36	45	36
And after crediting:-				
Fair value gain/(loss) on derivatives	30	(7)	30	(7)
Finance income	2	2	2	2
Inventories written back	177	-	177	-

**24. Tax Expense**

<i>In thousand of RM</i>	Current quarter Three months ended 31-March		Cumulative quarter Three months ended 31-March	
	2014	2013	2014	2013
Current tax expense	-	-	-	-
Over provision in prior year	-	(13)	-	(13)



Tax expense	-	(13)	-	(13)
-------------	---	------	---	------

25. **Borrowings**

Particulars of the Group's borrowings are as follow:-

<i>In thousand of RM</i>	Denominated in currency	31 March 2014	31 March 2013
Current			
<i>Unsecured :</i>			
Banker's Acceptance	USD	2,234	-

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 2014 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	2,103	2,104

Derivatives financial instruments entered into by the Group are similar to those disclosed in the audited financial statements for the year ended 31 December 2013. During the current quarter under review, the Group recognised a fair value gain of RM30,039 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 2014	31 December 2013
Total retained earnings of the Group		
- Realised gain	11,085	11,077
- Unrealised gain/(loss)	<u>9</u>	<u>(50)</u>
	<u>11,094</u>	<u>11,027</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 single tier final dividend of 1.75% in respect of the financial year ended 31 December 2013 for the shareholders' approval in the forthcoming Annual General Meeting. The entitlement date is on 26 June 2014 and payment date for the single tier final dividend is on 9 July 2014.

**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.

<i>In thousand of RM</i>	Current quarter Three months ended 31-March		Cumulative quarter Three months ended 31-March	
	2014	2013	2014	2013
<b>Basic</b>				



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

---

Profit attributable to the owners of the company	67	88	67	88
Weighted average number of ordinary shares in issue	45,780	45,780	45,780	45,780
Basic earnings per ordinary share (sen)	0.15	0.19	0.15	0.19
<b>Diluted</b>				
Diluted earnings per ordinary share (sen)	0.15	0.19	0.15	0.19

---

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 26 May 2014.

By order of the Board,  
Central Industrial Corporation Berhad

---

Fong Phoi Shan  
Company Secretary

Date: 26 May 2014