



Condensed Consolidated Statement Of Financial Position
As at 31 March 2015

<i>In thousand of RM</i>	31 March <u>2015</u> <u>Unaudited</u>	31 December <u>2014</u> <u>Audited</u>
Assets		
Property, plant & equipment	15,881	16,367
Prepaid lease payments	1,266	1,274
Investment properties	1,602	1,613
Total non-current assets	18,749	19,254
Inventories	23,156	26,180
Trade & other receivables	13,294	11,611
Current tax assets	12	7
Cash & bank balances	4,549	4,285
Total current assets	41,011	42,083
Total Assets	59,760	61,337
Equity		
Share capital	45,780	45,780
Reserves	1,557	1,540
Retained earnings	9,151	9,468
Total equity attributable to owners of the Company	56,488	56,788
Non-controlling interests	-	-
Total equity	56,488	56,788
Liabilities		
Employee benefits	1,250	1,252
Total non-current liabilities	1,250	1,252
Trade & other payables	1,949	3,266
Derivative financial liabilities	73	31
Total current liabilities	2,022	3,297
Total liabilities	3,272	4,549
Total Equity and Liabilities	59,760	61,337
Net assets per ordinary share (RM)	1.23	1.24

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31.12.2014 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 2015

<i>In thousand of RM</i>	Current quarter Three months ended 31-March		Cumulative quarter Three months ended 31-March	
	<u>2015</u> <u>Unaudited</u>	<u>2014</u> <u>Unaudited</u>	<u>2015</u> <u>Unaudited</u>	<u>2014</u> <u>Unaudited</u>
Continuing operations				
Revenue	13,121	16,173	13,121	16,173
Cost of sales	(11,501)	(14,217)	(11,501)	(14,217)
Gross profit	1,620	1,956	1,620	1,956
Other operating income	182	282	182	282
Selling and distribution expenses	(851)	(902)	(851)	(902)
Administrative expenses	(924)	(1,047)	(924)	(1,047)
Other operating expenses	(345)	(212)	(345)	(212)
Results from operating activities	(318)	77	(318)	77
Finance costs	-	(10)	-	(10)
Profit before tax	(318)	67	(318)	67
Tax expense	1	-	1	-
(Loss)/Profit for the period	(317)	67	(317)	67
Other comprehensive income , net of tax				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations	17	-	17	-
Other comprehensive income for the period	17	-	17	-
Comprehensive income for the period	(301)	67	(301)	67
(Loss)/Profit attributable to :				
Owners of the Company	(317)	67	(317)	67
(Loss)/Profit for the period	(317)	67	(317)	67
Comprehensive income attributable to :				
Owners of the Company	(301)	67	(301)	67
Comprehensive income for the period	(301)	67	(301)	67
Basic earnings per ordinary share (sen)	(0.69)	0.15	(0.69)	0.15
Diluted earnings per ordinary share (sen)	(0.69)	0.15	(0.69)	0.15

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 31.12.2014 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 2015

<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 2015	45,780	1,407	133	-	9,468	56,788
Foreign currency translation differences for foreign operations	-	-	17	-	-	17
Total other comprehensive income for the period	-	-	-	-	-	-
Loss for the period	-	-	-	-	(317)	(317)
Comprehensive income for the period	-	-	-	-	(317)	(317)
<i>Contributions by and distributions to owners of the Company</i>						
- Dividend to owners	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-
At 31 March 2015	45,780	1,407	150	-	9,151	56,488



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 -----/					
	/ ----- Non- distributable -----/			Distributable		
	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	-	-	-	-	-	-
Loss for the period	-	-	-	-	67	67
Comprehensive income for the period	-	-	-	-	67	67
Contributions by and distributions to owners of the Company						
- Dividend to owners	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-
At 31 March 2014	45,780	1,407	109	288	11,094	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 31.12.2014 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statement Of Cash Flows
For the three months ended 31 March 2015

<i>In thousand of RM</i>	Three months ended	
	2015	31-March 2014
	<u>Unaudited</u>	<u>Unaudited</u>
Cash flows from operating activities		
(Loss)/Profit before tax from - continuing operations	(318)	67
Adjustments for :-		
Amortisation of prepaid lease payments	12	12
Depreciation of property, plant and equipment	453	455
Depreciation of investment properties	8	8
Gain on disposal of property, plant & equipment	(52)	-
Provision of retirement benefits	40	-
Finance costs	-	10
Finance income	(12)	(2)
Operating profit before changes in working capital	131	550
Change in employee benefits, provisions and deferred income	-	46
Change in inventories	3,025	(972)
Change in trade and other payables	(1,275)	(1,223)
Change in trade and other receivables, prepayments and other financial assets	(1,684)	(285)
Cash (used in)/generated from operations	197	(1,884)
Income tax refund	(4)	27
Interest paid	-	(10)
Retirement benefit paid	(43)	-
Net cash (used in)/from operating activities	150	(1,867)
Cash flows from investing activities		
Acquisition of property, plant & equipment	(85)	(75)
Interest received	12	2
Proceeds from disposal of property, plant & equipment	170	-
Net cash used in investing activities	97	(73)
Cash flows from financing activities		
Drawn down of borrowings, net	-	1,120
Net cash from financing activities	-	1,120
Net (decrease)/increase in cash and cash equivalents	247	(820)
Effect on exchange rate fluctuations on cash held	17	-
Cash and cash equivalents at 1 January	4,285	1,966
Cash and cash equivalents at 31 March	4,549	1,146



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	
	2015	2014
Fixed deposits placed with a licensed bank	1,500	-
Short term deposit	500	-
Cash and bank balances	<u>2,549</u>	<u>1,146</u>
	<u>4,549</u>	<u>1,146</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 31.12.2014 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 2015

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 2014. 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 2014.

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 2014.

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.

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 Property (Annual Improvements 2011-2013 Cycle)*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016

- Amendments to MFRS 5, *Non-current Assets Held for Sale and Discontinued Operations (Annual Improvements 2012-2014 Cycle)#*
- Amendments to MFRS 7, *Financial Instruments: Disclosures (Annual Improvements 2012-2014 Cycle)*



MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016 (continued)

- Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to MFRS 11, Joint Arrangements – Accounting for Acquisitions of Interests in Joint Operations#
- MFRS 14, Regulatory Deferral Accounts#
- Amendments to MFRS 101, *Presentation of Financial Statements – Disclosure Initiative*
- Amendments to MFRS 116, *Property, Plant and Equipment* and MFRS 138, *Intangible Assets – Clarification of Acceptable Methods of Depreciation and Amortisation*
- Amendments to MFRS 116, *Property, Plant and Equipment* and MFRS 141, *Agriculture – Agriculture: Bearer Plants*
- Amendments to MFRS 119, *Employee Benefits (Annual Improvements 2012-2014 Cycle)*
- Amendments to MFRS 127, *Separate Financial Statements – Equity Method in Separate Financial Statements#*
- Amendments to MFRS 134, *Interim Financial Reporting (Annual Improvements 2012-2014 Cycle)*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2017

- MFRS 15, *Revenue from Contracts with Customers*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018

- MFRS 9, *Financial Instruments (2014)*

The Group and the Company plan to apply the abovementioned accounting 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 indicated with “*” which are not applicable to the Group and the Company;
- from the annual period beginning on 1 January 2016 for those accounting standards, amendments or interpretations that are effective for annual periods beginning on or after 1 January 2016 except for those indicate with “#” which are not applicable to the Group and the Company;
- from the annual period beginning on 1 January 2017 for those accounting standards, amendments or interpretations that are effective for annual periods beginning on or after 1 January 2017; and
- from the annual period beginning on 1 January 2018 for those accounting standards, amendments or interpretations that are effective for annual periods beginning on or after 1 January 2018.



The initial application of the abovementioned accounting standards, amendments or interpretations are not expected to have any material financial impacts to the Group and the Company except as mentioned below :

(i) **MFRS 15, *Revenue from Contracts with Customers***

MFRS 15 replaces the guidance in MFRS 111, *Construction Contracts*, MFRS 118, *Revenue*, IC Interpretation 13, *Customer Loyalty Programme*, IC Interpretation 15, *Agreements for Construction of Real Estate*, IC Interpretation 18, *Transfer of Assets from Customers* and IC Interpretation 131, *Revenue – Barter Transactions Involving Advertising Services*.

The Group and the Company is currently assessing the financial impact that may arise from the adoption of MFRS 15.

(ii) **MFRS 9, *Financial Instruments***

MFRS 9 replaces the guidance in MFRS 139, *Financial Instruments: Recognition and Measurement* on the classification and measurement of financial assets and financial liabilities, and on hedge accounting.

The Group is currently assessing the financial impact that may arise from the adoption of MFRS 9.

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**

There were no valuation of property, plant and equipment during the current quarter under review.

15. **Dividends Paid**

There was no dividend paid during current quarter ended 31 March 2015.



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 2015 stated as follows:

	Current quarter Three months ended 31-March		Cumulative quarter Three months ended 31-March	
	2015	2014	2015	2014
<i>In thousand of RM</i> - Unaudited				
<u>Segment Revenue</u>				
- Malaysia	12,701	15,838	12,701	15,838
- Overseas	1,022	991	1,022	991
Elimination of inter segment revenue	(602)	(656)	(602)	(656)
Total Segment Revenue	13,121	16,173	13,121	16,173

	Current quarter Three months ended 31-March		Cumulative quarter Three months ended 31-March	
	2015	2014	2015	2014
<i>In thousand of RM</i> - Unaudited				
<u>Segment Results</u>				
- Malaysia	(343)	84	(343)	84
- Overseas	25	(7)	25	(7)
Total Segment Results	(318)	77	(318)	77
Finance Cost	-	(10)	-	(10)
Profit Before Tax	(318)	67	(318)	67

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 decreased by 18.87% to RM13.121 million in the current quarter under review as compared to RM16.173 million registered in the corresponding quarter last year. The Group has registered loss before tax of RM0.318 million in the current quarter, which was 574.63% lower as compared to RM0.067 million registered in the corresponding quarter last year.

The lower revenue registered in the current quarter under review was mainly due to decrease in overall Group's sales. The Group recorded loss 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 December 2014 RM'000	Quarter ended 31 December 2014 RM'000	Variance RM'000	%
Revenue	13,121	13,367	(246)	(1.84)
Profit before tax	(318)	(156)	(162)	(103.85)

The Group's revenue decreased by 1.84% from RM13.367 million in the immediate preceding quarter to RM13.121 million in the current quarter under review. The decreased in the Group's revenue were due to lower sales recorded for both domestic and export markets in the current quarter under review.

The Group recorded loss before tax of RM0.318 million in the current quarter as compared to loss before tax of RM0.156 million recorded in the immediate preceding quarter. The significant increase in loss before tax was mainly due to higher operating costs as a result of weaken local currency in the current quarter current review.

22. **Commentary of Prospects**

The Board expects that the Group will continue to face and operate under tough and challenging circumstances in 2015 given the current weakening of Ringgit against US Dollars and rising operating costs. The Group's strategy is to continue with its focus to regain its export market, improvement in product and service quality to drive higher sales traction. In addition, the Group will continue to enforce strict cost control measures and mitigate rising costs with substitution of lower cost raw materials and products where available to improve its gross profit margin.



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	2014	2014	2014
Amortisation of prepaid lease payments	12	12	12	12
Auditors' remuneration	11	11	11	11
Depreciation				
- Property, plant and equipment	459	455	455	455
- Investment properties	8	8	8	8
Finance costs	-	10	-	10
Foreign exchange loss/(gain) – realised	28	41	28	41
Foreign exchange loss – unrealised	-	21	-	21
Inventories written off	121	45	121	45
Provision for retirement benefits	41	-	41	-

And after crediting:-

Bad debts recovered	63	-	63	-
Fair value gain/(loss) on derivatives	(41)	30	(41)	30
Finance income	12	2	12	2
Gain on disposal of plant and equipment	52	-	52	-
Inventories written back	-	177	-	177
Rental income	26	26	26	26

24. Tax Expense

<i>In thousand of RM</i>	Current quarter Three months ended 31-March		Cumulative quarter Three months ended 31-March	
	2015	2014	2015	2014
Current tax expense	-	-	-	-
Over provision in prior year	1	-	1	-
Tax expense	1	-	1	-



25. **Borrowings**

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

<i>In thousand of RM</i>	Denominated in currency	31 March 2015	31 March 2014
Current			
Unsecured :			
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 2015 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	668	741

Derivatives financial instruments entered into by the Group are similar to those disclosed in the audited financial statements for the year ended 31 December 2014. During the current quarter under review, the Group recognised a fair value gain of RM41,400 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 2014
Total retained earnings of the Group		
- Realised gain	9,192	9,465
- Unrealised (loss)/gain	<u>(41)</u>	<u>3</u>
	<u>9,151</u>	<u>9,468</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 2014 for the shareholders' approval in the forthcoming Annual General Meeting. The entitlement date is on 17 June 2015 and payment date for the single tier final dividend is on 9 July 2015.

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 MFRS 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	
	2015	2014	2015	2014
Basic				
Profit attributable to the owners of the company	(317)	67	(317)	67
Weighted average number of ordinary shares in issue	45,780	45,780	45,780	45,780
Basic earnings per ordinary share (sen)	(0.69)	0.15	(0.69)	0.15
Diluted				
Diluted earnings per ordinary share (sen)	(0.69)	0.15	(0.69)	0.15

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 2015.

By order of the Board,
Central Industrial Corporation Berhad

Fong Phoi Shan
Company Secretary

Date: 26 May 2015