



Condensed Consolidated Statement Of Financial Position
As at 31 December 2016

	31 December 2016 Unaudited RM'000	31 December 2015 Audited RM'000
<u>Assets</u>		
Property, plant & equipment	13,663	14,853
Prepaid lease payments	1,522	1,567
Investment properties	1,070	1,098
Total non-current assets	16,255	17,518
Inventories	14,606	15,576
Trade & other receivables	11,159	11,534
Current tax assets	35	30
Deposit, cash & bank balances	10,466	5,757
Total current assets	36,266	32,897
Total Assets	52,521	50,415
<u>Equity</u>		
Share capital	45,780	45,780
Reserves	1,707	1,685
Accumulated losses	(2,068)	(3,312)
Total equity attributable to owners of the Company	45,419	44,153
Non-controlling interests	-	-
Total equity	45,419	44,153
<u>Liabilities</u>		
Employee benefits	1,659	1,817
Total non-current liabilities	1,659	1,817
Trade & other payables	5,443	4,445
Derivative financial liabilities	-	-
Total current liabilities	5,443	4,445
Total liabilities	7,102	6,262
Total Equity and Liabilities	52,521	50,415
Net assets per ordinary share (RM)	0.99	0.96

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31.12.2015 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statement Of Profit Or Loss And Other Comprehensive Income
For The Year Ended 31 December 2016

	Current quarter		Cumulative quarter	
	Three months ended		Twelve months ended	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Audited</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Continuing operations				
Revenue	14,214	12,730	56,074	52,618
Cost of sales	(11,809)	(11,499)	(46,792)	(45,039)
Gross profit	<u>2,405</u>	<u>1,231</u>	<u>9,282</u>	<u>7,579</u>
Other operating income	829	(121)	1,337	912
Selling and distribution expenses	(832)	(886)	(3,613)	(3,571)
Administrative expenses	(1,228)	(1,247)	(4,511)	(4,758)
Other operating expenses	(561)	(1,527)	(1,268)	(12,142)
Profit/(loss) from operating activities	<u>613</u>	<u>(2,550)</u>	<u>1,227</u>	<u>(11,980)</u>
Finance costs	-	-	-	-
Finance income	20	-	58	-
Net finance costs	<u>20</u>	<u>-</u>	<u>58</u>	<u>-</u>
Profit/(loss) before tax	<u>633</u>	<u>(2,550)</u>	<u>1,285</u>	<u>(11,980)</u>
Tax expense	-	-	(41)	1
Profit/(loss) for the period	<u>633</u>	<u>(2,550)</u>	<u>1,244</u>	<u>(11,979)</u>
Other comprehensive income/(expense), net of tax				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations	24	(18)	21	145
Other comprehensive income/(expense) for the period	<u>24</u>	<u>(18)</u>	<u>21</u>	<u>145</u>
Comprehensive income/(expense) for the period/year	<u>657</u>	<u>(2,568)</u>	<u>1,265</u>	<u>(11,834)</u>
Gain/(loss) attributable to :				
Owners of the Company	633	(2,550)	1,244	(11,979)
Non-controlling interests	-	-	-	-
Gain/(loss) for the period	<u>633</u>	<u>(2,550)</u>	<u>1,244</u>	<u>(11,979)</u>



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

Comprehensive income/(expense) attributable to :

Owners of the Company	657	(2,568)	1,265	(11,834)
Non-controlling interests	-	-	-	-
Comprehensive income/(expense) for the period	<u>657</u>	<u>(2,568)</u>	<u>1,265</u>	<u>(11,834)</u>

Basic profit/(loss) per ordinary share (sen) 1.43 (5.57) 2.76 (26.17)

Diluted profit/(loss) per ordinary share (sen) 1.43 (5.57) 2.76 (26.17)

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 31.12.2015 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 year ended 31 December 2016 - Unaudited

	/----- Attributable to owners of the Company -----/				
	/----- Non- distributable -----/			Distributable	
	Share Capital RM'000	Share Premium RM'000	Translation Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
At 1 January 2016	45,780	1,407	278	(3,312)	44,153
Foreign currency translation differences for foreign operations	-	-	22	-	22
Total other comprehensive expense for the period			22	-	22
Profit for the period	-	-	-	1,244	1,244
Comprehensive income for the period	-	-	22	1,244	1,266
<i>Contributions by and distributions to owners of the Company</i>					
- Dividend to owners	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-
At 31 December 2016	45,780	1,407	300	(2,068)	45,419



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

	/----- Attributable to owners of the Company -----/					
	/----- Non- distributable -----/			Distributable		
	Share Capital RM'000	Share Premium RM'000	Translation Reserve RM'000	Option Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
At 1 January 2015	45,780	1,407	133		9,468	56,788
Foreign currency translation differences for foreign operations	-	-	145	-	-	145
Total other comprehensive income for the period	-	-	145	-	-	145
Loss for the period	-	-	-	-	(11,979)	(11,979)
Comprehensive expense for the period	-	-	145	-	(11,979)	(11,834)
<i>Contributions by and distributions to owners of the Company</i>						
- Dividend to owners	-	-	-	-	(801)	(801)
Total transactions with owners of the Company	-	-	-	-	-	-
At 31 December 2015	45,780	1,407	278	-	(3,312)	44,153

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 31.12.2015 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statement Of Cash Flows
For The Year Ended 31 December 2016

	Twelve months ended 31 December	
	<u>2016</u>	<u>2015</u>
	<u>Unaudited</u>	<u>Audited</u>
	RM'000	RM'000
Cash flows from operating activities		
Profit/(loss) before tax from - continuing operations	1,285	(11,980)
Adjustments for :-		
Amortisation of prepaid lease payments	46	46
Bad debts written off	29	-
Bad debts recovered	(48)	-
Depreciation of property, plant and equipment	1,746	1,792
Depreciation of investment properties	27	27
Finance income	(59)	(62)
Gain on disposal of property, plant and equipment	(15)	(63)
Inventories written off	536	-
Property, plant & equipment written off	2	-
Inventories variance written off	-	10,770
Impairment loss on trade and other receivables	92	-
(Reversal)/provision for slow moving inventories	(126)	-
Unrealised forex exchange gain	-	-
Provision of retirement benefits	110	713
Operating profit before changes in working capital	<u>3,625</u>	<u>1,243</u>
Change in inventories	565	(115)
Change in trade and other payables	1,593	980
Change in trade and other receivables, prepayments and other financial assets	(285)	293
Cash generated from operations	<u>5,498</u>	<u>2,401</u>
Income tax paid	(45)	(23)
Retirement benefit paid	(268)	(148)
Net cash from operating activities	<u>5,185</u>	<u>2,230</u>
Cash flows from investing activities		
Acquisition of property, plant & equipment	(577)	(242)
Proceed from disposal of investment property	-	-
Proceed from disposal property, plant and equipment	15	182
Interest received	59	62
Net cash (used in)/from investing activities	<u>(503)</u>	<u>2</u>
Cash flows from financing activities		
Dividend paid to the owners of the company	-	(801)
Net cash from financing activities	<u>-</u>	<u>(801)</u>



Net increase in cash and cash equivalents	4,682	1,432
Effect on exchange rate fluctuations on cash held	27	41
Cash and cash equivalents at 1 January	<u>5,757</u>	<u>4,285</u>
Cash and cash equivalents at 31 December	<u>10,466</u>	<u>5,758</u>

Cash and cash equivalents

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

	<u>2016</u> RM'000	<u>2015</u> RM'000
Fixed deposits placed with a licensed bank	1,550	1,511
Short term deposit	1,241	-
Cash and bank balances	<u>7,675</u>	<u>4,247</u>
	<u>10,466</u>	<u>5,758</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 31.12.2015 and the accompanying explanatory notes attached to the interim financial statements.



Notes to the condensed consolidated interim financial statements for the nine months ended 30 September 2016

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 2015. 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 2015.

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 2015.

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 (continued)

- 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)
- 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 2018

- MFRS 15, *Revenue from Contracts with Customers*
- 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 for the Group in the current quarter under review.

12. *Corporate Proposals*

The Company made announcements on 16th and 22nd December 2016 on the proposed private placement of up to 9.2% of the issued and paid-up share capital of the Company and the Bursa Malaysia had approved the proposal on 29th December 2016.

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 valuations of property, plant and equipment during the current quarter under review.

15. *Dividends Paid*

There was no dividend paid during the quarter under review and financial year-to-date.



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 December 2016 stated as follows:

	Current quarter		Cumulative quarter	
	Three months ended		Twelve months ended	
	31 December		31 December	
	2016	2015	2016	2015
	RM'000	RM'000	RM'000	RM'000
<u>Segment Revenue - Unaudited</u>				
- Malaysia	13,991	12,572	43,528	41,977
- Overseas	1,213	825	16,090	13,035
Elimination of inter segment revenue	(990)	(667)	(3,544)	(2,394)
Total Segment Revenue	14,214	12,730	56,074	52,618

	Current quarter		Cumulative quarter	
	Three months ended		Twelve months ended	
	31 December		31 December	
	2016	2015	2016	2015
	RM'000	RM'000	RM'000	RM'000
<u>Segment Results - Unaudited</u>				
- Malaysia	703	(2,515)	1,261	(11,988)
- Overseas	(90)	(35)	(34)	7
Total Segment Results	613	(2,550)	1,227	(11,980)
Finance Cost	-	-	-	-
Finance Income	20	-	58	-
Profit/(loss) Before Tax	633	(2,550)	1,285	(11,980)

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

The amount of capital commitments for the purchase of properties, plant & equipment not provided for in the interim financial statements are as follow:

	Quarter ended 31 December 2016	Quarter ended 30 September 2016
	RM'000	RM'000
Amount approved but not contracted for		
- Properties, plant & equipment	Nil	Nil

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 recorded revenue of RM14.214 million and Profit Before Tax of RM0.633 million in the quarter under review as compared to RM12.730 million and Losses Before Tax of RM2.550 million recorded in the corresponding quarter last year. The Group improved gross profit margins by innovating new masking tapes product with higher profit margins and ongoing product rationalization for labels stocks to focus on profitable products. The losses recorded last year was due to the write off of significant inventory variances.

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 2016	Quarter ended 30 September 2016	Variance	
	RM'000	RM'000	RM'000	%
Revenue	14,214	13,787	427	3.10
Profit before tax	633	19	614	3232

The Group's revenue increased by 3.10% from RM13.787 million in the immediate preceding quarter to RM14.214 million in the current quarter under review. The higher Group revenue was due to the increase in export sales for masking tapes.

The Group recorded Profit Before Tax of RM0.633 million in the current quarter compared to Profit Before Tax of RM0.019 million in the preceding quarter. The higher Profit before Tax was due to the higher revenue and improvement in gross profit margins as well as non operating income during the quarter under review.



22. Commentary of Prospects

The outlook for the 1st quarter 2017 continue to be challenging with further price increases announced for major raw materials such as crepe paper, natural rubber and chemicals required for the production of masking tapes in addition to the unstable and weakened local currency against the USD which continue to impact Costs Of Goods.

Against this challenging backdrop, further price increases will be rolled out in the 1st quarter to pass on costs increase albeit in a control manner to avoid attrition of customers.

The Company's traction to accelerate new masking tapes product innovation will be the key to support revenue growth, protect market share and increase gross profits margins in soft market conditions as competition is anticipated to intensify with increased industry idle capacities as consumption demand decline in a sluggish local and regional economy.

The Company's export segment presents an optimistic outlook for the 1st quarter in 2017, attributed to the momentum of the Company's new product launches to new markets and the growth of customers' sales projections for repeat orders. The Company's export strategies continue to harness positive results after the Company rolled out commercial launches of new products in the quarter under review.

Against the above back ground sentiments, the Company is optimistic of moving forward with sustainable positive results in the 1st quarter of 2017.

23. Profit/(Loss) For The Period

Profit/(Loss) for the period is arrived at after charging:

	Current quarter		Cumulative quarter	
	Three months ended		Twelve months ended	
	31 December		31 December	
	2016	2015	2016	2015
	RM'000	RM'000	RM'000	RM'000
Amortisation of prepaid lease payments	12	11	46	46
Auditors' remuneration	108	23	275	57
Bad debts written off	3	68	29	86
Depreciation				
- Property, plant and equipment	439	474	1,746	1,792
- Investment properties	7	7	27	27
Foreign exchange loss - realized	(38)	50	34	(27)
Inventories written off	261	369	536	428
Inventories variance written off	-	1,077	-	10,770
Inventories written down	34	80	34	80
Provision for slow moving inventories	-	-	-	-
Property, plant and equipment written off	-	459	2	460
Provision for retirement benefits	(7)	314	110	713



CENTRAL INDUSTRIAL CORPORATION BERHAD and its subsidiaries
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Provision for inventories variance	-	-	-	-
Impairment loss on trade and other receivables				62
Professional fees payable to a company which a former director has financial interest	-	3	-	8
Rental expense:				
- Land and building	58	33	226	187
- Equipment	14	10	57	52
Unrealised loss on forward foreign exchange contracts	-	(10)	-	(31)
And after crediting:-				
Bad debts recovered	9	(112)	48	127
Finance income	20	32	59	62
Gain on foreign exchange - unrealised	(37)	91	(37)	91
Gain on disposal of plant & equipment	(3)	12	(3)	63
Insurance Claim	-	321	-	321
Rental income from investment properties	22	26	99	103
Reversal of slow moving inventory provision	120	-	126	-
Gain on foreign exchange - realized	18		18	

24. Tax Expense

	Current quarter Three months ended 31 December		Cumulative quarter Twelve months ended 31 December	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Current tax expense	-	-	-	-
Under provision in prior year	-	-	(41)	1
Tax expense	-	-	(41)	1

25. Realised and Unrealised (Loss)/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:

	31 December 2016 RM'000	31 December 2015 RM'000
Total retained earnings of the Group		
- Realised loss	(2,068)	(3,435)
- Unrealised profit	-	123
	<u>(2,068)</u>	<u>(3,312)</u>

The unrealised 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.

26. Dividend Proposed

The Board of Directors did not recommend any dividend in the current quarter under review.

27. 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.

	Current quarter Three months ended 31 December		Cumulative quarter Twelve months ended 31 December	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Basic				
Profit/(loss) attributable to the owners of the company	633	(2,550)	1,285	(11,979)
Weighted average number of ordinary shares in issue	45,780	45,780	45,780	45,780
Basic earnings per ordinary share (sen)	1.38	(5.57)	2.80	(26.17)
Diluted				
Diluted profit/(loss) per ordinary share (sen)	1.38	(5.57)	2.80	(26.17)

28. Authorisation for Issue

The interim financial statements and the accompanying notes were authorized for issue by the Board of Directors.