

ANNUAL REPORT 2016



Computer Forms [Malaysia] Berhad
(4423-H)

COMPUTER FORMS (MALAYSIA) BERHAD (4423-H)

ANNUAL REPORT 2016

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Computer Forms (Malaysia) Berhad

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT the Fifty-Fourth Annual General Meeting (“54th AGM”) of the shareholders of the Company will be held at Bukit Kiara Equestrian and Country Resort, Dewan Berjaya, Jalan Bukit Kiara, Off Jalan Damansara, 60000 Kuala Lumpur, Malaysia on Tuesday, 20 September 2016 at 10.00 a.m. for the purpose of considering and, if thought fit, passing the following resolutions: -

AGENDA

1. To lay before the meeting the Audited Financial Statements of the Group and the Company for the financial year ended 31 March 2016 together with the Reports of the Directors and Auditors thereon. **Please refer Explanatory Note A**
2. To approve the payment of Directors' fees of RM144,000 in respect of the financial year ended 31 March 2016, an increase of RM36,000 from the financial year ended 31 March 2015. **Ordinary Resolution 1**
3. To re-elect the following Directors retiring in accordance with Article 83 of the Company's Articles of Association:-
 - (a) Mr Lee Yu-Jin; and **Ordinary Resolution 2(a)**
 - (b) Dato' Wong Hok Yim **Ordinary Resolution 2(b)**
4. To re-appoint Messrs PCCO PLT as Auditors of the Company and to authorise the Directors to fix their remuneration. **Ordinary Resolution 3**
5. **As Special Business**
To consider and, if thought fit, to pass with or without modifications, the following resolutions as Ordinary Resolutions :-
PROPOSED RETENTION OF INDEPENDENT NON-EXECUTIVE DIRECTORS
“**THAT** the following Directors who have respectively served as Independent Non-Executive Directors of the Company for more than nine years be retained as Independent Non-Executive Directors of the Company :-
 - (a) Dato' Thor Poh Seng; and **Ordinary Resolution 4(a)**
 - (b) Mr Ou Wee Sun.” **Ordinary Resolution 4(b)**
6. To transact any other business of which due notice shall have been given in accordance with the Companies Act, 1965.

By Order of the Board

Tan Shien Yin (MAICSA No. 7018545)
Ho Sok Leng (MAICSA No. 7043167)
Secretaries

Kuala Lumpur
29 July 2016

NOTICE OF ANNUAL GENERAL MEETING

Notes:

1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint one or more proxies (**but not more than two**) to attend and vote instead of him. A proxy may but need not be a member of the Company and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company. Where a member appoints two (2) proxies to attend the same meeting, the member shall specify the proportion of his shareholding to be represented by each proxy, failing which the appointment shall be invalid.

2. Where a member of the Company is an authorised nominee as defined under the Securities Industry (Central Depositories) Act, 1991, it shall be entitled to appoint not more than two (2) proxies in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account.

Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds.

Where an authorised nominee or an exempt authorised nominee appoints more than one proxy, the proportion of shareholdings to be represented by each proxy must be specified in the instrument appointing the proxies.

3. The instrument appointing a proxy shall be in writing under the hand of the appointor or of his attorney duly authorised in writing or, if the appointor is a corporation, either under the corporation's common seal or under the hand of an officer or attorney duly authorised. The instrument appointing a proxy shall be deemed to confer authority to demand or join in demanding a poll.

4. The instrument appointing a proxy shall be deposited with the Share Registrar of the Company, Symphony Share Registrars Sdn Bhd, Level 6, Symphony House, Block D13, Pusat Dagangan Dana 1, Jalan PJU 1A/46, 47301 Petaling Jaya, Selangor Darul Ehsan, Malaysia not less than 48 hours before the time appointed for holding the meeting or any adjournment thereof.

5. Depositors whose names appear in the Record of Depositors on a date not less than three (3) market days before the Annual General Meeting shall be entitled to attend and vote at the Annual General Meeting or appoint a proxy to attend, speak and vote on his behalf.

Explanatory Note A

This Agenda item is meant for discussion only. Under the provisions of Section 169(1) of the Companies Act, 1965, the audited financial statements do not require formal approval of shareholders and hence, the matter will not be put forward for voting.

Explanatory Note on Special Business - Proposed retention of Independent Non-Executive Directors

In line with the Malaysian Code on Corporate Governance 2012, the Nomination Committee has assessed the independence of Dato' Thor Poh Seng and Mr Ou Wee Sun, who have each served as Independent Non-Executive Directors of the Company for more than nine years, and upon its assessment, the Board of Directors has recommended for the said persons to continue to act as Independent Non-Executive Directors based on the following justifications:-

- a) the said persons continue to fulfill the criteria under the definition of Independent Director as stated in the Main Market Listing Requirements of Bursa Malaysia Securities Berhad;

- b) their length of service on the Board of more than nine years do not in any way interfere with their exercise of objective judgment or their ability to act in the best interests of the Company and Group. In fact, having been with the Company for more than nine years, they are familiar with the Group's business operations and have devoted sufficient time and commitment to their roles and responsibilities as Independent Directors for informed and balanced decision making.

- c) they have exercised due care during their tenure as Independent Directors of the Company and have discharged their duties with reasonable skills and competence, bringing independent judgment and depth into the Board's decision making in the interest of the Company and its subsidiaries.

- d) they are able to function as check and balance in the assessment of the Company's various business proposals and have exercised due care in the interest of the Company and shareholders during their tenure as Independent Directors of the Company.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Dato' Ibrahim Mahaludin Bin Puteh	<i>(Chairman, Independent Non-Executive Director)</i>
En Muhayuddin Bin Musa	<i>(Managing Director)</i>
Mr Lee Yu-Jin	<i>(Executive Director)</i>
Dato' Thor Poh Seng	<i>(Independent Non-Executive Director)</i>
Dato' Wong Hok Yim	<i>(Independent Non-Executive Director)</i>
Mr Ou Wee Sun	<i>(Independent Non-Executive Director)</i>

AUDIT COMMITTEE

Dato' Ibrahim Mahaludin Bin Puteh *(Chairman)*
 Dato' Thor Poh Seng
 Mr Ou Wee Sun *(MIA Member)*

PRINCIPAL BANKERS

CIMB Bank Berhad
 HSBC Bank Malaysia Berhad
 Malayan Banking Berhad

NOMINATION COMMITTEE

Dato' Thor Poh Seng *(Chairman)*
 Dato' Ibrahim Mahaludin Bin Puteh
 Mr Ou Wee Sun

SHARE REGISTRAR

Symphony Share Registrars Sdn. Bhd.
 Level 6, Symphony House
 Block D13, Pusat Dagangan Dana 1
 Jalan PJU 1A/46
 47301 Petaling Jaya, Selangor Darul Ehsan
 Tel: (603) 7841 8000 Fax: (603) 7841 8008

REMUNERATION COMMITTEE

Dato' Thor Poh Seng *(Chairman)*
 Mr Ou Wee Sun

AUDITORS

Messrs PCCO PLT (AF:1056)
 (Chartered Accountants)
 No. 17, Jalan Ipoh Kecil
 50350 Kuala Lumpur
 Tel: (603) 4042 1177 Fax: (603) 4041 9216

SENIOR INDEPENDENT NON-EXECUTIVE DIRECTOR

Dato' Thor Poh Seng
 Fax: (603) 4021 3033

COMPANY SECRETARIES

Ms Tan Shien Yin (MAICSA No. 7018545)
 Ms Ho Sok Leng (MAICSA No. 7043167)

STOCK EXCHANGE LISTING

Main Market of Bursa Malaysia Securities Berhad
 Stock Name: CFM
 Stock Code: 8044

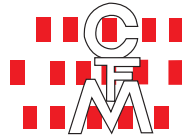
REGISTERED OFFICE

Lot 2, Jalan Usahawan 5
 PKNS Setapak Industrial Area
 Off Jalan Genting Kelang
 53300 Kuala Lumpur
 Tel: (603) 4023 3611 Fax: (603) 4021 3033

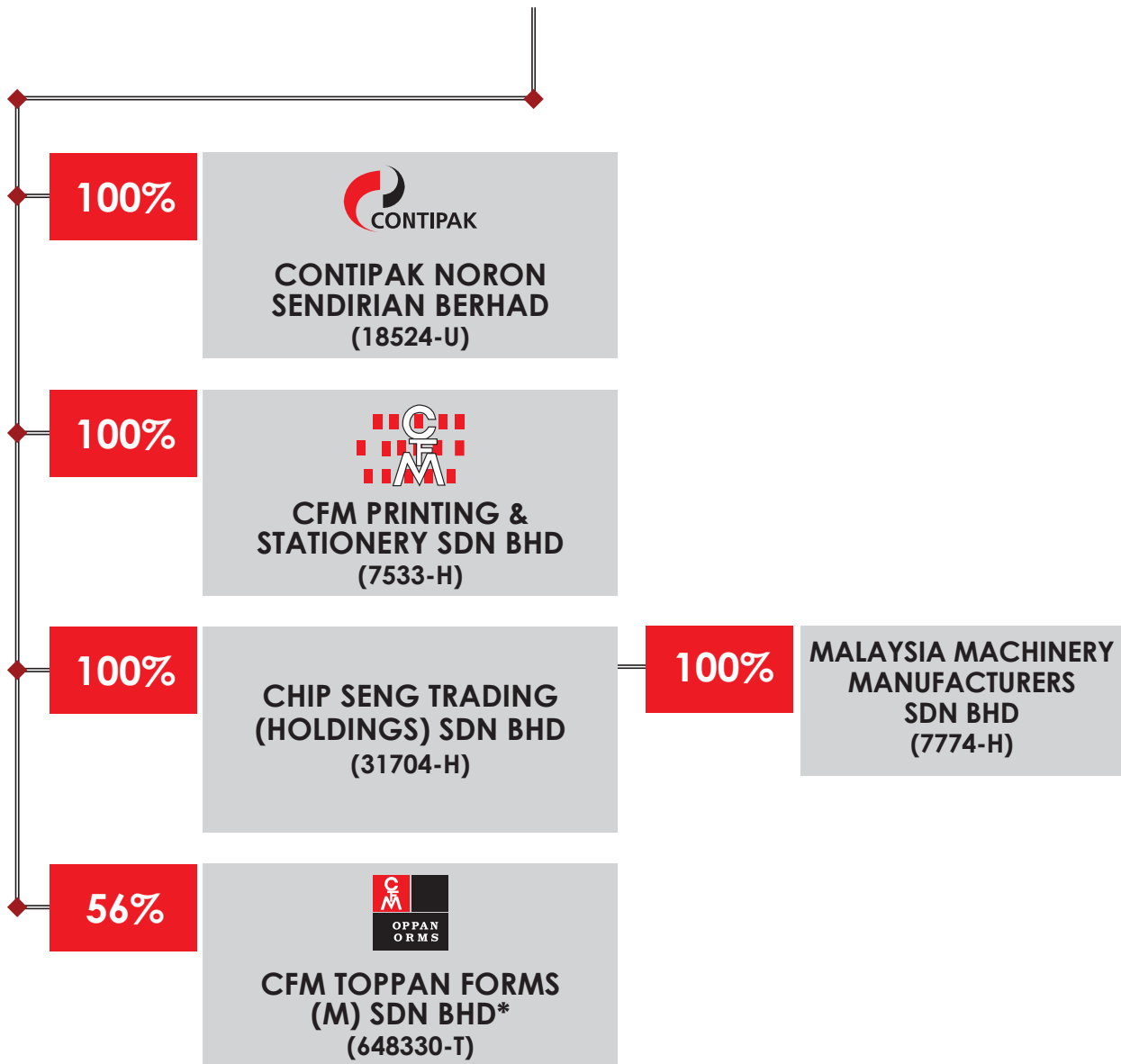
WEBSITE

www.cfm.com.my

CORPORATE STRUCTURE



Computer Forms (Malaysia) Berhad (4423-H)



* Not Audited by PCCO PLT
 Note : Dormant companies are excluded.

CHAIRMAN'S STATEMENT



ON BEHALF OF THE BOARD OF DIRECTORS, I AM PLEASED TO PRESENT THE ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARIES (“THE GROUP”) FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016

General Overview

The Malaysian economy reported lower GDP growth of 5% in 2015 as compared with 6% in 2014 and is forecasted by Bank Negara Malaysia (BNM) to grow at a slower pace of 4% to 4.5% in 2016. Private consumption growth will be affected by weaker consumer sentiments due to the uncertain conditions in the labour and financial markets. BNM reported that the international and financial landscape is likely to remain challenging in 2016 and will be a key factor that will influence the prospects of the Malaysian economy.

The printing business in Malaysia remains difficult because of falling print volumes resulting from technological advancements and changes in consumer tastes. Further, the implementation of GST has weakened consumer demand and this has led to lower demand in printing materials. The weakness and volatility of the Ringgit have led to higher costs of imported raw materials and reduced margins for the whole print industry in general as the additional cost incurred cannot be passed on to our customers immediately.

Financial Performance

During the financial year under review, the Group registered a net loss of RM1.2 million on a revenue of RM44.1 million as compared to net loss of RM1,448 on revenue of RM45.4 million the previous financial year. The 3% reduction of revenue was due to lower sales reported by our commercial print business segment. Losses reported by our commercial print and flexible packaging segment had led to the overall Group loss. Despite lower revenue and higher costs of raw materials, the Group managed to maintain its Gross Profit Margin at 12% as per the previous financial year by focusing on production efficiency and cost control.

For the business forms and data print services segment, revenue was higher by 3% and profit before tax increased to RM0.3 million from RM0.1 million the previous financial year. Sales of business forms and data print services increased slightly due to increased demand for security printing. This increase in revenue had led to the higher profit before tax.

CHAIRMAN'S STATEMENT

The commercial print segment reported a 17% decrease in revenue and pre-tax loss increased to RM0.8 million from RM0.7 million the previous financial year. Lower revenue was due to the competitive business environment which resulted in the lower volume of exercise books sold. The lower revenue had led to the higher loss.

The flexible packaging segment reported flat revenue and a 3% increase in pre-tax loss of RM0.6 million as compared to a pre-tax loss of RM0.58 million the previous financial year. The higher loss reported in the current financial year was due to the higher factory overheads and raw material costs as well as higher costs of financing.

Future Prospects

With the Ringgit recovering against the US Dollar, we expect imported raw material prices to fall and that may result in better margins for the Group. However, we do not expect our revenue to improve significantly in the next financial year due to the overall weakness of the printing marketplace. The minimum wage is expected to increase to RM1,000 per month in July 2016 and this will increase the Group's labour costs and adversely affect profitability.

Management will concentrate on customer service and satisfaction in order to retain and grow revenue in this competitive environment. There will be continued focus on production efficiency and wastage control to reduce manufacturing costs. The Board will continue to look for new business to enhance our revenue and profit.

Acknowledgements

I would like to extend my sincere appreciation to my fellow Board members, the Management and staff of the Group for their hard work and dedication to the Group.

On behalf of the Board, I would like to thank our shareholders, valued customers, suppliers, bankers and business partners for their continued support.

DATO' IBRAHIM MAHALUDIN BIN PUTEH
CHAIRMAN

PROFILE OF BOARD OF DIRECTORS

Dato' Ibrahim Mahaludin Bin Puteh

*Chairman, Independent Non-Executive Director
Aged 65 • Malaysian*

Dato' Ibrahim Mahaludin Bin Puteh was appointed to the Board of Computer Forms (Malaysia) Berhad on 1 December 2008 as Chairman of the Board and Chairman of the Audit Committee. He was later appointed to the Board Nomination Committee on 1 July 2016.

He holds a BA (Hons) degree from the University of Malaya and a Master's degree in Business Administration from the Manchester Business School, University of Manchester, United Kingdom.

Dato' Ibrahim was the Deputy Secretary General of the Treasury (Policy) of the Ministry of Finance from April 2007 to October 2008. Prior to that, he had served in various divisions at the Ministry of Finance since 1974. He had also served as the Senior Adviser to the Executive Director for South East Asia at the World Bank Group in Washington DC, USA from 2003 to 2004. He is currently the Chairman of Indah Water Konsortium Sdn Bhd and sits on the Board of Pos Malaysia Berhad and Pengurusan Air Pahang Berhad.

Muhayuddin Bin Musa

*Managing Director (Chief Executive Officer)
Aged 54 • Malaysian*

En Muhayuddin Bin Musa was appointed to the Board of Computer Forms (Malaysia) Berhad ("CFM") on 26 June 1998.

He holds a Bachelor of Commerce (Honours) degree from Carleton University, Ottawa, Canada.

He began his career as a Financial Officer at Lembaga Letrik Negara (LLN). Thereafter he joined the banking industry marking his tenure into the private sector. He has held various positions in both local and foreign banks. Subsequently he joined Federal Furniture Holdings (M) Bhd as Corporate Affairs Manager and also as Managing Director of one of the Group's subsidiaries.

Currently, he also sits on the Board of Malpac Holdings Berhad and the subsidiary companies of CFM.

Lee Yu-Jin

*Executive Director (Chief Financial Officer)
Aged 49 • Malaysian*

Mr Lee Yu-Jin was appointed to the Board of Computer Forms (Malaysia) Berhad ("CFM") on 1 March 2013.

Mr Lee holds a Bachelor of Arts (Honours) in Economics from University of Manchester, United Kingdom. He is also a member of the Institute of Chartered Accountants in England & Wales and the Malaysian Institute of Accountants.

He was attached as a trainee accountant with Price Waterhouse in London from October, 1988 to January, 1992 and qualified as a Chartered Accountant in 1991. From February, 1992 to February, 1994, he was a Manager in the Internal Audit Department (European Treasury) of Citibank N.A. based in London. Upon returning to Malaysia in 1994, he joined a financial institution in Malaysia. From October, 1994 to December, 2001, he was the General Manager - Finance & Corporate Affairs of a public company listed on the Main Board of the Bursa Malaysia Securities Berhad, which was engaged in the manufacture of biscuits and sweets and property investment.

Since July 2002, he has worked for CFM. His current position is Executive Director and Chief Financial Officer of CFM. He also sits on the Boards of GPA Holdings Berhad and JKG Land Berhad.

PROFILE OF BOARD OF DIRECTORS

Dato' Thor Poh Seng

*Independent Non-Executive Director
Aged 56 • Malaysian*

Dato' Thor Poh Seng was appointed to the Board of Computer Forms (Malaysia) Berhad on 14 March 2006 and was also appointed as Chairman of the Audit Committee and member of the Nomination Committee on the same date. He was appointed the Chairman of the Remuneration Committee on 11 December 2006 and Chairman of the Nomination Committee on 9 November 2007. On 1 December 2008, he resigned as the Chairman of the Audit Committee but remained as a member of the Audit Committee.

Dato' Thor holds a Bachelor of Engineering degree from Universiti Pertanian Malaysia (now known as Universiti Putra Malaysia) and a Master's degree in Business Management from the Asian Institute of Management, Philippines. He has extensive experience in corporate finance and industry. Dato' Thor has served on the Board of several public listed companies, with business activities covering a wide range of industries. He was also an ex-investment banker from CIMB Investment Bank Berhad ("CIMB") and has held senior positions in operations and finance in public listed companies prior to joining CIMB. Currently, he is also a Director of FCW Holdings Berhad and JKG Land Berhad.

Dato' Thor was a Board member of Jasa Kita Berhad from 1993 to 2013, GPA Holdings Berhad from 2000 to 2013, Marco Holdings Berhad from 2001 to 2013, Goh Ban Huat Berhad from 2008 to 2013, Malaysia Aica Berhad (now known as Sunsuria Berhad) from 1995 to 2014 and PDZ Holdings Bhd from 1996 to 2014.

Ou Wee Sun

*Independent Non-Executive Director
Aged 46 • Malaysian*

Mr Ou Wee Sun was appointed to the Board of Computer Forms (Malaysia) Berhad on 14 March 2006 and was also appointed as member of the Audit Committee and Nomination Committee on the same date. On 11 December 2006, he was appointed as member of the Remuneration Committee.

Mr Ou holds a Bachelor of Business degree from the Edith Cowan University, Australia and is a member of CPA Australia. He is also a Chartered Accountant of the Malaysian Institute of Accountants.

He started his career in financial auditing with Coopers & Lybrand. He later moved to Deloitte KassimChan before joining a large diversified public listed company in 1994. He joined Moores Rowland Risk Management Sdn Bhd in 2001 to spearhead the company's internal audit and risk management services. Currently, he is the General Manager of a consultancy company specialising in internal audit and risk management. He is also a Director of GPA Holdings Berhad.

Dato' Wong Hok Yim

*Independent Non-Executive Director
Aged 50 • Permanent Resident*

Dato' Wong Hok Yim was appointed to the Board of Computer Forms (Malaysia) Berhad on 1 June 2013.

Dato' Wong graduated from DeMonfort University, Leicester, United Kingdom in 1992 with a Bachelor of Science combined studies degree majoring in Accounting and minoring in Law. Subsequently, he obtained Master in Business Administration in Finance from University of Hull, United Kingdom in 1997. He is also a Director of Marco Holdings Berhad.

PROFILE OF BOARD OF DIRECTORS

ADDITIONAL INFORMATION ON THE BOARD OF DIRECTORS:

- **Family Relationship**

There is no family relationship among the Board members and/or the major shareholders of the Company.

- **Conflict of Interest**

To date, there has not been any occurrence of conflict of interest between any Board Member and the Company.

- **Conviction of Offences**

None of the Directors have been convicted of any offence within the past 10 years, other than traffic offences, if any.

CORPORATE GOVERNANCE STATEMENT

The Board of Directors of Computer Forms (Malaysia) Berhad ("CFM" or "the Company") recognizes the importance of maintaining the corporate culture that emphasizes good corporate governance in driving the Group towards achieving its ultimate objective of enhancing corporate accountability and long term business prosperity, increasing investors' confidence and safeguarding shareholders' interest. Towards this, the Board will continue to review the Group's corporate governance practices and where appropriate will adopt and implement the Recommendations set out in the Malaysian Code on Corporate Governance 2012 ("the Code") to the best interest of the shareholders of the Company.

Below is a statement and description in general on how the Group has applied the Principles and extent of compliance with the Recommendations laid out in the Code during the financial year ended 31 March 2016.

1. ESTABLISH CLEAR ROLES AND RESPONSIBILITIES

a) Clear Functions of the Board and Management

The Board has overall responsibility in charting the strategic direction of the Group, overseeing the entire Group's businesses to ensure that they are properly managed and carried out, and ultimately the enhancement of long-term shareholders' value.

There is a clear division of responsibility between the Board of Directors and the Management. The Board has established clear roles and responsibilities in discharging its fiduciary and leadership functions. The principal functions and responsibilities of the Board include the following:-

- Reviewing and adopting a strategic business plan for the Company, aligned to ensure obligations to shareholders and stakeholders are met;
- Overseeing the conduct of the Company's business to evaluate whether the business is being properly managed;
- Identifying principal risks and ensuring the implementation of appropriate systems to manage the risks. Appraise the Company's major risks and oversee that appropriate risk management and internal control procedures are in place;
- Reviewing the adequacy and the integrity of the Company's internal control systems;
- Ensuring key senior management are of calibre and are adequately qualified for their positions; and
- Adopting effective shareholder communications strategy include encouraging effective participation at general meeting(s) as the key interface between the Company and its shareholders.

The Management is accountable for the execution of the expressed policies and decisions in accordance with the direction and delegation given by the Board as well as the running of the Group's day-to-day business operations towards attaining the Group's corporate objectives.

The Board acknowledges that the role of independent non-executive directors are particularly important as they contribute independent judgment towards the Group's business activities and strategies. In this respect, the four independent directors sitting on the Board who are independent from management and free from business relationship with the Group, and constitute more than one-third of the Board composition, are capable of ensuring a balanced independent judgment on issues requiring the Board's deliberation and decision in the best interest of the Group and the shareholders.

The Board currently comprises six members with an Independent Non-Executive Chairman, a Managing Director, an Executive Director and three Independent Non-Executive Directors. The Board considers its current composition with the mix of skills and expertise sufficient and optimum for the discharge of its duties and responsibilities effectively. A brief profile of each Director is presented from pages 8 to 10 of this Annual Report.

CORPORATE GOVERNANCE STATEMENT

1. ESTABLISH CLEAR ROLES AND RESPONSIBILITIES (CONT'D)

b) Board Charter

The Board has formalized and adopted a Board Charter, which provides guidance to the Board in relation to the Board's role, duties, responsibilities and authorities which are in line with the principles of good corporate governance. The Board Charter acts as a source of reference for Board members and the same is accessible to the public on the Company's website.

c) Code of Conduct

The Board is aware of the need to establish a corporate culture that would foster the common goal of achieving business profitability, whilst cultivating ethical business conducts. The Board would formalise ethical business conduct through a code of conduct and to ensure the implementation of appropriate internal systems by Management to support, promote and ensure its compliance with the code of conduct. The code of conduct would establish a clear set of values that emphasise a culture encompassing corporate governance, sound business practices and good ethical conduct.

d) Access to information and advice

All the Directors are provided with a set of board papers before board meetings consisting of the agenda and all other relevant materials seven days prior to the meeting(s) or any other time frame agreed with the Board when necessary. This procedure enables the Directors to have sufficient time to peruse the papers and if necessary, to obtain further information or clarification from the Management.

In addition to the board papers, the Board would also be provided with texts of any major corporate announcements to be released to Bursa Malaysia Securities Berhad ("Bursa Malaysia") and kept informed of any new legislation, rules and regulations issued by the various regulatory authorities, where relevant.

In furtherance of their duties, the Directors as a full Board or in their individual capacity have access to all information relating to Group as well as unrestricted access to the advice and services of the senior management to seek clarification and understanding for information relating to the Group's business affairs to enable the Board to discharge their duties effectively to arrive at informed decisions. The Directors may also engage independent professional services on specified issues, where necessary.

e) Company Secretaries

The Company Secretaries are suitably qualified and are members of professional body. The Company Secretaries play a supporting role to the Board to ensure the Company's compliance with the Main Market Listing Requirements of Bursa Malaysia ("MMLR") and other rules and regulations whichever applicable to the Company. The Secretaries also ensure that adequate records of proceedings of Board meetings and circular resolutions passed are recorded and maintained in the statutory books of the Company.

2. STRENGTHEN COMPOSITION

Board Committees

The following Board Committees have been established to assist the Board in discharging its responsibilities. These committees are delegated with specific responsibility as defined in their respective terms of reference, each committee will deliberate and examine issues within its established terms of reference and report to the Board with recommendation(s).

a) Audit Committee

Details of the Audit Committee Report are set out on pages 21 to 22 of this Annual Report.

CORPORATE GOVERNANCE STATEMENT

2. STRENGTHEN COMPOSITION (CONT'D)

Board Committees (cont'd)

b) Nomination Committee

The Nomination Committee, which was established on 30 July 2002, comprises three members, all of whom are Independent Non-Executive Directors.

The members of the Nomination Committee are:-

- (1) Dato' Thor Poh Seng
- (2) Dato' Ibrahim Mahaludin Bin Puteh
- (3) Mr Ou Wee Sun

The Nomination Committee is tasked with the responsibility of recommending to the Board, suitable candidates for appointment as Directors and to fill the seats on Board Committees whenever necessary.

It will also carry out the process of assessing the effectiveness of the Board as a whole, the Board Committees and the performance and contribution of each individual Director towards the Group, including the independent non-executive directors as well as assessment of the independence of the independent director(s) who has served the Company for more than nine years. In addition, the Nomination Committee will also review annually the term of office and performance of the Audit Committee and each of its members to determine whether the Audit Committee and its members have carried out their duties in accordance with the Audit Committee's terms of reference.

Generally, the Nomination Committee will assist the Board to review annually its required mix of skills, knowledge, experience and other qualities, including core competencies which the Non-Executive Directors should bring to the Board.

The Nomination Committee met once during the financial year with full attendance of the Committee members. The activities undertaken by the Nomination Committee were as below :

- i) Reviewed and evaluated the effectiveness of the Board and Board Committees as a whole based on the attributes of their size and structure, mix of skills, experience and qualities, effectiveness of Board meetings, frequency of Board meetings and the criteria of nature and extent of function performed by the Board Committees.
- ii) Collectively carried out the assessment and rating of each Director's contribution and performance against, among others, the prescribed criterion of character, experience, level of integrity, core competencies, contributions towards Board deliberations and various meetings held and whether they have contributed sufficient time to effectively discharge their duties and responsibilities. The performance of each Executive Director was also carefully considered, including their leadership and management skills as well as their contribution towards the Group's business development and growth.

All assessments and evaluations carried out were properly documented.

Appointments to the Board

Decision on appointments of new Directors is made by the full Board on a collective basis based on the aspects of, inter alia, skills, knowledge, expertise, experience, professionalism, integrity as well as the candidate's independence for proposed appointment as independent director, after considering recommendations of the Nomination Committee.

CORPORATE GOVERNANCE STATEMENT

2. STRENGTHEN COMPOSITION (CONT'D)

Board Committees (cont'd)

b) Nomination Committee (cont'd)

Re-election of Directors

In accordance with the Company's Articles of Association, Directors shall retire from office at least once every three (3) years, and shall be eligible for re-election at each Annual General Meeting. All newly appointed Directors shall hold office until the conclusion of the next Annual General Meeting and shall be eligible for re-election. Directors who are above the age of seventy (70) years are required to submit themselves for re-appointment by shareholders annually in accordance with Section 129(6) of the Companies Act, 1965.

Board Diversity

The Board acknowledges the importance of boardroom diversity, including gender, ethnicity and age. The Group practices the selection of suitable candidates as new Board members based on the candidates' competency, knowledge, skills, experience, character, time commitment and other qualities in meeting the needs of the Group. The Group has always been in support of non-discrimination on the basis of gender, age, race and religion.

c) Remuneration Committee

The Remuneration Committee was established on 30 July 2002. It comprises wholly of Non-Executive Directors and the members of the Remuneration Committee are:-

- (1) Dato' Thor Poh Seng
- (2) Mr Ou Wee Sun

The Remuneration Committee's primary responsibility is to recommend to the Board the remuneration of the Executive Directors in all its forms, drawing from outside resources where necessary. The Remuneration Committee also reviews the remuneration packages and benefits accorded to the Executive Directors as well as the Non-Executive Directors' remunerations on an annual basis. The Board as a whole determines the remuneration package of Non-Executive Directors including the Non-Executive Chairman. The individuals concerned will abstain from discussion to be held in respect of their own remuneration package.

The Remuneration Committee met once during the financial year with full attendance of the Committee members.

Level and make-up

The Board ensures that the levels of remuneration of the Directors commensurate with the individual's performance, time commitment, contribution and level of responsibilities undertaken while taking into consideration the state of the economy in general and the performance of the industry and the Group in particular. In the case of Executive Directors, the component parts of remuneration are structured to link rewards to corporate and individual performance. In the case of Non-Executive Directors, the level of remuneration reflects the level of participation and responsibilities undertaken by them.

Procedure

The Remuneration Committee is responsible for reviewing and formulating remuneration packages of the Executive Directors and makes suitable recommendations thereon to the Board for approval.

The determination of remuneration and benefits of Non-Executive Directors together with Non-Executive Chairman are also reviewed by the Remuneration Committee to ensure that the levels of remuneration offered to the Directors are sufficient to attract and retain people needed to manage the Group successfully. The fees of the Non-Executive Directors are subjected to the approval of the shareholders of the Company at its Annual General Meeting.

The Directors concerned do not participate in decisions on their own remuneration packages.

CORPORATE GOVERNANCE STATEMENT

2. STRENGTHEN COMPOSITION (CONT'D)

Board Committees (cont'd)

c) Remuneration Committee (cont'd)

Disclosure

Set out below are details of the Directors' remuneration of the Company in respect of the financial year ended 31 March 2016, distinguishing between Executive and Non-Executive Directors:-

Category of Remuneration	Executive Directors (RM)	Non-Executive Directors (RM)	Total (RM)
(a) Fees	-	144,000	144,000
(b) Salaries and Bonuses	768,000	-	768,000
(c) Contributions to provident funds, pension fund or other retirement benefit scheme	114,720	-	114,720
(d) Others	49,961	-	49,961
Total	932,681	144,000	1,076,681

The analysis of Directors' remunerations is as follows:

Band (RM)	No. of Executive Directors	No. of Non-Executive Directors	Total
1 – 50,000	-	3	3
50,001 – 100,000	-	1	1
350,001 – 400,000	1	-	1
500,001 – 550,000	1	-	1
Total	2	4	6

3. REINFORCE INDEPENDENCE

a) Annual assessment of Independence

The existence of Independent Directors on the Board itself does not ensure absolute unbiased judgment as it can be compromised by familiarity with the other Board members. In this connection, the Board has undertaken an annual assessment of the independence of the Independent Directors via disclosed interests and the criterias for assessing their independence were developed by the Nomination Committee and adopted by the Board. The current Independent Directors of the Company have fulfilled the criteria of "independence" as prescribed under Chapter 1 of the MMLR.

CORPORATE GOVERNANCE STATEMENT

3. REINFORCE INDEPENDENCE (CONT'D)

a) Annual assessment of Independence (cont'd)

The Board does not have term limit for its Independent Directors and is of the view that the independence of the Independent Director should not be determined by their tenure of service. The Board is confident that the Independent Directors themselves, having provided all the relevant confirmation on their independence, will be able to determine if they can continue to being independent and provide objective judgement on Board deliberations and decision making.

b) Tenure of Independent Director

One of the recommendations of the Code states that the tenure of an independent director should not exceed a cumulative term of nine years. However, in line with the Code, the Nomination Committee has assessed the independence of the independent directors who have served as Independent Non-Executive Directors of the Company for more than nine years, and based on the findings of the assessment, the Board of Directors has recommended for the said persons to continue to act as Independent Non-Executive Directors based on the following justifications, subject to the approval of the shareholders of the Company at its Annual General Meeting ("AGM") :

- i) they continue to fulfill the criteria under the definition of Independent Director as stated in the MMLR;
- ii) their length of service on the Board of more than nine years does not in any way interfere with their exercise of objective judgment or their ability to act in the best interests of the Company and Group. In fact, having been with the Company for more than nine years, they are familiar with the Group's business operations and have devoted sufficient time and commitment to their roles and responsibility as Independent Directors for informed and balanced decision making;
- iii) they have exercised due care during their tenure as Independent Directors of the Company and have discharged their duty with reasonable skill and competence, bringing independent judgment and depth into the Board's decision making in the interest of the Company and its subsidiaries; and
- iv)) they are able to function as check and balance in the assessment of the Company's various business proposals and have exercised due care in the interest of the Company and shareholders during their tenure as Independent Directors of the Company.

c) Separation of the positions of the Chairman and the Executive Directors

There is clear segregation of roles between the Chairman of the Board and Executive Directors to ensure that there is a balance of power and authority. Under the present structure of the Board, the Chairman is responsible to guide the Executive Directors in the oversight of management and ensure Board effectiveness and conduct. The Executive Directors have the overall responsibilities of monitoring the business affairs and operations of the Group as well as managing the development and implementation of the policies and decisions made by the Board towards achieving the corporate objectives of the Group.

4. FOSTER COMMITMENT

a) Board of Directors' Meeting

The Board is mindful of the importance of devoting sufficient time to carry out their responsibilities and regularly updating their knowledge and enhancing their skills. Each Director is expected to commit sufficient time as and when required to discharge their responsibilities. The Directors are aware of the maximum number of directorships rule set by Bursa Malaysia and all the Directors of the Company comply with the rule of holding not more than five directorships in public listed companies.

CORPORATE GOVERNANCE STATEMENT

4. FOSTER COMMITMENT (CONT'D)

a) Board of Directors' Meeting (cont'd)

The Board meets to review and discuss matters specifically reserved to itself for decision to ensure that the direction and control of the Group is firmly in its hands. Key matters tabled at Board meetings include review and adoption of the Group's quarterly and year end financial results, business plan, annual budget, assets acquisition, approval on major capital expenditure projects and consideration of significant financial matters, Group policies and delegated authority limits.

During the financial year ended 31 March 2016, two Board meetings were held with full attendance of all Directors. All proceedings, deliberation and conclusions of the Board meetings were properly recorded by the Company Secretaries present at the meetings.

b) Directors' Training

The Board of Directors acknowledges the importance of continuous education for keeping abreast with regulatory updates and developments in the business environment.

Newly appointed directors will be provided with a brief induction of the Group's business operations, past performances and corporate exercise undertaken.

Apart from the Mandatory Accreditation Programme ("MAP") accredited by Bursa Malaysia, the Directors are also encouraged to attend various seminars and training programmes to constantly stay updated with changes and development in various aspects of the business environment.

During the financial year under review, the Directors had attended talks, seminars and training programmes which covered the following topics:-

- Audit, Internal Control and Fraud Detection Seminar for the Public and Private Sector 2015 Appreciation & Application of ASEAN Corporate Governance Scorecard;
- Leadership Excellence from the Chair;
- The Company Secretary: Gatekeeper of Corporate Governance;
- MIA International Accountants Conference 2015
 - Today's Synergy, Tomorrow's Reality;
- Corporate Governance breakfast Series
 - Future of Auditor Reporting : The Game Changer for Boardroom;
- Lead the Change : Getting Women on Board;
- Public Listed Company Director's Training
 - Crisis Communications
 - How to avoid business heart attack;
- Tax and GST update for the Property Development and Construction Industry;
- Independent Director Programme : The Essence of Independence;
- An overview of Malaysian Private Reporting Standards; and
- 2016 Budget Seminar and Tax Conference.

The Board will continue to evaluate and determine the training needs of the Directors from time to time to enhance their skills and knowledge in order to discharge their duties effectively.

5. UPHOLD INTEGRITY IN FINANCIAL REPORTING

a) Compliance with the Applicable Financial Reporting Standards

The CFM Group aims to provide and present a clear, balanced and comprehensive assessment of its financial performance and prospect through the annual financial statements and quarterly results to the shareholders and investing public.

CORPORATE GOVERNANCE STATEMENT

5. UPHOLD INTEGRITY IN FINANCIAL REPORTING (CONT'D)

a) Compliance with the Applicable Financial Reporting Standards (cont'd)

In this respect, the Board is assisted by the Audit Committee in reviewing and overseeing the Group's financial reporting process to ensure correctness and adequacy before tabling the financial statements and quarterly results to the Board for further review prior to announcement or presentation to the shareholders at AGM. The statement by Directors pursuant to Section 169 (15) of the Companies Act, 1965 is set out on page 31 of this Annual Report.

b) Assessment of Suitability and Independence of External Auditors

The Board, the Audit Committee and the Management maintain a formal and transparent relationship with the Group's Auditors in seeking their professional advice and opinion on accounting matters to ensure compliance with the relevant financial reporting standards. The relationship between the Audit Committee and the Auditors is set out on pages 21 to 22 of this Annual Report

The Audit Committee would review and monitor the suitability and independence of the External Auditors. The Company's External Auditors had confirmed that they were, and had been, independent throughout the conduct of the audit engagement in accordance with the terms of all relevant professional and regulatory requirements.

The External Auditors can be engaged to perform non-audit services that are not perceived to be in conflict with their role as the External Auditors. The Audit Committee is satisfied with the competence and independence of the External Auditors. The External Auditors are invited to attend AGM of the Shareholders of the Company and are available to answer the shareholders' enquiries on the conduct of the statutory audit and the preparation and contents of their audit report.

6. RECOGNISE AND MANAGE RISKS

Sound Framework to Manage Risks and Internal Control

The Board acknowledges its overall responsibility in ensuring that a sound risk management framework and internal control system is maintained throughout the Group, covering not only financial controls but also operational and compliance controls and risk management. Such controls, by its nature, can only provide reasonable but not absolute assurance against materials misstatement, loss or fraud.

The Group continually reviews its internal control processes and procedures to ensure it maintains a sound system of internal controls to safeguard its assets and the shareholders' investments as far as possible.

The CFM Group's Statement on Risk Management and Internal Control which provides an overview of the state of internal controls within the Group is set out on pages 23 to 25 of this Annual Report.

7. ENSURE TIMELY AND HIGH QUALITY DISCLOSURE

a) Appropriate Corporate Disclosure

The Board takes cognisance of the need for the Group to comply with the applicable laws and regulations pertaining to corporate disclosures, handling of material information as well as maintenance of confidentiality, and will act accordingly. In this respect, the Board observes timely release of quarterly financial results and corporate proposal announcements via the Bursa Link and the press (where appropriate), annual reports and circulars to shareholders to ensure that the shareholders and investing public are kept informed of the Group's performance and prospect.

CORPORATE GOVERNANCE STATEMENT

7. ENSURE TIMELY AND HIGH QUALITY DISCLOSURE (CONT'D)

b) Leverage on Information Technology for Effective Dissemination of Information

The Company maintains a website at www.cfm.com.my which provides an avenue for the shareholders, investors and the public at large to access to the Company's information inclusive of all announcements. The public may also forward their queries and concerns regarding the Company to the designated person(s) whose contact details are included in the Company's website.

8. STRENGTHEN RELATIONSHIP BETWEEN COMPANY AND SHAREHOLDERS

General Meeting of Shareholders

The Annual General Meeting ("AGM") of the shareholders of the Company represents the principal forum for dialogue and interaction between the Board and the shareholders, during which the shareholders are given the opportunity to raise questions pertaining to the resolutions tabled thereat or business activities of the Group. The Board members, Chief Financial Officer and the Company's External Auditors are available to respond to shareholders' questions during each AGM.

Extraordinary General Meeting ("EGM") is held as and when shareholders' approvals are required on specific matters. Notices of AGM and EGM are sent out to the shareholders within a reasonable and sufficient time frame and are published in a nationally circulated newspaper. A press conference is usually held immediately after each AGM or EGM of the Company, whereat the Board members answer questions posed on the Group's operations and future plans.

In addition, the shareholders may also address their concerns, if any, to the Senior Independent Non-Executive Director of the Company via fax no. 603-40213033 or by mail to the Company's registered office.

OTHER INFORMATION

a) Options, Warrants or Convertible Securities

The Company did not issue warrants or convertible securities during the financial year.

b) Non-Audit fees

The amount of non-audit fee incurred for services rendered to the Group by the External Auditors for the financial year ended 31 March 2016 was RM2,500.

c) Material contracts

There were no material contracts entered into by the Company and the Group which involved Directors' and major shareholders' interest during the financial year.

CORPORATE SOCIAL RESPONSIBILITY ("CSR")

The Group takes into account the significance of environment, social obligations and corporate governance matters in pursuing its business objectives. Throughout the year, the Group carried out its CSR activities focusing on the following areas:

i) Occupational Safety & Health Commitment

The Group is committed to ensuring minimal impact on the environment as well as to protecting the safety and health of its employees, customers and neighbours.

Over the years, the Group has developed and formulated occupational safety and health policies to ensure a safe work place environment for our employees, customers and neighbours.

CORPORATE GOVERNANCE STATEMENT

CORPORATE SOCIAL RESPONSIBILITY (“CSR”) (CONT’D)

i) Occupational Safety & Health Commitment (cont’d)

The Group is also committed to implementing policies and procedures including work instructions that assist in ensuring our operations are conducted and performed in accordance and in compliance with existing laws, regulations and standard. The Group does not have diversity policy for its workforce but is committed to provide an environment where all staff, regardless of age, gender, race and religion, will have equal opportunity to perform, excel and work together in achieving organisational goals.

ii) Environmental Practice

Paper is the Group's main raw material and wherever possible the Group try to source from reputable paper mills that practice sustainable forest management. Apart from selecting environmentally responsible vendors, efforts are being made to educate some of the Group's customers to utilise recycled paper.

The Group is committed to ensuring that all its waste materials are ultimately disposed of in an environmentally friendly way. The Group engages a contractor to collect its waste papers for disposing at a paper recycling plant. Ink and chemical waste are collected and disposed by Quality Alam, the approved government agency responsible for toxic waste disposal.

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors are required by the Companies Act, 1965 (the “Act”), to ensure that financial statements of the Company and the Group for each financial year are drawn up in accordance with the applicable approved accounting standards of Malaysia and the provision of the Act so as to give a true and fair view of the Company and the Group's affairs, results and cashflow position for the financial year.

The Directors consider that in preparing the financial statements for the year ended 31 March 2016, the CFM Group had used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgments and estimates, and that all applicable accounting standards have been followed.

The Directors are also responsible for ensuring that the CFM Group keeps adequate accounting records, which disclose with reasonable accuracy the financial position of the CFM Group at any point of time. In addition, the Directors have taken steps to safeguard the assets of the CFM Group to prevent and detect fraud and other irregularities.

AUDIT COMMITTEE REPORT

The Board of Directors of Computer Forms (Malaysia) Berhad ("CFM" or "the Company") is pleased to present the CFM Audit Committee Report for the financial year ended 31 March 2016.

COMPOSITION OF THE AUDIT COMMITTEE

Name	Directorship	Membership
1. Dato' Ibrahim Mahaludin Bin Puteh	Independent & Non-Executive	Chairman
2. Dato' Thor Poh Seng	Independent & Non-Executive	Member
3. Mr Ou Wee Sun (MIA member)	Independent & Non-Executive	Member

MEETINGS OF THE AUDIT COMMITTEE

The attendance of each Audit Committee member at the Audit Committee meetings held during the financial year ended 31 March 2016 are as follows:-

Members	Dates of Meetings				% of Attendance
	27/05/2015	24/08/2015	26/11/2015	26/2/2016	
Dato' Ibrahim Mahaludin Bin Puteh	√	√	√	√	100
Dato' Thor Poh Seng	√	√	√	√	100
Mr Ou Wee Sun	√	√	√	√	100

SUMMARY OF ACTIVITIES DURING THE FINANCIAL YEAR

During the 2016 financial year, the CFM Audit Committee carried out the following activities in the discharge of its functions and duties :

- i) Reviewed the Group's quarterly financial results and made suitable recommendations thereon to the Board for adoption prior to their release to Bursa Malaysia Securities Berhad for the financial quarters ended 31 March 2015, 30 June 2015, 30 September 2015 and 31 December 2015.
- ii) Reviewed various variances arising from the comparisons of the Group's year-to-date actual results against the budget.
- iii) Reviewed the Group Budget for the financial year ended 31 March 2016.
- iv) Reviewed and discussed the audit findings presented by the External Auditors in respect of the audit for the financial year ended 31 March 2015.
- v) Discussed with the External Auditors on audit issues for the financial years ended 31 March 2015 and 2016, without the presence of the Executive Directors.
- vi) Reviewed the assistance given by the Management to the External Auditors.
- vii) Reviewed the Audit Plan with regard to the External Auditors' audit program and some updates on new accounting standards/interpretations/amendments applicable to the Group's financial statements for the financial year ended 31 March 2016.
- viii) Reviewed internal audit reports prepared by the Group's internal audit consultants on the following areas:-
 - Production, Maintenance & Quality Assurance; and
 - Purchasing & Store Management.

INTERNAL AUDIT FUNCTION

The Group had since March 2002 outsourced its internal audit function to an external consultant who report directly to the CFM Audit Committee. The internal audit consultant provides independent and objective feedback to the Audit Committee and the Board on the adequacy, effectiveness and efficiency of the internal control system of the Group to assist the Board in ensuring that every aspect of the Group's operations and management are conducted with clear lines of control and accountability with the ultimate objective of safeguarding shareholders' investment and the Group's assets.

During the financial year, the outsourced internal audit function conducted independent review on the Group's major processes of Production, Maintenance & Quality Control Assurance as well as Purchasing & Store Management to assess the adequacy of the control design and effectiveness of the control application in respect of the processes under review. The findings, recommended corrective action together with the Management's response were highlighted to the CFM Audit Committee. The total cost incurred for the Group's internal audit function in respect of the financial year ended 31 March 2016 was RM46,464.68.

Summary of work of the internal audit function are detailed in the Statement on Risk Management and Internal Control on pages 23 to 25 of this Annual Report.

STATEMENT ON RISK MANAGEMENT & INTERNAL CONTROL

The Board of Directors ("Board") is committed to continuously improving the Group's risk management and internal control system and is pleased to present the following Statement on Risk Management and Internal Control for the financial year ended 31 March 2016. This Statement is made in compliance with Paragraph 15.26 (b) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and the Statement on Risk Management & Internal Control: Guidelines for Directors of Public Listed Issuers, 2012.

1. Board's Responsibility

The Board recognizes its overall responsibility for the adequacy and effectiveness of the risk management framework and system of internal controls within the Group. However, the Board is equally aware that such systems and processes are designed to manage the Group's risks within an acceptable risk appetite, rather than eliminate the risk of failure to achieve the policies, goals and objectives of the Group. In this regard, the risk management framework and internal control system can only provide reasonable assurance, and not absolute assurance against material misstatement of financial information and records or against financial losses or fraud.

The Board, through its Audit Committee, reviews the adequacy and effectiveness of the risk management and internal control system in relation to the internal audits conducted. The internal audit observations, together with Management's response and propose action plans are presented to the Audit Committee on a quarterly basis. In addition, the review of the internal audit reports is part of the agenda of the Board meeting.

2. Risk Management Framework

The overall risk management practice of the Group involves an ongoing process designed to identify the principal risks to the achievement of the Group's policies, goals and objectives and to evaluate the nature and extent of those risks so as to proactively manage them efficiently, effectively and economically. The Group adopts an enterprise wide risk management approach and all the active businesses of the companies within the Group are considered and categorized in accordance with their main functional activities. This process has been in place for the year under review and up to the date of issuance of the annual report and financial statements.

Risk identification and evaluation process

The risks are identified through a series of interviews and discussions with the key personnel and management of the Group. The risk identification process includes consideration of both internal and external environmental factors. External environmental factors include economic and political changes, changes in the behavior of competitors, new regulations or legislations and technological developments. Internal factors include changes in key personnel, introduction of new or revision of existing policies and procedures. Next, the risks identified are evaluated by examining the potential **impact** on the Group if a risk was to crystallize as well as the **likelihood** of occurrence. The risk levels are rated low, medium and high and determined according to the Risk Analysis Matrix. The risks are also classified into four categories according to their potential impact on the Group:

- Business Risks
- Strategic Risks
- Operational Risks
- Financial Risks

Risk adoption and monitoring process

All the risk identified are documented into a "Business Risk Profile". The Business Risk Profile of the Group is updated on an ongoing basis and approved by the Board.

The Business Risk Profile serves as a tool for the heads of department or business units within the Group for managing key risks applicable to their areas of business on a continuous basis. All key risks and issues are regularly reviewed and resolved by the Management team at regular meeting. Through these mechanisms, key risks identified in the Business Risk Profile are assessed in a timely manner and control procedures or mitigating factors are re-evaluated accordingly in order to ensure that the key risks are mitigated to an acceptable level.

STATEMENT ON RISK MANAGEMENT & INTERNAL CONTROL

2. Risk Management Framework (cont'd)

Risk adoption and monitoring process (cont'd)

The Internal Audit Function reviews the effectiveness and adequacy of control procedures adopted by the Company on a regular basis in mitigating the key risks identified in the Business Risk Profile. Any weaknesses noted during the review are reported to the Audit Committee. Through these mechanisms, the Audit Committee can be assured that the key risks of the Group are regularly reviewed and appropriately managed to an acceptable level.

3. System of Internal Controls

The key elements of the Group's system of internal controls that the Board has established in reviewing the adequacy and effectiveness of the risk management and internal control system are as follows:

- Management has clear responsibility for identifying and evaluating the risks facing their business and implementing procedures to mitigate and monitor such risks. In addition, issues are identified, discussed and resolved regularly within the Group.
- Clearly defined delegation of responsibilities to the Management of the Group's companies, including authorization levels for all aspects of the business and operations;
- Regular review of reports from the Management covering various aspects of business, key operating statistics / indicators, environmental, legal and regulatory matters;
- To ensure the uniformity and consistency of practices and controls within the Group, Standard Operating Procedures have been formalized and documented for the key business processes.
- The Standard Operating Procedures are subjected to review and improvement alongside the internal audit review of the selected area of operations.
- There is a detailed and comprehensive budgeting process for monitoring monthly performance against the budget. The budget is submitted to the Executive Directors for review and approval by the Board. Key variances from the budget are reported monthly and followed up by the Management;
- Investment proposals are subject to formal review and authorization by the Executive Directors and the Board for considerations and approval. Monthly management reports are submitted by major associates and subsidiaries to management to monitor financial and operational performance;
- Quarterly risk-based internal audits carried out by Internal Audit Consultants focusing on key risk areas;
- The Audit Committee also reviews on a quarterly basis the audit reports on internal control and risk issues identified by the Internal Audit Consultants, External Auditors, regulatory bodies and Senior Management, and evaluate the effectiveness of the Group's risk management and internal control systems;
- The Group's subsidiary - CFM Toppan Forms (M) Sdn Bhd is accredited with ISO 9001:2008 international quality standard. This ISO system provides the Group with improved control of key processes and a foundation for further improvement of quality and customer satisfaction; and
- Promotion of a strong internal control culture through the Group's values and ethics.

Through the establishment of sound internal control, which includes monitoring and reporting systems, the Board reports that the existing system of internal controls is satisfactory. No material losses have occurred during the financial year under review as a result of weaknesses in internal control. The Board together with the Management continues to take measures to strengthen the control environment.

STATEMENT ON RISK MANAGEMENT & INTERNAL CONTROL

4. Assurance from Management

In accordance with the Statement on Risk Management & Internal Control – Guidelines for Directors of Listed Issuers, the Board has received assurance from the Executive Directors that to the best of their knowledge the risk management and internal control system of the Group are operating adequately and effectively, in all material respects, based on the risk management and internal control described above.

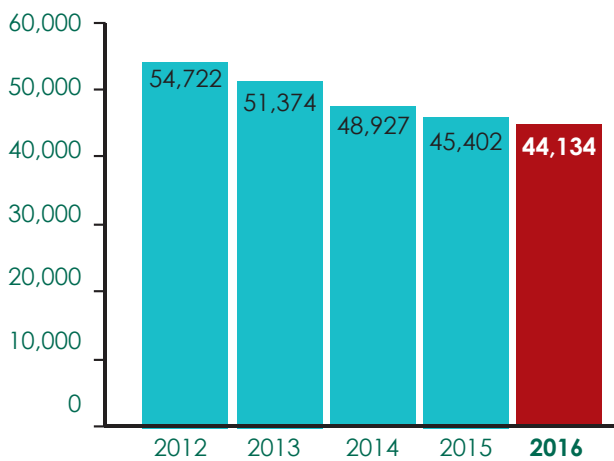
5. Review of the Statement by External Auditors

As required by Paragraph 15.23 of the Bursa Malaysia Securities Berhad Main Market Listing Requirements, the External Auditors have reviewed this Statement on Risk Management & Internal Control. The External Auditors have reported to the Board that nothing has come to their attention that causes them to believe that this Statement is inconsistent with their understanding of the process the Board has adopted in the review of the adequacy and integrity of internal control system and risk management of the Group.

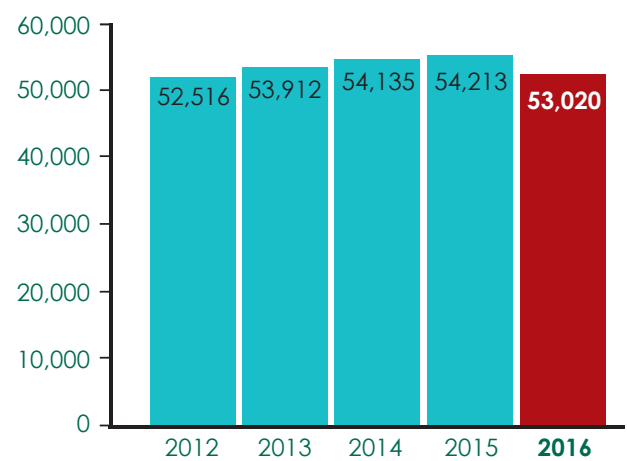
5 YEARS GROUP FINANCIAL HIGHLIGHTS

Group	2016 RM'000	2015 RM'000	2014 RM'000	2013 RM'000	2012 RM'000
Revenue	44,134	45,402	48,927	51,374	54,722
Profit/(Loss) Before Tax	(1,014)	(1,054)	1,002	2,219	3,542
Profit/(Loss) Attributable to Owners of the Parent	(1,193)	78	223	1,396	2,617
Shareholders' Funds	53,020	54,213	54,135	53,912	52,516
Earnings/(Loss) per share (sen)	(2.91)	0.19	0.54	3.41	6.38

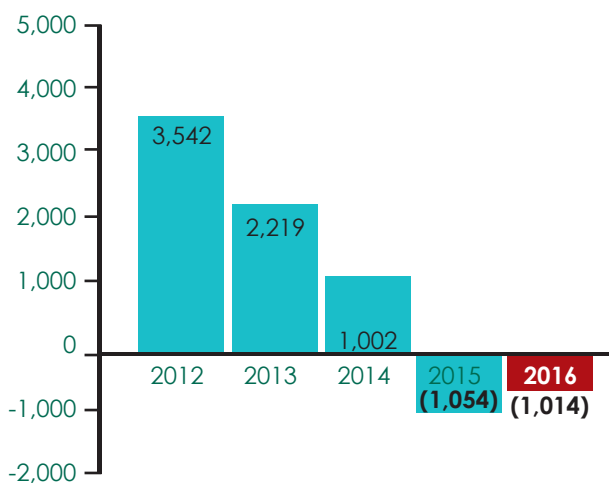
**REVENUE
(RM'000)**



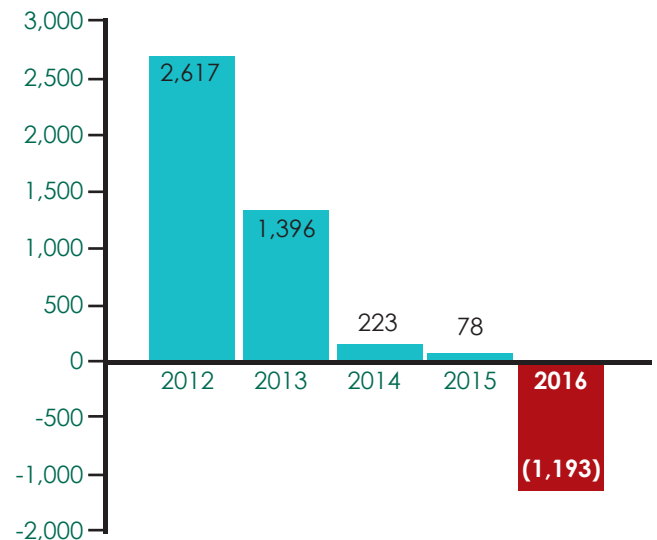
**SHAREHOLDERS' FUNDS
(RM'000)**



**PROFIT/(LOSS) BEFORE TAX
(RM'000)**



**PROFIT ATTRIBUTABLE
TO OWNERS OF THE PARENT
(RM'000)**



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DIRECTORS' REPORT

for the financial year ended 31 March 2016

The directors have pleasure in submitting their report together with the audited financial statements of the Group and of the Company for the financial year ended 31 March 2016.

PRINCIPAL ACTIVITIES

The principal activities of the Company are that of printing and distributing of computer forms, stock forms and specialised forms. The principal activities of the subsidiary companies are set out in Note 11 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

RESULTS

	The Group RM	The Company RM
(Loss)/profit for the year	(1,158,703)	86,179

DIVIDEND

No dividend has been paid, declared or proposed by the Company since the end of the previous financial year.

SHARE CAPITAL

The Company did not issue any shares or debentures during the financial year.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the financial year except as disclosed in the financial statements.

DIRECTORS

The directors in office since the date of the last report are:

Dato' Ibrahim Mahaludin Bin Puteh
 Muhayuddin Bin Musa
 Lee Yu Jin
 Dato' Thor Poh Seng
 Ou Wee Sun
 Dato' Wong Hok Yim

In accordance with the Company's articles of association Dato' Wong Hok Yim and Lee Yu Jin retire at the forthcoming annual general meeting and being eligible, offer themselves for re-election.

DIRECTORS' INTERESTS

None of the directors in office at the end of the financial year had any interest in shares in the Company and its related corporations during the financial year.

DIRECTORS' REPORT

for the financial year ended 31 March 2016

DIRECTORS' BENEFITS

Since the end of the previous financial year, no director has received or become entitled to receive a benefit (other than benefits disclosed as directors' remuneration in the financial statements) by reason of a contract made by the Company or a related corporation with the director or with a firm of which he is a member, or with a company in which he has a substantial financial interest.

Neither at the end of the financial year, nor at anytime during the financial year, did there subsist any arrangements to which the Company is a party, being arrangements with the object or objects of enabling directors to acquire benefits by means of the acquisition of shares in the Company or shares in, or debentures of any other body corporate.

STATUTORY INFORMATION ON THE FINANCIAL STATEMENTS

- (a) Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to:
- (i) ascertain that proper action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts, and satisfied themselves that all known bad debts had been written off and that adequate allowance had been made for doubtful debts; and
 - (ii) ensure that any current assets, other than debts, which were unlikely to realise in the ordinary course of business their values as shown in the accounting records of the Group and of the Company have been written down to amounts which they might be expected so to realise.
- (b) At the date of this report, the directors are not aware of any circumstances:
- (i) which would render the amount written off for bad debts or the amount of the allowance for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; or
 - (ii) which would render the values attributed to current assets in the financial statements of the Group and of the Company misleading; or
 - (iii) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.
- (c) As at the date of this report:
- (i) there are no charges on the assets of the Group and of the Company which have arisen since the end of the financial year to secure the liability of any other person; and
 - (ii) there are no contingent liabilities in the Group or in the Company which have arisen since the end of the financial year.
- (d) At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in the report or financial statements which would render any amount stated in the financial statements misleading.
- (e) No contingent or other liability has become enforceable, or is likely to become enforceable, within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the Group or of the Company to meet their obligations as and when they fall due.

DIRECTORS' REPORT **for the financial year ended 31 March 2016**

STATUTORY INFORMATION ON THE FINANCIAL STATEMENTS (CONT'D)

(f) In the opinion of the directors:

- (i) the results of the operations of the Group and of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature.
- (ii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group and of the Company for the current financial year in which this report is made.

AUDITORS

The auditors, PCCO PLT, have indicated their willingness to continue in office.

On behalf of the board

MUHAYUDDIN BIN MUSA

Kuala Lumpur
Date: 11 July 2016

OU WEE SUN

STATEMENT BY DIRECTORS

In the opinion of the directors, the financial statements set out on pages 34 to 77 are drawn up in accordance with the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 31 March 2016 and of the financial performance and cash flows of the Group and of the Company for the year then ended.

In the opinion of the Directors, the information set out in Note 28 on page 77 to the financial statements has been compiled in accordance with the Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants, and presented based on the format prescribed by Bursa Malaysia Securities Berhad.

Signed in accordance with a resolution of the directors

MUHAYUDDIN BIN MUSA

OU WEE SUN

Kuala Lumpur
Date: 11 July 2016

STATUTORY DECLARATION

I, Lee Yu Jin, being the director responsible for the financial management of Computer Forms (Malaysia) Berhad, do solemnly and sincerely declare that to the best of my knowledge and belief, the financial statements set out on pages 34 to 77 are correct and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

LEE YU JIN

Subscribed and solemnly declared at Kuala Lumpur, Wilayah Persekutuan on 11 July 2016

Before me:

KAPT (B) Affandi Bin Ahmad (W 678)

Commissioner for Oaths

INDEPENDENT AUDITORS' REPORT

to the Members of Computer Forms (Malaysia) Berhad (4423-H) (Incorporated in Malaysia)

Report on the Financial Statements

We have audited the financial statements of Computer Forms (Malaysia) Berhad, which comprise statements of financial position as at 31 March 2016 of the Group and of the Company, and statements of comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 34 to 77.

Directors' Responsibility for the Financial Statements

The directors of the Company are responsible for the preparation of financial statements that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia. The directors are also responsible for such internal control as the directors determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we have considered internal controls relevant to the Company's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Group and of the Company as of 31 March 2016 and of their financial performance and cash flows for the year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

Reporting on Other Legal and Regulatory Requirements

In accordance with the requirements of the Companies Act, 1965 in Malaysia, we also report the following:

- a) In our opinion, the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.
- b) We have considered the financial statements and the auditors' report of the subsidiary of which we have not acted as auditors, which is indicated in note 11 to the financial statements.

INDEPENDENT AUDITORS' REPORT

to the Members of Computer Forms (Malaysia) Berhad (4423-H) (Incorporated in Malaysia)

Reporting on Other Legal and Regulatory Requirements (cont'd)

- c) We are satisfied that the financial statements of the subsidiaries that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the financial statements of the Group and we have received satisfactory information and explanations required by us for those purposes.
- d) The audit reports on the financial statements of the subsidiaries did not contain any qualification or any adverse comment made under Section 174(3) of the Act.

Other Reporting Responsibilities

The supplementary information set out in Note 28 is disclosed to meet the requirement of Bursa Malaysia Securities Berhad and is not part of the financial statements. The directors are responsible for the preparation of the supplementary information in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants ("MIA Guidance") and the directive of Bursa Malaysia Securities Berhad. In our opinion, the supplementary information is prepared, in all material respects, in accordance with the MIA Guidance and the directive of Bursa Malaysia Securities Berhad.

Other Matters

This report is made solely to the members of the Company, as a body, in accordance with Section 174 of the Companies Act 1965 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

PCCO PLT (LLP0000506-LCA)

No. AF 1056
Chartered Accountants

Kuala Lumpur
Date: 11 July 2016

TAN LI LEE

No. 2965/05/17(J)
Chartered Accountant

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 March 2016

	NOTE	2016 RM	2015 RM
REVENUE	6	44,134,097	45,402,496
COST OF SALES		(38,670,210)	(39,771,629)
GROSS PROFIT		5,463,887	5,630,867
OTHER INCOME		174,854	258,381
DISTRIBUTION COSTS		(2,212,846)	(2,078,994)
ADMINISTRATION EXPENSES		(1,559,425)	(2,115,996)
OTHER EXPENSES		(2,238,353)	(2,100,799)
FINANCE COSTS		(642,580)	(647,024)
LOSS BEFORE TAXATION	7	(1,014,463)	(1,053,565)
TAXATION	8	(144,240)	1,052,117
LOSS FOR THE YEAR		(1,158,703)	(1,448)
OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX		-	-
TOTAL COMPREHENSIVE LOSS FOR THE YEAR		(1,158,703)	(1,448)
(LOSS)/PROFIT FOR THE YEAR AND TOTAL COMPREHENSIVE (LOSS)/INCOME ATTRIBUTABLE TO:			
OWNERS OF THE PARENT		(1,192,865)	77,620
NON-CONTROLLING INTEREST		34,162	(79,068)
		(1,158,703)	(1,448)
EARNINGS PER SHARE (sen)			
- basic	9	(2.91)	0.19
- diluted	9	(2.91)	0.19

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 March 2016

	NOTE	2016 RM	2015 RM
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	10	34,886,919	36,430,242
Goodwill on consolidation	12	1,309,392	1,309,392
		36,196,311	37,739,634
CURRENT ASSETS			
Inventories	13	14,659,906	14,178,983
Trade and other receivables	14	14,883,859	13,134,696
Tax recoverable		457,522	432,695
Cash and bank balances	15	5,099,591	2,237,620
		35,100,878	29,983,994
TOTAL ASSETS		71,297,189	67,723,628
EQUITY AND LIABILITIES			
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT			
Share capital	16	41,000,000	41,000,000
Retained profits		12,019,873	13,212,738
		53,019,873	54,212,738
NON-CONTROLLING INTEREST		1,620,615	1,586,453
TOTAL EQUITY		54,640,488	55,799,191
NON-CURRENT LIABILITIES			
Hire purchase payables	17	963,781	1,336,091
Term loan	18	2,805,984	-
Deferred taxation	19	2,210,513	2,198,657
		5,980,278	3,534,748
CURRENT LIABILITIES			
Trade and other payables	20	4,797,758	4,449,623
Hire purchase payables	17	454,488	455,373
Short term borrowings	21	5,424,177	3,437,693
Taxation		-	47,000
		10,676,423	8,389,689
TOTAL LIABILITIES		16,656,701	11,924,437
TOTAL EQUITY AND LIABILITIES		71,297,189	67,723,628

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 31 March 2016

	← Attributable to owners of the Parent →			Non- controlling interest RM	Total RM
	Share capital RM	Retained profits RM	Total RM		
Balance at 1 April 2014	41,000,000	13,135,118	54,135,118	1,665,521	55,800,639
Profit/(loss) for the year	-	77,620	77,620	(79,068)	(1,448)
Total comprehensive income/(loss)	-	77,620	77,620	(79,068)	(1,448)
Balance at 31 March 2015	41,000,000	13,212,738	54,212,738	1,586,453	55,799,191
Balance at 1 April 2015	41,000,000	13,212,738	54,212,738	1,586,453	55,799,191
(Loss)/profit for the year	-	(1,192,865)	(1,192,865)	34,162	(1,158,703)
Total comprehensive (loss)/income	-	(1,192,865)	(1,192,865)	34,162	(1,158,703)
Balance at 31 March 2016	41,000,000	12,019,873	53,019,873	1,620,615	54,640,488

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 31 March 2016

	NOTE	2016 RM	2015 RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before taxation		(1,014,463)	(1,053,565)
Adjustments for:			
Gain on disposal of property, plant and equipment		(3,774)	(5,000)
Allowance for impairment of receivables		82,027	19,497
Allowance for impairment of receivables no longer required		-	(4,175)
Bad debts written off		-	3,835
Depreciation		2,299,869	2,299,141
Inventories written off		11,910	101,689
Interest expense		642,580	647,024
Interest income		(2,361)	(854)
Property, plant and equipment written off		-	1,760
Unrealised loss/(gain) on foreign exchange		7,636	(7,881)
Profit before working capital changes		2,023,424	2,001,471
Working capital changes:			
Inventories		(492,833)	2,477,081
Trade and other receivables		(1,851,756)	(35,400)
Trade and other payables		361,065	136,184
Cash inflows from operations		39,900	4,579,336
Interest received		2,361	854
Interest paid		(642,580)	(647,024)
Tax paid		(746,648)	(773,935)
Tax refund		542,437	373,304
Net cash (outflows)/inflows from operating activities		(804,530)	3,532,535
CASH FLOWS FROM INVESTING ACTIVITIES			
Sales proceeds from disposal of property, plant and equipment		3,774	5,000
Placement of fixed deposit with a licensed bank		(200,789)	(749)
Purchase of property, plant and equipment	A	(656,546)	(430,140)
Net cash outflows from investing activities		(853,561)	(425,889)
CASH FLOWS FROM FINANCING ACTIVITIES			
(Repayment)/drawdown of hire purchase payables		(473,195)	707,935
Drawdown/(repayment) of bankers acceptances		823,000	(537,000)
Drawdown of term loan		4,000,000	-
Repayment of term loan		(502,601)	(4,460,000)
Net cash inflows/(outflows) from financing activities		3,847,204	(4,289,065)
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS			
		-	1,846
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
		2,189,113	(1,182,419)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR			
	B	281,405	1,461,978
CASH AND CASH EQUIVALENTS AT END OF YEAR			
	B	2,470,518	281,405

The accompanying notes are an integral part of these financial statements.

NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 31 March 2016

A. PROPERTY, PLANT AND EQUIPMENT

	2016 RM	2015 RM
During the year, the Group acquired property, plant and equipment by:		
Cash	656,546	430,140
Hire purchase	100,000	-
	756,546	430,140
	756,546	430,140

B. CASH AND CASH EQUIVALENTS

	2016 RM	2015 RM
Bank overdrafts	(2,403,762)	(1,931,693)
Cash and bank balances	4,874,280	2,213,098
	2,470,518	281,405
	2,470,518	281,405

The accompanying notes are an integral part of these financial statements.

STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 March 2016

	NOTE	2016 RM	2015 RM
REVENUE	6	13,254,388	13,085,591
COST OF SALES		(9,973,250)	(9,557,567)
GROSS PROFIT		3,281,138	3,528,024
OTHER INCOME		6,135	9,775,828
DISTRIBUTION COSTS		(725,529)	(694,336)
ADMINISTRATION EXPENSES		(534,450)	(576,950)
OTHER EXPENSES		(1,685,010)	(1,520,160)
FINANCE COSTS		(167,981)	(441,031)
PROFIT BEFORE TAXATION	7	174,303	10,071,375
TAXATION	8	(88,124)	1,783,408
PROFIT FOR THE YEAR		86,179	11,854,783
OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		86,179	11,854,783
PROFIT FOR THE YEAR AND TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:			
OWNERS OF THE PARENT		86,179	11,854,783

The accompanying notes are an integral part of these financial statements.

STATEMENT OF FINANCIAL POSITION

as at 31 March 2016

	NOTE	2016 RM	2015 RM
ASSETS			
NON – CURRENT ASSETS			
Property, plant and equipment	10	845,311	657,129
Subsidiary companies	11	84,439,968	84,439,968
		85,285,279	85,097,097
CURRENT ASSETS			
Inventories	13	3,032,194	2,856,576
Trade and other receivables	14	19,506,018	18,727,071
Tax recoverable		187,200	138,546
Cash and bank balances	15	1,059,401	482,757
		23,784,813	22,204,950
TOTAL ASSETS		109,070,092	107,302,047
EQUITY AND LIABILITIES			
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT			
Share capital	16	41,000,000	41,000,000
Retained profits		34,718,804	34,632,625
TOTAL EQUITY		75,718,804	75,632,625
NON - CURRENT LIABILITIES			
Hire purchase payables	17	49,785	-
Deferred taxation	19	153,000	120,000
		202,785	120,000
CURRENT LIABILITIES			
Trade and other payables	20	30,951,175	28,480,080
Hire purchase payables	17	32,394	32,739
Short term borrowings	21	2,164,934	3,036,603
		33,148,503	31,549,422
TOTAL LIABILITIES		33,351,288	31,669,422
TOTAL EQUITY AND LIABILITIES		109,070,092	107,302,047

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY

for the year ended 31 March 2016

← Attributable to owners of the Parent →

	Share capital RM	Retained profits RM	Total RM
Balance at 1 April 2014	41,000,000	22,777,842	63,777,842
Profit for the year	-	11,854,783	11,854,783
Total comprehensive income	-	11,854,783	11,854,783
Balance at 31 March 2015	41,000,000	34,632,625	75,632,625
Balance at 1 April 2015	41,000,000	34,632,625	75,632,625
Profit for the year	-	86,179	86,179
Total comprehensive income	-	86,179	86,179
Balance at 31 March 2016	41,000,000	34,718,804	75,718,804

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CASH FLOWS

for the year ended 31 March 2016

	NOTE	2016 RM	2015 RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		174,303	10,071,375
Adjustments for:			
Allowance for impairment of receivables		82,027	-
Allowance for impairment of receivables no longer required		-	(4,175)
Bad debts written off		-	3,835
Gain on disposal of property, plant and equipment		(3,774)	(9,770,895)
Depreciation		227,348	182,301
Interest expenses		167,981	441,031
Property, plant and equipment written off		-	64
Inventories written off		11,910	18,604
Interest income		(2,361)	(758)
		657,434	941,382
Profit before working capital changes			
Working capital changes:			
Inventories		(187,528)	725,194
Trade and other receivables		(658,227)	(132,950)
Trade and other payables		342,904	(284,032)
		154,583	1,249,594
Cash inflows from operations			
Interest received		2,361	758
Interest paid		(167,981)	(441,031)
Tax paid		(282,654)	(424,937)
Tax refunded		178,876	-
		(114,815)	384,384
Net cash (outflows)/inflows from operating activities			
CASH FLOWS FROM INVESTING ACTIVITIES			
Placement of fixed deposit with a licensed bank		(200,789)	(749)
Proceeds from disposal of property, plant and equipment		3,774	18,296,000
Advances to subsidiary companies		(202,747)	(15,015,756)
Purchase of property, plant and equipment	A	(315,530)	(91,066)
		(715,292)	3,188,429
Net cash (outflows)/inflows from investing activities			

STATEMENT OF CASH FLOWS for the year ended 31 March 2016

	NOTE	2016 RM	2015 RM
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of hire purchase payable		(50,560)	(65,295)
Advances from subsidiary companies		2,128,191	823,465
Drawdown of banker acceptances		68,000	463,000
Repayment of term loan		-	(4,460,000)
		<hr/>	<hr/>
Net cash inflows/(outflows) from financing activities		2,145,631	(3,238,830)
		<hr/>	<hr/>
NET INCREASE IN CASH AND CASH EQUIVALENTS		1,315,524	333,983
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	B	(1,211,368)	(1,545,351)
		<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT END OF YEAR	B	104,156	(1,211,368)
		<hr/> <hr/>	<hr/> <hr/>

A. PROPERTY, PLANT AND EQUIPMENT

	2016 RM	2015 RM
During the year, the Company acquired the property, plant and equipment by:		
Cash	315,530	91,066
Hire purchase	100,000	-
	<hr/>	<hr/>
	415,530	91,066
	<hr/> <hr/>	<hr/> <hr/>

B. CASH AND CASH EQUIVALENTS

	2016 RM	2015 RM
Cash and bank balances	834,090	458,235
Bank overdrafts	(729,934)	(1,669,603)
	<hr/>	<hr/>
Total cash and cash equivalents	104,156	(1,211,368)
	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2016

1. BASIS OF PREPARATION

Computer Forms (Malaysia) Berhad is a public listed company incorporated and domiciled in Malaysia and quoted on the Main Market of Bursa Malaysia Securities Berhad.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on .

(a) Statement of compliance

The financial statements comply with the Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

The accounting policies adopted are consistent with those of previous financial year except as follows:

On 1 April 2015, the Group and the Company adopted the Amendments to published standards mandatory for annual financial periods beginning on or after 1 April 2015:

Amendments

Annual Improvements to MFRSs 2010 – 2012 Cycle as follows:

- Amendments to MFRS 3 Business Combinations
- Amendments to MFRS 8 Operating Segments
- Amendments to MFRS 116 Property, Plant and Equipment
- Amendments to MFRS 124 Related Party Disclosures
- Amendments to MFRS 138 Intangible Assets

Annual Improvements to MFRSs 2011 – 2013 Cycle as follow:

- Amendments to MFRS 3 Business Combinations
- Amendments to MFRS 13 Fair Value Measurement

The adoption of the above Amendments do not have any material effect on the financial statements of the Group and the Company.

The following new MFRSs and Amendments to published standards have been issued and are relevant but are not yet effective to the Group and the Company:

Standards/Amendments	Effective date
Annual Improvements to MFRSs 2012 – 2014 Cycle as follows:	1 January 2016
• Amendments to MFRS 7 Financial Instruments : Disclosures	
• Amendments to MFRS 134 Interim Financial Reporting	
Amendments to MFRS 101 – Disclosure Initiative	1 January 2016
Amendments to MFRS 116 and MFRS 138 – Clarification of Acceptable methods of Depreciation and Amortisation	1 January 2016

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

1. BASIS OF PREPARATION (CONT'D)

(a) Statement of compliance (cont'd)

Standards/Amendments	Effective date
Amendments to MFRS 107 – Disclosure Initiative	1 January 2017
Amendments to MFRS 112 – Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
MFRS 15 – Revenue from Contracts with Customers	1 January 2018
MFRS 9 – Financial Instruments (IFRS 9 as issued by IASB in July 2014) and mandatory effective date of MFRS 9 and transition disclosures	1 January 2018
MFRS 16 – Leases	1 January 2019

The initial adoption of the new MFRSs and Amendments do not have any material effect on the financial statements except for MFRS 9 and MFRS 16. Due to the complexity of these standards and their requirements, the financial effects of their adoption are still being assessed by the Group and the Company.

(b) Functional and presentation currency

The financial statements are presented in Ringgit Malaysia which is the Group's and the Company's presentation currency.

The Company's functional currency is Ringgit Malaysia.

(c) Basis of Measurement

The financial statements are prepared under the historical cost convention unless otherwise indicated in the accounting policies.

(d) Use of estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses, and the disclosure of contingent liabilities at the reporting date. However uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the assets or liabilities affected in the future.

Key sources of estimation uncertainty

The key assumptions concerning the future and other major sources of estimation uncertainty at the end of the reporting period that have significant risk of resulting in material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

(i) Impairment of goodwill

Goodwill is tested for impairment annually and at other time when such indicators exist. This requires an estimation of the value in use of the cash-generating units to which goodwill is allocated. Further details are disclosed in note 12.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

1. BASIS OF PREPARATION (CONT'D)

(d) Use of estimates and judgments (cont'd)

Key sources of estimation uncertainty (cont'd)

(ii) Impairment of receivables

At each reporting date, on a quarterly basis, the Group and the Company assess whether there is any objective evidence that a financial asset is impaired. The Group and the Company review trade receivables' aging reports, report history and other available evidence of possible default by trade receivables. Where there is objective evidence of impairment, the amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics. Further details are disclosed in note 14.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of consolidation

(i) Business combinations

Business combinations are accounted for using the acquisition method from the acquisition date, which is the date on which control is transferred to the Group.

Acquisitions on or after 1 April 2011

For acquisitions on or after 1 April 2011, the Group measures the cost of goodwill at the acquisition date as:

- the fair value of the consideration transferred; plus
- the recognised amount of any non-controlling interests in the acquiree; plus
- if the business combination is achieved in stages, the fair value of the existing equity interest in the acquiree; less
- the net recognised amount (generally fair value) of the identifiable assets acquired and liabilities assumed.

When the excess is negative, a bargain purchase gain is recognised immediately in profit or loss.

For each business combination, the Group elects whether it measures the non-controlling interests in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets at the acquisition date.

Transaction costs, other than those associated with the issue of debt or equity securities, that the Group incurs in connection with a business combination are expensed as incurred.

(ii) Acquisitions of non-controlling interests

The Group treats all changes in its ownership interest in a subsidiary that do not result in a loss of control as equity transactions between the Group and its non-controlling interest holders. Any difference between the Group's share of net assets before and after the change, and any consideration received or paid, is adjusted to or against Group reserves.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(a) Basis of consolidation (cont'd)

(iii) Loss of control

Upon the loss of control of a subsidiary, the Group derecognises the assets and liabilities of the subsidiary, any non-controlling interests and the other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognised in profit or loss. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost. Subsequently it is accounted for as an equity accounted investee or as an available-for-sale financial asset depending on the influence retained.

(iv) Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements except when an unrealised loss may indicate an impairment loss that requires recognition in the consolidated financial statements.

(v) Non-controlling interest

Non-controlling interests at the end of the reporting period, being the equity in a subsidiary not attributable directly or indirectly to the equity holders of the Company, are presented in the consolidated statement of financial position and statement of changes in equity within equity, separately from equity attributable to the owners of the Company. Non-controlling interests in the results of the Group is presented in the consolidated statement of profit or loss and other comprehensive income as an allocation of the profit or loss and the comprehensive income for the year between non-controlling interests and owners of the Company.

(b) Subsidiary companies

Subsidiaries are entities, including unincorporated entities, controlled by the Company. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. Control exists when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. In assessing control, potential voting rights are considered when such rights are substantive. The Group considers it has de facto power over an investee when, despite not having the majority of voting rights, it has the current ability to direct the activities of the investee that significantly affect the investee's return.

Investments in subsidiaries are measured in the Company's separate statement of financial position at cost less any impairment losses.

(c) Goodwill

Goodwill is initially measured at cost. Following the initial recognition, goodwill is measured at cost less accumulated impairment losses, if any. Goodwill is allocated to cash generating units and is tested for impairment annually or more frequently if event or changes in circumstances indicate that the carrying value might be impaired. Where the recoverable amount of the cash-generating units is less than the carrying amount, an impairment is recognised in the profit or loss. Impairment losses for goodwill are not reversed in subsequent periods.

Gains or losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) Earning per share ("EPS")

Basis EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares in issue during the year.

Diluted EPS is calculated by dividing the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares in issue during the financial year plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

(e) Property, plant and equipment

All items of property, plant and equipment are initially recorded at costs.

Cost includes expenditures that are directly attributable to the acquisition of the asset and any other costs directly attributable to bringing the asset to working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located.

Subsequent costs are included in the assets' carrying amounts or recognised as separate assets, as appropriate, only when it is probable that future economic benefits associated with the items will flow to the Group and Company and the costs of the items can be measured reliably. The carrying amount of the replaced part is derecognised to profit or loss. All other repairs and maintenance are recognised in the profit or loss as incurred.

Subsequent to recognition, property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any.

Leasehold lands and buildings are amortised over the lease periods ranging from 12 to 86 years. Depreciation is provided for on a straight-line basis to write off the cost of each asset to its residual value over its estimated useful life, at the following annual rates:

Plant and machinery	%
Furniture, fittings, equipment and renovation	5 – 20
Motor vehicles	5 – 33.33 20

The residual values, useful lives and depreciation methods are reviewed at the end of each reporting period to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. The difference between the net disposal proceeds, if any and the net carrying amount is recognised to profit or loss.

Where an indication of impairment exists, the carrying amount of the asset is assessed and written down immediately to its recoverable amount.

(f) Inventories

Inventories are valued at the lower of costs and net realisable values.

Cost of raw materials and consumables comprises the original cost of purchase and the costs of bringing the inventories to their present locations and conditions. The costs of work-in-progress and finished goods comprise cost of raw materials, direct labour, other direct costs and appropriate proportion of manufacturing overheads based on normal operating capacity. Cost is determined on the "first in, first out" basis.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs necessary to make the sale.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(g) Foreign currencies

Translation of Foreign Currency Transactions

For each entity in the Group, transactions denominated in foreign currencies are translated and recorded at the rates of exchange prevailing at the respective dates of transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at the end of the period. Non-monetary items carried at fair values or at revalued amounts that are denominated in foreign currencies are retranslated at the rates prevailing at the dates the fair values were determined. Non-monetary items that are measured at their historical cost amounts continue to be translated at their historical rates and are not retranslated.

All exchange differences arising on settled transactions and on unsettled monetary items are recognised in profit or loss in the period.

(h) Taxes

Tax charged on the profit or loss for the year comprises current and deferred taxes. Current year tax is the expected amount of income taxes payable in respect of the taxable profit for the year and is measured using the tax rates that have been enacted at the reporting date.

Deferred tax liabilities and assets are provided for under the liability method in respect of temporary differences between the carrying amount of an asset or liability in the statement of financial position and its tax base including unused tax losses and capital allowances. Deferred tax is measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on the tax laws that have been enacted or substantively enacted at the reporting date.

A deferred tax asset is recognised only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences can be utilised. The carrying amount of a deferred tax asset is reviewed at each reporting date. If it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or all of that deferred tax asset to be utilised, the carrying amount of the deferred tax asset will be reduced accordingly. When it becomes probable that sufficient taxable profit will be available, such reductions will be reversed to the extent of the taxable profit.

(i) Revenue recognition

Revenue is recognised when it is probable that future economic benefits will flow to the entity and the revenue can be measured reliably.

Revenue is measured at the fair value of the consideration received or receivable.

Revenue from sale of goods is recognised when the significant risks and rewards of ownership of the goods have been transferred to the buyers.

Interest income is recognised using the effective interest method.

Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease.

Dividend income is recognised when the right to receive payment has been established.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(j) Impairment of assets

The carrying amounts of the Group's and Company's assets other than inventories, deferred tax assets and financial assets (except those measured at fair value through profit or loss and investments in subsidiaries), are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated and an impairment loss is recognised whenever the recoverable amount is less than the carrying amount of the asset. The impairment loss is recognised in the profit or loss immediately. All reversals of an impairment loss are recognised as income immediately in the profit or loss.

(k) Employee benefits

(i) Short term employee benefits

Wages, salaries, bonuses and social security contributions are recognised as expenses in the year in which the associated services are rendered by employees of the Group and the Company.

(ii) Defined contribution plans

As required by law, companies in Malaysia make contributions to the state pension scheme, the Employees Provident Fund ("EPF").

(l) Share capital

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all its liabilities. Ordinary shares are equity instruments.

Ordinary shares are recorded at the proceeds received, net of directly attributable incremental transaction costs.

(m) Segment reporting

For management purposes, the Group is organised into operating segments based on their products and services which are independently managed by the respective segment managers responsible for the performance of the respective segments under their charge. The segment managers report directly to the management of the Group who regularly review the segment results in order to allocate resources to the segments and to assess the segment performance. Additional disclosures on each of these segments are shown in note 27, including the factors used to identify the reportable segments and the measurement basis of segment information.

(n) Cash and cash equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short term, highly liquid investments that are readily convertible to cash with insignificant risk of changes in value.

(o) Leases

(i) Classifications

A lease is recognised as a finance lease if it transfers substantially to the Group all the risks and rewards incidental to ownership. All leases that do not transfer substantially all the risks and rewards are classified as operating leases.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(o) Leases (cont'd)

(ii) Operating leases – the Group and the Company as lessee

Operating lease payments are recognised as an expense on a straight-line basis over the term of the relevant lease. The aggregate benefit of incentives provided by the lessor is recognised as a reduction of rental expense over the lease term on a straight-line basis.

(iii) Operating leases – the Group as lessor

Assets leased out under operating leases are presented on the statement of financial position according to the nature of the assets. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

(p) Dividends

Dividends on ordinary shares are recognised as liabilities when the obligation to pay is established.

The distribution of non-cash assets to owners is recognised as dividend payable when the dividend has been appropriately authorised. The dividend payable is measured at the fair value of the shares to be distributed. At the end of the reporting date and on the settlement date, the Group and the Company review the carrying amount of the dividend payable, with any changes in the fair value of the dividend payable recognised in equity. When the Group and the Company settle the dividend payable, the difference between the carrying amount of the dividend distributed and the carrying amount of the dividend payable is recognised as a separate line item in profit or loss.

(q) Hire purchase payables

Property, plant and equipment held under hire purchase are treated as if they had been purchased at cost at the commencement of the hire purchase agreement. This cost is included under property, plant and equipment and depreciation is provided accordingly. The corresponding obligations under hire purchase are included under liabilities. The finance charge element of installments payable is charged to the profit or loss using the sum of digits methods.

(r) Financial assets

The Group and the Company shall recognise a financial asset on their statements of financial position when the entities become parties to the contractual provisions of the instruments.

Financial assets are derecognised when the contractual rights to the cash flows from the financial assets expire or have been transferred and the Group and the Company have transferred substantially all their risks and rewards of ownerships of the financial assets.

Financial assets are initially recognised at fair value plus transactions costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transactions costs are expensed in the profit or loss.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(r) Financial assets (cont'd)

At the time of initial recognition, financial assets are classified into the following specified categories: 'fair value through profit or loss, held-to-maturity investments, available-for-sale and loans and receivables'. The classification depends on the purpose of the financial asset.

(i) Financial assets at fair value through profit or loss ("FVTPL")

Financial assets are classified as at FVTPL when the financial asset is either held for trading or it is designated as at FVTPL.

A financial asset is classified as held for trading if:

- It has been acquired principally for the purpose of selling it in the near term;
- Part of a portfolio of identified financial instruments that are managed together and there are recent actual pattern of short-term profit-taking;
- It is a derivative (except for financial guarantee contract or a designated and effective hedging instrument).

(ii) Held-to-maturity investments

Non-derivative financial assets with fixed or determinable payments and fixed maturity dates and that the Group has positive intention and ability to hold to maturity.

(iii) Loans and receivables

Loans and other receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

(iv) Available- for- sale financial assets ("AFS")

AFS are non- derivative financial assets that are designated as available- for-sale or are not classified as loans and receivables, held-to-maturity investments or FVTPL.

Investments in unquoted equity instruments whose fair value cannot be reliably measured are measured at cost less impairment loss.

FVTPL and AFS are subsequently carried at fair value. Held-to-maturity investments and loans and receivables are subsequently carried at amortised cost using the effective interest method.

Gains or losses arising from changes in fair value from FVTPL are recognised in profit or loss.

Gains or losses arising from changes in fair value from AFS are recognised directly in equity.

Gains or losses from financial assets carried at amortised costs are recognised through profit or loss.

The Group and the Company assess at the end of each reporting period whether there is any objective evidence that a financial asset or group of financial assets are impaired.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(r) Financial assets (cont'd)

For financial assets carried at amortised cost, the amount of the impairment loss recognised is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate. The carrying amount of the asset shall be reduced directly through use of an allowance account. The amount of the loss is recognised in profit or loss. If there is reversal of previously recognised impairment loss, it is reversed either directly or by adjusting an allowance account. The reversal shall not result in the carrying amount of the financial assets exceeding what the amortised cost would have been had the impairment not been recognised at the date the impairment loss is reversed. The amount of reversal is recognised in profit or loss.

In the case of equity investments classified as available-for-sale, objective evidence would include a significant or prolonged decline in the fair value of the investment below its cost. 'Significant' is evaluated against the original cost of the investment and 'prolonged' against the period in which the fair value has been below its original cost. Where there is evidence of impairment, the cumulative loss – measured as the difference between the acquisition cost and current fair value, less any impairment loss on that investment previously recognised in the profit or loss – is removed from other comprehensive income and recognised in the profit or loss. Impairment losses on equity investments are not reversed through the profit or loss; increase in their fair value after impairments are recognised directly in other comprehensive income.

For unquoted equity instruments carried at cost, if there is objective evidence (such as significant adverse changes in the business environment where the issuer operates, probability of insolvency or significant financial difficulties of the issuer) that an impairment loss on financial assets carried at cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment losses are not reversed in subsequent periods.

(s) Financial liabilities

The Group and the Company shall recognise a financial liability on their statements of financial position when the entities become parties to the contractual provisions of the instruments.

Financial liabilities are derecognised when it is extinguished i.e. when the obligation specified in the contract is discharged or cancelled or expired.

(i) Financial liabilities at fair value through profit or loss ("FVTPL")

Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- It has been acquired principally for the purpose of selling it in the near term;
- Part of a portfolio of identified financial instruments that are managed together and there are recent actual pattern of short-term profit-taking;
- It is a derivative (except for financial guarantee contract or a designated and effective hedging instrument).

(ii) Other financial liabilities

Other financial liabilities are financial liabilities that are not classified as financial liabilities at FVTPL.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(s) Financial liabilities (cont'd)

Other financial liabilities are initially recognised at fair value plus transactions costs. Financial liabilities carried at fair value through profit or loss are initially recognised at fair value and transactions costs are expensed in the profit or loss.

Other financial liabilities are subsequently carried at amortised cost using the effective interest method. Financial liabilities at FVTPL are measured at fair value except for derivatives liability that are linked to and must be settled by delivery of such unquoted equity instruments whose fair value cannot be reliably measured are measured at cost.

Gains or losses arising from changes in fair value from financial liabilities classified at FVTPL are recognised in profit or loss.

Gains or losses from other financial liabilities carried at amortised costs are recognised through profit or loss.

(t) Derivative financial instruments

Derivatives are initially recognised at fair value on the date the derivative contracts are entered into and are subsequently re-measured at their fair value at the end of each reporting period. The method of recognising gain or loss depends on whether the derivative is designated as a hedging instrument, and if so, the nature of the item being hedged.

An embedded derivative shall be separated from the host contract and accounted for as a separate derivative if:

- (i) the risks and characteristics of the embedded derivative are not closely related to the economic characteristics and risks of the host contracts;
- (ii) a separate instrument with the same terms as the embedded derivative would meet the definition of a derivative; and
- (iii) the hybrid instrument is not measured at fair value with changes in fair value recognised in profit or loss.

3. FINANCIAL RISK MANAGEMENT OBJECTIVES

The Group's and the Company's operating, investing and financing activities expose the Group and the Company to foreign exchange risk, interest rate risk, credit risk, and liquidity risk. The Group's and the Company's overall risk management programme is to focus on minimising the potential adverse effects on the Group's and the Company's financial performance.

(a) Market risk

(i) Foreign currency risk management

The Group is exposed to foreign exchange risk primarily arising from US Dollar (USD).

During the year, there is no formal hedging policy with respect to foreign exchange risk exposure. The Group monitors its foreign exchange risk exposure on an on-going basis and endeavour to keep the net exposure at an acceptable level.

As at the reporting date, the Group's result is not materially affected by the movement in the exchange rates of foreign currencies.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

3. FINANCIAL RISK MANAGEMENT OBJECTIVES (CONT'D)

(a) Market risk (cont'd)

(ii) Interest rate risk management

Interest rate risk is the risk that the fair value or future cash flows of the Group's and the Company's financial instruments will fluctuate because of changes in market interest rates. The Group's and the Company's exposure to interest rate risk arises primarily from their borrowings with licensed banks.

The Group's and the Company's interest rate risk management objective is to manage the interest expenses consistent with maintaining an acceptance level of exposure to interest rate fluctuations.

As at the reporting date, the Group's and Company's results are not materially affected by the movement in interest rate for borrowings and deposits.

(b) Credit risk management

Credit risk arises from cash and cash equivalents, deposits with banks and financial institutions, as well as credit exposures to customers, including outstanding receivables and committed transactions.

For banks and financial institutions, only major banks are accepted. For customer, credit control assesses the credit quality of the customer, taking into account its financial position, past experience and other factors. Individual credit limits are set and approved by authorised personnel and credit limits are regularly monitored.

As at the reporting date, the Group have no significant concentration of credit risk for current and prior year.

As at the reporting date, approximately 77% (2015: 83%) of the Company's receivables were due from a subsidiary company.

(c) Liquidity risk management

The Group and the Company adopt a prudent liquidity risk management to manage their exposure to liquidity risk, i.e. a balance between continuity of funding and flexibility through the use of available credit facilities granted by various banks.

Liquidity risk is the risk that the Group and the Company will not be able to meet their financial obligations as they fall due. The Group's and the Company's exposure to liquidity risk arises principally from their various payables, loans and borrowings.

The Group and the Company monitor and maintain a level of cash and cash equivalents and bank facilities deemed adequate by the management to ensure, as far as possible, that they will have sufficient liquidity to meet their liabilities when they fall due.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

3. FINANCIAL RISK MANAGEMENT OBJECTIVES (CONT'D)

(c) Liquidity risk management (cont'd)

The table below analysis the Group's and the Company's non-derivative financial liabilities into relevant maturity grouping based on the remaining period at the reporting date to the contractual maturity date.

	Within 1 year RM	2 to 5 years RM	Total RM
GROUP			
As at 31 March 2016			
Non-derivative financial liabilities			
Trade and other payables	4,797,758	-	4,797,758
Short term borrowings	4,732,762	-	4,732,762
Term loan	941,436	3,206,995	4,148,431
Hire purchase payables	538,023	1,027,756	1,565,779
Guarantees	440,258	-	440,258
<hr/>			
As at 31 March 2015			
Non-derivative financial liabilities			
Trade and other payables	4,449,623	-	4,449,623
Short term borrowings	3,437,693	-	3,437,693
Hire purchase payables	563,077	1,476,749	2,039,826
Guarantees	469,900	-	469,900
<hr/>			
COMPANY			
As at 31 March 2016			
Non-derivative financial liabilities			
Trade and other payables	30,951,175	-	30,951,175
Short term borrowings	2,164,934	-	2,164,934
Hire purchase payable	36,840	52,190	89,030
Guarantees	7,619,008	-	7,619,008
<hr/>			
As at 31 March 2015			
Non-derivative financial liabilities			
Trade and other payables	28,480,080	-	28,480,080
Short term borrowings	3,036,603	-	3,036,603
Hire purchase payable	33,380	-	33,380
Guarantees	7,637,150	-	7,637,150
<hr/>			

4. CAPITAL RISK MANAGEMENT

The Group and the Company manage their capital to ensure that the Group and the Company will be able to continue as going concerns in order to provide return to shareholders and to maintain optimal capital structure to reduce the cost of capital.

In order to maintain capital structure, the Group and the Company may adjust the amount of dividend paid or issue new shares.

Ordinary share capital and retained earnings are considered as Capital of the Group and the Company.

The Group and the Company are not subject to any externally imposed capital requirements.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

5. FINANCIAL INSTRUMENTS BY CATEGORIES AND ITS FAIR VALUE ESTIMATION

	2016 RM	2015 RM
GROUP		
Financial assets		
Loans and receivables		
- Trade and other receivables excluding prepayments	14,526,331	12,769,694
- Cash and bank balances	5,099,591	2,237,620
Financial liabilities		
Other financial liabilities		
- Trade and other payables	4,797,758	4,449,623
- Short term borrowings	4,732,762	3,437,693
- Term loan	3,497,399	-
COMPANY		
Financial assets		
Loans and receivables		
- Trade and other receivables excluding prepayments	19,404,054	18,657,260
- Cash and bank balances	1,059,401	482,757
Financial liabilities		
Other financial liabilities		
- Trade and other payables	30,951,175	28,480,080
- Short term borrowings	2,164,934	3,036,603

Financial assets and financial liabilities are not carried at fair value but their carrying amounts are reasonable approximation of their fair value due to their short term nature or that they are floating rate instruments that are repriced to market interest rates on or near the reporting date.

6. REVENUE

Revenue of the Group and Company comprises the invoiced value of goods sold net of returns and discounts.

7. (LOSS)/PROFIT BEFORE TAXATION

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
(Loss)/profit before taxation is stated after charging and (crediting):				
Bad debts written off	-	3,835	-	3,835
Loans and receivables – allowance for impairment of receivables	82,027	19,497	82,027	-
Auditors' remunerations:				
Company's auditors	86,604	83,600	43,500	42,500
Other auditors:				
current year	19,000	19,000	-	-
underprovision in prior year	-	11,000	-	-
Cost of inventories charged to expenses	38,261,168	38,544,240	9,973,250	9,557,567
Depreciation	2,299,869	2,299,141	227,348	182,301
Directors' remuneration:				
fees	162,000	126,000	144,000	108,000
other emoluments*	932,681	912,451	932,681	912,451
benefit in kind – non monetary	23,950	23,950	-	-

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

7. (LOSS)/PROFIT BEFORE TAXATION (CONT'D)

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
(Loss)/profit before taxation is stated after charging and (crediting): (cont'd)				
Interest expenses:				
hire purchase	111,353	116,384	4,290	3,921
bank overdrafts	162,099	112,039	96,107	93,022
term loan	222,930	303,885	(837)	303,885
bankers' acceptances	146,198	114,716	68,421	40,203
Inventories written off	11,910	101,689	11,910	18,064
Property, plant and equipment written off	-	1,760	-	64
Staff costs*	10,781,977	10,987,664	3,737,147	3,749,048
Operating lease expenses:				
rental of premises/hostel**	59,600	59,656	23,040	23,040
rental of office equipment**/+	20,373	17,535	12,045	10,635
rental of machinery+	548,286	645,161	548,286	645,161
rental of factory**	-	-	603,360	603,360
rental of forklift##	-	650	-	-
Loans and receivables – allowance for impairment of receivables no longer required	-	(4,175)	-	(4,175)
Gain on disposal of property, plant and equipment	(3,774)	(5,000)	(3,774)	(9,770,895)
Loans receivables – interest income from bank	-	(96)	-	-
Loans and receivables - interest income from fixed deposits	(2,361)	(758)	(2,361)	(758)
Realised (gain)/loss on foreign exchange	(66,593)	(85,597)	4,657	1,548
Unrealised loss/(gain) on foreign exchange	7,636	(7,881)	-	-
Operating lease rental income from buildings#	(97,272)	(113,272)	-	-

* Included in staff costs and directors' other emoluments of the Group and of the Company are amounts of RM1,173,997 and RM562,223 (2015: RM1,185,247 and RM562,597) respectively contributed to the Employees Provident Fund.

** Included in these operating lease expenses are cancellable operating leases whereby no notice to 3 months' termination notice is required for termination of these agreements.

+ Included in these operating lease expenses are non-cancellable operating leases and the lease commitments are disclosed in note 25 (i).

This is a non-cancellable operating lease where the lease commitment has been disclosed in note 25 (ii).

This is an ad-hoc operating lease.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

8. TAXATION

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
(a) Current Malaysian taxation	163,658	278,025	54,000	198,000
Deferred taxation (Note 19)	11,856	(1,328,767)	33,000	(1,981,000)
	175,514	(1,050,742)	87,000	(1,783,000)
(Over)/underprovision of taxation in prior year	(31,274)	(1,375)	1,124	(408)
	144,240	(1,052,117)	88,124	(1,783,408)

(b) Reconciliation of tax expense and accounting (loss)/profit:

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Accounting (loss)/profit	(1,014,463)	(1,053,565)	174,303	10,071,375
Tax at the applicable tax rate	(243,472)	(263,317)	41,833	2,517,845
Tax effect of expenses that are not deductible in determining taxable profit	328,904	315,821	52,222	114,964
Tax effect of income that are not included in determining taxable profit	-	(991,777)	-	(2,601,888)
Under/(over)provision of deferred tax liabilities in prior year	113,310	56,949	(7,055)	(7,021)
Adjustment to opening deferred tax resulting from reduction in income tax rate	-	(68,259)	-	(11,962)
Realisation of deferred tax on revaluation of leasehold land and building	(23,228)	(23,228)	-	(1,794,938)
Utilisation of reinvestment allowance	-	(74,914)	-	-
Benefits from previously unrecognised deferred tax assets	-	(2,017)	-	-
Current tax expense provided/ (written back)	175,514	(1,050,742)	87,000	(1,783,000)

The current corporate tax rate is at 24% (2015: 25%).

- (c) The Company is able to distribute dividends from all its retained profits as at year-end.
- (d) The Company has tax exempt income of approximately RM11,286,000 available for distribution by way of tax exempt dividends.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

9. EARNINGS PER SHARE

a) Basic earnings per share

The basic earnings per share is calculated based on the consolidated loss for the year attributable to owners of the parent of RM1,192,865 (2015: RM77,620) and the weighted average of 41,000,000 (2015: 41,000,000) ordinary shares issued and paid up during the financial year.

b) Diluted earnings per share

The fully diluted earnings per share is calculated based on the consolidated loss for the year attributable to owners of the parent of RM1,192,865 (2015: RM77,620) and the weighted average of 41,000,000 (2015: 41,000,000) ordinary shares issued and paid up during the financial year.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

10. PROPERTY, PLANT AND EQUIPMENT

GROUP 2016 At cost	Long term leasehold lands RM	Long term leasehold buildings RM	Short term leasehold lands RM	Short term leasehold buildings RM	Motor vehicles RM	Furniture, fittings, equipment and renovations RM	Plant and machinery RM	Total RM
At 1 April 2015	18,800,000	10,368,000	1,150,000	3,200,000	1,215,818	5,262,244	50,045,005	90,041,067
Additions	-	-	-	-	117,000	543,081	96,465	756,546
Disposals	-	-	-	-	(33,500)	-	-	(33,500)
Written off	-	-	-	-	-	(1,100)	(736,903)	(738,003)
At 31 March 2016	18,800,000	10,368,000	1,150,000	3,200,000	1,299,318	5,804,225	49,404,567	90,026,110
Accumulated depreciation								
At 1 April 2015	1,528,978	836,869	467,810	1,284,114	923,661	4,276,506	44,292,887	53,610,825
Charge for the year	218,605	120,558	66,830	184,968	158,833	349,629	1,200,446	2,299,869
Disposals	-	-	-	-	(33,500)	-	-	(33,500)
Written off	-	-	-	-	-	(1,100)	(736,903)	(738,003)
At 31 March 2016	1,747,583	957,427	534,640	1,469,082	1,048,994	4,625,035	44,756,430	55,139,191
Net book value								
At 31 March 2016	17,052,417	9,410,573	615,360	1,730,918	250,324	1,179,190	4,648,137	34,886,919

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

10. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

GROUP 2015 At cost	Long term leasehold lands RM	Long term leasehold buildings RM	Short term leasehold lands RM	Short term leasehold buildings RM	Motor vehicles RM	Furniture, fittings, equipment and renovations RM	Plant and machinery RM	Total RM
At 1 April 2014	18,800,000	10,368,000	1,150,000	3,200,000	1,256,606	5,152,715	49,738,920	89,666,241
Additions	-	-	-	-	-	124,055	306,085	430,140
Disposals	-	-	-	-	(40,788)	-	-	(40,788)
Written off	-	-	-	-	-	(14,526)	-	(14,526)
At 31 March 2015	18,800,000	10,368,000	1,150,000	3,200,000	1,215,818	5,262,244	50,045,005	90,041,067
Accumulated depreciation								
At 1 April 2014	1,310,373	716,312	400,980	1,099,147	829,016	3,953,598	43,055,812	51,365,238
Charge for the year	218,605	120,557	66,830	184,967	135,433	335,674	1,237,075	2,299,141
Disposals	-	-	-	-	(40,788)	-	-	(40,788)
Written off	-	-	-	-	-	(12,766)	-	(12,766)
At 31 March 2015	1,528,978	836,869	467,810	1,284,114	923,661	4,276,506	44,292,887	53,610,825
Net book value								
At 31 March 2015	17,271,022	9,531,131	682,190	1,915,886	292,157	985,738	5,752,118	36,430,242

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

10. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	Plant and machinery RM	Furniture, fittings, equipment and renovations RM	Motor vehicles RM	Total RM
COMPANY 2016				
At cost				
At 1 April 2015	20,802,305	1,278,748	330,881	22,411,934
Additions	3,000	295,530	117,000	415,530
Written off	-	(1,100)	-	(1,100)
Disposal	-	-	(33,500)	(33,500)
At 31 March 2016	20,805,305	1,573,178	414,381	22,792,864
Accumulated depreciation				
At 1 April 2015	20,309,073	1,146,495	299,237	21,754,805
Charge for the year	109,009	79,117	39,222	227,348
Written off	-	(1,100)	-	(1,100)
Disposal	-	-	(33,500)	(33,500)
At 31 March 2016	20,418,082	1,224,512	304,959	21,947,553
Net book value				
At 31 March 2016	387,223	348,666	109,422	845,311

	Long term leasehold land RM	Long term leasehold building RM	Plant and machinery RM	Furniture, fittings, equipment and renovations RM	Motor vehicles RM	Total RM
COMPANY 2015						
At cost						
At 1 April 2014	5,000,000	4,000,000	20,752,970	1,949,697	330,881	32,033,548
Additions	-	-	49,335	41,731	-	91,066
Written off	-	-	-	(8,076)	-	(8,076)
Disposal	(5,000,000)	(4,000,000)	-	(704,604)	-	(9,704,604)
At 31 March 2015	-	-	20,802,305	1,278,748	330,881	22,411,934
Accumulated depreciation						
At 1 April 2014	347,585	280,125	20,197,618	1,651,272	283,415	22,760,015
Charge for the year	-	-	111,455	55,024	15,822	182,301
Written off	-	-	-	(8,012)	-	(8,012)
Disposal	(347,585)	(280,125)	-	(551,789)	-	(1,179,499)
At 31 March 2015	-	-	20,309,073	1,146,495	299,237	21,754,805
Net book value						
At 31 March 2015	-	-	493,232	132,253	31,644	657,129

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

10. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	GROUP Net book value		COMPANY Net book value	
	2016 RM	2015 RM	2016 RM	2015 RM
Certain property, plant and equipment have been pledged with the licensed banks for facilities granted as disclosed in Note 18, 21 and 24	19,941,177	20,358,042	-	-
Property, plant and equipment acquired under hire purchase contracts	2,492,447	3,008,978	93,600	124,644

The comparatives for leasehold lands and buildings have been reclassified to separately disclose the values of land and building in order to conform with the current year's presentation.

11. SUBSIDIARY COMPANIES

	COMPANY	
	2016 RM	2015 RM
Shares in unquoted corporations at cost	84,439,968	84,439,968

The subsidiary companies which were incorporated in Malaysia are:

Name of company	Principal activities	Group's effective equity interest	
		2016	2015
Compu-Aids (M) Sdn. Bhd.	Dormant company.	100%	100%
*CFM Toppan Forms (M) Sdn. Bhd.	Manufacturing of forms and provision of data or information management, digital printing, enveloping or sealing forms and mailing services.	56%	56%
CFM Printing & Stationery Sdn. Bhd.	Printing and supplying of exercise books and magazines.	100%	100%
Contipak Noron Sendirian Berhad	Printing and supplying of flexible packaging.	100%	100%
Chip Seng Trading (Holdings) Sdn. Bhd. and its subsidiary companies:	Investment holding company.	100%	100%
Aktif Samudera Sdn. Bhd.	Dormant company.	100%	100%
Malaysia Machinery Manufacturers Sdn. Bhd.	Investment holding company.	100%	100%
CFM Magnetic Ticket Sdn. Bhd.	Dormant company.	100%	100%

* - Not audited by PCCO PLT.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

12. GOODWILL ON CONSOLIDATION

	GROUP	
	2016 RM	2015 RM
At 1 April and 31 March	1,309,392	1,309,392

Impairment testing for goodwill on consolidation

For the purpose of impairment testing, goodwill is allocated to the Group's operating division which represent the lowest level within the Group at which the goodwill is monitored for internal management purposes.

The aggregate carrying amount of goodwill is allocated to the manufacturing units in CFM Printing & Stationery Sdn. Bhd. and Contipak Noron Sdn. Bhd.

The recoverable amount for the above is determined based on value in use calculated by discounting the future cash flows expected to be generated from the continuing use of those units and is based on the following key assumptions:

- i) Cash flows are projected based on a five years business plan approved by the Board of Directors.
- ii) Revenue is projected at annual growth rates ranging from 1.5% to 5% (2015: 2% to 5%).
- iii) Expenses are projected at annual increase ranging from 1% to 10% (2015: 1% to 10%).
- iv) A pre-tax discount rate of 8% (2015: 9%) which is the existing rate of borrowings of the Group.

The values assigned to the key assumptions represent management's assessment of future trends in the industry. A reasonably possible change in a key assumption would not have any significant difference to the recoverable amount.

13. INVENTORIES

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
At cost				
Raw materials and consumables	9,105,007	9,348,045	2,130,733	1,710,694
Raw materials-in-transit	486,819	287,912	69,632	89,832
	9,591,826	9,635,957	2,200,365	1,800,526
Work-in-progress	4,012,668	3,340,239	625,864	849,350
Finished goods	1,055,412	1,202,787	205,965	206,700
	14,659,906	14,178,983	3,032,194	2,856,576

Inventories are written down based on the experience and judgment of the management team on the basis that they reflect expected selling prices for such inventories. Obsolete inventories are written off.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

14. TRADE AND OTHER RECEIVABLES

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Trade receivables	14,334,777	12,411,687	2,981,779	2,834,967
Allowance for impairment	(248,895)	(166,868)	(105,452)	(23,425)
	14,085,882	12,244,819	2,876,327	2,811,542
Other receivables	171,252	102,985	11,910	292
Deposits	269,197	421,890	308,354	482,769
Prepayments	357,528	365,002	101,964	69,811
	797,977	889,877	422,228	552,872
Amounts due from subsidiary companies				
- trade account	-	-	805,159	163,100
- current accounts	-	-	15,402,304	15,199,557
	14,883,859	13,134,696	19,506,018	18,727,071

Trade receivables

Trade receivables and trade amounts due from subsidiary companies are non-interest bearing and are generally on 30 to 120 days (2015: 30 to 90 days) credit terms.

Trade receivables are considered as past due when the aging of their invoices exceed 90 days.

Ageing analysis of trade receivables:

	GROUP	
	2016 RM	2015 RM
Neither past due nor impaired	8,886,699	9,445,820
1 to 30 days past due not impaired	1,969,911	1,410,737
31 to 60 days past due not impaired	2,016,175	704,635
61 to 90 days past due not impaired	685,135	491,040
More than 90 days past due not impaired	527,962	192,587
	14,085,882	12,244,819
Impaired	248,895	166,868
	14,334,777	12,411,687

Ageing analysis of trade receivables:

	COMPANY	
	2016 RM	2015 RM
Neither past due nor impaired	2,006,473	2,318,884
1 to 30 days past due not impaired	335,194	271,722
31 to 60 days past due not impaired	187,312	54,450
61 to 90 days past due not impaired	50,180	12,081
More than 90 days past due not impaired	297,168	154,405
	2,876,327	2,811,542
Impaired	105,452	23,425
	2,981,779	2,834,967

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

14. TRADE AND OTHER RECEIVABLES (CONT'D)

Ageing analysis of trade amounts due from subsidiary company:

	GROUP	
	2016 RM	2015 RM
Neither past due nor impaired	200,416	163,100
1 to 30 days past due not impaired	47,495	-
31 to 60 days past due not impaired	57,685	-
61 to 90 days past due not impaired	499,563	-
	<u>805,159</u>	<u>163,100</u>

Trade receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the Group and the Company and losses have occurred infrequently.

The Group's and the Company's trade receivables that are impaired at the reporting date and the movement of the allowance accounts used to record the impairment are as follows:

	GROUP		Individually impaired COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
At cost				
Trade receivables - nominal amounts	248,895	166,868	105,452	23,425
Allowance for impairment	(248,895)	(166,868)	(105,452)	(23,425)
	-	-	-	-

Movement in allowance for impairment:

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
At cost				
At 1 April	166,868	151,546	23,425	27,600
Charge for the year	82,027	19,497	82,027	-
Reversal of impairment	-	(4,175)	-	(4,175)
At 31 March	<u>248,895</u>	<u>166,868</u>	<u>105,452</u>	<u>23,425</u>

Trade receivables that are individually impaired at the reporting date relate to those that are in significant financial difficulties and have defaulted on payments.

The currency exposure profile of trade receivables is as follows:

	GROUP RM	COMPANY RM
2016		
Ringgit Malaysia	13,801,042	2,981,779
US Dollar	533,735	-
	<u>14,334,777</u>	<u>2,981,779</u>
2015		
Ringgit Malaysia	11,495,419	2,834,967
US Dollar	916,268	-
	<u>12,411,687</u>	<u>2,834,967</u>

Other receivables are non-interest bearing and range from repayable upon demand or on 30 days terms for current and prior year.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

14. TRADE AND OTHER RECEIVABLES (CONT'D)

Ageing analysis of other receivables:

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Neither past due nor impaired	148,591	60,525	11,910	292
1 to 30 days past due not impaired	11,485	10,255	-	-
31 to 60 days past due not impaired	11,172	10,638	-	-
61 to 90 days past due not impaired	-	10,956	-	-
More than 90 days past due not impaired	4	10,611	-	-
	<u>171,252</u>	<u>102,985</u>	<u>11,910</u>	<u>292</u>

As at the reporting date, no deposits were past due nor impaired.

Current amounts due from subsidiary companies are non-interest bearing and repayable upon demand. No amounts due from subsidiary companies were past due nor impaired.

15. CASH AND BANK BALANCES

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Cash in hand	29,998	29,998	5,000	5,000
Bank balances	4,844,282	2,183,100	829,090	453,235
Fixed deposits with licensed banks	225,311	24,522	225,311	24,522
	<u>5,099,591</u>	<u>2,237,620</u>	<u>1,059,401</u>	<u>482,757</u>

The Group's and Company's fixed deposit amounting to RM225,311 (2015: RM24,522) is pledged with a licensed bank to secure bank guarantees given to third party as disclosed in note 24.

The currency exposure profile of cash and bank balances is as follows:

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Ringgit Malaysia	4,311,661	2,117,780	1,059,401	482,757
US Dollar	787,930	119,840	-	-
	<u>5,099,591</u>	<u>2,237,620</u>	<u>1,059,401</u>	<u>482,757</u>

As at the reporting date, deposits are neither past due nor impaired and are placed with or entered into with reputable licensed banks.

Fixed deposits are made for periods of twelve months for the Group and Company and earn interests at respective short term deposit rates (2015: twelve months for Group and Company).

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

16. SHARE CAPITAL

	GROUP AND COMPANY	
	2016	2015
	RM	RM

Ordinary shares of RM1 each

Authorised	100,000,000	100,000,000
Issued and fully paid up	41,000,000	41,000,000

The holders of ordinary shares are entitled to receive dividend as and when declared by the Company. All ordinary shares carry one vote each without restrictions and rank equally with regard to the distribution of the Company's residual assets.

17. HIRE PURCHASE PAYABLES

	GROUP		COMPANY	
	2016	2015	2016	2015
	RM	RM	RM	RM
Minimum lease payments:				
Within one year	538,023	563,077	36,840	33,380
Two to five years	1,027,756	1,476,749	52,190	-
	1,565,779	2,039,826	89,030	33,380
Less: Future finance charges	(147,510)	(248,362)	(6,851)	(641)
Present value	1,418,269	1,791,464	82,179	32,739
Repayments due:				
Within one year	454,488	455,373	32,394	32,739
Two to five years	963,781	1,336,091	49,785	-
	1,418,269	1,791,464	82,179	32,739
Effective interest rate	3.30% - 5.11%	3.46% - 5.11%	4.25%	3.46% - 4.06%

18. TERM LOAN

	GROUP	
	2016	2015
	RM	RM
Secured		
Term loan at 1% above the bank's base lending rate repayable by 60 monthly installment of RM78,453 each	3,497,399	-
Repayments due:		
Within one year (Note 21)	691,415	-
Two to five years	2,805,984	-
	3,497,399	-

The term loan is secured as follows:

- i) first party open charge over the leasehold property of a related company;
- ii) letter of undertaking from the Company; and
- iii) facilities agreement.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

19. DEFERRED TAXATION

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
At 1 April	2,198,657	3,527,424	120,000	2,101,000
Deferred tax expense arising from and reversal of temporary differences	(101,454)	(1,317,457)	40,055	(1,962,017)
Adjustment to opening deferred tax resulting from reduction in income tax rate	-	(68,259)	-	(11,962)
Under/(over)provision of deferred tax liabilities in prior year	113,310	56,949	(7,055)	(7,021)
Transferred from/(to) profit or loss (Note 8)	11,856	(1,328,767)	33,000	(1,981,000)
At 31 March	2,210,513	2,198,657	153,000	120,000

The components of deferred tax liabilities and assets that are recognised during the financial year are as follows:

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Deferred tax liabilities:				
- Capital allowances in excess of depreciation	592,793	511,909	153,000	120,000
- Revaluation surplus of leasehold building	1,789,036	1,812,264	-	-
- Unrealised gain on foreign exchange	155	1,891	-	-
Deferred tax assets:				
- Unused tax losses	(69,974)	(30,429)	-	-
- Reinvestment allowances	(99,510)	(96,978)	-	-
- Unrealised loss on foreign exchange	(1,987)	-	-	-
	2,210,513	2,198,657	153,000	120,000

The amount of deferred tax assets that is not recognised in the statement of financial position is as follows:

	GROUP	2015 RM
	2016 RM	
Unused tax losses	50,825	50,825

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

20. TRADE AND OTHER PAYABLES

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Trade payables	3,271,072	2,605,652	603,227	353,466
Other payables and accruals	1,526,686	1,843,971	398,693	646,176
Amounts due to subsidiary companies				
- trade accounts	-	-	1,762,692	1,422,066
- current accounts	-	-	28,186,563	26,058,372
	4,797,758	4,449,623	30,951,175	28,480,080

The currency exposure profile is as follows:

	GROUP		COMPANY
	Trade payables RM	Trade payables RM	Amount due to subsidiary companies – trade accounts RM
2016			
Ringgit Malaysia	3,053,850	603,227	1,762,692
Singapore Dollar	32,900	-	-
US Dollar	184,322	-	-
	3,271,072	603,227	1,762,692
2015			
Ringgit Malaysia	2,493,873	353,466	1,422,066
Singapore Dollar	11,111	-	-
US Dollar	100,668	-	-
	2,605,652	353,466	1,422,066

Trade payables, other payables and trade amounts due to subsidiary companies are non-interest bearing and are normally settled on 30 to 120 days terms or repayable on demand for current and prior year.

The currency exposure profile of other payables and accruals is as follows:

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Ringgit Malaysia	1,274,329	1,576,039	398,693	646,176
Singapore Dollar	252,357	267,932	-	-
	1,526,686	1,843,971	398,693	646,176

Current accounts due to subsidiary companies are non-interest bearing and repayable upon demand.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

21. BORROWINGS

SHORT TERM BORROWINGS

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Bank overdrafts	2,403,762	1,931,693	729,934	1,669,603
Bankers' acceptances	2,329,000	1,506,000	1,435,000	1,367,000
	4,732,762	3,437,693	2,164,934	3,036,603
Term loan (Note 18)	691,415	-	-	-
	5,424,177	3,437,693	2,164,934	3,036,603

The bank overdraft and bankers' acceptances are secured as follows:

- i) a negative pledge against the assets of the Company;
- ii) a fixed and floating charge over certain subsidiary companies' assets;
- iii) a deed of assignment and fixed charge over certain subsidiary companies' leasehold properties;
- iv) all monies debenture over certain subsidiary companies' fixed and floating assets;
- v) letter of undertaking from the Company; and
- vi) corporate guarantee from the Company.

Interest for bank overdrafts are charged at between 0% to 1.75% per annum above banks' base lending rate for current and prior years.

Interest for bankers' acceptances are charged at between 3.22% to 3.66% per annum (2015: 0.75% to 3.75%).

22. SIGNIFICANT RELATED PARTY TRANSACTIONS

	COMPANY	
	2016 RM	2015 RM
Subsidiary companies:		
Sales of finished goods	(886,650)	(771,288)
Purchases of raw materials	311,391	191,195
Postage	1,488,343	1,227,389
Rental of premises	603,360	603,360
Disposal of leasehold land and building for a total consideration of	-	(18,296,000)

23. COMPENSATION OF KEY MANAGEMENT PERSONNEL

The remuneration of key management personnel are as follows:

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Short term employees' benefits (including directors)	1,118,631	1,062,401	1,076,681	1,020,451

During the financial year, there were no other key management personnel apart from all the Directors having authority and responsibility for planning, directing and controlling the financial and operating policy activities of the Group and of the Company either directly or indirectly.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

24. CONTINGENT LIABILITIES

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Secured				
Bank guarantees given to third parties	440,258	469,900	169,008	192,150
Unsecured				
Corporate guarantees given to licensed bank for facilities granted to subsidiary companies	-	-	7,390,000	7,385,000
Corporate guarantee given to subsidiary's supplier for credit limit granted to subsidiary company	-	-	60,000	60,000
	<u>440,258</u>	<u>469,900</u>	<u>7,619,008</u>	<u>7,637,150</u>

The bank guarantees together with other bank facilities are secured as follows:

- i) a negative pledge against the assets of the Company;
- ii) a fixed and floating charge over certain subsidiary companies' assets;
- iii) a deed of assignment and fixed charge over certain subsidiary companies' leasehold properties;
- iv) all monies debenture over certain subsidiary companies' fixed and floating assets;
- v) letter of undertaking from the Company;
- vi) corporate guarantee from the Company;
- vii) letter of undertaking to upstamp debenture from certain subsidiary companies; and
- viii) pledge of fixed deposit amounting to RM225,311 (2015: RM24,522).

25. LEASE COMMITMENTS

- (i) The future minimum lease payments payable under non cancellable operating leases for rental of premises, machinery and office equipment are as follows:

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Within one year	181,380	178,100	174,120	174,620
Between two to five years	532,804	43,034	531,154	30,274
	<u>714,184</u>	<u>221,134</u>	<u>705,274</u>	<u>204,894</u>

- (ii) The future minimum lease payments receivable under non-cancellable operating lease for rental from premises contracted for as at balance sheet date are as follows:

	GROUP	
	2016 RM	2015 RM
Within one year	-	3,960
Two to five years	-	5,940
	<u>-</u>	<u>9,900</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2016**26. CAPITAL COMMITMENT**

	GROUP		COMPANY	
	2016	2015	2016	2015
	RM	RM	RM	RM
Contracted but not provided for in the financial statements	-	118,005	-	118,005
Approved but not contracted for and not provided for in the financial statements	-	117,000	-	117,000

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

27. SEGMENT REPORTING

(a) Business Segments:

The Group comprises the following main business segments:

- (i) Business forms and data print services;
- (ii) Commercial printing;
- (iii) Flexible packaging; and
- (iv) Business of property management.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which, in certain respects as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

	Business Forms and Data Print Services		Commercial Printing		Flexible Packaging		Business Property Management		Adjustments/ eliminations		Notes	Consolidated	
	2016 RM	2015 RM	2016 RM	2015 RM	2016 RM	2015 RM	2016 RM	2015 RM	2016 RM	2015 RM		2016 RM	2016 RM
Revenue:													
External customers	18,610,286	18,067,994	8,428,937	10,211,662	17,094,874	17,122,840	-	-	-	-	-	44,134,097	45,402,496
Inter-segment	17,479	9,571	198,781	160,436	95,929	27,867	1,439,820	1,081,695	(1,752,009)	(1,279,569)	A	-	-
Total revenue	18,627,765	18,077,565	8,627,718	10,372,098	17,190,803	17,150,707	1,439,820	1,081,695	(1,752,009)	(1,279,569)		44,134,097	45,402,496
Results													
Interest income	(2,361)	(758)	-	-	-	-	-	-	-	(96)	B	(2,361)	(854)
Interest expense	171,791	445,942	91,894	85,806	378,895	115,276	-	-	-	-		642,580	647,024
Depreciation	491,591	503,268	553,334	549,031	758,665	902,284	848,202	590,076	(351,923)	(245,518)	A	2,299,869	2,299,141
Material non-cash expenses/(income)	93,937	17,724	-	28,987	-	74,135	-	-	-	-	C	93,937	120,846
Segment profit/(loss)	1,63,821	11,675,083	(624,040)	(491,229)	(603,232)	33,070,451	(326,073)	(225,989)	230,821	(44,029,764)	D	(1,158,703)	(1,448)
Total assets	115,745,175	112,113,984	23,597,058	23,560,097	63,836,120	63,141,543	67,199,578	67,462,348	(199,080,742)	(198,554,344)	E	71,297,189	67,723,628
Assets													
Additions to non-current assets													
- property, plant and equipment	512,792	248,784	89,963	54,998	153,791	126,358	-	-	-	-		756,546	430,140
- investment properties	-	-	-	-	-	-	-	67,266,071	(67,266,071)	(67,266,071)	A	-	-

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

27. SEGMENT REPORTING (CONT'D)

Notes to the nature of adjustments and eliminations to arrive at amounts reported in the consolidated financial statements:

- A) Inter-segment transactions are eliminated on consolidation.
 B) Represents interest income of non-reportable segment
 C) Other material non-cash expenses/(income) consist of the following items:

	GROUP	
	2016	2015
	RM	RM
Allowance for impairment of receivables	82,027	19,497
Allowance for impairment of receivables no longer required	-	(4,175)
Bad debts written off	-	3,835
Inventories written off	11,910	101,689
	<u>93,937</u>	<u>120,846</u>

- D) Reconciliation of total reportable segments' profits to the Group's profit/(loss) for the year:

	GROUP	
	2016	2015
	RM	RM
Result of non-reportable segment	(19,122)	(16,795)
Inter-segment profit	249,943	(44,012,969)
	<u>230,821</u>	<u>(44,029,764)</u>

- E) Reconciling items of total reportable segments' to the Group's assets:

	GROUP	
	2016	2015
	RM	RM
Investment in subsidiaries	(83,319,968)	(83,319,968)
Non-reportable segments' total	46,439,126	35,387,064
Inter-segment balance	(162,199,900)	(150,621,440)
	<u>(199,080,742)</u>	<u>(198,554,344)</u>

Geographical information

	GROUP	
	2016	2015
	RM	RM
The Group's revenue from external customers by location of customers:		
Malaysia	39,068,669	39,376,079
Indonesia	4,875,805	5,993,564
Other	189,623	32,853
	<u>44,134,097</u>	<u>45,402,496</u>

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2016

27. SEGMENT REPORTING (CONT'D)

The Group's non-current assets are located in Malaysia.

Information about major customers

Revenue from a major customer amounting to RM4,875,805 (2015: RM5,993,564) arose from the flexible packaging segment.

28. SUPPLEMENTARY INFORMATION

	GROUP		COMPANY	
	2016 RM	2015 RM	2016 RM	2015 RM
Total retained profits of the company and its subsidiaries:				
Realised	122,944,074	124,359,508	34,871,804	34,752,625
Unrealised	(2,218,149)	(2,190,776)	(153,000)	(120,000)
	120,725,925	122,168,732	34,718,804	34,632,625
Less: Consolidation adjustments	(108,706,052)	(108,955,994)	-	-
Total retained profits as per financial statements	12,019,873	13,212,738	34,718,804	34,632,625

This supplementary information is disclosed to meet the requirement of Bursa Malaysia Securities Berhad and is not part of the financial statements. The directors are responsible for the preparation of the supplementary information in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants ("MIA Guidance") and the directive of Bursa Malaysia Securities Berhad.

ANALYSIS OF SHAREHOLDINGS

as at 30 June 2016

A. SHARE CAPITAL

Authorised Share Capital : RM100,000,000.00 (100,000,000 ordinary shares of RM1.00 each)
 Issued and Paid-up Capital : RM 41,000,000.00 (41,000,000 ordinary shares of RM1.00 each)
 Voting Rights : One vote for each ordinary share held

B. DISTRIBUTION OF SHAREHOLDINGS

Holdings	No. of Holders	Total Holdings	% of Holdings
Less than 100	26	1,066	0.00
100 - 1,000	83	60,579	0.15
1,001 - 10,000	710	2,765,255	6.74
10,001 - 100,000	111	3,013,600	7.35
100,001 - less than 5% of issued shares	21	29,271,300	71.40
5% and above of issued shares	1	5,888,200	14.36
	952	41,000,000	100.00

C. SUBSTANTIAL SHAREHOLDER

Name of Shareholder	Direct Interest	
	No. of Shares	% of Holdings
World Grain Sdn Bhd	5,888,200	14.36

D. DIRECTOR'S INTEREST IN SHARES

None of the Directors who held office at the end of the financial year had any interest in the shares of the Company.

E. THIRTY LARGEST REGISTERED SHAREHOLDERS

Name of Shareholders	No. of Shares	% of Holdings
1. World Grain Sdn Bhd	5,888,200	14.36
2. Chew Huat Heng	2,012,800	4.91
3. Lee Pui Inn	2,000,000	4.88
4. Ong Huey Peng	2,000,000	4.88
5. Chew Boon Seng	1,999,000	4.88
6. Ong Har Hong	1,998,000	4.87
7. Lim Siew Sooi	1,991,100	4.86
8. Ong Wee Lieh	1,990,000	4.85
9. Ong Poh Geok	1,955,700	4.77
10. Maybank Securities Nominees (Tempatan) Sdn Bhd - Pledged Securities Account for Lim Eng Huat	1,954,900	4.77

ANALYSIS OF SHAREHOLDINGS as at 30 June 2016

E. THIRTY LARGEST REGISTERED SHAREHOLDERS (CONT'D)

Name of Shareholders	No. of Shares	% of Holdings
11. Ong Poh Lin	1,945,000	4.74
12. Affin Hwang Nominees (Tempatan) Sdn Bhd - Pledged Securities Account for How Yoke Kam	1,936,400	4.72
13. Gan Lock Yong @ Gan Choon Hur	1,936,000	4.72
14. Neoh Poh Lan	1,924,300	4.69
15. Tan Ban Aik	1,265,700	3.09
16. Ong Wee Shyong	1,174,300	2.86
17. Kong See Kuan	375,000	0.91
18. Tan Siew Yeong	227,500	0.55
19. Tan Eng @ Tan Chin Eng	167,500	0.41
20. Tan Seng Teong Sdn Bhd	155,600	0.38
21. Haliza Binti Abdullah	137,500	0.34
22. AMSEC Nominees (Asing) Sdn Bhd - KGI Fraser Securities Pte Ltd for Tan Kay Toh	125,000	0.30
23. Tee Yeow	100,000	0.24
24. Teh Liang Teik	92,500	0.23
25. Ewe Thuan Ho	87,500	0.21
26. Lee Keng Fah	85,700	0.21
27. Citigroup Nominees (Tempatan) Sdn Bhd - Pledged Securities Account for Raja Noraini Binti Raja Nong Chik	75,000	0.18
28. Ng Chai Yong	69,500	0.17
29. Ewe Hong Soon	67,500	0.16
30. Lama Tile (Utara) Sdn Bhd	62,500	0.15

LIST OF GROUP PROPERTIES

as at 31 March 2016

Location	Land Area (Sq. metres)	Description/ Existing use	Tenure/ Approximate Age of building	Net Book Value as at 31.3.2016 (RM)	Date of Building Revaluation
1. Lot 2, Jalan Usahawan 5 PKNS Setapak Industrial Area Kuala Lumpur	8,094	Industrial Land and Factory Building	Leasehold / 38 years (expiring on 10.11.2093)	8,162,988	31.03.2008
2. Lot 1, Jalan Usahawan 5 PKNS Setapak Industrial Area Kuala Lumpur	21,925	Industrial Land and Factory Building	Leasehold / 20 years (expiring on 09.11.2093)	18,300,002	31.03.2008
3. Lot 13 & 14 Jalan Perusahaan Ringan Off Jalan Genting Kelang Setapak, Kuala Lumpur	3,412	Industrial Land and Factory Building	Leasehold / 52 years [expiring on 03.11.2020 (Lot 13) & 04.03.2025 (Lot 14)]	1,641,177	31.03.2008
4. P. T. 23 HS(D) 78420 Mukim of Setapak Kuala Lumpur	823	Industrial Land and Factory Building	Leasehold / 45 years (expiring on 06.02.2026)	705,101	31.03.2008

PROXY FORM



COMPUTER FORMS (MALAYSIA) BERHAD
(4423-H) (Incorporated in Malaysia)

I/We..... NRIC No./Company No.
(full name in block letters)

of
(full address)

being a member of **COMPUTER FORMS (MALAYSIA) BERHAD** hereby appoint

..... NRIC No.
(full name in block letters)

of
(full address)

representing percentage (%) of my/our shareholdings in the Company and/or failing him/her

..... NRIC No.
(full name in block letters)

of
(full address)

representing..... percentage (%) of my/our shareholdings in the Company and/or failing him/her/them, the **Chairman of the Meeting** as my/our proxy/proxies to attend and vote for me/us and on my/our behalf at the Fifty-Fourth Annual General Meeting of the Shareholders of the Company to be held at Bukit Kiara Equestrian and Country Resort, Dewan Berjaya, Jalan Bukit Kiara, Off Jalan Damansara, 60000 Kuala Lumpur, Malaysia on Tuesday, 20 September 2016 at 10.00 a.m. and at any adjournment thereof in the manner indicated below:-

Resolutions	For	Against
Ordinary Resolution 1		
Ordinary Resolution 2(a)		
Ordinary Resolution 2(b)		
Ordinary Resolution 3		
Ordinary Resolution 4(a)		
Ordinary Resolution 4(b)		

(Please indicate with an "X" in the space provided how you wish your vote to be cast for each resolution as set out in the Notice of Meeting. If no voting instructions are given, the proxy/proxies may vote or abstain from voting at his/her/their own discretion)

CDS Account no.	
No. of Shares held	

Signature(s)/Common Seal

Dated this _____ day of _____, 2016

Notes:

1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint one or more proxies (**but not more than two**) to attend and vote instead of him. A proxy may but need not be a member of the Company and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company. Where a member appoints two (2) proxies to attend the same meeting, the member shall specify the proportion of his shareholding to be represented by each proxy, failing which the appointment shall be invalid.
2. Where a member of the Company is an authorised nominee as defined under the Securities Industry (Central Depositories) Act, 1991, it shall be entitled to appoint not more than two (2) proxies in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account.

Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds.

Where an authorised nominee or an exempt authorised nominee appoints more than one proxy, the proportion of shareholdings to be represented by each proxy must be specified in the instrument appointing the proxies.
3. The instrument appointing a proxy shall be in writing under the hand of the appointor or of his attorney duly authorised in writing or, if the appointor is a corporation, either under the corporation's common seal or under the hand of an officer or attorney duly authorised. The instrument appointing a proxy shall be deemed to confer authority to demand or join in demanding a poll.
4. The instrument appointing a proxy shall be deposited with the Share Registrar of the Company, Symphony Share Registrars Sdn Bhd, Level 6, Symphony House, Block D13, Pusat Dagangan Dana 1, Jalan PJU 1A/46, 47301 Petaling Jaya, Selangor Darul Ehsan, Malaysia not less than 48 hours before the time appointed for holding the meeting or any adjournment thereof.
5. Depositors whose names appear in the Record of Depositors on a date not less than three (3) market days before the Annual General Meeting shall be entitled to attend and vote at the Annual General Meeting or appoint a proxy to attend, speak and vote on his behalf.

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STAMP

COMPUTER FORMS (MALAYSIA) BERHAD (4423-H)

c/o Symphony Share Registrars Sdn Bhd
Level 6, Symphony House
Block D13, Pusat Dagangan Dana 1
Jalan PJU 1A/46
47301 Petaling Jaya, Selangor Darul Ehsan
Malaysia

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