2015

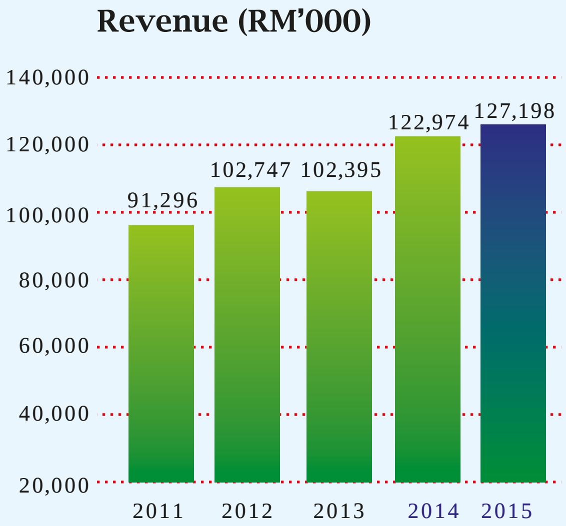
Annual Report

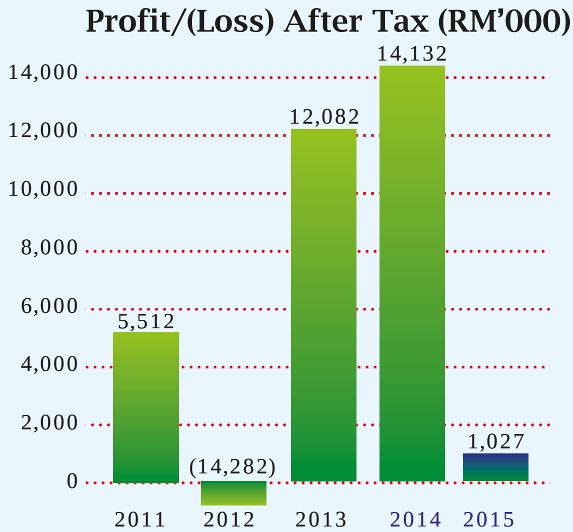
(716241-X)

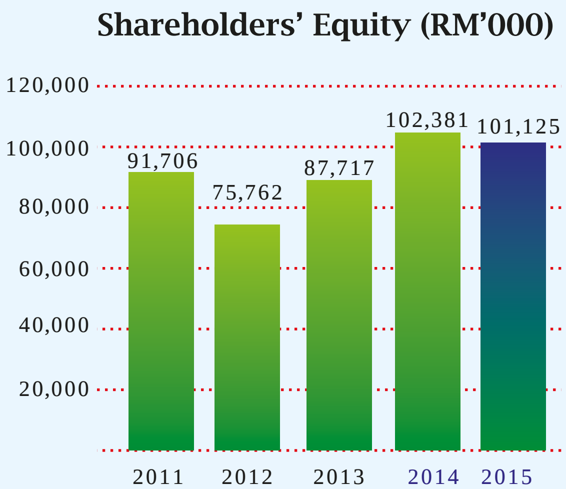
COMPLETE LOGISTIC SERVICES BERHAD

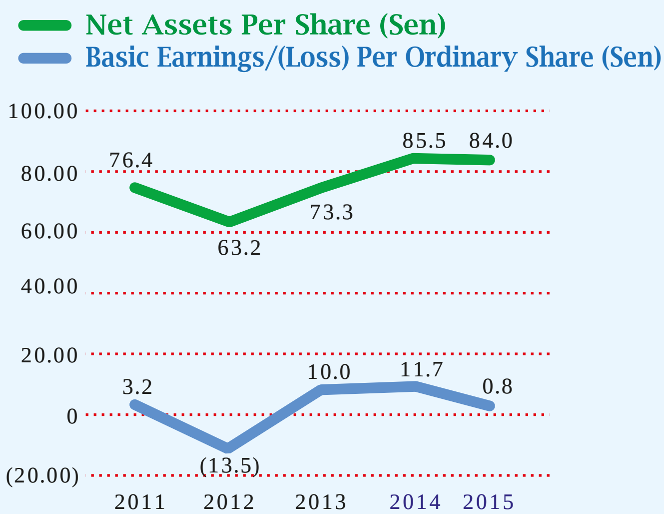
5 Years Financial Highlights

	2011	2012	2013	2014	2015
Revenue (RM'000)	91,296	102,747	102,395	122,974	127,198
Profit/(Loss) After Tax (RM'000)	5,512	(14,282)	12,082	14,132	1,027
Shareholders' Equity (RM'000)	91,706	75,762	87,717	102,381	101,125
Net Assets Per Share (Sen)	76.4	63.2	73.3	85.5	84.0
Earnings/(Loss) Per Ordinary Share (Sen)	3.2	(13.5)	10.0	11.7	0.8









10th Annual General Meeting

Place : Nilai Inland Port,
1st Floor,
PT 3907, Nilai Industrial Estate,
71800 Nilai,
Negeri Sembilan Darul Khusus

Time : Tuesday, 22 September 2015 at 11.00 a.m.

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Dato' Dr Ibrahim Bin Ahmad
(Executive Chairman)

Law Hee Ling
(Managing Director)

Ng Yoon Kin
(Executive Director)

Chia Kah Ying
(Executive Director)

Lim Kok Onn
(Executive Director)
(Retired on 25 September 2014)

Tan Sri Dato' Seri Law Hieng Ding
(Independent Non-Executive Director)

Yet Kiong Siang
(Independent Non-Executive Director)

Datuk Iskandar Bin Sarudin
(Independent Non-Executive Director)
(Appointed on 8 April 2015)

Vice Admiral (R) Datuk Haji Jamil Bin Haji Osman
(Independent Non-Executive Director)
(Retired on 25 September 2014)

AUDIT COMMITTEE

Chairman
Tan Sri Dato' Seri Law Hieng Ding

Members
Yet Kiong Siang
Datuk Iskandar Bin Sarudin
(Appointed on 8 April 2015)
Vice Admiral (R) Datuk Haji Jamil Bin Haji Osman
(Retired on 25 September 2014)

REMUNERATION COMMITEE

Chairman
Tan Sri Dato' Seri Law Hieng Ding

Members
Law Hee Ling
Yet Kiong Siang

NOMINATION COMMITEE

Chairman
Tan Sri Dato' Seri Law Hieng Ding

Members
Ng Yoon Kin *(Appointed on 26 November 2014)*
Yet Kiong Siang
Lim Kok Onn *(Retired on 25 September 2014)*

COMPANY SECRETARIES

Chia Ong Leong (MIA 4797)

REGISTERED OFFICE

82-F Jalan Pulasan
41000 Klang
Selangor Darul Ehsan
Tel: +603-3371 4725
Fax: +603-3372 4128

HEAD OFFICE

No. 25 Jalan Berangan
42000 Port Klang
Selangor Darul Ehsan
Tel: +603-3168 0757
Fax: +603-3167 1145
Website: www.complete-group.com

AUDITORS

Crowe Horwath (AF1018)
Level 16 Tower C
Megan Avenue II
12 Jalan Yap Kwan Seng
50450 Kuala Lumpur
Tel: +603-2788 9999
Fax: +603-2788 9998

PRINCIPAL BANKER

Hong Leong Bank Berhad (97141-X)

SHARE REGISTRAR

Tricor Investor &
Issuing House Services Sdn Bhd
(Formerly known as Equiniti Services Sdn Bhd)
Level 17, The Gardens North Tower
Mid Valley City, Lingkaran Syed Putra
59200 Kuala Lumpur
Tel: +603-2264 3883
Fax: +603-2282 1886

STOCK EXCHANGE LISTING

Bursa Malaysia Securities Berhad
Main Market

CORPORATE STRUCTURE

CLS (716241-X)
COMPLETE LOGISTIC SERVICES BERHAD

- 100% **Bagai Pertama Sdn Bhd (545483-A)**
  Shipowner/provision of marine transportation services
- 100% **Complete Container Services Sdn Bhd (543015-W)**
  Shipowner/provision of marine transportation services
- 100% **Complete Logistic Specialists Sdn Bhd (445588-V)**
  Total logistic services provider
- 100% **Complete Marine Services Sdn Bhd (490761-A)**
  Shipowner/provision of marine transportation services
- 100% **Complete Shipping Sdn Bhd (471084-X)**
  Shipowner/provision of marine transportation services
- 100% **Complete Tug & Barge Sdn Bhd (527808-A)**
  Dormant
- 100% **Dolphin Shipping Agency Sdn Bhd (507526-A)**
  Trading of freight
- 65% **Ecocentre Sdn Bhd (832539-W)**
  Processing & trading of rubber dust, trading of tyres, lubricants and related products, provision of tyres maintenance services
- 100% **Gems Logistics Sdn Bhd (949999-H)**
  Investment holding
- 100% **Guper Industrial Park Sdn Bhd (1147401-H)**
  Dormant
- 100% **Guper Integrated Logistics Sdn Bhd (420531-V)**
  Total Logistic services with haulage, forwarding & other associated services
- 100% **Guper Properties Sdn Bhd (632797-D)**
  Insurance agent
- 100% **Guper Resources Sdn Bhd (519580-A)**
  Investment holding
- 100% **Island Network Sdn Bhd (466999-W)**
  General trading
- 100% **Malsuria Logistics Sdn Bhd (463630-M)**
  Shipowner/provision of marine transportation services
- 100% **Malsuria (M) Sdn Bhd (234248-P)**
  Shipowner/provision of marine transportation services
- 100% **Malsuria Tanker Services Sdn Bhd (376604-H)**
  Shipowner/provision of marine transportation services
- 100% **Pengangkutan Sekata Sdn Bhd (154036-K)**
  Lorry transport operator
  - 100% **Dian Pahlawan Sdn Bhd (432061-W)**
    Lorry transport operator
  - 100% **Sin Hiap Hoe Trading and Transport Sdn Berhad (39285-T)**
    Lorry transport operator
- 100% **Sierra Jaya Sdn Bhd (266651-P)**
  Shipowner/provision of marine transportation services

Shopping Dayout with The Children of Good Samaritan Home

EVENTS PHOTOS

2015
Annual Dinner

15 Years Service Awards

Speech by Chairman

EVENTS PHOTOS

2015
Annual Dinner

EVENTS PHOTOS

2015
Annual Dinner

2015
Annual Dinner

Dato' Dr Ibrahim Bin Ahmad
Executive Chairman

A Malaysian, aged 60, was appointed to our Board on 1 June 2012. He is a substantial shareholder of the Company. Dato' holds a Master Degree in Business Administration from the University of Western Sydney, Australia and obtained a Professional Doctorate in Business Administration, from Isle International University.

Prior to getting involved in the logistic industry, he held senior management positions in various international companies. He started his career in the logistic industry when he was appointed the Chief Executive Officer of Port Klang Distribution Park Sdn Bhd ("PKDP"). From the performances and experiences in PKDP, he was entrusted to initiate and develop Guper Integrated Logistics Sdn Bhd as its pioneer Chief Executive Officer.

Apart from his vast expertise, experiences and exposure, he was appointed Chief Executive Officer, State Economic Development Corporation ("SEDC"), Negeri Sembilan, where he strategically repositioned the business, raised SEDC to a higher level, thus creating a differentiated value proposition to the stakeholder.

His experiences extend across all levels of managements, strategic direction and business acumen. He held various positions, among them, Chairman of Logistics "Think Tank Group", under the Prime Ministers Department.

There is no conflict of interest with the Company except for those transactions disclosed in pages 25 and 26 of this Report, note 34 to the Financial Statements and the circular on recurrent related party transactions.

Training programmes attended during the financial year are as follows:
~ Advocacy Sessions on Corporate Disclosure for Directors

Law Hee Ling
Managing Director

A Malaysian, aged 50, is the Managing Director and founder of our Group. He is a substantial shareholder of the Company.

He was appointed to our Board on 30 October 2006. Mr Law is a businessman with over 30 years of experience in the shipping industry. He started his career in shipping in 1983 where he was exposed to all aspects of the shipping operations, marketing and finance. In 1988 he started his own logistics agency business and subsequently ventured into marine transportation services in 1995. Since then, he has expanded our Group's business activities to cover marine transportation services, logistics operations and general trading. He is responsible for the overall management and operations of our Group.

Mr Law is a member of our Remuneration Committee. There is no conflict of interest with the Company except for those transactions disclosed in pages 25 and 26 of this Report, note 34 to the Financial Statements and the circular on recurrent related party transactions.

Ng Yoon Kin
Executive Director

A Malaysian, aged 63, was appointed to our Board on 12 December 2012. He is a substantial shareholder of the Company.

In 1976, Mr Ng first ventured into general lorry transportation business in Selangor and progressively expanded his transportation business from a general cargo transporter to highly specialised bulk tank carrier, serving the specific transportation needs of the cement, beverages, pre-cast concrete, packaging, audio products industries as well as to provide transportation support to integrated logistic services providers. He acquired more than 38 years' experience in various aspects of the transportation business in Peninsular Malaysia.

Mr Ng is a member of the Nomination Committee. There is no conflict of interest with the Company except for those transactions disclosed in pages 25 and 26 of this Report, note 34 to the Financial Statements and the circular on recurrent related party transactions

Training programmes attended during the financial year are as follows:
~ Advocacy Sessions on Corporate Disclosure for Directors

Chia Kah Ying
Executive Director

A Malaysian, aged 47, was appointed to our Board on 2 July 2007. She is a Certified Public Accountant with the Malaysian Institute of Certified Public Accountants.

She was with Ernst & Young, Malaysia between 1993 and 1997. In 1998 she joined the logistics industry and later joined our Group in 2006.

Training programmes attended during the financial year are as follows:
~ Advocacy Sessions on Corporate Disclosure for Directors
~ GST (Intermediate level) : Registration and Compliance
~ Technical Briefing for Company Secretaries of Listed Issuers

Tan Sri Dato' Seri Law Hieng Ding
Independent Non-Executive Director

A Malaysian, aged 80, was appointed to our Board on 2 July 2007. Tan Sri graduated from Nanyang University in 1960 with a Bachelor's degree of Commerce in Accountancy and Banking.

He joined the Sarawak United People's Party ("SUPP") in the 1960s and was elected a councillor for Sibu Urban District Council from 1964 to 1981. He also served as the Chairman of Sibu Urban District Council from 1978 to 1981. He was elected as Member of Parliament for the constituency of Sarikei in 1982, a position which he held for 6 consecutive terms.

Between 1976 to 1987 he served as the Parliament Secretary in the Ministry of Housing and Local Government in 1976 and the Ministry of Science, Technology and Environment ("MOSTE") from 1976 to 1987. Subsequently, he was appointed as Federal Deputy Minister of MOSTE where he served for 2 terms from 1987 to 1990, after which he was appointed as Minister of MOSTE from 1990 to 2004.

Tan Sri is the Chairman of the Audit Committee, Remuneration Committee and Nomination Committee.

Yet Kiong Siang
Independent Non-Executive Director

A Malaysian, aged 57, was appointed to our Board on 23 January 2009. He is a Chartered Accountant with the Malaysian Institute of Accountants. He is also a member of the Association of Chartered Certified Accountants, Chartered Tax Institute of Malaysia and Institute of Internal Auditors of Malaysia.

Mr. Yet is the proprietor of an audit firm. He has over 30 years of experience in the fields of auditing, taxation and management consultancy.

Mr Yet is a member of the Audit Committee, Remuneration Committee and Nomination Committee. Training programme attended during the financial year are as follows:

~ Goods & Services Tax Training Course
~ Understanding and Applying the Malaysian GST Tax Codes
~ Transfer Pricing Documentation Masterclass
~ National Tax Conference
~ Transfer Pricing Documentation – Practical Issues
~ GST : Costly Mistakes to Avoid

Datuk Iskandar Bin Sarudin
Independent Non-Executive Director

A Malaysian, aged 60, was appointed to our Board on 8 April 2015. Datuk Iskandar Bin Sarudin graduated from the University of Malaya with Bachelor of Arts (Hons.) Degree in Malay Studies.

Datuk Iskandar began his distinguished diplomatic career in the Administrative and Diplomatic Service of the Ministry of Foreign Affairs ("Ministry") in 1979 where he was appointed as the Assistant Secretary at the Asean National Secretariat. Datuk Iskandar had many interesting and challenging diplomatic assignments in his 35 years' service with the Ministry. He was tasked by the Ministry to establish the Malaysian Embassy in the Republic of Chile in 1991 and in Bosnia and Herzegovina in 1996. He was also the Deputy Secretary General of the Ministry and High Commissioner to Sri Lanka and Maldives, Ambassador to Philippines, prior to his posting as the Ambassador of Malaysia to the People's Republic of China in 2010. He was also the Ambassador of Malaysia to Mongolia concurrently accredited from Beijing (since March 2011). Datuk Iskandar retired from the Malaysia civil services in April 2015.

Datuk Iskandar is a member of the Audit Committee.

ADDITIONAL INFORMATION ON BOARD OF DIRECTORS

1. Family relationship with directors and/or substantial shareholders

None of the Directors of the Company have any family relationship with the other Directors and/or substantial shareholders of the Company.

2. Conflict of Interest

Other than as disclosed above, none of the Directors of the Company have any conflict of interest with the Company.

3. Convictions for offences

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

4. Attendance at Board Meetings

The Board of Directors' attendance record at Board meetings held during the financial year ended 31 March 2015 can be found on page 14 of this report.

CHAIRMAN'S STATEMENT

Dear Shareholders,

On behalf of the Board of Directors ("Board") of Complete Logistic Services Berhad ("CLSB"), I am pleased to present the Annual Report of CLSB and its subsidiaries ("The Group") for the financial year ended 31 March 2015.

Operation Review

For the financial year under review, the Group continued to perform well with positive growth in revenue as well as operating profit after tax (excluding the adjustments for non-operating transactions).

The favourable financial results were primarily due to the Group's determined focus to expand the land logistics business segment as the segment of growth for the Group. As a result, the logistics segment contributed significantly towards the Group's revenue and profit growth for the financial period under review.

In line with this planned focus to expand the logistics segment, significant investments were deployed in acquiring operating equipment assets as well as the expansion of warehousing facilities to cater for existing customers demands as well as growing the business with new customers. Towards this end, two parcels of industrial land were also being acquired with the aim of establishing warehousing facility at West Port, Port Klang.

Meanwhile the shipping segment remained lethargic with trading environment continued to be depressing. Nonetheless the Group's focus on this segment was to operate on routes that were sustainable.

Financial Performance

For the financial year ended 31 March 2015, the Group achieved revenue of RM127.2 million, an increase of RM4.2 million as compared to RM123.0 million in the previous financial year.

The Group registered a profit after tax attributable to owners of RM0.9 million against RM14.0 million recorded in the previous year. The decrease was mainly due to a provision for impairment loss on idle vessels of the Group amounting RM12.4 million in the year whereas the previous year's profit after tax attributable to owners included a gain on bargain purchase arising from acquisition of a subsidiary of RM3.7 million. Without these, the Group would have achieved a profit after tax attributable to owners of RM13.3 million and RM10.3 million for the financial year ended 31 March 2015 and 31 March 2014 respectively.

Prospects

With the sluggish global economic environment and also the impact of the Goods and Services Tax (GST) introduced by the Malaysian Government, the logistics trade outlook has become negative of late. With this unfavourable outlook, your Board foresees challenging time ahead, in particular with the shipping segment anticipated to remain depressed for the foreseeable future.

Land logistics segment will remain to be the "Segment of Growth" for the Group for the forthcoming financial year.

The Group will continue to seek out acquisition targets/long term strategic investments that will complement and add value, in terms of growth and profitability to the Group.

With the business structure of the Group in better and stronger foundation, your Board is optimistic in working towards achieving a favourable financial performance for the financial year ahead.

Corporate Social Responsibility

The Group remains committed to care for the social community and social environment it operates in, its employees, shareholders and all other stakeholders. As a responsible corporate citizen, the Group will continue to contribute and undertake practices that will have a positive impact to the environment and society.

Appreciation

On behalf of the Board, I would like to thank Y.Bhg Vice Admiral (R) Datuk Haji Jamil Bin Haji Osman and Mr Lim Kok Onn who had retired as Board members on 25 September 2014, for their past contributions and wish them well in all their future endeavours. I would like to welcome Y.Bhg Datuk Iskandar Bin Sarudin, who joined our Board on 8 April 2015.

I would like to extend our sincere thanks to the management and staff of the Group for their continued dedication and commitment in contributing towards the success of the Group.

Our appreciation also goes out to our customers, suppliers, business associates, shareholders and the authorities for their support and confidence in the Group.

A big thank you to all my fellow Directors for their leadership, experience and wisdom in guiding the Board and the respective committees.

To all the shareholders of CLSB, I wish to thank you once more for your continuing loyal support, trust and confidence in CLSB.

Dato' Dr Ibrahim Bin Ahmad
Executive Chairman

Port Klang
25 August 2015

The Board of Directors ("Board") of Complete Logistic Services Berhad ("the Company") remains committed towards ensuring that high standard of corporate governance is maintained throughout the Company and its subsidiaries ("the Group"). Hence, the Board is fully dedicated to continuously evaluate the Group's corporate governance practices and procedures with a view to ensure the principles and best practices in corporate governance as promulgated by the Malaysian Code on Corporate Governance ("the Code") is applied and adhered to in the best interests of stakeholders. The Board is pleased to report to the shareholders the manner in which the Group has applied the principles and complied with the best practices of the Code during the financial year.

BOARD OF DIRECTORS

Composition and Balance

The Company is currently led by an effective and experienced seven (7) member Board, comprising four (4) Executive Directors and three (3) Independent Non-Executive Directors. This composition complies with the Bursa Malaysia Securities Berhad ("Bursa") Listing Requirements that requires at least two (2) Directors or one third (1/3) of the Board whichever is higher, are Independent Directors. The profiles of the members of the Board are set out on pages 9 to 11 of this Report.

The Executive Directors are primarily responsible for the implementation of policies and decisions of the Board, overseeing the Group's operations and developing the Group's business strategies.

The role of the Independent Non-Executive Directors is to provide objective and independent judgement to the decision making of the Board and as such provides an effective check and balance to the Board's decision making processes.

The Board composition brings together an extensive group of experienced Directors from diverse backgrounds that have a wide range of skills and experience in areas relevant to managing and directing the Group's operations.

Duties and Responsibilities

The main focus of the Board is on the overall strategic leadership, identification and management of principal risks and, development and control of the Group. The Board has delegated specific responsibilities to Board Committees, all of which discharge the duties and responsibilities within their respective Terms of Reference.

The roles of the Chairman and Managing Director are clearly distinct to ensure that there is a balance of power and authority. The Chairman is primarily responsible for the effective and efficient conduct and working of the Board and ensuring that members have timely access to relevant information, whilst the Managing Director is responsible for the daily management of the Group's operations and implementation of the policies and strategies adopted by the Board.

Board Meetings

During the financial year ended 31 March 2015 the Board met five (5) times, where they deliberated and considered matters relating to the Group's financial performance, investments, corporate development, strategic issues and business plan. The meeting attendance records of the Directors who held office are set out below:

Name of Director	Status of Directorship	No. of Meetings Attended
Dato' Dr Ibrahim Bin Ahmad	Executive Chairman	5/5
Law Hee Ling	Managing Director	5/5
Ng Yoon Kin	Executive	5/5
Chia Kah Ying	Executive	5/5
Lim Kok Onn *(Retired on 25 September 2014)*	Executive	3/3

Name of Director	Status of Directorship	No. of Meetings Attended
Tan Sri Dato' Seri Law Hieng Ding	Independent Non-Executive	5/5
Yet Kiong Siang	Independent Non-Executive	5/5
Datuk Iskandar Bin Sarudin *(Appointed on 8 April 2015)*	Independent Non-Executive	-
Vice Admiral (R) Datuk Haji Jamil Bin Haji Osman *(Retired on 25 September 2014)*	Independent Non-Executive	1/3

Board meetings are structured with a pre-set agenda which encompasses all aspects of matters under discussion. The Board papers are circulated to the Directors in advance of the Board meetings for their deliberation. All meetings of the Board are duly recorded in the Board Minutes.

Senior Management may be invited to attend these meetings to explain and clarify matters tabled.

In furtherance of their duties, the Board has unrestricted access to any information pertaining to the Group as well as to the advice and services of the Company Secretary and independent professional adviser whenever appropriate, at the Group's expense.

DIRECTORS' REMUNERATION

Details of remuneration of Directors of the Company during the financial year ended 31 March 2015 are as follows:

Total Remuneration

	Executive Directors (RM)	Non-ExecutiveDirectors (RM)	Total (RM)
Salary	969,000	-	969,000
Bonus	277,000	-	277,000
Fees	-	59,667	59,667
Other Benefits	192,030	11,250	203,280
Total	**1,438,030**	**70,917**	**1,508,947**

The details of the Directors' remuneration by band are disclosed in Note 33 to the Financial Statements on page 78 of this Report.

Details of individual Director's remuneration are not disclosed in this Report as the Board considers that the above remuneration disclosure by band and analysis between Executive and Independent Non-Executive Directors satisfies the accountability and transparency aspects of the Code.

SHAREHOLDERS

Shareholders and Investors Relations

The Board acknowledges the importance of accountability to the shareholders. Timely releases of the financial results on a quarterly basis, press releases and announcements provide an overview of the Group's performance and operations to its shareholders.

Information disseminated to the investment community is in accordance with Bursa disclosure rules and regulations. The Board has taken steps to ensure that no market sensitive information is disclosed to any party prior to making an official announcement to Bursa.

Annual General Meeting

The Annual General Meeting ("AGM") is the principal platform for dialogue with the shareholders. At the AGM, the Board presents the progress and performance of the Group and provides shareholders the opportunity to raise questions pertaining to business issues, concerns and operations in general.

ACCOUNTABILITY AND AUDIT

Financial Reporting

In presenting the annual financial statements and quarterly announcements to shareholders, the Directors aim to ensure that the financial statements and quarterly announcements are prepared in accordance with the Companies Act 1965 and applicable approved accounting standards so as to offer a balanced and comprehensive assessment of the Group's financial position and prospects.

A Statement of Directors' Responsibility is set out on page 23 of this Report.

Internal Control

The Group's Statement on Risk Management and Internal Control is set out on pages 21 and 22 of this Report to provide an overview on the state of internal control throughout the year.

During the financial year, the Group outsourced the internal audit unit to an independent professional firm to assist the Board and the Audit Committee in providing independent assessment of the adequacy, efficiency and effectiveness of the internal control system in the key activities within the Group. In relation to the internal audit function, having considered the Group's operational requirements, the Board is of the view that the Group current function is sufficient to meet its needs. Nevertheless, this arrangement shall be reviewed annually to ensure that it continues to meet the Group's requirements. The internal auditor reports directly to the Audit Committee independent from the management of the Group.

Relationship with Auditors

The role of the Board in relation to the external auditors is explained in the Audit Committee Report set out on pages 18 to 20 of this Report.

Appointment and Re-election of Directors

Any new appointments to the Board will require deliberation by the full Board guided with formal recommendations by the Nomination Committee. Board members who are appointed by the Board are subject to retirement at the first AGM of the Company subsequent to their appointment. Article 95 of the Company's Articles of Association also provides that at least one-third (1/3) of the Directors shall retire by rotation at each AGM and that all Directors shall retire once every three (3) years. A retiring Director shall be eligible for re-election.

Directors over seventy (70) years of age are required to submit themselves for re-appointment annually in accordance with Section 129(6) of the Companies Act 1965.

Directors' Training

All the Directors of the Company have attended and successfully completed the Mandatory Accreditation Programme as prescribed by Bursa.

The Directors will continue to undergo relevant training programmes to further enhance their skills and knowledge and to keep abreast with relevant changes in laws, regulations and the business environment.

BOARD COMMITTEES

Apart from the Audit Committee, there are two other additional committees established to assist the Board in the execution of its responsibilities. Details of the Board committees are as follows:

Nomination Committee

The Nomination Committee comprises two (2) Independent Non-Executive Directors and one Executive Director as follows:

Name	Designation
Tan Sri Dato' Seri Law Hieng Ding	Chairman
Yet Kiong Siang	Member
Ng Yoon Kin *(Appointed on 26 November 2014)*	Member
Lim Kok Onn *(Retired on 25 September 2014)*	Member

The Nomination Committee is empowered by the Board of Directors and its terms of reference is to assist the Board of Directors in its responsibilities in nominating new Directors to the Board and Board Committees. The Committee also reviews the Board of Directors composition and balance as well as considering the Board of Directors's succession planning.

The Committee considers that the current mix of skills and experiences of its members is sufficient for the discharge of their duties and responsibilities effectively.

The Nomination Committee met once (1) during the financial year, attended by all its members.

Remuneration Committee

The Remuneration Committee comprises two (2) Independent Non-Executive Directors and one Executive Director as follows:

Name	Designation
Tan Sri Dato' Seri Law Hieng Ding	Chairman
Yet Kiong Siang	Member
Law Hee Ling	Member

The Remuneration Committee is responsible for recommending to the Board the framework for the remuneration package of each Executive Director. Remuneration packages are structured such as to attract, retain and motivate the Directors, and are reflective of the Director's experience and level of responsibilities.

None of the Executive Directors participate in any way in determining their individual remuneration. The remuneration of the Executive Directors is reviewed annually. The remuneration and entitlements of the Independent Non-Executive Directors are decided by the Board as a whole.

The Remuneration Committee met once (1) during the financial year, attended by all its members.

The Board of Directors ("the Board") of Complete Logistic Services Berhad ("the Company") is pleased to present the Audit Committee ("the Committee") Report for the financial year ended 31 March 2015.

TERMS OF REFERENCE

Composition

The Committee comprises three (3) Independent Non-Executive Directors and the attendance records of each member at the five (5) meetings held during the financial year ended 31 March 2015 are as follows:-

Name	Designation	No. of Meetings Attended
Tan Sri Dato' Seri Law Hieng Ding	Chairman	5/5
Yet Kiong Siang	Member	5/5
Vice Admiral (R) Datuk Haji Jamil Bin Haji Osman *(Retired on 25 September 2014)*	Member	1/3
Datuk Iskandar Bin Sarudin *(Appointed on 8 April 2015)*	Member	-

The Committee, appointed from amongst the Board, shall comprise:
(a) no fewer than three (3) members;
(b) a majority of members being Independent Non-Executive Directors;
(c) an Independent Non-Executive Director to act as the Chairman of the Committee; and
(d) at least one member of the Audit Committee:-
  (i) must be a member of the Malaysian Institute of Accountants; or
  (ii) if not a member of the Malaysian Institute of Accountant, must have at least three (3) years' working experience and:
    • must have passed the examinations specified in Part I of the 1st Schedule of the Accountants Act 1967; or
    • must be a member of one of the associations of accountants specified in Part II of the 1st Schedule of the Accountants Act 1967; or
  (iii) fulfils such other requirements as prescribed by Bursa.

No Alternate Director shall be appointed as a member of the Committee.

Meetings

The Committee meeting shall be held not less than four (4) times a year. The Chairman of the Committee may call a meeting of the Committee if requested by the internal or external auditors.

The Company Secretary shall be responsible for drawing up the agenda and circulating it to the Committee members prior to each meeting and shall be responsible for recording the minutes of meetings of the Committee, and circulating them to the members.

The Committee may, at its discretion, invite Executive Directors (non-members), members of management, auditors and representatives of the auditors to attend the Committee meetings.
The Committee is authorised by the Board to perform the following:

(a) investigate any activities within its terms of reference;
(b) seek any information it requires from the internal and external auditors, and any employees. All employees are directed to co-operate with any request made by the Committee;
(c) have direct communication channels with the external auditors and independent professionals carrying out the internal audit function;
(d) obtain external, legal or other independent professional advice and to secure the attendance of external parties with relevant experience and expertise, at the Group's expense if it considers necessary, in discharging its duties; and
(e) be able to convene meeting with the external auditors, the internal auditors or both, excluding the attendance of other Directors and employees, where deemed necessary.

Functions and Responsibilities

The functions and duties of the Committee shall be to:

(a) consider the appointment and re-appointment of the external auditors, the audit fees and any questions of their resignation or dismissal;
(b) ensure the effectiveness of the internal control system and in particular review the internal audit reports and external auditors' management letters and management's responses;
(c) discuss with the internal and external auditors, their scope, procedures, audit results and reports;
(d) review and report to the Board the following:
    (i) the audit plan;
    (ii) the evaluation of the system of internal control;
    (iii) the auditors' reports;
    (iv) the assistance and co-operation given by the employees of the Group to the auditors;
    (v) the performance of internal audit function;
    (vi) the quarterly results and year end financial statements, prior to the approval by the Board, focusing particularly on:
    - changes in or implementation of major accounting policy;
    - significant or unusual events;
    - compliance with accounting standards and other legal requirements; and
    - accuracy and adequacy of the disclosure of information essential to a fair and full presentation of the financial affairs of the Group;
    (vii) any related party transaction and conflict of interest situation that may arise within the Company and its subsidiaries ("the Group") including any transaction, procedure or course of conduct that raises questions of management integrity; and
    (viii) any letter of resignation from the external auditors and whether there is any reason to believe that the external auditors are not suitable for re-appointment.
(e) promptly report to Bursa on any matters reported to the Board which have not been satisfactorily resolved resulting in a breach of the Listing Requirements;
(f) submit to the Board a report on the summary of activities of the Committee in the discharge of its functions and responsibilities in respect of each financial year; and
(g) perform such other functions and duties as may be agreed to by the Committee and the Board.

SUMMARY OF ACTIVITIES OF THE AUDIT COMMITTEE

The following activities were undertaken by the Committee during the financial year:

(a) ensure the principal risks of the Group were identified and assessed on a periodic basis;
(b) reviewed the adequacy of the scope and coverage of audit plans proposed by auditors and approved the audit plans for audit execution;
(c) reviewed the external auditors' reports in relation to their financial audit and resolved the accounting issues arising from the audit conducted;
(d) reviewed the Group's quarterly unaudited and annual audited results and recommended to the Board for approval prior to its release to Bursa;
(e) reviewed the year-end audited financial statements, the audit planning memorandum and the management letter issued by the external auditors;
(f) reviewed the audit findings, recommendations for improvement and corrective action taken by Management on the audit findings; and
(g) considered and recommended to the Board for approval on the audit fees payable to the internal and external auditors.
(h) reviewed the annual internal audit programme and plan;
(i) reviewed the related party transactions entered into by the Group;
(j) reviewed the acquisition/disposal of investment/fixed assets.
(k) reviewed the allocation of options offered to the eligible employees to ensure compliance with the By-laws of the Share Issuance Scheme.

SUMMARY OF ACTIVITIES OF THE INTERNAL AUDIT FUNCTION

During the financial year, the Group's internal audit function was outsourced to an independent professional firm to ensure that the system of internal control is adequate and effective. The internal audit function reports directly to the Audit Committee.

The internal audit function executes the audits based on audit plan approved by the Audit Committee. The results of the audit review are periodically reported to the Audit Committee. The internal audits conducted had not revealed any weaknesses which would result in material losses, contingencies or uncertainties that would require separate disclosure in the Group's annual report.

The cost incurred for the internal audit function in respect of the financial year ended 31 March 2015 was RM53,283.00.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

The Board of Directors of Complete Logistic Services Berhad ("the Board") is pleased to provide the following Statement on Risk Management and Internal Control pursuant to Paragraph 15.26(b) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa") and as guided by the Statement on Risk Management and Internal Control: Guidelines for Directors of Listed Issuers ("the Guidelines").

RESPONSIBILITY

The Board affirms its overall responsibility for the establishment of a sound risk management framework and internal control system with regular reviews to ensure its adequacy and integrity to safeguard shareholders' investments and Group's assets. In view of the limitations that are inherent in any system of risk management and internal control, such systems are designed to minimise and manage rather than to eliminate risk of failure to achieve the Group's business objectives.

The Board has received assurance from the Group Managing Director and Finance Director that the Group's risk management and internal control system is operating adequately and effectively, in all material aspects.

KEY PROCESSES

During the financial year under review, the Board has in place an on-going process for the identification, evaluation and management of significant risks faced by the Group. It covers periodic reviews and monitors the effectiveness of the Group's system of risk management and internal control, compliance with laws, rules and regulations and adaptation for business environment changes.

KEY ELEMENTS OF RISK MANAGEMENT AND INTERNAL CONTROL SYSTEM

The key elements of the Group's risk management and internal control system that have been established to facilitate the proper conduct of the Group's businesses are described below:

1. Risk Management System

The Board is dedicated to strengthen the Group's risk management to manage its key business risks within the Group and to implement appropriate controls to manage these risks.

Risk Management is regarded by the Board to be an integral part of business operations. Key management staff and Heads of Department are delegated with responsibility to manage the identified risks within defined parameters and standards. During the year, key business risks and its mitigating controls are identified, assessed and deliberated where significant risks affecting the Group's strategic and business plans are escalated to the Board at their scheduled meetings.

The above mentioned risk management practices of the Group served as the on-going process to identify, evaluate and manage significant risks for the year under review and up to the date of approval of this statement for inclusion in the annual report.

2. Internal Control System

(i) An organisation structure with clearly defined lines of responsibility and authority limits;

(ii) Financial results which are reviewed quarterly by the Audit Committee and approved by the Board;

(iii) The Audit Committee reviews the internal and external audit findings and discusses with the Board on actions to be taken on issues identified;

(iv) Effective reporting system to ensure timely generation of financial information for management review and decision;

(v) The Executive Directors are actively involved in the running of the Group's businesses and operations and report to the Board on significant matters that may affect the Group;

(vi) Adequate insurance coverage of major assets to prevent material losses to the Group against any mishap.

INTERNAL AUDIT FUNCTION

The independent outsourced professional firm assisted the Board and the Audit Committee in providing independent assessment on the adequacy and effectiveness of the internal control system in the key activities within the Group.

During the financial year ended 31 March 2015, internal audit visits were carried out based on the approved audit plan and the findings of the internal audit, including the recommended corrective actions, were presented directly to the Audit Committee. In addition, follow up review was conducted to ensure that corrective actions have been implemented on a timely manner. Based on the internal audit reviews conducted, none of the weaknesses noted have resulted in any material losses, contingencies or uncertainties that would require separate disclosure in this annual report.

REVIEW OF THE STATEMENT BY THE EXTERNAL AUDITORS

The external auditors have reviewed this Statement on Risk Management and Internal Control pursuant to the scope set out in Recommended Practice Guide ("RPG") 5 issued by the Malaysian Institute of Accountant for inclusion in the annual report for the financial year ended 31 March 2015 and reported to the Board that nothing has come to their attention that causes them to believe that the statement is inconsistent with their understanding of the process adopted by the Board in reviewing the adequacy and effectiveness of the risk management and internal control system.

RPG 5 does not require the external auditors to consider whether the Directors' Statement on Risk Management and Internal Control cover all risks and controls, or to form an opinion on the adequacy and effectiveness of the Group's risk management and internal control system including the assessment and opinion by the Directors and management thereon.

CONCLUSION

The Board remains committed towards operating a sound risk management framework and internal control system and recognises that the system must continuously evolve to support the Group's operations and business environment. As such, the Board will put in place appropriate action plans to further enhance and strengthen the Group's risk management and internal control environment.

For the financial year under review and up to the date of approval of this statement for inclusion in the annual report, the Board is satisfied with the adequacy and effectiveness of the Group's risk management and internal control system. There were no material losses that have arisen from any inadequacy or failure of the Group's system of internal control which require additional disclosure in the financial statements.

This Statement is made in accordance with the resolution of the Board of Directors dated 28 July 2015.

STATEMENT OF DIRECTORS' RESPONSIBILITY

The Directors are required by the Companies Act 1965 ("the Act") to prepare financial statements which give a true and fair view of the state of affairs of the Group and the Company at the end of the financial year and of their results and cash flows in accordance with the provisions of the Act and applicable approved accounting standards in Malaysia.

In preparing the financial statements for financial year ended 31 March 2015, the Directors have considered and applied appropriate accounting policies and approved accounting standards on a consistent basis and made judgment and estimates that are reasonable and prudent.

The Directors are responsible for ensuring that proper accounting records are kept in accordance with the Act. The Directors also have overall responsibility in taking such steps as are reasonably open to them to safeguard the assets of the Group and the Company, and to prevent and detect fraud and other irregularities.

This Statement is made in accordance with a resolution of the Board of Directors dated 28 July 2015.

ADDITIONAL COMPLIANCE INFORMATION

The following disclosures are made pursuant to the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa"):

1. Utilisation of Proceeds

During the financial year, the Company had increased its issued and paid-up capital from RM60,000,000 to RM60,736,000 through the issuance of 1,472,000 new ordinary shares of RM0.50 each at an issue price of RM0.62 per share from the exercise of options under the Share Issuance Scheme. The shares were issued for cash consideration and the proceeds were utilized as working capital.

2. Share Buyback

During the financial year, there were no shares purchased, nor any treasury shares sold or cancelled by the Company. As at 31 March 2015, the Company held a total number of 319,300 treasury shares out of its 121,472,000 issued and fully paid-up ordinary shares of RM0.50 each at a carrying amount of RM131,249. The shares purchased are being held as treasury shares in accordance with Section 67A of the Companies Act 1965.

3. Options, Warrants and Convertible Securities

Other than the issuance of 6,400,000 options on 30 November 2013 to eligible directors and employees under the Group's Share Issuance Scheme, the Company did not issue any options, warrants or convertible securities in the financial year under review. The details of the options are disclosed in the Directors' Report and Note 15 of the Financial Statements on pages 66 and 67 of this Report.

4. American Depository Receipt ("ADR") or Global Depository Receipt ("GDR")

The Company did not sponsor any ADR or GDR programme during the financial year under review.

5. Sanctions / Penalties

During the financial year under review, there were no sanctions or penalties imposed on the Company and its subsidiaries, directors or management by the relevant regulatory bodies.

6. Non-Audit Fees

The non-audit fees incurred for services rendered to the Group for the financial year ended 31 March 2015 by the external auditors amounted to RM5,000.

7. Deviation in Results

There was no variance by more than 10% between the audited results for the financial year ended 31 March 2015 and the unaudited results for the same financial year previously announced.

8. Profit Guarantee

No profit guarantee was issued by the Company.

9. Material Contracts

There was no material contracts of the Company and its subsidiaries, involving directors' and major shareholders' interests, either still subsisting at the end of the financial year or, if not then subsisting, entered into since the end of the previous financial year.

10. Corporate Social Responsibility

The Group acknowledges its corporate social responsibility in the social environment it operates. The Group remained committed to care for the environment and its employees and has continuously undertaken the following activities:

(1) Environmental/Social
- Recycling of paper based products.
- Staff welfare programme - Providing food aids to certain families of employees.
- Gifts to orphanage home.

(2) Human Resources
- Participation by employees in external skill enhancement programmes/trainings.
- Organising staff functions to foster caring relationship amongst the employees of the Group.
- Staff training/team buildings.

11. Recurrent Related Party Transactions of Revenue or Trading Nature

Details of recurrent related party transactions entered into between the Company and its subsidiaries and related parties during the financial year ended 31 March 2015 pursuant to the Shareholders' Mandate obtained by the Company at the last Annual General Meeting held on 25 September 2014 are as follows:

The types of RRPT of a revenue and trading nature which are to be covered under the Proposed Renewal of Shareholders' Mandate are as follows:-

No.	Transacting parties	Interested parties	Nature of Relationship	Nature of transaction	Aggregate value (RM'000)
1	Jetpack Technologies Sdn Bhd ("JTSB")	Lim Kok Onn ("LKO")	LKO is a major shareholder of JTSB.	- Provision of freighting services to JTSB.	36
2	East West Freight Services Sdn Bhd ("EWF")	LHL	LHL is an indirect major shareholder of EWF through his direct shareholdings in Dolphin Assets Sdn Bhd ("DASB"), a major shareholder of EWF.	- Provision of logistics/ haulage/ freighting services to EWF.	4,071
				- Provision of forwarding & related services by EWF.	2,046
				- Renting of office premise to EWF.	24
				- Provision of insurance agency services to EWF.	3
4	East West Logistics Sdn Bhd ("EWL")	LHL	LHL is an indirect major shareholder of EWL through his direct shareholding in DASB, a major shareholder of EWL.	- Provision of warehousing & related services by EWL.	62
				- Provision of insurance agency services to EWL.	31

No.	Transacting parties	Interested parties	Nature of Relationship	Nature of transaction	Aggregate value (RM'000)
5	ATE Technology Group Sdn Bhd ("ATE") and its subsidiaries ("ATE Group")	LHL Dato' Dr Ibrahim Bin Ahmad ("DIA") Ng Yoon Kin ("NYK")	LHL (through his major shareholding in DASB), DIA and NYK are the major shareholders of Keith Avenue Sdn Bhd ("KA"), a major shareholder of ATE. LHL is a director of ATE and ATE Tech. NYK is a director of ATE and all its subsidiaries.	- Sales of spare parts by ATE Group. - Supply of lubricants and consumables to ATE Group. - Provision of insurance agency services to ATE Group.	184 - 19
6	SJA Freight Services Sdn Bhd ("SJA")	LHL	LHL is an indirect major shareholder of SJA through his direct shareholding in DASB, a major shareholder of SJA.	- Provision of logistic services to SJA. - Provision of forwarding/ related services by SJA.	1,974 14
7	Marine Liferaft Service Centre Sdn Bhd ("MLSC")	DIA	DIA is a director and major shareholder of MLSC.	- Supply of fuel by MLSC.	1,355

FINANCIAL STATEMENTS

The Directors hereby submit their report together with the audited financial statements of the Group and of the Company for the financial year ended 31 March 2015.

PRINCIPAL ACTIVITIES

The Company is an investment holding company. The principal activities of the subsidiaries are set out in Note 8 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

RESULTS

	Group RM	Company RM
Profit after tax	1,027,138	9,298,179
Attributable to:		
Owners of the Company	905,109	9,298,179
Non-controlling interests	122,029	-
	1,027,138	9,298,179

DIVIDENDS

Dividends paid, declared or proposed since the end of the previous financial year were as follows:

	RM
In respect of financial year ended 31 March 2015:	
Interim tax exempt dividend of 3 sen per ordinary share, paid on 3 October 2014	3,614,908

The Directors do not recommend the payment of further dividends for the current financial year.

RESERVES AND PROVISIONS

All material transfers to or from reserves or provisions during the financial year are disclosed in the financial statements.

ISSUE OF SHARES AND DEBENTURES

During the financial year,

(a) there were no changes in the authorised share capital of the Company;
(b) the Company had increased its issued and paid-up capital from RM60,000,000 to RM60,736,000 through the issuance of 1,472,000 new ordinary shares of RM0.50 each at an issue price of RM0.62 per share from the exercise of options under the Share Issuance Scheme. The shares were issued for cash consideration. The new ordinary shares issued rank pari passu in all respects with the existing ordinary shares of the Company; and
(c) there were no issues of debentures by the Company.

Relevant details on the authorised and issued and paid-up share capital are disclosed in Note 13 to the financial statements.

TREASURY SHARES

During the financial year, there were no treasury shares being purchased, sold or cancelled by the Company. As at 31 March 2015, the Company held a total number of 319,300 treasury shares out of its 121,472,000 issued and fully paid-up ordinary shares at a carrying amount of RM131,249.

Relevant details on the treasury shares are disclosed in Note 16 to the financial statements.

OPTIONS GRANTED OVER UNISSUED SHARES

No options were granted to any person to take up unissued shares of the Company during the financial year.

In the previous financial year, the Company granted share options to eligible directors and employees of the Group under the Share Issuance Scheme ("SIS") approved by the shareholders of the Company at the extraordinary general meeting held on 25 September 2013 to subscribe for a total of 6,400,000 ordinary shares of RM0.50 each at an exercise price of RM0.62 per share, out of which a total of 248,000 ordinary shares of RM0.50 each was forfeited during the financial year mainly due to the resignations of employees and a total of 2,492,000 ordinary shares of RM0.50 each is exercisable during the reporting period.

The salient features of the SIS are as follows:

(a) Eligible directors and employees are those who have been confirmed in service on the date of offer;

(b) The aggregate number of shares to be issued under the SIS shall not be more than 15% of the issued and paid-up capital of the Company;
(c) The SIS shall be in force for a period of 5 years from the first grant date and may be extended for a further 5 years at the discretion of the Board of Directors;
(d) The option price shall not be at a discount of more than 10% from the 5-day weighted average market price of the shares of the Company preceding the date of offer and shall in no event be less than the par value of the shares of the Company of RM0.50 per share;
(e) An option holder may, in a particular year, exercise up to such maximum number of shares in the option certificate or as determined by the SIS Committee;
(f) All new ordinary shares issued upon exercise of the share options granted under the SIS will rank pari passu in all respects with the existing ordinary shares of the Company; and
(g) The share options granted to eligible Directors and employees will lapse when they are no longer in employment with the Group.

During the financial year, a total of 1,472,000 ordinary shares of RM0.50 each under the SIS were exercised by the eligible directors and employees of the Group.

The Company has been granted exemption by the Companies Commission of Malaysia from having to disclose in this report the names of holders to whom options have been granted to subscribe for less than 140,000 ordinary shares of RM0.50 each. The option holders other than the Directors whose details are disclosed in the Directors' Interests, who were granted options to subscribe for 140,000 ordinary shares of RM0.50 each or more during the financial year are as follows:

	Number of options over ordinary shares of RM0.50 each			
Shares options of the Company	**At 1.4.2014**	**Granted**	**Exercised**	**At 31.3.2015**
Koh Sen Chun	300,000	-	(120,000)	180,000
Yau Lian Yeow	230,000	-	(56,000)	174,000
Teo Shaw Ting	160,000	-	(64,000)	96,000
Woon Sheen Li	150,000	-	(60,000)	90,000
Chong Weh Lian	140,000	-	(43,000)	97,000
Yap Kai Yin	140,000	-	(56,000)	84,000

DIRECTORS

The Directors who held office since the date of the last report are:

Tan Sri Dato' Seri Law Hieng Ding
Dato' Dr Ibrahim Bin Ahmad
Chia Kah Ying
Law Hee Ling
Ng Yoon Kin
Yet Kiong Siang
Datuk Iskandar Bin Sarudin (Appointed on 8 April 2015)
Datuk Haji Jamil Bin Haji Osman (Retired at the last Annual General Meeting on 25 September 2014)
Lim Kok Onn (Retired at the last Annual General Meeting on 25 September 2014)

In accordance with Article 95 of the Company's Articles of Association, Chia Kah Ying and Ng Yoon Kin retire at the forthcoming Annual General Meeting and, being eligible, offer themselves for re-election.

In accordance with Article 101 of the Company's Articles of Association, Datuk Iskandar Bin Sarudin retires at the forthcoming Annual General Meeting and, being eligible, offers himself for re-election.

Tan Sri Dato' Seri Law Hieng Ding being over 70 years of age, retires in accordance with Section 129 of the Companies Act 1965 and offers himself for re-appointment in accordance with Section 129(6) of the said Act to hold office until the conclusion of the next Annual General Meeting of the Company.

DIRECTORS' INTERESTS

The Directors holding office at the end of the financial year and their beneficial interests in the shares and options over shares of the Company and its related corporations during the financial year ended 31 March 2015 as recorded in the Register of Directors' Shareholdings kept by the Company under Section 134 of the Companies Act 1965 were as follows:

	Number of ordinary shares of RM0.50 each			
Shares in the Company	**At 1.4.2014**	**Bought**	**Sold**	**At 31.3.2015**
Direct interests:				
Tan Sri Dato' Seri Law Hieng Ding	2,000	-	-	2,000
Dato' Dr Ibrahim Bin Ahmad	-	100,000	-	100,000
Chia Kah Ying	1,340,800	100,000	-	1,440,800
Law Hee Ling	13,234,400	560,100	-	13,794,500
Ng Yoon Kin	-	156,300	-	156,300
Indirect interests:				
Dato' Dr Ibrahim Bin Ahmad	11,000,000	-	-	11,000,000
Law Hee Ling	45,571,100	-	-	45,571,100
Ng Yoon Kin	6,029,000	1,638,000	-	7,667,000

	Number of options over ordinary shares of RM0.50 each			
Shares options of the Company	**At 1.4.2014**	**Granted**	**Exercised**	**At 31.3.2015**
Dato' Dr Ibrahim Bin Ahmad	500,000	-	(100,000)	400,000
Chia Kah Ying	500,000	-	(100,000)	400,000
Law Hee Ling	500,000	-	(100,000)	400,000
Ng Yoon Kin	500,000	-	(100,000)	400,000

By virtue of his interest in the shares and options over shares of the Company, Law Hee Ling is also deemed to be interested in the shares and options over shares of all the subsidiaries to the extent that the Company has an interest.

The other Directors holding office at the end of the financial year had no interest in the shares and options over shares of the Company and its related corporations during the financial year.

DIRECTORS' BENEFITS

Since the end of the previous financial year, none of the Directors have received or become entitled to receive any benefit (other than the benefits included in the aggregate amount of emoluments received and receivable by the Directors as shown 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 the Director is a member, or with a company in which the Director has a substantial financial interest other than those transactions disclosed in Note 34 to the financial statements.

There were no arrangements during and at the end of the financial year, to which the Company is a party, which had the object of enabling the Directors to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate apart from the issue of options pursuant to the Share Issuance Scheme.

OTHER STATUTORY INFORMATION

(I) AS AT THE END OF THE FINANCIAL YEAR

(a) Before the financial statements of the Group and of the Company were made out, the Directors took reasonable steps:

   (i) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of allowance for impairment losses on receivables and have satisfied themselves that all known bad debts had been written off and that adequate allowance had been made for impairment losses on receivables; and

   (ii) to ensure that any current assets which were unlikely to realise their book values in the ordinary course of business had been written down to their estimated realisable values.

(b) In the opinion of the Directors, the results of the operations of the Group and of the Company during the financial year have not been substantially affected by any item, transaction or event of a material and unusual nature.

(II) FROM THE END OF THE FINANCIAL YEAR TO THE DATE OF THIS REPORT

(c) The Directors are not aware of any circumstances:

   (i) which would render the amount written off for bad debts or the amount of allowance for impairment losses in the financial statements of the Group and of the Company inadequate to any material extent;

   (ii) which would render the values attributed to current assets in the financial statements of the Group and of the Company misleading; and

   (iii) which have arisen which would render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

(d) In the opinion of the Directors:

   (i) there has not arisen any item, transaction or event of a material and unusual nature likely to affect substantially the results of the operations of the Group and of the Company for the financial year in which this report is made; and

   (ii) no contingent or other liability has become enforceable, or is likely to become enforceable within the period of 12 months after the end of the financial year which will or may affect the ability of the Group or of the Company to meet their obligations as and when they fall due. Relevant details on the contingent liability are disclosed in Note 23 to the financial statements.

OTHER STATUTORY INFORMATION (continued)

(III) AS AT THE DATE OF THIS REPORT

(e) 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 liabilities of any other person.

(f) There are no contingent liabilities of the Group and of the Company which have arisen since the end of the financial year.

(g) 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 of the Group and of the Company misleading.

SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

The significant events during the financial year are disclosed in Note 37 to the financial statements.

SIGNIFICANT EVENTS OCCURRING AFTER THE REPORTING PERIOD

The significant events occurring after the reporting period are disclosed in Note 38 to the financial statements.

AUDITORS

The auditors, Messrs. Crowe Horwath, have expressed their willingness to continue in office.

Signed on behalf of the Board in accordance with a resolution of the Directors.

Law Hee Ling
Director

Chia Kah Ying
Director

30 July 2015

Kuala Lumpur

Statement By Directors

In the opinion of the Directors, the financial statements set out on pages 36 to 90 have been drawn up in accordance with 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 of 31 March 2015 and their financial performance and cash flows of the Group and of the Company for the financial year then ended.

The supplementary information set out in Note 40, which is not part of the financial statements, is prepared in all material respects, 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 and the directive of Bursa Malaysia Securities Berhad.

On behalf of the Board,

Law Hee Ling
Director

Chia Kah Ying
Director

30 July 2015

Kuala Lumpur

Statutory Declaration

I, Chia Kah Ying, being the Director primarily responsible for the financial management of Complete Logistic Services Berhad, do solemnly and sincerely declare that the financial statements set out on pages 36 to 90 are, to the best of my knowledge and belief, 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.

Subscribed and solemnly
declared by the abovenamed at
Kuala Lumpur in the
Federal Territory on
30 July 2015

Chia Kah Ying

Before me:

Independent Auditors’ Report

To The Members Of Complete Logistic Service Berhad
(Incorporated in Malaysia)

Report on the Financial Statements

We have audited the financial statements of Complete Logistic Services Berhad, which comprise the statements of financial position as at 31 March 2015 of the Group and of the Company, and the statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 36 to 90.

Directors’ Responsibility for the Financial Statements

The directors of the Company are responsible for the preparation of financial statements so as to 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 is 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 judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity’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 entity’s internal control. 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 2015 and of their financial performance and cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 1965 in Malaysia.

Report 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 have been properly kept in accordance with the provisions of the Act.

(b) 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.

(c) Our 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 40 on page 91 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.

Crowe Horwath
Firm No: AF 1018
Chartered Accountants

Ngiam Mia Teck
Approval No: 3000/07/16(J)
Chartered Accountant

30 July 2015

Kuala Lumpur

Assets	Note	Group 2015 RM	Group 2014 RM	Company 2015 RM	Company 2014 RM
Non-current assets					
Property, plant and equipment	7	80,593,632	92,014,052	284,246	-
Investments in subsidiaries	8	-	-	58,964,968	59,625,427
Goodwill	9	271,828	271,828	-	-
		80,865,460	92,285,880	59,249,214	59,625,427
Current assets					
Inventories	10	313,679	376,045	-	-
Trade and other receivables	11	39,064,393	35,768,804	24,071,539	21,122,658
Tax recoverable		-	237,686	-	-
Cash and cash equivalents	12	15,949,176	11,588,317	8,976,247	3,409,329
		55,327,248	47,970,852	33,047,786	24,531,987
		136,192,708	140,256,732	92,297,000	84,157,414
Equity and liabilities					
Equity attributable to owners of the Company					
Share capital	13	60,736,000	60,000,000	60,736,000	60,000,000
Retained earnings	14	35,300,475	37,974,975	22,988,722	17,270,152
Other reserves	15	5,219,755	4,536,783	5,219,755	4,536,783
Treasury shares	16	(131,249)	(131,249)	(131,249)	(131,249)
Shareholders' equity		101,124,981	102,380,509	88,813,228	81,675,686
Non-controlling interests		425,552	338,523	-	-
Total equity		101,550,533	102,719,032	88,813,228	81,675,686
Non-current liabilities					
Borrowings (secured)	17	7,583,069	10,311,618	-	-
Deferred tax liabilities	20	5,577,575	6,045,813	-	-
		13,160,644	16,357,431	-	-
Current liabilities					
Trade and other payables	21	12,943,711	14,082,264	3,469,052	2,476,032
Borrowings (secured)	17	8,366,767	6,439,176	-	-
Tax liabilities		171,053	658,829	14,720	5,696
		21,481,531	21,180,269	3,483,772	2,481,728
Total liabilities		34,642,175	37,537,700	3,483,772	2,481,728
Total equity and liabilities		136,192,708	140,256,732	92,297,000	84,157,414

The accompanying notes form an integral part of the financial statements.

Statements Of Profit Or Loss And Other Comprehensive Income
For The Financial Year Ended 31 March 2015

	Note	Group 2015 RM	Group 2014 RM	Company 2015 RM	Company 2014 RM
Revenue	24	127,197,851	122,974,148	3,772,980	16,896,000
Cost of sales	25	(101,340,206)	(99,725,244)	-	-
Gross profit		25,857,645	23,248,904	3,772,980	16,896,000
Other income		2,733,196	5,750,420	7,360,751	92,772
Marketing and distribution costs		(727,874)	(705,004)	-	-
Administrative expenses		(6,917,301)	(6,406,211)	(270,135)	-
Other expenses		(15,979,704)	(3,680,246)	(1,471,329)	(8,276,498)
Finance costs		(988,917)	(1,011,727)	-	-
Profit before tax	26	3,977,045	17,196,136	9,392,267	8,712,274
Tax expense	27	(2,949,907)	(3,064,352)	(94,088)	(125,015)
Profit after tax		1,027,138	14,131,784	9,298,179	8,587,259
Other comprehensive income, net of tax:					
Item that will be reclassified subsequently to profit or loss:					
Foreign currency translation		-	404,764	-	-
		-	404,764	-	-
Total comprehensive income		1,027,138	14,536,548	9,298,179	8,587,259
Profit after tax attributable to:					
Owners of the Company		905,109	14,047,028	9,298,179	8,587,259
Non-controlling interests		122,029	84,756	-	-
		1,027,138	14,131,784	9,298,179	8,587,259
Total comprehensive income attributable to:					
Owners of the Company		905,109	14,451,792	9,298,179	8,587,259
Non-controlling interests		122,029	84,756	-	-
		1,027,138	14,536,548	9,298,179	8,587,259
Basic earnings per ordinary share (sen)	28	0.8	11.7		
Diluted earnings per ordinary share (sen)	28	0.7	11.7		

The accompanying notes form an integral part of the financial statements.

Group	Attributable to owners of the Company								
	Share capital RM	Share premium RM	Share option reserve RM	Exchange fluctuation reserve RM	Treasury shares RM	Retained earnings RM	Total RM	Non-controlling interests RM	Total equity RM
At 1 April 2013	60,000,000	4,325,375	-	(404,764)	(131,249)	23,927,947	87,717,309	253,767	87,971,076
Share option value	-	-	211,408	-	-	-	211,408	-	211,408
Profit after tax	-	-	-	-	-	14,047,028	14,047,028	84,756	14,131,784
Other comprehensive income, net of tax									
Foreign currency translation	-	-	-	404,764	-	-	404,764	-	404,764
Total comprehensive income	-	-	-	404,764	-	14,047,028	14,451,792	84,756	14,536,548
At 31 March 2014/ 1 April 2014	60,000,000	4,325,375	211,408	-	(131,249)	37,974,975	102,380,509	338,523	102,719,032
Share option value	-	-	541,631	-	-	-	541,631	-	541,631
Share option forfeited during the financial year	-	-	(35,299)	-	-	35,299	-	-	-
Issued during the financial year (Note 13)	736,000	176,640	-	-	-	-	912,640	-	912,640
Dividend (Note 29)	-	-	-	-	-	(3,614,908)	(3,614,908)	-	(3,614,908)
Dividend paid by a subsidiary to non-controlling interests	-	-	-	-	-	-	-	(35,000)	(35,000)
Total transactions with owners	736,000	176,640	-	-	-	(3,614,908)	(2,702,268)	(35,000)	(2,737,268)
Profit after tax/Total comprehensive income	-	-	-	-	-	905,109	905,109	122,029	1,027,138
At 31 March 2015	60,736,000	4,502,015	717,740	-	(131,249)	35,300,475	101,124,981	425,552	101,550,533

The accompanying notes form an integral part of the financial statements.

Company	Share capital RM	Share premium RM	Share option reserve RM	Treasury shares RM	Retained earnings RM	Total equity RM
At 1 April 2013	60,000,000	4,325,375	-	(131,249)	8,682,893	72,877,019
Share option value	-	-	211,408	-	-	211,408
Profit after tax/Total comprehensive income	-	-	-	-	8,587,259	8,587,259
At 31 March 2014/1 April 2014	60,000,000	4,325,375	211,408	(131,249)	17,270,152	81,675,686
Share option value	-	-	541,631	-	-	541,631
Share option forfeited during the financial year	-	-	(35,299)	-	35,299	-
Issued during the financial year (Note 13)	736,000	176,640	-	-	-	912,640
Profit after tax/Total comprehensive income	-	-	-	-	9,298,179	9,298,179
Dividend (Note 29)	-	-	-	-	(3,614,908)	(3,614,908)
At 31 March 2015	60,736,000	4,502,015	717,740	(131,249)	22,988,722	88,813,228

The accompanying notes form an integral part of the financial statements.

	Note	Group 2015 RM	Group 2014 RM	Company 2015 RM	Company 2014 RM
Cash flows from operating activities					
Profit before tax		3,977,045	17,196,136	9,392,267	8,712,274
Adjustments for:					
Bad debts written off		34,832	-	-	-
Depreciation of property, plant and equipment	7	7,324,981	8,473,349	54,626	-
Dividend income from subsidiaries	24	-	-	(3,564,980)	(16,488,000)
Gain on bargain purchase		-	(3,672,251)	-	-
Impairment loss on:					
- amounts owing by subsidiaries		-	-	-	7,178,350
- investments in subsidiaries		-	-	660,459	-
- property, plant and equipment	7	12,357,819	286,295	-	-
- trade receivables	11	158,053	396,353	-	-
Interest expense		988,917	1,011,727	-	-
Interest income		(274,505)	(194,447)	(182,337)	(92,772)
Loss on disposal of subsidiaries		-	31	-	305,311
Net loss/(gain) on disposal of property, plant and equipment		648,964	(531,426)	-	2
Net unrealised (gain)/loss on foreign exchange		(4,858)	9,560	-	-
Reversal of impairment loss on:					
- amounts owing by subsidiaries		-	-	(7,178,350)	-
- trade receivables	11	(137,451)	-	-	-
Share option expense		541,631	211,408	541,631	211,408
Operating profit/(loss) before working capital changes		25,615,428	23,186,735	(276,684)	(173,427)
Changes in working capital:					
Inventories		62,366	325,941	-	-
Trade and other receivables		(3,346,165)	3,296,563	199,065	(183,065)
Trade and other payables		(1,138,553)	(7,589,866)	(1,706,521)	(2,694,731)
Cash generated from/(used in) operations		21,193,076	19,219,373	(1,784,140)	(3,051,223)
Tax paid		(4,021,330)	(2,857,255)	(130,004)	(74,408)
Tax refunded		353,095	725,983	44,940	13,290
Net cash from/(used in) operating activities		17,524,841	17,088,101	(1,869,204)	(3,112,341)

The accompanying notes form an integral part of the financial statements.

	Note	Group 2015 RM	Group 2014 RM	Company 2015 RM	Company 2014 RM
Cash flows from investing activities					
Dividend income received		-	-	3,564,980	16,488,000
Interest received		274,505	194,447	182,337	92,772
Net cash outflow from the acquisition of subsidiaries	31	-	(7,673,634)	-	(8,300,000)
Net cash (outflow)/inflow from the disposal of a subsidiary	32	-	(5,041)	-	5,400
Proceeds from disposal of property, plant and equipment		5,013,762	3,010,583	-	-
Proceeds from shares issued		912,640	-	912,640	-
Purchase of property, plant and equipment	7	(7,516,910)	(5,401,051)	(338,872)	-
Repayment from subsidiaries		-	-	4,030,404	840,865
Net cash (used in)/from investing activities		(1,316,003)	(9,874,696)	8,351,489	9,127,037
Cash flows from financing activities					
Additional fixed deposits pledged to licensed banks		(3,389)	(160,779)	-	-
Repayments to Directors		-	(721,671)	-	(498,619)
Advances from/(Repayments to) subsidiaries		-	-	2,699,541	(2,166,560)
Dividends paid	29	(3,614,908)	-	(3,614,908)	-
Dividends paid to non-controlling interests			(35,000)	-	--
Interest paid		(988,917)	(1,011,727)	-	-
Repayment of hire purchase liabilities			(4,439,034)	(2,721,075)	--
Repayment of term loans		(3,353,628)	(3,198,691)	-	-
Net cash used in financing activities		(12,434,876)	(7,813,943)	(915,367)	(2,665,179)
Net changes in cash and cash equivalents		3,773,962	(600,538)	5,566,918	3,349,517
Effects of exchange rate changes		-	404,764	-	-
Cash and cash equivalents at the beginning of financial year		11,321,482	11,517,256	3,409,329	59,812
Cash and cash equivalents at the end of financial year	12	15,095,444	11,321,482	8,976,247	3,409,329

The accompanying notes form an integral part of the financial statements.

1 CORPORATE INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and listed on the Main Market of Bursa Malaysia Securities Berhad.

The registered office of the Company is located at 82-F, Jalan Pulasan, 41000 Klang, Selangor Darul Ehsan.

The principal place of business of the Company is located at No. 25, Jalan Berangan, 42000 Port Klang, Selangor Darul Ehsan.

The financial statements are presented in Ringgit Malaysia ("RM"), which is the Company's functional currency.

The financial statements were authorised for issue in accordance with a resolution of the Board of Directors on 30 July 2015.

2 PRINCIPAL ACTIVITIES

The Company is an investment holding company. The principal activities of the subsidiaries are set out in Note 8 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

3 BASIS OF PREPARATION

The financial statements of the Group and the Company are prepared in compliance with Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards ("IFRSs") and the requirements of the Companies Act 1965 in Malaysia.

4 SIGNIFICANT ACCOUNTING POLICIES

4.1 Basis of accounting

The financial statements of the Group and the Company have been prepared under the historical cost convention except as otherwise stated in the financial statements.

The preparation of financial statements requires the Directors to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses and disclosure of contingent assets and contingent liabilities. In addition, the Directors are also required to exercise their judgement in the process of applying the accounting policies. The areas involving such judgements, estimates and assumptions are disclosed in Note 6 to the financial statements. Although these estimates and assumptions are based on the Directors' best knowledge of events and actions, the actual results could differ from those estimates.

4.2 Basis of consolidation

The consolidated financial statements include the financial statements of the Company and its subsidiaries made up to 31 March 2015.

A subsidiary is defined as a company in which the parent company has the power, directly or indirectly, to exercise control over its financial and operating policies so as to obtain benefits from its activities.

Subsidiaries are consolidated from the date on which control is transferred to the Group up to the effective date on which control ceases, as appropriate.

Intragroup transactions, balances, income and expenses are eliminated on consolidation. Where necessary, adjustments are made to the financial statements of subsidiaries to ensure consistency of accounting policies with those of the Group.

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Basis of consolidation (continued)

(a) Business combinations

Acquisitions of businesses are accounted for using the acquisition method. Under the acquisition method, the consideration transferred for acquisition of a subsidiary is the fair value of the assets transferred, liabilities incurred and the equity interests issued by the Group at the acquisition date. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Acquisition-related costs, other than the costs to issue debt or equity securities, are recognised in profit or loss when incurred.

In a business combination achieved in stages, previously held equity interests in the acquiree are remeasured to fair value at the acquisition date and any corresponding gain or loss is recognised in profit or loss.

Non-controlling interests in the acquiree may be initially measured either at fair value or at the non-controlling interests' proportionate share of the fair value of the acquiree's identifiable net assets at the date of acquisition. The choice of measurement basis is made on a transaction-by-transaction basis.

(b) Non-controlling interests

Non-controlling interests are presented within equity in the consolidated statement of financial position, separately from the equity attributable to owners of the Company. Transactions with non-controlling interests are accounted for as transactions with owners and are recognised directly in equity. Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

At the end of each reporting period, the carrying amount of non-controlling interests is the amount of those interests at initial recognition plus the non-controlling interests' share of subsequent changes in equity.

(c) Acquisition of non-controlling interests

All changes in the parent's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions. Any difference between the amount by which the non-controlling interest is adjusted and the fair value of consideration paid or received is recognised directly in equity and attributed to owners of the parent.

(d) Loss of control

Upon loss of control of a subsidiary, the profit or loss on disposal is calculated as the difference between:

(i) the aggregate of the fair value of the consideration received and the fair value of any retained interest in the former subsidiary; and

(ii) the previous carrying amount of the assets (including goodwill), and liabilities of the former subsidiary and any non-controlling interests.

Amounts previously recognised in other comprehensive income in relation to the former subsidiary are accounted for (i.e. reclassified to profit or loss or transferred directly to retained profits) in the same manner as would be required if the relevant assets or liabilities were disposed of. The fair value of any investments retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under MFRS 139 or, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.3 Property, plant and equipment and depreciation

All items of property, plant and equipment are initially measured at cost which includes expenditure that is directly attributable to the acquisition of the items. The cost of an item of property, plant and equipment is recognised as an asset if and only if, it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when the cost is incurred and the carrying amount of the replaced parts are derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred. Cost also comprises the initial estimate of dismantling and removing the item and restoring the site on which it is located for which the Group is obligated to incur when the item is acquired, if applicable.

After initial recognition, property, plant and equipment are stated at cost less any accumulated depreciation and any accumulated impairment losses.

Freehold land is not depreciated. Depreciation of other property, plant and equipment is computed on a straight-line basis over their estimated useful lives as follows:

Leasehold land	Lease terms
Buildings	2%
Containers	10%
Motor vehicles	20%
Office equipment	20%
Operating equipment	10%
Plant and machinery	10%
Tug boat and barge	50 years
Vessel equipment	10%
Vessels	50 years

The carrying amounts of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. A writedown is made if the carrying amount exceeds the recoverable amount (see Note 4.7).

The residual values, useful lives and depreciation method are reviewed at the end of each reporting period to ensure that the amounts, method and periods 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. If expectations differ from previous estimates, the changes are accounted for as a change in an accounting estimate.

The carrying amount of an item of property, plant and equipment is derecognised on 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 carrying amount is included in profit or loss.

During the financial year, the Group changed the depreciation rates for the following assets:

Motor vehicles	From 10% to 20% per annum to 20% per annum
Office equipment	From 10% to 20% per annum to 20% per annum
Operating equipment	From 15% per annum to 10% per annum

The change in the depreciation rates arose from a review of the useful lives of the assets concerned. The effect of the change in the depreciation rates is to increase the profit before tax of the Group by RM1.6 million for the current financial year.

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.4 Leases and hire purchase

(a) Finance leases and hire purchase

Assets acquired under finance leases and hire purchase which transfer substantially all the risks and rewards of ownership of the Group are recognised initially at amounts equal to the fair value of the leased assets or, if lower, the present value of minimum lease payments, each determined at the inception of the lease. The discount rate used in calculating the present value of the minimum lease payments is the interest rate implicit in the leases, if this is practicable to determine; if not, the Group's incremental borrowing rate is used. Any initial direct costs incurred by the Group are added to the amount recognised as an asset. The assets are capitalised as property, plant and equipment and the corresponding obligations are treated as liabilities. The property, plant and equipment capitalised are depreciated on the same basis as owned assets.

The minimum lease payments are apportioned between the finance charges and the reduction of the outstanding liability. The finance charges are recognised in profit or loss over the period of the lease term so as to produce a constant periodic rate of interest on the remaining lease and hire purchase liabilities.

(b) Operating leases

A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership.

Lease payments under operating leases are recognised as an expense on a straight-line basis over the lease term.

4.5 Investments

In the Company's separate financial statements, investments in subsidiaries are accounted for at cost less any accumulated impairment losses. On the disposal of investment, the difference between net disposal proceeds and its carrying amount is included in profit or loss. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount.

Subsidiaries are entities over which the Group and the Company has the power to govern the financial and operating policies so as to obtain benefits from their activities.

Investments in subsidiaries are eliminated on consolidation.

4.6 Intangible assets - Goodwill

Goodwill is measured at cost less accumulated impairment losses, if any. The carrying value of goodwill is reviewed for impairment annually. The impairment value of goodwill is recognised immediately in profit or loss. An impairment loss recognised for goodwill is not reversed in a subsequent period.

Under the acquisition method, any excess of the sum of the fair value of the consideration transferred in the business combination, the amount of non-controlling interests recognised and the fair value of the Group's previously held equity interest in the acquiree (if any), over the net fair value of the acquiree's identifiable assets and liabilities at the date of acquisition is recorded as goodwill.

Where the latter amount exceeds the former, after reassessment, the excess represents a bargain purchase gain and is recognised as a gain in profit or loss.

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.7 Impairment of non-financial assets

The carrying values of assets, other than those to which MFRS 136 - Impairment of Assets does not apply, are reviewed at the end of each reporting period for impairment when there is an indication that the assets might be impaired. Impairment is measured by comparing the carrying values of the assets with their recoverable amounts. The recoverable amount of the assets is the higher of the assets' fair value less costs to sell and their value in use, which is measured by reference to discounted future cash flow.

An impairment loss is recognised in profit or loss immediately unless the asset is carried at its revalued amount. Any impairment loss of a revalued asset is treated as a revaluation decrease to the extent of a previously recognised revaluation surplus for the same asset.

In respect of assets other than goodwill, and when there is a change in the estimates used to determine the recoverable amount, a subsequent increase in the recoverable amount of an asset is treated as a reversal of the previous impairment loss and is recognised to the extent of the carrying amount of the asset that would have been determined (net of amortisation and depreciation) had no impairment loss been recognised. The reversal is recognised in profit or loss immediately, unless the asset is carried at its revalued amount. A reversal of an impairment loss on a revalued asset is credited to other comprehensive income. However, to the extent that an impairment loss on the same revalued asset was previously recognised as an expense in profit or loss, a reversal of that impairment loss is recognised as income in profit or loss.

4.8 Inventories

Inventories are stated at the lower of cost and net realisable value.

Cost is determined using the first-in, first-out formula. The cost of spare parts, consumables and trading goods comprises all costs of purchase plus the cost of bringing the inventories to their present location and condition.

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

Where necessary, due allowance is made for all damaged, obsolete and slow-moving items.

4.9 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one enterprise and a financial liability or equity instrument of another enterprise.

A financial asset is any asset that is cash, an equity instrument of another enterprise, a contractual right to receive cash or another financial asset from another enterprise, or a contractual right to exchange financial assets or financial liabilities with another enterprise under conditions that are potentially favourable to the Group.

A financial liability is any liability that is a contractual obligation to deliver cash or another financial asset to another enterprise, or a contractual obligation to exchange financial assets or financial liabilities with another enterprise under conditions that are potentially unfavourable to the Group.

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.9 Financial instruments (continued)

4.9.1 Financial instruments recognised in the statements of financial position

Financial instruments are recognised in the statements of financial position when the Group has become a party to the contractual provisions of the instrument.

Financial instruments are classified as financial assets, financial liabilities, equity, or derivatives in accordance with the substance of the contractual arrangement. Interest, dividends, losses and gains relating to a financial instrument or a component that is a financial liability shall be recognised as income or expense in profit or loss. Distribution to holders of an equity instrument is debited directly to equity, net of any related tax effect. Financial instruments are offset when the Group has a legally enforceable right to offset and intends to settle on a net basis or to realise the asset and settle the liability simultaneously.

4.9.2 Classification

The Group classifies its financial assets in the following categories: held-to-maturity investments, financial assets at fair value through profit or loss, loans and receivables financial assets, and available-for-sale financial assets. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at initial recognition and re-evaluates this classification at every reporting date.

(a) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the management has the positive intention and ability to hold to maturity. Held-to-maturity investments are carried at amortised cost.

During the financial year, the Group did not hold any investments in this category.

(b) Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short-term. Derivatives are also classified as held for trading unless they are designated as hedges. Assets in this category are classified as current assets.
Realised and unrealised gains and losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are included in profit or loss in the period in which they arise.

During the financial year, the Group did not hold any financial assets in this category.

(c) Loans and receivables financial assets

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

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.9 Financial instruments (continued)

4.9.2 Classification (continued)

(d) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are designated in this category or are not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months after the reporting period. Unrealised gains and losses arising from changes in fair value of the investment are recognised directly in the fair value reserve within equity. Realised gains and losses arising from changes in fair value are included in profit or loss.

During the financial year, the Group did not hold any financial assets in this category.

4.9.3 Recognition and derecognition

Purchases and sales of investments are recognised on trade date, the date on which the Group commits to purchase or sell the asset. Investments are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Group has transferred substantially all risks and rewards of ownership.

4.9.4 Initial measurement

Financial assets are initially recognised at fair value plus transaction costs except for financial assets at fair value through profit or loss, which are recognised at fair value.

4.9.5 Subsequent measurement

Available-for-sale financial assets and financial assets at fair value through profit or loss are subsequently carried at fair value. Loans and receivables and held-to-maturity investments are carried at amortised cost using the effective interest method.

Realised and unrealised gains and losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are included in profit or loss in the period in which they arise. Unrealised gains and losses arising from changes in the fair value of investments classified as available-for-sale are recognised in the fair value reserve within equity. When investments classified as available-for-sale are sold or impaired, the accumulated fair value adjustments in the fair value reserve within equity are included in profit or loss.

4.9.6 Determination of fair value

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. The fair values of quoted financial assets are based on current bid prices. If the market for a financial asset is not active, the Group establishes fair value by using various techniques. These include the use of recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models refined to reflect the issuer's specific circumstances and others, where appropriate.

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.9 Financial instruments (continued)

4.9.7 Impairment of financial assets

The Group assesses at the end of each reporting period whether there is objective evidence that a financial asset or group of financial assets is impaired. In the case of equity investment classified as available-for-sale, a significant or prolonged decline in the fair value of the investment below its cost is considered in determining whether the investments are impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss, is transferred from equity to profit or loss. Impairment losses recognised in profit or loss on equity investments are not reversed through profit or loss.

If there is objective evidence that an impairment loss on loans and receivables carried at amortised 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 financial asset's original effective interest rate (i.e. the effective interest rate computed at initial recognition). The carrying amount of the asset shall be reduced through the use of an allowance account. The amount of the loss shall be recognised in profit or loss.

4.9.8 Financial instruments not recognised in the statements of financial position

There were no financial instruments not recognised in the statements of financial position.

4.10 Financial assets

(a) Receivables

Trade receivables and other receivables, including amounts owing by an associate and related parties, are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less allowance for impairment. An allowance for impairment of receivables is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of the receivables.

Receivables are not held for trading purposes.

(b) Cash and cash equivalents

Cash and cash equivalents include cash and bank balances, deposits with financial institutions and other short-term, highly liquid investments which are readily convertible to cash and are subject to insignificant risk of changes in value with original maturity periods of three months or less. For the purpose of the statements of cash flows, cash and cash equivalents are presented net of bank overdrafts and pledged deposits.

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.11 Financial liabilities

(a) Payables

Liabilities for trade and other payables, including amounts owing to the associate and related parties, are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

(b) Interest bearing loans and borrowings

All loans and borrowings are initially recognised at fair value of the consideration received less directly attributable costs. After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method.

(c) Derecognition

A financial liability or a part of it is derecognised when, and only when, the obligation specified in the contract is discharged or cancelled or expires. On derecognition of a financial liability, the difference between the carrying amount of the financial liability extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

4.12 Equity instruments

Ordinary shares are recorded at the nominal value and proceeds in excess of the nominal value of shares issued, if any, are accounted for as share premium. Both ordinary shares and share premium are classified as equity. Transaction costs of an equity transaction are accounted for as a deduction from equity, net of any related income tax benefit. Otherwise, they are charged to profit or loss.

Dividends to shareholders are recognised in equity in the period in which they are declared.

4.13 Treasury shares

When the Company's own shares recognised as equity are bought back, the amount of the consideration paid, including all costs directly attributable, are recognised as a deduction from equity. Own shares purchased that are not subsequently cancelled are classified as treasury shares and are presented as a deduction from total equity.

Where such shares are subsequently sold or reissued, any consideration received, net of any direct costs, is included in equity.

4.14 Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset is capitalised as part of the cost of the asset until when substantially all the activities necessary to prepare the asset for its intended use or sale are complete, after which such expense is charged to profit or loss. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. Capitalisation of borrowing cost is suspended during extended periods in which active development is interrupted.

The amount of borrowing costs eligible for capitalisation is the actual borrowing costs incurred on the borrowing during the period less any investment income on the temporary investment of the borrowing.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.15 Income taxes

Income taxes include all domestic and foreign taxes on taxable profit. Taxes in the statements of profit or loss comprise current tax and deferred tax.

(a) Current tax

Current tax is the amount of income taxes payable or receivable in respect of the taxable profit or loss for a period.

Current tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that have been enacted or substantively enacted by the end of the reporting period.

(b) Deferred tax

Deferred tax is recognised in full using the liability method on temporary differences arising between the carrying amount of an asset or liability in the statement of financial position and its tax base.

Deferred tax is recognised for all temporary differences, unless the deferred tax arises from goodwill or the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of transaction, affects neither accounting profit nor taxable profit.

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, unused tax losses and unused tax credits can be utilised. The carrying amount of a deferred tax asset is reviewed at the end of each reporting period. If it is no longer probable that sufficient taxable profits 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 profits will be available, such reductions will be reversed to the extent of the taxable profits.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred income taxes relate to the same taxation authority.

Deferred tax will be recognised as income or expense and included in the profit or loss for the period unless the tax relates to items that are credited or charged, in the same or a different period, directly to equity, in which case the deferred tax will be charged or credited directly to equity.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.16 Provisions

Provisions are recognised when there is a present obligation, legal or constructive, as a result of a past event, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the effect of the time value of money is material, the amount of a provision will be discounted to its present value at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits will be required to settle the obligation, the provision will be reversed.

Provisions are not recognised for future operating losses. If the Group has a contract that is onerous, the present obligation under the contract shall be recognised and measured as a provision.

4.17 Contingent liabilities and contingent assets

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Group does not recognise a contingent liability but discloses its existence in the financial statements.

A contingent asset is a possible asset that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group. The Group does not recognise contingent assets but disclose its existence where inflows of economic benefits are probable, but not virtually certain.

4.18 Employee benefits

(a) Short term employee benefits

Wages, salaries, social security contributions, paid annual leave, paid sick leave, bonuses and non-monetary benefits are recognised as an expense in the financial year when employees have rendered their services to the Group.

Short-term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

Bonuses are recognised as an expense when there is a present, legal or constructive obligation to make such payments, as a result of past events and when a reliable estimate can be made of the amount of the obligation.

(b) Defined contribution plan

The Company and its subsidiaries incorporated in Malaysia make contributions to a statutory provident fund. The contributions are recognised as a liability after deducting any contribution already paid and as an expense in the period in which the employees render their services.

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.18 Employee benefits (continued)

(c) Share-based payment transactions

At grant date, the fair value of options granted to employees is recognised as an employee expense, with a corresponding increase in equity, over the period in which the employees become unconditionally entitled to the options. The amount recognised as an expense is adjusted to reflect the actual number of share options that are expected to vest.

4.19 Foreign currencies

(a) Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The consolidated financial statements are presented in Ringgit Malaysia, which is the Company's functional and presentation currency.

(b) Foreign currency transactions and balances

Transactions in foreign currencies are converted into Ringgit Malaysia at rates of exchange ruling at the transaction dates. Monetary assets and liabilities in foreign currencies at the end of the reporting period are translated into Ringgit Malaysia at rates of exchange ruling at that date unless hedged by forward foreign exchange contracts, in which case the rates specified in such a forward contracts are used. All exchange differences arising from the settlement of foreign currency transactions and from the translation of foreign currency monetary assets and liabilities are included in profit or loss in the period in which they arise. Non-monetary items initially denominated in foreign currencies, which are carried at historical cost are translated using the historical rate as of the date of acquisition, and non-monetary items which are carried at fair value are translated using the exchange rate that existed when the values were determined for presentation currency purposes.

(c) Foreign operations

Financial statements of foreign operations are translated at exchange rates ruling at the end of the reporting period with respect to the assets and liabilities, and at exchange rates at the dates of the transactions with respect to the statement of profit or loss and other comprehensive income. All resulting translation differences are recognised as a separate component of equity.

In the consolidated financial statements, exchange differences arising from the translation of net investment in foreign operations are taken to equity. When a foreign operation is partially disposed of or sold, exchange differences that were recorded in equity are recognised in profit or loss as part of the gain or loss on disposal.

4.20 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable net of discounts and rebates.

Revenue is recognised to the extent that it is probable that the economic benefits associated with the transaction will flow to the Group, and the amount of revenue and the cost incurred or to be incurred in respect of the transaction can be reliably measured and specific recognition criteria have been met for each of the Group's activities as follows:

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.20 Revenue recognition (continued)

(a) Sale of goods

Revenue from sale of goods is recognised when significant risks and rewards of ownership of the goods have been transferred to the customer and where the Group retains neither continuing managerial involvement over the goods, which coincides with delivery of goods and acceptance by customers.

(b) Services

Revenue from logistics services is recognised upon services rendered.

(c) Dividend income

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

(d) Interest income

Interest income is recognised as it accrues, using the effective interest method.

(e) Rental income

Rental income is accounted for on a straight line basis over the lease term of an ongoing lease. The aggregate cost of incentives provided to the lessee is recognised as reduction of rental income over the lease term on a straight-line basis.

4.21 Operating segments

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. An operating segment's operating results are reviewed regularly by the chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available.

4.22 Related parties

A party is related to an entity (referred to as the "reporting entity") if:

(a) A person or a close member of that person's family is related to a reporting entity if that person:

(i) has control or joint control over the reporting entity;

(ii) has significant influence over the reporting entity; or

(iii) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.

(b) An entity is related to a reporting entity if any of the following conditions applies:

(i) The entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).

(ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.22 Related parties

(b) An entity is related to a reporting entity if any of the following conditions applies:

(iii) Both entities are joint ventures of the same third party.

(iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.

(v) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity. If the reporting entity is itself such a plan, the sponsoring employers are also related to the reporting entity.

(vi) The entity is controlled or jointly controlled by a person identified in (a) above.

(vii) A person identified in (a)(i) above has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

4.23 Fair value measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using a valuation technique. The measurement assumes that the transaction takes place either in the principal market or in the absence of a principal market, in the most advantageous market. For non-financial asset, the fair value measurement takes into account a market's participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. However, this basis does not apply to share-based payment transactions.

For financial reporting purposes, the fair value measurements are analysed into level 1 to level 3 as follows:

(i) Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liability that the entity can access at the measurement date;

(ii) Level 2: Inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and

(iii) Level 3: Inputs are unobservable inputs for the asset or liability.

The transfer of fair value between levels is determined as of the date of the event or change in circumstances that caused the transfer.

5 NEW MFRS, AMENDMENTS TO MFRS AND IC INTERPRETATION ISSUED

5.1 During the current financial year, the Group has adopted the following new MFRS, Amendments to MFRS and Issues Committee ("IC") Interpretations including the consequential amendments:

Description
Amendments to MFRS 10, MFRS 12 and MFRS 127 (2011): Investment Entities
Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 136: Recoverable Amount Disclosures for Non-financial Assets
Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting
IC Interpretation 21 Levies

The adoption of the above accounting standards and interpretations including the consequential amendments did not have any material impact on the Group's financial statements.

5.2 At the date of authorisation of these financial statements, the following new MFRS, Amendments to MFRS and IC Interpretations have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective and have not been adopted by the Group:

Description	Effective Date
MFRS 9: Financial Instruments (IFRS 9 issued by International Accounting Standards Board (IASB) in July 2014)	1 January 2018
MFRS 15: Revenue from Contracts with Customers	1 January 2017
Amendments to MFRS 10 and MFRS 128 (2011): Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1 January 2016
Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint Operation	1 January 2016
Amendments to MFRS 10, MFRS 12 and MFRS 128 (2011): Investment Entities - Applying the Consolidation Exception	1 January 2016
Amendments to MFRS 101: Presentation of Financial Statements - Disclousre Initiative	1 January 2016
Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Method of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 116 and MFRS 141: Agriculture - Bearer Plants	1 January 2016
Amendments to MFRS 119: Defined Benefit Plans – Employee Contributions	1 July 2014
Amendments to MFRS 127 (2011): Equity Method in Separate Financial Statements	1 January 2016
Annual Improvements to MFRSs 2010 – 2012 Cycle	1 July 2014
Annual Improvements to MFRSs 2011 – 2013 Cycle	1 July 2014
Annual Improvements to MFRSs 2012 – 2014 Cycle	1 January 2016

The new MFRS, Amendments to MFRS and IC Interpretations issued are not expected to have any significant effects to the Group upon their initial application.

6 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

(a) Critical judgements made in applying accounting policies

There are no critical judgements made by the management in the process of applying the Group's and the Company's accounting policies that have significant effects on the amounts recognised in the financial statements.

(b) Key sources of estimation of uncertainties

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

(i) Income tax and deferred tax

Judgement is required in determining the capital allowances and the deductibility of certain expenses when estimating the provision for income taxes. There were transactions during the ordinary course of business for which the ultimate tax determination is uncertain. The Group recognises liabilities based on estimation of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax, if any, in the periods in which the outcome is known.

(ii) Depreciation of property, plant and equipment

The costs of the vessels, and tug boat and barge are depreciated to their residual values on a straight line basis over their useful lives. The management estimates their useful lives to be 50 years. These are common life expectancies applied in the shipping industry. Regular and proper maintenance on these assets could impact their economic useful lives and residual values, therefore future depreciation charges could be revised.

With effect from 1 April 2014, the Board reviewed the estimated useful lives of certain property, plant and equipment of the Group and had accounted for the revised depreciation charges prospectively. As a result of the changes in accounting estimates, the depreciation charges of the Group for the financial year ended 31 March 2015 have decreased by RM1.6 million.

(iii) Credit risk

The Group has no major concentration of credit risk as at 31 March 2015 except for trade receivables amounting to RM9.5 million (2014: RM8.3 million) which have exceeded the credit terms granted. The Directors believe that there is no credit risk on these trade receivables based on the Group's historical experience in their collections. Accordingly, no additional allowance for impairment of trade receivables is made for these trade receivables. However, where there are amounts not recoverable, these amounts will have an impact on the consolidated statement of profit or loss and other comprehensive income. The maximum exposures of credit risk to other receivables are represented by their carrying amounts in the statements of financial position.

6 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (continued)

(b) Key sources of estimation of uncertainties (continued)

(iv) Fair value of financial instruments

The methods and assumptions used by the management to determine the fair values of financial instruments are as follows:

(aa) The carrying amounts of financial assets and liabilities maturing within 12 months approximated their fair values due to the relatively short-term maturity of the financial instruments.

(bb) In respect of long-term borrowings, the carrying amounts approximated their fair values as they are on floating rates and are repriced to market interest rates for liabilities with similar risk profiles.

(v) Impairment of goodwill

Goodwill is tested for impairment annually and at other times when such indicators exist. This requires management to estimate the expected future cash flows of the cash-generating unit to which goodwill is allocated and to apply a suitable discount rate in order to determine the present value of those cash flows. The future cash flows are most sensitive to budgeted gross margins, growth rates estimated and discount rate used. If the expectation is different from the estimation, such difference will impact the carrying value of goodwill.

(vi) Write-down of inventories

Reviews are made periodically by management on damaged, obsolete and slow-moving inventories. These reviews require judgement and estimates. Possible changes in these estimates could result in revisions to the valuation of inventories.

(vii) Share based payments

The Group measures the cost of equity settled transactions with employees by reference to the fair value of the equity investments at the date at which they are granted. The estimating of the fair value requires determining the most appropriate valuation model for a grant of equity instruments, which is dependent on the terms and conditions of the grant. This also requires determining the most appropriate inputs to the valuation model including the expected life of the option volatility and dividend yield and making assumptions about them.

7. PROPERTY, PLANT AND EQUIPMENT

Group

Carrying amount	At 1 April RM	Acquisition of subsidiaries RM (Note 31)	Additions RM	Disposals RM	Impairment loss RM	Depreciation RM	At 31 March RM
2014/2015							
Freehold land	14,946,439	-	290,101	-	-	-	15,236,540
Leasehold land	3,046,721	-	-	-	-	(52,252)	2,994,469
Buildings	11,791,745	-	301,299	-	-	(267,200)	11,825,844
Containers	123,907	-	-	(108,500)	-	(13,447)	1,960
Motor vehicles	1,169,501	-	266,868	(142,922)	-	(357,993)	935,454
Office equipment	777,958	-	432,728	(199,277)	-	(313,546)	697,863
Operating equipment	27,604,493	-	12,541,566	(2,815,013)	-	(5,453,186)	31,877,860
Plant and machinery	289,680	-	-	(162,027)	-	(83,827)	43,826
Tug boat and barge	2,133,677	-	-	(2,112,777)	-	(20,900)	-
Vessel equipment	566,966	-	92,544	(122,210)	-	(114,903)	422,397
Vessels	29,562,965	-	-	-	(12,357,819)	(647,727)	16,557,419
	92,014,052	-	13,925,106	(5,662,726)	(12,357,819)	(7,324,981)	80,593,632
2013/2014							
Freehold land	14,946,439	-	-	-	-	-	14,946,439
Leasehold land	-	3,059,779	-	-	-	(13,058)	3,046,721
Buildings	10,783,557	-	1,309,356	-	-	(301,168)	11,791,745
Containers	252,876	-	-	(50,055)	-	(78,914)	123,907
Motor vehicles	662,226	296,940	620,604	(36,014)	-	(374,255)	1,169,501
Office equipment	756,389	124,756	83,453	(2)	-	(186,638)	777,958
Operating equipment	19,477,257	10,202,196	6,743,121	(2,393,086)	-	(6,424,995)	27,604,493
Plant and machinery	282,300	26,320	95,000	-	-	(113,940)	289,680
Tug boat and barge	2,186,505	-	-	-	-	(52,828)	2,133,677
Vessel equipment	632,522	-	42,580	-	-	(108,136)	566,966
Vessels	30,668,677	-	-	-	(286,295)	(819,417)	29,562,965
	80,648,748	13,709,991	8,894,114	(2,479,157)	(286,295)	(8,473,349)	92,014,052

7 PROPERTY, PLANT AND EQUIPMENT (continued)

Group

At 31.3.2015	Cost RM	Accumulated depreciation RM	Accumulated impairment loss RM	Carrying amount RM
Freehold land	15,236,540	-	-	15,236,540
Leasehold land	3,117,614	(123,145)	-	2,994,469
Buildings	13,411,411	(1,585,567)	-	11,825,844
Containers	9,800	(7,840)	-	1,960
Motor vehicles	2,412,126	(1,476,672)	-	935,454
Office equipment	1,401,165	(703,302)	-	697,863
Operating equipment	68,918,365	(37,040,505)	-	31,877,860
Plant and machinery	1,132,923	(1,089,097)	-	43,826
Vessel equipment	891,889	(469,492)	-	422,397
Vessels	61,862,021	(15,766,273)	(29,538,329)	16,557,419
	168,393,854	(58,261,893)	(29,538,329)	80,593,632
At 31.3.2014				
Freehold land	14,946,439	-	-	14,946,439
Leasehold land	3,117,614	(70,893)	-	3,046,721
Buildings	13,110,112	(1,318,367)	-	11,791,745
Containers	1,126,737	(1,002,830)	-	123,907
Motor vehicles	2,616,864	(1,447,363)	-	1,169,501
Office equipment	1,995,809	(1,217,851)	-	777,958
Operating equipment	63,029,759	(35,425,266)	-	27,604,493
Plant and machinery	1,547,484	(1,257,804)	-	289,680
Tug boat and barge	2,959,697	(826,020)	-	2,133,677
Vessel equipment	1,107,477	(540,511)	-	566,966
Vessels	61,862,021	(15,118,546)	(17,180,510)	29,562,965
	167,420,013	(58,225,451)	(17,180,510)	92,014,052

(a) During the financial year, the Group made the following cash payments to acquire property, plant and equipment:

	2015 RM	2014 RM
Purchase of property, plant and equipment	13,925,106	8,894,114
Financed by hire purchase arrangements	(6,408,196)	(3,493,063)
Cash payments	7,516,910	5,401,051

(b) The property, plant and equipment acquired under hire purchase arrangements are as follows:

	2015 RM	2014 RM
Carrying amount		
Motor vehicles	399,792	195,601
Operating equipment	15,034,453	9,438,324
	15,434,245	9,633,925

Details of the terms and conditions of hire purchase arrangements are disclosed in Note 18.

7 PROPERTY, PLANT AND EQUIPMENT (continued)

(c) The following property, plant and equipment have been charged to licensed banks as disclosed in Note 19 for banking facilities granted to the Group:

	2015 RM	2014 RM
Carrying amount		
Freehold land	14,649,999	14,649,999
Buildings	9,841,223	10,065,349
Operating equipment	92,507	388,702
	24,583,729	25,104,050

(d) Certain vessels of the Group were not in operations. The recoverable amounts of these vessels based on the fair value less costs to sell from the independent market quotes are lower than their carrying amounts. As such, an impairment loss of RM12,357,819 (2014: RM286,295) was recognised during the financial year.

Company

	At 1 April RM	Additions RM	Disposals RM	Depreciation RM	At 31.3.2013 RM
2014/2015					
Office equipment	-	338,872	-	(54,626)	284,246
2013/2014					
Office equipment	2	-	(2)	-	-

	Cost RM	Accumulated depreciation RM	Carrying amount RM
At 31.3.2015			
Office equipment	338,872	(54,626)	284,246
At 31.3.2014			
Office equipment	-	-	-

8 INVESTMENTS IN SUBSIDIARIES

Company	2015 RM	2014 RM
Unquoted shares, at cost		
At 1 April 2014/2013	59,625,427	48,670,913
Acquisition (Note 31)	-	11,300,000
Disposal	-	(310,711)
Impairment loss	(660,459)	-
Written off	-	(34,775)
At 31 March	58,964,968	59,625,427

8 INVESTMENTS IN SUBSIDIARIES (continued)

Details of the subsidiaries are as follows:

Name of company	Country of incorporation	Effective interest 2015	Effective interest 2014	Principal activities
Bagai Pertama Sdn. Bhd.	Malaysia	100%	100%	Shipowner/provision of marine transportation services
Complete Biofuel Sdn. Bhd.	Malaysia	100%	100%	Submited application for strike-off
Complete Container Services Sdn. Bhd.	Malaysia	100%	100%	Shipowner/provision of marine transportation services
Complete International Pte Ltd	Malaysia	-	100%	Name has been struck-off from the register with effect from 23 November 2014
Complete Logistic Specialists Sdn. Bhd.	Malaysia	100%	100%	Total logistics services provider
Complete Marine Services Sdn. Bhd.	Malaysia	100%	100%	Shipowner/provision of marine transportation services
Complete Shipping Sdn. Bhd.	Malaysia	100%	100%	Shipowner/provision of marine transportation services
Complete Tug & Barge Sdn. Bhd.	Malaysia	100%	100%	Shipowner/provision of marine transportation services
Dolphin Shipping Agency Sdn. Bhd.	Malaysia	100%	100%	Trading of freight
Ecocentre Sdn. Bhd.	Malaysia	65%	65%	Processing and trading of rubber dust, trading of tyres, lubricants and related products, provision of tyres maintenance services
Gems Logistics Sdn. Bhd.	Malaysia	100%	100%	Investment holding
Guper Integrated Logistics Sdn. Bhd.	Malaysia	100%	100%	Total logistic services with haulage, forwarding and other associated services
Guper Properties Sdn. Bhd.	Malaysia	100%	100%	Insurance agents
Guper Resources Sdn. Bhd.	Malaysia	100%	100%	Investment holding
Island Network Sdn. Bhd.	Malaysia	100%	100%	General trading
Malsuria Logistics Sdn. Bhd.	Malaysia	100%	100%	Shipowner/provision of marine transportation services
Malsuria (M) Sdn. Bhd.	Malaysia	100%	100%	Shipowner/provision of marine transportation services
Malsuria Tanker Services Sdn. Bhd.	Malaysia	100%	100%	Shipowner/provision of marine transportation services

8 INVESTMENTS IN SUBSIDIARIES (continued)

Details of the subsidiaries are as follows:

Name of company	Country of incorporation	Effective interest 2015	Effective interest 2014	Principal activities
Pengangkutan Sekata Sdn. Bhd.	Malaysia	100%	100%	Lorry transport operator
Sierra Jaya Sdn. Bhd.	Malaysia	100%	100%	Shipowner/provision of marine transportation services
Subsidiary of Pengangkutan Sekata Sdn. Bhd.				
Dian Pahlawan Sdn. Bhd.	Malaysia	100%	100%	Lorry transport operator
Sin Hiap Hoe Trading & Transport Sdn. Berhad	Malaysia	100%	100%	Lorry transport operator

(a) During the financial year, an impairment loss of RM660,459 (2014: Nil) was recognised as the recoverable amount of the investments in subsidiaries is lower than the carrying amount which resulted from the continuing losses of the subsidiary.

(b) The non-controlling interests at the end of the reporting period comprise the following:

Group	2015 RM	2014 RM
Ecocentre Sdn. Bhd. ("Ecocentre")	425,552	338,523

The summarised financial information (before intra-group elimination) for the subsidiary that has non-controlling interests that are material to the Group is as follows:

	Ecocentre 2015 RM	Ecocentre 2014 RM
At 31 March		
Non-current assets	176,208	325,142
Current assets	3,482,667	3,443,565
Non-current liabilities	(14,269)	(43,398)
Current liabilities	(2,428,743)	(2,758,102)
Net assets	1,215,863	967,207
Financial year ended 31 March		
Revenue	10,563,037	10,509,524
Profit after tax/Total comprehensive income	348,656	242,159
Total comprehensive income attributable to non-controlling interests	122,031	84,756
Net cash from operating activities	36,278	746,611
Net cash used in investing activities	(89,610)	(34,198)
Net cash used in financing activities	(212,386)	(144,428)

9 GOODWILL

Goodwill arising from business combination is mainly allocated to a subsidiary, Guper Integrated Logistics Sdn. Bhd., which is also the cash-generating units ("CGU") identified for impairment testing purposes. No impairment loss on goodwill was recognised during the financial year as the recoverable amount of the goodwill is higher than its carrying amount.

The recoverable amount of the goodwill was determined based on value-in-use calculations using cash flow projections based on financial budgets approved by the management covering a period of 5 years based on the past performance and the expectations of market development.

(a) Key assumptions used for the cash flow projections are as follows:

Group	2015	2014
Gross margin	37%	48%
Average growth rate	2%	2%
Pre-tax discount rate	11%	11%

(b) Sensitivity to changes in assumptions

The management believes that no reasonably possible change in any of the above key assumptions would cause the carrying value of the goodwill to be materially higher than its recoverable amount.

10 INVENTORIES

Group	2015 RM	2014 RM
Trading goods, at cost	313,679	376,045

None of the inventories is carried at net realisable values.

11 TRADE AND OTHER RECEIVABLES

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Trade receivables				
Third parties	32,920,017	32,014,857	-	-
Related parties	1,861,772	1,415,875	-	-
Less: Impairment loss on third party receivables	(2,068,887)	(2,048,285)	-	-
	32,712,902	31,382,447	-	-
Other receivables				
Subsidiaries	-	-	24,069,539	28,099,943
Less: Impairment loss	-	-	-	(7,178,350)
	-	-	24,069,539	20,921,593
Other receivables	728,227	2,760,302	-	3,316
Deposits	4,397,633	795,425	2,000	2,000
Prepayments	1,225,631	830,630	-	195,749
	6,351,491	4,386,357	24,071,539	21,122,658
	39,064,393	35,768,804	24,071,539	21,122,658

11 TRADE AND OTHER RECEIVABLES (continued)

(a) Trade receivables are non-interest bearing and the normal trade credit terms granted by the Group range from 1 to 4 months (2014: 1 to 4 months).

(b) Movement of the impairment loss on third party receivables is as follows:

Group	2015 RM	2014 RM
At 1 April 2014/2013	(2,048,285)	(1,895,527)
Addition	(158,053)	(396,353)
Reversal	137,451	-
Written off	-	243,595
At 31 March	(2,068,887)	(2,048,285)

(c) Amounts owing by subsidiaries represent payments made on behalf, which are unsecured, interest-free and repayable on demand.

12 CASH AND CASH EQUIVALENTS

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Fixed deposits with licensed banks	8,789,670	3,296,548	8,519,446	3,029,713
Cash and bank balances	7,159,506	8,291,769	456,801	379,616
As per statements of financial position	15,949,176	11,588,317	8,976,247	3,409,329
Fixed deposits pledged to licensed banks	(270,224)	(266,835)	-	-
Bank overdraft	(583,508)	-	-	-
As per statements of cash flows	15,095,444	11,321,482	8,976,247	3,409,329

(a) Fixed deposits of the Group at the end of the reporting period have maturity periods ranging from 1 to 12 (2014: 1 to 12) months.

(b) Effective interest rates of the fixed deposits of the Group range from 3.10% to 4.20% (2014: 3.10% to 3.30%).

13 SHARE CAPITAL

	2015		2014	
Group and Company	Number of shares	RM	Number of shares	RM
Ordinary shares of RM0.50 each:				
Authorised	200,000,000	100,000,000	200,000,000	100,000,000
Issued and fully paid-up:				
At 1 April 2014/2013	120,000,000	60,000,000	120,000,000	60,000,000
Issued during the financial year	1,472,000	736,000	-	-
At 31 March	121,472,000	60,736,000	120,000,000	60,000,000

13 SHARE CAPITAL (continued)

During the financial year, the Company had increased its issued and paid-up capital from RM60,000,000 to RM60,736,000 through the issuance of 1,472,000 new ordinary shares of RM0.50 each at an issue price of RM0.62 per share from the exercise of options under the Share Issuance Scheme. The shares were issued for cash consideration. The new ordinary shares issued rank pari passu in all respects with the existing ordinary shares of the Company.

14 RETAINED EARNINGS

Company

Under the single tier tax system, tax on the Company's profits is the final tax and accordingly, any dividends to the shareholders are not subject to tax.

15 OTHER RESERVES

	Group		Company	
	2015 RM	**2014 RM**	**2015 RM**	**2014 RM**
Non-distributable				
Share premium	4,502,015	4,325,375	4,502,015	4,325,375
Share option reserve	717,740	211,408	717,740	211,408
	5,219,755	4,536,783	5,219,755	4,536,783

Share option reserve

The share option reserve represents the equity-settled share options granted to directors and employees of the Group.

In the previous financial year, the Company granted share options to eligible directors and employees of the Group under the Share Issuance Scheme approved by the shareholders of the Company at the extraordinary general meeting held on 25 September 2013 to subscribe for a total of 6,400,000 ordinary shares of RM0.50 each at an exercise price of RM0.62 per share, out of which a total of 248,000 ordinary shares of RM0.50 each was forfeited during the financial year mainly due to the resignations of employees and a total of 2,492,000 (2014: 1,280,000) ordinary shares of RM0.50 each is exercisable during the reporting period.

The share options granted are exercisable at any time from the date of offer up to the date of expiry on 18 November 2018 subject to a maximum percentage of 20% of the total number of share options granted in each year from the date of offer. Where the maximum percentage of the share options for a particular period is not fully exercised, the unexercised share options shall be carried forward to the next period and shall not be subject to the maximum percentage for the next period.

15 OTHER RESERVES (continued)

Share option reserve (continued)

The number and weighted average exercise prices ("WAEP") of share options are as follows:

Company	2015 WAEP	2015 Number of options	2014 WAEP	2014 Number of options
Outstanding at 1 April 2014/2013	RM0.62	6,400,000	RM0.62	-
Granted	RM0.62	-	RM0.62	6,400,000
Exercised	RM0.62	(1,472,000)	RM0.62	-
Forfeited	RM0.62	(248,000)	RM0.62	-
Outstanding at 31 March	RM0.62	4,680,000	RM0.62	6,400,000
Exercisable at 31 March	RM0.62	1,020,000	RM0.62	1,280,000

The options which forfeited during the financial year were mainly due to the resignations of employees.

The fair value of share options is measured using Black-Scholes model taking into account the following assumptions:

Fair value at grant date	RM0.217
Exercise price	RM0.62
Share price at grant date	RM0.69
Weighted average share price	RM0.65
Expected life	5 years
Expected dividend yield	0%
Expected volatility	22.62%
Risk free rate	3.10%

16 TREASURY SHARES

This amount relates to the acquisition cost of treasury shares net of proceeds received from their subsequent sale or issuance. The shares purchased were retained as treasury shares in accordance with Section 67A of the Companies Act 1965 and are presented as a deduction from the shareholders' equity.

During the financial year, there were no treasury shares being purchased, sold or cancelled by the Company.

As at 31 March 2015, the Company held a total number of 319,300 treasury shares out of its 121,472,000 issued and fully paid-up ordinary shares at a carrying amount of RM131,249.

17 BORROWINGS (SECURED)

Group	2015 RM	2014 RM
Non-current liabilities		
Hire purchase liabilities	3,304,181	2,505,107
Term loans	4,278,888	7,806,511
	7,583,069	10,311,618
Current liabilities		
Bank overdraft	583,508	-
Hire purchase liabilities	4,249,816	3,079,728
Term loans	3,533,443	3,359,448
	8,366,767	6,439,176
	15,949,836	16,750,794
Total borrowings		
Bank overdraft	583,508	-
Hire purchase liabilities (Note 18)	7,553,997	5,584,835
Term loans (Note 19)	7,812,331	11,165,959
	15,949,836	16,750,794

Bank overdraft is secured by:

(a) a corporate guarantee from the Company; and
(b) a personal guarantee of certain Directors and/or directors of a subsidiary.

18 HIRE PURCHASE LIABILITIES

Group	2015 RM	2014 RM
Minimum hire purchase payments:		
- not later than 1 year	4,572,054	3,262,680
- later than 1 year but not later than 5 years	3,431,707	2,638,903
Total minimum hire purchase payments	8,003,761	5,901,583
Less: Future interest charges	(449,764)	(316,748)
Present value of hire purchase liabilities (Note 17)	7,553,997	5,584,835

Information on the financial risks of hire purchase liabilities are disclosed in Note 36.1(c).

19 TERM LOANS

Group	2015 RM	2014 RM
Non-current portion		
Repayable between 1 and 2 years	3,753,091	3,568,986
Repayable between 2 and 5 years	525,797	4,237,525
	4,278,888	7,806,511
Current portion		
Repayable within 1 year	3,533,443	3,359,448
Total term loans (Note 17)	7,812,331	11,165,959

Term loans are secured by:

(a) a facility agreement as principal instrument;
(b) a corporate guarantee from the Company as disclosed in Note 23;
(c) certain property, plant and equipment of the Group as disclosed in Note 7; and
(d) a personal guarantee of certain Directors and/or directors of a subsidiary.

Details of term loans are as follows:

	2015 RM	2014 RM
Term loan I	5,505,990	7,883,050
Term loan II	2,306,341	3,282,909
	7,812,331	11,165,959

	Number of monthly instalments	Monthly instalments RM	Commencement month of repayment	Effective interest rate per annum 2015 %	Effective interest rate per annum 2014 %
Term loan I	96	227,879	July 2010	5.45	5.10
Term loan II	60	94,861	April 2012	5.91	5.50

Information on the financial risks of term loans are disclosed in Note 36.1(c).

20 DEFERRED TAX LIABILITIES

(a) Deferred tax liabilities and assets are made up as follows:

Group	2015 RM	2014 RM
At 1 April 2014/2013	6,045,813	4,195,658
Acquisition of subsidiaries (Note 31)	-	1,939,585
Recognised in profit or loss (Note 27)	(468,238)	(89,430)
At 31 March	5,577,575	6,045,813
Presented after appropriate offsetting:		
Deferred tax assets	(254,557)	(370,682)
Deferred tax liabilities	5,832,132	6,416,495
	5,577,575	6,045,813

(b) Components and movements of deferred tax liabilities and assets prior to offsetting are as follows:

Deferred tax liabilities of the Group	Property, plant and equipment RM	Total RM
At 1 April 2013	4,415,968	4,415,968
Acquisition of subsidiaries (Note 31)	1,939,585	1,939,585
Recognised in profit or loss	60,942	60,942
At 31 March/1 April 2014	6,416,495	6,416,495
Recognised in profit or loss	(584,363)	(584,363)
At 31 March 2015	5,832,132	5,832,132

Deferred tax assets of the Group	Unutilised tax losses RM	Unabsorbed capital allowances RM	Others RM	Total RM
At 1 April 2013	(13,813)	-	(206,497)	(220,310)
Recognised in profit or loss	6,861	(151,761)	(5,472)	(150,372)
At 31 March/1 April 2014	(6,952)	(151,761)	(211,969)	(370,682)
Recognised in profit or loss	(7,346)	20,999	102,472	116,125
At 31 March 2015	(14,298)	(130,762)	(109,497)	(254,557)

20 DEFERRED TAX LIABILITIES (continued)

(c) Amounts of temporary differences for which no deferred tax assets have been recognised are as follows:

Group	2015 RM	2014 RM
Unutilised tax losses	3,477,668	4,117,552
Unabsorbed capital allowances	2,550,053	331,128
Others	210,822	-
	6,238,543	4,448,680

Deferred tax assets of certain subsidiaries have not been recognised in respect of these items as there are not probable that taxable profits of the subsidiaries will be available against which the deductible temporary differences can be utilised.

21 TRADE AND OTHER PAYABLES

	Group 2015 RM	Group 2014 RM	Company 2015 RM	Company 2014 RM
Trade payables				
Third parties	8,115,087	7,085,030	592	-
Related parties	461,518	1,106,503	-	-
	8,576,605	8,191,533	592	-
Other payables				
Other payables	2,413,067	2,399,337	317,535	19,751
Related parties	6,811	-	-	-
Subsidiaries	-	-	3,049,258	349,717
Accruals	1,947,228	3,491,394	101,667	2,106,564
	4,367,106	5,890,731	3,468,460	2,476,032
	12,943,711	14,082,264	3,469,052	2,476,032

(a) Trade payables are non-interest bearing and the normal trade credit terms granted to the Group range from 1 to 4 months (2014: 1 to 4 months).

(b) Amounts owing to related parties represent advances and payments made on behalf which are unsecured, interest-free and repayable on demand.

(c) Amounts owing to subsidiaries represent advances and payments made on behalf which are unsecured, interest-free and repayable on demand.

22 CAPITAL COMMITMENT

Group	2015 RM	2014 RM
Approved and contracted for:		
Purchase of property, plant and equipment	18,423,217	7,168,420

23 CONTINGENT LIABILITY

Company	RM	2015 RM	2014
Secured			
Corporate guarantee given to a licensed bank for banking facilities granted to a subsidiary (Note 19)		2,889,849	3,737,909

24 REVENUE

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Sale of goods	3,373,861	3,237,347	-	-
Rendering of services	123,823,990	119,726,801	-	-
Dividend income from subsidiaries (Note 26)	-	-	3,564,980	16,488,000
Management fee receivable	-	10,000	208,000	408,000
	127,197,851	122,974,148	3,772,980	16,896,000

25 COST OF SALES

Group	2015 RM	2014 RM
Inventories sold	11,260,139	11,118,370
Services rendered	90,080,067	88,606,874
	101,340,206	99,725,244

26 PROFIT BEFORE TAX

	Group 2015 RM	Group 2014 RM	Company 2015 RM	Company 2014 RM
Profit before tax is arrived at after (charging)/crediting:				
Auditors' remuneration:				
Statutory audits				
- current year	(195,000)	(171,500)	(30,000)	(26,000)
- underprovision in prior years	(21,500)	(11,500)	-	-
Other audit services	(5,000)	(5,000)	(5,000)	(5,000)
Bad debts written off	(34,832)	-	-	-
Depreciation of property, plant and equipment (Note 7)	(7,324,981)	(8,473,349)	(54,626)	-
Directors' remuneration:				
Directors of the Company				
- fees	(59,667)	(67,344)	(59,667)	(67,344)
- other emoluments	(1,449,280)	(1,353,329)	(11,250)	(11,250)
Directors of the subsidiaries				
- other emoluments	(369,923)	(304,700)	-	-
Hire of lorries	(11,298,007)	(9,058,501)	-	-
Impairment losses on:				
- amounts owing by subsidiaries	-	-	-	(7,178,350)
- investments in subsidiaries	-	-	(660,459)	-
- property, plant and equipment (Note 7)	(12,357,819)	(286,295)	-	-
- trade receivables (Note 11)	(158,053)	(396,353)	-	-
Interest expense on:				
- bank overdraft	(22,057)	(20,144)	-	-
- hire purchase	(447,563)	(317,392)	-	-
- term loans	(519,297)	(674,191)	-	-
Lease of land	-	(83,208)	-	-
Loss on disposal of property, plant and equipment	(1,333,055)	(2)	-	(2)
Loss on disposal of subsidiaries	-	(31)	-	(305,311)
Realised loss on foreign exchange	(206,485)	(528,539)	-	(2,840)
Rental of premises	(420,000)	(496,670)	-	-
Share option expense	(541,631)	(211,408)	(541,631)	(211,408)
Unrealised loss on foreign exchange	(47,125)	(21,352)	-	-
Bad debts recovered	5,118	30,742	-	-
Dividend income from subsidiaries (Note 24)	-	-	3,564,980	16,488,000
Gain on bargain purchase (Note 31)	-	3,672,251	-	-
Gain on disposal of property, plant and equipment	684,091	531,428	-	-
Interest income from:				
- fixed deposits	180,923	94,124	177,298	86,945
- others	93,582	100,323	5,039	5,827
Rental income from:				
- office	53,200	11,100	-	-
- operating equipment	1,295,775	924,574	-	-
Reversal of impairment loss on:				
- amounts owing by subsidiaries	-	-	7,178,350	-
- trade receivables (Note 11)	137,451	-	-	-
Realised gain on foreign exchange	113,245	309,062	-	-
Unrealised gain on foreign exchange	51,983	11,792	-	-

27 TAX EXPENSE

	Group 2015 RM	Group 2014 RM	Company 2015 RM	Company 2014 RM
Current tax	3,526,320	3,111,971	96,220	125,044
Deferred tax (Note 20)	(556,390)	(425,631)	-	-
	2,969,930	2,686,340	96,220	125,044
(Over)/Underprovision in prior years:				
Current tax	(108,175)	41,811	(2,132)	(29)
Deferred tax (Note 20)	88,152	336,201	-	-
	(20,023)	378,012	(2,132)	(29)
	2,949,907	3,064,352	94,088	125,015

Current tax expense is calculated at the statutory tax rate of 25% (2014: 25%) of the estimated taxable profit for the fiscal year.

The numerical reconciliation between the tax expense and the product of accounting profit multiplied by the statutory tax rate of the Group and the Company is as follows:

	Group 2015 RM	Group 2014 RM	Company 2015 RM	Company 2014 RM
Profit before tax	3,977,045	17,196,136	9,392,267	8,712,274
Tax rate of 25% (2014: 25%)	994,261	4,299,034	2,348,067	2,178,069
Tax effects in respect of:				
Non-allowable expenses	3,477,762	1,299,338	433,986	2,068,975
Non-taxable income	(7,265)	(1,063,656)	(2,685,833)	(4,122,000)
Utilisation of deferred tax assets not recognised in prior years	(159,970)	-	-	-
Differential in tax rates	(229,962)	(44,295)	-	-
Deferred tax assets not recognised	607,436	129,367	-	-
Tax-exempt income	(1,712,332)	(1,933,448)	-	-
	2,969,930	2,686,340	96,220	125,044
(Over)/Underprovision in prior years:				
Current tax	(108,175)	41,811	(2,132)	(29)
Deferred tax	88,152	336,201	-	-
	2,949,907	3,064,352	94,088	125,015

Subject to the agreement of the Inland Revenue Board, certain subsidiaries have unabsorbed capital allowances and unutilised tax losses amounting to approximately RM12,859,000 (2014: RM12,976,000) and RM18,973,000 (2014: RM19,684,000) respectively which are available to offset against their future taxable profits.

The statutory tax rate will be reduced to 24% from the current financial year's rate of 25%, effective year of assessment 2016.

28 EARNINGS PER ORDINARY SHARE

(a) Basic

The basic earnings per ordinary share has been calculated based on the consolidated profit after tax attributable to the owners of the Company divided by the weighted average number of ordinary shares in issue during the financial year.

Group	2015	2014
Profit after tax (RM)	905,109	14,047,028
Weighted average number of ordinary shares in issue:		
At 1 April 2014/2013	119,680,700	119,680,700
Effect of new ordinary shares issued	692,896	-
At 31 March	120,373,596	119,680,700
Basic earnings per ordinary share (sen)	0.8	11.7

(b) Diluted

The diluted earnings per ordinary share has been calculated based on the consolidated profit after tax attributable to the owners of the Company divided by the weighted average number of ordinary shares in issue after adjustment for the effects all dilutive potential ordinary shares during the financial year.

Group	2015	2014
Profit after tax (RM)	905,109	14,047,028
Weighted average number of ordinary shares for basic earnings per share	120,373,596	119,680,700
Effect of share options issued	1,127,831	21,286
Weighted average number of ordinary share for diluted earnings per share	121,501,427	119,701,986
Diluted earnings per ordinary share (sen)	0.7	11.7

29 DIVIDEND

		2015		2014	
Company	sen	Gross dividend per share RM	Amount of dividend RM	Gross dividend per share RM	Amount of dividend
Interim tax-exempt dividend paid		3.0	3,614,908	-	-

30 EMPLOYEE BENEFITS

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Wages, salaries and bonuses	15,756,491	16,246,652	117,315	146,000
Defined contribution plans	1,657,131	1,539,635	14,160	17,520
Social security contributions	178,847	171,859	620	620
Other benefits	672,970	723,726	-	-
	18,265,439	18,681,872	132,095	164,140

31 ACQUISITION OF SUBSIDIARIES

In previous financial years, the Company had on 21 May 2012 proposed to acquire the entire equity interest in Pengangkutan Sekata Sdn Bhd ("Sekata") for a cash consideration of RM10,000,000. Following to the approval obtained from the shareholders at the Extraordinary General Meeting convened on 25 September 2012 and the payments made to the vendors of Sekata, the proposed acquisition was completed on 19 April 2013.

In the previous financial year, the Company had on 3 December 2013 acquired the entire equity interest in Guper Resources Sdn. Bhd. for a cash consideration of RM1,300,000.

Details of the acquisitions were as follows:

	Fair value RM	Acquiree's carrying value RM
Property, plant and equipment (Note 7)	13,709,991	11,770,761
Receivables	8,652,812	8,652,812
Cash and cash equivalents	626,366	626,366
Deferred tax liabilities (Note 20)	(1,939,585)	(1,583,610)
Hire purchase liabilities	(444,589)	(444,589)
Payables	(5,345,449)	(5,345,449)
Amount owing to a Director	(223,052)	(223,052)
Tax liabilities	(64,243)	(64,243)
Net assets acquired	14,972,251	13,388,996
Gain on bargain purchase (Note 26)	(3,672,251)	
Purchase consideration (Note 8)	11,300,000	
Less: Deposit paid	(1,000,000)	
Less: Deferred payment arrangement	(2,000,000)	
Consideration paid	8,300,000	
Less: Cash and cash equivalents of subsidiaries acquired	(626,366)	
Net cash outflow on acquisition	7,673,634	

From the date of acquisition, the subsidiaries acquired had contributed RM37,638,797 and RM2,969,583 to the Group's revenue and profit after tax respectively. If the acquisition had occurred on 1 April 2013, the Group's revenue and profit after tax would have been RM123,934,979 and RM14,825,329 respectively.

32 DISPOSAL OF A SUBSIDIARY

In the previous financial year, the Company had on 27 March 2014 disposed of its entire equity interest in Complete Transport Services Sdn. Bhd. for a total cash consideration of RM5,400.

Details of the disposal were as follows:

	At date of disposal RM
Tax recoverable	390
Bank balances	10,441
Payables	(5,400)
Net assets disposed	5,431
Loss on disposal of a subsidiary	(31)
Proceeds from disposal of a subsidiary	5,400
Less: Bank balances in a subsidiary disposed	(10,441)
Net cash outflow on disposal of a subsidiary	(5,041)

33 DIRECTORS' REMUNERATION

Aggregate amounts of emoluments received and receivable by the Directors during the financial year are as follows:

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Executive Directors:				
Non-fee emoluments	1,251,130	1,167,629	-	-
Defined contribution plans	186,900	174,450	-	-
Executive directors of the subsidiaries:				
Non-fee emoluments	329,501	271,225	-	-
Defined contribution plans	40,422	33,475	-	-
Non-executive Directors:				
Fees	59,667	67,344	59,667	67,344
Other emoluments	11,250	11,250	11,250	11,250
	1,878,870	1,725,373	70,917	78,594

In the previous financial year, the Company granted share options to eligible directors of the Company and the subsidiaries under the Share Issuance Scheme ("SIS") to subscribe for a total of 3,030,000 ordinary shares of RM0.50 each at an exercise price of RM0.62 per share, out of which a total of 1,212,000 (2014: 606,000) ordinary shares of RM0.50 is exercisable at the end of the reporting period.

During the financial year, a total of 676,000 (2014: Nil) ordinary shares of RM0.50 each under the SIS were exercised by the eligible directors of the Group.

33 DIRECTORS' REMUNERATION (continued)

Number of directors including the resigned directors, whose total remuneration falls within the following bands during the financial year are as follows:

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Executive Directors:				
RM100,001 to RM150,000	-	1	-	-
RM150,001 to RM200,000	-	3	-	-
RM200,001 to RM250,000	2	-	-	-
RM250,001 to RM300,000	1	-	-	-
RM650,001 to RM700,000	-	1	-	-
RM700,001 to RM750,000	1	-	-	-
Executive directors of the subsidiaries:				
RM50,001 to RM100,000	3	2	-	-
RM150,001 to RM200,000	1	1	-	-
Non-executive Directors:				
Below RM50,0001	3	4	3	4
	11	12	3	4

34 RELATED PARTY DISCLOSURES

(a) Identities of related parties

Parties are considered to be related to the Group and the Company if the Group and the Company have the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group/Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Related parties of the Group and the Company include:

(i) its subsidiaries;

(ii) close family members of certain directors of the Company and the subsidiaries;

(iii) companies in which certain directors of the Company and the subsidiaries have direct and indirect financial interests; and

(iv) key management personnel which comprises persons (including the directors of the Company and of the subsidiaries) having authority and responsibility for planning, directing and controlling the activities of the Company and the subsidiaries directly or indirectly.

34 RELATED PARTY DISCLOSURES (continued)

(b) In addition to the transactions detailed elsewhere in the financial statements, the Group has carried out the following transactions with the related parties during the financial year:

Group	2015 RM	2014 RM
Companies in which certain Directors have interests:		
Revenue from sales of goods and services rendered	6,133,659	6,183,452
Rental income receivable	24,000	12,000
Container haulage, tanker and lorry transport service charges payable	-	(590,220)
Forwarding service charges payable	(2,060,391)	(2,129,546)
Fuel payable	(1,355,268)	-
Purchase of land and building	(591,400)	-
Rental expense payable	-	(31,200)
Spare parts, tyres, tyres maintenance services and consumables payable	(183,586)	(109,390)
Warehouse expense payable	(61,619)	(136,170)

(c) Compensation of key management personnel

The remunerations of key management personnel are as follows:

Group	2015 RM	2014 RM
Short-term employee benefits	1,580,631	1,438,854
Defined contribution plans	227,322	207,925
	1,807,953	1,646,779

In the previous financial year, the Company granted share options to eligible key management personnel of the Group under the Share Issuance Scheme ("SIS") to subscribe for a total of 3,030,000 ordinary shares of RM0.50 each at an exercise price of RM0.62 per share, out of which a total of 1,212,000 (2014: 606,000) ordinary shares of RM0.50 each is exercisable at the end of the reporting period.

During the financial year, a total of 676,000 (2014: Nil) ordinary shares of RM0.50 each under the SIS were exercised by the eligible key management personnel of the Group.

35 OPERATING SEGMENTS

(a) Business segments

Segment information is presented based on the Group's business segments which are also the Group's management and internal reporting structure.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Segment capital expenditure is the total cost incurred during the financial year to acquire segment assets that are expected to be used for more than 1 year.

Intersegment pricing is determined based on negotiated terms.

35 OPERATING SEGMENTS (continued)

(a) Business segments (continued)

The Group's operations comprise the following business segments:

Marine	:	Provision of marine transportation services
Logistics	:	Total logistic services provider including trading of freight, haulage, lorry and trucking, customs clearance and Inland Port operations
Others	:	Trading of goods, insurance agents and investment holding

2015	Logistics RM	Marine RM	Others RM	Elimination RM	Total RM
Revenue					
External revenue	104,480,800	18,919,267	3,797,784	-	127,197,851
Intersegment revenue	7,179,075	487,592	15,828,232	(23,494,899)	-
	111,659,875	19,406,859	19,626,016	(23,494,899)	127,197,851
Results					
Segment results	4,114,502	22,540,525	11,256,486	(25,895,075)	12,016,438
Depreciation	(5,487,909)	(669,566)	(352,863)	(814,643)	(7,324,981)
Interest income	78,487	2,670	193,348	-	274,505
Finance costs	(987,348)	-	(1,569)	-	(988,917)
Profit before tax	(2,282,268)	21,873,629	11,095,402	(26,709,718)	3,977,045
Tax expense	(2,983,537)	(38,272)	(308,641)	380,543	(2,949,907)
Profit after tax	(5,265,805)	21,835,357	10,786,761	(26,329,175)	1,027,138
Segment assets/ Total assets	91,215,191	20,253,314	105,116,076	(80,391,873)	136,192,708
Segment liabilities/ Total liabilities	47,769,797	5,858,267	13,165,298	(32,151,187)	34,642,175
Other information					
Capital expenditure	13,477,542	103,972	343,592	-	13,925,106
Other non-cash income	1,320,521	33,412,292	7,259,373	(41,118,661)	873,525
Other non-cash expenses	19,403,496	13,605,520	1,512,524	(20,049,025)	14,472,515

35 OPERATING SEGMENTS (continued)

(a) Business segements (continued)

2014	Logistics RM	Marine RM	Others RM	Elimination RM	Total RM
Revenue					
External revenue	96,072,620	23,452,731	3,448,797	-	122,974,148
Intersegment revenue	6,152,861	2,127,000	27,779,305	(36,059,166)	-
	102,225,481	25,579,731	31,228,102	(36,059,166)	122,974,148
Results					
Segment results	18,796,075	4,411,454	16,391,246	(13,112,010)	26,486,765
Depreciation	(5,864,975)	(822,172)	(340,892)	(1,445,310)	(8,473,349)
Interest income	85,541	7,935	100,971	-	194,447
Finance costs	(1,009,976)	-	(1,751)	-	(1,011,727)
Profit before tax	12,006,665	3,597,217	16,149,574	(14,557,320)	17,196,136
Tax expense	(2,162,906)	(548,065)	(275,997)	(77,384)	(3,064,352)
Profit after tax	9,843,759	3,049,152	15,873,577	(14,634,704)	14,131,784
Segment assets/ Total assets	88,360,525	35,706,760	94,695,563	(78,506,116)	140,256,732
Segment liabilities/ Total liabilities	37,049,346	41,647,070	11,270,909	(52,429,625)	37,537,700
Other information					
Capital expenditure	8,609,531	191,051	93,532	-	8,894,114
Other non-cash income	876,320	29,933	8,176	(371,209)	543,220
Other non-cash expenses	3,990,458	5,317,723	7,480,283	(15,873,023)	915,441

(b) Geographical segments

Geographical segment has not been presented as the Group's current activities are predominantly carried out in Malaysia.

(c) Major customers

Revenue from 1 (2014: 1) major customer in the logistics (2014: logistics) segment which amounted to RM21,125,601 (2014: RM17,029,252) is more than 16% (2014: 14%) of the Group's revenue.

36 FINANCIAL INSTRUMENTS

The Group's activities are exposed to a variety of market risks (including foreign currency risk, interest rate risk and equity price risk), credit risk and liquidity risk. The Group's overall financial risk management policy focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance.

36.1 Financial risk management policies

The Group's policies in respect of the major areas of treasury activity are as follows:

(a) Market risk

(i) Foreign currency risk

The Group is exposed to foreign currency risk on transactions and balances that are denominated in currencies other than Ringgit Malaysia. The currencies giving rise to this risk are primarily United States Dollar, Singapore Dollar, Australian Dollar and Indonesian Rupiah. Foreign currency risk is monitored closely on an ongoing basis to ensure that the net exposure is at an acceptable level.

The Group's exposure to foreign currency is as follows:

2015	United States Dollar RM	Singapore Dollar RM	Australian Dollar RM	Indonesian Rupiah RM	Ringgit Malaysia RM	Total RM
Financial assets						
Trade and other receivables	764,459	-	2,543	-	37,071,760	37,838,762
Cash and cash equivalents	654,502	-	-	733	15,293,941	15,949,176
	1,418,961	-	2,543	733	52,365,701	53,787,938
Financial liabilities						
Trade and other payables	(427,060)	(99,593)	(2,726)	-	(12,414,332)	(12,943,711)
Borrowings	-	-	-	-	(15,949,836)	(15,949,836)
Profit after tax	(427,060)	(99,593)	(2,726)	-	(28,364,168)	(28,893,547)
Net financial assets/(liabilities)	991,901	(99,593)	(183)	733	24,001,533	24,894,391
Less: Net financial assets/(liabilities) denominated in the respective entities functional currencies	-	-	-	-	(24,001,533)	(24,001,533)
Currency exposure	991,901	(99,593)	(183)	733	-	892,858

36 FINANCIAL INSTRUMENTS (continued)

36.1 Financial risk management policies (continued)

(a) Market risk (continued)

(i) Foreign currency risk (continued)

The Group's exposure to foreign currency is as follows:

2014	United States Dollar RM	Singapore Dollar RM	Australian Dollar RM	Indonesian Rupiah RM	Ringgit Malaysia RM	Total RM
Financial assets						
Trade and other receivables	704,980	-	-	258,889	33,974,305	34,938,174
Cash and cash equivalents	668,348	-	-	733	10,919,236	11,588,317
	1,373,328	-	-	259,622	44,893,541	46,526,491
Financial liabilities						
Trade and other payables	(332,098)	(223,804)	-	-	(13,526,362)	(14,082,264)
Borrowings	-	-	-	-	(16,750,794)	(16,750,794)
Profit after tax	(332,098)	(223,804)	-	-	(30,277,156)	(30,833,058)
Net financial assets/(liabilities)	1,041,230	(223,804)	-	259,622	14,616,385	15,693,433
Less: Net financial assets/(liabilities) denominated in the respective entities functional currencies	-	-	-	-	(14,616,385)	(14,616,385)
Currency exposure	1,041,230	(223,804)	-	259,622	-	1,077,048

36 FINANCIAL INSTRUMENTS (continued)

36.1 Financial risk management policies (continued)

(a) Market risk (continued)

(i) Foreign currency risk (continued)

Foreign currency risk sensitivity analysis

The following table details the sensitivity analysis to a reasonably possible change in the foreign currencies as at the end of the reporting period, with all other variables held constant:

Group	2015 Increase/ (Decrease) RM	2014 Increase/ (Decrease) RM
Effects on profit after tax/equity		
United States Dollar:		
strengthened by 5%	37,196	39,046
weakened by 5%	(37,196)	(39,046)
Singapore Dollar:		
strengthened by 5%	(3,735)	(8,393)
weakened by 5%	3,735	8,393
Australian Dollar:		
strengthened by 5%	(7)	-
weakened by 5%	7	-
Indonesian Rupiah:		
strengthened by 5%	27	9,736
weakened by 5%	(27)	(9,736)

(ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to interest rate risk arises mainly from interest-bearing financial assets and liabilities. The Group's policy is to obtain the most favourable interest rates available. Any surplus funds of the Group will be placed with licensed financial institutions to generate interest income.

Information relating to the Group's exposure to the interest rate risk of the financial liabilities is disclosed in Note 36.1(c).

36 FINANCIAL INSTRUMENTS (continued)

36.1 Financial risk management policies (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

Interest rate risk sensitivity analysis

The following table details the sensitivity analysis to a reasonably possible change in the interest rates as at the end of the reporting period, with all other variables held constant:

Group	2015 (Decrease)/ Increase RM	2014 (Decrease)/ Increase RM
Effects on profit after tax/equity		
Increase of 100 basis points (bp)	(62,969)	(83,745)
Decrease of 100 bp	62,969	83,745

(iii) Equity price risk

The Group does not have any quoted investments and hence is not exposed to equity price risk.

(b) Credit risk

The Group's exposure to credit risk, or the risk of counterparties defaulting, arises mainly from trade and other receivables. The Group manages its exposure to credit risk by the application of credit approvals, credit limits and monitoring procedures on an ongoing basis. For other financial assets (including quoted investments, cash and bank balances and derivatives), the Group minimises credit risk by dealing exclusively with high credit rating counterparties.

The Group establishes an allowance for impairment that represents its estimate of incurred losses in respect of the trade and other receivables as appropriate. The main components of this allowance are a specific loss component that relates to individually significant exposures, and a collective loss component established for groups of similar assets in respect of losses that have been incurred but not yet identified. Impairment is estimated by management based on prior experience and the current economic environment.

Credit risk concentration profile

The Group's major concentration of credit risk relates to the amount owing by 1 (2014: Nil) customer which constituted approximately 16.56% (2014: Nil) of its trade receivables as at the end of the reporting period.

Exposure to credit risk

As the Group does not hold any collateral, the maximum exposure to credit risk is represented by the carrying amount of the financial assets as at the end of the reporting period.

36 FINANCIAL INSTRUMENTS (continued)

36.1 Financial risk management policies (continued)

(b) Credit risk

Ageing analysis

The ageing analysis of the Group's trade receivables at the end of the reporting period is as follows:

Group	Gross amount RM	Individual impairment RM	Collective impairment RM	Carrying value RM
2015				
Not past due	23,187,956	-	-	23,187,956
Past due:				
less than 3 months	6,017,857	-	-	6,017,857
3 to 6 months	1,509,922	-	-	1,509,922
over 6 months	4,066,054	(2,068,887)	-	1,997,167
	34,781,789	(2,068,887)	-	32,712,902
2014				
Not past due	23,100,066	-	-	23,100,066
Past due:				
less than 3 months	5,096,698	-	-	5,096,698
3 to 6 months	1,775,966	-	-	1,775,966
over 6 months	3,458,002	(2,048,285)	-	1,409,717
	33,430,732	(2,048,285)	-	31,382,447

At the end of the reporting period, trade receivables that are individually impaired were those in significant financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancement.

The collective impairment allowance is determined based on estimated irrecoverable amounts from the sale of goods, determined by reference to past default experience.

Trade receivables that are past due but not impaired

The Group believes that no impairment allowance is necessary in respect of these trade receivables. They are substantially companies with good collection track record and no recent history of default.

Trade receivables that are neither past due nor impaired

A significant portion of trade receivables that are neither past due nor impaired are regular customers that have been transacting with the Group. The Group uses ageing analysis to monitor the credit quality of the trade receivables. Any receivables having significant balances past due or more than 120 days which are deemed to have higher credit risk, are monitored individually.

(c) Liquidity risk

Liquidity risk arises mainly from general funding and business activities. The Group practises prudent risk management by maintaining sufficient cash balances and the availability of funding through certain committed credit facilities.

36 FINANCIAL INSTRUMENTS (continued)

36.1 Financial risk management policies (continued)

(c) Liquidity risk (continued)

The following table sets out the maturity profile of the financial liabilities at the end of the reporting period based on contractual undiscounted cash flows (including interest payments computed using contractual rates or, if floating, based on the rates at the end of the reporting period):

Group	Weighted average effective rate %	Carrying amount RM	Contractual undiscounted cash flows RM	Within 1 year RM	1 - 5 years RM	Over 5 years RM
2015						
Bank overdraft	8.05	583,508	583,508	583,508	-	-
Hire purchase liabilities	5.46	7,553,997	8,003,761	4,572,054	3,431,707	-
Term loans	5.59	7,812,331	8,272,451	3,872,880	4,399,571	-
Trade and other payables	-	12,943,711	12,943,711	12,943,711	-	-
		28,893,547	29,803,431	21,972,153	7,831,278	-
2014						
Hire purchase liabilities	6.11	5,584,835	5,901,583	3,262,680	2,638,903	-
Term loans	5.22	11,165,959	12,099,493	3,872,880	8,226,613	-
Trade and other payables	-	14,082,264	14,082,264	14,082,264	-	-
		30,833,058	32,083,340	21,217,824	10,865,516	-
Company						
2015						
Other payables		3,469,052	3,469,052	3,469,052	-	-
2014						
Other payables		2,476,032	2,476,032	2,476,032	-	-

36 FINANCIAL INSTRUMENTS (continued)

36.2 Capital risk management

The Group manages its capital to ensure that entities within the Group will be able to maintain an optimal capital structure so as to support their businesses and maximise shareholders' value. To achieve this objective, the Group may make adjustments to the capital structure in view of changes in economic conditions, such as adjusting the amount of dividend payment, returning of capital to shareholders or issuing new shares.

The Group manages its capital based on debt-to-equity ratio. The Group's strategies were unchanged from the previous financial year. The debt-to-equity ratio is calculated as net debt divided by total shareholders' equity. Net debt is calculated as borrowings plus trade and other payables less cash and cash equivalents.

The debt-to-equity ratio of the Group as at the end of the reporting period is as follows:

Group	2015 RM	2014 RM
Trade and other payables	12,943,711	14,082,264
Borrowings (secured)	15,949,836	16,750,794
Less: Cash and cash equivalents	(15,949,176)	(11,588,317)
Net debt	12,944,371	19,244,741
Total shareholders' equity	101,124,981	102,380,509
Debt-to-equity ratio	0.13	0.19

Under the requirement of Bursa Malaysia Practice Note No. 17/2005, the Company is required to maintain a consolidated shareholders' equity (total equity attributable to owners of the Company) equal to or not less than the 25% of the issued and paid-up share capital (excluding treasury shares) and such shareholders' equity is not less than RM40 million. The Company has complied with this requirement.

36.3 Classification of financial instruments

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Financial assets				
Loans and receivables				
Trade and other receivables	37,838,762	34,938,174	24,071,539	20,926,909
Cash and cash equivalents	15,949,176	11,588,317	8,976,247	3,409,329
	53,787,938	46,526,491	33,047,786	24,336,238
Financial liabilities				
Other financial liabilities				
Trade and other payables	12,943,711	14,082,264	3,469,052	2,476,032
Borrowings (secured)	15,949,836	16,750,794	-	-
	28,893,547	30,833,058	3,469,052	2,476,032

36 FINANCIAL INSTRUMENTS (continued)

36.4 Fair value information

Other than those disclosed below, the fair values of the financial assets and financial liabilities maturing within the next 12 months approximated their carrying amounts due to the relatively short-term maturity of the financial instruments.

Group	Fair value of financial instruments carried at fair value			Fair value of financial instruments not carried at fair value			Total fair value	Carrying amount
	RM Level 1	RM Level 2	RM Level 3	RM Level 1	RM Level 2	RM Level 3	RM	RM
2015								
Financial liabilities								
Bank overdraft	-	-	-	-	583,508	-	583,508	583,508
Hire purchase liabilities	-	-	-	-	7,582,171	-	7,582,171	7,553,997
Term loans	-	-	-	-	7,812,331	-	7,812,331	7,812,331
2014								
Financial liabilities								
Hire purchase liabilities	-	-	-	-	5,413,182	-	5,413,182	5,584,835
Term loans	-	-	-	-	11,165,959	-	11,165,959	11,165,959

37 SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

The significant events during the financial year are as follows:

(a) On 1 December 2014, Guper Resources Sdn. Bhd., a wholly-owned subsidiary of the Company had entered into two (2) Sale and Purchase Agreements with Ecolex Sdn. Bhd. for the acquisition of two (2) parcels of vacant leasehold industrial land for a total consideration of RM13,407,500. The acquisition will be financed by two (2) fixed term loans totalling RM9,390,000 from Hong Leong Bank Berhad which are secured by a corporate guarantee of the Company.

(b) On 27 February 2015, Guper Integrated Logistics Sdn. Bhd. ("GIL"), a wholly-owned subsidiary of the Company had accepted a term loan facility of RM5,300,000 from CIMB Bank Berhad which is secured by a corporate guarantee of the Company to finance the purchase of operating equipment.

(c) On 17 March 2015, GIL had accepted a fixed rate industrial hire purchase facility of RM4,700,000 from CIMB FactorLease Berhad which is secured by a corporate guarantee of the Company to part finance the purchase of operating equipment.

38 SIGNIFICANT EVENTS OCCURRING AFTER THE REPORTING PERIOD

The significant events occurring after the reporting period are as follows:

(a) On 7 April 2015, GIL had accepted a fixed term loan facility of RM5,000,000 from Hong Leong Bank Berhad which is secured by a corporate guarantee of the Company to part finance the construction of a warehouse.

(b) On 24 April 2015, the Company had increased its issued and paid-up capital from RM60,736,000 to RM60,844,000 through the issuance of 216,000 new ordinary shares of RM0.50 each at an issue price of RM0.62 per share from the exercise of options under the Share Issuance Scheme. The new ordinary shares issued rank pari passu in all respects with the existing ordinary shares of the Company.

(c) On 28 May 2014, the Company had entered into a Sale and Purchase Agreement for the disposal of the entire equity interest in Gems Logistics Sdn Bhd ("GL") consisting of 100,000 ordinary shares of RM1.00 each for a cash consideration of RM1,500,000 and had on 11 July 2014, 24 October 2014, 6 January 2015 and 6 May 2015 agreed to extend the completion date of the disposal. GL will cease to be a wholly-owned subsidiary of the Company upon completion of the disposal which is expected to take effect at a date not later than 30 September 2015.

(d) On 16 June 2015, the Company had acquired 2 ordinary shares of RM1.00 each representing 100% of the entire issued and paid-up share capital of Guper Industrial Park Sdn. Bhd. ("GIP") for cash at par and in consequent thereof, GIP became a wholly-owned subsidiary of the Company.

(e) On 21 July 2015, the Company had increased its issued and paid-up capital from RM60,844,000 to RM60,954,000 through the issuance of 220,000 new ordinary shares of RM0.50 each at an issue price of RM0.62 per share from the exercise of options under the Share Issuance Scheme. The new ordinary shares issued rank pari passu in all respects with the existing ordinary shares of the Company.

39 COMPARATIVE FIGURES

The following comparative figures have been restated to conform with the current financial year's presentation:

Group	As previously reported RM	As restated RM
Statements of profit or loss and other comprehensive income		
Revenue	120,608,287	122,974,148
Cost of sales	91,013,886	99,725,244
Administrative expenses	7,829,425	6,406,211
Other expenses	8,602,529	3,680,246

40 SUPPLEMENTARY INFORMATION - DISCLOSURE OF REALISED AND UNREALISED PROFITS/LOSSES

The following breakdown of the retained earnings of the Group and the Company as at the end of the reporting period into realised and unrealised profits are presented in accordance with the directive issued by Bursa Malaysia Securities Berhad and prepared 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:

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Total retained earnings:				
Realised	78,716,969	60,283,360	22,988,722	17,270,152
Unrealised	(5,572,717)	(6,055,373)	-	-
	73,144,252	54,227,987	22,988,722	17,270,152
Less: Consolidation adjustments	(37,843,777)	(16,253,012)	-	-
At 31 March	35,300,475	37,974,975	22,988,722	17,270,152

List Of Properties
As At 31 March 2015

Registered Owner	Location	Description/ Existing Use	Tenure of Land	Land Area (m2)	Carrying Amount As At 31.3.15	Approximate Age of Building (Years)	Date of Acquisition
Complete Logistic Specialists Sdn Bhd	(i) No. 25, Jalan Berangan, 42000 Port Klang, Selangor Darul Ehsan.	Land/Building - 3 Storey Shophouse	Freehold	180	586,396	30	03.12.2013
	(ii) No. 27, Jalan Berangan, 42000 Port Klang, Selangor Darul Ehsan.	Land/Building - 3 Storey Shophouse	Freehold	180	496,764	30	12.11.2007
Guper Integrated Logistics Sdn Bhd	(i) PT3905	Vacant Land	Freehold	2,428	900,000	-	16.11.2007
	(ii) PT3906	Vacant Land	Freehold	2,613	950,000	-	16.11.2007
	(iii) Lot 60584	Vacant Land	Freehold	11,479	1,227,793	-	16.11.2007
	(iv) Lot 60585	Vacant Land	Freehold	10,196	1,090,563	-	16.11.2007
	(v) Lot 60586	Vacant Land	Freehold	10,196	1,090,563	-	16.11.2007
	(vi) Lot 60587	Vacant Land	Freehold	10,196	1,090,563	-	16.11.2007
	(vii) Lot 60588	Vacant Land	Freehold	14,164	1,514,980	-	16.11.2007
	(vii) Lot 60589 Nilai Industrial Estate, 71800 Nilai, Negeri Sembilan, Darul Khusus.	Land/Building - Container Yard, - Office Building, - Warehouse - Custom Complex	Freehold	63,440	16,626,672	19	16.11.2007
Gems Logistics Sdn Bhd	(i) Partial P2123, Percinct 2, Jalan FZ1 - P2, Port Klang Free Zone/KS 12, 42920 Pulau Indah, Selangor Darul Ehsan.	Warehouse	Leasehold (Expiring 18.10.2093)	4,047	1,488,00	5	31.01.2013
Guper Resources Sdn Bhd	(i) PLO No. 778, Zone 12A, Pasir Gudang Industrial Area, Plentong, Johor Bahru, Johor Darul Takzim.	Vacant Land	Leasehold (Expiring on 24.09.2072)	14,961	2,994,469	-	09.01.2012

Authorised Share Capital	:	RM100,000,000.00
Issued and Paid Up Share Capital	:	RM60,954,000.00
Class of Shares	:	Ordinary shares of RM0.50 each
Voting Rights	:	One (1) vote per share
Number of Shareholders	:	1,164

SIZE OF SHAREHOLDINGS

Size of Holdings	No of Shareholders	%	No of Shares *	%
Less than 100	5	0.43	106	-
100 - 1,000	180	15.46	150,894	0.12
1,001 - 10,000	626	53.78	3,283,300	2.70
10,001 - 100,000	291	25.00	9,981,300	8.21
100,001 to less than 5% of issued shares	57	4.90	34,041,000	28.00
5% and above of issued shares	5	0.43	74,132,100	60.97
Total	**1,164**	**100.00**	**121,588,700**	**100.00**

DIRECTORS' SHAREHOLDINGS

		Direct Interest		Indirect Interest	
No.	Name of Director	No. of Shares	% *	No. of Shares	% *
Ordinary Shares					
1	Law Hee Ling	13,794,500	11.35	45,571,100	37.48
2	Dato' Dr Ibrahim Bin Ahmad	200,000	0.16	11,000,000	9.05
3	Ng Yoon Kin	256,300	0.21	7,667,000	6.31
4	Chia Kah Ying	1,440,800	1.18	-	-
5	Law Hieng Ding	2,000	-	-	-
Shares Options of the Company #					
1	Law Hee Ling	400,000			
2	Dato' Dr Ibrahim Bin Ahmad	300,000			
3	Ng Yoon Kin	300,000			
4	Chia Kah Ying	400,000			

INFORMATION ON SUBSTANTIAL SHAREHOLDERS

		Direct Interest		Indirect Interest	
No.	Name of Director	No. of Shares	% *	No. of Shares	% *
1	Dolphin Assets Sdn Bhd	35,000,000	28.79	-	-
2	Law Hee Ling	13,794,500	11.35	45,571,100	37.48
3	Pusaka Unggul Sdn Bhd	11,000,000	9.05	-	-
4	Mesti Juara Sdn Bhd	7,560,000	6.22	-	-
5	Leon Law Li Yion	6,777,600	5.57	52,588,000	43.25
6	Dato' Dr Ibrahin Bin Ahmad	200,000	0.16	11,000,000	9.05
7	Datin Noraini Binti Mohammad Salleh	-	-	11,000,000	9.05
8	Haniza Binti Ibrahim	-	-	11,000,000	9.05
9	Intan Sufina Binti Ibrahim	-	-	11,000,000	9.05
10	Ng Yoon Kin	256,300	0.21	7,667,000	6.31
11	Liew Yoke May	107,000	0.09	7,816,300	6.43
12	Ng Yew See	-	-	7,923,300	6.52
13	Ng Chong Ngee	-	-	7,923,300	6.52
14	Ng Chong Kean	-	-	7,923,300	6.52

LIST OF TOP 30 SHAREHOLDERS

No.	Name	No of Shares	% *
1	Dolphin Assets Sdn Bhd	35,000,000	28.79
2	Law Hee Ling	13,794,500	11.35
3	Pusaka Unggul Sdn Bhd	11,000,000	9.05
4	Mesti Juara Sdn Bhd	7,560,000	6.22
5	Leon Law Li Yion	6,777,600	5.57
6	Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged securities account for Lim Chai Beng	3,953,200	3.25
7	Lim Lay Fong	3,793,500	3.12
8	Lembaga Tahung Haji	2,776,300	2.28
9	Lim Kok Onn	2,718,900	2.24
10	Amcorp Group Berhad	2,381,000	1.96
11	Tan Choon Leong	2,144,100	1.76
12	Chia Kah Ying	1,440,800	1.18
13	Sin Siew Wah	1,000,000	0.82
14	Tan Choon Leong	1,000,000	0.82
15	Kumtum Enterprises Sdn Bhd	988,900	0.81
16	UOBM Nominess (Tempatan) Sdn Bhd UOB Asset Management (Malaysia) Berhad for Gibraltar BSN Aggressive Fund	915,100	0.75
17	Affin Hwang Nominees (Tempatan) Sdn Bhd Pledged securities account for Yeow Kuei Chai	862,200	0.71
18	Chandra Sekaran A/L Subrayan	565,800	0.47
19	Kamarudin Bin Mohd Zain	523,900	0.43
20	Teng Chu Len	517,000	0.43
21	Affin Hwang Nominees (Tempatan) Sdn Bhd Pledged securities account for Hoh Soo Peng	480,000	0.39
22	Lau Pik	370,600	0.30
23	Young Wong @ Yeo Suan Sam	353,000	0.29
24	Ng Eng Leong	336,800	0.28
25	Loke Piak Toh @ Loke Ching Chong	325,000	0.27
26	HLIB Nominees (Tempatan) Sdn Bhd Hong Leong Bank Bhd for Foong Chee Hwa	323,300	0.27
27	Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged securities account for Allan Gan Chin Yong	313,000	0.26
28	Ding Choo King	300,100	0.25
29	Chong Voon Wei	282,000	0.23
30	Wong Ah Wah	277,200	0.23
	TOTAL	**103,073,800**	**84.78**

Note:

* Excluding a total of 319,300 ordinary shares of RM0.50 each bought back by the Company and retained as treasury shares..

\# Options over ordinary shares were granted pursuant to the Company's Share Issuance Scheme.

NOTICE IS HEREBY GIVEN that the Tenth (10th) Annual General Meeting of Complete Logistic Services Berhad will be held at Nilai Inland Port, 1st Floor, PT 3907, Nilai industrial Estate, 71800 Nilai, Negeri Sembilan on Tuesday, 22 September 2015 at 11.00 a.m. for the following purposes:-

AS ORDINARY BUSINESS

1. To receive the audited financial statements for the financial year ended 31March 2015 and the Reports of the Directors and Auditors thereon;

2. To approve the payment of Directors' fees of RM59,667 for the financial year ended 31 March 2015 (2014-RM67,344) and the payment of Directors' fees of not exceeding RM72,000 for the financial year ending 31 March 2016. **(Ordinary Resolution 1)**

3. To re-elect the following Directors retiring pursuant to Article 95 of the Articles of Association of the Company:
   (i) Chia Kah Ying; **(Ordinary Resolution 2)**
   (ii) Ng Yoon Kin; **(Ordinary Resolution 3)**

4. To re-elect Datuk Iskandar Bin Sarudin retiring pursuant to Article 101 of the Articles of Association of the Company; **(Ordinary Resolution 4)**

5. To re-appoint Tan Sri Dato' Seri Law Hieng Ding to hold office until the conclusion of the next Annual General Meeting of the Company pursuant to Section 129(6) of the Companies Act, 1965; **(Ordinary Resolution 5)**

6. To re-appoint Crowe Horwath as Auditors of the Company and to authorise the Directors to fix their remuneration; **(Ordinary Resolution 6)**

7. **SPECIAL BUSINESS**

   To consider and, if thought fit, to pass the following resolutions:

   (A) Authority to Allot and Issue Shares Pursuant to Section 132D of the Companies Act, 1965 ("Act")- General Allotment **(Ordinary Resolution 7)**

   "That pursuant to Section 132D of the Act, full authority be and is hereby given to the Directors to issue shares of the Company from time to time upon such terms and conditions and for such purposes as the Directors may in their absolute discretion deem fit provided that the aggregate number of shares to be issued pursuant to this resolution does not exceed ten percent (10%) of the issued share capital of the Company and that such authority shall continue in force until the conclusion of the next Annual General Meeting of the Company, and that the Directors be and are hereby empowered to obtain the approval of Bursa Malaysia Securities Berhad for the listing of and quotation for the new shares so issued." (See Explanatory Note 4 (i) on Special Business below)

   (B) Authority to Allot and Issue Shares Pursuant to Section 132D of the Companies Act, 1965 ("Act") - SIS Allotment **(Ordinary Resolution 8)**

   That pursuant to Section 132D of the Act, full authority be and is hereby given to the Directors to issue shares in the Company from time to time under the existing Share Issuance Scheme ("SIS") of the Company provided that the aggregate number of shares to be issued under this resolution does not exceed the amount approved under the SIS and that such authority shall continue in force until the conclusion of the next Annual General Meeting of the Company, and that the Directors be and are hereby empowered to obtain the approval of Bursa Malaysia Securities Berhad for the listing of and quotation for the additional shares so issued". (see Explanatory Note 4(ii) on Special Business below)

(C) Proposed Renewal of Shareholders' Mandate to Enable the Company to Purchase up to 10% of its Issued and Paid-up Share Capital ("Proposed Renewal of Share Buy-Back Authority") **(Ordinary Resolution 9)**

"That subject to the Companies Act, 1965 ("Act") rules, regulations and orders made pursuant to the Act, provisions of the Company's Memorandum and Articles of Association and the Listing Requirements of Bursa Securities ("Listing Requirements") and any other relevant authority, the Company be and is hereby authorised to purchase and/or hold such amount of ordinary shares of RM0.50 each in the Company's issued and paid-up share capital through Bursa Securities upon such terms and conditions as the Directors may deem fit in the interest of the Company provided that:-

(a) the aggregate number of shares so purchased and/or held pursuant to this ordinary resolution ("Purchased Shares") does not exceed ten percent (10%) of the total issued and paid-up share capital of the Company at any one time; and

(b) the maximum amount of funds to be allocated for the Purchased Shares shall not exceed the aggregate of the retained profits and share premium of the Company;

And that the authority conferred by this ordinary resolution shall be effective immediately upon passing of this ordinary resolution and shall continue in force until the conclusion of the next Annual General Meeting ("AGM") of the Company or the expiry of the period within which the next AGM of the Company is required by law to be held (whichever is earlier), unless earlier revoked or varied by ordinary resolution of the shareholders of the Company in general meeting, but shall not prejudice the completion of purchases(s) by the Company before that aforesaid expiry date and in any event in accordance with provisions of the Listing Requirements and other relevant authorities." (See Explanatory Note 4(iii) on Special Business below)

(D) Proposed Renewal of Existing Shareholders' Mandate for Recurrent Related Party Transactions ("RRPT") of a Revenue and/ or Trading Nature and New Mandate for Additional RRPT of a Revenue and/or Trading Nature ("Proposed Shareholders' Mandate for RRPT") **(Ordinary Resolution 10)**

"That authority be and is hereby given in line with Paragraph 10.09 of the Listing Requirements, for the Company, its subsidiaries or any of them to enter into any of the transactions falling within the types of the RRPT, particulars of which are set out in the Circular to Shareholders dated 25 August 2015 ("the Circular"), with the Related Parties as described in the Circular, provided that such transactions are of a revenue and/or trading nature, which are necessary for the day-to-day operations of the Company and/or its subsidiaries, within the ordinary course of business of the Company and/or its subsidiaries, made on at arm's length basis and on normal commercial terms which are generally available to the public and are not detrimental to the minority shareholders of the Company;

That such authority shall commence immediately upon the passing of this ordinary resolution and continue in force until:-

(a) the conclusion of the next Annual General Meeting ("AGM") of the Company following the general meeting at which the ordinary resolution for the Proposed Shareholders' Mandate for RRPT is passed, at which time it shall lapse, unless the authority is renewed by a resolution passed at that AGM; or

(b) the expiry of the period within which the next AGM is required by law to be held; or

(c) revoked or varied by ordinary resolution passed by the shareholders of the Company in general meeting,

whichever occurs first;

And that the Directors of the Company be authorised to complete and do all such acts and things (including executing all such documents as may be required) as they may consider expedient or necessary or give effect to the Proposed Shareholders' Mandate for RRPT". (See Explanatory Note 4(iv) on Special Business below)

8. To transact any other business of which notice shall have been given.

By Order of the Board
Complete Logistic Services Berhad

Chia Ong Leong (MIA 4797)
Company Secretary

Klang, Selangor Darul Ehsan
Dated: 25 August 2015

Notes:

1. Receiving of the Audited Financial Statements

   Item 1 of the Agenda is intended for discussion only as the provision of Section 169(1) of the Companies Act, 1965 does not require a formal approval of the shareholders of the Audited Financial Statements. As such this item is not put forward for voting.

2. Proposed Payment of Directors' fees

   Ordinary Resolution 1 proposed the payment of Dircetors fees of not exceeding RM72,000 for the financial year ending 31 March 2016. The proposed Ordinary Resolution 1 is to seek shareholders' approval to facilitate the payment of Directors' fees on current year basis. In the event the Directors' fees proposed is insufficient, the Board will seek the approval of shareholders at the next Annual General Meeting to meet the shortfall.

3. Form of Proxy

   (i) A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote in his stead. A proxy may but need not be a member of the Company.

   (ii) Where a member appoints two (2) proxies, the appointment shall be invalid unless he specifies the proportion of his shareholdings to be represented by each proxy.

   (iii) A member who is an authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991, may appoint one(1) proxy in respect of each securities account.

   (iv) Where a member is an exempt authorised nominee which holds shares in the Company for multiple beneficial owners in one securities account ("omnibus account") as defined under the Securities Industry (Central Depositories) Act 1991, there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds.

(v) The instrument appointing a proxy in the case of an individual shall be signed by the appointer or his attorney duly authorised in writing and in the case of a corporation, the instrument appointing a proxy must be under seal or under the hand of an officer or attorney duly authorised.

(vi) Only a member whose name appear in the Record of Depositors as at 14 September 2015 will be entitled to attend, speak and vote at the meeting or appoint a proxy to attend, speak and vote in his stead.

(vii) To be valid, the original instrument appointing a proxy must be deposited at the Registered Office of the Company at 82-F Jalan Pulasan, 41000 Klang, Selangor not less than 48 hours before the time appointed for holding the meeting and any adjournment thereof.

4. Explanatory Notes on Special Business:

(i) Ordinary Resolution 7 - Proposed renewal of authority for Directors to issue shares-General Allotment

Ordinary Resolution 7 is proposed for the purpose of granting a renewal of the general mandate for the issuance of shares by the Company under Section 132D of the Act. Ordinary Resolution 7, if passed, will give the Directors of the Company authority to issue ordinary shares in the Company at any time in their absolute discretion without convening a general meeting. The authorisation, unless revoked or varied by the Company at a general meeting, will expire at the conclusion of the next AGM of the Company.

The Company had, at the 9th AGM held on 25 September 2014, obtained its shareholders' approval for the general mandate for the issuance of shares pursuant to Section 132 D of the Act. The Company did not issue any new shares pursuant to this mandate obtained as at the date of this notice. Ordinary Resolution 7 is a renewal of the general mandate. At this juncture, there is no decision to issue new shares. Should there be a decision to issue new shares after the general mandate is obtained, an announcement will be made by the Company in respect of the purpose and utilisation of proceeds arising from such issue.

The general mandate, if granted, will provide flexibility to the Company for any possible fund raising activities, including but not limited to placing of shares, for the purpose of funding future investment project(s), working capital and/or acquisition(s).

(ii) Ordinary Resolution 8 – Proposed authority for Directors to issue shares – SIS Allotment.

Ordinary Resolution 8 is proposed for the purpose of granting Directors of the Company authority to allot and issue ordinary shares in the Company at any time to those employees who have exercised their options under the Share Issuance Scheme (SIS).

(iii) Ordinary Resolution 9 – Proposed renewal of the share buy-back authority.

Ordinary Resolution 9, if passed, will enable the Company to utilise any of its surplus financial resources to purchase its own shares through Bursa Securities up to 10% of the issued and paid-up capital of the Company. This authority will, unless revoked or varied at a general meeting, expire at the conclusion of the next AGM of the Company.

Further information on the proposed renewal of the share buy-back authority are set out in the Statement to Shareholders of the Company dated 25 August 2015, which is dispatched together with the Company's 2015 Annual Report.

(iv) Ordinary Resolution 10 - Proposed shareholders' mandate for RRPT.

Ordinary Resolution 10, if passed, is primarily to authorise the Company and/or its unlisted subsidiaries to enter into arrangements or transactions with Related Parties, particulars of which are set out in Section 4 of the Circular to Shareholders dated 25 August 2015, which is dispatched together with the Company's 2015 Annual Report, which are necessary for the day-to-day operations of the Group and are based on normal commercial terms that are not more favourable to the Related Parties than those generally made available to the public.

1. Details of the following Directors who are standing for either re-election or re-appointment in Agenda 3, 4 and 5 of the Notice of the Tenth Annual General Meeting are set out in the Profile of Directors appearing on pages 9 to 11 of this Report.

   (i) Chia Kah Ying
   (ii) Ng Yoon Kin
   (iii) Datuk Iskandar Bin Sarudin
   (iv) Tan Sri Dato' Seri Law Hieng Ding

2. Details of attendance of Directors at Board Meetings.

   Five (5) Board meetings were held during the financial year ended 31 March 2015. Details of the attendance of Directors are as follows:

Directors	**No. of Meetings attended**
Dato' Dr Ibrahim Bin Ahmad	5/5
Law Hee Ling	5/5
Lim Kok Onn *(Retired on 25 September 2014)*	3/3
Chia Kah Ying	5/5
Ng Yoon Kin	5/5
Tan Sri Dato' Seri Law Hieng Ding	5/5
Yet Kiong Siang	5/5
Vice Admiral (R) Datuk Haji Jamil Bin Haji Osman *(Retired on 25 September 2014)*	1/3
Datuk Iskandar Bin Sarudin *(Appointed on 8 April 2015)*	-

3. Place, date and time of Board meeting

	Place of meeting	**Date**	**Time**
(i)	No. 25, Jalan Berangan, 42000 Port Klang.	28/05/2014	11.15 a.m.
(ii)	Nilai Inland Port, PT 3907 Nilai Industrial Estate, 71800 Nilai.	22/07/2014	11.00 a.m.
(iii)	Nilai Inland Port, PT 3907 Nilai Industrial Estate, 71800 Nilai.	26/08/2014	11.00 a.m.
(iv)	No. 25, Jalan Berangan, 42000 Port Klang.	26/11/2014	12.15 p.m.
(v)	Nilai Inland Port, PT 3907 Nilai Industrial Estate, 71800 Nilai.	16/02/2015	10.15 a.m.

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PROXY FORM

COMPLETE LOGISTIC SERVICES BERHAD (716241-X)

A. I/We ____
(FULL NAME IN CAPITALS)

of ____
(ADDRESS)

being a member/members of COMPLETE LOGISTIC SERVICES BERHAD, hereby appoint ____
(FULL NAME)

of ____
(ADDRESS)

Where it is decided to appoint a second proxy, this section must also be completed. Otherwise it should be deleted.

B. I/We ____
(FULL NAME IN CAPITALS)

of ____
(ADDRESS)

being a member/members of COMPLETE LOGISTIC SERVICES BERHAD, hereby appoint ____
(FULL NAME)

of ____
(ADDRESS)

or failing him/her THE CHAIRMAN OF THE MEETING as my/our first proxy, to vote for me/us and on my/our behalf, at the Tenth Annual General Meeting of the Company, to be held at Nilai Inland Port, 1st Floor, PT 3907, Nilai Industrial Estate, 71800 Nilai, Negeri Sembilan on Tuesday, 22 September 2015 at 11.00 a.m. and at any adjournment thereof.

The proportions of my/our holdings to be represented by my/our proxies are as follows:-

Proxy A Proxy B	% % 100%	In case of a vote by a show of hands, Proxy A*/Proxy B* shall vote on my/our behalf

Resolutions		First Proxy A		Second Proxy B	
		For	Against	For	Against
AS ORDINARY BUSINESS:					
	To receive the 2015 Audited Financial Statements and Reports				
Ordinary Resolution 1	To approve Directors' Fees amounting to RM59,667 for the financial year ended 31 March 2015 (2014: RM67,344) and the payment of Directors' fees of not exceeding RM72,000 for the financial year ending 31 March 2016				
	To re-elect the following Directors who retires in accordance with Article 95 of the Company's Articles of Association:				
Ordinary Resolution 2	(i) Chia Kah Ying; and				
Ordinary Resolution 3	(ii) Ng Yoon Kin				
Ordinary Resolution 4	To re-elect Datuk Iskandar Bin Sarudin who retires in accordance with Article 101 of the Company's Articles of Association.				
Ordinary Resolution 5	To re-appoint Tan Sri Dato' Seri Law Hieng Ding as a Director of the Company under Section 129(6) of the Companies Act, 1965				
Ordinary Resolution 6	To re-appoint Messrs Crowe Horwath as Auditors of the Company and to authorize the Directors to fix their remuneration.				
AS SPECIAL BUSINESS:					
Ordinary Resolution 7	(a) To approve authority for Directors to allot and issue shares – General Allotment				
Ordinary Resolution 8	(b) To approve authority for Directors to allot and issue shares – SIS Allotment				
Ordinary Resolution 9	(c) To renew mandate for share buy back				
Ordinary Resolution 10	(d) To renew mandate for RRPT				

Please indicate with "X" on the spaces provided on how you wish your votes to be cast. In the absence of specific directions, your proxy will vote or abstain from voting at his discretion.

Dated this_____________day of ______________2015.

CDS Account No.	
No. of Shares held	

____
Signature of Member(s)/Common Seal

Notes

(i) A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote in his stead. A proxy may but need not be a member of the Company.
(ii) Where a member appoints two (2) proxies, the appointment shall be invalid unless he specifies the proportion of his shareholdings to be represented by each proxy.
(iii) A member who is an authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991, may appoint one (1) proxy in respect of each securities account.
(iv) Where a member is an exempt authorised nominee which holds shares in the Company for multiple beneficial owners in one securities account ("omnibus account") as defined under the Securities Industry (Central Depositories) Act 1991, there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds.
(v) The instrument appointing a proxy in the case of an individual shall be signed by the appointer or his attorney duly authorize in writing and in the case of a corporation, the instrument appointing a proxy must be under seal or under the hand of an officer or attorney duly authorised.
(vi) Only a member whose name appear in the Record of Depositors as at 14 September 2015 will be entitled to attend and vote at the meeting or appoint a proxy to attend and vote in his stead.
(vii) To be valid, the original instrument appointing a proxy must be deposited at the Registered Office of the Company at 82-F, Jalan Pulasan, 41000 Klang, Selangor not less than 48 hours before the time appointed for holding the meeting and any adjournment thereof.

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STAMP

THE COMPANY SECRETARIES
COMPLETE LOGISTIC SERVICES BERHAD

82-F JALAN PULASAN
41000 KLANG
SELANGOR DARUL EHSAN

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COMPLETE LOGISTIC SERVICES BERHAD (716241-X)

No.25, Jalan Berangan, 42000 Port Klang
Selangor Darul Ehsan, Malaysia

Tel : +603 3168 0757
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