



COMPLETE LOGISTIC SERVICES BERHAD (716241-X)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND FINANCIAL YEAR ENDED 31 MARCH 2016

26 May 2016

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COMPLETE LOGISTIC SERVICES BERHAD (716241-X)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2016

RM'000	Note	As at 31.03.2016 Unaudited	As at 31.03.2015 Audited
Assets			
Property, plant and equipment		96,528	80,594
Goodwill on consolidation		-	272
Non-current assets		96,528	80,866
Inventories		854	314
Trade and other receivables		33,070	39,064
Tax recoverable		1,564	-
Cash and cash equivalents		21,738	15,949
Current assets		57,226	55,327
Total assets		153,754	136,193
Equity and liabilities			
Share capital		61,219	60,736
Treasury shares		(131)	(131)
Other reserves		5,631	5,220
Retained earnings	19	51,529	35,300
Equity attributable to owners of the Company		118,248	101,125
Non-controlling interest		535	425
Total equity		118,783	101,550
Borrowings (secured)	21	10,997	7,583
Deferred tax liabilities		4,788	5,578
Non-current liabilities		15,785	13,161
Trade and other payables		9,662	12,944
Borrowings (secured)	21	9,524	8,367
Tax liabilities		-	171
Current liabilities		19,186	21,482
Total liabilities		34,971	34,643
Total equity and liabilities		153,754	136,193
Net assets per share attributable to owners of the Company (RM)		0.97	0.84

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

COMPLETE LOGISTIC SERVICES BERHAD (716241-X)
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**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER AND FINANCIAL YEAR ENDED 31 MARCH 2016**
(These figures have not been audited)

RM'000	Note	3 months ended		12 months ended	
		31.03.2016	31.03.2015	31.03.2016	31.03.2015
Revenue	7	31,754	29,268	125,696	127,293
Cost of sales		(24,521)	(23,140)	(98,898)	(101,435)
Gross profit		7,233	6,128	26,798	25,858
Other income		376	858	2,097	2,421
Marketing and distribution costs		(251)	(169)	(820)	(727)
Administration expenses		(1,657)	(1,731)	(6,134)	(6,919)
Other expenses		(1,812)	(13,387)	(4,040)	(15,668)
Finance costs		(323)	(263)	(1,113)	(989)
Profit/(Loss) before tax	26	3,566	(8,564)	16,788	3,976
Tax expense	18	(227)	(424)	(449)	(2,949)
Profit/(Loss) after tax		3,339	(8,988)	16,339	1,027
Other comprehensive income		-	-	-	-
Total comprehensive income/(expense)		3,339	(8,988)	16,339	1,027
Profit/(Loss) attributable to:					
Owners of the Company		3,300	(9,034)	16,229	905
Non-controlling interest		39	46	110	122
Profit/(Loss) after tax		3,339	(8,988)	16,339	1,027
Total comprehensive income/(expense) attributable to:					
Owners of the Company		3,300	(9,034)	16,229	905
Non-controlling interest		39	46	110	122
		3,339	(8,988)	16,339	1,027
Earnings/(Loss) per share attributable to owners of the Company:					
Basic (sen)	24	2.7	(7.5)	13.3	0.8
Diluted (sen)	24	2.6	(7.6)	13.2	0.7

The above condensed consolidated income statement should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

COMPLETE LOGISTIC SERVICES BERHAD (716241-X)
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016
(These figures have not been audited)

RM'000	Attributable to owners of the Company						Total	Non-controlling interest	Total equity
	Share capital	Treasury shares	Share premium	Share issuance scheme reserve	Retained earnings	Non-Distributable			
At 1 April 2015	60,736	(131)	4,502	718	35,300		101,125	425	101,550
Total comprehensive income for the financial year	-	-	-	-	16,229		16,229	110	16,339
Issuance of shares	483	-	116	-	-		599	-	599
Share option value	-	-	-	295	-		295	-	295
At 31 March 2016	61,219	(131)	4,618	1,013	51,529		118,248	535	118,783
At 1 April 2014	60,000	(131)	4,325	211	37,975		102,380	338	102,718
Total comprehensive income for the financial year	-	-	-	-	905		905	122	1,027
Issuance of shares	736	-	177	-	-		913	-	913
Dividends	-	-	-	-	(3,616)		(3,616)	(35)	(3,651)
Share option value	-	-	-	543	-		543	-	543
Share option forfeited	-	-	-	(36)	36		-	-	-
At 31 March 2015	60,736	(131)	4,502	718	35,300		101,125	425	101,550

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

COMPLETE LOGISTIC SERVICES BERHAD (716241-X)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016
(These figures have not been audited)

RM'000	31.03.2016	31.03.2015
Cash flows from operating activities		
Profit before tax	16,788	3,976
Adjustments for:		
Non-cash items	8,231	7,923
Non-operating items	897	13,007
Interest income	(507)	(275)
Interest expense	1,113	742
Operating profit before working capital changes	26,522	25,373
Changes in working capital:		
Inventories	(540)	62
Receivables	5,337	(3,249)
Payables	(3,282)	(1,310)
Cash generated from operations	28,037	20,876
Net tax paid	(2,975)	(3,668)
Net cash from operating activities	25,062	17,208
Cash flows from investing activities		
Interest received	507	275
Purchase of property, plant and equipment	(22,305)	(7,517)
Proceeds from disposal of property, plant and equipment	422	5,014
Proceeds from issuance of shares	599	913
Net cash used in investing activities	(20,777)	(1,315)
Cash flows from financing activities		
Additional fixed deposits pledged to licensed bank	(18)	(3)
Dividend paid	-	(3,650)
Drawdown of term loan	12,835	-
Interest paid	(1,113)	(742)
Net repayment of borrowings	(9,688)	(7,793)
Repayment to a director	-	69
Net cash from/(used in) financing activities	2,016	(12,119)
Net changes in cash and cash equivalents	6,301	3,774
Cash and cash equivalents at the beginning of financial year	15,095	11,321
Cash and cash equivalents at the end of financial year	21,396	15,095
Analysis of cash and cash equivalents		
Fixed deposits	11,940	8,790
Cash and bank balances	9,798	7,159
	21,738	15,949
Bank overdraft	(53)	(584)
Fixed deposits pledged to licensed bank	(289)	(270)
	21,396	15,095

The above condensed consolidated statement of cash flow should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

COMPLETE LOGISTIC SERVICES BERHAD (716241-X)
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PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

1 Basis Of Preparation

This unaudited interim financial report has been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2015.

The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 March 2015 except for the following new MFRS, Amendments to MFRS and IC Interpretations to be applied by the Group for the financial periods beginning on or after 1 April 2015:

- Amendments to MFRS119 Employee Benefits - Defined Benefit Plans: Employee Contributions
- Annual Improvements to MFRSs 2010 – 2012 Cycle
- Annual Improvements to MFRSs 2011 – 2013 Cycle

The adoption of the above pronouncements did not have any significant effects on this interim financial report upon their initial application.

The Group has not adopted the following Amendments to MFRS that have been issued but not yet effective:

- MFRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)
- MFRS 15 Revenue from Contracts with Customers
- Amendments to MFRS 10 and MFRS 128 (2011): Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint Operations
- Amendments to MFRS 10, MFRS 12 and MFRS 128 (2011): Investment Entities – Applying the Consolidation Exception
- Amendments to MFRS 15: Effective Date of MFRS 15
- Amendments to MFRS 101: Presentation of Financial Statements – Disclosure Initiative
- Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation
- Amendments to MFRS 116 and MFRS 141: Agriculture – Bearer Plants
- Amendments to MFRS 127 (2011): Equity Method in Separate Financial Statements
- Annual Improvements to MFRSs 2012 – 2014 Cycle

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any significant effects to the Group upon their initial application.

2 Seasonality Or Cyclicity Of Operations

The business operations of the Group are subject to the forces of supply and demand and thus, could display cyclical trends.

3 Unusual Items Due To Their Nature, Size Or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter and financial year ended 31 March 2016.

4 Significant Estimates And Changes In Estimates

There were no changes in estimates that had any material effects on the quarter and financial year ended 31 March 2016.

5 Debt And Equity Securities

During the current quarter, the Company had increased its issued and paid-up share capital from RM60,954,000 to RM61,219,000 through the issuance of 530,000 new ordinary shares of RM0.50 each at 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.

Save as disclosed above, there were no other issuances, repurchases or repayments of debt and equity securities during the quarter and financial year ended 31 March 2016.

6 Dividends Paid

There were no dividends paid during the current and previous corresponding quarter.

7 Segmental Information

The Group's operations comprise the following business segments:

Logistics : Total logistic services provider including trading of freight, haulage, lorry and trucking, custom clearance and Inland Port operation

Shipping : Provision of marine transportation services

Others : Trading of goods, insurance agency and investment holding

RM'000	Logistics	Shipping	Others	Total	Elimination	Group
Results For 3 Months Ended						
31 March 2016						
External revenue	24,620	4,712	2,422	31,754	-	31,754
Intersegment revenue	730	111	2,351	3,192	(3,192)	-
Total revenue	25,350	4,823	4,773	34,946	(3,192)	31,754
Segment profit	4,090	1,591	(62)	5,619	-	5,619
Depreciation	(1,494)	(59)	(123)	(1,676)	(200)	(1,876)
Interest income	25	1	120	146	-	146
Finance costs	(222)	-	(101)	(323)	-	(323)
Profit/(Loss) before tax	2,399	1,533	(166)	3,766	(200)	3,566
Tax expense	(285)	80	(72)	(277)	50	(227)
Profit/(Loss) after tax	2,114	1,613	(238)	3,489	(150)	3,339

7 Segmental Information (continued)

RM'000	Logistics	Shipping	Others	Total	Elimination	Group
Results For 3 Months Ended						
31 March 2015						
External revenue	23,730	4,313	1,225	29,268	-	29,268
Intersegment revenue	2,806	(107)	5,071	7,770	(7,770)	-
Total revenue	26,536	4,206	6,296	37,038	(7,770)	29,268
Segment profit	5,074	(10,526)	2,504	(2,948)	(3,810)	(6,758)
Depreciation	(1,426)	(155)	(90)	(1,671)	24	(1,647)
Interest income	36	1	67	104	-	104
Finance costs	(263)	-	-	(263)	-	(263)
Profit/(Loss) before tax	3,421	(10,680)	2,481	(4,778)	(3,786)	(8,564)
Tax expense	(783)	244	(19)	(558)	134	(424)
Profit/(Loss) after tax	2,638	(10,436)	2,462	(5,336)	(3,652)	(8,988)
Results For 12 Months Ended						
31 March 2016						
External revenue	99,943	17,363	8,390	125,696	-	125,696
Intersegment revenue	5,794	269	11,900	17,963	(17,963)	-
Total revenue	105,737	17,632	20,290	143,659	(17,963)	125,696
Segment profit	18,972	4,737	3,685	27,394	(2,722)	24,672
Depreciation	(5,805)	(244)	(427)	(6,476)	(802)	(7,278)
Interest income	95	3	409	507	-	507
Finance costs	(863)	-	(250)	(1,113)	-	(1,113)
Profit before tax	12,399	4,496	3,417	20,312	(3,524)	16,788
Tax expense	(2,004)	1,236	(258)	(1,026)	577	(449)
Profit after tax	10,395	5,732	3,159	19,286	(2,947)	16,339
31 March 2015						
External revenue	104,582	18,919	3,792	127,293	-	127,293
Intersegment revenue	7,099	487	15,834	23,420	(23,420)	-
Total revenue	111,681	19,406	19,626	150,713	(23,420)	127,293
Segment profit	22,446	(7,796)	4,374	19,024	(7,009)	12,015
Depreciation	(5,487)	(670)	(353)	(6,510)	(815)	(7,325)
Interest income	79	3	193	275	-	275
Finance costs	(989)	-	-	(989)	-	(989)
Profit/(Loss) before tax	16,049	(8,463)	4,214	11,800	(7,824)	3,976
Tax expense	(2,983)	(38)	(308)	(3,329)	380	(2,949)
Profit/(Loss) after tax	13,066	(8,501)	3,906	8,471	(7,444)	1,027
Assets and Liabilities As At						
31 March 2016						
Segment/Total assets	92,009	24,209	121,712	237,930	(84,176)	153,754
Segment/Total liabilities	39,474	4,931	26,665	71,070	(36,099)	34,971
31 March 2015						
Segment/Total assets	97,200	34,630	92,684	224,514	(79,825)	144,689
Segment/Total liabilities	36,059	40,135	10,513	86,707	(52,121)	34,586

8 Related Party Disclosures

Significant recurrent related party transactions are as follows:

RM'000	3 months ended		12 months ended	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015
Companies in which certain Directors have interests:				
Revenue from services rendered	1,525	1,474	6,550	6,127
Forwarding service charges payable	(53)	514	891	2,060
Fuel payable	484	276	3,847	845
Spare parts payable	(7)	95	109	174
Rental income receivable	6	8	24	24
Warehouse expense payable	19	12	68	62

The Directors are of the opinion that the above transactions have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

9 Valuation of Property, Plant and Equipment

There was no valuation on property, plant and equipment during the current and previous corresponding quarter.

10 Capital Commitments

As at the end of the reporting quarter, the Group has approved and contracted for capital commitments of RM2.09 million in respect of property, plant and equipment.

11 Contingent Assets And Liabilities

There were no changes in contingent liabilities and contingent assets since the end of last financial year.

12 Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter.

13 Events After The Reporting Period

On 12 April 2016, the Company had entered into a Sale and Purchase Agreement for the acquisition of 100% equity interest in Ultra Trinity Sdn Bhd ("UT"), consisting of 1,000,000 ordinary shares of RM1.00 each for a total consideration of RM480,000. The acquisition is a related party transaction. Upon completion of the acquisition, UT will be a wholly owned subsidiary of CLSB.

Save as disclosed above, there were no other material events subsequent to the end of the current quarter.

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**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

14 Analysis Of Performance - Comparison With Preceding Year Corresponding Quarter

During the quarter under review, the Group recorded an increase in revenue of RM2.49 million compared to the preceding year corresponding quarter (“corresponding quarter”). In terms of financial results, the Group reported a pre-tax profit of RM3.57 million for the current quarter compared to a pre-tax loss of RM8.56 million resulted from the impairment losses on the Group's vessels of RM12.36 million in the corresponding quarter.

(a) Logistics

The logistics segment registered a revenue of RM25.35 million, a decrease of RM1.19 million compared to the corresponding quarter. In line with the decrease in revenue for the current quarter, the logistic segment reported a lower pre-tax profit of RM2.40 million, a decline of RM1.02 million compared to the corresponding quarter.

(b) Shipping

As a result of the improvement in shipping business activities, the shipping segment posted a pre-tax profit of RM1.53 million for the current quarter.

15 Comparison With Immediate Preceding Quarter

RM'000	3 months ended		Variance
	31.03.2016	31.12.2015	
Revenue	31,754	31,014	740
Profit before tax	3,566	3,886	(320)

As compared to the immediate preceding quarter, revenue increased by RM0.74 million was mainly due to the improvement in shipping activities during the current quarter.

Pre-tax profit for the current quarter decreased by RM0.32 million compared to the immediate preceding quarter mainly caused by the decline in logistic activities during the festive holiday season.

16 Commentary On Prospects

The Board expects business to be slow and challenging in the next financial year. The Group will stay focused on the logistics business while continuing to explore new business opportunities that will enhance the growth of the Group. Barring unforeseen circumstances, the Board is optimistic that the financial performance for the next financial year will remain positive.

17 Profit Forecast

Not applicable.

18 Tax Expense

RM'000	3 months ended		12 months ended	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015
Income tax				
Current period	361	1,162	2,235	3,526
Overprovision in prior years	(34)	(132)	(996)	(108)
Deferred tax				
Current period	445	(694)	(245)	(557)
(Over)/Underprovision in prior years	(545)	88	(545)	88
Total tax expense	227	424	449	2,949

Income tax is calculated at the statutory tax rate of 24% on the estimated assessable profit for the period. The effective tax rate of the Group is lower than the statutory tax rate mainly due to the tax exemption on shipping income from certain subsidiaries of the Company under Section 54A of the Income Tax Act 1967. The overprovision of tax expense in prior years was mainly due to tax incentive not claimed earlier.

19 Retained Earnings

RM'000	As at	As at
	31.03.2016	31.03.2015
Realised	94,767	78,717
Unrealised	(4,788)	(5,573)
	89,979	73,144
Consolidation adjustments	(38,450)	(37,844)
Total retained earnings	51,529	35,300

20 Corporate Proposals

There were no corporate proposals announced as at the reporting date.

21 Borrowings (secured)

RM'000	As at	As at
	31.03.2016	31.03.2015
Short term borrowings:		
Bank overdraft	53	584
Hire purchase	3,307	4,250
Term loans	6,164	3,533
	9,524	8,367
Long term borrowings:		
Hire purchase	1,383	3,304
Term loans	9,614	4,279
	10,997	7,583
Total borrowings	20,521	15,950

22 Changes In Material Litigation

There was no material litigation against the Group as at the reporting date.

23 Proposed Dividend

No dividend has been proposed during the current quarter.

24 Earnings Per Share ("EPS")

	3 months ended		12 months ended	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015
Profit attributable to Owners of the Company (RM'000)	3,300	(9,034)	16,229	905
Weighted average number of ordinary shares in issue ('000)	121,598	120,374	121,598	120,374
Effect of dilution ('000)	1,052	1,127	1,052	1,127
Adjusted weighted average number of ordinary shares in issue ('000)	122,650	121,501	122,650	121,501
Basic EPS (sen)	2.7	(7.5)	13.3	0.8
Diluted EPS (sen)	2.6	(7.6)	13.2	0.7

25 Auditors' Report On Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 March 2015 was unqualified.

26 Profit/(Loss) Before Tax

RM'000	3 months ended		12 months ended	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015
Profit/(Loss) before tax is arrived at after crediting/(charging):				
Depreciation	(1,876)	(1,647)	(7,278)	(7,325)
Impairment of property, plant and equipment	(356)	(12,358)	(356)	(12,358)
Interest expense	(323)	(263)	(1,113)	(989)
Interest income	146	104	507	275
Other income	230	754	1,590	2,146
Provision for and write off of receivables	(425)	(158)	(425)	(158)
Realised gain/(loss) in foreign exchange	(171)	(13)	133	(93)
Unrealised gain/(loss) in foreign exchange	(76)	5	(68)	5

Save as disclosed above, there were no other material gain or loss on disposal of quoted or unquoted investment or real properties, gain or loss on derivatives or exceptional item for current quarter under review.

27 Authorised For Issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 26 May 2016.