



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

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2017**

**23 August 2017**

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

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2017**

<b>RM'000</b>	<b>Note</b>	<b>As at 30.06.2017 Unaudited</b>	<b>As at 31.03.2017 Audited</b>
<b>Assets</b>			
Property, plant and equipment		128,441	122,522
<b>Non-current assets</b>		<b>128,441</b>	<b>122,522</b>
Inventories		977	1,075
Trade and other receivables		34,450	32,681
Tax recoverable		1,621	1,499
Cash and cash equivalents		7,490	9,062
<b>Current assets</b>		<b>44,538</b>	<b>44,317</b>
<b>Total assets</b>		<b>172,979</b>	<b>166,839</b>
<b>Equity and liabilities</b>			
Share capital		67,464	67,464
Treasury shares		(131)	(131)
Other reserves		495	451
Retained earnings	19	62,215	61,073
Equity attributable to owners of the Company		130,043	128,857
Non-controlling interests		715	688
<b>Total equity</b>		<b>130,758</b>	<b>129,545</b>
Borrowings (secured)	21	13,363	11,330
Deferred tax liabilities		5,516	5,480
<b>Non-current liabilities</b>		<b>18,879</b>	<b>16,810</b>
Trade and other payables		14,383	15,545
Borrowings (secured)	21	8,959	4,939
<b>Current liabilities</b>		<b>23,342</b>	<b>20,484</b>
<b>Total liabilities</b>		<b>42,221</b>	<b>37,294</b>
<b>Total equity and liabilities</b>		<b>172,979</b>	<b>166,839</b>
<b>Net assets per share attributable to owners of the Company (RM)</b>		<b>1.05</b>	<b>1.05</b>

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)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 30 JUNE 2017**

(These figures have not been audited)

RM'000	Note	Current quarter 3 months ended		Cumulative quarter 3 months ended	
		30.06.2017	30.06.2016	30.06.2017	30.06.2016
Revenue		29,085	29,739	29,085	29,739
Cost of sales		(25,165)	(23,675)	(25,165)	(23,675)
Gross profit		3,920	6,064	3,920	6,064
Other income		133	639	133	639
Marketing and distribution costs		(177)	(176)	(177)	(176)
Administration expenses		(1,461)	(1,547)	(1,461)	(1,547)
Other expenses		(699)	(488)	(699)	(488)
Finance costs		(206)	(295)	(206)	(295)
Profit before tax		1,510	4,197	1,510	4,197
Tax expense	18	(341)	(811)	(341)	(811)
<b>Profit for the period</b>		<b>1,169</b>	<b>3,386</b>	<b>1,169</b>	<b>3,386</b>
Other comprehensive income		-	-	-	-
<b>Total comprehensive income</b>		<b>1,169</b>	<b>3,386</b>	<b>1,169</b>	<b>3,386</b>
<b>Profit attributable to:</b>					
Owners of the Company		1,142	3,340	1,142	3,340
Non-controlling interest		27	46	27	46
<b>Profit for the period</b>		<b>1,169</b>	<b>3,386</b>	<b>1,169</b>	<b>3,386</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		1,142	3,340	1,142	3,340
Non-controlling interest		27	46	27	46
		<b>1,169</b>	<b>3,386</b>	<b>1,169</b>	<b>3,386</b>
<b>Earnings per share attributable to owners of the Company:</b>					
Basic (sen)	24	0.9	2.7	0.9	2.7
Diluted (sen)	24	0.9	2.7	0.9	2.7

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)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2017**  
(These figures have not been audited)

RM'000	Attributable to owners of the Company						Non-controlling interests	Total equity
	Non-Distributable			Distributable				
	Share capital	Treasury shares	Share premium	Share option reserve	Retained earnings	Total		
<b>At 1 April 2017</b>	67,464	(131)	-	451	61,073	128,857	688	129,545
Total comprehensive income	-	-	-	-	1,142	1,142	27	1,169
Share option value	-	-	-	44	-	44	-	44
<b>At 30 June 2017</b>	67,464	(131)	-	495	62,215	130,043	715	130,758
<b>At 1 April 2016</b>	61,219	(131)	5,147	484	51,528	118,247	535	118,782
Total comprehensive income	-	-	-	-	3,340	3,340	46	3,386
Share option value	-	-	-	52	-	52	-	52
<b>At 30 June 2016</b>	61,219	(131)	5,147	536	54,868	121,639	581	122,220

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 FIRST QUARTER ENDED 30 JUNE 2017**  
(These figures have not been audited)

<b>RM'000</b>	<b>3 months ended</b>	
	<b>30.06.2017</b>	<b>30.06.2016</b>
<b>Cash flows from operating activities</b>		
Profit before tax	1,510	4,196
Adjustments for:		
Non-cash items	2,062	1,684
Non-operating items	46	(1)
Interest income	(35)	(125)
Interest expense	206	295
Operating profit before working capital changes	3,789	6,049
Changes in working capital:		
Inventories	98	(797)
Receivables	(1,772)	(2,910)
Payables	838	378
Cash generated from operations	2,953	2,720
Net tax paid	(427)	(405)
<b>Net cash from operating activities</b>	<b>2,526</b>	<b>2,315</b>
<b>Cash flows from investing activities</b>		
Interest received	35	125
Net cash outflow from the acquisition of a subsidiary	-	(357)
Purchase of property, plant and equipment	(8,214)	(654)
Proceeds from disposal of property, plant and equipment	234	7
<b>Net cash used in investing activities</b>	<b>(7,945)</b>	<b>(879)</b>
<b>Cash flows from financing activities</b>		
Withdrawal of fixed deposits pledged to licensed bank	-	116
Drawdown of term loan	7,512	530
Interest paid	(206)	(295)
Net repayment of borrowings	(1,607)	(2,587)
Repayment to a director	(2,000)	(800)
<b>Net cash from/(used in) financing activities</b>	<b>3,699</b>	<b>(3,036)</b>
<b>Net changes in cash and cash equivalents</b>	<b>(1,720)</b>	<b>(1,600)</b>
Cash and cash equivalents at the beginning of financial year	8,207	21,396
<b>Cash and cash equivalents at the end of financial year</b>	<b>6,487</b>	<b>19,796</b>
<b>Analysis of cash and cash equivalents</b>		
Fixed deposits	2,199	10,772
Cash and bank balances	5,291	9,413
	7,490	20,185
Bank overdraft	(838)	(216)
Fixed deposits pledged to licensed bank	(165)	(173)
	6,487	19,796

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 MFRS134: 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

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 2017 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 2017:

Amendments to MFRS12 - Disclosure of Interests in Other Entities (Annual Improvements to MFRS 2014 - 2016 Cycle)

Amendments to MFRS107 - Disclosure Initiative

Amendments to MFRS112 - Recognition of Deferred Tax Assets for Unrealised Losses

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:

MFRS9 Financial Instruments

MFRS15 - Revenue from Contracts with Customers

MFRS16 Leases

Amendments to MFRS2 Share-based Payment - Classification and Measurement of Share-based Payment Insurance Contracts

Amendments to MFRS4 Insurance Contracts - Applying MFRS9 Financial Instruments with MFRS4 Insurance Contracts

Amendments to MFRS10 and MFRS128 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Amendments to MFRS140 Investment Property - Transfer of Investment Property

Annual Improvements to MFRSs 2014 - 2016 Cycle

IC Interpretations 22 Foreign Currency Transactions and Advance Consideration

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 first quarter ended 30 June 2017.

#### 4 Significant Estimates And Changes In Estimates

There were no changes in estimates that had any material effects on the first quarter ended 30 June 2017.

#### 5 Debt And Equity Securities

There were no issuances, repurchases or repayments of debt and equity securities during the quarter ended 30 June 2017.

#### 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
<b>Results For 3 Months Ended</b>						
<b>30 June 2017</b>						
External revenue	25,517	2,704	864	<b>29,085</b>	-	<b>29,085</b>
Intersegment revenue	1,734	-	2,413	<b>4,147</b>	(4,147)	-
Total revenue	27,251	2,704	3,277	<b>33,232</b>	(4,147)	<b>29,085</b>
Segment profit	3,175	286	231	<b>3,692</b>	-	<b>3,692</b>
Depreciation	(1,631)	(61)	(134)	<b>(1,826)</b>	(189)	<b>(2,015)</b>
Finance costs	(70)	-	(136)	<b>(206)</b>	-	<b>(206)</b>
Unrealised (loss)/gain on foreign exchange	(8)	-	1	<b>(7)</b>	-	<b>(7)</b>
Gain on disposal of plant and equipment	46	-	-	<b>46</b>	-	<b>46</b>
Profit/(Loss) before tax	1,512	225	(38)	<b>1,699</b>	(189)	<b>1,510</b>
Tax expense	(307)	-	(56)	<b>(363)</b>	22	<b>(341)</b>
Profit/(Loss) after tax	1,205	225	(94)	<b>1,336</b>	(167)	<b>1,169</b>
<b>30 June 2016</b>						
External revenue	25,347	3,234	1,158	<b>29,739</b>	-	<b>29,739</b>
Intersegment revenue	3,155	334	2,640	<b>6,129</b>	(6,129)	-
Total revenue	28,502	3,568	3,798	<b>35,868</b>	(6,129)	<b>29,739</b>
Segment profit	5,131	754	241	<b>6,126</b>	148	<b>6,274</b>
Depreciation	(1,432)	(56)	(151)	<b>(1,639)</b>	(207)	<b>(1,846)</b>
Finance costs	(154)	-	(141)	<b>(295)</b>	-	<b>(295)</b>
Unrealised gain on foreign exchange	7	-	36	<b>43</b>	-	<b>43</b>
Reversal of impairment loss on trade receivables	3	-	19	<b>22</b>	-	<b>22</b>
Loss on disposal of plant and equipment	(1)	-	-	<b>(1)</b>	-	<b>(1)</b>
Profit before tax	3,554	698	4	<b>4,256</b>	(59)	<b>4,197</b>
Tax expense	(747)	(1)	(85)	<b>(833)</b>	22	<b>(811)</b>
Profit/(Loss) after tax	2,807	697	(81)	<b>3,423</b>	(37)	<b>3,386</b>

## 8 Related Party Disclosures

Significant recurrent related party transactions are as follows:

RM'000	3 months ended	
	30.06.2017	30.06.2016
Companies in which certain Directors have interests:		
Revenue from services rendered	1,647	1,951
Forwarding service charges	551	340
Fuel charges	521	825
Spare parts charges	25	22
Rental income	6	6
Warehouse charges	76	43

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 RM8.6 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

There were no material events subsequent to the end of the current quarter.

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

**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**

<b>RM'000</b>	<b>3 months ended</b>		<b>Change</b>
	<b>30.06.2017</b>	<b>30.06.2016</b>	
Revenue	29,085	29,739	(654)
Profit before tax	1,510	4,197	(2,687)

During the quarter under review, the Group recorded a slight decrease in revenue of RM0.65 million compared to the preceding year corresponding quarter (“corresponding quarter”) and a lower pre-tax profit of RM2.69 million compared to the corresponding quarter.

(a) *Logistics*

<b>RM'000</b>	<b>3 months ended</b>		<b>Change</b>
	<b>30.06.2017</b>	<b>30.06.2016</b>	
External revenue	25,517	25,347	170
Profit before tax	1,512	3,554	(2,042)

Revenue of the logistic segment has increased slightly by RM0.17 million as compared to the corresponding quarter. However, pre-tax profit decreased by RM2.04 million as compared to the corresponding quarter mainly due to slowdown of lorry transportation business during the quarter.

(b) *Shipping*

<b>RM'000</b>	<b>3 months ended</b>		<b>Change</b>
	<b>30.06.2017</b>	<b>30.06.2016</b>	
External revenue	2,704	3,234	(530)
Profit before tax	225	698	(473)

Revenue of the shipping segment has decreased by RM0.53 million as compared to the corresponding quarter mainly due to the maintenance of a vessel during the quarter and this has also resulted the decrease in pre-tax profit by RM0.47 million as compared to the corresponding quarter.

**15 Comparison With Immediate Preceding Quarter**

<b>RM'000</b>	<b>3 months ended</b>		<b>Change</b>
	<b>30.06.2017</b>	<b>31.03.2017</b>	
Revenue	29,085	27,065	2,020
Profit/(Loss) before tax	1,510	(81)	1,591

Revenue of the Group in the current quarter has increased by RM2.02 million mainly arising from the business improvement in the logistics segment. The Group recorded a pre-tax profit of RM1.51 million in the current quarter as compared to pre-tax loss in the preceding quarter which was impacted by the impairment losses on property, plant and equipment of RM0.64 million and the business slowdown in the logistics segment during festive season.

## 16 Commentary On Prospects

In order to remain competitive in the business environment, the Group will continue to strategize and reorganize its resources to achieve better operational efficiencies in the logistic segment while maintaining the on-going businesses of all the other segments. Barring any unforeseen circumstances, the Board is optimistic that the financial performance of the Group for the remaining financial year will remain positive.

## 17 Profit Forecast

Not applicable.

## 18 Tax Expense

RM'000	3 months ended	
	30.06.2017	30.06.2016
Income tax	305	737
Deferred tax	36	74
<b>Total tax expense</b>	<b>341</b>	<b>811</b>

Income tax is calculated at the statutory tax rate of 24% of the estimated assessable profit for the period.

The overall effective tax rate of the Group is lower than the statutory tax rate, mainly due to tax incentives available.

## 19 Retained Earnings

RM'000	As at	As at
	30.06.2017	31.03.2017
Realised	106,725	105,287
Unrealised	(5,523)	(5,423)
	101,202	99,864
Consolidation adjustments	(38,987)	(38,791)
<b>Total retained earnings</b>	<b>62,215</b>	<b>61,073</b>

## 20 Corporate Proposals

There were no corporate proposals announced but not completed as at the reporting date.

## 21 Borrowings (secured)

RM'000	As at	As at
	30.06.2017	31.03.2017
Short term borrowings:		
Bank overdraft	838	690
Hire purchase	283	324
Term loans	7,838	3,925
	8,959	4,939
Long term borrowings:		
Hire purchase	-	76
Term loans	13,363	11,254
	13,363	11,330
<b>Total borrowings</b>	<b>22,322</b>	<b>16,269</b>

## 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	
	30.06.2017	30.06.2016
Profit attributable to Owners of the Company (RM'000)	1,142	3,340
Weighted average number of ordinary shares in issue ('000)	123,442	122,119
Effect of dilution ('000)	-	-
Adjusted weighted average number of ordinary shares in issue ('000)	123,442	122,119
<b>Basic EPS (sen)</b>	<b>0.9</b>	<b>2.7</b>
<b>Diluted EPS (sen)</b>	<b>0.9</b>	<b>2.7</b>

## 25 Auditors' Report On Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 March 2017 was unqualified.

## 26 Profit Before Tax

RM'000	3 months ended	
	30.06.2017	30.06.2016
<b>Profit before tax is arrived at after crediting/(charging):</b>		
Interest income	35	125
Other income including investment income	98	514
Interest expense	(206)	(295)
Depreciation	(2,015)	(1,846)
Realised gain in foreign exchange	(59)	83
Unrealised (loss)/gain in foreign exchange	(7)	43
Gain on bargain purchase	-	148

Save as disclosed above, there were no other material provision for and write off of receivables, provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investment or properties, impairment of assets, gain or loss on derivatives or exceptional items 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 23 August 2017.