



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

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

**25 August 2020**

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

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2020**

RM'000	Note	As at 30.06.2020 Unaudited	As at 31.03.2020 Audited
<b>Assets</b>			
Property, plant and equipment		41,543	40,216
Right-of-use assets		41,816	42,023
Investments in associates		21,948	21,638
<b>Non-current assets</b>		<b>105,307</b>	<b>103,877</b>
Trade and other receivables		19,007	19,014
Cash and cash equivalents		77,140	99,072
<b>Current assets</b>		<b>96,147</b>	<b>118,086</b>
<b>Total assets</b>		<b>201,454</b>	<b>221,963</b>
<b>Equity and liabilities</b>			
Share capital		70,835	70,477
Treasury shares		(131)	(131)
Other reserves		627	732
Retained earnings	19	87,543	107,351
Equity attributable to owners of the Company		158,874	178,429
Non-controlling interests		949	1,000
<b>Total equity</b>		<b>159,823</b>	<b>179,429</b>
Borrowings	22	10,796	11,368
Lease liabilities		15,782	15,820
Deferred tax liabilities		2,235	2,235
<b>Non-current liabilities</b>		<b>28,813</b>	<b>29,423</b>
Trade and other payables		8,144	8,623
Borrowings	22	3,892	3,828
Lease liabilities		550	575
Tax liabilities		232	85
<b>Current liabilities</b>		<b>12,818</b>	<b>13,111</b>
<b>Total liabilities</b>		<b>41,631</b>	<b>42,534</b>
<b>Total equity and liabilities</b>		<b>201,454</b>	<b>221,963</b>
<b>Net assets per share attributable to owners of the Company (RM)</b>			
		1.25	1.41

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 2020**

(These figures have not been audited)

RM'000	Note	Current quarter 3 months ended		Cumulative quarter 3 months ended	
		30.06.2020	30.06.2019	30.06.2020	30.06.2019
Revenue		8,486	28,203	8,486	28,203
Cost of sales		(7,592)	(24,036)	(7,592)	(24,036)
Gross profit		894	4,167	894	4,167
Other income		1,081	928	1,081	928
Marketing and distribution costs		(165)	(177)	(165)	(177)
Administration expenses		(566)	(1,409)	(566)	(1,409)
Other expenses		(408)	(809)	(408)	(809)
Finance costs		(356)	(319)	(356)	(319)
Profit before share of results		480	2,381	480	2,381
Share of results of associates		310	-	310	-
Profit before tax		790	2,381	790	2,381
Tax expense	18	(323)	(759)	(323)	(759)
<b>Profit for the period</b>		<b>467</b>	<b>1,622</b>	<b>467</b>	<b>1,622</b>
Other comprehensive income		-	-	-	-
<b>Total comprehensive income</b>		<b>467</b>	<b>1,622</b>	<b>467</b>	<b>1,622</b>
<b>Profit attributable to:</b>					
Owners of the Company		518	1,631	518	1,631
Non-controlling interests		(51)	(9)	(51)	(9)
<b>Profit for the period</b>		<b>467</b>	<b>1,622</b>	<b>467</b>	<b>1,622</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		518	1,631	518	1,631
Non-controlling interests		(51)	(9)	(51)	(9)
		<b>467</b>	<b>1,622</b>	<b>467</b>	<b>1,622</b>
<b>Earnings per share attributable to owners of the Company:</b>					
Basic (sen)	25	0.4	1.3	0.4	1.3
Diluted (sen)	25	0.4	1.3	0.4	1.3

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 2020**  
(These figures have not been audited)

RM'000	Attributable to owners of the Company						Non-controlling interests	Total equity
	Non-Distributable			Distributable		Total		
	Share capital	Treasury shares	Share option reserve	Retained earnings	Total			
<b>At 1 April 2020</b>	70,477	(131)	732	107,351	178,429	1,000	179,429	
Total comprehensive income	-	-	-	518	518	(51)	467	
Issuance of shares	358	-	(135)	-	223	-	223	
Dividend	-	-	-	(20,326)	(20,326)	-	(20,326)	
Share option value	-	-	30	-	30	-	30	
<b>At 30 June 2020</b>	<b>70,835</b>	<b>(131)</b>	<b>627</b>	<b>87,543</b>	<b>158,874</b>	<b>949</b>	<b>159,823</b>	
<b>At 1 April 2019</b>	<b>68,850</b>	<b>(131)</b>	<b>1,028</b>	<b>81,245</b>	<b>150,992</b>	<b>791</b>	<b>151,783</b>	
Total comprehensive income	-	-	-	1,631	1,631	(9)	1,622	
Share option value	-	-	113	-	113	-	113	
<b>At 30 June 2019</b>	<b>68,850</b>	<b>(131)</b>	<b>1,141</b>	<b>82,876</b>	<b>152,736</b>	<b>782</b>	<b>153,518</b>	

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 2020**  
(These figures have not been audited)

<b>RM'000</b>	<b>3 months ended</b>	
	<b>30.06.2020</b>	<b>30.06.2019</b>
<b>Operating activities</b>		
Profit before tax	790	2,381
Adjustments for:		
Non-cash items	829	1,947
Non-operating items	(310)	(417)
Interest income	(777)	(131)
Interest expense	356	319
Operating profit before working capital changes	888	4,099
Changes in working capital:		
Inventories	-	92
Receivables	7	535
Payables	(475)	59
Cash generated from operations	420	4,785
Net tax paid	(176)	(553)
<b>Net cash from operating activities</b>	<b>244</b>	<b>4,232</b>
<b>Investing activities</b>		
Interest received	777	131
Purchase of property, plant and equipment	(1,919)	(3,210)
Proceeds from disposal of property, plant and equipment	-	659
Proceeds from issuance of shares	223	-
<b>Net cash used in investing activities</b>	<b>(919)</b>	<b>(2,420)</b>
<b>Financing activities</b>		
Dividend paid	(20,326)	-
Interest paid	(356)	(319)
Repayment of lease liabilities	(63)	-
Repayment of borrowings	(508)	(1,004)
Repayment to a director	(4)	-
<b>Net cash used in financing activities</b>	<b>(21,257)</b>	<b>(1,323)</b>
<b>Net changes in cash and cash equivalents</b>	<b>(21,932)</b>	<b>489</b>
Cash and cash equivalents at the beginning of financial year	98,907	24,895
<b>Cash and cash equivalents at the end of financial year</b>	<b>76,975</b>	<b>25,384</b>
<b>Analysis of cash and cash equivalents</b>		
Fixed deposits	20,297	165
Cash and bank balances	56,843	25,424
	77,140	25,589
Fixed deposits pledged to licensed bank	(165)	(165)
	76,975	25,424

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 2020.

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 2020 except for the following new MFRS, Amendments to MFRS, IC Interpretations and Amendments to IC Interpretations to be applied by the Group for the financial periods beginning on or after 1 April 2020:

- Amendments to MFRS 3 - Definition of a Business
- Amendments to MFRS 7, MFRS 9 and MFRS 139 - Interest Rate Benchmark Reform
- Amendments to MFRS 101 and MFRS 108 - Definition of Material

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 pronouncements that have been issued but not yet effective:

- MFRS 17 Insurance Contracts
- Amendments to MFRS 16 - Covid-19 - Related Rent Concessions
- Amendments to MFRS 3 - Reference to the Conceptual Framework
- Amendments to MFRS 101 - Classification of Liabilities as Current or Non-current
- Amendments to MFRS 116 - Proceeds before Intended Use
- Amendments to MFRS 137 - Onerous Contracts - Cost of Fulfilling a Contract
- Annual Improvements to MFRS Standards 2018-2020
- Amendments to MFRS 10 and MFRS 128 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

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 2020.

**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 2020.

## 5 Debt and equity securities

On 13 May 2020, the Company had increased its paid-up share capital from RM70,477,440 to RM70,835,097 through the issuance of 90,000 new ordinary shares at RM0.55, 149,000 new ordinary shares at RM0.62 and 119,000 new ordinary shares at RM0.68 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 ended 30 June 2020.

## 6 Dividends paid

The following dividends were paid during the current quarter under review:

<b>Interim dividend</b>	<b>30.06.2020</b>	<b>30.06.2019</b>
For the financial year ended	31 March 2021	-
Approved and declared on	27 April 2020	-
Date paid	12 June 2020	-
Number of ordinary shares on which dividends were paid	127,037,200	-
Dividend per share (single-tier)	16 sen	-
Net dividend paid (RM)	20,325,952.00	-

## 7 Segmental information

The Group's operations comprise the following business segments:

- Logistics : Total logistic services provider including lorry transportation services (tanker, general cargo, side curtain), project logistics and freighting services
- Warehousing : Provision of warehouse for renting
- Marine : Provision of marine transportation services
- Others : Trading of goods, insurance agency and investment holding

<b>RM'000</b>	<b>Logistics</b>	<b>Warehousing</b>	<b>Marine</b>	<b>Others</b>	<b>Total</b>	<b>Elimination</b>	<b>Group</b>
<b>Results For 3 Months Ended</b>							
<b>30 June 2020</b>							
External revenue	5,065	586	1,544	1,291	<b>8,486</b>	-	<b>8,486</b>
Intersegment revenue	186	-	-	21	<b>207</b>	(207)	-
<b>Total revenue</b>	<b>5,251</b>	<b>586</b>	<b>1,544</b>	<b>1,312</b>	<b>8,693</b>	<b>(207)</b>	<b>8,486</b>
Segment profit/(loss)	-	571	(74)	154	<b>651</b>	310	<b>961</b>
Depreciation	(497)	(78)	(5)	(12)	<b>(592)</b>	-	<b>(592)</b>
Interest income	3	-	-	774	<b>777</b>	-	<b>777</b>
Finance costs	(17)	(51)	-	(288)	<b>(356)</b>	-	<b>(356)</b>
(Loss)/Profit before tax	(511)	442	(79)	628	<b>480</b>	310	<b>790</b>
Tax expense	(23)	(106)	(9)	(185)	<b>(323)</b>	-	<b>(323)</b>
(Loss)/Profit after tax	(534)	336	(88)	443	<b>157</b>	310	<b>467</b>

## 7 Segmental information (continued)

RM'000	Logistics	Ware- housing	Marine	Others	Total	Elimination	Group
<b>Results For 3 Months Ended</b>							
<b>30 June 2019</b>							
External revenue	22,599	2,015	2,894	695	<b>28,203</b>	-	<b>28,203</b>
Intersegment revenue	2,079	-	-	881	<b>2,960</b>	(2,960)	-
Total revenue	24,678	2,015	2,894	1,576	<b>31,163</b>	(2,960)	<b>28,203</b>
Segment profit	2,505	1,593	208	806	<b>5,112</b>	(755)	<b>4,357</b>
Depreciation	(1,205)	(263)	(85)	(115)	<b>(1,668)</b>	(120)	<b>(1,788)</b>
Interest income	12	-	-	119	<b>131</b>	-	<b>131</b>
Finance costs	(34)	(152)	-	(133)	<b>(319)</b>	-	<b>(319)</b>
Profit before tax	1,278	1,178	123	677	<b>3,256</b>	(875)	<b>2,381</b>
Tax expense	(366)	(328)	-	(74)	<b>(768)</b>	9	<b>(759)</b>
Profit after tax	912	850	123	603	<b>2,488</b>	(866)	<b>1,622</b>

## 8 Related party disclosures

Significant recurrent related party transactions are as follows:

RM'000	3 months ended	
	30.06.2020	30.06.2019
Companies in which certain Directors have interests:		
Revenue from services rendered	228	1,758
Forwarding service charges payable	5	409
Fuel payable	-	870
Spare parts payable	24	70
Rental income receivable	6	6
Warehouse expense payable	-	27

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 RM26.3 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

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>Variance</b>
	<b>30.06.2020</b>	<b>30.06.2019</b>	
Revenue	8,486	28,203	(19,717)
Profit before tax	790	2,381	(1,591)

Following the completion of the disposals of the subsidiaries in the immediate preceding quarter, the Group recorded a decrease in revenue and pre-tax profit for the current quarter as compared to the preceding year corresponding quarter ("corresponding quarter").

**(a) Logistics**

<b>RM'000</b>	<b>3 months ended</b>		<b>Variance</b>
	<b>30.06.2020</b>	<b>30.06.2019</b>	
External revenue	5,065	22,599	(17,534)
(Loss)/Profit before tax	(511)	1,278	(1,789)

Revenue and pre-tax profit for the current quarter have decreased as compared to the corresponding quarter mainly due to the effects from the disposals of subsidiaries in the immediate preceding quarter and also impact of the Covid-19 Pandemic where the customers of our lorry transport and cement tanker sectors had to shut down their businesses and operations during the Movement Control Order ("MCO") period.

**(b) Warehousing**

<b>RM'000</b>	<b>3 months ended</b>		<b>Variance</b>
	<b>30.06.2020</b>	<b>30.06.2019</b>	
External revenue	586	2,015	(1,429)
Profit before tax	442	1,178	(736)

As compared to the corresponding quarter, the decline in revenue and pre-tax profit of the warehousing segment were mainly due to the effects from the disposals of subsidiaries in the last quarter.

**(c) Marine**

<b>RM'000</b>	<b>3 months ended</b>		<b>Variance</b>
	<b>30.06.2020</b>	<b>30.06.2019</b>	
External revenue	1,544	2,894	(1,350)
(Loss)/Profit before tax	(79)	123	(202)

Revenue of the marine segment has decreased by RM1.35 million as compared to the corresponding quarter mainly due to lower business volume during the quarter resulted from the Covid-19 Pandemic where our vessels were not operating during the MCO period. In line with the decrease in revenue, pre-tax profit has also decreased by RM0.20 million as compared to the corresponding quarter.

## 15 Comparison with immediate preceding quarter

RM'000	3 months ended		Variance
	30.06.2020	31.03.2020	
Revenue	8,486	16,759	(8,273)
Profit before tax	790	39,115	(38,325)

As compared to the immediate preceding quarter, revenue in the current quarter fell by RM8.27 million and pre-tax profit in the current quarter fell by RM38.33 million consequent to the disposals of subsidiaries in the last quarter as well as the MCO.

## 16 Commentary on prospects

In view of the uncertainties of the overall market and business, the financial performance of the Group is expected to be challenging. The Board will take appropriate measures to mitigate the adverse impacts and continue to focus on developing the vacant lands of the Group while exploring new business opportunities that will enhance the growth of the Group.

## 17 Profit forecast

Not applicable.

## 18 Tax expense

RM'000	3 months ended	
	30.06.2020	30.06.2019
Income tax	323	768
Deferred tax	-	(9)
<b>Total tax expense</b>	<b>323</b>	<b>759</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 higher than the statutory tax rate, mainly due to certain non-allowable expenses.

## 19 Retained earnings

RM'000	As at	As at
	30.06.2020	31.03.2020
Realised	132,891	153,070
Unrealised	(2,233)	(2,243)
	130,658	150,827
Consolidation adjustments	(43,115)	(43,476)
<b>Total retained earnings</b>	<b>87,543</b>	<b>107,351</b>

## 20 Corporate proposals

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

## 21 Utilisation of proceeds

The total gross proceeds of RM85.6 million arising from the disposals of subsidiaries are to be utilised as follows:

<b>RM'000</b>	<b>Intended utilisation</b>	<b>Actual utilisation as at 30.06.2020</b>	<b>Deviation</b>	<b>Balance</b>	<b>Estimated timeframe</b>
Future investment	40,000	2,350	-	37,650	Within 24 months
Dividend to shareholders	20,320	20,320	-	-	Within 3 months
Working capital	20,280	-	-	20,280	Within 24 months
Estimated expenses	5,000	3,220	-	1,780	Upon completion *
	<b>85,600</b>	<b>25,890</b>	<b>-</b>	<b>59,710</b>	

\* The balance of estimated expenses of RM1.78 million will be allocated for the Group's working capital.

## 22 Borrowings (secured)

<b>RM'000</b>	<b>As at 30.06.2020</b>	<b>As at 31.03.2020</b>
Term loans	3,892	3,828
Short term borrowings	3,892	3,828
Term loans	10,796	11,368
Long term borrowings	10,796	11,368
<b>Total borrowings</b>	<b>14,688</b>	<b>15,196</b>

All borrowings are denominated in Ringgit Malaysia. Overall, the total borrowings of the Group decreased by RM0.51 million due to repayment of term loans during the period.

As at the end of the reporting quarter, all borrowings are at floating rate. Weighted average interest rate for floating rate borrowings is 3.61% per annum.

## 23 Changes in material litigation

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

## 24 Proposed dividend

No dividend has been proposed.

## 25 Earnings per share ("EPS")

	3 months ended	
	30.06.2020	30.06.2019
Profit attributable to Owners of the Company (RM'000)	518	1,631
Weighted average number of ordinary shares in issue ('000)	126,679	125,091
Effect of dilution ('000)	(477)	-
Adjusted weighted average number of ordinary shares in issue ('000)	126,202	125,091
<b>Basic EPS (sen)</b>	<b>0.4</b>	<b>1.3</b>
<b>Diluted EPS (sen)</b>	<b>0.4</b>	<b>1.3</b>

## 26 Financial instruments

The Group has not entered into any derivatives and accounted for any financial liabilities carried at fair value as at the reporting date.

## 27 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 March 2020 was unqualified.

## 28 Profit before tax

RM'000	3 months ended	
	30.06.2020	30.06.2019
<b>Profit before tax is arrived at after crediting/(charging):</b>		
Interest income	777	131
Other income including investment income	304	380
Interest expense	(356)	(319)
Depreciation	(592)	(1,789)
Provision for and write off of receivables	-	(45)
Gain on disposal of property, plant and equipment	-	417
Realised gain in foreign exchange	10	13
Unrealised gain/(loss) in foreign exchange	2	(16)

Save as disclosed above, there were no other material 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.