



ASIA FILE CORPORATION BHD. (313192-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014

	As at end of Current Quarter 31/12/2014 (unaudited) RM'000	As at Preceding Financial Year End 31/03/2014 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	107,745	110,873
Prepaid lease payments	1,571	1,601
Investment properties	1,480	1,512
Investment in associate	127,773	125,969
Intangible assets	32,788	33,283
	<u>271,357</u>	<u>273,238</u>
Current Assets		
Trade and other receivables	75,987	80,764
Derivative financial assets	160	163
Inventories	108,100	103,999
Current tax assets	5	247
Cash and cash equivalents	90,467	78,155
	<u>274,719</u>	<u>263,328</u>
TOTAL ASSETS	<u>546,076</u>	<u>536,566</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	118,696	116,733
Treasury shares	(1,846)	(1,845)
Reserves	332,849	320,895
	<u>449,699</u>	<u>435,783</u>
Non-controlling interests	61	31
Total Equity	<u>449,760</u>	<u>435,814</u>
Non-Current Liabilities		
Deferred tax liabilities	8,801	8,584
Bank borrowings	3,506	4,714
	<u>12,307</u>	<u>13,298</u>
Current Liabilities		
Trade and other payables	41,819	52,993
Bank borrowings	26,966	19,089
Current tax liabilities	3,863	4,801
Dividend payable	11,361	10,571
	<u>84,009</u>	<u>87,454</u>
Total Liabilities	<u>96,316</u>	<u>100,752</u>
TOTAL EQUITY AND LIABILITIES	<u>546,076</u>	<u>536,566</u>
Net Assets Per Share (sen)	380.15	374.60

The condensed financial statement should be read in conjunction with the most recent audited financial statements for the financial year ended 31 March 2014.



ASIA FILE CORPORATION BHD. (313192-P)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR NINE MONTHS PERIOD ENDED 31 DECEMBER 2014**

	Individual Quarter		Cumulative Quarter	
	Current Quarter 31/12/2014 RM'000	Preceding year Corresponding Quarter 31/12/2013 RM'000	Current Year to Date 31/12/2014 RM'000	Preceding year Corresponding Period 31/12/2013 RM'000
Revenue	90,282	93,457	286,625	259,781
Operating Expenses	(76,656)	(76,281)	(242,890)	(210,242)
Other Operating Income	344	325	715	497
Profit from Operations	13,970	17,501	44,450	50,036
Finance cost	(73)	(65)	(229)	(173)
Investing Results	202	165	602	427
Shares of profit of associate	827	2,100	3,117	7,887
Profit before tax	14,926	19,701	47,940	58,177
Taxation	(3,410)	(4,265)	(10,652)	(12,081)
Profit for the period	11,516	15,436	37,288	46,096
Other comprehensive income/(loss), net of tax Items that may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations	2,563	3,216	(3,640)	12,450
Share of other comprehensive income of associates	476	29	523	527
Other Comprehensive income/(loss) for the period net of tax	3,039	3,245	(3,117)	12,977
Total comprehensive income/(loss) for the period	14,555	18,681	34,171	59,073

The condensed financial statement should be read in conjunction with the most recent audited financial statements for the financial year ended 31 March 2014.



ASIA FILE CORPORATION BHD. (313192-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (continued)
FOR NINE MONTHS PERIOD ENDED 31 DECEMBER 2014

	Individual Quarter		Cumulative Quarter	
	Current Quarter 31/12/2014 RM'000	Preceding year Corresponding Quarter 31/12/2013 RM'000	Current Year to Date 31/12/2014 RM'000	Preceding year Corresponding Period 31/12/2013 RM'000
Profit attributable to:				
Equity holders of the Company	11,504	15,430	37,258	46,093
Non-controlling interests	12	6	30	3
Profit for the period	<u>11,516</u>	<u>15,436</u>	<u>37,288</u>	<u>46,096</u>
Total comprehensive income / (loss) attributable to:				
Equity holders of the Company	14,535	18,689	34,141	59,112
Non-controlling interests	20	(8)	30	(39)
Total comprehensive income / (loss) for the period	<u>14,555</u>	<u>18,681</u>	<u>34,171</u>	<u>59,073</u>
Earnings per share attributable to equity holders of the Company:				
i) Basic earnings per ordinary share (sen) Note B13	9.75	13.30	31.60	39.76
ii) Fully diluted earnings per ordinary share (sen) Note B13	9.60	13.16	31.10	39.52

The condensed financial statement should be read in conjunction with the most recent audited financial statements for the financial year ended 31 March 2014.



ASIA FILE CORPORATION BHD. (313192-P)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 DECEMBER 2014

	← Attributable to owners of the Company →					Distributable Retained Profits RM'000	Total RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Translation Reserve RM'000	Share Option Reserve RM'000				
Quarter ended 31 December 2014									
At 1 April 2014,	116,733	(1,845)	19,723	7,487	3,478	290,207	435,783	31	435,814
Profit for the period	-	-	-	-	-	37,258	37,258	30	37,288
Other comprehensive income/(loss) for the period	-	-	-	(3,478)	-	361	(3,117)	-	(3,117)
Total comprehensive income/(loss) for the period	-	-	-	(3,478)	-	37,619	34,141	30	34,171
Treasury shares acquired	-	(1)	-	-	-	-	(1)	-	(1)
Transfer to share premium for share options exercised	-	-	1,301	-	(1,301)	-	-	-	-
Transfer from share option reserve for option lapsed	-	-	-	-	(102)	102	-	-	-
Share-based payments under ESOS	-	-	-	-	526	-	526	-	526
Issue of shares pursuant to ESOS	1,963	-	4,622	-	-	-	6,585	-	6,585
Effect arising from changes in composition via the associate	-	-	-	-	-	(4)	(4)	-	(4)
Dividends	-	-	-	-	-	(27,331)	(27,331)	-	(27,331)
At 31 December 2014	118,696	(1,846)	25,646	4,009	2,601	300,593	449,699	61	449,760
Quarter ended 31 December 2013									
At 1 April 2013,	116,247	(1,844)	18,332	(4,657)	2,844	254,126	385,048	90	385,138
Profit for the period	-	-	-	-	-	46,093	46,093	3	46,096
Other comprehensive income/(loss) for the period	-	-	-	12,757	-	262	13,019	(42)	12,977
Total comprehensive income/(loss) for the period	-	-	-	12,757	-	46,355	59,112	(39)	59,073
Treasury shares acquired	-	(1)	-	-	-	-	(1)	-	(1)
Transfer to share premium for share options exercised	-	-	180	-	(180)	-	-	-	-
Transfer from share option reserve for option lapsed	-	-	-	-	(71)	71	-	-	-
Share-based payments under ESOS	-	-	-	-	376	-	376	-	376
Issue of shares pursuant to ESOS	261	-	551	-	-	-	812	-	812
Post-acquisition reserve - associate	-	-	37	-	(32)	-	5	-	5
Effect arising from changes in composition via the associate	-	-	-	-	-	(45)	(45)	-	(45)
Dividends	-	-	-	-	-	(24,968)	(24,968)	-	(24,968)
At 31 December 2013	116,508	(1,845)	19,100	8,100	2,937	275,539	420,339	51	420,390

The condensed financial statement should be read in conjunction with the most recent audited financial statements for the financial year ended 31 March 2014.



ASIA FILE CORPORATION BHD. (313192-P)
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR NINE MONTHS PERIOD ENDED 31 DECEMBER 2014

	31-Dec-14 RM'000	31-Dec-13 RM'000
Profit before tax	47,940	58,177
Adjustment for:		
Non-cash items	6,008	824
Non-operating items	(491)	(353)
Operating profit before changes in working capital	<u>53,457</u>	<u>58,648</u>
Changes in working capital		
Net Change in current assets	(1,988)	(8,819)
Net Change in current liabilities	(20,848)	(17,729)
Net cash flows from operating activities	<u>30,621</u>	<u>32,100</u>
Investing activities		
Equity investments	1,832	1,710
Other investments	(6,181)	(16,749)
	<u>(4,349)</u>	<u>(15,039)</u>
Financing activities		
Dividend paid	(26,541)	(23,781)
Purchase of own shares	(1)	(1)
Proceed from issue of shares	6,585	812
Bank borrowings, net	7,026	9,126
Interest paid	(200)	(145)
	<u>(13,131)</u>	<u>(13,989)</u>
Net Change in Cash & Cash Equivalents	13,141	3,072
Cash & Cash Equivalents at beginning of year	78,122	42,249
Effects of exchange rates on Cash & Cash Equivalents	(796)	2,564
Cash & Cash Equivalent at end of year	<u>90,467</u>	<u>47,885</u>

Note

Cash and cash equivalents

Cash and cash equivalents included in the condensed consolidated cash flow statements comprise the following condensed consolidated balance sheets amounts:

Cash and bank balances	90,467	47,984
Bank overdrafts	-	(99)
	<u>90,467</u>	<u>47,885</u>

The condensed financial statement should be read in conjunction with the most recent audited financial statements for the financial year ended 31 March 2014.



ASIA FILE CORPORATION BHD. (313192-P)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT - MFRS 134

A1 Basis of preparation

This condensed consolidated interim financial statements ("Condensed 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. This Condensed Reports also complies with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board (IASB).

The Condensed Report should be read in conjunction with the audited financial statements for the year ended 31 March 2014. The explanatory notes attached to these Condensed Report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 March 2014.

The accounting policies and methods of computation adopted by the Group in this Condensed Report are consistent with the most recent annual audited financial statements for the year ended 31 March 2014 except for the adoption of the following new and revised MFRSs.

Adoption of MFRS, Amendments to MFRS and IC Interpretation

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2014

Amendments to MFRS 10, Consolidated Financial Statements: Investment Entities
Amendments to MFRS 12, Disclosure of Interests in Other Entities: Investment Entities
Amendments to MFRS 127, Separate Financial Statements (2011): Investment Entities
Amendments to MFRS 132, Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 136, Impairment of Assets - Recoverable Amount Disclosures for Non-Financial Assets

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 July 2014

Amendments to MFRS 2, Share-based Payment (Annual Improvements 2010-2012 Cycle)
Amendments to MFRS 3, Business Combinations (Annual Improvements 2010-2012 Cycle and 2011-2013 Cycle)
Amendments to MFRS 8, Operation Segments (Annual Improvements 2010-2012 Cycle)
Amendments to MFRS 13, Fair Value Measurement (Annual Improvements 2010-2012 Cycle)
Amendments to MFRS 116, Property, Plant and Equipment (Annual Improvements 2010-2012 Cycle)
Amendments to MFRS 124, Related Party Disclosures (Annual Improvements 2010-2012 Cycle)
Amendments to MFRS 138, Intangible Assets (Annual Improvements 2010-2012 Cycle)
Amendments to MFRS 140, Investment Property (Annual Improvements 2011-2013 Cycle)

MFRSs, Interpretations and amendments shall be effective subject to the date to be confirmed

MFRS 9, Financial Instruments (2009)
MFRS 9, Financial Instruments (2010)
MFRS 9, Financial Instruments (2013.)
Amendments to MFRS 7, Financial Instruments: Disclosures - Mandatory Effective Date of MFRS 9 and Transition Disclosures

The Group will adopt the above standards or amendments when they become effective in the respective financial periods. These standards or amendments are not expected to have any material financial impacts to the financial statements of the Group and of the Company upon their first adoption.

A2 Audit report of preceding annual financial statements

The audit report of the Group's annual financial statements for the year ended 31 March 2014 was not subject to any qualification.

A3 Seasonal or cyclical factors

The operation of the Group is not subject to any major effects of seasonality or cyclicity.

A4 Unusual items due to their Nature, Size or Incidence

There were no unusual items that have a material effect on the assets, liabilities, equity, net income or cash flow reported in the interim financial report.

A5 Material changes in accounting estimates

There were no material changes in accounting estimates of amounts reported in prior financial years.

A6 Issuance or repayment of debts and equity securities

335,300 and 1,963,070 ordinary shares were issued pursuant to the Employee Share Option Scheme during the financial quarter and financial year to date. Subsequent to the financial quarter ended 31 December 2014, 48,000 ordinary shares were issued pursuant to the Employee Share Option Scheme.

100 and 200 ordinary shares of Asia File Corporation Bhd was purchased and retained as treasury shares pursuant to the Shares Buy Back Scheme during the financial quarter and financial year to date. Accordingly, a total of 400,200 shares was retained as treasury shares as at 31 December 2014.

There was a resale of 400,200 treasury shares subsequent to the financial quarter. Subsequent to the resale, there was no treasury shares retained as at year to date.

Other than the above, there were no issuances or repayment of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial quarter and financial year to date.

A7 Dividend Paid

An interim single-tier dividend of 9% on 117,453,800 ordinary shares of RM1 each totalling RM10,570,842 in respect of the financial year ended 31 March 2014 was paid on 23 May 2014.

A final dividend of 13.5% on 118,295,800 ordinary shares of RM1 each totalling RM 15,969,933.06 for the financial year ended 31 March 2014 was paid on 26 December 2014.

A8 Segment information**Business segment**

The Group is principally involved in the manufacture and trading of stationery and paper products. Business segmental information has therefore not been prepared as the Group's revenue, operating profit, assets employed, liabilities, capital expenditure, depreciation and amortization as well as non-cash expenses are mainly confined to one business segment.

A9 Valuations of property, plant and equipment

The valuations of land and buildings have been brought forward without amendment from the previous annual report.

A10 Material events subsequent to the end of the quarter

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

A11 Changes in composition of the Group

There were no changes in the composition of the Group for the quarter.

A12 Changes in contingent liabilities/assets

The total contingent liabilities as at 31 December 2014 for the Company are corporate guarantees for banking facilities granted to subsidiaries of RM 118.85 million (31 March 2014: RM 113.47 million) and also corporate guarantee of RM 10.86 million provided to a supplier of the subsidiary in UK.

A13 Capital commitments approved and contracted for

	31-Dec-2014
	RM'000
Machinery	<u>133</u>

Lease commitments

The Group's subsidiaries have entered into the following lease commitment:-

	31-Dec-2014
	RM'000
Less than one year	1,083

A14 Intangible assets

	31-Dec-2014	31-Mar-2014
	RM'000	RM'000
Goodwill	30,235	30,235
Other intangible assets with finite life *	2,553	3,048
	<u>32,788</u>	<u>33,283</u>

* This was in relation to securing of manufacturing contract from customer. Amortisation will be charged to profit or loss over the contract period.

A15 Net assets per share (sen)

	31-Dec-2014	31-Mar-2014
Shareholders' Fund (RM'000)	449,699	435,783
Share Capital (000)	118,696	116,733
Treasury Shares (000)	(400)	(400)
	<u>118,296</u>	<u>116,333</u>
Net assets per share (sen)	380.15	374.60

B Additional information required by the Bursa Malaysia Securities Berhad's Listing Requirements**B1 Review of performance**

For the quarter ended 31 December 2014, the Group achieved a total turnover of RM 90.3 million. This represented a slight drop of 3.4% over the turnover of RM 93.5 million achieved for the corresponding quarter last year.

In terms of profit before tax, a total of RM 14.9 million was recorded as compared to RM 19.7 million achieved in the corresponding quarter in previous year. During the period under review, there was a drop in share of profit of associate from RM 2.1 million in the corresponding quarter in preceding year to only RM 827,000 during the current quarter.

Operating profit before tax for the quarter was RM 14.0 million (Dec 2013: RM 17.5 million). A lower operating profit was recorded for the quarter due to lower turnover and also higher operating costs incurred in one of the oversea subsidiaries subsequent to acquiring new businesses.

B2 Comparison of profit before taxation with preceding quarter

Despite a lower turnover (Dec 2014: RM 90.3 million, Sept 2014: RM 92.02 million), a higher profit before tax of RM 14.9 million was achieved in the current quarter as compared to RM 14.0 million registered in the preceding quarter.

The lower profit margin achieved in preceding quarter was due to unfavorable exchange rate movement in both Pound and Euro against RM.

B3 Current year prospects

For the cumulative period of nine months, a total profit before tax of RM 47.9 million was recorded based on total turnover of RM 286.6 million.

Despite the various challenges in the industry, the Group is confident to present encouraging results for the remaining quarter.

B4 Profit forecast or profit guarantee

No profit forecast or profit guarantee was published by the Group.

B5 Tax expense

	9 months ended	
	31-Dec	
	2014	2013
	RM'000	RM'000
Current year tax expense		
- Based on results for the year	10,237	11,115
- (Over)/under provision in respect of prior year	76	(105)
	10,313	11,010
Withholding Tax	33	26
Deferred tax expense		
- Current year	306	1,045
	<u>10,652</u>	<u>12,081</u>

B6 Disclosure of Realised and Unrealised Profit/ Losses

The retained profits as at 31 December 2014 is analysed as follows:

	As at 31-Dec-2014 RM'000	As at 30-Sep-2014 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	256,694	259,870
- Unrealised	(7,388)	(9,781)
	<u>249,306</u>	<u>250,089</u>
Total share of retained profits from associates:		
- Realised	31,676	30,441
- Unrealised	1,597	1,894
	<u>33,273</u>	<u>32,335</u>
Add: Consolidation adjustment	18,014	17,893
Total Group retained profits as per consolidated accounts	<u><u>300,593</u></u>	<u><u>300,317</u></u>

B7 Sale of unquoted investments and properties

There were no sales of unquoted investments for the current quarter and financial year to date.

B8 Status of corporate proposal announced

The proposed bonus issue of up to 71,762,460 new ordinary shares on the basis of three (3) new shares for every five (5) existing shares was completed when a total of 71,246,340 bonus shares were listed and quoted on the Bursa Malaysia Securities Berhad on 25 February 2015.

B9 Group borrowings and debt securities

Group borrowings relate to bank overdraft, foreign currency loan and term loan which are denominated in Ringgit Malaysia and USD.

	As at 31-Dec-2014 RM'000
a) Bank borrowing - Non-current Term Loan	<u><u>3,506</u></u>
b) Bank borrowing - Current Foreign currency loan	25,691
Portion of term loan due within one year	<u>1,275</u>
	<u><u>26,966</u></u>

B10 Off balance sheet financial instruments

The Group measured the financial instruments based on market approach valuation technique (Level 2) with inputs of valuation technique that are observable directly or indirectly as at reporting date.

Details of outstanding derivative financial instruments as at 31 December 2014:-

	As at 31-Dec-2014 RM'000 Level 2
Financial assets at fair value through profit or loss - Derivatives	<u><u>160</u></u>

B11 Changes in material litigation

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

B12 Dividends Proposed

After taking into consideration the enlarged share capital of the Group subsequent to the bonus issue and its net cash position, the Group proposed to recommend a single tier interim dividend of 6% for the quarter under review and financial year to date (previous corresponding quarter: a single tier dividend of 9%). The dividend will be paid at a date to be determined later.

B13 Earnings per share

	Current Quarter ended 31-Dec-2014	Current Year to Date 31-Dec-2014
Basic earnings per share		
Profit attributable to equity holders of the Company	11,504	37,258
Weighted average number of ordinary shares ('000)	118,047	117,912
Basic earnings per share (sen)	<u>9.75</u>	<u>31.60</u>
	Current Quarter ended 31-Dec-14	Current Year to Date 31-Dec-14
Diluted earnings per share		
Profit attributable to equity holders of the Company	11,504	37,258
Weighted average number of ordinary shares ('000)	118,047	117,912
Adjustment for share options ('000)	<u>1,828</u>	<u>1,886</u>
Weighted average number of ordinary shares for diluted earnings per share ('000)	<u>119,875</u>	<u>119,798</u>
Diluted earnings per share (sen)	<u>9.60</u>	<u>31.10</u>

B14 Notes to the Condensed Consolidated Statement of Comprehensive Income

Profit before tax is arrived at after (charging) / crediting the following items:

	Current Quarter Ended 31-Dec-14 RM'000	Cumulative Year To Date 31-Dec-14 RM'000
a) interest income	201	601
b) other income including investment income	226	597
c) interest expense	(73)	(229)
d) depreciation and amortisation	(2,941)	(8,596)
e) provision for and write off of receivables	(40)	(25)
f) provision for and write off of inventories	-	-
g) gain or (loss) on disposal of quoted or unquoted investments or properties	10	118
h) impairment of assets	-	-
i) foreign exchange gains	876	(1,107)
j) gain or (loss) on derivatives	-	31
k) exceptional items	-	-

B15 The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 27 February 2014.

By Order of The Board

Tai Yit Chan (MAICSA 7009143)
Ong Tze-En (MAICSA 7026537)
Joint Company Secretaries
27 February 2014
