



**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2012

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2012**

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2012 RM'000	Preceding year corresponding quarter 31.03.2011 RM'000	Current year to date 31.03.2012 RM'000	Preceding year corresponding period 31.03.2011 RM'000
Revenue	65,326	66,792	65,326	66,792
Direct operating expenses	<u>(48,216)</u>	<u>(47,385)</u>	<u>(48,216)</u>	<u>(47,385)</u>
Gross profit	17,110	19,407	17,110	19,407
Net other operating expenses	<u>(11,233)</u>	<u>(10,533)</u>	<u>(11,233)</u>	<u>(10,533)</u>
Results from operating activities	5,877	8,874	5,877	8,874
Net finance costs	<u>(817)</u>	<u>(874)</u>	<u>(817)</u>	<u>(874)</u>
Profit before taxation	5,060	8,000	5,060	8,000
Taxation	<u>(1,428)</u>	<u>(1,766)</u>	<u>(1,428)</u>	<u>(1,766)</u>
Profit for the period	<u>3,632</u>	<u>6,234</u>	<u>3,632</u>	<u>6,234</u>
Other comprehensive income				
Foreign currency translation differences for foreign operations	<u>(67)</u>	<u>(105)</u>	<u>(67)</u>	<u>(105)</u>
Other comprehensive income for the period	<u>(67)</u>	<u>(105)</u>	<u>(67)</u>	<u>(105)</u>
Total comprehensive income for the period	<u>3,565</u>	<u>6,129</u>	<u>3,565</u>	<u>6,129</u>
Profit attributable to:				
Equity holders of the Company	4,299	6,442	4,299	6,442
Non-controlling interests	<u>(667)</u>	<u>(208)</u>	<u>(667)</u>	<u>(208)</u>
Profit for the period	<u>3,632</u>	<u>6,234</u>	<u>3,632</u>	<u>6,234</u>
Total comprehensive income attributable to:				
Equity holders of the Company	4,232	6,337	4,232	6,337
Non-controlling interests	<u>(667)</u>	<u>(208)</u>	<u>(667)</u>	<u>(208)</u>
Total comprehensive income for the period	<u>3,565</u>	<u>6,129</u>	<u>3,565</u>	<u>6,129</u>
Earnings per share attributable to equity holders of the Company:				
Basic (sen)	<u>5.32</u>	<u>8.18</u>	<u>5.32</u>	<u>8.18</u>
Diluted (sen)	<u>5.31</u>	<u>7.97</u>	<u>5.31</u>	<u>7.97</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2011.

**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2012

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2012**

	As at end of current quarter 31.03.2012 RM'000	As at preceding financial year end 31.12.2011 RM'000
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	164,462	166,781
Investment property	30,000	30,000
Other investments	1,912	1,801
Goodwill on consolidation	3,730	3,730
	<u>200,104</u>	<u>202,312</u>
<b>Current Assets</b>		
Inventories	120	495
Receivables	110,462	119,671
Cash and bank balances	26,852	22,615
	<u>137,434</u>	<u>142,781</u>
<b>TOTAL ASSETS</b>	<u>337,538</u>	<u>345,093</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	85,745	84,136
Treasury shares	(5,928)	(5,910)
Reserves	126,721	122,489
	<u>206,538</u>	<u>200,715</u>
<b>Non-controlling Interests</b>	<u>1,018</u>	<u>1,689</u>
<b>Total Equity</b>	<u>207,556</u>	<u>202,404</u>
<b>Non-current Liabilities</b>		
Borrowings	51,759	45,502
Deferred taxation	9,017	9,017
	<u>60,776</u>	<u>54,519</u>
<b>Current Liabilities</b>		
Borrowings	21,616	20,571
Payables	47,590	67,599
	<u>69,206</u>	<u>88,170</u>
<b>Total Liabilities</b>	<u>129,982</u>	<u>142,689</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>337,538</u>	<u>345,093</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.51	2.49

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2011.

**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2012

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2012**

	Current year to date 31.03.2012 RM'000	Preceding year corresponding period 31.03.2011 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the year	3,632	6,234
Adjustments:		
Non-Cash Items	5,527	5,162
Non-Operating Items	<u>(233)</u>	<u>525</u>
Operating profit before working capital changes	8,926	11,921
Movement in working capital:		
Net change in current assets	10,820	(9,120)
Net change in current liabilities	<u>(19,842)</u>	<u>5,277</u>
Cash generated from operations	(96)	8,078
Tax Paid	<u>(3,026)</u>	<u>(1,753)</u>
Net cash (used in)/generated from operating activities	<u>(3,122)</u>	<u>6,325</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Dividend received	30	-
Acquisition of investment	(4)	(452)
Interest received	146	112
Disposal of property, plant and equipment	75	721
Disposal of investment	-	1,251
Purchase of property, plant and equipment	<u>(677)</u>	<u>(1,188)</u>
Net cash (used in)/generated from investing activities	<u>(430)</u>	<u>444</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net proceeds from issuance of shares	1,609	393
Proceeds from borrowings	15,443	4,000
Repayment of borrowings	(8,282)	(23,406)
Purchase of own shares	(18)	(142)
Interest paid	<u>(963)</u>	<u>(986)</u>
Net cash generated from/(used in) financing activities	<u>7,789</u>	<u>(20,141)</u>
Net increase/(decrease) in cash and cash equivalents	4,237	(13,372)
Cash and cash equivalents at beginning of the period	<u>22,615</u>	<u>36,495</u>
Cash and cash equivalents at end of the period	<u><u>26,852</u></u>	<u><u>23,123</u></u>
Cash and cash equivalents at the end of the financial period comprise the following :		
Cash on hand and at banks	8,917	13,539
Deposits with licensed banks	<u>17,935</u>	<u>9,584</u>
	<u><u>26,852</u></u>	<u><u>23,123</u></u>

**The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2011.**

**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2012

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2012**

	Attributable to Equity Holders of the Company				Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Issued Capital RM'000	Non-distributable		Distributable			
		Share Premium Reserve RM'000	Other Reserves RM'000	Retained Earnings RM'000			
<b>As at end of current quarter</b>							
As at 1 January 2012	84,136	217	(4,608)	120,970	200,715	1,689	202,404
Issuance of shares	1,609	-	-	-	1,609	-	1,609
Purchase of treasury shares	-	-	(18)	-	(18)	-	(18)
Adjustment to equity due to increase of stake in subsidiary	-	-	-	-	-	(4)	(4)
Total comprehensive income for the period	-	-	(67)	4,299	4,232	(667)	3,565
As at 31 March 2012	85,745	217	(4,693)	125,269	206,538	1,018	207,556
<b>As at preceding year corresponding quarter</b>							
As at 1 January 2011	82,005	94	(5,567)	98,102	174,634	1,410	176,044
Issuance of shares	327	-	-	-	327	65	392
Purchase of treasury shares	-	-	(142)	-	(142)	-	(142)
Total comprehensive income for the period	-	-	(105)	6,442	6,337	(208)	6,129
As at 31 March 2011	82,332	94	(5,814)	104,544	181,156	1,267	182,423

**The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2011.**

## **CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2012

### **Notes To The Financial Statements**

#### **1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2011.

These explanatory notes attached to the interim financial statements 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 financial year ended 31 December 2011.

#### **2. Significant Accounting Policies**

The Group has adopted the Malaysian Financial Reporting Standards issued by the Malaysian Accounting Standards Board for accounting period beginning 1 January 2012.

#### **3. Auditors' Report on Preceding Annual Financial Statements**

The auditor's report of the Group's annual financial statements for the financial year ended 31 December 2011 was not qualified.

#### **4. Seasonal or Cyclical Factors**

The business operations of the Group are not significantly affected by any seasonal or cyclical factors.

#### **5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows in the financial quarter under review.

#### **6. Changes in Estimates**

There was no change in estimates of amounts reported in prior interim periods that had a material effect in the current reporting quarter.

#### **7. Changes in Debt and Equity Securities**

There was no issuance or repayment of debt or equity securities, share cancellations and resale of treasury shares for the financial quarter under review, except for the following:

- a) Issuance of 1,608,600 new ordinary shares of RM1.00 each at par for cash through the exercise of 1,608,600 3-year warrants 2010/2013 that entitled the warrant holders to subscribe for one new ordinary share of RM1.00 each at an exercise price of RM1.00 for each warrant held; and
- b) The Company bought back 10,000 ordinary shares of RM1.00 each from the open market at an average price of RM1.78 per share. The shares purchased are being held as treasury shares in accordance with Section 67A of the Companies Act, 1965.

#### **8. Dividend Paid**

No dividend was paid in the financial quarter under review.

**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2012

**9. Segmental Reporting**

Analysis of the Group's revenue and results for period ended 31 March 2012 is as follows:

	Total Logistics Services RM'000	Procurement Logistics Services RM'000	Consolidation Adjustment RM'000	Group Results RM'000
<b>Revenue</b>				
External sales	56,950	8,376	-	65,326
Inter-segment sales	-	-	-	-
Total revenue	<u>56,950</u>	<u>8,376</u>	<u>-</u>	<u>65,326</u>
<b>Profit</b>				
Segment results	3,926	1,951	-	5,877
Net finance costs				<u>(817)</u>
Profit from ordinary activities before taxation				5,060
Taxation				<u>(1,428)</u>
Profit from ordinary activities after taxation				3,632
Non-controlling interests				<u>667</u>
Net profit for the period				<u>4,299</u>

Analysis of the Group's revenue and results for period ended 31 March 2011 is as follows:

	Total Logistics Services RM'000	Procurement Logistics Services RM'000	Consolidation Adjustment RM'000	Group Results RM'000
<b>Revenue</b>				
External sales	58,168	8,624	-	66,792
Inter-segment sales	<u>965</u>	<u>-</u>	<u>(965)</u>	<u>-</u>
Total revenue	<u>59,133</u>	<u>8,624</u>	<u>(965)</u>	<u>66,792</u>
<b>Profit</b>				
Segment results	7,613	1,261	-	8,874
Net finance costs				<u>(874)</u>
Profit from ordinary activities before taxation				8,000
Taxation				<u>(1,766)</u>
Profit from ordinary activities after taxation				6,234
Non-controlling interests				<u>208</u>
Net profit for the period				<u>6,442</u>

**10. Valuation of Property, Plant and Equipment**

The Group's property, plant and equipment are stated at cost. There is no policy of regular revaluation of its property, plant and equipment as at the end of the financial period under review.

**11. Material Events Subsequent to the End of the Interim Period**

There were no material events subsequent to the end of the interim period.

## CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)

Interim report on unaudited consolidated results for the financial period ended 31 March 2012

### 12. Changes in Composition of the Group

There were no major changes in the composition of the Group during the current financial period under review, except that on 8 February 2012, Century Advance Technology Sdn. Bhd. ("CAT"), a wholly-owned subsidiary of the Company, had acquired 150,000 and 100,000 ordinary shares of RM1.00 each in Century LED Sdn. Bhd. ("CLED") for considerations of RM36,990 and RM24,660 respectively. Upon completion of the acquisition, CLED became a wholly-owned subsidiary of CAT.

### 13. Capital Commitments

As at the end of the reporting quarter, the Group has approved and contracted for capital commitments of RM118.5 million in respect of property, plant and equipment.

### 14. Changes in Contingent Liabilities

There were no changes in contingent liabilities since the last annual balance sheet as at 31 December 2011.

### 15. Review of Performance

For the financial quarter ended 31 March 2012, the Group's revenue and pre-tax profit are RM65.326 million and RM5.060 million respectively, compared to revenue and pre-tax profit of RM66.792 million and RM8.000 million respectively for the corresponding period in the previous financial year. The decrease in revenue and pre-tax profit by 2.2% and 36.8% respectively were mainly due to a weak global economy resulting in reduced activities of the total logistics services segment as well as the start-up losses from the operation of the double hull product tanker, Onsys Century I.

### 16. Comparison with Immediate Preceding Quarter's Results

For the financial quarter ended 31 March 2012, the Group reported revenue and pre-tax profit of RM65.326 million and RM5.060 million respectively, compared to revenue and pre-tax profit of RM61.174 million and RM6.106 million respectively for the preceding quarter. The increase in revenue by 6.8% was due to comparatively better performance in the total logistics services segment but pre-tax profit declined by 17.1% mainly due to the start-up losses from the operation of the double hull product tanker, Onsys Century I.

### 17. Prospects for the Current Financial Year

The Group's performance declined during the current financial quarter ended 31 March 2012, in tandem with the weak global economy. The Group takes cognizance of the current uncertain global economic environment and will ensure that it takes the necessary measures to remain resilient, including focusing on providing value-added logistics solutions as well as maintaining cost efficiencies. Nevertheless, the Group remains confident of its business model and expects to perform satisfactorily in the current financial year.

### 18. Profit Forecast

There was no profit forecast announced in relation to the financial quarter under review.

### 19. Taxation

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current quarter 31.03.2012 RM'000	Preceding corresponding quarter 31.03.2011 RM'000	Current period 31.03.2012 RM'000	Preceding corresponding period 31.03.2011 RM'000
Provision for taxation	<u>1,428</u>	<u>1,766</u>	<u>1,428</u>	<u>1,766</u>

**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

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**20. Note to the Statement of Comprehensive Income**

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current quarter 31.03.2012 RM'000	Preceding corresponding quarter 31.03.2011 RM'000	Current period 31.03.2012 RM'000	Preceding corresponding period 31.03.2011 RM'000
Interest income	146	112	146	112
Interest expenses	(963)	(986)	(963)	(986)
Depreciation and amortisation	(3,083)	(2,398)	(3,083)	(2,398)
Provision for and write off of receivables	(190)	(126)	(190)	(126)
Foreign exchange gain/(loss)	161	(6)	161	(6)
Gain on disposal of quoted or unquoted investments or properties	74	(18)	74	(18)
Other income including investment income (excluding items disclosed above)	120	373	120	373

There were no impairment of assets, exceptional items or derivatives during the period under review.

**21. Status of Corporate Proposal**

There was no corporate proposal announced but not completed as at the date of this report.

**22. Group's Borrowings and Debt Securities**

	As at 31.03.2012 RM'000	As at 31.12.2011 RM'000
Short Term - Unsecured		
- Revolving Credit	7,000	8,000
Short Term - Secured		
- Term Loans	9,020	6,984
- Foreign Term Loan	3,154	3,188
- Hire Purchase	2,442	2,399
	<u>21,616</u>	<u>20,571</u>
Long Term - Secured		
- Term Loans	33,291	25,951
- Foreign Term Loan	14,096	14,953
- Hire Purchase	4,372	4,598
	<u>51,759</u>	<u>45,502</u>
	<u>73,375</u>	<u>66,073</u>
Borrowings denominated in foreign currency:		
Term loan - Thai Baht 174,167,152	<u>17,250</u>	<u>18,141</u>

**23. Off Balance Sheet Financial Instruments**

The Group does not have any financial instruments with off balance sheet risk, the latest practicable date which is not earlier than 7 days from the date of this quarterly report.

**24. Material Litigation**

The Group is not presently engaged in any material litigation, claim or arbitration, either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group or any fact likely to give rise to any proceedings which may materially affect the financial position or business of the Group.



**CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)**

Interim report on unaudited consolidated results for the financial period ended 31 March 2012

**25. Realised and unrealised earnings or losses disclosure**

	As at 31.03.2012 RM'000	As at 31.12.2011 RM'000
Total retained earnings of the Company and its subsidiaries		
- Realised	127,622	123,618
- Unrealised	(7,891)	(7,601)
Less: Consolidation adjustments	<u>5,538</u>	<u>4,953</u>
Total group retained earnings as per consolidated accounts	<u><u>125,269</u></u>	<u><u>120,970</u></u>

**26. Dividend**

The Board does not recommend any dividend in respect of the reporting quarter and financial year-to-date.

**27. Earnings Per Share**

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2012 RM'000	Preceding year corresponding quarter 31.03.2011 RM'000	Current year to date 31.03.2012 RM'000	Preceding year corresponding period 31.03.2011 RM'000
Net profit attributable to equity holders of the Company	4,299	6,442	4,299	6,442
Add : After tax effect of interest on warrants	<u>206</u>	<u>218</u>	<u>206</u>	<u>218</u>
	<u><u>4,505</u></u>	<u><u>6,660</u></u>	<u><u>4,505</u></u>	<u><u>6,660</u></u>
Weighted average number of ordinary shares in issue	80,816	78,792	80,816	78,792
Effect on dilution of warrants	<u>3,960</u>	<u>4,720</u>	<u>3,960</u>	<u>4,720</u>
Weighted average number of ordinary shares (diluted)	<u><u>84,776</u></u>	<u><u>83,512</u></u>	<u><u>84,776</u></u>	<u><u>83,512</u></u>
Basic earnings per share (sen)	5.32	8.18	5.32	8.18
Diluted earnings per share (sen)	5.31	7.97	5.31	7.97

By Order of the Board of Directors

Company Secretary

Kuala Lumpur  
10 May 2012