



AEMULUS HOLDINGS BERHAD

(Company No. 1114009-H)
("AEMULUS" OR THE "COMPANY")

INTERIM FINANCIAL REPORT FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

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AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2017**

	(Unaudited) As at 30.9.2017 RM'000	(Audited) As at 30.9.2016 RM'000
Assets		
Non-Current Assets		
Property, plant & equipment	6,367	5,065
Intangible assets	13,686	13,686
Trade receivables	415	678
	20,468	19,429
Current Assets		
Inventories	17,597	10,958
Trade receivables	14,488	10,930
Other receivables, deposits and prepayments	6,013	657
Derivative financial assets	5	-
Tax recoverable	47	-
Investment in money market instruments	17,932	22,849
Fixed deposits with licensed banks	41	1,471
Cash and bank balances	6,373	2,437
	62,496	49,302
TOTAL ASSETS	82,964	68,731
EQUITY		
Share capital ^(c)	59,095	43,885
Reserves	(12,972)	2,248
Retained profits	26,885	19,334
	73,008	65,467
Non-Current Liabilities		
Borrowing	2,480	-
Current Liabilities		
Trade payables	4,136	1,630
Other payables, provisions and accruals	2,631	1,434
Borrowing	411	-
Provision for warranty	298	187
Provision for taxation	-	13
	7,476	3,264
TOTAL LIABILITIES	9,956	3,264
TOTAL EQUITY AND LIABILITIES	82,964	68,731
Net assets per share attributable to owners of the Company(RM) ^(b)	0.17	0.15

Notes:

(a) The unaudited condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 September 2016 and the interim notes attached to this interim financial report.

(b) Based on 438,850,000 ordinary shares in issue.

(c) Share premium is reclassified to share capital in accordance with Section 618(2) of the Companies Act 2016.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND PERIOD ENDED 30 SEPTEMBER 2017

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.9.2017 RM'000	30.9.2016 RM'000	30.9.2017 RM'000	30.9.2016 RM'000
Revenue	11,746	5,996	40,068	21,984
Cost of sales	(4,432)	(3,707)	(14,945)	(10,149)
Gross profit	7,314	2,289	25,123	11,835
Other income	249	615	1,038	1,460
Research and development expenses	(1,668)	(969)	(5,123)	(3,571)
Administrative expenses	(3,637)	(3,690)	(13,389)	(11,671)
Other expenses	(127)	(74)	(25)	(700)
Profit / (Loss) from operation	2,131	(1,829)	7,624	(2,647)
Finance costs	(35)	(6)	(72)	(7)
Profit / (Loss) before taxation	2,096	(1,835)	7,552	(2,654)
Taxation	1	17	(1)	(81)
Profit / (Loss) for the year	2,097	(1,818)	7,551	(2,735)
Other comprehensive income / (loss), net of tax:				
Item that will be reclassified subsequently to profit or loss:				
Foreign currency translation differences arising from foreign operation	(9)	4	(10)	(8)
Total comprehensive income / (loss) for the year	2,088	(1,814)	7,541	(2,743)
Earnings / (Loss) per share:-				
Basic ^(b) / Diluted ^(c) (sen)	0.48	(0.41)	1.72	(0.62)

Notes:

- (a) *The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 September 2016 and the interim notes attached to this interim financial report.*
- (b) *Based on 438,850,000 ordinary shares in issue as disclosed in Note B11.*
- (c) *There is no diluted earnings per share as the Company does not have any dilutive potential shares as at the end of the current reporting period ended 30 September 2017.*

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

	← Non-distributable →			Distributable		Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Merger Deficit RM'000	Exchange Translation Reserve RM'000	Retained Profits RM'000	
At 1 October 2016	43,885	15,210	(12,954)	(8)	19,334	65,467
Total comprehensive income for the year	-	-	-	(10)	7,551	7,541
Transfer in accordance with Section 618(2) of the Companies Act 2016 to no-par value regime on 31 January 2017	15,210	(15,210)	-	-	-	-
At 30 September 2017	59,095	-	(12,954)	(18)	26,885	73,008
At 1 October 2015	43,885	15,210	(12,954)	-	22,069	68,210
Total comprehensive income for the year	-	-	-	(8)	(2,735)	(2,743)
At 30 September 2016	43,885	15,210	(12,954)	(8)	19,334	65,467

Note:

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 September 2016 and the interim notes attached to this interim financial report.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2017

	30.9.2017	(Restated)
	RM'000	30.9.2016
		RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	7,552	(2,654)
Adjustments for:		
Allowance for obsolete inventories	147	1,589
Reversal of obsolete inventories	(130)	-
Depreciation	968	796
Property, plant and equipment written off	-	1
Interest expenses	72	7
Interest income	(33)	(393)
Listing expenses		46
Provision for warranty	111	(74)
Gain on disposal of property, plant and equipment	(15)	-
Unrealised loss on foreign exchange	25	(508)
Operating profit/(loss) before changes in working capital	8,697	(1,190)
Increase in inventories	(6,639)	(918)
Increase in receivables	(8,632)	(1,513)
Increase / (Decrease) in payables	3,561	(4,325)
Cash used in operations	(3,013)	(7,946)
Interest paid	(72)	(7)
Income tax paid	(78)	(101)
Net cash used in operating activities	(3,163)	(8,054)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(2,303)	(1,530)
Interest received	33	393
Proceeds from disposal of property, plant and equipment	49	-
Withdrawal/(Placement) of fixed deposits	1,430	(36)
Net cash used in investing activities	(791)	(1,173)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of listing expenses	-	(46)
Proceeds from government grant	131	1,056
Increase in borrowings	2,979	-
Repayment of borrowings	(88)	(133)
Net cash generated from financing activities	3,022	877
NET DECREASE IN CASH AND CASH EQUIVALENTS	(932)	(8,350)
Effects of changes in exchange rates	(49)	130
CASH AND CASH EQUIVALENTS AT BEGINNING	25,286	33,506
CASH AND CASH EQUIVALENTS AT END	24,305	25,286

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2017 (cont'd)

	30.9.2017	(Restated)
	RM'000	30.9.2016
		RM'000
Cash and cash equivalents included in the consolidated statement of cash flows comprise the following:		
Investment in money market instruments	17,932	22,849
Fixed deposits with licensed banks	41	1,471
Cash and bank balances	6,373	2,437
	<u>24,346</u>	<u>26,757</u>
Less: Pledged to licensed banks as securities for banking facilities	(41)	(1,471)
	<u>24,305</u>	<u>25,286</u>

Notes:

- (a) *The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 September 2016 and the interim notes attached to this interim financial report.*
- (b) *The investment in money market instruments of the Group has been determined to be part of cash and cash equivalents since the funds are invested in money market instruments and short term deposits and are subject to minimal risk. As such, the comparative figures have been amended to conform with the current year's presentation.*

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

A. EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of Preparation

The interim financial report of Aemulus and its subsidiary (collectively, “the **Group**”) is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards (“**MFRS**”) 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“**MASB**”) and Paragraph 9.22 and Appendix 9B of the ACE LR.

The accounting policies and methods of computation adopted by the Group in this unaudited condensed interim financial report are consistent with those adopted in the annual financial statements of the Group. The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 30 September 2016 and the interim notes attached to this interim financial report.

A2. Significant Accounting Policies

The accounting policies and presentations adopted by the Group are consistent with those adopted for the audited financial statements of the Group for the financial year ended 30 September 2016.

At the date of authorisation of this report, the following standards have been issued by the MASB but are not yet effective for the Group:-

MFRS and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 107 Disclosure Initiative	1 January 2017
Amendments to MFRS 112 Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
Amendments to MFRS 12 Disclosure of Interests in Other Entities (under Annual Improvements to MFRS Standards 2014-2016 Cycle)	1 January 2017
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
IC Interpretation 22 Foreign Currency Transaction and Advance Consideration	1 January 2018
Amendments to MFRS 2 Classification and Measurement of Share – Based Payment Transactions	1 January 2018
Amendments to MFRS 4 Insurance Contracts: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	1 January 2018
Amendments to MFRS 140 Investment Property : Transfer of Investment Property	1 January 2018
Annual Improvements to MFRS 2014-2016 cycle (except for Amendments to MFRS 12 Disclosure of Interest in Other Entities)	1 January 2018
MFRS 16 Leases	1 January 2019

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (cont'd)

A2. Significant Accounting Policies (cont'd)

MFRS and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 17 Insurance Contracts	1 January 2019
IC Int 23 Uncertainty over Income Tax Treatments	1 January 2021
Amendments to MFRS (effective date deferred indefinitely):	
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture.	

A3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report of the financial statements for the financial year ended 30 September 2016 was not subject to any qualification.

A4. Seasonal or Cyclical Factors

The Group's business is subject to the cyclical nature of the semiconductor industry.

A5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the financial year under review.

A6. Material Changes in Estimates

There were no changes in estimates of amounts reported that have a material effect in the quarter and financial year under review.

A7. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the financial year under review.

A8. Dividend Paid

No dividend was paid in the current financial year.

A9. Segmental Reporting

The Group's revenue is recognised based on the sales of its automated test equipment ("ATE") and related services which consist of provision of maintenance services for the Group's ATE, consultancy services for printed circuit board design and others.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (cont'd)

Business Activities

Revenue	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.9.2017 RM'000	30.9.2016 RM'000	30.9.2017 RM'000	30.9.2016 RM'000
ATE	10,827	5,496	37,661	20,249
Related services	919	500	2,407	1,735
	<u>11,746</u>	<u>5,996</u>	<u>40,068</u>	<u>21,984</u>

Principal Markets

Revenue	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.9.2017 RM'000	30.9.2016 RM'000	30.9.2017 RM'000	30.9.2016 RM'000
Malaysia	2,496	1,318	11,267	7,273
Singapore	4,919	2,183	15,399	2,661
China	3,391	925	8,761	7,300
United States of America	692	1,513	4,055	4,231
Other countries	248	57	586	519
	<u>11,746</u>	<u>5,996</u>	<u>40,068</u>	<u>21,984</u>

A10. Property, Plant and Equipment

The group has not carried out any valuation of its property, plant and equipment in the current financial year.

A11. Capital Commitments

	30 SEPTEMBER 2017 RM'000
Contracted but not provided for:-	
- Property, plant and equipment	<u>5,051</u>

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR
FOURTH QUARTER ENDED 30 SEPTEMBER 2017**

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (cont'd)

A12. Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial year under review.

A13. Contingent Liabilities and Contingent Assets

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

A14. Material Events Subsequent to the End of the Quarter

There were no material events subsequent to the end of the current quarter and financial year-to-date that have not been reflected in this interim financial report.

A15. Significant Related Party Transactions

There were no significant related party transaction during the current quarter and financial year-to-date under review.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES

B1. Review of Performances

	Individual Quarter 3 months ended		Changes (Amount / %)	Cumulative Quarter 12 months ended		Changes (Amount / %)
	30.9.2017 RM'000	30.9.2016 RM'000		30.9.2017 RM'000	30.9.2016 RM'000	
Revenue	11,746	5,996	5,750 / 96	40,068	21,984	18,084 / 82
Profit / (Loss) from operation	2,131	(1,829)	3,960 / 217	7,624	(2,647)	10,271 / 388
Profit / (Loss) before taxation	2,096	(1,835)	3,931 / 214	7,552	(2,654)	10,206 / 385
Profit / (Loss) for the period / year	2,097	(1,818)	3,915 / 215	7,551	(2,735)	10,286 / 376

Comparison with the preceding year corresponding quarter

In this quarter (“**Q4FY17**”), the Group has achieved an increase of 96% in the revenue as compared to the corresponding quarter in the previous financial year (“**Q4FY16**”).

The increase is mainly driven by the growing customers’ demand on our ATE, especially Amoeba 4600 (enterprise storage market segment) and Amoeba 7600 (smartphone and tablet market segment), which contributed approximately 70% of the Q4FY17 revenue.

With the increase of revenue and better gross profit margin recorded, we managed to achieve a profit after tax of RM2.097 million in this quarter.

Comparison with the corresponding financial period in the previous financial year

The Group has achieved a significant increase of RM18.084 million or 82% in total revenue, from RM21.984 million in the previous financial year to RM40.068 million in the current financial year. Growing customers’ orders from the enterprise storage, smartphone and tablet market segments this year contributed significantly to the Group’s revenue growth, supported by double digit revenue growth in the Far East region.

From a recorded loss in the previous financial year, the Group successfully turnaround into profit this year with RM7.551 million profit after tax recorded. The profit is mainly driven by the 82% growth in revenue, but was offset partially by the rising of research & development (“**R&D**”) and administrative expenses for the current financial year.

R&D expenses grew by 44% to RM5.123 million in the current financial year as compared to RM3.571 million in the previous financial year, in tandem with the spending for R&D activities such as materials, design fee and staff cost to enhance the existing products portfolio and to develop new tester platform. Administrative expenses have increased this year as we continued to focus on talent building to support our business growth and expansion in the Far East region.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)

Statement of Financial Position Review

	As at 30.9.2017 RM'000	As at 30.9.2016 RM'000	Changes (Amount / %)
Review on Significant Items:-			
Inventories	17,597	10,958	6,639 / 61
Trade receivables	14,488	10,930	3,558 / 33
Other receivables, deposits and prepayments	6,013	657	5,356 / 815
Trade payables	4,136	1,630	2,506 / 153

Inventories amounted to RM17.597 million as at FY2017, representing an increase of RM6.639 million or 61% as compared to FY2016. The increase is mainly due to stock up on long lead time and critical materials, coupled with higher work in progress inventories so as to ensure prompt delivery to customers.

Trade receivables has increased approximately RM3.558 million or 33% in tandem with the significant growth in the revenue this year.

Other receivables, deposits and prepayments has increased RM5.356 million, mainly due to RM4.965 million paid for the acquisition of a piece of land located in Mukim 12, Plot 2, Bayan Lepas Industrial Park as announced on 23rd January 2017.

Trade payables has increased from RM1.630 million in FY2016 to RM4.136 million in FY2017, in tandem with the purchases incurred to support growth in sales.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)

Statement of Cash Flow Review

	As at 30.9.2017 RM'000	As at 30.9.2016 RM'000	Changes (Amount / %)
Net cash used in operating activities	(3,163)	(8,054)	4,891 / 61
Net cash used in investing activities	(791)	(1,173)	382 / 33
Net cash generated from financing activities	3,022	877	2,145 / 245

Net cash used in operating activities has been reduced as compared to last year. This is attributed by the increase in the inventories and receivables, despite the profit recorded this year.

In respect of investing activities, the net cash outflow is mainly for the acquisition of instruments and other assets for operation, research and development purpose. In terms of financing activities, the Group has drawn down RM2.979 million to partially fund the acquisition of a piece of land located in Mukim 12, Plot 2, Bayan Lepas Industrial Park as announced on 23rd January 2017.

B2. Comparison with Preceding Quarter

	Individual Quarter 3 months ended		Changes (Amount / %)
	30.9.2017 RM'000	30.6.2017 RM'000	
Revenue	11,746	11,964	(218) / (2)
Profit from operation	2,131	2,485	(354) / (14)
Profit before taxation	2,096	2,442	(346) / (14)
Profit for the period	2,097	2,453	(356) / (15)

The profit before taxation has decreased approximately RM0.346 million or 14% as compared to the preceding quarter, which is mainly due to lower margin from different product mix sold in Q4FY17.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR
FOURTH QUARTER ENDED 30 SEPTEMBER 2017**

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (*cont'd*)

B3. Prospects

Aemulus continues to create growth through innovation and leadership in the ATE markets for semiconductor devices. The launching of our new RF tester, Amoeba 7600-S combines our latest technology with scalability. We believe that the technology is going to be able to serve the smartphone and tablet market well especially in the Far East region.

Based on the current business trend, demand for ATE from the smartphone and tablet segments as well as the enterprise storage segment is expected to continue into 2018. The group is expecting revenue growth to further accelerate in fiscal year 2018, led by ATE sales growth in the Far East region with US region complementing it.

The financial results in fiscal year 2017 indicates that sales and marketing efforts in the Far East region were encouraging, achieving the target we established at the beginning of the fiscal year. We shall continue the effort in fiscal year 2018 together with increasing sale and marketing effort in USA Region. The group targets to achieve double digit revenue growth from the Far East in fiscal year 2018.

We do not expect the revenue from the enterprise storage segment to continue increasing by threefold in fiscal year 2018. Barring any unforeseen circumstances, revenue contributed by this segment is expected to be consistent with 2017 and remain as one of the major contributors to our revenue in fiscal year 2018. We are channelling the ATEs serving this market to other vertical markets as well.

B4. Profit Forecast or Profit Guarantee

The Group has not issued any profit forecast nor received any profit guarantee in respect of any corporate proposals.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)

B5. Taxation

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.9.2017 RM'000	30.9.2016 RM'000	30.9.2017 RM'000	30.9.2016 RM'000
Income tax	1	17	(1)	(81)
Deferred tax	-	-	-	-
	<u>1</u>	<u>17</u>	<u>(1)</u>	<u>(81)</u>

The effective tax rate for the financial period and financial year under review was lower than the statutory tax rate due to statutory business income derived from the design and assembly of ATE and test and measurement instruments and the provision of related design consultancy services are exempted from income tax, in line with the pioneer status granted under the Multimedia Super Corridor (“**MSC**”) Malaysia status. The Group via its subsidiary obtained the MSC Malaysia status on 19 December 2007 for a period of five (5) years from 8 September 2008 to 7 September 2013 and was further extended for another five (5) years to 7 September 2018.

B6. Status of Corporate Proposal

Listing on the ACE Market of Bursa Securities

The listing of and quotation for the Company’s entire enlarged issued and paid-up share capital comprising 438,850,000 shares on the ACE Market of Bursa Securities was completed on 15 September 2015.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)

Subsequent to the listing on the ACE Market of Bursa Securities on 15 September 2015, the gross proceeds arising from the Public Issue of RM24.581 million were utilised by the Group in the following manner:-

Description	Time frame for Utilisation Upon Listing	Amount (RM'000)	Percentage of Gross Proceeds (%)	Amount Utilised as at 30 September 2017 (RM'000)	Deviation		Balance of IPO Proceeds as at 30 September 2017 (RM'000)
					(RM'000)	(%)	
Working capital	Within 24 months	12,881	52.40	12,881	-	-	Fully utilised
R&D expenditure	Within 24 months	6,000	24.41	6,000	-	-	Fully utilised
Purchase of property, plant and equipment	Within 24 months	2,000	8.14	2,000	-	-	Fully utilised
Marketing, branding and promotion	Within 24 months	1,200	4.88	1,200	-	-	Fully utilised
Estimated listing expenses	Immediate	2,500	10.17	1,741	759	30.36	Fully utilised
Total cash proceeds		24,581	100.00	24,581	759	3.09	Fully utilised

Note:-

^ The excess of RM 759,000 was utilised for working capital purpose.

The utilisation of proceeds above should be read in conjunction with the Prospectus of the Company dated 26 August 2015. As stated in the Section 3.10.1 (e), page 27 of the Prospectus of the Company dated 26 August 2015:-

In the event if the actual listing expenses are higher than budgeted, the shortfall will be funded out of the portion allocated for working capital. Conversely, if the actual listing expenses are lower than budgeted, the surplus will be utilised for general working capital purposes.

Save as disclosed above, there is no other pending corporate proposal as at the date of this announcement.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)

B7. Group's Borrowings and Debts Securities

The details of the Group's borrowings as at 30 September 2017 are as follows:-

	As at 4 th quarter ended 30 September 2017					
	Long term		Short term		Total borrowings	
	Foreign Denomination '000	RM Denomination '000	Foreign Denomination '000	RM Denomination '000	Foreign Denomination '000	RM Denomination '000
Secured:						
Term Loan	-	2,480	-	411	-	2,891
Unsecured:						
Nil	-	-	-	-	-	-
	As at 4 th quarter ended 30 September 2016					
	Long term		Short term		Total borrowings	
	Foreign Denomination '000	RM Denomination '000	Foreign Denomination '000	Foreign Denomination '000	RM Denomination '000	Foreign Denomination '000
Secured:						
Nil	-	-	-	-	-	-
Unsecured:						
Nil	-	-	-	-	-	-

a) Our subsidiary, Aemulus Corporation Sdn Bhd has drawdown term loan of RM2.979 million to partially fund the payment for the acquisition of a piece of land situated in Daerah Barat Daya and forming part of Mukim 12, Plot 2, Bayan Lepas Industrial Park. Details of the land acquisition was announced in 23rd January 2017.

b) Weighted average interest rate of borrowings is 4.38%. The debts are subject to the floating interest rate.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)

B8. Derivative Financial Instrument

The Group has the following derivative financial instrument as at the end of the reporting period:

Derivative forward foreign exchange contract :	Contract value (RM'000)	Fair value Gain (RM'000)
- Less than 1 year	1,712	5

The Group's derivative financial assets as at the end of the reporting period comprise forward foreign exchange contracts which are used to manage the foreign currency exposures arising from the Group's receivables denominated in USD. The fair value of forward foreign exchange contracts is based on the difference between the contracted forward rates and the mark-to-market rates.

B9. Material Litigation

The Group is not engaged in any material litigation or arbitration, either as plaintiff or defendant, and the Directors are not aware of any proceedings pending or threatened against the Group, which might materially and adversely affect the financial position or business of the Group as at the date of issuance of this interim financial report.

B10. Dividends

No dividend was paid, declared or proposed during the quarter under review.

B11. Earnings/ (Loss) Per Share ("EPS / (LPS)")

(a) Basic EPS / (LPS)

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.9.2017	30.9.2016	30.9.2017	30.9.2016
Profit / (Loss) attributable to ordinary equity owners of the Company (RM'000)	2,097	(1,818)	7,551	(2,735)
Number of ordinary shares ('000) in issue	438,850	438,850	438,850	438,850
Basic EPS / (LPS) (sen)	0.48	(0.41)	1.72	(0.62)

(b) Diluted EPS / (LPS)

Diluted EPS / (LPS) is not computed as the Company does not have any potential dilutive shares as at the end of reporting period.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2017

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)

B12. Disclosure Notes to the Statement of Profit or Loss and Other Comprehensive Income

	Current Quarter RM'000	Current Year To Date RM'000
Depreciation of property, plant and equipment	270	968
Dividend income	(147)	(590)
Gain on disposal of property, plant and equipment	-	(15)
Interest expenses	35	72
Interest income	(9)	(33)
Loss/(gain) on foreign exchange		
- Realised	31	(279)
- Unrealised	95	25

B13. Realised/Unrealised Profits

	As at 30.9.2017 RM'000	(Audited) As at 30.9.2016 RM'000
Total retained earnings of the Company and its subsidiary:		
- Realised	26,926	19,014
- Unrealised	(41)	320
	26,885	19,334
Less: Consolidation adjustment	-	-
Retained Earnings	26,885	19,334