



AEMULUS HOLDINGS BERHAD

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

INTERIM FINANCIAL REPORT FOR FOURTH QUARTER ENDED 30 SEPTEMBER 2018

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AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2018**

	(Unaudited) As at 30.09.2018 RM'000	(Audited) As at 30.9.2017 RM'000
Assets		
Non-Current Assets		
Property, plant & equipment	6,504	6,367
Intangible assets	13,686	13,686
Other investment	356	-
Development expenditure	1,009	-
Trade receivables	839	415
	22,394	20,468
Current Assets		
Inventories	20,260	17,597
Trade receivables	13,551	14,488
Other receivables, deposits and prepayments	6,730	6,013
Derivative financial assets	-	5
Tax recoverable	54	47
Other investment	16,531	17,932
Fixed deposits with licensed banks	551	41
Cash and bank balances	6,528	6,373
	64,205	62,496
TOTAL ASSETS	86,599	82,964
EQUITY		
Share capital ^(b)	59,010	59,095
Reserves	(12,688)	(12,891)
Retained profits	32,182	26,885
	78,504	73,089
Non-Current Liabilities		
Term loan	1,832	2,248
Current Liabilities		
Trade payables	1,998	4,136
Other payables and accruals	3,385	2,550
Derivative financial liabilities	101	-
Provision for warranty	249	298
Term loan	530	643
	6,263	7,627
TOTAL LIABILITIES	8,095	9,875
TOTAL EQUITY AND LIABILITIES	86,599	82,964
Net assets per share attributable to owners of the Company(RM) ^(b)	0.14	0.13

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 2017 and the interim notes attached to this interim financial report.*

(b) *Based on 548,562,497 ordinary shares in issue as disclosed in Note B11.*

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.09.2018 RM'000	30.09.2017 RM'000	30.09.2018 RM'000	30.09.2017 RM'000
Revenue	6,733	11,746	36,958	40,068
Cost of sales	(2,891)	(4,432)	(13,627)	(14,945)
Gross profit	3,842	7,314	23,331	25,123
Other income	458	249	735	1,038
Research and development expenses	(902)	(1,668)	(5,207)	(5,119)
Administrative expenses	(3,040)	(3,637)	(13,262)	(13,431)
Other expenses	-	(127)	(93)	(25)
Profit from operation	358	2,131	5,504	7,586
Finance costs	(37)	(35)	(167)	(35)
Profit before taxation	321	2,096	5,337	7,551
Taxation	(19)	1	(40)	1
Profit for the period	302	2,097	5,297	7,552
Other comprehensive income, net of tax:				
Item that will be reclassified subsequently to profit or loss:				
Foreign currency translation differences arising from foreign operation	3	(9)	(27)	(10)
Total comprehensive income for the period	305	2,088	5,270	7,542
Earnings per share:-				
Basic ^(b) / Diluted ^(c) (sen)	0.06	0.38	0.97	1.38

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 2017 and the interim notes attached to this interim financial report.
- (b) Based on 548,562,497 ordinary shares in issue as disclosed in Note B11.
- (c) Diluted earnings per share for the current financial period is calculated by dividing the profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period adjusted for the effects of dilutive potential ordinary shares as disclosed in Note B11.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018**

	← Non-distributable		→ Distributable				
	Share Capital	Share Premium	Merger Deficit	RSP Reserve	Exchange Translation Reserve	Retained Profits	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 October 2017	59,095	-	(12,954)	81	(18)	26,885	73,089
Total comprehensive income for the year	-	-	-	-	(27)	5,297	5,270
<i>Transaction with owner:</i>							
<i>Issuance of Bonus shares expenses</i>	(85)						(85)
Recognition of equity-settled share-based payment	-	-	-	230	-	-	230
At 30 September 2018	59,010	-	(12,954)	311	(45)	32,182	78,504
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
<i>Transaction with owner:</i>							
Recognition of equity-settled share-based payment	-	-	-	81	-	-	81
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)	81	(18)	26,885	73,089

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 2017 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 FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

	30.09.2018	30.09.2017
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	5,337	7,552
Adjustments for:		
Allowance for obsolete inventories	24	17
Depreciation	1,156	968
Dividend income	(535)	(590)
Equity-settled share-based payment	230	81
Fair value loss / (gain) on derivative financial instrument	106	(5)
Gain on disposal of property, plant and equipment	-	(15)
Impairment loss on receivables	93	-
Interest expenses	167	34
Interest income	(52)	(33)
(Reversal of) / Provision for warranty	(49)	111
Unrealised (gain)/ loss foreign exchange	(63)	25
Operating profit before changes in working capital	6,414	8,145
Increase in inventories	(2,744)	(6,656)
Increase in receivables	(288)	(8,903)
(Decrease) / Increase in payables	(1,222)	3,686
Cash used in operations	2,160	(3,728)
Interest paid	(167)	(35)
Income tax paid	(237)	(59)
Net cash from / (used in) operating activities	1,756	(3,822)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(1,295)	(2,304)
Development expenditure	(1,009)	-
Other investment	(356)	
Dividend received	535	590
Interest received	52	33
(Placement) / Withdrawal of fixed deposits	(509)	1,429
Proceeds from disposal of PPE	-	49
Net cash used in investing activities	(2,582)	(203)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from government grant	-	131
(Repayment) / Drawdown of term loan	(530)	2,891
Net cash (used in) / from financing activities	(530)	3,022
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,356)	(1,003)
Effects of changes in exchange rates	110	22
CASH AND CASH EQUIVALENTS AT BEGINNING	24,305	25,286
CASH AND CASH EQUIVALENTS AT END	23,059	24,305

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018 (cont'd)

	30.09.2018	30.09.2017
	RM'000	RM'000
Cash and cash equivalents included in the consolidated statement of cash flows comprise the following:		
Other investment	16,531	17,932
Fixed deposits with licensed banks	551	41
Cash and bank balances	6,528	6,373
	<u>23,610</u>	<u>24,346</u>
Less: Pledged to licensed banks as securities for banking facilities	(551)	(41)
	<u>23,059</u>	<u>24,305</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 2017 and the interim notes attached to this interim financial report.*
- (b) *The other investment 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.*

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING

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 MFRS 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("**MASB**") and Paragraph 9.22 and Appendix 9B of the ACE Listing Requirements.

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 audited 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 2017 and the interim notes attached to this interim financial report.

A2. Significant Accounting Policies

The accounting policies adopted by the Group are consistent with those of the previous financial years except for the adoption of the following standards that are mandatory for the current financial period:

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

The Group has not applied the following standards that have been issued by the Malaysian Accounting Standards Board ("**MASB**") but are not yet effective for the Group:

MFRS and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
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
Amendments to MFRS 7 Mandatory Date of MFRS 9 and Transition Disclosures	1 January 2018

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (*cont'd*)

A2. Significant Accounting Policies (*cont'd*)

MFRS and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
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
IC Int 23 Uncertainty over Income Tax Treatments	1 January 2019
MFRS 17 Insurance Contracts	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

The existing MFRS 4 and Amendments to MFRS 4 will be withdrawn upon the adoption of the new MFRS 17 which will take effect on or after 1 January 2021.

A3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report of the financial statements for the financial year ended 30 September 2017 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 period under review.

A6. Material Changes in Estimates

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

A7. Debt and Equity Securities

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

A8. Dividend Paid

No dividend was paid in the current quarter.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (*cont'd*)

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.

Business Activities

Revenue	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.09.2018	30.09.2017	30.09.2018	30.09.2017
	RM'000	RM'000	RM'000	RM'000
ATE	5,454	10,827	31,656	37,661
Related services	1,279	919	5,302	2,407
	<u>6,733</u>	<u>11,746</u>	<u>36,958</u>	<u>40,068</u>

Principal Markets

Revenue	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.09.2018	30.09.2017	30.09.2018	30.09.2017
	RM'000	RM'000	RM'000	RM'000
Malaysia	526	2,496	5,224	11,267
Singapore	513	4,919	14,498	15,399
China	60	3,391	3,622	8,761
United States of America	678	692	5,012	4,055
Korea	4,187	-	6,907	-
Taiwan	392	-	801	-
Other countries	377	248	894	586
	<u>6,733</u>	<u>11,746</u>	<u>36,958</u>	<u>40,068</u>

A10. Property, Plant and Equipment

The Group has not carried out any valuation on its property, plant and equipment in the current financial period under review.

A11. Capital Commitments

	30 Sept 2018 RM'000
Contracted but not provided for:-	
- Property, plant and equipment	<u>5,038</u>

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (*cont'd*)

A12. Changes in the Composition of the Group

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

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES

B1. Review of Performances

	Individual Quarter 3 months ended		Changes (RM'000 / %)	Cumulative Quarter 12 months ended		Changes (RM'000 / %)
	30.09.2018 RM'000	30.09.2017 RM'000		30.09.2018 RM'000	30.09.2017 RM'000	
Revenue	6,733	11,746	(5,013) / (43)	36,958	40,068	(3,110) / (8)
Profit from operation	358	2,131	(1,773) / (83)	5,504	7,586	(2,082) / (27)
Profit before taxation	321	2,096	(1,775) / (85)	5,337	7,551	(2,214) / (29)
Profit for the period	302	2,097	(1,795) / (86)	5,297	7,552	(2,255) / (30)

Comparison with the preceding year corresponding quarter

The Group has recorded revenue of RM6.733 million in this quarter ("Q4FY18") as compared to RM11.746 million in the preceding year corresponding quarter ("Q4FY17"). The lower sales was due to seasonal factor and the challenging sales and marketing activities in the Far East region.

Research and Development ("R&D") expenses decreased approximately RM0.766 million from RM1.668 million in Q4FY17 to RM0.902 million in Q4FY18. The Group has capitalised RM0.551 million in Q4FY18 as development expenditure in tandem with the increasing development activities.

Administrative expenses are incurred to support our daily business operation activities. For Q4FY18, the Group recorded a lower administrative expenses amounted to RM3.040 million.

In summary, the Group recorded a profit of RM0.3 million.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

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

Comparison with the corresponding financial period to date in the previous financial year

The Group's revenue recorded at RM36.958 million for the current financial year ("FYE2018") as compared to RM40.068 million in the previous financial year ("FYE2017"), with a decrease of RM3.11 million. The decrease was mainly attributed to the lower sales contributed from China and Malaysia markets but supported by the increase in Korea market in FYE2018 as compared to FYE2017.

Other income for FYE2018 was amounted to RM1.038 million, represents a decrease of 29% as compared to FYE2017. Lower other income was recorded mainly attributed to higher dividend income and forex gain recorded in FYE2017.

R&D expenses posted a minor increase in FYE2018 as compared to FYE2017. This is in tandem with our strategical investment in the R&D activities to enhance our products features and to develop new test platforms.

In summary, the Group recorded a profit of RM5.297 million in FYE2018.

Statement of Financial Position Review

	As at 30.09.2018 RM'000	As at 30.09.2017 RM'000	Changes (RM'000 / %)
Review on Significant Items:-			
Inventories	20,260	17,597	2,663 / 15
Development expenditures	1,009	-	1,009 / 100
Trade payables	1,998	4,136	(2,138) / (52)

Development Expenditures

Development expenditures were recorded at RM1.009 million for the FYE2018 in tandem with the capitalisation of development expenses incurred in developing new products, in accordance with MFRS 138.

Inventories

Inventories recorded an increase of RM2.663 million in FYE2018 as compared to FYE2017, mainly attributed to the strategical stocking-up of long lead time and critical inventories to support potential sales pipeline.

Trade Payables

A decrease of RM2.138 million was recorded in the trade payables, mainly attributed to lower purchases incurred in Q4FY18 as compared to Q4FY17.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

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

Statement of Cash Flows Review

	As at 30.09.2018 RM'000	As at 30.09.2017 RM'000	Changes (RM'000 / %)
Net cash from / (used in) operating activities	1,756	(3,822)	5,578 / 146
Net cash (used in) investing activities	(2,582)	(203)	(2,379) / (1172)
Net cash (used in) / from financing activities	(530)	3,022	(3,552) / (118)

Operating Activities

The Group has recorded net cash inflow from the operating activities in FYE2018, mainly attributed to the collection from customers and proper cash flow management.

Investing Activities

Cash outflow was recorded in FYE2018 mainly attributed to the purchase of instruments to support production and R&D activities and the capitalisation of development expenditure in accordance with MFRS 138.

Financing Activities

Cash outflow was recorded in FYE2018 due to the repayment of term loan.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

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

B2. Comparison with Preceding Quarter

	Individual Quarter 3 months ended		Changes (RM'000 / %)
	30.09.2018	30.06.2018	
	RM'000	RM'000	
Revenue	6,733	9,538	(2,805) / (29)
Profit from operation	358	2,257	(1,899) / (84)
Profit before taxation	321	2,205	(1,884) / (85)
Profit for the period	302	2,198	(1,896) / (86)

The Group recorded profit of RM0.302 million in Q4FY18 as compared to RM2.198 million in preceding quarter, mainly attributed to the decrease in revenue due to seasonal factor.

B3. Prospects

Despite facing challenges in the global economy, we remain confident in our expectations to deliver positive financial results in FY2019. We are working to mitigate the impact to our financial performance in FY2019 should the global trade challenges persists.

We expect demand growth in the smartphone & tablet segment for FY2019 to be slower than this reporting period, i.e. FY2018. However, we anticipate the revenue for FY2019 continue to be driven by sales in the Baseband and IOT sub-segments which correspond to microcontroller and IOT RF devices respectively. The revenue will also be supported by sales in the enterprise storage segment.

Meanwhile, our innovation in the Artificial Intelligence technology space is progressing as planned. These solutions, both hardware and software, are currently under test at beta customer sites. We look forward to release more information on these solutions toward Q4 of FY2019.

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 FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

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

B5. Taxation

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.09.2018 RM'000	30.09.2017 RM'000	30.09.2018 RM'000	30.09.2017 RM'000
Income tax	(19)	1	(40)	1

The effective tax rate for the financial period 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 Announced

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

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

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

B7. Group's Borrowings and Debt Securities

The details of the Group's borrowings as at 30 September 2018 are as follows:-

	As at 4th quarter ended 30 September 2018					
	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	-	1,832	-	530	-	2,362
Unsecured:						
Nil	-	-	-	-	-	-

	As at 4th 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	-	2,248	-	643	-	2,891
Unsecured:						
Nil	-	-	-	-	-	-

- a) Our subsidiary, Aemulus Corporation Sdn Bhd had drawdown a 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, Penang. Details of the land acquisition was announced on 23rd January 2017.
- b) Weighted average interest rate of term loan is 4.61% and is subject to the floating interest rate.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 30 JUNE 2018

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 contracts :	Nominal Value (RM'000)	Liabilities (RM'000)
- Less than 1 year	5,864	101

The Group's derivative financial liabilities 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 the 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

First Interim Single tier dividend

For the financial year	30 September 2018
Approved and declared on	22 November 2018
Dividend per share	RM0.002
Entitlement to dividend based on Record of Depositors as at	6 December 2018
Payable on	27 December 2018

B11. Earnings Per Share ("EPS")

(a) Basic EPS

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.09.2018	30.09.2017	30.09.2018	30.09.2017
Profit attributable to owners of the Company (RM'000)	302	2,097	5,297	7,552
Number of ordinary shares ('000) in issue	548,562	548,562	548,562	548,562
Basic EPS (sen)	0.06	0.38	0.97	1.38

For comparison purpose, the Earnings Per Share for the year ended 30 September 2017 has been adjusted to reflect the bonus issue of one bonus share for every four existing ordinary shares which was completed on 23 April 2018.

AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 30 JUNE 2018

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

B11. Earnings Per Share (“EPS”) (cont'd)

(b) Diluted EPS

Diluted earnings per share for the current financial period is calculated by dividing the profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period adjusted for the effects of dilutive potential ordinary shares arising from shares granted to employees as follows:

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.09.2018	30.09.2017	30.09.2018	30.09.2017
Profit attributable to owners of the Company (RM'000)	302	2,097	5,297	7,552
Weighted average number of ordinary shares ('000)	548,562	548,562	548,562	548,562
Adjustment for dilutive effect of RSP ('000)	317	-	317	-
	<u>548,879</u>	<u>548,562</u>	<u>548,879</u>	<u>548,562</u>
Diluted EPS (sen)	<u>0.06</u>	<u>0.38</u>	<u>0.97</u>	<u>1.38</u>

For comparison purpose, the Diluted Earnings Per Share for the period ended 30 September 2017 has been adjusted to reflect the bonus issue of one bonus share for every four existing ordinary shares which was completed on 23 April 2018.

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

	Current Quarter RM'000	Current Year To Date RM'000
Allowance for obsolete inventories	4	24
Depreciation of property, plant and equipment	302	1,156
Dividend income	(115)	(535)
Fair value (gain) / loss on derivative financial assets	(4)	106
Equity-settled share-based payment	40	230
Impairment loss on receivables	-	93
Interest expenses	37	167
Interest income	(15)	(52)
Gain on foreign exchange		
- Realised	(182)	(23)
- Unrealised	(112)	(63)