



AE MULTI HOLDINGS BERHAD
Condensed Consolidated Statement of Financial Position
As at 31 March 2014 - Unaudited

	Unaudited as at 31-3-2014 RM'000	Audited as at 31-12-2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	16,044	14,882
Investment property	600	600
	<u>16,644</u>	<u>15,482</u>
Current assets		
Inventories	20,788	19,327
Trade receivables	11,622	9,602
Other receivables, deposits and prepayments	3,390	5,695
Fixed deposits with a licensed bank	2,240	2,704
Cash and bank balances	1,188	1,073
	<u>39,228</u>	<u>38,401</u>
Non-current assets classified as held for sale	5,858	5,858
	<u>45,086</u>	<u>44,259</u>
TOTAL ASSETS	<u><u>61,730</u></u>	<u><u>59,741</u></u>
EQUITY AND LIABILITIES		
Share capital	47,188	47,188
Share premium	5,765	5,765
Asset revaluation reserve	2,103	2,103
Foreign currency translation reserve	331	120
Accumulated losses	(29,694)	(29,774)
Total equity	<u>25,693</u>	<u>25,402</u>
Non-current liabilities		
Borrowings	220	202
Deferred tax liabilities	102	102
	<u>322</u>	<u>304</u>
Current liabilities		
Trade payables	7,165	6,216
Other payables and accruals	3,668	3,977
Borrowings	24,882	23,776
Provision for taxation	-	66
	<u>35,715</u>	<u>34,035</u>
Total liabilities	<u>36,037</u>	<u>34,339</u>
TOTAL EQUITY AND LIABILITIES	<u><u>61,730</u></u>	<u><u>59,741</u></u>
Net assets per share (RM)	0.27	0.27

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2013.



AE MULTI HOLDINGS BERHAD

Condensed Consolidated Statement of Comprehensive Income For the 3 months period ended 31 March 2014 - Unaudited

	Individual Quarter		Cumulative Quarter	
	3 months ended	3 months ended	3 months ended	3 months ended
	31-3-14	31-3-13	31-3-14	31-3-13
	RM'000	RM'000	RM'000	RM'000
Revenue	13,574	11,152	13,574	11,152
Cost of sales	(11,111)	(9,227)	(11,111)	(9,227)
Gross profit	2,463	1,925	2,463	1,925
Other income	196	373	196	373
Administrative expenses	(1,185)	(801)	(1,185)	(801)
Selling and marketing expenses	(322)	(358)	(322)	(358)
Operating profit	1,152	1,139	1,152	1,139
Finance costs	(1,072)	(848)	(1,072)	(848)
Profit before taxation	80	291	80	291
Taxation	-	-	-	-
Profit for the period	80	291	80	291
Other comprehensive income/(loss), net of tax				
Items that will be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operation	211	(920)	211	(920)
Total comprehensive income/(loss) for the period	291	(629)	291	(629)
Earnings per share (sen)				
- Basic/Diluted	0.08	0.31	0.08	0.31

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2013.



AE MULTI HOLDINGS BERHAD
Condensed Consolidated Statement of Changes in Equity
For the 3 months period ended 31 March 2014 - Unaudited

	----- Attributable to Owners of the Parent -----					
	----- Non-distributable -----					
	Share Capital RM'000	Share Premium RM'000	Asset Revaluation Reserve RM'000	Foreign Currency Translation Reserve RM'000	Accumulated Losses RM'000	Total Equity RM'000
As at 1-1-2014	47,188	5,765	2,103	120	(29,774)	25,402
Foreign exchange differences in translation	-	-	-	211	-	211
Profit for the period	-	-	-	-	80	80
Total comprehensive income for the period	-	-	-	211	80	291
As at 31-3-2014	47,188	5,765	2,103	331	(29,694)	25,693
As at 01-01-2013	47,188	5,765	2,103	414	(30,446)	25,024
Foreign exchange differences in translation	-	-	-	(294)	-	(294)
Profit for the year	-	-	-	-	672	672
Total comprehensive income for the year	-	-	-	(294)	672	378
As at 31-12-2013	47,188	5,765	2,103	120	(29,774)	25,402

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2013.



AE MULTI HOLDINGS BERHAD

Condensed Consolidated Statement of Cash Flows

For the 3 months period ended 31 March 2014 - Unaudited

	31-3-14	31-3-13
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	80	291
Adjustments for:		
Depreciation	721	682
Loss/(Gain) on disposal of property, plant and equipment	25	(290)
Interest expense	1,072	848
Interest income	(10)	(30)
Operating profit before working capital changes	1,888	1,501
(Increase)/Decrease in inventories	(1,234)	701
Decrease/(Increase) in receivables	387	(1,249)
Increase/(Decrease) in payables	557	(2,972)
Cash generated from/(used in) operations	1,598	(2,019)
Interest paid	(1,072)	(848)
Income tax paid	(67)	(29)
Net cash from/(used in) operating activities	459	(2,896)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest received	10	30
Proceeds from disposal of property, plant and equipment	110	2,016
Purchase of property, plant and equipment	(1,864)	(639)
Net cash (used in)/from investing activities	(1,744)	1,407
CASH FLOW FROM FINANCING ACTIVITIES		
Net change in borrowings	939	942
Net decrease in cash and cash equivalents	(346)	(547)
Effects of changes in exchange rates	14	(59)
Cash and cash equivalents at beginning	1,297	2,946
Cash and cash equivalents at end	965	2,340
Represented by:		
Cash and bank balances	1,188	2,701
Bank overdraft	(223)	(361)
	965	2,340

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2013.



NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT

Part A - Explanatory Notes Pursuant To MFRS 134

1. Basis of Preparation

The condensed consolidated interim financial statements ("Report") have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This condensed report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013. The explanatory notes attached to this 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 financial year ended 31 December 2013.

2. Significant Accounting Policies

The accounting policies adopted in the preparation of these condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group's audited financial statements for the financial year ended 31 December 2013, except for the adoption of Amendments to Standards and Issue Committee (IC) Interpretations effective as of 1 January 2014.

2.1 Adoption of Amendments to Standards and IC Interpretations

The Group has adopted the following Amendments to Standards and IC Interpretations, with a date of initial application of 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: 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
Amendments to MFRS 139	Novation of Derivatives and Continuation of Hedge Accounting
IC Interpretation 21	Levies

The adoption of the above pronouncements did not have any material impact on the financial statements of the Group.

2.2 Standards issued but not yet effective

At the date of authorisation of this condensed consolidated interim financial statements, the following Standards were issued but not yet effective and have not been adopted by the Group:

Effective for financial periods beginning on or after 1 July 2014

Amendments to MFRS 119	Defined Benefit Plans: Employee Contributions
Annual Improvements to MFRSs 2010 - 2012 Cycle	
Annual Improvements to MFRSs 2011 - 2013 Cycle	

2.2 Standards issued but not yet effective (cont'd)

Effective date to be announced by MASB

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in October 2010)
MFRS 9	Financial Instruments: Mandatory Effective Date of MFRS 9 and Transition Disclosures (Amendments to MFRS 9 and MFRS 7)
MFRS 9	Financial Instruments (Hedge Accounting and amendments to MFRS 9, MFRS 7 and MFRS 139)
Amendments to MFRS 119	Defined Benefit Plans: Employee Contributions

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any effect to the financial statements of the Group upon their initial application, other than MFRS 9 Financial Instruments. The Group will assess the financial implications of MFRS 9 Financial Instruments when the full standards is issued.

3. Audit Report of Preceding Annual Financial Statements

The auditors' report of the Group's most recent annual audited financial statements for the financial year ended 31 December 2012 was not subject to any qualification.

4. Seasonal or Cyclical Factors

The Group normally sees higher demand from their customers in the second half of the financial year to cater for the year end holiday seasons.

5. Unusual Items

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

6. Material Changes in Estimates of Amount Reported

There were no changes in estimates of amount reported in prior financial year that have a material effect on current financial year.

7. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter to date under review.

8. Dividends Paid

No dividend was paid during the current financial year under review.

9. Segmental Information

(i) Analysis by business segments

	3 months ended	
	31-3-14 RM'000	31-3-13 RM'000
Segment Revenue		
Printed Circuit Board (PCB)	48,135	11,152
Electronic Products	-	305
Investment Holding	25	25
Total revenue including inter-segment sales	48,160	11,482
Elimination of inter-segment sales	-	(330)
External sales	13,574	11,152
Segment Results		
Printed Circuit Board (PCB)	184	341
Electronic Products	(34)	(1)
Investment Holding	(70)	(49)
	80	291
Elimination	-	-
Profit before taxation	80	291

(ii) Analysis by geographical segments

	<u>Revenue</u>		<u>Non-current Assets</u>	
	3 months ended			
	31-3-14	31-3-13	31-3-14	31-3-13
	RM'000	RM'000	RM'000	RM'000
Malaysia	3,262	3,174	3,420	11,003
Thailand	10,312	7,978	13,224	7,818
	<u>13,574</u>	<u>11,152</u>	<u>16,644</u>	<u>15,482</u>

10. Valuation of Property, Plant and Equipment

The valuation of the Group's landed properties was updated by independent professional valuers, namely CH Williams Talhar & Wong Sdn. Bhd. and World Valuation Co., Ltd. in January and December 2011 respectively.

11. Subsequent Events

There were no material events subsequent to the end of the reporting period that have not been reflected in the quarterly financial statements.

12. Contingent Liabilities and Contingent Assets

There were no contingent assets or contingent liabilities since the end of the last annual reporting period.

13. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current period under review.

14. Capital Commitments

The were no capital commitment for the Group as at the end of the current reporting period.

Part B - Explanatory Notes Pursuant To Appendix 9B Of The Listing Requirements Of Bursa Malaysia Securities Berhad

1. Performance Review

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	3 months ended		3 months ended	
	(Unaudited) 31-3-14	(Unaudited) 31-3-13	(Unaudited) 31-3-14	(Unaudited) 31-3-13
	RM'000	RM'000	RM'000	RM'000
Revenue	13,574	11,152	13,574	11,152
Profit before taxation	80	291	80	291

Comparison with Previous Year Corresponding Quarter

For the current quarter ended 31 March 2014, the Group's revenue has increased from RM11.15 million to RM13.57 million, representing an increase of 21.72% as compared to the preceding year corresponding quarter. This was mainly due to the successful recapturing of orders from our competitors.

The Group posted a profit before taxation of RM0.080 million as compared to the preceding year's corresponding quarter profit before taxation of RM0.291 million which was mainly due to the slightly higher overhead costs as compared to the preceding year corresponding quarter. The increase in the overhead cost was mainly due to the unfavourable and volatile currency fluctuation of Thai Baht and increase in marketing cost as a results of our marketing strategy to capture new orders and market share. The Group is confident that the demand for PCB will grow higher with the rebalancing of the global economy.

2. Comparison with Preceding Quarter's Results

	<u>Individual Quarter</u>	
	<u>3 months ended</u>	
	<u>(Unaudited)</u>	<u>(Unaudited)</u>
	<u>31-3-14</u>	<u>31-12-2013</u>
	<u>RM'000</u>	<u>RM'000</u>
Revenue	13,574	10,664
Profit before taxation	80	153

During the current quarter under review, the Group reported a total revenue of RM13.574 million, which was 27.29 % higher than the immediate preceding quarter of RM10.66 million. Revenue increased due to the Group has successfully increase in its market share and recapturing orders from competitors.

However, the Group posted a profit before taxation of RM0.080 million which is lower as compared to the preceding quarter profit before taxation of 0.153 million. This was mainly due to the higher overhead cost to support the marketing plan.

3. Prospects

The Group achieved positive and commendable result in increasing its market shares and the revenue of the Group. In light of these, the Group foresee that year 2014 will be a very busy year ahead as all major markets experiencing growth, including the US, Japan, Asia Pacific, and the European Union.

Notwithstanding with the uncertain political climate in Thailand where our major Revenue contributor subsidiary is located. The Group remains cautiously optimistic that the performance of the Group will be positive for year 2014.

4. Profit Forecast

This section is not applicable as no profit forecast was published.

5. Profit from Operations

	<u>Current period</u>
	<u>(Unaudited)</u>
	<u>31-3-14</u>
	<u>RM'000</u>
This is derived after charging/(crediting) the following:	
Depreciation	721
Loss on disposal of property, plant and equipment	25
Interest expense	1,072
Interest income	(10)
Realised loss on foreign exchange	261

Other than the above items, there were no gain or loss on disposal of quoted or unquoted investments, provisions for and write off of receivables and inventories, gain or loss on derivatives as well as other exceptional items.

6. Taxation

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>3 months ended</u>		<u>3 months ended</u>	
	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>
	<u>31-3-14</u>	<u>31-3-13</u>	<u>31-3-14</u>	<u>31-3-13</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Current tax	-	-	-	-
Deferred tax	-	-	-	-

7. Status of Corporate Proposals and Status of Utilisation of Proceeds Raised

On 30 December 2013, a wholly-owned subsidiary of the Company, AE Corporation (M) Sdn. Bhd. ("AEC") had entered into a conditional sale and purchase agreement to dispose of a leasehold land together with a building (collectively referred to as "Property") to Hong Seng Housing Sdn. Bhd. ("Purchaser") for RM4,000,000. On even date, AEC had also entered into a tenancy agreement to rent the said Property from the Purchaser.

8. Borrowings and Debt Securities

The Group's borrowings as at 31 March 2014 are as follows:

	Denominated in		Total borrowings RM'000
	RM RM'000	Thai Baht RM'000	
Secured short-term borrowings			
Bank overdraft	223	-	223
Factoring	-	2,861	2,861
Trade finance	-	13,591	13,591
Promissory notes	-	2,489	2,489
Finance lease liabilities	8	55	63
Term loans	5,655	-	5,655
	<u>5,886</u>	<u>18,996</u>	<u>24,882</u>
Secured long-term borrowings			
Finance lease liabilities	49	171	220
Total borrowings	<u>5,935</u>	<u>19,167</u>	<u>25,102</u>

9. Changes in Material Litigation

The Group is not engaged in any material litigation as at the date of this report.

10. Dividend Payable

No dividend has been proposed for the current quarter.

11. Earnings Per Share

(i) Basic Earnings Per Share

The basic earnings per share has been calculated based on the Group's profit after taxation attributable to owners of the parent divided by the weighted average number of ordinary shares outstanding during the financial period.

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31-3-14	31-3-13	31-3-14	31-3-13
Profit After Taxation Attributable to owners of the parent (RM'000)	80	291	80	291
Weighted average number of ordinary shares of RM0.50 each ('000)	94,376	94,376	94,376	94,376
Basic Earnings Per Share (sen)	0.08	0.31	0.08	0.31

(ii) Diluted Earnings Per Share

Diluted Earnings Per Share (sen)	0.08	0.31	0.08	0.31
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There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the current financial year ended 31 December 2013.

12. Realised and Unrealised Accumulated Losses

	As at 31-3-14 RM'000	Audited As at 31-12-2013 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(43,299)	(43,322)
- Unrealised	<u>102</u>	<u>45</u>
	(43,197)	(43,277)
Add: Consolidation adjustments	<u>13,503</u>	<u>13,503</u>
Total accumulated losses of the Group	<u><u>(29,694)</u></u>	<u><u>(29,774)</u></u>

Date: 20 May 2014