



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

	Unaudited as at 31-12-2014 RM'000	Audited as at 31-12-2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	13,223	14,882
Investment property	-	600
	<u>13,223</u>	<u>15,482</u>
Current assets		
Inventories	20,117	19,327
Trade receivables	14,672	9,602
Other receivables, deposits and prepayments	7,597	5,695
Deposits with licensed banks	10,116	2,704
Cash and bank balances	3,319	1,073
	<u>55,821</u>	<u>38,401</u>
Non-current assets classified as held for sale	-	5,858
	<u>55,821</u>	<u>44,259</u>
TOTAL ASSETS	<u>69,044</u>	<u>59,741</u>
EQUITY AND LIABILITIES		
Share capital	18,223	47,188
Share premium	6,787	5,765
Other reserves	14,392	(27,551)
Total equity	<u>39,402</u>	<u>25,402</u>
Non-current liabilities		
Borrowings	128	202
Deferred tax liabilities	102	102
	<u>230</u>	<u>304</u>
Current liabilities		
Trade payables	3,272	6,216
Other payables and accruals	4,429	3,977
Borrowings	21,711	23,776
Provision for taxation	-	66
	<u>29,412</u>	<u>34,035</u>
Total liabilities	<u>29,642</u>	<u>34,339</u>
TOTAL EQUITY AND LIABILITIES	<u>69,044</u>	<u>59,741</u>
Net assets per share (RM)	0.22	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 12 months period ended 31 December 2014 - Unaudited

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	31-12-14 RM'000	31-12-13 RM'000	31-12-14 RM'000	31-12-13 RM'000
Revenue	20,902	10,664	54,683	43,115
Cost of sales	(18,407)	(8,013)	(45,326)	(34,973)
Gross profit	2,495	2,651	9,357	8,142
Other income	1,203	(190)	2,259	1,080
Administrative expenses	(2,346)	(944)	(7,052)	(3,584)
Selling and marketing expenses	(118)	(292)	(1,139)	(1,352)
Operating profit	1,234	1,225	3,425	4,286
Finance costs	(1,268)	(1,053)	(4,401)	(3,829)
(Loss)/Profit before taxation	(34)	172	(976)	457
Taxation	-	259	(16)	215
(Loss)/Profit for the year	(34)	431	(992)	672
Other comprehensive loss, net of tax				
Item that will be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operation	(838)	(400)	(745)	(294)
Realisation of revaluation surplus upon disposal	562	-	562	-
Transfer from reserve to accumulated losses	(562)	-	(562)	-
Total other comprehensive loss for the year	(838)	(400)	(745)	(294)
Total comprehensive (loss)/income for the year	(872)	31	(1,737)	378
Earnings/(Loss) per share (sen)				
- Basic/Diluted	(0.04)	0.46	(1.04)	0.71

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 12 months period ended 31 December 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	Warrants Reserve RM'000	Capital 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 currency translation differences	-	-	-	(745)	-	-	-	(745)
Realisation of revaluation surplus upon disposal	-	-	(562)	-	-	-	562	-
Loss for the year	-	-	-	-	-	-	(992)	(992)
Total comprehensive loss for the year	-	-	(562)	(745)	-	-	(430)	(1,737)
<i>Transactions with owners</i>								
Capital reduction	(37,750)	-	-	-	-	10,513	27,237	-
Issuance of shares pursuant to rights issue	8,785	1,022	-	-	-	-	-	9,807
Issuance of warrants	-	-	-	-	5,930	-	-	5,930
Total transactions with owners	(28,965)	1,022	-	-	5,930	10,513	27,237	15,737
As at 31-12-2014	18,223	6,787	1,541	(625)	5,930	10,513	(2,967)	39,402
As at 01-01-2013	47,188	5,765	2,103	414	-	-	(30,446)	25,024
Foreign currency translation differences	-	-	-	(294)	-	-	-	(294)
Profit for the year	-	-	-	-	-	-	672	672
Total comprehensive (loss)/ 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 12 months period ended 31 December 2014 - Unaudited

	31-12-14	31-12-13
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(976)	457
Adjustments for:		
Depreciation	2,787	2,763
Gain on disposal of property, plant and equipment	(256)	(370)
Gain on disposal of investment property	(298)	-
Impairment loss on receivables	-	23
Loss on disposal of non-current assets held for sale	1,858	-
Interest expense	4,401	3,829
Interest income	(44)	(87)
Property, plant and equipment written off	2	-
Unrealised gain on foreign exchange	-	(197)
Operating profit before working capital changes	7,474	6,418
Increase in inventories	(1,650)	(935)
Increase in receivables	(7,540)	(3,056)
(Decrease)/Increase in payables	(1,869)	260
Cash (used in)/generated from operations	(3,585)	2,687
Interest paid	(4,401)	(3,829)
Income tax (refunded)/paid	(83)	13
Net cash used in operating activities	(8,069)	(1,129)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	44	87
Placement of deposits with licensed banks	(8,000)	(485)
Proceeds from disposal of property, plant and equipment	6,000	4,043
Proceeds from disposal of investment property	898	-
Proceeds from disposal of non-current assets held for sale	4,000	-
Purchase of property, plant and equipment	(7,387)	(6,822)
Net cash used in investing activities	(4,445)	(3,177)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net change in borrowings	(1,106)	2,182
Proceeds from rights issue	15,736	-
Net cash from financing activities	14,630	2,182
Net increase/(decrease) in cash and cash equivalents	2,116	(2,124)
Effects of changes in exchange rates	(94)	(17)
Cash and cash equivalents at beginning	1,297	2,946
Cash and cash equivalents at end	3,319	805
Represented by:		
Cash and bank balances	3,319	1,073
Bank overdrafts	-	(268)
	3,319	805

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, 12 and 127	Consolidated Financial Statements, Disclosure of Interests in Other Entities and Separate Financial Statements: Investment Entities
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 for financial periods beginning on or after 1 January 2016

MFRS 14	Regulatory Deferral Accounts
Amendments to MFRS 10, MFRS 12 and MFRS 128	Investment Entities: Applying the Consolidation Exception
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations
Amendments to MFRS 101	Disclosure Initiative
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation
Amendments to MFRS 116 and MFRS 141	Agriculture: Bearer Plants
Amendments to MFRS 127	Equity Method in Separate Financial Statements
Annual Improvements to MFRSs 2012-2014 Cycle	

Effective for financial periods beginning on or after 1 January 2017

MFRS 15	Revenue from Contracts with Customers
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Effective for financial periods beginning on or after 1 January 2018

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in July 2014)
Amendments to MFRS 7	Financial Instruments: Disclosure - Mandatory Date of MFRS 9 and Transition Disclosures

The existing MFRS 111, MFRS 118, IC Int 13, IC Int 15, IC Int 18 and IC Int 131 will be withdrawn upon the adoption of MFRS 15 on 1 January 2017.

The initial application of the above standards is not expected to have any financial impacts to the financial statements upon adoption.

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 2013 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 under review and financial year to date other than rights issue of 87,850,254 new ordinary shares of RM0.10 each together with 65,887,748 free detachable warrants pursuant to the Rights Issue with Warrants exercise which was completed on 26 December 2014.

8. Dividends Paid

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

9. Segmental Information

(i) **Analysis by business segments**

	12 months ended	
	31-12-14	31-12-13
	RM'000	RM'000
Segment Revenue		
Printed Circuit Board (PCB)	60,866	48,135
Electronic Products	-	589
Investment Holding	103	100
Total revenue including inter-segment sales	60,969	48,824
Elimination of inter-segment sales	(6,283)	(5,709)
External sales	54,683	43,115
Segment Results		
Printed Circuit Board (PCB)	(853)	635
Electronic Products	235	(14)
Investment Holding	(206)	(164)
	(976)	457
Elimination	-	-
(Loss)/Profit before taxation	(976)	457

(ii) **Analysis by geographical segments**

	Revenue		Non-current Assets	
	12 months ended			
	31-12-14	31-12-13	31-12-14	31-12-13
	RM'000	RM'000	RM'000	RM'000
Malaysia	11,765	7,899	1,948	9,737
Thailand	42,918	35,216	11,275	11,603
	54,683	43,115	13,223	21,340

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

On 15 September 2014, AE Corporation (M) Sdn. Bhd., a wholly-owned subsidiary of the Company had entered into a sale and purchase agreement with Jyoto Works (M) Sendirian Berhad for the acquisition of a factory premise for a total cash consideration of RM10 million.

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

1. Performance Review

Individual Quarter

Cumulative Quarter

	3 months ended		12 months ended	
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	31-12-14	31-12-13	31-12-14	31-12-13
	RM'000	RM'000	RM'000	RM'000
Revenue	20,902	10,664	54,683	43,115
(Loss)/Profit before taxation	(34)	172	(976)	457

Comparison with Previous Year Corresponding Quarter

For the current quarter ended 31 December 2014, the Group's revenue increased from RM10.66 million to RM20.9 million, representing an increase of 96.03% as compared to the preceding year corresponding quarter. This was mainly due to the increase in sales of Set Top Box business.

The Group posted a loss before taxation of RM0.034 million as compared to the preceding year's corresponding quarter profit before taxation of RM0.172 mainly due to increase of financial costs.

Comparison with Previous Year Corresponding Financial Period to Date

As for the 12 months period ended 31 December 2014, the Group recorded revenue of RM54.68 million, an increase of 26.83% as compared to the preceding year to date revenue of RM43.12 million. The increase in sales was mainly due to the sales of set top box in the last quarter of the year.

In contrast to the higher revenue, the Group recorded a loss before taxation of RM0.976 million for the 12 months period as compared to a profit of 0.457 million in the preceding year to date. The losses were mainly due to a book loss of RM1.83 million on the disposal of fixed assets of the year. in the 2nd quarter. Save for this, the Group would have registered an operational profit before taxation of RM0.854 million.

2. Comparison with Preceding Quarter's Results

	Individual Quarter	
	3 months ended	
	(Unaudited)	(Unaudited)
	31-12-14	30-9-14
	RM'000	RM'000
Revenue	20,902	9,696
(Loss)/Profit before taxation	(34)	530

During the current quarter under review, the Group reported a total revenue of RM20.9 million, which was 115.6% higher than the immediate preceding quarter of RM9.69 million. Sales had increased dramatically due to the new business opportunity in Thailand where the Group successfully cooperated with Summit Electronics Thailand on the project promoted by National Broadcasting and Telecommunication commission (NTBC) Thailand on switching from analog signal to digital terrestrial system.

In contrast to the higher revenue, the Group posted a loss before taxation of RM0.034 million as compared to the immediate preceding quarter of profit before taxation of RM0.530 million, mainly due to higher financial cost.

3. Prospects

The Group had improved its results in the year 2014 due to the successful development of business opportunities. In light of this momentum, the Group foresee that there will be a busy season ahead with the newly developed markets and products.

The Group is cautiously optimistic that the performance for the Group will be positive for year 2015.

4. Profit Forecast

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

5. Profit from Operations

**Current year
(Unaudited)
31-12-14
RM'000**

This is derived after charging/(crediting) the following:

Depreciation	2,787
Loss on disposal of non-current assets	1,858
Gain on disposal of property, plant and equipment	(256)
Gain on disposal of investment property	(298)
Interest expense	4,401
Interest income	(44)
Property, plant and equipment written off	2
Realised loss on foreign exchange	131
Rental expenses	320

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> 3 months ended		<u>Cumulative Quarter</u> 12 months ended	
	(Unaudited) 31-12-14 RM'000	(Unaudited) 31-12-13 RM'000	(Unaudited) 31-12-14 RM'000	(Audited) 31-12-13 RM'000
Current tax	-	259	(16)	215
Deferred tax	-	-	-	-

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

Save as disclosed in Part A Note 7, there were no corporate proposals announced or not completed as at the date of this report.

8. Borrowings and Debt Securities

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

	Denominated in		Total borrowings RM'000
	RM RM'000	Thai Baht RM'000	
Secured short-term borrowings			
Factoring	-	2,288	2,288
Trade finance	-	17,005	17,005
Promissory notes	-	2,351	2,351
Finance lease liabilities	33	34	67
Term loans	-	-	-
	33	21,678	21,711
Secured long-term borrowings			
Finance lease liabilities	-	128	128
Total borrowings	33	21,806	21,839

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. (Loss)/Earnings Per Share

(i) Basic (Loss)/Earnings Per Share

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

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>3 months ended</u>	<u>3 months ended</u>	<u>12 months ended</u>	<u>12 months ended</u>
	<u>31-12-14</u>	<u>31-12-13</u>	<u>31-12-14</u>	<u>31-12-13</u>
(Loss)/Profit After Taxation				
Attributable to owners of the parent (RM'000)	<u>(34)</u>	<u>431</u>	<u>(992)</u>	<u>672</u>
Issued shares at beginning	94,376	94,376	94,376	94,376
Effects of Rights Issue	1,444	-	1,444	-
Weighted average number of ordinary shares	<u>95,820</u>	<u>94,376</u>	<u>95,820</u>	<u>94,376</u>
Basic (Loss)/Earnings Per Share (sen)	<u>(0.04)</u>	<u>0.46</u>	<u>(1.04)</u>	<u>0.71</u>

(ii) Diluted (Loss)/Earnings Per Share

Diluted (Loss)/Earnings Per Share (sen)	<u>(0.04)</u>	<u>0.46</u>	<u>(1.04)</u>	<u>0.71</u>
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Diluted (loss)/earnings per share has not been computed as the effect of the warrants is anti-dilutive in nature as at the current financial year ended 31 December 2014. In the previous financial year ended 31 December 2013, there is no diluted earnings per share as the Company does not have any convertible financial instruments then.

12. Realised and Unrealised Accumulated Losses

	<u>As at</u>	<u>Audited</u>
	<u>31-12-14</u>	<u>As at</u>
	<u>RM'000</u>	<u>31-12-2013</u>
		<u>RM'000</u>
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(16,572)	(43,322)
- Unrealised	<u>102</u>	<u>45</u>
	(16,470)	(43,277)
Add: Consolidation adjustments	<u>13,503</u>	<u>13,503</u>
Total accumulated losses of the Group	<u>(2,967)</u>	<u>(29,774)</u>

Date:

