



# AE MULTI HOLDINGS BERHAD

## Condensed Consolidated Statement of Financial Position

As at 31 March 2017 - Unaudited

|                                             | <b>Unaudited<br/>as at<br/>31-3-2017<br/>RM'000</b> | <b>Audited<br/>as at<br/>31-12-2016<br/>RM'000</b> |
|---------------------------------------------|-----------------------------------------------------|----------------------------------------------------|
| <b>ASSETS</b>                               |                                                     |                                                    |
| <b>Non-current assets</b>                   |                                                     |                                                    |
| Property, plant and equipment               | 28,908                                              | 22,353                                             |
| Investment property                         | 10,082                                              | 10,134                                             |
|                                             | <u>38,990</u>                                       | <u>32,487</u>                                      |
| <b>Current assets</b>                       |                                                     |                                                    |
| Inventories                                 | 32,540                                              | 29,756                                             |
| Trade receivables                           | 13,371                                              | 11,723                                             |
| Other receivables, deposits and prepayments | 9,618                                               | 17,530                                             |
| Deposits with licensed banks                | 2,900                                               | 3,478                                              |
| Cash and bank balances                      | 3,360                                               | 2,041                                              |
|                                             | <u>61,789</u>                                       | <u>64,528</u>                                      |
| <b>TOTAL ASSETS</b>                         | <u><u>100,779</u></u>                               | <u><u>97,015</u></u>                               |
| <b>EQUITY AND LIABILITIES</b>               |                                                     |                                                    |
| Share capital                               | 27,137                                              | 27,137                                             |
| Share premium                               | 8,984                                               | 8,984                                              |
| Other reserves                              | 18,436                                              | 18,337                                             |
| <b>Total equity</b>                         | <u>54,557</u>                                       | <u>54,458</u>                                      |
| <b>Non-current liabilities</b>              |                                                     |                                                    |
| Borrowings                                  | 171                                                 | 200                                                |
| <b>Current liabilities</b>                  |                                                     |                                                    |
| Trade payables                              | 6,937                                               | 6,249                                              |
| Other payables and accruals                 | 4,741                                               | 3,512                                              |
| Borrowings                                  | 34,341                                              | 32,595                                             |
| Tax payables                                | 32                                                  | 1                                                  |
|                                             | <u>46,051</u>                                       | <u>42,357</u>                                      |
| <b>Total liabilities</b>                    | <u>46,222</u>                                       | <u>42,557</u>                                      |
| <b>TOTAL EQUITY AND LIABILITIES</b>         | <u><u>100,779</u></u>                               | <u><u>97,015</u></u>                               |
| <b>Net assets per share (RM)</b>            | 0.20                                                | 0.20                                               |

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 2016.



# AE MULTI HOLDINGS BERHAD

## Condensed Consolidated Statement of Comprehensive Income

For the financial period ended 31 March 2017 - Unaudited

|                                                                                                                     | Individual Quarter<br>3 months ended |                     | Cumulative Quarter<br>3 months ended |                     |
|---------------------------------------------------------------------------------------------------------------------|--------------------------------------|---------------------|--------------------------------------|---------------------|
|                                                                                                                     | 31/3/2017<br>RM'000                  | 31/3/2016<br>RM'000 | 31/3/2017<br>RM'000                  | 31/3/2016<br>RM'000 |
| Revenue                                                                                                             | 14,947                               | 11,552              | 14,947                               | 11,552              |
| Cost of sales                                                                                                       | (12,255)                             | (9,002)             | (12,255)                             | (9,002)             |
| <b>Gross profit</b>                                                                                                 | 2,692                                | 2,550               | 2,692                                | 2,550               |
| Other income                                                                                                        | 424                                  | 1,592               | 424                                  | 1,592               |
| Administrative expenses                                                                                             | (871)                                | (825)               | (871)                                | (825)               |
| Selling and marketing expenses                                                                                      | (302)                                | (381)               | (302)                                | (381)               |
| <b>Operating profit</b>                                                                                             | 1,943                                | 2,936               | 1,943                                | 2,936               |
| Finance costs                                                                                                       | (1,869)                              | (1,675)             | (1,869)                              | (1,675)             |
| <b>Profit before tax</b>                                                                                            | 74                                   | 1,261               | 74                                   | 1,261               |
| Tax expense                                                                                                         | (31)                                 | (24)                | (31)                                 | (24)                |
| <b>Profit for the period</b>                                                                                        | 43                                   | 1,237               | 43                                   | 1,237               |
| <b>Other comprehensive income, net of tax<br/>Item that will be reclassified subsequently<br/>to profit or loss</b> |                                      |                     |                                      |                     |
| Foreign currency translation differences for<br>foreign operation                                                   | 56                                   | 4,995               | 56                                   | 4,995               |
| <b>Total comprehensive income<br/>for the period</b>                                                                | 99                                   | 6,232               | 99                                   | 6,232               |
| <b>Earnings per share (sen)</b>                                                                                     |                                      |                     |                                      |                     |
| - Basic                                                                                                             | 0.02                                 | 0.52                | 0.02                                 | 0.52                |
| - Diluted                                                                                                           | -                                    | -                   | -                                    | -                   |

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 2016.



**AE MULTI HOLDINGS BERHAD**  
**Condensed Consolidated Statement of Changes in Equity**  
**For the financial period ended 31 March 2017 - Unaudited**

----- Attributable to Owners of the Parent -----

----- Non-distributable -----

|                                           | Share<br>Capital<br>RM'000 | Share<br>Premium<br>RM'000 | Asset<br>Revaluation<br>Reserve<br>RM'000 | Foreign<br>Currency<br>Translation<br>Reserve<br>RM'000 | Warrants<br>Reserve<br>RM'000 | Capital<br>Reserve<br>RM'000 | ESOS<br>Reserve<br>RM'000 | Accumulated<br>Losses<br>RM'000 | Total<br>Equity<br>RM'000 |
|-------------------------------------------|----------------------------|----------------------------|-------------------------------------------|---------------------------------------------------------|-------------------------------|------------------------------|---------------------------|---------------------------------|---------------------------|
| <b>As at 1-1-2017</b>                     | 27,137                     | 8,984                      | 1,541                                     | 5,512                                                   | 5,930                         | 10,513                       | 51                        | (5,210)                         | 54,458                    |
| Other comprehensive loss:                 |                            |                            |                                           |                                                         |                               |                              |                           |                                 |                           |
| Foreign currency translation differences  | -                          | -                          | -                                         | 56                                                      | -                             | -                            | -                         | -                               | 56                        |
| Profit for the period                     | -                          | -                          | -                                         | -                                                       | -                             | -                            | -                         | 43                              | 43                        |
| Total comprehensive income for the period | -                          | -                          | -                                         | 56                                                      | -                             | -                            | -                         | 43                              | 99                        |
| <b>As at 31-3-2017</b>                    | <b>27,137</b>              | <b>8,984</b>               | <b>1,541</b>                              | <b>5,568</b>                                            | <b>5,930</b>                  | <b>10,513</b>                | <b>51</b>                 | <b>(5,167)</b>                  | <b>54,557</b>             |
| <b>As at 1-1-2016</b>                     | 23,690                     | 7,385                      | 1,541                                     | (2,770)                                                 | 5,930                         | 10,513                       | -                         | (6,024)                         | 40,265                    |
| Other comprehensive income:               |                            |                            |                                           |                                                         |                               |                              |                           |                                 |                           |
| Foreign currency translation differences  | -                          | -                          | -                                         | 4,995                                                   | -                             | -                            | -                         | -                               | 4,995                     |
| Profit for the year                       | -                          | -                          | -                                         | -                                                       | -                             | -                            | -                         | 1,237                           | 1,237                     |
| Total comprehensive income for the year   | -                          | -                          | -                                         | 4,995                                                   | -                             | -                            | -                         | 1,237                           | 6,232                     |
| <b>As at 31-3-2016</b>                    | <b>23,690</b>              | <b>7,385</b>               | <b>1,541</b>                              | <b>2,225</b>                                            | <b>5,930</b>                  | <b>10,513</b>                | <b>-</b>                  | <b>(4,787)</b>                  | <b>46,497</b>             |

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 2016.



**AE MULTI HOLDINGS BERHAD**  
**Condensed Consolidated Statement of Cash Flows**  
**For the financial period ended 31 March 2017 - Unaudited**

|                                                         | <b>31/3/2017</b> | <b>31/3/2016</b> |
|---------------------------------------------------------|------------------|------------------|
|                                                         | <b>RM'000</b>    | <b>RM'000</b>    |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>             |                  |                  |
| Profit before tax                                       | 74               | 1,261            |
| Adjustments for:                                        |                  |                  |
| Depreciation                                            | 946              | 805              |
| Gain on disposal of property, plant and equipment       | (117)            | (151)            |
| Interest expense                                        | 1,869            | 1,675            |
| Interest income                                         | (6)              | (6)              |
| Operating profit before working capital changes         | 2,766            | 3,584            |
| Increase in inventories                                 | (1,920)          | (617)            |
| Decrease/(Increase) in receivables                      | 6,589            | (241)            |
| Increase/(Decrease) in payables                         | 1,681            | (156)            |
| Cash from operations                                    | 9,116            | 2,570            |
| Interest paid                                           | (1,869)          | (1,675)          |
| Income tax paid                                         | (1)              | -                |
| Net cash from operating activities                      | 7,246            | 895              |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>             |                  |                  |
| Interest received                                       | 6                | 6                |
| Withdrawal of deposits with licensed banks              | 659              | 956              |
| Proceeds from disposal of property, plant and equipment | 1,085            | 4,378            |
| Purchase of property, plant and equipment               | (7,704)          | (1,168)          |
| Net cash (used in)/from investing activities            | (5,954)          | 4,172            |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>             |                  |                  |
| Net change in borrowings                                | 906              | (2,527)          |
| <b>Net increase in cash and cash equivalents</b>        | <b>2,198</b>     | <b>2,540</b>     |
| Effects of changes in exchange rates                    | (776)            | (615)            |
| <b>Cash and cash equivalents at beginning</b>           | <b>860</b>       | <b>182</b>       |
| <b>Cash and cash equivalents at end</b>                 | <b>2,282</b>     | <b>2,107</b>     |
| <b>Represented by:</b>                                  |                  |                  |
| Cash and bank balances                                  | 3,360            | 2,826            |
| Bank overdrafts                                         | (1,078)          | (719)            |
|                                                         | 2,282            | 2,107            |

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 2016.

## 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 2016. 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 2016.

#### 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 2016, except for the adoption of Amendments to MFRS effective as of 1 January 2017.

##### 2.1 Adoption of Amendments to MFRS

The Group has adopted the following standards with a date of initial application of 1 January 2017.

*Amendments to MFRS 12 Disclosure of Interest in Other Entities (under Annual Improvements to MFRS 2014-2016 Cycle)*  
*Amendments to MFRS 107 Statement of Cash Flows: Disclosure Initiatives*  
*Amendments to MFRS 112 Income Taxes: Recognition of Deferred Tax Assets for Unrealised Losses*

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 January 2018**

*MFRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)*  
*MFRS 15 Revenue from Contracts with Customers*  
*Amendments to MFRS 2 Classification and Measurement of Share-based Payment Transactions*  
*Amendments to MFRS 4 Insurance Contracts: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts*  
*Amendments to MFRS 7 Mandatory Date of MFRS 9 and Transition Disclosures*  
*Amendments to MFRS 140 Investment Property: Transfer of Investment Property*  
*Annual Improvements to MFRS 2014-2016 Cycle (except for Amendments to MFRS 12 Disclosure of Interest in Other Entities)*  
*IC Int 22 Foreign Currency Transactions and Advance Consideration*

###### **Effective for financial periods beginning on or after 1 January 2019**

*MFRS 16 Leases*

###### **Effective date yet to be confirmed**

*Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The initial application of the above standards is not expected to have any material impacts to the financial statements of the Group upon adoption except as mentioned below:

###### **MFRS 15 Revenue From Contracts with Customers**

MFRS 15 replaces the guidance in MFRS 111 *Construction Contracts*, MFRS 118 *Revenue*, IC Int 13 *Customer Loyalty Programmes*, IC Int 15 *Agreements for Construction of Real Estate*, IC Int 18 *Transfers of Assets from Customers* and IC Int 131 *Revenue – Barter Transactions Involving Advertising Services*. Upon adoption of MFRS 15, it is expected that the timing of revenue recognition might be different as compared with the current practices.

The adoption of *MFRS 15* will result in a change in accounting policy. The Group is currently assessing the financial impact of adopting *MFRS 15*.

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

### *MFRS 16 Leases*

*MFRS 16* replaces the guidance in *MFRS 117 Leases*, *IC Int 4 Determining whether an Arrangement contains a Lease*, *IC Int 115 Operating Leases – Incentives* and *IC Interpretation 127 Evaluating the Substance of Transactions Involving the Legal Form of a Lease*.

The Group is currently assessing the financial impact that may arise from the adoption of *MFRS 16*.

## 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 2016 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 period 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 period.

## 7. Debt and Equity Securities

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

## 8. Dividends Paid

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

## 9. Segmental Information

### (i) Analysis by business segments

|                                             | 3 months ended |           |
|---------------------------------------------|----------------|-----------|
|                                             | 31/3/2017      | 31/3/2016 |
|                                             | RM'000         | RM'000    |
| <b>Segment Revenue</b>                      |                |           |
| Printed Circuit Board (PCB)                 | 15,890         | 11,514    |
| Electronic Products                         | 10             | 13        |
| Investment Holding                          | 25             | 25        |
| Total revenue including inter-segment sales | 15,925         | 11,552    |
| Elimination of inter-segment sales          | (978)          | -         |
| External sales                              | 14,947         | 11,552    |

### (i) Analysis by business segments (cont'd)

|                             | 3 months ended |           |
|-----------------------------|----------------|-----------|
|                             | 31/3/2017      | 31/3/2016 |
|                             | RM'000         | RM'000    |
| <b>Segment Results</b>      |                |           |
| Printed Circuit Board (PCB) | 94             | 1,341     |
| Electronic Products         | (3)            | 1         |
| Investment Holding          | (67)           | (81)      |
|                             | 24             | 1,261     |
| Elimination                 | -              | -         |
| Profit before tax           | 24             | 1,261     |

## 9. Segmental Information (cont'd)

### (ii) Analysis by geographical segments

|          | <u>Revenue</u> |               | <u>Non-current Assets</u> |               |
|----------|----------------|---------------|---------------------------|---------------|
|          | 3 months ended |               |                           |               |
|          | 31/3/2017      | 31/3/2016     | 31/3/2017                 | 31/3/2016     |
|          | RM'000         | RM'000        | RM'000                    | RM'000        |
| Malaysia | 1,117          | 543           | 10,666                    | 10,754        |
| Thailand | 13,830         | 11,009        | 28,324                    | 17,042        |
|          | <u>14,947</u>  | <u>11,552</u> | <u>38,990</u>             | <u>27,796</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 are no material events subsequent to the end of the reporting period which require disclosure.

## 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 Group's capital commitment as at the end of the current reporting period is as follows:

|                                  | <u>31-3-2017</u> |
|----------------------------------|------------------|
|                                  | <u>RM'000</u>    |
| Contracted but not provided for: |                  |
| - Property, plant and equipment  | <u>-</u>         |

## 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)<br>31-Mar-17  | (Unaudited)<br>31-Mar-16 | (Unaudited)<br>31-Mar-17  | (Unaudited)<br>31-Mar-16 |
|                   | RM'000                    | RM'000                   | RM'000                    | RM'000                   |
| Revenue           | 14,947                    | 11,552                   | 14,947                    | 11,552                   |
| Profit before tax | 74                        | 1,261                    | 74                        | 1,261                    |

#### Comparison with Previous Year Corresponding Quarter

For the current quarter ended 31 March 2017, the Group's revenue has increased from RM11.552 million to RM14.947 million, representing an increase of 29.39% as compared to the preceding year corresponding quarter. This was mainly due to the increase in customers order and the increase in selling price affected by increase of our main raw material copper clad laminate.

The Group posted a profit before tax of RM0.074 million as compared to the preceding year's corresponding quarter profit before tax of RM1.261 million. The huge difference in profit was mainly due to the recovery of bad debt of RM1.125 million in year 2016. The actual operational profit for the preceding year corresponding quarter was RM0.135 million which was slightly higher as compared to the current quarter under review.

### 2. Comparison with Preceding Quarter's Results

|                   | <u>Individual Quarter</u> |                          |
|-------------------|---------------------------|--------------------------|
|                   | 3 months ended            |                          |
|                   | (Unaudited)<br>31-Mar-17  | (Unaudited)<br>31-Dec-16 |
|                   | RM'000                    | RM'000                   |
| Revenue           | 14,947                    | 14,231                   |
| Profit before tax | 74                        | 567                      |

## 2. Comparison with Preceding Quarter's Results (cont'd)

During the current quarter under review, the Group reported total revenue of RM14.947 million, which is 5.03% slightly higher than the immediate preceding quarter of RM14.231 million. There is a slight increase in sales as compared to previous quarter and it was mainly due to the different sales of product mix.

The Group posted a lower profit before tax of RM0.074 million as compared to the immediate preceding quarter's of profit before taxation of RM0.567 million due to the increase of our main raw material copper clad laminate.

## 3. Prospects

The Group had achieved a continuous positive result despite the uncertain global business environment due to the successful marketing strategy and overall firmer PCB demand in the market. In light of this result, the Group foresees that 2017 would be a busy year ahead.

The Group is optimistic that the performance for the Group will be positive for year 2017.

## 4. Profit Forecast

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

## 5. Profit from Operations

|                                                           | <b>Current quarter<br/>(Unaudited)<br/>31/3/2017<br/>RM'000</b> | <b>Cumulative<br/>quarter<br/>(Unaudited)<br/>31/3/2017<br/>RM'000</b> |
|-----------------------------------------------------------|-----------------------------------------------------------------|------------------------------------------------------------------------|
| This is derived after charging/(crediting) the following: |                                                                 |                                                                        |
| Depreciation                                              | 946                                                             | 946                                                                    |
| Gain on disposal of property, plant and equipment         | (117)                                                           | (117)                                                                  |
| Interest expense                                          | 1,869                                                           | 1,869                                                                  |
| Interest income                                           | (6)                                                             | (6)                                                                    |
| Realised gain on foreign exchange                         | (105)                                                           | (105)                                                                  |
| Rental expenses                                           | 120                                                             | 120                                                                    |
| Rental income                                             | (165)                                                           | (165)                                                                  |

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. Tax Expense

|              | <b>Individual Quarter<br/>3 months ended</b> |                                             | <b>Cumulative Quarter<br/>3 months ended</b> |                                             |
|--------------|----------------------------------------------|---------------------------------------------|----------------------------------------------|---------------------------------------------|
|              | <b>(Unaudited)<br/>31-Mar-17<br/>RM'000</b>  | <b>(Unaudited)<br/>31-Mar-16<br/>RM'000</b> | <b>(Unaudited)<br/>31-Mar-17<br/>RM'000</b>  | <b>(Unaudited)<br/>31-Mar-16<br/>RM'000</b> |
| Current tax  | (31)                                         | (24)                                        | (31)                                         | (24)                                        |
| Deferred tax | -                                            | -                                           | -                                            | -                                           |

The effective tax rate of the Group is lower than the Malaysian statutory tax rate of 24% due to the availability of tax credits which can be set off against the chargeable income of the local subsidiary.

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

(i) Bursa Malaysia Securities Berhad ("Bursa Securities") had via its letter dated 6 March 2017 approved the listing and quotation of up to 27,036,700 new ordinary shares in AEM ("Placement Shares") to be issued pursuant to the Proposed Private Placement. Subsequently M&A Securities Sdn Bhd has on behalf of the Company announced on 12 May 2017 that the issue price of the Placement Shares is fixed at RM0.162 per Placement Share. The Private Placement is deemed completed following the listing of and quotation for 27,036,700 Placement Shares on the Main Market of Bursa on 26 May 2017. The proceeds raised from the Private Placement is to be used for repayment of bank borrowing and general working capital of the Company.

(ii) AEM and JMT Kelantan Baru Sdn. Bhd. ("JMT") has mutually agreed not to further extend the expiry of the Head of Agreement ("HOA") which was entered into by the parties on 16 June 2016 and was mutually extended to 31 March 2017 for the execution of a definitive agreement. Please refer to the announcement dated 3 April 2017 for more details.

## 8. Borrowings and Debt Securities

The Group's borrowings as at 31 December 2016 are as follows:

|                                      | <b>Denominated in</b> |                             | <b>Total<br/>borrowings</b> |
|--------------------------------------|-----------------------|-----------------------------|-----------------------------|
|                                      | <b>RM<br/>RM'000</b>  | <b>Thai Baht<br/>RM'000</b> | <b>RM'000</b>               |
| <b>Secured short-term borrowings</b> |                       |                             |                             |
| Overdraft                            | -                     | 1,078                       | 1,078                       |
| Factoring                            | -                     | 2,322                       | 2,322                       |
| Trade finance                        | -                     | 27,608                      | 27,608                      |
| Promissory notes                     | -                     | 3,223                       | 3,223                       |
| Finance lease liabilities            | 77                    | 33                          | 110                         |
|                                      | <u>77</u>             | <u>34,264</u>               | <u>34,341</u>               |
| <b>Secured long-term borrowings</b>  |                       |                             |                             |
| Finance lease liabilities            | 148                   | 23                          | 171                         |
| <b>Total borrowings</b>              | <u>225</u>            | <u>34,287</u>               | <u>34,512</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. Loss/Earnings Per Share

### (i) Basic Earnings Per Share

The basic earnings per share has been calculated based on the Group's loss/profit after tax attributable to owners of the Company 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>31-Mar-17</u>          | <u>31-Mar-16</u> | <u>31-Mar-17</u>          | <u>31-Mar-16</u> |
| Profit After Tax<br>Attributable to owners of the Company (RM'000) | <u>43</u>                 | <u>1,237</u>     | <u>43</u>                 | <u>1,237</u>     |
| Weighted average number of ordinary shares                         | <u>271,367</u>            | <u>236,893</u>   | <u>271,367</u>            | <u>236,893</u>   |
| Basic Earnings Per Share (sen)                                     | <u>0.02</u>               | <u>0.52</u>      | <u>0.02</u>               | <u>0.52</u>      |

### (ii) Diluted Earnings Per Share

Diluted earnings per share is equal to the basis (loss)/earnings per share because the conversion have an anti-dilutive effect.

## 12. Realised and Unrealised Accumulated Losses

|                                                               | <u>As at<br/>31-Mar-17<br/>RM'000</u> | <u>Audited<br/>As at<br/>31-12-2016<br/>RM'000</u> |
|---------------------------------------------------------------|---------------------------------------|----------------------------------------------------|
| Total accumulated losses of the Company and its subsidiaries: |                                       |                                                    |
| - Realised                                                    | <u>(18,362)</u>                       | <u>(18,405)</u>                                    |
| - Unrealised                                                  | <u>-</u>                              | <u>-</u>                                           |
|                                                               | <u>(18,362)</u>                       | <u>(18,405)</u>                                    |
| Add: Consolidation adjustments                                | <u>13,195</u>                         | <u>13,195</u>                                      |
| Total accumulated losses of the Group                         | <u>(5,167)</u>                        | <u>(5,210)</u>                                     |

Date: 29-May-17