



AE MULTI HOLDINGS BERHAD
Condensed Consolidated Statement of Financial Position
As at 30 September 2021 - Unaudited

	Unaudited as at 30-9-2021 RM'000	Audited as at 31-3-2021 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	51,909	52,502
Right of use assets	4,728	6,386
	<u>56,637</u>	<u>58,888</u>
Current assets		
Inventories	32,244	33,328
Trade receivables	12,573	13,280
Other receivables, deposits and prepayments	21,140	45,302
Contract assets	9,874	-
Tax recoverable	71	21
Deposits with licensed banks	5,123	5,461
Cash and bank balances	107,994	33,608
	<u>189,019</u>	<u>131,000</u>
TOTAL ASSETS	<u><u>245,656</u></u>	<u><u>189,888</u></u>
EQUITY AND LIABILITIES		
Share capital	156,435	87,937
Other reserves	(8,849)	(11,491)
Total equity	<u>147,586</u>	<u>76,446</u>
Non-current liabilities		
Borrowings	-	-
Lease liabilities	2,324	3,286
	<u>2,324</u>	<u>3,286</u>
Current liabilities		
Trade payables	15,554	7,489
Other payables and accruals	3,530	18,994
Contract liabilities	36,878	41,139
Borrowings	37,637	39,699
Lease liabilities	2,147	2,823
Provision for taxation	-	12
	<u>95,746</u>	<u>110,156</u>
Total liabilities	<u>98,070</u>	<u>113,442</u>
TOTAL EQUITY AND LIABILITIES	<u><u>245,656</u></u>	<u><u>189,888</u></u>
Net assets per share (RM)	0.07	0.14

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 March 2021.



AE MULTI HOLDINGS BERHAD
Condensed Consolidated Statement of Comprehensive Income
For the financial period ended 30 September 2021 - Unaudited

	Individual Quarter		Cumulative Quarter	
	3 months ended	3 months ended	6 months ended	6 months ended
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
	RM'000	RM'000	RM'000	RM'000
Revenue	43,307	19,373	72,380	-
Cost of sales	(41,826)	(17,870)	(70,043)	-
Gross profit/(loss)	1,481	1,503	2,337	-
Other income	108	467	207	-
Administrative expenses	(2,333)	(1,547)	(5,884)	-
Selling and marketing expenses	(439)	(298)	(756)	-
Operating profit/(loss)	(1,183)	125	(4,096)	-
Finance costs	(659)	(625)	(1,343)	-
Loss before tax	(1,842)	(500)	(5,439)	-
Tax expense	(6)	-	(6)	-
Loss for the financial period	(1,848)	(500)	(5,445)	-
Other comprehensive loss, net of tax				
Item that will be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operation	(2,006)	(2,006)	(2,730)	-
Total comprehensive loss for the financial period	(3,854)	(2,506)	(8,175)	-
Earnings/(Loss) per share (sen)				
- Basic	(0.19)	(0.14)	(0.55)	-
- Diluted	(0.19)	(0.14)	(0.55)	-

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 March 2021.



AE MULTI HOLDINGS BERHAD
Condensed Consolidated Statement of Changes in Equity
For the financial period ended 30 September 2021 - Unaudited

	Share Capital RM'000	Asset Revaluation Reserve RM'000	Employee Share option Reserve RM'000	Foreign Currency Translation Reserve RM'000	Warrants Reserve RM'000	Accumulated Losses RM'000	Total Equity RM'000
As at 1-4-2021	87,937	1,541	-	7,770	-	(20,802)	76,446
<i>Transaction with owners:</i>							
Shares issued pursuant to:							
private placement	8,092	-	-	-	-	-	8,092
rights issue	61,302	-	-	-	10,817	-	72,119
Payment of rights issue expenses	(896)	-	-	-	-	-	(896)
Total transactions with owners	68,498	-	-	-	10,817	-	79,315
Loss for the period	-	-	-	-	-	(5,445)	(5,445)
Other comprehensive loss for the period	-	-	-	(2,730)	-	-	(2,730)
As at 30-9-2021	156,435	1,541	-	5,040	10,817	(26,247)	147,586
As at 1-1-2020	59,726	1,541	-	9,175	-	(10,686)	59,756
<i>Transactions with owners:</i>							
ESOS	6,006	-	(1,234)	-	-	-	4,772
Grant of equity settled share options to employees	-	-	1,234	-	-	-	1,234
Shares issued pursuant to private placement	22,205	-	-	-	-	-	22,205
Total transactions with owners	28,211	-	-	-	-	-	28,211
Loss for the period	-	-	-	-	-	(10,116)	(10,116)
Other comprehensive loss for the period	-	-	-	(1,405)	-	-	(1,405)
As at 31-3-2021	87,937	1,541	-	7,770	-	(20,802)	76,446

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 March 2021.



AE MULTI HOLDINGS BERHAD

Condensed Consolidated Statement of Cash Flows

For the financial period ended 30 September 2021 - Unaudited

	Unaudited 30/09/2021 RM'000	Audited 31/03/2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(5,439)	(10,096)
Adjustments for:		
Depreciation of property, plant and equipment	3,376	8,290
Depreciation of right-of-use assets	1,355	6,393
Gain on disposal of property, plant and equipment	-	(2,655)
Grant of equity settled share options pursuant to ESOS	-	1,234
Interest expense	1,343	3,419
Interest income	(105)	(58)
Inventories write-down	2,053	2,445
Unrealised loss on foreign exchange	-	126
Operating profit before working capital changes	2,583	9,098
Increase in inventories	(3,043)	(4,319)
Decrease/(Increase) in receivables	24,060	(43,508)
(Decrease)/Increase in payables	(6,678)	17,219
Increase in contract assets/liabilities	(14,135)	41,139
Cash from operations	2,787	19,629
Interest paid	(1,343)	(3,419)
Income tax paid	(68)	(265)
Net cash from operating activities	1,376	15,945
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	105	58
Placement of deposits with licensed banks	-	(1,382)
Proceeds from disposal of property, plant and equipment	-	5,487
Purchase of property, plant and equipment	(6,128)	(18,636)
Purchase of right of use assets	-	(548)
Net cash used in investing activities	(6,023)	(15,021)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net change in borrowings	327	2,916
Net change in lease liabilities	(1,363)	(5,882)
Payment of shares issuance expenses	(896)	-
Proceeds from private placements	8,092	26,977
Proceeds from rights issue	72,120	-
Net cash from financing activities	78,280	24,011
Net increase in cash and cash equivalents	73,633	24,935
Effects of changes in exchange rates	692	163
Cash and cash equivalents at beginning	33,092	7,994
Cash and cash equivalents at end	107,417	33,092
Represented by:		
Cash and bank balances	107,994	33,608
Bank overdrafts	(577)	(516)
	107,417	33,092

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 March 2021.



AE MULTI HOLDINGS BERHAD

(Company No. 539777-D)

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 Report should be read in conjunction with the audited financial statements for the financial period ended 31 March 2021. 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 period ended 31 March 2021.

The current quarter results will be compared to the results of the preceding year corresponding quarter accordingly but there will be no comparison figures for the cumulative quarters as the Company had changed its previous financial period from 31 December 2020 to 31 March 2021 which comprised of a fifteen (15) months' period against the 12 months' period for the current financial year.

2. Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial period ended 31 March 2021, except for the adoption of the following Malaysian Financial Reporting Standards ("MFRSs"), Amendments to MFRSs and IC Interpretations.

2.1 Adoption of standards and interpretations

The Group has adopted the following standards which are effective for the respective financial periods.

Effective for financial periods beginning on or after 1 January 2021

Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16 - Interest Rate Benchmark Reform - Phase 2

Effective for financial periods beginning on or after 1 April 2021

Amendments to MFRS 16 Leases - Covid-19 Related Concessions beyond 30 June 2021

The initial application of the above standards and interpretations are not expected to have any material financial impact to the Group's financial statements for the current quarter.

2.2 Standards issued but not yet effective

The following MFRS and Amendments to MFRSs have been issued but are not yet effective, and have yet to be adopted by the Group

Effective for financial periods beginning on or after 1 January 2022

Amendments to MFRS 3 Business Combinations

Amendments to MFRS 116 Property, Plant and Equipment

Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets

Amendments to MFRS 1, MFRS 9 and MFRS 141 Annual Improvements to MFRS Standards 2018-2020 Business Combinations

Effective for financial periods beginning on or after 1 January 2023

MFRS 17 Insurance Contracts

Amendments to MFRS 17 Insurance Contracts

Amendments to MFRS 101 Presentation of Financial Statements - Classification of Liabilities as Current or Non-current

Amendments to MFRS 101 Presentation of Financial Statements - Disclosure of Accounting Policies

Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates

Amendments to MFRS 112 Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Effective date yet to be confirmed

Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures Sales or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group plans to apply the abovementioned accounting standards, interpretations and amendments, where applicable, in the respective financial years when the abovementioned accounting standards, interpretations and amendments become effective.

The Group does not plan to apply *MFRS 17 Insurance Contracts* and *Amendments to MFRS 17 Insurance Contracts* that are effective for annual periods beginning on or after 1 January 2023 respectively as they are not applicable to the Group.

The initial application of the above standards is not expected to have any material impacts to the financial statements of the Group

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 period ended 31 March 2021 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 period that have a material effect on current financial period.

7. Debt and Equity Securities

There were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current period under review other than set out below:

On 20 August 2021, the Company had announced that it has completed the Rights Issue with Warrants at issuance of 1,442,294,135 Rights Shares at an issue price of RM0.05 per rights share and 1,081,720,597 Warrants B on even date.

8. Dividends Paid

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

9. Segmental Information

(i) Analysis by business segments

	6 months ended	
	30/09/2021	30/09/2020
	RM'000	RM'000
Segment Revenue		
Printed Circuit Board (PCB)	43,001	-
Investment Holding	-	-
Glove manufacturing solutions business	31,582	-
Others	-	-
Total revenue including inter-segment sales	74,583	-
Elimination of inter-segment sales	(2,203)	-
External sales	72,380	-

	6 months ended	
	30/09/2021	30/09/2020
	RM'000	RM'000
Segment Results		
Printed Circuit Board (PCB)	(5,047)	-
Investment Holding	(537)	-
Glove manufacturing solutions business	347	-
Others	(203)	-
	(5,440)	-
Elimination	-	-
Loss before tax	(5,440)	-

(ii) Analysis by geographical segments

	<u>Revenue</u>		<u>Non-current Assets</u>	
	6 months ended		Unaudited	Audited
	30/09/2021	30/09/2020	30/09/2021	31/03/2021
	RM'000	RM'000	RM'000	RM'000
Malaysia	32,066	-	805	718
Thailand	40,314	-	55,832	58,170
	72,380	-	56,637	58,888

10. Valuation of Property, Plant and Equipment

The valuation of the Group's landed properties were 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 is no subsequent event during the period which requires disclosure.

12. Significant Event During the Period

On 16 August 2021, the Company had announced that it intends to seek its shareholders' approval on the Proposed Amendments to the Constitution of the Company ("Proposed Amendments") at the forthcoming Twentieth Annual General Meeting of the Company. The Proposed Amendments is primarily to align the Company's Constitution with the Companies (Amendment) Act 2019 which came into operation on 15 January 2020 in relation to the alteration of share capital and to enhance administrative efficiency.

On 20 August 2021, the Company had announced that that the Rights Issue with Warrants has been completed following the listing and quotation of 1,442,294,135 Rights Shares and 1,081,720,597 Warrants B on the Main Market of Bursa Securities. Also, the Company had announced that the effective date for the implementation of the ESOS is 20 August 2021.

Save as disclosed above, there are no significant event during the period which requires disclosure.

13. Contingent Liabilities and Contingent Assets

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

14. Changes in the Composition of the Group

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

15. Capital Commitments

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

30-9-2021
RM'000

Contracted but not provided for:
- Property, plant and equipment

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

1. Performance Review

Comparison with the corresponding quarter and financial period in the previous financial year

	Individual Quarter		Changes (Amount/ %)	Cumulative Quarter		Changes (Amount/ %)
	3 months ended			6 months ended		
	30/09/2021	30/09/2020		30/09/2021	30/09/2020	
	RM'000	RM'000		RM'000	RM'000	
Revenue	43,307	19,373	23,934 / 123.54%	72,380	-	72,380 / 0%
Loss before tax	(1,842)	(500)	-1,342 / 268.4%	(5,439)	-	-5,439 / 0%

Comparison with Previous Year Corresponding Quarter

For the current quarter ended 30 September 2021 the Group's revenue has increased from RM19.37 million to RM43.07 million, representing an increase of 123.54% as compared to the preceding year corresponding quarter. This was mainly due to recognition of 60% turnkey revenue on glove manufacturing business solution from Fintec Glove Sdn Bhd and printed circuit board slightly lower sales revenue for the quarter under review.

The Group posted a loss before taxation of RM1.8 million, which is 268.4% higher than the preceding year's corresponding quarter of RM0.5 million. This was mainly due to unrealised loss on foreign exchange arising from intercompany balances and higher cost of goods sold due to increase in main raw material price copper clad laminate.

2. Comparison with Preceding Quarter's Results

	<u>Individual Quarter</u>		<u>Changes</u> (Amount/ %)
	<u>3 months ended</u>		
	<u>30/09/2021</u>	<u>30-Jun-21</u>	
	<u>RM'000</u>	<u>RM'000</u>	
Revenue	43,307	29,073	14,234 / 48.96%
Loss before tax	(1,842)	(3,597)	1,755 / -48.79%

During the current quarter under review, the Group reported total revenue of RM43.307 million, which is 48.96% higher than the immediate preceding quarter of RM29.07 million. This was mainly due to operation disruptions in our factory as well as our main customers and capture turnkey revenue of glove manufacturing business solution.

The Group posted a loss before taxation of RM1.8 million as compared to the immediate preceding quarter of RM3.6 million, mainly due to turnkey revenue from glove manufacturing business solution and unrealised loss on foreign exchange arising from intercompany balances denominated in Thai baht and US dollar as compared to higher losses in immediate preceding quarter mainly due to impairment loss of RM2.08 million.

3. Prospects

The Group expects challenges and uncertainty with the on going Covid-19 infections for PCB business despite the reopening of economy. The disruption of operation, shortage of component in supply chain and sharp risen inflations due to Covid-19 are very much affect the PCB business. However, the Group is confident that the Gloves turnkey business engineering, procurement, construction and commissioning (EPC) would contribute to the Group profitability with newly secure agreement with Fintec Glove Sdn Bhd.

4. Profit Forecast

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

5. Profit from Operations

	<u>Current quarter</u> (Unaudited) <u>30/09/2021</u> <u>RM'000</u>	<u>Cumulative</u> <u>quarter</u> (Unaudited) <u>30/09/2021</u> <u>RM'000</u>
This is derived after charging/(crediting) the following:		
Depreciation of property, plant and equipment	1,656	3,376
Depreciation of right of use assets	649	1,355
Interest expense	659	1,343
Interest income	(43)	(105)
Inventories write-down	2,053	2,053
Realised loss on foreign exchange	483	744

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)/Income

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>3 months ended</u>		<u>6 months ended</u>	
	<u>30/09/2021</u>	<u>30/09/2020</u>	<u>30/09/2021</u>	<u>30/09/2020</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Current tax				
- Malaysian	-	-	-	-
- Foreign	(6)	-	(6)	-
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 and a lower tax rate enjoyed by our Thailand subsidiary.

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

a) The Utilisation of Proceeds of RM72.121 million raised from Right Issue on 20 August 2021, as at the end of reporting quarter is as follows:

	Purpose	Proposed Utilisation (RM'000)	Actual Utilisation (RM'000)	Expected Time Frame for for Utilisation (RM'000)	Balance Utilisation (RM'000)
1	Investment and working capital in Gloves Manufacturing Solution Business	48,280	47,049	Within 24 months	1,231
2	Repayment of borrowings	22,651	0	Within 6 months	22,651
3	Right Issue expenses	1,190	896	Immediately	294
		72,121	47,945		24,176

There was no other corporate proposal announced or not completed as at the date of this Report other than as disclosed in Part A.

8. Borrowings and Debt Securities

The Group's borrowings as at 30 September 2021 are as follows:

	As at 30-9-2021			As at 31-3-2021		
	Denominated in		Total borrowings RM'000	Denominated in		Total borrowings RM'000
	RM RM'000	Thai Baht RM'000		RM RM'000	Thai Baht RM'000	
Secured short-term borrowings						
Overdraft	-	577	577	-	516	516
Factoring	-	2,005	2,005	-	4,707	4,707
Trade finance	-	31,948	31,948	-	31,164	31,164
Promissory notes	-	3,107	3,107	-	3,312	3,312
Short term loan	-	-	-	-	-	-
	-	37,637	37,637	-	39,699	39,699
Lease liabilities						
Hire purchase liabilities	223	192	415	224	272	496
Other lease liabilities	394	3,662	4,056	394	5,219	5,613
	617	3,854	4,471	618	5,491	6,109
Total	617	41,491	42,108	618	45,190	45,808

a) The average effective interest rates of the Group's borrowings are as follows:

	30/09/2021	31-Mar-21
Overdraft	5.88%	5.88%
Factoring	6.51%	6.51%
Trade finance	4.99%	4.99%
Promissory notes	6.75%	6.75%
Hire purchase liabilities	3.53%	3.53%
Other lease liabilities	4.92%	4.92%

9. Changes in Material Litigation

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

10. Dividend Payable

No dividend has been proposed for the current quarter and financial period under review.

11. Earnings/Loss Per Share

(i) Basic Earnings/(Loss) Per Share

The basic earnings/(loss) 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> 3 months ended		<u>Cumulative Quarter</u> 6 months ended	
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
Loss for the financial period Attributable to owners of the Company (RM'000)	(1,848)	(500)	(5,445)	-
Weighted average number of ordinary shares of in issue ('000)	982,815	363,334 *	982,815	-
Basic Loss Per Share (sen)	(0.19)	(0.14)	(0.55)	-

* Comparative number of shares was restated to take into account the effect of Rights Issue.

(ii) Diluted Loss Per Share

Diluted loss per share is equal to the basic loss per share because the conversion have an anti-dilutive effect.

Dated: 18 May 2022