



# AE MULTI HOLDINGS BERHAD

## Condensed Consolidated Statement of Financial Position

As at 31 December 2021 - Unaudited

	Unaudited as at 31-12-2021 RM'000	Audited as at 31-3-2021 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	52,948	52,502
Right of use assets	4,198	6,386
Other investments	11,426	-
	<u>68,572</u>	<u>58,888</u>
<b>Current assets</b>		
Inventories	22,897	33,328
Trade receivables	22,458	13,280
Other receivables, deposits and prepayments	27,748	45,302
Contract assets	9,874	-
Tax recoverable	72	21
Deposits with licensed banks	5,173	5,461
Cash and bank balances	81,148	33,608
	<u>169,370</u>	<u>131,000</u>
<b>TOTAL ASSETS</b>	<u>237,942</u>	<u>189,888</u>
<b>EQUITY AND LIABILITIES</b>		
Share capital	156,435	87,937
Other reserves	(16,108)	(11,491)
<b>Total equity</b>	<u>140,327</u>	<u>76,446</u>
<b>Non-current liabilities</b>		
Borrowings	-	-
Lease liabilities	1,896	3,286
	<u>1,896</u>	<u>3,286</u>
<b>Current liabilities</b>		
Trade payables	12,586	7,489
Other payables and accruals	5,021	18,994
Contract liabilities	36,392	41,139
Borrowings	39,825	39,699
Lease liabilities	1,895	2,823
Provision for taxation	-	12
	<u>95,719</u>	<u>110,156</u>
<b>Total liabilities</b>	<u>97,615</u>	<u>113,442</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>237,942</u>	<u>189,888</u>
<b>Net assets per share (RM)</b>	0.06	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 31 December 2021 - Unaudited**

	Individual Quarter		Cumulative Quarter	
	3 months ended	3 months ended	9 months ended	9 months ended
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
	RM'000	RM'000	RM'000	RM'000
Revenue	32,747	17,929	105,127	-
Cost of sales	(33,152)	(17,285)	(103,195)	-
<b>Gross profit/(loss)</b>	(405)	644	1,932	-
Other income	1,721	1,366	1,928	-
Administrative expenses	(7,792)	(1,749)	(13,676)	-
Selling and marketing expenses	(457)	(258)	(1,213)	-
<b>Operating profit/(loss)</b>	(6,933)	3	(11,029)	-
Finance costs	(695)	(669)	(2,038)	-
<b>Loss before tax</b>	(7,628)	(666)	(13,067)	-
Tax expense	(2)	-	(8)	-
<b>Loss for the financial period</b>	(7,630)	(666)	(13,075)	-
<b>Other comprehensive income/(loss), net of tax</b>				
<b>Item that will be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operation	371	678	(2,359)	-
<b>Total comprehensive income/(loss) for the financial period</b>	(7,259)	12	(15,434)	-
<b>Earnings/(Loss) per share (sen)</b>				
- Basic	(0.55)	(0.17)	(0.95)	-
- Diluted	(0.55)	(0.17)	(0.95)	-

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 31 December 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
<b>As at 1-4-2021</b>	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)
<b>Total transactions with owners</b>	68,498	-	-	-	10,817	-	79,315
Loss for the period	-	-	-	-	-	(13,075)	(13,075)
Other comprehensive loss for the period	-	-	-	(2,359)	-	-	(2,359)
<b>As at 31-12-2021</b>	<b>156,435</b>	<b>1,541</b>	<b>-</b>	<b>5,411</b>	<b>10,817</b>	<b>(33,877)</b>	<b>140,327</b>
<b>As at 1-1-2020</b>	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
<b>Total transactions with owners</b>	28,211	-	-	-	-	-	28,211
Loss for the period	-	-	-	-	-	(10,116)	(10,116)
Other comprehensive loss for the period	-	-	-	(1,405)	-	-	(1,405)
<b>As at 31-3-2021</b>	<b>87,937</b>	<b>1,541</b>	<b>-</b>	<b>7,770</b>	<b>-</b>	<b>(20,802)</b>	<b>76,446</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 March 2021.



**AE MULTI HOLDINGS BERHAD**  
**Condensed Consolidated Statement of Cash Flows**  
**For the financial period ended 31 December 2021 - Unaudited**

	<b>Unaudited</b>	<b>Audited</b>
	<b>31/12/2021</b>	<b>31/3/2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	(13,067)	(10,096)
Adjustments for:		
Depreciation of property, plant and equipment	5,007	8,290
Depreciation of right-of-use assets	1,918	6,393
Gain on disposal of property, plant and equipment	(36)	(2,655)
Grant of equity settled share options pursuant to ESOS	-	1,234
Interest expense	2,038	3,419
Interest income	(279)	(58)
Inventories write-down	8,443	2,445
Unrealised loss on foreign exchange	2,034	126
Operating profit before working capital changes	6,058	9,098
Decrease/(Increase) in inventories	392	(4,319)
Decrease/(Increase) in receivables	5,504	(43,508)
(Decrease)/Increase in payables	(8,511)	17,219
(Decrease)/Increase in contract assets/liabilities	(14,621)	41,139
Cash (used in)/from operations	(11,178)	19,629
Interest paid	(2,038)	(3,419)
Income tax paid	(71)	(265)
Net cash (used in)/from operating activities	(13,287)	15,945
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	279	58
Placement of deposits with licensed banks	-	(1,382)
Proceeds from disposal of property, plant and equipment	36	5,487
Purchase of other investments	(11,426)	-
Purchase of property, plant and equipment	(8,277)	(18,636)
Purchase of right of use assets	-	(548)
Net cash used in investing activities	(19,388)	(15,021)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net change in borrowings	2,769	2,916
Net change in lease liabilities	(2,072)	(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	80,013	24,011
<b>Net increase in cash and cash equivalents</b>	<b>47,338</b>	<b>24,935</b>
Effects of changes in exchange rates	718	163
<b>Cash and cash equivalents at beginning</b>	<b>33,092</b>	<b>7,994</b>
<b>Cash and cash equivalents at end</b>	<b>81,148</b>	<b>33,092</b>
<b>Represented by:</b>		
Cash and bank balances	81,148	33,608
Bank overdrafts	-	(516)
	<b>81,148</b>	<b>33,092</b>

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.

## 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.

#### 8. Dividends Paid

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

#### 9. Segmental Information

##### (i) Analysis by business segments

	9 months ended	
	31/12/2021	31/12/2020
	RM'000	RM'000
<b>Segment Revenue</b>		
Printed Circuit Board (PCB)	68,306	-
Investment Holding	-	-
Glove manufacturing solutions business	40,228	-
Others	-	-
Total revenue including inter-segment sales	108,534	-
Elimination of inter-segment sales	(3,407)	-
External sales	105,127	-

	9 months ended	
	31/12/2021	31/12/2020
	RM'000	RM'000
<b>Segment Results</b>		
Printed Circuit Board (PCB)	(12,296)	-
Investment Holding	(913)	-
Glove manufacturing solutions business	435	-
Others	(293)	-
	(13,067)	-
Elimination	-	-
Loss before tax	(13,067)	-

##### (ii) Analysis by geographical segments

	<u>Revenue</u>		<u>Non-current Assets</u>	
	9 months ended		Unaudited	Audited
	31/12/2021	31/12/2020	31/12/2021	31-03-2021
	RM'000	RM'000	RM'000	RM'000
Malaysia	40,909	-	12,230	718
Thailand	64,218	-	56,342	58,170
	105,127	-	68,572	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 19 November 2021, the Company had announced that AE Multi Industries Sdn. Bhd. ("AEMI"), a wholly-owned subsidiary of the Company, had on 19 November 2021 entered into an EPCC Agreement with Fintec Glove Sdn. Bhd. ("Fintec Glove")

where Fintec Glove has agreed to appoint and engage AEMI to undertake the engineering, procurement, construction and commissioning of up to 14 glove-dipping lines for the purpose of manufacturing medical-grade nitrile gloves.

On 29 November 2021, the Company had announced that AE Multi Industries Sdn. Bhd. ("AEMI") had on 25 November 2021 become a substantial shareholder of Vsolar Group Berhad ("Vsolar") following the acquisition of a total of 330,500,000 ordinary shares in Vsolar, representing 7.237% of the total number of issued shares of Vsolar via the open market on 24 and 25 November 2021 by AEMI.

### 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:

	<u>31-12-2021</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

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

	Individual Quarter 3 months ended		Changes (Amount/ %)	Cumulative Quarter 9 months ended		Changes (Amount/ %)
	31/12/2021	31/12/2020		31/12/2021	31/12/2020	
	RM'000	RM'000		RM'000	RM'000	
Revenue	32,747	17,929	14,818 / 82.65%	105,127	-	105,127 / 0%
Loss before tax	(7,628)	(666)	-6,962 / 1045.35%	(13,067)	-	-13,067 / 0%

#### Comparison with Previous Year Corresponding Quarter

For the current quarter ended 31 December 2021 the Group's revenue has increased from RM17.93 million to RM32.75 million, representing an increase of 82.65% as compared to the preceding year corresponding quarter. This was mainly due to turnkey revenue on glove manufacturing business solution from Fintec Glove Sdn Bhd and increase of sales revenue for printed circuit board for the quarter under review. The revenue consists of RM24.1 million from PCB manufacturing business and RM8.646 million from Turnkey solutions for gloves manufacturing.

The Group posted a loss before taxation of RM7.63 million, which is more than 100% higher than the preceding year's corresponding quarter of RM0.67 million. This was mainly due to the impact from flood in the plant in Thailand that caused an impairment of stocks of a total of RM 5.32 million despite a positive contribution from gloves manufacturing business of RM0.435 million.

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

	Individual Quarter 3 months ended		Changes (Amount/ %)
	31/12/2021	30-Sep-21	
	RM'000	RM'000	
Revenue	32,747	43,307	-10,560 / -24.38%
Loss before tax	(7,628)	(1,842)	-5,786 / 314.12%

During the current quarter under review, the Group reported total revenue of RM32.75 million, which is 24.38% lower than the immediate preceding quarter of RM43.31 million. This was mainly due to lesser revenue recognized in the turnkey revenue of glove manufacturing business coupled with a lower revenue reported in PCB sector as a result of the flood in Thailand's plant

The Group posted a loss before taxation of RM7.63 million as compared to the immediate preceding quarter of RM1.84 million, mainly due to impairment of slow moving stocks and impact from flood in Thailand plant that causes total loss of RM6.41 million.

### 3. Prospects

The Group expects continued challenges and uncertainty despite the reopening of economy. The shortage of component in supply chain and sharp risen inflations due to Covid-19 as well as the recent flood in Thailand are very much affecting the PCB business. However, the Group is confident that the Gloves turnkey business engineering, procurement, construction and commissioning (EPCC) would eventually be the new core

business to the Group in the near future

#### 4. Profit Forecast

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

#### 5. Profit from Operations

	<b>Current quarter (Unaudited) 31/12/2021 RM'000</b>	<b>Cumulative quarter (Unaudited) 31/12/2021 RM'000</b>
This is derived after charging/(crediting) the following:		
Depreciation of property, plant and equipment	1,631	5,007
Depreciation of right of use assets	563	1,918
Gain on disposal of property, plant and equipment	(36)	(36)
Interest expense	695	2,038
Interest income	(174)	(279)
Inventories write-down	6,390	8,443
Realised loss on foreign exchange	474	1,218
Unrealised loss on foreign exchange	2,034	2,034

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

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>31/12/2021</b>	<b>31/12/2020</b>	<b>31/12/2021</b>	<b>31/12/2020</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current tax				
- Malaysian	-	-	-	-
- Foreign	(2)	-	(8)	-
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 Utilisation (RM'000)	Balance Utilisation (RM'000)
1	Investment 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 31 December 2021 are as follows:

	<b>As at 31-12-2021</b>			<b>As at 31-3-2021</b>		
	<b>Denominated in RM RM'000</b>	<b>Thai Baht RM'000</b>	<b>Total borrowings RM'000</b>	<b>Denominated in RM RM'000</b>	<b>Thai Baht RM'000</b>	<b>Total borrowings RM'000</b>
<b>Secured short-term borrowings</b>						
Overdraft	-	-	-	-	516	516
Factoring	-	5,241	5,241	-	4,707	4,707
Trade finance	-	31,446	31,446	-	31,164	31,164
Promissory notes	-	3,138	3,138	-	3,312	3,312
Short term loan	-	-	-	-	-	-
	-	39,825	39,825	-	39,699	39,699
<b>Lease liabilities</b>						
Hire purchase liabilities	208	162	370	224	272	496
Other lease liabilities	268	3,153	3,421	394	5,219	5,613
	476	3,315	3,791	618	5,491	6,109



<b>Total</b>	<b>476</b>	<b>43,140</b>	<b>43,616</b>	618	45,190	45,808
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a) The average effective interest rates of the Group's borrowings are as follows:

	<b>31/12/2021</b>	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>		<u>Cumulative Quarter</u>	
	3 months ended		9 months ended	
	<u>31/12/2021</u>	<u>31/12/2020</u>	<u>31/12/2021</u>	<u>31/12/2020</u>
Loss for the financial period Attributable to owners of the Company (RM'000)	(7,630)	(666)	(13,075)	-
Weighted average number of ordinary shares of in issue ('000)	1,377,809	386,410 *	1,377,809	-
Basic Loss Per Share (sen)	(0.55)	(0.17)	(0.95)	-

\* 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