



# AE MULTI HOLDINGS BERHAD

## Condensed Consolidated Statement of Financial Position

As at 30 June 2022 - Unaudited

	Unaudited as at 30-6-2022 RM'000	Audited as at 31-3-2022 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	34,111	37,859
Right of use assets	3,419	2,123
	<u>37,530</u>	<u>39,982</u>
<b>Current assets</b>		
Inventories	30,478	23,228
Trade receivables	35,415	36,189
Other receivables, deposits and prepayments	8,593	12,678
Other financial assets	16,876	13,556
Tax recoverable	138	116
Deposits with licensed banks	5,654	5,722
Cash and bank balances	39,222	72,660
	<u>136,376</u>	<u>164,149</u>
<b>TOTAL ASSETS</b>	<u>173,906</u>	<u>204,131</u>
<b>EQUITY AND LIABILITIES</b>		
Share capital	156,435	156,435
Other reserves	(69,152)	(58,573)
<b>Total equity</b>	<u>87,283</u>	<u>97,862</u>
<b>Non-current liabilities</b>		
Borrowings	-	-
Lease liabilities	2,303	1,543
	<u>2,303</u>	<u>1,543</u>
<b>Current liabilities</b>		
Trade payables	19,162	18,212
Other payables and accruals	28,628	40,229
Borrowings	34,515	44,522
Lease liabilities	2,015	1,763
	<u>84,320</u>	<u>104,726</u>
<b>Total liabilities</b>	<u>86,623</u>	<u>106,269</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>173,906</u>	<u>204,131</u>
<b>Net assets per share (RM)</b>	0.04	0.05

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 2022.



# AE MULTI HOLDINGS BERHAD

## Condensed Consolidated Statement of Comprehensive Income For the financial period ended 30 June 2022 - Unaudited

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	30-06-2022 RM'000	30/6/2021 RM'000	30-06-2022 RM'000	30/6/2021 RM'000
Revenue	27,406	29,073	27,406	29,073
Cost of sales	(25,379)	(28,217)	(25,379)	(28,217)
<b>Gross profit</b>	2,027	856	2,027	856
Other income	214	99	214	99
Administrative expenses	(11,428)	(3,551)	(11,428)	(3,551)
Selling and marketing expenses	(660)	(317)	(660)	(317)
<b>Operating loss</b>	(9,847)	(2,913)	(9,847)	(2,913)
Finance costs	(633)	(684)	(633)	(684)
<b>Loss before tax</b>	(10,480)	(3,597)	(10,480)	(3,597)
Tax expense	-	-	-	-
<b>Loss for the financial period</b>	(10,480)	(3,597)	(10,480)	(3,597)
<b>Other comprehensive loss, net of tax Item that will be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operation	(99)	(724)	(99)	(724)
<b>Total comprehensive loss for the financial period</b>	(10,579)	(4,321)	(10,579)	(4,321)
<b>Earnings/(Loss) per share (sen)</b>				
- Basic	(0.48)	(0.61)	(0.48)	(0.61)
- Diluted	(0.48)	(0.61)	(0.48)	(0.61)

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 2022.



**AE MULTI HOLDINGS BERHAD**  
**Condensed Consolidated Statement of Changes in Equity**  
**For the financial period ended 30 June 2022 - 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 1-4-2022</b>	156,435	2,454	-	6,238	10,817	(78,082)	97,862
Loss for the period	-	-	-	-	-	(10,480)	(10,480)
Other comprehensive loss for the period	-	-	-	(99)	-	-	(99)
<b>As at 30-6-2022</b>	<b>156,435</b>	<b>2,454</b>	<b>-</b>	<b>6,139</b>	<b>10,817</b>	<b>(88,562)</b>	<b>87,283</b>
<b>As at 1-4-2021</b>	87,937	1,541	-	7,770	-	(20,803)	76,445
<i>Transactions with owners:</i>							
Rights issue of shares with free warrants	60,407	-	-	-	10,817	-	71,224
Shares issued pursuant to private placement	8,091	-	-	-	-	-	8,091
<b>Total transactions with owners</b>	<b>68,498</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,817</b>	<b>-</b>	<b>79,315</b>
Other comprehensive loss for the year							
- Gain on revaluation of freehold land	-	913	-	-	-	-	913
- Loss on foreign currency translation differences	-	-	-	(1,532)	-	-	(1,532)
Net loss for the year	-	-	-	-	-	(57,279)	(57,279)
Net loss/Total comprehensive loss for the year	-	913	-	(1,532)	-	(57,279)	(57,898)
<b>As at 31-3-2022</b>	<b>156,435</b>	<b>2,454</b>	<b>-</b>	<b>6,238</b>	<b>10,817</b>	<b>(78,082)</b>	<b>97,862</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 2022.

**AE MULTI HOLDINGS BERHAD**

Condensed Consolidated Statement of Cash Flows

For the financial period ended 30 June 2022 - Unaudited

	Unaudited 30-06-2022 RM'000	Audited 31-03-2022 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	(10,480)	(57,272)
Adjustments for:		
Allowance of expected credit losses	-	12,741
Depreciation of property, plant and equipment	1,777	7,009
Depreciation of right-of-use assets	437	2,875
Fair value loss on other financial assets	9,839	4,445
Gain on disposal of property, plant and equipment	(22)	(36)
Impairment on property, plant and equipment	-	20,327
Impairment on right-of-use assets	-	1,257
Interest expense	633	2,614
Interest income	(178)	(544)
Inventories write off	-	8,430
Revaluation deficit on factory buildings	-	1,024
Unrealised loss on foreign exchange	-	12
Operating profit before working capital changes	2,006	2,882
(Increase)/Decrease in inventories	(7,535)	298
Decrease/(Increase) in receivables	4,637	(9,389)
(Decrease)/Increase in payables	(10,395)	13,105
Decrease in contract assets/liabilities	-	(19,747)
Cash used in operations	(11,287)	(12,851)
Interest paid	(633)	(2,614)
Income tax paid	(23)	(114)
Net cash used in operating activities	(11,943)	(15,579)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	178	544
Placement of deposits with licensed banks	-	(520)
Proceeds from disposal of property, plant and equipment	1,939	36
Investment in quoted shares	(13,159)	(18,002)
Purchase of property, plant and equipment	(352)	(9,677)
Net cash used in investing activities	(11,394)	(27,619)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net change in borrowings	(10,253)	5,235
Net change in lease liabilities	(710)	(2,683)
Proceeds from shares issuance	-	79,315
Net cash (used in)/from financing activities	(10,963)	81,867
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(34,300)</b>	<b>38,669</b>
Effects of changes in exchange rates	216	899
<b>Cash and cash equivalents at beginning</b>	<b>72,660</b>	<b>33,092</b>
<b>Cash and cash equivalents at end</b>	<b>38,576</b>	<b>72,660</b>
<b>Represented by:</b>		
Cash and bank balances	39,222	72,660
Bank overdrafts	(646)	-
	<b>38,576</b>	<b>72,660</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 2022.

**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 2022. 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 March 2022.

**2. Significant Accounting Policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2022, 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 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*

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 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 year ended 31 March 2022 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

	3 months ended	
	30-06-2022	30/6/2021
	RM'000	RM'000
<b>Segment Revenue</b>		
Printed Circuit Board (PCB)	28,062	22,590
Investment Holding	-	-
Glove manufacturing solutions business	455	7,583
Others	-	-
Total revenue including inter-segment sales	28,517	30,173
Elimination of inter-segment sales	(1,111)	(1,100)
External sales	27,406	29,073

	3 months ended	
	30-06-2022	30/6/2021
	RM'000	RM'000
<b>Segment Results</b>		
Printed Circuit Board (PCB)	(231)	(2,948)
Investment Holding	(243)	(457)
Glove manufacturing solutions business	(9,913)	(102)
Others	(93)	(90)
	(10,480)	(3,597)
Elimination	-	-
Loss before tax	(10,480)	(3,597)

### (ii) Analysis by geographical segments

	Revenue		Non-current Assets	
	3 months ended	30/6/2021	Unaudited	Audited
	30-06-2022	30/6/2021	30-06-2022	31-03-2022
	RM'000	RM'000	RM'000	RM'000
Malaysia	854	7,824	609	610
Thailand	26,552	21,249	36,921	39,372
	27,406	29,073	37,530	39,982

## 10. Valuation of Property, Plant and Equipment

The freehold land, factory buildings and building improvement of the Group were revalued on 10 May 2022 based upon valuations carried out by independent professional valuers.

## 11. Subsequent Events

There is no subsequent event during the period which requires disclosure.

## 12. Significant Event During the Period

There is 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:

	<b>30-6-2022</b> <b>RM'000</b>
Contracted but not provided for:	
- Property, plant and equipment	-

**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**

	<b>Individual Quarter 3 months ended</b>		<b>Changes (Amount/ %)</b>	<b>Cumulative Quarter 3 months ended</b>		<b>Changes (Amount/ %)</b>
	<b>30-Jun-22</b>	<b>30/6/2021</b>		<b>30-Jun-22</b>	<b>30/6/2021</b>	
	<b>RM'000</b>	<b>RM'000</b>		<b>RM'000</b>	<b>RM'000</b>	
Revenue	27,406	29,073	-1,667 / -5.73%	27,406	29,073	-1,667 / -5.73%
Loss before tax	(10,480)	(3,597)	-6,883/191.35%	(10,480)	(3,597)	-6,883/191.35%

**Comparison with Previous Year Corresponding Quarter**

For the current quarter ended 30 June 2022 the Group's revenue has dropped from RM29.07 million to RM27.40 million, the revenue dropped by 5.73% as compared to the preceeding year corresponding quarter. This was mainly due to sales decreased for Turnkey Solution for gloves manufacturing business. However, revenue for PCB business increased by 24.22% as compared to preceding corresponding quarter.

The Group posted a loss before taxation of RM10.48 million which is 191.35% higher as compared to preceeding corresponding quarter of RM3.60 million. This was mainly due to fair value loss on other financial assets amounting to RM9.8 million in this quarter whereas there is only impairment loss on inventories amounting to RM2.08 million in the preceding corresponding quarter.

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

	<b>Individual Quarter 3 months ended</b>		<b>Changes (Amount/ %)</b>
	<b>30-Jun-22</b>	<b>31-Mar-22</b>	
	<b>RM'000</b>	<b>RM'000</b>	
Revenue	27,406	31,989	-4,583/-14.33%
Loss before tax	(10,480)	(44,342)	33,862/-76.37%

During the current quarter under review, the Group reported total revenue of RM27.40 million, which is 14.33% lower than the immediate preceding quarter of RM31.99 million. This was mainly due to reduce of revenue of Turnkey solutions for gloves manufacturing business as which is in line with the relatively slower demand in glove sector.

The Group posted a loss before taxation of RM10.48 million as compared to the immediate preceding quarter of RM44.34 million, mainly due to the fair value loss on other financial assets, deposits written off and impairment on property, plant and equipment of RM37.90 million in the preceding quarter.

**3. Prospects**

The Group expects continuous challenges due to the global economy slowdown with the ongoing inflation and supply chain disruptions for PCB business. The Group also expects temporary setback for Gloves turnkey business engineering, procurement, construction and commissioning (EPCC) as the pandemic transitions into an endemic. However, the Group believes that the business would sustain as gloves remain as an essential item for healthcare sector and higher hygiene level due to the Pandemic.

**4. Profit Forecast**

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

**5. Profit from Operations**

	<b>Current quarter (Unaudited) 30-06-2022 RM'000</b>	<b>Cumulative quarter (Unaudited) 30-06-2022 RM'000</b>
This is derived after charging/(crediting) the following:		
Depreciation of property, plant and equipment	1,777	1,777
Depreciation of right of use assets	437	437
Fair value loss on investment in quoted shares	9,839	9,839
Gain on disposal of property, plant and equipment	(22)	(22)
Interest expense	633	633

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>	
	3 months ended		3 months ended	
	30-Jun-22	30/6/2021	30-Jun-22	30/6/2021
	RM'000	RM'000	RM'000	RM'000
Current tax				
- Malaysian	-	-	-	-
- Foreign	-	-	-	-
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 RM72,120 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)	Balance Utilisation (RM'000)	Expected Time Frame for Utilisation (months)
1	Investment Gloves Manufacturing Solution Business	48,280	48,280	0	Within 24 months
2	Repayment of borrowings	22,651	0	22,651	Within 12 months immediately
3	Right Issue expenses	1,190	896	294	
		72,121	49,176	22,945	

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 June 2022 are as follows:

	As at 30-6-2022			As at 31-3-2022		
	Denominated in		Total borrowings	Denominated in		Total borrowings
	RM	Thai Baht		RM	Thai Baht	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Secured short-term borrowings</b>						
Overdraft	-	646	646	-	-	-
Factoring	-	6,634	6,634	-	6,586	6,586
Trade finance	-	24,115	24,115	-	34,778	34,778
Promissory notes	-	3,120	3,120	-	3,158	3,158
Short term loan	-	-	-	-	-	-
	-	34,515	34,515	-	44,522	44,522
<b>Lease liabilities</b>						
Hire purchase liabilities	198	99	297	203	130	333
Other lease liabilities	237	3,784	4,021	237	2,736	2,973
	435	3,883	4,318	440	2,866	3,306
<b>Total</b>	<b>435</b>	<b>38,398</b>	<b>38,833</b>	<b>440</b>	<b>47,388</b>	<b>47,828</b>

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

	30-Jun-22	31-Mar-22
Overdraft	5.88%	5.88%
Factoring	6.16%	6.16%
Trade finance	5.37%	5.37%
Promissory notes	5.75%	5.75%
Hire purchase liabilities	3.33%	3.33%
Other lease liabilities	0.98%	0.98%

## 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>	
	<u>3 months ended</u>	<u>3 months ended</u>	<u>3 months ended</u>	<u>3 months ended</u>
	<u>30-Jun-22</u>	<u>30/6/2021</u>	<u>30-Jun-22</u>	<u>30/6/2021</u>
Loss for the financial period Attributable to owners of the Company (RM'000)	(10,480)	(3,597)	(10,480)	(3,597)
Weighted average number of ordinary shares of in issue ('000)	2,163,504	590,217	2,163,504	590,217
Basic Loss Per Share (sen)	(0.48)	(0.61)	(0.48)	(0.61)

### (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.

Date: 26 August 2022