



AE MULTI HOLDINGS BERHAD
Condensed Consolidated Statement of Financial Position
As at 31 December 2022 - Unaudited

| | Unaudited as at 31-12-2022 RM'000 | Audited as at 31-3-2022 RM'000 |
|---|--|---|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 35,311 | 37,859 |
| Right of use assets | 2,791 | 2,123 |
| | <u>38,102</u> | <u>39,982</u> |
| Current assets | | |
| Inventories | 33,049 | 23,228 |
| Trade receivables | 31,646 | 36,189 |
| Other receivables, deposits and prepayments | 9,928 | 12,678 |
| Other financial assets | 22,052 | 13,556 |
| Tax recoverable | 191 | 116 |
| Deposits with licensed banks | 4,689 | 5,722 |
| Cash and bank balances | 35,578 | 72,660 |
| | <u>137,133</u> | <u>164,149</u> |
| TOTAL ASSETS | <u>175,235</u> | <u>204,131</u> |
| EQUITY AND LIABILITIES | | |
| Share capital | 156,435 | 156,435 |
| Other reserves | (69,812) | (58,573) |
| Total equity | <u>86,623</u> | <u>97,862</u> |
| Non-current liabilities | | |
| Borrowings | - | - |
| Lease liabilities | 1,877 | 1,543 |
| | <u>1,877</u> | <u>1,543</u> |
| Current liabilities | | |
| Trade payables | 13,846 | 18,212 |
| Other payables and accruals | 26,424 | 40,229 |
| Borrowings | 44,636 | 44,522 |
| Lease liabilities | 1,829 | 1,763 |
| | <u>86,735</u> | <u>104,726</u> |
| Total liabilities | <u>88,612</u> | <u>106,269</u> |
| TOTAL EQUITY AND LIABILITIES | <u>175,235</u> | <u>204,131</u> |
| Net assets per share (RM) | 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 31 December 2022 - Unaudited

| | Individual Quarter 3 months ended | | Cumulative Quarter 9 months ended | |
|--|--------------------------------------|----------------------|--------------------------------------|----------------------|
| | 31-12-2022 RM'000 | 31/12/2021 RM'000 | 31-12-2022 RM'000 | 31/12/2021 RM'000 |
| Revenue | 24,103 | 32,747 | 78,891 | 105,127 |
| Cost of sales | (21,783) | (33,152) | (73,679) | (103,195) |
| Gross profit/(loss) | 2,320 | (405) | 5,212 | 1,932 |
| Other income | 210 | 1,721 | 824 | 1,928 |
| Administrative expenses | 311 | (7,792) | (13,618) | (13,676) |
| Selling and marketing expenses | (684) | (457) | (1,868) | (1,213) |
| Operating profit/(loss) | 2,157 | (6,933) | (9,450) | (11,029) |
| Finance costs | (763) | (695) | (1,999) | (2,038) |
| Profit/(Loss) before tax | 1,394 | (7,628) | (11,449) | (13,067) |
| Tax expense | - | (2) | - | (8) |
| Profit/(Loss) for the financial period | 1,394 | (7,630) | (11,449) | (13,075) |
| Other comprehensive income/(loss), net of tax Item that will be reclassified subsequently to profit or loss | | | | |
| Foreign currency translation differences for foreign operation | 416 | 371 | 210 | (2,359) |
| Total comprehensive income/(loss) for the financial period | 1,810 | (7,259) | (11,239) | (15,434) |
| Earnings/(Loss) per share (sen) | | | | |
| - Basic | 0.06 | (0.55) | (0.53) | (0.95) |
| - Diluted | 0.06 | (0.55) | (0.53) | (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 2022.



AE MULTI HOLDINGS BERHAD
Condensed Consolidated Statement of Changes in Equity
For the financial period ended 31 December 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 |
|---|----------------------------|---|---|---|-------------------------------|---------------------------------|---------------------------|
| As at 1-4-2022 | 156,435 | 2,454 | - | 6,238 | 10,817 | (78,082) | 97,862 |
| Loss for the period | - | - | - | - | - | (11,449) | (11,449) |
| Other comprehensive income for the period | - | - | - | 210 | - | - | 210 |
| As at 31-12-2022 | 156,435 | 2,454 | - | 6,448 | 10,817 | (89,531) | 86,623 |
| As at 1-4-2021 | 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 |
| Total transactions with owners | 68,498 | - | - | - | 10,817 | - | 79,315 |
| 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) |
| As at 31-3-2022 | 156,435 | 2,454 | - | 6,238 | 10,817 | (78,082) | 97,862 |

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 2022 - Unaudited

| | Unaudited 31-12-2022 RM'000 | Audited 31-03-2022 RM'000 |
|---|-----------------------------------|---------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Loss before tax | (11,449) | (57,272) |
| Adjustments for: | | |
| Allowance of expected credit losses | - | 12,741 |
| Depreciation of property, plant and equipment | 5,460 | 7,009 |
| Depreciation of right-of-use assets | 1,458 | 2,875 |
| Fair value loss on other financial assets | 8,071 | 4,445 |
| Gain on disposal of property, plant and equipment | (8) | (36) |
| Gain on disposal of right-of-use assets | (3) | - |
| Impairment on property, plant and equipment | - | 20,327 |
| Impairment on right-of-use assets | - | 1,257 |
| Interest expense | 1,999 | 2,614 |
| Interest income | (505) | (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 | 5,023 | 2,882 |
| (Increase)/Decrease in inventories | (9,595) | 298 |
| Decrease/(Increase) in receivables | 7,391 | (9,389) |
| (Decrease)/Increase in payables | (18,273) | 13,105 |
| Decrease in contract assets/liabilities | - | (19,747) |
| Cash used in operations | (15,454) | (12,851) |
| Interest paid | (1,999) | (2,614) |
| Income tax paid | (75) | (114) |
| Net cash used in operating activities | (17,528) | (15,579) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Interest received | 505 | 544 |
| Withdrawal/(Placement) of deposits with licensed banks | 1,055 | (520) |
| Proceeds from disposal of property, plant and equipment | 1,903 | 36 |
| Proceeds from disposal of right-of-use assets | 104 | - |
| Investment in quoted shares | (16,566) | (18,002) |
| Purchase of property, plant and equipment | (4,589) | (9,677) |
| Net cash used in investing activities | (17,588) | (27,619) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Net change in borrowings | (200) | 5,235 |
| Net change in lease liabilities | (1,831) | (2,683) |
| Proceeds from shares issuance | - | 79,315 |
| Net cash (used in)/from financing activities | (2,031) | 81,867 |
| Net (decrease)/increase in cash and cash equivalents | (37,147) | 38,669 |
| Effects of changes in exchange rates | 65 | 899 |
| Cash and cash equivalents at beginning | 72,660 | 33,092 |
| Cash and cash equivalents at end | 35,578 | 72,660 |
| Represented by: | | |
| Cash and bank balances | 35,578 | 72,660 |
| Bank overdrafts | - | - |
| | 35,578 | 72,660 |

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.



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 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 for financial periods beginning on or after 1 January 2024

Amendments to MFRS 16 Leases - Lease Liability in a Sale and Leaseback

Non-current Liabilities with Covenants (Amendments to MFRS 101 Presentation of Financial Statements)

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

| | 9 months ended | |
|---|----------------|------------|
| | 31-12-2022 | 31/12/2021 |
| | RM'000 | RM'000 |
| Segment Revenue | | |
| Printed Circuit Board (PCB) | 82,586 | 68,306 |
| Investment Holding | - | - |
| Glove manufacturing solutions business | 923 | 40,228 |
| Others | - | - |
| Total revenue including inter-segment sales | 83,509 | 108,534 |
| Elimination of inter-segment sales | (4,618) | (3,407) |
| External sales | 78,891 | 105,127 |

| | 9 months ended | |
|--|----------------|------------|
| | 31-12-2022 | 31/12/2021 |
| | RM'000 | RM'000 |
| Segment Results | | |
| Printed Circuit Board (PCB) | (1,890) | (12,296) |
| Investment Holding | (608) | (913) |
| Glove manufacturing solutions business | (8,718) | 435 |
| Others | (233) | (293) |
| | (11,449) | (13,067) |
| Elimination | - | - |
| Loss before tax | (11,449) | (13,067) |

(ii) Analysis by geographical segments

| | Revenue | | Non-current Assets | |
|----------|----------------|------------|--------------------|------------|
| | 9 months ended | | Unaudited | Audited |
| | 31-12-2022 | 31/12/2021 | 31-12-2022 | 31-03-2022 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Malaysia | 1,590 | 40,909 | 938 | 610 |
| Thailand | 77,301 | 64,218 | 37,164 | 39,372 |
| | 78,891 | 105,127 | 38,102 | 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:

| | |
|----------------------------------|-------------------|
| | 31-12-2022 |
| | RM'000 |
| 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

| | Individual Quarter 3 months ended | | Changes (Amount/ %) | Cumulative Quarter 9 months ended | | Changes (Amount/ %) |
|--------------------------|--------------------------------------|----------------------|------------------------|--------------------------------------|----------------------|------------------------|
| | 31-12-2022 RM'000 | 31/12/2021 RM'000 | | 31-12-2022 RM'000 | 31/12/2021 RM'000 | |
| | Revenue | 24,103 | 32,747 | -8,644/-26.40% | 78,891 | 105,127 |
| Profit/(Loss) before tax | 1,394 | (7,628) | 9,022/118.27% | (11,449) | (13,067) | 1,618/12.38% |

Comparison with Previous Year Corresponding Quarter

For the current quarter ended 31 December 2022 the Group's revenue has dropped from RM32.747 million to RM24.103 million, the revenue dropped by 26.40% as compared to the preceeding year corresponding quarter. This was mainly due to sales decreased for Turnkey Solution for gloves manufacturing business in line with the general slowdown in demand.

The Group posted a profit before taxation of RM1.394 million which is 118.27% higher as compared to a loss before taxation in preceeding corresponding quarter of RM7.628 million. This was mainly due to fair value gain on other financial assets amounting to RM2.120 million in this quarter whereas there was flood in Thailand plant in the preceding corresponding quarter that caused an impairment of stocks of RM 5.32 million.

Comparison with Previous Year Corresponding Quarter Financial Year to Date

As for the 9 months period ended 31 December 2022, the Group recorded a revenue of RM78,891 million, representing a decrease of 24.96% as compared to the preceeding year to date revenue of RM105,127 million. The decrease was mainly due to the sales for Turnkey Solution for gloves manufacturing business decreased by 97.71%.

The Group posted a loss before taxation of RM11.449 million which is 12.38% lower as compared to preceeding corresponding quarter of year to date. This was mainly due to fair value gain on other financial assets amounting to RM2.120 million in this quarter.

2. Comparison with Preceding Quarter's Results

| | Individual Quarter 3 months ended | | Changes (Amount/ %) |
|--------------------------|--------------------------------------|---------------------|------------------------|
| | 31-Dec-22 RM'000 | 30-Sep-22 RM'000 | |
| Revenue | 24,103 | 27,382 | -3,279/-11.98% |
| Profit/(Loss) before tax | 1,394 | (2,363) | 3,757/158.99% |

During the current quarter under review, the Group reported total revenue of RM24.103 million, which is 11.98% lower than the immediate preceding quarter of RM27.382 million. This was mainly due to the lower demand of Printed Circuit Board in the quarter under review.

The Group posted a profit before taxation of RM1.394 million as compared to a loss before taxation in the immediate preceding quarter of RM2.363 million, mainly due to fair value gain on other financial assets of RM2.120 million in the quarter under reviewed.

3. Prospects

The Group expects global economy slowdown with the elevated inflation, higher interest rate and disruptions in supply chain. However, the Group is cautiously optimistic and the performance for year 2023 will be challenging.

4. Profit Forecast

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

5. Profit from Operations

| | |
|--|---|
| Current quarter (Unaudited) | Cumulative quarter (Unaudited) |
| 31-12-2022 | 31-12-2022 |
| RM'000 | RM'000 |

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

| | | |
|--|---------|-------|
| Depreciation of property, plant and equipment | 1,872 | 5,460 |
| Depreciation of right of use assets | 481 | 1,458 |
| Fair value (gain)/loss on investment in quoted shares | (2,120) | 8,071 |
| Loss/(Gain) on disposal of property, plant and equipment | 14 | (8) |
| Gain on disposal of right-of-use assets | - | (3) |
| Interest expense | 763 | 1,999 |
| Interest income | (205) | (505) |

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 | | 9 months ended | |
| | 31-12-2022 | 31/12/2021 | 31-12-2022 | 31/12/2021 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| 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 RM72,120 million raised from Right Issue on 20 August 2021, as at the end of reporting quarter is as follows:

| Purpose | Proposed Utilisation (RM'000) | Relocation (RM'000) | Actual Utilisation (RM'000) | Balance Utilisation (RM'000) | Expected Timeframe for Utilisation | Extended Timeframe for Utilisation |
|---|-------------------------------|---------------------|-----------------------------|------------------------------|------------------------------------|------------------------------------|
| 1 Investment Gloves Manufacturing Solution Business | 48,280 | 294 | 48,574 | 0 | within 24 months | |
| 2 Repayment of borrowings | 22,651 | 0 | 0 | 22,651 | Within 12 months | Within 24 months |
| 3 Right Issue expenses | 1,190 | -294 | 894 | 0 | Immediately | |
| | 72,121 | 0 | 49,468 | 22,945 | | |

i) Repayment of borrowings remained unutilised due to negotiation with the Thailand Bank on the loan reconstruction still on-going . and repayment term to be determined and utilised in the next 12 months.

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 2022 are as follows:

| | As at 31-12-2022 | | | As at 31-3-2022 | | |
|--------------------------------------|------------------|------------------|------------------|-----------------|------------------|------------------|
| | Denominated in | | Total borrowings | Denominated in | | Total borrowings |
| | RM RM'000 | Thai Baht RM'000 | | RM RM'000 | Thai Baht RM'000 | |
| Secured short-term borrowings | | | | | | |
| Overdraft | - | - | - | - | - | - |
| Factoring | - | 6,739 | 6,739 | - | 6,586 | 6,586 |
| Trade finance | - | 34,717 | 34,717 | - | 34,778 | 34,778 |
| Promissory notes | - | 3,180 | 3,180 | - | 3,158 | 3,158 |
| Short term loan | - | - | - | - | - | - |
| | - | 44,636 | 44,636 | - | 44,522 | 44,522 |
| Lease liabilities | | | | | | |
| Hire purchase liabilities | 187 | 58 | 245 | 203 | 130 | 333 |
| Other lease liabilities | 486 | 2,975 | 3,461 | 237 | 2,736 | 2,973 |
| | 673 | 3,033 | 3,706 | 440 | 2,866 | 3,306 |
| Total | 673 | 47,669 | 48,342 | 440 | 47,388 | 47,828 |

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

| | 31-Dec-22 | 31-Mar-22 |
|---------------------------|-----------|-----------|
| 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 profit/(loss) 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>9 months ended</u> | |
| | <u>31-12-2022</u> | <u>31/12/2021</u> | <u>31-12-2022</u> | <u>31/12/2021</u> |
| Profit/(Loss) for the financial period Attributable to owners of the Company (RM'000) | 1,394 | (7,630) | (11,449) | (13,075) |
| Weighted average number of ordinary shares of in issue ('000) | 2,163,504 | 1,377,809 | 2,163,504 | 1,377,809 |
| Basic Earning/(Loss) Per Share (sen) | 0.06 | (0.55) | (0.53) | (0.95) |

(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: 24-2-2023