



# **AEMULUS HOLDINGS BERHAD**

(Company No. 1114009-H)  
("AEMULUS" OR THE "COMPANY")

## **INTERIM FINANCIAL REPORT FOR FIRST QUARTER ENDED 31 DECEMBER 2017**

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**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2017**

	(Unaudited) As at 31.12.2017 RM'000	(Audited) As at 30.9.2017 RM'000
<b>Assets</b>		
<b>Non-Current Assets</b>		
Property, plant & equipment	6,165	6,367
Intangible assets	13,686	13,686
Trade receivables	140	415
	19,991	20,468
<b>Current Assets</b>		
Inventories	16,832	17,597
Trade receivables	16,510	14,488
Other receivables, deposits and prepayments	5,922	6,013
Derivative financial assets	51	5
Tax recoverable	45	47
Other investment	19,084	17,932
Fixed deposits with licensed banks	42	41
Cash and bank balances	3,373	6,373
	61,859	62,496
<b>TOTAL ASSETS</b>	81,850	82,964
<b>EQUITY</b>		
Share capital <sup>(c)</sup>	59,095	59,095
Reserves	(12,823)	(12,891)
Retained profits	27,907	26,885
	74,179	73,089
<b>Non-Current Liabilities</b>		
Term loan	2,248	2,248
<b>Current Liabilities</b>		
Trade payables	1,755	4,136
Other payables and accruals	2,834	2,550
Term loan	511	643
Provision for warranty	323	298
	5,423	7,627
<b>TOTAL LIABILITIES</b>	7,671	9,875
<b>TOTAL EQUITY AND LIABILITIES</b>	81,850	82,964
Net assets per share attributable to owners of the Company(RM) <sup>(b)</sup>	0.17	0.17

**Notes:**

(a) *The unaudited condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 September 2017 and the interim notes attached to this interim financial report.*

(b) *Based on 438,850,000 ordinary shares in issue.*

(c) *Share premium is reclassified to share capital in accordance with Section 618(2) of the Companies Act 2016.*

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2017**

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31.12.2017 RM'000	31.12.2016 RM'000	31.12.2017 RM'000	31.12.2016 RM'000
Revenue	9,441	5,596	9,441	5,596
Cost of sales	(3,353)	(2,163)	(3,353)	(2,163)
Gross profit	6,088	3,433	6,088	3,433
Other income	180	986	180	986
Research and development expenses	(1,609)	(1,114)	(1,609)	(1,114)
Administrative expenses	(3,344)	(2,665)	(3,344)	(2,665)
Other expenses	(244)	-	(244)	-
Profit from operation	1,071	640	1,071	640
Finance costs	(41)	(6)	(41)	(6)
Profit before taxation	1,030	634	1,030	634
Taxation	(8)	(5)	(8)	(5)
<b>Profit for the period</b>	<b>1,022</b>	<b>629</b>	<b>1,022</b>	<b>629</b>
<b>Other comprehensive income, net of tax:</b>				
<b>Item that will be reclassified subsequently to profit or loss:</b>				
Foreign currency translation differences arising from foreign operation	(13)	6	(13)	6
<b>Total comprehensive income for the period</b>	<b>1,009</b>	<b>635</b>	<b>1,009</b>	<b>635</b>
Earnings per share:-				
Basic <sup>(b)</sup> / Diluted <sup>(c)</sup> (sen)	0.23	0.14	0.23	0.14

**Notes:**

- (a) *The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 September 2017 and the interim notes attached to this interim financial report.*
- (b) *Based on 438,850,000 ordinary shares in issue as disclosed in Note B11.*
- (c) *Diluted earnings per share for the current financial period is calculated by dividing the profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period adjusted for the effects of dilutive potential ordinary shares as disclosed in Note B11.*

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 DECEMBER 2017**

	←		Non-distributable		→		Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Merger Deficit RM'000	RSP Reserve RM'000	Exchange Translation Reserve RM'000	Distributable Retained Profits RM'000	
<b>At 1 October 2017</b>	<b>59,095</b>	<b>-</b>	<b>(12,954)</b>	<b>81</b>	<b>(18)</b>	<b>26,885</b>	<b>73,089</b>
Total comprehensive income for the period	-	-	-	-	(13)	1,022	1,009
<i>Transaction with owner:</i>							
Recognition of equity- settled share-based payment	-	-	-	81	-	-	81
<b>At 31 December 2017</b>	<b>59,095</b>	<b>-</b>	<b>(12,954)</b>	<b>162</b>	<b>(31)</b>	<b>27,907</b>	<b>74,179</b>
<b>At 1 October 2016</b>	<b>43,885</b>	<b>15,210</b>	<b>(12,954)</b>	<b>-</b>	<b>(8)</b>	<b>19,334</b>	<b>65,467</b>
Total comprehensive income for the period	-	-	-	-	6	629	635
<b>At 31 December 2016</b>	<b>43,885</b>	<b>15,210</b>	<b>(12,954)</b>	<b>-</b>	<b>(2)</b>	<b>19,963</b>	<b>66,102</b>

*Note:*

*The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 September 2017 and the interim notes attached to this interim financial report.*

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31 DECEMBER 2017**

	<b>31.12.2017</b>	<b>31.12.2016</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,030	634
Adjustments for:		
Depreciation	274	222
Dividend income	(152)	(184)
Equity-settled share-based payment	81	-
Fair value gain on derivative financial assets	(51)	-
Interest expenses	41	6
Interest income	(16)	(8)
Provision for warranty	25	28
Unrealised loss /(gain) on foreign exchange	244	(1,002)
Operating profit/(loss) before changes in working capital	1,476	(304)
(Increase) / Decrease in inventories	765	374
Increase in receivables	(1,861)	(349)
Increase / (Decrease) in payables	(2,121)	(54)
Cash used in operations	(1,741)	(333)
Interest paid	(41)	(6)
Income tax paid	(13)	(25)
Net cash used in operating activities	(1,795)	(364)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(74)	(576)
Dividend received	152	184
Interest received	16	8
Placement of fixed deposits	(2)	-
Net cash from / (used in) investing activities	92	(384)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from government grant	-	131
Repayment of borrowings	(132)	-
Net cash (used in) / from financing activities	(132)	131
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(1,835)	(617)
Effects of changes in exchange rates	(13)	(229)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING</b>	24,305	25,286
<b>CASH AND CASH EQUIVALENTS AT END</b>	<b>22,457</b>	<b>24,440</b>

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31 DECEMBER 2017 (cont'd)**

	<b>31.12.2017</b>	<b>31.12.2016</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash and cash equivalents included in the consolidated statement of cash flows comprise the following:</b>		
Other investment	19,084	22,434
Fixed deposits with licensed banks	42	40
Cash and bank balances	3,373	2,006
	<hr/>	<hr/>
	22,499	24,480
Less: Pledged to licensed banks as securities for banking facilities	(42)	(40)
	<hr/>	<hr/>
	<b>22,457</b>	<b>24,440</b>
	<hr/>	<hr/>

*Notes:*

- (a) *The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 September 2017 and the interim notes attached to this interim financial report.*
- (b) *The other investment of the Group has been determined to be part of cash and cash equivalents since the funds are invested in money market instruments and short term deposits and are subject to minimal risk.*

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2017**

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING**

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**A1. Basis of Preparation**

The interim financial report of Aemulus and its subsidiary (collectively, "the **Group**") is unaudited and has been prepared in accordance with MFRS 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("**MASB**") and Paragraph 9.22 and Appendix 9B of the ACE LR.

The accounting policies and methods of computation adopted by the Group in this unaudited condensed interim financial report are consistent with those adopted in the annual financial statements of the Group. The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 30 September 2017 and the interim notes attached to this interim financial report.

**A2. Significant Accounting Policies**

The accounting policies and presentations adopted by the Group are consistent with those adopted for the audited financial statements of the Group for the financial year ended 30 September 2017.

At the date of authorisation of this report, the following standards have been issued by the MASB but are not yet effective for the Group:-

<b>MFRS and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
Amendments to MFRS 107 Disclosure Initiative	1 January 2017
Amendments to MFRS 112 Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
Amendments to MFRS 12 Disclosure of Interests in Other Entities (under Annual Improvements to MFRS Standards 2014-2016 Cycle)	1 January 2017
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
IC Interpretation 22 Foreign Currency Transaction and Advance Consideration	1 January 2018
Amendments to MFRS 2 Classification and Measurement of Share – Based Payment Transactions	1 January 2018
Amendments to MFRS 4 Insurance Contracts: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	1 January 2018
Amendments to MFRS 140 Investment Property : Transfer of Investment Property	1 January 2018
Amendments to MFRS 7 Mandatory Date of MFRS 9 and Transition Disclosures	1 January 2018
Annual Improvements to MFRS 2014-2016 cycle (except for Amendments to MFRS 12 Disclosure of Interest in Other Entities)	1 January 2018

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2017**

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (*cont'd*)**

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**A2. Significant Accounting Policies (*cont'd*)**

<b>MFRS and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
MFRS 16 Leases	1 January 2019
IC Int 23 Uncertainty over Income Tax Treatments	1 January 2019
MFRS 17 Insurance Contracts	1 January 2021

**Amendments to MFRS (effective date deferred indefinitely):**

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

**A3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report of the financial statements for the financial year ended 30 September 2017 was not subject to any qualification.

**A4. Seasonal or Cyclical Factors**

The Group's business is subject to the cyclicity of the semiconductor industry.

**A5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the quarter under review.

**A6. Material Changes in Estimates**

There were no changes in estimates of amounts reported that have a material effect in the quarter under review.

**A7. Debt and Equity Securities**

There were no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the quarter under review.

**A8. Dividend Paid**

No dividend was paid in the current quarter.



**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2017**

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (*cont'd*)**

**A9. Segmental Reporting**

The Group's revenue is recognised based on the sales of its automated test equipment ("ATE") and related services which consist of provision of maintenance services for the Group's ATE, consultancy services for printed circuit board design and others.

**Business Activities**

Revenue	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31.12.2017 RM'000	31.12.2016 RM'000	31.12.2017 RM'000	31.12.2016 RM'000
ATE	8,671	5,162	8,671	5,162
Related services	770	434	770	434
	<u>9,441</u>	<u>5,596</u>	<u>9,441</u>	<u>5,596</u>

**Principal Markets**

Revenue	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31.12.2017 RM'000	31.12.2016 RM'000	31.12.2017 RM'000	31.12.2016 RM'000
Malaysia	870	2,990	870	2,990
Singapore	6,288	120	6,288	120
China	1,129	870	1,129	870
United States of America	1,012	1,538	1,012	1,538
Other countries	142	78	142	78
	<u>9,441</u>	<u>5,596</u>	<u>9,441</u>	<u>5,596</u>

**A10. Property, Plant and Equipment**

The group has not carried out any valuation of its property, plant and equipment in the current quarter.

**A11. Capital Commitments**

	31 DECEMBER 2017 RM'000
Contracted but not provided for:-	
- Property, plant and equipment	<u>4,965</u>

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR  
QUARTER ENDED 31 DECEMBER 2017**

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING  
STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (*cont'd*)**

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**A12. Changes in the Composition of the Group**

There were no changes in the composition of the Group during the quarter under review.

**A13. Contingent Liabilities and Contingent Assets**

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

**A14. Material Events Subsequent to the End of the Quarter**

There were no material events subsequent to the end of the current quarter that have not been reflected in this interim financial report.

**A15. Significant Related Party Transactions**

There were no significant related party transaction during the current quarter under review.

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2017**

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES**

**B1. Review of Performances**

	Individual Quarter 3 months ended		Changes (Amount / %)	Cumulative Quarter 3 months ended		Changes (Amount / %)
	31.12.2017 RM'000	31.12.2016 RM'000		31.12.2017 RM'000	31.12.2016 RM'000	
Revenue	9,441	5,596	3,845 / 69	9,441	5,596	3,845 / 69
Profit from operation	1,071	640	431 / 67	1,071	640	431 / 67
Profit before taxation	1,030	634	396 / 62	1,030	634	396 / 62
Profit for the period	1,022	629	393 / 62	1,022	629	393 / 62

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

The Group managed to record an increase of RM3.845 million in the revenue for this quarter (“**Q1FY18**”), as compared to the corresponding quarter in the previous financial year (“**Q1FY17**”). Demand for ATE from the enterprise storage segment as well as smartphone and tablet segments continue to drive the revenue growth in Q1FY18.

Other income has decreased from RM0.986 million in Q1FY17 to RM0.180 million in Q1FY18, mainly attributed to the recognition of net unrealised foreign exchange gain amounted to RM0.788 million in Q1FY17. For Q1FY18, the Group recorded unrealised foreign exchange loss of RM0.244 million in line with the strengthening of ringgit against USD. The unrealised foreign exchange loss is disclosed as other expenses in Q1FY18.

Research and development (“**R&D**”) expenses have increased RM0.495 million or 44% as compared to Q1FY17 in tandem with the ongoing R&D activities carried out and increasing headcounts to support the product development. Meanwhile, the continuous talent building and retention initiatives to support our business growth have contributed to the increase in administrative expenses for this quarter.

In summary, the Group recorded profit of RM1.022 million in Q1FY18, representing an increase of RM0.393 million or 62% as compared to Q1FY17, mainly attributed to the revenue growth.

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2017**

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)**

**Statement of Financial Position Review**

	<b>As at 31.12.2017 RM'000</b>	<b>As at 30.09.2017 RM'000</b>	<b>Changes (Amount / %)</b>
<b>Review on Significant Items:-</b>			
Inventories	16,832	17,597	(765) / (4)
Trade receivables	16,510	14,488	2,022 / 14
Trade payables	1,755	4,136	(2,381) / (58)

With the continuous consumption of inventories on hand to deliver the customers' orders in this quarter, the inventories managed to record a decrease of RM0.765 million or 4% as compared to the preceding quarter ("Q4FY17"). In the meantime, the Group is strategically stocking-up certain long lead time and critical materials in line with the worldwide components shortage, to support the upcoming deliveries to customers.

Trade receivables recorded a 14% or RM2.022 million increase in Q1FY18 as compared to Q4FY17. Majority of the Q1FY18 orders were delivered to customers in December 2017 which explained the increase.

Trade payables have been reduced to RM1.755 million in Q1FY18 from RM4.136 million in Q4FY17. The 58% decrease was mainly due to the payments made to suppliers in this quarter.

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2017**

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)**

**Statement of Cash Flow Review**

	<b>As at 31.12.2017 RM'000</b>	<b>As at 31.12.2016 RM'000</b>	<b>Changes (Amount / %)</b>
Net cash used in operating activities	(1,795)	(364)	(1,431) / (393)
Net cash from / (used in) investing activities	92	(384)	476 / 124
Net cash (used in) / from financing activities	(132)	131	(263) / (201)

During this quarter, more cash are used in operating activities as compared to Q1FY17 due to the payments made to suppliers and increase in trade receivables as explained in the previous section.

In respect of investing activities, the Group has spent RM0.074 million in purchasing equipment to support R&D and operation activities in this quarter.

For the financing activities, the Group has repaid RM0.132 million for the term loan pertaining to the acquisition of a piece of land located in Mukim 12, Plot 2, Bayan Lepas Industrial Park, Penang as announced on 23<sup>rd</sup> January 2017.

**B2. Comparison with Preceding Quarter**

	<b>Individual Quarter 3 months ended</b>		<b>Changes (Amount / %)</b>
	<b>31.12.2017 RM'000</b>	<b>30.9.2017 RM'000</b>	
Revenue	9,441	11,746	(2,305) / (20)
Profit from operation	1,071	2,131	(1,060) / (50)
Profit before taxation	1,030	2,096	(1,066) / (51)
Profit for the period	1,022	2,097	(1,075) / (51)

The profit before taxation has decreased approximately RM1.066 million or 51% as compared to the preceding quarter. The decline in profit is mainly attributed to the decrease in revenue due to seasonal factor.

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR  
QUARTER ENDED 31 DECEMBER 2017**

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES *(cont'd)***

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**B3. Prospects**

Aemulus delivered good earnings for the quarter. We delivered more Automated Test Equipment (ATE) to our customers this quarter as compared to the preceding year corresponding quarter. The increase in revenue indicated continuous demand from our existing customers.

The demand for ATE from the enterprise storage segment continues to be encouraging this quarter. Barring any unforeseen circumstances, revenue contributed by this segment is expected to be consistent with 2017.

The revenue from the Far East region increased by 29% from the preceding year corresponding quarter. We continue to demonstrate growth through our innovation, business and market development in this region. Our target to achieve a double digit revenue growth in the Far East region during fiscal year 2018 remain intact, despite challenges ahead.

**B4. Profit Forecast or Profit Guarantee**

The Group has not issued any profit forecast nor received any profit guarantee in respect of any corporate proposals.

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2017**

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)**

**B5. Taxation**

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
	RM'000	RM'000	RM'000	RM'000
Income tax	(8)	(5)	(8)	(5)

The effective tax rate for the financial period under review was lower than the statutory tax rate due to statutory business income derived from the design and assembly of ATE and test and measurement instruments and the provision of related design consultancy services are exempted from income tax, in line with the pioneer status granted under the Multimedia Super Corridor (“MSC”) Malaysia status. The Group via its subsidiary obtained the MSC Malaysia status on 19 December 2007 for a period of five (5) years from 8 September 2008 to 7 September 2013 and was further extended for another five (5) years to 7 September 2018.

**B6. Status of Corporate Proposal Announced**

Save as disclosed below, there were no corporate proposal announced and not completed as at the date of this report:

On 26 January 2018, on behalf of the Board of Directors of Aemulus, TA Securities Holdings Berhad was pleased to announce to Bursa Malaysia Securities Berhad (“**Bursa Securities**”) to undertake a proposed bonus issue of up to 109,712,500 Bonus Shares on the basis of one (1) Bonus Share for every four (4) Aemulus Shares held at an entitlement date to be determined later (“Proposed Bonus Issue”).

The Proposed Bonus Issue is subject to the following approvals being obtained from: -

- (i) Bursa Securities, for the listing of and quotation for the Bonus Shares on the ACE Market of Bursa Securities under the Proposed Bonus Issue;
- (ii) the shareholders of Aemulus at an Extraordinary General Meeting to be convened; and
- (iii) any other relevant authorities and/or parties, if required.

The listing application in relation to the Proposed Bonus Issue has been submitted to Bursa Securities on 6 February 2018.

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2017**

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)**

**B7. Group's Borrowings and Debt Securities**

The details of the Group's borrowings as at 31 December 2017 are as follows:-

	As at 1 <sup>st</sup> quarter ended 31 December 2017					
	Long term		Short term		Total borrowings	
	Foreign Denomination 000	RM Denomination '000	Foreign Denomination '000	RM Denomination '000	Foreign Denomination '000	RM Denomination '000
Secured:						
Term Loan	-	2,248	-	511	-	2,759
Unsecured:						
Nil	-	-	-	-	-	-
	As at 1 <sup>st</sup> quarter ended 31 December 2016					
	Long term		Short term		Total borrowings	
	Foreign Denomination 000	RM Denomination '000	Foreign Denomination '000	Foreign Denomination 000	RM Denomination '000	Foreign Denomination '000
Secured:						
Nil	-	-	-	-	-	-
Unsecured:						
Nil	-	-	-	-	-	-

- a) Our subsidiary, Aemulus Corporation Sdn Bhd had drawdown a term loan of RM2.979 million to partially fund the payment for the acquisition of a piece of land situated in Daerah Barat Daya and forming part of Mukim 12, Plot 2, Bayan Lepas Industrial Park, Penang. Details of the land acquisition was announced on 23rd January 2017.
- b) Weighted average interest rate of term loan is 4.38% and is subject to the floating interest rate.



**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2017**

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)**

**B8. Derivative Financial Instrument**

The Group has the following derivative financial instrument as at the end of the reporting period:

Derivative forward foreign exchange contract :	Contract value (RM'000)	Fair value Gain (RM'000)
- Less than 1 year	2,534	51

The Group's derivative financial assets as at the end of the reporting period comprise forward foreign exchange contracts which are used to manage the foreign currency exposures arising from the Group's receivables denominated in USD. The fair value of the forward foreign exchange contracts is based on the difference between the contracted forward rates and the mark-to-market rates.

**B9. Material Litigation**

The Group is not engaged in any material litigation or arbitration, either as plaintiff or defendant, and the Directors are not aware of any proceedings pending or threatened against the Group, which might materially and adversely affect the financial position or business of the Group as at the date of issuance of this interim financial report.

**B10. Dividends**

No dividend was paid, declared or proposed during the quarter under review.

**B11. Earnings Per Share ("EPS")**

(a) Basic EPS

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Profit attributable to owners of the Company (RM'000)	1,022	629	1,022	629
Number of ordinary shares ('000) in issue	438,850	438,850	438,850	438,850
Basic EPS (sen)	0.23	0.14	0.23	0.14

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2017**

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)**

**B11. Earnings Per Share (“EPS”) (cont'd)**

(b) Diluted EPS

Diluted earnings per share for the current financial period is calculated by dividing the profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period adjusted for the effects of dilutive potential ordinary shares arising from shares granted to employees as follows:

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Profit attributable to owners of the Company (RM'000)	1,022	629	1,022	629
Weighted average number of ordinary shares ('000)	438,850	438,850	438,850	438,850
Adjustment for dilutive effect of RSP ('000)	506	-	506	-
	<u>439,356</u>	<u>438,850</u>	<u>439,356</u>	<u>438,850</u>
Diluted EPS (sen)	<u>0.23</u>	<u>0.14</u>	<u>0.23</u>	<u>0.14</u>

**B12. Disclosure Notes to the Statement of Profit or Loss and Other Comprehensive Income**

	Current Quarter RM'000	Current Year To Date RM'000
Depreciation of property, plant and equipment	274	274
Dividend income	(152)	(152)
Equity-settled share-based payment	81	81
Interest expenses	41	41
Interest income	(16)	(16)
Loss/(gain) on foreign exchange		
- Realised	(6)	(6)
- Unrealised	244	244

**AEMULUS HOLDINGS BERHAD (Company No. 1114009-H)**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2017**

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES (cont'd)**

**B13. Realised/Unrealised Profits**

	As at 31.12.2017 RM'000	(Audited) As at 30.9.2017 RM'000
Total retained earnings of the Company and its subsidiary:		
- Realised	27,828	26,612
- Unrealised	79	273
	<u>27,907</u>	<u>26,885</u>
Less: Consolidation adjustment	-	-
Retained Earnings	<u>27,907</u>	<u>26,885</u>