



**AHB HOLDINGS BERHAD**

274909-A

**INTERIM FINANCIAL STATEMENTS**  
for the quarter ended 30 September 2014

**AHB Holdings Berhad 274909-A  
And Its Subsidiary Companies**

**CONDENSED CONSOLIDATED INCOME STATEMENT OF COMPREHENSIVE INCOME  
for the quarter ended 30 September 2013**

The figures have not been audited.

		INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
			CORRESPONDING		CORRESPONDING
		3 months ended	3 months ended	3 months ended	3 months ended
		30/9/2013	30/9/2012	30/9/2013	30/9/2012
		(unaudited)	(unaudited)	(unaudited)	(unaudited)
		RM	RM	RM	RM
1 (a)	Revenue	4,101,233	4,023,139	4,101,233	4,023,139
(b)	Other income	-	-	-	-
2 (a)	Profit before				
	finance cost, depreciation				
	and amortisation, exceptional items,				
	income tax, minority interests	456,058	170,179	456,058	170,179
(b)	Finance cost	(200,451)	(280,299)	(200,451)	(280,299)
(c)	Depreciation and amortisation	(29,077)	(31,075)	(29,077)	(31,075)
3	Profit (Loss) before Taxation	226,530	(141,195)	226,530	(141,195)
4	Income tax	-	-	-	-
5	Profit (Loss) for the Period	226,530	(141,195)	226,530	(141,195)
6	Other Comprehensive Income	-	-	-	-
7	Total comprehensive income for the period	226,530	(141,195)	226,530	(141,195)
8	Profit (Loss) Attributable to :				
a)	Equity holders of the parent	226,530	(141,195)	226,530	(141,195)
b)	Non-controlling interest	-	-	-	-
		226,530	(141,195)	226,530	(141,195)
9	Total Comprehensive Income Attributable to :				
a)	Equity holders of the parent	226,530	(141,195)	226,530	(141,195)
b)	Non-controlling interest	-	-	-	-
		226,530	(141,195)	226,530	(141,195)
10	Profit (Loss) per share attributable to				
	shareholders of the parent (sen) :				
a)	Basic	0.47	(0.29)	0.47	(0.29)
b)	Dilluted	NA	NA	NA	NA

The Condensed Consolidated Income Statement of Comprehensive Income should be read in conjunction with the audited Financial Statement Year Ended 30 June 2012.

**AHB Holdings Berhad 274909-A  
And Its Subsidiary Companies**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 SEPTEMBER 2012**

The figures have not been audited.

	(Unaudited) As At 30.09.2013 RM	(Audited) As At 30.06.2013 RM
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	362,017	391,094
Goodwill on Consolidation	1,935,486	1,935,486
Deferred tax asset	2,500,000	2,500,000
	<u>4,797,503</u>	<u>4,826,580</u>
<b>Current Assets</b>		
Inventories	6,990,545	7,014,313
Trade receivables	7,235,886	7,351,523
Other receivables, deposits & prepayments	5,195,023	5,071,126
Tax recoverable	-	-
Cash and bank balances	96,784	380,229
	<u>19,518,238</u>	<u>19,817,191</u>
<b>TOTAL ASSETS</b>	<b><u>24,315,741</u></b>	<b><u>24,643,771</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and Reserves</b>		
Share capital	9,626,280	9,626,280
Share premium	3,664,610	3,664,610
Capital Reserve	21,305,406	21,305,406
Accumulated Losses	(30,317,431)	(30,543,961)
<b>TOTAL EQUITY</b>	<u>4,278,865</u>	<u>4,052,335</u>
<b>Non Current Liabilities</b>		
Long-term borrowings	2,083,371	2,037,527
	<u>2,083,371</u>	<u>2,037,527</u>
<b>Current Liabilities</b>		
Trade payables	1,850,132	2,003,885
Other payables & accrued expenses	9,501,598	10,026,499
Amount owing to directors	3,365,069	3,341,069
Bank borrowings	2,477,341	2,423,091
Tax Liabilities	759,365	759,365
	<u>17,953,505</u>	<u>18,553,909</u>
<b>TOTAL LIABILITIES</b>	<u>20,036,876</u>	<u>20,591,436</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>24,315,741</u></b>	<b><u>24,643,771</u></b>
<b>Net Asset per Share (RM)</b>	<u>0.089</u>	<u>0.084</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Financial Statement Year Ended 30 June 2013

**AHB Holdings Berhad 274909-A  
And Its Subsidiary Companies**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
for the quarter ended 30 September 2013  
The figures have not been audited.**

	<b>3 months ended 30/9/2013 (Unaudited) RM</b>	<b>3 months ended 30/9/2012 (Unaudited) RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit (Loss) before tax	226,530	(141,195)
<b>Adjustment for:</b>		
Depreciation and amortisation	29,077	31,075
Finance costs	200,451	280,299
Unrealised loss/(profit) on foreign exchange	(93,377)	125,315
Operating Profit/(Loss) before working capital changes	362,681	295,494
<b>Changes in Working Capital:-</b>		
Inventories	23,768	(186,764)
Receivables	8,260	325,130
Payables	(678,654)	(385,765)
Directors	24,000	22,000
<b>Net cash generated from operating activities</b>	<b>(259,945)</b>	<b>70,095</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant & equipment	-	(1,800)
Net cash used in investing activities	-	(1,800)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Finance costs paid	(23,500)	(19,085)
Repayment of borrowings	-	-
Net cash used in financing activities	(23,500)	(19,085)
<b>NET CHANGES IN CASH &amp; CASH EQUIVALENTS</b>	<b>(283,445)</b>	<b>49,210</b>
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>380,229</b>	<b>3,688</b>
<b>CASH &amp; CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>96,784</b>	<b>52,898</b>

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited Financial Statement Year Ended 30 June 2013

**AHB Holdings Berhad 274909-A  
And Its Subsidiary Companies**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

**for the quarter ended 30 September 2013**

The figures have not been audited.

	← Attributable to Equity Holders of the Company →						
	Issue Capital RM	Non- distributable Reserve Share Premium RM	Non- distributable Reserve Capital Reserve RM	Accumulated Loss RM	Total RM	Non-controlling Interest RM	Total Equity RM
<b>At 1 July 2013</b>	9,626,280	3,664,610	21,305,406	(30,543,961)	4,052,335	-	4,052,335
Total comprehensive income for the period	-	-	-	226,530	226,530	-	226,530
<b>At 30 September 2013</b>	9,626,280	3,664,610	21,305,406	(30,317,431)	4,278,865	-	4,278,865
<b>At 1 July 2012</b>	48,131,398	3,664,610	-	(38,543,526)	13,252,482	-	13,252,482
Par Value Reduction via cancellation of RM0.80 of the par value of RM1.00 per share & Resultant Capital Reserve	(38,505,118)		21,305,406	17,199,712	-	-	-
Total comprehensive income for the period	-	-	-	(9,200,147)	(9,200,147)	-	(9,200,147)
<b>At 31 June 2013</b>	9,626,280	3,664,610	21,305,406	(30,543,961)	4,052,335	-	4,052,335
<b>At 1 July 2011</b>	48,131,398	3,664,610	-	(35,671,064)	16,124,944	-	16,124,944
Total comprehensive income for the period	-	-	-	(2,872,462)	(2,872,462)	-	(2,872,462)
<b>At 30 June 2012</b>	48,131,398	3,664,610	-	(38,543,526)	13,252,482	-	13,252,482

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited Financial Statement Year Ended 30 June 2013.

**AHB HOLDINGS BERHAD 274909-A  
AND ITS SUBSIDIARY COMPANIES**

The figures have not been audited

**Part A – Explanatory Notes Pursuant to MFRS134**

**A 1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of the Malaysian Financial Reporting Standards (“MFRS”) MFRS 134: “Interim Financial Reporting” and Chapter 9 Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 30 June 2013.

The explanatory notes attached to the interim financial statements 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 30 June 2013.

**A2. Changes in Accounting Policies**

The audited financial statements of the Group for the financial year ended 30 June 2013 were prepared in accordance with MFRS. The accounting policies adopted in preparing these interim financial statements are consistent with those of the audited financial statements for the financial year ended 30 June 2013 except as mentioned below :

The adoption of the applicable MFRSs, Amendments to MFRSs and IC interpretations do not have any material impact on the interim financial statements of the Group

Meanwhile, the Group has not adopted the following MFRSs and Amendments to MFRSs that have been issued but not yet effective.

	<u>Effective for financial periods beginning on or after</u>
Amendments to MFRS 132 - Offsetting Financial Assets And Financial Liabilities	1 January 2014
MFRS 9 - Financial Instruments	1 January 2015

**A3. Auditors’ Report on Preceding Audited Financial Statement**

There were no audit qualifications on audited report of the preceding financial statements.

**A4. Seasonality or cyclical**

The operations of the business are not seasonal or cyclical in nature.

**A5. Unusual items**

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

**A6. Material changes in estimates**

There were no changes in estimates that have had a material effect in the current quarter.

**AHB HOLDINGS BERHAD 274909-A  
AND ITS SUBSIDIARY COMPANIES**

The figures have not been audited

**A7. Debt and Equity Securities**

There are no activities during the quarter under review.

**A8. Dividend Paid**

No dividend was paid for the period under review.

**A9. Segmental Reporting**

**Business segment**

Information relating to business segment is not presented as the Group has identified the business of office interior products, office furniture and specialised computer furniture as its sole operating segment.

**Geographical segment**

i) Revenue of the Group by geographical location of the customers are as follows:

	Revenue	
	3 months period ended	
	30 Sept 2013	30 Sept 2012
	RM	RM
South – Eastern Asia	1,914,272	1,545,814
Middle East	1,512,870	2,3978,168
South – Central Asia	668,475	80,157
America	5,616	-
	<u>4,101,233</u>	<u>4,023,139</u>

ii) Non-current assets

Non-current assets information are not presented by geographical location as all the non-current assets are located in Malaysia.

**A10. Valuation of Property, Plant and Equipment**

The valuations of property, plant and equipment have been brought forward without amendment from the financial statements for the year ended 30 June 2013.

**A11. Subsequent Materials Events**

There were no material events subsequent to the end of the quarter under review.

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

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

**A13. Contingent Liabilities**

There were no contingent material claims for and against the Group as at 30 June 2013.

**AHB HOLDINGS BERHAD 274909-A  
AND ITS SUBSIDIARY COMPANIES**

The figures have not been audited

**Part B –Explanatory Notes Pursuant to Appendix 9B  
of the Listing Requirements of Bursa Securities**

**B1. Review of Performance of the Company and its Principal Subsidiaries for the Group**

For the 3 months period ended 30 September 2013, the Group registered RM4,101,233 revenue and net profit of RM226,530 compared to RM4,023,139 revenue and net loss of RM141,195 in preceding year corresponding quarter.

**B2. Material Changes in Profit / (Loss) Before Taxation in Comparison to the Previous Quarter**

The Group recorded a Profit before Taxation of RM RM226,530 as compared with Loss before Taxation of RM7,994,600 in the previous quarter.

**B3. Prospects**

AHB is cautiously optimistic about its financial performance for the financial year ending 30 June 2014. While the continuing global financial crisis affects the office furniture purchase decision, AHB had introduced new furniture programs and new products to improve the market penetration. AHB is also marketing its products to a more diversified market base, including improving the local market share of the office furniture market. The board is actively considering ways to mitigate these uncertainties of the Group's revenue and the management is working hard to explore these initiatives.

**B4. Profit Forecast or Profit Guarantee**

- (a) Profit Forecast : Not applicable
- (b) Profit Guarantee Not applicable.

**B5. Taxation**

There are no taxation matters in the quarter under review.

**B6. Status of Corporate Proposals**

**PROPOSED RIGHTS ISSUE OF SHARES WITH WARRANTS.**

On 29 October 2013, the Company announced a proposal to undertake a renounceable rights issue of up to 106,718,796 new ordinary shares of RM0.20 each in AHB (“**AHB Shares**”) (“**Rights Shares**”) on the basis of two (2) Rights Shares for every one (1) existing AHB Share held on an entitlement date to be determined later (“**Entitlement Date**”), together with up to 71,145,864 free detachable new warrants (“**New Warrants**”) on the basis of two (2) New Warrants for every three (3) Rights Shares subscribed by the entitled shareholders (“**Proposed Rights Issue of Shares with Warrants**”).

The Company had submitted to an application for the Proposed Rights Issue of Shares with Warrants on 15 November 2013.

The Proposed Rights Issue of Shares with Warrants entails the issuance of up to 106,718,796 Rights Shares on the basis of two (2) Rights Shares for every one (1) existing AHB Share held, together with two (2) New Warrants for every three (3) Rights Shares subscribed by the shareholders of AHB whose names appear in the Record of Depositors of the Company as at the close of business on the Entitlement Date (“**Entitled Shareholders**”).

The entitlements for the Rights Shares with New Warrants are renounceable in full or in part. However, the Rights Shares and the New Warrants cannot be renounced separately. Should the



**AHB HOLDINGS BERHAD 274909-A  
AND ITS SUBSIDIARY COMPANIES**

**The figures have not been audited**

Entitled Shareholders renounce all of their Rights Shares entitlements under the Proposed Rights Issue of Shares with Warrants, they will not be entitled to the New Warrants. However, if the Entitled Shareholders accept only part of their Rights Shares entitlements under the Proposed Rights Issue of Shares with Warrants, they shall be entitled to the New Warrants in proportion of their acceptances of the Rights Shares entitlements.

The New Warrants will be immediately detached from the Rights Shares upon issuance and separately traded on the Main Market of Bursa Malaysia Securities Berhad ("**Bursa Securities**"). The New Warrants will be issued in registered form and constituted by a deed poll to be executed by the Company.

The Rights Shares with New Warrants which are not taken up or validly taken up shall be made available for excess applications by the Entitled Shareholders and/or their renounee(s) (if applicable). It is the intention of the Board to allocate the excess Rights Shares in a fair and equitable manner on a basis to be determined by the Board and announced later by the Company.

There are no other activities other than disclosed above.

**B7. Group Borrowings and Debt Securities**

	RM'000
	As at 30 June 2013
The Group's borrowings are as follows:	
Secured loan	
<b>Long Term Borrowings</b>	
(i) Termed Out Loan	603
(ii) Term Loan	1,501
<b>Short Term Borrowings</b>	
(i) Termed Out Loan	508
(ii) Term Loan	1,949
<b>Total</b>	<b>4,561</b>

**B8. Material Litigation**

On 29 August 2013 the Company announced that AHB Technology Sdn Bhd ("AHBT"), a wholly-owned major subsidiary, has on 21 August 2013 been served with a Writ of Summons for claims of a sum of RM1,139,016.57 from AHBT being the amount owing by AHBT as at 3 March 2013 under the Term Loan Facilities granted by Maybank Berhad, plus interest thereon. AHBT had engaged the services of a solicitor to defend these claims.

There were no material litigations other than the announcement made above.

**B9. Dividend**

No dividend is recommended for the current quarter and period under review.

- The remainder of this page is left intentional blank -

**AHB HOLDINGS BERHAD 274909-A  
AND ITS SUBSIDIARY COMPANIES**

The figures have not been audited

**B10. Earnings Per Share**

	3 months period ended		3 months period ended	
	30 Sept 2013	30 Sept 2012	30 Sept 2013	30 Sept 2012
<b>Basic Earnings Per Share</b>				
Net profit/(loss)	226,530	(141,195)	226,530	(141,195)
Weighted average number of ordinary shares in issue	48,131,398	48,131,398	48,131,398	48,131,398
Basic profit/(loss) per share (sen)	0.47	(0.29)	0.47	(0.29)
<b>Diluted Earnings Per Share</b>	N/A	N/A	N/A	N/A

Fully diluted earnings per ordinary share is calculated by dividing the adjusted net profit for the year by the adjusted weighted average number of ordinary shares in issue and issuable during the financial year.

The Company has a category of potentially dilutive ordinary shares as follows:  
Warrants 2005/2014;

The effect of this would be anti-dilutive to earnings per ordinary share.

**B11. Profit/(Loss) Before Tax**

Profit/(Loss) before tax is arrived at after crediting/(charging) the following:

	3 months period ended 30 Sept 2013 RM	3 months period ended 30 Sept 2012 RM
Other income	-	-
Interest expenses	(200,451)	(200,451)
Depreciation and amortization	(29,077)	(29,077)
Impairment loss on receivables	-	-
Foreign exchange loss	(93,377)	(93,377)
	<u>(93,377)</u>	<u>(93,377)</u>

The following items are not applicable for the quarter/period:

- i) Provision for and write off of inventories
- ii) Gain/(Loss) on disposal of quoted or unquoted investment or properties
- iii) Impairment of assets
- iv) Gain/(Loss) on derivatives
- v) Exceptional items

- The remainder of this page is left intentional blank -

**AHB HOLDINGS BERHAD 274909-A  
AND ITS SUBSIDIARY COMPANIES**

The figures have not been audited

**B12. Disclosure of realised and unrealised profits**

The following analysis of realised and unrealised accumulated losses at the legal entity level is prepared in accordance with Guidance on Special matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants whilst the disclosure at the group level is based on the prescribed format by the Bursa Malaysia Securities Berhad.

**Realised and Unrealised Losses**

	<b>As at 30 Sept 2013 RM</b>	<b>As at 31 June 2013 RM</b>
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(30,543,961)	(41,823,532)
- Unrealised gain / (loss)	226,530	2,438,489
	<hr/>	<hr/>
	(30,317,431)	(39,385,043)
Add: Consolidation adjustments	-	8,841,082
	<hr/>	<hr/>
Total Group accumulated losses as per consolidated accounts	<u>(30,317,431)</u>	<u>(30,543,961)</u>

- END OF REPORT -