



AHB HOLDINGS BERHAD

274909-A

INTERIM FINANCIAL STATEMENTS
for the quarter ended 30 September 2015

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

**CONDENSED CONSOLIDATED INCOME STATEMENT OF COMPREHENSIVE INCOME
for the quarter ended 30 September 2015**

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	6 months ended	6 months ended
		30/9/2015	30/9/2014	30/9/2015	30/9/2014
		(unaudited)	(unaudited)	(unaudited)	(unaudited)
		RM	RM	RM	RM
1 (a)	Revenue	4,386,253	4,359,905	7,648,671	6,676,068
(b)	Other income	27,541	4,356	27,541	15,002
2 (a)	Profit before finance cost, depreciation and amortisation, exceptional items, income tax, minority interests	434,015	469,553	787,048	786,898
(b)	Finance cost	(2,279)	(24,688)	(4,532)	(127,488)
(c)	Depreciation and amortisation	(5,437)	(9,037)	(19,417)	(23,237)
3	Profit before Taxation	426,299	435,828	763,099	636,173
4	Income tax	-	-	-	-
5	Profit for the Period	426,299	435,828	763,099	636,173
6	Other Comprehensive Income	-	-	-	-
7	Total comprehensive income for the period	426,299	435,828	763,099	636,173
8	Profit (Loss) Attributable to :				
a)	Equity holders of the parent	426,299	435,828	763,099	636,173
b)	Non-controlling interest	-	-	-	-
		426,299	435,828	763,099	636,173
9	Total Comprehensive Income Attributable to :				
a)	Equity holders of the parent	426,299	435,828	763,099	636,173
b)	Non-controlling interest	-	-	-	-
		426,299	435,828	763,099	636,173
10	Profit (Loss) per share attributable to shareholders of the parent (sen) :				
a)	Basic	0.27	0.72	0.48	0.40
b)	Diluted	NA	NA	NA	NA

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for financial year ended 30 June 2014 and financial period ended 31 March 2015

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

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 SEPTEMBER 2015

The figures have not been audited.

	(Unaudited) As At 30.09.2015 RM	(Audited) As At 31.03.2015 RM	(Audited) As At 30.06.2014 RM
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	283,909	277,066	332,986
Goodwill on Consolidation	1,935,486	1,935,486	1,935,486
Deferred tax asset	2,500,000	2,500,000	2,500,000
	<u>4,719,395</u>	<u>4,712,552</u>	<u>4,768,472</u>
Current Assets			
Inventories	7,068,342	6,688,516	6,626,156
Trade receivables	9,938,443	11,769,364	11,108,511
Other receivables, deposits & prepayments	4,754,729	4,099,578	3,968,075
Tax recoverable	137,340	137,340	-
Cash and bank balances	3,393,245	2,477,814	961,795
	<u>25,292,099</u>	<u>25,172,612</u>	<u>22,664,537</u>
TOTAL ASSETS	<u>30,011,494</u>	<u>29,885,164</u>	<u>27,433,009</u>
EQUITY AND LIABILITIES			
Capital and Reserves			
Share capital	32,007,239	32,007,239	10,669,080
Reserves	(3,889,296)	(4,652,394)	(4,844,383)
TOTAL EQUITY	<u>28,117,943</u>	<u>27,354,845</u>	<u>5,824,697</u>
Non-Current Liabilities			
Deferred Tax Liabilities	3,800	3,800	60,790
	<u>3,800</u>	<u>3,800</u>	<u>60,790</u>
Current Liabilities			
Trade payables	1,765,508	1,634,019	3,090,142
Other payables & accrued expenses	66,330	807,007	9,547,242
Amount owing to directors	57,610	85,190	3,301,797
Bank borrowings	-	-	4,843,243
Tax Payables	303	303	765,099
	<u>1,889,751</u>	<u>2,526,519</u>	<u>21,547,523</u>
TOTAL LIABILITIES	<u>1,893,551</u>	<u>2,530,319</u>	<u>21,608,313</u>
TOTAL EQUITY AND LIABILITIES	<u>30,011,494</u>	<u>29,885,164</u>	<u>27,433,010</u>
Net Asset per Share (RM)	<u>0.176</u>	<u>0.171</u>	<u>0.109</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Financial Statement Year Ended 30 June 2014 and 31 March 2015.

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

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
for the quarter ended 30 SEPTEMBER 2015**

The figures have not been audited.

	6 months ended 30/9/2015 (Unaudited) RM	9 months ended 31/3/2015 (Audited) RM	12 months ended 30/6/2014 (Audited) RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax	763,099	916,762	821,425
Adjustment for:			
Impairment loss on trade receivables	-	377,000	-
Depreciation and amortisation	19,417	61,240	68,078
Finance costs	4,532	58,579	422,372
Unrealised loss/(profit) on foreign exchange	-	(260,232)	52,679
Bad debts recovered	-	-	(14,183)
Interest Income	-	(70,837)	-
Waiver of Director's fee	-	-	(102,000)
Operating Profit before working capital changes	787,048	1,082,512	1,248,371
Changes in Working Capital:-			
Inventories	(379,826)	(62,360)	388,157
Receivables	1,175,770	(909,124)	(2,692,433)
Payables	(609,188)	(10,196,358)	606,818
Directors	(27,580)	(3,216,607)	62,728
Cash from /(used in) operations	946,224	(13,301,937)	(386,359)
Interest Received	-	70,837	-
Tax Paid	-	(911,231)	(29,000)
Tax Refund	-	-	3,660
Net cash generated from/ (used in) operating activities	946,224	(14,142,331)	(411,699)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant & equipment	(26,261)	(5,320)	(9,970)
Net cash used in investing activity	(26,261)	(5,320)	(9,970)
CASH FLOWS FROM FINANCING ACTIVITIES			
Finance costs paid	(4,532)	(58,579)	-
Repayment of borrowings	-	(4,843,243)	(39,565)
Proceeds from issuance of ordinary shares	-	21,338,159	1,042,800
Share Issuance expenses	-	(772,667)	-
Net cash from/ (used in) financing activities	(4,532)	15,663,670	1,003,235
NET CHANGES IN CASH & CASH EQUIVALENTS			
	915,431	1,516,019	581,566
CASH & CASH EQUIVALENTS AT BEGINNING OF PERIOD/YEAR			
	2,477,814	961,795	380,229
CASH & CASH EQUIVALENTS AT END OF THE PERIOD/YEAR			
	3,393,245	2,477,814	961,795

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited Financial Statement Year Ended 30 June 2014 and 31 March 2015

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

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

for the quarter ended 30 SEPTEMBER 2015

The figures have not been audited.

GROUP	← Attributable to Equity Holders of the Company →				Total RM
	← Issue Capital RM	Share Premium RM	Capital Reserve RM	Non-distributable Accumulated Loss RM	
At 1 July 2012	48,131,398	3,664,610	-	(38,543,526)	13,252,482
Total comprehensive loss for the financial year	-	-	-	(9,200,147)	(9,200,147)
Transactions with owners :					
Capital reduction	(38,505,118)	-	21,305,406	17,199,712	-
At 31 June 2013	9,626,280	3,664,610	21,305,406	(30,543,961)	4,052,335
year	-	-	-	729,561	729,561
Transactions with owners :					
Issue of ordinary shares from the conversion of warrants	1,042,800	-	-	-	1,042,800
Balance at 31 June 2014	10,669,080	3,664,610	21,305,406	(29,814,400)	5,824,696
Total comprehensive income for the period	-	-	-	964,657	964,657
Transactions with owners :					
Issue of ordinary shares from the rights issue	21,338,159	-	-	-	21,338,159
Share issuance expenses	-	(772,668)	-	-	(772,668)
Balance at 31 March 2015	32,007,239	2,891,942	21,305,406	(28,849,743)	27,354,844
Total comprehensive income for the period	-	-	-	763,099	763,099
Transactions with owners :					
Issue of ordinary shares from the rights issue	-	-	-	-	-
Share issuance expenses	-	-	-	-	-
Balance at 30 September 2015	32,007,239	2,891,942	21,305,406	(28,086,644)	28,117,943

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited Financial Statement Year End 30 June 2014 and 31 March 2015

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

The figures have not been audited

Part A – Explanatory Notes Pursuant to MFRS134

A1. 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” issued by the Malaysian Accounting Standards Board and Chapter 9 Paragraph 9.22 and Appendix 9B of the Main Market 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 2014 and financial period ended 31 March 2015.

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 2014 and 31 March 2015.

A2. Changes in Accounting Policies

The audited financial statements of the Group for the financial year ended 30 June 2014 and 31 March 2015 were prepared in accordance with MFRS and the requirements of the Companies Act, 1965. 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 2014 and financial period ended 31 March 2015.

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>
MFRS 9 - Financial Instruments	1 January 2018

A3. Auditors’ Report on Preceding Audited Financial Statement

NIL

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	
	6 months period ended	
	30 Sept 2015	30 Sept 2014
	RM	RM
South – Eastern Asia	1,882,842	2,438,905
Middle East	5,514,153	4,070,572
South – Central Asia	251,675	-
America	-	166,591
	<u>7,648,671</u>	<u>6,676,068</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

There was no fair value adjustment to the property, plant and equipment since the last annual audited financial statements.

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 September 2015.

**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 2015, the Group registered revenue of RM4,386,253 and net profit of RM426,299 compared to revenue of RM4,359,905 and net profit of RM435,828 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 RM426,299 as compared with Profit before Taxation of RM 336,800 in the previous quarter.

B3. Prospects

AHB is optimistic about its financial performance in the foreseeable future. AHB has increased its R&D resources and plans to introduce more new dynamic furniture programs and new products to improve financial performance. AHB is also diversifying its market base, including improving the local market share of the office furniture market. The board is confident that financial performance will improve because of these positive actions, barring any unforeseen circumstances.

The current weak Malaysian Ringgit foreign exchange rate is an advantage for our Group to improve our revenue growth. Malaysia is a competitive producer of furniture, with markets worldwide. The potential of our furniture industry is evidenced by the global production volume of approximately USD400 billion per year.

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

There are no outstanding corporate proposals.

B7. Group Borrowings and Debt Securities

There were no outstanding borrowings and debt securities as at 30 September 2015.

B8. Material Litigation

There were no material litigations as at the date of this report.

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

The figures have not been audited

B9. Dividend

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

B10. Earnings Per Share

Basic Earnings Per Share	3 months period ended		6 months period ended	
	30 Sept 2015	30 Sept 2014	30 Sept 2015	30 Sept 2014
Net profit	426,299	435,828	763,099	636,173
Weighted average number of ordinary shares in issue	160,036,194	60,945,290	160,036,194	61,586,911
Basic earnings per share (sen)	0.27	0.72	0.48	1.04
Fully Diluted Earnings Per Share (sen)	NA	0.71	NA	1.03

The Company has a category of potentially dilutive ordinary shares as follows:
Warrants 2014/2019.

Fully diluted earnings per ordinary share is calculated by dividing the adjusted profit for the year by the adjusted weighted average number of ordinary shares in issue and issuable during the financial year. The diluted earnings per share of the Group have not been presented as the average fair value of the warrants of the Company is lower than the exercise price for the exercise of warrants 2014/2019 to ordinary shares.

B11. Profit Before Tax

B11. Profit Before Tax

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

	Current Period 3 months period ended 30 Sept-15 RM	Cumulative Period 6 months period ended 30 Sept-15 RM
Other income	27,541	27,541
Financial costs	(2,279)	(4,532)
Depreciation and amortisation	(5,437)	(19,417)
Foreign exchange loss (gain)	-	-
	-	-

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

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

**AHB HOLDINGS BERHAD 274909-A
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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

	As at 30 Sept 2015 RM	As at 31 Mar 2015 RM
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(40,447,257)	(40,447,257)
- Unrealised gain / (loss)	3,519,530	2,756,432
	<hr/>	<hr/>
	(36,927,727)	(37,690,825)
Add: Consolidation adjustments	8,841,082	8,841,082
	<hr/>	<hr/>
Total Group accumulated losses as per consolidated accounts	<u>(28,086,645)</u>	<u>(28,849,743)</u>

- END OF REPORT -