



Asian Micro Holdings Limited

FULL YEAR FINANCIAL STATEMENT FOR THE PERIOD ENDED 30 JUNE 2012

PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL-YEAR RESULTS

- 1(a) An income statement and statement of comprehensive income or a statement of comprehensive income for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		
	S\$'000		% Change
	12 mths ended 30 June 2012 S\$'000	12 mths ended 30 June 2011 S\$'000	
Revenue	5,806	8,575	-32%
Cost of Sales	(4,699)	(6,971)	-33%
Gross Profit	1,107	1,604	-31%
Distribution & selling expenses	(130)	(267)	-51%
Administrative expenses	(2,715)	(3,857)	-30%
Other operating income/(expense), net	1,480	(2,056)	NM
Loss from operation	(258)	(4,576)	-94%
Financial expenses	(72)	(67)	7%
Financial income	2	3	-33%
Loss before taxation	(328)	(4,640)	-93%
Taxation	(162)	211	NM
Loss for the year	(490)	(4,429)	-89%
Attributable to :			
Equity holders of the Company	(281)	(3,897)	-93%
Non-controlling interests	(209)	(532)	-61%
Loss for the year	(490)	(4,429)	-89%
Other comprehensive income (net of tax):			
Foreign currency translation	(254)	1,720	NM
Foreign currency reserve realised on disposal of subsidiaries	-	(400)	-100%
Total comprehensive loss for the year	(744)	(3,109)	-76%
Attributable to:			
Equity holders of the Company	(547)	(2,520)	-78%
Non-controlling interests	(197)	(589)	-67%
	(744)	(3,109)	-76%

Note : NM - Not Meaningful

Other operating expenses mainly comprised of the following:-

* Allowance for doubtful debts (trade)	(52)	(13)
* Allowance for stocks obsolescence	(124)	(714)
* Insurance recovery	1,310	-
* Fixed assets written off	-	(52)
* Foreign exchange gain/(loss)	254	(1,672)
* Gain on disposal of property, plant and equipment	129	91
* Gain on disposal of subsidiaries	-	163
* Flood related expenses	(163)	-
* Sales of scrap	33	101
* Write back of allowance for stock obsolescence	8	8
* Write back of provision of warranty	-	52
Loss for the year is derived at after (charging) / crediting of :-		
* Depreciation	(376)	(500)
* Impairment of property, plant and equipment	(352)	(166)
* Overprovision of taxes	-	211

1(b)(i) **A statement of financial position (for the issuer and group), together with a comparative statements as at the end of the immediately preceding financial year.**

	Group		Company	
	30 June 2012 S\$'000	30 June 2011 S\$'000	30 June 2012 S\$'000	30 June 2011 S\$'000
Non-Current Assets				
Property, plant & equipment	1,209	1,098	519	34
Investment in subsidiaries	-	-	1	1,459
	1,209	1,098	520	1,493
Current Assets				
Inventories	871	1,380	-	-
Trade and other receivables	1,292	1,637	10	4
Prepayment	92	353	12	14
Due from related party (non-trade)	108	108	5	2
Fixed deposits	429	427	25	26
Cash and bank balances	1,418	272	3	1
	4,210	4,177	55	47
Current Liabilities				
Trade & other payables	1,520	1,777	171	150
Accrued expenses	879	920	545	582
Due to subsidiaries (non-trade)	-	-	1,524	1,420
Due to related party (non-trade)	1,226	785	-	-
Loan from related party (non-trade)	200	-	-	-
Bills payable to banks	231	456	-	-
Obligations under finance lease	146	73	79	7
Provision for taxation	-	17	-	-
	4,202	4,028	2,319	2,159
Net current (liabilities) / assets	8	149	(2,264)	(2,112)
Non-current liabilities				
Loan from related party (non-trade)	300	300	-	-
Due to related party (non-trade)	366	-	-	-
Obligations under finance lease	377	168	241	16
Deferred tax liability	1	1	1	1
	1,044	469	242	17
Net Assets / (Liabilities)	173	778	(1,986)	(636)
Represented by :				
Share capital	38,674	38,674	38,674	38,674
Share option reserve	321	390	321	390
Other reserve	96	96	96	96
Foreign currency translation reserve	1,258	1,524	-	-
Accumulated losses	(39,560)	(39,487)	(41,077)	(39,796)
	789	1,197	(1,986)	(636)
Non-controlling interests	(616)	(419)	-	-
Total Equity / (Deficit)	173	778	(1,986)	(636)

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand :-

As at 30/6/2012		As at 30/6/2011	
S\$000		S\$000	
Secured	Unsecured	Secured	Unsecured
377	200	529	-

Amount repayable after one year :-

As at 30/6/2012		As at 30/6/2011	
S\$000		S\$000	
Secured	Unsecured	Secured	Unsecured
377	300	168	300
754	500	697	300

Details of any collateral:

- a) The Group's trade credit facilities and banker guarantees are secured by:
 - (i) fixed deposits of approximately S\$406,000;
 - (ii) corporate guarantee of S\$2,540,000 from the Company;
 - (iii) a legal mortgage over a property of an affiliated company, American Converters Industries Pte Ltd (owned by the director and major shareholder of the Company); and
 - (iv) joint and several guarantee of S\$440,000 from the director and major shareholder of the Company
- b) The Group's lease obligations are secured by motor vehicles of its subsidiaries with net book value of approximately S\$776,000.

1(c) A statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group	
	12 mths ended 30 June 2012	12 mths ended 30 June 2011
	S\$'000	S\$'000
Cash flows from operating activities		
Loss before tax	(328)	(4,640)
Adjustments for :		
Allowance for doubtful debts (trade)	52	13
Allowance for doubtful debts (non trade)	-	3
Write-off of doubtful debts	-	1
Allowance for stock obsolescence	124	714
Write-back of allowance for doubtful debts	-	(6)
Write-back of allowance for stock obsolescence	(8)	(8)
Gain on disposal of subsidiaries	-	(163)
Depreciation of property, plant and equipment	376	500
Property, plant and equipment written off	-	52
Gain on disposal of property, plant and equipment	(129)	(91)
Impairment loss on property, plant and equipment	352	166
Waiver of payables	-	(2)
Write-back of provision of warranty	-	(52)
Interest expenses	72	47
Interest income	(2)	(3)
Share-based payment expenses	139	220
Operating loss before working capital changes	648	(3,249)
Decrease in stocks	296	664
Decrease in trade and other receivables	630	580
Increase in amount due to related companies	-	681
Decrease/(Increase) in prepayments	32	129
(Decrease)/Increase in trade and other payables	36	818
(Decrease)/Increase in provision	-	(52)
Decrease in bills payable to bank	(224)	(461)
Cash generated from/(used in) operations	1,418	(890)
Interest paid	(72)	(47)
Interest income received	2	3
Income taxes paid	-	(39)
Net cash generated from/(used in) operating activities	1,348	(973)
Cash flow from investing activities		
Net cash flow from disposal of subsidiaries	-	(14)
Proceeds from disposal of property, plant and equipment	176	337
Purchase of property, plant and equipment	(271)	(381)
Net cash used in investing activities	(95)	(58)
Cash flows from financing activities		
Loan from related party	-	300
Drawdown of finance lease obligations	-	155
Repayment of finance lease obligations	(100)	(145)
Fixed deposits pledged	(2)	(52)
Net cash (used in)/generated from financing activities	(102)	258
Net (decrease)/increase in cash and cash equivalents	1,151	(773)
Effect of exchange rate changes in cash and cash equivalents	(5)	(5)
Cash and cash equivalents at beginning of year	272	1,050
Cash and cash equivalents at end of year	1,418	272

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group \$'000	Share Capital \$'000	Share Option Reserves \$'000	Translation and other reserves \$'000	Premium Paid on Acquisition of NCI \$'000	Accumulated Losses \$'000	Total \$'000	Non- controlling Interests \$'000	Total Equity \$'000
Balance as at 1 July 2011	38,674	390	1,620	-	(39,487)	1,197	(419)	778
Total comprehensive income/(loss) for the year	-	-	(266)	-	(281)	(547)	(197)	(744)
Grant of equity-settled share options to employees	-	139	-	-	-	139	-	139
Expiry of employee share options	-	(208)	-	-	208	-	-	-
Balance as at 30 June 2012	38,674	321	1,354	-	(39,560)	789	(616)	173

Group \$'000	Share Capital \$'000	Share Option Reserves \$'000	Translation and other reserves \$'000	Premium Paid on Acquisition of NCI \$'000	Accumulated Losses \$'000	Total \$'000	Non- controlling Interests \$'000	Total Equity \$'000
Balance as at 1 July 2010	37,174	213	243	(638)	(34,995)	1,997	170	2,167
Total comprehensive income/(loss) for the year	-	-	1,377	-	(3,897)	(2,520)	(589)	(3,109)
Disposal of Subsidiaries	-	-	-	638	(638)	-	-	-
Capitalisation of payables to certain directors	1,500	-	-	-	-	1,500	-	1,500
Grant of equity-settled share options to employees	-	220	-	-	-	220	-	220
Expiry of employee share options	-	(43)	-	-	43	-	-	-
Balance as at 30 June 2011	38,674	390	1,620	-	(39,487)	1,197	(419)	778

1(d)(i)

Company \$'000	Share Option			Accumulated Losses \$'000	Total \$'000
	Share Capital \$'000	Reserves \$'000	Other reserves \$'000		
Balance as at 1 July 2011	38,674	390	96	(39,796)	(636)
Total comprehensive income/(loss) for the year	-	-	-	(1,489)	(1,489)
Capitalisation of debts to certain directors	-	-	-	-	-
Grant of equity-settled share options to employees	-	139	-	-	139
Expiry of share options to employees	-	(208)	-	208	-
Balance as at 30 June 2012	38,674	321	96	(41,077)	(1,986)

Company \$'000	Share Option			Accumulated Losses \$'000	Total \$'000
	Share Capital \$'000	Reserves \$'000	Other reserves \$'000		
Balance as at 1 July 2010	37,174	213	96	(36,115)	1,368
Total comprehensive income/(loss) for the year	-	-	-	(3,724)	(3,724)
Capitalisation of payables to certain directors	1,500	-	-	-	1,500
Grant of equity-settled share options to employees	-	220	-	-	220
Expiry of share options to employees	-	(43)	-	43	-
Balance as at 30 June 2011	38,674	390	96	(39,796)	(636)

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the numbers of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

During this year, the Company granted 5,400,000 share options in relation to the Employee Share Option Scheme (ESOS) 2010.

The number of unissued ordinary share under options outstanding is 26,000,000 in relation to ESOS 2010.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

As at 30 June 2012, the Company's issued and paid-up capital comprises 463,591,043 ordinary shares (30 June 2011: 463,591,043 ordinary shares). There are no treasury shares as at 30 June 2012.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2 Whether the figures have been audited or reviewed and in accordance with which auditing standing

The figures presented have not been audited or reviewed.

3 Whether the figures have been audited or reviewed, the auditors' report (including any qualification or emphasis of a matter).

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statement for the current reporting period compared with those in the audited financial statement as at 30 Jun 2011, except as disclosed in Note 5 below.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group has adopted all new and revised Financial reporting Standards ("FRSs") and interpretation of FRSs ("INT FRSs") which are effective for the financial period beginning on or after 1 July 2011.

The adoption of the new/revised FRSs does not result in any substantial change to the Group's accounting policies or any significant impact on the financial statements.

6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	The Group	
	Year ended 30-06-2012 S\$ cent	Year ended 30-06-2011 S\$ cent
(a). Based on weighted average number of ordinary shares in issue ; and	(0.06)	(0.94)
(b). On a fully diluted basis	(0.06)	(0.94)

Note:

- a) Loss per share is calculated based on the weighted average number of ordinary shares issue during the year ended 30 June 2012
- b) For the year ended 30 June 2012, share options granted to employees under the existing employee share option scheme have not be included in the calculation of diluted loss per share because they are anti-dilutive.

7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the : -

- a) **current financial period reported on; and**
- b) **immediately preceding financial year.**

	30-06-2012 S\$ cents	30-06-2011 S\$ cents
Net asset value for the Group	0.04	0.17
Net asset value for the Company	(0.43)	(0.14)

Note: Net asset value for the Group excludes Non-controlling interests

- 8 **A performance review of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following : -**
- a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable seasonal or cyclical factors); and**
 - b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

INCOME STATEMENT

Revenue

Revenue had decreased from S\$8.57 million to S\$5.81 million. The decrease in revenue was mainly due to mass flooding in Thailand resulting in closure of our Thailand plants and absence of revenue for the infrastructure project in current year.

Gross Profit Margin

The Group's profit margin had maintained at 19% which is consistent with the last financial year.

Loss for the Year

The Group had a loss of S\$0.49 million for FY 2012 as compared to a loss of S\$4.43 million for FY 2011. The decrease in loss was mainly due to the following reasons:

- a) Increase in Other Operating Income/(Decrease in Other Operating Expense)
The increase/(decrease) in other operating income/(expense) was mainly due to insurance compensation for damage from the flood in Thailand, the fluctuation of USD resulting in exchange gain, gain on disposal of plant and equipment and lower stocks obsolescence during the year. Details of other operating income/(expense) is on Page 1 of the announcement.
- b) Decrease in Administrative Expenses
The decrease in administrative expense was mainly due to the reduction in the directors' remuneration, rental rate, administrative cost controls and the absence of professional fees incurred for the Employee Share Option Scheme 2010 and debt capitalization exercise in FY 2011.

BALANCE SHEET

Non-current assets

The Group's non-current assets had increased from S\$1.10 million to S\$1.21 million as at 30 June 2012. The increase was due to the purchase of motor vehicles for business, partially offset by depreciation and impairment made during the year.

Current assets

The Group's current assets had increased from S\$4.18 million to S\$4.21 million as at 30 June 2012. The increase was mainly due to insurance claim received from the insurance company, partially offset by the impairment made for the slow-moving inventories.

Current liabilities

The Group's current liabilities had increased from S\$4.03 million to S\$4.20 million as at 30 June 2012. The increase in Group's current liabilities was due to an increase in amounts owing to related parties and financial lease obligations for the acquisition of fixed assets, partially offset by settlement of bills payable to bank.

Non-current liabilities

The Group's non-current liabilities had increased from S\$0.47 million to S\$1.04 million as at 30 June 2012. The increase in the Group's non-current liabilities was due to increase in amounts owing to related parties and finance lease obligations for the acquisition of fixed assets.

CASH FLOW STATEMENT

The Group's cash and cash equivalents as at 30 June 2012 had increased by S\$1.15 million to S\$1.42 million as compared to the balance as at 30 Jun 2011. The increase was mainly due to compensation received from insurance company, partially offset by settlement of bills payable to banks during the year.

9 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and actual results.

Not applicable.

10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The business will remain challenging in FY2013 and the Group will continue its cost cutting effort and measures to improve its bottom line. The Group is focusing on improving on profit making subsidiaries and taking action to terminate any loss making business.

The Group expects the use of natural gas to the manufacturing and service industries to moderately increase with the commencement of a few major customers in the industrial and marine business.

Market condition is expected to remain challenging for FY2013. Management will continue to improve the Group's business and cost management.

11 Dividend

a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? No.

b) Corresponding Period of the Immediately Preceding Financial year

Any dividend declared for the corresponding period of the immediately preceding financial year? No.

c) Date payable

Not applicable.

d) Books closure date

Not applicable.

e) Interim dividend declared and

Not applicable.

12 If no dividend has been declared/recommendeded, a statement to that effect.

No dividend has been paid and declared by the Company for the year ended 30 June 2012.

13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions are required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

	Aggregate value of all interested person transactions during the financial year under review (excluding transactions conducted under shareholders' mandate pursuant to Rule 920) S\$'000	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) S\$'000
Ultraline Technology (S) Pte Ltd	120	-
Ultraline Holdings (Thailand) Co., Ltd	43	-
Asian Micro Industries (Thailand) Co., Ltd	76	-

- 14 **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

2012	Tray Recycling	Manufacturing	Plastic waste recycling	Natural gas Vehicle ("NGV") related business	Others	Elimination	Group Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue							
- Sales to external customers	1,703	2,246	-	1,857	-	-	5,806
- Inter-segment sales	180	17	-	-	960	(1,157)	-
Total revenue	1,883	2,263	-	1,857	960	(1,157)	5,806
Segment results operating profit/(loss)	1,156	27	-	(2,570)	(2,970)	4,099	(258)
Finance expenses							(72)
Finance income							2
Share of profit of associated co.							-
Loss before tax							(328)
Tax credit / (expense)							(162)
Loss for the year							(490)
Segment assets	6,362	3,199	-	4,152	1,974	(10,268)	5,419
Unallocated assets							-
Total assets							5,419
Segment liabilities	22,953	3,994	-	14,573	4,133	(40,407)	5,246
Unallocated liabilities							-
Total liabilities							5,246
Capital expenditure	97	66	-	120	525	-	808
Depreciation	58	52	-	226	40	-	376
Impairment losses of property, plant and equipment	-	-	-	352	-	-	352

2011	Tray Recycling	Manufacturing	Plastic waste recycling	Natural gas Vehicle ("NGV") related business	Others	Elimination	Group Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue							
- Sales to external customers	3,483	2,014	183	2,895	-	-	8,575
- Inter-segment sales	-	251	-	-	1,650	(1,901)	-
Total revenue	3,483	2,265	183	2,895	1,650	(1,901)	8,575
Segment results operating profit/(loss)	(1,605)	(28)	27	(1,528)	(1,772)	330	(4,576)
Finance expenses							(67)
Finance income							3
Loss before tax							(4,640)
Tax credit / (expense)							211
Loss for the year							(4,429)
Segment assets	6,327	1,389	-	4,449	2,563	(9,453)	5,275
Unallocated assets							-
Total assets							5,275
Segment liabilities	20,853	2,187	-	10,392	4,130	(34,063)	3,499
Unallocated liabilities							998
Total liabilities							4,497
Capital expenditure	23	98	-	462	1	(47)	537
Depreciation	246	29	-	220	5	-	500
Impairment losses of property, plant and equipment	-	-	-	166	-	-	166

- 15 **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Please refer to Note 8.

16 A breakdown of sales.

	Group		%
	30/6/2012 S\$'000	30/6/2011 S\$'000	Increase / (Decrease)
i. Sales reported for 1st half year	3,245	4,593	-29%
ii. Loss after tax and before NCI reported for 1st half year	87	(2,278)	-104%
iii. Sales reported for 2nd half year	2,561	3,982	-36%
iv. Loss after tax and before NCI reported for 2nd half year	(577)	(2,151)	-73%

17 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

	Latest Full Year (30 June 2012)	Previous Full Year (30 June 2011)
Ordinary	Not Applicable	Not Applicable
Preference	Not Applicable	Not Applicable
Total:	Not Applicable	Not Applicable

18 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any Director, CEO and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Lim Kee Liew @ Victor Lim	54	Father of Lin Xianglong Winchester	CEO and Group Managing Director since February 1997	No change.
Leong Lai Heng	54	Spouse of Lim Kee Liew @ Victor Lim	Substantial Shareholder since August 1999 and director of subsidiaries	Resigned as an Executive Director of the Company on 24 August 2011.
Lin Xianglong Winchester	27	Son of Lim Kee Liew @ Victor Lim	Executive Director since August 2011	No change.

BY ORDER OF THE BOARD

Lim Kee Liew @ Victor Lim
Group Managing Director

24 August 2012

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), RHT Capital Pte Ltd, for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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