



Asian Micro Holdings Limited

Condensed interim financial statements For the six months ended 31 December 2022

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CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		Group		
		6 mths ended 31 December 2022	6 mths ended 31 December 2021	%
		S\$'000	S\$'000	Change
Revenue	4.2	1,651	2,348	-30%
Cost of sales		(1,217)	(1,640)	-26%
Gross Profit		434	708	-39%
Distribution & selling expenses		(24)	(14)	71%
Administrative expenses		(716)	(706)	1%
Other operating (expenses)/income, net		(12)	33	NM
(Loss)/profit from operations		(318)	21	NM
Finance expenses, net		(5)	(4)	25%
(Loss)/profit before taxation		(323)	17	NM
Taxation	5	-	-	NM
(Loss)/profit for the period		(323)	17	NM
Attributable to :				
Owners of the Company		(327)	15	NM
Non-controlling interests		4	2	100%
(Loss)/profit for the period		(323)	17	NM
Other comprehensive income (net of tax):				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations		(55)	22	NM
Total comprehensive income for the period		(378)	39	NM
Attributable to:				
Owners of the Company		(368)	31	NM
Non-controlling interests		(10)	8	NM
Total comprehensive income for the period		(378)	39	NM

NM: Not meaningful

(Loss)/profit per share attributable to owners of the Company (cents per share)⁽¹⁾

Basic	(0.021)	0.001
Diluted	(0.021)	0.001

Other operating (expenses)/income mainly comprised of the following:-

Foreign exchange loss	(24)	(20)
Other income	4	3
Waiver of payable	8	50

(Loss)/profit for the period is derived at after charging of :-

Depreciation	(51)	(50)
Interest expenses	(5)	(3)

Note:

⁽¹⁾ Weighted average number of ordinary shares for the 6 months ended 31 December 2022 and 31 December 2021 are 1,566,319,394 shares and 1,558,244,795 shares respectively.

CONDENSED INTERIM BALANCE SHEET

	Note	Group		Company	
		31 December 2022 S\$'000	30 June 2022 S\$'000	31 December 2022 S\$'000	30 June 2022 S\$'000
Non-Current Assets					
Plant and equipment	7	78	127	13	50
Investment properties	8	330	342	-	-
Investment in subsidiaries		-	-	2,133	2,133
Other receivables		31	33	-	-
		439	502	2,146	2,183
Current Assets					
Development properties		1,553	1,578	-	-
Inventories		43	53	-	-
Trade and other receivables		472	801	13	6
Prepayment		43	29	27	17
Fixed deposits		202	202	-	-
Cash and bank balances		729	784	77	73
		3,042	3,447	117	96
Current Liabilities					
Trade and other payables		621	716	81	14
Accrued expenses		403	763	108	239
Due to subsidiaries (non-trade), net		-	-	189	102
Lease liability	11	39	35	28	24
Income tax payable		41	40	-	-
		1,104	1,554	406	379
Net Current Assets/(Liabilities)		1,938	1,893	(289)	(283)
Non-Current Liabilities					
Lease liability	11	155	69	130	38
Deferred tax liabilities		1	1	1	1
		156	70	131	39
Net Assets		2,221	2,325	1,726	1,861
Represented by :					
Share capital	12	47,384	47,110	47,384	47,110
Share option reserve		40	40	40	40
Other reserve		(1,527)	(1,527)	(1,527)	(1,527)
Foreign currency translation reserve		(704)	(663)	-	-
Accumulated losses		(43,131)	(42,804)	(44,171)	(43,762)
		2,062	2,156	1,726	1,861
Non-controlling interests		159	169	-	-
Total Equity		2,221	2,325	1,726	1,861

CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT

	Group	
	6 mths ended 31 December 2022	6 mths ended 31 December 2021
	S\$'000	S\$'000
Cash flows from operating activities		
(Loss)/profit before tax	(323)	17
Adjustments for :		
Depreciation of plant and equipment	51	50
Interest expenses	5	3
Interest income	(1)	-
Plant and equipment written off	1	-
Waiver of payable	(3)	(50)
Unrealised exchange loss	5	22
Operating cash flows before changes in working capital	(265)	42
Decrease/(increase) in inventories	11	(97)
Decrease/(increase) in trade and other receivables	330	(58)
(Increase)/decrease in prepayments	(13)	13
Decrease in amount due to related parties	-	(5)
(Decrease)/increase in trade and other payables	(156)	161
Subsequent expenditure on development properties	(30)	(26)
Cash (used in)/generated from operations	(123)	30
Interest paid	(5)	(3)
Interest income received	1	-
Income taxes paid	(1)	(2)
Net cash (used in)/generated from operating activities	(128)	25
Cash flows from investing activities		
Purchase of plant and equipment	(4)	(8)
Net cash used in investing activities	(4)	(8)
Cash flows from financing activities		
Proceed from loan and borrowing	103	139
Repayment of principal portion of lease liability	(13)	(16)
Share issuance expenses	(20)	-
Net cash generated from financing activities	70	123
Net (decrease)/increase in cash and cash equivalents	(62)	140
Effect of exchange rate changes in cash and cash equivalents	7	-
Cash and cash equivalents at beginning of the period	784	677
Cash and cash equivalents at end of the period	729	817

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

Group S\$'000	Total equity S\$'000	Attributable to owners of the Company				Non-controlling Interests S\$'000	
		Equity attributable to owners of the Company, Total S\$'000	Accumulated Losses S\$'000	Share Capital S\$'000	Share Option Reserves S\$'000		Translation and other reserves S\$'000
Balance as at 1 July 2022	2,325	2,156	(42,804)	47,110	40	(2,190)	169
Net loss for the period	(323)	(327)	(327)	-	-	-	4
Other comprehensive income for the period, net of tax							
Foreign currency translation differences for foreign operations	(55)	(41)	-	-	-	(41)	(14)
Other comprehensive income for the period	(55)	(41)	-	-	-	(41)	(14)
Total comprehensive income for the period	(378)	(368)	(327)	-	-	(41)	(10)
Contribution by and distributions to owners							
Issuance of ordinary shares	274	274	-	274	-	-	-
Total contribution by and distributions to owners	274	274	-	274	-	-	-
Balance as at 31 December 2022	2,221	2,062	(43,131)	47,384	40	(2,231)	159

Group S\$'000	Total equity S\$'000	Attributable to owners of the Company				Non-controlling Interests S\$'000	
		Equity attributable to owners of the Company, Total S\$'000	Accumulated Losses S\$'000	Share Capital S\$'000	Share Option Reserves S\$'000		Translation and other reserves S\$'000
Balance as at 1 July 2021	2,487	2,326	(42,631)	47,110	40	(2,193)	161
Net profit for the period	17	15	15	-	-	-	2
Other comprehensive income for the period, net of tax							
Foreign currency translation differences for foreign operations	22	16	-	-	-	16	6
Other comprehensive income for the period	22	16	-	-	-	16	6
Total comprehensive income for the period	39	31	15	-	-	16	8
Balance as at 31 December 2021	2,526	2,357	(42,616)	47,110	40	(2,177)	169

Company S\$'000	Total equity S\$'000	Share Capital S\$'000	Share Option Reserves S\$'000	Other reserves S\$'000	Accumulated Losses S\$'000
Balance as at 1 July 2022	1,861	47,110	40	(1,527)	(43,762)
Net loss for the period, representing total comprehensive income for the period	(409)	-	-	-	(409)
Contribution by and distributions to owners					
Issuance of ordinary shares	274	274	-	-	-
Total contribution by and distributions to owners	274	274	-	-	-
Balance as at 31 December 2022	1,726	47,384	40	(1,527)	(44,171)

Company S\$'000	Total equity S\$'000	Share Capital S\$'000	Share Option Reserves S\$'000	Other reserves S\$'000	Accumulated Losses S\$'000
Balance as at 1 July 2021	2,002	47,110	40	(1,527)	(43,621)
Net loss for the period, representing total comprehensive income for the period	(333)	-	-	-	(333)
Balance as at 31 December 2021	1,669	47,110	40	(1,527)	(43,954)

SELECTED NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate information

Asian Micro Holdings Limited is a limited liability company incorporated in Singapore and is listed on the Stock Exchange of Singapore Catalist Sponsor-Supervised regime (“Catalist”).

The registered office and principal place of business of Asian Micro Holdings Limited is located at 63 Hillview Avenue, #08-01, Lam Soon Industrial Building, Singapore 669569.

The principal activity of the Company is that of investment holding.

The principal activities of the subsidiaries are those of provision of Compressed Natural Gas (“CNG”) supply and related products and services, manufacturing and trading of clean room supplies, leasing of commercial properties and property development.

2.1 Basis of Preparation

The condensed interim financial statements for the six months ended 31 December 2022 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore.

The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 30 June 2022.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.2.

The condensed interim financial statements are presented in Singapore dollar which is the Company’s functional currency.

At the end of the interim period, the Company’s current liabilities exceeded its current assets by S\$289,000. The directors are of the view that it is appropriate to prepare the Group’s and the Company’s financial statements on a going concern basis due to the following:

- (i) The Group and the Company will be able to generate adequate cash flows to maintain a positive cash and cash equivalent position; and
- (ii) Two of the Company’s existing major shareholders (one of whom is also a director of the Company) have agreed to provide continuing financial support to the Group and the Company to enable the Group and the Company to meet their obligations as and when the need arises.

2.2 New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

2.3 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 30 June 2022.

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period are discussed below. The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

Key sources of estimation uncertainty

(i) Expected credit losses of trade receivables

The Group computes expected credit loss for trade receivables using the simplified approach. In calculating the expected credit loss for each debtor, the Group adjusts for forward looking macroeconomic data such as GDP growth and central bank base rates.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

(ii) Valuation of investment properties

The Group carries its investment properties at fair value, with changes in fair value being recognised in profit or loss. The fair values are determined by independent external appraisers using recognised valuation techniques such as the direct comparison method.

The direct comparison method involves the comparison of recent sales transactions of similar properties and making adjustments for comparability.

As at 31 December 2022, management conducted an assessment of the valuation of the investment properties, taking into consideration any significant changes in operating performance of the properties during the period, confirmations from independent valuers for certain significant investment properties, and assessed whether movement in market data such as discount rates and capitalisation rates have any significant impact to the valuation of investment properties. Based on the assessment, management is of the view that the fair value of the investment properties has not materially changed from 30 June 2022.

The valuation of properties is described in more detail in Note 10.

3. Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4. Reportable segments

The Group is organised into the following main business segments:

- Manufacturing and trading - Manufacturing and trading is in the business of providing clean room grade plastic packaging bags and materials for packaging cleaned finished products in the hard disk drive and semiconductor customers.
- Natural Gas Vehicle (“NGV”) related business - NGV related business segment refers to the trading of NGV related products, transportation of CNG refilling service, maintenance and servicing of CNG related equipment.
- Property business - Property business refers to leasing of commercial properties and property development.
- Corporate - The corporate segment is involved in Group-level corporate services.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment.

4.1 Reportable segments

The following tables presents revenue and results information regarding the Group's reportable operating segments for the financial periods ended 31 December 2022 and 2021 (in S\$'000).

6 months ended 31 December

	Group											
	Manufacturing and trading		Natural Gas Vehicle ("NGV") related business		Property business		Corporate and others		Elimination		Consolidated	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Segment revenue												
Continuing operations:												
Sales to external customers	388	1,310	1,255	1,029	8	9	–	–	–	–	1,651	2,348
Total revenue	388	1,310	1,255	1,029	8	9	–	–	–	–	1,651	2,348
Segment results												
Continuing operations	(61)	279	158	91	7	4	(404)	(332)	(18)	(21)	(318)	21
Finance expenses											(6)	(4)
Finance income											1	–
(Loss)/profit before taxation											(323)	17
Tax expense											–	–
(Loss)/profit for the period											(323)	17

4.1 Reportable segments (cont'd)

6 months ended 31 December

	Group											
	Manufacturing and trading		Natural Gas Vehicle ("NGV") related business		Property business		Corporate and others		Elimination		Consolidated	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Segment results												
Segment assets	6,320	7,658	2,230	2,546	2,056	2,167	8,536	8,041	(15,661)	(16,104)	3,481	4,308
Total assets											3,481	4,308
Segment liabilities	(8,371)	(9,121)	(8,002)	(7,893)	(1,064)	(1,128)	(5,827)	(5,327)	22,004	21,687	(1,260)	(1,782)
Total liabilities											(1,260)	(1,782)
Capital expenditure	–	(6)	–	(2)	–	–	(3)	–	–	–	(3)	(8)
Depreciation	(1)	(10)	(10)	–	–	–	(40)	(40)	–	–	(51)	(50)

4.2 Disaggregation of Revenue

6 months ended 31 December

	Manufacturing and trading		Group Natural Gas Vehicle ("NGV") related business		Property business		Consolidated	
	2022 S\$'000	2021 S\$'000	2022 S\$'000	2021 S\$'000	2022 S\$'000	2021 S\$'000	2022 S\$'000	2021 S\$'000
Segment revenue								
Continuing operations:								
Sales to external customers	388	1,310	1,255	1,029	8	9	1,651	2,348
Total revenue	388	1,310	1,255	1,029	8	9	1,651	2,348
Primary geographical markets								
Singapore	71	115	1,255	1,029	–	–	1,326	1,144
Malaysia	–	–	–	–	8	9	8	9
Thailand	246	1,024	–	–	–	–	246	1,024
Philippines	71	171	–	–	–	–	71	171
Total revenue	388	1,310	1,255	1,029	8	9	1,651	2,348
Time of transfer of goods and services								
At a point in time	388	1,310	1,164	939	–	–	1,552	2,249
Over time	–	–	91	90	8	9	99	99
Total revenue	388	1,310	1,255	1,029	8	9	1,651	2,348

5. Taxation

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	6 months ended 31 December 2022 S\$'000	6 months ended 31 December 2021 S\$'000
Current income tax expense	-	-
Deferred income tax expense relating to origination and reversal of temporary differences	-	-
	-	-

6. Net asset value

	31 December 2022 Singapore cents	30 June 2022 Singapore cents
Net asset value for the Group	0.14	0.15
Net asset value for the Company	0.11	0.12

7. Plant and equipment

During the six months ended 31 December 2022, the Group acquired assets amounting to S\$3,600 (31 December 2021: S\$8,000).

8. Investment properties

	Group	
	31 December 2022 S\$'000	30 June 2022 S\$'000
Balance sheet:		
At 1 July	342	342
Fair value gain recognised in profit or loss	-	10
Translation difference	(12)	(10)
At 31 December and 30 June	330	342

Valuation

Investment properties are stated at fair value, management conducted an assessment of the valuation of the investment properties, taking into consideration any significant changes in operating performance of the properties during the period, confirmations from independent valuers for certain significant investment properties, and assessed whether movement in market data such as discount rates and capitalisation rates have any significant impact to the valuation of investment properties. Based on the assessment, management is of the view that the fair value of the investment properties has not materially changed from 30 June 2022.

Details of valuation technique and inputs used are disclosed in Note 10.

9. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2022 and 30 June 2022.

	The Group		The Company	
	31 December 2022 S\$'000	30 June 2022 S\$'000	31 December 2022 S\$'000	30 June 2022 S\$'000
Financial assets				
Trade and other receivables, excluding statutory tax recoverable	501	816	3	4
Fixed deposits	202	202	-	-
Cash and bank balances	729	784	77	72
Total financial assets carried at amortised cost	1,432	1,802	80	76
Financial liabilities				
Trade and other payables, excluding advance from customer and GST payable	(621)	(698)	(81)	(14)
Accrued expenses	(403)	(763)	(108)	(239)
Due to related parties (non-trade)	-	-	-	(102)
Lease liability	(194)	(113)	(158)	(67)
Total financial liabilities carried at amortised cost	(1,218)	(1,574)	(347)	(422)
Total net financial assets/ (liabilities) carried at amortised cost	214	228	(267)	(346)

10. Fair value of assets and liabilities

Fair value measurement

The Group classified financial assets measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- a) Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.
- b) Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and
- c) Level 3 - Unobservable inputs for the asset or liability.

The following table shows the information about fair value measurement for investment properties using significant unobservable inputs (Level 3):

	Fair value S\$\$'000	Valuation technique	Unobservable inputs	Range S\$'000
31 December 2022	330	Direct comparison method	Price per square foot	-*
30 June 2022	342	Direct comparison method	Price per square foot	-*

* less than S\$1,000

A significant increase or decrease in the price per square foot would result in a significantly higher or lower fair value of the investment properties.

Valuation policies and procedures

The Directors oversee the Group's financial reporting valuation process and are responsible for setting and documenting the Group's valuation policies and procedures.

The fair value of the Group's investment properties is either valued by an independent valuation expert periodically or internally by management based on open market values, being the estimated amount for which a property could be exchanged on the date of the valuation between a willing buyer and a willing seller. The Directors are responsible for selecting and engaging valuation experts that possess the relevant credentials and knowledge on the subject of valuation, valuation methodologies and SFRS(I) 13 fair value measurement guidance to perform the valuation.

For valuations performed by independent valuation experts or by management, the Directors review the appropriateness of the valuation methodology and assumptions adopted. The Directors also evaluate the appropriateness and reliability of the inputs (including those developed internally by the Group) used in the valuations.

As at 31 December 2022, management conducted an assessment of the valuation of the investment properties, taking into consideration any significant changes in operating performance of the properties during the period, confirmations from independent valuers for certain significant investment properties, and assessed whether movement in market data such as discount rates and capitalisation rates have any significant impact to the valuation of investment properties. Based on the assessment, management is of the view that the fair value of the investment properties has not materially changed from 30 June 2022.

11. Lease Liability

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

As at 31 December 2022		As at 30 June 2022	
S\$000		S\$000	
Secured	Unsecured	Secured	Unsecured
39	-	35	-

Amount repayable after one year :-

As at 31 December 2022		As at 30 June 2022	
S\$000		S\$000	
Secured	Unsecured	Secured	Unsecured
155	-	69	-

Total

194	-	104	-
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Details of any collateral:

- a) The Group's trade credit facilities are secured by:
 - (i) Corporate guarantee of S\$440,000 from the Company;
 - (ii) Fixed deposits of approximately S\$202,500;
 - (iii) Joint and several guarantee of S\$440,000 from the two major shareholders of the Company (one of whom is also a Director of the Company).
- b) The Group's lease obligations are secured by motor vehicles by the Company with net book value of approximately S\$38,000.

12. Share capital

	Group and Company			
	31 December 2022		30 June 2022	
	No of shares ('000)	Share Capital (S\$ '000)	No of shares ('000)	Share Capital (S\$ '000)
Balance as at the beginning of the period	1,558,245	47,110	1,558,245	47,110
Debt conversion	48,315	294	-	-
Share issuance expense	-	(20)	-	-
Balance as at the end of the period	1,606,560	47,384	1,558,245	47,110

As at 31 December 2022, the Company's ESOS 2010 which has been in force since the implementation date (i.e. approved by the shareholders at an extraordinary general meeting) on 28 October 2010, expired on 5 July 2022. The outstanding balance of 2,000,000 share options were unexercised and lapsed on the date of expiry of the ESOS (31 December 2022: NIL and 30 June 2022: 2,000,000 share options). There are no other outstanding convertible options issued by the Company convertible into shares as at 31 December 2022 or 30 June 2022.

The Company did not hold any treasury shares as at 31 December 2022 and 30 June 2022.

The Company's subsidiaries do not hold any shares in the Company as at 31 December 2022 and 30 June 2022.

13. Subsequent events

There are no known subsequent events which have led to the adjustments to this set of condensed interim financial statements.

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7C

N1 Review

The condensed consolidated statement of financial position of Asian Micro Holdings Limited and its subsidiaries as at 31 December 2022 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

N2 Whether the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of a matter).

Not applicable.

N3 Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion: -

- a) Updates on the efforts taken to resolve each outstanding audit issue.

The audited financial statements for the year ended 30 June 2022 was not subjected to an adverse opinion, qualified opinion or disclaimer of opinion.

- b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

Not applicable.

N4 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.

STATEMENT OF COMPREHENSIVE INCOME

Revenue

The Group's revenue decreased from S\$2.35 million for the six months ended 31 December 2021 ("1H FY2022") to S\$1.65 million for the six months ended 31 December 2022 ("1H FY2023"). The decrease in revenue was mainly due to lower revenue generated from manufacturing and trading business by the Singapore subsidiary.

Gross Profit Margin

The Group's gross profit margin decreased from 30% to 26%, mainly due to manufacturing and trading business contributing a lower gross profit margin to the Group.

(Loss)/profit for the Period

The Group had a loss of S\$0.32 million for 1H FY2023 as compared to a profit of S\$0.02 million for 1H FY2022. This was mainly due to the following reasons:

- (a) Lower Gross Profit generated for 1H FY2023; and
- (b) Other Operating (Expenses)/Income, net

The Group had a net other operating expenses of S\$0.02 million for 1H FY2023 as compared to a net other operating income of S\$0.03 million for 1H FY2022. This was mainly due to waiver of payable due to waiver of director remuneration in 1H FY2022.

Details of other operating (expenses)/income are on Page 1 of the announcement.

BALANCE SHEET**Non-current assets**

The Group's non-current assets decreased from S\$0.50 million as at 30 June 2022 to S\$0.44 million as at 31 December 2022. The decrease was mainly due to depreciation of plant and equipment.

Current assets

The Group's current assets decreased from S\$3.45 million as at 30 June 2022 to S\$3.04 million as at 31 December 2022. The decrease was mainly due to decrease in trade and other receivables.

Current liabilities

The Group's current liabilities decreased from S\$1.55 million as at 30 June 2022 to S\$1.10 million as at 31 December 2022. The decrease was mainly due to trade and other payables and accrued expenses.

Non-current liabilities

The Group's non-current liabilities had increased S\$0.09 million as at 31 December 2022, as compared to 30 June 2022. The increase was mainly due to lease liability.

CASH FLOW STATEMENT

The Group's cash and cash equivalents as at 31 December 2022 decreased by S\$0.09 million to S\$0.73 million as compared to the balance of S\$0.82 million as at 31 December 2021. The decrease was mainly due to net cash used in operating and investing activities, partially offset by net cash generated from financing activities.

N5 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and actual results.

Not applicable.

N6 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.

Management expects the operating business environment in the next 12 months to remain challenging due to global economic uncertainties as a result of the war between Russia and Ukraine, prices hikes as well as global inflation and interest rate hikes.

Despite the challenging market condition in which the businesses operate, the Group continues its focus on operational efficiency, cost control, cash conservation and ensuring sustainability of its existing businesses.

N7 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

Not applicable.

N8 If no dividend has been declared/recommendeded, a statement to that effect, and the reason(s) for the decision.

No dividend has been declared by the Company for the period ended 31 December 2022, as the Company wishes to conserve cash so as to ensure sufficiency of funds for its daily business and operational needs.

N9 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.

No IPT mandate has been obtained for the period under review.

N10 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 N4.

N11 A breakdown of the total annual dividend (in dollar value) for the issuer’s latest period and its previous period.

	Latest Period (31 December 2022)	Previous Period (31 December 2021)
Ordinary	NIL	NIL
Preference	NIL	NIL
Total:	NIL	NIL

N12 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.

Pursuant to Rule 704 (10) of the Listing Manual, Section B: Rules of Catalist, we confirm that the persons occupying managerial positions who are relatives of a director or chief executive officer or substantial shareholder of the Company are as follows:

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	64	Spouse of Leong Lai Heng	Executive Director since February 1997; Group Managing Director since December 1999; CEO since August 2003; and Executive Chairman: October 2012 – December 2021	No change.
Leong Lai Heng	64	Spouse of Lim Kee Liew @ Victor Lim	Substantial Shareholder since August 1999 and a director of the Group’s subsidiaries	No change.

N13 NEGATIVE CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5)

Having considered, including but not limited to, the following:

- whether the financial statements provide a balance and fair value of any material factors that have affected the Company's business conditions and financial position; and
- all material information has been assessed to ensure reliability of the financial statement,

We, Lim Kee Liew @ Victor Lim and Ng Chee Wee, being directors of Asian Micro Holdings Limited (the "Company"), do hereby confirm on behalf of the Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the first half results ended 31 December 2022 to be false or misleading in any material aspect.

N14 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).

The Company hereby confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).

BY ORDER OF THE BOARD

Lim Kee Liew @ Victor Lim

Chief Executive Officer and Group Managing Director

10 February 2023

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd. (the "Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST").

This announcement has not been examined or approved by the SGX-ST and the SGX-ST 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.

The contact person for the Sponsor is Ms Bao Qing - Registered Professional, 36 Robinson Road, #10-06 City House, Singapore 068877, sponsor@rhtgoc.com