



Asian Micro Holdings Limited

ANNOUNCEMENT ON FULL YEAR FINANCIAL STATEMENT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2009

This announcement has been reviewed by the Company's Sponsor, KW Capital Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Company's Sponsor has not independently verified the contents of this announcement.

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

The details of the contact person for the Sponsor are:

Name: Mr. Yang Eu Jin

Address: 80 Raffles Place, #25-01 UOB Plaza 1, Singapore 048624

Tel: (65) 6238 3377



Asian Micro Holdings Limited

The Directors are pleased to announce the operating results of the Asian Micro Holdings Limited ("the Company") and its subsidiaries (the "Group") for the full year ended 30 June 2009 ("FY 2009")

The results are presented in Singapore Dollar (S\$)

PART I - Information required for announcement of full year results

1a An income statement (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 30/6/2009	12 mths ended 30/6/2008	
Revenue	13,518	21,115	-36%
Cost of sales	(10,460)	(17,810)	-41%
Gross profit	3,058	3,305	-7%
Distribution & selling expenses	(1,044)	(1,114)	-6%
Administrative expenses	(10,008)	(8,256)	21%
Other operating income - net	777	888	-13%
Finance expenses	(181)	(348)	-48%
Finance income	28	61	-54%
Share of results of associates	(12)	(32)	-63%
Loss before tax from continuing operations	(7,382)	(5,496)	34%
Taxation	(18)	9	-300%
Loss from continuing operations, net of tax	(7,400)	(5,487)	35%
Loss from discontinued operations, net of tax	-	(145)	-100%
Loss for the year	(7,400)	(5,632)	31%
Attributable to :			
Equity holders of the parent	(7,245)	(5,445)	33%
Minority interests	(155)	(187)	-17%
	(7,400)	(5,632)	31%

Note : NM - Not Meaningful

Loss from continuing operation, net of tax is derived at after (charging)/crediting of :-

* Interest on borrowings	(130)	(229)
* Depreciation and amortisation	(1,099)	(1,697)
* Impairment of plant and equipment	(1,874)	-
* Impairment of investment in an associated company	(68)	-
Expenses of share-based payments	(35)	(234)
* Loss on disposal of property, plant and equipment	(78)	(15)
* Gain on disposal of a subsidiary company	15	-
* Interest income	28	28
* Rental income from investment properties	123	349

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

	Group		Company	
	30/6/2009 S\$'000	30/6/2008 S\$'000	30/6/2009 S\$'000	30/6/2008 S\$'000
Non-Current Assets				
Property, plant and equipment	2,072	5,183	-	-
Investment in subsidiaries	-	-	2,059	1,012
Investment in associated companies	326	353	-	85
Investment property	-	3,200	-	-
	2,398	8,736	2,059	1,097
Current Assets				
Inventories	4,336	3,929	-	-
Trade receivables	1,862	4,094	-	-
Deposit, prepayments and other receivables	842	1,258	22	32
Tax recoverable	36	38	36	36
Due from subsidiaries (NT)	-	-	2,988	3,350
Due from related companies	96	718	-	-
Fixed deposits	374	517	-	207
Cash and bank balance	590	1,459	87	23
Assets directly associated with disposal group classified as held for sale	-	185	-	-
	8,136	12,198	3,133	3,648
Current Liabilities				
Bank overdrafts	-	275	-	-
Trade payables	1,806	1,399	-	-
Other payables and accruals	1,852	1,816	369	349
Due to related companies	-	745	-	-
Bills payable to banks	764	1,462	-	-
Interest -bearing loans and borrowings	312	639	-	-
Provision for income tax	227	170	-	-
Liabilities directly associated with disposal group classified as held for sale	-	70	-	-
	4,961	6,576	369	349
Net current assets	3,175	5,622	2,764	3,299
Non-current liabilities				
Interest - bearing loans and borrowings	87	1,611	-	-
Deferred tax liability	76	139	1	1
	163	1,750	1	1
Net Assets	5,410	12,608	4,822	4,395
Represented by :				
Share capital	36,653	36,653	36,653	36,653
Share option reserve	256	276	256	276
Premium paid on acquisition of MI	(638)	(638)	-	-
Translation reserve	665	594	-	-
Other reserve	96	-	96	-
Accumulated losses	(31,871)	(24,681)	(32,183)	(32,534)
	5,161	12,204	4,822	4,395
Minority interest	249	404	-	-
Total equity	5,410	12,608	4,822	4,395
	-	-	-	-

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

	Group	
	12 mths ended 30 June 2009	12 mths ended 30 June 2008
	S\$'000	S\$'000
Cash flows from operating activities		
Loss before tax from continuing operations	(7,382)	(5,496)
Loss before tax from discontinued operation	-	(145)
Loss before tax	(7,382)	(5,641)
Adjustments for :		
Depreciation of property, plant and equipment	1,099	1,697
Loss / (gain) on disposal of subsidiary company	36	(68)
Loss on disposal of associated company	-	15
Loss / (gain) on disposal of property, plant and equipment	78	(665)
Gain on revaluation of investment property	-	(600)
Share-based payment expenses	35	234
Interest expenses	130	352
Interest income	(28)	(62)
Share of results of associated companies	12	32
Transfer of know how expenses	-	443
Impairment of plant and equipment	1,874	186
Impairment of investment in an associated company	68	-
Impairment of Goodwill	-	752
Currency translation	(43)	2,662
Operating profit before working capital changes	(4,121)	(663)
Increase in stocks - net	(407)	(1,683)
Decrease in trade and other receivables - net	1,754	604
Decrease / (increase) in other assets	118	(378)
Decrease / (increase) in amount due from related companies	1,397	(815)
Increase / (decrease) in trade and other payables	445	(1,461)
Decrease in other liabilities	(3)	(257)
(Decrease) / increase in bills payable to banks	(698)	1,090
(Decrease) / increase in amount due to related companies	(745)	21
Cash used in operations	(2,260)	(3,542)
Interest paid	(130)	(353)
Interest income received	28	62
Income taxes paid	-	(108)
Income taxes refund	-	87
Net cash used in operating activities	(2,362)	(3,854)
Cash flow from investing activities		
Proceeds from disposal of plant and equipment	646	2,847
Purchase of property, plant and equipment	(507)	(1,001)
Proceeds from disposal of subsidiary	129	281
Proceeds from disposal of investment property	3,200	214
Investment in associated company	-	(127)
Net cash provided by investing activities	3,468	2,214
Cash flows from financing activities		
Proceeds from issuance of new shares	-	2,237
Repayment of loans and borrowings	(1,636)	(2,619)
Repayment of finance lease obligations - net	(215)	(118)
Pledge of fixed deposits	152	1,627
Net cash (used in) / provided by financing activities	(1,699)	1,127
Net decrease in cash and cash equivalents	(593)	(513)
Cash and cash equivalents at beginning of year	1,210	1,723
Cash and cash equivalents at end of year	617	1,210

Cash and bank balances	590	1,459
Fixed deposits	374	517
Bank overdrafts	-	(274)
Less: Fixed deposits pledged	(347)	(498)
	617	1,204
Cash and cash equivalents at end of year		
- continuing operation	617	1,204
- discontinuing operation	-	6
	617	1,210

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

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

As at 30/6/2009 S\$'000		As at 30/6/2008 S\$'000	
Secured	Unsecured	Secured	Unsecured
312	-	639	-

Amount repayable after one year :-

As at 30/6/2009 S\$'000		As at 30/6/2008 S\$'000	
Secured	Unsecured	Secured	Unsecured
87	-	1,611	-

Details of any collateral :

- 1 A continuing corporate guarantee from the Company ;
- 2 Machinery, equipment and motor vehicles on Hire Purchase

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 capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	Share Capital	Share Option Reserves	Translation Reserve	Premium Paid on Acquisition MI	Other reserves	Accumulated Losses	Total	Minority Interest	Total Equity
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance as at 1 July 2008	36,653	276	594	(638)	-	(24,681)	12,204	404	12,608
Currency translation differences			71				71	-	71
Net income recognised directly in equity			71				71	-	71
Net profit for the year						(7,245)	(7,245)	(155)	(7,400)
Total recognised income and expenses in the year			71			(7,245)	(7,174)	(155)	(7,329)
Proceed from sales of the Company's share					96		96		96
Expiry of equity-settled share options to employees		(55)				55	-		
Grant of equity-settled share options to employees		35					35	-	35
Balance as at 30 Jun 2009	36,653	256	665	(638)	96	(31,871)	5,161	249	5,410

Group	Share Capital	Share Option Reserves (restated)	Translation Reserve	Premium Paid on Acquisition MI	Accumulated Losses (restated)	Total	Minority Interest	Total Equity
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance as at 1 July 2007								
-As previously reported	33,939	24	(1,564)	(638)	(19,184)	12,577	306	12,883
-Understatement of share option expenses	-	52	-	-	(52)	-	-	-
-As restated	33,939	76	(1,564)	(638)	(19,236)	12,577	306	12,883
Currency translation differences			2,158			2,158	40	2,198
Net income recognised directly in equity			2,158			2,158	40	2,198
Net profit for the year					(5,445)	(5,445)	(187)	(5,632)
Total recognised income and expenses in the year			2,158		(5,445)	(3,287)	(147)	(3,434)
Shares issued during the year	2,443					2,443		2,443
Additional capital injection from MI							245	245
Grant of equity-settled share options to employees		234				234		234
Exercise of employee share options	271	(34)				237		237
Balance as at 30 Jun 2008	36,653	276	594	(638)	(24,681)	12,204	404	12,608

Company	Share Capital	Accumulated Losses	Other reserves	Share Option Reserves	Total
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance as at 1 July 2008	36,653	(32,534)		276	4,395
Net profit for the year		296			296
Total recognised income and expenses in the year		296			296
Proceed from sales of the Company's share			96		96
Expiry of equity-settled share options to employees		55		(55)	
Grant of equity-settled share options to employees				35	35
Balance as at 30 June 2009	36,653	(32,183)	96	256	4,822

Company	Share Capital	Accumulated Losses (restated)	Share Option Reserves (restated)	Total
\$'000	\$'000	\$'000	\$'000	\$'000
Balance as at 1 July 2007				
-As previously reported	33,939	(22,964)	24	10,999
-Understatement of share option expenses	-	(52)	52	-
-As restated	33,939	(23,016)	76	10,999
Net profit for the year		(9,518)		(9,518)
Total recognised income and expenses in the year		(9,518)		(9,518)
Shares issued during the year	2,443			2,443
Grant of equity-settled share options to employees			234	234
Exercise of employee share options	271		(34)	237
Balance as at 30 June 2008	36,653	(32,534)	276	4,395

- 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 number 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.

The number of unissued ordinary share under options in relation to the Company's Employee Share Option Scheme outstanding as at 30 June 2009 is 9,538,000.

- 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 2009, the Company's issued and paid-up capital comprises 344,795,487 ordinary shares (30 June 2008: 344,795,487 ordinary shares).

- 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 standard

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 as in the Group's most recently audited financial statements for the financial year ended 30 June 2008.

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.

Not applicable.

- 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	
	12 months ended 30/6/2009 S\$ cents	12 months ended 30/6/2008 S\$ cents
(a). Loss per share from continuing operations	(2.15)	(1.55)
(b). (Loss)/ Earnings per share from discontinued operation	-	(0.04)
(c). Weighted average number of shares - basic	344,795,487	341,841,777

Note :

There were no potential diluted ordinary shares in existence for the current financial period.

- 7 Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the : -

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

	Group		Company	
	30/6/2009 S\$ cents	30/6/2008 S\$ cents	30/6/2009 S\$ cents	30/6/2008 S\$ cents
Net asset value (NAV) per ordinary share based on issued share capital at the end of the respective period	1.57	3.66	1.40	1.27
No. of share in computing NAV	344,795,487	344,795,487	344,795,487	344,795,487

- 8 A review of the performance 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 by S\$7.6 million to S\$13.5 million in FY 2009. The decrease in revenue was mainly due to from the Group's Tray Recycling business segment, Manufacturing business segment and Natural Gas Vehicle ("NGV") related business segment during the financial year.

The decrease in the Group's Tray Recycling and Manufacturing business segment were mainly due to the decrease in volume of business as a result of the economic downturn of the global electronic industry during the financial year. The decrease in the Group's NGV business segment was mainly due to the decrease in the number of car conversion as a result of the significant decrease in oil price in first half of the financial year.

Gross profit margin

Gross profit margin had increased 7% to 23%. The increase in gross profit margin was mainly due an increase in the proportion of the revenue from the NGV related business segment during the financial year, which has a higher gross profit margin than the Tray Recycling business segment.

Loss from continuing operations

The Group had incurred a loss from continuing operations of S\$7.4 million in FY 2009 as compared to a loss of S\$5.5 mil in FY 2008. The main reasons for the loss from continuing operations were as follows:

a) Turnover

The loss from continuing operation was due to a S\$0.3 million decrease in gross profit as a result of the large decrease in the Group's total revenue in FY 2009.

b) Administrative expenses

Administrative expenses had increased by S\$1.8 million to S\$10.0 million in FY 2009. The increase in administrative expenses was mainly due to S\$1.3 million and S\$1.9 million of impairment charges on inventory, and plant and equipment respectively. The increase in administrative expenses was offset slightly by the absence of S\$0.4 million of cost of technology transfer and S\$0.8 million of impairment charges on goodwill in FY 2008.

The loss from continuing operation has been slightly offset by a S\$0.2 million decrease in finance expenses. The decrease in finance expenses was mainly due to the decrease in bank commission and charges and the decrease in interest costs on borrowings as a result of the decrease in the Group's borrowing during the financial year.

Balance Sheet

Non-current assets

The Group's non-current assets had decreased by S\$6.4 million to S\$2.3 million as at 30 June 2009. The decrease in the Group's non-current assets was mainly due to the sales of the investment property during the financial year and the decrease in the net book value of property, plant and equipment as at 30 June 2009. The decrease in property plant and equipment was mainly due to the S\$1.9 million impairment charge on plant and equipment and depreciation of the property, plant and equipment during the financial year. The S\$1.9 million impairment charges was mainly due to a lower forecasted net cash flow from the plant and equipment in the next financial year.

Current assets

The Group's current assets had decreased by S\$4.1 million to S\$8.1 million as at 30 June 2009. The decrease in the Group's current assets was mainly due to the decrease in cash and cash equivalents, due from related companies and trade receivables as at 30 June 2009. The decrease in trade receivables was in line with the decrease in revenue. The decrease in the Group's current assets was offset slightly by the slight increase in inventory as at 30 June 2009. The slight increase in inventory is mainly due to the increase in the CNG trucks inventory for customers' orders expected to be delivered in FY 2010 but the increase in inventory is offset by the impairment charge on the other inventory balance as at 30 June 2009.

Current liabilities

The Group's current liabilities had decreased by S\$1.6 million to S\$5.0 million as at 30 June 2009. The decrease in the Group's current liabilities was mainly due to the decrease in current loans and borrowings, bill payables to banks and due to related company as at 30 June 2009. The decrease in the Group's current liabilities was offset by the increase in trade creditors as at 30 June 2009.

Non-current liabilities

The Group's non-current liabilities had decreased by S\$1.6 million to S\$0.2 million as at 30 June 2009. The decrease in the Group's non-current liabilities was mainly due to the decrease in non-current loans and borrowings as a result of early repayment of the Group's borrowings after the disposal of the investment property as at 30 June 2009.

Cash Flow Statement

The Group's cash and cash equivalents as at 30 June 2009 had decreased by S\$0.6 million to S\$0.6 million. The decrease in the cash and cash equivalents was mainly due to repayment of loans and borrowings and decrease in net cash from operating activities. The decrease in cash and cash equivalents was offset by the proceeds from the disposal of investment property.

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

The results announced are in line with the loss guidance announcement made on 19 August 2009.

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.

While the Group's tray cleaning business is expected to remain challenging in coming financial year, the Group will continue to source for new customers and monitor its operation costs closely.

The Group will continue to focus on the marketing of Compressed Natural Gas ("CNG") vehicles and other CNG projects in Singapore, Thailand and other viable countries.

11 Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on ?

None.

(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 paid for the current reporting period

Not applicable.

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

No dividend is declared/ recommended.

PART II - Additional information required for full year announcement

13 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.

A. Business Segment

2009	Continuing Operation			Natural gas Vehicle ("NGV") related business	Others	Elimination	Group Total
	Tray Recycling	Manufacturing	Plastic waste recycling				
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue							
- Sales to external customers	6,123	1,994	276	5,125	-	-	13,518
- Inter-segment sales	161	320	170	2	-	(653)	-
Total revenue	6,284	2,314	446	5,127	-	(653)	13,518
Segment results operating profit/(loss)	(2,923)	82	(27)	(2,239)	(2,110)	-	(7,217)
Finance expenses							(181)
Finance income							28
Share of profit of associated co.							(12)
Loss before tax							(7,382)
Tax credit / (expense)							(18)
Loss for the year							(7,400)
Segment assets	23,131	2,515	1,000	17,714	3,868	(38,056)	10,172
Unallocated assets							309
Total assets							10,481
Segment liabilities	35,075	5,342	460	18,937	3,407	(59,563)	3,658
Unallocated liabilities							1,466
Total liabilities							5,124
Capital expenditure	264	-	30	213	-	-	507
Depreciation	898	-	76	125	-	-	1,099
Other non-cash expenses	1,776	-	-	-	-	-	1,776

2008	Continuing Operation			Natural gas Vehicle ("NGV") related business	Others	Elimination	Total	Discontinued operation	Group
	Tray Recycling	Manufacturing	Plastic waste recycling					Plastic waste recycling	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue									
- Sales to external customers	10,626	3,411	135	6,943	-	-	21,115	1,547	22,662
- Inter-segment sales	314	10	305	384	-	(1,013)	-	-	-
Total revenue	10,940	3,421	440	7,327	-	(1,013)	21,115	1,547	22,662
Segment results operating profit/(loss)	(3,757)	1,029	363	(961)	(1,749)	(103)	(5,178)	(140)	(5,318)
Finance expenses							(348)	(5)	(353)
Finance income							62	-	62
Share of profit of associated co.							(32)	-	(32)
Loss before tax							(5,496)	(145)	(5,641)
Tax credit / (expense)							9	-	9
Loss for the year							(5,487)	(145)	(5,632)
Segment assets	12,113	5,617	1,659	11,245	3,563	(13,839)	20,358	185	20,543
Unallocated assets							391	-	391
Total assets							20,749	185	20,934
Segment liabilities	24,249	8,744	997	16,000	2,086	(48,116)	3,960	70	4,030
Unallocated liabilities							4,296	-	4,296
Total liabilities							8,256	70	8,326
Capital expenditure	674	131	189	647	-	(524)	1,117	10	1,127
Depreciation	1,411	61	51	101	-	(28)	1,596	101	1,697
Other non-cash expenses	930	-	-	-	-	-	930	-	930

B. Geographical Segment

Turnover is based on the location of customers regardless of where the goods are produced. Assets and additions to property, plant and equipment are based on the location of those assets.

	Segment revenue		Segment assets		Capital expenditure	
	2009 S\$'000	2008 S\$'000	2009 S\$'000	2008 S\$'000	2009 S\$'000	2008 S\$'000
Singapore	4,346	7,155	3,528	10,620	319	260
Malaysia	16	1,038	40	172	-	-
USA	388	902	-	-	-	-
Thailand	6,780	9,383	5,545	6,489	155	771
China	1,632	2,071	906	2,991	33	96
Others	356	566	153	271	-	-
	13,518	21,115	10,172	20,543	507	1,127

14 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.

15 A breakdown of sales

	Group		%
	30/6/2009 S\$'000	30/6/2008 S\$'000	Increase / (Decrease)
i. Sales reported for 1st half year	9,294	10,353	-10%
ii. Profit from ordinary activities after tax and before minority interests reported for 1st half year	(883)	(1,322)	-33%
iii. Sales reported for 2nd half year	4,224	10,762	-61%
iv. Profit from ordinary activities after tax and before minority interests reported for 2nd half year	(6,517)	(4,310)	51%

16 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows : -

	Latest full year	Previous full year
Ordinary	Not applicable	Not applicable
Preference	Not applicable	Not applicable
Total :	Not applicable	Not applicable

By Order of the Board
Victor Lim
 Group Managing Director
 26th August 2009