

Annual Audited Accounts

Amended Announcements

Please refer to the earlier announcement reference number: AH-150330-45414

AMTEL HOLDINGS BERHAD

Subject Annual Audited Accounts - 30 November 2014 (Errata)

Attachments

[Amtel - AFS 30.11.2014 \(Amended Pages\).pdf](#)

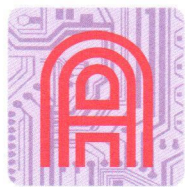
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1290 KB

Announcement Info

Company Name	AMTEL HOLDINGS BERHAD
Stock Name	AMTEL
Date Announced	3 Apr 2015
Category	PDF Submission
Reference No	AH-150403-56929



3 April 2015

TO ALL SHAREHOLDERS OF AMTEL HOLDINGS BERHAD (the “Company”)

Dear Sirs/Madam,

ERRATA TO THE AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE FINANCIAL YEAR ENDED 30 NOVEMBER 2014

Reference is made to the Audited Financial Statements of the Company for the financial year ended 30 November 2014 (“the Audited Financial Statements”) of Amtel Holdings Berhad, submitted to Bursa Malaysia Securities Berhad (“Bursa Securities”) on 30 March 2015.

The following amendments (in bold) were made to the Audited Financial Statements:-

1. Page 17 to 19, Statement of Cash Flows

	<u>After amendment</u>	<u>Before amendment</u>	<u>After amendment</u>	<u>Before amendment</u>
	Group		Company	
	2014	2014	2014	2014
	RM	RM	RM	RM
Cash flows from operating activities (Page 17)				
Profit before tax				
Adjustments for:-				
Net provision for employee benefits			8,089	11,089
Cash flows from investing activities (Page 18)				
Net cash inflow on acquisition of a subsidiary	155,083	154,897		
Net (decrease)/increase in cash and cash equivalents (Page 19)				
Effects of foreign exchange rate changes	(16,463)	(16,277)		

The sub-total and total figures are amended accordingly.

2. Page 20, Notes to the Financial Statements – Note 1 on Corporate Information

Paragraph 4 of Note 1 was amended to read as follows:-

“The financial statements were authorised for issue in accordance with a resolution by the Board of Directors dated **24 March 2015**.”

3. Page 51, Note 6 on Profit Before Tax

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

	<u>After</u> <u>amendment</u>	<u>Before</u> <u>amendment</u>
	Company	
	2014	2014
	RM	RM
Net provision for employee benefits	8,089	11,089

4. Page 62, Note 10 on Investment in Subsidiaries

(c) Incorporation of a subsidiary

Paragraph 2 of Note 10 (c) was amended to read as follows:-

AMCSB subscribed for 70% of ordinary shares of APL for a purchase consideration of **RM364,560**.

The effects on the acquisition of APL is as follows:-

	<u>After</u> <u>amendment</u>	<u>Before</u> <u>amendment</u>
	Group	
	2014	2014
	RM	RM
Cash and bank balances	519,643	522,845
Non-controlling interest	(155,083)	(154,897)
Total purchase consideration	364,560	367,948
Less: Cash and bank balances of APL	(519,643)	(522,845)
Cash inflow on subscription	(155,083)	(154,897)

5. Page 86, Note 37 on Significant Events

Paragraph (a) of Note 37 was amended to read as follows:-

- (a) On 21 November 2013, the Company's wholly owned subsidiary, Amtel Cellular Sdn. Bhd. ("AMCSB") has entered into an agreement with Asia World Technology Pte. Ltd. ("AWT") to establish a company in Singapore with the objectives of penetrating into Singapore market on navigation for auto and mobile industry and develop and own high quality Singapore map data to be used for both navigation and web based portal applications. The company, namely Amtel Pte. Ltd. ("APL"), a private limited company was incorporated on 3 December 2013. Pursuant to this agreement, all the issued and paid-up capital of the company shall at all times be held by AMCSB and AWT at 70% and 30% respectively. On 11 March 2014, APL increased its paid-up share capital from SGD2 to SGD200,000. AMCSB and AWT both subscribed for the proportionate increased by cash. AMCSB subscribed for 70% of ordinary shares of APL for a purchase consideration of **RM364,560**.

The above amendments affect only disclosures to the relevant notes and have no impact on the financial results of the Group and the Company for the financial year ended 30 November 2014. These amendments shall be incorporated in the 2014 Annual Report of Amtel Holdings Berhad, which will be submitted to Bursa Securities in due course.

A copy each of the amended pages 17, 18, 19, 20, 51, 62 and 86 of the Audited Financial Statements are attached herewith for information.

The inadvertent omission and amendment is much regretted.

Yours faithfully,
For and on behalf of
AMTEL HOLDINGS BERHAD

A handwritten signature in dark ink, featuring a stylized, circular flourish on the left and a long, horizontal line extending to the right.

DATO' KOID HUN KIAN
Managing Director

AMTEL HOLDINGS BERHAD
(Incorporated in Malaysia)

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 NOVEMBER 2014 (cont'd)

		Group		Company	
	Note	2014 RM	2013 RM	2014 RM	2013 RM
Cash flows from operating activities					
Profit before tax		1,184,571	1,893,829	4,315,512	3,087,474
Adjustments for:-					
Amortisation of intangible assets		992,928	1	-	-
Bad debts written off		-	63,414	-	-
Depreciation of property, plant and equipment		916,920	907,530	65,866	48,645
Dividend income from associates		-	(102,000)	-	-
Dividend income from fixed income fund		(308,616)	(386,057)	(143,582)	(122,182)
Dividend income from other investments		(159,317)	(33,023)	-	-
Dividend income from subsidiaries		-	-	(3,969,000)	(3,871,500)
Gain on disposal of property, plant and equipment		(2,391,352)	(173,658)	-	-
Gain on disposal of subsidiaries		-	(1,294)	-	(2)
Impairment loss on:-					
- amounts owing by subsidiaries		-	-	-	2,602
- investment in subsidiaries		-	-	1,991,325	241,073
- property, plant and equipment		-	94,686	-	-
Interest expense		373,058	424,095	-	-
Interest income		(274,458)	(306,815)	(28,059)	(9,489)
Loss/(Gain) on disposal of an associate		6,900	-	-	(1)
Net fair value loss/(gain) on held for trading investment		132,516	(66,257)	-	-
Net provision for employee benefits		12,003	4,528	8,089	7,113
Property, plant and equipment written off		1,649	3,156	1,055	-
Reversal of impairment loss on amounts owing by subsidiaries		-	-	(1,293,398)	-
Reversal of provision for warranty costs		(86,624)	(138,566)	-	-
Share of results of associates		(41,839)	(99,923)	-	-
Unrealised loss on foreign exchange		16,216	32,484	-	-
Waiver of amounts owing to subsidiaries		-	-	(1,710,138)	-
Operating profit/(loss) before working capital changes carried down		374,555	2,116,130	(762,330)	(616,267)

AMTEL HOLDINGS BERHAD
(Incorporated in Malaysia)

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 NOVEMBER 2014 (cont'd)

		Group		Company	
		2014	2013	2014	2013
	Note	RM	RM	RM	RM
Operating profit/(loss) before working capital changes brought down		374,555	2,116,130	(762,330)	(616,267)
Inventories		69,946	1,186,483	-	-
Receivables		1,201,083	7,080,890	2,172,422	6,198
Payables		(2,537,759)	(3,480,149)	(148,221)	(478,628)
Cash (used in)/generated from operations		(892,175)	6,903,354	1,261,871	(1,088,697)
Interest paid		(373,058)	(424,095)	-	-
Interest received		274,458	306,815	28,059	9,489
Income tax refunded		36,136	78,598	-	-
Income tax paid		(683,669)	(449,598)	-	-
Net cash (used in)/from operating activities		(1,638,308)	6,415,074	1,289,930	(1,079,208)
Cash flows from investing activities					
Additions in intangible assets		(1,838,435)	-	-	-
Additions in investment in subsidiaries	10	-	(135,000)	(1,000,000)	(135,000)
Addition in investment in associates	11	-	(45,002)	-	-
Additions in held for trading investments	13	(6,859,317)	(4,533,024)	-	-
(Advances to)/Repayment from associates		(2,178,394)	71,097	(86,371)	55,337
Dividend income from associates		-	102,000	-	-
Dividend income from fixed income fund		308,616	386,057	143,582	122,182
Dividend income from other investments		159,317	33,023	-	-
Dividend income from subsidiaries		-	-	3,969,000	3,871,500
Net cash outflow on disposal of a subsidiary		-	(84)	-	2
Net cash inflow on acquisition of a subsidiary	10	155,083	-	-	-
(Placement)/Withdrawal of pledged cash deposits		(1,000,000)	4,676,204	-	-
Placement of short term deposits		(2,781)	(93,580)	-	-
Proceeds from disposal of associates	11	8,100	-	-	1
Proceeds from disposal of held for trading investments		347,854	-	-	-
Proceeds from disposal of other investments		-	1,200,000	-	1,200,000
Proceeds from disposal of property, plant and equipment		18,312,961	400,652	-	-
Purchase of property, plant and equipment	9	(1,269,707)	(1,326,259)	(112,517)	(130,485)
Repayment from/(Advances) to subsidiaries		-	-	57,036	(195,216)
Withdrawal/(Placement) of cash at banks under lien		8,960,581	(3,884,590)	-	-
Net cash from/(used in) investing activities carried down		15,103,878	(3,148,506)	2,970,730	4,788,321

AMTEL HOLDINGS BERHAD
(Incorporated in Malaysia)

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 NOVEMBER 2014 (cont'd)

		Group		Company	
		2014	2013	2014	2013
	Note	RM	RM	RM	RM
Net cash from investing activities brought down		15,103,878	(3,148,506)	2,970,730	4,788,321
Cash flows from financing activities					
Dividends paid	32	(1,971,083)	(1,847,890)	(1,971,083)	(1,847,890)
Dividends paid to non-controlling interests		(150,000)	(18,000)	-	-
Repayment of bankers' acceptance		27,000	(883,933)	-	-
Repayment of finance lease payables		(496,551)	(418,031)	-	-
Repayment of term loan		(7,289,091)	(659,461)	-	-
Net cash used in financing activities		<u>(9,879,725)</u>	<u>(3,827,315)</u>	<u>(1,971,083)</u>	<u>(1,847,890)</u>
Net (decrease)/increase in cash and cash equivalents		3,585,845	(560,747)	2,289,577	1,861,223
Effects of foreign exchange rate changes		(16,463)	(11,920)	-	-
Cash and cash equivalents at beginning of the financial year		<u>10,859,623</u>	<u>11,432,290</u>	<u>5,291,702</u>	<u>3,430,479</u>
Cash and cash equivalents at end of the financial year	31	<u><u>14,429,005</u></u>	<u><u>10,859,623</u></u>	<u><u>7,581,279</u></u>	<u><u>5,291,702</u></u>

The annexed notes form an integral part of,
and should be read in conjunction with, these financial statements.

AMTEL HOLDINGS BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS - 30 NOVEMBER 2014

1. CORPORATE INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia and is listed on the Main Market of the Bursa Malaysia Securities Berhad (“Bursa Securities”).

The registered office and principal place of business of the Company is located at No. 7, Jalan PJS 7/19, Bandar Sunway, 47500 Subang Jaya, Selangor Darul Ehsan.

The principal activities of the Company are investment holding and the provision of management services. The principal activities of the subsidiaries are set out in Note 10. There have been no significant changes in the nature of these activities during the financial year.

The financial statements were authorised for issue in accordance with a resolution by the Board of Directors dated 24 March 2015.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The financial statements of the Group and of the Company have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRSs”), International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

The financial statements of the Group and of the Company have been prepared under the historical cost basis, except as otherwise disclosed in the summary of significant accounting policies.

The preparation of financial statements in conformity with MFRSs requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amounts of the revenue and expenses during the reporting period. It also requires directors to exercise their judgement in the process of applying the Group’s and the Company’s accounting policies. Although these estimates and judgement are based on the directors’ best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3.

6. PROFIT BEFORE TAX

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

	Group		Company	
	2014	2013	2014	2013
	RM	RM	RM	RM
Gain on disposal of property, plant and equipment	(2,391,352)	(173,658)	-	-
Gain on disposal of subsidiaries	-	(1,294)	-	(2)
Impairment loss on:-				
- amounts owing by subsidiaries	-	-	-	2,602
- investment in subsidiaries	-	-	1,991,325	241,073
- property, plant and equipment	-	94,686	-	-
Independent Non-Executive Directors' fees:-				
- Directors of the Company	152,000	152,000	152,000	152,000
- Director of the subsidiary	36,000	36,000	-	-
Interest expense:-				
- finance lease payables	42,502	50,934	-	-
- bankers' acceptance	31,729	25,847	-	-
- term loan	262,217	326,232	-	-
- bank overdrafts	28,928	19,031	-	-
- trust receipts	7,682	2,051	-	-
Interest income	(274,458)	(306,815)	(28,059)	(9,489)
Loss/(Gain) on disposal of an associate	6,900	-	-	(1)
Loss on foreign exchange:-				
- realised	28,090	10,962	-	-
- unrealised	16,216	32,484	-	-
Net fair value loss/(gain) on held for trading investment	132,516	(66,257)	-	-
Net provision for employee benefits	12,003	4,528	8,089	7,113
Personnel expenses (including key management personnel):-				
- Contribution to Employees Provident Fund and social security contribution	443,708	477,903	102,786	72,819
- Salaries and others	3,546,526	4,522,168	701,066	1,035,984
Property, plant and equipment written off	1,649	3,156	1,055	-

10. INVESTMENT IN SUBSIDIARIES (cont'd)

(c) Incorporation of a subsidiary (cont'd)

On 11 March 2014, APL increased its paid up share capital from SGD2 to SGD200,000. AMCSB and AWT both subscribed for the proportionate increased by cash.

AMCSB subscribed for 70% of ordinary shares of APL for a purchase consideration of RM364,560.

The effects on the subscription of APL is as follows:-

	Group 2014 RM
Cash and bank balances	519,643
Non-controlling interest	<u>(155,083)</u>
Total purchase consideration	364,560
Less: Cash and bank balances of APL	<u>(519,643)</u>
Cash inflow on subscription	<u><u>(155,083)</u></u>

(d) Non-controlling interests in subsidiaries

The subsidiaries of the Group that have non-controlling interests ("NCI") is as follows:-

	Amtel Pte. Ltd. RM	Amnavi Sdn. Bhd. RM	Topweb Sdn. Bhd. RM	Total RM
2014				
NCI percentage of ownership interest and voting interest	30%	15%	-	
Carrying amount of NCI	<u>112,544</u>	<u>257,945</u>	<u>-</u>	<u>370,489</u>
(Loss)/Profit allocated to NCI	<u>(42,351)</u>	<u>34,455</u>	<u>-</u>	<u>(7,896)</u>
2013				
NCI percentage of ownership interest and voting interest	30%	15%	#	
Carrying amount of NCI	<u>-</u>	<u>373,488</u>	<u>-</u>	<u>373,488</u>
Profit allocated to NCI	<u>-</u>	<u>163,629</u>	<u>24,590</u>	<u>188,219</u>

In the previous financial year, the Company acquired the remaining 49.75% equity interests in Topweb Sdn. Bhd.. As such the carrying amount of NCI as at 30 November 2013 is RM nil.

36. SEGMENT INFORMATION (cont'd)

(b) Geographical Segment

Non-current assets other than financial instruments based on geographical location of the Group are as follows:-

	Malaysia RM	Singapore RM	Total RM
2014			
Property, plant and equipment	2,275,730	-	2,275,730
Investment in associates	971,859	-	971,859
Intangible assets	2,292,789	538,573	2,831,362
Investment property	168,717	-	168,717
	<u>5,709,095</u>	<u>538,573</u>	<u>6,247,668</u>
2013			
Property, plant and equipment	17,706,886	-	17,706,886
Investment in associates	945,020	-	945,020
Intangible assets	1,985,855	-	1,985,855
Investment property	168,717	-	168,717
	<u>20,806,478</u>	<u>-</u>	<u>20,806,478</u>

(c) Information about Major Customers

Revenue from 2 (2013: 2) major customers of the Group amounted to RM20,540,786 (2013: RM33,892,655).

37. SIGNIFICANT EVENTS

- (a) On 21 November 2013, the Company's wholly owned subsidiary, Amtel Cellular Sdn. Bhd. ("AMCSB") has entered into an agreement with Asia World Technology Pte. Ltd. ("AWT") to establish a company in Singapore with the objectives of penetrating into Singapore market on navigation for auto and mobile industry and develop and own high quality Singapore map data to be used for both navigation and web based portal applications. The company, namely Amtel Pte. Ltd. ("APL"), a private limited company was incorporated on 3 December 2013. Pursuant to this agreement, all the issued and paid-up capital of the company shall at all times be held by AMCSB and AWT at 70% and 30% respectively. On 11 March 2014, APL increased its paid up share capital from SGD2 to SGD200,000. AMCSB and AWT both subscribed for the proportionate increased by cash. AMCSB subscribed for 70% of ordinary shares of APL for a purchase consideration of RM364,560.
- (b) On 13 January 2014, the Company's wholly owned subsidiary, Amtel Resources Sdn. Bhd. disposed of its 15% shareholding in Amtel Networks Sdn. Bhd. comprising 90,000 ordinary shares of RM15,000 to an existing shareholder for a purchase consideration of RM8,100.