

HUP SENG INDUSTRIES BERHAD (226098-P)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statement of Comprehensive Income

For the period ended 31 March 2011

The figures have not been audited

	Note	<u>2011</u> CURRENT QUARTER ENDED 31 March RM'000	<u>2010</u> CURRENT QUARTER ENDED 31 March RM'000	<u>2011</u> 3 MONTHS CUMULATIVE TO DATE RM'000	<u>2010</u> 3 MONTHS CUMULATIVE TO DATE RM'000
Revenue	7	58,672	51,180	58,672	51,180
Cost of sales		(40,101)	(33,420)	(40,101)	(33,420)
Gross profit		18,571	17,760	18,571	17,760
Other income		632	406	632	406
Administrative expenses		(6,115)	(4,227)	(6,115)	(4,227)
Selling and marketing expenses		(4,296)	(5,747)	(4,296)	(5,747)
Operating profit		8,792	8,192	8,792	8,192
Finance cost		-	-	-	-
Profit before tax		8,792	8,192	8,792	8,192
Income tax expense	17	(2,246)	(2,120)	(2,246)	(2,120)
Profit for the period		6,546	6,072	6,546	6,072
Other comprehensive income :					
Other comprehensive income for the period, net of tax		-	-	-	-
Total comprehensive income for the period		6,546	6,072	6,546	6,072
Profit attributable to :					
Owners of the Parent		6,546	6,072	6,546	6,072
Total Comprehensive Income attributable to :					
Owners of the Parent		6,546	6,072	6,546	6,072
Earnings per share attributable to Owners of the Parent (sen) :					
-Basic EPS	27	5.46	5.06	5.46	5.06
-Fully diluted EPS	27	5.46	5.06	5.46	5.06

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

HUP SENG INDUSTRIES BERHAD (226098-P)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Financial Position****As at 31 March 2011****The figures have not been audited**

	As at 31/03/2011 RM'000	As at 31/12/2010 RM'000 (Audited)
ASSETS:		
Non-current assets:		
Property, Plant and Equipment	67,893	68,574
Investment property	1,844	1,849
Goodwill on consolidation	8,909	8,909
Deferred tax assets	140	172
<i>Sub total</i>	78,786	79,504
Current assets:		
Inventories	22,974	25,406
Trade and other receivables	35,243	35,507
Cash and cash equivalents	58,008	53,696
<i>Sub total</i>	116,225	114,609
TOTAL ASSETS	195,011	194,113
EQUITY AND LIABILITIES:		
Equity attributable to Owners of the Company:		
Share capital	60,000	60,000
Other reserves	18,729	18,729
Retained earnings	74,315	67,769
TOTAL EQUITY <i>Sub total</i>	153,044	146,498
Non-current liabilities:		
Deferred tax liabilities	8,726	8,551
<i>Sub total</i>	8,726	8,551
Current liabilities:		
Trade payables	17,208	18,998
Other payables	12,479	16,820
Tax payable	3,554	3,246
<i>Sub total</i>	33,241	39,064
TOTAL LIABILITIES	41,967	47,615
TOTAL EQUITY AND LIABILITIES	195,011	194,113

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

HUP SENG INDUSTRIES BERHAD (226098-P)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Changes in Equity****The figures have not been audited****For the quarter ended 31 March 2011**

	Attributable to owners of the parent			
	Non-distributable		Distributable	Total
	Share capital RM'000	Other reserves RM'000	Retained earnings RM'000	
Opeing balance at 1 January 2011	60,000	18,729	67,769	146,498
Total comprehensive income for the period	-	-	6,546	6,546
Closing balance at 31 March 2011	60,000	18,729	74,315	153,044

**For the corresponding quarter
ended 31 March 2010**

	Attributable to owners of the parent			
	Non-distributable		Distributable	Total
	Share capital RM'000	Other reserves RM'000	Retained earnings RM'000	
Opeing balance at 1 January 2010	60,000	16,955	64,706	141,661
Effect of adopting amendment to FRS 117	-	1,774	(1,077)	697
Opeing balance at 1 January 2010, as restated	60,000	18,729	63,629	142,358
Total comprehensive income for the period	-	-	6,072	6,072
Closing balance at 31 March 2010	60,000	18,729	69,701	148,430

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

HUP SENG INDUSTRIES BERHAD (226098-P)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Cash Flows****For the period ended 31 March 2011****The figures have not been audited**

	<u>2011</u> 3 months ended 31/03/2011 RM'000	<u>2010</u> 3 months ended 31/03/2010 RM'000
Cash flows from operating activities:		
Profit before tax	8,792	8,192
Adjustments for:		
Depreciation, amortisation and impairment losses	954	1,031
Interest income and expenses	(419)	(225)
Other non-cash items	69	24
Operating profit before changes in working capital	9,396	9,022
Net Change in current assets	2,818	2,021
Net Change in current liabilities	(6,131)	(5,012)
Cash flows from operations	6,083	6,031
Taxes paid	(1,873)	(2,448)
Net cash flows from operating activities	4,210	3,583
Cash flows from investing activities		
Interest received	419	225
Proceeds from disposal of property, plant and equipment	5	22
Purchase of Property, plant and equipment	(322)	(409)
Net cash (used in) /generated from investing activities	102	(162)
Cash flows from financing activities	-	-
Net cash (used in) /generated from financing activities	-	-
Net change in cash and cash equivalents	4,312	3,421
Cash and cash equivalents at beginning of financial period	53,696	42,220
Cash and cash equivalents at end of financial period	58,008	45,641

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)