

HUP SENG INDUSTRIES BERHAD (226098-P)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statement of Comprehensive Income

For the period ended 30 June 2013

The figures have not been audited

	Note	<u>2013</u> CURRENT QUARTER ENDED 30 June RM'000	<u>2012</u> CURRENT QUARTER ENDED 30 June RM'000	<u>2013</u> 6 MONTHS CUMULATIVE TO DATE RM'000	<u>2012</u> 6 MONTHS CUMULATIVE TO DATE RM'000
Revenue	9	66,126	66,016	125,999	127,810
Cost of sales		(40,308)	(41,748)	(77,481)	(82,113)
Gross profit		25,818	24,268	48,518	45,697
Other income		800	746	1,705	1,616
Administrative expenses		(4,376)	(4,282)	(8,740)	(8,881)
Selling and marketing expenses		(7,649)	(7,897)	(14,748)	(14,841)
Operating profit		14,593	12,835	26,735	23,591
Finance cost		-	-	-	-
Profit before tax	10	14,593	12,835	26,735	23,591
Income tax expense	21	(3,887)	(3,674)	(7,125)	(6,412)
Profit for the period		10,706	9,161	19,610	17,179
Total comprehensive income for the period, net of tax		10,706	9,161	19,610	17,179
Profit attributable to : Owners of the Parent		10,706	9,161	19,610	17,179
Total Comprehensive Income for the period, net of tax attributable to : Owners of the Parent		10,706	9,161	19,610	17,179
Earnings per share attributable to Owners of the Parent (sen) :					
-Basic	31(a)	8.92	7.63	16.34	14.32
-Diluted	31(b)	8.92	7.63	16.34	14.32

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements)

HUP SENG INDUSTRIES BERHAD (226098-P)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Financial Position****As at 30 June 2013****The figures have not been audited**

	Note	As at 30/06/2013 RM'000	As at 31/12/2012 RM'000
<u>ASSETS:</u>			
Non-current assets:			
Property, Plant and Equipment		66,151	66,890
Investment property		217	218
Deferred tax assets		48	37
<i>Sub total</i>		66,416	67,145
Current assets:			
Inventories		20,763	20,587
Trade and other receivables		36,557	36,275
Prepayments		541	728
Tax recoverable		285	797
Cash and cash equivalents	11	77,720	79,416
<i>Sub total</i>		135,866	137,803
TOTAL ASSETS		202,282	204,948
<u>EQUITY AND LIABILITIES:</u>			
Equity attributable to			
Owners of the Company :			
Share capital		60,000	60,000
Share premium		14,333	14,333
Retained earnings		76,919	78,909
TOTAL EQUITY		151,252	153,242
Non-current liabilities :			
Deferred tax liabilities		7,912	7,958
<i>Sub total</i>		7,912	7,958
Current liabilities:			
Trade and other payables		35,718	39,346
Income tax payable		7,400	4,402
<i>Sub total</i>		43,118	43,748
TOTAL LIABILITIES		51,030	51,706
TOTAL EQUITY AND LIABILITIES		202,282	204,948

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with 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 cumulative period ended 30 June 2013**

	Attributable to owners of the parent			
	Non-distributable		Distributable	Total RM'000
	Share capital RM'000	Share premium RM'000	Retained earnings RM'000	
Opening balance at 1 January 2013	60,000	14,333	78,909	153,242
Total comprehensive income for the period	-	-	19,610	19,610
Transaction with the owners				
Dividends on ordinary shares	-	-	(21,600)	(21,600)
Total transaction with the owners	-	-	(21,600)	(21,600)
Closing balance at 30 June 2013	60,000	14,333	76,919	151,252

For the corresponding cumulative period ended 30 June 2012

	Attributable to owners of the parent			
	Non-distributable		Distributable	Total RM'000
	Share capital RM'000	Share premium RM'000	Retained earnings RM'000	
Opening balance at 1 January 2012	60,000	14,333	72,768	147,101
Total comprehensive income for the period	-	-	17,179	17,179
Transaction with the owners				
Dividends on ordinary share	-	-	(12,000)	(12,000)
Total transaction with the owners	-	-	(12,000)	(12,000)
Closing balance at 30 June 2012	60,000	14,333	77,947	152,280

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with 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 30 June 2013****The figures have not been audited**

	Note	2013 6 months ended 30/06/2013 RM'000	2012 6 months ended 30/06/2012 RM'000
Cash flows from operating activities:			
Profit before tax		26,735	23,591
Adjustments for:			
Allowance for doubtful debts		35	19
Bad debts written off		7	6
Depreciation of property, plant and equipment		2,145	2,054
Depreciation of investment property		-	1
Gain on disposal of property, plant and equipment		(2)	(15)
Interest income		(1,224)	(1,132)
Impairment loss on property, plant and equipment		3	-
Inventories written off		8	52
Property, plant and equipment written off		21	9
Total adjustments		993	994
Operating profit before changes in working capital		27,728	24,585
Changes in working capital			
(Increase)/Decrease in inventories		(184)	934
Increase in trade and other receivables		(324)	(1,831)
Decrease/(Increase) in prepayments		187	(118)
Decrease in trade and other payables		(3,628)	(2,335)
Total changes in working capital		(3,949)	(3,350)
Cash flows from operations		23,779	21,235
Taxes paid		(3,672)	(3,256)
Net cash flows from operating activities		20,107	17,979
Cash flows from investing activities			
Interest received		1,224	1,132
Proceeds from disposal of property, plant and equipment		38	251
Purchase of property, plant and equipment		(1,465)	(2,799)
Net cash used in investing activities		(203)	(1,416)
Cash flows from financing activities			
Dividends paid on ordinary shares		(21,600)	(18,000)
Net cash used in financing activities		(21,600)	(18,000)
Net decrease in cash and cash equivalents		(1,696)	(1,437)
Cash and cash equivalents at beginning of financial period		79,416	73,855
Cash and cash equivalents at end of financial period	11	77,720	72,418

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements)