

HUP SENG INDUSTRIES BERHAD (226098-P)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statement of Comprehensive Income

For the period ended 31 March 2014

The figures have not been audited

	Note	<u>2014</u> CURRENT QUARTER ENDED 31 March RM'000	<u>2013</u> CURRENT QUARTER ENDED 31 March RM'000	<u>2014</u> 3 MONTHS CUMULATIVE TO DATE RM'000	<u>2013</u> 3 MONTHS CUMULATIVE TO DATE RM'000
Revenue		64,450	59,873	64,450	59,873
Cost of sales		(40,190)	(37,173)	(40,190)	(37,173)
Gross profit		24,260	22,700	24,260	22,700
Other income		850	905	850	905
Administrative expenses		(4,674)	(4,364)	(4,674)	(4,364)
Selling and marketing expenses		(7,376)	(7,099)	(7,376)	(7,099)
Operating profit		13,060	12,142	13,060	12,142
Finance cost		-	-	-	-
Profit before tax	10	13,060	12,142	13,060	12,142
Income tax expense	21	(3,502)	(3,238)	(3,502)	(3,238)
Profit for the period		9,558	8,904	9,558	8,904
Total comprehensive income for the period, net of tax		9,558	8,904	9,558	8,904
Profit attributable to : Owners of the Parent		9,558	8,904	9,558	8,904
Total Comprehensive Income for the period, net of tax attributable to : Owners of the Parent		9,558	8,904	9,558	8,904
Earnings per share attributable to Owners of the Parent (sen) :					
-Basic	31(a)	1.19	1.11	1.19	1.11
-Diluted	31(b)	1.19	1.11	1.19	1.11

(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 31 March 2014****The figures have not been audited**

	Note	As at 31/03/2014 RM'000	As at 31/12/2013 RM'000
<u>ASSETS:</u>			
Non-current assets:			
Property, Plant and Equipment		64,777	64,834
Investment property		216	217
Deferred tax assets		44	37
<i>Sub total</i>		65,037	65,088
Current assets:			
Inventories		21,459	20,818
Trade and other receivables		34,460	35,873
Prepayments		4,613	2,017
Tax recoverable		248	262
Cash and cash equivalents	11	84,025	81,145
<i>Sub total</i>		144,805	140,115
TOTAL ASSETS		209,842	205,203
<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		76,012	76,054
TOTAL EQUITY		150,345	150,387
Non-current liabilities :			
Deferred tax liabilities		7,718	7,728
<i>Sub total</i>		7,718	7,728
Current liabilities:			
Trade and other payables		36,523	42,216
Income tax payable		5,656	4,872
Dividends payable		9,600	-
<i>Sub total</i>		51,779	47,088
TOTAL LIABILITIES		59,497	54,816
TOTAL EQUITY AND LIABILITIES		209,842	205,203

(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 period ended 31 March 2014**

	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 2014	60,000	14,333	76,054	150,387
Total comprehensive income for the period	-	-	9,558	9,558
Transaction with the owners				
Dividends on ordinary shares	-	-	(9,600)	(9,600)
Total transaction with the owners	-	-	(9,600)	(9,600)
Closing balance at 31 March 2014	60,000	14,333	76,012	150,345

For the corresponding period ended 31 March 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	-	-	8,904	8,904
Transaction with the owners				
Dividends on ordinary share	-	-	(21,600)	(21,600)
Total transaction with the owners	-	-	(21,600)	(21,600)
Closing balance at 31 March 2013	60,000	14,333	66,213	140,546

(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 31 March 2014****The figures have not been audited**

	Note	2014 3 months ended 31/03/2014 RM'000	2013 3 months ended 31/03/2013 RM'000
Cash flows from operating activities:			
Profit before tax		13,060	12,142
Adjustments for:			
Allowance for doubtful debts		6	11
Depreciation of property, plant and equipment		1,153	1,074
Gain on disposal of property, plant and equipment		(12)	(3)
Interest income		(625)	(635)
Inventories written off		5	4
Property, plant and equipment written off		17	14
Total adjustments		544	465
Operating profit before changes in working capital		13,604	12,607
Changes in working capital			
Increase in inventories		(646)	(596)
Decrease in trade and other receivables		1,407	3,946
Increase in prepayments		(2,596)	(155)
Decrease in trade and other payables		(5,693)	(6,634)
Total changes in working capital		(7,528)	(3,439)
Cash flows from operations		6,076	9,168
Taxes paid		(2,720)	(2,189)
Net cash flows from operating activities		3,356	6,979
Cash flows from investing activities			
Interest received		625	635
Proceeds from disposal of property, plant and equipment		38	36
Purchase of property, plant and equipment		(1,139)	(769)
Net cash used in investing activities		(476)	(98)
Net cash used in financing activities		-	-
Net increase in cash and cash equivalents		2,880	6,881
Cash and cash equivalents at beginning of financial year		81,145	79,416
Cash and cash equivalents at end of financial period	11	84,025	86,297

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