



HALEX GROUP

HALEX HOLDINGS BERHAD

(Company No. 206220-U)

(Incorporated in Malaysia under the Companies Act, 1965)

Interim Report For the 12-months Financial Period Ended 30 September 2015



HALEX HOLDINGS BERHAD (206220-U)
(Incorporated in Malaysia under the Companies Act, 1965)

Interim Report for the 12-months Financial Period Ended 30 September 2015

Unaudited Condensed Consolidated Statement of Comprehensive Income

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	Current Year Quarter 30/09/2015 RM'000	Preceding Year Quarter 30/09/2014 RM'000	Current Year to-Date 30/09/2015 RM'000	Preceding Year Quarter 30/09/2014 RM'000
Revenue	22,885	23,187	105,642	94,539
Less: Cost of sales	(17,765)	(18,126)	(81,820)	(73,239)
Gross profit	5,120	5,061	23,822	21,300
Other income	154	50	712	542
Administration and other expenses	(2,812)	(2,769)	(11,211)	(10,375)
Selling and marketing expenses	(1,865)	(1,629)	(8,751)	(7,936)
Finance costs	(249)	(177)	(1,194)	(450)
Share of results of associated company	64	-	(64)	-
Profit before taxation	412	536	3,314	3,081
Less: Taxation	(214)	(176)	(1,248)	(962)
Profit for the period	198	360	2,066	2,119
Other comprehensive income				
Foreign currency translation	15	-	72	-
Other comprehensive income for the period	15	-	72	-
	213	360	2,138	2,119
Profits attributable to:				
Equity holders of the Company	198	360	2,066	2,119
Total Comprehensive income attributable to: Equity holders of the Company	213	360	2,138	2,119
Earnings per share attributable to equity holders of the Company:				
Basic (sen)	0.19	0.36	1.95	2.11
Diluted (sen)	n/a	n/a	n/a	n/a

The unaudited condensed consolidated income statement should be read in conjunction with the audited financial statements for the financial year ended 30 September 2014 and the accompanying notes attached to this interim financial report.

Note: Halex Holdings Berhad has changed its financial year end from 30th September to 31st December.



HALEX HOLDINGS BERHAD (206220-U)
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Interim Report for the 12-months Financial Period Ended 30 September 2015

Unaudited Condensed Consolidated Statement of Financial Position

	Unaudited As At 30/09/2015 RM'000	Audited As At 30/09/2014 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	48,968	49,298
Investment in associated company	21,936	-
Investment properties	5,194	290
Investment in quoted shares	178	178
Other investments	26	26
Intangible assets	126	120
Development costs	485	566
Total non-current assets	76,913	50,478
Current assets		
Inventories	33,398	20,581
Trade receivables	15,179	13,082
Other receivables and deposits	7,095	12,590
Deposits with licensed banks	1,714	1,991
Tax recoverable	86	169
Cash and bank balances	4,142	25,592
Total current assets	61,614	74,005
TOTAL ASSETS	138,527	124,483
EQUITY AND LIABILITIES		
Capital and reserves		
Financed by:		
Share Capital	53,000	53,000
Share premium	1,988	1,988
Treasury shares	(18)	(18)
Revaluation reserves	8,836	8,836
Exchange reserves	101	29
Retained profits	33,413	31,347
Shareholders' equity	97,320	95,182
Non-current liabilities		
Finance lease and hire purchase payables	132	180
Term loans	10,777	12,994
Deferred taxation	409	409
Total non-current liabilities	11,318	13,583

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 September 2014 and the accompanying notes attached to this interim financial report.



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Interim Report for the 12-months Financial Period Ended 30 September 2015

Unaudited Condensed Consolidated Statement of Financial Position (cont'd)

	Unaudited As At 30/09/2015 RM'000	Audited As At 30/09/2014 RM'000
Current Liabilities		
Trade payables	15,521	4,157
Other payables and accruals	4,074	3,723
Finance lease and hire purchase payables	43	52
Bills payable	7,478	4,116
Term loans	2,267	3,135
Tax payable	305	59
Bank overdraft	201	476
Total current liabilities	<u>29,889</u>	<u>15,718</u>
Total liabilities	<u>41,207</u>	<u>29,301</u>
TOTAL EQUITY AND LIABILITIES	<u>138,527</u>	<u>124,483</u>
No. of ordinary shares in issue ('000)	105,973	105,973
Par value (RM)	0.50	0.50
Net assets per share attributable to equity holders of the Company (RM)	0.92	0.90

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 September 2014 and the accompanying notes attached to this interim financial report.



HALEX GROUP

HALEX HOLDINGS BERHAD (206220-U)

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Interim Report for the 12-months Financial Period Ended 30 September 2015

Unaudited Condensed Consolidated Cash Flow Statement

	12-months ended 30/09/2015 RM'000	12-months ended 30/09/2014 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	3,314	2,917
Adjustments for :		
Write back for diminution in value of investment in quoted shares	49	(1)
Allowance for impairment written back	(16)	-
Allowance for impairment	10	(58)
Amortisation	81	81
Bad debts write off	21	6
Depreciation	1,372	1,678
Intangible asset	(2)	-
Dividend received	(2)	(2)
Interest expenses	1,115	365
Interests income	(101)	(347)
Foreign exchange adjustment	77	(3)
Loss/(gain) in fair value adjustment on quoted shares	(25)	(49)
Gain on disposal of property, plant and equipment	-	(39)
Property, plant and equipment written off	9	17
Share of results of associated company	64	-
Operating profit before working capital changes	5,966	4,565
Inventories	(12,817)	2,881
Receivables	(2,378)	(8,907)
Payables	13,913	(4,250)
Cash generated from/(used in) operations	4,684	(5,711)
Interest paid	(1,115)	(365)
Tax refund	20	251
Tax paid	(855)	(1,351)
Net cash generated from/(used in) operating activities	2,734	(7,176)
CASH FLOW FOR INVESTING ACTIVITIES		
Dividends received	2	2
Interest received	101	347
Investment in intangible assets	-	(73)
Intangible Assets	(3)	-
Balance purchase consideration paid for acquisition of 25% equity interest in an associated company (Note 8.a)	(26,904)	-
Deposit paid for acquisition of remaining equity interest in an associated company (Note 8.a)	(4,380)	-
Placement of deposits with licensed banks	27	(51)
Proceeds from disposal of property, plant and equipment	-	87
Proceeds from withdrawal of fixed deposits	10,200	-
Purchase of property, plant and equipment	(1,259)	(1,707)
Net cash used in investing activities	(22,216)	(1,395)

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 September 2014 and the accompanying notes attached to this interim financial report.



Interim Report for the 12-months Financial Period Ended 30 September 2015

Unaudited Condensed Consolidated Cash Flow Statement (cont'd)

	12-months ended 30/09/2015 RM'000	12-months ended 30/09/2014 RM'000
CASH FLOW FOR FINANCING ACTIVITIES		
Dividends paid	-	(2,499)
Share issuance expenses	-	(113)
Proceeds from bank borrowings	1,200	15,270
Proceeds from issue of new shares	-	5,100
Repayment of bank borrowings	(3,085)	(2,340)
Repayment of finance lease and hire purchase payables	(57)	(21)
Net cash (used in)/generated from financing activities	(1,942)	15,397
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(21,424)	6,826
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	-	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	25,447	18,619
CASH AND CASH EQUIVALENTS AT END OF YEAR	4,023	25,445
CASH AND CASH EQUIVALENTS COMPRISE		
Deposit with licensed bank - not pledged	82	331
Cash and bank balances	4,142	25,590
Bank overdraft	(201)	(476)
	4,023	25,445

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HALEX HOLDINGS BERHAD (206220-U)
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Unaudited Condensed Consolidated Statement of Changes in Equity

	<----- Non-distributable ----->						
	Share Capital RM'000	Revaluation Reserves RM'000	Share Premium RM'000	Exchange Reserves RM'000	Retained Profits RM'000	Treasury Shares RM'000	Total RM'000
As at 01/10/2013	50,000	8,836	-	30	31,674	(17)	90,523
Issue of new shares	3,000	-	2,100	-	-	-	5,100
Share issuance expenses	-	-	(112)	-	-	-	(112)
Allowance for diminution in value of treasury shares written back	-	-	-	-	-	(1)	(1)
Profit for the year	-	-	-	-	2,172	-	2,172
Other comprehensive income for the year - Foreign currency translation	-	-	-	(1)	-	-	(1)
Total comprehensive income for the year	-	-	-	(1)	2,172	-	2,171
Dividends	-	-	-	-	(2,499)	-	(2,499)
As at 30/9/2014	53,000	8,836	1,988	29	31,347	(18)	95,182
As at 01/10/2014	53,000	8,836	1,988	29	31,347	(18)	95,182
Profit for the year	-	-	-	-	2,066	-	2,066
Other comprehensive income for the year - Foreign currency translation	-	-	-	72	-	-	72
Total comprehensive income for the year	-	-	-	72	2,066	-	2,138
As at 30/9/2015	53,000	8,836	1,988	101	33,413	(18)	97,320

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 September 2014 and the accompanying notes attached to this interim financial report.