



HALEX GROUP

HALEX HOLDINGS BERHAD

(Company No. 206220-U)

(Incorporated in Malaysia under the Companies Act, 1965)

**Interim Report
For the 6-months Financial Period Ended
30 June 2016**



Interim Report for the 6-months Financial Period Ended 30 June 2016

Unaudited Condensed Consolidated Statement of Comprehensive Income

	INDIVIDUAL QUARTER (3 mths) Current Year Quarter 30/06/2016 RM'000	CUMULATIVE QUARTER (6 mths) Current Year to-Date 30/06/2016 RM'000
Revenue	18,593	35,870
Less: Cost of sales	(14,824)	(28,020)
Gross profit	<u>3,769</u>	<u>7,850</u>
Other income	5	79
Fair value gain on biological assets	256	604
Fair value gain on agriculture produce harvested	514	1,185
Administration and other expenses	(3,337)	(6,862)
Selling and marketing expenses	(1,617)	(3,447)
Finance costs	(382)	(742)
Share of results of associate	(23)	(47)
Loss before taxation	<u>(815)</u>	<u>(1,380)</u>
Less: Taxation	348	297
Loss after taxation	<u>(467)</u>	<u>(1,083)</u>
Other comprehensive loss		
Foreign currency translation	17	8
Net surplus arising from revaluation of properties	-	-
Other comprehensive loss for the period	<u>17</u>	<u>8</u>
Total comprehensive loss for the period	<u>(450)</u>	<u>(1,075)</u>
Loss attributable to :		
Equity holders of the Company	<u>(467)</u>	<u>(1,083)</u>
Total comprehensive loss attributable to :		
Equity holders of the Company	<u>(450)</u>	<u>(1,075)</u>
Loss per share attributable to equity holders of the Company:		
Basic (sen)	(0.44)	(1.02)
Diluted (sen)	n/a	n/a

The Company changed its financial year end from 30 September to 31 December. The last set of audited financial statements were for 15 months ended 31 December 2015. As such there is no comparative figures for the current quarter for the six months ended 30 June 2016 and year-to-date for the period ended 30 June 2016. The income statement for the corresponding 2nd quarter for the financial period ended 31 March 2015 however is attached for reference.

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial period ended 31 December 2015 and the accompanying notes attached to this interim financial report.



Interim Report for the 6-months Financial Period Ended 30 June 2016

Unaudited Condensed Consolidated Statement of Financial Position

	Unaudited As At 30/06/2016 RM'000	Restated Audited As At 31/12/2015 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	65,219	62,051
Investment in associate	21,846	21,894
Investment properties	5,054	5,054
Investment in quoted shares	228	203
Other investments	26	26
Intangible assets	123	123
Biological assets	3,098	2,494
Development costs	425	465
Total non-current assets	96,019	92,310
Current assets		
Inventories	27,523	25,787
Trade receivables	13,670	11,965
Other receivables, deposits and prepayments	7,004	6,295
Deposits with licensed bank	1,716	1,715
Tax assets	1,070	666
Cash and bank balances	1,692	1,989
Total current assets	52,675	48,417
TOTAL ASSETS	148,694	140,727
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	20,246	20,246
Exchange reserves	124	116
Retained profits	29,373	30,456
Shareholders' equity	104,713	105,788
Non-current liabilities		
Finance lease and hire purchase payables	81	105
Term loan	12,672	10,374
Deferred taxation	3,400	3,773
Total non-current liabilities	16,153	14,252

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial period ended 31 December 2015 and the accompanying notes attached to this interim financial report.



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Unaudited Condensed Consolidated Statement of Financial Position

	Unaudited As At 30/06/2016 RM'000	Restated Audited As At 31/12/2015 RM'000
Current Liabilities		
Trade payables	12,430	8,349
Other payables and accruals	2,008	2,858
Finance lease and hire purchase payables	48	56
Bills payable	7,011	3,836
Term loan	2,405	2,143
Tax payable	104	141
Bank overdraft	3,822	3,304
Total current liabilities	27,828	20,687
Total liabilities	43,981	34,939
TOTAL EQUITY AND LIABILITIES	148,694	140,727
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)	0.99	1.00

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial period ended 31 December 2015 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 6-months Financial Period Ended 30 June 2016

Unaudited Condensed Consolidated Cash Flow Statement

	6-months ended 30/06/2016 RM'000
CASH FLOW USED IN OPERATING ACTIVITIES	
Loss before taxation	(1,380)
Adjustments for :	
Allowance for impairment on receivables	92
Unrealised gain in value of investment in quoted shares	(25)
Amortisation of development cost	40
Amortisation of property, plant & equipment	17
Depreciation	1,189
Dividend income	(1)
Fair value gain on biological assets	(604)
Interest expenses	742
Interest income	(11)
Loss on foreign exchange - unrealised	39
Plant & equipment written off	3
Share of results of associated company	47
Operating profit before working capital changes	<u>148</u>
Inventories	(1,736)
Receivables	(2,505)
Payables	<u>3,166</u>
Cash used in operations	(927)
Interest paid	(742)
Tax paid	(517)
Net cash used in operating activities	<u><u>(2,186)</u></u>
CASH FLOW USED IN INVESTING ACTIVITIES	
Dividend received	1
Interest received	10
Purchase of property, plant and equipment	(4,378)
Net cash used in investing activities	<u><u>(4,367)</u></u>

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial period ended 31 December 2015 and the accompanying notes attached to this interim financial report.



Interim Report for the 6-months Financial Period Ended 30 June 2016

Unaudited Condensed Consolidated Cash Flow Statement (cont'd)

	6-months ended 30/06/2016 RM'000
CASH FLOW GENERATED FROM FINANCING ACTIVITIES	
Drawdown of of bill payables, net of repayment	3,175
Drawdown of term loan	3,400
Repayment of term loans	(840)
Repayment of finance lease and hire purchase payables	(32)
Net cash generated from financing activities	<u>5,703</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(850)
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	35
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	(1,315)
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u><u>(2,130)</u></u>
CASH AND CASH EQUIVALENTS COMPRISE	
Deposit with licensed bank	1,716
Cash and bank balances	1,692
Bank overdraft	(3,822)
	<u>(414)</u>
Less: Deposits pledged to licensed bank	<u>(1,716)</u>
	<u><u>(2,130)</u></u>

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial period ended 31 December 2015 and the accompanying notes attached to this interim financial report.



Interim Report for the 6-months Financial Period Ended 30 June 2016
Unaudited Condensed Consolidated Statement of Changes in Equity

	Non-distributable			Distributable			
	Share Capital	Revaluation Reserves	Share Premium	Exchange Reserves	Retained Profits	Treasury Shares	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 01/10/2014 (Restated)	53,000	7,667	1,988	29	50,757	(18)	113,423
Loss for the period	-	-	-	-	(1,058)	-	(1,058)
Other comprehensive income for the year	-	-	-	87	-	-	87
- Foreign currency translation	-	-	-	-	-	-	-
- Revaluation of property, plant and equipment	-	12,579	-	-	-	-	12,579
As at 31/12/2015	53,000	20,246	1,988	116	49,699	(18)	125,031
As at 1/1/2016	53,000	20,246	1,988	116	49,699	(18)	125,031
Prior year adjustment	-	-	-	-	(19,243)	-	(19,243)
As at 1/1/2016 (Restated)	53,000	20,246	1,988	116	30,456	(18)	105,788
Loss for the period	-	-	-	-	(1,083)	-	(1,083)
Other comprehensive loss for the period	-	-	-	8	-	-	8
- Foreign currency translation	-	-	-	-	-	-	-
As at 30/6/2016	53,000	20,246	1,988	124	29,373	(18)	104,713

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial period ended 31 December 2015 and the accompanying notes attached to this interim financial report.



Interim Report for the 6-months Financial Period Ended 30 June 2016

A. EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

1. Basis of Preparation

This interim financial report is unaudited and has been prepared in accordance with MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

This unaudited interim financial report should be read in conjunction with the annual audited financial statements of the Group for the financial period ended 31 December 2015. For the financial period up to 31 December 2015 and including the financial period ended 30 June 2016, the Group prepared its financial statements in accordance with the Malaysian Financial Reporting Standards ("MFRS").

The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the change in the financial position and performance of Halex Holdings Berhad ("Halex" or the "Company") and its subsidiaries (the "Group") since the financial period ended 31 December 2015.

2. Significant Accounting Policies

- a. The financial statements of the Group have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

The following are accounting standards, amendments and IC interpretations of the MFRS that have been issued by the MASB but are not yet effective and have not been adopted by the Group:-

Effective for financial periods beginning on or after 1 January 2018:

- MFRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)
- MFRS 15 Revenue from Contracts with Customers

The Group and the Company plan to apply the abovementioned standards, amendments and interpretations when they become effective in the respective financial periods.

The Group and the Company are in the process of assessing the impact of implementing these Standards, since the effects would only be observable for the future financial years.

- b. *Agriculture : Bearer Plants* (Amendments to MFRS 116 and MFRS 141)

During the financial period, the Group has adopted Amendments to MFRS 141 and MFRS 116 which is effective on 1 January 2016.

The Amendment to MFRS 116 equates a bearer biological plant with a physical plant or machine that produces goods separately. A bearer plant within the scope of MFRS 116 is defined as "a living plant that:

- (a) is used in the production or supply of agricultural produce;
- (b) is expected to bear produce for more than one period; and
- (c) has a remote likelihood of being sold as agricultural produce, except for incidental scrap sales"



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In Halex group's horticulture & agro-biotechnologies business, the fronds growing on mother bearer plants is the produce growing on a bearer plant, which is not a bearer plant. This means that the mother bearer plants would need to be bifurcated, a bare biological plant (excluding the growing produce) that is treated as manufacturing plant within the scope of MFRS 116, and fronds growing on trees are then treated as a consumable biological asset and remain within the scope of MFRS 141. The effect of this requirement is to convert the fronds growing on mother bearer plants to a stand-alone consumable biological asset for its separate accounting.

At the date of transition to the Amendment in MFRS 116, the Group had opted to measure the bare bearer plants at cost. The carrying amount of the bearer plants is subject to systematic depreciation and annual impairment test.

As the Amendments would result in changes in the recognition of produce growing on plants and the measurement of both mother bearer plants and produce growing on plants, the effects of the changes shall be accounted for as changes in accounting policies in accordance with MFRS 108. The requirement of MFRS 108 is that the effects of the changes in accounting policies shall be applied *retrospectively*, as if the new policies have always been applied.

Note that any prior period adjustments to the opening retained profits shall net of the related deferred tax effect. Fair value gains of biological assets give rise to taxable temporary differences for which the related deferred tax liabilities, measured at the current income tax, is recognised or provided for.

On adoption of these Amendments to MFRSs, a prior year adjustment was made as follows:-

	RM'000
Biological Assets	26,036
Property, plant and equipment – Bearer Plant (cost)	(960)
Property, plant and equipment – Bearer Plant (accumulated depreciation)	24
Deferred Taxation liabilities	<u>(5,857)</u>
Decrease in Reserves	<u>19,243</u>

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report for the Company's preceding annual audited financial statements for the financial period ended 31 December 2015 were not subject to any qualification.

4. Seasonal or Cyclical Factors

The Group's agriculture supplies & trading and horticulture & agro-biotechnologies businesses are sensitive to prolonged extreme weather conditions.



Interim Report for the 6-months Financial Period Ended 30 June 2016

5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review and financial year to-date.

6. Material Changes in Estimates

There were no material changes in estimates of amount reported that have a material effect on the current quarter under review and financial year to-date except as disclosed in the financial statements.

7. Details of Changes in Debts and Equity Securities

There were no issuance, cancellation, repurchase, resale or repayment of debt and/or equity securities during the current quarter under review and financial year to-date.

8. Dividend

There were no dividends proposed or paid during the quarter under review.

9. Segmental Reporting

	6-months ended 30 June 2016					Consolidated RM'000
	Investment holding RM'000	Agriculture Supplies & Trading RM'000	Consumer Products RM'000	Horticulture & Agro- biotechnologies RM'000	Eliminations RM'000	
Revenue						
External sales	-	17,652	16,106	2,112	-	35,870
Inter-segment sales	-	3,339	-	131	(3,470)	-
Dividend income	-	-	-	-	-	-
Total	-	20,991	16,106	2,243	(3,470)	35,870
Results						
Segment results	(1,057)	153	(10)	387	(75)	(602)
Finance costs	-	(653)	(89)	-	-	(742)
Finance income	1	6	2	2	-	11
Share of results of associate	(47)	-	-	-	-	(47)
(Loss)/ Profit before taxation	(1,103)	(494)	(97)	389	(75)	(1,380)
Taxation						297
Loss after taxation						(1,083)



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10. Valuation of Property, Plant and Equipment

The values of property, plant and equipment have been brought forward reinstated with adjustments for the adoption of the amendments to MFRS 116 and 141 from the Company's previous annual audited financial statements for the financial period ended 31 December 2015.

11. Changes in the Composition of the Group

- (a) Halex Holdings Berhad ("HHB" or "the Company") has, on 5 May 2016, acquired the entire issued and paid-up capital of the following companies from third parties:
 - (i) Halex Management Sdn. Bhd. (Company No. 1164355-A) ("HMSB") comprising of two (2) ordinary shares of RM1.00 each for a cash consideration of RM2.00. Following the Acquisition, HMSB will be a wholly-owned subsidiary of HHB.
 - (ii) Halex Trading Sdn. Bhd. (Company No. 1164360-M) ("HTSB") comprising of two (2) ordinary shares of RM1.00 each for a cash consideration of RM2.00. Following the Acquisition, HTSB will be a wholly-owned subsidiary of HHB.
 - (iii) Halex Ventures Sdn. Bhd. (Company No.1164346-X) ("HVSB") comprising of two (2) ordinary shares of RM1.00 each for a cash consideration of RM2.00. Following the Acquisition, HVSB will be a wholly-owned subsidiary of HHB.

Information on HMSB, HTSB and HVSB

HMSB, HTSB and HVSB are companies incorporated on 2 November 2015 with an authorised share capital of RM400,000.00 divided into 400,000 ordinary shares of RM1.00 each and an issued paid-up capital of RM2.00. HMSB, HTSB and HVSB are currently dormant.

- (b) Halex (M) Sdn Bhd, being the 100% owned subsidiary of the Company has on 2 June 2016 finalised the acquisition the entire issued and paid-up capital of the Penedaran Beras Lestari Sdn Bhd (Company No.459684-V) ("PBLSB") from third parties comprising of one hundred thousand (100,000) ordinary shares of RM1.00 each for a cash consideration of RM150,000.00. Following the Acquisition, PBLSB will be a wholly-owned subsidiary of HHB.

PBLSB is a company incorporated on 23 March 1998 with an authorised share capital of RM100,000.00 divided into 100,000 ordinary shares of RM1.00 each and an issued paid-up capital of RM100,000.00. PBLSB is in the business of wholesaling, retailing and distribution rice in Malaysia.

12. Contingent Liabilities

The contingent liabilities are as follows:

	Company	
	As At 30/6/2016 RM'000	As At 31/12/2015 RM'000
Guarantees given to financial institutions for facilities granted to subsidiaries	52,163	48,263



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13. Capital Commitments

As at 31 March 2016, the Group has outstanding capital commitment amounting to RM17,170,000, being balance of 82% of the total RM21 million of purchase consideration in respect of the acquisition of the remaining 3,750,000 shares in Kensington Development Sdn. Bhd.. Details of information are disclosed in Note B.8.a (i).

14. Material Events Subsequent to the End of the Interim Reporting Period

There are no material events subsequent to the end of the current quarter except for those disclosed under Note A.11.

15. Disclosure On Realised and Unrealised Profits

	Company As At 30/6/2016 RM'000	Group As At 30/6/2016 RM'000
Retained earnings of the Company and its subsidiaries:		
- Realised profit	18,510	28,145
- Unrealised profit	265	1,236
	<hr/> 18,775	<hr/> 29,381
Share of results of associate	-	(47)
	<hr/> 18,775	<hr/> 29,334
Consolidation adjustments	-	39
Total retained profit	<hr/> 18,775	<hr/> 29,373



Interim Report for the 6-months Financial Period Ended 30 June 2016

B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

1. Review of Performance of the Group

	(3 months) Current year Quarter ended 30/6/2016 (RM'000)	(3 months) Preceding year Quarter ended 30/6/2015 (RM'000)
Revenue	18,593	23,491
(Loss)/profit before tax	(815)	824

For the quarter ended 30 June 2016, the Group registered revenue of RM18.593 million, representing a decrease of RM4.898 million or 20.9% as compared to the corresponding quarter of the preceding year.

The decrease in revenue was mainly due to weaker consumer and market sentiments affecting Consumer Products and Agriculture Supplies and Trading segments respectively. In addition, the Agriculture Supplies and Trading segment sales was affected by more stringent control over the sales of Paraquat.

During the current quarter, the Group has recorded a loss before tax of RM0.815 million against a profit before tax of RM0.824 million in the corresponding quarter of the preceding year.

The loss before taxation during the quarter was mainly due to higher operational costs.

2. Comparisons with the Immediate Preceding Quarter's Results

	(3 months) Current Quarter ended 30/6/2016 (RM'000)	(3 months) Preceding Quarter ended 31/3/2016 (RM'000)
Revenue	18,593	17,277
Loss before tax	(815)	(565)

For the quarter ended 30 June 2016, the Group registered revenue of RM18.593 million, representing an increase of RM1.316 million or 7.6% as compared to the immediate preceding quarter.

The increase in revenue was mainly from the Agriculture Supplies & Trading segment.

During the current quarter, the Group has recorded a loss before tax of RM0.815 million and in the immediate preceding quarter, the Group recorded a loss before tax of RM0.565 million. The Group recorded a higher losses was mainly due to higher operational cost.



Interim Report for the 6-months Financial Period Ended 30 June 2016

3. Year 2016 Prospects

Under the current challenging economic environment with domestic consumer sentiments remaining low, the Group has expanded its two core business segments in Consumer Products and Agriculture Supplies and Trading by exporting to the African, Middle East and South East Asian countries. The Group expects improved sales in the second half of 2016 from these markets.

4. Financial Forecast and Profit Guarantee

The Group has not provided any financial forecast or profit guarantee in any public document.

5. Taxation

The taxation figures are as follows:

	Individual Quarter Current Year Quarter 30/6/2016 RM/000	Cumulative Quarter Current Year to-Date 30/6/2016 RM/000
Deferred tax	424	373
Income tax	<u>(76)</u>	<u>(76)</u>
	<u>348</u>	<u>297</u>

The income tax incurred for the Group for the current quarter was due to certain subsidiaries incurred losses during the financial year-to-date.

6. Sales of Unquoted Investments and/or Properties

On 3 February 2016, Halex Biotechnologies Sdn. Bhd., a wholly-owned subsidiary of the Company entered into a sale and purchase agreement with Wan Kok Huat and Ling Lee Chew to dispose a piece of agriculture land for a consideration of RM2,400,000. The disposal does not have a material impact on the Group's results. As at the date of this quarterly report, this transaction has not completed. As at the date of this report, this transaction has yet to be completed



Interim Report for the 6-months Financial Period Ended 30 June 2016

7. Quoted Securities

(a) Purchases and disposals of quoted securities:

There were no purchases or disposals of quoted securities for the current quarter and the preceding year quarter.

(b) Investments in quoted securities:

	Group	
	As At 30/6/2016 RM'000	As At 31/12/2015 RM'000
As at beginning of year/period	203	129
Gain in fair value adjustment	25	74
As at end of the year/period	228	203
At market value	228	203

8. Status of Corporate Proposal

- a) Proposed acquisition by Halex Realty Sdn Bhd of the remaining 75% equity interest in Kensington Development Sdn Bhd comprising 3,750,000 ordinary shares of RM1.00 each from Bestempire Limited via cash consideration of RM21,000,000;
- b) Proposed diversification of the existing core business of Halex Holdings Berhad ("Halex" or "the Company") and its subsidiaries to include property development;
- c) Proposed renounceable two-call rights issue of new ordinary shares of RM0.50 each in Halex ("Shares") together with free detachable warrants to the shareholders of Halex whose names appear in the Record of Depositors of the Company on the date to be determined by the Board of Directors of Halex;
- d) Proposed establishment and implementation of the Employee Share Scheme ("ESS") of up to ten percent (10%) of the Company's total issued and paid-up share capital (excluding treasury shares) at any one time during the duration of the ESS for the executive director(s) and/or employee(s) of Halex and its non-dormant subsidiary companies who meets the criteria for participation in the ESS as set out in the by-laws governing the ESS;
- e) Proposed increase in the authorised share capital of Halex from RM100,000,000 comprising 200,000,000 Shares to RM500,000,000 comprising 1,000,000,000 Shares; and
- f) Proposed amendment to the Memorandum and Articles of Association of Halex.

(Collectively the "Proposals")

The details of the Proposals can be referred to in the announcements made to Bursa Malaysia Securities Berhad on 20 March 2015, 21 April 2015, 16 July 2015, 3 August 2015, 3 September 2015, 14 December 2015 and 18 April 2016 respectively.



Interim Report for the 6-months Financial Period Ended 30 June 2016

9. Borrowings

The Group's borrowings as at 30 June 2016 and 31 December 2015 are as follows:

	Secured As at 30/6/2016 RM'000	Secured As at 31/12/2015 RM'000
Short-term borrowings		
Term loan	2,405	2,143
Finance lease and hire purchase payable	48	56
Bills payable	7,011	3,836
Bank overdraft	3,822	3,304
	<u>13,286</u>	<u>9,339</u>
Long-term borrowings		
Term loan	12,672	10,374
Finance lease and hire purchase payable	81	105
	<u>12,753</u>	<u>10,479</u>
Total	<u>26,039</u>	<u>19,818</u>

There was no unsecured debt during the current quarter and financial year to-date.

10. Material Litigation

There were no material litigations involving the Group as at the date of this interim report.

11. Loss Per Share

(a) Basic

The basic loss per share is calculated by dividing the profit attributable to equity holders of the Company for the period by the weighted average number of ordinary shares in issue during the financial period under review.

	Individual Quarter Current Year Quarter 30/6/2016	Cumulative Quarter Current Year to- Date 30/6/2016
Loss attributable to equity holders of the Company (RM'000)	(467)	(1,083)
Weighted average number of ordinary shares in issue ('000)	105,973	105,973
Basic loss per share (sen)	(0.44)	(1.02)

(b) Diluted

The calculation of diluted earnings per ordinary share is the same with basic earnings per ordinary share as the Group has no dilutive potential ordinary shares.



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12. Notes To The Statements Of Comprehensive Income

The following items have been included in arriving at loss before tax:-

	Individual Quarter Current Year Quarter 30.6.2016 (RM'000)	Cumulative Quarter Current Year To Date 30.6.2016 (RM'000)
Interest income	4	11
Other income including investment income	1	68
Interest expense	382	742
Depreciation and amortisation	657	1,246
Provision for and write off of receivables	47	92
Provision for and write off of inventories	-	-
Gain/ (Loss) on disposal of quoted or unquoted investments or properties	-	-
Impairment of assets	-	-
Foreign exchange gain or loss	64	134
Gain or loss on derivatives	-	-
Exceptional items	-	-

By Order of the Board
HALEX HOLDINGS BERHAD
(206220 – U),

Lim Hooi Mooi
Company Secretary
Kuala Lumpur
30 August 2016



Interim Report for the 3-months Financial Period Ended 31 March 2015

Unaudited Condensed Consolidated Statement of Comprehensive Income

	<u>INDIVIDUAL</u> <u>QUARTER</u> (6 mths) Current Year Quarter 31/03/2015 RM'000	<u>CUMULATIVE</u> <u>QUARTER</u> (6 mths) Current Year to-Date 31/03/2015 RM'000
Revenue	31,244	59,266
Less: Cost of sales	(24,727)	(46,604)
Gross profit	<u>6,517</u>	<u>12,662</u>
Other income	332	398
Fair value gain on biological assets	-	-
Fair value gain on agriculture produce harvested	-	-
Administration and other expenses	(2,674)	(5,310)
Selling and marketing expenses	(2,687)	(4,974)
Finance costs	(291)	(660)
Share of results of associate	(18)	(39)
Profit before taxation	<u>1,179</u>	<u>2,077</u>
Less: Taxation	(407)	(785)
Profit after taxation	<u>772</u>	<u>1,292</u>
Other comprehensive income		
Foreign currency translation	31	33
Net surplus arising from revaluation of properties	-	-
Other comprehensive income for the period	<u>31</u>	<u>33</u>
Total comprehensive income for the period	<u>803</u>	<u>1,325</u>
Profit attributable to :		
Equity holders of the Company	<u>772</u>	<u>1,292</u>
Total comprehensive income attributable to :		
Equity holders of the Company	<u>803</u>	<u>1,325</u>
Profit per share attributable to equity holders of the Company:		
Basic (sen)	0.73	1.22
Diluted (sen)	n/a	n/a