

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statements of Comprehensive Income For The Financial Year Ended 30 June 2013 - Unaudited

	Note	Individual Period		Cumulative Period	
		3 months ended		6 months ended	
		30.6.2013 RM'000	30.6.2012 RM'000	30.6.2013 RM'000	30.6.2012 RM'000
Revenue	9	20,256	19,234	36,831	40,213
Cost of sales		(16,659)	(16,495)	(31,583)	(34,818)
<b>Gross profit</b>		<b>3,597</b>	<b>2,739</b>	<b>5,248</b>	<b>5,395</b>
Other items of income:					
– Interest income		569	602	1,104	1,137
– Other income		689	96	877	240
Operating expenses		(3,325)	(2,704)	(6,242)	(6,162)
<b>Operating profit</b>		<b>1,530</b>	<b>733</b>	<b>987</b>	<b>610</b>
Finance costs		(10)	(7)	(21)	(13)
<b>Profit before taxation</b>	9 & 19	<b>1,520</b>	<b>726</b>	<b>966</b>	<b>597</b>
Taxation	20	(625)	(507)	(1,122)	(1,197)
<b>Profit/(Loss) for the period</b>		<b>895</b>	<b>219</b>	<b>(156)</b>	<b>(600)</b>
<b>Other comprehensive loss, net of tax</b>					
Foreign currency translation differences for foreign operations		1,084	1,335	1,445	(283)
<b>Total comprehensive income/(loss) for the period</b>		<b>1,979</b>	<b>1,554</b>	<b>1,289</b>	<b>(883)</b>

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statements of Comprehensive Income For The Financial Year Ended 30 June 2013 - Unaudited (Continued)

		Individual Period		Cumulative Period	
	Note	3 months ended		6 months ended	
		30.6.2013	30.6.2012	30.6.2013	30.6.2012
		RM'000	RM'000	RM'000	RM'000
<b>(Loss)/Profit attributable to:</b>					
Owners of the Company		939	254	(63)	(616)
Non-controlling interests		(44)	(35)	(93)	16
<b>Profit/(Loss) for the period</b>					
		895	219	(156)	(600)
<b>Total comprehensive (loss)/profit attributable to:</b>					
Owners of the Company		2,023	1,589	1,382	(899)
Non-controlling interests		(44)	(35)	(93)	16
<b>Total comprehensive income/(loss) for the period</b>					
		1,979	1,554	1,289	(883)
<b>Earnings per share attributable to owners of the Company:</b>					
- Basic	25	0.34	0.09	(0.02)	(0.22)
- Diluted	25	N/A	N/A	N/A	N/A

### Notes:

“N/A” – Not applicable

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statement of Financial Position As at 30 June 2013 - Unaudited

	Note	<u>Unaudited</u> As at 30.6.2013  RM'000	<u>Audited</u> As at 31.12.2012  RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	10	84,900	89,507
Investment properties		23,798	23,830
Other investments		182	179
Goodwill		4,932	4,932
		<hr/>	<hr/>
		113,812	118,448
		<hr/>	<hr/>
<b>Current assets</b>			
Inventories		9,939	10,133
Property development costs		62,422	62,200
Trade and other receivables		35,869	33,642
Prepaid expenses		721	1,201
Tax recoverable		2,755	2,791
Deposits with licensed banks		77,757	76,138
Cash and bank balances		8,923	6,876
		<hr/>	<hr/>
		198,386	192,981
		<hr/>	<hr/>
<b>TOTAL ASSETS</b>	9	<u>312,198</u>	<u>311,429</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		139,357	139,357
Share premium		1,281	1,281
Treasury shares		(947)	(947)
Capital reserve		308	308
Currency translation reserve		(358)	(1,803)
Retained profits		131,522	131,585
		<hr/>	<hr/>
		271,163	269,781
<b>Non-controlling interests</b>		<hr/>	<hr/>
		1,664	1,757
		<hr/>	<hr/>
<b>Total equity</b>		<u>272,827</u>	<u>271,538</u>
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# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statement of Financial Position As at 30 June 2013 - Unaudited (Continued)

	<b>Note</b>	<b><u>Unaudited</u></b> <b>As at</b> <b>30.6.2013</b>  <b>RM'000</b>	<b><u>Audited</u></b> <b>As at</b> <b>31.12.2012</b> <b>(restated)</b> <b>RM'000</b>
<b>Non-current liabilities</b>			
Finance lease liabilities	22	703	794
Deferred tax liabilities		23,276	23,359
		<hr/>	<hr/>
		23,979	24,153
		<hr/>	<hr/>
<b>Current liabilities</b>			
Trade and other payables		14,458	15,038
Finance lease liabilities	22	180	175
Provision for taxation		754	525
		<hr/>	<hr/>
		15,392	15,738
		<hr/>	<hr/>
<b>Total liabilities</b>		39,371	39,891
		<hr/>	<hr/>
<b>TOTAL EQUITY AND LIABILITIES</b>		312,198	311,429
		<hr/> <hr/>	<hr/> <hr/>
<b>Net assets per share</b>			
<b>attributable to owners of the Company (RM)</b>		0.98	0.97
		<hr/> <hr/>	<hr/> <hr/>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statement Of Changes In Equity For The Financial Year Ended 30 June 2013 - Unaudited

Note	Attributable to shareholders of the Company						Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share premium RM'000	Treasury shares RM'000	Capital reserve RM'000	Currency translation reserve RM'000	Retained profits RM'000			
<b>At 1 January 2013</b>	139,357	1,281	(947)	308	(1,803)	131,585	269,781	1,757	271,538
Total comprehensive (loss)/income for the period	-	-	-	-	1,445	(63)	1,382	(93)	1,289
<b>At 30 June 2013</b>	139,357	1,281	(947)	308	(358)	131,522	271,163	1,664	272,827

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statement Of Changes In Equity For The Financial Year Ended 30 June 2013 - Unaudited (Continued)

Note	Attributable to shareholders of the Company						Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share premium RM'000	Treasury shares RM'000	Capital reserve RM'000	Currency translation reserve RM'000	Retained profits RM'000			
<b>At 1 January 2012</b>	139,357	1,281	(947)	-	408	134,705	274,804	2,448	277,252
Total comprehensive (loss)/income for the period	-	-	-	-	(283)	(616)	(899)	16	(883)
<b>At 30 June 2012</b>	139,357	1,281	(947)	-	125	134,089	273,905	2,464	276,369

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statement of Cash Flows For The Financial Year Ended 30 June 2013 - Unaudited

	Cumulative Period	
	6 months ended	
	30.6.2013	30.6.2012
	RM'000	RM'000
<b>Cash flows from operating activities</b>		
Profit before taxation	966	597
Adjustments for non-cash items	3,922	4,076
Operating profit before working capital changes	4,888	4,673
Working capital changes		
Inventories	194	1,965
Property development costs	(222)	(80)
Receivables, deposits and prepayments	(1,747)	513
Payables and accruals	(580)	(4,708)
Cash generated from operations	2,533	2,363
Interest paid	(21)	(13)
Interest received	1,104	1,137
Income tax paid	(996)	(562)
Income tax recovered	56	43
<b>Net cash from operating activities</b>	<b>2,676</b>	<b>2,968</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(352)	(545)
Proceeds from disposal of property, plant and equipment	625	216
Increase in equity interest in a subsidiary company	-	-
Purchase of other investments	(3)	-
<b>Net cash from/(used in) investing activities</b>	<b>270</b>	<b>(329)</b>

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statement of Cash Flows For The Financial Year Ended 30 June 2013 - Unaudited (Continued)

	Cumulative Period	
	6 months ended 30.6.2013 RM'000	30.6.2012 RM'000
<b>Cash flows from financing activities</b>		
Repayment of finance lease liabilities	(87)	(130)
Dividends paid on ordinary shares	-	-
Purchase of treasury shares	-	-
<b>Net cash used in financing activities</b>	<b>(87)</b>	<b>(130)</b>
<b>Net increase in cash and cash equivalents</b>	<b>2,859</b>	<b>2,509</b>
<b>Cash and cash equivalents at beginning of the financial period</b>	<b>83,014</b>	<b>81,317</b>
<b>Effects of foreign exchange rate changes</b>	<b>807</b>	<b>(147)</b>
<b>Cash and cash equivalents at end of the financial period</b>	<b>86,680</b>	<b>83,679</b>
<b>Cash and cash equivalents comprise:</b>		
Deposits with licensed banks	77,757	74,950
Cash and bank balances	8,923	8,729
Bank overdrafts	-	-
	<b>86,680</b>	<b>83,679</b>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.



# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Notes To The Condensed Consolidated Interim Financial Statements

In compliance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting and application of MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards

Hil Industries Berhad is a public limited liability company, incorporated and domiciled in Malaysia and is listed on the Main Market of the Bursa Malaysia Securities Berhad.

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 28 August 2013.

### 1. Basis of Preparation

These condensed consolidated interim financial statements have been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad and MFRS 134, *Interim Financial Reporting*, issued by the Malaysian Accounting Standards Board (“MASB”). These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2012. These explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2012.

These condensed consolidated interim financial statements are the Group’s first Malaysian Financial Reporting Standards (“MFRS”) condensed consolidated interim financial statements for part of the period covered by the Group’s first MFRS annual financial statements for the financial year ending 31 December 2012. MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards* has been applied.

The date of transition to the MFRS framework is on 1 January 2011. At that transition date, the Group reviewed its accounting policies and considered the transitional opportunities under MFRS 1. The impact of the transition from FRS to MFRS is described in Note 2 below.

The preparation of an interim financial report in conformity with MFRS 134 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Notes To The Condensed Consolidated Interim Financial Statements (Continued)

In compliance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting and application of MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards

### 2. Significant Accounting Policies and Application of MFRS 1

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 December 2012 except for the adoption of the following new Malaysian Financial Reporting Standards (“MFRS”) and Interpretations, and amendments to certain Standards and Interpretations effective 1 January 2013 as disclosed below:

#### Effective for financial periods beginning on or after 1 July 2012

Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income
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#### Effective for financial periods beginning on or after 1 January 2013

MFRS 3	Business Combinations (IFRS 3 issued by IASB in March 2004)
MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits
MFRS 127 (2011)	Consolidated and Separate Financial Statements (IAS 27 revised by IASB in December 2003)
MFRS 127	Separate Financial Statements (IAS 27 as amended by IASB in May 2011)
MFRS 128	Investments in Associates and Joint Ventures (IAS 28 as amended by IASB in May 2011)
Amendments to MFRS 1	Government Loans
Amendments to MFRS 7	Disclosures - Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 10, MFRS 11 and MFRS 12	Consolidated Financial Statements, Joint Arrangement and Disclosure of Interests in Other Entities: Transition Guidance
Improvements to MFRSs (2012)	Annual Improvements 2009 - 2011 Cycle

The adoption of the above-mentioned revised MFRSs, Amendments and Interpretations did not have any effect on the financial performance or position of the Group.

At the date of authorisation of these interim financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

#### Effective for financial periods beginning on or after 1 January 2014

Amendments to MFRS 10, MFRS 12 and MFRS 127	Investment Entities
Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities

# **HIL INDUSTRIES BERHAD**

(Company No: 8812-M)

## **Notes To The Condensed Consolidated Interim Financial Statements (Continued)**

In compliance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting and application of MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards

### **2. Significant Accounting Policies and Application of MFRS 1 (Continued)**

#### Effective for financial periods beginning on or after 1 January 2015

MFRS 9 (IFRS 9 as issued by IASB in November 2009)	Financial Instruments
MFRS 9 (IFRS 9 as issued by IASB in October 2010)	Financial Instruments

The Group will adopt the above pronouncements when they become effective in the respective financial periods. The adoption of MFRS 9 will result in a change in accounting policy. The Group is currently assessing the

The initial application of other standards, amendments and interpretations is not expected to have any material financial impact to the current and prior periods’ financial statements.

### **3. Auditors’ Report on Preceding Annual Financial Statements**

The auditors’ report on the financial statements for the financial year ended 31 December 2012 was not qualified.

# **HIL INDUSTRIES BERHAD**

(Company No: 8812-M)

## **Notes To The Condensed Consolidated Interim Financial Statements (Continued)**

In compliance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting and application of MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards

### **4. Comments about Seasonal or Cyclical Factors**

The business operations of the Group are not materially affected by any seasonal or cyclical factors during the quarter under review.

### **5. Unusual Items due to their Nature, Size or Incidence**

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

### **6. Changes in Estimates**

There were no changes in estimates that have had material effect in the current quarter and financial period-to-date results.

### **7. Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the financial period-to-date.

### **8. Dividends Paid**

No dividend was paid in the current financial period-to-date.

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Notes To The Condensed Consolidated Interim Financial Statements (Continued)

In compliance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting and application of MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards

### 9. Operating Segments

Segment information is presented in respect of the Group’s business segments.

	Cumulative Period	
	6 months ended	
	30.6.2013	30.6.2012
	RM’000	RM’000
<b>Segment Revenue</b>		
Revenue from:		
Manufacturing	35,960	39,549
Property development and management	1,023	903
Trading, services and others	-	-
Total revenue including inter-segment revenue	36,983	40,452
Elimination of inter-segment revenue	(152)	(239)
Revenue from external customers	36,831	40,213
<b>Segment Results (External)</b>		
Results from:		
Manufacturing	405	428
Property development and management	559	173
Trading, services and others	2	(4)
Profit before tax	966	597

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Notes To The Condensed Consolidated Interim Financial Statements (Continued)

In compliance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting and application of MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards

### 9. Operating Segments (Continued)

	Cumulative Period	
	6 months ended	
	30.6.2013	30.6.2012
	RM'000	RM'000
<b>Segment Assets</b>		
Segment assets of:		
Manufacturing	192,593	199,046
Property development and management	111,653	110,639
Trading, services and others	265	293
	<hr/>	<hr/>
	304,511	309,978
Unallocated assets	7,687	7,717
	<hr/>	<hr/>
Total consolidated assets	312,198	317,695
	<hr/>	<hr/>

### 10. Property, Plant and Equipment

#### *Acquisitions and disposals*

During the six months ended 30 June 2013, the Group acquired items of property, plant and equipment with a cost of RM352,000 (six months ended 30 June 2012: RM908,000). Items of property, plant and equipment with a net book value of RM586,000 were disposed of during the six months ended 30 June 2013 (six months ended 30 June 2012: RM32,000), resulting in a gain on disposal of RM39,000 (six months ended 30 June 2012: gain on disposal of RM184,000).

#### *Valuation*

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

# **HIL INDUSTRIES BERHAD**

(Company No: 8812-M)

## **Notes To The Condensed Consolidated Interim Financial Statements (Continued)**

In compliance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting and application of MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards

### **11. Subsequent Events**

There were no material events subsequent to the end of the financial period-to-date.

### **12. Changes in Composition of the Group**

There were no changes in the composition of the Group in the current financial period-to-date.

### **13. Changes in Contingent Liabilities or Contingent Assets**

There were no contingent liabilities or contingent assets since the last annual balance sheet as at 31 December 2012.

### **14. Capital Commitments**

There were no capital commitments as at 30 June 2013.

# **HIL INDUSTRIES BERHAD**

(Company No: 8812-M)

## **Notes To The Condensed Consolidated Interim Financial Statements (Continued)**

In compliance with Bursa Malaysia Listing Requirements: Chapter 9, Appendix 9B, Part A

### **15. Performance Review**

The revenue and profit before tax recorded by the Group for the financial period-to-date was RM36.831 million and RM0.966 million respectively.

This represented a decrease of RM3.382 million in revenue or 8.41% of the revenue for the same period in the previous financial year ended 31 December 2012.

For the cumulative six months ended 30 June 2013, the increase in the results for the financial period-to-date was RM0.369 million or 61.81% of the results for the same period in the previous financial year ended 31 December 2012. The decrease in revenue was mainly attributed to the lower demand from our overseas subsidiary.

The performance of the respective operating segments for the financial period-to-date as compared to the corresponding financial period-to-date in the preceding financial year is analysed as follows:

#### **a) Manufacturing segment**

The manufacturing segment registered a decrease in revenue and results for the current financial period-to-date of 9.07% and 5.37% respectively as compared to the revenue and results in the corresponding financial period-to-date in the preceding financial year. The performance of our overseas subsidiary was substantially affected by the global slowdown in demand for the information technology industry's products, as well as from the domestic market.

#### **b) Property development and management segment**

Profit before tax from this segment registered an increase of 223.12% as this was mainly due to the good occupancy of the shoplots in the current financial period-to-date.

#### **c) Trading, services and others segment**

This segment is not active.



# **HIL INDUSTRIES BERHAD**

(Company No: 8812-M)

## **Notes To The Condensed Consolidated Interim Financial Statements (Continued)**

In compliance with Bursa Malaysia Listing Requirements: Chapter 9, Appendix 9B, Part A

### **16. Variation of Results Against Preceding Quarter**

The revenue and profit before tax for the current quarter were RM20.256 million and RM1.520 million respectively compared to revenue of RM16.575 million and loss before tax of RM0.554 million for the immediate preceding quarter ended 31 March 2013. This was mainly attributed to an increase in demand for the local automotive industries, and a favourable movement in foreign exchange. As for our overseas subsidiary, there is a decreased in revenue due to lower demand, but due to better cost control there is an improvement in results for this quarter.

### **17. Current Year Prospects**

The global economic outlook still appears unstable and is still relatively weak.

Our outlook remain cautiously optimistic. The Group's domestic performance from the automotive industries will continue to be a key contributor to HIL's overall performance. HIL will leverage on this to increase its market share in the automotive industry, and expect to improve our results in the coming months

At the same time, the management will endeavour to improve the results of the Group's overseas subsidiary.

For the property segment, the demand for rented properties is expected to remain positive.

### **18. Profit Forecast or Profit Guarantee**

The Group did not issue any profit forecast or profit guarantee.

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Notes To The Condensed Consolidated Interim Financial Statements (Continued)

In compliance with Bursa Malaysia Listing Requirements: Chapter 9, Appendix 9B, Part A

### 19. Profit before taxation

	<u>Current Quarter</u> 3 months ended 30.6.2013 RM'000	<u>Year-To- Date</u> 6 months ended 30.6.2013 RM'000
Profit before taxation is arrived at after charging:		
Depreciation of property, plant and equipment and investment properties	2,469	5,043
Interest expense	10	21
Net foreign exchange gain:		
– Realised	17	30
– Unrealised	(275)	(275)
	<hr/> <hr/>	<hr/> <hr/>

### 20. Taxation

	<u>Individual Period</u>		<u>Cumulative Period</u>	
	3 months ended		6 months ended	
	30.6.2013	30.6.2012	30.6.2013	30.6.2012
	RM'000	RM'000	RM'000	RM'000
In respect of current financial year:				
– Malaysian income tax	666	585	1,206	1,276
– Deferred tax	(62)	(10)	(105)	(11)
	604	575	1,101	1,265
In respect of prior financial years:				
– Deferred tax	21	(68)	21	(68)
	21	(68)	21	(68)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
	625	507	1,122	1,197

The effective tax rate for the current quarter and the financial period-to-date was higher than the statutory tax rate principally due to the losses of certain subsidiary companies which cannot be set off against the taxable profits made by other subsidiary companies, and certain expenses which are not deductible for tax purposes.

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Notes To The Condensed Consolidated Interim Financial Statements (Continued)

In compliance with Bursa Malaysia Listing Requirements: Chapter 9, Appendix 9B, Part A

### 21. Status of Corporate Proposals

There were no corporate proposals announced.

### 22. Borrowings

	As at 30.6.2013 RM'000	As at 31.12.2012 RM'000
<b>Non-current</b>		
– Secured	703	794
<b>Current</b>		
– Secured	180	175
	<hr/>	<hr/>
	883	969
	<hr/> <hr/>	<hr/> <hr/>

### 23. Material Litigation

As at the reporting date, there was no material litigation against the Group.

### 24. Dividend

No dividend has been declared for the financial period ended 30 June 2013.

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Notes To The Condensed Consolidated Interim Financial Statements (Continued)

In compliance with Bursa Malaysia Listing Requirements: Chapter 9, Appendix 9B, Part A

### 25. Earnings Per Share

#### (a) Basic earnings per share

Basic earnings per share is calculated by dividing the profit/(loss) for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period.

	Individual Period		Cumulative Period	
	3 months ended		6 months ended	
	30.6.2013	30.6.2012	30.6.2013	30.6.2012
Profit/(Loss) for the period attributable to owners of the Company (RM'000)	939	254	(63)	(616)
Weighted average number of ordinary shares in issue ('000)	276,617	276,617	276,617	276,617
Basic earnings per share (sen)	0.34	0.09	(0.02)	(0.22)

#### (b) Diluted earnings per share

Diluted earnings per share is not disclosed as it is not applicable.

### 26. Breakdown of retained profits into realised and unrealised profits or losses

The breakdown of the retained profits of the Group as at the reporting date, into realised and unrealised profits or losses, is as follows:

	As at 30.6.2013 RM'000	As at 31.12.2012 RM'000
Realised and unrealised profits/(losses) of the Company and its subsidiaries:		
- Realised	171,240	171,899
- Unrealised	(7,837)	(8,277)
	163,403	163,622
Less: Consolidation adjustments	(31,881)	(32,037)
Total retained profits	131,522	131,585