

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statements of Comprehensive Income For The Financial Year Ended 31 December 2013 - Unaudited

		Individual Period		Cumulative Period	
		3 months ended		12 months ended	
		RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	9	23,697	21,772	81,650	79,732
Cost of sales		(19,162)	(20,207)	(67,734)	(69,579)
<b>Gross profit</b>		4,535	1,565	13,916	10,153
Other items of income:					
– Interest income		678	565	2,415	2,245
– Other income		108	938	1,207	1,178
Operating expenses		(2,364)	(3,414)	(11,930)	(12,969)
<b>Operating profit/(loss)</b>		2,957	(346)	5,608	607
Finance costs		(10)	(11)	(41)	(34)
<b>Profit/(Loss) before taxation</b>	9 & 19	2,947	(357)	5,567	573
Taxation	20	(807)	(1,678)	(2,859)	(3,649)
<b>Profit/(Loss) for the period</b>		2,140	(2,035)	2,708	(3,076)
<b>Other comprehensive profit/(loss), net of tax</b>					
Foreign currency translation differences for foreign operations		436	246	2,587	(2,212)
<b>Total comprehensive income/(loss) for the period</b>		2,576	(1,789)	5,295	(5,288)

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statements of Comprehensive Income For The Financial Year Ended 31 December 2013 - Unaudited (Continued)

		Individual Period		Cumulative Period	
	Note	3 months ended		12 months ended	
		31.12.2013	31.12.2012	31.12.2013	31.12.2012
		RM'000	RM'000	RM'000	RM'000
<b>Profit/(Loss) attributable to:</b>					
Non-controlling interests		(19)	(8)	(127)	43
<b>Profit/(Loss) for the period</b>		2,140	(2,035)	2,708	(3,076)
<b>Total comprehensive profit/(loss) attributable to:</b>					
Owners of the Company		2,595	(1,781)	5,422	(5,331)
Non-controlling interests		(19)	(8)	(127)	43
<b>Total comprehensive income/(loss) for the period</b>		2,576	(1,789)	5,295	(5,288)
<b>Earnings per share attributable to owners of the Company:</b>					
- Basic	25	0.78	(0.73)	1.02	(1.13)
- 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 31 December 2013 - Unaudited

	Note	<u>Unaudited</u> As at 31.12.2013 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	80,033	89,507
Investment properties		23,767	23,830
Other investments		184	179
Goodwill		4,932	4,932
		<hr/>	<hr/>
		108,916	118,448
		<hr/>	<hr/>
<b>Current assets</b>			
Inventories		12,271	10,133
Property development costs		62,667	62,201
Trade and other receivables		41,053	33,642
Prepaid expenses		1,177	1,201
Tax recoverable		2,760	2,791
Deposits with licensed banks		87,694	76,137
Cash and bank balances		6,800	6,876
		<hr/>	<hr/>
		214,422	192,981
		<hr/>	<hr/>
<b>TOTAL ASSETS</b>	9	<u><u>323,338</u></u>	<u><u>311,429</u></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		784	(1,803)
Retained profits		134,420	131,585
		<hr/>	<hr/>
		275,203	269,781
<b>Non-controlling interests</b>		<hr/>	<hr/>
		1,630	1,757
		<hr/>	<hr/>
<b>Total equity</b>		<u>276,833</u>	<u>271,538</u>
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# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statement of Financial Position As at 31 December 2013 - Unaudited (Continued)

	Note	<u>Unaudited</u> As at 31.12.2013 RM'000	<u>Audited</u> As at 31.12.2012 RM'000
<b>Non-current liabilities</b>			
Finance lease liabilities	22	610	794
Deferred tax liabilities		23,238	23,359
		<hr/>	<hr/>
		23,848	24,153
		<hr/>	<hr/>
<b>Current liabilities</b>			
Trade and other payables		21,471	15,038
Finance lease liabilities	22	184	175
Provision for taxation		1,002	525
		<hr/>	<hr/>
		22,657	15,738
		<hr/>	<hr/>
<b>Total liabilities</b>		46,505	39,891
		<hr/>	<hr/>
<b>TOTAL EQUITY AND LIABILITIES</b>		323,338	311,429
		<hr/> <hr/>	<hr/> <hr/>
<b>Net assets per share</b>			
<b>attributable to owners of the Company (RM)</b>		0.99	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 31 December 2013 - Unaudited

Note	Attributable to shareholders of the Company						Total RM'000	controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share premium RM'000	Treasury shares RM'000	Capital reserve RM'000	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 income/(loss) for the year	-	-	-	-	2,587	2,835	5,422	(127)	5,295
<b>At 31 December 2013</b>	139,357	1,281	(947)	308	784	134,420	275,203	1,630	276,833

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statement Of Changes In Equity For The Financial Year Ended 31 December 2013 - Unaudited (Continued)

Note	Attributable to shareholders of the Company							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	Total RM'000		
<b>Audited</b>									
<b>At 1 January 2012</b>	139,357	1,281	(947)	-	409	134,704	274,804	2,448	277,252
Total comprehensive (loss)/income for the year	-	-	-	-	(2,212)	(3,119)	(5,331)	43	(5,288)
<u>Transactions with owners:</u>									
Increase/(Decrease) in equity	-	-	-	-	-	-	-	-	-
interest in subsidiary company	-	-	-	308	-	-	308	(734)	(426)
<b>At 31 December 2012</b>	139,357	1,281	(947)	308	(1,803)	131,585	269,781	1,757	271,538

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 31 December 2013 - Unaudited

	Cumulative Period	
	12 months ended RM'000	RM'000
<b>Cash flows from operating activities</b>		
Profit before taxation	5,567	573
Adjustments for non-cash items	7,674	8,863
Operating profit before working capital changes	13,241	9,436
Working capital changes		
Inventories	(2,138)	5,554
Property development costs	(466)	(86)
Receivables, deposits and prepayments	(7,387)	(705)
Payables and accruals	6,433	(6,215)
Cash generated from operations	9,683	7,984
Interest paid	(41)	(34)
Interest received	2,415	2,245
Income tax paid	(2,561)	(3,500)
Income tax recovered	88	45
<b>Net cash from operating activities</b>	<b>9,584</b>	<b>6,740</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(565)	(2,698)
Proceeds from disposal of property, plant and equipment	1,121	245
Increase in equity interest in a subsidiary company	-	(427)
Purchase of other investments	(5)	(5)
<b>Net cash from/(used in) investing activities</b>	<b>551</b>	<b>(2,885)</b>

# HIL INDUSTRIES BERHAD

(Company No: 8812-M)

## Condensed Consolidated Statement of Cash Flows For The Financial Year Ended 31 December 2013 - Unaudited (Continued)

	Cumulative Period	
	12 months ended 31.12.2013	31.12.2012
	RM'000	RM'000
<b>Cash flows from financing activities</b>		
Repayment of finance lease liabilities	(175)	(258)
<b>Net cash used in financing activities</b>	(175)	(258)
<b>Net increase in cash and cash equivalents</b>	9,960	3,597
<b>Cash and cash equivalents at beginning of the financial year</b>	83,013	81,317
<b>Effects of foreign exchange rate changes</b>	1,521	(1,901)
<b>Cash and cash equivalents at end of the financial year</b>	94,494	83,013
<b>Cash and cash equivalents comprise:</b>		
Deposits with licensed banks	87,694	76,137
Cash and bank balances	6,800	6,876
Bank overdrafts	-	-
	94,494	83,013

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

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 27 February 2014.

### **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 financial impact of adopting MFRS 9.

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	
	12 months ended	
	31.12.2013	31.12.2012
	RM’000	RM’000
<b>Segment Revenue</b>		
Manufacturing	79,901	78,156
Property development and management	2,053	1,901
Total revenue including inter-segment revenue	81,954	80,057
Elimination of inter-segment revenue	(304)	(325)
Revenue from external customers	81,650	79,732
<b>Segment Results (External)</b>		
Results from:		
Manufacturing	4,394	(1,146)
Property development and management	1,171	839
Trading, services and others	2	880
Profit before tax	5,567	573

# 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	
	12 months ended	
	31.12.2013 RM'000	31.12.2012 RM'000
<b>Segment Assets</b>		
Segment assets of:		
Manufacturing	203,459	192,371
Property development and management	111,917	111,073
Trading, services and others	269	261
	<hr/>	<hr/>
Unallocated assets	315,645	303,705
	7,693	7,724
	<hr/>	<hr/>
Total consolidated assets	323,338	311,429
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### 10. Property, Plant and Equipment

#### *Acquisitions and disposals*

During the financial year ended 31 December 2013, the Group acquired items of property, plant and equipment with a cost of RM565,000 (financial year ended 31 December 2012: RM3,743,000). Items of property, plant and equipment with a net book value of RM1,407,000 were disposed of during the financial year ended 31 December 2013 (financial year ended 31 December 2012: RM62,000), resulting in a loss on disposal of RM286,000 (financial year ended 31 December 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 31 December 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 RM81.650 million and RM5.567 million respectively.

This represented an increase of RM1.918 million in revenue or 2.41% of the revenue for the same period in the previous financial year ended 31 December 2012. The slight increase in revenue was mainly attributed to the improved demand from our Malaysian operations.

For the cumulative twelve months ended 31 December 2013, the increase in the results for the financial period-to-date was RM4.994 million or 871.55% of the results for the same period in the previous financial year ended 31 December 2012. The increase in results are mainly contributed from the better performance of our Malaysian operations and better cost control in 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 an increase in revenue and results for the current financial period-to-date of 2.23% and 483.42% respectively as compared to the revenue and results in the corresponding financial period-to-date in the preceding financial year. Improvement in our Malaysian and oversea operations has led to the overall increase in result.

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

Profit before tax from this segment registered an increase of 39.57% 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 RM23.697 million and RM2.947 million respectively compared to revenue of RM21.122 million and profit before tax of RM1.654 million for the immediate preceding quarter ended 30 September 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, the increase in revenue and a favourable cost saving has contributed to the improvement of the results.

### **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 is expected to continue to be positive. HIL will leverage on this to increase its market share in the automotive industry, and expect to further improve our results in the coming financial period.

At the same time, the management is encouraged with the improved results of the Group's overseas subsidiary, and its performance is expected to turn around next year.

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/(Loss) before taxation

	<u>Current Quarter</u> 3 months ended 31.12.2013 RM'000	<u>Year-To- Date</u> 12 months ended 31.12.2013 RM'000
Profit/(Loss) before taxation is arrived at after charging:		
Depreciation of property, plant and equipment and investment properties	2,338	9,762
Interest expense	10	41
Net foreign exchange gain:		
– Realised	80	70
– Unrealised	(64)	(424)
	<hr/> <hr/>	<hr/> <hr/>

### 20. Taxation

	<u>Individual Period</u>		<u>Cumulative Period</u>	
	3 months ended		12 months ended	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
In respect of current financial year:				
– Malaysian income tax	761	575	2,912	2,626
– Foreign tax	-	878	-	878
– Deferred tax	(25)	215	(143)	203
	736	1,668	2,769	3,707
In respect of prior financial years:				
– Malaysian income tax	72	10	70	10
– Deferred tax	(1)	-	20	(68)
	71	10	90	(58)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
	807	1,678	2,859	3,649

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 31.12.2013 RM'000	As at 31.12.2012 RM'000
<b>Non-current</b>		
– Secured	610	794
<b>Current</b>		
– Secured	184	175
	<hr/> 794	<hr/> 969
	<hr/> <hr/>	<hr/> <hr/>

### 23. Material Litigation

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

### 24. Dividend

The Board of Directors has proposed a first and final single tier dividend of 3% or 1.5 sen per ordinary share of RM0.50 each, in respect of the financial year ended 31 December 2013, which is subject to shareholders' approval at the forthcoming Annual General Meeting. The entitlement and payment dates have yet to be fixed and will be announced later.

# 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 31.12.2013	31.12.2012	12 months ended 31.12.2013	31.12.2012
Profit/(Loss) for the period attributable to owners of the Company (RM'000)	2,159	(2,027)	2,835	(3,119)
Weighted average number of ordinary shares in issue ('000)	276,617	276,617	276,617	276,617
Basic earnings per share (sen)	0.78	(0.73)	1.02	(1.13)

#### (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 31.12.2013 RM'000	As at 31.12.2012 RM'000
Realised and unrealised profits of the Company and its subsidiaries:		
- Realised	173,809	171,899
- Unrealised	(7,651)	(8,277)
	166,158	163,622
Less: Consolidation adjustments	(31,738)	(32,037)
Total retained profits	134,420	131,585