

**HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)**  
**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2005**

**Unaudited Condensed Consolidated Balance Sheet**

	<b>As At 30-Sep-05 (RM'000)</b>	<b>As At 31-Dec-04 (RM'000)</b>
<b>Property, Plant &amp; Equipment</b>	39,108	40,860
<b>Intangible Assets</b>		
<b>Goodwill</b>	24	24
<b>Current Assets</b>		
<b>Inventories</b>	9,224	11,380
<b>Trade &amp; Other Debtors</b>	24,787	30,059
<b>Cash and Bank</b>	961	1,021
	<b>34,972</b>	<b>42,460</b>
<b>Current Liabilities</b>		
<b>Trade &amp; Other Creditors</b>	17,825	20,050
<b>Overdraft &amp; Short Term Borrowings</b>	24,547	26,046
<b>Taxation</b>	156	1,233
	<b>42,528</b>	<b>47,329</b>
<b>Net Current Assets / (Liabilities)</b>	<b>(7,556)</b>	<b>(4,869)</b>
	<b>31,576</b>	<b>36,015</b>
<b>Shareholder's Fund</b>		
<b>Share Capital</b>	40,042	40,042
<b>Reserves</b>		
<b>Revaluation Reserve</b>	8	8
<b>Retained Profit</b>	(10,769)	(7,070)
	<b>29,281</b>	<b>32,980</b>
<b>Minority Interest</b>	-	-
<b>Long Term Liabilities</b>		
<b>Borrowings</b>	2,278	3,018
<b>Bonds (Debt Securities)</b>	-	-
<b>Other Deferred Liabilities</b>	17	17
	<b>31,576</b>	<b>36,015</b>
<b>Net Tangible Assets Per Share (Sen)</b>	<b>73.07</b>	<b>82.30</b>
<b>Total Assets Employed</b>	<b>74,104</b>	<b>83,344</b>

**(The Condensed Financial Statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2004)**