

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009

Condensed Consolidated Income Statements

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31-Mar-09 (RM'000)	31-Mar-08 (RM'000)	31-Mar-09 (RM'000)	31-Mar-08 (RM'000)
Revenue	17,018	17,394	17,018	17,394
Operating Expenses	(16,101)	(17,349)	(16,101)	(17,349)
Other Operating Income	153	152	153	152
Finance Cost	(299)	(396)	(299)	(396)
Share Of Loss Of An Associate Company	(15)	(12)	(15)	(12)
Profit/ (Loss) Before Tax	756	(211)	756	(211)
Taxation	(48)	-	(48)	-
Profit/ (Loss) For The Period	708	(211)	708	(211)
Attributable to:				
Equity Holders Of The Company	708	(211)	708	(211)
Minority Interest	708	(211)	708	(211)
Earnings/(Loss) Per Share				
Basic (sen)	1.77	(0.53)	1.77	(0.53)
Diluted (sen)	N/A	N/A	N/A	N/A

N/A : Not applicable

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009

Condensed Consolidated Balance Sheet

	As at 31-Mar-09 RM'000	As at 31-Dec-08 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	18,755	19,069
Investment properties	4,122	4,133
Prepaid interest in leased land	1,435	1,445
Investment in an associate company	1,800	1,815
	<u>26,112</u>	<u>26,462</u>
Current assets		
Inventories	6,039	6,257
Trade receivables	25,396	26,971
Other receivables	2,048	1,790
Tax recoverable	127	123
Fixed deposit placed with licensed bank	-	4
Cash and bank balances	911	651
	<u>34,521</u>	<u>35,796</u>
TOTAL ASSETS	<u>60,633</u>	<u>62,258</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	40,042	40,042
Capital reserves	8	8
Accumulated Losses	(24,439)	(25,147)
	<u>15,611</u>	<u>14,903</u>
Minority interest	-	-
Total equity	<u>15,611</u>	<u>14,903</u>
Non-current liabilities		
Borrowings	1,706	1,830
Deferred tax liabilities	39	39
	<u>1,745</u>	<u>1,869</u>
Current liabilities		
Trade payables	14,084	15,609
Other payables	7,200	6,177
Provisions	2,016	1,494
Borrowings	19,786	22,050
Tax payable	191	156
	<u>43,277</u>	<u>45,486</u>
Total liabilities	<u>45,022</u>	<u>47,355</u>
TOTAL EQUITY AND LIABILITIES	<u>60,633</u>	<u>62,258</u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (Sen)	38.99	37.22

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009

Condensed Consolidated Cash Flow Statement

	3 months ended 31-Mar-09 (RM'000)	3 months ended 31-Mar-08 (RM'000)
Net profit/(loss) before tax	756	(211)
Adjustment for non-cash items:-		
Non-cash items	1,822	(560)
Non-operating items	278	814
Operating profit before changes in working capital	<u>2,856</u>	<u>43</u>
Changes in working capital:-		
Net change in current assets	1,356	1,739
Net change in current liabilities	(1,111)	(2,263)
Tax paid	(17)	(5)
	<u>228</u>	<u>(529)</u>
Net cash flows from operating activities	<u>3,084</u>	<u>(486)</u>
Investment Activities		
Other investments	(173)	339
	<u>(173)</u>	<u>339</u>
Financing Activities		
Bank borrowings	(984)	1,573
	<u>(984)</u>	<u>1,573</u>
Net Change in Cash & Cash Equivalents	1,927	1,426
Cash & Cash Equivalents at beginning of year	<u>(2,248)</u>	<u>(1,318)</u>
Cash & Cash Equivalents at end of period	<u>(321)</u>	<u>108</u>

Cash and cash equivalents at the end of the financial period comprise the following:

Cash and bank balances	911	3,514
Fixed deposits	-	4
Bank overdrafts	(1,232)	(3,410)
	<u>(321)</u>	<u>108</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

**HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**

**Condensed Consolidated Statement of Changes in Equity
for The Period Ended 31 March 2009**

	<-----Attributable to Equity Holders of the Company----->				Total	Minority Interest	Total Equity
	Share Capital RM'000	Share Premium RM'000	Capital Reserves RM'000	Accumulated Losses RM'000			
At 1st January 2009	40,042	-	8	(25,147)	14,903	-	14,903
Profit for the financial period	-	-	-	708	708	-	708
At 31st March 2009	40,042	-	8	(24,439)	15,611	-	15,611
At 1st January 2008	40,042	-	8	(25,563)	14,487	-	14,487
Loss for the financial period	-	-	-	(211)	(211)	-	(211)
At 31st March 2008	40,042	-	8	(25,774)	14,276	-	14,276

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.