

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2009

Condensed Consolidated Income Statements

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-Sep-09 (RM'000)	30-Sep-08 (RM'000)	30-Sep-09 (RM'000)	30-Sep-08 (RM'000)
Revenue	17,930	25,527	52,799	62,394
Operating Expenses	(17,223)	(24,821)	(50,685)	(61,333)
Other Operating Income	176	(10)	626	262
Finance Cost	(292)	(395)	(872)	(1,176)
Share Of Profit Of An Associate Company	15	9	26	22
Profit Before Tax	606	310	1,894	169
Taxation	(55)	(3)	(103)	(3)
Profit For The Period	551	307	1,791	166
Attributable to:				
Equity Holders Of The Company	551	307	1,791	166
Minority Interest	-	-	-	-
	551	307	1,791	166
Earnings Per Share				
Basic (sen)	1.38	0.77	4.47	0.41
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 30 SEPTEMBER 2009

Condensed Consolidated Balance Sheet

	As at 30-Sep-09 RM'000	As at 31-Dec-08 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	17,850	19,069
Investment properties	4,100	4,133
Prepaid interest in leased land	1,416	1,445
Investment in an associate company	1,842	1,815
	<u>25,208</u>	<u>26,462</u>
Current assets		
Inventories	6,111	6,257
Trade receivables	24,904	26,971
Other receivables	1,095	1,790
Tax recoverable	95	123
Fixed deposit placed with licensed bank	-	4
Cash and bank balances	4,682	651
	<u>36,887</u>	<u>35,796</u>
TOTAL ASSETS	<u><u>62,095</u></u>	<u><u>62,258</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	40,042	40,042
Capital reserves	8	8
Accumulated Losses	(23,356)	(25,147)
	<u>16,694</u>	<u>14,903</u>
Minority interest	-	-
Total equity	<u>16,694</u>	<u>14,903</u>
Non-current liabilities		
Borrowings	3,062	1,830
Deferred tax liabilities	39	39
	<u>3,101</u>	<u>1,869</u>
Current liabilities		
Trade payables	13,366	15,609
Other payables	5,013	6,177
Provisions	3,977	1,494
Borrowings	19,698	22,050
Tax payable	246	156
	<u>42,300</u>	<u>45,486</u>
Total liabilities	<u>45,401</u>	<u>47,355</u>
TOTAL EQUITY AND LIABILITIES	<u><u>62,095</u></u>	<u><u>62,258</u></u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (Sen)	41.69	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 30 SEPTEMBER 2009

Condensed Consolidated Cash Flow Statement

	9 months ended 30-Sep-09 (RM'000)	9 months ended 30-Sep-08 (RM'000)
Net profit before tax	1,894	169
Adjustment for non-cash items:-		
Non-cash items	7,296	6,372
Non-operating items	685	796
Operating profit before changes in working capital	<u>9,875</u>	<u>7,337</u>
Changes in working capital:-		
Net change in current assets	2,021	(5,615)
Net change in current liabilities	(5,752)	(3,689)
Tax refund (net of tax paid)	15	514
	<u>(3,716)</u>	<u>(8,790)</u>
Net cash flows from operating activities	<u>6,159</u>	<u>(1,453)</u>
Investment Activities		
Other investments	(249)	1,050
	<u>(249)</u>	<u>1,050</u>
Financing Activities		
Bank borrowings	(713)	1,440
	<u>(713)</u>	<u>1,440</u>
Net Change in Cash & Cash Equivalents	5,197	1,037
Cash & Cash Equivalents at beginning of year	<u>(2,248)</u>	<u>(1,318)</u>
Cash & Cash Equivalents at end of period	<u><u>2,949</u></u>	<u><u>(281)</u></u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	4,682	1,732
Fixed deposits	-	4
Bank overdrafts	(1,733)	(2,017)
	<u>2,949</u>	<u>(281)</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 30 SEPTEMBER 2009**

**Condensed Consolidated Statement of Changes in Equity
for The Period Ended 30 September 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	-	-	-	1,791	1,791	-	1,791
At 30th September 2009	40,042	-	8	(23,356)	16,694	-	16,694
At 1st January 2008	40,042	-	8	(25,563)	14,487	-	14,487
Profit for the financial period	-	-	-	166	166	-	166
At 30th September 2008	40,042	-	8	(25,397)	14,653	-	14,653

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.