

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
 INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 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-Dec-09 (RM'000)	31-Dec-08 (RM'000)	31-Dec-09 (RM'000)	31-Dec-08 (RM'000)
Revenue	19,307	17,852	72,106	80,246
Operating Expenses	(18,963)	(17,695)	(69,648)	(79,028)
Other Operating Income	282	297	908	559
Finance Cost	(306)	(154)	(1,178)	(1,330)
Share Of Profit Of An Associate Company	7	(11)	33	11
Profit Before Tax	327	289	2,221	458
Taxation	(66)	(39)	(169)	(42)
Profit For The Year	261	250	2,052	416
Attributable to:				
Equity Holders Of The Company	261	250	2,052	416
Minority Interest	-	-	-	-
	261	250	2,052	416
Earnings Per Share				
Basic (sen)	0.65	0.62	5.12	1.04
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 YEAR ENDED 31 DECEMBER 2009

Condensed Consolidated Balance Sheet

	As at 31-Dec-09 RM'000	As at 31-Dec-08 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	17,544	19,069
Investment properties	-	4,133
Prepaid interest in leased land	1,406	1,445
Investment in an associate company	1,848	1,815
	<u>20,798</u>	<u>26,462</u>
Current assets		
Inventories	5,111	6,257
Trade receivables	25,985	26,971
Other receivables	880	1,790
Tax recoverable	76	123
Fixed deposit placed with licensed bank	-	4
Cash and bank balances	4,716	651
	<u>36,768</u>	<u>35,796</u>
TOTAL ASSETS	<u><u>57,566</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	(23,095)	(25,147)
	<u>16,955</u>	<u>14,903</u>
Minority interest	-	-
Total equity	<u>16,955</u>	<u>14,903</u>
Non-current liabilities		
Borrowings	2,925	1,830
Deferred tax liabilities	31	39
	<u>2,956</u>	<u>1,869</u>
Current liabilities		
Trade payables	12,498	15,609
Other payables	6,461	6,177
Provisions	2,866	1,494
Borrowings	15,632	22,050
Tax payable	198	156
	<u>37,655</u>	<u>45,486</u>
Total liabilities	<u>40,611</u>	<u>47,355</u>
TOTAL EQUITY AND LIABILITIES	<u><u>57,566</u></u>	<u><u>62,258</u></u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (Sen)	42.34	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 YEAR ENDED 31 DECEMBER 2009

Condensed Consolidated Cash Flow Statement

	12 months ended 31-Dec-09 (RM'000)	12 months ended 31-Dec-08 (RM'000)
Net profit before tax	2,221	458
Adjustment for non-cash items:-		
Non-cash items	8,009	7,664
Non-operating items	809	1,049
Operating profit before changes in working capital	<u>11,039</u>	<u>9,171</u>
Changes in working capital:-		
Net change in current assets	1,437	(585)
Net change in current liabilities	(5,801)	(10,606)
Tax paid (net of tax refund)	(87)	(788)
	<u>(4,451)</u>	<u>(11,979)</u>
Net cash flows from operating activities	<u>6,588</u>	<u>(2,808)</u>
Investment Activities		
Other investments	3,812	1,165
	<u>3,812</u>	<u>1,165</u>
Financing Activities		
Bank borrowings	(4,225)	713
	<u>(4,225)</u>	<u>713</u>
Net Change in Cash & Cash Equivalents	6,175	(930)
Cash & Cash Equivalents at beginning of year	<u>(2,248)</u>	<u>(1,318)</u>
Cash & Cash Equivalents at end of year	<u>3,927</u>	<u>(2,248)</u>
Cash and cash equivalents at the end of the financial year comprise the following:		
Cash and bank balances	4,716	651
Fixed deposits	-	4
Bank overdrafts	(789)	(2,903)
	<u>3,927</u>	<u>(2,248)</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 YEAR ENDED 31 DECEMBER 2009

Condensed Consolidated Statement of Changes in Equity
for The Year Ended 31 December 2009

	<-----Attributable to Equity Holders of the Company----->				Minority Interest	Total Equity	
	<-----Non-Distributable----->						
	Share Capital	Share Premium	Capital Reserves	Accumulated Losses			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1st January 2009	40,042	-	8	(25,147)	14,903	-	14,903
Profit for the financial year	-	-	-	2,052	2,052	-	2,052
At 31st December 2009	40,042	-	8	(23,095)	16,955	-	16,955
At 1st January 2008	40,042	-	8	(25,563)	14,487	-	14,487
Profit for the financial year	-	-	-	416	416	-	416
At 31st December 2008	40,042	-	8	(25,147)	14,903	-	14,903

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.