

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
 INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2011

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31-Mar-11 (RM'000)	31-Mar-10 (RM'000)	31-Mar-11 (RM'000)	31-Mar-10 (RM'000)
Revenue	19,121	19,472	19,121	19,472
Operating Expenses	(19,051)	(18,917)	(19,051)	(18,917)
Other Operating Income	132	14	132	14
Finance Cost	(253)	(218)	(253)	(218)
Share Of Loss Of An Associate Company	(31)	(1)	(31)	(1)
(Loss)/Profit Before Tax	(82)	350	(82)	350
Taxation	-	(37)	-	(37)
(Loss)/Profit For The Period	(82)	313	(82)	313
Attributable to:				
Owners Of the Company	(82)	313	(82)	313
Non-Controlling Interests	(82)	313	(82)	313
Earnings Per Share Attributable to Owners of the Company				
Basic (sen)	(0.20)	0.78	(0.20)	0.78
Diluted (sen)	N/A	N/A	N/A	N/A

N/A : Not applicable

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2010 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 2011

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31-Mar-11 RM'000	As at 31-Dec-10 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	16,569	16,931
Prepaid interest in leased land	1,357	1,367
Investment in an associate company	1,788	1,819
	19,714	20,117
Current assets		
Inventories	5,529	6,359
Trade receivables	27,569	23,323
Other receivables	2,155	1,209
Tax recoverable	332	84
Cash and bank balances	4,029	4,369
	39,614	35,344
TOTAL ASSETS	59,328	55,461
EQUITY AND LIABILITIES		
Equity attributable to Owners Of the Company		
Share Capital	40,042	40,042
Capital reserves	8	8
Accumulated Losses	(22,792)	(22,710)
	17,258	17,340
Non-Controlling Interests	-	-
Total equity	17,258	17,340
Non-current liabilities		
Borrowings	2,099	2,315
Deferred tax liabilities	31	31
	2,130	2,346
Current liabilities		
Trade payables	12,647	9,767
Other payables	8,874	9,672
Provisions	-	149
Borrowings	18,073	16,030
Tax payable	346	157
	39,940	35,775
Total liabilities	42,070	38,121
TOTAL EQUITY AND LIABILITIES	59,328	55,461
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (Sen)	43.10	43.30

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2010 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 2011

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	3 months ended 31-Mar-11 (RM'000)	3 months ended 31-Mar-10 (RM'000)
Net (loss)/profit before tax	(82)	350
Adjustment for non-cash items:-		
Non-cash items	350	2,229
Non-operating items	279	208
Operating profit before changes in working capital	<u>547</u>	<u>2,787</u>
Changes in working capital:-		
Net change in current assets	(4,261)	(978)
Net change in current liabilities	1,934	(2,703)
Tax paid	(59)	(49)
	<u>(2,386)</u>	<u>(3,730)</u>
Net cash flows from operating activities	<u>(1,839)</u>	<u>(943)</u>
Investment Activities		
Other investments	(74)	(80)
	<u>(74)</u>	<u>(80)</u>
Financing Activities		
Bank borrowings	1,971	(1,460)
	<u>1,971</u>	<u>(1,460)</u>
Net Change in Cash & Cash Equivalents	58	(2,483)
Cash & Cash Equivalents at beginning of year	<u>1,717</u>	<u>3,927</u>
Cash & Cash Equivalents at end of period	<u><u>1,775</u></u>	<u><u>1,444</u></u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	4,029	3,856
Bank overdrafts	(2,254)	(2,412)
	<u>1,775</u>	<u>1,444</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2010 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 2011

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE PERIOD ENDED 31 MARCH 2011

	<-----Attributable to Owners of the Company----->			Non- Controlling Interests	Total Equity	
	<-----Non-Distributable----->		Total			
	Share Capital	Capital Reserves				Accumulated Losses
	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1st January 2011	40,042	8	(22,710)	17,340	-	17,340
Total comprehensive loss for the period	-	-	(82)	(82)	-	(82)
At 31st March 2011	40,042	8	(22,792)	17,258	-	17,258
At 1st January 2010	40,042	8	(23,095)	16,955	-	16,955
Total comprehensive income for the period	-	-	313	313	-	313
At 31st March 2010	40,042	8	(22,782)	17,268	-	17,268

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.