

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

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-Dec-11 (RM'000)	Preceding Year Corresponding Quarter 31-Dec-10 (RM'000)	Current Year To Date 31-Dec-11 (RM'000)	Preceding Year Corresponding Period 31-Dec-10 (RM'000)
Revenue	20,549	19,674	73,450	77,016
Operating Expenses	(20,569)	(19,471)	(74,982)	(75,857)
Other Operating Income	525	201	976	582
Finance Cost	(306)	(261)	(1,189)	(990)
Share Of (Loss)/Profit Of An Associate Company	37	(56)	(108)	(29)
(Loss)/Profit Before Tax	236	87	(1,853)	722
Taxation	31	(65)	50	(337)
(Loss)/Profit For The Year	267	22	(1,803)	385
Attributable to:				
Owners Of the Company	267	22	(1,803)	385
Non-Controlling Interests	-	-	-	-
	267	22	(1,803)	385
Earnings Per Share Attributable to Owners of the Company				
Basic (sen)	0.67	0.06	(4.50)	0.96
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 YEAR ENDED 31 DECEMBER 2011

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31-Dec-11 RM'000	As at 31-Dec-10 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	18,118	16,931
Prepaid interest in leased land	1,531	1,367
Investment in an associate company	1,711	1,819
	<u>21,360</u>	<u>20,117</u>
Current assets		
Inventories	6,046	6,359
Trade receivables	25,259	23,323
Other receivables	1,225	1,209
Tax recoverable	336	84
Cash and bank balances	4,104	4,369
	<u>36,970</u>	<u>35,344</u>
TOTAL ASSETS	<u>58,330</u>	<u>55,461</u>
EQUITY AND LIABILITIES		
Equity attributable to Owners Of the Company		
Share Capital	40,042	40,042
Capital reserves	8	8
Accumulated Losses	(24,513)	(22,710)
	<u>15,537</u>	<u>17,340</u>
Non-Controlling Interests	-	-
Total equity	<u>15,537</u>	<u>17,340</u>
Non-current liabilities		
Borrowings	2,215	2,315
Deferred tax liabilities	-	31
	<u>2,215</u>	<u>2,346</u>
Current liabilities		
Trade payables	13,003	9,767
Other payables	7,800	9,672
Provisions	-	149
Borrowings	19,547	16,030
Tax payable	228	157
	<u>40,578</u>	<u>35,775</u>
Total liabilities	<u>42,793</u>	<u>38,121</u>
TOTAL EQUITY AND LIABILITIES	<u>58,330</u>	<u>55,461</u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (Sen)	38.80	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 YEAR ENDED 31 DECEMBER 2011

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	12 months ended 31-Dec-11 (RM'000)	12 months ended 31-Dec-10 (RM'000)
Net (loss)/profit before tax	(1,853)	722
Adjustment for non-cash items:-		
Impairment loss on third parties	361	581
Allowance for inventories obsolescence	190	39
Depreciation		
- property, plant and equipment	1,800	1,768
- prepaid land lease properties	50	39
Interest income	(38)	(59)
Interest expense	1,189	990
Non-cash and operating items - others	(303)	2,182
Operating profit before changes in working capital	<u>1,396</u>	<u>6,262</u>
Changes in working capital:-		
Increase/ (decrease) in inventories	124	(1,287)
(Increase)/ decrease in receivables	(1,946)	1,957
Increase/(decrease) in payables	1,365	493
Payment of finance cost	(914)	(713)
Payment of income tax (net of tax refund)	(162)	(386)
Others	(149)	(5,138)
	<u>(1,682)</u>	<u>(5,074)</u>
Net cash flows from operating activities	<u>(286)</u>	<u>1,188</u>
Investment Activities		
Purchase of property, plant and equipment	(2,776)	(866)
Purchase of prepaid land lease properties	(450)	-
Proceeds from disposal of property, plant and equipment	68	58
Interest received	38	59
	<u>(3,120)</u>	<u>(749)</u>
Financing Activities		
Net drawdown/ (repayment) of short term borrowings	2,629	(1,468)
Net drawdown/ (repayment) of long term borrowings	158	(903)
Interest paid	(275)	(278)
	<u>2,512</u>	<u>(2,649)</u>
Net Change in Cash & Cash Equivalents	(894)	(2,210)
Cash & Cash Equivalents at beginning of year	<u>1,717</u>	<u>3,927</u>
Cash & Cash Equivalents at end of year	<u>823</u>	<u>1,717</u>
Cash and cash equivalents at the end of the financial year comprise the following:		
Cash and bank balances	4,104	4,369
Bank overdrafts	(3,281)	(2,652)
	<u>823</u>	<u>1,717</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 YEAR ENDED 31 DECEMBER 2011

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE YEAR ENDED 31 DECEMBER 2011

	← Attributable to Owners of the Company →			Non- Controlling Interests	Total Equity	
	← Non-Distributable →					
	Share Capital	Capital Reserves	Accumulated Losses			Total
RM'000	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 year	-	-	(1,803)	(1,803)	-	(1,803)
At 31st December 2011	40,042	8	(24,513)	15,537	-	15,537
At 1st January 2010	40,042	8	(23,095)	16,955	-	16,955
Total comprehensive income for the year	-	-	385	385	-	385
At 31st December 2010	40,042	8	(22,710)	17,340	-	17,340

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.