

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
 INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2013

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
	30-Sep-13 (RM'000)	30-Sep-12 (RM'000)	30-Sep-13 (RM'000)	30-Sep-12 (RM'000)
Revenue	12,299	15,510	47,717	48,479
Operating Expenses	(12,099)	(15,782)	(47,432)	(49,083)
Other Operating Income	213	165	903	411
Finance Cost	(277)	(308)	(851)	(917)
Share Of (Loss)/ Profit Of An Associate Company	(56)	29	(75)	59
Profit/ (Loss) Before Tax	80	(386)	262	(1,051)
Taxation	(149)	(49)	(182)	(49)
Profit/ (Loss) For The Period	(69)	(435)	80	(1,100)
Attributable to:				
Owners Of the Company	(69)	(435)	80	(1,100)
Non-Controlling Interests	(69)	(435)	80	(1,100)
Earnings Per Share Attributable to Owners of the Company				
Basic (sen)	(0.17)	(1.09)	0.20	(2.75)
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 2012 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30-Sep-13 RM'000	As at 31-Dec-12 RM'000 (Restated)
ASSETS		
Non-current assets		
Property, plant and equipment	16,284	16,924
Prepaid interest in leased land	1,168	1,201
Investment in an associate company	1,681	1,756
	19,133	19,881
Current assets		
Inventories	5,972	5,173
Trade receivables	23,066	24,931
Other receivables	1,105	1,027
Tax recoverable	310	187
Cash and bank balances	1,640	3,255
	32,093	34,573
TOTAL ASSETS	51,226	54,454
EQUITY AND LIABILITIES		
Equity attributable to Owners Of the Company		
Share Capital	40,042	40,042
Capital reserves	-	-
Accumulated Losses	(25,287)	(25,367)
	14,755	14,675
Non-Controlling Interests	-	-
Total equity	14,755	14,675
Non-current liabilities		
Borrowings	859	1,109
Deferred tax liabilities	-	-
	859	1,109
Current liabilities		
Trade payables	8,951	11,488
Other payables	6,915	7,058
Borrowings	19,450	19,968
Tax payable	296	156
	35,612	38,670
Total liabilities	36,471	39,779
TOTAL EQUITY AND LIABILITIES	51,226	54,454
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (Sen)	36.85	36.65

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2012 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 2013

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	9 months ended 30-Sep-13 (RM'000)	9 months ended 30-Sep-12 (RM'000)
Net profit/ (loss) before tax	262	(1,051)
Adjustment for non-cash items:-		
Impairment loss on third parties	164	292
Allowance for inventories obsolescence	78	191
Depreciation		
- property, plant and equipment	1,435	1,542
- prepaid land lease properties	32	36
Interest income	(11)	(11)
Interest expense	851	917
Non-cash and operating items - others	(246)	(114)
	<u>2,565</u>	<u>1,802</u>
Changes in working capital:-		
(Increase)/ decrease in inventories	(872)	614
Decrease in receivables	1,904	1,458
Decrease in payables	(2,680)	(4,263)
Payment of finance cost	(727)	(742)
Payment of income tax (net of tax refund)	(165)	(1)
Others	-	-
	<u>(2,540)</u>	<u>(2,934)</u>
Net cash flows from operating activities	<u>25</u>	<u>(1,132)</u>
Investment Activities		
Purchase of property, plant and equipment	(814)	(498)
Purchase of prepaid land lease properties	-	-
Proceeds from disposal of property, plant and equipment	54	-
Interest received	11	11
	<u>(749)</u>	<u>(487)</u>
Financing Activities		
Net drawdown of short term borrowings	(125)	1,577
Net repayment of long term borrowings	(413)	(723)
Interest paid	(124)	(175)
	<u>(662)</u>	<u>679</u>
Net Change in Cash & Cash Equivalents	(1,386)	(940)
Cash & Cash Equivalents at beginning of year	(234)	823
Cash & Cash Equivalents at end of period	<u>(1,620)</u>	<u>(117)</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	1,640	3,041
Bank overdrafts	(3,260)	(3,158)
	<u>(1,620)</u>	<u>(117)</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2012 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 2013

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE PERIOD ENDED 30 SEPTEMBER 2013

	<-----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	RM'000	
At 1st January 2013						
As previously stated	40,042	-	(25,367)	14,675	-	14,675
Effects of the adoption of MFRSs At 1st January 2013, as restated	-	-	-	-	-	-
	40,042	-	(25,367)	14,675	-	14,675
Total comprehensive loss for the period At 30th September 2013	-	-	80	80	-	80
	40,042	-	(25,287)	14,755	-	14,755
At 1st January 2012						
As previously stated	40,042	8	(24,513)	15,537	-	15,537
Effects of the adoption of MFRSs At 1st January 2012, as restated	-	(8)	-	(8)	-	(8)
	40,042	-	(24,513)	15,529	-	15,529
Total comprehensive loss for the period At 30th September 2012	-	-	(1,100)	(1,100)	-	(1,100)
	40,042	-	(25,613)	14,429	-	14,429

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.