

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
 INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015

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-Jun-15 (RM'000)	30-Jun-14 (RM'000)	30-Jun-15 (RM'000)	30-Jun-14 (RM'000)
Revenue	16,335	14,530	32,871	30,573
Operating Expenses	(16,405)	(15,408)	(33,124)	(31,850)
Other Operating Income	111	73	341	205
Finance Cost	(266)	(266)	(538)	(535)
Share Of Results Of An Associated Company	-	23	(23)	52
Loss Before Taxation	(225)	(1,048)	(473)	(1,555)
Taxation	-	-	-	-
Loss For The Period	(225)	(1,048)	(473)	(1,555)
Other Comprehensive Income, Net Of Items That Will Be Reclassified Subsequently To Profit Or Loss Translation Reserves	49	-	209	-
Total Comprehensive Loss For The Period	(176)	(1,048)	(264)	(1,555)
Loss For The Period Attributable to:				
Owners Of the Company	(225)	(1,047)	(470)	(1,554)
Non-Controlling Interests	-	(1)	(3)	(1)
	(225)	(1,048)	(473)	(1,555)
Total Comprehensive Loss For The Period Attributable to:				
Owners Of the Company	(176)	(1,047)	(261)	(1,554)
Non-Controlling Interests	-	(1)	(3)	(1)
	(176)	(1,048)	(264)	(1,555)
Loss Per Share Attributable to Owners of the Company				
Basic (sen)	(0.30)	(2.62)	(0.63)	(3.88)
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 2014 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 JUNE 2015

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30-Jun-15 RM'000	As at 31-Dec-14 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	14,854	15,319
Prepaid land lease payments	1,092	1,114
Investment in an associated company	2,347	2,161
	<u>18,293</u>	<u>18,594</u>
Current assets		
Inventories	4,461	4,900
Trade receivables	23,653	23,958
Other receivables	558	922
Tax recoverable	192	112
Deposit, cash and bank balances	13,913	1,666
	<u>42,777</u>	<u>31,558</u>
TOTAL ASSETS	<u>61,070</u>	<u>50,152</u>
EQUITY AND LIABILITIES		
Equity attributable to Owners Of the Company		
Share Capital	29,933	40,042
Translation reserves	740	531
Accumulated Losses	(3,850)	(27,405)
	<u>26,823</u>	<u>13,168</u>
Non-controlling interests	13	16
Total equity	<u>26,836</u>	<u>13,184</u>
Non-current liability		
Borrowings	361	501
Current liabilities		
Trade payables	9,527	9,785
Other payables	7,009	9,290
Borrowings	17,181	17,236
Tax payable	156	156
	<u>33,873</u>	<u>36,467</u>
Total liabilities	<u>34,234</u>	<u>36,968</u>
TOTAL EQUITY AND LIABILITIES	<u>61,070</u>	<u>50,152</u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (Sen)	35.84	32.89

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2014 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 JUNE 2015

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	6 months ended 30-Jun-15 (RM'000)	6 months ended 30-Jun-14 (RM'000)
Loss before taxation	(473)	(1,555)
Adjustments for non-cash items:-		
Impairment loss on receivables	349	277
Depreciation		
- property, plant and equipment	975	983
- prepaid land lease payments	22	22
Interest income	(78)	(6)
Interest expense	538	535
Non-cash and operating items - others	(31)	(103)
	<u>1,302</u>	<u>153</u>
Changes in working capital:-		
Decrease/ (increase) in inventories	439	(708)
Decrease in receivables	378	1,224
Decrease in payables	(2,539)	(1,274)
Payment of finance cost	(508)	(482)
Net (payment) / refund of income tax	(80)	56
	<u>(2,310)</u>	<u>(1,184)</u>
Net cash flows from operating activities	<u>(1,008)</u>	<u>(1,031)</u>
Investing Activities		
Purchase of property, plant and equipment	(525)	(577)
Proceeds from disposal of property, plant and equipment	2	1
Interest received	78	6
	<u>(445)</u>	<u>(570)</u>
Financing Activities		
Net drawdown of short term borrowings	114	1,494
Net repayment of long term borrowings	(228)	(294)
Proceeds from rights issue of shares	13,916	-
Interest paid	(30)	(53)
	<u>13,772</u>	<u>1,147</u>
Net Change in Cash & Cash Equivalents	12,319	(454)
Cash & Cash Equivalents at beginning of the period	(615)	(481)
Effects of the exchange rate changes	10	9
Cash & Cash Equivalents at end of the period	<u>11,714</u>	<u>(926)</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	5,849	1,903
Deposits with financial institution	8,064	-
Bank overdrafts	(2,199)	(2,829)
	<u>11,714</u>	<u>(926)</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2014 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 JUNE 2015**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2015**

	Share Capital RM'000	Translation Reserves RM'000	Accumulated Losses RM'000	Total RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
	←-----Attributable to Owners of the Company-----→					
	←-----Non-Distributable-----→					
At 1st January 2015	40,042	531	(27,405)	13,168	16	13,184
Total comprehensive loss for the period		209	(470)	(261)	(3)	(264)
Share Capital Reduction	(24,025)		24,025	-		-
Rights Issue	13,916			13,916		13,916
At 30th June 2015	29,933	740	(3,850)	26,823	13	26,836
At 1st January 2014	40,042	-	(24,965)	15,077	12	15,089
Total comprehensive loss for the period		-	(1,554)	(1,554)	(1)	(1,555)
At 30th June 2014	40,042	-	(26,519)	13,523	11	13,534

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year end 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.