

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
 INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 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-Sep-15 (RM'000)	30-Sep-14 (RM'000)	30-Sep-15 (RM'000)	30-Sep-14 (RM'000)
Revenue	14,199	13,211	47,070	43,784
Operating Expenses	(14,345)	(14,016)	(47,469)	(45,866)
Other Operating Income	210	390	551	595
Finance Cost	(225)	(265)	(763)	(800)
Share Of Results Of An Associated Company	30	77	7	129
Loss Before Taxation	(131)	(603)	(604)	(2,158)
Taxation	(115)	34	(115)	34
Loss For The Period	(246)	(569)	(719)	(2,124)
Other Comprehensive Income, Net Of Items That Will Be Reclassified Subsequently To Profit Or Loss Translation Reserves	365	-	574	-
Total Comprehensive Loss For The Period	119	(569)	(145)	(2,124)
Loss For The Period Attributable to:				
Owners Of the Company	(246)	(572)	(716)	(2,126)
Non-Controlling Interests	-	3	(3)	2
	(246)	(569)	(719)	(2,124)
Total Comprehensive Profit/(Loss) For The Period Attributable to:				
Owners Of the Company	119	(572)	(142)	(2,126)
Non-Controlling Interests	-	3	(3)	2
	119	(569)	(145)	(2,124)
Loss Per Share Attributable to Owners of the Company				
Basic (sen)	(0.33)	(1.43)	(0.96)	(5.31)
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 SEPTEMBER 2015

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30-Sep-15	As at 31-Dec-14
	RM'000	RM'000
		(Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	14,483	15,319
Prepaid land lease payments	1,081	1,114
Investment in an associated company	2,742	2,161
	<u>18,306</u>	<u>18,594</u>
Current assets		
Inventories	5,242	4,900
Trade receivables	20,233	23,958
Other receivables	512	922
Tax recoverable	117	112
Deposit, cash and bank balances	13,823	1,666
	<u>39,927</u>	<u>31,558</u>
TOTAL ASSETS	<u><u>58,233</u></u>	<u><u>50,152</u></u>
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share Capital	29,933	40,042
Translation reserves	1,105	531
Accumulated Losses	(4,096)	(27,405)
	<u>26,942</u>	<u>13,168</u>
Non-controlling interests	13	16
Total equity	<u>26,955</u>	<u>13,184</u>
Non-current liability		
Borrowings	316	501
Current liabilities		
Trade payables	8,445	9,785
Other payables	6,871	9,290
Borrowings	15,490	17,236
Tax payable	156	156
	<u>30,962</u>	<u>36,467</u>
Total liabilities	<u>31,278</u>	<u>36,968</u>
TOTAL EQUITY AND LIABILITIES	<u><u>58,233</u></u>	<u><u>50,152</u></u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (Sen)	36.00	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 SEPTEMBER 2015

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	9 months ended 30-Sep-15 (RM'000)	9 months ended 30-Sep-14 (RM'000)
Loss before taxation	(604)	(2,158)
Adjustments for non-cash items:-		
Impairment loss on receivables	697	357
Depreciation		
- property, plant and equipment	1,472	1,479
- prepaid land lease payments	33	33
Interest income	(185)	(8)
Interest expense	763	800
Non-cash and operating items - others	(3)	(454)
	<u>2,173</u>	<u>146</u>
Changes in working capital:-		
(Increase)/ decrease in inventories	(342)	45
Decrease in receivables	3,460	2,567
Decrease in payables	(3,759)	(2,059)
Payment of finance cost	(723)	(725)
Net payment of income tax	(120)	(26)
	<u>(1,484)</u>	<u>(198)</u>
Net cash flows from operating activities	<u>689</u>	<u>(52)</u>
Investing Activities		
Purchase of property, plant and equipment	(695)	(809)
Proceeds from disposal of property, plant and equipment	3	1
Interest received	185	8
	<u>(507)</u>	<u>(800)</u>
Financing Activities		
Net (repayment)/ drawdown of short term borrowings	(2,685)	691
Net repayment of long term borrowings	(320)	(576)
Proceeds from rights issue of shares	13,916	-
Interest paid	(40)	(75)
	<u>10,871</u>	<u>40</u>
Net Change in Cash & Cash Equivalents	<u>11,053</u>	<u>(812)</u>
Cash & Cash Equivalents at beginning of the period	(615)	(481)
Effects of the exchange rate changes	<u>30</u>	<u>2</u>
Cash & Cash Equivalents at end of the period	<u>10,468</u>	<u>(1,291)</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	5,682	1,762
Deposits with financial institution	8,141	-
Bank overdrafts	(3,355)	(3,053)
	<u>10,468</u>	<u>(1,291)</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 SEPTEMBER 2015**

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

	←-----Attributable to Owners of the Company-----→		Non-Controlling Interests		Total Equity
	Share Capital	Translation Reserves	Accumulated Losses	Total	
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1st January 2015	40,042	531	(27,405)	13,168	13,184
Total comprehensive loss for the period	-	574	(716)	(142)	(145)
Share Capital Reduction	(24,025)		24,025	-	-
Rights Issues	13,916			13,916	13,916
At 30th September 2015	29,933	1,105	(4,096)	26,942	26,955
At 1st January 2014	40,042	-	(24,965)	15,077	15,089
Total comprehensive loss for the period	-	-	(2,126)	(2,126)	(2,124)
At 30 September 2014	40,042	-	(27,091)	12,951	12,965

The condensed consolidated statement of changes in equity 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.