

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-Dec-15 (RM'000)	Preceding Year Corresponding Quarter 31-Dec-14 (RM'000)	Current Year To Date 31-Dec-15 (RM'000)	Preceding Year Corresponding Period 31-Dec-14 (RM'000) Audited
Revenue	19,265	17,548	66,335	61,332
Operating Expenses	(17,863)	(17,789)	(65,332)	(63,655)
Other Operating Income	117	318	668	913
Finance Cost	(239)	(257)	(1,002)	(1,057)
Share Of Results Of An Associated Company	10	(132)	17	(3)
Profit/ (Loss) Before Tax	1,290	(312)	686	(2,470)
Taxation	(247)	-	(362)	34
Profit/ (Loss) For The Year	1,043	(312)	324	(2,436)
Other Comprehensive Income, Net Of Items That Will Be Reclassified Subsequently To Profit Or Loss				
Translation Reserves	(166)	531	408	531
Total Comprehensive Profit /(Loss) For The Year	877	219	732	(1,905)
Profit/ (Loss) For The Year Attributable to:				
Owners Of the Company	1,038	(314)	322	(2,440)
Non-Controlling Interests	5	2	2	4
	1,043	(312)	324	(2,436)
Total Comprehensive Profit /(Loss) For The Year Attributable to:				
Owners Of the Company	872	217	730	(1,909)
Non-Controlling Interests	5	2	2	4
	877	219	732	(1,905)
Earnings/ (Loss) Per Share Attributable to Owners of the Company				
Basic (sen)	1.39	(0.78)	0.43	(6.09)
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 financial 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 FINANCIAL YEAR ENDED 31 DECEMBER 2015

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31-Dec-15 RM'000	As at 31-Dec-14 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	14,490	15,319
Prepaid land lease payments	1,070	1,114
Investment in an associated company	2,586	2,161
Receivables	3,465	-
	<u>21,611</u>	<u>18,594</u>
Current assets		
Inventories	6,677	4,900
Trade receivables	18,812	23,958
Other receivables	353	922
Tax recoverable	23	112
Deposit, cash and bank balances	18,617	1,666
	<u>44,482</u>	<u>31,558</u>
TOTAL ASSETS	<u><u>66,093</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	939	531
Accumulated Losses	(3,058)	(27,405)
	<u>27,814</u>	<u>13,168</u>
Non-controlling interests	18	16
Total equity	<u>27,832</u>	<u>13,184</u>
Non-current liability		
Borrowings	262	501
Current liabilities		
Trade payables	11,958	9,785
Other payables	8,491	9,290
Borrowings	17,299	17,236
Tax payable	251	156
	<u>37,999</u>	<u>36,467</u>
Total liabilities	<u>38,261</u>	<u>36,968</u>
TOTAL EQUITY AND LIABILITIES	<u><u>66,093</u></u>	<u><u>50,152</u></u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (sen)	37.17	32.89

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial 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 FINANCIAL YEAR ENDED 31 DECEMBER 2015

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	12 months ended 31-Dec-15 (RM'000)	12 months ended 31-Dec-14 (RM'000) Audited
Profit/ (loss) before taxation	686	(2,470)
Adjustments for non-cash items:-		
Impairment loss on receivables	624	357
Amortisation prepaid land lease payments	44	43
Depreciation of property, plant and equipment	1,979	1,965
Impairment loss on property, plant and equipment	107	-
Interest income	(309)	(8)
Interest expense	1,002	1,057
Non-cash and operating items - others	68	(398)
	<u>4,201</u>	<u>546</u>
Changes in working capital:-		
(Increase)/ decrease in inventories	(1,781)	276
Decrease in receivables	1,601	121
Increase in payables	1,374	1,211
Payment of finance cost	(953)	(965)
Net payment of income tax	(178)	(16)
	<u>63</u>	<u>627</u>
Net cash flows from operating activities	<u>4,264</u>	<u>1,173</u>
Investing Activities		
Purchase of property, plant and equipment	(1,322)	(1,318)
Proceeds from disposal of property, plant and equipment	10	1
Interest received	309	8
	<u>(1,003)</u>	<u>(1,309)</u>
Financing Activities		
Net (repayment)/ drawdown of short term borrowings	(1,489)	762
Net repayment of long term borrowings	(408)	(689)
Proceeds from rights issue of shares	13,916	-
Interest paid	(49)	(92)
	<u>11,970</u>	<u>(19)</u>
Net Change in Cash & Cash Equivalents	15,231	(155)
Cash & Cash Equivalents at the beginning of the financial year	(615)	(481)
Effects of the exchange rate changes	<u>-</u>	<u>21</u>
Cash & Cash Equivalents at the end of the financial year	<u>14,616</u>	<u>(615)</u>
Cash and cash equivalents at the end of the financial year comprise of the following:		
Cash and bank balances	11,557	1,666
Deposits with financial institution	7,060	-
Bank overdrafts	(4,001)	(2,281)
	<u>14,616</u>	<u>(615)</u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial 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 FINANCIAL YEAR ENDED 31 DECEMBER 2015

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

	<-----Attributable to Owners of the Company----->				Non-Controlling Interests	Total Equity
	<-----Non-Distributable----->					
	Share Capital	Translation Reserves	Accumulated Losses	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2015	40,042	531	(27,405)	13,168	16	13,184
Total comprehensive profit for the financial year	-	408	322	730	2	732
Share Capital Reduction	(24,025)	-	24,025	-	-	-
Rights Issues	13,916	-	-	13,916	-	13,916
At 31 December 2015	29,933	939	(3,058)	27,814	18	27,832
At 1 January 2014	40,042	-	(24,965)	15,077	12	15,089
Total comprehensive loss for the financial year	-	531	(2,440)	(1,909)	4	(1,905)
At 31 December 2014	40,042	531	(27,405)	13,168	16	13,184

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