

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2016

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
	31-Mar-16 (RM'000)	31-Mar-15 (RM'000)	31-Mar-16 (RM'000)	31-Mar-15 (RM'000)
Revenue	16,740	16,536	16,740	16,536
Operating Expenses	(16,393)	(16,719)	(16,393)	(16,719)
Other Operating Income	135	230	135	230
Finance Cost	(254)	(272)	(254)	(272)
Share Of Results Of An Associated Company	(56)	(23)	(56)	(23)
Profit/ (Loss) Before Taxation	172	(248)	172	(248)
Taxation	(87)	-	(87)	-
Profit/ (Loss) For The Period	85	(248)	85	(248)
Other Comprehensive Income, Net Of Items That Will Be Reclassified Subsequently To Profit Or Loss				
Translation Reserves	(277)	160	(277)	160
Total Comprehensive Loss For The Period	(192)	(88)	(192)	(88)
Profit/ (Loss) For The Period				
Attributable to:				
Owners Of the Company	85	(245)	85	(245)
Non-Controlling Interests	-	(3)	-	(3)
	85	(248)	85	(248)
Total Comprehensive Loss For The Period				
Attributable to:				
Owners Of the Company	(192)	(85)	(192)	(85)
Non-Controlling Interests	-	(3)	-	(3)
	(192)	(88)	(192)	(88)
Earnings/ (Loss) Per Share Attributable to Owners of the Company				
Basic (sen)	0.11	(0.61)	0.11	(0.61)
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 2015 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 PERIOD ENDED 31 MARCH 2016

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31-Mar-16	As at 31-Dec-15
	RM'000	RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	14,284	14,490
Prepaid land lease payments	1,059	1,070
Investment in an associated company	2,253	2,586
Trade receivables	3,299	3,465
	<u>20,895</u>	<u>21,611</u>
Current assets		
Inventories	6,126	6,677
Trade receivables	19,418	18,812
Other receivables	471	353
Tax recoverable	28	23
Other investment	7,236	8,404
Cash, bank balances and short-term deposits	8,695	10,213
	<u>41,974</u>	<u>44,482</u>
TOTAL ASSETS	<u>62,869</u>	<u>66,093</u>
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share Capital	29,933	29,933
Translation reserves	662	939
Accumulated Losses	(2,973)	(3,058)
	<u>27,622</u>	<u>27,814</u>
Non-controlling interests	18	18
Total equity	<u>27,640</u>	<u>27,832</u>
Non-current liability		
Borrowings	224	262
Current liabilities		
Trade payables	9,518	11,958
Other payables	8,110	8,491
Borrowings	17,095	17,299
Tax payable	282	251
	<u>35,005</u>	<u>37,999</u>
Total liabilities	<u>35,229</u>	<u>38,261</u>
TOTAL EQUITY AND LIABILITIES	<u>62,869</u>	<u>66,093</u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (sen)	36.91	37.17

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 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 PERIOD ENDED 31 MARCH 2016

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended 31-Mar-16 (RM'000)	3 months ended 31-Mar-15 (RM'000)
Profit/ (loss) before taxation	172	(248)
Adjustments for non-cash items:-		
Impairment loss on receivables	365	178
Amortisation of prepaid land lease payments	11	11
Depreciation of property, plant and equipment	493	485
Income from other investment	(62)	-
Interest income	(71)	(1)
Interest expense	254	272
Share of results of an associated company	56	23
Non-cash and operating items - others	(1)	(73)
	<u>1,217</u>	<u>647</u>
Changes in working capital:-		
Decrease/ (increase) in inventories	551	(68)
Increase in receivables	(935)	(303)
Decrease in payables	(2,821)	(1,158)
Payment of finance cost	(246)	(257)
Net payment of income tax	(62)	(40)
	<u>(3,513)</u>	<u>(1,826)</u>
Net cash flows used in operating activities	<u>(2,296)</u>	<u>(1,179)</u>
Investing Activities		
Purchase of property, plant and equipment	(291)	(348)
Proceeds from disposal of property, plant and equipment	1	2
Interest received	71	1
Investment in other investment	1,230	-
Net cash flows from/(used in) investing activities	<u>1,011</u>	<u>(345)</u>
Financing Activities		
Net drawdown of short term borrowings	1,457	1,885
Net repayment of long term borrowings	(86)	(113)
Interest paid	(8)	(15)
Net cash flows from financing activities	<u>1,363</u>	<u>1,757</u>
Net Change in Cash & Cash Equivalents	78	233
Cash & Cash Equivalents at the beginning of the financial period	6,212	(615)
Effects of the exchange rate changes	16	32
Cash & Cash Equivalents at the end of the financial period	<u><u>6,306</u></u>	<u><u>(350)</u></u>
Cash and cash equivalents at the end of the financial period comprise of the following:		
Cash and bank balances	1,565	2,767
Deposits with financial institution	7,130	-
Bank overdrafts	(2,389)	(3,117)
	<u><u>6,306</u></u>	<u><u>(350)</u></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 2015 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 PERIOD ENDED 31 MARCH 2016

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2016

	<-----Attributable to Owners of the Company----->				Non- Controlling Interests	Total Equity
	<-----Non-Distributable----->					
	Share Capital	Translation Reserves	Accumulated Losses	Total	Total	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2016	29,933	939	(3,058)	27,814	18	27,832
Total comprehensive loss for the financial period	-	(277)	85	(192)	-	(192)
At 31 March 2016	<u>29,933</u>	<u>662</u>	<u>(2,973)</u>	<u>27,622</u>	<u>18</u>	<u>27,640</u>
At 1 January 2015	40,042	531	(27,405)	13,168	16	13,184
Total comprehensive loss for the financial period	-	160	(245)	(85)	(3)	(88)
Share Capital Reduction	(24,025)	-	24,025	-	-	-
At 31 March 2015	<u>16,017</u>	<u>691</u>	<u>(3,625)</u>	<u>13,083</u>	<u>13</u>	<u>13,096</u>

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 2015 and the accompanying explanatory notes attached to the interim financial statements.