

**HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)**  
**INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2017**

**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-17 (RM'000)	31-Mar-16 (RM'000)	31-Mar-17 (RM'000)	31-Mar-16 (RM'000)
<b>Revenue</b>	15,420	16,740	15,420	16,740
<b>Operating Expenses</b>	(15,227)	(16,393)	(15,227)	(16,393)
<b>Other Operating Income</b>	124	135	124	135
<b>Finance Cost</b>	(204)	(254)	(204)	(254)
<b>Share Of Results Of An Associated Company</b>	(46)	(56)	(46)	(56)
<b>Profit Before Taxation</b>	67	172	67	172
<b>Taxation</b>	(150)	(87)	(150)	(87)
<b>(Loss)/Profit For The Period</b>	(83)	85	(83)	85
<b>Other Comprehensive Income, Net Of Items That Will Be Reclassified Subsequently To Profit Or Loss</b>				
Translation Reserves	(52)	(277)	(52)	(277)
<b>Total Comprehensive Loss For The Period</b>	(135)	(192)	(135)	(192)
<b>(Loss)/Profit For The Period Attributable to:</b>				
<b>Owners Of the Company</b>	(84)	85	(84)	85
<b>Non-Controlling Interests</b>	1	-	1	-
	(83)	85	(83)	85
<b>Total Comprehensive Loss For The Period Attributable to:</b>				
<b>Owners Of the Company</b>	(136)	(192)	(136)	(192)
<b>Non-Controlling Interests</b>	1	-	1	-
	(135)	(192)	(135)	(192)
<b>(Loss)/Profit Per Share Attributable to Owners of the Company</b>				
<b>Basic (sen)</b>	(0.11)	0.11	(0.11)	0.11
<b>Diluted (sen)</b>	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 2016 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 2017**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>As at 31-Mar-17 RM'000</b>	<b>As at 31-Dec-16 RM'000 (Audited)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	14,608	14,204
Prepaid land lease payments	1,016	1,027
Investment in associate	1,888	1,986
Trade and other receivables	2,675	3,104
	<u>20,187</u>	<u>20,321</u>
<b>Current assets</b>		
Inventories	6,343	6,922
Trade and other receivables	21,075	20,415
Tax recoverable	16	16
Other investment	1	1
Cash, bank balances and short-term deposits	14,202	15,367
	<u>41,637</u>	<u>42,721</u>
<b>TOTAL ASSETS</b>	<u><u>61,824</u></u>	<u><u>63,042</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to Owners of the Company</b>		
Share Capital	29,933	29,933
Translation reserves	832	884
Accumulated Losses	(2,764)	(2,680)
	<u>28,001</u>	<u>28,137</u>
<b>Non-controlling interests</b>	<u>19</u>	<u>18</u>
<b>Total equity</b>	<u><u>28,020</u></u>	<u><u>28,155</u></u>
<b>Non-current liability</b>		
Loans and borrowings	290	132
<b>Current liabilities</b>		
Trade and other payables	18,243	20,162
Loans and borrowings	14,924	14,280
Tax payable	347	313
	<u>33,514</u>	<u>34,755</u>
<b>Total liabilities</b>	<u>33,804</u>	<u>34,887</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>61,824</u></u>	<u><u>63,042</u></u>
<b>Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (sen)</b>	37.42	37.60

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 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 2017**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>3 months ended 31-Mar-17 (RM'000)</b>	<b>3 months ended 31-Mar-16 (RM'000)</b>
<b>Profit before taxation</b>	67	172
<b>Adjustments for non-cash items:-</b>		
Impairment loss on receivables	388	365
Amortisation of prepaid land lease payments	11	11
Depreciation of property, plant and equipment	531	493
Income from other investment	-	(62)
Interest income	(98)	(71)
Interest expense	204	254
Share of results of an associated company	46	56
Non-cash and operating items - others	(15)	(12)
	<u>1,134</u>	<u>1,206</u>
<b>Changes in working capital:-</b>		
Decrease in inventories	579	551
Increase in receivables	(604)	(924)
Decrease in payables	(1,919)	(2,821)
Payment of finance cost	(199)	(246)
Net payment of income tax	(116)	(62)
	<u>(2,259)</u>	<u>(3,502)</u>
<b>Net cash flows used in operating activities</b>	<u>(1,125)</u>	<u>(2,296)</u>
<b>Investing Activities</b>		
Purchase of property, plant and equipment	(663)	(291)
Proceeds from disposal of property, plant and equipment	-	1
Interest received	98	71
Proceeds from disposal of other investment	-	1,230
<b>Net cash flows (used in)/generated from investing activities</b>	<u>(565)</u>	<u>1,011</u>
<b>Financing Activities</b>		
Net repayment of short term borrowings	989	1,457
Net repayment of long term borrowings	(85)	(86)
Interest paid	(5)	(8)
<b>Net cash flows generated from financing activities</b>	<u>899</u>	<u>1,363</u>
<b>Net Change in Cash &amp; Cash Equivalents</b>	(791)	78
<b>Cash &amp; Cash Equivalents at the beginning of the financial period</b>	11,710	6,212
<b>Effects of the exchange rate changes</b>	-	16
<b>Cash &amp; Cash Equivalents at the end of the financial period</b>	<u>10,919</u>	<u>6,306</u>
<b>Cash and cash equivalents at the end of the financial period comprise of the following:</b>		
Cash and bank balances	1,879	1,565
Deposits with financial institution	12,323	7,130
Bank overdrafts	(3,283)	(2,389)
	<u>10,919</u>	<u>6,306</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 2016 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 2017**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2017**

	<-----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
<b>At 1 January 2017</b>	29,933	884	(2,680)	28,137	18	28,155
Total comprehensive loss for the financial period	-	(52)	(84)	(136)	1	(135)
<b>At 31 March 2017</b>	<u>29,933</u>	<u>832</u>	<u>(2,764)</u>	<u>28,001</u>	<u>19</u>	<u>28,020</u>
<b>At 1 January 2016</b>	29,933	939	(3,058)	27,814	18	27,832
Total comprehensive loss for the financial period	-	(277)	85	(192)	-	(192)
<b>At 31 March 2016</b>	<u>29,933</u>	<u>662</u>	<u>(2,973)</u>	<u>27,622</u>	<u>18</u>	<u>27,640</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 2016 and the accompanying explanatory notes attached to the interim financial statements.