

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-Jun-17 (RM'000)	Preceding Year Corresponding Quarter 30-Jun-16 (RM'000)	Current Year To Date 30-Jun-17 (RM'000)	Preceding Year Corresponding Period 30-Jun-16 (RM'000)
Revenue	16,725	15,815	32,145	32,555
Operating Expenses	(16,759)	(15,813)	(31,986)	(32,206)
Other Operating Income	125	175	249	310
Finance Cost	(191)	(237)	(395)	(491)
Share Of Results Of An Associated Company	(57)	(126)	(103)	(182)
Loss Before Taxation	(157)	(186)	(90)	(14)
Taxation	(150)	(87)	(300)	(174)
Loss For The Period	(307)	(273)	(390)	(188)
Other Comprehensive Income, Net Of Items That Will Be Reclassified Subsequently To Profit Or Loss Translation Reserves	(33)	23	(85)	(254)
Total Comprehensive Loss For The Period	(340)	(250)	(475)	(442)
Loss For The Period Attributable To:				
Owners Of The Company	(306)	(273)	(390)	(188)
Non-Controlling Interests	(1)	-	-	-
	(307)	(273)	(390)	(188)
Total Comprehensive Loss For The Period Attributable To:				
Owners Of The Company	(339)	(250)	(475)	(442)
Non-Controlling Interests	(1)	-	-	-
	(340)	(250)	(475)	(442)
Loss Per Share Attributable To Owners Of The Company				
Basic (sen)	(0.41)	(0.36)	(0.52)	(0.25)
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 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 30 JUNE 2017

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30-Jun-17 RM'000	As at 31-Dec-16 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	14,206	14,204
Prepaid land lease payments	1,005	1,027
Investment in an associated company	1,798	1,986
Trade and other receivables	2,229	3,104
	19,238	20,321
Current assets		
Inventories	6,527	6,922
Trade and other receivables	19,536	20,415
Tax recoverable	16	16
Other investment	1	1
Cash, bank balances and short-term deposits	13,997	15,367
	40,077	42,721
TOTAL ASSETS	59,315	63,042
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share Capital	29,933	29,933
Translation reserves	799	884
Accumulated Losses	(3,070)	(2,680)
	27,662	28,137
Non-controlling interests	18	18
Total equity	27,680	28,155
Non-current liability		
Loans and borrowings	311	132
Current liabilities		
Trade and other payables	17,321	20,162
Loans and borrowings	13,585	14,280
Tax payable	418	313
	31,324	34,755
Total liabilities	31,635	34,887
TOTAL EQUITY AND LIABILITIES	59,315	63,042
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (sen)	36.96	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 30 JUNE 2017

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	6 months ended 30-Jun-17 (RM'000)	6 months ended 30-Jun-16 (RM'000)
Loss before taxation	(90)	(14)
Adjustments for non-cash items:-		
Impairment loss on receivables	888	512
Amortisation of prepaid land lease payments	22	22
Depreciation of property, plant and equipment	1,065	990
Income from other investment	-	(79)
Interest income	(198)	(180)
Interest expense	395	491
Share of results of an associated company	103	182
Non-cash and operating items - others	(22)	(58)
	<u>2,163</u>	<u>1,866</u>
Changes in working capital:-		
Decrease in inventories	395	429
Increase in receivables	896	322
Decrease in payables	(2,841)	(689)
Payment of finance cost	(379)	(477)
Net payment of income tax	(195)	(30)
	<u>(2,124)</u>	<u>(445)</u>
Net cash flows generated from operating activities	<u>39</u>	<u>1,421</u>
Investing Activities		
Purchase of property, plant and equipment	(811)	(714)
Proceeds from disposal of property, plant and equipment	-	2
Interest received	198	180
Proceeds from disposal of other investment	-	8,456
Net cash flows (used in)/generated from investing activities	<u>(613)</u>	<u>7,924</u>
Financing Activities		
Net repayment of short term borrowings	(87)	(511)
Net repayment of long term borrowings	(24)	(146)
Interest paid	(16)	(14)
Net cash flows used in financing activities	<u>(127)</u>	<u>(671)</u>
Net Change in Cash & Cash Equivalents	(701)	8,674
Cash & Cash Equivalents at the beginning of the financial period	11,710	6,212
Effects of the exchange rate changes	6	72
Cash & Cash Equivalents at the end of the financial period	<u>11,015</u>	<u>14,958</u>
Cash and cash equivalents at the end of the financial period comprise of the following:		
Cash and bank balances	2,739	4,396
Deposits with financial institution	11,258	14,230
Bank overdrafts	(2,982)	(3,668)
	<u>11,015</u>	<u>14,958</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 30 JUNE 2017

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 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
At 1 January 2017	29,933	884	(2,680)	28,137	18	28,155
Total comprehensive loss for the financial period	-	(85)	(390)	(475)	-	(475)
At 30 June 2017	29,933	799	(3,070)	27,662	18	27,680
At 1 January 2016	29,933	939	(3,058)	27,814	18	27,832
Total comprehensive loss for the financial period	-	(254)	(188)	(442)	-	(442)
At 30 June 2016	29,933	685	(3,246)	27,372	18	27,390

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.