

**HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)**  
**INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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
	30-Sep-17 (RM'000)	30-Sep-16 (RM'000)	30-Sep-17 (RM'000)	30-Sep-16 (RM'000)
<b>Revenue</b>	15,754	13,097	47,899	45,652
<b>Operating Expenses</b>	(14,874)	(12,984)	(46,860)	(45,190)
<b>Other Operating Income</b>	124	184	373	494
<b>Finance Cost</b>	(194)	(206)	(589)	(697)
<b>Share Of Results Of An Associated Company</b>	(168)	(96)	(271)	(278)
<b>Profit/ (Loss) Before Taxation</b>	642	(5)	552	(19)
<b>Taxation</b>	(426)	191	(726)	17
<b>Profit/ (Loss) For The Period</b>	216	186	(174)	(2)
<b>Other Comprehensive Income, Net Of Items That Will Be Reclassified Subsequently To Profit Or Loss</b>				
Translation Reserves	10	72	(75)	(182)
<b>Total Comprehensive Profit/ (Loss) For The Period</b>	226	258	(249)	(184)
<b>Profit/ (Loss) For The Period Attributable To:</b>				
<b>Owners Of The Company</b>	216	186	(174)	(2)
<b>Non-Controlling Interests</b>	-	-	-	-
	216	186	(174)	(2)
<b>Total Comprehensive Profit/ (Loss) For The Period Attributable To:</b>				
<b>Owners Of The Company</b>	226	258	(249)	(184)
<b>Non-Controlling Interests</b>	-	-	-	-
	226	258	(249)	(184)
<b>Earnings/ (Loss) Per Share Attributable To Owners Of The Company</b>				
<b>Basic (sen)</b>	0.29	0.25	(0.23)	(0.00)
<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 30 SEPTEMBER 2017**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>As at 30-Sep-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	13,749	14,204
Prepaid land lease payments	994	1,027
Investment in an associated company	1,640	1,986
Trade and other receivables	2,498	3,104
	<u>18,881</u>	<u>20,321</u>
<b>Current assets</b>		
Inventories	6,594	6,922
Trade and other receivables	20,068	20,415
Tax recoverable	16	16
Other investment	1	1
Cash, bank balances and short-term deposits	14,189	15,367
	<u>40,868</u>	<u>42,721</u>
<b>TOTAL ASSETS</b>	<u><u>59,749</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	809	884
Accumulated Losses	(2,854)	(2,680)
	<u>27,888</u>	<u>28,137</u>
<b>Non-controlling interests</b>	<u>18</u>	<u>18</u>
<b>Total equity</b>	<u>27,906</u>	<u>28,155</u>
<b>Non-current liability</b>		
Loans and borrowings	271	132
<b>Current liabilities</b>		
Trade and other payables	16,107	20,162
Loans and borrowings	15,126	14,280
Tax payable	339	313
	<u>31,572</u>	<u>34,755</u>
<b>Total liabilities</b>	<u>31,843</u>	<u>34,887</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>59,749</u></u>	<u><u>63,042</u></u>
<b>Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (sen)</b>	37.27	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 SEPTEMBER 2017

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 months ended 30-Sep-17 (RM'000)	9 months ended 30-Sep-16 (RM'000)
<b>Profit/ (loss) before taxation</b>	552	(19)
<b>Adjustments for non-cash items:-</b>		
Impairment loss on receivables	880	887
Amortisation of prepaid land lease payments	33	32
Depreciation of property, plant and equipment	1,608	1,492
Income from other investment	-	(79)
Interest income	(298)	(296)
Interest expense	589	697
Share of results of an associated company	271	278
Non-cash and operating items - others	14	24
	<u>3,649</u>	<u>3,016</u>
<b>Changes in working capital:-</b>		
Decrease in inventories	328	797
Decrease in receivables	88	312
Decrease in payables	(4,055)	(3,787)
Payment of finance cost	(564)	(678)
Net payment of income tax	(700)	(103)
	<u>(4,903)</u>	<u>(3,459)</u>
<b>Net cash flows used in operating activities</b>	<u>(1,254)</u>	<u>(443)</u>
<b>Investing Activities</b>		
Purchase of property, plant and equipment	(822)	(1,483)
Proceeds from disposal of property, plant and equipment	1	7
Interest received	298	296
Proceeds from disposal of other investment	-	8,456
<b>Net cash flows (used in)/ generated from investing activities</b>	<u>(523)</u>	<u>7,276</u>
<b>Financing Activities</b>		
Net drawdown/ (repayment) of short term borrowings	1,321	(1,502)
Net repayment of long term borrowings	(183)	(190)
Interest paid	(25)	(19)
<b>Net cash flows generated from/ (used in) financing activities</b>	<u>1,113</u>	<u>(1,711)</u>
<b>Net Change in Cash &amp; Cash Equivalents</b>	(664)	5,122
<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>	-	36
<b>Cash &amp; Cash Equivalents at the end of the financial period</b>	<u>11,046</u>	<u>11,370</u>
<b>Cash and cash equivalents at the end of the financial period comprise of the following:</b>		
Cash and bank balances	2,847	1,496
Deposits with financial institution	11,342	12,485
Bank overdrafts	(3,143)	(2,611)
	<u>11,046</u>	<u>11,370</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 SEPTEMBER 2017**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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	-	(75)	(174)	(249)	-	(249)
<b>At 30 September 2017</b>	29,933	809	(2,854)	27,888	18	27,906
<b>At 1 January 2016</b>	29,933	939	(3,058)	27,814	18	27,832
Total comprehensive loss for the financial period	-	(182)	(2)	(184)	-	(184)
<b>At 30 September 2016</b>	29,933	757	(3,060)	27,630	18	27,648

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.