

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

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-Dec-17 (RM'000)	Preceding Year Corresponding Quarter 31-Dec-16 (RM'000)	Current Year To Date 31-Dec-17 (RM'000)	Preceding Year Corresponding Period 31-Dec-16 (RM'000) Audited
Revenue	19,914	17,522	67,813	63,174
Operating Expenses	(18,500)	(16,431)	(65,360)	(61,621)
Other Operating Income	350	105	723	599
Finance Cost	(181)	(193)	(770)	(890)
Share Of Results Of An Associated Company	202	(268)	(69)	(546)
Profit Before Taxation	1,785	735	2,337	716
Taxation	(549)	(355)	(1,275)	(338)
Profit For The Year	1,236	380	1,062	378
Other Comprehensive Income, Net Of Items That Will Be Reclassified Subsequently To Profit Or Loss Translation Reserves	(65)	127	(140)	(55)
Total Comprehensive Profit For The Year	1,171	507	922	323
Profit For The Year Attributable To:				
Owners Of The Company	1,236	380	1,062	378
Non-Controlling Interests	-	-	-	-
	1,236	380	1,062	378
Total Comprehensive Profit For The Year Attributable To:				
Owners Of The Company	1,171	507	922	323
Non-Controlling Interests	-	-	-	-
	1,171	507	922	323
Earnings Per Share Attributable To Owners Of The Company				
Basic (sen)	1.65	0.51	1.42	0.50
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 YEAR ENDED 31 DECEMBER 2017

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31-Dec-17 RM'000	As at 31-Dec-16 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	13,997	14,204
Prepaid land lease payments	983	1,027
Investment in an associated company	1,777	1,986
Trade and other receivables	2,198	3,104
	<u>18,955</u>	<u>20,321</u>
Current assets		
Inventories	7,643	6,922
Trade and other receivables	22,554	20,295
Prepayments	212	120
Tax recoverable	16	16
Other investment	1	1
Cash, bank balances and short-term deposits	14,518	15,367
	<u>44,944</u>	<u>42,721</u>
TOTAL ASSETS	<u><u>63,899</u></u>	<u><u>63,042</u></u>
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share Capital	29,933	29,933
Translation reserves	744	884
Accumulated Losses	(1,618)	(2,680)
	<u>29,059</u>	<u>28,137</u>
Non-controlling interests	18	18
Total equity	<u>29,077</u>	<u>28,155</u>
Non-current liability		
Loans and borrowings	352	132
Current liabilities		
Trade and other payables	20,242	20,162
Loans and borrowings	13,721	14,280
Tax payable	507	313
	<u>34,470</u>	<u>34,755</u>
Total liabilities	<u>34,822</u>	<u>34,887</u>
TOTAL EQUITY AND LIABILITIES	<u><u>63,899</u></u>	<u><u>63,042</u></u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (sen)	38.83	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 YEAR ENDED 31 DECEMBER 2017

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	12 months ended 31-Dec-17 (RM'000)	12 months ended 31-Dec-16 (RM'000) Audited
Profit before taxation	2,337	716
Adjustments for non-cash items:-		
Impairment loss on receivables	1,083	892
Amortisation of prepaid land lease payments	43	43
Depreciation of property, plant and equipment	2,157	2,009
Impairment loss on property, plant and equipment	-	17
Income from other investment	-	(79)
Interest income	(405)	(401)
Interest expense	770	890
Share of results of an associated company	69	546
Non-cash and operating items - others	38	1
	<u>6,092</u>	<u>4,634</u>
Changes in working capital:-		
Increase in inventories	(721)	(245)
Increase in receivables	(2,386)	(1,758)
(Increase)/ decrease in prepayments	(92)	6
Increase/ (decrease) in payables	80	(287)
Payment of finance cost	(735)	(865)
Net payment of income tax	(1,081)	(270)
	<u>(4,935)</u>	<u>(3,419)</u>
Net cash flows generated from operating activities	<u>1,157</u>	<u>1,215</u>
Investing Activities		
Purchase of property, plant and equipment	(1,524)	(1,691)
Proceeds from disposal of property, plant and equipment	6	11
Interest received	405	401
Proceeds from disposal of other investment	-	8,482
Net cash flows (used in)/ generated from investing activities	<u>(1,113)</u>	<u>7,203</u>
Financing Activities		
Net repayment of short term borrowings	(94)	(2,628)
Net repayment of long term borrowings	(259)	(267)
Interest paid	(35)	(25)
Net cash flows used in financing activities	<u>(388)</u>	<u>(2,920)</u>
Net Change in Cash & Cash Equivalents	(344)	5,498
Cash & Cash Equivalents at the beginning of the financial year	11,710	6,212
Effects of the exchange rate changes	1	-
Cash & Cash Equivalents at the end of the financial year	<u>11,367</u>	<u>11,710</u>
Cash and cash equivalents at the end of the financial year comprise of the following:		
Cash and bank balances	2,714	3,101
Deposits with financial institution	11,804	12,266
Bank overdrafts	(3,151)	(3,657)
	<u>11,367</u>	<u>11,710</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 YEAR ENDED 31 DECEMBER 2017

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 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 profit for the financial year	-	(140)	1,062	922	-	922
At 31 December 2017	29,933	744	(1,618)	29,059	18	29,077
At 1 January 2016	29,933	939	(3,058)	27,814	18	27,832
Total comprehensive profit for the financial year	-	(55)	378	323	-	323
At 31 December 2016	29,933	884	(2,680)	28,137	18	28,155

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.