

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31-Mar-18 RM'000	As at 31-Dec-17 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	13,846	13,996
Prepaid land lease payments	973	983
Investment in an associated company	1,622	1,777
Trade and other receivables	1,946	2,198
	<u>18,387</u>	<u>18,954</u>
Current assets		
Inventories	7,932	7,643
Trade and other receivables	20,957	22,554
Prepayments	527	212
Tax recoverable	2	16
Other investment	1	1
Cash, bank balances and short-term deposits	13,793	14,518
	<u>43,212</u>	<u>44,944</u>
TOTAL ASSETS	<u><u>61,599</u></u>	<u><u>63,898</u></u>
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share Capital	29,933	29,933
Translation reserves	745	744
Accumulated Losses	(1,952)	(1,619)
	<u>28,726</u>	<u>29,058</u>
Non-controlling interests	18	18
Total equity	<u>28,744</u>	<u>29,076</u>
Non-current liability		
Loans and borrowings	442	352
Current liabilities		
Trade and other payables	15,437	20,242
Loans and borrowings	16,545	13,721
Tax payable	431	507
	<u>32,413</u>	<u>34,470</u>
Total liabilities	<u>32,855</u>	<u>34,822</u>
TOTAL EQUITY AND LIABILITIES	<u><u>61,599</u></u>	<u><u>63,898</u></u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (sen)	38.39	38.83

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 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 2018

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-Mar-18 (RM'000)	Preceding Year Corresponding Quarter 31-Mar-17 (RM'000)	Current Year To Date 31-Mar-18 (RM'000)	Preceding Year Corresponding Period 31-Mar-17 (RM'000)
Revenue	15,236	14,989 *	15,236	14,989 *
Operating Expenses	(15,217)	(14,796)	(15,217)	(14,796)
Other Operating Income	159	124	159	124
Finance Cost	(202)	(204)	(202)	(204)
Share Of Results Of An Associated Company	(156)	(46)	(156)	(46)
(Loss)/Profit Before Taxation	(180)	67	(180)	67
Taxation	(153)	(150)	(153)	(150)
Loss For The Period	(333)	(83)	(333)	(83)
Other Comprehensive Income, Net Of Items That Will Be Reclassified Subsequently To Profit Or Loss				
Translation Reserves	1	(52)	1	(52)
Total Comprehensive Loss For The Period	(332)	(135)	(332)	(135)
Loss For The Period Attributable To:				
Owners Of The Company	(333)	(84)	(333)	(84)
Non-Controlling Interests	-	1	-	1
	(333)	(83)	(333)	(83)
Total Comprehensive Loss For The Period Attributable To:				
Owners Of The Company	(332)	(136)	(332)	(136)
Non-Controlling Interests	-	1	-	1
	(332)	(135)	(332)	(135)
Loss Per Share Attributable To Owners Of The Company				
Basic (sen)	(0.44)	(0.11)	(0.44)	(0.11)
Diluted (sen)	N/A	N/A	N/A	N/A

N/A : Not applicable

* Refer to Notes to Interim Financial Report (A.1.Basis Of Preparation)

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying 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 2018

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended 31-Mar-18 (RM'000)	3 months ended 31-Mar-17 (RM'000)
(Loss)/ Profit before taxation	(180)	67
Adjustments for non-cash items:-		
Impairment loss on receivables	291	388
Amortisation of prepaid land lease payments	11	11
Depreciation of property, plant and equipment	559	531
Interest income	(101)	(98)
Interest expense	202	204
Share of results of an associated company	156	46
Non-cash and operating items - others	37	(15)
	<u>975</u>	<u>1,134</u>
Changes in working capital:-		
(Decrease)/ Increase in inventories	(289)	579
Decrease/ (Increase) in receivables	1,584	(455)
Increase in prepayments	(315)	(149)
Decrease in payables	(4,805)	(1,919)
Payment of finance cost	(190)	(199)
Net payment of income tax	(215)	(116)
	<u>(4,230)</u>	<u>(2,259)</u>
Net cash flows used in operating activities	<u>(3,255)</u>	<u>(1,125)</u>
Investing Activities		
Purchase of property, plant and equipment	(490)	(663)
Proceeds from disposal of property, plant and equipment	17	-
Interest received	101	98
Net cash flows used in investing activities	<u>(372)</u>	<u>(565)</u>
Financing Activities		
Net repayment of short term borrowings	2,687	989
Net repayment of long term borrowings	100	(85)
Interest paid	(12)	(5)
Net cash flows generated from financing activities	<u>2,775</u>	<u>899</u>
Net Change in Cash & Cash Equivalents	(852)	(791)
Cash & Cash Equivalents at the beginning of the financial period	11,367	11,710
Effects of the exchange rate changes	-	-
Cash & Cash Equivalents at the end of the financial period	<u>10,515</u>	<u>10,919</u>
Cash and cash equivalents at the end of the financial period comprise of the following:		
Cash and bank balances	2,407	1,879
Deposits with financial institution	11,386	12,323
Bank overdrafts	(3,278)	(3,283)
	<u>10,515</u>	<u>10,919</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 2017 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 2018

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2018

	<-----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 2018	29,933	744	(1,619)	29,058	18	29,076
Total comprehensive loss for the financial period	-	1	(333)	(332)	-	(332)
At 31 March 2018	<u>29,933</u>	<u>745</u>	<u>(1,952)</u>	<u>28,726</u>	<u>18</u>	<u>28,744</u>
At 1 January 2017	29,933	884	(2,680)	28,137	18	28,155
Total comprehensive loss for the financial period	-	(52)	(84)	(136)	1	(135)
At 31 March 2017	<u>29,933</u>	<u>832</u>	<u>(2,764)</u>	<u>28,001</u>	<u>19</u>	<u>28,020</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 2017 and the accompanying explanatory notes attached to the interim financial statements.