

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2019

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31-Mar-19 RM'000	As at 31-Dec-18 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	13,665	13,881
Prepaid land lease payments	929	940
Investment in an associated company	-	-
Trade and other receivables	1,099	655
	<u>15,693</u>	<u>15,476</u>
Current assets		
Inventories	7,460	8,037
Trade and other receivables	20,081	21,031
Prepayments	432	182
Tax recoverable	91	62
Other investment	1	1
Cash, bank balances and short-term deposits	13,204	13,049
	<u>41,269</u>	<u>42,362</u>
TOTAL ASSETS	<u><u>56,962</u></u>	<u><u>57,838</u></u>
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share capital	29,933	29,933
Translation reserves	398	354
Accumulated losses	(6,582)	(5,535)
	<u>23,749</u>	<u>24,752</u>
Non-controlling interests	<u>5</u>	<u>5</u>
Total equity	<u>23,754</u>	<u>24,757</u>
Non-current liability		
	<u>493</u>	<u>548</u>
Current liabilities		
Trade and other payables	12,710	16,750
Contract liability	1,475	1,478
Loans and borrowings	18,530	14,305
	<u>32,715</u>	<u>32,533</u>
Total liabilities	<u>33,208</u>	<u>33,081</u>
TOTAL EQUITY AND LIABILITIES	<u><u>56,962</u></u>	<u><u>57,838</u></u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (sen)	31.74	33.08

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 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 2019

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-Mar-19 RM'000	Preceding Year Corresponding Quarter 31-Mar-18 RM'000	Current Year To Date 31-Mar-19 RM'000	Preceding Year Corresponding Period 31-Mar-18 RM'000
Revenue	15,324	15,236	15,324	15,236
Operating Expenses	(16,159)	(15,217)	(16,159)	(15,217)
Other Operating Income	134	159	134	159
Finance Cost	(246)	(202)	(246)	(202)
Share Of Results Of An Associated Company	-	(156)	-	(156)
Loss Before Taxation	(947)	(180)	(947)	(180)
Taxation	(100)	(153)	(100)	(153)
Loss For The Period	(1,047)	(333)	(1,047)	(333)
Other Comprehensive Income, Net Of Items That Will Be Reclassified Subsequently To Profit Or Loss Translation Reserves	44	1	44	1
Total Comprehensive Loss For The Period	(1,003)	(332)	(1,003)	(332)
Loss For The Period Attributable To:				
Owners Of The Company	(1,047)	(333)	(1,047)	(333)
Non-Controlling Interests	-	-	-	-
	(1,047)	(333)	(1,047)	(333)
Total Comprehensive Loss For The Period Attributable To:				
Owners Of The Company	(1,003)	(332)	(1,003)	(332)
Non-Controlling Interests	-	-	-	-
	(1,003)	(332)	(1,003)	(332)
Loss Per Share Attributable To Owners Of The Company				
Basic (sen)	(1.40)	(0.44)	(1.40)	(0.44)
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 2018 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 2019

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended	3 months ended
	31-Mar-19	31-Mar-18
	RM'000	RM'000
Loss before taxation	(947)	(180)
Adjustments for non-cash items:-		
Impairment loss on receivables	96	291
Amortisation of prepaid land lease payments	11	11
Depreciation of property, plant and equipment	548	559
Interest income	(108)	(101)
Interest expense	246	202
Share of results of an associated company	-	156
Non-cash and operating items - others	115	37
	<u>(39)</u>	<u>975</u>
Changes in working capital:-		
Inventories	577	(289)
Receivables	341	1,584
Prepayments	(250)	(315)
Payables	(4,043)	(4,805)
Payment of finance cost	(233)	(190)
Net payment of income tax	(130)	(215)
	<u>(3,738)</u>	<u>(4,230)</u>
Net cash flows used in operating activities	<u>(3,777)</u>	<u>(3,255)</u>
Investing Activities		
Purchase of property, plant and equipment	(347)	(490)
Proceeds from disposal of property, plant and equipment	13	17
Interest received	108	101
Net cash flows used in investing activities	<u>(226)</u>	<u>(372)</u>
Financing Activities		
Net drawdown of short term borrowings	4,509	2,687
Net repayment/(drawdown) of long term borrowings	(71)	100
Interest paid	(13)	(12)
Net cash flows generated from financing activities	<u>4,425</u>	<u>2,775</u>
Net Change in Cash & Cash Equivalents	422	(852)
Cash & Cash Equivalents at the beginning of the financial period	9,489	11,367
Effects of the exchange rate changes	<u>-</u>	<u>-</u>
Cash & Cash Equivalents at the end of the financial period	<u>9,911</u>	<u>10,515</u>
Cash and cash equivalents at the end of the financial period comprise of the following:		
Cash and bank balances	2,119	2,407
Deposits with financial institution	11,085	11,386
Bank overdrafts	(3,293)	(3,278)
	<u>9,911</u>	<u>10,515</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 2018 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 2019

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2019

	<-----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 2019	29,933	354	(5,535)	24,752	5	24,757
Total comprehensive loss for the financial period	-	44	(1,047)	(1,003)	-	(1,003)
At 31 March 2019	<u>29,933</u>	<u>398</u>	<u>(6,582)</u>	<u>23,749</u>	<u>5</u>	<u>23,754</u>
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>

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 2018 and the accompanying explanatory notes attached to the interim financial statements.