



HWA TAI INDUSTRIES BERHAD (Company No. 197401002656 (19688-V))
INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| | Individual Quarter | | Cumulative Quarter | |
|---|--|---|--|---|
| | Current Year Quarter 31-Dec-23 RM'000 | Preceding Year Corresponding Quarter 31-Dec-22 RM'000 | Current Year To Date 31-Dec-23 RM'000 | Preceding Year Corresponding Period 31-Dec-22 RM'000 (Audited) |
| Revenue | 25,735 | 22,957 | 80,753 | 76,256 |
| Operating Expenses | (26,363) | (24,214) | (86,293) | (80,998) |
| Other Operating Income | 36 | (8) | 235 | 216 |
| Finance Cost | (441) | (396) | (1,807) | (1,338) |
| Loss Before Taxation | (1,033) | (1,661) | (7,112) | (5,864) |
| Taxation | - | 30 | - | 30 |
| Loss For The Period | (1,033) | (1,631) | (7,112) | (5,834) |
| Other Comprehensive Income, Net of Tax: | | | | |
| <i>Item that will be reclassified subsequently to profit or loss:</i> | | | | |
| Translation Reserves | - | - | - | - |
| <i>Item that will not be reclassified subsequently to profit or loss:</i> | | | | |
| Revaluation surplus on property, plant and equipment | - | - | 17,940 | - |
| Total Comprehensive (Loss)/Income For The Period | (1,033) | (1,631) | 10,828 | (5,834) |
| Loss For The Period Attributable to : | | | | |
| Owners Of The Company | (1,035) | (1,630) | (7,113) | (5,842) |
| Non-Controlling Interests | 2 | (1) | 1 | 8 |
| | (1,033) | (1,631) | (7,112) | (5,834) |
| Total Comprehensive (Loss)/Income For The Period Attributable To: | | | | |
| Owners Of The Company | (1,035) | (1,630) | 10,827 | (5,842) |
| Non-Controlling Interests | 2 | (1) | 1 | 8 |
| | (1,033) | (1,631) | 10,828 | (5,834) |
| Loss Per Share Attributable To Owners Of The Company | | | | |
| Basic (sen) | (1.38) | (2.18) | (9.51) | (7.81) |
| 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 2022 and the accompanying explanatory notes attached to the interim financial statements.



HWA TAI INDUSTRIES BERHAD (Company No. 197401002656 (19688-V))
INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| | As at 31-Dec-23 | As at 31-Dec-22 |
|--|--------------------|---------------------|
| | RM'000 | RM'000 (Audited) |
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 43,729 | 23,318 |
| | 43,729 | 23,318 |
| Current assets | | |
| Inventories | 11,428 | 12,769 |
| Trade and other receivables | 32,524 | 28,699 |
| Prepayments | 339 | 378 |
| Tax recoverable | 969 | 974 |
| Cash, bank balances and short-term deposits | 7,607 | 6,080 |
| | 52,867 | 48,900 |
| TOTAL ASSETS | 96,596 | 72,218 |
| EQUITY AND LIABILITIES | | |
| Equity attributable to Owners of the Company | | |
| Share capital | 29,933 | 29,933 |
| Reserves | 18,255 | 315 |
| Accumulated losses | (21,534) | (14,421) |
| | 26,654 | 15,827 |
| Non-controlling interests | 21 | 20 |
| Total equity | 26,675 | 15,847 |
| Non-current liability | | |
| Other payables | 8,000 | 2,000 |
| Lease liabilities | 1,731 | 2,613 |
| Deferred tax liabilities | 5,665 | - |
| | 15,396 | 4,613 |
| Current liabilities | | |
| Trade and other payables | 21,913 | 21,752 |
| Contract liabilities | 4,224 | 3,572 |
| Loans and borrowings | 27,218 | 25,291 |
| Lease liabilities | 1,170 | 1,143 |
| | 54,525 | 51,758 |
| Total liabilities | 69,921 | 56,371 |
| TOTAL EQUITY AND LIABILITIES | 96,596 | 72,218 |
| Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (sen) | 35.62 | 21.15 |

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.



HWA TAI INDUSTRIES BERHAD (Company No. 197401002656 (19688-V))
INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

| | 9 months ended 31-Dec-23 RM'000 | 12 months ended 31-Dec-22 RM'000 |
|--|--|---|
| Cash flows from operating activities: | | |
| Loss before taxation | (7,112) | (5,864) |
| Adjustments for: | | |
| Impairment loss on receivables | 111 | 123 |
| Depreciation of property, plant and equipment | 3,565 | 2,749 |
| Interest income | (141) | (97) |
| Interest expense | 1,807 | 1,338 |
| Inventories written down | 50 | 92 |
| Reversal of impairment loss on receivables | (3) | (222) |
| Non-cash and operating items - others | 21 | (16) |
| | <u>(1,702)</u> | <u>(1,897)</u> |
| Changes in working capital: | | |
| Inventories | 1,307 | (1,834) |
| Receivables | (3,967) | (7,257) |
| Prepayments | 39 | (80) |
| Payables | 813 | 5,147 |
| Payment of finance cost | (30) | (52) |
| Net payment of income tax | 6 | (253) |
| | <u>(1,832)</u> | <u>(4,329)</u> |
| Net cash used in operating activities | <u>(3,534)</u> | <u>(6,226)</u> |
| Cash flows from investing activities: | | |
| Purchase of property, plant and equipment | (60) | (1,983) |
| Proceeds from disposal of property, plant and equipment | 9 | 64 |
| Interest received | 141 | 97 |
| Net cash from/(used in) investing activities | <u>90</u> | <u>(1,822)</u> |
| Cash flows from financing activities: | | |
| Amount owing to director | 6,000 | 2,000 |
| Net drawdown of short term borrowings | 2,538 | 2,089 |
| Payment of lease liabilities | (1,180) | (1,031) |
| Interest paid | (1,776) | (1,286) |
| Net cash from financing activities | <u>5,582</u> | <u>1,772</u> |
| Net Change in Cash & Cash Equivalents | <u>2,138</u> | <u>(6,276)</u> |
| Cash & Cash Equivalents at the beginning of the financial period | 1,446 | 7,722 |
| Effects of the exchange rate changes | - | - |
| Cash & Cash Equivalents at the end of the financial period | <u>3,584</u> | <u>1,446</u> |
| Cash and cash equivalents at the end of the financial period comprise of the following: | | |
| Cash and bank balances | 2,607 | 1,580 |
| Deposits with financial institution | 5,000 | 4,500 |
| Bank overdrafts | (4,023) | (4,634) |
| | <u>3,584</u> | <u>1,446</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 2022 and the accompanying explanatory notes attached to the interim financial statements.



HWA TAI INDUSTRIES BERHAD (Company No. 197401002656 (19688-V))
INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | <-----Attributable to Owners of the Company-----> | | | | | | |
|---|---|----------------------|---------------------|--------------------|----------------------|---------------------------|--------------|
| | Share Capital | Translation Reserves | Revaluation Reserve | Accumulated Losses | Shareholders' equity | Non-Controlling Interests | Total Equity |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| At 1 January 2023 | 29,933 | 315 | - | (14,421) | 15,827 | 20 | 15,847 |
| Total comprehensive income for the financial period | - | - | 17,940 | (7,113) | 10,827 | 1 | 10,828 |
| At 31 December 2023 | 29,933 | 315 | 17,940 | (21,534) | 26,654 | 21 | 26,675 |
| At 1 January 2022 | 29,933 | 315 | - | (8,579) | 21,669 | 12 | 21,681 |
| Total comprehensive loss for the financial period | - | - | - | (5,842) | (5,842) | 8 | (5,834) |
| At 31 December 2022 | 29,933 | 315 | - | (14,421) | 15,827 | 20 | 15,847 |

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 2022 and the accompanying explanatory notes attached to the interim financial statements.