

Harvest Court Industries Berhad (36998-T)
Condensed Consolidated Statement of Comprehensive Income
For the year ended 31 March 2013

| Note | 2013 Current Qtr ended 31 Mar (RM) | 2012 Comparative Qtr ended 31 Mar (RM) | 2013 3 months cumulative to date (RM) | 2012 Comparative 3 months cumulative to date (RM) |
|---|---|---|--|--|
| Revenue | 3,981,661 | 3,991,948 | 3,981,661 | 3,991,948 |
| Cost of sales | (3,673,870) | (3,314,288) | (3,673,870) | (3,314,288) |
| Gross profit /(loss) | 307,791 | 677,660 | 307,791 | 677,660 |
| Other income | 24,501 | 8,908 | 24,501 | 8,908 |
| Administrative expenses | (1,094,613) | (677,243) | (1,094,613) | (677,243) |
| Selling and distribution expenses | (52,644) | (80,366) | (52,644) | (80,366) |
| Other expenses | (4,367) | (2,974) | (4,367) | (2,974) |
| Finance Cost | (1,086) | (1,369) | (1,086) | (1,369) |
| Share of profit/(loss) from associate | (15,657) | - | (15,657) | - |
| Profit /(Loss) before taxation | (836,075) | (75,384) | (836,075) | (75,384) |
| Taxation | 20,264 | 184,667 | 20,264 | 184,667 |
| Profit /(Loss) for the period, representing representing total comprehensive income for the period | (815,811) | 109,283 | (815,811) | 109,283 |
| Net profit/(loss) and total comprehensive income for the financial period | | | | |
| Attributable to: | | | | |
| Equity holders of the parent | (815,811) | 111,400 | (815,811) | 111,400 |
| Non-Controlling Interest | - | (2,117) | - | (2,117) |
| | (815,811) | 109,283 | (815,811) | 109,283 |
| Profit/(Loss) per share attributable to equity holders of the parent: | | | | |
| Basic (Sen) | (0.41) | 0.06 | (0.41) | 0.06 |
| Dilluted (sen) | (0.41) | 0.04 | (0.41) | 0.04 |

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

Harvest Court Industries Berhad (36998-T)
Condensed Consolidated Statement of Changes in Equity
For the financial period ended 31 March 2013

| | Attributable to Equity Holders of the Parent | | | | Total (RM) | Non- controlling Interest (RM) | Total Equity (RM) |
|--|--|------------------|-------------------------|-------------------------------|-------------------|---|-------------------------|
| | Non-Distributable | | ESOS reserve (RM) | Accumulated Losses (RM) | | | |
| | Share Capital (RM) | Share Premium | ESOS reserve (RM) | Accumulated Losses (RM) | Total (RM) | Non- controlling Interest (RM) | Total Equity (RM) |
| 3 months ended 31 Mar 2013 | | | | | | | |
| Balance at beginning of period | 49,768,368 | 2,555,100 | 50 | (13,509,456) | 38,814,062 | - | 38,814,062 |
| Net loss for the financial period, representing total comprehensive income for the financial period | - | - | - | (815,811) | (815,811) | - | (815,811) |
| Balance at end of period | 49,768,368 | 2,555,100 | 50 | (14,325,267) | 37,998,251 | - | 37,998,251 |
| 3 months ended 31 Mar 2012 | | | | | | | |
| Balance at beginning of period | 45,329,368 | - | 8,550 | (13,684,858) | 31,653,060 | 641,188 | 32,294,248 |
| Net loss for the financial period, representing total comprehensive income for the financial period | - | - | - | 111,400 | 111,400 | (2,117) | 109,283 |
| Issuance of shares pursuant to ESOS | 56,500 | - | - | - | 56,500 | - | 56,500 |
| Share Option exercised | | | (200) | 200 | - | - | - |
| Balance at end of period | 45,385,868 | - | 8,350 | (13,573,258) | 31,820,960 | 639,071 | 32,460,031 |

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

Harvest Court Industries Berhad (36998-T)
Condensed Consolidated Statement of Financial Position
As at 31 March 2013

| | As at 31 Mar 2013 (RM) | As at 31 Dec 2012 (RM) |
|--|------------------------------|------------------------------|
| NON-CURRENT ASSETS | | |
| Property, plant and equipment | 31,036,260 | 31,214,916 |
| Investment in Associate | 802,804 | 818,461 |
| | 31,839,064 | 32,033,377 |
| CURRENT ASSETS | | |
| Inventories | 7,616,073 | 7,862,757 |
| Trade receivables | 7,378,182 | 9,757,187 |
| Other receivables, deposits & prepayments | 1,134,399 | 1,623,017 |
| Tax recoverable | 332 | 332 |
| Deposits with licensed bank | | 499,192 |
| Cash and bank balances | 544,942 | 91,980 |
| | 16,673,928 | 19,834,465 |
| TOTAL ASSETS | 48,512,992 | 51,867,842 |
| FINANCED BY: | | |
| Share Capital | 49,768,368 | 49,768,368 |
| Share Premium | 2,555,100 | 2,555,100 |
| ESOS Reserve | 50 | 50 |
| Accumulated losses | (14,325,267) | (13,509,456) |
| Equity attributable to equity holders of the parent | 37,998,251 | 38,814,062 |
| Non-Controlling Interest | - | - |
| Total equity | 37,998,251 | 38,814,062 |
| Non-Current Liabilities | | |
| Finance payables | 61,795 | 61,795 |
| Deferred tax liabilities | 2,153,083 | 2,173,345 |
| | 2,214,878 | 2,235,140 |
| CURRENT LIABILITIES | | |
| Trade payables | 4,778,149 | 3,683,121 |
| Other payables | 2,389,144 | 1,122,810 |
| Amount owing to associate | 848,566 | 870,353 |
| Amount owing to Directors | 79,032 | 4,845,029 |
| Finance payables | 12,423 | 17,058 |
| Short term borrowings | 64,493 | 95,993 |
| Tax payables | 128,056 | 184,276 |
| Total current liabilities | 8,299,863 | 10,818,640 |
| TOTAL LIABILITIES | 10,514,741 | 13,053,780 |
| TOTAL EQUITY AND LIABILITIES | 48,512,992 | 51,867,842 |
| NET ASSETS PER SHARE | | |
| ATTRIBUTABLE TO ORDINARY EQUITY | | |
| HOLDERS OF THE PARENT (Sen) | 19.09 | 19.50 |

The condensed consolidated statement of financial position should be read in conjunction with the financial statements for the year ended 31 December 2012 and the accompanying explanatory notes the interim financial statements.

Harvest Court Industries Berhad
Condensed Consolidated Statement of Cash Flows
For the financial year ended 31 March 2013

| | 2013 3 months ended 31 Mar (RM'000) | 2012 3 months ended 31 Mar (RM'000) |
|---|--|--|
| Net profit /(loss) before tax | (836) | (75) |
| Adjustments for non-cash flow:- | | |
| Non-cash items | 349 | 354 |
| Non-operating items (which are investing/financing) | (1) | (4) |
| Operating profit/(loss) before changes in working capital | <u>(488)</u> | <u>275</u> |
| Changes in working capital :- | | |
| Net change in current assets | 3,111 | (594) |
| Net change in current liabilities | <u>(2,426)</u> | <u>54</u> |
| Cash generated from/(used in) operations | 197 | (265) |
| Interest received | 2 | 6 |
| Interest paid | (1) | (1) |
| Tax paid | <u>(56)</u> | <u>-</u> |
| Net cash from/(used in) operating activities | <u>142</u> | <u>(260)</u> |
| Investing Activities | | |
| Proceeds from disposal of PPE | - | - |
| Purchase of PPE | <u>(157)</u> | <u>(88)</u> |
| Net cash used in investing activities | <u>(157)</u> | <u>(88)</u> |
| Financing Activities | | |
| - Proceeds from ESOS | - | 57 |
| - Bank borrowing | (32) | (15) |
| - Finance Lease/ HP | <u>(5)</u> | <u>(5)</u> |
| Net cash used in financing activities | <u>(37)</u> | <u>37</u> |
| Net changes in Cash & Cash equivalents | (52) | (311) |
| Cash & Cash Equivalents at beginning of period | 591 | 453 |
| Foreign Currency differences | 6 | - |
| Cash & Cash Equivalents at end of period | <u><u>545</u></u> | <u><u>142</u></u> |
| Cash & Cash Equivalents comprise the following :- | | |
| Cash and bank balances | 545 | 142 |
| Deposits with licensed banks | - | - |
| Bank overdrafts | <u>-</u> | <u>-</u> |
| | <u><u>545</u></u> | <u><u>142</u></u> |

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.