

**Harvest Court Industries Berhad (36998-T)**  
**Condensed Consolidated Statement of Comprehensive Income**  
**For the period ended 30 June 2014**

Note	2014 Current Qtr ended 30 June (RM) (Unaudited)	2013 Comparative Qtr ended 30 June (RM) (Unaudited)	2014 6 months cumulative to date (RM) (Unaudited)	2013 Comparative 6 months cumulative to date (RM) (Unaudited)
Revenue	1,230,235	7,612,907	2,897,444	11,594,568
Cost of sales	(1,584,877)	(7,083,962)	(3,406,860)	(10,757,832)
<b>Gross profit /(loss)</b>	<b>(354,642)</b>	<b>528,945</b>	<b>(509,416)</b>	<b>836,736</b>
Other income	165,161	6,807	230,123	31,308
Administrative expenses	(2,279,948)	(1,265,974)	(3,505,298)	(2,360,587)
Selling and distribution expenses	(2,681)	(28,133)	(16,778)	(80,777)
Other expenses	(20,770)	(18,576)	(20,734)	(22,943)
Finance Cost	(3,497)	(2,117)	(7,204)	(3,203)
Share of profit/(loss) from associate	-	(19,303)	-	(34,960)
<b>Profit /(Loss) before taxation</b>	<b>(2,496,377)</b>	<b>(798,351)</b>	<b>(3,829,307)</b>	<b>(1,634,426)</b>
Taxation	20,263	(29,737)	40,527	(9,473)
<b>Profit /(Loss) for the period, representing total comprehensive income for the period</b>	<b>(2,476,114)</b>	<b>(828,088)</b>	<b>(3,788,780)</b>	<b>(1,643,899)</b>
<b>Net profit/(loss) and total comprehensive income for the financial period</b>				
Attributable to:				
Equity holders of the parent	(2,476,114)	(828,088)	(3,788,780)	(1,643,899)
<b>Profit/(Loss) per share attributable to equity holders of the parent:</b>				
Basic (Sen)	(0.92)	(0.42)	(1.42)	(0.83)
Dilluted (Sen)	(0.85)	(0.38)	(1.37)	(0.79)

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2013 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 30 June 2014**

	<b>As at 30 June 2014 (RM) (Unaudited)</b>	<b>As at 31 Dec 2013 (RM) (Audited)</b>
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	29,939,368	30,494,949
	<b>29,939,368</b>	<b>30,494,949</b>
<b>CURRENT ASSETS</b>		
Inventories	6,285,843	6,979,085
Trade receivables	10,730,012	12,555,285
Other receivables, deposits & prepayments	2,791,013	977,356
Short term deposits with licensed banks	7,068,787	6,659,329
Cash and bank balances	726,909	419,060
	<b>27,602,564</b>	<b>27,590,115</b>
<b>TOTAL ASSETS</b>	<b>57,541,932</b>	<b>58,085,064</b>
<b>FINANCED BY:</b>		
Share Capital	70,001,531	66,357,381
Reserves	2,922,944	2,768,750
Accumulated losses	(20,626,574)	(17,228,129)
<b>Total equity</b>	<b>52,297,901</b>	<b>51,898,002</b>
<b>Non-Current Liabilities</b>		
Finance payables	248,697	248,697
Deferred tax liabilities	2,051,764	2,092,292
	<b>2,300,461</b>	<b>2,340,989</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	778,829	1,038,945
Other payables	976,976	1,584,000
Amount owing to contract customers	1,077,060	1,077,060
Finance payables	31,955	63,067
Tax payables	78,750	83,000
<b>Total current liabilities</b>	<b>2,943,570</b>	<b>3,846,072</b>
<b>TOTAL LIABILITIES</b>	<b>5,244,031</b>	<b>6,187,061</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>57,541,932</b>	<b>58,085,063</b>
<b>NET ASSETS PER SHARE</b>		
<b>ATTRIBUTABLE TO ORDINARY EQUITY</b>		
HOLDERS OF THE PARENT (Sen)	<b>18.68</b>	<b>19.55</b>

**The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2013 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 period ended 30 June 2014**

	Attributable to Equity Holders of the Parent						Total Equity (RM)
	<u>Non-Distributable</u>						
	Share Capital (RM)	Share Premium (RM)	ESOS Reserve (RM)	Warrant Reserve (RM)	Discount on Equity (RM)	Accumulated Losses (RM)	
<b>6 months ended 30 June 2014</b>							
<b>Balance at beginning of period</b>	66,357,381	-	213,650	5,225,539	(2,670,439)	(17,228,129)	51,898,002
<b>Net loss for the financial period, representing total comprehensive income for the financial period</b>	-	-	-	-	-	(3,788,780)	(3,788,780)
<b>Share options granted under ESOS</b>	-	-	544,529	-	-	-	544,529
<b>ESOS exercised</b>			(390,335)			390,335	-
<b>Issuance of shares pursuant to ESOS</b>	3,644,150	-		-	-	-	3,644,150
<b>Balance at end of period</b>	70,001,531	-	367,844	5,225,539	(2,670,439)	(20,626,574)	52,297,901
<b>6 months ended 30 June 2013</b>							
<b>Balance at beginning of period</b>	49,768,368	2,555,100	50	-	-	(13,509,456)	38,814,062
<b>Net loss for the financial period, representing total comprehensive income for the financial period</b>	-	-	-	-	-	(1,643,899)	(1,643,899)
<b>Balance at end of period</b>	49,768,368	2,555,100	50	-	-	(15,153,355)	37,170,163

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

**Harvest Court Industries Berhad**  
**Condensed Consolidated Statement of Cash Flows**  
**For the period ended 30 June 2014**

	<b>2014</b> <b>6 months ended</b> <b>30 Jun</b> <b>(RM'000)</b>	<b>2013</b> <b>6 months ended</b> <b>30 Jun</b> <b>(RM'000)</b>
Net profit /(loss) before tax	(3,829)	(1,634)
Adjustments for non-cash flow:-		
Non-cash items	1,234	714
Non-operating items (which are investing/financing)	(96)	1
Operating profit/(loss) before changes in working capital	<u>(2,691)</u>	<u>(919)</u>
Changes in working capital :-		
Net change in current assets	705	191
Net change in current liabilities	(867)	556
Cash generated from/(used in) operations	<u>(2,853)</u>	<u>(172)</u>
Interest received	103	2
Interest paid	(7)	(3)
Tax paid	(4)	(112)
Net cash from/(used in) operating activities	<u>(2,761)</u>	<u>(285)</u>
Investing Activities		
Proceeds from disposal of PPE	-	-
Purchase of PPE	(134)	(360)
	-	-
Net cash used in investing activities	<u>(134)</u>	<u>(360)</u>
Financing Activities		
	-	-
- Proceeds from ESOS	3,644	
- Bank borrowing	-	(32)
- Drawdown from HP Financing	-	140
- Repayment of HP	(31)	(14)
Net cash used in financing activities	<u>3,613</u>	<u>94</u>
Net changes in Cash & Cash equivalents	718	(551)
Cash & Cash Equivalents at beginning of period	7,078	591
Foreign Currency differences	-	-
Cash & Cash Equivalents at end of period	<u><u>7,796</u></u>	<u><u>40</u></u>
Cash & Cash Equivalents comprise the following :-		
Cash and bank balances	727	40
Short Term Deposits with licensed banks	7,069	-
	-	-
	<u><u>7,796</u></u>	<u><u>40</u></u>

**The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.**