

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Comprehensive Income
for the first quarter ended 31 March 2010

	Individual Quarter		Cumulative Quarter	
	Jan - Mar 2010	Jan - Mar 2009	Jan - Mar 2010	Jan - Mar 2009
	RM'000	RM'000	RM'000	RM'000
Continuing operations				
Revenue				
- sales of goods	40,636	21,727	40,636	21,727
- services	33	138	33	138
	40,669	21,865	40,669	21,865
Cost of sales				
- sales of goods	(40,154)	(22,667)	(40,154)	(22,667)
- services	-	-	-	-
	(40,154)	(22,667)	(40,154)	(22,667)
Gross Profit/(Loss)	515	(802)	515	(802)
Operating (expenses)/income	(2,942)	(2,360)	(2,942)	(2,360)
Gain on deemed disposal of a quoted associat	15,419	-	15,419	-
Operating Profit/(Loss)	12,992	(3,162)	12,992	(3,162)
Interest expense	(2,129)	(2,127)	(2,129)	(2,127)
Interest income	1	3	1	3
Share of results of Associate:	(957)	(764)	(957)	(764)
Profit/(Loss) before tax	9,907	(6,050)	9,907	(6,050)
Income tax expense	-	353	-	353
Net Profit/(Loss) for the period	9,907	(5,697)	9,907	(5,697)
Other Comprehensive Income:				
Currency translation differences arising from consolidation	(178)	3,024	(178)	3,024
Gain arising from revaluation of property, plant and equipment	-	6,429	-	6,429
Available for sale ("AFS") quoted investments	(39)	-	(39)	-
Income tax relating to components of other comprehensive income	-	-	-	-
Other Comprehensive Income net of tax	(217)	9,453	(217)	9,453
Total Comprehensive Income/(Loss) for the period	9,690	3,756	9,690	3,756
Profit/(Loss) attributable to:				
Equity holders of the Company	9,960	(5,658)	9,960	(5,658)
Minority interests	(53)	(39)	(53)	(39)
	9,907	(5,697)	9,907	(5,697)
Total Comprehensive Income/(Loss) attributable to:				
Equity holders of the Company	(217)	9,453	(217)	9,453
Minority interests	-	-	-	-
	(217)	9,453	(217)	9,453
Profit/(Loss) per share attributable to equity holders of the Company				
- Basic (sen)	3.61	(2.05)	3.61	(2.05)
- Fully diluted (sen)	3.61	(2.05)	3.61	(2.05)

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2009.

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Changes in Equity
for the first quarter ended 31 March 2010

	← Attributable to shareholders of the Company →					Accumulated losses RM'000	Sub-total RM'000	Minority interest RM'000	Total equity RM'000
	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Fair value reserve RM'000	Exchange fluctuation reserve RM'000				
<u>Current Year's 3 months ended 31.03.10</u>									
At 1 January 2010	275,778	41,218	8,971	-	1,360	(280,233)	47,094	608	47,702
Effects of applying FRS 139	-	-	-	(14)	-	-	(14)	-	(14)
Restated Balance at 1 January 2010	275,778	41,218	8,971	(14)	1,360	(280,233)	47,080	608	47,688
Share capital reduction	(220,622)	(41,218)	-	-	-	261,840	-	-	-
Total comprehensive income for the financial period ended 31 March 2010	-	-	-	(39)	(178)	9,960	9,743	(53)	9,690
At 31 March 2010	55,156	-	8,971	(53)	1,182	(8,433)	56,823	555	57,378
<u>Preceding Year's 3 months ended 31.03.09</u>									
At 1 January 2009	275,778	41,218	-	-	1,427	(256,426)	61,997	784	62,781
Total comprehensive income for the financial period ended 31 March 2009	-	-	6,429	-	3,024	(5,658)	3,795	(39)	3,756
At 31 March 2009	275,778	41,218	6,429	-	4,451	(262,084)	65,792	745	66,537

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2009.

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Financial Position
As at 31 March 2010

	Unaudited	Audited
	As at	As at
	31.03.10	31.12.09
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	58,009	60,374
Exploration & evaluation assets	3,127	3,017
Prepaid lease payments	6,265	6,371
Investment in Associates	37,907	23,063
Available for sale quoted investments	131	184
	105,439	93,009
Current assets		
Inventories	43,421	35,961
Leasehold properties held for sale	7,000	7,000
Trade and other receivables	28,027	20,721
Amount due from an associate	-	2,982
Prepaid lease payments	252	254
Tax recoverable	2,498	2,625
Cash and bank balances	5,000	5,018
	86,198	74,561
TOTAL ASSETS	191,637	167,570
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company:		
Share capital	55,156	275,778
Reserves	1,667	(228,684)
	56,823	47,094
Minority interests	555	608
TOTAL EQUITY	57,378	47,702
Non-current liabilities		
Long term borrowings	30,657	31,000
Deferred tax liabilities	-	-
	30,657	31,000
Current liabilities		
Trade and other payables	31,225	19,887
Amount due to an associate	2,575	2,578
Short term borrowings	69,460	66,031
Tax payable	342	372
	103,602	88,868
TOTAL LIABILITIES	134,259	119,868
TOTAL EQUITY AND LIABILITIES	191,637	167,570
The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2009.		
Net Assets per share (RM)	0.21	0.17
Net Tangible Assets per share (RM)	0.19	0.16

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Cash Flow Statement
for the first quarter ended 31 March 2010

	<u>NOTE</u>	31.03.2010 RM'000	31.03.2009 RM'000
Cash flows from/(used in) operating activities			
Profit/(Loss) before taxation		9,907	(6,050)
Adjustments for :			
Amortisation of prepaid lease payments		63	73
Depreciation		2,157	2,189
Gross dividend income from quoted investments in Malaysia		(3)	(2)
Gain on deemed disposal of a quoted associate		(15,419)	-
Interest expense		2,129	2,127
Interest income		(1)	(3)
Property, plant and equipment written off		-	9
Share in losses of associates		957	764
Unrealised gain on foreign exchange		(257)	(1,223)
Unrealised loss on foreign exchange		249	1,170
		(218)	(946)
Operating loss before working capital changes			
(Increase)/decrease in inventories		(7,898)	3,626
(Increase)/decrease in trade and other receivables		(6,734)	259
Increase/(decrease) in trade and other payables		11,207	(12,955)
		(3,643)	(10,016)
Cash used in operations			
Income taxes paid		(30)	(350)
Interest paid		(2,129)	(2,127)
Interest received		1	3
		(5,801)	(12,490)
Net cash used in operating activities			
Cash flows from/(used in) investing activities			
Dividends received		3	2
(Increase)/decrease in fixed deposits pledged		(767)	-
Payment for exploration and evaluation assets		(110)	(570)
Purchase of property, plant and equipment		(216)	(9)
Proceeds from disposal of property, plant and equipment		-	2
		(1,090)	(575)
Net cash used in investing activities			
Cash flows from/(used in) financing activities			
Repayment(s) of advance to an associate		(3)	-
Repayment(s) of advance from an associate		3,000	-
Proceeds from/(Repayments of) trade finance		3,803	(7,993)
Repayments of term loans		(186)	(1,446)
Repayments of hire purchase liabilities		(6)	(6)
		6,608	(9,445)
Net cash generated from/(used in) financing activities			
Exchange differences		(45)	748
		(328)	(21,762)
Net decrease in cash and cash equivalents		(328)	(21,762)
Cash and cash equivalents at beginning of period		3,751	26,939
		3,423	5,177
Cash and cash equivalents at end of period	1	3,423	5,177

NOTE

1. Cash and cash equivalents

Cash and cash equivalents comprise of :

	31.03.2010 RM'000	31.03.2009 RM'000
Cash and bank balances	5,000	6,635
Deposits with licensed banks	6,769	6,002
	11,769	12,637
Bank overdrafts	(1,577)	(1,458)
Deposits pledged as security	(6,769)	(6,002)
	3,423	5,177

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2009.