

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Comprehensive Income
for the financial period ended 31 March 2012

	Individual Quarter		Cumulative Quarters	
	Jan - Mar 2012	Jan - Mar 2011	Jan - Mar 2012	Jan - Mar 2011
	RM'000	RM'000	RM'000	RM'000
Continuing operations				
Revenue				
- sales of goods	49,103	51,480	49,103	51,480
- services	156	162	156	162
	<u>49,259</u>	<u>51,642</u>	<u>49,259</u>	<u>51,642</u>
Cost of sales				
- sales of goods	(48,243)	(48,607)	(48,243)	(48,607)
- services	-	-	-	-
	<u>(48,243)</u>	<u>(48,607)</u>	<u>(48,243)</u>	<u>(48,607)</u>
Gross Profit	<u>1,016</u>	<u>3,035</u>	<u>1,016</u>	<u>3,035</u>
Operating expenses	(3,369)	(3,305)	(3,369)	(3,305)
Gain on deemed disposal of a quoted associate	-	1,416	-	1,416
Operating (Loss)/Profit	<u>(2,353)</u>	<u>1,146</u>	<u>(2,353)</u>	<u>1,146</u>
Interest expense	(1,655)	(1,466)	(1,655)	(1,466)
Interest income	31	57	31	57
Share of results of Associates	(7)	(2,498)	(7)	(2,498)
Loss before tax	<u>(3,984)</u>	<u>(2,761)</u>	<u>(3,984)</u>	<u>(2,761)</u>
Income tax expense	-	-	-	-
Net Loss for the period	<u>(3,984)</u>	<u>(2,761)</u>	<u>(3,984)</u>	<u>(2,761)</u>
Other Comprehensive Income/(Loss):				
Currency translation differences arising from consolidation	(727)	1,956	(727)	1,956
Available for sale ("AFS") quoted investments	(10,083)	33	(10,083)	33
Income tax relating to components of other comprehensive income/(loss)	-	-	-	-
Other Comprehensive (Loss)/Income net of tax	<u>(10,810)</u>	<u>1,989</u>	<u>(10,810)</u>	<u>1,989</u>
Total Comprehensive Loss for the period	<u>(14,794)</u>	<u>(772)</u>	<u>(14,794)</u>	<u>(772)</u>
Profit/(Loss) attributable to:				
Owners of the Company	(4,120)	(2,352)	(4,120)	(2,352)
Non controlling interests	136	(409)	136	(409)
	<u>(3,984)</u>	<u>(2,761)</u>	<u>(3,984)</u>	<u>(2,761)</u>
Total Comprehensive Income/(Loss) attributable to:				
Owners of the Company	(14,930)	(363)	(14,930)	(363)
Non controlling interests	136	(409)	136	(409)
	<u>(14,794)</u>	<u>(772)</u>	<u>(14,794)</u>	<u>(772)</u>
Loss per share attributable to owners of the Company				
- Basic (sen)	(0.82)	(0.51)	(0.82)	(0.51)
- Diluted (sen)	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2011.

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Financial Position
As at 31 March 2012

	Un-audited As at 31.03.12 RM'000	Audited As at 31.12.11 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	64,163	66,732
Exploration & evaluation assets	657	475
Prepaid lease payments	5,423	5,600
Investment in Associates	1,048	1,055
Available for sale quoted investments	26,556	36,639
Deferred tax assets	600	600
	<u>98,447</u>	<u>111,101</u>
Current assets		
Inventories	39,438	34,783
Trade and other receivables	41,154	33,568
Prepaid lease payments	236	242
Tax recoverable	19	101
Cash and bank balances	21,892	15,956
	<u>102,739</u>	<u>84,650</u>
TOTAL ASSETS	<u><u>201,186</u></u>	<u><u>195,751</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company:		
Share capital	107,329	97,451
Reserves	(10,508)	(3,617)
	<u>96,821</u>	<u>93,834</u>
Non controlling interests	(4,127)	(4,263)
TOTAL EQUITY	<u>92,694</u>	<u>89,571</u>
Non-current liabilities		
Long term borrowings	6,475	8,927
Retirement benefits obligation	957	935
	<u>7,432</u>	<u>9,862</u>
Current liabilities		
Trade and other payables	40,007	28,766
Amount due to associates	2,549	2,542
Short term borrowings	58,402	64,878
Tax payable	102	132
	<u>101,060</u>	<u>96,318</u>
TOTAL LIABILITIES	<u>108,492</u>	<u>106,180</u>
TOTAL EQUITY AND LIABILITIES	<u><u>201,186</u></u>	<u><u>195,751</u></u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2011.

Net Assets per share (RM)	0.20	0.19
Net Tangible Assets per share (RM)	0.19	0.19

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Changes in Equity
for the financial period ended 31 March 2012

	Attributable to Shareholders of the Company										Total equity RM'000	
	Non Distributable					Non Distributable						
	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Fair value reserve RM'000	Employee share option reserve RM'000	Warrant reserve RM'000	Other reserve RM'000	Exchange fluctuation reserve RM'000	Accumulated losses RM'000	Sub-total RM'000	Non controlling interests RM'000	
Current Year's 3 months ended 31.03.12												
At 1 January 2012	97,451	10,555	8,971	(8,194)	430	13,640	(13,640)	203	(15,562)	93,834	(4,263)	89,571
Increase in share capital via placement of ordinary shares	9,745	-	-	-	-	-	-	-	-	9,745	-	9,745
Increase in share premium via placement of ordinary shares	-	8,039	-	-	-	-	-	-	-	8,039	-	8,039
Share options granted to employees: - converted into ordinary shares	133	37	-	-	(37)	-	-	-	-	133	-	133
Total comprehensive loss for the financial period ended 31 March 2012	-	-	-	(10,083)	-	-	-	(727)	(4,120)	(14,930)	136	(14,794)
At 31 March 2012	107,329	18,611	8,971	(18,277)	393	13,640	(13,640)	(524)	(19,682)	96,821	(4,127)	92,694
Preceding Year's 3 months ended 31.03.11												
At 1 January 2011	91,777	4,348	8,971	(84)	666	9,652	(9,652)	(715)	(8,541)	96,422	70	96,492
Share options granted to employees: - converted into ordinary shares	740	203	-	-	(203)	-	-	-	-	740	-	740
Total comprehensive loss for the financial period ended 31 March 2011	-	-	-	33	-	-	-	1,956	(2,352)	(363)	(409)	(772)
At 31 March 2011	92,517	4,551	8,971	(51)	463	9,652	(9,652)	1,241	(10,893)	96,799	(339)	96,460

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2011.

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Cash Flow Statement
for the financial period ended 31 March 2012

	<u>NOTE</u>	31.03.2012 RM'000	31.03.2011 RM'000
Cash flows from/(used in) operating activities			
Loss before taxation		(3,984)	(2,761)
Adjustments for:			
Amortisation of prepaid lease payments		59	59
Depreciation		2,492	2,065
Gross dividend income from quoted investment(s) in Malaysia		-	(2)
Gain on disposal of property, plant and equipment		-	(18)
Gain on deemed disposal of a quoted associate		-	(1,416)
Interest expense		1,655	1,466
Interest income		(31)	(57)
Loss on disposal of property, plant and equipment		127	-
Provision for retirement benefits		55	-
Share of results of associates		7	2,498
Unrealised gain on foreign exchange		(46)	(267)
Unrealised loss on foreign exchange		99	217
Operating profit before working capital changes		433	1,784
Increase in inventories		(5,860)	(9,988)
Decrease/(increase) in trade and other receivables		1,426	(3,945)
Increase in trade and other payables		11,878	18,834
Cash flows from operations		7,877	6,685
Income tax paid		(30)	(30)
Income tax refunded		29	-
Interest paid		(1,655)	(1,466)
Interest received		31	57
Net cash from operating activities		6,252	5,246
Cash flows used in investing activities			
Dividends received		-	2
Increase in fixed deposits pledged		(919)	(914)
Payment for exploration and evaluation assets		(182)	(14)
Payment for mine development expenditure		(7)	(1,276)
Purchase of property, plant and equipment		(1,003)	(2,757)
Proceeds from disposal of property, plant and equipment		68	21
Net cash used in investing activities		(2,043)	(4,938)
Cash flows from/(used in) financing activities			
Advance(s) from associate(s)		7	2
Proceeds from placement of ordinary shares		17,784	-
Proceeds from conversion of share options into ordinary shares		133	740
Repayments of trade finance		(4,594)	(6,622)
Repayments of term loan(s)		(1,962)	(1,747)
Repayments of hire purchase and finance lease liabilities		(29)	(10)
Net cash from/(used in) financing activities		11,339	(7,637)
Exchange differences		(34)	(89)
Net increase/(decrease) in cash and cash equivalents		15,514	(7,418)
Cash and cash equivalents at beginning of period		4,908	18,840
Cash and cash equivalents at end of period	1	20,422	11,422

NOTE

1. Cash and cash equivalents

Cash and cash equivalents comprise of :

	31.03.2012 RM'000	31.03.2011 RM'000
Cash and bank balances	21,892	12,925
Deposits with licensed banks	14,170	10,418
	36,062	23,343
Bank overdrafts	(1,470)	(1,503)
Deposits pledged as security	(14,170)	(10,418)
	20,422	11,422

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2011.

HO WAH GENTING BERHAD (272923-H)
DISCLOSURE OF REALISED AND UNREALISED PROFITS/LOSSES

	As at 31 Mar 2012	As at 31 Dec 2011
	RM'000	RM'000
Total retained profits/(accumulated losses) of HWGB and its subsidiaries:		
- Realised	(125,856)	(118,577)
- Unrealised	5,539	2,236
	(120,317)	(116,341)
Total share of accumulated losses from associated companies:		
- Realised	(1,352)	(1,345)
- Unrealised	-	-
	(121,669)	(117,686)
Consolidation adjustments	101,987	102,124
Total group accumulated losses as per financial statements	(19,682)	(15,562)