

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Comprehensive Income
for the financial period ended 30 September 2013

	Individual Quarter		Cumulative Quarters	
	Jul - Sep 2013	Jul - Sep 2012	Jan - Sep 2013	Jan - Sep 2012
	RM'000	RM'000	RM'000	RM'000
Continuing operations				
Revenue				
- sales of goods	65,765	80,301	182,873	185,830
- services	168	159	504	470
	65,933	80,460	183,377	186,300
 Cost of sales				
- sales of goods	(65,653)	(79,529)	(182,528)	(183,804)
- services	-	-	-	-
	(65,653)	(79,529)	(182,528)	(183,804)
Gross Profit	280	931	849	2,496
 Operating expenses	(1,969)	(3,853)	(8,279)	(10,083)
Operating Loss	(1,689)	(2,922)	(7,430)	(7,587)
 Interest expense	(1,247)	(1,252)	(3,437)	(3,774)
Interest income	33	25	54	133
 Share of results of Associates	(13)	(6)	(20)	(17)
Loss before tax	(2,916)	(4,155)	(10,833)	(11,245)
 Income tax expense	-	-	-	-
Net Loss for the period	(2,916)	(4,155)	(10,833)	(11,245)
 Other Comprehensive Income/(Loss):				
Currency translation differences arising from consolidation	405	(234)	908	(229)
Available for sale ("AFS") quoted investments	1,003	12,656	(7,302)	(8,568)
 Income tax relating to components of other comprehensive income/(loss)	-	-	-	-
Other Comprehensive Income/(Loss) net of tax	1,408	12,422	(6,394)	(8,797)
Total Comprehensive Income/(Loss) for the period	(1,508)	8,267	(17,227)	(20,042)
 Loss attributable to:				
Owners of the Company	(2,468)	(2,696)	(9,496)	(9,029)
Non controlling interests	(448)	(1,459)	(1,337)	(2,216)
	(2,916)	(4,155)	(10,833)	(11,245)
 Total Comprehensive Income/(Loss) attributable to:				
Owners of the Company	(1,059)	9,727	(15,889)	(17,826)
Non controlling interests	(448)	(1,459)	(1,337)	(2,216)
	(1,507)	8,268	(17,227)	(20,042)
 Loss per share attributable to owners of the Company				
- Basic (sen)	(0.44)	(0.50)	(1.70)	(1.71)
- 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 2012.

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Financial Position
As at 30 September 2013

	Un-audited As at 30 Sep 2013 RM'000	Audited As at 31 Dec 2012 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	57,006	58,078
Investment property	9,222	9,435
Exploration & evaluation assets	4,373	3,217
Mine development expenditure	-	-
Intangible asset	52	52
Investment in Associates	1,020	1,040
Other financial assets	16,310	23,611
Goodwill on consolidation	-	-
Deferred tax assets	600	600
	88,583	96,033
Current assets		
Inventories	44,686	41,997
Trade receivables	33,666	33,927
Amount due from an associate	-	-
Other receivables, deposits and prepayments	7,435	4,595
Tax recoverable	276	243
Fixed deposits	106	932
Cash and bank balances	29,863	21,991
	116,032	103,685
TOTAL ASSETS	204,615	199,718
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company:		
Share capital	118,203	107,418
Reserves	(33,442)	(20,508)
	84,761	86,910
Non controlling interests	(7,171)	(5,834)
TOTAL EQUITY	77,590	81,076
Non-current liabilities		
Hire purchase and finance lease liabilities	134	180
Retirement benefits obligation	1,761	1,689
	1,895	1,869
Current liabilities		
Trade payables	37,466	31,537
Other payables and accruals	12,898	12,838
Hire purchase and finance lease liabilities	62	63
Amount due to associates	2,362	2,546
Short term borrowings	72,336	69,736
Tax payable	6	53
	125,130	116,773
TOTAL LIABILITIES	127,025	118,642
TOTAL EQUITY AND LIABILITIES	204,615	199,718
	-	-
The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2012.		
Net Assets per share (RM)	0.14	0.16
Net Tangible Assets per share (RM)	0.13	0.15

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Changes in Equity
for the financial period ended 30 September 2013

←←←←←
←←←←← **Attributable to Shareholders of the Company** →→→→→
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	Total equity RM'000
<u>Current Year's 9 months ended 30 Sep 2013</u>												
At 1 January 2013	107,418	18,639	6,380	(59)	366	13,640	(13,640)	(135)	(45,699)	86,910	(5,834)	81,076
Share options granted to employees: - converted into ordinary shares	39	11	-	-	(11)	-	-	-	-	39	-	39
Increase in share capital via placement of ordinary shares	10,746	-	-	-	-	-	-	-	-	10,746	-	10,746
Increase in share premium via placement of ordinary shares	-	2,956	-	-	-	-	-	-	-	2,956	-	2,956
Loss for the period	-	-	-	-	-	-	-	-	(9,496)	(9,496)	(1,337)	(10,833)
Other comprehensive income/(loss)	-	-	-	(7,302)	-	-	-	908	-	(6,394)	-	(6,394)
Total comprehensive income/(loss)	-	-	-	(7,302)	-	-	-	908	(9,496)	(15,890)	(1,337)	(17,227)
At 30 September 2013	118,203	21,606	6,380	(7,361)	355	13,640	(13,640)	773	(55,195)	84,761	(7,171)	77,590
<u>Preceding Year's 9 months ended 30 Sep 2012</u>												
At 1 January 2012	97,451	10,535	8,971	(8,194)	430	13,640	(13,640)	203	(15,562)	93,834	(4,263)	89,571
Increase in share capital via rights issue of ordinary shares	9,745	-	-	-	-	-	-	-	-	9,745	-	9,745
Increase in share premium via rights issue of ordinary shares	-	8,040	-	-	-	-	-	-	-	8,040	-	8,040
Share options granted to employees: - converted into ordinary shares	217	64	-	-	(64)	-	-	-	-	217	-	217
Subscription for shares in subsidiary company	-	-	-	-	-	-	-	-	-	-	49	49
Loss for the period	-	-	-	-	-	-	-	-	(9,029)	(9,029)	(2,216)	(11,245)
Other comprehensive loss	-	-	-	(8,568)	-	-	-	(229)	-	(8,797)	-	(8,797)
Total comprehensive loss	-	-	-	(8,568)	-	-	-	(229)	(9,029)	(17,826)	(2,216)	(20,042)
At 30 September 2012	107,413	18,639	8,971	(16,762)	366	13,640	(13,640)	(26)	(24,591)	94,010	(6,430)	87,580

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.

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Cash Flow Statement
for the financial period ended 30 September 2013

<u>NOTE</u>	30.09.2013 RM'000	30.09.2012 RM'000
Cash flows from/(used in) operating activities		
Loss before taxation	(10,833)	(11,245)
Adjustments for:		
Amortisation of prepaid lease payments	-	178
Depreciation	4,877	7,048
Gross dividend income from quoted investment(s) in Malaysia	-	(2)
Interest expense	3,437	3,774
Interest income	(54)	(132)
Loss on disposal of property, plant and equipment	38	129
Provision for retirement benefits	175	167
Share of results of associates	20	17
Unrealised gain on foreign exchange	(247)	-
Unrealised loss on foreign exchange	-	578
Operating profit/(loss) before working capital changes	(2,587)	512
Increase in inventories	(182)	(4,547)
Increase in trade and other receivables	(602)	(28,650)
Increase in trade and other payables	4,490	33,654
Cash flows from operations	1,119	969
Income tax paid	(227)	(90)
Income tax refunded	-	29
Interest paid	(3,437)	(3,774)
Interest received	54	132
Net cash used in operating activities	(2,491)	(2,734)
Cash flows from/(used in) investing activities		
Dividends received	-	2
Increase in fixed deposits and sinking funds pledged	(3,948)	(2,787)
Payment for exploration and evaluation assets	(1,156)	(820)
Payment for mine development expenditure	-	(41)
Purchase of property, plant and equipment	(2,233)	(3,368)
Proceeds from disposal of property, plant and equipment	32	70
Net cash used in investing activities	(7,305)	(6,944)
Cash flows from/(used in) financing activities		
Repayment(s) to associate(s)	(180)	-
Proceeds from placement of ordinary shares	13,701	17,785
Proceeds from conversion of share options into ordinary shares	39	217
Proceeds from trade finance	104,877	-
Repayments of trade finance	(101,053)	(1,498)
Repayments of term loan(s)	(7,344)	(5,942)
Repayments of hire purchase and finance lease liabilities	(48)	(60)
Payments of retirement benefits	(204)	-
Net cash from financing activities	9,788	10,502
Exchange differences	(60)	(39)
Net increase/(decrease) in cash and cash equivalents	(68)	785
Cash and cash equivalents at beginning of period	5,407	4,908
Cash and cash equivalents at end of period	5,339	5,693

NOTE

1. Cash and cash equivalents

Cash and cash equivalents comprise of :

	30.09.2013 RM'000	30.09.2012 RM'000
Cash and bank balances	29,863	6,627
Deposits with licensed banks	106	16,019
Bank overdrafts	(2,716)	(934)
	27,253	21,712
Deposits and sinking funds pledged as security	(21,914)	(16,019)
	5,339	5,693

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2012.

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

	As at 30 Sep 2013	As at 31 Dec 2012
	RM'000	RM'000
Total retained profits/(accumulated losses) of HWGB and its subsidiaries:		
- Realised	(73,407)	(61,686)
- Unrealised	1,115	207
	(72,292)	(61,479)
Total share of accumulated losses from associated companies:		
- Realised	(1,380)	(1,360)
- Unrealised	-	-
	(73,672)	(62,839)
Consolidation adjustments	18,477	17,140
Total group accumulated losses as per financial statements	(55,195)	(45,699)