

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Comprehensive Income
for the financial period ended 31 March 2014

	Individual Quarter		Cumulative Quarters	
	Jan - Mar 2014	Jan - Mar 2013	Jan - Mar 2014	Jan - Mar 2013
	RM'000	RM'000	RM'000	RM'000
Continuing operations				
Revenue				
- sales of goods	43,893	48,108	43,893	48,108
- services	170	170	170	170
	44,063	48,278	44,063	48,278
Cost of sales				
- sales of goods	(45,016)	(49,053)	(45,016)	(49,053)
- services	-	-	-	-
	(45,016)	(49,053)	(45,016)	(49,053)
Gross loss	(953)	(775)	(953)	(775)
Other operating income	1,264	989	1,264	989
Distribution costs	(712)	(725)	(712)	(725)
Administrative expenses	(2,808)	(2,536)	(2,808)	(2,536)
Other operating expenses	(2,707)	(883)	(2,707)	(883)
Operating Loss	(5,916)	(3,930)	(5,916)	(3,930)
Interest expense	(1,108)	(1,117)	(1,108)	(1,117)
Share of results of Associates	(1)	(5)	(1)	(5)
Loss before tax	(7,025)	(5,052)	(7,025)	(5,052)
Income tax expense	-	-	-	-
Net loss for the period	(7,025)	(5,052)	(7,025)	(5,052)
Other Comprehensive Income/(Loss):				
Currency translation differences arising from consolidation	(51)	198	(51)	198
Income/(Loss) on fair value changes on AFS				
- Current period	4	(5,698)	4	(5,698)
- Transfer to profit or loss				
Income tax relating to components of other comprehensive income/(loss)	-	-	-	-
Other Comprehensive Income/(Loss) net of tax	(47)	(5,500)	(47)	(5,500)
Total Comprehensive Income/(Loss) for the period	(7,072)	(10,552)	(7,072)	(10,552)
Loss attributable to:				
Owners of the Company	(6,754)	(4,432)	(6,754)	(4,432)
Non controlling interests	(271)	(620)	(271)	(620)
	(7,025)	(5,052)	(7,025)	(5,052)
Total Comprehensive Income/(Loss) attributable to:				
Owners of the Company	(6,801)	(9,932)	(6,801)	(9,932)
Non controlling interests	(271)	(620)	(271)	(620)
	(7,072)	(10,552)	(7,072)	(10,552)
Loss per share attributable to owners of the Company				
- Basic (sen)	(1.14)	(0.82)	(1.14)	(0.82)
- 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 2013

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Financial Position
As at 31 March 2014

	Un-audited As at 31 Mar 2014 RM'000	Audited As at 31 Dec 2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	57,559	58,703
Investment property	9,079	9,151
Exploration & evaluation assets	4,423	4,406
Intangible asset	138	158
Investment in Associates	1,030	1,030
Other financial assets	10,762	12,682
Goodwill on consolidation	3,025	3,025
Deferred tax assets	300	300
	86,316	89,455
Current assets		
Inventories	44,335	45,031
Trade receivables	24,002	19,570
Other receivables, deposits and prepayments	4,151	4,208
Tax recoverable	288	58
Fixed deposits	765	765
Cash and bank balances	26,592	29,052
	100,133	98,684
TOTAL ASSETS	186,449	188,139
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company:		
Share capital	118,206	118,206
Reserves	28,312	28,259
Accumulated losses	(76,755)	(69,901)
	69,763	76,564
Non controlling interests	(7,679)	(7,408)
TOTAL EQUITY	62,084	69,156
Non-current liabilities		
Hire purchase and finance lease liabilities	102	114
Long term borrowings	25,503	-
Retirement benefits obligation	1,451	1,473
Deferred tax liabilities	2,188	2,188
	29,244	3,775
Current liabilities		
Trade payables	26,244	25,836
Other payables and accruals	17,595	13,634
Hire purchase and finance lease liabilities	62	66
Amount due to associates	2,362	2,383
Short term borrowings	48,853	73,263
Tax payable	5	26
	95,121	115,208
TOTAL LIABILITIES	124,365	118,983
TOTAL EQUITY AND LIABILITIES	186,449	188,139
	-	-
The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2013		
Net Assets per share (RM)	0.12	0.13
Net Tangible Assets per share (RM)	0.11	0.12

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Changes in Equity
for the financial period ended 31 March 2014

← ← **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 3 months period ended 31 March 2014</u>												
At 1 January 2014	118,206	21,606	6,577	(53)	352	13,640	(13,640)	(223)	(69,901)	76,564	(7,408)	69,156
Total comprehensive income/(loss):												
Loss for the period	-	-	-	-	-	-	-	-	(6,754)	(6,754)	(271)	(7,025)
Other comprehensive loss	-	-	-	4	-	-	-	49	(100)	(47)	-	(47)
Total comprehensive loss	-	-	-	4	-	-	-	49	(6,854)	(6,801)	(271)	(7,072)
At 31 March 2014	118,206	21,606	6,577	(49)	352	13,640	(13,640)	(174)	(76,755)	69,763	(7,679)	62,084
<u>Preceding Year's 3 months period ended 31 March 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
Transactions with owners:												
Exercise of employee share options	39	11	-	-	(11)	-	-	-	-	39	-	39
Total comprehensive income/(loss):												
Loss for the period	-	-	-	-	-	-	-	-	(4,432)	(4,432)	(620)	(9,484)
Other comprehensive income/(loss)	-	-	-	(5,698)	-	-	-	198	-	(5,500)	-	(5,500)
Total comprehensive income/(loss)	-	-	-	(5,698)	-	-	-	198	(4,432)	(9,932)	(620)	(14,984)
At 31 March 2013	107,457	18,650	6,380	(5,757)	355	13,640	(13,640)	63	(50,131)	77,017	(6,454)	66,131

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

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Cash Flow Statement
for the financial period ended 31 March 2014

	<u>NOTE</u>	31 Mar 2014 RM'000	31 Mar 2013 RM'000
Cash flows from/(used in) operating activities			
Loss before taxation		(7,025)	(5,052)
Adjustments for:			
Amortisation of intangible asset		20	-
Depreciation		1,733	1,695
Gross dividend income from available for sale financial assets in Malaysia		(1)	-
Impairment loss on available for sale of financial assets		1,924	-
Interest expense		1,108	1,115
Interest income		(5)	(3)
(Gain)/Loss on disposal of property, plant and equipment		(1)	37
Provision for retirement benefits		59	55
Share of results of associates		1	5
Unrealised gain on foreign exchange		(230)	(302)
Unrealised loss on foreign exchange		166	155
		(2,251)	(2,295)
Decrease/(Increase) in inventories		696	(7,365)
(Increase)/Decrease in trade and other receivables		(5,065)	11,126
Increase in trade and other payables		2,509	288
		(4,111)	1,754
Cash flows (used in)/from operations			
Income tax refunded		-	(7)
Income tax paid		(1)	-
Interest paid		(1,108)	(1,115)
Interest received		5	3
		(5,215)	635
Net cash (used in)/from operating activities			
Cash flows from/(used in) investing activities			
Dividends received		1	-
Increase in sinking funds account		(911)	(1,225)
(Increase)/Decrease in fixed deposits pledged		-	(9)
Payment for exploration and evaluation assets		(17)	-
Purchase of property, plant and equipment		(603)	(752)
Proceeds from disposal of property, plant and equipment		22	31
		(1,508)	(1,955)
Net cash used in investing activities			
Cash flows from/(used in) financing activities			
Repayment to associate		(18)	-
Advances from an associate		-	5
Proceeds from exercise of employees share options		-	39
Proceeds from trade finance		37,255	3,091
Repayments of trade finance		(33,624)	-
Repayments of term loan(s)		-	(2,003)
Repayments of hire purchase and finance lease liabilities		(16)	(16)
Payments of retirement benefits		(77)	(188)
		3,520	928
Exchange differences		(167)	(9)
		(3,370)	(401)
Net decrease in cash and cash equivalents		(3,370)	(401)
Cash and cash equivalents at beginning of year		6,368	5,407
		2,998	5,006
Cash and cash equivalents at end of year	1	2,998	5,006

NOTE

1. Cash and cash equivalents

Cash and cash equivalents comprise of :

	31 Mar 2014 RM'000	31 Mar 2013 RM'000
Cash and bank balances	26,592	23,088
Deposits with licensed banks	765	940
Bank overdrafts	-	(693)
	27,357	23,335
Deposits pledged as security	(765)	(619)
Sinking fund account	(23,594)	(17,710)
	2,998	5,006

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2013.

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

	As at 31 Mar 2014	Audited As at 31 Dec 2013
	RM'000	RM'000
Total accumulated losses of HWGB and its subsidiaries:		
- Realised	(80,342)	(73,265)
- Unrealised	727	774
	(79,615)	(72,491)
Total share of accumulated losses from associated companies:		
- Realised	(1,371)	(1,370)
- Unrealised	-	-
	(80,986)	(73,861)
Consolidation adjustments	4,231	3,960
Total group accumulated losses as per financial statements	(76,755)	(69,901)