

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Comprehensive Income
for the financial period ended 31 March 2015

	Individual Quarter		Cumulative Quarters	
	2015 Jan - Mar RM'000	2014 Jan - Mar RM'000	2015 Jan - Mar RM'000	2014 Jan - Mar RM'000
Continuing operations				
Revenue				
- sales of goods	48,122	43,893	48,122	43,893
- rendering of services	899	-	899	-
- rental income	12	170	12	170
	49,033	44,063	49,033	44,063
Cost of sales				
- sales of goods	(51,131)	(45,016)	(51,131)	(45,016)
- rendering of services	(828)	-	(828)	-
- rental income	-	-	-	-
	(51,959)	(45,016)	(51,959)	(45,016)
	(2,926)	(953)	(2,926)	(953)
Gross loss				
Other operating income	4,633	1,264	4,633	1,264
Distribution costs	(814)	(712)	(814)	(712)
Administrative expenses	(3,091)	(2,808)	(3,091)	(2,808)
Other operating expenses	(1,234)	(2,707)	(1,234)	(2,707)
	(3,432)	(5,916)	(3,432)	(5,916)
Operating loss				
Finance costs	(729)	(1,108)	(729)	(1,108)
Share of results of associates	-	(1)	-	(1)
	(4,161)	(7,025)	(4,161)	(7,025)
Loss before tax				
Income tax expense	-	-	-	-
	(4,161)	(7,025)	(4,161)	(7,025)
Net loss for the period				
	(4,161)	(7,025)	(4,161)	(7,025)
Other comprehensive Income/(Loss):				
Items that may be reclassified subsequently to profit or loss				
Gain/(Loss) on fair value changes on available for sale financial assets				
- Current period	-	4	-	4
- Recycle to profit and loss	60	-	60	-
Foreign currency translation differences	(802)	(51)	(802)	(51)
	(742)	(47)	(742)	(47)
Other comprehensive income/(loss) for the period, net of tax				
	(742)	(47)	(742)	(47)
Total comprehensive loss for the period				
	(4,903)	(7,072)	(4,903)	(7,072)
Loss attributable to:				
Owners of the Company	(3,499)	(6,754)	(3,499)	(6,754)
Non controlling interests	(662)	(271)	(662)	(271)
	(4,161)	(7,025)	(4,161)	(7,025)
Total comprehensive loss attributable to:				
Owners of the Company	(4,241)	(6,801)	(4,241)	(6,801)
Non controlling interests	(662)	(271)	(662)	(271)
	(4,903)	(7,072)	(4,903)	(7,072)
Profit/(Loss) per share attributable to owners of the Company				
- Basic (sen)	(0.59)	(1.14)	(0.59)	(1.14)
- 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 2014

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Financial Position
As at 31 Mar 2015

	Un-audited As at 31 Mar 2015 RM'000	Audited As at 31 Dec 2014 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	59,654	58,722
Exploration & evaluation assets	4,492	4,473
Intangible asset	58	78
Other financial assets	-	5,990
	64,204	69,263
Current assets		
Inventories	41,295	55,031
Trade receivables	14,042	8,809
Other receivables, deposits and prepayments	6,125	5,043
Tax recoverable	182	46
Fixed deposits	235	235
Cash and bank balances	19,121	11,612
	81,000	80,776
TOTAL ASSETS	145,204	150,039
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company:		
Share capital	118,219	118,206
Reserves	27,131	27,873
Accumulated losses	(95,038)	(91,539)
	50,312	54,540
Non controlling interests	(9,907)	(9,245)
TOTAL EQUITY	40,405	45,295
Non-current liabilities		
Hire purchase and finance lease liabilities	50	63
Long term borrowings	26,948	27,592
Retirement benefits obligation	1,791	1,840
Deferred tax liabilities	2,076	2,076
	30,865	31,571
Current liabilities		
Trade payables	35,954	32,648
Other payables and accruals	17,776	20,660
Hire purchase and finance lease liabilities	48	52
Short term borrowings	20,110	19,813
Tax payable	46	-
	73,934	73,173
TOTAL LIABILITIES	104,799	104,744
TOTAL EQUITY AND LIABILITIES	145,204	150,039
	-	-
The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2014		
Net Assets per share (RM)	0.09	0.09
Net Tangible Assets per share (RM)	0.07	0.08

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statement of Changes in Equity
for the financial period ended 31 March 2015

	← Attributable to Shareholders of the Company →											Non controlling interests RM'000	Total equity RM'000
	← Non Distributable →							Exchange fluctuation reserve RM'000	Accumulated losses RM'000	Sub-total RM'000			
	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						
Current period's 3 months ended 31 March 2015													
At 1 January 2015	118,206	21,606	6,577	(60)	352	13,640	(13,640)	(602)	(91,539)	54,540	(9,245)	45,295	
Transactions with owners:													
Conversion of Warrant 2010/2015 into ordinary shares	13	-	-	-	-	-	-	-	-	13	-	13	
Other comprehensive income/(loss) for the period													
Recycled to profit or loss	-	-	-	60	-	-	-	-	-	60	-	60	
Foreign currency translation differences	-	-	-	-	-	-	-	(802)	-	(802)	-	(802)	
Loss for the period	-	-	-	60	-	-	-	(802)	(3,499)	(3,499)	(662)	(4,161)	
Total comprehensive loss for the period	-	-	-	60	-	-	-	(802)	(3,499)	(4,241)	(662)	(4,903)	
At 31 March 2015	118,219	21,606	6,577	-	352	13,640	(13,640)	(1,404)	(95,038)	50,312	(9,907)	40,405	
Preceding period's 3 months ended 31 March 2014													
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	
Other comprehensive income/(loss) for the period:													
Net gain on fair value changes of available for sale financial assets	-	-	-	4	-	-	-	-	-	4	-	4	
Foreign currency translation differences	-	-	-	-	-	-	-	49	(100)	(51)	-	(51)	
Loss for the period	-	-	-	4	-	-	-	49	(6,754)	(6,754)	(271)	(7,025)	
Total comprehensive loss for the period	-	-	-	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	

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2014

HO WAH GENTING BERHAD (272923-H)
Condensed Consolidated Statements of Cash Flows
for the financial period ended 31 March 2015

NOTE	31 Mar 2015 RM'000	31 Mar 2014 RM'000
Cash flows from/(used in) operating activities		
Loss before taxation	(4,161)	(7,025)
Adjustments for:		
Amortisation of intangible asset	20	20
Depreciation	893	1,733
Gross dividend income from available for sale financial assets in Malaysia	-	(1)
Gain on disposal of available for sale financial assets	(1,864)	-
Impairment loss on available for sale of financial assets	-	1,924
Interest expense	729	1,108
Interest income	(3)	(5)
(Gain)/Loss on disposal of property, plant and equipment	-	(1)
Allowance for doubtful debts	10	-
Provision for retirement benefit obligations	64	59
Share of results of associates	-	1
Unrealised loss on foreign exchange	51	166
Unrealised gain on foreign exchange	(526)	(230)
Operating loss before working capital changes	(4,787)	(2,251)
Decrease in inventories	7,250	696
Increase in trade and other receivables	(1,145)	(5,065)
(Decrease)/Increase in trade and other payables	(181)	2,509
Cash flows from/(used in) operations	1,137	(4,111)
Income tax paid	(1)	(1)
Interest paid	(729)	(1,108)
Interest received	3	5
Retirement benefits paid	(227)	(77)
Net cash from/(used in) operating activities	183	(5,292)
Cash flows from/(used in) investing activities		
Dividends received	-	1
Decrease/(Increase) in sinking funds account	-	(911)
Payment for exploration and evaluation assets	(19)	(17)
Purchase of property, plant and equipment	(474)	(603)
Proceeds from disposal of property, plant and equipment	-	22
Proceeds from disposal of available for sale financial assets	7,916	-
Net cash from/(used in) investing activities	7,423	(1,508)
Cash flows from/(used in) financing activities		
Repayment to associate	-	(18)
Proceeds from conversion of Warrant 2010/2015 into ordinary shares	13	-
Proceeds from trade finance	10,030	37,255
Repayment of trade finance	(8,960)	(33,624)
Repayment of term loan(s)	(1,485)	-
Repayment of hire purchase and finance lease liabilities	(17)	(16)
Net cash (used in)/from financing activities	(419)	3,597
Exchange differences	(86)	(167)
Net increase/(decrease) in cash and cash equivalents	7,187	(3,370)
Cash and cash equivalents at beginning of year	4,724	6,368
Cash and cash equivalents at end of year	11,825	2,998

NOTE

1. Cash and cash equivalents

Cash and cash equivalents comprise of :

	31 Mar 2015 RM'000	31 Mar 2014 RM'000
Cash and bank balances	19,121	26,592
Deposits with licensed banks	235	765
	<u>19,356</u>	<u>27,357</u>
Deposits pledged as security	(235)	(765)
Sinking fund account	(7,296)	(23,594)
	<u>11,825</u>	<u>2,998</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2014.

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

	As at 31 Mar 2015 RM'000	Audited As at 31 Dec 2014 RM'000
Total accumulated losses of HWGB and its subsidiaries:		
- Realised	(95,504)	(92,029)
- Unrealised	466	490
	(95,038)	(91,539)
Total share of accumulated losses from associated companies:		
- Realised	-	-
- Unrealised	-	-
	(95,038)	(91,539)
Consolidation adjustments	-	-
Total group accumulated losses as per financial statements	(95,038)	(91,539)