

		INDIVIDUAL PERIOD		CUMMULATIVE PERIOD	
		CURRENT YEAR THIRD QUARTER 30/09/2016 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2015 RM'000	CURRENT PERIOD TODATE 30/09/2016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/09/2015 RM'000
1.	Revenue	42,736	53,434	114,244	147,307
2.	Profit/(Loss) before tax	1,598	(3,864)	(7,701)	(13,787)
3.	Net profit/(loss) for the period	1,598	(3,876)	(7,701)	(13,803)
4.	Profit/(Loss) attributable to ordinary equity holders of parent	1,675	(3,391)	(6,511)	(11,841)
5.	Earnings/(Loss) per share (sen)				
	- Basic	0.20	(0.56)	(0.78)	(1.97)
	- Diluted	0.19	N/A	N/A	N/A
6.	Proposed/Declared Dividend per share (sen)	NIL	NIL	NIL	NIL

		AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END
7.	Net Assets per share attributable to ordinary equity holders of parent (RM)	0.05	0.04

**HO WAH GENTING BERHAD (272923-H)**  
**Condensed Consolidated Statement of Profit or Loss and**  
**Other Comprehensive Income for the financial period ended**  
**30 September 2016**

	Individual Quarter		Cumulative Quarters	
	2016 Jul - Sep RM'000	2015 Jul - Sep RM'000	2016 Jan - Sep RM'000	2015 Jan - Sep RM'000
<b>Continuing operations</b>				
<b>Revenue</b>				
- sales of goods	38,446	52,139	108,114	144,248
- rendering of services	4,257	1,283	6,031	3,023
- rental income	33	12	99	36
	<b>42,736</b>	<b>53,434</b>	<b>114,244</b>	<b>147,307</b>
<b>Cost of sales</b>				
- sales of goods	(34,597)	(52,677)	(106,352)	(149,163)
- rendering of services	(3,964)	(1,028)	(5,578)	(2,778)
- rental income	-	-	-	-
	(38,561)	(53,705)	(111,930)	(151,941)
<b>Gross profit/(loss)</b>	<b>4,175</b>	<b>(271)</b>	<b>2,314</b>	<b>(4,634)</b>
Other operating income	986	2,634	3,956	9,719
Distribution costs	(608)	(824)	(1,707)	(2,286)
Administrative expenses	(1,890)	(4,352)	(6,997)	(10,590)
Other operating expenses	(481)	(286)	(3,167)	(3,574)
<b>Operating profit/(loss)</b>	<b>2,182</b>	<b>(3,099)</b>	<b>(5,601)</b>	<b>(11,365)</b>
Finance costs	(584)	(765)	(2,100)	(2,422)
<b>Profit/(Loss) before taxation</b>	<b>1,598</b>	<b>(3,864)</b>	<b>(7,701)</b>	<b>(13,787)</b>
Income tax expense	-	(12)	-	(16)
<b>Net profit/(loss) for the period</b>	<b>1,598</b>	<b>(3,876)</b>	<b>(7,701)</b>	<b>(13,803)</b>
<b>Other comprehensive Income/(Loss):</b>				
<b>Items that may be reclassified subsequently to profit or loss</b>				
Gain/(Loss) on fair value changes on available for sale financial assets				
- Recycled to profit and loss	-	-	-	60
Foreign currency translation differences	54	(1,335)	1,470	(2,009)
<b>Other comprehensive income/(loss) for the period, net of tax</b>	<b>54</b>	<b>(1,335)</b>	<b>1,470</b>	<b>(1,949)</b>
<b>Total comprehensive income/(loss) for the period</b>	<b>1,652</b>	<b>(5,211)</b>	<b>(6,231)</b>	<b>(15,752)</b>
<b>Profit/(Loss) attributable to:</b>				
Owners of the Company	1,675	(3,391)	(6,511)	(11,841)
Non controlling interests	(77)	(485)	(1,190)	(1,962)
	<b>1,598</b>	<b>(3,876)</b>	<b>(7,701)</b>	<b>(13,803)</b>
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the Company	1,729	(4,726)	(5,041)	(13,790)
Non controlling interests	(77)	(485)	(1,190)	(1,962)
	<b>1,652</b>	<b>(5,211)</b>	<b>(6,231)</b>	<b>(15,752)</b>
<b>Earnings/(Loss) per share attributable to owners of the Company</b>				
- Basic (sen)	<b>0.20</b>	<b>(0.56)</b>	<b>(0.78)</b>	<b>(1.97)</b>
- Diluted (sen)	<b>0.19</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2015

**HO WAH GENTING BERHAD (272923-H)**  
**Condensed Consolidated Statement of Financial Position**  
**As at 30 September 2016**

	Un-audited As at 30 Sep 2016 RM'000	Audited As at 31 Dec 2015 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	63,034	66,552
Intangible asset	21	27
	<b>63,055</b>	<b>66,579</b>
<b>Current assets</b>		
Inventories	20,191	22,418
Trade receivables	10,840	11,756
Other receivables, deposits and prepayments	4,068	6,044
Tax recoverable	57	60
Fixed deposits	170	278
Cash and bank balances	1,915	3,956
	<b>37,241</b>	<b>44,512</b>
<b>TOTAL ASSETS</b>	<b>100,296</b>	<b>111,091</b>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to owners of the Company:		
Share capital	45,365	120,229
Reserves	35,840	26,105
Accumulated losses	(24,387)	(107,870)
	<b>56,818</b>	<b>38,464</b>
Non controlling interests	(13,244)	(12,692)
<b>TOTAL EQUITY</b>	<b>43,574</b>	<b>25,772</b>
<b>Non-current liabilities</b>		
Hire purchase and finance lease liabilities	276	22
Long term borrowings	19,162	25,326
Retirement benefits obligation	1,331	2,117
Deferred tax liabilities	1,965	1,965
	<b>22,734</b>	<b>29,430</b>
<b>Current liabilities</b>		
Trade payables	9,927	24,186
Other payables and accruals	16,734	24,366
Hire purchase and finance lease liabilities	52	15
Short term borrowings	7,275	7,322
	<b>33,988</b>	<b>55,889</b>
<b>TOTAL LIABILITIES</b>	<b>56,722</b>	<b>85,319</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>100,296</b>	<b>111,091</b>
<b>Net Assets per share (RM)</b>	<b>0.05</b>	<b>0.04</b>
<b>Net Tangible Assets per share (RM)</b>	<b>0.05</b>	<b>0.04</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2015

**HO WAH GENTING BERHAD (272923-H)**  
**Condensed Consolidated Statement of Changes in Equity**  
**for the financial period ended 30 September 2016**

	-----> Attributable to Shareholders of the Company <----->											
	<-----> Non Distributable <----->										Non controlling interests RM'000	Total equity 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	Exchange fluctuation reserve RM'000	Accumulated losses RM'000	Sub-total RM'000		
<b>Current 9 months period ended 30 September 2016</b>												
At 1 January 2016	120,229	21,606	6,577	-	279	2,956	(2,956)	(2,357)	(107,870)	38,464	(12,692)	25,772
<b>Transactions with owners:</b>												
Capital reduction	(90,172)	-	-	-	-	-	-	-	90,172	-	-	-
Issuance of shares pursuant to Rights Issue with Warrants	15,308	9,186	-	-	-	-	-	-	-	24,494	-	24,494
Issuance of Warrants 2016/2021	-	-	-	-	-	11,781	(11,781)	-	-	-	-	-
Expenses related to Corporate Exercise	-	(800)	-	-	-	-	-	-	-	(800)	-	(800)
Termination of employee share options 2010/2020	-	-	-	-	(279)	-	-	-	-	(279)	-	(279)
Offer and acceptance of employee share options 2016/2026	-	-	-	-	160	-	-	-	-	160	-	160
Issuance of shares by a subsidiary to non-controlling interest	-	-	-	-	-	-	-	-	6	6	484	490
Expiry and lapse of Warrants 2011/2016	-	-	-	-	-	(2,956)	2,956	-	-	-	-	-
Acquisition of additional shares in a subsidiary from non-controlling interest	-	-	-	-	-	-	-	-	(184)	(184)	154	(30)
Employee share options 2016/2026 lapsed due to resignation of employees	-	-	-	-	(2)	-	-	-	-	(2)	-	(2)
	(74,864)	8,386	-	-	(121)	8,825	(8,825)	-	89,994	23,395	638	24,033
<b>Other comprehensive income/(loss) for the period</b>												
Foreign currency translation differences	-	-	-	-	-	-	-	1,470	-	1,470	-	1,470
Loss for the period	-	-	-	-	-	-	-	-	(6,511)	(6,511)	(1,190)	(7,701)
Total comprehensive loss for the period	-	-	-	-	-	-	-	1,470	(6,511)	(5,041)	(1,190)	(6,231)
<b>At 30 September 2016</b>	<b>45,365</b>	<b>29,992</b>	<b>6,577</b>	<b>-</b>	<b>158</b>	<b>11,781</b>	<b>(11,781)</b>	<b>(887)</b>	<b>(24,387)</b>	<b>56,818</b>	<b>(13,244)</b>	<b>43,574</b>
<b>Preceding year's 9 months period ended 30 September 2015</b>												
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
<b>Transactions with owners:</b>												
Conversion of Warrant 2010/2015 into ordinary shares	2,023	-	-	-	-	-	-	-	-	2,023	-	2,023
Warrant 2010/2015 exercised	-	-	-	-	-	(759)	759	-	-	-	-	-
Warrant 2010/2015 lapsed	-	-	-	-	-	(9,925)	9,925	-	-	-	-	-
Share options lapsed	-	-	-	-	(24)	-	-	-	24	-	-	-
Disposal of shares in a subsidiary	-	-	-	-	-	-	-	-	-	-	268	268
	2,023	-	-	-	(24)	(10,684)	10,684	-	24	2,023	268	2,291
<b>Other comprehensive income/(loss) for the period:</b>												
Recycled to profit or loss	-	-	-	60	-	-	-	-	-	60	-	60
Foreign currency translation differences	-	-	-	-	-	-	-	(2,009)	-	(2,009)	-	(2,009)
Loss for the period	-	-	-	60	-	-	-	(2,009)	-	(1,949)	-	(1,949)
Total comprehensive loss for the period	-	-	-	60	-	-	-	(2,009)	(11,841)	(11,841)	(1,962)	(13,803)
	-	-	-	60	-	-	-	(2,009)	(11,841)	(13,790)	(1,962)	(15,752)
<b>At 30 September 2015</b>	<b>120,229</b>	<b>21,606</b>	<b>6,577</b>	<b>-</b>	<b>328</b>	<b>2,956</b>	<b>(2,956)</b>	<b>(2,611)</b>	<b>(103,356)</b>	<b>42,773</b>	<b>(10,939)</b>	<b>31,834</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2015

**HO WAH GENTING BERHAD (272923-H)**  
**Condensed Consolidated Statements of Cash Flows**  
**for the financial period ended 30 September 2016**

<u>NOTE</u>	Unaudited 30 Sep 2016 RM'000	Unaudited 30 Sep 2015 RM'000
<b>Cash flows from/(used in) operating activities</b>		
Loss before taxation	(7,701)	(13,787)
Adjustments for:		
Amortisation of intangible asset	6	48
Bad debts written off	-	134
Depreciation	2,876	2,901
Gain on disposal of available-for-sale financial assets	-	(1,864)
Interest expense	2,100	2,422
Interest income	(27)	(89)
Inventories written off	-	310
Gain on disposal of property, plant and equipment	(400)	(78)
Loss on disposal of shares in a subsidiary	-	808
Allowance for doubtful debts	5	32
Allowance for doubtful debts no longer required	-	(81)
Provision for retirement benefit obligations	221	200
Share options granted to employees ("ESOS")	(121)	-
Unrealised loss on foreign exchange	1,017	1,075
Unrealised gain on foreign exchange	(1,840)	(2,177)
<b>Operating loss before working capital changes</b>	<b>(3,864)</b>	<b>(10,146)</b>
Decrease in inventories	1,408	25,993
Decrease in trade and other receivables	3,903	4,911
Decrease in trade and other payables	(20,915)	(5,474)
<b>Cash flows (used in)/from operations</b>	<b>(19,468)</b>	<b>15,284</b>
Income tax paid	-	128
Income tax refunded	-	(17)
Interest paid	(1,827)	(2,422)
Interest received	27	89
Retirement benefits paid	(913)	(346)
<b>Net cash (used in)/from operating activities</b>	<b>(22,181)</b>	<b>12,716</b>
<b>Cash flows from/(used in) investing activities</b>		
Decrease in sinking funds account	-	8,660
Decrease/(Increase) in fixed deposits pledged	109	(41)
Payment for exploration and evaluation assets	-	(28)
Purchase of property, plant and equipment	(500)	(3,192)
Proceeds from disposal of property, plant and equipment	450	280
Proceeds from disposal of available for sale financial assets	-	7,916
<b>Net cash from investing activities</b>	<b>59</b>	<b>13,595</b>
<b>Cash flows from/(used in) financing activities</b>		
Proceeds from rights issue of ordinary shares	24,494	-
Proceeds from conversion of Warrant 2010/2015 into ordinary shares	-	2,023
Proceeds from issuance of shares by a subsidiary to non-controlling interest	490	-
Payment of corporate exercise expenses	(800)	-
Proceeds from trade finance	-	17,066
Repayment of trade finance	-	(30,411)
Repayment of term loan(s)	(5,114)	(4,638)
Proceeds from hire purchase and finance lease liabilities	320	-
Repayment of hire purchase and finance lease liabilities	(29)	(46)
<b>Net cash from/(used in) financing activities</b>	<b>19,361</b>	<b>(16,006)</b>
Exchange differences	720	690
Net (decrease)/increase in cash and cash equivalents	(2,041)	10,995
Cash and cash equivalents at beginning of year	3,956	4,724
<b>Cash and cash equivalents at end of period</b>	<b>1,915</b>	<b>15,719</b>

**NOTE**

**1. Cash and cash equivalents**

Cash and cash equivalents comprise of :

	30 Sep 2016 RM'000	30 Sep 2015 RM'000
Cash and bank balances	1,915	15,719
Deposits with licensed banks	170	275
	2,085	15,994
Deposits pledged as security	(170)	(275)
Sinking fund account	-	-
	<b>1,915</b>	<b>15,719</b>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2015.

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

	<b>Un-audited As at 30 Sep 2016 RM'000</b>	<b>Audited As at 31 Dec 2015 RM'000</b>
Total accumulated losses of HWGB and its subsidiaries:		
- Realised	(25,210)	(110,694)
- Unrealised	823	2,824
	<b>(24,387)</b>	<b>(107,870)</b>
Consolidation adjustments	-	-
<b>Accumulated losses as per financial statements</b>	<b>(24,387)</b>	<b>(107,870)</b>