



HO WAH GENTING BERHAD

(Company no: 272923-H)

Condensed Consolidated Statement of Comprehensive Income for the period ended 31 March 2020

	Note	Individual Quarter		Cumulative Quarters	
		2020 Jan - Mar RM'000	2019 Jan - Mar RM'000	2020 Jan - Mar RM'000	2019 Jan - Mar RM'000
Continuing operations					
Revenue					
- sales of goods		47,707	36,065	47,707	36,065
- rendering of services		446	1,223	446	1,223
- rental income		22	55	22	55
		48,175	37,343	48,175	37,343
Cost of sales					
- sales of goods		(44,364)	(32,955)	(44,364)	(32,955)
- rendering of services		(412)	(1,172)	(412)	(1,172)
- rental income		-	-	-	-
		(44,776)	(34,127)	(44,776)	(34,127)
		3,399	3,216	3,399	3,216
Gross profit					
Other operating income		2,811	877	2,811	877
Distribution costs		(686)	(717)	(686)	(717)
Administrative expenses		(2,930)	(2,851)	(2,930)	(2,851)
Other operating expenses		(321)	(813)	(321)	(813)
Net allowance for expected credit loss of receivables		2	2	2	2
Profit/(Loss) from operations	Part B 6	2,275	(286)	2,275	(286)
Finance income	Part B 7	8	44	8	44
Finance costs	Part B 8	(329)	(514)	(329)	(514)
Net finance costs		(321)	(470)	(321)	(470)
Share of losses of an associate	Part B 11	-	-	-	-
		1,954	(756)	1,954	(756)
Profit/(Loss) before taxation					
Income tax expense	Part B 9	(786)	(254)	(786)	(254)
		1,168	(1,010)	1,168	(1,010)
Profit/(Loss) for the period					
Other comprehensive gain/(loss):					
Items that will not be reclassified subsequently to profit or loss					
Remeasurement of retirement benefits obligations		-	-	-	-
Items that may be reclassified subsequently to profit or loss					
Foreign currency translation differences		1,094	(191)	1,094	(191)
		1,094	(191)	1,094	(191)
Other comprehensive gain/(loss) for the period, net of tax					
Total comprehensive income/(loss) for the period					
		2,262	(1,201)	2,262	(1,201)
Profit/(Loss) attributable to:					
Owners of the Company		1,169	(1,010)	1,169	(1,010)
Non controlling interests		(1)	*	(1)	*
		1,168	(1,010)	1,168	(1,010)
Total comprehensive income/(loss) attributable to:					
Owners of the Company		2,263	(1,201)	2,263	(1,201)
Non controlling interests		(1)	*	(1)	*
		2,262	(1,201)	2,262	(1,201)
Earnings/(Loss) per share attributable to owners of the Company					
- Basic (sen)	Part B 18	0.25	(0.31)	0.25	(0.31)
- Diluted (sen)	Part B 18	N/A	N/A	N/A	N/A

* Represents debit of RM112

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2019.



HO WAH GENTING BERHAD

(Company no: 272923-H)

Condensed Consolidated Statement of Financial Position as at 31 March 2020

	Note	Unaudited as at 31 Mar 2020 RM'000	Audited as at 31 Dec 2019 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		34,131	33,391
Right of use assets		613	636
Investment in an associate	Part B 11	-	-
		34,744	34,027
Current assets			
Inventories		34,185	31,303
Trade receivables		20,980	15,804
Other receivables, deposits and prepayments		5,442	1,487
Amount due from an associate		3,965	3,965
Fixed deposits with licensed bank		100	100
Cash and bank balances		10,049	8,559
		74,721	61,218
TOTAL ASSETS		109,465	95,245
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company:			
Share capital		97,526	97,526
Reserves		19,599	18,512
Accumulated losses		(81,579)	(82,755)
		35,546	33,283
Non controlling interests		5	6
TOTAL EQUITY		35,551	33,289
Non-current liabilities			
Lease liabilities	Part B 12	374	403
Long term borrowings	Part B 12	4,944	5,036
Retirement benefits obligation		4,912	4,556
Deferred tax liabilities		2,451	2,451
		12,681	12,446
Current liabilities			
Trade payables		16,514	18,028
Other payables and accruals		23,872	18,099
Tax payables		499	145
Lease liabilities	Part B 12	115	113
Short term borrowings	Part B 12	20,233	13,125
		61,233	49,510
TOTAL LIABILITIES		73,914	61,956
TOTAL EQUITY AND LIABILITIES		109,465	95,245
Net Assets per share (RM)		0.08	0.10
Net Tangible Assets per share (RM)		0.08	0.10

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2019.



HO WAH GENTING BERHAD

(Company no: 272923-H)

Condensed Consolidated Statement of Changes in Equity for the period ended 31 March 2020

	Attributable to Shareholders of the Company						Sub-total RM'000	Non controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Revaluation reserve RM'000	Employee share option reserve RM'000	Warrant reserve RM'000	Exchange fluctuation reserve RM'000	Accumulated losses RM'000			
Current year's 3 months period ended 31 March 2020 (Unaudited)									
At 1 January 2020	97,526	10,019	2,691	7,348	(1,546)	(82,755)	33,283	6	33,289
Transactions with owners:									
Employee Share Option ("ESOS") lapsed	-	-	(7)	-	-	7	-	-	-
Total transactions with owners	-	-	(7)	-	-	7	-	-	-
Other comprehensive income/(loss) for the period									
Remeasurement of retirement benefits obligations	-	-	-	-	-	-	-	-	-
Foreign currency translation differences	-	-	-	-	1,094	-	1,094	-	1,094
Other comprehensive gain for the period	-	-	-	-	1,094	-	1,094	-	1,094
Profit for the period	-	-	-	-	-	1,169	1,169	(1)	1,168
Total comprehensive income for the period	-	-	-	-	1,094	1,169	2,263	(1)	2,262
At 31 March 2020	97,526	10,019	2,684	7,348	(452)	(81,579)	35,546	5	35,551
Preceding year's 3 months period ended 31 March 2019 (Unaudited)									
At 1 January 2019	86,350	10,019	2,713	7,348	(1,163)	(75,234)	30,033	466	30,499
Transactions with owners:									
Employee Share Options ("ESOS") lapsed	-	-	(18)	-	-	18	-	-	-
Issuance of shares pursuant to Private Placement	2,921	-	-	-	-	-	2,921	-	2,921
Acquisition of non-controlling interest	-	-	-	-	-	(30)	(30)	(460)	(490)
Total transactions with owners	2,921	-	(18)	-	-	(12)	2,891	(460)	2,431
Other comprehensive income/(loss) for the period									
Foreign currency translation differences	-	-	-	-	(191)	-	(191)	-	(191)
Remeasurement of net retirement benefit obligations	-	-	-	-	-	-	-	-	-
Other comprehensive income/(loss) for the period	-	-	-	-	(191)	-	(191)	-	(191)
Loss for the period	-	-	-	-	-	(1,010)	(1,010)	*	(1,010)
Total comprehensive income/(loss) for the period	-	-	-	-	(191)	(1,010)	(1,201)	-	(1,201)
At 31 March 2019	89,271	10,019	2,695	7,348	(1,354)	(76,256)	31,723	6	31,729

* Represents RM112

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2019



HO WAH GENTING BERHAD

(Company no: 272923-H)

Condensed Consolidated Statements of Cash Flows for the period ended 31 March 2020

	Note	Unaudited 31 Mar 2020 RM'000	Unaudited 31 Mar 2019 RM'000
Cash flows from / (used in) operating activities			
Profit/(Loss) before taxation		1,954	(756)
Adjustments for:			
Bad debts written off	Part B 6	-	34
Depreciation - Property, plant and equipment	Part B 6	859	839
Depreciation - Right of use assets	Part B 6	24	*
Interest expense	Part B 8	329	514
Interest income	Part B 7	(8)	(44)
Allowance for expected credit loss no longer required	Part B 6	(2)	(2)
Provision for retirement benefit obligations		138	123
Unrealised loss on foreign exchange	Part B 6	60	292
Unrealised gain on foreign exchange	Part B 6	(1,859)	(237)
Operating profit before working capital changes		1,495	763
Increase in inventories		(1,200)	(1,062)
(Increase)/Decrease in trade and other receivables		(7,327)	2,263
Increase in trade and other payables	Note 1	2,958	6,279
Cash (used in)/generated from operations		(4,074)	8,243
Income tax paid		(302)	(247)
Interest paid		(329)	(514)
Interest received		8	10
Retirement benefits paid		(40)	-
Net cash (used in)/from operating activities		(4,737)	7,492
Cash flows from/(used in) investing activities			
Decrease/(Increase) in fixed deposits pledged		-	(5)
Acquisition of non-controlling interest		-	(490)
Advances to an associate		-	(1,935)
Purchase of plant and equipment		(416)	(238)
Net cash used in investing activities		(416)	(2,668)
Cash flows from/(used in) financing activities			
Proceeds from issuance of shares pursuant to private placement		-	2,921
Proceeds from trade financing		20,714	8,220
Repayment of trade financing		(14,496)	(10,758)
Repayment of term loan(s)		(89)	(1,880)
Payment of lease liabilities		(27)	(23)
Net cash from/(used in) financing activities		6,102	(1,520)
Exchange differences		541	(361)
Net increase in cash and cash equivalents		1,490	2,943
Cash and cash equivalents at beginning of period		8,559	5,001
		-	-
Cash and cash equivalents at end of period		10,049	7,944
Cash and cash equivalents at end of period comprises:			
Cash and bank balances		10,049	7,944
Deposits with licensed banks		100	160
		10,149	8,104
Deposits pledged as security		(100)	(160)
		10,049	7,944

* Represents RM274

The Condensed Consolidated Statement Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2019