



# **HALEX HOLDINGS BERHAD**

(Company No. 206220-U)

(Incorporated in Malaysia under the Companies Act, 1965)

## **Interim Report For the 9-month Financial Period Ended 30 JUNE 2012**



**Interim Report for the 9-month Financial Period Ended 30 June 2012**

**Unaudited Condensed Consolidated Statement of Comprehensive Income**

	Note	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		Current Year Quarter 30/6/2012 RM'000	Preceding Year Quarter 30/6/2011 RM'000	Current Year to-Date 30/6/2012 RM'000	Preceding Year to-Date 30/6/2011 RM'000
Revenue	9	27,457	27,506	77,845	75,447
Less: Cost of sales		(20,755)	(20,056)	(58,804)	(55,916)
<b>Gross profit</b>		<b>6,702</b>	<b>7,450</b>	<b>19,041</b>	<b>19,531</b>
Other income		88	84	287	310
Administration and other expenses		(2,614)	(2,511)	(7,720)	(7,310)
Selling and marketing expenses		(2,638)	(2,530)	(6,993)	(7,129)
Finance costs		(143)	(148)	(353)	(482)
<b>Profit before taxation</b>	9	<b>1,395</b>	<b>2,345</b>	<b>4,262</b>	<b>4,920</b>
Less: Taxation		(89)	(486)	(840)	(1,303)
<b>Profit after taxation</b>	9	<b>1,306</b>	<b>1,859</b>	<b>3,422</b>	<b>3,617</b>
<b>Other comprehensive income</b>					
Net surplus arising from revaluation of properties		9,066	-	9,066	-
Translation reserve		-	-	-	2
<b>Other comprehensive income for the period</b>		<b>9,066</b>	<b>-</b>	<b>9,066</b>	<b>2</b>
<b>Total comprehensive income for the period</b>		<b>10,372</b>	<b>1,859</b>	<b>12,488</b>	<b>3,619</b>
Attributable to :					
Equity holders of the Company		<b>1,306</b>	<b>1,859</b>	<b>3,422</b>	<b>3,617</b>
Earnings per share attributable to equity holders of the Company:					
Basic (sen)	B12	1.63	2.32	4.28	4.52
Diluted (sen)		n/a	n/a	n/a	n/a

The unaudited condensed consolidated income statement should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying notes attached to this interim financial report.



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**Interim Report for the 9-month Financial Period Ended 30 June 2012**  
**Unaudited Condensed Consolidated Statement of Financial Position**

	<b>Unaudited As At 30/6/2012 RM'000</b>	<b>Audited As At 30/09/2011 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	51,111	42,193
Investment in property	290	90
Investment in quoted shares	101	101
Other investments	26	26
Intangible assets	44	27
Development costs	748	809
<b>Total non-current assets</b>	<u>52,320</u>	<u>43,246</u>
<b>Current assets</b>		
Inventories	25,607	28,661
Trade receivables	18,162	17,329
Other receivables and deposits	1,853	915
Deposits with licensed banks	7,278	8,138
Prepaid tax	264	441
Cash and bank balances	5,021	3,875
<b>Total current assets</b>	<u>58,185</u>	<u>59,359</u>
<b>TOTAL ASSETS</b>	<u>110,505</u>	<u>102,605</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Financed by:		
Share capital	40,000	40,000
Share premium	731	731
Revaluation reserves	-	1,387
Exchange reserves	323	320
Retained profits	48,159	37,084
<b>Shareholders' equity</b>	<u>89,213</u>	<u>79,522</u>
<b>Non-current liabilities</b>		
Term loans	2,599	3,527
Deferred taxation	402	402
<b>Total non-current liabilities</b>	<u>3,001</u>	<u>3,929</u>

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying notes attached to this interim financial report.



**HALEX HOLDINGS BERHAD** (206220-U)  
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**Interim Report for the 9-month Financial Period Ended 30 June 2012**

**Unaudited Condensed Consolidated Balance Sheet (cont'd)**

	<b>Unaudited As At 30/6/2012 RM'000</b>	<b>Audited As At 30/09/2011 RM'000</b>
<b>Current Liabilities</b>		
Trade payables	4,766	5,687
Other payables and accruals	4,754	4,319
Finance lease and hire purchase payables	83	-
Bills payable	7,457	6,224
Term loans	1,231	1,231
Provision for taxation	-	378
Bank overdraft	-	1,315
<b>Total current liabilities</b>	<u>18,291</u>	<u>19,154</u>
<b>Total liabilities</b>	<u>21,292</u>	<u>23,083</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>110,505</u>	<u>102,605</u>
No. of ordinary shares in issue ('000)	80,000	80,000
Par value (RM)	0.50	0.50
Net assets per share attributable to equity holders of the Company (RM)	1.12	0.99

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying notes attached to this interim financial report.



**Interim Report for the 9-month Financial Period Ended 30 June 2012**

**Unaudited Condensed Consolidated Cash Flow Statement**

	<b>9-months ended 30/6/2012 RM'000</b>	<b>9-months ended 30/6/2011 RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	4,262	4,920
Adjustments for :		
Allowance/ (write back) for diminution in value of investment in quoted shares	-	(20)
Allowance for doubtful debts	22	12
Allowance for doubtful debts written back	(30)	(20)
Amortisation	61	37
Bad debts write off	-	-
Depreciation	1,276	1,460
Dividend received	(2)	(2)
Interest expenses	343	465
Interests income	(150)	(190)
Foreign exchange adjustment	3	2
(Gain) / loss on disposal of fixed assets	5	(36)
Property, plant and equipment written off	-	*
Operating profit before working capital changes	<u>5,790</u>	<u>6,628</u>
Inventories	3,054	(4,953)
Receivables	(1,756)	(1,508)
Payables	(879)	2,095
Cash generated from operations	<u>6,209</u>	<u>2,262</u>
Interest paid	(343)	(465)
Tax refund	139	-
Tax paid	(1,188)	(1,139)
<b>Net cash from operating activities</b>	<u><u>4,817</u></u>	<u><u>658</u></u>
<b>CASH FLOW FOR INVESTING ACTIVITIES</b>		
Development costs	-	(67)
Dividends received	2	2
Interest received	150	190
Investment in intangible assets	(17)	-
Investment in quoted shares	-	*
Placement of deposits with licensed banks	(1)	(1)
Proceeds from disposal of property, plant and equipment	13	37
Purchase of property, plant and equipment	(1,347)	(3,560)
<b>Net cash used in investing activities</b>	<u><u>(1,200)</u></u>	<u><u>(3,399)</u></u>

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying notes attached to this interim financial report.



**Interim Report for the 9-month Financial Period Ended 30 June 2012**

**Unaudited Condensed Consolidated Cash Flow Statement (cont'd)**

	<b>9-months ended 30/6/2012 RM'000</b>	<b>9-months ended 30/6/2011 RM'000</b>
<b>CASH FLOW FOR FINANCING ACTIVITIES</b>		
Dividends paid	(2,800)	(2,400)
Listing expenses paid	-	-
Proceeds from bank borrowings	1,709	1,073
Repayment of bank borrowings	(927)	(2,099)
<b>Net cash used in financing activities</b>	<u>(2,018)</u>	<u>(3,426)</u>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	1,599	(6,167)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	9,178	13,507
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>10,777</u>	<u>7,340</u>
<b>CASH AND CASH EQUIVALENTS COMPRISE</b>		
Deposit with licensed bank - not pledged	5,756	6,571
Cash and bank balances	5,021	3,290
Bank overdraft	-	(2,521)
	<u>10,777</u>	<u>7,340</u>

Note \* : Amount below RM1,000.

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying notes attached to this interim financial report.



**Interim Report for the 9-month Financial Period Ended 30 June 2012**

**Unaudited Condensed Consolidated Statement of Changes in Equity**

	Share Capital RM'000	←----- Non-distributable ----->				Unappropriated Profits	Distributable Unappropriated Profits RM'000	Total RM'000
		Revaluation Reserves RM'000	Share Premium RM'000	Exchange Reserves RM'000	Exchange Reserves RM'000			
Balance as at 01/10/2010 (Audited)	40,000	1,387	731	317	-	35,126	77,561	
Profit for the period	-	-	-	-	-	4,358	4,358	
Dividends						(2,400)	(2,400)	
Exchange difference				3			3	
<b>Balance as at 30/09/2011</b>	<b>40,000</b>	<b>1,387</b>	<b>731</b>	<b>320</b>	<b>-</b>	<b>37,084</b>	<b>79,522</b>	
Balance as at 01/10/2011 (Audited)	40,000	1,387	731	320		37,084	79,522	
Profit for the period	-	-	-	-	-	3,422	3,422	
Other comprehensive income					9,066		9,066	
Total comprehensive income	-	-	-	-	9,066	3,422	12,488	
Transfer of revaluation reserves		(1,387)			837	550	-	
Dividends						(2,800)	(2,800)	
Exchange difference				3			3	
<b>Balance as at 30/6/2012</b>	<b>40,000</b>	<b>-</b>	<b>731</b>	<b>323</b>	<b>9,903</b>	<b>38,256</b>	<b>89,213</b>	

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying notes attached to this interim financial report.