



# **HALEX HOLDINGS BERHAD**

(Company No. 206220-U)

(Incorporated in Malaysia under the Companies Act, 1965)

## **Interim Report For the 6-month Financial Period Ended 31 MARCH 2013**



**Interim Report for the 6-month Financial Period Ended 31 March 2013**

**Unaudited Condensed Consolidated Statement of Comprehensive Income**

	Note	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		Current Year Quarter 31/3/2013 RM'000	Preceding Year Quarter 31/3/2012 RM'000	Current Year to-Date 31/3/2013 RM'000	Preceding Year to-Date 31/3/2012 RM'000
Revenue	9	24,834	25,275	46,811	50,388
Less: Cost of sales		(19,121)	(19,030)	(35,725)	(38,050)
<b>Gross profit</b>		<b>5,713</b>	<b>6,245</b>	<b>11,086</b>	<b>12,338</b>
Other income		87	27	198	200
Administration and other expenses		(2,578)	(2,461)	(4,998)	(5,106)
Selling and marketing expenses		(2,295)	(2,425)	(4,319)	(4,355)
Finance costs		(83)	(104)	(190)	(210)
<b>Profit before taxation</b>	9	<b>844</b>	<b>1,282</b>	<b>1,777</b>	<b>2,867</b>
Less: Taxation		(231)	(275)	(433)	(751)
<b>Profit after taxation</b>	9	<b>613</b>	<b>1,007</b>	<b>1,344</b>	<b>2,116</b>
Other comprehensive income for the period		-	-	-	-
<b>Total comprehensive income for the period</b>		<b>613</b>	<b>1,007</b>	<b>1,344</b>	<b>2,116</b>
Attributable to :					
Equity holders of the Company		613	1,007	1,344	2,116
Earnings per share attributable to equity holders of the Company:					
Basic (sen)	B12	0.61	1.26	1.34	2.65
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 2012 and the accompanying notes attached to this interim financial report.



**Interim Report for the 6-month Financial Period Ended 31 March 2013**

**Unaudited Condensed Consolidated Statement of Financial Position**

	<b>Unaudited As At 31/3/2013 RM'000</b>	<b>Restated As At 30/09/2012 RM'000</b>	<b>Restated As At 10/01/2011 RM'000</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	49,481	50,007	50,469
Investment in property	290	290	290
Investment in quoted shares	116	102	101
Other investments	26	26	26
Intangible assets	47	44	27
Development costs	687	728	809
<b>Total non-current assets</b>	<b>50,647</b>	<b>51,197</b>	<b>51,722</b>
<b>Current assets</b>			
Inventories	18,982	21,930	28,661
Trade receivables	16,835	16,469	17,329
Other receivables and deposits	1,255	2,906	915
Deposits with licensed banks	9,488	10,376	8,138
Prepaid tax	527	451	441
Cash and bank balances	8,829	4,171	3,875
<b>Total current assets</b>	<b>55,916</b>	<b>56,303</b>	<b>59,359</b>
<b>TOTAL ASSETS</b>	<b>106,563</b>	<b>107,500</b>	<b>111,081</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Financed by:			
Share capital	50,000	50,000	40,000
Share premium	-	-	731
Retained profits	41,366	40,081	47,267
<b>Shareholders' equity</b>	<b>91,366</b>	<b>90,081</b>	<b>87,998</b>
<b>Non-current liabilities</b>			
Term loans	1,672	2,290	3,527
Deferred taxation	393	393	402
<b>Total non-current liabilities</b>	<b>2,065</b>	<b>2,683</b>	<b>3,929</b>

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 September 2012 and the accompanying notes attached to this interim financial report.



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**Interim Report for the 6-month Financial Period Ended 31 March 2013**

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

	<b>Unaudited As At 31/3/2013 RM'000</b>	<b>Restated As At 30/09/2012 RM'000</b>	<b>Restated As At 10/01/2011 RM'000</b>
<b>Current Liabilities</b>			
Trade payables	4,617	3,388	5,687
Other payables and accruals	4,135	4,185	4,319
Finance lease and hire purchase payables	72	80	-
Bills payable	3,077	5,097	6,224
Term loans	1,231	1,231	1,231
Provision for taxation	-	147	378
Bank overdraft	-	608	1,315
<b>Total current liabilities</b>	<b>13,132</b>	<b>14,736</b>	<b>19,154</b>
<b>Total liabilities</b>	<b>15,197</b>	<b>17,419</b>	<b>23,083</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>106,563</b>	<b>107,500</b>	<b>111,081</b>
No. of ordinary shares in issue ('000)	100,000	100,000	80,000
Par value (RM)	0.50	0.50	0.50
Net assets per share attributable to equity holders of the Company (RM)	0.91	0.90	1.10

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 September 2012 and the accompanying notes attached to this interim financial report.



**Interim Report for the 6-month Financial Period Ended 31 March 2013**

**Unaudited Condensed Consolidated Cash Flow Statement**

	<b>6-months ended 31/3/2013 RM'000</b>	<b>6-months ended 31/3/2012 RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,777	2,867
Adjustments for :		
Allowance/ (write back) for diminution in value of investment in quoted shares	(13)	-
Allowance for doubtful debts	-	(5)
Allowance for doubtful debts written back	(30)	(30)
Amortisation	40	40
Bad debts write off	18	-
Depreciation	741	1,019
Dividend received	(1)	(2)
Interest expenses	181	161
Interests income	(129)	(98)
Foreign exchange adjustment	-	*
(Gain) / loss on disposal of fixed assets	(20)	5
Property, plant and equipment written off	16	-
Operating profit before working capital changes	<u>2,580</u>	<u>3,957</u>
Inventories	2,948	5,707
Receivables	1,297	(743)
Payables	<u>(1,337)</u>	<u>(4,665)</u>
Cash generated from operations	5,488	4,256
Interest paid	(181)	(161)
Tax refund	-	139
Tax paid	<u>(656)</u>	<u>(888)</u>
<b>Net cash from operating activities</b>	<u><u>4,651</u></u>	<u><u>3,346</u></u>
<b>CASH FLOW FOR INVESTING ACTIVITIES</b>		
Dividends received	1	2
Interest received	129	98
Investment in intangible assets	(3)	(2)
Placement of deposits with licensed banks	(1)	(1)
Proceeds from disposal of property, plant and equipment	370	13
Purchase of property, plant and equipment	<u>(580)</u>	<u>(514)</u>
<b>Net cash generated / (used) in investing activities</b>	<u><u>(84)</u></u>	<u><u>(404)</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 2012 and the accompanying notes attached to this interim financial report.



**Interim Report for the 6-month Financial Period Ended 31 March 2013**

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

	<b>6-months ended 31/3/2013 RM'000</b>	<b>6-months ended 31/3/2012 RM'000</b>
<b>CASH FLOW FOR FINANCING ACTIVITIES</b>		
Share issuance expenses	(59)	-
Proceeds from bank borrowings	495	87
Repayment of bank borrowings	(619)	(618)
Repayment of finance lease and hire purchase payables	(8)	-
<b>Net cash used in financing activities</b>	<u>(191)</u>	<u>(531)</u>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	4,376	2,411
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	12,370	9,177
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>16,746</u>	<u>11,588</u>
<b>CASH AND CASH EQUIVALENTS COMPRISE</b>		
Deposit with licensed bank - not pledged	7,917	6,714
Cash and bank balances	8,829	5,331
Bank overdraft	-	(456)
	<u>16,746</u>	<u>11,589</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 2012 and the accompanying notes attached to this interim financial report.



**Interim Report for the 6-month Financial Period Ended 31 March 2013**

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

	<----- Non-distributable ----->				Distributable		
	Share Capital RM'000	Revaluation Reserves RM'000	Share Premium RM'000	Exchange Reserves RM'000	Unappropriated Profits RM'000	Unappropriated Profits RM'000	Total RM'000
As at 01/10/2011, as previously stated	40,000	1,387	731	320	-	37,084	79,522
Effect of transition to MFRS							
- Surplus on revaluation of land and buildings	-	8,276	-	-	-	-	8,276
- Surplus on revaluation of investment properties	-	200	-	-	-	-	200
- Reclassification	-	(9,863)	-	(320)	10,183	-	-
As at 01/10/2011, as restated	40,000	-	731	-	10,183	37,084	87,998
Total comprehensive income for the period	-	-	-	-	-	2,116	2,116
<b>As at 31/3/2012, as restated</b>	<b>40,000</b>	<b>-</b>	<b>731</b>	<b>-</b>	<b>10,183</b>	<b>39,200</b>	<b>90,114</b>
<hr/>							
As at 01/10/2012, as previously stated	50,000	9,863	-	345	-	29,873	90,081
Effect of transition to MFRS							
- Reclassification	-	(9,863)	-	(345)	10,208	-	-
As at 01/10/2012, as restated	50,000	-	-	-	10,208	29,873	90,081
Share issuance expenses						(59)	(59)
Total comprehensive income for the period	-	-	-	-	-	1,344	1,344
<b>As at 31/3/2013</b>	<b>50,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,208</b>	<b>31,158</b>	<b>91,366</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 2012 and the accompanying notes attached to this interim financial report.