



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 2014



HALEX HOLDINGS BERHAD (206220-U)
(Incorporated in Malaysia under the Companies Act, 1965)

Interim Report for the 9-month Financial Period Ended 30 June 2014

Unaudited Condensed Consolidated Statement of Comprehensive Income

	Note	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		Current Year Quarter 30/06/2014 RM'000	Preceding Year Quarter 30/06/2013 RM'000	Current Year to-Date 30/06/2014 RM'000	Preceding Year to-Date 30/06/2013 RM'000
Revenue	9	25,566	24,529	71,352	71,340
Less: Cost of sales		(20,010)	(18,284)	(55,112)	(54,009)
Gross profit		5,556	6,245	16,240	17,331
Other income		115	87	491	285
Administration and other expenses		(2,495)	(2,762)	(7,607)	(7,759)
Selling and marketing expenses		(1,816)	(2,058)	(6,307)	(6,377)
Finance costs		(89)	(99)	(273)	(289)
Profit before taxation	9	1,271	1,413	2,544	3,191
Less: Taxation		(344)	(351)	(786)	(785)
Profit after taxation	9	927	1,062	1,758	2,406
Other comprehensive income					
Net surplus arising from revaluation of properties		-	-	-	-
Translation reserve		-	-	-	-
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		927	1,062	1,758	2,406
Attributable to :					
Equity holders of the Company		927	1,062	1,758	2,406
Earnings per share attributable to equity holders of the Company:					
Basic (sen)	B12	0.93	1.06	1.76	2.41
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 2013 and the accompanying notes attached to this interim financial report.

**HALEX HOLDINGS BERHAD** (206220-U)

(Incorporated in Malaysia under the Companies Act, 1965)

Interim Report for the 9-month Financial Period Ended 30 June 2014**Unaudited Condensed Consolidated Statement of Financial Position**

	Unaudited As At 30/06/2014 RM'000	Audited As At 30/09/2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	49,261	49,333
Investment in property	290	290
Investment in quoted shares	174	128
Other investments	26	26
Intangible assets	47	47
Development costs	587	647
Total non-current assets	<u>50,385</u>	<u>50,471</u>
Current assets		
Inventories	22,488	23,418
Trade receivables	13,778	15,696
Other receivables and deposits	3,621	1,071
Deposits with licensed banks	1,985	12,955
Prepaid tax	183	397
Cash and bank balances	14,217	7,272
Total current assets	<u>56,272</u>	<u>60,809</u>
TOTAL ASSETS	<u>106,657</u>	<u>111,280</u>
EQUITY AND LIABILITIES		
Capital and reserves		
Financed by:		
Share capital	50,000	50,000
Treasury shares	(18)	(17)
Retained profits	39,776	40,540
Shareholders' equity	<u>89,758</u>	<u>90,523</u>
Non-current liabilities		
Term loans	127	1,054
Deferred taxation	394	394
Total non-current liabilities	<u>521</u>	<u>1,448</u>

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 September 2013 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 2014

Unaudited Condensed Consolidated Statement of Financial Position (cont'd)

	Unaudited As At 30/06/2014 RM'000	Audited As At 30/09/2013 RM'000
Current Liabilities		
Trade payables	5,383	5,606
Other payables and accruals	3,728	4,377
Finance lease and hire purchase payables	50	63
Bills payable	5,721	7,578
Term loans	1,231	1,231
Provision for taxation	156	454
Bank overdraft	109	-
Total current liabilities	<u>16,378</u>	<u>19,309</u>
Total liabilities	<u>16,899</u>	<u>20,757</u>
TOTAL EQUITY AND LIABILITIES	<u>106,657</u>	<u>111,280</u>
No. of ordinary shares in issue ('000)	100,000	100,000
Par value (RM)	0.50	0.50
Net assets per share attributable to equity holders of the Company (RM)	0.90	0.91

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 September 2013 and the accompanying notes attached to this interim financial report.



Interim Report for the 9-month Financial Period Ended 30 June 2014

Unaudited Condensed Consolidated Cash Flow Statement

	9-months ended 30/06/2014 RM'000	9-months ended 30/06/2013 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	2,544	3,191
Adjustments for :		
Allowance/ (write back) for diminution in value of investment in quoted shares	(1)	(13)
Allowance for doubtful debts written back	(53)	(30)
Amortisation	61	61
Bad debts write off	-	18
Depreciation	1,171	1,117
Dividend received	(1)	(2)
Interest expenses	256	272
Interests income	(267)	(214)
Foreign exchange adjustment	(3)	-
Gain in investments	(46)	-
(Gain) / loss on disposal of fixed assets	(38)	(20)
Property, plant and equipment written off	-	11
Operating profit before working capital changes	<u>3,623</u>	<u>4,391</u>
Inventories	983	2,114
Receivables	(632)	1,411
Payables	<u>(2,251)</u>	<u>1,624</u>
Cash generated from operations	1,723	9,540
Interest paid	(256)	(272)
Tax refund	208	93
Tax paid	<u>(1,079)</u>	<u>(892)</u>
Net cash from operating activities	<u><u>596</u></u>	<u><u>8,469</u></u>
CASH FLOW FOR INVESTING ACTIVITIES		
Dividends received	1	2
Interest received	267	214
Investment in intangible assets	-	(4)
Placement of deposits with licensed banks	(13)	(1)
Proceeds from disposal of property, plant and equipment	86	370
Purchase of property, plant and equipment	<u>(1,146)</u>	<u>(771)</u>
Net cash generated / (used) in investing activities	<u><u>(805)</u></u>	<u><u>(190)</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 2013 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 2014

Unaudited Condensed Consolidated Cash Flow Statement (cont'd)

	9-months ended 30/06/2014 RM'000	9-months ended 30/06/2013 RM'000
CASH FLOW FOR FINANCING ACTIVITIES		
Dividends paid	(2,499)	(3,000)
Share issuance expenses	(21)	(60)
Proceeds from bank borrowings	-	1,142
Repayment of bank borrowings	(1,405)	(927)
Repayment of finance lease and hire purchase payables	(13)	(12)
Net cash used in financing activities	(3,938)	(2,857)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(4,147)	5,422
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	18,619	12,370
CASH AND CASH EQUIVALENTS AT END OF YEAR	14,472	17,792
CASH AND CASH EQUIVALENTS COMPRISE		
Deposit with licensed bank - not pledged	364	9,672
Cash and bank balances	14,217	8,120
Bank overdraft	(109)	-
	14,472	17,792

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 September 2013 and the accompanying notes attached to this interim financial report.



Interim Report for the 9-month Financial Period Ended 30 June 2014

Unaudited Condensed Consolidated Statement of Changes in Equity

	<----- Non-distributable ----->				Distributable		Treasury	Total
	Share Capital RM'000	Revaluation Reserves RM'000	Share Premium RM'000	Exchange Reserves RM'000	Unappropriated Profits RM'000	Unappropriated Profits RM'000	Shares RM'000	RM'000
As at 01/10/2012	50,000	9,026	-	25	-	31,031	-	90,082
Share issuance expenses	-	-	-	-	-	(60)	-	(60)
Shares repurchased	-	-	-	-	-	-	(17)	(17)
Profit after tax	-	-	-	-	-	3,513	-	3,513
Other comprehensive income for the year	-	-	-	-	-	-	-	-
- Foreign currency translation	-	-	-	5	-	-	-	5
- Transfer of revaluation surplus upon disposal of property, plant and equipment	-	(190)	-	-	-	190	-	-
Profit after tax / Total comprehensive income for the year	-	(190)	-	5	-	3,703	-	3,518
Dividends	-	-	-	-	-	(3,000)	-	(3,000)
As at 30/9/2013	50,000	8,836	-	30	-	31,674	(17)	90,523
As at 01/10/2013	50,000	8,836	-	30	-	31,674	(17)	90,523
Share issuance expenses	-	-	-	-	-	(21)	-	(21)
Profit after tax	-	-	-	-	-	1,758	-	1,758
Other comprehensive income for the year	-	-	-	-	-	-	-	-
- Foreign currency translation	-	-	-	(2)	-	-	-	(2)
- Write back of diminution in value of treasury shares	-	-	-	-	-	-	(1)	(1)
Profit after tax / Total comprehensive income for the year	-	-	-	(2)	-	1,758	(1)	1,755
Dividends	-	-	-	-	-	(2,499)	-	(2,499)
As at 30/6/2014	50,000	8,836	-	28	-	30,912	(18)	89,758