

TONG HERR RESOURCES BERHAD
(Company No.432139-W)
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2013

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the Period Ended 31 March 2013
(Financial Year Ending 31 December 2013)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	(Unaudited) Quarter Ended 31-Mar-13 RM'000	(Unaudited) Quarter Ended 31-Mar-12 RM'000	(Unaudited) Quarter Ended 31-Mar-13 RM'000	(Unaudited) Quarter Ended 31-Mar-12 RM'000
Revenue	131,946	147,951	131,946	147,951
Cost of Sales	<u>(116,510)</u>	<u>(136,281)</u>	<u>(116,510)</u>	<u>(136,281)</u>
Gross Profit	15,436	11,670	15,436	11,670
Other income	1,316	4,443	1,316	4,443
Administrative and general expenses	(3,722)	(2,464)	(3,722)	(2,464)
Distribution costs	(2,493)	(2,262)	(2,493)	(2,262)
Share of results of associates	(577)	293	(577)	293
Finance costs	<u>(309)</u>	<u>(399)</u>	<u>(309)</u>	<u>(399)</u>
Profit Before Tax	9,651	11,281	9,651	11,281
Income tax expenses	(1,773)	(1,723)	(1,773)	(1,723)
Profit For The Period	<u>7,878</u>	<u>9,558</u>	<u>7,878</u>	<u>9,558</u>
Other comprehensive income/(expenses)				
Currency translation differences for foreign operations	5,825	(2,692)	5,825	(2,692)
Share of other comprehensive income of associates	(1,315)	582	(1,315)	582
	4,510	(2,110)	4,510	(2,110)
Total comprehensive income for the period	<u>12,388</u>	<u>7,448</u>	<u>12,388</u>	<u>7,448</u>
Profit for the period attributable to:				
Owners of the Company	5,251	6,668	5,251	6,668
Non-controlling interests	<u>2,627</u>	<u>2,890</u>	<u>2,627</u>	<u>2,890</u>
	<u>7,878</u>	<u>9,558</u>	<u>7,878</u>	<u>9,558</u>
Total comprehensive income attributable to:				
Owners of the Company	7,182	4,929	7,182	4,929
Non-controlling interests	<u>5,206</u>	<u>2,519</u>	<u>5,206</u>	<u>2,519</u>
	<u>12,388</u>	<u>7,448</u>	<u>12,388</u>	<u>7,448</u>
Earnings per share attributable to owners of the Company:				
Basic, for profit for the year (sen)	<u>4.15</u>	<u>5.27</u>	<u>4.15</u>	<u>5.27</u>
Diluted, for profit for the year (sen)	<u>4.15</u>	<u>5.27</u>	<u>4.15</u>	<u>5.27</u>

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.)

TONG HERR RESOURCES BERHAD
(Company No.432139-W)
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2013
(Financial Year Ending 31 December 2013)

	(Unaudited) 31 March 2013 RM'000	(Audited) 31 December 2012 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	167,109	162,689
Prepaid lease payments	6,479	6,519
Investment in associates	56,223	57,450
	<u>229,811</u>	<u>226,658</u>
Current assets		
Inventories	165,971	177,533
Trade and other receivables	61,305	43,918
Financial assets at fair value through profit or loss	330	0
Prepayments	492	593
Current tax assets	78	2,582
Cash and cash equivalents	103,754	95,230
	<u>331,930</u>	<u>319,856</u>
TOTAL ASSETS	<u>561,741</u>	<u>546,514</u>
 EQUITY AND LIABILITIES		
Share capital	127,430	127,430
Treasury shares	(1,841)	(1,833)
Currency translation reserve	(5,792)	(7,721)
Retained profits	192,390	187,139
Equity attributable to owners of the Company	<u>312,187</u>	<u>305,015</u>
Non-controlling interests	<u>89,414</u>	<u>84,208</u>
Total equity	<u>401,601</u>	<u>389,223</u>
 Non-current liabilities		
Deferred tax liabilities	6,812	6,824
Loans and borrowings	15,356	15,958
	<u>22,168</u>	<u>22,782</u>
 Current Liabilities		
Loans and borrowings	114,197	104,823
Trade and other payables	23,054	28,932
Financial liabilities at fair value through profit or loss	0	104
Current tax liabilities	721	650
	<u>137,972</u>	<u>134,509</u>
TOTAL LIABILITIES	<u>160,140</u>	<u>157,291</u>
TOTAL EQUITY AND LIABILITIES	<u>561,741</u>	<u>546,514</u>
 Net assets per share attributable to owners of the Company (sen)		
	<u>247</u>	<u>241</u>

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.)

TONG HERR RESOURCES BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2013
(Financial Year Ending 31 December 2013)

	Non-Distributable			Distributable*		Non-controlling interests (RM'000)	Total Equity (RM'000)
	Share Capital (RM'000)	Treasury Shares (RM'000)	Currency Translation Reserves (RM'000)	Retained profits (RM'000)	Equity attributable to owners of the Company (RM'000)		
At 1 January 2013	127,430	(1,833)	(7,721)	187,139	305,015	84,208	389,223
Total comprehensive income	0	0	1,929	5,251	7,180	5,206	12,386
Purchase of own shares	0	(8)	0	0	(8)	0	(8)
At 31 March 2013	<u>127,430</u>	<u>(1,841)</u>	<u>(5,792)</u>	<u>192,390</u>	<u>312,187</u>	<u>89,414</u>	<u>401,601</u>
At 1 January 2012	127,430	(628)	(6,241)	200,382	320,943	79,394	400,337
Total comprehensive income	0	0	(1,739)	6,668	4,929	2,519	7,448
Purchase of own shares	0	(621)	0	0	(621)	0	(621)
At 31 March 2012	<u>127,430</u>	<u>(1,249)</u>	<u>(7,980)</u>	<u>207,050</u>	<u>325,251</u>	<u>81,913</u>	<u>407,164</u>

* Retained profits as at 31 March 2013 amounting RM 1,841,172 (31 March 2012: RM1,249,378), being the total cost of the treasury shares purchased, are considered as non-distributable.
(The Unaudited Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements)

TONG HERR RESOURCES BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2013
(Financial Year Ending 31 December 2013)

	(Unaudited) Quarter Ended 31-Mar-13 RM'000	(Unaudited) Quarter Ended 31-Mar-12 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	9,651	11,281
Adjustments for:-		
Non-cash items	3,652	2,972
Non-operating items	(183)	(1,691)
	13,120	12,562
Changes in working capitals	(11,094)	26,373
Cash generated from operations	2,026	38,935
Net income tax refunded/(paid)	790	(1,110)
Net cash from operating activities	2,816	37,825
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipments	(2,945)	(4,529)
Proceeds from disposal of property, plant and equipments	4	0
Interest received	528	2,160
Net cash used in investing activities	(2,413)	(2,369)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase/(Decrease) in bank borrowings, net	8,625	(7,007)
Term loans raised	(271)	4,169
Interest paid	(290)	(606)
Purchase of own shares	(8)	(621)
Net cash from/(used in) financing activities	8,056	(4,065)
Net increase in cash and cash equivalents	8,459	31,391
Effect of exchange rate changes	56	(803)
Cash and cash equivalents at beginning of financial period	94,655	87,379
Cash and cash equivalents at end of financial period	103,170	117,967

Cash and cash equivalents at end of financial period comprise the following:

	As at 31-Mar-13 RM'000	As at 31-Mar-12 RM'000
Cash and bank balances	103,754	117,967
Less: Fixed deposits pledged with bank	(575)	-
Bank overdrafts	(9)	-
	103,170	117,967

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.)