

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

INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2015

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the Period Ended 31 March 2015
(Financial Year Ending 31 December 2015)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	(Unaudited) Quarter Ended 31-Mar-15 RM'000	(Unaudited) Quarter Ended 31-Mar-14 RM'000	(Unaudited) Quarter Ended 31-Mar-15 RM'000	(Unaudited) Quarter Ended 31-Mar-14 RM'000
Revenue	158,828	133,569	158,828	133,569
Cost of Sales	<u>(138,155)</u>	<u>(114,260)</u>	<u>(138,155)</u>	<u>(114,260)</u>
Gross Profit	20,673	19,309	20,673	19,309
Other income	5,265	1,001	5,265	1,001
Distribution costs	(3,142)	(2,443)	(3,142)	(2,443)
Administrative and general expenses	(5,486)	(2,216)	(5,486)	(2,216)
Finance costs	(524)	(536)	(524)	(536)
Share of results of associates	<u>(2,431)</u>	<u>(385)</u>	<u>(2,431)</u>	<u>(385)</u>
Profit Before Tax	14,355	14,730	14,355	14,730
Tax expenses	(3,251)	(3,012)	(3,251)	(3,012)
Profit For The Period	<u>11,104</u>	<u>11,718</u>	<u>11,104</u>	<u>11,718</u>
Other comprehensive income				
Currency translation differences for foreign operations	12,532	847	12,532	847
Share of other comprehensive income of associates	<u>(132)</u>	<u>(169)</u>	<u>(132)</u>	<u>(169)</u>
	12,400	678	12,400	678
Total comprehensive income for the period	<u>23,504</u>	<u>12,396</u>	<u>23,504</u>	<u>12,396</u>
Profit for the period attributable to:				
Owners of the Company	7,343	8,413	7,343	8,413
Non-controlling interests	<u>3,761</u>	<u>3,305</u>	<u>3,761</u>	<u>3,305</u>
	<u>11,104</u>	<u>11,718</u>	<u>11,104</u>	<u>11,718</u>
Total comprehensive income attributable to:				
Owners of the Company	15,742	8,548	15,742	8,548
Non-controlling interests	<u>7,762</u>	<u>3,848</u>	<u>7,762</u>	<u>3,848</u>
	<u>23,504</u>	<u>12,396</u>	<u>23,504</u>	<u>12,396</u>
Earnings per share attributable to owners of the Company:				
Basic, for profit for the period (sen)	<u>5.81</u>	<u>6.65</u>	<u>5.81</u>	<u>6.65</u>
Diluted, for profit for the period (sen)	<u>5.81</u>	<u>6.65</u>	<u>5.81</u>	<u>6.65</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 2014 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 2015
(Financial Year Ending 31 December 2015)

	(Unaudited) 31 March 2015 RM'000	(Audited) 31 December 2014 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	151,002	145,578
Prepaid lease payments	6,153	6,193
Investment in associates	78,655	76,691
Deferred tax assets	40	40
	<u>235,850</u>	<u>228,502</u>
Current assets		
Inventories	223,892	256,596
Trade and other receivables	65,145	61,036
Financial assets at fair value through profit or loss	2,553	544
Prepayments	1,653	1,280
Current tax assets	124	146
Cash and cash equivalents	130,524	127,599
	<u>423,891</u>	<u>447,201</u>
TOTAL ASSETS	<u>659,741</u>	<u>675,703</u>
EQUITY AND LIABILITIES		
Share capital	127,430	127,430
Treasury shares	(2,294)	(1,961)
Currency translation reserve	10,086	1,687
Retained profits	223,319	215,976
Equity attributable to owners of the Company	<u>358,541</u>	<u>343,132</u>
Non-controlling interests	<u>103,920</u>	<u>96,158</u>
Total equity	<u>462,461</u>	<u>439,290</u>
Non-current liabilities		
Deferred tax liabilities	4,762	5,808
Loans and borrowings	4,401	4,781
	<u>9,163</u>	<u>10,589</u>
Current Liabilities		
Loans and borrowings	164,370	188,875
Trade and other payables	19,404	33,950
Financial liabilities at fair value through profit or loss	-	0
Current tax liabilities	4,343	2,999
	<u>188,117</u>	<u>225,824</u>
TOTAL LIABILITIES	<u>197,280</u>	<u>236,413</u>
TOTAL EQUITY AND LIABILITIES	<u>659,741</u>	<u>675,703</u>
Net assets per share attributable to owners of the Company (sen)	<u>284</u>	<u>271</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 2014 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 2015
(Financial Year Ending 31 December 2015)

	Share Capital (RM'000)	Treasury Shares (RM'000)	Non-Distributable Currency Translation Reserves (RM'000)	Distributable* Retained profits (RM'000)	Equity attributable to owners of the Company (RM'000)	Non-controlling interests (RM'000)	Total Equity (RM'000)
At 1 January 2015	127,430	(1,961)	1,687	215,976	343,132	96,158	439,290
Total comprehensive income	0	0	8,399	7,343	15,742	7,762	23,504
Purchase of own shares	0	(333)	0	0	(333)	0	(333)
At 31 March 2015	<u>127,430</u>	<u>(2,294)</u>	<u>10,086</u>	<u>223,319</u>	<u>358,541</u>	<u>103,920</u>	<u>462,461</u>
At 1 January 2014	127,430	(1,929)	(5,271)	199,676	319,906	86,212	406,118
Total comprehensive income	0	0	135	8,413	8,548	3,848	12,396
Purchase of own shares	0	(17)	0	0	(17)	0	(17)
At 31 March 2014	<u>127,430</u>	<u>(1,946)</u>	<u>(5,136)</u>	<u>208,089</u>	<u>328,437</u>	<u>90,060</u>	<u>418,497</u>

* Treasury shares as at 31 March 2015 amounting RM2,365,742 (31 March 2014: RM1,945,829), 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 2014 and the accompanying explanatory notes attached to the interim financial statements)

TONG HERR RESOURCES BERHAD
 (Company No.432139-W)
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2015
 (Financial Year Ending 31 December 2015)

	(Unaudited) Quarter Ended 31-Mar-15 RM'000	(Unaudited) Quarter Ended 31-Mar-14 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	14,355	14,730
Adjustments for:-		
Non-cash items	6,935	4,622
Non-operating items	(65)	412
	<u>21,225</u>	<u>19,764</u>
Changes in working capitals	14,380	(25,114)
	<u>35,605</u>	<u>(5,350)</u>
Cash generated from/ (used in) operations		
Net income tax paid	(1,908)	(1,945)
	<u>33,697</u>	<u>(7,295)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipments	(4,038)	0
Proceeds from disposal of property, plant and equipments	53	(462)
Interest received	589	1,122
	<u>(3,396)</u>	<u>660</u>
Net cash (used in)/ from investing activities		
CASH FLOWS FROM FINANCING ACTIVITIES		
(Decrease)/ Increase in bank borrowings, net	(22,403)	18,362
Repayment of term loans	(6,732)	(2,521)
Repayment of hire purchase and lease creditor	(3)	0
Interest paid	(367)	(477)
Purchase of own shares	(333)	(17)
Increase of fixed deposits pledged	(1,444)	0
	<u>(31,282)</u>	<u>15,347</u>
Net cash (used in)/ from financing activities		
Net (decrease)/ increase in cash and cash equivalents	(981)	8,712
Effect of exchange rate changes	2,461	23
Cash and cash equivalents at beginning of financial period	126,955	103,285
	<u>128,435</u>	<u>112,020</u>
Cash and cash equivalents at end of financial period		

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

	As at 31-Mar-15 RM'000	As at 31-Mar-14 RM'000
Cash and bank balances	130,524	112,646
Less: Fixed deposits pledged with bank	(2,089)	(626)
	<u>128,435</u>	<u>112,020</u>

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.)