

TONG HERR RESOURCES BERHAD  
(Company No.432139-W)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018  
(Financial Year Ending 31 December 2018)

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	(Unaudited) Quarter Ended 30-Jun-18 RM'000	(Unaudited) Quarter Ended 30-Jun-17 RM'000	(Unaudited) Quarter Ended 30-Jun-18 RM'000	(Unaudited) Quarter Ended 30-Jun-17 RM'000
Revenue	196,272	166,133	396,332	322,972
Cost of Sales	(164,935)	(141,520)	(338,484)	(267,447)
<b>Gross Profit</b>	<b>31,337</b>	<b>24,613</b>	<b>57,848</b>	<b>55,525</b>
Other income	2,267	3,288	4,851	7,360
Distribution costs	(3,215)	(2,816)	(6,078)	(5,654)
Administrative and general expenses	(3,104)	(7,741)	(6,999)	(12,006)
Finance costs	(678)	(433)	(1,113)	(709)
<b>Profit Before Tax</b>	<b>26,607</b>	<b>16,911</b>	<b>48,509</b>	<b>44,516</b>
Tax expenses	(5,011)	(4,070)	(8,936)	(9,425)
<b>Profit For The Period</b>	<b>21,596</b>	<b>12,841</b>	<b>39,573</b>	<b>35,091</b>
Other comprehensive income				
Currency translation differences for foreign operations	(3,032)	(2,865)	(3,477)	1,413
Total comprehensive income for the period	<b>18,564</b>	<b>9,976</b>	<b>36,096</b>	<b>36,504</b>
Profit for the period attributable to:				
Owners of the Company	19,315	11,219	35,846	30,675
Non-controlling interests	2,281	1,622	3,727	4,416
	<b>21,596</b>	<b>12,841</b>	<b>39,573</b>	<b>35,091</b>
Total comprehensive income attributable to:				
Owners of the Company	16,283	8,354	32,369	32,088
Non-controlling interests	2,281	1,622	3,727	4,416
	<b>18,564</b>	<b>9,976</b>	<b>36,096</b>	<b>36,504</b>
Earnings per share attributable to owners of the Company:				
Basic, for profit for the period (sen)	<b>12.50</b>	<b>7.25</b>	<b>23.20</b>	<b>19.84</b>
Diluted, for profit for the period (sen)	<b>12.50</b>	<b>7.25</b>	<b>23.20</b>	<b>19.84</b>

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

TONG HERR RESOURCES BERHAD  
(Company No.432139-W)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2018  
(Financial Year Ending 31 December 2018)

	(Unaudited) 30 June 2018 RM'000	(Audited) 31 December 2017 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	128,089	133,146
Prepaid lease payments	5,623	5,704
Available-for-sale financial assets	8,299	8,299
	142,011	147,149
<b>Current assets</b>		
Inventories	268,067	289,388
Trade and other receivables	83,436	81,280
Financial assets at fair value through profit or loss	1,010	32
Prepayments	1,506	1,622
Current tax assets	54	43
Cash and cash equivalents	108,374	92,194
	462,447	464,559
<b>TOTAL ASSETS</b>	<b>604,458</b>	<b>611,708</b>
 <b>EQUITY AND LIABILITIES</b>		
Share capital	185,930	185,930
Treasury shares	(5,881)	(5,290)
Legal reserve	4,465	3,292
Currency translation reserve	23,204	26,681
Retained profits	226,377	219,506
<b>Equity attributable to owners of the Company</b>	434,095	430,119
<b>Non-controlling interests</b>	44,786	43,509
<b>Total equity</b>	478,881	473,628
 <b>Non-current liabilities</b>		
Deferred tax liabilities	5,455	5,504
Loans and borrowings	0	11
	5,455	5,515
 <b>Current Liabilities</b>		
Loans and borrowings	95,469	96,585
Trade and other payables	19,325	32,515
Financial liabilities at fair value through profit or loss	0	216
Current tax liabilities	5,328	3,249
	120,122	132,565
<b>TOTAL LIABILITIES</b>	125,577	138,080
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>604,458</b>	<b>611,708</b>
 <b>Net assets per share attributable to owners of the Company (sen)</b>	 281	 278

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

TONG HERR RESOURCES BERHAD  
(Company No.432139-W)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

	Non-Distributable				Distributable*		Equity attributable to owners of the Company	Non-controlling interests	Total Equity
	Share Capital (RM'000)	Treasury Shares (RM'000)	Shares Premium (RM'000)	Legal Reserve (RM'000)	Currency Translation Reserves (RM'000)	Retained profits (RM'000)			
<b>At 1 January 2018</b>	185,930	(5,290)	0	3,292	26,681	219,506	430,119	43,509	473,628
Total comprehensive income	0	0	0	0	(3,477)	35,846	32,369	3,727	36,096
Purchase of own shares	0	(591)	0	0	0	0	(591)	0	(591)
Dividends paid:-									
- Owners of the Company	0	0	0	0	0	(27,802)	(27,802)	0	(27,802)
- Non-controlling interests	0	0	0	0	0	0	0	(2,450)	(2,450)
Transfer to legal reserve	0	0	0	1,173	0	(1,173)	0	0	0
<b>At 30 June 2018</b>	<u>185,930</u>	<u>(5,881)</u>	<u>0</u>	<u>4,465</u>	<u>23,204</u>	<u>226,377</u>	<u>434,095</u>	<u>44,786</u>	<u>478,881</u>
<b>At 1 January 2017</b>	157,430	(5,290)	28,500	0	28,438	224,147	433,225	39,781	473,006
Total comprehensive income	0	0	0	0	1,413	30,675	32,088	4,416	36,504
Purchase of own shares	0	0	0	0	0	0	0	0	0
Dividends paid:-									
- Owners of the Company	0	0	0	0	0	(30,928)	(30,928)	0	(30,928)
- Non-controlling interests	0	0	0	0	0	0	0	(3,430)	(3,430)
<b>At 30 June 2017</b>	<u>157,430</u>	<u>(5,290)</u>	<u>28,500</u>	<u>0</u>	<u>29,851</u>	<u>223,894</u>	<u>434,385</u>	<u>40,767</u>	<u>475,152</u>

(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 2017 and the accompanying explanatory notes attached to the interim financial statements)

TONG HERR RESOURCES BERHAD  
(Company No.432139-W)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018  
(Financial Year Ending 31 December 2018)

	(Unaudited) Quarter Ended 30-Jun-18 RM'000	(Unaudited) Quarter Ended 30-Jun-17 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	48,509	44,516
Adjustments for:-		
Non-cash items	9,522	9,757
Non-operating items	(306)	(1,173)
	57,725	53,100
Changes in working capitals	7,133	4,802
	64,858	57,902
Cash generated from operations	64,858	57,902
Net income tax paid	(6,918)	(4,088)
	57,940	53,814
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipments	(4,365)	(3,935)
Proceeds from disposal of property, plant and equipments	12	74
Interest received	1,419	1,882
	(2,934)	(1,979)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Decrease in bank borrowings, net	(3,284)	(15,376)
Repayment of hire purchase and lease creditor	(22)	(61)
Dividends paid to shareholders of the Company	(27,802)	(30,928)
Dividends paid to non-controlling interests	(3,920)	(3,430)
Interest paid	(1,278)	(709)
Purchase of own shares	(591)	0
	(36,897)	(50,504)
Net Cash used in financing activities	(36,897)	(50,504)
Net increase in cash and cash equivalents	18,109	1,331
Effect of exchange rate changes	(1,929)	861
Cash and cash equivalents at beginning of financial period	92,194	151,010
	108,374	153,202

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

	As at 30-Jun-18 RM'000	As at 30-Jun-17 RM'000
Cash and bank balances	108,374	153,202
Less: Fixed deposits pledged with bank	0	0
	108,374	153,202

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)