

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

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	(Unaudited) Quarter Ended 30-Sep-18 RM'000	(Unaudited) Quarter Ended 30-Sep-17 RM'000	(Unaudited) Quarter Ended 30-Sep-18 RM'000	(Unaudited) Quarter Ended 30-Sep-17 RM'000
Revenue	215,481	185,521	611,813	508,493
Cost of Sales	(186,069)	(158,231)	(524,553)	(425,678)
Gross Profit	<u>29,412</u>	<u>27,290</u>	<u>87,260</u>	<u>82,815</u>
Other income	3,112	3,800	7,963	11,160
Distribution costs	(3,398)	(2,963)	(9,476)	(8,617)
Administrative and general expenses	(3,484)	(4,939)	(10,483)	(16,945)
Finance costs	(777)	(447)	(1,890)	(1,156)
Profit Before Tax	<u>24,865</u>	<u>22,741</u>	<u>73,374</u>	<u>67,257</u>
Tax expenses	(4,066)	(4,513)	(13,002)	(13,938)
Profit For The Period	<u>20,799</u>	<u>18,228</u>	<u>60,372</u>	<u>53,319</u>
Other comprehensive income				
Currency translation differences for foreign operations	9,369	209	5,892	1,622
Total comprehensive income for the period	<u>30,168</u>	<u>18,437</u>	<u>66,264</u>	<u>54,941</u>
Profit for the period attributable to:				
Owners of the Company	19,933	15,988	55,779	46,663
Non-controlling interests	866	2,240	4,593	6,656
	<u>20,799</u>	<u>18,228</u>	<u>60,372</u>	<u>53,319</u>
Total comprehensive income attributable to:				
Owners of the Company	29,302	16,197	61,671	48,285
Non-controlling interests	866	2,240	4,593	6,656
	<u>30,168</u>	<u>18,437</u>	<u>66,264</u>	<u>54,941</u>
Earnings per share attributable to owners of the Company:				
Basic, for profit for the period (sen)	<u>12.90</u>	<u>10.34</u>	<u>36.10</u>	<u>30.18</u>
Diluted, for profit for the period (sen)	<u>12.90</u>	<u>10.34</u>	<u>36.10</u>	<u>30.18</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 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 SEPTEMBER 2018
(Financial Year Ending 31 December 2018)

	(Unaudited) 30 September 2018 RM'000	(Audited) 31 December 2017 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	134,187	133,146
Prepaid lease payments	5,582	5,704
Available-for-sale financial assets	8,299	8,299
	148,068	147,149
Current assets		
Inventories	294,827	289,388
Trade and other receivables	90,361	81,280
Financial assets at fair value through profit or loss	202	32
Prepayments	2,735	1,622
Current tax assets	90	43
Cash and cash equivalents	120,136	92,194
	508,351	464,559
TOTAL ASSETS	656,419	611,708
 EQUITY AND LIABILITIES		
Share capital	185,930	185,930
Treasury shares	(5,881)	(5,290)
Legal reserve	4,465	3,292
Currency translation reserve	32,573	26,681
Retained profits	246,310	219,506
Equity attributable to owners of the Company	463,397	430,119
Non-controlling interests	45,652	43,509
Total equity	509,049	473,628
 Non-current liabilities		
Deferred tax liabilities	5,416	5,504
Loans and borrowings	4,170	11
	9,586	5,515
 Current Liabilities		
Loans and borrowings	108,141	96,585
Trade and other payables	22,840	32,515
Financial liabilities at fair value through profit or loss	0	216
Current tax liabilities	6,803	3,249
	137,784	132,565
TOTAL LIABILITIES	147,370	138,080
TOTAL EQUITY AND LIABILITIES	656,419	611,708
 Net assets per share attributable to owners of the Company (sen)	 300	 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 SEPTEMBER 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)			
At 1 January 2018	185,930	(5,290)	0	3,292	26,681	219,506	430,119	43,509	473,628
Total comprehensive income	0	0	0	0	5,892	55,779	61,671	4,593	66,264
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
At 30 September 2018	185,930	(5,881)	0	4,465	32,573	246,310	463,397	45,652	509,049
At 1 January 2017	157,430	(5,290)	28,500	0	28,438	224,147	433,225	39,781	473,006
Total comprehensive income	0	0	0	0	1,622	46,663	48,285	6,656	54,941
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	(3,530)	(3,530)
At 30 September 2017	157,430	(5,290)	28,500	0	30,060	239,882	450,582	42,907	493,489

(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 SEPTEMBER 2018
(Financial Year Ending 31 December 2018)

	(Unaudited) Quarter Ended 30-Sep-18 RM'000	(Unaudited) Quarter Ended 30-Sep-17 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	73,374	67,257
Adjustments for:-		
Non-cash items	11,184	13,492
Non-operating items	(245)	(1,607)
	84,313	79,142
Changes in working capitals	(23,788)	(74,555)
	60,525	4,587
Cash generated from operations	60,525	4,587
Net income tax paid	(9,584)	(7,919)
	50,941	(3,332)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipments	(10,535)	(4,714)
Proceeds from disposal of property, plant and equipments	37	74
Interest received	2,135	2,763
	(8,363)	(1,877)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in bank borrowings, net	12,110	31,972
Drawdown of term loans	4,170	0
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)	(3,530)
Interest paid	(2,055)	(1,156)
Purchase of own shares	(591)	0
	(18,110)	(3,703)
Net Cash used in financing activities	(18,110)	(3,703)
Net increase/(decrease) in cash and cash equivalents	24,468	(8,912)
Effect of exchange rate changes	3,474	341
Cash and cash equivalents at beginning of financial period	92,194	151,010
	120,136	142,439

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

	As at 30-Sep-18 RM'000	As at 30-Sep-17 RM'000
Cash and bank balances	120,136	142,439
Less: Fixed deposits pledged with bank	0	0
	120,136	142,439

(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.)