

**TONG HERR RESOURCES BERHAD**  
Registration no. 199701016642 (432139-W)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2019  
(Financial Year Ending 31 December 2019)

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	(Unaudited) Quarter Ended 30-Sep-19 RM'000	(Unaudited) Quarter Ended 30-Sep-18 RM'000	(Unaudited) Quarter Ended 30-Sep-19 RM'000	(Unaudited) Quarter Ended 30-Sep-18 RM'000
Revenue	156,244	215,481	484,754	611,813
Cost of Sales	(144,149)	(186,069)	(448,296)	(524,553)
<b>Gross Profit</b>	<u>12,095</u>	<u>29,412</u>	<u>36,458</u>	<u>87,260</u>
Interest income	652	716	2,059	2,135
Other income	1,333	2,396	6,144	5,828
Distribution costs	(2,714)	(3,398)	(9,305)	(9,476)
Administrative and general expenses	(3,734)	(3,484)	(10,706)	(10,483)
Finance costs	(627)	(777)	(1,881)	(1,890)
<b>Profit Before Tax</b>	<u>7,005</u>	<u>24,865</u>	<u>22,769</u>	<u>73,374</u>
Tax expenses	(1,516)	(4,066)	(4,593)	(13,002)
<b>Profit For The Period</b>	<u><u>5,489</u></u>	<u><u>20,799</u></u>	<u><u>18,176</u></u>	<u><u>60,372</u></u>
Other comprehensive income				
Currency translation differences for foreign operations	3,509	9,369	16,140	5,892
Total comprehensive income for the period	<u><u>8,998</u></u>	<u><u>30,168</u></u>	<u><u>34,316</u></u>	<u><u>66,264</u></u>
Profit for the period attributable to:				
Owners of the Company	4,398	19,933	15,579	55,779
Non-controlling interests	1,091	866	2,597	4,593
	<u><u>5,489</u></u>	<u><u>20,799</u></u>	<u><u>18,176</u></u>	<u><u>60,372</u></u>
Total comprehensive income attributable to:				
Owners of the Company	7,907	29,302	31,719	61,671
Non-controlling interests	1,091	866	2,597	4,593
	<u><u>8,998</u></u>	<u><u>30,168</u></u>	<u><u>34,316</u></u>	<u><u>66,264</u></u>
Earnings per share attributable to owners of the Company:				
Basic, for profit for the period (sen)	<u><u>2.85</u></u>	<u><u>12.90</u></u>	<u><u>10.09</u></u>	<u><u>36.10</u></u>
Diluted, for profit for the period (sen)	<u><u>2.85</u></u>	<u><u>12.90</u></u>	<u><u>10.09</u></u>	<u><u>36.10</u></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 2018 and the accompanying explanatory notes attached to the interim financial statements.)

**TONG HERR RESOURCES BERHAD**  
Registration no. 199701016642 (432139-W)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019  
(Financial Year Ending 31 December 2019)

	(Unaudited) 30 September 2019 RM'000	(Audited) 31 December 2018 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	164,199	136,189
Prepaid lease payments	0	5,541
Right-of-use assets	14,314	0
Other investment	7,579	7,579
	186,092	149,309
<b>Current assets</b>		
Inventories	283,753	314,636
Trade and other receivables	62,906	82,678
Derivatives	417	379
Prepayments	2,003	1,477
Current tax assets	1,622	89
Cash and cash equivalents	109,702	118,166
	460,403	517,425
<b>TOTAL ASSETS</b>	646,495	666,734
 <b>EQUITY AND LIABILITIES</b>		
Share capital	185,930	185,930
Treasury shares	(6,563)	(5,881)
Legal reserve	5,993	4,465
Currency translation reserve	47,128	30,988
Retained profits	234,571	239,054
<b>Equity attributable to owners of the Company</b>	467,059	454,556
<b>Non-controlling interests</b>	44,914	43,582
<b>Total equity</b>	511,973	498,138
 <b>Non-current liabilities</b>		
Loans and borrowings	22,228	6,597
Lease liabilities	842	0
Deferred tax liabilities	4,559	4,589
	27,629	11,186
 <b>Current Liabilities</b>		
Trade and other payables	24,086	30,312
Derivatives	0	25
Loans and borrowings	81,640	121,829
Lease liabilities	207	0
Current tax liabilities	960	5,244
	106,893	157,410
<b>TOTAL LIABILITIES</b>	134,522	168,596
<b>TOTAL EQUITY AND LIABILITIES</b>	646,495	666,734
 <b>Net assets per share attributable to owners of the Company (sen)</b>		
	303	294

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.)

**TONG HERR RESOURCES BERHAD**  
Registration no. 199701016642 (432139-W)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2019  
(Financial Year Ending 31 December 2019)

	Share Capital (RM'000)	Treasury Shares (RM'000)	Legal Reserve (RM'000)	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)
<b>At 1 January 2019</b>	185,930	(5,881)	4,465	30,988	239,054	454,556	43,582	498,138
Total comprehensive income	0	0	0	16,140	15,579	31,719	2,597	34,316
Purchase of own shares	0	(682)	0	0	0	(682)	0	(682)
Dividends paid:-								
- Owners of the Company	0	0	0	0	(18,534)	(18,534)	0	(18,534)
- Non-controlling interests	0	0	0	0	0	0	(1,265)	(1,265)
Transfer to legal reserve	0	0	1,528	0	(1,528)	0	0	0
<b>At 30 September 2019</b>	<u>185,930</u>	<u>(6,563)</u>	<u>5,993</u>	<u>47,128</u>	<u>234,571</u>	<u>467,059</u>	<u>44,914</u>	<u>511,973</u>
<b>At 1 January 2018</b>	185,930	(5,290)	3,292	26,681	219,506	430,119	43,509	473,628
Total comprehensive income	0	0	0	5,892	55,779	61,671	4,593	66,264
Purchase of own shares	0	(591)	0	0	0	(591)	0	(591)
Dividends paid:-								
- Owners of the Company	0	0	0	0	(27,802)	(27,802)	0	(27,802)
- Non-controlling interests	0	0	0	0	0	0	(2,450)	(2,450)
Transfer to legal reserve	0	0	1,173	0	(1,173)	0	0	0
<b>At 30 September 2018</b>	<u>185,930</u>	<u>(5,881)</u>	<u>4,465</u>	<u>32,573</u>	<u>246,310</u>	<u>463,397</u>	<u>45,652</u>	<u>509,049</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 2018 and the accompanying explanatory notes attached to the interim financial statements)

**TONG HERR RESOURCES BERHAD**  
Registration no. 199701016642 (432139-W)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2019  
(Financial Year Ending 31 December 2019)

	(Unaudited) Quarter Ended 30-Sep-19 RM'000	(Unaudited) Quarter Ended 30-Sep-18 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	22,769	73,374
Adjustments for:-		
Non-cash items	6,306	11,184
Non-operating items	(178)	(245)
	28,897	84,313
Changes in working capitals	48,239	(23,788)
	77,136	60,525
Cash generated from operations	77,136	60,525
Net income tax paid	(10,441)	(9,584)
Net cash generated from operating activities	66,695	50,941
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipments	(40,511)	(10,535)
Proceeds from disposal of property, plant and equipments	2	37
Interest received	2,059	2,135
Net cash used in investing activities	(38,450)	(8,363)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Decrease)/Increase in bank borrowings, net	(42,673)	12,110
Drawdown of term loans, net	19,064	4,170
Payment of lease liabilities	(199)	(22)
Dividends paid to shareholders of the Company	(18,534)	(27,802)
Dividends paid to non-controlling interests	(40)	(3,920)
Interest paid	(2,065)	(2,055)
Purchase of own shares	(682)	(591)
Net cash used in financing activities	(45,129)	(18,110)
Net (decrease)/ increase in cash and cash equivalents	(16,884)	24,468
Effect of exchange rate changes	8,449	3,474
Cash and cash equivalents at beginning of financial period	118,137	92,194
Cash and cash equivalents at end of financial period	109,702	120,136

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

	As at 30-Sep-19 RM'000	As at 30-Sep-18 RM'000
Cash and bank balances	109,702	120,136
Less: Fixed deposits pledged with bank	0	0
	109,702	120,136

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.)