

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

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2020
(Financial Year Ending 31 December 2020)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	(Unaudited) Quarter Ended 30-Jun-20 RM'000	(Unaudited) Quarter Ended 30-Jun-19 RM'000	(Unaudited) Quarter Ended 30-Jun-20 RM'000	(Unaudited) Quarter Ended 30-Jun-19 RM'000
Revenue	121,736	157,950	293,165	328,510
Cost of Sales	<u>(110,213)</u>	<u>(145,878)</u>	<u>(260,564)</u>	<u>(304,147)</u>
Gross Profit	11,523	12,072	32,601	24,363
Interest income	774	737	1,465	1,407
Other income	2,146	2,438	3,687	4,811
Distribution costs	(2,399)	(2,516)	(5,311)	(6,591)
Administrative and general expenses	(1,938)	(3,186)	(6,476)	(6,972)
Finance costs	<u>(337)</u>	<u>(574)</u>	<u>(777)</u>	<u>(1,254)</u>
Profit Before Tax	9,769	8,971	25,189	15,764
Tax expenses	(1,618)	(1,533)	(4,032)	(3,077)
Profit For The Period	<u>8,151</u>	<u>7,438</u>	<u>21,157</u>	<u>12,687</u>
Other comprehensive income				
Currency translation differences for foreign operations	12,119	9,865	3,359	12,631
Total comprehensive income for the period	<u>20,270</u>	<u>17,303</u>	<u>24,516</u>	<u>25,318</u>
Profit for the period attributable to:				
Owners of the Company	7,760	6,596	19,567	11,181
Non-controlling interests	<u>391</u>	<u>842</u>	<u>1,590</u>	<u>1,506</u>
	<u>8,151</u>	<u>7,438</u>	<u>21,157</u>	<u>12,687</u>
Total comprehensive income attributable to:				
Owners of the Company	19,879	16,461	22,926	23,812
Non-controlling interests	<u>391</u>	<u>842</u>	<u>1,590</u>	<u>1,506</u>
	<u>20,270</u>	<u>17,303</u>	<u>24,516</u>	<u>25,318</u>
Earnings per share attributable to owners of the Company:				
Basic, for profit for the period (sen)	<u>5.05</u>	<u>4.27</u>	<u>12.74</u>	<u>7.24</u>
Diluted, for profit for the period (sen)	<u>5.05</u>	<u>4.27</u>	<u>12.74</u>	<u>7.24</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 2019 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 JUNE 2020
(Financial Year Ending 31 December 2020)

	(Unaudited) 30 June 2020 RM'000	(Audited) 31 December 2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	159,691	162,717
Right-of-use assets	13,630	13,959
Other investment	7,300	7,300
Deferred tax assets	250	246
	<u>180,871</u>	<u>184,222</u>
Current assets		
Inventories	269,619	275,065
Trade and other receivables	53,042	64,698
Derivatives	0	156
Prepayments	2,232	1,952
Current tax assets	1,500	2,168
Cash and cash equivalents	154,197	137,615
	<u>480,590</u>	<u>481,654</u>
TOTAL ASSETS	661,461	665,876
 EQUITY AND LIABILITIES		
Share capital	185,930	185,930
Treasury shares	(8,190)	(8,070)
Legal reserve	7,667	5,993
Currency translation reserve	50,208	46,849
Retained profits	256,651	238,758
Equity attributable to owners of the Company	<u>492,266</u>	<u>469,460</u>
Non-controlling interests	<u>46,904</u>	<u>46,539</u>
Total equity	539,170	515,999
 Non-current liabilities		
Deferred tax liabilities	4,385	4,481
Loans and borrowings	17,821	20,427
Lease liabilities	410	542
Retirement benefits	899	815
	<u>23,515</u>	<u>26,265</u>
 Current Liabilities		
Derivatives	237	27
Trade and other payables	16,397	30,046
Loans and borrowings	79,659	92,150
Lease liabilities	263	256
Current tax liabilities	2,220	1,133
	<u>98,776</u>	<u>123,612</u>
TOTAL LIABILITIES	<u>122,291</u>	<u>149,877</u>
TOTAL EQUITY AND LIABILITIES	661,461	665,876
 Net assets per share attributable to owners of the Company (sen)		
	321	306

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2019 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 JUNE 2020
(Financial Year Ending 31 December 2020)

	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)
At 1 January 2020	185,930	(8,070)	5,993	46,849	238,758	469,460	46,539	515,999
Total comprehensive income	0	0	0	3,359	19,567	22,926	1,590	24,516
Purchase of own shares	0	(120)	0	0	0	(120)	0	(120)
Dividends paid:- - Non-controlling interests	0	0	0	0	0	0	(1,225)	(1,225)
Transfer to legal reserve	0	0	1,674	0	(1,674)	0	0	0
At 30 June 2020	<u>185,930</u>	<u>(8,190)</u>	<u>7,667</u>	<u>50,208</u>	<u>256,651</u>	<u>492,266</u>	<u>46,904</u>	<u>539,170</u>
At 1 January 2019	185,930	(5,881)	4,465	30,988	239,054	454,556	43,582	498,138
Total comprehensive income	0	0	0	12,631	11,181	23,812	1,506	25,318
Dividends paid:- - Owners of the Company	0	0	0	0	(18,534)	(18,534)	0	(18,534)
At 30 June 2019	<u>185,930</u>	<u>(5,881)</u>	<u>4,465</u>	<u>43,619</u>	<u>231,701</u>	<u>459,834</u>	<u>45,088</u>	<u>504,922</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 2019 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 JUNE 2020
(Financial Year Ending 31 December 2020)

	(Unaudited) Quarter Ended 30-Jun-20 RM'000	(Unaudited) Quarter Ended 30-Jun-19 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	25,189	15,764
Adjustments for:-		
Non-cash items	3,152	1,799
Non-operating items	(688)	(153)
	27,653	17,410
Changes in working capitals	6,703	38,655
	34,356	56,065
Cash generated from operations	34,356	56,065
Net income tax paid	(2,377)	(6,477)
	31,979	49,588
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipments	(2,777)	(36,189)
Proceeds from disposal of property, plant and equipments	87	2
Interest received	1,465	1,407
	(1,225)	(34,780)
Net cash used in investing activities	(1,225)	(34,780)
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in bank borrowings, net	(12,411)	(28,397)
(Decrease)/increase in drawdown of term loans, net	(1,352)	18,712
Payment of lease liabilities	(126)	(135)
Dividends paid to shareholders of the Company	0	(18,534)
Dividends paid to non-controlling interests	(1,225)	0
Interest paid	(841)	(1,438)
Purchase of own shares	(120)	0
	(16,075)	(29,792)
Net cash used in financing activities	(16,075)	(29,792)
Net increase/(decrease) in cash and cash equivalents	14,679	(14,984)
Effect of exchange rate changes	1,903	6,603
Cash and cash equivalents at beginning of financial period	137,615	118,137
	154,197	109,756

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

	As at 30-Jun-20 RM'000	As at 30-Jun-19 RM'000
Cash and bank balances	154,197	109,756
Less: Fixed deposits pledged with bank	0	0
	154,197	109,756

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.)