

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

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

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	(Unaudited) Quarter Ended 30-Sep-20 RM'000	(Unaudited) Quarter Ended 30-Sep-19 RM'000	(Unaudited) Quarter Ended 30-Sep-20 RM'000	(Unaudited) Quarter Ended 30-Sep-19 RM'000
Revenue	130,089	156,244	423,254	484,754
Cost of Sales	(114,607)	(144,149)	(375,171)	(448,296)
<b>Gross Profit</b>	<u>15,482</u>	<u>12,095</u>	<u>48,083</u>	<u>36,458</u>
Interest income	527	652	1,992	2,059
Other income	946	1,333	4,633	6,144
Distribution costs	(2,415)	(2,714)	(7,726)	(9,305)
Administrative and general expenses	(3,196)	(3,734)	(9,672)	(10,706)
Finance costs	(223)	(627)	(1,000)	(1,881)
<b>Profit Before Tax</b>	<u>11,121</u>	<u>7,005</u>	<u>36,310</u>	<u>22,769</u>
Tax expenses	(2,531)	(1,516)	(6,563)	(4,593)
<b>Profit For The Period</b>	<u><u>8,590</u></u>	<u><u>5,489</u></u>	<u><u>29,747</u></u>	<u><u>18,176</u></u>
Other comprehensive income				
Currency translation differences for foreign operations	(12,215)	3,509	(8,856)	16,140
Total comprehensive income for the period	<u><u>(3,625)</u></u>	<u><u>8,998</u></u>	<u><u>20,891</u></u>	<u><u>34,316</u></u>
Profit for the period attributable to:				
Owners of the Company	6,288	4,398	25,855	15,579
Non-controlling interests	2,302	1,091	3,892	2,597
	<u><u>8,590</u></u>	<u><u>5,489</u></u>	<u><u>29,747</u></u>	<u><u>18,176</u></u>
Total comprehensive income attributable to:				
Owners of the Company	(5,927)	7,907	16,999	31,719
Non-controlling interests	2,302	1,091	3,892	2,597
	<u><u>(3,625)</u></u>	<u><u>8,998</u></u>	<u><u>20,891</u></u>	<u><u>34,316</u></u>
Earnings per share attributable to owners of the Company:				
Basic, for profit for the period (sen)	<u><u>4.10</u></u>	<u><u>2.85</u></u>	<u><u>16.84</u></u>	<u><u>10.09</u></u>
Diluted, for profit for the period (sen)	<u><u>4.10</u></u>	<u><u>2.85</u></u>	<u><u>16.84</u></u>	<u><u>10.09</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 2019 and the accompanying explanatory notes attached to the interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2020  
(Financial Year Ending 31 December 2020)

	(Unaudited) 30 September 2020 RM'000	(Audited) 31 December 2019 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	152,234	162,717
Right-of-use assets	13,466	13,959
Other investment	7,300	7,300
Deferred tax assets	236	246
	<u>173,236</u>	<u>184,222</u>
<b>Current assets</b>		
Inventories	258,380	275,065
Trade and other receivables	51,829	64,698
Derivatives	170	156
Prepayments	2,438	1,952
Current tax assets	1,283	2,168
Cash and cash equivalents	134,159	137,615
	<u>448,259</u>	<u>481,654</u>
<b>TOTAL ASSETS</b>	<b>621,495</b>	<b>665,876</b>
 <b>EQUITY AND LIABILITIES</b>		
Share capital	185,930	185,930
Treasury shares	(8,190)	(8,070)
Legal reserve	7,667	5,993
Currency translation reserve	37,993	46,849
Retained profits	247,587	238,758
<b>Equity attributable to owners of the Company</b>	<u>470,987</u>	<u>469,460</u>
<b>Non-controlling interests</b>	<u>49,206</u>	<u>46,539</u>
<b>Total equity</b>	<b>520,193</b>	<b>515,999</b>
 <b>Non-current liabilities</b>		
Deferred tax liabilities	4,443	4,481
Loans and borrowings	15,589	20,427
Lease liabilities	341	542
Retirement benefits	885	815
	<u>21,258</u>	<u>26,265</u>
 <b>Current Liabilities</b>		
Derivatives	73	27
Trade and other payables	16,084	30,046
Loans and borrowings	60,098	92,150
Lease liabilities	266	256
Current tax liabilities	3,523	1,133
	<u>80,044</u>	<u>123,612</u>
<b>TOTAL LIABILITIES</b>	<u>101,302</u>	<u>149,877</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>621,495</b>	<b>665,876</b>
 <b>Net assets per share attributable to owners of the Company (sen)</b>		
	<b>307</b>	<b>306</b>

(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 SEPTEMBER 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)
<b>At 1 January 2020</b>	185,930	(8,070)	5,993	46,849	238,758	469,460	46,539	515,999
Total comprehensive income	0	0	0	(8,856)	25,855	16,999	3,892	20,891
Purchase of own shares	0	(120)	0	0	0	(120)	0	(120)
Dividends paid:-								
- Owners of the Company	0	0	0	0	(15,352)	(15,352)	0	(15,352)
- 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
<b>At 30 September 2020</b>	<b>185,930</b>	<b>(8,190)</b>	<b>7,667</b>	<b>37,993</b>	<b>247,587</b>	<b>470,987</b>	<b>49,206</b>	<b>520,193</b>
<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>	<b>185,930</b>	<b>(6,563)</b>	<b>5,993</b>	<b>47,128</b>	<b>234,571</b>	<b>467,059</b>	<b>44,914</b>	<b>511,973</b>

(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 SEPTEMBER 2020  
(Financial Year Ending 31 December 2020)

	(Unaudited) Quarter Ended 30-Sep-20 RM'000	(Unaudited) Quarter Ended 30-Sep-19 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	36,310	22,769
Adjustments for:-		
Non-cash items	6,606	6,306
Non-operating items	(992)	(178)
	41,924	28,897
Changes in working capitals	19,282	48,239
	61,206	77,136
Cash generated from operations	61,206	77,136
Net income tax paid	(3,316)	(10,441)
Net cash generated from operating activities	57,890	66,695
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipments	(5,215)	(40,511)
Proceeds from disposal of property, plant and equipments	87	2
Interest received	1,992	2,059
Net cash used in investing activities	(3,136)	(38,450)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Decrease in bank borrowings, net	(32,467)	(42,673)
(Decrease)/increase in drawdown of term loans, net	(3,840)	19,064
Payment of lease liabilities	(191)	(199)
Dividends paid to shareholders of the Company	(15,352)	(18,534)
Dividends paid to non-controlling interests	(1,225)	(40)
Interest paid	(1,064)	(2,065)
Purchase of own shares	(120)	(682)
Net cash used in financing activities	(54,259)	(45,129)
Net increase/(decrease) in cash and cash equivalents	495	(16,884)
Effect of exchange rate changes	(3,951)	8,449
Cash and cash equivalents at beginning of financial period	137,615	118,137
Cash and cash equivalents at end of financial period	134,159	109,702

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

	As at 30-Sep-20 RM'000	As at 30-Sep-19 RM'000
Cash and bank balances	134,159	109,702
Less: Fixed deposits pledged with bank	0	0
	134,159	109,702

(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.)