

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

INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2021

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021
(Financial Year Ending 31 December 2021)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	(Unaudited) Quarter Ended 31-Mar-21 RM'000	(Unaudited) Quarter Ended 31-Mar-20 RM'000	(Unaudited) Quarter Ended 31-Mar-21 RM'000	(Unaudited) Quarter Ended 31-Mar-20 RM'000
Revenue	166,771	171,429	166,771	171,429
Cost of Sales	(140,194)	(150,351)	(140,194)	(150,351)
Gross Profit	<u>26,577</u>	<u>21,078</u>	<u>26,577</u>	<u>21,078</u>
Interest Income	525	691	525	691
Other income	1,014	1,541	1,014	1,541
Distribution costs	(3,771)	(2,912)	(3,771)	(2,912)
Administrative and general expenses	(5,065)	(4,538)	(5,065)	(4,538)
Finance costs	(364)	(440)	(364)	(440)
Profit Before Tax	<u>18,916</u>	<u>15,420</u>	<u>18,916</u>	<u>15,420</u>
Tax expenses	(4,410)	(2,414)	(4,410)	(2,414)
Profit For The Period	<u>14,506</u>	<u>13,006</u>	<u>14,506</u>	<u>13,006</u>
Other comprehensive income				
Currency translation differences for foreign operations	(2,687)	(8,760)	(2,687)	(8,760)
Total comprehensive income for the period	<u>11,819</u>	<u>4,246</u>	<u>11,819</u>	<u>4,246</u>
Profit for the period attributable to:				
Owners of the Company	11,272	11,807	11,272	11,807
Non-controlling interests	3,234	1,199	3,234	1,199
	<u>14,506</u>	<u>13,006</u>	<u>14,506</u>	<u>13,006</u>
Total comprehensive income attributable to:				
Owners of the Company	8,585	3,047	8,585	3,047
Non-controlling interests	3,234	1,199	3,234	1,199
	<u>11,819</u>	<u>4,246</u>	<u>11,819</u>	<u>4,246</u>
Earnings per share attributable to owners of the Company:				
Basic, for profit for the period (sen)	<u>7.34</u>	<u>7.69</u>	<u>7.34</u>	<u>7.69</u>
Diluted, for profit for the period (sen)	<u>7.34</u>	<u>7.69</u>	<u>7.34</u>	<u>7.69</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 2020 and the accompanying explanatory notes attached to the interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021
(Financial Year Ending 31 December 2021)

	(Unaudited) 31 March 2021 RM'000	(Audited) 31 December 2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	147,876	152,008
Right-of-use assets	13,137	13,301
Other investment	6,682	6,682
Deferred tax assets	215	218
	167,910	172,209
Current assets		
Inventories	276,847	286,271
Trade and other receivables	66,850	48,710
Derivatives	156	0
Prepayments	7,894	1,037
Current tax assets	1,271	2,184
Cash and cash equivalents	160,501	142,609
	513,519	480,811
TOTAL ASSETS	681,429	653,020
 EQUITY AND LIABILITIES		
Share capital	185,930	185,930
Treasury shares	(8,190)	(8,190)
Legal reserve	9,007	7,667
Currency translation reserve	40,063	42,750
Retained profits	262,348	252,416
Equity attributable to owners of the Company	489,158	480,573
Non-controlling interests	50,760	47,586
Total equity	539,918	528,159
 Non-current liabilities		
Deferred tax liabilities	4,553	4,483
Loans and borrowings	12,527	13,848
Lease liabilities	243	272
Retirement benefits	964	940
	18,287	19,543
 Current Liabilities		
Derivatives	0	419
Trade and other payables	19,905	33,233
Loans and borrowings	98,834	69,327
Lease liabilities	247	270
Current tax liabilities	4,238	2,069
	123,224	105,318
TOTAL LIABILITIES	141,511	124,861
TOTAL EQUITY AND LIABILITIES	681,429	653,020
 Net assets per share attributable to owners of the Company (sen)	 319	 313

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.)

TONG HERR RESOURCES BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021
(Financial Year Ending 31 December 2021)

	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 2021	185,930	(8,190)	7,667	42,750	252,416	480,573	47,586	528,159
Total comprehensive income	0	0	0	(2,687)	11,272	8,585	3,234	11,819
Dividends paid:- - Non-controlling interests	0	0	0	0	0	0	(60)	(60)
Transfer to legal reserve	0	0	1,340	0	(1,340)	0	0	0
At 31 March 2021	185,930	(8,190)	9,007	40,063	262,348	489,158	50,760	539,918
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	(8,760)	11,807	3,047	1,199	4,246
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)
At 31 March 2020	185,930	(8,190)	5,993	38,089	250,565	472,387	46,513	518,900

(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 2020 and the accompanying explanatory notes attached to the interim financial statements)

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021
(Financial Year Ending 31 December 2021)

	(Unaudited) Quarter Ended 31-Mar-21 RM'000	(Unaudited) Quarter Ended 31-Mar-20 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	18,916	15,420
Adjustments for:-		
Non-cash items	4,829	2,849
Non-operating items	(161)	(251)
	23,584	18,018
Changes in working capitals	(28,870)	37,422
	(5,286)	55,440
Cash (used in)/generated from operations	(5,286)	55,440
Net income tax paid	(1,255)	(1,076)
	(6,541)	54,364
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipments	(508)	(450)
Proceeds from disposal of property, plant and equipments	8	16
Interest received	525	691
	25	257
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase/(Decrease) in bank borrowings, net	27,426	(24,606)
Repayment of term loans	(1,237)	(190)
Repayment of finance lease liabilities	(52)	(63)
Dividends paid to non-controlling interests	(60)	(1,225)
Interest paid	(374)	(503)
Purchase of own shares	0	(120)
	25,703	(26,707)
Net cash from/(used in) financing activities	25,703	(26,707)
Net increase in cash and cash equivalents	19,187	27,914
Effect of exchange rate changes	(1,295)	(3,756)
Cash and cash equivalents at beginning of financial period	142,609	137,615
	160,501	161,773

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

	As at 31-Mar-21 RM'000	As at 31-Mar-20 RM'000
Highly liquid investments in money market funds	123,001	101,227
Term deposits	1,850	5,283
Cash and bank balances	35,650	55,263
	160,501	161,773

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.)