

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

INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022  
(Financial Year Ending 31 December 2022)

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	(Unaudited) Quarter Ended 31-Mar-22 RM'000	(Unaudited) Quarter Ended 31-Mar-21 RM'000	(Unaudited) Quarter Ended 31-Mar-22 RM'000	(Unaudited) Quarter Ended 31-Mar-21 RM'000
Revenue	267,303	166,771	267,303	166,771
Cost of goods sold	(216,201)	(140,194)	(216,201)	(140,194)
<b>Gross Profit</b>	<u>51,102</u>	<u>26,577</u>	<u>51,102</u>	<u>26,577</u>
Interest Income	160	525	160	525
Other income	2,689	1,014	2,689	1,014
Distribution costs	(8,598)	(3,771)	(8,598)	(3,771)
Administrative and general expenses	(3,676)	(5,065)	(3,676)	(5,065)
Finance costs	(325)	(364)	(325)	(364)
<b>Profit Before Tax</b>	<u>41,352</u>	<u>18,916</u>	<u>41,352</u>	<u>18,916</u>
Tax expense	(9,133)	(4,410)	(9,133)	(4,410)
<b>Profit For The Period</b>	<u><u>32,219</u></u>	<u><u>14,506</u></u>	<u><u>32,219</u></u>	<u><u>14,506</u></u>
Other comprehensive income				
Currency translation differences for foreign operations	2,818	(2,687)	2,818	(2,687)
Comprehensive income for the period	<u><u>35,037</u></u>	<u><u>11,819</u></u>	<u><u>35,037</u></u>	<u><u>11,819</u></u>
Profit for the period attributable to:				
Owners of the Company	29,400	11,272	29,400	11,272
Non-controlling interests	2,819	3,234	2,819	3,234
	<u><u>32,219</u></u>	<u><u>14,506</u></u>	<u><u>32,219</u></u>	<u><u>14,506</u></u>
Comprehensive income for the period attributable to:				
Owners of the Company	32,218	8,585	32,218	8,585
Non-controlling interests	2,819	3,234	2,819	3,234
	<u><u>35,037</u></u>	<u><u>11,819</u></u>	<u><u>35,037</u></u>	<u><u>11,819</u></u>
Earnings per share:				
Basic, for profit for the period (sen)	<u><u>19.15</u></u>	<u><u>7.34</u></u>	<u><u>19.15</u></u>	<u><u>7.34</u></u>
Diluted, for profit for the period (sen)	<u><u>19.15</u></u>	<u><u>7.34</u></u>	<u><u>19.15</u></u>	<u><u>7.34</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 2021 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 31 MARCH 2022  
(Financial Year Ending 31 December 2022)

	(Unaudited) 31 March 2022 RM'000	(Audited) 31 December 2021 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	131,252	132,839
Right-of-use assets	18,351	18,442
Other investment	5,283	5,283
Deferred tax assets	246	243
	155,132	156,807
<b>Current assets</b>		
Inventories	391,601	441,228
Receivables	86,306	73,980
Derivatives	456	371
Prepayments	10,699	19,245
Current tax assets	21	22
Cash and cash equivalents	139,929	133,420
	629,012	668,266
<b>TOTAL ASSETS</b>	<b>784,144</b>	<b>825,073</b>
 <b>EQUITY AND LIABILITIES</b>		
Share capital	185,930	185,930
Treasury shares	(8,190)	(8,190)
Statutory reserve	10,129	10,129
Currency translation reserve	29,839	27,020
Retained profits	312,784	283,384
<b>Equity attributable to owners of the Company</b>	<b>530,492</b>	<b>498,273</b>
<b>Non-controlling interests</b>	<b>54,595</b>	<b>51,776</b>
<b>Total equity</b>	<b>585,087</b>	<b>550,049</b>
<b>Non-current liabilities</b>		
Deferred tax liabilities	4,395	4,616
Loans and borrowings	4,935	5,871
Lease liabilities	324	297
Retirement benefits	1,058	1,009
	10,712	11,793
<b>Current Liabilities</b>		
Derivatives	36	35
Payables	23,890	39,971
Loans and borrowings	148,403	209,899
Lease liabilities	301	273
Contract liabilities	0	4,573
Current tax liabilities	15,715	8,480
	188,345	263,231
<b>TOTAL LIABILITIES</b>	<b>199,057</b>	<b>275,024</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>784,144</b>	<b>825,073</b>
 <b>Net assets per share attributable to owners of the Company (sen)</b>	 <b>346</b>	 <b>325</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 2021 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 31 MARCH 2022  
(Financial Year Ending 31 December 2022)

	Non-distributable			Distributable*				
	Share Capital (RM'000)	Treasury Shares (RM'000)	Statutory Reserve (RM'000)	Currency Translation Reserves (RM'000)	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 2022</b>	185,930	(8,190)	10,129	27,020	283,384	498,273	51,776	550,049
Total comprehensive income	0	0	0	2,819	29,400	32,219	2,819	35,038
<b>At 31 March 2022</b>	<u>185,930</u>	<u>(8,190)</u>	<u>10,129</u>	<u>29,839</u>	<u>312,784</u>	<u>530,492</u>	<u>54,595</u>	<u>585,087</u>
<b>At 1 January 2021</b>	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
<b>At 31 March 2021</b>	<u>185,930</u>	<u>(8,190)</u>	<u>9,007</u>	<u>40,063</u>	<u>262,348</u>	<u>489,158</u>	<u>50,760</u>	<u>539,918</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 2021 and the accompanying explanatory notes attached to the interim financial statements)

TONG HERR RESOURCES BERHAD  
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022  
(Financial Year Ending 31 December 2022)

	(Unaudited) Quarter Ended 31-Mar-22 RM'000	(Unaudited) Quarter Ended 31-Mar-21 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	41,352	18,916
Adjustments for:-		
Non-cash items	3,157	4,829
Non-operating items	165	(161)
	44,674	23,584
Changes in working capitals	26,904	(28,870)
Cash generated from/(used in) operations	71,578	(5,286)
Net income tax paid	(2,120)	(1,255)
Net cash generated from/(used in) operating activities	69,458	(6,541)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipments	(1,115)	(508)
Interest received	160	525
Proceeds from disposal of property, plant and equipments	7	8
Net cash (used in)/from investing activities	(948)	25
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividends paid to non-controlling interests	0	(60)
Interest paid	(351)	(374)
Net (decrease)/increase in short-terms loans and borrowings	(81,774)	27,426
Repayment of lease liabilities	(73)	(52)
Drawdown/(Repayment) of term loans	18,574	(1,237)
Net cash (used in)/from financing activities	(63,624)	25,703
Currency translation differences	1,623	(1,295)
Net increase in cash and cash equivalents	6,509	17,892
Cash and cash equivalents brought forward	133,420	142,609
Cash and cash equivalents carried forward	139,929	160,501

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

	As at 31-Mar-22 RM'000	As at 31-Mar-21 RM'000
Highly liquid investments in money market funds	87,958	123,001
Term deposits	1,850	1,850
Cash and bank balances	50,121	35,650
	139,929	160,501

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.)