

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

INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2023

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023
(Financial Year Ending 31 December 2023)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	(Unaudited) Quarter Ended 31-Mar-23 RM'000	(Unaudited) Quarter Ended 31-Mar-22 RM'000	(Unaudited) Quarter Ended 31-Mar-23 RM'000	(Unaudited) Quarter Ended 31-Mar-22 RM'000
Revenue	186,653	267,303	186,653	267,303
Cost of goods sold	(171,704)	(216,201)	(171,704)	(216,201)
Gross Profit	<u>14,949</u>	<u>51,102</u>	<u>14,949</u>	<u>51,102</u>
Interest Income	57	160	57	160
Other income	1,865	2,689	1,865	2,689
Distribution costs	(3,193)	(8,598)	(3,193)	(8,598)
Administrative and general expenses	(5,395)	(3,676)	(5,395)	(3,676)
Finance costs	(372)	(325)	(372)	(325)
Profit Before Tax	<u>7,911</u>	<u>41,352</u>	<u>7,911</u>	<u>41,352</u>
Tax expense	(2,199)	(9,133)	(2,199)	(9,133)
Profit For The Period	<u>5,712</u>	<u>32,219</u>	<u>5,712</u>	<u>32,219</u>
Other comprehensive income:				
- Currency translation differences for foreign operations	4,632	2,818	4,632	2,818
Comprehensive income for the period	<u>10,344</u>	<u>35,037</u>	<u>10,344</u>	<u>35,037</u>
Profit for the period attributable to:				
Owners of the Company	4,743	29,400	4,743	29,400
Non-controlling interests	969	2,819	969	2,819
	<u>5,712</u>	<u>32,219</u>	<u>5,712</u>	<u>32,219</u>
Comprehensive income for the period attributable to:				
Owners of the Company	9,375	32,218	9,375	32,218
Non-controlling interests	969	2,819	969	2,819
	<u>10,344</u>	<u>35,037</u>	<u>10,344</u>	<u>35,037</u>
Earnings per share:				
Basic, for profit for the period (sen)	<u>3.09</u>	<u>19.15</u>	<u>3.09</u>	<u>19.15</u>
Diluted, for profit for the period (sen)	<u>3.09</u>	<u>19.15</u>	<u>3.09</u>	<u>19.15</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 2022 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 2023
(Financial Year Ending 31 December 2023)

	(Unaudited) 31 March 2023 RM'000	(Audited) 31 December 2022 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	122,121	124,325
Right-of-use assets	17,493	17,708
Other investment	3,863	3,863
Deferred tax assets	295	290
	<u>143,772</u>	<u>146,186</u>
Inventories	355,092	386,581
Receivables	60,906	45,517
Prepayments	2,267	4,490
Current tax assets	20	20
Cash and cash equivalents	121,936	118,127
	<u>540,221</u>	<u>554,735</u>
TOTAL ASSETS	683,993	700,921
 EQUITY AND LIABILITIES		
Share capital	185,930	185,930
Treasury shares	(8,190)	(8,190)
Statutory reserve	10,129	10,129
Currency translation reserve	36,972	32,340
Retained profits	347,677	342,934
Equity attributable to owners of the Company	<u>572,518</u>	<u>563,143</u>
Non-controlling interests	<u>54,925</u>	<u>53,956</u>
Total equity	627,443	617,099
 Non-current liabilities		
Deferred tax liabilities	4,583	4,569
Lease liabilities	151	183
Retirement benefits	1,182	1,120
	<u>5,916</u>	<u>5,872</u>
 Current Liabilities		
Derivatives	502	233
Payables	15,739	27,595
Loans and borrowings	24,357	39,744
Lease liabilities	173	218
Contract liabilities	1,940	1,898
Current tax liabilities	7,923	8,262
	<u>50,634</u>	<u>77,950</u>
TOTAL LIABILITIES	<u>56,550</u>	<u>83,822</u>
TOTAL EQUITY AND LIABILITIES	683,993	700,921
 Net assets per share attributable to owners of the Company (sen)	373	367

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2022 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 2023
(Financial Year Ending 31 December 2023)

	Non-distributable			Distributable*		Equity attributable to owners of the Company (RM'000)	Non-controlling interests (RM'000)	Total Equity (RM'000)
	Share Capital (RM'000)	Treasury Shares (RM'000)	Statutory Reserve (RM'000)	Currency Translation Reserves (RM'000)	Retained profits (RM'000)			
At 1 January 2023	185,930	(8,190)	10,129	32,340	342,934	563,143	53,956	617,099
Currency translation differences for foreign operation	-	-	-	4,632	-	4,632	-	4,632
Profit for the financial year	0	0	0	-	4,743	4,743	969	5,712
Comprehensive income for the financial year	0	0	0	4,632	4,743	9,375	969	10,344
At 31 March 2023	185,930	(8,190)	10,129	36,972	347,677	572,518	54,925	627,443
At 1 January 2022	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
At 31 March 2022	185,930	(8,190)	10,129	29,839	312,784	530,492	54,595	585,087

(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 2022 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 31 MARCH 2023
(Financial Year Ending 31 December 2023)

	(Unaudited) Quarter Ended 31-Mar-23 RM'000	(Unaudited) Quarter Ended 31-Mar-22 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	7,911	41,352
Adjustments for:-		
Non-cash items	5,517	3,157
Non-operating items	315	165
	<u>13,743</u>	<u>44,674</u>
Changes in working capitals	5,985	26,904
Cash generated from operations	<u>19,728</u>	<u>71,578</u>
Tax paid	(13,435)	(2,120)
Net cash generated from operating activities	<u>6,293</u>	<u>69,458</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipments	(304)	(1,115)
Acquisition of right-of-use assets	(2)	0
Interest received	57	160
Proceeds from disposal of property, plant and equipments	0	7
Net cash used in investing activities	<u>(249)</u>	<u>(948)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(338)	(351)
Net decrease in short-terms loans and borrowings	(166,219)	(81,774)
Payment of lease liabilities	(154)	(73)
Drawdown of term loans	0	18,574
Net cash used in financing activities	<u>(166,711)</u>	<u>(63,624)</u>
Currency translation differences	164,476	1,623
Net increase in cash and cash equivalents	3,809	6,509
Cash and cash equivalents brought forward	118,127	133,420
Cash and cash equivalents carried forward	<u><u>121,936</u></u>	<u><u>139,929</u></u>

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

	As at 31-Mar-23 RM'000	As at 31-Mar-22 RM'000
Cash and bank balances	35,514	50,121
Short-term fund - at fair value	86,422	87,958
Term deposits	-	1,850
	<u><u>121,936</u></u>	<u><u>139,929</u></u>

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.)