

**TA ANN HOLDINGS BERHAD**  
(Incorporated in Malaysia)

**Condensed consolidated statement of financial position**  
**As at 30 June 2010 - unaudited**

	<b>30 June 2010</b>	<b>31 December 2009</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Assets</b>		
Property, plant and equipment	688,451	718,506
Prepaid lease payments	107,076	85,181
Oil palm plantation expenditure	189,572	177,931
Reforestation expenditure	61,014	53,836
Trade receivables	2,735	5,442
Deferred tax assets	631	631
Timber concessions	78,759	83,087
Goodwill	14,355	10,941
Other intangible assets	6,641	6,744
<b>Total non-current assets</b>	<b>1,149,234</b>	<b>1,142,299</b>
Inventories	191,880	196,806
Property development costs	2,515	2,448
Trade and other receivables	43,115	35,279
Income tax recoverable	3,717	3,632
Deposits, cash and bank balances	85,355	98,551
<b>Total current assets</b>	<b>326,582</b>	<b>336,716</b>
<b>Total assets</b>	<b>1,475,816</b>	<b>1,479,015</b>
<b>Financed by:</b>		
<b>Capital and reserves</b>		
Share capital	214,631	214,631
Treasury shares	(904)	(904)
Share premium	44,669	44,669
Foreign exchange translation reserve	(937)	6,800
Retained earnings	500,562	485,613
<b>Equity attributable to owners of the Company</b>	<b>758,021</b>	<b>750,809</b>
<b>Minority interests</b>	<b>26,885</b>	<b>27,227</b>
<b>Total equity</b>	<b>784,906</b>	<b>778,036</b>
<b>Liabilities</b>		
Other payables	846	3,437
Deferred taxation	66,204	62,518
Deferred income	26,946	30,768
Borrowings	249,872	225,143
Provision for retirement benefits	7,629	7,017
<b>Total non-current liabilities</b>	<b>351,497</b>	<b>328,883</b>
Trade and other payables	111,428	131,063
Deferred income	1,261	1,419
Borrowings	223,354	232,577
Income tax payable	3,370	7,037
<b>Total current liabilities</b>	<b>339,413</b>	<b>372,096</b>
<b>Total liabilities</b>	<b>690,910</b>	<b>700,979</b>
<b>Total equity and liabilities</b>	<b>1,475,816</b>	<b>1,479,015</b>
<b>Net assets per share (RM)</b>	<b>3.53</b>	<b>3.50</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 2009 and the accompanying explanatory notes attached to the interim financial statements.

**TA ANN HOLDINGS BERHAD**  
**(Incorporated in Malaysia)**
**Condensed consolidated statement of comprehensive income**  
**For the period ended 30 June 2010 - unaudited**

	Current Quarter		Cumulative Quarter	
	Current Year Quarter Ended 30 June 2010 RM'000	Preceding Year Corresponding Quarter Ended 30 June 2009 RM'000	Current Year To date 2010 RM'000	Preceding Year Corresponding Period 2009 RM'000
<b>Revenue</b>	187,804	161,966	367,736	298,328
Cost of sales	(149,607)	(117,716)	(292,824)	(224,545)
<b>Gross Profit</b>	38,197	44,250	74,912	73,783
Investment income	319	110	553	398
Other income	3,330	876	4,653	3,107
Unrealised (loss)/ gain in foreign exchange	(3,433)	7,713	(4,658)	10,850
Distribution expenses	(15,618)	(12,210)	(30,281)	(25,497)
Administrative expenses	(8,008)	(5,353)	(15,212)	(12,636)
Other expenses	(1,168)	(876)	(2,031)	(1,663)
<b>Profit from operations</b>	13,619	34,510	27,936	48,342
Share of results of associates	-	(132)	-	(186)
Finance costs	(3,371)	(1,874)	(5,901)	(4,240)
<b>Profit before tax</b>	10,248	32,504	22,035	43,916
Income tax expense	(3,203)	(7,214)	(7,551)	(10,595)
<b>Profit for the period</b>	7,045	25,290	14,484	33,321
<b>Other comprehensive income, net of tax</b>				
Foreign currency translation differences for foreign operations	(5,690)	10,695	(7,737)	13,098
<b>Total comprehensive income for the period</b>	1,355	35,985	6,747	46,419
<b>Profit for the period attributable to:</b>				
Owners of the Company	7,480	22,767	15,465	31,477
Minority interests	(435)	2,523	(981)	1,844
<b>Profit for the period</b>	7,045	25,290	14,484	33,321
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	1,790	33,462	7,728	44,575
Minority interests	(435)	2,523	(981)	1,844
<b>Total comprehensive income for the period</b>	1,355	35,985	6,747	46,419
<b>Earnings per share attributable to owners of the Company :</b>				
Basic earnings per ordinary share (sen)	3.49	10.62	7.21	14.68
Diluted earnings per ordinary share (sen)	3.49	10.62	7.21	14.68

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

Company No: 419232-K

TA ANN HOLDINGS BERHAD

Condensed consolidated statement of changes in equity  
For the period ended 30 June 2010 - unaudited

	Attributable to Owners of the Company						Minority interests RM'000	Total Equity RM'000
	Non-Distributable			Distributable				
	Share capital RM'000	Share premium RM'000	Treasury Shares RM'000	Foreign exchange translation reserve RM'000	Retained earnings RM'000	Total RM'000		
<b>At 1 January 2010, as previously stated</b>	214,631	44,669	(904)	6,800	485,613	750,809	27,227	778,036
- effect of adopting FRS 139	-	-	-	-	(516)	(516)	-	(516)
<b>At 1 January 2010, as restated</b>	214,631	44,669	(904)	6,800	485,097	750,293	27,227	777,520
Total comprehensive income for the period	-	-	-	(7,737)	15,465	7,728	(981)	6,747
Issuance of shares to minority shareholders	-	-	-	-	-	-	639	639
<b>At 30 June 2010</b>	214,631	44,669	(904)	(937)	500,562	758,021	26,885	784,906
<b>At 1 January 2009</b>	214,631	44,669	(904)	(9,745)	416,044	664,695	27,948	692,643
Total comprehensive income for the period	-	-	-	13,098	31,477	44,575	1,844	46,419
Issuance of shares to minority shareholders	-	-	-	-	-	-	664	664
<b>At 30 June 2009</b>	214,631	44,669	(904)	3,353	447,521	709,270	30,456	739,726

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

Company No: 419232-K

**TA ANN HOLDINGS BERHAD**

**Condensed consolidated statement of cash flows  
For the period ended 30 June 2010 - unaudited**

	<b>1 January 2010 to 30 June 2010 RM'000</b>	<b>1 January 2009 to 30 June 2009 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	22,035	43,916
Adjustments for:		
Amortisation of plantation development expenditure	2,527	1,524
Amortisation of prepaid lease payments	1,466	1,028
Amortisation of goodwill	240	240
Amortisation of intangible assets	4,249	4,254
Deferred income recognised as income	(631)	-
Depreciation	20,958	18,640
Interest expense	5,901	4,240
Interest income	(553)	(398)
Gain on disposal of property, plant and equipment	(91)	(214)
Property, plant and equipment written off	92	50
Unrealised foreign exchange loss/ (gain)	4,658	(10,850)
Retirement benefits	500	407
Share of results of associates	-	186
Operating profit before working capital changes	<u>61,351</u>	<u>63,023</u>
Changes in working capital:		
Inventories	1,878	(30,324)
Property development costs	(1,364)	(3,679)
Trade and other receivables	(7,970)	5,219
Trade and other payables	(12,919)	6,936
Cash generated from operations	<u>40,976</u>	<u>41,175</u>
Interest paid	(5,047)	(3,332)
Income tax paid	(12,099)	(8,091)
Tax refunded	-	1,064
Net cash from operating activities	<u>23,830</u>	<u>30,816</u>
<b>Cash flows from investing activities</b>		
Acquisition of prepaid lease payments	(799)	(118)
Acquisition of new subsidiary	(17,657)	-
Purchase of property, plant and equipment	(11,759)	(25,194)
Proceeds from disposal of property, plant and equipment	291	435
Plantation development expenditure incurred	(22,129)	(18,914)
Interest received	553	398
Net cash used in investing activities	<u>(51,500)</u>	<u>(43,393)</u>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of shares to minority shareholders	160	166
Dividends paid	-	(8,041)
Net proceeds from term loans	24,579	(11,077)
Net repayments of finance lease liabilities	(7,963)	(3,236)
Hire purchase interest paid	(854)	(907)
Net cash from/ (used in) financing activities	<u>15,922</u>	<u>(23,095)</u>
<b>Net (decrease) in cash and cash equivalents</b>	(11,748)	(35,672)
<b>Effect of exchange rate fluctuations on cash held</b>	1	192
<b>Cash and cash equivalents at 1 January</b>	<u>95,906</u>	<u>86,231</u>
<b>Cash and cash equivalents at 30 June (Note 21)</b>	<u>84,159</u>	<u>50,751</u>

The unaudited condensed statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.