

**HARALEGA HOLDINGS BERHAD**(Company No. 741883-X)**Condensed Consolidated Statement of Comprehensive Income****For the first quarter ended 30 June 2011 (Unaudited)**

|   | Current<br>Quarter Ended<br>30 Jun 2011<br>RM'000 | Corresponding<br>Quarter Ended<br>30 Jun 2010<br>RM'000 | Current<br>Year-To-Date<br>30 Jun 2011<br>RM'000 | Corresponding<br>Year-To-Date<br>30 Jun 2010<br>RM'000 |
|---|---|---|--|--|
| Revenue                                     | 219,371   | 169,958   | 219,371  | 169,958  |
| Operating expenses                          | (152,824)   | (116,035)   | (152,824)  | (116,035)  |
| Other operating income                      | 4,621   | 503   | 4,621  | 503  |
| Finance costs                               | (498)   | (662)   | (498)  | (662)  |
| Profit before tax                           | <u>70,670</u>                                     | <u>53,764</u>   | <u>70,670</u>                                    | <u>53,764</u>  |
| Taxation                                    | (15,924)  | (12,314)  | (15,924)   | (12,314)   |
| Net profit for the period                   | <u>54,746</u>                                     | <u>41,450</u>   | <u>54,746</u>                                    | <u>41,450</u>  |
| Other comprehensive income                  |   |   |  |  |
| Foreign exchange translation difference     | 75  | (115)   | 75   | (115)  |
| Total comprehensive income for the period   | <u>54,821</u>                                     | <u>41,335</u>   | <u>54,821</u>                                    | <u>41,335</u>  |
| Profit attributable to:                     |   |   |  |  |
| Owners of the parent                        | 54,774  | 41,461  | 54,774   | 41,461   |
| Non-controlling interest                    | (28)  | (11)  | (28)   | (11)   |
|   | <u>54,746</u>                                     | <u>41,450</u>   | <u>54,746</u>                                    | <u>41,450</u>  |
| Total comprehensive income attributable to: |   |   |  |  |
| Owners of the parent                        | 54,835  | 41,367  | 54,835   | 41,367   |
| Non-controlling interest                    | (14)  | (32)  | (14)   | (32)   |
|   | <u>54,821</u>                                     | <u>41,335</u>   | <u>54,821</u>                                    | <u>41,335</u>  |
| EPS - Basic ( sen )                         | 15.06   | 11.41   | 15.06  | 11.41  |
| - Diluted ( sen )                           | 15.01   | 11.38   | 15.01  | 11.38  |

For comparative purpose, the Earnings Per Share for the corresponding quarter and year to date ended 30 June 2010 had been adjusted to reflect the bonus issue of 1 for 2 existing ordinary shares of RM0.50 each which was completed on 6 September 2010.

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2011 and the accompanying notes attached to this interim financial report.)

**HARTALEGA HOLDINGS BERHAD**(Company No. 741883-X)  
**Condensed Consolidated Statement of Financial Position as at 30 June 2011**

|  | <i>Unaudited</i><br><i>At 30 Jun 2011</i><br><i>RM'000</i> | <i>Audited</i><br><i>At 31 Mar 2011</i><br><i>RM'000</i> |
|--|--|--|
| <b>ASSETS</b>  |  |  |
| <b>Non current assets</b>  |  |  |
| Property, Plant & Equipment  | 358,736  | 348,623  |
| Capital work in progress   | 24   | 11   |
| Intangible asset   | 49   | 50   |
| Other investment   | 180  | 180  |
| Deferred tax assets  | 30   | 29   |
|  | 359,019  | 348,893  |
| <b>Current assets</b>  |  |  |
| Inventories  | 77,613   | 64,673   |
| Trade receivables  | 95,554   | 95,746   |
| Other receivables, deposits and prepayment                           | 4,821  | 5,259  |
| Tax assets   | 69   | 69   |
| Derivatives  | 2,492  | 3,340  |
| Cash & bank balances   | 135,728  | 116,983  |
|  | 316,277  | 286,070  |
| <b>TOTAL ASSETS</b>  | 675,296  | 634,963  |
| <b>EQUITY AND LIABILITIES</b>  |  |  |
| Share capital  | 181,866  | 181,779  |
| Reserves   | 347,213  | 312,665  |
| <b>Equity attributable to owners of the parent</b>                   | 529,079  | 494,444  |
| <b>Non-controlling interest</b>                                      | 336  | 350  |
| <b>Total Equity</b>  | 529,415  | 494,794  |
| <b>Non current liabilities</b>                                       |  |  |
| Long term borrowing  | 20,861   | 24,451   |
| Deferred tax liabilities   | 37,196   | 36,868   |
|  | 58,057   | 61,319   |
| <b>Current liabilities</b>   |  |  |
| Trade payables   | 39,739   | 34,386   |
| Other payables and accruals  | 23,400   | 22,780   |
| Short term borrowing   | 14,526   | 14,526   |
| Tax payables   | 10,159   | 7,158  |
|  | 87,824   | 78,850   |
| <b>Total Liabilities</b>   | 145,881  | 140,169  |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                  | 675,296  | 634,963  |
| Net assets per share attributable to the owners of the Company (sen) | 145.46   | 136.03   |

(The Condensed Consolidated of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2011 and the accompanying notes attached to this interim financial report)

**HARTALEGA HOLDINGS BERHAD**(Company No. 741883-X)  
**Condensed Consolidated Statement of Changes in Equity**  
**For the first quarter ended 30 June 2011 (Unaudited)**

|   | ← Attributable to Owners of the Company → |               |                     |                             |                    |                  | Sub Total      | Non-controlling Interest | Total Equity   |
|---|---|---------------|---------------------|-----------------------------|--------------------|------------------|----------------|--------------------------|----------------|
|   | Share Capital                             | Share Premium | Translation Reserve | Share-based Payment Reserve | Fair Value Reserve | Retained Profits |                |                          |                |
|   | RM'000                                    | RM'000        | RM'000              | RM'000                      | RM'000             | RM'000           | RM'000         | RM'000                   |                |
| <b>3 Months Ended 30 June 2011</b>                            |   |               |                     |                             |                    |                  |                |                          |                |
| Balance as at 01 April 2011                                   | 181,779                                   | 500           | 252                 | 4,733                       | 5                  | 307,175          | 494,444        | 350                      | 494,794        |
| Total comprehensive income for the period                     |   |               | 61                  |                             |                    | 54,774           | 54,835         | (14)                     | 54,821         |
| <b>Transaction with owners</b>                                |   |               |                     |                             |                    |                  |                |                          |                |
| Dividends   |   |               |                     |                             |                    | (21,813)         | (21,813)       |                          | (21,813)       |
| Share-based payment granted under EES & ESOS                  |   |               |                     | 828                         |                    |                  | 828            |                          | 828            |
| Issuance of ordinary shares pursuant to ESOS                  | 87  | 698           |                     |                             |                    |                  | 785            |                          | 785            |
| Transfer from Share-based payment upon exercise of EES & ESOS |   | 281           |                     | (374)                       |                    | 93               | -              |                          | -              |
| Total transaction with owners                                 | 87  | 979           | -                   | 454                         | -                  | (21,720)         | (20,200)       | -                        | (20,200)       |
| <b>Balance as at 30 June 2011</b>                             | <b>181,866</b>                            | <b>1,479</b>  | <b>313</b>          | <b>5,187</b>                | <b>5</b>           | <b>340,229</b>   | <b>529,079</b> | <b>336</b>               | <b>529,415</b> |
| <b>3 Months Ended 30 June 2010</b>                            |   |               |                     |                             |                    |                  |                |                          |                |
| Balance as at 01 April 2010 (as previously stated)            | 121,156                                   | 792           | 124                 | 372                         | -                  | 231,645          | 354,089        | 293                      | 354,382        |
| Effect of adoption of FRS 139 net of tax                      |   |               |                     |                             |                    | 1,846            | 1,846          |                          | 1,846          |
| Balance as at 01 April 2010 (as restated)                     | 121,156                                   | 792           | 124                 | 372                         | -                  | 233,491          | 355,935        | 293                      | 356,228        |
| Total comprehensive income for the period                     |   |               | (94)                |                             |                    | 41,461           | 41,367         | (32)                     | 41,335         |
| <b>Transaction with owners</b>                                |   |               |                     |                             |                    |                  |                |                          |                |
| Dividends   |   |               |                     |                             |                    | (12,116)         | (12,116)       |                          | (12,116)       |
| Share-based payment granted under EES & ESOS                  |   |               |                     | 996                         |                    |                  | 996            |                          | 996            |
| Total transaction with owners                                 | -   | -             | -                   | 996                         | -                  | (12,116)         | (11,120)       | -                        | (11,120)       |
| <b>Balance as at 30 June 2010</b>                             | <b>121,156</b>                            | <b>792</b>    | <b>30</b>           | <b>1,368</b>                | <b>-</b>           | <b>262,836</b>   | <b>386,182</b> | <b>261</b>               | <b>386,443</b> |

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2011 and the accompanying notes attached to this interim financial report.)

**HARTALEGA HOLDINGS BERHAD**(Company No. 741883-X)  
**Condensed Consolidated Statement of Cash Flows**  
**For the first quarter ended 30 June 2011 (Unaudited)**

|   | Current<br>Year-To-Date<br>30 Jun 2011<br>RM'000 | Corresponding<br>Year-To-Date<br>30 Jun 2010<br>RM'000 |
|---|--|--|
| <b>Cash Flows from Operating Activities</b>                   |  |  |
| Profit before tax   | 70,670   | 53,764   |
| Adjustment for:<br>Non cash items                             | 9,212  | 9,355  |
| Operating profit before changes in working capital            | <u>79,882</u>                                    | <u>63,119</u>  |
| Changes in working capital                                    |  |  |
| Net change in inventories                                     | (12,940)   | (1,791)  |
| Net change in receivables                                     | 630  | 9,303  |
| Net change in payables  | 5,972  | (1,604)  |
| Cash generated from operations                                | <u>73,544</u>                                    | <u>69,027</u>  |
| Interest paid   | (498)  | (662)  |
| Interest received   | 283  | 370  |
| Taxation paid   | (12,596)   | (10,231)   |
| <b>Net cash from operating activities</b>                     | <b>60,733</b>                                    | <b>58,504</b>  |
| <b>Cash Flows from Investing Activities</b>                   |  |  |
| Proceeds from disposal of property, plant and equipment       | 11   | 171  |
| Capital work in progress incurred                             | (258)  | (23,516)   |
| Purchase of property, plant and equipment                     | (17,123)   | (3,332)  |
| <b>Net cash used in investing activities</b>                  | <b>(17,370)</b>                                  | <b>(26,677)</b>  |
| <b>Cash Flows from Financing Activities</b>                   |  |  |
| Repayment of term loan  | (3,584)  | (3,771)  |
| Repayment of finance lease                                    | (6)  | (5)  |
| Proceeds from issuance of shares-ESOS                         | 785  | -  |
| Dividend paid   | (21,813)   | (12,116)   |
| <b>Net cash used in financing activities</b>                  | <b>(24,618)</b>                                  | <b>(15,892)</b>  |
| <b>Net change in cash &amp; cash equivalents</b>              | <b>18,745</b>                                    | <b>15,935</b>  |
| <b>Cash &amp; cash equivalents at beginning of period</b>     | <b>116,983</b>                                   | <b>74,623</b>  |
| <b>Cash &amp; cash equivalents at end of period</b>           | <b>135,728</b>                                   | <b>90,558</b>  |
| <b>Cash &amp; cash equivalents at end of period comprise:</b> |  |  |
| Deposits with licensed banks                                  | 46,638   | 72,439   |
| Licensed Fund Management Companies-Fixed income fund          | 65,871   | -  |
| Cash in hand and at banks                                     | 23,219   | 18,227   |
|   | <u>135,728</u>                                   | <u>90,666</u>  |
| Less: Fixed deposit pledged                                   | -  | (108)  |
|   | <u>135,728</u>                                   | <u>90,558</u>  |

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2011 and the accompanying notes attached to this interim financial report.)