

HAI SAN RESOURCES BERHAD
Company No. 502213-D

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR FIRST QUARTER ENDED 31 MARCH 2007

	FIRST QUARTER		CUMULATIVE QUARTER	
	Current year quarter 31/03/2007 RM'000	Preceding year corresponding period 31/03/2006 RM'000	Current year to date 31/03/2007 RM'000	Preceding year corresponding period 31/03/2006 RM'000
Revenue	26,649	21,634	26,649	21,634
Operating expenses	(20,982)	(20,083)	(20,982)	(20,083)
Other operating income	881	501	881	501
	<u>6,548</u>	<u>2,052</u>	<u>6,548</u>	<u>2,052</u>
Finance costs	(2,329)	(1,682)	(2,329)	(1,682)
Profit before tax	<u>4,219</u>	<u>370</u>	<u>4,219</u>	<u>370</u>
Taxation	64	(34)	64	(34)
Profit for the period	<u>4,283</u>	<u>336</u>	<u>4,283</u>	<u>336</u>
Attributable to:				
Equity holders of the parent	3,906	266	3,906	266
Minority interest	377	70	377	70
Net profit for the period	<u>4,283</u>	<u>336</u>	<u>4,283</u>	<u>336</u>
Earning per share attributable to equity holders of the parent				
- basic (sen)	<u>4.86</u>	<u>0.32</u>	<u>4.86</u>	<u>0.32</u>
- diluted (sen)	<u>**</u>	<u>0.32</u>	<u>**</u>	<u>0.32</u>

** No diluted EPS is disclosed as the effect is anti-dilutive

(The condensed consolidated income statements should be read in conjunction with the audited annual financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.)

HAISAN RESOURCES BERHAD
Company No. 502213-D

CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 31 MARCH 2007

	AS AT END OF CURRENT QUARTER (Unaudited) RM'000	AS AT PRECEDING FINANCIAL YEAR END (Audited & Restated) RM'000
ASSETS		
<u>Non-current assets</u>		
Property, plant and equipment	145,217	139,327
Prepaid lease payment	51,647	35,608
Intangible assets	6,355	5,652
Deferred expenditure	-	723
Long term Investment	4,012	4,012
	207,231	185,322
<u>Current Assets</u>		
Inventories	5,687	8,422
Trade receivables	17,054	15,927
Other receivables, deposits and prepayments	21,477	17,990
Amount due from customers on contracts	7,330	2,249
Marketable securities	4,760	4,723
Fixed deposit with licensed bank	12,477	13,439
Cash & bank balance	5,856	1,618
	74,641	64,368
TOTAL ASSETS	281,872	249,690
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	44,010	44,010
Treasury shares	(6,984)	(6,984)
Reserves	38,344	34,511
	75,370	71,537
Minority Interest	13,440	13,069
Total Equity	88,810	84,606
<u>Non-current Liabilities</u>		
Hire Purchase and Lease Payables	3,388	3,817
Term loans	67,024	52,789
Redeemable Bonds	29,358	29,314
Deferred Taxation	9,043	9,327
	108,813	95,247
<u>Current Liabilities</u>		
Trade payables	10,665	9,745
Other payables & accruals	13,687	10,946
Amount due to customer on contracts	600	1,064
Hire purchase and lease payables	2,260	2,169
Term loans	1,537	1,907
Borrowings	55,296	43,876
Provision for taxation	204	130
	84,249	69,837
Total Liabilities	193,062	165,084
Total Equities and Liabilities	281,872	249,690
Net assets per share attributable to equity holders of the parent (RM) (*)	0.94	0.89

* - The net assets per share is based on the computation of total assets (including intangibles) minus liabilities divided by total number of shares in circulation

(The condensed consolidated balance sheets should be read in conjunction with the audited annual financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.)

HAIAN RESOURCES BERHAD
Company No. 502213-D

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2007

	3 months ended	
	31 March 2007 RM'000	31 March 2006 RM'000
Profit before tax	4,219	370
Adjustments for non cash flow:-		
Non cash items	4,204	3,858
Operating profit before changes in working capital	8,423	4,228
Changes in working capital		
Net change in current assets	(5,027)	(9,608)
Net change in current liabilities	864	(3,848)
Net cash flows from operating activities	4,259	(9,228)
Tax paid	(303)	(327)
Interest expense	(2,367)	(1,682)
Interest income	99	65
Net cash generated from operating activities	1,688	(11,172)
Investing activities		
Property, plant and equipment	(23,755)	(10,543)
Proceeds from sale of property, plant and equipment	237	3
Other investing activities	(9,994)	539
Equity investments	-	4,026
Net cash used in investing activities	(33,512)	(5,975)
Financing activities		
Repayment of long term loan	13,866	(224)
Proceeds from the issuance of shares	10,080	-
Treasury shares	-	(594)
Fixed Deposits	(0)	-
Bank borrowings	(208)	16,524
Hire purchase and lease liabilities	(632)	1,116
Net cash generated from financing activities	23,107	16,822
Net change in cash and cash equivalents	(8,718)	(325)
Effects of foreign exchange differences	366	(108)
Cash & cash equivalents at beginning of year	(12,719)	505
Cash & cash equivalents at end of year	(21,071)	72
Cash and cash equivalents at the end of the financial period comprise the following:		
Bank overdrafts	(38,988)	(8,454)
Deposits with licensed banks	12,477	6,964
Cash and bank balances	5,856	2,392
	(20,655)	902
Less: Deposits with licensed banks (pledged)	(416)	(830)
	(21,071)	72

(The condensed consolidated cash flow statement should be read in conjunction with the audited annual financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2007

	Attributable to Equity Holders of the Parent							Minority interest RM'000	Total Equity RM'000
	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Revaluation Reserve RM'000	Translation Reserve RM'000	Retained profits RM'000	Total RM'000		
3 months ended 31 March 2007									
Balance as at 1 January 2007	44,010	(6,984)	2,551	6,993	198	24,769	71,537	13,069	84,606
Translation difference	-	-	-	-	(73)	84	11	(6)	5
Revaluation of land and buildings	-	-	-	(84)	-	-	(84)	-	(84)
Crystallisation of revaluation reserve	-	-	-	-	-	-	-	-	-
<i>Net income recognised directly in equity</i>	-	-	-	(84)	(73)	84	(73)	(6)	(79)
Profit for the period	-	-	-	-	-	3,906	3,906	377	4,283
<i>Total recognised income and expense for the period</i>	-	-	-	(84)	(73)	3,990	3,833	371	4,204
Shares buyback	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2007	44,010	(6,984)	2,551	6,909	125	28,759	75,370	13,440	88,810
3 months ended 31 March 2006									
Balance as at 1 January 2006 as previously reported	44,010	(4,172)	2,551	-	553	22,655	65,597	10,152	75,749
Prior year adjustments									
- Effect of adoption of FRS 3 (negative)	-	-	-	-	-	742	742	-	742
- Effect of revaluation	-	-	-	724	-	(537)	187	-	187
Balance as at 1 January 2006, as restated	44,010	(4,172)	2,551	724	553	22,860	66,526	10,152	76,678
Translation difference	-	-	-	-	668	-	668	470	1,138
Crystallisation of revaluation reserve	-	-	-	-	-	-	-	-	-
<i>Net income recognised directly in equity</i>	-	-	-	-	668	-	668	470	1,138
Profit for the period	-	-	-	-	-	266	266	70	336
<i>Total recognised income and expense for the period</i>	-	-	-	-	668	266	934	540	1,474
Shares buyback	-	(594)	-	-	-	-	(594)	-	(594)
Balance as at 31 March 2006	44,010	(4,766)	2,551	724	1,221	23,126	66,866	10,692	77,558

(The condensed consolidated statements of changes in equity should be read in conjunction with the audited annual financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.)