

**HAI SAN RESOURCES BERHAD**  
**Company No. 502213-D**

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS**  
**FOR SECOND QUARTER ENDED 30 JUNE 2007**

	SECOND QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30/06/2007 RM'000	Preceding year corresponding period 30/06/2006 RM'000	Current year to date 30/06/2007 RM'000	Preceding year corresponding period 30/06/2006 RM'000
Revenue	43,994	19,650	70,643	41,284
Operating expenses	(35,783)	(16,797)	(56,765)	(36,882)
Other operating income	1,112	564	1,993	1,065
	<u>9,323</u>	<u>3,417</u>	<u>15,871</u>	<u>5,467</u>
Finance costs	(2,805)	(1,963)	(5,134)	(3,645)
Exceptional Items	762	-	762	-
Profit before tax	<u>7,280</u>	<u>1,454</u>	<u>11,499</u>	<u>1,822</u>
Taxation	(1,242)	(499)	(1,178)	(533)
Profit for the period	<u><u>6,038</u></u>	<u><u>955</u></u>	<u><u>10,321</u></u>	<u><u>1,289</u></u>
Attributable to:				
Equity holders of the parent	4,067	650	7,973	915
Minority interest	1,971	305	2,348	374
Net profit for the period	<u><u>6,038</u></u>	<u><u>955</u></u>	<u><u>10,321</u></u>	<u><u>1,289</u></u>
Earning per share attributable to equity holders of the parent				
- basic (sen)	<u><u>5.06</u></u>	<u><u>0.78</u></u>	<u><u>9.91</u></u>	<u><u>1.09</u></u>
- diluted (sen)	<u><u>5.01</u></u>	<u><u>**</u></u>	<u><u>9.84</u></u>	<u><u>**</u></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 30 JUNE 2007**

	<b>AS AT END OF CURRENT QUARTER (Unaudited) RM'000</b>	<b>AS AT PRECEDING FINANCIAL YEAR END (Audited &amp; Restated) RM'000</b>
<b>ASSETS</b>		
<b><u>Non-current assets</u></b>		
Property, plant and equipment	134,913	139,327
Prepaid lease payment	51,647	35,608
Intangible assets	12,579	5,652
Deferred expenditure	-	723
Long term Investment	4,012	4,012
	203,151	185,322
<b><u>Current Assets</u></b>		
Inventories	6,579	8,422
Trade receivables	30,921	15,927
Other receivables, deposits and prepayments	19,541	17,990
Amount due from customers on contracts	12,875	2,249
Marketable securities	-	4,723
Fixed deposit with licensed bank	13,839	13,439
Cash & bank balance	3,302	1,618
	87,057	64,368
<b>TOTAL ASSETS</b>	290,208	249,690
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	44,011	44,010
Treasury shares	(6,984)	(6,984)
Reserves	36,124	34,511
	73,151	71,537
<b>Minority Interest</b>	10,295	13,069
<b>Total Equity</b>	83,446	84,606
<b><u>Non-current Liabilities</u></b>		
Hire Purchase and Lease Payables	3,440	3,817
Term loans	69,125	52,789
Redeemable Bonds	29,403	29,314
Deferred Taxation	8,905	9,327
	110,873	95,247
<b><u>Current Liabilities</u></b>		
Trade payables	19,235	9,745
Other payables & accruals	14,349	10,946
Amount due to customer on contracts	750	1,064
Hire purchase and lease payables	2,508	2,169
Term loans	4,338	1,907
Borrowings	51,946	43,876
Provision for taxation	2,763	130
	95,889	69,837
<b>Total Liabilities</b>	206,762	165,084
<b>Total Equities and Liabilities</b>	290,208	249,690
<b>Net assets per share attributable to equity holders of the parent (RM) (*)</b>	0.91	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.)

**HAISAN RESOURCES BERHAD**  
**Company No. 502213-D**

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**  
**FOR THE PERIOD ENDED 30 JUNE 2007**

	6 months ended	
	30 June 2007 RM'000	30 June 2006 RM'000
Profit before tax	10,510	5,294
Adjustments for non cash flow:-		
Non cash items	5,943	4,701
Operating profit before changes in working capital	<u>16,453</u>	<u>9,995</u>
<b>Changes in working capital</b>		
Net change in current assets	(3,773)	2,417
Net change in current liabilities	10,658	(6,609)
Net cash flows from operating activities	<u>23,338</u>	<u>5,803</u>
Tax paid	(682)	(580)
Interest expense	(5,088)	(3,645)
Interest income	1,482	173
Net cash generated from operating activities	<u>19,050</u>	<u>1,751</u>
<b>Investing activities</b>		
Property, plant and equipment	(31,011)	(13,343)
Proceeds from sale of property, plant and equipment	290	3
Other investing activities	(27,492)	-
Equity investments	-	-
Disposal of share in subsidiary company	12,187	-
Net cash used in investing activities	<u>(46,026)</u>	<u>(13,340)</u>
<b>Financing activities</b>		
Repayment of long term loan	664	(1,053)
Proceeds from the issuance of shares	14,079	-
Treasury shares	-	(795)
Fixed Deposits	12	(26)
Bank borrowings	(4,438)	12,726
Proceeds from bank borrowings	9,148	-
Hire purchase and lease liabilities	(1,327)	(722)
Net cash generated from financing activities	<u>18,138</u>	<u>10,130</u>
Net change in cash and cash equivalents	(8,838)	(1,459)
Effects of foreign exchange differences	367	416
Cash & cash equivalents at beginning of year	<u>(10,773)</u>	<u>505</u>
Cash & cash equivalents at end of year	<u><u>(19,244)</u></u>	<u><u>(538)</u></u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Bank overdrafts	(35,821)	(12,011)
Deposits with licensed banks	13,838	9,781
Cash and bank balances	3,302	2,522
	<u>(18,681)</u>	<u>292</u>
Less: Deposits with licensed banks (pledged)	<u>(563)</u>	<u>(830)</u>
	<u><u>(19,244)</u></u>	<u><u>(538)</u></u>

**(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 30 JUNE 2007

	Attributable to Equity Holders of the Parent					Retained profits RM'000	Total RM'000	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				
<b>6 months ended 30 June 2007</b>									
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	-	-	-	-	(1,430)	-	(1,430)	-	(1,430)
Revaluation of land and buildings	-	-	-	(168)	-	168	0	-	-
Crystallisation of revaluation reserve	-	-	-	-	-	-	-	-	-
Acquisition of Subsidiary	-	-	-	-	-	-	-	7,230	7,230
Disposal of Subsidiary	-	-	-	(3,632)	(1,299)	-	(4,931)	(12,352)	(17,283)
<i>Net income recognised directly in equity</i>	-	-	-	(3,800)	(2,729)	168	(6,361)	(5,122)	(11,483)
Profit for the period	-	-	-	-	-	7,973	7,973	2,348	10,321
<i>Total recognised income and expense for the period</i>	-	-	-	(3,800)	(2,729)	8,141	1,612	(2,774)	(1,162)
Shares buyback	-	-	-	-	-	-	-	-	-
ESOS	1	-	1	-	-	-	2	-	2
Balance as at 30 June 2007	44,011	(6,984)	2,552	3,193	(2,531)	32,910	73,151	10,295	83,446
<b>6 months ended 30 Jun 2006</b>									
Balance as at 1 January 2006 as previously reported	44,010	(4,172)	2,552	-	553	22,655	65,598	10,152	75,750
Prior year adjustments									
- Effect of adoption of FRS 3 (negative c	-	-	-	-	-	-	-	-	-
- Effect of revaluation	-	-	-	-	-	-	-	-	-
Balance as at 1 January 2006, as restat	44,010	(4,172)	2,552	-	553	22,655	65,598	10,152	75,750
Translation difference	-	-	-	-	669	-	669	470	1,139
Crystallisation of revaluation reserve	-	-	-	-	-	-	-	-	-
<i>Net income recognised directly in equity</i>	-	-	-	-	669	-	669	470	1,139
Profit for the period	-	-	-	-	-	915	915	374	1,289
<i>Total recognised income and expense for the period</i>	-	-	-	-	669	915	1,584	844	2,428
Shares buyback	-	(795)	-	-	-	-	(795)	-	(795)
Balance as at 30 Jun 2006	44,010	(4,967)	2,552	-	1,222	23,570	66,387	10,996	77,383

(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.)