

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

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS**  
**FOR THIRD QUARTER ENDED 30 SEPTEMBER 2007**

	THIRD QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30/09/2007 RM'000	Preceding year corresponding period 30/09/2006 RM'000	Current year to date 30/09/2007 RM'000	Preceding year corresponding period 30/09/2006 RM'000
Revenue	28,228	18,167	98,871	59,451
Operating expenses	(22,161)	(15,165)	(78,926)	(52,047)
Other operating income	1,237	571	3,230	1,636
	<u>7,304</u>	<u>3,573</u>	<u>23,175</u>	<u>9,040</u>
Finance costs	(2,697)	(1,990)	(7,831)	(5,635)
Exceptional Items	0	-	762	-
Profit before tax	<u>4,607</u>	<u>1,583</u>	<u>16,106</u>	<u>3,405</u>
Taxation	(1,125)	(583)	(2,303)	(1,116)
Profit for the period	<u><u>3,482</u></u>	<u><u>1,000</u></u>	<u><u>13,803</u></u>	<u><u>2,289</u></u>
Attributable to:				
Equity holders of the parent	1,593	692	9,566	1,607
Minority interest	1,889	308	4,237	682
Net profit for the period	<u><u>3,482</u></u>	<u><u>1,000</u></u>	<u><u>13,803</u></u>	<u><u>2,289</u></u>
Earning per share attributable to equity holders of the parent				
- basic (sen)	<u><u>1.98</u></u>	<u><u>0.84</u></u>	<u><u>11.89</u></u>	<u><u>1.93</u></u>
- diluted (sen)	<u><u>1.94</u></u>	<u><u>**</u></u>	<u><u>11.71</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 SEPTEMBER 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	168,433	139,327
Prepaid lease payment	51,647	35,608
Intangible assets	12,556	5,652
Deferred expenditure	-	723
Long term Investment	4,012	4,012
Investment in Associate Companies	225	
	236,873	185,322
<b><u>Current Assets</u></b>		
Inventories	7,497	8,422
Trade receivables	52,073	15,927
Other receivables, deposits and prepayments	16,494	17,990
Amount due from customers on contracts	1,202	2,249
Marketable securities	-	4,723
Fixed deposit with licensed bank	15,486	13,439
Cash & bank balance	4,760	1,618
	97,512	64,368
<b>TOTAL ASSETS</b>	334,385	249,690
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	44,069	44,010
Treasury shares	(6,984)	(6,984)
Reserves	36,802	34,511
	73,887	71,537
<b>Minority Interest</b>	12,184	13,069
<b>Total Equity</b>	86,071	84,606
<b><u>Non-current Liabilities</u></b>		
Hire Purchase and Lease Payables	3,115	3,817
Term loans	83,287	52,789
Redeemable Bonds	29,449	29,314
Deferred Taxation	8,960	9,327
	124,811	95,247
<b><u>Current Liabilities</u></b>		
Trade payables	33,149	9,745
Other payables & accruals	11,471	10,946
Amount due to customer on contracts	5,885	1,064
Hire purchase and lease payables	2,367	2,169
Term loans	1,587	1,907
Borrowings	66,696	43,876
Provision for taxation	2,348	130
	123,503	69,837
<b>Total Liabilities</b>	248,314	165,084
<b>Total Equities and Liabilities</b>	334,385	249,690
<b>Net assets per share attributable to equity holders of the parent (RM) (*)</b>	0.92	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 SEPTEMBER 2007**

	9 months ended	
	30 Sept 2007 RM'000	30 Sept 2006 RM'000
Profit before tax	15,117	8,782
Adjustments for non cash flow:-		
Non cash items	9,648	5,218
Operating profit before changes in working capital	<u>24,765</u>	<u>14,000</u>
<b>Changes in working capital</b>		
Net change in current assets	(8,201)	6,493
Net change in current liabilities	<u>27,029</u>	<u>(9,815)</u>
Net cash flows from operating activities	43,593	10,678
Tax paid	(2,435)	(994)
Interest expense	(7,826)	(5,635)
Interest income	<u>2,231</u>	<u>258</u>
Net cash generated from operating activities	<u>35,563</u>	<u>4,307</u>
<b>Investing activities</b>		
Property, plant and equipment	(68,782)	(16,343)
Proceeds from sale of property, plant and equipment	290	3
Marketable securities	-	-
Acquisition of bankers acceptance	-	-
Deferred Expenditure	-	-
Other investing activities	(38,020)	(2,099)
Equity investments	-	-
Disposal of share in subsidiary company	<u>12,136</u>	<u>-</u>
Net cash used in investing activities	<u>(94,376)</u>	<u>(18,439)</u>
<b>Financing activities</b>		
Repayment of long term loan	(17,550)	(4,043)
Dividend paid to shareholders	(734)	-
Issue of shares to minority interests of subsidiary company	-	-
Proceeds from the issuance of shares	24,060	-
Treasury shares	-	1,776
Fixed Deposits	86	(2,130)
Bank borrowings	4,959	(26)
Redeemable secured bonds	-	-
Proceeds from bank borrowings	<u>38,773</u>	<u>14,057</u>
Hire purchase and lease liabilities	<u>(1,793)</u>	<u>(1,177)</u>
Net cash generated from financing activities	<u>47,801</u>	<u>8,457</u>
Net change in cash and cash equivalents	(11,012)	(5,675)
Effects of foreign exchange differences	366	2,431
Cash & cash equivalents at beginning of year	<u>(10,773)</u>	<u>505</u>
Cash & cash equivalents at end of year	<u>(21,419)</u>	<u>(2,739)</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Bank overdrafts	(41,175)	(14,481)
Deposits with licensed banks	15,486	11,061
Cash and bank balances	<u>4,760</u>	<u>1,511</u>
	<u>(20,929)</u>	<u>(1,909)</u>
Less: Deposits with licensed banks (pledged)	<u>(490)</u>	<u>(830)</u>
	<u>(21,419)</u>	<u>(2,739)</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 SEPTEMBER 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>9 months ended 30 September 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	-	-	-	-	(1,651)	-	(1,651)	-	(1,651)
Revaluation of land and buildings	-	-	-	(204)	-	204	0	-	0
Crystallisation of revaluation reserve	-	-	-	-	-	-	-	-	-
Issue of New Shares	-	-	41	-	-	-	41	-	41
Acquisition of Subsidiary	-	-	-	-	-	-	-	7,230	7,230
Dividends to Shareholders of the Company	-	-	-	-	-	(734)	(734)	-	(734)
Disposal of a Subsidiary	-	-	-	(3,632)	(1,299)	-	(4,931)	(12,352)	(17,283)
<i>Net income recognised directly in equity</i>	-	-	41	(3,836)	(2,950)	(530)	(7,275)	(5,122)	(12,397)
Profit for the period	-	-	-	-	-	9,566	9,566	4,237	13,803
<i>Total recognised income and expense for the period</i>	-	-	41	(3,836)	(2,950)	9,036	2,292	(885)	1,406
Shares buyback	-	-	-	-	-	-	-	-	-
ESOS	59	-	-	-	-	-	59	-	59
Balance as at 30 September 2007	44,069	(6,984)	2,592	3,157	(2,752)	33,805	73,887	12,184	86,071
<b>9 months ended 30 Sept 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 goodwill)	-	-	-	-	-	-	-	-	-
- Effect of revaluation	-	-	-	-	-	-	-	-	-
Balance as at 1 January 2006, as restated	44,010	(4,172)	2,552	-	553	22,655	65,598	10,152	75,750
Translation difference	-	-	-	-	346	-	346	470	816
Crystallisation of revaluation reserve	-	-	-	-	-	-	-	-	-
<i>Net income recognised directly in equity</i>	-	-	-	-	346	-	346	470	816
Profit for the period	-	-	-	-	-	1,607	1,607	682	2,289
<i>Total recognised income and expense for the period</i>	-	-	-	-	346	1,607	1,953	1,152	3,105
Shares buyback	-	(2,130)	-	-	-	-	(2,130)	-	(2,130)
Balance as at 30 Sept 2006	44,010	(6,302)	2,552	-	899	24,262	65,421	11,304	76,725

(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.)