

HAIAN RESOURCES BERHAD
Company No. 502213-D

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR SECOND QUARTER ENDED 30 JUNE 2008

	SECOND QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30/06/2008 RM'000	Preceding year corresponding quarter 30/06/2007 RM'000	Current year to date 30/06/2008 RM'000	Preceding year corresponding period 30/06/2007 RM'000
Revenue	26,725	43,994	52,300	70,643
Operating expenses	(23,408)	(35,783)	(44,779)	(56,765)
Other operating income	1,074	1,874	1,787	2,755
	<u>4,391</u>	<u>10,085</u>	<u>9,308</u>	<u>16,633</u>
Finance costs	(3,851)	(2,805)	(7,278)	(5,134)
Share of loss of associate	(19)		(19)	
Profit before tax	<u>521</u>	<u>7,280</u>	<u>2,011</u>	<u>11,499</u>
Taxation	(472)	(1,242)	(816)	(1,178)
Profit for the period	<u><u>49</u></u>	<u><u>6,038</u></u>	<u><u>1,195</u></u>	<u><u>10,321</u></u>
Attributable to:				
Equity holders of the parent	(838)	4,067	(879)	7,973
Minority interest	887	1,971	2,074	2,348
Net profit / (loss) for the period	<u><u>49</u></u>	<u><u>6,038</u></u>	<u><u>1,195</u></u>	<u><u>10,321</u></u>
(Loss) / Earning per share attributable to equity holders of the parent				
- basic (sen)	<u><u>(1.04)</u></u>	<u><u>5.06</u></u>	<u><u>(1.09)</u></u>	<u><u>9.91</u></u>
- diluted (sen)	<u><u>(1.05)</u></u>	<u><u>5.01</u></u>	<u><u>(1.10)</u></u>	<u><u>9.84</u></u>

(The condensed consolidated income statements should be read in conjunction with the audited annual financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.)

CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 30 JUNE 2008

	AS AT END OF CURRENT QUARTER (Unaudited) RM'000	AS AT PRECEDING FINANCIAL YEAR END (Audited) RM'000
ASSETS		
<u>Non-current Assets</u>		
Property, plant and equipment	181,311	177,941
Prepaid lease payment	52,992	46,012
Intangible assets	10,675	10,630
Deferred expenditure	411	515
Investment in an associate	181	200
Other investment	4,012	4,012
	249,582	239,310
<u>Current Assets</u>		
Inventories	7,246	7,219
Trade receivables	28,197	31,139
Other receivables, deposits and prepayments	15,733	19,078
Fixed deposit with licensed bank	18,817	16,351
Cash & bank balance	1,621	2,157
	71,614	75,944
Total Assets	321,196	315,254
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	44,073	44,073
Treasury shares	(6,984)	(6,984)
Reserves	31,805	32,681
	68,894	69,770
Minority Interest	14,728	13,378
Total Equity	83,622	83,148
<u>Non-current Liabilities</u>		
Borrowings	124,838	120,323
Deferred Taxation	8,298	9,631
	133,136	129,954
<u>Current Liabilities</u>		
Trade payables	10,396	13,275
Other payables & accruals	13,412	12,817
Amount owing to associated company	65	-
Borrowings	80,413	75,228
Provision for taxation	152	832
	104,438	102,152
Total Liabilities	237,574	232,106
Total Equities and Liabilities	321,196	315,254
Net assets per share attributable to equity holders of the parent (RM) (*)	0.86	0.87

* - 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 2007 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 FINANCIAL PERIOD ENDED 30 JUNE 2008

	6 months ended	
	30 June 2008	30 June 2007
	RM'000	RM'000
Profit before tax	2,011	10,510
Adjustments:		
Non cash items	4,205	2,337
Interest Income	(336)	(1,482)
Finance Cost	7,278	5,134
Operating profit before changes in working capital	<u>13,158</u>	<u>16,499</u>
Changes in working capital		
Net change in current assets	6,247	(3,773)
Net change in current liabilities	(3,003)	10,658
Net cash flows from operating activities	<u>16,402</u>	<u>23,384</u>
Tax paid	(2,084)	(682)
Interest expense	(7,278)	(5,134)
Interest income	336	1,482
Net cash generated from operating activities	<u>7,376</u>	<u>19,050</u>
Investing activities		
Property, plant and equipment	(13,963)	(31,011)
Purchase of prepaid lease payments	(342)	-
Proceeds from sale of property, plant and equipment	76	290
Other investing activities	-	(27,492)
Disposal of share in subsidiary company	-	12,187
Additional investment in subsidiary company	(4,718)	-
Net cash used in investing activities	<u>(18,947)</u>	<u>(46,026)</u>
Financing activities		
Repayment of long term loan	(4,576)	664
Proceeds from the issuance of shares	4,148	14,079
Deposits pledged	96	12
Bank borrowings	(8,024)	(4,438)
Proceeds from bank borrowings	8,802	9,148
Hire purchase and lease liabilities	(1,130)	(1,327)
Net cash generated from financing activities	<u>(684)</u>	<u>18,138</u>
Net change in cash and cash equivalents	(12,255)	(8,838)
Effects of foreign exchange differences	842	367
Cash & cash equivalents at beginning of period/year	<u>(24,677)</u>	<u>(10,773)</u>
Cash & cash equivalents at end of period/year	<u><u>(36,090)</u></u>	<u><u>(19,244)</u></u>
Cash and cash equivalents at the end of the financial period/year comprise the following:		
Bank overdrafts	(55,793)	(35,821)
Deposits with licensed banks	18,817	13,838
Cash and bank balances	1,621	3,302
	<u>(35,355)</u>	<u>(18,681)</u>
Less: Deposits with licensed banks (pledged)	<u>(735)</u>	<u>(563)</u>
	<u><u>(36,090)</u></u>	<u><u>(19,244)</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 2007 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 2008

	← Attributable to Equity Holders of the Parent →						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	Retained profits RM'000			
6 months ended 30 June 2008									
Balance as at 1 January 2008	44,073	(6,984)	2,594	5,047	75	24,965	69,770	13,378	83,148
Translation difference	-	-	-	-	1,861	-	1,861	-	1,861
Revaluation of land and buildings	-	-	-	(1,951)	-	93	(1,858)	-	(1,858)
Acquisition of Subsidiary	-	-	-	-	-	-	-	(724)	(724)
<i>Net income recognised directly in equity</i>	-	-	-	(1,951)	1,861	93	3	(724)	(721)
Profit for the period	-	-	-	-	-	(879)	(879)	2,074	1,195
<i>Total recognised income and expense for the period</i>	-	-	-	(1,951)	1,861	(786)	(876)	1,350	474
Balance as at 30 June 2008	44,073	(6,984)	2,594	3,096	1,936	24,179	68,894	14,728	83,622
6 months ended 30 June 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	-	-	-	-	(1,430)	-	(1,430)	-	(1,430)
Revaluation of land and buildings	-	-	-	(168)	-	168	-	-	-
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)
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

(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 2007 and the accompanying explanatory notes attached to the interim financial statements.)