

HAISAN RESOURCES BERHAD
Company No. 502213-D

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR FOURTH QUARTER ENDED 31 DECEMBER 2008

	FOURTH QUARTER		CUMULATIVE QUARTER	
	Current year quarter 31/12/2008 RM'000	Preceding year corresponding quarter 31/12/2007 RM'000	Current year to date 31/12/2008 RM'000	Preceding year corresponding period 31/12/2007 RM'000
Revenue	22,320	21,858	102,691	120,729
Operating expenses	(22,449)	(31,041)	(95,793)	(109,205)
Other operating income	(3,106)	2,763	978	5,993
	<u>(3,235)</u>	<u>(6,420)</u>	<u>7,876</u>	<u>17,517</u>
Finance costs	(3,058)	(2,708)	(14,075)	(10,539)
Share of loss of associate	<u>(11)</u>	<u>(25)</u>	<u>(42)</u>	<u>(25)</u>
(Loss) / Profit before tax	(6,304)	(9,153)	(6,241)	6,953
Taxation	209	671	(2,256)	(1,632)
	<u>(6,095)</u>	<u>(8,482)</u>	<u>(8,497)</u>	<u>5,321</u>
(Loss) / Profit for the period	<u>(6,095)</u>	<u>(8,482)</u>	<u>(8,497)</u>	<u>5,321</u>
Attributable to:				
Equity holders of the Company	(6,321)	(9,010)	(12,506)	556
Minority interest	226	528	4,009	4,765
	<u>(6,095)</u>	<u>(8,482)</u>	<u>(8,497)</u>	<u>5,321</u>
Net (loss) / profit for the period	<u>(6,095)</u>	<u>(8,482)</u>	<u>(8,497)</u>	<u>5,321</u>
(Loss) / Earning per share attributable to equity holders of the Company				
- basic (sen)	<u>(7.85)</u>	<u>(11.19)</u>	<u>(15.53)</u>	<u>0.69</u>
- diluted (sen)	<u>*</u>	<u>(11.08)</u>	<u>*</u>	<u>0.68</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 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 31 DECEMBER 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>		
Non-current assets held for sale	18,000	-
Property, plant and equipment	182,276	177,941
Prepaid lease payment	42,047	46,012
Intangible assets	10,497	10,630
Deferred expenditure	-	515
Investment in an associate	149	200
Other investments	4,012	4,012
	256,981	239,310
<u>Current Assets</u>		
Inventories	7,492	7,219
Development expenditure	-	
Trade receivables	24,124	31,139
Other receivables, deposits and prepayments	13,041	19,078
Fixed deposit with licensed bank	259	16,351
Cash & bank balances	3,984	2,157
	48,900	75,944
Total Assets	305,881	315,254
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	44,073	44,073
Treasury shares	(6,984)	(6,984)
Reserves	24,293	32,681
	61,382	69,770
Minority Interest	16,663	13,378
Total Equity	78,045	83,148
<u>Non-current Liabilities</u>		
Borrowings	112,123	120,323
Deferred tax liabilities	8,175	9,631
	120,298	129,954
<u>Current Liabilities</u>		
Trade payables	10,808	13,275
Other payables & accruals	17,906	12,817
Amount owing to associated company	9	-
Borrowings	77,940	75,228
Current tax payable	875	832
	107,538	102,152
Total Liabilities	227,836	232,106
Total Equity and Liabilities	305,881	315,254
	0	
Net assets per share attributable to equity holders of the Company (RM) (*)	0.76	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 financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2008

	12 months ended	
	31 Dec 2008	31 Dec 2007
	RM'000	RM'000
Profit before tax	(6,241)	6,953
Adjustments:		
Non cash items	15,192	13,037
Interest income	(607)	(665)
Interest expenses	14,075	10,538
Operating profit before changes in working capital	<u>22,419</u>	<u>29,863</u>
Net change in current assets	9,551	1,862
Net change in current liabilities	2,723	1,118
Cash generated from operations	<u>34,693</u>	<u>32,843</u>
Tax paid	(2,015)	(4,049)
Interest expenses	(14,075)	(10,538)
Interest income	607	665
Net cash from operating activities	<u>19,210</u>	<u>18,921</u>
Cash Flow from Investing Activities		
Purchase of property, plant and equipment	(15,879)	(53,047)
Purchase of prepaid lease payment	(7,823)	(16,252)
Purchase of intangible asset	(222)	(197)
Proceeds from disposal of property, plant and equipment	1,243	382
Investment in an associate	0	(225)
Proceeds from disposal of marketable securities	-	4,723
Dividend income	-	3
Sales proceeds from disposal of subsidiary company	-	9,887
Additional investment in subsidiary company	(665)	(8,832)
Net cash used in investing activities	<u>(23,346)</u>	<u>(63,558)</u>
Cash Flow from Financing Activities		
Repayments of long term loan	(8,131)	(8,663)
Dividend paid to shareholders	-	(734)
Issue of shares to minority interests	-	0
Proceeds from the issuance of shares	-	106
Advances from an associate	-	101
Treasury shares	-	0
Withdrawal of deposits pledged	592	(415)
Bank borrowings	(1,269)	(1,875)
Redeemable secured bonds	(18,000)	0
Proceeds from bank borrowings	16,461	46,193
Repayments of hire purchase and lease creditors	(2,205)	(2,594)
Net cash from financing activities	<u>(12,552)</u>	<u>32,119</u>
Net change in cash and cash equivalents	(16,688)	(12,518)
Effects of foreign exchange differences	(840)	560
Cash & cash equivalents at beginning of financial period/year	<u>(24,677)</u>	<u>(12,719)</u>
Cash & cash equivalents at end of financial period	<u>(42,205)</u>	<u>(24,677)</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Bank overdrafts	(46,209)	(42,354)
Deposits with licensed banks	259	16,351
Cash and bank balances	3,984	2,157
	<u>(41,966)</u>	<u>(23,846)</u>
Less: Deposits with licensed banks (pledged)	(239)	(831)
	<u>(42,205)</u>	<u>(24,677)</u>
	0	0

(The condensed consolidated cash flow statement should be read in conjunction with the audited 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 31 DECEMBER 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			
12 months ended 31 December 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	-	-	-	-	4,789	-	4,789	-	4,789
Revaluation of land and buildings	-	-	-	(1,789)	-	1,118	(671)	-	(671)
Acquisition of Subsidiary	-	-	-	-	-	-	-	(724)	(724)
<i>Net income recognised directly in equity</i>	-	-	-	(1,789)	4,789	1,118	4,118	(724)	3,394
Profit for the period	-	-	-	-	-	(12,506)	(12,506)	4,009	(8,497)
<i>Total recognised income and expense for the period</i>	-	-	-	(1,789)	4,789	(11,388)	(8,388)	3,285	(5,103)
Balance as at 31 December 2008	44,073	(6,984)	2,594	3,258	4,864	13,577	61,382	16,663	78,045
12 months ended 31 December 2007									
Balance as at 1 January 2007	44,010	(6,984)	2,551	6,993	198	24,769	71,537	13,069	84,606
Foreign currency translations	-	-	-	-	(123)	-	(123)	145	22
Acquisition of subsidiaries	-	-	-	-	-	-	-	8,625	8,625
Disposal of subsidiaries	-	-	-	-	-	-	-	(15,029)	(15,029)
Surplus on revaluation	-	-	-	-	-	-	-	1,804	1,804
Crystallisation of revaluation reserve	-	-	-	(2,177)	-	373	(1,804)	-	(1,804)
Effect of reduction in tax rate	-	-	-	231	-	-	231	-	231
<i>(Expense)/Income recognised directly in equity</i>	-	-	-	(1,946)	(123)	373	(1,696)	(4,455)	(6,151)
Profit for the financial year	-	-	-	-	-	556	556	4,764	5,320
<i>Total recognised income and expense for the period</i>	-	-	-	(1,946)	(123)	929	(1,140)	309	(831)
Dividend paid	-	-	-	-	-	(733)	(733)	-	(733)
Ordinary shares issued pursuant to ESOS	63	-	43	-	-	-	106	-	106
Balance as at 31 December 2007	44,073	(6,984)	2,594	5,047	75	24,965	69,770	13,378	83,148

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