

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

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS**  
**FOR FIRST QUARTER ENDED 31 MARCH 2009**

	FIRST QUARTER		CUMULATIVE QUARTER	
	Current year quarter 31/03/2009 RM'000	Preceding year corresponding quarter 31/03/2008 RM'000	Current year to date 31/03/2009 RM'000	Preceding year corresponding period 31/03/2008 RM'000
Revenue	22,631	25,575	22,631	25,575
Operating expenses	(21,789)	(21,371)	(21,789)	(21,371)
Other operating income	537	713	537	713
	<u>1,379</u>	<u>4,917</u>	<u>1,379</u>	<u>4,917</u>
Finance costs	(4,363)	(3,427)	(4,363)	(3,427)
Share of loss of associate	<u>(11)</u>	<u>0</u>	<u>(11)</u>	<u>0</u>
(Loss) / Profit before tax	(2,995)	1,490	(2,995)	1,490
Taxation	(387)	(344)	(387)	(344)
	<u>(3,382)</u>	<u>1,146</u>	<u>(3,382)</u>	<u>1,146</u>
(Loss) / Profit for the period	<u>(3,382)</u>	<u>1,146</u>	<u>(3,382)</u>	<u>1,146</u>
Attributable to:				
Equity holders of the Company	(3,900)	(41)	(3,900)	(41)
Minority interest	518	1,187	518	1,187
	<u>(3,382)</u>	<u>1,146</u>	<u>(3,382)</u>	<u>1,146</u>
Net (loss) / profit for the period	<u>(3,382)</u>	<u>1,146</u>	<u>(3,382)</u>	<u>1,146</u>
(Loss) / Earning per share attributable to equity holders of the Company				
- basic (sen)	<u>(4.84)</u>	<u>(0.05)</u>	<u>(4.84)</u>	<u>(0.05)</u>
- diluted (sen)	<u>*</u>	<u>(0.05)</u>	<u>*</u>	<u>(0.05)</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 2008 and the accompanying explanatory notes attached to the interim financial statements.)**

CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 31 MARCH 2009

	AS AT END OF CURRENT QUARTER (Unaudited) RM'000	AS AT PRECEDING FINANCIAL YEAR END (Audited) RM'000
<b>ASSETS</b>		
<b><u>Non-current Assets</u></b>		
Property, plant and equipment	184,893	182,372
Prepaid lease payments for land	41,520	40,653
Intangible assets	10,392	10,496
Investment in an associate	138	149
Other investments	4,012	4,012
	240,955	237,682
<b><u>Current Assets</u></b>		
Inventories	7,275	7,492
Trade receivables	20,338	24,756
Other receivables, deposits and prepayments	10,070	13,779
Amount owing by associate company	29	0
Fixed deposit with licensed bank	949	260
Cash & bank balances	4,305	3,977
	42,966	50,264
Non-current assets held for sale	18,000	18,000
<b>Total Assets</b>	301,921	305,946
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	44,073	44,073
Treasury shares	(6,984)	(6,984)
Reserves	21,719	23,991
	58,808	61,080
<b>Minority Interest</b>	17,170	16,654
<b>Total Equity</b>	75,978	77,734
<b><u>Non-current Liabilities</u></b>		
Borrowings	111,646	112,123
Deferred tax liabilities	8,796	8,804
	120,442	120,927
<b><u>Current Liabilities</u></b>		
Trade payables	11,262	10,808
Other payables & accruals	17,517	17,654
Amount owing to associated company	0	8
Borrowings	75,821	77,940
Current tax payable	901	875
	105,501	107,285
<b>Total Liabilities</b>	225,943	228,212
<b>Total Equity and Liabilities</b>	301,921	305,946
<b>Net assets per share attributable to equity holders of the Company (RM) (*)</b>	0.73	0.76

\* - 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 2008 and the accompanying explanatory notes attached to the interim financial statements.)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2009**

	<b>3 months ended</b>	
	<b>31 Mar 2009</b>	<b>31 Mar 2008</b>
	<b>RM'000</b>	<b>RM'000</b>
Profit before tax	(2,995)	1,490
Adjustments:		
Non cash items	3,904	1,980
Interest income	(983)	(180)
Interest expenses	4,363	3,427
Operating profit before changes in working capital	<u>4,289</u>	<u>6,717</u>
Net change in current assets	5,676	4,536
Net change in current liabilities	308	(5,393)
Cash generated from operations	<u>10,273</u>	<u>5,860</u>
Tax refund	1,514	0
Tax paid	(368)	(1,063)
Interest expenses	(4,363)	(3,427)
Interest income	983	180
Net cash from operating activities	<u>8,039</u>	<u>1,550</u>
<b>Cash Flow from Investing Activities</b>		
Purchase of property, plant and equipment	(1,186)	(9,285)
Purchase of prepaid lease payments for land	(275)	(283)
Purchase of intangible asset	(39)	0
Proceeds from disposal of property, plant and equipment	108	0
Proceeds from disposal of prepaid lease payments for land	0	26
Acquisition of additional shares in subsidiary	0	(665)
Additional investment in subsidiary company	0	(1,325)
Net cash used in investing activities	<u>(1,392)</u>	<u>(11,532)</u>
<b>Cash Flow from Financing Activities</b>		
Repayments of long term loan	(17)	1,001
Proceeds from the issuance of shares	0	1,372
Deposits pledged	0	(17)
Bank borrowings	194	(914)
Proceeds from bank borrowings	0	4,229
Repayments of revolving credits	(790)	
Repayments of bankers' acceptances	(1,622)	
Repayments of hire purchase and lease creditors	(576)	(584)
Net cash from financing activities	<u>(2,811)</u>	<u>5,087</u>
Net change in cash and cash equivalents	3,836	(4,895)
Effects of foreign exchange differences	(1,251)	1,184
Cash & cash equivalents at beginning of financial period/year	<u>(42,212)</u>	<u>(24,677)</u>
Cash & cash equivalents at end of financial period	<u><u>(39,627)</u></u>	<u><u>(28,388)</u></u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Bank overdrafts	(44,641)	(47,683)
Deposits with licensed banks	949	16,472
Cash and bank balances	4,305	3,672
	<u>(39,387)</u>	<u>(27,539)</u>
Less: Deposits with licensed banks (pledged)	<u>(240)</u>	<u>(849)</u>
	<u><u>(39,627)</u></u>	<u><u>(28,388)</u></u>

**(The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 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 2009

	← 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>3 months ended 31 March 2009</b>									
Balance as at 1 January 2009	44,073	(6,984)	2,594	2,610	4,840	13,947	61,080	16,654	77,734
Currency translation differences	-	-	-	-	1,626	-	1,626	-	1,626
Revaluation of land and buildings	-	-	-	(73)	-	75	2	(2)	(0)
Acquisition of Subsidiary	-	-	-	-	-	-	-	-	0
<i>Net income recognised directly in equity</i>	-	-	-	(73)	1,626	75	1,628	(2)	1,626
Profit for the period	-	-	-	-	-	(3,900)	(3,900)	518	(3,382)
<i>Total recognised income and expense for the period</i>	-	-	-	(73)	1,626	(3,825)	(2,272)	516	(1,756)
Balance as at 31 March 2009	44,073	(6,984)	2,594	2,537	6,466	10,122	58,808	17,170	75,978
<b>3 months ended 31 March 2008</b>									
Balance as at 1 January 2008	44,073	(6,984)	2,594	5,047	75	24,965	69,770	13,378	83,148
Currency translation differences	-	-	-	-	1,030	-	1,030	-	1,030
Acquisition of subsidiaries	-	-	-	-	-	-	-	(724)	(724)
Revaluation of land and buildings	-	-	-	(40)	-	40	0	-	0
<i>(Expense)/Income recognised directly in equity</i>	-	-	-	(40)	1,030	40	1,030	(724)	306
Profit for the financial year	-	-	-	-	-	(41)	(41)	1,187	1,146
<i>Total recognised income and expense for the period</i>	-	-	-	(40)	1,030	(1)	989	463	1,452
Balance as at 31 March 2008	44,073	(6,984)	2,594	5,007	1,105	24,964	70,759	13,841	84,600

(The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.)