

**HAISAN RESOURCES BERHAD**

Company No. 502213-D

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE PERIOD ENDED 30 JUNE 2011**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30-Jun-11 RM'000	Preceding year corresponding quarter 30-Jun-10 RM'000	Current year to date 30-Jun-11 RM'000	Preceding year corresponding period 30-Jun-10 RM'000
<b>Continuing operations</b>				
Revenue	13,096	15,145	27,901	28,017
Operating expenses	(21,605)	(15,494)	(42,122)	(32,707)
Other operating income	219	1,338	387	3,005
	<u>(8,290)</u>	<u>989</u>	<u>(13,834)</u>	<u>(1,685)</u>
Finance costs	(4,143)	(3,365)	(7,397)	(6,033)
Share of profit/(loss) of associate	<u>0</u>	<u>2</u>	<u>0</u>	<u>2</u>
Loss before tax	(12,433)	(2,374)	(21,231)	(7,716)
Taxation	29	(6)	58	135
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Loss for the period from continuing operations	(12,404)	(2,380)	(21,173)	(7,581)
<b>Discontinued operations</b>				
Profit for the period from discontinued operations, net of taxation	-	511	-	1,649
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Loss for the period	<u>(12,404)</u>	<u>(1,869)</u>	<u>(21,173)</u>	<u>(5,932)</u>
Attributable to:				
Equity holders of the Company	(12,398)	(2,123)	(21,166)	(6,758)
Minority interest	(6)	254	(7)	826
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Loss for the period	<u>(12,404)</u>	<u>(1,869)</u>	<u>(21,173)</u>	<u>(5,932)</u>
Earning/(Loss) per share attributable to equity holders of the Company				
Basic (sen)				
- Continuing operations	(15.39)	(3.27)	(26.28)	(10.44)
- Discontinued operations	-	0.63	-	2.05
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Diluted (sen)	<u>                    </u> *	<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 Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)**

**HAISAN RESOURCES BERHAD**

Company No. 502213-D

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 JUNE 2011**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30-Jun-11 RM'000	Preceding year corresponding quarter 30-Jun-10 RM'000	Current year to date 30-Jun-11 RM'000	Preceding year corresponding period 30-Jun-10 RM'000
Loss for the period	(12,404)	(1,869)	(21,173)	(5,932)
<u>Other comprehensive (loss)/income, net of tax</u>				
Exchange differences on translation of foreign operations	<u>1,086</u>	<u>(154)</u>	<u>806</u>	<u>(1,803)</u>
Total comprehensive (loss)/income for the period	<u>(11,318)</u>	<u>(2,023)</u>	<u>(20,367)</u>	<u>(7,735)</u>
Total comprehensive (loss)/income attributable to:				
Equity holders of the Company	(11,312)	(2,277)	(20,360)	(8,561)
Minority Interest	<u>(6)</u>	<u>254</u>	<u>(7)</u>	<u>826</u>
Total comprehensive loss for the period	<u>(11,318)</u>	<u>(2,023)</u>	<u>(20,367)</u>	<u>(7,735)</u>

**(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2011

	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	114,714	117,798
Intangible assets	1,379	1,604
Other investments	12	12
	116,105	119,414
<b><u>Current Assets</u></b>		
Assets held for sales	63,876	63,517
Inventories	897	904
Trade receivables	10,090	9,509
Other receivables, deposits and prepayments	6,082	5,222
Current tax assets	652	598
Amount owing by associate company	63	0
Fixed deposit with licensed bank	184	246
Cash & bank balances	10,578	4,931
	92,422	84,927
<b>Total Assets</b>	208,527	204,341
<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	(51,245)	(30,885)
	(14,156)	6,204
<b>Minority Interest</b>	44	51
<b>Total Equity</b>	(14,112)	6,255
<b><u>Non-current Liabilities</u></b>		
Borrowings	145	64
Deferred tax liabilities	6,460	6,518
	6,605	6,582
<b><u>Current Liabilities</u></b>		
Trade payables	8,471	13,663
Other payables & accruals	37,664	20,143
Borrowings	169,766	157,550
Current tax payable	133	148
	216,034	191,504
<b>Total Liabilities</b>	222,639	198,086
<b>Total Equity and Liabilities</b>	208,527	204,341
<b>Net (liabilities)/assets per share attributable to equity holders of the Company (RM) (*)</b>	(0.18)	0.08

\* - 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 Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 JUNE 2011**

	<b>6 months ended</b>	
	<b>30-Jun-11</b>	<b>30-Jun-10</b>
	<b>RM'000</b>	<b>RM'000</b>
Loss before tax		
- Continuing operations	(21,231)	(7,716)
- Discontinued operations	-	2,289
Adjustments:		
Non cash items	2,757	4,324
Interest income	(26)	(11)
Interest expenses	7,397	6,342
Operating profit before changes in working capital	<u>(11,103)</u>	<u>5,228</u>
Net change in current assets	(1,379)	(6,513)
Net change in current liabilities	12,992	5,834
Cash generated from operations	510	4,549
Tax refund	-	430
Tax paid	(69)	(390)
Interest expenses	(7,397)	(6,342)
Interest income	26	11
Net cash from operating activities	<u>(6,930)</u>	<u>(1,742)</u>
<b>Cash Flow from Investing Activities</b>		
Purchase of property, plant and equipment	(349)	(718)
Purchase of intangible asset	(52)	(45)
Proceeds from disposal of property, plant and equipment	193	74
Net cash used in investing activities	(208)	(689)
<b>Cash Flow from Financing Activities</b>		
Repayment of long term loan	(30,048)	(1,301)
Withdrawal of deposits pledged	62	24
Drawdown/(Repayment) of Bank borrowings	(2,031)	1,689
Redemption of redeemable secured bonds	-	(9,000)
Proceeds from bank borrowings	42,379	4,500
Repayments of revolving credits	176	(340)
Drawdown/(Repayments) of bankers' acceptances	-	3,100
Repayments of hire purchase and lease creditors	(19)	(461)
Net cash from financing activities	10,519	(1,789)
Net change in cash and cash equivalents	3,381	(4,220)
Effects of foreign exchange differences	466	1,583
Cash & cash equivalents at beginning of financial period/year	<u>(38,834)</u>	<u>(36,076)</u>
Cash & cash equivalents at end of financial period	<u>(34,987)</u>	<u>(38,713)</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Bank overdrafts		
- Continuing operations	(45,594)	(42,073)
- Discontinued operations	-	(1,449)
Deposits with licensed banks		
- Continuing operations	184	728
- Discontinued operations	-	20
Cash and bank balances		
- Continuing operations	10,578	2,246
- Discontinued operations	-	2,542
	<u>(34,832)</u>	<u>(37,986)</u>
Less: Deposits with licensed banks (pledged)		
- Continuing operations	<u>(155)</u>	<u>(727)</u>
	<u>(34,987)</u>	<u>(38,713)</u>

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)**

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 JUNE 2011**

← **Attributable to Equity Holders of the Parent** →

	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Revaluation Reserve RM'000	Translation Reserve RM'000	Accumulated losses RM'000	Total RM'000	Minority interest RM'000	Total Equity RM'000
<b>6 months ended 30 June 2011</b>									
Balance as at 1 January 2011	44,073	(6,984)	2,594	14,314	2,163	(49,956)	6,204	51	6,255
Total comprehensive (loss)/income for the period	-	-	-	-	806	(21,166)	(20,360)	(7)	(20,367)
Crystallisation of revaluation reserve				(204)		204	(0)		(0)
Balance as at 30 June 2011	<u>44,073</u>	<u>(6,984)</u>	<u>2,594</u>	<u>14,110</u>	<u>2,969</u>	<u>(70,918)</u>	<u>(14,156)</u>	<u>44</u>	<u>(14,112)</u>
<b>6 months ended 30 June 2010</b>									
Balance as at 1 January 2010, as previously stated	44,073	(6,984)	2,594	108	4,153	(19,514)	24,430	17,824	42,254
- effect of adopting FRS 139						9	9		9
Balance as at 1 January 2010, as restated	<u>44,073</u>	<u>(6,984)</u>	<u>2,594</u>	<u>108</u>	<u>4,153</u>	<u>(19,505)</u>	<u>24,439</u>	<u>17,824</u>	<u>42,263</u>
Total comprehensive (loss)/income for the period	-	-	-	0	(1,803)	(6,758)	(8,561)	826	(7,735)
Crystallisation of revaluation reserve	-			(122)		122	0	0	0
Balance as at 30 June 2010	<u>44,073</u>	<u>(6,984)</u>	<u>2,594</u>	<u>(14)</u>	<u>2,350</u>	<u>(26,141)</u>	<u>15,878</u>	<u>18,650</u>	<u>34,528</u>

**(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)**