

HAISAN RESOURCES BERHAD
COMPANY NO. 502213-D

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2014

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30-Jun-14 RM'000	Preceding year corresponding quarter 30-Jun-13 RM'000	Current year to date 30-Jun-14 RM'000	Preceding year corresponding period 30-Jun-13 RM'000
Continuing operations				
Revenue	9,596	11,409	19,417	22,375
Operating expenses	(9,949)	(9,648)	(19,333)	(19,614)
Other income	517	4,243	2,295	4,353
	<u>164</u>	<u>6,004</u>	<u>2,379</u>	<u>7,114</u>
Finance costs	(2,259)	(2,630)	(4,453)	(5,527)
Share of loss of associate	<u>(7)</u>	<u>0</u>	<u>(7)</u>	<u>0</u>
(Loss)/Profit before income tax	(2,102)	3,374	(2,081)	1,587
Income Tax	32	32	64	64
(Loss)/Profit for the period from continuing operations	<u>(2,070)</u>	<u>3,406</u>	<u>(2,017)</u>	<u>1,651</u>
Discontinued operations				
Profit/(Loss) for the period from discontinued operations, net of taxation	0	106	0	(460)
(Loss)/Profit for the period	<u>(2,070)</u>	<u>3,512</u>	<u>(2,017)</u>	<u>1,191</u>
Attributable to:				
Equity holders of the Company	(2,068)	3,520	(2,013)	1,205
Non-controlling interest	(2)	(8)	(4)	(14)
(Loss)/Profit for the period	<u>(2,070)</u>	<u>3,512</u>	<u>(2,017)</u>	<u>1,191</u>
(Loss)/Earnings per share attributable to equity holders of the Company				
Basic (sen)				
- Continuing operations	(1.84)	4.24	(1.79)	2.07
- Discontinued operations	-	0.13	-	(0.57)
Diluted (sen)	<u>N/A</u>	<u>*</u>	<u>N/A</u>	<u>*</u>

N/A - Not applicable

* No diluted earnings/(loss) per share is disclosed as the effect is anti-dilutive

(The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
 FOR THE PERIOD ENDED 30 JUNE 2014 (CONTINUED)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30-Jun-14 RM'000	Preceding year corresponding quarter 30-Jun-13 RM'000	Current year to date 30-Jun-14 RM'000	Preceding year corresponding period 30-Jun-13 RM'000
(Loss)/Profit for the period	(2,070)	3,512	(2,017)	1,191
<u>Other comprehensive (loss)/income, net of tax</u>				
Currency translation differences	479	(114)	212	(52)
Total comprehensive (loss)/income for the period	<u>(1,591)</u>	<u>3,398</u>	<u>(1,805)</u>	<u>1,139</u>
Total comprehensive (loss)/income attributable to:				
Equity holders of the Company	(1,589)	3,406	(1,801)	1,153
Non-controlling interest	<u>(2)</u>	<u>(8)</u>	<u>(4)</u>	<u>(14)</u>
Total comprehensive (loss)/income for the period	<u>(1,591)</u>	<u>3,398</u>	<u>(1,805)</u>	<u>1,139</u>

(The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.)

HAISAN RESOURCES BERHAD
COMPANY NO. 502213-D

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2014

	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	47,584	48,292
Intangible assets	61	61
Investment in an associate	40	47
Other investments	12	12
	47,697	48,412
<u>Current Assets</u>		
Assets held for sales	9,543	13,873
Inventories	319	462
Trade receivables	13,435	10,440
Other receivables, deposits and prepayments	6,496	4,777
Current tax assets	17	17
Amount owing by associate company	21	-
Fixed deposit with licensed bank	153	153
Cash & bank balances	652	1,047
	30,636	30,769
Total Assets	78,333	79,181
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	6,027	44,073
Treasury shares	0	(6,984)
Reserves	(72,881)	(104,309)
	(66,854)	(67,220)
Non-controlling interest	(19)	(15)
Total Equity	(66,873)	(67,235)
<u>Non-current Liabilities</u>		
Borrowings	342	88
Long term payables	7,652	7,761
Deferred tax liabilities	3,510	3,738
	11,504	11,587
<u>Current Liabilities</u>		
Trade payables	3,971	4,034
Other payables & accruals	19,645	17,128
Borrowings	109,363	112,709
Current tax payable	723	958
	133,702	134,829
Total Liabilities	145,206	146,416
Total Equity and Liabilities	78,333	79,181
Net liabilities per share attributable to equity holders of the Company (RM) (*)	(0.55)	(0.83)

* The net liabilities 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 Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.)

HAISAN RESOURCES BERHAD
COMPANY NO. 502213-D

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2014

	6 months ended	
	30-Jun-14	30-Jun-13
	RM'000	RM'000
Cash Flows from Operating Activities		
(Loss)/Profit before tax		
- Continuing operations	(2,081)	1,587
- Discontinued operations	0	(460)
Adjustments:		
Non cash items	340	1,816
Share of loss of an associate	7	(2)
Interest income	(5)	(53)
Interest expenses	4,453	5,527
Operating profit before changes in working capital	<u>2,714</u>	<u>8,415</u>
Net change in current assets	(4,590)	(2,206)
Net change in current liabilities	2,407	10,057
Cash generated from operations	<u>531</u>	<u>16,266</u>
Tax refund	0	35
Tax paid	(234)	(101)
Net cash generated from operating activities	<u>297</u>	<u>16,200</u>
Cash Flow from Investing Activities		
Interest received	5	53
Purchase of property, plant and equipment	(950)	(71)
Proceeds from disposal of property, plant and equipment	5,761	66
Net cash generated from investing activities	4,816	48
Cash Flow from Financing Activities		
Proceeds from the issuance of shares	2,000	0
Interest paid	(4,453)	(5,527)
Net repayment of Bank borrowings	(4,339)	(1,148)
Net changes of revolving credits	79	112
Repayments of hire purchase and lease creditors	(43)	(25)
Net cash used in financing activities	<u>(6,756)</u>	<u>(6,588)</u>
Net change in cash and cash equivalents	(1,643)	9,660
Effects of foreign exchange differences	377	(1,431)
Cash & cash equivalents at beginning of financial period	<u>(48,791)</u>	<u>(43,661)</u>
Cash & cash equivalents at end of financial period	<u>(50,057)</u>	<u>(35,432)</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Bank overdrafts	(50,709)	(49,550)
Deposits with licensed banks	153	181
Cash and bank balances		
- Continuing operations	652	13,345
- Discontinued operations	0	773
	<u>(49,904)</u>	<u>(35,251)</u>
Less: Deposits with licensed banks (pledged)	<u>(153)</u>	<u>(181)</u>
	<u>(50,057)</u>	<u>(35,432)</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.)

HAI SAN RESOURCES BERHAD
COMPANY NO. 502213-D

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2014

	← 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	Non-controlling interest RM'000	Total Equity RM'000
6 months ended 30 June 2014									
Balance as at 1 January 2014	44,073	(6,984)	2,594	3,052	1,496	(111,451)	(67,220)	(15)	(67,235)
Currency translation differences	-	-	-	-	212	-	212	-	212
Other comprehensive income/(loss)	-	-	-	-	212	-	212	-	212
Loss after taxation	-	-	-	-	-	(2,013)	(2,013)	(4)	(2,017)
Total comprehensive income/(loss) for the period	-	-	-	-	212	(2,013)	(1,801)	(4)	(1,805)
Cancellation of treasury shares	(3,802)	6,984	(2,594)	-	-	(588)	0	-	0
Capital Reduction	(36,244)	-	-	-	-	36,244	-	-	-
Private Placement	2,000	-	-	-	-	-	2,000	-	2,000
Reversal of deferred tax liability	-	-	-	-	-	167	167	-	167
Crystallisation of revaluation reserve	-	-	-	(227)	-	227	-	-	-
Realisation of revaluation reserve on disposal	-	-	-	(2,376)	-	2,376	-	-	-
Balance as at 30 June 2014	6,027	0	(0)	449	1,708	(75,038)	(66,854)	(19)	(66,873)
6 months ended 30 June 2013									
Balance as at 1 January 2013	44,073	(6,984)	2,594	3,786	2,956	(113,366)	(66,941)	15	(66,926)
Currency translation differences	-	-	-	-	(52)	-	(52)	-	(52)
Other comprehensive loss	-	-	-	-	(52)	-	(52)	-	(52)
Loss after taxation	-	-	-	-	-	1,205	1,205	(14)	1,191
Total comprehensive (loss)/income for the period	-	-	-	-	(52)	1,205	1,153	(14)	1,139
Crystallisation of revaluation reserve	-	-	-	(242)	-	242	-	-	-
Balance as at 30 June 2013	44,073	(6,984)	2,594	3,544	2,904	(111,919)	(65,788)	1	(65,787)

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.)