

**HUAT LAI RESOURCES BERHAD (323273 - T)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015**

The figures have not been audited.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/09/15 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/09/14 RM'000	CURRENT YEAR TO DATE 30/09/15 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/09/14 RM'000
<b>CONTINUING OPERATIONS :</b>				
Revenue	414,392	329,399	1,134,916	916,868
Operating expenses	(390,826)	(307,878)	(1,046,885)	(857,614)
Other operating income	111	851	3,382	3,138
Profit from operations	23,677	22,372	91,413	62,392
Finance costs	(7,957)	(8,307)	(24,376)	(23,808)
Share of results in jointly controlled entity	(26)	(13)	8	8
Profit before taxation	15,694	14,052	67,045	38,592
Income tax expense	(1,801)	(1,430)	(2,440)	(1,430)
Profit after taxation	13,893	12,622	64,605	37,162
Other comprehensive income / (expenses)	1,780	59	1,104	(10)
<b>Total comprehensive income for the period</b>	<b>15,673</b>	<b>12,681</b>	<b>65,709</b>	<b>37,152</b>
<b>Profit after taxation attributable to :</b>				
Equityholders of the Company	13,101	11,222	62,088	33,451
Non-controlling interests	792	1,400	2,517	3,711
	<u>13,893</u>	<u>12,622</u>	<u>64,605</u>	<u>37,162</u>
<b>Total comprehensive income attributable to :</b>				
Equityholders of the Company	14,881	11,281	63,192	33,441
Non-controlling interests	792	1,400	2,517	3,711
	<u>15,673</u>	<u>12,681</u>	<u>65,709</u>	<u>37,152</u>
Earning per share				
- basic (sen)	16.81	14.42	79.67	43.00
- diluted (sen)	16.81	14.42	78.62	43.00

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2014

**HUAT LAI RESOURCES BERHAD (323273 - T)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015**

The figures have not been audited.

	Share Capital RM'000	Treasury Shares RM'000	Revaluation Reserve RM'000	Share Option Reserve RM'000	Share Premium RM'000	Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non-controlling Interest RM'000	Total RM'000
<b>At 1 January 2015</b>	86,531	(7,734)	77,998	336	3,156	277	48,002	208,566	18,995	227,561
Profit after taxation	-	-	-	-	-	-	62,088	62,088	2,517	64,605
Other comprehensive income for the period										
-Translation Reserve	-	-	-	-	-	1,104	-	1,104	-	1,104
Total comprehensive income for the period	-	-	-	-	-	1,104	62,088	63,192	2,517	65,709
Issuance of new shares- ESOS	74	-	-	-	2	-	-	76	-	76
<b>At 30 September 2015</b>	<b>86,605</b>	<b>(7,734)</b>	<b>77,998</b>	<b>336</b>	<b>3,158</b>	<b>1,381</b>	<b>110,090</b>	<b>271,834</b>	<b>21,512</b>	<b>293,346</b>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
THE THIRD QUARTER ENDED 30 SEPTEMBER 2014**

	Share Capital RM'000	Treasury Shares RM'000	Revaluation Reserve RM'000	Share Option Reserve RM'000	Share Premium RM'000	Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non-controlling Interest RM'000	Total RM'000
<b>At 1 January 2014</b>	86,416	(7,734)	77,998	336	3,149	-	24,142	184,307	11,432	195,739
Profit after taxation	-	-	-	-	-	-	33,451	33,451	3,711	37,162
Other comprehensive expenses for the period										
-Translation Reserve	-	-	-	-	-	(10)	-	(10)	-	(10)
Total comprehensive income for the period	-	-	-	-	-	(10)	33,451	33,441	3,711	37,152
Issuance of new shares-ESOS	19	-	-	-	3	-	-	22	-	22
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	82	82
<b>At 30 September 2014</b>	<b>86,435</b>	<b>(7,734)</b>	<b>77,998</b>	<b>336</b>	<b>3,152</b>	<b>(10)</b>	<b>57,593</b>	<b>217,770</b>	<b>15,225</b>	<b>232,995</b>

**HUAT LAI RESOURCES BERHAD (323273 - T)**  
**(Incorporated in Malaysia)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2015**

The figures have not been audited.

	UNAUDITED AS AT 30/09/15 RM'000	AUDITED AS AT 31/12/14 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	694,886	700,340
Investment properties	328	334
Intangible assets	11,431	11,506
Investment in jointly venture	5,354	5,196
	<u>711,999</u>	<u>717,376</u>
<b>Current Assets</b>		
Inventories	42,641	45,570
Biological assets	120,256	107,837
Receivables	178,227	104,339
Tax recoverable	779	225
Fixed deposits	24,651	27,492
Cash and bank balances	25,074	9,538
	<u>391,628</u>	<u>295,001</u>
<b>Total Assets</b>	<u><u>1,103,627</u></u>	<u><u>1,012,377</u></u>
<b>EQUITY AND LIABILITIES</b>		
Share capital	86,605	86,531
Share premium	3,158	3,156
Treasury shares	(7,734)	(7,734)
Revaluation reserve	77,998	77,998
Share option reserve	336	336
Translation reserve	1,381	277
Retained earnings	110,090	48,002
Shareholders' Equity	<u>271,834</u>	<u>208,566</u>
Non-controlling Interests	21,512	18,995
	<u>293,346</u>	<u>227,561</u>
<b>Non-Current Liabilities</b>		
Long term borrowings	219,569	228,414
Deferred tax liabilities	37,735	37,696
	<u>257,304</u>	<u>266,110</u>
<b>Current Liabilities</b>		
Payables	266,227	199,833
Short term borrowings	277,351	299,870
Bank overdraft	6,662	13,703
Taxation	2,737	5,300
	<u>552,977</u>	<u>518,706</u>
<b>TOTAL LIABILITIES</b>	<u><u>810,281</u></u>	<u><u>784,816</u></u>
	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>1,103,627</u></u>	<u><u>1,012,377</u></u>
<b>NET ASSETS PER SHARE (RM)</b>	<u><u>3.14</u></u>	<u><u>2.41</u></u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2014

**HUAT LAI RESOURCES BERHAD (323273 - T)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015**

The figures have not been audited.

	<b>Period Ended 30/09/15 RM'000</b>	<b>Period Ended 30/09/14 RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit for the period	64,605	37,162
Adjustments for :		
Amortisation for intangible assets	75	75
Bad debt written off	596	-
Depreciation of investment properties	5	-
Depreciation of property, plant and equipment	45,752	42,847
Impairment loss on trade receivable	1,432	-
Interest expense	24,376	23,808
Interest income	(764)	(411)
(Gain)/ Loss on disposal of property, plant and equipment	(488)	59
Property, plant and equipment written off	209	157
Share of results in jointly controlled entity	(8)	(8)
Tax charge	2,440	1,430
Unrealised exchange gain	(355)	(79)
Operating profit before working capital changes	<u>137,875</u>	<u>105,040</u>
Decrease in inventories	2,928	22,778
(Increase) / Decrease in Biological assets	(12,419)	2,030
Increase in receivables	(75,562)	(11,380)
Increase / (Decrease) in payables	<u>68,267</u>	<u>(25,231)</u>
Cash from operations	121,089	93,237
Tax refunded	2	96
Tax paid	(5,061)	(8)
Net cash from operating activities	<u>116,030</u>	<u>93,325</u>
<b>CASH FLOW FOR INVESTING ACTIVITIES</b>		
Interest received	764	411
Advance to joint venture	(150)	-
Decrease in fixed deposit pledged	2,841	-
Purchase of property, plant and equipment	(19,530)	(56,118)
Net cash outflow from acquisition of subsidiary	-	(97)
Net cash for investing activities	<u>(16,075)</u>	<u>(55,804)</u>
<b>CASH FLOW FOR FINANCING ACTIVITIES</b>		
Interest paid	(24,376)	(23,808)
Issuing of shares	76	22
Short term borrowings repaid	(19,538)	(14,341)
Drawdown of term loans	6,500	33,147
Repayment of term loans	(19,011)	(20,050)
Repayment of hire purchase liabilities	(19,637)	(15,511)
Net cash for financing activities	<u>(75,986)</u>	<u>(40,541)</u>
Net increase / (decrease) in cash and cash equivalents	23,969	(3,020)
Effect of translation difference	(1,393)	-
Cash and cash equivalents at beginning of the financial period	(4,138)	12,706
Cash and cash equivalents at end of the period	<u>18,438</u>	<u>9,686</u>

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2014