

**HUAT LAI RESOURCES BERHAD (323273 - T)****(Incorporated in Malaysia)****CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015****The figures have not been audited.**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR 31/12/15 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/14 RM'000	CURRENT YEAR TO DATE 31/12/15 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/14 RM'000
<b>CONTINUING OPERATIONS :</b>				
Revenue	333,516	324,871	1,468,432	1,246,637
Operating expenses	(346,783)	(321,898)	(1,393,668)	(1,184,579)
Other operating income	1,563	707	4,945	4,035
(Loss) / Profit from operations	(11,704)	3,680	79,709	66,093
Finance costs	(8,087)	(8,282)	(32,463)	(32,084)
Share of results in jointly controlled entity	-	(47)	8	(38)
(Loss) / Profit before taxation	(19,791)	(4,649)	47,254	33,971
Income tax expense	(5,463)	(3,686)	(7,903)	(5,144)
(Loss) / Profit after taxation	(25,254)	(8,335)	39,351	28,827
Other comprehensive income	520	298	1,624	277
<b>Total comprehensive (expenses)/income for the period</b>	<b>(24,734)</b>	<b>(8,037)</b>	<b>40,975</b>	<b>29,104</b>
<b>(Loss) / Profit after taxation attributable to :</b>				
Equityholders of the Company	(24,871)	(9,591)	37,217	23,860
Non-controlling interests	(383)	1,256	2,134	4,967
	<u>(25,254)</u>	<u>(8,335)</u>	<u>39,351</u>	<u>28,827</u>
<b>Total comprehensive (loss)/income attributable to :</b>				
Equityholders of the Company	(24,351)	(9,293)	38,841	24,137
Non-controlling interests	(383)	1,256	2,134	4,967
	<u>(24,734)</u>	<u>(8,037)</u>	<u>40,975</u>	<u>29,104</u>
Earning per share				
- basic (sen)	(31.88)	(12.32)	47.74	30.66
- diluted (sen)	-	-	47.11	30.25

**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 FOURTH QUARTER ENDED 31 DECEMBER 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	-	-	-	-	-	-	37,217	37,217	2,134	39,351
Other comprehensive income for the period										
-Translation Reserve	-	-	-	-	-	1,624	-	1,624	-	1,624
Total comprehensive income for the period	-	-	-	-	-	1,624	37,217	38,841	2,134	40,975
Transfer from reserve to retained earnings	-	-	(3,403)	-	-	-	3,403	-	-	-
Issuance of new shares- ESOS	118	-	-	-	7	-	-	125	-	125
<b>At 31 December 2015</b>	<b>86,649</b>	<b>(7,734)</b>	<b>74,595</b>	<b>336</b>	<b>3,163</b>	<b>1,901</b>	<b>88,622</b>	<b>247,532</b>	<b>21,129</b>	<b>268,661</b>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
THE FOURTH QUARTER ENDED 31 DECEMBER 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	-	-	-	-	-	-	23,860	23,860	4,967	28,827
Other comprehensive income for the period										
-Translation Reserve	-	-	-	-	-	277	-	277	-	277
Total comprehensive income for the period	-	-	-	-	-	277	23,860	24,137	4,967	29,104
Issuance of new shares-ESOS	115	-	-	-	7	-	-	122	-	22
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	2,596	2,596
<b>At 31 December 2014</b>	<b>86,531</b>	<b>(7,734)</b>	<b>77,998</b>	<b>336</b>	<b>3,156</b>	<b>277</b>	<b>48,002</b>	<b>208,566</b>	<b>18,995</b>	<b>227,561</b>

**HUAT LAI RESOURCES BERHAD (323273 - T)**  
**(Incorporated in Malaysia)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2015**

The figures have not been audited.

	UNAUDITED AS AT 31/12/15 RM'000	AUDITED AS AT 31/12/14 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	720,884	700,340
Investment properties	327	334
Intangible assets	11,406	11,506
Investment in jointly venture	-	5,196
	<u>732,617</u>	<u>717,376</u>
<b>Current Assets</b>		
Inventories	50,131	45,570
Biological assets	111,277	107,837
Receivables	128,055	104,339
Tax recoverable	81	225
Fixed deposits	24,513	27,492
Cash and bank balances	21,366	9,538
	<u>335,423</u>	<u>295,001</u>
<b>Total Assets</b>	<u><u>1,068,040</u></u>	<u><u>1,012,377</u></u>
<b>EQUITY AND LIABILITIES</b>		
Share capital	86,649	86,531
Share premium	3,163	3,156
Treasury shares	(7,734)	(7,734)
Revaluation reserve	74,595	77,998
Share option reserve	336	336
Translation reserve	1,901	277
Retained earnings	88,622	48,002
Shareholders' Equity	<u>247,532</u>	<u>208,566</u>
Non-controlling Interests	21,129	18,995
	<u>268,661</u>	<u>227,561</u>
<b>Non-Current Liabilities</b>		
Long term borrowings	222,583	228,414
Deferred tax liabilities	42,689	37,696
	<u>265,272</u>	<u>266,110</u>
<b>Current Liabilities</b>		
Payables	247,498	199,833
Short term borrowings	276,837	299,870
Bank overdraft	7,200	13,703
Taxation	2,572	5,300
	<u>534,107</u>	<u>518,706</u>
<b>TOTAL LIABILITIES</b>	<u><u>799,379</u></u>	<u><u>784,816</u></u>
	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>1,068,040</u></u>	<u><u>1,012,377</u></u>
<b>NET ASSETS PER SHARE (RM)</b>	<u><u>2.86</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 FOURTH QUARTER ENDED 31 DECEMBER 2015**

The figures have not been audited.

	<b>Period Ended 31/12/15 RM'000</b>	<b>Period Ended 31/12/14 RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit for the period	39,351	28,827
Adjustments for :		
Amortisation for intangible assets	100	100
Bad debt written off	-	396
Depreciation of investment properties	7	7
Depreciation of property, plant and equipment	60,656	57,782
Fair value gain on remeasurement of the remaining stake in former joint ventur	(2,112)	-
Gain on disposal of property, plant and equipment	(575)	(136)
Impairment loss on trade receivable	2,602	468
Impairment loss of property, plant and equipment	249	430
Interest expense	32,463	32,084
Interest income	(1,006)	(650)
Property, plant and equipment written off	2,072	1
Share of results in jointly controlled entity	(8)	38
Tax charge	7,903	5,144
Unrealised exchange loss /(gain)	551	(5)
Operating profit before working capital changes	<u>142,253</u>	<u>124,486</u>
(Increase) / Decrease in inventories	(4,561)	23,732
Increase in Biological assets	(3,440)	(2,481)
Increase in receivables	(26,827)	(3,774)
Increase / (Decrease) in payables	<u>42,563</u>	<u>(34,975)</u>
Cash from operations	149,988	106,988
Tax refunded	40	477
Tax paid	<u>(3,664)</u>	<u>(1,625)</u>
Net cash from operating activities	<u>146,364</u>	<u>105,840</u>
<b>CASH FLOW FOR INVESTING ACTIVITIES</b>		
Interest received	1,006	650
Advance to joint venture	(150)	(151)
Decrease / (Increase) in fixed deposit pledged	2,979	(3,609)
Proceeds from disposal of property, plant and equipment	96	221
Purchase of property, plant and equipment	(27,853)	(61,408)
Net cash outflow from acquisition of subsidiary	<u>(8,191)</u>	<u>(1,191)</u>
Net cash for investing activities	<u>(32,113)</u>	<u>(65,488)</u>
<b>CASH FLOW FOR FINANCING ACTIVITIES</b>		
Interest paid	(32,463)	(32,084)
Issuing of shares	124	123
Proceed from issue of shares by subsidiary to non-controlling interest	-	2,596
Repayment of bankers' acceptance	(21,273)	(23,166)
Drawdown of term loans	12,150	53,681
Repayment of term loans	(30,003)	(35,741)
Repayment of hire purchase liabilities	<u>(24,359)</u>	<u>(22,325)</u>
Net cash for financing activities	<u>(95,824)</u>	<u>(56,916)</u>
Net increase / (decrease) in cash and cash equivalents	18,427	(16,564)
Effect of translation difference	(95)	(281)
Cash and cash equivalents at beginning of the financial period	(4,139)	12,706
Cash and cash equivalents at end of the period	<u>14,193</u>	<u>(4,139)</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