

**MINETECH RESOURCES BERHAD (575543-X)**  
**(Incorporated in Malaysia)**  
**INTERIM FINANCIAL STATEMENTS**

**Condensed Consolidated Statement Of Comprehensive Income**  
**For the quarter ended 30 June 2011**  
**(The figures have not been audited)**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Year Quarter ended 30 June 2011 RM'000	Preceding Year Corr. Quarter ended 30 June 2010 RM'000	Current Year Todate ended 30 June 2011 RM'000	Preceding Year Corr. Period ended 30 June 2010 RM'000
<b>Revenue</b>	31,935	31,951	58,525	64,366
Cost of sales	(28,854)	(28,779)	(52,778)	(57,921)
Gross profit	3,081	3,172	5,747	6,445
Other income	86	454	154	906
Administrative expenses	(2,094)	(1,993)	(4,078)	(4,384)
Selling and marketing expenses	(92)	(130)	(173)	(275)
Finance costs	(925)	(1,103)	(1,880)	(2,173)
<b>Profit/ (Loss) Before Tax</b>	56	400	(230)	519
Tax expense	5	-	5	-
<b>Profit/ (Loss) for the period</b>	61	400	(225)	519
<b>Other Comprehensive Income</b>				
Foreign currency translation differences	(9)	(9)	(11)	(131)
<b>Total Comprehensive Income/ (Loss)</b>	52	391	(236)	388
<b>Total Profit/(loss) attributable to:</b>				
Equity holders of the Parent	83	510	(169)	778
Minority interest	(22)	(110)	(56)	(259)
	61	400	(225)	519
<b>Total Comprehensive Income/ (Loss) attributable to:</b>				
Equity holders of the Parent	74	501	(180)	664
Minority interest	(22)	(110)	(56)	(276)
	52	391	(236)	388
Earning/ (loss) per share (sen)				
- Basic	0.03	0.17	(0.06)	0.26
- Diluted	N/A	N/A	N/A	N/A

N/A - Not Applicable

**The Condensed Consolidated Income Statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for financial year ended 31 December 2010.**

**MINETECH RESOURCES BERHAD (575543-X)**  
**(Incorporated in Malaysia)**  
**INTERIM FINANCIAL STATEMENTS**  
**Condensed Consolidated Statement Of Financial Position**  
**As at 30 June 2011**

	<b>Unaudited As At</b>	<b>Audited As At</b>
	<b>30 June 2011</b>	<b>31 Dec 2010</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	60,190	62,367
Investment properties	2,846	2,853
Quarry development expenditure	12,144	13,218
	<u>75,180</u>	<u>78,438</u>
<b>Current assets</b>		
Inventories	14,095	12,182
Trade and other receivables	48,663	55,712
Current tax asset	195	335
Cash and bank balances	8,160	7,082
	<u>71,113</u>	<u>75,311</u>
	<u>146,293</u>	<u>153,749</u>
<b>TOTAL ASSETS</b>	<b>146,293</b>	<b>153,749</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	60,494	60,494
Less:- Treasury shares, at cost	(48)	(48)
Reserves	(1,044)	(875)
	<u>59,402</u>	<u>59,571</u>
<b>Minority interest</b>	<b>318</b>	<b>374</b>
<b>Total equity</b>	<b>59,720</b>	<b>59,945</b>
<b>Non-current liabilities</b>		
Borrowings	25,002	29,921
Deferred tax liabilities	5,646	5,646
	<u>30,648</u>	<u>35,567</u>
<b>Current liabilities</b>		
Trade and other payables	34,150	36,922
Borrowings	21,775	21,315
	<u>55,925</u>	<u>58,237</u>
<b>Total liabilities</b>	<b>86,573</b>	<b>93,804</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>146,293</b>	<b>153,749</b>
<b>Net assets per share (RM)</b>	<b>0.197</b>	<b>0.198</b>

The Condensed Consolidated Balance Sheets should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for financial year ended 31 December 2010.

**MINETECH RESOURCES BERHAD (575543-X)**  
**(Incorporated in Malaysia)**  
**INTERIM FINANCIAL STATEMENTS**

**Condensed Consolidated Statements of Changes in Equity**  
**For the quarter ended 30 June 2011**  
**(The figures have not been audited)**

	----- Attributable to equity holders of the parent -----					Total RM'000	Minority Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Forex Reserve RM'000	Retained Earnings RM'000			
<b>At 1 Jan 2011</b>	60,494	1,921	(48)	313	(3,109)	59,571	374	59,945
Total Comprehensive income	0	0	0	11	(180)	(169)	(56)	(225)
<b>Balance as at 30 June 2011</b>	<u>60,494</u>	<u>1,921</u>	<u>(48)</u>	<u>324</u>	<u>(3,289)</u>	<u>59,402</u>	<u>318</u>	<u>59,720</u>
<b>At 1 Jan 2010</b>	60,494	1,921	(48)	410	(5,336)	57,441	990	58,431
Total Comprehensive income	0	0	0	(114)	778	664	(276)	388
<b>Balance as at 30 June 2010</b>	<u>60,494</u>	<u>1,921</u>	<u>(48)</u>	<u>296</u>	<u>(4,558)</u>	<u>58,105</u>	<u>714</u>	<u>58,819</u>

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

**MINETECH RESOURCES BERHAD (575543-X)**  
**(Incorporated in Malaysia)**  
**INTERIM FINANCIAL STATEMENTS**

**Condensed Consolidated Statement Of Cash Flows**  
**For the quarter ended 30 June 2011**  
**(The figures have not been audited)**

	<b>Current Year Todate ended 30 June 2011 RM'000</b>	<b>Preceding Year Todate ended 30 June 2010 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/Profit before tax	(230)	519
Adjustment for:-		
Depreciation and amortisation	5,810	6,869
Interest expenses	1,714	1,799
Other non-cash items	(118)	(880)
<b>Operating profit before changes in working capital</b>	<b>7,176</b>	<b>8,307</b>
Changes in working capital		
Decrease in current assets	5,135	7,620
Decrease in current liabilities	(2,771)	(7,284)
<b>Net cash flow from operations</b>	<b>9,540</b>	<b>8,643</b>
Tax refunded	145	227
Interest paid	(205)	(244)
<b>Net cash flow from operating activities</b>	<b>9,480</b>	<b>8,626</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant & equipment	(914)	(270)
Purchase of investment properties	0	(1,398)
Proceeds from disposal of property, plant & equipment	462	863
Proceeds from disposal of investment properties	0	109
Proceeds from disposal of non-current assets held for sale	0	-
Quarry development expenditure incurred	0	-
<b>Net cash flow used in investing activities</b>	<b>(452)</b>	<b>(696)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(1,509)	(1,555)
Interest received	8	-
Net Drawdown/ (Repayment) of short term borrowings	1,015	(1,004)
Repayment of term loans	(2,985)	(2,352)
Repayment of hire-purchase and lease creditors	(3,270)	(3,464)
Placement of fixed deposits (pledged)	(514)	-
<b>Net cash flow used in financing activities</b>	<b>(7,255)</b>	<b>(8,375)</b>
<b>Net Change in Cash &amp; Cash Equivalents</b>	<b>1,773</b>	<b>(445)</b>
Cash and Cash Equivalents at beginning of period	5,252	3,123
Effect on foreign exchange rate changes	(234)	248
<b>Cash and Cash Equivalents at end of period</b>	<b>6,791</b>	<b>2,926</b>
	<b>Note</b>	
<b>Note</b>	<b>RM'000</b>	<b>RM'000</b>
Fixed deposit with licensed banks	2,439	1,810
Cash and bank balances	5,721	3,264
Bank overdrafts	0	(802)
	8,160	4,272
Less: Fixed deposits pledged to a licensed bank	(1,369)	(1,346)
	<b>6,791</b>	<b>2,926</b>

**The Condensed Consolidated Cash Flow Statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for financial year ended 31 December 2010.**