

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

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

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Year Quarter ended <b>30 Sep 2011</b> RM'000	Preceding Year Corr. Quarter ended <b>30 Sep 2010</b> RM'000	Current Year Todate ended <b>30 Sep 2011</b> RM'000	Preceding Year Corr. Period ended <b>30 Sep 2010</b> RM'000
<b>Revenue</b>	31,542	28,859	90,067	93,225
Cost of sales	(28,336)	(26,086)	(81,114)	(84,007)
Gross profit	3,206	2,773	8,953	9,218
Other income	(7)	180	147	1,086
Administrative expenses	(1,918)	(2,968)	(5,996)	(7,352)
Selling and marketing expenses	(124)	(141)	(297)	(416)
Finance costs	(882)	(952)	(2,762)	(3,125)
<b>Profit/ (Loss) Before Tax</b>	275	(1,108)	45	(589)
Tax expense	(5)	18	-	18
<b>Profit/ (Loss) for the period</b>	270	(1,090)	45	(571)
<b>Other Comprehensive Income</b>				
Foreign currency translation differences	4	(31)	(7)	(162)
<b>Total Comprehensive Income/ (Loss)</b>	274	(1,121)	38	(733)
<b>Total Profit/(loss) attributable to:</b>				
Equity holders of the Parent	321	(671)	152	107
Minority interest	(51)	(419)	(107)	(678)
	270	(1,090)	45	(571)
<b>Total Comprehensive Income/ (Loss) attributable to:</b>				
Equity holders of the Parent	325	(689)	145	(25)
Minority interest	(51)	(432)	(107)	(708)
	274	(1,121)	38	(733)
Earning/ (loss) per share (sen)				
- Basic	0.11	(0.22)	0.05	0.04
- 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)**  
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**Condensed Consolidated Statement Of Financial Position**  
**As at 30 September 2011**

	<b>Unaudited As At 30 Sep 2011 RM'000</b>	<b>Audited As At 31 Dec 2010 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	58,173	62,367
Investment properties	2,843	2,853
Quarry development expenditure	11,612	13,218
	<u>72,628</u>	<u>78,438</u>
<b>Current assets</b>		
Inventories	13,405	12,182
Trade and other receivables	44,862	55,712
Current tax asset	205	335
Cash and bank balances	11,006	7,082
	<u>69,478</u>	<u>75,311</u>
<b>TOTAL ASSETS</b>	<u>142,106</u>	<u>153,749</u>
<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	(723)	(875)
	<u>59,723</u>	<u>59,571</u>
<b>Minority interest</b>	267	374
<b>Total equity</b>	<u>59,990</u>	<u>59,945</u>
<b>Non-current liabilities</b>		
Borrowings	22,347	29,921
Deferred tax liabilities	5,646	5,646
	<u>27,993</u>	<u>35,567</u>
<b>Current liabilities</b>		
Trade and other payables	32,448	36,922
Borrowings	21,675	21,315
	<u>54,123</u>	<u>58,237</u>
<b>Total liabilities</b>	<u>82,116</u>	<u>93,804</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>142,106</u>	<u>153,749</u>
<b>Net assets per share (RM)</b>	<b>0.198</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)**  
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**INTERIM FINANCIAL STATEMENTS**

**Condensed Consolidated Statements of Changes in Equity**  
**For the quarter ended 30 September 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	7	145	152	(107)	45
<b>Balance as at 30 Sep 2011</b>	<u>60,494</u>	<u>1,921</u>	<u>(48)</u>	<u>320</u>	<u>(2,964)</u>	<u>59,723</u>	<u>267</u>	<u>59,990</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	(132)	107	(25)	(708)	(733)
<b>Balance as at 30 Sep 2010</b>	<u>60,494</u>	<u>1,921</u>	<u>(48)</u>	<u>278</u>	<u>(5,229)</u>	<u>57,416</u>	<u>282</u>	<u>57,698</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)**  
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**Condensed Consolidated Statement Of Cash Flows**  
**For the quarter ended 30 September 2011**  
**(The figures have not been audited)**

	<b>Current Year Todate ended 30 Sep 2011 RM'000</b>	<b>Preceding Year Todate ended 30 Sep 2010 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/Profit before tax	45	(589)
Adjustment for:-		
Depreciation and amortisation	8,582	10,206
Interest expenses	2,520	2,839
Other non-cash items	(114)	(1,217)
<b>Operating profit before changes in working capital</b>	<b>11,033</b>	<b>11,239</b>
Changes in working capital		
Decrease in current assets	9,627	11,435
Decrease in current liabilities	(4,474)	(7,743)
<b>Net cash flow from operations</b>	<b>16,186</b>	<b>14,931</b>
Tax refunded	130	271
Interest paid	(310)	(347)
<b>Net cash flow from operating activities</b>	<b>16,006</b>	<b>14,855</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant & equipment	(1,732)	(339)
Purchase of investment properties	-	(1,398)
Proceeds from disposal of property, plant & equipment	960	1,552
Proceeds from disposal of investment properties	-	434
Proceeds from disposal of non-current assets held for sale	-	-
Quarry development expenditure incurred	-	-
<b>Net cash flow used in investing activities</b>	<b>(772)</b>	<b>249</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(2,210)	(2,492)
Interest received	52	-
Net Drawdown/ (Repayment) of short term borrowings	770	(3,457)
Repayment of term loans	(4,559)	(3,598)
Repayment of hire-purchase and lease creditors	(4,705)	(5,245)
Placement of fixed deposits (pledged)	(624)	-
<b>Net cash flow used in financing activities</b>	<b>(11,276)</b>	<b>(14,792)</b>
<b>Net Change in Cash &amp; Cash Equivalents</b>	<b>3,958</b>	<b>312</b>
Cash and Cash Equivalents at beginning of period	6,218	3,123
Effect on foreign exchange rate changes	(183)	154
<b>Cash and Cash Equivalents at end of period</b>	<b>9,993</b>	<b>3,589</b>
	<b>Note</b>	
<b>Note</b>	<b>RM'000</b>	<b>RM'000</b>
Fixed deposit with licensed banks	4,924	1,925
Cash and bank balances	6,082	4,399
Bank overdrafts	(499)	(1,380)
	10,507	4,944
Less: Fixed deposits pledged to a licensed bank	(514)	(1,355)
	9,993	3,589

**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.**