



SLP Resources Berhad

(Company No.: 663862-H)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

INTERIM FINANCIAL REPORT 31 DECEMBER 2007

ANNOUNCEMENT

The Board of Directors of SLP Resources Berhad (“SLP” or “the Company”) is pleased to announce the following unaudited consolidated results of SLP and its subsidiaries (collectively known as “the Group”) for the fourth quarter ended 31 December 2007.

The Company is principally involved in investment holding and provision of management services while the subsidiaries of the Company are principally involved in the manufacturing, distributing and exporting of plastic packaging products and plastic related goods, as well as trading of polymer products such as plastic resins.

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT

	Individual Quarter (3 months)		Cumulative Quarters (12 months)	
	Current Quarter Ended 31 Dec 2007 RM'000	Preceding Year Corresponding Quarter Ended 31 Dec 2006 RM'000	Current Year Ended 31 Dec 2007 RM'000	Preceding Year Corresponding Period Ended 31 Dec 2006 RM'000
Revenue	44,815	N/A	95,615	N/A
Operating profit	3,025	N/A	10,704	N/A
Financing costs	(478)	N/A	(1,479)	N/A
Negative goodwill	2,271	N/A	2,271	N/A
Profit before tax	4,818	N/A	11,496	N/A
Tax expense	(206)	N/A	(870)	N/A
Profit for the period	4,612	N/A	10,626	N/A
Attributable to:				
Equity holders of the parent	4,612	N/A	10,626	N/A
Minority interests	-	N/A	-	N/A
	4,612	N/A	10,626	N/A
Earnings per share (sen)				
Basic	6.11	N/A	16.02	N/A
Diluted	N/A	N/A	N/A	N/A

Notes:

- (i) The condensed consolidated income statement should be read in conjunction with the audited pro-forma consolidated financial information and the accountants' report for the financial year ended 31 December 2006 as disclosed in the Prospectus of the Company dated 20 February 2008 and the accompanying explanatory notes attached to the interim financial report.
- (ii) This is the first interim financial report on the consolidated results for the fourth quarter ended 31 December 2007 announced by the Company in compliance with the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and in conjunction with the admission of the Company to the Second Board of Bursa Securities. As this is the first financial report being drawn up, there are no comparative figures for the preceding year's corresponding quarter.



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CONDENSED CONSOLIDATED BALANCE SHEET

	UNAUDITED	AUDITED
	As at	As at
	31 Dec 2007	31 Dec 2006
	RM'000	RM'000
ASSETS		
Non Current Assets		
Property, plant and equipment	48,707	N/A
Prepaid lease payments	7,312	N/A
Other investment	177	N/A
Goodwill	12	N/A
	56,208	N/A
Current Assets		
Inventories	25,650	N/A
Receivables, deposits and prepayments	34,410	N/A
Current tax assets	374	N/A
Fixed deposits with licensed financial institutions	12,997	N/A
Cash and bank balances	1,940	N/A
	75,371	N/A
TOTAL ASSETS	131,579	N/A
EQUITY AND LIABILITIES		
Equity		
Share capital	40,000	N/A
Reserves	6,631	N/A
Shareholders' equity	46,631	N/A
Minority interests	-	N/A
TOTAL EQUITY	46,631	N/A
Non Current Liabilities		
Long term borrowings	14,587	N/A
Deferred taxation	5,425	N/A
	20,012	N/A
Current Liabilities		
Payables and accruals	16,931	N/A
Current tax liabilities	561	N/A
Short-term bank borrowings	47,444	N/A
	64,936	N/A
TOTAL LIABILITIES	84,948	N/A
TOTAL EQUITY AND LIABILITIES	131,579	N/A
Net assets per ordinary share attributable to ordinary equity holders of the Company (RM)	0.58	N/A

The condensed consolidated balance sheet should be read in conjunction with the audited pro-forma consolidated financial information and the accountants' report for the financial year ended 31 December 2006 as disclosed in the Prospectus of the Company dated 20 February 2008 and the accompanying explanatory notes attached to the interim financial report.



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<-----Attributable to equity holders of the parent ----->							
	Non Distributable Reserves			Distributable		Total RM'000	Minority Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Reverse Acquisition Reserve RM'000	Revaluation Reserve RM'000	Share Premium RM'000	Retained Profits RM'000			
Balance as at 1 October 2007	#	-	-	-	19,938	19,938	-	19,938
Share issue for the acquisitions of subsidiaries for the period	39,985	(26,640)	6,707	-	-	20,052	-	20,052
Rights issue	15	-	-	-	-	15	-	15
Profit after tax for the period	-	-	-	-	10,626	10,626	-	10,626
Dividend paid to existing shareholders before acquisitions	-	-	-	-	(4,000)	(4,000)	-	(4,000)
Balance as at 31 December 2007	40,000	(26,640)	6,707	-	26,564	46,631	-	46,631

4 ordinary shares of RM0.50 each

The condensed consolidated statement of changes in equity should be read in conjunction with the audited pro-forma consolidated financial information and the accountants' report for the financial year ended 31 December 2006 as disclosed in the Prospectus of the Company dated 20 February 2008 and the accompanying explanatory notes attached to the interim financial report.



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UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	Current Year Ended 31 Dec 2007 RM'000	Preceding Year Corresponding Period Ended 31 Dec 2006 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	11,496	N/A
Adjustments:		
Amortisation and depreciation	4,934	N/A
Negative goodwill recognised	(2,271)	N/A
Dividend income	(8)	N/A
Allowance of doubtful debts	400	N/A
Interest income	(218)	N/A
Interest expense	1,479	N/A
	15,812	N/A
Changes in working capital		
Inventories	(12,534)	N/A
Receivables	(3,368)	N/A
Payables	983	N/A
Cash generated from operations	893	N/A
Tax paid	(529)	N/A
Net cash from operating activities	364	N/A
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividend received	8	N/A
Purchase of plant, property and equipment	(15,510)	N/A
Placement of fixed deposits	(43)	N/A
Net cash used in investing activities	(15,545)	N/A
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from share issue	15	N/A
Net increase/ (decrease) in short-term borrowings	19,189	N/A
Net increase/ (decrease) in hire purchase obligations	(379)	N/A
Net increase/ (decrease) in term loans	4,825	N/A
Interest received	218	N/A
Interest paid	(1,478)	N/A
Dividend paid	(8,000)	N/A
Net cash from financing activities	14,390	N/A
NET DECREASE IN CASH AND CASH EQUIVALENTS	(791)	N/A
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	13,454	N/A
CASH AND CASH EQUIVALENTS AT END OF YEAR	12,663	N/A
Cash and cash equivalents comprise:	10,723	N/A
Deposits with licensed banks	1,940	N/A
Cash and bank balances	12,663	N/A

The condensed consolidated cashflow statement should be read in conjunction with the audited pro-forma consolidated financial information and the accountants' report for the financial year ended 31 December 2006 as disclosed in the Prospectus of the Company dated 20 February 2008 and the accompanying explanatory notes attached to the interim financial report.



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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (“FRS”) 134 – Interim Financial Reporting and paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements.

The interim financial report should be read in conjunction with the audited pro-forma consolidated financial information and the accountants’ report for the financial year ended 31 December 2006 as disclosed in the Prospectus of the Company dated 20 February 2008 and the accompanying explanatory notes attached to the interim financial report.

The preparation of an interim financial report in conformity with FRS 134 – Interim Financial Report, requires management and the Directors to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities and income and expenses on a year to date basis. Actual results may differ from these estimates.

The interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group. The interim consolidated financial report and notes thereon do not include all the information required for a full set of financial statements prepared in accordance with FRSs.

A2. Summary of significant accounting policies

The accounting policies and methods of computation adopted in this interim financial report are consistent with those adopted in the most recent annual financial statements except for the adoption of the following new/ revised FRSs which are relevant to the Group’s operations and effective for the annual financial statements beginning on 1 January 2007:-

FRS 3	Business Combination
FRS 101	Presentation of Financial Statements
FRS 102	Inventories
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 117	Leases
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 124	Related Party Disclosures
FRS 127	Consolidated and Separate Financial Statements
FRS 132	Financial Instruments : Disclosure and Presentation
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets



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The adoption of these new and revised FRSs do not have material financial impact on the financial statements of the Group. The principal effects of the changes in accounting policies resulting from the adoption of the new/ revised FRSs are disclosed below:

FRS 3 : Business Combinations

FRS 3 requires the goodwill to be carried at cost less accumulated impairment losses and to be tested for impairment annually or more frequently if events or changes in circumstances indicate that it might be impaired. Any impairment loss is recognised in the income statements and subsequent reversal is not allowed. Under FRS 3, any excess of the Group's interest in net fair value of acquirees' identifiable assets, liabilities and contingent liabilities over cost of acquisition (previously referred to as "negative goodwill"), after reassessment, is now recognised immediately as income.

After the completion of the acquisition of Sinliplas Holding Sdn Bhd ("SHSB"), as mentioned in Note A12, SLP Resources Berhad ("SLP") becomes the legal parent company of SLP Group. Due to relative values of the companies, the former shareholders of SHSB became the majority shareholders of SLP. Accordingly, the substance of the business combination is that SHSB acquires SLP in a reverse acquisition. Under FRS 3, as a result of the reverse acquisition which was assumed to have been prepared in the name of the legal parent, SLP, but it represents a combination of the balance sheet of the legal subsidiary, SHSB, which is deemed as the acquirer.

In accordance with the FRS 3, the amount recognised as issued equity instruments in the consolidated financial statements shall be determined by adding to the issued equity of the legal subsidiary immediately before the business combination the cost of the combination determined. However, the equity structure appearing in the condensed consolidated statement of changes in equity reflect the issued equity instruments of SLP. These reconcile to the amount recognised as equity instruments in these condensed consolidated financial statements as detailed below:-

	RM'000	RM'000
Issued equity instruments of SLP		40,000
Adjustment arising from the reverse acquisition:		
Issued equity instruments of SHSB immediately prior to acquisition	5,000	
Issued equity instruments of SLP in consideration for the acquisition of SHSB	<u>(31,640)</u>	
Adjustments taken to reverse acquisition reserves		(26,640)
Consolidated equity instruments		<u>13,360</u>

A3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the preceding audited financial statements of the Company and its subsidiaries for the financial year ended 31 December 2006 were not subject to any qualification.



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A4. Seasonal or Cyclical Factors

The business operations of the Group are not significantly affected by seasonal or cyclical factors during the period under review.

A5. Unusual Items

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence in the interim financial report.

A6. Changes in Estimates

There were no changes in estimates that had a material effect in the current period and year to date results.

A7. Changes in Debt and Equity Securities

There have been no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current period and year to date save for the following:-

- (i) Issuance of new ordinary shares in the Company on 25 October 2007 for the acquisitions of SHSB and SSB as disclosed in Note A12 in this interim financial report; and
- (ii) Rights Issue of 29,250 new ordinary shares on the basis of approximately thirty seven (37) new ordinary shares for every one (1) ordinary share in the Company on 26 October 2007 after the acquisitions of SHSB and SSB. The Rights Issue resulted in the issued and paid-up share capital of the Company being further increased from 79,970,750 ordinary shares to 80,000,000 ordinary shares.

A8. Dividend Paid

Except for the dividend of RM4.0 million paid to the existing shareholders of SHSB prior to its acquisition by SLP, there were no dividends paid by the Company in the current period and year to date.



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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

A9. Segment Reporting

Segmental results by business activities:-

	Current Quarter Ended 31 Dec 2007 (3 months)		Current Year To Date Ended 31 Dec 2007 (12 months)	
	Revenue RM'000	Profit/ (Loss) Before Tax RM'000	Revenue RM'000	Profit/ (Loss) Before Tax RM'000
Business Activities:				
Investment Holding	-	(4)	-	(5)
Manufacturing	18,951	2,083	69,751	8,762
Trading	25,864	468	25,864	468
Total	44,815	2,547	95,615	9,225
Consolidation adjustments	-	2,271	-	2,271
Consolidated	44,815	4,818	95,615	11,496

Revenue by geographical locations:-

	Current Quarter Ended 31 Dec 2007 (3 months)		Current Year To Date Ended 31 Dec 2007 (12 months)	
	Revenue RM'000		Revenue RM'000	
Countries				
Malaysia	28,738	64.1%	28,738	30.1%
Japan	7,275	16.2%	34,132	35.7%
UK, Germany and Denmark	3,946	8.8%	17,713	18.5%
Australia	1,397	3.1%	5,960	6.2%
Norway	1,656	3.7%	5,673	5.9%
Indonesia	1,314	3.0%	1,708	1.8%
Others*	489	1.1%	1,691	1.8%
Total	44,815	100.0%	95,615	100.0%

* Others include export to New Zealand, Singapore, United States of America and free trade zones and licensed manufacturer and warehouse.

Note : Under the reverse acquisition accounting, revenue and profit before tax by business segment and revenue by geographical locations for the current year to date ended 31 December 2007 was based on the consolidation of full year results of SHSB, the accounting acquirer, and post acquisitions results of SSB.



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A10. Valuation of Property, Plant and Equipment

Save for the revaluation of the Group's landed properties carried out in conjunction with the listing exercise and as disclosed in the Prospectus of the Company dated 20 February 2008, there was no valuation of the property, plant and equipment in the current period under review.

A11. Events subsequent to the Balance Sheet date

On 20 February 2008, the Company issued its Prospectus in conjunction its listing of and quotation for the entire enlarged issued and paid-up share capital on the Second Board of Bursa Securities involving the following:-

(i) Public Issue

The Public Issue of 26,000,000 new ordinary shares of RM0.50 each in the Company at an issue price of RM0.85 per ordinary share payable in full on application as follows:-

(a) Malaysian Public

6,000,000 Public Issue Shares representing approximately 5.66% of our enlarged issued and paid-up share capital will be made available for application by Malaysian citizens, companies, societies, co-operatives and institutions, of which at least 30% is to be set aside strictly for Bumiputera individuals, companies, societies, co-operatives and institutions.

(b) Private Placement

8,300,000 Public Issue Shares representing approximately 7.83% of our enlarged issued and paid-up share capital are reserved by way of Private Placement to selected investors (who are deemed public).

(c) Eligible Directors, Employees and Business Associates of our Group

5,300,000 Public Issue Shares representing 5.0% of our enlarged issued and paid-up share capital will be reserved for the eligible Directors, employees and business associates (which include the suppliers, sales agents, customers and others) of our Group.

(d) Bumiputera Investors

6,400,000 Public Issue Shares representing approximately 6.04% of our enlarged issued and paid-up share capital will be reserved for Bumiputera investors approved by MITI.

(ii) Offer For Sale

The Offer For Sale of 25,400,000 Shares representing approximately 23.96% of our enlarged issued and paid-up share capital at an offer price of RM0.85 per Share are payable in full on application upon such terms and conditions as set out in this Prospectus and will be reserved for Bumiputera investors approved by MITI.

The above Public Issue and Offer For Sale have been completed as at to-date.



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A12. Changes in the Composition of the Group

In conjunction with, and as integral part of the listing of and quotation for the entire enlarged issued and paid-up share capital on the Second Board of Bursa Securities, the Company undertook a Listing Scheme which involved, inter-alia, the following:-

- (i) acquisition of the entire issued and paid-up share capital of Sinliplas Sdn Bhd (“SSB”) comprising 2,000,000 ordinary shares of RM1.00 each for a purchase consideration of RM8,345,684 satisfied by the issuance of 16,691,368 new ordinary shares in the Company at an issue price of RM0.50 per ordinary share; and
- (ii) acquisition of the entire issued and paid-up share capital of Sinliplas Holding Sdn Bhd (“SHSB”) comprising 5,000,000 ordinary shares of RM1.00 each for a purchase consideration of RM31,639,689 satisfied by the issuance of 63,279,378 new ordinary shares in the Company at an issue price of RM0.50 per ordinary share.

The above purchase considerations were based on the audited Net Tangible Assets (“NTA”) of SSB and SHSB of RM8,345,684 and RM31,639,689 respectively as at 31 December 2006. The acquisitions of SSB and SHSB were completed on 25 October 2007.

A13. Changes in contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

A14. Capital Commitments outstanding not provided for in the Interim Financial Report

	31 December 2007 RM'000
Approved and contracted for	221
Approved and not contracted for	-
	<hr style="border-top: 1px solid black;"/>
	221



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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

For the current quarter under review, the Group recorded profit after tax of RM4.6 million on the back of revenue of RM44.8 million.

For the financial year to date, the Group recorded profit after tax of RM10.6 million on the back of revenue of RM95.6 million. Under the reverse acquisition accounting, the accounting acquirer is SHSB and the Group's financial results for the financial year ended 31 December 2007 were consolidated based on full financial year results of SHSB and the post acquisition financial results of SSB and SLP. Based on the pro-forma consolidated results and on the assumption that the current structure of the Group has been in existence from 1 January 2007, the Group recorded revenue of RM173.5 million, representing 5.4% higher than the estimated revenue of RM164.6 million for the financial year ended 31 December 2007 as disclosed in the Company's Prospectus dated 20 February 2008 and 21.5% higher than the revenue of RM142.8 million recorded in the financial year ended 31 December 2006.

B2. Variation of Results against Preceding Quarter

No comparative figures for the current quarter under review versus the preceding quarter are presented as this is the Group's first interim financial report on the consolidated financial results in the conjunction with the Company's admission to the Second Board of Bursa Securities.

B3. Current Year Prospects

Barring any unforeseen circumstances and based on the principal bases and assumptions upon which the consolidated profit forecast for the financial year ending 31 December 2008 has been arrived at as disclosed in the Company's Prospectus dated 20 February 2008, the Board is optimistic that the Group is likely to achieve the profit forecast of RM11.9 million for the financial year ending 31 December 2008.

B4. Variance between Actual Profit and Forecast Profit

For the financial year ended 31 December 2007, the Group (based on actual proforma consolidated results) recorded profit after tax of RM10.6 million, representing 6.7% higher than the estimated profit after tax of RM9.9 million. The higher profit after tax for the financial year ended 31 December 2007 was achieved in line with the higher actual revenue of 5.4% recorded in the financial year ended 31 December 2007 as compared to the estimate. The higher actual revenue was due mainly to higher sales of plastic resins.



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B5. Taxation

	Current Quarter Ended 31 Dec 2007 RM'000	Current Year To Date Ended 31 Dec 2006 RM'000
Current tax expense	308	845
Deferred tax expense	(102)	25
	<u>206</u>	<u>870</u>

The deferred tax liabilities arose from capital allowance over depreciation of qualifying plant and equipment. The effective tax rate of the Group for the current quarter was lower than the statutory tax rate due mainly to utilisation of available reinvestment allowances by the subsidiaries.

B6. Unquoted investments and properties

Save for the acquisitions as disclosed in Note A12, there were no purchases or sale of unquoted investments or properties for the current quarter and financial period to date.

B7. Quoted Investments

There was no purchase or disposal of quoted securities for the current quarter and financial period to date.

B8. Status of Corporate Proposals

Pursuant to the Prospectus of the Company, the entire issued and paid-up share capital of the Company comprising 106,000,000 ordinary shares of RM0.50 each is expected to be listed on the Second Board of Bursa Securities on 12 March 2008.

Utilisation of IPO Proceeds

The Rights Issue and the Public Issue are expected to raise gross proceeds of approximately RM0.01 million and RM22.10 million respectively amounting to a total of approximately RM22.11 million which will be utilised in the following manner:-

	Timeframe for Utilisation from the Date of Listing	Amount RM'000
Repayment of bank borrowings	Within 3 months	5,000
Purchase of machinery and equipment	Within 12 months	6,000
Working capital	Within 6 months	9,115
Estimated share issue expenses	Within 3 months	2,000
Total proceeds		<u>22,115</u>



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B9. Borrowings and debt Securities

The Group's borrowings as at 31 December 2007 are as follows:-

	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings:-			
Bankers' acceptances and export credit refinancing	41,164	-	41,164
Hire Purchases	349	-	349
Term loans	5,931	-	5,931
	<u>47,444</u>	<u>-</u>	<u>47,444</u>
Long term borrowings:-			
Hire Purchases	294	-	294
Term loans	14,293	-	14,293
	<u>14,587</u>	<u>-</u>	<u>14,587</u>
Total	<u>62,031</u>	<u>-</u>	<u>62,031</u>

Included in the Group's bank borrowings are foreign currency borrowings denominated in USD and JPY of approximately RM16.31 million (comprising approximately USD1.04 million and JPY368.11 million).

B10. Off Balance Sheet Financial Instruments

Forward Foreign Exchange Contracts

Forward foreign exchange contracts protect the Group from movements in exchange rates by establishing the rate at which a foreign currency assets or liability will be settled. Exchange gains and losses arising on contracts entered into hedges of anticipated future transactions are deferred until the date of such transaction, at which time they are included in the measurement of such transactions. At the latest practicable date, 29 February 2008, the Group has hedged USD0.91 million by way of forward contracts.

B11. Material Litigation

As at the date of this interim financial report, there are no material litigations against the Group or taken by the Group save for SHSB, a wholly-owned subsidiary of SLP, which had on 14 December 2006 via its solicitors, Ong & Manecksha issued a notice of demand to PAOLO SANDRO AG, at Georg - Wiesbock - Ring 10, D - 83115 Neubeuern, Germany ("PAOLO") claiming for outstanding sum of USD397,082.18, being payment for goods sold to PAOLO. PAOLO had subsequently on 5 February 2006 settled the sum of USD177,567.03 to SHSB. On 1 November 2007, SHSB via its solicitors, Ong & Manecksha, appointed a foreign solicitors, Seitz, Weckbach, Fent & Fackler in Germany to continue with legal proceedings to recover the balance outstanding sum. The dispute arised due to disagreement on product specifications for goods sold by SHSB to PAOLO.



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B12. Proposed Dividend

The Board does not recommend any dividend for the current quarter ended 31 December 2007 as the listing exercise will only be completed in the first quarter of financial year ending 31 December 2008. As disclosed in the Prospectus of the Company dated 20 February 2008, the Company intends to declare a gross dividend of 5 sen per ordinary share or 10% for the financial year ending 31 December 2008 subject to the performance of the Group.

B13. Earnings Per Share

	Individual Quarter		Cumulative Quarters	
	Current Quarter Ended 31 Dec 2007	Preceding Year Corresponding Quarter Ended 31 Dec 2006	Current Year Ended 31 Dec 2007	Preceding Year Corresponding Period Ended 31 Dec 2006
BASIC EARNINGS PER SHARE				
Profit attributable to ordinary Equity holders of the Company (RM'000)	4,612	N/A	10,626	N/A
Weighted average number of Ordinary shares in issue ('000)	75,456	N/A	66,348	N/A
Basic Earnings per Share (sen)	6.11	N/A	16.02	N/A

The weighted average number of shares in issue is calculated as follows:-

	Number of Shares	Date of Issue	Number of days to 31 Dec 2007	Weighted average number of shares of shares '000
At 1 January 2007	#		365	#
New ordinary shares issued pursuant to the acquisition of SHSB	63,279	25 October 2007	365	63,279
New ordinary shares issued pursuant to the acquisition of SSB	16,691	25 October 2007	67	<u>3,064</u>
New ordinary shares issued pursuant to Rights Issue	29	26 October 2007	66	<u>5</u>
Weighted average number of RM0.50 each				<u>66,348</u>

4 ordinary shares of RM0.50 each

B14. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Board.