



SLP Resources Berhad

(Company No.: 663862-H)

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

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 first quarter ended 31 March 2009.

The Company is principally involved in investment holding and provision of management services whilst 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 FOR THE FIRST QUARTER ENDED 31 MARCH 2009

	Note	Individual Quarter (3 months)		Cumulative Quarters (3 months)	
		Current Quarter Ended 31 March 2009 RM'000	Preceding Year Corresponding Quarter Ended 31 March 2008 RM'000	Current Year Ended 31 March 2009 RM'000	Preceding Year Corresponding Period Ended 31 March 2008 RM'000
Revenue		28,523	48,030	28,523	48,030
Operating profit		3,849	2,481	3,849	2,481
Interest income		66	258	66	258
Finance costs		(265)	(635)	(265)	(635)
Profit before tax		3,650	2,104	3,650	2,104
Tax expense	B5	(300)	(103)	(300)	(103)
Profit for the period		3,350	2,001	3,350	2,001
Attributable to:					
Equity holders of the Company		3,350	2,001	3,350	2,001
Minority interests		-	-	-	-
Earnings per share					
Basic (Sen)	B13	3.16	2.33	3.16	2.33
Diluted (Sen)		N/A	N/A	N/A	N/A

Notes:

The condensed consolidated income statement should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.



SLP Resources Berhad

(Company No.: 663862-H)

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

CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2009

	Note	UNAUDITED As at 31 March 2009 RM'000	AUDITED As at 31 December 2008 RM'000
ASSETS			
Non-current Assets			
Property, plant and equipment		47,494	48,993
Prepaid lease payments		7,774	7,820
Other investments	B7	75	75
Intangible assets		928	829
Goodwill on consolidation		11	11
		56,282	57,728
Current Assets			
Inventories		16,476	19,069
Receivables, deposits and prepayments		26,327	32,567
Current tax assets		11	238
Cash and cash equivalents		14,059	14,053
		56,873	65,927
TOTAL ASSETS		113,155	123,655
EQUITY AND LIABILITIES			
Equity			
Share capital		53,000	53,000
Reserves		20,571	17,221
Shareholders' equity		73,571	70,221
Minority interests		-	-
TOTAL EQUITY		73,571	70,221
Non-current Liabilities			
Long term borrowings	B9	10,330	12,041
Deferred taxation		6,029	6,054
		16,359	18,095
Current Liabilities			
Payables and accruals		12,415	7,777
Current tax liabilities		56	35
Short-term bank borrowings	B9	10,754	27,527
		23,225	35,339
TOTAL LIABILITIES		39,584	53,434
TOTAL EQUITY AND LIABILITIES		113,155	123,655
Net assets per ordinary share attributable to ordinary equity holders of the Company (RM)		0.69	0.65

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.



SLP Resources Berhad

(Company No.: 663862-H)

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 31 MARCH 2009

	←-----Attributable to equity holders of the Company -----→ Non Distributable Reserves Distributable							
	Share Capital RM'000	Acquisition Reserve RM'000	Revaluation Reserve RM'000	Share Premium RM'000	Retained Profits RM'000	Total RM'000	Minority Interests RM'000	Total Equity RM'000
Balance as at 1 January 2009	53,000	(26,639)	6,707	7,483	29,670	70,221	-	70,221
Profit for the period	-	-	-	-	3,350	3,350	-	3,350
Balance as at 31 March 2009	53,000	(26,639)	6,707	7,483	33,020	73,571	-	73,571
Balance as at 1 January 2008	40,000	(26,639)	6,707	-	26,550	46,618	-	46,618
Public Issue of 26,000,000 shares at issue price of RM0.85 each	13,000	-	-	9,100	-	22,100	-	22,100
Share issue/ listing expenses	-	-	-	(1,617)	-	(1,617)	-	(1,617)
Profit for the year	-	-	-	-	5,240	5,240	-	5,240
Dividend paid	-	-	-	-	(2,120)	(2,120)	-	(2,120)
Balance as at 31 December 2008	53,000	(26,639)	6,707	7,483	29,670	70,221	-	70,221

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.



SLP Resources Berhad

(Company No.: 663862-H)

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

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE FIRST QUARTER ENDED 31 MARCH 2009

	Current Year Ended 31 March 2009 RM'000	Preceding Year Corresponding Period Ended 31 March 2008 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	3,650	2,104
Adjustments:		
Amortisation and depreciation	1,639	1,436
Interest income	(66)	(258)
Interest expense	265	635
	5,488	3,917
Changes in working capital		
Inventories	2,593	(808)
Receivables	6,240	(2,294)
Payables	4,638	1,199
Cash generated from operations	18,959	2,014
Tax paid	(77)	(86)
Net cash from operating activities	18,882	1,928
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of plant, property and equipment	(93)	(1,811)
Additions of Intangible Assets	(99)	-
Interest received	66	258
Net cash used in investing activities	(126)	(1,553)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from share issue	-	22,100
Share issue expenses	-	(1,474)
Net (decrease)/increase in short-term borrowings	(15,272)	114
Net decrease in hire purchase	(61)	(98)
Net decrease in term loans	(3,153)	(782)
Interest paid	(265)	(635)
Net cash (used in)/from financing activities	(18,751)	19,225
NET INCREASE IN CASH AND CASH EQUIVALENTS	5	19,600
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	14,053	12,663
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	14,058	32,263
Cash and cash equivalents comprise:		
Fixed and short-term deposits with licensed banks	7,270	32,723
Cash and bank balances	6,789	2,463
Bank overdraft	(1)	(650)
	14,058	34,536
Fixed deposits with pledge with licensed banks	-	(2,273)
	14,058	32,263

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.



SLP Resources Berhad

(Company No.: 663862-H)

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

PART 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 statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements. The preparation of interim financial statements in conformity with FRS 134 – Interim Financial Reporting, 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 statements contain 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 statements and notes thereon do not include all the information required for a full set of financial statements prepared in accordance with FRSs.

A2. Changes in Accounting Policies

The accounting policies adopted by the Group in these interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2008.

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 2008 were not subject to any qualification.

A4. Seasonal or Cyclical Factors

The Group’s performance is not significantly affected by seasonal or cyclical factors.

A5. Unusual Items

There were no unusual item affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial year-to-date.

A6. Changes in Estimates

There were no material changes in estimates of amount reported in prior interim period or financial period that have a material effect in the current quarter and financial year-to-date results.



SLP Resources Berhad

(Company No.: 663862-H)

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

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

A7. Changes in Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial year-to-date ended 31 March 2009.

A8. Dividend Paid

No dividend was paid in the current quarter ended 31 March 2009.

A9. Segment Reporting

The Group's business is mainly confined to one business segment in the manufacturing, distributing and exporting of plastic packaging products and plastic related goods, as well as trading of polymer.

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers as follows:-

Countries	Current Quarter Ended 31 March 2009 RM'000		Preceding Year Corresponding Period Ended 31 March 2008 RM'000	
Malaysia	16,805	58.9%	30,828	64.2%
Japan	7,642	26.8%	8,099	16.9%
UK, Germany and Denmark	1,446	5.1%	2,747	5.7%
Australia	712	2.5%	2,377	5.0%
Norway	919	3.2%	1,401	2.9%
Thailand	142	0.5%	1,509	3.1%
Indonesia	137	0.5%	494	1.0%
Others*	720	2.5%	575	1.2%
Total	28,523	100.0%	48,030	100.0%

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

A10. Valuation of Property, Plant and Equipment

The valuations of land and building have been brought forward, without amendment from the audited financial statements for the year ended 31 December 2008.



SLP Resources Berhad

(Company No.: 663862-H)

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

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

A11. Events subsequent to the Balance Sheet date

There were no material events subsequent to the end of the financial period ended 31 March 2009 that have not been reflected in the interim financial statements as at the date of this report.

A12. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter under review.

A13. Changes in contingent liabilities or contingent assets

The Company has issued corporate guarantees to financial institutions for banking facilities granted to its subsidiaries up to limits of RM114.1million as at 31 March 2009 of which approximately RM21.0 million was utilised as at 31 March 2009.

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

	Approved and Contracted for RM'000	Approved and Not Contracted for RM'000
A piece of industrial land	<u>444</u>	<u>-</u>



SLP Resources Berhad

(Company No.: 663862-H)

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

PART 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 revenue of RM28.5 million, representing a decrease of approximately 40.6% from RM48.0 million recorded in the preceding year corresponding quarter. This was due largely to the drop in domestic trading of resins in both the sales volume and selling prices. For the current quarter under review, export sales contributed approximately RM11.7 million or approximately 41.1% with the remainder contributed by domestic sales.

In line with lower and stable purchase prices of plastic resins which are the core materials consumed, the Group recorded higher profit before tax of approximately RM3.6 million, representing an increase of approximately 73.5% from RM2.1 million recorded in the preceding year corresponding quarter.

B2. Variation of Results against Preceding Quarter

	Current Quarter ended 31 Mar 2009 RM'000	Preceding Quarter ended 31 Dec 2008 RM'000	Variance RM'000	%
Revenue	28,523	43,872	(15,349)	(35.0)
Profit Before Tax	3,650	285	3,365	1,180.7

For the current quarter under review, the Group's revenue of approximately RM28.5 million was approximately 35.0% lower compared with the revenue of approximately RM43.9 million recorded in the preceding quarter due to lower selling price polymer products namely plastic resins in line with lower average purchase prices of plastic resins.

The Group's profit before tax of approximately RM3.6 million was approximately 1,181% higher than the profit before tax of RM0.3 million recorded in the preceding quarter due largely to lower cost of raw materials, in particular, plastic resins. The provision of unrealised loss in foreign currency term loans of approximately RM1.9 million and the provision of doubtful debts of RM0.5 million in the preceding quarter has contributed to lower profit before tax recorded in the preceding quarter.

B3. Current Year Prospects

With the Group's on-going research and development of new plastic packaging films coupled with the current stable and lower prices of plastic resins, the main raw materials for the Group's products, the Board expects the performance of the Group in the financial year ending 31 December 2009 to remain satisfactory given the present economic situation.

B4. Variance between Actual Profit and Forecast Profit

Not applicable.



SLP Resources Berhad

(Company No.: 663862-H)

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

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

B5. Taxation

	Current Quarter Ended 31 March 2008 RM'000	Current Year To Date Ended 31 March 2008 RM'000
Income tax		
Current year	325	325
Prior year	-	-
	<hr/> 325	<hr/> 325
Deferred tax		
Current year	23	23
Prior year	(48)	(48)
	<hr/> 300	<hr/> 300

The deferred tax liabilities arose from capital allowances over depreciation of qualifying plant and equipment. However, the reversal of prior year deferred tax liabilities arose from depreciation over capital allowances 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 of the subsidiaries of the Group under the Income Tax Act, 1967.

B6. Unquoted investments and properties

Save for the acquisition of an adjacent industrial land, known as No. H.S. (M) 14112 P.T. 34D Tempat Kawasan Perusahaan Kulim, Bandar Kulim, Daerah Kulim, Negeri Kedah Darulaman for RM634,800 by Sinliplas Holding Sdn. Bhd. ("SHSB"), a wholly-owned subsidiary, there were no purchases or sale of unquoted investments and properties in the current quarter ended 31 March 2009.

B7. Quoted Investments

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

Details of quoted investment:-

	31.03.2009 RM'000	31.12.2008 RM'000
At cost	177	177
At book value	75	75
At market value	49	75



SLP Resources Berhad

(Company No.: 663862-H)

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

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

B8. Status of Corporate Proposals

There was no corporate proposal announced or not completed as at the date of this interim financial report.

The Rights Issue and Public Issue in conjunction with the Company's listing on Bursa Securities on 12 March 2008 raised total proceeds of RM22.115 million which have been fully utilised in the following manner:-

	Intended Timeframe for Utilisation from Date of Listing	Proposed Utilisation RM'000	Actual Utilisation RM'000	Deviation RM'000
Repayment of bank borrowings	3 months	5,000	5,000	-
Purchase of machinery/ equipment	12 months	6,000	3,827	(2,173)
Working capital	6 months	9,115	9,498	2,556
Share issue/ listing expenses	3 months	2,000	1,617	(383)
Total		22,115	19,942	-

Notes:

- The actual share issue/ listing expenses were lower than the budget. As such, the unutilised balance of proceeds of approximately RM383,000 was utilised for working capital purposes.
- The Board had on, 25 February 2009, approved the variation in the unutilised balance of the proceeds of RM2.173 million for the purchase of machinery/ equipment to working capital purposes. The excess balance of RM2.173 million for the purchase of machinery/ equipment was because of lower actual price paid for a machine acquired as compared to the initial estimated price. The Company had notified the Securities Commission on the variation of the utilisation of proceeds.

B9. Borrowings and debt Securities

The Group's borrowings as at 31 March 2009 are as follows:-

	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings:-			
Bank overdraft	1	-	1
Bankers' acceptances	-	4,980	4,980
Hire Purchase	206	-	206
Term loans	5,567	-	5,567
	5,774	4,980	10,754
Long term borrowings:-			
Hire Purchase	28	-	28
Term loans	10,302	-	10,302
	10,330	-	10,330
Total	16,104	4,980	21,084

Included in the Group's bank borrowings are foreign currency borrowings denominated in USD and JPY of approximately RM13.72 million (comprising approximately USD0.6 million and JPY312 million).



SLP Resources Berhad

(Company No.: 663862-H)

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

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

B10. Off Balance Sheet Financial Instruments

Unrecognised financial instruments

The contracted amount and fair value of financial instruments not recognised in the balance sheet as at the latest practicable date of 21 May 2009 were as follows:-

Forward foreign exchange contracts	RM'000
Contracted value	1,634
Unrealised gain/ (loss)	200
Fair value	<u>1,834</u>

B11. Material Litigation

On 14 December 2006, the Plaintiff via its solicitors, Ong & Manecksha issued a notice of demand to the Defendant claiming for outstanding sum of USD397,082.18 for goods sold. On 5 February 2006, the Defendant paid a sum of USD177,567.03 to the Plaintiff. On 1 November 2007, the Plaintiff via the advice of its solicitors, Ong & Manecksha, appointed Seitz, Weckbach, Fent & Fackler, the solicitors based in Germany to continue with legal proceedings to recover the balance outstanding sum.

The Plaintiff's Solicitors are of the opinion that the Plaintiff is entitled to the payment claimed as the delivery of the Plaintiff's goods to the Defendant was properly executed. Factual and legal defects were not sufficiently substantiated by the Defendant. Ancillary obligations were not violated by the Plaintiff, especially in the context of the delivery. The payment claims therefore exist. The legal situation is to be seen under Malaysian law because the typical performance is to be effected by the producer, i.e. the Plaintiff. Decisive, therefore, is the laws of the headquarters of the Plaintiff, according to Art 28 (2) German Rules of Conflict of Laws. Since Malaysia is not a contracting party of the UN-Sales Convention (CISG), the claims of the Plaintiff are to be decided exclusively under Malaysian law. According thereto the claims of the plaintiff exist. The Defendant is not entitled to any reduction for damages. This is especially so, since under Malaysian Law goods have to be rejected immediately when the defects are first known.

The case has been transferred from the Court in Memingen, Germany to the Court in Traunstein, Germany due to internal court reasons. The Defendant had filed an appearance but no defence as yet.

Pending the judgement of the above legal case, the Group has made full provision for the above long overdue debts in its audited financial statements for the financial years ended 31 December 2007 and 31 December 2008.



SLP Resources Berhad

(Company No.: 663862-H)

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

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

B12. Proposed Dividend

There was no dividend proposed or declared in the current quarter ended 31 March 2009.

B13. Earnings Per Share

	Individual Quarter		Cumulative Quarters	
	Current Quarter Ended 31.03.2009	Preceding Year Corresponding Quarter Ended 31.03.2008	Current Year Ended 31.03.2009	Preceding Year Corresponding Period Ended 31.03.2008
BASIC EARNINGS PER SHARE				
Profit attributable to ordinary Equity holders of the Company (RM)	3,350	2,001	3,350	2,001
Weighted average number of Ordinary shares in issue ('000)	106,000	85,714	106,000	85,714
Basic Earnings per Share (sen)	3.16	2.33	3.16	2.33

There was no dilutive earnings per share as there were no potential dilutive ordinary shares outstanding as at the end of the current period under review.

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

	Number of Shares '000	Date of Issue	Number of days to 31.03.2009	Weighted average number of shares '000
At 1 January 2009/31 March 2009	106,000		90	106,000
	Number of Shares '000	Date of Issue	Number of days to 31.03.2008	Weighted average number of shares '000
At 1 January 2008	80,000		91	80,000
New ordinary shares issued pursuant to the Public Issue	26,000	12.03.2008	20	5,714
Weighted average number of RM0.50 Each				85,714

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.