



TEXCHEM RESOURCES BHD (16318-K)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2009

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED INCOME STATEMENT (UNAUDITED)

for the quarter and twelve months ended 31 December 2009

		3 months ended 31 December		12 months ended 31 December	
	Note	2009 RM'000	2008 RM'000	2009 RM'000	2008 RM'000
Revenue	8	286,842	290,548	1,154,927	1,430,246
Cost of sales	27	(229,973)	(240,408)	(933,157)	(1,198,074)
Gross profit		56,869	50,140	221,770	232,172
Distribution costs	27	(25,470)	(24,435)	(109,644)	(106,648)
Administrative and other operating expenses	27	(30,906)	(29,357)	(111,921)	(113,235)
Other operating income		3,048	2,173	11,371	13,206
Operating profit/(loss)	8	3,541	(1,479)	11,576	25,495
Finance costs		(3,419)	(3,968)	(14,660)	(17,054)
Share of loss after tax and minority interest of equity accounted associates		(293)	(2,282)	(2,239)	(6,077)
(Loss)/Profit before taxation		(171)	(7,729)	(5,323)	2,364
Taxation	18	(1,337)	2,360	(5,455)	(4,169)
Loss for the period/year		(1,508)	(5,369)	(10,778)	(1,805)
Attributable to:					
Shareholders of the Company		(1,389)	(3,944)	(9,586)	(1,397)
Minority interest		(119)	(1,425)	(1,192)	(408)
Loss for the period/year		(1,508)	(5,369)	(10,778)	(1,805)
Basic loss per share attributable to shareholders of the Company (sen)	26	(1.12)	(3.18)	(7.72)	(1.13)

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

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED BALANCE SHEET (UNAUDITED)

At 31 December 2009

	Note	31 December 2009 (Unaudited) RM'000	31 December 2008 (Audited) RM'000
ASSETS			
Property, plant and equipment		190,584	205,193
Prepaid land lease payments		16,295	16,455
Investments in associates		19,467	21,706
Other investment		-	3,500
Intangible assets		54,930	54,930
Deferred tax assets		1,665	1,047
Total non-current assets		282,941	302,831
Receivables, deposits and prepayments		227,155	214,899
Inventories		66,434	80,805
Current tax assets		9,923	10,682
Cash and cash equivalents		64,590	60,222
Total current assets		368,102	366,608
TOTAL ASSETS		651,043	669,439
EQUITY			
Share capital		124,099	124,099
Reserves		32,402	44,323
Total equity attributable to shareholders of the Company		156,501	168,422
Minority interest		35,943	38,851
TOTAL EQUITY		192,444	207,273
LIABILITIES			
Borrowings	22	102,712	119,236
Deferred tax liabilities		5,508	7,007
Deferred liability		4,999	4,760
Total non-current liabilities		113,219	131,003
Payables, accruals and provision		160,879	151,997
Borrowings	22	180,816	173,547
Current tax liabilities		1,824	1,896
Dividend payable		1,861	3,723
Total current liabilities		345,380	331,163
TOTAL LIABILITIES		458,599	462,166
TOTAL EQUITY AND LIABILITIES		651,043	669,439

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

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
for the twelve months ended 31 December 2009

	<----- Attributable to shareholders of the Company ----->					
	<----- Non-distributable ----->		<- Distributable ->		Minority interest RM'000	Total equity RM'000
	Share Capital RM'000	Share premium & other capital reserves RM'000	Retained earnings RM'000	Sub-total RM'000		
At 1 January 2009	124,099	29,598	14,725	168,422	38,851	207,273
Foreign exchange translation differences	-	2,571	-	2,571	125	2,696
Loss for the year	-	-	(9,586)	(9,586)	(1,192)	(10,778)
Dividends	-	-	(4,654)	(4,654)	(2,412)	(7,066)
Effect of acquiring additional interest in a subsidiary	-	-	(252)	(252)	252	-
Shares issued to a minority shareholder	-	-	-	-	319	319
Transfer to capital reserves	-	86	(86)	-	-	-
At 31 December 2009	124,099	32,255	147	156,501	35,943	192,444

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

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
for the twelve months ended 31 December 2008

	<----- Attributable to shareholders of the Company ----->					
	<----- Non-distributable ----->		<- Distributable ->		Minority interest RM'000	Total equity RM'000
	Share Capital RM'000	Share premium & other capital reserves RM'000	Retained earnings RM'000	Sub-total RM'000		
At 1 January 2008	124,099	29,704	23,859	177,662	44,878	222,540
Foreign exchange translation differences	-	(774)	-	(774)	(162)	(936)
Loss for the year	-	-	(1,397)	(1,397)	(408)	(1,805)
Dividends	-	-	(9,233)	(9,233)	(2,720)	(11,953)
Dividends paid to an affiliate in prior years adjusted on consolidation	-	-	2,223	2,223	-	2,223
Effect of acquiring additional interest in subsidiaries	-	-	(119)	(119)	(2,737)	(2,856)
Transfer to capital reserves	-	608	(608)	-	-	-
Effect of change in statutory tax rate on revaluation reserve	-	60	-	60	-	60
At 31 December 2008	124,099	29,598	14,725	168,422	38,851	207,273

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

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)
for the twelve months ended 31 December 2009

	12 months ended 31 December	
	2009	2008
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(5,323)	2,364
Adjustments for:		
Non-cash items	41,972	40,692
Non-operating items	14,269	16,779
Operating profit before changes in working capital	50,918	59,835
Net changes in working capital	13,525	13,627
Cash generated from operations	64,443	73,462
Income tax paid	(6,796)	(7,936)
Directors' retirement/resignation benefits paid	(773)	(432)
Net cash generated from operating activities	56,874	65,094
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash used in investing activities	(19,077)	(58,573)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net cash used in financing activities	(31,421)	(1,187)
Net increase in cash and cash equivalents	6,376	5,334
Effects of exchange differences on cash and cash equivalents	68	85
Cash and cash equivalents at 1 January	51,420	46,001
Cash and cash equivalents at 31 December	57,864	51,420

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)
for the twelve months ended 31 December 2009 (Cont'd)

Cash and cash equivalents included in the condensed consolidated cash flow statement comprise the following balance sheet amounts:

	Note	31 December 2009 RM'000	31 December 2008 RM'000
Short term deposit with licensed banks (excluding debt service reserve account)		1,762	5,326
Cash and bank balances		61,881	53,681
Bank overdrafts	22	<u>(5,779)</u>	<u>(7,587)</u>
		<u>57,864</u>	<u>51,420</u>

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

TEXCHEM RESOURCES BHD
PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

1. Basis of preparation

The interim financial statements are unaudited and have been prepared in compliance with FRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2008. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2008.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2008.

At the date of authorisation of these interim financial statements, the following Financial Reporting Standards (“FRSs”), amendments to FRSs and IC Interpretations which are applicable to the Group have been issued by the MASB but not yet effective:

FRSs/Interpretations		Effective date
FRS 1	First-time Adoption of Financial Reporting Standards	1 July 2010
FRS 3	Business Combinations	1 July 2010
FRS 7	Financial Instruments: Disclosure	1 January 2010
FRS 8	Operating Segments	1 July 2009
FRS 101	Presentation of Financial Statements	1 January 2010
FRS 123	Borrowings Costs	1 January 2010
FRS 127	Consolidated and Separate Financial Statements	1 July 2010
FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards	1 January 2010
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2010 and 1 July 2010
Amendments to FRS 7	Financial Instruments: Disclosures	1 January 2010
Amendments to FRS 8	Operating Segments	1 January 2010
Amendments to FRS 107	Statement of Cash Flows	1 January 2010
Amendments to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2010
Amendments to FRS 110	Events after the Reporting Period	1 January 2010
Amendments to FRS 116	Property, Plant and Equipment	1 January 2010
Amendments to FRS 117	Leases	1 January 2010
Amendments to FRS 118	Revenue	1 January 2010
Amendments to FRS 119	Employee Benefits	1 January 2010

TEXCHEM RESOURCES BHD
PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

1. **Basis of preparation (Cont'd)**

FRSs/Interpretations	Effective date
Amendments to FRS 120 Accounting for Government Grants and Disclosure of Government Assistance	1 January 2010
Amendments to FRS 123 Borrowing Costs	1 January 2010
Amendments to FRS 127 Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2010
Amendments to FRS 128 Investments in Associates	1 January 2010
Amendments to FRS 129 Financial Reporting in Hyperinflationary Economies	1 January 2010
Amendments to FRS 131 Interest in Joint Ventures	1 January 2010
Amendments to FRS 132 Financial Instruments: Presentation	1 January 2010
Amendments to FRS 134 Interim Financial Reporting	1 January 2010
Amendments to FRS 136 Impairment of Assets	1 January 2010
Amendments to FRS 138 Intangible Assets	1 January 2010 and 1 July 2010
Amendments to FRS 139 Financial Instruments: Recognition and Measurement	1 January 2010
Amendments to FRS 140 Investment Property	1 January 2010
IC Interpretation 9 Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10 Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 16 Hedges of a Net Investment in a Foreign Operation	1 July 2010
Amendments to IC Interpretation 9 Reassessment of Embedded Derivatives	1 January 2010 and 1 July 2010

The Group plans to apply the abovementioned standards, amendments and interpretations:

- from the annual period beginning 1 January 2010 for those standards, amendments or interpretations that will be effective for annual periods beginning on or after 1 July 2009 or 1 January 2010, and
- from the annual period beginning 1 January 2011 for those standards, amendments or interpretations that will be effective for annual periods beginning on or after 1 July 2010.

The initial application of a standard, an amendment or an interpretation, which will be applied prospectively, is not expected to have any financial impact to the current and prior periods financial statements upon their first adoption.

The impact on initial application of a standard, an amendment or an interpretation, which will be applied retrospectively, are disclosed below:

TEXCHEM RESOURCES BHD
PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

1. **Basis of preparation (Cont'd)**

Improvements to FRSs (2009) contain various amendments that result in accounting changes for presentation, recognition or measurement and disclosure purposes. The amendment that has an impact to the Group relates to FRS 118, Revenue.

The amendments to FRS 118, Revenue which is applicable for annual periods beginning on or after 1 January 2010 clarifies the distinction between when an entity is acting as a principal and an agent. The adoption of this FRS will result in a change in accounting policy which will be applied retrospectively in accordance with the transitional provisions. This change in accounting policy will affect the presentation of revenue from a gross presentation to a net presentation. As the change only affects the presentation of revenue, there is no impact to the financial results of the Group.

Other than the amendments to FRS 118, the adoption of the abovementioned FRSs/Interpretations are not expected to have any material impact on the interim financial statements of the Group.

The impact of applying FRS 7 and FRS 139 on the financial statements upon first adoption as required by paragraph 30(b) of FRS 108, Accounting Policies, Changes in Accounting Estimates and Errors is not disclosed by virtue of the exemption given in FRS 139.103AB.

2. **Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the year ended 31 December 2008 was not qualified.

3. **Seasonality and cyclicity of interim operations**

The Group's operations were not significantly affected by any unusual seasonal or cyclical factors.

TEXCHEM RESOURCES BHD
PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

4. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the quarter and twelve months ended 31 December 2009 and 2008 except for the following:

	3 months ended 31 December		12 months ended 31 December	
	2009	2008	2009	2008
	RM'000	RM'000	RM'000	RM'000
Impairment loss:				
- Investment in unquoted bond	2,550	-	3,500	-
- Property, plant and equipment	545	1,667	1,090	1,667
Share of loss on closure of an associate	-	1,904	-	6,591
	<u>3,095</u>	<u>3,571</u>	<u>4,590</u>	<u>8,258</u>

5. Changes in estimates

There were no changes in estimates that have had a material effect during the quarter and twelve months ended 31 December 2009.

6. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities by the Company during the quarter and twelve months ended 31 December 2009 save as disclosed in Note 21 of the Additional Information required by the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

7. Dividend paid

During the twelve months ended 31 December 2009, the Company had paid the following dividends:-

- i) the second interim dividend of 4 sen per share less 25% tax, amounting to RM3,723,000 in respect of the financial year ended 31 December 2008 on 9 January 2009.
- ii) the first interim dividend of 3 sen per share less 25% tax, amounting to RM2,792,000 in respect of the financial year ended 31 December 2009 on 25 August 2009.

TEXCHEM RESOURCES BHD
PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

8. Segmental information

Segment information is presented in respect of the Group's business segments, which is based on the Company's management and internal reporting structure. Inter-segment pricing is determined based on negotiated terms.

Segment revenue	3 months ended 31 December		12 months ended 31 December	
	2009	2008	2009	2008
	RM'000	RM'000	RM'000	RM'000
Industrial	135,133	125,865	521,738	746,157
Packaging	50,430	44,098	176,449	220,735
Family Care	34,549	30,335	155,088	133,501
Food	68,496	91,023	306,036	333,683
	<u>288,608</u>	<u>291,321</u>	<u>1,159,311</u>	<u>1,434,076</u>
Eliminations	(1,766)	(773)	(4,384)	(3,830)
Group revenue	<u>286,842</u>	<u>290,548</u>	<u>1,154,927</u>	<u>1,430,246</u>
Segment results				
Industrial	4,528	657	10,783	15,249
Packaging	256	(3,397)	(3,335)	4,921
Family Care	51	(1,233)	4,941	3,747
Food	2,086	3,520	7,671	7,216
Investment Holding	(3,380)	(1,026)	(8,484)	(5,638)
Operating profit/(loss)	<u>3,541</u>	<u>(1,479)</u>	<u>11,576</u>	<u>25,495</u>

9. Carrying amount of revalued assets

The valuations of property, plant and equipment have been brought forward without amendments from the financial statements for the year ended 31 December 2008.

TEXCHEM RESOURCES BHD
PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

10. Material events subsequent to the balance sheet date

There were no material events which occurred subsequent to the balance sheet date until the date of this announcement.

11. Changes in composition of the Group for the twelve months ended 31 December 2009

There were no changes in the composition of the Group since the last quarter.

12. Changes in contingent liabilities

As at 31 December 2009, the Company has issued corporate guarantees amounting to RM231.1 million (31.12.08 : RM206.6 million) as security for banking facilities granted to its subsidiaries of which RM43.8 million were utilised as at 31 December 2009 (31.12.08 : RM59.2 million).

The Group has issued corporate guarantees to certain suppliers for an amount of RM35.7 million (31.12.08: RM33.5 million).

13. Commitments

	31 December 2009	31 December 2008
	RM'000	RM'000
Property, plant and equipment		
Contracted but not provided for in the financial statements – within one year	7,046	2,705
Approved but not contracted for	2,329	1,266
	<u>9,375</u>	<u>3,971</u>

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES
BERHAD

14. **Performance review**

(a) Current quarter compared with previous corresponding quarter

The Group's revenue for the current quarter of RM286.8 million was a marginal decrease of 1% compared to RM290.5 million reported in the corresponding quarter last year. The lower revenue was due to the lower sales volume in the Food Division.

However, the Group recorded a lower pre-tax loss of RM0.2 million against pre-tax loss of RM7.7 million in the corresponding quarter mainly attributable to a significant improvement in economic conditions except for the Food Division, which experienced lower landings in its fish procurement business.

(b) Current financial year compared with previous corresponding financial year

The Group recorded a revenue of RM1.2 billion and a pre-tax loss of RM5.3 million against the revenue of RM1.4 billion and pre-tax profit of RM2.4 million for last year. The pre-tax loss was mainly due to the sharp contraction in revenue during the first quarter of 2009 resulting from the severe impact of the global economic crisis. Since then, the Group has recorded sequential quarterly growth. Nevertheless, despite the improvement in market demand, the Group's business activity level is still below the pre-crisis level recorded in the preceding year. However, the Group was able to maintain an improved working capital position as net cash generated from operations was RM56.9 million during the year despite the pre-tax loss incurred.

15. **Variation of results against preceding quarter**

The comparison of the Group's revenue and (loss)/profit before taxation for the current and preceding quarters are as follows:

	<-----2009----->		Variance	
	Quarter 4	Quarter 3	RM'000	%
	RM'000	RM'000		
Revenue	286,842	318,393	(31,551)	(9.9%)
(Loss)/Profit before taxation	(171)	2,699	(2,870)	(106.3%)

The Group's revenue decreased by 9.9% mainly due to lower sales in the Industrial, Family Care and Food Divisions during the quarter. The pre-tax loss of RM0.2 million was mainly due to the provision for impairment on unquoted bond and property, plant and equipment totalling to RM3.1 million as disclosed in Note 4.

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES
BERHAD

16. Prospects for 2010

The Group expects the business environment to improve gradually, though market conditions still remain uncertain. Nevertheless, the Group will continue to adopt a prudent approach towards capital expenditure while focusing on cost reductions and improving its working capital management to improve liquidity throughout this difficult period.

17. Profit forecast

Not applicable as no profit forecast was published.

18. Tax expense

	3 months ended 31 December		12 months ended 31 December	
	2009	2008	2009	2008
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
- current period/year	815	(1,627)	4,737	3,095
- prior period/year	362	(374)	(123)	(134)
Overseas				
- current period/year	993	319	2,382	2,176
- prior period/year	(11)	39	447	(3)
	2,159	(1,643)	7,443	5,134
Deferred tax expense	(822)	(717)	(1,988)	(965)
	1,337	(2,360)	5,455	4,169

The effective tax rates were higher than the statutory tax rate mainly due to the losses which cannot be set-off against taxable profits made by subsidiaries and certain expenses which are not tax deductible.

19. Unquoted investments and properties

There were no disposals of unquoted investments and properties during the quarter and twelve months ended 31 December 2009.

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES
BERHAD

20. Quoted investments

There were no purchases and disposals of quoted securities during the quarter and twelve months ended 31 December 2009.

21. Status of corporate proposal

The status of the Group's corporate proposal is as follows:

A. Proposed Issuance of Private Debt Securities of up to RM100 million

On 31 March 2009, the limit of the Commercial Papers has been reduced from RM85 million to RM70 million of which the RM70 million has been fully issued as at to date in accordance with the Commercial Papers and/or Medium Term Notes Programme.

B. Proposed Voluntary Delisting of Texchem-Pack Holdings (S) Ltd., an approximately 70.48% owned subsidiary of TRB

On 8 February 2010, TRB announced that it has presented a formal proposal ("Delisting Proposal") to the board of directors of Texchem-Pack Holdings (S) Ltd. ("Texchem-Pack"), to seek the voluntary delisting of Texchem-Pack ("Delisting") from the Official List of the Singapore Exchange Securities Trading Limited ("SGX-ST") pursuant to Rules 1307 and 1309 of the Listing Manual of the SGX-ST.

Under the Delisting Proposal, Oversea-Chinese Banking Corporation Limited, for and on behalf of TRB, will make an exit offer to acquire all the issued ordinary shares in the capital of Texchem-Pack ("Shares"), other than the Shares already owned, controlled or agreed to be acquired by TRB, its nominees and persons acting in concert with it.

The board of directors of Texchem-Pack has on 8 February 2010 considered the Delisting Proposal and has resolved to convene an extraordinary general meeting of Texchem-Pack in due course to seek the approval of the shareholders of Texchem-Pack for the Delisting and to make an application to the SGX-ST for the Delisting.

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES
BERHAD

22. Borrowings

	31 December 2009 RM'000	31 December 2008 RM'000
Current:		
Unsecured		
Bank overdrafts	5,779	7,587
Bankers' acceptances	59,420	61,814
Revolving credit	81,368	75,568
Term loans	9,021	8,582
Commercial papers *	20,000	10,000
Trust receipts	3,850	7,740
Foreign currency trade line	420	1,162
Finance lease liabilities	958	1,094
Total	180,816	173,547
Non-current:		
Unsecured		
Commercial papers *	50,000	70,000
Term loans	16,440	12,514
Collateralised loan obligations	35,000	35,000
Finance lease liabilities	1,272	1,722
Total	102,712	119,236

* The commercial papers were issued under a 7-year underwriting programme and the amount will be fully redeemed upon maturity.

Borrowings denominated in foreign currencies are as follows:

	31 December 2009 RM'000	31 December 2008 RM'000
Current:		
Unsecured		
Thai Baht	3,712	5,116
Singapore Dollar	10,957	2,051
United States Dollar	4,825	8,883
Indonesian Rupiah	2,879	1,668
Vietnamese Dong	1,716	3,743
Hong Kong Dollar	3	-
	24,092	21,461

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES
BERHAD

22. Borrowings (Cont'd)

	31 December 2009 RM'000	31 December 2008 RM'000
Non-current:		
Unsecured		
Thai Baht	4,378	4,707
Singapore Dollar	1,944	2,964
United States Dollar	3,797	-
Hong Kong Dollar	10	-
	<u>10,129</u>	<u>7,671</u>

23. Off balance sheet financial instruments

There were no off balance sheet financial instrument not recognised in the balance sheet as at 31 December 2009.

24. Changes in material litigation

There were no material litigation against the Group as at 31 December 2009.

25. Dividend

The second interim dividend of 2 sen less 25% tax in respect of the financial year ended 31 December 2009 (2008: 4 sen less 25% tax) was declared on 15 December 2009 and paid on 19 January 2010. The entitlement date was fixed on 4 January 2010.

The total first and second interim dividend declared in respect of the financial year ended 31 December 2009 was 5 sen less 25% tax (2008: 6 sen less 26% tax and 4 sen less 25% tax).

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES
BERHAD

26. Basic loss per share

Basic loss per share of the Group is calculated by dividing the loss for the period/year attributable to the shareholders of the Company by the weighted average number of ordinary shares outstanding.

	3 months ended 31 December		12 months ended 31 December	
	2009 RM'000	2008 RM'000	2009 RM'000	2008 RM'000
Loss for the period/year attributable to shareholders of the Company	(1,389)	(3,944)	(9,586)	(1,397)
Weighted average number of ordinary shares in issue	124,099	124,099	124,099	124,099
Basic loss per share (sen)	(1.12)	(3.18)	(7.72)	(1.13)

27. Comparative figures

The following comparative figures have been reclassified to conform with the current period's presentation:

	As restated (RM'000)	As previously reported (RM'000)
<u>3 months ended 31 December 2008</u>		
Cost of sales	240,408	241,145
Distribution costs	24,435	22,030
Administrative and other operating expenses	29,357	31,025
<u>12 months ended 31 December 2008</u>		
Cost of sales	1,198,074	1,200,581
Distribution costs	106,648	102,473
Administrative and other operating expenses	113,235	114,903

BY ORDER OF THE BOARD

JONY RAW
COMPANY SECRETARY/CHIEF FINANCIAL OFFICER
Date: 25 February 2010