



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

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND THREE MONTHS ENDED 31 MARCH 2010**

**TEXCHEM RESOURCES BHD**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
for the quarter and three months ended 31 March 2010

	Note	3 months ended 31 March		3 months ended 31 March	
		2010 RM'000	2009 RM'000 (Restated)	2010 RM'000	2009 RM'000 (Restated)
<b>Revenue</b>	8,27	<b>252,468</b>	<b>216,804</b>	<b>252,468</b>	<b>216,804</b>
Cost of sales	27	(193,249)	(171,780)	(193,249)	(171,780)
<b>Gross profit</b>		<b>59,219</b>	<b>45,024</b>	<b>59,219</b>	<b>45,024</b>
Distribution costs		(28,489)	(26,757)	(28,489)	(26,757)
Administrative expenses		(30,235)	(25,736)	(30,235)	(25,736)
Other income		3,130	2,376	3,130	2,376
<b>Operating profit/(loss)</b>		<b>3,625</b>	<b>(5,093)</b>	<b>3,625</b>	<b>(5,093)</b>
Finance costs		(3,397)	(4,088)	(3,397)	(4,088)
Share of loss after tax and minority interest of equity accounted associates		(79)	(790)	(79)	(790)
<b>Profit/(Loss) before taxation</b>	8	<b>149</b>	<b>(9,971)</b>	<b>149</b>	<b>(9,971)</b>
Tax expense	18	(2,021)	(1,294)	(2,021)	(1,294)
<b>Loss for the period</b>		<b>(1,872)</b>	<b>(11,265)</b>	<b>(1,872)</b>	<b>(11,265)</b>
<b>Attributable to:</b>					
Shareholders of the Company		(1,523)	(9,232)	(1,523)	(9,232)
Minority interest		(349)	(2,033)	(349)	(2,033)
<b>Loss for the period</b>		<b>(1,872)</b>	<b>(11,265)</b>	<b>(1,872)</b>	<b>(11,265)</b>
<b>Other comprehensive income, net of tax</b>					
Foreign currency translation differences for foreign operations		(3,421)	2,602	(3,421)	2,602
<b>Total comprehensive income for the period</b>		<b>(5,293)</b>	<b>(8,663)</b>	<b>(5,293)</b>	<b>(8,663)</b>
<b>Total comprehensive income attributable to:</b>					
Shareholders of the Company		(4,944)	(6,630)	(4,944)	(6,630)
Minority interest		(349)	(2,033)	(349)	(2,033)
		<b>(5,293)</b>	<b>(8,663)</b>	<b>(5,293)</b>	<b>(8,663)</b>
<b>Basic loss per share attributable to shareholders of the Company (sen)</b>	26	<b>(1.23)</b>	<b>(7.44)</b>	<b>(1.23)</b>	<b>(7.44)</b>

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this interim financial report.

**TEXCHEM RESOURCES BHD**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
 At 31 March 2010

	Note	31 March 2010 (Unaudited) RM'000	31 December 2009 (Audited) RM'000
<b>ASSETS</b>			
Property, plant and equipment		189,514	190,780
Prepaid land lease payments		16,198	16,295
Investments in associates		19,511	19,589
Other investment		-	-
Intangible assets		54,930	54,930
Deferred tax assets		1,653	1,727
<b>Total non-current assets</b>		<b>281,806</b>	<b>283,321</b>
Receivables, deposits and prepayments		214,351	224,294
Inventories		72,393	67,669
Current tax assets		12,326	14,530
Cash and cash equivalents		50,139	63,028
<b>Total current assets</b>		<b>349,209</b>	<b>369,521</b>
<b>TOTAL ASSETS</b>		<b>631,015</b>	<b>652,842</b>
<b>EQUITY</b>			
Share capital		124,099	124,099
Reserves		27,802	32,746
<b>Total equity attributable to shareholders of the Company</b>		<b>151,901</b>	<b>156,845</b>
Minority interest		35,207	35,868
<b>TOTAL EQUITY</b>		<b>187,108</b>	<b>192,713</b>
<b>LIABILITIES</b>			
Borrowings	22	80,563	102,513
Deferred tax liabilities		5,591	5,591
Deferred liability		4,506	4,998
<b>Total non-current liabilities</b>		<b>90,660</b>	<b>113,102</b>
Payables, accruals and provision		143,515	160,381
Borrowings	22	207,498	182,921
Current tax liabilities		2,234	1,863
Dividend payable		-	1,862
<b>Total current liabilities</b>		<b>353,247</b>	<b>347,027</b>
<b>TOTAL LIABILITIES</b>		<b>443,907</b>	<b>460,129</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>631,015</b>	<b>652,842</b>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this interim financial report.

**TEXCHEM RESOURCES BHD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
for the three months ended 31 March 2010

	<----- Attributable to shareholders of the Company ----->					
	<----- Non-distributable ----->		<- Distributable ->		Minority interest	Total equity
	Share Capital	Share premium & other capital reserves	Retained earnings/ (Accumulated Loss)	Sub-total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 January 2010</b>	124,099	32,631	115	156,845	35,868	192,713
Foreign exchange translation differences	-	(3,421)	-	(3,421)	(355)	(3,776)
Loss for the period	-	-	(1,523)	(1,523)	(349)	(1,872)
Subscription of shares in a subsidiary by a minority shareholder	-	-	-	-	43	43
<b>At 31 March 2010</b>	124,099	29,210	(1,408)	151,901	35,207	187,108

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this interim financial report.

**TEXCHEM RESOURCES BHD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
for the three months ended 31 March 2009

	<----- Attributable to shareholders of the Company ----->					
	<---- Non-distributable ---->		<- Distributable ->			Minority interest RM'000
	Share Capital RM'000	Share premium & other capital reserves RM'000	Retained earnings RM'000	Sub-total RM'000		
<b>At 1 January 2009</b>	124,099	29,598	14,725	168,422	38,851	207,273
Foreign exchange translation differences	-	2,602	-	2,602	451	3,053
Loss for the year	-	-	(9,232)	(9,232)	(2,033)	(11,265)
<b>At 31 March 2009</b>	124,099	32,200	5,493	161,792	37,269	199,061

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this interim financial report.

**TEXCHEM RESOURCES BHD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (UNAUDITED)**  
for the three months ended 31 March 2010

	<b>3 months ended 31 March</b>	
	<b>2010</b>	<b>2009</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit/(Loss) before taxation</b>	149	(9,971)
<b>Adjustments for:</b>		
Non-cash items	8,686	9,609
Non-operating items	3,337	4,046
	<hr/>	<hr/>
Operating profit before changes in working capital	12,172	3,684
Net changes in working capital	(14,356)	16,697
	<hr/>	<hr/>
Cash (used in)/generated from operations	(2,184)	20,381
Income tax refunded/(paid)	667	(2,285)
Directors' retirement/resignation benefits paid	(671)	(118)
	<hr/>	<hr/>
Net cash (used in)/generated from operating activities	(2,188)	17,978
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net cash used in investing activities	(7,879)	(3,764)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net cash used in financing activities	(7,549)	(22,657)
	<hr/>	<hr/>
<b>Net decrease in cash and cash equivalents</b>	(17,616)	(8,443)
Effects of exchange differences on cash and cash equivalents	(865)	673
<b>Cash and cash equivalents at 1 January</b>	54,388	51,420
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<b>Cash and cash equivalents at 31 March</b>	35,907	43,650
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**TEXCHEM RESOURCES BHD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (UNAUDITED)**  
for the three months ended 31 March 2010 (Cont'd)

Cash and cash equivalents included in the condensed consolidated statement of cash flow comprise the following statement of financial position amounts:

	<b>Note</b>	<b>31 March 2010 RM'000</b>	<b>31 March 2009 RM'000</b>
Short term deposit with licensed banks (excluding debt service reserve account)		3,360	-
Cash and bank balances		46,027	52,735
Bank overdrafts	22	<u>(13,480)</u>	<u>(9,085)</u>
		<u>35,907</u>	<u>43,650</u>

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this interim financial report.

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

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**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 2009. 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 2009.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2009, except for the adoption of the following new Financial Reporting Standards (“FRSs”), Amendments to FRSs and Interpretations by the Group with effect from 1 January 2010.

**FRSs, Amendments to FRSs and Interpretations**

FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (Revised 2009)
FRS 123	Borrowing Costs (Revised)
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 7	Financial Instruments: Disclosures
Amendments to FRS 8	Operating Segments
Amendments to FRS 107	Statement of Cash Flows
Amendments to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendments to FRS 110	Events after the Reporting Period
Amendments to FRS 116	Property, Plant and Equipment
Amendments to FRS 117	Leases
Amendments to FRS 118	Revenue
Amendments to FRS 119	Employee Benefits
Amendments to FRS 123	Borrowing Costs
Amendments to FRS 127	Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 128	Investments in Associates
Amendments to FRS 131	Interest in Joint Ventures
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 134	Interim Financial Reporting
Amendments to FRS 136	Impairment of Assets
Amendments to FRS 139	Financial Instruments: Recognition and Measurement
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment



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

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

Other than the application of FRS 8, FRS 101 and amendments to FRS 118, the application of the above FRSs, Amendments to FRSs and Interpretations did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.

(a) FRS 8: Operating Segments

FRS 8 requires segment information to be presented on a similar basis to that used for internal reporting purposes. As a result, the Group's segmental reporting had been presented based on the internal reporting to the chief operating decision maker who makes decisions on the allocation of resources and assesses the performance of the reportable segments. This standard does not have any impact on the financial position and results of the Group.

(b) FRS 101: Presentation of Financial Statements

FRS 101 separates owner and non-owner changes in equity. Therefore, the current consolidated statement of changes in equity only includes details of transactions with owners. All non-owner changes in equity are presented as a single line labeled as total comprehensive income. Comparative information, with exception of the requirements under FRS 139, had been re-presented so that it is also in conformity with the revised standard. This standard does not have any impact on the financial position and results of the Group.

(c) Amendments to FRS 118: Revenue

The amendments to FRS 118 clarify the distinction between when an entity is acting as a principal and an agent. The adoption of this guidance 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 and cost of sales, this standard does not have any impact on the financial position and results of the Group.

The following revised FRSs, new IC Interpretations and Amendments to FRSs have been issued by the MASB and are effective for annual periods commencing on or after 1 March 2010, 1 July 2010 and 1 January 2011, and have yet to be adopted by the Group.

FRS 3	Business Combinations (revised)
FRS 127	Consolidated and Separate Financial Statements (revised)
Amendments to FRS 138	Intangible Assets
Amendments to IC	Reassessment of Embedded Derivatives
Interpretation 9	
Amendments to FRS 7	Financial Instruments: Disclosures – Improving Disclosures about Financial Instruments

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

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

The initial application of the above FRSs and amendments to FRSs and Interpretation is not expected to have any significant impact on the Group.

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

The auditors' report on the financial statements for the year ended 31 December 2009 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.

**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 three months ended 31 March 2010.

**5. Changes in estimates**

There were no changes in estimates that have had a material effect during the quarter and three months ended 31 March 2010.

**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 three months ended 31 March 2010 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 quarter ended 31 March 2010, the Company had paid the second interim dividend of 2 sen per share less 25% tax, amounting to RM1,861,000 in respect of the year ended 31 December 2009 on 19 January 2010.

**TEXCHEM RESOURCES BHD**  
**PART A – EXPLANATORY NOTES PURSUANT TO FRS 134**
**8. Operating segments**

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.

	<b>Industrial RM'000</b>	<b>Packaging RM'000</b>	<b>Family Care RM'000</b>	<b>Food RM'000</b>	<b>Others RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b><u>3 months ended 31 March 2010</u></b>							
Revenue from external customers	92,731	48,655	40,253	70,829	-	-	252,468
Inter-segment revenue	654	36	9	-	-	(699)	-
<b>Total revenue</b>	<b>93,385</b>	<b>48,691</b>	<b>40,262</b>	<b>70,829</b>	<b>-</b>	<b>(699)</b>	<b>252,468</b>
Profit/(Loss) before share of loss after tax and minority interest of equity accounted associates	2,272	(1,292)	413	1,721	(2,886)		228
Share of loss after tax and minority interest of equity accounted associates	-	83	-	-	(162)		(79)
<b>Profit/(Loss) before tax</b>	<b>2,272</b>	<b>(1,209)</b>	<b>413</b>	<b>1,721</b>	<b>(3,048)</b>		<b>149</b>
Tax expense							(2,021)
<b>Loss for the year</b>							<b>(1,872)</b>

**TEXCHEM RESOURCES BHD**  
**PART A – EXPLANATORY NOTES PURSUANT TO FRS 134**
**8. Segmental information (Cont'd)**

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.

	<b>Industrial RM'000 (Restated)</b>	<b>Packaging RM'000</b>	<b>Family Care RM'000</b>	<b>Food RM'000</b>	<b>Others RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000 (Restated)</b>
<b>3 months ended 31 March 2009</b>							
Revenue from external customers	69,828	31,866	38,236	76,874	-	-	216,804
Inter-segment revenue	759	125	3	-	-	(887)	-
<b>Total revenue</b>	<b>70,587</b>	<b>31,991</b>	<b>38,239</b>	<b>76,874</b>	<b>-</b>	<b>(887)</b>	<b>216,804</b>
(Loss)/Profit before share of loss after tax and minority interest of equity accounted associates	(833)	(6,818)	964	716	(3,210)		(9,181)
Share of loss after tax and minority interest of equity accounted associates	-	(182)	-	-	(608)		(790)
<b>(Loss)/Profit before tax</b>	<b>(833)</b>	<b>(7,000)</b>	<b>964</b>	<b>716</b>	<b>(3,818)</b>		<b>(9,971)</b>
Tax expense							(1,294)
<b>Loss for the year</b>							<b>(11,265)</b>

**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 2009.

**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 except for the acquisition of the entire issued and paid-up share capital of Surimi Master Sdn Bhd by Texchem Food Sdn Bhd, a wholly-owned subsidiary of the Company for a total purchase consideration of RM300 on 23 March 2010. On 25 March 2010, Surimi Master Sdn Bhd changed its name to ASKA Marine Products Sdn Bhd.

**12. Changes in contingent liabilities or contingent assets**

There were no contingent liabilities or contingent assets in the Group since the last annual balance sheet date as at 31 December 2009.

**13. Commitments**

	31 March 2010 RM'000	31 December 2009 RM'000
Property, plant and equipment		
Contracted but not provided for in the financial statements – within one year	4,751	5,978
Approved but not contracted for	1,339	2,043
	6,090	8,021

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

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**14. Performance review**

The Group's revenue for the current quarter of RM252.5 million has shown an improvement of 16% compared to RM216.8 million reported in the corresponding quarter last year. The increase was due to an overall improvement in market conditions except for Food Division which experienced lower landings in marine products.

The Group recorded a pre-tax profit of RM149,000 against pre-tax loss of RM9.97 million in the corresponding quarter mainly attributable to improved sales turnover.

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

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

	<b>2010</b>	<b>2009</b>	<b>Variance</b>	
	<b>Quarter 1</b>	<b>Quarter 4</b>		
		(Restated)		
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	252,468	*252,678	(210)	-
Profit /(Loss) before taxation	149	(171)	320	187

A pre-tax profit of RM149,000 was recorded for the first quarter of 2010.

\* The revenue reported for the 4<sup>th</sup> quarter of 2009 was RM286,842,000. The revenue has been restated due to the adoption of the amendments to FRS118, Revenue as explained in Note 1(c).

**16. Prospects for 2010**

The Group expects the business environment to improve gradually, though challenging conditions will still prevail. Nevertheless, the Group will continue to adopt a prudent approach towards capital expenditure while focusing on cost reductions and internal efficiencies to improve its financial strength.

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

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**17. Profit forecast**

Not applicable as no profit forecast was published.

**18. Tax expense**

	3 months ended 31 March		3 months ended 31 March	
	2010	2009	2010	2009
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
- current period	1,630	1,196	1,630	1,196
Overseas				
- current period	314	163	314	163
	1,944	1,359	1,944	1,359
Deferred tax expense	77	(65)	77	(65)
	2,021	1,294	2,021	1,294

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 three months ended 31 March 2010.

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

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**20. Quoted investments**

There were no purchases and disposals of quoted securities during the quarter and three months ended 31 March 2010.

**21. Status of corporate proposal**

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

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

On 31 March 2010, the limit of the Commercial Papers has been further reduced from RM70 million to RM50 million of which the RM50 million has been fully issued as at todate 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 the Company**

On 8 February 2010, the Company 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 the Company, 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 the Company, 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.

The completion of the proposed Delisting is still pending as of todate.



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

**22. Borrowings**

	<b>31 March 2010 RM'000</b>	<b>31 December 2009 RM'000</b>
<b>Current:</b>		
Unsecured		
Bank overdrafts	13,480	7,691
Bankers' acceptances	61,504	57,682
Revolving credit	93,293	82,045
Term loans	7,792	8,540
Commercial papers *	20,000	20,000
Trust receipts	9,538	3,850
Foreign currency trade line	570	1,742
Short-term loans	343	416
Finance lease liabilities	978	955
<b>Total</b>	<b>207,498</b>	<b>182,921</b>
<b>Non-current:</b>		
Unsecured		
Commercial papers *	30,000	50,000
Term loans	14,069	16,239
Collateralised loan obligations	35,000	35,000
Finance lease liabilities	1,494	1,274
<b>Total</b>	<b>80,563</b>	<b>102,513</b>

\* 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:

	<b>31 March 2010 RM'000</b>	<b>31 December 2009 RM'000</b>
<b>Current:</b>		
Unsecured		
Thai Baht	5,951	3,709
Singapore Dollar	15,375	8,967
United States Dollar	6,349	10,583
Indonesian Rupiah	3,883	4,297
Vietnamese Dong	2,925	317
Hong Kong Dollar	3	3
<b>Total</b>	<b>34,486</b>	<b>27,876</b>

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

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**22. Borrowings (Cont'd)**

	<b>31 March 2010 RM'000</b>	<b>31 December 2009 RM'000</b>
<b>Non-current:</b>		
Unsecured		
Thai Baht	3,970	4,380
Singapore Dollar	1,593	1,944
United States Dollar	3,153	3,658
Hong Kong Dollar	8	10
	<b>8,724</b>	<b>9,992</b>

**23. Off balance sheet financial instruments**

There were no off balance sheet financial instrument not recognised in the balance sheet as at 31 March 2010.

**24. Changes in material litigation**

There were no material litigation against the Group as at 31 March 2010.

**25. Dividend**

No dividend has been proposed or declared for the quarter ended 31 March 2010.

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

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**26. Basic loss per share**

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

	3 months ended 31 March		3 months ended 31 March	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Loss for the period attributable to shareholders of the Company	(1,523)	(9,232)	(1,523)	(9,232)
Weighted average number of ordinary shares in issue	124,099	124,099	124,099	124,099
Basic loss per share (sen)	(1.23)	(7.44)	(1.23)	(7.44)

**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 March 2009</u>		
Revenue	216,804	242,797
Cost of sales	171,780	197,773

**BY ORDER OF THE BOARD**

**JONY RAW**  
**COMPANY SECRETARY/CHIEF FINANCIAL OFFICER**  
**Date: 29 April 2010**