

**News Release**  
**First Half 2015 Financial Performance**

**TEXCHEM DECLARES 5 SEN PER SHARE DIVIDEND FOR SECOND QUARTER 2015**

Penang – July 30, 2015 – Main Board-listed Texchem Resources Bhd (Texchem) declares second interim dividend of 5 sen per share in second quarter of 2015 to bring the total dividend to 15 sen per share for the financial year ending 31 December 2015.

The Group's pre-tax profit for Q2 2015 has jumped by 480% to RM2.9 million compared to RM0.5 million recorded in the corresponding quarter of preceding year. For the first half of 2015, pre-tax profit surged by 289.7% to RM11.3 million from RM2.9 million recorded in the first half of 2014.

Restaurant Division achieved a pre-tax profit of RM2.9 million on the back of RM50 million in revenue in Q2 2015. The pre-tax profit recorded for the current quarter was decreased by RM1.4 million compared to the corresponding quarter of last year mainly due to the anticipated slowdown in the consumer demand upon implementation of Goods and Services Tax on 1 April 2015. "The Restaurant Division is expected to improve its performance as we expect the domestic consumer demand to improve in the 2nd half of this year", said Mr Brian Tan, Group Chief Executive Officer of Texchem. For the first half of the year, the Division has recorded a pre-tax profit of RM9.9 million on the back of RM110 million in revenue.

The performance of Industrial and Food Divisions have maintained a consistent pre-tax profit of RM1.3 million and RM0.4 million respectively in Q2 2015. For the first half of 2015, both Divisions have achieved pre-tax profit of RM3.4 million and RM2.7 million compared to the preceding year of RM2.6 million and RM1.3 million respectively. The Food Division is expected to continue operating in a favorable environment as exchange rates, seafood landing and demand continues to be positive influence to the business.

Lastly, Polymer Engineering Division has narrowed the losses by half to RM2 million from RM4.1 million incurred in Q2 2014. For the first half of 2015, losses has reduced to RM3.6 million compared to RM8.1 million incurred for the first half of preceding year, an improvement of 56%.