

TSH Resources Berhad (049548-D)
(Incorporated in Malaysia)

Condensed Consolidated Balance Sheets
As at 30 Sept 2007

| | As at 30.9.2007 RM'000 | As at 31.12.2006 RM'000 (restated) |
|---|---------------------------------------|---|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 340,216 | 296,271 |
| Biological assets | 179,262 | 120,573 |
| Prepaid land lease payments | 149,421 | 105,099 |
| Investment in associate | 48 | 48 |
| Investments in jointly controlled entities | 42,784 | 31,016 |
| Other investments | 10,150 | 10,150 |
| Intangible assets | 38,136 | 23,613 |
| Deferred tax assets | 141 | 3,002 |
| | <u>760,158</u> | <u>589,772</u> |
| Current assets | | |
| Inventories | 149,066 | 126,179 |
| Trade receivables | 86,467 | 94,196 |
| Other receivables | 59,990 | 47,569 |
| Tax recoverable | 8,089 | 9,874 |
| Marketable securities | 160 | 160 |
| Cash and bank balances | 35,228 | 18,086 |
| | <u>339,000</u> | <u>296,064</u> |
| TOTAL ASSETS | <u><u>1,099,158</u></u> | <u><u>885,836</u></u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the Company | | |
| Share capital | 206,284 | 184,389 |
| Reserves | 381,124 | 259,797 |
| | <u>587,408</u> | <u>444,186</u> |
| Minority interests | 80,696 | 70,357 |
| Total equity | <u>668,104</u> | <u>514,543</u> |
| Non-current liabilities | | |
| Borrowings | 122,232 | 43,072 |
| Deferred income | 55,001 | 50,046 |
| Deferred tax liabilities | 65,118 | 52,773 |
| | <u>242,351</u> | <u>145,891</u> |
| Current liabilities | | |
| Borrowings | 113,133 | 143,056 |
| Trade payables | 33,327 | 23,719 |
| Other payables | 39,104 | 54,695 |
| Current tax payable | 3,139 | 3,932 |
| | <u>188,703</u> | <u>225,402</u> |
| Total liabilities | <u>431,054</u> | <u>371,293</u> |
| TOTAL EQUITY AND LIABILITIES | <u><u>1,099,158</u></u> | <u><u>885,836</u></u> |

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Audited Financial Report for the year ended 31st December 2006

TSH Resources Berhad (049548-D)

(Incorporated in Malaysia)

Condensed Consolidated Income Statements

For the period ended 30 Sept 2007

| | Current quarter ended 30.9.2007 RM'000 | Comparative quarter ended 30.9.2006 RM'000 (restated) | 9 months cumulative to date 30.9.2007 RM'000 | 9 months cumulative to date 30.9.2006 RM'000 (restated) |
|---|---|--|---|--|
| Revenue | 238,410 | 152,013 | 618,280 | 459,694 |
| Cost of sales | <u>(190,040)</u> | <u>(122,185)</u> | <u>(483,202)</u> | <u>(369,231)</u> |
| Gross profit | 48,370 | 29,828 | 135,078 | 90,463 |
| Other operating income | 467 | 699 | 2,156 | 1,665 |
| Other operating expenses | <u>(19,059)</u> | <u>(13,393)</u> | <u>(57,905)</u> | <u>(44,154)</u> |
| Operating profit | 29,778 | 17,134 | 79,329 | 47,974 |
| Finance costs | (2,277) | (1,194) | (7,764) | (3,615) |
| Interest income | 697 | 147 | 1,337 | 237 |
| Share of profit/(loss) of jointly controlled entities | <u>5,228</u> | <u>(34)</u> | <u>11,768</u> | <u>(73)</u> |
| Profit before taxation | 33,426 | 16,053 | 84,670 | 44,523 |
| Taxation | <u>(4,517)</u> | <u>(1,646)</u> | <u>(9,461)</u> | <u>(6,209)</u> |
| Profit for the period | <u><u>28,909</u></u> | <u><u>14,407</u></u> | <u><u>75,209</u></u> | <u><u>38,314</u></u> |
| Attributable to : | | | | |
| Equity holders of the Company | 24,736 | 12,202 | 64,299 | 32,729 |
| Minority interests | <u>4,173</u> | <u>2,205</u> | <u>10,910</u> | <u>5,585</u> |
| | <u><u>28,909</u></u> | <u><u>14,407</u></u> | <u><u>75,209</u></u> | <u><u>38,314</u></u> |
| Earnings per share attributable to equity holders of the Company | | | | |
| Basic (sen) | 6.38 | 3.33 | 16.58 | 8.92 |
| Diluted (sen) | 6.35 | 3.29 | 16.51 | 8.83 |

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Audited Financial Report for the year ended 31st December 2006

Condensed Consolidated Cash Flow Statements

For the period ended 30 Sept 2007

| | Current quarter ended 30.09.2007 RM'000 | Comparative quarter ended 30.09.2006 RM'000 (restated) | 9 months cumulative to date 30.09.2007 RM'000 | 9 months cumulative to date 30.09.2006 RM'000 (restated) |
|--|--|---|--|---|
| Cash Flows from Operating Activities | | | | |
| Profit before taxation | 33,426 | 16,053 | 84,670 | 44,523 |
| Adjustments for non-cash flow:- | | | | |
| Depreciation of property, plant and equipment | 5,511 | 4,316 | 15,874 | 13,758 |
| Property, plant and equipment written off | 6 | 35 | 386 | 145 |
| Amortisation of prepaid land lease payments | 545 | 354 | 2,092 | 990 |
| Government grant receivable | 34 | (172) | 22 | - |
| Gain/(loss) on disposal of shares in subsidiary | (114) | - | 12 | - |
| Amortisation of oil palm planting expenditure | 867 | 1,485 | 2,611 | 2,642 |
| (Gain)/loss on disposal of property, plant and equipment | (300) | (62) | (495) | 47 |
| Amortisation of intangible assets | 45 | 21 | 88 | 84 |
| Bad debts recovered | (4) | - | (4) | 1 |
| Reversal of allowance for doubtful debts | (20) | - | (20) | (4) |
| Net unrealised gain exchange (gains)/loss | 15 | 43 | (128) | 10 |
| Share of (profit)/loss of jointly controlled entities | (5,228) | 34 | (11,768) | 73 |
| Share options granted under ESOS | 654 | - | 886 | 130 |
| Interest expense | 2,276 | 1,194 | 7,763 | 3,615 |
| Interest income | (700) | (149) | (1,340) | (240) |
| Operating profit before working capital changes | <u>37,013</u> | <u>23,152</u> | <u>100,649</u> | <u>65,774</u> |
| (Increase)/decrease in inventories | (24,600) | 2,833 | (22,459) | 12,131 |
| (Increase)/decrease in receivables | (7,705) | 8,943 | (5,107) | (6,564) |
| Increase/(decrease) in payables | <u>10,418</u> | <u>20,887</u> | <u>(4,361)</u> | <u>17,892</u> |
| Cash generated from/(used in) operations | 15,126 | 55,815 | 68,722 | 89,233 |
| Interest paid | (2,276) | (1,194) | (7,763) | (3,615) |
| Brand promotion grant received | 41 | - | 701 | - |
| Income tax paid | <u>(2,822)</u> | <u>(1,650)</u> | <u>(7,590)</u> | <u>(6,615)</u> |
| Net cash generated from operating activities | <u>10,069</u> | <u>52,971</u> | <u>54,070</u> | <u>79,003</u> |
| Cash Flows from Investing Activities | | | | |
| Net cash inflow/(outflow) arising on acquisition of subsidiaries | 511 | (1,489) | (55,880) | (43,310) |
| Additional investment in jointly controlled entities | - | (7,500) | - | (15,000) |
| Acquisition of intangible assets | (23) | - | - | - |
| Purchase of property, plant and equipment | (23,708) | (17,938) | (51,733) | (48,916) |
| Payment for oil palm planting expenditure | (7,297) | (13) | (16,362) | (27) |
| Payment of forest planting expenditure | (2,570) | (2,427) | (8,251) | (10,748) |
| Proceeds from disposal of property, plant and equipment | 2,690 | 392 | 3,374 | 1,215 |
| Interest received | 700 | 149 | 1,340 | 240 |
| Net cash used in investing activities | <u>(29,697)</u> | <u>(28,826)</u> | <u>(127,512)</u> | <u>(116,546)</u> |
| Cash Flows from Financing Activities | | | | |
| Proceeds from issuance of ordinary shares | 3,388 | 324 | 100,772 | 2,049 |
| Drawdown of term loans | 14,488 | 4,941 | 156,798 | 79,395 |
| Repayment of term loans | (18,010) | (6,493) | (142,277) | (21,493) |
| Withdrawal/(Placement) of fixed deposit with financial institution | 8,777 | 137 | (706) | 137 |
| Net movement in short term borrowings | 13,281 | (15,436) | (2,495) | 5,664 |
| Dividends paid to minority interest | (1,470) | - | (1,710) | - |
| Dividends paid | <u>(20,622)</u> | <u>(2,403)</u> | <u>(20,622)</u> | <u>(20,803)</u> |
| Net cash/(used in) generated from financing activities | <u>(168)</u> | <u>(18,930)</u> | <u>89,760</u> | <u>44,949</u> |
| Net increase/(decrease) in cash and cash equivalents | (19,796) | 5,215 | 16,318 | 7,406 |
| Cash and cash equivalents at beginning of period | 51,373 | 12,969 | 15,266 | 10,994 |
| Effect of foreign exchange rate changes | <u>(1,305)</u> | <u>(141)</u> | <u>(1,312)</u> | <u>(357)</u> |
| Cash and cash equivalents at end of period | <u><u>30,272</u></u> | <u><u>18,043</u></u> | <u><u>30,272</u></u> | <u><u>18,043</u></u> |

TSH Resources Berhad (049548-D)
(Incorporated in Malaysia)

Condensed Consolidated Statement Of Changes In Equity
For the period ended 30 Sept 2007

| | ← Attributable to equity holders of the Company → | | | | | | | Minority interests RM'000 | Total equity RM'000 | |
|---------------------------------------|---|-------------------------|---------------------------|-------------------------------------|---------------------------|----------------------------|----------------------------|------------------------------|------------------------|-----------------|
| | ← Non-distributable → | | | | Distributable | | | | | |
| | Share capital RM'000 | Share premium RM'000 | Treasury shares RM'000 | Asset revaluation reserve RM'000 | Capital reserve RM'000 | Exchange reserve RM'000 | Retained profits RM'000 | | | Total RM'000 |
| At 1 January 2006 | | | | | | | | | | |
| As previously stated | 182,446 | 13,119 | (166) | 1,469 | 6,100 | (1,013) | 192,670 | 394,625 | 63,804 | 458,429 |
| Prior year adjustments | | | | | | | | | | |
| - effects of adopting FRS 2 | | | | | 89 | | (89) | - | | - |
| - effect of adopting FRS 112 | | | | | | | (479) | (479) | | (479) |
| - effect of adopting FRS 117 | | | | | | | (961) | (961) | (518) | (1,479) |
| At 1 January 2006 (restated) | <u>182,446</u> | <u>13,119</u> | <u>(166)</u> | <u>1,469</u> | <u>6,189</u> | <u>(1,013)</u> | <u>191,141</u> | <u>393,185</u> | <u>63,286</u> | <u>456,471</u> |
| Issue of ordinary shares pursuant to: | | | | | | | | | | |
| Exercise of ESOS | 1,879 | 169 | | | | | | 2,048 | | 2,048 |
| Share options granted under ESOS | | | | | 117 | | | 117 | | 117 |
| Foreign exchange difference | | | | | | 1,074 | | 1,074 | 47 | 1,121 |
| Profit for the period | | | | | | | 32,729 | 32,729 | 5,585 | 38,314 |
| Dividends paid to minority interests | | | | | | | | - | (2,403) | (2,403) |
| Dividends paid | | | | | | | (18,400) | (18,400) | | (18,400) |
| At 30 Sept 2006 (restated) | <u>184,325</u> | <u>13,288</u> | <u>(166)</u> | <u>1,469</u> | <u>6,306</u> | <u>61</u> | <u>205,470</u> | <u>410,753</u> | <u>66,515</u> | <u>477,268</u> |
| At 1 January 2007 | | | | | | | | | | |
| As previously stated | 184,389 | 13,303 | (166) | 1,469 | 6,494 | (567) | 230,477 | 435,399 | 70,927 | 506,326 |
| Prior year adjustments | | | | | | | | | | |
| - effect of adopting FRS 117 | | | | | | | (1,057) | (1,057) | (570) | (1,627) |
| - recognition of deferred tax asset | | | | | | | 9,844 | 9,844 | | 9,844 |
| At 1 January 2007 (restated) | <u>184,389</u> | <u>13,303</u> | <u>(166)</u> | <u>1,469</u> | <u>6,494</u> | <u>(567)</u> | <u>239,264</u> | <u>444,186</u> | <u>70,357</u> | <u>514,543</u> |
| Issue of ordinary shares pursuant to: | | | | | | | | | | |
| Exercise of ESOS | 3,445 | 795 | | | | | | 4,240 | | 4,240 |
| Private placement | 18,450 | 79,335 | | | | | | 97,785 | | 97,785 |
| Transaction costs | | (1,253) | | | | | | (1,253) | | (1,253) |
| Share options granted under ESOS | | | | | 885 | | | 885 | | 885 |
| Foreign exchange difference | | | | | | (1,814) | (298) | (2,112) | 1,139 | (973) |
| Profit for the period | | | | | | | 64,299 | 64,299 | 10,910 | 75,209 |
| Dividends paid to minority interests | | | | | | | | - | (1,710) | (1,710) |
| Dividend paid | | | | | | | (20,622) | (20,622) | | (20,622) |
| At 30 Sept 2007 | <u>206,284</u> | <u>92,180</u> | <u>(166)</u> | <u>1,469</u> | <u>7,379</u> | <u>(2,381)</u> | <u>282,643</u> | <u>587,408</u> | <u>80,696</u> | <u>668,104</u> |

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Audited Report for the year ended 31 December 2006