

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

**Condensed Consolidated Balance Sheets**  
**As at 31 December 2007**

	<b>As at 31.12.2007 RM'000</b>	<b>As at 31.12.2006 RM'000 (restated)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	355,631	296,271
Biological assets	207,520	136,712
Prepaid land lease payments	143,332	104,145
Investment in associate	48	48
Investments in jointly controlled entities	45,043	31,016
Other investments	10,150	10,150
Intangible assets	37,254	23,365
Deferred tax assets	17	3,002
	<u>798,995</u>	<u>604,709</u>
<b>Current assets</b>		
Inventories	176,949	126,179
Trade receivables	89,008	94,196
Other receivables	60,155	47,569
Tax recoverable	12,499	9,874
Marketable securities	160	160
Cash and bank balances	37,665	18,086
	<u>376,436</u>	<u>296,064</u>
<b>TOTAL ASSETS</b>	<u><u>1,175,431</u></u>	<u><u>900,773</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	206,419	184,389
Reserves	425,514	270,198
	<u>631,933</u>	<u>454,587</u>
<b>Minority interests</b>	85,662	71,314
<b>Total equity</b>	<u><u>717,595</u></u>	<u><u>525,901</u></u>
<b>Non-current liabilities</b>		
Borrowings	122,885	43,072
Deferred income	55,343	50,046
Deferred tax liabilities	67,133	56,352
	<u>245,361</u>	<u>149,470</u>
<b>Current liabilities</b>		
Borrowings	138,134	143,056
Trade payables	41,052	23,719
Other payables	27,678	54,695
Current tax payable	5,611	3,932
	<u>212,475</u>	<u>225,402</u>
<b>Total liabilities</b>	<u><u>457,836</u></u>	<u><u>374,872</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>1,175,431</u></u>	<u><u>900,773</u></u>

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

**TSH Resources Berhad (049548-D)**

(Incorporated in Malaysia)

**Condensed Consolidated Income Statements  
For the year ended 31 December 2007**

	<b>Current quarter ended 31.12.2007 RM'000</b>	<b>Comparative quarter ended 31.12.2006 RM'000 (restated)</b>	<b>12 months cumulative to date 31.12.2007 RM'000</b>	<b>12 months cumulative to date 31.12.2006 RM'000 (restated)</b>
Revenue	255,977	164,958	874,257	624,652
Cost of sales	<u>(207,128)</u>	<u>(114,134)</u>	<u>(687,961)</u>	<u>(481,191)</u>
<b>Gross profit</b>	48,849	50,824	186,296	143,461
Other operating income	3,760	2,011	5,916	3,676
Other operating expenses	<u>(18,271)</u>	<u>(29,343)</u>	<u>(76,175)</u>	<u>(73,497)</u>
<b>Operating profit</b>	34,339	23,492	116,037	73,640
Finance costs	(3,639)	(4,415)	(11,403)	(8,030)
Interest income	526	953	1,863	1,190
Share of pre-tax profit of jointly controlled entities	<u>3,770</u>	<u>585</u>	<u>14,734</u>	<u>512</u>
<b>Profit before taxation</b>	34,996	20,615	121,231	67,312
Taxation	(3,486)	2,775	(13,407)	(3,912)
Share of taxation of jointly controlled entities	<u>(1,511)</u>	<u>2,461</u>	<u>(708)</u>	<u>9,844</u>
<b>Profit for the period</b>	<u><u>29,999</u></u>	<u><u>25,851</u></u>	<u><u>107,116</u></u>	<u><u>73,244</u></u>
Attributable to :				
Equity holders of the Company	26,215	22,032	92,301	63,722
Minority interests	<u>3,784</u>	<u>3,819</u>	<u>14,816</u>	<u>9,522</u>
	<u><u>29,999</u></u>	<u><u>25,851</u></u>	<u><u>107,116</u></u>	<u><u>73,244</u></u>
<b>Earnings per share attributable to equity holders of the Company</b>				
Basic (sen)	6.66	6.00	23.43	17.35
Diluted (sen)	6.62	5.94	23.32	17.16

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

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

**Condensed Consolidated Cash Flow Statements**  
**For the year ended 31 December 2007**

	Current quarter ended 31.12.2007 RM'000	Comparative quarter ended 31.12.2006 RM'000 (restated)	12 months cumulative to date 31.12.2007 RM'000	12 months cumulative to date 31.12.2006 RM'000 (restated)
<b>Cash Flows from Operating Activities</b>				
Profit before taxation	34,996	20,615	121,231	67,312
Adjustments for non-cash flow:-				
Depreciation of property, plant and equipment	6,443	6,526	22,317	20,284
Property, plant and equipment written off	7	(126)	394	19
Amortisation of prepaid land lease payments	1,626	(842)	3,718	148
Preliminary and pre-operating expenses written off	-	(571)	-	(571)
Government grant receivable	-	-	22	-
Provision for diminution in marketable securities	13	-	13	-
Gain on disposal of shares in subsidiary	(12)	(90)	-	(90)
Provisin for diminution in stock value	-	326	-	326
Gain on disposal of property, plant and equipment	(134)	(297)	(629)	(250)
Amortisation of intangible assets	9	22	97	106
Bad debts written off	(25)	8	(29)	9
Provision for doubtful debts	(49)	(188)	(69)	(192)
Recognition of deferred income	(3,250)	-	(3,250)	-
Net unrealised gain exchange (gains)/loss	101	(1,555)	(27)	(1,545)
Share of pre-tax profit of jointly controlled entities	(3,770)	(585)	(14,734)	(512)
Share options granted under ESOS	599	175	1,485	305
Interest expense	3,640	4,415	11,403	8,030
Interest income	(531)	(950)	(1,871)	(1,190)
Dividend Income	-	(1)	-	(1)
Operating profit before working capital changes	<u>39,664</u>	<u>26,882</u>	<u>140,071</u>	<u>92,188</u>
(Increase)/decrease in inventories	(28,190)	9,297	(50,650)	21,428
Increase in receivables	(7,682)	(34,942)	(12,790)	(41,506)
Increase in payables	<u>10,271</u>	<u>18,016</u>	<u>5,910</u>	<u>35,908</u>
Cash generated from operations	14,062	19,253	82,542	108,018
Interest paid	(3,640)	(4,415)	(11,403)	(8,030)
Brand promotion grant received	-	-	701	-
Tax refunded	-	330	2,997	330
Income tax paid	<u>(2,798)</u>	<u>(2,889)</u>	<u>(13,385)</u>	<u>(9,504)</u>
Net cash generated from operating activities	<u>7,624</u>	<u>12,279</u>	<u>61,451</u>	<u>90,814</u>
<b>Cash Flows from Investing Activities</b>				
Net cash inflow/(outflow) arising on acquisition of subsidiaries	2,423	1,686	(53,457)	(41,624)
Additional investment in jointly controlled entities	-	(3,250)	-	(18,250)
Additional investment in other investmen	-	(10,000)	-	(10,000)
Acquisition of intangible assets	47	-	47	-
Purchase of property, plant and equipment	(25,737)	(14,845)	(77,471)	(63,761)
Payment for oil palm planting expenditure	(12,522)	(10,521)	(28,884)	(10,548)
Payment of forest planting expenditure	(1,931)	(877)	(10,182)	(11,625)
Withdrawal/(placement) of pledged deposits	-	304	-	304
Proceeds from disposal of marketable securities	107	2,484	107	2,484
Proceeds from disposal of property, plant and equipment	131	1,688	3,505	2,903
Interest received	531	950	1,871	1,190
Net dividends received	-	1	-	1
Net cash used in investing activities	<u>(36,951)</u>	<u>(32,380)</u>	<u>(164,463)</u>	<u>(148,926)</u>
<b>Cash Flows from Financing Activities</b>				
Proceeds from issuance of ordinary shares	486	78	101,258	2,127
Drawdown of term loans	16,291	5,605	176,087	85,000
Repayment of term loans	(13,701)	(5,870)	(158,976)	(27,363)
Withdrawal/(Placement) of fixed deposit with financial institutio	701	(137)	(4)	-
Net movement in short term borrowings	21,855	17,458	19,360	23,122
Drawdown of discounted bills	-	237	-	237
Dividends paid to minority interes	-	-	(1,710)	-
Dividends paid	-	2,403	(20,622)	(18,400)
Net cash generated from financing activities	<u>25,632</u>	<u>19,774</u>	<u>115,393</u>	<u>64,723</u>
Net increase/(decrease) in cash and cash equivalents	(3,695)	(327)	12,381	6,611
Cash and cash equivalents at beginning of period	30,272	17,650	15,268	10,601
Effect of foreign exchange rate changes	<u>4,995</u>	<u>(2,055)</u>	<u>3,925</u>	<u>(1,944)</u>
<b>Cash and cash equivalents at end of period</b>	<u><u>31,572</u></u>	<u><u>15,268</u></u>	<u><u>31,574</u></u>	<u><u>15,268</u></u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2006

**TSH Resources Berhad (049548-D)**  
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**Condensed Consolidated Statement Of Changes In Equity**  
**For the year ended 31 December 2007**

	← Attributable to equity holders of the Company →							Minority interests	Total equity	
	← 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
<b>At 1 January 2006</b>										
As previously stated	182,446	13,119	(166)	1,469	6,189	(1,013)	192,102	394,146	63,804	457,950
Prior year adjustments										
- effects of adopting FRS 117							(961)	(961)	(518)	(1,479)
- change of accounting policy							7,977	7,977	780	8,757
<b>At 1 January 2006 (restated)</b>	<u>182,446</u>	<u>13,119</u>	<u>(166)</u>	<u>1,469</u>	<u>6,189</u>	<u>(1,013)</u>	<u>199,118</u>	<u>401,162</u>	<u>64,066</u>	<u>465,228</u>
Effects of adopting FRS 3							5,225	5,225		5,225
Issue of ordinary shares pursuant to ESOS	1,943	184						2,127		2,127
Share options granted under ESOS					305			305		305
Increase in controlling stake of subsidiaries								-	(190)	(190)
Acquisition of subsidiaries								-	4	4
Foreign exchange difference						446		446	215	661
Profit for the year							63,722	63,722	9,522	73,244
Dividends paid to minority interests								-	(2,303)	(2,303)
Dividends paid							(18,400)	(18,400)		(18,400)
<b>At 31 December 2006 (restated)</b>	<u>184,389</u>	<u>13,303</u>	<u>(166)</u>	<u>1,469</u>	<u>6,494</u>	<u>(567)</u>	<u>249,665</u>	<u>454,587</u>	<u>71,314</u>	<u>525,901</u>
<b>At 1 January 2007</b>										
As previously stated	184,389	13,303	(166)	1,469	6,494	(567)	230,477	435,399	70,927	506,326
Prior year adjustments										
- effects of adopting FRS 117							(1,057)	(1,057)	(570)	(1,627)
- recognition of deferred tax asset							9,844	9,844		9,844
- change of accounting policy							10,401	10,401	957	11,358
<b>At 1 January 2007 (restated)</b>	<u>184,389</u>	<u>13,303</u>	<u>(166)</u>	<u>1,469</u>	<u>6,494</u>	<u>(567)</u>	<u>249,665</u>	<u>454,587</u>	<u>71,314</u>	<u>525,901</u>
Issue of ordinary shares pursuant to:										
Exercise of ESOS	3,580	1,041						4,621		4,621
Private placement	18,450	79,335						97,785		97,785
Transaction costs		(1,253)						(1,253)		(1,253)
Share options granted under ESOS					1,485			1,485		1,485
Foreign exchange difference						(957)	3,986	3,029	1,241	4,270
Profit for the year							92,301	92,301	14,817	107,118
Dividends paid to minority interests								-	(1,710)	(1,710)
Dividend paid							(20,622)	(20,622)		(20,622)
<b>At 31 December 2007</b>	<u>206,419</u>	<u>92,426</u>	<u>(166)</u>	<u>1,469</u>	<u>7,979</u>	<u>(1,524)</u>	<u>325,330</u>	<u>631,933</u>	<u>85,662</u>	<u>717,595</u>

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