

TSH Resources Berhad (49548-D)
(Incorporated in Malaysia)

**Condensed Consolidated Statement of Comprehensive Income
For The Second Quarter Ended 30 June 2010**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2010 RM'000	Preceding Year Corresponding Quarter 30.06.2009 RM'000	Current Year Quarter 30.06.2010 RM'000	Preceding Year Corresponding Quarter 30.06.2009 RM'000
Revenue	207,476	238,141	447,952	492,697
Cost of sales	<u>(160,563)</u>	<u>(192,760)</u>	<u>(350,568)</u>	<u>(404,683)</u>
Gross profit	46,913	45,381	97,384	88,014
Other operating income	8,964	12,017	14,730	9,834
Other operating expenses	<u>(31,977)</u>	<u>(27,286)</u>	<u>(68,536)</u>	<u>(57,180)</u>
Operating profit	23,900	30,112	43,578	40,668
Finance costs	(5,978)	(2,946)	(11,537)	(6,552)
Share of profit of an associate	472	287	783	448
Share of profit of jointly controlled entities	<u>(697)</u>	<u>2,458</u>	<u>2,791</u>	<u>691</u>
Profit before taxation	17,697	29,911	35,615	35,255
Taxation	<u>(5,788)</u>	<u>(3,151)</u>	<u>(11,319)</u>	<u>(3,720)</u>
Profit for the period	<u>11,909</u>	<u>26,760</u>	<u>24,296</u>	<u>31,535</u>
Other Comprehensive Income, net of tax				
Foreign currency translation differences	(4,269)	14,853	(12,746)	14,382
Changes in fair value of available-for-sale financial assets	<u>2</u>	<u>-</u>	<u>(7)</u>	<u>-</u>
Other Comprehensive income for the period, net of tax	<u>(4,267)</u>	<u>14,853</u>	<u>(12,753)</u>	<u>14,382</u>
Total comprehensive income for the period	<u><u>7,642</u></u>	<u><u>41,613</u></u>	<u><u>11,543</u></u>	<u><u>45,917</u></u>
Profit attributable to :				
Equity holders of the Company	11,328	22,701	22,589	28,407
Minority interests	581	4,059	1,707	3,128
	<u>11,909</u>	<u>26,760</u>	<u>24,296</u>	<u>31,535</u>
Total comprehensive income attributable to :				
Equity holders of the Company	7,035	34,040	10,338	39,275
Minority interests	<u>607</u>	<u>7,573</u>	<u>1,205</u>	<u>6,642</u>
	<u><u>7,642</u></u>	<u><u>41,613</u></u>	<u><u>11,543</u></u>	<u><u>45,917</u></u>
Earnings per share attributable to equity holders of the Company				
Basic (sen)	2.77	5.55	5.52	6.94
Diluted (sen)	2.76	5.50	5.50	6.89

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2009

TSH Resources Berhad (49548-D)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position
As at 30 June 2010

	As at 30.06.2010 RM'000	(Restated) As at 31.12.2009 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	612,921	599,265
Biological assets	431,175	403,229
Prepaid land lease payments	131,274	119,694
Investments in associates	58,355	24,514
Investments in jointly controlled entities	49,425	46,668
Other investments	-	17,536
Investment securities	22,614	-
Other receivables	9,953	14,505
Intangible assets	49,513	46,789
Deferred tax assets	2,326	2,940
	<u>1,367,556</u>	<u>1,275,140</u>
Current assets		
Inventories	214,353	232,650
Trade and other receivables	131,510	142,295
Derivative assets	300	0
Tax recoverable	14,019	16,051
Marketable securities	-	70
Cash and bank balances	64,006	58,888
	<u>424,188</u>	<u>449,954</u>
TOTAL ASSETS	<u>1,791,744</u>	<u>1,725,094</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	207,217	206,865
Reserves	532,639	521,263
	<u>739,856</u>	<u>728,128</u>
Minority interests	90,055	87,102
Total equity	<u>829,911</u>	<u>815,230</u>
Non-current liabilities		
Borrowings	347,970	306,403
Deferred income	76,508	78,392
Deferred tax liabilities	79,127	74,004
	<u>503,605</u>	<u>458,799</u>
Current liabilities		
Borrowings	341,587	296,621
Trade and other payables	111,907	144,832
Derivative liabilities	529	0
Current tax payable	4,205	9,612
	<u>458,228</u>	<u>451,065</u>
Total liabilities	<u>961,833</u>	<u>909,864</u>
TOTAL EQUITY AND LIABILITIES	<u>1,791,744</u>	<u>1,725,094</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2009

TSH Resources Berhad (49548-D)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes In Equity
For The Second Quarter Ended 30 June 2010

	← 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 Reserves RM'000	Capital Reserves RM'000	Fair value Reserves RM'000	Exchange Reserves RM'000	Retained Earnings RM'000			Total RM'000
At 1 January 2009	206,796	93,169	(5,349)	1,390	8,751	-	(11,759)	360,391	653,389	82,415	735,804
Total comprehensive income for the period	-	-	-	-	-	-	10,868	28,407	39,275	6,642	45,917
Issue of ordinary shares pursuant to ESOS	34	64	-	-	-	-	-	-	98	-	98
Share options granted under ESOS	-	-	-	-	333	-	-	-	333	-	333
Purchase of treasury shares	-	-	(3)	-	-	-	-	-	(3)	-	(3)
At 30 June 2009	<u>206,830</u>	<u>93,233</u>	<u>(5,352)</u>	<u>1,390</u>	<u>9,084</u>	<u>-</u>	<u>(891)</u>	<u>388,798</u>	<u>693,092</u>	<u>89,057</u>	<u>782,149</u>
At 1 January 2010	206,865	93,293	(5,354)	1,390	9,268	-	10,413	412,252	728,127	87,103	815,230
As previously stated								169	169	3	172
Effect of adopting FRS 139											
At 1 January 2010 (restated)	<u>206,865</u>	<u>93,293</u>	<u>(5,354)</u>	<u>1,390</u>	<u>9,268</u>	<u>-</u>	<u>10,413</u>	<u>412,421</u>	<u>728,296</u>	<u>87,106</u>	<u>815,402</u>
Total comprehensive income for the period						(7)	(12,243)	22,588	10,338	1,205	11,543
Issue of ordinary shares pursuant to ESOS	352	351	-	-	-	-	-	-	703	-	703
Acquisition of a subsidiary company			-	-	-	-	-	-	-	1,818	1,818
Share options granted under ESOS	-	-	-	-	123	-	-	-	123	-	123
Redemption of preference shares					3,000			(3,000)	-		-
Acquisition of additional interest in a subsidiary company / associate					398				398	(74)	324
Purchase of treasury shares	-	-	(2)	-	-	-	-	-	(2)	-	(2)
At 30 June 2010	<u>207,217</u>	<u>93,644</u>	<u>(5,356)</u>	<u>1,390</u>	<u>12,789</u>	<u>(7)</u>	<u>(1,830)</u>	<u>432,009</u>	<u>739,856</u>	<u>90,055</u>	<u>829,911</u>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2009

TSH Resources Berhad (49548-D)

(Incorporated in Malaysia)

**Condensed Consolidated Statement of Cash Flows
For The Second Quarter Ended 30 June 2010**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2010 RM'000	Preceding Year Corresponding Quarter 30.06.2009 RM'000	Current Year Quarter 30.06.2010 RM'000	Preceding Year Corresponding Quarter 30.06.2009 RM'000
Cash Flows from Operating Activities				
Profit before taxation	17,697	29,911	35,615	35,255
Adjustments for non-cash flow:-				
Depreciation and amortisation of property, plant and equipment	7,824	9,674	15,614	16,496
Property, plant and equipment written off	5	-	5	3
Amortisation of prepaid land lease payments	903	1,244	1,815	1,938
Inventories written down	-	(2)	-	127
Gain on disposal of property, plant and equipment	(29)	(87)	(366)	(55)
Allowance for doubtful debts	-	(49)	-	(57)
Amortisation of deferred income	(1,228)	(1,604)	(2,456)	(2,113)
Net unrealised foreign exchange gains	(3,559)	(9,376)	(4,528)	(3,752)
Share of profit of jointly controlled entities	731	(2,458)	(2,790)	(691)
Share of profit of an associate	(870)	(287)	(1,181)	(448)
Share options granted under ESOS	52	169	123	333
Interest expense	5,978	2,946	11,537	6,552
Interest income	(86)	(631)	(174)	(740)
Dividend income	-	(206)	-	(206)
Operating profit before working capital changes	27,418	29,244	53,214	52,642
Changes in working capital				
Inventories	5,216	9,739	21,880	33,122
Receivables	(2,263)	21,242	20,123	(15,540)
Payables	(5,199)	7,618	(31,960)	5,395
Cash generated from operations	25,172	67,843	63,257	75,619
Interest paid	(5,978)	(2,946)	(11,537)	(6,552)
Tax refunded	-	52	89	1,214
Income tax paid	(8,865)	(2,193)	(10,450)	(5,239)
Net cash (used in) / generated from operating activities	10,329	62,756	41,359	65,042
Cash Flows from Investing Activities				
Acquisition of subsidiary - net cash inflow	(15,369)	1,708	(15,369)	1,708
Purchase of share in associate company	(32,262)	-	(32,262)	-
Purchase of share in subsidiary company	-	-	(101)	-
Purchase of investment securities	(5,014)	(17,436)	(5,014)	(17,436)
Withdrawal/(placement) of pledged deposits	6	(1)	14	(12)
Purchase of property, plant and equipment	(7,228)	(35,709)	(43,255)	(54,355)
Payment for oil palm planting expenditure	(13,053)	(37,120)	(25,566)	(50,545)
Payment of forest planting expenditure	(1,601)	(3,165)	(3,492)	(4,849)
Grants received	-	3,135	573	23,475
Proceeds from disposal of property, plant and equipment	113	272	667	283
Interest received	86	631	174	740
Net dividends received	-	155	-	155
Net cash used in investing activities	(74,322)	(87,530)	(123,631)	(100,836)
Cash Flows from Financing Activities				
Proceeds from issuance of ordinary shares	607	98	703	98
Purchase of treasury shares	(2)	(1)	(2)	(3)
Drawdown of term loans/commercial papers/medium term notes	30,775	-	50,775	180,000
Repayment of term loans/commercial papers/medium term notes	2,386	(611)	(8,010)	(89,719)
Net movement in short term borrowings	27,722	7,779	42,818	(38,199)
Net cash generated from financing activities	61,488	7,265	86,284	52,177
Net (decrease) / increase in cash and cash equivalents	(2,505)	(17,509)	4,012	16,383
Cash and cash equivalents at beginning of period	66,968	48,825	58,787	15,346
Effect of foreign exchange rate changes	(1,494)	8,084	170	7,671
Cash and cash equivalents at end of period	62,969	39,400	62,969	39,400
Cash and Cash Equivalents comprised:				
Cash in hand and at banks	58,016	46,364	58,016	46,364
Deposits with licensed banks	5,990	2,358	5,990	2,358
Less : Bank overdraft	(977)	(9,238)	(977)	(9,238)
Less : Deposits pledged with security	(60)	(84)	(60)	(84)
Cash and bank balances	62,969	39,400	62,969	39,400

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2009