

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

**Condensed Consolidated Statement of Comprehensive Income  
For The Second Quarter Ended 30 June 2011**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2011 RM'000	Preceding Year Corresponding Quarter 30.06.2010 RM'000	Current Year 6 months 30.06.2011 RM'000	Preceding Year Corresponding 6 months 30.06.2010 RM'000
Revenue	329,947	207,476	582,546	447,952
Cost of sales	<u>(241,135)</u>	<u>(161,281)</u>	<u>(431,625)</u>	<u>(352,069)</u>
<b>Gross profit</b>	88,812	46,195	150,921	95,883
Other operating income	8,895	8,964	20,569	14,730
Other operating expenses	<u>(42,736)</u>	<u>(31,259)</u>	<u>(85,126)</u>	<u>(67,035)</u>
<b>Operating profit</b>	54,971	23,900	86,364	43,578
Finance costs	(6,314)	(5,978)	(12,679)	(11,537)
Share of profit of an associate	290	472	421	783
Share of profit of jointly controlled entities	<u>2,686</u>	<u>(697)</u>	<u>11,167</u>	<u>2,791</u>
<b>Profit before taxation</b>	51,633	17,697	85,273	35,615
Taxation	<u>(11,009)</u>	<u>(5,788)</u>	<u>(18,130)</u>	<u>(11,319)</u>
<b>Profit for the period</b>	<u>40,624</u>	<u>11,909</u>	<u>67,143</u>	<u>24,296</u>
<b>Other Comprehensive Income, net of tax</b>				
Foreign currency translation differences	11,738	(4,269)	17,764	(12,746)
Changes in fair value of available-for-sale financial assets	<u>-</u>	<u>2</u>	<u>-</u>	<u>(7)</u>
<b>Other Comprehensive income for the period, net of tax</b>	<u>11,738</u>	<u>(4,267)</u>	<u>17,764</u>	<u>(12,753)</u>
<b>Total comprehensive income for the period</b>	<u>52,362</u>	<u>7,642</u>	<u>84,907</u>	<u>11,543</u>
<b>Profit attributable to :</b>				
Owners of the parent	35,964	11,328	59,918	22,589
Non-controlling interests	4,660	581	7,225	1,707
	<u>40,624</u>	<u>11,909</u>	<u>67,143</u>	<u>24,296</u>
<b>Total comprehensive income attributable to :</b>				
Owners of the parent	47,189	7,035	76,801	10,338
Non-controlling interests	<u>5,173</u>	<u>607</u>	<u>8,106</u>	<u>1,205</u>
	<u>52,362</u>	<u>7,642</u>	<u>84,907</u>	<u>11,543</u>
<b>Earnings per share attributable to equity holders of the Company</b>				
Basic (sen)	8.77	2.77	14.61	5.52
Diluted (sen)	8.76	2.76	14.60	5.50

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2010

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

**Condensed Consolidated Statement of Financial Position**  
**As at 30 June 2011**

	<b>As at 30.06.2011 RM'000</b>	<b>As at 31.12.2010 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	637,965	630,270
Biological assets	509,624	466,264
Land use rights	124,260	126,854
Investments in associates	57,057	59,137
Investments in jointly controlled entities	59,485	60,817
Investments securities	22,550	22,550
Other receivables	9,454	10,407
Intangible assets	50,679	50,679
Deferred tax assets	2,416	2,427
	<u>1,473,490</u>	<u>1,429,405</u>
<b>Current assets</b>		
Inventories	192,212	204,513
Trade and other receivables	142,775	133,283
Tax recoverable	15,104	15,169
Investments securities	50	58
Derivative assets	1,747	1,716
Cash and bank balances	41,963	82,259
	<u>393,851</u>	<u>436,998</u>
<b>TOTAL ASSETS</b>	<u><u>1,867,341</u></u>	<u><u>1,866,403</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	207,527	207,265
Reserves	615,973	545,040
	<u>823,500</u>	<u>752,305</u>
<b>Non-controlling interests</b>	100,169	92,764
<b>Total equity</b>	<u>923,669</u>	<u>845,069</u>
<b>Non-current liabilities</b>		
Retirement benefits	1,813	1,813
Deferred income	71,593	74,050
Borrowings	204,390	231,090
Deferred tax liabilities	72,964	71,108
	<u>350,760</u>	<u>378,061</u>
<b>Current liabilities</b>		
Borrowings	449,086	490,433
Trade and other payables	132,309	140,183
Derivative liabilities	1,925	5,746
Current tax payable	9,592	6,911
	<u>592,912</u>	<u>643,273</u>
<b>Total liabilities</b>	<u>943,672</u>	<u>1,021,334</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>1,867,341</u></u>	<u><u>1,866,403</u></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 2010**

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

**Condensed Consolidated Statement of Changes In Equity**  
**For The Second Quarter Ended 30 June 2011**

	←----- Attributable to owners of the parent -----→							-----→ Distributable -----→				
	←----- Non-distributable -----→			-----→ Distributable -----→				Equity attributable to owners of the		Non-controlling Interests RM'000	Total Equity RM'000	
	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	parent Total RM'000			
<b>At 1 January 2010</b>												
<b>As previously stated</b>	206,865	93,293	(5,354)	1,390	9,268	-	10,413	412,252	728,127	87,103	815,230	
<b>Effect of adopting FRS 139</b>							-	169	169	3	172	
<b>At 1 January 2010 (restated)</b>	206,865	93,293	(5,354)	1,390	9,268	-	10,413	412,421	728,296	87,106	815,402	
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	
Redemption of preference shares	-	-	-	-	3,000	-	-	(3,000)	-	-	-	
Acquisition of a subsidiary company	-	-	-	-	-	-	-	-	-	1,818	1,818	
Acquisition of additional interest in a subsidiary company / associate	-	-	-	-	398	-	-	-	398	(74)	324	
Share options granted under ESOS	-	-	-	-	123	-	-	-	123	-	123	
Purchase of treasury shares	-	-	(2)	-	-	-	-	-	(2)	-	(2)	
<b>At 30 June 2010</b>	<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>	
<b>At 1 January 2011</b>												
<b>As previously stated</b>	207,265	93,723	(5,359)	1,390	13,000	-	(15,431)	457,717	752,305	92,764	845,069	
<b>Effect of adopting FRS 139</b>							-	-	-	-	-	
<b>At 1 January 2011 (restated)</b>	207,265	93,723	(5,359)	1,390	13,000	-	(15,431)	457,717	752,305	92,764	845,069	
Total comprehensive income for the period	-	-	-	-	-	-	16,883	59,918	76,801	8,106	84,907	
Issue of ordinary shares pursuant to ESOS	262	602	-	-	-	-	-	-	864	-	864	
Share options granted under ESOS	-	-	-	-	72	-	-	-	72	-	72	
Acquisition of additional interest in a subsidiary company	-	-	-	-	(1,510)	-	-	-	(1,510)	1,110	(400)	
Purchase of treasury shares	-	-	(5,032)	-	-	-	-	-	(5,032)	-	(5,032)	
Dividends paid to minority interests	-	-	-	-	-	-	-	-	-	(1,811)	(1,811)	
<b>At 30 June 2011</b>	<u>207,527</u>	<u>94,325</u>	<u>(10,391)</u>	<u>1,390</u>	<u>11,562</u>	<u>-</u>	<u>1,452</u>	<u>517,635</u>	<u>823,500</u>	<u>100,169</u>	<u>923,669</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 2010

**TSH Resources Berhad (49548-D)**  
(Incorporated in Malaysia)  
**Condensed Consolidated Statement of Cash Flows**  
**For The Second Quarter Ended 30 June 2011**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2011 RM'000	Preceding Year Corresponding Quarter 30.06.2010 RM'000	Current Year 6 months 30.06.2011 RM'000	Preceding Year Corresponding 6 months 30.06.2010 RM'000
<b>Cash Flows from Operating Activities</b>				
Profit before taxation	51,633	17,697	85,273	35,615
Adjustments for non-cash flow:-				
Depreciation and amortisation of property, plant and equipment	8,178	7,824	16,270	15,614
Property, plant and equipment written off	9	5	9	5
Amortisation of land use rights	1,548	903	2,391	1,815
Loss on disposal of share in an associate	-	-	657	-
Write back of allowance for diminution in investment	2	-	8	-
Gain on disposal of property, plant and equipment	(1,028)	(29)	(1,029)	(366)
Amortisation of deferred income	(1,229)	(1,228)	(2,457)	(2,456)
Net unrealised foreign exchange gains	(2,031)	(3,559)	(6,416)	(4,528)
Unrealised gain on commodity future contract	340	-	(3,780)	-
Share of profit of jointly controlled entities	(2,687)	731	(11,168)	(2,790)
Share of profit of an associate	(290)	(870)	(421)	(1,181)
Share options granted under ESOS	15	52	30	123
Interest expense	6,314	5,978	12,679	11,537
Interest income	(162)	(86)	(350)	(174)
Dividend income	(405)	-	(611)	-
Operating profit before working capital changes	60,207	27,418	91,085	53,214
Changes in working capital				
Inventories	15,050	5,216	20,675	21,880
Receivables	(15,986)	(2,263)	(18,788)	20,123
Payables	11,382	(5,199)	(5,830)	(31,960)
Cash generated from operations	70,653	25,172	87,142	63,257
Interest paid	(6,314)	(5,978)	(12,679)	(11,537)
Tax refunded	(0)	-	(0)	89
Income tax paid	(9,059)	(8,865)	(13,516)	(10,450)
Net cash generated from operating activities	55,280	10,329	60,947	41,359
<b>Cash Flows from Investing Activities</b>				
Acquisition of subsidiary - net cash inflow	-	(15,369)	-	(15,369)
Purchase of share in associate company	-	(32,262)	-	(32,262)
Additional investment in subsidiary company	0	-	(400)	(101)
Purchase of investment securities	-	(5,014)	-	(5,014)
(Placement)/withdrawal of pledged deposits	(1)	6	(4)	14
Purchase of property, plant and equipment	(16,665)	(7,228)	(23,901)	(43,255)
Payment for oil palm planting expenditure	(14,997)	(13,053)	(29,708)	(25,566)
Payment of forest planting expenditure	(2,594)	(1,601)	(4,705)	(3,492)
Grants received	-	-	-	573
Proceeds from disposal of property, plant and equipment	3,074	113	3,143	667
Proceeds from disposal of shares in an associate	-	-	1,886	-
Interest received	162	86	350	174
Net dividends received	414	-	568	-
Dvidend received from jointly controlled entity	12,500	-	12,500	-
Net cash used in investing activities	(18,107)	(74,322)	(40,271)	(123,631)
<b>Cash Flows from Financing Activities</b>				
Proceeds from issuance of ordinary shares	279	607	864	703
Purchase of treasury shares	(5,032)	(2)	(5,032)	(2)
Net movement in term loans/commercial papers/medium term notes	4,642	33,161	7,920	42,765
Net movement in other borrowings	(48,248)	27,722	(66,482)	42,818
Dividends paid to non-controlling interests	(109)	-	(1,811)	-
Net cash (used in) / generated from financing activities	(48,468)	61,488	(64,541)	86,284
Net (decrease) / increase in cash and cash equivalents	(11,295)	(2,505)	(43,865)	4,012
Cash and cash equivalents at beginning of period	47,870	66,968	78,629	58,787
Effect of foreign exchange rate changes	5,146	(1,494)	6,957	170
<b>Cash and cash equivalents at end of period</b>	<b>41,721</b>	<b>62,969</b>	<b>41,721</b>	<b>62,969</b>
<b>Cash and Cash Equivalents comprised:</b>				
Cash in hand and at banks	29,433	58,016	29,433	58,016
Deposits with licensed banks	12,530	5,990	12,530	5,990
Less : Bank overdraft	(175)	(977)	(175)	(977)
Less : Deposits pledged with security	(67)	(60)	(67)	(60)
Cash and bank balances	41,721	62,969	41,721	62,969

**The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2010**