

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

Condensed Consolidated Statement of Comprehensive Income
For The Second Quarter Ended 30 June 2013

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2013 RM'000	Preceding Year Corresponding Quarter 30.06.2012 RM'000	Current Year To-date 30.06.2013 RM'000	Preceding Year Corresponding Year To-date 30.06.2012 RM'000
Revenue	238,664	278,984	518,719	506,362
Cost of sales	<u>(165,907)</u>	<u>(212,206)</u>	<u>(378,648)</u>	<u>(374,984)</u>
Gross profit	72,757	66,778	140,071	131,378
Other operating income	4,302	5,847	7,850	9,144
Other operating expenses	<u>(53,383)</u>	<u>(49,814)</u>	<u>(100,346)</u>	<u>(95,650)</u>
Operating profit	23,676	22,811	47,575	44,872
Finance costs	(5,108)	(4,448)	(10,204)	(9,504)
Share of profit of an associate	(187)	323	(413)	316
Share of profit of jointly controlled entities	<u>6,183</u>	<u>1,584</u>	<u>13,814</u>	<u>7,640</u>
Profit before taxation	24,564	20,270	50,772	43,324
Taxation	<u>(5,894)</u>	<u>(3,116)</u>	<u>(10,716)</u>	<u>(8,228)</u>
Profit for the period	<u>18,670</u>	<u>17,154</u>	<u>40,056</u>	<u>35,096</u>
Other Comprehensive Income, net of tax				
Foreign currency translation differences	<u>1,036</u>	<u>4,169</u>	<u>3,557</u>	<u>(14,417)</u>
Other Comprehensive income for the period, net of tax	<u>1,036</u>	<u>4,169</u>	<u>3,557</u>	<u>(14,417)</u>
Total comprehensive income for the period	<u>19,706</u>	<u>21,323</u>	<u>43,613</u>	<u>20,679</u>
Profit attributable to :				
Owners of the parent	17,250	14,625	37,175	29,679
Non-controlling interests	1,420	2,529	2,881	5,417
	<u>18,670</u>	<u>17,154</u>	<u>40,056</u>	<u>35,096</u>
Total comprehensive income attributable to :				
Owners of the parent	19,065	18,280	40,576	18,407
Non-controlling interests	<u>641</u>	<u>3,043</u>	<u>3,037</u>	<u>2,273</u>
	<u>19,706</u>	<u>21,323</u>	<u>43,613</u>	<u>20,679</u>
Earnings per share attributable to equity holders of the Company				
Basic (sen)	2.07	1.79	4.46	3.62
Diluted (sen)	2.07	1.79	4.46	3.62

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2012

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

**Condensed Consolidated Statement of Financial Position
For The Second Quarter Ended 30 June 2013**

	As at 30.6.2013 RM'000	As at 31.12.2012 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	728,235	713,500
Biological assets	722,422	644,721
Land use rights	127,061	122,176
Investments in associates	58,289	58,702
Investments in jointly controlled entities	82,420	72,356
Investments securities	90,434	90,434
Other receivables	24,241	12,589
Intangible assets	50,267	50,235
Deferred tax assets	10,114	8,231
	<u>1,893,484</u>	<u>1,772,944</u>
Current assets		
Inventories	189,174	224,623
Trade and other receivables	197,634	180,356
Tax recoverable	9,736	13,525
Investments securities	62	56
Derivative assets	250	643
Cash and bank balances	51,642	53,465
	<u>448,497</u>	<u>472,668</u>
TOTAL ASSETS	<u><u>2,341,981</u></u>	<u><u>2,245,612</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	420,624	420,624
Reserves	504,627	464,055
	<u>925,251</u>	<u>884,679</u>
Non-controlling interests	106,675	104,682
Total equity	<u>1,031,926</u>	<u>989,361</u>
Non-current liabilities		
Retirement benefits	7,824	6,889
Deferred income	61,213	64,220
Borrowings	521,371	523,043
Deferred tax liabilities	71,618	73,240
	<u>662,026</u>	<u>667,392</u>
Current liabilities		
Borrowings	518,065	452,976
Trade and other payables	126,721	134,983
Derivative liabilities	0	590
Current tax payable	3,243	310
	<u>648,030</u>	<u>588,859</u>
Total liabilities	<u>1,310,056</u>	<u>1,256,251</u>
TOTAL EQUITY AND LIABILITIES	<u><u>2,341,981</u></u>	<u><u>2,245,612</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 2012

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

**Condensed Consolidated Statement of Changes In Equity
For The Second Quarter Ended 30 June 2013**

	← Attributable to owners of the parent →						→ Distributable →				
	Non-distributable			Distributable			Equity attributable to owners of the parent		Non-controlling Interests	Equity Total	
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Asset Revaluation Reserves RM'000	Capital Reserves RM'000	Employee Share Option Reserves RM'000	Foreign currency Translation Reserves RM'000	Retained Earnings RM'000	RM'000	RM'000	RM'000
At 1 January 2012	412,062	-	(12,249)	1,390	7,952	3,624	(6,816)	442,453	848,416	98,967	947,383
Total comprehensive income for the period	-	-	-	-	-	-	(11,273)	29,679	18,406	2,273	20,679
Issue of ordinary shares pursuant to ESOS	1,101	2,916	-	-	-	-	-	2,167	6,184	-	6,184
Share options granted under ESOS	-	-	-	-	-	(3,432)	-	-	(3,432)	-	(3,432)
Dividends paid to minority interests	-	-	-	-	-	-	-	-	-	(2,560)	(2,560)
At 30 June 2012	<u>413,163</u>	<u>2,916</u>	<u>(12,249)</u>	<u>1,390</u>	<u>7,952</u>	<u>192</u>	<u>(18,089)</u>	<u>474,299</u>	<u>869,574</u>	<u>98,680</u>	<u>968,254</u>
At 1 January 2013	420,624	29,605	(12,251)	1,390	8,022	248	(55,860)	492,901	884,679	104,682	989,361
Total comprehensive income for the period	-	-	-	-	-	-	3,402	37,175	40,577	3,037	43,613
Acquisition of a subsidiary company	-	-	-	-	-	-	-	-	-	802	802
Purchase of treasury shares	-	-	(5)	-	-	-	-	-	(5)	-	(5)
Dividends paid to minority interests	-	-	-	-	-	-	-	-	-	(1,846)	(1,846)
At 30 June 2013	<u>420,624</u>	<u>29,605</u>	<u>(12,256)</u>	<u>1,390</u>	<u>8,022</u>	<u>248</u>	<u>(52,458)</u>	<u>530,076</u>	<u>925,251</u>	<u>106,675</u>	<u>1,031,926</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 2012

Condensed Consolidated Statement of Cash Flows
For The Second Quarter Ended 30 June 2013

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.6.2013 RM'000	Preceding Year Corresponding Quarter 30.6.2012 RM'000	Current Year To-date 30.6.2013 RM'000	Preceding Year Corresponding Year To-date 30.6.2012 RM'000
Cash Flows from Operating Activities				
Profit before taxation	24,564	20,270	50,772	43,324
Adjustments for non-cash flow:-				
Depreciation and amortisation of property, plant and equipment	12,953	9,082	22,869	17,855
Property, plant and equipment written off	4	21	6	37
Amortisation of land use rights	1,272	2,095	2,537	3,132
Impairment loss on inventories	(0)	-	32	-
(Gain) / loss on fair value changes on quoted investment	(4)	6	(6)	9
Gain on disposal of property, plant and equipment	(61)	(136)	(123)	(288)
Bad debts written back	-	(11)	-	(29)
Impairment loss on other receivables	-	-	350	-
Amortisation of deferred income	(1,303)	(1,230)	(3,007)	(2,458)
Net unrealised foreign exchange loss / (gain)	6,410	5,669	7,208	6,720
Fair value loss/ (gain) of the commodity future contract	-	(1,740)	(411)	(98)
Share of profit of jointly controlled entities	(6,183)	(1,585)	(13,814)	(7,641)
Share of profit of an associate	187	(323)	413	(316)
Interest expense	5,108	7,556	10,204	14,937
Interest income	(212)	(186)	(400)	(424)
Dividend income	(560)	(688)	(1,119)	(688)
Operating profit before working capital changes	<u>42,175</u>	<u>38,800</u>	<u>75,511</u>	<u>74,072</u>
Changes in working capital				
Inventories	30,240	(8,830)	35,418	(17,333)
Receivables	(19,384)	(4,785)	(29,246)	(11,345)
Payables	<u>7,372</u>	<u>(1,401)</u>	<u>(6,947)</u>	<u>(20,130)</u>
Cash generated from operations	60,403	23,784	74,736	25,264
Interest paid	(9,609)	(7,556)	(18,832)	(14,937)
Income tax paid	<u>(1,146)</u>	<u>(15,824)</u>	<u>(8,100)</u>	<u>(19,546)</u>
Net cash generated from operating activities	<u>49,648</u>	<u>404</u>	<u>47,804</u>	<u>(9,219)</u>
Cash Flows from Investing Activities				
Acquisition of subsidiary - net cash inflow	-	-	7	-
Additional investment in subsidiary company	-	-	(4,139)	-
Purchase of property, plant and equipment	(16,931)	(27,898)	(38,437)	(49,106)
Payment for oil palm planting expenditure	(28,439)	(28,492)	(54,076)	(50,815)
Payment of forest planting expenditure	(5,081)	(3,295)	(13,380)	(8,177)
Proceeds from disposal of property, plant and equipment	457	244	536	3,420
Interest received	212	186	400	424
Net dividends received	560	688	1,119	688
Dividend received from jointly controlled entity	-	15,000	3,750	15,000
Net cash used in investing activities	<u>(49,222)</u>	<u>(43,567)</u>	<u>(104,220)</u>	<u>(88,566)</u>
Cash Flows from Financing Activities				
Proceeds from issuance of ordinary shares	-	-	-	2,752
Purchase of treasury shares	(3)	-	(5)	-
Net movement in term loans/commercial papers/medium term notes	(5,336)	24,544	(9,309)	43,069
Net movement in other borrowings	4,592	4,684	67,276	22,636
Dividends paid to non-controlling interests	<u>(1,846)</u>	<u>(2,560)</u>	<u>(1,846)</u>	<u>(2,560)</u>
Net cash generated from / (used in) financing activities	<u>(2,593)</u>	<u>26,668</u>	<u>56,116</u>	<u>65,897</u>
Net increase / (decrease) in cash and cash equivalents	(2,167)	(16,495)	(300)	(31,888)
Cash and cash equivalents at beginning of period	49,973	52,366	47,704	62,887
Effect of foreign exchange rate changes	<u>(215)</u>	<u>(2,739)</u>	<u>187</u>	<u>2,133</u>
Cash and cash equivalents at end of period	<u><u>47,591</u></u>	<u><u>33,132</u></u>	<u><u>47,591</u></u>	<u><u>33,132</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2012