

**Condensed Consolidated Statement of Comprehensive Income  
For The Quarter Ended 31 March 2019**

	Quarter Ended			Year Ended		
	31.03.2019 RM'000	31.03.2018 RM'000	Changes %	31.03.2019 RM'000	31.03.2018 RM'000	Changes %
Revenue	207,593	226,136	-8%	207,593	226,136	-8%
Cost of sales	(148,206)	(146,132)	1%	(148,206)	(146,132)	1%
<b>Gross profit</b>	59,387	80,004	-26%	59,387	80,004	-26%
Other operating income	34,967	10,907	221%	34,967	10,907	221%
Other operating expenses	(71,606)	(65,578)	9%	(71,606)	(65,578)	9%
<b>Operating profit</b>	22,748	25,333	-10%	22,748	25,333	-10%
Finance costs	(13,491)	(10,461)	29%	(13,491)	(10,461)	29%
Share of (loss)/ profit of an associate	(725)	286	-354%	(725)	286	-354%
Share of profit of joint ventures	4,030	1,877	115%	4,030	1,877	115%
<b>Core profit before taxation</b>	12,562	17,035	-26%	12,562	17,035	-26%
Gain/ (Loss) on foreign exchange	3,973	11,275	-65%	3,973	11,275	-65%
<b>Profit before taxation</b>	16,535	28,310	-42%	16,535	28,310	-42%
Taxation	(2,841)	(9,700)	-71%	(2,841)	(9,700)	-71%
<b>Profit for the period</b>	13,694	18,610	-26%	13,694	18,610	-26%
<b>Other Comprehensive (Loss)/ Income</b>						
<i>Item that may be reclassified subsequently to profit or loss:</i>						
Foreign currency translation differences	(7,354)	(104,113)	-93%	(7,354)	(104,113)	-93%
<b>Other Comprehensive (loss)/ income for the period, net of tax</b>	(7,354)	(104,113)	-93%	(7,354)	(104,113)	-93%
<b>Total comprehensive (loss)/ income for the period</b>	6,340	(85,503)	-107%	6,340	(85,503)	-107%
<b>Profit attributable to :</b>						
Owners of the parent	13,544	17,826	-24%	13,544	17,826	-24%
Non-controlling interests	150	784	-81%	150	784	-81%
	13,694	18,610	-26%	13,694	18,610	-26%
<b>Total comprehensive (loss)/ income attributable to :</b>						
Owners of the parent	5,547	(77,572)	107%	5,547	(77,572)	-107%
Non-controlling interests	793	(7,931)	110%	793	(7,931)	-110%
	6,340	(85,503)	107%	6,340	(85,503)	-107%
<b>Earnings per share attributable to equity holders of the Company</b>						
Basic (sen)	0.98	1.29	-24%	0.98	1.29	-24%
Diluted (sen)	0.98	1.29	-24%	0.98	1.29	-24%

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2018

**Condensed Consolidated Statement of Financial Position**  
**As at 31 March 2019**

	<b>As at 31.03.2019 RM'000</b>	<b>As at 31.12.2018 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,925,236	1,937,077
Biological assets	401,335	400,571
Land use rights	183,269	182,511
Intangible assets	56,062	56,172
Investment in an associate	78,863	79,588
Investments in joint ventures	73,211	69,181
Deferred tax assets	14,513	14,606
Other receivables	78,560	79,081
Investment securities	50	50
	<u>2,811,099</u>	<u>2,818,837</u>
<b>Current assets</b>		
Biological assets	6,348	5,086
Inventories	183,887	200,008
Trade and other receivables	74,214	52,425
Other current assets	19,605	21,113
Tax recoverable	16,893	11,175
Derivative assets	864	799
Cash and bank balances	112,958	108,003
	<u>414,769</u>	<u>398,609</u>
<b>TOTAL ASSETS</b>	<u><u>3,225,868</u></u>	<u><u>3,217,446</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	740,512	740,512
Treasury shares	(8)	(8)
Other reserves	(235,580)	(227,583)
Retained earnings	873,511	860,195
	<u>1,378,435</u>	<u>1,373,116</u>
<b>Non-controlling interests</b>	132,310	131,517
<b>Total equity</b>	<u>1,510,745</u>	<u>1,504,633</u>
<b>Non-current liabilities</b>		
Retirement benefits	16,918	16,084
Borrowings	786,795	792,637
Hire purchase payables	91	99
Deferred tax liabilities	137,049	138,202
Lease liabilities	882	-
	<u>941,735</u>	<u>947,022</u>
<b>Current liabilities</b>		
Borrowings	675,931	663,118
Hire purchase payables	30	30
Trade and other payables	93,794	99,088
Derivative liabilities	-	689
Current tax payable	2,506	2,866
Lease liabilities	1,127	-
	<u>773,388</u>	<u>765,791</u>
<b>Total liabilities</b>	<u>1,715,123</u>	<u>1,712,813</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>3,225,868</u></u>	<u><u>3,217,446</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 2018

**Condensed Consolidated Statement of Changes In Equity  
For The Quarter Ended 31 March 2019**

	← Attributable to owners of the parent →						Retained Earnings RM'000	Equity attributable to owners of the parent Total RM'000	Non-controlling Interests RM'000	Equity Total RM'000
	← Non-distributable			→ Distributable						
	Share Capital RM'000	Treasury Shares RM'000	Asset Revaluation Reserves RM'000	Capital Reserves RM'000	Share Of Associate Reserves RM'000	Foreign currency Translation Reserves RM'000				
<b>Balance as at 1 January 2019</b>	740,512	(8)	-	9,630	99	(237,312)	860,195	1,373,116	131,517	1,504,633
<b>Effect of adoption of MFRS16</b>	-	-	-	-	-	-	(228)	(228)	-	(228)
<b>As at 1 January 2019, as restated</b>	740,512	(8)	-	9,630	99	(237,312)	859,967	1,372,888	131,517	1,504,405
<b>Profit for the period</b>	-	-	-	-	-	-	13,544	13,544	150	13,694
<b>Other comprehensive income</b>										
Foreign currency translation	-	-	-	-	-	(7,997)	-	(7,997)	643	(7,354)
<b>Other comprehensive income for the period, net of tax</b>	-	-	-	-	-	(7,997)	-	(7,997)	643	(7,354)
<b>Total comprehensive income for the period</b>	-	-	-	-	-	(7,997)	13,544	5,547	793	6,340
<b>At 31 March 2019</b>	<u>740,512</u>	<u>(8)</u>	<u>-</u>	<u>9,630</u>	<u>99</u>	<u>(245,309)</u>	<u>873,511</u>	<u>1,378,435</u>	<u>132,310</u>	<u>1,510,745</u>
<b>At 1 January 2018</b>	740,512	(8)	109,440	9,629	215	(50,226)	667,310	1,476,872	130,373	1,607,245
<b>- prior year adjustment</b>	-	-	(109,440)	-	-	(132,232)	139,932	(101,740)	(6,069)	(107,809)
<b>- as restated</b>	740,512	(8)	0	9,629	215	(182,458)	807,242	1,375,132	124,304	1,499,436
<b>Profit for the period</b>	-	-	-	-	-	-	17,826	17,826	784	18,610
<b>Other comprehensive income</b>										
Foreign currency translation	-	-	-	-	-	(95,398)	-	(95,398)	(8,715)	(104,113)
<b>Other comprehensive income for the period, net of tax</b>	-	-	-	-	-	(95,398)	-	(95,398)	(8,715)	(104,113)
<b>Total comprehensive income for the period</b>	-	-	-	-	-	(95,398)	17,826	(77,572)	(7,931)	(85,503)
<b>At 31 March 2018</b>	<u>740,512</u>	<u>(8)</u>	<u>-</u>	<u>9,629</u>	<u>215</u>	<u>(277,856)</u>	<u>825,068</u>	<u>1,297,560</u>	<u>116,373</u>	<u>1,413,933</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2018

**Condensed Consolidated Statement of Cash Flows**  
**For The Quarter Ended 31 March 2019**

	Quarter Ended	
	31.03.2019 RM'000	31.03.2018 RM'000
<b>Cash Flows from Operating Activities</b>		
Profit before taxation	16,535	28,310
Adjustments for :-		
Depreciation and amortisation of property, plant and equipment	24,151	21,290
Amortisation of biological assets	295	66
Property, plant and equipment written off	4,646	424
(Writeback)/ impairment loss on property, plant and equipment	(148)	39
Amortisation of land use rights	1,935	1,656
Inventories written off/ (written back)	15,583	(2,273)
Writeback on impairment loss on inventory	(2,321)	-
Impairment loss on investment securities	-	8
Net gain on disposal of property, plant and equipment	(354)	(191)
Impairment loss on trade and other receivables	52	79
Net gain on redemption of short-term funds	(22)	-
Net gain from fair value adjustment of FFB	(1,781)	-
Net unrealised foreign exchange gain	(3,952)	(11,192)
Fair value (gain)/ loss of the commodity future contract	(1,386)	841
Share of profit of joint ventures	(4,030)	(1,877)
Share of loss/(profit) of an associate	725	(286)
Interest expense	13,491	10,461
Interest income	(2,187)	(2,204)
Dividend income	(9)	(129)
Operating profit before working capital changes	<u>61,223</u>	<u>45,022</u>
Changes in working capital		
Inventories/Biological Assets	2,865	(1,865)
Receivables	(22,588)	(18,620)
Payables	(4,462)	(4,794)
Cash generated from operations	37,038	19,743
Income tax paid	(8,338)	(8,226)
Net cash generated from operating activities	<u>28,700</u>	<u>11,517</u>
<b>Cash Flows from Investing Activities</b>		
Redemption/ (Placements) of short-term funds	22	(2,493)
Withdrawals/ (Placements) of deposits	1,324	(1,975)
Purchase of property, plant and equipment and land use rights	(8,601)	(9,072)
Payment for oil palm planting expenditure	(14,272)	(26,751)
Payment of forest planting expenditure	(1,059)	(1,427)
Proceeds from disposal of property, plant and equipment	453	279
Interest received	2,187	2,204
Net Dividends received	9	129
Net cash used in investing activities	<u>(19,937)</u>	<u>(39,106)</u>
<b>Cash Flows from Financing Activities</b>		
Net drawdowns / (repayments) of term loans/commercial papers/medium term notes	6,971	(47,736)
Net drawdowns in other borrowings	2,555	90,431
Net repayments of hire purchase payables	(7)	(6)
Net repayments of lease liabilities	(300)	-
Interest paid	(13,491)	(10,461)
Net cash (used in)/ generated from financing activities	<u>(4,272)</u>	<u>32,228</u>
Net increase in cash and cash equivalents	4,491	4,639
Cash and cash equivalents at beginning of period	99,843	127,904
Effect of exchange rate changes	(255)	(4,248)
<b>Cash and cash equivalents at end of period</b>	<u><u>104,079</u></u>	<u><u>128,295</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 2018



**TSH RESOURCES BERHAD (49548-D)**  
(Incorporated in Malaysia)

## **EXPLANATORY NOTES FOR CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2019**

### **PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134**

#### **1. Basis of preparation**

The condensed consolidated interim financial statements have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's audited financial statement for the financial year ended 31 December 2018.

These explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2018.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2018 except for the following Amendments to MFRSs and Annual improvement which take effect from 1 January 2019:

##### **i) Adoption of MFRS 16**

MFRS 16 'Leases' replaces MFRS 117 'Leases' and its related interpretations. MFRS 16 introduces a single lessee accounting model and eliminates the classification of leases by the lessee as either finance leases (on-balance sheet) or operating leases (off-balance sheet).

##### Lessee

At the commencement date of a lease, a lessee will recognise a right-of-use asset and a lease liability. The right-of-use asset is depreciated in accordance with the principle in MFRS 116 'Property, Plant and Equipment' and the lease liability is accreted over time with interest expense recognised in the profit or loss.

##### Lessor

Lessor accounting under MFRS 16 is substantially similar as the accounting under MFRS 117. Lessor will continue to classify leases using the same classification principle as in MFRS 117 namely, operating and finance leases.

The changes in accounting policies have been applied retrospectively from 1 January 2019. In accordance with the transition requirements, the comparatives are not restated.

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**1. Basis of preparation(continued)**

The impact of the changes in accounting policy on the financial statements as a result of the transition to the MFRS Framework are as follows :

**Condensed Consolidated Statement of Financial Position**

(RM'000)	31.12.2018	Effects On Adoption of MFRS 16	01.01.2019
<b><u>Non-current assets</u></b>			
Property, plant & equipment	1,937,077	2,037	1,939,114
<b><u>Equity</u></b>			
Retained earnings	860,195	(228)	859,967
<b><u>Non-current liabilities</u></b>			
Lease liabilities	-	1,383	1,383
<b><u>Current liabilities</u></b>			
Lease liabilities	-	882	882

The Group has also adopted the following amendments to MFRS and that came into effect which did not have any significant impact on the unaudited condensed consolidated financial statements upon their initial application.

<b>Title</b>	<b>Effective Date</b>
IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i>	1 January 2019
Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019
Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 3 <i>Annual Improvements to MFRS Standards 2015- 2017 Cycle</i>	1 January 2019
Amendments to MFRS 11 <i>Annual Improvements to MFRS Standards 2015- 2017 Cycle</i>	1 January 2019
Amendments to MFRS 112 <i>Annual Improvements to MFRS Standards 2015- 2017 Cycle</i>	1 January 2019
Amendments to MFRS 123 <i>Annual Improvements to MFRS Standards 2015- 2017 Cycle</i>	1 January 2019
Amendments to MFRS 119 <i>Plan Amendment, Curtailment or Settlement</i>	1 January 2019

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**1. Basis of preparation (*continued*)**

At the date of authorisation of these interim financial statements, the following MFRS, IC Interpretations and Amendments to IC Interpretations were issued but not yet effective and have not been applied by Group :

<b>Title</b>	<b>Effective Date</b>
<i>Amendments to References to the Conceptual Framework in MFRS Standards</i>	1 January 2020
<i>Amendments to MFRS 3 Definition of a Business</i>	1 January 2020
<i>Amendments to MFRS 101 and MFRS 108 Definition of Material</i>	1 January 2020
<i>MFRS 17 Insurance Contracts</i>	1 January 2021
<i>Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

**2. Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the year ended 31 December 2018 was unmodified.

**3. Comments on seasonal or cyclical factors**

The effects of seasonal or cyclical fluctuations, if any, are explained under Paragraphs 1 and 2 of Part B i.e. Explanatory Notes pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Securities below.

**4. Unusual items**

A fire occurred at a factory of our subsidiary, Ekowood International Berhad on 18 Feb 2019. As a result, the property, plant and equipment and inventories damaged during the fire amounting to RM20.2 million have been fully written off. The assets damaged and consequential loss are covered by insurance. Apart from the aforesaid and insurance claims as disclosed in note 5, Part B , there were no other unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter 31 March 2019.

**5. Changes in estimates**

There were no changes in estimates that have had a material impact in the current quarter results.

**6. Debt and equity securities**

There were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter ended 31 March 2019.

**7. Dividends paid**

There were no dividends paid during the quarter ended 31 March 2019.

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**8. Segmental information**

**i) Business segments**

**Year-To-Date ended 31 March 2019**

	<b>Palm Product RM'000</b>	<b>Others RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
External Revenue	180,848	26,745	-	207,593
Inter-Segment	16,271	4,206	(20,477)	-
<b>TOTAL REVENUE</b>	197,119	30,951	(20,477)	207,593
<b>SEGMENT RESULTS</b>	17,516	9,795		27,311
Unallocated corporate expenses				(4,563)
Gain on foreign exchange				3,973
Finance costs				(13,491)
Share of loss of an associate				(725)
Share of profit of joint ventures				4,030
Profit before taxation				16,535
Income taxes				(2,841)
Cumulative profit up to 31 March 2019				13,694
<b>OTHER INFORMATION</b>				
<b>SEGMENTS ASSETS</b>	2,212,972	777,589		2,990,561
Investments in joint ventures				73,211
Investment in an associate				78,863
Unallocated assets				83,233
Consolidated total assets				3,225,868
<b>SEGMENT LIABILITIES</b>	24,098	79,937		104,035
Borrowings				1,462,726
Deferred tax liabilities				137,049
Unallocated liabilities				11,313
Consolidated total liabilities				1,715,123



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**8. Segmental information (continued)**

**ii) Geographical segments**

	<b>Total revenue from external customers RM'000</b>	<b>Segment Assets RM'000</b>
Malaysia	98,679	1,451,090
Indonesia	92,060	1,766,526
Europe	373	4,791
United States of America	15,169	2,339
Others	1,312	1,122
<b>Total</b>	<b>207,593</b>	<b>3,225,868</b>

**9. Changes in composition of the Group**

On 7 February 2019, the Company incorporated a new subsidiary known as PT Aman Mulia Gemilang ('PTAMG') in Indonesia.

The issued and paid-up capital PTAMG is Rupiah 2.5 billion, divided into 2,500 shares of Rupiah 1.0 million each. TSH has subscribed for a total 1,625 shares, representing 65% of the entire issued and paid-up capital of PTAMG for a total subscription consideration of Rupiah 1.625 billion (or equivalent to RM473,000).

Apart from above, there were no significant changes in the composition of the Group for the quarter including business combination, acquisition or disposal of subsidiaries and long-term investments, and restructuring.

**10. Discontinued operation**

There was no discontinued operation during the quarter ended 31 March 2019.

**11. Commitments**

**i) Capital commitments**

The amount of commitments for capital expenditure as at 31 March 2019 is as follows:

	<b>As at 31.03.2019 RM'000</b>	<b>As at 31.12.2018 RM'000</b>
Approved and contracted for	13,913	10,811
Approved but not contracted for	34,573	25,678
	<u>48,486</u>	<u>36,489</u>

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**12. Changes in contingent liabilities or contingent assets**

As at the date of issue of this interim financial report, there were no contingent liabilities and contingent assets that had arisen since 31 December 2018.

**13. Material related party transactions**

Significant transactions between the Group and its joint ventures are as follows:

	<b>Year-To-Date ended 31 March 2019 RM'000</b>
Sales of crude palm oil	74,472
Sales of palm kernel	10,789

**14. Subsequent events**

There was no material subsequent event to the end of this reporting.

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**PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES**

**1. Performance review**

The Group's revenue for the quarter ended 31 March 2019 ("Q1 2019") was RM207.6 million compared to RM226.1 million for the corresponding period prior year. Lower revenue was mainly attributable to lower average Crude Palm Oil ("CPO") and Palm Kernel ("PK") selling prices. Accordingly, core profit for the Q1 2019 reduced to RM12.6 million from RM17.0 million despite a 12.9% increase in Fresh Fruit Bunch ("FFB") production and higher volume of CPO and PK sold. Profit before taxation also declined to RM16.5 million from RM28.3 million reported in the corresponding period prior year due to lower foreign exchange gain.

**1.1 Palm Product**

This segment reported a lower operating profit of RM17.5 million compared with RM28.2 million for Q1 2018 due to lower average CPO price partially offset by higher production of FFB. Average CPO and PK prices for Q1 2019 declined to RM1,911 per MT and RM1,214 per MT respectively from RM2,316 per MT and RM2,043 per MT for Q1 2018. On the other hand, FFB production for Q1 2019 increased to 204,555 MT from 181,219 MT in Q1 2018.

**1.2 Others**

This segment reported lower revenue of RM26.7million compared to RM32.0 million for the corresponding period in 2018 mainly due to lower volume of cocoa and wood product sold. Operating profit for Q1 2019 of RM9.8 million was higher than the RM3.7 million achieved in the corresponding quarter prior year mainly due to higher profit contribution from bio-integration and cocoa segments.

**2. Material changes in the profit before taxation for the quarter reported on as compared with the immediate preceding quarter**

For Q1 2019, the Group registered revenue of RM207.6 million compared with the immediate preceding quarter of RM221.6 million due to lower CPO sold. However, higher core profit before taxation of RM12.6 million for this quarter against RM9.5 million for the preceding quarter was mainly attributable to higher profit contribution from palm segment and joint ventures. Accordingly profit before tax also increased due to higher core profit and higher foreign exchange gain of RM4.0 million against previous quarter of RM2.3 million.

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**3. Commentary on the prospects**

The Group expects FFB crop production for current year to further improve vis a vis prior year due to better age profile and with more planted areas coming into maturity and harvesting.

The Board remains optimistic on the long term prospect of the palm oil industry due to the higher per capital income, many health qualities of palm oil and population growth, which will drive greater demand. Palm products segment which accounts for more than 85% of the revenue and profit for the Group will remain the core contributor to the Group profit. Management will continue its focus on the productivity and efficiency improvement to reduce unit cost of production.

**4. Profit forecast or profit guarantee**

The Group is not involved in any profit guarantee arrangement or providing any forecast profit.

**5. Profits Before Tax**

The following (gain)/loss have been included in arriving at profit before tax:

	<b>Quarter Ended 31.03.2019 <u>RM'000</u></b>	<b>Year-To-Date Ended 31.03.2019 <u>RM'000</u></b>
Insurance claims	(23,685)	(23,685)
Interest income	(2,187)	(2,187)
Interest expense	13,491	13,491
Dividend income	(9)	(9)
Rental income	(304)	(304)
Depreciation and amortization	26,381	26,381
Fair value (gain)/ loss on derivatives		
- Forward currency contracts	626	626
- Commodity future contracts	(1,386)	(1,386)
Net foreign exchange gain		
- Realised	(21)	(21)
- Unrealised	(4,578)	(4,578)
Net impairment loss on trade and other receivables	52	52
Write off of inventories	15,583	15,583
Write back of impairment loss of inventories	(2,321)	(2,321)
Net gain on disposal of property, plant and equipment	(354)	(354)
Property, plant and equipment written off	4,646	4,646

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**6. Income Tax Expense**

	<b>Quarter Ended 31.03.2019 <u>RM'000</u></b>	<b>Year-To-Date Ended 31.03.2019 <u>RM'000</u></b>
Current tax:		
Malaysian income tax	4,051	4,051
Foreign tax	2,577	2,577
Over provision in prior years		
Malaysia income tax	(2,455)	(2,455)
Foreign tax	(1)	(1)
Deferred tax:		
Relating to reversal of temporary differences	(588)	(588)
Over provision in prior years	(743)	(743)
	<u>2,841</u>	<u>2,841</u>

The effective tax rate of the Group for the current quarter ended 31 March 2019 before the adjustment of the taxation in respect of prior years, is higher than the statutory rate mainly due to non-deductibility of certain expenses for taxation purpose.

**7. Corporate proposals**

There was no corporate proposal announced and not completed at the date of this quarterly report.

**8. Group Borrowings and Debt Securities**

Comprised:

	As at 31.03.2019					
	Short term		Long term		Total	
	Foreign denomination RM'000	RM denomination RM'000	Foreign denomination RM'000	RM denomination RM'000	Foreign denomination RM'000	RM denomination RM'000
Secured	23,693	-	-	-	23,693	-
Unsecured	253,961	398,277	110,908	675,887	364,869	1,074,164
<b>Total</b>	<b>277,654</b>	<b>398,277</b>	<b>110,908</b>	<b>675,887</b>	<b>388,562</b>	<b>1,074,164</b>

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**9. Derivatives**

The forward foreign exchange contracts are entered into by the Group as hedges for committed sales and purchases denominated in foreign currencies. The hedging of the foreign currencies is to minimise the exposure of the Group to fluctuations in foreign exchange on receipts and payments. The commodity future contracts are entered into with the objective of managing and hedging the Group's exposure to the adverse price movements in the CPO and cocoa commodities.

As at 31 March 2019, the values and maturity analysis of the outstanding derivatives are as follows:-

	<b>Contract/notional amount RM'000</b>	<b>Assets RM'000</b>	<b>Maturity Profile</b>
<b>Group</b>			
<b>Non-hedging derivatives :</b>			
<b>Current</b>			
Forward currency contracts	38,317	61	Less than 1 year
Commodity futures contracts	9,042	803	Less than 1 year
	47,359	864	

**10. Changes in material litigation**

The Group is not engaged in any material litigation and is not aware of any proceedings which might materially affect the Group for the current financial year.

**11. Proposed Dividend**

The Company did not declare any interim dividend for the current quarter ended 31 March, 2019.

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**12. Earnings per share**

**(a) Basic earnings per share**

Basic earnings per share amounts is calculated by dividing profit for the period attributable to ordinary shareholders of TSH Resources Berhad by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	<b>Quarter Ended</b>		<b>Year-To-Date Ended</b>	
	<b><u>31.03.2019</u></b>	<b><u>31.03.2018</u></b>	<b><u>31.03.2019</u></b>	<b><u>31.03.2018</u></b>
Net profit for the quarter (RM'000)	13,544	17,826	13,544	17,826
Weighted average number of ordinary shares in issue ('000)	1,381,799	1,381,799	1,381,799	1,381,799
Basic earnings per ordinary share (sen)	0.98	1.29	0.98	1.29

**(b) Diluted earnings per share**

This is not applicable to the Group.

**13. Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 27 May 2019.