

RUBBEREX CORPORATION (M) BERHAD

Incorporated in Malaysia

(Company no. 372642-U)

Condensed Consolidated Statements of Comprehensive Income for the financial period ended 30 June 2010

These figures have not been audited

	2010 Current Quarter ended 30 June RM'000	2010 Year-to-Date ended 30 June RM'000	2009 Current Quarter ended 30 June RM'000 <i>(Restated)</i>	2009 Year-to-Date ended 30 June RM'000 <i>(Restated)</i>
Revenue	85,804	177,204	73,502	148,499
Cost of Sales	(78,072)	(158,962)	(63,284)	(127,093)
Gross Profit	7,732	18,242	10,218	21,406
Other Income	162	279	83	133
Administrative expenses	(1,971)	(4,083)	(1,835)	(3,676)
Selling and marketing expenses	(1,014)	(1,988)	(994)	(1,929)
Other expenses	(297)	(706)	3	(1,343)
Profit from operations	4,612	11,744	7,475	14,591
Finance costs	(1,643)	(3,625)	(1,471)	(3,636)
Profit before Tax	2,969	8,119	6,004	10,955
Income tax expense	(328)	(1,083)	(1,135)	(1,723)
Profit for the period	2,641	7,036	4,869	9,232
Profit attributable to:				
Equity holders of the Company	2,005	5,928	2,910	5,268
Minority Interests	636	1,108	1,959	3,964
	2,641	7,036	4,869	9,232
Other comprehensive income, net of tax:				
Foreign currency translation differences for foreign operations	(503)	(647)	(202)	135
Total comprehensive income for the period	2,138	6,389	4,667	9,367
Total comprehensive income attributable to:				
Equity holders of the Company	1,502	5,281	2,708	5,403
Minority Interests	636	1,108	1,959	3,964
	2,138	6,389	4,667	9,367
Earnings per share attributable to Equity holders of the Company : *				
Basic (sen)	1.01	2.97	3.61	6.54
Diluted (sen)	0.74	2.20	2.72	4.92

* The number of shares has increased in 2010 pursuant to the sub-division of each ordinary share of RM1.00 each into two ordinary shares of RM0.50 each in February 2010

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying notes attached to the interim financial statements.

RUBBEREX CORPORATION (M) BERHAD

Incorporated in Malaysia

(Company no. 372642-U)

Condensed Consolidated Statements of Financial Position as at 30 June 2010

These figures have not been audited

	As at 30 June 2010 RM'000	Year ended 31 December 2009 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	154,275	156,388
Prepaid lease payments	13,825	14,426
Deferred tax asset	23	36
Goodwill	2,793	2,793
	<u>170,916</u>	<u>173,643</u>
Current Assets		
Inventories	65,360	67,973
Trade and other receivables	55,719	59,580
Cash and bank balances	25,780	18,162
	<u>146,859</u>	<u>145,715</u>
TOTAL ASSETS	<u>317,775</u>	<u>319,358</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	100,871	98,624
Treasury shares	(51)	-
ICULS (Equity)	18,401	22,218
Share Premium	24,276	22,703
Other Reserves	(20,202)	(8,669)
Retained Earnings	22,299	22,936
	<u>145,594</u>	<u>157,812</u>
Minority Interests	6,886	6,146
Total Equity	<u>152,480</u>	<u>163,958</u>
Non-current Liabilities		
Long term borrowings	48,988	50,006
ICULS (Liability)	2,185	2,547
Other liabilities	9,600	9,600
Deferred tax liabilities	2,692	2,974
	<u>63,465</u>	<u>65,127</u>
Current Liabilities		
Trade and other payables	36,658	39,619
Short term borrowings and trade financing	65,172	50,654
	<u>101,830</u>	<u>90,273</u>
Total Liabilities	165,295	155,400
TOTAL EQUITY AND LIABILITIES	<u>317,775</u>	<u>319,358</u>
Net assets per share (RM) *	1.44	1.60

* The number of shares has increased pursuant to the sub-division of each ordinary share of RM1.00 each into two ordinary shares of RM0.50 each in February 2010

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RUBBEREX CORPORATION (M) BERHAD

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(Company no. 372642-U)

Condensed Consolidated Statements of Changes in Equity for the financial period ended 30 June 2010

These figures have not been audited

	Attributable to Equity Holders of the Company									
	Share Capital RM'000	Treasury Shares RM'000	ICULS RM'000	Share Premium RM'000	Capital Reserves RM'000	Translation Reserves RM'000	Retained Earnings RM'000	Total RM'000	Minority Interests RM'000	Total Equity RM'000
As at 01 January 2009	83,110	(3,066)	37,902	13,326	-	5,816	9,844	146,932	12,720	159,652
Total comprehensive income	-	-	-	-	-	-	5,404	5,404	3,964	9,368
Issue of shares pursuant to ESOS	3,981	-	-	1,951	-	-	-	5,932	-	5,932
Conversion of ICULS to ordinary shares	893	-	(1,518)	625	-	-	-	-	-	-
Resale/(Purchase) of Treasury Shares	-	346	-	472	-	-	-	818	-	818
Dividends paid	-	-	-	-	-	-	(4,216)	(4,216)	(465)	(4,681)
Proceeds received from minority shareholders	-	-	-	-	-	-	-	-	400	400
Acquisition of shares from minority shareholders	-	-	-	-	-	-	-	-	(10,322)	(10,322)
Effects of foreign exchange differences	-	-	-	-	-	3,077	-	3,077	53	3,130
As at 30 June 2009	87,984	(2,720)	36,384	16,374	-	8,893	11,032	157,947	6,350	164,297
As at 01 January 2010	98,624	-	22,218	22,703	(13,678)	5,009	22,936	157,812	6,146	163,958
Total comprehensive income	-	-	-	-	-	-	5,281	5,281	1,108	6,389
Conversion of ICULS to ordinary shares	2,245	-	(3,817)	1,572	-	-	-	-	-	-
Resale/(Purchase) of Treasury Shares	-	(51)	-	-	-	-	-	(51)	-	(51)
Exercise of Warrants into ordinary shares	2	-	-	1	-	-	-	3	-	3
Dividends paid	-	-	-	-	-	-	(5,917)	(5,917)	-	(5,917)
Effects of foreign exchange differences	-	-	-	-	-	(11,533)	-	(11,533)	(368)	(11,901)
As at 30 June 2010	100,871	(51)	18,401	24,276	(13,678)	(6,524)	22,299	145,594	6,886	152,480

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying notes attached to the interim financial statements.

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Condensed Consolidated Statements of Cash Flow for the financial period ended 30 June 2010

These figures have not been audited

	2010 Year-to-Date ended 30 June RM'000	2009 Year-to-Date ended 30 June RM'000
Net cash generated from operating activities	22,126	15,571
Net cash generated used in investing activities	(12,540)	(25,963)
Net cash generated used in financing activities	<u>(9,438)</u>	<u>(1,486)</u>
Net increase/(decrease) in cash and cash equivalents	148	(11,878)
Effects of foreign exchange differences	(5,568)	3,130
Cash and cash equivalents at beginning of financial period	<u>7,992</u>	<u>16,704</u>
Cash and cash equivalents at end of financial period	<u>2,572</u>	<u>7,956</u>

Cash and cash equivalents at end of financial period comprise the following:

Cash and bank balances	25,780	20,156
Short term borrowings	<u>(23,208)</u>	<u>(12,200)</u>
	<u>2,572</u>	<u>7,956</u>

The condensed consolidated statements of cashflow should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying notes attached to the interim financial statements.