

**Unaudited Second Quarter Financial Statements for the Period Ended 30 June 2011**
**1(a) An income statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group			Group		
	2nd Quarter Ended 30 June 2011	2010	+ / (-)	6 months Ended 30 June 2011	2010	+ / (-)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
<b>Revenue</b>	<b>31,652</b>	34,503	(8.3)	<b>64,920</b>	64,601	0.5
Cost of sales	<b>(14,061)</b>	(14,538)	(3.3)	<b>(29,800)</b>	(27,172)	9.7
<b>Gross profit</b>	<b>17,591</b>	19,965	(11.9)	<b>35,120</b>	37,429	(6.2)
Other income	<b>41,821</b>	34,371	21.7	<b>42,283</b>	35,133	20.4
Sales and marketing expenses	<b>(6,907)</b>	(6,982)	(1.1)	<b>(13,785)</b>	(13,229)	4.2
Warehouse and delivery expenses	<b>(136)</b>	(114)	19.3	<b>(238)</b>	(208)	14.4
General and administrative expenses	<b>(3,351)</b>	(3,530)	(5.1)	<b>(6,830)</b>	(6,678)	2.3
<b>Profit from operations</b>	<b>49,018</b>	43,710	12.1	<b>56,550</b>	52,447	7.8
Share of results of associated companies / loss on dilution of investment in associated company (net)	<b>(407)</b>	6,012	N/M	<b>40</b>	6,253	(99.4)
<b>Profit before taxation</b>	<b>48,611</b>	49,722	(2.2)	<b>56,590</b>	58,700	(3.6)
Taxation	<b>(1,220)</b>	(2,074)	(41.2)	<b>(2,419)</b>	(3,679)	(34.2)
<b>Profit for the period, net of tax</b>	<b>47,391</b>	47,648	(0.5)	<b>54,171</b>	55,021	(1.5)
<b>Attributable to:</b>						
Equity holders of the Company	<b>47,292</b>	47,611	(0.7)	<b>53,856</b>	54,895	(1.9)
Non-controlling interests	<b>99</b>	37	167.6	<b>315</b>	126	150.0
	<b>47,391</b>	47,648	(0.5)	<b>54,171</b>	55,021	(1.5)

**A consolidated statement of comprehensive income for the 2nd quarter and 6 months ended 30 June 2011:**

	Group			Group		
	2nd Quarter Ended 30 June 2011	2010	+ / (-)	6 months Ended 30 June 2011	2010	+ / (-)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
<b>Profit for the period, net of tax</b>	<b>47,391</b>	47,648	(0.5)	<b>54,171</b>	55,021	(1.5)
<b>Other comprehensive income/(expense), after tax</b>						
Fair value gains/(losses) on available-for-sale financial assets (net)	<b>65,187</b>	15,572	318.6	<b>124,371</b>	(20,336)	N/M
Reclassification of fair value gains on disposal of available-for-sale financial assets	-	(1,413)	100.0	-	(1,413)	100.0
Currency translation differences on consolidation of foreign entities (net)	<b>(4,057)</b>	(466)	770.6	<b>(9,446)</b>	854	N/M
Share of associated company's currency translation reserve through equity accounting	-	2,455	(100.0)	-	2,455	(100.0)
Share of associated company's other comprehensive income through equity accounting	-	(1,032)	100.0	-	(1,032)	100.0
<b>Other comprehensive income/(expense) for the period, net of tax</b>	<b>61,130</b>	15,116	304.4	<b>114,925</b>	(19,472)	N/M
<b>Total comprehensive income/(expense) for the period</b>	<b>108,521</b>	62,764	72.9	<b>169,096</b>	35,549	375.7
<b>Total comprehensive income/(expense) attributable to:</b>						
Equity holders of the Company	<b>108,786</b>	62,728	73.4	<b>169,496</b>	35,254	380.8
Non-controlling interests	<b>(265)</b>	36	N/M	<b>(400)</b>	295	N/M
	<b>108,521</b>	62,764	72.9	<b>169,096</b>	35,549	375.7

N/M - not meaningful

**Note:**

For the six months ended 30 June 2011, the Group has not accounted for the results of 16.89% owned associate, Hua Han Bio-Pharmaceutical Holdings Limited ("HHBP"). Further announcement will be made when HHBP's results for the year ended 30 June 2011 becomes available.

The comparatives for 2nd quarter and six months ended 30 June 2011 have been updated for HHBP results in those periods.

Certain comparatives figures have been reclassified to conform to the current year's presentation.

**1(a) Notes to the Income Statement**

	Group			Group		
	2nd Quarter Ended 2011 S\$'000	2010 S\$'000	30 June + / (-) %	6 months Ended 2011 S\$'000	2010 S\$'000	30 June + / (-) %
<b>(i) Other income</b>						
Investment income	41,304	31,727	30.2	41,304	31,727	30.2
Interest income	123	255	(51.8)	227	642	(64.6)
Gain on disposal of available-for-sale financial assets	-	1,475	(100.0)	-	1,475	(100.0)
Write-back of allowance for impairment in value of available-for-sale financial assets	-	464	(100.0)	-	464	(100.0)
Miscellaneous income	394	450	(12.4)	752	825	(8.8)
	<b>41,821</b>	<b>34,371</b>	<b>21.7</b>	<b>42,283</b>	<b>35,133</b>	<b>20.4</b>
<b>(ii) The following were charged/(credited) to the income statement :</b>						
Depreciation of property, plant and equipment	1,280	1,234	3.7	2,572	2,436	5.6
Inventories written down, net	35	61	(42.6)	45	69	(34.8)
Foreign exchange loss, net	269	105	156.2	898	149	502.7
Prior years' (over)/underprovision of current taxation	(431)	58	N/M	(1,050)	(9)	11,566.7
Prior years' (over)/underprovision of deferred taxation	(10)	(53)	81.1	43	-	-
Property, plant and equipment written off	63	10	530.0	77	36	113.9
Gain on disposal of property, plant and equipment	-	(9)	100.0	(4)	(10)	(60.0)
<b>(iii) Segmental results</b>						
<u>Revenue</u>						
Healthcare	18,102	21,587	(16.1)	39,357	39,640	(0.7)
Leisure	9,328	9,014	3.5	17,145	17,163	(0.1)
Property	4,222	3,902	8.2	8,418	7,798	8.0
	<b>31,652</b>	<b>34,503</b>	<b>(8.3)</b>	<b>64,920</b>	<b>64,601</b>	<b>0.5</b>
<u>Profit from operations</u>						
Healthcare	2,159	4,748	(54.5)	5,595	8,619	(35.1)
Leisure	3,431	3,487	(1.6)	5,702	6,107	(6.6)
Property	3,413	2,841	20.1	6,698	5,906	13.4
Investments	41,345	33,877	22.0	41,325	34,230	20.7
Unallocated expenses	(1,330)	(1,243)	7.0	(2,770)	(2,415)	14.7
	<b>49,018</b>	<b>43,710</b>	<b>12.1</b>	<b>56,550</b>	<b>52,447</b>	<b>7.8</b>

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	30/06/11 S\$'000	31/12/10 S\$'000	30/06/11 S\$'000	31/12/10 S\$'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	43,893	43,848	-	-
Investment properties	180,778	181,642	-	-
Investment in subsidiaries	-	-	381,957	381,957
Investment in associated companies	85,960	91,702	2,895	2,895
Available-for-sale financial assets	1,371,401	1,239,779	455	455
Intangible assets	11,116	11,116	-	-
	<b>1,693,148</b>	<b>1,568,087</b>	<b>385,307</b>	<b>385,307</b>
<b>Current assets</b>				
Available-for-sale financial assets	365,162	335,082	-	-
Inventories	8,179	9,275	-	-
Trade and other receivables	24,259	18,597	106,000	107,442
Tax recoverable	-	4	-	-
Deposits with banks and financial institutions	78,921	87,579	64,071	71,017
Cash and bank balances	16,839	23,780	1,158	1,085
	<b>493,360</b>	<b>474,317</b>	<b>171,229</b>	<b>179,544</b>
<b>Total assets</b>	<b>2,186,508</b>	<b>2,042,404</b>	<b>556,536</b>	<b>564,851</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	(29,404)	(31,831)	(168,172)	(150,587)
Taxation	(7,584)	(7,388)	(220)	(198)
	<b>(36,988)</b>	<b>(39,219)</b>	<b>(168,392)</b>	<b>(150,785)</b>
<b>Non-current liabilities</b>				
Deferred income taxation	(57,570)	(53,536)	-	-
	<b>(57,570)</b>	<b>(53,536)</b>	-	-
<b>Total liabilities</b>	<b>(94,558)</b>	<b>(92,755)</b>	<b>(168,392)</b>	<b>(150,785)</b>
<b>NET ASSETS</b>	<b>2,091,950</b>	<b>1,949,649</b>	<b>388,144</b>	<b>414,066</b>
<b>EQUITY</b>				
<b>Equity attributable to equity holders of the Company</b>				
Share capital	242,127	241,355	242,127	241,355
Reserves	1,842,467	1,700,538	146,017	172,711
	<b>2,084,594</b>	<b>1,941,893</b>	<b>388,144</b>	<b>414,066</b>
<b>Non-controlling interests</b>	<b>7,356</b>	<b>7,756</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>2,091,950</b>	<b>1,949,649</b>	<b>388,144</b>	<b>414,066</b>

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 30/06/11		As at 31/12/10	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	-	-

Amount repayable after one year

As at 30/06/11		As at 31/12/10	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	-	-

Details of any collateral

The Group has provided certain investment properties, available-for-sale financial assets and fixed deposits to secure its banking credit facilities that stood unutilised as at 30 June 2011, except for trade financing and banker's guarantee for operational use.

1(c) A cashflow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		Group	
	2nd Quarter Ended 30 June 2011	2010	6 months Ended 30 June 2011	2010
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Cash flows from operating activities:</b>				
Profit for the period, net of tax	47,391	47,648	54,171	55,021
Adjustments for:				
Taxation	1,220	2,074	2,419	3,679
Share of results of an associated company / loss on dilution of investment in associated company (net)	407	(6,012)	(40)	(6,253)
Investment and interest income	(41,427)	(31,982)	(41,531)	(32,369)
Depreciation of property, plant and equipment	1,280	1,234	2,572	2,436
Expensing of share options	68	127	155	197
Property, plant and equipment written off	63	10	77	36
Inventories written down, net	35	61	45	69
Gain on disposal of property, plant and equipment	-	(9)	(4)	(10)
Gain on disposal of available-for-sale financial assets	-	(1,475)	-	(1,475)
Write-back of allowance for impairment in value of available-for-sale financial assets	-	(464)	-	(464)
Translation losses	304	206	552	310
<b>Operating profit before working capital changes</b>	<b>9,341</b>	<b>11,418</b>	<b>18,416</b>	<b>21,177</b>
Decrease/(increase) in inventories	35	(1,076)	1,051	(1,225)
(Increase)/decrease in trade and other receivables	(5,061)	(958)	(7,059)	900
Increase/(decrease) in trade and other payables	1,266	1,314	(2,427)	(3,239)
<b>Cash generated from operations</b>	<b>5,581</b>	<b>10,698</b>	<b>9,981</b>	<b>17,613</b>
Investment and interest income received	8,372	6,276	8,452	6,394
Net taxation paid	(2,745)	(2,708)	(2,552)	(3,423)
<b>Net cash provided by operating activities</b>	<b>11,208</b>	<b>14,266</b>	<b>15,881</b>	<b>20,584</b>
<b>Cash flows from investing activities:</b>				
Purchase of property, plant and equipment	(1,444)	(487)	(3,899)	(1,621)
Proceeds received from disposal of available-for-sale financial assets	-	22,399	-	22,399
Proceeds from capital reduction of available-for-sale financial assets	-	464	-	464
Dividend received from associated companies	-	-	1,409	-
Proceeds from sale of property, plant and equipment	11	8	58	10
Improvements to investment properties	(107)	(90)	(181)	(250)
<b>Net cash (used in)/generated from investing activities</b>	<b>(1,540)</b>	<b>22,294</b>	<b>(2,613)</b>	<b>21,002</b>
<b>Cash flows from financing activities:</b>				
Proceeds from issue of share capital	375	1,043	772	1,249
Payment of dividends to shareholders of the Company	(27,722)	(27,684)	(27,722)	(27,684)
Bank deposits pledged	22	(26)	22	(26)
<b>Net cash used in financing activities</b>	<b>(27,325)</b>	<b>(26,667)</b>	<b>(26,928)</b>	<b>(26,461)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(17,657)</b>	<b>9,893</b>	<b>(13,660)</b>	<b>15,125</b>
Cash and cash equivalents at beginning of the period	112,862	90,817	109,837	85,458
Effects of currency translation on cash and cash equivalents	(943)	(239)	(1,915)	(112)
<b>Cash and cash equivalents at end of the period</b>	<b>94,262</b>	<b>100,471</b>	<b>94,262</b>	<b>100,471</b>
<b>Cash and cash equivalents comprised the following:</b>				
Cash and bank balances	16,839	21,706	16,839	21,706
Deposits with banks and financial institutions	78,921	80,289	78,921	80,289
Less: Bank deposits pledged for banker's guarantee	(1,498)	(1,524)	(1,498)	(1,524)
	<b>94,262</b>	<b>100,471</b>	<b>94,262</b>	<b>100,471</b>

1(d) (i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	← Attributable to equity shareholders of the Company →							
	Share Capital	Fair Value Reserve	Other Reserve	Foreign Currency Translation Reserve	Revenue Reserve	Total	Non-controlling Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>The Group</b>								
<b>2011</b>								
Balance at 1 January 2011	241,355	1,073,321	20,761	(6,512)	612,968	1,941,893	7,756	1,949,649
Issue of share capital	772	-	-	-	-	772	-	772
Expensing of share options	-	-	155	-	-	155	-	155
Dividends paid	-	-	-	-	(27,722)	(27,722)	-	(27,722)
Total comprehensive income/(expense) for the period	-	124,371	-	(8,731)	53,856	169,496	(400)	169,096
<b>Balance at 30 June 2011</b>	<b>242,127</b>	<b>1,197,692</b>	<b>20,916</b>	<b>(15,243)</b>	<b>639,102</b>	<b>2,084,594</b>	<b>7,356</b>	<b>2,091,950</b>
<b>2010</b>								
Balance at 1 January 2010	239,541	1,106,390	20,311	(4,484)	541,042	1,902,800	7,147	1,909,947
Issue of share capital	1,249	-	-	-	-	1,249	-	1,249
Expensing of share options	-	-	197	-	-	197	-	197
Dilution in associated company	-	-	-	-	10,207	10,207	-	10,207
Dividends paid	-	-	-	-	(27,684)	(27,684)	-	(27,684)
Total comprehensive (expense)/income for the period	-	(21,749)	-	3,140	53,863	35,254	295	35,549
Balance at 30 June 2010	240,790	1,084,641	20,508	(1,344)	577,428	1,922,023	7,442	1,929,465

1(d) (i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Share Capital	Fair Value Reserve	Other Reserve	Revenue Reserve	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b><u>The Company</u></b>					
<b>2011</b>					
Balance at 1 January 2011	241,355	1	2,462	170,248	414,066
Issue of share capital	772	-	-	-	772
Expensing of share options	-	-	155	-	155
Dividends paid	-	-	-	(27,722)	(27,722)
Total comprehensive income for the period	-	-	-	873	873
<b>Balance at 30 June 2011</b>	<b>242,127</b>	<b>1</b>	<b>2,617</b>	<b>143,399</b>	<b>388,144</b>
<b>2010</b>					
Balance at 1 January 2010	239,541	(22)	2,012	183,924	425,455
Issue of share capital	1,249	-	-	-	1,249
Expensing of share options	-	-	197	-	197
Dividends paid	-	-	-	(27,684)	(27,684)
Total comprehensive income for the period	-	-	-	270	270
<b>Balance at 30 June 2010</b>	<b>240,790</b>	<b>(22)</b>	<b>2,209</b>	<b>156,510</b>	<b>399,487</b>

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Since 31 March 2011, 64,000 shares were issued pursuant to the exercise of share options.

The share capital of the Company as at 30 June 2011 comprised 198,015,654 ordinary shares.  
(31 December 2010 : 197,879,654)

As at 30 June 2011, unissued shares under the share option scheme of the Company were as follows:

	<u>30/06/11</u>	<u>31/12/10</u>
The Haw Par Corporation Group 2002 Share Option Scheme	1,257,000	993,000
	<u>1,257,000</u>	<u>993,000</u>

- 2. Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice.**

The figures as shown in the announcement have not been audited nor reviewed by the Company's auditor.

- 3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

- 4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

These financial statements have been prepared based on accounting policies and methods of computation consistent with those adopted in the most recently audited annual financial statements, except for accounting of associated companies as set out on Page 1.

- 5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

None.



6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	<b>Group</b>		<b>Group</b>	
	<b>2nd Quarter Ended 30 June 2011</b>	<b>2010</b>	<b>6 months Ended 30 June 2011</b>	<b>2010</b>
Earnings per ordinary share:				
(a) Based on the weighted average number of ordinary shares on issue	<b>23.9 cts</b>	24.1 cts	<b>27.2 cts</b>	27.8 cts
(b) On a fully diluted basis	<b>23.9 cts</b>	24.1 cts	<b>27.2 cts</b>	27.8 cts

7. Net asset value (for the issuer and group) per ordinary share based on the issued share capital of the issuer at the end of the:-  
 (a) current financial period reported on; and  
 (b) immediately preceding financial year.

	<b>Group</b>		<b>Company</b>	
	<b>30/06/11</b>	<b>31/12/10</b>	<b>30/06/11</b>	<b>31/12/10</b>
Net asset value per ordinary share (S\$)	<b>10.53</b>	9.81	<b>1.96</b>	2.09

As at 30 June 2011, the Company had a total of 198,015,654 ordinary shares (31 December 2010: 197,879,654).

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
  - (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

***2nd quarter ended 30 June 2011***

Revenue for the Group decreased by 8.3% to \$31.7m from 2Q2010, due to lower sales contributed by Healthcare division. Profit from operations increased by 12.1% to \$49.0m mainly due to higher investment income. Taxation decreased by 41.2% to \$1.2m.

Healthcare division reported revenue of \$18.1m, a 16.1% decrease from 2Q2010. Lower sales and higher operating costs resulted in a 54.5% decrease in Healthcare profits from \$4.7m to \$2.2m. Leisure division recorded a profit of \$3.4m, almost on par with 2Q2010 amidst increasing competition. Operations in Chengdu continued to underperform. Profit contribution from Property division, supported by higher occupancy and lower operating expenses, increased by 20.1% to \$3.4m.

***6 months ended 30 June 2011***

Revenue for 6M2011 improved marginally by 0.5% to \$64.9m. Profit from operations increased by 7.8% to \$56.6m mainly due to higher investment income. Net earnings for the period is to be finalised after the share of profit from associates is updated when the Hong Kong listed associate's results become available.

Profit contribution from Healthcare division declined by 35.1% from \$8.6m to \$5.6m. This is mainly due to lower margins from higher cost of raw materials and foreign exchange losses arising from a stronger Singapore dollar. Profitability of Leisure division for 6M2011 decreased by 6.6% to \$5.7m attributable to underperformance at Chengdu Oceanarium and higher operating expenses at other aquariums. Turnover and profits of Property division increased by 8.0% and 13.4% to \$8.4m and \$6.7m respectively with higher occupancy and lower operating costs.

Net asset per share increased from \$9.81 to \$10.53 mainly due to an increase in fair value of available-for-sale financial assets.

9. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

No forecast or prospect statement was made previously in respect of 2Q 2011 results.

10. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

With the global markets outlook remaining uncertain and the growth of major Asian economies moderating, the market environment in countries in which the Group operates will continue to be challenging. Escalating costs of raw materials and a strong Singapore dollar are expected to impact negatively on the profit margins of Healthcare division. Competition, combining with higher operating costs, will undermine the performance of Leisure division.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared/recommended for the current financial period reported on? Yes

Name of Dividend	First & Interim
Dividend Type	Cash
Dividend amount per share	6 cents per ordinary share tax-exempt (one-tier)

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend	First & Interim
Dividend Type	Cash
Dividend amount per share	6 cents per ordinary share tax-exempt (one-tier)

**(c) Date payable**

First & Interim Dividend - 9 September 2011

**(d) Books closure date**

The Share Transfer Books and Register of Members of the Company will be closed on 26 August 2011. Duly completed transfers received by the Company's Share Registrar up to 5.00 pm on 25 August 2011 will be registered to determine shareholders' entitlement to the First & Interim Dividend. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Ltd ("CDP"), the First & Interim Dividend will be paid to CDP, which will in turn distribute the dividend entitlement to the shareholders concerned.

**12. If no dividend has been declared/recommended, a statement to that effect.**

Not applicable.

**CONFIRMATION BY THE BOARD**

The Board of Directors hereby confirm that, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial results of the Group for the 6 months ended 30 June 2011 to be false or misleading.

**BY ORDER OF THE BOARD**

Zann Lim  
Company Secretary  
10 August 2011