



VAN DER HORST ENERGY LIMITED
(Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENT OF QUARTERLY (Q1, Q2 & Q3), HALF AND FIRST QUARTER RESULTS

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial period.

	The Group		
	Period Ended 30 November		
	2010	2009	%
	S\$'000	S\$'000	change + / (-)
Revenue	13,578	9,679	40.3
Cost of sales	(9,323)	(6,234)	49.6
Gross profit	4,255	3,445	23.5
Other income	1,291	889	45.2
Marketing and distribution costs	(315)	(131)	n.m
Administrative expenses	(3,794)	(3,335)	13.8
Finance costs	(271)	(71)	n.m
Other expenses	(115)	(201)	(42.8)
Profit before tax	1,051	596	
Tax expense	(109)	(102)	6.9
Profit for the period	942	494	
Attributable to:			
Owners of the parent	1,187	786	n.m
Non-controlling interest	(245)	(292)	n.m
Profit for the period	942	494	

Profit for the period includes the following items :

	The Group		
	Period Ended 30 November		
	2010	2009	%
	S\$'000	S\$'000	change + / (-)
Loss on foreign exchange	(117)	(199)	(41.2)
Gain on disposal of available-for-sale investments	682	646	5.6
Depreciation of property, plant and equipment	(1,466)	(1,243)	17.9
Dividend income from available-for-sale investments	131	167	(21.3)
Interest income	30	67	(55.2)
Gain on disposal of property, plant and equipment	57	10	n.m
Property, plant and equipment written off	(16)	-	n.m
Allowance for doubtful debts written back	350	-	n.m

n.m - not meaningful



VAN DER HORST ENERGY LIMITED
 (Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

1(a)(i) Consolidated Statement of Comprehensive Income for the period ended 30 November 2010

The Statement of Comprehensive Income included as part of the results of the announcement is in compliance with the revised Financial Reporting Standard (FRS) 1 (effective from 1 January 2009).

	The Group		
	Period Ended 30 November		
	2010	2009	% change
	S\$'000	S\$'000	+ / (-)
Profit for the year	942	494	90.7
Other comprehensive income			
Foreign currency translation	(300)	(356)	(15.7)
Net gain on available-for-sale investments	344	4,029	(91.5)
Total comprehensive income	<u>986</u>	<u>4,167</u>	
Total comprehensive income attributable to:			
Owners of the parent	1,333	4,633	(71.2)
Non-controlling interest	(347)	(466)	(25.5)
	<u>986</u>	<u>4,167</u>	

	The Company		
	Period Ended 30 November		
	2010	2009	% change
	S\$'000	S\$'000	+ / (-)
Profit for the year	285	6,970	n.m
Other comprehensive income			
Net gain on available-for-sale investments	344	4,029	(91.5)
Total comprehensive income	<u>629</u>	<u>10,999</u>	
Total comprehensive income attributable to:			
Owners of the parent	629	10,999	(94.3)
Non-controlling interest	-	-	n.m
	<u>629</u>	<u>10,999</u>	



VAN DER HORST ENERGY LIMITED
(Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

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 period

	The Group		The Company	
	30.11.2010 S\$'000	31.05.2010 S\$'000	30.11.2010 S\$'000	31.05.2010 S\$'000
Non-current assets				
Property, plant and equipment	37,669	28,520	306	386
Investments in subsidiaries	-	-	22,641	22,641
Available-for-sale investments	12,478	12,246	12,478	12,246
Trade and other receivables	-	-	1,658	2,158
	50,147	40,766	37,083	37,431
Current assets				
Inventories	484	402	-	-
Trade and other receivables	8,319	7,422	1,097	1,586
Cash and bank balances	20,732	17,310	10,560	9,137
	29,535	25,134	11,657	10,723
Total assets	79,682	65,900	48,740	48,154
Equity				
Share capital	62,215	62,215	62,215	62,215
Accumulated profits/(losses)	(11,945)	(13,132)	(19,041)	(19,326)
Other reserves	5,263	5,117	3,848	3,504
	55,533	54,200	47,022	46,393
Non-controlling interest	2,361	2,708	-	-
Total equity	57,894	56,908	47,022	46,393
Non-current liabilities				
Borrowings	12,003	825	-	-
Deferred tax liabilities	2,061	1,910	904	716
Finance lease liabilities	-	19	-	-
	14,064	2,754	904	716
Current liabilities				
Trade and other payables	5,997	4,638	533	741
Tax payable	815	982	261	269
Finance lease liabilities	121	340	20	35
Borrowings	791	278	-	-
	7,724	6,238	814	1,045
Total liabilities	21,788	8,992	1,718	1,761
Total equity and liabilities	79,682	65,900	48,740	48,154



VAN DER HORST ENERGY LIMITED
 (Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

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

(a) Amount repayable in one year or less, or on demand

	<u>The Group</u>		<u>The Group</u>	
	<u>As at 30 November 2010</u>		<u>As at 31 May 2010</u>	
	<u>Secured</u>	<u>Unsecured</u>	<u>Secured</u>	<u>Unsecured</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
Finance lease liabilities	121	-	340	-
Borrowings	791	-	278	-

(b) Amount repayable after one year

	<u>The Group</u>		<u>The Group</u>	
	<u>As at 30 November 2010</u>		<u>As at 31 May 2010</u>	
	<u>Secured</u>	<u>Unsecured</u>	<u>Secured</u>	<u>Unsecured</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
Finance lease liabilities	-	-	19	-
Borrowings	12,003	-	825	-

(c) Details of any collateral

Finance leases are entered into for certain plants & equipment that are secured by the lessor's charge over the leased assets and are secured by Corporate Guarantee from Van der Horst Energy Limited ("VDHE").

Borrowings comprise bank borrowings by Chaoyang China Starzyme Co. Ltd & GKE Warehousing and Logistics Pte Ltd ("GKEW") amounting to S\$1.6 million and S\$11.2 million respectively. The borrowings are secured by properties pledged from GKEW with a financial institution and corporate guarantee from VDHE amounting to S\$3.2 million and S\$15 million respectively.



VAN DER HORST ENERGY LIMITED
(Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

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

	The Group	
	Period Ended 30 November	
	2010	2009
	S\$'000	S\$'000
Operating activities		
Profit before tax	1,051	596
Adjustments for:		
Dividend income from available-for-sale investments	(131)	(167)
Interest income	(30)	(67)
Interest expense	271	71
Depreciation of property, plant and equipment	1,466	1,243
Property, plant and equipment written off	16	-
Gain on disposal of property, plant and equipment	(57)	(10)
Gain on disposal of available-for-sale investments	(682)	(646)
Operating profit before working capital changes	1,904	1,020
Changes in working capital:		
Trade and other receivables	(897)	1,156
Inventories	(82)	(166)
Trade and other payables	1,359	(2,138)
Cash generated from/(used in) operations	2,284	(128)
Interest received	30	67
Interest paid	(271)	(71)
Income tax paid	(276)	(229)
Net cash flows from/(used in) operating activities	1,767	(361)
Investing activities		
Purchase of available-for-sale investments	(405)	(5,043)
Purchase of property, plant and equipment	(10,950)	(4,144)
Proceeds from disposal of available-for-sale investments	1,386	1,296
Dividend received from available-for-sale investments	131	167
Disposal of property, plant and equipment	66	22
Net cash flows used in investing activities	(9,772)	(7,702)
Financing activities		
Proceeds from exercise of share options	-	11,000
Deposits pledged	1,913	-
Increase in bank borrowings	11,691	-
Finance lease repayments	(238)	(300)
Net cash from financing activities	13,366	10,700
Net increase in cash and cash equivalents	5,361	2,637
Cash and cash equivalents at beginning of period ⁽¹⁾	15,397	22,994
Effects of exchange rate changes on balances held in foreign currency	(26)	(130)
Cash and cash equivalents at end of period ⁽¹⁾	20,732	25,501



VAN DER HORST ENERGY LIMITED
(Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

Explanatory Notes:

(1) Cash and cash equivalents in the cash flow statement comprise the following:-

	The Group	
	30.11.2010	30.11.2009
	S\$'000	S\$'000
Cash and bank balances	9,140	20,007
Fixed deposits - current	11,592	7,394
Less: Fixed deposits - pledged	-	(1,900)
Cash and cash equivalents	20,732	25,501

	The Group	
	01.06.2010	01.06.2009
	S\$'000	S\$'000
Cash and bank balances	17,310	12,913
Fixed deposits - current	-	13,734
Less: Fixed deposits - pledged	(1,913)	(3,653)
Cash and cash equivalents	15,397	22,994



VAN DER HORST ENERGY LIMITED
(Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

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

Statement of Changes in Equity for the period ended 30 November 2010

The Group	Share capital	Accumulated profits / (losses)	Other reserves	Total attributable to owners of the parent	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 June 2009	51,215	7,232	1,348	59,795	4,156	63,951
Profit for the year	-	786	-	786	(292)	494
<u>Other comprehensive income</u>						
Net gain on available-for-sale investments	-	-	4,029	4,029	-	4,029
Foreign currency translation	-	-	(182)	(182)	(174)	(356)
Total other comprehensive income	-	-	3,847	3,847	(174)	3,673
Total comprehensive income	-	786	3,847	4,633	(466)	4,167
Issue of shares	11,000	-	-	11,000	-	11,000
Balance as at 30 November 2009	62,215	8,018	5,195	75,428	3,690	79,118
Balance as at 1 June 2010	62,215	(13,132)	5,117	54,200	2,708	56,908
Profit for the year	-	1,187	-	1,187	(245)	942
<u>Other comprehensive income</u>						
Net gain on available-for-sale investments	-	-	344	344	-	344
Foreign currency translation	-	-	(198)	(198)	(102)	(300)
Total other comprehensive income	-	-	146	146	(102)	44
Total comprehensive income	-	1,187	146	1,333	(347)	986
Balance as at 30 November 2010	62,215	(11,945)	5,263	55,533	2,361	57,894



VAN DER HORST ENERGY LIMITED
 (Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

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

Statement of Changes in Equity for the period ended 30 November 2010

The Company	Share capital S\$'000	Accumulated profits /(losses) S\$'000	Other reserves S\$'000	Total Equity S\$'000
Balance as at 1 June 2009	51,215	1,996	887	54,098
Profit for the year	-	6,970	-	6,970
<u>Other comprehensive income</u>				
Net gain on available-for-sale investments	-	-	4,029	4,029
Total other comprehensive income	-	-	4,029	4,029
Total comprehensive income	-	6,970	4,029	10,999
Issue of shares	11,000	-	-	11,000
Balance as at 30 November 2009	62,215	8,966	4,916	76,097
Balance as at 1 June 2010	62,215	(19,326)	3,504	46,393
Profit for the year	-	285	-	285
<u>Other comprehensive income</u>				
Net gain on available-for-sale investments	-	-	344	344
Total other comprehensive income	-	-	344	344
Total comprehensive income	-	285	344	629
Balance as at 30 November 2010	62,215	(19,041)	3,848	47,022



VAN DER HORST ENERGY LIMITED
(Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

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 purposes 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 period

Details of any changes in the Company's issued share capital

	<u>30.11.2010</u>	<u>31.5.2010</u>
Total number of issued shares (excluding treasury shares)	<u>463,363,636</u>	<u>463,363,636</u>

1(d)(iii) Disclosure of information required under paragraph 1(d)(iii) and (iv) of App. 7D of the listing manual

Please refer to 1(d)(ii). There were no treasury shares as at 30 November 2010.

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or used of treasury shares as at end of the current financial period reported on

Not Applicable.

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or equivalent standard)

The figures have not been reviewed nor audited.

3. Where these figures have been audited or reviewed, the auditor's report (including any qualifications or emphasis of 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

The Group adopted the new/revised FRS and Interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 July 2009. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

The following are the new or amended FRS that are relevant to the Group:

FRS27 (revised)	Consolidated and Separate Financial Statements
FRS103 (revised)	Business Combinations

The adoption of the above FRS did not result in any substantial change to the Group's accounting policies nor any significant impact on the financial statements.



VAN DER HORST ENERGY LIMITED
 (Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

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

Not Applicable.

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

	<u>The Group</u>	
	<u>Period Ended 30 November</u>	<u>2009</u>
	<u>2010</u>	<u>2009</u>
Earnings per share (in SGD cents)		
- Basic ⁽¹⁾	0.26	0.20
- Fully diluted ⁽²⁾	0.26	0.20

Notes:

(1) The calculation of basic earnings per share is based on the profit for the period of S\$1,187,000 (2009: S\$786,000) divided by the weighted number of ordinary shares in issue during the period of 463,363,636 (2009: 386,117,734).

(2) The calculation of fully diluted earnings per share is based on the profit for the period of S\$1,187,000 (2009: S\$786,000) divided by the weighted number of ordinary shares in issue during the period of 463,363,636 (2009: 386,117,734). Diluted earnings per share for financial period ended 30 November 2010 is the same as basic earnings per share as the Group does not have any dilutive potential ordinary shares.

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

	<u>The Group</u>		<u>The Company</u>	
	<u>30.11.2010</u>	<u>31.5.2010</u>	<u>30.11.2010</u>	<u>31.5.2010</u>
Net assets (S\$'000)	55,533	54,200	47,022	46,393
Net asset value per share (in SGD cents)	11.98	11.70	10.15	10.01
Number of shares used in calculating NAV	463,363,636	463,363,636	463,363,636	463,363,636



VAN DER HORST ENERGY LIMITED
(Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected cash flow, working capital, assets or liabilities of the group during the current financial period reported on

8(a) REVIEW OF THE PERFORMANCE OF THE GROUP

For the first half ended 30 November 2010, the Group's revenue increased by 40.3% from S\$9.7 million to S\$13.6 million as the logistic business is recovering from the economic recession and contributions from our overseas subsidiaries, GKE Shanghai Logistics Co., Ltd which was incorporated in the last financial year and Liaoning China Starzyme Co. Ltd.

The Group's gross profit increased by 23.5% from S\$3.4 million to S\$4.3 million which is in tandem with the increase in revenue. "Other income" comprises dividend received, gain on disposal of quoted investments and interest income from financial institutions.

Administrative costs increased by 13.8% from S\$3.3 million to S\$3.8 million which is in tandem with the increased revenue and professional fees. The business expansion is expected to continue in this financial year.

Increase in finance cost is mainly due to bank loans drawn down for the construction of a warehouse cum office complex as mentioned below.

Other expenses comprise mainly unrealised exchange losses amounting to S\$0.1 million due to US dollar receivables and Chinese Yuan payables held by the Group.

8(b) REVIEW OF THE FINANCIAL POSITION OF THE GROUP

The construction of a warehouse cum office complex (including corporate headquarter) on the plot of land at 30 Pioneer Road contributed to the increased in value of property, plant & equipment from S\$28.5 million to S\$37.7 million.

Available-for-sale investments increased from S\$12.2 million to S\$12.5 million due to the purchase of unquoted shares amounting to S\$0.4 million including a fair value adjustments of S\$1 million and disposal of S\$1.1 million worth of quoted shares.

Trade & other receivables increased from S\$7.4 million to S\$8.3 million which is in line with the increased revenue.

The increase in cash and bank balances from S\$17.3 million to S\$20.7 million is mainly due to better cash management from trade and other payables as well as an increase in funds from borrowings.

Increase in trade & other payables from S\$4.6 million to S\$6 million is largely attributable to accrued costs arising from the construction of warehouse facility at 30 Pioneer Road.

The increase in total borrowings from S\$1.1 million to S\$12.8 million relates to bank loans drawn down for funding the construction of warehouse cum office complex at 30 Pioneer Road.

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

No forecast or prospect statement was previously announced.

10. A commentary at the date of the announcement of the 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

The Group will continue to strengthen and develop its general logistic and metal logistics business, which comprises warehousing, distribution, forwarding and transportation.

The Group's 51% owned subsidiary, Liaoning China Starzyme Co. Ltd had commenced the production of enzymes for Animal Feeds in the last financial year and is currently in the midst of building up our sales network in China.



VAN DER HORST ENERGY LIMITED
(Company Registration No. 200001941G)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2010

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial period

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

No.

(c) Date Payable

Not Applicable.

(d) Books closure date

Not Applicable.

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

Not Applicable.

BY ORDER OF THE BOARD

Cheng Lim Kong
Chief Executive Officer
12th January 2011

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, KW Capital Pte. Ltd. (the "Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The details of the contact person for the Sponsor are:

*Name: Mr Yang Eu Jin
Address: 80 Raffles Place, #25-01 UOB Plaza 1, Singapore 048624
Telephone (65) 6238 3377*

**CONFIRMATION OF NEGATIVE ASSURANCE ON INTERIM RESULTS
BY THE BOARD OF DIRECTORS (THE "BOARD") OF VAN DER HORST
ENERGY LIMITED (THE "COMPANY") PURSUANT TO RULE 705(5) OF THE
LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING
LIMITED**

For the result announcement for the half-year ended 30 November 2010

We, Mr Cheng Lim Kong, Peter and Mr Neo Cheow Hui, being Directors of the Company, do hereby confirm, for and on behalf of the Board of the Company, that, to the best of our knowledge, nothing has come to the attention of the Board which may render the half-year financial results for the period ended 30 November 2010 to be false and misleading.

On behalf of the Board of Directors

Cheng Lim Kong, Peter
Executive Director

Neo Cheow Hui
Executive Director

Date: 12 January 2011