

MATANG BERHAD (1142377-X)
(Incorporated in Malaysia)

**UNAUDITED CONDENSED COMBINED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME OF THE GROUP
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2017**

(The figures have not been audited)

	INDIVIDUAL QUARTER CURRENT YEAR QUARTER 31/12/2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2016 RM'000	CUMULATIVE QUARTER CURRENT PERIOD TO-DATE 31/12/2017 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2016 RM'000
Revenue	3,673	2,795	6,418	4,762
Cost of sales	(1,060)	(939)	(1,822)	(1,623)
Gross profit	2,613	1,856	4,596	3,139
Other income	728	533	1,912	1,216
Operating expenses	(1,546)	(2,183)	(2,796)	(3,165)
Other expenses	(1)	-	(20)	-
Profit before tax	1,794	206	3,692	1,190
Income tax expense	(707)	(141)	(1,177)	(439)
Profit for the period	<u>1,087</u>	<u>65</u>	<u>2,515</u>	<u>751</u>
Other comprehensive income				
Fair value loss on other investments	(283)	-	(283)	-
Total comprehensive income for the period	<u>804</u>	<u>65</u>	<u>2,232</u>	<u>751</u>
Profit for the period attributable to:				
Equity holders of the parent	1,087	65	2,515	751
	<u>1,087</u>	<u>65</u>	<u>2,515</u>	<u>751</u>
Total comprehensive income for the period attributable to:				
Equity holders of the parent	804	65	2,232	751
	<u>804</u>	<u>65</u>	<u>2,232</u>	<u>751</u>
Earnings per share (sen) ⁽²⁾				
(i) Basic	0.06	0.004	0.14	0.04
(ii) Fully diluted	0.06	0.004	0.14	0.04
Dividends per share (sen)	-	-	-	-

NOTES:

- The condensed unaudited combined statement of profit or loss and other comprehensive income are prepared based on the consolidated results of Matang Berhad and its subsidiaries for the current quarter/financial period ended 31 December 2017.
- Diluted earnings per share of the Group for the quarter and year to date ended 31 December 2017 is equivalent to the basic earnings per share as the Group does not have convertible options or securities as at the end of the reporting period.

MATANG BERHAD (1142377-X)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION OF THE GROUP
AS AT 31 DECEMBER 2017**

(The figures have not been audited)

	UNAUDITED AS AT 31/12/2017 RM'000	AUDITED AS AT 30/06/2017 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	138,401	138,873
Land held for property development	1,058	1,058
Investment properties	12,500	12,500
Other investments	181	464
	<u>152,140</u>	<u>152,895</u>
Current assets		
Inventories	78	34
Agriculture Produce	524	427
Trade and other receivables	1,693	1,721
Cash and cash equivalents	36,717	32,854
	<u>39,012</u>	<u>35,036</u>
TOTAL ASSETS	<u><u>191,152</u></u>	<u><u>187,931</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	181,000	181,000
Share Premium	2,871	2,871
Available-for-sale reserve	57	340
Retained earnings	110,942	108,427
Merger deficit	(108,000)	(108,000)
Total equity	<u>186,870</u>	<u>184,638</u>
Non-current liabilities		
Deferred tax	1,509	1,486
	<u>1,509</u>	<u>1,486</u>
Current Liabilities		
Trade and other payables	1,020	941
Current tax liabilities	1,753	866
	<u>2,773</u>	<u>1,807</u>
Total liabilities	<u>4,282</u>	<u>3,293</u>
TOTAL EQUITY AND LIABILITIES	<u><u>191,152</u></u>	<u><u>187,931</u></u>
Net assets per share (RM)	<u>0.10</u>	<u>0.10</u>

NOTES:

- The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2017 and the accompanying notes attached to the interim financial results.
- Net assets per share is computed based on equity attributable to owners of the parent divided by the total number of ordinary shares in issue.

MATANG BERHAD (1142377-X)
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY OF THE GROUP
FOR THE YEAR TO DATE ENDED 31 DECEMBER 2017**

(The figures have not been audited)

	← Attributable to owners of the parent →					Total RM '000
	Share Capital RM '000	Share Premium RM '000	Merger Deficit ⁽¹⁾ RM '000	Available-for- sale Reserve RM '000	Distributable Retained Earnings RM '000	
6 months ended						
31 December 2017						
Balance as at 1 July 2017	181,000	2,871	(108,000)	340	108,427	184,638
Issuance of new shares	-	-				-
Total comprehensive income for the period	-	-	-	(283)	2,515	2,232
Distribution of dividends	-	-	-	-	-	-
Equity related expenses	-	-	-	-	-	-
Balance as at 31 December 2017	181,000	2,871	(108,000)	57	110,942	186,870

NOTES:

- 1 These represents the effects of applying the merger method of accounting for the acquisition of Matang Holdings Berhad completed on 14 November 2016. Under this method, the invested equity of RM108,000,000 was set off against the purchase consideration totalling RM168,000,006 for the aforesaid acquisition.

MATANG BERHAD (1142377-X)
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW FOR THE GROUP
FOR THE YEAR TO DATE ENDED 31 DECEMBER 2017**

(The figures have not been audited)

	6 months ended 31 Dec	
	2017	2016
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	3,692	1,190
Adjustments for:		
Depreciation of property, plant and equipment	1,149	1,079
Fair value adjustment of agriculture produce	(96)	(229)
Reversal of impairment loss on other investments	-	-
Interest income	(489)	(160)
Loss on PPE written off	(1)	-
Gain on disposal of property, plant and equipment	(39)	-
Operating profit before changes in working capital	<u>4,216</u>	<u>1,880</u>
Changes in working capital		
Inventories	(44)	(38)
Receivables	29	(608)
Payables	79	369
Cash generated from operations	<u>4,280</u>	<u>1,603</u>
Interest received	-	-
Income taxes paid	(268)	(202)
Income tax refund	-	101
Net cash from operating activities	<u>4,012</u>	<u>1,502</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	489	160
Purchase of:		
- bearer plants	-	(109)
- property, plant and equipment	(677)	-
Proceeds from disposal of property, plant and equipment	39	-
Net cash used in investing activities	<u>(149)</u>	<u>51</u>
CASH FLOWS FROM FINANCING ACTIVITY		
Net cash used in financing activity	<u>-</u>	<u>-</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,863	1,553
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	32,830	14,328
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>36,693</u>	<u>15,881</u>

Components of cash and cash equivalents are as follows:

	UNAUDITED	AUDITED
	AS AT	AS AT
	31/12/2017	31/12/2016
	RM'000	RM'000
Cash and bank balances	36,717	15,910
Deposits with licensed bank (more than 3 months)	(24)	(29)
	<u>36,693</u>	<u>15,881</u>