

MATANG BERHAD (1142377-X)

(Incorporated in Malaysia)

UNAUDITED CONDENSED COMBINED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME OF THE GROUP FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/09/2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2018 RM'000	CURRENT PERIOD TO-DATE 30/09/2019 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/09/2018 RM'000
Revenue	2,078	2,209	2,078	2,209
Cost of sales	(612)	(706)	(612)	(706)
Gross profit	1,466	1,503	1,466	1,503
Other income	519	701	519	701
Administration expenses	(1,484)	(1,282)	(1,484)	(1,282)
Other expenses	(1)	(3)	(1)	(3)
Profit before tax	500	919	500	919
Tax expense	(237)	(337)	(237)	(337)
Profit for the period	263	582	263	582
Other comprehensive income, net of tax				
Items that may be reclassified subsequently to profit or loss				
Change in fair value of available-for-sale financial assets, net of tax	-	(27)	-	(27)
Items that will not be reclassified subsequently to profit or loss				
Fair value loss on equity investment at fair value through other comprehensive income	(5)	-	(5)	-
Total other comprehensive loss, net of tax	(5)	(27)	(5)	(27)
Total comprehensive income for the period	258	555	258	555
Profit for the period attributable to:				
Equity holders of the parent	263	582	263	582
	263	582	263	582
Total comprehensive income for the period attributable to:				
Equity holders of the parent	258	555	258	555
	258	555	258	555
Earnings per share (sen) ⁽²⁾				
(i) Basic	0.01	0.03	0.01	0.03
(ii) Diluted	0.01	0.03	0.01	0.03
Proposed/Declared dividends per share (sen)	-	-	-	-

NOTES:

1 The unaudited condensed combined statements 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 30 September 2019.

2 Diluted earnings per share of the Group for the quarter and period to date ended 30 September 2019 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 30 SEPTEMBER 2019**

(The figures have not been audited)

	UNAUDITED AS AT 30/09/2019 RM'000	AUDITED AS AT 30/06/2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	134,867	135,407
Right-of-use assets	383	-
Investment properties	12,200	12,200
Other investments	102	108
Inventories - land held for property development	1,058	1,058
	<u>148,610</u>	<u>148,773</u>
Current assets		
Inventories	105	101
Biological assets	320	365
Trade and other receivables	874	880
Current tax assets	45	19
Cash, bank balances and short term funds	39,985	39,178
	<u>41,329</u>	<u>40,543</u>
TOTAL ASSETS	<u><u>189,939</u></u>	<u><u>189,316</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	183,871	183,871
Fair value reserve	(22)	(17)
Retained earnings	110,940	110,730
Merger reserve	(108,000)	(108,000)
Total equity	<u>186,789</u>	<u>186,584</u>
Non-current liabilities		
Lease liabilities	324	-
Deferred tax liabilities	1,534	1,532
	<u>1,858</u>	<u>1,532</u>
Current Liabilities		
Trade and other payables	1,181	1,200
Lease liabilities	111	-
	<u>1,292</u>	<u>1,200</u>
Total liabilities	<u>3,150</u>	<u>2,732</u>
TOTAL EQUITY AND LIABILITIES	<u><u>189,939</u></u>	<u><u>189,316</u></u>
Net assets per share ² (RM)	<u><u>0.10</u></u>	<u><u>0.10</u></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 2019 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)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY OF THE GROUP
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019**

(The figures have not been audited)

	← Non-distributable →			Distributable	
	Share Capital RM '000	Merger Deficit ⁽¹⁾ RM '000	Fair Value Reserve RM '000	Retained Earnings RM '000	Total RM '000
3 months ended					
<u>30 September 2019</u>					
Balance as at 1 July 2019, as previously reported	183,871	(108,000)	(17)	110,730	186,584
Effects of adoption of MFRS 16	-	-	-	(53)	(53)
As at 1 July 2019, as restated	183,871	(108,000)	(17)	110,677	186,531
Total comprehensive income for the period	-	-	(5)	263	258
Distribution of dividends	-	-	-	-	-
Balance as at 30 September 2019	183,871	(108,000)	(22)	110,940	186,789

NOTE:

1 This represents the effects of applying the merger method of accounting for the acquisition of Matang Holdings Berhad completed on 14 November 2016. The merger reserve represents the difference between the amount recorded as the cost of investment, which comprised the share capital issued by the Company and the nominal value of share capital of the subsidiary, Matang Holdings Berhad.

MATANG BERHAD (1142377-X)
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW OF THE GROUP
FOR THE PERIOD TO DATE ENDED 30 SEPTEMBER 2019**

(The figures have not been audited)

	3 MONTHS ENDED 30 SEPTEMBER	
	2019	2018
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	500	919
Adjustments for:		
Depreciation and amortisation	595	568
Fair value adjustment of agriculture produce	45	(108)
Interest income	(356)	(382)
Lease interest expenses for right-of-use assets	7	-
Operating profit before changes in working capital	791	997
Changes in working capital		
Inventories	(4)	(42)
Receivables	(3)	578
Payables	(19)	22
Cash generated from operations	765	1,555
Income taxes paid	(262)	(637)
Net cash from operating activities	503	918
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	365	109
Purchase of:		
- property, plant and equipment	(1)	(11)
- Replanting expenditure	(26)	(18)
Net cash from investing activities	338	80
CASH FLOWS FROM FINANCING ACTIVITY		
Repayment of lease liabilities	(34)	-
Net cash used in financing activity	(34)	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	807	998
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	39,143	38,640
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	39,950	39,638

Components of cash and cash equivalents are as follows:

	UNAUDITED AS AT 30/09/2019 RM'000	UNAUDITED AS AT 30/09/2018 RM'000
Cash and bank balances	1,025	1,112
Deposits with licensed banks	22,353	25,481
Short term funds	16,607	13,082
	39,985	39,675
Deposits pledged with a licensed bank	(35)	(35)
	39,950	39,640