

MATANG BERHAD (201501017043 / 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 2020**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/09/2020 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2019 RM'000	CURRENT PERIOD TO-DATE 30/09/2020 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/09/2019 RM'000
Revenue	3,047	2,078	3,047	2,078
Cost of sales	(446)	(612)	(446)	(612)
Gross profit	2,601	1,466	2,601	1,466
Other income	631	519	631	519
Administration expenses	(1,337)	(1,477)	(1,337)	(1,477)
Other expenses	(1)	(1)	(1)	(1)
Finance cost	(3)	(7)	(3)	(7)
Profit before tax	1,891	500	1,891	500
Tax expense	(589)	(237)	(589)	(237)
Profit for the period	1,302	263	1,302	263
Other comprehensive income, net of tax				
Items that will not be reclassified subsequently to profit or loss				
Fair value gain/(loss) on equity investment at fair value through other comprehensive income	7	(5)	7	(5)
Total other comprehensive loss, net of tax	7	(5)	7	(5)
Total comprehensive income for the period	1,309	258	1,309	258
Profit for the period attributable to:				
Equity holders of the parent	1,302	263	1,302	263
	1,302	263	1,302	263
Total comprehensive income for the period attributable to:				
Equity holders of the parent	1,309	258	1,309	258
	1,309	258	1,309	258
Earnings per share (sen) ⁽²⁾				
(i) Basic	0.07	0.01	0.07	0.01
(ii) Diluted	0.07	0.01	0.07	0.01
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 June 2021.

2 Diluted earnings per share of the Group for the quarter and period to date ended 30 September 2020 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 (201501017043 / 1142377-X)
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION OF THE GROUP
AS AT 30 SEPTEMBER 2020**

(The figures have not been audited)

	UNAUDITED AS AT 30/09/2020 RM'000	AUDITED AS AT 30/06/2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	132,359	132,830
Right-of-use assets	332	303
Investment properties	12,200	12,200
Other investments	94	108
Inventories	1,058	1,058
	<u>146,043</u>	<u>146,499</u>
Current assets		
Inventories	138	130
Biological assets	548	395
Trade and other receivables	950	929
Cash, bank balances and short term funds	42,496	40,806
	<u>44,132</u>	<u>42,260</u>
TOTAL ASSETS	<u>190,175</u>	<u>188,759</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	183,871	183,871
Fair value reserve	(31)	(38)
Retained earnings	110,877	109,575
Merger reserve	(108,000)	(108,000)
Total equity	<u>186,717</u>	<u>185,408</u>
Non-current liabilities		
Lease liabilities	209	236
Deferred tax liabilities	1,554	1,542
	<u>1,763</u>	<u>1,778</u>
Current Liabilities		
Trade and other payables	1,030	1,236
Lease liabilities	126	117
Current tax liabilities	539	198
	<u>1,695</u>	<u>1,551</u>
Total liabilities	<u>3,458</u>	<u>3,329</u>
TOTAL EQUITY AND LIABILITIES	<u>190,175</u>	<u>188,737</u>
Net assets per share ² (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 2020 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 (201501017043 / 1142377-X)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY OF THE GROUP
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2020**

(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 2020</u>					
Balance as at 1 July 2020	183,871	(108,000)	(38)	109,575	185,408
Total comprehensive income for the period	-	-	7	1,302	1,309
Distribution of dividends	-	-	-	-	-
Balance as at 30 September 2020	183,871	(108,000)	(31)	110,877	186,717

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.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW OF THE GROUP
FOR THE PERIOD TO DATE ENDED 30 SEPTEMBER 2020
(The figures have not been audited)

	3 MONTHS ENDED 30 SEPTEMBER	
	2020	2019
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,891	500
Adjustments for:		
Depreciation of property, plant and equipment	538	595
Fair value adjustment of agriculture produce	(153)	45
Gain on disposal of property, plant and equipment	(35)	-
Interest income	(247)	(356)
Lease interest expense	3	7
Operating profit before changes in working capital	<u>1,997</u>	<u>791</u>
Changes in working capital		
Inventories	(8)	(4)
Receivables	(34)	(3)
Payables	(206)	(19)
Cash generated from operations	<u>1,749</u>	<u>765</u>
Income taxes paid	(236)	(262)
Net cash from operating activities	<u>1,513</u>	<u>503</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	261	365
Purchase of:		
- property, plant and equipment	(4)	(1)
- Replanting expenditure	(120)	(26)
Proceeds from disposal of property, plant and equipment	75	-
Net cash from investing activities	<u>212</u>	<u>338</u>
CASH FLOWS FROM FINANCING ACTIVITY		
Repayment of lease liabilities	(34)	(34)
Net cash used in financing activity	<u>(34)</u>	<u>(34)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,691	807
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	40,771	39,143
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	42,462	39,950

Components of cash and cash equivalents are as follows:

	UNAUDITED	UNAUDITED
	AS AT	AS AT
	30/09/2020	30/09/2019
	RM'000	RM'000
Cash and bank balances	734	1,025
Deposits with licensed banks	24,699	22,353
Short term funds	<u>17,064</u>	<u>16,607</u>
	42,497	39,985
Deposits pledged with a licensed bank	(35)	(35)
	<u>42,462</u>	<u>39,950</u>