

**Tanco Holdings Berhad (3326-K)****Condensed Consolidated Statements of Financial Position as at 31 December 2015**

|   | <b>Current Period<br/>As At<br/>31/12/2015<br/>(Unaudited)<br/>RM'000</b> | <b>Preceding Year<br/>As At<br/>30/06/2015<br/>(Audited)<br/>RM'000</b> |
|---|---|---|
| <b><u>ASSETS</u></b>                        |   |   |
| <b><u>NON-CURRENT ASSETS</u></b>            |   |   |
| Property, Plant and Equipment               | 95,510  | 96,133  |
| Land Held for Property Development          | 86,292  | 86,292  |
| Prepaid Lease Payments                      | 19,510  | 19,614  |
| Other Investments                           | 4,615   | 4,570   |
|   | 205,927   | 206,609   |
| <b><u>CURRENT ASSETS</u></b>                |   |   |
| Property Development Costs                  | 33,184  | 32,567  |
| Inventories                                 | 20,773  | 20,773  |
| Trade Receivables                           | 5,607   | 5,672   |
| Other Receivables, Deposits and Prepayments | 1,794   | 4,677   |
| Cash, Bank Balances and Deposits            | 3,316   | 4,974   |
|   | 64,674  | 68,663  |
| <b>TOTAL ASSETS</b>                         | <b>270,601</b>  | <b>275,272</b>  |

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements.)

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|  | <b>Current Period<br/>As At<br/>31/12/2015<br/>(Unaudited)<br/>RM'000</b> | <b>Preceding Year<br/>As At<br/>30/06/2015<br/>(Audited)<br/>RM'000</b> |
|--|---|---|
| <b><u>EQUITY AND LIABILITIES</u></b>                       |   |   |
| <b><u>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</u></b> |   |   |
| Share Capital  | 66,977  | 66,977  |
| Share Issuance Scheme Reserve                              | 1,364   | 1,364   |
| ICULS - Equity Component                                   | 13,344  | 13,344  |
| Retained Profits   | 76,666  | 81,617  |
| Foreign Currency Reserve                                   | (1,303)   | (1,303)   |
|  | 157,048   | 161,999   |
| Non-controlling interests                                  | 80  | 84  |
| <b>TOTAL EQUITY</b>  | <b>157,128</b>  | <b>162,083</b>  |
| <b><u>NON-CURRENT LIABILITIES</u></b>                      |   |   |
| Borrowings   | 41,022  | 42,791  |
| ICULS - Liability Component                                | 915   | 915   |
| Long Term Payables   | 748   | 748   |
| Deferred Tax Liabilities                                   | 4,448   | 4,448   |
|  | 47,133  | 48,902  |
| <b><u>CURRENT LIABILITIES</u></b>                          |   |   |
| Trade Payables   | 34,028  | 32,673  |
| Other Payables, Deposits and Accruals                      | 21,519  | 21,953  |
| Provisions For Liabilities                                 | 451   | 451   |
| Borrowings   | 5,960   | 4,879   |
| Amount Owing To Directors                                  | 3,626   | 3,578   |
| Tax Payable  | 756   | 753   |
|  | 66,340  | 64,287  |
| <b>TOTAL LIABILITIES</b>                                   | 113,473   | 113,189   |
| <b>TOTAL EQUITY AND LIABILITIES</b>                        | <b>270,601</b>  | <b>275,272</b>  |
| <b>Net Asset Per Share (RM)</b>                            | 0.4690  | 0.4837  |

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements.)

**Tanco Holdings Berhad (3326-K)**  
**Condensed Consolidated Statements of Changes in Equity for the Six (6)-months financial period ended 31 December 2015**  
(These figures have not been audited)

**31 December 2015**

|   | ← Attributable To Owners Of The Company → |  |  |  |                            |                 |  | →       |
|---|---|--|--|--|----------------------------|-----------------|--|---------|
|   | ← Non-distributable →                     |  |  |  | Distributable              |                 |  |         |
|   | Share<br>Capital<br>RM'000                | Share<br>Issuance<br>Scheme<br>Reserve<br>RM'000 | ICULS<br>- Equity<br>Component<br>RM'000 | Foreign<br>Currency<br>Reserve<br>RM'000 | Retained profits<br>RM'000 | Total<br>RM'000 | Non-Controlling<br>Interests<br>RM'000 |         |
| At 1 July 2015                          | 66,977                                    | 1,364  | 13,344                                   | (1,303)                                  | 81,617                     | 161,999         | 84                                     | 162,083 |
| Total comprehensive loss for the period | -   | -  | -  | -  | (4,951)                    | (4,951)         | (4)                                    | (4,955) |
| At 31 December 2015                     | 66,977                                    | 1,364  | 13,344                                   | (1,303)                                  | 76,666                     | 157,048         | 80                                     | 157,128 |

**31 December 2014**

|   | ← Attributable To Owners Of The Company → |  |  |  |                            |                 |  | →       |
|---|---|--|--|--|----------------------------|-----------------|--|---------|
|   | ← Non-distributable →                     |  |  |  | Distributable              |                 |  |         |
|   | Share<br>Capital<br>RM'000                | Share<br>Issuance<br>Scheme<br>Reserve<br>RM'000 | ICULS<br>- Equity<br>Component<br>RM'000 | Foreign<br>Currency<br>Reserve<br>RM'000 | Retained profits<br>RM'000 | Total<br>RM'000 | Non-Controlling<br>Interests<br>RM'000 |         |
| At 1 July 2014                          | 66,977                                    | 1,364  | 13,344                                   | (1,303)                                  | 96,493                     | 176,875         | 96                                     | 176,971 |
| Total comprehensive loss for the period | -   | -  | -  | -  | (6,648)                    | (6,648)         | (12)                                   | (6,660) |
| At 31 December 2014                     | 66,977                                    | 1,364  | 13,344                                   | (1,303)                                  | 89,845                     | 170,227         | 84                                     | 170,311 |

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements.)

**Tanco Holdings Berhad (3326-K)**  
**Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income**  
**For the Six (6)-months financial period ended 31 December 2015**  
(These figures have not been audited)

|   | INDIVIDUAL PERIOD                                 |  | CUMULATIVE PERIOD                                 |   |
|---|---|--|---|---|
|   | Current Period<br>Quarter<br>31/12/2015<br>RM'000 | Preceding Year<br>Corresponding<br>Quarter<br>31/12/2014<br>RM'000 | Current Period<br>To Date<br>31/12/2015<br>RM'000 | Preceding Year<br>Corresponding<br>Period<br>31/12/2014<br>RM'000 |
| <b>Continuing Operations</b>  |   |  |   |   |
| Revenue   | 2,554   | 745  | 3,460   | 1,357   |
| Cost of sales   | (1,116)   | (280)  | (1,514)   | (540)   |
| <b>Gross profit</b>   | 1,438   | 465  | 1,946   | 817   |
| Other income  | 140   | 4,396  | 299   | 4,897   |
| Administrative expenses   | (2,770)   | (5,798)  | (6,005)   | (10,931)  |
| <b>Operating loss</b>   | (1,192)   | (937)  | (3,760)   | (5,217)   |
| Finance costs   | (569)   | (857)  | (1,195)   | (1,443)   |
| <b>Loss before taxation</b>   | (1,761)   | (1,794)  | (4,955)   | (6,660)   |
| Taxation  | -   | -  | -   | -   |
| <b>Loss for the financial period</b>                                    | (1,761)   | (1,794)  | (4,955)   | (6,660)   |
| Other comprehensive income :-   |   |  |   |   |
| Foreign currency translation reserve                                    | -   | -  | -   | -   |
| <b>Total comprehensive loss for the financial period</b>                | (1,761)   | (1,794)  | (4,955)   | (6,660)   |
| Loss attributable to :-   |   |  |   |   |
| Owners of the Company   | (1,758)   | (1,789)  | (4,951)   | (6,648)   |
| Non-controlling interests   | (3)   | (5)  | (4)   | (12)  |
|   | (1,761)   | (1,794)  | (4,955)   | (6,660)   |
| Total comprehensive loss attributable to :-                             |   |  |   |   |
| Owners of the Company   | (1,758)   | (1,789)  | (4,951)   | (6,648)   |
| Non-controlling interests   | (3)   | (5)  | (4)   | (12)  |
|   | (1,761)   | (1,794)  | (4,955)   | (6,660)   |
| <b>Loss per ordinary share attributable to owners of the Company: -</b> |   |  |   |   |
| (a) Basic (sen)   | (0.52)  | (0.53)   | (1.48)  | (1.99)  |
| (b) Diluted (sen)   | N/A   | N/A  | N/A   | N/A   |

*Notes:*

*Other Income and (Expenses) highlights*

|                               | INDIVIDUAL PERIOD                              | CUMULATIVE PERIOD                              |
|-------------------------------|--|--|
|                               | Current Period Quarter<br>31/12/2015<br>RM'000 | Current Period To Date<br>31/12/2015<br>RM'000 |
| Other income                  | 33   | 66   |
| Rental income                 | 106  | 232  |
| Interest expenses             | (569)  | (1,195)  |
| Depreciation and amortisation | (420)  | (780)  |
| Bad debts written off         | (1)  | (2)  |

(1) There were no provisions for and write-off of receivables and inventories, gain or loss on disposal of quoted or unquoted investment (save as disclosed in note B6), impairment of assets and any exceptional items for the current quarter under review.

(2) Gain or loss on derivatives is not applicable as the Company does not have any derivative financial instrument.

(The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements.)

**Tanco Holdings Berhad (3326-K)**  
**Condensed Consolidated Statements of Cash Flows**  
**For the Six (6)-months financial period ended 31 December 2015**  
(These figures have not been audited)

|   | <b>6 Months Ended<br/>31/12/2015<br/>RM'000</b> | <b>6 Months Ended<br/>31/12/2014<br/>RM'000</b> |
|---|---|---|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                   |   |   |
| Loss before taxation  | (4,955)   | (6,660)   |
| Adjustment for :  |   |   |
| Non-operating items   | 1,976   | (1,788)   |
| Operating loss before working capital changes                 | (2,979)   | (8,448)   |
| Changes in Working Capital                                    |   |   |
| Net change in current assets                                  | 2,331   | (2,141)   |
| Net change in current liabilities                             | 921   | (5,211)   |
|   | 273   | (15,800)  |
| Interest paid   | (1,195)   | (1,443)   |
| Tax refunded  | 3   | -   |
| Net Operating Cash Flows                                      | (919)   | (17,243)  |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                   |   |   |
| - Property, plant and equipment                               | (52)  | 6,211   |
| - Acquisition of other investment                             | (47)  | -   |
| Net Investing Cash Flows                                      | (99)  | 6,211   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                   |   |   |
| - Directors' accounts   | 48  | 423   |
| - Bridging loan drawn down                                    | 1,039   | 170   |
| - Hire purchase and lease liabilities                         | (146)   | 454   |
| - Repayment of bank borrowing                                 | (2,066)   | (1,231)   |
| - Term loan drawn down  | -   | 15,000  |
| Net Financing Cash Flows                                      | (1,125)   | 14,816  |
| <b>NET CHANGES IN CASH &amp; CASH EQUIVALENTS</b>             | (2,143)   | 3,784   |
| <b>CASH &amp; CASH EQUIVALENTS AT THE BEGINNING OF PERIOD</b> | 3,068   | 7,215   |
| <b>CASH &amp; CASH EQUIVALENTS AT THE END OF PERIOD</b>       | 925   | 10,999  |
| Cash and cash equivalents comprise of the following:          |   |   |
| Cash, bank balances and deposits                              | 3,316   | 12,329  |
| Bank overdraft  | (2,391)   | (1,330)   |
|   | 925   | 10,999  |

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements.)