

**Tanco Holdings Berhad (3326-K)****Condensed Consolidated Statements of Financial Position as at 31 December 2016**

	<b>Current Period As At 31/12/2016 (Unaudited) RM'000</b>	<b>Preceding Year As At 30/06/2016 (Audited) RM'000</b>
<b><u>ASSETS</u></b>		
<b><u>NON-CURRENT ASSETS</u></b>		
Property, Plant and Equipment	92,907	93,643
Land Held for Property Development	86,299	86,292
Prepaid Lease Payments	19,299	19,404
Other Investments	4,744	4,688
	203,249	204,027
<b><u>CURRENT ASSETS</u></b>		
Property Development Costs	36,527	36,085
Inventories	20,773	20,773
Trade Receivables	4,745	2,172
Other Receivables, Deposits and Prepayments	970	1,069
Cash, Bank Balances and Deposits	2,814	4,858
	65,829	64,957
<b>TOTAL ASSETS</b>	<b>269,078</b>	<b>268,984</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 2016 and the accompanying explanatory notes attached to the interim financial statements.)

**Tanco Holdings Berhad (3326-K)****Condensed Consolidated Statements of Financial Position as at 31 December 2016**

	<b>Current Period As At 31/12/2016 (Unaudited) RM'000</b>	<b>Preceding Year As At 30/06/2016 (Audited) RM'000</b>
<b><u>EQUITY AND LIABILITIES</u></b>		
<b><u>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</u></b>		
Share Capital	18,213	66,977
Share Premium	31	-
Capital Reserves	50,233	-
Share Issuance Scheme Reserve	1,364	1,364
ICULS - Equity Component	13,344	13,344
Retained Profits	67,808	72,897
Foreign Currency Reserve	(1,303)	(1,303)
	149,690	153,279
Non-controlling interests	85	87
<b>TOTAL EQUITY</b>	<b>149,775</b>	<b>153,366</b>
<b><u>NON-CURRENT LIABILITIES</u></b>		
Borrowings	43,472	23,345
ICULS - Liability Component	436	436
Long Term Payables	748	748
Deferred Tax Liabilities	4,448	4,448
	49,104	28,977
<b><u>CURRENT LIABILITIES</u></b>		
Trade Payables	34,589	29,596
Other Payables, Deposits and Accruals	21,594	22,055
Provisions For Liabilities	451	451
Redeemable Convertible Notes	500	-
Borrowings	8,323	29,519
Amount Owing To Directors	3,987	4,258
Tax Payable	755	762
	70,199	86,641
<b>TOTAL LIABILITIES</b>	119,303	115,618
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>269,078</b>	<b>268,984</b>
<b>Net Asset Per Share (RM)</b>	0.4109	0.4577

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 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 2016**  
(These figures have not been audited)

**31 December 2016**

	← Attributable To Owners Of The Company →							Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
	← Non-distributable →				Distributable →					
	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	Share Issuance Scheme Reserve RM'000	ICULS - Equity Component RM'000	Foreign Currency Reserve RM'000	Retained profits RM'000			
At 1 July 2016	66,977	-	-	1,364	13,344	(1,303)	72,897	153,279	87	153,366
Transfer to capital reserve on Par Value Reduction	(50,233)	-	50,233	-	-	-	-	-	-	-
Issuance of shares:										
- On Conversion of Redeemable Convertible Notes	1,469	31	-	-	-	-	-	1,500	-	1,500
- Share issue expenses	-	-	-	-	-	-	(107)	(107)	-	(107)
Total comprehensive loss for the period	-	-	-	-	-	-	(4,982)	(4,982)	(2)	(4,984)
At 31 December 2016	18,213	31	50,233	1,364	13,344	(1,303)	67,808	149,690	85	149,775

**31 December 2015**

	← Attributable To Owners Of The Company →							Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
	← Non-distributable →				Distributable →					
	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	Share Issuance Scheme Reserve RM'000	ICULS - Equity Component RM'000	Foreign Currency Reserve RM'000	Retained profits 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

(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 2016 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 2016**  
(These figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Period Quarter 31/12/2016 RM'000	Preceding Year Corresponding Quarter 31/12/2015 RM'000	Current Period To Date 31/12/2016 RM'000	Preceding Year Corresponding Period 31/12/2015 RM'000
<b>Continuing Operations</b>				
Revenue	535	2,554	2,364	3,460
Cost of sales	(139)	(1,116)	(848)	(1,514)
<b>Gross profit</b>	396	1,438	1,516	1,946
Other income	227	140	281	299
Administrative expenses	(2,494)	(2,770)	(5,483)	(6,005)
<b>Operating loss</b>	(1,871)	(1,192)	(3,686)	(3,760)
Finance costs	(542)	(569)	(1,305)	(1,195)
<b>Loss before taxation</b>	(2,413)	(1,761)	(4,991)	(4,955)
Taxation	-	-	7	-
<b>Loss for the financial period</b>	(2,413)	(1,761)	(4,984)	(4,955)
Other comprehensive income :-				
Foreign currency translation reserve	-	-	-	-
<b>Total comprehensive loss for the financial period</b>	(2,413)	(1,761)	(4,984)	(4,955)
Loss attributable to :-				
Owners of the Company	(2,412)	(1,758)	(4,982)	(4,951)
Non-controlling interests	(1)	(3)	(2)	(4)
	(2,413)	(1,761)	(4,984)	(4,955)
Total comprehensive loss attributable to :-				
Owners of the Company	(2,412)	(1,758)	(4,982)	(4,951)
Non-controlling interests	(1)	(3)	(2)	(4)
	(2,413)	(1,761)	(4,984)	(4,955)
<b>Loss per ordinary share attributable to owners of the Company: -</b>				
(a) Basic (sen)	(0.66)	(0.52)	(1.37)	(1.48)
(b) Diluted (sen)	N/A	N/A	N/A	N/A

*Notes:*

*Other Income and (Expenses) highlights*

	INDIVIDUAL PERIOD	CUMULATIVE PERIOD
	Current Period Quarter 31/12/2016 RM'000	Current Period To Date 31/12/2016 RM'000
Other income	25	79
Rental income	202	202
Interest expenses	(542)	(1,305)
Depreciation and amortisation	(437)	(874)
Bad debts written off	-	(5)

(1) There were no provisions for 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 2016 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 2016**  
(These figures have not been audited)

	<b>6 Months Ended 31/12/2016 RM'000</b>	<b>6 Months Ended 31/12/2015 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(4,991)	(4,955)
Adjustment for :		
Non-operating items	2,150	1,976
Operating loss before working capital changes	<u>(2,841)</u>	<u>(2,979)</u>
Changes in Working Capital		
Net change in current assets	(2,916)	2,331
Net change in current liabilities	4,532	921
	<u>(1,225)</u>	<u>273</u>
Interest paid	(1,276)	(1,195)
Tax refunded	-	3
Net Operating Cash Flows	<u>(2,501)</u>	<u>(919)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
- Property, plant and equipment	(22)	(52)
- Acquisition of other investment	(67)	(47)
- Land held for property development	(7)	-
Net Investing Cash Flows	<u>(96)</u>	<u>(99)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
- Directors' accounts	(271)	48
- Bridging loan drawn down	-	1,039
- Hire purchase and lease liabilities	(140)	(146)
- Proceeds from issuance of Redeemable Convertible Notes	1,893	-
- Repayment of short term loan	(788)	-
- Repayment of bank borrowing	(1,048)	(2,066)
- Term loan drawn down	1,000	-
Net Financing Cash Flows	<u>646</u>	<u>(1,125)</u>
<b>NET CHANGES IN CASH &amp; CASH EQUIVALENTS</b>	<b>(1,951)</b>	<b>(2,143)</b>
<b>CASH &amp; CASH EQUIVALENTS AT THE BEGINNING OF PERIOD</b>	<b>2,271</b>	<b>3,068</b>
<b>CASH &amp; CASH EQUIVALENTS AT THE END OF PERIOD</b>	<b><u>320</u></b>	<b><u>925</u></b>
Cash and cash equivalents comprise of the following:		
Cash, bank balances and deposits	2,814	3,316
Bank overdraft	<u>(2,494)</u>	<u>(2,391)</u>
	<u>320</u>	<u>925</u>

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.)