

Tanco Holdings Berhad (3326-K)**Condensed Consolidated Statements of Financial Position as at 31 December 2018**

| | Current Year As At 31-Dec-18 (Unaudited) RM'000 | Preceding Year As At 30-Jun-18 (Audited) RM'000 |
|---|--|--|
| <u>ASSETS</u> | | |
| <u>NON-CURRENT ASSETS</u> | | |
| Property, Plant and Equipment | 69,913 | 70,450 |
| Investment Properties | 27,611 | 28,187 |
| Land Held for Property Development | 87,378 | 87,353 |
| Other Investments | 112 | 111 |
| TOTAL NON-CURRENT ASSETS | 185,014 | 186,101 |
| <u>CURRENT ASSETS</u> | | |
| Property Development Costs | 46,252 | 44,498 |
| Inventories | 21,939 | 21,939 |
| Trade Receivables | 1,166 | 1,378 |
| Other Receivables, Deposits and Prepayments | 6,702 | 3,803 |
| Cash, Bank Balances and Deposits | 5,490 | 10,846 |
| | 81,549 | 82,464 |
| TOTAL ASSETS | 266,563 | 268,565 |

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2018 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 2018**

| | Current Year As At 31-Dec-18 (Unaudited) RM'000 | Preceding Year As At 30-Jun-18 (Audited) RM'000 |
|--|--|--|
| <u>EQUITY AND LIABILITIES</u> | | |
| <u>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</u> | | |
| Share Capital | 48,877 | 48,877 |
| Capital Reserves | 50,233 | 50,233 |
| RCN - Equity Component | 2,010 | 10 |
| Retained Profits | 54,328 | 61,127 |
| TOTAL EQUITY | 155,448 | 160,247 |
| <u>NON-CURRENT LIABILITIES</u> | | |
| Borrowings | 41,217 | 41,862 |
| Long Term Payables | 748 | 748 |
| Deferred Tax Liabilities | 1 | 1 |
| | 41,966 | 42,611 |
| <u>CURRENT LIABILITIES</u> | | |
| Trade Payables | 23,986 | 26,338 |
| Other Payables, Deposits and Accruals | 35,080 | 29,935 |
| Provisions For Liabilities | 2,751 | 2,751 |
| RCN - Liability Component | 92 | 92 |
| Borrowings | 3,673 | 3,656 |
| Amount Owing To Directors | 2,812 | 2,180 |
| Tax Payable | 755 | 755 |
| | 69,149 | 65,707 |
| TOTAL LIABILITIES | 111,115 | 108,318 |
| TOTAL EQUITY AND LIABILITIES | 266,563 | 268,565 |
| Net Asset Per Share (RM) | 0.2315 | 0.2387 |

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2018 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 2018

(These figures have not been audited)

31 December 2018

| | Attributable To Owners Of The Company | | | | | | | Total Equity RM'000 |
|--|---------------------------------------|------------------------------|--|--|-------------------------------|-----------------|--|---------------------------|
| | Non-distributable | | | | Distributable | | | |
| | Share Capital RM'000 | Capital Reserve RM'000 | RCN - Equity Component RM'000 | Foreign Currency Reserve RM'000 | Retained profits RM'000 | Total RM'000 | Non- Controlling Interests RM'000 | |
| At 1 July 2018 | 48,877 | 50,233 | 10 | - | 61,127 | 160,247 | - | 160,247 |
| Issuance of Redeemable Convertible Notes | - | - | 2,000 | - | - | 2,000 | - | 2,000 |
| Total comprehensive loss for the period | - | - | - | - | (6,799) | (6,799) | - | (6,799) |
| At 31 December 2018 | 48,877 | 50,233 | 2,010 | - | 54,328 | 155,448 | - | 155,448 |

31 December 2017

| | Attributable To Owners Of The Company | | | | | | | Total Equity RM'000 |
|---|---------------------------------------|------------------------------|--|--|-------------------------------|-----------------|--|---------------------------|
| | Non-distributable | | | | Distributable | | | |
| | Share Capital RM'000 | Capital Reserve RM'000 | RCN - Equity Component RM'000 | Foreign Currency Reserve RM'000 | Retained profits RM'000 | Total RM'000 | Non- Controlling Interests RM'000 | |
| At 1 July 2017 | 47,977 | 50,233 | 100 | (1,303) | 61,213 | 158,220 | 81 | 158,301 |
| Total comprehensive income for the period | - | - | - | - | 1,270 | 1,270 | (3) | 1,267 |
| At 31 December 2017 | 47,977 | 50,233 | 100 | (1,303) | 62,483 | 159,490 | 78 | 159,568 |

(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 2018 and the accompanying explanatory notes attached to the interim financial statements.)

Tanco Holdings Berhad (3326-K)
Condensed Consolidated Statements of Profit or Loss
For the Six (6)-months Financial Period Ended 31 December 2018
(These figures have not been audited)

| | INDIVIDUAL PERIOD | | CUMULATIVE YEAR | |
|---|--|---|--|--|
| | Current Period Quarter 31-Dec-18 RM'000 | Preceding Year Corresponding Quarter 31-Dec-17 RM'000 | Current Period To Date 31-Dec-18 RM'000 | Preceding Year Corresponding Period 31-Dec-17 RM'000 |
| Continuing Operations | | | | |
| Revenue | 1,797 | 2,390 | 2,872 | 13,068 |
| Cost of sales | (976) | (1,500) | (1,632) | (2,880) |
| Gross profit | 821 | 890 | 1,240 | 10,188 |
| Other income | 84 | 94 | 243 | 133 |
| Administrative expenses | (3,325) | (3,130) | (6,858) | (7,874) |
| Operating (loss)/profit | (2,420) | (2,146) | (5,375) | 2,447 |
| Finance costs | (676) | (385) | (1,320) | (1,180) |
| (Loss)/Profit before taxation | (3,096) | (2,531) | (6,695) | 1,267 |
| Taxation | - | - | (104) | - |
| (Loss)/Profit for the financial period | (3,096) | (2,531) | (6,799) | 1,267 |
| (Loss)/Profit attributable to :- | | | | |
| Owners of the Company | (3,096) | (2,529) | (6,799) | 1,270 |
| Non-controlling interests | - | (2) | - | (3) |
| | (3,096) | (2,531) | (6,799) | 1,267 |
| (a) Basic (sen) | (0.46) | (0.38) | (1.01) | 0.19 |
| (b) Diluted (sen) | N/A | N/A | N/A | N/A |

Notes:

Other Income and (Expenses) highlights

| | INDIVIDUAL PERIOD | CUMULATIVE YEAR |
|---|--|--|
| | Current Period Quarter 31/12/2018 RM'000 | Current Period To Date 31/12/2018 RM'000 |
| Interest income | 16 | 36 |
| Other income | 27 | 166 |
| Reversal of impairment loss on other receivables no longer required | 41 | 41 |
| Bad debts written off | (41) | (41) |
| Depreciation and amortisation | (645) | (1,263) |
| Interest expenses | (676) | (1,320) |

- (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 should be read in conjunction with the audited financial statements for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.)

Tanco Holdings Berhad (3326-K)**Statements of Other Comprehensive Income****For the Six (6)-months Financial Period Ended 31 December 2018**

(These figures have not been audited)

| | INDIVIDUAL PERIOD | | CUMULATIVE YEAR | |
|---|--|---|--|--|
| | Current Period Quarter 31-Dec-18 RM'000 | Preceding Year Corresponding Quarter 31-Dec-17 RM'000 | Current Period To Date 31-Dec-18 RM'000 | Preceding Year Corresponding Period 31-Dec-17 RM'000 |
| (Loss)/Profit for the financial period | (3,096) | (2,531) | (6,799) | 1,267 |
| Other comprehensive loss: | | | | |
| Foreign currency reserve | - | - | - | - |
| Total comprehensive (loss)/income for the financial period | <u>(3,096)</u> | <u>(2,531)</u> | <u>(6,799)</u> | <u>1,267</u> |
| Total comprehensive (loss)/income attributable to: | | | | |
| Owners of the Company | (3,096) | (2,529) | (6,799) | 1,270 |
| Non-controlling interests | - | (2) | - | (3) |
| | <u>(3,096)</u> | <u>(2,531)</u> | <u>(6,799)</u> | <u>1,267</u> |

(The Condensed Consolidated Statements of Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2018 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 2018
(These figures have not been audited)

| | 6 Months Ended 31-Dec-18 RM'000 | 6 Months Ended 31-Dec-17 RM'000 |
|---|--|--|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| (Loss)/Profit before taxation | (6,695) | 1,267 |
| Adjustment for : | | |
| Non-operating items | 2,589 | 3,255 |
| Operating (loss)/profit before working capital changes | (4,106) | 4,522 |
| Changes in Working Capital | | |
| Net change in current assets | (4,482) | (29,759) |
| Net change in current liabilities | 2,793 | 42,556 |
| | (5,795) | 17,319 |
| Interest received | 32 | 46 |
| Interest paid | (1,320) | (1,180) |
| Tax paid | (104) | - |
| Net Operating Cash Flows | (7,187) | 16,185 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| - Addition in property, plant and equipment | (147) | (263) |
| - Land held for property development | (25) | - |
| Net Investing Cash Flows | (172) | (263) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| - Directors' accounts | 632 | (3,817) |
| - Hire purchase and lease liabilities | (125) | (129) |
| - Repayment of bridging loan | (628) | (1,279) |
| - Repayment of term loan | (146) | (4,623) |
| - Proceeds from issuance of RCN | 2,000 | - |
| Net Financing Cash Flows | 1,733 | (9,848) |
| NET CHANGES IN CASH & CASH EQUIVALENTS | (5,626) | 6,074 |
| CASH & CASH EQUIVALENTS AT THE BEGINNING OF PERIOD | 7,687 | 2,017 |
| CASH & CASH EQUIVALENTS AT THE END OF PERIOD | 2,061 | 8,091 |
| Cash and cash equivalents comprise of the following: | | |
| Cash, bank balances and deposits | 5,490 | 10,540 |
| Bank overdraft | (3,429) | (2,449) |
| | 2,061 | 8,091 |

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.)