

Tanco Holdings Berhad

Registration No. 195801000190 (3326-K)

Condensed Consolidated Statements of Financial Position as at 31 December 2023

	Current Period As At 31-Dec-23 (Unaudited) RM'000	Preceding Year As At 30-Jun-23 (Audited) RM'000
<u>ASSETS</u>		
<u>NON-CURRENT ASSETS</u>		
Property, Plant and Equipment	74,504	74,688
Investment Properties	34,861	35,462
Inventories	115,551	110,441
Other Investments	3	3
Goodwill on Consolidation	19,279	18,870
TOTAL NON-CURRENT ASSETS	244,198	239,464
<u>CURRENT ASSETS</u>		
Inventories	50,971	57,345
Trade Receivables	98,954	75,096
Other Receivables, Deposits and Prepayments	21,236	31,165
Contract Asset	4,530	6,116
Contract Costs	1,807	1,625
Tax Recoverable	55	30
Cash, Bank Balances and Deposits	6,387	8,119
TOTAL CURRENT ASSETS	183,940	179,496
TOTAL ASSETS	428,138	418,960

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.)

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Condensed Consolidated Statements of Financial Position as at 31 December 2023

	Current Period As At 31-Dec-23 (Unaudited) RM'000	Preceding Year As At 30-Jun-23 (Audited) RM'000
<u>EQUITY AND LIABILITIES</u>		
<u>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</u>		
Share Capital	184,554	156,331
Capital Reserves	50,233	50,233
RCN - Equity Component	-	153
Retained Profits	32,448	32,093
	267,235	238,810
Non-controlling Interests	5,409	3,659
TOTAL EQUITY	272,644	242,469
<u>NON-CURRENT LIABILITIES</u>		
Borrowings	7,926	15,363
Lease Liabilities	437	379
Long Term Payables	748	748
Deferred Tax Liabilities	140	188
TOTAL NON-CURRENT LIABILITIES	9,251	16,678
<u>CURRENT LIABILITIES</u>		
Trade Payables	46,357	47,493
Other Payables, Deposits and Accruals	37,166	27,880
Contract Liabilities	39,308	42,562
Borrowings	367	3,723
Lease Liabilities	112	123
Amount Owing To Directors	16,637	26,549
RCN - Liability Component	-	4,799
Current Tax Liabilities	6,296	6,684
TOTAL CURRENT LIABILITIES	146,243	159,813
TOTAL LIABILITIES	155,494	176,491
TOTAL EQUITY AND LIABILITIES	428,138	418,960
Net Asset Per Share (RM)	0.1337	0.1321

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.)

Tanco Holdings Berhad

Registration No. 195801000190 (3326-K)

Condensed Consolidated Statements of Changes in Equity for the Six (6)-months financial period ended 31 December 2023

(The figures have not been audited)

31 December 2023

	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	Retained Profits RM'000	Total RM'000	Non- Controlling Interests RM'000	
At 1 July 2023	156,331	50,233	153	32,093	238,810	3,659	242,469
Conversion of Redeemable Convertible Notes	5,000	-	(153)	-	4,847	-	4,847
Conversion of Warrants	23,223	-	-	-	23,223	-	23,223
Acquisition of subsidiaries	-	-	-	-	-	72	72
Total comprehensive profit for the period	-	-	-	355	355	1,678	2,033
At 31 December 2023	184,554	50,233	-	32,448	267,235	5,409	272,644

31 December 2022

	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	Retained Profits RM'000	Total RM'000	Non- Controlling Interests RM'000	
At 1 July 2022	107,981	50,233	275	13,560	172,049	144	172,193
Issuance of Redeemable Convertible Notes	-	-	523	-	523	-	523
Conversion of Redeemable Convertible Notes	7,500	-	(431)	-	7,069	-	7,069
Total comprehensive profit for the period	-	-	-	10,501	10,501	(30)	10,471
At 31 December 2022	115,481	50,233	367	24,061	190,142	114	190,256

(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 2023 and the accompanying explanatory notes attached to the interim financial statements.)

Tanco Holdings Berhad

Registration No. 195801000190 (3326-K)

Condensed Consolidated Statements of Comprehensive Income
For the Six (6)-months Financial Period Ended 31 December 2023
(The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE YEAR	
	Current Period Quarter 31-Dec-23 RM'000	Preceding Year Corresponding Quarter 31-Dec-22 RM'000	Current Period To Date 31-Dec-23 RM'000	Preceding Year Corresponding Period 31-Dec-22 RM'000
Revenue	33,821	29,716	60,123	51,030
Cost of sales	(29,266)	(21,459)	(48,716)	(39,531)
Gross profit	4,555	8,257	11,407	11,499
Other income	2,475	3,562	3,921	3,739
Administrative expenses	(5,042)	(6,378)	(11,731)	(11,238)
Operating profit/(loss)	1,988	5,441	3,597	4,000
Finance income	31	6,410	46	7,964
Finance costs	(111)	(98)	(239)	(1,493)
Profit/(Loss) before taxation	1,908	11,753	3,404	10,471
Taxation	(686)	-	(1,371)	-
Profit/(Loss) for the financial period	1,222	11,753	2,033	10,471
Profit/(Loss) attributable to :-				
Owners of the Company	143	11,769	355	10,501
Non-controlling interests	1,079	(16)	1,678	(30)
	1,222	11,753	2,033	10,471
(a) Basic (sen)	0.01	0.66	0.02	0.59
(b) Diluted (sen)	N/A	N/A	N/A	N/A

(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 2023 and the accompanying explanatory notes attached to the interim financial statements.)

Tanco Holdings Berhad

Registration No. 195801000190 (3326-K)

Statements of Other Comprehensive Income**For the Six (6)-months Financial Period Ended 31 December 2023**

(The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE YEAR	
	Current Period Quarter	Preceding Year Corresponding Quarter	Current Period To Date	Preceding Year Corresponding Period
	31-Dec-23 RM'000	31-Dec-22 RM'000	31-Dec-23 RM'000	31-Dec-22 RM'000
Profit/(Loss) for the financial period	1,222	11,753	2,033	10,471
Other comprehensive profit/(loss):				
Foreign currency reserve	-	-	-	-
Total comprehensive profit/(loss) attributable to:				
Owners of the Company	143	11,769	355	10,501
Non-controlling interests	1,079	(16)	1,678	(30)
	<u>1,222</u>	<u>11,753</u>	<u>2,033</u>	<u>10,471</u>

*Notes:**Other Income and (Expenses) highlights*

	INDIVIDUAL PERIOD		CUMULATIVE YEAR	
	Current Period Quarter		Current Period To Date	
	31/12/2023 RM'000		31/12/2023 RM'000	
Gain on disposal of property, plant and equipment	14		14	
Interest income	31		46	
Other income	997		2,262	
Reversal of impairment loss on receivables no longer required	1,464		1,645	
Depreciation and amortisation	(604)		(1,202)	
Interest expenses	(111)		(239)	
Inventories written off	(26)		(26)	
Property, plant and equipment written off	(11)		(11)	

(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.

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

(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 2023 and the accompanying explanatory notes attached to the interim financial statements.)

Tanco Holdings Berhad

Registration No. 195801000190 (3326-K)

Condensed Consolidated Statements of Cash Flows**For the Six (6)-months Financial Period Ended 31 December 2023**

(The figures have not been audited)

	6 Months Ended 31-Dec-23 RM'000	6 Months Ended 31-Dec-22 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	3,404	10,471
Adjustment for :		
Non-operating items	3,065	(5,396)
Operating profit/(loss) before working capital changes	<u>6,469</u>	<u>5,075</u>
Changes in Working Capital		
Net change in current assets	(12,988)	(14,915)
Net change in current liabilities	4,896	6,008
	<u>(1,623)</u>	<u>(3,832)</u>
Interest received	46	13
Interest paid	(170)	(1,498)
Tax paid	(1,725)	(8)
Net Operating Cash Flows	<u>(3,472)</u>	<u>(5,325)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of subsidiaries for cash, net of cash acquired	(339)	-
Addition in property, plant and equipment	(558)	(28)
Proceeds from disposal of PPE	143	-
Changes in pledged fixed deposits	35	(10)
Net Investing Cash Flows	<u>(719)</u>	<u>(38)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Conversion of warrants	23,223	-
Directors' accounts	(9,912)	4,687
Net of repayments of borrowings	(10,669)	(10,301)
Proceeds from issuance of RCN	-	12,997
Net Financing Cash Flows	<u>2,642</u>	<u>7,383</u>
NET CHANGES IN CASH & CASH EQUIVALENTS	(1,549)	2,020
CASH & CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	6,755	4,810
CASH & CASH EQUIVALENTS AT THE END OF PERIOD	<u>5,206</u>	<u>6,830</u>
Cash and cash equivalents comprise of the following:		
Cash, bank balances and deposits	6,387	8,971
Bank overdraft	-	(992)
	<u>6,387</u>	<u>7,979</u>
Less : Deposits pledged with licensed banks	(1,181)	(1,149)
	<u>5,206</u>	<u>6,830</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 2023 and the accompanying explanatory notes attached to the interim financial statements.)

**Notes to the Interim Financial Statements
For the Second Quarter ended 31 December 2023**

A1. BASIS OF PREPARATION

The interim financial report is prepared in accordance with the requirements of paragraph 9.22, Main Market Listing Requirements (“Listing Requirements”) of the Bursa Malaysia Securities Berhad (“Bursa Securities”) and complies with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (MASB).

The interim financial report is unaudited and should be read in conjunction with the Group’s audited annual financial statements for the financial year ended 30 June 2023.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the Group’s accounting year beginning 1 July 2023.

The financial statements of the Group for the quarter ended 31 December 2023 are prepared in accordance with the MFRS Framework.

A2. CHANGES IN ACCOUNTING POLICIES AND PRIOR YEARS’ ADJUSTMENT

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted for the audited annual financial statements for the financial year ended 30 June 2023, except as disclosed below:

Effective for financial year beginning on or after 1 January 2023

- MFRS 17 Insurance Contracts
- Amendments to MFRS 17 Insurance Contracts (Initial Application of MFRS 17 and MFRS 9—Comparative Information)
- Amendments to MFRS 101 Presentation of Financial Statements (Disclosure of Accounting Policies)
- Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors (Definition of Accounting Estimates)
- Amendments to MFRS 112 Income Taxes (Deferred Tax related to Assets and Liabilities arising from a Single Transaction)

Effective for financial year beginning on or after 1 January 2024

- Amendments to MFRS 7 Financial Instruments: Disclosures (Supplier Finance Arrangements)
- Amendments to MFRS 16 Leases (Lease Liability in a Sale and Leaseback)
- Amendments to MFRS 101 Presentation of Financial Statements (Non-current Liabilities with Covenants)
- Amendments to MFRS 107 Statement of Cash Flows (Supplier Finance Arrangements)

The adoption of these new MFRSs do not have any significant financial impact on the financial statements of the Group for the current quarter.

A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report of the Group's audited financial statements for the financial year ended 30 June 2023 was not subject to any audit qualification.

A4. SEASONAL OR CYCLICAL FACTORS

The operation of the Group was not affected by any material significant seasonal or cyclical factors during the current financial quarter under review.

A5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

Save for the event explained under note A11, there were no unusual items for the current financial quarter under review.

A6. CHANGE IN ESTIMATES

There were no changes in the estimates of amounts reported which have material effect in the current financial quarter under review.

A7. DEBT AND EQUITY SECURITIES

There was no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities in the current financial quarter under review, save as disclosed below: -

- (i) The issuance of 412,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 2 October 2023.
- (ii) The issuance of 4,330,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 4 October 2023.
- (iii) The issuance of 5,097,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 10 October 2023.
- (iv) The issuance of 220,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 16 October 2023.
- (v) The issuance of 5,100,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 19 October 2023.
- (vi) The issuance of 97,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 30 October 2023.
- (vii) The issuance of 6,100,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 3 November 2023.
- (viii) The issuance of 5,000,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 16 November 2023.

A7. DEBT AND EQUITY SECURITIES (Cont'd)

- (ix) The issuance of 197,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 22 November 2023.
- (x) The issuance of 180,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 1 December 2023.
- (xi) The issuance of 100,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 7 December 2023.
- (xii) The issuance of 5,180,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 8 January 2024.
- (xiii) The issuance of 6,000,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 11 January 2024.
- (xiv) The issuance of 3,240,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 16 January 2024.
- (xv) The issuance of 6,073,800 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 19 January 2024.
- (xvi) The issuance of 5,836,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 24 January 2024.
- (xvii) The issuance of 8,308,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 29 January 2024.
- (xviii) The issuance of 821,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 31 January 2024.
- (xix) The issuance of 413,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 6 February 2024.
- (xx) The issuance of 3,300,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 7 February 2024.
- (xxi) The issuance of 198,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 15 February 2024.
- (xxii) The issuance of 6,340,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 19 February 2024.

A8. DIVIDEND PAID

No dividend has been paid for the current financial quarter under review.

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A9. SEGMENTAL REPORTING

Segmental information is presented in respect of the Group's business segments. The primary format, business segments, is based upon the industry of the underlying investment.

The activities of the Group are carried out mainly in Malaysia and as such, segmental reporting by geographical location is not presented.

6 months ended	Property development/ Management	Resorts and Club Operation/ Management	Construction	Investment holding	Business consulting services	Elimination	Consolidated
31-Dec-23	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue							
External sales	11,436	938	35,656	3	12,090	-	60,123
Inter-segment sales	417	-	-	-	-	(417)	-
Total revenue	<u>11,853</u>	<u>938</u>	<u>35,656</u>	<u>3</u>	<u>12,090</u>	<u>(417)</u>	<u>60,123</u>
Results							
Profit/(loss) from operations	500	(1,403)	2,368	(1,473)	5,465	(1,860)	3,597
Finance income							46
Finance costs							(239)
Profit before taxation							3,404
Taxation							(1,371)
Profit after taxation							2,033
Other comprehensive income							-
Total comprehensive income							<u>2,033</u>
Other Information							
Depreciation and amortisation	435	865	1	7	114	(220)	1,202
Consolidated Statements of Financial Position							
Assets							
Segment assets	<u>324,619</u>	<u>99,405</u>	<u>38,577</u>	<u>384,775</u>	<u>40,179</u>	<u>(459,472)</u>	<u>428,083</u>
Liabilities							
Segment liabilities	<u>(131,050)</u>	<u>(57,050)</u>	<u>(26,880)</u>	<u>(59,664)</u>	<u>(23,607)</u>	<u>149,193</u>	<u>(149,058)</u>

A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There were no material changes in the valuation on property, plant and equipment in the current financial quarter under review.

A11. MATERIAL EVENTS DURING THE QUARTER

- (i) On 10 October 2023, the Board of Directors of the Company wishes to announce that the Company and its subsidiaries ("Tanco Group") intend to seek shareholders' approval for Tanco Group to enter into recurrent related party transactions of a revenue or trading nature ("Recurrent Related Party Transactions") which are necessary for Tanco Group's day-to-day operations with Halaman Mantap Sdn. Bhd., a company related to the Company's directors and major shareholders ("Proposed New Shareholders' Mandate") and that it has been approved at the forthcoming 64th annual general meeting ("AGM").

Further details on the Proposed New Shareholders' Mandate are set out in the Group's announcement dated 10 October 2023.

- (ii) On 16 October 2023, the Board of Directors of the Company wishes to announce that the Company has incorporated a new 79% direct owned subsidiary, namely Midports Holdings Sdn. Bhd. ("MHSB) on 16 October 2023 with an issued share capital of RM10,000.00 divided into 10,000 ordinary shares ("the Incorporation").

The Incorporation is not expected to have any material impact on the earnings per share, net assets per share, gearing, share capital and substantial shareholders' shareholding of the Company for the financial year ending 30 June 2024.

- (iii) On 13 April 2021, Genium Corporation Sdn Bhd ("Genium") (a wholly owned subsidiary of World Vacation Ownership Sdn Bhd, which in turn is a wholly owned subsidiary of Tanco Holdings Berhad) subscribed 51% shares at RM700,012.00 in Herbitec. Herbitec is a registered holder of the intellectual rights of these pharmaceutical/health products namely: Noden, Livarton, and Kinetic.

On 18 October 2023, there was a further subscription of 21.6% shares at RM338,764.80 in Herbitec by the Company.

Save for the above, there were no material events during the quarter under review that have not been reflected.

A12. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD

- (i) On 15 January 2024 MHSB received a letter from Jabatan Laut Malaysia/ Malaysia Marine Department ("MMD") notifying that the Ministry of Transport of Malaysia ("MOTM") has no objections to the Proposed Port Project of a smart AI container port by Midports Holdings Sdn Bhd and that MMD is giving its approval-in-principle for the same, subject to the various technical studies and all preliminary conditions that have been set by the MOTM.

There were no material events subsequent to the end of the interim period under review that have not been reflected.

A13. CHANGE IN THE COMPOSITION OF THE GROUP

Save for A11(ii) and (iii), there were no material changes to the composition of the Group during the current financial quarter under review.

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A14. CONTINGENT ASSETS AND CONTINGENT LIABILITIES

As at 31 December 2023, the Group has no other contingent assets and contingent liabilities save as disclosed below.

Corporate guarantees given by the Company
to banks for credit facilities granted to the subsidiaries

RM'000

5,309

A15. CAPITAL COMMITMENT

There were no capital commitments for the current financial quarter under review.

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Bursa Securities Listing Requirements (Part A of Appendix 9B)**B1. REVIEW OF PERFORMANCE**

For the 6 months financial period ended 31 December 2023, the Group had recorded a profit before taxation ("PBT") of RM3.4 million as compared to a profit before taxation ("PBT") RM10.5 million in the preceding year corresponding quarter ended 31 December 2022. The decrease in PBT was mainly attributable to lower revenue generated from property development and management in the current period.

B2. MATERIAL CHANGE IN THE QUARTERLY RESULTS COMPARED TO THE RESULTS OF THE IMMEDIATE PRECEDING QUARTER ENDED 30 SEPTEMBER 2023

	Current Period Quarter 31/12/2023 RM'000	Immediate Preceding Quarter 30/09/2023 RM'000
Revenue	33,821	26,302
Profit after tax	1,222	811

The Group recorded a revenue of RM33.8 million in the current quarter ended 31 December 2023 as compared to RM26.3 million in the preceding quarter 30 September 2023. The increase in revenue during the current quarter under review is mainly due to higher revenue generated from property development and management, constructions and business consulting services segment in current quarter.

The Group recorded a higher profit after taxation ("PAT") of RM1.2 million in current quarter as compared to RM0.8 million in preceding quarter ended 30 September 2023. The increase in PAT is mainly resulting from a higher contribution from constructions segment in the current quarter.

B3. PROSPECTS

The Malaysian economy is expected to remain resilient in 2024, clearly well on the road to recovery from the turbulent times of the Corona virus pandemic. The Group is optimistic and confident that post GE 15, the new Government will continue to initiate and implement positive economic growth policies to continue catalysing and enhancing local trade, the domestic economy and to further support the various business sectors.

Within this encouraging environment, the Group is confident that its various business sectors will continue to grow and contribute positively to the Group, with the ongoing projects of our Property Sector completing and becoming operational soon and with a few more collaborative projects in discussion, with the ongoing works and more opportunities for contracts for our Construction Sector, and with clinical trials commencing soon to evaluate the efficacy of our Pharmaceutical Sector's Noden™ product against Dengue.

All in all, the outlook for the year ahead is encouraging. Barring any unforeseen circumstances, the Group will be primed to further strengthen and also expand our core businesses.

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B4. PROFIT FORECAST

The Company did not announce any profit forecast nor profit guarantee for the current financial period under review.

B5. TAXATION

	Current Period Quarter 31/12/2023 RM'000	Current Period To Date 31/12/2023 RM'000
Income Tax		
- Current year	640	1,354
- Under provision in prior year	46	17
Deferred Tax		
- Current year	-	-
- Prior year	-	-
	686	1,371

B6. PROFIT ON SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There was no other sale of unquoted investments or properties other than those exercised in the ordinary course of business of the Group for the quarter.

B7. QUOTED SECURITIES

a) There were no purchases or disposal of quoted securities made in this quarter.

b) Investments in Quoted Securities

Quoted shares in Malaysia, at fair value	RM'000 <u>3</u>
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B8. CORPORATE PROPOSALS

There are no other corporate proposals announced by the Company as at 20 February 2024, being the latest practicable date ("LPD"), which is not earlier than 7 days from the date of issue of this quarterly report.

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B9. GROUP BORROWINGS AND DEBT SECURITIES

Total Group's borrowings as at 31 December 2023 are as follow: -

	As at 31/12/2023 RM'000
Short Term Borrowings	
Secured: -	
- Hire purchase and lease liabilities	112
- Term loan	367
	<u>479</u>
Long Term Borrowings	
Secured: -	
- Hire purchase and lease liabilities	437
- Term loan	7,926
	<u>8,363</u>
Total	<u>8,842</u>

The above borrowings are denominated in Ringgit Malaysia (RM).

B10. OFF-BALANCE SHEET FINANCIAL INSTRUMENTS

As at 20 February 2024, being the latest practicable date, which is not earlier than 7 days from the date of issue of this quarterly report, the Group does not have any off-balance sheet financial instruments.

B11. MATERIAL LITIGATION

As at 20 February 2024, being the latest practicable date that is not earlier than 7 days from the date of issue of this quarterly report, the Group is not engaged in any material litigation except for:

Court proceedings via Originating Summons were filed by a wholly owned subsidiary of the Company via its solicitors against Pacific Trustees Bhd ("PTB") for declaratory relief to inter alia, dispute and challenge the validity and legality of the RM120,000 Dissolution Fee and the RM900,000 Disposal Fee being unilaterally imposed by PTB respectively for its fee per the dissolution of the Duta Vista Vacation Ownership ("DVVO") Scheme undertaken by the Subsidiary, and for its fee per the subsidiary's disposal of the 41 DVVO units in Duta Vista Executive Suites, with an alternate prayer for the Court to assess a fair and reasonable sum for the Dissolution Fees should the Court decide that a fee is due for PTB's works per the dissolution of the DVVO Scheme. The High Court had on 19 May 2023 granted an order to transfer the matter to the Kuala Lumpur Sessions Court. The case is now fixed for case management on 11 April 2024, and trial on 6, 7 and 8 May 2024.

No provision has been made for the disputed amounts as the solicitors acting for the subsidiary in the above matter are of the view that the subsidiary has a strong case against PTB.

B12. DIVIDEND

There was no dividend declared during the current financial quarter under review.

TANCO HOLDINGS BERHAD

Registration No. 195801000190 (3326-K)

B13. PROFIT PER SHAREBasic

		Current Period Quarter <u>31/12/2023</u>	Preceding Year Corresponding Quarter <u>31/12/2022</u>	Current Period To Date <u>31/12/2023</u>	Preceding Year To Date <u>31/12/2022</u>
Net profit attributable to owners of the Company	(RM'000)	143	11,769	355	10,501
Weighted average number of ordinary shares	('000)	1,999,054	1,773,708	1,999,054	1,773,708
Basic profit per share	(Sen)	0.01	0.66	0.02	0.59

As at 31 December 2023, the Group has no potential dilutive ordinary shares. As such, there is no dilutive effect on the net loss per share of the Group for the current financial quarter under review.

By Order of the Board,

Choi Siew Fun
Company Secretary
Date: 27 February 2024