

Tanco Holdings Berhad

Registration No. 195801000190 (3326-K)

Condensed Consolidated Statements of Financial Position as at 31 March 2024

| | Current Period As At 31-Mar-24 (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 | 74,913 | 74,688 |
| Investment Properties | 34,560 | 35,462 |
| Inventories | 117,514 | 110,441 |
| Other Investments and Long Term Receivables | 1,454 | 3 |
| Goodwill on Consolidation | 18,870 | 18,870 |
| TOTAL NON-CURRENT ASSETS | 247,311 | 239,464 |
| <u>CURRENT ASSETS</u> | | |
| Inventories | 52,241 | 57,345 |
| Trade Receivables | 118,578 | 75,096 |
| Other Receivables, Deposits and Prepayments | 23,039 | 31,165 |
| Contract Asset | - | 6,116 |
| Contract Costs | 1,886 | 1,625 |
| Tax Recoverable | 77 | 30 |
| Cash, Bank Balances and Deposits | 4,165 | 8,119 |
| TOTAL CURRENT ASSETS | 199,986 | 179,496 |
| TOTAL ASSETS | 447,297 | 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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Registration No. 195801000190 (3326-K)

Condensed Consolidated Statements of Financial Position as at 31 March 2024

| | Current Period As At 31-Mar-24 (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 | 205,234 | 156,331 |
| Capital Reserves | 50,233 | 50,233 |
| RCN - Equity Component | - | 153 |
| Retained Profits | 32,683 | 32,093 |
| | 288,150 | 238,810 |
| Non-controlling Interests | 5,994 | 3,659 |
| TOTAL EQUITY | 294,144 | 242,469 |
| <u>NON-CURRENT LIABILITIES</u> | | |
| Borrowings | 7,810 | 15,363 |
| Lease Liabilities | 417 | 379 |
| Long Term Payables | 748 | 748 |
| Deferred Tax Liabilities | 140 | 188 |
| TOTAL NON-CURRENT LIABILITIES | 9,115 | 16,678 |
| <u>CURRENT LIABILITIES</u> | | |
| Trade Payables | 66,130 | 47,493 |
| Other Payables, Deposits and Accruals | 34,644 | 27,880 |
| Contract Liabilities | 36,774 | 42,562 |
| Borrowings | 1,497 | 3,723 |
| Lease Liabilities | 101 | 123 |
| Amount Owing To Directors | 1,834 | 26,549 |
| RCN - Liability Component | - | 4,799 |
| Current Tax Liabilities | 3,058 | 6,684 |
| TOTAL CURRENT LIABILITIES | 144,038 | 159,813 |
| TOTAL LIABILITIES | 153,153 | 176,491 |
| TOTAL EQUITY AND LIABILITIES | 447,297 | 418,960 |
| Net Asset Per Share (RM) | 0.1422 | 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 Nine (9)-months financial period ended 31 March 2024

(The figures have not been audited)

31 March 2024

| | 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 | Capital Reserve RM'000 | RCN - Equity Component RM'000 | Retained Profits 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 | 43,903 | - | - | - | 43,903 | - | 43,903 |
| Acquisition of subsidiaries | - | - | - | - | - | 72 | 72 |
| Disposal of subsidiaries | - | - | - | 38 | 38 | 100 | 138 |
| Total comprehensive profit for the period | - | - | - | 552 | 552 | 2,163 | 2,715 |
| At 31 March 2024 | 205,234 | 50,233 | - | 32,683 | 288,150 | 5,994 | 294,144 |

31 March 2023

| | 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 | Capital Reserve RM'000 | RCN - Equity Component RM'000 | Retained Profits RM'000 | | | |
| At 1 July 2022 | 107,981 | 50,233 | 275 | 13,560 | 172,049 | 144 | 172,193 |
| Issuance of Redeemable Convertible Notes | - | - | 981 | - | 981 | - | 981 |
| Conversion of Redeemable Convertible Notes | 27,500 | - | (1,103) | - | 26,397 | - | 26,397 |
| Conversion of Warrants | - | - | - | - | - | - | - |
| Acquisition of subsidiaries | - | - | - | - | - | 1,493 | 1,493 |
| Total comprehensive profit for the period | - | - | - | 15,444 | 15,444 | 75 | 15,519 |
| At 31 March 2023 | 135,481 | 50,233 | 153 | 29,004 | 214,871 | 1,712 | 216,583 |

(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 Nine (9)-months Financial Period Ended 31 March 2024**

(The figures have not been audited)

| | INDIVIDUAL PERIOD | | CUMULATIVE YEAR | |
|---|--|---|--|--|
| | Current Period Quarter 31-Mar-24 RM'000 | Preceding Year Corresponding Quarter 31-Mar-23 RM'000 | Current Period To Date 31-Mar-24 RM'000 | Preceding Year Corresponding Period 31-Mar-23 RM'000 |
| Revenue | 36,737 | 21,192 | 96,860 | 72,222 |
| Cost of sales | (35,917) | (20,122) | (84,633) | (59,653) |
| Gross profit | 820 | 1,070 | 12,227 | 12,569 |
| Other income | 11,470 | 675 | 15,391 | 4,414 |
| Administrative expenses | (11,525) | (3,745) | (23,256) | (14,983) |
| Operating profit/(loss) | 765 | (2,000) | 4,362 | 2,000 |
| Finance income | 25 | 5,827 | 71 | 13,791 |
| Finance costs | (124) | 902 | (363) | (591) |
| Share of loss of an associate, net of tax | - | 230 | - | 230 |
| Profit/(Loss) before taxation | 666 | 4,959 | 4,070 | 15,430 |
| Taxation | 16 | 89 | (1,355) | 89 |
| Profit/(Loss) for the financial period | 682 | 5,048 | 2,715 | 15,519 |
| Profit/(Loss) attributable to :- | | | | |
| Owners of the Company | 197 | 4,943 | 552 | 15,444 |
| Non-controlling interests | 485 | 105 | 2,163 | 75 |
| | 682 | 5,048 | 2,715 | 15,519 |
| (a) Basic (sen) | 0.01 | 0.27 | 0.03 | 0.86 |
| (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 Nine (9)-months Financial Period Ended 31 March 2024**

(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-Mar-24 RM'000 | 31-Mar-23 RM'000 | 31-Mar-24 RM'000 | 31-Mar-23 RM'000 |
| Profit/(Loss) for the financial period | 682 | 5,048 | 2,715 | 15,519 |
| Other comprehensive profit/(loss): | | | | |
| Foreign currency reserve | - | - | - | - |
| Total comprehensive profit/(loss) attributable to: | | | | |
| Owners of the Company | 197 | 4,943 | 552 | 15,444 |
| Non-controlling interests | 485 | 105 | 2,163 | 75 |
| | 682 | 5,048 | 2,715 | 15,519 |

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

| | INDIVIDUAL PERIOD | CUMULATIVE YEAR |
|--|------------------------|------------------------|
| | Current Period Quarter | Current Period To Date |
| | 31/03/2024 RM'000 | 31/03/2024 RM'000 |
| Gain on disposal of property, plant and equipment | - | 14 |
| Interest income | 25 | 71 |
| Other income | 11,202 | 13,464 |
| Reversal of impairment loss on receivables no longer required | 232 | 1,877 |
| Waiver of debts | 36 | 36 |
| Bad debts written off | (40) | (40) |
| Deposit & Prepayment written off | (2) | (2) |
| Depreciation and amortisation | (615) | (1,817) |
| Impairment loss on receivables | (6,425) | (6,425) |
| Interest expenses | (125) | (364) |
| Inventories written off | - | (26) |
| Property, plant and equipment written off | - | (11) |

(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 Nine (9)-months Financial Period Ended 31 March 2024**

(The figures have not been audited)

| | 9 Months Ended 31-Mar-24 RM'000 | 9 Months Ended 31-Mar-23 RM'000 |
|---|--|--|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit/(Loss) before taxation | 4,070 | 15,430 |
| Adjustment for : | | |
| Non-operating items | 4,101 | (11,446) |
| Operating profit/(loss) before working capital changes | <u>8,171</u> | <u>3,984</u> |
| Changes in Working Capital | | |
| Net change in current assets | (34,914) | (35,083) |
| Net change in current liabilities | 19,649 | 18,884 |
| | <u>(7,094)</u> | <u>(12,215)</u> |
| Interest received | 71 | 26 |
| Interest paid | (260) | (596) |
| Tax paid | (4,976) | (304) |
| Net Operating Cash Flows | <u>(12,259)</u> | <u>(13,089)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| - Proceeds from disposal of subsidiary | 100 | - |
| Acquisition of subsidiaries for cash, net of cash acquired | 109 | (22,918) |
| Addition in property, plant and equipment | (1,366) | (186) |
| Proceeds from disposal of PPE | 143 | - |
| Changes in pledged fixed deposits | 27 | (18) |
| Net Investing Cash Flows | <u>(987)</u> | <u>(23,122)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Conversion of warrants | 43,903 | - |
| Directors' accounts | (24,715) | 29,545 |
| Net of repayments of borrowings | (10,846) | (25,860) |
| Proceeds from issuance of RCN | - | 27,996 |
| Net Financing Cash Flows | <u>8,342</u> | <u>31,681</u> |
| NET CHANGES IN CASH & CASH EQUIVALENTS | (4,904) | (4,530) |
| CASH & CASH EQUIVALENTS AT THE BEGINNING OF PERIOD | 6,755 | 4,810 |
| CASH & CASH EQUIVALENTS AT THE END OF PERIOD | <u>1,851</u> | <u>280</u> |
| Cash and cash equivalents comprise of the following: | | |
| Cash, bank balances and deposits | 4,165 | 2,576 |
| Bank overdraft | (1,125) | (1,140) |
| | <u>3,040</u> | <u>1,436</u> |
| Less : Deposits pledged with licensed banks | (1,189) | (1,156) |
| | <u>1,851</u> | <u>280</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 Third Quarter ended 31 March 2024**

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 March 2024 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)
- Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates (Lack of Exchangeability)

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 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.
- (ii) 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.
- (iii) 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.
- (iv) 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.
- (v) 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.
- (vi) 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.
- (vii) 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.
- (viii) 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.

A7. DEBT AND EQUITY SECURITIES (Contd)

- (ix) 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.
- (x) 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.
- (xi) 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.
- (xii) The issuance of 4,117,100 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 26 February 2024.
- (xiii) The issuance of 14,781,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 28 February 2024.
- (xiv) The issuance of 162,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 5 March 2024.
- (xv) The issuance of 200,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 7 March 2024.
- (xvi) The issuance of 30,300 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 20 March 2024.
- (xvii) The issuance of 1,691,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 25 March 2024.
- (xviii) The issuance of 18,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 29 March 2024.
- (xix) The issuance of 4,085,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 1 April 2024.
- (xx) The issuance of 690,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 2 April 2024.
- (xxi) The issuance of 650,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 4 April 2024.
- (xxii) The issuance of 3,800,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 5 April 2024.
- (xxiii) The issuance of 43,700 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 18 April 2024.
- (xxiv) The issuance of 1,500 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 26 April 2024.
- (xxv) The issuance of 1,000,000 new ordinary shares resulting from the exercise of warrants at an exercise price of RM0.31 per share on 21 May 2024.

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A8. DIVIDEND PAID

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

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.

| 9 months ended | Property development/ Management | Resorts and Club Operation/ Management | Construction | Investment holding | Business consulting services | Elimination | Consolidated |
|--|-------------------------------------|--|--------------|-----------------------|------------------------------------|-------------|--------------|
| 31-Mar-24 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | | | | | | | |
| External sales | 13,678 | 1,460 | 66,292 | 5 | 15,425 | - | 96,860 |
| Inter-segment sales | 637 | - | 43 | - | - | (680) | - |
| Total revenue | 14,315 | 1,460 | 66,335 | 5 | 15,425 | (680) | 96,860 |
| Results | | | | | | | |
| Profit/(loss) from operations | (2,953) | (1,135) | (3,125) | 6,281 | 6,555 | (1,261) | 4,362 |
| Finance income | | | | | | | 71 |
| Finance costs | | | | | | | (363) |
| Profit before taxation | | | | | | | 4,070 |
| Taxation | | | | | | | (1,355) |
| Profit after taxation | | | | | | | 2,715 |
| Other comprehensive income | | | | | | | - |
| Total comprehensive income | | | | | | | 2,715 |
| Other Information | | | | | | | |
| Depreciation and amortisation | 636 | 1,297 | 1 | 11 | 171 | (299) | 1,817 |
| Consolidated Statements of Financial Position | | | | | | | |
| Assets | | | | | | | |
| Segment assets | 328,998 | 100,862 | 49,919 | 399,812 | 37,683 | (470,054) | 447,220 |
| Liabilities | | | | | | | |
| Segment liabilities | (131,955) | (56,514) | (42,857) | (46,251) | (23,253) | 150,875 | (149,955) |

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.

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A11. MATERIAL EVENTS DURING THE QUARTER

- (i) On 15 January 2024, The Board of Directors of Tanco wishes to announce that Midports Holdings Sdn Bhd (“Midports”) had 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 by Midports 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.
- (ii) On 27 February 2024, the Board of Directors of Tanco wishes to announce that Midports Holdings Sdn Bhd (“MHSB”) had received the signed conditional Joint Venture Agreement (“the JVA”) from Menteri Besar Negeri Sembilan (Pemerbadanan) (“MBINS”) for the Project where both MHSB and MBINS are proposing to jointly develop and operate a smart artificial intelligence (“AI”) container port (“the Proposed Joint Venture”) on a section of submerged land in Dickson Bay, District of Port Dickson, Negeri Sembilan measuring approximately 33.66 hectares (approximately 83.19 acres) (“the Land”).

Further details on the JVA are set out in the Group’s announcement dated 27 February 2024.

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

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

As at 23 May 2024, being the latest practicable date, there was a disposal of Platinum Residence Sdn Bhd, a direct subsidiary of Tanco Holdings Berhad to Mediway Pharmaceutical Sdn Bhd for a consideration of RM10 million.

There was also a disposal of 20% of Tanco Land Sdn Bhd, an indirect subsidiary of Tanco Holdings Berhad for a consideration of RM100,000 during the current financial quarter under review.

Save for the above, there were no other material changes to the composition of the Group during the current financial quarter under review.

A14. CONTINGENT ASSETS AND CONTINGENT LIABILITIES

As at 31 March 2024, the Group has no other contingent assets and contingent liabilities save as disclosed below.

| | RM’000 |
|--|---------------|
| Corporate guarantees given by the Company to banks for credit facilities granted to the subsidiaries | 6,204 |

A15. CAPITAL COMMITMENT

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

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

For the 9 months financial period ended 31 March 2024, the Group had recorded a profit before taxation (“PBT”) of RM4 million as compared to a profit before taxation (“PBT”) RM15.4 million in the preceding year corresponding quarter ended 31 March 2023. 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 31 DECEMBER 2023

| | Current Period Quarter 31/03/2024 RM'000 | Immediate Preceding Quarter 31/12/2023 RM'000 |
|------------------|---|--|
| Revenue | <u>36,737</u> | <u>33,821</u> |
| Profit after tax | <u>682</u> | <u>1,222</u> |

The Group recorded a revenue of RM36.7 million in the current quarter ended 31 March 2024 as compared to RM33.8 million in the preceding quarter 31 December 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 lower profit after taxation (“PAT”) of RM0.68 million in current quarter as compared to RM1.2 million in preceding quarter ended 31 December 2023. The decrease in PAT is mainly resulting from a lower 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 31/03/2024 RM'000 | Current Period To Date 31/03/2024 RM'000 |
|--------------------------------|---|---|
| Income Tax | | |
| - Current year | - | 1,342 |
| - Over provision in prior year | (14) | 14 |
| Deferred Tax | | |
| - Current year | (1) | (1) |
| - Prior year | - | - |
| | (15) | 1,355 |

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
3
B8. CORPORATE PROPOSALS

There are no other corporate proposals announced by the Company as at 23 May 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 March 2024 are as follow: -

| | As at 31/03/2024 RM'000 |
|---------------------------------------|--|
| Short Term Borrowings | |
| Secured: - | |
| - Hire purchase and lease liabilities | 101 |
| - Term loan | 372 |
| - Bank overdraft | 1,125 |
| | <u>1,598</u> |
| Long Term Borrowings | |
| Secured: - | |
| - Hire purchase and lease liabilities | 417 |
| - Term loan | 7,810 |
| | <u>8,227</u> |
| Total | <u>9,825</u> |

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

B10. OFF-BALANCE SHEET FINANCIAL INSTRUMENTS

As at 23 May 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 23 May 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 9 May 2025, and trial on 16, 17 and 18 June 2025 at the Kuala Lumpur Sessions Court.

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.

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B13. PROFIT PER SHAREBasic

| | | Current Period Quarter <u>31/03/2024</u> | Preceding Year Corresponding Quarter <u>31/03/2023</u> | Current Period To Date <u>31/03/2024</u> | Preceding Year To Date <u>31/03/2023</u> |
|--|----------|---|---|---|---|
| Net profit attributable to owners of the Company | (RM'000) | 197 | 4,943 | 552 | 15,444 |
| Weighted average number of ordinary shares | ('000) | 2,025,852 | 1,800,736 | 2,025,852 | 1,800,736 |
| Basic profit per share | (Sen) | 0.01 | 0.27 | 0.03 | 0.86 |

As at 31 March 2024, 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: 30 May 2024