

**MATANG BERHAD (1142377-X)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED COMBINED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME OF THE GROUP FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2016**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/09/2016 RM'000	PRECEDING YEAR CORRESPONDING QUARTER <sup>(2)</sup> 30/09/2015 RM'000	CURRENT PERIOD TO-DATE 30/09/2016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD <sup>(2)</sup> 30/09/2015 RM'000
<b>Revenue</b>	1,967	N/A	1,967	N/A
Cost of sales	(684)	N/A	(684)	N/A
Gross profit	1,283	N/A	1,283	N/A
Other income	684	N/A	684	N/A
Operating expenses	(982)	N/A	(982)	N/A
Finance costs	-	N/A	-	N/A
Profit before tax	985	N/A	985	N/A
Income tax expense	(298)	N/A	(298)	N/A
<b>Profit for the period</b>	<b>687</b>	<b>N/A</b>	<b>687</b>	<b>N/A</b>
<b>Other comprehensive income</b>				
Fair value gain/(loss) on other investments	-	N/A	-	N/A
<b>Total comprehensive income for the period</b>	<b>687</b>	<b>N/A</b>	<b>687</b>	<b>N/A</b>
<b>Profit for the period attributable to:</b>				
Equity holders of the parent	687	N/A	687	N/A
Non-controlling interests	-	N/A	-	N/A
	<b>687</b>	<b>N/A</b>	<b>687</b>	<b>N/A</b>
<b>Total comprehensive income for the period attributable to:</b>				
Equity holders of the parent	687	N/A	687	N/A
Non-controlling interests	-	N/A	-	N/A
	<b>687</b>	<b>N/A</b>	<b>687</b>	<b>N/A</b>
Earnings per share (sen) <sup>(3)</sup>				
(i) Basic	0.04	N/A	0.04	N/A
(ii) Fully diluted	0.04	N/A	0.04	N/A
Dividends per share (sen)	-	N/A	-	N/A

**NOTES:**

- The Unaudited Combined Statements of Profit or Loss and Other Comprehensive Income of the Group are prepared based on the combined results of Matang Berhad ('Matang') and its subsidiaries ('Matang Group' or 'Group') for the quarter ended 30 September 2016 assuming that Matang Group has existed on or before 30 June 2016. The incorporation of the share exchange of Matang Holdings Berhad ('MHB Group') and acquisition of MHB Group on 14 November 2016, further details in Note A1 should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.
- This is the first interim financial report announced in compliance with the ACE Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities"). There are no comparative figures for the corresponding quarter and year to date in preceding financial year available as no interim financial report was prepared for the comparative financial period concerned.
- Based on the issued and paid up capital of 1,680,000,256 new Matang shares of RM0.10 each ("Matang Shares") after the completion of the exchange of shares of Matang Holdings Berhad ("MHB") of RM0.50 each to Matang Shares on the basis of 14 Matang Shares for every one (1) MHB Share ("Exchange of Shares"), the completion of which is deemed to have taken place on or before 1 July 2016.
- Diluted earnings per share of the Group for the quarter and year to date ended 30 September 2016 is equivalent to the basic earnings per share as the Group does not have convertible options or securities as at the end of the reporting period.

N/A denotes not applicable

**MATANG BERHAD (1142377-X)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION OF THE GROUP  
AS AT 30 SEPTEMBER 2016**

(The figures have not been audited)

	<b>UNAUDITED AS AT 30/09/2016 RM'000</b>	<b>AUDITED AS AT 30/06/2016 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	139,870	140,307
Land held for property development	1,058	1,058
Investment properties	11,650	11,650
Other investments	162	162
	<u>152,740</u>	<u>153,177</u>
<b>Current assets</b>		
Inventories	138	122
Agriculture Produce	782	603
Trade and other receivables	1,591	1,345
Tax recoverable	-	-
Cash and cash equivalents	15,477	14,357
	<u>17,988</u>	<u>16,427</u>
<b>TOTAL ASSETS</b>	<u><u>170,728</u></u>	<u><u>169,604</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share Capital	168,000	168,000
Available-for-sale reserve	38	38
Retained earnings	107,857	107,170
Merger deficit	(108,000)	(108,000)
<b>Total equity</b>	<u>167,895</u>	<u>167,208</u>
<b>Non-current liabilities</b>		
Deferred tax	1,445	1,443
	<u>1,445</u>	<u>1,443</u>
<b>Current Liabilities</b>		
Trade and other payables	615	490
Current tax liabilities	773	463
	<u>1,388</u>	<u>953</u>
<b>Total liabilities</b>	<u>2,833</u>	<u>2,396</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>170,728</u></u>	<u><u>169,604</u></u>
Net assets per share (RM) <sup>(2)</sup>	<u>0.10</u>	<u>0.10</u>

**Notes:**

- The Unaudited Combined Statements of Profit or Loss and Other Comprehensive Income of the Group are prepared based on the combined results of Matang Berhad ('Matang') and its subsidiaries ('Matang Group' or 'Group') for the quarter ended 30 September 2016 assuming that Matang Group has existed on or before 30 June 2016. The incorporation of the share exchange of Matang Holdings Berhad ('MHB Group') and acquisition of MHB Group on 14 November 2016, further details in Note A1 should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.
- Based on the issued and paid up capital of 1,680,000,256 new Matang shares of RM0.10 each ("Matang Shares") after the completion of the exchange of shares of Matang Holdings Berhad ("MHB") of RM0.50 each to Matang Shares on the basis of 14 Matang Shares for every one (1) MHB Share ("Exchange of Shares"), the completion of which is deemed to have taken place on or before 1 July 2016.
- The Unaudited Consolidated Statement of Financial Position should be read in conjunction with the Proforma Consolidated Statement of Financial Information as at 30 June 2016 and the Accountants' Report for the financial year ended 30 June 2016 as disclosed in the Prospectus of Matang Berhad dated 19 December 2016 and the accompanying notes attached to this interim financial report.



**MATANG BERHAD (1142377-X)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW FOR THE GROUP  
FOR THE QUARTER ENDED 30 SEPTEMBER 2016**

(The figures have not been audited)

	3 months ended 30 September	
	2016	2015 <sup>(2)</sup>
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	985	N/A
Adjustments for:		
Depreciation of property, plant and equipment	547	N/A
Fair value adjustment of agriculture produce	(179)	N/A
Amortisation of prepaid lease payments for land	-	N/A
Unrealised gain on foreign currency translations	-	N/A
Reversal of impairment loss on other investments	-	N/A
Interest income	(15)	N/A
Rental income from investment properties	-	N/A
Dividend income	-	N/A
Loss on disposal of other investments	-	N/A
Loss on disposal of property, plant and equipment	-	N/A
Operating profit before changes in working capital	1,338	N/A
Changes in working capital		
Inventories	(16)	N/A
Receivables	(246)	N/A
Payables	124	N/A
Cash generated from operations	1,200	N/A
Interest received		N/A
Income taxes paid	(87)	N/A
Income tax refund	101	N/A
Net cash from operating activities	1,214	N/A
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Rental received from investment properties	-	N/A
Interest received	15	N/A
Purchase of:		N/A
- bearer plants	(109)	N/A
- property, plant and equipment	-	N/A
Proceeds from disposal of other investments	-	N/A
Proceeds from disposal of property, plant and equipment	-	N/A
Net cash used in investing activities	(94)	N/A
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>		
Dividends paid	-	N/A
Net cash used in financing activity	-	N/A
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	1,120	N/A
Currency translation differences	-	N/A
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	14,328	N/A
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	15,448	N/A

Components of cash and cash equivalents are as follows:

	UNAUDITED AS AT 30/09/2016 RM'000	AUDITED AS AT 30/6/2016 RM'000
Cash and bank balances	15,477	14,357
Deposits with licensed bank (more than 3 months)	(29)	(29)
	15,448	14,328

**Notes:**

- The Unaudited Consolidated Statements of Cash Flows of the Group are prepared based on the combined results of Matang Berhad ('Matang') and its subsidiaries ('Matang Group' or 'Group') for the quarter ended 30 September 2016 assuming that Matang Group has existed on or before 30 June 2016. The incorporation of the share exchange of Matang Holdings Berhad ('MHB Group') and acquisition of MHB Group on 14 November 2016, further details in Note A1 should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.
- This is the first interim financial report announced in compliance with the ACE Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities"). There are no comparative figures for the corresponding quarter and year to date in preceding financial year available as no interim financial report was prepared for the comparative financial period concerned.