

MATANG BERHAD (1142377-X)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED COMBINED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME OF THE GROUP
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2019**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/12/2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2018 RM'000	CURRENT PERIOD TO-DATE 31/12/2019 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2018 RM'000
Revenue	2,253	2,549	4,331	4,758
Cost of sales	(530)	(684)	(1,142)	(1,390)
Gross profit	1,723	1,865	3,189	3,368
Other income	590	574	1,109	1,275
Administration expenses	(1,604)	(1,417)	(3,088)	(2,699)
Other expenses	(8)	(8)	(9)	(9)
Profit before tax	701	1,014	1,201	1,935
Tax expense	(326)	(387)	(563)	(724)
Profit for the period	375	627	638	1,211
Other comprehensive income, net of tax				
Items that may be reclassified subsequently to profit or loss				
Change in fair value of available-for-sale financial assets, net of tax	-	(29)	-	(58)
Items that will not be reclassified subsequently to profit or loss				
Fair value loss on equity investment at fair value through other comprehensive income	(10)	-	(15)	-
Total other comprehensive loss, net of tax	(10)	(29)	(15)	(58)
Total comprehensive income for the period	365	598	623	1,153
Profit for the period attributable to:				
Equity holders of the parent	375	627	638	1,211
	375	627	638	1,211
Total comprehensive income for the period attributable to:				
Equity holders of the parent	365	598	623	1,153
	365	598	623	1,153
Earnings per share (sen) ⁽²⁾				
(i) Basic	0.02	0.03	0.04	0.07
(ii) Diluted	0.02	0.03	0.04	0.07
Proposed/Declared dividends per share (sen)	-	-	-	-

NOTES:

1 The unaudited condensed combined statements of profit or loss and other comprehensive income are prepared based on the consolidated results of Matang Berhad and its subsidiaries for the current quarter/financial period ended 31 December 2019.

2 Diluted earnings per share of the Group for the quarter and period to date ended 31 December 2019 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.

MATANG BERHAD (1142377-X)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION OF THE GROUP
AS AT 31 DECEMBER 2019**

(The figures have not been audited)

	UNAUDITED AS AT 31/12/2019 RM'000	AUDITED AS AT 30/06/2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	134,321	135,407
Right-of-use assets	356	-
Investment properties	12,200	12,200
Other investments	93	108
Inventories	1,058	1,058
	<u>148,028</u>	<u>148,773</u>
Current assets		
Inventories	48	101
Biological assets	352	365
Trade and other receivables	1,071	880
Current tax assets	10	19
Cash, bank balances and short term funds	40,569	39,178
	<u>42,050</u>	<u>40,543</u>
TOTAL ASSETS	<u><u>190,078</u></u>	<u><u>189,316</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	183,871	183,871
Fair value reserve	(32)	(17)
Retained earnings	111,315	110,730
Merger reserve	(108,000)	(108,000)
Total equity	<u>187,154</u>	<u>186,584</u>
Non-current liabilities		
Lease liabilities	295	-
Deferred tax liabilities	1,541	1,532
	<u>1,836</u>	<u>1,532</u>
Current Liabilities		
Trade and other payables	975	1,200
Lease liabilities	113	-
	<u>1,088</u>	<u>1,200</u>
Total liabilities	<u>2,924</u>	<u>2,732</u>
TOTAL EQUITY AND LIABILITIES	<u><u>190,078</u></u>	<u><u>189,316</u></u>
Net assets per share ² (RM)	<u>0.10</u>	<u>0.10</u>

NOTES:

- The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2019 and the accompanying notes attached to the interim financial results.
- Net assets per share is computed based on equity attributable to owners of the parent divided by the total number of ordinary shares in issue.

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY OF THE GROUP
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2019**

(The figures have not been audited)

	← Non-distributable →			Distributable	
	Share Capital RM '000	Merger Deficit ⁽¹⁾ RM '000	Fair Value Reserve RM '000	Retained Earnings RM '000	Total RM '000
6 months ended					
<u>31 December 2019</u>					
Balance as at 1 July 2019, as previously reported	183,871	(108,000)	(17)	110,730	186,584
Effects of adoption of MFRS 16	-	-	-	(53)	(53)
As at 1 July 2019, as restated	183,871	(108,000)	(17)	110,677	186,531
Total comprehensive income for the period	-	-	(15)	638	623
Distribution of dividends	-	-	-	-	-
Balance as at 31 December 2019	183,871	(108,000)	(32)	111,315	187,154

NOTE:

- 1 This represents the effects of applying the merger method of accounting for the acquisition of Matang Holdings Berhad completed on 14 November 2016. The merger reserve represents the difference between the amount recorded as the cost of investment, which comprised the share capital issued by the Company and the nominal value of share capital of the subsidiary, Matang Holdings Berhad.

MATANG BERHAD (1142377-X)
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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW OF THE GROUP
FOR THE PERIOD TO DATE ENDED 31 DECEMBER 2019
(The figures have not been audited)

	6 MONTHS ENDED 31 DECEMBER	
	2019	2018
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,201	1,935
Adjustments for:		
Depreciation of property, plant and equipment	1,178	1,129
Fair value adjustment of agriculture produce	12	(135)
Interest income	(704)	(720)
Lease interest expense	14	-
Operating profit before changes in working capital	1,701	2,209
Changes in working capital		
Inventories	53	15
Receivables	(112)	(40)
Payables	(225)	(76)
Cash generated from operations	1,417	2,108
Income taxes paid	(545)	(1,027)
Net cash from operating activities	872	1,081
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	625	690
Purchase of:		
- property, plant and equipment	(6)	(21)
- Replanting expenditure	(33)	(39)
Net cash from investing activities	586	630
CASH FLOWS FROM FINANCING ACTIVITY		
Repayment of lease liabilities	(68)	-
Net cash used in financing activity	(68)	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,390	1,711
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	39,143	38,640
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	40,533	40,351

Components of cash and cash equivalents are as follows:

	UNAUDITED	UNAUDITED
	AS AT	AS AT
	31/12/2019	31/12/2018
	RM'000	RM'000
Cash and bank balances	3,965	5,786
Deposits with licensed banks	19,862	18,422
Short term funds	16,742	16,178
	40,569	40,386
Deposits pledged with a licensed bank	(36)	(35)
	40,533	40,351