

MATRIX CONCEPTS HOLDINGS BERHAD
(Incorporated in Malaysia-Co. No. 414615-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2016



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER CURRENT YEAR QUARTER 30 September 2016 RM'000	CUMULATIVE QUARTER CURRENT YEAR TO DATE 30 September 2016 RM'000
Revenue	224,850	421,077
Cost of Sales	(130,546)	(221,149)
Gross Profit	94,304	199,928
Other Income	728	1,531
Selling and Marketing Expenses	(4,418)	(10,052)
Administrative and general expenses	(26,904)	(56,518)
Operating Profit	63,710	134,889
Finance Costs	(893)	(1,633)
Profit Before Taxation	62,817	133,256
Income Tax Expenses	(16,350)	(34,865)
Profit For The Period	46,467	98,391
Profit attributable to :		
Equity Holders of the Company	46,467	98,391
Minority Interest	-	-
	46,467	98,391
Earnings Per Share Attributable To Equity Holders Of The Company		
- Basic (sen)	8.2	17.4
- Diluted (sen)	7.4	15.7

Note:

1. The Company changed its financial year end from 31st December to 31st March. The last set of audited financial statements were for 15 months ended 31st March 2016. As such there is no comparative figures for the current quarter for the six months ended 30th September 2016 and year to date for the period ended 30th September 2016. The income statement for the corresponding 2nd quarter for the financial period ended 30th June 2015 however is attached for reference.
2. The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial period ended ("FPE") 31st March 2016 and the accompanying explanatory notes attached to this interim financial statements.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2015



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER CURRENT YEAR QUARTER 30 June 2015 RM'000	CUMULATIVE QUARTER CURRENT YEAR TO DATE 30 June 2015 RM'000
Revenue	120,438	438,047
Cost of Sales	(57,431)	(187,892)
Gross Profit	63,007	250,155
Other Income	979	1,804
Selling and Marketing Expenses	(4,121)	(13,213)
Administrative and general expenses	(16,915)	(39,769)
Operating Profit	42,950	198,977
Finance Costs	(1,598)	(2,241)
Profit Before Taxation	41,352	196,736
Income Tax Expenses	(11,501)	(51,436)
Profit For The Period	29,851	145,300
Profit attributable to :		
Equity Holders of the Company	29,851	145,300
Minority Interest	-	-
	29,851	145,300
Earnings Per Share Attributable To Equity Holders Of The Company		
- Basic (sen)	6.5	31.6
- Diluted (sen)	6.3	30.7

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FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2016**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	(UNAUDITED) As at 30 September 2016 RM'000	(AUDITED) As at 31 March 2016 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	230,931	218,113
Investment properties	1,000	1,000
Inventories	459,907	459,907
Deferred tax assets	9,858	6,387
Goodwill arising on consolidation	*	*
	701,696	685,407
Current assets		
Inventories	388,024	358,008
Trade and other receivables	247,705	180,259
Deposits, cash and bank balance	76,230	77,860
	711,959	616,127
TOTAL ASSETS	1,413,655	1,301,534
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	570,767	563,957
Share premium	41,427	31,944
Share option	4,392	4,657
Translation reserves	(156)	(156)
Retained profits	339,761	284,792
	956,191	885,194
Non-controlling interest	*	*
TOTAL EQUITY	956,191	885,194
Non-current liabilities		
Borrowings	105,344	107,669
Other payables	28,492	28,492
	133,836	136,161
Current liabilities		
Trade and other payables	190,292	144,923
Borrowings	77,352	96,750
Dividend payable	18,550	21,148
Current tax liabilities	37,434	17,358
	323,628	280,179
TOTAL LIABILITIES	457,464	416,340
TOTAL EQUITY AND LIABILITIES	1,413,655	1,301,534
Net Assets Per Share (RM)	1.68	1.57

Notes:

* Represents RM1.00.

1. The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial period ended ("FPE") 31 March 2016 and the accompanying explanatory notes attached to this interim financial statements.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Share Premium RM'000	Share Option RM'000	Translation Reserves RM'000	Retained Profits RM'000	Non-Controlling Interest RM'000	Total RM'000
<u>6 months ended 30 June 2015 (Unaudited)</u>							
As at 1 January 2015	457,084	1,218	6,270	-	199,186	*	663,758
Issuance of new ordinary shares pursuant to - Exercise of ESOS	6,703	9,617	(2,948)	-	-	-	13,372
Total comprehensive income for the period	-	-	-	-	145,300	-	145,300
Dividend	-	-	-	-	(49,705)	-	(49,705)
Options granted under ESOS	-	-	1,499	-	-	-	1,499
ESOS lapsed/forfeited	-	-	(486)	-	486	-	-
As at 30 June 2015	<u>463,787</u>	<u>10,835</u>	<u>4,335</u>	<u>-</u>	<u>295,267</u>	<u>*</u>	<u>774,224</u>
<u>6 months ended 30 September 2016 (Unaudited)</u>							
As at 1 April 2016	563,957	31,944	4,657	(156)	284,792	*	885,194
Issuance of new ordinary shares pursuant to - Exercise of ESOS - Exercise of Warrants	1,509 5,301	2,062 7,421	(665)	- -	- -	- -	2,906 12,722
Total comprehensive income for the period	-	-	-	-	98,391	-	98,391
Dividend	-	-	-	-	(43,422)	-	(43,422)
Options granted under ESOS	-	-	400	-	-	-	400
As at 30 September 2016	<u>570,767</u>	<u>41,427</u>	<u>4,392</u>	<u>(156)</u>	<u>339,761</u>	<u>*</u>	<u>956,191</u>

Notes:

* Represents RM1.00.

1. The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the FPE 31 March 2016

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	(Unaudited) FOR THE 6 MONTHS PERIOD ENDED 30 September 2016 RM'000	(Audited) FOR THE 15 MONTHS PERIOD ENDED 31 March 2016 RM'000
Cash Flow From Operating Activities		
Profit before income tax	133,256	355,737
Adjustments for :-		
ESOS Expenses	400	3,194
Depreciation	4,103	9,864
Interest Income	(808)	(10,381)
Interest expenses	1,633	5,184
Gain on disposal of property, plant and equipment	(54)	(173)
Operating profit before working capital changes	<u>138,530</u>	<u>363,425</u>
Increase in inventories	(30,016)	(192,246)
Increase in receivables	(67,446)	(44,082)
(Decrease)/Increase in payables	<u>45,369</u>	<u>(97,561)</u>
Cash generated from operations	86,437	29,536
Interest received	808	3,629
Interest paid	(1,633)	(5,184)
Tax paid	<u>(18,259)</u>	<u>(97,279)</u>
Net cash provided by/(used in) operating activities	67,353	(69,298)
Cash Flow From Investing Activities		
Placement of pledged deposits with licensed bank	(1,560)	(218)
Purchase of property, plant and equipment	(16,921)	(40,243)
Proceed from disposal of property, plant and equipment	54	3,043
Net cash used in investing activities	(18,427)	(37,418)
Cash Flow From Financing Activities		
Proceed from issuance of share	15,628	66,931
Dividend paid	(46,021)	(105,375)
Proceed from term loan/hire purchase loan	1,220	142,867
Repayment of term loan	(37,801)	(10,790)
Hire purchase instalments paid	(39)	(100)
Net cash (used in)/generated from financing activities	(67,013)	93,533
Net changes in cash and cash equivalents	<u>(18,087)</u>	<u>(13,183)</u>
Effect of exchange rate fluctuations on cash held	-	(156)
Cash and cash equivalents at beginning of year	39,611	52,950
Cash & cash equivalents at end of year	<u>21,524</u>	<u>39,611</u>
Cash and cash equivalents comprise of :-		
Fixed deposit, cash and bank balance	76,230	77,860
Less : Fixed Deposit Pledged	<u>(7,251)</u>	<u>(5,691)</u>
	68,979	72,169
Bank overdrafts	<u>(47,455)</u>	<u>(32,558)</u>
	<u>21,524</u>	<u>39,611</u>

Note:

- The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial period ended ("FPE") 31 March 2016 and the accompanying explanatory notes attached to this interim financial statements.

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A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS 134):

A1. Accounting Policies and Basis of Preparation

The interim financial report is unaudited and is prepared in accordance with MFRS134 “Interim Financial Reporting” and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”).

The interim financial statements should be read in conjunction with the Audited Financial Statements of Matrix Concepts Holdings Berhad (“**Company**”) and its subsidiaries (“**Group**”) for the 15-month FPE 31 March 2016 and the explanatory notes attached therein. These explanatory notes attached to these interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial period ended 31 March 2016.

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial period ended 31 March 2016.

During the interim financial statement, the Group has adopted the following new accounting standards and interpretations (including the consequential amendments, if any) :-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 101: Presentation of Financial Statements -Disclosure Initiative

Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of depreciation and Amortisation

Amendments to MFRS 116 and MFRS 141: Agriculture – Bearer Plants

Annual Improvements to MFRSs 2012 – 2014 Cycle

Amendments to MFRS 10 and MFRS 128 (2011): Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Amendments to MFRS 127 (2011): Equity Method in Separate Financial Statements

The adoption of the above accounting standards and interpretations (including the consequential amendments) did not have any material impact on the Group’s financial statements.

The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial period:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Effective Date

MFRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)

1 January 2018

MFRS 16 Leases

1 January 2019

Amendments to MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses

1 January 2017

Amendments to MFRS 107: Disclosure Initiative

1 January 2017

The above mentioned accounting standards and interpretations (including the consequential amendments) are not expected to have any significant financial impact on the Group’s financial statements upon their initial application.

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A2. Seasonal or Cyclical Factors

The results for the current financial quarter ended 30 September 2016 under review and the financial period-to-date were not materially affected by seasonal or cyclical factors.

A3. Items of unusual nature and amount

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group that were unusual because of their nature, size or incidence during the current financial quarter ended 30 September 2016 under review and the financial period-to-date.

A4. Material Changes in Estimates

There were no changes in the estimates of amounts reported in prior financial years that had a material effect on the current financial quarter ended 30 September 2016 under review and the financial period-to-date.

A5. Issuance, cancellations, repurchase, resale and repayments of debts and equity securities

Save as disclosed below, there were no issuance, cancellations, repurchase, resale and repayments of debts and equity securities during the financial quarter ended 30 September 2016 under review:

- (i) 168,498 new ordinary shares of RM1.00 each in Matrix Concepts (“**Matrix Concepts Shares**”) pursuant to the exercise of employee share options (“**ESOS Options**”); and
- (ii) 5,300,250 new Matrix Concepts Shares pursuant to the exercise of outstanding Warrants in Matrix Concepts (“**Warrants**”).

Pursuant to the above, the issued and paid-up share capital of the Company had increased from RM565,297,995 comprising of 565,297,995 Matrix Concepts Shares to RM570,766,743 comprising of 570,766,743 Matrix Concepts Shares for the current financial quarter ended 30 September 2016 under review.

A6. Dividends Paid

During the financial quarter ended 30 September 2016 under review, the Company had paid its fifth interim single tier dividend of 4.40 sen per Matrix Concepts Share for the financial period ended 31 March 2016, which was paid on 1 July 2016 to all holders of ordinary shares whose names appeared in the Record of Depositors at the close of business on 17 June 2016.

Please refer to Note B10 on dividends declared.

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A7. Segmental Information

The segment revenue and segment results for business segments for the current financial period to date are as follows:

	Property development	Construction	Education	Hospitality	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
Sale of properties	408,572	-	-	-	-	408,572
Construction / Inter-segment sales	-	174,531	-	-	(174,531)	-
School fees received	-	-	6,428	-	-	6,428
Clubhouse operator	-	-	-	6,077	-	6,077
Total	408,572	174,531	6,428	6,077	(174,531)	421,077
Other income						
Rental income	124	-	-	-	-	124
Others	2,137	(7)	66	283	(1,072)	1,407
Total	2,261	(7)	66	283	(1,072)	1,531
Results						
Segment results	150,279	14,970	(7,449)	(1,003)	(21,908)	134,889
Finance costs						(1,633)
Profit before tax						133,256
Taxation						(34,865)
Net profit for the period						98,391

As the revenue of the Matrix Concepts Group is solely derived from its operating activities in Malaysia, geographical segmentation is not prepared.

A8. Valuation of property, plant and equipment

There were no valuations carried out on property, plant and equipment of the Group during the financial quarter ended 30 September 2016 under review.

A9. Commitments

The commitments of the Company as at the end of the financial quarter ended 30 September 2016 under review and the financial period-to-date are as follows:

	Current quarter ended 30.09.2016	Cumulative period-to-date 30.09.2016
	RM'000	RM'000
Contracted but not provided for:		
- Land held for property development	-	39,761
Total	-	39,761

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A10. Material subsequent event

There were no material events subsequent to the end of the financial quarter ended 30 September 2016 under review up to the date of this report which is likely to substantially affect the results of the operations of the Group.

A11. Significant event during the period

There were no significant events outside the ordinary course of business during the financial quarter ended 30 September 2016 that have not been reflected in this interim financial statements.

A12. Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial quarter ended 30 September 2016 under review.

A13. Contingent Liabilities and Contingent Assets

The Group does not have any material contingent liabilities and contingent assets to be disclosed as at 30 September 2016.

A14. Significant Related Party Disclosures

Save as disclosed below, there was no other significant related party transactions during the financial quarter ended 30 September 2016 under review and the financial period-to-date:

	Current quarter ended 30.09.2016 RM'000	Cumulative period-to-date 30.09.2016 RM'000
Purchase of building materials from related parties	13,394	27,795
Rental payments made to related parties	27	55
Consultancy fees paid to related parties	139	428
Sales of development properties to related parties	7,075	17,260

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B. ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS

B1. Review of Performance

	Current quarter ended 30.09.2016 RM'000	Current quarter ended 30.09.2015 RM'000
Revenue	224,850	121,367
Gross profits	94,304	68,255
Profit before tax	62,817	40,206
Profit after tax	46,467	31,084

The Group changed its financial year end from 31 December to 31 March. Therefore, there are no comparative figures for the current quarter ended 30 September 2016. For reference purposes, the Board provides hereunder the comparison for the three-month period from 1 July 2016 to 30 September 2016 against 1 July 2015 to 30 September 2015.

For the quarter ended 30 September 2016, the Group recorded revenue of RM224.9 million, an increase of RM103.5 million or 85.3% from RM121.4 million in the previous year. The Group also recorded profit before tax of RM62.8 million, an increase of RM22.6 million or 56.2% from RM40.2 million in the previous year.

The better financial performance for the quarter ended 30 September 2016 compared to the previous year was mainly due to the higher billings of our ongoing development projects as stages of completion advanced, in addition to increase in new property sales. The increase in the Group's profit before tax for the quarter under review was in line with the higher revenue.

Property development segment saw revenue growing by 87.5% to RM218.8 million for the quarter under review, compared to RM116.7 million previously; whilst the investment properties of Matrix Global Schools and d'Tempat Country Club continued to record improved revenues of RM6.1 million, that is 30.8% higher than RM4.6 million achieved in last year's same calendar quarter, in line with increase in student population and club patronage.

As at 30 September 2016, the Group's unbilled sales stood at RM765.3 million, compared to RM640.5 million a year ago and RM690.6 million as at the preceding quarter's end.

The Group's new sales for the quarter rose to RM250.4 million, an increase of RM5.9 million or 2.4% compared to RM244.5 million in the previous year.

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B2. Comparison with preceding quarter’s results

	Current quarter ended 30.09.2016 RM’000	Preceding quarter ended 30.06.2016 RM’000
Revenue	224,850	196,227
Gross profits	94,304	105,603
Profit before tax	62,817	70,439
Profit after tax	46,467	51,924

The Group achieved revenue of RM224.9 million for the quarter ended 30 September 2016, compared to RM196.2 million for the preceding quarter ended 30 June 2016. The increase in revenue was mainly attributed to increase in revenue recognised from the Group’s property development activities.

Notwithstanding the above, the Group recorded profit before tax of RM62.8 million for the quarter ended 30 September 2016, compared to RM70.4 million in the immediate preceding quarter. This decrease was mainly due to the change in product mix of the Group’s development properties, as the Group launched more affordably-priced housing projects that cater to the current market demand.

B3. Prospects

The Group is focused on its development projects in Bandar Sri Sendayan township in Seremban, Negeri Sembilan and Bandar Seri Impian township in Kluang, Johor. The Group is also engaged in other development projects in the vicinity of Seremban, Negeri Sembilan.

The Board remains positive in the outlook of the property demand in the above mentioned markets, notwithstanding the current challenges in the Malaysia property market. The Board has taken appropriate strategies to address the challenges, namely more affordable priced products, as well as continual enhancement of township appeal to potential buyers.

During the quarter ended 30 September 2016, the Group continued to build earnings sustainability by launching more development projects at both townships, worth a total GDV of RM269.7 million, namely Hijayu 3 (Phase 3) and Suriaman 3 at Bandar Sri Sendayan, and Impiana Square (Phase 1) and Impiana Bayu 2 (Phase 4) at Bandar Seri Impian.

Total new launches for the six months to date stood at RM810.4 million in GDV, with an additional RM550 million worth of launches to be launched throughout the remainder of the current financial year ending 31 March 2017 (FY2017) and early FY2018. The Group is confident that its profitability will be sustained via these upcoming launches, and further enhanced by sales of the ongoing development projects.

The operations of Matrix Global Schools and d’Tempat Country Club, while adding to the appeal of Bandar Sri Sendayan township, are already contributing positively to the Group, not just financially but also in terms of marketability of the Group’s future projects in the township. This is also reflected in the increasing revenue generated from the Group’s education and clubhouse operations..

Additionally, during the quarter under review, the Group completed the construction of Extreme Park, which features a variety of community-based leisure and team building activities. Located within the Group’s Bandar Sri Sendayan township, the Extreme Park will not only provide the township with wholesome leisure activities but also add to the overall profile and appeal to the Group’s development properties located within as well as surrounding the Bandar Sri Sendayan township.

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B4. Profit guarantee or profit forecast

No profit guarantee or profit forecast has been issued by the Group previously in any public document.

B5. Taxation

	Current quarter ended 30.09.2016 RM’000	Cumulative period-to-date 30.09.2016 RM’000
Current tax expenses	17,970	38,060
Deferred tax expenses	(1,620)	(3,195)
	16,350	34,865

The Group’s effective tax rate of 26.2% for the financial quarter ended 30 September 2016 under review was slightly higher than the statutory corporate tax rate of 24.0% due to certain subsidiaries incurred losses during the financial year-to-date and non-deductible expenses for tax purposes.

B6. Status of corporate proposals

(i) Proposed acquisition of vacant agriculture lands held under separate titles, located within Mukim Labu, Daerah Seremban, Negeri Sembilan Darul Khusus by BSS Development (“Proposed Labu Agricultural Lands Acquisition”)

The Company had on 12 March 2015 announced that BSS Development had between 18 June 2014 and 12 March 2015, entered into separate Sale and Purchase Agreements with individual land owners to acquire 15 parcels of vacant agriculture land located within Mukim Labu, Daerah Seremban, Negeri Sembilan Darul Khusus for an aggregate cash consideration of RM27,546,296.75. Please refer to the Company’s announcement dated 12 March 2015 for further details on the individual owners and the said lands being the subject matter of the Proposed Labu Agricultural Lands Acquisition.

Barring any unforeseen circumstances, the estimated time frame for the completion for the Proposed Labu Agricultural Lands Acquisition is 3 months calculated from the date of the receipt of the consent to transfer from the state authority favouring BSS Development.

B7. Status of utilisation of proceeds raised from the exercise of ESOS Options and Warrants

As mentioned in Note A5 above, the Company had raised an aggregate of approximately RM13.1 million via the subscription of the following during the financial quarter ended 30 September 2016:

- (i) 168,498 new Matrix Concepts Shares pursuant to the exercise of the ESOS Options, whereby 69,998 ESOS Options were exercised at a subscription price of RM1.83 per new Matrix Concepts Share and 98,500 ESOS Options were exercised at a subscription price of RM2.08 per new Matrix Concepts Share; and
- (ii) 5,300,250 new Matrix Concepts Shares pursuant to the exercise of Warrants at an exercise price of RM2.40 per new Matrix Concepts Share.

The Company has since fully utilised the proceeds raised as working capital for the Group.

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B8. Group borrowings and debt securities

The Group’s borrowings as at 30 September 2016 are as follows:

	Unaudited as at 30.09.2016 RM’000
Short term borrowings	
<u>Secured:</u>	
Hire purchase creditors	108
Term loans	29,789
Bank overdrafts	47,455
	<hr/> 77,352 <hr/>
Long term borrowings	
<u>Secured:</u>	
Hire purchase creditors	1,099
Term loans	104,245
	<hr/> 105,344 <hr/>
Total Borrowings	<hr/> 182,696 <hr/>

The Group’s borrowings are denominated in 2 currencies, namely Malaysian Ringgit and Australian Dollar, the breakdown of which are as follows:

	RM’000
Malaysian Ringgit	171,443
Australian Dollar	11,253
Total Borrowings	<hr/> 182,696 <hr/>

B9. Changes in Material Litigation

There was no material litigation involving the Group as at the date of this report.

B10. Dividends

The Board of Directors of the Company has on 15 November 2016, declared a second interim single tier dividend of 3.25 sen per Matrix Concepts Share held for the financial year ending 31 March 2017, to be paid on 12 January 2017 to all holders of ordinary shares whose names appeared in the Record of Depositors at the close of business on 28 December 2016.

On 6 October 2016, a first interim single tier dividend of 3.25 sen per Matrix Concepts Share for the financial year ending 31 March 2017 was paid to all holders of ordinary shares whose names appeared in the Record of Depositors at the close of business on 23 September 2016.

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B11. Realised and unrealised profits/losses disclosure

The breakdown of retained profits of the Group is as follows:

	Unaudited as at 30.09.2016 RM'000
Total retained profits of the Group	
- Realised	376,933
- Unrealised	6,388
	<hr/> 383,321
Less: Consolidation adjustments	(43,560)
Total Group retained profits as per Statement of Financial Position	<hr/> <hr/> 339,761

B12. Earnings Per Share

(i) Basic earnings per share

The calculation of basic earnings per share was based on the profit attributable to equity holders of the Company and divided by the weighted average number of ordinary shares in issue during the period under review.

	Current Quarter Ended 30.09.2016	Cumulative Period-To-Date 30.09.2016
Profit attributable to equity holders of the Company (RM'000)	46,467	98,391
Weighted average number of ordinary shares ('000)	567,005	565,771
Basic earnings per share (sen)	8.2	17.4

(ii) Diluted earnings per share

The calculation of diluted earnings per share was based on the profit attributable to equity holders of the Company and divided by the weighted average number of ordinary shares that would have been in issue upon full exercise of the ESOS Options granted and the Warrants in issue, adjusted for the number of such shares that would have been issued at fair value during the period under review.

	Current Quarter Ended 30.09.2016	Cumulative Period-To-Date 30.09.2016
Profit attributable to equity holders of the Company (RM'000)	46,467	98,391
Weighted average number of ordinary shares for the quarter ended 30 September 2016 ('000)	567,005	565,771
Effect of potential exercise of Warrants	50,696	50,696
Effect of potential exercise of ESOS	10,539	10,539
Weighted enlarged average number of ordinary shares ('000)	628,240	627,006
Diluted earnings per share(sen)	7.4	15.7

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B13. Notes to the Statement of Comprehensive Income

	Current Quarter Ended 30.09.2016 RM’000	Cumulative Period-To-Date 30.09.2016 RM’000
Included in the profit for the period are:		
- Interest income	(384)	(808)
- Other income including investment income	(282)	(599)
- Interest expenses	893	1,633
- Depreciation of property, plant and equipment	2,071	4,103
- Receivables written off	-	-
- Inventories written off	-	-
- Gain/(loss) on disposal of quoted or unquoted investments or properties	-	-
- Impairment of assets	-	-
- Realised gain/(loss) on foreign exchange	-	-
- Realised gain/(loss) on derivatives	-	-
- Rental income on properties	(62)	(124)

There were no exceptional items for the current quarter under review.

B14. Auditors’ report

The auditors’ report for the preceding audited financial statements was not subject to any qualification.

B15. Authority For Issue

The interim financial statements were reviewed by the Audit Committee of the Company and duly authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 15 November 2016.

By order of the Board of Directors

Dato’ Lee Tian Hock
Group Managing Director

Date: 15 November 2016