

**MATRIX CONCEPTS HOLDINGS BERHAD***(Incorporated in Malaysia-Co. No. 414615-U)***QUARTERLY REPORT ON CONSOLIDATED RESULTS  
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2016**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	<b>INDIVIDUAL QUARTER CURRENT YEAR QUARTER 31 December 2016 RM'000</b>	<b>CUMULATIVE QUARTER CURRENT YEAR TO DATE 31 December 2016 RM'000</b>
Revenue	198,000	619,077
Cost of Sales	(78,697)	(299,846)
<b>Gross Profit</b>	119,303	319,231
Other Income	813	2,344
Selling and Marketing Expenses	(4,624)	(14,676)
Administrative and general expenses	(41,209)	(97,727)
<b>Operating Profit</b>	74,283	209,172
Finance Costs	(1,355)	(2,988)
<b>Profit Before Taxation</b>	72,928	206,184
Income Tax Expenses	(22,480)	(57,345)
<b>Profit For The Period</b>	50,448	148,839
<b>Profit attributable to :</b>		
Equity Holders of the Company	50,448	148,839
Minority Interest	-	-
	50,448	148,839
<b>Earnings Per Share Attributable To Equity Holders Of The Company</b>		
- Basic (sen)	8.8	26.2
- Diluted (sen)	7.7	22.8

*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 31st December 2016 and year to date for the period ended 31st December 2016. The income statement for the corresponding 3rd quarter for the financial period ended 30th September 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.

**MATRIX CONCEPTS HOLDINGS BERHAD***(Incorporated in Malaysia-Co. No. 414615-U)***QUARTERLY REPORT ON CONSOLIDATED RESULTS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2015**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME



	<b>INDIVIDUAL QUARTER CURRENT YEAR QUARTER 30 September 2015 RM'000</b>	<b>CUMULATIVE QUARTER CURRENT YEAR TO DATE 30 September 2015 RM'000</b>
Revenue	121,367	559,414
Cost of Sales	(53,112)	(241,004)
<b>Gross Profit</b>	<b>68,255</b>	<b>318,410</b>
Other Income	1,174	2,978
Selling and Marketing Expenses	(2,652)	(15,865)
Administrative and general expenses	(26,658)	(66,427)
<b>Operating Profit</b>	<b>40,119</b>	<b>239,096</b>
Finance Costs	87	(2,154)
<b>Profit Before Taxation</b>	<b>40,206</b>	<b>236,942</b>
Income Tax Expenses	(9,122)	(60,558)
<b>Profit For The Period</b>	<b>31,084</b>	<b>176,384</b>
<b>Profit attributable to :</b>		
Equity Holders of the Company	31,084	176,384
Minority Interest	-	-
	<b>31,084</b>	<b>176,384</b>
<b>Earnings Per Share Attributable To Equity Holders Of The Company</b>		
- Basic (sen)	5.9	36.5
- Diluted (sen)	5.1	31.1

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**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2016**



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	(UNAUDITED) As at 31 December 2016 RM'000	(AUDITED) As at 31 March 2016 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	234,039	218,113
Investment properties	1,092	1,000
Inventories	459,907	459,907
Deferred tax assets	10,265	6,387
Goodwill arising on consolidation	*	*
	705,303	685,407
<b>Current assets</b>		
Inventories	416,536	358,008
Trade and other receivables	283,406	180,259
Deposits, cash and bank balance	64,673	77,860
	764,615	616,127
<b>TOTAL ASSETS</b>	<b>1,469,918</b>	<b>1,301,534</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	572,148	563,957
Share premium	43,332	31,944
Share option	14,040	4,657
Translation reserves	(156)	(156)
Retained profits	371,614	284,792
	1,000,978	885,194
Non-controlling interest	*	*
<b>TOTAL EQUITY</b>	<b>1,000,978</b>	<b>885,194</b>
<b>Non-current liabilities</b>		
Borrowings	146,282	107,669
Other payables	28,492	28,492
	174,774	136,161
<b>Current liabilities</b>		
Trade and other payables	161,990	144,923
Borrowings	79,902	96,750
Dividend payable	18,595	21,148
Current tax liabilities	33,679	17,358
	294,166	280,179
<b>TOTAL LIABILITIES</b>	<b>468,940</b>	<b>416,340</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,469,918</b>	<b>1,301,534</b>
<b>Net Assets Per Share (RM)</b>	<b>1.75</b>	<b>1.57</b>

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
<b><u>9 months ended 30 September 2015 (Unaudited)</u></b>							
As at 1 January 2015	457,084	1,218	6,270	-	199,186	*	663,758
Issuance of new ordinary shares pursuant to							
- Bonus issue	77,325	(10,835)			(66,490)		-
- Exercise of ESOS	6,902	9,934	(3,042)				13,794
- Exercise of Warrants	9,000	12,600					21,600
Total comprehensive income for the period	-	-	-	-	176,384	-	176,384
Dividend	-	-	-	-	(68,966)	-	(68,966)
Options granted under ESOS	-	-	2,285	-	-	-	2,285
ESOS lapsed/forfeited	-	-	(489)	-	489	-	-
As at 30 September 2015	<u>550,311</u>	<u>12,917</u>	<u>5,024</u>	<u>-</u>	<u>240,603</u>	<u>*</u>	<u>808,855</u>
<b><u>9 months ended 31 December 2016 (Unaudited)</u></b>							
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	2,890	3,967	(1,238)	-			5,619
- Exercise of Warrants	5,301	7,421		-			12,722
Total comprehensive income for the period	-	-	-	-	148,839	-	148,839
Dividend	-	-	-	-	(62,017)	-	(62,017)
Options granted under ESOS	-	-	10,621	-	-	-	10,621
As at 31 December 2016	<u>572,148</u>	<u>43,332</u>	<u>14,040</u>	<u>(156)</u>	<u>371,614</u>	<u>*</u>	<u>1,000,978</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

	<b>(Unaudited)</b> <b>FOR THE</b> <b>9 MONTHS</b> <b>PERIOD ENDED</b> <b>31 December 2016</b> <b>RM'000</b>	<b>(Audited)</b> <b>FOR THE</b> <b>15 MONTHS</b> <b>PERIOD ENDED</b> <b>31 March 2016</b> <b>RM'000</b>
<b>Cash Flow From Operating Activities</b>		
Profit before income tax	206,184	355,737
Adjustments for :-		
ESOS Expenses	10,621	3,194
Depreciation	6,328	9,864
Interest Income	(1,567)	(10,381)
Interest expenses	2,988	5,184
Gain on disposal of property, plant and equipment	(54)	(173)
Operating profit before working capital changes	224,500	363,425
Increase in inventories	(58,528)	(192,246)
Increase in receivables	(103,147)	(44,082)
Increase/(Decrease) in payables	17,066	(97,561)
Cash generated from operations	79,891	29,536
Interest received	1,567	3,629
Interest paid	(2,988)	(5,184)
Tax paid	(44,901)	(97,279)
Net cash provided by/(used in) operating activities	33,569	(69,298)
<b>Cash Flow From Investing Activities</b>		
Placement of pledged deposits with licensed bank	(1,640)	(218)
Purchase of property, plant and equipment	(22,345)	(40,243)
Proceed from disposal of property, plant and equipment	54	3,043
Net cash used in investing activities	(23,931)	(37,418)
<b>Cash Flow From Financing Activities</b>		
Proceed from issuance of share	18,341	66,931
Dividend paid	(64,571)	(105,375)
Proceed from term loan and hire purchase loan	16,220	142,867
Repayment of term loan	(14,505)	(10,790)
Hire purchase instalments paid	(116)	(100)
Net cash (used in)/generated from financing activities	(44,631)	93,533
Net changes in cash and cash equivalents	(34,993)	(13,183)
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	4,618	39,611
Cash and cash equivalents comprise of :-		
Fixed deposit, cash and bank balance	64,673	77,860
Less : Fixed Deposit Pledged	(7,331)	(5,691)
	57,342	72,169
Bank overdrafts	(52,724)	(32,558)
	4,618	39,611

*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 31 December 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 31 December 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 31 December 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 31 December 2016 under review:

- (i) 1,380,958 new ordinary shares of RM1.00 each in Matrix Concepts (“**Matrix Concepts Shares**”) pursuant to the exercise of employee share options (“**ESOS Options**”).

Pursuant to the above, the issued and paid-up share capital of the Company had increased from RM570,766,743 comprising of 570,766,743 Matrix Concepts Shares to RM572,147,701 comprising of 572,147,701 Matrix Concepts Shares for the current financial quarter ended 31 December 2016 under review.

**A6. Dividends Paid**

During the financial quarter ended 31 December 2016 under review, the Company had paid its first interim single tier dividend of 3.25 sen per Matrix Concepts Share for the financial year ending 31 March 2017, which was paid on 6 October 2016 to all holders of ordinary shares whose names appeared in the Record of Depositors at the close of business on 23 September 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:

	<b>Property development</b>	<b>Construction</b>	<b>Education</b>	<b>Hospitality</b>	<b>Elimination</b>	<b>Consolidated</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>						
Sale of properties	598,286	-	-	-	-	598,286
Construction / Inter-segment sales	-	255,252	-	-	(255,252)	-
School fees received	-	-	9,563	-	-	9,563
Clubhouse operator	-	-	-	11,228	-	11,228
<b>Total</b>	<b>598,286</b>	<b>255,252</b>	<b>9,563</b>	<b>11,228</b>	<b>(255,252)</b>	<b>619,077</b>
<b>Other income</b>						
Rental income	185	-	-	-	-	185
Others	3,367	30	92	279	(1,609)	2,159
<b>Total</b>	<b>3,552</b>	<b>30</b>	<b>92</b>	<b>279</b>	<b>(1,609)</b>	<b>2,344</b>
<b>Results</b>						
Segment results	234,181	20,184	(12,636)	(542)	(32,015)	209,172
Finance costs						(2,988)
Profit before tax						206,184
Taxation						(57,345)
Net profit for the period						148,839

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 31 December 2016 under review.

**A9. Commitments**

The commitments of the Company as at the end of the financial quarter ended 31 December 2016 under review and the financial period-to-date are as follows:

	<b>Current quarter ended 31.12.2016 RM'000</b>	<b>Cumulative period-to-date 31.12.2016 RM'000</b>
Contracted but not provided for:		
- Land held for property development	-	28,230
<b>Total</b>	<b>-</b>	<b>28,230</b>



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**A10. Material subsequent event**

There were no material events subsequent to the end of the financial quarter ended 31 December 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 31 December 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 31 December 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 31 December 2016.

**A14. Significant Related Party Disclosures**

Save as disclosed below, there was no other significant related party transactions during the financial quarter ended 31 December 2016 under review and the financial period-to-date:

	<b>Current quarter ended 31.12.2016 RM'000</b>	<b>Cumulative period-to-date 31.12.2016 RM'000</b>
Purchase of building materials from related parties	11,531	39,326
Rental payments made to related parties	23	78
Consultancy fees paid to related parties	139	567
Sales of development properties to related parties	5,409	22,669

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**B. ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS**

**B1. Review of Performance**

	<b>Current quarter ended 31.12.2016 RM'000</b>	<b>Current quarter ended 31.12.2015 RM'000</b>
Revenue	198,000	141,534
Gross profit	119,303	77,911
Profit before tax	72,928	49,529
Profit after tax	50,448	36,839

There are no comparative figures for the current third quarter ended 31 December 2016, due to the change in 2015 of the financial year end from 31 December to 31 March. For reference purposes, the Board provides hereunder the comparison for the three-month period from 1 October 2016 to 31 December 2016 against 1 October 2015 to 31 December 2015.

For the quarter ended 31 December 2016, the Group recorded revenue of RM198.0 million, an increase of RM56.5 million or 39.9% from RM141.5 million in the previous year. The Group also recorded profit before tax of RM72.9 million, an increase of RM23.4 million or 47.2% from RM49.5 million in the previous year. The higher profit before tax for the quarter under review was achieved even after accounting for the recognition of RM10.0 million in cost related to the Employee Share Option Scheme.

The better financial performance for the quarter ended 31 December 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 which included the sale of industrial properties. The Group's new sales for the quarter rose to RM331.0 million, an increase of RM137.3 million or 70.8% compared to RM193.7 million in the previous year.

Property development segment saw revenue grow by 38.2% to RM189.7 million for the quarter under review, compared to RM137.3 million previously; whilst the investment properties of Matrix Global Schools and d'Tempat Country Club continued to record improved aggregated revenues of RM8.3 million, that is 93.6% higher than RM4.3 million achieved in last year's same calendar quarter, in line with increase in student population and club patronage.

As at 31 December 2016, the Group's unbilled sales stood at RM903.5 million, compared to RM633.2 million a year ago and RM765.3 million as at the preceding quarter's end.

**B2. Comparison with preceding quarter's results**

	<b>Current quarter ended 31.12.2016 RM'000</b>	<b>Preceding quarter ended 30.09.2016 RM'000</b>
Revenue	198,000	224,850
Gross profit	119,303	94,304
Profit before tax	72,928	62,817
Profit after tax	50,448	46,467

The Group achieved revenue of RM198.0 million for the quarter ended 31 December 2016, compared to RM224.9 million for the preceding quarter ended 30 September 2016. The decrease in revenue was mainly attributed to higher revenue recognised from the Group's property development activities in the preceding quarter.

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Notwithstanding the above, the Group recorded profit before tax of RM72.9 million for the quarter ended 31 December 2016, compared to RM62.8 million in the immediate preceding quarter. This increase was mainly due to higher revenue contribution from the sale of industrial properties during the quarter under review.

**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 31 December 2016, the Group continued to build earnings sustainability by launching more development projects at both townships, worth a total GDV of RM231.5 million, namely Suriaman 2A at Bandar Sri Sendayan, and Impiana Indah and Impiana 2 at Bandar Seri Impian. Sales have remained upbeat, with average take-up rate of the new launches exceeding 60% within three months.

Total new launches for the nine months to date stood at RM1.05 billion in GDV, inclusive of estimated GDV of RM101.8 million from the Group’s M.Carnegie boutique apartment project in Melbourne, Australia. The Group has pipeline launches worth RM669.9 million planned for the rest 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 to the Group 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.

**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**

	<b>Current quarter ended 31.12.2016 RM’000</b>	<b>Cumulative period-to-date 31.12.2016 RM’000</b>
Current tax expenses	22,888	60,948
Deferred tax expenses	(408)	(3,603)
	<b>22,480</b>	<b>57,345</b>

The Group’s effective tax rate of 27.8% for the financial quarter ended 31 December 2016 under review was higher than the statutory corporate tax rate of 24.0% as certain subsidiaries incurred losses during the financial year-to-date and non-deductible expenses for tax purposes.

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**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 RM2.7 million via the subscription of the following during the financial quarter ended 31 December 2016:

- (i) 1,380,958 new Matrix Concepts Shares pursuant to the exercise of the ESOS Options, whereby 166,242 ESOS Options were exercised at a subscription price of RM1.23 per new Matrix Concepts Share, 474,736 ESOS Options were exercised at a subscription price of RM1.83 per new Matrix Concepts Share, 350,730 ESOS Options were exercised at a subscription price of RM2.08 per new Matrix Concepts Share and 389,250 ESOS Options were exercised at a subscription 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 31 December 2016 are as follows:

	<b>Unaudited as at 31.12.2016 RM’000</b>
<b>Short term borrowings</b>	
<u>Secured:</u>	
Hire purchase creditors	233
Term loans	26,945
Bank overdrafts	52,724
	<hr/> 79,902 <hr/>
<b>Long term borrowings</b>	
<u>Secured:</u>	
Hire purchase creditors	898
Term loans	145,384
	<hr/> 146,282 <hr/>
	<hr/>
<b>Total Borrowings</b>	<b><u><u>226,184</u></u></b>

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

	<b>RM’000</b>
Malaysian Ringgit	214,931
Australian Dollar	11,253
	<hr/>
<b>Total Borrowings</b>	<b><u><u>226,184</u></u></b>

**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 23 February 2017, declared a third interim single tier dividend of 3.50 sen per Matrix Concepts Share held for the financial year ending 31 March 2017, to be paid on 12 April 2017 to all holders of ordinary shares whose names appeared in the Record of Depositors at the close of business on 31 March 2017.

On 12 January 2017, a second 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 28 December 2016.

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**B11. Realised and unrealised profits/losses disclosure**

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

	<b>Unaudited as at 31.12.2016 RM'000</b>
Total retained profits of the Group	
- Realised	410,267
- Unrealised	6,388
	<u>416,655</u>
Less: Consolidation adjustments	(45,041)
Total Group retained profits as per Statement of Financial Position	<u>371,614</u>

**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.

	<b>Current Quarter Ended 31.12.2016</b>	<b>Cumulative Period-To-Date 31.12.2016</b>
Profit attributable to equity holders of the Company (RM'000)	50,448	148,839
Weighted average number of ordinary shares ('000)	571,340	567,634
Basic earnings per share (sen)	8.8	26.2

**(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.

	<b>Current Quarter Ended 31.12.2016</b>	<b>Cumulative Period-To-Date 31.12.2016</b>
Profit attributable to equity holders of the Company (RM'000)	50,448	148,839
Weighted average number of ordinary shares for the quarter ended 31 December 2016 ('000)	571,340	567,634
Effect of potential exercise of Warrants	51,937	51,937
Effect of potential exercise of ESOS	33,017	33,017
Weighted enlarged average number of ordinary shares ('000)	656,294	652,588
Diluted earnings per share(sen)	7.7	22.8

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**B13. Notes to the Statement of Comprehensive Income**

	<b>Current Quarter Ended</b> <b>31.12.2016</b> <b>RM’000</b>	<b>Cumulative Period-To-Date</b> <b>31.12.2016</b> <b>RM’000</b>
Included in the profit for the period are:		
- Interest income	(759)	(1,567)
- Other income including investment income	7	(592)
- Interest expenses	1,355	2,988
- Depreciation of property, plant and equipment	2,225	6,328
- 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	(61)	(185)

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 23 February 2017.

By order of the Board of Directors

**Dato’ Lee Tian Hock**  
Group Managing Director

Date: 23 February 2017