



LYC HEALTHCARE BERHAD
(FORMERLY KNOWN AS MEXTER TECHNOLOGY BERHAD)

(Company No: 647673 - A)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT
FOR THE PERIOD ENDED
31 DECEMBER 2018

LYC HEALTHCARE BERHAD
(FORMERLY KNOWN AS MEXTER TECHNOLOGY BERHAD)

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

The Board of Directors of LYC Healthcare Berhad (f.k.a. Mexter Technology Berhad) (“LYC” or “Company”) wishes to announce the following unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements of LYC for the financial year ended 31 March 2018 and the accompanying explanatory notes attached to the interim financial statements.

	Note	INDIVIDUAL QUARTER			CUMULATIVE QUARTERS		
		Current year quarter	Preceding year corresponding quarter	Change %	Current year to date	Preceding year corresponding period	Change %
		31-Dec-18 RM'000	31-Dec-17 RM'000		31-Dec-18 RM'000	31-Dec-17 RM'000	
Revenue	A8	1,807	1,681	7.5%	5,133	5,163	-0.6%
Cost of sales		(1,515)	(1,183)	28.1%	(4,176)	(3,626)	15.2%
Gross profit		292	498		957	1,537	
Operating expenses		(2,572)	(1,350)	90.5%	(6,490)	(3,338)	94.4%
Other operating income		61	14	335.7%	203	49	314.3%
Loss from operations	B5	(2,219)	(838)		(5,330)	(1,752)	
Interest income		45	1	4400.0%	118	2	5800.0%
Interest expense		(26)	(25)	4.0%	(75)	(75)	0.0%
Loss before tax		(2,200)	(862)	155.2%	(5,287)	(1,825)	189.7%
Taxation	B6	24	-	0.0%	28	4	600.0%
Loss from continued operation for the period		(2,176)	(862)	152.4%	(5,259)	(1,821)	188.8%
Discontinued operations							
Profit for the period from a discontinued operations		1,662	(196)	-948.0%	1,662	(1,135)	-246.4%
Loss for the period		(514)	(1,058)		(3,597)	(2,956)	
Other comprehensive income							
Foreign currency translation		(158)	(51)	209.8%	(146)	(40)	265.0%
Total other comprehensive income for the period, net of tax		(158)	(51)	209.8%	(146)	(40)	265.0%
Total comprehensive loss for the period		(672)	(1,109)	-39.4%	(3,743)	(2,996)	24.9%
Loss attributable to:							
Owners of the Company		(520)	(999)	-47.9%	(3,628)	(2,610)	39.0%
Non-controlling interest		6	(59)	-110.2%	31	(346)	-109.0%
		(514)	(1,058)		(3,597)	(2,956)	
Total Comprehensive loss attributable to:							
Owners of the Company		(672)	(1,041)		(3,793)	(2,644)	
Non-controlling interest		-	(68)		50	(352)	
		(672)	(1,109)		(3,743)	(2,996)	
Earnings per share:							
Basic earnings per share (sen)	B11(a)	(0.16)	(0.41)		(1.22)	(1.18)	
Diluted earnings per share (sen)	B11(b)	(0.16)	(0.41)		(1.22)	(1.18)	

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

	Note	(UNAUDITED) AS AT 31-Dec-18 RM'000	(AUDITED) AS AT 31-Mar-18 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		8,296	7,322
Investment Property		4,221	4,304
		12,517	11,626
Current assets			
Other investments		-	304
Inventories		451	437
Trade and other receivables		4,097	5,750
Current tax assets		69	515
Cash and bank balances		13,500	12,581
		18,117	19,587
TOTAL ASSETS		30,634	31,213
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		59,215	46,552
Reserves		(34,129)	(26,328)
		25,086	20,224
Non-Controlling interest		39	(746)
Total equity		25,125	19,478
Non-current liabilities			
Borrowings	B8	1,690	1,785
Deferred tax liabilities		323	330
		2,013	2,115
Current liabilities			
Trade and other payables		3,349	9,286
Deferred income		14	128
Current tax liabilities		-	72
Borrowings		133	134
		3,496	9,620
Total liabilities		5,509	11,735
TOTAL EQUITY AND LIABILITIES		30,634	31,213
Net assets per share attributable to owners of the Company (RM)		0.08	0.08

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2018

	<----- Attributable to owners of the Company ----->								
	<-----Non-distributable----->					Distributable			
	Share capital	Share premium	Warrants reserve	Assets Revaluation Reserve	Translation Reserve	Accumulated losses	Total	Non- Controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 01/04/2018	46,552	-	4,109	1,445	199	(32,081)	20,224	(746)	19,478
Foreign currency translation differences for foreign operations	-	-	-	-	(165)	-	(165)	19	(146)
Total comprehensive loss for the period	-	-	-	-	-	(3,628)	(3,628)	31	(3,597)
Transaction with owners:									
Issuance of ordinary share:									
- Exercise of warrants 2013/2018	12,663	-	(4,008)	-	-	-	8,655	-	8,655
Warrant lapsed	-	-	(101)	-	-	101	-	-	-
Non controlling interests arising from acquisition of new subsidiaries	-	-	-	-	-	-	-	60	60
Disposal of subsidiaries	-	-	-	-	-	-	-	675	675
At 31/12/2018	59,215	-	-	1,445	34	(35,608)	25,086	39	25,125
At 01/04/2017	29,322	-	5,149	1,270	360	(26,901)	9,200	(432)	8,768
Foreign currency translation differences for foreign operations	-	-	-	-	(161)	-	(161)	(23)	(184)
Total comprehensive loss for the period	-	-	-	-	-	(5,180)	(5,180)	(290)	(5,470)
Surplus on revaluation of property, plant and equipment	-	-	-	175	-	-	175	-	175
Transaction with owners:									
Issuance of ordinary share:									
- Exercise of warrants 2013/2018	13,945	-	-	-	-	-	13,945	-	13,945
Transfer to share premium for warrants exercised	2,245	-	-	-	-	-	2,245	-	2,245
Effect from adoption of Companies Act 2016	1,040	-	(1,040)	-	-	-	-	-	-
Dissolution of subsidiary	-	-	-	-	-	-	-	(1)	(1)
At 31/03/2018	46,552	-	4,109	1,445	199	(32,081)	20,224	(746)	19,478

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2018**

	AS AT CURRENT FINANCIAL PERIOD ENDED 31-Dec-18 RM'000	(AUDITED) AS AT 31-Mar-18 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax- Continuing operation	(5,287)	(3,296)
Profit/(loss) before tax- Discontinued operation	1,662	(2,110)
	(3,625)	(5,406)
Adjustments for:		
Non-cash items	(916)	1,590
Interest income	(118)	(16)
Interest expense	75	100
	(4,584)	(3,732)
Operating loss Before Working Capital Changes	(4,584)	(3,732)
Changes In Working Capital:		
Net change in current assets	(1,556)	3,500
Net change in current liabilities	2,684	(2,024)
	(3,456)	(2,256)
Net Cash Outflow from Operations	(3,456)	(2,256)
Income tax paid	(75)	(149)
	(3,531)	(2,405)
Net Operating Cash Flows	(3,531)	(2,405)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	118	16
Proceed from disposal of other investment	175	443
Purchase of intangible assets	-	-
Purchase of property, plant and equipment	(1,593)	(6,554)
Cash outflows from disposal of subsidiaries (Note 1)	(2,893)	-
	(4,193)	(6,095)
Net Investing Cash Flows	(4,193)	(6,095)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(75)	(100)
Repayment of bank borrowings	(96)	(127)
Proceed from the exercise warrants 2013/2018	8,655	2,245
Proceed from issuance of private placement shares	-	13,945
	8,484	15,963
Net Financing Cash Flows	8,484	15,963
NET CHANGE IN CASH AND CASH EQUIVALENTS	760	7,463
Effects of foreign exchange rate changes	159	(184)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF FINANCIAL PERIOD	12,581	5,302
CASH AND CASH EQUIVALENTS AT THE END OF FINANCIAL PERIOD	13,500	12,581

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
 FOR THE PERIOD ENDED 31 DECEMBER 2018 (CONTINUED)**

	AS AT CURRENT FINANCIAL PERIOD ENDED 31-Dec-18 RM'000	(AUDITED) AS AT 31-Mar-18 RM'000
CASH AND BANK BALANCES		
Cash on hand and at banks	3,904	8,025
Deposits with licensed banks	9,596	4,556
Cash and bank balances	13,500	12,581

Note 1: The cash flows attributable to the disposed subsidiaries are as follows:

	AS AT CURRENT FINANCIAL PERIOD ENDED 31-Dec-18 RM'000
Net cash cash outflow arising from disposal:	
Cash consideration received	188
Less: Cash and cash equivalents	(3,081)
	(2,893)

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING AND BURSA LISTING REQUIREMENTS

A1 – Accounting Policies and Basis of Preparation

The interim financial statements are unaudited and have been prepared in compliance with Malaysian Financial Reporting Standard (“MFRS”) No. 134: Interim Financial Reporting and paragraph 9.22 of Bursa Malaysia Berhad (Bursa Securities”) ACE Market Listing Requirements (“ACE LR”).

The accounting policies and methods of computations adopted by the Group in these quarterly financial statements are consistent with those adopted in the audited financial statements for the year ended 31 March 2018.

The Group has adopted the following amendments/improvements to MFRSs that are mandatory for the current financial period:

New MFRSs

MFRS 9	Financial Instruments
MFRS 15	Revenue from Contracts with Customers

Amendments/Improvements to MFRSs

MFRS 1	First-time adoption of MFRSs
MFRS 2	Share-based payment
MFRS 140	Investment Property

The adoption of the above amendments/improvements to MFRSs did not have any significant effect on the financial statements of the Group, and did not result in significant changes to the Group’s existing accounting policies.

A2 – Declaration on Audit Qualification

The auditors’ report on the Group’s financial statements for the financial year ended 31 March 2018 was not qualified.

A3 – Seasonal or Cyclicity of Operations

In general, apart from the Group’s business in Healthcare services, the Group’s other businesses are primarily exposed to business cycles of the Electronic Manufacturing, Semiconductor and Automotive industries.

A4 – Unusual Nature and Amount of Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

A5 – Changes in Estimates

There were no materials changes in estimates of amounts reported in the prior financial year which may have had a material effect on the current quarter under review.

A6 – Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuance and repayment of debts and equity securities during the current quarter under review.

The Company had not engaged in any share buyback scheme or implemented any share cancellations. The Company does not have any shares held as treasury shares.

A7 – Dividends

No dividend has been declared or paid during the current quarter under review.

A8 – Segmental Information

Segmental Information in respect of the Group's business segment is as follows:-

Segments	-	Products and services
i Healthcare Division	-	Provide mother and childcare related services such as postnatal and postpartum care, child specialist and family clinic and provision of retirement homes and aged care facilities and services.
ii Computing and Electronic Services	-	Performing research and development and the provision of e-manufacturing solutions and IT outsourcing service, dealers of computers and its related products.
iii Others	-	Provision of design, development, consulting, marketing supply, installation, testing and commissioning services for environmental friendly renewable energy products, trading of electronic and security products and building materials and investment holding, and the provision of management services.

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

A8 – Segmental Information (Continued)

a) Period Ended 31 December 2018

	Healthcare Services	Computer Electronic Services	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	1,080	3,943	110	-	5,133
Inter-segment revenue	-	-	-	-	-
	<u>1,080</u>	<u>3,943</u>	<u>110</u>	<u>-</u>	<u>5,133</u>
Segment results	(4,071)	236	(1,495)	-	(5,330)
Interest Income	116	-	2	-	118
Interest Expense	-	(75)	-	-	(75)
Loss before tax	(3,955)	161	(1,493)	-	(5,287)
Taxation					<u>28</u>
Loss net of tax from continued operations					(5,259)
Profit from discontinued operation					<u>1,662</u>
Loss for the period					<u><u>(3,597)</u></u>

b) Period Ended 31 December 2017

	Healthcare Services	Computer Electronic Services	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	-	4,740	423	-	5,163
Inter-segment revenue	-	-	-	-	-
	<u>-</u>	<u>4,740</u>	<u>423</u>	<u>-</u>	<u>5,163</u>
Segment results	(310)	(225)	(1,217)	-	(1,752)
Interest Income	-	-	2	-	2
Interest Expense	-	(74)	(1)	-	(75)
Loss before tax	(310)	(299)	(1,216)	-	(1,825)
Taxation					<u>-</u>
Loss net of tax from continued operations					(1,825)
Loss from discontinued operation					<u>(1,131)</u>
Loss for the period					<u><u>(2,956)</u></u>

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

A9 – Valuation of Property, Plant and Equipment brought forward without amendment from the previous financial statements

There were no amendments to the valuation on any property, plant and equipment brought forward.

A10 – Changes in Composition of the Group

There was no other change to the composition of the Group during the current quarter under review save for the followings:

The Company had on 7 September 2018 entered into a sale and purchase of shares agreement (“SPA”) with Chan Wai Fong to dispose its entire 80,000 ordinary shares in Mexcomm (“MXSB”), representing 80% equity interest in Mexcomm for a cash consideration of RM187,727.20 (“Proposed Disposal”). The completion of the proposed disposal is upon the completion of all requisite security documents in accordance to the terms of the SPA.

On 30 October 2018, the Proposed Disposal has been completed upon the completion of all requisite security documents in accordance to the terms of the SPA. Following the disposal, the following companies have ceased to be subsidiaries of LYC:-

- (a) Mexcomm Sdn Bhd
- (b) Ezymobile International Sdn Bhd
- (c) Mobile Holding Ltd.
- (d) Ezy M Holding Ltd.
- (e) E-G6 Solution (Thailand) Co. Ltd.
- (f) PT Mexcomm

An analysis of the results of disposal of the subsidiaries are as follows:

Profit/ (loss) attributable to the discontinued operation :

	As at date of disposal	As at 31.3.2018
Results of discontinued operation		
Revenue	8,568	11,719
Cost of sales	(6,839)	(10,132)
	<u>1,729</u>	<u>1,587</u>
Other income	34	48
Expenses	(1,646)	(3,758)
Results from operating expenses before finance income	117	(2,123)
Finance income	1	13
Results from operating expenses	<u>118</u>	<u>(2,110)</u>
Taxation	-	-
Results from operating activities, net of tax	<u>118</u>	<u>(2,110)</u>
Gain on sale of discontinued operation	1,544	-
Profit/(loss) for the year	<u>1,662</u>	<u>(2,110)</u>

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

A11 – Material Subsequent Events

There was no material event subsequent to the end of the current quarter under review.

A12 –Contingent Liabilities or Contingent Assets

The Directors of the Company are not aware of any other material contingent liabilities or contingent assets that may impact the financial performance of the Group.

A13 –Capital Commitment

	31-Dec-18 RM'000	31-Mar-18 RM'000
Capital expenditure in respect of purchase of property, plant and equipment		
- Contracted but not provided for	2,558	565

B1 – Financial Review for Current Quarter Compared with Preceding Year Corresponding Quarter

	Individual period		
	Current quarter ended	Preceding year corresponding quarter ended	
	31-Dec-18 RM'000	31-Dec-17 RM'000	
Continuing operations			Changes %
Revenue	1,807	1,681	7.5%
Loss before tax	(2,200)	(862)	155.2%

For the financial period ended 31 December 2018, the Group recorded revenue of RM1.81 million, an increase by RM0.13 million or 7.5% as compared to preceding year's corresponding quarter's revenue. The increase was mainly due to new revenue streams from the Healthcare division arising from postpartum care business of RM0.73 million and Other division in relation to the project management service provided to LYC Venture Sdn Bhd of RM0.10 million.

However, the reduction in revenue recorded in Computer Electronic Services of RM0.73 million is due to lower orders.

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD ACE MARKET LISTING REQUIREMENTS

B1 – Financial Review for Current Quarter Compared with Preceding Year Corresponding Quarter (Continued)

Despite the higher revenue reported, the Group registered a higher loss before tax of RM2.20 million as compared to a loss before tax of RM0.86 million reported in preceding year's corresponding quarter. This was mainly due to costs associated with the various corporate exercises undertaken by the Group during the current quarter, the additional marketing costs incurred to ramp up the sales of our postpartum care centre and the start-up operation of our newly set up senior living home.

B2 – Comparison with Preceding Quarter's Results

	Current quarter ended 31-Dec-18 RM'000	Preceding quarter ended 30-Sep-18 RM'000	Changes %
Continuing operations			
Revenue	1,807	1,847	-2.2%
Gross profit	292	416	-29.8%
Loss before tax	(2,200)	(1,532)	43.6%
Loss after tax	(2,176)	(1,530)	42.2%
Loss attributable to Owners of the Company	(520)	(1,655)	-68.6%

The Group's revenue for the current quarter under review of RM1.81 million recorded a slight decrease of RM0.04 million or 2.2% as compared to the revenue of RM1.85 million in the preceding quarter. Although the Healthcare division's revenue posted an increase to RM0.75 million from RM0.29 million, the Computer Electronic Services division's revenue decrease of RM0.60 million contributed to the overall decline due to lower order intakes and fulfilments during the period under review.

The Group posted higher losses after tax of RM2.18 million as compared to the preceding quarter of RM1.53 million mainly due to the decrease in the revenue contribution from Computing Electronic Services division. In addition, the losses were widened due to the costs associated with the various corporate exercises of RM0.33 million undertaken by the Group during the current quarter.

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

B3 – Current Year Prospects

The outlook for the Malaysian economy remains resilient in the near term despite considerable external and domestic headwinds. Real gross domestic product is projected to expand 4.8% and 4.9% in 2018 and 2019 (2017: 5.9%), respectively, supported mainly by domestic demand. Private sector expenditure, in particular, household spending will remain as the anchor of growth following a continuous increase in employment and wage amid benign inflation. Meanwhile, private investment will be supported by new and ongoing projects in the services and manufacturing sectors. On the contrary, public expenditure is expected to grow marginally in 2018 and contract in 2019 following the lower capital outlays by public corporations. *(Source: Economic Report 2019, Ministry of Finance, Malaysia)*

Moving forward, the Group has diversified its business activities into healthcare services to enhance its prospects. By embarking initially into the mother and child and senior living related healthcare services, the Board is of the view that this would provide a platform for the Group to spearhead into other areas of the healthcare sector.

The Group is in the midst of exploring various new healthcare related projects which are currently at various stages of business viability assessments. Notwithstanding, the Group strongly believe that the healthcare segment is an attractive business proposition and offers good growth opportunities for the Group in the long term.

B4 – Profit Forecast

The Group did not publish any profit forecast in its Prospectus or in any public documents.

B5 – Loss from operations

Loss from operations has been arrived at after crediting/ (charging):-

	Current Quarter		Cumulative Quarters	
	31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17
	RM'000	RM'000	RM'000	RM'000
Depreciation	(309)	(58)	(626)	(185)
Amortisation of Intangible Assets	-	(3)	-	(21)
Interest income	43	2	118	10
Interest expenses	(26)	(25)	(75)	(75)
Net reversal/ (allowance) for slow moving inventories	16	(9)	5	8
Net unrealised foreign exchange gain/(loss)	24	(3)	(35)	(75)
Gain on disposal of subsidiaries	1,544	-	1,544	-
Fair value loss on other investments	-	(1)	-	(1)
Property, plant and equipment written off	-	-	-	(43)

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

B6 – Taxation

	31-Dec-18	31-Dec-18
	Current	Cumulative
	Quarter	Quarters
	RM'000	RM'000
Income tax:-		
- Current year		
-Over provision in prior year	(22)	(22)
	(22)	(22)
Deferred taxation:		
- Reversal of temporary differences	(2)	(6)
	(24)	(28)

B7 – Corporate Proposals

Save as disclosed below, there was no other corporate proposal announced or outstanding as at the date of this report.

- (i) On 23 March 2017, the Group announced the proposals to undertake the following:
- Proposed diversification of the business of the Group into healthcare services (**“Proposed Diversification”**)
 - Proposed private placement of up to 20% of the share capital of the Company to fund its expansion into this new business offering in conjunction with the Proposed Diversification. (**“Proposed Private Placement”**)

Following Bursa Malaysia’s approval, the shareholders of Mexter Technology Berhad has also approved the Proposed Diversification and Proposed Private Placement respectively at the Extraordinary General Meeting convened on 24 May 2017.

On 13 July 2017, the Group announced that the issue price for the First Tranche of Placement Shares is fixed at RM0.24 per Placement Share pursuant to the Private Placement. The First Tranche of 22,000,000 units of Placement Shares were subsequently issued on 26 July 2017, and total cash proceeds of RM5.28 million were raised. The remaining block of 18,142,800 shares have yet to be taken up.

On 9 October 2017, the Group announced that Bursa Securities had approved the application for an extension of time of 6 months up to 19 April 2018 to complete the Private Placement.

On 4 December 2017, the Group completed its second tranche of the Private Placement, issuing 3,400,000 units of Placement Shares at an issue price of RM0.445 per share, raising RM1.513 million.

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

B7 – Corporate Proposals (Continued)

(i) Continued

On 20 December 2017, the Company completed its final tranche of the Private Placement, issuing 14,900,000 units of Placement Shares at an issue price of RM0.48 per share, raising RM7.15 million.

A total of 40,300,000 Placement Shares were issued, raising a total of RM13.945 million.

Below is the table for the status of utilisation of proceeds raised from the Private Placement as at date of this announcement:

Purpose	Revised Proposed Utilisation ⁽¹⁾ RM'000	Actual Utilisation RM'000	Reallocation ⁽²⁾ RM'000	Remaining Balance RM'000	Intended Timeframe for utilisation
Renovation cost	6,000	6,600	600	-	Completed
Working capital:					
- Salaries	2,200	2,200	-	-	Completed
- Rental #	1,000	1,000	-	-	Completed
- Operating cost	1,287	1,287	-	-	Completed
Contingencies for future projects/ expansion in healthcare services	2,919	1,889	(600)	430	Within 24 month
Estimated expenses for the proposals	539	539	-	-	Completed
Total	13,945	13,515	-	430	

Notes:

(1) The revised proposed utilisation is based on announcement made on 24 August 2017 and 26 December 2017.

(2) The reallocation of RM0.60 million from the reduction of contingencies for future projects / expansion in healthcare services is to be utilised for renovation cost due to variation orders.

LYC HEALTHCARE BERHAD
(FORMERLY KNOWN AS MEXTER TECHNOLOGY BERHAD)

(Company No 647673-A)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

B7 – Corporate Proposals (Continued)

- (ii) On 30 October 2018, the Company had announced the followings:
- (a) proposed diversification of the business of the Company and its subsidiaries to include the following:
- provision of consultancy and project management services for the development, construction and sale of integrated healthcare and wellness development, including but not limited to age proof living, medical tourism hotel and residence, medical and dental centre, physiotherapy and chiropractor, childcare and nursery, and wellness facilities (“Wellness Related Hub”);
 - healthcare service provider, including but not limited to managing and operating the Wellness Related Hub; and
 - provision of retirement home and aged care facilities and services,
- (collectively referred as “Proposed Diversification”).
- (b) LYC Living Sdn Bhd, a 70% owned subsidiary of the Company (“LYC Living”) had on 30 October 2018 entered into a conditional consultancy and project management agreement with LYC Venture Sdn Bhd (“Consultancy and PM Agreement”) for the provision of general consultancy, advise and project management to facilitate the construction, sale and development of a piece of ten (10) acres 99 year leasehold land held under and known as H.S.(D) 16194, No. PT 20362, Mukim Bentong, Daerah Bentong, Negeri Pahang into a medical, healthcare related and wellness community provisionally known as LYC Wellness Valley (“Project Services”) (“Proposed Consultancy and PM Agreement”);
- (c) The Company had on 30 October 2018 entered into a shareholders agreement (“Shareholders Agreement”) with Mr. Soh Hoo Hong (“Mr. Soh”), an existing shareholder of LYC Living, to facilitate the provision of the Project Services as well as to govern the relationship between the Company and Mr. Soh as the shareholders of LYC Living (“Proposed Shareholders Agreement”);
- (d) proposed amendment to the constitution of the Company to facilitate the Proposed Diversification (“Proposed Amendment to the Constitution”); and
- (e) proposed change of name from Mexter Technology Berhad to LYC Healthcare Berhad (“Proposed Change of Company Name”),

(collectively referred as “Proposals”)

Following Bursa Malaysia’s approval, the shareholders of the Company had approved the Proposals at the Extraordinary General Meeting convened on 27 December 2018.

The Company has changed its name to LYC Healthcare Berhad with effect from 4 January 2019 being the date of the Notice of Registration of Change of Name of the Company issued by Companies Commission of Malaysia which was received on 10 January 2019.

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

B8 – Borrowings

Group borrowings as at the end of the reporting quarter were as follows:-

	Current RM'000	Non-current RM'000
Hire purchase liabilities (Unsecured)	3	-
Term loan (Secured)	130	1,690
	<u>133</u>	<u>1,690</u>

The Group does not have any foreign borrowing as at the date of this announcement.

B9 – Material Litigations

As at the date of this report, the Group is not engaged in any material litigation. The Directors of the Company are not aware of any proceedings pending or threatened against the Group.

B10 – Dividends

No dividend has been declared or paid during the current quarter under review.

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

B11 –Earnings per Share

(a) *Basic earnings per share (“EPS”)*

Basic EPS of the Group is calculated by dividing the profit for the period attributable to ordinary equity holders of LYC by the weighted average number of ordinary shares in issue during the financial period.

		Current quarter ended		Cumulative quarters ended	
		31-Dec	31-Dec	31-Dec	31-Dec
		2018	2017	2018	2017
Loss for the period attributable to owners of LYC	(RM'000)	(520)	(999)	(3,628)	(2,610)
Weighted average number of ordinary shares in issue	('000)	324,864	241,924	298,390	221,414
Basic EPS	(sen)	(0.16)	(0.41)	(1.22)	(1.18)

The weighted average number of ordinary shares in issue is determined using the number of days that the specific shares are outstanding in proportion to the total number of days in the corresponding period.

(b) *Diluted EPS*

The diluted earnings per share of the Company is the same as the basic earnings per ordinary share of the Company

Dated: 22 February 2019