

CRESCENDO CORPORATION BERHAD

(Company No. : 359750-D)

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2009**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30.4.2009 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30.4.2008 RM'000	CURRENT YEAR TO DATE 30.4.2009 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30.4.2008 RM'000
Revenue	36,366	45,734	36,366	45,734
Cost of sales	(27,170)	(33,397)	(27,170)	(33,397)
Gross profit	9,196	12,337	9,196	12,337
Other income	1,134	1,299	1,134	1,299
Administrative expenses	(3,018)	(2,755)	(3,018)	(2,755)
Finance cost	(679)	(217)	(679)	(217)
Profit before tax	6,633	10,664	6,633	10,664
Income tax expenses	(1,766)	(2,766)	(1,766)	(2,766)
Profit for the period	4,867	7,898	4,867	7,898
Attributable to:				
Equity holders of the parent	4,533	7,298	4,533	7,298
Minority interests	334	600	334	600
	4,867	7,898	4,867	7,898
Earnings per share attributable to equity holders of parent:				
Basic, for profit for the period (sen)	2.94	4.71	2.94	4.71
Diluted, for profit for the period (sen)	N/A	N/A	N/A	N/A

The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the financial year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements.

CRESCENDO CORPORATION BERHAD
(Company No. : 359750-D)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 30 APRIL 2009

	AS AT 30.4.2009 RM'000	AS AT 31.1.2009 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	58,011	58,211
Investments	826	802
Land held for property development	317,805	311,476
Deferred tax assets	5,803	5,846
	<u>382,445</u>	<u>376,335</u>
Current assets		
Property development costs	51,307	49,957
Inventories	67,517	66,594
Receivables	48,736	55,930
Cash and cash equivalents	48,686	52,012
	<u>216,246</u>	<u>224,493</u>
TOTAL ASSETS	<u>598,691</u>	<u>600,828</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	155,071	155,071
Share premium	14,890	14,890
Treasury shares	(662)	(584)
Other reserves	15,148	15,120
ICULS - equity component	20,817	20,817
Retained profits	191,713	187,180
	<u>396,977</u>	<u>392,494</u>
Minority interests	<u>8,580</u>	<u>8,246</u>
Total equity	<u>405,557</u>	<u>400,740</u>
Non-current liabilities		
Long term borrowings	90,022	94,676
ICULS - liability component	39,379	38,691
Deferred tax liabilities	2,355	2,355
Other payable	9,000	9,000
	<u>140,756</u>	<u>144,722</u>
Current liabilities		
Payables	33,876	37,694
Short term borrowings	16,359	16,549
Provision for tax	2,143	1,123
	<u>52,378</u>	<u>55,366</u>
Total liabilities	<u>193,134</u>	<u>200,088</u>
TOTAL EQUITY AND LIABILITIES	<u>598,691</u>	<u>600,828</u>
Net assets per share attributable to equity holders of the parent (RM)	<u>2.56</u>	<u>2.53</u>

The Unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statements for the financial year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements.

CRESCENDO CORPORATION BERHAD
(Company No. : 359750-D)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2009

	Attributable to Equity Holders of the Parent						Minority Interest RM'000	Total Equity RM'000	
	Non-distributable				Distributable				
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Other Reserves RM'000	Equity Component of ICULS RM'000	Retained Profits RM'000			Total RM'000
3 months ended 30 April 2008									
Balance as at 1 February 2008	143,793	14,533	(2,553)	13,608	-	150,059	319,440	4,196	323,636
Profit for the period, representing total recognised income and expense for the period	-	-	-	-	-	7,297	7,297	600	7,897
Sales of treasury shares	-	-	(112)	-	-	-	(112)	-	(112)
Share-based payment expenses under ESOS	-	-	-	93	-	-	93	-	93
Balance as at 30 April 2008	143,793	14,533	(2,665)	13,701	-	157,356	326,718	4,796	331,514
3 months ended 30 April 2009									
Balance as at 1 February 2009	155,071	14,890	(584)	15,120	20,817	187,180	392,494	8,246	400,740
Profit for the period, representing total recognised income and expense for the period	-	-	-	-	-	4,533	4,533	334	4,867
Purchase of treasury shares	-	-	(78)	-	-	-	(78)	-	(78)
Share-based payment expenses under ESOS	-	-	-	28	-	-	28	-	28
Balance as at 30 April 2009	155,071	14,890	(662)	15,148	20,817	191,713	396,977	8,580	405,557

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the financial year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements.

CRESCENDO CORPORATION BERHAD
(Company No. : 359750-D)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2009**

	3 MONTHS ENDED	
	30.4.2009	30.4.2008
	RM' 000	RM' 000
Net cash from / (used in) operating activities	2,004	(6,091)
Net cash used in investing activities	(406)	(237)
Net cash (used in) / from financing activities	<u>(4,924)</u>	<u>4,203</u>
Net decrease in cash and cash equivalents	(3,326)	(2,125)
Cash and cash equivalents at the beginning of the financial period	51,803	4,202
Cash and cash equivalents at the end of the financial period	<u>48,477</u>	<u>2,077</u>
Cash and cash equivalents at the end of the financial period		
Deposits with licensed banks	38,309	203
Cash and bank balances	10,377	3,973
Bank overdraft	-	(1,896)
	<u>48,686</u>	<u>2,280</u>
Fixed deposit pledged	(209)	(203)
As above	<u>48,477</u>	<u>2,077</u>

The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Statements for the financial year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements.

PART A - EXPLANATORY NOTES PURSUANT TO FRS 134

A1 Basis of preparation

The interim financial statements which are unaudited, have been prepared under the historical cost convention except for the revaluation of freehold land included within property, plant and equipment.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard ("FRS") 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 January 2009. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 January 2009.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those of the annual financial statements for the year ended 31 January 2009.

A2 Audit qualification

The auditor's report of the preceding annual financial statements of the Group did not contain any qualification.

A3 Seasonal or cyclical factors

There were no significant seasonal factors affecting the operations of the Group. However, the economic cyclical factors will have an impact on property/construction sectors.

A4 Unusual items

There were no unusual items that have material effects on the assets, liabilities, equity, net income or cash flows for the current financial year-to-date.

A5 Material changes in estimates

There were no changes in estimates that have had a material effect in the current quarter results.

A6 Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the three months ended 30 April 2009 except for the Company had repurchased a total of 93,000 ordinary shares of RM 1 each of its issued share capital from the open market for a total consideration of RM78,116 at an average price of RM0.84 per share. The shares repurchased are being held as treasury shares.

A7 Dividends paid

There was no dividend paid during the three months ended 30 April 2009.

CRESCENDO CORPORATION BERHAD
(Company No. : 359750-D)

A8 Segmental information

Major segments by activity:-	<u>Revenue</u>		<u>Results</u>	
	3 months ended		3 months ended	
	30.4.2009	30.4.2008	30.4.2009	30.4.2008
	RM'000	RM'000	RM'000	RM'000
Property development and construction	25,195	34,676	5,678	8,991
Manufacturing and trading	12,318	13,075	373	1,168
Management services and others	2,786	2,533	1,683	1,232
	<u>40,299</u>	<u>50,284</u>	<u>7,734</u>	<u>11,391</u>
Inter-segment elimination	<u>(3,933)</u>	<u>(4,550)</u>	<u>(29)</u>	<u>(65)</u>
	<u>36,366</u>	<u>45,734</u>	<u>7,705</u>	<u>11,326</u>
Unallocated income			15	2
Unallocated expenses			(408)	(447)
Finance cost			<u>(679)</u>	<u>(217)</u>
			<u>6,633</u>	<u>10,664</u>

The industrial properties development, residential/commercial properties development and construction activities have been combined as one segment namely property development and construction for better presentation as they are integrated operations.

A9 Valuation of property, plant and equipment

The valuations of property, plant and equipment stated in the previous annual financial statements have been brought forward without amendment.

A10 Material subsequent event

There were no subsequent material events that have not been reflected in the financial statements for the current financial period up to 24 June 2009.

A11 Changes in the composition of the Group

There were no changes in the composition of the Group for the current financial year including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring or discontinuing of operations.

A12 Contingent liabilities

The contingent liabilities of the Group as at 24 June 2009 which comprise Bankers' guarantees issued by a financial institution in favour of third parties are as follows:-

	RM' 000
Secured	1,543
Unsecured	<u>2</u>
	<u>1,545</u>

PART B - ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1 Review of the performance of the company and its principal subsidiaries

The revenue for the first quarter of the financial year ending 31 January 2010 is RM36.366 million which represents a decrease of RM9.368 million or 20.5% as compared to the prior financial year of RM45.734 million. The profit before tax ("PBT") decreased by approximately RM4.031 million or 37.8% to RM6.633 million as compared to prior financial year of RM10.664 million. The decrease in PBT is mainly due to decrease in sales of property development and construction operation and higher construction costs.

B2 Comparison of profit before tax for the quarter reported on with the immediate preceding quarter

The PBT for first quarter of the financial year ending 31 January 2010 amounting to RM6.633 million is not significantly different from the PBT of fourth quarter of the financial year 2009 amounting to RM7.333 million.

B3 Prospects

The financial year 2010 is expected to be a challenging year in view of the recent uncertain global economic environment and credit crunch problems. Barring unforeseen circumstances, the Board expects the Group to remain profitable for the financial year ending 31 January 2010.

B4 Variance of actual profit from forecast profit and shortfall in profit guarantee

Not applicable.

B5 Tax

	CURRENT QUARTER 30.4.2009 RM' 000	CURRENT YEAR 30.4.2009 RM' 000
Current tax:		
Current year	1,723	1,723
Deferred tax:		
Current year	43	43
	<u>1,766</u>	<u>1,766</u>

The effective tax rates for the current quarter and financial year-to-date are higher than the statutory rate principally due to certain expenses which are not deductible for tax purposes.

B6 Profits/(losses) on sale of unquoted investments and/or properties

There were no profit/(loss) on sale of unquoted investments and/or properties outside the ordinary course of the Group's business for the current quarter and financial year-to-date.

CRESCENDO CORPORATION BERHAD
(Company No. : 359750-D)

B7 Quoted securities

(a) Total purchase consideration, sale proceeds of quoted securities and profit/loss arising therefrom for the current quarter and financial year-to-date are as follows:-

	CURRENT QUARTER 30.4.2009 RM' 000	CURRENT YEAR 30.4.2009 RM' 000
Total purchase consideration	30	30
Total sale proceeds	-	-
Total profit / (loss) on disposal	-	-

(b) Total investments in quoted securities as at 30 April 2009:-

	RM' 000
(i) At cost	1,789
(ii) At carrying value/book value	664
(iii) At market value	723

B8 Status of corporate proposals

There were no corporate proposals announced but not completed as at 24 June 2009.

B9 Group borrowings and debt securities

Group borrowings as at 30 April 2009 were as follows:

	RM' 000
(a) Secured borrowings	106,381
Unsecured borrowings	39,379
	<u>145,760</u>
(b) Short term borrowings	
- Revolving credit	1,500
- Term Loan	14,764
- Hire purchase	95
	<u>16,359</u>
Long term borrowings	
- Term loan	89,982
- Hire purchase	40
- ICULS - liability component	39,379
	<u>129,401</u>
	<u>145,760</u>

(c) All borrowings are denominated in Ringgit Malaysia.

Total interest capitalised in the land held for property development for the current financial period ended 30 April 2009 is RM1,210,787.

B10 Financial instruments with off balance sheet risk

There were no financial instruments with off balance sheet risk as at 24 June 2009.

B11 Material litigation

As at 24 June 2009, there is no material litigation against the Group.

CRESCENDO CORPORATION BERHAD
(Company No. : 359750-D)

B12 Dividend

No dividend has been declared or proposed for the current financial period ended 30 April 2009.

B13 Earnings per share ("EPS")

(a) Basic earnings per share

Basic earnings per share amounts are calculated by dividing the profit for the current quarter and financial year attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	CURRENT QUARTER 30.4.2009	CURRENT YEAR 30.4.2009
Profit attributable to ordinary equity holders of the parent (RM'000)	4,533	4,533
Weighted average number of ordinary shares in issue ('000)	154,377	154,377
Basic earnings per share (Sen)	2.94	2.94

(b) Diluted earnings per share

For the purpose of calculating diluted earnings per share, the profit for the period attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares in issue during the period have been adjusted for the effects of dilutive potential ordinary shares from ICULS, warrants and share options granted to employees.

There is no calculation of diluted earnings per share for the current quarter and financial year as the ICULS, warrants and ESOS have an antidilutive effect on earnings per share.