

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31.10.14 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31.10.13 RM'000	CURRENT YEAR TO DATE 31.10.14 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31.10.13 RM'000
Revenue	72,598	78,010	193,293	235,712
Cost of sales	(43,932)	(40,639)	(122,679)	(133,343)
Gross profit	28,666	37,371	70,614	102,369
Other income	4,745	27,588	60,663	33,407
Administration expenses	(5,865)	(5,128)	(20,541)	(14,150)
Other operating expenses	45	(3)	(210)	(235)
Finance costs	(828)	(532)	(2,061)	(803)
Profit before tax	26,763	59,296	108,465	120,588
Tax expenses	(6,771)	(10,909)	(18,851)	(26,342)
Profit for the period	19,992	48,387	89,614	94,246
Other comprehensive income, net of tax				
Net movement on cash flow hedges	(443)	1,212	(3,016)	1,464
Tax relating to cash flow hedges	111	-	754	-
Total other comprehensive income for the period, net of tax	(332)	1,212	(2,262)	1,464
Total comprehensive income for the period	19,660	49,599	87,352	95,710
Profit attributable to:				
Owners of the Company	18,071	47,359	85,293	91,237
Non-controlling interest	1,921	1,028	4,321	3,009
	19,992	48,387	89,614	94,246
Total comprehensive income attributable to:				
Owners of the Company	17,773	48,571	83,065	92,701
Non-controlling interest	1,887	1,028	4,287	3,009
	19,660	49,599	87,352	95,710
Earnings per share attributable to owners of the Company:				
Basic (sen)	7.94	21.43	37.47	44.18
Diluted (sen)	6.60	17.45	30.89	35.66

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the financial year ended 31 January 2014 and the accompanying explanatory notes attached to the interim financial statements.

CRESCENDO CORPORATION BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 31.10.14 RM'000	AS AT 31.1.14 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	76,339	77,052
Biological assets	1,059	953
Investment properties	184,500	109,375
Other investment	7,193	-
Land held for property development	526,099	466,665
Deferred tax assets	9,891	8,243
Derivative financial assets	3,518	5,881
	<u>808,599</u>	<u>668,169</u>
Current assets		
Property development costs	22,309	25,625
Inventories	76,293	81,665
Trade and other receivables	60,439	80,521
Other current assets	30,052	20,988
Tax recoverable	2,518	431
Cash and bank balances	136,839	120,321
	<u>328,450</u>	<u>329,551</u>
TOTAL ASSETS	<u>1,137,049</u>	<u>997,720</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	228,487	228,483
Share premium	19,110	19,110
Treasury shares	(2,969)	(2,370)
Other reserves	36,152	38,414
Equity component of ICULS	43,789	43,792
Retained earnings	443,376	393,322
	<u>767,945</u>	<u>720,751</u>
Non-controlling interests	<u>28,620</u>	<u>29,263</u>
Total equity	<u>796,565</u>	<u>750,014</u>
Non-current liabilities		
Loans and borrowings	179,255	121,985
Liability component of ICULS	2,177	3,479
Deferred tax liabilities	8,887	6,698
Derivative financial liabilities	988	290
	<u>191,307</u>	<u>132,452</u>
Current liabilities		
Trade and other payables	89,895	74,258
Due to customers on contracts	718	584
Loans and borrowings	36,278	33,385
Tax payable	6,361	7,027
Dividend payable	15,925	-
	<u>149,177</u>	<u>115,254</u>
Total liabilities	<u>340,484</u>	<u>247,706</u>
TOTAL EQUITY AND LIABILITIES	<u>1,137,049</u>	<u>997,720</u>
Net assets per share (RM)	<u>3.38</u>	<u>3.17</u>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the financial year ended 31 January 2014 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to owners of the Company →								
	Total Equity RM'000	← Non-distributable →					← Distributable →		
Total RM'000		Share Capital RM'000	Share Premium RM'000	Other Reserves RM'000	ICULS (Equity Component) RM'000	Retained Earnings RM'000	Treasury Shares RM'000		
9 months ended 31 October 2014									
Balance as at 1 February 2014	750,014	720,751	228,483	19,110	38,414	43,792	393,322	(2,370)	29,263
Total comprehensive income	87,318	83,031	-	-	(2,262)	-	85,293	-	4,287
Transactions with owners									
Dividends	(36,414)	(36,414)	-	-	-	-	(36,414)	-	-
Purchase of treasury shares	(599)	(599)	-	-	-	-	-	(599)	-
Dividend paid to non-controlling interest	(180)	-	-	-	-	-	-	-	(180)
Issue of shares to non-controlling interest	4,975	-	-	-	-	-	-	-	4,975
Acquisition of interests in subsidiaries	(8,550)	1,175	-	-	-	-	1,175	-	(9,725)
Conversion of ICULS	1	1	4	-	-	(3)	-	-	-
Total transactions with owners	(40,767)	(35,837)	4	-	-	(3)	(35,239)	(599)	(4,930)
Balance as at 31 October 2014	796,565	767,945	228,487	19,110	36,152	43,789	443,376	(2,969)	28,620
9 months ended 31 October 2013									
Balance as at 1 February 2013	614,635	595,531	195,491	17,166	35,127	44,230	305,368	(1,851)	19,104
Realisation of revaluation surplus on land, net of tax	-	-	-	-	(648)	-	648	-	-
Total comprehensive income	95,710	92,701	-	-	1,464	-	91,237	-	3,009
Transactions with owners									
Dividends	(32,898)	(32,898)	-	-	-	-	(32,898)	-	-
Purchase of treasury shares	(1,022)	(1,022)	-	-	-	-	-	(1,022)	-
Sale of treasury shares	2,658	2,658	-	807	-	-	-	1,851	-
Dividend paid to non-controlling interest	(1,075)	-	-	-	-	-	-	-	(1,075)
Transfer to other capital reserve	-	-	-	-	275	-	(275)	-	-
Issue of shares to non-controlling interest	5,100	-	-	-	-	-	-	-	5,100
Dilution of interest in subsidiary	-	(534)	-	-	(2)	-	(532)	-	534
Exercise of Warrants	32,000	32,000	32,000	-	-	-	-	-	-
Conversion of ICULS	29	29	457	-	-	(390)	(38)	-	-
Transfer of reserve arising from exercise of Warrants	-	-	-	1,120	(1,120)	-	-	-	-
Total transactions with owners	4,792	233	32,457	1,927	(847)	(390)	(33,743)	829	4,559
Balance as at 31 October 2013	715,137	688,465	227,948	19,093	35,096	43,840	363,510	(1,022)	26,672

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 2014 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 MONTHS ENDED	
	31.10.14	31.10.13
	RM' 000	RM' 000
Cash flows from operating activities		
Cash receipts from customers	213,055	249,788
Cash paid to suppliers and employees	(192,191)	(130,115)
Cash generated from operations	<u>20,864</u>	<u>119,673</u>
Deposit interest received	2,289	869
Interest paid	(4,663)	(4,150)
Tax paid	(20,298)	(17,109)
Net cash (used in) / from operating activities	<u>(1,808)</u>	<u>99,283</u>
Cash flows from investing activities		
Acquisition of biological assets and property, plant and equipment	(3,831)	(23,619)
Acquisition of investment properties	(16,172)	(17,840)
Acquisition of additional shares in a subsidiary	(8,550)	-
Pledge of time deposits	(4,005)	(5)
Proceeds from disposal of plant and equipment	3,010	749
Net cash used in investing activities	<u>(29,548)</u>	<u>(40,715)</u>
Cash flows from financing activities		
Proceeds from issuance of shares	-	32,000
(Acquisition)/Resale of treasury shares	(599)	1,637
Proceeds from loans and borrowings	77,387	60,245
Repayment of loans and borrowings	(15,962)	(17,225)
Dividend paid	(20,489)	(16,967)
Dividend paid to non-controlling interest	(180)	(1,075)
Proceeds from issuance of shares to non-controlling interest	4,975	5,100
Net cash from financing activities	<u>45,132</u>	<u>63,715</u>
Net increase in cash and cash equivalents	13,776	122,283
Cash and cash equivalents at the beginning of the financial period	110,909	22,325
Cash and cash equivalents at the end of the financial period	<u>124,685</u>	<u>144,608</u>
Cash and cash equivalents at the end of the financial period		
Deposits with licensed banks and other financial institution	97,435	124,616
Cash and bank balances	39,404	20,177
Bank overdrafts	(6,933)	-
	<u>129,906</u>	<u>144,793</u>
Time deposits pledged	(5,221)	(185)
	<u>124,685</u>	<u>144,608</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 2014 and the accompanying explanatory notes attached to the interim financial statements.

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PART A - EXPLANATORY NOTES PURSUANT TO FRS 134

A1 Basis of preparation

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 2014. 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 2014.

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 2014 except for the adoption of the following new and amended FRSs and Issues Committee ("IC") Interpretations relevant to the current operations of the Group with effect from 1 February 2014.

Amendments to FRS 10, FRS 12 and FRS 127	Investment Entities
Amendments to FRS 132	Offsetting Financial Assets and Financial Liabilities
Amendments to FRS 136	Recoverable Amount Disclosures for Non-Financial Assets
Amendments to FRS 139	Novation of Derivatives and Continuation of Hedge Accounting

The adoption of the above did not have any significant effects on the interim financial report upon their initial application.

The Group has not elected for early adoption of the following new and amended FRSs and IC Interpretations relevant to the current operations of the Group, which were issued but not yet effective for the financial year ending 31 January 2015:

		Effective for financial periods beginning on or after
Amendments to FRS119	Defined Benefit Plans: Employee Contributions	1 July 2014
Annual Improvements to FRSs 2010-2012 Cycle		1 July 2014
Annual Improvements to FRSs 2011-2013 Cycle		1 July 2014
Amendments to FRS 11	Accounting for Acquisitions of Interests in Joint Operations	1 Jan 2016
Amendments to FRS 116 and FRS138	Clarification of Acceptable Methods of Depreciation and Amortisation	1 Jan 2016
Amendments to FRS 127	Equity Method in Separate Financial Statements	1 Jan 2016
Amendments to FRS 10 and FRS128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1 Jan 2016
Annual Improvements to FRSs 2012-2014 Cycle		1 Jan 2016
FRS 9	Financial Instruments	1 Jan 2018

These new and amended FRSs are not expected to have any significant impact on the financial statements of the Group and the Company upon their initial application.

Migration to MFRS framework

The Malaysian Accounting Standards Board ("MASB") has announced on 2 September 2014 that Transitioning Entities ("TEs") shall be required to apply the Malaysian Financial Reporting Standards ("MFRS") Framework for annual periods beginning on or after 1 January 2017. TEs comprise entities that are within the scope of MFRS 141 Agriculture and/or IC Interpretation 15 Agreements for the Construction of Real Estate, including the parent, significant investor and joint venturer. Generally, TEs are entities involved in the real estate and agriculture industries that had been given the option to continue applying the FRS Framework.

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On 2 September 2014, MASB has also issued MFRS 15 Revenue from Contracts with Customers. The core principle of MFRS 15 is that an entity recognises revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. For the real estate industry, MFRS 15 is expected to enable property developers to recognise revenue progressively. MFRS 15 includes new disclosures (quantitative and/or qualitative information) to help investors better understand the nature, amount, timing and uncertainty of revenue and cash flows from contracts with customers. The new comprehensive disclosures are in response to investors' comments that companies present revenue in isolation which made it difficult for them to relate to the company's financial position.

MFRS 15 is effective for annual periods beginning on or after 1 January 2017, with earlier application being permitted. An entity may choose to adopt MFRS 15 retrospectively or through a cumulative effect adjustment as of the start of the first period for which it first applies the Standard. The retrospective application would provide investors and analysts trend information about an entity's revenue.

The Group will present its first set of MFRS financial statements from the financial year ending 31 January 2018. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

The Group has not completed its assessment of the financial effects of the differences between Financial Reporting Standards and accounting standards under the MFRS Framework.

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 development and construction sector.

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 nine months ended 31 October 2014 except for the following:

- (a) issuance of 4,100 new ordinary shares of RM1 each pursuant to the conversion of 4,100 ICULS.
- (b) repurchase of 215,000 ordinary shares of RM1 each of its issued share capital from the open market for a total consideration of RM599,500 at an average price of RM2.78 per share.

A7 Dividends paid

The dividend paid during the nine months ended 31 October 2014 was a final single tier dividend of 9 sen per ordinary share in respect of financial year 2014, paid on 29 August 2014.

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A8 Segmental information

Major segments by activity:-	Revenue		Results	
	9 months ended		9 months ended	
	31.10.14	31.10.13	31.10.14	31.10.13
	RM' 000	RM' 000	RM' 000	RM' 000
Property development and construction	145,066	179,364	49,032	87,381
Manufacturing and trading	60,684	69,911	5,098	5,477
Property investment	-	-	49,347	22,968
Management services and others	14,961	14,770	15,401	12,309
	<u>220,711</u>	<u>264,045</u>	<u>118,878</u>	<u>128,135</u>
Inter-segment eliminations	<u>(27,418)</u>	<u>(28,333)</u>	<u>(6,412)</u>	<u>(4,651)</u>
	<u>193,293</u>	<u>235,712</u>	<u>112,466</u>	<u>123,484</u>
Unallocated expenses			(1,940)	(2,093)
Finance costs			(2,061)	(803)
			<u>108,465</u>	<u>120,588</u>

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 events

As at 24 December 2014, there were no subsequent material events that have not been reflected in the financial statements for the current financial period except for Crescendo Land Sdn. Bhd. (Company No. 611503-M) ("CLSB"), a 95%-owned subsidiary of its wholly-owned subsidiary, Crescendo Development Sdn. Bhd. (Company No. 204079-D) ("CDSB") has on 14 November 2014 procured the incorporation of seven wholly-owned subsidiary companies as follows:

- (1) Crescendo Supreme Sdn. Bhd.
 - (2) Crescendo Vision Sdn. Bhd.
 - (3) Crescendo Horizon Sdn. Bhd.
 - (4) Crescendo Evergreen Sdn. Bhd.
 - (5) Crescendo Landmark Sdn. Bhd.
 - (6) Crescendo Prestige Sdn. Bhd.
 - (7) Crescendo Majestic Sdn. Bhd.
- (hereinafter collectively known as "Subsidiary Companies")

The Subsidiary Companies intend to carry on the business of property development.

A11 Changes in the composition of the Group

There were no changes in the composition of the Group for the current year-to-date including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring or discontinuing of operations except for:

- (a) Crescendo Development Sdn. Bhd. ("CDSB"), a wholly-owned subsidiary of the Company, which previously held 108 ordinary shares of RM1.00 each representing 90% of the issued and paid up capital of Crescendo Land Sdn. Bhd. ("CLSB") had on 15 April 2014 acquired another 6 ordinary shares of RM1.00 each fully paid in CLSB for a cash consideration of RM250,000. As a result of the acquisition, CLSB is now a 95% owned subsidiary of CDSB.
- (b) Unibase Construction Sdn. Bhd. ("UCSB"), a wholly-owned subsidiary of the Company, has on 22 July 2014 procured the incorporation of a wholly-owned subsidiary company called Unibase Resources Sdn. Bhd.
- (c) URSB had on 22 July 2014 acquired a total of 2 ordinary shares of RM1.00 each fully paid representing 100% equity interest in Repute Corporation Sdn. Bhd. ("RCSB") from Repute Ventures Sdn. Bhd. ("RVSBS"), a 70%-owned subsidiary of Unibase Corporation Sdn. Bhd. ("UCORP"), which in turn is a wholly-owned subsidiary of UCSB, at the price of RM5,500 per share for a total cash consideration of RM11,000. As a result, RCSB is now a wholly-owned subsidiary of URSB. On 5 August 2014, RCSB has changed its name to Unibase Quarry Industries Sdn. Bhd.

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- (d) URSB has on 23 July 2014 procured the incorporation of a wholly-owned subsidiary company called Unibase Sand Industries Sdn. Bhd. ("USISB").
- (e) The Company had on 31 October 2014 acquired all the ordinary shares and preference shares in Medini Capital Sdn Bhd ("MCSB") held by Mavern Pte Ltd (Company No. 199904984W) and Meiban Resources Sdn. Bhd. (Company No. 527428-W) for a total purchase consideration of RM8,300,000. As a result, MCSB is now a wholly-owned subsidiary of the Company.

A12 Contingent liabilities

The contingent liabilities of the Group as at 24 December 2014 which comprise Bankers' guarantees issued by financial institutions in favour of third parties are as follows:-

	RM' 000
Secured	4,502
Unsecured	-
	<hr/> <u>4,502</u>

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

B1 Performance review

The Group's revenue for the current quarter ended 31 Oct 2014 and the nine months of financial year ending 31 January 2015 decreased 7% to RM72.6 million and 18% to RM193.3 million respectively as compared to RM78 million and RM235.7 million respectively for the corresponding period in last year. The decreases were mainly due to lower sales in industrial properties.

The Group's profit before tax ("PBT") for the current quarter ended 31 October 2014 decreased 55% as compared to the corresponding quarter in last financial year mainly due to fair value gains of investment properties amounting to RM23 million recognised in the corresponding quarter of last financial year.

The Group's PBT for the nine months ended 31 October 2014 decreased 10% as compared to the corresponding period in last financial year despite the fair value gains of investment properties amounting to RM49.7 million recognised in the nine-month period of financial year 2015.

The decreases were mainly due to change in sales mix resulting from lower sales in industrial properties which contribute higher margin as compared to residential properties.

Performance analysis of the Group's operating segments are as follows:

	Revenue			
	Quarter ended		Year-to-date ended	
	31.10.14 RM' 000	31.10.13 RM' 000	31.10.14 RM' 000	31.10.13 RM' 000
Property development and construction	51,628	66,641	145,066	179,364
Manufacturing and trading	21,647	22,473	60,684	69,911
Property investment	-	-	-	-
Management services and others	5,204	4,998	14,961	14,770
	<u>78,479</u>	<u>94,112</u>	<u>220,711</u>	<u>264,045</u>

	Operating profit			
	Quarter ended		Year-to-date ended	
	31.10.14 RM' 000	31.10.13 RM' 000	31.10.14 RM' 000	31.10.13 RM' 000
Property development and construction	22,297	32,948	49,032	87,381
Manufacturing and trading	1,828	2,039	5,098	5,477
Property investment	(235)	22,970	49,347	22,968
Management services and others	6,364	4,462	15,401	12,309
	<u>30,254</u>	<u>62,419</u>	<u>118,878</u>	<u>128,135</u>

Property development and construction operation

Property development and construction operation remains as the main profit contributor. The decrease in profit margin was mainly due to change in sales mix resulting from lower sales in industrial properties which contribute higher margin as compared to residential properties.

Manufacturing and trading operation

The revenue for the nine months of financial year 2015 decreased 13% mainly due to lower sales caused by fierce market competition for concrete products.

Property investment operation

There was fair value gains of investment properties amounting to RM23 million recognised in the third quarter of last financial year 2014 whereas the fair value gains recognised in the second quarter of the current financial year 2015 was RM49.7 million.

Management services and others

For the current quarter and the nine months of financial year 2015, the operating profit increased 43% and 25% respectively as compared to the corresponding periods in last year mainly due to gain on disposal of property amounting to RM2 million.

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

By excluding the fair value gains of investment properties amounting to RM49.7 million recognised in the second quarter ended 31 July 2014, the PBT for the current quarter increased by 23% from RM21.9 million to RM26.8 million mainly contributed by sales of higher margin properties.

B3 Prospects

The market condition is expected to remain challenging in the near term in view of the various cooling measures implemented by the government. Nevertheless, property in Iskandar Malaysia, especially landed property, is expected to be less affected in view of the government's effort in promoting Iskandar Malaysia and the expected growth in demand arising from the enhanced bilateral collaborations between Malaysia and Singapore.

In financial year 2015, the Group will continue to focus on the development of industrial, residential and commercial properties with the expectation of challenging market conditions. The unrecognised revenue from the total committed property sales as at 31 October 2014 and new sales committed after 31 October 2014 is RM126 million.

The Board expects the Group to perform better in the fourth quarter as compared to the third quarter of financial year ending 31 January 2015.

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

Not applicable.

B5 Tax

	CURRENT QUARTER 31.10.14 RM' 000	CURRENT YEAR TO DATE 31.10.14 RM' 000
Current tax		
Current year	7,170	17,545
Deferred tax:		
Relating to origination and reversal of temporary difference	(399)	1,329
Prior years over provision	-	(23)
	<u>6,771</u>	<u>18,851</u>

The effective income tax rates for the financial year-to-date were lower than the statutory tax rate mainly due to certain income which is subject to real property gains tax.

B6 Status of corporate proposals

There were no corporate proposals announced but not completed as at 24 December 2014.

B7 Group borrowings and debt securities

Group loans and borrowings as at 31 October 2014 were as follows:

	RM' 000
(a) Secured loans and borrowings	215,533
Unsecured loans and borrowings	2,177
	<u>217,710</u>
(b) Current	
- Overdrafts	6,933
- Revolving credit	4,000
- Banker acceptance	1,403
- Term Loans	23,942
	<u>36,278</u>
Non-current	
- Term loans	179,255
- Liability component of ICULS	2,177
	<u>181,432</u>
	<u>217,710</u>

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(c) All borrowings are denominated in Ringgit Malaysia.

Total interest capitalised in the land held for property development and property development costs for the current financial period ended 31 October 2014 is RM2.98 million.

B8 Material litigation

As at 24 December 2014, there is no material litigation against the Group.

B9 Dividend

(a) No dividend has been declared or proposed for the current quarter ended 31 October 2014.

(b) Total dividend for the current financial year : 7 sen single tier tax exempt per share.

B10 Earnings per share ("EPS")

(a) Basic earnings per share

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	CURRENT QUARTER 31.10.14	CURRENT YEAR TO DATE 31.10.14
Profit net of tax attributable to owners of the Company (RM'000)	18,071	85,293
Weighted average number of ordinary shares in issue ('000)	227,568	227,656
Basic earnings per share (Sen)	7.94	37.47

(b) Diluted earnings per share

For the purpose of calculating diluted earnings per share, the profit for the period, net of tax, attributable to owners of the Company and the weighted average number of ordinary shares in issue during the period have been adjusted for the effect of dilutive potential ordinary shares from ICULS.

	CURRENT QUARTER 31.10.14	CURRENT YEAR TO DATE 31.10.14
Profit net of tax attributable to owners of the Company (RM'000)	18,071	85,293
After tax effect of interest on ICULS (RM'000)	368	1,093
Profit net of tax attributable to owners of the Company including assumed conversion (RM'000)	18,439	86,386
Weighted average number of ordinary shares in issue ('000)	227,568	227,656
Effect of dilution:		
ICULS ('000)	51,976	51,976
Adjusted weighted average number of shares in issue and issuable ('000)	279,544	279,632
Diluted earnings per share (Sen)	6.60	30.89

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B11 Notes to the statement of comprehensive income

	CURRENT QUARTER 31.10.14 RM' 000	CURRENT YEAR TO DATE 31.10.14 RM' 000
(a) Interest income	687	2,405
(b) Other income including investment income	4,071	58,095
(c) Interest expenses	(828)	(2,061)
(d) Depreciation and amortisation	(706)	(2,255)
(e) Provision for and (write off) / write back of receivables	-	-
(f) Provision for and write off of inventories	-	-
(g) Gain or loss on disposal of quoted or unquoted investments or properties	-	-
(h) Impairment of assets	-	-
(i) Foreign exchange gain or loss	31	(48)
(j) Gain or loss on derivatives	(443)	(3,016)
(k) Exceptional items	-	-

Other income is inclusive of fair value gains of investment properties amounting to RM49.7 million for the current year-to-date.

B12 Gains / Losses arising from fair value changes of financial liabilities

The Group has no financial liabilities measured at fair value through profit or loss for the current quarter and current year-to-date.

B13 Realised and unrealised retained earnings

The breakdown of the retained earnings of the Group into realised and unrealised earnings is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profit or Losses in the Context of Disclosure pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

	AS AT 31.10.14 RM' 000	AS AT 31.1.14 RM' 000
Total retained earnings of the Company and its subsidiaries		
Realised	471,454	466,910
Unrealised	81,240	33,246
	<u>552,694</u>	<u>500,156</u>
Less: Consolidated adjustments	(109,318)	(106,834)
Total Group retained earnings	<u>443,376</u>	<u>393,322</u>