

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31.1.15 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31.1.14 RM'000	CURRENT YEAR TO DATE 31.1.15 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31.1.14 RM'000
Revenue	75,254	74,643	268,547	310,355
Cost of sales	(47,780)	(48,393)	(173,445)	(187,901)
Gross profit	27,474	26,250	95,102	122,454
Other income	34,892	21,570	99,599	60,887
Administration expenses	(14,157)	(9,348)	(35,966)	(23,558)
Finance costs	(1,147)	(286)	(3,208)	(770)
Profit before tax	47,062	38,186	155,527	159,013
Tax expenses	(12,059)	(6,019)	(30,910)	(32,361)
Profit for the period	35,003	32,167	124,617	126,652
Other comprehensive income, net of tax				
Net movement on cash flow hedges	5,417	4,861	2,401	6,324
Tax relating to cash flow hedges	(1,354)	(1,397)	(600)	(1,397)
Revaluation of land	38,262	-	38,262	-
Tax relating to revaluation of land	(1,913)	-	(1,913)	-
Effect on change in tax rate on deferred tax	-	(126)	-	(126)
Total other comprehensive income for the period, net of tax	40,412	3,338	38,150	4,801
Total comprehensive income for the period	75,415	35,505	162,767	131,453
Profit attributable to:				
Owners of the Company	34,573	29,577	119,866	121,053
Non-controlling interest	430	2,590	4,751	5,599
	35,003	32,167	124,617	126,652
Total comprehensive income attributable to:				
Owners of the Company	74,992	31,887	158,057	125,854
Non-controlling interest	423	3,618	4,710	5,599
	75,415	35,505	162,767	131,453
Earnings per share attributable to owners of the Company:				
Basic (sen)	15.20	12.99	52.66	57.14
Diluted (sen)	12.50	10.71	43.40	46.44

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
(Company No. : 359750-D)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 31.1.15 RM'000	AS AT 31.1.14 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	114,967	77,052
Biological assets	1,140	953
Investment properties	240,026	109,375
Other investment	6,833	-
Land held for property development	524,228	466,665
Deferred tax assets	10,185	8,243
Derivative financial assets	9,720	5,881
	<u>907,099</u>	<u>668,169</u>
Current assets		
Property development costs	25,811	25,625
Inventories	68,586	81,665
Trade and other receivables	70,430	80,521
Other current assets	24,408	20,988
Tax recoverable	75	431
Cash and bank balances	133,504	120,321
	<u>322,814</u>	<u>329,551</u>
TOTAL ASSETS	<u>1,229,913</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	(3,061)	(2,370)
Other reserves	76,288	38,414
Equity component of ICULS	43,788	43,792
Retained earnings	478,225	393,322
	<u>842,837</u>	<u>720,751</u>
Non-controlling interests	29,043	29,263
Total equity	<u>871,880</u>	<u>750,014</u>
Non-current liabilities		
Loans and borrowings	210,919	121,985
Liability component of ICULS	1,738	3,479
Deferred tax liabilities	12,835	6,698
Derivative financial liabilities	1,783	290
	<u>227,275</u>	<u>132,452</u>
Current liabilities		
Trade and other payables	86,922	74,258
Due to customers on contracts	113	584
Loans and borrowings	35,041	33,385
Tax payable	8,682	7,027
	<u>130,758</u>	<u>115,254</u>
Total liabilities	<u>358,033</u>	<u>247,706</u>
TOTAL EQUITY AND LIABILITIES	<u>1,229,913</u>	<u>997,720</u>
Net assets per share (RM)	<u>3.71</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.

CRESCENDO CORPORATION BERHAD

(Company No. : 359750-D)

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		
Year ended 31 January 2015									
Balance as at 1 February 2014	750,014	720,751	228,483	19,110	38,414	43,792	393,322	(2,370)	29,263
Realisation of revaluation surplus on land, net of tax	-	-	-	-	(276)	-	276	-	-
Total comprehensive income	162,726	158,016	-	-	38,150	-	119,866	-	4,710
Transactions with owners									
Purchase of treasury shares	(691)	(691)	-	-	-	-	-	(691)	-
Issue of shares to non-controlling interest	4,975	-	-	-	-	-	-	-	4,975
Acquisition of interests in subsidiaries	(8,550)	1,175	-	-	-	-	1,175	-	(9,725)
Dividend paid to non-controlling interest	(180)	-	-	-	-	-	-	-	(180)
Conversion of ICULS	-	-	4	-	-	(4)	-	-	-
Dividends	(36,414)	(36,414)	-	-	-	-	(36,414)	-	-
Total transactions with owners	(40,860)	(35,930)	4	-	-	(4)	(35,239)	(691)	(4,930)
Balance as at 31 January 2015	871,880	842,837	228,487	19,110	76,288	43,788	478,225	(3,061)	29,043
Year ended 31 January 2014									
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	-	-	-	-	(647)	-	647	-	-
Total comprehensive income	131,453	125,854	-	-	4,801	-	121,053	-	5,599
Transactions with owners									
Purchase of treasury shares	(2,370)	(2,370)	-	-	-	-	-	(2,370)	-
Sale of treasury shares	2,658	2,658	-	807	-	-	-	1,851	-
Transfer to other capital reserve	-	-	-	-	273	-	(273)	-	-
Issuance of shares to non-controlling interests	5,100	-	-	-	-	-	-	-	5,100
Dilution of interest in subsidiary	-	(534)	-	-	-	-	(534)	-	534
Dividend paid to non-controlling interests	(1,074)	-	-	-	-	-	-	-	(1,074)
Exercise of Warrants	32,472	32,472	32,472	-	-	-	-	-	-
Conversion of ICULS	38	38	520	-	-	(438)	(44)	-	-
Transfer of reserve arising from exercise of Warrants	-	-	-	1,137	(1,137)	-	-	-	-
Transfer of reserve upon expiry of Warrants	-	-	-	-	(3)	-	3	-	-
Dividends	(32,898)	(32,898)	-	-	-	-	(32,898)	-	-
Total transactions with owners	3,926	(634)	32,992	1,944	(867)	(438)	(33,746)	(519)	4,560
Balance as at 31 January 2014	750,014	720,751	228,483	19,110	38,414	43,792	393,322	(2,370)	29,263

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.

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	YEAR ENDED	
	31.1.15	31.1.14
	RM' 000	RM' 000
Cash flows from operating activities		
Cash receipts from customers	281,174	312,900
Cash paid to suppliers and employees	(288,880)	(192,574)
Cash generated from operations	<u>(7,706)</u>	<u>120,326</u>
Deposit interest received	3,161	1,880
Interest paid	(8,208)	(4,989)
Tax paid	(27,204)	(27,664)
Net cash (used in) / from operating activities	<u>(39,957)</u>	<u>89,553</u>
Cash flows from investing activities		
Acquisition of biological assets and property, plant and equipment	(4,671)	(26,035)
Acquisition of investment properties	7,099	(22,446)
Acquisition of additional shares in a subsidiary	(8,550)	-
Pledge of time deposits	(4,007)	(1,007)
Proceeds from disposal of plant and equipment	2,932	794
Net cash used in investing activities	<u>(7,197)</u>	<u>(48,694)</u>
Cash flows from financing activities		
Proceeds from issuance of shares	-	32,472
(Acquisition)/Resale of treasury shares	(691)	289
Proceeds from loans and borrowings	119,073	67,109
Repayment of loans and borrowings	(22,700)	(21,320)
Dividend paid	(36,414)	(32,898)
Dividend paid to non-controlling interest	(180)	(1,075)
Proceeds from issuance of shares to non-controlling interest	4,975	5,100
ICULS interest paid	(1,949)	(1,952)
Net cash from financing activities	<u>62,114</u>	<u>47,725</u>
Net increase in cash and cash equivalents	14,960	88,584
Cash and cash equivalents at the beginning of the financial year	110,909	22,325
Cash and cash equivalents at the end of the financial year	<u>125,869</u>	<u>110,909</u>
Cash and cash equivalents at the end of the financial year		
Deposits with licensed banks and other financial institution	99,906	98,457
Cash and bank balances	33,598	21,864
Bank overdrafts	(2,412)	(8,195)
	<u>131,092</u>	<u>112,126</u>
Time deposits pledged	(5,223)	(1,217)
	<u>125,869</u>	<u>110,909</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.

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

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 10 and FRS128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1 Jan 2016
Amendments to FRS 10, FRS 12 and FRS 128	Investment Entities: Applying the Consolidation Exception	1 Jan 2016
Amendments to FRS 11	Accounting for Acquisitions of Interests in Joint Operations	1 Jan 2016
Amendments to FRS 101	Disclosure Initiative	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
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.

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

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.

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 year ended 31 January 2015 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 250,000 ordinary shares of RM1 each of its issued share capital from the open market for a total consideration of RM691,298 at an average price of RM2.77 per share.

A7 Dividends paid

The dividends paid during the year ended 31 January 2015 are as follows:-

- (i) A final single tier dividend of 9 sen per ordinary share in respect of financial year 2014 was paid on 29 August 2014.
- (ii) An interim single tier dividend of 7 sen per ordinary share in respect of financial year 2015 was paid on 21 November 2014.

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

A8 Segmental information

Major segments by activity:-	Revenue		Results	
	Year ended		Year ended	
	31.1.15	31.1.14	31.1.15	31.1.14
	RM' 000	RM' 000	RM' 000	RM' 000
Property development and construction	242,237	226,329	90,978	107,672
Manufacturing and trading	82,811	97,619	4,834	8,264
Property investment	-	-	57,189	39,521
Management services and others	19,853	19,182	17,524	13,293
	<u>344,901</u>	<u>343,130</u>	<u>170,525</u>	<u>168,750</u>
Inter-segment eliminations	<u>(76,354)</u>	<u>(32,775)</u>	<u>(7,561)</u>	<u>(4,679)</u>
	<u>268,547</u>	<u>310,355</u>	<u>162,964</u>	<u>164,071</u>
Unallocated expenses			(4,229)	(4,288)
Finance costs			<u>(3,208)</u>	<u>(770)</u>
			<u>155,527</u>	<u>159,013</u>

A9 Valuation of non-current assets

All the land under property, plant and equipment of the Group have been revalued during the current financial year in accordance with the policy of revaluing the freehold land on a regular basis at least once in every five years by an independent valuer. The revaluation surplus, net of tax, arising during the financial year amounting to RM36.3 million.

The investment properties of the Group have been revalued in the current financial year by an independent valuer on an open market value basis. The fair value gain, net of tax, arising during the financial year amounting to RM82.6 million.

A10 Material subsequent events

As at 24 March 2015, there were no subsequent material events that have not been reflected in the financial statements for the current financial period.

A11 Changes in the composition of the Group

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

- 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.
- Unibase Construction Sdn. Bhd. ("UCSB"), a wholly-owned subsidiary of the Company, had on 22 July 2014 procured the incorporation of a wholly-owned subsidiary company called Unibase Resources Sdn. Bhd.
- 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. ("RVSB"), 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.
- URSB had on 23 July 2014 procured the incorporation of a wholly-owned subsidiary company called Unibase Sand Industries Sdn. Bhd. ("USISB").
- 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.

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

(f) Crescendo Land Sdn. Bhd. ("CLSB"), a 95%-owned subsidiary of its wholly-owned subsidiary, Crescendo Development Sdn. Bhd. ("CDSB") had 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.

A12 Contingent liabilities

The contingent liabilities of the Group as at 24 March 2015 which comprise Bankers' guarantees issued by financial institutions in favour of third parties are as follows:-

	RM' 000
Secured	3,531
Unsecured	-
	<hr/> 3,531 <hr/>

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

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

B1 Performance review

For the current quarter ended 31 Jan 2015, the Group recorded revenue of RM75.3 million, which is approximately the same as RM74.6 million for the corresponding quarter in last year. The Group's profit before tax ("PBT") increased 23% to RM47.1 million as compared to RM38.2 million for the corresponding quarter in last year. The increase in PBT was mainly contributed by change in sales mix with higher proportion of sales of high margin industrial properties.

For the financial year 2015, the Group's revenue decreased 13% to RM268.5 million as compared to RM310.4 million for the financial year 2014 mainly caused by lower sales in industrial properties and concrete products. The Group's PBT only dropped by 2% mainly due to higher fair value gain in investment properties of RM85.5 million as compared to RM45 million recorded in the financial year 2014.

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

	Revenue			
	Quarter ended		Year ended	
	31.1.15 RM' 000	31.1.14 RM' 000	31.1.15 RM' 000	31.1.14 RM' 000
Property development and construction	97,171	46,965	242,237	226,329
Manufacturing and trading	22,127	27,708	82,811	97,619
Property investment	-	-	-	-
Management services and others	4,892	4,411	19,853	19,182
	<u>124,190</u>	<u>79,084</u>	<u>344,901</u>	<u>343,130</u>

	Operating profit			
	Quarter ended		Year ended	
	31.1.15 RM' 000	31.1.14 RM' 000	31.1.15 RM' 000	31.1.14 RM' 000
Property development and construction	41,946	20,291	90,978	107,672
Manufacturing and trading	(264)	2,787	4,834	8,264
Property investment	7,842	16,553	57,189	39,521
Management services and others	2,124	1,063	17,524	13,293
	<u>51,648</u>	<u>40,694</u>	<u>170,525</u>	<u>168,750</u>

Property development and construction operation

For the current quarter, the revenue and operating profit have doubled as compared to the corresponding quarter in last year mainly due to sales of high margin industrial properties in the current quarter.

For financial year 2015, 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 current quarter and current financial year decreased 20% and 15% respectively mainly due to lower sales caused by fierce market competition for concrete products. Both operating profits for the current quarter and current financial year decreased approximately RM3 million mainly caused by provision of doubtful debts amounting to RM2.3 million.

Property investment operation

For the current quarter, the operating profit decreased 53% mainly due to lower fair value gain in investment properties amounting to RM8.2 million as compared to RM15.8 million recognised in the corresponding quarter in last year.

For the financial year 2015, the operating profit increased 45% mainly due to higher fair value gain in investment properties amounting to RM58 million as compared to RM38.9 million recognised in the last financial year.

Management services and others

For the financial year 2015, the operating profit increased 32% as compared to the last year mainly due to gain on disposal of property amounting to RM2 million.

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

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

The PBT for the current quarter increased by 76% from RM26.8 million to RM47.1 million mainly contributed by sales of high margin industrial properties and fair value gain in investment properties amounting RM31 million.

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 2016, 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 January 2015 and new sales committed after 31 January 2015 is RM78 million.

The Board expects the Group's performance to remain satisfactory for the financial year ending 31 January 2016.

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

Not applicable.

B5 Tax

	CURRENT QUARTER 31.1.15 RM' 000	CURRENT YEAR 31.1.15 RM' 000
Current tax		
Current year	11,475	29,020
Prior years under provision	195	195
Deferred tax:		
Relating to origination and reversal of temporary difference	402	1,731
Prior years over provision	(13)	(36)
	<u>12,059</u>	<u>30,910</u>

The effective income tax rates for the current financial year was 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 March 2015.

B7 Group borrowings and debt securities

Group loans and borrowings as at 31 January 2015 were as follows:

	RM' 000
(a) Secured loans and borrowings	245,960
Unsecured loans and borrowings	1,738
	<u>247,698</u>
(b) Current	
- Overdrafts	2,412
- Revolving credit	3,500
- Banker acceptance	2,089
- Term Loans	27,040
	<u>35,041</u>
Non-current	
- Term loans	210,919
- Liability component of ICULS	1,738
	<u>212,657</u>
	<u>247,698</u>

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

(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 year ended 31 January 2015 is RM4.98 million.

B8 Material litigation

As at 24 March 2015, there is no material litigation against the Group.

B9 Dividend

(a) The Board is pleased to recommend a final single tier dividend for the financial year ended 31 January 2015 subject to shareholders' approval at the forthcoming 19th Annual General Meeting as follows:-

- (i) amount per share : 5 sen single tier;
- (ii) previous corresponding period : 9 sen single tier;
- (iii) date of payment is 28 August 2015; and
- (iv) in respect of deposited securities, entitlement to dividends will be determined on the basis of the record of depositors as at 12 August 2015.

(b) Total dividend for the current financial year : 12 sen single tier 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 31.1.15	CURRENT YEAR 31.1.15
Profit net of tax attributable to owners of the Company (RM'000)	34,573	119,866
Weighted average number of ordinary shares in issue ('000)	227,482	227,612
Basic earnings per share (Sen)	15.20	52.66

(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 31.1.15	CURRENT YEAR 31.1.15
Profit net of tax attributable to owners of the Company (RM'000)	34,573	119,866
After tax effect of interest on ICULS (RM'000)	368	1,462
Profit net of tax attributable to owners of the Company including assumed conversion (RM'000)	34,941	121,328
Weighted average number of ordinary shares in issue ('000)	227,482	227,612
Effect of dilution:		
ICULS ('000)	51,976	51,976
Adjusted weighted average number of shares in issue and issuable ('000)	279,458	279,588
Diluted earnings per share (Sen)	12.50	43.40

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

B11 Notes to the statement of comprehensive income

	CURRENT QUARTER 31.1.15 RM' 000	CURRENT YEAR 31.1.15 RM' 000
(a) Interest income	999	3,404
(b) Other income including investment income	33,456	95,805
(c) Interest expenses	(1,147)	(3,208)
(d) Depreciation and amortisation	(720)	(2,975)
(e) Provision for and (write off) / write back of receivables	(3,920)	(3,920)
(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	438	390
(j) Gain or loss on derivatives	5,417	2,401
(k) Exceptional items	-	-

Other income is inclusive of fair value gains of investment properties amounting to RM31 million for current quarter and RM85.5 million for the current financial year.

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.

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 31.1.15 RM' 000	AS AT 31.1.14 RM' 000
Total retained earnings of the Company and its subsidiaries		
Realised	523,371	466,910
Unrealised	89,054	33,246
	<u>612,425</u>	<u>500,156</u>
Less: Consolidated adjustments	(134,200)	(106,834)
Total Group retained earnings	<u>478,225</u>	<u>393,322</u>