

***CREST BUILDER HOLDINGS BERHAD (573382-P)***

***UNAUDITED INTERIM FINANCIAL REPORT FOR  
THE FOURTH QUARTER ENDED 31 DECEMBER 2015***

# ***CONTENTS***

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## **INTERIM REPORT**

### **UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015**

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**CREST BUILDER HOLDINGS BERHAD** (573382-P)  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015**

	<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
	<b>Current Year Quarter 31-12-2015 RM'000</b>	<b>Preceding Year Quarter 31-12-2014 RM'000</b>	<b>Current Year To Date 31-12-2015 RM'000</b>	<b>Preceding Year To Date 31-12-2014 RM'000</b>
Revenue	70,301	54,807	283,944	207,392
Cost of Sales	<u>(45,535)</u>	<u>(63,803)</u>	<u>(171,219)</u>	<u>(145,009)</u>
Gross Profit	24,766	(8,996)	112,725	62,383
Other Operating Income	<u>23,514</u>	<u>29,333</u>	<u>27,179</u>	<u>31,562</u>
	48,280	20,337	139,904	93,945
Administration Costs	<u>(43,274)</u>	<u>(13,186)</u>	<u>(66,037)</u>	<u>(30,812)</u>
	5,006	7,151	73,867	63,133
Finance Costs	<u>(14,549)</u>	<u>(9,941)</u>	<u>(45,914)</u>	<u>(33,088)</u>
Profit/(Loss) Before Tax	(9,543)	(2,790)	27,953	30,045
Taxation	<u>(1,381)</u>	<u>3,755</u>	<u>(15,230)</u>	<u>(10,067)</u>
Profit/(Loss) of the period	(10,924)	965	12,723	19,978
Other Comprehensive Income, net of tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Comprehensive Income for the period, net of tax	<u>(10,924)</u>	<u>965</u>	<u>12,723</u>	<u>19,978</u>
Total Comprehensive Income attributable to:				
Equity holders of the Company	(10,806)	13,336	10,411	20,756
Non-controlling Interests	<u>(118)</u>	<u>(12,371)</u>	<u>2,312</u>	<u>(778)</u>
	<u>(10,924)</u>	<u>965</u>	<u>12,723</u>	<u>19,978</u>
Earnings Per Share (sen)				
- Basic	<u>(6.1)</u>	<u>8.1</u>	<u>6.2</u>	<u>12.8</u>
- Diluted	<u>(6.1)</u>	<u>7.6</u>	<u>6.0</u>	<u>11.8</u>

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the quarterly report.

**CREST BUILDER HOLDINGS BERHAD** <sup>(573382-P)</sup>  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2015**

	<b>As at 31-12-2015 RM'000</b>	<b>As at 31-12-2014 RM'000 (Audited)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	11,702	10,178
Investment properties	320,800	299,300
Other investments	54	54
Intangible assets	33,608	33,604
Operating financial asset	276,860	285,325
Deferred tax asset	8,982	13,621
Trade receivables	7,952	7,952
	659,958	650,034
<b>Current assets</b>		
Operating financial asset	45,058	45,058
Property development costs	66,146	80,915
Inventories	83,639	21,411
Trade and other receivables	241,046	240,793
Amounts due from contract customers	67,166	72,353
Tax recoverable	5,414	4,005
Cash and bank balances	166,090	158,374
	674,559	622,909
<b>TOTAL ASSETS</b>	<b>1,334,517</b>	<b>1,272,943</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	176,922	165,043
Share premium	3,875	3,875
Treasury shares	(3,152)	(938)
Reserves	221,937	217,196
Equity Attributable to Equity Holders of the Company	399,582	385,176
Non-controlling interests	6,891	4,579
<b>Total equity</b>	<b>406,473</b>	<b>389,755</b>
<b>Non-current liabilities</b>		
Hire purchase payables	374	191
Deferred tax liabilities	8,622	7,229
Loans	550,160	542,570
Trade payables	12,823	10,192
	571,979	560,182
<b>Current liabilities</b>		
Trade and other payables	229,598	198,568
Amounts due to contract customers	1,096	405
Hire purchase payables	344	267
Other bank borrowings	125,027	121,393
Provision for taxation	-	2,373
	356,065	323,006
<b>Total liabilities</b>	<b>928,044</b>	<b>883,188</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,334,517</b>	<b>1,272,943</b>
Net assets per share attributable to equity holders of the Company (RM)	2.30	2.35

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the quarterly report.

**CREST BUILDER HOLDINGS BERHAD (573382-P)**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015**

← ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY →

	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	NON-DISTRIBUTABLE			DISTRIBUTABLE		Total Equity RM'000
				Capital Reserve RM'000	Other Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non-controlling Interest RM'000	
At 1 January 2014	160,868	3,735	(938)	394	1	201,708	365,768	5,357	371,125
Total comprehensive income for the period	-	-	-	-	-	20,756	20,756	(778)	19,978
Issuance of shares	160,868	3,735	(938)	394	1	222,464	386,524	4,579	391,103
Dividend	3,006	-	-	-	-	(6,138)	3,006	-	3,006
- Exercise of Warrants B	1,169	140	-	-	(7)	-	1,302	-	1,302
- Exercise of ESOS	165,043	3,875	(938)	394	476	216,326	385,176	4,579	389,755
At 31 December 2014	165,043	3,875	(938)	394	476	216,326	385,176	4,579	389,755
At 1 January 2015	165,043	3,875	(938)	394	476	216,326	385,176	4,579	389,755
Total comprehensive income for the period	-	-	-	-	-	10,411	10,411	2,312	12,723
Issuance of shares	165,043	3,875	(938)	394	476	226,737	395,587	6,891	402,478
- Exercise of Warrants B	11,879	-	-	-	-	-	11,879	-	11,879
- Lapse of ESOS	-	-	-	-	(199)	199	-	-	-
- Options granted under ESOS	-	-	-	-	700	-	700	-	700
Purchase of treasury shares	-	-	(2,214)	-	-	-	(2,214)	-	(2,214)
Dividend	-	-	-	-	-	(6,370)	(6,370)	-	(6,370)
At 31 December 2015	176,922	3,875	(3,152)	394	977	220,566	399,582	6,891	406,473

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the quarterly report.

**CREST BUILDER HOLDINGS BERHAD** <sup>(573382-P)</sup>  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015**

	<b>12 Months Ended 31-12-2015 RM'000</b>	<b>12 Months Ended 31-12-2014 RM'000</b>
Profit before taxation	27,953	30,045
Adjustments for :-		
Allowances for impairment loss receivables	33,834	160
Amortisation on sukuk murabahah	3,870	
Depreciation	1,824	2,510
Gain on disposal of property, plant and equipment	(878)	(263)
Interest expense	42,044	33,088
Share options expenses	700	606
Change in fair value of investment property	(21,500)	(28,377)
Interest income	(3,919)	(238)
Effect of accretion of interest from the discounting of trade payables	-	51
Effect of unwinding of interest from the discounting of trade payables	43	(193)
Operating profit before working capital changes	<u>83,971</u>	<u>37,389</u>
Net change in current assets	<u>(11,555)</u>	<u>(14,393)</u>
Net change in current liabilities	<u>(22,041)</u>	<u>4,499</u>
	<u>(33,596)</u>	<u>(9,894)</u>
	<u>50,375</u>	<u>27,495</u>
Income tax paid	<u>(12,930)</u>	<u>(12,428)</u>
Net cash generated from operating activities	<u>37,445</u>	<u>15,067</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	<u>3,919</u>	<u>238</u>
Proceeds from disposal of property, plant and equipment	<u>1,639</u>	<u>610</u>
Increase in investment properties	<u>-</u>	<u>(21,722)</u>
Purchase of property, plant and equipment	<u>(3,557)</u>	<u>(1,274)</u>
Net cash generated from/(used in) investing activities	<u>2,001</u>	<u>(22,148)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	<u>(42,044)</u>	<u>(33,088)</u>
Dividend paid	<u>(6,370)</u>	<u>(6,138)</u>
Loan raised	<u>31,025</u>	<u>-</u>
Proceeds from:		
- exercise of Warrants B	<u>11,879</u>	<u>3,006</u>
- exercise of ESOS	<u>-</u>	<u>1,177</u>
- issuance of sukuk murabahah	<u>-</u>	<u>471,206</u>
Purchase of treasury shares	<u>(2,214)</u>	<u>-</u>
Repayment of loans	<u>(28,888)</u>	<u>(266,489)</u>
Repayment of hire purchase creditors	<u>(496)</u>	<u>(671)</u>
Net cash (used in)/from financing activities	<u>(37,108)</u>	<u>169,003</u>
Net decrease in cash and cash equivalents	<u>2,338</u>	<u>161,922</u>
Cash and cash equivalents brought forward	<u>138,908</u>	<u>(23,014)</u>
Cash and cash equivalents carried forward	<u>141,246</u>	<u>138,908</u>
<b>Note:</b>		
Cash and bank balances	<u>11,058</u>	<u>62,993</u>
Fixed deposit with licensed banks	<u>155,032</u>	<u>95,381</u>
	<u>166,090</u>	<u>158,374</u>
Less: Bank overdraft	<u>(21,893)</u>	<u>(16,676)</u>
Fixed deposit pledged	<u>(2,951)</u>	<u>(2,791)</u>
Cash and cash equivalents	<u>141,246</u>	<u>138,907</u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the quarterly report.

**CREST BUILDER HOLDINGS BERHAD** (573382-P)  
**INTERIM FINANCIAL REPORT**  
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**PART A: EXPLANATORY NOTES PURSUANT TO PARAGRAPH 16, FRS134  
INTERIM FINANCIAL REPORTING**

**A1. BASIS OF PREPARATION**

The unaudited interim financial report has been prepared in accordance with the reporting requirements as set out in the Financial Reporting Standards (“FRS”) No. 134 – “Interim Financial Reporting” and paragraph 9.22 of the Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements, and should be read in conjunction with the Group’s audited statutory financial statements presented in the Annual Report for the financial year ended 31 December 2014.

The accounting policies and method of computation adopted by the Group in this interim financial report are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2014, except for the adoption of the FRSs, Amendments to FRSs and Interpretations with effect from 1 July 2014 and 1 January 2015.

The adoption of FRSs, Amendments to FRSs and Issues Committee (“IC”) Interpretations, which are commencing from 1 July 2014 and 1 January 2015 does not have significant impact to the Group.

The following new FRSs and Interpretations were issued but not yet effective and have not been applied by the Group:-

<b>FRSs and IC Interpretations</b>	<b>Effective for financial periods beginning on or after</b>
Amendments to FRS 119 <sub>(IFRS 9(2011))</sub> Defined Benefit Plans: Employee Contributions	1 July 2014
Amendments to FRS 10 & 128 Sale or Contribution of Assets between an investor and its associate or Joint Venture	1 January 2016
Amendments to FRS 10, 12 & 128 Investment Entities: Applying the Consolidation Exception	1 January 2016
Amendments to FRS 11 Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to FRS 101 Disclosure Initiative	1 January 2016
Amendments to FRS 116 & 138 Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to FRS 127 <sub>(2011)</sub> Equity Method in Separate Financial Statements	1 January 2016

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**A1. BASIS OF PREPARATION (CONT'D)**

FRS 14	Regulatory Deferral Accounts	1 January 2016
FRS 9 <sub>(2014)</sub>	Financial Instruments	1 January 2018

The adoption of the above mentioned FRSs and Interpretations upon their effective dates are not expected to have any significant impact to the Group.

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRSs Framework”) which are mandatory for annual financial periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Int. 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (“Transitioning Entities”).

The Group qualify as Transitioning Entities, which allowed the Group to defer the adoption of the new MFRSs. Consequently, the adoption of MFRSs by Transitioning Entities for the Group will be on or after 1 January 2018.

**A2. AUDIT QUALIFICATION OF PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors’ report on the annual audited financial statements for the financial year ended 31 December 2014 was not qualified.

**A3. SEASONALITY AND CYCLICALITY FACTORS**

The operations of the Group were not materially affected by any seasonal or cyclical factors.

**A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows for the current quarter ended 31 December 2015.

**A5. CHANGES IN ESTIMATES**

There were no changes in estimates of amounts reported in prior financial years that have a material effect on the current quarter ended 31 December 2015.



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**A6. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES**

There were no issuance and repayment of debt securities, share cancellations, and/or resale of treasury shares for the current financial period under review except for:-

- (i) The issuance of 4,198,912 new ordinary shares of RM1 each, pursuant to the conversion of 4,198,912 warrant of Warrant B.
- (ii) The Company repurchased 1,118,600 units of its own shares through purchases on Bursa Malaysia Securities Berhad. The total amount paid for acquisition of the shares was RM1,107,327.14 has been deducted from equity. The repurchase transactions were financed by internally generated funds and the average price paid for the shares was RM0.99. The shares repurchased are being held as treasury shares in accordance with Section 67A of the Companies Act 1965.

**A7. DIVIDEND PAID**

There were no dividends paid during the current quarter.

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**A8. SEGMENTAL REPORTING**

The segmental reporting by industry of the Group is set out as below:-

(i) For the twelve (12) months ended 31 December 2015

**Segment Revenue and Segment Results**

<b>Business Segment</b>	<b>Construction RM'000</b>	<b>Investment Holding RM'000</b>	<b>Property Developments RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>					
- External customer	158,205	17,819	107,920	-	283,944
- Inter-segment	58,885	3,493	-	(62,378)	-
<b>Total revenue</b>	<b>217,090</b>	<b>21,312</b>	<b>107,920</b>	<b>(62,378)</b>	<b>283,944</b>
<b>Results</b>					
- Segment Results	5,619	32,824	26,366	9,058	73,867
Finance Cost					(45,914)
Taxation					(15,230)
<b>Profit for the Period</b>					<b>12,723</b>

No geographical segment is presented as the Group operates principally in Malaysia.

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**A8. SEGMENTAL REPORTING (CONT'D)**

(ii) For the twelve (12) months ended 31 December 2014.

**Segment Revenue and Segment Results**

<b>Business Segment</b>	<b>Construction RM'000</b>	<b>Investment Holding RM'000</b>	<b>Property Developments RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>					
- External customer	98,256	16,153	92,983	-	207,392
- Inter-segment	122,175	14,980	-	(137,155)	-
<b>Total revenue</b>	<b>220,431</b>	<b>31,133</b>	<b>92,983</b>	<b>(137,155)</b>	<b>207,392</b>
<b>Results</b>					
- Segment Results	20,576	39,787	31,337	(28,567)	63,133
Finance Cost					(33,088)
Taxation					(10,067)
<b>Profit for the Period</b>					<b>19,978</b>

No geographical segment is presented as the Group operates principally in Malaysia.

**A9. VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT**

The valuations of property, plant and equipment have been brought forward without amendment from the financial statements for the year ended 31 December 2014.

**A10. SUBSEQUENT MATERIAL EVENTS**

There were no material events subsequent to the reporting period up to 19 February 2016, being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report, that have not been reflected in the financial statements for the current quarter ended 31 December 2015.

**CREST BUILDER HOLDINGS BERHAD (573382-P)**  
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**A11. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group for the current quarter ended 31 December 2015.

**A12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

Contingent liabilities of the Group as at 19 February 2016 being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report comprises of Bank Guarantees provided by the Group to the various parties in the normal course of business and the changes in contingent liabilities since the last financial year ended 31 December 2014 are as follows:-

	<b>RM'000</b>
Balance as at 1 January 2015	25,546
Extended during the period	21,788
Discharged during the period	(17,669)
<b>Balance as at 19 February 2016</b>	<b>29,665</b>

**A13. CAPITAL COMMITMENTS**

There was no capital commitments that have a material effect in the current quarter ended 31 December 2015.

**A14. SIGNIFICANT RELATED PARTY DISCLOSURES**

The Group has no significant related party transactions during the current quarter ended 31 December 2015.

**CREST BUILDER HOLDINGS BERHAD** (573382-P)  
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**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1. REVIEW OF PERFORMANCE**

For the fourth quarter under review, the Group's revenue increased from RM54.8 million to RM70.3 million while the loss before tax increased from RM2.8 million to RM9.5 million respectively as compared to the corresponding fourth quarter of the preceding year. For the year ended 31 December 2015 profit before tax was RM28.0 million as compared to corresponding year ended 31 December 2014 profit before tax RM30.0 million.

The construction division recorded revenue of RM57.3 million and loss before tax of RM41.7 million as compared to the corresponding fourth quarter of the preceding year of RM34.9 million and loss before tax of RM40.9 million respectively. The increase in revenue was mainly due to higher progressive construction progress recognised from certain projects during the financial period under review. The losses were due to allowances for impairment loss receivable of RM33.8 million. For the year ended 31 December 2015 loss before tax was RM46.0 million as compared to corresponding year ended 31 December 2014 loss before tax RM53.4 million.

The investment division recorded revenue and profit before tax of RM4.2 million and RM20.6 million as compared to the corresponding fourth quarter of the preceding year of RM3.8 million and profit before tax of RM16.9 million respectively. The increased in profit before tax mainly due to changes in fair value of investment properties in the current financial quarter under review. For the year ended 31 December 2015 profit before tax was RM21.1 million as compared to corresponding year ended 31 December 2014 profit before tax RM15.6 million.

The property development division's revenue and profit before tax of RM8.8 million and RM11.5 million as compared to the corresponding fourth quarter of the preceding year of RM16.1 million and profit before tax of RM21.2 million respectively. The decrease in revenue and profit before tax were mainly due to lower progress billings of the development project, Alam Sanjung (service apartment) toward the end of the current quarter under review. For the year ended 31 December 2015 profit before tax was RM52.9 million as compared to corresponding year ended 31 December 2014 profit before tax RM67.8 million.

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**B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS**

	<b>Current 4th Quarter RM'000</b>	<b>Preceding 3rd Quarter RM'000</b>	<b>(Decrease) RM'000</b>	<b>%</b>
Revenue	70,301	95,025	(24,724)	(26%)
Profit/(Loss) before taxation	(9,543)	20,330	(29,873)	(146%)
Profit after taxation	(10,924)	13,087	(24,011)	(183%)

For the current quarter under review, the Group recorded loss before taxation and loss after taxation of RM9.5 million and RM10.9 million respectively as compared to profit before taxation of RM20.3 million and profit after taxation of RM13.1 million respectively in the immediate preceding quarter. The decrease was mainly due to the allowances for impairment loss receivables of RM33.8 million.

**B3. CURRENT YEAR PROSPECT**

The construction division will continue to bid actively with the opportunities available from the Tenth Malaysia Plan and the infrastructure projects that are planned to be implemented under the Economic Transformation Programme. The current projects are all progressing well. With the completion of UiTM Tapah concession project and its refinancing exercise, the Group expect better margins moving forward.

The property development division will continue to contribute positively to the Group in year 2016. Our existing developments and other launches in Shah Alam cater to the first time buyer market segment. We expect the responses to our launches to be encouraging.

The volatility of global raw material prices will continue to impact the Group's performance. Despite the global economic uncertainty, the Board is optimistic that the Group will continue to remain profitable for the year 2016.

**B4. VARIANCES ON PROFIT FORECAST AND PROFIT GUARANTEE**

Not applicable to the Group.

**CREST BUILDER HOLDINGS BERHAD** (573382-P)  
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**B5. TAXATION**

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>Quarter Ended</u> <u>31-12-2015</u> <u>(RM'000)</u>	<u>Quarter Ended</u> <u>31-12-2014</u> <u>(RM'000)</u>	<u>Period Ended</u> <u>31-12-2015</u> <u>(RM'000)</u>	<u>Period Ended</u> <u>31-12-2014</u> <u>(RM'000)</u>
Income tax				
- Current provision	2,233	3,521	9,429	9,412
- Under provision in prior years	(54)	(1)	(54)	1,201
Deferred tax				
- Relating to origination and reversal of temporary differences	(798)	(7,275)	5,855	(546)
	<u>1,381</u>	<u>(3,755)</u>	<u>15,230</u>	<u>10,067</u>
 (Loss)/Profit before taxation	 <u>(9,543)</u>	 <u>(2,790)</u>	 <u>27,953</u>	 <u>30,045</u>
Taxation at Malaysian statutory tax rate				
- 25%	(2,386)	(698)	6,988	7,511
Under provision in tax in prior year	(54)	-	(54)	942
Income not subject to tax	(5,388)	(3,339)	(5,589)	87
Expenses not deductible for tax purposes	9,209	282	13,885	1,527
	<u>1,381</u>	<u>(3,755)</u>	<u>15,230</u>	<u>10,067</u>

The Group's effective tax rate for the current quarter ended 31 December 2015 was higher than the statutory tax rate prevailing in Malaysia principally due to certain expenses not subject to tax in the current period under review.

**B6. PROFIT ON SALE OF UNQUOTED INVESTMENTS AND / OR PROPERTIES**

There was no disposal of unquoted investments and/or properties for the current quarter ended 31 December 2015.

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**B7. DEALINGS IN QUOTED SECURITIES**

The Group did not transact or hold any quoted securities for the current quarter ended 31 December 2015.

**B8. CORPORATE PROPOSALS**

The Group has not announced any corporate proposal during the current quarter ended 31 December 2015.

**B9. BORROWINGS AND DEBT SECURITIES**

The details of Group borrowings and debt securities, all of which is denominated in Ringgit Malaysia, as at 31 December 2015 are as follows:-

	RM'000	RM'000
Short term borrowings :		
Secured		
- Hire Purchase	344	
- Term Loan	16,755	
Unsecured		
- Bank Overdraft	21,893	
- Bankers' Acceptance	11,749	
- Revolving Credit	74,630	
		125,371
Long term borrowings :		
Secured		
- Hire Purchase	374	
- Term Loan	75,084	
- Sukuk Murabahah	475,076	
		550,534
<b>Total</b>		<b>675,905</b>

**B10. FINANCIAL INSTRUMENT**

There were no financial instruments with off statement of financial position risk as at 19 February 2016, being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report.



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**B11. MATERIAL LITIGATION**

Same as previously disclosed, there were no changes in material litigation, including the status of pending material litigation since the previous quarter to 19 February 2016, being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report.

**B12. DIVIDEND**

The Board of Directors is recommending a first and final single tier dividend of 4% per share in respect of the financial year ended 31 December 2015. This is subject to the shareholder approval in the next Annual General Meeting.

The entitlement and payments dates of dividend will be determined and announced at a later date.

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**B13. EARNINGS PER SHARE**

**a. Basic earnings per share**

The basic earnings per share has been calculated based on the Group's profit after taxation and divided by the weighted average number of ordinary shares outstanding during the current quarter ended 31 December 2015.

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>31-12-2015</b>	<b>31-12-2014</b>	<b>31-12-2015</b>	<b>31-12-2014</b>
(Loss)/Profit after tax attributable to equity holders of the company (RM'000)	<b>(10,806)</b>	13,336	<b>10,411</b>	20,756
Weighted average number of ordinary shares in issue ('000)	<b>175,785</b>	163,903	<b>169,257</b>	162,278
Basic earnings per share (sen)	<b>(6.1)</b>	8.1	<b>6.2</b>	12.8

**b. Diluted earnings per share**

The diluted earnings per share has been calculated based on the Group's profit after taxation and divided by the weighted average number of ordinary shares which would be issued on conversion of all dilutive potential ordinary shares into ordinary shares as follows:-

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>31-12-2015</b>	<b>31-12-2014</b>	<b>31-12-2015</b>	<b>31-12-2014</b>
(Loss)/Profit after tax attributable to equity holders of the company (RM'000)	<b>(10,806)</b>	13,336	<b>10,411</b>	20,756
Weighted average number of ordinary shares ('000)	<b>175,785</b>	163,903	<b>169,257</b>	162,278
Assume full conversion of Warrants ('000)	-	11,084	-	12,690
Effects of ESOS ('000)	<b>979</b>	1,056	<b>3,502</b>	1,210
Weighted average number of ordinary shares ('000)	<b>176,764</b>	176,043	<b>172,759</b>	176,178
Diluted earnings per share (sen)	<b>(6.1)</b>	7.6	<b>6.0</b>	11.8

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**14. DISCLOSURE OF REALISED AND UNREALISED RETAINED PROFITS**

The breakdown of the retained profits of the Group and the Company as at 31 December 2015, into realised and unrealised is as follows:

	<b>As at the end of current quarter RM'000</b>	<b>As at the end of immediate Preceding quarter RM'000</b>
Total retained profits of the Company and its Subsidiaries		
- Realised	106,370	144,860
- Unrealised	112,230	88,216
	<hr/>	<hr/>
	218,600	233,076
Less: Consolidation adjustments	1,767	(1,903)
	<hr/>	<hr/>
Total Group's retained profits as per consolidated accounts	220,367	231,173
	<hr/>	<hr/>

The disclosure of realised and unrealised profits above is prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010 and the directive issued by Bursa Malaysia Securities Berhad on 25 June 2010 and 20 December 2010.

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**B15. PROFIT FOR THE PERIOD**

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>31-12-2015</u> (RM'000)	<u>31-12-2014</u> (RM'000)	<u>31-12-2015</u> (RM'000)	<u>31-12-2014</u> (RM'000)
<b>Profit for the period is arrived at after charging:</b>				
Allowances for impairment loss receivables	33,834	160	33,834	160
Depreciation of property, plant and equipment	356	604	1,824	2,510
Interest expenses	14,549	9,941	45,914	33,088
Effect of unwinding of interest from the discounting of trade payables	43	51	43	51
<b>and after crediting:</b>				
Gain on disposal of property, plant and equipment	0	9	878	263
Change in fair value of investment property	21,500	28,378	21,500	28,378
Interest income	1,595	21	3,919	238
Effect of unwinding of interest from the discounting of trade receivables	0	193	0	193
Other income	379	592	843	2,350

**B16. AUTHORISED FOR ISSUE**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 26 February 2016.

By Order of the Board

Company Secretaries  
Heng Chiang Pooh FCIS (MAICSA 7009923)  
Chiam Han Twee FCIS (MAICSA 7009910)  
Date: 26 February 2016