

CREST BUILDER HOLDINGS BERHAD (573382-P)

***UNAUDITED INTERIM FINANCIAL REPORT FOR
THE FOURTH QUARTER ENDED 31 DECEMBER 2016***

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INTERIM REPORT

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016

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CREST BUILDER HOLDINGS BERHAD (573382-P)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016

	<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
	Current Year Quarter 31-12-2016 RM'000	Preceding Year Quarter 31-12-2015 RM'000	Current Year To Date 31-12-2016 RM'000	Preceding Year To Date 31-12-2015 RM'000
Revenue	117,628	66,369	297,764	280,012
Cost of Sales	<u>(85,705)</u>	<u>(41,943)</u>	<u>(197,562)</u>	<u>(167,627)</u>
Gross Profit	31,923	24,426	100,202	112,385
Other Operating Income	<u>1,263</u>	<u>23,418</u>	<u>4,141</u>	<u>27,083</u>
	33,186	47,844	104,343	139,468
Administration Costs	<u>(10,781)</u>	<u>(43,165)</u>	<u>(31,589)</u>	<u>(65,928)</u>
	22,405	4,679	72,754	73,540
Finance Costs	<u>(11,092)</u>	<u>(15,096)</u>	<u>(46,151)</u>	<u>(46,461)</u>
Profit/(Loss) Before Taxation	11,313	(10,417)	26,603	27,079
Taxation	<u>(9,575)</u>	<u>(1,232)</u>	<u>(12,415)</u>	<u>(15,081)</u>
Profit/(Loss) for the Period	1,738	(11,649)	14,188	11,998
Other Comprehensive Income, net of taxation	-	-	-	-
Total Comprehensive Income/(Loss) for the period, net of taxation	<u>1,738</u>	<u>(11,649)</u>	<u>14,188</u>	<u>11,998</u>
Total Comprehensive Income/(Loss) attributable to:				
Equity holders of the Company	2,509	(11,531)	12,412	9,686
Non-controlling Interests	<u>(771)</u>	<u>(118)</u>	<u>1,776</u>	<u>2,312</u>
	<u>1,738</u>	<u>(11,649)</u>	<u>14,188</u>	<u>11,998</u>
Earnings Per Share (sen)				
- Basic	<u>1.5</u>	<u>(6.6)</u>	<u>7.3</u>	<u>5.7</u>
- Diluted	<u>1.5</u>	<u>(6.5)</u>	<u>7.3</u>	<u>5.7</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 2015 and the accompanying explanatory notes attached to the quarterly report.

CREST BUILDER HOLDINGS BERHAD (573382-P)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2016

	As at 31-12-2016 RM'000	As at 31-12-2015 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	16,760	11,702
Investment properties	320,800	320,800
Land held for property development	6,747	6,747
Other investments	54	54
Intangible assets	33,608	33,608
Operating financial asset	272,735	280,464
Deferred tax asset	7,968	11,899
Trade receivables	9,425	8,977
	<u>668,097</u>	<u>674,251</u>
Current assets		
Operating financial asset	43,737	45,099
Property development costs	103,389	59,350
Inventories	66,357	81,985
Trade and other receivables	293,983	240,188
Amounts due from contract customers	42,221	66,633
Tax recoverable	8,471	5,273
Short term investment with financial institution	111,330	155,100
Cash and bank balances	10,798	10,990
	<u>680,286</u>	<u>664,618</u>
TOTAL ASSETS	<u>1,348,383</u>	<u>1,338,869</u>
EQUITY AND LIABILITIES		
Share capital	176,922	176,922
Share premium	4,269	4,269
Treasury shares	(5,795)	(3,152)
Reserves	227,016	220,818
Equity Attributable to Equity Holders of the Company	<u>402,412</u>	<u>398,857</u>
Non-controlling interests	13,518	6,891
Total equity	<u>415,930</u>	<u>405,748</u>
Non-current liabilities		
Hire purchase payables	1,494	374
Deferred tax liabilities	13,914	11,002
Loans	476,772	518,507
Trade payables	10,770	11,947
	<u>502,950</u>	<u>541,830</u>
Current liabilities		
Trade and other payables	229,969	232,893
Amounts due to contract customers	1,230	1,096
Hire purchase payables	684	344
Other bank borrowings	197,135	156,680
Provision for taxation	485	278
	<u>429,503</u>	<u>391,291</u>
Total liabilities	<u>932,453</u>	<u>933,121</u>
TOTAL EQUITY AND LIABILITIES	<u>1,348,383</u>	<u>1,338,869</u>
Net assets per share attributable to equity holders of the Company (RM)	<u>2.36</u>	<u>2.30</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 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 2016

← ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY →

	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	NON-DISTRIBUTABLE		DISTRIBUTABLE		Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
				Capital Reserve RM'000	Other Reserve RM'000	Retained Earnings RM'000				
At 1 January 2015	165,043	3,875	(938)	394	476	216,326	385,176	4,579	389,755	
Total comprehensive income for the year	165,043	3,875	(938)	394	476	226,012	394,862	2,312	401,753	
Issuance of shares										
- Exercise of Warrants B	11,879	-	-	-	-	-	11,879	-	11,879	
Reclassification of reserve account	-	394	-	(394)	-	-	-	-	-	
Options granted under ESOS	-	-	-	-	699	-	699	-	699	
ESOS lapsed	-	-	-	-	(199)	199	-	-	-	
Purchase of treasury shares	-	-	(2,214)	-	-	-	(2,214)	-	(2,214)	
Dividend	-	-	-	-	-	(6,370)	(6,370)	-	(6,370)	
At 31 December 2015	176,922	4,269	(3,152)	-	976	219,842	398,857	6,891	405,748	
At 1 January 2016	176,922	4,269	(3,152)	-	976	219,842	398,857	6,891	405,748	
Total comprehensive income for the year	-	-	-	-	-	12,412	12,412	1,776	14,188	
Options granted under ESOS	176,922	4,269	(3,152)	-	976	232,254	411,269	8,667	419,936	
ESOS lapsed	-	-	-	-	614	-	614	-	614	
Purchase of treasury shares	-	-	-	-	(36)	36	-	-	-	
Arising from increase in share capital in a subsidiary company	-	-	(2,643)	-	-	-	(2,643)	-	(2,643)	
Dividend	-	-	-	-	-	(6,828)	(6,828)	4,851	4,851	
At 31 December 2016	176,922	4,269	(5,795)	-	1,554	225,462	402,412	13,518	415,930	

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 2015 and the accompanying explanatory notes attached to the quarterly report.

CREST BUILDER HOLDINGS BERHAD (573382-P)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016

	12 Months Ended 31-12-2016 RM'000	12 Months Ended 31-12-2015 RM'000
Profit before taxation	26,603	27,079
Adjustments for:		
Allowance for impairment on receivables	-	33,834
Change in fair value of investment properties	-	(21,500)
Depreciation of property, plant and equipment	1,749	1,824
Effect of discounting of trade payables	-	(34)
Effect of unwinding of interest from the discounting of Sukuk Murabahah	3,799	3,870
Effect of unwinding of interest from the discounting of trade payables	215	94
Gain on disposal of property, plant and equipment	(274)	(753)
Interest expenses	42,352	42,592
Interest income	(3,308)	(3,919)
Share options expenses	614	699
Operating profit before working capital changes	<u>71,750</u>	<u>83,786</u>
Net change in assets	<u>(44,300)</u>	<u>(69,469)</u>
Net change in liabilities	<u>(4,182)</u>	<u>36,708</u>
	<u>(48,482)</u>	<u>(32,761)</u>
	23,268	51,025
Income tax paid	(9,026)	(13,061)
Income tax refunded	463	112
Net cash generated from operating activities	<u>14,705</u>	<u>38,076</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	<u>1,704</u>	<u>1,674</u>
Proceeds from disposal of property, plant and equipment	287	1,488
Proceeds from disposal of short term investments	33,000	13,000
Purchase of property, plant and equipment	<u>(4,853)</u>	<u>(3,218)</u>
Net cash generated from investing activities	30,138	12,944
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	<u>(6,828)</u>	<u>(6,370)</u>
Interest paid	<u>(42,352)</u>	<u>(42,592)</u>
Fixed deposits pledged with licensed banks	-	(161)
Proceeds from exercise of Warrants B	-	11,879
Purchase of treasury shares	<u>(2,643)</u>	<u>(2,214)</u>
Net repayment of loans	<u>(47,303)</u>	<u>(6,456)</u>
Net repayment of hire purchase payables	<u>(507)</u>	<u>(604)</u>
Net drawdown of other bank borrowings	<u>35,134</u>	<u>8,593</u>
Net cash used in financing activities	<u>(64,499)</u>	<u>(37,925)</u>
Net (decrease)/increase in cash and cash equivalents	(19,656)	13,095
Cash and cash equivalents brought forward	<u>81,829</u>	<u>68,734</u>
Cash and cash equivalents carried forward	<u>62,173</u>	<u>81,829</u>
Note:		
Cash and bank balances	10,798	10,990
Fixed deposits with licensed banks	83,309	95,683
	<u>94,107</u>	<u>106,673</u>
Less: Bank overdraft	(28,983)	(21,893)
Fixed deposits pledged with licensed banks	<u>(2,951)</u>	<u>(2,951)</u>
Cash and cash equivalents	<u>62,173</u>	<u>81,829</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 2015 and the accompanying explanatory notes attached to the quarterly report.

CREST BUILDER HOLDINGS BERHAD (573382-P)
INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016

**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 2015.

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 2015.

The adoption of FRSs and Amendment to FRSs, which commenced from 1 January 2016 does not have significant impact to the Group.

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

FRSs and Amendment to FRSs		Effective for financial periods beginning on or after
<u>New FRSs</u>		
FRS 9	Financial Instruments	1 January 2018
<u>Amendment to FRSs</u>		
FRS 10	Consolidated Financial Statements	Deferred
FRS 107	Statement of Cash Flows	1 January 2017
FRS 112	Income Taxes	1 January 2017
FRS 128	Investments in Associates and Joint Ventures	Deferred/1 January 2018
FRS 140	Investment Property	1 January 2018

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

CREST BUILDER HOLDINGS BERHAD (573382-P)
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A1. BASIS OF PREPARATION (CONT'D)

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 qualifies 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 2015 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 2016.

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 2016.

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 quarter under review.

CREST BUILDER HOLDINGS BERHAD (573382-P)
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FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016

A7. DIVIDEND PAID

There was no dividend paid during the current quarter.

A8. SEGMENTAL REPORTING

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

(i) For the twelve (12) months period ended 31 December 2016

Segment Revenue and Segment Results

Business Segment	Construction RM'000	Investment Holding RM'000	Property Developments RM'000	Eliminations RM'000	Consolidated RM'000
Revenue					
- External customer	230,937	16,976	49,851	-	297,764
- Inter-segment	47,700	16,882	-	(64,582)	-
Total revenue	278,637	33,858	49,851	(64,582)	297,764
Results					
- Segment Results	48,870	23,238	14,476	(13,830)	72,754
Finance Costs					(46,151)
Taxation					(12,415)
Profit for the Year					14,188

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

CREST BUILDER HOLDINGS BERHAD (573382-P)
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A8. SEGMENTAL REPORTING (CONT'D)

(ii) For the twelve (12) months period ended 31 December 2015.

Segment Revenue and Segment Results

Business Segment	Construction RM'000	Investment Holding RM'000	Property Developments RM'000	Eliminations RM'000	Consolidated RM'000
Revenue					
- External customer	154,272	17,531	108,209	-	280,012
- Inter-segment	58,884	14,783	-	(73,667)	-
Total revenue	213,156	32,314	108,209	(73,667)	280,012
Results					
- Segment Results	44,142	4,264	28,462	(3,328)	73,540
Finance Costs					(46,461)
Taxation					(15,081)
Profit for the Year					11,998

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 financial year ended 31 December 2015.

A10. SUBSEQUENT MATERIAL EVENTS

There were no material events subsequent to the reporting period up to 16 February 2017, 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 2016.

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 2016.

A12. CAPITAL COMMITMENTS

There was no capital commitments that have a material effect in the current quarter ended 31 December 2016.

A13. SIGNIFICANT RELATED PARTY DISCLOSURES

The Group has no significant related party transactions during the current quarter ended 31 December 2016.

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

B1. REVIEW OF PERFORMANCE

For the fourth quarter under review, the Group's revenue increased from RM66.4 million to RM117.6 million while the profit improved from loss before taxation of RM10.4 million to profit before taxation of RM11.3 million respectively as compared to the corresponding fourth quarter of the preceding year.

The construction division recorded revenue of RM88.0 million and profit before taxation of RM4.3 million as compared to the corresponding fourth quarter of the preceding year of RM53.3 million and loss before taxation of RM26.1 million respectively. The increase in revenue and profit before taxation were mainly due to higher progressive construction progress recognised from certain projects during the financial year under review. In the fourth quarter of the preceding year, the loss before taxation was mainly due to the recognition of allowance for impairment loss on receivables amounting to RM33.8 million

The investment division recorded revenue and loss before taxation of RM4.1 million and RM1.9 million as compared to the corresponding fourth quarter of the preceding year of RM4.3 million and profit before taxation of RM20.6 million respectively. In the fourth quarter of the preceding year, the profit before taxation was mainly due to the recognition of fair value gain from investment properties amounting to RM21.5 million.

The property development division's revenue and profit before taxation of RM25.5 million and RM8.9 million as compared to the corresponding fourth quarter of the preceding year of RM8.8 million and loss before taxation of RM4.9 million respectively. The increase in revenue and profit before taxation were mainly due to higher sales in the current quarter under review.

B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

	Current 4th Quarter RM'000	Preceding 3rd Quarter RM'000	Increase/(Decrease) RM'000 %	
Revenue	117,628	74,174	43,454	59%
Profit before taxation	11,313	6,496	4,817	74%
Profit after taxation	1,738	4,647	(2,909)	(63%)

For the current quarter under review, the Group recorded profit before taxation and profit after taxation of RM11.3 million and RM1.7 million respectively as compared to profit before taxation and profit after taxation of RM6.5 million and RM4.6 million respectively in the immediate preceding quarter.

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B3. CURRENT YEAR PROSPECT

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

The property development division will continue to contribute positively to the Group in year 2017. 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 2017.

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 31-12-2016 (RM'000)	Quarter Ended 31-12-2015 (RM'000)	Period Ended 31-12-2016 (RM'000)	Period Ended 31-12-2015 (RM'000)
Income tax				
- Current provision	2,091	2,257	5,610	9,453
- Under/(Over) accrual in prior years	-	133	(38)	133
Deferred tax				
- Relating to origination and reversal of temporary differences	7,484	(1,158)	6,843	5,495
	<u>9,575</u>	<u>1,232</u>	<u>12,415</u>	<u>15,081</u>
Profit/(Loss) before taxation	<u>11,313</u>	<u>(10,417)</u>	<u>26,603</u>	<u>27,079</u>
Taxation at Malaysian statutory tax rate of 24% (2015 : 25%)	2,715	(2,604)	6,385	6,770
Income not subject to tax	96	(4,539)	(226)	(4,740)
Expenses not deductible for tax purposes	6,764	8,345	6,294	13,021
Under/(Over) accrual in prior years	-	13	(38)	13
Different tax rate	-	17	-	17
	<u>9,575</u>	<u>1,232</u>	<u>12,415</u>	<u>15,081</u>

The Group's effective tax rate for the current quarter ended 31 December 2016 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 2016.

CREST BUILDER HOLDINGS BERHAD (573382-P)
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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 2016.

B8. CORPORATE PROPOSALS

The Group has not announced any corporate proposal during the current quarter ended 31 December 2016.

B9. BORROWINGS AND DEBT SECURITIES

The details of the Group's borrowings and debt securities, all of which is denominated in Ringgit Malaysia, as at 31 December 2016 are as follows:

	RM'000	RM'000
Short term borrowings:		
Secured		
- Hire Purchase	684	
- Term Loan	16,844	
- Sukuk Murabahah	29,795	
Unsecured		
- Bank Overdraft	28,983	
- Bankers' Acceptance	27,599	
- Revolving Credit	93,914	
		197,819
Long term borrowings:		
Secured		
- Hire Purchase	1,494	
- Term Loan	57,693	
- Sukuk Murabahah	419,079	
		478,266
Total		676,085

B10. FINANCIAL INSTRUMENT

There were no financial instruments with off statement of financial position risk as at 16 February 2017, 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 16 February 2017, 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 ordinary share in respect of the financial year ended 31 December 2016. 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.

CREST BUILDER HOLDINGS BERHAD (573382-P)
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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/(loss) after taxation and divided by the weighted average number of ordinary shares outstanding during the current quarter ended 31 December 2016.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31-12-2016	31-12-2015	31-12-2016	31-12-2015
Profit/(Loss) after taxation attributable to equity holders of the company (RM'000)	2,509	(11,531)	12,412	9,686
Weighted average number of ordinary shares in issue ('000)	170,520	175,785	171,030	168,607
Basic earnings per share (sen)	1.5	(6.6)	7.3	5.7

b. Diluted earnings per share

The diluted earnings per share has been calculated based on the Group's profit/(loss) 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:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31-12-2016	31-12-2015	31-12-2016	31-12-2015
Profit/(Loss) after taxation attributable to equity holders of the company (RM'000)	2,509	(11,531)	12,412	9,686
Weighted average number of ordinary shares ('000)	170,520	175,785	171,030	168,607
Effects of ESOS ('000)	*	979	*	136
Weighted average number of ordinary shares ('000)	170,520	176,764	171,030	168,743
Diluted earnings per share (sen)	1.5	(6.5)	7.3	5.7

* Not taken into account in the computation of diluted earnings per share because the effect is anti-dilutive.

The computation for diluted earnings per share is not applicable for individual quarter and period ended 31 December 2016 as it has an anti-dilutive effect.

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B14. DISCLOSURE OF REALISED AND UNREALISED RETAINED PROFITS

The breakdown of the retained profits of the Group and of the Company as at 31 December 2016, into realised and unrealised is as follows:

	As at 31-12-2016 RM'000	As at 31-12-2015 RM'000
Total retained profits of the Company and its subsidiary companies		
- Realised	225,227	201,529
- Unrealised	99,371	112,230
	324,598	313,759
Less: Consolidation adjustments	(99,136)	(93,917)
	225,462	219,842

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>31-12-2016</u> (RM'000)	<u>31-12-2015</u> (RM'000)	<u>31-12-2016</u> (RM'000)	<u>31-12-2015</u> (RM'000)
Profit for the period is arrived at after charging:				
Allowance for impairment loss on receivables	-	33,834	-	33,834
Depreciation of property, plant and equipment	959	356	1,749	1,824
Interest expenses	7,293	11,227	42,352	42,592
Effect of unwinding of interest from the discounting of Sukuk Murabahah	950	3,870	3,799	3,870
Effect of unwinding of interest from the discounting of trade payables	215	94	215	94
and after crediting:				
Change in fair value of investment properties	-	21,500	-	21,500
Gain/(Loss) on disposal of property, plant and equipment	105	(125)	274	753
Interest income	917	1,595	3,308	3,919
Effect of discounting of trade payables	-	34	-	34
Other income	241	413	559	877

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 22 February 2017.

By Order of the Board

Company Secretaries
Heng Chiang Pooh FCIS (MAICSA 7009923)
Chiam Han Twee FCIS (MAICSA 7009910)
Date: 22 February 2017