

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

***UNAUDITED INTERIM FINANCIAL REPORT FOR  
THE THIRD QUARTER ENDED 30 SEPTEMBER 2017***

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## **INTERIM REPORT**

### **UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017**

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**CREST BUILDER HOLDINGS BERHAD** <sup>(573382-P)</sup>  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017**

	<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
	Current Year Quarter 30-09-2017 RM'000	Preceding Year Quarter 30-09-2016 RM'000	Current Year To Date 30-09-2017 RM'000	Preceding Year To Date 30-09-2016 RM'000
Revenue	137,236	74,174	342,946	180,136
Cost of sales	<u>(114,671)</u>	<u>(49,657)</u>	<u>(261,627)</u>	<u>(111,857)</u>
<b>Gross profit</b>	22,565	24,517	81,319	68,279
Other income	<u>3,655</u>	<u>1,073</u>	<u>6,547</u>	<u>2,878</u>
	26,220	25,590	87,866	71,157
Administrative expenses	<u>(5,887)</u>	<u>(7,364)</u>	<u>(23,944)</u>	<u>(20,808)</u>
<b>Operating profit</b>	20,333	18,226	63,922	50,349
Finance costs	<u>(11,342)</u>	<u>(11,730)</u>	<u>(33,418)</u>	<u>(35,059)</u>
<b>Profit before tax</b>	8,991	6,496	30,504	15,290
Income tax expense	<u>(1,439)</u>	<u>(1,849)</u>	<u>(8,715)</u>	<u>(2,840)</u>
<b>Profit for the financial period</b>	7,552	4,647	21,789	12,450
<b>Other comprehensive income, net of tax</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the financial period</b>	<u>7,552</u>	<u>4,647</u>	<u>21,789</u>	<u>12,450</u>
<b>Profit for the financial period/Total comprehensive income attributable to:</b>				
Owners of the Company	6,899	3,909	20,277	9,903
Non-controlling Interests	<u>653</u>	<u>738</u>	<u>1,512</u>	<u>2,547</u>
	<u>7,552</u>	<u>4,647</u>	<u>21,789</u>	<u>12,450</u>
<b>Earnings per share (sen)</b>				
- Basic	<u>4.0</u>	<u>2.3</u>	<u>11.9</u>	<u>5.8</u>
- Diluted	<u>4.0</u>	<u>2.3</u>	<u>11.9</u>	<u>5.8</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 2016 and the accompanying explanatory notes attached to the quarterly report.

**CREST BUILDER HOLDINGS BERHAD** (573382-P)  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2017**

	As at 30-09-2017 RM'000	As at 31-12-2016 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	15,903	16,760
Investment properties	320,800	320,800
Golf club membership	54	54
Goodwill	33,608	33,608
Land held for property development	6,747	6,747
Operating financial asset	266,845	275,018
Deferred tax assets	7,012	9,445
Trade receivable	11,468	11,468
<b>Total non-current assets</b>	<u>662,437</u>	<u>673,900</u>
<b>Current assets</b>		
Property development costs	339,403	104,534
Inventories	50,620	66,357
Operating financial asset	45,099	45,099
Trade and other receivables	311,937	281,078
Amount due from contract customers	55,673	41,927
Tax recoverable	7,156	8,801
Short term investments in financial institutions	20,177	28,021
Fixed deposits placed with licensed banks	80,940	83,309
Cash and bank balances	19,479	10,807
<b>Total current assets</b>	<u>930,484</u>	<u>669,933</u>
<b>TOTAL ASSETS</b>	<u>1,592,921</u>	<u>1,343,833</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	181,191	176,922
Share premium	-	4,269
Treasury shares	(5,795)	(5,795)
Reserves	241,265	227,816
Shareholders' funds	416,661	403,212
Non-controlling interests	15,104	13,518
<b>TOTAL EQUITY</b>	<u>431,765</u>	<u>416,730</u>
<b>Non-current liabilities</b>		
Term loans	40,845	48,797
Sukuk Murabahah	406,719	419,080
Hire purchase payables	5,148	1,494
Deferred tax liabilities	15,184	13,914
Trade and other payables	20,508	13,146
<b>Total non-current liabilities</b>	<u>488,404</u>	<u>496,431</u>
<b>Current liabilities</b>		
Bank borrowings	183,809	176,245
Sukuk Murabahah	29,795	29,795
Hire purchase payables	1,718	684
Tax payable	752	804
Trade and other payables	450,614	221,914
Amount due to contract customers	6,064	1,230
<b>Total current liabilities</b>	<u>672,752</u>	<u>430,672</u>
<b>TOTAL LIABILITIES</b>	<u>1,161,156</u>	<u>927,103</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,592,921</u>	<u>1,343,833</u>
Net assets per share attributable to owners of the Company (RM)	<u>2.44</u>	<u>2.36</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 2016 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 THIRD QUARTER ENDED 30 SEPTEMBER 2017**

← ATTRIBUTABLE TO OWNERS OF THE COMPANY →

	Share capital RM'000	Share premium RM'000	Treasury shares RM'000	Non-distributable		Total RM'000	Non-controlling interests RM'000	Total equity RM'000
				Share option reserves RM'000	Retained earnings RM'000			
At 1 January 2016	176,922	4,269	(3,152)	976	219,841	398,856	6,891	405,747
Total comprehensive income for the financial period	-	-	-	-	9,903	9,903	2,547	12,450
Purchase of treasury shares	176,922	4,269	(3,152)	976	229,744	408,759	9,438	418,197
Arising from increase in share capital in a subsidiary company	-	-	(2,643)	-	-	(2,643)	-	(2,643)
Dividends on ordinary shares	-	-	-	-	(6,828)	(6,828)	441	441
At 30 September 2016	176,922	4,269	(5,795)	976	222,916	399,288	9,879	409,167
At 1 January 2017	176,922	4,269	(5,795)	1,554	226,262	403,212	13,518	416,730
Total comprehensive income for the financial period	-	-	-	-	20,277	20,277	1,512	21,789
Arising from increase in share capital in a subsidiary company	176,922	4,269	(5,795)	1,554	246,539	423,489	15,030	438,519
Adoption of Companies Act 2016	-	(4,269)	-	-	-	-	74	74
ESOS lapsed	4,269	-	-	(1,554)	1,554	-	-	-
Dividends on ordinary shares	-	-	-	-	(6,828)	(6,828)	-	(6,828)
At 30 September 2017	181,191	-	(5,795)	-	241,265	416,661	15,104	431,765

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 2016 and the accompanying explanatory notes attached to the quarterly report.

**CREST BUILDER HOLDINGS BERHAD** (573382-P)  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017**

	<b>9 Months Ended 30-09-2017 RM'000</b>	<b>9 Months Ended 30-09-2016 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	30,504	15,290
Adjustments for:		
Depreciation of property, plant and equipment	2,582	790
Effect of unwinding of interest from the discounting of Sukuk Murabahah	2,639	2,849
Gain on disposal of property, plant and equipment	(429)	(169)
Interest expense	33,418	35,059
Interest income	(2,057)	(2,391)
Reversal of impairment loss on trade receivables	(3,397)	-
Operating profit before changes in working capital	<u>63,260</u>	<u>51,428</u>
Net change in assets	<u>(252,093)</u>	<u>(5,217)</u>
Net change in liabilities	<u>240,896</u>	<u>(17,177)</u>
	<u>(11,197)</u>	<u>(22,394)</u>
Net cash flows generated from operations	52,063	29,034
Income tax paid	(3,689)	(8,276)
Income tax refunded	270	463
Net cash flows from operating activities	<u>48,644</u>	<u>21,221</u>
<b>Cash flows from investing activities</b>		
Interest received	1,401	1,049
Proceeds from disposal of property, plant and equipment	429	182
Proceeds from disposal of short term investments	8,500	30,000
Purchase of property, plant and equipment	(1,726)	(2,048)
Net cash flows from investing activities	<u>8,604</u>	<u>29,183</u>
<b>Cash flows from financing activities</b>		
Dividends paid	(6,828)	(6,828)
Interest paid	(33,418)	(35,059)
Fixed deposits pledged with licensed banks	(74)	-
Purchase of treasury shares	-	(2,643)
Net drawdown of bank borrowings	10,595	4,831
Net drawdown/(repayment) of hire purchase payables	4,688	(146)
Net repayment of Sukuk Murabahah	(15,000)	(15,000)
Net decrease in cash and bank balances maintained in an escrow account	52	-
Net cash flows used in financing activities	<u>(39,985)</u>	<u>(54,845)</u>
Net increase/(decrease) in cash and cash equivalents	17,263	(4,441)
Cash and cash equivalents brought forward	<u>61,371</u>	<u>81,829</u>
Cash and cash equivalents carried forward	<u>78,634</u>	<u>77,388</u>
<b>Note:</b>		
Cash and bank balances	19,479	11,239
Fixed deposits placed with licensed banks	80,940	97,819
	<u>100,419</u>	<u>109,058</u>
Less: Bank overdrafts	(18,010)	(28,719)
Fixed deposits pledged with licensed banks	(3,027)	(2,951)
Cash and bank balances maintained in an escrow account	(748)	-
Cash and cash equivalents	<u>78,634</u>	<u>77,388</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 2016 and the accompanying explanatory notes attached to the quarterly report.

**CREST BUILDER HOLDINGS BERHAD (573382-P)**  
**INTERIM FINANCIAL REPORT**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017**

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**PART A: EXPLANATORY NOTES PURSUANT TO PARAGRAPH 16, FRS 134  
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 Financial Reporting Standards (“FRS”) 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 2016.

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 2016 except for the adoption of the following Amendments to FRSs:

Amendments to FRSs

FRS 12	Disclosure of Interests in Other Entities (Annual improvements to FRS Standards 2014-2016 Cycle)
FRS 107	Statement of Cash Flows (Disclosure initiatives)
FRS 112	Income taxes (Recognition of deferred tax assets for unrealised losses)

The adoption of the above Amendments to FRSs, which commenced from 1 January 2017 does not have material impact on the financial statements of the Group.

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

<b>New FRS and Amendment to FRSs</b>	<b>Effective for financial periods beginning on or after</b>
<u>New FRS</u>	
FRS 9      Financial Instruments	1 January 2018
<u>Amendments to FRSs</u>	
FRS 1      First-time Adoption of FRSs	1 January 2018
FRS 2      Share-based Payment	1 January 2018
FRS 4      Insurance Contracts	1 January 2018
FRS 10     Consolidated Financial Statements	Deferred
FRS 128    Investments in Associates and Joint Ventures	1 January 2018/ Deferred
FRS 140    Investment Property	1 January 2018

Due to the complexity of these new FRS and Amendments to FRSs, the financial effects of their adoption are currently still being assessed by the Group.

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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, 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 2016 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 30 September 2017.

**A5. CHANGES IN ESTIMATES**

Except for reversal of impairment loss on trade receivables of RM2.7 million, there were no changes in estimates of amounts reported in prior financial years that have a material effect on the current quarter ended 30 September 2017.

**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.



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**A7. DIVIDEND PAID**

A first and final single-tier dividend of 4.00 sen per ordinary share amounting to RM6,827,662 for the financial year ended 31 December 2016 had been paid on 14 July 2017.

**A8. SEGMENTAL REPORTING**

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

- (i) For the nine (9) months period ended 30 September 2017

**Segment Revenue and Segment Results**

<b>Business segment</b>	<b>Construction RM'000</b>	<b>Concession arrangement RM'000</b>	<b>Investment holding RM'000</b>	<b>Property development RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>						
- External customer	230,557	35,229	12,299	64,861	-	342,946
- Inter-segment	68,947	-	5,167	-	(74,114)	-
Total revenue	299,504	35,229	17,466	64,861	(74,114)	342,946
<b>Results</b>						
- Segment results	21,336	30,059	10,208	5,363	(3,044)	63,922
Finance costs						(33,418)
Income tax expense						(8,715)
Profit for the financial period						21,789

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

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

(ii) For the nine (9) months period ended 30 September 2016

**Segment Revenue and Segment Results**

<b>Business segment</b>	<b>Construction RM'000</b>	<b>Concession arrangement RM'000</b>	<b>Investment holding RM'000</b>	<b>Property development RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>						
- External customer	107,344	35,567	12,692	24,533	-	180,136
- Inter-segment	27,365	-	3,538	-	(30,903)	-
Total revenue	134,709	35,567	16,230	24,533	(30,903)	180,136
<b>Results</b>						
- Segment results	5,762	30,495	10,094	7,671	(3,673)	50,349
Finance costs						(35,059)
Income tax expense						(2,840)
Profit for the financial period						12,450

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 2016.

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**A10. SUBSEQUENT MATERIAL EVENTS**

There were no material events subsequent to the reporting period up to 16 November 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 30 September 2017, except for:

- (i) On 16 October 2017, Crest Builder International Sdn Bhd, a wholly-owned subsidiary company of the Company, has acquired 510 ordinary shares, representing 51% of the total issued and paid-up share capital of K L Waterfront Development Sdn Bhd for a cash consideration of RM510.

**A11. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group for the current quarter ended 30 September 2017.

**A12. CAPITAL COMMITMENTS**

There were no capital commitments that have a material effect in the current quarter ended 30 September 2017.

**A13. SIGNIFICANT RELATED PARTY DISCLOSURES**

The Group has no significant related party transactions during the current quarter ended 30 September 2017.

**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 third quarter under review, the Group's revenue increased from RM74.2 million to RM137.2 million while the profit before tax increased from RM6.5 million to RM9.0 million respectively as compared to the corresponding third quarter of the preceding year.

The construction division recorded revenue of RM95.9 million and profit before tax of RM3.8 million as compared to the corresponding third quarter of the preceding year of RM44.8 million and loss before tax of RM0.5 million respectively. The increases in revenue and profit before tax were mainly due to higher progressive construction progress recognised from certain projects during the financial period under review.

The concession arrangement division recorded revenue of RM11.7 million and profit before tax of RM2.3 million as compared to the corresponding third quarter of the preceding year of RM11.9 million and RM2.1 million respectively. The decrease in revenue was mainly due to lower finance income recognised. The increase in profit before tax was mainly due to saving in finance costs with repayment of Sukuk Murabahah since the second quarter of previous financial year.

The investment division recorded revenue and profit before tax amounted to RM4.1 million and RM0.1 million as compared to the corresponding third quarter of the preceding year of RM4.2 million and RM0.2 million respectively. The decreases in revenue and profit before tax were mainly due to marginal decrease in occupancy rate for certain investment properties.

The property development division's revenue and profit before tax amounted to RM25.5 million and RM2.8 million as compared to the corresponding third quarter of the preceding year of RM13.3 million and RM4.7 million respectively. The increase in revenue was due to higher sales generated from both completed projects and a new development project, Batu Tiga Phase 2 (Residensi Hijauan) which was launched since the third quarter of previous financial year. The decrease in profit before tax was mainly due to special discounts given to the bulk purchasers during the financial period under review.

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

	<b>Current 3rd Quarter RM'000</b>	<b>Preceding 2nd Quarter RM'000</b>	<b>Increase/(Decrease)</b>	
			<b>RM'000</b>	<b>%</b>
Revenue	137,236	110,682	26,554	24%
Profit before tax	8,991	11,541	(2,550)	(22%)
Profit after tax	7,552	7,654	(102)	(1%)

For the current quarter under review, the Group recorded profit before tax and profit after tax of RM9.0 million and RM7.6 million respectively as compared to profit before tax and profit after tax of RM11.5 million and RM7.7 million respectively in the immediate preceding quarter.

**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 in Shah Alam cater to the first time buyer market segment. We expect the responses to our developments 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.

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**B5. INCOME TAX EXPENSE**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>Quarter Ended 30-09-2017 (RM'000)</b>	<b>Quarter Ended 30-09-2016 (RM'000)</b>	<b>Period Ended 30-09-2017 (RM'000)</b>	<b>Period Ended 30-09-2016 (RM'000)</b>
Income tax				
- Current provision	1,296	1,990	5,616	3,519
- Over provision in prior years	(281)	(38)	(281)	(38)
Deferred tax				
- Relating to origination and reversal of temporary differences	424	(103)	3,380	(641)
	<b>1,439</b>	<b>1,849</b>	<b>8,715</b>	<b>2,840</b>
Profit before tax	<b>8,991</b>	<b>6,496</b>	<b>30,504</b>	<b>15,290</b>
Tax at Malaysian statutory tax rate of 24%	2,158	1,559	7,321	3,670
Income not subject to tax	-	992	(103)	(322)
Utilisation of previously unrecognised capital allowances	(648)	(3,995)	(648)	(3,995)
Expenses not deductible for tax purposes	210	3,331	2,426	3,525
Over provision in prior years	(281)	(38)	(281)	(38)
	<b>1,439</b>	<b>1,849</b>	<b>8,715</b>	<b>2,840</b>

The Group's effective tax rate for the current quarter ended 30 September 2017 was lower than the statutory tax rate prevailing in Malaysia principally due to utilisation of previously unrecognised capital allowances of a subsidiary company 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 30 September 2017.

**B7. DEALINGS IN QUOTED SECURITIES**

The Group did not transact or hold any quoted securities for the current quarter ended 30 September 2017.

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**B8. CORPORATE PROPOSALS**

There were no corporate proposals previously announced but not completed as of 30 September 2017.

**B9. BORROWINGS AND DEBT SECURITIES**

The details of the Group's borrowings and debt securities, all of which are denominated in Ringgit Malaysia, as at 30 September 2017 are as follows:

	RM'000	RM'000
Short term borrowings:		
Secured		
- Hire purchase payables	1,718	
- Term loans	19,735	
- Sukuk Murabahah	29,795	
Unsecured		
- Bank overdrafts	18,010	
- Bankers' acceptances	68,053	
- Revolving credit	78,011	
		215,322
Long term borrowings:		
Secured		
- Hire purchase payables	5,148	
- Term loans	40,845	
- Sukuk Murabahah	406,719	
		452,712
<b>Total</b>		<b>668,034</b>

**B10. MATERIAL LITIGATION**

Same as previously disclosed in the Annual Report for the financial year ended 31 December 2016, there were no changes in material litigation, including the status of pending material litigation since the previous quarter to 16 November 2017, being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report.

**B11. DIVIDEND**

No dividend was proposed in the third quarter ended 30 September 2017.

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**B12. EARNINGS PER SHARE**

**a. Basic earnings per share**

The basic earnings per share has been calculated based on the Group's profit after tax attributable to owners of the Company and divided by the weighted average number of ordinary shares in issue during the current quarter ended 30 September 2017.

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>30-09-2017</b>	<b>30-09-2016</b>	<b>30-09-2017</b>	<b>30-09-2016</b>
Profit after tax attributable to owners of the Company (RM'000)	<b>6,899</b>	3,909	<b>20,277</b>	9,903
Weighted average number of ordinary shares ('000)	<b>170,692</b>	170,520	<b>170,692</b>	171,201
Basic earnings per share (sen)	<b>4.0</b>	2.3	<b>11.9</b>	5.8

**b. Diluted earnings per share**

The diluted earnings per share has been calculated based on the Group's profit after tax attributable to owners of the Company 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>30-09-2017</b>	<b>30-09-2016</b>	<b>30-09-2017</b>	<b>30-09-2016</b>
Profit after tax attributable to owners of the Company (RM'000)	<b>6,899</b>	3,909	<b>20,277</b>	9,903
Weighted average number of ordinary shares ('000)	<b>170,692</b>	170,520	<b>170,692</b>	171,201
Effects of ESOS ('000)	-	*	-	*
Weighted average number of ordinary shares ('000)	<b>170,692</b>	170,520	<b>170,692</b>	171,201
Diluted earnings per share (sen)	<b>4.0</b>	2.3	<b>11.9</b>	5.8

\* The computation for diluted earnings per share is not applicable for individual quarter and period ended 30 September 2016 as it has anti-dilution effect.



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**B13. DISCLOSURE OF REALISED AND UNREALISED RETAINED PROFITS**

The breakdown of the retained earnings of the Group as at 30 September 2017, into realised and unrealised profits is as follows:

	<b>As at 30-09-2017 RM'000</b>	<b>As at 31-12-2016 RM'000</b>
Total retained earnings of the Company and its subsidiary companies		
- Realised	238,085	216,808
- Unrealised	105,423	108,255
	<hr/>	<hr/>
Less: Consolidation adjustments	343,508 (102,243)	325,063 (98,801)
	<hr/>	<hr/>
Total Group's retained earnings as per consolidated accounts	241,265	226,262
	<hr/>	<hr/>

The determination of realised and unrealised profits or losses is based on the Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by Malaysian Institute of Accountants on 20 December 2010.

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**B14. PROFIT FOR THE FINANCIAL PERIOD**

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>30-09-2017</u> (RM'000)	<u>30-09-2016</u> (RM'000)	<u>30-09-2017</u> (RM'000)	<u>30-09-2016</u> (RM'000)
<b>Profit for the financial period is arrived at after charging:</b>				
Depreciation of property, plant and equipment	884	253	2,582	790
Effect of unwinding of interest from the discounting of Sukuk Murabahah	1,013	950	2,639	2,849
Interest expense	11,342	11,730	33,418	35,059
<b>and after crediting:</b>				
Gain on disposal of property, plant and equipment	-	89	429	169
Interest income	622	911	2,057	2,391
Reversal of impairment loss on trade receivables	2,663	-	3,397	-

**B15. 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 November 2017.

By Order of the Board

Company Secretary  
Heng Chiang Pooch FCIS (MAICSA 7009923)  
Date: 22 November 2017