

***CREST BUILDER HOLDINGS BERHAD*** 200201005719 (573382-P)

***UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2020***

# ***CONTENTS***

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## **INTERIM REPORT**

### **UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2020**

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CREST BUILDER HOLDINGS BERHAD <sup>200201005719 (573382-P)</sup>  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2020**

	<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
	Current Year Quarter 31-03-2020 RM'000	Preceding Year Quarter 31-03-2019 RM'000	Current Year To Date 31-03-2020 RM'000	Preceding Year To Date 31-03-2019 RM'000
Revenue	61,861	163,819	61,861	163,819
Cost of sales	(48,187)	(138,081)	(48,187)	(138,081)
<b>Gross profit</b>	<b>13,674</b>	<b>25,738</b>	<b>13,674</b>	<b>25,738</b>
Other income	2,304	6,892	2,304	6,892
	15,978	32,630	15,978	32,630
Administrative and other expenses	(5,947)	(6,630)	(5,947)	(6,630)
<b>Operating profit</b>	<b>10,031</b>	<b>26,000</b>	<b>10,031</b>	<b>26,000</b>
Finance costs	(8,361)	(9,259)	(8,361)	(9,259)
<b>Profit before tax</b>	<b>1,670</b>	<b>16,741</b>	<b>1,670</b>	<b>16,741</b>
Income tax expense	(1,415)	(6,235)	(1,415)	(6,235)
<b>Profit for the financial period</b>	<b>255</b>	<b>10,506</b>	<b>255</b>	<b>10,506</b>
<b>Other comprehensive income, net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the financial period</b>	<b>255</b>	<b>10,506</b>	<b>255</b>	<b>10,506</b>
<b>(Loss)/Profit for the financial period / Total comprehensive (loss)/income attributable to:</b>				
Owners of the Company	(421)	10,030	(421)	10,030
Non-controlling interests	676	476	676	476
	255	10,506	255	10,506
<b>Earnings per share (sen)</b>				
- Basic	(0.3)	5.9	(0.3)	5.9
- Diluted	(0.3)	5.9	(0.3)	5.9

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the quarterly report.

**CREST BUILDER HOLDINGS BERHAD** 200201005719 (573382-P)  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2020**

	<b>As at 31-03-2020 RM'000</b>	<b>As at 31-12-2019 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	32,513	33,791
Investment properties	301,328	301,328
Golf club membership	54	54
Inventories - land held for development	75,575	18,302
Goodwill	33,608	33,608
Operating financial asset	284,877	290,608
Deferred tax assets	8,992	8,846
<b>Total non-current assets</b>	<b>736,947</b>	<b>686,537</b>
<b>Current assets</b>		
Inventories - property under development	268,746	279,876
Inventories - completed properties and others	23,193	22,998
Operating financial asset	8,727	8,727
Trade and other receivables	205,457	198,881
Contract assets	68,164	71,613
Current tax assets	5,045	4,934
Short term investments	33,083	61,687
Fixed deposits placed with licensed banks	64,548	57,087
Cash and bank balances	26,824	20,534
<b>Total current assets</b>	<b>703,787</b>	<b>726,337</b>
<b>TOTAL ASSETS</b>	<b>1,440,734</b>	<b>1,412,874</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	181,191	181,191
Treasury shares	(13,661)	(13,001)
Retained earnings	323,829	324,250
	491,359	492,440
Non-controlling interests	16,100	15,424
<b>TOTAL EQUITY</b>	<b>507,459</b>	<b>507,864</b>
<b>Non-current liabilities</b>		
Loans and borrowings	400,472	362,533
Deferred tax liabilities	28,333	27,572
Trade and other payables	10,553	10,553
<b>Total non-current liabilities</b>	<b>439,358</b>	<b>400,658</b>
<b>Current liabilities</b>		
Loans and borrowings	143,932	146,184
Current tax liabilities	482	409
Trade and other payables	327,550	342,583
Contract liabilities	21,953	15,176
<b>Total current liabilities</b>	<b>493,917</b>	<b>504,352</b>
<b>TOTAL LIABILITIES</b>	<b>933,275</b>	<b>905,010</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,440,734</b>	<b>1,412,874</b>
Net assets per share attributable to owners of the Company (RM)	3.03	3.02

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the quarterly report.

**CREST BUILDER HOLDINGS BERHAD** 200201005719 (573382-P)  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2020**

← **ATTRIBUTABLE TO OWNERS OF THE COMPANY** →

	<b>Share capital RM'000</b>	<b>Treasury shares RM'000</b>	<b>Retained earnings RM'000</b>	<b>Total RM'000</b>	<b>Non-controlling interests RM'000</b>	<b>Total equity RM'000</b>
At 1 January 2019	181,191	(6,478)	312,554	487,267	17,757	505,024
Total comprehensive income for the financial period	-	-	10,030	10,030	476	10,506
	<u>181,191</u>	<u>(6,478)</u>	<u>322,584</u>	<u>497,297</u>	<u>18,233</u>	<u>515,530</u>
Purchase of treasury shares	-	(2,744)	-	(2,744)	-	(2,744)
At 31 March 2019	<u>181,191</u>	<u>(9,222)</u>	<u>322,584</u>	<u>494,553</u>	<u>18,233</u>	<u>512,786</u>
At 1 January 2020	181,191	(13,001)	324,250	492,440	15,424	507,864
Total comprehensive (loss)/income for the financial period	-	-	(421)	(421)	676	255
	<u>181,191</u>	<u>(13,001)</u>	<u>323,829</u>	<u>492,019</u>	<u>16,100</u>	<u>508,119</u>
Purchase of treasury shares	-	(660)	-	(660)	-	(660)
At 31 March 2020	<u>181,191</u>	<u>(13,661)</u>	<u>323,829</u>	<u>491,359</u>	<u>16,100</u>	<u>507,459</u>

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 2019 and the accompanying explanatory notes attached to the quarterly report.

CREST BUILDER HOLDINGS BERHAD 200201005719 (573382-P)  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2020**

	<b>3 Months Ended 31-03-2020 RM'000</b>	<b>3 Months Ended 31-03-2019 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	1,670	16,741
Adjustments for:		
Amortisation of discount on Sukuk Murabahah	704	757
Depreciation of property, plant and equipment	1,244	1,208
Gain on disposal of property, plant and equipment	(33)	(39)
Interest expense	7,657	8,502
Interest income	(449)	(713)
Reversal of impairment losses on trade and other receivables	(800)	(5,600)
Operating profit before changes in working capital	<u>9,993</u>	<u>20,856</u>
Net change in assets	<u>(42,898)</u>	<u>41,574</u>
Net change in liabilities	<u>(8,256)</u>	<u>12,203</u>
	<u>(51,154)</u>	<u>53,777</u>
Cash (used in)/generated from operations	<u>(41,161)</u>	<u>74,633</u>
Income tax paid	(865)	(3,949)
Income tax refunded	27	65
Net cash (used in)/from operating activities	<u>(41,999)</u>	<u>70,749</u>
<b>Cash flows from investing activities</b>		
Interest received	53	68
Placement of short term investments	-	(46,300)
Proceeds from disposal of short term investments	29,000	8,784
Proceeds from disposal of property, plant and equipment	33	73
Purchase of property, plant and equipment	(2)	(793)
Fixed deposits pledged	(37)	-
Net (increase)/decrease in bank balances maintained in an escrow account	(488)	31
Net cash from/(used in) investing activities	<u>28,559</u>	<u>(38,137)</u>
<b>Cash flows from financing activities</b>		
Interest paid	(7,657)	(8,502)
Purchase of treasury shares	(660)	(2,744)
Drawdown/(Repayment) of term loans	36,596	(4,094)
Payment of lease liabilities	(1,200)	(413)
Drawdown of bankers' acceptances	2,624	8,539
Drawdown/(Repayment) of revolving credits	6,724	(10,243)
Net cash from/(used in) financing activities	<u>36,427</u>	<u>(17,457)</u>
Net increase in cash and cash equivalents	22,987	15,155
Cash and cash equivalents brought forward	47,262	89,072
Cash and cash equivalents carried forward	<u>70,249</u>	<u>104,227</u>
<b>Analysis of cash and cash equivalents</b>		
Cash and bank balances	26,824	29,562
Fixed deposits placed with licensed banks	64,548	84,073
	<u>91,372</u>	<u>113,635</u>
Less: Bank overdrafts	(17,319)	(5,594)
Fixed deposits pledged with licensed banks	(3,147)	(3,110)
Bank balances maintained in an escrow account	(657)	(704)
Cash and cash equivalents	<u>70,249</u>	<u>104,227</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 2019 and the accompanying explanatory notes attached to the quarterly report.

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**PART A: EXPLANATORY NOTES PURSUANT TO PARAGRAPH 16, MFRS  
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 Malaysian Financial Reporting Standards (“MFRS”) 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 financial statements for the financial year ended 31 December 2019.

The accounting policies and presentation adopted by the Group in this interim financial report are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2019, except for the adoption of the following amendments/improvements to MFRSs that are mandatory for the current financial year.

Amendments/Improvements to MFRSs

MFRS 3	Business Combinations
MFRS 7	Financial Instruments: Disclosures
MFRS 9	Financial Instruments
MFRS 101	Presentation of Financial Statements
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Error
MFRS 139	Financial Instruments: Recognition and Measurement

The adoption of the above amendments/improvements to MFRSs did not have significant effect on the financial position and performance of the Group.

**New MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective**

The Group has not adopted the following new MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective:

	<b>Effective for financial periods beginning on or after</b>
<u>New MFRS</u>	
MFRS 17 Insurance Contracts	1 January 2023

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**A1. BASIS OF PREPARATION (CONTINUED)**

**New MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective (Continued)**

The Group has not adopted the following new MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective (Continued):

		<b>Effective for financial periods beginning on or after</b>
<u>Amendments/Improvements to MFRSs</u>		
MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards	1 January 2022 <sup>^</sup> / 1 January 2023 <sup>#</sup>
MFRS 3	Business Combinations	1 January 2022/ 1 January 2023 <sup>#</sup>
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2023 <sup>#</sup>
MFRS 7	Financial Instruments: Disclosures	1 January 2023 <sup>#</sup>
MFRS 9	Financial Instruments	1 January 2022 <sup>^</sup> / 1 January 2023 <sup>#</sup>
MFRS 10	Consolidated Financial Statements	Deferred
MFRS 15	Revenue from Contracts with Customers	1 January 2023 <sup>#</sup>
MFRS 16	Leases	1 June 2020 <sup>*</sup> / 1 January 2022 <sup>^</sup>
MFRS 101	Presentation of Financial Statements	1 January 2022/ 1 January 2023 <sup>#</sup>
MFRS 107	Statements of Cash Flows	1 January 2023 <sup>#</sup>
MFRS 116	Property, Plant and Equipment	1 January 2022/ 1 January 2023 <sup>#</sup>
MFRS 119	Employee Benefits	1 January 2023 <sup>#</sup>
MFRS 128	Investments in Associates and Joint Ventures	Deferred/ 1 January 2023 <sup>#</sup>
MFRS 132	Financial Instruments: Presentation	1 January 2023 <sup>#</sup>
MFRS 136	Impairment of Assets	1 January 2023 <sup>#</sup>
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2022/ 1 January 2023 <sup>#</sup>
MFRS 138	Intangible Assets	1 January 2023 <sup>#</sup>
MFRS 140	Investment Property	1 January 2023 <sup>#</sup>
MFRS 141	Agriculture	1 January 2022 <sup>^</sup>

<sup>^</sup> The Annual Improvements to MFRS Standards 2018-2020

<sup>#</sup> Amendments as to the consequence of effective of MFRS 17 *Insurance Contracts*

<sup>\*</sup> Earlier application is permitted, including in financial statements not authorised for issue at 28 May 2020



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**A1. BASIS OF PREPARATION (CONTINUED)**

**New MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective (Continued)**

The Group plans to adopt the above applicable amendments/improvements to MFRSs when they become effective.

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

The auditors' report on the annual audited financial statements for the financial year ended 31 December 2019 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 March 2020, except for the COVID-19 impact that affecting the Group as documented in B3.

**A5. CHANGES IN ESTIMATES**

Except for reversal of impairment losses on trade and other receivables of RM800,000, there were no changes in estimates of amounts reported in prior financial year that have a material effect on the current quarter ended 31 March 2020.

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

During the current quarter, the Company repurchased a total of 773,000 ordinary shares from the open market for a total consideration of RM663,544 at an average cost of RM0.86 per share including transaction costs. The repurchase transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirement of Section 127 of the Companies Act 2016. As at 31 March 2020, the total number of treasury shares held is 8.37% of the total number of issued share capital of the Company.

Save as disclosed above, 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**

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 three (3) months period ended 31 March 2020

**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	47,080	11,151	2,431	1,199	-	61,861
- Inter-segment	8,760	-	2,092	-	(10,852)	-
Total revenue	55,840	11,151	4,523	1,199	(10,852)	61,861
<b>Results</b>						
- Segment results	1,819	9,269	2,713	(1,095)	(2,675)	10,031
Finance costs						(8,361)
Income tax expense						(1,415)
Profit for the financial period						255

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

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**A8. SEGMENTAL REPORTING (CONTINUED)**

(ii) For the three (3) months period ended 31 March 2019

**Segment Revenue and Segment Results**

Business segment	Construction RM'000	Concession arrangement RM'000	Investment holding RM'000	Property development RM'000	Eliminations RM'000	Consolidated RM'000
<b>Revenue</b>						
- External customer	101,864	11,386	2,201	48,368	-	163,819
- Inter-segment	11,361	-	2,022	-	(13,383)	-
Total revenue	113,225	11,386	4,223	48,368	(13,383)	163,819
<b>Results</b>						
- Segment results	4,865	9,174	2,595	12,950	(3,584)	26,000
Finance costs						(9,259)
Income tax expense						(6,235)
Profit for the financial period						10,506

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 audited financial statements for the financial year ended 31 December 2019.

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**A10. SUBSEQUENT MATERIAL EVENTS**

There were no material events subsequent to the reporting period up to 18 June 2020, 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 March 2020.

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

There were no changes in the composition of the Group for the current quarter ended 31 March 2020.

**A12. CAPITAL COMMITMENTS**

There were no capital commitments that have a material effect in the current quarter ended 31 March 2020.

**A13. SIGNIFICANT RELATED PARTY DISCLOSURES**

The Group has no significant related party transactions during the current quarter ended 31 March 2020, except for reversal of impairment losses on trade and other receivables of RM800,000 from a company in which certain directors of the Company have interest.

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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 first quarter under review, the Group's revenue decreased from RM163.8 million to RM61.9 million while the profit before tax decreased from RM16.7 million to RM1.7 million respectively as compared to the corresponding first quarter of the preceding year.

The construction division recorded revenue of RM47.1 million and profit before tax of RM0.7 million as compared to the corresponding first quarter of the preceding year of RM101.8 million and RM1.7 million respectively. The decrease in revenue and profit before tax were mainly due to lower progressive construction progress recognised from certain projects during the financial period under review. This is also due to the Movement Control Order ("MCO") implemented on 18 March 2020, which had a negative impact on the operations of the construction division.

The property development division's revenue and loss before tax amounted to RM1.2 million and RM1.0 million as compared to the corresponding first quarter of the preceding year of RM48.4 million and profit before tax of RM13.5 million respectively. The decrease in revenue and profit before tax were mainly due to completion of Batu Tiga Phase 2 (Residensi Hijauan) project in the first quarter of year 2019.

The concession arrangement division recorded revenue of RM11.2 million and profit before tax of RM2.2 million as compared to the corresponding first quarter of the preceding year of RM11.4 million and RM2.0 million respectively. The decrease in revenue was mainly due to lower finance income from concession contract recognised. The increase in profit before tax was mainly due to saving in finance costs with repayment of Sukuk Murabahah.

The investment division recorded revenue of RM2.4 million and loss before tax of RM0.2 million as compared to the corresponding first quarter of the preceding year of RM2.2 million and RM0.5 million respectively. The increase in revenue and the decrease in loss before tax were mainly attributable to the increase in the rental income collected from certain investment properties.

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

	<b>Current 1st Quarter RM'000</b>	<b>Preceding 4th Quarter RM'000</b>	<b>(Decrease)/Increase RM'000      %</b>	
Revenue	61,861	93,139	(31,278)	(34%)
Profit/(Loss) before tax	1,670	(3,078)	4,748	154%
Profit/(Loss) after tax	255	(1,699)	1,954	115%

For the current quarter under review, the Group recorded profit before tax and profit after tax of RM1.7 million and RM0.3 million respectively as compared to loss before tax and loss after tax of RM3.1 million and RM1.7 million respectively in the immediate preceding quarter.

The decrease in revenue as compared to the fourth quarter of the immediate preceding year was mainly due to lower progressive construction progress recognised from certain projects and operations affected by the MCO during the current quarter under review. The increase in profit before tax and profit after tax were mainly due to a one-off event from the mutual termination of Joint Development Agreement with Lembaga Getah Malaysia on 29 October 2019, resulting in a loss related to write off of inventory for property under development of approximately RM6.0 million recognised in the fourth quarter of year 2019.

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**B3. CURRENT YEAR PROSPECT**

The Group will continue to bid actively for construction projects in order to replenish the Group's order book. The current projects are all progressing within expectation.

We expect the concession arrangement division to contribute positively to the Group from the stable income and profits generated by UiTM Tapah.

For property development division, we will focus on selling the remaining unsold units. With our recent acquisition of a piece of freehold land located in Bukit Tinggi, Klang, this will make a positive contribution to the Group going forward.

On 11 March 2020, the World Health Organisation declared the outbreak of coronavirus (COVID-19) a pandemic. The Government of Malaysia issued an order for the restriction of movements pursuant to the Prevention and Control of Disease Act 1988 which takes effect from 18 March 2020 which is still in effect with relaxed conditions and is being reviewed from time to time. Currently, the Group is returning to operations whilst adjusting to the "new normal". Economic uncertainties have arisen which are likely to negatively impact the revenue generation of the Group in the near term. The Group will continue to focus on strengthening the Group's financial position and exercise cost optimization measures. The Group expected some hiccups in performance caused by COVID-19 in the short term. The Board is cautiously optimistic and that the Group remains confident of its prospects in the longer term.

**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 <u>31-03-2020</u> (RM'000)</b>	<b>Quarter Ended <u>31-03-2019</u> (RM'000)</b>	<b>Year Ended <u>31-03-2020</u> (RM'000)</b>	<b>Year Ended <u>31-03-2019</u> (RM'000)</b>
Current income tax				
- Current year	<b>800</b>	6,486	<b>800</b>	6,486
- Under provision in prior years	-	67	-	67
Deferred tax				
- Relating to origination and reversal of temporary differences	<b>615</b>	(318)	<b>615</b>	(318)
	<b>1,415</b>	6,235	<b>1,415</b>	6,235
Profit before tax	<b>1,670</b>	16,741	<b>1,670</b>	16,741
Tax at Malaysian statutory tax rate of 24%	<b>401</b>	4,018	<b>401</b>	4,018
Income not subject to tax	<b>(8)</b>	(9)	<b>(8)</b>	(9)
Expenses not deductible for tax purposes	<b>896</b>	623	<b>896</b>	623
Deferred tax not recognised on temporary differences	<b>126</b>	1,536	<b>126</b>	1,536
Under provision in prior years	-	67	-	67
	<b>1,415</b>	6,235	<b>1,415</b>	6,235

The Group's effective tax rate for the current quarter ended 31 March 2020 was higher than the statutory tax rate prevailing in Malaysia principally due to certain expenses not deductible for tax purposes 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 March 2020.



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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 March 2020.

**B8. CORPORATE PROPOSALS**

There were no corporate proposals previously announced but not completed as of 31 March 2020.

**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 31 March 2020 are as follows:

	RM'000	RM'000
Short term borrowings:		
Secured		
- Lease liabilities	4,527	
- Term loans	5,073	
- Sukuk Murabahah	22,391	
- Bank overdrafts	17,319	
- Bankers' acceptances	25,214	
- Revolving credits	69,408	
	143,932	
Long term borrowings:		
Secured		
- Lease liabilities	4,990	
- Term loans	38,500	
- Sukuk Murabahah	356,982	
	400,472	
<b>Total</b>		544,404

**B10. MATERIAL LITIGATION**

Same as previously disclosed in the audited financial statements for the financial year ended 31 December 2019, there were no changes in material litigation, including the status of pending material litigation since the previous quarter to 18 June 2020, 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. DIVIDEND**

No dividend was proposed or paid in respect of the first quarter ended 31 March 2020.

**B12. EARNINGS PER SHARE**

**a. Basic earnings per share**

The basic earnings per share has been calculated based on the Group's (loss)/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 31 March 2020.

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>31-03-2020</b>	<b>31-03-2019</b>	<b>31-03-2020</b>	<b>31-03-2019</b>
(Loss)/Profit after tax attributable to owners of the Company (RM'000)	<b>(421)</b>	10,030	<b>(421)</b>	10,030
Weighted average number of ordinary shares in issue ('000)	<b>162,628</b>	169,435	<b>162,628</b>	169,435
Basic earnings per share (sen)	<b>(0.3)</b>	5.9	<b>(0.3)</b>	5.9

**b. Diluted earnings per share**

The Group has no dilutive potential ordinary shares. At such, there is no dilutive effect on the earnings per share of the Group.

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**B13. PROFIT FOR THE FINANCIAL PERIOD**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	<u>31-03-2020</u> (RM'000)	<u>31-03-2019</u> (RM'000)	<u>31-03-2020</u> (RM'000)	<u>31-03-2019</u> (RM'000)
<b>Profit for the financial period is arrived at after charging:</b>				
Amortisation of discount on Sukuk Murabahah	704	757	704	757
Depreciation of property, plant and equipment	1,244	1,208	1,244	1,208
Interest expense	7,657	8,502	7,657	8,502
<b>and after crediting:</b>				
Gain on disposal of property, plant and equipment	33	39	33	39
Interest income	449	713	449	713
Reversal of impairment losses on trade and other receivables	800	5,600	800	5,600

**B14. 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 24 June 2020.

By Order of the Board

Company Secretary  
Heng Chiang Pooh FCIS (MAICSA 7009923)  
Date: 24 June 2020