

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31.7.2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31.7.2016 RM'000	CURRENT YEAR TO-DATE 31.7.2017 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31.7.2016 RM'000
Revenue	86,938	49,219	134,789	97,511
Cost of sales	(54,626)	(34,226)	(89,797)	(66,396)
Gross profit	32,312	14,993	44,992	31,115
Other income	2,588	44,147	5,771	47,382
Administration expenses	(7,677)	(7,154)	(14,674)	(14,305)
Finance costs	(2,349)	(2,017)	(4,587)	(3,949)
Profit before tax	24,874	49,969	31,502	60,243
Tax expenses	(6,532)	(4,900)	(7,713)	(7,200)
Profit for the period	18,342	45,069	23,789	53,043
Other comprehensive income, net of tax				
Net movement on cash flow hedges	(1,364)	1,548	(2,814)	(2,906)
Tax relating to cash flow hedges	327	(372)	675	697
Total other comprehensive income for the period, net of tax	(1,037)	1,176	(2,139)	(2,209)
Total comprehensive income for the period	17,305	46,245	21,650	50,834
Profit attributable to:				
Owners of the Company	17,957	44,405	22,319	50,864
Non-controlling interests	385	664	1,470	2,179
	18,342	45,069	23,789	53,043
Total comprehensive income attributable to:				
Owners of the Company	16,919	45,594	20,175	48,672
Non-controlling interests	386	651	1,475	2,162
	17,305	46,245	21,650	50,834
Earnings per share attributable to owners of the Company:				
Basic (sen)	6.43	15.89	7.99	18.20

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the financial year ended 31 January 2017 and the accompanying explanatory notes attached to the interim financial statements.

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 31.7.2017 RM'000	AS AT 31.1.2017 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	176,909	167,587
Land use rights	5,827	5,986
Biological assets	1,117	1,149
Investment properties	286,696	286,696
Other investment	19,924	19,730
Land held for property development	580,442	569,209
Deferred tax assets	24,485	22,162
Derivative financial assets	19,419	22,433
	<u>1,114,819</u>	<u>1,094,952</u>
Current assets		
Property development costs	103,299	92,579
Inventories	69,924	78,473
Trade and other receivables	75,826	81,498
Other current assets	17,947	20,252
Tax recoverable	2,238	1,879
Cash and bank balances	63,201	58,561
	<u>332,435</u>	<u>333,242</u>
TOTAL ASSETS	<u>1,447,254</u>	<u>1,428,194</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	280,462	280,462
Share premium	19,110	19,110
Treasury shares	(3,115)	(3,115)
Other reserves	83,623	85,767
Retained earnings	542,333	528,340
	<u>922,413</u>	<u>910,564</u>
Non-controlling interests	<u>43,924</u>	<u>44,389</u>
Total equity	<u>966,337</u>	<u>954,953</u>
Non-current liabilities		
Loans and borrowings	297,370	282,408
Deferred tax liabilities	17,201	17,563
Derivative financial liabilities	1,940	2,140
	<u>316,511</u>	<u>302,111</u>
Current liabilities		
Trade and other payables	106,619	119,617
Due to customers on contracts	54	55
Loans and borrowings	41,933	47,548
Tax payable	7,417	3,910
Dividend payable	8,383	-
	<u>164,406</u>	<u>171,130</u>
Total liabilities	<u>480,917</u>	<u>473,241</u>
TOTAL EQUITY AND LIABILITIES	<u>1,447,254</u>	<u>1,428,194</u>
Net assets per share (RM)	<u>3.30</u>	<u>3.26</u>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the financial year ended 31 January 2017 and the accompanying explanatory notes attached to the interim financial statements.

CRESCENDO CORPORATION BERHAD

(Company No. : 359750-D)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to owners of the Company →							Non-Controlling Interests RM'000
	← Non-distributable →			← Distributable →				
	Total Equity RM'000	Total RM'000	Share Capital RM'000	Share Premium RM'000	Other Reserves RM'000	Retained Earnings RM'000	Treasury Shares RM'000	
6 months ended 31 July 2017								
Balance as at 1 February 2017	954,953	910,564	280,462	19,110	85,767	528,340	(3,115)	44,389
Total comprehensive income	21,650	20,175	-	-	(2,144)	22,319	-	1,475
Transactions with owners								
Acquisition of interest in a subsidiary	(1,883)	57	-	-	-	57	-	(1,940)
Dividends	(8,383)	(8,383)	-	-	-	(8,383)	-	-
Total transactions with owners	(10,266)	(8,326)	-	-	-	(8,326)	-	(1,940)
Balance as at 31 July 2017	966,337	922,413	280,462	19,110	83,623	542,333	(3,115)	43,924
6 months ended 31 July 2016								
Balance as at 1 February 2016	885,544	850,455	280,462	19,110	82,316	471,661	(3,094)	35,089
Total comprehensive income	50,834	48,672	-	-	(2,192)	50,864	-	2,162
Transactions with owners								
Purchase of treasury shares	(6)	(6)	-	-	-	-	(6)	-
Issuance of shares to non-controlling interests	(900)	-	-	-	-	-	-	(900)
Dividends	(8,383)	(8,383)	-	-	-	(8,383)	-	-
Total transactions with owners	(9,289)	(8,389)	-	-	-	(8,383)	(6)	(900)
Balance as at 31 July 2016	927,089	890,738	280,462	19,110	80,124	514,142	(3,100)	36,351

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the financial year ended 31 January 2017 and the accompanying explanatory notes attached to the interim financial statements.

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	6 MONTHS ENDED	
	31.7.2017	31.7.2016
	RM'000	RM'000
Cash flows from operating activities		
Cash receipts from customers	142,715	112,268
Cash paid to suppliers and employees	(115,225)	(106,544)
Cash generated from operations	<u>27,490</u>	<u>5,724</u>
Deposit interest received	858	603
Interest paid	(8,318)	(6,499)
Tax paid	(6,574)	(4,788)
Net cash from/(used in) operating activities	<u>13,456</u>	<u>(4,960)</u>
Cash flows from investing activities		
Acquisition of biological assets, land use rights and property, plant and equipment	(16,140)	(3,634)
Acquisition of investment properties	-	(127)
Acquisition of additional shares in a subsidiary	(1,883)	-
Acquisition of other investment	(574)	(8,954)
Capital realisation from investment	380	1,440
(Pledge)/Withdrawal of time deposits	(4)	645
Proceeds from disposal of plant and equipment	52	1
Net cash used in investing activities	<u>(18,169)</u>	<u>(10,629)</u>
Cash flows from financing activities		
Acquisition of treasury shares	-	(6)
Proceeds from loans and borrowings	29,861	33,851
Repayment of loans and borrowings	(14,767)	(23,398)
Dividend paid to non-controlling interest	-	(900)
Net cash from financing activities	<u>15,094</u>	<u>9,547</u>
Net increase/(decrease) in cash and cash equivalents	10,381	(6,042)
Cash and cash equivalents at the beginning of the financial year	41,190	47,132
Cash and cash equivalents at the end of the financial year	<u>51,571</u>	<u>41,090</u>
Cash and cash equivalents at the end of the financial year		
Deposits with licensed banks	16,451	6,343
Cash and bank balances	46,750	48,995
Bank overdrafts	(7,036)	(9,662)
	<u>56,165</u>	<u>45,676</u>
Time deposits pledged	(4,594)	(4,586)
	<u>51,571</u>	<u>41,090</u>

The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Statements for the financial year ended 31 January 2017 and the accompanying explanatory notes attached to the interim financial statements.

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

PART A - EXPLANATORY NOTES PURSUANT TO FRS 134

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard ("FRS") 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 January 2017. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 January 2017.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those of the annual financial statements for the year ended 31 January 2017 except for the adoption of the following new and amended FRSs and Issues Committee ("IC") Interpretations relevant to the current operations of the Group with effect from 1 February 2017.

Amendments to FRS 107	Disclosure Initiative
Amendments to FRS 112	Recognition of Deferred Tax Assets for Unrealised Losses
Annual Improvements to FRSs 2014-2016 Cycle :	
Amendments to FRS 12	Disclosure of Interests in Other Entities

The adoption of the above did not have any significant effects on the interim financial report upon their initial application.

The Group has not elected for early adoption of the following new and amended FRSs and IC Interpretations relevant to the current operations of the Group, which were issued but not yet effective for the financial year ending 31 January 2018:

	Effective for financial periods beginning on or after	
Annual Improvements to FRSs 2014-2016 Cycle :		
(i) Amendments to FRS 1	First-time Adoption of Financial Reporting Standards	1 Jan 2018
(ii) Amendments to FRS 128	Investments in Associates and Joint Ventures	1 Jan 2018
Amendments to FRS 2	Classification and Measurement of Share-based Payment Transactions	1 Jan 2018
FRS 9	Financial Instruments	1 Jan 2018
Amendments to FRS 140	Transfers of Investment Property	1 Jan 2018
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration	1 Jan 2018
IC Interpretation 23	Uncertainty over Income Tax Treatments	1 Jan 2019
Amendments to FRS 10 and FRS128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

These new and amended FRSs are not expected to have any significant impact on the financial statements of the Group and the Company upon their initial application other than:

Malaysia Financial Reporting Standards (MFRS framework)

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141, Agriculture and/or IC Interpretation 15 Agreements for the Construction of Real Estate, including its parent, significant investor and joint venture (herein called "Transitioning Entities"). Generally, Transitioning Entities are entities involved in the real estate and agriculture industries that had been given the option to continue applying the FRS Framework.

On 8 September 2015, MASB confirmed that the effective date of MFRS 15 will be deferred to annual periods beginning on or after 1 January 2018. As a result, the effective date for Transitioning Entities to apply the MFRS framework will also be deferred to annual periods beginning on or after 1 January 2018.

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

The core principle of MFRS 15 is that an entity recognises revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. For the real estate industry, MFRS 15 is expected to enable property developers to recognise revenue progressively. MFRS 15 includes new disclosures (quantitative and/or qualitative information) to help investors better understand the nature, amount, timing and uncertainty of revenue and cash flows from contracts with customers. The new comprehensive disclosures are in response to investors' comments that companies present revenue in isolation which make it difficult for them to relate to the entity's financial position.

The Group expect to present their first set of MFRS financial statements from the financial year ending 31 January 2019. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

A2 Audit qualification

The auditor's report of the preceding annual financial statements of the Group did not contain any qualification.

A3 Seasonal or cyclical factors

There were no significant seasonal factors affecting the operations of the Group. However, the economic cyclical factors will have an impact on property development and construction sector.

A4 Unusual items

There were no unusual items that have material effects on the assets, liabilities, equity, net income or cash flows for the current financial year-to-date.

A5 Material changes in estimates

There were no changes in estimates that have had a material effect in the current quarter results.

A6 Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the six months ended 31 July 2017.

A7 Dividends paid

There was no dividend paid during the six months ended 31 July 2017.

A8 Segmental information

	Revenue		Results	
	6 months ended		6 months ended	
Major segments by activity:-	31.7.2017	31.7.2016	31.7.2017	31.7.2016
	RM'000	RM'000	RM'000	RM'000
Property development and construction	102,639	66,778	31,177	20,402
Manufacturing and trading	27,235	29,756	3,229	2,997
Property investment	861	587	368	41,807
Education, management services and others	14,747	8,154	8,065	5,152
	<u>145,482</u>	<u>105,275</u>	<u>42,839</u>	<u>70,358</u>
Inter-segment eliminations	<u>(10,693)</u>	<u>(7,764)</u>	<u>(5,297)</u>	<u>(4,636)</u>
	<u>134,789</u>	<u>97,511</u>	<u>37,542</u>	<u>65,722</u>
Unallocated expenses			(1,453)	(1,530)
Finance costs			(4,587)	(3,949)
			<u>31,502</u>	<u>60,243</u>

CRESCENDO CORPORATION BERHAD

(Company No. : 359750-D)

A9 Valuation of non-current assets

The valuations of property, plant and equipment, and investment properties stated in the previous annual financial statements have been brought forward without amendment.

A10 Material subsequent events

As at 22 September 2017, there were no subsequent material events that have not been reflected in the financial statements for the current financial period.

A11 Changes in the composition of the Group

There were no changes in the composition of the Group for the current year including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring or discontinuing of operations except for Unibase Construction Sdn. Bhd. ("UCSB"), a wholly-owned subsidiary of the Company and Unibase Concrete Industries Sdn. Bhd. ("UCISB"), a 60% owned subsidiary of UCSB, had on 1 March 2017 acquired from Dato' Tan Sui Hou 7,500 and 1,500 ordinary shares fully paid in Unibase Resources Sdn. Bhd. ("URSB"), previously a 79.12% owned subsidiary of UCSB, at the price of RM251 per share for a total cash consideration of RM1,882,500 and RM376,500 respectively. As a result of the acquisition, UCSB and UCISB own 87.36% and 1.65% equity interest in URSB respectively.

A12 Contingent liabilities

The contingent liabilities of the Group as at 22 September 2017 which comprise Bankers' guarantees issued by financial institutions in favour of third parties are as follows:-

	RM'000
Secured	33,192
Unsecured	-
	<u>33,192</u>

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

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

B1 Financial review for current quarter and financial year to date

	Individual Quarter			Cumulative Quarter		
	Current Year Quarter 31.7.2017 RM'000	Preceding Year Corresponding Quarter 31.7.2016 RM'000	Changes %	Current Year To-date 31.7.2017 RM'000	Preceding Year Corresponding Period 31.7.2016 RM'000	Changes %
Revenue	86,938	49,219	77%	134,789	97,511	38%
Earnings before interest, tax, depreciation and amortisation	28,473	52,867	-46%	38,545	65,957	-42%
Profit before interest and tax	27,223	51,986	-48%	36,089	64,192	-44%
Profit before tax	24,874	49,969	-50%	31,502	60,243	-48%
Profit after tax	18,342	45,069	-59%	23,789	53,043	-55%
Profit attributable to owners of the Company	17,957	44,405	-60%	22,319	50,864	-56%

The Group's revenue for the current quarter ended 31 July 2017 and the first half of financial year ending 31 January 2018 increased 77% and 38% respectively as compared to the corresponding periods in last year mainly contributed by higher properties sales.

By excluding the gain from fair value adjustment of investment properties amounting RM41.4 million recognised in the second quarter of last financial year, the Group's profit before tax ("PBT") for the current quarter and the first half of financial year 2018 increased 189% and 67% respectively as compared to RM8.6 million and RM18.9 million respectively for the corresponding periods in last year mainly contributed by higher properties sales compounded by change of sales mix with higher proportion of industrial properties sales which have a higher margin.

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

	Revenue			
	Quarter ended		Year-to-date ended	
	31.7.2017 RM'000	31.7.2016 RM'000	31.7.2017 RM'000	31.7.2016 RM'000
Property development and construction	70,417	36,948	102,639	66,778
Manufacturing and trading	13,568	12,035	27,235	29,756
Property investment	441	355	861	587
Education, management services and others	8,405	4,287	14,747	8,154
	92,831	53,625	145,482	105,275

	Operating profit			
	Quarter ended		Year-to-date ended	
	31.7.2017 RM'000	31.7.2016 RM'000	31.7.2017 RM'000	31.7.2016 RM'000
Property development and construction	24,386	9,983	31,177	20,402
Manufacturing and trading	1,221	995	3,229	2,997
Property investment	160	41,452	368	41,807
Education, management services and others	4,935	2,810	8,065	5,152
	30,702	55,240	42,839	70,358

Property development and construction operation

For the current quarter and the first half of financial year 2018, the revenue increased 91% and 54% respectively mainly contributed by higher properties sales.

For the current quarter and the first half of financial year 2018, the operating profit increased 144% and 53% respectively mainly contributed by higher properties sales compounded by change of sales mix with higher proportion of industrial properties sales which have a higher margin.

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

Manufacturing and trading operation

For the first half of financial year 2018, the decrease in revenue was mainly due to slower local market demand in concrete products. However, the operating profit remains unchanged due to better demand for export pre-cast products which have a better margin.

Property investment operation

For the current quarter and the first half of financial year 2018, the decreases in operating profit were mainly due to net gain from fair value adjustment of investment properties amounting to RM41.4 million recognised in the second quarter of last financial year.

Education, management services and others

For the current quarter and the first half of financial year 2018, the increases in revenue and operating profit were mainly contributed by higher management fees which are charged according to the sales turnover of property development and construction segment.

The increases in revenue were also partly contributed by school fees from the international school which had just commenced its operation in the current financial year.

B2 Financial review for current quarter compared with immediate preceding quarter

	Current Quarter 31.7.2017 RM'000	Immediate Preceding Quarter 30.4.2017 RM'000	Changes %
Revenue	86,938	47,851	82%
Earnings before interest, tax, depreciation and amortisation	28,473	10,072	183%
Profit before interest and tax	27,223	8,866	207%
Profit before tax	24,874	6,628	275%
Profit after tax	18,342	5,447	237%
Profit attributable to owners of the Company	17,957	4,362	312%

For the current quarter, the Group's revenue and PBT increased 82% and 275% respectively as compared to the preceding quarter mainly due to higher properties sales. The increase in PBT also contributed by improvement in profit margin in property development compounded by change of sales mix with higher proportion of industrial properties which have a better margin.

B3 Group's Prospect

The Group's major business operation is the property development and construction division. Even though the property development environment for financial year 2018 is expected to remain challenging industry-wide, the demand for landed properties in strategic growth areas with good accessibility and connectivity is expected to remain resilient.

	6 months ended 31.7.2017				
	New launches		Units sold ¹	Sales value ¹ RM'mil	Unbilled sales ² RM'mil
	Units	GDV RM'mil			
Industrial	14	19.1	37	83.0	69.8
Commercial	-	-	13	14.5	12.3
Residential	455	68.3	96	27.5	66.7
	469	87.4	146	125.0	148.8

¹ Includes sales of units from prior years launches

² Unbilled sales from total committed sales up to 22 September 2017

During the six months ended 31 July 2017, the Group has launched 14 units terrace factories at Taman Perindustrian Cemerlang and 455 units of affordable housing at Bandar Cemerlang and Taman Dato' Chellam.

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

As at 31 July 2017, the Group's land bank is as follows:

<u>Location</u>	<u>Type of development</u>	<u>Acres</u>
Bandar Cemerlang		
- Tebrau, Johor Bahru	Mixed development	828
- Kota Tinggi	Mixed development	526
Taman Perindustrian Cemerlang	Industrial	93
Taman Desa Cemerlang	Residential & commercial	70
Taman Dato' Chellam	Residential & commercial	12
Nusa Cemerlang Industrial Park	Industrial	204
Tanjung Senibong	Residential & commercial	222
Ambok	Resort / Mixed development	794
Others	Residential	5
		2,754

The Group will continue to leverage on its strategic land bank to develop properties that meet current market needs. In the second half of FY2018, the Group plans to launch 24 units of cluster factories at Taman Perindustrian Cemerlang, 268 units of mid market landed residential properties at Bandar Cemerlang, 54 units of shop offices at Bandar Cemerlang and Taman Desa Cemerlang as well as 426 units of affordable housing at Bandar Cemerlang and Tanjung Senibong. However, the Group remains cautious in its launches to avoid holding high level of stock.

With the unbilled sales of RM148.8 million as at 22 September 2017 for the property development operation, the Board expects the performance of the Group to remain satisfactory for the financial year ending 31 January 2018.

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

This is not applicable.

B5 Tax

	Current Quarter Ended 31.7.2017 RM'000	Financial Year-to-date Ended 31.7.2017 RM'000
Current tax		
Current year	6,524	9,723
Deferred tax:		
Relating to origination and reversal of temporary difference	27	(1,991)
Prior years over provision	(19)	(19)
	6,532	7,713

The effective income tax rates for the current quarter and financial year-to-date were higher than the statutory tax rate mainly due to certain expenses which are not deductible for tax purposes.

B6 Status of corporate proposals

There were no corporate proposals announced but not completed as at 22 September 2017.

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

B7 Group borrowings and debt securities

(a) The Group loans and borrowings as at 31 July 2017 and 31 July 2016 were as follows:

	As at 31 July 2017		
	Long term RM'000	Short term RM'000	Total RM'000
Secured:			
Bank overdrafts	-	7,036	7,036
Revolving credit	-	10,500	10,500
Term Loans	297,370	24,397	321,768
	<u>297,370</u>	<u>41,933</u>	<u>339,304</u>

	As at 31 July 2016		
	Long term RM'000	Short term RM'000	Total RM'000
Secured:			
Bank overdrafts	-	9,662	9,662
Revolving credit	-	15,300	15,300
Trade facilities	-	1,332	1,332
Term Loans	209,987	23,651	233,638
	<u>209,987</u>	<u>49,945</u>	<u>259,932</u>

(b) The increase in loans and borrowings is mainly to finance project expenditure and construction of international school.

(c) As at 31 July 2017, the weighted average interest rate of loan and borrowings were ranging from 4.9% to 7.6% (31.7.2016: 4.6% to 7.9%) and after taking into account the effect of an interest rate swap, approximately 40% (31.7.2016: 57%) of the loans and borrowings are at fixed rate of interest.

(d) Included in term loans is a term loan of RM47,800,000 (31.7.2016: RM50,000,000) denominated in USD. The Group had a cross currency interest rate swap ("CCIRS") agreement in place with a notional principal of USD15,325,671 (31.7.2016: USD15,964,240) that entitles the Group to receive interest at a floating rate of one month USD LIBOR plus 2% per annum on the USD notional amount and obliges the Group to pay interest at a fixed rate of 4.95% per annum on the RM notional amount of RM47,800,000 (31.7.2016: RM50,000,000) [calculated at USD/RM 3.132]. The CCIRS effectively converts the USD liability into RM liability.

(e) The interest capitalised in the land held for property development and property development costs for the current financial period ended 31 July 2017 is RM3.84 million.

B8 Material litigation

As at 22 September 2017, there is no material litigation against the Group.

B9 Dividend

(a) The Board is pleased to declare an interim dividend for the financial year ending 31 January 2018 as follows:-

- (i) amount per share : 3 sen single tier;
- (ii) previous corresponding period : 2 sen single tier;
- (iii) date of payment is 21 November 2017; and
- (iv) in respect of deposited securities, entitlement to dividends will be determined on the basis of the record of depositors as at 31 October 2017.

(b) Total dividend for the current financial year : 3 sen single tier per share.

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

B10 Earnings per share ("EPS")

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	Current Quarter Ended 31.7.2017	Financial Year-to-date Ended 31.7.2017
Profit net of tax attributable to owners of the Company (RM'000)	17,957	22,319
Weighted average number of ordinary shares in issue ('000)	279,419	279,419
Basic earnings per share (Sen)	6.43	7.99

B11 Notes to the statement of comprehensive income

	Current Quarter Ended 31.7.2017 RM'000	Financial Year-to-date Ended 31.7.2017 RM'000
(a) Interest income	372	784
(b) Other income including investment income	2,269	4,608
(c) Interest expenses	(2,349)	(4,587)
(d) Depreciation and amortisation	(1,250)	(2,456)
(e) Provision for and (write off) / write back of receivables	-	464
(f) Provision for and write off of inventories	-	-
(g) Gain or loss on disposal of quoted or unquoted investments or properties	-	-
(h) Impairment of assets	-	-
(i) Foreign exchange gain or (loss)	(53)	(85)
(j) Gain or (loss) on derivatives	(1,364)	(2,814)
(k) Exceptional items	-	-

B12 Gains / Losses arising from fair value changes of financial liabilities

The Group has no financial liabilities measured at fair value through profit or loss for the current quarter and current year-to-date.

B13 Realised and unrealised retained earnings

The breakdown of the retained earnings of the Group into realised and unrealised profits is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

	As at 31.7.2017 RM'000	As at 31.1.2017 RM'000
Total retained earnings of the Company and its subsidiaries		
Realised	572,964	547,796
Unrealised	136,001	135,454
	708,965	683,250
Less: Consolidated adjustments	(166,632)	(154,910)
Total Group retained earnings	542,333	528,340