

**CRESCEDO CORPORATION BERHAD**

199501030544 (359750-D)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31.10.2025	PRECEDING YEAR CORRESPONDING QUARTER 31.10.2024	CURRENT YEAR TO-DATE 31.10.2025	PRECEDING YEAR CORRESPONDING PERIOD 31.10.2024
	RM'000	RM'000	RM'000	RM'000
Revenue	217,446	231,241	362,764	1,079,975
Cost of sales	(113,956)	(88,971)	(230,641)	(361,874)
<b>Gross profit</b>	<b>103,490</b>	<b>142,270</b>	<b>132,123</b>	<b>718,101</b>
Other income	4,163	8,931	50,324	23,795
Administration expenses	(12,116)	(14,855)	(40,604)	(38,368)
Finance costs	(1,755)	(1,480)	(5,016)	(6,339)
<b>Profit before tax</b>	<b>93,782</b>	<b>134,866</b>	<b>136,827</b>	<b>697,189</b>
Tax expenses	(22,801)	(34,130)	(33,763)	(170,936)
<b>Profit for the period</b>	<b>70,981</b>	<b>100,736</b>	<b>103,064</b>	<b>526,253</b>
 <b>Other comprehensive income, net of tax</b>				
Net movement on cash flow hedges	-	-	-	4
Tax relating to cash flow hedges	-	-	-	(1)
<b>Total other comprehensive income for the period, net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3</b>
 <b>Total comprehensive income for the period</b>	<b>70,981</b>	<b>100,736</b>	<b>103,064</b>	<b>526,256</b>
 <b>Profit attributable to:</b>				
Owners of the Company	70,281	101,287	93,702	523,723
Non-controlling interests	700	(551)	9,362	2,530
	<b>70,981</b>	<b>100,736</b>	<b>103,064</b>	<b>526,253</b>
 <b>Total comprehensive income attributable to:</b>				
Owners of the Company	70,281	101,287	93,702	523,726
Non-controlling interests	700	(551)	9,362	2,530
	<b>70,981</b>	<b>100,736</b>	<b>103,064</b>	<b>526,256</b>
 <b>Earnings per share attributable to owners of the Company:</b>				
- Basic (sen)	8.35	12.08	11.14	62.45 *
- Diluted (sen)	8.29	N/A	11.08	N/A

\* Adjusted for subdivision of every 1 ordinary share into 3 ordinary shares ("Share Split") completed in September 2024.

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 2025 and the accompanying explanatory notes attached to the interim financial statements.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	AS AT 31.10.2025 RM'000	AS AT 31.1.2025 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	157,100	177,294
Right-of-use assets	3,208	3,446
Bearer plants	3,427	3,728
Investment properties	322,817	291,977
Inventories	931,576	845,122
Deferred tax assets	60,769	52,215
	<u>1,478,897</u>	<u>1,373,782</u>
<b>Current assets</b>		
Inventories	219,213	252,134
Receivables	208,996	206,213
Contract assets	12,274	7,491
Prepaid operating expenditure	10,782	9,578
Tax recoverable	513	1,179
Short term funds	9,867	8,007
Cash and bank balances	74,992	166,356
	<u>536,637</u>	<u>650,958</u>
<b>TOTAL ASSETS</b>	<u>2,015,534</u>	<u>2,024,740</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	305,641	302,744
Treasury shares	(5,018)	(5,018)
Other reserves	2,470	1,103
Retained earnings	1,161,235	1,109,615
	<u>1,464,328</u>	<u>1,408,444</u>
<b>Non-controlling interests</b>	<u>53,568</u>	<u>51,531</u>
<b>Total equity</b>	<u>1,517,896</u>	<u>1,459,975</u>
<b>Non-current liabilities</b>		
Loans and borrowings	124,000	165,715
Deferred tax liabilities	31,970	32,127
	<u>155,970</u>	<u>197,842</u>
<b>Current liabilities</b>		
Payables	244,982	204,570
Contract liabilities	14,583	21,145
Loans and borrowings	50,937	28,747
Tax payable	22,745	112,461
Dividend payable	8,421	-
	<u>341,668</u>	<u>366,923</u>
<b>Total liabilities</b>	<u>497,638</u>	<u>564,765</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>2,015,534</u>	<u>2,024,740</u>
Net assets per share (RM)	<u>1.74</u>	<u>1.68</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 2025 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Attributable to owners of the Company						Non-Controlling Interests
				Non-distributable	Distributable		
	Total Equity RM'000	Total RM'000	Share Capital RM'000	Other Reserves RM'000	Retained Earnings RM'000	Treasury Shares RM'000	Non-Controlling Interests RM'000
<b><u>9 months ended 31 October 2025</u></b>							
<b>Balance as at 1 February 2025</b>	1,459,975	1,408,444	302,744	1,103	1,109,615	(5,018)	51,531
<b>Total comprehensive income</b>	103,064	93,702	-	-	93,702	-	9,362
<b>Transactions with owners</b>							
Issue of shares pursuant to exercise of ESOS	2,602	2,602	2,897	(295)	-	-	-
ESOS share options expenses	1,662	1,662	-	1,662	-	-	-
Redemption of Preference shares in a subsidiary	(4,500)	-	-	-	-	-	(4,500)
Preference shares dividend paid to non-controlling interest	(2,825)	-	-	-	-	-	(2,825)
Dividends	(42,082)	(42,082)	-	-	(42,082)	-	-
Total transactions with owners	(45,143)	(37,818)	2,897	1,367	(42,082)	-	(7,325)
<b>Balance as at 31 October 2025</b>	1,517,896	1,464,328	305,641	2,470	1,161,235	(5,018)	53,568
<b><u>9 months ended 31 October 2024</u></b>							
<b>Balance as at 1 February 2024</b>	1,033,405	980,158	299,572	(3)	683,704	(3,115)	53,247
<b>Total comprehensive income</b>	526,256	523,726	-	3	523,723	-	2,530
<b>Transactions with owners</b>							
Issuance of ordinary shares in subsidiaries	220	-	-	-	-	-	220
Preference shares dividend paid to non-controlling interest	(1,735)	-	-	-	-	-	(1,735)
Resale of treasury shares	515	515	-	-	201	314	-
Dividends	(100,610)	(100,610)	-	-	(100,610)	-	-
Total transactions with owners	(101,610)	(100,095)	-	-	(100,409)	314	(1,515)
<b>Balance as at 31 October 2024</b>	1,458,051	1,403,789	299,572	-	1,107,018	(2,801)	54,262

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 2025 and the accompanying explanatory notes attached to the interim financial statements.

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 MONTHS ENDED	
	31.10.2025 RM'000	31.10.2024 RM'000
<b>Cash flows from operating activities</b>		
Cash received from customers	407,055	986,795
Cash paid to suppliers and employees	(327,249)	(441,255)
Cash generated from operations	<u>79,806</u>	<u>545,540</u>
Deposit interest received	5,644	6,841
Interest paid	(7,249)	(8,192)
Tax paid	(131,524)	(18,106)
Net cash (used in)/from operating activities	<u>(53,323)</u>	<u>526,083</u>
<b>Cash flows from investing activities</b>		
Acquisition of bearer plants, right-of-use assets, investment properties and property, plant and equipment	(35,540)	(48,263)
Net (increase)/decrease in pledged bank balances	(36)	1,588
Net investment in short term funds	(1,356)	(50,857)
Proceeds from disposal of Investment properties, and property, plant and equipment	56,762	9,826
Net cash from/(used in) investing activities	<u>19,830</u>	<u>(87,706)</u>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of shares	2,602	-
(Payment for redemption of preference shares)/Proceeds from issuance of shares to non-controlling interests	(4,500)	220
Resale of treasury shares	-	515
Proceeds from loans and borrowings	1,000	-
Repayment of loans and borrowings	(22,257)	(210,529)
Dividend paid	(33,660)	(50,295)
Dividends paid to non-controlling interests	(2,825)	(1,735)
Net cash used in financing activities	<u>(59,640)</u>	<u>(261,824)</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(93,133)</b>	<b>176,553</b>
<b>Cash and cash equivalents at the beginning of the financial period</b>	<b>157,333</b>	<b>44,844</b>
<b>Cash and cash equivalents at the end of the financial period</b>	<b><u>64,200</u></b>	<b><u>221,397</u></b>
<b>Cash and cash equivalents at the end of the financial period</b>		
Deposits with licensed banks and other financial institution	14,455	175,463
Cash and bank balances	60,537	53,693
Bank overdrafts	(8,937)	(5,242)
	<u>66,055</u>	<u>223,914</u>
Less: Pledged bank balances	(1,855)	(2,517)
	<u>64,200</u>	<u>221,397</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 2025 and the accompanying explanatory notes attached to the interim financial statements.

**PART A - EXPLANATORY NOTES**

**A1 Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") 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 2025. 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 2025.

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 2025 except for the adoption of the following amended MFRS relevant to the current operations of the Group:

Amendments to MFRS 121      Lack of Exchangeability

The above amended MFRS is not expected to have any significant impact on the financial statements of the Group.

The Group has not elected for early adoption of the following amended MFRSs relevant to the current operations of the Group, which were issued but not yet effective:

		Effective for financial periods beginning on or after
Amendments to MFRS 9 and MFRS 7	Amendments to the Classification and Measurement of Financial Instruments	1 Jan 2026
Annual Improvements to MFRS Accounting Standards—Volume 11		1 Jan 2026
Amendments to MFRS 18	Presentation and Disclosure in Financial Statements	1 Jan 2027
Amendments to MFRS 19	Subsidiaries without Public Accountability: Disclosures	1 Jan 2027
Amendments to MFRS 10 and MFRS128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

These amended MFRSs are not expected to have any significant impact on the financial statements of the Group upon their initial application.

**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 current financial year-to-date except for:

- (a) issuance of 2,454,800 new ordinary shares pursuant to the exercise of 2,454,800 options under the Executives' Share Option Scheme ("ESOS") at exercise price of RM1.06 each for cash totaling RM2,602,088 for working capital.
- (b) offer of 3,729,500 options to executives under the ESOS at exercise price of RM1.27 on 29 September 2025.

As at 31 October 2025, the Company held a total of 4,416,400 of its 846,530,494 issued ordinary shares as treasury shares.

As at 31 October 2025, the unexercised number of ESOS was 38,589,000.

**A7 Dividends paid**

The dividends paid during the nine months ended 31 October 2025 were a second interim single tier dividend of 1 sen per share and a second special single tier dividend of 3 sen per share in respect of financial year 2025, paid on 15 May 2025.

**A8 Segmental information**

Major segments by activity:-	Revenue		Results	
	9 months ended 31.10.2025 RM'000	31.10.2024 RM'000	9 months ended 31.10.2025 RM'000	31.10.2024 RM'000
Property development and construction	290,308	1,004,621	103,923	690,238
Manufacturing and trading	53,060	49,860	24,059	539
Property investment	11,897	10,733	8,101	7,266
Services and others	71,575	60,110	38,751	41,905
Inter-segment eliminations	426,840	1,125,324	174,834	739,948
	(64,076)	(45,349)	(28,497)	(32,599)
	<u>362,764</u>	<u>1,079,975</u>	<u>146,337</u>	<u>707,349</u>
Unallocated expenses			(4,494)	(3,821)
Finance costs			(5,016)	(6,339)
Profit before tax			<u>136,827</u>	<u>697,189</u>

**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 Changes in the composition of the Group**

There were no changes in the composition of the Group for the current financial year-to-date including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring or discontinuing operations.

**A11 Material subsequent events**

As at 23 December 2025, there were no material subsequent events that have not been reflected in the financial statements for the current financial year-to-date.

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**A12 Contingent liabilities**

The contingent liabilities of the Group as at 31 October 2025 are as follows:-

(a) Banker guarantees issued by licensed banks in favour of third parties

	RM'000
Secured	36,298
Unsecured	-
	<u>36,298</u>

(b) An unsecured corporate guarantee was issued by the Company to a third party to guarantee the due performance of a subsidiary under a construction contract amounting to RM17.6 million and to indemnify the third party against all losses and damages suffered by the third party by reason of any default or breach on the part of the said subsidiary in performing and observing its obligations pursuant to the said contract ("the Losses"). The liability under this corporate guarantee is limited to 60.20% of the Losses.**A13 Capital Commitments**

The capital commitments of the Group as at 31 October 2025 are as follows:

	RM'000
Contracted but not accounted for	
- Land for property development	7,500
- Property, plant and equipment	4,200
- Investment properties	4,300
	<u>16,000</u>

**PART B - ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA****B1 Financial review for current quarter and financial year to date**

	Individual Quarter			Cumulative Quarter		
	Current Year	Corresponding Quarter	Preceding Year	Current Year To-date	Corresponding Period	Preceding Year
			31.10.2025	31.10.2024	Changes %	31.10.2025
	Revenue	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	217,446	231,241	-6%	362,764	1,079,975	-66%
Earnings before interest, tax, depreciation and amortisation	97,858	138,700	-29%	148,903	710,574	-79%
Profit before interest and tax	95,537	136,346	-30%	141,843	703,528	-80%
Profit before tax	93,782	134,866	-30%	136,827	697,189	-80%
Profit after tax	70,981	100,736	-30%	103,064	526,253	-80%
Profit attributable to owners of the Company	70,281	101,287	-31%	93,702	523,723	-82%

The Group's revenue and profit before tax recorded RM217 million and RM94 million respectively for the current quarter ended 31 October 2025 and RM363 million and RM137 million respectively for the current financial year-to-date mainly contributed by data center land sale in Nusa Cemerlang Industrial Park ("NCIP").

The high revenue and profit before tax recorded in the preceding year corresponding periods were mainly due to the contribution from five data center land sales in NCIP.

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

	Revenue			
	Quarter ended		Year-to-date ended	
	31.10.2025	31.10.2024	31.10.2025	31.10.2024
	RM'000	RM'000	RM'000	RM'000
Property development and construction	201,734	202,716	290,308	1,004,621
Manufacturing and trading	19,079	15,653	53,060	49,860
Property investment	4,118	3,634	11,897	10,733
Services and others	32,740	17,855	71,575	60,110
	257,671	239,858	426,840	1,125,324

  

	Operating profit			
	Quarter ended		Year-to-date ended	
	31.10.2025	31.10.2024	31.10.2025	31.10.2024
	RM'000	RM'000	RM'000	RM'000
Property development and construction	85,500	131,988	103,923	690,238
Manufacturing and trading	2,022	(1,948)	24,059	539
Property investment	2,658	2,562	8,101	7,266
Services and others	15,071	12,588	38,751	41,905
	105,251	145,190	174,834	739,948

**Property development and construction operation**

The Group's revenue and operating profit recorded RM201.7 million and RM85.5 million respectively for the current quarter ended 31 October 2025 and RM290.3 million and RM103.9 million respectively for the current financial year-to-date mainly contributed by data center land sale in Nusa Cemerlang Industrial Park ("NCIP").

The property development and construction division remains as the major contributor to the Group's revenue and profit.

**Manufacturing and trading operation**

The increase in operating profit for the current financial year-to-date mainly contributed by the gain on disposal of lands amounting to RM30 million.

**Property investment operation**

There is no material fluctuation in revenue and operating profit as compared to the corresponding periods in last year.

**Services and others**

The increases in revenue for the current quarter and the financial year-to-date were mainly driven by an increase in services provided. The international school also contributed higher revenue and operating profit.

**B2 Financial review for current quarter compared with immediate preceding quarter**

	Current Quarter	31.10.2025	Preceding Quarter	31.7.2025	Immediate Changes
		RM'000		RM'000	%
Revenue		217,446		79,066	175%
Earnings before interest, tax, depreciation and amortisation		97,858		35,385	177%
Profit before interest and tax		95,537		33,032	189%
Profit before tax		93,782		31,198	201%
Profit after tax		70,981		24,368	191%
Profit attributable to owners of the Company		70,281		16,310	331%

The revenue and profit before tax for the current quarter ended 31 October 2025 increased to RM217.4 million and RM93.8 million respectively as compared to RM79 million and RM31 million respectively in the immediate preceding quarter mainly contributed by data center land sale in NCIP.

**B3 Group's Prospect**

We are optimistic about the property market outlook in Johor which is supported by key infrastructure developments such as the Johor Bahru - Singapore Rapid Transit System ("RTS") Link and the Johor-Singapore Special Economic Zone (JS-SEZ). These initiatives are expected to significantly enhance cross-border connectivity and stimulate demand for residential, commercial and industrial properties.

The cut in Overnight Policy Rate of 25 basis point by Bank Negara Malaysia will create a favourable environment for house buyers and investors hence making homeownership more affordable. Backed by proactive Government initiatives, foreign direct investment is expected to continue to flow into Johor, further boosting the industrial property sector in the years ahead.

The Group will monitor closely the market situation and the impact from the uncertainty on global economic outlook. The Group will adopt a prudent approach by leveraging on its strategic land bank to develop properties that meet market needs and manage the rising cost as a result of minimum wage adjustments, subsidy rationalisation for fuel and electricity and the expansion of service tax scope. We remain focused on strengthening resilience, optimising cost management, and pursuing market responsive development.

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As at 31 October 2025, the Group's land bank, including those under development, is as follows:

<u>Location</u>	<u>Type of development</u>	<u>Acres</u>
Bandar Cemerlang	Mixed development	824
Bandar Cemerlang Industrial Park	Industrial	<N1> 433
Taman Perindustrian Cemerlang	Industrial	13
Taman Desa Cemerlang	Residential & commercial	52
Taman Dato' Chellam	Residential & commercial	9
Nusa Cemerlang Industrial Park	Industrial	<N2> 2
Tanjung Senibong	Residential & commercial	215
Jalan Senyum, Johor Bahru	Residential	3
Mukim Jeram Batu, Pontian	Industrial	135
Ambok	Resort / Mixed development	794
Others	Residential	6
		<u>2,486</u>

The development landbank above represents gross land.

<N1> Excluding 92.64 acres of net land sold via two conditional Sale & Purchase Agreements.

<N2> Excluding 22.55 acres of net land sold via one conditional Sale & Purchase Agreement.

In mid-March 2025, the Group launched a serviced apartment project situated along Jalan Senyum, in close proximity to the RTS terminal at Bukit Chagar. This project encompasses 1,257 units with a GDV of RM1.29 billion.

In our effort to continue developing landed properties, we plan to launch 167 units of mid to high-end market landed residential properties at Bandar Cemerlang and 24 units of semi-detached factories at Bandar Cemerlang Industrial Park ("BCIP") with a total GDV of RM289 million within the next one year.

Barring major geopolitical uncertainties and economic headwinds, the Board is positive and confident of the prospects of the Group's upcoming new property development and anticipates that the Group will be operating at optimum capacity in the coming years. The Board expects the Group to continue to perform well in the financial year ending 31 January 2026.

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

This is not applicable.

**B5 Tax**

	Current Quarter Ended 31.10.2025	Financial Year-to-date Ended 31.10.2025
	RM'000	RM'000
Current Tax		
Income Tax:		
Current year	27,540	38,906
Prior years	391	601
Real Property Gain Tax	-	2,967
Deferred Tax:		
Relating to origination and reversal of temporary difference	(4,142)	(7,723)
Prior years	(988)	(988)
	<u>22,801</u>	<u>33,763</u>

**B6 Status of corporate proposals**

The corporate proposal announced but not completed as at 23 December 2025 are as follows:-

- (a) Panoramic Industrial Development Sdn Bhd ("PID"), a wholly-owned subsidiary of the Company, had on 27 January 2025 entered into a conditional sale and purchase agreement ("SPA") for the disposal of freehold vacant land for a cash consideration of RM119.83 million.
- (b) Crescendo Development Sdn Bhd ("CDSB"), a wholly-owned subsidiary of the Company, had on 29 August 2025 entered into a conditional SPA for the disposal of freehold vacant land for a total cash consideration of RM263.21 million.
- (c) CDSB had on 14 November 2025 entered into a SPA for the proposed disposal of freehold vacant land for a total cash consideration of RM200.88 million. The proposed disposal is subject to the approval of shareholders of the Company at an extraordinary general meeting to be convened.
- (d) CDSB had on 14 November 2025 entered into a right to purchase and sale and purchase agreement ("ROFR Agreement") for granting a right of first refusal and right to purchase a freehold vacant land from the date of the ROFR Agreement up until 31 May 2026 for a total cash consideration of RM249.07 million. This ROFR Agreement was terminated on 10 December 2025.

**B7 Group borrowings and debt securities**

- (a) The Group loans and borrowings as at 31 October 2025 and 31 October 2024 were as follows:

	<u>As at 31 October 2025</u>		
	Long term RM'000	Short term RM'000	Total RM'000
Secured:			
Bank overdrafts	-	8,937	8,937
Revolving credit	-	2,000	2,000
Term Loans	54,000	-	54,000
Medium Term Notes	70,000	40,000	110,000
	<u>124,000</u>	<u>50,937</u>	<u>174,937</u>

	<u>As at 31 October 2024</u>		
	Long term RM'000	Short term RM'000	Total RM'000
Secured:			
Bank overdrafts	-	5,242	5,242
Term Loans	1,851	542	2,393
Medium Term Notes	110,000	20,000	130,000
	<u>111,851</u>	<u>25,784</u>	<u>137,635</u>

- (b) The increase in loans and borrowings is mainly due to drawdown of new term loan.
- (c) As at 31 October 2025, the weighted average interest rate of loan and borrowings ranged from 3.7% to 7.6% (31.10.2024: 3.6% to 7.5%). Approximately 63% (31.10.2024: 94%) of the loans and borrowings are at fixed rate of interest.
- (d) The interest capitalised in the land held for property development and property development costs for the current financial period ended 31 October 2025 is RM2.15 million.

**B8 Material litigation**

As at 23 December 2025, there was no material litigation since the date of the last annual statement of financial position except for the following:

**1. JOHOR BAHRU HIGH COURT CIVIL SUIT NO. JA-22NCVC-52-04/2023**

On 27 April 2023, Crescendo Education Sdn Bhd (“CESB”), Crescendo International College Sdn Bhd (“CICSB”) and 5 others (collectively “the Plaintiffs”) commenced an action against KTC Human Resource Consultants Sdn. Bhd. (“KTC”), Chong Chai Pin (“CCP”) and Allan Gan Chee Haur (“AGCH”) (collectively “the Defendants”) by way of a Writ of Summons endorsed with a Statement of Claim in the Johor Bahru High Court. The causes of action pleaded by the Plaintiffs were defamation, malicious falsehood and conspiracy to injure by unlawful means, in relation to the publication of the contents of the six letters shared to University of London, United Kingdom (“UOL”) on 15 November 2022.

The orders and reliefs sought were, among others, an interim injunction that the Defendants are restrained from repeating The Impugned Words (as defined in the Statement of Claim) until this judgment, and a permanent injunction to that effect from the date of this judgment, an order that the Defendants shall to write UOL to retract the said e-mail dated 15 November 2022 (including its attachments) and apologise to UOL, general damages, and special, aggravated and exemplary damages in the sum of approximately RM51.5million.

In September 2023, two interlocutory applications were filed by the Defendants, which have been dealt with as follows: -

- (i) On 11 September 2023, AGCH filed an application to cease to be a party to the suit. At the hearing of the application on 11 December 2023, the court dismissed the application with costs of RM3,000.00. AGCH remains as a defendant in this suit.
- (ii) On 21 September 2023, CCP and KTC filed an application to amend their defence. As agreed between the parties and directed by the court, the Defendants filed its amended defence. Accordingly, the Plaintiffs had filed an amended reply to the amended defence.

At the case management on 6 November 2024, the parties updated the court that the pre-trial documents as directed by the court have been duly filed. The court fixed 9 February 2026 for a final Case Management before the trial and for parties to exchange witness statements.

Trial is re-scheduled to be held on 23 March 2026 - 27 March 2026 at the Johor Bahru High Court.

The Plaintiffs have been advised that they have a reasonable prospect of succeeding in their claim against the Defendants for defamation, among others.

**2. JOHOR BAHRU HIGH COURT CIVIL SUIT NO. JA-22NCVC-3-01/2024**

KTC and CCP (collectively “The Plaintiffs for the 2nd Suit”) commenced an action against CESB, CICSB and 7 others (collectively “the Defendants for the 2nd Suit”) by way of an Originating Summons dated 14 September 2023 in the Johor Bahru High Court pursuant to Section 346 of the Companies Act 2016.

The Originating Summons was filed for, among others, an interim injunction order that the Defendants for the 2<sup>nd</sup> Suit are restrained from continuing the construction works of the second wing of the college building of Crescendo International College until the disposal of the proceedings of this action, general damages and exemplary and/or compensatory damages as assessed by the court.

On 10 November 2023, an application was filed on behalf of the Defendants for the 2<sup>nd</sup> Suit for an order that the Originating Summons be continued as if the action had been begun by a Writ of Summons and further directions be given as to the conduct of the action thereto, among others. At the hearing of the application on 20 December 2023, the application was allowed by the court.

Following the court’s order on 20 December 2023, the parties have filed their pleadings under the Writ of Summons action.

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The Plaintiffs for the 2<sup>nd</sup> Suit, through a Statement of Claim filed, has sought for, among others, the following orders and reliefs:-

- (i) that CICSB be wound up by the Court under the provisions of the Companies Act 2016;
- (ii) that the Official Receiver of Malaysia can be appointed as the liquidator for CICSB;
- (iii) interim injunction orders to restrain the Defendants for the 2nd Suit from continuing the construction works of the Second Wing which is being carried out on No. 3, Jalan Lebuh Cemerlang, Taman Desa Cemerlang, 81800 Ulu Tiram, Johor, PTD 204100 and from issuing any payment of money from any bank accounts of the Defendants for the 2nd Suit for the said construction works until the disposal of the proceedings of this action;
- (iv) an order for a special audit process held through the appointment of an independent auditor proposed by the Plaintiffs for the 2nd Suit in relation to the issue of building costs, the amount of rent charged by CESB to CICSB and bank loan payment interest for construction works of the Second Wing; and
- (v) all loss of profit and loss of opportunity for CICSB and KTC to generate profits for CICSB and KTC on the dealings of the purchase of land from UEM Land Bhd and the purchase of land from Danga Bay project that has caused CICSB loss of profits to be interpreted and paid to the Plaintiffs for the 2nd Suit.

On 11 December 2024, the Defendants have filed interlocutory applications pursuant to Order 18, Rule 19(1) of the Rules of Court 2012 to strike out this suit. The hearing for these applications is re-scheduled to be held on 10 February 2026.

CESB and CICSB have been advised that they have a reasonable prospect of succeeding to resist the Plaintiffs' claim pursuant to Section 346 of the Companies Act 2016.

**3. JOHOR BAHRU HIGH COURT CIVIL SUIT NO. JA-22NCVC-6-01/2024**

CESB commenced an action against KTC and CICSB by way of Writ of Summons dated 24 January 2024 and Amended Statement of Claim dated 1 February 2024 in the Johor Bahru High Court, claiming for, among others, the following orders and reliefs:

- (i) a declaration that KTC had breached the Joint Venture Agreement dated 11 December 1998 ("JVA") between CESB and KTC;
- (ii) an order for specific performance that KTC shall sell and transfer their 350,000 shares in CICSB to CESB at the price of RM2,079,000 within 7 days of the judgment;
- (iii) an order for specific performance that KTC shall take all the necessary action to sell and transfer its 350,000 shares in CICSB to CESB; and
- (iv) an order for specific performance as against CICSB to take all the necessary action to recognize the sale and transfer of KTC's 350,000 shares in CICSB to CESB, and to reflect the same in all of its relevant official records and documents including informing third parties of the same.

CICSB is named as defendant in this suit because its shares form the subject matter of this suit and it is necessary for the orders made by the court to bind it directly.

On 6 February 2024, CESB filed an application for a summary judgment pursuant to Order 81, Rule 1 of the Rules of Court, 2012 ("Order 81 Application").

Subsequently, KTC filed an application supported by an affidavit affirmed by CCP ("Stay Application") to stay the proceedings of the Writ action and the Order 81 Application until the disposal of the Stay Application, on the basis that the disputes between the parties concerning the JVA should be referred to arbitration. Further, on 6 May 2024, KTC through their solicitors wrote to the court proposing that parties resolve the issues through mediation, and asked for a stay of all the proceedings and applications under this suit pending the outcome of the proposed mediation. There has been no directions from the court for parties to undergo such mediation.

The hearing for the Order 81 Application was held on 1 August 2024. On 28 October 2024, the judge directed that the Stay Application be heard and thereafter decision will be given for both the Order 81 Application and the Stay Application.

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Following the hearing of the Stay Application on 15 January 2025, the judge dismissed the Stay Application with costs awarded to CESB, and dismissed the Order 81 Application with costs in the cause i.e. to be determined at the end of the trial.

The trial was held on the 9th, 10th and 12th of December 2025 and it is fixed to continue on 6 January 2026. On 9 December 2025, the solicitors for KTC filed an application to be discharged as solicitors for KTC. The application was heard on 10 December 2025 and the judge dismissed the application with costs of RM15,000.00 awarded to CESB.

CESB has been advised that they have a reasonable prospect of succeeding against the Defendants for an order for specific performance in respect of the sale and transfer of KTC's shares in CICSB to CESB.

**B9 Dividend**

(a) The Board is pleased to declare a special single tier dividend of 6 sen in respect of the financial year ending 31 January 2026.

- (i) amount per share : 6 sen special single tier;
- (ii) previous corresponding period : Nil;
- (iii) date of payment: 10 February 2026; and
- (iv) in respect of deposited securities, entitlement to dividends will be determined on the basis of the record of depositors as at 20 January 2026.

(b) Total dividend for the current financial year-to-date : 1 sen interim single tier per share and 6 sen special single tier per share.

**B10 Earnings per share ("EPS")**

(a) Basic earnings per share ("Basic EPS")

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

	Current Quarter Ended	Financial Year-to-date Ended
31.10.2025	31.10.2025	
Profit net of tax attributable to owners of the Company (RM'000)	70,281	93,702
Weighted average number of ordinary shares in issue ('000)	841,726	841,394
Basic EPS (Sen)	8.35	11.14

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(b) Diluted earnings per share ("Diluted EPS")

Diluted earnings per share is calculated by dividing profit net of tax for the period/year attributable to owners of the Company by the weighted average number of ordinary shares in issue during the year, excluding treasury shares held by the Company, plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

	Current Quarter Ended	Financial Year-to-date Ended	
			31.10.2025
Profit net of tax attributable to owners of the Company (RM'000)	<u>70,281</u>	<u>93,702</u>	
Weighted average number of ordinary shares in issue ('000)	841,726	841,394	
Adjustment for dilutive effect of share options ('000)	5,884	4,139	
Adjusted weighted average number of shares for Diluted EPS ('000)	<u>847,610</u>	<u>845,532</u>	
Diluted EPS (Sen)	<u>8.29</u>	<u>11.08</u>	

**B11 Notes to the statement of comprehensive income**

	Current Quarter Ended	Financial Year-to-date Ended	
			31.10.2025
			RM'000
(a) Interest income	763	5,334	
(b) Other income including investment income	3,526	15,308	
(c) Interest expenses	(1,755)	(5,016)	
(d) Depreciation and amortisation	(2,321)	(7,060)	
(e) (Provision for and write off) / write back of receivables	4	(12)	
(f) (Provision for and write off) / write back of inventories	-	-	
(g) Gain or (loss) on disposal of quoted or unquoted investments or properties	99	30,031	
(h) Impairment of assets	-	(2,309)	
(i) Foreign exchange gain or (loss)	(232)	(371)	
(j) Gain or (loss) on derivatives	-	-	
(k) Exceptional items	-	-	