

Quarterly report on consolidated financial statements for the second quarter ended 30 June 2011.
The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	2nd quarter ended		6 months ended	
	30 June		30 June	
	2011	2010	2011	2010
	RM'000	RM'000	RM'000	RM'000
Revenue	318,563	176,129	630,198	345,251
Interest income	100,370	77,361	177,125	153,283
Interest expenses	(39,740)	(32,022)	(76,055)	(64,650)
Net interest income	60,630	45,339	101,070	88,633
Net income from Islamic banking operations	114,157	36,528	219,321	68,424
Operating income	174,787	81,867	320,391	157,057
Other income	25,352	18,823	90,348	42,511
Total income	200,139	100,690	410,739	199,568
Cost of completed properties sold	-	(386)	-	(2,073)
Other operating expenses	(37,244)	(29,567)	(75,039)	(53,605)
Operating profit	162,895	70,737	335,700	143,890
Allowance for impairment losses on loans, advances and financing	(56,962)	(21,248)	(138,741)	(51,224)
Profit before taxation and zakat	105,933	49,489	196,959	92,666
Taxation	(27,686)	18	(49,908)	35
Zakat	-	-	(524)	-
Profit for the year	78,247	49,507	146,527	92,701
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	78,247	49,507	146,527	92,701
Earnings per share (sen):				
Basic	10.52	7.07	19.70	13.24
Diluted	8.06	7.07	15.10	13.24

The condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30 June 2011 (RM'000)	As at 31 December 2010 (RM'000)
ASSETS		
Cash and short term funds	1,028,598	888,829
Trade receivables	443	1,182
Other receivables	272,122	187,636
Inventories	121,814	121,780
Loans, advances and financing	13,228,352	10,706,530
Investments held-to maturity	205,316	200,000
Investment properties	1,399	1,425
Property, plant and equipment	93,755	106,814
Land use rights	9,704	9,786
Intangible assets	2,274	1,962
	14,963,777	12,225,944
TOTAL ASSETS	14,963,777	12,225,944
 LIABILITIES AND SHAREHOLDERS' EQUITY		
Bank borrowings	300,092	200,119
Deposits from customers	12,135,321	10,483,743
Other borrowings	160,555	-
Trade payables	4,374	4,442
Other payables	264,992	89,588
Provision for taxation and zakat	140,681	83,581
Recourse obligation on loans sold to Cagamas Berhad	945,357	964,093
Deferred tax liabilities	17,593	19,256
	13,968,965	11,844,822
TOTAL LIABILITIES	13,968,965	11,844,822
 Share capital:		
Ordinary Shares	1,215,468	700,298
Reserves	(220,656)	(319,176)
	994,812	381,122
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	14,963,777	12,225,944

The condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FINANCIAL PERIOD ENDED 30 JUNE 2011

<----- Non Distributable ----->

	Ordinary Shares RM'000	Share Premium RM'000	Capital Reserve ^{#1} RM'000	Share Option Reserve RM'000	Warrants Reserve RM'000	Capital Redemption Reserve ^{#2} RM'000	Accumulated Losses RM'000	Total Equity RM'000
At 1 January 2010								
- as previously stated	700,172	497,169	17,838	-	-	12,486	(675,101)	552,564
- effects of adopting FRS 139	-	-	-	-	-	-	(160,554)	(160,554)
At 1 January 2010, as restated	700,172	497,169	17,838	-	-	12,486	(835,655)	392,010
Total comprehensive income for the period	-	-	-	-	-	-	92,701	92,701
At 30 June 2010	700,172	497,169	17,838	-	-	12,486	(742,954)	484,711
At 1 January 2011	700,298	497,252	17,838	2,085	-	12,486	(848,837)	381,122
Total comprehensive income for the year	-	-	-	-	-	-	146,527	146,527
Dividend	-	-	-	-	-	-	(47,607)	(47,607)
Share options granted under ESOS recognised in income statement	-	-	-	7	-	-	-	7
Issue of ordinary shares pursuant to rights issue	506,425	-	-	-	-	-	-	506,425
Issue of warrants pursuant to rights issue	-	-	-	-	99,259	-	(99,259)	-
Issue of ordinary shares pursuant to ESOS	8,710	5,800	-	(1,881)	-	-	-	12,629
Issue of ordinary shares pursuant to warrants	35	7	-	-	(7)	-	-	35
Expenses relating to rights issue	-	(4,326)	-	-	-	-	-	(4,326)
Transfer of share option reserve to accumulated losses upon forfeiture of share options	-	-	-	(81)	-	-	81	-
At 30 June 2011	1,215,468	498,733	17,838	130	99,252	12,486	(849,095)	994,812

^{#1} Capital reserve arose out of the transfer of the Malaya Borneo Building Society Limited as at 29 February 1972 to the Company on 1 March 1972 via a Scheme of Arrangement and is not distributable as cash dividends.

^{#2} Capital redemption reserve arose out of the redemption of redeemable cumulative preference shares and is not distributable as cash dividends.

The condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statement for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	30 June 2011 RM'000	30 June 2010 RM'000
Cash flows from operating activities		
Profit before taxation	196,959	92,666
Adjustments for :		
Depreciation		
- Investment properties	25	27
- Property, plant and equipment	3,457	3,950
Amortisation		
- Prepaid land lease payments	83	12
- Intangible assets	316	162
Gain on disposal of property, plant and equipment	(2,980)	(5)
Gain on disposal of foreclosed properties	-	(200)
Gain on disposal of inventories	-	(190)
Allowance for doubtful debts of receivables	10,867	9,961
Allowance for impairment losses on loans and financing	138,741	279,136
Operating profit before working capital changes	347,468	385,519
Increase in loans, advances and financing	(2,675,514)	(1,779,612)
(Increase)/decrease in inventories	(34)	2,096
Increase in receivables	(108,437)	(22,328)
Increase in investments held-to maturity	(5,316)	-
Increase in bank borrowings	99,973	100,060
Increase in deposits from customers	1,651,578	1,846,797
Increase in payables	175,336	52,295
Proceeds from disposal of foreclosed properties	-	6,200
Cash (used in)/generated from operations	(514,946)	591,027
Tax paid	(17,623)	(20,039)
Zakat paid	(524)	-
Net cash (used in)/generated from operating activities	(533,093)	570,988

(Contd.)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (CONTD.)

	30 June 2011 RM'000	30 June 2010 RM'000
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,418)	(865)
Purchase of intangible assets	(628)	(395)
Proceeds from disposal of property, plant and equipment	14,000	205
Proceeds from disposal of inventories	-	870
Net cash generated from/(used in) investing activities	<u>11,954</u>	<u>(185)</u>
Cash flows from financing activities		
Repayment of other borrowings	160,555	(25,002)
Recourse obligation on loans sold to Cagamas Berhad	(18,736)	(18,109)
Dividend paid - ordinary shares	-	(21,005)
Proceeds from issuance of ordinary shares	519,089	-
Net cash generated from/(used in) financing activities	<u>660,908</u>	<u>(64,116)</u>
Net increase in cash and cash equivalents	139,769	506,687
Cash and cash equivalents at beginning of financial period	888,829	763,275
Cash and cash equivalents at end of financial period	<u><u>1,028,598</u></u>	<u><u>1,269,962</u></u>
Cash and cash equivalents comprise :		
Cash and short term funds	<u><u>1,028,598</u></u>	<u><u>1,269,962</u></u>

The condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying notes attached to the interim financial statements.