

ALLIANZ MALAYSIA BERHAD (12428-W)

**UNAUDITED QUARTERLY RESULTS
FOR THE PERIOD ENDED 30 JUNE 2010**

ALLIANZ MALAYSIA BERHAD (12428-W)

**Condensed consolidated statement of financial position
As at 30 June 2010 - unaudited**

	30 June 2010 RM'000	31 December 2009 RM'000 Restated
Assets		
Property, plant and equipment	91,044	95,587
Investment properties	4,312	4,312
Intangible assets	313,583	318,181
Deferred tax assets	2,754	2,371
Investments	665,961	412,733
Other receivables, deposits and prepayments	8,142	6,790
Placements with financial institutions	88,175	107,518
Total non-current assets	1,173,971	947,492
Investments	3,185,459	3,015,069
Reinsurance assets	1,079,642	1,096,006
Deferred acquisitions costs	41,897	39,400
Insurance receivables	163,379	141,717
Other receivables, deposits and prepayments	60,280	70,348
Current tax assets	4,188	5,276
Placements with financial institutions	498,901	540,348
Cash and cash equivalents	15,942	7,627
Total current assets	5,049,688	4,915,791
Total assets	6,223,659	5,863,283

The accompanying Notes form an integral part of these condensed consolidated interim financial statements.

ALLIANZ MALAYSIA BERHAD (12428-W)**Condensed consolidated statement of financial position**

As at 30 June 2010 - unaudited

(Continued)

	30 June 2010 RM'000	31 December 2009 RM'000 Restated
Equity, policyholders' fund and liabilities		
Share capital	153,869	153,869
Share premium	5,529	5,529
Reserves	403,767	345,345
Total equity	563,165	504,743
Liabilities		
Insurance contract liabilities	962	962
Insurance payables	17,329	17,683
Other payables and accruals	44,107	39,845
Deferred tax liabilities	7,682	7,139
Subordinated loan	-	490,000
Total non-current liabilities	70,080	555,629
Insurance contract liabilities	4,622,108	4,337,205
Insurance payables	272,222	261,815
Other payables and accruals	147,448	160,390
Benefits and claims liabilities	47,361	37,164
Current tax liabilities	11,275	6,337
Subordinated loan	490,000	-
Total current liabilities	5,590,414	4,802,911
Total liabilities	5,660,494	5,358,540
Total equity and liabilities	6,223,659	5,863,283
Net asset per share (RM)	3.66	3.28

The accompanying Notes form an integral part of these condensed consolidated interim financial statements.

ALLIANZ MALAYSIA BERHAD (12428-W)
Condensed consolidated statement of comprehensive income
For the six months ended 30 June 2010 - unaudited

	Individual period		Cumulative period	
	Three months ended		Six months ended	
	30 June		30 June	
	2010	2009	2010	2009
	RM'000	RM'000	RM'000	RM'000
		Restated		Restated
Operating revenue *	611,938	525,994	1,238,193	1,014,406
Gross earned premiums	569,074	489,967	1,153,866	942,420
Less: Premiums ceded to reinsurers	(122,105)	(119,836)	(271,975)	(231,627)
Net earned premiums	446,969	370,131	881,891	710,793
Investment income	42,864	36,027	84,327	71,986
Realised gains and losses	9,790	(1,080)	26,480	(2,768)
Fee and commission income	17,343	17,210	42,292	32,641
Other operating income	76	22,670	1,527	28,881
Other revenue	70,073	74,827	154,626	130,740
Gross benefits and claim paid	(259,125)	(191,390)	(576,036)	(378,817)
Claims ceded to reinsurers	97,392	52,841	214,837	103,021
Gross change to contract liabilities	(136,709)	(201,403)	(241,276)	(247,481)
Change in contract liabilities ceded to reinsurers	(8,950)	55,094	(15,379)	14,931
Net claims	(307,392)	(284,858)	(617,854)	(508,346)
Fee and commission expense	(94,746)	(80,877)	(201,460)	(158,952)
Management expenses	(59,271)	(50,524)	(118,078)	(111,217)
Other operating expenditure	(12,023)	(3,389)	(19,769)	(8,574)
Other expenses	(166,040)	(134,790)	(339,307)	(278,743)
Profit before taxation	43,610	25,310	79,356	54,444
Taxation	(14,009)	(10,021)	(26,577)	(18,911)
Profit for the period	29,601	15,289	52,779	35,533
Other comprehensive income				
Fair value of available-for-sale financial assets	2,565	(4,848)	(2,286)	(1,607)
Disposal of property, plant and equipment	-	6	-	6
Income tax thereon	(583)	1,245	568	402
Other comprehensive income for the period	1,982	(3,597)	(1,718)	(1,199)
Total comprehensive income for the period	31,583	11,692	51,061	34,334
Basic earnings per ordinary share (sen)	19.24	9.94	34.30	23.09

* Operating revenue consists of gross earned premiums and investment income.

The accompanying Notes form an integral part of these condensed consolidated interim financial statements.

ALLIANZ MALAYSIA BERHAD (12428-W)

Condensed consolidated statement of changes in equity
For the six months ended 30 June 2010 - unaudited

	Attributable to owners of the Company						Total Equity
	Share Capital	Share Premium	Asset Revaluation Reserve	Fair Value Reserve	Retained Earnings	Distributable	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2009	153,869	5,529	5,684	-	223,036	388,118	
Total comprehensive income for the year	-	-	(287)	-	119,220	118,933	
Dividends to shareholders	-	-	-	-	(2,308)	(2,308)	
At 31 December 2009	153,869	5,529	5,397	-	339,948	504,743	
At 1 January 2010, as previously stated	153,869	5,529	5,397	-	339,948	504,743	
Effect of adopting FRS 139	-	-	-	9,669	-	9,669	
At 1 January 2010, as restated	153,869	5,529	5,397	9,669	339,948	514,412	
Total comprehensive income for the period	-	-	-	(1,718)	52,779	51,061	
Dividends to shareholders	-	-	-	-	(2,308)	(2,308)	
At 30 June 2010	153,869	5,529	5,397	7,951	390,419	563,165	

The accompanying Notes form an integral part of these condensed consolidated interim financial statements.

ALLIANZ MALAYSIA BERHAD (12428-W)

**Condensed consolidated statement of cash flows
For the six months ended 30 June 2010 - unaudited**

	Six months ended 30 June	
	2010	2009
	RM'000	RM'000
		Restated
Cash flows from operating activities		
Profit before taxation	79,356	54,444
Adjustments for non-cash items	(89,441)	(7,991)
Operating (loss)/profit before changes in working capital	<u>(10,085)</u>	<u>46,453</u>
Net change in operating assets	(398,264)	(251,775)
Net change in operating liabilities	380,772	206,878
Net cash (used in)/generated from operating activities	<u>(27,577)</u>	<u>1,556</u>
Net cash generated from/(used in) investing activities	<u>46</u>	<u>(2,364)</u>
Net cash generated from/(used in) financing activities	<u>35,846</u>	<u>(2,308)</u>
Net increase/(decrease) in cash and cash equivalents	8,315	(3,116)
Cash and cash equivalents at beginning of period	7,627	17,732
Cash and cash equivalents at end of period	<u>15,942</u>	<u>14,616</u>
Cash and cash equivalents comprise:-		
Cash and bank balances		
General business and shareholders' fund	1,967	394
Life fund	11,529	13,720
Investment-linked business	2,446	502
	<u>15,942</u>	<u>14,616</u>

The accompanying Notes form an integral part of these condensed consolidated interim financial statements.

Part A: Explanatory notes to the condensed consolidated interim financial statements

1. Basis of preparation

The quarterly condensed financial statements of Allianz Malaysia Berhad ("AMB" or "Company") and its subsidiaries (AMB and its subsidiaries are collectively referred to as the "Group") are unaudited and have been prepared in accordance with:

- (a) The requirements of Financial Reporting Standard ("FRS") 134: Interim Financial Reporting;
- (b) Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"); and
- (c) Guidelines/circular issued by Bank Negara Malaysia ("BNM")

and should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2009.

The notes attached to the quarterly condensed financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2009.

2. Changes in accounting policies

The accounting policies adopted by the Group for the quarterly financial statements are consistent with those adopted in the Group's consolidated audited financial statements for the financial year ended 31 December 2009, except for the adoption of the following:

FRSs/Amendment to FRSs/Interpretations	Effective date
FRS 8, Operating Segments	1 July 2009
FRS 4, Insurance Contracts	1 January 2010
FRS 7, Financial Instruments : Disclosures	1 January 2010
FRS 101, Presentation of Financial Statements	1 January 2010
FRS 139, Financial Instruments : Recognition and Measurement	1 January 2010
Amendments to FRS 1, First-time Adoption of Financial Reporting Standards	1 January 2010
Amendments to FRS 7, Financial Instruments: Disclosures	1 January 2010
Amendments to FRS 101, Presentation of Financial Statements- Puttable Financial Instruments and Obligations Arising on Liquidation	1 January 2010

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2. Changes in accounting policies (continued)

FRSs/Amendment to FRSs/Interpretations	Effective date
Amendments to FRS 127, Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2010
Amendments to FRS 132, Financial Instruments: Presentation - Puttable Financial Instruments and Obligations Arising on Liquidation	1 January 2010
Amendments to FRS 139, Financial Instruments: Recognition and Measurement - Reclassification of Financial Assets	1 January 2010
Improvements to FRSs (2009)	1 January 2010
IC Interpretation 9, Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10, Interim Financial Reporting and Impairment	1 January 2010

Save as the implications discussed below, the initial adoption of the above FRSs, Amendment to FRSs and Interpretations do not have any material impact on the financial statements of the Group for the period ended 30 June 2010:

(i) FRS 4, Insurance Contracts

The adoption of FRS 4 does not have any significant impact on the financial statements of the Group other than expanded disclosure requirements. Certain comparative information has been restated to comply with FRS 4.

(ii) FRS 8, Operating Segments

FRS 8 requires identification and reporting of operating segments based on internal reports that are regularly reviewed by the entity's chief operating decision maker in order to allocate resources to the segment and to assess its performance. The Group presents its segment information based on its business segments, which is also the basis of presenting its internal management reports. The basis of measurement of segment results, segment assets and segment liabilities are same as the basis of measurement for external reporting.

(iii) FRS 101, Presentation of Financial Statements

Arising from the adoption of FRS 101, condensed consolidated income statement, revenue account of general insurance business and life fund for the period ended 30 June 2009 have been re-presented in a single statement of comprehensive income. All non-owner changes in equity that were presented in the statement of changes in equity are now included in the statement of comprehensive income as other comprehensive income. Consequently, components of comprehensive income are not presented in the statement of changes in equity.

2. Changes in accounting policies (continued)

(iv) FRS 139, Financial Instruments: Recognition and Measurement

The adoption of FRS 139 has resulted in changes to accounting policies relating to recognition and measurement of financial instruments. The accounting policies relating to these financial instruments change from 1 January 2010 shall be disclosed in the Group's annual financial statements.

FRS 139 is applied prospectively and its effect to the fair value reserve of the Group as at 1 January 2010 is as follows:

Condensed consolidated statement of changes in equity

	As at 31 December 2009 RM'000	Effect of adopting FRS 139 RM'000	As at 1 January 2010 RM'000
Fair value reserve	-	9,669	9,669

3. Items of an unusual nature

The results of the Group for the period under review were not substantially affected by any item, transaction or event of a material and unusual nature.

4. Changes in estimates

There were no significant changes in estimates of amounts reported in prior financial years that have a material effect in the period under review.

5. Seasonal or cyclical factors

The operations of the Group for the period under review were not significantly affected by seasonality or cyclical factors.

6. Property, plant and equipment

The Group's property, plant and equipment are stated at cost/valuation less any accumulated depreciation and any accumulated impairment losses. There were no changes in the valuation of property, plant and equipment that were brought forward from the Group's audited financial statements for the year ended 31 December 2009.

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7. Changes in group composition

There were no changes in the composition of the Group during the financial period under review.

8. Capital commitments

As at 30 June 2010

Group
RM'000

Property, plant and equipment:

Approved but not contracted for

6,254

Contracted but not provided for

1,870

9. Changes in contingent liabilities

There were no contingent liabilities as at the date of this report.

10. Debt and equity securities

There were no issuance and repayment of debts and equity securities, share buy backs, share cancellations, share held as treasury shares and resale of treasury shares by the Group during the period under review.

11. Subsequent events

The Company has undertaken a renounceable rights issue of 192,336,547 new irredeemable convertible preference shares of RM1.00 each ("New ICPS") on the basis of 125 New ICPS for every 100 ordinary shares of RM1.00 each in AMB ("AMB Share(s)") held as at 5.00 p.m. on 8 July 2010 at an issue price of RM3.18 per New ICPS ("Rights Issue") for the purposes of repaying the RM490 million credit facility granted by Allianz SE to the Company ("Credit Facility") in 2007 for the acquisition of the entire equity interest in Commerce Assurance Berhad (now known as Bright Mission Berhad) and to increase the capital base of Allianz General Insurance Company (Malaysia) Berhad ("AGIC") and Allianz Life Insurance Malaysia Berhad ("ALIM") to enable each of them to meet their respective capital requirement under the Risk-Based Capital Framework for Insurers issued by Bank Negara Malaysia.

The Rights Issue has been completed following the listing and quotation of 192,336,547 New ICPS on the Official List of Bursa Securities on 6 August 2010.

Following the completion for the Rights Issue, the total amount outstanding under the Credit Facility was fully repaid by the Company in the following manner:-

- (a) a sum of RM458,565,120.24 was repaid by the Company to Allianz SE by way of a set-off against an equivalent amount of the total consideration for Allianz SE's entitled subscription of 144,202,868 New ICPS under the Rights Issue on 4 August 2010.
- (b) the remaining outstanding sum of RM31,434,879.76 was repaid by the Company in cash to Allianz SE on 6 August 2010.

12. Operating segments

The Group has three reportable segments, as described below, which are the Group's strategic business units. For each of the strategic business units, the Chief Executive Officer of the Company reviews internal management reports on a monthly basis. The following summary describes the operations in each of the Group's reportable segments:

Reportable segments	Principal activities
Investment holding	Investment holding
General business	Underwriting of all classes of general insurance business
Life business	Underwriting of all classes of life insurance business

12. Operating segments (continued)

Information about reportable segments

For the six months ended 30 June - unaudited

	Investment holding		General business		Life business		Total	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Operating revenue	2,649	2,221	703,061	592,742	532,483	419,443	1,238,193	1,014,406
Inter-segment revenue	(2,056)	(1,945)	-	-	-	-	(2,056)	(1,945)
Segment profit	92	1,212	74,123	48,836	5,141	4,396	79,356	54,444
Segment assets	184,448	192,821	3,319,525	3,082,047	2,719,686	2,125,450	6,223,659	5,400,318
Segment liabilities	522,043	521,945	2,418,765	2,321,945	2,719,686	2,125,450	5,660,494	4,969,340

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13. Related parties

The significant related party transactions are as follows:

Name	Nature	Income RM'000	Expense RM'000
Allianz SE Group	Reinsurance arrangements between AMB's insurance subsidiaries and Allianz SE Group where the risk and premium are shared between the parties in accordance with the reinsurance arrangements entered into between the parties*	21,754	108,880
	Payment of license and maintenance fees for eLearning solution by AMB and/or its subsidiaries to Allianz SE	-	109
	The Group's sharing of global marketing measures undertaken by Allianz SE	-	365
	Payment of fund management fee by AMB's life insurance subsidiary to Allianz Global Investors Singapore Limited	-	85
	The Group's sharing of Allianz Worldwide Intranet Network access with Allianz SE	-	221
	Payment of investment advisory service fees by AMB's insurance subsidiaries to Allianz Investment Management Singapore Pte Ltd	-	516
	Payment of annual maintenance and support fee for software system by AMB's life insurance subsidiary to Allianz SE	-	75
Symphony Solutions Bhd**	BPO Sdn Bhd Payment of telemarketing fee by AMB's life insurance subsidiary to Symphony BPO Solutions Sdn Bhd	-	718

* As the Group is in the insurance business, the figures do not include payment obligations arising from claims duly made pursuant to any insurance policies issued.

** Symphony BPO Solutions Sdn Bhd is a subsidiary of Symphony House Berhad of which Mr Foo San Kan, an Independent Director of the Company, is a Director and shareholder.

14. Dividend paid

There was no dividend paid by the Company during the quarter under review (2009 : Nil).

For the financial year ended 31 December 2009, a first and final dividend of 2.00 sen per ordinary share less tax at 25% amounting to RM2,308,038 has been approved by the shareholders of the Company at the Company's Annual General Meeting held on 24 June 2010 and was accrued in the accounts of the Company as at 30 June 2010. The said dividend was paid to the entitled shareholders of the Company on 3 August 2010.

15. Comparative figures

Certain comparative figures have been restated to comply with the adoption of FRSs, Amendment to FRSs and Interpretations.

Part B: Explanatory notes pursuant to Bursa Malaysia Listing Requirements: Chapter 9, Appendix 9B, Part A.

1. Review of results

1.1 Results of the current year-to-date ("YTD") against preceding year-to-date (YTD 2nd Quarter 2010 versus YTD 2nd Quarter 2009)

Operating revenue

The Group recorded an increase in operating revenue by 22.1% or RM223.8 million. The general and life insurance gross earned premium grew by RM107.1 million or 19.0% and RM104.4 million or 27.6% respectively.

Profit before tax

The profit before tax of the Group increased by 45.8% or RM24.9 million. The increase was mainly due to the increase of underwriting profit from general insurance business.

The profit for the period under review excludes any surplus to be transferred from the Life fund to the Shareholders' fund which will be determined at the financial year end after the annual valuation of the Life fund's liabilities has been carried out by the appointed actuary.

1.2 Results of the current quarter against the preceding quarter (2nd Quarter 2010 versus 1st Quarter 2010)

Operating revenue

Operating revenue decreased by 2.3% or RM14.3 million due mainly to the lower gross earned premium by RM12.2 million from general insurance business.

Profit before tax

The profit before tax of the Group increased by 22.0% or RM7.9 million due mainly to the improvement of underwriting results from the general insurance business for the current quarter.

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2. Current year prospects

Based on current economic condition, government policies and low insurance penetration rate, the outlook for the industry continues to be positive in 2010. The performance of the Group in 2010 is expected to be satisfactory.

3. Profit forecast

The Group did not issue any profit forecast or profit guarantee as at the date of this report.

4. Taxation

	Individual period		Cumulative period	
	Three months ended		Six months ended	
	30 June		30 June	
	2010	2009	2010	2009
	RM'000	RM'000	RM'000	RM'000
		Restated		Restated
Profit before taxation	43,610	25,310	79,356	54,444
Current tax expense				
Income tax	14,992	7,673	28,341	18,258
Deferred tax	(983)	2,348	(1,764)	653
Total income tax expense	14,009	10,021	26,577	18,911
Effective tax rate	32%	40%	33%	35%

The Group's consolidated effective tax rate for the six months ended 30 June 2010 was higher than the statutory tax rate of 25% (six months ended 30 June 2009: 25%) caused mainly by the following factors:

- The income tax for the Life fund is calculated based on the tax rate of 8% (2009 : 8%) of the assessable investment income net of allowable deductions for the period; and
- Effects of certain non-deductible expenses.

5. Unquoted investments and properties

During the period under review, there was no sale of unquoted investments. The Group sold a property to third party with a loss of RM37,399.

6. Quoted investments

There was no purchase or disposal of quoted investments by the Company during the period under review. The insurance subsidiaries are exempted from such disclosure.

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7. Status of corporate proposal announced/implemented

The status of corporate proposals announced but not fully completed by the Company are as follows:-

Corporate Proposals	Status
<p>(a) Proposed Rights Issue</p> <p>(b) Proposed increase in authorised share capital of the Company from RM200,000,000 comprising 200,000,000 AMB Shares to RM1,000,000,000 comprising 600,000,000 AMB Shares and 400,000,000 New ICPS by the creation of 400,000,000 AMB Shares and 400,000,000 New ICPS ("Proposed Increase in Authorised Share Capital"); and</p> <p>(c) Proposed amendments to the Memorandum and Articles of Association of AMB.</p> <p>(collectively referred to as "Proposals")</p> <p>Note: Unless otherwise defined, the definitions set out in AMB's announcement dated 26 April 2010 in respect of the Proposals shall apply herein.</p> <p>Please refer to AMB's announcements dated 26 April 2010, 20 May 2010, 27 May 2010, 1 June 2010, 24 June 2010 and 6 August 2010 for the sequence of events for the Proposals.</p>	<p>The Proposals were approved by the shareholders of AMB at the Extraordinary General Meeting held on 24 June 2010.</p> <p>The adviser of AMB, RHB Investment Bank Berhad had on 6 August 2010, announced on behalf of AMB to Bursa Securities that the Proposed Rights Issue had been completed following the listing and quotation of 192,336,547 New ICPS on the Official List of Bursa Securities on 6 August 2010.</p>

ALLIANZ MALAYSIA BERHAD (12428-W)

8. Borrowings and debts securities

Save as disclosed below, the Group has no other outstanding borrowings and debts securities for the quarter under review and financial period to date.

As at 30 June 2010

	Group RM'000
Subordinated Loan (non interest bearing)	490,000
Finance lease liability (interest bearing)	1,299

9. Off balance sheet financial instruments

The Group did not enter into any off balance sheet financial instruments as at the date of this report.

10. Changes in material litigation

Save as disclosed below, the Group is not engaged in any material litigation, claims or arbitration, either as plaintiff or defendant as at the date of this Quarterly Report and the Directors have no knowledge of any proceedings pending or threatened against the Group or of any facts likely to give rise to any proceeding which may materially and adversely affect the financial position or business of the Group.

The status of the litigation instituted against Bright Mission Berhad (formerly known as Commerce Assurance Berhad ("CAB")) and AGIC are disclosed below. For detailed litigation background, please refer to the Company's Quarterly Report for the financial quarter ended 31 March 2008.

Name of subsidiaries	Litigation	Status
Bright Mission Berhad	<p>a) <i>Kuala Lumpur High Court Civil Suit No: S4-22-1194-2007 in the matter of Duopharma Properties Sdn Bhd, Michaelian (Malaysia) Sdn Bhd, Michaelian Holdings Sdn Bhd & Duomark Properties Sdn Bhd -v- Commerce International Group Berhad & CAB</i></p> <p>b) <i>Kuala Lumpur High Court Originating Summons No : S1-24-2518-2007 in the matter of CAB-v- Duomark Properties Sdn Bhd, Michaelian (Malaysia) Sdn Bhd & Michaelian Holdings Sdn Bhd</i></p>	<p>All outstanding Case Management Directions have been complied with. The matter is now fixed for trial on 27 to 29 September 2010.</p> <p>No hearing date has been fixed for the Appeal by CAB for removal of the private caveats.</p>

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10. Changes in material litigation (continued)

Name of subsidiaries	Litigation	Status
AGIC	<i>Kota Bahru High Court Suit No: 22-115-05 in the matter of Mohd Shokri bin Abdul Rahim -v-AGIC</i>	Appeal by CAB to strike out the Plaintiff's claim was dismissed on 3 December 2008. On 5 August 2010, the Court struck off the Plaintiff's suit with liberty to file afresh as the Plaintiff failed to comply with the Court's direction with regard to filing of the bundle of documents for preparation of trial.
	<i>High Court of Sabah & Sarawak Originating Summons No: T(24) 15 of 2006 in the matter of Lau Yee Fai @ Lau Yee Ming -v- CAB *</i>	No hearing date has yet been fixed for the Appeal by CAB dated 3 December 2007 against the judgment in favour of the Plaintiff.

* Following the transfer of the entire general insurance business from CAB to AGIC with effect from 1 January 2009, this suit is now regarded as suit against AGIC and shall be defended by AGIC and necessary documents will be filed in Court to record AGIC as the defendant of the same at the appropriate time.

11. Auditors' report on preceding annual financial statements

The auditors' report of the Group's financial statements for the financial year ended 31 December 2009 was not qualified.

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12. Dividend

No dividend has been proposed or declared for the quarter under review (2009 : Nil).

For the financial year ended 31 December 2009, a first and final dividend of 2.00 sen per ordinary share less tax at 25% amounting to RM2,308,038 has been approved by the shareholders of the Company at the Company's Annual General Meeting held on 24 June 2010 and was accrued in the accounts of the Company as at 30 June 2010. The said dividend was paid to the entitled shareholders of the Company on 3 August 2010.

13. Earnings per ordinary share

(a) Basic earnings per ordinary share

Basic earning per share of the Group are calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary share in issue.

		Individual period Three months ended 30 June		Cumulative period Six months ended 30 June	
		2010	2009	2010	2009
Net profit attributable to shareholders	(RM'000)	29,601	15,289	52,779	35,533
Weighted average number of ordinary shares in issue	('000)	153,869	153,869	153,869	153,869
Basic earnings per ordinary share	(sen)	19.24	9.94	34.30	23.09

(b) Diluted earnings per ordinary share

There is no dilution in earnings per share as there are no dilutive potential ordinary shares as at 30 June 2010.

BY ORDER OF THE BOARD

Ng Siew Gek
Company Secretary

Kuala Lumpur
25 August 2010