

Quarterly report on consolidated financial statements for the second quarter ended 30 June 2013.
The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	2nd quarter ended		6 months ended	
	30 June		30 June	
	2013	2012	2013	2012
	RM'000	RM'000	RM'000	RM'000
Revenue	614,298	444,476	1,176,773	823,355
Interest income	115,514	96,465	221,332	193,103
Interest expenses	(73,278)	(35,442)	(141,767)	(73,121)
Net interest income	42,236	61,023	79,565	119,982
Net income from Islamic banking operations	293,695	174,900	551,992	304,589
Operating income	335,931	235,923	631,557	424,571
Other income	24,396	24,100	45,251	52,066
Total income	360,327	260,023	676,808	476,637
Other operating expenses	(58,510)	(52,892)	(121,382)	(97,907)
Operating profit	301,817	207,131	555,426	378,730
Allowance for impairment losses on loans, advances and financing	(54,228)	(84,502)	(70,727)	(145,631)
Profit before taxation and zakat	247,589	122,629	484,699	233,099
Taxation	(81,884)	(27,308)	(152,850)	(58,363)
Zakat	(600)	(1,668)	(600)	(1,668)
Profit for the period	165,105	93,653	331,249	173,068
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	165,105	93,653	331,249	173,068
Earnings per share (sen):				
Basic	9.78	7.70	22.37	14.24
Diluted	9.66	7.07	22.07	13.07

The condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30 June 2013 (RM'000)	As at 31 December 2012 (RM'000)
ASSETS		
Cash and short term funds	2,386,810	1,275,431
Deposits and placements with financial institutions	8,396	5,354
Trade receivables	812	407
Other receivables	324,568	362,213
Inventories	60,890	60,908
Loans, advances and financing	29,181,733	24,265,570
Investments held-to maturity	200,000	200,000
Investment properties	457	467
Property, plant and equipment	129,078	130,532
Land use rights	9,370	9,456
Intangible assets	43,437	47,392
TOTAL ASSETS	32,345,551	26,357,730
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits from customers	26,608,702	21,494,099
Bank borrowings	450,191	350,217
Other borrowings	300,952	351,203
Trade payables	204	195
Other payables	467,079	235,975
Provision for taxation and zakat	208,672	55,972
Recourse obligation on loans sold to Cagamas Berhad	2,311,615	2,361,997
Deferred tax liabilities	11,388	11,426
TOTAL LIABILITIES	30,358,803	24,861,084
Share capital	1,736,102	1,240,361
Share premium	689,799	514,098
Other reserve	37,467	131,330
Accumulated losses	(476,620)	(389,143)
Shareholders' equity	1,986,748	1,496,646
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	32,345,551	26,357,730

The condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FINANCIAL YEAR ENDED 30 JUNE 2013

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

	Ordinary Shares <i>RM'000</i>	Share Premium <i>RM'000</i>	Capital Reserve ^{#1} <i>RM'000</i>	Share Option Reserve <i>RM'000</i>	Warrants Reserve <i>RM'000</i>	Capital Redemption Reserve ^{#2} <i>RM'000</i>	Accumulated Losses <i>RM'000</i>	Total Equity <i>RM'000</i>
At 1 January 2012	1,215,501	498,498	17,838	2,410	99,246	12,486	(715,830)	1,130,149
Total comprehensive income for the period	-	-	-	-	-	-	173,068	173,068
Dividend	-	-	-	-	-	-	(64,640)	(64,640)
Share options granted under ESOS recognised in profit or loss	-	-	-	1,868	-	-	-	1,868
Issue of ordinary shares pursuant to ESOS	15,887	3,271	-	-	-	-	-	19,158
Issue of ordinary shares pursuant to warrants	274	-	-	-	-	-	-	274
At 30 June 2012	1,231,662	501,769	17,838	4,278	99,246	12,486	(607,402)	1,259,877
At 1 January 2013	1,240,361	514,098	17,838	2,799	98,207	12,486	(389,143)	1,496,646
Total comprehensive income for the period	-	-	-	-	-	-	331,249	331,249
Dividend	-	-	-	-	-	-	(350,865)	(350,865)
Share options granted under ESOS recognised in income statement	-	-	-	2,225	-	-	-	2,225
Issue of ordinary shares pursuant to ESOS	11,464	15,512	-	(3,811)	-	-	-	23,165
Issue of ordinary shares pursuant to warrants	484,277	160,189	-	-	(91,573)	-	(67,861)	485,032
Transfer of share option reserve to accumulated losses upon forfeiture of share options	-	-	-	(704)	-	-	-	(704)
At 30 June 2013	1,736,102	689,799	17,838	509	6,634	12,486	(476,620)	1,986,748

^{#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 2012 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	30 June 2013 RM'000	30 June 2012 RM'000
Cash flows from operating activities		
Profit before taxation	484,699	233,099
Adjustments for :		
Depreciation		
- Investment properties	11	11
- Property, plant and equipment	6,596	4,408
Amortisation		
- land use rights	83	82
- Intangible assets	5,329	536
Loss on disposal of property, plant and equipment	2	-
Gain on disposal of investment properties	-	(112)
Gain on disposal of foreclosed properties	(448)	(2,241)
Allowance for impairment of receivables	13,159	11,617
Allowance for impairment losses on loans and financing	70,727	145,631
Share options granted under ESOS	2,225	1,868
Operating profit before working capital changes	582,383	394,899
Increase in deposits with financial institutions	(3,042)	-
Increase in loans, advances and financing	(4,974,706)	(6,886,175)
Decrease/(Increase) in inventories	18	(62)
Increase in receivables	(26,073)	(10,722)
Decrease in investments held-to maturity	-	4,354
Increase in deposits from customers	5,114,603	4,410,398
Increase in payables	231,113	434,534
Proceeds from disposal of foreclosed properties	4,400	23,300
Cash generated from/(used in) operations	928,696	(1,629,474)
Tax paid	(129,977)	(66,541)
Tax refund	25	-
Zakat paid	(760)	(161)
Net cash generated from/(used) in operating activities	797,984	(1,696,176)

(Contd.)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (CONTD.)

	30 June 2013 RM'000	30 June 2012 RM'000
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,149)	(30,055)
Purchase of intangible assets	(1,374)	(7,059)
Proceeds from disposal of property, plant and equipment	-	500
Net cash used in investing activities	<u>(6,523)</u>	<u>(36,614)</u>
Cash flows from financing activities		
Proceeds from bank borrowings	99,974	760,603
Long term financing facility	(50,251)	(50,286)
Recourse obligation on loans sold to Cagamas Berhad	(50,382)	(36,454)
Dividend paid - ordinary shares	(350,865)	(64,640)
Net proceeds from issuance of ordinary shares	671,442	16,161
Net cash generated from financing activities	<u>319,918</u>	<u>625,384</u>
Net increase/(decrease) in cash and cash equivalents	1,111,379	(1,107,406)
Cash and cash equivalents at beginning of financial period	1,275,431	1,355,599
Cash and cash equivalents at end of financial period	<u>2,386,810</u>	<u>248,193</u>
Cash and cash equivalents comprise :		
Cash and short term funds	<u>2,386,810</u>	<u>248,193</u>

The condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying notes attached to the interim financial statements.