

BURSA MALAYSIA BERHAD (30632-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2006

BURSA MALAYSIA BERHAD (30632-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THREE AND NINE MONTH PERIOD ENDED 30 SEPTEMBER 2006

	Note	3 months ended		9 months ended	
		30.9.2006 RM'000 unaudited	30.9.2005 RM'000 unaudited (restated)	30.9.2006 RM'000 unaudited	30.9.2005 RM'000 unaudited (restated)
Operating revenue	10	59,051	48,379	186,874	147,968
Other income	11	9,012	15,819	30,333	52,257
		<u>68,063</u>	<u>64,198</u>	<u>217,207</u>	<u>200,225</u>
Staff costs		(19,188)	(18,682)	(55,796)	(55,982)
Depreciation and amortisation		(3,873)	(3,488)	(11,543)	(9,751)
Other operating expenses	12	(12,065)	(15,009)	(39,314)	(42,107)
Profit from operations		<u>32,937</u>	<u>27,019</u>	<u>110,554</u>	<u>92,385</u>
Finance costs		(153)	(130)	(431)	(206)
Profit before taxation		<u>32,784</u>	<u>26,889</u>	<u>110,123</u>	<u>92,179</u>
Taxation	23	(7,681)	(5,653)	(29,800)	(26,797)
Net profit for the period		<u>25,103</u>	<u>21,236</u>	<u>80,323</u>	<u>65,382</u>
Attributable to:					
Equity holders of the parent		25,103	19,591	79,519	62,352
Minority interests		-	1,645	804	3,030
Net profit for the period		<u>25,103</u>	<u>21,236</u>	<u>80,323</u>	<u>65,382</u>
Earnings per share attributable to equity holders of the parent (sen):					
Basic	32(a)	<u>4.9</u>	<u>3.9</u>	<u>15.4</u>	<u>13.1</u>
Diluted	32(b)	<u>4.6</u>	<u>3.9</u>	<u>14.8</u>	<u>13.0</u>

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

BURSA MALAYSIA BERHAD (30632-P)
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CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 SEPTEMBER 2006

	Note	As at 30.9.2006 RM'000 unaudited	As at 31.12.2005 RM'000 audited (restated)
ASSETS			
Non-current assets			
Property, plant and equipment	14	327,080	335,391
Other investments		96,983	92,197
Staff loans receivable		25,380	28,713
Computer software		28,822	28,158
Goodwill		44,720	44,720
Deferred tax assets		820	1,219
		<u>523,805</u>	<u>530,398</u>
Current assets			
Trade receivables		21,627	27,671
Other receivables		20,567	27,669
Tax recoverable		5,720	16,952
Short term investments		118,867	181,132
Short term deposits		617,964	407,287
Cash and bank balances		7,877	6,337
		<u>792,622</u>	<u>667,048</u>
Non-current asset held for sale	24	4,182	-
		<u>796,804</u>	<u>667,048</u>
TOTAL ASSETS		<u>1,320,609</u>	<u>1,197,446</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		258,558	256,530
Share premium		58,685	50,717
Other reserves		37,557	7,355
Retained profits		523,613	568,449
		<u>878,413</u>	<u>883,051</u>
Minority interest		-	21,432
Total equity		<u>878,413</u>	<u>904,483</u>
Non-current liabilities			
Retirement benefit obligations		19,839	17,738
Deferred income		2,831	2,831
Long term borrowings	27	659	659
Long term liability	28	46,182	46,720
Deferred tax liabilities		1,713	2,144
		<u>71,224</u>	<u>70,092</u>
Current liabilities			
Trade payables		286,669	150,121
Other payables		64,914	67,386
Clearing Guarantee Fund - trading clearing participants' contributions		8,741	-
Tax payable		10,428	5,144
Short term borrowings	27	220	220
		<u>370,972</u>	<u>222,871</u>
Total liabilities		<u>442,196</u>	<u>292,963</u>
TOTAL EQUITY AND LIABILITIES		<u>1,320,609</u>	<u>1,197,446</u>
Net assets per share attributable to equity holders of the parent (RM)		<u>1.70</u>	<u>1.72</u>

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

BURSA MALAYSIA BERHAD (30632-P)
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2006

	Note	Attributable to equity holders of the parent						Distributable	Minority interest	Total equity	
		Non-distributable			Distributable						
		Share capital	Share premium	Capital reserve	Foreign exchange reserve	Equity compensation reserve	Clearing Guarantee Fund Reserve	Retained profits	Total		
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 January 2005		250,000	12,400	2,750	(13)	-	-	1,195,158	1,460,295	17,855	1,478,150
Bonus issue		667,000	-	-	-	-	-	(667,000)	-	-	-
Capital reduction		(750,000)	-	-	-	-	-	-	(750,000)	-	(750,000)
Issuance of ordinary shares:											
Pursuant to Initial Public Offering		83,000	438,448	-	-	-	-	-	521,448	-	521,448
Pursuant to the Employees' Share Option Scheme ("ESOS")		3,595	17,986	-	-	-	-	-	21,581	-	21,581
Issuance of preference shares by a subsidiary		-	200	-	-	-	-	-	200	-	200
Share issuance expenses		-	(16,638)	-	-	-	-	-	(16,638)	-	(16,638)
Share-based payment under ESOS	2(a)	-	-	-	-	2,924	-	-	2,924	-	2,924
Transfer to capital redemption reserve		-	-	250	-	-	-	(250)	-	-	-
Dividends paid		-	-	-	-	-	-	(36,430)	(36,430)	-	(36,430)
Net profit for the period		-	-	-	-	-	-	62,352	62,352	3,030	65,382
At 30 September 2005 (restated)		253,595	452,396	3,000	(13)	2,924	-	553,830	1,265,732	20,885	1,286,617

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2006

	Note	Attributable to equity holders of the parent						Minority interest	Total equity		
		Non-distributable			Distributable						
		Share capital	Share premium	Capital reserve	Foreign exchange reserve	Equity compensation reserve	Clearing Guarantee Fund Reserve	Retained profits	Total		
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2006											
As previously stated		256,530	50,717	3,000	(13)	-	-	572,817	883,051	21,432	904,483
Prior year adjustment - effects of adopting FRS 2	2(a)	-	-	-	-	4,368	-	(4,368)	-	-	-
At 1 January 2006 (restated)		256,530	50,717	3,000	(13)	4,368	-	568,449	883,051	21,432	904,483
Issuance of ordinary shares pursuant to ESOS		2,028	7,968	-	-	-	-	-	9,996	-	9,996
Acquisition of remaining equity of an existing subsidiary	15	-	-	2,250	-	-	-	(15,639)	(13,389)	(22,236)	(35,625)
Foreign currency translation, representing net expense recognised directly in equity		-	-	-	(206)	-	-	-	(206)	-	(206)
Share-based payment under ESOS	2(a)	-	-	-	-	3,158	-	-	3,158	-	3,158
Transfer to Clearing Guarantee Fund ("CGF") from a wholly-owned subsidiary		-	-	-	-	-	25,000	(25,000)	-	-	-
Dividends paid	9	-	-	-	-	-	-	(83,716)	(83,716)	-	(83,716)
Net profit for the period		-	-	-	-	-	-	79,519	79,519	804	80,323
At 30 September 2006		258,558	58,685	5,250	(219)	7,526	25,000	523,613	878,413	-	878,413

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2006

Note (a)

Clearing Guarantee Fund ("CGF")

On 1 July 2006, pursuant to the Rules of Bursa Malaysia Securities Clearing Sdn. Bhd. ("Bursa Securities Clearing"), a wholly-owned subsidiary of Bursa Malaysia Berhad, set up a CGF for securities clearing and settlement. The quantum of the CGF was set at RM100,000,000. The CGF comprises contributions from trading clearing participants (15 per cent) and Bursa Securities Clearing (25 per cent), and other financial resources (currently in the form of a Standby Credit Facility from Bursa Malaysia Berhad) (60 per cent), as follows:

	As at 30.09.2006 RM'000
Trading clearing participants of Bursa Securities Clearing *	15,000
Bursa Securities Clearing	25,000
Standby Credit Facility from Bursa Malaysia Berhad	60,000
	<u>100,000</u>

* Contributions from trading clearing participants of Bursa Securities Clearing, including accrued interest, are in the form of:

	As at 30.09.2006 RM'000
Cash	8,741
Bank guarantees	6,374
	<u>15,115</u>

Payments out of the CGF shall be applied in the following order of priority

- i. Contributions made by the trading clearing participant in default (if applicable);
- ii. Contributions made by all other non-defaulting trading clearing participants and the amount contributed by Bursa Securities Clearing from its resources on a pro rata basis according to the proportion contributed by the trading clearing participants and Bursa Securities Clearing pursuant to the relevant rules of the CGF; and
- iii. Additional resources such as bank facilities and policies of insurance secured.

BURSA MALAYSIA BERHAD (30632-P)
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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2006

	Note	9 months ended	
		30.9.2006 RM'000 unaudited	30.9.2005 RM'000 unaudited (restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		110,123	92,179
Adjustment for:			
Amortisation of intangible asset - goodwill		-	2,206
Amortisation of intangible asset - computer software		200	-
Amortisation of premium less accretion of discount		(47)	492
Depreciation		11,343	9,751
Interest expense		8	15
Interest income		(22,757)	(35,859)
Net gain on disposal of investments		(2,944)	(10,459)
Net gain on disposal of property, plant and equipment		(52)	(2,092)
Net provision for bad and doubtful debts		1,597	200
Property, plant and equipment written off		4	4
Provision for impairment loss on investments		181	-
Provision for retirement benefits		2,234	2,074
Provision for short term accumulating compensating unutilised leave		497	423
Share-based payment under ESOS		3,158	2,924
Operating profit before working capital changes		<u>103,545</u>	<u>61,858</u>
Decrease in receivables		8,359	8,083
Increase in payables		<u>142,328</u>	<u>10,000</u>
Cash generated from operations		254,232	79,941
Retirement benefits paid		(134)	(15,622)
Interest paid		(7)	(15)
Taxes paid, net of refund		<u>(13,316)</u>	<u>(21,476)</u>
Net cash generated from operating activities		<u>240,775</u>	<u>42,828</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of remaining equity of an existing subsidiary	15	(35,625)	-
Interest received		24,761	39,328
Net staff loans repaid/(disbursed)		6,940	(518)
Proceeds from disposal of investments, net of purchases		57,867	144,463
Purchases of property, plant and equipment, net of proceeds		<u>(8,031)</u>	<u>(8,238)</u>
Net cash generated from investing activities		<u>45,912</u>	<u>175,035</u>

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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2006

		9 months ended	
		30.9.2006	30.9.2005
		RM'000	RM'000
	Note	unaudited	unaudited (restated)
CASH FLOWS FROM FINANCING ACTIVITIES			
Capital repayment		-	(701,229)
Dividends paid	9	(83,716)	(36,430)
Dividends paid to minority shareholders		-	(360)
IPO expenses		-	(16,638)
Proceeds from exercise of ESOS		9,996	21,581
Proceeds from subscription of IPO		-	472,677
Repayment of loan from Securities Commission		-	(13,505)
Repayment of long term liability		(539)	(539)
Net cash used in financing activities		<u>(74,259)</u>	<u>(274,443)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
		212,428	(56,580)
EFFECTS OF EXCHANGE RATE CHANGES		(211)	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD		413,624	714,777
CASH AND CASH EQUIVALENTS AT END OF PERIOD		<u>625,841</u>	<u>658,197</u>
		As at	As at
		30.09.2006	30.09.2005
		RM'000	RM'000
		unaudited	unaudited
CASH AND CASH EQUIVALENTS COMPRISE:			
Short term deposits		617,964	649,763
Cash and bank balances		7,877	8,434
	(a)	<u>625,841</u>	<u>658,197</u>

BURSA MALAYSIA BERHAD (30632-P)
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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2006

Note (a)

Included in cash and cash equivalents as at 30 September 2006 are the following:

(i) Cash collected by the following wholly-owned subsidiaries from:

	As at 30.09.2006 RM'000 unaudited	As at 30.09.2005 RM'000 unaudited
Clearing participants of Bursa Malaysia Derivatives Clearing Bhd. ("Bursa Derivatives Clearing")	286,841	132,114
Trading clearing participants of Bursa Malaysia Securities Clearing Sdn. Bhd. ("Bursa Securities Clearing") *	8,741	-
	<u>295,582</u>	<u>132,114</u>

* This amount can only be utilised in accordance to the conditions set out in Note (a) of the Condensed Consolidated Statement of Changes in Equity.

(ii) An amount of RM25,000,000 (30 September 2005: NIL) set aside in respect of Bursa Securities Clearing's contribution to the CGF.

(iii) An amount of RM14,225,000 (30 September 2005: RM5,386,000) which has been set aside to meet or secure the claims of creditors and certain lease payments pursuant to the High Court orders issued in relation to the reduction of capital of the Company.

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

BURSA MALAYSIA BERHAD (30632-P)
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1. BASIS OF PREPARATION

The interim financial statements have been prepared under the historical cost convention.

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

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2005. These explanatory notes attached to the interim 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 2005.

2. CHANGES IN ACCOUNTING POLICIES

I Adoption of New/revised Financial Reporting Standards

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2005 except for the adoption of the following new/revised Financial Reporting Standards ("FRS") effective for financial period beginning 1 January 2006:

FRS 2	Share-based Payment
FRS 3	Business Combinations
FRS 5	Non-current Assets Held for Sale and Discontinued Operations
FRS 101	Presentation of Financial Statements
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 127	Consolidated and Separate Financial Statements
FRS 132	Financial Instruments: Disclosure and Presentation
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets

Revised FRSs which would be adopted from the financial period beginning 1 January 2007 are:

FRS 117	Leases
FRS 124	Related Party Disclosures

BURSA MALAYSIA BERHAD (30632-P)
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2. CHANGES IN ACCOUNTING POLICIES (CONTD.)

The adoption of FRS 108, 110, 116, 121, 127, 132 and 133 does not have significant financial impact on the Group. The principal effects of the changes in accounting policies resulting from the adoption of the new/revised FRSs are discussed below:

(a) FRS 2: Share-based Payment

This FRS requires an entity to recognise share-based payment transactions in its financial statements, including transactions with employees or other parties to be settled in cash, other assets, or equity instruments of the entity.

The Company operates an equity-settled, share-based compensation plan for the employees of the Group, the Bursa Malaysia Berhad Employees' Share Option Scheme ("ESOS"). Prior to 1 January 2006, no compensation expense was recognised in profit or loss for share options granted. With the adoption of FRS 2, the compensation expense relating to share options is recognised within staff costs in profit or loss over the vesting periods of the grants with a corresponding increase in equity.

The total amount to be recognised as compensation expense is determined by reference to the fair value of the share options at the date of the grant and the number of share options to be vested by the vesting date. The fair value of the share options is computed using a binomial options pricing model by an external professional valuer. At every balance sheet date, the Group revises its estimates of the number of share options that are expected to vest by the vesting date. Any revision of this estimate is included in profit or loss and a corresponding adjustment to equity over the remaining vesting period.

Under the transitional provisions of FRS 2, this FRS must be applied to share options that were granted after 31 December 2004 and had not yet been vested on 1 January 2006. The application is retrospective and accordingly, the comparative amounts for the period ended 30 September 2005 and as at 31 December 2005 are restated. The financial impact to the Group arising from this change in accounting policy is as follows:

				As at
				1.1.2006
				RM'000
Decrease in retained earnings				(4,368)
Increase in equity compensation reserve (included within other reserve)				<u>4,368</u>
	3 months ended		9 months ended	
	30.9.2006	30.9.2005	30.9.2006	30.9.2005
	RM'000	RM'000	RM'000	RM'000
Decrease in net profit for the period	<u>879</u>	<u>1,301</u>	<u>3,158</u>	<u>2,924</u>

Comparatives which have been restated due to this change in accounting policy are disclosed in Note 3.

2. CHANGES IN ACCOUNTING POLICIES (CONTD.)

(a) FRS 2: Share-based Payment (Contd.)

The fair value of equity-settled share options granted is estimated as at the date of grant using a binomial options pricing model, taking into account the terms and conditions upon which the options were granted. The following table lists the inputs to the model used for the purpose of computing the fair value of the ESOS:

Model inputs/assumptions	Note	Pre-listing grant	Post-listing grant
Exercise prices (RM)		3.00	3.72 - 5.79
Dividend yield (% per annum)	(a)	4.00	4.00
Expected volatility (% per annum)	(b)	20.00 - 25.00	20.00 - 25.00
Risk free rate (% per annum)	(c)	3.58	3.31 - 3.68
Average share price at date of grant (RM)	(d)	n/a	4.30 - 6.25
Expiration of option (years)		5.00	3.70 - 4.60

Note

- (a) Dividend yield is based on the expected dividend yield as disclosed in the Company's prospectus dated 23 February 2005.
- (b) Stepped volatility is used whereby volatility is expected to reduce over the vesting period.
- (c) Risk free rate is based on the indicative yields on Malaysian Government Securities of 4-year term to maturity as published in the Bank Negara website.
- (d) Pre-listing price not available. The exercise price of RM3.00 was therefore used for the valuation purpose.

(b) FRS 3: Business Combinations, FRS 136: Impairment of Assets and FRS 138: Intangible Assets

The new FRS 3 has resulted in consequential amendments to two other accounting standards, FRS 136 and FRS 138.

(i) Intangible asset - goodwill

The adoption of these new FRSs has resulted in the Group ceasing annual goodwill amortisation. Goodwill is carried at cost less accumulated impairment losses and is now tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired. Any impairment loss is recognised in profit or loss and subsequent reversal is not allowed. Prior to 1 January 2006, goodwill was amortised on a straight-line basis over its estimated useful life of twenty (20) years.

The transitional provisions of FRS 3, however, have required the Group to eliminate at 1 January 2006 the carrying amount of the accumulated amortisation of RM14,095,000 against the gross amount of goodwill.

2. CHANGES IN ACCOUNTING POLICIES (CONTD.)

(b) FRS 3: Business Combinations, FRS 136: Impairment of Assets and FRS 138: Intangible Assets (Contd.)

(i) Intangible asset - goodwill (contd.)

The carrying amount of goodwill as at 1 January 2006 of RM44,720,000 ceased to be amortised. This has the effect of reducing the amortisation charges by RM735,000 in the current quarter and RM2,206,000 in the 9 months ended 30 September 2006.

(ii) Intangible assets other than goodwill

Under the new FRS 138, computer software is an intangible asset. Although the application of FRS 138 is prospective, the Group has reclassified the comparative amount for computer software for better presentation. Accordingly, from 1 January 2006, computer software is stated at cost less accumulated amortisation and impairment losses. Its cost is amortised based on its definite life and amortisation is recognised accordingly.

The new FRS 138 requires that the useful lives of intangible assets other than goodwill be assessed at the individual asset level as having either a finite or indefinite life. Some of the intangible assets are regarded to have an indefinite useful life when, based on an analysis of all of the relevant factors, there is no foreseeable limit to the period over which the asset is expected to generate net cash inflows for the Group. Intangible assets with indefinite useful lives are not amortised but instead, are tested for impairment annually. In accordance with the transitional provisions of FRS 138, the change in the useful life assessment from finite to indefinite is made on a prospective basis.

(c) FRS 5: Non-current Assets Held for Sale and Discontinued Operations

An item is classified as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use.

The Group has applied FRS 5 prospectively in accordance with its transitional provisions, which has resulted in a change in accounting policy on the recognition of a freehold property as held for sale. Prior to 1 January 2006, under the previous FRS 116, the Group would have recognised the freehold property as property, plant and equipment. FRS 5 requires a non-current asset to be classified as held for sale when the criteria to be classified as held for sale have been met. The result of this change in accounting policy is that a non-current asset held for sale is recognised by the Group at the lower of carrying amount and fair value less costs to sell and has been disclosed as such on the face of the balance sheet.

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2. CHANGES IN ACCOUNTING POLICIES (CONTD.)

(d) FRS 101: Presentation of Financial Statements

The adoption of the revised FRS 101 has affected the presentation of minority interest, and other disclosures. In the consolidated balance sheet, minority interest is now presented within total equity. In the consolidated income statement, minority interest is presented as an allocation of the net profit or loss for the period. A similar requirement is also applicable to the statement of changes in equity. FRS 101 also requires disclosure, on the face of the statement of changes in equity, total recognised income and expenses for the period, showing separately the amounts attributable to equity holders of the parent and to minority interest.

The current period's presentation of the Group's financial statements is based on the revised requirements of FRS 101, with the comparatives restated to conform with the current period's presentation.

II Adoption of New Accounting Policy

(a) CGF

Contributions from Bursa Securities Clearing is appropriated from its retained profits and is included in the balance sheet as a designated reserve, as explained in Note (a) of the Condensed Consolidated Statement of Changes in Equity.

Trading clearing participants' contributions are treated as current liabilities in the balance sheet. Contributions receivable from trading clearing participants in the form of bank guarantees are not reflected as assets and liabilities in the balance sheet.

The manner in which payments out of the CGF shall be applied are as set out in Note (a) of the Condensed Consolidated Statement of Changes in Equity. Any amounts paid out of the CGF in the event of a default is recoverable from the defaulting trading clearing participant.

3. COMPARATIVES

The following comparative amounts have been restated due to the adoption of new FRSs:

	Previously stated RM'000	← Adjustments →		Restated RM'000
		FRS 2 Note 2(a) RM'000	FRS 138 Note 2(bii) RM'000	
At 31 December 2005				
Property, plant and equipment	363,549	-	(28,158)	335,391
Computer software	-	-	28,158	28,158
Retained profits	572,817	(4,368)	-	568,449
3 months ended 30 September 2005				
Staff costs	17,381	1,301	-	18,682
Profit before taxation	28,190	(1,301)	-	26,889
Net profit for the period	22,537	(1,301)	-	21,236

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3. COMPARATIVES (CONTD.)

	Previously stated RM'000	← Adjustments →		Restated RM'000
		FRS 2 Note 2(a) RM'000	FRS 138 Note 2(bii) RM'000	
9 months ended 30 September 2005				
Staff costs	53,058	2,924	-	55,982
Profit before taxation	95,103	(2,924)	-	92,179
Net profit for the period	<u>68,306</u>	<u>(2,924)</u>	<u>-</u>	<u>65,382</u>

4. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 December 2005 was not qualified.

5. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's performance is not affected by any seasonal or cyclical factors but is affected by the level of activities in the securities market.

6. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial year-to-date except as disclosed in Note 2.

7. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

The Group makes assumptions concerning the future and other sources of estimation uncertainty at the balance sheet date during its review for impairment of goodwill, amortisation of computer software and depreciation.

The key assumptions and other key sources of estimation uncertainty mentioned above that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are in respect of those made during the review of impairment of goodwill. The Group determines whether goodwill is impaired at least on an annual basis. This requires an estimation of the value-in-use of the cash-generating units to which the goodwill is allocated. Estimating the value-in-use requires the Group to make an estimate of the expected future cash flows from the cash-generating units and also to choose a suitable discount rate in order to calculate the present value of those cash flows. The carrying amount of goodwill at 30 September 2006 was RM44,720,000.

There were no changes in estimates that have had material effect in the current quarter and financial year-to-date results.

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8. DEBT AND EQUITY SECURITIES

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial year-to-date ended 30 September 2006 other than the issuance of 4,055,000 new ordinary shares pursuant to the exercise of the ESOS at the following option prices:

No. of shares issued '000	Exercise price RM
4,034	2.46
14	3.05
7	4.07
<u>4,055</u>	

9. DIVIDENDS PAID

Dividends in respect of the financial year ended 31 December 2005, being final dividend of 10.00 sen per share less 28 per cent taxation on 516,485,000 ordinary shares, amounting to RM37,187,000 were declared on 28 April 2006 and subsequently paid on 31 May 2006.

Dividends in respect of the financial year ending 31 December 2006, being interim dividend of 12.50 sen per share less 28 per cent taxation on 516,993,000 ordinary shares, amounting to RM46,529,000 were declared on 27 July 2006 and subsequently paid on 28 August 2006.

10. OPERATING REVENUE

	3 months ended		9 months ended	
	30.9.2006 RM'000	30.9.2005 RM'000	30.9.2006 RM'000	30.9.2005 RM'000
Clearing fees - equity	25,329	18,416	88,933	59,526
Clearing fees - derivatives	1,911	1,037	4,508	2,998
SCORE fees (equity trade fees)	2,502	2,247	8,619	7,080
Derivatives trade fees	6,941	4,038	16,941	11,256
Institutional Settlement Service ("ISS") fees	1,654	1,785	5,442	5,139
Guarantee/tender fees	601	408	1,424	975
Buying-in commissions	148	189	527	441
Trading revenue	<u>39,086</u>	<u>28,120</u>	<u>126,394</u>	<u>87,415</u>
Depository services	6,457	7,157	19,781	19,870
Information services	4,860	4,762	14,320	14,447
Broker services	3,831	3,710	11,604	10,943
Listing fees	2,896	2,820	8,082	9,569
Participants' fees	812	776	2,659	2,537
Stable revenue	<u>18,856</u>	<u>19,225</u>	<u>56,446</u>	<u>57,366</u>
Other income derived from operations of the Group	1,109	1,034	4,034	3,187
	<u>59,051</u>	<u>48,379</u>	<u>186,874</u>	<u>147,968</u>

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11. OTHER INCOME

	3 months ended		9 months ended	
	30.9.2006	30.9.2005	30.9.2006	30.9.2005
	RM'000	RM'000	RM'000	RM'000
Conference fee and exhibition related income	(30)	(5)	2,457	1,876
Interest income	8,204	11,040	22,757	35,859
Net (loss)/gain on disposal of investments	(78)	3,965	2,944	10,459
Net gain on disposal of property, plant and equipment	-	-	52	2,092
Others	916	819	2,123	1,971
	<u>9,012</u>	<u>15,819</u>	<u>30,333</u>	<u>52,257</u>

12. OTHER OPERATING EXPENSES

	3 months ended		9 months ended	
	30.9.2006	30.9.2005	30.9.2006	30.9.2005
	RM'000	RM'000	RM'000	RM'000
IT upkeep and maintenance	3,849	4,556	12,944	11,154
Building maintenance costs	2,205	2,001	6,048	6,291
Others	6,011	8,452	20,322	24,662
	<u>12,065</u>	<u>15,009</u>	<u>39,314</u>	<u>42,107</u>

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13. SEGMENTAL INFORMATION

Segmental information is provided in two formats, one based on business segments and the other based on market segments.

(a) Business Segments

	Exchanges RM'000	Clearing, settlement and depository RM'000	Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
RESULTS FOR 3 MONTHS ENDED 30 SEPTEMBER 2006							
Segment revenue							
External revenue	31,831	22,579	4,616	25	-	-	59,051
Inter-segment revenue	81	9	239	100,569	-	(100,898)	-
Total operating revenue	31,912	22,588	4,855	100,594	-	(100,898)	59,051
Other income	1,586	3,547	53	3,800	26	-	9,012
	33,498	26,135	4,908	104,394	26	(100,898)	68,063
Segment operating expenses	(17,598)	(11,112)	(2,528)	(33,407)	(2)	31,499	(33,148)
Segment results	15,900	15,023	2,380	70,987	24	(69,399)	34,915
Unallocated corporate expenses							(1,978)
Finance costs							(153)
Consolidated profit from operations							32,784
RESULTS FOR 3 MONTHS ENDED 30 SEPTEMBER 2005							
Segment revenue							
External revenue	24,754	19,109	4,481	35	-	-	48,379
Inter-segment revenue	64	36	252	10,142	-	(10,494)	-
Total operating revenue	24,818	19,145	4,733	10,177	-	(10,494)	48,379
Other income	1,218	4,448	698	89,855	80	(80,480)	15,819
	26,036	23,593	5,431	100,032	80	(90,974)	64,198
Segment operating expenses	(5,915)	(7,355)	(1,879)	(30,768)	(6)	10,264	(35,659)
Segment results	20,121	16,238	3,552	69,264	74	(80,710)	28,539
Unallocated corporate expenses							(1,520)
Finance costs							(130)
Consolidated profit from operations							26,889

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13. SEGMENTAL INFORMATION (CONTD.)

(a) Business Segments (Contd.)

	Exchanges RM'000	Clearing, settlement and depository RM'000	Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
RESULTS FOR 9 MONTHS							
ENDED 30 SEPTEMBER 2006							
Segment revenue							
External revenue	100,421	72,828	13,575	50	-	-	186,874
Inter-segment revenue	231	38	724	233,828	-	(234,821)	-
Total operating revenue	100,652	72,866	14,299	233,878	-	(234,821)	186,874
Other income	3,454	10,019	101	16,671	88	-	30,333
	104,106	82,885	14,400	250,549	88	(234,821)	217,207
Segment operating expenses	(52,536)	(35,542)	(7,240)	(100,771)	(5)	95,392	(100,702)
Segment results	51,570	47,343	7,160	149,778	83	(139,429)	116,505
Unallocated corporate expenses							(5,951)
Finance costs							(431)
Consolidated profit from operations							110,123
RESULTS FOR 9 MONTHS							
ENDED 30 SEPTEMBER 2005							
Segment revenue							
External revenue	76,825	57,363	13,721	59	-	-	147,968
Inter-segment revenue	166	36	756	71,334	-	(72,292)	-
Total operating revenue	76,991	57,399	14,477	71,393	-	(72,292)	147,968
Other income	3,831	18,803	1,117	108,794	192	(80,480)	52,257
	80,822	76,202	15,594	180,187	192	(152,772)	200,225
Segment operating expenses	(46,965)	(36,456)	(6,499)	(85,764)	(11)	71,606	(104,089)
Segment results	33,857	39,746	9,095	94,423	181	(81,166)	96,136
Unallocated corporate expenses							(3,751)
Finance costs							(206)
Consolidated profit from operations							92,179

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13. SEGMENTAL INFORMATION (CONTD.)

(a) Business Segments (Contd.)

	Exchanges RM'000	Clearing, settlement and depository RM'000	Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
ASSETS AND LIABILITIES							
AS AT 30 SEPTEMBER 2006							
Segment assets							
Assets	167,086	485,266	11,456	626,430	3,084	-	1,293,322
Unallocated corporate assets							27,287
Consolidated total assets							<u>1,320,609</u>
Segment liabilities							
Liabilities	4,859	304,544	1,764	118,882	6	-	430,055
Unallocated corporate liabilities							12,141
Consolidated total liabilities							<u>442,196</u>

Expenses, assets and liabilities which are common and cannot be meaningfully allocated to the business segments are presented under unallocated expenses, assets and liabilities, respectively.

(b) Market Segments

	Cash market RM'000	Derivatives market RM'000	Offshore market RM'000	Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
RESULTS FOR 3 MONTHS								
ENDED 30 SEPTEMBER 2006								
Segment revenue								
External revenue	44,764	9,588	58	4,616	25	-	-	59,051
Inter-segment revenue	90	-	-	239	100,569	-	(100,898)	-
Total operating revenue	44,854	9,588	58	4,855	100,594	-	(100,898)	59,051
Other income	3,250	1,805	78	53	3,800	26	-	9,012
	<u>48,104</u>	<u>11,393</u>	<u>136</u>	<u>4,908</u>	<u>104,394</u>	<u>26</u>	<u>(100,898)</u>	<u>68,063</u>
Segment operating expenses	<u>(23,933)</u>	<u>(4,638)</u>	<u>(139)</u>	<u>(2,528)</u>	<u>(33,407)</u>	<u>(2)</u>	<u>31,499</u>	<u>(33,148)</u>
Segment results	24,171	6,755	(3)	2,380	70,987	24	(69,399)	34,915
Unallocated corporate expenses								(1,978)
Finance costs								(153)
Consolidated profit from operations								<u>32,784</u>

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13. SEGMENTAL INFORMATION (CONTD.)

(b) Market Segments (Contd.)

	Cash market RM'000	Derivatives market RM'000	Offshore market RM'000	Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
RESULTS FOR 3 MONTHS								
ENDED 30 SEPTEMBER 2005								
Segment revenue								
External revenue	38,160	5,649	54	4,481	35	-	-	48,379
Inter-segment revenue	100	-	-	252	10,142	-	(10,494)	-
Total operating revenue	38,260	5,649	54	4,733	10,177	-	(10,494)	48,379
Other income	4,443	1,156	67	698	89,855	80	(80,480)	15,819
	42,703	6,805	121	5,431	100,032	80	(90,974)	64,198
Segment operating expenses	(10,303)	(2,647)	(320)	(1,879)	(30,768)	(6)	10,264	(35,659)
Segment results	32,400	4,158	(199)	3,552	69,264	74	(80,710)	28,539
Unallocated corporate expenses								(1,520)
Finance costs								(130)
Consolidated profit from operations								26,889
RESULTS FOR 9 MONTHS								
ENDED 30 SEPTEMBER 2006								
Segment revenue								
External revenue	149,511	23,470	268	13,575	50	-	-	186,874
Inter-segment revenue	269	-	-	724	233,828	-	(234,821)	-
Total operating revenue	149,780	23,470	268	14,299	233,878	-	(234,821)	186,874
Other income	9,174	4,062	237	101	16,671	88	-	30,333
	158,954	27,532	505	14,400	250,549	88	(234,821)	217,207
Segment operating expenses	(74,287)	(13,359)	(432)	(7,240)	(100,771)	(5)	95,392	(100,702)
Segment results	84,667	14,173	73	7,160	149,778	83	(139,429)	116,505
Unallocated corporate expenses								(5,951)
Finance costs								(431)
Consolidated profit from operations								110,123

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13. SEGMENTAL INFORMATION (CONTD.)

(b) Market Segments (Contd.)

	Cash market RM'000	Derivatives market RM'000	Offshore market RM'000	Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
RESULTS FOR 9 MONTHS								
ENDED 30 SEPTEMBER 2005								
Segment revenue								
External revenue	118,201	15,781	206	13,721	59	-	-	147,968
Inter-segment revenue	202	-	-	756	71,334	-	(72,292)	-
Total operating revenue	118,403	15,781	206	14,477	71,393	-	(72,292)	147,968
Other income	18,020	4,461	153	1,117	108,794	192	(80,480)	52,257
	136,423	20,242	359	15,594	180,187	192	(152,772)	200,225
Segment operating expenses	(69,568)	(13,023)	(830)	(6,499)	(85,764)	(11)	71,606	(104,089)
Segment results	66,855	7,219	(471)	9,095	94,423	181	(81,166)	96,136
Unallocated corporate expenses								(3,751)
Finance costs								(206)
Consolidated profit from operations								92,179
ASSETS AND LIABILITIES								
AS AT 30 SEPTEMBER 2006								
Segment assets								
Assets	283,691	361,468	7,193	11,456	626,430	3,084	-	1,293,322
Unallocated corporate assets								27,287
Consolidated total assets								1,320,609
Segment liabilities								
Liabilities	18,479	290,705	219	1,764	118,882	6	-	430,055
Unallocated corporate liabilities								12,141
Consolidated total liabilities								442,196

Expenses, assets and liabilities which are common and cannot be meaningfully allocated to the market segments are presented under unallocated expenses, assets and liabilities, respectively.

14. CARRYING AMOUNT OF REVALUED ASSETS

There has been no revaluation of property, plant and equipment during the current quarter and financial year-to-date.

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15. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial year-to-date ended 30 September 2006 other than the acquisition of 6,250,000 ordinary shares of RM1.00 each representing the remaining 25 per cent equity interest in Bursa Depository for a total cash consideration of RM35,625,000 or RM5.70 per ordinary share on 2 March 2006. Following this transaction, Bursa Depository became a wholly-owned subsidiary of the Company.

The acquisition of Bursa Depository is accounted for using the "entity concept method" whereby the difference between the purchase consideration and the net assets acquired is treated as an equity transaction and recognised directly in the statement of changes in equity.

16. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in contingent liabilities or contingent assets since the last annual balance sheet as at 31 December 2005.

17. CAPITAL COMMITMENTS

The amount of commitments for the purchase of property, plant and equipment and computer software not provided for in the interim condensed financial statements as at 30 September 2006 were as follows:

	As at 30.9.2006 RM'000
Approved and contracted for	
Computer and office automation:	
Trading system	22,716
Other information technology systems	11,195
Renovations and office equipment	431
	<u>34,342</u>
Approved but not contracted for	
Computer and office automation:	
Trading system	14,989
Other information technology systems	3,666
	<u>18,655</u>

18. SUBSEQUENT EVENTS

There were no material events subsequent to the end of the current quarter.

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19. PERFORMANCE REVIEW

The Group recorded a higher profit before tax of RM32,784,000 for the quarter ended 30 September 2006 compared to RM26,889,000 for the quarter ended 30 September 2005 mainly due to better market performance and lower operating expenses for the current quarter compared to the corresponding quarter.

Operating revenue increased by 22.1 per cent to RM59,051,000 for the current quarter from RM48,379,000 for the corresponding quarter mainly due to higher trading revenue from both equity and derivatives markets. Trading revenue from the equity market increased by 30.9 per cent to RM29,633,000 for the current quarter from RM22,637,000 for the corresponding quarter. Trading revenue from the derivatives market increased by 72.4 per cent to RM9,453,000 for the current quarter from RM5,483,000 for the corresponding quarter.

Total clearing and SCORE fees from equity trading increased by 34.7 per cent to RM27,831,000 for the current quarter from RM20,663,000 for the corresponding quarter. The increase was a result of an increase in trading value (for on-market and direct business trades) in the equity market by 11.7 per cent to RM56.3 billion (representing a daily average trading value of RM0.9 billion) for the current quarter from RM50.4 billion (representing daily average trading value of RM0.8 billion) for the corresponding quarter. The effective gross clearing fee for on-market trades increased by 7.1 per cent to 0.030 per cent for the current quarter from 0.028 per cent for the corresponding quarter.

Total clearing and trade fees from derivatives trading increased by 74.4 per cent to RM8,852,000 for the current quarter from RM5,075,000 for the corresponding quarter. The increase was a result of an increase in trading volume in the derivatives market by 91.7 per cent to 1,223,000 contracts for the current quarter from 638,000 contracts for the corresponding quarter. The increase in trading volume came mainly from FCPO trades (which increased by 51.9 per cent), FKLI trades (which increased by 26.9 per cent) and KLIBOR trades (which increased by 84.2 per cent).

Stable revenue decreased by 1.9 per cent to RM18,856,000 for the current quarter from RM19,225,000 for the corresponding quarter. Revenue from depository services decreased by 9.8 per cent to RM6,457,000 for the current quarter from RM7,157,000 for the corresponding quarter mainly due to a decrease in ROD fees. The decrease in revenue from depository services was partially offset by increases in revenue from broker services and information services which increased minimally by 3.3 per cent to RM3,831,000 for the current quarter from RM3,710,000 for the corresponding quarter and by 2.1 per cent to RM4,860,000 for the current quarter from RM4,762,000 for the corresponding quarter respectively.

Other income decreased by 43.0 per cent to RM9,012,000 for the current quarter from RM15,819,000 for the corresponding quarter mainly due to lower investment income. Interest income decreased by 25.7 per cent to RM8,204,000 for the current quarter from RM11,040,000 for the corresponding quarter in view of the smaller funds size at Bursa following the capital repayment exercise in December 2005 of RM416,000,000. Disposal of investments resulted in a net loss of RM78,000 for the current quarter compared to a net gain of RM3,965,000 for the corresponding quarter due to unfavourable market conditions.

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19. PERFORMANCE REVIEW (CONTD.)

Total operating expenses decreased by 5.5 per cent to RM35,126,000 for the current quarter from RM37,179,000 for the corresponding quarter.

Staff costs increased by 2.7 per cent to RM19,188,000 for the current quarter from RM18,682,000 for the corresponding quarter mainly due to annual increments

Depreciation and amortisation increased by 11.0 per cent to RM3,873,000 for the current quarter from RM3,488,000 for the corresponding quarter due to depreciation on new IT equipment, such as the SAP system, data communication equipment upgrades and back-up hardware and software upgrades.

Other operating expenses decreased by 19.6 per cent to RM12,065,000 for the current quarter from RM15,009,000 for the corresponding quarter mainly due to lower market development and promotion expenses, lower IT upkeep and maintenance, cessation of amortisation of goodwill and lower provision for doubtful debts. IT upkeep and maintenance decreased by 15.5 per cent to RM3,849,000 for the current quarter from RM4,556,000 for the corresponding quarter mainly due to termination of maintenance contracts for certain hardware. Other general administration expenses decreased following the Group's continuous efforts to pursue financial and operational efficiency

20. MATERIAL CHANGE IN PROFIT BEFORE TAXATION OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER

The Group recorded a lower profit before tax of RM32,784,000 for the quarter ended 30 September 2006 compared to RM43,722,000 for the quarter ended 30 June 2006 mainly due to lower total revenue and higher staff costs for the current quarter compared to the preceding quarter.

Operating revenue decreased by 15.1 per cent to RM59,051,000 for the current quarter from RM69,537,000 for the preceding quarter. Total clearing and SCORE fees from the equity market decreased by 28.6 per cent to RM27,831,000 for the current quarter from RM38,995,000 for the preceding quarter, in line with the decrease in total trading value transacted on the equity market by 23.7 per cent to RM56.3 billion (representing a daily average trading value of RM0.9 billion) for the current quarter from RM73.7 billion (representing a daily average trading value of RM1.2 billion) for the preceding quarter. This was partially offset by the increase in total clearing and trade fees from the derivatives market by 24.8 per cent to RM8,852,000 for the current quarter from RM7,093,000 for the preceding quarter, in line with the increase in trading volume in the derivatives market by 36.0 per cent to 1,223,000 contracts for the current quarter from 899,000 contracts for the preceding quarter.

Stable revenue remained relatively unchanged from the preceding quarter.

Other income increased by 7.8 per cent to RM9,012,000 for the current quarter from RM8,357,000 for the preceding quarter mainly due to a relatively improved investment income in the current quarter compared to the preceding quarter.

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20. MATERIAL CHANGE IN PROFIT BEFORE TAXATION OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER (CONTD.)

Total operating expenses increased by 3.3 per cent to RM35,126,000 for the current quarter from RM34,018,000 for the preceding quarter mainly due to higher staff cost as a result of higher provision for bonus. The increase was partially offset by a decrease in IT upkeep and maintenance by 17.7 per cent to RM3,849,000 for the current quarter from RM4,679,000 for the preceding quarter mainly due to finalisation of outsourcing charges, leading to adjustment of accruals to reflect the final costs. Other expenses remained relatively unchanged from the preceding quarter.

21. COMMENTARY ON PROSPECTS

The Group's financial performance will continue to hinge significantly on the level of activities in the securities market in the near term, given that a major portion of the revenue is derived from clearing fee income. As such, the Group will continue to focus on efforts to enhance the quality of markets, and grow investor base and market promotion. In relation to quality of markets, the Group will focus on delivering infrastructure improvements, increasing product range on the equity and derivatives markets, enhancing regulatory efficiency and effectiveness and boosting investors' perception of the Malaysian market.

The Group will continue to pursue financial and operational efficiency as part of its corporate strategic objectives. However, IT maintenance costs is expected to increase when Bursa Trade Phase 1a and other IT projects go live in the last quarter of 2006. Similarly, the corresponding increase in depreciation is expected for the same period upon implementation of these IT projects.

22. PROFIT FORECAST

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interest and forecast profit after tax and minority interest are not applicable for the current quarter and financial year-to-date.

23. TAXATION

	3 months ended		9 months ended	
	30.9.2006	30.9.2005	30.9.2006	30.9.2005
	RM'000	RM'000	RM'000	RM'000
Current period tax	10,734	5,722	31,060	28,256
Over provision of tax in prior year	(1,228)	-	(1,228)	-
	9,506	5,722	29,832	28,256
Deferred tax	(1,825)	(69)	(32)	(1,459)
	7,681	5,653	29,800	26,797

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23. TAXATION (CONTD.)

The effective tax rate of the Group for the current quarter is lower than the statutory tax rate principally due to tax relief given to a profit making subsidiary.

24. SALE OF PROPERTIES

There were no sales of properties during the current quarter and financial year-to-date other than the disposal of a freehold property by Bursa Malaysia Securities Clearing Sdn. Bhd., a wholly owned subsidiary, to Hwang Enterprises Sdn. Bhd., a company with a common director, for a cash consideration of RM4,400,000. The Sale and Purchase Agreement was executed on 5 May 2006 and is pending completion. The profit arising from the disposal is estimated to be approximately RM200,000.

25. MARKETABLE SECURITIES

Details of purchases and disposals of marketable securities were as follows:

	3 months ended		9 months ended	
	30.9.2006	30.9.2005	30.9.2006	30.9.2005
	RM'000	RM'000	RM'000	RM'000
Purchase (at cost)	4,024	122,570	60,863	465,515
Disposal proceeds	8,112	163,043	118,730	609,015
Net (loss)/gain on disposal	(78)	3,965	2,944	10,459

The Group does not invest in quoted securities.

26. CORPORATE PROPOSALS

On 11 August 2006, the Company entered into a Sale & Purchase Agreement to acquire 20,000,000 ordinary shares of RM1.00 each, representing a 100 per cent equity interest in Bursa Derivatives Clearing from Bursa Securities Clearing for a total cash consideration of RM1.00. The proposed transfer of 100% equity interest in Bursa Derivatives Clearing from Bursa Securities Clearing was approved by the Foreign Investment Committee on 14 September 2006. The proposed transfer is pending approval of the Minister of Finance.

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27. BORROWINGS AND DEBT SECURITIES

	As at 30.09.2006 RM'000
Short term borrowings	220
Long term borrowings	659
	<u>879</u>

Borrowings relate to an outstanding amount payable to the Government of Malaysia in respect of two interest free unsecured loans of RM697,000 and RM1,500,000. Each loan is repayable in 10 equal annual instalments, repayments of which commenced on 30 November 2000.

As at the reporting date, the Group had not issued any debt securities.

28. LONG TERM LIABILITY

	As at 30.09.2006 RM'000
Short term portion of lease (included in other payables)	539
Long term portion of lease	46,182
	<u>46,721</u>

The liability relates to the amount payable to the Government of Malaysia for the lease of land. This amount is interest free and payable in 99 annual instalments of RM539,000 each.

29. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments as at 31 October 2006.

30. CHANGES IN MATERIAL LITIGATION

There was no material litigation against the Group as at 31 October 2006.

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31. DIVIDEND PROPOSED

An interim ordinary dividend has been declared and paid during the three months ended 30 September 2006 as disclosed in Note 9 (30 September 2005: 10.00 sen per share less 28 per cent taxation).

On 31 October 2006, the Board of Directors approved and declared a special dividend of 28.00 sen per share less 28 per cent taxation (equivalent to a net dividend of 20.16 sen per share) in respect of the financial year ending 31 December 2006 (2005: NIL). The dividend will be paid on 30 November 2006 to shareholders whose names appear in the Record of Depositors on 17 November 2006.

32. EARNINGS PER SHARE ("EPS")

(a) Basic EPS

Basic EPS is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

	3 months ended		9 months ended	
	30.9.2006	30.9.2005	30.9.2006	30.9.2005
Net profit for the period (RM'000)	25,103	19,591	79,519	62,352
Weighted average number of ordinary shares in issue ('000)	516,857	504,981	515,353	476,103
Basic EPS (sen)	<u>4.9</u>	<u>3.9</u>	<u>15.4</u>	<u>13.1</u>

(b) Diluted EPS

For the purpose of calculating diluted EPS, the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares, i.e. share options granted to employees.

	3 months ended		9 months ended	
	30.9.2006	30.9.2005	30.9.2006	30.9.2005
Net profit for the period (RM'000)	<u>25,103</u>	<u>19,591</u>	<u>79,519</u>	<u>62,352</u>
Weighted average number of ordinary shares in issue ('000)	516,857	504,981	515,353	476,103
Effect of dilution ('000)	<u>23,012</u>	<u>2,949</u>	<u>23,118</u>	<u>1,930</u>
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	<u>539,869</u>	<u>507,930</u>	<u>538,471</u>	<u>478,033</u>
Diluted EPS (sen)	<u>4.6</u>	<u>3.9</u>	<u>14.8</u>	<u>13.0</u>

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33. AUTHORISED FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 31 October 2006.