

MALAYSIAN PLANTATIONS BERHAD

(Company Number : 6627-X)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD FINANCIAL QUARTER ENDED 31 DECEMBER 2006

(The figures have not been audited)

CONDENSED CONSOLIDATED INCOME STATEMENTS

	<i>Note</i>	3rd Quarter Ended		Cumulative 9 Months Ended	
		31.12.2006	31.12.2005	31.12.2006	31.12.2005
		RM'000	RM'000	RM'000	RM'000
Operating Revenue		376,887	319,171	1,086,540	970,683
Interest income	<i>C1</i>	286,705	254,140	842,983	760,760
Interest expense	<i>C2</i>	(142,455)	(137,704)	(425,037)	(386,469)
Net interest income		144,250	116,436	417,946	374,291
Net income from Islamic Banking business		35,971	22,941	89,821	55,095
		180,221	139,377	507,767	429,386
Other operating income	<i>C3</i>	54,707	44,790	163,692	165,431
Net income		234,928	184,167	671,459	594,817
Other operating expenses	<i>C4</i>	(126,117)	(115,187)	(371,883)	(324,354)
Operating profit		108,811	68,980	299,576	270,463
Allowance for losses on loans, advances and financing	<i>C5</i>	(38,258)	(50,878)	(215,024)	(507,010)
Impairment loss net of write back		417	207	10	(26,003)
Profit/(Loss) before taxation and zakat		70,970	18,309	84,562	(262,550)
Taxation and zakat	<i>B5</i>	(18,654)	(5,388)	(32,401)	72,637
Profit/(Loss) after taxation and zakat for the period		52,316	12,921	52,161	(189,913)
Attributable to:					
Equity holders of the parent		52,412	12,835	52,046	(190,223)
Minority interests		(96)	86	115	310
Profit/(Loss) after taxation and zakat for the period		52,316	12,921	52,161	(189,913)
Earnings/(Losses) per share (sen):-					
- Basic	<i>B15</i>	4.48	1.10	4.45	(16.34)
- Fully diluted	<i>B15</i>	3.89	0.95	3.87	(16.34)

(The Condensed Consolidated Income Statements should be read in conjunction with the audited Annual Financial Statements of the Group for the year ended 31 March 2006)

MALAYSIAN PLANTATIONS BERHAD

(Company Number : 6627-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEET

		UNAUDITED AS AT 31.12.2006 RM'000	AUDITED AS AT 31.3.2006 RM'000
	<i>Note</i>		
<u>ASSETS</u>			
Cash and short term funds		3,379,822	2,597,459
Deposits and placements with banks and other financial institutions		2,072,401	1,134,284
Securities held-for-trading	<i>C6</i>	163,872	299,333
Securities available-for-sale	<i>C7</i>	1,204,613	1,046,795
Securities held-to-maturity	<i>C8</i>	2,643,675	3,149,350
Loans, advances and financing	<i>C9</i>	13,266,420	13,549,622
Balances due from clients and brokers	<i>C10</i>	227,517	251,596
Land held for property development		28,922	28,922
Other assets	<i>C11</i>	237,769	169,269
Tax recoverable		49,859	62,750
Statutory deposits		605,225	749,895
Property, plant and equipment		151,876	152,865
Goodwill		304,149	271,063
Deferred tax assets		108,752	117,994
TOTAL ASSETS		24,444,872	23,581,197
<u>LIABILITIES AND SHAREHOLDERS' FUNDS</u>			
Deposits from customers	<i>C12</i>	18,234,994	17,666,221
Deposits and placements of banks and other financial institutions	<i>C13</i>	554,278	771,006
Obligations on securities sold under repurchase agreements		1,393,088	1,157,226
Recourse obligations on loans sold to Cagamas		342,395	444,115
Bills and acceptances payable		333,881	200,608
Balances due to clients and brokers	<i>C14</i>	139,160	169,854
Other liabilities	<i>C15</i>	801,215	680,782
Subordinated bonds		600,000	535,000
Short/long term borrowings		200,000	200,000
Provision for taxation		1	1
Deferred tax liabilities		9,052	9,053
TOTAL LIABILITIES		22,608,064	21,833,866
<u>EQUITY</u>			
Share capital		1,170,943	1,167,978
Share premium		481,426	480,803
Statutory reserve		238,107	238,107
Capital reserves		7,013	16,138
Revaluation reserve		13,921	12,959
Accumulated losses		(79,423)	(173,680)
TOTAL SHAREHOLDERS' EQUITY		1,831,987	1,742,305
Minority interests		4,821	5,026
TOTAL EQUITY		1,836,808	1,747,331
TOTAL LIABILITIES AND EQUITY		24,444,872	23,581,197
Commitments and contingencies	<i>B10</i>	7,538,336	7,509,093
Net assets per share attributable to ordinary equity holders of the parent (RM)*		1.56	1.49

* The net assets per share attributable to ordinary equity holders of the parent (RM) is computed as total shareholders funds (excluding minority interests) divided by total number of ordinary share in circulation.

(The Condensed Consolidated Balance Sheet should be read in conjunction with the audited Annual Financial Statements of the Group for the year ended 31 March 2006)

MALAYSIAN PLANTATIONS BERHAD

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(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE FINANCIAL PERIOD ENDED

	<----- Attributable to Equity Holders of the Parent ----->								
	<----- Non-distributable----->					<Distributable>	Total		
	Share Capital RM'000	Share Premium RM'000	Statutory Reserve RM'000	Capital Reserves RM'000	Revaluation Reserves RM'000	Accumulated Profits/(Losses) RM'000	Shareholders Equity RM'000	Minority Interest RM'000	Total Equity RM'000
<u>31 DECEMBER 2006</u>									
At 1 April 2006									
- as previously stated	1,167,978	480,803	238,107	16,138	12,959	(173,680)	1,742,305	5,026	1,747,331
- effects of adopting FRS3	-	-	-	(9,125)	-	42,211	33,086	-	33,086
	<u>1,167,978</u>	<u>480,803</u>	<u>238,107</u>	<u>7,013</u>	<u>12,959</u>	<u>(131,469)</u>	<u>1,775,391</u>	<u>5,026</u>	<u>1,780,417</u>
Net profit for the period	-	-	-	-	-	52,046	52,046	115	52,161
Exercise of warrants	2,965	623	-	-	-	-	3,588	-	3,588
Unrealised net gain on revaluation of securities available-for-sale	-	-	-	-	962	-	962	-	962
Dividend paid	-	-	-	-	-	-	-	(320)	(320)
At 31 December 2006	<u>1,170,943</u>	<u>481,426</u>	<u>238,107</u>	<u>7,013</u>	<u>13,921</u>	<u>(79,423)</u>	<u>1,831,987</u>	<u>4,821</u>	<u>1,836,808</u>
<u>31 DECEMBER 2005</u>									
At 1 April 2005									
- as previously stated	1,162,592	479,672	238,070	16,138	-	45,525	1,941,997	3,523	1,945,520
- prior year adjustments	-	-	37	-	21,705	(8,992)	12,750	-	12,750
At 1 April 2005, as restated	<u>1,162,592</u>	<u>479,672</u>	<u>238,107</u>	<u>16,138</u>	<u>21,705</u>	<u>36,533</u>	<u>1,954,747</u>	<u>3,523</u>	<u>1,958,270</u>
Net (loss)/profit for the period	-	-	-	-	-	(190,223)	(190,223)	310	(189,913)
Exercise of warrants	5,386	1,131	-	-	-	-	6,517	-	6,517
Unrealised net loss on revaluation of securities available-for-sale	-	-	-	-	(5,305)	-	(5,305)	-	(5,305)
Issue of shares	-	-	-	-	-	-	-	1,200	1,200
Dividend paid	-	-	-	-	-	(8,403)	(8,403)	(84)	(8,487)
At 31 December 2005	<u>1,167,978</u>	<u>480,803</u>	<u>238,107</u>	<u>16,138</u>	<u>16,400</u>	<u>(162,093)</u>	<u>1,757,333</u>	<u>4,949</u>	<u>1,762,282</u>

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited Annual Financial Statements of the Group for the year ended 31 March 2006)

MALAYSIAN PLANTATIONS BERHAD

(Company Number : 6627-X)

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2006

	Unaudited Nine Months Ended 31.12.2006 RM'000	Unaudited Nine Months Ended 31.12.2005 RM'000
Profit/(loss) before taxation and zakat	84,562	(262,550)
Adjustment for non-operating and non-cash items	140,451	545,815
Operating profit before changes in working capital	225,013	283,265
Changes in working capital	960,682	293,098
Taxes paid	(1,650)	(37,945)
Net cash generated from operating activities	1,184,045	538,418
Net cash inflow/(outflow) from investing activities	507,013	(68,884)
Net cash inflow from financing activities	29,422	153,783
Net change in cash and cash equivalents	1,720,480	623,317
Cash and cash equivalents at beginning of the year	3,731,743	2,740,177
Cash and cash equivalents at end of the period	5,452,223	3,363,494

Cash and cash equivalents at end of the period comprise the following:

Cash and short term funds	3,379,822	2,402,923
Deposits and placements with banks and other financial institutions	2,072,401	960,571
	5,452,223	3,363,494

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited Annual Financial Statements of the Group for the year ended 31 March 2006)

**[A] Explanatory Notes Pursuant To Financial Reporting Standard 134 (FRS 134) :
Interim Financial Reporting**

A1. Basis of Preparation

The unaudited condensed interim financial statements have been prepared in accordance with the Malaysian Accounting Standards Board's (MASB) Standard No. FRS 134: Interim Financial Reporting (formerly known as MASB 26), Bank Negara Malaysia's Revised Guidelines on Financial Reporting for Licensed Institutions (BNM/GP8) and Appendix 9B of the Bursa Malaysia Securities Berhad's ("Bursa Securities") Listing Requirements, and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2006.

The accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2006 except for the adoption of the following new and revised Financial Reporting Standards ("FRS") issued by MASB that are effective for the Group's first FRS annual reporting date, 31 March 2007:

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 Accounting 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 128	Investments in Associates
FRS 132	Financial Instruments: Disclosure and Presentation
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets
FRS 140	Investment Property

The adoption of FRS 2, 5, 108, 110, 116, 121, 127, 128, 132, 133, 138 and 140, other than FRS 3, 101 and 136, do not have significant financial impacts on the Group. The principal effects of the changes in accounting policies resulting from the adoption of the new and revised FRSs are disclosed in Note A13.

The allowance for bad and doubtful debts and financing of the Group are computed based on the requirement of BNM/GP3 which is consistent with the adoption made in the previous audited annual financial statements.

A2. Declaration of Audit Confirmation

The annual audit report on the financial statements for the financial year ended 31 March 2006 did not contain any qualification.

A3. Seasonal and Cyclical Factors

The operations of the Group were not materially affected by any seasonal or cyclical fluctuation in the 3rd quarter and nine months ended 31 December 2006.

A4. Nature And Amount Of Items Affecting Assets, Liabilities, Equity, Net Income Or Cash Flows That Are Unusual Because Of Their Nature, Size Or Incidence

The assets, liabilities, equity, net income and cash flows of the Group for the 3rd quarter and the financial period ended 31 December 2006 were not substantially affected by any item of a material and unusual nature except for the changes disclosed in Note A5.

A5. Changes in Estimates

During the financial period ended 31 December 2006, certain accounting estimates of Alliance Banking group were changed prospectively. Impact of the changes in estimates to the current financial period are as summarised below:

(a) Specific Allowance For Long Dated Non-Performing Loans (NPLs)

Specific allowances now computed by assigning a 50% discount to the value of collaterals of NPLs of between five years and seven years. This change in accounting estimate has resulted in an additional specific allowance for bad and doubtful debts and financing of RM77.8 million. The Alliance Banking group continues to assign no value to property collateral for NPLs which have been outstanding for over 7 years.

(b) Specific Allowance For NPLs

Specific allowances of 50% and 100% is now required for NPLs of three to five months and more than six months repayments in arrears respectively whereas previously, 20% and 50% specific allowance was provided for such NPLs and 100% for NPLs of 9 months and more. This change in accounting estimate has resulted in an additional specific allowance for bad and doubtful debts and financing of RM30.5 million in the current quarter.

A6. Changes in Debt And Equity Securities

There were no issuance of equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the financial period ended 31 December 2006 other than the following:-

- (a) The issued and paid-up share capital of the Company was increased from RM1,167,978,154 as at 31 March 2006 to RM1,170,942,539 arising from the issuance of 2,964,385 new ordinary shares of RM1.00 each from the exercise of 2,964,385 warrants 2002/2007 at the exercise price of RM1.21 per share.

A7. Dividend Paid

There was no dividend paid during the financial period ended 31 December 2006.

MALAYSIAN PLANTATIONS BERHAD (6627-X)
THIRD FINANCIAL QUARTER ENDED 31 DECEMBER 2006

A8. Segment Information

Segment information on Revenue, Profit Before Tax and Total Assets

Group	3rd Quarter Ended <- 31 December 2006 ->		Cumulative 9 Months Ended <----- 31 December 2006 ----->		
	Revenue	Profit Before Tax	Revenue	Profit Before Tax	Total Assets
	RM'000	RM'000	RM'000	RM'000	RM'000
Commercial Banking	334,008	65,134	972,765	97,827	21,910,878
Investment Banking	27,768	8,682	76,959	(3,098)	1,994,265
Stockbroking	11,913	3,917	28,471	6,152	- *
Unit Trust	1,293	(316)	3,743	(205)	22,957
Asset Management	1,144	(253)	3,629	316	6,060
Others	4,452	(2,762)	8,965	(9,513)	47,952
	<u>380,578</u>	<u>74,402</u>	<u>1,094,532</u>	<u>91,479</u>	<u>23,982,112</u>
Inter-segment eliminations/ Consolidation adjustments	(3,691)	(3,432)	(7,992)	(6,917)	-
	<u>376,887</u>	<u>70,970</u>	<u>1,086,540</u>	<u>84,562</u>	<u>23,982,112</u>
Goodwill	-	-	-	-	304,149
Unallocated Corporate Assets	-	-	-	-	158,611
	<u><u>376,887</u></u>	<u><u>70,970</u></u>	<u><u>1,086,540</u></u>	<u><u>84,562</u></u>	<u><u>24,444,872</u></u>

* The assets of the stockbroking segment has been vested to Alliance Investment Bank on 30 December 2006 (Note A10).

Group	3rd Quarter Ended <- 31 December 2005 ->		Cumulative 9 Months Ended <----- 31 December 2005 ----->		
	Revenue	Profit Before Tax	Revenue	Profit Before Tax	Total Assets
	RM'000	RM'000	RM'000	RM'000	RM'000
Commercial Banking	287,542	16,063	865,715	(242,804)	20,835,952
Investment Banking	24,066	5,244	77,676	3,638	1,758,415
Stockbroking	7,173	(344)	25,663	(15,081)	426,239
Unit Trust	1,249	2	3,997	272	21,879
Asset Management	1,445	538	4,657	1,862	6,253
Others	2,545	(3,144)	22,213	17,000	40,005
	<u>324,020</u>	<u>18,359</u>	<u>999,921</u>	<u>(235,113)</u>	<u>23,088,743</u>
Inter-segment eliminations/ Consolidation adjustments	(4,849)	(50)	(29,238)	(27,437)	-
	<u>319,171</u>	<u>18,309</u>	<u>970,683</u>	<u>(262,550)</u>	<u>23,088,743</u>
Goodwill	-	-	-	-	275,698
Unallocated Corporate Assets	-	-	-	-	214,600
	<u><u>319,171</u></u>	<u><u>18,309</u></u>	<u><u>970,683</u></u>	<u><u>(262,550)</u></u>	<u><u>23,579,041</u></u>

A9. Valuation Of Property, Plant And Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. The valuation of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

A10. Material Events Subsequent To The Balance Sheet Date

Alliance Investment Bank Berhad (formerly known as Alliance Merchant Bank Berhad)("AIBB"), a wholly-owned subsidiary of Alliance Bank Malaysia Berhad, which in turn is a wholly-owned subsidiary of the Company had on 28 December 2006, obtained the Vesting Order from the High Court of Malaya at Kuala Lumpur, to vest the business, assets and liabilities of Kuala Lumpur City Securities Sdn Bhd to AIBB.

The business, assets and liabilities of Kuala Lumpur City Securities Sdn Bhd have been vested to AIBB on 30 December 2006. With the completion of this integration exercise, AIBB has completed its transformation into an Investment Bank in accordance with the Guidelines on Investment Banks issued by Bank Negara Malaysia and Securities Commission.

Since then Kuala Lumpur City Securities Sdn Bhd, a wholly-owned subsidiary of AIBB, has become a dormant company and has changed its name to KLCS Sdn Bhd.

A11. Changes In The Composition Of the Group

In addition to the disclosure under Note A10, the Company's wholly-owned subsidiary, Syabas Sutra Sdn Bhd (in members' voluntary winding up) had on 9 October 2006 completed the distribution-in-specie of its entire holdings of ordinary and preference shares in Alliance Bank Malaysia Berhad to the Company. From the date thereof, the Company directly holds 100% equity interest in Alliance Bank Malaysia Berhad.

A12. Changes In Contingent Liabilities Since The Last Annual Balance Sheet Date

Please refer to Note B10.

A13. Changes In Accounting Policies

During the financial period ended 31 December 2006, the Group has adopted the new and revised FRSs issued by MASB that are applicable with effect from 1 April 2006 which resulted in changes in accounting policies as follows:

(a) (1) FRS 101: Presentation of Financial Statements

The adoption of the revised FRS 101 has affected the presentation of minority interest and other disclosures. Minority interest is now presented within total equity in the consolidated balance sheet and as an allocation from net profit for the period in the consolidated income statement. The movement of minority interest is now presented in the consolidated statement of changes in equity.

The presentation of the comparative financial statements of the Group have been restated to conform with the current period's presentation.

(2) FRS 3: Business Combinations and FRS 136: Impairment of Assets

The adoption of FRS 3 Business Combination and the consequential changes to FRS 136 Impairment of Assets, has resulted in a change in the accounting policy relating to purchased goodwill.

Goodwill acquired in a business combination is now stated at cost less any accumulated impairment losses. The adoption of these new FRSs has resulted in the Group ceasing annual amortization of goodwill. Instead, goodwill is allocated to cash-generating units and the carrying amount is tested annually for impairment, or more frequently if events or changes in circumstances indicate that it might be impaired. Goodwill impairment is determined by comparing its carrying amount against its recoverable amount in accordance with FRS 136. Any impairment loss is recognised in the income statement and subsequent reversal is not allowed.

This change in accounting policies has been accounted for prospectively for business combinations where the agreement date is on or after 1 April 2006. For business combination entered into prior to that date, the transitional provisions of FRS 3 requires the Group to eliminate the carrying accumulated amortization as at 1 April 2006 against the carrying amount of goodwill. With the adoption of FRS 3, this has the effect of reducing the amortization charge of the Group by RM4,842,000 for the 1st quarter ended 30 June 2006. No impairment loss on goodwill has been recognised in the 3rd quarter and the nine months period ended 31 December 2006.

Negative goodwill represents the excess in fair value of the net identifiable assets acquired over the cost of the acquisition, is now recognised immediately in the income statement. Prior to 1 April 2006, negative goodwill was amortised over the weighted average useful life of the non-monetary assets acquired. As at 1 April 2006, the carrying amount of negative goodwill for the Group totaling RM33,086,000 was adjusted to retained profits/(loss) brought forward. Similarly, the reserve on consolidation of RM9,125,000 from capital reserve was reclassified to retained profit/(loss) brought forward with the adoption of FRS 3.

A13. Changes In Accounting Policies (cont'd)

(b) The changes in accounting policies as described above which were adjusted to the opening retained profits/(loss) and capital reserves of the Group are as follows:

	Group	
	2006	2005
	RM'000	RM'000
Effects on retained profit/(loss):		
At 1 April, as previously stated	(173,680)	36,533
Effect of adopting FRS 3		
- Business Combinations	42,211	-
At 1 April, as restated	<u>(131,469)</u>	<u>36,533</u>
Effects on capital reserves:		
At 1 April, as previously stated	16,138	16,138
Effect of adopting FRS 3		
- Business Combinations	(9,125)	-
At 1 April, as restated	<u>7,013</u>	<u>16,138</u>

[B] Explanatory Notes Pursuant To Appendix 9B of Bursa Securities's Listing Requirements

B1. Review of Performance

For the current quarter under review, the Group achieved a higher profit before tax of RM71.0 million as compared to the profit before tax of RM18.3 million recorded in the previous year corresponding quarter. The improvement was mainly due to higher net income and higher loan recoveries.

For the 9 months financial period ended 31 December 2006, the Group posted a profit before tax of RM84.6 million compared to a loss before tax of RM262.6 million recorded in the corresponding period last year. The improvement in profit before tax was primarily due to lower provisioning for loans and impairment losses as well as higher interest income, including income from Islamic Banking during the 9 months period ended 31 December 2006.

In September 2006, the Alliance Banking group's ("ABG") loss provisioning included a mark down of the value of property collateral by 50% for Non-Performing Loans ("NPLs") that have been outstanding for more than 5 years but less than 7 years. Property collateral for NPLs that were more than 7 years continued to be marked down to zero value. In addition, the ABG also changed its basis in making specific provisions for NPLs at 3 months in arrears instead of 6 months in arrears previously.

In December 2006, ABG took a further change to its provisioning basis where specific provisions of 50% and 100% are now required for NPLs of 3 to 5 months and more than 6 months repayments in arrears whereas previously, 20% and 50% specific provisions were provided for such NPLs and 100% for NPLs of 9 months and more. This change in accounting estimates has resulted in additional provisions of RM30.5 million in current quarter.

The ABG's net interest income, including income from Islamic Banking grew 18% or 78.4 million compared to the same period last year mainly due to strong Islamic financing growth of 21% or RM375 million year-on-year and also improved margin. In addition, the current 9 months ended 31 December 2006 include higher interest recoveries from NPLs by RM45.2 million as compared to the corresponding period last year.

Operating expenses increased by RM47.5 million or 15% due to the Group's investment in human capital, infrastructure building and marketing.

The Group registered an improvement in principal recoveries by 115%, achieving an amount of RM200.7 million compared to RM93.1 million for the same period last year.

The Group's gross loans and advances, at RM14.2 billion, declined by RM377 million or 2.6% compared to 31 March 2006 largely due to loans written-off amounting to RM344 million coupled with repayment of several lumpy loans during the period under review. The decline is also attributable to stringent underwriting exercised for large corporate loans. On the other hand, Consumer Banking portfolio continued to register encouraging loan growth of 12% compared to March 2006. In particular credit cards registered growth by 49%, housing loan by 13% and hire purchase by 5%. Commercial loan also registered a moderate growth of 2% during the period under review. The Group's net NPLs ratio and gross NPLs provisioning cover at 6.7% and 57% continue to improve further compared to 9.5% and 49% respectively as at 31 March 2006. ABG's risk-weighted capital ratio remained strong at 15.9%.

MALAYSIAN PLANTATIONS BERHAD
THIRD FINANCIAL QUARTER ENDED 31 DECEMBER 2006

B2. Comparisons With Preceding Quarter's Results

For the 3rd quarter ended 31 December 2006, the Group recorded a higher profit before tax of RM71.0 million as compared to the loss before tax of RM46.1 million for the preceding quarter ended 30 September 2006. The improvement was mainly due to lower specific allowances and higher net income including income from Islamic Banking.

B3. Current Year Prospects

The Group will continue to place emphasis on Consumer Banking and SME Banking to grow our market share in these businesses. The successful merger of Alliance Investment Bank Berhad's merchant banking and the stockbroking businesses will further pave the way for a more holistic and synergistic approach to customer service among all the Group's businesses.

Barring any unforeseen circumstances, the Group expects its fourth quarter performance to be satisfactory.

B4. Profit Forecast

There was no profit forecast issued by the Group.

B5. Taxation / Deferred Taxation

<u>GROUP</u>	3rd Quarter Ended		Cumulative 9 Months Ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
Company & subsidiaries:-				
- Current year	16,676	1,253	17,986	2,518
- Deferred tax	2,690	4,138	13,637	(75,152)
	<u>19,366</u>	<u>5,391</u>	<u>31,623</u>	<u>(72,634)</u>
- (Over)/under provision in prior year	(742)	(3)	748	(3)
	<u>18,624</u>	<u>5,388</u>	<u>32,371</u>	<u>(72,637)</u>
- Zakat	30	-	30	-
Tax expense/(reversal)	<u>18,654</u>	<u>5,388</u>	<u>32,401</u>	<u>(72,637)</u>

The Group's effective tax rate for the 9 months financial period ended 31 December 2006 was higher than statutory tax rate mainly due to non deductibility of certain expenses.

B6. Profit/(Loss) On Sale Of Unquoted Investment Or Properties

There was no material profit/(loss) on sale of unquoted investment or properties for the current quarter and the financial period ended 31 December 2006 other than in the ordinary course of business.

B7. Purchase And Disposal Of Quoted Securities

There was no purchase or disposal of quoted securities for the current quarter and the financial period ended 31 December 2006, other than investments held by Alliance Banking group whose activities are regulated by law relating to banking companies and are subject to supervision by Bank Negara Malaysia.

B8. Status Of Corporate Proposals

There are no corporate proposals announced as at the reporting date.

B9. Group Borrowings, Deposits From Customers, Deposits And Placements Of Banks And Other Financial Institutions And Debts Securities

	31.12.2006	31.3.2006
	RM'000	RM'000
(a) Deposit From Customers		
Fixed deposit and negotiable instruments of deposits		
- One year or less (short term)	11,571,331	11,646,326
- More than one year (medium/long term)	503,096	612,154
	<u>12,074,427</u>	<u>12,258,480</u>
Others	6,160,567	5,407,741
	<u><u>18,234,994</u></u>	<u><u>17,666,221</u></u>
(b) Deposit And Placements Of Banks And Other Financial Institutions		
- One year or less (short term)	320,754	555,238
- More than one year (medium/long term)	233,524	215,768
	<u>554,278</u>	<u>771,006</u>

MALAYSIAN PLANTATIONS BERHAD
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B9. Group Borrowings, Deposits From Customers, Deposits And Placements Of Banks And Other Financial Institutions And Debts Securities (Cont'd)

	31.12.2006	31.3.2006
	<u>RM'000</u>	<u>RM'000</u>
(c) Short/Long Term Borrowings		
Secured and one year less (short term)		
Commercial Papers (1 year commercial papers 2006/2007 with all in rate of 4.58% p.a. maturing on 18 September 2007)	<u>200,000</u>	<u>-</u>
Unsecured and more than one year (medium/long term)		
Term Loan (2 years 5% p.a. fixed rate term loan, repaid on 29 September 2006)	<u>-</u>	<u>200,000</u>
(d) Subordinated Bonds		
Unsecured and less than one year (short term)		
(7.75% Tier II Subordinated bonds 2001/2011, redeemed on 20 June 2006)	<u>-</u>	<u>535,000</u>
Unsecured and more than one year (medium/long term)		
(6.09% Tier II Subordinated bonds 2006/2016)	<u>600,000</u>	<u>-</u>

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B10. Commitments And Contingencies

In the normal course of business, Alliance Banking group make various commitments and incur certain contingent liabilities with legal recourse to their customers. No material losses are anticipated as a result of these transactions.

Risk weighted exposure of the Group as at

	<----- 31.12.2006 ----->			<----- 31.3.2006 ----->		
	Principal Amount RM'000	Credit Equivalent Amount* RM'000	Risk Weighted Amount RM'000	Principal Amount RM'000	Credit Equivalent Amount* RM'000	Risk Weighted Amount RM'000
Direct credit substitutes	352,463	352,463	306,992	366,235	366,235	325,954
Transaction related contingent items	750,343	375,172	321,996	917,406	458,703	351,381
Short-term self-liquidating trade-related contingencies	128,952	25,790	25,779	334,976	66,995	66,192
Irrevocable commitments to extend credit:-						
- maturity exceeding one year	337,455	168,728	168,728	219,222	109,611	109,611
- maturity not exceeding one year	5,394,663	-	-	4,583,423	-	-
Foreign exchange related contracts less than one year	304,825	10,373	3,046	765,338	17,127	4,513
Underwriting liabilities	6,900	3,450	3,450	18,000	9,000	9,000
Other commitments and contingencies	262,735	-	-	304,493	-	-
Total	<u>7,538,336</u>	<u>935,976</u>	<u>829,991</u>	<u>7,509,093</u>	<u>1,027,671</u>	<u>866,651</u>

* The credit equivalent amount is arrived at using the credit conversion factor as per Bank Negara Malaysia's guidelines.

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B11. Financial Instruments With Off-Balance Sheet Risk

Details of financial instruments with off-balance sheet risk as at 31 December 2006:

Value of contracts classified by remaining period to maturity or next repricing date (whichever is earlier).

Alliance Banking Group

Items	Principal Amount RM'000	1 month or less RM'000	>1-3 months RM'000	>3-6 months RM'000	>6-12 months RM'000	>1-5 years RM'000	>5 years RM'000	Margin requirements RM'000
Foreign exchange related contracts								
- forward	108,727	21,795	41,281	45,651	-	-	-	-
- swaps	196,098	119,304	39,325	37,469	-	-	-	-
Interest rate related contracts								
- forward	-	-	-	-	-	-	-	-
- futures	-	-	-	-	-	-	-	-
- swaps	-	-	-	-	-	-	-	-
Total	304,825	141,099	80,606	83,120	-	-	-	-

Foreign exchange, interest rate and equity and commodity related contracts are subject to market risk and credit risk.

Market risk

Market risk is the potential change in value caused by movement in market rates or prices. The contractual amounts stated above provide only a measure of involvement in these types of transactions and do not represent the amounts subject to market risk. Exposure to market risk may be reduced through offsetting on and off-balance sheet positions. As at end of the financial period, the amount of contracts which were not hedged and hence, exposed to market risk was RM144,585,000 (31.3.2006: RM35,230,000).

Credit risk

Credit risk arise from the possibility that a counterparty may be unable to meet the terms of a contract in which the Alliance Banking group has a gain position. This amount will increase or decrease over the life of the contracts, mainly as a function of maturity dates and market rates or prices. As at end of the financial period, the amounts of credit risk, measured in terms of cost to replace the profitable contracts, was RM7,466,000 (31.3.2006: RM3,676,000).

Related accounting policies

Alliance Bank acts as an intermediary with counterparties who wish to swap their interest obligations. Alliance Bank also uses interest rate swaps, futures, forward and option contracts in its trading account activities and its overall interest rate risk management.

Interest income and interest expenses associated with interest rate swaps that qualify as hedges are recognised over the life of the swap agreement as a component of interest income or interest expenses. Gains and losses on interest rate futures, forward and option contracts that qualify as hedged assets or liabilities are generally deferred and amortised over the life of the hedged assets or liabilities as adjustments to interest income or interest expenses.

Gains and losses on interest rate swaps, futures, forward and option contracts that do not qualify as hedges are recognised in the current period using the mark-to-market method, and are included in the net result from dealing securities.

Unmatured forward exchange contracts are valued at forward rates as at balance sheet date, applicable to their respective dates of maturity, and unrealised losses and gains are recognised in the income statement in the period in which they arises.

B12. Material Litigation

As at the date of this report, there was no pending material litigation in the ordinary course of business which would materially and adversely affect the financial position of the Group.

B13. Dividend Payable

No interim dividend has been declared by the Company for the financial period ended 31 December 2006.

B14. Related Party Transactions

All related party transactions within the Group had been entered into in the normal course of business and were carried out on normal commercial terms.

B15. Earnings/(Losses) Per Share

Basic earnings/(losses) per share is calculated by dividing the net profit/(loss) after taxation and minority interest attributable to equity holders of the parent with the weighted average number of ordinary shares in issue during the period.

	Financial Period Ended 31.12.2006	Financial Period Ended 31.12.2005
<u>Basic earnings/(losses) per share</u>		
Net profit/(loss) after taxation and minority interest attributable to equity holders of the parent (RM'000)	<u>52,046</u>	<u>(190,223)</u>
Weighted average number of ordinary shares in issue ('000)	<u>1,169,505</u>	<u>1,163,933</u>
Basic earnings/(losses) per share (sen)	<u>4.45</u>	<u>(16.34)</u>

Fully diluted earnings/(losses) per share

Fully diluted earnings per share is calculated by dividing the net profit attributable to the equity holders of the parent for the nine months period ended 31 December 2006 with the adjusted weighted average number of ordinary shares of RM1.00 each. The adjusted weighted average number of ordinary shares has taken into account the assumed exercise of the outstanding Warrant 2002/2007 as at 31 December 2006.

MALAYSIAN PLANTATIONS BERHAD
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B15. Earnings/(Losses) Per Share (cont'd)

Fully diluted earnings/(losses) per share (cont'd)

	Financial Period Ended 31.12.2006	Financial Period Ended 31.12.2005
Net profit/(loss) after taxation and minority interest attributable to equity holders of the parent (RM'000)	<u>52,046</u>	<u>(190,223)</u>
Weighted average number of ordinary shares in issue ('000)	1,169,505	1,163,933
Effect of exercise of warrants ('000)	177,060	-
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	<u>1,346,565</u>	<u>1,163,933</u>
Fully diluted earnings/(losses) per share(sen)	<u>3.87</u>	<u>(16.34) *</u>

* For the 9 months financial period ended 31 December 2005, the total outstanding Warrants 2002/2007 has been excluded in the computation of diluted losses per RM1.00 ordinary share for the Group, as their exercise into ordinary shares would not be dilutive. Accordingly, the diluted losses per share for the financial period ended 31 December 2005 is presented as equal to basic losses per share.

C. Explanatory Notes Pursuant To Appendix C of Revised BNM/GP8

C1. Interest Income

Group	3rd Quarter ended		Cumulative 9 Months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
Loans, advances and financing				
- Interest income other than recoveries from NPLs	183,049	199,089	552,913	605,555
- Recoveries from NPLs	28,143	15,729	86,823	41,655
	211,192	214,818	639,736	647,210
Money at call and deposit placements with financial institutions	36,784	20,679	102,060	58,981
Securities held-for-trading	20	-	263	-
Securities available-for-sale	12,504	8,176	30,012	25,116
Securities held-to-maturity	14,939	15,491	45,871	43,333
Others	3,753	2,713	7,125	8,382
	279,192	261,877	825,067	783,022
Accretion of discount less amortisation of premium	15,271	9,754	50,012	25,366
Interest/income suspended	(7,758)	(17,491)	(32,096)	(47,628)
	286,705	254,140	842,983	760,760

C2. Interest Expenses

Group	3rd Quarter ended		Cumulative 9 Months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
Deposits and placements of banks and other financial institutions	1,831	2,207	12,086	5,683
Deposits from customers	109,670	101,282	315,150	302,325
Loans sold to Cagamas	2,708	3,773	9,025	11,845
Short/Long term borrowings	2,275	931	7,621	931
Subordinated bonds	9,210	21,746	31,225	44,513
Others	16,761	7,765	49,930	21,172
	142,455	137,704	425,037	386,469

C3. Other Operating Income

Group	3rd Quarter ended		Cumulative 9 Months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
(a) <u>Fee income:</u>				
Commissions	6,533	6,565	22,396	27,951
Service charges and fees	12,265	5,386	25,588	14,934
Portfolio management	2,115	1,551	6,441	5,251
Corporate advisory fees	1,225	2,698	5,019	7,766
Underwriting commissions	233	90	510	1,084
Brokerage fees	7,327	3,889	19,264	14,254
Guarantee fees	3,950	2,376	9,185	10,238
Processing fees	2,499	1,514	6,557	6,070
Commitment fees	3,321	3,494	9,928	10,403
Other fee income	4,913	4,266	12,412	11,037
	44,381	31,829	117,300	108,988
(b) <u>Investment income:</u>				
<u>Gains/(losses) arising from sale of securities:</u>				
Net gain/(loss) from sale of securities				
- held-for-trading	130	4,081	2,166	11,959
- available-for-sale	2,066	3,441	11,774	15,600
- held-to-maturity	-	(199)	1,164	(276)
Unrealised loss on revaluation of securities held-for-trading	(706)	(2,511)	(2,864)	(1,798)
Gain from investment in Staple Bonds	864	864	1,754	1,754
<u>Gross dividend income from:</u>				
Securities held-to-maturity	301	720	2,292	3,131
Securities available-for-sale	-	305	-	333
Securities held-for-trading	-	-	-	108
	2,655	6,701	16,286	30,811
(c) <u>Other income:</u>				
Foreign exchange profit/(loss)				
- realised	9,547	5,048	24,662	15,846
- unrealised	(1,924)	(1,324)	(2,828)	(249)
Rental income	(37)	150	206	461
Gain on disposal of property and equipment	152	532	2,139	1,116
Gain on disposal of foreclosed property	-	-	266	-
Impairment loss for development property	-	(384)	-	(384)
Others	(67)	2,238	5,661	8,842
	7,671	6,260	30,106	25,632
Total other operating income	54,707	44,790	163,692	165,431

C4. Other Operating Expenses

Group	3rd Quarter ended		Cumulative 9 Months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
<u>Personnel costs:</u>				
Salaries, allowances and bonuses	60,931	46,347	172,832	137,543
Pension costs	8,941	6,652	24,123	20,495
Other personnel related expenses	11,098	17,197	25,215	29,930
	80,970	70,196	222,170	187,968
<u>Establishment costs:</u>				
Depreciation of property, plant and equipment	7,616	9,517	25,091	27,307
Rental	6,348	5,977	19,732	18,216
Water and electricity	1,705	1,386	4,547	4,121
Repairs & maintenance	1,795	2,131	6,843	6,457
EDP expenses	5,738	5,564	19,790	18,016
Others	3,096	2,039	7,826	6,215
	26,298	26,614	83,829	80,332
<u>Marketing expenses:</u>				
Advertisement and publicity	6,019	1,418	26,902	6,127
Others	1,810	997	5,781	4,214
	7,829	2,415	32,683	10,341
<u>Administration and general expenses:</u>				
Amortisation of goodwill	-	4,683	-	14,524
Negative goodwill recognised in income statement	-	(549)	-	(1,643)
Communication expenses	3,102	3,035	10,099	9,300
Printing & stationeries	1,163	1,098	3,984	3,532
Insurance	894	700	2,801	2,402
Professional fees	2,337	1,887	6,853	4,526
Others	3,524	5,108	9,464	13,072
	11,020	15,962	33,201	45,713
Total Other Operating Expenses	126,117	115,187	371,883	324,354

C5. Allowance for Losses on Loans, Advances and Financing

<u>Group</u>	3rd Quarter ended		Cumulative 9 Months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
Allowance for bad and doubtful debts and financing:				
(a) Specific allowance				
- Made during the period	116,668	97,089	406,157	594,908
- Written back during the period	(67,813)	(31,198)	(151,689)	(60,800)
(b) General allowance				
- Written back during the period	3,466	(929)	(4,151)	(14,746)
Bad debts on loans and financing				
- Recovered	(18,323)	(16,245)	(49,018)	(32,314)
- Written off	3,076	2,031	10,122	3,806
	37,074	50,748	211,421	490,854
Allowance on commitments and contingencies	-	-	2,149	-
Allowance on amounts receivable from other debts	1,184	130	1,454	16,156
	38,258	50,878	215,024	507,010

C6. Securities Held-for-trading

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
At fair value		
<u>Money Market Instruments:</u>		
Bankers acceptances	135,027	282,774
<u>Quoted Securities:</u>		
Shares in Malaysia	4,879	5,373
Debt securities	8,812	11,186
<u>Unquoted Securities:</u>		
Debt securities	15,154	-
Total securities held-for-trading	163,872	299,333

C7. Securities Available-for-sale

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
At fair value		
<u>Money Market Instruments:</u>		
Malaysian Government securities	91,323	86,254
Malaysian Government treasury bills	24,949	133,383
Bank Negara Malaysia bills	24,745	64,433
Cagamas bonds	125,601	79,979
Commercial papers	44,972	64,401
Malaysian Government investment certificates	70,402	-
<u>Quoted Securities:</u>		
Shares in Malaysia	1,694	12,567
<u>Unquoted Securities:</u>		
Shares in Malaysia	1,113	1,113
Debts securities	819,814	604,665
Total securities available-for-sale	1,204,613	1,046,795

C8. Securities Held-to-maturity

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
At amortised cost		
<u>Money Market Instruments:</u>		
Malaysian Government securities	186,943	324,416
Malaysian Government investment certificates	187,728	169,255
Bank Negara Malaysia bills	180,553	24,775
Cagamas bonds	224,970	592,228
Negotiable instruments of deposits	320,000	155,000
Bankers acceptances	826,810	1,052,406
Khazanah bonds	266,709	288,978
Commercial papers	-	19,681
 <u>Quoted Securities:</u>		
Debts securities	32,205	36,445
 <u>Unquoted securities:</u>		
Shares in Malaysia	20,031	21,067
Debts securities	536,863	604,789
	2,782,812	3,289,040
Accumulated impairment losses	(139,137)	(139,690)
Total securities held-to-maturity	2,643,675	3,149,350

C9. Loans, Advances and Financing

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Overdrafts	2,031,054	2,217,812
Term loans/financing		
- Housing loans/financing	4,328,101	3,835,852
- Syndicated term loan/financing	312,675	264,884
- Hire purchase receivables	1,592,906	1,518,988
- Lease receivables	31,093	52,570
- Other term loans/financing	3,958,728	4,567,426
Bills receivables	155,029	220,184
Trust receipts	114,123	132,328
Claims on customers under acceptance credit	1,074,445	982,000
Staff loans	114,427	111,145
Credit/charge card receivables	379,972	253,884
Revolving credits	719,255	908,200
Other loans	130,222	119,540
	14,942,030	15,184,813
Unearned interest and income	(737,852)	(603,643)
Gross loans, advances and financing	14,204,178	14,581,170
Allowance for bad and doubtful debts and financing:-		
- Specific	(735,521)	(825,160)
- General	(202,237)	(206,388)
Net loans, advances and financing	13,266,420	13,549,622

(a) By type of customer:

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Domestic non-bank financial institutions		
- Stockbroking companies	11,412	11,412
- Others	131,300	99,872
Domestic business enterprises		
- Small and medium enterprises	3,861,500	4,243,171
- Others	3,238,537	3,990,079
Government and statutory bodies	18,528	18,903
Individuals	6,904,350	6,191,447
Other domestic entities	7,561	5,702
Foreign entities	30,990	20,584
Gross loans, advances and financing	14,204,178	14,581,170

C9. Loans, Advances and Financing (cont'd)

(b) By interest/profit rate sensitivity:

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Fixed rate		
- Housing loans/financing	163,032	153,218
- Hire purchase receivables	1,386,652	1,317,883
- Other fixed rate loans/financing	1,200,571	1,196,276
Variable rate		
- Base lending rate plus	8,957,125	9,364,534
- Cost plus	2,387,256	2,415,178
- Other variable rates	109,542	134,081
Gross loans, advances and financing	14,204,178	14,581,170

(c) By economic purpose:

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Purchase of securities	245,565	353,545
Purchase of transport vehicles	1,476,711	1,326,985
Purchase of landed property	5,839,736	5,517,044
<i>of which: - Residential</i>	4,331,073	3,932,096
<i>- Non-residential</i>	1,508,663	1,584,948
Purchase fixed assets excl. land & building	26,596	24,412
Personal use	700,721	480,642
Credit card	379,972	253,881
Purchase of durable goods	187	203
Construction	365,100	382,538
Working capital	4,610,445	5,450,510
Others	559,145	791,410
Gross loans, advances and financing	14,204,178	14,581,170

C9. Loans, Advances and Financing (cont'd)

(d) Non-performing loans/financing ("NPLs/NPF")

Movements in NPLs, advances and financing are as follows:-

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
At beginning of year	2,126,228	2,039,363
Non-performing during the period/year	1,175,016	1,273,054
Reclassified as performing	(856,503)	(724,255)
Recoveries	(461,413)	(267,684)
Amount written off	(344,107)	(194,250)
At end of period/year	<u>1,639,221</u>	<u>2,126,228</u>
Specific allowance	(735,521)	(825,160)
Net NPLs, advances and financing	<u><u>903,700</u></u>	<u><u>1,301,068</u></u>
Net NPL as a % of gross loans, advances and financing less specific allowance	<u><u>6.7%</u></u>	<u><u>9.5%</u></u>

(e) Movements in the allowance for bad and doubtful debts and financing are as follows:

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
General Allowance		
At beginning of year	206,388	224,874
Allowance made during the period/year	23,885	27,410
Amount written back	(28,036)	(45,896)
At end of period/year	<u><u>202,237</u></u>	<u><u>206,388</u></u>
As % of gross loans, advances and financing less specific allowance	<u><u>1.5%</u></u>	<u><u>1.5%</u></u>

C9. Loans, Advances and Financing (cont'd)

(e) Movements in the allowance for bad and doubtful debts and financing are as follows: (cont'd)

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Specific Allowance		
At beginning of year	825,160	384,462
Allowance made during the period/year	406,157	715,518
Amount written-back in respect of recoveries	(151,689)	(80,524)
Amount written off	(344,107)	(194,296)
	735,521	825,160

(f) NPLs/NPF by sector

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Purchase of securities	66,748	161,164
Purchase of transport vehicles	76,414	80,134
Purchase of landed property	646,211	791,061
of which: - Residential	376,634	400,698
- Non-residential	269,577	390,363
Purchase fixed assets excl. land & building	2,387	3,567
Personal use	62,646	67,384
Credit card	7,766	5,081
Purchase of durable goods	-	51
Construction	61,192	171,151
Working capital	664,672	794,607
Others	51,185	52,028
Gross NPLs	1,639,221	2,126,228

C10. Balances Due From Clients And Brokers

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Due from clients	182,823	180,376
Due from brokers	75,383	100,764
	258,206	281,140
Less:		
Allowance for bad and doubtful debts	(30,689)	(29,544)
	227,517	251,596

These represent amount receivable from margin clients, non margin clients and outstanding contracts entered into on behalf of clients where settlement via the Central Depository System has yet to be made, and amount receivable from provision of corporate financial services.

The Group's normal trade credit terms for non-margin clients is 3 market days in accordance with Bursa Malaysia Securities Berhad Fixed Delivery and Settlement System ("FDSS") trading rules. The credit terms of other receivables of the Group are assessed and approved on a case-by-case basis.

Included in the balances due from clients and brokers are non-performing accounts as follows:

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Classified as doubtful	455	221
Classified as bad	29,568	32,739
	30,023	32,960

The movements in allowance for bad and doubtful debts are as follows:

At beginning of year	29,544	14,242
Allowance made during the period/year	7,334	22,067
Reversal of allowance	(6,189)	(6,765)
At end of period/year	30,689	29,544

C11. Other Assets

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Trade receivables	180	1,143
Interest/Income receivables	55,272	54,892
Other receivables, deposits and prepayments	183,838	112,666
Manager's stocks	4,132	1,524
Foreclosed properties	12,966	14,229
	<u>256,388</u>	<u>184,454</u>
Allowance for bad and doubtful debts	(18,619)	(15,185)
	<u>237,769</u>	<u>169,269</u>

C12. Deposits From Customers

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
<u>By type of deposits</u>		
Demand deposits	4,660,800	3,936,179
Savings deposits	1,499,012	1,471,345
Fixed/investment deposits	12,056,427	12,258,480
Negotiable instruments of deposits	18,000	-
Others	755	217
	<u>18,234,994</u>	<u>17,666,221</u>

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
<u>By type of customer</u>		
Government and statutory bodies	1,010,351	1,034,344
Business enterprises	6,483,103	5,863,501
Individuals	10,035,664	9,744,249
Others	705,876	1,024,127
	<u>18,234,994</u>	<u>17,666,221</u>

C13. Deposits and Placements of Banks and Other Financial Institutions

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Licensed banks	280,603	494,110
Licensed merchant banks	17,610	30,000
Bank Negara Malaysia	256,065	239,994
Other financial institutions	-	6,902
	<u>554,278</u>	<u>771,006</u>

C14. Balances Due To Clients and Brokers

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Due to clients	80,115	100,270
Due to brokers	59,045	69,584
	<u>139,160</u>	<u>169,854</u>

These balances were mainly related to amounts payable to margin clients, non-margin clients and outstanding contracts entered into on behalf of clients where settlement via the Central Depository System have yet to be made.

The Group's normal trade credit terms for trade payable for non-margin client is 3 market day according to Bursa Malaysia Securities Berhad's FDSS trading rules. The credit terms of other payables are assessed and approved on a case-by-case basis.

C15. Other Liabilities

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
Other liabilities	665,230	547,226
Interest/income payable	85,259	88,495
Remiser's accounts	22,370	22,670
Profit Equalisation Reserve	28,356	22,391
	<u>801,215</u>	<u>680,782</u>

C16. Capital Adequacy

The capital adequacy ratios of the Alliance Banking group are as follows:-

	31.12.2006	31.3.2006
	%	%
<u>Capital Ratios</u>		
Core capital ratio	10.40	10.23
Risk-weighted capital ratio	15.95	15.08

Components of Tier-I and Tier II capital of the Alliance Banking group are as follows:-

	31.12.2006	31.3.2006
	RM'000	RM'000
Tier-I Capital		
Paid-up share capital	596,517	596,517
Preference shares	2,000	2,000
Share premium	399,517	399,517
Retained profits	422,479	421,593
Statutory reserves	481,432	481,432
Other reserves	10,035	10,035
Minority interests	4,821	5,026
	1,916,801	1,916,120
Less: Purchased goodwill/goodwill on consolidation	(304,149)	(303,263)
Deferred tax assets	(108,752)	(117,994)
Total Tier-I capital	1,503,900	1,494,863
Tier-II Capital		
Subordinated bonds	600,000	502,499
General allowance for bad and doubtful debts and financing	202,237	206,388
Total Tier-II capital	802,237	708,887
Total Capital/Capital Base	2,306,137	2,203,750

Analysis of the the Alliance Banking group's risk-weighted assets in the various categories of risk-weighted is as follows:

Group	31.12.2006		31.3.2006	
	Notional RM'000	Risk- Weighted RM'000	Notional RM'000	Risk- Weighted RM'000
0%	6,235,964	-	5,179,157	-
10%	202,482	20,248	602,049	60,205
20%	2,759,273	551,855	2,464,529	492,906
50%	4,018,823	2,009,412	3,655,582	1,827,791
100%	11,798,269	11,798,269	12,139,466	12,139,466
Risk-weighted assets for market risk	-	77,951	-	95,766
Total Risk Weighted Assets	25,014,811	14,457,735	24,040,783	14,616,134

C17. Comparative Figures

The following comparative figures have been reclassified to conform with the current year's presentation:-

	Group	
	As restated	As previously
	RM'000	reported
		RM'000
<u>Income Statement for the 3rd quarter ended</u>		
<u>31 December 2005</u>		
Operating revenue	319,171	319,835
Interest expense	(137,704)	(136,831)
Net interest income	116,436	117,309
Other operating income	44,790	38,298
Net income	184,167	178,548
Other operating expenses	(115,187)	(109,657)
Operating profit	68,980	68,891
Impairment loss net of write back	207	296
<u>Income statement for the cumulative nine months</u>		
<u>ended 31 December 2005</u>		
Operating revenue	970,683	967,559
Interest expense	(386,469)	(385,596)
Net interest income	374,291	375,164
Other operating income	165,431	145,781
Net income	594,817	576,040
Other operating expenses	(324,354)	(310,076)
Operating profit	270,463	265,964
Impairment loss net of write back	(26,003)	(21,504)

C18. Interest Rate Risk

GROUP As at 31 December 2006	Up to 1 month RM'000	>1-3 months RM'000	>3-6 months RM'000	>6-12 months RM'000	1-5 years RM'000	over 5 years RM'000	Non- interest sensitive RM'000	Trading book RM'000	Total RM'000	Effective interest rate %
ASSETS										
Cash and short-term funds	3,239,712	-	-	-	-	-	140,110	-	3,379,822	3.56
Deposits and placements with banks and other financial institutions	1,100	2,071,201	100	-	-	-	-	-	2,072,401	3.54
Securities held-for-trading	-	-	-	-	-	-	-	163,872	163,872	2.99
Securities available-for-sale	24,949	10,026	74,760	140,403	920,002	31,657	-	2,816	1,204,613	5.29
Securities held-to-maturity	436,855	734,841	335,126	119,529	956,952	41,781	18,591	-	2,643,675	3.54
Loans, advances and financing	11,063,784	227,094	284,335	378,068	1,425,744	825,153	(937,758) *	-	13,266,420	7.29
Balances due from clients and brokers	128,225	83,355	-	-	-	-	15,937	-	227,517	9.15
Other non-interest sensitive balances	-	-	-	-	-	-	1,486,552	-	1,486,552	-
TOTAL ASSETS	14,894,625	3,126,517	694,321	638,000	3,302,698	898,591	723,432	166,688	24,444,872	
LIABILITIES										
Deposits from customers	10,722,818	1,867,813	1,613,662	3,527,605	503,096	-	-	-	18,234,994	2.74
Deposits and placements of banks and other financial institutions	231,694	77,216	1,632	10,212	108,524	125,000	-	-	554,278	2.54
Obligations on securities sold under repurchase agreements	1,391,765	1,323	-	-	-	-	-	-	1,393,088	3.17
Bills and acceptances payable	80,985	234,894	18,002	-	-	-	-	-	333,881	3.87
Subordinated bonds	-	-	-	-	600,000	-	-	-	600,000	6.09
Recourse obligations on loans sold to Cagamas	24,736	12,096	-	20,567	284,996	-	-	-	342,395	3.50
Balances due to clients and brokers	138,897	-	-	-	-	-	-	263	139,160	2.50
Short term borrowing	-	-	-	200,000	-	-	-	-	200,000	4.58
Other non-interest sensitive balances	-	-	-	-	-	-	810,268	-	810,268	-
TOTAL LIABILITIES	12,590,895	2,193,342	1,633,296	3,758,384	1,496,616	125,000	810,268	263	22,608,064	
Shareholders' Equity	-	-	-	-	-	-	1,831,987	-	1,831,987	
Minority interests	-	-	-	-	-	-	4,821	-	4,821	
TOTAL LIABILITIES AND EQUITY	12,590,895	2,193,342	1,633,296	3,758,384	1,496,616	125,000	2,647,076	263	24,444,872	
On-balance sheet interest sensitivity gap	2,303,730	933,175	(938,975)	(3,120,384)	1,806,082	773,591	(1,923,644)	166,425	-	
Off-balance sheet interest sensitivity gap	-	-	-	-	-	-	-	-	-	
Total interest sensitivity gap	2,303,730	933,175	(938,975)	(3,120,384)	1,806,082	773,591	(1,923,644)	166,425	-	

* Specific allowance and general allowance of the Group are classified under the non interest sensitive column.

MALAYSIAN PLANTATIONS BERHAD (6627-X)
THIRD FINANCIAL QUARTER ENDED 31 DECEMBER 2006

C18. **Interest Rate Risk** (cont'd)

GROUP As at 31 March 2006	Up to 1 month RM'000	>1-3 months RM'000	>3-12 months RM'000	>6-12 months RM'000	1-5 years RM'000	over 5 years RM'000	Non- interest sensitive RM'000	Trading book RM'000	Total RM'000	Effective interest rate %
ASSETS										
Cash and short-term funds	2,460,832	-	-	-	-	-	136,627	-	2,597,459	3.19
Deposits and placements with banks and other financial institutions	1,700	1,132,184	-	400	-	-	-	-	1,134,284	3.20
Securities held-for-trading	-	-	-	-	-	-	-	299,333	299,333	3.11
Securities available-for-sale	-	119,306	126,816	69,732	689,343	27,918	-	13,680	1,046,795	4.98
Securities held-to-maturity	456,113	821,221	360,995	373,523	1,035,449	80,982	21,067	-	3,149,350	3.56
Loans, advances and financing	11,002,570	137,242	435,157	377,107	1,457,748	1,171,346	(1,031,548) *	-	13,549,622	7.13
Balances due from clients and brokers	165,642	70,629	-	-	-	-	15,325	-	251,596	9.75
Other non-interest sensitive balances	-	-	-	-	-	-	1,552,758	-	1,552,758	-
TOTAL ASSETS	14,086,857	2,280,582	922,968	820,762	3,182,540	1,280,246	694,229	313,013	23,581,197	
LIABILITIES										
Deposits from customers	10,255,142	2,003,906	1,825,808	2,969,211	612,154	-	-	-	17,666,221	2.60
Deposits and placements of banks and other financial institutions	356,715	173,470	10,580	14,473	78,960	136,808	-	-	771,006	2.95
Obligations on securities sold under repurchase agreements	1,126,782	30,444	-	-	-	-	-	-	1,157,226	3.19
Bills and acceptances payable	15,708	147,561	37,339	-	-	-	-	-	200,608	3.50
Subordinated bonds	-	535,000	-	-	-	-	-	-	535,000	7.75
Recourse obligations on loans sold to Cagamas	-	22,356	22,187	91,692	307,880	-	-	-	444,115	3.66
Balances due to clients and brokers	169,642	-	-	-	-	-	212	-	169,854	2.00
Long term borrowing	-	-	-	-	200,000	-	-	-	200,000	5.00
Other non-interest sensitive balances	-	-	-	-	-	-	689,836	-	689,836	-
TOTAL LIABILITIES	11,923,989	2,912,737	1,895,914	3,075,376	1,198,994	136,808	690,048	-	21,833,866	
Shareholders' equity	-	-	-	-	-	-	1,742,305	-	1,742,305	
Minority interests	-	-	-	-	-	-	5,026	-	5,026	
TOTAL LIABILITIES AND EQUITY	11,923,989	2,912,737	1,895,914	3,075,376	1,198,994	136,808	2,437,379	-	23,581,197	
On-balance sheet interest sensitivity gap	2,162,868	(632,155)	(972,946)	(2,254,614)	1,983,546	1,143,438	(1,743,150)	313,013	-	
Off-balance sheet interest sensitivity gap	-	-	-	-	-	-	-	-	-	
Total interest sensitivity gap	2,162,868	(632,155)	(972,946)	(2,254,614)	1,983,546	1,143,438	(1,743,150)	313,013	-	

* Specific allowance and general allowance of the Group are classified under the non interest sensitive column.

C19. Operations of Islamic Banking

(a) Balance Sheets (Unaudited)

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
ASSETS		
Cash and short term funds	408,071	404,051
Deposits and placements with banks and other financial institutions	-	30,000
Security held-to-maturity	463,779	542,192
Security available-for-sale	137,743	187,180
Financing, advances and other loans	2,106,561	1,997,204
Other assets	54,896	9,347
Statutory deposits with Bank Negara Malaysia	74,107	76,520
Deferred tax assets	18,769	15,678
Property, plant and equipment	553	246
TOTAL ASSETS	3,264,479	3,262,418
LIABILITIES AND ISLAMIC BANKING FUNDS		
Deposits from customers	1,855,819	1,854,759
Deposits and placements of banks and other financial institutions	152,991	317,035
Obligations on securities sold under repurchase agreements	79,049	14,417
Bills and acceptances payable	217	-
Other liabilities	197,583	154,853
Provision for taxation	52,543	33,864
TOTAL LIABILITIES	2,338,202	2,374,928
Islamic Banking Funds	792,100	792,100
Reserves	134,177	95,390
TOTAL LIABILITIES AND ISLAMIC BANKING FUNDS	3,264,479	3,262,418
COMMITMENTS AND CONTINGENCIES	393,346	536,850

C19. Operations of Islamic Banking (cont'd)

(b) Income Statement (Unaudited)

	GROUP			
	3rd Quarter ended 31.12.2006 RM'000	31.12.2005 RM'000	Cumulative 9 Months ended 31.12.2006 RM'000	31.12.2005 RM'000
Income derived from investment of depositors' funds and financial institutions	33,161	31,566	97,194	86,766
Allowance for losses on financing, advances and other loans	(12,567)	(4,647)	(35,266)	(13,355)
Transfer to/(from) profit equalisation reserve	2,485	90	(5,965)	(8,179)
Total attributable income	23,079	27,009	55,963	65,232
Income attributable to the depositors and financial institutions	(15,304)	(12,118)	(45,136)	(31,532)
Income attributable to the reporting institutions	7,775	14,891	10,827	33,700
Income derived from investment of Islamic banking funds	15,629	3,403	43,728	8,040
Total net income	23,404	18,294	54,555	41,740
Other operating expenses	(796)	(784)	(2,281)	(2,436)
Impairment loss	-	(3,376)	-	(3,376)
Profit before taxation and zakat	22,608	14,134	52,274	35,928
Taxation and zakat	(5,235)	(4,241)	(13,898)	(10,778)
Profit after taxation and zakat	17,373	9,893	38,376	25,150

C19. Operations of Islamic Banking (cont'd)

(c) Financing, Advances and Other Loans

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
(i) <u>By type</u>		
Cash line financing	26,567	20,029
Term loans/financing		
- Housing loans/financing	330,716	205,124
- Hire purchase receivables	864,013	809,960
- Lease receivables	30,988	51,946
- Other term loans/financing	1,229,648	1,178,432
Bills receivables	4,341	9,607
Trust receipts	5,669	94
Claims on customers under acceptance credits	118,264	95,799
Staff loans	31,454	18,329
Revolving credits	197,522	179,341
	2,839,182	2,568,661
Unearned income	(650,592)	(521,839)
Gross financing, advances and other loans	2,188,590	2,046,822
Allowance for bad and doubtful debts and financing:-		
- Specific	(49,800)	(19,014)
- General	(32,229)	(30,604)
Total net financing, advances and other loans	2,106,561	1,997,204

(ii) Movements in non-performing financing, advances and other loans (including income receivables) are as follows:-

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
At beginning of year	59,775	42,102
Non-performing during the period/year	159,675	59,303
Reclassified as performing	(121,777)	(38,559)
Recoveries	(4,246)	(2,719)
Amount written off	(2,745)	(352)
At end of period/year	90,682	59,775
Specific allowance	(49,800)	(19,014)
Net non-performing financing, advances and other loans	40,882	40,761
Net NPLs as a % of gross financing, advances and other loans less specific allowance	1.9%	2.0%

C19. Operations of Islamic Banking (cont'd)

(c) Financing, Advances and Other Loans (cont'd)

(iii) Movements in the allowance for bad and doubtful debts and financing are as follows:-

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
General Allowance		
At beginning of year	30,604	17,817
Allowance made during the period/year	5,956	14,759
Amount written back	(4,331)	(1,972)
At end of period/year	<u>32,229</u>	<u>30,604</u>
As % of total gross financing, advances and other loans less specific allowance	<u>1.5%</u>	<u>1.5%</u>
Specific Allowance		
At beginning of year	19,014	15,143
Allowance made during the period/year	45,318	6,539
Amount written-back in respect of recoveries	(11,787)	(2,316)
Amount written back	(2,745)	(352)
At end of period/year	<u>49,800</u>	<u>19,014</u>

(d) Deposits From Customers

	Group	
	31.12.2006	31.3.2006
	RM'000	RM'000
(i) <u>By type</u>		
<u>Non-Mudharabah Fund</u>		
Demand deposits	576,836	434,964
Savings deposits	166,357	126,685
<u>Mudharabah Fund</u>		
General investment deposits	<u>1,112,626</u>	<u>1,293,110</u>
	<u>1,855,819</u>	<u>1,854,759</u>

By Order of the Board

LEE WEI YEN (MAICSA 7001798)

Group Company Secretary

Kuala Lumpur

28 February 2007