

MALAYSIAN PLANTATIONS BERHAD

(Company Number : 6627-X)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2007

(The figures have not been audited)

CONDENSED CONSOLIDATED INCOME STATEMENTS

| | <i>Note</i> | 4th Quarter Ended | | Cumulative 12 Months Ended | |
|-------------------------------------------------------|-------------|-------------------|-----------|----------------------------|-----------|
| | | 31.3.2007 | 31.3.2006 | 31.3.2007 | 31.3.2006 |
| | | RM'000 | RM'000 | RM'000 | RM'000 |
| Operating Revenue | | 374,554 | 312,571 | 1,461,094 | 1,283,254 |
| Interest income | <i>C1</i> | 279,113 | 255,033 | 1,122,096 | 1,015,793 |
| Interest expense | <i>C2</i> | (124,501) | (139,244) | (549,538) | (525,713) |
| Net interest income | | 154,612 | 115,789 | 572,558 | 490,080 |
| Net income from Islamic Banking business | | 45,214 | 21,662 | 135,035 | 76,757 |
| | | 199,826 | 137,451 | 707,593 | 566,837 |
| Other operating income | <i>C3</i> | 52,431 | 36,145 | 216,123 | 201,576 |
| Net income | | 252,257 | 173,596 | 923,716 | 768,413 |
| Other operating expenses | <i>C4</i> | (121,605) | (112,723) | (493,488) | (437,077) |
| Operating profit | | 130,652 | 60,873 | 430,228 | 331,336 |
| Allowance for losses on loans, advances and financing | <i>C5</i> | (74,595) | (91,067) | (289,619) | (598,077) |
| Impairment loss net of write back | | 10,193 | 9,625 | 10,203 | (16,378) |
| Profit/(Loss) before taxation and zakat | | 66,250 | (20,569) | 150,812 | (283,119) |
| Taxation and zakat | <i>B5</i> | (11,048) | 9,058 | (43,449) | 81,695 |
| Profit/(Loss) after taxation and zakat for the period | | 55,202 | (11,511) | 107,363 | (201,424) |
| Attributable to: | | | | | |
| Equity holders of the parent | | 55,212 | (11,587) | 107,258 | (201,810) |
| Minority interests | | (10) | 76 | 105 | 386 |
| Profit/(Loss) after taxation and zakat for the period | | 55,202 | (11,511) | 107,363 | (201,424) |
| Earnings/(Losses) per share (sen):- | | | | | |
| - Basic | <i>B15</i> | 4.70 | (0.99) | 9.10 | (17.30) |
| - Fully diluted | <i>B15</i> | 4.08 | (0.99) | 7.90 | (17.30) |

(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

| | <i>Note</i> | UNAUDITED AS AT 31.3.2007 RM'000 | AUDITED AS AT 31.3.2006 RM'000 |
|---------------------------------------------------------------------------------------------|-------------|-------------------------------------------|-----------------------------------------|
| <u>ASSETS</u> | | | |
| Cash and short term funds | | 4,144,057 | 2,597,459 |
| Deposits and placements with other financial institutions | | 2,435,257 | 1,134,284 |
| Securities held-for-trading | <i>C6</i> | 14,978 | 299,333 |
| Securities available-for-sale | <i>C7</i> | 2,052,983 | 1,046,795 |
| Securities held-to-maturity | <i>C8</i> | 2,430,081 | 3,149,350 |
| Loans, advances and financing | <i>C9</i> | 13,310,628 | 13,549,622 |
| Balances due from clients and brokers | <i>C10</i> | 521,067 | 251,596 |
| Land held for property development | | 28,922 | 28,922 |
| Other assets | <i>C11</i> | 250,309 | 169,269 |
| Tax recoverable | | 38,380 | 62,750 |
| Statutory deposits | | 581,955 | 749,895 |
| Property, plant and equipment | | 139,529 | 114,562 |
| Intangible assets | | 330,840 | 309,366 |
| Deferred tax assets | | 120,303 | 117,994 |
| TOTAL ASSETS | | 26,399,289 | 23,581,197 |
| <u>LIABILITIES AND SHAREHOLDERS' FUNDS</u> | | | |
| Deposits from customers | <i>C12</i> | 19,111,063 | 17,666,221 |
| Deposits and placements of banks and other financial institutions | <i>C13</i> | 482,358 | 771,006 |
| Obligations on securities sold under repurchase agreements | | 2,010,098 | 1,157,226 |
| Recourse obligations on loans sold to Cagamas | | 313,578 | 444,115 |
| Bills and acceptances payable | | 481,271 | 200,608 |
| Balances due to clients and brokers | <i>C14</i> | 378,440 | 169,854 |
| Other liabilities | <i>C15</i> | 865,939 | 680,782 |
| Subordinated bonds | | 600,000 | 535,000 |
| Short/long term borrowings | | 200,000 | 200,000 |
| Provision for taxation | | 1,191 | 1 |
| Deferred tax liabilities | | 7,818 | 9,053 |
| TOTAL LIABILITIES | | 24,451,756 | 21,833,866 |
| <u>EQUITY</u> | | | |
| Share capital | | 1,217,670 | 1,167,978 |
| Share premium | | 491,238 | 480,803 |
| Statutory reserve | | 268,125 | 238,107 |
| Capital reserves | | 7,013 | 16,138 |
| Revaluation reserve | | 12,905 | 12,959 |
| Accumulated losses | | (54,229) | (173,680) |
| TOTAL SHAREHOLDERS' EQUITY | | 1,942,722 | 1,742,305 |
| Minority interests | | 4,811 | 5,026 |
| TOTAL EQUITY | | 1,947,533 | 1,747,331 |
| TOTAL LIABILITIES AND EQUITY | | 26,399,289 | 23,581,197 |
| Commitments and contingencies | <i>B10</i> | 7,973,462 | 7,509,093 |
| Net assets per share attributable to ordinary equity holders of the parent (RM)* | | 1.60 | 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

(Company Number : 6627-X)

(Incorporated in Malaysia)

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

| | <----- Attributable to Equity Holders of the Parent -----> | | | | | | | | |
|------------------------------------------------------------------------|------------------------------------------------------------|----------------------------|--------------------------------|-------------------------------|-----------------------------------|-------------------------------------------|----------------------------------|--------------------------------|---------------------------|
| | <----- Non-distributable -----> | | | | | <Distributable> | Total | | Total Equity RM'000 |
| | 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 | |
| <u>31 MARCH 2006</u> | | | | | | | | | |
| At 1 April 2005 | 1,162,592 | 479,672 | 238,107 | 16,138 | 21,705 | 36,533 | 1,954,747 | 3,523 | 1,958,270 |
| Net (loss)/profit for the period | - | - | - | - | - | (201,810) | (201,810) | 386 | (201,424) |
| Exercise of warrants | 5,386 | 1,131 | - | - | - | - | 6,517 | - | 6,517 |
| Unrealised net loss on revaluation of securities available-for-sale | - | - | - | - | (8,746) | - | (8,746) | - | (8,746) |
| Issue of shares | - | - | - | - | - | - | - | 1,200 | 1,200 |
| Dividend paid | - | - | - | - | - | (8,403) | (8,403) | (83) | (8,486) |
| At 31 March 2006 | 1,167,978 | 480,803 | 238,107 | 16,138 | 12,959 | (173,680) | 1,742,305 | 5,026 | 1,747,331 |
| <u>31 MARCH 2007</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 |
| At 1 April, as restated | 1,167,978 | 480,803 | 238,107 | 7,013 | 12,959 | (131,469) | 1,775,391 | 5,026 | 1,780,417 |
| Net profit for the period | - | - | - | - | - | 107,258 | 107,258 | 105 | 107,363 |
| Exercise of warrants | 49,692 | 10,435 | - | - | - | - | 60,127 | - | 60,127 |
| Unrealised net loss on revaluation of securities available-for-sale | - | - | - | - | (54) | - | (54) | - | (54) |
| Transfer to statutory reserve | - | - | 30,018 | - | - | (30,018) | - | - | - |
| Dividend paid | - | - | - | - | - | - | - | (320) | (320) |
| At 31 March 2007 | 1,217,670 | 491,238 | 268,125 | 7,013 | 12,905 | (54,229) | 1,942,722 | 4,811 | 1,947,533 |

(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)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2007

| | Unaudited Twelve Months Ended 31.3.2007 | Audited Twelve Months Ended 31.3.2006 |
|----------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------|
| | RM'000 | RM'000 |
| Profit/(loss) before taxation and zakat | 150,812 | (283,119) |
| Adjustment for non-operating and non-cash items | 328,530 | 608,255 |
| Operating profit before changes in working capital | 479,342 | 325,136 |
| Changes in working capital | 2,438,422 | 881,500 |
| Taxes paid | (11,867) | (24,730) |
| Net cash generated from operating activities | 2,905,897 | 1,181,906 |
| Net cash outflow from investing activities | (133,018) | (344,709) |
| Net cash inflow from financing activities | 74,692 | 154,369 |
| Net changes in cash and cash equivalents | 2,847,571 | 991,566 |
| Cash and cash equivalents at beginning of the year | 3,731,743 | 2,740,177 |
| Cash and cash equivalents at end of the year | 6,579,314 | 3,731,743 |

Cash and cash equivalents at end of the year comprise the followings:

| | | |
|---------------------------------------------------------------------|------------------|-----------|
| Cash and short term funds | 4,144,057 | 2,597,459 |
| Deposits and placements with banks and other financial institutions | 2,435,257 | 1,134,284 |
| | 6,579,314 | 3,731,743 |

(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

FRS 102 Inventory and FRS 131 Interest in Joint Ventures are not applicable to the Group.

The adoption of FRS 2, 5, 108, 110, 121, 127, 128, 132, 133, 138 and 140, other than FRS 3, 101, 116, 136 and 138, do not have any financial impacts on the Group. The principal effects of the changes in accounting policies resulting from the adoption of FRS 3, 101, 116 and 136 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 audited 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 4th quarter and twelve months ended 31 March 2007.

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 4th quarter and the financial year ended 31 March 2007 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 year ended 31 March 2007, certain accounting estimates of the 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 Group continues to assign no value to property collateral for NPLs which have been outstanding for over 7 years.

(b) Specific Allowance For NPLs

During the year, the Group adopted a more stringent basis for specific allowances on non-performing loans by making a 100% specific allowance on non-performing loans which are more than 3 months-in-arrears. Previously, specific allowance was only made at 20% when a non-performing loan was in arrears of 6 months, 50% for non-performing loan in arrears of 9 months and 100% for non-performing loan in arrears of 12 months and above. The change in the allowance estimate has resulted an additional specific allowance for bad and doubtful debts and financing of RM93.5 million in the current year.

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 year ended 31 March 2007 other than the following:-

The issued and paid-up share capital of the Company was increased from RM1,167,978,154 as at 31 March 2006 to RM1,217,669,947 arising from the issuance of 49,691,793 new ordinary shares of RM1.00 each from the exercise of 49,691,793 warrants 2002/2007 at the exercise price of RM1.21 per share.

A7. Dividend Paid

There was no dividend paid during the financial year ended 31 March 2007.

MALAYSIAN PLANTATIONS BERHAD (6627-X)
FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2007

A8. Segment Information

Segment information on Revenue, Profit Before Tax and Total Assets

| Group | 4th Quarter Ended <- 31 March 2007 -> | | Cumulative 12 Months Ended <----- 31 March 2007 -----> | | |
|----------------------------------------------------------|--------------------------------------------------------|---------------------------------------------|-------------------------------------------------------------------------|---------------------------------------------|------------------------------------|
| | Revenue RM'000 | Profit Before Tax RM'000 | Revenue RM'000 | Profit Before Tax RM'000 | Total Assets RM'000 |
| Commercial Banking | 335,305 | 58,435 | 1,308,070 | 156,262 | 23,453,933 |
| Investment Banking | 21,740 | 695 | 98,699 | (2,403) | 1,996,864 |
| Stockbroking and others | 32,344 | 40,342 | 77,152 | 37,092 | 458,969 |
| | <u>389,389</u> | <u>99,472</u> | <u>1,483,921</u> | <u>190,951</u> | <u>25,909,766</u> |
| Inter-segment eliminations/ Consolidation adjustments | (14,835) | (33,222) | (22,827) | (40,139) | - |
| | <u>374,554</u> | <u>66,250</u> | <u>1,461,094</u> | <u>150,812</u> | <u>25,909,766</u> |
| Intangible assets | - | - | - | - | 330,840 |
| Unallocated Corporate Assets | - | - | - | - | 158,683 |
| | <u>374,554</u> | <u>66,250</u> | <u>1,461,094</u> | <u>150,812</u> | <u>26,399,289</u> |

| Group | 4th Quarter Ended <- 31 March 2006 -> | | Cumulative 12 Months Ended <----- 31 March 2006 -----> | | |
|----------------------------------------------------------|--------------------------------------------------------|---------------------------------------------|-------------------------------------------------------------------------|---------------------------------------------|------------------------------------|
| | Revenue RM'000 | Profit Before Tax RM'000 | Revenue RM'000 | Profit Before Tax RM'000 | Total Assets RM'000 |
| Commercial Banking | 278,837 | (566) | 1,144,552 | (243,370) | 20,792,573 |
| Investment Banking | 20,305 | (18,502) | 97,981 | (14,864) | 1,848,414 |
| Stockbroking and others | 12,623 | (955) | 69,153 | 3,098 | 450,100 |
| | <u>311,765</u> | <u>(20,023)</u> | <u>1,311,686</u> | <u>(255,136)</u> | <u>23,091,087</u> |
| Inter-segment eliminations/ Consolidation adjustments | 806 | (546) | (28,432) | (27,983) | - |
| | <u>312,571</u> | <u>(20,569)</u> | <u>1,283,254</u> | <u>(283,119)</u> | <u>23,091,087</u> |
| Intangible assets | - | - | - | - | 309,366 |
| Unallocated Corporate Assets | - | - | - | - | 180,744 |
| | <u>312,571</u> | <u>(20,569)</u> | <u>1,283,254</u> | <u>(283,119)</u> | <u>23,581,197</u> |

A9. Valuation Of Properties, Plant And Equipment

Properties, 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

Rationalisation of the Unit Trust Management Business of Alliance Unit Trust Management Berhad ("AUTM") and the Asset Management Business of Alliance Capital Asset Management Sdn Bhd ("ACAM") ("Rationalisation Exercise").

Pursuant to a Vesting Order granted by the High Court of Malaya at Kuala Lumpur on 28 March 2007, the asset management business of ACAM, a 70% subsidiary of Alliance Investment Bank Berhad, was vested to AUTM, a 70% subsidiary of Alliance Bank Malaysia Berhad, on 2 April 2007.

On 4 April 2007, AUTM changed its name to Alliance Investment Management Berhad.

A11. Changes In The Composition Of The Group

(a) MPlant as direct holding company of Alliance Bank Malaysia Berhad

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 MPlant. From the date thereof, MPlant directly holds 100% equity interest in Alliance Bank Malaysia Berhad.

(b) Completion of Establishment of Investment Bank subsidiary

On 30 June 2006, Alliance Investment Bank Berhad, a wholly-owned subsidiary of Alliance Bank Malaysia Berhad obtained a joint approval from Bank Negara Malaysia and the Securities Commission for the proposed rationalisation of the merchant banking business and the stockbroking business of Kuala Lumpur City Securities Sdn. Bhd. ("KLCS") to transform into an Investment Bank.

On 8 August 2006, Alliance Investment Bank Berhad changed its name from Alliance Merchant Bank Berhad to its present name.

On 28 December 2006, the High Court of Malaya at Kuala Lumpur granted a vesting order to vest the business, assets and liabilities of KLCS to Alliance Investment Bank Berhad and on 30 December 2006, the business, assets and liabilities of KLCS were vested into Alliance Investment Bank Berhad pursuant to the said order of the High Court of Malaya. With the completion of this integration exercise, Alliance Investment Bank Berhad had completed its transformation into an Investment Bank in accordance with the Guidelines on Investment Banks issued jointly by Bank Negara Malaysia and the Securities Commission dated 1 July 2005.

Subsequent to the vesting of stockbroking business to Alliance Investment Bank Berhad, KLCS has become a dormant company and changed its name to KLCS Sdn. Bhd. with effect from 4 January 2007.

A11. Changes In The Composition Of the Group (Contd.)

(c) Dissolution of subsidiaries

The following wholly-owned subsidiaries of the Group have been dissolved pursuant to Section 272(5) of the Companies Act, 1965:-

- (1) Setiu Green Development Sdn Bhd (dissolved on 16 February 2007)
- (2) Pantai Lagenda Golf & Country Club Sdn Bhd (dissolved on 16 February 2007)
- (3) Alliance Merchant Unit Trust Berhad (dissolved on 22 March 2007) *
- (4) Asean Financial Services Sdn Bhd (dissolved on 22 March 2007) *
- (5) Alliance Merchant Securities Holdings Sdn Bhd (dissolved on 22 March 2007) *
- (6) Rothputra Venture Management Sdn Bhd (dissolved on 22 March 2007) *
- (7) Rothputra Ventures Berhad (dissolved on 22 March 2007) *

Notes :*

These companies were wholly-owned subsidiaries of Alliance Investment Bank Berhad, which in turn were indirect wholly-owned subsidiaries of the Company.

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 year ended 31 March 2007, 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 of the total 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.

These changes in presentation have been applied retrospectively and have no financial impact on the Group's financial statements.

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

The adoption of FRS 3 Business Combination and the consequential changes to FRS 136 Impairment of Assets and FRS 138 Intangible Assets, has resulted in a change in the accounting policy relating to purchased goodwill, negative goodwill and computer software.

A13. Changes In Accounting Policies (Contd.)

- (a) (2) FRS 3 Business Combinations, FRS 136 Impairment of Assets and FRS 138 Intangible Assets (Contd.)

Prior to 1 April 2006, goodwill was amortised on a straight-line basis over its estimated useful life of 20 years and at each balance sheet date, the Group assessed if there is any indication of impairment of the cash-generating unit in which the goodwill is attached to. The adoption of these new FRSs has resulted in the Group ceasing annual amortisation 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 FRS136. 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 amortisation as at 1 April 2006 of RM69,922,000 against the carrying amount of goodwill. The resulting carrying amount of goodwill for the Group as at 1 April 2006 of RM303,263,000 ceased to be amortised thereafter. With the adoption of FRS 3, this has the effect of reducing the amortisation charge of the Group by RM19,706,000 for the financial year ended 31 March 2007. No impairment loss on goodwill has been recognised in the financial year ended 31 March 2007.

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 profit/(loss) brought forward. This has the effect of reducing the write back of negative goodwill recognised in the Group income statement by RM2,191,000 for the financial year ended 31 March 2007. 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.

The adoption of FRS 138 has resulted in the change in accounting policy for intangible assets relating to computer software retrospectively. In accordance with FRS 138, the Group had segregated and reclassified those computer software that does not form an integral part of the related hardware as intangible assets. The segregation was made in the cost and accumulated depreciation of the said computer software for current and previous financial year.

The change in accounting policy did not affect the recognition and measurement of the Group's computer software but has resulted in reclassification of prior year comparatives as disclosed in A13(b).

A13. Changes In Accounting Policies (Cont'd)

(a) (3) FRS 116 Property, Plant and Equipment

FRS 116 Property, Plant and Equipment requires the review of the residual value and remaining useful life of an item of property, plant and equipment at least at each financial year end. The Group has now revised the motor vehicle's estimated useful life and its residual value with effect from 1 April 2006, as follows:

- (i) The useful life is now revised from 5 years to the range of 6 to 8 years according to their model; and
- (ii) The residual value is now estimated at the range of 15% to 50% of the original cost instead of zero value at the end of useful lives, by referring to the automobile magazine published in Malaysia.

FRS 116 also requires the re-instatement cost to be recognised as part of the property, plant and equipment and depreciated according to the estimated useful life. The useful life is estimated to be at 5 years and zero residual value at the end of the useful life.

The above revisions were accounted for prospectively as a change in accounting estimates and as a result, the depreciation charges of the Group for the current financial year have been reduced by RM732,165 respectively.

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

| | Group 2007 RM'000 |
|------------------------------------|----------------------------------|
| Effects on retained profit/(loss): | |
| At 1 April, as previously stated | (173,680) |
| Effect of adopting FRS 3 | |
| - Business Combinations | 42,211 |
| At 1 April, as restated | (131,469) |
| Effects on capital reserves: | |
| At 1 April, as previously stated | 16,138 |
| Effect of adopting FRS 3 | |
| - Business Combinations | (9,125) |
| At 1 April, as restated | 7,013 |

[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 net profit before tax of RM66.2 million as compared to the net loss before tax of RM20.6 million for the corresponding quarter last year. The improvement was mainly due to higher net income and higher loan recoveries.

The Group achieved net profit before tax of RM150.8 million for the 12 months ended 31 March 2007, which reflects 153.3% increase over last year. The improvement in net profit before tax was primarily due to higher income and lower loan loss provisions and impairment loss which resulted from better recoveries. The Group's net income grew 20% or RM155.3 million for the 12 months, compared to the same period last year. This is attributed mainly to improved interest margin.

Asset quality has improved with net Non Performing Loans (NPLs) ratio improving from 9.5% as at 31 March 2006 to 5.6% as at 31 March 2007. Gross NPL ratio also improved from 14.6% to 10.9%. Loan loss coverage further improved to 67.3% compared to 48.5% as at 31 March 2006. This aligns the Group's loan impairment standards with best practices and closer to Financial Reporting Standard (FRS) 139 - Financial Instruments: Recognition and Measurement requirement. The Group's risk-weighted capital ratio remained strong at 16.6%.

As part of the long-term strategy to improve asset quality, the Group has, during the year, tighten its specific provisioning methodology and changed its basis for NPLs at 3 months in arrears instead of 6 months previously. In addition, 100 per cent provisioning was made for NPLs that were more than 3 months in arrears rather than on a time basis.

Strong sales growth, which is attributed to aggressive sales and distribution strategies have caused an uptrend in the Group's acquisition of new loans. During the year the Group saw increased momentum in loans growth in targeted segments with Consumer loans growing 15% year-on-year (y-o-y) and Commercial loans growing 7% y-o-y. Consumer loans growth was buoyed by a good take up of personal loans as well as an increase in credit cards loans of 57% and mortgage loans of 18% compared to the corresponding period last year.

Recognising that Information Systems is one of the key drivers of business growth and operational excellence, the Group made significant investments during the financial year to enhance its IT infrastructure. During the year, new business systems and infrastructure such as Call centre, Telesales centre, Collection centre, Datawarehouse and online share margin and share trading services were launched to provide greater reach to our customers.

The Group aims to be a leading integrated financial solutions provider with regional reach. We will continue to leverage on the regional presence and expertise of our major shareholder to enhance our network and product proposition as well as capitalize on the existing strength of our SME and consumer market segments.

Barring unforeseen circumstances, the Group expect a good year ahead as it reaps the benefits of its new business models and capabilities.

MALAYSIAN PLANTATIONS BERHAD
FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2007

B2. Comparisons With Preceding Quarter's Results

For the 4th quarter ended 31 March 2007, the Group recorded a lower profit before tax of RM66.2 million as compared to the profit before tax of RM70.9 million for the preceding quarter ended 31 December 2006. The decline was mainly due to higher specific allowances and lower other operating income.

B3. Prospects For Next Financial Year

The Group will continue to place emphasis on the Consumer and SME business to grow our market shares in these sectors. 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 should improve on its performance in the financial year ending 31 March 2008.

B4. Profit Forecast

There was no profit forecast issued by the Group.

B5. Taxation / Deferred Taxation

| <u>GROUP</u> | 4th Quarter Ended | | Cumulative 12 Months Ended | |
|----------------------------------------|--------------------------|------------------|-----------------------------------|------------------|
| | 31.3.2007 | 31.3.2006 | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Company & subsidiaries:- | | | | |
| - Current year | 27,063 | (3,062) | 45,049 | (544) |
| - Deferred tax | (16,653) | 4 | (3,016) | (75,148) |
| | <u>10,410</u> | <u>(3,058)</u> | <u>42,033</u> | <u>(75,692)</u> |
| - Under/(over) provision in prior year | 638 | (6,000) | 1,386 | (6,003) |
| | <u>11,048</u> | <u>(9,058)</u> | <u>43,419</u> | <u>(81,695)</u> |
| - Zakat | - | - | 30 | - |
| Tax expense and zakat | <u>11,048</u> | <u>(9,058)</u> | <u>43,449</u> | <u>(81,695)</u> |

The Group's effective tax rate for the financial year ended 31 March 2007 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 year ended 31 March 2007 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 year ended 31 March 2007, other than investments held by the 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

GROUP

| 31.3.2007 | 31.3.2006 |
|------------------|------------------|
| <u>RM'000</u> | <u>RM'000</u> |

(a) Deposit From Customers

Fixed deposit and negotiable instruments of deposits

| | | |
|-----------------------------------------|------------|------------|
| - One year or less (short term) | 12,083,912 | 11,646,326 |
| - More than one year (medium/long term) | 769,507 | 612,154 |

| | |
|-------------------|-------------------|
| <u>12,853,419</u> | <u>12,258,480</u> |
|-------------------|-------------------|

| | | |
|--------|-----------|-----------|
| Others | 6,257,644 | 5,407,741 |
|--------|-----------|-----------|

| | |
|--------------------------|--------------------------|
| <u><u>19,111,063</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) | 239,707 | 555,238 |
| - More than one year (medium/long term) | 242,651 | 215,768 |

| | |
|----------------|----------------|
| <u>482,358</u> | <u>771,006</u> |
|----------------|----------------|

MALAYSIAN PLANTATIONS BERHAD
FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2007

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

| | GROUP | |
|---------------------------------------------------------------------------------------------------------------------|------------------|------------------|
| | 31.3.2007 | 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> |

MALAYSIAN PLANTATIONS BERHAD
FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2007

B10. Commitments And Contingencies

In the normal course of business, the Group made 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

| | <----- 31.3.2007 -----> | | | <----- 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 | 346,911 | 346,911 | 302,322 | 366,235 | 366,235 | 325,954 |
| Transaction related contingent items | 732,621 | 366,311 | 345,469 | 917,406 | 458,703 | 351,381 |
| Short-term self-liquidating trade-related contingencies | 137,397 | 27,479 | 27,469 | 334,976 | 66,995 | 66,192 |
| Irrevocable commitments to extend credit:- | | | | | | |
| - maturity exceeding one year | 396,208 | 198,104 | 198,104 | 219,222 | 109,611 | 109,611 |
| - maturity not exceeding one year | 5,536,659 | - | - | 4,583,423 | - | - |
| Foreign exchange related contracts less than one year | 585,023 | 18,458 | 4,363 | 765,338 | 17,127 | 4,513 |
| Underwriting liabilities | 27,000 | 13,500 | 13,500 | 18,000 | 9,000 | 9,000 |
| Other commitments and contingencies | 211,643 | - | - | 304,493 | - | - |
| Total | <u>7,973,462</u> | <u>970,763</u> | <u>891,227</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.

MALAYSIAN PLANTATIONS BERHAD
FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2007

B11. Financial Instruments With Off-Balance Sheet Risk

Details of financial instruments with off-balance sheet risk as at 31 March 2007:

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 | 90,934 | 19,397 | 48,043 | 23,461 | - | 33 | - | - |
| - swaps | 494,089 | 41,551 | 86,843 | 124,612 | 207,093 | 33,990 | - | - |
| Interest rate related contracts | | | | | | | | |
| - forward | - | - | - | - | - | - | - | - |
| - futures | - | - | - | - | - | - | - | - |
| - swaps | - | - | - | - | - | - | - | - |
| Total | 585,023 | 60,948 | 134,886 | 148,073 | 207,093 | 34,023 | - | - |

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 year, the amount of contracts which were not hedged and hence, exposed to market risk was RM742,000 (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 year, the amounts of credit risk, measured in terms of cost to replace the profitable contracts, was RM7,176,000 (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

The Directors do not recommend any payment of dividend for the financial year ended 31 March 2007.

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 divided by the weighted average number of ordinary shares in issue during the year.

| | Financial Year Ended 31.03.2007 | Financial Year Ended 31.03.2006 |
|-----------------------------------------------------------------------------------------------------------------|----------------------------------------------------|----------------------------------------------------|
| <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>107,258</u> | <u>(201,810)</u> |
| Weighted average number of ordinary shares in issue ('000) | <u>1,174,337</u> | <u>1,165,261</u> |
| Basic earnings/(losses) per share (sen) | <u>9.10</u> | <u>(17.30)</u> |

Fully diluted earnings/(losses) per share

The calculation of the diluted earnings per share is based on the net profit/(loss) for the year attributable to the equity holders of the parent for the year ended 31 March 2007 divided by the weighted average number of ordinary shares of RM1.00 each. The weighted average number of ordinary shares has taken into account the assumed exercise of the outstanding Warrants 2002/2007 for the year ended 31 March 2007.

MALAYSIAN PLANTATIONS BERHAD
FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2007

B15. Earnings/(Losses) Per Share (Cont'd)

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

| | Financial Year Ended 31.03.2007 | Financial Year Ended 31.03.2006 |
|-------------------------------------------------------------------------------------|----------------------------------------------------|----------------------------------------------------|
| Net profit/(loss) for the year (RM'000) | <u>107,258</u> | <u>(201,810)</u> |
| Weighted average number of ordinary shares in issue ('000) | 1,174,337 | 1,165,261 |
| Effect of exercise of warrants ('000) | 180,077 | - |
| Adjusted weighted average number of ordinary shares in issue and issuable ('000) | <u>1,354,414</u> | <u>1,165,261</u> |
| Diluted earnings/(losses) per share(sen) | <u>7.90</u> | <u>(17.30) *</u> |

* For the financial year ended 31 March 2006, 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 to ordinary shares would not be dilutive. Accordingly, the diluted losses per share for the financial year ended 31 March 2006 is presented as equal to basic losses per share.

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

C1. Interest Income

| Group | 4th Quarter ended | | Cumulative 12 Months ended | |
|------------------------------------------------------------------|--------------------------|------------------|-----------------------------------|------------------|
| | 31.3.2007 | 31.3.2006 | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Loans, advances and financing | | | | |
| - Interest income other than recoveries from NPLs | 178,393 | 172,232 | 731,306 | 777,787 |
| - Recoveries from NPLs | 20,327 | 18,105 | 107,150 | 59,760 |
| | 198,720 | 190,337 | 838,456 | 837,547 |
| Money at call and deposit placements with financial institutions | 50,739 | 28,304 | 152,799 | 87,285 |
| Securities held-for-trading | 36 | 246 | 56 | 246 |
| Securities available-for-sale | 14,334 | 8,106 | 44,346 | 33,222 |
| Securities held-to-maturity | 13,745 | 15,471 | 59,859 | 58,804 |
| Others | (4,317) | (7,262) | 2,808 | 1,120 |
| | 273,257 | 235,202 | 1,098,324 | 1,018,224 |
| Accretion of discount less amortisation of premium | 13,812 | 20,405 | 63,824 | 45,771 |
| Net interest/income suspended | (7,956) | (574) | (40,052) | (48,202) |
| | 279,113 | 255,033 | 1,122,096 | 1,015,793 |

C2. Interest Expenses

| Group | 4th Quarter ended | | Cumulative 12 Months ended | |
|-------------------------------------------------------------------|--------------------------|------------------|-----------------------------------|------------------|
| | 31.3.2007 | 31.3.2006 | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Deposits and placements of banks and other financial institutions | 1,564 | 2,063 | 13,650 | 7,746 |
| Deposits from customers | 111,114 | 99,370 | 426,264 | 401,695 |
| Loans sold to Cagamas | 2,470 | 3,601 | 11,495 | 15,446 |
| Subordinated bonds | 2,259 | 21,515 | 40,235 | 66,028 |
| Short/Long term borrowings | 9,010 | 2,466 | 9,880 | 3,397 |
| Others | (1,916) | 10,229 | 48,014 | 31,401 |
| | 124,501 | 139,244 | 549,538 | 525,713 |

C3. Other Operating Income

| Group | 4th Quarter ended | | Cumulative 12 Months ended | |
|----------------------------------------------------------------------|--------------------------|------------------|-----------------------------------|------------------|
| | 31.3.2007 | 31.3.2006 | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| (a) <u>Fee income:</u> | | | | |
| Commissions | 3,524 | 4,232 | 25,920 | 32,183 |
| Service charges and fees | 6,940 | 11,916 | 32,528 | 26,850 |
| Portfolio management | 1,647 | 4,872 | 8,088 | 10,123 |
| Corporate advisory fees | 1,744 | (414) | 6,763 | 7,352 |
| Underwriting commissions | 33 | 28 | 543 | 1,112 |
| Brokerage fees | 16,684 | 6,730 | 35,948 | 20,984 |
| Guarantee fees | 4,680 | 2,544 | 13,865 | 12,782 |
| Processing fees | 1,463 | 6,818 | 8,020 | 12,888 |
| Commitment fees | 3,279 | 3,357 | 13,207 | 13,760 |
| Other fee income | 1,921 | 2,691 | 14,333 | 13,728 |
| | 41,915 | 42,774 | 159,215 | 151,762 |
| (b) <u>Investment income:</u> | | | | |
| <u>Gains/(losses) arising from sale of securities:</u> | | | | |
| Net gain/(loss) from sale of securities | | | | |
| - held-for-trading | 216 | (419) | 2,382 | 11,540 |
| - held-to-maturity | (66) | (592) | 1,098 | (868) |
| - available-for-sale | 112 | (14,327) | 11,886 | 1,273 |
| Unrealised gain/(loss) on revaluation of securities held-for-trading | 1,289 | 2,774 | (1,575) | 976 |
| Gain from investment in Staple Bonds | - | 40 | 1,754 | 1,794 |
| Gross dividend income from: | | | | |
| - securities held-to-maturity | 173 | 187 | 2,465 | 3,426 |
| - securities available-for-sale | 11 | 184 | 11 | 517 |
| | 1,735 | (12,153) | 18,021 | 18,658 |
| (c) <u>Other income:</u> | | | | |
| Foreign exchange profit/(loss) | | | | |
| - realised | (185) | 5,523 | 24,477 | 21,369 |
| - unrealised | 7,177 | 100 | 4,349 | (149) |
| Rental income | 247 | 78 | 453 | 539 |
| Gain on disposal of property and equipment | 2,836 | 2,203 | 4,975 | 3,319 |
| Gain on disposal of foreclosed property | - | 340 | 266 | 340 |
| Impairment loss for development property | - | - | - | (384) |
| Return on capital | 8 | - | 8 | - |
| Others | (1,302) | (2,720) | 4,359 | 6,122 |
| | 8,781 | 5,524 | 38,887 | 31,156 |
| Total other operating income | 52,431 | 36,145 | 216,123 | 201,576 |

C4. Other Operating Expenses

| Group | 4th Quarter ended | | Cumulative 12 Months ended | |
|--------------------------------------------------|--------------------------|------------------|-----------------------------------|------------------|
| | 31.3.2007 | 31.3.2006 | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| <u>Personnel costs:</u> | | | | |
| Salaries, allowances and bonuses | 66,967 | 51,907 | 239,799 | 189,450 |
| Pension costs | 11,225 | 8,037 | 35,348 | 28,532 |
| Other personnel related expenses | 6,883 | 2,446 | 32,098 | 32,376 |
| | 85,075 | 62,390 | 307,245 | 250,358 |
| <u>Establishment costs:</u> | | | | |
| Depreciation of property, plant and equipment | 3,179 | 5,067 | 18,029 | 22,174 |
| Amortisation of intangible assets | 4,067 | 3,816 | 14,309 | 14,016 |
| Rental | 5,307 | 5,974 | 25,039 | 24,190 |
| Water and electricity | 991 | 1,254 | 5,537 | 5,375 |
| Repairs & maintenance | 1,945 | 2,325 | 8,788 | 8,782 |
| EDP expenses | 4,100 | 9,516 | 23,890 | 27,532 |
| Others | 1,207 | 2,065 | 9,033 | 8,280 |
| | 20,796 | 30,017 | 104,625 | 110,349 |
| <u>Marketing expenses:</u> | | | | |
| Promotion and advertisement | (472) | 3,856 | 17,962 | 8,079 |
| Branding and publicity | 2,181 | (327) | 10,649 | 1,577 |
| Others | 1,538 | 1,473 | 7,319 | 5,687 |
| | 3,247 | 5,002 | 35,930 | 15,343 |
| <u>Administration and general expenses:</u> | | | | |
| Amortisation of goodwill | - | 5,183 | - | 19,706 |
| Negative goodwill recognised in income statement | - | (549) | - | (2,191) |
| Communication expenses | 1,417 | 1,656 | 11,516 | 10,956 |
| Printing & stationeries | 976 | 1,650 | 4,960 | 5,182 |
| Insurance | 452 | 597 | 3,253 | 2,999 |
| Professional fees | 3,564 | 5,444 | 10,417 | 9,970 |
| Others | 6,078 | 1,333 | 15,542 | 14,405 |
| | 12,487 | 15,314 | 45,688 | 61,027 |
| Total Other Operating Expenses | 121,605 | 112,723 | 493,488 | 437,077 |

C5. Allowance for Losses on Loans, Advances and Financing

| Group | 4th Quarter ended | | Cumulative 12 Months ended | |
|-----------------------------------------------------|--------------------------|------------------|-----------------------------------|------------------|
| | 31.3.2007 | 31.3.2006 | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Allowance for bad and doubtful debts and financing: | | | | |
| (a) Specific allowance | | | | |
| - Made during the year | 233,205 | 120,610 | 639,362 | 715,518 |
| - Written back during the year | (74,340) | (19,724) | (226,029) | (80,524) |
| (b) General allowance | | | | |
| - Made during the year | 51,455 | 3,121 | 75,340 | 27,410 |
| -Written back during the year | (9,443) | (6,861) | (37,479) | (45,896) |
| Bad debts on loans and financing | | | | |
| - Recovered | (131,421) | (8,026) | (180,439) | (40,340) |
| - Written off | 4,061 | 710 | 14,183 | 4,516 |
| | 73,517 | 89,830 | 284,938 | 580,684 |
| Allowance on commitments and contingencies | - | 767 | 2,149 | 767 |
| Allowance on other receivable | 1,078 | 470 | 2,532 | 16,626 |
| | 74,595 | 91,067 | 289,619 | 598,077 |

C6. Securities Held-for-trading

| | Group | |
|-----------------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| At fair value | | |
| <u>Money Market Instruments:</u> | | |
| Bankers acceptances | - | 282,774 |
| <u>Quoted Securities:</u> | | |
| Shares | 5,744 | 5,373 |
| Debt securities | 9,234 | 11,186 |
| Total securities held-for-trading | 14,978 | 299,333 |

C7. Securities Available-for-sale

| | Group | |
|----------------------------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| At fair value | | |
| <u>Money Market Instruments:</u> | | |
| Malaysian Government securities | 285,274 | 86,254 |
| Malaysian Government investment certificates | 145,710 | - |
| Malaysian Government treasury bills | - | 133,383 |
| Bank Negara Malaysia bills | - | 64,433 |
| Cagamas bonds | 125,727 | 79,979 |
| Negotiable instruments of deposits | 499,902 | - |
| Commercial papers | 45,568 | 64,401 |
| Bankers acceptances | 228,099 | - |
| <u>Quoted Securities:</u> | | |
| Shares | 3,205 | 12,567 |
| <u>Unquoted Securities:</u> | | |
| Shares | 1,113 | 1,113 |
| Debts securities | 718,385 | 604,665 |
| | 2,052,983 | 1,046,795 |

C8. Securities Held-to-maturity

| | Group | |
|----------------------------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| At amortised cost | | |
| <u>Money Market Instruments:</u> | | |
| Malaysian Government securities | 165,370 | 324,416 |
| Malaysian Government investment certificates | 188,989 | 169,255 |
| Bank Negara Malaysia bills | 49,747 | 24,775 |
| Cagamas bonds | 174,928 | 592,228 |
| Negotiable instruments of deposits | 440,000 | 155,000 |
| Khazanah bonds | 269,034 | 288,978 |
| Commercial papers | - | 19,681 |
| Bankers acceptances | 705,050 | 1,052,406 |
| | | |
| <u>Quoted Securities:</u> | | |
| Debts securities | 25,587 | 36,445 |
| | | |
| <u>Unquoted securities:</u> | | |
| Shares | 21,496 | 21,067 |
| Debts securities | 521,941 | 604,789 |
| | 2,562,142 | 3,289,040 |
| Accumulated impairment losses | (132,061) | (139,690) |
| Total securities held-to-maturity | 2,430,081 | 3,149,350 |

C9. Loans, Advances and Financing

| | Group | |
|---------------------------------------------------------|-------------------|-------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Overdrafts | 2,061,174 | 2,217,812 |
| Term loans/financing | | |
| - Housing loans/financing | 4,522,181 | 3,835,852 |
| - Syndicated term loan/financing | 291,141 | 264,884 |
| - Hire purchase receivables | 1,542,585 | 1,518,988 |
| - Lease receivables | 24,104 | 52,570 |
| - Other term loans/financing | 3,998,350 | 4,567,426 |
| Bills receivables | 155,711 | 220,184 |
| Trust receipts | 102,119 | 132,328 |
| Claims on customers under acceptance credit | 1,150,641 | 982,000 |
| Staff loans | 109,088 | 111,144 |
| Credit/charge card receivables | 399,447 | 253,884 |
| Revolving credits | 660,143 | 908,201 |
| Other loans | 122,761 | 119,540 |
| | 15,139,445 | 15,184,813 |
| Unearned interest and income | (779,134) | (603,643) |
| Gross loans, advances and financing | 14,360,311 | 14,581,170 |
| Allowance for bad and doubtful debts and financing:- | | |
| - Specific | (805,434) | (825,160) |
| - General | (244,249) | (206,388) |
| Net loans, advances and financing | 13,310,628 | 13,549,622 |

(a) By type of customer:

| | Group | |
|------------------------------------------|-------------------|-------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Domestic non-bank financial institutions | | |
| - Stockbroking companies | 11,233 | 11,412 |
| - Others | 104,081 | 99,872 |
| Domestic business enterprises | | |
| - Small and medium enterprises | 3,954,960 | 4,243,171 |
| - Others | 3,118,752 | 3,990,079 |
| Government and statutory bodies | 18,457 | 18,903 |
| Individuals | 7,086,074 | 6,191,447 |
| Other domestic entities | 7,200 | 5,702 |
| Foreign entities | 59,554 | 20,584 |
| Gross loans, advances and financing | 14,360,311 | 14,581,170 |

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

(b) By interest/profit rate sensitivity:

| | Group | |
|-------------------------------------|--------------------------|-------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Fixed rate | | |
| - Housing loans/financing | 159,172 | 153,218 |
| - Hire purchase receivables | 1,347,758 | 1,317,883 |
| - Other fixed rate loans/financing | 1,242,306 | 1,196,276 |
| Variable rate | | |
| - Base lending rate plus | 9,235,174 | 9,364,534 |
| - Cost plus | 2,270,889 | 2,415,178 |
| - Other variable rates | 105,012 | 134,081 |
| Gross loans, advances and financing | <u>14,360,311</u> | <u>14,581,170</u> |

(c) By economic sectors:

| | Group | |
|---------------------------------------------|--------------------------|-------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Purchase of securities | 211,739 | 353,545 |
| Purchase of transport vehicles | 1,435,005 | 1,326,985 |
| Purchase of landed property | 5,998,684 | 5,517,044 |
| <i>of which: - Residential</i> | 4,510,848 | 3,932,096 |
| <i>- Non-residential</i> | 1,487,836 | 1,584,948 |
| Purchase fixed assets excl. land & building | 26,426 | 24,412 |
| Personal use | 736,871 | 480,642 |
| Credit card | 399,469 | 253,881 |
| Purchase of durable goods | 186 | 203 |
| Construction | 339,731 | 382,538 |
| Working capital | 4,715,359 | 5,450,510 |
| Others | 496,841 | 791,410 |
| Gross loans, advances and financing | <u>14,360,311</u> | <u>14,581,170</u> |

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

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

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

| | Group | |
|----------------------------------------------------------------------------------|-----------------------|-------------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| At beginning of year | 2,126,228 | 2,039,363 |
| Non-performing during the year | 1,527,519 | 1,273,054 |
| Reclassified as performing | (1,115,054) | (724,255) |
| Loans/financing converted to securities | (1,464) | - |
| Recoveries | (545,462) | (267,684) |
| Amount written off | (431,595) | (194,250) |
| At end of year | <u>1,560,172</u> | <u>2,126,228</u> |
| Specific allowance | <u>(805,434)</u> | <u>(825,160)</u> |
| Net NPLs, advances and financing | <u><u>754,738</u></u> | <u><u>1,301,068</u></u> |
| Net NPL as a % of gross loans, advances and financing less specific allowance | <u><u>5.6%</u></u> | <u><u>9.5%</u></u> |

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

| | Group | |
|------------------------------------------------------------------------|-----------------------|-----------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| General Allowance | | |
| At beginning of year | 206,388 | 224,874 |
| Allowance made during the year | 75,340 | 27,410 |
| Amount written back | (37,479) | (45,896) |
| At end of year | <u><u>244,249</u></u> | <u><u>206,388</u></u> |
| As % of gross loans, advances and financing less specific allowance | <u><u>1.8%</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 | |
|----------------------------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Specific Allowance | | |
| At beginning of year | 825,160 | 384,462 |
| Allowance made during the year | 639,362 | 715,518 |
| Amount written-back in respect of recoveries | (226,029) | (80,524) |
| Loan/financing converted to securities | (1,464) | - |
| Amount written off | (431,595) | (194,296) |
| | <u>805,434</u> | <u>825,160</u> |

(f) NPLs/NPF by sector

| | Group | |
|---------------------------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Purchase of securities | 64,567 | 161,164 |
| Purchase of transport vehicles | 101,294 | 80,134 |
| Purchase of landed property | 683,989 | 791,061 |
| <i>of which: - Residential</i> | 418,691 | 400,698 |
| <i>- Non-residential</i> | 265,298 | 390,363 |
| Purchase fixed assets excl. land & building | 1,498 | 3,567 |
| Personal use | 47,636 | 67,384 |
| Credit card | 8,473 | 5,081 |
| Purchase of durable goods | - | 51 |
| Construction | 53,199 | 171,151 |
| Working capital | 571,639 | 794,607 |
| Others | 27,877 | 52,028 |
| | <u>1,560,172</u> | <u>2,126,228</u> |

C10. Balances Due From Clients And Brokers

| | Group | |
|--------------------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Due from clients | 318,482 | 180,376 |
| Due from brokers | 234,010 | 100,764 |
| | 552,492 | 281,140 |
| Less: | | |
| Allowance for bad and doubtful debts | (31,425) | (29,544) |
| | 521,067 | 251,596 |

These represent amount receivable by Investment banking subsidiary 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 Investment banking subsidiary'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 Investment banking subsidiary 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 | |
|------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Classified as doubtful | 1,269 | 221 |
| Classified as bad | 48,056 | 32,739 |
| | 49,325 | 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 year | 8,873 | 22,067 |
| Reversal of allowance | (6,992) | (6,765) |
| At end of year | 31,425 | 29,544 |

C11. Other Assets

| | Group | |
|---------------------------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Trade receivables | 230 | 1,143 |
| Interest/Income receivables | 67,455 | 35,903 |
| Other receivables, deposits and prepayments | 184,784 | 131,655 |
| Manager's stocks | 1,258 | 1,524 |
| Foreclosed properties | 12,966 | 14,229 |
| | <u>266,693</u> | <u>184,454</u> |
| Allowance for bad and doubtful debts | (16,384) | (15,185) |
| | <u>250,309</u> | <u>169,269</u> |

C12. Deposits From Customers

| | Group | |
|------------------------------------|-------------------|-------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| <u>By type of deposits</u> | | |
| Demand deposits | 4,736,729 | 3,936,179 |
| Savings deposits | 1,520,915 | 1,471,345 |
| Fixed/investment deposits | 12,835,219 | 12,258,480 |
| Negotiable instruments of deposits | 18,200 | - |
| Others | - | 217 |
| | <u>19,111,063</u> | <u>17,666,221</u> |

| | Group | |
|---------------------------------|-------------------|-------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| <u>By type of customer</u> | | |
| Government and statutory bodies | 978,380 | 1,034,344 |
| Business enterprises | 6,839,180 | 5,863,501 |
| Individuals | 10,630,492 | 9,744,249 |
| Others | 663,011 | 1,024,127 |
| | <u>19,111,063</u> | <u>17,666,221</u> |

C13. Deposits and Placements of Banks and Other Financial Institutions

| | Group | |
|------------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Licensed banks | 222,982 | 494,110 |
| Licensed merchant banks | - | 30,000 |
| Bank Negara Malaysia | 259,376 | 239,994 |
| Other financial institutions | - | 6,902 |
| | <u>482,358</u> | <u>771,006</u> |

C14. Balances Due To Clients and Brokers

| | Group | |
|----------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Due to clients | 188,823 | 100,270 |
| Due to brokers | 189,617 | 69,584 |
| | <u>378,440</u> | <u>169,854</u> |

These 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 Investment banking subsidiary's normal trade credit terms 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 | |
|-----------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| Other liabilities | 721,335 | 547,226 |
| Interest/income payable | 101,949 | 88,495 |
| Remiser's accounts | 26,042 | 22,670 |
| Profit Equalisation Reserve | 16,613 | 22,391 |
| | <u>865,939</u> | <u>680,782</u> |

C16. Capital Adequacy

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

| | 31.3.2007 | 31.3.2006 |
|-----------------------------|------------------|------------------|
| | % | % |
| <u>Capital Ratios</u> | | |
| Core capital ratio | 10.89 | 10.23 |
| Risk-weighted capital ratio | 16.62 | 15.08 |

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

| | 31.3.2007 | 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 | 504,137 | 421,593 |
| Statutory reserves | 511,450 | 481,432 |
| Other reserves | 10,035 | 10,035 |
| Minority interests | 4,810 | 5,026 |
| | 2,028,466 | 1,916,120 |
| Less: Purchased goodwill/goodwill on consolidation | (304,149) | (303,263) |
| Deferred tax assets | (120,303) | (117,994) |
| Total Tier-I capital | 1,604,014 | 1,494,863 |
| Tier-II Capital | | |
| Subordinated bonds | 600,000 | 502,499 |
| General allowance for bad and doubtful debts and financing | 244,249 | 206,388 |
| Total Tier-II capital | 844,249 | 708,887 |
| Total Capital/Capital Base | 2,448,263 | 2,203,750 |

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

| Group | 31.3.2007 | | 31.3.2006 | |
|-----------------------------------------------|----------------------------|--------------------------------------|----------------------------|--------------------------------------|
| | Notional RM'000 | Risk- Weighted RM'000 | Notional RM'000 | Risk- Weighted RM'000 |
| 0% | 7,803,143 | - | 5,179,157 | - |
| 10% | 153,335 | 15,334 | 602,049 | 60,205 |
| 20% | 3,028,275 | 605,655 | 2,464,529 | 492,906 |
| 50% | 4,026,518 | 2,013,259 | 3,655,582 | 1,827,791 |
| 100% | 12,026,987 | 12,026,987 | 12,139,466 | 12,139,466 |
| Risk-weighted assets for market risk | - | 46,767 | - | 95,766 |
| Risk-weighted assets for counterparty risk | - | 18,437 | - | - |
| Total Risk Weighted Assets | 27,038,258 | 14,726,439 | 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 4th quarter ended</u> | | |
| <u>31 March 2006</u> | | |
| Operating revenue | 312,571 | 331,105 |
| Interest income | 255,033 | 262,993 |
| Interest expense | (139,244) | (140,117) |
| Net interest income | 115,789 | 122,876 |
| Other operating income | 36,145 | 42,466 |
| Net income | 173,596 | 187,004 |
| Other operating expenses | (112,723) | (121,632) |
| Operating profit | 60,873 | 65,372 |
| Impairment loss net of write back | 9,625 | 5,126 |
| | | |
| <u>Income statement for the cumulative twelve months</u> | | |
| <u>ended 31 March 2006</u> | | |
| Operating revenue | 1,283,254 | 1,300,815 |
| Other operating income | 201,576 | 196,707 |
| Net income | 768,413 | 763,044 |
| Other operating expenses | (437,077) | (413,708) |
| | | |
| <u>Balance Sheet as at 31 March 2006</u> | | |
| Loans, advances and financing | 13,549,622 | 13,537,001 |
| Other assets | 169,269 | 181,890 |
| Property, plant and equipment | 114,562 | 152,865 |
| Goodwill | - | 271,063 |
| Intangible assets | 309,366 | - |

MALAYSIAN PLANTATIONS BERHAD (6627-X)
FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2007

C18. Interest Rate Risk

| GROUP As at 31 March 2007 | 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 | 4,015,961 | - | - | - | - | - | 128,096 | - | 4,144,057 | 3.56 |
| Deposits and placements with banks and other financial institutions | 900 | 2,433,957 | - | 400 | - | - | - | - | 2,435,257 | 3.45 |
| Securities held-for-trading | - | - | - | - | - | - | - | 14,978 | 14,978 | |
| Securities available-for-sale | 16,316 | 562,735 | 226,979 | 108,674 | 935,029 | 198,923 | - | 4,327 | 2,052,983 | 4.40 |
| Securities held-to-maturity | 573,233 | 698,124 | 80,828 | 181,087 | 841,884 | 34,869 | 20,056 | - | 2,430,081 | 3.55 |
| Loans, advances and financing | 11,140,288 | 210,101 | 274,231 | 227,145 | 1,530,666 | 977,880 | (1,049,683) * | - | 13,310,628 | 7.23 |
| Balances due from clients and brokers | 371,837 | 131,908 | - | - | - | - | 17,322 | - | 521,067 | 8.84 |
| Other non-interest sensitive balances | - | - | - | - | - | - | 1,490,238 | - | 1,490,238 | - |
| TOTAL ASSETS | 16,118,535 | 4,036,825 | 582,038 | 517,306 | 3,307,579 | 1,211,672 | 606,029 | 19,305 | 26,399,289 | |
| LIABILITIES | | | | | | | | | | |
| Deposits from customers | 11,202,055 | 1,545,867 | 1,948,138 | 3,645,496 | 769,507 | - | - | - | 19,111,063 | 2.75 |
| Deposits and placements of banks and other financial institutions | 189,343 | 36,891 | 2,888 | 10,585 | 117,651 | 125,000 | - | - | 482,358 | 2.20 |
| Obligations on securities sold under repurchase agreements | 2,010,098 | - | - | - | - | - | - | - | 2,010,098 | 3.25 |
| Bills and acceptances payable | 148,840 | 224,248 | 108,183 | - | - | - | - | - | 481,271 | 3.76 |
| Subordinated bonds | - | - | - | - | 600,000 | - | - | - | 600,000 | 6.09 |
| Recourse obligations on loans sold to Cagamas | - | - | - | 18,895 | 294,683 | - | - | - | 313,578 | 3.46 |
| Balances due to clients and brokers | 378,147 | - | - | - | - | - | 293 | - | 378,440 | 2.50 |
| Short term borrowing | - | - | - | 200,000 | - | - | - | - | 200,000 | 4.58 |
| Other non-interest sensitive balances | - | - | - | - | - | - | 874,948 | - | 874,948 | - |
| TOTAL LIABILITIES | 13,928,483 | 1,807,006 | 2,059,209 | 3,874,976 | 1,781,841 | 125,000 | 875,241 | - | 24,451,756 | |
| Shareholders' Equity | - | - | - | - | - | - | 1,942,722 | - | 1,942,722 | |
| Minority interests | - | - | - | - | - | - | 4,811 | - | 4,811 | |
| TOTAL LIABILITIES AND EQUITY | 13,928,483 | 1,807,006 | 2,059,209 | 3,874,976 | 1,781,841 | 125,000 | 2,822,774 | - | 26,399,289 | |
| On-balance sheet interest sensitivity gap | 2,190,052 | 2,229,819 | (1,477,171) | (3,357,670) | 1,525,738 | 1,086,672 | (2,216,745) | 19,305 | - | |
| Off-balance sheet interest sensitivity gap | - | - | - | - | - | - | - | - | - | |
| Total interest sensitivity gap | 2,190,052 | 2,229,819 | (1,477,171) | (3,357,670) | 1,525,738 | 1,086,672 | (2,216,745) | 19,305 | - | |

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

MALAYSIAN PLANTATIONS BERHAD (6627-X)
FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2007

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

| GROUP | Up to | >1-3 | >3-6 | >6-12 | 1-5 | over 5 | Non- | Trading | Total | Effective |
|---------------------------------------------------------------------|-------------------|------------------|------------------|--------------------|------------------|------------------|--------------------|----------------|-------------------|------------------|
| As at 31 March 2006 | 1 month | months | months | months | years | years | interest | book | RM'000 | interest |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | sensitive | RM'000 | RM'000 | rate |
| | | | | | | | RM'000 | | | % |
| 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 | 11,015,191 | 137,242 | 435,157 | 364,486 | 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 | 14,099,478 | 2,280,582 | 922,968 | 808,141 | 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 | 2,175,489 | (632,155) | (972,946) | (2,267,235) | 1,983,546 | 1,143,438 | (1,743,150) | 313,013 | - | |
| Off-balance sheet interest sensitivity gap | - | - | - | - | - | - | - | - | - | |
| Total interest sensitivity gap | 2,175,489 | (632,155) | (972,946) | (2,267,235) | 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 | |
|-------------------------------------------------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| ASSETS | | |
| Cash and short term funds | 401,305 | 404,051 |
| Deposits and placements with financial institutions | 40,000 | 30,000 |
| Security held-to-maturity | 480,657 | 542,192 |
| Security available-for-sale | 155,795 | 187,180 |
| Financing, advances and other loans | 2,085,780 | 1,997,204 |
| Other assets | 42,544 | 9,347 |
| Statutory deposits with Bank Negara Malaysia | 73,178 | 76,520 |
| Deferred tax assets | 14,105 | 15,678 |
| Property, plant and equipment | 227 | 178 |
| Intangible assets | 337 | 68 |
| TOTAL ASSETS | 3,293,928 | 3,262,418 |
| LIABILITIES AND ISLAMIC BANKING FUNDS | | |
| Deposits from customers | 1,941,744 | 1,854,759 |
| Deposits and placements of banks and other financial institutions | 161,505 | 317,035 |
| Obligations on securities sold under repurchase agreements | 88,722 | 14,417 |
| Bills and acceptances payable | 71 | - |
| Other liabilities | 92,038 | 153,203 |
| Provision for taxation | 58,907 | 35,514 |
| TOTAL LIABILITIES | 2,342,987 | 2,374,928 |
| Islamic Banking Funds | 792,100 | 792,100 |
| Reserves | 158,841 | 95,390 |
| TOTAL LIABILITIES AND ISLAMIC BANKING FUNDS | 3,293,928 | 3,262,418 |
| COMMITMENTS AND CONTINGENCIES | 335,568 | 536,850 |

C19. Operations of Islamic Banking (cont'd)

(b) Income Statement (Unaudited)

| | GROUP | | | |
|--------------------------------------------------------------------------------|---------------------------------------------------|-----------------------------|------------------------------------------------------------|-----------------------------|
| | 4th Quarter ended 31.3.2007 RM'000 | 31.3.2006 RM'000 | Cumulative 12 Months ended 31.3.2007 RM'000 | 31.3.2006 RM'000 |
| Income derived from investment of depositors' funds and financial institutions | 42,250 | 9,252 | 139,444 | 96,018 |
| Allowance for losses on financing, advances and other loans | (8,600) | (3,727) | (43,866) | (17,082) |
| Transfer from/(to) profit equalisation reserve | 11,743 | (3,009) | 5,778 | (11,188) |
| Total attributable income | 45,393 | 2,516 | 101,356 | 67,748 |
| Income attributable to the depositors and financial institutions | (15,155) | (15,098) | (60,291) | (46,630) |
| Income attributable to the reporting institutions | 30,238 | (12,582) | 41,065 | 21,118 |
| Income derived from investment of Islamic banking funds | 6,376 | 30,517 | 50,104 | 38,557 |
| Total net income | 36,614 | 17,935 | 91,169 | 59,675 |
| Other operating expenses | (810) | (876) | (3,091) | (3,312) |
| Impairment loss | - | - | - | (3,376) |
| Profit before taxation and zakat | 35,804 | 17,059 | 88,078 | 52,987 |
| Tax expenses and zakat | (11,067) | (3,472) | (24,965) | (14,250) |
| Profit after taxation and zakat | 24,737 | 13,587 | 63,113 | 38,737 |

C19. Operations of Islamic Banking (cont'd)

(c) Financing, Advances and Other Loans

| | Group | |
|------------------------------------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| (i) <u>By type</u> | | |
| Cash line financing | 32,468 | 20,029 |
| Term loans/financing | | |
| - Housing loans/financing | 417,879 | 205,124 |
| - Hire purchase receivables | 824,321 | 809,960 |
| - Lease receivables | 24,000 | 51,946 |
| - Other term loans/financing | 1,214,414 | 1,178,433 |
| Bills receivables | 4,362 | 9,607 |
| Trust receipts | 6,317 | 94 |
| Claims on customers under acceptance credits | 116,210 | 95,799 |
| Staff loans | 32,242 | 18,329 |
| Revolving credits | 196,090 | 179,341 |
| | 2,868,303 | 2,568,662 |
| Unearned income | (693,580) | (521,840) |
| Gross financing, advances and other loans | 2,174,723 | 2,046,822 |
| Allowance for bad and doubtful debts and financing:- | | |
| - Specific | (55,045) | (19,014) |
| - General | (33,898) | (30,604) |
| Total net financing, advances and other loans | 2,085,780 | 1,997,204 |

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

| | Group | |
|--------------------------------------------------------------------------------------|------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| At beginning of year | 59,775 | 42,102 |
| Non-performing during the year | 192,347 | 59,303 |
| Reclassified as performing during the year | (158,990) | (38,559) |
| Recoveries | (3,604) | (2,719) |
| Amount written off | (4,418) | (352) |
| At end of year | 85,110 | 59,775 |
| Specific allowance | (55,045) | (19,014) |
| Net non-performing financing, advances and other loans | 30,065 | 40,761 |
| Net NPLs as a % of gross financing, advances and other loans less specific allowance | 1.4% | 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 | |
|---------------------------------------------------------------------------------|----------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| General Allowance | | |
| At beginning of year | 30,604 | 17,817 |
| Allowance made during the year | 8,934 | 14,759 |
| Amount written back | (5,640) | (1,972) |
| At end of year | <u>33,898</u> | <u>30,604</u> |
| | | |
| As % of total gross financing, advances and other loans less specific allowance | <u>1.6%</u> | <u>1.5%</u> |
| | | |
| Specific Allowance | | |
| At beginning of year | 19,014 | 15,143 |
| Allowance made during the year | 74,068 | 6,539 |
| Amount written back in respect of recoveries | (33,619) | (2,316) |
| Amount written off | (4,418) | (352) |
| At end of year | <u>55,045</u> | <u>19,014</u> |

(d) Deposits From Customers

| | Group | |
|-----------------------------------|-------------------------|------------------|
| | 31.3.2007 | 31.3.2006 |
| | RM'000 | RM'000 |
| (i) <u>By type</u> | | |
| <u>Non-Mudharabah Fund</u> | | |
| Demand deposits | 598,909 | 434,964 |
| Savings deposits | 184,708 | 126,685 |
| <u>Mudharabah Fund</u> | | |
| General investment deposits | <u>1,158,127</u> | <u>1,293,110</u> |
| | <u>1,941,744</u> | <u>1,854,759</u> |

By Order of the Board

LEE WEI YEN (MAICSA 7001798)

Group Company Secretary

Kuala Lumpur

28 May 2007