

# CAHYA MATA SARAWAK BERHAD

(Company No: 21076-T)  
(Incorporated in Malaysia)

## Interim Financial Report

### Condensed consolidated income statements for the three-month period ended 31 March 2007

	Note	3 months ended		3 months ended	
		31.3.2007	31.3.2006	31.3.2007	31.3.2006
		RM'000	RM'000	RM'000	RM'000
<b>Continuing Operations</b>					
Revenue	A8	191,527	159,361	191,527	159,361
Cost of sales		(155,927)	(131,414)	(155,927)	(131,414)
<b>Gross profit</b>		35,600	27,947	35,600	27,947
Other income		1,044	667	1,044	667
Administrative expenses		(12,928)	(13,383)	(12,928)	(13,383)
Selling and marketing expenses		(1,738)	(1,366)	(1,738)	(1,366)
Other expenses		(4,824)	(9,539)	(4,824)	(9,539)
Finance costs		(11,023)	(12,883)	(11,023)	(12,883)
Share of profit of associated companies		9,242	1,444	9,242	1,444
Share of profit of jointly controlled entities		871	955	871	955
<b>Profit/(loss) before taxation</b>		16,244	(6,158)	16,244	(6,158)
Income tax expense	B5	(7,849)	(5,947)	(7,849)	(5,947)
<b>Profit/(loss) for the period from continuing operations</b>		8,395	(12,105)	8,395	(12,105)
<b>Discontinued Operations</b>					
(Loss)/profit for the period from discontinued operations	A14	(124,009)	124,385	(124,009)	124,385
<b>Profit for the period</b>		(115,614)	112,280	(115,614)	112,280
Attributable to:					
Equity holders of the parent		5,174	1,801	5,174	1,801
Minority interests		(120,788)	110,479	(120,788)	110,479
		(115,614)	112,280	(115,614)	112,280
		sen	sen	sen	sen
<b>Earnings per share attributable to equity holders of the parent:</b>					
Basic, for profit/(loss) from continuing operations	B13	1.99	(9.69)	1.99	(9.69)
Basic, for (loss)/profit from discontinued operations	B13	(0.42)	10.23	(0.42)	10.23
Basic, for profit for the period	B13	1.57	0.55	1.57	0.55

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial report.

**Cahaya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated balance sheet as at 31 March 2007**

	Note	As at 31.3.2007 RM'000	As at 31.12.2006 RM'000 (Restated)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	A9	171,718	878,222
Prepaid lease payments		34,583	134,689
Investment properties		2,001	2,011
Land held for property development		39,862	39,862
Intangible assets		10,155	10,307
Goodwill on consolidation		189,302	1,037,145
Associated companies		287,579	291,783
Jointly controlled entities		9,740	8,868
Securities available-for-sale		0	6,269,840
Securities held-to-maturity		0	13,022,152
Deferred tax assets		0	254,801
		<u>744,940</u>	<u>21,949,680</u>
<b>Current assets</b>			
Real property assets		0	392,000
Property development costs		131,803	145,825
Inventories		56,479	41,231
Amount due from customers on contracts		48,636	12,585
Other investments		1,009	763
Statutory deposits		0	1,905,043
Trade receivables		177,008	203,845
Other receivables		46,551	803,729
Derivatives		0	169,619
Clients' and brokers' balances		0	177,027
Loans, advances and financing		0	53,392,886
Securities held-for-trading		0	5,160,642
Deposits and placements with banks and other financial institutions		0	5,596,849
Securities purchased under resale agreements		0	2,691,541
Cash and bank balances		103,848	10,708,210
		<u>565,334</u>	<u>81,401,795</u>
Assets of disposal group classified as held for sale	A14	107,557,251	58,818
		<u>108,122,585</u>	<u>81,460,613</u>
<b>TOTAL ASSETS</b>		<b><u>108,867,525</u></b>	<b><u>103,410,293</u></b>

**Cahaya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated balance sheet as at 31 March 2007**

	Note	As at 31.3.2007 RM'000	As at 31.12.2006 RM'000 (Restated)
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital		329,446	329,446
Share premium		427,513	427,513
Other reserves		116,813	122,377
Accumulated losses		(8,921)	(27,858)
		<u>864,851</u>	<u>851,478</u>
<b>Minority interests</b>		<u>1,685,439</u>	<u>1,810,233</u>
<b>Total equity</b>		<u>2,550,290</u>	<u>2,661,711</u>
<b>Non-current liabilities</b>			
Borrowings	<b>B9</b>	369,737	2,659,148
Deferred tax liabilities		23,273	39,692
		<u>393,010</u>	<u>2,698,840</u>
<b>Current liabilities</b>			
Deposits from customers		0	57,334,363
Deposits and placements of banks and other financial institutions		0	11,577,118
Obligations on securities sold under repurchase agreements		0	14,975,669
Trade and bills payables		153,811	159,338
Amount due to customers on contracts		1,971	10,038
Bills and acceptances payable		0	3,778,758
Clients' and brokers' balances		0	251,372
Other payables		69,437	1,947,833
Derivatives liabilities		0	310,737
Recourse obligation on loans sold to Cagamas Berhad		0	2,879,284
Current tax liabilities		9,465	100,190
Borrowings	<b>B9</b>	335,913	1,915,571
Subordinated obligations		0	1,493,158
Irredeemable Convertible Unsecured Loan Stocks ('ICULS')		0	197,844
INCPS		0	1,104,469
		<u>570,597</u>	<u>98,035,742</u>
Liabilities directly associated with the assets classified as held for sale	<b>A14</b>	<u>105,353,628</u>	<u>14,000</u>
		<u>105,924,225</u>	<u>98,049,742</u>
<b>Total liabilities</b>		<u>106,317,235</u>	<u>100,748,582</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>108,867,525</u>	<u>103,410,293</u>
<b>Net assets per share attributable to ordinary equity holders of the parent (RM)</b>			
		<u>2.63</u>	<u>2.58</u>

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial report.

**Cahaya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated statement of changes in equity  
for the period ended 31 March 2007**

	<-----Attributable to Equity Holders of the Parent----->								Minority Interests	Total Equity		
	Share capital RM'000	Non-distributable						Total RM'000			RM'000	RM'000
		Share premium RM'000	Capital reserve RM'000	Merger deficit RM'000	Reserve funds RM'000	Available-for- sale reserve RM'000	Translation reserves RM'000					
<b>At 1 January 2007</b>	329,446	427,513	85,506	(12,000)	49,244	3,231	(3,604)	(27,858)	851,478	1,810,233	2,661,711	
Conversion of ICULS by minority interests					(4,085)	(96)	44	13,443	9,306	(10,634)	(1,328)	
Currency translation differences							(650)		(650)	(7,744)	(8,394)	
Exercise of Call Warrants 2003/2007					(655)	(13)	3		(665)	8,389	7,724	
Unrealised net loss on revaluation of securities AFS						(461)			(461)	(2,982)	(3,443)	
Net transfer to income statement on disposal or impairment						165			165	2,638	2,803	
Fair value adjustment on assets acquired in previous financial year										5,467	5,467	
Deferred tax						184			184	1,181	1,365	
Net income/(expenses) recognised directly in equity	329,446	427,513	85,506	(12,000)	44,504	3,010	(4,207)	(14,415)	859,357	1,806,548	2,665,905	
Profit/(loss) for the period								5,174	5,174	(120,788)	(115,614)	
Total recognised income and expense for the period	329,446	427,513	85,506	(12,000)	44,504	3,010	(4,207)	(9,241)	864,531	1,685,760	2,550,291	
Realisation of reserve upon expiry of warrants 2001/2007								320	320	(321)	(1)	
<b>At 31 March 2007</b>	329,446	427,513	85,506	(12,000)	44,504	3,010	(4,207)	(8,921)	864,851	1,685,439	2,550,290	

**Cahaya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated statement of changes in equity  
for the period ended 31 March 2007**

	< -----Attributable to Equity Holders of the Parent----- >							Minority Interests	Total Equity		
	Share capital RM'000	Non-distributable					Distributable			Total	
		Share premium RM'000	Capital reserve RM'000	Merger deficit RM'000	Reserve funds RM'000	Available-for- sale reserve RM'000	Translation reserves RM'000				Retained profit RM'000
<b>At 1 January 2006</b>	329,446	427,513	85,776	(12,000)	29,868	(459)	0	763	860,907	3,236,643	4,097,550
Transfer in respect of statutory requirements					(3,559)			3,559	0		0
Net loss not recognised in the income statement - translation differences								(399)	(399)	(4,852)	(5,251)
Unrealised net gain on revaluation of Securities AFS						(687)			(687)	(10,759)	(11,446)
Net transfer to income statement on disposal or impairment							851		851	11,106	11,957
Changes in equities interest in subsidiaries											
Deferred tax									(40)	(24)	(64)
Net income/(expenses) recognised directly in equity	329,446	427,513	85,776	(12,000)	26,309	(335)	0	3,923	860,632	3,232,114	4,092,746
Profit for the period								1,801	1,801	110,479	112,280
Net income/(expenses) recognised directly in equity	329,446	427,513	85,776	(12,000)	26,309	(335)	0	5,724	862,433	3,342,593	4,205,026
Dividends paid to minority interests										(17,269)	(17,269)
Issue of shares pursuant to:											
- conversion of ICULS - A										34	34
- conversion of ICULS - B										728	728
<b>At 31 March 2006</b>	329,446	427,513	85,776	(12,000)	26,309	(335)	0	5,724	862,433	3,326,086	4,188,519

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial report.

**Cahaya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated cash flow statement  
for the period ended 31 March 2007**

	<b>3 months ended 31.3.2007 RM'000</b>	<b>3 months ended 31.3.2006 RM'000</b>
<b>Net cash from operating activities</b>	4,020,866	4,490,567
<b>Net cash used in investing activities</b>	(835,249)	(1,438,865)
<b>Cash flows from financing activities</b>		
Net proceeds/(repayments) of borrowings	(49,749)	(224,623)
Proceeds from issuance of CMS Income Securities	0	36,294
Dividends paid to minority interests in subsidiaries	0	(17,269)
Net cash from financing activities from discontinued operations	125,319	69,575
<b>Net cash from/(used in) financing activities</b>	75,570	(136,023)
<b>Net increase in cash and cash equivalents</b>	3,261,187	2,915,679
<b>Cash and cash equivalents at beginning of financial period</b>	10,708,051	11,523,987
<b>Cash and cash equivalents at end of financial period</b>	13,969,238	14,439,666
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and short term funds	13,972,488	14,447,981
Bank overdrafts	(3,250)	(8,315)
	13,969,238	14,439,666
Cash and cash equivalents from continuing operations	103,690	59,112
Cash and cash equivalents from discontinuing operations	13,865,548	14,380,554
	13,969,238	14,439,666

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial report.