

# CAHYA MATA SARAWAK BERHAD

(Company No: 21076-T)

(Incorporated in Malaysia)

## Interim Financial Report

### Condensed consolidated income statements for the six-month period ended 30 June 2007

	Note	3 months ended		6 months ended	
		30.6.2007	30.6.2006	30.6.2007	30.6.2006
		RM'000	RM'000	RM'000	RM'000
<b>Continuing Operations</b>					
Revenue	A8	228,743	186,826	420,270	346,187
Cost of sales		(243,524)	(152,104)	(399,451)	(283,518)
<b>Gross (loss)/profit</b>		(14,781)	34,722	20,819	62,669
Other income		962	1,687	2,006	2,354
Administrative expenses		(12,218)	(19,593)	(25,146)	(32,976)
Selling and marketing expenses		(1,442)	(1,562)	(3,180)	(2,928)
Other expenses		(4,501)	(3,132)	(8,525)	(12,671)
Impairment losses	A14	(111,502)	0	(112,302)	0
<b>Operating (loss)/profit</b>		(143,482)	12,122	(126,328)	16,448
Finance costs		(10,195)	(12,371)	(21,218)	(25,254)
Share of profit of associated companies		12,569	1,344	21,811	2,788
Share of profit of jointly controlled entities		1,157	1,260	2,028	2,215
<b>(Loss)/profit before taxation</b>		(139,951)	2,355	(123,707)	(3,803)
Income tax expense	B5	(10,984)	(7,019)	(18,833)	(12,966)
<b>Loss for the period from continuing operations</b>		(150,935)	(4,664)	(142,540)	(16,769)
<b>Discontinued Operations</b>					
Profit for the period from discontinued operations	A15	975,890	51,379	851,881	175,764
<b>Profit for the period</b>		824,955	46,715	709,341	158,995
Attributable to:					
Equity holders of the parent		334,704	(5,608)	339,878	(3,807)
Minority interests		490,251	52,323	369,463	162,802
		824,955	46,715	709,341	158,995
		sen	sen	sen	sen
<b>Earnings per share attributable to equity holders of the parent:</b>					
Basic, for (loss)/profit from continuing operations	B13	(35.75)	3.08	(33.76)	(6.61)
Basic, for profit/(loss) from discontinued operations	B13	137.35	(4.78)	136.93	5.45
Basic, for profit/(loss) for the period	B13	101.60	(1.70)	103.17	(1.16)

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 30 June 2007**

	Note	As at 30.6.2007 RM'000	As at 31.12.2006 RM'000 (Restated)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	A9	174,066	878,222
Prepaid lease payments		34,389	134,689
Investment properties		1,992	2,011
Land held for property development		39,872	39,862
Intangible assets		9,919	10,307
Goodwill on consolidation		0	1,037,145
Associated companies		232,909	291,783
Jointly controlled entities		7,154	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>500,301</u>	<u>21,949,680</u>
<b>Current assets</b>			
Real property assets		0	392,000
Property development costs		130,023	145,825
Inventories		57,794	41,231
Amount due from customers on contracts		41,783	12,585
Other investments		4,626	763
Statutory deposits		0	1,905,043
Trade receivables		213,166	203,845
Other receivables		51,031	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		2,340,444	10,708,210
		<u>2,838,867</u>	<u>81,401,795</u>
Assets of disposal group classified as held for sale	A15	58,818	58,818
		<u>2,897,685</u>	<u>81,460,613</u>
<b>TOTAL ASSETS</b>		<b><u>3,397,986</u></b>	<b><u>103,410,293</u></b>

**Cahaya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated balance sheet as at 30 June 2007**

	Note	As at 30.6.2007 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		73,506	122,377
Retained earnings/(accumulated losses)		371,521	(27,858)
		<u>1,201,986</u>	<u>851,478</u>
<b>Minority interests</b>		<u>1,211,146</u>	<u>1,810,233</u>
<b>Total equity</b>		<u>2,413,132</u>	<u>2,661,711</u>
<b>Non-current liabilities</b>			
Borrowings	<b>B9</b>	443,828	2,659,148
Deferred tax liabilities		22,347	39,692
		<u>466,175</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		173,259	159,338
Amount due to customers on contracts		72,394	10,038
Bills and acceptances payable		0	3,778,758
Clients' and brokers' balances		0	251,372
Other payables		77,089	1,947,833
Derivatives liabilities		0	310,737
Recourse obligation on loans sold to Cagamas Berhad		0	2,879,284
Current tax liabilities		13,806	100,190
Borrowings	<b>B9</b>	172,681	1,915,571
Subordinated obligations		0	1,493,158
Irredeemable Convertible Unsecured Loan Stocks ('ICULS')		0	197,844
INCPS		0	1,104,469
		<u>509,229</u>	<u>98,035,742</u>
Liabilities directly associated with the assets classified as held for sale	<b>A15</b>	9,450	14,000
		<u>518,679</u>	<u>98,049,742</u>
<b>Total liabilities</b>		<u>984,854</u>	<u>100,748,582</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>3,397,986</u>	<u>103,410,293</u>
<b>Net assets per share attributable to ordinary equity holders of the parent (RM)</b>			
		<u>3.65</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.

**Cahya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated statement of changes in equity  
for the period ended 30 June 2007**

	< -----Attributable to Equity Holders of the Parent----- >							Minority Interests	Total Equity		
	Share capital	Non-distributable					Distributable			Total	
		Share premium	Capital reserve	Merger deficit	Reserve funds	Available-for- sale reserve	Translation reserves				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	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					(4,038)	(175)	59	13,482	9,328	(5,886)	3,442
Currency translation differences							(1,163)		(1,163)	(13,957)	(15,120)
Exercise of Call Warrants 2003/2007					(2,148)	(44)	10	2,182	0	39,113	39,113
Unrealised net gain on revaluation of securities AFS							2,351		2,351	28,525	30,876
Net transfer to income statement on disposal or impairment							118		118	2,301	2,419
Deferred tax							(4)		(4)	(384)	(388)
Net income/(expenses) recognised directly in equity	0	0	0	0	(6,186)	2,246	(1,094)	15,664	10,630	49,712	60,342
Profit for the period								339,878	339,878	369,463	709,341
Total recognised income and expense for the period	0	0	0	0	(6,186)	2,246	(1,094)	355,542	350,508	419,175	769,683
Dividends paid to minority interests										(44,702)	(44,702)
Realisation upon disposal of a subsidiary					(43,058)	(5,477)	4,698	43,837	0	(973,560)	(973,560)
<b>At 30 June 2007</b>	329,446	427,513	85,506	(12,000)	0	0	0	371,521	1,201,986	1,211,146	2,413,132

**Cahaya Mata Sarawak Berhad**

(Company No: 21076-T)

**Condensed consolidated statement of changes in equity  
for the period ended 30 June 2007**

	<-----Attributable to Equity Holders of the Parent----->							Minority Interests	Total Equity		
	Share capital	Non-distributable					Distributable			Total	
		Share premium	Capital reserve	Merger deficit	Reserve funds	Available-for- sale reserve	Translation reserves				(Accumulated losses) / retained earnings
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	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					2,116			(2,116)	0		0
Net loss not recognised in the income statement - translation differences								20	20	(493)	(473)
Unrealised net gain on revaluation of Securities AFS									1,209	(7,228)	(6,019)
Net transfer to income statement on disposal or impairment									(1,396)	(2,776)	(4,172)
Changes in equities interest in subsidiaries											
Deferred tax									63	2,747	2,810
Net income/(expenses) recognised directly in equity	0	0	0	0	2,116	(124)	0	(2,096)	(104)	(7,750)	(7,854)
(Loss)/profit for the period								(3,807)	(3,807)	162,802	158,995
Net income/(expenses) recognised directly in equity	0	0	0	0	2,116	(124)	0	(5,903)	(3,911)	155,052	151,141
Dividend for year ended 2005								(11,860)	(11,860)		(11,860)
Dividends paid to minority interests										(33,089)	(33,089)
Issue of shares										49	49
Issue of shares pursuant to:											
- conversion of ICULS - A										111	111
- conversion of ICULS - B										783	783
<b>At 30 June 2006</b>	329,446	427,513	85,776	(12,000)	31,984	(583)	0	(17,000)	845,136	3,359,549	4,204,685

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 30 June 2007**

	<b>6 months ended 30.6.2007 RM'000</b>	<b>6 months ended 30.6.2006 RM'000</b>
<b>Net cash (used in)/generated from operating activities</b>	<b>(665,837)</b>	4,422,689
<b>Net cash used in investing activities</b>		
Net cash outflow on disposal	(10,460,005)	0
Proceeds from disposal of UMBB	30,718	0
Other cash from/(used in) investing activities	2,784,477	(2,578,400)
	<u>(7,644,810)</u>	<u>(2,578,400)</u>
<b>Cash flows from financing activities</b>		
Net (repayments)/proceeds of borrowings	(221,102)	103,897
Net proceeds of CMS Income Securities	79,940	36,381
Dividends paid to minority interests in subsidiaries	(44,702)	(33,089)
Other cash from/(used in) financing activities	128,761	(39,603)
	<u>(57,103)</u>	<u>67,586</u>
<b>Net cash (used in)/generated from financing activities</b>	<b>(57,103)</b>	67,586
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(8,367,750)</b>	1,911,875
<b>Cash and cash equivalents at beginning of financial period</b>	<b>10,708,051</b>	<b>11,523,987</b>
<b>Cash and cash equivalents at end of financial period</b>	<b>2,340,301</b>	<b>13,435,862</b>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and short term funds	2,340,444	13,444,532
Bank overdrafts	(143)	(8,670)
	<u>2,340,301</u>	<u>13,435,862</u>

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.