

CAHYA MATA SARAWAK BERHAD

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

Interim Financial Report

Condensed consolidated income statements for the nine-month period ended 30 September 2007

	Note	3 months ended		9 months ended	
		30.9.2007 RM'000	30.9.2006 RM'000	30.9.2007 RM'000	30.9.2006 RM'000
Continuing Operations					
Revenue	A8	252,932	236,224	673,202	582,411
Cost of sales		(187,560)	(192,241)	(587,011)	(475,759)
Gross profit		65,372	43,983	86,191	106,652
Other income		1,450	912	3,456	3,266
Administrative expenses		(11,714)	(14,770)	(36,860)	(47,746)
Selling and marketing expenses		(1,510)	(1,480)	(4,690)	(4,408)
Other expenses		(3,833)	(3,569)	(12,358)	(16,240)
Impairment losses	A14	0	0	(112,302)	0
Operating profit/(loss)		49,765	25,076	(76,563)	41,524
Finance costs		(9,385)	(12,146)	(30,603)	(37,400)
Share of profit of associated companies		4,444	452	26,255	3,240
Share of profit of jointly controlled entities		1,536	1,982	3,564	4,197
Profit/(loss) before taxation		46,360	15,364	(77,347)	11,561
Income tax expense	B5	(8,318)	(14,209)	(27,151)	(27,175)
Profit/(loss) for the period from continuing operations		38,042	1,155	(104,498)	(15,614)
Discontinued Operations					
Profit for the period from discontinued operations	A15	2,857	47,570	854,738	223,334
Profit for the period		40,899	48,725	750,240	207,720
Attributable to:					
Equity holders of the parent		26,311	(2,989)	366,189	(6,796)
Minority interests		14,588	51,714	384,051	214,516
		40,899	48,725	750,240	207,720
		sen	sen	sen	sen
Earnings per share attributable to equity holders of the parent:					
Basic, for profit/(loss) from continuing operations	B13	7.12	(1.49)	(26.64)	(8.10)
Basic, for profit from discontinued operations	B13	0.87	0.58	137.79	6.04
Basic, for profit/(loss) for the period	B13	7.99	(0.91)	111.15	(2.06)

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 September 2007

	Note	As at 30.9.2007 RM'000	As at 31.12.2006 RM'000 (Restated)
ASSETS			
Non-current assets			
Property, plant and equipment	A9	168,994	878,222
Prepaid lease payments		32,916	134,689
Investment properties		6,357	2,011
Land held for property development		39,776	39,862
Intangible assets		9,813	10,307
Goodwill on consolidation		0	1,037,145
Associated companies		237,354	291,783
Jointly controlled entities		8,556	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>503,766</u>	<u>21,949,680</u>
Current assets			
Real property assets		0	392,000
Property development costs		120,974	145,825
Inventories		54,999	41,231
Amount due from customers on contracts		32,983	12,585
Other investments		745	763
Statutory deposits		0	1,905,043
Trade receivables		213,150	203,845
Other receivables		60,362	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		2,387,911	10,708,210
		<u>2,871,124</u>	<u>81,401,795</u>
Assets of disposal group classified as held for sale	A15	20,097	58,818
		<u>2,891,221</u>	<u>81,460,613</u>
TOTAL ASSETS		<u>3,394,987</u>	<u>103,410,293</u>

Cahaya Mata Sarawak Berhad

(Company No: 21076-T)

Condensed consolidated balance sheet as at 30 September 2007

	Note	As at 30.9.2007 RM'000	As at 31.12.2006 RM'000 (Restated)
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		329,446	329,446
Share premium		427,513	427,513
Other reserves		73,506	122,377
Accumulated losses		385,807	(27,858)
		<u>1,216,272</u>	<u>851,478</u>
Minority interests		<u>1,225,734</u>	<u>1,810,233</u>
Total equity		<u>2,442,006</u>	<u>2,661,711</u>
Non-current liabilities			
Borrowings	B9	437,611	2,659,148
Deferred tax liabilities		22,437	39,692
		<u>460,048</u>	<u>2,698,840</u>
Current liabilities			
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		196,075	159,338
Amount due to customers on contracts		38,157	10,038
Bills and acceptances payable		0	3,778,758
Clients' and brokers' balances		0	251,372
Other payables		77,820	1,947,833
Derivatives liabilities		0	310,737
Recourse obligation on loans sold to Cagamas Berhad		0	2,879,284
Current tax liabilities		12,019	100,190
Borrowings	B9	168,862	1,915,571
Subordinated obligations		0	1,493,158
Irredeemable Convertible Unsecured Loan Stocks ('ICULS')		0	197,844
INCPS		0	1,104,469
		<u>492,933</u>	<u>98,035,742</u>
Liabilities directly associated with the assets classified as held for sale	A15	0	14,000
		<u>492,933</u>	<u>98,049,742</u>
Total liabilities		<u>952,981</u>	<u>100,748,582</u>
TOTAL EQUITY AND LIABILITIES		<u>3,394,987</u>	<u>103,410,293</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)			
		<u>3.69</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 30 September 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	RM'000		
At 1 January 2007	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								366,189	366,189	384,051	750,240
Total recognised income and expense for the period	0	0	0	0	(6,186)	2,246	(1,094)	381,853	376,819	433,763	810,582
Dividend for the year ended 2006								(12,025)	(12,025)		(12,025)
Dividends paid to minority interests										(44,702)	(44,702)
Realisation upon disposal of a subsidiary (RHB)					(43,058)	(5,477)	4,698	43,837	0	(973,560)	(973,560)
At 30 September 2007	329,446	427,513	85,506	(12,000)	0	0	0	385,807	1,228,297	1,225,734	2,442,006

Cahaya Mata Sarawak Berhad

(Company No: 21076-T)

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

	< -----Attributable to Equity Holders of the Parent----- >							Minority Interests	Total Equity		
Share capital	Non-distributable						Distributable (Accumulated losses) / retained earnings	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	RM'000	RM'000	
At 1 January 2006	329,446	427,513	85,776	(12,000)	29,868	(459)	0	(6,719)	853,425	1,602,326	2,455,751
Transfer in respect of statutory requirements				4,415				(4,415)	0		0
Net loss not recognised in the income statement - translation differences								529	529	5,511	6,040
Unrealised net gain on revaluation of Securities AFS						3,778			3,778	20,201	23,979
Net transfer to income statement on disposal or impairment						(1,767)			(1,767)	(11,219)	(12,986)
Changes in equities interest in subsidiaries											
Deferred tax								(474)	(474)	(1,651)	(2,125)
Net income/(expenses) recognised directly in equity	0	0	0	0	4,415	1,537	0	(3,886)	2,066	12,842	14,908
(Loss)/profit for the period								(6,796)	(6,796)	214,516	207,720
Net income/(expenses) recognised directly in equity	0	0	0	0	4,415	1,537	0	(10,682)	(4,730)	227,358	222,628
Dividend for year ended 2005								(11,860)	(11,860)		(11,860)
Dividends paid to minority interests										(52,789)	(52,789)
Issue of shares										49	49
Additional investment in a subsidiary										(100)	(100)
Deemed disposal arising from conversion of ICULS by minority interests										543	543
At 30 September 2006	329,446	427,513	85,776	(12,000)	34,283	1,078	0	(29,261)	836,835	1,777,387	2,614,222

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 September 2007**

	9 months ended 30.9.2007 RM'000	9 months ended 30.9.2006 RM'000
Net cash from operating activities	1,485,462	3,671,770
Net cash used in investing activities		
Net cash outflow on disposal	(10,460,005)	0
Proceeds from disposal of Utama Merchant	30,718	0
Other cash from/(used in) investing activities	712,172	(4,452,417)
	<u>(9,717,115)</u>	<u>(4,452,417)</u>
Cash flows from financing activities		
Net (repayments)/proceeds of borrowings	(245,030)	134,133
Net proceeds of CMS Income Securities	79,942	36,381
Dividends paid to shareholders of the Company	(12,025)	(11,860)
Dividends paid to minority interests in subsidiaries	(44,702)	(52,789)
Other cash from financing activities	128,725	251
	<u>(93,090)</u>	<u>106,116</u>
Net (decrease)/increase in cash and cash equivalents	(8,324,743)	(674,531)
Cash and cash equivalents at beginning of financial period	10,708,051	11,523,987
Cash and cash equivalents at end of financial period	<u>2,383,308</u>	<u>10,849,456</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and short term funds	2,387,911	10,850,944
Bank overdrafts	(4,603)	(1,488)
	<u>2,383,308</u>	<u>10,849,456</u>

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