

CAHYA MATA SARAWAK BERHAD

(Company No: 21076-T)

(Incorporated in Malaysia)

Interim Financial Report

Condensed consolidated income statements for the twelve-month period ended 31 December 2007

	Note	3 months ended		12 months ended	
		31.12.2007	31.12.2006	31.12.2007	31.12.2006
		RM'000	RM'000	RM'000	RM'000
Continuing Operations					
Revenue	A8	224,467	211,682	897,669	794,093
Cost of sales		-166,451	-181,642	-753,462	-657,401
Gross profit		58,016	30,040	144,207	136,692
Other income		3,162	3,163	6,618	6,429
Administrative expenses		-19,980	-10,994	-56,840	-58,740
Selling and marketing expenses		-1,892	-972	-6,582	-5,380
Other expenses		1,721	7,460	-10,637	-8,780
Impairment losses	A14	0	-3,263	-112,302	-3,263
Operating profit/(loss)		41,027	25,434	-35,536	66,958
Finance costs		-9,957	-8,177	-40,560	-45,577
Share of profit of associated companies		8,450	3,398	34,705	6,638
Share of profit of jointly controlled entities		722	211	4,286	4,408
Profit/(loss) before taxation		40,242	20,866	-37,105	32,427
Income tax expense	B5	-7,883	-2,869	-35,034	-30,044
Profit/(loss) for the period from continuing operations		32,359	17,997	-72,139	2,383
Discontinued Operations					
(Loss)/profit for the period from discontinued operations	A15	-1,183	29,797	853,555	253,131
Profit for the period		31,176	47,794	781,416	255,514
Attributable to:					
Equity holders of the parent		18,751	13,660	384,940	6,864
Minority interests		12,425	34,134	396,476	248,650
		31,176	47,794	781,416	255,514
		sen	sen	sen	sen
Earnings per share attributable to equity holders of the parent:					
Basic, for profit/(loss) from continuing operations	B13	6.17	21.31	-20.47	-0.65
Basic, for (loss)/profit from discontinued operations	B13	-0.48	-17.16	137.31	2.73
Basic, for profit for the period	B13	5.69	4.15	116.84	2.08

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 December 2007

	Note	As at 31.12.2007 RM'000	As at 31.12.2006 RM'000 (Restated)
ASSETS			
Non-current assets			
Property, plant and equipment	A9	353,124	878,222
Prepaid land lease payments		35,847	134,689
Investment properties		6,328	2,011
Land held for property development		40,145	39,862
Intangible assets		9,922	10,307
Goodwill on consolidation		61,709	1,037,145
Associated companies		249,803	291,783
Jointly controlled entities		9,102	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>765,980</u>	<u>21,949,680</u>
Current assets			
Real property assets		0	392,000
Property development costs		123,303	145,825
Inventories		72,830	41,231
Amount due from customers on contracts		19,892	12,585
Other investments		5,432	763
Statutory deposits		0	1,905,043
Trade receivables		220,894	203,845
Other receivables		39,897	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		1,515,294	10,708,210
		<u>1,997,542</u>	<u>81,401,795</u>
Assets of disposal group classified as held for sale	A15	20,097	58,818
		<u>2,017,639</u>	<u>81,460,613</u>
TOTAL ASSETS		<u>2,783,619</u>	<u>103,410,293</u>

Cahaya Mata Sarawak Berhad

(Company No: 21076-T)

Condensed consolidated balance sheet as at 31 December 2007

	Note	As at 31.12.2007 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
Retained earnings/(accumulated losses)		404,558	-27,858
		<u>1,235,023</u>	<u>851,478</u>
Minority interests		<u>537,702</u>	<u>1,810,233</u>
Total equity		<u>1,772,725</u>	<u>2,661,711</u>
Non-current liabilities			
Borrowings	B9	326,997	2,659,148
Deferred tax liabilities		23,409	39,692
		<u>350,406</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		144,185	159,338
Amount due to customers on contracts		48,317	10,038
Bills and acceptances payable		0	3,778,758
Clients' and brokers' balances		0	251,372
Other payables		105,696	1,947,833
Derivatives liabilities		0	310,737
Recourse obligation on loans sold to Cagamas Berhad		0	2,879,284
Current tax liabilities		10,983	100,190
Borrowings	B9	351,307	1,915,571
Subordinated obligations		0	1,493,158
Irredeemable Convertible Unsecured Loan Stocks ('ICULS')		0	197,844
INCPS		0	1,104,469
		<u>660,488</u>	<u>98,035,742</u>
Liabilities directly associated with the assets classified as held for sale	A15	0	14,000
		<u>660,488</u>	<u>98,049,742</u>
Total liabilities		<u>1,010,894</u>	<u>100,748,582</u>
TOTAL EQUITY AND LIABILITIES		<u>2,783,619</u>	<u>103,410,293</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)			
		<u>3.75</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 year ended 31 December 2007**

	< -----Attributable to Equity Holders of the Parent----- >								Minority	Total Equity	
	Share capital	Non-distributable						Distributable	Total	Interests	
		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	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	-2,025	7,303
Currency translation differences							-1,163		-1,163	-12,876	-14,039
Exercise of Call Warrants 2003/2007					-2,148	-44	10	2,182	0	41,141	41,141
Unrealised net gain on revaluation of securities AFS							2,351		2,351	26,340	28,691
Net transfer to income statement on disposal or impairment							118		118	2,191	2,309
Deferred tax							-4		-4	-381	-385
Capital distribution										-657,731	-657,731
Net income/(expenses) recognised directly in equity	0	0	0	0	-6,186	2,246	-1,094	15,664	10,630	-603,341	-592,711
Profit for the year								384,940	384,940	396,476	781,416
Total recognised income and expense for the year	0	0	0	0	-6,186	2,246	-1,094	400,604	395,570	-206,865	188,705
Dividend for the year ended 2006								-12,025	-12,025		-12,025
Dividends paid to minority interests										-87,428	-87,428
Realisation upon disposal of a subsidiary (RHB)					-43,058	-5,477	4,698	43,837	0	-978,238	-978,238
At 31 December 2007	329,446	427,513	85,506	-12,000	0	0	0	404,558	1,235,023	537,702	1,772,725

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**Condensed consolidated statement of changes in equity
for the year ended 31 December 2007**

	< -----Attributable to Equity Holders of the Parent----- >								Minority	Total Equity	
	Share capital	Non-distributable					Distributable	Total	Interests		
		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 2006	329,446	427,513	85,776	-12,000	29,868	-458	-2,443	-4,251	853,451	1,599,053	2,452,504
Effects of adopting FRS 3			-53					53	0		0
Transfer in respect of disposal of land			-217					217	0		0
Conversion of ICULS by minority interests					-1,091	-27	5	1,702	589	-1,584	-995
Exercise of call warrants 2003/2007					-271	-6	1	123	-153	3,994	3,841
Net loss not recognised in the income statement - translation differences								31	-1,136	-14,379	-15,515
Unrealised net gain on revaluation of Securities AFS						6,771			6,771	47,470	54,241
Net transfer to income statement on disposal or impairment									-1,676	-9,816	-11,492
Changes in equities interest in subsidiaries										-267	-267
Deferred tax									-1,373	-9,906	-11,279
Net income/(expenses) recognised directly in equity	0	0	-270	0	-1,362	3,689	-1,161	2,126	3,022	15,512	18,534
(Loss)/profit for the year								6,865	6,865	248,650	255,515
Total recognised income and expense for the year	0	0	-270	0	-1,362	3,689	-1,161	8,991	9,887	264,162	274,049
Transfer in respect of statutory requirements					20,738			-20,738	0		
Dividend for year ended 2005								-11,860	-11,860		-11,860
Dividends paid to minority interests										-52,931	-52,931
Issue of shares										49	49
Additional investment in a subsidiary										-100	-100
At 31 December 2006	329,446	427,513	85,506	-12,000	49,244	3,231	-3,604	-27,858	851,478	1,810,233	2,661,711

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

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**Condensed consolidated cash flow statement
for the year ended 31 December 2007**

	12 months ended 31.12.2007 RM'000	12 months ended 31.12.2006 RM'000
Net cash generated from operating activities	1,577,418	1,801,954
Cash flows from investing activities		
Net cash outflow on disposal of RHB	-10,459,189	0
Proceeds from disposal of Utama Merchant	30,718	0
Other cash from/(used in) investing activities	537,251	-2,772,866
Net cash used in investing activities	-9,891,220	-2,772,866
Cash flows from financing activities		
Net repayments of borrowings	-279,982	-244,760
Net proceeds of CMS Income Securities	41,256	170,879
Cash distribution to minority interests	-657,771	0
Dividends paid to shareholders of the Company	-12,025	-11,860
Dividends paid to minority interests in subsidiaries	-87,428	-52,931
Other cash generated from financing activities	116,970	345,794
Net cash (used in)/ generated from financing activities	-878,980	207,122
Net decrease in cash and cash equivalents	-9,192,782	-763,790
Cash and cash equivalents at beginning of financial year	10,708,051	11,471,841
Cash and cash equivalents at end of financial year	1,515,269	10,708,051
Cash and cash equivalents at the end of the financial year comprise the following:		
Cash and short term funds	1,515,294	10,708,210
Bank overdrafts	-25	-159
	1,515,269	10,708,051

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