

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013

THE FIGURES HAVE NOT BEEN AUDITED.

I. CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter	Preceding year corresponding quarter	Six months to	Six months to
	30/6/2013	30/6/2012	30/6/2013	30/6/2012
	RM'000	RM'000	RM'000	RM'000
Operating revenue	134,073	105,928	267,084	187,188
Operating expenses				
- depreciation, impairment and amortisation of property, plant and equipment and telecommunications network	(17,839)	(15,925)	(35,317)	(29,182)
- other operating expenses	(84,056)	(67,982)	(168,659)	(126,495)
Other operating income (net)	799	1,313	1,276	2,064
Profit from operations	32,977	23,334	64,384	33,575
Investment income	11,981	16,455	20,250	35,843
Realisation of fair value gain reclassified from available-for-sale reserve equity account to profit or loss	349,354	-	349,354	-
Finance expense	(1,908)	(1,131)	(3,698)	(1,131)
Profit before income tax	392,404	38,658	430,290	68,287
Income tax expense	(2,055)	(1,472)	(3,857)	(1,849)
Profit for the period attributable to owners of the Company	390,349	37,186	426,433	66,438
Other comprehensive income:				
Foreign currency translation	1,378	1,056	2,397	1,056
Realisation of fair value gain from available-for-sale financial assets to profit or loss	(349,354)	-	(349,354)	-
Fair value gain/(loss) on available-for-sale financial assets	30,248	52,250	(151,252)	101,750
Other comprehensive income/(expense) for the period	(317,728)	53,306	(498,209)	102,806
Total comprehensive income/(expense) for the period attributable to owners of the Company	72,621	90,492	(71,776)	169,244

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter	Preceding year corresponding quarter	Six months to	Six months to
	30/6/2013	30/6/2012	30/6/2013	30/6/2012
	RM'000	RM'000	RM'000	RM'000
Earnings per share				
Basic and diluted (based on weighted average number of ordinary share)	68.11 sen	6.91 sen	74.41 sen	12.72 sen

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2012.

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II. CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited	Audited
	As at end of current quarter 30/6/2013 RM'000	As at preceding financial year ended 31/12/2012 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	763,630	717,215
Deferred tax assets	60,647	61,140
Available-for-sale financial assets	654,405	1,454,850
Intangible assets	213,959	213,959
Trade and other receivables	11,088	11,315
	1,703,729	2,458,479
Current assets		
Trade and other receivables	184,810	154,278
Tax recoverable	2,128	885
Restricted cash	27,119	22,660
Deposit, cash and bank balances	200,432	223,845
	414,489	401,668
Total assets	2,118,218	2,860,147
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	286,547	286,547
Reserves	1,472,328	2,193,297
Total equity	1,758,875	2,479,844
Non-current liabilities		
Deferred tax liabilities	4,320	3,668
Loan and borrowings	123,187	143,000
Trade payables	-	377
	127,507	147,045
Current liabilities		
Trade and other payables	194,517	221,104
Loan and borrowings	36,305	11,532
Provision for tax	1,014	622
	231,836	233,258
Total liabilities	359,343	380,303
Total equity and liabilities	2,118,218	2,860,147
Net assets per share attributable to ordinary owners of the Company	RM3.07	RM4.33

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2012.

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III. CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited Six months to 30/6/2013 RM'000	Unaudited Six months to 30/6/2012 RM'000
Operating Activities		
Cash receipts from customers	252,584	197,582
Transfer to restricted cash and bank balances	(4,459)	(2,036)
Cash payments to suppliers	(113,346)	(99,273)
Cash payments to employees and for administrative expenses	(73,864)	(50,837)
Cash generated from operations	60,915	45,436
Tax paid	(3,550)	(751)
Tax refund	15	788
Net cash generated from operating activities	57,380	45,473
Investing Activities		
Purchase of property, plant and equipment and telecommunications network	(100,922)	(61,631)
Proceeds from disposal of property, plant and equipment and telecommunications network	73	122
Acquisition of GTC, GTL, GT entities and AIMS Group, net of cash	-	(81,994)
Investment income received	20,261	35,420
Net cash used in investing activities	(80,588)	(108,083)
Financing Activities		
Proceeds from loan drawdown	9,000	110,389
Repayment of loan	(3,922)	(26,797)
Repayment of lease liabilities	(1,726)	(657)
Finance charges paid	(3,688)	(871)
Capital repayment	-	(50,616)
Net cash (used in)/generated from financing activities	(336)	31,448
Net change in Cash and Cash Equivalents	(23,544)	(31,162)
Effect of exchange rate fluctuations on cash held	131	257
Cash and Cash Equivalents as at beginning of financial period	223,845	217,442
Cash and Cash Equivalents as at end of financial period	Note (a) 200,432	186,537
Note:		
(a) Cash and Cash Equivalents comprise the following amounts:		
Cash and bank balances	55,884	40,887
Deposits with licensed banks	171,667	168,510
Bank overdraft	-	(176)
	227,551	209,221
Restricted cash	(27,119)	(22,684)
	200,432	186,537

Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2012.

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IV. CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	←----- Attributable to owners of the Company -----→						
	←----- Non-distributable -----→			←----- Distributable -----→			
Six months to 30 June 2013 (unaudited)	Share Capital	Share Premium	Available - for-Sale Reserve	Foreign Currency Translation Reserve	Capital Reserve	Retained Earnings	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2013	286,547	844,686	855,250	(1,005)	8,760	485,606	2,479,844
Dividend-in-specie paid	-	-	-	-	-	(649,193)	(649,193)
Exchange differences recognised directly in equity	-	-	-	2,397	-	-	2,397
Profit for the period	-	-	-	-	-	426,433	426,433
Realisation of fair value gain from available-for-sale financial assets to profit or loss	-	-	(349,354)	-	-	-	(349,354)
Fair value loss on available-for-sale financial assets	-	-	(151,252)	-	-	-	(151,252)
Total comprehensive income/(expense) for the period	-	-	(500,606)	2,397	-	426,433	(71,776)
Balance as at 30 June 2013	286,547	844,686	354,644	1,392	8,760	262,846	1,758,875

	←----- Attributable to owners of the Company -----→						
	←----- Non-distributable -----→			←----- Distributable -----→			
Six months to 30 June 2012 (unaudited)	Share Capital	Share Premium	Available- for-Sale Reserve	Foreign Currency Translation Reserve	Capital Reserve	(Accumulated Losses)/ Retained Earnings	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2012	2,530,775	1,570,758	467,500	-	-	(2,811,376)	1,757,657
Capital repayment	-	(50,616)	-	-	-	-	(50,616)
Capital reduction	(2,277,698)	-	-	-	-	2,277,698	-
Set-off share premium	-	(834,315)	-	-	8,760	825,555	-
Acquisition of GTC, GTL and the AIMS Group	32,958	156,220	-	-	-	-	189,178
Exchange differences recognised directly in equity	-	-	-	1,056	-	-	1,056
Profit for the period	-	-	-	-	-	66,438	66,438
Fair value gain on available-for-sale financial assets	-	-	101,750	-	-	-	101,750
Total comprehensive income for the period	-	-	101,750	1,056	-	66,438	169,244
Balance as at 30 June 2012	286,035	842,047	569,250	1,056	8,760	358,315	2,065,463

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2012.

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V. NOTES TO THE CONDENSED FINANCIAL STATEMENTS

1. Basis of Preparation

The unaudited interim financial statements have been prepared in accordance with *MFRS 134: Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"). This quarterly consolidated financial statements also complies with *IAS 34: Interim Financial Reporting* issued by the International Accounting Standards Board (IASB).

The interim financial statements should be read in conjunction with the annual audited financial statements for the year ended 31 December 2012. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of changes in the financial position and performance of the Group since the year ended 31 December 2012.

2. Significant accounting policies

As at the date of authorization of these interim financial statements, the following new MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

MFRSs, Amendments to MFRSs and IC Interpretations		<i>Effective for annual periods beginning on or after</i>
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009 and October 2010)	1 January 2015
Amendments to MFRS 7	Disclosures - Mandatory Effective Date of MFRS 9 and Transition Disclosures	1 January 2015
Amendments to MFRS 10, MFRS 12 and MFRS 127	Consolidated Financial Statements, Disclosure of Interests in Other Entities and Separate Financial Statements for Investment Entities	1 January 2014
Amendments to MFRS 132	Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities	1 January 2014

The Group plans to apply the abovementioned MFRSs (and its consequential amendments) and Interpretations in the respective annual periods based on their effective dates and applicability.

The initial application of the above applicable standards (and its consequential amendments) and interpretations, is not expected to have any material impact on the financial statements of the Group.

3. Audit report in respect of the 2012 financial statements

The audit report on the Group's financial statements for the financial year ended 31 December 2012 was not qualified.

4. Seasonal or cyclical factors

The Group's operations are not subject to any significant seasonal or cyclical factors.

5. Unusual items due to their nature, size or incidence

There were no items affecting assets, liabilities, equity, net income, or cash flows that were unusual because of their nature, size or incidence in the current period and in the corresponding period in 2012, other than the realisation of available-for-sale reserve amounting to RM349,354,026 arising from the partial distribution of quoted equity investments held by the Company in a form of dividend-in-specie to its shareholders in June 2013.

6. Material changes in estimates used

There were no changes in estimates of amounts reported in prior financial years that have material effect in the current period.

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7. Debt and equity securities

The Group did not undertake any issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial period ended 30 June 2013.

8. Dividend

The distribution of the Company's 137,540,955 ordinary shares of RM0.01 each in DiGi.Com Berhad ("DiGi Shares"), pursuant to the dividend-in-specie with a basis of twenty four (24) DiGi Shares for every one hundred (100) of the Company's shares held by the entitled shareholders, had been approved at the Company's Annual General Meeting held on 20 May 2013.

The distribution of DiGi Shares was deemed completed following the crediting of the said DiGi Shares to the CDS accounts of the entitled shareholders of the Company and the odd lot agent on 19 June 2013.

9. Segmental Reporting

Group	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Six months to	Six months to
	30/6/2013	30/6/2012	30/6/2013	30/6/2012
	RM'000	RM'000	RM'000	RM'000
Operating Revenue				
Voice	18,235	20,150	35,750	38,357
Data	99,760	77,705	199,987	139,659
Data Centre	14,314	6,767	28,019	6,767
Others	1,764	1,306	3,328	2,405
	134,073	105,928	267,084	187,188
Operating Expenses:				
Depreciation, impairment and amortisation of property, plant and equipment and telecommunications network	(17,839)	(15,925)	(35,317)	(29,182)
Other operating expenses	(84,056)	(67,982)	(168,659)	(126,495)
Other operating income (net)	799	1,313	1,276	2,064
Profit from operations	32,977	23,334	64,384	33,575
Investment income	11,981	16,455	20,250	35,843
Realisation of fair value gain reclassified from available-for-sale reserve equity account to profit or loss	349,354	-	349,354	-
Finance expense	(1,908)	(1,131)	(3,698)	(1,131)
Profit before income tax	392,404	38,658	430,290	68,287
Geographical locations				
Operating Revenue				
Within Malaysia	129,364	99,781	257,844	181,041
Outside Malaysia	4,709	6,147	9,240	6,147
	134,073	105,928	267,084	187,188

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10. Valuation of Property, Plant and Equipment

There were no material changes to the valuation of property, plant and equipment since the financial year ended 31 December 2012.

11. Material events subsequent to the end of the current financial quarter

In the opinion of the Directors, there are no items, transactions or events of a material and unusual nature which have arisen since 30 June 2013 to 15 August 2013, being the latest practicable date, which would substantially affect the financial results of the Group for the six months ended 30 June 2013 that have not been reflected in the condensed financial statements.

12. Changes in the composition of the Group

There were no changes in the composition of the Group during the six months period ended 30 June 2013.

13. Contingent liabilities/assets

There were no changes in the contingent liabilities or contingent assets since 31 December 2012.

14. Capital commitments

	As at 30/6/2013 RM'000
a) Approved and contracted but not provided for in the interim financial statements	228,308
b) Approved but not contracted for	7,796

15. Income tax

The taxation charge for the Group for current quarter and financial period ended 30 June 2013 was made up as follows:

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Six months to	Six months to
	30/6/2013	30/6/2012	30/6/2013	30/6/2012
Group	RM'000	RM'000	RM'000	RM'000
Income tax:				
- Current taxation	1,732	1,989	2,712	2,366
Deferred tax:				
- Origination and reversal of temporary differences	323	(517)	1,145	(517)
Total	2,055	1,472	3,857	1,849

The effective tax rate of the Group for the current and previous corresponding quarter and financial year-to-date was lower than the statutory tax rate of 25% principally due to certain non-taxable income and utilisation of unabsorbed capital allowances and tax losses available to the Group. The lower effective tax rate is also due to the lower tax rates prevailing in some of the jurisdictions/countries in which the Group operates.

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16. Disposal of unquoted investments and/or properties

There were no disposals of unquoted investments and/or properties in the current quarter.

17. Investments in quoted securities

(a) There were no acquisitions and disposals of any quoted securities other than the distribution of 137,540,955 DiGi Shares fair valued at RM649,193,308 by way of a dividend-in-specie to the shareholders of the Company in the current quarter (see Note 8).

(b) Particulars of investments in quoted securities are as follows:-

	As at 30/6/2013 RM'000
Quoted Securities in Malaysia:	
- Cost	342,273
- At book value	654,305
- At market value (fair value)	654,305

18. Status of corporate proposals announced but not completed as at the latest practicable date

There are no corporate proposals which have been announced but not completed during the interval between the date of the last report to 15 August 2013, being the latest practicable date.

19. Loans and Borrowings

The loans and borrowings as at 30 June 2013 are as follows:

	Amount repayable in one year or on demand RM'000	Amount repayable after one year RM'000	Total RM'000
<u>Secured:</u>			
Finance lease liabilities in RM	3,194	1,917	5,111
Loans and borrowings			
- Denominated in RM	22,706	95,424	118,130
- Denominated in USD	10,405	25,846	36,251
	36,305	123,187	159,492

20. Off Balance Sheet financial instruments

As at date of statement of financial position, the cash and cash equivalents of the Group does not include a bank balance amounting to RM2,942,000 (31.12.2012: RM2,500,000) held by the Group in trust for consortium members of the Asia Pacific Gateway submarine cable project to pay the supplier under the terms of supply contract.

Other than above, the Group does not have any financial instruments with off balance sheet risk as at the date of this quarterly report.

21. Material litigation

The Company and its subsidiaries have no outstanding material litigations as at 15 August 2013, being the latest practicable date.

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22. Comparison between the current quarter (“Q2 2013”) and the immediate preceding quarter (“Q1 2013”)

Consolidated revenue for the current quarter of RM134.1 million is RM1.1 million or 0.8% higher than the consolidated revenue of RM133.0 million recognised in the quarter ended 31 March 2013 despite recording a lower revenue of RM4.3 million from a non-recurring contract (Q1 2013: RM8.5 million). The increased revenue can be mainly attributed to the higher recurring data and voice revenue. Voice usage is higher in the current quarter as usage in the previous quarter had been affected by the high number of public holidays.

The Group’s profit before tax for the current quarter of RM392.4 million was RM354.5 million higher than the consolidated profit before tax recorded in Q1 2013 of RM37.9 million. The higher pre-tax contribution is due to the realisation of available-for-sale reserves of approximately RM349.4 million following the partial distribution of quoted equity investments held by the Company by way of a dividend-in-specie to its shareholders during the quarter (see Note 8). Excluding this, the Group’s consolidated profit before tax would have recorded an increase of RM5.1 million or 13.5% due to improved sales revenue and margins as well as higher dividend income from quoted equity investment.

23. Review of performance for the current quarter and year-to-date

(a) Current quarter (“Q2 2013”) versus preceding year corresponding quarter (“Q2 2012”)

Revenue increased RM28.2 million or 26.6% from RM105.9 million in Q2 2012 to RM134.1 million in the current quarter. The improvement is mainly due to the following:

- a) full quarter revenue contribution from the Group’s acquisitions of RM30.5 million against post-acquisition revenue of RM20.2 million in Q2 2012. The Group’s acquisitions were completed in May 2012; and
- b) higher data revenue arising from higher sales and non-recurring contract revenue of RM4.3 million recognised in the current quarter.

Voice revenue during the quarter, however, fell RM1.9 million as compared to Q2 2012 as a result of lower international interconnect traffic.

The Group posted a current quarter consolidated profit before tax of RM392.4 million, which is an increase of RM353.7 million compared to the consolidated profit before tax of RM38.7 million in the corresponding period in 2012. Excluding the fair value gain on the realisation of available-for-sale reserve following the partial distribution of quoted equity investments held by the Company as dividend-in-specie to its shareholders of RM349.4 million, the Group’s results would have recorded an improvement of RM4.3 million or 11.1% increase in pre-tax profit contribution against the corresponding period in 2012. The increase is mainly attributable to higher revenue recognised during the quarter offset by higher depreciation charges due to additional capital expenditure incurred on the Group’s network expansion, higher finance costs on the new borrowings and lower dividend income from quoted equity investment.

(b) Half year period ended 30 June 2013 (“HY 2013”) versus half year period ended 30 June 2012 (“HY 2012”)

The Group’s consolidated revenue for HY2013 increased to RM267.1 million from RM187.2 million in HY2012, registering an increase in revenue of RM79.9 million or 42.7%. The increase is mainly attributable to the full half year revenue from the new acquisitions amounting to RM58.7 million against post-acquisition revenue recognised in HY2012 of RM20.2 million, higher data revenue in HY2013 (including revenue from a one-time non-recurring contract valued at approximately RM17.0 million from which RM12.8 million was recognised in HY2013), notwithstanding a decrease in voice revenue in HY2013.

Excluding the fair value gain on the realisation of available-for-sale reserve following the partial distribution of quoted equity investment as dividend-in-specie to shareholders of RM349.4 million, the Group would have posted a consolidated profit before tax of RM80.9 million in HY2013, which is an increase of RM12.6 million or 18.4% compared to the consolidated profit before tax of RM68.3 million in HY2012. The improved results would be attributed mainly to higher data revenue (including the abovementioned non-recurring contract revenue of RM12.8 million) and increase in profit before tax contribution from the new acquisitions of RM11.7 million against post-acquisition profit before tax of RM9.2 million in HY2012 offset by the lower dividend income from its available-for-sale financial asset, higher depreciation charge and financial expenses on new borrowings incurred in HY2013.

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24. Profit before income tax

Group	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Six months to	Six months to
	30/6/2013	30/6/2012	30/6/2013	30/6/2012
	RM'000	RM'000	RM'000	RM'000
Profit before income tax is arrived at after (charging)/crediting:				
Depreciation of property, plant and equipment	(17,839)	(15,925)	(35,317)	(29,182)
Write off of property, plant and equipment	(201)	-	(201)	-
Interest expense	(1,908)	(1,131)	(3,698)	(1,131)
Interest income from short term deposits	1,531	1,403	2,925	2,916
Dividend income from quoted shares	10,450	15,052	17,325	32,927
Realisation of fair value gain from available-for-sale reserve equity account to profit or loss	349,354	-	349,354	-
Rental income	59	43	112	85
Bad debt recovered	56	215	179	267
Net gain on foreign exchange	517	490	800	1,035
Net (allowance)/reversal of allowance for doubtful debts	566	946	(121)	1,098
Net gain on disposal of property, plant and equipment	68	121	73	121
Negative goodwill	-	173	-	173

Other than the realisation of the fair value gain from available-for-sale reserve equity account amounting to RM349,354,026 recognised following the distribution of quoted securities as dividend-in-specie to shareholders of the Company, there were no gains/losses on disposal or impairment of quoted and unquoted securities, investments, properties and/or derivatives included in the results for the current quarter and preceding year corresponding quarter.

25. Prospects

The Group will continue its efforts to increase market share in the second half of 2013 by improving its product and solution offerings, enhancing operational and cost efficiencies throughout the Group while further expanding and strengthening its network and coverage footprints. Demand for higher speed bandwidth services and fibre connectivity requirements by mobile operators for their network modernization and LTE network rollout are expected to provide avenues for additional data revenue to the Group in 2013.

The Group will also leverage on the growth of its data centre and global bandwidth businesses throughout 2013, which will be the first year that both businesses are fully integrated into the Group. In addition to organic growth, the Group will explore new growth opportunities with an emphasis on regional wholesale bandwidth, international submarine cable systems and data centre markets, particularly in the ASEAN region.

Coverage and network expansion into the small-to-medium enterprise and consumer space via the Group's Fibre-to-the-Office ("FTTO") and Fibre-to-the-Home ("FTTH") initiatives and partnership with Astro may require higher costs for initial set up and deployment. Further, new data centre and other potential expansion initiatives may in the initial stage also result in some margin compression whilst revenue growth is expected to be progressive. The said initiatives are, however, expected to benefit the Group in the longer term.

Barring any unforeseen circumstances, the results of the Group for 2013 is expected to remain positive.

26. Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in any public document.

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27. Earnings per share ("EPS")

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Six months to	Six months to
	30/6/2013	30/6/2012	30/6/2013	30/6/2012
Weighted average number of shares in issue ('000)	573,093	538,380	573,093	522,179
Profit for the period attributable to owners of the Company (RM'000)	390,349	37,186	426,433	66,438
Basic and diluted earnings per share	68.11 sen	6.91 sen	74.41 sen	12.72 sen

28. Supplementary information on the breakdown of realised and unrealised profits or losses

The breakdown of retained profits of the Group as at the reporting date, into realised and unrealised profits, as disclosed pursuant to the directive issued by Bursa Malaysia Securities Berhad ("Bursa Malaysia") on 25 March 2010, is as follows:

	As at end of current quarter 30/6/2013 RM'000	As at preceding financial year ended 31/12/2012 RM'000
Total retained earnings of the Group		
- Realised	206,966	428,030
- Unrealised	55,880	57,576
Total retained earnings	262,846	485,606

The determination of realised and unrealised profits is based on the Guidance on Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

Accordingly, the unrealised retained profits of the Group as disclosed above excludes translation gains and losses on monetary items denominated in a currency other than the functional currency and foreign exchange contracts, as these translation gains and losses are incurred in the ordinary course of business of the Group and the Bank, and are hence deemed as realised.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia and should not be applied for any other purpose.

By Order of the Board

MISNI ARYANI MUHAMAD
(LS 0009413)
Secretary

Selangor
22 August 2013