

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

		As at 31.12.2012 RM'000	As at 31.12.2011 RM'000	As at 1.1.2011 RM'000
ASSETS				
Cash and short term funds		775	1,387,153	699,095
Deposits and placements with a bank		-	50,000	-
Securities purchased under resale agreements		-	-	111,486
Securities held-for-trading	A7(a)	26,031	313,340	648,996
Securities held-to-maturity	A7(b)	-	639,896	662,427
Securities available-for-sale	A7(c)	165	3,230,790	2,795,866
Securities portfolio		26,196	4,184,026	4,107,289
Derivative financial assets		-	8,401	90,297
Loans, advances and financing	A8	313,363	1,655,358	1,360,557
Trade receivables	A9	673	1,464,140	1,997,323
Tax recoverable		9,827	10,805	6,930
Other assets	A10	9,498	121,462	96,236
Statutory deposits with Central Banks		-	213,334	69,678
Deferred tax assets		2,379	8,639	481
Investments in associated companies and a jointly controlled entity		1,905,100	23,394	21,146
Investment properties		349,650	149,000	134,000
Property and equipment		8,672	199,754	184,441
Intangible assets		131	232,037	223,888
TOTAL ASSETS		2,626,264	9,707,503	9,102,847
LIABILITIES				
Deposits from customers	A11	-	4,739,915	3,884,388
Deposits and placements of banks and other financial institutions	A12	-	658,749	669,769
Obligations on securities sold under repurchase agreements		-	291,083	-
Derivative financial liabilities		-	108,867	149,749
Trade payables	A13	-	1,287,089	1,746,928
Other liabilities	A14	24,188	205,821	209,423
Tax payable		277	11,182	23,878
Deferred tax liabilities		32	4,106	4,631
Borrowings	B8	156,650	239,117	410,619
Subordinated notes		-	400,000	300,000
TOTAL LIABILITIES		181,147	7,945,929	7,399,385
EQUITY				
Share capital		969,058	964,145	962,211
Treasury shares, at cost	A5(b)	(784)	(29,789)	(29,785)
Reserves		968,274	934,356	932,426
Equity attributable to owners of the Company		1,476,843	526,030	526,295
Non-controlling interests		-	301,188	244,741
TOTAL EQUITY		2,445,117	1,761,574	1,703,462
TOTAL LIABILITIES AND EQUITY		2,626,264	9,707,503	9,102,847
Net Assets per share attributable to owners of the Company (RM)		2.52	1.55	1.56

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2011)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS

	Note	Current quarter ended 31.12.2012 RM'000	Comparative quarter ended 31.12.2011 RM'000	Current year to date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
Revenue					
- Continuing Operations		10,986	5,989	41,849	28,954
- Discontinued Operations	A23	81,471	210,189	865,240	1,022,430
		92,457	216,178	907,089	1,051,384
Interest income	A15	5,561	4,017	20,758	15,757
Interest expense	A16	(2,375)	(2,043)	(10,284)	(6,934)
Net interest income		3,186	1,974	10,474	8,823
Non-interest income	A17	5,425	16,972	21,091	28,197
Other operating expenses	A18	(13,709)	(2,988)	(23,335)	(12,308)
(Allowance for)/write back of impairment losses on loans, advances and financing	A19(a)	(24,220)	(254)	(25,942)	1,644
Allowance for impairment loss on intangible	A19(b)	(166)	-	(166)	-
Share of profits of an associated company		32,911	-	32,911	-
Profit before tax from Continuing Operations		3,427	15,704	15,033	26,356
Income tax benefit/(expense)	B6	6,485	(1,561)	(500)	(5,054)
Profit/(loss) after tax for the period					
- Continuing Operations		9,912	14,143	14,533	21,302
- Discontinued Operations	A23	861,033	(42,912)	942,845	51,815
Profit/(loss) after tax for the period		870,945	(28,769)	957,378	73,117
Profit/(loss) after tax attributable to:					
Owners of the Company					
- Continuing Operations		9,912	14,143	14,533	21,302
- Discontinued Operations		860,041	(44,427)	930,392	31,449
		869,953	(30,284)	944,925	52,751
Non-controlling interests					
- Discontinued Operations		992	1,515	12,453	20,366
		870,945	(28,769)	957,378	73,117
Earnings/(loss) per share attributable to owners of the Company (sen):					
Basic					
- Continuing Operations	B11	1.02	1.51	1.52	2.27
- Discontinued Operations	B11	88.81	(4.73)	97.22	3.35
	B11	89.83	(3.22)	98.74	5.62
Diluted					
- Continuing Operations	B11	1.02	1.50	1.52	2.26
- Discontinued Operations	B11	88.81	(4.72)	97.22	3.34
	B11	89.83	(3.22)	98.74	5.60

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2011)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

		Current quarter ended	Comparative quarter ended	Current year to date ended	Preceding year to date ended
	Note	31.12.2012	31.12.2011	31.12.2012	31.12.2011
		RM'000	RM'000	RM'000	RM'000
Profit/(loss) after tax for the period					
- Continuing Operations		9,912	14,143	14,533	21,302
- Discontinued Operations	A23	861,033	(42,912)	942,845	51,815
		870,945	(28,769)	957,378	73,117
Other comprehensive income/(loss) for the period, net of tax					
- Continuing Operations					
Revaluation surplus of properties upon transfer from property and equipment to investment properties		80,337	-	80,337	-
Share of reserves in an associated company		555	-	555	-
		80,892	-	80,892	-
- Discontinued Operations	A23	1,201	(17,669)	5,201	8,853
		82,093	(17,669)	86,093	8,853
Total comprehensive income/(loss) for the period, net of tax					
		953,038	(46,438)	1,043,471	81,970
Total comprehensive income/(loss) attributable to:					
Owners of the Company:					
- Continuing Operations		90,804	14,143	95,425	21,302
- Discontinued Operations	A23	861,852	(56,236)	941,193	29,434
		952,656	(42,093)	1,036,618	50,736
Non-controlling interests					
- Discontinued Operations	A23	382	(4,345)	6,853	31,234
		953,038	(46,438)	1,043,471	81,970

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2011)

Note	Distributable		Non-Distributable									Distributable		Discontinued Operations	Total equity
			Attributable to owners of the Company												
	Continuing Operations			Discontinued Operations											
	Share capital	Treasury shares	Equity compensation reserve	Revaluation reserves	Other reserve	Statutory reserves	Regulatory reserve	Profit equalisation reserve of Islamic banking operations	Foreign exchange reserves	Available-for-sale reserves	Other reserve	Retained profits	Total	Non-controlling interests	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1.1.2012															
As reported under FRS	964,145	(29,789)	581	-	-	239,537	-	-	(12,991)	(10,269)	(846)	298,671	1,449,039	301,188	1,750,227
Adoption of Revised BNM/GP3 and MFRS 139	-	-	-	-	-	-	-	-	-	-	-	11,347	11,347	-	11,347
As reported under MFRS	964,145	(29,789)	581	-	-	239,537	-	-	(12,991)	(10,269)	(846)	310,018	1,460,386	301,188	1,761,574
Comprehensive income/(loss)															
- Continuing Operations	-	-	-	80,337	555	-	-	-	-	-	-	95,425	176,317	-	176,317
- Discontinued Operations	-	-	-	-	-	-	-	-	(15,682)	27,413	(213)	848,783	860,301	6,853	867,154
Total comprehensive income/(loss)	-	-	-	80,337	555	-	-	-	(15,682)	27,413	(213)	944,208	1,036,618	6,853	1,043,471
Continuing Operations															
Dividends paid to owners of the Company	A6	-	-	-	-	-	-	-	-	-	-	(68,526)	(68,526)	-	(68,526)
Distribution of treasury shares	A5(b)	-	29,008	-	-	-	-	-	-	-	-	(29,008)	-	-	-
Shares issued pursuant to exercise of ESOS	A5(a)	4,913	-	-	-	-	-	-	-	-	-	-	4,913	-	4,913
Share buybacks by the Company	A5(b)	-	(3)	-	-	-	-	-	-	-	-	-	(3)	-	(3)
Reserve reversed upon exercise and forfeiture of ESOS		-	-	(581)	-	-	-	-	-	-	-	581	-	-	-
Share of associate's acquisition of additional shares from its non-controlling interests		-	-	-	-	-	-	-	-	-	-	2	2	-	2
Discontinued Operations															
Dividend paid to non-controlling interests		-	-	-	-	-	-	-	-	-	-	-	-	(9,077)	(9,077)
Transfer from other liabilities due to the adoption of BNM's Revised Guidelines for Profit Equalisation Reserves ("PER")		-	-	-	-	-	-	-	-	-	-	272	272	-	272
Transfer to PER reserve		-	-	-	-	-	-	272	-	-	-	(272)	-	-	-
Transfer to regulatory reserve in first quarter		-	-	-	-	-	9,955	-	-	-	-	(9,955)	-	-	-
Reversal of regulatory reserve to retained profits in second quarter		-	-	-	-	-	(9,955)	-	-	-	-	9,955	-	-	-
Loss on deemed disposals arising from dilution of interest in an associated group		-	-	-	-	-	-	-	-	-	-	(80)	(80)	-	(80)
Accretion on additional interest in a subsidiary company		-	-	-	-	-	-	-	-	-	-	6	6	(6)	-
Acquisition of additional shares from non-controlling interests		-	-	-	-	-	-	-	-	-	-	-	-	(142)	(142)
Transfer to statutory reserves		-	-	-	-	23,444	-	-	-	-	-	(23,444)	-	-	-
Reclassification of reserves upon disposal of subsidiary companies		-	-	-	-	(262,981)	-	(272)	-	-	1,059	262,194	-	-	-
Reclassification adjustments upon disposal of subsidiary companies	A23(g)	-	-	-	-	-	-	-	28,673	(17,144)	-	-	11,529	(298,816)	(287,287)
Total transactions with owners		4,913	29,005	(581)	-	(239,537)	-	-	28,673	(17,144)	1,059	141,725	(51,887)	(308,041)	(359,928)
As at 31.12.2012		969,058	(784)	-	80,337	555	-	-	-	-	-	1,395,951	2,445,117	-	2,445,117
As at 1.1.2011															
As reported under FRS		962,211	(29,785)	779	-	228,992	-	-	(20,652)	(1,439)	-	308,604	1,448,710	244,741	1,693,451
Adoption of Revised BNM/GP3 and MFRS 139		-	-	-	-	-	-	-	-	-	-	10,011	10,011	-	10,011
As reported under MFRS		962,211	(29,785)	779	-	228,992	-	-	(20,652)	(1,439)	-	318,615	1,458,721	244,741	1,703,462
Comprehensive income/(loss)															
- Continuing Operations		-	-	-	-	-	-	-	-	-	-	21,302	21,302	-	21,302
- Discontinued Operations		-	-	-	-	-	-	-	7,661	(8,830)	(846)	31,449	29,434	31,234	60,668
Total comprehensive income/(loss)		-	-	-	-	-	-	-	7,661	(8,830)	(846)	52,751	50,736	31,234	81,970
Continuing Operations															
Dividends paid to owners of the Company		-	-	-	-	-	-	-	-	-	-	(52,828)	(52,828)	-	(52,828)
Shares issued pursuant to exercise of ESOS		1,934	-	-	-	-	-	-	-	-	-	-	1,934	-	1,934
Share buybacks by the Company		-	(4)	-	-	-	-	-	-	-	-	-	(4)	-	(4)
Reserve reversed upon exercise and forfeiture of ESOS		-	-	(198)	-	-	-	-	-	-	-	198	-	-	-
Discontinued Operations															
Dividends paid to non-controlling interests		-	-	-	-	-	-	-	-	-	-	-	-	(11,936)	(11,936)
Accretion on acquisition of a subsidiary company		-	-	-	-	-	-	-	-	-	-	-	-	(43)	(43)
Accretion on additional interest in a subsidiary company		-	-	-	-	-	-	-	-	-	-	162	162	(162)	-
Share options exercised by non-controlling interests in a subsidiary company		-	-	-	-	-	-	-	-	-	-	-	-	25	25
Dilution of interests from subscription of additional shares in a subsidiary company by non-controlling interests		-	-	-	-	-	-	-	-	-	-	-	-	22	22
Acquisition of subsidiary companies		-	-	-	-	-	-	-	-	-	-	-	-	103,724	103,724
Acquisition of additional shares from non-controlling interests		-	-	-	-	-	-	-	-	-	-	-	-	(98,487)	(98,487)
Accretion on deemed disposals arising from dilution of interest in an associated group		-	-	-	-	-	-	-	-	-	-	1,665	1,665	-	1,665
Subscription of additional shares in a subsidiary companies by non-controlling interests		-	-	-	-	-	-	-	-	-	-	-	-	32,070	32,070
Transfer to statutory reserve		-	-	-	-	10,545	-	-	-	-	-	(10,545)	-	-	-
Total transactions with owners		1,934	(4)	(198)	-	10,545	-	-	-	-	-	(61,348)	(49,071)	25,213	(23,858)
As at 31.12.2011		964,145	(29,789)	581	-	239,537	-	-	(12,991)	(10,269)	(846)	310,018	1,460,386	301,188	1,761,574

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2011)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	Current year to date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
Cash Flows From Operating Activities		
Profit before tax from		
- Continuing operations	15,033	26,356
- Discontinued operations	972,621	68,659
Profit before tax, total	<u>987,654</u>	95,015
Adjustments for :-		
Interest income	(8,524)	(25,802)
Interest expense	11,196	7,671
Other non-cash and non-operating items	(884,546)	18,026
Share of profits of associated companies	(35,208)	(2,802)
Operating profit before working capital changes	<u>70,572</u>	92,108
(Increase)/Decrease in operating assets:		
Deposits and placements with a bank	(62,049)	(50,000)
Securities purchased under resale agreement	-	111,486
Securities held-for-trading	(121,242)	355,832
Securities held-to-maturity	142,599	(20,062)
Securities available-for-sale	(542,621)	(376,621)
Loans, advances and financing	(660,023)	(296,835)
Trade and other receivables	(1,038,360)	533,445
Other operating assets	(90,545)	74,103
Statutory deposits with Central Banks	(22,043)	(143,656)
Increase/(Decrease) in operating liabilities:		
Deposits from customers	1,226,414	855,528
Deposits and placements of banks and other financial institutions	191,931	(11,020)
Obligations on securities sold under repurchase agreements	(56,001)	291,083
Obligations on securities borrowed	99,678	-
Trade and other payables	864,632	(479,320)
Other operating liabilities	(40,057)	42,355
Cash (used in)/generated from operations	<u>(37,115)</u>	978,426
Income tax paid net of refund	(61,185)	(46,201)
Net cash (used in)/generated from operating activities	<u>(98,300)</u>	932,225

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONT'D)

	Note	Current year to date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
Cash Flows From Investing Activities			
Net cash outflow from acquisition of subsidiary companies		-	(20,529)
Net cash outflow from disposal of subsidiary companies	A23(g)	(1,232,868)	-
Net cash outflow from members' voluntary winding up of subsidiary companies		-	(8)
Additional investment in an associated company		(700)	(2,000)
Acquisition of additional shares from non-controlling interests	A22(c)	(142)	(98,487)
Dividends received		2,589	6,142
Subscription of shares in subsidiary company by non-controlling interests		-	25
Interest received		-	31
Proceeds from disposals of property and equipment		391	624
Proceeds from disposal of an intangible asset		-	2,962
Purchase of property and equipment		(20,890)	(33,210)
Purchase of software licenses		(15,014)	(9,217)
Payment for trademarks		(57)	(31)
Payment for trading rights		(25)	-
Investment in a jointly controlled entity		-	(10)
Net cash used in investing activities		<u>(1,266,716)</u>	<u>(153,708)</u>
Cash Flows From Financing Activities			
Dividends paid to non-controlling interests		(9,077)	(11,936)
Dividends paid to owners of the Company	A6	(68,526)	(52,828)
Drawdown/(Repayment) of revolving credits		124,581	(167,189)
Interest paid		(11,196)	(7,671)
Repayment of term loans		-	(4,435)
Payments for share buybacks by the Company		(3)	(4)
Proceeds from issuance of shares pursuant to exercise of ESOS	A5(a)	4,913	1,934
Proceeds from issuance of subordinated notes		-	100,000
Proceeds from subscription of shares by non-controlling interests		-	32,070
Net cash generated from/(used in) financing activities		<u>40,692</u>	<u>(110,059)</u>
Net (decrease)/increase in cash and cash equivalents		(1,324,324)	668,458
Effects of exchange rate changes		(18,374)	18,611
Cash and cash equivalents at beginning of period		1,343,473	656,404
Cash and cash equivalents at end of period		<u>775</u>	<u>1,343,473</u>
Cash and cash equivalents at end of period comprised:			
Cash, bank balances and deposits		775	562,749
Money at call and deposits placements with maturity within one month		-	780,846
Bank overdraft		-	(122)
		<u>775</u>	<u>1,343,473</u>

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2011)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134: Interim Financial Reporting ("MFRS 134") issued by the Malaysian Accounting Standards Board ("MASB") and Revised Guidelines on Financial Reporting for Banking Institutions (BNM/GP8) issued by Bank Negara Malaysia ("BNM")

A1. Basis of preparation

The unaudited interim financial statements ("the quarterly report") have been prepared in accordance with the MFRS 134 issued by the Malaysian Accounting Standards Board ("MASB"), Chapter 9, Part K of the Listing Requirements of Bursa Malaysia Securities Berhad and Bank Negara Malaysia ("BNM")'s revised Guidelines on Financial Reporting for Banking Institutions ("BNM/GP8"). This quarterly report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2011 and the accompanying explanatory notes. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2011.

As at the reporting date, the financial statements have been prepared pursuant to the BNM/GP8 presentation as the significant portion of results and positions of the Group are contributed from the disposal of subsidiary companies as defined in Note A23, mainly consist of OSK Investment Bank Berhad ("OSKIB") group of companies and OSK Investment Bank (Labuan) Limited. These financial statements are prepared in accordance with disclosure requirements under MFRS 5: Non-Current Assets Held for Sale and Discontinued Operations ("MFRS 5") as the disposal was completed on 9 November 2012.

With effect from 1 January 2012, the Group has adopted the Malaysian Financial Reporting Standards ("MFRS") framework issued by the MASB. This MFRS framework was introduced by the MASB in order to fully converge Malaysia's existing Financial Reporting Standards ("FRS") framework with the International Financial Reporting Standards ("IFRS") framework issued by the International Accounting Standards Board. Whilst all FRSs issued under the previous FRS framework were equivalent to the MFRSs issued under the MFRS framework, there are some differences in relation to the transitional provisions and effective dates contained in certain of the FRS.

This quarterly report complies with MFRS 1: First-Time Adoption of Malaysian Financial Reporting Standards ("MFRS 1"). The objective of MFRS 1 is to ensure that an entity's first MFRS financial statements provide a starting point for accounting in accordance with MFRS and are comparable over all periods presented. This quarterly report also complies with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board. The transition from FRS to MFRS has not had a material impact on the financial statements other than the change in accounting policy on allowance for collective assessment, as the accounting policies adopted under previous FRS framework were already in line with the MFRS framework requirements.

MFRS 1 requires comparative information to be restated as if the requirements of MFRS are effective for annual periods beginning on or after 1 January 2012 have always been applied, except when MFRS 1 allows certain optional exemptions from such full retrospective application or prohibits retrospective application of some aspects of MFRS. The transitional date for the purpose of the MFRS Framework adoption is 1 January 2011.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

A1. Basis of preparation (Cont'd)

The Group adopted the following optional exemptions under MFRS 1 on transition date:

- (a) Maintain all past business combinations classification and measurement of the origination of fair values and goodwill before the date of transition.
- (b) Not to measure investment properties, property, plant and equipment and intangible assets at the date of transition at its fair value and use that fair value as its deemed cost at that date.
- (c) Not to deem the cumulative translation differences for all foreign operations to be zero at the date of transition.
- (d) Not to designate a previously recognised financial asset and liability as a financial asset or financial liability as at fair value through profit or loss or designate a financial asset as available-for-sale at its transition date.

The following optional exemptions under MFRS 1 have not been applied:

- (a) MFRS 2: Share-based Payment to equity instruments that were granted after 7 November 2002 and vested before the later of (i) the date of transition to MFRSs and (ii) 1 January 2005 is not applicable as the ESOS have been vested at the grant date;
- (b) Transitional provisions in MFRS 4: Insurance Contracts, as it is not relevant to the Group's business operations;
- (c) Decommissioning liabilities included in the cost of property, plant and equipment exemption, only relevant when such liabilities have been identified;
- (d) Transitional provisions in IC Interpretation 18: Transfers of Assets from Customers, as there are no such transfers from customers;
- (e) Transitional provisions in IC Interpretation 4: Determining Whether an Arrangement Contains a Lease, whereby an entity determines whether an arrangement which exists at the date of transition contains a lease on the basis of facts and circumstances existing at that date, is not applicable to the Group as all lease arrangements have been accounted for accordingly;
- (f) Transitional provisions in MFRS 119: Employee Benefits, as it is not relevant to the Group's business operations;
- (g) Transitional provisions in MFRS 123: Borrowing Costs, as it is not applicable to the Group's business operations;
- (h) Measurement of assets and liabilities of subsidiary companies, associated companies and joint ventures exemption, only relevant when a subsidiary company, associated company or joint venture adopts MFRS at a later date than its parent;

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

A1. Basis of preparation (Cont'd)

The following optional exemptions under MFRS 1 have not been applied: (Cont'd)

- (i) Measurement of fair value of financial assets or liabilities where no active market exists at initial recognition, as the Group has already adopted FRS 139: Financial Instrument - Recognition and Measurement which is in line with the principles in MFRS 139;
- (j) Bifurcation of a compound instrument exemption, as the Group does not have such compound instruments at the date of transition;
- (k) Transitional provisions in IC Interpretation 19: Extinguishing Financial Liabilities with Equity Instruments, as it is not applicable to the Group;
- (l) Transitional provisions in IC Interpretation 12: Service Concession Arrangements, as it is not relevant to the Group's business operations; and
- (m) Guidance for an entity which has a functional currency that was, or is, the currency of a hyperinflationary economy, as the Group does not operate in any hyperinflationary economy.

MFRS 1 also contains the following exceptions from retrospective application of other MFRS:

- (a) Estimates, whereby the estimates at 1 January 2011 and 31 December 2011 are consistent with those made for the same dates in accordance with FRS (after adjustments to reflect any differences in accounting policies). The estimates used by the Group to present these amounts in accordance with MFRS reflect conditions at 1 January 2011, the date of transition to MFRS and as of 31 December 2011;
- (b) Derecognition of financial assets and financial liabilities, provides guidance as to the date from which the specific requirements within MFRS 139 apply and allowing the choice of applying such requirements from a retrospective date of the entity's choosing. This is not applicable to the Group;
- (c) Hedge accounting, allowing the designation of an individual item within a net position under previous FRS in Malaysia as a hedged item in accordance with MFRS. If the transaction had been designated as a hedge before the date of transition but the hedge does not meet the conditions for hedge accounting in MFRS 139, hedge accounting shall be discontinued in accordance with guidance under MFRS 139. The Group do not apply hedge accounting; and
- (d) Non-controlling interests, in relation to the requirements that attribution of total comprehensive income to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance; accounting for changes in the parent's ownership interest in a subsidiary company that does not result in a loss of control and accounting for loss of control over a subsidiary company. The Group's previous accounting treatment under FRS has complied with MFRS requirements.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

A1. Basis of preparation (Cont'd)

The significant accounting policies adopted in preparing these unaudited condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2011 except as discussed below:

(a) Adoption of Revised Guidelines for Profit Equalisation Reserve ("Revised PER") issued by BNM

On 19 May 2011, Bank Negara Malaysia issued its revised Guidelines on Profit Equalisation Reserve ("Revised PER"), which was effective for annual periods beginning on or after 1 July 2011. The Revised PER addresses the management of displaced commercial risk in Islamic banking operations.

The PER establishes an obligation to manage distribution to the Investment Account Holders ("IAH") from a Shariah perspective. This is the same requirement as per the PER adopted prior to 1 January 2012 where the Group continued to allocate a portion of its profits into a PER. The PER of the IAH is classified as a liability and recognised at cost. The subsequent apportionments of profit to the IAH are recognised in the income statements. The eventual distribution of PER as profit distributable to IAH will be treated as an outflow of funds due to the settlement of obligation to the IAH.

The creation of PER of the Islamic banking operations ("IBO") is allocated from retained profits and classified as a separate reserve in equity and is non-distributable. Subsequent apportionments from and distributions to retained profits are treated as transfers between reserves.

The adoption of Revised PER resulted in changes in presentation of PER of the IBO as disclosed in the Statements of Changes in Equity. This change in accounting policy is accounted for prospectively, and thereby had no financial effect on comparative figures.

A1. Basis of preparation (Cont'd)**(b) Adoption of BNM's Revised Guidelines for Classification and Impairment Provisions for Loans/Financing ("Revised BNM/GP3") and MFRS 139: Financial Instruments - Recognition and Measurement ("MFRS 139")**

The Group has adopted Revised BNM/GP3 which is effective for the financial year beginning on and after 1 January 2012. During the transitional period from 1 January 2010 to 31 December 2011, the banking institutions maintained collective impairment assessment allowance with the minimum rate of 1.5%. The Revised BNM/GP3 removes the transitional arrangement at the minimum rate of 1.5% and requires the banking institutions to ensure that the loan/financing impairment assessment and provisioning comply with the requirements specified under the financial reporting standard on financial instruments, i.e. MFRS 139. Under the Revised BNM/GP3 and the requirements of MFRS 139 requirement, where a loan/financing that is individually assessed for impairment does not result in impairment allowance, the banking institution shall include the loan/financing in a group of loans/financing that has similar credit characteristics for collective assessment of impairment.

Under MFRS 139, an asset that has been individually assessed for impairment based on incurred loss approach and found not to be individually impaired should be included in a collective assessment of impairment. When performing a collective assessment of impairment, the Group pools assets by similar credit risk characteristics that are indicative of the debtors' ability to pay all amounts due according to the contractual terms. Contractual cash flows, historical loss experience and available peer credit data provide the basis for estimating expected cash flows. Historical loss rates are adjusted on the basis of relevant observable data that reflect current economic conditions. Collective assessment of impairment is made on any shortfall where comparing the discounted cash flows with the carrying value of the asset.

This change in accounting policy has been accounted for retrospectively and has resulted in a decrease in the collective assessment and a write back of collective assessment allowance to the opening retained profits. The Group classified the write back of collective assessment allowance into regulatory reserve before the completion of the independent validation. Subsequently, in the second quarter ended 30 June 2012, the validation is completed and BNM has allowed OSKIB to reverse the regulatory reserve to retained profits.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

A1. Basis of preparation (Cont'd)

(c) Adoption of Financial Reporting Standards Implementation Committee ("FRSIC") Consensus 18: Monies Held in Trust By Participating Organisations of Bursa Malaysia Securities Berhad

On 18 September 2012, the Malaysian Institute of Accountants ("MIA") issued FRSIC Consensus 18 as a guidance to promote best practices in compliance with the highest standards in financial reporting.

Section 111 of Capital Markets and Services Act, 2007 ("CMSA 2007") and Rule 405 of the Bursa Securities Rules require a participating organisation of Bursa Securities to establish and keep to a minimum one trust account with a licensed financial institution. A participating organisation shall pay into the said trust account all amounts, less any brokerage and other proper charges, received for or on account of a client for:

- (a) the purchase of securities; and
- (b) the sale of securities by a client that are yet to be paid to the client.

In accordance with Section 113 of CMSA 2007, monies held in the trust account shall not be withdrawn except for the following purposes:

- (a) payment to, or in accordance with the written instructions of the client;
- (b) payment of brokerage and any other proper charges due from the client to the participating organisation; or
- (c) other payments that is otherwise authorised by the law.

Monies held in the trust account shall not be available for payment of debts of the participating organisation or be liable to be paid or taken in execution under an order or process of any court.

The provisions contained in Section 113 of CMSA 2007 suggest that the rights of a participating organisation over trust monies do not exist and a participating organisation is prohibited to utilise the monies either for its own economic benefits or settlement of its own liability. The monies are also not available for distribution in the event the participating organisation is liquidated. As such, a participating organisation does not have any control over the trust monies to obtain the future economic benefits embodied in the trust monies.

Although a participating organisation is required by CMSA 2007 and Bursa Securities Rules to maintain the trust account, it does not have any contractual or statutory obligation to its clients on the money deposited in the trust account that would result in an outflow of resources embodying economic benefits from the participating organisation. However, a liability will be recognised in the event of a loss of the trust monies which would result in the payment of any compensation by the participating organisations to the client.

The Implementation Committee therefore opined that the recognition of the trust monies as part of the participating organisation's assets with corresponding liabilities is inappropriate from the context of MFRS.

In view of the above, the Group has disclosed monies held in trust and the corresponding liabilities separately in Note A23 as these are attributable to the discontinued operations. Hence certain comparative figures have been reclassified to conform with the current period's presentation.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A1. Basis of preparation (Cont'd)

The effects arising from the transition to MFRS and the above changes in accounting policies as mentioned in (a) to (c), where applicable, are as follows:

Reconciliation of Statement of Financial Position as at 1.1.2011	As reported under FRS	Effect of adoption of Revised BNM/GP3 and MFRS 139	Effect of adoption of FRSIC Consensus 18	As reported under MFRS
	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)
	RM'000	RM'000	RM'000	RM'000
Cash and short term funds	1,552,881	-	(853,786)	699,095
Loans, advances and financing	1,347,447	13,110	-	1,360,557
Trade receivables	2,042,502	(280)	(44,899)	1,997,323
TOTAL ASSETS	9,988,702	12,830	(898,685)	9,102,847
Deposits from customers	(3,872,805)	-	(11,583)	(3,884,388)
Trade payables	(2,657,196)	-	910,268	(1,746,928)
Other liabilities	(209,423)	-	-	(209,423)
Deferred tax liabilities	(1,812)	(2,819)	-	(4,631)
TOTAL LIABILITIES	(8,295,251)	(2,819)	898,685	(7,399,385)
Retained profits	(308,604)	(10,011)	-	(318,615)
Reserves	(516,284)	(10,011)	-	(526,295)
Equity attributable to owners of the Company	(1,448,710)	(10,011)	-	(1,458,721)
TOTAL EQUITY	(1,693,451)	(10,011)	-	(1,703,462)
Net Assets per share attributable to owners of the Company (RM)	1.54	0.02	-	1.56

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A1. Basis of preparation (Cont'd)

Reconciliation of Statement of Financial Position as at 31.12.2011	As reported under FRS Debit/(Credit) RM'000	Effect of adoption of Revised BNM/GP3 and MFRS 139 Debit/(Credit) RM'000	Effect of adoption of FRSIC Consensus 18 Debit/(Credit) RM'000	As reported under MFRS Debit/(Credit) RM'000
Cash and short term funds	2,399,121	-	(1,011,968)	1,387,153
Loans, advances and financing	1,640,507	14,851	-	1,655,358
Trade receivables	1,523,629	(186)	(59,303)	1,464,140
Deferred tax assets	11,957	(3,318)	-	8,639
TOTAL ASSETS	10,767,427	11,347	(1,071,271)	9,707,503
Deposits from customers	(4,710,153)	-	(29,762)	(4,739,915)
Trade payables	(2,387,974)	-	1,100,885	(1,287,089)
Other liabilities	(205,969)	-	148	(205,821)
TOTAL LIABILITIES	(9,017,200)	-	1,071,271	(7,945,929)
Retained profits	(298,671)	(11,347)	-	(310,018)
Reserves	(514,683)	(11,347)	-	(526,030)
Equity attributable to owners of the Company	(1,449,039)	(11,347)	-	(1,460,386)
TOTAL EQUITY	(1,750,227)	(11,347)	-	(1,761,574)
Net Assets per share attributable to owners of the Company (RM)	1.54	0.01	-	1.55

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A1. Basis of preparation (Cont'd)

Reconciliation of income statement for the preceding year to date ended 31.12.2011	As reported under FRS (Debit)/Credit RM'000	Effect of adoption of Revised BNM/GP3 and MFRS 139 (Debit)/Credit RM'000	Effect of MFRS 5 * (Debit)/Credit RM'000	As reported under MFRS (Debit)/Credit RM'000
Revenue - Continuing operations	1,051,384	-	(1,022,430)	28,954
- Discontinued operations	-	-	1,022,430	1,022,430
	<u>1,051,384</u>	<u>-</u>	<u>-</u>	<u>1,051,384</u>
Interest income	300,789	-	(285,032)	15,757
Interest expense	(200,040)	-	193,106	(6,934)
Net interest income	100,749	-	(91,926)	8,823
Non-interest income	725,329	-	(697,132)	28,197
Net income - Islamic banking operations	8,984	-	(8,984)	-
Other operating expenses	(669,872)	-	657,564	(12,308)
(Allowance for)/write back of impairment losses on loans, advances and financing	(2,048)	1,741	1,951	1,644
Allowance for impairment losses on trade and other receivables	(2,681)	94	2,587	-
Allowance for impairment losses on investments	(70,083)	-	70,083	-
Share of results after tax of associated companies	2,802	-	(2,802)	-
Profit before tax from continuing operations	<u>93,180</u>	<u>1,835</u>	<u>(68,659)</u>	<u>26,356</u>
Income tax expense	(21,399)	(499)	16,844	(5,054)
Profit after tax for the year:				
- Continuing Operations	71,781	1,336	(51,815)	21,302
- Discontinued Operations	-	-	51,815	51,815
Profit after tax for the year	<u>71,781</u>	<u>1,336</u>	<u>-</u>	<u>73,117</u>
Profit attributable to owners of the Company:				
- Continuing Operations	51,415	1,336	(31,449)	21,302
- Discontinued Operations	-	-	31,449	31,449
	<u>51,415</u>	<u>1,336</u>	<u>-</u>	<u>52,751</u>
Non-controlling interests				
- Continuing Operations	20,366	-	(20,366)	-
- Discontinued Operations	-	-	20,366	20,366
	<u>71,781</u>	<u>1,336</u>	<u>-</u>	<u>73,117</u>
Earnings per share attributable to owners of the Company (sen):				
Basic	5.47	0.15	(3.35)	2.27
Diluted	5.46	0.14	(3.34)	2.26

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A1. Basis of preparation (Cont'd)

Reconciliation of statement of comprehensive income for the preceding year to date ended 31.12.2011	As reported under FRS (Debit)/Credit RM'000	Effect of adoption of Revised BNM/GP3 and MFRS 139 (Debit)/Credit RM'000	Effect of MFRS 5 * (Debit)/Credit RM'000	As reported under MFRS (Debit)/Credit RM'000
Profit after tax for the year				
- Continuing Operations	71,781	1,336	(51,815)	21,302
- Discontinued Operations	-	-	51,815	51,815
	71,781	1,336	-	73,117
Other comprehensive (loss)/income:				
Foreign currency translation gain	11,895	-	(11,895)	-
Reversal of available-for-sale gain upon disposals	(6,020)	-	6,020	-
Unrealised net gain on revaluation of securities available-for-sale	1,889	-	(1,889)	-
Share of other reserves in an associated group	(846)	-	846	-
Income tax relating to components of other comprehensive loss	1,935	-	(1,935)	-
Other comprehensive income for the year, net of tax				
- Continuing Operations	8,853	-	(8,853)	-
- Discontinued Operations	-	-	8,853	8,853
Total comprehensive income for the year, net of tax	80,634	1,336	-	81,970
Total comprehensive income attributable to owners of the Company:				
- Continuing Operations	49,400	1,336	(29,434)	21,302
- Discontinued Operations	-	-	29,434	29,434
	49,400	1,336	-	50,736
Non-controlling interests				
- Continuing Operations	31,234	-	(31,234)	-
- Discontinued Operations	-	-	31,234	31,234
	80,634	1,336	-	81,970

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A1. Basis of preparation (Cont'd)

Reconciliation of income statement for the comparative quarter ended 31.12.2011	As reported under FRS (Debit)/Credit RM'000	Effect of adoption of Revised BNM/GP3 and MFRS 139 (Debit)/Credit RM'000	Effect of MFRS 5 * (Debit)/Credit RM'000	As reported under MFRS (Debit)/Credit RM'000
Revenue - Continuing operations	215,890	-	(209,901)	5,989
- Discontinued operations	-	-	210,189	210,189
	<u>215,890</u>	<u>-</u>	<u>288</u>	<u>216,178</u>
Interest income	76,181	-	(72,164)	4,017
Interest expense	(47,641)	-	45,598	(2,043)
Net interest income	<u>28,540</u>	<u>-</u>	<u>(26,566)</u>	<u>1,974</u>
Non-interest income	143,225	-	(126,253)	16,972
Net income - Islamic banking operations	2,665	-	(2,665)	-
Other operating expenses	(158,173)	-	155,185	(2,988)
Allowance for impairment losses on loans, advances and financing	(578)	(910)	1,234	(254)
Allowance for impairment losses on trade and other receivables	(1,768)	9	1,759	-
Allowance for impairment losses on investments	(62,583)	-	62,583	-
Share of results after tax of associated companies	748	-	(748)	-
(Loss)/profit before tax from continuing operations	<u>(47,924)</u>	<u>(901)</u>	<u>64,529</u>	<u>15,704</u>
Income tax benefit/(expense)	19,811	245	(21,617)	(1,561)
(Loss)/profit after tax for the period:				
- Continuing Operations	(28,113)	(656)	42,912	14,143
- Discontinued Operations	-	-	(42,912)	(42,912)
	<u>(28,113)</u>	<u>(656)</u>	<u>-</u>	<u>(28,769)</u>
(Loss)/profit after tax for the period	<u>(28,113)</u>	<u>(656)</u>	<u>-</u>	<u>(28,769)</u>
(Loss)/profit attributable to:				
Owners of the Company				
- Continuing Operations	(29,628)	(656)	44,427	14,143
- Discontinued Operations	-	-	(44,427)	(44,427)
	<u>(29,628)</u>	<u>(656)</u>	<u>-</u>	<u>(30,284)</u>
Non-controlling interests				
- Continuing Operations	1,515	-	(1,515)	-
- Discontinued Operations	-	-	1,515	1,515
	<u>(28,113)</u>	<u>(656)</u>	<u>-</u>	<u>(28,769)</u>
Earnings per share attributable to owners of the Company (sen):				
Basic	(3.15)	(0.07)	4.73	1.51
Diluted	(3.15)	(0.07)	4.72	1.50

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A1. Basis of preparation (Cont'd)

Reconciliation of statement of comprehensive income for the comparative quarter ended 31.12.2011	As reported under FRS (Debit)/Credit RM'000	Effect of adoption of Revised BNM/GP3 and MFRS 139 (Debit)/Credit RM'000	Effect of MFRS 5 * (Debit)/Credit RM'000	As reported under MFRS (Debit)/Credit RM'000
(Loss)/profit after tax for the period				
- Continuing Operations	(28,113)	(656)	42,912	14,143
- Discontinued Operations	-	-	(42,912)	(42,912)
	<u>(28,113)</u>	<u>(656)</u>	<u>-</u>	<u>(28,769)</u>
Other comprehensive income/(loss):				
- Discontinued Operations				
Foreign currency translation gain	(16,668)	-	16,668	-
Reversal of available-for-sale gain upon disposals	(3,168)	-	3,168	-
Unrealised net loss on revaluation of securities available-for-sale	1,996	-	(1,996)	-
Share of other reserves in an associated group	(8)	-	8	-
Income tax relating to components of other comprehensive loss	179	-	(179)	-
Other comprehensive income for the period, net of tax				
- Continuing Operations	(17,669)	-	17,669	-
- Discontinued Operations	-	-	(17,669)	(17,669)
Total comprehensive income for the period, net of tax	<u>(45,782)</u>	<u>(656)</u>	<u>-</u>	<u>(46,438)</u>
Total comprehensive income attributable to:				
Owners of the Company				
- Continuing Operations	(41,437)	(656)	56,236	14,143
- Discontinued Operations	-	-	(56,236)	(56,236)
	<u>(41,437)</u>	<u>(656)</u>	<u>-</u>	<u>(42,093)</u>
Non-controlling interests				
- Continuing Operations	(4,345)	-	4,345	-
- Discontinued Operations	-	-	(4,345)	(4,345)
	<u>(45,782)</u>	<u>(656)</u>	<u>-</u>	<u>(46,438)</u>

* The effects of MFRS 5 are in respect of the disposal of subsidiary companies as stated in Note A23.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A1. Basis of preparation (Cont'd)
Statement of Cash Flows

There are no material differences between the statement of cash flows presented under the MFRSs and the statement of cash flows presented under FRSs.

Capital adequacy

The adjustments to the financial statements of the Group as a result of the transition to MFRS and changes in accounting policies as discussed above also had consequential effects on the comparative capital adequacy ratios. These are summarised below:

	As at 31 December 2011		As at 1 January 2011	
	As reported under FRS RM'000	As reported under MFRS RM'000	As reported under FRS RM'000	As reported under MFRS RM'000
OSKIB Group				
Retained profits	162,421	172,376	155,771	164,228
Tier I capital	1,259,843	1,269,798	1,197,152	1,205,609
Collective impairment	16,970	3,696	13,138	1,862
Tier II capital	416,970	403,696	313,138	301,862
Capital base	1,676,813	1,673,494	1,510,290	1,507,471
Core capital ratio	25.07%	26.43%	27.12%	28.89%
Risk weighted capital ratio	33.36%	34.83%	34.22%	36.12%
OSKIB				
Retained profits	64,441	74,396	54,046	62,503
Tier I capital	906,982	916,937	896,522	904,979
Collective impairment	15,144	1,870	12,315	1,039
Tier II capital	415,144	401,870	312,315	301,039
Capital base	620,325	617,006	753,349	750,530
Core capital ratio	19.12%	19.89%	24.58%	25.34%
Risk weighted capital ratio	19.12%	19.89%	24.58%	25.34%

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012**A1. Basis of preparation (Cont'd)**

The following MFRSs, IC Interpretations and Amendments to MFRSs have been adopted by the Group during the current period:

Effective for annual periods commencing on or after 1 January 2012

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards
MFRS 2	Share-based Payment
MFRS 3	Business Combinations
MFRS 4	Insurance Contracts
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations
MFRS 6	Exploration for and Evaluation of Mineral Resources
MFRS 7	Financial Instruments: Disclosures
MFRS 8	Operating Segments
MFRS 101	Presentation of Financial Statements
MFRS 102	Inventories
MFRS 107	Statement of Cash Flows
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
MFRS 110	Events after the Reporting Period
MFRS 111	Construction Contracts
MFRS 112	Income Taxes
MFRS 116	Property, Plant and Equipment
MFRS 117	Leases
MFRS 118	Revenue
MFRS 119	Employee Benefits
MFRS 120	Accounting for Government Grants and Disclosure of Government Assistance
MFRS 121	The Effects of Changes in Foreign Exchange Rates
MFRS 123	Borrowing Costs
MFRS 124	Related Party Disclosures
MFRS 126	Accounting and Reporting by Retirement Benefit Plans
MFRS 127	Consolidated and Separate Financial Statements
MFRS 128	Investments in Associates
MFRS 129	Financial Reporting in Hyperinflationary Economies
MFRS 131	Interests in Joint Ventures
MFRS 132	Financial Instruments: Presentation
MFRS 133	Earnings Per Share
MFRS 134	Interim Financial Reporting
MFRS 136	Impairment of Assets
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets
MFRS 138	Intangible Assets
MFRS 139	Financial Instruments: Recognition and Measurement
MFRS 140	Investment Property
MFRS 141	Agriculture

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012**A1. Basis of preparation (Cont'd)****Effective for annual periods commencing on or after 1 January 2012 (Cont'd)**

IC Interpretation 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
IC Interpretation 2	Members' Shares in Co-operative Entities and Similar Instruments
IC Interpretation 4	Determining whether an Arrangement contains a Lease
IC Interpretation 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
IC Interpretation 6	Liabilities arising from Participating in a Specific Market - Waste Electrical and Electronic Equipment
IC Interpretation 7	Applying the Restatement Approach under MFRS 129 Financial Reporting in Hyperinflationary Economies
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 12	Service Concession Arrangements
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	MFRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
IC Interpretation 15	Agreements for the Construction of Real Estate
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
IC Interpretation 18	Transfers of Assets from Customers
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments
IC Interpretation 107	Introduction of the Euro
IC Interpretation 110	Government Assistance - No Specific Relation to Operating Activities
IC Interpretation 112	Consolidation - Special Purpose Entities
IC Interpretation 113	Jointly Controlled Entities - Non-Monetary Contributions by Venturers
IC Interpretation 115	Operating Leases - Incentives
IC Interpretation 125	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders
IC Interpretation 127	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
IC Interpretation 129	Service Concession Arrangements: Disclosures
IC Interpretation 131	Revenue - Barter Transactions Involving Advertising Services
IC Interpretation 132	Intangible Assets - Web Site Costs

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012**A1. Basis of preparation (Cont'd)**

The following MFRSs and IC Interpretations have been issued by the MASB but are not yet effective:

Effective for annual periods commencing on or after 1 July 2012

MFRS 101 Presentation of Items of Other Comprehensive Income
(Amendments to MFRS 101)

Effective for annual periods commencing on or after 1 January 2013

MFRS 1 Government Loans (Amendments to MFRS 1)
MFRS 1 Amendment to MFRS 1 (Annual Improvements 2009 - 2011 Cycle)
MFRS 3 Business Combination (IFRS 3 Business Combinations issued by IASB
in March 2004)
MFRS 7 Disclosures - Offsetting Financial Assets and Financial Liabilities
(Amendments to MFRS 7)
MFRS 10 Consolidated Financial Statements
MFRS 11 Joint Arrangements
MFRS 12 Disclosure of Interests in Other Entities
MFRS 10, MFRS 11 and MFRS 12 Consolidated Financial Statements, Joint Arrangements and Disclosure of
Interests in Other Entities : Transition Guidance
(Amendments to MFRS 10, MFRS 11 and MFRS 12)
MFRS 13 Fair Value Measurement
MFRS 101 Amendment to MFRS 101 (Annual Improvements 2009 - 2011 Cycle)
MFRS 116 Amendment to MFRS 116 (Annual Improvements 2009 - 2011 Cycle)
MFRS 119 Employee Benefits (IAS 19 as amended by IASB in June 2011)
MFRS 127 Separate Financial Statements (IAS 27 as amended by IASB in May 2011)
MFRS 127 Consolidated and Separate Financial Statements
(IAS 27 as revised by IASB in December 2004)
MFRS 128 Investments in Associates and Joint Ventures
(IAS 28 as amended by IASB in May 2011)
MFRS 132 Amendment to MFRS 132 (Annual Improvements 2009 - 2011 Cycle)
MFRS 134 Amendment to MFRS 134 (Annual Improvements 2009 - 2011 Cycle)
IC Interpretation 2 Amendment to IC Int. 2 (Annual Improvements 2009-2011 Cycle)
IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

A1. Basis of preparation (Cont'd)

Effective for annual periods commencing on or after 1 January 2014

MFRS 132	Offsetting Financial Assets and Financial Liabilities (Amendments to MFRS 132)
----------	---

Effective for annual periods commencing on or after 1 January 2015

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in Nov 2009)
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in October 2010)

The financial effects of the remaining MFRSs, IC Interpretations and Amendments to MFRSs above are still being assessed due to the complexity of these new MFRSs, IC Interpretations and Amendments to MFRSs, and their proposed changes.

A2. Seasonal or cyclical factors

There were no significant seasonal or cyclical factors that will materially affect the business operations of the Group for the period under review.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A3. Unusual items affecting assets, liabilities, equity, net income or cash flows

Other than the effects arising from the disposal of subsidiary companies as disclosed in Note A23, there were no unusual items affecting the financial statements for the current year to date.

A4. Changes in estimates

There were no other significant changes in estimates of amounts reported in prior interim periods or prior financial years that have a material effect in the current year to date.

A5. Changes in debt and equity securities
(a) Executive Share Option Scheme (“ESOS”) of the Company

During the current year to date, the Company has issued 4,912,850 new ordinary shares of RM1.00 each for cash at the respective exercise prices pursuant to the ESOS and the total cash proceeds arising from the exercise of options amounted to RM4,912,850. There is no outstanding ESOS options.

On 4 January 2007, the duration of ESOS which was due to expire on 17 February 2008 had been extended for another 5 years to 17 February 2013. The ESOS committee on 6 October 2009 and 26 January 2010 approved the adjustments of ESOS exercise prices pursuant to Clause 18.3(c)(1) of the ESOS By-Laws based on the shares distribution in listed subsidiary companies and bonus issue exercise implemented. Additional 1,712,809 new options were issued consequential to the bonus issue in the previous financial year.

(b) Share buybacks / Treasury shares of the Company

During the current year to date, the Company has purchased 2,000 ordinary shares for a total cash consideration of RM3,185 from the open market at an average cost of RM1.59 per share. The shares repurchased are being held as treasury shares and treated in accordance with the requirements of Section 67A of the Companies Act, 1965. Summary of share buybacks is as follows:

	Number of shares	Highest price RM	Lowest price RM	Average cost (included transaction costs) RM	Total amount paid RM
As at 1.1.2012	24,153,412	2.82	0.90	1.23	29,788,622
May - buyback	1,000	1.62	1.62	1.66	1,663
November - buyback	1,000	1.48	1.48	1.52	1,522
	2,000	1.62	1.48	1.59	3,185
May - distributed as disclosed in Note A6	(23,520,259)	N/A	N/A	1.23	(29,007,748)
As at 31.12.2012	635,153	2.82	0.90	1.23	784,059

Other than the above, there were no issuances, repurchases and repayments of debt and equity securities of the Company for the current year to date.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A6. Dividends paid and treasury shares distributed

The dividends paid and treasury shares distributed by the Company are as follows:

	RM'000
(a) Final dividend of 2.0 sen per share less 25% income tax in respect of the preceding year ended 31 December 2011 was paid on 15 May 2012	14,118
(b) First interim dividend of 2.5 sen per share less 25% income tax for the year ended 31 December 2012 was paid on 18 September 2012	18,092
(c) Second interim dividend of 5.0 sen per share less 25% income tax for the year ended 31 December 2012 was paid on 20 December 2012	36,316
	<u>68,526</u>
(d) On 15 May 2012, the Company distributed 23,520,259 treasury shares together with the final dividend as mentioned in (a) above on a basis of one (1) treasury share for every forty (40) existing ordinary share of RM1.00 each held in the Company at a total cost of treasury shares of RM29,007,748.	

A7. Securities portfolio
(a) Securities held-for-trading
At fair value
(i) Money market instruments:

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000	As at 1.1.2011 RM'000
Malaysian Government Investment Issues	-	40,901	-
Malaysian Government Securities	-	30,482	-
	-	<u>71,383</u>	-

(ii) Quoted securities:

Shares and exchange traded funds			
- in Malaysia	13,552	172,703	228,571
- outside Malaysia	12,479	23,000	70,313
	26,031	<u>195,703</u>	<u>298,884</u>
Trust units			
- in Malaysia	-	1,918	1,049
- outside Malaysia	-	10,324	-
	-	<u>12,242</u>	<u>1,049</u>

Private debt securities outside Malaysia	-	9,075	-
	26,031	<u>217,020</u>	<u>299,933</u>

(iii) Unquoted securities:

Private debt securities			
- in Malaysia	-	-	41,100
- outside Malaysia	-	24,937	307,963
	-	<u>24,937</u>	<u>349,063</u>
	26,031	<u>313,340</u>	<u>648,996</u>

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000	As at 1.1.2011 RM'000
A7. Securities portfolio (Cont'd)			
(b) Securities held-to-maturity			
At amortised cost			
(i) Money market instruments:			
Bankers' acceptance and Islamic accepted bills	-	-	9,789
Cagamas bonds	-	5,014	5,037
Malaysian Government Investment Issues	-	140,145	185,441
Negotiable instruments of deposits	-	70,000	110,000
	-	215,159	310,267
(ii) Unquoted securities:			
Private and Islamic debt securities			
- in Malaysia	-	339,584	359,004
- outside Malaysia	-	138,612	-
	-	478,196	359,004
Less: Accumulated impairment losses	-	(53,459)	(6,844)
	-	424,737	352,160
	-	639,896	662,427
(c) Securities available-for-sale			
At fair value			
(i) Money market instruments:			
Bankers' acceptance and Islamic accepted bills	-	300,132	431,730
Cagamas bonds	-	5,008	7,041
Malaysian Government Investment Issues	-	408,233	160,620
Malaysian Government Securities	-	432,145	610,456
Negotiable instruments of deposits	-	159,637	80,301
	-	1,305,155	1,290,148
(ii) Quoted securities:			
Shares and warrants			
- in Malaysia	-	6,759	940
- outside Malaysia	-	3,268	8,784
	-	10,027	9,724
Trust units			
- in Malaysia	-	2,645	-
- outside Malaysia	-	17,427	9,200
	-	20,072	9,200
	-	30,099	18,924

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000	As at 1.1.2011 RM'000
A7. Securities portfolio (Cont'd)			
(c) Securities available-for-sale (Cont'd)			
(iii) Unquoted securities:			
Shares and warrants			
- in Malaysia	165	5,481	7,284
- outside Malaysia	-	19,816	3,228
	165	25,297	10,512
Private and Islamic debt securities			
- in Malaysia	-	916,587	1,040,274
- outside Malaysia *	-	1,041,911	500,798
	-	1,958,498	1,541,072
Less: Accumulated impairment losses	-	(88,259)	(64,790)
	-	1,870,239	1,476,282
	165	1,895,536	1,486,794
	165	3,230,790	2,795,866
* Included in securities available-for-sale are securities sold under repurchase agreements.			
Private debt securities outside Malaysia	-	351,361	-

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000	As at 1.1.2011 RM'000
A8. Loans, advances and financing			
Term loans	353,663	1,013,296	673,717
Shares margin financing	-	566,557	628,984
Revolving credits	-	89,786	70,300
Staff loans	-	1,543	1,766
Gross loans, advances and financing	353,663	1,671,182	1,374,767
Allowance for impairment losses:			
- Collective assessment	(4,243)	(5,722)	(4,020)
- Individual assessment	(36,057)	(10,102)	(10,190)
Net loans, advances and financing	313,363	1,655,358	1,360,557
(a) Analysis of gross loans, advances and financing			
(i) By type of customers			
Domestic small and medium enterprises	233,733	883,819	673,992
Foreign entities	-	159,665	99,716
Individuals	119,930	627,698	601,059
	353,663	1,671,182	1,374,767
(ii) By interest/profit rate sensitivity			
Fixed rate	353,663	1,460,378	1,247,277
Variable rate			
- Cost plus	-	38,585	60,262
- Other variable rates	-	172,219	67,228
	353,663	1,671,182	1,374,767
(iii) By economic purpose			
Working capital	93,466	333,621	275,881
Purchase of securities	221,132	853,893	852,959
Others	39,065	483,668	245,927
	353,663	1,671,182	1,374,767

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000	As at 1.1.2011 RM'000
A8. Loans, advances and financing (Cont'd)			
(a) Analysis of gross loans, advances and financing (Cont'd)			
(iv) By geographical distribution			
Malaysia	353,663	1,238,365	1,059,542
Singapore	-	150,191	121,180
Hong Kong	-	38,585	60,262
Indonesia	-	38,183	47,923
Cambodia	-	183,096	85,860
Thailand	-	22,762	-
	353,663	1,671,182	1,374,767
(v) By maturity structure			
Up to 3 months	160,873	620,101	696,588
3-12 months	119,683	661,001	345,172
1-5 years	73,107	277,685	286,158
Over 5 years	-	112,395	46,849
	353,663	1,671,182	1,374,767
(vi) By sectors			
Manufacturing	34,493	104,301	132,175
Construction	50,173	63,474	1,273
Real estate	17,936	2,972	-
Wholesale & retail trade and restaurants & hotels	88,396	191,406	193,616
Transport, storage and communication	42,735	66,673	14,192
Finance, insurance and business activities	-	631,594	400,136
Household	119,930	570,900	626,006
Mining and quarrying	-	9,943	7,369
Agriculture, forestry and fishing	-	666	-
Electricity, gas and water supply	-	29,253	-
	353,663	1,671,182	1,374,767

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000
A8. Loans, advances and financing (Cont'd)		
(b) Analysis of impaired loans, advances and financing		
(i) Movement in impaired loans, advances and financing		
At beginning of year	15,137	26,121
Arising from acquisition of a subsidiary company	-	2,024
Classified as impaired *	40,886	4,434
Reclassified as non-impaired *	(1,140)	(14,061)
Amount recovered	(3,985)	(1,380)
Amount written off	(68)	(2,012)
Attributable to disposal of subsidiary companies	(1,430)	-
Exchange differences *	(21)	11
At end of year	<u>49,379</u>	15,137
Allowance for impairment losses:		
- individual assessment	(36,057)	(10,102)
Net impaired loans, advances and financing	<u>13,322</u>	5,035
Ratio of net impaired loans, advances and financing to net loans, advances and financing	<u>4.25%</u>	0.30%

* Included amounts previously referred to as 'interest-in-suspense'.

Analysis of impaired loans, advances and financing

● **By geographical distribution**

Malaysia	49,379	14,588
Cambodia	-	549
	<u>49,379</u>	15,137

● **By economic purpose**

Working capital	287	224
Purchase of securities	27,730	14,364
Others	21,362	549
	<u>49,379</u>	15,137

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000
A8. Loans, advances and financing (Cont'd)		
(b) Analysis of impaired loans, advances and financing (Cont'd)		
(ii) Movement in the allowance for impaired loans, advances and financing		
Collective assessment		
At beginning of year, as reported under FRS	(20,573)	(17,130)
Adoption of Revised BNM/GP3 and MFRS 139	14,851	13,110
At beginning of year, as reported under MFRS	<u>(5,722)</u>	<u>(4,020)</u>
(Made)/Written back - Continuing Operations (Note A19)	(2,032)	226
- Discontinued Operations	507	(1,867)
Attributable to disposal of subsidiary companies	2,924	-
Exchange difference	80	(61)
At end of year	<u>(4,243)</u>	<u>(5,722)</u>
As % of gross loans, advances and financing less allowance for impairment losses - individual assessment	 <u>1.34%</u>	 <u>0.34%</u>
Collective assessment for impaired loans, advances and financing according to economic purpose, allocated on a pro-rated basis, are as follows:		
Working capital	(1,122)	(1,142)
Purchase of securities	(2,652)	(2,924)
Others	(469)	(1,656)
	<u>(4,243)</u>	<u>(5,722)</u>
Individual assessment		
At beginning of year *	(10,102)	(10,190)
Amount arising from acquisition of a subsidiary company	-	(2,024)
Made * - Continuing Operations	(27,641)	(4,248)
- Discontinued Operations	(1,456)	(271)
Written back * - Continuing Operations	1,349	4,357
- Discontinued Operations	288	2,207
Written off - Discontinued Operations	47	38
Recovered - Discontinued Operations	-	38
Attributable to disposal of subsidiary companies	1,451	-
Exchange difference *	7	(9)
At end of year	<u>(36,057)</u>	<u>(10,102)</u>

* Included amounts previously referred to as 'interest-in-suspense'.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000
A8. Loans, advances and financing (Cont'd)		
(b) Analysis of impaired loans, advances and financing (Cont'd)		
(ii) Movement in allowance for impaired loans, advances and financing (Cont'd)		
Individual assessment for impaired loans, advances and financing according to economic purpose, are as follows:		
Working capital	(287)	-
Purchase of securities	(16,586)	(9,827)
Others	(19,184)	(275)
	(36,057)	(10,102)
(iii) Allowances for impaired loans, advances and financing by geographical distribution:		
Collective assessment		
Malaysia	(4,243)	(3,896)
Cambodia	-	(1,826)
	(4,243)	(5,722)
Individual assessment		
Malaysia	(36,057)	(9,827)
Cambodia	-	(275)
	(36,057)	(10,102)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000	As at 1.1.2011 RM'000
A9. Trade receivables			
Amount owing by clients	-	843,420	985,627
Allowance for impairment losses			
- individual assessment	-	(14,096)	(13,534)
- collective assessment	-	(186)	(280)
	-	829,138	971,813
Amounts owing by:			
- brokers, net receivables from brokers on behalf of clients	-	297,952	370,589
- foreign derivatives clearing houses	-	5,755	8,552
- foreign securities clearing houses and stock exchanges, net receivables from clearing houses on behalf of clients	-	305,525	624,860
Unit trust receivables	-	19,107	16,973
Tenants of properties	673	313	9
Others	-	6,350	4,527
	673	1,464,140	1,997,323

A10. Other assets

Interest/income receivables	-	44,401	38,366
Security deposits and statutory funds	-	11,343	8,870
Other receivables	128	21,583	20,422
Deposits	4,152	25,162	16,422
Prepayments	399	18,641	11,885
Amount due from associated group	4,819	-	-
Transferable golf club memberships	-	332	271
	9,498	121,462	96,236

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000	As at 1.1.2011 RM'000
A11. Deposits from customers			
Non-Mudharabah Fund			
Demand deposits	-	43,725	8,856
Saving deposits	-	18,452	12,415
Fixed deposits	-	2,314,405	2,146,033
Short term deposits	-	874,112	768,853
Negotiable instruments of deposits	-	303,633	119,331
Others	-	65	299
	-	3,554,392	3,055,787
Mudharabah Fund			
General investment deposits	-	1,185,523	828,601
	-	4,739,915	3,884,388
(a) By type of customers			
Local government and statutory bodies	-	906,886	693,666
Domestic non-bank financial institutions	-	2,677,331	1,854,829
Business enterprises	-	840,051	1,191,870
Individuals	-	138,053	133,011
Foreign customers	-	177,298	10,713
Others	-	296	299
	-	4,739,915	3,884,388
(b) By maturity structure			
Up to 3 months	-	3,582,357	3,245,728
3-12 months	-	1,109,726	616,665
1-5 years	-	47,832	21,995
	-	4,739,915	3,884,388

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000	As at 1.1.2011 RM'000
A12. Deposits and placements of banks and other financial institutions			
Non-Mudharabah Fund			
Licensed banks	-	521,001	280,193
Licensed investment banks	-	80,000	170,000
Other financial institutions	-	41,860	219,576
	-	642,861	669,769
Mudharabah Fund			
Licensed Islamic banks	-	15,888	-
	-	658,749	669,769
A13. Trade payables			
Amounts due to clients, net of trust accounts	-	715,190	825,106
Amounts due to:			
- brokers	-	520,132	822,338
- foreign securities clearing houses and stock exchanges	-	46,888	92,476
Unit trust payables	-	4,879	7,008
	-	1,287,089	1,746,928
A14. Other liabilities			
Interest/income payable	77	45,655	39,943
Other payables	6,555	19,426	19,947
Accruals	17,339	92,588	102,780
Trading deposits from dealers/futures broker representatives	-	43,562	42,693
Amount due to an associated company	-	2,305	3,064
Amount due to associated group	217	-	-
Profit equalisation reserve of Islamic banking operations	-	2,285	996
	24,188	205,821	209,423

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	Current quarter ended 31.12.2012 RM'000	Comparative quarter ended 31.12.2011 RM'000	Current year to date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
A15. Interest income				
Loans, advances and financing	5,561	4,017	20,758	15,721
Deposits and placements with financial institutions	-	-	-	27
Others	-	-	-	9
	5,561	4,017	20,758	15,757
A16. Interest expense				
Borrowings	(2,375)	(2,043)	(10,284)	(6,934)
A17. Non-interest income				
(a) Fees and commission				
Loan processing, facility and commitment fees and carrying charges	886	1,119	8,829	5,829
(b) Net gain/(loss) arising from sales of securities				
Securities held-for-trading	-	255	(851)	5,667
(c) Gross dividend income				
Securities held-for-trading	1	-	14	65
Securities available-for-sale	-	-	-	11
	1	-	14	76

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	Current quarter ended 31.12.2012 RM'000	Comparative quarter ended 31.12.2011 RM'000	Current year to date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
A17. Non-interest income (Cont'd)				
(d) Unrealised gain/(loss) on revaluation of trading securities				
Securities held-for-trading	946	(1,435)	1,777	(6,027)
(e) Unrealised loss from foreign exchange translations				
	(37)	-	(382)	-
(f) Other income				
Net gain on disposals of property and equipment	37	-	5	-
Realised gain/(loss) on foreign exchange	-	-	44	(205)
Rental income	3,469	1,795	9,033	7,354
Sales of oil palm produce	72	60	222	202
Loss on members' voluntary winding up of subsidiary companies	-	178	-	110
Gain on revaluation of an investment property	-	15,000	-	15,000
Others	51	-	2,400	191
	3,629	17,033	11,704	22,652
	5,425	16,972	21,091	28,197

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	Current quarter ended 31.12.2012 RM'000	Comparative quarter ended 31.12.2011 RM'000	Current year to date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
A18. Other operating expenses				
(a) Personnel expenses				
Salaries, allowances, bonuses and other emoluments	(11,566)	(824)	(13,946)	(3,627)
Pension costs - defined contribution plan	(191)	(59)	(495)	(399)
Others	(30)	(22)	(144)	(172)
	(11,787)	(905)	(14,585)	(4,198)
(b) Promotional, marketing and trading expenses				
Advertisement and promotion	(17)	(286)	(30)	(303)
Fees and charges	(398)	(3)	(626)	(144)
Others	-	-	(41)	-
	(415)	(289)	(697)	(447)
(c) Establishment related expenses				
Depreciation and amortisation	(304)	(548)	(2,017)	(2,109)
Insurance	(52)	(41)	(219)	(193)
Rental of premises	-	(1)	(2)	(2)
Repair and maintenance	(145)	(172)	(755)	(1,003)
Utility expenses	(417)	(379)	(1,643)	(1,611)
Others	(312)	(309)	(1,319)	(1,251)
	(1,230)	(1,450)	(5,955)	(6,169)
(d) General administrative expenses				
Communication expenses	(55)	(16)	(162)	(85)
Legal and professional fees	(14)	(62)	(273)	(386)
Printing and stationery	(63)	(99)	(318)	(233)
Administrative expenses	(145)	(167)	(1,345)	(790)
	(277)	(344)	(2,098)	(1,494)
	(13,709)	(2,988)	(23,335)	(12,308)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	Current quarter ended 31.12.2012 RM'000	Comparative quarter ended 31.12.2011 RM'000	Current year to date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
A19. (Allowance for)/write back of impairment losses				
(a) (Allowance for)/write back of impairment losses on loans, advances and financing				
Individual assessment				
- Made	(23,813)	(111)	(24,575)	(1,150)
- Written back	169	71	530	944
Collective assessment (net)				
- (Made)/Written back (Note A8(b)(ii))	(576)	(161)	(2,032)	226
	(24,220)	(201)	(26,077)	20
Bad debts				
- Recovered	-	10	145	1,687
- Written off	-	(63)	(10)	(63)
	(24,220)	(254)	(25,942)	1,644
(b) Allowance for impairment loss on intangible				
Goodwill on consolidation	(166)	-	(166)	-

A20. Segmental information

Please refer to Appendix I.

A21. Events after the end of the quarter

There are no significant events announced after the end of the quarter.

A22. Changes in the composition of the Group**(a) Subscription of 51% interest by OSK International Investment Hong Kong Limited (“OSKIIhk”) in OSK Fideus Asia and Emerging Markets Value Fund Ltd (“OSK Fideus”)**

On 24 February 2012, OSKIIhk, a wholly-owned subsidiary of OSK Holdings Hong Kong Limited, which in turn was 93.50%-owned by OSKIB, which in turn was a wholly-owned subsidiary of the Company, had subscribed for 51 Management Shares equivalent to 51% equity interest, amounted to US\$51 (approximately RM154 equivalent) in a fund company, OSK Fideus, out of the total issued and paid-up capital of US\$100 divided into 100 Management Shares, thus making OSK Fideus an indirect subsidiary of the Company on 24 February 2012. The remaining 49% was being held by Alpheus Advisor (“Alpheus”).

OSK Fideus was incorporated on 25 November 2011 as an exempted company with limited liability in the Cayman Islands and registered under the Companies Law (2011) of Cayman Islands, with a business strategy of investing in Asia and emerging market equities. The authorised capital of OSK Fideus was US\$50,000 divided into 100 Management Shares (with voting rights) at par value of US\$1.00 each and 4,990,000 Participating Shares (without voting rights) at par value of US\$0.01 each.

Alpheus, a company incorporated in 2002 under the laws of Greece, was an affiliate of the Alpheus Group Ltd. (registered in Bermuda) (“Alpheus Group”), which was engaged in the securities investment management services and the provision of family office services. Alpheus Group operated family offices in Athens, London and Zurich with significant allocation to fund strategies. Alpheus Group was also involved in managing The Gale Invest II (Cayman) Fund, an open-ended series of unit trusts established under the laws of the Cayman Islands in 2006, where one of the funds was also focused on Asian and emerging markets.

(b) Increase of equity interest in iFast-OSK Sdn. Bhd.

iFast-OSK Sdn. Bhd., an associated company of OSKIB, had increased its issued and paid-up ordinary share capital as follows for working capital purposes:

- 29 February 2012, from RM22.0 million to RM23.0 million by issuance of 1 million ordinary shares of RM1.00 each.
- 21 September 2012, from RM23.0 million to RM23.7 million by issuance of 700,000 ordinary shares of RM1.00 each.

OSKIB only subscribed for 700,000 ordinary shares in iFast-OSK Sdn. Bhd. on 21 September 2012 and did not partake the issue on 29 February 2012. Consequently, OSKIB's equity interest in iFast-OSK Sdn. Bhd. was increased from 38.05% to 38.27%.

(c) Acquisition of additional shares by OSKIB in OSK Securities (Thailand) Public Company (“OSKST”)

Between 1 January 2012 and 21 May 2012, OSKIB acquired additional 580,600 ordinary shares in OSKST from the open market for a total consideration of THB1,433,618 (approximately RM141,942), thereby increasing its equity interest in OSKST from 97.34% to 97.41%.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

A22. Changes in the composition of the Group (Cont'd)

(d) Subscription of shares by OSKIB in OSKIBL

On 26 June 2012, OSKIBL, a wholly-owned Cambodian banking subsidiary of OSKIB, received approval from National Bank of Cambodia to increase its paid-up capital by USD12 million (equivalent to RM38.319 million). Subsequent to the approval, OSKIBL increased its issued and paid-up capital from USD40 million to USD52 million through the issuance of 12 million new ordinary shares of USD1.00 each which was fully subscribed by OSKIB on 28 June 2012. The equity interest held by OSKIB in OSKIBL remained at 100%.

(e) Subscription of SGD1,000,000 ordinary shares in OSK International Investments Pte Ltd

On 16 July 2012, OSKIB subscribed for SGD1,000,000 new ordinary shares in OSKIIL. The issued and paid-up share capital of OSKIIL was increased from SGD4,000,000 to SGD5,000,000. The rationale for the increase was to facilitate the subscription of additional shares in OSK International Asset Management Pte Ltd as disclosed in A22 (f).

(f) Subscription of SGD1,250,000 ordinary shares in OSK International Asset Management Pte Ltd ("OSKIAML") by OSKIIL

On 16 July 2012, OSKIIL subscribed for SGD1,250,000 new ordinary shares in OSKIAML for additional working capital purpose. The issued and paid-up share capital of OSKIIL was increased from SGD3,850,000 to SGD5,100,000.

OSKIAML was a wholly-owned subsidiary company of OSKIIL which in turn was a wholly-owned subsidiary company of OSKIB. Upon completion of the subscription, the equity interest held by OSKIIL in OSKIAML remained the same.

(g) Subscription of USD1,500,000 ordinary shares in OSK Indochina Securities Limited ("OSKISL") by OSK Indochina Bank Limited ("OSKIBL")

On 25 October 2012, OSKIBL subscribed for USD1,500,000 new ordinary shares in OSKISL for additional working capital purpose. The issued and paid-up share capital of OSKISL was increased from USD10,000,000 to USD11,500,000.

OSKIBL is a wholly-owned Cambodian banking subsidiary of OSKIB.

(h) Disposal of equity interests of 100% in OSKIB, 20% in OSKT, 20% in MTB and 100% in OSKL

As disclosed in Note A23, on 9 November 2012, the Company completed the disposal of subsidiary companies for a total disposal consideration of RM2,094.5 million satisfied through the issuance of 245.0 million new ordinary shares of RM1.00 each in RHBC and cash of RM222.7 million.

The effect of the disposal of subsidiary companies is disclosed in Note A23.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A23. Disposal of Subsidiary Companies

On 9 November 2012, the Company completed the disposal of the following entities:-

- a) 100% equity interest in OSKIB;
- b) 20% equity interest in OSK Trustees Berhad ("OSKT");
- c) 20% equity interest in Malaysian Trustees Berhad ("MTB"); and
- d) 100% equity interest in OSK Investment Bank (Labuan) Limited ("OSKL")

for a total disposal consideration of RM2,094.5 million satisfied through the issuance of 245.0 million new ordinary shares of RM1.00 each in RHB Capital Berhad and cash of RM222.7 million.

(a) Profit after tax from Discontinued Operations

	RM'000
Results of discontinued operations	85,159
Gain arising from disposal of subsidiary companies	857,686
	942,845

(b) The effects of the disposal on the Company's and the Group's financial statements

	RM'000
Cash proceeds	222,700
245.0 million new ordinary shares of RM1.00 each in RHB Capital Berhad, capitalised as investment in an associated company	1,871,800
Total disposal proceeds	2,094,500
Less: Expenses incurred for disposal	(24,596)
Net disposal proceeds	2,069,904
Reversal of financial guarantee deferred income relating to subsidiary companies disposed at Company level	(18,515)
	2,051,389
Less: Cost of investment in subsidiaries disposed	(681,550)
Gain on disposal at Company level	1,369,839
Add: Expenses eliminated at Group level	400
Add: Reversal of Company level adjustment on financial guarantee deferred income	18,515
	1,388,754
Post acquisition reserves recognised up to the date of disposal	(520,193)
Realisation of foreign exchange reserves	(27,993)
Realisation of available-for-sale reserves	17,118
Gain on disposal at Group level	857,686

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A23. Disposal of Subsidiary Companies (Cont'd)
(c) Income Statements for the Discontinued Operations

The financial results of subsidiary companies disposed which were included in the consolidated income statements up to 9 November 2012, the completion date of the disposal, are as follows:-

	Note	Group			
		Current quarter ended 31.12.2012 RM'000	Comparative quarter ended 31.12.2011 RM'000	Current year to date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
Revenue		81,471	210,189	865,240	1,022,430
Interest income		25,365	72,164	262,028	285,032
Interest expense		(17,486)	(45,598)	(169,429)	(193,106)
Net interest income		7,879	26,566	92,599	91,926
Non-interest income		909,772	126,253	1,423,980	697,132
Net income from Islamic banking operations	A27	915	2,665	8,247	8,984
Other operating expenses		(58,152)	(155,185)	(567,966)	(657,564)
(Allowance for)/write back of impairment losses on loans, advances and financing		(573)	(1,234)	753	(1,951)
Write back/(allowance for) impairment losses on trade and other receivables		636	(1,759)	-	(2,587)
(Allowance for)/write back of impairment loss on investments		-	(62,583)	12,711	(70,083)
Share of profits of associated companies		235	748	2,297	2,802
Profit/(loss) before tax from discontinued operations		860,712	(64,529)	972,621	68,659
Income tax benefit/(expense) and zakat		321	21,617	(29,776)	(16,844)
Profit/(loss) after tax for the period/year from discontinued operations		861,033	(42,912)	942,845	51,815
Profit/(loss) attributable to:					
Owners of the Company		860,041	(44,427)	930,392	31,449
Non-controlling interests		992	1,515	12,453	20,366
		861,033	(42,912)	942,845	51,815

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A23. Disposal of Subsidiary Companies (Cont'd)
(d) Statement of Comprehensive Income for the Discontinued Operations

The major components of Statement of Comprehensive Income up to 9 November 2012, completion date of the disposal, are shown below:

	Group			
	Current quarter ended 31.12.2012 RM'000	Comparative quarter ended 31.12.2011 RM'000	Current year to date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
Profit after tax for the period/year from discontinued operations	861,033	(42,912)	942,845	51,815
Other comprehensive income/(loss)				
Foreign currency translation (loss)/gain	(1,944)	(16,668)	(19,788)	11,895
Reversal of available-for-sale gain upon disposal	-	(3,168)	(4,764)	(6,020)
Unrealised net gain on revaluation of securities available-for-sale	4,432	1,996	40,425	1,889
Share of other reserves in an associated group	(197)	(8)	(213)	(846)
Actuarial losses on defined benefit plan in subsidiary companies	-	-	(1,413)	-
Income tax relating to components of other comprehensive (income)/loss	(1,090)	179	(9,046)	1,935
Other comprehensive income/(loss) for the period/year, net of tax	1,201	(17,669)	5,201	8,853
Total comprehensive income for the period/year, net of tax	862,234	(60,581)	948,046	60,668
Total comprehensive income/(loss) attributable to:				
Owners of the Company	861,852	(56,236)	941,193	29,434
Non-controlling interests	382	(4,345)	6,853	31,234
	862,234	(60,581)	948,046	60,668

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

A23. Disposal of Subsidiary Companies (Cont'd)

(e) Statement of Cash Flows for the Discontinued Operations

The cash flows attributable to the disposal of subsidiary companies up to 9 November 2012, the completion date of the disposal, are as follows:-

	Current year to date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
Operating activities	2,830	784,429
Investing activities	(32,255)	(146,922)
Financing activities	136,012	1,923
Net cash inflows	<u>106,587</u>	<u>639,430</u>

31.12.2011
RM'000

(f) Monies held in trust and corresponding liabilities in accordance with FRSIC Consensus 18

Short term funds and deposits for clients' and remisiers accounts	1,041,730
Receivables from brokers and clearing houses on behalf of clients	59,303
Deposits received from remisiers	(935)
Amounts due to clients' held in trust	<u>(1,100,098)</u>
	<u>-</u>

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A23. Disposal of Subsidiary Companies (Cont'd)

(g) The disposal had the following effects on the financial position of the Group:

	Note	As at 9.11.2012 Completion date of the disposal RM'000
Cash and short term funds		1,475,551
Deposits and placements with a bank		112,049
Securities portfolio		
- Securities held-for-trading		434,184
- Securities held-to-maturity		498,473
- Securities available-for-sale		3,855,880
		<u>4,788,537</u>
Derivative financial assets		616
Loans, advances and financing		1,973,407
Tax recoverable		26,050
Trade receivables		2,439,455
Other assets		245,065
Statutory deposits with Central Banks		235,377
Deferred tax assets		2,444
Investments in associated companies and a jointly controlled entity		25,901
Equipment		72,594
Intangible assets		241,716
Deposits from customers		(5,966,330)
Deposits and placements of banks and other financial institutions		(850,680)
Obligations on securities sold under repurchase agreements		(235,081)
Obligations on securities borrowed		(99,678)
Derivative financial liabilities		(28,643)
Trade payables		(2,104,412)
Other liabilities		(229,094)
Tax payable		(8,836)
Deferred tax liabilities		(9,176)
Borrowings		(206,927)
Subordinated notes		(400,000)
Non-controlling interests		(298,816)
Net assets		<u>1,201,089</u>
Transfer from foreign exchange reserves		28,673
Transfer from available-for-sale reserves		(17,144)
		<u>1,212,618</u>
245.0 million new ordinary shares of RM1.00 each in RHBC, capitalised as investment in associated company		(1,871,800)
Gain on disposal at Group level	A23(b)	857,686
Net cash proceeds from disposal		198,504
Cash and cash equivalents		(1,431,372)
Net cash outflow from disposal		<u>(1,232,868)</u>

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

A24. Commitments and contingencies

Please refer to Appendix II.

A25. Interest/profit rate risk

Please refer to Appendix III.

A26. Capital Adequacy

The capital adequacy is solely in relation to the discontinued operations as shown in Note A23.

(a) Risk weighted capital ratios and Tier I and Tier II capital

The Group and the Company are not required to maintain any capital adequacy ratio requirements. The capital adequacy ratios of the investment banking subsidiary, OSK Investment Bank Berhad ("OSKIB"), OSKIB group, OSK Indochina Bank Limited ("OSKIBL") and OSK Investment Bank (Labuan) Limited ("OSKL") as at the previous reporting date are as follows:

(i) The restated capital adequacy ratios and capital base of OSKIB Group and OSKIB at the previous reporting date were as follows:

	OSKIB Group		OSKIB Group		OSKIB Group	
	OSKIB ^ As at	OSKIB ^ As at	OSKIB ^ As at	OSKIB ^ As at	OSKIB ^ As at	OSKIB ^ As at
	31.12.2012	31.12.2012	31.12.2011	31.12.2011	1.1.2011	1.1.2011
Before deducting proposed dividends:						
Core capital ratio	-	-	26.43%	19.89%	28.89%	25.34%
Risk weighted capital ratio	-	-	34.83%	19.89%	36.12%	25.34%
After deducting proposed dividends:						
Core capital ratio	-	-	26.43%	19.89%	28.89%	25.34%
Risk weighted capital ratio	-	-	34.83%	19.89%	36.12%	25.34%

^ In accordance with Section 7.3 of Guidelines on Risk Weighted Capital Adequacy Framework (General Requirements and Capital Components) issued by Bank Negara Malaysia, if deduction from Total Capital (i.e investment in subsidiary companies of OSKIB) is more than eligible Tier 2 capital, the core capital ratio will be equal to the risk-weighted capital ratio.

In assessing the adequacy of its internal capital levels to support current and future activities, the Group ensured that it complies with the minimum requirements of Bank Negara Malaysia of at least 8% in risk weighted capital ratio.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A26. Capital Adequacy (Cont'd)
(a) Risk weighted capital ratios and Tier I and Tier II capital (Cont'd)
(i) The restated capital adequacy ratios and capital base of OSKIB Group and OSKIB at the previous reporting date were as follows: (Cont'd)

	OSKIB Group As at 31.12.2012 RM'000		OSKIB Group As at 31.12.2011 RM'000		OSKIB Group As at 1.1.2011 RM'000	
Issued and fully paid share capital	-	-	660,000	660,000	660,000	660,000
Retained profits	-	-	172,376	74,396	164,228	62,503
Statutory reserves	-	-	239,537	239,387	228,992	228,992
Tier 1 non-controlling interests	-	-	304,125	-	245,759	-
	-	-	1,376,038	973,783	1,298,979	951,495
Less: Goodwill	-	-	(94,283)	(46,516)	(92,889)	(46,516)
Deferred tax assets	-	-	(11,957)	(10,330)	(481)	-
Tier I capital	-	-	1,269,798	916,937	1,205,609	904,979
Collective impairment	-	- *	3,696 *	1,870 *	1,862 *	1,039
Maximum allowance subordinated debt capital	-	-	400,000	400,000	300,000	300,000
Tier II capital	-	-	403,696	401,870	301,862	301,039
Total capital	-	-	1,673,494	1,318,807	1,507,471	1,206,018
Less: Investments in subsidiary companies	-	-	-	(701,801)	-	(455,488)
Capital base	-	-	1,673,494	617,006	1,507,471	750,530

The capital adequacy ratios of OSKIB Group consisted of capital base and RWA derived from consolidated balances of OSKIB and its subsidiary companies. The capital adequacy ratios of OSKIB consisted of capital base and RWA derived from OSKIB.

The capital adequacy ratios of OSKIB Group and OSKIB were computed in accordance with Risk Weighted Capital Adequacy Framework (Basel II). OSKIB Group and OSKIB had adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk. The minimum regulatory capital adequacy requirement is 8.0% for the risk weighted capital ratio.

* Restated due to adoption of Revised BNM/GP3 and MFRS 139.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

A26. Capital Adequacy (Cont'd)

(a) Risk weighted capital ratios and Tier I and Tier II capital (Cont'd)

- (ii) The capital adequacy ratios and capital base of the wholly-owned Cambodia banking subsidiary of OSKIB, OSK Indochina Bank Limited ("OSKIBL") at the previous reporting date, were as follows:**

	OSKIBL
	As at 31.12.2011
Before deducting proposed dividends:	
Core capital ratio	#
Solvency ratio	46.49%
After deducting proposed dividends:	
Core capital ratio	#
Solvency ratio	46.49%

The Solvency Ratio of OSKIBL was the nearest equivalent regulatory compliance ratio in Cambodia computed in accordance with Prakas B7-00-46, B7-04-206 and B7-07-135 issued by the National Bank of Cambodia. This ratio was derived using OSKIBL's net worth divided by its risk weighted assets and off-balance sheet items. The minimum regulatory solvency ratio requirement in Cambodia was 15.0%.

No equivalent ratio in Cambodia.

- (iii) The capital adequacy ratios and capital base of the wholly-owned subsidiary of the Company, OSK Investment Bank (Labuan) Limited ("OSKL") at the previous reporting date, were as follows:**

	OSKL
	As at 31.12.2011
Before deducting proposed dividends:	
Core capital ratio	50.50%
Risk weighted capital ratio	50.50%
After deducting proposed dividends:	
Core capital ratio	50.50%
Risk weighted capital ratio	50.50%

The capital adequacy ratios of OSKL for capital compliance on a standalone basis were computed in accordance with the Guidelines on Risk-weighted Capital Adequacy issued by the Labuan Financial Services Authority (Labuan FSA), which was based on the Basel I capital accord. The minimum regulatory capital adequacy requirements were 4.0% and 8.0% for the Tier 1 capital ratio and risk-weighted capital ratio respectively.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A27. Islamic banking operations of OSK Investment Bank Berhad

The Islamic banking operations of OSKIB solely related to disposal of subsidiary companies, which made up to 9 November 2012, the completion date of the disposal, are shown below:

UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION

	Note	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000	As at 1.1.2011 RM'000
ASSETS				
Cash and short term funds		-	395,163	233,536
Securities held-to-maturity	A27(a)	-	292,950	300,988
Securities available-for-sale	A27(b)	-	631,105	351,631
Other assets	A27(c)	-	5,664	6,773
Equipment		-	18	18
Intangible assets		-	766	133
TOTAL ASSETS		-	1,325,666	893,079
LIABILITIES				
Deposits from customers	A27(d)	-	1,185,523	828,601
Deposits and placements of banks and other financial institutions	A27(e)	-	15,888	-
Other liabilities	A27(f)	-	5,831	3,890
Tax payable		-	4,405	2,578
Deferred tax liabilities		-	221	88
TOTAL LIABILITIES		-	1,211,868	835,157
ISLAMIC BANKING CAPITAL FUNDS				
Islamic banking funds		-	100,000	50,000
Reserves		-	13,798	7,922
TOTAL ISLAMIC BANKING CAPITAL FUNDS		-	113,798	57,922
TOTAL LIABILITIES AND ISLAMIC BANKING CAPITAL FUNDS		-	1,325,666	893,079

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A27. Islamic banking operations of OSK Investment Bank Berhad (Cont'd)
UNAUDITED CONDENSED INCOME STATEMENTS

	Current quarter ended 31.12.2012 RM'000	Comparative quarter ended 31.12.2011 RM'000	Current date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
Income derived from investment of depositors' funds and others	3,921	9,391	35,096	37,107
Transfer of profit equalisation reserve from investment account holder (2011: investment account holder and OSKIB)	-	(1,525)	-	(1,289)
Gross and total attributable income	3,921	7,866	35,096	35,818
Income attributable to depositors	(3,101)	(7,584)	(28,651)	(29,993)
Income attributable to OSKIB	820	282	6,445	5,825
Income derived from investment of Islamic banking funds	102	2,383	1,822	3,159
Net provision for profit equalisation reserve (depositors' portion)	(7)	-	(20)	-
Total net income	915	2,665	8,247	8,984
Other operating expenses	(230)	(508)	(1,969)	(1,675)
Profit before tax for the period/year	685	2,157	6,278	7,309
Income tax expense and zakat	(168)	(544)	(1,617)	(1,831)
Profit after tax for the period/year	517	1,613	4,661	5,478
For amalgamation with the conventional operations, net income from Islamic banking operations comprises the following items :-				
Income derived from investment of depositors' funds and others	3,921	9,391	35,096	37,107
Income attributable to depositors	(3,101)	(7,584)	(28,651)	(29,993)
Income derived from investments of Islamic banking funds	102	2,383	1,822	3,159
Transfer of profit equalisation reserve from investment account holder (2011: investment account holder and OSKIB)	-	(1,525)	-	(1,289)
Net provision for profit equalisation reserve (depositors' portion)	(7)	-	(20)	-
Net income from Islamic banking operations reported in the consolidated income statements	915	2,665	8,247	8,984

The Group consolidates the results of OSKIB up to 9 November 2012 for the current financial quarter and year.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A27. Islamic banking operations of OSK Investment Bank Berhad (Cont'd)
UNAUDITED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

	Current quarter ended 31.12.2012 RM'000	Comparative quarter ended 31.12.2011 RM'000	Current year to ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
Profit after tax for the period/year	517	1,613	4,661	5,478
Other comprehensive (loss)/income:				
Reversal of available-for-sale gain upon disposals	(488)	(738)	(659)	(954)
Unrealised net (loss)/gain on revaluation of securities available-for-sale	117	(226)	207	1,485
Income tax relating to component of other comprehensive loss/(income)	93	241	113	(133)
Other comprehensive (loss)/income for the period/year, net of tax	(278)	(723)	(339)	398
Total comprehensive income for the period/year, net of tax	239	890	4,322	5,876
Total comprehensive income attributable to owner of OSKIB	239	890	4,322	5,876

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

A27. Islamic banking operations of OSK Investment Bank Berhad (Cont'd)

UNAUDITED CONDENSED STATEMENT OF CHANGES IN ISLAMIC BANKING FUND

	<u>Non-distributable</u>			<u>Distributable</u>	<u>Total</u>
	<u>Islamic banking fund</u>	<u>of Islamic banking operations</u>	<u>Available-for-sale reserve</u>	<u>Retained profits</u>	
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
As at 1.1.2012	100,000	-	661	13,137	113,798
Total comprehensive (loss)/income	-	-	(339)	4,661	4,322
Transfer from other liabilities due to the adoption of BNM's Revised Guidelines for Profit Equalisation Reserves ("PER")	-	-	-	272	272
Transfer to PER reserve	-	272	-	(272)	-
Disposal of subsidiary companies	(100,000)	(272)	(322)	(17,798)	(118,392)
Total transactions with owners	(100,000)	-	(322)	(17,798)	(118,120)
As at 31.12.2012	-	-	-	-	-
As at 1.1.2011	50,000	-	263	7,659	57,922
Total comprehensive income	-	-	398	5,478	5,876
Injection of fund	50,000	-	-	-	50,000
Total transaction with owners	50,000	-	-	-	50,000
As at 31.12.2011	100,000	-	661	13,137	113,798

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A27. Islamic banking operations of OSK Investment Bank Berhad (Cont'd)

	As at 31.12.2012	As at 31.12.2011	As at 1.1.2011
	RM'000	RM'000	RM'000
(a) Securities held-to-maturity			
At amortised cost			
Money market instruments:			
Cagamas bonds	-	5,014	5,037
Malaysian Government Investment Issues	-	120,100	165,361
	-	125,114	170,398
Unquoted securities:			
Islamic private debt securities			
- in Malaysia	-	167,836	130,590
	-	292,950	300,988
The maturity structure of above securities are as follows:			
Within 1 year	-	50,059	55,220
2 to 5 years	-	177,332	207,040
More than 5 years	-	65,559	38,728
	-	292,950	300,988
(b) Securities available-for-sale			
At fair value			
Money market instruments:			
Islamic accepted bills	-	139,027	64,526
Malaysian Government Investment Issues	-	89,462	25,324
Negotiable instruments of deposit	-	129,520	49,926
	-	358,009	139,776
Unquoted debt securities:			
Islamic private debt securities in Malaysia	-	273,096	211,855
	-	631,105	351,631
(c) Other assets			
Income receivables	-	5,664	6,773

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A27. Islamic banking operations of OSK Investment Bank Berhad (Cont'd)

	As at 31.12.2012	As at 31.12.2011	As at 1.1.2011
	RM'000	RM'000	RM'000
(d) Deposits from customers			
Mudharabah Fund			
General investment deposits	-	1,185,523	828,601
(i) By type of customers			
Government and statutory bodies	-	521,802	442,798
Domestic non-bank financial institutions*	-	444,053	281,891
Business enterprises	-	219,668	103,912
	-	1,185,523	828,601
(ii) By maturity structure			
Up to 3 months	-	771,659	726,326
3-12 months	-	194,627	102,275
1-5 years	-	219,237	-
	-	1,185,523	828,601
* Domestic non-bank financial institutions include unit trust companies, trust funds and insurance companies.			
(e) Deposits and placements of banks and other financial institutions			
Mudharabah Fund			
Licensed Islamic banks	-	15,888	-
(f) Other liabilities			
Income payables	-	3,529	2,798
Profit equalisation reserve of Investment Account Holders #	-	2,285	996
Other payables and accruals	-	17	96
	-	5,831	3,890
# At beginning of the period/year			
Provided during the period/year	-	996	759
At end of the period/year	-	1,289	237
	-	2,285	996

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

A27. Islamic banking operations of OSK Investment Bank Berhad (Cont'd)

(g) Capital adequacy of Islamic banking operations of OSKIB

The capital adequacy of the Islamic Banking Operations of OSKIB which is solely related to Discontinued Operations is shown below:-

The capital base and risk weighted assets ("RWA"), as set out below are disclosed in accordance with Risk Weighted Capital Adequacy Framework (Basel II) - Disclosure Requirements ("Pillar 3") issued by Bank Negara Malaysia.

(i) Risk weighted capital ratios and Tier I and Tier II capital

The capital adequacy ratios and capital base at the previous reporting date were as follows:

	As at 31.12.2012	As at 31.12.2011	As at 1.1.2011
Before deducting proposed dividends:			
Core capital ratio	-	54.82%	40.02%
Risk weighted capital ratio	-	54.82%	40.02%
After deducting proposed dividends:			
Core capital ratio	-	54.82%	40.02%
Risk weighted capital ratio	-	54.82%	40.02%
	RM'000	RM'000	RM'000
Islamic banking funds	-	100,000	50,000
Retained profits	-	13,137	7,659
	-	113,137	57,659

OSKIB was the only entity in the Group that had Islamic banking operations. The capital adequacy ratios of the Islamic banking operations of OSKIB consisted of capital base and risk weighted amounts derived from OSKIB.

The capital adequacy ratios of the Islamic banking operations of OSKIB was computed in accordance with Risk Weighted Capital Adequacy Framework (Basel II). The Islamic banking operations of OSKIB had adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk. The minimum regulatory capital adequacy requirement was 8.0% for the risk weighted capital ratio.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
PART B - Explanatory Notes Pursuant to Chapter 9, Appendix 9B, Part A, of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities")
B1. Group performance analysis for the current quarter and year to date

Following the completion of the disposal of subsidiary companies as disclosed in Note A23, the relevant financial results had been classified under discontinued operations for both current and preceding financial periods in accordance with the disclosure requirements of MFRS 5 and the financial results of the discontinued operations in 2012 covered the period from 1 January 2012 to 9 November 2012, the date of completion of the disposal. For performance analysis purpose, the financial results analysed by continuing and discontinued operations are shown below:-

	Current quarter ended 31.12.2012 RM'000	Comparative quarter ended 31.12.2011 RM'000	Current year to date ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2011 RM'000
Revenue - Continuing Operations	10,986	5,989	41,849	28,954
- Discontinued Operations	81,471	210,189	865,240	1,022,430
	92,457	216,178	907,089	1,051,384
Profit before tax - Continuing Operations	3,427	15,704	15,033	26,356
- Discontinued Operations	860,712	(64,529)	972,621	68,659
	864,139	(48,825)	987,654	95,015
Net interest income - Continuing Operations	3,186	1,974	10,474	8,823
- Discontinued Operations	7,879	26,566	92,599	91,926
	11,065	28,540	103,073	100,749
Non-interest income - Continuing Operations	5,425	16,972	21,091	28,197
- Discontinued Operations	909,772	126,253	1,423,980	697,132
	915,197	143,225	1,445,071	725,329

(a) Current Year To Date ("FY12") compared with Preceding Year To Date ("FY11")

The strong results were principally due to the gain on disposal of subsidiary companies. For both continuing and discontinued operations, the Group attained total pre-tax profits of RM987.65 million up more than 10 times from RM95.02 million recorded in FY11; while revenue registered RM907.09 million in FY12 compared with RM1.05 billion in FY11 as a result of only approximately 10 months operating results being consolidated into FY12 for discontinued operations.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012**B1. Performance analysis of the Group for the current quarter and year to date (Cont'd.)***(a) Current Year To Date (“FY12”) compared with Preceding Year To Date (“FY11”)(Cont'd)*

The strong pre-tax profit in FY12 included a one-off gain on disposal of subsidiary companies of RM857.69 million and a write-back of allowance for impairment losses on investments and loans, advances and financing of RM13.46 million under discontinued operations; and allowance for individual assessment of RM24.58 million provided for additional impairment losses based on the Group's policy and non-recurring costs of RM10.00 million under the continuing operations. While pre-tax profit for FY11 consists of impairment losses on investments of RM70.08 million and non-recurring operating costs of RM25.07 million under discontinued operations, there was a gain on revaluation of property of RM15.00 million under continuing operations.

For continuing operations, excluding the one-off gain on disposal of subsidiary companies, allowance for individual assessment and non-recurring costs, operating pre-tax profit would have been RM49.61 million in FY12 compared with RM11.36 million in FY11. The improvement was mainly due to the share of profits after tax and non-controlling interests of RHBC group, of RM32.91 million, higher income generated by capital financing business and net gain arising from revaluation and sales of securities which turned around from a net loss in FY11. Revenue from continuing operations also improved by 45% to RM41.85 million in FY12 compared with RM28.95 million in FY11 as a result of higher income generated by capital financing business and rental from the investment properties.

For discontinued operations, without the write-back of allowance for impairment losses, the pre-tax profit would have been RM101.47 million in FY12 compared with RM163.81 million in FY11, whilst revenue dropped by 15% or RM157.19 million from RM1.02 billion to RM865.24 million, largely due to shorter period of accounts consolidation in FY12 and more subdued capital markets in the regions in which the Group operated, which has led to lower gross brokerage fee income for the Group's Equities and Futures segment. Furthermore, the Group also incurred higher operating expenses, mainly due to increase in personnel costs arising from business expansion, including the strengthening of management and staff force.

In addition, owner-occupied properties that were recorded at cost less depreciation under property and equipment before completion of the disposal of subsidiary companies, have been transferred to investment properties due to change in use. These properties are measured at their fair values based on independent valuation at the date of transfer. A total gain of RM80.34 million is recognised in the statement of comprehensive income as a revaluation surplus within equity under continuing operations.

The profits attributable to owners of the Company have surged to RM944.92 million from RM52.75 million in FY11. This translates to earnings per share of 98.74 sen, up significantly from 5.62 sen in FY11. Consequently, the shareholders' funds of the Group as at 31 December 2012 have strengthened by 67% or RM984.73 million to RM2.45 billion from RM1.46 billion at the end of FY11, resulting in net assets per share up by 63% or RM0.97 to RM2.52 from RM1.55 a year ago.

The Board declared/recommended total dividends of 10.00 sen per share less 25% income tax (FY11: 4.5 sen per share less 25% income tax and distribution of one treasury share for every forty ordinary shares held), including the recommendation of the proposed final dividend of 2.5 sen per share, which is subject to Shareholders' approval at the forthcoming Annual General Meeting.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
B1. Performance analysis of the Group for the current quarter and year to date (Cont'd.)

(a) Current Year To Date ("FY12") compared with Preceding Year To Date ("FY11")(Cont'd)

(i) Performance analysis of the respective operating business segments for FY12 versus FY11:-

Profit before tax	Current year to date ended 31.12.2012			Preceding year to date ended 31.12.2011		
	Continuing Operations	Discontinued Operations	Total	Continuing Operations	Discontinued Operations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Investment holding	21,860	857,780	879,640	(5,138)	295	(4,843)
Property investment	9,809	-	9,809	25,179	-	25,179
Loans & financing	(8,255)	62,415	54,160	16,988	55,924	72,912
Investment banking	-	71,252	71,252	-	(9,341)	(9,341)
Equities & futures	-	(40,607)	(40,607)	-	896	896
Wealth management	-	10,490	10,490	-	5,537	5,537
Others	(12)	2,922	2,910	(9)	4,684	4,675
Eliminations	(8,369)	8,369	-	(10,664)	10,664	-
	15,033	972,621	987,654	26,356	68,659	95,015

- (1) **Investment holding** - This segment recognised pre-tax profit of RM879.64 million (FY11: pre-tax loss of RM4.84 million), signifying the Group's biggest profit contributor in FY12, boosted by the gain on the disposal of subsidiary companies of RM857.69 million as well as the share of profits of RHBC group of RM32.91 million.
- (2) **Property Investment** - This segment, which is solely contributed by the Group's continuing operations, reported a pre-tax profit of RM9.81 million in FY12 compared with RM25.18 million after having accounted for a one-off gain on revaluation of RM15.00 million in FY11. The profits were derived from rental in Malaysia. Also as mentioned above, the change in use from owner-occupied properties to investment properties requires that properties be measured at their fair values at the date of transfer; resulting in total revaluation gain of RM80.34 million recognised in the statement of comprehensive income as a revaluation surplus within equity.
- (3) **Loans and Financing** - This segment reported a pre-tax profit of RM54.16 million (FY11: RM72.91 million), representing the Group's third largest profit contributor, which consists of pre-tax profit of RM62.42 million (FY11: RM55.92 million) from discontinued operations; and pre-tax loss of RM8.26 million (FY11: pre-tax profit of RM16.99 million) from continuing operations including the one-off allowance for individual assessment of RM24.58 million. Operationally, without the one-off allowance, this segment would have reported a pre-tax profit of RM78.74 million, increased by 8% or RM5.83 million from RM72.91 million in FY11. The improvement was mainly due to loan growth in Malaysia and Cambodia, with a steady growth in customer deposits, notwithstanding the collective impairment allowance set aside for loan growth.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

B1. Performance analysis of the Group for the current quarter and year to date (Cont'd.)

(a) Current Year To Date (“FY12”) compared with Preceding Year To Date (“FY11”)(Cont'd)

(i) Performance analysis of the respective operating business segments for FY12 versus FY11:-(Cont'd)

- (4) **Investment Banking** - This segment, which comprises only discontinued operations, reported a pre-tax profit of RM71.25 million (FY11: pre-tax loss of RM9.34 million), which included a write back of RM12.71 million in impaired investments (FY11: impairment loss of RM70.08 million), resulted in this segment becoming the Group’s second biggest profit contributor. Excluding the write-back and impairment loss, the Derivatives and Structured Products and Treasury businesses remained the Group’s main profit contributors of this segment, followed by Corporate Advisory. Meanwhile, the Islamic Banking Operations remained profitable while Capital Markets reported loss due to more subdued capital market activities in the region.
- (5) **Equities and Futures** - This segment, which comprises only discontinued operations, recorded a pre-tax loss of RM40.61 million in FY12 versus a pre-tax profit of RM0.90 million in FY11, primarily due to a decline in gross brokerage fee income caused by uncertainties in the external environment as well as softening regional market sentiment, which dampened trading turnover. This was aggravated in part by the start-up costs incurred by the Group's new branches in Thailand and Indonesia as well as the shorter period of accounts consolidation up to the completion date of the disposal of subsidiary companies.
- (6) **Wealth Management** - The pre-tax profit of this segment, which consists of only discontinued operations, improved close to two-fold to RM10.49 million in FY12 from RM5.54 million in FY11. This significant improvement was mainly attributed to higher fees earned by the Group's domestic Unit Trust Fund Management business and trustee companies.
- (7) **Others** - These represent the profits and losses relating to miscellaneous businesses.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
B1. Performance analysis of the Group for the current quarter and year to date (Cont'd.)

(a) Current Year To Date ("FY12") compared with Preceding Year To Date ("FY11")(Cont'd)

(ii) Performance analysis of the respective operating geographical segments for FY12 versus FY11:-

Profit before tax	Current year to date ended 31.12.2012			Preceding year to date ended 31.12.2011		
	Continuing Operations	Discontinued Operations	Total	Continuing Operations	Discontinued Operations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Domestic</u>						
Malaysia	15,033	973,798	988,831	26,356	46,857	73,213
<u>Foreign countries</u>						
Singapore	-	18,212	18,212	-	30,013	30,013
China & Hong Kong	-	(12,554)	(12,554)	-	(11,037)	(11,037)
Indonesia	-	(2,025)	(2,025)	-	5,970	5,970
Cambodia	-	2,062	2,062	-	(3,827)	(3,827)
Thailand	-	(6,872)	(6,872)	-	683	683
	-	(1,177)	(1,177)	-	21,802	21,802
	15,033	972,621	987,654	26,356	68,659	95,015

(1) **Domestic** - The pre-tax profit from Malaysia increased by RM915.62 million to RM988.83 million in FY12 compared with RM73.21 million in FY11. The continuing operations contributed 2% or RM15.03 million (FY11: RM26.36 million), while the discontinued operations generated 98% or RM973.80 million (FY11: RM46.86 million) of the domestic segment's profits. The better profits were mainly boosted by gain on the disposal of subsidiary companies and share of profits of RHBC group from the investment holding segment which is partly offset by the one-off items as mentioned above.

For continuing operations, property investment companies reported a stable pre-tax contribution of RM9.81 million (FY11: RM10.18 million, excluding the revaluation gain of RM15.00 million); the investment holding segment contributed a profit of RM21.86 million (FY11: a loss of RM5.14 million); and the capital financing business recorded a pre-tax loss of RM8.26 million (FY11: pre-tax profit of RM16.99 million) including a one-off impairment loss on loans, advances and financing of RM24.58 million made for additional impairment losses based on the Group's policy. The discontinued operations, excluding the gain on the disposal of subsidiary companies, OSKIB contributed pre-tax profit of RM83.74 million (FY11: RM10.53 million) of the Group's domestic pre-tax profits. OSK-UOB Investment Management Berhad ("OUIM"), which is involved in the management of unit trusts, with RM14.71 million (FY11: RM16.46 million). Other business entities including trustee companies also contributed positively to the results of the Group.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

B1. Performance analysis of the Group for the current quarter and year to date (Cont'd.)

(a) Current Year To Date (“FY12”) compared with Preceding Year To Date (“FY11”)(Cont'd)

(ii) Performance analysis of the respective operating geographical segments for FY12 versus FY11:- (Cont'd)

- (2) Foreign Countries** - The Group's overseas subsidiaries, representing part of the discontinued operations, recorded a pre-tax loss of RM1.18 million (FY11: pre-tax profit of RM21.80 million). The weaker performance was mainly due to the drop in market turnover and higher operating expenses arising from business expansion of the Group's newly acquired subsidiaries in the second half of 2011 as well as a shorter period up to the completion date of the disposal of subsidiary companies in FY12.

The Singapore operations, which encompass the Equities, Shares Margin Financing, Corporate Advisory and Fund Management businesses, remained the main profit contributor, albeit reporting a lower pre-tax profit of RM18.21 million (FY11: RM30.01 million) owing to lower trading values. Cambodia, which mainly comprises a relatively young commercial bank and a newly set-up securities firm, emerged as the second largest profit contributor in the overseas segment as it turned around with a pre-tax profit of RM2.06 million in FY12 from a pre-tax loss of RM3.83 million in FY11, as a result of continued loan growth strategy.

Indonesia, which is involved in the businesses of Equities, Shares Margin Financing, Corporate Advisory and Asset Management, reported a pre-tax loss of RM2.03 million (FY11: pre-tax profit of RM5.97 million). The current year's operating loss was mainly due to lower trading value and additional expenses incurred by its newly opened branches. OSK Securities (Thailand) Public Company Limited, acquired on 21 July 2011, reported a pre-tax loss of RM6.87 million in FY12 as the Group's investments in strengthening its operating platform and staff force led to higher operating costs. Meanwhile, the pre-tax losses at the Group's China and Hong Kong entities widened to RM12.55 million in FY12 from a pre-tax loss of RM11.04 million in FY11, mainly due to lower brokerage and shares margin income generated in FY12.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

B1. Performance analysis of the Group for the current quarter and year to date (Cont'd.)

(b) Current Quarter (“4Q12”) compared with Comparative Quarter of Preceding Year (“4Q11”)

On a quarter-to-quarter basis, the Group attained pre-tax profit of RM864.14 million in 4Q12 which turned around from a pre-tax loss of RM48.83 million in 4Q11, albeit at a lower revenue of RM92.46 million versus RM216.18 million posted in 4Q11 from both its continuing and discontinued operations. The financial results of discontinued operations in 4Q12 only covered the period 1 October 2012 up to 9 November 2012, the completion date of the disposal of subsidiary companies.

The strong performance by the Group was mainly contributed by a gain on the disposal of subsidiary companies amounting to RM857.69 million under discontinued operations and the share of profits of RHBC group amounting to RM32.91 million under continuing operations. Excluding the gain on disposal of subsidiary companies, allowance for individual assessment of RM23.81 million provided for additional impairment losses based on the Group's policy and non-recurring costs of RM10.00 million whereby the Group would have recorded pre-tax profit of RM40.26 million in 4Q12. (4Q11: pre-tax loss of RM1.24 million, which excluded the one-off impairment loss on investments of RM62.58 million and gain on revaluation of investment property of RM15.00 million).

The Group's net interest income from continuing operations increased by 61% or RM1.21 million to RM3.19 million in 4Q12 from RM1.97 million in 4Q11, with net interest margin improving to 57% (4Q11: 49%) mainly from loans, advances and financing segment. Additionally, without the gain on revaluation of a property of RM15.00 million in 4Q11, the Group's non-interest income from continuing operations also grew 175% or RM3.45 million to RM5.43 million in 4Q12 from RM1.97 million in 4Q11. The improvement in operating results was mainly due to the combined effects of higher rental income in 4Q12 and a gain arising from revaluation of securities in 4Q12 compared with a loss in 4Q11.

Accordingly, the profits attributable to owners of the Company have registered its record at RM869.95 million in 4Q12 compared with a loss of RM30.28 million in 4Q11. This translates to impressive earnings per share of 89.83 sen compared with loss per share of 3.22 sen in 4Q11.

B2. Current Quarter (“4Q12”) compared with Immediate Preceding Quarter (“3Q12”)

The Group registered a significant growth in pre-tax profit to RM864.14 million 4Q12 from RM39.71 million in 3Q12, attributed to both continuing and discontinued operations. The large part of the growth in pre-tax profit came from the gain arising from the disposal of subsidiary companies which completed in the current quarter and the share of profits of RHBC group as well as shorter period for accounts consolidation of discontinued operations.

Operation-wise, excluding the gain on disposal of subsidiary companies of RM857.69 million, additional impairment loss on the individual assessment on loans of RM23.81 million and non-recurring costs of RM10.00 million in 4Q12, the Group would have reported a pre-tax profit of RM40.26 million when compared RM39.71 million in 3Q12.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

B3. Current year prospects and progress on previously announced revenue or profit forecast

(a) Prospects for 2013

In 2013, the global economic outlook is expected to remain uncertain with growth estimated at a moderate level as the Eurozone debt crisis remains unresolved despite the US economy having improved moderately; while the growth of the Malaysian economy is expected to be in the region of 5%, given the resilience displayed by the economy largely driven by the domestic segment.

Subsequent to the completion of the disposal of subsidiary companies as disclosed in Note A23, the Group will focus on the development and future growth of its existing businesses and expect profitability to be driven primarily by the equity accounting of profits from its equity interest in RHBC group, the capital financing business under OSK Capital Sdn Bhd, rental income from existing investment properties under Ke-Zan Holdings Berhad and property investment activities under OSK Realty Sdn Bhd.

Prospects by Business Segments for 2013

Investment Holding - The Board envisages that the Group will be able to enjoy steady profit contribution from its equity stake in RHBC group in view of the earnings from RHB Capital Berhad's commercial banking operations which is less volatile and the favourable prospects of the merged investment bank. The merged investment bank will potentially be one of the largest investment banks in Malaysia with a strong position in mergers and acquisitions, brokerage, equity capital markets and debt capital market business with regional operations.

Loans and Financing - The Group remains committed to expand and widen the loan base of capital financing and continues to grow. The growth of the capital financing business will continue to depend on the Group's ability to exploit its business opportunities.

Property Investment - This business in Malaysia generates a stable income stream. The Group will continue to explore and evaluate investment opportunities and improve the performance of the existing assets held.

The Board is confident that the Group will perform satisfactorily in 2013 despite the prevailing challenging global economic environment.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
B3. Current year prospects and progress on previously announced revenue or profit forecast (Cont'd.)
(b) Progress and steps to achieve revenue or profit estimate, forecast, projection and internal targets previously announced

The Company has not announced any revenue or profit forecasts.

B4. Statement of the Board of Directors' opinion on achievability of revenue or profit estimate, forecast, projection and internal targets previously announced

There were no revenue or profit forecast announced by the Company.

B5. Profit forecast/profit guarantee

There were no profit forecast or profit guarantee issued by the Company.

B6. Income tax expense

	Continuing Operations		Discontinued Operations		Total	
	Current quarter ended 31.12.2012	Current year to date ended 31.12.2012	Current quarter ended 31.12.2012	Current year to date ended 31.12.2012	Current quarter ended 31.12.2012	Current year to date ended 31.12.2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current period						
- Zakat	-	-	(8)	(115)	(8)	(115)
- Malaysian income tax	3,882	(3,107)	1,450	(24,580)	5,332	(27,687)
- Foreign income tax	-	-	(350)	(1,995)	(350)	(1,995)
	<u>3,882</u>	<u>(3,107)</u>	<u>1,092</u>	<u>(26,690)</u>	<u>4,974</u>	<u>(29,797)</u>
Prior year:						
- Malaysian income tax	(268)	(208)	358	(925)	90	(1,133)
- Foreign income tax	-	-	76	308	76	308
	<u>(268)</u>	<u>(208)</u>	<u>434</u>	<u>(617)</u>	<u>166</u>	<u>(825)</u>
Deferred taxation	2,871	2,815	(1,205)	(2,469)	1,666	346
Income tax expense	<u>6,485</u>	<u>(500)</u>	<u>321</u>	<u>(29,776)</u>	<u>6,806</u>	<u>(30,276)</u>

The effective tax rate for the current year to date is lower than the statutory tax rate of 25% mainly due to certain income/gain which are not subject to tax.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012**B7. Status of corporate proposals and utilisation of proceeds**

- (a) **Status of corporate proposals announced but not completed as at 23 February 2013 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report)**

There were no outstanding corporate proposals announced but not completed.

- (b) **The status of utilisation of proceeds raised by the Company**

The proceeds arising from the disposal of subsidiary companies as disclosed in Note A23 were utilised as follows:

<u>Purpose</u>	<u>Proposed Utilisation RM'000</u>	<u>Actual Utilisation RM'000</u>	<u>Deviation RM'000</u>
Expenses incurred for disposal	20,000	19,333	667
Working capital	202,700	203,367	(667)
	<u>222,700</u>	<u>222,700</u>	<u>-</u>

The excess of proposed utilisation on expenses in relation to the disposal is transferred to working capital utilisation. The working capital utilisation includes repayment of certain short-term borrowings of the Group.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012**B8. Borrowings and debt securities as at the end of the reporting period**

The Group's borrowings and debt securities denominated in RM at the end of the current year to date are as follows:-

	RM'000
Short term borrowings - Unsecured	
Revolving credits	<u>156,650</u>

B9. Material litigations

As at 23 February 2013 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report), the Group was not engaged in any material litigation either as plaintiff or defendant and the directors are not aware of any proceedings pending or threatened against the Group or any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business operations of the Group.

B10. Dividends

- (a) The Board of Directors recommends a final dividend of 2.5 sen per share less 25% income tax (2011: 2.0 sen per share less 25% income tax and a distribution of one (1) treasury share for every forty (40) ordinary shares held). The proposed dividend is subject to Shareholders' approval at the forthcoming Annual General Meeting. The entitlement date to the final dividends shall be determined by the Board of Directors.
- (b) A first interim dividend of 2.5 sen per share less 25% income tax in respect of the current year was paid on 18 September 2012 (2011: Interim 2.5 sen per share less 25% income tax).
- (c) A second interim dividend of 5.0 sen per share less 25% income tax in respect of the current year was paid on 20 December 2012.

Total dividends for the year under review is 10.0 sen per share less 25% income tax (2011: 4.5 sen per share less 25% income tax and one (1) treasury share for every forty (40) ordinary shares held).

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
B11. Earnings Per Share (“EPS”) attributable to owners of the Company

	Current quarter ended 31.12.2012	Comparative quarter ended 31.12.2011	Current year to date ended 31.12.2012	Preceding year to date ended 31.12.2011
<u>Basic</u>				
Profit attributable to owners of the Company (RM'000):				
- Continuing Operations	9,912	14,143	14,533	21,302
- Discontinuing Operations	860,041	(44,427)	930,392	31,449
	869,953	(30,284)	944,925	52,751
Weighted average number of ordinary shares in issue ('000 shares)	968,394	939,730	956,995	939,130
<u>Basic EPS (sen)</u>				
Continuing operations	1.02	1.51	1.52	2.27
Discontinued operations	88.81	(4.73)	97.22	3.35
Total	89.83	(3.22)	98.74	5.62
<u>Diluted</u>				
Profit attributable to owners of the Company (RM'000):				
- Continuing Operations	9,912	14,143	14,533	21,302
- Discontinuing Operations	860,041	(44,427)	930,392	31,449
	869,953	(30,284)	944,925	52,751
Weighted average number of ordinary shares in issue ('000 shares)	968,394	939,730	956,995	939,130
Effect of dilution on assumed exercise of options granted under ESOS ('000 shares)	-	1,562	-	2,015
Adjusted weighted average number of ordinary shares in issue and issuable ('000 shares)	968,394	941,292	956,995	941,145
<u>Diluted EPS (sen)</u>				
Continuing operations	1.02	1.50	1.52	2.26
Discontinued operations	88.81	(4.72)	97.22	3.34
Total	89.83	(3.22)	98.74	5.60

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012**B12. Auditors' report of preceding annual financial statements**

The auditors' report of the Group's preceding year's financial statements was not qualified.

B13. Realised and Unrealised Profits

On 25 March 2010, Bursa Malaysia Securities Berhad ("Bursa Malaysia") issued a directive to all listed issuers pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the unappropriated profits or accumulated losses as at the reporting date, into realised and unrealised profits or losses. On 20 December 2010, Bursa Malaysia further issued a guidance on the disclosure and the format required.

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

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

Based on the above criteria, the breakdown of retained profits of the Group as at the reporting date is as follows:

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000
Total retained profits of the Company and its subsidiary companies		
- Realised	1,381,391	214,042
- Unrealised	102,316	179,349
	1,483,707	393,391
Total share of retained profits from associated companies		
- Realised	39,878	11,432
- Unrealised	-	-
	1,523,585	404,823
Less : Consolidation adjustments	(127,634)	(94,805)
	1,395,951	310,018

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

B14. Specific disclosures

All the income and expenses as specifically required to be included in the consolidated income statements and statements of comprehensive income have been disclosed in the statements or in the respective notes to the statements, other than allowance for and write off of inventories and exceptional items which are not applicable to the Group.

By Order of the Board

Tan Sri Ong Leong Huat
Chief Executive Officer / Group Managing Director

Kuala Lumpur
28 February 2013

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012**A20. Segmental information**

For management purposes, the Group is organised into the following major business segments based on products and services, which are regularly provided to and reviewed by the chief operating decision makers:

- | | |
|------------------------|---|
| 1. Investment Banking | - Equities and Debt Capital Market, Derivatives and Structured Products, Corporate Advisory, Treasury, Islamic Banking and Labuan Investment Banking. |
| 2. Loans & Financing | - Corporate Loans, Shares Margin Financing, Capital Financing and Commercial Banking Services. |
| 3. Equities & Futures | - Stockbroking & Futures Broking, Nominee Services and related services. |
| 4. Wealth Management | - Unit Trust Fund Management, Islamic Funds Services, Wills and Trustee Services and Asset Management. |
| 5. Property Investment | - Management and Letting of Properties. |
| 6. Investment Holding | - Investment Holding Companies. |
| 7. Others | - Online trading platform for equities business and other insignificant activities. |

Segment revenue and results include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

The inter-segment transactions have been entered into in the ordinary course of business at terms mutually agreed between the segments concerned and are not more favourable than those arranged with independent third parties and have been eliminated to arrive at the Group's results.

The segmental information for both current and preceeding year to date have been re-presented due to the adoption of MFRS 5. The major business segments of continuing operations consist of Loans and Financing, Property Investment, Investment Holding and others, which are regularly provided to and reviewed by the different operating decision makers.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A20. Segmental information (Cont'd)
Geographical Segments

The Group operated in six geographical locations: Malaysia (Domestic), Singapore, China and Hong Kong, Indonesia, Cambodia and Thailand up to the date of disposal of subsidiary companies. Thereafter, the Group operates in Malaysia only. Revenue is based on geographical locations of business operations. Non-current assets are presented based on the geographical location of assets, which consist of Investments in associated companies and jointly controlled entity, Investment property, Properties and equipment and Intangible assets.

	Continuing Operations	Discontinued Operations							Conso-lidated	Adjustments for Discontinued Operations	Adjusted	
	Domestic	Domestic	Foreign Countries					Total				
	Malaysia	Malaysia	Singapore	China and Hong Kong	Indonesia	Cambodia	Thailand					Sub-total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
CURRENT YEAR TO DATE ENDED 31.12.2012												
Revenue	41,849	637,905	122,048	25,435	40,859	19,830	19,163	227,335	865,240	907,089	(865,240)	41,849
Profit/(loss) before tax	15,033	973,798	18,212	(12,554)	(2,025)	2,062	(6,872)	(1,177)	972,621	987,654	(972,621)	15,033
Non-current assets as at 31.12.2012	2,263,553	-	-	-	-	-	-	-	-	2,263,553	-	2,263,553
PRECEDING YEAR TO DATE ENDED 31.12.2011												
Revenue	28,954	734,992	146,178	52,287	63,596	15,853	9,524	287,438	1,022,430	1,051,384	(1,022,430)	28,954
Profit/(loss) before tax	26,356	46,857	30,013	(11,037)	5,970	(3,827)	683	21,802	68,659	95,015	(68,659)	26,356
Non-current assets as at 31.12.2011	277,430	285,830	11,288	4,453	6,235	15,750	3,199	40,925	326,755	604,185	-	604,185

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012
A24. Commitments and contingencies

The risk weighted exposures of the Group, which solely in relation to discontinued operations, as at reporting dates are as follows:

	As at 31.12.2011			As at 1.1.2011		
	Principal amount	Credit equivalent*	Risk weighted*	Principal amount	Credit equivalent*	Risk weighted*
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Obligations under underwriting agreements	-	-	-	24,731	12,365	12,365
Irrevocable commitments to extend credit:						
- maturity not exceeding one year	1,699,221	-	-	1,352,610	-	-
- maturity exceeding one year	106,298	53,149	53,149	133,640	66,820	66,820
Foreign exchange related contracts:						
- less than one year	166,916	48,813	9,762	771,882	358,683	71,736
Interest rate related contracts:						
- one year to less than five years	1,966,290	84,936	16,987	885,973	79,270	15,854
	3,938,725	186,898	79,898	3,168,836	517,138	166,775

* The credit equivalent amount and risk weighted amount are arrived at using the credit evaluation conversion factor as per Bank Negara Malaysia's Guidelines.

OSKIB had adopted the Standardised Approach for credit risk and market risk and the Basic Indicator Approach for operational risk computation.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

(Page 1 of 6)

A25. Interest/profit rate risk

	Non-trading book					Non-interest sensitive	Trading book	Total	Effective interest rate
	Up to 1 month	>1-3 months	>3-12 months	>1-5 years	Over 5 years				
As at 31.12.2012	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
ASSETS									
Cash and short term funds	22	-	-	-	-	753	-	775	2.95
Securities held-for-trading	-	-	-	-	-	-	26,031	26,031	-
Securities available-for-sale	-	-	-	-	-	165	-	165	-
Loans, advances and financing									
- Non-impaired	33,991	86,009	118,016	62,025	-	-	-	300,041	8.50
- Impaired	-	-	-	-	-	13,322	-	13,322	-
Trade receivables	-	-	-	-	-	673	-	673	-
Other assets	-	-	-	-	-	9,498	-	9,498	-
Other non-interest sensitive assets	-	-	-	-	-	2,275,759	-	2,275,759	-
Total Assets	34,013	86,009	118,016	62,025	-	2,300,170	26,031	2,626,264	

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

(Page 2 of 6)

A25. Interest/profit rate risk (Cont'd)

	Non-trading book						Trading book	Total	Effective interest rate
	Up to 1 month	>1-3 months	>3-12 months	>1-5 years	Over 5 years	Non-interest sensitive			
As at 31.12.2012 (Cont'd)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
LIABILITIES									
Borrowings	156,650	-	-	-	-	-	-	156,650	4.34
Other non-interest sensitive liabilities	-	-	-	-	-	24,497	-	24,497	-
Total Liabilities	156,650	-	-	-	-	24,497	-	181,147	
Equity attributable to owners of the Company	-	-	-	-	-	2,445,117	-	2,445,117	
Total Equity	-	-	-	-	-	2,445,117	-	2,445,117	
Total Liabilities and Equity	156,650	-	-	-	-	2,469,614	-	2,626,264	
On-balance sheet interest sensitivity gap	(122,637)	86,009	118,016	62,025	-	(169,444)	26,031	-	
Off-balance sheet interest sensitivity gap	-	-	-	-	-	-	-	-	
Total Interest Sensitivity Gap	(122,637)	86,009	118,016	62,025	-	(169,444)	26,031	-	
Cumulative interest rate sensitivity gap	(122,637)	(36,628)	81,388	143,413	143,413	(26,031)	-	-	

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

(Page 3 of 6)

A25. Interest/profit rate risk (Cont'd)

As at 31.12.2011	Non-trading book					Non-interest sensitive	Trading book	Total	Effective interest rate
	Up to 1 month	>1-3 months	>3-12 months	>1-5 years	Over 5 years				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
ASSETS									
Cash and short term funds	945,547	6,354	7,172	-	-	428,080	-	1,387,153	3.16
Deposits and placements with a bank	-	50,000	-	-	-	-	-	50,000	3.20
Securities held-for-trading	-	-	-	-	-	-	313,340	313,340	-
Securities held-to-maturity	-	89,514	67,491	236,965	245,926	-	-	639,896	3.40
Securities available-for-sale	168,196	318,801	231,790	1,270,137	1,186,471	55,395	-	3,230,790	3.70
Derivative financial assets *	-	-	-	-	-	8,401	-	8,401	-
Loans, advances and financing									
- Non-impaired	457,889	111,556	692,807	284,514	103,557	-	-	1,650,323	8.37
- Impaired	-	-	-	-	-	5,035	-	5,035	-
Trade receivables	33,512	-	-	-	-	1,430,628	-	1,464,140	2.11
Statutory deposits with Central Banks	-	-	-	-	33,724	179,610	-	213,334	0.07
Other assets	-	100	100	-	-	121,262	-	121,462	3.36
Other non-interest sensitive assets	-	-	-	-	-	623,629	-	623,629	-
Total Assets	1,605,144	576,325	999,360	1,791,616	1,569,678	2,852,040	313,340	9,707,503	

* Interest rate exposure of interest rate swaps classified as derivative financial assets/liabilities is disclosed under off-balance sheet interest sensitivity gap on the following page.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

(Page 4 of 6)

A25. Interest/profit rate risk (Cont'd)

As at 31.12.2011 (Cont'd)	Non-trading book					Non-interest sensitive	Trading book	Total	Effective interest rate
	Up to 1 month	>1-3 months	>3-12 months	>1-5 years	Over 5 years				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
LIABILITIES									
Deposits from customers	2,854,656	685,679	1,109,726	47,832	-	42,022	-	4,739,915	3.46
Deposits and placements of banks and other financial institutions	271,768	333,187	53,794	-	-	-	-	658,749	3.07
Obligations on securities sold under repurchase agreements	147,253	17,980	125,850	-	-	-	-	291,083	0.07
Derivative financial liabilities *	-	-	-	-	-	108,867	-	108,867	-
Trade payables	-	-	-	-	-	1,287,089	-	1,287,089	-
Borrowings	238,996	-	121	-	-	-	-	239,117	3.90
Subordinated notes	-	-	-	-	400,000	-	-	400,000	6.86
Other non-interest sensitive liabilities	-	-	-	-	-	221,109	-	221,109	-
Total Liabilities	3,512,673	1,036,846	1,289,491	47,832	400,000	1,659,087	-	7,945,929	
Equity attributable to owners of the Company	-	-	-	-	-	1,460,386	-	1,460,386	
Non-controlling interests	-	-	-	-	-	301,188	-	301,188	
Total Equity	-	-	-	-	-	1,761,574	-	1,761,574	
Total Liabilities and Equity	3,512,673	1,036,846	1,289,491	47,832	400,000	3,420,661	-	9,707,503	
On-balance sheet interest sensitivity gap	(1,907,529)	(460,521)	(290,131)	1,743,784	1,169,678	(568,621)	313,340	-	
Off-balance sheet interest sensitivity gap	-	-	585,000	525,000	-	-	-	1,110,000	
Total Interest Sensitivity Gap	(1,907,529)	(460,521)	294,869	2,268,784	1,169,678	(568,621)	313,340	1,110,000	
Cumulative interest rate sensitivity gap	(1,907,529)	(2,368,050)	(2,073,181)	195,603	1,365,281	796,660	1,110,000	1,110,000	

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

(Page 5 of 6)

A25. Interest/profit rate risk (Cont'd)

	Non-trading book					Non-interest sensitive	Trading book	Total	Effective interest rate
	Up to 1 month	>1-3 months	>3-12 months	>1-5 years	Over 5 years				
As at 1.1.2011	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
ASSETS									
Cash and short term funds	383,732	28,241	2,971	-	-	284,151	-	699,095	2.47
Securities purchased under resale agreements	59,886	-	-	-	-	51,600	-	111,486	2.77
Securities held-for-trading	-	-	-	-	-	-	648,996	648,996	-
Securities held-to-maturity	60,000	59,789	108,634	306,795	127,209	-	-	662,427	4.44
Securities available-for-sale	315,068	245,107	387,851	1,449,709	368,694	29,437	-	2,795,866	4.07
Derivative financial assets *	-	-	-	-	-	90,297	-	90,297	-
Loans, advances and financing									
- Non-impaired	551,649	129,554	338,243	282,770	46,355	-	-	1,348,571	8.76
- Impaired	-	-	-	-	-	11,986	-	11,986	-
Trade receivables	31,374	-	-	-	-	1,965,949	-	1,997,323	1.88
Statutory deposits with Central Banks	-	-	-	-	24,468	45,210	-	69,678	0.15
Other assets	-	-	100	-	-	96,136	-	96,236	3.15
Other non-interest sensitive assets	-	-	-	-	-	570,886	-	570,886	-
Total Assets	1,401,709	462,691	837,799	2,039,274	566,726	3,145,652	648,996	9,102,847	

* Interest rate exposure of interest rate swaps classified as derivative financial assets/liabilities is disclosed under off-balance sheet interest sensitivity gap on the following page.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

(Page 6 of 6)

A25. Interest/profit rate risk (Cont'd)

As at 1.1.2011 (Cont'd)	Non-trading book						Trading book	Total	Effective interest rate
	Up to 1 month	>1-3 months	>3-12 months	>1-5 years	Over 5 years	Non-interest sensitive			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
LIABILITIES									
Deposits from customers	2,202,316	1,034,555	616,665	21,995	-	8,857	-	3,884,388	3.07
Deposits and placements of banks and other financial institutions	304,357	145,193	220,136	-	-	83	-	669,769	3.09
Derivative financial liabilities *	-	-	-	-	-	149,749	-	149,749	-
Trade payables	-	-	-	-	-	1,746,928	-	1,746,928	-
Borrowings	333,792	4,435	72,392	-	-	-	-	410,619	4.17
Subordinated notes	-	-	-	-	300,000	-	-	300,000	7.41
Other non-interest sensitive liabilities	-	-	-	-	-	237,932	-	237,932	-
Total Liabilities	2,840,465	1,184,183	909,193	21,995	300,000	2,143,549	-	7,399,385	
Equity attributable to owners of the Company	-	-	-	-	-	1,458,721	-	1,458,721	
Non-controlling interests	-	-	-	-	-	244,741	-	244,741	
Total Equity	-	-	-	-	-	1,703,462	-	1,703,462	
Total Liabilities and Equity	2,840,465	1,184,183	909,193	21,995	300,000	3,847,011	-	9,102,847	
On-balance sheet interest sensitivity gap	(1,438,756)	(721,492)	(71,394)	2,017,279	266,726	(701,359)	648,996	-	
Off-balance sheet interest sensitivity gap	-	-	505,145	289,940	53,961	-	-	849,046	
Total Interest Sensitivity Gap	(1,438,756)	(721,492)	433,751	2,307,219	320,687	(701,359)	648,996	849,046	
Cumulative interest rate sensitivity gap	(1,438,756)	(2,160,248)	(1,726,497)	580,722	901,409	200,050	849,046	849,046	