

LPI CAPITAL BHD

Condensed Consolidated Income Statements For The Quarter Ended 30 June 2008

	Current Quarter Ended 30.06.2008 RM'000	6 Months Cumulative To date 30.06.2008 RM'000	Current Quarter Ended 30.06.2007 RM'000	6 Months Cumulative To date 30.06.2007 RM'000
Revenue	144,308	329,870	137,785	291,394
Transfer from general insurance revenue account :-				
Underwriting surplus before management expenses	35,065	55,860	28,089	51,409
Management expenses	(16,670)	(33,065)	(14,978)	(30,427)
Underwriting surplus	18,395	22,795	13,111	20,982
Investment income	4,368	15,184	4,489	15,742
Other operating income / (expenses) - net	1,303	2,265	2,159	2,614
	24,066	40,244	19,759	39,338
Investment income	295	21,917	2,030	18,194
Management expenses	(125)	(545)	(78)	(473)
Operating profit	24,236	61,616	21,711	57,059
Share of profit/ (loss) after tax of equity accounted associated company	72	52	-	-
Profit before taxation	24,308	61,668	21,711	57,059
Tax expense	(6,402)	(16,347)	(6,500)	(16,020)
Net profit for the year	17,906	45,321	15,211	41,039
Attributable to:				
Equity holders of the parent	17,906	45,321	15,211	41,039
Earning per share (sen)				
- Basic	13.01	32.92	11.04	29.79
- Diluted	N/A	N/A	N/A	N/A

N/A - *Not Applicable.*

Note : The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2007.

LPI CAPITAL BHD

Condensed Consolidated Balance Sheets As At 30 June 2008

	As At 30.06.2008	As At 31.12.2007
	RM'000	RM'000
Assets		
Property and equipment	5,510	5,755
Investment properties	10,311	9,990
Investments	712,802	673,271
Investment in associate company	10,219	10,424
Loans (secured)	19,868	18,965
Trade and other receivables	83,587	68,029
Cash and cash equivalents	10,352	5,955
Total assets	<u>852,649</u>	<u>792,389</u>
Equity		
Share capital	138,723	138,723
Treasury shares	(8,601)	(8,590)
Reserves	204,995	239,868
Total equity attributable to equity holders of the parent	<u>335,117</u>	<u>370,001</u>
Liabilities		
Unearned premium reserves	186,572	169,792
Provision for outstanding claims	242,225	205,454
Trade and other payables	76,162	32,581
Taxation	12,573	14,561
Total liabilities	<u>517,532</u>	<u>422,388</u>
Total equity and liabilities	<u>852,649</u>	<u>792,389</u>

Note : The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 December 2007.

LPI CAPITAL BHD

Condensed Consolidated Statements Of Changes In Equity For The Quarter Ended 30 June 2008

	← Attributable to Equity Holders of the Parent →					
	Share Capital	Treasury Shares	Reserve Attributable to Capital	Reserve Attributable to Revenue	Retained Profits	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>6 Months Quarter Ended 30 June 2008</u>						
Balance at 1 January 2008	138,723	(8,590)	109,407	3,821	126,640	370,001
<u>Changes in equity for the 2nd quarter ended 30 June 2008</u>						
Currency translation differences	-	-	1,308	-	-	1,308
Net income recognised directly in equity	-	-	1,308	-	-	1,308
Net profit for the period	-	-	-	-	45,321	45,321
Total recognised income and expense for the period	-	-	1,308	-	45,321	46,629
Share buy back	-	(11)	-	-	-	(11)
Dividends distributed to equity holders	-	-	-	-	(81,502)	(81,502)
Balance as at 30 June 2008	<u>138,723</u>	<u>(8,601)</u>	<u>110,715</u>	<u>3,821</u>	<u>90,459</u>	<u>335,117</u>

Condensed Consolidated Statements Of Changes In Equity For The Quarter Ended 30 June 2008 - (continued)

	←	Attributable to Equity Holders of the Parent			→	
	Share Capital	Treasury Shares	Reserve Attributable to Capital	Reserve Attributable to Revenue	Retained Profits	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>6 Months Quarter Ended 30 June 2007</u>						
Balance at 1 January 2007	138,723	(5,709)	109,812	3,821	149,587	396,234
Change in accounting policy: - Deferred tax relating to adoption of FRS 140	-	-	-	-	14	14
Restated balance	<u>138,723</u>	<u>(5,709)</u>	<u>109,812</u>	<u>3,821</u>	<u>149,601</u>	<u>396,248</u>
<u>Changes in equity for the 2nd quarter ended 30 June 2007</u>						
Currency translation differences	-	-	(716)	-	-	(716)
Net loss recognised directly in equity	-	-	(716)	-	-	(716)
Net profit for the period	-	-	-	-	41,039	41,039
Total recognised income for the period	-	-	(716)	-	41,039	40,323
Share buy back	-	(1,689)	-	-	-	(1,689)
Dividends distributed to equity holders	-	-	-	-	(80,554)	(80,554)
Balance at 30 June 2007	<u><u>138,723</u></u>	<u><u>(7,398)</u></u>	<u><u>109,096</u></u>	<u><u>3,821</u></u>	<u><u>110,086</u></u>	<u><u>354,328</u></u>

Note : The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2007.

LPI CAPITAL BHD

Condensed Consolidated Cash Flow Statements For The Quarter Ended 30 June 2008

	6 Months Ended 30.06.2008	6 Months Ended 30.06.2007
	RM'000	RM'000
Profit before tax	61,668	57,059
Adjustment for non-cash flow :-		
Non-cash items	52,248	44,901
Non- operating items (which are investing/ financing)	(37,762)	(5,590)
Operating profit before working capital changes	<u>76,154</u>	<u>96,370</u>
Changes in working capital:-		
Net change in operating assets	(36,333)	(25,947)
Net change in operating liabilities	21,812	11,342
Non-operating items (which are investing/ financing)	<u>23,971</u>	<u>4,485</u>
Net cash generated from operating activities	<u>85,604</u>	<u>86,250</u>
Investing activities		
- Other investments	<u>(1,258)</u>	<u>(576)</u>
Net cash used in investing activities	<u>(1,258)</u>	<u>(576)</u>
Financing activities		
- Dividend paid	(81,502)	(80,554)
- Buy back of shares	<u>(11)</u>	<u>(1,689)</u>
Net cash used in financing activities	<u>(81,513)</u>	<u>(82,243)</u>
Net increase in cash and cash equivalents	2,833	3,431
Cash and cash equivalents at beginning of period	5,955	6,593
Foreign exchange differences on opening balances	1,564	(716)
Cash and cash equivalents at end of period	<u>10,352</u>	<u>9,308</u>

Note : The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2007.