

LPI CAPITAL BHD

Condensed Consolidated Income Statement For The Quarter Ended 31 March 2011

	Current Quarter Ended 31.03.2011 RM'000	3 Months Cumulative To date 31.03.2011 RM'000	Current Quarter Ended 31.03.2010 RM'000	3 Months Cumulative To date 31.03.2010 RM'000
Operating revenue	213,412	213,412	192,867	192,867
Gross written premiums	253,702	253,702	206,658	206,658
Change in unearned premiums provision	(65,915)	(65,915)	(42,204)	(42,204)
Gross earned premiums	187,787	187,787	164,454	164,454
Gross written premiums ceded to reinsurers	(99,615)	(99,615)	(75,984)	(75,984)
Change in unearned premiums provision	30,429	30,429	17,940	17,940
Premiums ceded to reinsurers	(69,186)	(69,186)	(58,044)	(58,044)
Net earned premiums	118,601	118,601	106,410	106,410
Investment income	25,541	25,541	28,325	28,325
Realised gains and losses	150	150	87	87
Fair value gains and losses	-	-	-	-
Commission income	14,213	14,213	12,835	12,835
Other operating income	712	712	481	481
Other income	40,616	40,616	41,728	41,728
Gross claims paid	(98,019)	(98,019)	(86,005)	(86,005)
Claims ceded to reinsurers	41,158	41,158	30,558	30,558
Gross change in contract liabilities	10,636	10,636	(242)	(242)
Change in contract liabilities ceded to reinsurers	(13,927)	(13,927)	1,725	1,725
Net claims incurred	(60,152)	(60,152)	(53,964)	(53,964)
Commission expense	(23,568)	(23,568)	(21,270)	(21,270)
Management expenses	(25,717)	(25,717)	(24,261)	(24,261)
Other expenses	(49,285)	(49,285)	(45,531)	(45,531)
Operating profit	49,780	49,780	48,643	48,643
Share of profit after tax of equity accounted associate	355	355	188	188
Profit before taxation	50,135	50,135	48,831	48,831
Tax expense	(11,509)	(11,509)	(10,509)	(10,509)
Net profit for the period	38,626	38,626	38,322	38,322
Earnings per share (sen)				
- Basic	17.54	17.54	17.86	17.86
- Diluted	N/A	N/A	N/A	N/A

N/A - *Not Applicable.*

Note : The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2010.

LPI CAPITAL BHD**Condensed Consolidated Statement of Comprehensive Income For The Quarter Ended 31 March 2011**

	Current Quarter Ended 31.03.2011 RM'000	3 Months Cumulative To date 31.03.2011 RM'000	Current Quarter Ended 31.03.2010 RM'000	3 Months Cumulative To date 31.03.2010 RM'000
Net profit for the period	38,626	38,626	38,322	38,322
Other comprehensive income				
Foreign currency translation differences for foreign operation	(681)	(681)	(2,063)	(2,063)
Net gain on fair value of available-for-sale financial assets	5,470	5,470	20,420	20,420
	4,789	4,789	18,357	18,357
Tax effect on net gain on fair value of available-for-sale financial assets	63	63	(238)	(238)
Other comprehensive income for the period, net of tax	4,852	4,852	18,119	18,119
Total comprehensive income for the period	43,478	43,478	56,441	56,441
Total profit attributable to:				
Equity holders of the parent	38,626	38,626	38,322	38,322
Total comprehensive income attributable to:				
Equity holders of the parent	43,478	43,478	56,441	56,441

Note : The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2010.

LPI CAPITAL BHD**Condensed Consolidated Statement Of Financial Position As At 31 March 2011**

	As At 31.03.2011	As At 31.12.2010
	RM'000	RM'000
Assets		
Plant and equipment	9,986	9,310
Investment properties	11,399	11,447
Investment in associate	11,847	11,975
Other investments	986,299	965,587
Available-for-sale financial assets	765,154	759,702
Held-to-maturity financial assets	221,145	205,885
Reinsurance assets	368,909	352,634
Loans and receivables, excluding insurance receivables	177,571	190,285
Insurance receivables	137,236	79,906
Deferred acquisition costs	25,086	25,244
Cash and cash equivalents	535,652	600,074
Total assets	2,263,985	2,246,462
Equity		
Share capital	221,324	221,324
Treasury shares, at cost	(8,628)	(8,628)
Reserves	891,903	947,546
Total equity	1,104,599	1,160,242
Liabilities		
Insurance contract liabilities	923,383	868,588
Deferred tax liabilities	950	1,008
Borrowings	37,000	52,880
Other financial liabilities	88,465	89,448
Insurance payables	91,701	56,068
Other payables	11,816	12,394
Tax payables	6,071	5,834
Total liabilities	1,159,386	1,086,220
Total equity and liabilities	2,263,985	2,246,462

Note :The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2010.

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Condensed Consolidated Statements Of Changes In Equity For The Quarter Ended 31 March 2011

	←----- Attributable to Equity Holders of the Parent ----->								
				←----- Non-distributable ----->			-----> Distributable		
	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Property revaluation reserve RM'000	Capital reserve RM'000	Foreign exchange reserve RM'000	Fair value reserve RM'000	Retained earnings RM'000	Total RM'000
<u>3 Months Quarter Ended 31 March 2011</u>									
Balance as at 1 January 2011	221,324	(8,628)	116,819	3,612	209	5,074	602,936	218,896	1,160,242
Total comprehensive income for the period	-	-	-	-	-	(681)	5,533	38,626	43,478
Dividends	-	-	-	-	-	-	-	(99,121)	(99,121)
Balance as at 31 March 2011	<u>221,324</u>	<u>(8,628)</u>	<u>116,819</u>	<u>3,612</u>	<u>209</u>	<u>4,393</u>	<u>608,469</u>	<u>158,401</u>	<u>1,104,599</u>
<u>3 Months Quarter Ended 31 March 2010</u>									
Balance as at 1 January 2010	138,723	(8,628)	104,635	3,612	209	7,130	503,449	151,543	900,673
Total comprehensive income for the period	-	-	-	-	-	(2,063)	20,182	38,322	56,441
Dividends	-	-	-	-	-	-	-	(56,788)	(56,788)
Balance as at 31 March 2010	<u>138,723</u>	<u>(8,628)</u>	<u>104,635</u>	<u>3,612</u>	<u>209</u>	<u>5,067</u>	<u>523,631</u>	<u>133,077</u>	<u>900,326</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 2010.

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Condensed Consolidated Cash Flow Statements For The Quarter Ended 31 March 2011

	3 Months Ended 31.03.2011	3 Months Ended 31.03.2010
	RM'000	RM'000
Profit before tax	50,135	48,831
Adjustment for non-cash flow :-		
Non-cash items	730	525
Non- operating items (which are investing/ financing)	(25,896)	(28,513)
Operating profit before working capital changes	<u>24,969</u>	<u>20,843</u>
Changes in working capital:-		
Net change in operating assets	(61,244)	(7,065)
Net change in operating liabilities	78,203	56,614
Non-operating items (which are investing/ financing)	<u>10,256</u>	<u>15,535</u>
Net cash generated from operating activities	<u>52,184</u>	<u>85,927</u>
Investing activities		
- Other investments	<u>(1,407)</u>	<u>(1,067)</u>
Net cash used in investing activities	<u>(1,407)</u>	<u>(1,067)</u>
Financing activities		
- Dividends paid to shareholders of the Company	(99,121)	(56,788)
- Borrowing	<u>(15,880)</u>	<u>-</u>
Net cash used in financing activities	<u>(115,001)</u>	<u>(56,788)</u>
Net (decrease) / increase in cash and cash equivalents	(64,224)	28,072
Cash and cash equivalents at beginning of year	600,074	221,413
Foreign exchange differences on opening balances	(198)	(1,650)
Cash and cash equivalents at end of period	<u>535,652</u>	<u>247,835</u>

Note : The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2010.