

BURSA MALAYSIA BERHAD (30632-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED 31 DECEMBER 2006

BURSA MALAYSIA BERHAD (30632-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THREE AND TWELVE MONTH PERIOD ENDED 31 DECEMBER 2006

	Note	3 months ended		12 months ended	
		31.12.2006	31.12.2005	31.12.2006	31.12.2005
		RM'000	RM'000	RM'000	RM'000
		audited	audited	audited	audited
			(restated)		(restated)
Operating revenue	10	75,294	44,317	262,118	192,285
Other income	11	9,442	13,087	39,825	65,344
		<u>84,736</u>	<u>57,404</u>	<u>301,943</u>	<u>257,629</u>
Staff costs		(21,900)	(15,182)	(77,696)	(71,164)
Depreciation and amortisation		(4,512)	(3,512)	(16,055)	(13,263)
Other operating expenses	12	(15,372)	(17,543)	(54,686)	(59,650)
Profit from operations		<u>42,952</u>	<u>21,167</u>	<u>153,506</u>	<u>113,552</u>
Finance costs		(162)	(127)	(593)	(333)
Profit before tax		<u>42,790</u>	<u>21,040</u>	<u>152,913</u>	<u>113,219</u>
Income tax expense	23	(14,204)	(5,514)	(44,004)	(32,311)
Profit for the period		<u>28,586</u>	<u>15,526</u>	<u>108,909</u>	<u>80,908</u>
Attributable to:					
Equity holders of the Company		28,586	14,619	108,105	76,971
Minority interest		-	907	804	3,937
		<u>28,586</u>	<u>15,526</u>	<u>108,909</u>	<u>80,908</u>
Earnings per share attributable to equity holders of the Company (sen):					
Basic	32(a)	5.5	2.9	20.9	15.9
Diluted	32(b)	<u>5.3</u>	<u>2.8</u>	<u>20.0</u>	<u>15.6</u>

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

BURSA MALAYSIA BERHAD (30632-P)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2006

	Note	As at 31.12.2006 RM'000 audited	As at 31.12.2005 RM'000 audited (restated)
ASSETS			
Non-current Assets			
Property, plant and equipment	14	325,341	335,391
Computer software		28,386	28,158
Goodwill		44,720	44,720
Other investments		95,772	92,197
Staff loans receivable		26,850	28,713
Deferred tax assets		706	1,219
		<u>521,775</u>	<u>530,398</u>
Current Assets			
Trade receivables		30,204	27,671
Other receivables		16,855	27,669
Tax recoverable		3,808	16,952
Short term investments		115,008	181,132
Cash and bank balances		719,773	413,624
		<u>885,648</u>	<u>667,048</u>
TOTAL ASSETS		<u>1,407,423</u>	<u>1,197,446</u>
EQUITY AND LIABILITIES			
Equity Attributable to Equity Holders of Company			
Share capital		259,801	256,530
Share premium		64,100	50,717
Other reserves		38,007	7,355
Retained earnings		447,515	568,449
		<u>809,423</u>	<u>883,051</u>
Minority Interest		-	21,432
Total Equity		<u>809,423</u>	<u>904,483</u>

BURSA MALAYSIA BERHAD (30632-P)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2006
(CONTD.)

	Note	As at 31.12.2006 RM'000 audited	As at 31.12.2005 RM'000 audited (restated)
EQUITY AND LIABILITIES (CONTD.)			
Non-current Liabilities			
Retirement benefit obligations		18,454	17,738
Deferred income		2,831	2,831
Long term borrowings	27	439	659
Long term liability	28	46,181	46,720
Deferred tax liability		4,541	2,144
		<u>72,446</u>	<u>70,092</u>
Current Liabilities			
Trade payables		436,625	150,121
Other payables		69,959	67,386
Clearing Guarantee Fund - trading clearing participants' contributions		8,549	-
Tax payable		10,201	5,144
Short term borrowings	27	220	220
		<u>525,554</u>	<u>222,871</u>
Total Liabilities		<u>598,000</u>	<u>292,963</u>
TOTAL EQUITY AND LIABILITIES		<u>1,407,423</u>	<u>1,197,446</u>
Net assets per share attributable to equity holders of the Company (RM)		<u>1.56</u>	<u>1.72</u>

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

BURSA MALAYSIA BERHAD (30632-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE TWELVE MONTH PERIOD ENDED 31 DECEMBER 2006

	Note	Attributable to equity holders of the Company						Minority interest	Total equity		
		Non-distributable			Distributable						
		Share capital	Share premium	Capital redemption reserve	Foreign currency exchange reserve	Share option reserve	Clearing Guarantee Fund reserve	Retained earnings	Total		
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2005		250,000	12,400	2,750	(13)	-	-	1,195,158	1,460,295	17,855	1,478,150
Bonus issue		1,083,000	(416,000)	-	-	-	-	(667,000)	-	-	-
Capital reduction		(1,166,000)	-	-	-	-	-	-	(1,166,000)	-	(1,166,000)
Issuance of ordinary shares:											
Pursuant to Initial Public Offering ("IPO")		83,000	438,448	-	-	-	-	-	521,448	-	521,448
Pursuant to the Employees' Share Option Scheme ("ESOS")		6,530	32,639	-	-	-	-	-	39,169	-	39,169
Issuance of preference shares by a subsidiary		-	200	-	-	-	-	-	200	-	200
Share issuance expenses		-	(16,970)	-	-	-	-	-	(16,970)	-	(16,970)
Share options granted under ESOS	2(a)	-	-	-	-	4,368	-	-	4,368	-	4,368
Transfer to capital redemption reserve		-	-	250	-	-	-	(250)	-	-	-
Dividends paid		-	-	-	-	-	-	(36,430)	(36,430)	(360)	(36,790)
Net profit for the year		-	-	-	-	-	-	76,971	76,971	3,937	80,908
At 31 December 2005 (restated)		256,530	50,717	3,000	(13)	4,368	-	568,449	883,051	21,432	904,483

BURSA MALAYSIA BERHAD (30632-P)
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE TWELVE MONTH PERIOD ENDED 31 DECEMBER 2006 (CONTD.)

	Note	Attributable to equity holders of the Company						Minority interest	Total equity		
		Non-distributable			Distributable						
		Share capital	Share premium	Capital redemption reserve	Foreign currency exchange reserve	Share option reserve	Clearing Guarantee Fund reserve	Retained earnings	Total		
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2006											
As previously stated		256,530	50,717	3,000	(13)	-	-	572,817	883,051	21,432	904,483
Prior year adjustment - effects of adopting FRS 2	2(a)	-	-	-	-	4,368	-	(4,368)	-	-	-
At 1 January 2006 (restated)		256,530	50,717	3,000	(13)	4,368	-	568,449	883,051	21,432	904,483
Issuance of ordinary shares pursuant to ESOS		3,271	13,383	-	-	-	-	-	16,654	-	16,654
Acquisition of remaining equity of an existing subsidiary	15(a)	-	-	2,250	-	-	-	(15,639)	(13,389)	(22,236)	(35,625)
Foreign currency translation, representing net expense recognised directly in equity		-	-	-	(499)	-	-	-	(499)	-	(499)
Share options granted under ESOS	2(a)	-	-	-	-	3,901	-	-	3,901	-	3,901
Transfer to Clearing Guarantee Fund from a wholly-owned subsidiary		-	-	-	-	-	25,000	(25,000)	-	-	-
Dividends paid	9	-	-	-	-	-	-	(188,400)	(188,400)	-	(188,400)
Net profit for the year		-	-	-	-	-	-	108,105	108,105	804	108,909
At 31 December 2006		259,801	64,100	5,250	(512)	8,269	25,000	447,515	809,423	-	809,423

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE TWELVE MONTH PERIOD ENDED 31 DECEMBER 2006 (CONTD.)

Note a

Clearing Guarantee Fund ("CGF")

On 1 July 2006, pursuant to the Rules of Bursa Malaysia Securities Clearing Sdn. Bhd. ("Bursa Securities Clearing"), a wholly-owned subsidiary of Bursa Malaysia Berhad, set up a CGF for securities clearing and settlement. The quantum of the CGF was set at RM100,000,000. The CGF comprises contributions from trading clearing participants ("TCPs") (15 per cent) and Bursa Securities Clearing (25 per cent), and other financial resources (currently in the form of a Standby Credit Facility from Bursa Malaysia Berhad) (60 per cent), as follows:

	As at 31.12.2006 RM'000
TCPs of Bursa Securities Clearing *	15,000
Bursa Securities Clearing	25,000
Standby Credit Facility from Bursa Malaysia Berhad	60,000
	<u>100,000</u>

* Contributions from TCPs of Bursa Securities Clearing, including accrued interest, are in the form of:

	As at 31.12.2006 RM'000
Cash	8,549
Bank guarantees	6,912
	<u>15,461</u>

Payments out of the CGF shall be applied in the following order of priority

- i. Contributions made by the TCP in default (if applicable);
- ii. Contributions made by all other non-defaulting TCPs and the amount contributed by Bursa Securities Clearing from its resources on a pro-rata basis according to the proportion contributed by the TCPs and Bursa Securities Clearing pursuant to the relevant rules of the CGF; and
- iii. Additional resources such as bank facilities and insurance policies secured.

BURSA MALAYSIA BERHAD (30632-P)
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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE TWELVE MONTH PERIOD ENDED 31 DECEMBER 2006

	12 months ended	
	31.12.2006	31.12.2005
Note	RM'000	RM'000
	audited	audited
		(restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	152,913	113,219
Adjustments for:		
Amortisation of computer software	382	93
Amortisation of goodwill	-	2,941
Amortisation of premium less accretion of discount	(40)	409
Depreciation	15,673	13,170
Interest expense	11	15
Interest income	(31,039)	(45,717)
Net gain on disposal of investments	(3,484)	(12,522)
Net gain on disposal of property, plant and equipment	(270)	(2,092)
Net loss on foreign exchange differences	14	-
Net provision for bad and doubtful debts	1,293	912
Property, plant and equipment written off	49	4
Provision for impairment loss on investments	139	-
Provision for impairment loss on property, plant and equipment	-	162
Provision for retirement benefits	2,979	2,756
Provision for short term accumulating compensating unutilised leave	281	394
Share options granted under ESOS	3,901	4,368
Operating profit before working capital changes	<u>142,802</u>	<u>78,112</u>
Decrease/(increase) in receivables	2,137	(3,662)
Increase in payables	297,351	33,606
Cash generated from operations	<u>442,290</u>	<u>108,056</u>
Retirement benefits paid	(2,263)	(15,985)
Interest paid	(11)	(15)
Taxes paid, net of refund	(22,890)	(29,088)
Net cash generated from operating activities	<u><u>417,126</u></u>	<u><u>62,968</u></u>

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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE TWELVE MONTH PERIOD ENDED 31 DECEMBER 2006 (CONTD.)

	Note	12 months ended	
		31.12.2006 RM'000 audited	31.12.2005 RM'000 audited (restated)
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of remaining equity of an existing subsidiary	15(a)	(35,625)	-
Interest received		33,273	54,314
Net staff loans repaid		6,788	7,617
Proceeds from disposal of investments, net of purchases		63,614	265,734
Purchases of property, plant and equipment, net of proceeds		(6,012)	(18,734)
Net cash generated from investing activities		<u>62,038</u>	<u>308,931</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Capital repayment		-	(1,117,229)
Dividends paid	9	(188,400)	(36,430)
Dividends paid to minority shareholders		-	(360)
IPO expenses		-	(16,815)
Preference shares issued		-	200
Proceeds from exercise of ESOS		16,654	39,169
Proceeds from subscription of IPO		-	472,677
Repayment of loan from Securities Commission		-	(13,505)
Repayment of borrowings and liability		(759)	(759)
Net cash used in financing activities		<u>(172,505)</u>	<u>(673,052)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		306,659	(301,153)
EFFECTS OF EXCHANGE RATE CHANGES		(510)	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		413,624	714,777
CASH AND CASH EQUIVALENTS AT END OF YEAR		<u>719,773</u>	<u>413,624</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE TWELVE MONTH PERIOD ENDED 31 DECEMBER 2006 (CONTD.)

	As at 31.12.2006 RM'000 audited	As at 31.12.2005 RM'000 audited
CASH AND CASH EQUIVALENTS COMPRISE:		
Short term deposits	711,410	407,287
Cash and bank balances	8,363	6,337
(a)	<u>719,773</u>	<u>413,624</u>

Note a

Included in cash and cash equivalents as at 31 December 2006 are the following:

(i) Cash collected by the following wholly-owned subsidiaries from:

	As at 31.12.2006 RM'000 audited	As at 31.12.2005 RM'000 audited
Clearing participants of Bursa Malaysia Derivatives Clearing Berhad ("Bursa Derivatives Clearing")	428,474	146,643
TCPs of Bursa Securities Clearing *	8,549	-
	<u>437,023</u>	<u>146,643</u>

* This amount can only be utilised in accordance to the conditions set out in Note (a) of the Condensed Consolidated Statement of Changes in Equity.

(ii) An amount of RM25,000,000 (2005: NIL) set aside in respect of Bursa Securities Clearing's contribution to the CGF.

(iii) An amount of RM14,014,000 (2005: RM21,836,000) which has been set aside to meet or secure the claims of creditors and certain lease payments pursuant to the High Court orders issued in relation to the reduction of capital of the Company.

(iv) Deposits of RM1,200,000 (2005: RM1,200,000) pledged with licensed banks by the Group and the Company for banking facilities granted.

BURSA MALAYSIA BERHAD (30632-P)
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1. BASIS OF PREPARATION

The interim financial statements have been prepared under the historical cost convention.

The interim financial statements are audited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2005. These explanatory notes attached to the interim financial statements 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 2005.

2. CHANGES IN ACCOUNTING POLICIES

2.1 ADOPTION OF NEW / REVISED FINANCIAL REPORTING STANDARDS

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2005 except for the adoption of the following new / revised Financial Reporting Standards ("FRS") effective for financial period beginning 1 January 2006:

FRS 2	Share-based Payment
FRS 3	Business Combinations
FRS 5	Non-current Asset Held for Sale and Discontinued Operations
FRS 101	Presentation of Financial Statements
FRS 102	Inventories
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 127	Consolidated and Separate Financial Statements
FRS 128	Investments in Associates
FRS 131	Interests in Joint Ventures
FRS 132	Financial Instruments: Disclosure and Presentation
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets
FRS 140	Investment Property

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2.1 ADOPTION OF NEW / REVISED FINANCIAL REPORTING STANDARDS (CONTD.)

The Group has not adopted the following FRSs which have effective dates as follows:

FRS	Effective for financial periods beginning on or after
FRS 117 Leases	1 October 2006
FRS 124 Related Party Transactions	1 October 2006
FRS 119 ₂₀₀₄ (Revised) Employee Benefits	1 January 2007
FRS 139 Financial Instruments: Recognition and Measurement	Effective date deferred

The adoption of the abovementioned FRSs does not result in significant changes in accounting policies of the Company, other than the changes discussed below:

(a) FRS 2: Share-based Payment

This FRS requires an entity to recognise share-based payment transactions in its financial statements, including transactions with employees or other parties to be settled in cash, other assets, or equity instruments of the entity.

The Company operates an equity-settled, share-based compensation plan for the employees of the Group, the Bursa Malaysia Berhad Employees' Share Option Scheme ("ESOS"). Prior to 1 January 2006, no compensation expense was recognised in profit or loss for share options granted. With the adoption of FRS 2, the compensation expense relating to share options is recognised within staff costs in profit or loss over the vesting periods of the grants with a corresponding increase in equity.

The total amount to be recognised as compensation expense is determined by reference to the fair value of the share options at the date of the grant and the number of share options to be vested by the vesting date. The fair value of the share options is computed using a binomial options pricing model by an external professional valuer. At every balance sheet date, the Group revises its estimates of the number of share options that are expected to vest by the vesting date. Any revision of this estimate is included in profit or loss and a corresponding adjustment to equity over the remaining vesting period.

Under the transitional provisions of FRS 2, this FRS must be applied to share options that were granted after 31 December 2004 and had not yet been vested on 1 January 2006. The application is retrospective and accordingly, the comparative amounts for the year ended 31 December 2005 and as at 31 December 2005 are restated. The financial impact to the Group arising from this change in accounting policy is as follows:

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2.1 ADOPTION OF NEW / REVISED FINANCIAL REPORTING STANDARDS (CONTD.)

(a) FRS 2: Share-based Payment (Contd.)

	As at
	1.1.2006
	RM'000
Decrease in retained earnings	(4,368)
Increase in share option reserve (included within other reserves)	<u>4,368</u>

	3 months ended		12 months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
Decrease in profit for the period	<u>743</u>	<u>1,444</u>	<u>3,901</u>	<u>4,368</u>

Comparatives which have been restated due to this change in accounting policy are disclosed in Note 3.

The fair value of equity-settled share options granted is estimated as at the date of grant using a binomial options pricing model, taking into account the terms and conditions upon which the options were granted. The following table lists the inputs to the model used for the purpose of computing the fair value of the ESOS:

Model inputs / assumptions	Note	Pre-listing grant	Post-listing grant
Exercise prices (RM)		3.00	3.72 - 5.79
Dividend yield (% per annum)	(i)	4.00	4.00
Expected volatility (% per annum)	(ii)	20.00 - 25.00	20.00 - 25.00
Risk free rate (% per annum)	(iii)	3.58	3.31 - 3.68
Average share price at date of grant (RM)	(iv)	n/a	4.30 - 6.25
Expiration of option (years)		5.00	3.70 - 4.60

Notes

- (i) Dividend yield is based on the expected dividend yield as disclosed in the Company's prospectus dated 23 February 2005.
- (ii) Stepped volatility is used whereby volatility is expected to reduce over the vesting period.
- (iii) Risk free rate is based on the indicative yields on Malaysian Government Securities of 4-year term to maturity as published in the Bank Negara website.
- (iv) Pre-listing price not available. The exercise price of RM3.00 was therefore used for the valuation purpose.

2.1 ADOPTION OF NEW / REVISED FINANCIAL REPORTING STANDARDS (CONTD.)

(b) FRS 3: Business Combinations, FRS 136: Impairment of Assets and FRS 138: Intangible Assets

The new FRS 3 has resulted in consequential amendments to two other accounting standards, FRS 136 and FRS 138.

(i) Goodwill

The adoption of these new FRSs has resulted in the Group ceasing annual goodwill amortisation. Goodwill is carried at cost less accumulated impairment losses and is now tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired. Any impairment loss is recognised in profit or loss and subsequent reversal is not allowed. Prior to 1 January 2006, goodwill was amortised on a straight-line basis over its estimated useful life of twenty years.

The transitional provisions of FRS 3, however, have required the Group to eliminate at 1 January 2006 the carrying amount of the accumulated amortisation of RM14,095,000 against the gross amount of goodwill.

The carrying amount of goodwill as at 1 January 2006 of RM44,720,000 ceased to be amortised. This has the effect of reducing the amortisation charges by RM735,000 for the current quarter and RM2,941,000 for the year ended 31 December 2006.

(ii) Other Intangible Assets

Under the new FRS 138, computer software is an intangible asset. Although the application of FRS 138 is prospective, the Group has reclassified the comparative amount for computer software for better presentation. Accordingly, from 1 January 2006, computer software is stated at cost less accumulated amortisation and impairment losses. Its cost is amortised based on its definite life and amortisation is recognised accordingly.

The new FRS 138 requires that the useful lives of intangible assets other than goodwill be assessed at the individual asset level as having either a finite or indefinite life. Some of the intangible assets are regarded to have an indefinite useful life when, based on an analysis of all of the relevant factors, there is no foreseeable limit to the period over which the asset is expected to generate net cash inflows for the Group. Intangible assets with indefinite useful lives are not amortised but instead, are tested for impairment annually. In accordance with the transitional provisions of FRS 138, the change in the useful life assessment from finite to indefinite is made on a prospective basis.

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2.1 ADOPTION OF NEW / REVISED FINANCIAL REPORTING STANDARDS (CONTD.)

(c) FRS 101: Presentation of Financial Statements

The adoption of the revised FRS 101 has affected the presentation of minority interest, and other disclosures. In the consolidated balance sheet, minority interest is now presented within total equity. In the consolidated income statement, minority interest is presented as an allocation of the net profit or loss for the period. A similar requirement is also applicable to the statement of changes in equity. FRS 101 also requires disclosure, on the face of the statement of changes in equity, total recognised income and expenses for the period, showing separately the amounts attributable to equity holders of the parent and to minority interest.

The current period's presentation of the Group's financial statements is based on the revised requirements of FRS 101, with the comparatives restated to conform with the current period's presentation.

2.2 ADOPTION OF NEW ACCOUNTING POLICY

CGF

Appropriations from the resources of Bursa Securities Clearing to the CGF is segregated from its retained earnings and is included in the balance sheet as a designated reserve, as explained in Note (a) of the Condensed Consolidated Statement of Changes in Equity.

Contributions from TCPs' in the form of cash are treated as current liabilities in the balance sheet. Contributions from TCPs in the form of bank guarantees are not reflected as assets and liabilities in the balance sheet.

The manner in which payments out of the CGF shall be applied are as set out in Note (a) of the Condensed Consolidated Statement of Changes in Equity. Any amounts paid out of the CGF in the event of a default is recoverable from the defaulting TCP.

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3. COMPARATIVES

The following comparative amounts have been restated due to the adoption of new FRSs:

	Previously stated RM'000	← Adjustments →		Restated RM'000
		FRS 2 Note 2(a) RM'000	FRS 138 Note 2(bii) RM'000	
At 31 December 2005				
Property, plant and equipment	363,549	-	(28,158)	335,391
Computer software	-	-	28,158	28,158
Retained earnings	<u>572,817</u>	<u>(4,368)</u>	<u>-</u>	<u>568,449</u>
3 months ended 31 December 2005				
Staff costs	13,738	1,444	-	15,182
Profit before tax	22,484	(1,444)	-	21,040
Profit for the period	<u>16,970</u>	<u>(1,444)</u>	<u>-</u>	<u>15,526</u>
12 months ended 31 December 2005				
Staff costs	66,796	4,368	-	71,164
Profit before tax	117,587	(4,368)	-	113,219
Profit for the period	<u>85,276</u>	<u>(4,368)</u>	<u>-</u>	<u>80,908</u>

4. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 December 2005 was not qualified.

5. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's performance is not affected by any seasonal or cyclical factors but is affected by the level of activities in the securities market.

6. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial year except as disclosed in Note 2.

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7. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

The Group makes assumptions concerning the future and other sources of estimation uncertainty at the balance sheet date during its review for impairment of computer software and goodwill, depreciation / amortisation of computer hardware and software, and deferred tax assets that could arise from unused tax losses and unabsorbed capital allowances.

There were no changes in estimates that have had material effect in the current quarter and financial year results.

8. DEBT AND EQUITY SECURITIES

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial year ended 31 December 2006 other than the issuance of 6,542,000 new ordinary shares pursuant to the exercise of the ESOS at the following option prices:

No. of shares issued '000	Exercise price RM
5,873	2.46
591	3.35
43	2.31
21	4.07
14	3.05
<u>6,542</u>	

9. DIVIDENDS PAID

Dividends in respect of the financial year ended 31 December 2005, being final dividend of 10.0 sen per share less 28 per cent taxation on 516,485,000 ordinary shares, amounting to RM37,187,000 were declared on 28 April 2006 and subsequently paid on 31 May 2006.

Dividends in respect of the financial year ended 31 December 2006, being interim dividend of 12.5 sen per share less 28 per cent taxation on 516,993,000 ordinary shares, amounting to RM46,529,000 were declared on 27 July 2006 and subsequently paid on 28 August 2006.

Dividends in respect of the financial year ended 31 December 2006, being special dividend of 28.0 sen per share less 28 per cent taxation on 519,267,000 ordinary shares, amounting to RM104,684,000 were declared on 31 October 2006 and subsequently paid on 30 November 2006.

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10. OPERATING REVENUE

	3 months ended		12 months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
Trading revenue				
Revenue from equity market:				
Clearing fees	38,684	16,920	127,617	76,446
SCORE fees (equity trade fees)	3,913	1,786	12,532	8,866
Institutional Settlement Service ("ISS") fees	1,815	1,751	7,257	6,890
Buying-in commissions	256	186	783	627
	<u>44,668</u>	<u>20,643</u>	<u>148,189</u>	<u>92,829</u>
Revenue from derivatives market:				
Clearing fees	2,048	963	6,556	3,961
Derivatives trade fees	7,687	3,690	24,628	14,946
Guarantee / tender fees	588	324	2,012	1,299
	<u>10,323</u>	<u>4,977</u>	<u>33,196</u>	<u>20,206</u>
Total trading revenue	<u>54,991</u>	<u>25,620</u>	<u>181,385</u>	<u>113,035</u>
Stable revenue				
Depository services	6,276	6,443	26,057	26,313
Information services	5,037	4,975	19,357	19,422
Broker services	3,926	3,864	15,530	14,807
Listing fees	2,814	2,986	10,896	12,555
Participants' fees	1,056	855	3,715	3,392
Total stable revenue	<u>19,109</u>	<u>19,123</u>	<u>75,555</u>	<u>76,489</u>
Other operating income	1,194	(426)	5,178	2,761
	<u>75,294</u>	<u>44,317</u>	<u>262,118</u>	<u>192,285</u>

11. OTHER INCOME

	3 months ended		12 months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
Conference fee and exhibition related income	-	(15)	2,457	1,861
Interest income	8,282	9,858	31,039	45,717
Net gain on disposal of investments	540	2,063	3,484	12,522
Net gain on disposal of property, plant and equipment	218	-	270	2,092
Miscellaneous income	402	1,181	2,575	3,152
	<u>9,442</u>	<u>13,087</u>	<u>39,825</u>	<u>65,344</u>

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12. OTHER OPERATING EXPENSES

	3 months ended		12 months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
Information technology upkeep and maintenance	3,552	4,449	16,496	15,603
Building maintenance costs	2,286	2,088	8,334	8,379
Others	9,534	11,006	29,856	35,668
	<u>15,372</u>	<u>17,543</u>	<u>54,686</u>	<u>59,650</u>

13. SEGMENTAL INFORMATION

Segmental information is provided in two formats, one based on market segments and the other based on business segments.

(a) Market Segments

	Cash market	Derivatives market	Offshore market	Information services	Exchange holding	Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
RESULTS FOR								
3 MONTHS ENDED								
31 DECEMBER 2006								
Segment revenue								
External revenue	59,896	10,472	125	4,801	-	-	-	75,294
Inter-segment revenue	107	-	-	235	35,963	-	(36,305)	-
Total operating revenue	<u>60,003</u>	<u>10,472</u>	<u>125</u>	<u>5,036</u>	<u>35,963</u>	<u>-</u>	<u>(36,305)</u>	<u>75,294</u>
Other income	3,705	2,367	90	67	3,193	26	(6)	9,442
	<u>63,708</u>	<u>12,839</u>	<u>215</u>	<u>5,103</u>	<u>39,156</u>	<u>26</u>	<u>(36,311)</u>	<u>84,736</u>
Segment operating expenses								
	<u>(27,997)</u>	<u>(6,406)</u>	<u>(151)</u>	<u>(3,133)</u>	<u>(38,140)</u>	<u>(8)</u>	<u>36,433</u>	<u>(39,402)</u>
Segment results	35,711	6,433	64	1,970	1,016	18	122	45,334
Unallocated corporate expenses								(2,382)
Finance costs								<u>(162)</u>
Consolidated profit before tax								<u>42,790</u>

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13. SEGMENTAL INFORMATION (CONTD.)

(a) Market Segments (Contd.)

	Cash market RM'000	Derivatives market RM'000	Offshore market RM'000	Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
RESULTS FOR								
3 MONTHS ENDED								
31 DECEMBER 2005								
Segment revenue								
External revenue	34,425	5,027	58	4,725	82	-	-	44,317
Inter-segment revenue	65	-	-	246	86,498	-	(86,809)	-
Total operating revenue	34,490	5,027	58	4,971	86,580	-	(86,809)	44,317
Other income	3,997	1,098	63	55	7,795	79	-	13,087
	38,487	6,125	121	5,026	94,375	79	(86,809)	57,404
Segment operating expenses								
	(24,347)	(3,650)	(298)	(2,799)	(32,695)	(36)	30,234	(33,591)
Segment results								
Unallocated corporate expenses								(2,646)
Finance costs								(127)
Consolidated profit before tax	14,140	2,475	(177)	2,227	61,680	43	(56,575)	23,813
								21,040
RESULTS FOR								
12 MONTHS ENDED								
31 DECEMBER 2006								
Segment revenue								
External revenue	209,407	33,942	393	18,376	-	-	-	262,118
Inter-segment revenue	376	-	-	959	269,741	-	(271,076)	-
Total operating revenue	209,783	33,942	393	19,335	269,741	-	(271,076)	262,118
Other income	12,879	6,429	327	168	19,914	114	(6)	39,825
	222,662	40,371	720	19,503	289,655	114	(271,082)	301,943
Segment operating expenses								
	(102,284)	(19,765)	(583)	(10,373)	(138,911)	(13)	131,825	(140,104)

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13. SEGMENTAL INFORMATION (CONTD.)

(a) Market Segments (Contd.)

	Cash market RM'000	Derivatives market RM'000	Offshore market RM'000	Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
RESULTS FOR								
12 MONTHS ENDED								
31 DECEMBER 2006								
(CONTD.)								
Segment results	120,378	20,606	137	9,130	150,744	101	(139,257)	161,839
Unallocated corporate expenses								(8,333)
Finance costs								(593)
Consolidated profit before tax								<u>152,913</u>
RESULTS FOR								
12 MONTHS ENDED								
31 DECEMBER 2005								
Segment revenue								
External revenue	152,626	20,808	264	18,446	141	-	-	192,285
Inter-segment revenue	267	-	-	1,002	238,312	-	(239,581)	-
Total operating revenue	152,893	20,808	264	19,448	238,453	-	(239,581)	192,285
Other income	22,017	5,559	216	1,172	36,109	271	-	65,344
	<u>174,910</u>	<u>26,367</u>	<u>480</u>	<u>20,620</u>	<u>274,562</u>	<u>271</u>	<u>(239,581)</u>	<u>257,629</u>
Segment operating expenses	(93,915)	(16,673)	(1,128)	(9,298)	(118,459)	(47)	101,840	(137,680)
Segment results	80,995	9,694	(648)	11,322	156,103	224	(137,741)	119,949
Unallocated corporate expenses								(6,397)
Finance costs								(333)
Consolidated profit before tax								<u>113,219</u>

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13. SEGMENTAL INFORMATION (CONTD.)

(a) Market Segments (Contd.)

	Cash market RM'000	Derivatives market RM'000	Offshore market RM'000	Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
ASSETS AND LIABILITIES AS AT 31 DECEMBER 2006								
Segment assets								
Assets	316,379	507,517	6,963	12,382	527,607	3,102	-	1,373,950
Unallocated corporate assets								33,473
Consolidated total assets								<u>1,407,423</u>
Segment liabilities								
Liabilities	17,327	441,307	209	1,837	122,572	7	-	583,259
Unallocated corporate liabilities								14,741
Consolidated total liabilities								<u>598,000</u>

Expenses, assets and liabilities which are common and cannot be meaningfully allocated to the market segments are presented under unallocated expenses, assets and liabilities, respectively.

(b) Business Segments

	Exchanges RM'000	Clearing, settlement and depository RM'000	Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
RESULTS FOR 3 MONTHS ENDED 31 DECEMBER 2006							
Segment revenue							
External revenue	41,717	28,776	4,801	-	-	-	75,294
Inter-segment revenue	95	12	235	35,963	-	(36,305)	-
Total operating revenue	41,812	28,788	5,036	35,963	-	(36,305)	75,294
Other income	1,570	4,592	67	3,193	26	(6)	9,442
	<u>43,382</u>	<u>33,380</u>	<u>5,103</u>	<u>39,156</u>	<u>26</u>	<u>(36,311)</u>	<u>84,736</u>

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13. SEGMENTAL INFORMATION (CONTD.)

(b) Business Segments (Contd.)

	Exchanges RM'000	Clearing, settlement and depository RM'000	services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
RESULTS FOR							
3 MONTHS ENDED							
31 DECEMBER 2006							
(CONTD.)							
Segment operating expenses	(20,658)	(13,896)	(3,133)	(38,140)	(8)	36,433	(39,402)
Segment results	22,724	19,484	1,970	1,016	18	122	45,334
Unallocated corporate expenses							(2,382)
Finance costs							(162)
Consolidated profit before tax							42,790
RESULTS FOR							
3 MONTHS ENDED							
31 DECEMBER 2005							
Segment revenue							
External revenue	21,911	17,599	4,725	82	-	-	44,317
Inter-segment revenue	56	9	246	86,498	-	(86,809)	-
Total operating revenue	21,967	17,608	4,971	86,580	-	(86,809)	44,317
Other income	1,398	3,760	55	7,795	79	-	13,087
	23,365	21,368	5,026	94,375	79	(86,809)	57,404
Segment operating expenses	(15,912)	(12,383)	(2,799)	(32,695)	(36)	30,234	(33,591)
Segment results	7,453	8,985	2,227	61,680	43	(56,575)	23,813
Unallocated corporate expenses							(2,646)
Finance costs							(127)
Consolidated profit before tax							21,040

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13. SEGMENTAL INFORMATION (CONTD.)

(b) Business Segments (Contd.)

	Exchanges RM'000	Clearing, settlement and depository RM'000	Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
RESULTS FOR							
12 MONTHS ENDED							
31 DECEMBER 2006							
Segment revenue							
External revenue	142,138	101,604	18,376	-	-	-	262,118
Inter-segment revenue	326	50	959	269,741	-	(271,076)	-
Total operating revenue	142,464	101,654	19,335	269,741	-	(271,076)	262,118
Other income	5,024	14,611	168	19,914	114	(6)	39,825
	147,488	116,265	19,503	289,655	114	(271,082)	301,943
Segment operating expenses							
	(73,194)	(49,438)	(10,373)	(138,911)	(13)	131,825	(140,104)
Segment results							
	74,294	66,827	9,130	150,744	101	(139,257)	161,839
Unallocated corporate expenses							(8,333)
Finance costs							(593)
Consolidated profit before tax							152,913
RESULTS FOR							
12 MONTHS ENDED							
31 DECEMBER 2005							
Segment revenue							
External revenue	98,736	74,962	18,446	141	-	-	192,285
Inter-segment revenue	222	45	1,002	238,312	-	(239,581)	-
Total operating revenue	98,958	75,007	19,448	238,453	-	(239,581)	192,285
Other income	5,229	22,563	1,172	36,109	271	-	65,344
	104,187	97,570	20,620	274,562	271	(239,581)	257,629
Segment operating expenses							
	(62,877)	(48,839)	(9,298)	(118,459)	(47)	101,840	(137,680)

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13. SEGMENTAL INFORMATION (CONTD.)

(b) Business Segments (Contd.)

	Exchanges RM'000	Clearing, settlement and depository RM'000	and Information services RM'000	Exchange holding RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
RESULTS FOR							
12 MONTHS ENDED							
31 DECEMBER 2005							
(CONTD.)							
Segment results	41,310	48,731	11,322	156,103	224	(137,741)	119,949
Unallocated corporate expenses							(6,397)
Finance costs							(333)
Consolidated profit before tax							<u>113,219</u>
ASSETS AND							
LIABILITIES AS AT							
31 DECEMBER 2006							
Segment assets							
Assets	174,063	656,796	12,382	527,607	3,102	-	1,373,950
Unallocated corporate assets							33,473
Consolidated total assets							<u>1,407,423</u>
Segment liabilities							
Liabilities	3,381	455,462	1,837	122,572	7	-	583,259
Unallocated corporate liabilities							14,741
Consolidated total liabilities							<u>598,000</u>

Expenses, assets and liabilities which are common and cannot be meaningfully allocated to the business segments are presented under unallocated expenses, assets and liabilities, respectively.

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14. CARRYING AMOUNT OF REVALUED ASSETS

There has been no revaluation of property, plant and equipment during the current quarter and financial year.

15. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial year ended 31 December 2006 other than the following:

- (a) On 2 March 2006, the Company acquired 6,250,000 ordinary shares of RM1.00 each representing the remaining 25 per cent equity interest in Bursa Malaysia Depository Sdn. Bhd. ("Bursa Depository") for a total cash consideration of RM35,625,000 or RM5.70 per ordinary share. Following this transaction, Bursa Depository became a wholly-owned subsidiary of the Company.

The acquisition of Bursa Depository was accounted for using the "entity concept method" whereby the difference between the purchase consideration and the net assets acquired is treated as an equity transaction and recognised directly in the statement of changes in equity.

- (b) On 15 November 2006, the Company acquired 20,000,000 ordinary shares of RM1.00 each, representing a 100 per cent equity interest in Bursa Derivatives Clearing, from Bursa Securities Clearing for a total cash consideration of RM1.00. The acquisition had no impact on the results, balance sheet and cash flow of Group.

16. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in contingent liabilities or contingent assets since the last annual balance sheet as at 31 December 2005.

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17. CAPITAL COMMITMENTS

The amount of commitments for the purchase of property, plant and equipment and computer software not provided for in the interim condensed financial statements as at 31 December 2006 were as follows:

	As at 31.12.2006 RM'000
Approved and contracted for	
Computer and office automation:	
Trading system	22,941
Other information technology systems	11,000
Renovations and office equipment	<u>210</u>
	<u>34,151</u>
Approved but not contracted for	
Computer and office automation:	
Trading system	14,914
Other information technology systems	<u>14,281</u>
	<u>29,195</u>

18. SUBSEQUENT EVENTS

There were no material events subsequent to the end of the current quarter.

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19. PERFORMANCE REVIEW

The Group recorded a profit attributable to equity holders of the Company of RM28,586,000 for the quarter ended 31 December 2006 compared to RM14,619,000 for the quarter ended 31 December 2005. The Group's profit before tax for the similar periods were RM42,790,000 and RM21,040,000 respectively.

The positive growth in results was attributed to the better performance in both the equity and derivatives markets. The performance of both markets were reflected in the increase in operating revenue by 69.9 per cent or RM30,977,000 to RM75,294,000 in the current quarter compared to the corresponding quarter.

The bullish equity market, which traded with a daily average trading value of RM1.5 billion in the current quarter as compared to RM0.7 billion in the corresponding quarter, recorded an increase in revenue from that market of 116.4 per cent or RM24,025,000 to RM44,668,000 in the current quarter compared to the corresponding quarter.

The derivatives market, which recorded an increase in revenue of 107.4 per cent or RM5,346,000 to RM10,323,000, was primarily driven by the positive sentiments surrounding the crude palm oil futures and the Kuala Lumpur Index futures, which increased by 227.9 per cent or 580,000 contracts and 69.5 per cent or 193,000 contracts, respectively, when compared to the corresponding quarter, and stood at a total of 834,000 contracts and 471,000 contracts, respectively, as at the end of the current quarter.

The positive effects of the equity and derivatives markets were partially offset by the increase in staff costs and depreciation and amortisation. Staff costs increased by 44.2 per cent or RM6,718,000 to RM21,900,000 in the current quarter compared to the corresponding quarter primarily due to the increase in the number of staff and additional bonus provisions in the current quarter. Depreciation and amortisation increased by 28.5 per cent or RM1,000,000 to RM4,512,000 in the current quarter compared to the corresponding quarter primarily due to upgrades of IT equipment and implementation of new systems, such as Phase II of the SAP system and Phase I of Bursa Trade, during the financial year ended 31 December 2006.

Other income decreased by 27.9 per cent or RM3,645,000 to RM9,442,000 in the current quarter compared to the corresponding quarter mainly due to lower investment income. The capital repayment exercise in December 2005 was made possible through the liquidation of investment securities, which resulted in a higher net gain on disposal of investments in the corresponding quarter. Following the capital repayment exercise, the Company had a smaller fund size, which then translated into a decrease in interest income.

Other operating expenses decreased by 12.4 per cent or RM2,171,000 to RM15,372,000 in the current quarter compared to the corresponding quarter primarily due to lower information technology upkeep and maintenance expenses and the Group's continuous efforts to pursue financial and operational efficiency.

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20. MATERIAL CHANGE IN PROFIT BEFORE TAXATION OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER

The Group recorded a higher profit before tax of RM42,790,000 for the quarter ended 31 December 2006 compared to RM32,784,000 for the quarter ended 30 September 2006, representing an increase of 30.5 per cent or RM10,006,000.

While the positive growth in profits was attributed to the better performance in both the equity and derivatives markets, the primary contribution to the growth in profits came from the buoyant equity market, which saw an increase in daily average trading value to RM1.5 billion in the current quarter compared to RM0.9 billion in the preceding quarter. This resulted in an increase in trading revenue from the equity market of 50.7 per cent or RM15,035,000 to RM44,668,000. Trading revenue from the derivatives market increased by 9.2 per cent or RM870,000 to RM10,323,000 as a result of a higher level of trading of crude palm oil futures and the Kuala Lumpur Index futures. The number of contracts traded increased by 17.7 per cent or 125,000 contracts to 834,000 contracts and by 15.2 per cent or 62,000 contracts to 471,000 contracts, respectively.

The effects of the higher level of activities on the equity and derivatives markets were partially offset by the increase in total expenses by 19.0 per cent or RM6,658,000 to RM41,784,000. Increases in total expenses came primarily from the increase in the number of staff, additional bonus provisions, additional depreciation expense following the implementation of Phase I of Bursa Trade in November 2006 and the increase in promotional efforts internationally during the current quarter.

21. COMMENTARY ON PROSPECTS

The Group's financial performance is largely driven by the level of activities on the equity and derivatives markets. While the expectation is that the level of activity on the stock market will be driven by the implementation of projects under the Ninth Malaysia Plan and merger and acquisition activities, the sustainability of the market, and hence the Group's financial performance, will also be influenced by international and domestic developments.

The Group's focus will be on improving sustainable market velocity and improving the quality of internal structures and processes. Efforts channelled towards the improvement of sustainable market velocity include international and domestic promotional activities and the introduction of new products. While the improvement in internal structures and processes are expected to result in further financial and operational efficiencies, the greater level of promotional activities and the introduction of new systems and products are expected to increase marketing expenses, depreciation and amortisation.

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21. COMMENTARY ON PROSPECTS (CONTD.)

Barring any unforeseen circumstances, based on the factors mentioned above and the recent uptrend in daily average trading value, the financial performance of the Group is expected to improve further in 2007.

22. PROFIT FORECAST

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interest and forecast profit after tax and minority interest are not applicable for the current quarter and financial year.

23. TAXATION

	3 months ended		12 months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
Current period tax	11,262	2,828	42,322	31,084
Under/(over) provision of tax in prior year	-	1,094	(1,228)	1,094
	<u>11,262</u>	<u>3,922</u>	<u>41,094</u>	<u>32,178</u>
Deferred tax	1,814	2,059	1,782	600
Under provision of deferred tax liability/ (assets) in prior years	1,128	(467)	1,128	(467)
	<u>14,204</u>	<u>5,514</u>	<u>44,004</u>	<u>32,311</u>

The effective tax rate of the Group for the current quarter and financial year is higher than the statutory tax rate principally due to certain expenses which are not deductible for tax purposes.

24. SALE OF PROPERTIES

There were no sales of properties during the current quarter and financial year, other than the disposal of a freehold property by Bursa Securities Clearing to Hwang Enterprises Sdn. Bhd., a company with a common director, for a cash consideration of RM4,400,000. The Sale and Purchase Agreement was executed on 5 May 2006 and was completed on 1 November 2006. The profit which arose from the disposal was RM218,000.

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25. MARKETABLE SECURITIES

Details of purchases and disposals of marketable securities were as follows:

	3 months ended		12 months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
Purchases (at cost)	33,201	24,880	94,064	490,395
Disposal proceeds	<u>38,948</u>	<u>147,114</u>	<u>157,678</u>	<u>756,129</u>
Net gain on disposal	<u>540</u>	<u>2,063</u>	<u>3,484</u>	<u>12,522</u>

The Group does not invest in quoted securities.

26. CORPORATE PROPOSALS

There were no corporate proposals announced but not completed as at 31 December 2006.

27. BORROWINGS AND DEBT SECURITIES

	As at
	31.12.2006
	RM'000
Short term borrowings	220
Long term borrowings	<u>439</u>
	<u>659</u>

Borrowings relate to an outstanding amount payable to the Government of Malaysia in respect of two interest free unsecured loans of RM697,000 and RM1,500,000. Each loan is repayable in 10 equal annual instalments, repayments of which commenced on 30 November 2000.

As at the reporting date, the Group had not issued any debt securities.

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28. LONG TERM LIABILITY

	As at 31.12.2006 RM'000
Short term portion of lease (included in other payables)	539
Long term portion of lease	<u>46,181</u>
	<u>46,720</u>

The liability relates to the amount payable to the Government of Malaysia for the lease of land. This amount is interest free and payable in 99 annual instalments of RM539,000 each.

29. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments as at 31 January 2007.

30. CHANGES IN MATERIAL LITIGATION

There was no material litigation against the Group as at 31 January 2007.

31. DIVIDEND PAYABLE

At the forthcoming Annual General Meeting, a final dividend in respect of the financial year ended 31 December 2006, of 14.0 sen per share less 27 per cent taxation on 519,602,000 ordinary shares, amounting to a dividend payable of approximately RM53,103,000 (10.22 sen net per ordinary share) will be proposed for shareholders' approval.

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32. EARNINGS PER SHARE ("EPS")

(a) Basic EPS

Basic EPS is calculated by dividing the profit for the period attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

	3 months ended		12 months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
Profit attributable to equity holders of the Company (RM'000)	28,586	14,619	108,105	76,971
Weighted average number of ordinary shares in issue ('000)	518,486	510,047	516,143	484,659
Basic EPS (sen)	<u>5.5</u>	<u>2.9</u>	<u>20.9</u>	<u>15.9</u>

(b) Diluted EPS

For the purpose of calculating diluted EPS, the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares, i.e. share options granted to employees.

	3 months ended		12 months ended	
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
Profit attributable to equity holders of the Company (RM'000)	<u>28,586</u>	<u>14,619</u>	<u>108,105</u>	<u>76,971</u>
Weighted average number of ordinary shares in issue ('000)	518,486	510,047	516,143	484,659
Effect of dilution ('000)	<u>25,793</u>	<u>15,519</u>	<u>24,924</u>	<u>10,277</u>
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	<u>544,279</u>	<u>525,566</u>	<u>541,067</u>	<u>494,936</u>
Diluted EPS (sen)	<u>5.3</u>	<u>2.8</u>	<u>20.0</u>	<u>15.6</u>

33. AUTHORISED FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 31 January 2007.