

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Note	As at 31.12.2013 RM'000	As at 31.12.2012 RM'000
ASSETS:			
Non-current assets			
Property and equipment		9,280	8,672
Investment properties		358,951	349,650
Investments in an associated company		2,060,706	1,905,100
Intangible assets		1,048	131
Available-for-sale securities		165	165
Deferred tax assets		1,776	2,379
Securities at fair value through profit or loss		12,406	8,870
Capital financing		10,431	12,942
		2,454,763	2,287,909
Current assets			
Capital financing		400,862	305,276
Trade receivables		41	673
Other assets		449	4,727
Tax recoverable		9,537	9,827
Securities at fair value through profit or loss		56,655	17,161
Cash and bank balances		2,015	775
		469,559	338,439
TOTAL ASSETS		2,924,322	2,626,348
LIABILITIES:			
Non-current liabilities			
Deferred tax liabilities		11,829	32
Current liabilities			
Deferred income		2,004	1,521
Trade payables		459	84
Tax payable		164	277
Borrowings	B8	290,219	156,744
Other liabilities		24,039	22,573
		316,885	181,199
TOTAL LIABILITIES		328,714	181,231
NET ASSETS		2,595,608	2,445,117
EQUITY:			
Share capital		969,058	969,058
Treasury shares, at cost	A5	(787)	(784)
		968,271	968,274
Reserves		1,627,337	1,476,843
TOTAL EQUITY / Equity attributable to Owners of the Company		2,595,608	2,445,117
Net Assets per share attributable to Owners of the Company (RM)		2.68	2.52

(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 2012)

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS**

		Current quarter ended	Comparative quarter ended	Current year to ended	Preceding year to date ended
	Note	31.12.2013 RM'000	31.12.2012 RM'000	31.12.2013 RM'000	31.12.2012 RM'000
<i>Continuing Operations:</i>					
Revenue		16,543	9,920	61,269	40,854
Direct costs		(4,265)	(3,390)	(15,583)	(13,452)
Gross profit		12,278	6,530	45,686	27,402
Other income		11,770	1,104	24,160	2,374
Administrative expenses		(3,271)	(12,321)	(13,271)	(18,167)
Other items		2,336	(24,464)	(2,555)	(27,527)
		23,113	(29,151)	54,020	(15,918)
Finance costs		(548)	(333)	(2,174)	(1,960)
		22,565	(29,484)	51,846	(17,878)
Share of profit of an associated company		46,143	32,911	161,339	32,911
Profit before tax		68,708	3,427	213,185	15,033
Income tax	B6	(9,757)	6,485	(17,550)	(500)
Profit after tax from Continuing Operations		58,951	9,912	195,635	14,533
<i>Discontinued Operations:</i>					
Profit after tax from Discontinued Operations	A11	-	861,033	-	942,845
Profit after tax for the period		58,951	870,945	195,635	957,378
Profit attributable to:					
Owners of the Company					
- Continuing Operations		58,951	9,912	195,635	14,533
- Discontinued Operations	A11	-	860,041	-	930,392
		58,951	869,953	195,635	944,925
Non-controlling interests					
- Discontinued Operations	A11	-	992	-	12,453
		58,951	870,945	195,635	957,378
Earnings per share attributable to					
Owners of the Company (sen):					
Basic / Diluted					
- Continuing Operations	B11	6.09	1.02	20.20	1.52
- Discontinued Operations	B11	-	88.81	-	97.22
		6.09	89.83	20.20	98.74

(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 2012)

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE
INCOME**

	Current quarter ended	Comparative quarter ended	Current year to ended	Preceding year to date ended
Note	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
Profit after tax for the period				
- <i>Continuing Operations</i>	58,951	9,912	195,635	14,533
- <i>Discontinued Operations</i>	-	861,033	-	942,845
	58,951	870,945	195,635	957,378
Other comprehensive income for the period, net of tax				
- <i>Continuing Operations</i>				
<u>Items will be reclassified subsequently to profit or loss:</u>				
Share of other comprehensive income in an associated company	(7,355)	518	(2,976)	518
<u>Items will not be reclassified subsequently to profit or loss:</u>				
Deferred tax relating to revaluation arising from change of tax legislation	(4,016)	-	(4,016)	-
Revaluation surplus of properties upon transfer from property and equipment to investment properties	-	80,337	-	80,337
Share of other comprehensive income in an associated company	-	37	-	37
	(11,371)	80,892	(6,992)	80,892
- <i>Discontinued Operations</i>	-	1,201	-	5,201
Total comprehensive income for the period, net of tax	47,580	953,038	188,643	1,043,471
Total comprehensive income attributable to:				
Owners of the Company				
- <i>Continuing Operations</i>	47,580	90,804	188,643	95,425
- <i>Discontinued Operations</i>	-	861,852	-	941,193
	47,580	952,656	188,643	1,036,618
Non-controlling interests				
- <i>Discontinued Operations</i>	-	382	-	6,853
	47,580	953,038	188,643	1,043,471

(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 2012)

Attributable to Owners of the Company						
Note	Share capital	Distributable Treasury shares	Revaluation reserve	Other reserve	Distributable Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1.1.2013	969,058	(784)	80,337	555	1,395,951	2,445,117
Total comprehensive income	-	-	(4,016)	(2,976)	195,635	188,643
Dividends paid to Owners of the Company	-	-	-	-	(36,316)	(36,316)
Share buybacks by the Company	-	(3)	-	-	-	(3)
Accretion of interest due to subscribe new share in associate company	-	-	-	-	(74)	(74)
Acquisition of additional shares from non-controlling interests in associated company	-	-	-	-	(1,759)	(1,759)
Total transactions with Owners and changes in ownership interests	-	(3)	-	-	(38,149)	(38,152)
As at 31.12.2013	969,058	(787)	76,321	(2,421)	1,553,437	2,595,608

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Note	Attributable to Owners of the Company													
	Continuing Operations						Discontinued Operations					Discontinued Operations		
	Share capital	Treasury shares	Distributable Equity compensation reserve	Revaluation reserve	Other reserve	Statutory reserves	Profit equalisation reserve of Islamic banking operations	Foreign exchange reserves	Available -for-sale reserves	Other Retained profits	Total	Non-controlling interests	Total equity	
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	-	-	-	-	-	14,533	95,425	-	95,425
- Discontinued Operations	-	-	-	-	-	-	-	(15,682)	27,413	(213)	929,675	941,193	6,853	948,046
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	-	-	-	-	-	-	-	-	-	-	(68,526)	(68,526)	-	(68,526)
Distribution of treasury shares	-	29,008	-	-	-	-	-	-	-	-	(29,008)	-	-	-
Shares issued pursuant to exercise of ESOS	4,913	-	-	-	-	-	-	-	-	-	-	4,913	-	4,913
Share buybacks by the Company	-	(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														
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(9,077)	(9,077)
Accretion on additional interest in a subsidiary company	-	-	-	-	-	-	-	-	-	-	6	6	(6)	-
Acquisition of additional shares from non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(142)	(142)
Loss on deemed disposals arising from dilution of interest in an associated group	-	-	-	-	-	-	-	-	-	-	(80)	(80)	-	(80)
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 statutory reserves	-	-	-	-	-	23,444	-	-	-	-	(23,444)	-	-	-
Reserves transferred to retained profits upon disposal of subsidiary companies	-	-	-	-	-	(262,981)	(272)	-	-	1,059	262,194	-	-	-
Reserves reclassified to profit or loss upon disposal of subsidiary companies	-	-	-	-	-	-	-	28,673	(17,144)	-	-	11,529	(298,816)	(287,287)
Total transactions with Owners and changes in ownership interests	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

(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 2012)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	Current year to date ended 31.12.2013 RM'000	Preceding year to date ended 31.12.2012 RM'000
Cash Flows From Operating Activities		
Profit before tax from		
- <i>Continuing operations</i>	213,185	15,033
- <i>Discontinued operations</i>	-	972,621
Profit before tax	<u>213,185</u>	<u>987,654</u>
Adjustments for:		
Non-cash and non-operating items	(43,791)	(904,354)
Share of profits of associated companies	(161,339)	(35,208)
Operating profit before working capital changes	<u>8,055</u>	<u>48,092</u>
<i>(Increase)/Decrease in operating assets:</i>		
Available-for-sale securities	-	(542,621)
Capital financing	(98,451)	(664,902)
Deposits and placements with a bank	-	(62,049)
Other operating assets	-	(90,545)
Securities at fair value through profit or loss	(30,156)	(121,242)
Securities held-to-maturity	-	142,599
Statutory deposits with Central Banks	-	(22,043)
Trade and other receivables	958	(1,038,345)
<i>Increase/(Decrease) in operating liabilities:</i>		
Deferred income	483	1,521
Deposits and placements of banks and other financial institutions	-	191,931
Deposits from customers	-	1,226,414
Obligations on securities sold under repurchase agreements	-	(56,001)
Obligations on securities borrowed	-	99,678
Other operating liabilities	5,521	(35,278)
Trade and other payables	7,754	863,157
Cash used in operations	<u>(105,836)</u>	<u>(59,634)</u>
Interest received	34,786	20,757
Interest paid	(9,503)	(7,473)
Income tax paid net of refund	(8,989)	(61,185)
Net cash used in operating activities	<u>(89,542)</u>	<u>(107,535)</u>

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONT'D)

	Current year to date ended 31.12.2013 RM'000	Preceding year to date ended 31.12.2012 RM'000
Cash Flows From Investing Activities		
Acquisition of additional shares from non-controlling interests	-	(142)
Additional investment in an associated company	-	(700)
Dividends received	-	2,589
Expenditure on investment properties	(865)	-
Net cash outflow arising from disposal of subsidiary companies	-	(1,232,868)
Payment for trademarks	(20)	(58)
Payment for trading rights	-	(25)
Proceeds from disposals of property and equipment	-	391
Proceeds from disposals of securities at fair value through profit or loss	115	-
Purchase of property and equipment	(2,398)	(20,890)
Purchase of software licenses	(987)	(15,014)
Net cash used in investing activities	(4,155)	(1,266,717)
Cash Flows From Financing Activities		
Dividends paid to non-controlling interests	-	(9,077)
Dividends paid to owners of the Company	(36,316)	(68,526)
Drawdown of revolving credits	133,430	124,581
Interest paid	(2,174)	(1,960)
Payments for share buybacks by the Company	(3)	(3)
Proceeds from issuance of shares pursuant to exercise of ESOS	-	4,913
Net cash generated from financing activities	94,937	49,928
Net increase/(decrease) in cash and cash equivalents	1,240	(1,324,324)
Effects of exchange rate changes	-	(18,374)
Cash and cash equivalents at beginning of period	775	1,343,473
Cash and cash equivalents at end of period	2,015	775
Cash and cash equivalents at end of period comprised:		
Cash and short term funds	2,015	775

(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 2012)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134: Interim Financial Reporting ("MFRS 134") issued by the Malaysian Accounting Standards Board ("MASB")****A1. Basis of preparation**

The unaudited interim financial statements ("the quarterly report") have been prepared in accordance with the MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Chapter 9, Part K - Periodic Disclosures of the Listing Requirements of Bursa Malaysia Securities Berhad. This quarterly report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2012 and the accompanying explanatory notes, which 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 2012. This quarterly report also complies with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The comparative figures have represented to conform with current year's presentation. This is due to the financial statements of the preceding year are prepared pursuant to the Bank Negara Malaysia's revised Guidelines on Financial Reporting for Banking Institutions ("BNM/GP8") which the Company is still a parent company of an investment bank. On 9 November 2012, the Company completed the disposal of its investment banking subsidiaries as shown in Note A11, which requires the financial statements prepared in accordance with disclosure requirements under MFRS 5: Non-Current Assets Held for Sale and Discontinued Operations ("MFRS 5").

The significant accounting policies and methods of computation applied in preparing the unaudited condensed consolidated interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 December 2012, except for the adoption of the following MFRSs, IC Interpretation and Amendments to MFRSs during the current financial period:

(a) Effective for annual periods commencing on or after 1 January 2013

MFRS 10	Consolidated Financial Statements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 127	Separate Financial Statements
MFRS 128	Investments in Associates and Joint Ventures
Amendments to MFRS 10, MFRS 11 and MFRS 12	Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities : Transition Guidance
Annual improvements 2009 – 2011 Cycle	

The adoption of the above accounting standards, amendments to published standards and interpretations to existing standards does not give rise to any material financial impact to the Group and the Company.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

A1. Basis of preparation (Cont'd)

The amendments to MFRS 136 Impairment of assets removed certain disclosures of the recoverable amount of CGUs which had been included in MFRS 136 by the issuance of MFRS 13. The amendment is not mandatory for the Group until 1 January 2014, however the Group has decided to early adopt the amendment as of 1 January 2013.

The following MFRSs, Amendments to MFRSs and IC Interpretation have been issued by the MASB but are not yet effective:

(b) Effective for annual periods commencing on or after 1 January 2014

- (i) Amendment to MFRS 132 Financial Instruments: Presentation (effective from 1 January 2014) does not change the current offsetting model in MFRS 132. It clarifies the meaning of ‘currently has a legally enforceable right of set-off’ that the right of set-off must be available today (not contingent on a future event) and legally enforceable for all counterparties in the normal course of business. It clarifies that some gross settlement mechanisms with features that are effectively equivalent to net settlement will satisfy the MFRS 132 offsetting criteria.
- (ii) Amendments to MFRS 10, MFRS 12 and MFRS 127 (effective from 1 January 2014) introduce an exception to consolidation for investment entities. Investment entities are entities whose business purpose is to invest funds solely for returns from capital appreciation, investment income or both and evaluate the performance of its investments on fair value basis. The amendments require investment entities to measure particular subsidiaries at fair value instead of consolidating them.
- (iii) IC Interpretation 21 Levies (effective from 1 January 2014) sets out the accounting for an obligation to pay a levy that is not income tax. The interpretation clarifies that a liability to pay a levy is recognised when the obligating event occurs. Obligating event is the event identified by the legislation that triggers the payment of the levy.

(c) Effective for annual periods commencing on or after 1 January 2015

MFRS 9 Financial Instruments - Classification and Measurement of Financial Assets and Financial Liabilities (effective from 1 January 2015) replaces the parts of MFRS 139 that relate to the classification and measurement of financial instruments. MFRS 9 requires financial assets to be classified into two measurement categories: those measured as at fair value and those measured at amortised cost. The determination is made at initial recognition. The classification depends on the entity’s business model for managing its financial instruments and the contractual cash flow characteristics of the instrument. For financial liabilities, the standard retains most of the MFRS 139 requirements. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity’s own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch. The Group is yet to assess MFRS 9’s full impact. The Group will also consider the impact of the remaining phases of MFRS 9 when completed by the Board.

The adoption of the new standards, amendments to published standards are not expected to have a material impact on the financial results of the Group and the Company except that the Group is in the process of reviewing the requirements of MFRS 9 and expects this process to be completed prior to the effective date on 1 January 2015.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**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.

A3. Unusual items affecting assets, liabilities, equity, net income or cash flows

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**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 RM3,425 from the open market at an average cost of RM1.71 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 1.1.2013	635,153	2.82	0.90	1.23	784,059
June	1,000	1.74	1.74	1.78	1,783
December	1,000	1.60	1.60	1.64	1,642
	2,000	1.74	1.60	1.71	3,425
As at 31.12.2013	637,153	2.82	0.90	1.24	787,484

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 2013**A6. Dividends paid**

The dividends paid by the Company are as follows:

	RM'000
(a) Final dividend of 2.5 sen per share less 25% income tax in respect of the preceding financial year ended 31 December 2012 was paid on 15 May 2013; and	18,158
(b) Interim dividend of 2.5 sen per share less 25% income tax for the current financial year ending 31 December 2013 was paid on 25 September 2013.	18,158
	<u>36,316</u>

A7. Segmental information

Please refer to Appendix I.

A8. Changes in the composition of the Group**(a) Increase of equity interest in RHB Capital Berhad ("RHBC") via Dividend Reinvestment Plan ("DRP")**

On 1 August 2013, 37,166,089 new RHBC shares issued and allotted at the issue price of RM7.63 per share which was applied to the final dividend in respect of financial year ended 31 December 2012. The Company had elected to reinvest all its dividend entitlement of RM39,420,500 by reinvesting 5,166,513 new shares in RHBC. Accordingly, the equity interest in RHBC increased from 9.82% to 9.88%.

On 13 November 2013, 15,536,071 new RHBC shares issued and allotted at the issue price of RM7.02 per share which was applied to the interim dividend in respect of financial year ending 31 December 2013. The Company had elected to reinvest all its dividend entitlement of RM15,009,991 by reinvesting 2,138,175 new shares in RHBC. Consequently, the equity interest in RHBC increased from 9.88% to 9.91%.

(b) Subscription of shares in OSK Realty Sdn Bhd ("OSKR"), a wholly-owned subsidiary company

On 31 December 2013, the Company subscribed for 117,000,000 new ordinary shares of RM1.00 each in OSKR for additional working capital purpose. The issued and paid-up share capital of OSKR was increased from RM33,000,000 to RM150,000,000. The equity interest in OSKR remained at 100%.

A9. Events after the end of the quarter

There were no events announced after the end of the quarter.

A10. Fair value measurement

The carrying amounts of trade and other receivables/payables, cash and cash equivalents, capital financing and short term borrowings are approximated fair values due to the relatively short term maturity in nature of these financial instruments.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
A10. Fair value measurement (Cont'd.)
Determination of fair value and fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair values are observable, either directly or indirectly.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy:

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
<u>2013</u>				
Recurring fair value measurement:				
Non financial asset				
Investment properties	-	201,951	157,000	358,951
Financial assets				
Available-for-sale financial asset	-	-	165	165
Financial assets at fair value through profit or loss	69,061	-	-	69,061
Total assets	69,061	201,951	157,165	428,177
<u>2012</u>				
Recurring fair value measurement:				
Non financial asset				
Investment properties	-	192,650	157,000	349,650
Financial assets				
Available-for-sale financial asset	-	-	165	165
Financial assets at fair value through profit or loss	26,031	-	-	26,031
Total assets	26,031	192,650	157,165	375,846

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

A11. Disposal of Subsidiary Companies in Preceding Year to Date

The Company had on 9 November 2012 completed the disposal of the following entities:-

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

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 comparative consolidated statement of profit or loss, statement of other comprehensive income and statement of cash flows have been represented to show the Discontinued Operations separately from Continuing Operations by using BNM/GP8 presentation as shown below:-

(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 on 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 subsidiary companies disposed	(681,550)
Gain on disposal of subsidiary companies 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	(519,539)
Realisation of foreign exchange reserves	(28,673)
Realisation of available-for-sale reserves	17,144
Gain on disposal of subsidiary companies at Group level	857,686

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
A11. Disposal of Subsidiary Companies in Preceding Year to Date (Cont'd)
(c) Statement of Profit or Loss for the Discontinued Operations

The financial results for the Discontinued Operations of the Group were as follows:-

	Comparative quarter ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2012 RM'000
Revenue	81,471	865,240
Interest income	25,365	262,028
Interest expense	(17,486)	(169,429)
Net interest income	7,879	92,599
Non-interest income	909,772	1,423,980
Net income from Islamic banking operations	915	8,247
Other operating expenses	(58,152)	(567,966)
(Allowance for)/Write back of impairment losses on loans, advances and financing	(573)	753
Write back of impairment losses on trade and other receivables	636	-
Write back of impairment loss on investments	-	12,711
Share of profits of associated companies	235	2,297
Profit before tax from Discontinued Operations	860,712	972,621
Income tax expense and zakat	321	(29,776)
Profit after tax for the period from Discontinued Operations	861,033	942,845
Profit attributable to:		
Owners of the Company	860,041	930,392
Non-controlling interests	992	12,453
	861,033	942,845

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
A11. Disposal of Subsidiary Companies in Preceding Year to Date (Cont'd)
(d) Statement of Comprehensive Income for the Discontinued Operations

The major components of Statement of Comprehensive Income for the Discontinued Operations of the Group were shown below:

	Comparative quarter ended 31.12.2012 RM'000	Preceding year to date ended 31.12.2012 RM'000
Profit after tax for the period from discontinued operations	861,033	942,845
Other comprehensive income		
<u>Items will not be reclassified subsequently to profit or loss:</u>		
Share of other comprehensive income in an associated group	(197)	(213)
Actuarial losses on defined benefit plan in subsidiary companies	-	(1,413)
<u>Items will be reclassified subsequently to profit or loss:</u>		
Net gain from foreign currency translation	(1,944)	(19,788)
Reversal of available-for-sale gain upon disposal	-	(4,764)
Unrealised net gain on revaluation of securities available-for-sale	4,432	40,425
Income tax relating to components of other comprehensive income	(1,090)	(9,046)
Other comprehensive income for the period, net of tax	<u>1,201</u>	<u>5,201</u>
Total comprehensive income for the period, net of tax	<u>862,234</u>	<u>948,046</u>
Total comprehensive income attributable to:		
Owners of the Company	861,852	941,193
Non-controlling interests	382	6,853
	<u>862,234</u>	<u>948,046</u>

(e) Statement of Cash Flows for the Discontinued Operations

The cash flows attributable to the Discontinued Operations of the Group were as follows:-

	Preceding year to date ended 31.12.2012 RM'000
Operating activities	2,830
Investing activities	(32,255)
Financing activities	136,012
Net cash outflows	<u>106,587</u>

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
A11. Disposal of Subsidiary Companies in Preceding Year to Date (Cont'd)

- (f) **The disposal of subsidiary companies had the following effects on the financial position of the Group:**

	Note	As at 9.11.2012 Completion date of the disposal of subsidiary companies 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
		4,788,537
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		1,201,089
Transfer from foreign exchange reserves		28,673
Transfer from available-for-sale reserves		(17,144)
		1,212,618
245.0 million new ordinary shares of RM1.00 each in RHBC, capitalised as investment in associated company		(1,871,800)
Gain on disposal of subsidiary companies at Group level	A11(b)	857,686
Net cash proceeds from disposal of subsidiary companies		198,504
Cash and cash equivalents		(1,431,372)
Net cash outflow from disposal of subsidiary companies		(1,232,868)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
PART B - Explanatory Notes Pursuant to Chapter 9, Part K - Periodic Disclosures, Part A of Appendix 9B, of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities")
B1. Group performance analysis of all operating segments for the current quarter and year to date

The Group's financial results are analysed by Continuing and Discontinued Operations as shown below:-

	Current quarter ended 31.12.2013 RM'000	Comparative quarter ended 31.12.2012 RM'000	Current year to date ended 31.12.2013 RM'000	Preceding year to date ended 31.12.2012 RM'000
Revenue - Continuing Operations	16,543	9,920	61,269	40,854
- Discontinued Operations	-	81,471	-	865,240
	16,543	91,391	61,269	906,094
Profit after tax				
Existing businesses	12,808	(22,999)	34,296	(18,378)
Share of profit of an associate	46,143	32,911	161,339	32,911
- Continuing Operations	58,951	9,912	195,635	14,533
Discontinued businesses	-	3,347	-	85,159
Gain on disposal of subsidiaries	-	857,686	-	857,686
- Discontinued Operations	-	861,033	-	942,845
	58,951	870,945	195,635	957,378
Profit attributable to Owners of the Company				
- Continuing Operations	58,951	9,912	195,635	14,533
- Discontinued Operations	-	860,041	-	930,392
	58,951	869,953	195,635	944,925

(a) Current Quarter ("4Q13") compared with Comparative Quarter of Preceding Year ("4Q12")

The Group continued to achieve profitable results for the 4Q13 with higher revenue of RM16.54 million versus RM9.92 million posted in 4Q12 from its Continuing Operations, up by 67%.

The 4Q13 profit after tax of RM58.95 million exceeded the total profit after tax from both its Continuing and Discontinued Operations of RM13.26 million in 4Q12, excluding gain on disposal of subsidiaries of RM857.69 million, representing an increase of 4.4 times or RM45.69 million. The 4Q13 profit after tax of 58.95 million included the share of profit of RHB Capital Berhad ("RHBC") group of RM46.14 million (4Q12: RM32.91 million) and profit contribution from existing businesses of RM12.81 million compared with pre-tax loss of RM23.00 million in 4Q12. The 4Q13 profit after tax was mainly derived from the increased business in capital financing, rental yield and appreciation in investment securities and investment properties.

Profit after tax from Discontinued Operations of RM861.03 million in 4Q12 was mainly consist of a gain on disposal of investment banks to RHBC of RM857.69 million and profit contributed by investment banking and related businesses of RM3.34 million.

Profit attributable to Owners of the Company increased to RM58.95 million in 4Q13 compared with RM9.91 million in 4Q12, up by 5.9 times or RM49.04 million for Continuing Operations resulting in earnings per share of 6.09 sen compared with 1.02 sen in 4Q12.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
B1. Performance analysis of the Group for the current quarter and year to date (Cont'd.)
(b) Current Year To Date (“FY13”) compared with Preceding Year To Date (“FY12”)
Overall performance

The Continuing Operations of the Group recorded total revenue of RM61.27 million in FY13, up by 50% or RM20.42 million from RM40.85 million reported in FY12, principally due to higher operating income generated from its existing capital financing business and higher rental income reported from its property investment business.

The profit after tax from Continuing Operations which included the share of profit of RHBC group increased to RM195.64 million by 13.5 times or RM181.11 million in FY13 compared with RM14.53 million recorded in FY12. For FY12, the share of profit of RHBC group is for the period from 9 November 2012 to 31 December 2012.

Excluding the gain on disposal of subsidiaries of RM857.69 million in FY12, the FY13 profit after tax of RM195.64 million surpassed the total profit after tax from both Continuing and Discontinued Operations in FY12 of RM99.69 million, increased by 96% or RM95.95 million. The FY13 profit after tax derived from the share of profit of RHBC group of RM161.34 million; and profits generated by the existing businesses of RM34.30 million, the latter turnaround from pre-tax loss of RM18.38 million in FY12 through higher operating revenue and appreciation in investment securities and investment properties.

The profit attributable to Owners of the Company from Continuing Operations increased by 13.5 times or RM181.11 million to RM195.64 million from RM14.53 million in FY12. This translates to earnings per share of 20.20 sen, up by 18.68 sen from 1.52 sen in FY12. The shareholders' funds of the Group as at 31 December 2013 increased to RM2.60 billion from RM2.45 billion at the end of 2012, resulting in net assets per share improved by RM0.16 or 6% to RM2.68 from RM2.52.

Performance analysis of the respective business segments for FY13 versus FY12

Business Segments	Current year to date ended 31.12.2013			Preceding year to date ended 31.12.2012		
	Continuing Operations	Discontinued Operations	Total	Continuing Operations	Discontinued Operations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Investment holding	178,622	-	178,622	20,072	-	20,072
Capital financing	20,855	-	20,855	(6,667)	-	(6,667)
Property investment	13,708	-	13,708	9,996	-	9,996
Investment banking	-	-	-	-	964,253	964,253
Adjustments	-	-	-	(8,368)	8,368	-
Profit before tax	213,185	-	213,185	15,033	972,621	987,654

The **Investment Holding** segment is the Group's top profit contributor in FY13. It recorded a pre-tax profit of RM178.62 million as compared with the pre-tax profit of RM20.07 million in FY12. The increase in FY13 pre-tax profit was mainly attributed to the share of profit of RHBC group of RM161.34 million (FY12: RM32.91 million) and the appreciation in investment securities of RM12.98 million (FY12: RM1.39 million).

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

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

(b) Current Year To Date (“FY13”) compared with Preceding Year To Date (“FY12”) (Cont'd)

Performance analysis of the respective business segments for FY13 versus FY12 (Cont'd)

The **Capital Financing** segment contributed a pre-tax profit of RM20.86 million in FY13 (FY12: pre-tax loss of RM6.67 million), after allowance for impairment of RM0.50 million (FY12: RM26.08 million). The **Property Investment** segment reported a pre-tax profit of RM13.71 million, including appreciation in investment properties of RM4.09 million in FY13, compared with pre-tax profit of RM10.00 million in FY12. Despite the higher revenue, the pre-tax profits for both segments were impacted by higher funding and personnel costs.

The pre-tax profit of **Investment Banking** business in FY12 under Discontinued Operations consist of gain on disposal of subsidiaries of RM857.69 million and net profits derived mainly from its investment banking and its related businesses.

Performance analysis of the respective geographical segments for FY13 versus FY12

The Group's Continuing Operations are all based in Malaysia. The FY13 pre-tax profit from Continuing Operations increased significantly to RM213.19 million from RM15.03 million in FY12, mainly due to the share of profit of RHBC group and the improved earnings from the existing businesses as mentioned above.

In FY12, the Group's Discontinued Operations recorded pre-tax profit of RM972.62 million which inclusive of gain on disposal of subsidiaries of RM857.69 million, where Malaysian operations generated pre-tax profit of RM116.11 million offset against pre-tax loss of RM1.18 million recorded by overseas operations.

B2. Commentary on pre-tax profit for current quarter (“4Q13”) compared with immediate preceding quarter (“3Q13”)

The Group achieved a 17% growth in pre-tax profit or RM9.92 million to RM68.71 million in 4Q13 versus RM58.79 million in 3Q13 due to the improvement in pre-tax profit from its existing businesses of RM22.57 million in 4Q13 (3Q13: RM8.37 million) and the contribution from share of profit of RM46.14 million of RHBC group in 4Q13 compared with RM50.42 million in 3Q13.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

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

(a) Prospects for the year 2014

(Commentary on the year 2014)

The Investment Holding business will continue to benefit from the share of profit from its investment in RHBC group. The Group is expected to receive stable rental income from its Property Investment business and profit contribution from its Capital Financing business.

The Group will continue to seek and evaluate viable businesses and investment opportunities to further enhance its performance. The Board is confident that the Group will achieve satisfactory results in 2014 despite the challenging economic environment.

(b) Progress and steps to achieve revenue or profit estimate, forecast, projection and internal targets previously announced

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

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 previously announced

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

B6. Income tax expense

	Current quarter ended 31.12.2013 RM'000	Current year to date ended 31.12.2013 RM'000
In respect of current period:		
Income tax	(2,879)	(9,263)
Deferred taxation	(6,975)	(8,384)
Over provision in respect of prior year income tax	97	97
Income tax expense	<u>(9,757)</u>	<u>(17,550)</u>

Excluding share of profit of an associate company, the effective tax rate for the current year to date is higher than the statutory tax rate of 25% mainly due to deferred tax on prior year revaluation gain as a result of change in tax legislation in 2013.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**B7. Status of corporate proposals and utilisation of proceeds**

- (a) **Status of corporate proposals announced but not completed as at 25 February 2014 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report)**

There were no corporate proposals announced.

- (b) **The status of utilisation of proceeds raised from any corporate proposal by the Company**

There were no proceeds raised from any corporate proposal by the Company.

B8. Borrowings and debt securities as at the end of the reporting period

The Group do not issued any debt securities and the Group's borrowings denominated in Ringgit Malaysia (RM) at the end of the current year to date are as follows:-

	RM'000
Short term borrowings - Unsecured	
Revolving credits	<u>290,219</u>

B9. Changes in material litigation

As at 25 February 2014 (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 single tier final dividend of 5.0 sen (2012: 2.5 sen per share less 25% income tax). The proposed dividend is subject to Shareholders' approval at the forthcoming Annual General Meeting. The entitlement date to the final dividend shall be determined by the Board of Directors.
- (b) The Board of Directors declared an interim dividend of 2.5 sen (2012: 2.5 sen for the first interim dividend and 5.0 sen for the second interim dividend) per share less 25% income tax for the current year to date, which was paid on 25 September 2013.
- (c) Total dividend for the current year to date is 7.5 sen per share comprising 5.0 sen single tier and 2.5 sen per share less 25% income tax (2012: 10.0 sen per share less 25% income tax).

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

B11. Earnings Per Share (“EPS”) attributable to Owners of the Company

	Current quarter ended 31.12.2013	Comparative quarter ended 31.12.2012	Current year to date ended 31.12.2013	Preceding year to date ended 31.12.2012
<u>Basic/Dilutive</u>				
Profit attributable to Owners of the Company (RM'000):				
- <i>Continuing Operations</i>	58,951	9,912	195,635	14,533
- <i>Discontinued Operations</i>	-	860,041	-	930,392
	58,951	869,953	195,635	944,925
Weighted average number of ordinary shares in issue ('000 shares)				
	968,422	968,394	968,422	956,995
<u>Basic/Dilutive EPS (sen)</u>				
- <i>Continuing Operations</i>	6.09	1.02	20.20	1.52
- <i>Discontinued Operations</i>	-	88.81	-	97.22
Total	6.09	89.83	20.20	98.74

There are no dilutive potential ordinary shares outstanding as at 31 December 2013 and 31 December 2012 respectively.

B12. Auditors' report of preceding annual financial statements

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

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
B13. Items included in the Statement of Profit or Loss and Statement of Other Comprehensive Income

	Current quarter ended	Comparative quarter ended	Current year to date ended	Preceding year to date ended
	31.12.2013 RM'000	31.12.2012 RM'000	31.12.2013 RM'000	31.12.2012 RM'000
(a) Profit before taxation from Continuing Operations is arrived at after (charging)/crediting:				
(i) Revenue				
- Dividend income	-	-	-	13
- Interest income	8,639	5,560	34,785	20,757
- Rental income	4,232	3,421	16,895	9,033
(ii) Direct cost				
- Interest expense	(2,640)	(1,849)	(9,565)	(7,511)
(iii) Other income				
- Bad debts recovered	1,012	-	1,898	145
- Dividend income	-	1	2	1
- Gain on disposal of investment	4	-	4	-
- Interest income	-	-	1	-
- Realised gain from foreign exchange translations	-	-	-	44
- Revaluation gain on investment properties	4,088	-	4,088	-
- Unrealised gain from foreign exchange translations of securities	545	-	1,524	-
- Unrealised gain on revaluation of securities	1,065	946	11,457	1,777
(iv) Administrative expenses				
- Depreciation and amortisation	(265)	(304)	(779)	(2,017)
(v) Other items				
- Bad debts written off	(3)	-	(24)	(10)
- Realised loss arising from sale of securities	(3)	-	(3)	(851)
- Unrealised loss from foreign exchange translations	-	(38)	-	(383)
- Write back of/(Allowance for) collective assessment	4,898	(576)	3,367	(2,032)
- Allowance for individual assessment	(525)	(23,643)	(3,864)	(24,045)
(vi) Finance costs				
- Interest expense	(548)	(333)	(2,174)	(1,960)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
B13. Items included in the Statement of Profit or Loss and Statement of Other Comprehensive Income (Cont'd)

	Current quarter ended	Comparative quarter ended	Current year to date ended	Preceding year to date ended
	31.12.2013 RM'000	31.12.2012 RM'000	31.12.2013 RM'000	31.12.2012 RM'000
(b) Profit after tax from Discontinued Operations is arrived at after (charging)/crediting:				
(i) Interest income	-	25,365	-	262,028
(ii) Interest expense	-	(17,486)	-	(169,429)
(iii) Non-interest income				
- Dividend income	-	73	-	2,463
- Gain on disposal of subsidiary companies	-	857,686	-	857,686
- Net gain arising from sales of securities and derivatives	-	3,232	-	55,305
- Realised gain on foreign exchange	-	3,185	-	24,441
- Unrealised gain on revaluation of trading securities and derivatives	-	4,938	-	15,155
- Unrealised loss from foreign exchange translations	-	(971)	-	(12,004)
- Unrealised loss on derivatives	-	(6,500)	-	(16,625)
(iv) Other operating expenses				
- Depreciation and amortisation	-	(2,156)	-	(19,182)
- Loss on disposal of equipment	-	-	-	(633)
(v) (Allowance for)/Write back of impairment losses on loans, advances and financing				
- Individual assessment	-	(22)	-	246
- Collective assessment	-	(550)	-	507
	-	(573)	-	753
(vi) Write back of impairment losses on trade and other receivables				
- Individual assessment	-	559	-	143
- Collective assessment	-	71	-	52
Bad debts recovered/(written off)	-	6	-	(195)
	-	636	-	-

(c) Allowance for and write off of inventories and exceptional items are not applicable to the Group.

(d) Items for other comprehensive income are disclosed in the Statement of Comprehensive Income for Continuing Operations and Note A11(b) for Discontinued Operations.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**B14. 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 31.12.2013 RM'000	As at 31.12.2012 RM'000
Total retained profits of the Company and its subsidiary companies		
- Realised	1,438,219	1,377,306
- Unrealised	110,152	105,185
	1,548,371	1,482,491
Total share of retained profits from associated companies		
- Realised	173,109	39,878
- Unrealised	-	-
	1,721,480	1,522,369
Less : Consolidation adjustments	(168,043)	(126,418)
	1,553,437	1,395,951

By Order of the Board

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

Kuala Lumpur
27 February 2014

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

A7. 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:

Continuing Operations:

- | | |
|------------------------|--|
| 1. Investment Holding | - Investing activities and other insignificant business segment. |
| 2. Capital Financing | - Capital financing activities. |
| 3. Property Investment | - Management and letting of properties. |

Discontinued Operations:

(for preceding year to date)

- | | |
|-----------------------|--|
| 1. Investment Banking | - Investment banking, loans and financing, equities and futures, wealth management, investment holding and others. |
|-----------------------|--|

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 preceding year to date have been re-presented to conform with current year to date presentation.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
A7. Segmental information (Cont'd)

Business Segments	Continuing Operations					Discontinued Operations			Grand Total	Inter-segments Eliminations	Consolidated	Adjustments for Discontinued Operations	Amount shown in Statements of Profit or Loss
	Investment Holding	Capital Financing	Property Investment	Elimination with Discontinued Operations	Total	Investment Banking	Continuing Operations	Total					
CURRENT YEAR TO DATE ENDED 31.12.2013													
Revenue													
External parties	-	44,374	16,895	-	61,269	-	-	-	61,269	-	61,269	-	61,269
Inter-segment	10,884	-	1,527	-	12,411	-	-	-	12,411	(12,411)	-	-	-
Dividend from an associate company	54,430	-	-	-	54,430	-	-	-	54,430	(54,430)	-	-	-
Dividend from subsidiaries	37,013	-	-	-	37,013	-	-	-	37,013	(37,013)	-	-	-
Total	102,327	44,374	18,422	-	165,123	-	-	-	165,123	(103,854)	61,269	-	61,269
Results													
Profit from operations with external parties	19,486	43,398	17,349	-	80,233	-	-	-	80,233	(16,648)	63,585	-	63,585
Add : Inter segment revenue	10,884	-	1,527	-	12,411	-	-	-	12,411	(12,411)	-	-	-
Add : Inter segment income	-	-	5,594	-	5,594	-	-	-	5,594	(5,594)	-	-	-
Less : Inter segment expenses	(5,835)	(6,949)	(4,294)	-	(17,078)	-	-	-	(17,078)	17,078	-	-	-
Profit before funding costs	24,535	36,449	20,176	-	81,160	-	-	-	81,160	(17,575)	63,585	-	63,585
Less : Interest expenses	(6,328)	(15,594)	(6,468)	-	(28,390)	-	-	-	(28,390)	16,651	(11,739)	-	(11,739)
Segment profit	18,207	20,855	13,708	-	52,770	-	-	-	52,770	(924)	51,846	-	51,846
Share of profits of an associated company	160,415	-	-	-	160,415	-	-	-	160,415	924	161,339	-	161,339
Profit before tax	178,622	20,855	13,708	-	213,185	-	-	-	213,185	-	213,185	-	213,185
Income tax					(17,550)								(17,550)
Profit after tax					195,635								195,635
PRECEDING YEAR TO DATE ENDED 31.12.2012													
Revenue													
External parties	13	31,755	9,086	-	40,854	865,240	-	865,240	906,094	-	906,094	(865,240)	40,854
Inter-segment	463	-	9,669	(9,378)	754	9,775	(1,010)	8,765	9,519	(9,519)	-	-	-
Dividend from an associate company	-	-	-	-	-	264	-	264	264	(264)	-	-	-
Dividend from subsidiaries	78,700	-	-	-	78,700	9,214	-	9,214	87,914	(87,914)	-	-	-
Total	79,176	31,755	18,755	(9,378)	120,308	884,493	(1,010)	883,483	1,003,791	(97,697)	906,094	(865,240)	40,854
Results													
Profit/(Loss) from operations with external parties	(9,859)	3,277	1,277	-	(5,305)	1,147,673	-	1,147,673	1,142,368	(11,022)	1,131,346	(1,139,753)	(8,407)
Add : Inter segment revenue	463	-	9,669	(9,378)	754	9,775	(1,010)	8,765	9,519	(9,519)	-	-	-
Add : Inter segment income	-	-	1,960	-	1,960	-	-	-	1,960	(1,960)	-	-	-
Less : Inter segment expenses	(1,608)	(1,478)	(598)	1,010	(2,674)	(23,342)	9,378	(13,964)	(16,638)	16,638	-	-	-
(Loss)/Profit before funding costs	(11,004)	1,799	12,308	(8,368)	(5,265)	1,134,106	8,368	1,142,474	1,137,209	(5,863)	1,131,346	(1,139,753)	(8,407)
Less : Interest expenses	(1,667)	(8,466)	(2,312)	-	(12,445)	(172,150)	-	(172,150)	(184,595)	5,695	(178,900)	169,429	(9,471)
Segment (loss)/profit	(12,671)	(6,667)	9,996	(8,368)	(17,710)	961,956	8,368	970,324	952,614	(168)	952,446	(970,324)	(17,878)
Share of profits after tax of associated companies	32,743	-	-	-	32,743	2,297	-	2,297	35,040	168	35,208	(2,297)	32,911
(Loss)/Profit before tax	20,072	(6,667)	9,996	(8,368)	15,033	964,253	8,368	972,621	987,654	-	987,654	(972,621)	15,033
Income tax expense and zakat					(500)			(29,776)					(500)
Profit after tax from continuing operations					14,533			942,845					14,533
Profit after tax from discontinuing operations													942,845
Profit after tax for the period													957,378

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013
A7. Segmental information (Cont'd)
Geographical Segments
Continuing Operations:

The Group operates domestically in Malaysia only.

Discontinued Operations:

The Discontinued Operations of the Group operated in Malaysia (Domestic) and overseas which include Singapore, China and Hong Kong, Indonesia, Cambodia and Thailand.

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 an associated company, Investment properties, Properties and equipment and Intangible assets.

	Continuing	Discontinued Operations			Conso	Adjustments for	Amount Shown
	Operations	Domestic	Overseas	Total			
	Domestic	Domestic	Overseas	Total	lidated	Operations	Statements
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
CURRENT YEAR TO DATE ENDED 31.12.2013							
Revenue	61,269	-	-	-	61,269	-	61,269
Profit before tax	213,185	-	-	-	213,185	-	213,185
Non-current assets as at 31.12.2013 *	2,429,985	-	-	-	2,429,985	-	2,429,985
PRECEDING YEAR TO DATE ENDED 31.12.2012							
Revenue	40,854	637,905	227,335	865,240	906,094	(865,240)	40,854
Profit/(Loss) before tax	15,033	973,798	(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

* Total non-current assets other than financial instruments and deferred tax assets.