

LPI CAPITAL BHD

**SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE PERIOD ENDED 30 JUNE 2004**
(the figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/06/2004	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2003	CURRENT YEAR TO DATE 30/06/2004	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2003
	RM'000	RM'000	RM'000	RM'000
1 Revenue	91,142	97,744	187,832	180,184
2 Profit before tax	19,873	16,544	30,045	22,500
3 Profit after tax and minority interest	14,281	13,065	21,415	17,241
4 Net profit for the period	14,281	13,065	21,415	17,241
5 Basic earnings per share (sen)	11.60	11.02	17.39	14.54
6 Dividend per share (sen)	0.00	0.00	0.00	0.00
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7 Net tangible assets per share (RM)		2.4656		2.4440

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Condensed Consolidated Income Statements For The Quarter Ended 30 June 2004

	Current Quarter Ended 30.06.2004 RM'000	6 Months Cumulative to Date 30.06.2004 RM'000	Current Quarter Ended 30.06.2003 RM'000	6 Months Cumulative to Date 30.06.2003 RM'000
Revenue	91,142	187,832	97,744	180,184
Transfer from general insurance revenue account :-				
Underwriting surplus before management expenses	13,700	30,516	14,019	24,736
Management expenses	(9,719)	(19,797)	(9,072)	(17,074)
Underwriting surplus	3,981	10,719	4,947	7,662
Investment income	7,085	9,399	5,301	7,570
Other operating income/ (expenses) - net	636	1,152	937	1,316
	11,702	21,270	11,185	16,548
Investment income	7,663	7,781	5,001	5,052
Management expenses	(145)	(338)	(122)	(214)
Operating profit	19,220	28,713	16,064	21,386
Interest income	653	1,332	480	1,114
Profit before taxation	19,873	30,045	16,544	22,500
Tax expenses	(5,592)	(8,630)	(3,479)	(5,259)
Net profit for the year	14,281	21,415	13,065	17,241
Earning per share (sen)				
- Basic	11.60	17.39	11.02	14.54
- Diluted	11.45	17.17	10.90	14.38

Note : The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2003.

LPI CAPITAL BHD**Condensed Consolidated Balance Sheets As At 30 June 2004**

	As At 30.06.2004	As At 31.12.2003
	RM'000	RM'000
Property and equipment	8,970	8,918
Investment properties	400	400
Investments	183,662	171,174
Other long term assets	11,872	10,801
Current assets		
Trade and other receivables	56,464	54,343
Investments	316,731	292,448
Cash and cash equivalents	3,713	3,940
	<u>376,908</u>	<u>350,731</u>
Current liabilities		
Trade and other payables	48,061	42,730
Provision for outstanding claims	120,016	110,322
Taxation	2,455	1,863
	<u>170,532</u>	<u>154,915</u>
Net current assets	206,376	195,816
Unearned premium reserves	(105,864)	(93,446)
	<u>305,416</u>	<u>293,663</u>
Financed by:		
Capital and reserves		
Share capital	123,872	120,159
Reserves	181,544	173,504
Shareholders' funds	<u>305,416</u>	<u>293,663</u>

Note : The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 December 2003.

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Condensed Consolidated Statements Of Changes In Equity For The Quarter Ended 30 June 2004

	Share Capital RM'000	Reserve Attributable to Capital RM'000	Reserve Attributable to Revenue RM'000	Retained Profits RM'000	Total RM'000
<u>6 Months Quarter Ended 30 June 2004</u>					
As at 1 January 2004	120,159	57,564	918	115,022	293,663
ESOS shares issued during the year					
at RM3.29 each	3,602	8,249	-	-	11,851
at RM3.76 each	111	306	-	-	417
Currency translation differences	-	(79)	-	-	(79)
Net losses not recognised in the income statement	-	(79)	-	-	(79)
Net profit	-	-	-	21,415	21,415
Dividends	-	-	-	(21,851)	(21,851)
Balance as at 30 June 2004	<u>123,872</u>	<u>66,040</u>	<u>918</u>	<u>114,586</u>	<u>305,416</u>
<u>6 Months Quarter Ended 30 June 2003</u>					
As at 1 January 2003	118,137	52,667	918	97,516	269,238
ESOS shares issued during the year at RM3.29 each	473	1,083	-	-	1,556
Currency translation differences	-	5	-	-	5
Net profit not recognised in the income statement	-	5	-	-	5
Net profit	-	-	-	17,241	17,241
Dividends	-	-	-	(17,791)	(17,791)
Balance as at 30 June 2003	<u>118,610</u>	<u>53,755</u>	<u>918</u>	<u>96,966</u>	<u>270,249</u>

Note : The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2003.

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Condensed Consolidated Cash Flow Statements For The Quarter Ended 30 June 2004

	6 Months Ended 30.06.2004	6 Months Ended 30.06.2003
	RM'000	RM'000
Profit before tax	30,045	22,500
Adjustment for non-cash flow :-		
Non-cash items	23,282	21,257
Non-operating items (which are investing/ financing)	(18,517)	(14,056)
Operating profit before working capital changes	<u>34,810</u>	<u>29,701</u>
Changes in working capital:-		
Net change in current assets	(27,606)	(47,312)
Net change in current liabilities	(2,713)	11,802
Non-operating items (which are investing/ financing)	6,029	25,154
Net cash generated from operating activities	<u>10,520</u>	<u>19,345</u>
Investing activities		
- Other investments	<u>(1,085)</u>	<u>(1,302)</u>
Net cash used in investing activities	<u>(1,085)</u>	<u>(1,302)</u>
Financing activities		
- Proceeds from issue of share	12,268	1,556
- Dividend paid	<u>(21,851)</u>	<u>(17,791)</u>
Net cash used in financing activities	<u>(9,583)</u>	<u>(16,235)</u>
Net (decrease)/ increase in cash and cash equivalents	(148)	1,808
Cash and cash equivalents at beginning of period	3,940	2,250
Foreign exchange differences on opening balances	(79)	5
Cash and cash equivalents at end of period	<u>3,713</u>	<u>4,063</u>

Note : The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2003.