

LPI CAPITAL BHD**SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE PERIOD ENDED 30 JUNE 2006***(the figures have not been audited)*

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/06/2006	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2005	CURRENT YEAR TO DATE 30/06/2006	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2005
	RM'000	RM'000	RM'000	RM'000
1 Revenue	108,261	116,777	247,168	226,574
2 Profit before tax	21,576	41,529	55,229	54,825
3 Profit after tax and minority interest	15,200	30,018	39,302	39,210
4 Net profit for the period	15,200	30,018	39,302	39,210
5 Basic earnings per share (sen)	11.01	22.25	28.46	29.06
6 Dividend per share (sen)	25.00	20.00	25.00	20.00
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7 Net assets per share attributable to ordinary equity holders of the parent (RM)	2.7821		2.8258	

LPI CAPITAL BHD

Condensed Consolidated Income Statements For The Quarter Ended 30 June 2006

	Current Quarter Ended 30.06.2006 RM'000	6 Months Cumulative To Date 30.06.2006 RM'000	Current Quarter Ended 30.06.2005 RM'000	6 Months Cumulative To Date 30.06.2005 RM'000
Revenue	108,261	247,168	116,777	226,574
Transfer from general insurance revenue account:-				
Underwriting surplus before management expenses	30,481	52,434	22,220	42,349
Management expenses	(13,697)	(26,271)	(12,592)	(24,277)
Underwriting surplus	16,784	26,163	9,628	18,072
Investment income	3,287	13,276	13,106	15,705
Other operating income/ (expenses) - net	536	1,311	684	1,961
	20,607	40,750	23,418	35,738
Investment Income	102	12,802	17,288	17,389
Management Expenses	(69)	(350)	(76)	(260)
Operating profit	20,640	53,202	40,630	52,867
Interest income	936	2,027	899	1,958
Profit before taxation	21,576	55,229	41,529	54,825
Tax expenses	(6,376)	(15,927)	(11,511)	(15,615)
Net profit for the year	15,200	39,302	30,018	39,210
Attributable to:				
Equity holders of the parent	15,200	39,302	30,018	39,210
Earning per share (sen)				
- Basic	11.01	28.46	22.25	29.06
- Diluted	N/A	N/A	22.18	28.97

N/A - *Not Applicable. No dilution in the earnings per share since all share options had been fully exercised as at 31 December 2005.*

Note : The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2005.

LPI CAPITAL BHD

Condensed Consolidated Balance Sheets As At 30 June 2006

		As At 30.06.2006	As At 31.12.2005
	NOTE	RM'000	RM'000
Assets			
Property and equipment	A9	8,748	12,495
Investment properties	A13	8,047	400
Investments		206,470	186,894
Other long term assets		16,128	15,364
Trade and other receivables		78,119	52,574
Deposits with financial institutions		435,649	443,575
Cash and cash equivalents		8,347	5,045
Total assets		<u>761,508</u>	<u>716,347</u>
Equity			
Share capital		138,723	138,723
Reserves		249,870	255,907
Treasury shares		(4,430)	(4,430)
Total equity attributable to equity holders of the parent		<u>384,163</u>	<u>390,200</u>
Liabilities			
Deferred tax liability		392	-
Unearned premium reserves		143,518	129,956
Provision for outstanding claims		161,111	149,468
Trade and other payables		61,483	40,058
Taxation		10,841	6,665
Total liabilities		<u>377,345</u>	<u>326,147</u>
Total equity and liabilities		<u>761,508</u>	<u>716,347</u>

Note : The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 December 2005.

LPI CAPITAL BHD

Condensed Consolidated Statements Of Changes In Equity For The Quarter Ended 30 June 2006

	←	Attributable to Equity Holders of the Parent			→	
	Share Capital	Treasury Shares	Reserve Attributable to Capital	Reserve Attributable to Revenue	Retained Profits	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>6 Months Quarter Ended 30 June 2006</u>						
Balance at 1 January 2006	138,723	(4,430)	109,973	918	145,016	390,200
Change in accounting policy:						
Restating investment property from cost to fair value	-	-	-	-	4,303	4,303
Deferred tax relating to restating investment property at fair value	-	-	-	-	(392)	(392)
	-	-	-	-	3,911	3,911
Restated balance	<u>138,723</u>	<u>(4,430)</u>	<u>109,973</u>	<u>918</u>	<u>148,927</u>	<u>394,111</u>
<u>Changes in equity for the 2nd quarter ended 30 June 2006</u>						
Currency translation differences	-	-	460	-	-	460
Net income recognised directly in equity	-	-	460	-	-	460
Net profit for the period	-	-	-	-	39,302	39,302
Total recognised income for the period	-	-	460	-	39,302	39,762
Dividends distributed to equity holders	-	-	-	-	(49,710)	(49,710)
Balance at 30 June 2006	<u><u>138,723</u></u>	<u><u>(4,430)</u></u>	<u><u>110,433</u></u>	<u><u>918</u></u>	<u><u>138,519</u></u>	<u><u>384,163</u></u>

Condensed Consolidated Statements Of Changes In Equity For The Quarter Ended 30 June 2006 - (continued)

	← Attributable to Equity Holders of the Parent →					
	Share Capital	Treasury Shares	Reserve Attributable to Capital	Reserve Attributable to Revenue	Retained Profits	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>6 Months Quarter Ended 30 June 2005</u>						
Balance at 1 January 2005	128,901	-	79,385	918	148,672	357,876
<u>Changes in equity for the 2nd quarter ended 30 June 2005</u>						
ESOS shares issued during the year						
at RM3.29 each	512	-	1,173	-	-	1,685
at RM3.76 each	1,010	-	2,787	-	-	3,797
at RM3.66 each	5,526	-	14,699	-	-	20,225
at RM4.30 each	189	-	623	-	-	812
at RM5.94 each	108	-	534	-	-	642
Share Buy Back	-	(4,430)	-	-	-	(4,430)
Currency translation differences	-	-	(354)	-	-	(354)
Net loss recognised directly in equity	-	-	(354)	-	-	(354)
Net profit for the period	-	-	-	-	39,210	39,210
Total recognised income and expense for the period	7,345	(4,430)	19,462	-	39,210	61,587
Dividends distributed to equity holders	-	-	-	-	(58,670)	(58,670)
Balance at 30 June 2005	136,246	(4,430)	98,847	918	129,212	360,793

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 2005.

LPI CAPITAL BHD

Condensed Consolidated Cash Flow Statements For The Quarter Ended 30 June 2006

	6 Months Ended 30.06.2006	6 Months Ended 30.06.2005
	RM'000	RM'000
Profit before tax	55,229	54,825
Adjustment for non-cash flow :-		
Non-cash items	26,416	29,728
Non-operating items (which are investing/ financing)	(28,113)	(14,764)
Operating profit before working capital changes	<u>53,532</u>	<u>69,789</u>
Changes in working capital:-		
Net change in current assets	(28,779)	(45,554)
Net change in current liabilities	13,974	(4,780)
Non-operating items (which are investing/ financing)	14,796	16,556
Net cash generated from operating activities	<u>53,523</u>	<u>36,011</u>
Investing activities		
- Other investments	(971)	(1,475)
Net cash used in investing activities	<u>(971)</u>	<u>(1,475)</u>
Financing activities		
- Proceeds from issue of share	-	27,161
- Dividend paid	(49,710)	(58,670)
- Buy-back of shares	-	(4,430)
Net cash used in financing activities	<u>(49,710)</u>	<u>(35,939)</u>
Net increase/ (decrease) in cash and cash equivalents	2,842	(1,403)
Cash and cash equivalents at beginning of period	5,045	6,751
Foreign exchange differences on opening balances	460	(354)
Cash and cash equivalents at end of period	<u>8,347</u>	<u>4,994</u>

Note : The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2005.