



**SUMMARY OF KEY FINANCIAL INFORMATION FOR THE FINANCIAL  
PERIOD ENDED 30 JUNE 2009**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>30.06.2009</b>	<b>30.06.2008</b>	<b>30.06.2009</b>	<b>30.06.2008</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
1. Revenue	<b>66,983</b>	47,113	<b>66,983</b>	47,113
2. Profit before tax	<b>24,959</b>	17,074	<b>24,959</b>	17,074
3. Profit for the period	<b>18,533</b>	13,572	<b>18,533</b>	13,572
4. Profit attributable to ordinary equity holders of the Company	<b>18,533</b>	13,572	<b>18,533</b>	13,572
5. Basic earnings per share (sen)	<b>2.61</b>	1.91	<b>2.61</b>	1.91
6. Proposed/Declared dividend per share (sen)	-	-	-	-
		<b>AS AT END OF CURRENT QUARTER</b>		<b>AS AT PRECEDING FINANCIAL YEAR END</b>
7. Net assets per share attributable to ordinary equity holders of the Company (RM)		0.45		0.42
		<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>
		<b>30.06.2009</b>		<b>30.06.2009</b>
		<b>RM'000</b>		<b>RM'000</b>
		<b>30.06.2008</b>		<b>30.06.2008</b>
		<b>RM'000</b>		<b>RM'000</b>
8. Gross interest income	<b>1,023</b>	1,443	<b>1,023</b>	1,443
9. Gross interest expense	<b>10 #</b>	15	<b>10</b>	15



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**CONDENSED INCOME STATEMENTS**

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	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 3 MONTHS ENDED	
	30.06.2009 RM'000	30.06.2008 RM'000	30.06.2009 RM'000	30.06.2008 RM'000
Revenue	66,983	47,113	66,983	47,113
Other income	1,856	1,910	1,856	1,910
Interest expense applicable to revenue	(15,877)	(12,524)	(15,877)	(12,524)
Staff costs and directors' remuneration	(2,855)	(2,332)	(2,855)	(2,332)
Depreciation of property, plant and equipment and investment properties	(384)	(341)	(384)	(341)
Other expenses	(24,754)	(16,737)	(24,754)	(16,737)
Finance costs	(10)	(15)	(10)	(15)
<b>Profit before tax</b>	<b>24,959</b>	<b>17,074</b>	<b>24,959</b>	<b>17,074</b>
Taxation	(6,426)	(3,502)	(6,426)	(3,502)
<b>Profit for the period</b>	<b>18,533</b>	<b>13,572</b>	<b>18,533</b>	<b>13,572</b>
<b>Attributable to:</b>				
Equity holders of the Company	18,533	13,572	18,533	13,572
	<b>18,533</b>	<b>13,572</b>	<b>18,533</b>	<b>13,572</b>
<b>Earnings per share attributable to equity holders of the Company:</b>				
Basic (sen)	2.61	1.91	2.61	1.91
Diluted (sen)	n/a	n/a	n/a	n/a

The Condensed Income Statements should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial report.

**CONDENSED BALANCE SHEETS**

	AS AT 30.06.2009 RM'000	AS AT 31.03.2009 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	3,606	3,745
Investment properties	2,831	2,846
Goodwill on consolidation	28,677	28,677
Loan receivables	878,864	839,444
Other investment	30,387	30,387
Deferred tax assets	2,980	2,769
Total Non-Current Assets	<b>947,345</b>	<b>907,868</b>
<b>Current Assets</b>		
Short term investments	4,028	4,028
Loan receivables	121,952	112,495
Trade receivables	36,060	34,210
Other receivables, deposits and prepaid expenses	8,609	8,581
Deposits with licensed financial institutions	196,235	204,511
Cash and bank balances	23,507	9,551
Total Current Assets	<b>390,391</b>	<b>373,376</b>
<b>TOTAL ASSETS</b>	<b>1,337,736</b>	<b>1,281,244</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	71,097	71,097
Reserves	245,495	226,962
<b>Total Equity</b>	<b>316,592</b>	<b>298,059</b>
<b>Non-Current Liabilities</b>		
Hire-purchase payables	548	486
Finance lease payables	10	27
Borrowings	672,242	622,304
Deferred tax liabilities	17,095	13,965
Total Non-Current Liabilities	<b>689,895</b>	<b>636,782</b>
<b>Current Liabilities</b>		
Other payables and accrued expenses	52,099	46,080
Hire-purchase payables	216	198
Finance lease payables	107	125
Borrowings	276,495	298,357
Taxation	2,332	1,643
Total Current Liabilities	<b>331,249</b>	<b>346,403</b>
<b>Total Liabilities</b>	<b>1,021,144</b>	<b>983,185</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,337,736</b>	<b>1,281,244</b>
<b>NET ASSETS PER SHARE (RM)</b>	<b>0.45</b>	<b>0.42</b>

The Condensed Balance Sheets should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial report.



**CONDENSED STATEMENTS OF CHANGES IN EQUITY**

**ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY**

	Share Capital RM'000	Non- Distributable Reserve Share Premium RM'000	Distributable Reserve Retained Earnings RM'000	Total Reserves RM'000	Minority Interest RM'000	Total Equity RM'000
<b>As at 1 April 2008</b>	64,634	3,553	139,345	142,898	-	207,532
Profit for the period	-	-	13,572	13,572	-	13,572
Issuance of private placement shares	6,463	22,945	-	22,945	-	29,408
Share issuance expenses recognised directly in equity	-	(104)	-	(104)	-	(104)
<b>As at 30 June 2008</b>	71,097	26,394	152,917	179,311	-	250,408
<b>As at 1 April 2009</b>	71,097	26,394 #	200,568	226,962	-	298,059
Profit for the period	-	-	18,533	18,533	-	18,533
<b>As at 30 June 2009</b>	71,097 #	26,394 #	219,101 #	245,495 #	- #	316,592

The Condensed Statements of Changes in Equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial report.

**CONDENSED CASH FLOW STATEMENTS**

	<b>CUMULATIVE QUARTER 30.06.2009 RM'000</b>	<b>CUMULATIVE QUARTER 30.06.2008 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the financial period	<b>18,533</b>	13,572
Adjustments for:		
Taxation	<b>6,426</b>	3,502
Allowance for doubtful debts, net	<b>5,416</b>	7,286
Amortisation of discount on MTNs	<b>675</b>	367
Depreciation of property, plant and equipment and investment properties	<b>384</b>	341
Loss on early redemption of MTNs	<b>135</b>	-
Finance costs	<b>10</b>	15
Property, plant and equipment written off	<b>-</b>	3
Dividend income	<b>(1,513)</b>	(1,289)
Interest income	<b>(1,023)</b>	(1,443)
Operating profit before working capital changes	<b>29,043</b>	22,354
(Increase)/Decrease in working capital:		
Loan receivables	<b>(54,219)</b>	(78,485)
Trade receivables	<b>(1,924)</b>	(8,631)
Other receivables, deposits and prepaid expenses	<b>(230)</b>	6,363
Increase/(Decrease) in working capital:		
Other payables and accrued expenses	<b>6,019</b>	(158)
Cash used in operations	<b>(21,311)</b>	(58,557)
Taxes paid	<b>(2,715)</b>	(4,414)
Taxes refunded	<b>99</b>	226
Net cash used in operating activities	<b>(23,927)</b>	(62,745)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of short term investments	<b>10,000</b>	-
Dividend received	<b>1,513</b>	1,289
Interest received	<b>1,023</b>	1,443
Proceeds from disposal of property, plant and equipment	<b>-</b>	35
Additions to property, plant and equipment	<b>(100)</b>	(919)
Net cash generated from investing activities	<b>12,436</b>	<b>1,848</b>



**CONDENSED CASH FLOW STATEMENTS (CONT'D)**

	<b>CUMULATIVE QUARTER 30.06.2009 RM'000</b>	<b>CUMULATIVE QUARTER 30.06.2008 RM'000</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of ABS	<b>75,000</b>	92,000
Drawdown of revolving credits	<b>55,471</b>	83,000
Drawdown of other borrowings	<b>19,283</b>	15,948
Proceeds from issuance of private placement shares	-	29,408
Repayment of revolving credits	<b>(91,620)</b>	(115,000)
Repayment of other borrowings	<b>(17,035)</b>	(13,375)
Redemption of bonds and MTNs	<b>(10,556)</b>	-
Redemption of ABS	<b>(10,000)</b>	-
Redemption of CPs	<b>(3,000)</b>	(2,000)
Repayment of term loan	<b>(277)</b>	-
Repayment of hire-purchase payables	<b>(50)</b>	(47)
Repayment of finance lease payables	<b>(35)</b>	(50)
Finance costs paid	<b>(10)</b>	(15)
Share issuance expenses	-	(104)
Net cash generated from financing activities	<b>17,171</b>	89,765
Net change in cash and cash equivalents	<b>5,680</b>	28,868
Cash and cash equivalents at beginning of financial period	<b>214,062</b>	178,993
Cash and cash equivalents at end of financial period	<b>219,742</b>	207,861
<b>CASH AND CASH EQUIVALENTS AS AT END OF FINANCIAL YEAR COMPRISE THE FOLLOWING:</b>		
Deposits with licensed financial institutions	<b>196,235</b>	204,100
Cash and bank balances	<b>23,507</b>	3,761
	<b>219,742</b>	207,861

The Condensed Cash Flow Statements should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial report.



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## **NOTES TO THE INTERIM FINANCIAL REPORT**

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### **1 BASIS OF PREPARATION**

The interim financial report is unaudited and has been prepared in accordance with the requirements of FRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2009.

### **2 CHANGES IN SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial year ended 31 March 2009.

### **3 AUDITORS' REPORT ON PRECEDING ANNUAL AUDITED FINANCIAL STATEMENTS**

The auditors' report on the preceding annual audited financial statements was not subject to any qualification.

### **4 SEASONAL OR CYCLICAL FACTORS**

The Group's operations were not significantly affected by any seasonal or cyclical factors.

### **5 UNUSUAL ITEMS**

There were no unusual items for the current quarter and financial period to-date.

### **6 CHANGES IN ESTIMATES**

There were no changes in estimates that have a material effect for the current quarter and financial period to-date.

**NOTES TO THE INTERIM FINANCIAL REPORT****7 DEBT AND EQUITY SECURITIES**

There were no issuance, repurchase and repayment of debt and equity securities for the financial period to-date except for the following:

- a. Issuance and redemption of the Asset-Backed Securities ("ABS") by Tresor Assets Berhad, a subsidiary of the Company, as follows:

	<b>CURRENT QUARTER RM'000</b>	<b>CUMULATIVE QUARTER RM'000</b>
Issuance of ABS	75,000	75,000
Redemption of ABS upon maturity	(10,000)	(10,000)

Out of the issuance of RM96.9 million ABS, RM21.9 million was subscribed internally by a subsidiary of the Company.

- b. Redemption of the Underwritten Commercial Papers ("CPs") by RCE Premier Sdn Bhd, a subsidiary of the Company, as follows:

	<b>CURRENT QUARTER RM'000</b>	<b>CUMULATIVE QUARTER RM'000</b>
Redemption of CPs upon maturity	(3,000)	(3,000)

- c. Redemption of the Fixed Rate Medium Term Notes ("MTNs") by RCE Advance Sdn Bhd, a subsidiary of the Company, as follows:

	<b>CURRENT QUARTER RM'000</b>	<b>CUMULATIVE QUARTER RM'000</b>
Early redemption of MTNs	(10,000)	(10,000)





## NOTES TO THE INTERIM FINANCIAL REPORT

### 8 DIVIDEND

A final dividend in respect of the financial year ended 31 March 2009 of 10% (1 sen), less 25% tax on 710,971,340 ordinary shares, amounting to a dividend payable of RM5,332,285 has been proposed for shareholders' approval. Such dividend, if approved by the shareholders, will be accounted for in equity as appropriation of retained earnings in the financial year ending 31 March 2010.

No dividend has been recommended by the directors or paid for the financial period ended 30 June 2009.

### 9 SEGMENTAL INFORMATION

Segmental revenue and results for the financial period to-date were as follows:

	Loan Financing RM'000	Factoring RM'000	Investment Holding & Mgmt Services RM'000	Others RM'000	Eliminations RM'000	Group RM'000
<b>Revenue</b>						
External sales	54,299	1,109	11,575	-	-	66,983
Intersegment sales	3,178	-	1,765	-	(4,943)	-
Total revenue	<u>57,477</u>	<u>1,109</u>	<u>13,340</u>	<u>-</u>	<u>(4,943)</u>	<u>66,983</u>
<b>Results</b>						
Segment results	7,225	339	4,222	(2)	13,185	24,969
Finance costs						(10)
Profit before tax						<u>24,959</u>
Taxation						(6,426)
Profit for the period						<u><u>18,533</u></u>



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## **NOTES TO THE INTERIM FINANCIAL REPORT**

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### **10 MATERIAL EVENTS SUBSEQUENT TO THE BALANCE SHEET DATE**

As at the date of this announcement, there were no material events subsequent to the balance sheet date that affect the results of the Group for the financial period to-date.

### **11 CHANGES IN THE COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group during the financial period to-date.

### **12 REVIEW OF PERFORMANCE**

For the current financial period ended 30 June 2009, the Group's net loan receivables grew from RM754.4 million to RM1.0 billion, representing an increase of 32.7% or RM246.4 million compared to the previous year's corresponding quarter. Group revenue also registered an increase of 42.2% from RM47.1 million to RM67.0 million. This is mainly driven by increasing demand for personal financing in the credit cooperative market.

The Group's net profit improved by 36.0% from RM13.6 million to RM18.5 million for the current period arising from continuing good performance of its loan financing business.

### **13 MATERIAL CHANGE IN RESULTS OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER**

Profit before tax for the current quarter of RM25.0 million was slightly higher than the preceding quarter of RM24.6 million, representing an improvement of 1.6%.

### **14 CURRENT YEAR PROSPECTS**

Despite intense competition in the loan financing business, the Group continues to enjoy strong customer support due to its marketing and product development efforts to achieve greater market penetration. Barring any unforeseen circumstances, the Group remains positive of improving its performance in the coming quarters for financial year ending 31 March 2010.



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**NOTES TO THE INTERIM FINANCIAL REPORT**

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**15 PROFIT FORECAST**

There were no profit forecast prepared or profit guarantee made by the Group.

**16 TAXATION**

	<b>INDIVIDUAL QUARTER 30.06.2009 RM'000</b>	<b>CUMULATIVE QUARTER 30.06.2009 RM'000</b>
Taxation:		
Current period	3,481	3,481
Underprovision in prior year	26	26
	<hr/>	<hr/>
	3,507	3,507
Deferred taxation:		
Current period	2,919	2,919
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	6,426	6,426
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The effective tax rate of the Group in the current quarter is higher than the statutory tax rate due to non-deductibility of certain expenses for taxation purposes.

**17 UNQUOTED INVESTMENTS AND/OR PROPERTIES**

There were no sales of any unquoted investments and/or properties by the Group during the current quarter.

**NOTES TO THE INTERIM FINANCIAL REPORT****18 QUOTED SECURITIES**

- a. Details of purchases and disposals of quoted securities are as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	30.06.2009	30.06.2008	30.06.2009	30.06.2008
	RM'000	RM'000	RM'000	RM'000
Included within short term investments:				
Purchase consideration	-	-	-	-
Sales proceeds	10,000	-	10,000	-
Gain on disposal	-	-	-	-

- b. Investment in quoted real estate investment trust units as at 30 June 2009:

	CUMULATIVE QUARTER RM'000
Included within other investment:	
At cost	33,763
At carrying/book value	30,387
At market value	<u>30,049</u>

- c. Investments in quoted securities as at 30 June 2009:

	CUMULATIVE QUARTER RM'000
Included within short term investments:	
At cost	29
At carrying/book value	29
At market value	<u>42</u>

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## **NOTES TO THE INTERIM FINANCIAL REPORT**

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### **19 STATUS OF CORPORATE PROPOSALS ANNOUNCED**

#### **a. Proposed Private Placement Exercise**

On 27 May 2009, the Board of Directors of the Company announced that the Company proposed to undertake a private placement exercise of up to 71,097,134 new ordinary shares of RM0.10 each ("the Placement Shares"), representing 10% of the existing issued and paid-up share capital of the Company ("the Proposed Placement").

The approval of the Securities Commission ("SC") for the Proposed Placement was obtained on 2 July 2009, whilst the additional listing application was approved by Bursa Malaysia Securities Berhad ("Bursa Securities") on 16 July 2009.

The issue price was fixed at RM0.5503 per Placement Share, representing a discount of 10% based on the 5-day weighted average market price of the Company's ordinary shares from 20 to 24 July 2009 of RM0.6115 per share. The Proposed Placement will be completed on 10 August 2009 with the listing of the Placement Shares.

#### **b. Proposed Establishment of an Employees' Share Option Scheme ("ESOS")**

On 27 May 2009, the Board of Directors of the Company announced the proposed establishment of an ESOS for eligible employees and directors of the Company and its subsidiaries (excluding subsidiaries which are dormant) ("Proposed ESOS").

The circular to shareholders on the Proposed ESOS has been despatched on 29 July 2009 and shareholders approval will be sought in an extraordinary general meeting to be convened on 20 August 2009. The Proposed ESOS is expected to be completed by the third quarter of the financial year ending 31 March 2010, after which it will be implemented.

**NOTES TO THE INTERIM FINANCIAL REPORT****20 GROUP BORROWINGS AND DEBT SECURITIES**

Total borrowings and debt securities (all denominated in Ringgit Malaysia) of the Group as at 30 June 2009 are as follows:

	<b>Short Term RM'000</b>	<b>Long Term RM'000</b>	<b>Total RM'000</b>
Secured:			
- Asset-backed securities	69,000	341,000	410,000
- Fixed rate medium term notes	24,974	243,935	268,909
- Revolving credits	135,220	-	135,220
- Fixed rate serial bonds	15,000	-	15,000
- Term loan	1,156	7,307	8,463
- Underwritten commercial papers	6,000	-	6,000
- Overdraft	4,852	-	4,852
	<u>256,202</u>	<u>592,242</u>	<u>848,444</u>
Unsecured:			
- Fixed rate term loans	-	80,000	80,000
- Bankers' acceptances	13,341	-	13,341
- Trust receipts	5,421	-	5,421
- Revolving credits	1,531	-	1,531
	<u>20,293</u>	<u>80,000</u>	<u>100,293</u>
	<u>276,495</u>	<u>672,242</u>	<u>948,737</u>

**21 CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no material changes in contingent liabilities and contingent assets since the last annual audited balance sheet as at 31 March 2009.

**22 OFF-BALANCE SHEET FINANCIAL INSTRUMENTS**

There were no material off-balance sheet financial instruments as at the date of this report.



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**NOTES TO THE INTERIM FINANCIAL REPORT**

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**23 CHANGES IN MATERIAL LITIGATION**

There were no pending material litigation for the Group as at the date of this report.

**24 EARNINGS PER SHARE**

		<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
		<b>30.06.2009</b>	<b>30.06.2008</b>	<b>30.06.2009</b>	<b>30.06.2008</b>
Basic earnings per share:					
Profit for the period attributable to equity holders of the Company	(RM'000)	18,533	13,572	18,533	13,572
Weighted average number of ordinary shares in issue	(unit'000)	710,971	709,535	710,971	709,535
Basic earnings per share	(sen)	<u>2.61</u>	<u>1.91</u>	<u>2.61</u>	<u>1.91</u>

Basic earnings per share for the quarter is calculated by dividing the net profit attributable to ordinary equity holders by the weighted average number of ordinary shares in issue during the period.

The Company does not have in issue any financial instruments or other contract that may entitle its holder to ordinary shares and therefore dilutive to its basic earnings per share.

**BY ORDER OF THE BOARD**  
**JOHNSON YAP CHOON SENG**  
Company Secretary  
7 August 2009