

**CITIBANK BERHAD  
AND ITS SUBSIDIARY COMPANIES  
ISLAMIC BANKING OPERATIONS  
(Company No. 297089 M)  
(Incorporated in Malaysia)  
UNAUDITED BALANCE SHEET AT 30 JUNE 2005**

		<b>Group</b>		<b>Bank</b>	
		<b>JUN 2005 RM'000</b>	<b>DEC 2004 RM'000</b>	<b>JUN 2005 RM'000</b>	<b>DEC 2004 RM'000</b>
<b>ASSETS</b>					
Cash and short term funds	(a)	15,187	57,912	15,187	57,912
Securities held for trading	(b)	139,081	205,377	139,081	205,377
Securities available-for-sale	(c)	544,048	321,009	544,048	321,009
Loans, advances and financing	(d)	221,177	216,273	221,177	216,273
Other assets		4,183	38,386	4,183	38,386
<b>TOTAL ASSETS</b>		<u>923,676</u>	<u>838,957</u>	<u>923,676</u>	<u>838,957</u>
<b>LIABILITIES AND SHAREHOLDERS' FUNDS</b>					
Deposits from customers	(e)	402,194	661,356	402,194	661,356
Deposits and placements of banks and other financial institutions	(f)	406,507	100,000	406,507	100,000
Other liabilities	(g)	54,859	25,016	54,859	25,016
<b>TOTAL LIABILITIES</b>		<u>863,560</u>	<u>786,372</u>	<u>863,560</u>	<u>786,372</u>
<b>SHARE CAPITAL</b>		20,000	20,000	20,000	20,000
<b>RESERVES</b>		40,116	32,585	40,116	32,585
<b>PROPOSED DIVIDEND</b>					
<b>SHAREHOLDERS' FUNDS</b>	(h)	<u>60,116</u>	<u>52,585</u>	<u>60,116</u>	<u>52,585</u>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>		<u>923,676</u>	<u>838,957</u>	<u>923,676</u>	<u>838,957</u>

**CITIBANK BERHAD  
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**UNAUDITED PROFIT AND LOSS ACCOUNT OF THE GROUP AND BANK  
FOR THE FINANCIAL PERIOD ENDING 30 JUNE 2005**

	Notes	Group and Bank	
		June 2005 RM'000	June 2004 RM'000
Revenue		18,905	5,329
Income derived from funds allocated	(i)	19,200	5,329
Income attributable to depositors	(j)	(7,976)	(1,615)
Net income derived from investment of depositors' funds		11,224	3,714
Other income	(k)	(295)	-
Operating Income		10,929	3,714
Staff Cost and Overheads	(l)	(574)	(471)
Profit Before allowance		10,355	3,243
Allowance for loan and financing loss	(m)	(2,137)	(934)
Profit Before Taxation		8,218	2,309
Taxation		-	-
Profit after taxation		8,218	2,309

Certain comparative figures have been expanded and/or reclassified  
to conform with the period's presentation

**CITIBANK BERHAD  
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**Statement Of Changes In Equity For The Period Ended 30 June 2005**

**Group and Bank**

	<b>Capital Funds RM'000</b>	<b>Other Reserve RM'000</b>	<b>Profits RM'000</b>	<b>Total Total RM'000</b>
<b>At 1 January 2004</b>	20,000	-	23,895	43,895
Profit after taxation				
-as previously stated	-	-	4,180	4,180
-prior year adjustment		3,870	640	4,510
<b>At 31 December 2004</b>	<u>20,000</u>	<u>3,870</u>	<u>28,715</u>	<u>52,585</u>
 <b>At 1 January 2005</b>	 20,000	 3,870	 28,715	 52,585
Profit after taxation	-	-	8,218	8,218
Unrealised net loss on revaluation of securities available for sale	-	(687)	-	(687)
<b>At 30 June 2005</b>	<u>20,000</u>	<u>3,183</u>	<u>36,933</u>	<u>60,116</u>

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## (a) CASH AND SHORT TERM FUNDS

	<b>Group and Bank</b>	
	<b>June 2005 RM'000</b>	<b>Dec 2004 RM'000</b>
Cash and balances with banks and other financial institutions	10,187	2,912
Money at call and deposit placements maturing within one month	5,000	55,000
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	<u>15,187</u>	<u>57,912</u>

## (b) SECURITIES HELD-FOR-TRADING

	<b>Group and Bank</b>	
	<b>June 2005 RM'000</b>	<b>Dec 2004 RM'000</b>
At fair value		
Cagamas Notes /Bonds	75,018	35,053
Khazanah Bonds	49,020	155,306
Private Debt Securities	15,043	15,018
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	<u>139,081</u>	<u>205,377</u>

## (c) SECURITIES AVAILABLE-FOR-SALE

	<b>Group and Bank</b>	
	<b>June 2005 RM'000</b>	<b>Dec 2004 RM'000</b>
At fair value		
Malaysian Government Treasury Bills	137,385	78,937
Cagamas Bonds	29,999	-
Khazanah Bonds	131,337	-
Private Debt Securities	245,327	242,072
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	<u>544,048</u>	<u>321,009</u>

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## (d) LOANS, ADVANCES AND FINANCING

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Term loans		
-Housing loans/financing	54,827	35,485
-Syndicated term loan/financing	-	-
-Hire Purchase receivables	82,636	65,911
-Lease Receivable	58,582	150,016
Other loans	68,706	-
	<hr/>	<hr/>
	264,751	251,412
Unearned interest and income	(35,216)	(27,315)
	<hr/>	<hr/>
Gross loans, advances and financing	229,535	224,097
Allowance for bad and doubtful debts and financing		
- specific	(4,991)	(4,531)
- general	(3,367)	(3,293)
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Net loans, advances and financing	221,177	216,273
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## d(i) By type of customer

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Domestic business enterprises	199,222	204,470
-small enterprise	110,000	113,059
Government and statutory bodies		
-Individuals	30,313	19,627
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	229,535	224,097
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**CITIBANK BERHAD**

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d(ii) By interest/profit rate sensitivity

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Fixed rate		
Housing loans/financing	30,313	19,627
Hire Purchase receivable	76,035	60,229
Other fixed rate loan/financing	123,187	144,241
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	229,535	224,097
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d(iii) By sector

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Mining and quarrying	1,960	2,870
Manufacturing	72,970	74,795
Construction	19	64
Purchase of landed property		
- Residential	30,313	19,627
Wholesale, retail trade and restaurant & hotel	2,988	3,146
Transport, storage and communication	110,490	113,747
Finance, insurance and business services	9,634	8,306
Others	1,161	1,542
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	229,535	224,097
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**CITIBANK BERHAD**

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d(iv) Non-performing loans by sector

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Manufacturing	4,772	4,526
Wholesale, retail trade and restaurant & hotel	12	-
Transport, storage and communication	162	8
Finance, insurance and business services	864	1,038
	<hr/>	<hr/>
	5,810	5,572
	<hr/> <hr/>	<hr/> <hr/>

d(v) Movements in the non-performing loans and financing (NPL) are as follows :-

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Balance at 1 January	5,572	5,877
Non-performing during the period	1,092	4,710
Recoveries	(854)	(5,015)
	<hr/>	<hr/>
At end of the period/year	5,810	5,572
Specific allowance	(4,991)	(4,531)
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Net non performing loans, advances and financing	819	1,041
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Ratio of net non-performing loans and financing to net loans and financing	0.36%	0.47%

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d(vi) Movements in the provision for bad and doubtful debts (and financing) accounts are as follows:-

	<b>Group and Bank</b>	
	<b>June 2005 RM'000</b>	<b>Dec 2004 RM'000</b>
<u>General Allowance</u>		
Balance at 1 January	3,293	2,160
Allowance made during the year	74	1,133
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Balance at 30 June/Dec	3,367	3,293
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Percentage of gross loans, advances and financing less specific provision	1.50%	1.50%

	<b>Group and Bank</b>	
	<b>June 2005 RM'000</b>	<b>Dec 2004 RM'000</b>
<u>Specific allowance</u>		
Balance at 1 January	4,531	990
Allowance made during the year/period	463	3,541
Amount written off	(3)	-
	<hr/>	<hr/>
Balance at 30 June/Dec	4,991	4,531
	<hr/> <hr/>	<hr/> <hr/>

**CITIBANK BERHAD**

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**(e) DEPOSITS FROM CUSTOMERS****(i) By type of deposit**

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Demand deposits	88,438	18,490
Saving deposits	3,430	9,405
Fixed deposits	310,326	633,461
	<hr/>	<hr/>
	402,194	661,356
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**(ii) By type of customers**

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Business enterprise	380,701	639,171
Individuals	21,493	22,185
	<hr/>	<hr/>
	402,194	661,356
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**CITIBANK BERHAD**

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**(f) DEPOSITS AND PLACEMENTS OF BANKS AND  
OTHER FINANCIAL INSTITUTIONS**

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Licensed banks	406,507	100,000
	<hr/>	<hr/>
	406,507	100,000
	<hr/> <hr/>	<hr/> <hr/>

**(g) OTHER LIABILITIES**

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Interest/Profit payable		
Other creditors and accruals	46,512	18,269
Provision for retirement benefits		
Profit Equalisation Reserve	6,151	4,551
Deferred taxation	2,196	2,196
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	54,859	25,016
	<hr/> <hr/>	<hr/> <hr/>

**(h) ISLAMIC BANKING FUND**

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Funds allocated	20,000	20,000
Other Reserves	3,183	3,869
Retained profit	36,933	28,716
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	60,116	52,585
	<hr/> <hr/>	<hr/> <hr/>

**CITIBANK BERHAD**  
 ( Company No. 297089 M)

(i) INCOME FROM ISLAMIC BANKING

	<b>Group and Bank</b>	
	<b>June 2005 RM'000</b>	<b>June 2004 RM'000</b>
Loans and advances		
- Profit other than recoveries from NPL	6,884	5,329
- Recoveries from NPL	1	-
Money at call and deposit placements with financial institutions	1,722	-
Securities held-for-trading	1,202	-
Securities available for sale	6,496	-
	<u>16,305</u>	<u>5,329</u>
Accretion of discounts less amortisation of premium	2,895	-
	<u>19,200</u>	<u>5,329</u>

(j) PROFIT ATTRIBUTABLE TO DEPOSITORS

	<b>Group and Bank</b>	
	<b>June 2005 RM'000</b>	<b>June 2004 RM'000</b>
Deposits from other customers	3,650	1,473
Loan sold to Cagamas	4,326	142
	<u>7,976</u>	<u>1,615</u>

**CITIBANK BERHAD**

( Company No. 297089 M)

## (k) OTHER OPERATING INCOME

	<b>Group and Bank</b>	
	<b>June 2005 RM'000</b>	<b>June 2004 RM'000</b>
Fee income:		
Commission	35	-
Other fee income	44	-
	<hr/>	<hr/>
	79	-
	<hr/>	<hr/>
Investment income:		
Net profit from securities held for trading	(462)	-
Gain from sales of securities available for sale	88	-
	<hr/>	<hr/>
	(374)	-
	<hr/>	<hr/>
	<u>(295)</u>	<u>-</u>

## (l) OVERHEAD EXPENSES

	<b>Group and Bank</b>	
	<b>June 2005 RM'000</b>	<b>June 2004 RM'000</b>
Personnel costs	455	331
Establishment costs	62	-
Marketing expenses	6	-
Administration and general expenses	51	140
	<hr/>	<hr/>
	574	471
	<hr/>	<hr/>

**CITIBANK BERHAD****( Company No. 297089 M)****(m) ALLOWANCE FOR LOAN AND FINANCING LOSS**

	<b>Group and Bank</b>	
	<b>June</b>	<b>June</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Allowance for bad and doubtful debts and financing:-		
- made in the financial period	463	-
- general allowance	74	189
- profit equalisation reserve	1,600	745
	<hr/>	<hr/>
	2,137	934
	<hr/> <hr/>	<hr/> <hr/>

**ISLAMIC BANKING OPERATIONS**  
**CITIBANK BERHAD**  
**Company No. 297089 M**

**CAPITAL ADEQUACY**

The capital adequacy ratios of the Bank are as follows:-

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
Tier 1 capital		
Paid-up share capital	20,000	20,000
Other reserves	32,585	32,585
Adjusted retained earnings	52,585	52,585
Deferred Tax asset adjustment		
Total Tier-I capital	<u>52,585</u>	<u>52,585</u>
Tier-II capital		
General allowance for bad and doubtful debt	3,367	3,293
Total capital	<u>55,952</u>	<u>55,878</u>
Less: Investments in subsidiaries	-	-
Capital base	<u><u>55,952</u></u>	<u><u>55,878</u></u>

Breakdown of risk-weighted assets in the various categories of risk-weights:-

	<b>Group and Bank</b>	
	<b>June</b>	<b>Dec</b>
	<b>2005</b>	<b>2004</b>
	<b>RM'000</b>	<b>RM'000</b>
0% Risk Weightage	322,753	233,024
10% Risk Weightage	105,017	65,065
20% Risk Weightage	-	55,000
50% Risk Weightage	30,313	17,951
100% Risk Weightage	468,960	473,192
Total risk weighted assets	<u>927,043</u>	<u>844,232</u>
Total Risk Weighted Assets	<u><u>494,618</u></u>	<u><u>499,674</u></u>
Core capital ratio	10.63%	10.52%
Risk weighted capital ratio	11.31%	11.18%