

YTL POWER INTERNATIONAL BERHAD

Company No. 406684-H

Incorporated in Malaysia

Interim Financial Report
30 September 2011

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INTERIM FINANCIAL REPORT

Interim financial report on consolidated results for the financial period ended 30 September 2011.

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL QUARTER CURRENT YEAR QUARTER 30.9.2011 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30.9.2010 RM'000	CUMULATIVE QUARTER 3 MONTHS ENDED 30.9.2011 30.9.2010 RM'000 RM'000	
REVENUE	3,635,852	3,484,279	3,635,852	3,484,279
COST OF SALES	(3,017,205)	(2,891,506)	(3,017,205)	(2,891,506)
GROSS PROFIT	618,647	592,773	618,647	597,773
OTHER OPERATING EXPENSES	(173,709)	(107,502)	(173,709)	(107,502)
OTHER OPERATING INCOME	10,963	48,044	10,963	48,044
PROFIT FROM OPERATIONS	455,901	533,315	455,901	533,315
FINANCE COSTS	(219,073)	(200,970)	(219,073)	(200,970)
SHARE OF RESULTS OF ASSOCIATED COMPANIES	60,973	49,566	60,973	49,566
PROFIT BEFORE TAXATION	297,801	381,911	297,801	381,911
TAXATION	(87,646)	(112,151)	(87,646)	(112,151)
PROFIT FOR THE PERIOD	210,155	269,760	210,155	269,760
PROFIT ATTRIBUTABLE TO:				
Owners of the Parent	246,199	272,908	246,199	272,908
Non-Controlling Interests	(36,044)	(3,148)	(36,044)	(3,148)
	210,155	269,760	210,155	269,760
EARNINGS PER 50 SEN SHARE				
Basic (Sen)	3.41	3.79	3.41	3.79
Diluted (Sen)	3.19	3.50	3.19	3.50

The Condensed Consolidated Income Statement should be read in conjunction with the audited annual financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER PRECEDING		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30.09.2011 RM'000	YEAR CORRESPONDING QUARTER 30.09.2010 RM'000	3 MONTHS ENDED 30.09.2011 30.09.2010 RM'000 RM'000	
PROFIT FOR THE PERIOD	210,155	269,760	210,155	269,760
OTHER COMPREHENSIVE INCOME/(LOSS):				
AVAILABLE-FOR-SALE RESERVE	(18,937)	16,644	(18,937)	16,644
HEDGING RESERVE	8,084	13,703	8,084	13,703
CURRENCY TRANSLATION DIFFERENCES	58,563	151,039	58,563	151,039
	-----	-----	-----	-----
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX	47,710	181,386	47,710	181,386
	-----	-----	-----	-----
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	257,865	451,146	257,865	451,146
	=====	=====	=====	=====
TOTAL COMPREHENSIVE INCOME				
ATTRIBUTABLE TO:				
Owners of the Parent	293,980	454,293	293,980	454,293
Non-Controlling Interests	(36,115)	(3,147)	(36,115)	(3,147)
	-----	-----	-----	-----
	257,865	451,146	257,865	451,146
	=====	=====	=====	=====

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited annual financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	UNAUDITED	AUDITED
	As at	As at
	30.09.2011	30.06.2011
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	16,918,775	16,662,340
Intangible Assets	6,474,576	6,484,398
Associated Companies	1,124,106	1,138,020
Investments	695,691	745,976
Receivables, deposits and prepayments	38,000	42,228
Derivative Financial Instruments	-	2,611
	-----	-----
	25,251,148	25,075,573
	-----	-----
Current Assets		
Inventories	537,472	532,380
Receivables, Deposits and Prepayments	2,040,740	2,363,178
Derivative Financial Instruments	136,966	95,904
Deposits, Cash and Bank Balances	8,154,831	7,178,749
	-----	-----
	10,870,009	10,170,211
	-----	-----
TOTAL ASSETS	36,121,157	35,245,784
	=====	=====
EQUITY AND LIABILITIES		
Share Capital	3,641,588	3,639,497
Reserves	5,397,597	4,993,754
Treasury Shares, at cost	(119,972)	(119,972)
	-----	-----
Equity attributable to Owners of the Parent	8,919,213	8,513,279
Non-Controlling Interests	165,284	(121,980)
	-----	-----
TOTAL EQUITY	9,084,497	8,391,299
	-----	-----

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited annual financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the financial statements.

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION – Continued

	UNAUDITED	AUDITED
	As at	As at
	30.09.2011	30.06.2011
	RM'000	RM'000
LIABILITIES		
Non-Current Liabilities		
Deferred Taxation	2,548,124	2,538,545
Bonds	5,836,814	7,816,189
Borrowings	9,279,350	6,799,405
Deferred Income	257,475	256,834
Provision For Liabilities and Charges	139,207	132,770
Derivative Financial Instruments	-	19,989
Payables	4,950	25,877
	-----	-----
	18,065,920	17,589,609
	-----	-----
Current Liabilities		
Payables and Accrued Expenses	2,172,564	2,428,083
Provision for Liabilities and Charges	21,177	21,031
Derivative Financial Instruments	129,475	94,152
Taxation	283,398	239,337
Borrowings	6,364,126	6,482,273
	-----	-----
	8,970,740	9,264,876
	-----	-----
TOTAL LIABILITIES	27,036,660	26,854,485
	-----	-----
TOTAL EQUITY AND LIABILITIES	36,121,157	35,245,784
	=====	=====
Net Assets Per 50 Sen Share (RM)	1.23	1.18
	===	===

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited annual financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the financial statements

YTL POWER INTERNATIONAL BERHAD (Company No. 406684-H)
(Incorporated in Malaysia)

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

	----- Attributable to Owners of the Parent -----							
	Share Capital RM'000	Share Premium RM'000	Merger & Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
At 1 July 2011	3,639,497	2,976,340	(3,083,561)	(119,972)	5,100,975	8,513,279	(121,980)	8,391,299
Profit/(Loss) for the period	-	-	-	-	246,199	246,199	(36,044)	210,155
Other comprehensive income	-	-	47,781	-	-	47,781	(71)	47,710
Total comprehensive income/(loss) for the period	-	-	47,781	-	246,199	293,980	(36,115)	257,865
Changes in ownership interest in a subsidiary	-	-	(18,458)	-	123,421	104,963	323,379	428,342
Shares repurchased	-	-	-	-	-	-	-	-
Issue of share capital	2,091	4,518	-	-	-	6,609	-	6,609
Provision for share options	-	-	387	-	-	387	-	387
Warrant reserve	-	-	(5)	-	-	(5)	-	(5)
At 30 September 2011	3,641,588	2,980,858	(3,053,856)	(119,972)	5,470,595	8,919,213	165,284	9,084,497

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited annual financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

YTL POWER INTERNATIONAL BERHAD (Company No. 406684-H)
(Incorporated in Malaysia)

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2010**

	----- Attributable to Owners of the Parent -----							
	Share Capital RM'000	Share Premium RM'000	Merger & Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
At 1 July 2010								
As previously reported	3,623,273	2,942,668	(3,694,109)	(119,967)	4,458,201	7,210,066	-	7,210,066
Adoption of new accounting policy *	-	-	(36,711)	-	(44,922)	(81,633)	-	(81,633)
At 1 July 2010, as restated	3,623,273	2,942,668	(3,730,820)	(119,967)	4,413,279	7,128,433	-	7,128,433
Profit/(Loss) for the period	-	-	-	-	272,908	272,908	(3,148)	269,760
Other comprehensive income	-	-	181,385	-	-	181,385	1	181,386
Total comprehensive income/(loss) for the period	-	-	181,385	-	272,908	454,293	(3,147)	451,146
Shares repurchased	-	-	-	(2)	-	(2)	-	(2)
Issue of share capital	2,787	4,370	-	-	-	7,157	-	7,157
Provision for share options	-	-	1,463	-	-	1,463	-	1,463
Warrant reserve	-	426	(426)	-	-	-	-	-
At 30 September 2010	3,626,060	2,947,464	(3,548,398)	(119,969)	4,686,187	7,591,344	(3,147)	7,588,197

* These amounts have been restated to align with the audited figures for the year ended 30 June 2011.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited annual financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

	CURRENT YEAR-TO-DATE 30.09.2011	PRECEDING YEAR CORRESPONDING PERIOD 30.09.2010
	RM'000	RM'000
Net cash generated from operating activities	851,508 =====	638,024 =====
Net cash used in investing activities	(301,553) =====	(508,232) =====
Net cash generated from financing activities	426,223 =====	374,859 =====
Net changes in cash and cash equivalents	976,178	504,651
Cash and cash equivalents at beginning of the period	7,131,314 -----	7,326,721 -----
Cash and cash equivalents at end of the period <i>[Note a]</i>	8,107,492 =====	7,831,372 =====

[Note a]

Cash and cash equivalents at the end of the period comprise:

	RM'000	RM'000
Fixed deposits	7,780,169	7,503,681
Cash and bank balances	374,662	342,820
Bank overdrafts (included within short term borrowings in [Note B10])	(47,339) -----	(15,129) -----
	8,107,492 =====	7,831,372 =====

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited annual financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

The interim financial report should be read in conjunction with the audited annual financial statements of the Group for the year ended 30 June 2011.

A1. Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard ('FRS') 134: "Interim Financial Reporting" and Chapter 9, part K paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad ('Bursa Securities').

The explanatory notes contained herein provide an explanation of the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2011.

The accounting policies and methods of computation adopted by the Group in the interim financial statements are consistent with those adopted in the latest audited annual financial statements.

The adoption of amendments to FRSs and Interpretation Committee ('IC') interpretations which were effective for financial period beginning on or after 1 July 2011 do not have significant financial impact on the Group.

A2. Seasonality or Cyclicity of Operations

The business operations of the Group are not materially affected by any seasonal or cyclical factor.

A3. Exceptional or Unusual Items

During the current financial quarter, there was no item of an exceptional or unusual nature that affects the assets, liabilities, equity, net income or cash flows of the Group.

A4. Changes in Estimates of Amounts Reported

There was no significant change to estimate of amount reported in prior interim periods or prior financial years.

A5. Changes in Debt and Equity Securities

The numbers of ordinary shares of RM0.50 each issued during the current financial quarter and financial year to date pursuant to the exercise of Warrants 2008/2018 were 46,835 at a weighted average exercise price of RM1.21 per share.

During the current financial quarter and financial year to date, 4,134,750 ordinary shares of RM0.50 each was issued pursuant to the exercise of employees' share options granted under the Company's Employees Share Option Scheme at a weighted average exercise price of RM1.58 per share.

INTERIM FINANCIAL REPORT

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A total of 100 ordinary shares of RM0.50 each were repurchased from the open market for a total consideration of RM230 for the current financial quarter and financial year to date. The share buy-back transactions were financed by internally generated funds. The shares purchased are being held as treasury shares. As at 30 September 2011, the number of treasury shares held were 56,724,845 ordinary shares of RM0.50 each.

On 25 August 2011, the Company issued RM2.2 billion in medium term notes (“MTNs”) pursuant to an MTN programme with a nominal value of up to RM5.0 billion, the proceeds of which were utilised on the same date to undertake an early redemption and cancellation of the Company’s outstanding RM2.2 billion 3.0% Redeemable Non-Guaranteed Bonds due 2013

A MTN of RM370 million was fully settled during the current financial quarter.

The outstanding debts are as disclosed in Note B10.

A6. Dividends Paid

A third interim tax exempt dividend of 3.75% or 1.875 sen per ordinary share of 50 sen each amounting to RM135,417,595 in respect of the financial year ended 30 June 2011 was paid on 15 July 2011.

A7. Segment Information

The Group has five reportable segments as described below:

- a) Power generation (Contracted)
- b) Multi utilities business (Merchant)
- c) Water and sewerage
- d) Mobile broadband network
- e) Investment holding and other businesses

Management monitors the operating results of business segments separately for the purpose of making decisions about resources to be allocated and of assessing performance.

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INTERIM FINANCIAL REPORT

Notes – continued

Segment information for the financial period ended 30 September 2011:

	Power generation (Contracted) RM'000	Multi utilities business (Merchant) RM'000	Water & sewerage RM'000	Mobile broadband network RM'000	Investment holding & other businesses RM'000	Group RM'000
External Revenue	275,022	2,749,491	573,967	12,916	24,456	3,635,852
Inter-segment Revenue	-	-	-	131	817,441	817,572
Segment profit / (loss) before tax	86,103	215,057	177,248	(94,944)	(85,663)	297,801

Segment information for the financial period ended 30 September 2010:

	Power generation (Contracted) RM'000	Multi utilities business (Merchant) RM'000	Water & sewerage RM'000	Mobile broadband network RM'000	Investment holding & other businesses RM'000	Group RM'000
External Revenue	276,378	2,624,047	557,947	-	25,907	3,484,279
Inter-segment Revenue	-	-	-	-	183,933	183,933
Segment profit/ (loss) before tax	72,582	186,191	145,425	(7,851)	(14,436)	381,911

A8. Events After the Interim Period

There was no item, transaction or event of a material or unusual nature during the period from the end of the quarter under review to the date of this report.

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INTERIM FINANCIAL REPORT

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A9. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial period, including business combinations, obtaining or losing control of subsidiaries and long-term investments, restructurings and discontinuing operations except for the followings

On 7 July 2011, the Company together with YTL Jawa Power Holdings Limited, a wholly-owned subsidiary of the Company, entered into a share purchase agreement (“SPA”) with Marubeni Corporation (“Marubeni”) and Aster Power Holding B.V., a wholly-owned subsidiary of Marubeni, relating to the sale and purchase of 7,714 ordinary shares of EUR1.00 and certain Company Interests (as defined in the SPA) in YTL Jawa Power Holdings BV (“YTLJPH”) representing 15/35 or 42.86% equity interests in YTLJPH.

The sale was completed on 15 August 2011. Arising from the disposal, the effective control interest in P.T. Jawa Power was reduced from 35% to 20%.

A10. Changes in Contingent Liabilities

There were no material changes in the contingent liabilities of the Group since the last financial year ended 30 June 2011.

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INTERIM FINANCIAL REPORT

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B1. Review of the Results

Group revenue was RM3,635.9 million for the current financial quarter ended 30 September 2011 as compared to RM3,484.3 million recorded in the preceding year corresponding quarter ended 30 September 2010. The Group profit before taxation for the current financial quarter ended 30 September 2011 was RM297.8 million, a decrease of RM84.1 million or 22.0% as compared to the preceding year corresponding quarter ended 30 September 2010. The decrease was principally due to a loss of RM94.9 million recorded by Mobile Broadband Network segment in current financial quarter whereas in preceding year corresponding quarter, this business segment has had yet to commence operation.

B2. Comparison with Preceding Quarter

	Current Quarter 30.09.2011 RM'000	Preceding Quarter 30.06.2011 RM'000
Revenue	3,635,852	4,265,066
Consolidated profit before taxation	297,801	418,081
Consolidated profit after taxation	210,155	423,602

The decrease in Group profit before tax as compared to the preceding quarter was principally due to:

- i) a one-off accounting non-cash credit adjustment of RM64.0 million in the preceding quarter relating to full year effects on application of IC 12 Service Concession Arrangements from a foreign associated company,
- ii) a lower volume of electricity sales recorded by the Multi Utilities Business (Merchant) segment; and
- iii) unrealised foreign exchange losses, fair value loss on quoted investment and higher finance cost.

B3. Prospects

The Group is expected to perform satisfactorily for the financial year ending 30 June 2012.

B4. Profit Forecast

The Group did not issue any profit forecast during the financial period.

B5. Audit Report of the preceding financial year ended 30 June 2011

The Auditors' Report on the financial statements of the financial year ended 30 June 2011 did not contain any qualification.

INTERIM FINANCIAL REPORT

Notes – continued

B6. Taxation

	Current Year Quarter 30.09.2011 RM'000	Current Year To Date 30.09.2011 RM'000
In respect of current period		
- Income Tax	116,354	116,354
- Deferred Tax	(28,708)	(28,708)
	-----	-----
	87,646	87,646
	=====	=====

The effective tax rate of the Group for the current financial quarter and financial year to date is higher than the statutory income tax rate mainly due to income subjected to different tax jurisdictions and expenses not deductible for tax purposes, partially offset by income not subjected to tax.

B7. Sale of Unquoted Investments and/or Properties

There was no sale of unquoted investments and/or properties during the current financial quarter and financial year to date.

B8. Quoted Investments

- a) There was no disposal of quoted investment during the current financial quarter and financial year to date.
- b) There was no purchase of quoted investments during the current financial quarter and financial year to date.
- c) The cost, carrying value and the market /fair value of the quoted investments of the Group as at the end of the current financial quarter are:

	RM'000
Cost	103,527
Carrying value	169,356
Market/Fair value	169,356
	=====

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Notes – continued

B9. Corporate Proposals

There are no corporate proposals announced by the Company which are not completed as at the date of this report.

B10. Group Borrowings and Debt Securities

The Group's borrowings from financial institutions as at 30 September 2011 are as follows:

	Short term		Long term		Total
	Bonds	Borrowings	Bonds	Borrowings	
	RM'000	RM'000	RM'000	RM'000	RM'000
Secured	-	3,559,604	-	5,904	3,565,508
Unsecured	-	2,804,522	5,836,814	9,273,446	17,914,782
	-----	-----	-----	-----	-----
Total	-	6,364,126	5,836,814	9,279,350	21,480,290
	=====	=====	=====	=====	=====

The borrowings which are denominated in foreign currency are as follows:

In US Dollar ('000)	397,774
	=====
In Sterling Pound ('000)	1,620,503
	=====
In Singapore Dollar ('000)	2,674,918
	=====

All borrowings of subsidiaries are on a non-recourse basis to the Company save and except for the following which is guaranteed by the Company:

- SGD 100 million revolving credit due on 27 January 2012.
- USD 200 million term loan due on 17 December 2012.
- USD 200 million term loan due on 30 June 2015.

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B11. Derivative Financial Instruments, Fair Value Changes of Financial Liabilities and Realised and Unrealised Profits or Losses

(a) Derivative Financial Instruments

As at 30 September 2011, the Group's outstanding derivatives are as follows:

Type of Derivatives	Contract/Notional Value RM'000	Fair Value RM'000
<u>Fuel oil swaps</u>		
- Less than 1 year	2,328,154	2,318,468
- 1 year to 3 years	72,802	73,793
<u>Currency forwards</u>		
- Less than 1 year	1,821,448	1,810,694
- 1 year to 3 years	127,959	127,248
<u>Interest rate swaps</u>		
- 1 year to 3 years	575,086	546,089

The Group entered into fuel oil swaps to hedge highly probable forecast physical fuel oil and natural gas purchases that are expected to occur at various dates in the future. The fuel oil swaps have maturity dates that match the expected occurrence of these transactions.

The Group entered into currency forwards to hedge highly probable forecast transactions denominated in foreign currency expected to occur in the future. The currency forwards have maturity dates that match the expected occurrence of these transactions.

Interest rate swaps are entered to hedge floating rate interest payments on bank borrowings which were obtained to finance the construction of property, plant and equipment.

All derivative financial instruments are executed with creditworthy counter parties with a view to limit the credit risk exposure of the Group.

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(b) Fair Value Changes of Financial Liabilities

The gains arising from fair value changes of financial liabilities for the current financial period ended 30 September 2011 are as follows:

Type of financial liabilities	Basis of fair value measurement	Reason for the gain	Fair value gain	
			Current year quarter 3 months to 30.09.2011	Current year to date 3 months to 30.09.2011
			RM'000	RM'000
Forward foreign currency exchange contracts	Foreign exchange differential between the contracted rate and the market forward rate	Foreign exchange rates differential between the contracted rate and the market forward rate which have moved in favour of the Group	3,065	3,065
Fuel oil swap	Fuel oil price differential between the contracted price and the market forward price	Fuel oil price differential between the contracted price and the market forward price which have moved in favour of the Group	13,575	13,575
Total			16,640	16,640

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Notes – continued

(c) Realised and Unrealised Profits or Losses

	As at 30.09.2011 RM'000	Audited As at 30.06.2011 RM'000
Retained earnings/(Accumulated losses) of the Company and its subsidiaries		
- Realised	6,580,244	5,767,287
- Unrealised	(1,607,457)	(1,355,558)
	-----	-----
	4,972,787	4,411,729
	-----	-----
Retained earnings/(Accumulated losses) from associated companies		
- Realised	380,361	639,430
- Unrealised	(40,803)	(67,029)
	-----	-----
	339,558	572,401
	-----	-----
Consolidated adjustments	158,250	116,845
	-----	-----
Total Group retained earnings as per consolidated accounts	5,470,595	5,100,975
	=====	=====

B12. Pending Material Litigation

There was no material litigation pending as at the date of this report.

B13. Dividend

The Board of Directors is pleased to declare an interim tax exempt dividend of 3.75% or 1.875 sen per ordinary share of 50 sen each for the financial year ending 30 June 2012.

The Book Closure and Payment dates in respect of the aforesaid dividend are 28 December 2011 and 13 January 2012, respectively.

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B14. Earnings Per Share

i) Basic Earnings Per Share

The basic earnings per share of the Group has been computed by dividing the profit attributable to Owners of the Parent for the current financial quarter by the weighted average number of ordinary shares in issue during the financial quarter as set out below:

	Current Year Quarter 30.09.2011	Preceding Year Corresponding Quarter 30.09.2010
Profit attributable to Owners of the Parent (RM'000)	246,199 =====	272,908 =====
Weighted average number of ordinary shares ('000)	7,224,403 =====	7,191,931 =====
Basic earnings per share (Sen)	3.41 =====	3.79 =====

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Notes – continued

ii) Diluted Earnings Per Share

The diluted earnings per share of the Group has been computed by dividing the profit attributable to Owners of the Parent for the current financial quarter by the weighted average number of ordinary shares in issue during the financial quarter as set out below:

	Current Year Quarter 30.09.2011	Preceding Year Corresponding Quarter 30.09.2010
Profit attributable to Owners of the Parent (RM'000)	246,199 =====	272,908 =====
<i>Weighted average number of ordinary shares ('000) – diluted</i>		
Weighted average number of ordinary shares ('000) – basic	7,224,403	7,191,931
Effect of unexercised warrants 2008/2018	457,049	562,324
Effect of unexercised ESOS	25,570	32,501
	----- 7,707,022 =====	----- 7,786,756 =====
Diluted earnings per share (Sen)	3.19 =====	3.50 =====

* *Total cash expected to be received in the event of an exercise of all outstanding warrants and ESOS options is RM1,665.1 million. Accordingly, the Net Asset (NA) on a pro forma basis will increase by RM1,665.1 million resulting in an increase in NA per share of RM0.01. In arriving at the Diluted earnings per share, NA and NA per share, no income has been accrued for the cash proceeds.*

By Order of the Board
HO SAY KENG
Secretary

Kuala Lumpur
Dated: 17 November 2011