

YTL POWER INTERNATIONAL BERHAD

Company No. 406684-H

Incorporated in Malaysia

Interim Financial Report

30 June 2010

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

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Interim financial report on consolidated results for the quarter ended 30 June 2010.

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER PRECEDING		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30.6.2010 RM'000	YEAR CORRESPONDING QUARTER 30.6.2009 RM'000	12 MONTHS ENDED 30.6.2010 30.6.2009 RM'000 RM'000	
REVENUE	3,753,423	2,836,784	13,442,945	6,093,394
COST OF SALES	(2,930,076)	(2,065,492)	(10,862,665)	(3,868,573)
GROSS PROFIT	823,347	771,292	2,580,280	2,224,821
OTHER OPERATING EXPENSES	(166,595)	(86,002)	(452,587)	(279,753)
OTHER OPERATING INCOME	87,461	40,724	176,123	93,779
PROFIT FROM OPERATIONS	744,213	726,014	2,303,816	2,038,847
FINANCE COSTS	(181,434)	(239,610)	(836,295)	(877,459)
SHARE OF RESULTS OF ASSOCIATED COMPANIES	65,117	57,357	226,518	225,484
PROFIT BEFORE TAXATION	627,896	543,761	1,694,039	1,386,872
TAXATION	(198,865)	(513,977)	(482,045)	(740,279)
NET PROFIT FOR THE PERIOD	429,031	29,784	1,211,994	646,593
ATTRIBUTABLE TO:				
Shareholders	429,031	29,796	1,212,120	646,605
Minority interest	-	(12)	(126)	(12)
	429,031	29,784	1,211,994	646,593
EARNINGS PER 50 SEN SHARE				
Basic (Sen)	6.04	0.51	18.66	11.35
Diluted (Sen)	5.59	0.48	17.17	9.94

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2009 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED BALANCE SHEETS

	UNAUDITED	AUDITED
	As at	As at
	30.06.2010	30.06.2009
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	15,949,025	17,337,304
Prepaid Lease Payments	63,608	71,182
Intangible Assets	6,148,899	6,408,936
Investment in Associated Companies	992,912	977,005
Investments	695,113	654,449
Prepayments and Others	59,253	57,811
	-----	-----
	23,908,810	25,506,687
	-----	-----
Current Assets		
Inventories	593,041	818,872
Receivables, Deposits and Prepayments	2,007,664	2,409,669
Short Term Investments	48,393	47,201
Deposits, Cash and Bank Balances	7,371,542	5,906,751
	-----	-----
	10,020,640	9,182,493
	-----	-----
TOTAL ASSETS	33,929,450	34,689,180
	=====	=====
EQUITY AND LIABILITIES		
Share Capital	3,623,273	2,955,140
Reserves	3,709,803	3,266,594
Treasury Shares, at cost	(119,967)	(119,810)
	-----	-----
Equity attributable to Shareholders of the Company	7,213,109	6,101,924
Minority Interest	-*	126
	-----	-----
TOTAL EQUITY	7,213,109	6,102,050
	-----	-----

* Minority Interest denotes RM2.

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 30 June 2009 and the accompanying explanatory notes attached to the financial statements.

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CONDENSED CONSOLIDATED BALANCE SHEETS – Continued

	UNAUDITED	AUDITED
	As at	As at
	30.06.2010	30.06.2009
	RM'000	RM'000
LIABILITIES		
Non-Current Liabilities		
Deferred Tax Liabilities	2,634,543	2,796,681
Bonds	7,740,168	9,305,913
Borrowings	11,036,928	11,084,550
Deferred Income	192,194	198,257
Provision for Liabilities and Charges	176,308	253,145
Payables	5,932	9,320
	-----	-----
	21,786,073	23,647,866
	-----	-----
Current Liabilities		
Payables and Accrued Liabilities	2,356,708	2,312,594
Provision for Liabilities and Charges	20,660	39,118
Provision for Taxation	147,638	121,667
Bonds	813,470	720,665
Borrowings	1,591,792	1,745,220
	-----	-----
	4,930,268	4,939,264
	-----	-----
TOTAL LIABILITIES	26,716,341	28,587,130
	-----	-----
TOTAL EQUITY AND LIABILITIES	33,929,450	34,689,180
	=====	=====
 Net Assets Per 50 Sen Share (RM)	 1.00	 1.04
	===	===

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 30 June 2009 and the accompanying explanatory notes attached to the financial statements

YTL POWER INTERNATIONAL BERHAD (Company No. 406684-H)
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2010**

|----- Attributable to Equity Holders of the Company -----|

	Share Capital RM'000	Share Premium RM'000	Merger & Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
At 1 July 2009	2,955,140	1,774,815	(2,663,078)	(119,810)	4,154,857	6,101,924	126	6,102,050
Currency translation difference	-	-	(1,003,259)	-	-	(1,003,259)	-	(1,003,259)
Net profit for the year	-	-	-	-	1,212,120	1,212,120	(126)	1,211,994
Total recognised income and expenses for the year	-	-	(1,003,259)	-	1,212,120	208,861	(126)	208,735
Shares repurchased	-	-	-	(157)	-	(157)	-	(157)
Issue of share capital	668,133	1,156,851	(475)	-	-	1,824,509	-	1,824,509
Dividend paid – For the year ended 30 June 2009	-	-	-	-	(125,240)	(125,240)	-	(125,240)
– For the year ended 30 June 2010	-	-	-	-	(510,644)	(510,644)	-	(510,644)
Dividend declared – For the year ended 30 June 2010	-	-	-	-	(269,610)	(269,610)	-	(269,610)
Equity component of Exchangeable Bond	-	-	(24,089)	-	-	(24,089)	-	(24,089)
Provision for share options	-	-	7,555	-	-	7,555	-	7,555
Warrant reserve	-	11,000	(11,000)	-	-	-	-	-
At 30 June 2010	3,623,273	2,942,666	(3,694,346)	(119,967)	4,461,483	7,213,109	-*	7,213,109

* Minority Interest denotes RM2.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2009 and the accompanying explanatory notes attached to the interim financial statements.

YTL POWER INTERNATIONAL BERHAD (Company No. 406684-H)
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2009**

----- Attributable to Equity Holders of the Company -----

	Share Capital RM'000	Share Premium RM'000	Merger & Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
At 1 July 2008	2,721,320	1,699,219	(2,037,888)	(360,149)	4,377,893	6,400,395	-	6,400,395
Currency translation difference	-	-	(581,861)	-	-	(581,861)	-	(581,861)
Net profit for the year	-	-	-	-	646,605	646,605	(12)	646,593
Total recognised income and expenses for the year	-	-	(581,861)	-	646,605	64,744	(12)	64,732
Shares repurchased	-	-	-	(71,505)	-	(71,505)	-	(71,505)
Issue of share capital	233,820	341,899	(28)	-	-	575,691	-	575,691
Dividend paid – For the year ended 30 June 2008	-	-	-	-	(214,830)	(214,830)	-	(214,830)
– For the year ended 30 June 2009	-	-	-	-	(435,308)	(435,308)	-	(435,308)
Dividend declared – For the year ended 30 June 2009	-	-	-	-	(219,503)	(219,503)	-	(219,503)
Share dividend	-	(311,844)	-	311,844	-	-	-	-
Provision for share options	-	-	2,240	-	-	2,240	-	2,240
Warrant reserve	-	45,541	(45,541)	-	-	-	-	-
Minority interest arising from business combination	-	-	-	-	-	-	138	138
At 30 June 2009	2,955,140	1,774,815	(2,663,078)	(119,810)	4,154,857	6,101,924	126	6,102,050

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2009 and the accompanying explanatory notes attached to the interim financial statements.

YTL POWER INTERNATIONAL BERHAD (Company No. 406684-H)
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**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2010**

	CURRENT YEAR-TO-DATE 30.06.2010	PRECEDING YEAR CORRESPONDING PERIOD 30.06.2009
	RM'000	RM'000
Net cash generated from operating activities	2,580,102 =====	825,755 =====
Net cash used in investing activities	(1,386,825) =====	(8,220,764) =====
Net cash generated from financing activities	226,694 =====	3,925,843 =====
Net changes in cash and cash equivalents	1,419,971	(3,469,166)
Cash and cash equivalents at beginning of the year	5,906,751 -----	9,375,917 -----
Cash and cash equivalents at end of the year <i>[Note a]</i>	7,326,722 =====	5,906,751 =====

[Note a]

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

	RM'000	RM'000
Fixed deposits	7,025,387	5,620,570
Cash and bank balances	346,155	286,181
Bank overdrafts (included within short term borrowings in [Note B10])	(44,820) -----	- -----
	7,326,722 =====	5,906,751 =====

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 30 June 2009 and the accompanying explanatory notes attached to the interim financial statements.

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PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

The Condensed Financial Statements should be read in conjunction with the audited annual financial statements of the Group for the year ended 30 June 2009.

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 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad.

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 except for the adoption of FRS 8: Operating Segments and early adoption of Amendments to FRS 8, Operating Segments which is effective for financial period beginning 1 July 2009.

Comparative segment information has been re-presented. Since the change in accounting policy only impacts presentation and disclosure aspects, there is no financial impact on the Group.

The following notes explain 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 2009.

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 change to estimate of amount reported in prior interim periods and prior financial years.

A5. Changes in Debt and Equity Securities

The number of ordinary shares issued during the current financial quarter and financial year to date pursuant to the conversion of Zero Coupon Exchangeable Guaranteed Bonds issued by a subsidiary company was 159,354,828 and 375,551,678 respectively.

During the financial year to date, 839,522,063 ordinary shares were issued pursuant to the exercise of Warrants 2000/2010 at a weighted average exercise price of RM1.19 per share.

The number of ordinary shares issued during the current financial quarter and financial year to date pursuant to the exercise of Warrants 2008/2018 was 61,302,599 and 109,996,317 respectively at a weighted average exercise price of RM1.21 per share.

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Notes – continued

During the current financial quarter and financial year to date, 1,229,600 ordinary shares and 11,195,100 ordinary shares were issued pursuant to the exercise of employees' share options granted under the Company's Employees Share Option Scheme (ESOS) at a weighted average exercise price of RM1.59 per share and RM1.68 per share respectively.

A total of 71,000 ordinary shares were repurchased from the open market for a total consideration of RM157,380 for the 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 June 2010, the number of treasury shares held were 56,722,745 ordinary shares.

On 7 September 2009, a subsidiary of the Company issued GBP50 million Index Linked Bonds due 2039 at an interest rate of 2.186% per annum. The net proceed of the issuance was utilised to finance capital expenditure.

The outstanding debts are as disclosed in Note B10.

A6. Dividends Paid

The following dividends were paid during the financial year under review :-

- (i) A third interim single tier dividend of 7.5% or 3.75 sen per ordinary share of 50 sen each amounting to RM219,503,401 in respect of the financial year ended 30 June 2009 was paid on 16 July 2009.
- (ii) A final single tier dividend of 3.75% or 1.875 sen per ordinary share of 50 sen each amounting to RM125,239,529 in respect of the financial year ended 30 June 2009 was paid on 24 December 2009.
- (iii) A first interim single tier dividend of 7.5% or 3.75 sen per ordinary share of 50 sen each amounting to RM251,255,641 in respect of financial year ended 30 June 2010 was paid on 21 January 2010.
- (iv) A second interim single tier dividend of 7.5% or 3.75 sen per ordinary share of 50 sen each amounting to RM259,388,070 in respect of financial year ended 30 June 2010 was paid on 31 March 2010.

A7. Segment Reporting

The Group has four reportable segments as described below:-

- a) Power generation (Contracted)
- b) Multi utilities business (Merchant)
- c) Water & sewerage
- d) 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.

INTERIM FINANCIAL REPORT

Notes – continued

Segment reporting for the year ended 30 June 2010:

30 June 2010	Power generation (Contracted) RM'000	Multi utilities business (Merchant) RM'000	Water & Sewerage RM'000	Investment holding & other businesses RM'000	Group RM'000
External Revenue	1,127,875	9,750,600	2,455,904	108,566	13,442,945
Inter-segment Revenue	-	-	-	909,399	909,399
Segment profit / (loss) before tax	<u>332,673</u>	<u>705,114</u>	<u>710,238</u>	<u>(53,986)</u>	<u>1,694,039</u>

Following the adoption of FRS 8 Operating Segments on 1 July 2009, the basis of segmentation has not changed, which is consistent with the Company's internal reporting basis save and except for new segment "Multi Utilities Business" which is now incorporated following the acquisition of PowerSeraya Limited ("PowerSeraya").

Segment Reporting for the year ended 30 June 2009:

30 June 2009	Power generation (Contracted) RM'000	Multi utilities business (Merchant) RM'000	Water & Sewerage RM'000	Investment holding & other businesses RM'000	Group RM'000
External Revenue	1,113,357	2,269,490	2,510,688	199,859	6,093,394
Inter-segment Revenue	-	-	-	392,241	392,241
Segment profit before tax	<u>347,188</u>	<u>229,909</u>	<u>710,293</u>	<u>99,482</u>	<u>1,386,872</u>

A8. Material Events Subsequent to the End of 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.

A9. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial year ended 30 June 2010, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations except for the following:-

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Notes – continued

- (i) On 14 September 2009, the Company incorporated YTL DCS Pte Ltd (“YTL DCS”) as its wholly-owned subsidiary in Singapore. YTL DCS has an issued and paid-up share capital of SGD1.00 comprising 1 ordinary share and is intended to be principally involved in investment holding.

On 2 June 2010, YTL DCS changed its name to YTL ECOGreen Pte Ltd.

- (ii) On 18 February 2010, the following subsidiaries which were incorporated in the Cayman Islands on the same date, became subsidiaries of the Company:-
- (a) YTL Utilities Finance 5 Limited (“YTLUF5”); and
(b) YTL Communications International Limited (“YTLCI”).

YTLUF5 and YTLCI were each incorporated with an authorised share capital of US\$50,000.00 comprising 50,000 shares of US\$1.00 each, and issued and paid-up share capital of US\$1.00 comprising 1 ordinary share of US\$1.00.

The entire issued and paid-up share capital of YTLUF5 was held by the Company upon incorporation. On 12 May 2010, the Company transferred its entire shareholding in YTLUF5 to YTL Utilities Limited (“YTLUL”), another wholly-owned subsidiary of the Company at cost of US\$1.00. As a result, YTLUF5 became a direct subsidiary of YTLUL and an indirect subsidiary of the Company.

YTLCI is 100%-owned by YTL Communications Sdn Bhd, a 60%-owned subsidiary of the Company. YTLUF5 will be principally involved in the provision of financial services whilst YTLCI is intended to be involved in investment holding.

- (iii) On 21 June 2010, YTLCI acquired one ordinary share of par value US\$1.00 in YTL Global Networks Limited (“YTLGNL”) at par value. As a result, YTLGNL became a wholly-owned subsidiary of YTLCI and an indirect subsidiary of the Company.

YTLGNL was incorporated in the Cayman Islands on 21 June 2010 with an authorised share capital of US\$50,000.00 comprising 50,000 shares of US\$1.00 each. YTLGNL will be principally involved in investment holding.

- (iv) On 22 June 2010, YTLUL acquired 1 ordinary share of par value SGD1.00 in YTL Utilities Finance 6 Limited (“YTLUF6”) at par value. As a result, YTLUF6 became a wholly-owned subsidiary of YTLUL and an indirect subsidiary of the Company.

YTLUF6 was incorporated in the Cayman Islands on 22 June 2010 with an authorised share capital of SGD50,000.00 comprising 50,000 shares of SGD1.00 each. YTLUF6 will be principally involved in investment holding.

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Notes – continued

A10. Changes in Contingent Liabilities

There were no changes in the contingent liabilities or the contingent assets of the Group since the last annual balance sheet as at 30 June 2009 except for the following:-

As at 30 June 2010, the Company had given corporate guarantees to financial institutions for facilities granted to its subsidiaries, details set out as follows:

	Total Amount Guaranteed	Amount Utilised
Term loan (USD' million)	400	400
Revolving Credit (SGD' million)	100	nil
	-----	-----

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**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 RM3,753.4 million for the current quarter ended 30 June 2010 as compared to RM2,836.8 million in the preceding year corresponding quarter ended 30 June 2009. This represents an increase of RM916.6 million or 32.3% over the preceding year corresponding quarter ended 30 June 2009. The Group profit before taxation for the current quarter ended 30 June 2010 was RM627.9 million, an increase of RM84.1 million or 15.5% as compared to the preceding year corresponding quarter ended 30 June 2009. The increase was principally due to the consolidation of the financial results of PowerSeraya, a wholly owned subsidiary which was acquired on 6 March 2009. The Group net profit after taxation for the current quarter was RM429.0 million as compared to RM29.8 million in the preceding year corresponding quarter. The increase of RM399.2 million was attributable to a one-off deferred tax charge in the preceding corresponding quarter.

B2. Comparison with Preceding Quarter

	Current Quarter 30.06.2010 RM'000	Preceding Quarter 31.03.2010 RM'000
Revenue	3,753,423	3,351,098
Consolidated profit before taxation	627,896	402,669
Consolidated profit after taxation	429,031	301,654

The increase in Group profit before taxation and Group profit after taxation as compared to the preceding quarter were principally due to better performance in multi utilities business (merchant) segment of the Group.

B3. Prospects

The Group is expected to perform satisfactorily for the financial year ending 30 June 2011.

B4. Profit Forecast

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

B5. Audit Report of the preceding financial year ended 30 June 2009

The Auditors' Report on the financial statements of the preceding financial year was not subject to any qualification.

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Notes – continued

B6. Taxation

	Current Year Quarter 30.06.2010 RM'000	Year Ended 30.06.2010 RM'000
In respect of current period/year		
- Income Tax	13,792	316,012
- Deferred Tax	167,994	157,856
In respect of prior period/year		
- Income Tax	(3,363)	(12,265)
- Deferred Tax	20,442	20,442
	-----	-----
	198,865	482,045
	=====	=====

The provision for taxation for the current quarter and current year to date reflects an effective rate higher than the average Statutory Income Tax Rate primarily due to certain expenses not deductible for tax purposes.

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 value of the quoted investments of the Group as at end of the current reporting quarter are:

	RM'000
Cost	103,273
Carrying value	103,273
Market value	149,884
	=====

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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 June 2010 are as follows:

	Short term RM'000	Long term RM'000	Total RM'000
Secured	-	4,347,697	4,347,697
Unsecured	2,405,262	14,429,399	16,834,661
	-----	-----	-----
	2,405,262	18,777,096	21,182,358
	=====	=====	=====

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

In US Dollar ('000)	585,743
	=====
In Sterling Pound ('000)	1,600,572
	=====
In Singapore Dollar ('000)	2,670,621
	=====

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

- a) USD190 million term loan due on 29 January 2011.
- b) USD200 million term loan due on 17 December 2012.
- c) USD 200 million term loan due on 30 June 2015.

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Notes – continued

B11. Derivatives Financial Instruments

As at 30 June 2010, 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	1,135,388	1,111,381
- 1 year to 3 years	26,986	28,594
<u>Currency forwards</u>		
- Less than 1 year	1,559,782	1,560,331
- 1 year to 3 years	26,770	26,439
<u>Interest rate swaps</u>		
- Less than 1 year	2,207,990	2,199,708
- More than 3 years	581,050	552,077

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 acquisition of subsidiaries and for 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.

B12. Pending Material Litigation

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

B13. Dividend

The Board of Directors has recommended for the approval of shareholders a final single tier dividend of 3.75% or 1.875 sen per ordinary share of 50 sen each for the financial year ended 30 June 2010.

The Book Closure and Payment dates in respect of the aforesaid dividend will be determined by the Board at a later date.

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Notes – continued

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 shareholders for the financial quarter by the weighted average number of ordinary shares in issue during the financial quarter as set out below: -

	Current Year Quarter 30.06.2010	Preceding Year Corresponding Quarter 30.06.2009
Profit attributable to shareholders (RM'000)	429,031 =====	29,796 =====
Weighted average number of ordinary shares ('000)	7,105,616 =====	5,837,240 =====
Basic earnings per share (Sen)	6.04 =====	0.51 =====

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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 shareholders for the financial quarter by the weighted average number of ordinary shares in issue during the financial quarter. For the preceding year corresponding quarter, the diluted earnings per share of the Group has been computed by dividing the adjusted profit attributable to shareholders for the financial quarter by the weighted average number of ordinary shares in issue during the financial quarter after assuming exchange of USD184.4 million Zero Coupon Guaranteed Exchangeable Bonds as set out below.

	Current Year Quarter 30.06.2010	Preceding Year Corresponding Quarter 30.06.2009
Profit/Adjusted Profit attributable to shareholders (RM'000)	429,031 =====	34,438 =====
<i>Weighted average number of ordinary shares ('000) – diluted</i>		
Weighted average number of ordinary shares ('000) – basic	7,105,616	5,837,240
Effect of unexercised warrants 2000/2010	-	358,310
Effect of unexercised warrants 2008/2018	544,112	545,283
Effect of unexercised ESOS	29,313	22,213
Assumed exchange of Zero Coupon Bonds	-	361,196
	----- 7,679,041 =====	----- 7,124,242 =====
Diluted earnings per share (Sen)	5.59 =====	0.48 =====

* *Total cash expected to be received in the event of an exercise of all outstanding warrants and ESOS options is RM1,723.3 million. Accordingly, the Net Asset (NA) on a pro forma basis will increase by RM1,723.3 million resulting in an increase in NA per share of RM0.05. 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: 19 August 2010