Consolidated Condensed Statement of Comprehensive Income
Quarterly report on unaudited consolidated results
for the period ended 31 March 2012

	3 months ended 31.03.12 RM'000 (Unaudited)	3 months ended 31.03.11 RM'000 (Restated)	Cumulative 3 months ended 31.03.12 RM'000 (Unaudited)	Cumulative 3 months ended 31.03.11 RM'000 (Restated)
Revenue	2,324,335	2,153,420	2,324,335	2,153,420
Cost of sales	(1,681,759)	(1,434,630)	(1,681,759)	(1,434,630)
Gross profit	642,576	718,790	642,576	718,790
			27.6%	33.4%
Others operating income	90,789	60,836	90,789	60,836
Distribution costs	(168)	(185)	(168)	(185)
Administrative expenses	(179,699)	(149,670)	(179,699)	(149,670)
Other operating expenses	(61,327)	(76,934)	(61,327)	(76,934)
Finance cost	(337,419)	(341,122)	(337,419)	(341,122)
Share of results of associated companies and jointly controlled entities	26,326	(861)	26,326	(861)
Profit before zakat and taxation	181,078	210,854	181,078	210,854
Zakat expenses	-	-	-	-
Tax expenses	(65,659)	(87,025)	(65,659)	(87,025)
Profit for the period	115,419	123,829	115,419	123,829
Other comprehensive income				
Available-for-sale financial assets - fair value gains	14,943	29,638	14,943	29,638
Movement in associate's capital reserve	(522)	3,103	(522)	3,103
Currency translation differences	(10,086)	(5,359)	(10,086)	(5,359)
Other comprehensive income for the period	4,335	27,382	4,335	27,382
Total comprehensive income for the period	119,754	151,211	119,754	151,211
Profit attributable to:				
Owners of the Parent	29,223	18,025	29,223	18,025
Non-controlling interest	86,196	105,804	86,196	105,804
	115,419	123,829	115,419	123,829
Total comprehensive income attributable to:				
Owners of the Parent	33,558	45,407	33,558	45,407
Non-controlling interest	86,196	105,804	86,196	105,804
	119,754	151,211	119,754	151,211
Earnings per share for profit attributable to the owners of the Parent				
Basic (sen)	1.0	0.6	1.0	0.6
Diluted (sen)	1.0	0.6	1.0	0.6

The Consolidated Condensed Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011.

Consolidated Condensed Statement of Financial Position
As at 31 March 2012

	As at 31.03.12 RM'000 (Unaudited)	As at 31.12.11 RM'000 (Audited)	As at 01.01.11 RM'000 (Audited)
Non-Current Assets			
Property, plant and equipment	16,445,020	16,029,865	16,699,574
Investment properties	32,183	32,329	30,778
Prepaid lease payments	18,734	18,835	19,238
Investments in associates	1,274,083	1,362,996	1,163,040
Investment in jointly controlled entities	250,241	246,249	219,281
Available-for-sale financial assets	8,297	8,573	8,412
Property development expenditure	2,160,619	2,128,408	1,917,196
Other assets	3,212	3,307	4,214
Intangible assets	7,475,537	7,577,842	7,986,159
Deferred income tax assets	1,204,842	1,188,910	1,121,012
	28,872,768	28,597,314	29,168,904
Current Assets			
Inventories	764,952	719,906	585,289
Assets held for sale	-	-	103
Trade and other receivables	2,408,776	2,327,958	2,227,814
Current income tax recoverable	203,436	188,040	337,014
Amount due from holding company	5,518	5,518	5,518
Available-for-sale financial assets	90,609	85,588	81,868
Deposits, bank and cash balances	7,530,765	4,579,556	4,062,543
	11,004,056	7,906,566	7,300,149
	39,876,824	36,503,880	36,469,053
Equity			
Equity attributable to owners of the Parent			
Share capital	304,506	304,506	304,506
Reserves	5,949,031	5,915,473	5,678,718
	6,253,537	6,219,979	5,983,224
Non-controlling interest	3,335,729	3,249,986	3,068,477
Total equity	9,589,266	9,469,965	9,051,701
Non-Current Liabilities			
Redeemable preference shares	141,684	140,620	136,467
Borrowings	18,850,131	15,533,549	15,974,676
Land lease received in advance	158,387	158,433	162,264
Provision for retirement benefits	57,933	58,713	53,748
Deferred income	2,311,473	2,245,572	1,869,382
Deferred income tax liabilities	3,545,187	3,532,379	3,511,746
Other payables	28,844	18,303	24,654
	25,093,639	21,687,569	21,732,937
Current Liabilities			
Borrowings	3,195,663	3,443,415	3,991,739
Trade and other payables	1,938,934	1,871,226	1,626,216
Current income tax liabilities	59,322	31,705	40,409
Redeemable convertible unsecured loan stocks	-	-	26,051
	5,193,919	5,346,346	5,684,415
Total liabilities	30,287,558	27,033,915	27,417,352
Total equity and liabilities	39,876,824	36,503,880	36,469,053
Net assets per share attributable to ordinary equity holders of parent (sen)	205	204	196

The Consolidated Condensed Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011.

Consolidated Condensed Statement of Changes in Equity for the period ended 31 March 2012

	Attributable to owners of the Parent									Non-controlling interests	Total Equity
	Non-distributable						Distributable				
	Share Capital RM'000	Share Premium RM'000	Currency Translation Reserve RM'000	Revaluation Reserve RM'000	Available-for-sale financial assets RM'000	Capital Reserves RM'000	Capital* Reserves RM'000	Retained Earnings RM'000	Total RM'000	RM'000	RM'000
At 1 January 2012	304,506	2,039,770	(22,659)	1,219,271	117,684	77,515	374,503	2,109,389	6,219,979	3,249,986	9,469,965
Net profit for the financial year	-	-	-	-	-	-	-	29,223	29,223	86,196	115,419
Other comprehensive (loss) / income	-	-	(10,086)	-	14,943	(522)	-	-	4,335	-	4,335
Total comprehensive income for the year	-	-	(10,086)	-	14,943	(522)	-	29,223	33,558	86,196	119,754
Transfer to capital reserve	-	-	-	-	-	-	575	(575)	-	-	-
Dividend	-	-	-	-	-	-	-	-	-	(453)	(453)
At 31 March 2012	304,506	2,039,770	(32,745)	1,219,271	132,627	76,993	375,078	2,138,037	6,253,537	3,335,729	9,589,266

* - The distributable capital reserves represent mainly the net gain from disposals of investments.

The Consolidated Condensed Statement Of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011.

Consolidated Condensed Statement of Changes in Equity for the period ended 31 March 2012

	Attributable to owners of the Parent									Non-controlling interests	Total Equity
	Non-distributable						Distributable				
	Share Capital RM'000	Share Premium RM'000	Currency Translation Reserve RM'000	Revaluation Reserve RM'000	Available-for-sale financial assets RM'000	Capital Reserves RM'000	Capital* Reserves RM'000	Retained Earnings RM'000	Total RM'000	RM'000	RM'000
At 1 January 2011	304,506	2,039,770	(31,051)	1,219,271	107,977	83,264	375,864	1,883,623	5,983,224	3,068,477	9,051,701
Net profit for the financial year	-	-	-	-	-	-	-	334,485	334,485	498,538	833,023
Other comprehensive income / (loss)	-	-	8,392	-	9,707	(5,749)	-	-	12,350	-	12,350
Total comprehensive income for the year	-	-	8,392	-	9,707	(5,749)	-	334,485	346,835	498,538	845,373
Transfer to capital reserve	-	-	-	-	-	-	2,300	(2,300)	-	-	-
Issuance of shares by a subsidiary upon conversion of redeemable convertible unsecured loan stocks	-	-	-	-	-	-	(3,661)	158	(3,503)	30,139	26,636
Disposal of investments	-	-	-	-	-	-	-	-	-	1,701	1,701
Dividend	-	-	-	-	-	-	-	(106,577)	(106,577)	(348,869)	(455,446)
At 31 December 2011	304,506	2,039,770	(22,659)	1,219,271	117,684	77,515	374,503	2,109,389	6,219,979	3,249,986	9,469,965

* - The distributable capital reserves represent mainly the net gain from disposals of investments.

The Consolidated Condensed Statement Of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011.

Unaudited Consolidated Condensed Statement of Cash Flows for the period ended 31 March 2012

	3 months ended 31.03.12 RM'000 (Unaudited)	3 months ended 31.03.11 RM'000 (Unaudited)
Cash flows from operating activities		
Profit before zakat and taxation	181,078	210,854
Adjustments for:		
Non-cash items	274,348	231,026
Interest expense	337,419	341,122
Interest income	(54,365)	(49,779)
Share of results in associates and jointly controlled entities	(26,326)	861
Operating profit before working capital changes	712,154	734,084
Changes in working capital:		
Net change in current assets	(127,366)	166,734
Net change in current liabilities	78,267	323,389
Cash generated from operations	663,055	1,224,207
Designated account and pledged deposits	545	333
Deferred income received	82,246	157,724
Tax paid	(56,562)	(4,605)
Land lease received in advance	2,690	-
Retirement benefits paid	(1,096)	(3,102)
Net cash generated from operating activities	**690,878**	**1,374,557**
Cash flows from investing activities		
Net cash inflow from disposal of associates	75,568	-
Purchase of property, plant and equipment	(618,815)	(30,868)
Redemption of RULS in a subsidiary	12,425	12,500
Proceeds from sale of property, plant and equipment	765	159
Proceeds from sale of investment properties	-	(28)
Proceeds from sale of other non current asset	-	1,184
Additional property development expenditure	(32,211)	(23,290)
Interest received	54,365	49,779
Dividend received	24,450	9,800
Distribution from jointly controlled entity	30,000	-
Net cash (used in) / generated from investing activities	**(458,328)**	**19,236**
Cash flows from financing activities		
Drawdown of term loans	3,546,344	125,511
Government grant received	-	12,915
Repayment of term loans	(481,928)	(98,209)
Dividend paid to minority shareholder	(453)	(175,690)
Interest paid	(337,419)	(341,122)
Net cash generated from / (used in) financing activities	**2,726,544**	**(476,595)**

The Consolidated Condensed Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011.

Unaudited Consolidated Condensed Statement of Cash Flows for the period ended 31 March 2012 (continued)

	3 months ended 31.03.12 RM'000 (Unaudited)	3 months ended 31.03.11 RM'000 (Unaudited)
Net increase / (decrease) in cash and cash equivalents	2,959,094	917,198
Effects of changes in exchange rate	(10,086)	(5,359)
Cash & Cash Equivalents at beginning of financial year	4,563,066	4,039,090
Cash and cash equivalents at end of financial year	**7,512,074**	**4,950,929**
Cash and cash equivalents comprise:		
Deposits and bank balances	7,530,765	4,980,637
Designated accounts	(1)	(1)
Pledge deposits	(15,836)	(15,632)
Bank overdrafts	(2,854)	(14,075)
	7,512,074	**4,950,929**

The Consolidated Condensed Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011.

Notes to the interim financial statements

1. Basis of preparation

The consolidated condensed interim financial information for the financial year ended 31 December 2012 has been prepared in accordance with MFRS 134 “Interim financial reporting” and Appendix 9B (Part A) of the Listing Requirements of Bursa Malaysia. The consolidated condensed interim financial information should be read in conjunction with the annual financial statements for the financial year ended 31 December 2011, which have been prepared in accordance with the Financial Reporting Standards, the Malaysian Accounting Standards Board ("MASB") Approved Accounting Standards in Malaysia for Entities Other than Private Entities and the Companies Act, 1965.

Since the previous annual audited financial statements as at 31 December 2011 were issued, the Group has adopted the Malaysian Financial Reporting Standards ("MFRS") framework issued by the MASB with effect from 1 January 2012. This MFRS framework was introduced by the MASB in order to fully converge Malaysia's existing Financial Reporting Standards ("FRS") framework with the International Financial Reporting Standards ("IFRS") framework issued by the International Accounting Standards Board. Whilst all FRSs issued under the previous FRS framework were equivalent to the MFRSs issued under the MFRS framework, there are some differences in relation to the transitional provisions and effective dates contained in certain of the FRSs.

These consolidated condensed interim financial statements are the Group's first MFRS condensed consolidated interim financial statements for part of the period covered by the Group's first MFRS annual financial statements for the year ending 31 December 2012 and hence MFRS 1: First-Time Adoption of Malaysian Financial Reporting Standards (MFRS1) has been applied. The transition from FRS to MFRS has not had a material impact on the financial performance and financial position of the Group.

2. Audit qualification

The report of the auditors on the Group’s financial statements for the year ended 31 December 2011 was not subject to any qualification.

3. Seasonal or cyclical factors

The Group’s operations have not been affected by seasonal or cyclical factors.

4. Unusual items

There was no unusual item affecting assets, liabilities, equity, net income or cash flows during the current quarter because of their nature, size and incidence.

5. Changes in estimates

There was no material change in financial estimates reported in prior interim periods that could materially affect the current interim period’s financial statements.

6. Debt and equity securities

There was no material issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter ended 31 March 2012 except on 16 March 2012, Tanjung Bin Energy Issuer Berhad (formerly known as Powerfield Sdn. Bhd.) a wholly-owned subsidiary of Tanjung Bin Energy Sdn. Bhd. (formerly known as Transpool Sdn. Bhd.) which is in turn wholly-owned by Malakoff Corporation Berhad, a 51% owned subsidiary of MMC, issued RM3,290 million in nominal value of the Sukuk Murabahah. The Sukuk Murabahah will have a tenure of more than one (1) year and up to twenty (20) years and the profit payment of the Sukuk Murabahah shall be payable semi-annually in arrears with the first profit payment commencing six (6) months from the date of issue of the respective series of the Sukuk Murabahah with the last profit payment for each series of the Sukuk Murabahah to be made on the respective maturity dates of each series. The proceeds shall be utilised for Shariah-compliant purposes to partially fund up to 80% of the project cost relating to the construction, installation, commissioning, operation and maintenance of an electricity generating facility comprising a coal fired boiler and a steam turbine generator with a net capacity of 1,000 megawatts.

7. Dividend paid

There was no dividend paid during the quarter ended 31 March 2012.

8. Segment Reporting

The Group's segmental report for the financial period ended 31 March 2012 is as follows:

	Transport & Logistics	Energy & Utilities			Engineering & Construction	Investment Holding, Corporate & Others	Total
		Gas	Energy	Utilities			
	RM mil	RM mil	RM mil	RM mil	RM mil	RM mil	RM mil
Revenue							
Total	363	538	1,386	31	24	10	2,352
Inter-segment	(4)	-	-	-	(24)	-	(28)
External	359	538	1,386	31	-	10	2,324
Results							
Profit /(Loss) before taxation	59	45	139	10	1	(73)	181
Finance cost	42	-	239	-	-	56	337
Depreciation and amortisation	55	11	208	2	-	8	284
Earnings Before Interest, Tax, Depreciation and Amortisation	156	56	586	12	1	(9)	802

The Group's segmental report for the corresponding financial period ended 31 March 2011 is as follows:

	Transport & Logistics	Energy & Utilities			Engineering & Construction	Investment Holding, Corporate & Others	Total
		Gas	Energy	Utilities			
	RM mil	RM mil	RM mil	RM mil	RM mil	RM mil	RM mil
Revenue							
Total	333	499	1,289	22	10	9	2,162
Inter-segment	(8)	-	-	-	(1)	-	(9)
External	325	499	1,289	22	9	9	2,153
Results							
Profit /(Loss) before taxation	79	100	106	22	(25)	(71)	211
Finance cost	30	-	259	1	-	51	341
Depreciation and amortisation	56	11	213	2	-	13	295
Earnings Before Interest, Tax, Depreciation and Amortisation	165	111	578	25	(25)	(7)	847

9. Property, plant and equipment

Certain Group properties were re-valued in the past. This revaluation was brought forward without any subsequent revaluation as allowed for under MFRS 116.

10. Events subsequent to the balance sheet date

There was no material event subsequent to the end of the current quarter except on 11 May 2012, Malakoff International Limited ("MIL"), a wholly-owned subsidiary of Malakoff Corporation Berhad ("MCB"), which in turn is a 51% owned subsidiary of MMC, has acquired the entire issued and paid up capital of IP Middle East Holding Company Limited ("IPME") from International Power Holdings Limited ("Acquisition") for a consideration of US$113.4 million (equivalent to approximately RM348 million). As a result of the Acquisition, MIL will hold an indirect 40% equity interest in Hidd Power Company B.S.C.(c) Bahrain ("HPC") through IPME which owns a 57.1% equity interest in IPSUM Hidd Holding Company Limited, which in turn owns a 70% equity interest in HPC.

11. Changes in composition of the Group

There was no change in the composition of the Group during the current quarter except on 30 March 2012, MIL, a wholly-owned subsidiary of MCB, which in turn is a 51% owned subsidiary of MMC, disposed of 2 ordinary shares of USD1.00 each in Malakoff Jordan Generation Limited (now known as ACWA Power Jordan Generation Limited) for a consideration of RM76 million, includes associated shareholders' loans.

12. Changes in contingent liabilities or contingent assets

There was no change in contingent liabilities or contingent assets since the last audited financial statements for the financial year ended 31 December 2011 except for the following bank guarantees issued to third parties:

	31.3.12 RM million	31.12.11 RM million
Subsidiaries	625.2	1,018.3

Bank guarantees issued to customers and utilities suppliers were mainly performance bonds and payment guarantees.

13. Capital commitments

Capital commitments for the Group not provided for in the financial statements are as follows:

	31.3.12 RM million
Property, plant and equipment:	
Authorised and contracted for	178.0
Authorised but not contracted for	5,463.5
	5,641.5

Additional information required by the Bursa Securities Listing Requirements

14. Review of performance

The Group's revenue for the three-months financial period ended 31 March 2012 was RM2.3 billion compared with RM2.2 billion in the corresponding periods in 2011, representing an increase of 7.9%.

The profit before zakat and taxation for the three-months financial period ended 31 March 2012 was RM181.1 million compared with RM210.9 million in the corresponding periods in 2011, representing a decrease of 14.1%.

Energy & Utilities

Energy & Utilities segment's revenue for the three-months financial period ended 31 March 2012 was RM2.0 billion compared with RM1.8 billion in the corresponding periods in 2011, representing an increase of 8.0%.

The profit before zakat and taxation for the three-months financial period ended 31 March 2012 was RM193.6 million and compared with RM228.3 million in the corresponding periods in 2011, representing a decrease of 15.2%.

Lower profits from the Energy & Utilities segment was mainly due to lower margins (margin per mmBtu of gas sold has decreased by 13.7%) on the new gas tariff imposed on Gas Malaysia Berhad, (effective June 2011) despite higher volume of gas sold for the period which was 1.5% higher than the previous period.

This was however, offset by lower finance charges despite higher borrowings compared to the previous period. The increase in borrowings corresponds with Malakoff's issuance of the RM3,290 million Sukuk Murabahah on 16 March 2012.

Transport & Logistics

Transport & Logistics segment's revenue for the three-months financial period ended 31 March 2012 was RM358.9 million compared with RM324.9 million in the corresponding periods in 2011, representing an increase of 10.5%.

The profit before zakat and taxation for the three-months financial period ended 31 March 2012 was RM59.1 million compared with RM79.0 million in the corresponding periods in 2011, representing a decrease of 25.1%. This was mainly driven by higher administrative and operating expenses.

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Engineering & Construction

The profit before zakat and taxation for the three-months financial period ended 31 March 2012 was RM0.9 million compared with a loss of RM25.1 million in the corresponding periods in 2011, representing an increase of 103.6%. This was mainly contributed by lower losses registered from our associate, Zelan Berhad.

Investment Holding, Corporate & Others

Investment Holding, Corporate & Others segment's revenue for the three-months financial period ended 31 March 2012 was RM10.0 million compared with RM8.8 million in the corresponding periods in 2011, representing an increase of 13.1%.

The loss before zakat and taxation for the three-months financial period ended 31 March 2012 was RM72.6 million compared with a loss of RM71.3 million in the corresponding periods in 2011, representing a decrease of 1.8%.

15. Variation of results against preceding quarter

The Group recorded a profit before zakat and taxation of RM181.1 million in the current quarter as compared to RM376.7 million in the preceding quarter driven by lower profits from the Energy & Utilities segment following lower dispatch factor from Malakoff's power plants and share of losses from Zelan.

16. Current prospects

The Board expects the Group's financial results for the current financial year to improve despite the uncertainties facing the global economy.

The results from the Energy & Utilities segment is expected to top 2011 mainly due to the one-off extraordinary gain from the Proposed Listing of Gas Malaysia Berhad ("GMB"). However, it is to be noted that future contributions from GMB will be reduced following the Group's diluted equity interest post-listing. GMB will cease to be consolidated as a subsidiary of the Group but the results will be equity accounted for as an associate.

The Board remains optimistic on the Transport & Logistics segment as the transhipment and hinterland throughput volume is expected to remain robust. Transhipment which is predominantly at PTP is expected to benefit from the shipping routing strategies of its customers whilst JPB's throughput volume will grow in line with the expected improved economic activities in Johor. In addition, JPB's results are also expected to be better following the increase in tariff rates for certain port services.

The Engineering & Construction segment is expected to contribute positively following the commencement of the Klang Valley My Rapid Transit Project and continuous progress of the Double Tracking Project.

17. Profit before zakat and taxation

Profit before zakat and taxation is stated after charging/(crediting) the following items:

	Current Quarter Ended		Financial Period Ended	
	31.3.12 RM'000	31.3.11 RM'000	31.3.12 RM'000	31.3.11 RM'000
Interest income	(54,365)	(49,779)	(54,365)	(49,779)
Depreciation	181,431	193,013	181,431	193,013
Amortisation	102,406	102,184	102,406	102,184
Allowance for impaired receivables	1,600	14,955	1,600	14,955
Reversal of allowance for impaired receivables	-	(8,732)	-	(8,732)
Impairment loss on property, plant and equipment	-	30,000	-	30,000
Net foreign exchange gain	(2,658)	771	(2,658)	771
Gain on disposal on:				
- associate	(26,700)	-	(26,700)	-
- property, plant and equipment	(120)	(50)	(120)	(50)
- other non-current assets	-	(1,078)	-	(1,078)

18. Profit forecast or profit guarantee

The Group did not issue any profit forecast or profit guarantee for the reporting period in a public document.

19. Tax expense

	3 months ended 31.3.12	3 months ended 31.3.11	Cumulative 3 months ended 31.3.12	Cumulative 3 months ended 31.3.11
	RM mil	RM mil	RM mil	RM mil
Current tax expense				
- current	(66)	(79)	(66)	(79)
- prior year	(2)	(2)	(2)	(2)
Deferred tax expense				
- current	(2)	(6)	(2)	(6)
- prior year	5	-	5	-
	(65)	(87)	(65)	(87)

The Group's effective tax rate for the financial period is higher than the statutory income tax rate in Malaysia mainly due to interest restriction as an effect of the single tier tax system.

20. Quoted investments

a) There was no acquisition or disposal of quoted securities during the current quarter.

b) Investments in quoted shares as at 31 March 2012:

	At Cost	At Carrying Value	At Market Value
	RM mil	RM mil	RM mil
Quoted in Malaysia	16	91	91
Quoted outside Malaysia	13	8	8
Total quoted investments	29	99	99

21. Status of corporate proposals announced

On 18 May 2012, Gas Malaysia Berhad ("GMB") issued a Prospectus in relation to its proposed listing of and quotation for all the issued and paid-up ordinary shares of GMB on the Main Market of Bursa Malaysia Securities Berhad ("Proposed Listing"). Barring any unforeseen circumstances, GMB is expected to be listed on the Main Market of Bursa Malaysia Securities Berhad on 11 June 2012. For details of the Proposed Listing, please refer to details in Bursa Malaysia's website.

22. Borrowings

	31.03.12	31.12.11
	RM mil	RM mil
Current		
- secured	2,863	3,114
- unsecured	333	329
	3,196	3,443
Non-current		
- Term loans – secured	3,827	3,796
- ABBA Bonds - secured	250	250
-Al-Istisna Bonds – secured	193	257
-Istisna Medium Term Notes – secured	3,140	3,140
-Sukuk Medium Term Notes – secured	5,310	5,300
-Islamic Medium Term Notes – secured	854	854
- Junior Sukuk - secured	1,749	1,749
- Junior Term Loan Facility – secured	100	-
- Senior Sukuk Murabahah – secured	3,290	-
- Redeemable Unsecured Loan Stock - unsecured	71	119
- Government Loan – unsecured	66	69
	18,850	15,534
- Redeemable preference shares	142	141

23. Realised and unrealised profit/losses disclosure

The retained earnings as at 31 March 2012 is analysed as follows:

	As at 31.3.12 RM'000
Total retained earnings of the Company and its subsidiaries:	
- Realised	2,062,411
- Unrealised	203,338
	2,265,749
Total retained earnings from associated companies:	
- Realised	(5,803)
- Unrealised	(28,371)
	(34,174)
Total retained earnings from jointly controlled entities:	
- Realised	33,167
- Unrealised	(24,981)
	8,186
Total retained earnings before consolidation adjustment	2,239,761
Less: Consolidation adjustment	(101,724)
Total retained earnings as per consolidated financial statements	2,138,037

24. Changes in material litigation

(a) On 16 August 2011, Prai Power Sdn Bhd ("PPSB"), a wholly-owned subsidiary of Malakoff Corporation Berhad, the Company's 51% owned subsidiary, filed a Statement of Claim in the arbitration proceedings against Sumitomo Corporation, Japan ("Sumitomo"), for Sumitomo's breach of the duty of care it owed to PPSB under the Engineering, Procurement and Construction Contract ("EPC Contract") entered into between PPSB and Sumitomo dated 12 October 2000. Sumitomo had on 16 September 2011 filed a Statement of Defence in relation to the claim initiated by PPSB.

Under the EPC Contract, Sumitomo was to inter alia design, engineer, manufacture, erect, install and commission the Prai Power Plant for PPSB.

PPSB's claim is that Sumitomo breached the obligations it owed to PPSB under the EPC Contract by supplying a rotor that was defective in design, manufacture and/or supply. The rotor was found damaged on 11 September 2006.

The total amount claimed by PPSB in its Statement of Claim is for the sum of RM83,608,019.43.

Based on solicitors' advice, PPSB believes that it has strong grounds for the claim.

(b) On 22 December 2011, the High Court delivered its decision in an action by Jurutera Perunding Daya Sdn Bhd and Pengurusan Projek Daya Sdn Bhd (collectively known as "Daya Group") against the Company and a subsidiary, Projek Lebuhraya Timur Sdn Bhd ("Pelita") for, among others, payment of RM49.9 million, for alleged work undertaken, in respect of the privatization of the East Coast Expressway.

The High Court dismissed the Daya Group's claim against the Company and allowed the Company's counterclaim. The High Court however, allowed the Daya Group's claim against Pelita and dismissed Pelita's counterclaim. Costs and damages in the legal proceedings shall be taxed and/or assesed by the Registrar of the High Court.

Both the Daya Group and Pelita appealed against the High Court's decision on 9 January 2012 and 19 January 2012 respectively. Based on the advice by the solicitors acting for the Company and Pelita, the Directors are of the view that both the Company and Pelita have good chances to have the decision in their favour during appeal.

Save as disclosed above, there are no significant changes in material litigation, including the status of pending material litigation in respect of the Company and its subsidiaries since the last audited balance sheet date as at 31 December 2011.

25. Dividend Payable

No dividend has been recommended by the Directors for the current financial period ended 31 March 2012. No dividend was declared by the Directors for the corresponding financial period ended 31 March 2011.

26. Earnings per ordinary share

Basic/Diluted Earnings Per Ordinary Share

	3 months ended 31.03.12	3 months ended 31.03.11	Cumulative 3 months ended 31.03.12	Cumulative 3 months ended 31.03.11
Profit for the period attributable to owners of the Parent (RM mil)	29	18	29	18
Weighted average number of ordinary shares in issue ('mil)	3,045.1	3,045.1	3,045.1	3,045.1
Basic earnings per ordinary share (sen)	1.0	0.6	1.0	0.6
Diluted earnings per ordinary share (sen)	1.0	0.6	1.0	0.6

27. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution by the Directors as of 30 May 2012.

By Order of the Board
Ahmad Aznan Mohd Nawawi (L.S. No.0009371)
Sazlin Ayesha Abdul Samat (L.S. No.0008112)
Secretaries
Kuala Lumpur
30 May 2012