

Condensed Consolidated Statement of Comprehensive Income
Quarterly report on unaudited consolidated results
for the period ended 30 June 2010

	<u>3 months</u> <u>quarter ended</u> <u>30.06.10</u> RM'000 (Unaudited)	<u>3 months</u> <u>quarter ended</u> <u>30.06.09</u> RM'000 (Unaudited)	<u>Cumulative</u> <u>6 months ended</u> <u>30.06.10</u> RM'000 (Unaudited)	<u>Cumulative</u> <u>6 months ended</u> <u>30.06.09</u> RM'000 (Unaudited)
Revenue	2,307,945	2,165,996	4,375,569	4,078,496
Cost of sales	(1,478,484)	(1,349,417)	(2,809,073)	(2,593,191)
Gross profit	<u>829,461</u>	<u>816,579</u>	<u>1,566,496</u>	<u>1,485,305</u>
Other Operating Income				
Items relating to investments	(1,760)	17	44,159	280
Others	41,282	82,860	92,867	121,277
Distribution costs	(297)	(67)	(429)	(68)
Administrative expenses	(188,222)	(211,946)	(380,782)	(320,302)
Other operating expenses	(74,275)	(84,082)	(130,544)	(137,189)
Finance cost	(361,608)	(340,401)	(708,410)	(693,125)
Share of results of associated companies and jointly controlled entities	-	-	-	-
	<u>(69,345)</u>	<u>(79,701)</u>	<u>(97,703)</u>	<u>(114,327)</u>
Profit before taxation	<u>175,236</u>	<u>183,259</u>	<u>385,654</u>	<u>341,851</u>
Tax expenses	11,932	(33,904)	(70,858)	(79,564)
Profit for the period	<u><u>187,168</u></u>	<u><u>149,355</u></u>	<u><u>314,796</u></u>	<u><u>262,287</u></u>
Other comprehensive income				
Available-for-sale financial assets				
- fair value (losses)/gains	(25,517)	47,395	(11,125)	(16,804)
Movement in associate's capital reserve	8,209	-	8,209	-
Currency translation differences	(1,503)	1,640	(18,005)	1,263
Disposal of subsidiary	(3,410)	-	(3,410)	-
Other comprehensive income for the period	<u>(22,221)</u>	<u>49,035</u>	<u>(24,331)</u>	<u>(15,541)</u>
Total comprehensive income for the period	<u><u>164,947</u></u>	<u><u>198,390</u></u>	<u><u>290,465</u></u>	<u><u>246,746</u></u>
Profit attributable to:				
Owners of the Company	88,119	5,851	122,510	36,643
Minority interests	99,049	143,504	192,286	225,644
	<u>187,168</u>	<u>149,355</u>	<u>314,796</u>	<u>262,287</u>
Total comprehensive income attributable to:				
Owners of the Company	69,310	68,042	101,589	21,102
Minority interests	95,637	130,348	188,876	225,644
	<u>164,947</u>	<u>198,390</u>	<u>290,465</u>	<u>246,746</u>
Earnings per share for profit attributable to the owners of the Company				
Basic (sen)	2.9	0.2	4.0	1.2
Diluted (sen)	2.9	0.2	4.0	1.2

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2009.

**Condensed Consolidated Statement of Financial Position
As at 30 June 2010**

	As at 30.06.10 RM' 000 (Unaudited)	As at 31.12.09 RM' 000 (Restated)
Non-Current Assets		
Property, plant and equipment	16,101,486	16,131,171
Investment properties	31,092	31,319
Prepaid lease payments	930,693	939,612
Investments in associates	1,414,482	1,615,285
Investment in jointly controlled entities	200,073	265,911
Available-for-sale financial assets	6,902	-
Property development expenditure	1,877,142	1,940,028
Other assets	4,559	6,792
Intangible assets	8,173,923	8,375,604
Deferred expenditure	17,333	17,533
Deferred income tax assets	593,900	542,011
	<u>29,351,585</u>	<u>29,865,266</u>
Current Assets		
Inventories	664,359	638,416
Assets held for sale	-	541
Trade and other receivables	2,277,096	1,813,263
Current income tax recoverable	214,460	206,914
Amount due from holding company	7,518	7,518
Available-for-sale financial assets	290,429	-
Marketable securities	-	61,237
Deposits, bank and cash balances	3,989,626	4,492,832
	<u>7,443,488</u>	<u>7,220,721</u>
Current Liabilities		
Borrowings	4,042,344	2,559,153
Trade and other payables	2,007,580	2,104,981
Current income tax liabilities	66,762	45,952
	<u>6,116,686</u>	<u>4,710,086</u>
Net Current Assets	<u>1,326,802</u>	<u>2,510,635</u>
	<u>30,678,387</u>	<u>32,375,901</u>
Equity		
Equity attributable to owners of the Company		
Share capital	304,506	304,506
Reserves	6,451,260	5,994,176
	<u>6,755,766</u>	<u>6,298,682</u>
Minority interests	3,704,113	3,460,519
Total equity	<u>10,459,879</u>	<u>9,759,201</u>
Non-Current Liabilities		
Redeemable preference shares	106,792	114,051
Redeemable convertible subordinated loans	-	158,355
Redeemable convertible unsecured loan stocks	26,190	36,930
Borrowings	16,248,187	18,359,545
Land lease received in advance	167,078	171,851
Provision for retirement benefits	50,022	48,063
Deferred income	37,271	56,739
Deferred income tax liabilities	3,495,512	3,537,840
Other payables	87,456	133,326
	<u>30,678,387</u>	<u>32,375,901</u>
Net assets per share attributable to ordinary equity holders of parent (sen)	222	207

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2009.

Condensed Consolidated Statement of Changes in Equity for the period ended 30 June 2010

	Attributable to owners of the Company						Capital* Reserves RM'000	Retained Earnings RM'000	Total RM'000	Minority interests RM'000	Total Equity RM'000
	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					
At 1 January 2010	304,506	2,039,770	506	1,219,271	16,104	68,649	370,876	2,282,097	6,301,779	3,460,519	9,762,298
Effects of changes in accounting policies - FRS139	-	-	-	-	264,440	-	-	177,247	441,687	69,166	510,853
Prior year adjustments	-	-	-	-	-	-	-	(3,097)	(3,097)	-	(3,097)
As restated	304,506	2,039,770	506	1,219,271	280,544	68,649	370,876	2,456,247	6,740,369	3,529,685	10,270,054
Profit for the period	-	-	-	-	-	-	-	122,510	122,510	192,286	314,796
Other comprehensive income	-	-	(18,005)	-	(11,125)	8,209	-	-	(20,921)	(3,410)	(24,331)
Total comprehensive income for the period	-	-	(18,005)	-	(11,125)	8,209	-	122,510	101,589	188,876	290,465
Transfer to capital reserve	-	-	-	-	-	-	1,150	(1,150)	-	-	-
Issuance of shares by a subsidiary upon conversion of redeemable convertible subordinated loans	-	-	-	-	-	-	-	-	-	158,355	158,355
Issuance of shares by a subsidiary upon conversion of redeemable convertible unsecured loan stocks	-	-	-	-	-	-	3,003	2,157	5,160	6,062	11,222
Dividend	-	-	-	-	-	-	-	(91,352)	(91,352)	(178,865)	(270,217)
At 30 June 2010	304,506	2,039,770	(17,499)	1,219,271	269,419	76,858	375,029	2,488,412	6,755,766	3,704,113	10,459,879
At 1 January 2009	304,506	2,039,770	139	1,219,271	(34,444)	63,329	422,783	2,098,675	6,114,029	3,245,997	9,360,026
Profit for the period	-	-	-	-	-	-	-	36,643	36,643	225,644	262,287
Other comprehensive income directly in equity	-	-	1,263	-	(64,199)	-	-	-	(15,541)	-	(15,541)
Total comprehensive income for the period	-	-	1,263	-	(64,199)	-	-	36,643	21,102	225,644	246,746
Acquisition through business combination	-	-	-	-	-	-	(13,161)	-	(13,161)	77,007	63,846
Transfer to capital reserve	-	-	-	-	-	-	1,150	(1,150)	-	-	-
Dividend	-	-	-	-	-	-	-	(76,126)	(76,126)	(156,710)	(232,836)
At 30 June 2009	304,506	2,039,770	1,402	1,219,271	(98,643)	63,329	423,933	2,058,042	6,059,005	3,391,938	9,437,782

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

The Condensed Consolidated Statement Of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2009.

**Condensed Unaudited Consolidated Statement of Cash Flows
for the period ended 30 June 2010**

	6 months ended 30.06.10 RM'000 (Unaudited)	6 months ended 30.06.09 RM'000 (Unaudited)
Cash flows from operating activities		
Profit before taxation	385,654	341,851
Adjustments for:		
Non-cash items	555,704	573,451
Interest expense	708,410	693,125
Interest income	(77,522)	(84,243)
Dividend income	(2,541)	(1,815)
Share of results in associates and jointly controlled entities	97,703	114,327
	<u>1,667,408</u>	<u>1,636,696</u>
Operating profit before working capital changes		
Changes in working capital:		
Net change in current assets	(412,179)	308,673
Net change in current liabilities	(90,992)	(228,211)
	<u>1,164,237</u>	<u>1,717,158</u>
Cash generated from operations		
Tax paid	(139,751)	(185,296)
Land lease received in advance	373	(295)
Retirement benefits paid	(356)	(326)
Payment in lieu of windfall profit levy paid	(43,465)	(43,465)
	<u>981,038</u>	<u>1,487,776</u>
Net cash generated from operating activities	981,038	1,487,776
Cash flows from investing activities		
Net cash outflow from disposals of subsidiaries	(5,171)	-
Net cash inflow from disposal of associates	60,114	-
Net cash outflow from acquisition of subsidiary	-	(1,618,427)
Additional investment in jointly controlled entity	(299)	-
Purchase of property, plant and equipment	(362,360)	(699,051)
Redemption of RULS in a subsidiary	12,500	8,000
Proceeds from sale of property, plant and equipment	5,370	1,148
Additional property development expenditure	(6,125)	-
Interest received	77,522	84,243
Dividend received	64,741	133,272
Distribution from jointly controlled entity	83,750	-
	<u>(69,958)</u>	<u>(2,090,815)</u>
Net cash used in investing activities	(69,958)	(2,090,815)
Cash flows from financing activities		
Drawdown of term loans	424,685	2,828,904
Government grant received	-	22,794
Repayment of term loans	(842,521)	(1,152,965)
Dividend paid	(91,352)	(76,126)
Dividend paid to minority shareholder	(178,865)	(156,710)
Interest paid	(708,410)	(693,125)
	<u>(1,396,463)</u>	<u>772,772</u>
Net cash (used in) / generated from financing activities	(1,396,463)	772,772
Net increase in cash and cash equivalents	(485,383)	169,733
Effects of changes in exchange rate	(18,005)	1,263
Cash & Cash Equivalents at beginning of financial period	4,474,357	3,755,025
	<u>3,970,969</u>	<u>3,926,021</u>
Cash and cash equivalents at end of financial period	3,970,969	3,926,021
Cash and cash equivalents comprise:		
Deposits and bank balances	3,989,626	3,957,179
Designated accounts	(1)	(12,442)
Pledge deposits	(17,758)	(17,906)
Bank overdrafts	(898)	(810)
	<u>3,970,969</u>	<u>3,926,021</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2009.

Notes to the interim financial statements

1. Basis of preparation

The consolidated condensed interim financial information for the 6 months ended 30 June 2010 has been prepared in accordance with FRS 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 year ended 31 December 2009, which have been prepared in accordance with the Financial Reporting Standards.

The audit report of the Group's annual financial statements for the year ended 31 December 2009 was not subject to any qualification.

2. Changes in Accounting Policies

The significant accounting policies, method of computation and basis of consolidation applied in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2009 except for the adoption of the following new and revised Financial Reporting Standards ("FRS") and Issues Committee Interpretations ("IC Int.") effective for the financial period beginning on 1 January 2010:

FRS 3	Business Combinations (revised)
FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (revised)
FRS 123	Borrowing Costs
FRS 139	Financial Instruments: Recognition and Measurement

Amendments to FRS 1 and FRS 127	First-time Adoption of Financial Reporting Standard and Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 132	Financial Instruments: Presentation
IC Int.9	Reassessment of Embedded Derivatives
IC Int.10	Interim Financial Reporting and Impairment
IC Int.14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their interaction

The adoptions of the above FRSs do not have significant financial impact to the Group except for the adoption of FRS 139 as discussed below:

FRS 139 Financial Instruments: Recognition and Measurement

The adoption of the FRS 139 has resulted in a retrospective application of the change to the accounting policy relating to the recognition and measurement of the Group's financial instruments. Financial instruments are recorded initially at fair value. Subsequent measurement of those instruments at the balance sheet date reflects the designation of the financial instrument. The Group determines the classification at initial recognition and re-evaluates this designation at each year.

Available-For-Sale Financial Assets

Available-for-sale financial assets is measured at fair value initially and subsequently with unrealised gains and losses recognised directly in equity until the investment is derecognised or impaired.

Borrowings

Borrowings are initially measured at fair value including directly attributable transaction costs and subsequently at amortised cost using the effective interest rate method. Gain

and losses are recognised in the consolidated statement of comprehensive income when the liabilities are derecognised or through the amortisation process.

The effects arising from the adoption of FRS139, other than those disclosed in the statement of changes in equity, is set out below:

a) Summary of significant effects on the Financial Statements as at 30 June 2010

i) Statement of Comprehensive Income

FRS 139

RM' 000

Group

Increase/ (Decrease)

Available-for-sale financial assets

- Fair value losses

(11,125)

ii) Statement of Financial Position

Group

Increase/ (Decrease)

Other assets

(1,600)

Available-for-sale financial assets

297,331

Marketable securities

(61,237)

Redeemable preference shares

(7,259)

Other payables

(20,513)

Borrowings

(228,458)

b) In accordance with the transitional provisions for the first time adoption of FRS 139, the above changes in accounting policy have been accounted for prospectively and the comparatives are not restated. The effects of the changes on 1 January 2010 have been accounted for by adjusting the following opening balances in the statement of financial position:-

Statement of Financial Position As at 31 December 2009	<u>As previously stated</u>	<u>Effects on adoption</u>	<u>Total</u>
	RM mil	RM mil	RM mil
Other assets	7	(2)	5
Available-for-sale financial assets	-	326	326
Marketable securities	61	(61)	-
Other payables	379	(21)	358
Redeemable preference shares	114	(7)	107
Borrowings	20,919	(228)	20,691
Retained earnings	2,282	177	2,459
Minority interest	3,460	69	3,529

3. Prior year adjustments

The Group has adjusted the comparatives figures in accordance with the finalisation of the Purchase Price Allocation ("PPA") on the acquisition of Senai Airport Terminal Services Sdn Bhd ("SATS").

Subsequent to the preliminary assessment made in the financial year ended 31 December 2009, the Group has finalised the PPA on the acquisition of SATS within the permitted 12 months period from the date of completion of the acquisition under FRS 3: Business Combination.

The difference between the preliminary assessment, as previously reported in the financial statement for the year ended 31 December 2009 and the final assessment, in respect of the fair value of the net assets acquired, goodwill and cash flow arising from the acquisition is as follows:

Group	Preliminary		Final
	<u>Assessment</u>	<u>Adjustment</u>	<u>assessment</u>
	RM' 000	RM' 000	RM' 000
Property, plant and equipment	546,763	(91,847)	454,916
Prepaid lease payment	498,282	(192,929)	305,353
Property development expenditure	1,995,138	(112,138)	1,883,000
Intangible assets	-	168,909	168,909
Cash and cash equivalent	91,780	-	91,780
Trade and other receivables	14,671	-	14,671
Trade and other payables	(535,874)	-	(535,874)
Borrowings	(371,871)	-	(371,871)
Deferred tax liabilities	(580,666)	89,194	(491,472)
Fair value of net assets acquired	<u>1,658,223</u>	<u>(138,811)</u>	<u>1,519,412</u>
Goodwill on acquisition	51,694	138,811	190,505
Net consideration	<u><u>1,709,017</u></u>	<u><u>-</u></u>	<u><u>1,709,917</u></u>

5. Seasonal or cyclical factors

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

6. 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.

7. 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.

8. Debt and equity securities

There was no material issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter ended 30 June 2010.

9. Dividend paid

In respect of the financial year ended 31 December 2009, as reported in Directors' report during that financial year, a final single-tier dividend of 3.0 sen per share on the 3,045,058,552 ordinary shares amounting to RM91,351,756.56, was paid on 27 May 2009.

10. Segment Reporting

The Group's segmental report for the six-month financial period ended 30 June 2010 is as follows:

	<u>Transport & Logistics</u> RM mil	<u>Energy & Utilities</u> RM mil	<u>Engineering & Construction</u> RM mil	<u>Corporate & Others</u> RM mil	<u>Total</u> RM mil
<u>Revenue</u>					
Total	725	3,666	29	3	4,423
Inter-segment	(2)	(17)	(28)	-	(47)
External	723	3,649	1	3	4,376
<u>Results</u>					
Profit / (Loss) before taxation	82	454	(67)	(83)	386
Finance cost	81	554	-	73	708
Depreciation and amortisation	129	471	-	2	602
Earnings Before Interest, Tax, Depreciation and Amortisation	292	1,479	(67)	(8)	1,696

The Group's segmental report for the corresponding six-month financial period ended 30 June 2009 is as follows:

	<u>Transport & Logistics</u> RM mil	<u>Energy & Utilities</u> RM mil	<u>Engineering & Construction</u> RM mil	<u>Corporate & Others</u> RM mil	<u>Total</u> RM mil
<u>Revenue</u>					
Total	577	3,508	4	6	4,095
Inter-segment	(7)	(8)	(2)	-	(17)
External	570	3,500	2	6	4,078
<u>Results</u>					
Profit / (Loss) before taxation	80	458	(97)	(99)	342
Finance cost	61	580	-	52	693
Depreciation and amortisation	102	457	-	2	561
Earnings Before Interest, Tax, Depreciation and Amortisation	243	1,495	(97)	(45)	1,596

11. 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 FRS 116.

12. Events subsequent to the balance sheet date

There was no material event subsequent to the end of current quarter.

13. Changes in composition of the Group

There was no change in the composition of the Group during the current quarter.

14. 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 2009 except for the Bank guarantees issued to third parties:

	30.06.10	31.12.09
	RM million	RM million
Subsidiaries	361.9	425.9
	<u>361.9</u>	<u>425.9</u>
	<u>361.9</u>	<u>425.9</u>

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

15. Capital commitments

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

	30.06.10
	RM million
Property, plant and equipment:	
Authorised and contracted for	204.6
Authorised but not contracted for	173.8
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	378.4
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Additional information required by the Bursa Securities Listing Requirements

16. Review of performance

The Group's profit before tax for the six-month financial period ended 30 June 2010 of RM385.7 million was higher by RM43.8 million compared to the corresponding financial period ended 30 June 2009.

Lower losses recorded from **Engineering & Construction division** by RM30.4 million or 31.1% mainly attributed to additional contract revenue recognised from SMART. This was mitigated by higher share of losses from an associate, Zelan Berhad attributed to the recognition of losses on contracts for projects in Middle East and Indonesia coupled with impairment loss on goodwill for its engineering and construction division.

Lower losses recorded from **Corporate & Others division** by RM16.2 million or 16.3% mainly driven by the gain on disposal of investment in Integrated Rubber Corporation Berhad. This was offset by higher finance costs at MMC Company level.

17. Variation of results against preceding quarter

The Group recorded a profit before tax of RM175.2 million in the current quarter as compared to RM210.4 million in the preceding quarter. This was mainly due to lower contribution from the transport and logistics division and the absence of gain on disposal of investment in Integrated Rubber Corporation Berhad as in preceding quarter.

18. Current prospects

The Board expects the Group's financial results for the current financial year ending 31 December 2010 to be better than those achieved in the last financial year ended 31 December 2009 in line with the marked improvement in the Malaysian economy.

19. Profit forecast or profit guarantee

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

20. Tax expense

	3 months quarter ended 30.06.10	3 months quarter ended 30.06.09	Cumulative 6 months ended 30.06.10	Cumulative 6 months ended 30.06.09
	RM mil	RM mil	RM mil	RM mil
Current tax expense				
- current	(72)	(78)	(149)	(135)
- prior year	-	8	-	3
Deferred tax expense				
- current	84	4	78	20
- prior year	-	32	-	32
	<u>12</u>	<u>(34)</u>	<u>(71)</u>	<u>(80)</u>

The Group's effective tax rate for the current financial period is lower than the statutory income tax rate in Malaysia, mainly due to the recognition of deferred tax income on investment tax allowance.

21. Unquoted investments and landed properties

There was no sale of unquoted investments and landed properties during the current quarter.

22. Quoted investments

a) There was no acquisition or disposal of quoted securities during the current quarter except those disclosed in Note 16. Quoted securities have been reclassified to available-for-sale financial assets upon the adoption of FRS 139 on 1 January 2010.

b) Investments in quoted shares as at 30 June 2010:

	At Cost RM mil	At Carrying Value RM mil	At Market Value RM mil
	<u>RM mil</u>	<u>RM mil</u>	<u>RM mil</u>
Quoted in Malaysia	62	290	290
Quoted outside Malaysia	<u>13</u>	<u>7</u>	<u>7</u>
Total quoted investments	<u>75</u>	<u>297</u>	<u>297</u>

23. Status of corporate proposals announced

There was no corporate proposal announced and pending completion by the Group during the current quarter.

24. Borrowings

	<u>30.06.10</u>	<u>31.12.09</u>
	RM mil	RM mil
Current		
- secured	3,528	2,197
- unsecured	<u>514</u>	<u>362</u>
	<u>4,042</u>	<u>2,559</u>
Non-current		
- Term loans - secured	3,838	5,453
- Structure commodity - unsecured	50	50
- Sukuk Ijarah Bonds - secured	266	497
- ABBA Bonds - secured	490	490
- Al-Istisna Bonds - secured	320	387

-Istisna Medium Term Notes - secured	4,070	4,290
-Sukuk Medium Term Notes - secured	5,228	5,249
- Junior Sukuk - secured	1,749	1,700
- Redeemable Unsecured		
Loan Stock - unsecured	154	156
- Government Loan - unsecured	83	88
	<u>16,248</u>	<u>18,360</u>
- Redeemable convertible		
subordinated loans - unsecured	<u>-</u>	<u>158</u>
- Redeemable convertible		
loans stocks - unsecured	<u>26</u>	<u>37</u>
- Redeemable preference shares	<u>107</u>	<u>114</u>

25. Financial instruments

As at 30 June 2010, the Group's outstanding foreign currency forward contracts for the purposes of hedging certain foreign currency-denominated trade payables, as detailed below:

Type of derivative	Contract value in foreign currency ('000)	Notional value (RM' 000)	Fair value (RM' 000)	Loss arising from fair value changes (RM' 000)
Foreign currency forward contracts - Less than 1 year	USD1,018	3,321	3,304	17
	EUR148	749	586	163
		4,070	3,890	180

The above foreign currency forward contracts were entered into by the Group to minimise its exposure to foreign currency risks as a result of transactions denominated in currencies other than its functional currency, arising from the normal business activities. Hedging is only considered for firm commitments and highly probable transactions of which hedging shall not exceed 100% of the net exposure value. Speculative activities are strictly prohibited.

The cash requirement for settling these foreign currency forward contracts is solely from the Group's working capital, in view of its relative immateriality.

26. Changes in material litigation

There was no significant change 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 2009.

27. Dividend Payable

No dividend has been recommended by the Directors for the current financial period ended 30 June 2010. No dividend was declared by the Directors for the corresponding financial period ended 30 June 2009.

28. Earnings per ordinary share

Basic/Diluted Earnings Per Ordinary Share

	3 months quarter ended <u>30.06.10</u>	3 months quarter ended <u>30.06.09</u>	Cumulative 6 months ended <u>30.06.10</u>	Cumulative 6 months ended <u>30.06.09</u>
Profit for the period attributable to owners of the Company (RM mil)	88	6	123	37
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)	2.9	0.2	4.0	1.2
Diluted earnings per ordinary share (sen)	2.9	0.2	4.0	1.2

The Redeemable Convertible Unsecured Loan Stocks issued by a subsidiary as disclosed in Note 24 do not have a material impact to the dilution of the Group's earnings per share.

29. 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 24 August 2010.

By Order of the Board

Ahmad Aznan Mohd Nawawi (L.S. No.0009371)

Sazlin Ayesha Abdul Samat (L.S. No.0008112)

Secretaries

Kuala Lumpur

24 August 2010