

YTL POWER INTERNATIONAL BERHAD
Company No. 199601034332 (406684-H)
Incorporated in Malaysia

Interim Financial Report
31 March 2020

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YTL POWER INTERNATIONAL BERHAD [Company No. 199601034332 (406684-H)]
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Interim financial report on consolidated results for the financial period ended 31 March 2020.

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31.3.2020 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31.3.2019 RM'000	9 MONTHS ENDED	
			31.3.2020 RM'000	31.3.2019 RM'000
Revenue	2,590,473	2,887,574	8,345,607	8,618,358
Cost of sales	(2,160,584)	(2,406,578)	(7,084,744)	(7,128,119)
Gross profit	429,889	480,996	1,260,863	1,490,239
Other operating income	8,913	28,072	70,050	58,363
Other operating expenses	(163,420)	(165,970)	(476,271)	(522,694)
Profit from operations	275,382	343,098	854,642	1,025,908
Finance costs	(266,262)	(279,644)	(836,181)	(850,903)
Share of profits of investments accounted for using the equity method	106,525	103,854	307,327	312,064
Profit before taxation	115,645	167,308	325,788	487,069
Taxation	(34,594)	(28,048)	(105,043)	(96,041)
Profit for the period	81,051	139,260	220,745	391,028
Attributable to:				
Owners of the parent	70,800	111,275	208,416	309,324
Non-controlling interests	10,251	27,985	12,329	81,704
	81,051	139,260	220,745	391,028
Earnings per share attributable to owners of the parent				
Basic (sen)	0.92	1.45	2.72	4.02
Diluted (sen)	0.92	1.45	2.72	4.02

The Condensed Consolidated Income Statement should be read in conjunction with the audited annual financial statements for the year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31.3.2020 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31.3.2019 RM'000	9 MONTHS ENDED	
			31.3.2020 RM'000	31.3.2019 RM'000
Profit for the period	81,051	139,260	220,745	391,028
Other comprehensive (loss)/income:				
<i>Items that may be reclassified subsequently to income statement:</i>				
Financial assets at fair value through other comprehensive income	(21,063)	(170)	(20,191)	(49,932)
Cash flow hedges:				
- Subsidiaries	(212,098)	428,603	(390,735)	(128,587)
- Associates and joint ventures	(106,369)	(7,628)	(105,165)	(17,592)
Currency translation differences:				
- Subsidiaries	(131,500)	(8,631)	(136,943)	118,292
- Associates and joint ventures	53,391	(30,194)	27,371	1,507
	-----	-----	-----	-----
Other comprehensive (loss)/income for the period, net of tax	(417,639)	381,980	(625,663)	(76,312)
	-----	-----	-----	-----
Total comprehensive (loss)/income for the period	(336,588)	521,240	(404,918)	314,716
	=====	=====	=====	=====
Attributable to:				
Owners of the parent	(383,639)	503,136	(443,874)	226,415
Non-controlling interests	47,051	18,104	38,956	88,301
	-----	-----	-----	-----
	(336,588)	521,240	(404,918)	314,716
	=====	=====	=====	=====

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited annual financial statements for the year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.

YTL POWER INTERNATIONAL BERHAD [Company No. 199601034332 (406684-H)]
(Incorporated in Malaysia)

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	UNAUDITED	AUDITED
	As at	As at
	31.3.2020	30.6.2019
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	21,983,540	21,631,567
Right-of-use assets	362,944	-
Investment properties	528,085	477,749
Project development costs	262,343	228,952
Intangible assets	8,540,518	8,278,649
Investments accounted for using the equity method	2,117,643	2,188,956
Investments	221,954	242,100
Derivative financial instruments	9,495	18,722
Receivables, deposits and prepayments	1,271,258	1,102,127
	-----	-----
	35,297,780	34,168,822
	-----	-----
Current assets		
Inventories	263,287	416,006
Investments	1,429,500	1,490,865
Receivables, deposits and prepayments	2,390,955	2,573,581
Derivative financial instruments	68,069	63,388
Cash and bank balances	7,852,313	7,560,316
	-----	-----
	12,004,124	12,104,156
	-----	-----
TOTAL ASSETS	47,301,904	46,272,978
	=====	=====
EQUITY AND LIABILITIES		
Share capital	7,038,587	7,038,587
Reserves	5,482,780	6,314,054
Treasury shares, at cost	(708,261)	(708,259)
	-----	-----
Equity attributable to owners of the parent	11,813,106	12,644,382
Non-controlling interests	31,885	226,280
	-----	-----
TOTAL EQUITY	11,844,991	12,870,662
	-----	-----

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited annual financial statements for the year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - Continued

	UNAUDITED	AUDITED
	As at	As at
	31.3.2020	30.6.2019
	RM'000	RM'000
LIABILITIES		
Non-current liabilities		
Deferred taxation	1,960,022	1,872,441
Borrowings	25,629,451	19,071,117
Post-employment benefit obligations	650,470	704,080
Grants and contributions	651,175	560,828
Derivative financial instruments	38,738	19,131
Payables	1,240,653	1,154,792
	-----	-----
	30,170,509	23,382,389
	-----	-----
Current liabilities		
Payables and accrued expenses	2,413,239	2,277,707
Derivative financial instruments	399,918	48,906
Post-employment benefit obligations	646	1,408
Taxation	31,083	49,263
Borrowings	2,441,518	7,642,643
	-----	-----
	5,286,404	10,019,927
	-----	-----
TOTAL LIABILITIES	35,456,913	33,402,316
	-----	-----
TOTAL EQUITY AND LIABILITIES	47,301,904	46,272,978
	=====	=====
Net assets per share attributable to ordinary equity holders of the parent (RM)	1.54	1.65
	=====	=====

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited annual financial statements for the year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

	-----Attributable to Owners of the Parent-----					Non- Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Merger & Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000		
At 30 June 2019, as previously reported	7,038,587	(1,596,412)	(708,259)	7,910,466	12,644,382	226,280	12,870,662
Adjustments from adoption of MFRS 16	-	-	-	(7,520)	(7,520)	(4,698)	(12,218)
At 1 July 2019, as restated	7,038,587	(1,596,412)	(708,259)	7,902,946	12,636,862	221,582	12,858,444
Profit for the financial period	-	-	-	208,416	208,416	12,329	220,745
Other comprehensive (loss)/income for the financial period	-	(652,290)	-	-	(652,290)	26,627	(625,663)
Total comprehensive (loss)/income for the financial period	-	(652,290)	-	208,416	(443,874)	38,956	(404,918)
Dividends paid	-	-	-	(383,765)	(383,765)	(228,653)	(612,418)
Share option lapsed	-	(340)	-	340	-	-	-
Share repurchased	-	-	(2)	-	(2)	-	(2)
Share option expenses	-	3,885	-	-	3,885	-	3,885
At 31 March 2020	7,038,587	(2,245,157)	(708,261)	7,727,937	11,813,106	31,885	11,844,991

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 2019 and the accompanying explanatory notes attached to the interim financial statements.

YTL POWER INTERNATIONAL BERHAD [Company No. 199601034332 (406684-H)]
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2019**

	-----Attributable to Owners of the Parent-----					Non-Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Merger & Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000		
At 30 June 2018, as previously reported	7,038,587	(1,435,015)	(509,634)	7,919,190	13,013,128	111,386	13,124,514
Adjustments from adoption of MFRS 15	-	139	-	(2,572)	(2,433)	230	(2,203)
Acquisition accounting and consolidation elimination restatements	-	-	-	(48,096)	(48,096)	-	(48,096)
At 30 June 2018, as restated	7,038,587	(1,434,876)	(509,634)	7,868,522	12,962,599	111,616	13,074,215
Adjustments from adoption of MFRS 9	-	-	-	(1,371)	(1,371)	(916)	(2,287)
At 1 July 2018, as restated	7,038,587	(1,434,876)	(509,634)	7,867,151	12,961,228	110,700	13,071,928
Profit for the financial period	-	-	-	309,324	309,324	81,704	391,028
Other comprehensive (loss)/income for the financial period	-	(82,909)	-	-	(82,909)	6,597	(76,312)
Total comprehensive (loss)/income for the financial period	-	(82,909)	-	309,324	226,415	88,301	314,716
Effects arising from changes in composition of the Group	-	-	-	(13)	(13)	46	33
Dividends paid	-	-	-	(383,765)	(383,765)	(38,446)	(422,211)
Share option lapsed	-	(847)	-	847	-	-	-
Share repurchased	-	-	(198,625)	-	(198,625)	-	(198,625)
Share option expenses	-	4,032	-	-	4,032	-	4,032
At 31 March 2019, as restated	7,038,587	(1,514,600)	(708,259)	7,793,544	12,609,272	160,601	12,769,873

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 2019 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

	9 MONTHS ENDED	
	31.3.2020	31.3.2019
	RM'000	RM'000
Cash flows from operating activities		
Profit for the financial period	220,745	391,028
Adjustment for:		
Allowance for impairment of inventories	673	829
Allowance for impairment of receivables (net of reversals)	56,725	124,551
Amortisation of contract costs	6,284	9,092
Amortisation of deferred income	-	(1,078)
Amortisation of grants and contributions	(15,154)	(16,377)
Amortisation of intangible assets	41,802	4,889
Bad debts recovered	(2,039)	-
Depreciation of property, plant and equipment	801,708	851,212
Depreciation of right-of-use assets	98,881	-
Fair value gain on derivatives	(3,332)	(12,286)
Fair value loss/(gain) on investments	3,948	(15,738)
Interest expense	836,181	850,903
Interest income	(7,971)	(5,830)
Net gain on disposal of property, plant and equipment	(5,942)	(2,497)
Property, plant and equipment written off	6,455	2,941
Provision for liabilities and charges	1,664	1,215
Provision for post-employment benefit	36,392	38,694
Share of profits of investments accounted for using the equity method	(307,327)	(312,064)
Share option expenses	3,769	3,999
Taxation	105,043	96,041
Unrealised loss on foreign exchange	8,831	5,026
Other non-cash items	(9,583)	(3,668)
	-----	-----
	1,877,753	2,010,882
Changes in working capital:		
Inventories	158,389	12,968
Receivables, deposits and prepayments	23,260	(157,648)
Payables and accrued expenses	113,423	(67,527)
	-----	-----
Cash flows from operations	2,172,825	1,798,675
Interest paid	(763,876)	(775,001)
Payment to post-employment benefit obligations	(114,351)	(98,092)
Tax paid	(119,810)	(147,226)
	-----	-----
Net cash flows from operating activities	1,174,788	778,356
	-----	-----

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited annual financial statements for the year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020 - Continued**

	9 MONTHS ENDED	
	31.3.2020	31.3.2019
	RM'000	RM'000
Cash flows from investing activities		
Development expenditure incurred on investment properties	(44,478)	(29,780)
Dividends received	300,480	302,906
Grants received	74,739	46,656
Interest received	13,426	11,379
Maturities of income funds	73,000	1,175,382
Prepayment for land acquisition	(2,011)	(10,130)
Proceeds from disposal of property, plant and equipment	10,167	8,003
Purchase of intangible assets	(221,304)	(1,050)
Purchase of property, plant and equipment	(1,082,689)	(1,047,429)
Shareholder loans	(75,029)	(37,036)
	-----	-----
Net cash flows (used in)/from investing activities	(953,699)	418,901
	-----	-----
Cash flows from financing activities		
Dividends paid	(383,765)	(383,765)
Dividends paid to non-controlling interests	(228,653)	(38,446)
Proceeds from borrowings	1,073,587	2,277,546
Repayment of borrowings	(303,225)	(3,063,506)
Repayment of lease liabilities	(120,672)	-
Repurchase of own shares	(2)	(198,625)
	-----	-----
Net cash flows from/(used in) financing activities	37,270	(1,406,796)
	-----	-----
Net changes in cash and cash equivalents	258,359	(209,539)
Effects of exchange rate changes	54,263	71,432
Cash and cash equivalents at beginning of the financial year	7,539,691	7,305,091
	-----	-----
Cash and cash equivalents at end of the financial period <i>[Note a]</i>	7,852,313	7,166,984
	=====	=====

[Note a]

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

Fixed deposits	7,262,427	6,898,492
Cash and bank balances	589,886	353,841
Bank overdrafts	-	(85,349)
(included within short term borrowing in Note B9)		
	-----	-----
	7,852,313	7,166,984
	=====	=====

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited annual financial statements for the year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

The interim financial report should be read in conjunction with the audited annual financial statements of the Group for the financial year ended 30 June 2019.

A1. Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 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 2019.

The accounting policies and methods of computations adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial year ended 30 June 2019, except for changes arising from the adoption of MFRS 16 “Leases” as described below:

MFRS 16 “Leases” (“MFRS 16”)

MFRS 16 supersedes MFRS 117 “Leases” and the related interpretations. Under MFRS 16, a lease is a contract (or part of a contract) that conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

MFRS 16 eliminates the classification of leases by the lessee as either finance leases (on balance sheet) or operating leases (off balance sheet). MFRS 16 requires a lessee to recognise a “right-of-use” of the underlying asset and a lease liability reflecting future lease payments for most leases. The right-of-use asset is depreciated in accordance with the principle in MFRS 116 ‘Property, Plant and Equipment’ and the lease liability is accreted over time with interest expense recognised in the Income Statement.

The Group applies MFRS 16 using the modified retrospective approach, therefore the comparative information was not restated and continues to be reported under MFRS 117 Leases (“MFRS 117”) and IC Interpretation 4 Determining Whether an Arrangement Contain a Lease (“IC 4”). The retrospective impact of applying MFRS 16 for the leasing contracts assessed to be relevant to MFRS 16 as at 1 July 2019 is adjusted to the Group’s retained earnings as at 1 July 2019.

The purchases and sales of rights to access and rights to use licenses of intellectual property are excluded from the scope of MFRS 16.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group’s incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate. Subsequently, the lease liability is measured at amortised cost using the effective interest rate method, re-measured when there is a change in the Group’s estimates of future lease payments arising from changes in circumstances relating to the contractor if the Group changes its assessment of whether it will exercise a purchase, extension or termination options.

INTERIM FINANCIAL REPORT

Notes – continued

In such re-measurements, a corresponding adjustment is made to the carrying amount of the right-to-use asset, or is recorded in Income Statement if the carrying value of the right-of-use asset has been reduced to zero.

The Group has elected to not recognise right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less at inception or at initial application of MFRS 16 and low-value assets. The Group recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

The adoption of MFRS 16 impacts the Group’s performance in the current financial period as below:

- (a) On the Income Statement, expenses which previously included leasing expenses within Earnings before Interest, Tax, Depreciation and Amortisation (“EBITDA”) were replaced by interest expense on lease liabilities and depreciation of the right-of-use assets.
- (b) On the Statements of Cash Flows, operating lease rental outflows previously recorded within “net cash flows from operating activities” were reclassified as “net cash flows used in financing activities” for repayment of the principal and interest of lease liabilities.

For lessors, MFRS 16 retains most of the requirements in MFRS 117. Lessors continue to classify all leases as either operating leases or finance leases and account for them differently.

(i) Consolidated statement of financial position (*extract*)

	As previously reported	Re- classification	Measurements	As restated
	30.6.2019			1.7.2019
	RM’000	RM’000	RM’000	RM’000
Non-current assets				
Right-of-use assets	-	-	358,593	358,593
Equity and liabilities				
Capital and reserves				
Reserves	5,605,795	-	(7,520)	5,598,275
Non-controlling interests	226,280	-	(4,698)	221,582
Non-current liabilities				
Borrowings (Others)	19,071,117	(14,753)	-	19,056,364
Borrowings (Lease liabilities)	-	14,753	264,513	279,266
Current liabilities				
Borrowings (Others)	7,642,643	(27,888)	-	7,614,755
Borrowings (Lease liabilities)	-	27,888	106,298	134,186

INTERIM FINANCIAL REPORT

Notes – continued

- (ii) Reconciliation of operating lease commitment as at 30 June 2019 to the opening balance of lease liabilities as at 1 July 2019 is as follow:

	RM'000
Operating lease commitments disclosed as at 30 June 2019	608,311
(Less): short-term leases recognised on a straight-line basis as expense	(8,824)
(Less): contracts reassessed as service agreements	(268,307)
	<u>331,180</u>
Discounted using the lessee's incremental borrowing rate of at the date of initial application	279,549
Add: finance lease liabilities recognised as at 30 June 2019	42,641
Add: contracts reassessed as lease contracts	90,404
Add: adjustments as a result of a different treatment of extension and termination options	12,810
(Less): adjustments relating to changes in the index or rate affecting variable payments	(11,952)
Lease liabilities as at 1 July 2019	<u><u>413,452</u></u>
Of which are:	
Current lease liabilities	134,186
Non-current lease liabilities	<u>279,266</u>
	<u><u>413,452</u></u>

- (iii) The recognition of Group's right-of-use assets on 1 July 2019 is as follows:

The right-of-use assets were measured on modified retrospective approach as if the new standard had always been applied since the initial date of the contract.

Non-current assets	RM'000
Right-of-use assets – Land	89,426
Right-of-use assets – Buildings	8,462
Right-of-use assets – Network Sites and Equipment	215,518
Right-of-use assets – Non-Network Equipment	8,048
Right-of-use assets – Fibre	37,089
Right-of-use assets – Others	50
Total	<u><u>358,593</u></u>

The adoption of MFRSs, amendments to MFRSs and IC interpretation which were effective for financial year beginning on or after 1 July 2019 do not have significant financial impact to the Group other than explained above.

INTERIM FINANCIAL REPORT

Notes – continued

A2. Seasonality or Cyclicity of Operations

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

A3. Disaggregation of revenue

	Individual Quarter		Cumulative Quarter	
	31.3.2020	31.3.2019	31.3.2020	31.3.2019
	RM'000	RM'000	RM'000	RM'000
Power generation (Contracted)				
- Sale of electricity	117,624	193,881	548,831	594,496
Multi utilities business (Merchant)				
- Sale of electricity	1,239,590	1,495,267	4,090,889	4,310,760
- Sale of steam	44,149	50,146	136,782	159,914
- Others	85,091	17,534	326,028	117,319
	<u>1,368,830</u>	<u>1,562,947</u>	<u>4,553,699</u>	<u>4,587,993</u>
Water & sewerage				
- Supply of clean water and treatment and disposal of waste water	879,001	818,520	2,627,658	2,544,469
Telecommunications business				
- Sale of devices	456	112	4,911	7,276
- Telecommunications services	133,196	217,258	301,350	596,090
- Telecommunications infrastructure business	15,675	12,018	39,518	31,577
	<u>149,327</u>	<u>229,388</u>	<u>345,779</u>	<u>634,943</u>
Investment holding activities				
- Investment income	39,154	46,007	129,482	142,838
- Management, operation and maintenance fees	24,175	25,077	94,055	68,646
- Others	12,362	11,754	46,103	44,973
	<u>75,691</u>	<u>82,838</u>	<u>269,640</u>	<u>256,457</u>
	<u>2,590,473</u>	<u>2,887,574</u>	<u>8,345,607</u>	<u>8,618,358</u>

A4. Unusual Items

For the current financial year to date, there was no item of unusual nature that affects the assets, liabilities, equity, net income or cash flows of the Group.

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Notes – continued

A5. Changes in Estimates of Amounts Reported

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

A6. Changes in Debt and Equity Securities

There was no share issued pursuant to the exercise of employees' share options granted under the Company's Employees Share Option Scheme during the current financial quarter and financial year to date.

During the current financial quarter and financial year to date, the Company repurchased 1,000 and 2,000 ordinary shares from the open market for a total consideration of RM739 and RM1,528, respectively. The share buyback transactions were financed by internally generated funds. The shares purchased are held as treasury shares. As at 31 March 2020, the number of treasury shares held was 482,908,712 ordinary shares.

On 17 September 2019, a subsidiary of the Company issued RM1,023.6 million (GBP200.0 million) Guaranteed Bonds due 17 September 2029 at an interest rate of 1.5% per annum. The net proceed of the issuance will be utilised to finance capital expenditure.

The outstanding debts are as disclosed in Note B9.

A7. Dividends Paid

The following dividend payment was made during the financial period ended 31 March 2020:-

	<u>RM'000</u>
In respect of the financial year ended 30 June 2019:	
An interim dividend of 5 sen per ordinary share paid on 13 November 2019	<u>383,765</u>

A8. 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) Telecommunications business
- e) Investment holding activities

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 information for the financial period ended 31 March 2020:

	Power generation (Contracted) RM'000	Multi utilities business (Merchant) RM'000	Water & sewerage RM'000	Telecom- munications business RM'000	Investment holding activities RM'000	Group RM'000
Total Revenue	548,831	4,553,699	2,627,658	346,688	311,137	8,388,013
Inter-segment elimination	-	-	-	(909)	(41,497)	(42,406)
External Revenue	548,831	4,553,699	2,627,658	345,779	269,640	8,345,607
Segment profit/(loss) before tax	43,522	(155,214)	536,754	(220,173)	120,899	325,788

Segment information for the financial period ended 31 March 2019:

	Power generation (Contracted) RM'000	Multi utilities business (Merchant) RM'000	Water & sewerage RM'000	Telecom- munications business RM'000	Investment holding activities RM'000	Group RM'000
Total Revenue	594,496	4,587,993	2,544,469	637,578	306,039	8,670,575
Inter-segment elimination	-	-	-	(2,635)	(49,582)	(52,217)
External Revenue	594,496	4,587,993	2,544,469	634,943	256,457	8,618,358
Segment profit/(loss) before tax	41,747	(219,636)	577,827	(28,336)	115,467	487,069

A9. 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.

INTERIM FINANCIAL REPORT

Notes – continued

A10. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial period ended 31 March 2020, including business combinations, obtaining or losing control of subsidiaries and long-term investments, restructurings and discontinuing operations save for the following:

- (i) On 12 July 2019, YTL Jordan Services Sdn. Bhd. (“YTL Jordan Services”) (a wholly-owned subsidiary of the Company) acquired the entire issued share capital comprising one (1) ordinary share in Equinox Solar Farm Sdn. Bhd. (“Equinox Solar”). As a result, Equinox Solar became an indirect subsidiary of the Company.

Equinox Solar was incorporated on 13 February 2019 and will be principally involved in the development, ownership, operation and maintenance of solar photovoltaic power plants and related engineering, procurement, construction and commissioning services.

- (ii) On 24 July 2019, YTL Jordan Services changed its name to YTL Power Resources Sdn. Bhd..

- (iii) The following indirect subsidiaries had been struck-off the register of the Companies House in United Kingdom on the respective dates:

On 30 July 2019:

- Wessex Electricity Utilities Limited
- Wessex Property Services Limited
- Wessex Logistics Limited
- Wessex Promotions Limited
- Wessex Spring Water Limited
- Wessex Water Commercial Limited

On 6 August 2019:

- Sword Bidco (Holdings) Limited
- Sword Bidco Limited
- Sword Midco Limited

Accordingly, the above companies ceased to be the indirect subsidiaries of the Company.

- (iv) On 20 December 2019, Brabazon Estates Limited (“Brabazon Estates”) was incorporated in England and Wales as a wholly-owned subsidiary of YTL Developments (UK) Limited (an indirect wholly-owned subsidiary of the Company). As a result, Brabazon Estates became an indirect wholly-owned subsidiary of the Company.

Brabazon Estates was incorporated as a company limited by guarantee without share capital and is principally involved in the management of real estate.

INTERIM FINANCIAL REPORT

Notes – continued

- (v) On 2 March 2020, Taser Power Pte. Ltd. (“Taser Power”) was incorporated as a wholly-owned subsidiary of YTL PowerSeraya Pte. Limited (an indirect wholly-owned subsidiary of the Company). As a result, Taser Power became an indirect wholly-owned subsidiary of the Company.

Taser Power was incorporated with an issued share capital of SGD1.00 comprising one (1) ordinary share. Taser Power will own and operate energy facilities and services (full value chain of electricity generation including trading of physical fuel and fuel related derivative instruments, and sale of by-products from the electricity generation process).

- (vi) On 31 March 2020, Sword Holdings Limited (“Sword Holdings”) had been struck-off the Companies Register in Cayman Islands. As a result, Sword Holdings ceased to be the wholly-owned subsidiary of YTL Infrastructure Ltd, an indirect wholly-owned subsidiary of the Company.

- (vii) On 31 March 2020, YTL Jawa Energy B.V. (a wholly-owned subsidiary of YTL Jawa Power Holdings Ltd) disposed 720 ordinary shares, representing 40% of the share capital of Bel Air Den Haag Beheer B.V. (“Bel Air”), to YTL Jawa Power B.V. (a wholly-owned subsidiary of YTL Jawa Power Holdings B.V.), for a consideration of USD9,347,457.44. As a result, Bel Air became a 60% owned subsidiary of YTL Jawa Energy B.V. and remains an indirect subsidiary of the Company.

Bel Air was incorporated in Amsterdam, the Netherlands on 26 May 2011 and is engaged in investment holding.

A11. Changes in Contingent Liabilities

There were no material changes in the contingent liabilities of the Group since the last financial year ended 30 June 2019.

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INTERIM FINANCIAL REPORT

Notes – continued

A12. Fair value measurement

The Group measures fair value using the following fair value hierarchy that reflects the significance of the input used in making the measurements:

- a) Level 1 – quoted price (unadjusted) in active market for identical assets or liabilities;
- b) Level 2 – inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (that is, as prices) or indirectly (that is, derived from prices); and
- c) Level 3 – inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

The following table presents the Group's assets and liabilities that are measured at fair value as at:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
31.3.2020				
Assets				
Financial assets at fair value through profit or loss:				
- Trading derivatives	-	7,437	-	7,437
- Income funds	-	1,429,500	-	1,429,500
- Equity investments	-	3,683	-	3,683
- Receivables from a joint venture	-	-	1,066,229	1,066,229
Financial assets at fair value through other comprehensive income	43,223	47	175,001	218,271
Derivatives used for hedging	-	70,127	-	70,127
Total assets	43,223	1,510,794	1,241,230	2,795,247
Liabilities				
Financial liabilities at fair value through profit or loss:				
- Currency options contracts	23	-	-	23
- Trading derivatives	-	41,708	-	41,708
Derivatives used for hedging	-	396,925	-	396,925
Total liabilities	23	438,633	-	438,656

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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

The comparison of the results is tabulated below:

	Individual Quarter		Variance %	Cumulative Quarter		Variance %
	31.3.2020 RM'000	31.3.2019 RM'000		31.3.2020 RM'000	31.3.2019 RM'000	
Revenue						
Power generation (Contracted)	117,624	193,881	-39.3%	548,831	594,496	-7.7%
Multi utilities business (Merchant)	1,368,830	1,562,947	-12.4%	4,553,699	4,587,993	-0.7%
Water & sewerage	879,001	818,520	+7.4%	2,627,658	2,544,469	+3.3%
Telecommunications business	149,327	229,388	-34.9%	345,779	634,943	-45.5%
Investment holding activities	75,691	82,838	-8.6%	269,640	256,457	+5.1%
	<u>2,590,473</u>	<u>2,887,574</u>	-10.3%	<u>8,345,607</u>	<u>8,618,358</u>	-3.2%
Profit/(Loss) before taxation						
Power generation (Contracted)	14,117	14,775	-4.5%	43,522	41,747	+4.3%
Multi utilities business (Merchant)	(37,701)	(86,544)	+56.4%	(155,214)	(219,636)	+29.3%
Water & sewerage	152,609	178,100	-14.3%	536,754	577,827	-7.1%
Telecommunications business	(43,282)	(9,940)	-335.4%	(220,173)	(28,336)	-677.0%
Investment holding activities	29,902	70,917	-57.8%	120,899	115,467	+4.7%
	<u>115,645</u>	<u>167,308</u>	-30.9%	<u>325,788</u>	<u>487,069</u>	-33.1%

INTERIM FINANCIAL REPORT

Notes – continued

a) Current Quarter vs Preceding Year Corresponding Quarter

The Group recorded a revenue of RM2,590.5 million for the current financial quarter ended 31 March 2020 as compared to RM2,887.6 million recorded in the preceding year corresponding quarter ended 31 March 2019. The Group profit before taxation for the current financial quarter was RM115.6 million, a decrease of RM51.7 million or 30.9% as compared to a profit of RM167.3 million recorded in the preceding year corresponding quarter.

Performance of the respective operating business segments for the quarter ended 31 March 2020 as compared to the preceding year corresponding quarter is analysed as follows:

Power generation (Contracted)

The lower revenue was mainly due to the lower energy payment recorded.

However, the impact on profit before taxation was minimal as the plant operates under a guaranteed capacity payment regime.

Multi utilities business (Merchant)

The lower revenue was primarily due to the decrease in fuel oil price and lower vesting contract level.

The improvement in loss before taxation was mainly due to higher fuel oil tank leasing rate, higher retail and ancillary margin, and lower depreciation charges recorded in the current quarter.

Water & sewerage

The higher revenue was primarily due to the differing weather conditions leading to changes in supply volume.

The lower profit before taxation was mainly due to adverse weather conditions leading to increased sewerage costs.

Telecommunications business

The lower revenue and higher loss before taxation was primarily due to lower project revenues recorded. However, the EBITDA of this segment is positive.

Investment holding activities

The decrease in revenue was primarily due to the lower interest income.

The lower profit before taxation was principally attributable to fair value loss on investments and lower fair value gain on currency option contract.

b) Current Year to date vs Preceding Year to date

Group revenue was RM8,345.6 million for the current financial period ended 31 March 2020 as compared to RM8,618.4 million recorded in the preceding financial period ended 31 March 2019. The Group profit before taxation for the current financial period was RM325.8 million, a decrease of RM161.3 million or 33.1% as compared to a profit of RM487.1 million recorded in the preceding year corresponding period. The lower profit before taxation was principally attributable to the loss recorded in the Telecommunications business segment and partially offset by better performance in Multi utilities business (Merchant) segment.

INTERIM FINANCIAL REPORT

Notes – continued

Performance of the respective operating business segments for the period ended 31 March 2020 as compared to the preceding year corresponding period was consistent with the notes mentioned in (a) above with the exception of the business segment mentioned below:

Multi utilities business (Merchant)

The revenue was marginally the same as compared to the preceding year corresponding period. The improvement in loss before taxation was mainly due to the higher retail and tank leasing margin and lower depreciation charges recorded in the current period.

B2. Comparison with Preceding Quarter

	Current Quarter 31.3.2020 RM'000	Preceding Quarter 31.12.2019 RM'000	Variance % +/-
Revenue	2,590,473	2,795,625	-7.3%
Consolidated profit before taxation	115,645	102,429	+12.9%
Consolidated profit after taxation	81,051	69,610	+16.4%

The higher profit before taxation as compared to preceding quarter was primarily attributable to the lower loss recorded in the Telecommunications business segment.

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INTERIM FINANCIAL REPORT

Notes – continued

B3. Prospects

Globally, businesses are facing unprecedented social and economic challenges following the outbreak of the COVID-19 pandemic. Countries where the Group operates have implemented various movement control regulations and laws and limited the operation of non-essential services. However, the Group's businesses have not been affected as being utility in nature, are essential services that have continued to operate throughout the current control period.

Power generation (Contracted)

The Group has an 80% equity interest in PT Tanjung Jati Power Company ("TJPC"), an independent power producer which is undertaking the development of Tanjung Jati A, a 2 x 660 megawatt coal-fired power project in Java, Indonesia. TJPC has a 30-year power purchase agreement with PT PLN (Persero), Indonesia's state-owned electric utility company, amended and restated in December 2015 and March 2018. In February 2020, TJPC obtained the Business Viability Guarantee Letter from the Ministry of Finance of the Republic of Indonesia and is working towards achieving financial close.

The Group also has a 45% equity interest in Attarat Power Company ("APCO"), which is developing a 554 megawatt (gross) oil shale fired power generation project in the Hashemite Kingdom of Jordan. APCO has signed a 30-year power purchase agreement (including construction period of 3.5 years) with the National Electric Power Company ("NEPCO"), Jordan's state-owned utility, for the entire electrical capacity and energy of the power plant, with an option for NEPCO to extend the power purchase agreement to 40 years (from the commercial operation date of the project's second unit). Construction has commenced on the project, with operations scheduled to commence this year. However, the pandemic has led to a delay in the project due to restrictions on works at the site for which APCO will be invoking the force majeure provisions of the power purchase agreement.

YTL Power Generation Sdn. Bhd. ("YTLPG") commenced operations on 1 September 2017 for the supply of 585MW of capacity from the existing facility in Paka for a term of 3 years 10 months, which will be expiring on 30 June 2021. YTLPG is expected to perform satisfactorily as it operates under a Power Purchase Agreement ("PPA").

Multi utilities business (Merchant)

The electricity market in Singapore is expected to remain competitive, driven by volatilities across global markets and generation capacity oversupply in the wholesale electricity market. Despite the current challenges, this segment will continue to focus on customer service and diversification beyond the core business into integrated multi-utilities supply. The proposed acquisition of Tuaspring announced on 12 March 2020 is a logical extension of the Group's existing multi utilities operations. The power plant and associated assets of Tuaspring, which is the newest combined cycle power plant in Singapore, will be integrated into existing businesses and upon completion, is expected to contribute positively to the future earnings of the Group.

INTERIM FINANCIAL REPORT

Notes – continued

Water & sewerage

From 1st April 2020 Wessex Water will be working towards investment commitments agreed with the regulator as part of its Price Review 2020-2025 (“PR19”). Over the last 5 years, Wessex Water’s investment in its regulated assets base (“RAB”) increased from RM15.11 billion (GBP2.75 billion) to RM17.79 billion (GBP3.35 billion). The RAB value is expected to increase to RM20.66 billion (GBP3.89 billion) at the end of the period, 31 March 2025 following the investment commitments agreed for PR19.

Whilst this next period commencing from 1 April 2020 will see a shift from current levels of performance, the Group remains committed to delivering high quality, reliable and resilient services that are affordable to everyone. It is confident it will continue to deliver outperformance against these new targets.

Telecommunications business

With the existing network in place, this segment will continue to expand its telecommunications infrastructure business and is well positioned to grow its subscriber base with innovative, competitive and affordable products and services. The outbreak of the Covid-19 pandemic and the enforcement of the Movement Control Order by the Government meant that all schools were closed and education disrupted. Arising from this YTL Communications and FrogAsia collaborated with YTL Foundation, a not-for-profit foundation funded principally by the YTL Group, to launch the Learn from Home Initiative in March 2020 to enable students to learn from home during this period. Under the initiative, YTL Foundation provided free Yes 4G SIM cards with 40GB of data to students registered in government schools and certain tertiary education institutions and also provided free mobile phones and YES 4G internet data plans to students from B40 families, thereby ensuring students have free access to sufficient data for online learning. Online learning resources and lessons were also provided by FrogAsia to facilitate learning from home. In view of the overwhelming response to the Learn from Home Initiative, YTL Communications hopes to be able to continue serving this underserved community with affordable plans.

Despite the challenging outlook, the Group expects the performance of its business segments to remain resilient due to the essential nature of its operations, and will continue to closely monitor the related risks and impact on all business segments.

B4. Variance of Actual Profit from Financial Estimate, Forecast, Projection or Profit Guarantee

The Group did not issue any financial estimate, forecast, projection or profit guarantee during the current financial year to date.

B5. Audit Report of the preceding financial year ended 30 June 2019

The Auditors’ Report on the financial statements of the financial year ended 30 June 2019 did not contain any qualification.

INTERIM FINANCIAL REPORT

Notes – continued

B6. Profit for the period

	Current Quarter 31.3.2020 RM'000	Current Year To Date 31.3.2020 RM'000
Profit before taxation is stated after charging/(crediting):		
Allowance for impairment of inventories	220	673
Allowance for impairment of receivables (net of reversals)	23,259	56,725
Amortisation of contract costs	1,730	6,284
Amortisation of grants and contributions	(5,400)	(15,154)
Amortisation of intangible assets	31,910	41,802
Bad debts recovered	(489)	(2,039)
Depreciation of property, plant and equipment	254,511	801,708
Depreciation of right-of-use assets	36,199	98,881
Fair value gain on derivatives	(645)	(3,332)
Fair value loss on investments	9,727	3,948
Gain on foreign exchange	(979)	(2,419)
Interest expense	266,262	836,181
Interest income	(2,726)	(7,971)
Net gain on disposal of property, plant and equipment	(2,953)	(5,942)
Property, plant and equipment written off	2,259	6,455
Provision for liabilities and charges	183	1,664
	=====	=====

There was no exceptional items charged/(credited) for the period.

B7. Taxation

	Current Quarter 31.3.2020 RM'000	Current Year To Date 31.3.2020 RM'000
In respect of current period		
- Income Tax	31,647	97,063
- Deferred Tax	2,947	7,980
	-----	-----
	34,594	105,043
	=====	=====

The higher effective tax rate of the Group as compared to the Malaysian statutory income tax rate for the current financial quarter and financial year to date was mainly due to non-deductibility of certain expenses for tax purposes and partially offset by income subjected to different tax jurisdictions.

INTERIM FINANCIAL REPORT

Notes – continued

B8. Corporate Proposals

There were no corporate proposals announced by the Company which are not completed as at the date of this report save for the following:

- (i) On 12 March 2020, the Company and Taser Power Pte. Ltd., entered into a put and call option agreement with Tuaspring Pte. Ltd. (“Tuaspring”) for the proposed acquisition of the power plant and associated assets of Tuaspring by YTL PowerSeraya Pte. Limited, from the receivers and managers of Tuaspring, for a total purchase consideration of SGD331,450,000 to be settled as to SGD230,000,000 in cash and SGD101,452,000 comprising ordinary shares and loan notes amounting to 7.54% of the post-acquisition equity in YTL Utilities (S) Pte. Limited, the immediate holding company of YTL PowerSeraya Pte. Limited (“Proposed Acquisition”).

Approval for the Proposed Acquisition from the Energy Market Authority of Singapore was received on 20 May 2020. Completion is now conditional inter alia on approval of the Public Utilities Board of Singapore and completion of financing arrangements. All approvals are expected to be received within three months.

- (ii) On 29 April 2020, CIMB Investment Bank Berhad announced on behalf of the Company, the proposal to establish and implement a new employees share option scheme (“ESOS”) (“2020 ESOS”) for the eligible employees and directors of the Company and/or its subsidiaries (“Proposed ESOS”).

The Company has in place an existing ESOS that was implemented on 1 April 2011 with a duration of 10 years which will be expiring on 31 March 2021 (“Existing Scheme”).

In accordance with the provisions of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities LR”), a listed issuer may implement more than one scheme provided that the aggregate number of new ordinary shares in the Company available under all the schemes (i.e. the aggregate of outstanding options under the Existing Scheme together with options to be granted under the 2020 ESOS) does not exceed 15% of the Company’s total number of issued shares (excluding treasury shares) at any one time, in compliance with the requirements under Paragraph 6.38 of the Bursa Securities LR.

The Proposed ESOS is pending completion.

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INTERIM FINANCIAL REPORT

Notes – continued

B9. Group Borrowings and Debt Securities

The Group's borrowings as at 31 March 2020 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current			
Lease liabilities	383	145,033	145,416
Revolving credit	-	545,601	545,601
Term loans	-	1,750,501	1,750,501
	<u>383</u>	<u>2,441,135</u>	<u>2,441,518</u>
Non- Current			
Bonds	-	15,866,144	15,866,144
Lease liabilities	187	250,657	250,844
Revolving credit	-	315,519	315,519
Term loans	-	9,196,944	9,196,944
	<u>187</u>	<u>25,629,264</u>	<u>25,629,451</u>
Total borrowings	<u>570</u>	<u>28,070,399</u>	<u>28,070,969</u>

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

	Foreign currency '000	RM Equivalents '000
US Dollar	<u>648,368</u>	<u>2,789,603</u>
Sterling Pound	<u>2,311,027</u>	<u>12,272,940</u>
Singapore Dollar	<u>1,973,929</u>	<u>5,960,279</u>

All borrowings of the subsidiaries are on non-recourse basis to the Company save and except for borrowings totalling RM325.5 million, for which the Company has provided corporate guarantees to the financial institutions.

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INTERIM FINANCIAL REPORT

Notes – continued

B10. Derivative Financial Instruments and Fair Value Changes of Financial Liabilities

(a) Derivative Financial Instruments

As at 31 March 2020, 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	982,034	(388,002)
- 1 year to 3 years	150,696	(38,500)
- More than 3 years	-	-
<u>Currency forwards</u>		
- Less than 1 year	1,146,279	56,176
- 1 year to 3 years	230,362	9,257
- More than 3 years	-	-
<u>Currency options contracts</u>		
- Less than 1 year	860,500	(23)
- 1 year to 3 years	-	-
- More than 3 years	-	-

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.

The Group entered into currency options contracts to enjoy interest rate reduction in related borrowings with an acceptable risk profile.

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

INTERIM FINANCIAL REPORT

Notes – continued

(b) Fair Value Changes of Financial Liabilities

The gains/(losses) arising from fair value changes of financial liabilities for the current financial period ended 31 March 2020 are as follows:

Type of financial liabilities	Basis of fair value measurement	Reason for the gain/(loss)	Fair value gain/(loss)	
			Current quarter 31.3.2020 RM'000	Current year to date 31.3.2020 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	4,301	3,147
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 unfavourably against the Group	(52,251)	(31,139)
Currency options contracts	Spot rate, interest rate and basis curve, volatility and time to maturity	Change in time value was greater due to shorter remaining tenor	645	3,332
Total			(47,305)	(24,660)

INTERIM FINANCIAL REPORT

Notes – continued

B11. Material Litigation

There were no material litigations since the date of the last audited financial statements of financial position.

B12. Dividend

No dividend has been declared for the current financial quarter.

B13. 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 by the weighted average number of ordinary shares in issue during the financial quarter as set out below:

	Current Year Quarter 31.3.2020	Preceding Year Corresponding Quarter 31.3.2019
Profit attributable to Owners of the Parent (RM'000)	70,800 =====	111,275 =====
Weighted average number of ordinary shares ('000)	7,675,301 =====	7,675,303 =====
Basic earnings per share (Sen)	0.92 =====	1.45 =====

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INTERIM FINANCIAL REPORT

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

	Current Year Quarter 31.3.2020	Preceding Year Corresponding Quarter 31.3.2019
Profit attributable to Owners of the Parent (RM'000)	70,800 =====	111,275 =====
<i>Weighted average number of ordinary shares – diluted ('000)</i>		
Weighted average number of ordinary shares – basic	7,675,301 =====	7,675,303 =====
Diluted earnings per share (Sen)	0.92 =====	1.45 =====

* *Total cash expected to be received in the event of an exercise of all outstanding ESOS is RM273.0 million. Accordingly, the Net Asset (NA) on a pro forma basis will increase by RM273.0 million resulting in a decrease 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: 16 June 2020