

YTL E-SOLUTIONS BERHAD

Company No. 236137-K
Incorporated in Malaysia

Interim Financial Report
30 June 2013

YTL E-SOLUTIONS BERHAD
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Interim Financial Report
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	Page No.
Condensed Consolidated Income Statement	1
Condensed Consolidated Statement of Comprehensive Income	2
Condensed Consolidated Statement of Financial Position	3 - 4
Condensed Consolidated Statement of Changes in Equity	5 - 6
Condensed Consolidated Statement of Cash Flows	7 - 8
Notes to the Interim Financial Report	9 - 20

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Interim financial report on consolidated results for the financial year ended 30 June 2013.

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.06.2013 RM'000	Preceding Year Corresponding Quarter 30.06.2012 RM'000	Year Ended	
			30.06.2013 RM'000	30.06.2012 RM'000
REVENUE	22,584	22,340	87,884	86,054
COST OF SALES	(13,194)	(2,114)	(16,883)	(5,517)
GROSS PROFIT	9,390	20,226	71,001	80,537
OTHER OPERATING INCOME	1,390	1,565	5,895	6,550
ADMINISTRATION EXPENSES	(2,331)	(3,873)	(7,804)	(10,069)
FINANCE COSTS	(3)	-	(8)	-
SHARE OF RESULTS OF ASSOCIATED COMPANY	93	-	93	-
PROFIT BEFORE TAX	8,539	17,918	69,177	77,018
INCOME TAX EXPENSE	(2,348)	(4,649)	(17,629)	(19,927)
PROFIT FOR THE YEAR	6,191	13,269	51,548	57,091
PROFIT ATTRIBUTABLE TO:				
Owners of the parent	3,825	7,556	31,981	34,490
Non-controlling interests	2,366	5,713	19,567	22,601
	6,191	13,269	51,548	57,091
EARNINGS PER 10 SEN SHARE				
Basic (sen)	0.28	0.56	2.38	2.56

The Condensed Consolidated Income Statement should be read in conjunction with the audited annual financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.06.2013 RM'000	Preceding Year Corresponding Quarter 30.06.2012 RM'000	Year Ended	
			30.06.2013 RM'000	30.06.2012 RM'000
PROFIT FOR THE YEAR	6,191	13,269	51,548	57,091
OTHER COMPREHENSIVE INCOME/(LOSS):				
CURRENCY TRANSLATION DIFFERENCES	431	219	(348)	319
OTHER COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR, NET OF TAX	431	219	(348)	319
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	6,622	13,488	51,200	57,410
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the parent	4,255	7,775	31,634	34,809
Non-controlling interests	2,367	5,713	19,566	22,601
	6,622	13,488	51,200	57,410

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited annual financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 30.06.2013 RM'000	Audited As at 30.06.2012 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	2,795	1,584
Goodwill on consolidation	2,490	2,490
Other intangible assets	105	97
Investment in associated company	7,343	-
Deferred tax assets	-	178
	-----	-----
	12,733	4,349
	-----	-----
Current assets		
Inventories	56	5
Trade and other receivables	1,998	1,391
Income tax assets	654	417
Amount due from related parties	14,740	14,633
Cash and bank balances	206,953	214,157
	-----	-----
	224,401	230,603
	-----	-----
TOTAL ASSETS	237,134	234,952
	=====	=====
EQUITY		
Share capital	135,000	135,000
Share premium	1,475	1,475
Other reserves	(6,095)	(5,748)
Retained earnings	79,035	73,967
Treasury shares, at cost	(2,141)	(2,141)
	-----	-----
Total equity attributable to owners of the parent	207,274	202,553
Non-controlling interests	12,375	25,203
	-----	-----
TOTAL EQUITY	219,649	227,756
	-----	-----

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited annual financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - continued

	Unaudited As at 30.06.2013 RM'000	Audited As at 30.06.2012 RM'000
LIABILITIES		
Non-current liabilities		
Deferred tax liabilities	293	2
Finance lease liabilities	190	-
	-----	-----
	483	2
	-----	-----
Current liabilities		
Trade and other payables	16,618	4,187
Provisions	119	-
Amount due to related parties	6	6
Finance lease liabilities	123	-
Income tax liabilities	136	3,001
	-----	-----
	17,002	7,194
	-----	-----
TOTAL LIABILITIES	17,485	7,196
	-----	-----
TOTAL EQUITY AND LIABILITIES	237,134	234,952
	=====	=====
Net assets per 10 sen share (RM)	0.15	0.15
	=====	=====

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited annual financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2013**

	← Attributable to owners of the parent →					Treasury shares RM'000	Total RM'000	Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share premium RM'000	Capital reserve RM'000	Currency translation reserve RM'000	Retained earnings RM'000				
At 1 July 2012	135,000	1,475	10	(5,758)	73,967	(2,141)	202,553	25,203	227,756
Profit for the financial year	-	-	-	-	31,981	-	31,981	19,567	51,548
Other comprehensive loss for the financial year	-	-	-	(347)	-	-	(347)	(1)	(348)
Total comprehensive income for the financial year	-	-	-	(347)	31,981	-	31,634	19,566	51,200
Transaction with owners:									
Effects of change in stake	-	-	-	-	(6)	-	(6)	6	-
Treasury shares acquired	-	-	-	-	-	(*)	(*)	-	(*)
Dividend paid	-	-	-	-	(26,907)	-	(26,907)	-	(26,907)
Dividend paid to non-controlling interest by subsidiary	-	-	-	-	-	-	-	(32,400)	(32,400)
At 30 June 2013	135,000	1,475	10	(6,105)	79,035	(2,141)	207,274	12,375	219,649

* Less than RM1,000

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 2012 and the accompanying explanatory notes attached to the interim financial statements.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2012**

	← Attributable to owners of the parent →					Treasury shares RM'000	Total RM'000	Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share premium RM'000	Capital reserve RM'000	Currency translation reserve RM'000	Retained earnings RM'000				
At 1 July 2011	135,000	1,475	10	(5,763)	52,812	(2,141)	181,393	17,508	198,901
Profit for the financial year	-	-	-	-	34,490	-	34,490	22,601	57,091
Other comprehensive income for the financial year	-	-	-	319	-	-	319	-	319
Total comprehensive income for the financial year	-	-	-	319	34,490	-	34,809	22,601	57,410
Transaction with owners:									
Reduction arising from additional shares acquired in existing subsidiary	-	-	-	-	118	-	118	(9,118)	(9,000)
Liquidation of subsidiary	-	-	-	(314)	-	-	(314)	(388)	(702)
Treasury shares acquired	-	-	-	-	-	(*)	(*)	-	(*)
Dividend paid	-	-	-	-	(13,453)	-	(13,453)	-	(13,453)
Dividend paid to non-controlling interest by subsidiary	-	-	-	-	-	-	-	(5,400)	(5,400)
At 30 June 2012	135,000	1,475	10	(5,758)	73,967	(2,141)	202,553	25,203	227,756

* Less than RM1,000

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 2012 and the accompanying explanatory notes attached to the interim financial statements.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2013**

	12 MONTHS ENDED	
	30.06.2013	30.06.2012
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	69,177	77,018
Adjustments for:-		
Allowance for obsolete inventories	22	-
Amortisation of other intangible assets	42	36
Bad debts written off	-	88
Depreciation of property, plant and equipment	395	380
Gain on liquidation of subsidiary	-	(702)
Impairment loss on trade receivables	-	16
Interest expenses	8	-
Interest income	(5,880)	(5,757)
Loss on disposal of property, plant and equipment	36	-
Project cost written off	-	13
Property, plant and equipment written off	1	86
Provisions	119	-
Reversal of impairment loss on trade receivables	(10)	(89)
Share of results of associated company	(93)	-
	-----	-----
Operating profit before working capital changes	63,817	71,089
Changes in working capital:-		
Inventories	(73)	(5)
Receivables	(572)	98
Payables	12,433	(323)
Related parties	(107)	(833)
	-----	-----
Cash generated from operations	75,498	70,026
Interest paid	(8)	-
Interest received	5,855	5,682
Tax paid	(20,858)	(19,413)
Tax refund	596	55
	-----	-----
Net cash flows from operating activities	61,083	56,350
	-----	-----

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited annual financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2013 - continued**

	12 MONTHS ENDED	
	30.06.2013	30.06.2012
	RM'000	RM'000
Cash flows from investing activities		
Acquisition of associated company	(7,250)	-
Additional investment in an existing subsidiary	-	(9,000)
Proceeds from disposal of property, plant and equipment	138	-
Purchase of property, plant and equipment	(1,781)	(520)
Purchase of other intangible assets	(50)	(17)
	-----	-----
Net cash flows used in investing activities	(8,943)	(9,537)
	-----	-----
Cash flows from financing activities		
Dividend paid	(26,907)	(13,453)
Dividend paid to non-controlling interest by subsidiary	(32,400)	(5,400)
Proceeds from loans and borrowings	377	-
Repayment of loans and borrowings	(64)	(21)
Purchase of own shares (net)	(*)	(*)
	-----	-----
Net cash flows used in financing activities	(58,994)	(18,874)
	-----	-----
Net (decrease)/increase in cash and cash equivalents	(6,854)	27,939
Effects of exchange rate changes	(350)	319
Cash and cash equivalents at beginning of the financial year	214,157	185,899
	-----	-----
Cash and cash equivalents at end of the financial year	206,953	214,157
	=====	=====
Cash and cash equivalents comprise:-		
Deposits with licensed banks	206,140	213,596
Cash on hand and at banks	813	561
	-----	-----
	206,953	214,157
	=====	=====

* Less than RM 1,000

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited annual financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

Notes:-

Disclosure requirements pursuant to MFRS 134

The interim financial reports should be read in conjunction with the audited annual financial statements of the Group for the financial year ended 30 June 2012.

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”, IAS 34: “Interim Financial Reporting” and Chapter 9, Part K paragraph 9.22 of the ACE 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 2012.

Subsequent to the last financial year end, the Group has adopted the MFRS Framework issued by the Malaysian Accounting Standards Board and the adoption was carried out in accordance to MFRS 1 “First-time adoption of Malaysian Financial Reporting Standards”, using 1 July 2011 as the transition date.

The adoption of MFRS, amendments to MFRS and Interpretation Committee Interpretations did not have any financial impact on the interim financial report upon their initial application.

A2. Seasonality or Cyclicity of Interim Operations

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

A3. Unusual Items

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

A4. Changes in Estimates of Amounts Reported

There was no significant change in estimates of amounts reported in prior interim periods or prior financial years.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Notes:- continued

A5. Changes in Debt and Equity Securities

For the financial year-to-date, the Company repurchased 200 ordinary shares of RM0.10 each of its issued share capital from the open market, at an average cost of RM0.71 per share. The total consideration paid for the share buy-back, including transaction costs during the financial year-to-date amounted to RM223.55 and were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A of the Companies Act, 1965. As at 30 June 2013, the total number of treasury shares held was 4,672,700 ordinary shares of RM0.10 each.

Apart from the above, there was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial year-to-date.

A6. Dividends paid

An interim single tier dividend of 2 sen per ordinary share of 10 sen each amounting to RM26,906,548 in respect of financial year ended 30 June 2012 was paid on 31 October 2012.

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YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Notes:- continued

A7. Segment Information

The Group's segmental results for the financial year ended 30 June 2013 are as follows:-

	Information technology and e-commerce RM'000	Communications technology RM'000	Content and digital media RM'000	Adjustments/ eliminations RM'000	Total RM'000
External revenue	6,116	75,155	6,613	-	87,884
Inter-segment revenue	69	-	-	(69)	-
Total revenue	----- 6,185 =====	----- 75,155 =====	----- 6,613 =====	----- (69) =====	----- 87,884 =====
Segment profit before tax	1,561 =====	66,229 =====	1,387 =====	- =====	69,177 =====

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Notes:- continued

A7. Segment Information - continued

The Group's segmental results for the financial year ended 30 June 2012 are as follows:-

	Information technology and e-commerce RM'000	Communications technology RM'000	Content and digital media RM'000	Adjustments/ eliminations RM'000	Total RM'000
External revenue	6,914	75,155	3,985	-	86,054
Inter-segment revenue	32	-	6	(38)	-
	-----	-----	-----	-----	-----
Total revenue	6,946	75,155	3,991	(38)	86,054
	=====	=====	=====	=====	=====
Segment profit before tax	1,376	76,076	(434)	-	77,018
	=====	=====	=====	=====	=====

INTERIM FINANCIAL REPORT

Notes:- continued

A8. Events after the Interim Period

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

A9. Changes in the Composition of the Group

There were no changes in the composition of the Group for the financial year ended 30 June 2013 including business combinations, obtaining or losing control of subsidiaries and long term investments, restructurings and discontinued of operations except for the following:

- (i) On 25 April 2013, Y-Max Solutions Holdings Sdn Bhd and Y-Max Networks Sdn Bhd, both subsidiaries of the Company, transferred their entire holding of, in aggregate, 1,000 ordinary shares of RM1.00 each in YMax Sdn Bhd (“YMax”), representing 100% of the issued and paid-up share capital of YMax to the Company, at par value per share for cash. As a result, YMax became a direct subsidiary of the Company.

YMax was incorporated in Malaysia on 12 March 2007 and is principally engaged in the provision of broadband internet access and related services and is currently inactive.

- (ii) On 26 April 2013, Y-Max Solutions Holdings Sdn Bhd subscribed for 7,250,400 ordinary shares of RM1.00 each in Endless Momentum Sdn Bhd (“EMSB”), representing 30% of the issued and paid-up share capital of EMSB for cash consideration of RM7,250,400. As a result, EMSB became a 30% associated company of Y-Max Solutions Holdings Sdn Bhd and the Company.

EMSB was incorporated in Malaysia on 14 January 2013 and is principally involved in investment holding.

A10. Changes in Contingent Liabilities or Contingent Assets

There were no changes in the contingent liabilities of the Group since the last financial year ended 30 June 2012.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Notes:- continued

Disclosure requirements per Appendix 9B, Part K of Chapter 9 of the ACE Market Listing Requirements of Bursa Securities

B1. Review of Performance

	Individual Quarter		Cumulative Quarter	
	30.06.2013 RM'000	30.06.2012 RM'000	30.06.2013 RM'000	30.06.2012 RM'000
Revenue				
Information technology and e-commerce	1,914	2,483	6,116	6,914
Communications technology	18,789	18,789	75,155	75,155
Content and digital media	1,881	1,068	6,613	3,985
	-----	-----	-----	-----
	22,584	22,340	87,884	86,054
	=====	=====	=====	=====
Profit/(Loss) before tax				
Information technology and e-commerce	429	(776)	1,561	1,376
Communications technology	8,181	19,191	66,229	76,076
Content and digital media	(71)	(497)	1,387	(434)
	-----	-----	-----	-----
	8,539	17,918	69,177	77,018
	=====	=====	=====	=====

Part A – Financial year-to-date review

For the financial year under review, the Group recorded revenue and profit before tax of RM87.884 million and RM69.177 million respectively, representing an increase of 2.1% and a decrease 10.2% respectively, compared to the preceding financial year ended 30 June 2012. The decrease in profit before tax was due to the accrual of RM10.9 million contributions to Universal Service Provision fund (“USP Fund”) established under the Communications and Multimedia Act 1988 and managed by Malaysian Communications and Multimedia Commission “MCMC”.

INTERIM FINANCIAL REPORT

Notes:- continued

B1. Review of Performance - continued

Performance of the respective operating segments is analysed as follows:

i) Information technology and e-commerce

Revenue reduced by 11.5% to RM6.116 million from RM6.914 million, due to lower income from hardware sales activities. Profit before tax increased by 13.4% from RM1.376 million to RM1.561 million, mainly contributed by lower operating expenses in current financial year due to cost cutting.

ii) Communications technology

Revenue derived from the spectrum sharing agreement in relation to the Group's 2.3GHz Worldwide Interoperability for Microwave Access ("WIMAX") spectrum was unchanged compared to the preceding financial year. However, profit before tax decreased by 12.9% to RM66.229 million from RM76.076 million, mainly due to the accrual of RM10.9 million contributions to the USP Fund.

iii) Content and digital media

Revenue and profit before tax of RM6.613 million and RM1.387 million respectively, represented an increase of 65.9% and 419.6%, respectively, compared to the preceding financial year's revenue of RM3.985 million and loss before tax of RM0.434 million. Both increases were contributed by significantly higher digital media advertising sales recorded in the current financial year as a result of network expansion.

Part B – Current quarter review

The Group recorded a revenue and profit before tax for the current financial quarter of RM22.584 million and RM8.539 million respectively, representing an increase of 1.1% and a decrease of 52.3% respectively, compared to the preceding year corresponding quarter's revenue of RM22.34 million and profit before tax of RM17.918 million.

The performance of the respective operating segments is analysed as follows:-

i) Information technology and e-commerce

Revenue reduced by 22.9% to RM1.914 million from RM2.483 million, due to lower income from hardware sales activities. Profit before tax increased by 155.3% from loss before tax of RM0.776 million to profit before tax of RM0.429 million, mainly due to a one off cost incurred in relation to an additional investment in an existing subsidiary in the preceding year corresponding quarter.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Notes:- continued

B1. Review of Performance - continued

ii) Communications technology

Profit before tax decreased by 57.4% to RM8.181 million from RM19.191 million due mainly to the accrual of RM10.9 million contributions to the USP Fund.

iii) Content and digital media

Revenue increased by 76.1% to RM1.881 million from RM1.068 million, contributed by higher digital media advertising sales recorded in the current financial quarter. The increase in revenue and the lower administration expenses recorded in the current financial quarter contributed to the reduction in loss before tax by 85.7% from RM0.497 million to RM0.071 million.

B2. Comparison with Preceding Quarter

	Current Quarter 30.06.2013 RM'000	Preceding Quarter 31.03.2013 RM'000
Revenue	22,584	21,748
Profit before tax	8,539	19,466

The Group revenue increased marginally compared to that recorded in the preceding quarter. Profit before tax decreased significantly by 56.1% mainly due to the accrual of RM10.9 million contributions to the USP Fund.

B3. Prospects

Given a significant portion of Group revenue is derived from spectrum sharing fee income, the outlook for the Group's performance in the financial year ending 30 June 2014 should be more positive.

B4. Profit Forecast

The Group did not issue any profit forecast or profit guarantee in a public document during the current financial quarter.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Notes:- continued

B5. Profit for the period/year

	Current Year Quarter 30.06.2013 RM'000	Financial Year- To-Date 30.06.2013 RM'000
Profit for the period/year is stated after charging /(crediting):-		
Allowance for impairment of inventories	22	22
Amortisation of other intangible assets	11	42
Depreciation of property, plant and equipment	141	395
Exceptional item – contributions to USP fund	10,940	10,940
Interest expenses	3	8
Interest income	(1,390)	(5,880)
Foreign exchange loss	1	1
	=====	=====

Other than the above items, there was no investment income, allowance for impairment and write off of receivables, write off of inventories, gain or loss on disposal of quoted or unquoted investments or properties, impairment of assets and gain or loss on derivatives for the current financial quarter and financial year-to-date.

B6. Income Tax Expense

	Current Year Quarter 30.06.2013 RM'000	Financial Year- To-Date 30.06.2013 RM'000
Taxation based on profit for the period/year	1,879	17,139
Under provision of taxation in prior year	-	21
Deferred taxation	367	367
Under provision of deferred taxation in prior year	102	102
	-----	-----
	2,348	17,629
	=====	=====

The provision for taxation for the financial year-to-date reflects an effective tax rate which approximates to the statutory income tax rate. As for current financial quarter, it reflects higher effective tax rate due to certain expenses are non-tax deductible.

B7. Status of Corporate Proposals

As at the date of this report, there are no corporate proposals announced and pending completion.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Notes:- continued

B8. Group Borrowings and Debt Securities

The Group's borrowings from financial institutions as at 30 June 2013 are as follows:-

	Short term RM'000	Long term RM'000	Total RM'000
Secured	123	190	313
	=====	=====	=====

B9. Derivative Financial Instruments, Fair Value Changes of Financial Liabilities and Retained Earnings

i) Derivative Financial Instruments

There is no outstanding derivative financial instrument as at 30 June 2013.

ii) Fair Value Changes of Financial Liabilities

As at 30 June 2013, the Group does not have any financial liabilities measured at fair value through profit or loss.

iii) Retained Earnings

	Unaudited As at 30.06.2013 RM'000	Audited As at 30.06.2012 RM'000
Retained earnings/(Accumulated losses) of the Company and its subsidiaries		
- Realised	70,456	77,835
- Unrealised	(293)	176
	-----	-----
	70,163	78,011
	-----	-----
Retained earnings/(Accumulated losses) of the associated companies		
- Realised	93	-
	-----	-----
Consolidated adjustments	8,779	(4,044)
	-----	-----
Total Group retained earnings as per consolidated interim financial report	79,035	73,967
	=====	=====

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Notes:- continued

B10. Material Litigation

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

B11. Dividend

The Board of Directors (“Board”) is pleased to declare an interim single tier dividend of 20% or 2 sen per ordinary share of 10 sen each for the financial year ended 30 June 2013.

The book closure and payment dates in respect of the aforesaid dividend are 29 October 2013 and 14 November 2013, respectively.

The Board does not recommend a final dividend for the financial year ended 30 June 2013 (2012 : nil).

B12. Earnings Per Share

i) Basic earnings per share

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

	Current Year Quarter 30.06.2013	Preceding Year Corresponding Quarter 30.06.2012
Profit attributable to owners of the parent (RM'000)	3,825	7,556
Weighted average number of ordinary shares in issue ('000)	1,345,327	1,345,328
Basic earnings per share (sen)	0.28	0.56

ii) Diluted earnings per share

The Group does not have any convertible securities and accordingly, the disclosure of diluted earnings per share is not applicable.

YTL E-SOLUTIONS BERHAD (Company No. 236137-K)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Notes:- continued

B13. Audit Report of the Preceding Financial Year Ended 30 June 2012

The auditors' report on the financial statements of the financial year ended 30 June 2012 did not contain any qualification.

By Order of the Board
HO SAY KENG
Secretary

Kuala Lumpur
Dated: 22 August 2013