

Condensed Consolidated Income Statements
Quarterly report on unaudited consolidated results
for the period ended 30 September 2008

	<u>3 months</u> <u>quarter ended</u> <u>30.09.08</u> RM'000 (Unaudited)	<u>3 months</u> <u>quarter ended</u> <u>30.09.07</u> RM'000 (Unaudited)	<u>Cumulative</u> <u>9 months ended</u> <u>30.09.08</u> RM'000 (Unaudited)	<u>Cumulative</u> <u>9 months ended</u> <u>30.09.07</u> RM'000 (Unaudited)
Revenue	2,277,728	1,750,404	6,106,560	3,876,143
Cost of sales	<u>(1,494,716)</u>	<u>(1,008,225)</u>	<u>(3,880,900)</u>	<u>(2,408,166)</u>
Gross profit	783,012	742,179	2,225,660	1,467,977
Other Operating Income				
Items relating to investments	1,255	-	38,767	85,553
Others	48,861	74,632	144,652	117,373
Distribution costs	(185)	(701)	(523)	(1,892)
Administrative expenses	(221,775)	(218,650)	(445,220)	(436,892)
Operating expenses	(80,843)	(10,711)	(188,389)	(29,122)
Finance cost	(346,201)	(332,825)	(1,035,042)	(615,473)
Share of results of associated companies and jointly controlled entities	<u>67,829</u>	<u>4,705</u>	<u>157,809</u>	<u>80,351</u>
Profit before taxation	251,953	258,629	897,714	667,875
Taxation	<u>(59,709)</u>	<u>(54,386)</u>	<u>(204,716)</u>	<u>(96,496)</u>
Net profit for the period	<u><u>192,244</u></u>	<u><u>204,243</u></u>	<u><u>692,998</u></u>	<u><u>571,379</u></u>
Attributable to:				
Equity shareholders	116,098	110,390	399,091	364,249
Minority interest	<u>76,146</u>	<u>93,853</u>	<u>293,907</u>	<u>207,130</u>
	<u><u>192,244</u></u>	<u><u>204,243</u></u>	<u><u>692,998</u></u>	<u><u>571,379</u></u>
Basic earnings per ordinary share (sen)	3.8	3.6	13.1	12.0
Diluted earnings per ordinary share (sen)	3.8	3.6	13.1	12.0

The Condensed Unaudited Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2007.

**Condensed Consolidated Balance Sheet
As at 30 September 2008**

	As at 30.09.08 RM' 000 (Unaudited)	As at 31.12.07 RM' 000 (Restated)
Non current assets		
Property, plant and equipment	15,442,613	15,347,573
Investment properties	31,690	32,429
Prepaid lease payments	666,801	661,203
Investment in associated companies	1,832,720	1,966,977
Investment in jointly controlled entities	287,004	153,252
Deferred tax assets	308,435	269,171
Intangible assets	8,487,676	8,762,035
	<u>27,056,939</u>	<u>27,192,640</u>
Current assets		
Inventories	603,085	528,296
Trade and other receivables	2,322,311	1,846,949
Amount due from holding company	15,780	15,780
Marketable securities	61,206	61,206
Deposits, bank and cash balances	3,917,123	3,310,774
	<u>6,919,505</u>	<u>5,763,005</u>
Current liabilities		
Trade and other payables	1,937,304	1,197,126
Borrowings	1,876,062	1,718,843
Taxation	28,374	26,830
	<u>3,841,740</u>	<u>2,942,799</u>
Net current assets	<u>3,077,765</u>	<u>2,820,206</u>
	<u>30,134,704</u>	<u>30,012,846</u>
Financed by:		
Capital and reserves		
Share capital	304,506	152,253
Reserves	5,707,808	5,705,713
	<u>6,012,314</u>	<u>5,857,966</u>
Minority interests	3,068,415	2,905,543
Total equity	<u>9,080,729</u>	<u>8,763,509</u>
Non current liabilities		
Redeemable Preference Shares	114,051	114,051
Redeemable convertible subordinated loans	158,355	158,355
Borrowings	17,385,481	17,584,639
Landlease received in advance	194,505	198,649
Provision for retirement benefits	45,947	41,889
Deferred income	-	47,808
Deferred tax liabilities	3,155,636	3,103,946
	<u>30,134,704</u>	<u>30,012,846</u>
Net assets per share attributable to ordinary equity holders of parent (sen)	197	192

The Condensed Unaudited Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2007.

**Condensed Unaudited Consolidated Statement of Changes in Equity
for the period ended 30 September 2008**

	Attributable to equity holders of the parent					Capital* Reserves RM'000	Retained Earnings RM'000	Total RM'000	Minority interest RM'000	Total RM'000
	Non-distributable		Distributable							
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Reserve RM'000	Revaluation Reserve RM'000	Capital** Reserves RM'000					
At 1 January 2008	152,253	2,039,770	-	1,219,271	308,197	350,107	1,790,916	5,860,514	2,807,088	8,667,602
Effects of adopting FRS112						72,293	(74,841)	(2,548)	98,455	95,907
As restated	152,253	2,039,770	-	1,219,271	308,197	422,400	1,716,075	5,857,966	2,905,543	8,763,509
Acquisition of subsidiary	-	-	-	-	-	-	-	-	980	980
Disposal of subsidiary	-	-	-	-	-	-	-	-	(2,310)	(2,310)
Share of movement in associates's reserves	-	-	-	-	(100,310)	-	-	(100,310)	-	(100,310)
Currency translation differences	-	-	(97)	-	-	-	-	(97)	-	(97)
Net income recognised directly in equity	-	-	(97)	-	(100,310)	-	-	(100,407)	(1,330)	(101,737)
Net profit for the year	-	-	-	-	-	-	399,091	399,091	293,907	692,998
Issuance of bonus shares	152,253	-	-	-	(152,253)	-	-	-	-	-
Dividend	-	-	-	-	-	-	(144,336)	(144,336)	(129,705)	(274,041)
At 30 September 2008	304,506	2,039,770	(97)	1,219,271	55,634	422,400	1,970,830	6,012,314	3,068,415	9,080,729
At 1 January 2007	152,253	2,039,770	(55,765)	28,120	216,463	350,107	1,414,735	4,145,683	444,730	4,590,413
Effects of adopting FRS112	-	-	-	-	-	72,293	(74,371)	(2,078)	98,658	96,580
As restated	152,253	2,039,770	(55,765)	28,120	216,463	422,400	1,340,364	4,143,605	543,388	4,686,993
Acquisition of subsidiary	-	-	-	852,731	-	-	-	852,731	1,367,905	2,220,636
Share of movement in associates's reserves	-	-	-	-	91,734	-	-	91,734	-	91,734
Currency translation differences	-	-	(307)	-	-	-	-	(307)	-	(307)
Net income recognised directly in equity	-	-	(307)	852,731	91,734	-	-	944,158	1,367,905	2,312,063
Net profit for the period	-	-	-	-	-	-	364,249	364,249	207,130	571,379
Dividend	-	-	-	-	-	-	(104,141)	(104,141)	(77,108)	(181,249)
Decrease in equity interest in existing subsidiary	-	-	-	-	-	-	-	-	6,566	6,566
At 30 September 2007	152,253	2,039,770	(56,072)	880,851	308,197	422,400	1,600,472	5,347,871	2,047,881	7,395,752

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

** - The non-distributable capital reserves mainly consist of share premium of another company that merged with the Group in 1976.

**Condensed Audited Consolidated Cash Flow Statement
For the period ended 30 September 2008**

	9 months ended 30.09.08 RM' 000 (Unaudited)	9 months ended 30.09.07 RM' 000 (Unaudited)
Cash flows from operating activities		
Profit before taxation	897,714	667,875
Adjustments for:		
Non-cash items	696,359	360,202
Interest expense	1,035,042	615,473
Interest income	(124,799)	(101,709)
Dividend income	(1,815)	(2,277)
Share of results in associates and jointly controlled entities	(157,809)	(80,351)
	<hr/>	<hr/>
Operating profit before working capital changes	2,344,692	1,459,213
Changes in working capital:		
Net change in current assets	(574,401)	(275,348)
Net change in current liabilities	765,653	372,916
	<hr/>	<hr/>
Cash generated from operations	2,535,944	1,556,781
Tax paid	(203,963)	(116,781)
Retirement benefits paid	(372)	-
	<hr/>	<hr/>
Net cash generated from operating activities	2,331,609	1,440,000
Cash flows from investing activities		
Net cash inflow/(outflow) from acquisition of subsidiary	980	(5,116,894)
Net cash inflow from disposals of subsidiaries	90,182	-
Net cash outflow from acquisition of associates	(13,672)	-
Additional investment in a jointly controlled entity	(5,000)	-
Purchase of property, plant and equipment	(800,251)	(402,028)
Redemption of preference shares in subsidiary	-	3,000
Redemption of RULS in a subsidiary	15,200	-
Proceeds from sale of associates	-	1,813
Proceeds from sale of property, plant and equipment	9,585	903
Proceeds from sale of quoted investment	-	110,004
Interest received	124,799	101,709
Dividend received	31,283	48,766
Research and development expenses paid	(72)	(539)
	<hr/>	<hr/>
Net cash used in investing activities	(546,966)	(5,253,266)
Cash flows from financing activities		
Drawdown of term loans	664,223	7,768,515
Repayment of term loans	(531,501)	(2,433,849)
Cash inflow on the issuance of share from subsidiaries	-	1,977,526
Proceeds from issuance of preference shares by a subsidiary	-	20,005
Dividend paid	(144,336)	(104,141)
Dividend paid to minority shareholder	(129,705)	(77,108)
Interest paid	(1,035,042)	(615,473)
	<hr/>	<hr/>
Net cash (used in)/generated from financing activities	(1,176,361)	6,535,475
Net increase in cash and cash equivalents	608,282	2,722,209
Effects of changes in exchange rate	(97)	(307)
Cash & Cash Equivalents at beginning of financial year	3,277,682	651,080
	<hr/>	<hr/>
Cash and cash equivalents at end of financial period	3,885,867	3,372,982
Cash and cash equivalents comprise:		
Deposits and bank balances	3,917,123	3,389,154
Designated accounts	(12,442)	(12,444)
Pledge deposits	(16,802)	(22)
Bank overdrafts	(2,012)	(3,706)
	<hr/>	<hr/>
	3,885,867	3,372,982

The Condensed Audited Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2007.

Notes to the interim financial statements

1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2007. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2007.

2. Changes in Accounting Policies

The significant accounting policies and method of computation adopted by the Group are consistent with those adopted in the financial statements for the financial year ended 31 December 2007 except for the adoption of the following new/revised Financial Reporting Standards ("FRS") which are applicable to the financial statements for annual periods beginning on or after 1 January 2008 as follows:

FRS 107	Cash Flow Statements
FRS 111	Construction Contracts
FRS 112	Income Taxes
FRS 118	Revenue
FRS 120	Accounting for Government Grants and Disclosure of Government Assistance

- FRS 121 Amendment to FRS 121: The Effects of Changes in Foreign Exchange Rates
- FRS 134 Interim Financial Reporting
- FRS 137 Provisions, Contingent Liabilities and Contingent Assets

The adoptions of the above FRSs do not have significant financial impact to the Group except for the adoption of FRS 112 as discussed below:

FRS 112 Income Taxes

The adoption of the revised FRS 112 has resulted in a retrospective application of the change to the accounting policy relating to the recognition of deferred tax assets arising from re-investment or other allowances in excess of capital allowances. Prior to 1 January 2008, deferred tax asset arising from re-investment allowances is not recognised.

The effect to the Group's comparative figures as at 31 December 2007 on adoption of the above FRS is as follows:-

Balance sheet As at 31 December 2007	<u>As previously stated</u> RM mil	<u>Effects on adoption</u> RM mil	<u>Reclass</u> RM mil	<u>As restated</u> RM mil
Deferred tax assets	16	293	(39)	270
Intangibles	8,959	(197)	-	8,762
Retained earnings	1,791	(75)	-	1,716
Capital reserves	350	72	-	422
Minority interest	2,807	99	-	2,906
Deferred tax liability	3,143	-	(39)	3,104

3. Audit qualification

The report of the auditors on the Group's financial statements for the year ended 31 December 2007 was not subject to any qualification.

4. Seasonal or cyclical factors

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

5. Unusual items

The Government of Malaysia ("GOM") has recently announced the enforcement of the Windfall Profit Levy (Electricity) Order 2008 ("WPL"), effective 1 July 2008. The WPL will affect all Independent Power Producers ("IPP") including one of MMC's subsidiaries, Malakoff Corporation Berhad ("Malakoff"). The GOM further announced on 24 July 2008 that any IPPs who are able to renegotiate their Power Purchase Agreement ("PPA") will be exempted from the WPL.

However, on 11 September 2008 the GOM announced the discontinuation of WPL with immediate effect. Instead, the IPPs would have to make a one off-payment. As the basis and quantum of the one off-payment has yet to be finalised, management has not completed its assessment on the impairment of intangibles, including the goodwill arising from MMC's acquisition of Malakoff which may have an effect on the financial results of the Group.

6. 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.

7. Debt and equity securities

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter ended 30 September 2008.

8. Dividend paid

In respect of the financial year ended 31 December 2007, as reported in Directors' report during that financial year, a final gross dividend of 5.0 sen per share, comprising 1.0 sen per share, less 26% income tax, 2.5 sen per share, tax exempt and 1.5 sen per share, single-tier tax exempt on the 3,045,058,552 ordinary shares amounting to RM144,335,775.36, was paid on 13 June 2008.

9. Segment Reporting

The Group's segmental report for the nine-month financial period ended 30 September 2008 is as follows:

	<u>Transport & Logistics</u> RM mil	<u>Energy & Utilities</u> RM mil	<u>Engineering & Construction</u> RM mil	<u>Others</u> RM mil	<u>Total</u> RM mil
Revenue					
Total	916	5,121	154	37	6,228
Inter-segment	-	-	(121)	-	(121)
External	916	5,121	33	37	6,107
Results					
Segment Profit /(Loss)	285	1,344	(1)	(17)	1,611
Items relating to investments					39
Interest income					125
Finance cost					(1,035)
Share of results of associates and joint ventures	-	8	154	(4)	158
Profit before Taxation					898
Taxation					(205)
Profit after Taxation					693

The Group's segmental report for the corresponding nine-month financial period ended 30 September 2007 is as follows:

	<u>Transport & Logistics</u> RM mil	<u>Energy & Utilities</u> RM mil	<u>Engineering & Construction</u> RM mil	<u>Others</u> RM mil	<u>Total</u> RM mil
<u>Revenue</u>					
Total	896	2,792	186	23	3,897
Inter-segment	-	-	(21)	-	(21)
External	896	2,792	165	23	3,876
<u>Results</u>					
Segment Profit /(Loss)	315	720	9	(29)	1,015
Items relating to investments					86
Interest income					102
Finance cost					(615)
Share of results of associates and joint ventures	-	40	40	-	80
Profit before Taxation					668
Taxation					(97)
Profit after Taxation					571

10. 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.

11. Events subsequent to the balance sheet date

There was no material event subsequent to the end of the current quarter, other than as disclosed in note 13(c).

12. Changes in composition of the Group

There was no change in the composition of the Group during the current quarter except for the liquidation of 510,000 ordinary shares of RM1.00 each in MMC-Transfield Services Sdn Bhd on 18 August 2008.

13. Changes in contingent liabilities or contingent assets

There was no change in contingent liabilities or contingent assets since the last annual balance sheet date as at 31 December 2007 as disclosed in the financial statements of the Group for the financial year ended 31 December 2007, except for the following:

a) Bank guarantees issued to third parties:

	30.09.08	31.12.07
	RM million	RM million
Company	6.8	3.7
Subsidiaries	465.2	470.4
	<u>472.0</u>	<u>474.1</u>

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

- b) On 25 June 2008, Segari Energy Ventures Sdn Bhd ("SEV"), a 93.75% owned subsidiary of Malakoff Corporation Berhad, the Company's 51% owned subsidiary, filed a statement of claim in arbitration proceedings against Tenaga Nasional Berhad ("TNB"), claiming a sum of RM43,692,188.47 in relation to wrongful set-off of SEV's billing statements. On 25 July 2008, TNB filed its defence and counterclaim seeking, among others, in relation to the RM43,692,188.47 claimed by SEV,

a declaration that the said amounts were lawfully deducted, or alternatively, payment of the said amounts to TNB; and in respect of the metering inaccuracies, payment of all the amounts of energy payments allegedly received by SEV in excess of the sum due to SEV, which is to be determined by the arbitral tribunal. The Company is of the view, in consultation with solicitors, that there is a favourable chance of successfully defending TNB's claims in the arbitration proceedings.

- c) On 13 November 2008, Wayss & Freytag (Malaysia) Sdn Bhd ("Wayss & Freytag") served on MMC Engineering Group Berhad ("MMCEG"), a subsidiary of MMC, a Writ of Summons and a Statement of Claim ("the Court Action"). The Court Action is for *inter-alia*, a declaration that the MMCEG-Gamuda Berhad Joint Venture ("the JV") is in breach of the sub-contract dated 16 April 2003 ("the Sub-Contract") by failing to make payment of RM102,366,880.42 awarded by the Dispute Adjudication Board ("DAB") to Wayss & Freytag in respect of various claims arising out of the Sub-Contract and for damages of the same amount. By the Sub-Contract, the JV awarded to Wayss & Freytag the sub-contract to construct and complete the North Tunnel Drive of the Stormwater Management and Road Tunnel Project. Due to Wayss & Freytag's inordinate delay in the progress of its work, the JV terminated the Sub-Contract on 23 January 2006 in accordance with the terms and conditions of the Sub-Contract. According to the terms and conditions of the Sub-Contract, any party who is dissatisfied with the decision of the DAB may issue a Notice of Dissatisfaction and require the matter to be referred to arbitration for final adjudication. The JV will accordingly resist the Court Action and refer the matter to arbitration for final adjudication. The Directors are of the view that based on

legal advice from the solicitors, the JV has a good defence against the Court Action.

14. Capital commitments

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

	30.09.08
	RM million
Property, plant and equipment:	
Authorised but not contracted for	843
Authorised and contracted for	1,347
	<hr/>
	2,190
	<hr/> <hr/>

Additional information required by the Bursa Securities Listing Requirements

15. Review of performance

The Group's profit before tax for the nine-month financial period ended 30 September 2008 of RM897.7 million was higher by RM229.8 million compared to the corresponding financial period ended 30 September 2007. The Group's improvement in performance was mainly due to:-

- a) Higher contribution from the energy and utilities division arising from the consolidation of Malakoff Corporation Berhad and improved performance by Gas Malaysia Sdn Bhd after taking into consideration the provision made for windfall profit levy made in the current quarter by Malakoff.
- b) Improved contribution from engineering and construction division arising from Double Track Project.

16. Variation of results against preceding quarter

The Group recorded a profit before tax of RM252.0 million for the current quarter compared to RM306.3 million in the preceding quarter. This is due to lower than expected contribution from energy and utilities division arising from the provision for windfall profit levy made by Malakoff in the current quarter.

17. Current prospects

Although operating profit is expected to improve over 2007, the overall Group's financial results for the current year ending 31 December 2008 is expected to be lower than those achieved in the last financial year ended 31 December 2007 significantly due to the provision for windfall profit levy in Malakoff.

Without these exceptional items, the financial results for the financial year ending 31 December 2008 would have been better than those achieved in the last financial year ended 31 December 2007.

18. Profit forecast or profit guarantee

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

19. Tax expense

	3 months quarter ended 30.09.08	3 months quarter ended 30.09.07	Cumulative 9 months ended 30.09.08	Cumulative 9 months ended 30.09.07
	RM mil	RM mil	RM mil	RM mil
Current tax expense				
- current	(106)	(31)	(237)	(64)
- prior year	1	-	2	-
Deferred tax expense				
- current	45	(23)	31	(46)
- prior year	-	-	(1)	14
	<u>(60)</u>	<u>(54)</u>	<u>(205)</u>	<u>(96)</u>

The Group's effective tax rate for the current quarter is lower than the statutory income tax rate in Malaysia, mainly due to utilisation of Investment Tax Allowance in certain subsidiaries and capital gains from the liquidation of a subsidiary not subject to tax.

20. Unquoted investments and landed properties

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

21. Quoted investments

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

Investments in quoted shares as at 30 September 2008:

	At Cost RM mil	At Book Value RM mil	At Market Value RM mil
Quoted in Malaysia	62	61	240
Quoted outside Malaysia	13	-	10
Total quoted investments	<u>75</u>	<u>61</u>	<u>250</u>

22. Status of corporate proposals announced

The Company had on 4 August 2008 announced the following:

- (i) the proposed acquisition of the entire issued and paid up share capital of Senai Airport Terminal Services Sdn Bhd ("SATS") for a total purchase consideration of RM1.95 billion to be satisfied via the allotment and issuance of 696,428,571 new ordinary shares of RM0.10 each in MMC ("MMC Shares") at an issue price of RM2.80 per new MMC Share ("Proposed SATS Acquisition"); and
- (ii) the proposed voluntary take-over offer to acquire all the ordinary shares of RM1.00 each in Aliran Ihsan Resources Berhad ("AIRB") ("AIRB Shares") and all the outstanding redeemable convertible unsecured loan stocks ("RCULS") in AIRB ("AIRB RCULS") for a cash consideration of RM0.90 per AIRB Share and AIRB RCULS ("Offer").

Status of the Proposed SATS Acquisition

The applications to the relevant authorities in respect of the Proposed SATS Acquisition are expected to be submitted within three (3) months from 31 October 2008.

Status of the Offer

As at 3 November 2008, being the closing date of the Offer, the Company has received the following acceptances for the Offer:

- (i) 165,253,604 AIRB Shares, representing 74.36% of the total issued and paid-up share capital of AIRB; and
- (ii) 1,050,589 AIRB RCULS, representing 2.45% of the outstanding AIRB RCULS.

In relation thereto, AIRB has become a subsidiary of MMC.

Status of the ESB Offer

As the Offer had become unconditional on 20 October 2008, the Company had, on even date, served a notice of mandatory downstream conditional take-over offer ("Notice") to the Board of Directors of Equiventures Sdn Bhd ("ESB") to acquire all the remaining ordinary shares of RM1.00 each in ESB ("ESB Share(s)") not already owned by MMC and AIRB, being the person acting in concert with the Company, for a cash consideration of RM9.37 per ESB Share ("ESB Offer").

On 13 November 2008, the Company announced that the Securities Commission has approved the extension of time to despatch the offer document in relation to the ESB Offer ("ESB Offer Document") to within two (2) market days after the date of receipt of the last regulatory approval in respect of the ESB Offer. The Company is currently awaiting the final regulatory approval prior to despatching the ESB Offer Document.

For further details on the Proposed SATS Acquisition, the Offer and the ESB Offer, please refer to the announcements dated 4 August 2008, 3 November 2008 and 6 November 2008, 13 November 2008 and 26 November 2008 respectively.

23. Borrowings

	<u>30.09.08</u>	<u>31.12.07</u>
	RM mil	RM mil
Current		
- secured	1,809	1,639
- unsecured	<u>67</u>	<u>80</u>
	<u>1,876</u>	<u>1,719</u>
Non-current		
- Long-term loans - secured	3,200	3,064
- BBA Islamic Debt Securities - secured	730	903
- Medium Term Notes - secured	10,480	5,155
- Sukuk Ijarah Bonds - secured	665	760
- Al Istina - secured	450	5,807
- Junior Sukuk - unsecured	1,700	1,700
- Redeemable Unsecured		
Loan Stock - unsecured	<u>160</u>	<u>196</u>
	<u>17,385</u>	<u>17,585</u>
- Redeemable convertible		
subordinated loans - unsecured	<u>158</u>	<u>158</u>
- Redeemable preference share	<u>114</u>	<u>114</u>

24. Off-Balance Sheet financial instruments

The position of forward foreign exchange contracts of Tepat Teknik Sdn Bhd (a 70% owned subsidiary of MMC Engineering Group Berhad) as at 14 November 2008, is as follows:

	<u>Contracted amount '000</u>	<u>RM'000 equivalent</u>
USD	1,662	5,767

The related accounting policies for the off-balance sheet financial instruments are as disclosed in the financial statements for the financial year ended 31 December 2007.

25. Changes in material litigation

Save as disclosed under note 13(b) and 13(c), 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 2007.

26. Dividend Payable

No dividend has been recommended by the Directors for the nine-month financial period ended 30 September 2008. No dividend was declared by the Directors for the corresponding nine-month financial period ended 30 September 2007.

27. Earnings per ordinary share

Basic/Diluted Earnings Per Ordinary Share

	3 months quarter ended <u>30.09.08</u>	3 months quarter ended <u>30.09.07</u>	Cumulative 9 months ended <u>30.09.08</u>	Cumulative 9 months ended <u>30.09.07</u>
Profit for the period attributable to shareholders of the Company (RM mil)	116	110	399	364
Number of ordinary shares in issue ('mil)	3,045.1	3,045.1	3,045.1	3,045.1
Basic/diluted earnings per ordinary share (sen)	3.8	3.6	13.1	12.0

The Redeemable Convertible Subordinated Loans issued by a subsidiary company as disclosed in Note 23 do not have any dilutive effect on the Group's earnings per share.

28. 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 26 November 2008.

By Order of the Board

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

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

Secretary

Kuala Lumpur

26 November 2008