Consolidated Condensed Statement of Comprehensive Income
Quarterly report on unaudited consolidated results
for the period ended 31 December 2013

	3 months ended 31.12.13 RM'000 (Unaudited)	3 months ended 31.12.12 RM'000 (Restated)	Cumulative 12 months ended 31.12.13 RM'000 (Unaudited)	Cumulative 12 months ended 31.12.12 RM'000 (Restated)
Revenue	1,847,071	2,062,191	7,445,353	9,199,212
Cost of sales	(1,278,650)	(1,445,242)	(5,301,601)	(6,665,533)
Gross profit	568,421	616,949	2,143,752	2,533,679
Other Operating Income				
Items relating to investments	-	-	-	1,011,546
Other operating income	112,625	117,559	305,193	340,256
Administrative expenses	(222,183)	(224,180)	(769,841)	(744,851)
Other operating expenses	(266,454)	(59,769)	(451,487)	(342,889)
Finance cost	(313,551)	(275,528)	(1,159,901)	(1,141,081)
Share of results of associated companies and jointly controlled entities	41,849	49,468	193,020	151,645
(Loss)/Profit before zakat and taxation	(79,293)	224,499	260,736	1,808,305
Zakat expenses	(2,509)	(1,991)	(3,909)	(5,351)
Tax credit/(expenses)	159,145	(53,986)	193,602	(256,163)
Profit for the period	77,343	168,522	450,429	1,546,791
Other comprehensive income;				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit liability	2,086	(13,106)	2,086	(13,106)
Items that may be reclassified subsequently to profit or loss:				
Available-for-sale financial assets - fair value (losses)/gains	(32,682)	3,828	(18,991)	(15,355)
Movement in associate's capital reserve	57	6,094	1,762	1,928
Cash flow hedge				
Fair value adjustment	24,243	10,626	181,257	(5,107)
Currency translation differences	(26,531)	460	3,167	(7,410)
Other comprehensive income for the period	(32,827)	7,902	169,281	(39,050)
Total comprehensive income for the period	44,516	176,424	619,710	1,507,741
Profit attributable to:				
Owners of the Parent	40,956	80,040	228,657	922,351
Non-controlling interest	36,387	88,482	221,772	624,440
	77,343	168,522	450,429	1,546,791
Total comprehensive income attributable to:				
Owners of the Parent	8,129	87,942	397,938	883,301
Non-controlling interest	36,387	88,482	221,772	624,440
	44,516	176,424	619,710	1,507,741
Earnings per share for profit attributable to the owners of the Parent				
Basic (sen)	1.3	2.6	7.5	30.3
Diluted (sen)	1.3	2.6	7.5	30.3

The Consolidated Condensed Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012.

Consolidated Condensed Statement of Financial Position
As at 31 December 2013

	As at 31.12.13 RM'000 (Unaudited)	As at 31.12.12 RM'000 (Restated)	As at 01.01.12 RM'000 (Restated)
Non-Current Assets			
Property, plant and equipment	19,093,706	16,779,064	16,269,277
Finance lease receivables	2,012,945	-	-
Investment properties	29,923	31,391	32,329
Prepaid lease payments	-	-	18,835
Investments in associates	2,684,793	2,804,489	1,463,122
Investment in jointly controlled entities	271,809	263,216	229,063
Available-for-sale financial assets	6,936	7,706	8,573
Property development expenditure	2,285,648	2,225,519	2,128,408
Derivative financial assets	72,489	-	-
Trade & Other receivables	144,165	142,266	4,063
Intangible assets	7,278,077	7,714,582	7,577,841
Deferred tax assets	1,408,190	1,255,165	1,192,636
	35,288,681	31,223,398	28,924,147
Current Assets			
Inventories	493,734	507,923	507,488
Derivative assets	3,172	-	-
Trade and other receivables	2,396,516	2,333,363	2,495,942
Current income tax recoverable	335,128	237,186	188,040
Amount due from holding company	-	2,518	5,518
Available-for-sale financial assets	88,576	88,575	85,588
Deposits, bank and cash balances	4,330,902	6,184,639	4,616,358
	7,648,028	9,354,204	7,898,934
	42,936,709	40,577,602	36,823,081
Equity			
Equity attributable to owners of the Parent			
Share capital	304,506	304,506	304,506
Reserves	6,913,351	6,724,482	5,961,173
	7,217,857	7,028,988	6,265,679
Non-controlling interest	2,996,232	3,185,525	3,300,861
Total equity	10,214,089	10,214,513	9,566,540
Non-Current Liabilities			
Redeemable preference shares	108,698	127,079	140,620
Borrowings	21,756,979	18,000,986	15,533,549
Land lease received in advance	281,909	296,975	158,433
Derivative financial instruments	58,329	162,750	-
Provision for retirement benefits	78,679	83,574	65,988
Deferred income	2,790,449	2,524,477	2,245,572
Deferred tax liabilities	3,289,442	3,402,745	3,532,378
Trade & Other payables	93,010	95,916	102,021
	28,457,495	24,694,502	21,778,561
Current Liabilities			
Borrowings	2,221,426	3,374,412	3,443,415
Trade and other payables	1,957,495	2,177,649	1,947,218
Deferred income	77,919	64,990	55,642
Current income tax liabilities	8,285	51,536	31,705
	4,265,125	5,668,587	5,477,980
Total liabilities	32,722,620	30,363,089	27,256,541
Total equity and liabilities	42,936,709	40,577,602	36,823,081
Net assets per share attributable to ordinary equity holders of parent (sen)	237	231	206

The Consolidated Condensed Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012.

Consolidated Condensed Statement of Changes in Equity for the period ended 31 December 2013

	Attributable to owners of the Parent Non-distributable							Distributable			Non-controlling interests	Total Equity
	Share Capital RM'000	Share Premium RM'000	Currency Translation Reserve RM'000	Revaluation Reserve RM'000	Available-for-sale financial assets RM'000	Cash Flow Hedge Reserves RM'000	Capital Reserves RM'000	Capital* Reserves RM'000	Retained Earnings RM'000	Total RM'000	RM'000	RM'000
At 1 January 2013	304,506	2,039,770	(30,069)	1,219,271	102,329	(5,107)	79,443	376,803	2,958,138	7,045,084	3,184,984	10,230,068
Effects of changes in accounting policies - MFRS 119	-	-	-	-	-	-	-	-	(16,095)	(16,095)	540	(15,555)
As restated	304,506	2,039,770	(30,069)	1,219,271	102,329	(5,107)	79,443	376,803	2,942,043	7,028,989	3,185,524	10,214,513
Net profit for the financial year	-	-	-	-	-	-	-	-	228,657	228,657	221,772	450,429
Other comprehensive (loss) / income	-	-	3,167	-	(18,991)	181,188	1,762	-	2,155	169,281	-	169,281
Total comprehensive income for the year	-	-	3,167	-	(18,991)	181,188	1,762	-	230,812	397,938	221,772	619,710
Transfer to capital reserve	-	-	-	-	-	-	-	2,300	(2,300)	-	-	-
Increase in equity interest in an existing subsidiary	-	-	-	-	-	-	(72,042)	-	-	(72,042)	(109,079)	(181,121)
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	-	18	18
Disposal of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-	-	(137,028)	(137,028)	(302,003)	(439,031)
At 31 December 2013	304,506	2,039,770	(26,902)	1,219,271	83,338	176,081	9,163	379,103	3,033,527	7,217,857	2,996,232	10,214,089

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

The Consolidated Condensed Statement Of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012.

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

	Attributable to owners of the Parent										Non-controlling interests	Total Equity
	Non-distributable							Distributable				
	Share Capital	Share Premium	Currency Translation Reserve	Revaluation Reserve	Available-for-sale financial assets	Cash Flow Hedge Reserves	Capital Reserves	Capital* Reserves	Retained Earnings	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2012 (restated)	304,506	2,039,770	(22,659)	1,219,271	117,684		77,515	374,503	2,156,902	6,267,492	3,299,047	9,566,539
Net profit for the financial year (restated)	-	-	-	-	-		-	-	922,350	922,350	624,441	1,546,791
Other comprehensive (loss) / income	-	-	(7,410)	-	(15,355)	(5,107)	1,928	-	(13,108)	(39,052)	-	(39,052)
Total comprehensive income for the year	-	-	(7,410)	-	(15,355)	(5,107)	1,928	-	909,242	883,298	624,441	1,507,739
Transfer to capital reserve	-	-	-	-	-		-	2,300	(2,300)	-	-	-
Disposal of a subsidiary	-	-	-	-	-		-	-	-	-	(438,037)	(438,037)
Dividend	-	-	-	-	-		-	-	(121,802)	(121,802)	(299,926)	(421,728)
At 31 December 2012	304,506	2,039,770	(30,069)	1,219,271	102,329	(5,107)	79,443	376,803	2,942,042	7,028,988	3,185,525	10,214,513

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

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

Unaudited Consolidated Condensed Statement of Cash Flows for the period ended 31 December 2013

	12 months ended 31.12.13 RM'000 (Unaudited)	12 months ended 31.12.12 RM'000 (Restated)
Cash flows from operating activities		
Profit before zakat and taxation	260,736	1,808,305
Adjustments for:		
Non-cash items	1,428,363	90,962
Interest expense	1,159,901	1,138,532
Interest income	(181,475)	(190,965)
Dividend income	(651)	(3,255)
Share of results in associates and jointly controlled entities	(193,020)	(151,645)
Operating profit before working capital changes	2,473,854	2,691,934
Changes in working capital:		
Net change in current assets	(275,598)	(136,067)
Net change in current liabilities	(196,581)	141,032
Cash generated from operations	2,001,675	2,696,899
Designated account and pledged deposits	-	16,381
Deferred income received	329,882	330,787
Tax paid	(213,918)	(290,741)
Zakat paid	(3,909)	(5,351)
Land lease received in advance	(15,049)	160,428
Retirement benefits paid	878	(1,809)
Net cash generated from operating activities	**2,099,559**	**2,906,594**
Cash flows from investing activities		
Net cash inflow from disposals of subsidiaries	131	81,080
Net cash inflow from disposal of associates	-	74,568
Net cash outflow from acquisition of associates	-	(347,563)
Net cash inflow from acquisition of subsidiary	18	(76,665)
Net cash inflow from disposal of available-for-sale financial assets	(1)	-
New investment in a jointly controlled entity	(360,151)	(9,875)
Purchase of property, plant and equipment	(3,168,595)	(2,152,439)
Redemption of RULS in a subsidiary	-	44,735
Proceeds from sale of property, plant and equipment	4,901	1,413
Proceeds from sale of other non current asset	2,300	4,596
Additional property development expenditure	(60,129)	(97,642)
Interest received	181,475	190,965
Dividend received	100,996	135,910
Distribution from jointly controlled entity	37,000	-
Redemption of shares by a subsidiary	47,529	-
Net cash used in investing activities	**(3,214,526)**	**(2,150,917)**
Cash flows from financing activities		
Drawdown of term loans	13,032,761	10,169,276
Repayment of term loans	(11,972,380)	(7,769,200)
Share capital reduction	(181,121)	-
Dividend paid	(137,028)	(121,802)
Dividend paid to minority shareholder	(302,003)	(299,926)
Interest paid	(1,159,901)	(1,138,532)
Redemption of preference shares in a subsidiary	(22,810)	-
Net cash (used in) / generated from financing activities	**(742,482)**	**839,816**

The Consolidated Condensed Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012.

Unaudited Consolidated Condensed Statement of Cash Flows for the period ended 31 December 2013 (Continued)

	12 months ended 31.12.13 RM'000 (Unaudited)	12 months ended 31.12.12 RM'000 (Restated)
Net (decrease)/increase in cash and cash equivalents	(1,857,449)	1,595,493
Effects of changes in exchange rate	3,167	(12,519)
Cash & cash equivalents at beginning of financial year	6,182,842	4,599,868
Cash and cash equivalents at end of financial year	**4,328,560**	**6,182,842**
Cash and cash equivalents comprise:		
Deposits and bank balances	4,330,902	6,184,639
Designated accounts	(1)	(1)
Pledge deposits	-	-
Bank overdrafts	(2,341)	(1,796)
	4,328,560	**6,182,842**

The Consolidated Condensed Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012.

Notes to the interim financial statements

1. Basis of preparation

The consolidated condensed interim financial information for the 12 months ended 31 December 2013 has been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 "Interim financial reporting" and Appendix 9B (Part A) of the Bursa Malaysia Securities Berhad Main Market Listing Requirements ("Bursa Securities Listing Requirements"). The consolidated condensed interim financial information should be read in conjunction with the annual financial statements for the financial year ended 31 December 2012, which have been prepared in accordance with MFRSs, International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

The significant accounting policies and methods adopted for the consolidated condensed interim financial information are consistent with those adopted for the annual financial statements for the financial year ended 31 December 2012.

The adoption of the following MFRSs and Amendments to MFRSs that came into effect on 1 January 2013 has not had a material impact on the financial performance and financial position of the Group upon their initial application except for standards disclosed in note 2.

- MFRS 10, Consolidated Financial Statements
- MFRS 12, Disclosure of Interests in Other Entities
- MFRS 13, Fair Value Measurement
- The revised MFRS 127, Consolidated and Separate Financial Statements
- The revised MFRS 128, Investments in Associates and Joint Ventures

- IC Interpretation 20, Stripping Costs in the Production Phase of a Surface Mine
- Amendments to MFRS 7, Financial Instruments: Disclosures
- Amendments to MFRS 101, Presentation of Financial Statements

2. Adoption of new accounting policy

MFRS 11, Joint Arrangements

MFRS 11 replaces FRS 131 Interests in Joint Ventures and IC interpretation 113 Jointly-Controlled Entities-Non Monetary Contributions by Venturers for annual periods beginning on or after 1 January 2013. Therefore, the Group will be required to comply with the requirements of MFRS 11 with effect from the financial statements for the year ending 31 December 2013.

Pursuant to the previous accounting standard (FRS 131), the Group recognised its interests in joint ventures using equity method (the allowed alternative method).

Pursuant to the new accounting standard (MFRS 11), a joint arrangement can be either a joint operation or a joint venture. A joint operator recognises and measures its assets, liabilities, revenue and expenses in accordance with the terms of the arrangement. A joint venturer recognises its interest in a joint venture using the equity method, whereby an investment is initially recognised at cost and the carrying amount is increased or decreased by the joint venturer’s share of the profit and loss in the joint venture.

Some of the Group’s joint arrangements met the characteristics of a joint venture and therefore, the Group continue to recognise its interests in the joint venture using equity method. However, some of the Group’s joint arrangements met the characteristics of a joint operation and therefore, the Group recognises its share of each of the assets, liabilities, income and expenses in its consolidated financial statements. A change from equity method to proportionate consolidation would affect the Group's assets, liabilities, income and expenses but not the net profit or equity. This change would be applied retrospectively.

Amendments to MFRS 116, Property, Plant and Equipment

The Group has changed its accounting policy in relation to the recognition of property, plant and equipment following the adoption of the amendment to MFRS 116, Property, Plant and Equipment (Annual Improvements 2009 – 2011 Cycle). The amendment clarifies that spare parts are classified as property, plant and equipment rather than inventory when they meet the definition of property, plant and equipment. Previously, MFRS 116 indicated that spare parts should be classified as inventory, even if it was used for more than one period. Following the amendment, spare parts used for more than one period is classified as property, plant and equipment. The amendment to MFRS 116 was adopted by the Group retrospectively and the comparatives have been restated accordingly via reclassification from inventory to property, plant & equipment.

Amendments to MFRS 119, Employee Benefits

As a result of adopting MFRS 119 (2011), Employee Benefits, the Group has changed its accounting policy in respect of the basis for determining the income or expense relating to its post employment defined benefit plans.

The Group's and the Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation is performed at regular interval by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Group and the Company, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan. To calculate the present value of economic benefits, consideration is given to any applicable minimum funding requirements.

Remeasurements of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in other comprehensive income.

The Group determines the net interest expense or income on the net defined liability or asset for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then net defined benefit liability or asset, taking into account any changes in the net defined benefit liability or asset during the period as a result of contributions and benefit payments. Previously, the Group and the Company determined interest income on plan assets based on their long-term rate of expected return.

Net interest expense and other expenses relating to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The Group and the Company recognise gains and losses on the settlement of a defined benefit plan when the settlement occurs.

The change in accounting policy has been made retrospectively.

The following are the effects arising from the above changes in accounting policy:

For the financial year ended 31 December 2013

Group	Before Adoption RM'000	MFRS 11 RM'000	MFRS 116 RM'000	MFRS 119 RM'000	After Adoption RM'000
Statement of Comprehensive income					
Revenue	6,525,853	919,500	-	-	7,445,353
Cost of sales	(4,495,969)	(805,632)	-	-	(5,301,601)
Gross profit	2,029,884	113,868	-	-	2,143,752
Other Income	303,167	2,026	-	-	305,193
Other operating expenses	(429,843)	(21,644)	-	-	(451,487)
Finance cost	(1,159,184)	(717)	-	-	(1,159,901)
Share of result of jointly controlled entity	145,556	(93,533)	-	-	52,023
Profit before zakat and taxation	260,736	-	-	-	260,736
Tax expenses	193,602	-	-	-	193,602
Profit for the period	450,429	-	-	-	450,429
Profit attributable to:					
Owners of the Parent	228,657	-	-	-	228,657
Non-controlling interest	221,772	-	-	-	221,772

Group	Before Adoption RM'000	MFRS 11 RM'000	MFRS 116 RM'000	MFRS 119 RM'000	After Adoption RM'000
Statement of Financial Position					
Property, plant and equipment	18,857,037	26,465	210,204	-	19,093,706
Investment in jointly controlled entities	346,831	(75,022)	-	-	271,809
Non-current receivables	129,797	14,368	-	-	144,165
Deferred income tax assets	1,408,190	-	-	-	1,408,190
Inventories	703,090	848	(210,204)	-	493,734
Current receivables	1,989,485	407,031	-	-	2,396,516
Deposits, bank and cash balances	4,294,045	36,857	-	-	4,330,902
Reserves	6,913,351	-	-	-	6,913,351
Non-controlling interest	2,996,232	-	-	-	2,996,232
Provision for retirement benefits	78,679	-	-	-	78,679
Deferred income tax liabilities	3,289,442		-	-	3,289,442
Non-current payables	13,076	79,934	-	-	93,010
Current payables	1,626,882	330,613	-	-	1,957,495

For the financial year ended 31 December 2012

Group	As Previously reported RM'000	MFRS 11 RM'000	MFRS 116 RM'000	MFRS 119 RM'000	As Restated RM'000
Statement of Comprehensive income					
Revenue	8,296,662	902,550	-	-	9,199,212
Cost of sales	(5,859,140)	(806,393)	-	-	(6,665,533)
Gross profit	2,437,522	96,157	-	-	2,533,679
Other Income	338,857	1,399	-	-	340,256
Administrative expenses	(743,796)	-	-	(1,055)	(744,851)
Other operating expenses	(341,954)	(935)	-	-	(342,889)
Finance cost	(1,138,532)	(2,549)	-	-	(1,141,081)
Share of result of jointly controlled entity	115,599	(94,072)	-	-	21,527
Profit before zakat and taxation	1,809,360	-	-	(1,055)	1,808,305
Tax expenses	(258,321)	-	-	2,158	(256,163)
Profit for the period	1,545,688	-	-	1,103	1,546,791
Profit attributable to:					
Owners of the Parent	921,788	-	-	563	922,351
Non-controlling interest	623,900	-	-	540	624,440

Group	As Previously reported RM'000	MFRS 11 RM'000	MFRS 116 RM'000	MFRS 119 RM'000	As Restated RM'000
Statement of Financial Position					
Property, plant and equipment	16,533,465	30,304	215,296	-	16,779,064
Investment in jointly controlled entities	279,086	(15,870)	-	-	263,216
Deferred income tax assets	1,249,281	-	-	5,884	1,255,165
Inventories	722,290	929	(215,296)	-	507,923
Trade and other receivables	2,134,699	198,664	-	-	2,333,363
Deposits, bank and cash balances	6,161,698	22,941	-	-	6,184,639
Reserves	6,740,578	-	-	(16,096)	6,724,482
Non-controlling interest	3,184,984	-	-	541	3,185,525
Provision for retirement benefits	62,138	-	-	21,436	83,574
Deferred income tax liabilities	3,402,617	128	-	-	3,402,745
Non-current payables	13,866	82,050	-	-	95,916
Current payables	2,022,730	154,920	-	-	2,177,650
Income tax liabilities	51,666	(130)	-	-	51,536

For the financial year ended 31 December 2011

Group	As Previously reported RM'000	MFRS 11 RM'000	MFRS 116 RM'000	MFRS 119 RM'000	As Restated RM'000
Statement of Financial Position					
Property, plant and equipment	16,029,865	25,868	213,544	-	16,269,277
Investment in jointly controlled entities	246,249	(17,186)	-	-	229,063
Non-current receivables	3,305	758	-	-	4,063
Deferred income tax assets	1,249,281	-	-	3,726	1,192,636
Inventories	719,906	1,126	(213,544)	-	507,488
Current receivables	2,327,958	167,984	-	-	2,495,942
Deposits, bank and cash balances	4,579,556	36,802	-	-	4,616,358
Reserves	5,966,536	-	-	(5,363)	5,961,173
Non-controlling interest	3,299,047	-	-	1,814	3,300,861
Provision for retirement benefits	58,713	-	-	7,275	65,988
Non-current payables	18,303	83,718	-	-	102,021
Current payables	1,815,584	131,634	-	-	1,947,218

3. Audit qualification

The report of the auditors on the Group's financial statements for the financial year ended 31 December 2012 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

There was no unusual item affecting assets, liabilities, equity, net income or cash flows during the current quarter because of their nature, size and incidence except as disclosed in Note 17.

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 material issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter ended 31 December 2013.

8. Dividend paid

In respect of the financial year ended 31 December 2012, a final single-tier dividend of 4.5 sen per share on 3,045,058,552 ordinary shares amounting to RM137,027,635 was paid on 28 June 2013.

9. Segment Reporting

The Group's segmental report for the financial period ended 31 December 2013 is as follows:

	Ports & Logistics	Energy & Utilities			Engineering & Construction	Investment Holding, Corporate & Others	Total
		Gas	Energy	Utilities			
	RM mil	RM mil	RM mil	RM mil	RM mil	RM mil	RM mil
Revenue							
Total	1,526	105	4,717	118	1,123	36	7,625
Inter-segment	(14)	-	-	-	(166)	-	(180)
External	1,512	105	4,717	118	957	36	7,445
Results							
Profit /(loss) before zakat and taxation	265	85	94	3	130	(316)	261
Finance cost	110	-	840	-	1	209	1,160
Depreciation and amortisation	228	1	903	7	1	30	1,170
Earnings Before Interest, Tax, Depreciation and Amortisation	603	86	1,837	10	132	(77)	2,591

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

	Ports & Logistics	Energy & Utilities			Engineering & Construction	Investment Holding, Corporate & Others	Total
		Gas	Energy	Utilities			
	RM mil	RM mil	RM mil	RM mil	RM mil	RM mil	RM mil
Revenue							
Total	1,492	1,062	5,588	135	985	31	9,293
Inter-segment	(15)	-	-	-	(79)	-	(94)
External	1,477	1,062	5,588	135	906	31	9,199
Results							
Profit before zakat and taxation	286	1,141	705	(11)	59	(372)	1,808
Finance cost	128	-	797	-	2	214	1,141
Depreciation and amortisation	231	21	841	7	-	28	1,128
Earnings Before Interest, Tax, Depreciation and Amortisation	645	1,162	2,343	(4)	61	(130)	4,077

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 MFRS 116.

11. Material events subsequent to the end of current interim period

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

12. Changes in composition of the Group

There was no change in the composition of the Group during the current quarter except for the following:

i) On 1 November 2013, MMC Corporation Berhad ("MMC") had announced that MMC had on the same date acquired two (2) ordinary shares of RM1.00 each, representing the entire issued and paid-up share capital of MMC Ventures Sdn Bhd (748557-X) ("MMCV"), for a total cash consideration of RM2.00. MMCV, a company incorporated in Malaysia on 26 September 2006 with an authorized share capital of RM100,000 divided into 100,000 ordinary shares of RM1.00 each and an issued and paid-up share capital of RM2.00 divided into two (2) ordinary shares of RM1.00 each, is currently a dormant company. MMCV shall serve principally as an investment holding company.

ii) On 21 November 2013, MMC had announced that MMC Shapadu (Holdings) Sdn. Berhad ("MMCS"), an indirect 76% subsidiary of MMC had on the same date passed a special resolution to wind-up MMCS vide members' voluntary liquidation pursuant to Section 254(1)(b) of the Companies Act, 1965. The shareholders of MMCS namely Anglo-Oriental (Annuities) Sdn. Bhd. ("AOA") and Shapadu Corporation Sdn. Bhd ("Shapadu") which holds 76% and 24% respectively in MMCS had also approved the appointment of the liquidators of MMCS.

13. Changes in contingent liabilities or contingent assets

There was no change in contingent liabilities or contingent assets since the last audited financial statements for the financial year ended 31 December 2012 except for the following bank guarantees issued to third parties:

	31.12.13 RM mil	31.12.12 RM mil
Subsidiaries	453.3	483.5

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

14. Capital commitments

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

	12.12.13 RM mil	31.12.12 RM mil
Property, plant and equipment:		
Authorised and contracted for	2,774.0	5,583.4
Authorised but not contracted for	563.2	468.3
	3,337.2	6,051.7

15. Related party transactions

Significant transactions in addition to the related party transactions disclosed in the audited financial statements for the year ended 31 December 2012 are as follows:

	31.12.13 RM mil	31.12.12 RM mil
Associated companies		
- Interest income on unsecured subordinated loan notes	64.6	59.9

Additional information required by the Bursa Securities Listing Requirements

16. Review of performance

The Group's revenue for the twelve-month financial period ended 31 December 2013 was RM7,445.4 million compared with RM9,199.2 million in the corresponding period in 2012, representing a decrease of 19.1%. The decrease in the Group's revenue is mainly due to the deconsolidation of Gas Malaysia Berhad ("GMB") results post listing in June 2012 coupled with lower contribution from Malakoff.

Profit before zakat and taxation for the twelve-month financial period ended 31 December 2013 was RM260.7 million compared with RM1,808.3 million in the corresponding period in 2012, representing a decrease of 85.6%. The decrease was mainly due to the absence of gain on GMB listing amounting to RM1,011.5 million coupled with lower contribution from Malakoff.

<u>Energy & Utilities</u>

The Energy & Utilities segment's revenue for the twelve-month financial period ended 31 December 2013 was RM4,939.8 million compared with RM6,785.1 million for the corresponding period in 2012, representing a decrease of 27.2%. The decrease is mainly due to the absence of GMB's revenue which was deconsolidated post listing in June 2012. In addition, revenue also decreased due to lower coal price coupled with lower capacity income at Tanjung Bin power plant resulting from boiler tube leaks, the de-rating of its plants and major maintenance works at the Tanjung Bin power plant.

Profit before zakat and taxation for the twelve-month financial period ended 31 December 2013 was RM181.8 million compared with RM1,837.1 million in the corresponding period in 2012, representing a decrease of 90.1%.

Lower profits from the Energy & Utilities segment were mainly due to the absence of gain from listing of GMB amounting to RM1,011.5 million in June 2012 and lower shareholding in GMB along with lower capacity income and major maintenance works at the Tanjung Bin power plant.

Ports & Logistics

The Ports & Logistics segment's revenue for the twelve-month financial period ended 31 December 2013 was RM1,512.4 million compared with RM1,477.1 million in the corresponding period in 2012, representing an increase of 2.4% which was mainly contributed by rates revisions.

Profit before zakat and taxation for the twelve-month financial period ended 31 December 2013 was RM265.2 million compared with RM285.6 million in the corresponding period in 2012, representing a decrease of 7.1% due to maintenance works carried out at both ports but offset by lower interest cost following repayment of certain loans in the previous financial year.

Engineering & Construction

The Engineering and Construction segment's contribution arises predominantly from joint arrangements which are partly equity accounted for at the Group level.

The segment registered profit before zakat and taxation for the twelve-month financial period ended 31 December 2013 at RM129.8

million compared with RM59.0 million in the corresponding period in 2012.

The higher profit was mainly attributed to the higher contribution from the Klang Valley Mass Rapid Transit ("KVMRT") project and profit from the sales of IJM shares in Zelan but offset by provision made in relation to the award for the arbitration proceedings between Wayss & Freytag (Malaysia) Sdn Bhd and the MMC Engineering Group Berhad-Gamuda Berhad Joint coupled with lower profits from the Double Tracking project as the project approaches completion.

Investment Holding, Corporate & Others

Investment Holding, Corporate & Others segment's revenue for the twelve-month financial period ended 31 December 2013 was RM35.9 million compared with RM31.3 million in the corresponding period in 2012, representing an increase of 14.8%.

The loss before zakat and taxation for the twelve-month financial period ended 31 December 2013 was RM316.0 million compared with RM372.4 million in the corresponding period in 2012, representing an improvement of 15.1%. The improved performance was mainly due to absence of impairment following a reassessment of investment in the Jazan Economic City project in the previous year.

17. Variation of results against preceding quarter

The Group recorded a loss before zakat and taxation of RM79.3 million in the current quarter as compared to profit of RM168.5 million in the preceding quarter. The decline was mainly due to losses at the Tanjung Bin power plant which arose from boiler issues.

18. Current prospects for 2014

The Board expects the Group’s financial results for the current financial year to improve against the previous year.

MCB is expected to perform better as the ongoing rectification works at the Tanjung Bin Plant to solve the boiler issues is progressing smoothly and it is expected to achieve full capacity by the second half of 2014.

The Ports & Logistics segment will see higher volume in Pelabuhan Tanjung Pelepas (“PTP”) from the port expansion due to be completed in May 2014. The additional capacity to be managed by PTP will translate to stronger revenue and earnings for the financial year.

Earnings from the Engineering & Construction segment will continue to contribute positively via the KVMRT project. The project is gaining momentum as it enters into its third year of construction.

19. Profit before zakat and taxation

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

	Current Quarter Ended		Financial Period Ended	
	31.12.13 RM’000	31.12.12 RM’000	31.12.13 RM’000	31.12.12 RM’000
Interest income	(43,108)	(49,254)	(181,475)	(190,965)
Depreciation	188,198	174,596	733,196	716,024
Amortisation	109,894	104,197	436,532	411,509
Impairment of receivables	102,891	24,371	184,126	28,068
Write-back of impairment of receivables	-	(14,518)	(12,960)	(14,516)
Impairment loss on cost of investment in associate	119	462	119	2,456

Net unrealised foreign exchange (gain)/loss	21,611	141	(2,745)	3,737
Gain on disposal on:				
- subsidiary	-	-	-	(258,030)
- associate	-	-	-	(26,700)
- property, plant and equipment	(601)	(1,030)	(663)	(1,333)
- non-current asset	(1,445)	(3,709)	(1,473)	(3,530)
Fair value gain for investment in associate	-	-	-	(753,515)

20. Profit forecast or profit guarantee

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

21. Tax expense

	3 months ended 31.12.13	3 months ended 31.12.12	Cumulative 12 months ended 31.12.13	Cumulative 12 months ended 31.12.12
	RM mil	RM mil	RM mil	RM mil
Current tax expense				
- current	(32)	(75)	(77)	(254)
- prior year	-	(19)	-	(18)
Deferred tax expense				
- current	192	53	272	16
- prior year	(1)	(13)	(1)	-
	159	(54)	194	(256)

The Group’s effective tax rate for the financial period is lower than the statutory income tax rate in Malaysia mainly due to tax exemption received by a subsidiary in relation to single tier tax, reversal of over provision of tax in prior year and adjustment made in relation to reduction of the statutory tax rate from 2016 onwards.

The tax expenses for the current quarter is lower compared to the corresponding quarter in 2012 due to lower profits contributed by a subsidiary, tax exemption received by a subsidiary in relation to single tier tax, optimum use of interest expense in a subsidiary for tax purpose resulting from the subsidiary's internal restructuring exercise and adjustment made in relation to reduction in future tax rate.

22. Status of corporate proposals announced

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

23. Available for sale financial assets

Fair value of financial instruments

Fair values recognised in the statement of financial position are measured using the following fair value hierarchy:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted price included with level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derives from prices); and
- Level 3 – Inputs for the asset or liability that are not based on observable market data (that is, observable inputs).

A reconciliation from opening balances to fair value measurement on level 1 of the fair value hierarchy is as follows:

	31.12.13	31.12.12
	RM mil	RM mil
At 1 January	96.3	94.2
Net gains/(losses) transferred to equity	(0.9)	2.1
At 31.12.13/31.12.12	95.4	96.3
Less: Non-current portion	(6.9)	(7.7)
Current portion	88.5	88.6

24. Borrowings

	31.12.13	31.12.12
	RM mil	RM mil
Current		
- secured	1,534	2,925
- unsecured	687	449
	2,221	3,374
Non-current		
- secured	18,362	15,250
- unsecured	3,395	2,751
	21,757	18,001
Total borrowings	23,978	21,375

The currency exposure profile of borrowings for the Group are as follows:

Functional currency (RM)	31.12.13	31.12.12
	RM mil	RM mil
USD	325	267
AUD	1,938	-
RM	21,715	21,108
	23,978	21,375

25. Realised and unrealised profit/losses disclosure

The retained earnings as at 31 December 2013 is analysed as follows:

	As at 31.12.13 RM mil
Total retained earnings of the Company and its subsidiaries:	
- Realised	1,633.0
- Unrealised	678.6
	2,311.6
Total retained earnings from associated companies:	
- Realised	832.3
- Unrealised	(291.6)
	540.7
Total retained earnings from jointly controlled entities:	
- Realised	15.5
- Unrealised	(25.0)
	(9.5)
Total retained earnings before consolidation adjustment	2,842.8
Less: Consolidation adjustment	190.7
Total retained earnings as per consolidated financial statements	3,033.5

26. Changes in material litigation

a) Following the award in the arbitration ("Award") involving the MMC Engineering Group Berhad – Gamuda Berhad Joint Venture ("the JV") and Wayss & Freytag (Malaysia) Sdn Bhd, the JV's application to the High Court seeking to set aside the Award on determination of questions of law is fixed for hearing on 7 March 2014. Other applications in respect of the Award are fixed for case management on the same date.

b) On 28 November 2013, Logistic Air FCZ and Logistic Air, Inc., companies incorporated in the United Arab Emirates and United States respectively ("LA"), instituted legal proceedings against Senai Airport Terminal Services Sdn Bhd ("SATS"), MMC Corporation Berhad's wholly-owned subsidiary, claiming for inter alia damages of RM37.23 million and unspecified general damages, arising from alleged breaches of tenancy agreements and alleged unlawful detention of aircrafts, aircraft parts and aviation components. The matter is presently pending determination by the High Court.

The Directors are of the view, based on advice by the solicitors acting for SATS, that SATS has a good chance of defending the aforesaid claim by LA.

Save as disclosed above, there is 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 2012.

27. Dividend Payable

A decision on the declaration of the final dividend for the financial year ended 31 December 2013 has yet to be made.

28. Earnings per ordinary share

Basic/diluted Earnings Per Ordinary Share

	3 months ended 31.12.13	3 months ended 31.12.12	Cumulative 12 months ended 31.12.13	Cumulative 12 months ended 31.12.12
Profit for the period attributable to owners of the Parent (RM mil)	41	80	229	922
Weighted average number of ordinary shares in issue ('mil)	3,045.1	3,045.1	3,045.1	3,045.1
Basic earnings per ordinary share (sen)	1.3	2.6	7.5	30.3
Diluted earnings per ordinary share (sen)	1.3	2.6	7.5	30.3

29. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution by the Directors as of 26 February 2014.

By Order of the Board
Ahmad Aznan Mohd Nawawi (L.S. No.0009371)
Sazlin Ayesha Abdul Samat (L.S. No.0008112)
Secretaries
Kuala Lumpur
27 February 2014