



**MALAYSIAN AIRLINE SYSTEM BERHAD**  
**(COMPANY NO.: 10601-W)**  
**(INCORPORATED IN MALAYSIA)**  
**QUARTERLY REPORT ON THE FOURTH QUARTER ENDED 31 MARCH 2005**

**ANNOUNCEMENT**

The Board of Directors of Malaysian Airline System Berhad ("MAS" or "the Company") is pleased to announce the following unaudited consolidated results for the fourth quarter ended 31 March 2005 and should be read in conjunction with the audited annual financial statements for the year ended 31 March 2004.

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	Quarter ended 31/3/2005 RM '000	Quarter ended 31/3/2004 RM '000	Year ended 31/3/2005 RM '000	Year ended 31/3/2004 RM '000
Operating revenue	2,927,058	2,426,886	10,950,882	8,587,826
Operating expenses	(3,022,207)	(2,302,362)	(11,046,627)	(8,585,241)
Other income	186,240	47,215	413,427	192,994
Profit from operations	91,091	171,739	317,682	195,579
Finance costs	(87)	(961)	(137)	(5,916)
Gain/(loss) on sale of aircraft and engines	25,752 *	(3,331)	25,752 *	56,751
Gain on Sale of Investment	-	-	-	91,476
Share of profits from associated companies	5,844	3,821	21,156	7,275
Profit before taxation	122,600	171,268	364,453	345,165
Taxation	(12,684)	123,347	(35,707)	117,543
Profit after tax	109,916	294,615	328,746	462,708
Minority interest	(743)	(109)	(2,667)	(1,565)
<b>Net profit after tax</b>	<b>109,173</b>	<b>294,506</b>	<b>326,079</b>	<b>461,143</b>
<b>Earnings per share</b>				
Basic (sen)	8.71	23.50	26.02	36.80

\* Please refer to Part B, Note 1 for further details.

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS**

	As at 31/3/2005 RM '000	As at 31/03/2004 RM '000
Fixed assets	2,054,455	1,661,974
Investment in associated companies	46,845	35,629
Long term investments	147,831	125,996
Amount owing by fellow subsidiary	395,819	441,888
Deferred tax assets	103,219	126,232
<b><u>Current assets</u></b>		
Inventories	446,038	369,419
Trade receivables	1,131,824	999,827
Other receivables	428,670	395,781
Amount owing by holding company	445,483	268,037
Cash and bank balances	2,194,578	2,190,893
	<b>4,646,593</b>	<b>4,223,957</b>
<b><u>Current liabilities</u></b>		
Trade payables	1,968,436	1,404,423
Other payables	585,138	995,512
Provision for taxation	23,042	24,674
Sales in advance of carriage	1,487,752	1,153,723
	<b>4,064,368</b>	<b>3,578,332</b>
Net current assets	582,225	645,625
	<b>3,330,394</b>	<b>3,037,344</b>
Shareholders' funds	<b>3,318,732</b>	<b>3,023,984</b>
Share capital - ordinary shares	1,253,244	1,253,244
Reserves		
Share premium	3,301,164	3,301,164
General reserve	501,530	501,530
Accumulated losses	(1,737,206)	(2,031,954)
Minority interests	10,706	12,098
<b><u>Long term liabilities</u></b>		
Deferred tax liabilities	956	1,262
	<b>3,330,394</b>	<b>3,037,344</b>

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**

	Year ended 31/3/2005 RM '000	Year ended 31/3/2004 RM '000
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>		
<b>Profit before taxation</b>	<b>364,453</b>	<b>345,165</b>
Adjustments for :-		
Share of results in associated companies	(21,156)	(7,275)
Depreciation of property and equipment	245,273	214,258
Gain on sale of aircraft, property and equipment	(29,930)	(58,472)
Gain on partial sale of subsidiary	-	(91,476)
(Gain)/loss on sale of investments, net	(18)	684
Gain on liquidation of investments	-	(25,358)
(Writeback)/provision for doubtful debts, net	(17,680)	1,564
Unrealised foreign exchange losses	41	1,153
Aircraft spares, property and equipment written off	11,548	36,938
Writeback of unavailed credits on sales in advance of carriage	(247,492)	(236,746)
Writeback of impairment losses recognised on other investments, net	(45,481)	(3,200)
Dividend income	(1,450)	(424)
Interest income	(70,445)	(58,874)
Interest expense	137	5,916
	<b>187,800</b>	<b>123,853</b>
<b>Operating profit before working capital changes</b>		
Increase in consumable spares and stores	(76,619)	(9,743)
(Increase)/Decrease in receivables	(95,837)	28,536
(Increase)/Decrease in amount owing by holding company	(151,694)	327,898
Increase in payables	148,150	323,178
Increase in sales in advance of carriage	581,521	379,667
	<b>593,321</b>	<b>1,173,389</b>
<b>Cash generated from operating activities</b>		
Interest paid	(111)	(3,078)
Taxes paid	(12,629)	(18,856)
	<b>580,581</b>	<b>1,151,455</b>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>		
Proceeds from sale of other investments	29,891	20,303
Purchase of aircraft, property and equipment	(678,788)	(283,090)
Proceeds from liquidation of investments	-	25,358
Proceeds from partial disposal of subsidiary company	-	140,662
Proceeds on sale of aircraft, property and equipment	33,664	145,348
Interest received	67,565	55,008
Dividend received	7,082	4,213
Purchase of other investments	(4,000)	-
Proceeds from disposal of associated company	79	-
	<b>(544,507)</b>	<b>107,802</b>
<b>Net cash (used in)/generated from investing activities</b>		
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>		
Dividend paid to minority shareholders in a subsidiary	(1,058)	(550)
Dividend paid to shareholders of the Company	(31,331)	-
	<b>(32,389)</b>	<b>(550)</b>
<b>Net cash used in financing activities</b>		
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>3,685</b>	<b>1,258,707</b>
<b>CASH AND CASH EQUIVALENTS AS AT 1 APRIL</b>	<b>2,190,893</b>	<b>932,186</b>
<b>CASH AND CASH EQUIVALENTS AS AT 31 MARCH</b>	<b>2,194,578</b>	<b>2,190,893</b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2005**

	Share capital RM '000	Non-distributable share premium RM '000	General reserves RM '000	Distributable retained profits/ (accumulated losses) RM '000	Total reserves RM '000	Total RM '000
At 01 April 2004	1,253,244	3,301,164	501,530	(2,031,954)	1,770,740	3,023,984
Net profit for the year	-	-	-	326,079	326,079	326,079
Dividend paid for year ended 31 March 2004	-	-	-	(31,331)	(31,331)	(31,331)
<b>At 31 March 2005</b>	<b>1,253,244</b>	<b>3,301,164</b>	<b>501,530</b>	<b>(1,737,206)</b>	<b>2,065,488</b>	<b>3,318,732</b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2004**

	Share capital RM '000	Non-distributable share premium RM '000	General reserves RM '000	Distributable retained profits/ (accumulated losses) RM '000	Total reserves RM '000	Total RM '000
At 01 April 2003	1,253,244	3,301,164	501,530	(2,493,097)	1,309,597	2,562,841
Net profit for the year	-	-	-	461,143	461,143	461,143
<b>At 31 March 2004</b>	<b>1,253,244</b>	<b>3,301,164</b>	<b>501,530</b>	<b>(2,031,954)</b>	<b>1,770,740</b>	<b>3,023,984</b>

## **PART A - EXPLANATORY NOTES PURSUANT TO MASB 26, PARAGRAPH 16**

### **1. ACCOUNTING POLICIES**

The quarterly condensed financial report has been prepared in accordance with:

- (i) The requirement of the Malaysian Accounting Standards Board ("MASB") Standard 26 - Interim Financial Reporting; and
- (ii) Paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad

and should be read in conjunction with the Group's financial statements for the financial year ended 31 March 2004

The accounting policies and presentation adopted for the quarterly condensed financial report are consistent with those adopted for the annual financial statements for the financial year ended 31 March 2004.

### **2. QUALIFICATION OF PRECEDING AUDITED ANNUAL FINANCIAL STATEMENTS**

There was no qualification of the Group's Audited Annual Financial Statements for the year ended 31 March 2004.

### **3. SEASONALITY OR CYCLICAL NATURE OF OPERATIONS**

The Group is principally engaged in the business of air transportation and provision of related services. The demand for the Group's services is generally influenced by the growth performance of the Malaysian economy and the economies of the countries in which the Group operates as well as seasonal factors, health and security concerns.

### **4. UNUSUAL ITEMS**

There were no unusual items for the year ended 31 March 2005.

### **5. MATERIAL CHANGES IN ESTIMATES OF AMOUNTS REPORTED**

There were no material changes in estimates of amounts reported in the prior interim period or prior financial year.

### **6. SIGNIFICANT EVENT**

On 4 October 2004, the Company entered into a termination agreement with Asset Global Network Sdn. Bhd. (AGN) to terminate the conditional reimbursement agreement dated 26 March 2003 for the reimbursement of Subang Complex A buildings. The deposit of RM1.0 million was refunded by the Company and AGN was also reimbursed RM580,000 for the cost incurred.

The Board of Directors have approved on 02 February 2005 that the financial year end of MAS after 31 March 2005, be changed to 31 December effective 2005, for purpose of consolidation with the ultimate holding company, Khazanah Nasional Berhad, and to comply with Section 168(1) of the Companies Act 1965.

**PART A - EXPLANATORY NOTES PURSUANT TO MASB 26, PARAGRAPH 16  
(CONTINUED)**

**7. ISSUANCE, CANCELLATION, REPURCHASE, RESALE AND REPAYMENTS OF DEBTS AND EQUITY SECURITIES**

There were no issuance, cancellation, resale or repayment of debt or equity securities for the year ended 31 March 2005.

**8. DIVIDEND PAID**

A final tax-exempt dividend of 2.5 sen per share, amounting to RM31.3 million, in respect of the financial year ended 31 March 2004 was paid on 12 October 2004.

**9. SEGMENTAL INFORMATION**

BY BUSINESS ACTIVITIES	Quarter ended 31/3/2005		Year ended 31/3/2005	
	Operating revenue RM '000	Operating profit/(loss) RM '000	Operating revenue RM '000	Operating profit/(loss) RM '000
Airline operation	2,497,250	67,462	9,149,780	230,974
Cargo services	627,706	25,587	2,580,213	95,827
Catering services	4,849	949	17,769	5,224
Others	23,431	(565)	76,843	(3,403)
	3,153,236	93,433	11,824,605	328,622
Eliminations	(226,178)	(2,342)	(873,723)	(10,940)
<b>Total</b>	<b>2,927,058</b>	<b>91,091</b>	<b>10,950,882</b>	<b>317,682</b>

**10. VALUATION OF ASSETS**

There was no valuation of property and equipment for the year ended 31 March 2005.

**11. SUBSEQUENT EVENTS**

There were no material events subsequent to 31 March 2005.

**12. CHANGES IN THE COMPOSITION OF THE COMPANY/GROUP**

There was no change in the composition of the Group for the year ended 31 March 2005.

**PART A - EXPLANATORY NOTES PURSUANT TO MASB 26, PARAGRAPH 16  
(CONTINUED)**

**13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

(i) Contingent liabilities

(a) Related to Penerbangan Malaysia Berhad ("PMB")

MAS continues to be the named lessee or borrower of finance leases and term loans which have been unbundled to PMB, a company wholly owned by Khazanah Nasional Berhad. As such, the outstanding balance of the borrowings assumed by PMB is included within the Group's contingent liabilities.

	<u>23/5/05</u> <u>RM '000</u>
1. Secured / Unsecured	
Loan	
- Secured	788,507
- Unsecured	141,419
Finance leases (secured)	<u>1,877,627</u>
	<u><u>2,807,553</u></u>
2. Tenure	
Loans due within one year	790,311
Loans due after one year	<u>2,017,242</u>
	<u><u>2,807,553</u></u>
3. Loans by currencies in Ringgit Malaysia	
US Dollars	2,602,040
French Franc	141,419
British Pounds	<u>64,094</u>
	<u><u>2,807,553</u></u>
(b) Others	
Corporate guarantee given to third party	5,503
Bank guarantee given to third party	123,419
Performance bonds given to third party	<u>640</u>
	<u><u>129,562</u></u>

(ii) Contingent assets

The Company has the right to receive from PMB 80% of the profit arising from the eventual realisation of certain aircraft assets unbundled to PMB under the Agreement for Aircraft and Finance Agreements Unbundling. The profit will be computed based on the excess of the value realised over the decayed cost of the aircraft. The rate of decay for each aircraft at future dates is stipulated by the WAU Agreement. Based on the published industry price data, MAS's share of the profit on disposal if the applicable aircraft were to be disposed as at 31 March 2005 is RM747.5 million.

**PART A - EXPLANATORY NOTES PURSUANT TO MASB 26, PARAGRAPH 16  
(CONTINUED)**

**14. SIGNIFICANT RELATED PARTY DISCLOSURES**

	Quarter ended 31/3/2005 RM '000	Year ended 31/3/2005 RM '000
Catering services paid to Evergreen Sky Catering Corporation	2,163	9,048
Catering services paid to Miascor Catering Services Corporation	303	1,207
Catering services paid to associated company, Taj Madras Flight Kitchen Private Limited	903	2,196
Catering services paid to associated company, LSG Sky Chefs-Brahim's Sdn. Bhd.	78,180	264,852
Computer reservation system access fee paid to Abacus International Holding Ltd.	17,141	58,491
Engine maintenance services rendered by associated company, GE Engine Services (M) Sdn. Bhd.	20,176	399,236
Purchase of aircraft, property and equipment from GE Engine Services (M) Sdn. Bhd.	93,224	93,224
Line maintenance and aircraft interior cleaning services paid to associated company, Pan Asia Pacific Aviation Services Ltd.	1,232	5,545
Aircraft component repair services paid to associated company, Hamilton Sundstrand Customer Support Centre (M) Sdn. Bhd.	5,207	13,816
Aircraft power plant unit overhaul services paid to associated company, Honeywell Aerospace Services (M) Sdn. Bhd.	1,427	6,856
Hire of aircraft paid to holding company, Penerbangan Malaysia Bhd	112,776	359,970
Aircraft lease rental paid to Aircraft Business Malaysia Sdn. Bhd.	62,204	238,178
Rental of premises paid to Asset Global Network Sdn. Bhd.	17,854	71,410
Rental of premises and services rendered to associated company, GE Engine Services (M) Sdn. Bhd.	(3,773)	(15,092)
Shared services billed to LSG Sky Chefs-Brahim's Sdn. Bhd.	(12,887)	(47,791)

**15. SIGNIFICANT RELATED PARTY BALANCES**

	As at 31/03/2005 RM '000	As at 31/03/2004 RM '000
Amount owing by related party	6,393	3,642
Amount owing by associated company	2,644	-
Amount owing by fellow subsidiary		
- due within one year	43,168	38,085
- due after one year	395,819	441,888
Amount owing to associated company	31,096	76,697



**PART B - EXPLANATORY NOTES PURSUANT TO BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS UNDER PART A OF APPENDIX 9B**

**1. REVIEW OF PERFORMANCE**

The Group achieved an operating profit of RM91.1 million for the fourth quarter ended 31 March 2005 compared to an operating profit of RM171.7 million for the same quarter last year. The net profit after tax was RM109.2 million compared to the net profit after tax of RM294.5 million in the same quarter last year.

Included in the fourth quarter is the Group's share of gain on disposal of two B747-200 freighter aircraft by the holding company, Penerbangan Malaysia Berhad (PMB) amounting to approximately RM25.8 million. In accordance with the Agreement for Aircraft and Finance Agreements Unbundling entered into with PMB, the Group is entitled to a 80% share of the gain on disposal of certain aircraft unbundled to PMB.

**2. COMPARISON WITH PRECEDING QUARTER'S RESULTS**

Operating revenue for the quarter rose to RM2,927.1 million from RM2,906.0 million in the preceding quarter. The Group achieved a net profit after tax of RM109.2 million compared to RM57.6 million in the preceding quarter. The increase in net profit after tax is mainly due to the writeback of impairment losses on investment in Redeemable Preference Shares A of LSG Sky Chefs-Brahim's Sdn. Bhd. amounting to approximately RM47.7 million (third quarter: Nil).

**3. CURRENT YEAR PROSPECTS**

According to International Air Transport Association, traffic demand is expected to remain buoyant in Asia Pacific. The forecast growth is above 6% for 2005 despite slightly lower economic growth and capacity expansion. Pacific Association of Travel Agents has forecast an even higher visitor arrivals in Asia Pacific averaging 10.6% per annum to 2007.

Competition, however, will remain strong as airlines continue to inject additional capacity with delivery of new aircraft and more low cost carriers poised to be launched this year in this region. New traffic rights granted by China and India to United Kingdom, Europe, Canada and United States will result in greater capacity and frequencies being redirected by European and North American carriers to Asia.

For MAS, the next quarter is usually a low season. The MAS Travel Fair held in February 2005 will assist to improve the load factors in the next quarter. The on-going upgrading of the First and Business Class cabins of the B744 and B777 fleet, the re-branding of the front end experience coupled with the new advertising campaign will help to strengthen MAS competitive position this year.

With regard to the network, China, India and ASEAN will be the focused markets of our capacity growth in 2005 as up to 5 additional long ranged narrow body aircraft are planned to be leased in the last quarter of 2005.

Slower demand for cargo space and increase in available capacity in the market will result in pressure on yields.

The uncertainty of US currency, instability in Middle East, higher interest rates, slower economic growth in Asia Pacific, high fuel prices and strong demand for technical crews and engineers are the key concerns of the airline industry presently.

**PART B - EXPLANATORY NOTES PURSUANT TO BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS UNDER PART A OF APPENDIX 9B (CONTINUED)**

**4. TAXATION**

Taxation charge for the group comprised the following: -

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended 31/3/2005 RM '000	Quarter ended 31/3/2004 RM '000	Year ended 31/3/2005 RM '000	Year ended 31/3/2004 RM '000
Current period				
- Malaysian	490	(253)	2,922	800
- Foreign	5,354	3,694	9,045	7,171
	5,844	3,441	11,967	7,971
(Over)/under provision in prior period	(969)	425	(969)	425
Deferred tax	7,305	(127,311)	22,707	(127,311)
Share of associated companies' taxation	504	98	2,002	1,372
<b>Total</b>	<b>12,684</b>	<b>(123,347)</b>	<b>35,707</b>	<b>(117,543)</b>

The Group provided Malaysian taxation for its subsidiaries. There is no provision for Malaysian taxation for the Company as the Company has been granted an extension of the tax exemption status up to financial year ended 31 March 2005 by the Ministry of Finance on its chargeable income in respect of all sources of income vide the Income Tax (Exemption) (No. 25) Order 2001. In the current quarter, certain subsidiaries utilised its deferred tax asset or recognised its deferred tax liabilities amounting to net of RM7.3 million.

**5. PROFIT ON SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES**

- (a) The Redeemable Preference Shares (RPS) A of LSG Sky Chefs-Brahim's Sdn. Bhd. were redeemed at cost for a total of RM11.39 million on the following dates:

Date	No. of RPS	Amount Redeemed RM'000
1 June 2004	10,200	2,451
1 September 2004	10,200	2,451
1 December 2004	13,500	3,244
28 February 2005	13,500	3,244
		11,390

- (b) On 15 June 2004 and 15 December 2004, the Company sold US Government Treasury Strip amounting to USD2.4 million and USD2.3 million respectively under a defeasance arrangement for its fixed rate debt payment.
- (c) On 29 September 2004 and on 23 February 2005, the Company recorded a gain of RM1.1 million and RM1.9 million from the sale of a freehold property in Melbourne and two leasehold properties in Medan respectively.

**PART B - EXPLANATORY NOTES PURSUANT TO BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS UNDER PART A OF APPENDIX 9B (CONTINUED)**

**6. PURCHASE OR DISPOSAL OF QUOTED SECURITIES**

(a) Total purchases and disposals of quoted securities are as follows:-

	Quarter ended 31/3/2005 RM '000	Year ended 31/3/2005 RM '000
Total purchases	-	-
Total disposals	-	32
Profit on disposal	-	74

(b) As at 31 March 2005, the Group has the following quoted securities: -

	In Malaysia RM '000	Outside Malaysia RM '000
At cost	-	1,377
At carrying value	-	1,377
At market value	-	30,946

**7. CORPORATE PROPOSALS**

On 4 October 2004, the Company entered into a termination agreement with Asset Global Network Sdn. Bhd. to terminate the conditional reimbursement agreement for the reimbursement of Subang Complex A buildings.

**8. GROUP BORROWINGS AND DEBT SECURITIES**

The Group as at 31 March 2005 has lease obligation amounting to RM1,514.9 million (31 March 2004: RM1,723.0 million) which are covered by funds placed with and payments made to finance institutions at the inception date of the respective lease arrangements under defeasance arrangements. The defeased lease obligations, together with the related funds placements and payments, are therefore not included in these financial statements.

**9. FINANCIAL INSTRUMENTS**

(a) As at 23 May 2005, the Group has entered into various fuel hedging transactions to cover from 1 April 2005 to 30 September 2007 in lots totalling 10,660,000 barrels.

The fuel hedging exercise is closely monitored and various hedging instruments are strategically applied to mitigate any price volatility or spike as Jet Kerosene is an international commodity and is subject to the vagaries of the market due to geographical events, economic situation, weather conditions, etc.

The accounting policy adopted is to charge related expenses as fuel cost in the financial statements upon the expiry of fuel hedging contracts.

The estimated impact from the fuel hedging contracts when marked to market is favourable.

(b) As at 23 May 2005, the Group has entered into various interest rate forward contracts transactions to cover from 1 April 2005 to 30 May 2014 amounting to RM1,539,000,000.

The accounting policy adopted is to charge related expenses as lease rental payment in the financial statements.

The fixed interest rates relating to interest rate forward contracts at 23 May 2005 vary from 4.5% to 5.0% per annum.

**PART B - EXPLANATORY NOTES PURSUANT TO BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS UNDER PART A OF APPENDIX 9B (CONTINUED)**

**10. MATERIAL LITIGATIONS**

**Vantage Aviation Services Ltd. vs Malaysian Airline System Berhad  
Shahjalal Aviation Systems Ltd. vs Malaysian Airline System Berhad**

These cases are still pending. The Directors are of the view that the above cases filed against the Company are without merit.

**Advent Group Management Sdn Bhd vs Malaysian Airline System Berhad**

A writ of summons and statement of claim was served on MAS on 2 July 2004 as the fourth defendant in the Kuala Lumpur High Court by the plaintiff, Advent Group Management Sdn. Bhd. The Directors are of the view that the above case filed against the Company is without merit.

**Arbitration Proceedings by ACL Advanced Cargo Logistic GmbH (ACL) vs Malaysian Airline System Berhad**

On 16 September 2004, the Company received notice that ACL had initiated proceedings against the Company at the ICC International Court of Arbitration in Paris, France seeking a claim for breach of cargo handling services agreement. The Company is contesting the claim.

**11. DIVIDENDS**

(a) Final dividend

A final tax exempt dividend of 2.5 sen per share, amounting to RM31.3 million, in respect of the financial year ended 31 March 2004 was paid on 12 October 2004.

(b) The Board of Directors recommends a final dividend of 2.5 sen tax exempt (2004: 2.5 sen tax exempt) for shareholders' approval at the forthcoming Annual General Meeting.

**12. EARNINGS PER SHARE**

(a) The basic earnings per share for the current quarter is calculated by dividing the net profit of RM109.2 million (2004: RM294.5 million) by 1,253,243,866 (2004: 1,253,243,866).

(b) Diluted earnings per share is not presented in the financial statements as there are no dilutive potential ordinary shares outstanding as at 31 March 2005.

**13. AUTHORISATION FOR ISSUE**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Board on 30 May 2005.

By Order of the Board

Rizani bin Hassan (LS 05125)  
Company Secretary

Kuala Lumpur  
30 May 2005

### SUMMARY OF KEY FINANCIAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended 31/3/2005 RM '000	Quarter ended 31/3/2004 RM '000	Year ended 31/3/2005 RM '000	Year ended 31/3/2004 RM '000
1. Total Revenue	3,113,298	2,474,101	11,364,309	8,780,820
2. Profit before tax	122,600	171,268	364,453	345,165
3. Profit after tax & minority interest	109,173	294,506	326,079	461,143
4. Net profit for the period	109,173	294,506	326,079	461,143
5. Basic earnings per share (sen)	8.71	23.50	26.02	36.80
6. Dividend per share (sen)	-	-	2.5*	2.5
7. Net tangible assets per share (RM)	2.66	2.41	2.66	2.41

\* Recommended

### ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended 31/3/2005 RM '000	Quarter ended 31/3/2004 RM '000	Year ended 31/3/2005 RM '000	Year ended 31/3/2004 RM '000
1. Profit from operations	91,091	171,739	317,682	195,579
2. Gross interest income	17,403	16,778	70,445	58,874
3. Gross interest (expense)/adjustments	(87)	(961)	(137)	(5,916)