

QUARTERLY REPORT

This is a quarterly report on consolidated results for the period ended 30 June 2009
The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 30 JUNE 2009

	INDIVIDUAL QUARTER		CUMULATIVE	
	CURRENT YEAR QUARTER 30 JUNE 2009 RM '000	PRECEDING YEAR CORRESPONDING QUARTER 30 JUNE 2008 RM '000	CURRENT YEAR TO DATE 30 JUNE 2009 RM '000	PRECEDING YEAR TO DATE 30 JUNE 2008 RM '000
Revenue	3,893,434	3,649,297	3,893,434	3,649,297
Other operating income	<u>94,546</u>	<u>95,416</u>	<u>94,546</u>	<u>95,416</u>
Operating profit	354,711	659,469	354,711	659,469
Loss on disposal of ships	(8,489)	-	(8,489)	-
Finance cost	(88,276)	(99,262)	(88,276)	(99,262)
Share of profit of associates	9	409	9	409
Share of profit/(loss) of jointly controlled entities	15,543	(1,243)	15,543	(1,243)
Profit before tax	<u>273,498</u>	<u>559,373</u>	<u>273,498</u>	<u>559,373</u>
Taxation	<u>(2,090)</u>	<u>(9,862)</u>	<u>(2,090)</u>	<u>(9,862)</u>
Profit after tax	<u>271,408</u>	<u>549,511</u>	<u>271,408</u>	<u>549,511</u>
Attributable to:				
Shareholders of the parent	233,449	522,858	233,449	522,858
Minority interests	<u>37,959</u>	<u>26,653</u>	<u>37,959</u>	<u>26,653</u>
	<u>271,408</u>	<u>549,511</u>	<u>271,408</u>	<u>549,511</u>
Earnings per share attributable to shareholders of the parent : -				
(i) Basic (based on 3,719,827,586 ordinary shares) (sen)	6.3	14.1	6.3	14.1
(ii) Diluted (based on 3,719,827,586 ordinary shares) (sen)	6.3	14.1	6.3	14.1

CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2009

	AS AT END OF CURRENT QUARTER 30 JUNE 2009 RM '000	AS AT PRECEDING FINANCIAL YEAR END 31 MARCH 2009 RM '000
Ships	26,021,952	25,843,161
Property, Plant and Equipment	1,563,664	1,430,046
Prepaid Land & Building Lease Payments	110,503	111,640
Investments in Associates	3,209	3,320
Investments in Jointly Controlled Entities	324,015	311,754
Other non-current financial assets	502,829	645,684
Intangible Assets	997,334	1,023,532
Deferred Tax Asset	3,670	4,133
	<u>29,527,176</u>	<u>29,373,270</u>
Current Assets		
<i>Inventories</i>	656,580	441,627
<i>Trade & Other Receivables</i>	2,787,683	2,844,201
<i>Cash</i>	3,996,302	3,725,436
<i>Amounts due from Group Companies</i>	122,731	313,201
<i>Amounts due from Associates</i>	3,076	4,638
<i>Amounts due from Jointly Controlled Entities</i>	51,514	54,541
<i>Assets held for sale</i>	153	153
	<u>7,618,039</u>	<u>7,383,797</u>
Current Liabilities		
<i>Short Term Borrowings</i>	2,978,586	3,104,324
<i>Trade & Other Payables</i>	4,404,528	3,380,041
<i>Provision for Taxation</i>	41,249	52,621
<i>Amounts due to Group Companies</i>	47,224	42,998
<i>Amounts due to Associates</i>	2,729	4,821
<i>Amounts due to Jointly Controlled Entities</i>	3,798	1,210
	<u>7,478,114</u>	<u>6,586,015</u>
Net Current Assets	<u>139,925</u>	<u>797,782</u>
	<u>29,667,101</u>	<u>30,171,052</u>
Shareholders' Funds		
Shareholders of parent		
Share Capital	3,719,828	3,719,828
Reserves		
<i>Revaluation Reserve</i>	1,381	1,381
<i>Other Reserves</i>	1,673,633	2,206,538
<i>Statutory Reserve</i>	1,242	1,242
<i>Retained Profits</i>	15,257,622	15,024,173
	<u>20,653,706</u>	<u>20,953,162</u>
Minority interests	417,482	341,079
Total equity	<u>21,071,188</u>	<u>21,294,241</u>
Non-Current Liabilities		
<i>Long Term Borrowings</i>	8,450,878	8,747,646
<i>Deferred Taxation</i>	24,648	22,903
<i>Derivatives Liabilities</i>	120,387	106,262
	<u>29,667,101</u>	<u>30,171,052</u>

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2009)



CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 JUNE 2009

	CUMULATIVE	
	CURRENT YEAR TO DATE 30 JUNE 2009 RM '000	PRECEDING YEAR TO DATE 30 JUNE 2008 RM '000
Cash Flow from Operating Activities	1,770,643	1,305,862
Cash Flow from Investing Activities	(1,342,072)	(984,282)
Cash Flow from Financing Activities	(91,661)	(195,101)
Net Change in Cash & Cash Equivalents	<u>336,910</u>	<u>126,479</u>
Cash & Cash Equivalents at the beginning of the year	3,725,436	1,964,361
Currency translation difference	(66,044)	33,120
Cash & Cash Equivalent at the end of the period	<u><u>3,996,302</u></u>	<u><u>2,123,960</u></u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2009)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2009

	Share Capital* Ordinary shares RM '000	Non-distributable Other reserves RM '000	Distributable Retained profits RM '000	Total RM '000	Minority interest RM '000	Total equity RM '000
3 MONTHS ENDED 30 JUNE 2009						
At 1 April 2009	3,719,828	2,209,161	15,024,173	20,953,162	341,079	21,294,241
	3,719,828	2,209,161	15,024,173	20,953,162	341,079	21,294,241
Currency translation differences	-	(505,942)	-	(505,942)	(10,548)	(516,490)
Long term investments:						
Fair value loss	-	(1,994)	-	(1,994)	-	(1,994)
Cash flow hedge:						
Fair value (loss)/gain	-	(24,969)	-	(24,969)	10,845	(14,124)
Net (loss) / gain not recognised in income statement	-	(532,905)	-	(532,905)	297	(532,608)
Acquisition of a subsidiary	-	-	-	-	61,261	61,261
Dividend	-	-	-	-	(23,114)	(23,114)
Profit for the year	-	-	233,449	233,449	37,959	271,408
At 30 June 2009	3,719,828	1,676,256	15,257,622	20,653,706	417,482	21,071,188
3 MONTHS ENDED 30 JUNE 2008						
At 1 April 2008	3,719,828	(224,391)	14,958,961	18,454,398	274,061	18,728,459
Prior year adjustments						
- effects of adopting FRS 139	-	-	17,154	17,154	-	17,154
At 1 April 2008 (restated)	3,719,828	(224,391)	14,976,115	18,471,552	274,061	18,745,613
Currency translation differences	-	361,249	-	361,249	1,551	362,800
Long term investments:						
Fair value gains	-	136,786	-	136,786	-	136,786
Cash flow hedge:						
Fair value loss	-	(39,203)	-	(39,203)	-	(39,203)
Net gain not recognised in income statement	-	458,832	-	458,832	1,551	460,383
Profit for the year	-	-	522,858	522,858	26,653	549,511
At 30 June 2008	3,719,828	234,441	15,498,973	19,453,242	302,265	19,755,507

* Included in share capital is one preference share of RM1.



NOTES TO THE CONDENSED FINANCIAL REPORT

The figures have not been audited.

A1. ACCOUNTING POLICIES

The interim financial statements have been prepared under the historical cost convention except for the derivatives financial instruments and available-for-sale financial assets that have been measured at fair value.

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 ("BMSB").

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2009. The 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 year ended 31 March 2009.

A2. CHANGES IN ACCOUNTING POLICIES

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2009 except for the adoption of FRS 8: Operating Segments, effective 1 April 2009. The FRS requires identification of operating segments on the basis of internal reports that are regularly reviewed by the Management. The application of FRS 8 did not result in any significant impact on the financial results and financial position of the Group.

A3. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

There was no qualified audit report issued by the auditors in the annual financial statements for the year ended 31 March 2009.

A4. SEASONALITY OR CYCLICALITY OF OPERATIONS

The businesses of the Group are subject to market fluctuations.

A5. EXCEPTIONAL ITEMS

There were no exceptional items during the quarter ended 30 June 2009.

A6. CHANGES IN ESTIMATES

There were no changes in estimates of amounts reported in prior quarters of the current financial year or changes in estimates of amounts reported in prior financial years that have a material effect in the current quarter.

A7. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

During the current quarter ended 30 June 2009, there were no issuance or repayment of debt and equity securities, share buy-backs, share cancellation or shares held as treasury shares and resale of treasury shares.

A8. DIVIDENDS

There were no dividend payments in the current financial period to date.

A9. SEGMENT REPORT

Segmental analysis for the current financial period to date is as follows:

	Energy Related Shipping ¹⁾ RM '000	Other Energy Businesses ²⁾ RM '000	Integrated Liner Logistics RM '000	Non- Shipping RM '000	Total RM '000
REVENUE AND RESULT					
Revenue					
Total Revenue - External sales	1,705,301	1,443,035	745,098	-	3,893,434
Result					
Operating profit	473,165	166,504	(314,640)	29,682	354,711

1) LNG, petroleum and chemical

2) Offshore and heavy engineering

A10. VALUATION OF PROPERTY

The valuations of land and buildings have been brought forward without any amendments from the most recent annual audited financial statements as no revaluation has been carried out since 31 March 2009.

A11. SUBSEQUENT MATERIAL EVENT

There were no material events subsequent to the current financial quarter to date.

A12. CHANGES IN THE COMPOSITION OF THE GROUP

There were no material change in the composition of the Group.

A13. CONTINGENT LIABILITIES

Contingent liabilities of the Group comprise the following :-

	RM '000
Letters of guarantee issued in respect of banking facilities extended to third party	27,693
Bank guarantees extended to customers for performance bond on contracts	199,713

B1. REVIEW OF PERFORMANCE

Excluding loss on disposal of ships, the Group profit before taxation of RM282.0 million was 49.6% lower than the corresponding quarter's profit of RM559.4 million. The decrease was mainly due to lower profit in Petroleum business and losses in Liner and Chemical businesses.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

Excluding loss on disposal of ships, the Group profit before taxation of RM282.0 million was 25.1% higher than the RM225.4 million profit recorded in the preceding quarter. The higher profit achieved in this quarter came largely from the restructuring of Liner business.

B3. CURRENT YEAR PROSPECTS

The contraction of global trade is expected to pose challenges to the shipping industry as reflected by falling rates in petroleum and container shipping. However, the Group's earnings from long term charters in the LNG and Offshore businesses will cushion the Group from the downward pressure on rates as mentioned earlier.

B4. VARIANCE OF ACTUAL RESULTS COMPARED WITH FORECASTED AND SHORTFALL IN PROFIT GUARANTEE

The Company did not provide any profit forecast or profit guarantee in any public document.

B5. TAXATION

	Apr 09-June 09 RM '000
Taxation for the period comprises the following charge	
Income tax charge	
- current period	(840)
- prior year	222
Deferred taxation	<u>2,708</u>
	<u>2,090</u>

The income of the Group that is derived from the operations of sea-going Malaysian registered ships is tax exempt under Section 54A of the Income Tax Act, 1967. The taxation charge for the Group is attributable to tax in respect of other activities of the Group.

B6. PROFITS ON SALE OF INVESTMENTS AND/OR PROPERTIES

There were no material sales of investments and/or properties for the current financial year to date.

B7. PURCHASES AND SALES OF QUOTED SECURITIES

- i) There were no purchases and sales of quoted securities for the current financial year to date.
- ii) Investments in quoted securities as at 30 June 2009 are as follows:-

Other Investments (Long Term)	RM '000
At cost	159,488
At carrying value	268,462
At market value	268,462

B8. STATUS OF CORPORATE PROPOSALS

There were no outstanding corporate proposals submitted by the Group for the quarter ended 30 June 2009.

B9. GROUP BORROWINGS

- i) The tenure of Group borrowings as at 30 June 2009 classified as short and long term as well as secured and unsecured categories are as follows :-

	RM '000
Short Term Borrowings	
Secured	388,614
Unsecured	<u>2,589,972</u>
	<u>2,978,586</u>
Long Term Borrowings	
Secured	2,191,554
Unsecured	<u>6,259,324</u>
	<u>8,450,878</u>
Total	<u><u>11,429,464</u></u>

- ii) Foreign borrowings in Ringgit Malaysia equivalent as at 30 June 2009 are as follows :-

	RM '000
US Dollars	10,195,556

B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments for the quarter ended 30 June 2009 .

B11. CHANGES IN MATERIAL LITIGATION

There were no material litigation involving the Group.

B12. DIVIDENDS

No dividend has been proposed for the quarter ended 30 June 2009

B13. EARNINGS PER SHARE

In respect of earnings per share :-

- i) The amount used as numerator for the calculation of basic earnings per share is RM233.4 million for the first quarter ended 30 June 2009 which are the same as the net profits shown in the condensed consolidated income statement.
- ii) The number of ordinary shares used as the denominator in calculating the earnings per share is 3,719.8 million.

The Group does not have any financial instrument or other contract that may entitle its holder to ordinary shares and therefore, dilutive to its basic earnings per share.