MISC Berhad

(Company No. 8178 H)

This is a quarterly report on consolidated results for the period ended 30 September 2011.
The figures have not been audited.

Condensed Consolidated Income Statement

For The Period Ended 30 September 2011

	3 months ended 30 September		Year to Date ended 30 September	
	2011	2010	2011	2010
	RM'000	RM'000	RM'000	RM'000
Revenue	**2,617,834**	**3,085,187**	**5,627,154**	**6,355,699**
Other operating income	269,726	115,384	374,343	452,563
Operating profit	**299,403**	**475,587**	**517,956**	**1,014,575**
Impairment provisions	(27,163)	-	(27,163)	-
Finance cost	(94,136)	(83,453)	(180,940)	(170,101)
Share of profit/(loss) of associates	316	(9)	194	55
Share of profit of jointly controlled entities	50,823	24,165	119,831	43,103
Profit before tax	**229,243**	**416,290**	**429,878**	**887,632**
Taxation	(31,392)	(9,150)	(44,193)	(19,411)
Profit after tax	**197,851**	**407,140**	**385,685**	**868,221**
Profit attributable to:				
Shareholders of the parent	140,964	369,362	262,041	797,342
Minority interests	56,887	37,778	123,644	70,879
	197,851	**407,140**	**385,685**	**868,221**
Earnings per share attributable to shareholders of the parent:				
(i) Basic and diluted (based on 4,463,794,000 ordinary shares) (sen)	3.2	8.3	5.9	17.9

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2011

MISC Berhad

(Company No. 8178 H)

This is a quarterly report on consolidated results for the period ended 30 September 2011.
The figures have not been audited.

Condensed Consolidated Statement of Comprehensive Income

For The Period Ended 30 September 2011

	3 months ended 30 September		Year to Date ended 30 September	
	2011 RM'000	2010 RM'000	2011 RM'000	2010 RM'000
Profit after tax	197,851	407,140	385,685	868,221
Income adjustments to reserves:				
Fair value (loss)/gain on non-current investments	(50,531)	20,834	(39,538)	(1,045)
Fair value gain /(loss) on cash flow hedges	15,785	(23,322)	(5,658)	(87,214)
Currency translation differences	1,134,714	(985,400)	1,159,555	(1,589,112)
Statutory reserves	-	-	(28)	-
Total income adjustments to reserves	**1,099,968**	**(987,888)**	**1,114,331**	**(1,677,371)**
Total comprehensive income, net of tax	**1,297,819**	**(580,748)**	**1,500,016**	**(809,150)**
Attributable to:				
Shareholders of the parent	1,217,451	(592,870)	1,353,027	(855,291)
Minority interests	80,368	12,122	146,989	46,141
	1,297,819	**(580,748)**	**1,500,016**	**(809,150)**

Note:

The Corporation had, on 2 March 2011 announced the change of its financial year end from 31 March to 31 December effective 1 April 2011.

MISC Berhad
(Company No. 8178 H)

Condensed Consolidated Statement of Financial Position
As at 30 September 2011

	30 September 2011 RM'000	31 March 2011 RM'000
Ships	20,120,911	18,569,468
Offshore floating assets	7,461,611	6,794,926
Property, Plant and Equipment	1,502,145	1,454,129
Prepaid Land & Building Lease Payments	78,543	82,487
Finance Lease Receivables	219,438	212,788
Investments in Associates	211	605
Investments in Jointly Controlled Entities	3,515,118	3,100,087
Other non-current financial assets	432,228	498,496
Intangible Assets	859,839	848,699
Deferred Tax Asset	12,108	11,781
	34,202,152	**31,573,466**
Current Assets		
Inventories	498,554	403,973
Trade & Other Receivables	1,771,375	1,309,515
Cash	4,247,211	3,352,727
Amounts due from Group Companies	195,510	676,178
Amounts due from Associates	1,735	1,420
Amounts due from Jointly Controlled Entities	1,184,485	915,369
Assets held for sale	42,124	84,825
	7,940,994	**6,744,007**
Current Liabilities		
Short Term Borrowings	2,988,133	1,247,261
Trade & Other Payables	4,040,855	3,646,721
Provision for Taxation	31,858	43,058
Amounts due to Group Companies	22,538	59,150
Amounts due to Associates	3,236	2,419
Amounts due to Jointly Controlled Entities	33,757	31,209
Derivative Liabilities	2,980	-
Liabilities of assets held for sale	9,376	7,739
	7,132,733	**5,037,557**
Net Current Assets	808,261	1,706,450
	35,010,413	**33,279,916**
Equity Attributable to Equity Holders of the Corporation		
Share Capital	4,463,794	4,463,794
Share Premium	4,459,468	4,459,468
Reserves		
Revaluation Reserve	1,357	1,357
Other Reserves	(132,252)	(1,223,238)
Statutory Reserve	1,966	1,994
Retained Profits	14,038,526	14,208,587
	22,832,859	21,911,962
Non Controlling Interests	1,250,814	1,154,973
Total equity	**24,083,673**	**23,066,935**
Non-Current Liabilities		
Long Term Borrowings	10,664,012	10,008,122
Deferred Taxation	49,714	7,995
Derivatives Liabilities	213,014	196,864
	35,010,413	**33,279,916**

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2011

MISC Berhad
(Company No. 8178 H)

Condensed Consolidated Statement of Cash Flow

For The Period Ended 30 September 2011

	30 September 2011 RM'000	30 September 2010 RM'000
Cash Flow from Operating Activities	478,759	1,111,903
Cash Flow from Investing Activities	(1,327,802)	(4,587,498)
Cash Flow from Financing Activities	1,665,518	(1,472,854)
Net Change in Cash & Cash Equivalents	816,475	(4,948,449)
Cash & Cash Equivalents at the beginning of the year	3,352,728	7,849,080
Currency translation difference	78,008	(432,346)
Cash & Cash Equivalent at the end of the period	**4,247,211**	**2,468,285**

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2011

MISC Berhad

(Company No. 8178 H)

Condensed Consolidated Statement of Changes in Equity

For The Period Ended 30 September 2011

		Attributable to equity holders of the Corporation													
	Total Equity	Equity attributable to equity holders of the Corporation	Share Capital* Ordinary shares	Share Premium	Other reserves total	Retained profits	Other capital reserve	Capital reserve	Revaluation reserve	Statutory reserve	Capital redemption reserve	Fair value reserve	Hedging reserve	Currency translation reserve	Minority interest
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
6 MONTHS ENDED 30 SEPTEMBER 2011															
At 1 April 2011	**23,066,935**	**21,911,962**	**4,463,794**	**4,459,468**	**(1,219,887)**	**14,208,587**	**41,443**	**435,284**	**1,357**	**1,994**	**59,715**	**225,183**	**(171,637)**	**(1,813,226)**	**1,154,973**
Total comprehensive income	1,500,016	1,353,027	-	-	1,090,986	262,041		-	-	(28)	-	(39,538)	(5,652)	1,136,204	146,989
Transactions with Equity Holders															
Transfer to/(from) reserves	-	-	-	-	(28)	28	(28)	-	-	-	-	-	-	-	-
Reclassification of reserves	-	-	-	-	-	-	-	-	-	-	-	(11,869)	-	11,869	-
Dividends	(483,278)	(432,130)	-	-	-	(432,130)	-	-	-	-	-	-	-	-	(51,148)
Total transactions with Equity holders	(483,278)	(432,130)	-	-	(28)	(432,102)	(28)	-	-	-	-	(11,869)	-	11,869	(51,148)
At 30 September 2011	**24,083,673**	**22,832,859**	**4,463,794**	**4,459,468**	**(128,929)**	**14,038,526**	**41,415**	**435,284**	**1,357**	**1,966**	**59,715**	**173,776**	**(177,289)**	**(665,153)**	**1,250,814**
6 MONTHS ENDED 30 SEPTEMBER 2010															
At 1 April 2010	**24,036,209**	**23,661,972**	**4,463,794**	**4,459,468**	**422,959**	**14,315,751**	**41,342**	**1,185**	**1,381**	**1,242**	**59,715**	**189,119**	**(150,241)**	**279,216**	**374,237**
Total comprehensive income	(809,150)	(855,291)	-	-	(1,652,633)	797,342	-	-	-	-	-	(1,045)	(89,633)	(1,561,955)	46,141
Transactions with Equity holders															
Acquisition of a subsidiary	1,119	-	-	-	-	-	-	-	-	-	-	-	-	-	1,119
Disposal of a subsidiary	(11,210)	-	-	-	-	-	-	-	-	-	-	-	-	-	(11,210)
Dividends	(942,781)	(888,529)	-	-	-	(888,529)	-	-	-	-	-	-	-	-	(54,252)
Total transactions with Equity holders	(952,872)	(888,529)	-	-	-	(888,529)	-	-	-	-	-	-	-	-	(64,343)
At 30 September 2010	**22,274,187**	**21,918,152**	**4,463,794**	**4,459,468**	**(1,229,674)**	**14,224,564**	**41,342**	**1,185**	**1,381**	**1,242**	**59,715**	**188,074**	**(239,874)**	**(1,282,739)**	**356,035**

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

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2011

MISC Berhad
(Company No. 8178 H)

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 2011. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to understand the changes in the financial position and performance of the Group since the year ended 31 March 2011.

A2. CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the quarterly condensed consolidated financial statements are consistent with those of the audited financial statements for the year ended 31 March 2011 except for the adoption of the new, revised and amended standards and interpretations which are mandatory for annual financial periods beginning on or after the following dates as noted below:

Standards/ IC Interpretations	**Effective date**
FRS 1: First-time Adoption of Financial Reporting Standards (Revised)	1-Jul-10
FRS 3: Business Combinations (Revised)	1-Jul-10
FRS 127: Consolidated and Separate Financial Statements (Revised)	1-Jul-10
Amendments to FRS 5: Non-current Assets Held for Sale and Discontinued Operations	1-Jul-10
Amendment to FRS 138: Intangible Assets	1-Jul-10
IC Interpretation 12: Service Concession Arrangements	1-Jul-10
IC Interpretation 16: Hedges of a Net Investment in a Foreign Operation	1-Jul-10
IC Interpretation 17: Distribution of Non-cash Assets to Owners	1-Jul-10
Amendments to IC Interpretation 9: Reassessment of Embedded Derivatives	1-Jul-10
Amendments to IC Interpretation 15: Agreements for the Construction of Real Estate	30-Aug-10
Amendment to FRS 1: Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters	1-Jan-11
Amendments to FRS 1: Additional Exemption for First-time Adopters	1-Jan-11
Improvements to FRSs 2010:	
Amendments to FRS 1: First-time Adoption of Financial Reporting Standards	1-Jan-11
Amendments to FRS 3: Business Combinations	1-Jan-11
Amendment to FRS 7: Financial Instruments: Disclosures	1-Jan-11
Amendments to FRS 101: Presentation of Financial Statements	1-Jan-11
Amendments to FRS 121: The Effects of Changes in Foreign Exchange Rates	1-Jan-11
Amendments to FRS 128: Investment in Associates	1-Jan-11
Amendments to FRS 131: Interest in Joint Ventures	1-Jan-11
Amendments to FRS 132: Financial Instruments: Presentation	1-Jan-11
Amendments to FRS 134: Interim Financial Reporting	1-Jan-11
Amendments to FRS 139: Financial Instruments: Recognition and Measurement	1-Jan-11
Amendments to IC Interpretation 13, Customer Loyalty Programmes	1-Jan-11
Amendment to FRS 7, Financial Instruments: Disclosures - Improving Disclosures about Financial Instruments	1-Jan-11
IC Interpretation 4, Determining Whether an Arrangement Contains a Lease	1-Jan-11
IC Interpretation 18: Transfers of Assets from Customers	1-Jan-11

Except for the changes in accounting policies arising from the adoption of the FRSs below, the Group expects that the adoption of other standards and interpretations above will have no material impact on the financial statements in the period of its initial application. The nature of the impending changes in accounting policy that have impact to the Group are described below:

Revised FRS 3: Business Combinations and Amendments to FRS 127: Consolidated and Separate Financial Statement
The revised FRS 3 introduces a number of changes in accounting for business combinations occurring after 1 July 2010. These changes will impact the amount of goodwill recognised, the reported results in the period that an acquisition occurs, and future reported results.

The amendments to FRS 127 require that a change in the ownership interest of a subsidiary (without loss of control) is accounted for as an equity transaction. Such transactions will no longer give rise to goodwill. Some of the main changes are as follows:

1. Changes in parent's ownership interest in a subsidiary after control is obtained that do no result in loss of control are accounted for as equity transactions and disposals of equity interests while retaining control are accounted for as equity transactions.
2. Transactions resulting in a loss of control result in gain/loss being recognised in the income statement.
3. Losses applicable to the non-controlling interests, including other negative comprehensive income, are allocated to non-controlling interests even if doing so causes the non-controlling interests to have a deficit balance.

Other consequential amendments have been made to FRS 107 Statement of Cash flows, FRS 112 Income Taxes, FRS 121 The effects of Changes in Foreign Exchange Rates, FRS 128 Investments in Associates and FRS 131 Interests in Joint Ventures.

FRS 3 shall be applied prospectively, i.e. assets and liabilities that arose from business combinations prior to the application of this FRS shall not be adjusted upon application of this FRS.

IC Interpretation 4: Determining Whether an Arrangement Contains a Lease
This interpretation aims to provide guidance for determining whether certain arrangements are, or contain, lease that should be accounted for in accordance with FRS 117: Leases. It does not provide guidance whether such a lease should be classified as a finance lease or an operating lease.

It clarifies that an arrangement, although may not take the legal form of a lease, is treated as a lease when the fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

Some of the conditions to be satisfied for the treatment of a lease are as follows:
1. Purchaser has the right to operate or direct others to operate or control physical access to the asset.
2. It is remote that parties other than the purchaser will take more than an insignificant amount of the asset's output and the price is nether fixed nor at current market price.

In view of the Group leasing arrangements involving ships and offshore floating assets are handled via FRS 117: Leases, we do not expect any impact on the adoption of this IC to the Group financial statements.

A3. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors issued an unqualified audit report in the Group's financial statements for the year ended 31 March 2011.

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 September 2011.

A6. CHANGES IN ESTIMATES

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

A7. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

During the quarter, the Group made a total issuance and repayment of RM1.3 billion and RM850 million respectively, of its Commercial Papers and Medium Term Notes programmes.

A8. DIVIDENDS

The financial statements for the current financial period has reflected the proposed final tax exempt dividend of 10 sen per share as approved by the shareholders at the Corporation's Annual General Meeting held on 22 September 2011. The final tax exempt dividend totalling RM432.1 million was paid on 20 October 2011.

A9. SEGMENT REPORT

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

	Energy Related Shipping 1)	Other Energy Businesses 2)	Integrated Liner Logistics	Others, eliminations and adjustments		Total
	RM '000	RM '000	RM '000	RM '000		RM '000
REVENUE AND RESULT						
Revenue						
Total Revenue - External sales	3,136,542	1,413,017	1,077,595	-		5,627,154
Inter-Segment	2,754	461,227	52,620	(516,601)	*	-
	3,139,296	1,874,244	1,130,215	(516,601)		5,627,154
Result						
Operating profit	454,507	323,038	(312,970)	53,381	**	517,956

1) LNG, petroleum and chemical
2) Offshore , heavy engineering and tank terminals (including VTTI)
* Inter-segment revenue and transactions are eliminated on consolidation.
** Comprise of net foreign exchange differences, interest income, dividend income from quoted investments, eliminations and adjustments.

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. There have been no asset revaluations performed in the current financial year.

A11. SUBSEQUENT MATERIAL EVENT

To date, there have been no material events subsequent to the current financial quarter.

A12. CHANGES IN THE COMPOSITION OF THE GROUP

No major changes were made in the composition of the Group during the current financial quarter.

A13. CONTINGENT LIABILITIES

Contingent liabilities of the Group comprise the following :-

	RM '000
Secured	
Bank guarantees extended to a third party	53,400
Unsecured	
Bank guarantees extended to third parties	83,174

A14. CAPITAL COMMITMENTS

	30 September 2011 RM'000	31 March 2011 RM'000
Approved and contracted for:		
Group	2,941,513	2,922,554
Share of capital commitments in jointly controlled entities	606,890	502,882
	3,548,403	**3,425,436**
Approved but not contracted for:		
Group	1,547,112	5,817,168
Share of capital commitments in jointly controlled entities	1,488,579	942,774
	3,035,691	**6,759,942**

The outstanding capital commitments include purchase and construction of ships, offshore floating assets and tank terminals.

B1. REVIEW OF PERFORMANCE

a) Quarter-on-Quarter

Revenue for the current quarter of RM2,617.8 million was 15.1% lower compared to last year's corresponding quarter of RM3,085.2 million. The decline in Group revenue for the current quarter was mainly due to novation of certain Heavy Engineering projects to a jointly controlled entity.

	30-Sep-11 RM'Million	30-Sep-10 RM'Million
Group Revenue	**2,617.8**	**3,085.2**
Less:		
Revenue subject to novation[1]	(143.4)	(564.5)
Group revenue excluding novation	**2,474.4**	**2,520.7**

Excluding the novation, the Group revenue of RM2,474.4 million was 1.8% lower than RM2,520.7 million recorded in the corresponding quarter, primarily due to revenue decrease in Liner business from lower liftings.

The Group profit before tax of RM256.4 million (excluding impairment provisions of RM27.2 million), was 38.4% lower than RM416.3 million recorded in the corresponding quarter. Depressed aframax freight rates in Petroleum business, lower liftings in Liner business and high bunker costs have contributed to the weak results in the current quarter.

1 *Transfer of engineering contracts were made following the Turkmenistan Government's approval in December 2010 for the jointly controlled entity, MMHE-TPGM Sdn. Bhd., to operate in Turkmenistan.*

B1. REVIEW OF PERFORMANCE (CONT'D)

b) Year-on-Year

For the six months ended 30 September 2011, the Group recorded revenue of RM5,627.2 million, an 11.5% decrease when compared to RM6,355.7 million revenue for the same period in the previous corresponding year. The decline in revenue was mainly due to lower revenue from Heavy Engineering business following novation of certain projects to a jointly controlled entity.

	30-Sep-11 RM'Million	30-Sep-10 RM'Million
Group Revenue	**5,627.2**	**6,355.7**
Less:		
Revenue subject to novation[1]	(662.6)	(1,249.0)
Group revenue excluding novation	**4,964.6**	**5,106.7**

Excluding the novation, the Group revenue of RM4,964.6 million was 2.8% lower than RM5,106.7 million in the previous corresponding year. Main causes of revenue contraction were lower liftings in Liner business and lower freight rates for aframax segment in Petroleum business.

The Group recorded a 48.5% decrease in profit before tax to RM RM457.0 million (excluding impairment provisions of RM27.2 million), from RM887.6 million in the previous corresponding year. The decrease was mainly due to lower liftings in Liner business, lower freight rates in Petroleum business and higher bunker costs.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

The Group revenue in the current quarter of RM2,617.8 million was 13.0% lower compared to RM3,009.3 million recorded in the 1st quarter ended 30 June 2011. The decrease in Group revenue was primarily due to lower revenue recognised from Heavy Engineering business following novation of certain projects to a jointly controlled entity.

	30-Sep-11 RM'Million	30-Jun-11 RM'Million
Group Revenue	**2,617.8**	**3,009.3**
Less:		
Revenue subject to novation[1]	(143.4)	(519.2)
Group revenue excluding novation	**2,474.4**	**2,490.1**

Excluding the novation, the Group revenue of RM2,474.4 million was 0.6% lower than RM2,490.1 million achieved in the preceding quarter.

The Group's profit before tax of RM256.4 million (excluding impairment provisions of 27.2 million) was 27.8% higher than the RM200.6 million in the preceding quarter due to improved performance in Heavy Engineering.

[1] *Transfer of engineering contracts were made following the Turkmenistan Government's approval in December 2010 for the jointly controlled entity, MMHE-TPGM Sdn. Bhd., to operate in Turkmenistan.*

B3. CURRENT YEAR PROSPECTS

Secured long term contracts in LNG and Offshore businesses together with relatively steady revenue and margins in Heavy Engineering continue to provide stable income stream to the Group to compensate the weak market conditions expected for the Liner, Petroleum and Chemical businesses.

In light of the Company's decision to exit its Liner business operations, as announced on 24 November 2011, the expected one-off costs to the income statement are estimated to be approximately USD400 million for the financial year ending 31 December 2011.

As a result, the Group is anticipated to incur losses for the current financial year ending 31 December 2011.

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

To date, there have been no material sales of investments and/or properties in the current financial year.

B5. TAXATION

	July 11-Sept 11	Apr 11-Sept 11
	RM '000	RM '000
Taxation for the period comprises the following charge		
Income tax charge		
- current period	(252)	12,405
- prior year	(282)	(54)
Deferred taxation	31,926	31,842
	31,392	44,193

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

To date, the Group has not made any sales of investments and/or properties in the current financial year.

B7. PURCHASES AND SALES OF QUOTED SECURITIES

i) To date, the Group has not made any purchases or sales of quoted securities in the current financial year.

ii) Investments in quoted securities as at 30 September 2011 are as follows:-

Other Investments (Long Term)	RM '000
At cost	159,488
At carrying value	333,496
At market value	333,496

B8. STATUS OF CORPORATE PROPOSALS ANNOUNCED BUT NOT COMPLETED

a) The status on utilisation of proceeds raised from corporate proposals as at 14 November 2011 (being a date not earlier than 7 days from the date of issue of the quarterly report) is as follows:

Renounceable Rights Issue

Purpose	Proposed Utilisation	Actual Utilisation	Intended Timeframe for Utilisation	Deviation	
	RM Million	RM Million		RM Million	%
Capital expenditure	5,187.3	4,586.0	Within 36 months from the completion of the Rights Issue Exercise	-	-
Estimated expenses in relation to the Rights Issue Exercise	20.5	20.5	Within 3 months from the completion of the Rights Issue Exercise	-	-
Total	5,207.8	4,606.5		-	-

b) The status on utilisation of proceeds raised from MHB listing as at 14 November 2011 is as follows:

Purpose	Proposed Utilisation	Actual Utilisation	Intended Timeframe for Utilisation	Deviation	
	RM Million	RM Million		RM Million	%
Capital expenditure	914.4	409.3	Within 36 months from the date of the Listings	-	-
Working Capital	122.5	122.5	Within 12 months from the date of the Listings	-	-
Estimated expenses in relation to the Proposed Offer for Sale and listing	14.0	11.0	Within 3 months from the date of the Listings	-	-
Total	1,050.9	542.8		-	-

B9. GROUP BORROWINGS

i) The tenure of Group borrowings as at 30 September 2011 classified as short and long term as well as secured and unsecured categories are as follows :-

	RM '000
Short Term Borrowings	
Secured	424,209
Unsecured	2,563,924
	2,988,133
Long Term Borrowings	
Secured	1,857,347
Unsecured	8,806,665
	10,664,012
Total	13,652,145

ii) Foreign borrowings in Ringgit Malaysia equivalent as at 30 September 2011 are as follows :-

	RM '000
US Dollars Borrowings	11,355,450

B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments for the quarter ended 30 September 2011.

B11. CHANGES IN MATERIAL LITIGATION

There were no material litigation involving the Group for the quarter ended 30 September 2011.

B12. DIVIDENDS

No dividends have been proposed for the quarter ended 30 September 2011.

B13. DERIVATIVES

As part of the Group's efforts to hedge its interest rate risks, the Group has entered into interest rate swap arrangements, a form of derivative to convert its interest exposure from floating term into fixed term.

As at 30 September 2011, the fair value loss of the interest rate swaps with maturity exceeding three (3) years for a notional value of RM4,374.5 million, was RM213.0 million.

During the quarter, the Group recognised a net gain of RM15.8 million in its equity in connection to interest rate swap arrangements.

To manage the exposure to foreign exchange risk, the Group has entered into forward currency contracts.

The Group has recognised a net loss of RM3.0 million in its consolidated income statement in relation to the fair value movements of forward currency contract rates; and a loss of RM19,000 in its equity in relation to fair value of the spot component of the hedging instrument.

As at 30 September 2011, the fair value loss of the forward currency contracts with maturity less than one year for a notional value of RM74.6 million, was RM3.0 million.

B14. EARNINGS PER SHARE

In respect of earnings per share :-

i) The amount used as numerator for the calculation of basic earnings per share is RM141.0 million for the second quarter ended 30 September 2011 which is the same as the net profit shown in the condensed consolidated income statement.

ii) The number of ordinary shares used as the denominator in calculating the basic and diluted earnings per share in the current and previous financial year is 4,464.0 million.

The Group does not have any financial instrument which will dilute its basic earnings per share.

B15. REALISED AND UNREALISED PROFIT

The breakdown of the Group's retained profits as at 30 September 2011 into realised and unrealised profits is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

	30 September 2011
Total retained profits of MISC Group and its subsidiaries:	**RM'000**
- Realised	16,835,918
- Unrealised	(3,970)
	16,831,948
Total share of retained loss from associates:	
- Realised	(2,025)
- Unrealised	(42)
	(2,067)
Total share of retained profits from jointly controlled entities :	
- Realised	150,712
- Unrealised	88,219
	238,931
Total Group retained profits	**17,068,812**
Less:	
Consolidation adjustments	(3,030,286)
Total Group retained profits as per consolidated accounts	**14,038,526**

By Order of the Board