MISC Berhad

(Company No. 8178 H)

The figures have not been audited.

Condensed Consolidated Income Statement

For The Period Ended 30 June 2013

		3 Months Ended 30 June		Cumulative 6 Months Ended 30 June	
		2013 RM'000	2012 RM'000	2013 RM'000	2012 RM'000
			Restated*		Restated*
CONTINUING OPERATIONS:					
Revenue		2,284,266	2,359,058	4,663,658	4,568,161
Cost of sales		(1,829,433)	(1,971,712)	(3,686,840)	(3,664,351)
GROSS PROFIT		**454,833**	**387,346**	**976,818**	**903,810**
Other operating income		130,200	248,853	198,548	337,425
General and administrative expenses		(240,330)	(131,882)	(435,738)	(461,053)
OPERATING PROFIT		**344,703**	**504,317**	**739,628**	**780,182**
Net impairment reversal/(provisions)		47,878	(43,350)	25,529	(159,730)
Net loss on ships disposal		(14,262)	(12,481)	(14,262)	(12,481)
Finance cost		(123,596)	(90,258)	(199,217)	(178,044)
Share of profit of associates		4	(2)	35	13
Share of profit of joint ventures		84,922	79,652	142,654	147,336
PROFIT BEFORE TAX		**339,649**	**437,878**	**694,367**	**577,276**
Taxation		(12,740)	23,257	(25,667)	(12,461)
PROFIT FROM CONTINUING OPERATIONS		**326,909**	**461,135**	**668,700**	**564,815**
Profit/(loss) from Discontinued Operations	*Note A6*	7,963	(44,856)	2,867	(582,632)
PROFIT/(LOSS) FOR THE PERIOD		**334,872**	**416,279**	**671,567**	**(17,817)**
PROFIT/(LOSS) ATTRIBUTABLE TO OWNERS OF THE CORPORATION:					
Continuing Operations		292,985	425,086	598,506	493,159
Discontinued Operations		7,963	(45,007)	2,867	(582,907)
		300,948	380,079	601,373	(89,748)
Non-Controlling Interests		33,924	36,200	70,194	71,931
PROFIT/(LOSS) FOR THE PERIOD		**334,872**	**416,279**	**671,567**	**(17,817)**
BASIC & DILUTED EARNINGS /(LOSS) PER SHARE ATTRIBUTABLE TO OWNERS OF THE CORPORATION:					
Continuing Operations		6.6	9.5	13.4	11.0
Discontinued Operations		0.2	(1.0)	0.1	(13.1)
Total		6.8	8.5	13.5	(2.1)

* Certain amounts shown here do not correspond to the interim condensed consolidated financial statements as at 30 June 2012 and reflect adjustments made as detailed in Note A3.

MISC Berhad

(Company No. 8178 H)

The figures have not been audited.

Condensed Consolidated Statement of Comprehensive Income

For The Period Ended 30 June 2013

	3 Months Ended 30 June		Cumulative 6 Months Ended 30 June	
	2013	2012	2013	2012
	RM'000	RM'000	RM'000	RM'000
		Restated*		Restated*
PROFIT/(LOSS) AFTER TAX FOR THE PERIOD	334,872	416,279	671,567	(17,817)
OTHER COMPREHENSIVE INCOME				
Items that may be reclassified to profit or loss in subsequent periods:				
Fair value (loss)/gain on non-current investments	(2,669)	26,313	11,387	44,297
Cash Flow hedges :				
Fair value gain/(loss)				
Group	13,445	5,091	28,010	32,105
Joint ventures	14,201	(3,912)	19,938	(3,010)
Currency translation differences	577,611	656,512	701,731	46,760
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	**602,588**	**684,004**	**761,066**	**120,152**
Items not to be reclassified to profit or loss in subsequent periods:				
Other capital reserves	-	1,011	-	1,012
Revaluation reserves	-	-	-	294
Net other comprehensive income not being reclassified to profit or loss in subsequent periods	**-**	**1,011**	**-**	**1,306**
Total other comprehensive income from continuing operations	602,588	685,015	761,066	121,458
Other comprehensive loss from discontinued operations	(343)	(1,493)	(343)	(1,493)
Total other comprehensive income	602,245	683,522	760,723	119,965
TOTAL COMPREHENSIVE INCOME	**937,117**	**1,099,801**	**1,432,290**	**102,148**
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO:				
Owners of the Corporation				
Continuing Operations	892,902	1,101,520	1,355,855	611,804
Discontinued Operations	7,620	(46,500)	2,524	(584,400)
	900,522	1,055,020	1,358,379	27,404
Non-Controlling Interests	36,595	44,781	73,911	74,744
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**937,117**	**1,099,801**	**1,432,290**	**102,148**

* Certain amounts shown here do not correspond to the interim condensed consolidated financial statements as at 30 June 2012 and reflect adjustments made as detailed in Note A3.

MISC Berhad

(Company No. 8178 H)

The figures have not been audited.

Condensed Consolidated Statement of Financial Position

As at 30 June 2013

	30 June 2013 RM'000	31 December 2012 RM'000 Restated*	1 January 2012 RM'000 Restated*
NON CURRENT ASSETS			
Ships	18,412,972	17,551,500	18,572,664
Offshore floating assets	1,480,313	1,343,868	6,602,702
Property, plant and equipment	1,814,812	1,758,497	1,522,684
Prepaid lease payments on land and buildings	259,672	264,232	78,369
Finance lease receivables	1,416,119	1,419,724	420,731
Investments in associates	2,022	2,003	2,322
Investments in joint ventures	5,026,451	4,712,973	3,770,729
Other non-current financial assets	697,100	665,376	1,159,995
Intangible assets	877,062	866,927	855,158
Deferred tax asset	4,772	14,179	4,948
	29,991,295	**28,599,279**	**32,990,302**
CURRENT ASSETS			
Inventories	348,098	336,101	434,995
Finance lease receivables	65,317	59,956	44,183
Trade and other receivables	3,362,911	2,808,387	1,785,343
Cash and cash equivalents	3,411,571	3,972,743	4,135,352
Amounts due from Group companies	145,675	217,772	141,544
Amounts due from associates	41	65	1,178
Amounts due from joint ventures	130,284	110,894	216,958
Assets held for sale	280,414	374,415	519,688
	7,744,311	**7,880,333**	**7,279,241**
TOTAL ASSETS	**37,735,606**	**36,479,612**	**40,269,543**
EQUITY			
Share capital	4,463,794	4,463,794	4,463,794
Share premium	4,459,468	4,459,468	4,459,468
Reserves	51,094	(705,912)	(212,564)
Retained profits	13,505,885	12,906,628	12,135,787
Equity attributable to owners of the parent	**22,480,241**	**21,123,978**	**20,846,485**
Non-Controlling Interests	1,066,189	1,080,015	1,019,883
TOTAL EQUITY	**23,546,430**	**22,203,993**	**21,866,368**
NON-CURRENT LIABILITIES			
Interest bearing loans and borrowings	6,341,567	6,299,535	7,908,778
Deferred taxation	18,692	16,655	45,267
Liner Exit Provisions	615,402	618,418	647,331
Derivatives liabilities	4,945	6,940	144,328
	6,980,606	**6,941,548**	**8,745,704**
CURRENT LIABILITIES			
Interest bearing loans and borrowings	2,861,477	2,663,135	5,661,867
Trade and other payables	4,154,073	4,325,093	3,868,023
Provision for taxation	30,699	27,503	58,684
Amounts due to Group companies	40,237	200,661	17,638
Amounts due to associates	2,153	2,124	3,003
Amounts due to joint ventures	92,069	62,500	45,929
Derivative liabilities	27,862	53,055	2,327
	7,208,570	**7,334,071**	**9,657,471**
TOTAL LIABILITIES	**14,189,176**	**14,275,619**	**18,403,175**
TOTAL EQUITY AND LIABILITIES	**37,735,606**	**36,479,612**	**40,269,543**

* Certain amounts shown here do not correspond to the annual consolidated financial statements as at 31 December 2012 and reflect adjustments made as detailed in Note A3.

MISC Berhad

(Company No. 8178 H)

The figures have not been audited.

Condensed Consolidated Statement of Cash Flow

For The Period Ended 30 June 2013

	30 June 2013	30 June 2012
	RM'000	RM'000
		Restated*
Cash Flow from Operating Activities:		
Cash receipts from customers	4,412,100	4,107,203
Cash paid to suppliers and employees	(3,650,038)	(3,333,331)
Cash from Operations	**762,062**	**773,872**
Taxation paid	(11,195)	(23,415)
Net cash generated from operating activities - continuing operations	**750,867**	**750,457**
Net cash used in operating activities - discontinued operations	(64,541)	(465,874)
Net cash generated from operating activities	**686,326**	**284,583**
Cash Flow from Investing Activities:		
Purchase of ships, offshore floating assets and other property, plant and equipment	(1,320,582)	(1,761,415)
Proceeds from disposal of ships, other property, plant and equipment and assets held for sale assets	291,102	139,341
Dividend received from:		
Quoted and unquoted investments	2,688	49,309
Associates and joint ventures	-	47,205
Repayment of loans from joint ventures	18,742	691,713
Loans to joint ventures	(87,567)	(16,685)
Cash advance from a joint venture	33,930	-
Additional investments in a subsidiary and a joint venture	(2,200)	(2,459)
Interest received	20,500	69,137
Net cash used in investing activities - continuing operations	**(1,043,387)**	**(783,854)**
Net cash generated from investing activities - discontinued operations	*4,124*	*418,750*
Net cash flows used in investing activities	**(1,039,263)**	**(365,104)**
Cash Flow from Financing Activities:		
Drawdown of revolving credit	190,000	114,537
Repayment of term loans and revolving credit	(231,441)	(239,280)
Drawdown of shareholder's revolving credit	-	308,745
Dividends paid to minority shareholders of subsidiaries	(87,736)	(22,514)
Interest paid	(167,138)	(248,205)
Net cash used in financing activities - continuing operations	**(296,315)**	**(86,717)**
Net Change in Cash & Cash Equivalents	(649,252)	(167,238)
Cash & Cash Equivalents at the beginning of the year	3,972,743	4,135,352
Currency translation difference	88,080	(14,652)
Cash & Cash Equivalent at the end of the period	**3,411,571**	**3,953,462**

* Certain amounts shown here do not correspond to the interim condensed consolidated financial statements as at 30 June 2012 and reflect adjustments made as detailed in Note A3.

MISC Berhad

(Company No. 8178 H)

Condensed Consolidated Statement of Changes in Equity

For The Period Ended 30 June 2013

	Total Equity	Equity attributable to owners of the Parent	Share capital* Ordinary shares	Share premium	Retained profits	Other reserves total	Other capital reserve	Capital reserve	Revaluation reserve	Statutory reserve	Capital redemption reserve	Fair value reserve	Hedging reserve	Currency translation reserve	Non Controlling Interests
		← Attributable to owners of the parent →													
	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 JUNE 2013															
At 1 Jan 2013	**22,484,960**	**21,081,970**	**4,463,794**	**4,459,468**	**12,858,809**	**(700,101)**	**41,415**	**435,284**	**1,357**	**1,966**	**59,715**	**252,794**	**(116,147)**	**(1,376,485)**	**1,402,990**
Impact on adoption of MFRS 10 & 11	(280,967)	42,008	-	-	47,819	(5,811)	(5,764)	-	-	-	-	-	-	(47)	(322,975)
At 1 January 2013 (Restated)**	**22,203,993**	**21,123,978**	**4,463,794**	**4,459,468**	**12,906,628**	**(705,912)**	**35,651**	**435,284**	**1,357**	**1,966**	**59,715**	**252,794**	**(116,147)**	**(1,376,532)**	**1,080,015**
Total comprehensive income	1,432,290	1,358,379	-	-	601,373	757,006	-	-	-	-	-	11,387	47,762	697,857	73,911
Transactions with owners															
Disposal of a subsidiary	(1,617)	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,617)
Acquisition of non-controlling interest	(500)	(2,116)	-	-	(2,116)	-	-	-	-	-	-	-	-	-	1,616
Dividends	(87,736)	-	-	-	-	-	-	-	-	-	-	-	-	-	(87,736)
Total transactions with owners	(89,853)	(2,116)	-	-	(2,116)	-	-	-	-	-	-	-	-	-	(87,737)
At 30 June 2013	**23,546,430**	**22,480,241**	**4,463,794**	**4,459,468**	**13,505,885**	**51,094**	**35,651**	**435,284**	**1,357**	**1,966**	**59,715**	**264,181**	**(68,385)**	**(678,675)**	**1,066,189**
6 MONTHS ENDED 30 JUNE 2012															
At 1 January 2012	**22,085,790**	**20,797,067**	**4,463,794**	**4,459,468**	**12,086,371**	**(212,566)**	**41,415**	**435,284**	**1,357**	**1,966**	**59,715**	**203,307**	**(209,779)**	**(745,831)**	**1,288,723**
Impact on adoption of MFRS 10 & 11	(219,422)	49,418	-	-	49,416	2	-	-	-	-	-	-	-	2	(268,840)
At 1 January 2012 (Restated)**	**21,866,368**	**20,846,485**	**4,463,794**	**4,459,468**	**12,135,787**	**(212,564)**	**41,415**	**435,284**	**1,357**	**1,966**	**59,715**	**203,307**	**(209,779)**	**(745,829)**	**1,019,883**
Total comprehensive income/(loss)	102,148	27,404	-	-	(89,748)	117,152	1,012	-	294	-	-	44,297	28,127	43,422	74,744
Transactions with owners															
Dividends	(22,514)	-	-	-	-	-	-	-	-	-	-	-	-	-	(22,514)
Total transactions with owners	(22,514)	-	-	-	-	-	-	-	-	-	-	-	-	-	(22,514)
At 30 June 2012	**21,946,002**	**20,873,889**	**4,463,794**	**4,459,468**	**12,046,039**	**(95,412)**	**42,427**	**435,284**	**1,651**	**1,966**	**59,715**	**247,604**	**(181,652)**	**(702,407)**	**1,072,113**

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

** Certain amounts shown here do not correspond to the interim condensed consolidated financial statements as at 30 June 2012 and reflect adjustments made as detailed in Note A3.

MISC Berhad
(Company No. 8178 H)

Notes to The Condensed Financial Report
The figures have not been audited

A1. CORPORATE INFORMATION

MISC Berhad is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

These unaudited condensed consolidated interim financial statements were authorised for issue by the Board of Directors on 15 August 2013.

A2. BASIS OF PREPARATION

These unaudited condensed consolidated interim financial statements for the period ended 30 June 2013 have been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The results for this interim period are unaudited and should be read in conjunction with the Group's audited consolidated financial statements and the accompanying notes for the year ended 31 December 2012.

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 December 2012.

The audited consolidated financial statements of the Group for the year ended 31 December 2012 are available upon request from the Company's registered office located at Level 25, Menara Dayabumi, Jalan Sultan Hishamuddin, 50050 Kuala Lumpur.

A3. SIGNIFICANT ACCOUNTING POLICIES

The financial information presented herein has been prepared in accordance with the accounting policies to be used in preparing the annual consolidated financial statements for 31 December 2013 under the MFRS framework. These policies do not differ significantly from those used in the audited consolidated financial statements for 31 December 2012 except as disclosed below.

As of 1 January 2013, the Group and the Company have adopted revised MFRSs and Amendments to MFRSs that have been issued by the MASB as listed below:

Effective for annual periods beginning on or after 1 January 2013

MFRS 10 *Consolidated Financial Statements*
MFRS 11 *Joint Arrangements*
MFRS 12 *Disclosure of Interests in Other Entities*
MFRS 13 *Fair Value Measurement*
MFRS 119 *Employee Benefits (2011)*
MFRS 127 *Separate Financial Statements (2011)*
MFRS 128 *Investments in Associates and Joint Ventures (2011)*
Amendments to MFRS 7 *Financial Instruments: Disclosures – Offsetting Financial Assets and Financial Liabilities (Annual Improvements 2009-2011 Cycle)*
Amendments to MFRS 1 *First–time Adoption of Malaysian Financial Reporting Standards*
Amendments to MFRS 10 *Consolidated Financial Statements: Transition Guidance*
Amendments to MFRS 11 *Joint Arrangements: Transition Guidance*
Amendments to MFRS 12 *Disclosure of Interests in Other Entities: Transition Guidance*
Amendments to MFRS 101 *Presentation of Items of Other Comprehensive Income*
Amendments to MFRS 116 *Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)*
Amendments to MFRS 132 *Financial Instruments: Presentation (Annual Improvements 2009-2011 Cycle)*

A3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

The principal changes in accounting policies and their effects are set out below:

i. MFRS 10 *Consolidated Financial Statements*

MFRS 10 changes the definition of control. An investor controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. MFRS 10 establishes control as the basis for determining which entities are consolidated in the consolidated financial statements and sets out the accounting requirements for the preparation of consolidated financial statements. It replaces all the guidance on control and consolidation in MFRS 127 Consolidated and Separate Financial Statements and IC Interpretation 112 Consolidation – Special Purpose Entities.

Upon adoption of MFRS 10, certain subsidiaries were deconsolidated from the results of the Group and accounted for in accordance with other applicable accounting standards.

The effects of adopting MFRS 10 have been accounted for retrospectively in accordance with the transitional provision of the standard. Comparatives have been restated as disclosed in Appendix A. This change in accounting policy caused a decrease in reserves and a decrease in non-controlling interest of the Group as at 31 December 2012 and 1 January 2012 as follows:

In RM Mil	**As at 31 Dec 2012**	**As at 1 Jan 2012**
Decrease in reserves	(160.6)	(93.2)
Decrease in non-controlling interests	(323.0)	(268.8)
	(483.6)	(362.0)

ii. MFRS 11 *Joint Arrangements*

MFRS 11 requires a party to a joint arrangement to determine the type of joint arrangement in which it is involved by assessing its rights and obligations arising from the arrangement, rather than its legal form. There are two types of joint arrangements: joint operations and joint ventures. Joint operations arise where a joint operator has rights to the assets and obligations relating to the arrangement and hence accounts for its interest in assets, liabilities, revenue and expenses. Joint ventures arise where the joint operator has rights to the net assets of the arrangement and hence equity accounts for its interest. Proportional consolidation of joint ventures is no longer allowed.

The effects of adopting MFRS 11 have been accounted for retrospectively in accordance with the transitional provision of the standard. Comparatives have been restated as disclosed in Appendix A. This change in accounting policy has resulted in increase in reserves of the Group as at 31 December 2012 and 1 January 2012 as follows:

In RM Mil	**As at 31 Dec 2012**	**As at 1 Jan 2012**
Increase in reserves	202.6	142.7

iii. Amendment to MFRS 101 *Presentation of Items of Other Comprehensive Income*

The amendment to MFRS101 Presentation of Items of Other Comprehensive Income change the grouping of items presented in other comprehensive income. Items that could be reclassified to profit or loss at a future point in time would be presented separately from items that will never be reclassified.

The adoption of this amendment affects presentation only and has no financial impact on the Group's financial statements.

A3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

The principal changes in accounting policies and their effects are set out below: (cont'd)

iv. Amendment to MFRS 116 *Property, Plant and Equipment (Annual Improvements 2009 – 2011)*

Arising from the adoption of Amendments to MFRS 116, certain spare parts and servicing equipments which meet the definition of property, plant and equipment are to be reclassified to property, plant and equipment and accordingly measured as per the Group's and the Company's accounting policy on property, plant and equipment.

Prior to 1 January 2013, stores, spares and others which are not major spare parts or stand-by equipment are classified as inventories. These items are measured at the lower of cost and net realisable value and are charged to income statements upon consumption. Major spare parts and stand-by equipment have been classified as property, plant and equipment and are measured as per the Group's and the Company's accounting policy on property, plant and equipment.

The Group is currently assessing the impact of adoption of Amendment to MFRS 116.

A4. CHANGES IN ESTIMATES

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

A5. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors issued an unqualified audit opinion on the financial statements for the year ended 31 December 2012.

A6. DISCONTINUED OPERATIONS

The Group effectively ceased its Liner related business operations in June 2012. With the exception of the returning of leased containers, expected to complete in FY2013, all other outstanding business cessation processes were completed by the fourth quarter ended 31 December 2012.

Statement of comprehensive income disclosure:

	3 Months Ended		**Cumulative 6 Months Ended**	
	30-June-13	**30-Jun-12**	**30-June-13**	**30-Jun-12**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Revenue	147	67,433	294	166,962
Cost of sales	961	(146,776)	(678)	(548,616)
GROSS PROFIT/(LOSS)	**1,108**	**(79,343)**	**(384)**	**(381,654)**
Other operating income	26	39,212	849	41,806
General and administrative expenses	364	(18,257)	(2,906)	(35,845)
Share of loss of joint ventures	-	-	(10)	-
OPERATING PROFIT/(LOSS)	**1,498**	**(58,388)**	**(2,451)**	**(375,693)**
Reversal/(provision and impairment)	6,465	12,901	4,847	(207,554)
PROFIT/(LOSS) BEFORE TAX	**7,963**	**(45,487)**	**2,396**	**(583,247)**
Taxation	-	631	471	615
PROFIT/(LOSS) FOR THE PERIOD	**7,963**	**(44,856)**	**2,867**	**(582,632)**

Statement of cash flows disclosure:

The cash flows attributable to discontinued operations are as follows:

Operating	(64,541)	(465,874)
Investing	4,124	418,750
Financing	-	-
Net cash outflows	**(60,417)**	**(47,124)**

A7. CHANGES IN COMPOSITION OF THE GROUP

No major changes were made in the composition of the Group during the quarter ended 30 June 2013.

A8. SEGMENT REPORT

Following cessation of Liner related business operations on 30 June 2012, the Group has reclassified Integrated Logistics business as part of others, as the contribution of the business to MISC Group is not material.

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

CONTINUING OPERATIONS

	Energy Related Shipping[1]	Other Energy Businesses[2]	Others, eliminations and adjustments		Total
	RM'000	RM'000	RM'000		RM'000
Revenue					
External sales	2,853,282	1,549,166	261,210		4,663,658
Inter-Segment	2,867	459,450	(462,317)		-
	2,856,149	**2,008,616**	**(201,107)**	*	**4,663,658**
Operating profit	**449,123**	**233,562**	**56,943**	**	**739,628**

DISCONTINUED OPERATIONS

	Liner Related Business
	RM'000
Revenue	
External sales	294
Operating loss	(2,451)

1) LNG, Petroleum and Chemical
2) Offshore, Heavy Engineering and Tank Terminal (including VTTI)
* Comprise of Integrated Logistics results and Inter-segment eliminations
** Comprise of Integrated Logistics results, net foreign exchange differences, interest income, dividend income from quoted investments, eliminations and adjustments.

A9. SEASONALITY OF OPERATIONS

The businesses of the Group are subject to market fluctuations.

A10. PROFIT FOR THE PERIOD

Included in the profit for the period are the following items:

	3 Months Ended		Cumulative 6 Months Ended	
	30-Jun-13	**30-Jun-12**	**30-Jun-13**	**30-Jun-12**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Interest income	7,779	49,626	17,979	68,886
Other income	29,057	221,141	64,548	244,954
Finance cost	(123,596)	(90,258)	(199,217)	(178,044)
Depreciation of property, plant and equipment	(301,514)	(266,484)	(581,155)	(535,031)
Amortisation of prepaid lease payments	(2,782)	(1,797)	(4,756)	(2,502)
Amortisation of intangibles	(7,022)	(7,023)	(13,968)	(14,046)
Impairment loss on trade and non trade receivables:				
Joint ventures	767	(340)	(1,277)	(939)
Third parties	-	(6,032)	(85)	(6,263)
Bad debts written off	(452)	(1,411)	(1,213)	(3,224)
Impairment of ships, property, plant and equipment, and assets held for sales	47,878	(43,350)	25,529	(159,730)
Net realised foreign exchange gain	81,944	6,321	96,516	31,701
Net unrealised foreign exchange loss	(44,843)	86,541	(59,054)	(24,812)

A11. SHIPS, PROPERTY, PLANT AND EQUIPMENT (SPPE)

Included in total assets are constructions work-in-progress of RM2,994,496,000 mainly for the construction of ships and offshore floating assets.

For the quarter ended 30 June 2013, the Group disposed assets with carrying amount of RM285,383,000 (30 June 2012 : RM167,055,000) recognising a net loss on disposal of RM14,146,000 (30 June 2012 : Net gain on disposal of RM13,292,000). For the cumulative six months ended 30 June 2013, the Group recognised a net loss on disposal of RM14,435,000 (30 June 2012 : Net gain on disposal of RM11,677,000).

The Group recognised RM47,878,000 of net impairment reversal on vessels in the quarter.

A12. INTANGIBLE ASSETS

	Goodwill	Other Intangible Assets	Total
	RM'000	RM'000	RM'000
Cost			
At 1 January 2012	**723,065**	**504,463**	**1,227,528**
Addition	62,783	-	62,783
Currency translation differences	(22,846)	-	(22,846)
At 31 December 2012	**763,002**	**504,463**	**1,267,465**
Addition	-	-	-
Currency translation differences	24,103	-	24,103
At 30 June 2013	**787,105**	**504,463**	**1,291,568**
Accumulated amortisation and impairment			
At 1 January 2012	**2,325**	**370,045**	**372,370**
Amortisation	-	28,168	28,168
At 31 December 2012	**2,325**	**398,213**	**400,538**
Amortisation	-	13,968	13,968
At 30 June 2013	**2,325**	**412,181**	**414,506**
Net carrying amount			
At 1 January 2012	**720,740**	**134,418**	**855,158**
At 31 December 2012	**760,677**	**106,250**	**866,927**
At 30 June 2013	**784,780**	**92,282**	**877,062**

Goodwill is tested for impairment on annual basis (31 December) or when circumstances indicate that the carrying value may be impaired. The Group's impairment test is a comparison of the goodwill's carrying value against its value-in-use (calculated using cash flow projections). The key assumptions used to determine the recoverable amount of the cash generating units were discussed in the annual consolidated financial statements for the year ended 31 December 2012.

Impairment test on the goodwill of the Group's investment in a quoted subsidiary is performed by comparing the carrying value of investment against the recoverable amount derived from its share price quoted on the Main Market of Bursa Malaysia.

Goodwill was not tested for impairment in the quarter as there were no indications of impairment as at 30 June 2013.

The other intangible assets relate to fair value of long term charter hire contracts, as determined by an independent professional valuer, amortised over the time charter period of the contracts.

A13. INVENTORIES

There were no write-down of inventories or reversal of inventories written-down recognised by the Group during the quarter ended 30 June 2013.

A14. CASH AND CASH EQUIVALENTS

Breakdown of cash and cash equivalents are as follows:

	30-Jun-13	31-Dec-12	1-Jan-12
	RM'000	RM'000	RM'000
Deposits with licensed banks	3,068,505	3,903,550	3,859,989
Cash and bank balances	343,066	69,193	275,363
Total cash and cash equivalents	**3,411,571**	**3,972,743**	**4,135,352**

A15. FAIR VALUE HIERARCHY

The Group uses the following hierarchy to determine the fair value of all financial instruments carried at fair value:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets and liabilities
Level 2 - Inputs that are based on observable market data, either directly or indirectly
Level 3 - Inputs that are not based on observable market data

As at the reporting date, the Group held the following financial assets and liabilities that are measured at fair value:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
30-Jun-13				
Financial Assets				
Available-for-sale financial assets				
Quoted investments	411,482	-	-	**411,482**
Financial Liabilities				
Derivatives				
Interest rate swaps designated as hedging instruments	-	(31,891)	-	(31,891)
Forward exchange contracts		(916)	-	(916)
	-	**(32,807)**	**-**	**(32,807)**
31-Dec-12				
Financial Assets				
Available-for-sale financial assets				
Quoted investments	400,636	-	-	**400,636**
Financial Liabilities				
Derivatives				
Interest rate swaps designated as hedging instruments	-	(59,826)	-	**(59,826)**
Forward exchange contracts	-	(169)	-	**(169)**
	-	**(59,995)**	**-**	**(59,995)**
1-Jan-12				
Financial Assets				
Available-for-sale financial assets				
Quoted investments	351,158	-	-	**351,158**
Financial Liabilities				
Derivatives				
Interest rate swaps designated as hedging instruments	-	(144,328)	-	**(144,328)**
Forward exchange contracts	-	(2,327)	-	**(2,327)**
	-	**(146,655)**	**-**	**(146,655)**

No transfers between any levels of the fair value hierarchy took place during the current period and the comparative periods. There were also no changes in the purpose of any financial instruments that subsequently caused a change in classification of those instruments.

A16. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

There were no issuance or repayment of debt and equity securities made by the Group during the quarter ended 30 June 2013.

A17. INTEREST BEARING LOANS AND BORROWINGS

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

	30-Jun-13 RM'000	31-Dec-12 RM'000	1-Jan-12 RM'000
Short Term Borrowings			
Secured	289,663	277,955	255,418
Unsecured	2,571,814	2,385,180	5,406,449
	2,861,477	2,663,135	5,661,867
Long Term Borrowings			
Secured	1,231,895	1,329,270	1,496,445
Unsecured	5,109,672	4,970,265	6,412,333
	6,341,567	6,299,535	7,908,778
Total	**9,203,044**	**8,962,670**	**13,570,645**

ii) Foreign borrowings in United States Dollar equivalent as at 30 June 2013 are as follows :-

	RM'000
United States Dollar Borrowings	7,656,469

A18. DIVIDENDS

No interim dividend has been declared for the financial period ended 30 June 2013 (30 June 2012 : Nil).

A19. CAPITAL COMMITMENTS

	30-Jun-13 RM'000	31-Dec-12 RM'000	1-Jan-12 RM'000
Approved and contracted for:			
Group	1,489,949	1,289,420	2,863,242
Share of capital commitments in joint ventures	605,892	751,784	392,341
	2,095,841	2,041,204	3,255,583
Approved but not contracted for:			
Group	2,717,628	8,268,712	5,174,797
Share of capital commitments in joint ventures	56,105	78,905	954,578
	2,773,733	8,347,617	6,129,375
Total	**4,869,574**	**10,388,821**	**9,384,958**

A20. 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	357,923

A21. SUBSEQUENT MATERIAL EVENT

There were no material events subsequent to the quarter end date.

B1. REVIEW OF GROUP PERFORMANCE AND CURRENT YEAR PROSPECTS

CONTINUING OPERATIONS

GROUP

	3 months ended		Year to date	
	RM Million 30-Jun-13	RM Million 30-Jun-12	RM Million 30-Jun-13	RM Million 30-Jun-12
Revenue	2,284.3	2,359.1	4,663.7	4,568.2
Operating Profit	344.7	504.3	739.6	780.2
PBT	339.6	437.9	694.4	577.3

QUARTER ON QUARTER

Group revenue for the quarter ended 30 June 2013 of RM2,284.3 million was 3.2% lower than the RM2,359.1 million revenue in the corresponding quarter. The decrease in Group revenue were mainly attributed to lower revenue in Heavy Engineering from slower progress on certain projects that are at the tail end of development coupled with lower revenue in Petroleum business from softer freight rates and weak market.

Meanwhile, higher revenue in LNG business following commencement of two Floating Storage Units ("FSUs") in August 2012 and Chemical business from higher freight rates helped to soften the decline in Group revenue.

Group operating profit of RM344.7 million was 31.6% lower than RM504.3 million profit in the corresponding quarter. The decline in operating profit was mainly due to higher operating losses in Petroleum business in the current quarter and one-off settlement received from early redelivery of vessels on time charter contracts in the corresponding quarter.

Group profit before tax of RM339.6 million was lower than the RM437.9 million profit in the corresponding quarter. The Group also recorded higher finance cost mainly due to adjustment on provision related to cessation of liner business in 2012.

YEAR ON YEAR

Group revenue for the half-year ended 30 June 2013 of RM4,663.7 million was 2.1% higher than the RM4,568.2 million revenue for the half-year ended 30 June 2012 ("corresponding period"). The increase in Group revenue were primarily due to higher revenue in LNG business following lease commencement of two FSUs in August 2012, Heavy Engineering business from commencement of new projects and Chemical business from higher freight rates.

However, lower revenue in Petroleum business from smaller fleet of operating vessels and softer freight rates have negated the revenue increase in LNG and Heavy Engineering businesses.

Group operating profit of RM739.6 million was 5.2% lower than RM780.2 million profit in the corresponding period. The decline in profit was mainly due to one-off settlement received from early redelivery of vessels on time charter contracts in the corresponding period.

Group profit before tax of RM694.4 million was higher than RM577.3 million profit in the corresponding period. The increase in profit was mainly due to net impairment reversal of RM25.5 million in the current year compared to impairment charge of RM159.7 million in the corresponding period.

B1. REVIEW OF GROUP PERFORMANCE AND CURRENT YEAR PROSPECTS (Cont'd.)

Performance and prospects of each operating segment are discussed below:

ENERGY RELATED SHIPPING ("ERS")

	Quarter RM Million		Year to date RM Million	
	30-Jun-13	**30-Jun-12**	**30-Jun-13**	**30-Jun-12**
Revenue:				
Third Party	1,428.6	1,442.8	2,853.3	2,955.4
Operating profit	196.2	240.1	449.1	484.9

QUARTER ON QUARTER

ERS revenue of RM1,428.6 million was 1.0% lower than RM1,442.8 million in the corresponding quarter, primarily due to softer freight rates and lesser number of operating vessels in the Petroleum business.

Higher freight rates and commencement of the two FSUs in August 2012 contributed to higher revenue in LNG business. While Chemical business also benefited from higher freight rates.

ERS recorded lower operating profit of RM196.2 million compared to RM240.1 million in the corresponding quarter mainly due to one-off settlement received from early redelivery of vessels on time charter contracts in the corresponding quarter.

YEAR ON YEAR

ERS revenue for the half year ended 30 June 2013 of RM2,853.3 million was 3.5% lower than RM2,955.4 million in the corresponding period mainly attributed to lower revenue in Petroleum business. Higher revenue in LNG and Chemical businesses partly negated the decline in Petroleum business revenue.

ERS recorded lower operating profit of RM449.1 million compared to RM484.9 million in the corresponding period mainly due to one-off settlement received from early redelivery of vessels on time charter contracts in the corresponding period.

Supply growth for the global crude oil fleet is projected to outpace demand growth for the rest of 2013, and the oversupply in the current market is expected to persist in the medium term.

Chemical tanker market is expected to remain challenging due to persistent demand-supply gap for chemical vessels and uncertain global economic conditions.

Long-term contracts in LNG shipping continue to provide stability to MISC Group.

B1. REVIEW OF GROUP PERFORMANCE AND CURRENT YEAR PROSPECTS (Cont'd.)

Performance and prospects of each operating segment are discussed below: (Cont'd.)

OTHER ENERGY BUSINESS ("OEB")

	Quarter RM Million		Year to date RM Million	
	30-Jun-13	**30-Jun-12**	**30-Jun-13**	**30-Jun-12**
Revenue:				
Third Party	722.4	810.8	1,549.2	1,405.0
Operating profit	115.4	107.7	233.6	225.8

QUARTER ON QUARTER

OEB revenue of RM722.4 million was 10.9% lower than RM810.8 million in the corresponding quarter, driven primarily by lower revenue in Heavy Engineering businesss mainly due to slower project on certain projects that are at the tail-end of development.

The decline in Heavy Engineering revenue was mitigated by higher reimbursable revenue for Offshore business.

OEB recorded higher operating profit of RM115.4 million compared to RM107.7 million in the corresponding quarter mainly due to higher profit in Offshore business from engineering services provided to external clients.

YEAR ON YEAR

OEB revenue for half year ended 30 June 2013 of RM1,549.2 million was 10.3% higher than RM1,405.0 million in the corresponding period largely due to higher revenue from Heavy Engineering following higher number of projects being developed and a considerable contribution from the progress of a newly secured project in the preceding quarter.

Offshore business revenue was higher compared to corresponding period due to higher reimbursable revenue.

OEB operating profit of RM233.6 million was 3.4% higher compared to RM225.8 million in the corresponding period mainly due to higher profit in Offshore business from engineering services from engineering services provided to external clients.

Growth opportunities in OEB segment remains strong with rising demand from various field development projects within the Oil and Gas sector.

DISCONTINUED OPERATIONS

LINER RELATED BUSINESS

	Quarter RM Million		Year to date RM Million	
	30-Jun-13	**30-Jun-12**	**30-Jun-13**	**30-Jun-12**
Revenue:				
Third Party	0.1	67.4	0.3	167.0
Operating profit/(loss)	1.5	(58.4)	(2.5)	(375.7)

The Group effectively ceased its Liner related business operations in June 2012. Accordingly, the segment's revenue and operating loss was significantly lower compared to the corresponding quarter.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

GROUP

	Current Quarter RM Million 30-Jun-13	Preceding Quarter RM Million 31-Mar-13
Revenue:		
Third Party	2,284.3	2,379.4
Operating Profit	344.7	394.9
PBT	339.6	354.7

The Group's revenue of RM2,284.3 million was 4.0% lower than RM2,379.4 million in the preceding quarter. The decrease was largely due to lower revenue in Heavy Engineering businesss from slower progress on certain projects that are at the tail end of development, combined with lower revenue in Chemical business following higher number of vessels that underwent dry-docking in the current quarter.

Group operating profit of RM344.7 million was 12.7% lower than RM394.9 million in the preceding quarter, mainly from lower revenue offset by higher forex exchange gain in the current quarter.

The current quarter's profit before tax of RM339.6 million is 4.2% lower than the preceding quarter's profit of RM354.7 million primarily driven by lower operating profit. Net impairment reversal of RM47.9 million in the current quarter compared to impairment charges of RM22.3 million in the preceding quarter negated the decrease in operating profit.

B3. GROUP CURRENT YEAR PROSPECTS

Year 2013 is expected to be another challenging year for the shipping industry with soft demand growth, volatile fuel prices and excess shipping capacity. However, long-term contracts in LNG and Offshore businesses continue to provide stability to the Group.

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 13 - Jun 13 RM'000	Jan 13 - Jun 13 RM '000
Taxation for the period comprises the following charge		
Income tax charge		
- current period	2,431	14,313
- prior year	-	1
Deferred taxation	10,309	11,353
	12,740	25,667

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. STATUS OF CORPORATE PROPOSALS ANNOUNCED BUT NOT COMPLETED

a) The status of the utilisation of proceeds raised from MHB listing as at 8 August 2013 is as follows:

Purpose	Proposed Utilisation	Actual Utilisation	Intended Timeframe for Utilisation	Deviation	
	RM Million	RM Million		RM Million	%
Capital expenditure	914.4	914.4	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**	**1,047.9**		-	-

b) The status of the utilisation of proceeds raised from disposal of 50% stake in Gumusut as at 8 August 2013 is as follows:

Purpose	Proposed Utilisation	Actual Utilisation	Intended Timeframe for Utilisation	Deviation	
	RM Million	RM Million		RM Million	%
Repayment of bank loans and borrowings	3,820.6	3,820.6	Within 36 months from the completion date of share disposal	-	-
Capital Expenditure	1,472.2	402.6	Within 18 months from the completion date of share disposal	-	-
Estimated expenses relating to the Proposed Share Disposal	2.0	1.8	Within 3 months from the completion date of share disposal	-	-
Total	**5,294.8**	**4,225.0**		-	-

B7. CHANGES IN MATERIAL LITIGATION

There were no material litigations involving the Group for the quarter ended 30 June 2013.

B8. DIVIDENDS

No dividend has been proposed by the Board of Directors for this quarter ended 30 June 2013 (30 June 2012 : Nil).

B9. DERIVATIVES

As part of the Group's efforts to hedge its interest rate risks, the Group entered into two interest rate swap ("IRS") arrangements, a form of derivative to convert its interest exposure from floating term into fixed term. The first IRS entered in September 2008 will mature in September 2013, while the second IRS entered in March 2010 will mature in February 2017. The maturity of the IRSs coincide with the maturity of the respective floating rate loans.

The Group also entered into forward currency contracts to manage the exposure to foreign exchange risk. As at 30 June 2013, the fair value loss of its foreign exchange contract was RM916,000.

Details of the Group's derivative financial instruments outstanding as at 30 June 2013 are as follows:

Contract/Tenure	**Notional Value RM'000**	**Fair Value RM'000**
Foreign exchange contracts		
less than 1 year	**25,322**	**(916)**
Interest rate swaps		
1 year to 3 years	2,383,125	(26,946)
More than 3 years	58,596	(4,945)
	2,441,721	**(31,891)**
Total	**2,467,043**	**(32,807)**

B10. EARNINGS/(LOSS) PER SHARE

	Quarter ended 30-Jun		**Financial period ended 30-Jun**	
	2013	**2012**	**2013**	**2012**
Basic earnings/(loss) per share are computed as follows:				
Profit/(loss) for the period attributable to owners of the Corporation (RM'000):				
-from continuing operations	292,985	425,086	598,506	493,159
-from discontinued operations	7,963	(45,007)	2,867	(582,907)
	300,948	**380,079**	**601,373**	**(89,748)**
Weighted average number of ordinary shares in issue (thousand)	**4,463,794**	**4,463,794**	**4,463,794**	**4,463,794**
Basic earnings/(loss) per share (sen)				
-from continuing operations	6.6	9.5	13.4	11.0
-from discontinued operations	0.2	(1.0)	0.1	(13.1)
	6.8	**8.5**	**13.5**	**(2.1)**

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

B11. REALISED AND UNREALISED PROFIT

The breakdown of the Group's retained profits as at 30 June 2013 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-Jun-13 RM'000	31-Dec-12 RM'000
Total retained profits of MISC Group and its subsidiaries:		
- Realised	15,207,810	14,732,322
- Unrealised	(109,355)	(107,298)
	15,098,455	**14,625,024**
Total share of retained loss from associates:		
- Realised	(2,109)	(2,270)
- Unrealised	(105)	(49)
	(2,214)	**(2,319)**
Total share of retained profits from joint ventures :		
- Realised	733,788	596,866
- Unrealised	35,680	39,543
	769,468	**636,409**
Total Group retained profits	**15,865,709**	**15,259,114**
Less:		
Consolidation adjustments	(2,359,824)	(2,352,486)
Total Group retained profits as per consolidated accounts	**13,505,885**	**12,906,628**

By Order of the Board

A3. SIGNIFICANT ACCOUNTING POLICIES AND APPLICATION OF MFRS 10 AND MFRS 11

(i) Reconciliations of income statement

CONTINUING OPERATIONS

	3 Months Ended 30 June 2012				6 Months Ended 30 June 2012			
	30-Jun-2012 As previously reported	MFRS 10 adjustments	MFRS 11 adjustments	30-Jun-2012 As restated	30-Jun-2012 As previously reported	MFRS 10 adjustments	MFRS 11 adjustments	30-Jun-2012 As restated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	2,486,633	(127,575)	-	2,359,058	4,791,015	(222,854)	-	4,568,161
Cost of sales	(2,049,330)	77,618	-	(1,971,712)	(3,784,216)	119,865	-	(3,664,351)
Gross profit	**437,303**	**(49,957)**	**-**	**387,346**	**1,006,799**	**(102,989)**	**-**	**903,810**
Other operating income	248,298	10,475	(9,920)	248,853	338,075	9,270	(9,920)	337,425
General and administrative expenses	(132,105)	223	-	(131,882)	(461,877)	824	-	(461,053)
Operating Profit	**553,496**	**(39,259)**	**(9,920)**	**504,317**	**882,997**	**(92,895)**	**(9,920)**	**780,182**
Impairment provisions	(43,350)	-	-	(43,350)	(159,730)	-	-	(159,730)
Net loss on disposal of ships	(12,481)	-	-	(12,481)	(12,481)	-	-	(12,481)
Finance costs	(97,595)	7,337	-	(90,258)	(193,231)	15,187	-	(178,044)
Share of profit of associates	(2)	-	-	(2)	13	-	-	13
Share of profit of joint ventures	58,410	-	21,242	79,652	104,819	-	42,517	147,336
Profit before taxation from continuing operation	**458,478**	**(31,922)**	**11,322**	**437,878**	**622,387**	**(77,708)**	**32,597**	**577,276**
Taxation	23,068	189	-	23,257	(12,843)	382	-	(12,461)
Profit after taxation from continuing operation	**481,546**	**(31,733)**	**11,322**	**461,135**	**609,544**	**(77,326)**	**32,597**	**564,815**
Loss after taxation from discontinued operations	(44,856)	-	-	(44,856)	(582,632)	-	-	(582,632)
Profit/(loss) after taxation	**436,690**	**(31,733)**	**11,322**	**416,279**	**26,912**	**(77,326)**	**32,597**	**(17,817)**

A3. SIGNIFICANT ACCOUNTING POLICIES AND APPLICATION OF MFRS 10 AND MFRS 11

(ii) Reconciliations of equity

	30-Jun-2012 As previously reported	MFRS 10 adjustments	MFRS 11 adjustments	30-Jun-2012 As restated	31-Dec-2012 As previously reported	MFRS 10 adjustments	MFRS 11 adjustments	31-Dec-2012 As restated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
ASSETS								
NON-CURRENT ASSETS								
Ships	18,072,818	-	-	18,072,818	17,551,500	-	-	17,551,500
Offshore floating assets	8,434,424	(1,104,635)	-	7,329,789	2,523,441	(1,179,573)	-	1,343,868
Property, Plant and Equipment	1,760,905	-	-	1,760,905	1,758,497	-	-	1,758,497
Prepaid Land & Building Lease Payments	250,652	-	-	250,652	264,232	-	-	264,232
Finance Lease Receivables	410,664	-	-	410,664	1,419,724	-	-	1,419,724
Investments in Subsidiaries	-	89,760	(89,760)	-		89,760	(89,760)	-
Investments in Associates	2,173	-	-	2,173	2,003	-	-	2,003
Investments in Jointly Controlled Entities	3,565,748	-	273,506	3,839,254	4,420,576		292,397	4,712,973
Other non-current financial assets	493,491	-	-	493,491	586,112	-	79,264	665,376
Intangible Assets	909,136	-	-	909,136	866,927	-	-	866,927
Deferred Tax Asset	4,806	(295)	-	4,511	14,504	(325)	-	14,179
	33,904,817	**(1,015,170)**	**183,746**	**33,073,393**	**29,407,516**	**(1,090,138)**	**281,901**	**28,599,279**
CURRENT ASSETS								
Inventories	438,153	-	-	438,153	336,101	-	-	336,101
Finance Lease Receivables	-	-	-	-	59,956	-	-	59,956
Trade & Other Receivables	2,580,496	(57,588)	-	2,522,908	2,889,478	(81,091)	-	2,808,387
Cash and cash equivalents	3,980,435	(26,973)	-	3,953,462	4,023,351	(50,608)	-	3,972,743
Amount due from Inter Companies	-	-	-	-	-	79,264	(79,264)	-
Amounts due from Group Companies	203,878	-	-	203,878	217,772	-	-	217,772
Amounts due from Associates	925	-	-	925	65	-	-	65
Amounts due from Joint ventures	220,035	-	-	220,035	110,894	-	-	110,894
Assets held for sale	532,059	-	-	532,059	374,415	-	-	374,415
	7,955,981	**(84,561)**	**-**	**7,871,420**	**8,012,032**	**(52,435)**	**(79,264)**	**7,880,333**
TOTAL ASSETS	**41,860,798**	**(1,099,731)**	**183,746**	**40,944,813**	**37,419,548**	**(1,142,573)**	**202,637**	**36,479,612**

A3. SIGNIFICANT ACCOUNTING POLICIES AND APPLICATION OF MFRS 10 AND MFRS 11

(ii) Reconciliations of equity (Cont'd.)

	30-Jun-2012 As previously reported	MFRS 10 adjustments	MFRS 11 adjustments	30-Jun-2012 As restated	31-Dec-2012 As previously reported	MFRS 10 adjustments	MFRS 11 adjustments	31-Dec-2012 As restated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Share Capital	4,463,794	-	-	4,463,794	4,463,794	-	-	4,463,794
Share Premium	4,459,468	-	-	4,459,468	4,459,468	-	-	4,459,468
Reserves	(95,417)	35,811	(35,806)	(95,412)	(700,101)	44,585	(50,396)	(705,912)
Retained Profits	12,002,242	(175,755)	219,552	12,046,039	12,858,809	(205,214)	253,033	12,906,628
Equity attributable to owners of the parent	**20,830,087**	**(139,944)**	**183,746**	**20,873,889**	**21,081,970**	**(160,629)**	**202,637**	**21,123,978**
Non Controlling Interests	1,378,683	(306,570)	-	1,072,113	1,402,990	(322,975)	-	1,080,015
TOTAL EQUITY	**22,208,770**	**(446,514)**	**183,746**	**21,946,002**	**22,484,960**	**(483,604)**	**202,637**	**22,203,993**
NON-CURRENT LIABILITIES								
Interest bearing loans and borrowings	11,386,399	(323,246)	-	11,063,153	6,507,057	(207,522)	-	6,299,535
Deferred Taxation	47,772	-	-	47,772	16,655	-	-	16,655
Provisions	691,039	-	-	691,039	618,418	-	-	618,418
Other non-current financial liabilities	-	-	-	-	76,156	(76,156)	-	-
Derivatives Liabilities	145,792	(29,625)	-	116,167	25,831	(18,891)	-	6,940
	12,271,002	**(352,871)**	**-**	**11,918,131**	**7,244,117**	**(302,569)**	**-**	**6,941,548**
CURRENT LIABILITIES								
Interest bearing loans and borrowings	3,000,400	(204,830)	-	2,795,570	2,864,873	(201,738)	-	2,663,135
Trade & Other Payables	4,223,641	(80,185)	-	4,143,456	4,479,739	(154,646)	-	4,325,093
Provision for Taxation	45,315	(453)	-	44,862	27,519	(16)	-	27,503
Amounts due to Group Companies	27,291	-	-	27,291	200,661	-	-	200,661
Amounts due to Associates	2,173	-	-	2,173	2,124	-	-	2,124
Amounts due to Joint ventures	82,206	(14,878)	-	67,328	62,500	-	-	62,500
Derivative Liabilities	-	-	-	-	53,055	-	-	53,055
	7,381,026	**(300,346)**	**-**	**7,080,680**	**7,690,471**	**(356,400)**	**-**	**7,334,071**
TOTAL LIABILITIES	**19,652,028**	**(653,217)**	**-**	**18,998,811**	**14,934,588**	**(658,969)**	**-**	**14,275,619**
TOTAL EQUITY AND LIABILITIES	**41,860,798**	**(1,099,731)**	**183,746**	**40,944,813**	**37,419,548**	**(1,142,573)**	**202,637**	**36,479,612**

A3. SIGNIFICANT ACCOUNTING POLICIES AND APPLICATION OF MFRS 10 AND MFRS 11

(iii) Reconciliations of cash flow

	6 Months Ended 30 June 2012				12 Months Ended 31 December 2012			
	30-Jun-2012 As previously reported	MFRS 10 adjustments	MFRS 11 adjustments	30-Jun-2012 As restated	31-Dec-2012 As previously reported	MFRS 10 adjustments	MFRS 11 adjustments	31-Dec-2012 As restated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Net cash (used in)/generated from operating activities	428,950	(144,366)	-	284,584	1,638,565	(329,534)	-	1,309,031
Net cash (used in)/generated from investing activities	(382,977)	22,910	(5,037)	(365,104)	3,414,964	109,812	(52,302)	3,472,474
Net cash used in financing activities	(206,419)	119,702	-	(86,717)	(5,077,800)	240,251	-	(4,837,549)
Net decrease in cash and cash equivalents	**(160,446)**	**(1,754)**	**(5,037)**	**(167,237)**	**(24,271)**	**20,529**	**(52,302)**	**(56,044)**
Cash and cash equivalents at beginning of the year	**4,155,139**	**(19,787)**		**4,135,352**	**4,155,139**	**(19,787)**	**-**	**4,135,352**
Currency translation difference	(14,258)	(395)		(14,653)	(107,518)	953	-	(106,565)
Cash and cash equivalents at end of the period/year	**3,980,435**	**(21,936)**	**(5,037)**	**3,953,462**	**4,023,350**	**1,695**	**(52,302)**	**3,972,743**