

YTL CORPORATION BERHAD (Company No: 92647-H)
(Incorporated in Malaysia)

QUARTERLY REPORT

Quarterly report on consolidated results for the financial quarter ended 30 September, 2001.

The figures have not been audited.

CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR 30.9.2001 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30.9.2000 RM'000	CURRENT YEAR TO DATE 30.9.2001 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30.9.2000 RM'000
1. (a) Revenue	622,118	579,046	622,118	579,046
(b) Investment income	224	71	224	71
(c) Other income	40,849	34,359	40,849	34,359
2. (a) Profit before finance costs, depreciation and amortisation, exceptional items, income tax, minority interests and extraordinary items	261,054	266,888	261,054	266,888
(b) Finance costs	(40,951)	(46,415)	(40,951)	(46,415)
(c) Depreciation and amortisation	(38,249)	(38,433)	(38,249)	(38,433)
(d) Exceptional items	601	141	601	141
(e) Profit before income tax, minority interests and extraordinary items	182,455	182,181	182,455	182,181
(f) Share of profits of associated companies	4,305	5,646	4,305	5,646

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CONSOLIDATED INCOME STATEMENT - (Continued)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
	30.9.2001	30.9.2000	30.9.2001	30.9.2000
	RM'000	RM'000	RM'000	RM'000
(g) Profit before income tax, minority interests and extraordinary items after share of profits of associated companies	186,760	187,827	186,760	187,827
(h) Income tax	(53,728)	(53,544)	(53,728)	(53,544)
(i) (i) Profit after income tax before deducting minority interests	133,032	134,283	133,032	134,283
(ii) Minority interests	(51,218)	(56,926)	(51,218)	(56,926)
(j) Pre-acquisition profit/(loss), if applicable	-	-	-	-
(k) Net profit from ordinary activities attributable to members of the company	81,814	77,357	81,814	77,357
(l) (i) Extraordinary items	-	-	-	-
(ii) Minority interests	-	-	-	-
(iii) Extraordinary items attributable to members of the company	-	-	-	-
(m) Net profit attributable to members of the company	81,814	77,357	81,814	77,357

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CONSOLIDATED INCOME STATEMENT - (Continued)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR 30.9.2001 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30.9.2000 RM'000	CURRENT YEAR TO DATE 30.9.2001 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30.9.2000 RM'000
3. Earnings per share based on 2(m) above after deducting any provision for preference dividends, if any :-				
(i) Basic - sen	5.76	5.27	5.76	5.27
	=====	=====	=====	=====
Based on weighted average number of ordinary shares	1,421,034,647	1,467,467,359	1,421,034,647	1,467,467,359
	=====	=====	=====	=====
(ii) Fully diluted - sen	5.66	5.08	5.66	5.08
	=====	=====	=====	=====
Based on weighted average number of ordinary shares	1,446,359,527	1,522,044,726	1,446,359,527	1,522,044,726
	=====	=====	=====	=====

YTL CORPORATION BERHAD (Company No: 92647-H)
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CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2001

	AS AT END OF CURRENT QUARTER 30.9.2001 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 30.6.2001 RM'000
PROPERTY, PLANT & EQUIPMENT	3,154,416	3,188,045
INVESTMENT PROPERTIES	426,340	425,688
INVESTMENT IN SUBSIDIARIES	196,870	196,870
INVESTMENT IN ASSOCIATED COMPANIES	291,241	286,966
QUOTED INVESTMENTS	16,668	18,828
UNQUOTED INVESTMENTS	140,226	140,226
DEVELOPMENT EXPENDITURE	253,447	244,813
CAPITAL WORK-IN-PROGRESS	4,980	4,980

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CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2001- (Continued)

	AS AT END OF CURRENT QUARTER 30.9.2001 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 30.6.2001 RM'000
CURRENT ASSETS		
Inventories	120,971	114,406
Property development projects	117,918	120,401
Trade debtors	1,199,604	1,177,883
Gross amount due from customers for contract works	106,429	164,028
Other debtors, deposits & prepayments	575,904	540,862
Inter-company balances	63,780	54,564
Short term investments	22,920	20,006
Fixed deposits	4,254,697	3,546,867
Cash & bank balances	37,092	22,557
	-----	-----
	6,499,315	5,761,574
	-----	-----
LESS : CURRENT LIABILITIES		
Trade creditors	164,782	175,532
Gross amount due to customers for contract works	11,517	16,529
Other creditors & accruals	427,857	375,421
Inter-company balances	34,911	31,370
Borrowings	584,724	605,850
Provision for taxation	62,736	70,809
Dividends	122	124
	-----	-----
	1,286,649	1,275,635
	-----	-----
NET CURRENT ASSETS	5,212,666	4,485,939
	-----	-----
GOODWILL ON CONSOLIDATION	256,054	254,245
	-----	-----
	9,952,908	9,246,600
	=====	=====

YTL CORPORATION BERHAD (Company No: 92647-H)
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CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2001- (Continued)

	AS AT END OF CURRENT QUARTER 30.9.2001 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 30.6.2001 RM'000
FINANCED BY :-		
SHARE CAPITAL	736,616	736,529
RESERVES		
Share premium	682,340	681,916
Capital reserve	23,494	23,494
Unappropriated profits	3,006,881	2,925,068
Others	22,692	22,797
Less : Treasury shares, at cost	(249,980)	(249,980)
	-----	-----
SHAREHOLDERS' FUNDS	4,222,043	4,139,824
MINORITY INTERESTS	1,820,685	1,780,599
LONG TERM BORROWINGS	3,389,728	2,820,145
OTHER LONG TERM LIABILITIES	520,452	506,032
	-----	-----
	9,952,908	9,246,600
	=====	=====
Net tangible assets per 50 sen share (SEN)	278.8	273.2
	=====	=====

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Notes :

1. Accounting Policies

The quarterly financial statements have been prepared based on the same accounting policies and methods of computation adopted in the recent annual financial statements and in accordance with the provisions of the Companies Act, 1965 and applicable approved Accounting Standards in Malaysia.

2. Exceptional Item

During the current quarter and financial year to date, there was no exceptional item except for the exceptional gain arising from disposal of quoted investment as stated in Note 6.

3. Extraordinary Item

During the current quarter and financial year to date, there was no extraordinary item.

4. Taxation

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR TO DATE	PRECEDING YEAR
	30.9.2001	30.9.2000	30.9.2001	30.9.2000
	RM'000	RM'000	RM'000	RM'000

Within Malaysia

Current provision	36,668	41,929	36,668	41,929
Under-provision	2,484	-	2,484	-
Associated companies	156	680	156	680
Deferred taxation	14,420	10,935	14,420	10,935
	-----	-----	-----	-----
	53,728	53,544	53,728	53,544
	=====	=====	=====	=====

The provision for taxation for current quarter reflects an effective tax rate lower than the Statutory Income Tax Rate due mainly to certain income and expenses which are treated differently for tax purposes and availability of reinvestment allowances in certain of the subsidiaries.

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Notes - Continued

5. Sale of unquoted investments and/or properties

There was no sale of unquoted investments or properties during the current quarter and financial year to date.

6. Quoted Investments

(a) There was no purchase of quoted investments during the current quarter and financial year to date. During the current quarter and financial year to date, the Group has disposed of RM 2.160 million of quoted shares which resulted in a profit on sale of investments amounting to RM 0.601 million. Total sale proceeds for the current quarter was RM 2.761 million.

(b) The cost, carrying value and the market value of the other quoted investments of the Group as at end of the current financial year to date are :-

	RM'000
Cost	16,668
Carrying value	16,668
Market value	11,148
	=====

7. Changes in the Composition of the Group

There were no material change in the composition of the Group for the current quarter and financial year to date that will materially affect the financial results and state of affairs of the Group.

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Notes - Continued

8. Corporate Developments

- **Corporate proposal announced and completed is as follows :-**

As part of Taiping Consolidated Berhad's ("TCB"), a subsidiary of the Company, objective to focus on its core property development business, TCB on 24 August, 2001 announced the disposal to a non-related party of the following subsidiaries which are either dormant or not involved in activities relating to its core business for a cash consideration of RM1 which was completed on 15 November 2001:-

Name	Principal Activities	Percentage equity interest (%)
Cresecent Hotels Sdn Bhd	Dormant	100
Jalanan Semesta Sdn Bhd	Dormant	100
Medan Canggih Sdn Bhd	Dormant	100
Pajam Realty Sdn Bhd	Dormant	100
Punca Makmur Sdn Bhd	Dormant	100
Taiping Leisure Sdn Bhd	Dormant	100
Salvadora The Shoe Salon Sdn Bhd	Dormant	100
Taiping-Siamsyntech Construction Sdn Bhd	Dormant	100
Vanguard Realty Sdn Bhd	Dormant	100

The disposal of these subsidiaries did not result in significant gain or loss to the Group as the carrying values of the investment in subsidiaries had been written down to their net realisable values.

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Notes - Continued

- **Corporate proposals announced but not yet completed are as follows :-**

- (a) Proposed listing of YTL E-Solutions Berhad, a wholly-owned subsidiary, on the Malaysian Exchange of Securities Dealings and Automated Quotation Berhad (“MESDAQ”) announced by the Company on 1 August, 2001 (“Proposed Listing”).

The Proposed Listing which entails a Proposed Restricted Issue of 34,000,000 new ordinary shares of RM1 each to entitled shareholders of the Company and a Proposed Public Issue of 1,000,000 new ordinary shares of RM1 each to eligible employees and directors of YTL E-Solutions Berhad at an indicative issue price of RM1.10 per share was approved by the Securities Commission and MESDAQ on 24 July, 2001 and 27 July, 2001 respectively.

Approvals from the Foreign Investment Committee and the Ministry of International Trade and Industry were obtained on 15 May, 2001 and 14 June, 2001 respectively. At an Extraordinary General Meeting convened on 16 October, 2001, the shareholders of the Company had approved the proposed listing and is pending implementation.

- (b) Proposed Employees Share Option Schemes (“Proposed ESOS”) announced on 2 March 2001 by the Company, YTL Power International Berhad (“YTL Power”) and YTL Cement Berhad (“YTL Cement”) for employees and Executive Directors of the Company and its subsidiaries, YTL Power and its subsidiaries and YTL Cement and its subsidiaries respectively who meet the criteria of eligibility for participation in the Proposed ESOS. The Proposed ESOS were approved by the Securities Commission and shareholders at the respective Extraordinary General Meetings on 28 June 2001 and 16 October 2001 respectively. The Proposed ESOS are now pending the confirmation by the advising merchant bank, Commerce International Merchant Bankers Berhad that all conditions have been met.
- (c) On 30 August, 2001, a subsidiary, YTL Cement Berhad, has announced a Proposed Bonus Issue of up to 104,615,189 new ordinary shares of RM1 each on the basis of one new ordinary share for every one existing ordinary share held. The Proposed Bonus Issue was approved by the Securities Commission on 6 November 2001 and is subject to approval of the shareholders of YTL Cement Berhad at an Extraordinary General Meeting to be convened on 10 December 2001. On 26 November 2001, YTL Cement Berhad announced the Book Close Date for the Proposed Bonus Issue to be 13 December 2001.
- (d) The Company and its subsidiary, TCB, had on 2 October, 2001 announced the following proposals :-
 - (i) Proposed acquisition by TCB of 45% equity interest in Syarikat Kemajuan Perumahan Negara Sdn. Bhd. (“SKPN”) from Syarikat Pembinaan Yeoh Tiong Lay Sdn. Bhd. (“SPYTL”), a subsidiary of the Company;

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Notes - Continued

- (ii) Proposed acquisition by TCB of 5% equity interest in SKPN from Pemasaran Simen Negara Sdn. Bhd.;
- (iii) Proposed acquisition by TCB of 100% equity interest in Bayumaju Development Sdn. Bhd. (“Bayumaju”) from the Company;
- (iv) Proposed acquisition by TCB of 100% equity interest in Pakatan Perakbina Sdn. Bhd. (“Pakatan”) from SPYTL and Dato’ Hj. Mohd. Zainal Abidin bin Hj. Abdul Kadir;
- (v) Proposed acquisition by TCB of 30% equity interest in Udapakat Bina Sdn. Bhd., a 70% owned subsidiary of Pakatan, from Uda Holdings Bhd.;
- (vi) Proposed acquisition by TCB of 5% equity interest in PYP Sendirian Berhad which is 95% owned by Pakatan, from YM Dato’ Raja Wahid Bin Raja Kamaralzaman;
- (vii) Proposed issue of irredeemable convertible preference shares at an issue price of RM1 each by TCB;
- (viii) Proposed increase in the authorised share capital of TCB;
- (ix) Proposed amendments to the Articles of Association of TCB;
- (x) Proposed change of name of TCB to YTL Land & Development Berhad; and
- (xi) Proposed Share Buy-Back by TCB and Amendment to its Memorandum of Association; and
- (xii) Proposed Acquisition of a Residential Property by TCB from Datin Ramona Suleiman Binti Abdullah.

- **Status of utilisation of proceeds**

- **8.5% Redeemable Non-Guaranteed Unsecured Bonds (“Bonds”)**

A sum of RM132.4 Million out of the proceeds received by the Company From the issue of the RM500 million Bonds on 29 June 1999 is currently placed under Fixed Deposits with licensed financial institutions pending equity investments in Express Rail Link Sdn. Bhd., a 40% associated company and financing of housing development projects priced below RM250,000 per unit.

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Notes - Continued

7% Redeemable Non-Guaranteed Unsecured Bonds

The proceeds received by YTL Power International Berhad from the issue of the RM750 million 7% Redeemable Non-Guaranteed Unsecured Bonds on 11 January 2000 is currently placed under Fixed Deposits with licensed financial institutions pending investments in power generation assets.

2.5% Exchangeable Guaranteed Bonds Due 2006

The proceeds received by YTL Power Finance (Cayman) Limited, a wholly-owned subsidiary of YTL Power International Berhad, from the issue of the USD150 million 2.5% Exchangeable Guaranteed Bonds Due 2006 on 11 July 2001 is currently placed under Fixed Deposits with licensed financial institutions pending investments outside Malaysia.

9. Changes in Share Capital

A total of 243,000 new ordinary shares of 50 sen each were issued since the first date of the current financial year to date hereof. The new ordinary shares issued were arising from the exercise of Warrants.

As at 28 November, 2001 the Company purchased a total of 52,024,000 ordinary shares from the open market at an average price of RM4.81 per share. There was no share buy-back transaction during the current financial quarter.

10. Group Borrowings and Debt Securities

The Group's borrowings from financial institutions as at end of the current financial quarter are as follows :-

	Short term RM'000	Long term RM'000	Total RM'000
Secured	227,985	969,667	1,197,652
Unsecured	356,739	2,420,061	2,776,800
	-----	-----	-----
	584,724	3,389,728	3,974,452
	=====	=====	=====

The borrowings denominated in foreign currencies are as follows :-

In US Dollar ('000)	150,025
In Hong Kong Dollar ('000)	14,048
	=====

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Notes - Continued

11. Contingent Liabilities - Unsecured

There has been no material change in the contingent liabilities since the last annual balance sheet of which the following were reported:

- (a) The Company has given corporate guarantees amounting to RM656.1 million to financial institutions for facilities granted by the financial institutions to its subsidiaries as follows:-

	Total Amount Guaranteed RM'000	Amount Utilised RM'000
Block discounting/hire purchase facility	23,400	-
Bank overdrafts	39,600	6,892
Letters of credit/trust receipts/bankers acceptances/shipping guarantees	257,800	49,182
Revolving loans/advances	126,500	90,000
Suppliers credit facility	2,500	353
Bankers' guarantees :- Advance payment bonds/performance bonds, pre-bid bonds and other related guarantees	206,324	105,405
	----- 656,124	----- 251,832
	=====	=====

- (b) Judgment has been obtained against a subsidiary for the principal sum of RM1,037,500 together with the interest and cost. An appeal has been filed against the judgment.
- (c) Taiping Consolidated Berhad, a quoted subsidiary, has contingent liability relating to claims made by third parties in respect of fees and debts totaling RM50.9 million. The directors of the subsidiary in consultation with legal opinion are of the view that there are no merits to the claims.

12. Off Balance Sheet Financial Instruments

No off balance sheet financial instruments were utilised for the current financial year to date.

13. Pending Material Litigation

There was no material litigation pending as at the date of this report.

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Notes - Continued

14. **Segment Reporting**

Analysis by activities	Revenue RM'000	Profit Before Taxation RM'000	Assets Employed RM'000
Construction	93,053	3,069	597,301
Information technology and e-commerce related business	1,689	833	105,034
Manufacturing & trading	120,400	19,814	539,720
Property development	18,114	3,033	2,061,873
Management services & others	41,862	18,452	4,345,409
Hotel & restaurant operations	20,047	(812)	208,429
Power generation	326,953	138,066	3,381,791
	----- 622,118 =====	----- 182,455 =====	----- 11,239,557 =====
Profit from associated companies			
Construction		3	
Manufacturing & trading		3,465	
Property development		114	
Management services & others		679	
Hotel & restaurant operations		44	
		----- 186,760 =====	
Analysis by geographical area			
Operations in Malaysia	615,698	179,589	9,892,576
Operations in other countries	6,420	7,171	1,346,981
	----- 622,118 =====	----- 186,760 =====	----- 11,239,557 =====

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Notes - Continued

15. Comparison with Preceding Quarter

	Current Year	
	Current Quarter 30.9.2001 RM'000	Preceding Quarter 30.6.2001 RM'000
Revenue	622,118	624,932
Consolidated profit before taxation	186,760	193,191
Consolidated profit after taxation after minority interests	81,814	106,743
	=====	=====

Revenue for the current quarter decreased by RM2.8 million or 0.5% as compared to the preceding quarter. The consolidated profit before taxation decreased by RM6.4 million or 3.3% as compared to the preceding quarter and the consolidated profit after taxation after minority interests decreased from RM106.7 million to RM81.8 million, which represents an decrease of 23.4% as compared to the preceding quarter.

16. Review of the results

The Group's revenue increased from RM579.0 million for the quarter ended 30 September, 2000 to RM622.1 million for the quarter ended 30 September, 2001. This represents an increase of RM43.1 million or 7.4%. The improvement in revenue is substantially contributed by the subsidiary companies engaging in the ready-mixed concrete & slag cement business, power generation and property development division.

The Group's consolidated profit before taxation has decreased from RM187.8 million in the quarter ended 30 September, 2000 to RM186.8 million in the quarter ended 30 September, 2001 or 0.6 % lower than the preceding year corresponding quarter. The decrease in profit was mainly due to increase in operation and maintenance cost for the power generation division.

17. Subsequent Material Event

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

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Notes - Continued

18. Seasonality or Cyclicity of Operations

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

19. Prospects

Barring unforeseen circumstances, the Group expects to achieve a satisfactory level of operating performance for the financial year ending 30 June, 2002. However, following the events of September 11, 2001, the Group's hotel division is not expected to perform as well as the preceding financial year.

20. Profit Forecast/Profit Guarantee

The Group did not issue any profit forecast during the current financial year to date.

21. Dividend

No interim dividend was declared for the financial quarter ended 30 September 2001.

By Order of the Board
HO SAY KENG
Secretary

Kuala Lumpur
Dated :29 November 2001