

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

INTERIM FINANCIAL REPORT

Interim financial report on consolidated results for the third quarter ended 31 March 2005.

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR	PRECEDING YEAR	CORRESPONDING	
			QUARTER	QUARTER
	31.3.2005	31.3.2004	31.3.2005	31.3.2004
	RM'000	RM'000	RM'000	RM'000
REVENUE	1,225,364	1,098,758	3,646,594	3,296,252
OPERATING EXPENSES	(782,669)	(716,117)	(2,265,060)	(2,078,921)
OTHER OPERATING INCOME	5,883	42,220	53,560	180,326
PROFIT FROM OPERATIONS	448,578	424,861	1,435,094	1,397,657
FINANCE COSTS	(209,071)	(180,454)	(580,845)	(515,752)
SHARE OF PROFITS OF ASSOCIATED COMPANIES	78,445	876	96,052	16,495
PROFIT BEFORE TAXATION	317,952	245,283	950,301	898,400
TAXATION	(92,693)	61,481	(234,512)	(77,186)
PROFIT AFTER TAXATION	225,259	306,764	715,789	821,214
MINORITY INTERESTS	(79,990)	(75,640)	(270,666)	(228,888)
NET PROFIT FOR THE PERIOD	145,269	231,124	445,123	592,326
EARNINGS PER SHARE				
Basic (Sen)	10.52	16.02	32.53	41.01
Diluted (Sen)	10.13	15.58	31.43	39.90

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June, 2004

YTL CORPORATION BERHAD (Company No. 92647 -H)
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CONDENSED CONSOLIDATED BALANCE SHEETS

	UNAUDITED AS AT 31.3.2005 RM'000	AUDITED AS AT 30.6.2004 RM'000
PROPERTY, PLANT & EQUIPMENT	17,027,006	15,051,570
INVESTMENT PROPERTIES	538,693	535,112
INVESTMENT IN SUBSIDIARIES	181,704	196,870
INVESTMENT IN ASSOCIATED COMPANIES	999,218	321,180
QUOTED INVESTMENTS	12,504	12,523
UNQUOTED INVESTMENTS	498,581	433,601
DEVELOPMENT EXPENDITURE	648,668	617,862
CAPITAL WORK-IN-PROGRESS	24,949	4,960
GOODWILL ON CONSOLIDATION	741,064	685,500
CURRENT ASSETS		
Inventories	291,314	235,380
Property development projects	247,872	206,000
Trade & other receivables	2,201,184	2,194,514
Tax recoverable	155,563	72,198
Inter-company balances	34,985	29,488
Short term investments	41,682	66,805
Fixed deposits	5,987,095	5,828,241
Cash & bank balances	79,536	54,205
	9,039,231	8,686,831

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June, 2004

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CONDENSED CONSOLIDATED BALANCE SHEETS – continued

	UNAUDITED AS AT 31.3.2005 RM'000	AUDITED AS AT 30.6.2004 RM'000
LESS : CURRENT LIABILITIES		
Trade & other payables	1,341,437	1,164,268
Inter-company balances	29,716	738
Short term borrowings	2,440,379	1,252,414
Provision for taxation	179,932	157,656
Provision for liabilities & charges	34,302	28,708
	-----	-----
	4,025,766	2,603,784
	-----	-----
NET CURRENT ASSETS	5,013,465	6,083,047
	-----	-----
	<u>25,685,852</u>	<u>23,942,225</u>
	=====	=====

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June, 2004

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CONDENSED CONSOLIDATED BALANCE SHEETS - continued

	UNAUDITED AS AT 31.3.2005 RM'000	AUDITED AS AT 30.6.2004 RM'000
FINANCED BY : -		
SHARE CAPITAL	750,964	737,293
RESERVES		
Share premium	202,319	549,075
Capital reserve	60,959	60,959
Reserve on consolidation	346	346
Exchange differences reserve	148,899	83,907
Retained profits	4,629,492	4,258,148
Less : Treasury shares, at cost	(406,724)	(308,637)
SHAREHOLDERS' FUNDS	----- 5,386,255	----- 5,381,091
MINORITY INTERESTS	2,801,226	2,037,863
LONG TERM BORROWINGS	14,312,898	13,483,908
OTHER LONG TERM LIABILITIES	97,608	97,403
PROVISION FOR LIABILITIES	430,832	393,073
RETIREMENT BENEFITS	10,488	-
DEFERRED INCOME	150,931	145,320
DEFERRED TAXATION	2,495,614	2,403,567
	----- 25,685,852 =====	----- 23,942,225 =====
Net Tangible Assets Per 50 sen share (Sen)	----- 326.32 =====	----- 333.60 =====

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June, 2004

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 MARCH 2005**

Group	Share capital RM'000	Share premium RM'000	Capital reserve RM'000	Reserve on consolidation RM'000	Translation reserve RM'000	Retained profits RM'000	Treasury shares RM'000	Total RM'000
Balance at 1.7.2004	737,293	549,075	60,959	346	83,907	4,258,148	(308,637)	5,381,091
<i>Currency translation differences</i>	-	-	-	-	64,992	-	-	64,992
Net gains not recognised in the income statement	-	-	-	-	64,992	-	-	64,992
Net profit for the period	-	-	-	-	-	445,123	-	445,123
Treasury shares	-	-	-	-	-	-	(534,345)	(534,345)
Share dividend	-	(436,258)	-	-	-	-	436,258	-
Dividend paid	-	-	-	-	-	(73,779)	-	(73,779)
Issue of share capital	13,671	89,502	-	-	-	-	-	103,173
Balance at 31.3.2005	<u>750,964</u>	<u>202,319</u>	<u>60,959</u>	<u>346</u>	<u>148,899</u>	<u>4,629,492</u>	<u>(406,724)</u>	<u>5,386,255</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June, 2004

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 MARCH 2004**

Group	Share capital RM'000	Share premium RM'000	Capital reserve RM'000	Reserve on consolidation RM'000	Translation reserve RM'000	Retained profits RM'000	Treasury shares RM'000	Total RM'000
Balance at 1.7.2003	737,293	549,073	60,959	346	63,190	3,719,202	(116,016)	5,014,047
<i>Currency translation differences</i>	-	-	-	-	117,766	-	-	117,766
Net gains not recognised in the income statement	-	-	-	-	117,766	-	-	117,766
Net profit for the period	-	-	-	-	-	592,326	-	592,326
Excess of consideration for shares subscribed in a new subsidiary over net tangible asset required	-	-	-	-	-	(34)	-	(34)
Treasury shares	-	-	-	-	-	-	(51,876)	(51,876)
Dividend paid	-	-	-	-	-	(78,095)	-	(78,095)
Balance at 31.3.2004	737,293	549,073	60,959	346	180,956	4,233,399	(167,892)	5,594,134

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June, 2004

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**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE THIRD QUARTER ENDED 31 MARCH 2005**

	9 MONTHS ENDED	
	31.3.2005	31.3.2004
	RM'000	RM'000
Net cash from operating activities	(218,182)	834,325
	-----	-----
Net cash (used in) investing activities	(2,117,152)	(2,688,853)
	-----	-----
Net cash from financing activities	2,537,832	2,733,575
	-----	-----
Net changes in cash and cash equivalents	202,498	879,047
Cash and cash equivalents brought forward	5,822,815	5,490,866
	-----	-----
Cash and cash equivalents carried forward	6,025,313	6,369,913
	=====	=====

Cash and cash equivalents comprise :

	RM'000	RM'000
Fixed Deposits	5,987,095	6,321,823
Cash & bank balances	79,536	65,160
Bank overdrafts	(41,318)	(17,070)
	-----	-----
	6,025,313	6,369,913
	=====	=====

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June, 2004

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Notes :

Disclosure requirements per FRS 134 (formerly known as MASB 26) – paragraph 16

A1. Accounting Policies and methods of computation

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (FRS) 134 “Interim Financial Reporting” (formerly known as MASB 26) and Chapter 9, part K of the Listing Requirements of Bursa Malaysia Securities Berhad.

The Condensed Financial Statements should be read in conjunction with the audited annual financial statements of the Group for the year ended 30 June 2004.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the latest audited annual financial statements.

The following notes explain the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2004.

A2. Audit Report of the preceding financial year ended 30 June 2004

The Auditors’ Report on the financial statements of the preceding financial year was not subject to any qualification.

A3. Seasonality or Cyclicity of Operations

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

A4. Exceptional or Unusual Items

During the current financial quarter, there was no item of an exceptional or unusual nature that affects the assets, liabilities, equity, net income or cash flows of the Group.

A5. Changes in estimates of amounts reported

There was no change in estimates of amounts reported in prior interim periods and prior financial years.

INTERIM FINANCIAL REPORT

Notes : - continued

A6. Changes in Debt and Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities except for the following :-

(i) Repurchased a total of 54,638,600 ordinary shares of its issued share capital from the open market for a total consideration of RM296.785 million at an average cost of RM5.432 per share during the current financial quarter. During the current financial year to date, a total of 103,023,800 ordinary shares were repurchased from the open market for a total consideration of RM534.345 million. The repurchased transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965.

(ii) During the current financial quarter, 6,796,431 and 7,191,794 ordinary shares and for the 9 months period ended 31 March 2005, 10,199,571 and 7,198,849 ordinary shares were issued pursuant to the exercise of 1997/2007 and 1999/2009 warrants at an exercise price of RM2.95 and RM4.54 per share respectively in the Company.

Subsequently in February 2005, for the current financial quarter and for the 9 months ended 31 March 2005, 1,117,640 and 8,824,400 ordinary shares were issued pursuant to the exercise of 1997/2007 and 1999/2009 warrants at an adjusted exercise price of RM2.75 and RM4.23 per share respectively.

(iii) During the current financial quarter and for the 9 months period ended 31 March 2005, YTL Power International Berhad (“YTL Power”), a subsidiary of the Company issued a total of 3,567,208 and 338,371,519 ordinary shares of RM0.50 each pursuant to the conversion of 2.5%. Exchangeable Guaranteed Unsecured Bonds (“Bonds”) respectively.

(iv) Repayment of RM400 million Medium Term Loan (MTN”) on 16 July 2004 and re-issued RM100 million MTN on 23 August 2004 with a maturity date falling on 24 August 2005 by YTL Power Generation Sdn. Bhd., a wholly owned subsidiary of YTL Power during the financial year to date.

(v) On 7 January 2005, being the Redemption Date, YTL Power announced that it had redeemed all the outstanding Bonds amounting to USD5,415,000 (RM20,577,000). As at the Redemption Date, Bonds amounting to USD144,585,000 (RM549,423,000) had been converted into 373,537,607 ordinary shares of RM0.50 each in YTL Power. Each Bond was exchangeable at the option of the registered holder into fully paid Shares at an exchange price of RM1.47 per share.

(vi) On 21 February 2005, a total of 91,257,845 treasury shares were distributed as share dividend to the shareholders on the basis of one (1) treasury share for every fifteen (15) existing ordinary shares of RM0.50 each held. As at 31 March 2005, the number of treasury shares held is 78,842,305 ordinary shares.

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(vii) On 9 March 2005, YTL Power announced that its foreign wholly-owned subsidiary, YTL Power Finance (Cayman) Limited proposed to issue up to USD300 million nominal value 5-year Guaranteed Exchangeable Bonds ("Proposed Bond Issue"). The bonds are exchangeable into new ordinary shares of 50 sen each in the Company. On 28 April 2005, YTL Power announced that the Proposed Bond Issue size had been fixed at USD250 million and the Lead Managers had on 27 April 2005 launched and priced the USD250 million nominal value bonds ("Bonds"). The salient features of the Bonds which matures on 9 May 2010 are as follows:-

- a) carries no coupon;
- b) has a yield to maturity at 3.375%; and
- c) has a put option at 110.56% on 9 May 2008 (3 years).

The exchange price of the Bonds is RM2.2770 and the final redemption price is at 118.22%. The Bonds were issued on 9 May 2005 and listed on Singapore Exchange Securities Trading Limited on 10 May 2005. The net proceeds of the Bonds are currently placed under fixed deposit pending repayment of foreign currency borrowings of YTL Power Group.

(viii) A subsidiary company had on 10 March 2005 issued a £200 million Guaranteed Bonds due in year 2028 with 5.375% annual coupons. The net proceeds of the issue of the Bonds, amounting to approximately £197.5 million were used to refinance its existing indebtedness.

The outstanding debts are as disclosed in note B9.

A7. Dividend paid

A first and final gross dividend 15% less income tax of 28% amounting to RM73,779,259 in respect of the financial year ended 30 June 2004 was paid during the current financial quarter.

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Notes : - continued

A8. Segment Reporting

Inter-segment pricing is determined based on a negotiated basis.

The Group's segmental report for the third quarter ended 31 March 2005 is as follows:-

	Construction RM'000	Information technology & e-commerce related business RM'000	Cement Manufacturing & trading RM'000	Property investment & development RM'000	Management services & others RM'000	Hotels RM'000	Utilities RM'000	Total RM'000
Revenue	119,058	18,209	486,522	176,705	184,507	76,559	2,585,034	3,646,594
<hr/>								
Results								
Profit from Operations	16,544	7,249	88,298	68,456	182,881	7,676	1,062,521	1,433,625
Finance costs								(580,845)
Gain on disposal of quoted investments								1,469
Share of profit of associated companies								96,052
Profit before taxation								950,301
Taxation								(234,512)
Profit after taxation								715,789
Minority interests								(270,666)
Net profit for the period								445,123

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Notes : - continued

A8. Segment Reporting

Inter-segment pricing is determined based on a negotiated basis.

The Group's segmental report for the third quarter ended 31 March 2004 is as follows:-

	Construction RM'000	Information technology & e-commerce related business RM'000	Cement Manufacturing & trading RM'000	Property investment & development RM'000	Management services & others RM'000	Hotels RM'000	Utilities RM'000	Total RM'000
Revenue	111,740	20,894	414,772	124,449	184,123	73,033	2,367,241	3,296,252
Results								
Profit from Operations	7,533	9,742	67,245	58,852	185,326	3,681	953,262	1,285,641
Finance costs								(515,752)
Gain on disposal of quoted investments								112,016*
Share of profits of associated companies								16,495
Profit before taxation								898,400
Taxation								(77,186)
Profit after taxation								821,214
Minority interests								(228,888)
Net profit for the period								592,326

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A9. Valuation of Property, Plant and Equipment

The valuation of property, plant & equipment have been brought forward without any amendments from the previous annual audited financial statements.

A10. Material Events Subsequent to the end of the interim period

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

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial quarter and financial year to date, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations except for the following :-

- (i) Share subdivision by YTL Land & Development Berhad (“YTL L&D”), a subsidiary of the Company into the followings:-
 - (i) subdivision of 169,116,369 ordinary share of RM1.00 each into 338,232,738 ordinary shares of RM0.50 each;
 - (ii) subdivision of 167,735,098 irredeemable convertible preference shares (“ICPS-A”) of RM1.00 each into 335,470,196 ICPS-A of RM0.50 each; and
 - (iii) subdivision of 280,431,451 ICPS-B of RM1.00 each into 560,862,902 ICPS-B of RM0.50 each effective on 1 July 2004 was completed with the listing of the new ordinary shares of RM0.50 each on the Main Board of Bursa Securities Malaysia Berhad on 12 July 2004.
- (ii) Share subdivision by YTL Power, from 2,306,254,911 ordinary shares of RM1 each into 4,612,509,822 ordinary shares of RM0.50 each which was effective 1 July 2004 was completed with the listing of the new ordinary shares of RM0.50 each on the Main Board of Bursa Securities Malaysia Berhad on 12 July 2004.
- (iii) Share subdivision by YTL E-Solutions Berhad (“YTL E-Solutions”), a subsidiary of the Company from 135,000,000 ordinary shares of RM1.00 each into 1,350,000,000 ordinary shares of RM0.10 each which was effective 1 July 2004 was completed with the listing and quotation of the new shares on the MESDAQ market on 12 July 2004.
- (iv) Share subdivision by YTL Cement Berhad (“YTL Cement”), a subsidiary of the Company from 191,634,148 ordinary shares of RM1.00 each into 383,268,296 ordinary shares of RM0.50 each which was effective 1 July 2004 was completed with the listing of the new ordinary shares of RM0.50 each on the Main Board of Bursa Securities Malaysia Berhad on 12 July 2004.

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- (v) During the current financial quarter, YTL Power repurchased a total of 49,230,900 ordinary shares of its issued share capital from the open market value for a total consideration of RM90,741,213 at an average cost of RM1.843 per share. During the current financial year to date, a total of 111,700,100 shares were repurchased from the open market for a total consideration of RM206,536,619. The repurchase of shares were financed by internally generated funds.

For the current financial quarter and financial year to date, a total of 190,341,574 treasury shares were distributed by YTL Power as share dividend to the shareholders on the basis of one (1) treasury share for every twenty-five (25) ordinary shares held on 4 February 2005. As at 31 March 2005, the number of treasury shares held in YTL Power are 84,320,556 ordinary shares.

- (vi) During the current financial quarter and for the 9 months period ended 31 March 2005, YTL Power issued a total of 28,567,208 and 338,371,519 ordinary shares of RM0.50 each pursuant to the conversion of 2.5%. Exchangeable Guaranteed Unsecured Bonds respectively.

- (vii) During the current financial quarter and for the 9 months period ended 31 March 2005, 16,822,564 and 34,132,592 ordinary shares were issued respectively pursuant to the exercise of warrants at an average exercise price of RM 1.46 per share in YTL Power.

Subsequently in February 2005, for the current financial quarter, 2,114,600 ordinary shares were issued pursuant to the exercise of warrants at an adjusted exercise price of RM1.41 per share in YTL Power.

- (viii) During the 9 months period ended 31 March 2005, YTL Cement issued a total of 95,233,626 ordinary shares of RM0.50 each were issued pursuant to the exercise of the 1994/2004 warrants and during the current financial quarter, a total of 8,124,000 ordinary shares of RM0.50 each were issued pursuant to the exercise of employees' share option scheme (ESOS) at an exercise price of RM1.21 per share in YTL Cement.

- (ix) On 21 February 2005, for the current quarter and financial year to date, a total of 18,567,736 treasury shares were distributed by YTL Cement as share dividend to the shareholders on the basis of one (1) treasury share for every twenty-five (25) ordinary shares held on 4 February 2005. As at 31 March 2005, the number of treasury shares held in YTL Cement are 3,698,264 ordinary shares.

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- (x) During the current financial year to date, the share capital of YTL L&D has increased from RM169,116,369 to RM171,431,930 as a result of conversions of:-
- (1) 18,022,380 Irredeemable Convertible Preference Shares (“ICPS-A”) of RM0.50 into 4,621,122 new ordinary shares of RM0.50 each based on a conversion ratio of one (1) ordinary share of RM0.50 each for every RM3.90 of ICPS-A held; and
 - (2) 13,400 Irredeemable Convertible Preference Shares (“ICPS-B”) of RM0.50 into 10,000 new ordinary shares of RM0.50 each based on a conversion ratio of one (1) ordinary share of RM0.50 each for every RM1.34 of ICPS-B held.

The total number of ICPS-A and ICPS-B outstanding as at 31 March 2005 were 317,447,816 and 560,849,502 respectively.

- (xi) On 30 August 2004, YTL Power acquired 100% equity interest in Dockdale Investments Limited (now known as YTL Jawa Power Holdings Limited), Worplan Investments Limited (now known as YTL Jawa O&M Holdings Limited), YTL Jawa Power B.V., YTL Jawa Power Services B.V., YTL Jawa O & M Holdings B.V. for a cash consideration of CYP1,000, CYP1,000, EUR18,000, EUR18,000 and EUR18,000 respectively.
- (xii) On 6 October 2004, the Company acquired 824,998 ordinary shares of RM1.00 each in Sentul Park Koi Centre Sdn. Bhd. (“SPKC”) via its subsidiary, Autodome Sdn. Bhd. for a cash consideration of RM824,998. This acquisition resulted in SPKC becoming a subsidiary of the Group.
- (xiii) On 17 November 2004, YTL Power acquired 100% equity interest in YTL Utilities Finance 2 Limited (Formerly known as YTL Jawa Power Holdings Ltd.) via its subsidiary, YTL Utilities Limited, for a purchase consideration of US\$50,000.
- (xiv) On 10 December 2004, YTL Power completed the acquisition of 122,920 ordinary shares of United States Dollars (“USD”) 1,000 each, representing 35 % equity interest in P.T. Jawa Power. YTL Power has also completed the acquisition of 500 ordinary shares of United States Dollars (“USD”) 1,000 each, representing 100 % equity interest in PT Powergen Jawa Timur.
- (xv) On 23 February 2005, YTL Power announced that it has incorporated YTL Jawa Power Holdings BV, a company incorporated in the Netherlands with an authorized share capital of EUR90,000.00 comprising 90,000 ordinary shares of EUR1.00 each. The issued and paid-up share capital is EUR18,000.00 divided into 18,000 ordinary shares of EUR1.00 each.

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(xvi) On 16 July 2004, YTL Cement entered into a conditional sale and purchase agreement (“S&P Agreement”) with Doosan Heavy Industries & Construction Co. Ltd (“Doosan”) of Korea to acquire 107,500,000 ordinary shares of RM1.00 each representing a 32.10 % stake in Perak-Hanjoong Simen Sdn. Bhd., a company incorporated under the laws of the Malaysia, for a total cash consideration of RM75,250,000 (“Proposed Doosan Acquisition”).

On 5 November 2004, YTL Cement entered into a sale and purchase agreement (“SPA”) with Danaharta Managers Sdn. Bhd., as security agent and trustee for and on behalf of Danaharta Managers (L) Ltd., to acquire 109,658,000 shares representing 32.74% of the issued and paid-up share capital of Perak-Hanjoong for a cash consideration of RM109,658,000 (“Proposed Danaharta Acquisition”).

The Proposed Doosan Acquisition and Proposed Danaharta Acquisition are collectively referred to as “Proposed Acquisitions”.

The completion of the Proposed Acquisitions resulted in YTL Cement holding a 64.84% equity interest in Perak-Hanjoong.

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A12. Changes in Contingent Liabilities or Contingent Assets

Since the last annual balance sheet as at 30 June 2004, there were no changes in the contingent liabilities of the Group except for the reduction of trade facilities amounting to RM20 million, reduction of revolving credit facility amounting to RM60 million; reduction of supplier credit facility of RM0.5 million, reduction of bankers' guarantee amounting to RM49.9 million and increase of hire purchase facility amounting to RM15 million for the subsidiaries of the Company.

As at 31 March 2005, the Company has given corporate guarantees amounting to RM791.45 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	22,940	6,832
Bank overdrafts	32,400	11,588
Letters of credit/trust receipts/bankers acceptances/ shipping guarantees	149,900	57,990
Revolving loans/advances	64,413	35,531
Bankers' guarantees :-		
Advance payment bonds/performance bonds, pre-bid bonds and other related guarantees	21,800	29,241
Commercial papers/medium term notes	500,000	430,000
	-----	-----
	791,453	571,182
	=====	=====

The Company has also entered into an option agreement with Dato' Hj. Mohd. Zainal Abidin Hj. Abdul Kadir ("Dato' Zainal") on 2 October 2001 wherein Dato' Zainal, in consideration of RM10 paid by the Company, agrees to grant the Company a call option to purchase 7,100,000 ordinary shares and 61,092,272 irredeemable convertible preference shares in YTL Land & Development Berhad received by Dato' Zainal pursuant to the acquisition by YTL Land & Development Berhad of 60% equity interest in Pakatan Perakbina Sdn. Bhd. from Dato' Zainal at an option price of RM1.00 per share.

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Disclosure requirements per Bursa Malaysia Securities Berhad listing requirements Part A of Appendix 9B

B1. Review of Performance

The Group recorded a revenue and profit before taxation for the current financial quarter of RM1,225.4 million and RM317.9 million respectively, representing an increase of 11.5% and 29.6% respectively when compared to the previous corresponding quarter ended 31 March 2004.

The Group's revenue and profit before taxation for the 9 months period ended 31 March 2005 were recorded at RM3,646.6 million and RM950.3 million respectively, representing an increase of 10.6% and 20.8% respectively when compared to the previous corresponding 9 months ended 31 March 2004 of RM3,296.3 million and RM786.4 million (after excluding an exceptional gain on disposal of quoted investments of RM112.016 million included in the profit before taxation in the previous corresponding half year ended 31 March 2004).

In line with the increased revenue, the Group's net profit improved from RM347.2 million (excluding the exceptional gain of RM112.016 million and the recognition of deferred taxation benefits in an associated company of RM133.141 million) in the previous 9 months ended 31 March 2004 to RM445.1 million in the current 9 months ended 31 March 2005 representing an increase of 28.2%.

B2. Comparison with Preceding Quarter

For the current financial quarter, the Group registered a lower profit before taxation of RM317.9 million as compared to RM319.6 million for the preceding financial quarter representing a decrease of 0.5% .

The decrease in the Group's profit before taxation in the current financial quarter was due mainly to increased production costs and lower demand of cement resulting in competitive pricing under its cement manufacturing and trading activities.

B3. Prospects

The Group, after considering the Group's current level of operations and the current market condition, is expected to achieve satisfactory performance for the financial year ending 30 June 2005.

B4. Profit Forecast

The Group did not issue any profit forecast or profit guarantee during the current financial quarter.

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B5. Taxation

Taxation comprises the following: -

	Current Year	Preceding	Current year	Preceding
	Quarter	Year	To Date	Year
	31.3.2005	Corresponding	31.3.2005	Corresponding
	RM'000	Quarter	RM'000	Period
		31.3.2004		31.3.2004
		RM'000		RM'000
Taxation based on profit for the period	58,648	56,531	185,480	178,283
In respect of prior years				
- Income tax	(3,912)	(255)	(3,198)	(22)
- Deferred tax	(7,259)	-	(23,273)	-
Deferred taxation	18,553	12,606	43,721	29,164
Share of tax in associated companies:				
- taxation for the period	26,663	2,778	31,782	2,902
- deferred taxation	-	(133,141)	-	(133,141)
	-----	-----	-----	-----
	92,693	(61,481)	234,512	77,186
	=====	=====	=====	=====

The provision for taxation of the Group for the 9 months period ended 31 March 2005 reflects an effective tax rate lower than the Statutory Income Tax Rate due to income of foreign subsidiaries which is tax exempt and the availability of reinvestment allowances for some of its local subsidiaries. Tax losses brought forward has also reduced taxation of the Group for the 9 months financial period ended 31 March 2005.

B6. Sales of Unquoted Investment and /or Properties

During the current financial quarter and financial year to date, profit on sales of unquoted investments amounted to RM 33,753.

B7. Quoted Securities

- (a) Purchase of quoted investments during the current financial quarter and financial year to date amounted to RM1,530,860.

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(b) Particulars of investment in quoted securities as at 31 March 2005 :

	RM'000
- At cost	12,504
- At carrying value	12,504
- At market value	38,132
	<u>=====</u>

B8. Corporate Developments

(a) As at the date of this announcement, there are no corporate proposals announced and pending completion except for the following :-

(i) On 30 October 2003, YTL L&D announced the proposal for placement of up to 20,000,000 new ordinary shares of RM1.00 each in YTL L&D to Dato' Suleiman bin Abdul Manan, the Director of YTL L&D ("Proposed Placement"). Approval of the Securities Commission ("SC") was received vide its letter dated 25 February 2004.

On 11 June 2004, the SC has vide its letter dated 8 June 2004, approved the revision to the terms of approval for the Proposed Placement of up to 40,000,000 new ordinary shares of RM0.50 each, as opposed to up to 20,000,000 new ordinary shares of RM1.00 each as approved earlier.

Approval of shareholders was obtained on 8 June 2004. SC has vide its letter dated 28 January 2005 (received on 2 February 2005), approved the application for extension of time until 24 August 2005 to complete the implementation of the Proposed Placement.

(ii) On 3 November 2004, YTL E-Solutions announced the proposal for restructuring and listing of YTL Info Screen Sdn. Bhd. ("YTLIS"), a wholly owned subsidiary, via a company to be incorporated in the United Kingdom ("Newco") on the Alternative Investment Market (AIM) of the London Stock Exchange ("LSE"). The Proposed Restructuring and Listing will involve, amongst others, the incorporation of Newco in the UK to be owned by the Company. Newco proposes to acquire the entire equity interest of YTLIS from the Company through the issue of new ordinary shares in Newco to the Company at an issue price to be determined.

Newco shall subsequently seek the admission of and the listing of and quotation for its entire issued and paid-up share capital on the AIM of the LSE. Newco will principally be engaged in the business of creating, providing and advertising content, media, web media, and up-to-date information via electronic media in the UK and Europe. Further details of the Proposed Restructuring and Listing will be announced at a later date.

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(iii) On 15 March 2005, the Company announced the proposed disposal by YTL Land Sdn Bhd ("YTL Land"), a wholly owned subsidiary of the Company, of the entire interest in the following:-

- 1) A freehold land held under Grant 28678, Lot No. 1267, Section 67, town of Kuala Lumpur, state of Wilayah Persekutuan, together with a 32 storey block comprising a hotel known as "J.W.Marriot Hotel Kuala Lumpur" and a shopping complex with 5 basement car parks and a 12 level annexe building collectively known as Starhill Centre erected thereon ("Starhill") to a real estate investment trust ("Proposed disposal of Starhill"); and
- 2) A 138 parcels of retail, office, storage and other spaces forming part of a building known as "Lot 10 shopping Centre" erected on a leasehold land under PN 11008, Lot No. 1247, Section 67, town of Kuala Lumpur, state of Wilayah Persekutuan ("Lot 10") to a real estate investment trust ("Proposed disposal of Lot 10").

(b) Status of utilisation of proceeds

(i) 8.5% Redeemable Non-Guaranteed Unsecured Bonds

A sum of RM82.4 million of the remaining unutilised proceeds received by the Company from the issue of the RM500 million Bonds on 29 June 1999 is placed under Fixed Deposits with licensed financial institutions pending completion of equity investments in Express Rail Link Sdn.Bhd., a 50% associate of the Company. The approval of the SC to extend for a period of 12 months from 31 December 2004 to 31 December 2005 to complete the utilisation of the above amount was received vide its letter dated 16 March 2005.

(ii) 7 % Redeemable Non-Guaranteed Unsecured Bonds

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

(iii) USD250 million Guaranteed Exchangeable Bond due 2010

The net proceeds received by YTL Power Group from the issue of the USD250 million Guaranteed Exchangeable Bond due 2010 is currently placed under fixed deposits pending repayment of foreign currency borrowings of the Group.

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B9. Group Borrowings and Debt Securities

Particulars of the Group's borrowings and debts securities as at 31 March 2005 are as follows :-

Borrowings

	RM'000
(i) Short term	
- Secured	1,404,413
- unsecured	1,035,966

	2,440,379

	RM'000
(ii) Long term	
- Secured	2,564,204
- unsecured	11,748,694

	14,312,898

The above include borrowings denominated in foreign currencies as follows:-

In US Dollar ('000)	379,022
	=====
In Sterling Pound ('000)	1,328,673
	=====

All borrowings of subsidiary companies are on a non-recourse basis to the Company save and except for a term loan facility of USD250 million of a subsidiary company which is guaranteed by the Company of which USD150 million was drawn as at end of current financial quarter.

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B10. Off Balance Sheet Financial Instruments

The Group finances its activities through a combination of short-term borrowings, long-term loans and bonds. The Group uses financial instruments to limit the Group's exposure to interest rate movements. These instruments are not recognised in the financial statements on inception. The accounting policy with regards to these financial instruments, which remain the same to that disclosed in the latest audited financial statements is as follows :-

“Any differential to be paid or received on an interest rate swap contract is recognised as a component of interest income or expense over the period of the contract. Gains and losses on early termination of interest rate swaps or on repayment of the borrowings are taken to the income statement”.

There has been no material change to the terms and condition of financial instruments disclosed in the latest audited financial statements and the date of this announcement. In addition to the above, Wessex Water Limited, has several interest rate swap agreements which limit the Group's exposure to floating interest rate and one contract which swap fixed rate to variable rate, details of which are as follows :-

- a) Interest rate swap contract which entitled them to receive interest at floating rates on notional principal amounts and obliged them to pay interest at fixed rates on the same amount.**

	Total £'000
National Principal Amount (denotes in Sterling Pound)	480,800 =====
	RM'000
RM equivalent (exchange rate £1 = RM7.1415)	3,433,633
Average fixed interest rate	5.55%
Average period to maturity of the fixed rate borrowing (years)	0.31

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- b) Interest rate swap contracts which entitled them to receive interest at fixed rate on the notional principal amount and obliged them to pay interest at floating rate on the same amount.**

	Total £'000
National Principal Amount (denotes in Sterling Pound)	250,000 =====
	RM'000
RM equivalent (exchange rate £1 = RM7.1415)	1,785,375
Average fixed interest rate	5.91%
Average period to maturity of the fixed rate borrowing (years)	0.08

All financial instruments are executed with creditworthy counter parties with a view to limit the interest risk exposure of the Group.

B11. Dividend

The Board does not recommend any interim dividend for the current financial quarter.

B12. Material litigation

There are claims made by third parties against YTL L&D, a subsidiary of the Company via its subsidiary, Sentul Raya Sdn Bhd but the Directors of the Company are of the opinion that the claims will not materially affect the future position or business of the Group.

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B13. Earnings Per Share

i) Basic earnings per share

The basic earnings per share of the Group has been computed by dividing the net profit for the financial quarter as set out below :-

	Current Quarter 31.3.2005	Preceding Year Corresponding Quarter 31.3.2004
Net profit for the period / Profit attributable to shareholders (RM'000)	145,269 =====	231,124 =====
<i>Weighted average number of ordinary shares ('000)</i>		
Issued at the beginning of the period	1,490,810	1,474,586
Shares repurchased	(110,453)	(32,010)
	----- 1,380,357 =====	----- 1,442,576 =====
Basic earnings per share (sen)	10.52 =====	16.02 =====

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B13. Earnings Per Share - continued

ii) Diluted earnings per share

The diluted earnings per share of the Group has been computed by dividing the net profit for the financial quarter as set out below :-

	Current Quarter 31.3.2005	Preceding Year Corresponding Quarter 31.3.2004
Net profit for the period / Profit attributable to shareholders (RM'000)	145,269 =====	231,124 =====
<i>Weighted average number of ordinary shares-diluted ('000)</i>		
Weighted average number of ordinary shares-basic	1,380,358	1,442,576
Effect of unexercised warrants	38,261	29,141
Effect of unexercised employees share option scheme	15,277	11,644
	----- 1,433,896 =====	----- 1,483,361 =====
*Diluted earnings per share (sen)	10.13 =====	15.58 =====

** Total cash expected to be received in the event of an exercise of all outstanding warrants and ESOS options is RM1,994,912 million. Accordingly, the Net Tangible Asset (NTA) on a proforma basis will increase by RM1,994,912 million resulting in an increase in NTA per share of RM1.08. In arriving at the Diluted earnings per share, NTA and NTA per share, no income has been accrued for the cash proceeds.*

By Order of the Board
HO SAY KENG
Secretary

Kuala Lumpur
Dated : 27 May 2005