



MALAYSIA AIRPORTS HOLDINGS BERHAD (487092-W)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2007

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year to date	Preceding Year Corresponding Period
		31.12.2007 RM'000	31.12.2006 RM'000	31.12.2007 RM'000	31.12.2006 RM'000
Revenue		359,974	291,475	1,384,705	1,146,840
Other income		19,047	22,486	85,715	73,780
Negative goodwill recognised in income statement		-	-	-	380
Changes in inventories		(1,332)	(2,215)	4,245	3,751
Purchases of inventories		(37,895)	(33,386)	(146,318)	(125,469)
Staff costs		(81,632)	(80,306)	(305,243)	(276,114)
Depreciation and amortisation		(41,674)	(35,762)	(143,791)	(117,455)
Other expenses		(77,152)	(85,201)	(475,945)	(439,341)
Finance costs		(226)	(1,828)	(3,281)	(6,505)
Share of results of associated companies		959	1,052	3,556	3,387
Profit before taxation		140,069	76,315	403,643	263,254
Taxation	20	(51,891)	(16,326)	(132,531)	(92,387)
Profit for the period		88,178	59,989	271,112	170,867
Attributable to:					
Equity holders of the parent		87,725	59,979	270,603	170,525
Minority interest		453	10	509	342
		88,178	59,989	271,112	170,867
Earnings per share attributable to equity holders of the parent (sen) - basic	28	7.97	5.45	24.60	15.50

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.



MALAYSIA AIRPORTS HOLDINGS BERHAD (487092-W)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2007

	Note	31.12.2007 RM'000 unaudited	31.12.2006 RM'000 audited
ASSETS			
Non-current Assets			
Property, plant and equipment		1,841,263	1,713,233
Prepaid land lease payments	2	8,274	8,394
Concession rights		1,192,053	1,221,128
Investment in associates		25,438	30,091
Trade receivables		4,788	6,073
Other investments		106,752	133,755
Staff loans		31,376	30,345
Deferred tax assets		2,581	748
		<u>3,212,525</u>	<u>3,143,767</u>
Current Assets			
Inventories		56,420	49,014
Trade receivables		369,365	221,024
Other receivables		124,569	136,113
Marketable securities	22	-	41
Cash and bank balances		688,657	781,782
		<u>1,239,011</u>	<u>1,187,974</u>
TOTAL ASSETS		<u>4,451,536</u>	<u>4,331,741</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		1,100,000	1,100,000
Share premium		822,744	822,744
Retained earnings		1,078,425	872,061
		<u>3,001,169</u>	<u>2,794,805</u>
Minority interest		3,721	3,213
Total equity		<u>3,004,890</u>	<u>2,798,018</u>
Non-current liabilities			
Retirement benefits obligations		54,217	55,002
Provision for pension funds		-	34,352
Other financial liability		15,824	16,238
Borrowings		3,022	9,065
Deferred tax liabilities		42,523	14,508
		<u>115,586</u>	<u>129,165</u>



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CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2007 (CONTD.)

	31.12.2007	31.12.2006
	RM'000	RM'000
	unaudited	audited
Current Liabilities		
Retirement benefits obligations	2,772	2,626
Borrowings	6,051	106,049
Trade payables	114,764	116,712
Concession fees payable	826,680	826,680
Other payables	313,906	317,185
Income Tax payable	66,887	35,306
	<hr/>	<hr/>
	1,331,060	1,404,558
	<hr/>	<hr/>
TOTAL EQUITY AND LIABILITIES	4,451,536	4,331,741

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.



MALAYSIA AIRPORTS HOLDINGS BERHAD (487092-W)
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2007**

	← Attributable to equity holders of the parent →				Minority interest	Total equity
	Share Capital	Non-distributable Share Premium	Distributable Retained Earnings	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2006	1,100,000	822,744	733,411	2,656,155	-	2,656,155
Acquisition of subsidiary	-	-	-	-	3,014	3,014
Profit for the year	-	-	170,330	170,330	537	170,867
Dividends paid	-	-	(31,680)	(31,680)	-	(31,680)
Dividends paid to minority interests	-	-	-	-	(338)	(338)
At 31 December 2006	1,100,000	822,744	872,061	2,794,805	3,213	2,798,018
At 1 January 2007	1,100,000	822,744	872,061	2,794,805	3,213	2,798,018
Profit for the year	-	-	270,603	270,603	509	271,112
Dividends paid	-	-	(64,240)	(64,240)	-	(64,240)
As at 31 December 2007	1,100,000	822,744	1,078,424	3,001,168	3,722	3,004,890

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statement



MALAYSIA AIRPORTS HOLDINGS BERHAD (487092-W)
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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2007

	CUMULATIVE QUARTER	
	31.12.2007	31.12.2006
	RM'000	RM'000
	unaudited	audited
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	403,643	263,254
Adjustments for:		
Depreciation	114,717	88,381
Amortisation of concession rights	29,074	29,074
Amortisation of premium on investments	181	353
Interest expense	3,281	6,505
Provision for doubtful debts	16,148	7,272
Provision for retirement benefits	2,805	3,504
Provision for doubtful debts written back	(5,062)	(39,571)
Provision for pension fund no longer required	(34,352)	-
Inventories written off	6	124
Bad debt written off	106	363
Property, plant and equipment written off	86	122
Movement in provisions for lease rental	2,300	13,000
Movement in other provisions	3,552	6,775
Interest income	(24,937)	(24,959)
Investment income	(1,425)	(816)
Share of results of associated companies	(3,556)	(3,387)
Negative goodwill recognised in income statement	-	(380)
Gain on disposal of investments	(929)	(8)
Gain on disposal of property, plant and equipment	(127)	(94)
Provision for diminution in value of investments	6	-
Provision for diminution in value of investments no longer required	-	(1)
Bad debt recovered	(4,175)	(2,669)
Accretion of discount in investments	(2)	(2)
Operating profit before working capital changes	501,340	346,841
Increase in inventories	(7,414)	(6,426)
(Increase)/Decrease in receivables	(145,420)	55,513
(Decrease)/Increase in payables	(6,086)	138,437
Cash flow generated from operations	342,420	534,364
Income tax paid	(74,768)	(99,343)
Concession fees paid to Government of Malaysia ("GoM")	-	(10,000)
Lease rental paid to GoM	(5,000)	(5,000)
Retirement benefits paid	(3,444)	(3,258)
Net cash flow generated from operating activities	259,208	416,763



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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTD.)

	CUMULATIVE QUARTER	
	31.12.2007	31.12.2006
	RM'000	RM'000
	unaudited	audited
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(242,781)	(174,851)
Proceeds from disposal of property, plant and equipment	196	107
Purchase of other investments	(8,192)	(44,430)
Proceeds from disposal of investments	43,344	23,075
Acquisition of a subsidiary*	-	2,447
Net disbursement of staff loans	1,862	(512)
Interest received	24,937	24,959
Investment income received	1,425	816
Dividend received	438	432
Net cash flow used in investing activities	<u>(178,771)</u>	<u>(167,957)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(3,281)	(6,505)
Repayment of term loans	(106,000)	(6,000)
Debentures issued by a subsidiary	-	16,238
Repayment of hire purchase	(41)	(60)
Dividends paid	(64,240)	(31,680)
Dividends paid to minority interest	-	(338)
Net cash flow used in financing activities	<u>(173,562)</u>	<u>(28,345)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(93,125)	220,461
CASH AND CASH EQUIVALENTS AT BEGINNING		
OF FINANCIAL YEAR	<u>781,782</u>	<u>561,321</u>
CASH AND CASH EQUIVALENTS AT END		
OF FINANCIAL YEAR	<u>688,657</u>	<u>781,782</u>
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	81,714	73,295
Short term deposits	606,943	708,487
	<u>688,657</u>	<u>781,782</u>



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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTD.)

*In 2006, the Group acquired a subsidiary; Urusan Teknologi Wawasan Sdn. Bhd. The net cash inflow on acquisition is as follows:

	31.12.2006
	RM'000
	audited
Total purchase consideration	2,754
Less: Cash of Urusan Teknologi Wawasan Sdn. Bhd. acquired	(5,201)
Cash flow on acquisition, net of cash acquired	<u>(2,447)</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.



**MALAYSIA AIRPORTS HOLDINGS BERHAD (487092-W)
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1. BASIS OF PREPARATION

The interim financial statements have been prepared under the historical cost convention.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2006.

2. CHANGES IN ACCOUNTING POLICIES

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2006 except for the adoption of the following new/revised Financial Reporting Standards ("FRS") effective for financial period beginning 1 January 2007:

FRS 117	Leases
FRS 124	Related Party Disclosures
FRS 119 ₂₀₀₄	Employee Benefits

The adoption of FRS 124 and FRS 119₂₀₀₄ do not have significant financial impact on the Group's accounts. The principal effects of the changes in accounting policies resulting from the adoption of the new/revised FRS 117 are discussed below:

FRS 117: Leases

The adoption of FRS 117 has affected the presentation of leasehold land which is now required to be presented as prepaid land lease payment as a separate item under non-current assets and are amortised on a straight line basis over the lease terms.

3. COMPARATIVES

The following comparative amounts have been restated due to the adoption of a new FRS:

	Previously stated RM'000	Adjustment FRS 117 RM'000	Restated RM'000
At 31 December 2006			
Property, plant and equipment	1,721,627	(8,394)	1,713,233
Prepaid land lease payments	-	8,394	8,394



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4. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 December 2006 was not qualified.

5. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The core airport services and retail business of the Group were not materially affected by any seasonality or cyclicity during the financial quarter under review.

However, the event management business of the Group is dependent upon the calendar of the organisation of major motor sport events at Sepang F1 Circuit.

6. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial year-to-date except as disclosed in Note 2 and the write back of provision for pension fund amounting to RM 34.4 million.



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7. SEGMENTAL INFORMATION

	Airport Operations		Non- Airport Operations						TOTAL	
	Airport services	Retail	Event management	Project & repair and maintenance	Hotel	Agriculture & horticulture	Auction	Others		Consolidation
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment Revenue										
External:										
Aeronautical	633,239	-	-	-	-	-	-	-	-	633,239
Non-aeronautical:										
Retail	-	289,012	-	-	-	-	-	-	-	289,012
Others	248,505	-	73,622	32,643	54,078	48,884	4,722	-	-	462,454
Internal	97,537	1,019	770	87,748	2,140	4,052	-	836,986	(1,030,252)	-
	979,281	290,031	74,392	120,391	56,218	52,936	4,722	836,986	(1,030,252)	1,384,705
Segment Results										
Profits from operations	470,620	23,244	13,193	14,028	16,240	25,383	(1,832)	823,371	(837,088)	547,159
Depreciation and amortisation	(118,212)	(1,172)	(2,044)	(879)	(15,300)	(3,362)	(378)	(2,444)	-	(143,791)
Finance costs	-	-	-	(15)	-	-	-	(3,266)	-	(3,281)
Share of associate company	3,556	-	-	-	-	-	-	-	-	3,556
Profit before taxation	355,964	22,072	11,149	13,134	940	22,021	(2,210)	817,661	(837,088)	403,643



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8. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in estimates that have had a material effect in the current quarter results.

9. DEBT AND EQUITY SECURITIES

The Group made a RM1.5 million repayment in long term and short-term unsecured borrowings during the financial quarter under review. Save for the foregoing, there were no issuance and repayment of debts and equity securities, share buy backs, share cancellation, shares held as treasury shares and resale of treasury shares during the financial quarter under review.

10. DIVIDENDS PAID

Dividends paid on 28 December 2007 were declared on 26 November 2007, in respect of the financial year ended 31 December 2007 being interim dividend of 4% less 27% taxation on 1,100,000,000 ordinary shares, amounting to RM32.12 million (2.92 sen net per share). A final dividend of 4% less 27% taxation on 1,100,000,000 ordinary shares in respect of financial year ended December 31, 2006 was paid on July 18, 2007 for the amount of RM32.12 million (RM2.92 sen net per share).

Save for the foregoing, there were no other dividends paid or declared during the financial quarter under review.

11. CARRYING AMOUNT OF REVALUED ASSETS

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

12. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial quarter under review.

13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in contingent liabilities or contingent assets since the last annual balance sheet as at 31 December 2006 except for the following:

XY Base Sdn Bhd (Plaintiff) - vs - Malaysia Airports Holdings Sdn Bhd ("MAHB")
Malaysia Airports (Sepang) Sdn Bhd ("MA Sepang")
Evolusi Mantap
Tams. Com
(collectively known as "Defendants")

The Plaintiff served a writ of summons on the Defendants on 20 February 2002 for the alleged breach of contract on the purchase of support services for the TAMS systems at the Kuala Lumpur International Airport ("KLIA") from third party vendors. The Plaintiff claim for RM6,466,769.00 against MA Sepang for the purported provision of software support to MA Sepang for the TAMS subsystems. The claims against MAHB, Evolusi Mantap and Tams.Com were for unspecified damages and general damages for the alleged unlawful procurement and inducement or unlawful interference with employment contract and breach of confidence.

On 26 October 2007, a Summary Judgment was entered into against MA Sepang and MA Sepang has filed an appeal against the decision on 30 October 2007, the hearing of which has been fixed on the 25 April 2008.

On 9 November, 2007 MA Sepang filed an application for stay of execution which application was allowed by the Courts on 3 December 2007. MA Sepang also filed an application for an ex-parte injunction which was also granted in favour of MA Sepang on 3 December 2007.



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13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS(Cont.)

The Court has fixed 17 April 2008 as the hearing date for the inter-parte injunction and Plaintiff's application to set aside the ex-parte injunction.

The claims against MAHB, Evolusi Mantap and Tams.Com are currently suspended pending the final outcome of the hearing of the appeal against the Summary Judgment against MA Sepang.

The Defendants in consultation with its Solicitors are of the opinion that there are indeed triable issues in this case which the Defendants have merits to contest the claims.

14. CAPITAL COMMITMENTS

The amount of commitments for the purchase of property, plant and equipment not provided for in the interim condensed financial statements as at 31 December 2007 were as follows:

	Due year 2008 RM'000	Due year 2009 to 2013 RM'000	Due year 2014 to 2023 RM'000	Due year 2024 to 2048 RM'000	Total RM'000
(i) Approved and contracted for:					
Lease rental payable to the GoM for all airports managed other than KLIA	5,000	25,000	45,000	-	75,000
Fixed lease rental payable to the GoM in respect of KLIA (Note (a))	324,980	395,390	1,066,310	5,475,090	7,261,770
Capital expenditure	101,190	-	-	-	101,190
	<u>431,170</u>	<u>420,390</u>	<u>1,111,310</u>	<u>5,475,090</u>	<u>7,437,960</u>
(ii) Approved but not contracted for:					
Capital expenditure	346,899	-	-	-	346,899
	<u>778,069</u>	<u>420,390</u>	<u>1,111,310</u>	<u>5,475,090</u>	<u>7,784,859</u>

Note (a)

The government (GoM) has agreed that the lease rental payable from 2004 be temporarily suspended until the Group's negotiations with GoM to restructure its obligations are formalised. The commitment disclosed due in the year 2008 is in relation to the fixed payment amount since the effective commencement year 2004, which remains unpaid to-date.

15. SUBSEQUENT EVENTS

There were no material events subsequent to the end of the financial year under review.



MALAYSIA AIRPORTS HOLDINGS BERHAD (487092-W)
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16. PERFORMANCE REVIEW

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2007 RM'000	Preceding Year Corresponding Quarter 31.12.2006 RM'000	Current Year to date 31.12.2007 RM'000	Preceding Year Corresponding Period 31.12.2006 RM'000
Revenue	359,974	291,475	1,384,705	1,146,840
Profit before taxation	140,069	76,315	403,643	263,254

The consolidated revenue of the Group for the financial quarter under review and financial year-to-date was higher than the corresponding period last year by 23.5% and 20.7% respectively.

The increase in financial year-to-date revenue was due to an 18.6% growth in airport operations and 34.2% growth in non-airport operations. The growth in airport operations was contributed mainly by a 17.4% increase in aeronautical revenue coming from the newly imposed Passenger Security Service Charges and a strong growth of 10.5% in international passenger movements.

The airport operations also saw a 20% growth in non-aeronautical revenue mainly due to the increase in retail and commercial revenue from 12 months operations of LCCT in 2007 as compared to 9 months in 2006, newly opened outlets and the overall higher passenger numbers. The commercial revenue was also higher in the financial year-to-date due to credit notes amounting to RM25.5 million issued to certain Private Sector Project's in the previous financial year pursuant to the finalization of debt settlement agreement between the parties concerned.

The non-airport operations saw revenue increases in all segments except the auction business, led by the agriculture segment which improved by 113% mainly due to higher total crop harvested and higher Fresh Fruit Bunch price.

The profit before tax of the financial quarter under review and financial year-to-date were also higher as compared to the corresponding period last year by 83.5% and 53.3%, respectively. The improvement was mainly due to the overall higher revenue and better cost management as well as from a one-off write back in the provision for pension fund amounting to RM34.4 million.



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16. PERFORMANCE REVIEW (Cont.)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2007 RM'000	Preceding Year Corresponding Quarter 31.12.2006 RM'000	Current Year to date 31.12.2007 RM'000	Preceding Year Corresponding Period 31.12.2006 RM'000
Net Operating Profit Less Adjusted Tax (NOPLAT) computation.				
Earnings before interest and tax (EBIT*)	133,842	69,545	378,431	241,696
Adjusted Tax	(36,137)	(19,473)	(102,176)	(67,675)
NOPLAT	97,705	50,072	276,255	174,021
Economic charge computation				
Average invested capital	2,150,840	2,067,142	2,150,840	2,067,142
Weighted average cost of capital per annum	9.53%	8.82%	9.53%	8.82%
Economic Charge	51,244	45,580	204,975	182,322
Economic Profit /(loss)	46,461	4,492	71,280	(8,301)

*EBIT is arrived before finance cost and interest income.

The EP statement is disclosed on a voluntary basis. EP is a measure of value created by a business during a single period reflecting how much return a business makes over its cost of capital, that is, the difference between the Company's rate of return and cost of capital.

The Group recorded an economic profit of RM 46.46 million and RM 71.28 million for financial quarter under review and financial year-to-date respectively as compared to the economic profit of RM 4.49 million and loss of RM 8.3 million in the corresponding period last year.



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17. MATERIAL CHANGE IN PROFIT BEFORE TAXATION OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER

INDIVIDUAL QUARTER

	Current Year Quarter 31.12.2007 RM'000	Immediate Preceding Quarter 30.09.2007 RM'000
Revenue	359,974	351,001
Profit before taxation	140,069	88,124

The consolidated revenue of the Group during the financial quarter under review was 2.6% higher than the immediate preceding quarter. The passenger movements for the financial quarter under review improved by 5.2% as compared to the immediate preceding quarter.

The profit before tax of the Group for the financial quarter under review was 58.9% higher than the preceding financial quarter mainly due to the write back of non-required provision for pension fund and lesser than expected provision for doubtful debt.

18. COMMENTARY ON PROSPECTS

The Group expects the airport operations business segment to continue to contribute significantly to the consolidated revenue of the Group for 2008 financial year. Therefore, revenue stream of the Group would be highly dependant on the passenger movements at the airports operated by the Group. Barring adverse circumstances on the propensity for air travel, the Group expects to register a growth in the passenger movements for 2008 financial year.

The GoM on 23rd May 2007 reduced PSC in LCCT and Terminal 2 of Kota Kinabalu International Airport (KKIA) to RM25 and RM6 for international and domestic passengers respectively effective 1st June 2007. The GoM stated that the rationale behind the changes to the PSC is to encourage domestic and regional air travel and promote tourism. MAHB supports the GoM's effort to stimulate the growing low cost travel industry and make Malaysia a hub for low cost air travel for the region.

The Group has completed discussions with the GoM on the proposed corporate and financial restructuring of the Group and is awaiting the outcome of the GoM's decision. The Group expects its financial performance for 2008 financial year to be determined by the outcome of the abovementioned proposal.



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19. PROFIT FORECAST

The disclosure requirements for explanatory notes for the variance of actual profit after taxation and minority interest and forecast profit after taxation and minority interest are not applicable.

20. INCOME TAX EXPENSE

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2007 RM'000	Preceding Year Corresponding Quarter 31.12.2006 RM'000	Current Year to date 31.12.2007 RM'000	Preceding Year Corresponding Period 31.12.2006 RM'000
Current tax	23,876	7,225	104,516	83,186
Deferred taxation	28,015	9,101	28,015	9,201
	<u>51,891</u>	<u>16,326</u>	<u>132,531</u>	<u>92,387</u>

The effective tax rates of the Group for the financial quarter under review and financial year-to-date were higher than the statutory tax rate due to certain expenses which are not deductible for tax purposes.

21. SALE OF PROPERTIES

There were no sales of properties since the last annual balance sheet as at 31st December 2006.

22. INVESTMENTS IN QUOTED SECURITIES

The Group has disposed all quoted securities during the financial quarter under review.



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23. STATUS OF CORPORATE PROPOSALS

Proposed Disposal of Sepang F1 Circuit and Sepang International Circuit Sdn. Bhd. ("Proposed Disposal")

The Proposed Disposal to Minister of Finance (Incorporated) are still on-going. On 16th January 2003, the Company announced that Minister of Finance (Incorporated) had agreed to the following broad terms in relation to the Proposed Disposal:-

- (a) the purchase consideration of RM389.35 million for the Proposed Disposal; and
- (b) the aforesaid purchase consideration shall be settled by way of a set-off against the concession fees due to the GoM pursuant to the Concession Agreement in relation to K.L. International Airport dated 18th October 1999 entered into between Malaysia Airports (Sepang) Sdn. Bhd. and the GoM.

The definitive terms of the Proposed Disposal will be announced once the necessary agreements are finalised and entered into.

24. BORROWINGS AND DEBT SECURITIES

	As at 31.12.2007 RM'000 unaudited	As at 31.12.2006 RM'000 audited
Short term borrowings		
Unsecured:		
Term loans	6,000	106,000
Hire-purchase	51	49
	6,051	106,049
Long term borrowings		
Unsecured:		
Term loans	3,000	9,000
Hire-purchase	22	65
	3,022	9,065
	9,073	115,114

As at the reporting date, the Group has not issued any debt securities.

25. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments as at 28th February 2007.

26. CHANGES IN MATERIAL LITIGATION

There are several suits against the Company and its subsidiary companies that are not expected to have a material impact on the financial performance of the Group.

27. DIVIDEND PAYABLE

Interim ordinary dividend in respect of the financial year ended 31 December 2007 has been declared and paid as per note 10. There were no other dividends paid or declared during the financial quarter under review.



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28. EARNINGS PER SHARE ("EPS")

Basic EPS

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2007 RM'000	Preceding Year Corresponding Quarter 31.12.2006 RM'000	Current Year to date 31.12.2007 RM'000	Preceding Year Corresponding Period 31.12.2006 RM'000
Profit attributable to equity holders of the parent	87,725	59,979	270,603	170,525
Weighted average number of ordinary shares in issue ('000)	1,100,000	1,100,000	1,100,000	1,100,000
Basic EPS (sen)	7.97	5.45	24.60	15.50

29. AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors.

BY ORDER OF THE BOARD

Sabarina Laila Mohd Hashim
 Company Secretary
 Subang
 28th February 2008.