

**CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter 31.12.2019 RM'000	Preceding Year Corresponding Quarter 31.12.2018 RM'000	Current Year To Date 31.12.2019 RM'000	Preceding Year Corresponding Period 31.12.2018 RM'000
Revenue		1,344,429	1,251,671	5,213,107	4,851,702
Cost of inventories sold		(110,272)	(109,788)	(435,628)	(421,343)
Other income		67,756	73,441	265,539	547,045
Employee benefits expenses		(296,723)	(264,069)	(919,960)	(836,085)
Construction costs		-	2,589	-	(65,557)
Depreciation and amortisation		(241,442)	(233,375)	(941,578)	(887,479)
Other expenses		(530,123)	(535,089)	(1,831,046)	(1,692,218)
Operating profits		233,625	185,380	1,350,434	1,496,065
Finance costs		(201,606)	(171,028)	(726,001)	(745,591)
Share of results:					
- associates		8,564	7,330	15,294	12,821
- joint ventures		5,563	5,791	19,424	17,297
Profit before tax and zakat	7	46,146	27,473	659,151	780,592
Taxation and zakat	21	(16,633)	623	(122,109)	(53,289)
Profit net of tax		29,513	28,096	537,042	727,303
Attributable to:					
Owners of the Company		29,513	28,096	537,042	727,303
Profit per share attributable to					
Owners of the Company (sen):	30	0.91	0.82	28.90	40.37

The condensed unaudited consolidated statement of profit or loss should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 31 DECEMBER 2019**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2019 RM'000	Preceding Year Corresponding Quarter 31.12.2018 RM'000	Current Year To Date 31.12.2019 RM'000	Preceding Year Corresponding Period 31.12.2018 RM'000
Profit for the year, net of tax	29,513	28,096	537,042	727,303
Other comprehensive income:				
- Foreign currency translation	(7,447)	(29,756)	(66,249)	(29,911)
- Unrealised gain/(loss) on derivative financial instruments	12,116	(2,795)	6,871	3,689
- Actuarial loss on retirement benefits	(3,103)	(2,812)	(3,103)	(2,812)
Other comprehensive income/(loss) for the year, net of tax	1,566	(35,363)	(62,481)	(29,034)
Total comprehensive income/(loss) for the year	31,079	(7,267)	474,561	698,269
Attributable to:				
Owners of the Company	31,079	(7,267)	474,561	698,269

The condensed unaudited consolidated of other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019

	31.12.2019	31.12.2018
	RM'000	RM'000
	Unaudited	Audited
Assets		
Non-current assets		
Property, plant and equipment	455,048	418,849
Land use rights	6,817	6,926
Right-of-use assets	130,425	-
Intangible assets	16,062,606	16,764,994
Investment in associates	126,977	113,783
Investment in joint ventures	104,210	96,818
Financial assets at fair value through profit or loss	332,898	353,573
Trade receivables	10	71
Other receivables	365,578	37,515
Employee loans	24,759	26,785
Deferred tax assets	172,373	190,913
	<u>17,781,701</u>	<u>18,010,227</u>
Current assets		
Inventories	169,809	127,896
Biological assets	2,365	1,641
Trade receivables	674,986	595,977
Other receivables	298,667	687,554
Tax recoverable	46,173	95,622
Financial assets at fair value through profit or loss	1,755,820	1,303,715
Cash and cash equivalents	1,453,136	1,450,471
	<u>4,400,956</u>	<u>4,262,876</u>
Total assets	<u>22,182,657</u>	<u>22,273,103</u>

CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019

	31.12.2019	31.12.2018
	RM'000	RM'000
	Unaudited	Audited
Equity and liabilities		
Equity attributable to Owners of the Company		
Share capital	5,114,341	5,114,341
Perpetual sukuk	997,842	997,842
Retained earnings	3,284,671	3,037,416
Hedging reserve	(18,031)	(24,902)
Other reserve	758	3,985
Foreign exchange reserve	(54,205)	12,044
Total equity	9,325,376	9,140,726
Non-current liabilities		
Borrowings	3,685,721	4,930,929
Derivative financial instruments	33,861	49,600
Lease liabilities	95,586	-
Deferred tax liabilities	901,183	919,643
Trade payables	4,222,364	4,454,198
Other payables	629,446	645,361
	9,568,161	10,999,731
Current liabilities		
Borrowings	1,247,012	212,357
Derivative financial instruments	16,198	7,497
Lease liabilities	37,250	-
Trade payables	854,408	856,851
Other payables	1,102,385	1,040,099
Income tax payable	31,867	15,842
	3,289,120	2,132,646
Total liabilities	12,857,281	13,132,377
Total equity and liabilities	22,182,657	22,273,103

The condensed unaudited consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2019

	Attributable to Owners of the Company						Total equity RM'000
	Non-distributable					Distributable	
	Share capital RM'000	Perpetual sukuk RM'000	Foreign exchange reserve RM'000	Hedging reserve RM'000	Other reserve RM'000	Retained earnings RM'000	
At 1 January 2018	5,114,341	997,842	41,955	(28,591)	6,891	2,583,308	8,715,746
Total comprehensive income for the year	-	-	(29,911)	3,689	(2,812)	727,303	698,269
Legal reserve	-	-	-	-	(94)	-	(94)
Distribution to Perpetual Sukuk holder	-	-	-	-	-	(57,500)	(57,500)
Transaction with Owners, of the Company							
Dividends	-	-	-	-	-	(215,695)	(215,695)
At 31 December 2018	5,114,341	997,842	12,044	(24,902)	3,985	3,037,416	9,140,726
At 1 January 2019	5,114,341	997,842	12,044	(24,902)	3,985	3,037,416	9,140,726
Total comprehensive income for the year	-	-	(66,249)	6,871	(3,103)	537,042	474,561
Legal reserve	-	-	-	-	(124)	-	(124)
Distribution to Perpetual Sukuk holder	-	-	-	-	-	(57,500)	(57,500)
Transaction with Owners, of the Company							
Dividends	-	-	-	-	-	(232,287)	(232,287)
At 31 December 2019	5,114,341	997,842	(54,205)	(18,031)	758	3,284,671	9,325,376

The condensed unaudited consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements

CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2019

	31.12.2019 RM'000 Unaudited	31.12.2018 RM'000 Audited
Cash flows from operating activities		
Profit before tax and zakat	659,151	780,592
Adjustments for:		
Interest income	(32,648)	(50,055)
Unrealised (gain)/loss on financial instruments at fair value:		
- quoted unit trust	(5,009)	(1,222)
- unquoted shares	3,802	(275,641)
Interest expense	724,515	732,745
Loss from derivative financial instruments	1,486	12,846
Provision for liabilities	13,747	4,857
Writeback of provision for liabilities	(3,677)	(1,900)
Gain/(loss) on fair value of biological assets	(724)	891
Amortisation of:		
- intangible assets	845,070	828,241
- land use rights	109	108
Depreciation of:		
- property, plant and equipment	60,601	59,130
- right-of-use assets	35,798	-
Net (writeback)/allowance for doubtful debts	(18,968)	18,035
Net bad debts written off	5,745	9,128
Gain on disposal of :		
- quoted unit trust	(1,005)	-
- investment in associates	-	(28,178)
- property, plant and equipment	-	(8)
Property, plant and equipment written off	-	1,072
Intangible assets written off	13	8,797
Inventories written off	1,590	3,410
Investment income	(69,731)	(54,138)
Share of results of:		
- associates	(15,294)	(12,821)
- joint ventures	(19,424)	(17,297)
Operating profit before working capital changes	2,185,147	2,018,592
(Increase)/decrease in inventories	(43,776)	9,380
Decrease/(increase) in receivables	27,201	(55,015)
Increase in payables	73,042	192,535
Decrease in concession liabilities	(15,182)	(29,094)
Decrease in provisions for liabilities	(5,107)	(4,252)
Cash generated from operations	2,221,325	2,132,146
Taxes and zakat paid	(92,482)	(103,494)
Net cash generated from operating activities	2,128,843	2,028,652

**CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2019**

	31.12.2019	31.12.2018
	RM'000	RM'000
	Unaudited	Audited
Cash flows from investing activities		
Purchase of:		
- property, plant and equipment	(64,048)	(54,591)
- intangibles assets	(425,838)	(407,663)
- quoted unit trust	(1,518,885)	(137,260)
Proceed from disposal of :		
- property, plant and equipment	-	11
- intangibles assets	21	-
- quoted unit trust	1,132,255	69,661
Additional investment in an associate	-	(62,000)
Investment income received	29,739	54,138
Interest received	3,276	3,060
Dividend received from:		
- associates	2,100	6,000
- joint ventures	12,032	12,510
Net cash used in investing activities	(829,348)	(516,134)
Cash flows from financing activities		
Repayment of borrowings	(162,600)	(367,950)
Swap payment	(17,980)	(8,723)
Concession payment	(539,430)	(452,394)
Lease liabilities payment	(42,685)	-
Interest paid	(228,742)	(233,023)
Dividends paid to shareholders of the Company	(232,287)	(215,695)
Distribution paid to Perpetual Sukuk holder	(57,342)	(57,815)
Net cash used in financing activities	(1,281,066)	(1,335,600)
Net increase in cash and cash equivalents	18,429	176,918
Effects of foreign currency translation	(15,764)	(19,838)
Cash and cash equivalents at beginning of year	1,450,471	1,293,391
Cash and cash equivalents at end of year	1,453,136	1,450,471

The condensed unaudited consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

1. BASIS OF PREPARATION

These unaudited condensed consolidated interim financial statements, for the year ended 31 December 2019, have been prepared in accordance with Malaysian Financial Reporting Standards (MFRS) 134 Interim Financial Reporting, International Accounting Standards (IAS) 34 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Bursa Malaysia).

These unaudited condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018. The explanatory notes attached to these unaudited condensed 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 2018.

2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in preparing these unaudited condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2018 except as discussed below:

MFRS 16: Leases

MFRS 16 has replaced MFRS 117 Leases, IC Interpretation 4 Determining whether an Arrangement contains a Lease, IC Interpretation 115 Operating Lease-Incentives and IC Interpretation 127 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model.

At the commencement date of a lease, a lessee will recognise a liability to make lease payments and an asset representing the right to use the underlying asset during the lease term. The right-of-use asset is initially measured at cost and subsequently measured at cost (subject to certain exceptions), less accumulated depreciation and impairment losses, adjusted for any remeasurement of the lease liability. The lease liability is initially measured at present value of the lease payment that are not paid at that date. Subsequently, the lease liability is adjusted for interest and lease payments, as well as the impact of lease modifications.

Classification of cash flows will also be affected as operating lease payments under MFRS 117 are presented as operating cash flows, whereas under MFRS 16, the lease payments will split into a principal (which will be presented as financing cash flows) and an interest portion (which will be presented as operating cash flows).

Lessor accounting under MFRS 16 is substantially the same as the accounting under MFRS 117. Lessors will continue to classify all leases using the same classification principle as in MFRS 117 and distinguish between two types of leases: operating and finance leases.

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd.)

MFRS 16: Leases (cont'd.)

MFRS 16 is effective for annual periods beginning on or after 1 January 2019. A lessee can choose to apply the standard using either a full retrospective or a modified retrospective approach. The standard will affect primarily the accounting of the Group's operating lease.

The Group has adopted MFRS 16 effective from 1 January 2019, using modified retrospective approach. Applying this method, the comparative information for the 2018 fiscal year has not been restated. Under modified retrospective approach, the lease liability is measured based on the remaining lease payments discounted using the incremental borrowing rate as at the date of initial application. For leases with terms not exceeding twelve months and for leases of low-value assets, the Group has exercised the optional application exemptions. The lease payments under these contracts are generally recognised on a straight-line basis over the lease term as other operating expenses.

In all other leases in which the Group acts as the lessee, the present value of future lease payments is recognised as a financial liability. Lease payments are split into principal and interest portions, using the effective interest method. Correspondingly, the right-of-use asset is recognised at the present value of the liability at the commencement date of the lease, adding any directly attributable costs. The weighted-average incremental borrowing rate for the lease liabilities initially recognised as of 1 January 2019, was 5.0% per annum. Payments made before the commencement date and incentive received from the lessor are also included in the carrying amount of the right-of-use asset. The right-of-use asset is depreciated on a straight-line basis over the lease term or, if it is shorter, over the useful life of the leased asset.

The Group applied MFRS 16 for contracts that were previously identified as leases applying MFRS 117 and IC4, therefore will not apply the Standard to contracts that were not previously identified as containing a lease applying MFRS 117 and IC4.

2.1 Standard issued but not yet effective

The standard and interpretation that are issued but not yet effective up to date of issuance of the Group's Financial Statements are disclosed below:

Effective for financial periods beginning on or after 1 January 2020

MFRS 3: Business Combinations

MFRS 101: Presentation of Financial Statements

MFRS 108: Accounting Policies, Changes in Accounting Estimates and Errors

MFRS 7, MFRS 9 and MFRS 139: Interest Rate Benchmark Reform

Revised Conceptual Framework for Financial Reporting

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd.)**2.1 Standard issued but not yet effective (cont'd.)**

The standard and interpretation that are issued but not yet effective up to date of issuance of the Group's Financial Statements are disclosed below: (cont'd.)

Effective for financial periods beginning on or after 1 January 2021

MFRS 17 : Insurance Contracts

Effective for annual periods to be announced by MASB

Amendments to MFRS 10 and MFRS 128 : Sale or Contribution of Assets between an Investor and its Associate or Joint Venture.

The directors expect that the adoption of the above standards will have no material impact on the financial statements in the period of initial application.

3. AUDITORS' REPORT ON PRECEDING FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 December 2018 was not qualified.

4. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

Airport services, duty free and non-dutiable goods segments, being the core businesses of the Group were not materially affected by any seasonality or cyclicity during the current quarter and financial year-to-date under review.

5. 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 under review.

6. SEGMENT INFORMATION

The Group is organised into business and geographical segments which is then further classified under airport and non-airport operations activities:-

Malaysia Operations

Airport operations:

- a) Airport services
To manage, operate and maintain the Kuala Lumpur International Airport and the designated airports in Malaysia and to provide airport related services.
- b) Duty free and non-dutiable goods
To operate duty free, non-duty free outlets and provide management services in respect of food and beverage outlets at designated airports in Malaysia.

Non-airport operations:

- a) Project and repair maintenance
To provide consultancy, operations and maintenance of information and communication technology business ventures and provision of mechanical and electrical engineering.
- b) Hotel
To manage and operate a hotel, known as Sama-Sama Hotel, Sama-Sama Express KLIA and Sama-Sama Express klia2.
- c) Agriculture and horticulture
To cultivate and sell oil palm and other agricultural products and to carry out horticulture activities.
- d) Others
Investment holdings and dormant companies.

Overseas Operations

- a) Airport operations
To manage, operate and maintain the Istanbul Sabiha Gokcen International Airport (ISGIA) in Turkey and to provide airport related services.
- b) Project and repair maintenance
To provide facilities management services at Hamad International Airport (HIA).

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

6. SEGMENT INFORMATION (cont'd.)

	Continuing Operations									
	Malaysia Operations						Overseas Operations		Consolidation adjustments	TOTAL
	Airport Operations		Non-Airport Operations				Airport operations	Project and repair maintenance		
Airport services	Duty free and non-dutiable goods	Project and repair maintenance	Hotel	Agriculture & horticulture	Others	RM'000	RM'000	RM'000	RM'000	
For the year ended 31 December 2019										
Segment Revenue										
External:										
Aeronautical	1,993,486	-	-	-	-	-	771,165	-	-	2,764,651
Non-aeronautical:										
Retail	-	850,224	-	-	-	-	-	-	-	850,224
Others	797,878	2,696	-	-	-	-	510,730	-	-	1,311,304
Non-airport operations	-	-	15,158	88,577	26,932	-	9,675	146,586	-	286,928
Inter-segment sales	284,525	1,547	125,410	4,734	6,992	-	90,808	-	(514,016)	-
Inter-segment dividends	-	-	-	-	-	317,214	-	-	(317,214)	-
Total revenue	3,075,889	854,467	140,568	93,311	33,924	317,214	1,382,378	146,586	(831,230)	5,213,107
Segment Results										
Operating profits before depreciation and amortisation	1,240,117	53,166	56,350	32,334	5,018	467,162	955,278	13,660	(531,073)	2,292,012
Depreciation and amortisation	(367,677)	(8,452)	(1,145)	(18,272)	(5,086)	(17,776)	(325,126)	(7,757)	(190,287)	(941,578)
Finance costs	(266,133)	(171)	(2,580)	(1,784)	(32)	(141,640)	(485,139)	-	171,478	(726,001)
Share of results of:										
- associates	15,294	-	-	-	-	-	-	-	-	15,294
- joint ventures	-	-	-	-	-	19,424	-	-	-	19,424
Profit/(loss) before tax and zakat	621,601	44,543	52,625	12,278	(100)	327,170	145,013	5,903	(549,882)	659,151
Taxation and zakat	(128,305)	(13,174)	(7,658)	2,113	(850)	(66)	(15,769)	(1,388)	42,988	(122,109)
Profit/(loss) for the year	493,296	31,369	44,967	14,391	(950)	327,104	129,244	4,515	(506,894)	537,042
As at 31 December 2019										
Assets and Liabilities										
Segment assets	10,989,018	292,035	187,946	174,104	98,825	12,212,689	6,221,657	86,256	(8,311,060)	21,951,470
Investment in associates	126,977	-	-	-	-	-	-	-	-	126,977
Investment in joint ventures	-	-	-	-	-	104,210	-	-	-	104,210
Total assets	11,115,995	292,035	187,946	174,104	98,825	12,316,899	6,221,657	86,256	(8,311,060)	22,182,657
Segment liabilities representing total liabilities	6,329,295	136,299	61,410	55,363	20,862	5,570,271	7,168,443	81,209	(6,565,871)	12,857,281

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

6. SEGMENT INFORMATION (cont'd.)

	Continuing Operations									
	Malaysia Operations						Overseas Operations		Consolidation adjustments	TOTAL
	Airport Operations		Non-Airport Operations				Airport operations	Project & repair and maintenance		
	Airport services	Duty free and non-dutiable goods	Project & repair and maintenance	Hotel	Agriculture & horticulture	Others				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
For the year ended 31 December 2018										
Segment Revenue										
External:										
Aeronautical	1,797,044	-	-	-	-	-	607,297	-	-	2,404,341
Non-aeronautical:										
Retail	-	831,299	-	-	-	-	-	-	-	831,299
Others	784,907	1,816	-	-	-	-	472,474	-	-	1,259,197
Construction	-	-	-	-	-	-	65,557	-	-	65,557
Non-airport operations	-	-	13,109	90,210	30,085	-	8,772	149,132	-	291,308
Inter-segment sales	285,450	1,092	78,036	2,313	6,787	-	74,530	-	(448,208)	-
Inter-segment dividends	-	-	-	-	-	345,000	-	-	(345,000)	-
Total revenue	2,867,401	834,207	91,145	92,523	36,872	345,000	1,228,630	149,132	(793,208)	4,851,702
Segment Results										
Operating profits before depreciation and amortisation	1,112,795	75,455	18,249	24,038	8,102	840,979	862,114	22,059	(580,247)	2,383,544
Depreciation and amortisation	(330,747)	(9,405)	(504)	(11,420)	(4,549)	(15,883)	(312,783)	(5,059)	(197,129)	(887,479)
Finance costs	(228,426)	-	21	10	(6)	(147,649)	(540,937)	-	171,396	(745,591)
Share of results of:										
- associates	12,821	-	-	-	-	-	-	-	-	12,821
- joint ventures	-	-	-	-	-	17,297	-	-	-	17,297
Profit/(loss) before tax and zakat	566,443	66,050	17,766	12,628	3,547	694,744	8,394	17,000	(605,980)	780,592
Taxation and zakat	(72,601)	(11,065)	(4,269)	(987)	112	(205)	(6,267)	(1,508)	43,501	(53,289)
Profit/(loss) for the year	493,842	54,985	13,497	11,641	3,659	694,539	2,127	15,492	(562,479)	727,303
As at 31 December 2018										
Assets and Liabilities										
Segment assets	10,477,698	233,169	162,147	130,274	100,523	12,329,658	6,445,179	100,961	(7,917,107)	22,062,502
Investment in associates	113,783	-	-	-	-	-	-	-	-	113,783
Investment in joint ventures	-	-	-	-	-	96,818	-	-	-	96,818
Total assets	10,591,481	233,169	162,147	130,274	100,523	12,426,476	6,445,179	100,961	(7,917,107)	22,273,103
Segment liabilities representing total liabilities	6,011,993	108,802	57,888	25,924	21,609	5,687,182	7,555,941	79,679	(6,416,641)	13,132,377

7. PROFIT BEFORE TAX AND ZAKAT

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2019 RM'000	Preceding Year Corresponding Quarter 31.12.2018 RM'000	Current Year To Date 31.12.2019 RM'000	Preceding Year Corresponding Period 31.12.2018 RM'000
Included in other income:				
Interest income				
-Unquoted investments	456	502	2,034	1,780
-Employee loans	286	310	1,242	1,280
-Other loans and receivables	7,544	15,799	29,372	46,995
Unrealised (gain)/loss on fair value for:				
-quoted unit trust	(3,379)	(332)	5,009	1,222
-unquoted shares	(3,802)	17,242	(3,802)	275,641
Investment income	20,512	5,109	69,731	54,138
Net realised foreign exchange gain/(loss)	5,951	(16,244)	7,500	(14,929)
Gain on disposal of:				
-property,plant and equipment	-	-	-	8
-quoted shares	1	-	1,005	-
-unquoted equity shares	-	-	-	28,178
Recoupment of expenses	27,900	28,574	107,981	109,287
Included in other expenses:				
Net allowance/(writeback) for doubtful debts	1,161	44,510	(18,969)	18,035
Bad debts written off/(back)	5,677	(162)	5,745	9,128
Property,plant and equipment written off	-	835	-	1,072
Intangible assets written off	1	8,797	13	8,797
Inventories written off	(467)	369	1,590	3,410
User fee	124,656	110,123	461,533	417,619
Included in finance cost:				
Interest expenses:				
-Concession payables and borrowings	54,712	56,526	218,978	233,023
-Financial liabilities	143,853	114,502	497,258	512,568
-Interest on lease liabilities	3,041	-	9,765	-

8. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in estimates that have had a material effect in the result for current quarter and financial year-to-date under review.

9. DEBT AND EQUITY SECURITIES

On 24 June 2019, the Group had paid EUR15.0 million, equivalent to RM70.8 million of the Senior Term Facility which matured on 25 June 2019.

On 27 December 2019, the Group had paid EUR20.0 million, equivalent to RM91.8 million of the Senior Term Facility which matured on 27 December 2019.

Save for the above, there were no issuance and/or other repayment of debt and/or equity securities, share buy backs, share cancellation, shares held as treasury shares and resale of treasury shares during the current quarter and financial year-to-date under review.

10. DIVIDENDS PAID

A single-tier final dividend of 9.00 sen per ordinary share amounting to RM149.3 million in respect of the financial year ended 31 December 2018 was approved by the Shareholders at its Annual General Meeting held on 2 May 2019. The final dividend was paid on 31 May 2019.

A single-tier interim dividend of 5.00 sen per ordinary share in respect of the financial year ended 31 December 2019 amounting to RM82.9 million was paid on 1 October 2019.

Save for the above, there were no other dividends paid or declared during the current quarter and financial year-to-date under review.

11. CARRYING AMOUNT OF REVALUED ASSETS

The Group does not have any revalued assets as its property, plant and equipment and intangible assets are stated at cost less accumulated depreciation, amortisation and impairment losses.

12. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current quarter and financial year-to-date under review.

13. CHANGES IN GUARANTEES, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

a) Guarantees

- i) Istanbul Sabiha Gokcen Uluslararası Havalimani Yatırım Yapım ve İşletme A.Ş. (ISG) has given five (2018: five) letters of guarantee to the Administration (representing 6% of the total amount payable to the Administration for the right to operate the Facility as set out in the Implementation Agreement) as follows:

Letter	2019		2018	
	(EUR'm)	(RM'm)	(EUR'm)	(RM'm)
1.	67.7	310.7	74.6	352.9
2.	13.0	59.7	13.0	61.5
3.	1.6	7.5	1.6	7.7
4.	20.1	92.3	20.1	95.2
5.	0.3	1.4	0.3	1.5

- ii) ISG has given 11 (2018: 14) letters of guarantee to the Tax Authority in Turkey for Value Added Tax (VAT) refund amounting to EUR1.2 million, equivalent to RM5.5 million (2018: EUR1.1 million, equivalent to RM5.2 million).

Save for the above, there were no changes in guarantees from the preceding quarter announcement.

b) Contingent Liabilities

- i) On 20 August 2015, Malaysia Airports (Properties) Sdn. Bhd. (MAP) received a Notice of Arbitration from Kuala Lumpur Aviation Fuelling System Sdn. Bhd. (KAF) in respect of the alleged losses and damages in the sum of RM28.3 million pertaining to among others, design changes under Airport Facilities Agreement (AFA) dated 26 September 2007. Both parties have appointed an arbitrator. The hearing session for the arbitration has been conducted from 2 to 6 October 2017 and the parties had filed their respective closing submission by 8 December 2017. The oral hearing of parties' submission was conducted on 22 January 2018.

On 25 September 2018, MAP had received the award from the Arbitral Tribunal which is in favour of KAF. The award is only in respect of liability and the quantum will be decided by the Arbitral Tribunal in a separate proceeding at a later stage, subject to KAF providing further documents to substantiate the amount claimed. Accordingly RM21.7 million has been recognised as a provision subject to final Arbitral Tribunal decision.

On 5 December 2019, KAF had submitted further documents to substantiate the amount claimed.

- ii) On 26 February 2016, MAP received a Notice of Arbitration from KAF in respect of the alleged losses and damages in the estimated claim amount of RM456.0 million pertaining to inter alia, the changes of the concession period under the AFA dated 26 September 2007. MAP has obtained a preliminary view from its solicitors who consider that MAP has a reasonably good prospect of defending the claims as MAP has complied with all the terms and conditions under the AFA. On 13 February 2017, MAP has informed KAF on the Operating Agreements' extension and requested KAF to withdraw the arbitration notice. However, KAF refused to withdraw the arbitration notice and grants MAP on the extension until 30 May 2017 to facilitate further negotiations on the matter. MAP had requested from KAF for further extension to 30 December 2017.

13. CHANGES IN GUARANTEES, CONTINGENT LIABILITIES AND CONTINGENT ASSETS (cont'd.)**b) Contingent Liabilities (cont'd.)**

- ii) On 9 August 2017, KAF agreed to withhold the arbitration proceedings until 30 June 2018 pending the negotiations between Malaysia Airports Holdings Berhad (MAHB) and Government of Malaysia. MAP has sent a letter to request for an extension of time to KAF to withhold proceedings until 31 December 2019. KAF has agreed with MAP's request to withhold the commencement of the arbitration proceeding against MAP until 31 December 2019 to facilitate the negotiation on the Operating Agreements between MAHB and Government of Malaysia.

Subsequently, MAP via a letter dated 27 December 2019, requested for a further extension till end of June 2020 to facilitate the negotiation on the Operating Agreements between MAHB and Government of Malaysia.

- iii) Syarikat Pembinaan Anggerik Sdn. Bhd. (SPASB) via a Writ of Summons claims from MAHB for the sum of RM44.0 million for damages and other claims and interest in respect of the alleged losses and damages pertaining to the works carried out by SPASB for the 'Proposed Development and Upgrading Works at Penang International Airport, Bayan Lepas, Pulau Pinang' and the 'Proposed Construction and Completion of Site Office, Central Utilities Building and Airside Drainage Works at Penang International Airport'.

MAHB had filed an application for stay of proceedings in light of the arbitration provisions in the contract and on 23 August 2017, the court had allowed MAHB's 'Stay Application' with cost of RM10,000 to be paid by SPASB to MAHB.

On 21 September 2017, SPASB filed its Notice of Appeal in respect of the court's decision on the 'Stay Application'. The Court of Appeal however had allowed SPASB's appeal with costs on 30 March 2018.

In furtherance to the Court of Appeal's decision, MAHB had filed the 'Application for Leave to Appeal' (Application) at the Federal Court on 27 April 2018. Such Application nonetheless was dismissed by the Federal Court on 1 August 2018 and therefore SPASB's claim against MAHB shall be heard in the High Court instead of arbitration.

On 9 August 2018, SPASB had filed its Amended Statement of Claim (Amended SOC). In the Amended SOC, SPASB had raised its claim to RM59.9 million. MAHB had later filed its Statement of Defence on 21 September 2018. SPASB filed its reply to MAHB's Statement of Defence on 10 October 2018.

During the Case Management on 8 July 2019, the Court maintained the previously arranged trial dates on 11 to 15 November 2019. The Court further directed both parties to exchange witness statements.

**13. CHANGES IN GUARANTEES, CONTINGENT LIABILITIES AND CONTINGENT ASSETS
(cont'd.)****b) Contingent Liabilities (cont'd.)**

- iii) On 12 July 2019, SPASB had increased its amount of claim from RM59.9 million to RM66.8 million. Subsequently, on 31 July 2019, MAHB has filed its Amended Statement of Defence and Counterclaim. The amount claimed is not expected to have any material impact on the financial statements of the Group since it is subject to strict proof at the full trial. The next Case Management has been set on 6 July 2020. The trial dates have been set on 10 to 14 August 2020.
- iv) On 21 March 2019, MA(Sepang) Sdn. Bhd. (MA(S)) has received notice of Arbitration from Segi Astana Sdn. Bhd. (SASB) for the alleged losses and damages pertaining to the delay in commencement of operations of klia2 Integrated Complex. This notice is amounting to RM70.0 million in respect of the alleged losses and damages pertaining to inter alia, the delay in the commencement of the commercial operation of the klia2 Integrated Complex. As up to date, a pre hearing conference is tentatively fixed on 3 November 2020 and hearing is fixed on 17 to 20, 23 to 27 and 30 November 2020. The solicitors and internal legal department are of the view that MA(S) has a fair prospect of success in defending the amount claimed.
- v) As at to date, the request for Value Added Tax (VAT) refund by ISG is still on-going and pending for final decision by the Supreme Court of Turkey.

Save for the above, there were no changes in contingent liabilities from preceding quarter announcement. The Group has no contingent assets.

14. RELATED PARTY TRANSACTIONS AND BALANCES

Related Party Transactions:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	To Date	Corresponding
	31.12.2019	31.12.2018	31.12.2019	31.12.2018
	RM'000	RM'000	RM'000	RM'000
Revenue:				
<u>Associates:</u>				
Lease rental				
- KL Aviation Fuelling System Sdn. Bhd.	1,576	1,530	6,219	6,120
- MFMA Development Sdn. Bhd.	1,038	1,007	4,150	4,029
- Cainiao KLIA Aeropolis Sdn. Bhd.	585	585	2,322	1,540
Concession fee				
- MFMA Development Sdn. Bhd.	142	142	568	568
Recoupment of water, electricity & sewerage				
- MFMA Development Sdn. Bhd.	2,897	1,536	10,037	5,792
<u>Joint ventures:</u>				
Lease rental				
- Segi Astana Sdn. Bhd.	318	318	1,273	1,273
- Airport Cooling Energy Supply Sdn. Bhd.	222	222	888	888
Expenses:				
<u>Joint ventures:</u>				
Airport Cooling Energy Supply Sdn. Bhd.				
- Utilities (Fixed)	8,031	8,031	32,124	32,124
- Utilities (Variable usage)	3,528	3,689	14,070	14,555
- Less: Rebate	(1,006)	(1,475)	(3,397)	(4,961)
- Interest on concession payable	5,341	5,341	21,361	21,361
Other Transactions:				
<u>Joint ventures:</u>				
Airport Cooling Energy Supply Sdn. Bhd.				
- Payment on concession payable	2,675	2,675	10,699	10,699
<u>Other Related Party:</u>				
Korn Ferry International (M) Sdn. Bhd.				
- Professional fees	-	-	-	268

Related Party Balances:

	As at	As at
	31.12.2019	31.12.2018
	RM'000	RM'000
	Unaudited	Audited
Amount owing by associated companies	881	30
Amount owing to joint ventures	6,448	-

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

15. COMMITMENTS

The amount of commitments for the lease rental, purchase of intangible asset, property, plant and equipment and other investment not provided for, in the interim condensed consolidated financial statements as at 31 December 2019 were as follows:

	Not later than 1 year RM'000	Later than 1 year but not later than 5 years RM'000	Total RM'000
(i) Approved and contracted for:			
Capital expenditure	326,320	-	326,320
(ii) Approved but not contracted for:			
Capital expenditure	1,744,045	-	1,744,045
(iii) Other investments:			
Investment in MFMA Development Sdn. Bhd.	45,000	-	45,000
	<u>2,115,365</u>	<u>-</u>	<u>2,115,365</u>

16. SUBSEQUENT EVENTS

There were no material events subsequent to the end of the current year under review that requires disclosure or adjustments to the interim financial statements.

17. SIGNIFICANT EVENTS

On 4 October 2019, AirAsia Berhad and AirAsia X Berhad had served a Writ of Summons on MA(S) claiming special damages amounting to RM479.8 million for loss and damage occasioned by reason of the negligence on the part of MA(S), its servants or agents in the management, operation, maintenance or provision of airport services and facilities at klia2.

MA(S) has filed an application to strike out the Writ of Summons and the Court has been fixed on 26 March 2020 for decision on the striking out application.

18. PERFORMANCE REVIEW

	INDIVIDUAL QUARTER				CUMULATIVE QUARTER			
	Current Year	Preceding Year	Changes		Current Year	Preceding Year	Changes	
	Quarter	Corresponding			To Date	Corresponding		
	31.12.2019	Quarter	31.12.2018	31.12.2019	Period	31.12.2018		
RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%	
Revenue	1,344,429	1,251,671	92,758	7.4%	5,213,107	4,851,702	361,405	7.4%
Profit before tax and zakat	46,146	27,473	18,673	68.0%	659,151	780,592	(121,441)	-15.6%

4Q 2019 vs 4Q 2018 (Q-on-Q)

Revenue

The Group's revenue for the current quarter grew 7.4% over the corresponding quarter in the prior year to RM1,344.4 million on the back of overall passenger growth of 6.8%.

Airport operations recorded a revenue growth of 9.3% to RM1,283.3 million. Revenue from the aeronautical segment increased by 14.7% to RM740.3 million over the corresponding quarter in the prior year. Passenger traffic for the Malaysia operations grew by 6.7% (international: +5.3%, domestic: +8.1%) to 27.2 million passengers as compared to 25.5 million passengers recorded in the corresponding quarter in the prior year. The passenger traffic for Turkey operations increased by 7.3% (international: +20.0%, domestic: -0.4%) to 8.8 million passengers as compared to 8.2 million passengers recorded in the corresponding quarter in the prior year. Non-aeronautical segment increased by 2.1% to RM543.0 million as compared to the corresponding quarter in the prior year.

Revenue from the non-airport operations decreased by 20.8% or RM16.0 million due to lower revenue from the project and repair maintenance business.

Overall, Malaysia and Turkey operations recorded revenue growth of 6.6% to RM998.4 million and 17.1% to RM318.9 million respectively, whilst Qatar operations recorded a decrease in revenue from RM43.2 million to RM27.1 million.

18. PERFORMANCE REVIEW (cont'd.)**4Q 2019 vs 4Q 2018 (Q-on-Q) (cont'd.)****Profit before tax and zakat (PBT)**

The Group recorded a PBT of RM46.1 million as compared to RM27.5 million in the corresponding quarter in the prior year mainly due to the increase in revenue by 7.4%. The Group's cost increased by 5.3% as compared to the corresponding quarter in the prior year.

PBT of the Malaysia operations increased by 38.3% to RM86.0 million. Turkey operations had recorded a loss before tax (LBT) of RM40.4 million, increasing by RM3.7 million from the loss recorded in the corresponding quarter in the prior year of RM36.7 million while the Qatar operations recorded a lower PBT of RM0.5 million as compared to the corresponding quarter in the prior year of RM2.0 million.

Share of results of Associates and Joint Ventures (JV)

Share of results of associates in the current quarter under review amounted to RM8.6 million, higher by RM1.3 million as compared to the profits of RM7.3 million for the corresponding quarter in the prior year, due to higher contribution from Kuala Lumpur Aviation Fuelling System Sdn. Bhd. (KAF) and MFMA Development Sdn. Bhd. (MFMA).

Share of results of joint ventures in the current quarter under review amounted to RM5.6 million, lower by RM0.2 million as compared to the profits of RM5.8 million for the corresponding quarter in the prior year due to lower contribution from Segi Astana Sdn. Bhd. (SASB).

YTD 31 December 2019 vs YTD 31 December 2018 (Y-on-Y)**Revenue**

The Group recorded revenue of RM5,213.1 million, 7.4% higher than revenue of RM4,851.7 million recorded in the prior year. The encouraging results were underpinned by the growth in airport operations driven by sustained growth in passenger and aircraft movements.

Aeronautical revenue segment grew by 15.0% to RM2,764.7 million over the prior year on the back of strong passenger growth. Malaysia operations recorded passenger growth of 6.2% (international: +3.1%, domestic: +9.5%) to 105.2 million passengers as compared to 99.1 million passengers recorded in 2018. The passenger traffic for Turkey operations increased by 3.8% (international: +19.7%, domestic: -4.5%) to 35.4 million passengers as compared to 2018. International passenger mix in Turkey has improved in 2019 as local airlines began restructuring their routes by expanding to international routes due to higher yields from the international segment.

18. PERFORMANCE REVIEW (cont'd.)**YTD 31 December 2019 vs YTD 31 December 2018 (Y-on-Y) (cont'd.)****Revenue (cont'd.)**

The non-aeronautical revenue increased by 3.4% to RM2,161.5 million, driven by the retail concessionaires from Turkey operations, higher retail revenue and land lease revenue from Malaysia operations.

Non-airport operations revenue has decreased slightly by 1.5% to RM286.9 million, due to lower revenue from agriculture and horticulture, project and repair maintenance and hotel businesses as compared to prior year.

Overall, Malaysia and Turkey operations recorded revenue growth of 6.4% to RM3,774.7 million and 11.9% to RM1,291.6 million respectively driven by passenger growth. Qatar operations recorded slight decrease in revenue of 1.5% to RM146.8 million as compared to prior year.

Profit before tax and zakat (PBT)

The Group recorded a lower PBT of RM659.2 million as compared to RM780.6 million recorded in the prior year, due to the one-off gains recorded in relation to the fair valuation of investment in GMR Hyderabad International Airport Limited (GHIAL) amounting to RM258.4 million and gain on disposal of investment in GMR Male Private Limited (GMIAL) amounting to RM28.2 million.

Excluding the one-off gains, the Group's PBT increased by 33.4% or RM165.2 million as compared to the prior year in tandem with higher revenue from airport operations recorded during the year and lower losses from Turkey operations by RM128.5 million.

PBT of the Malaysia operations excluding the one-off gains recorded in the prior year, increased by 6.5% or RM44.9 million. Turkey operations LBT amounted to RM80.4 million, an improvement by 61.5% compared to the prior year of RM208.9 million while Qatar operations recorded a lower PBT of RM7.4 million.

Share of results of Associates and Joint Ventures (JV)

Share of results of associates in the financial year-to-date amounted to RM15.3 million, higher by RM2.5 million as compared to RM12.8 million recorded in the prior year driven largely due to higher contribution from MFMA.

Share of results of joint ventures in the financial year-to-date amounted to RM19.4 million, higher by RM2.1 million as compared to RM17.3 million in the prior year largely due to higher contribution from SASB.

18. PERFORMANCE REVIEW (cont'd.)

HEADLINE KEY PERFORMANCE INDICATORS (KPIs)

The Group's financial and operational performances for the financial year-to-date under review against the Headline KPIs were as follows:-

	2019 Headline KPIs	Actual YTD 31 December 2019
i) EBITDA*		
Malaysia operations (RM'000)	1,210,129	1,315,661
Overseas business:		
Turkey operations (EUR'000)	185,858	202,200
** Turkey operations (RM'000)	927,429	950,439
Qatar operations (QAR'000)	24,149	13,130
** Qatar operations (RM'000)	26,081	15,116
ii) Airport Service Quality Rank	Above 40 mppa category: KLIA Ranking Top 13	Above 40 mppa category: KLIA ranked 17th out of 39 airports

* Earnings before interest, taxation, depreciation and amortisation

** 2019 Budgeted exchange rate : EUR1 : RM4.99, QAR1 : RM1.08

19. MATERIAL CHANGE IN PROFIT BEFORE TAX AND ZAKAT OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER

	INDIVIDUAL QUARTER			
	Current Year Quarter 31.12.2019 RM'000	Immediate Preceding Quarter 30.09.2019 RM'000	Changes	
			RM'000	%
Revenue	1,344,429	1,355,160	(10,731)	-0.8%
Profit before tax and zakat	46,146	246,779	(200,633)	-81.3%

4Q 2019 vs 3Q 2019 (Q-on-PQ)

Revenue

The Group's revenue for the current quarter decreased slightly by RM10.7 million or 0.8% to RM1,344.4 million against RM1,355.1 million in the immediate preceding quarter mainly due to lower revenue from non-airport operations businesses.

Non-airport operations revenue decreased by 20.0% over the immediate preceding quarter to RM61.1 million, mainly due to lower contributions from the project and repair maintenance business.

19. MATERIAL CHANGE IN PROFIT BEFORE TAX AND ZAKAT OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER (cont'd.)**4Q 2019 vs 3Q 2019 (cont'd.)****Revenue (cont'd.)**

Overall, Malaysia operation had recorded an increase in revenue by 6.2% to RM998.4 million, whilst Turkey and Qatar operations have recorded decrease in revenue by 14.9% to RM318.9 million and 32.4% to RM27.1 million respectively.

Profit before tax and zakat (PBT)

The Group recorded a PBT of RM46.1 million in the current quarter, lower by RM200.7 million as compared to the PBT of RM246.8 million recorded in the immediate preceding quarter due to higher cost by 17.3% recorded in the current quarter. The higher cost was due to increase in employee benefits expenses, finance cost, repair and maintenance and administrative expenses recorded during the period.

The PBT for Malaysia operations was lower by 60.1% to RM86.0 million. Qatar operations recorded a lower PBT of RM0.5 million whilst Turkey operations had recorded a LBT of RM40.4 million as compared to the profit of RM28.0 million in the immediate preceding quarter.

Share of results of Associates and Joint Ventures (JV)

Share of results of associates in the current quarter amounted to RM8.6 million, higher by RM7.2 million as compared to RM1.4 million for the immediate preceding quarter. The favourable variance was due to higher contribution from MFMA.

Share of results of joint ventures in the current quarter amounted to RM5.6 million, higher by RM1.5 million as compared to RM4.1 million in the immediate preceding quarter. The favourable variance was due to higher contribution from SASB.

20. COMMENTARY ON PROSPECTS

MAHB's network of airports (including ISGIA) recorded 140.6 million passengers in the current year under review from 1 January 2019 to 31 December 2019, representing a growth of 5.6% over the prior year. During the same year, the Group's traffic for international passengers improved by 6.2% while traffic for domestic passengers increased by 5.0%. Correspondingly, the Group's aircraft movements improved by 3.1% with both international and domestic aircraft movements increasing by 3.8% and 2.7% respectively.

Malaysia Operations

Passenger traffic at MAHB operated airports registered 6.2% in growth with 105.2 million passengers in 2019. Traffic for international passengers registered a 3.1% increase to 53.3 million passengers and domestic passenger traffic increased by 9.5% to 51.9 million passengers.

Ministry of Finance has revised its forecasted GDP growth from 4.8% to a range of 3.2% to 4.2% for Malaysia in 2020 whilst International Monetary Fund (IMF) expects the world economy to expand 3.3% this year. Nonetheless, the widening of Corona Virus Disease 19 (COVID-19) is expected to impact the travel and tourism sector and may possess a downside risk to the world economy in the short term. In the interim, the COVID-19 is expected to have an adverse impact to passenger traffic growth. Recovery is expected to be gradual with the return of confidence to travel and the containment of COVID-19. We foresee passenger traffic will recover the lost ground in the medium to long term as there is latent demand for travel based on average high load factors, especially that was recorded in December 2019. In addition, the 2020 Visit Malaysia Year may to a certain extent cushion the adverse impact from COVID-19. In the past, during normal Visit Malaysia Years, the international traffic growth had been commendable with double-digit growth.

Overseas Operations

ISGIA passenger traffic grew by 3.8% to 35.4 million passengers in 2019. International passenger traffic at ISGIA experienced its strongest growth in recent years by 19.7% while domestic passenger traffic decreased by 4.5%. While some moderation in the decline of the domestic passengers is expected for 2020, ISGIA is also anticipated to further consolidate its international traffic. Furthermore, airlines are projected to continue raising their load factor growth in 2020, with ISGIA still currently able to accommodate such growth with its existing runway and terminal capacity.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD**

21. PROFIT FORECAST

The Group did not publish any profit forecast.

22. TAXATION AND ZAKAT

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2019 RM'000	Preceding Year Corresponding Quarter 31.12.2018 RM'000	Current Year To Date 31.12.2019 RM'000	Preceding Year Corresponding Period 31.12.2018 RM'000
Current tax	(29,604)	(17,336)	(101,575)	16,016
Deferred taxation	12,971	17,959	(14,409)	(63,697)
Zakat	-	-	(6,125)	(5,608)
	<u>(16,633)</u>	<u>623</u>	<u>(122,109)</u>	<u>(53,289)</u>

23. SALE OF PROPERTIES

There were no sales of properties since 31 December 2018.

24. INVESTMENTS IN QUOTED SECURITIES

There were no investments in quoted securities during the current quarter and financial year-to-date under review.

25. STATUS OF CORPORATE PROPOSALS

There are no ongoing corporate proposals announced by the Group but not completed as at 28 February 2020 being a date not earlier than 7 days from the date of issuance of the quarterly report.

26. BORROWINGS

	As at 31.12.2019		As at 31.12.2018	
	EUR'000	RM'000	EUR'000	RM'000
	Unaudited		Audited	
Short-term borrowings				
Unsecured:				
Islamic Medium Term Notes (IMTN)	-	1,000,000	-	-
Secured:				
Senior Term Facility	53,815	247,012	44,896	212,357
Total short-term borrowings	53,815	1,247,012	44,896	212,357
Long-term borrowings				
Unsecured:				
Islamic Medium Term Notes (IMTN)	-	2,100,000	-	3,100,000
Secured:				
Senior Term Facility	345,473	1,585,721	387,088	1,830,929
Total long-term borrowings	345,473	3,685,721	387,088	4,930,929
Total borrowings	399,288	4,932,733	431,984	5,143,286

27. CHANGES IN LIABILITIES ARISING FROM FINANCING ACTIVITIES

	As at	Cash Flows	Non-cash changes		As at
	31.12.2018		Foreign Exchange Movements	Fair Value Changes	31.12.2019
	RM'000				RM'000
	Audited				Unaudited
Unsecured:					
Islamic Medium Term Notes (IMTN)	3,100,000	-	-	-	3,100,000
Secured:					
Senior Term Facility	2,043,286	(213,693)	(57,751)	60,891	1,832,733
Derivative financial instruments	57,097	-	2,738	(9,776)	50,059
	5,200,383	(213,693)	(55,013)	51,115	4,982,792

PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD

28. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments as at 31 December 2019.

29. CHANGES IN MATERIAL LITIGATION

There were no other changes in material litigation against the Group and its subsidiaries since 31 December 2018 other than those disclosed in note 13.

30. DIVIDEND PAYABLE

There were no other dividends paid or declared during the current quarter and financial year-to-date under review other than disclosed in note 10.

31. EARNINGS PER SHARE (EPS)

Basic EPS

Basic earnings per share amounts are calculated by dividing the profit for the period attributable to Owners of the Company by the weighted average number of ordinary shares in issue during the current quarter and financial year-to-date under review.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2019 RM'000	Preceding Year Corresponding Quarter 31.12.2018 RM'000	Current Year To Date 31.12.2019 RM'000	Preceding Year Corresponding Period 31.12.2018 RM'000
Profit attributable to Owners of the Company	29,513	28,096	537,042	727,303
Distribution to Perpetual Sukuk Holder	(14,493)	(14,493)	(57,500)	(57,500)
Net profit attributable to Owners of the Company	15,020	13,603	479,542	669,803
Weighted average number of ordinary shares in issue ('000)	1,659,192	1,659,192	1,659,192	1,659,192
Profit per share attributable to Owners of the Company (sen)	0.91	0.82	28.90	40.37

31. EARNINGS PER SHARE (EPS) (cont'd.)

Basic EPS (cont'd.)

Weighted average number of ordinary shares outstanding during the period is the number of ordinary shares outstanding at the beginning of the period, adjusted by the number of ordinary shares issued during the period multiplied by a time-weighting factor. The time-weighting factor is the number of days that the shares are outstanding as a proportion of the total number of days in the period.

32. AUTHORISATION FOR ISSUE

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

BY ORDER OF THE BOARD

Zawardi Mohamed Salleh

Company Secretary

Sepang

28 February 2020