



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2008.

THE FIGURES HAVE BEEN AUDITED.

I. CONDENSED CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter <b>31/12/2008</b> RM'000	Preceding year corresponding quarter <b>31/12/2007</b> RM'000	Twelve months to <b>31/12/2008</b> RM'000	Twelve months to <b>31/12/2007</b> RM'000
<b>Revenue</b> (Remark 2)	<b>793,177</b>	<b>634,473</b>	<b>2,967,958</b>	<b>2,282,010</b>
Direct cost of operations	(232,419)	(185,808)	(879,509)	(676,312)
<b>Gross profit</b>	<b>560,758</b>	<b>448,665</b>	<b>2,088,449</b>	<b>1,605,698</b>
Other income	12,516	96,635	56,176	131,404
General and administration expenses	(18,843)	(12,571)	(79,588)	(49,248)
Finance income	21,199	14,326	95,864	74,810
Finance costs	(165,602)	(113,695)	(645,199)	(454,674)
<b>Profit before income tax</b>	<b>410,028</b>	<b>433,360</b>	<b>1,515,702</b>	<b>1,307,990</b>
Income tax (Note 13)	(113,391)	(40,736)	(435,662)	(60,342)
<b>Profit for the year</b>	<b>296,637</b>	<b>392,624</b>	<b>1,080,040</b>	<b>1,247,648</b>
<b>Attributable to :</b>				
<b>Equity holders of the Company</b>	<b>295,984</b>	<b>392,694</b>	<b>1,079,333</b>	<b>1,247,843</b>
<b>Minority interests</b>	<b>653</b>	<b>(70)</b>	<b>707</b>	<b>(195)</b>
	<b>296,637</b>	<b>392,624</b>	<b>1,080,040</b>	<b>1,247,648</b>
<b>Basic earnings per share (Note 25)</b>	<b>5.92 sen</b>	<b>7.85 sen</b>	<b>21.59 sen</b>	<b>24.96 sen</b>

The condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

Remarks :-

- The condensed consolidated income statement for the year ended 31 December 2008 has included the results of new subsidiaries, namely Expressway Lingkaran Tengah Sdn Bhd ("Elite") and Linkedua (Malaysia) Berhad ("Linkedua") effective 1 January 2008 and Konsortium Lebuhraya Butterworth-Kulim (KLBK) Sdn Bhd ("KLBK") effective 1 March 2008.
- Revenue consists of expressway toll collections, toll compensation recoverable from the Government, net of the Government's share of toll revenue (if any). Included in the revenue of the previous year corresponding quarter and financial year was the operation service fees from the provision of expressway operation services to Elite and Linkedua prior to the acquisition by the Group on 18 December 2007. Revenue is analysed as follows:-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter <b>31/12/2008</b> RM'000	Preceding year corresponding quarter <b>31/12/2007</b> RM'000	Twelve months to <b>31/12/2008</b> RM'000	Twelve months to <b>31/12/2007</b> RM'000
Toll collection	596,174	502,713	2,237,035	1,820,464
Gross toll compensation	197,003	187,575	730,923	697,754
Less: Notional tax on tax exempt dividend	-	(57,328)	-	(242,260)
Net toll compensation	197,003	130,247	730,923	455,494
Net toll revenue	793,177	632,960	2,967,958	2,275,958
Operation service fees	-	1,513	-	6,052
Total revenue	793,177	634,473	2,967,958	2,282,010

- Included in direct cost of operations and general and administration expenses are the amounts of depreciation and amortisation, analysed as follows:-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter <b>31/12/2008</b> RM'000	Preceding year corresponding quarter <b>31/12/2007</b> RM'000	Twelve months to <b>31/12/2008</b> RM'000	Twelve months to <b>31/12/2007</b> RM'000
Depreciation of property, plant and equipment and prepaid land lease payments	1,703	780	7,511	5,958
Amortisation of concession assets	101,741	68,628	374,437	250,162
Amortisation of intangible assets	460	334	1,490	1,153
Total depreciation and amortisation	103,904	69,742	383,438	257,273



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

II. **CONDENSED CONSOLIDATED BALANCE SHEET**

	Audited As at current financial year-end 31/12/2008	Audited As at preceding financial year-end 31/12/2007
ASSETS	RM'000	RM'000
<b>Non-current assets</b>		
Concession assets	12,380,531	11,723,486
Property, plant and equipment	47,855	45,487
Prepaid land lease payments	27,269	27,550
Intangible assets	3,667	2,824
Other investment	165,925	115,244
Deferred tax assets	7,154	37,667
Toll compensation recoverable from the Government	1,909,498	1,392,650
Long term deposits	483	547
	14,542,382	13,345,455
<b>Current assets</b>		
Toll compensation recoverable from the Government	104,269	-
Inventories	27	49
Sundry receivables, deposits and prepayments	57,153	58,363
Amount owing by related companies	13,806	8,194
Tax recoverable	5,575	-
Short term investments	63,389	63,322
Short term deposits with licensed banks	2,209,124	2,378,135
Cash and bank balances	25,306	39,487
	2,478,649	2,547,550
<b>Total assets</b>	<b>17,021,031</b>	<b>15,893,005</b>



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

II. **CONDENSED CONSOLIDATED BALANCE SHEET (CONT'D)**

		<b>Audited As at current financial year-end 31/12/2008</b>	<b>Audited As at preceding financial year-end 31/12/2007</b>
	<u>Note</u>	RM'000	RM'000
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the Company</b>			
Share capital		1,250,000	1,250,000
Reserves			
Capital reserve		461,138	461,138
Merger reserve		298,834	298,834
Other non-distributable reserves		(20,312)	1,040
Retained earnings		3,687,948	3,329,186
		5,677,608	5,340,198
Minority interests		19,344	9,510
Total equity		5,696,952	5,349,708
<b>Non-current liabilities</b>			
Long term financial liabilities	17	7,970,026	7,096,256
Long term borrowings	17	1,551,694	1,486,683
Amount due to Government		38,096	38,096
Amount owing to immediate holding company		6,885	6,885
Other long term payables		59	65
Retirement benefits		14,071	12,822
Deferred liabilities		125,737	51,441
Deferred tax liabilities		388,239	11,494
		10,094,807	8,703,742
<b>Current liabilities</b>			
Trade payables		27,331	17,707
Sundry payables and accruals		111,813	135,847
Amount received from the Government for Additional Works		20,445	44,638
Deferred liabilities		1,187	-
Short term financial liabilities	17	618,710	592,838
Short term borrowings	17	332,801	904,347
Amount owing to immediate holding company		1,338	39,880
Amount owing to related companies		115,522	103,883
Tax payable		125	415
		1,229,272	1,839,555
Total liabilities		11,324,079	10,543,297
Total equity and liabilities		<b>17,021,031</b>	<b>15,893,005</b>
<b>Net assets per share attributable to ordinary equity holders of the Company</b>		<b>RM1.14</b>	<b>RM1.07</b>

The condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

III. **CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	<b>Audited Twelve months to 31/12/2008 RM'000</b>	<b>Audited Twelve months to 31/12/2007 RM'000</b>
<b>Cash flows from operating activities</b>		
Cash receipts from toll operations	2,323,484	1,825,614
Cash receipts from other services	55,218	63,989
Cash payments for expenses	(567,731)	(456,583)
Income tax paid	(11,468)	(5,285)
Future maintenance expenditure received	14,048	1,756
<b>Net cash generated from operating activities</b>	<b>1,813,551</b>	<b>1,429,491</b>
<b>Cash flows from investing activities</b>		
Acquisition of subsidiary, net of cash and cash equivalents acquired (Note 10)	(72,680)	(493,903)
Profit element and interest income received	103,712	66,230
Proceeds from maturity of short term investments	286,035	258,000
Proceeds from sales of property, plant and equipment	1,421	-
Interest earned on amount received from the Government for Additional Works	1,364	13,802
Purchase of property, plant and equipment and computer software	(12,669)	(7,713)
Payment for leasehold land	-	(7,719)
Purchase of investments	(333,379)	(364,810)
Payments for Additional Works	(322,609)	(444,556)
Payments for concession assets	(525,563)	(375,808)
<b>Net cash used in investing activities</b>	<b>(874,368)</b>	<b>(1,356,477)</b>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of Islamic Sukuk	1,069,751	-
Drawdown of borrowings	190,556	974,490
Redemption of Islamic Sukuk/ bonds	(595,000)	(550,000)
Profit element and interest paid	(317,363)	(248,431)
Settlement of borrowings	(760,051)	-
Advance received for share capital from minority shareholders	17,483	9,374
Advance received from minority shareholders	156	-
Proceeds from minority shareholders in respect of additional capital injection during the year	4,440	2,110
Dividends paid	(725,000)	(425,000)
<b>Net cash used in financing activities</b>	<b>(1,115,028)</b>	<b>(237,457)</b>
<b>Net change in cash and cash equivalents</b>	<b>(175,845)</b>	<b>(164,443)</b>
Effects of foreign exchange rate changes	(7,347)	(2,444)
Cash and cash equivalents as at beginning of the financial year	2,417,622	2,584,509
<b>Cash and cash equivalents as at end of the financial year</b>	<b>2,234,430</b>	<b>2,417,622</b>

(a)



PLUS EXPRESSWAYS BERHAD  
 Company No. : 570244-T  
 Incorporated in Malaysia

	<b>Audited</b>	<b>Audited</b>
	<b>As at</b>	<b>As at</b>
	<b>31/12/2008</b>	<b>31/12/2007</b>
	RM'000	RM'000
(a) Cash and cash equivalents comprise the following:		
Short term deposits	2,209,124	2,378,135
Cash and bank balances	<u>25,306</u>	<u>39,487</u>
	<b><u>2,234,430</u></b>	<b><u>2,417,622</u></b>

The use of the balances, which include the minimum amounts in the reserve accounts for the following companies, is subject to certain covenants and restrictions as set out in the respective security arrangements of the Sukuk/ bonds.

	<b>Minimum Amounts</b>	<b>Reserve Account</b>
	<b>(RM'mn)</b>	
Projek Lebuhraya Utara-Selatan Berhad ("PLUS")	978.3	Finance Service Reserve Account ("FSRA") and Maintenance Reserve Account ("MRA")
Elite	95.2	FSRA
KLBK	<u>5.2</u>	FSRA and MRA
	<b><u>1,078.7</u></b>	

The deposits in Elite include an amount of RM1.9 million which has been pledged as security for a performance bond. In addition, the balance of the amount received by PLUS from the Government of RM20.4 million shall be used solely for the Additional Works pursuant to the provisions under the Third Supplemental Concession Agreement.

The condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

IV **CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN TOTAL EQUITY**

	← Attributable to equity holders of the Company →					Total RM'000	Minority Interests RM'000	Total Equity RM'000
	← Non-distributable →		Distributable					
	Share Capital RM'000	Capital Reserve RM'000	Merger Reserve RM'000	Other Reserves RM'000	Retained Earnings RM'000			
<b>Twelve months to 31 December 2008 (Audited)</b>								
Balance as at 1 January 2008	1,250,000	461,138	298,834	1,040	3,329,186	5,340,198	9,510	5,349,708
Currency translation differences	-	-	-	(17,867)	-	(17,867)	(2,713)	(20,580)
Profit for the year	-	-	-	-	1,079,333	1,079,333	707	1,080,040
Total recognised income and expense for the year	-	-	-	(17,867)	1,079,333	1,061,466	(2,006)	1,059,460
Share option granted under Employee Equity Scheme ("EES")	-	-	-	944	-	944	-	944
Share option reserve transferred to retained earnings upon expiry of EES	-	-	-	(4,429)	4,429	-	-	-
Issue of share capital	-	-	-	-	-	-	11,840	11,840
Dividends (Note 7)	-	-	-	-	(725,000)	(725,000)	-	(725,000)
Balance as at 31 December 2008	<u>1,250,000</u>	<u>461,138</u>	<u>298,834</u>	<u>(20,312)</u>	<u>3,687,948</u>	<u>5,677,608</u>	<u>19,344</u>	<u>5,696,952</u>
<b>Twelve months to 31 December 2007 (Audited)</b>								
Balance as at 1 January 2007	1,250,000	461,138	298,834	1,677	2,506,343	4,517,992	495	4,518,487
Currency translation differences	-	-	-	(2,306)	-	(2,306)	36	(2,270)
Profit/ (loss) for the year	-	-	-	-	1,247,843	1,247,843	(195)	1,247,648
Total recognised income and expense for the year	-	-	-	(2,306)	1,247,843	1,245,537	(159)	1,245,378
Share option granted under EES	-	-	-	1,669	-	1,669	-	1,669
Issue of share capital	-	-	-	-	-	-	1,426	1,426
Acquisition of subsidiary	-	-	-	-	-	-	7,748	7,748
Dividends	-	-	-	-	(425,000)	(425,000)	-	(425,000)
Balance as at 31 December 2007	<u>1,250,000</u>	<u>461,138</u>	<u>298,834</u>	<u>1,040</u>	<u>3,329,186</u>	<u>5,340,198</u>	<u>9,510</u>	<u>5,349,708</u>

The condensed Consolidated Statement of Changes in Total Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

**V. NOTES TO THE CONDENSED FINANCIAL STATEMENTS**

The notes to the condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2007.

**1. Accounting policies and methods of computation**

The quarterly consolidated financial statements have been prepared by applying accounting policies and methods of computation consistent with those used in the preparation of the most recent audited financial statements of the Group and are in accordance with FRS 134, Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

On 1 January 2008, the Group adopted the following Interpretation mandatory for financial periods beginning on or after 1 July 2007.

IC Interpretation 8: Scope of FRS 2

The adoption of the above IC Interpretation does not result in significant changes to the accounting policies and does not have a significant financial impact on the Group.

**2. Audit report in respect of the 2007 financial statements**

The audit report on the Group's financial statements for the financial year ended 31 December 2007 was unqualified.

**3. Seasonal or cyclical factors**

The Group's operations are not subject to any significant seasonal or cyclical factors, except that toll collection is generally higher during holiday and festive periods.

**4. Unusual items due to their nature, size or incidence**

There were no items affecting assets, liabilities, equity, net income, or cash flow that were unusual because of their nature, size and incidence in the current year except for the consolidation of new subsidiaries during the year as detailed in Note 10.

**5. Material changes in estimates used**

There were no changes in estimates of amounts reported in prior interim period of the current financial year or prior financial years that have a material effect in the current year.

**6. Debt and equity securities**

The Group did not undertake any other issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial year ended 31 December 2008 except for the following:

- (i) Redemption of Elite BAIDS amounting to RM45 million by Elite in February 2008.
- (ii) Redemption of Primary Bonds of Senior Sukuk amounting to RM550 million by PLUS in May 2008.
- (iii) Issuance of RM700 million nominal value of Sukuk Series 3

On 29 May 2008, PLUS issued RM700 million nominal value (RM308 million present value on the issue date) of zero coupon Sukuk Series 3 pursuant to the RM4,500 million nominal value of Sukuk Series 3 medium term notes programme to partially redeem the Senior Sukuk in accordance with the Senior Sukuk trust deed.





PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

(iv) Issuance of RM4,000 million nominal value PLUS SPV Sukuk Medium Term Notes programme ("PLUS SPV Sukuk") by PLUS SPV Berhad

On 27 June 2008, PLUS Expressways Berhad ("PEB") through an independent special purpose company, PLUS SPV Berhad ("PLUS SPV"), issued Islamic Securities in accordance with the principle of Musyarakah amounting to RM1,055 million nominal value (RM762 million present value on the issue date) under the RM4,000 million nominal value PLUS SPV Sukuk to partially refinance the bridging loan facility of RM1,006 million pursuant to a facility agreement dated 13 December 2007.

**7. Dividend**

A final tax exempt dividend of 8.0 sen per ordinary share of RM0.25 each amounting to RM400 million for financial year ended 31 December 2007 was paid on 16 July 2008.

A single tier interim dividend of 6.5 sen per ordinary share of RM0.25 each amounting to RM325 million for financial year ended 31 December 2008 (2007: interim tax exempt dividend of 6.0 sen per ordinary share of RM0.25 each amounting to RM300 million) was paid on 23 September 2008.

For the current financial year ended 31 December 2008, the Board of Directors recommends a proposed single tier final dividend of 9.5 sen per ordinary share of RM0.25 each amounting to RM475 million for shareholders' approval at the forthcoming Annual General Meeting of the Company. The dates of the Annual General Meeting and book closure for the single tier final dividend payment shall be announced in due course.

**8. Segment information for the current financial year**

No business segment analysis is prepared as the Group is primarily engaged in the operation and maintenance of toll roads and expressways in Malaysia. Geographical segment analysis is also not presented by the Group as the subsidiaries located overseas are insignificant to the Group for separate reporting based on the subsidiaries' financial statements for the current year ended 31 December 2008.

**9. Material events subsequent to the end of the current financial year**

In the opinion of the Directors, there are no items, transactions or events of a material and unusual nature which have arisen from 31 December 2008 to the date of this announcement which would substantially affect the financial results of the Group for the twelve months ended 31 December 2008.

**10. Changes in the composition of the Group**

There were no changes in the composition of the Group for the current quarter and financial year including business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinued operations, except as stated below:-

(i) PLUS SPV

On 26 February 2008, PEB became the holding company of PLUS SPV. PLUS SPV is a public company limited by shares and is registered under the Companies Act 1965 Malaysia with paid up capital of RM2.00 comprising 2 ordinary shares of RM1.00 each. On 15 April 2008, the 2 ordinary shares of RM1.00 each in PLUS SPV were transferred to CIMB Trustee Berhad. The principal activity of PLUS SPV is to facilitate the issuance of PLUS SPV Sukuk as explained in Note 6(iv).

(ii) Acquisition of KLBK

On 13 March 2008, PEB has completed the acquisition of the entire issued and paid-up share capital of KLBK for a total cash consideration of RM134 million from MMC Corporation Berhad ("MMC"). KLBK is the concessionaire for the Butterworth-Kulim Expressway ("BKE") which is a 17-kilometre dual two lane carriageway extending from Kulim in Kedah to Seberang Perai in Penang. The concession period is 32 years ending in 2026.



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

The fair value and carrying amount of assets acquired and liabilities assumed from the acquisition of KLBK are as follows:

	Fair value recognised on acquisition	Acquiree's carrying amount
	RM'000	RM'000
Concession assets	297,682	255,621
Property, plant and equipment	14,343	14,343
Sundry receivables, deposits and prepayments	767	767
Deferred tax assets	3,571	3,571
Short term deposits with licensed banks	39,340	39,340
Cash and bank balances	8,580	8,580
<b>Total assets</b>	<b>364,283</b>	<b>322,222</b>
Long term borrowings	(172,825)	(172,825)
Advance from previous holding company of KLBK	(85,378)	(85,378)
Deferred liabilities	(48,525)	(48,525)
Sundry and trade payables	(8,857)	(8,857)
Tax payable	(76)	(76)
<b>Total liabilities</b>	<b>(315,661)</b>	<b>(315,661)</b>
<b>Total net assets</b>	<b>48,622</b>	<b>6,561</b>
<b>Total cost of acquisition</b>	<b>48,622</b>	

The cash outflow on acquisition is as follows:-

	RM'000
Purchase consideration satisfied by cash (see note below)	134,000
Total cash outflow of the Company	134,000
Cash and cash equivalents of subsidiary acquired	(47,920)
Net cash outflow of the Group	86,080
Less: Deposit paid in previous year	(13,400)
<b>Net cash outflow of the Group during the year</b>	<b>72,680</b>

Note:

The purchase consideration of RM134 million includes the full settlement of the shareholder's advance owing by KLBK to MMC, its previous holding company, amounting to RM85.378 million.

The effect of the acquisition on the financial results of the Group from the date of acquisition to the current year ended 31 December 2008 is as follows:

	Current year quarter 31/12/2008	Twelve months to 31/12/2008
	RM'000	RM'000
Revenue	8,937	29,483
Profit for the period/ year	5,123	5,575

The acquisition of KLBK was completed on 13 March 2008. However, if the acquisition of KLBK had occurred on 1 January 2008, the revenue and profit for the Group would have been RM2,973 million and RM1,081 million respectively.

(iii) Subscription of shares in PT Cimanggis Cibitung Tollways ("CCTW")

On 27 December 2008, PEB has been issued 48,000,000 shares of CCTW of IDR1,000 each representing 60% shareholding interest in CCTW, effectively making CCTW a foreign subsidiary of PEB. The remaining 15% and 25% of CCTW is held by PT Bakrie & Brothers Tbk and PT Capitalinc Investment Tbk (formerly known as PT Global Financindo Tbk), respectively.

CCTW is incorporated in Indonesia as a limited liability foreign capital participation company to undertake and implement the proposed 25.4-kilometre Package 4 Cimanggis-Cibitung Toll Road in Indonesia.



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

**11. Contingent liabilities**

As at the date of this announcement, there does not exist any contingent liabilities which, upon becoming enforceable, may have a material impact on the profit or net assets value of the Group.

**12. Capital commitments**

	<b>As at 31/12/2008</b>
	RM'000
Amount authorised and contracted for	
- Additional Works	191,400
- Others	<u>362,072</u>
	<u>553,472</u>
Amount authorised but not contracted for	<u>93,763</u>

**13. Income tax**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	Current year quarter <b>31/12/2008</b>	Preceding year corresponding quarter <b>31/12/2007</b>	Twelve months to <b>31/12/2008</b>	Twelve months to <b>31/12/2007</b>
	RM'000	RM'000	RM'000	RM'000
Income tax:				
- Malaysian income tax	4,565	6,999	24,335	24,987
- Foreign income tax	36	-	36	-
- (Over) /Under provision in prior years	<u>(44)</u>	<u>6</u>	<u>490</u>	<u>1,514</u>
	4,557	7,005	24,861	26,501
Deferred tax:				
- Relating to origination and reversal of temporary differences	108,642	(55,229)	405,261	(55,119)
- Relating to change in tax rate	(652)	(581)	776	(581)
- Under provision in prior years	<u>844</u>	<u>89,541</u>	<u>4,764</u>	<u>89,541</u>
	<u>108,834</u>	<u>33,731</u>	<u>410,801</u>	<u>33,841</u>
	<u>113,391</u>	<u>40,736</u>	<u>435,662</u>	<u>60,342</u>

The income tax for the current quarter and current year of RM4.6 million and RM24.9 million respectively mainly relates to income received by PEB for provision of expressway operational services and interest income for the Group.

No provision of income tax for PLUS after expiry of PLUS's tax exempt period on 31 December 2006, and also for ELITE and KLBK, due to availability of unabsorbed capital allowances and unused tax losses, except for tax on interest income.

Effective tax rate of 28.7% for twelve months ended 31 December 2008 is higher than the statutory tax rate of 26% mainly due to non-deductible expenses added back as permanent differences.



PLUS EXPRESSWAYS BERHAD  
 Company No. : 570244-T  
 Incorporated in Malaysia

**14. Disposal of unquoted investments and/or properties**

There were no disposals of unquoted investments and/or properties in the current year except for the maturity of unquoted investment in bonds, certificates and commercial papers of RM286 million.

**15(a) Acquisitions and disposals of quoted securities**

There were no acquisitions and disposals of quoted securities in the current year ended 31 December 2008.

**15(b) Short term investments**

Total short term investments in securities as at 31 December 2008 are as follows:

	<b>As at 31/12/2008</b>
	RM'000
Quoted shares, at cost	46
Less: Written off	<u>(46)</u>
Net carrying amount of quoted shares	<u>-</u>
Islamic / conventional investment (Note i)	<u>63,389</u>
Total short term investments	<u><u>63,389</u></u>

Note i: For the current year under review, PLUS purchased unquoted investment in the form of Islamic commercial papers and structured products and conventional medium term notes.

**15(c) Other investment**

	<b>As at 31/12/2008</b>
	RM'000
Unquoted Islamic private debt securities, at cost	65,000
Add: Premium	33
Less: Discount	<u>(9,108)</u>
	55,925
Islamic structured products	<u>110,000</u>
Total other investment	<u><u>165,925</u></u>

This comprises PLUS's investment in the form of Islamic medium term notes, bonds and structured products with maturity of more than 12 months.

**16. Status of corporate proposals announced but not completed as at the date of this announcement**

There were no corporate proposals announced but not completed as at the date of this announcement.



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

#### 17. Borrowing and financial liabilities

The details of the Group's borrowing and financial liabilities as at 31 December 2008 are as follows:

	Long term borrowings/ financial liabilities			Short term borrowings/ financial liabilities		
	Secured	Unsecured	Total	Secured	Unsecured	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>Islamic financial liabilities</u></b>						
- Senior Sukuk (Note a)	2,450,000	-	2,450,000	550,000	-	550,000
- Sukuk Series 1	1,660,015	-	1,660,015	-	-	-
- Sukuk Series 2	1,322,056	-	1,322,056	-	-	-
- Sukuk Series 3	950,154	-	950,154	-	-	-
- Elite BAIDS	635,859	-	635,859	68,169	-	68,169
- KLBK BAIDS	175,768	-	175,768	-541	-	541
- PLUS SPV Sukuk	776,174	-	776,174	-	-	-
	7,970,026	-	7,970,026	618,710	-	618,710
<b><u>Other borrowings</u></b>						
- Bridging Loan	-	-	-	-	325,806	325,806
- Elite GSL	389,917	-	389,917	-	-	-
- Linkedua GSL	1,074,320	-	1,074,320	-	-	-
- Term Loan (denominated in Indian Rupees)	87,457	-	87,457	6,995	-	6,995
	1,551,694	-	1,551,694	6,995	325,806	332,801
<b>TOTAL</b>	<b>9,521,720</b>	<b>-</b>	<b>9,521,720</b>	<b>625,165</b>	<b>325,806</b>	<b>951,511</b>

(a) Included in sundry payables and accruals in the Condensed Consolidated Balance Sheet as at 31 December 2008 is the profit accrued up to 31 December 2008 on Islamic financial liabilities amounting to approximately RM38.0 million.

#### 18. Off Balance Sheet financial instruments

There are no financial instruments with off-balance sheet risks as at the date of this announcement.

#### 19. Material litigation

The Company and its subsidiaries have no outstanding material litigation as at the date of this announcement.

#### 20. Comparison between the current quarter and the immediate preceding quarter

**Toll collection** (as disclosed in Remark 2 to the Condensed Consolidated Income Statement) for the current quarter was higher by RM53.2 million to RM596.2 million as compared to the immediate preceding quarter of RM543.0 million. This was mainly due to higher traffic volume growth, mainly due to higher traffic during festive periods and year-end school holidays in the current quarter. Accordingly, **total revenue** for the current quarter was RM76.0 million or 10.6% higher than the immediate preceding quarter.

**Profit before taxation** for the current quarter of RM410.0 million was RM68.9 million or 20.2% higher than the immediate preceding quarter of RM341.1 million mainly due to higher revenue (as explained above).



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

## 21. Review of performance for the current quarter and financial year

**Toll collection** for fourth quarter 2008 (as set out in Remark 2 to the Condensed Consolidated Income Statement) was higher by RM93.5 million or 18.6% as compared to fourth quarter 2007. The increase was mainly due to contribution from new subsidiaries, namely Elite, Linkedua and KLBK as well as growth in PLUS's toll collection in the current quarter of 2.0%. For the year ended 31 December 2008, toll collection increased by RM416.5 million to RM2,237.0 million from RM1,820.5 million recorded last year, mainly attributed to a year-on-year traffic growth of 5.2% for PLUS, giving a higher toll collection of RM92.3 million, as well as contribution from Elite, Linkedua and KLBK of RM324.2 million.

**Total revenue** for the current quarter of RM793.2 million was RM158.7 million or 25.0% higher than the preceding year corresponding quarter of RM634.5 million. As for the year 2008, the Group reported total revenue of RM2,968.0 million which was RM686.0 million or 30.1% higher than RM2,282.0 million in last year. The growth is primarily attributable to higher toll collection (as explained above) and higher net toll compensation of RM275.4 million in the absence of deduction of notional tax on tax exempt dividend for the year 2008 following the election of single tier tax system during the year.

**Profit before taxation** ("PBT") for the current quarter of RM410.0 million was RM23.4 million or 5.4% lower than the preceding year corresponding quarter of RM433.4 million, mainly due to the recognition of negative goodwill of RM70.2 million in the last quarter of 2007 arising from the acquisition of Linkedua mitigated by higher revenue (as explained above) and PBT contribution of RM15.5 million from new subsidiaries in the last quarter.

**PBT** for the year ended 31 December 2008 of RM1,515.7 million was RM207.7 million or 15.9% higher than 2007 of RM1,308.0 million mainly due to the profit contribution from the three new subsidiaries acquired totalling RM62.8 million. In addition, higher traffic volume from PLUS has also contributed to the improvement in PBT.

For the year ended 31 December 2008, the Group generated cash from operating activities of RM1,813.6 million, 26.9% higher than 2007, with cash balance of RM2,234.4 million as at 31 December 2008 after dividend payments of RM725 million.

## 22. Economic profit ("EP") statement

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Twelve months to	Twelve months to
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
	RM'000	RM'000	RM'000	RM'000
<u>Net operating profit after tax ("NOPAT") computation:</u>				
Earnings before interest and tax ("EBIT")	554,431	532,729	2,065,037	1,687,854
Tax	(113,391)	(40,736)	(435,662)	(60,342)
<b>NOPAT</b>	<b>441,040</b>	<b>491,993</b>	<b>1,629,375</b>	<b>1,627,512</b>
<u>Economic charge computation:</u>				
Average invested capital (Note 1)	13,565,414	11,284,266	13,565,414	11,284,266
Weighted average cost of capital ("WACC") (%) (Note 2)	6.24%	7.12%	6.24%	7.12%
Economic charge	211,620	200,860	846,482	803,440
<b>Economic profit</b>	<b>229,420</b>	<b>291,133</b>	<b>782,893</b>	<b>824,072</b>

The EP statement is as prescribed under the Government-Linked Corporations (GLC) Transformation program, and is disclosed on a voluntary basis. EP measures the value created by a business during a single period reflecting how much return a business makes over its cost of capital.

EP for the current quarter of RM229.4 million is RM61.7 million or 21.2% lower as compared to fourth quarter 2007. EP for the year ended 31 December 2008 of RM782.9 million is lower by RM41.2 million or 5.0% than the preceding year of RM824.1 million. The EP was lower primarily attributable to higher taxation and higher economic charge as a result of higher average invested capital following the consolidation of new subsidiaries, mitigated by higher revenue.



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

Note 1:

Average invested capital consists of average operating working capital, average net concession assets and property, plant and equipment and average net other operating assets.

Note 2:

WACC is calculated as weighted average cost of debts and equity taking into account the market capitalisation as at end of the year. The lower WACC for current quarter and year is mainly due to lower risk free rate which lowered the cost of equity.

**23. Prospects for year 2009**

PLUS achieved traffic volume growth of 5.2% for the year 2008, lower than the growth of 7.7% recorded in 2007. The level of economic activities in Malaysia is a key driver to the growth in general traffic volume of PLUS. On the back of the weakening economic outlook, the Board expects the traffic volume to grow at a slower pace in 2009.

On the Headline Key Performance Indicators ("KPI") for financial year 2008, the Group has achieved the KPI set for the increase in lane-km by recording a growth of 25.7%, surpassing the target of 20%. In achieving the 2009 target of another 4.3% growth in lane-km (making up the total 30% growth by end 2009), the Group is mindful of the challenges and risks ahead and shall cautiously look for value-enhancing investment opportunities.

For KPI on revenue, the Group achieved 33.1% growth, higher than the 25% year-on-year growth target for financial year 2008. Nevertheless, the revenue contribution from the new businesses was 13.4%, slightly lower than the target of 15%. The shortfall is primarily due to the delayed completion of the Bhiwandi-Kalyan-Shil Phata Highway ("BKSP") project in India. The work for BKSP is substantially completed and targeted to be fully operational in the second quarter of 2009. The delay, which was due to delay in the handover of land, has been compensated through extension of the concession period by 440 days from the original concession period of 6 years and 8 months.

For the third consecutive year, the Group will honour its KPI commitment for a minimum dividend growth of 12% for financial year 2008. With the recommended single tier final dividend of 9.5 sen per share and together with the interim dividend of 6.5 sen per share paid on 23 September 2008, the total dividend payout for financial year 2008 will be 16 sen per share, representing a 14.3% growth from a 14 sen per share payout in financial year 2007. Despite the negative economic outlook, the Board remains committed in delivering returns to shareholders with a targeted dividend payout of minimum 16 sen per share for financial year 2009.

In Indonesia, the land acquisition for the 116-kilometre Cikampek-Palimanan Highway project is on-going. Efforts shall be focused in achieving the key milestones within its targeted timeline.

On the operation front, the Group will intensify efforts to manage costs and enhance process efficiencies, which include prioritising implementation of major works as well as embarking on various cost reduction initiatives. The Board is confident that the Group will be able to weather the challenges ahead.

**24. Profit forecast**

No profit forecast has been made in respect of financial year ended 31 December 2008.

**25. Basic earnings per share**

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Twelve months to	Twelve months to
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Profit for the year attributable to equity holders of the Company (RM'000)	295,984	392,694	1,079,333	1,247,843
No. of ordinary shares ('000)	5,000,000	5,000,000	5,000,000	5,000,000
Basic earnings per share (Sen)	<b>5.92 sen</b>	<b>7.85 sen</b>	<b>21.59 sen</b>	<b>24.96 sen</b>



PLUS EXPRESSWAYS BERHAD  
Company No. : 570244-T  
Incorporated in Malaysia

**By Order of the Board**

**TAN HWEE THIAN** (MIA 1904)

**MAZYU SHERINA BINTI MOHAMED YUSOF** (LS 0008780)

**Kuala Lumpur**  
**26 February 2009**

**Joint Company Secretaries**