

KLCC PROPERTY HOLDINGS BERHAD (641576-U)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2012**

	INDIVIDUAL QUARTER		CUMULATIVE	
	THREE MONTHS ENDED 31-Mar-12	THREE MONTHS ENDED 31-Mar-11	THREE MONTHS ENDED 31-Mar-12	THREE MONTHS ENDED 31-Mar-11
	RM'000	RM'000	RM'000	RM'000
Revenue	275,842	228,843	275,842	228,843
Operating Expenses	(72,174)	(63,020)	(72,174)	(63,020)
Operating profit	203,668	165,823	203,668	165,823
Fair value adjustment	-	204,812	-	204,812
Interest income	5,717	4,186	5,717	4,186
Finance costs	(30,133)	(29,631)	(30,133)	(29,631)
Share of profit of associated company	15,492	2,644	15,492	2,644
Profit before taxation	194,744	347,834	194,744	347,834
Taxation	(45,912)	(89,638)	(45,912)	(89,638)
Profit for the period, representing total comprehensive income	148,832	258,196	148,832	258,196
Profit attributable to:				
Equity holders of the company	101,464	166,354	101,464	166,354
Non-controlling interests	47,368	91,842	47,368	91,842
	148,832	258,196	148,832	258,196
Earnings per share attributable to equity holders of the company (sen):				
Basic	10.86	17.81	10.86	17.81
Diluted	7.87	12.89	7.87	12.89

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the period ended 31 December 2011 and the accompanying explanatory notes attached to this interim financial report)

KLCC PROPERTY HOLDINGS BERHAD (641576-U)

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2012

	31-Mar-12 RM'000	Restated 31-Dec-11 RM'000	Restated 1-Apr-11 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	603,530	609,476	611,460
Investment properties	12,331,542	12,364,831	10,975,082
Investment in associate	260,424	244,931	241,244
Deferred tax assets	796	1,513	7,762
	<u>13,196,292</u>	<u>13,220,751</u>	<u>11,835,548</u>
Current assets			
Inventories	1,429	1,445	1,390
Trade and other receivables	104,000	73,255	56,070
Cash and bank balances	841,013	700,418	674,947
	<u>946,442</u>	<u>775,118</u>	<u>732,407</u>
TOTAL ASSETS	<u>14,142,734</u>	<u>13,995,869</u>	<u>12,567,955</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the company			
Share capital	934,074	934,074	934,074
Share premium	562,324	562,324	562,324
Revaluation reserve	-	-	5,665
Redeemable convertible unsecured loan stocks (RCULS)	687,990	687,990	687,990
Capital reserve	3,956,505	3,943,749	3,340,273
Retained profits	1,042,627	1,000,623	903,474
	<u>7,183,520</u>	<u>7,128,760</u>	<u>6,433,800</u>
Non-controlling interests	<u>4,232,967</u>	<u>4,185,599</u>	<u>3,665,512</u>
Total Equity	<u>11,416,487</u>	<u>11,314,359</u>	<u>10,099,312</u>
Non-current liabilities			
Redeemable convertible unsecured loan stocks (RCULS)	18,923	18,479	24,503
Other long term liabilities	57,953	57,176	54,912
Long term borrowings	2,296,497	2,297,086	1,908,493
Deferred taxation	7,033	3,032	5,687
	<u>2,380,406</u>	<u>2,375,773</u>	<u>1,993,595</u>
Current liabilities			
Trade and other payables	246,238	216,706	214,711
Short term borrowings	47,210	42,732	227,039
Taxation	52,393	46,299	33,298
	<u>345,841</u>	<u>305,737</u>	<u>475,048</u>
Total Liabilities	<u>2,726,247</u>	<u>2,681,510</u>	<u>2,468,643</u>
TOTAL EQUITY AND LIABILITIES	<u>14,142,734</u>	<u>13,995,869</u>	<u>12,567,955</u>
Net assets (excl. RCULS) per share (RM)	6.95	6.90	6.15
Diluted net assets per share (RM)	5.56	5.52	4.99

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the period ended 31 December 2011 and the accompanying explanatory notes attached to this interim financial report)

KLCC PROPERTY HOLDINGS BERHAD (641576-U)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2012**

	← Attributable to Equity Holders of the Company →							Total Equity RM'000
	← Non-Distributable →			← Distributable →				
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Redeemable Convertible Unsecured Loan Stocks RM'000	Retained Profits RM'000	Capital Reserve [®] RM'000	Non - controlling Interests RM'000	
As at 1 January 2011	934,074	562,324	5,665	687,990	839,730	2,719,426	3,213,713	8,962,922
Total comprehensive income for the period	-	-	-	-	166,354	-	91,842	258,196
Transfer	-	-	-	-	(102,610)	102,610	-	-
As at 31 March 2011	934,074	562,324	5,665	687,990	903,474	2,822,036	3,305,555	9,221,118
As at 1 January 2012	934,074	562,324	-	687,990	1,000,623	3,276,059	3,690,093	10,151,163
Effects of adopting MFRS 112	-	-	-	-	-	667,690	495,506	1,163,196
As at 1 January 2012 (Restated)	934,074	562,324	-	687,990	1,000,623	3,943,749	4,185,599	11,314,359
Total comprehensive income for the period	-	-	-	-	101,464	-	47,368	148,832
Transfer	-	-	-	-	(12,756)	12,756	-	-
Dividends paid	-	-	-	-	(46,704)	-	-	(46,704)
As at 31 March 2012	934,074	562,324	-	687,990	1,042,627	3,956,505	4,232,967	11,416,487

[®] Capital Reserve arises from the surplus of revaluation of investment properties that will be distributed upon the sale of investment properties.

(The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the period ended 31 December 2011 and the accompanying explanatory notes attached to this interim financial report)

KLCC PROPERTY HOLDINGS BERHAD (641576-U)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2012**

	THREE MONTHS ENDED	
	31-Mar-12	31-Mar-11
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	317,865	231,191
Cash payments to suppliers and employees	(63,608)	(47,694)
Interest income from fund and other investments	5,038	2,863
Tax paid	(35,101)	(34,168)
Net cash generated from operating activities	224,194	152,192
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividends received	-	2,903
Purchase of property, plant and equipment	(1,290)	-
Cost incurred for investment properties	(10,268)	(100,091)
Proceeds from disposal of property, plant and equipment	-	2
Net cash used in investing activities	(11,558)	(97,186)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of borrowings	14,000	102,000
Repayment of borrowings	(18,000)	(18,000)
Dividends paid to shareholders	(46,704)	-
Interest expenses paid	(21,337)	(13,652)
Decrease/(Increase) in deposits restricted	(7,301)	(308)
Net cash (used in)/ generated from financing activities	(79,342)	70,040
NET INCREASE IN CASH AND CASH EQUIVALENTS	133,294	125,046
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	699,692	547,218
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	832,986	672,264
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD COMPRISE:		
CASH AND BANK BALANCES	30,543	4,821
DEPOSITS	810,470	670,126
	841,013	674,947
LESS: DEPOSITS RESTRICTED *	(8,027)	(2,683)
	832,986	672,264

* Monies held on behalf of clients relate to restricted monies held in designated accounts which represent cash calls less payments in the course of rendering management services on behalf of clients.

(The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the period ended 31 December 2011 and the accompanying explanatory notes attached to this interim financial report)

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A. EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Corporate Information

KLCC Property Holdings Berhad is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the Board of Directors on 23 May 2012.

A2. First Time Adoption of Malaysian Financial Reporting Standards (“MFRS”)

A2.1 Basis of Preparation

These condensed consolidated interim financial statements, for the period ended 31 March 2012 are unaudited and have been prepared in compliance with the requirements of paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and MFRS 134: Interim Financial Reporting (except for the comparatives as stated in A2.2 below) and with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board. With the first adoption of MFRS, MFRS 1: First Time Adoption of Malaysian Financial Reporting Standards has been applied.

For the periods up to and including the period ended 31 December 2011, the Group prepared its financial statements in accordance with Financial Reporting Standards (“FRS”).

The consolidated financial statements of the Group for the period ended 31 December 2011 are available upon request from the Company’s registered office at Level 54, Tower 2, PETRONAS Twin Towers, Kuala Lumpur City Centre, 50088 Kuala Lumpur.

The explanatory notes attached to these condensed consolidated 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 period ended 31 December 2011.

In preparing its opening MFRS Statement of Financial Position as at 1 April 2011 (which is the date of transition), the Group has adjusted the amounts previously reported in financial statements prepared in compliance with FRS. An explanation of how the transition from FRS to MFRS has affected the Group’s financial position, financial performance and cash flows is set out in Note A3 below. These notes include reconciliations of equity and total comprehensive income for comparatives at the date of transition reported under FRS to those reported under MFRS for the same date. The transition from FRS to MFRS has no impact on the statement of cash flows.

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A2.2 Comparative Information

During the financial period ended 31 December 2011, the Group changed its year end from 31 March to 31 December so as to be consistent with the year end of its holding company. The date of transition from FRS to MFRS is 1 April 2011. Comparative amounts (i.e. for the three months period ended 31 March 2011) presented for the Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and the related notes:

- (i) are not for the comparable interim periods (current and year-to-date) of the immediately preceding financial year as required by MFRS 134 i.e. Quarter 1, FY2012 versus Quarter 4, FY2010/11; and
- (ii) represent amounts prepared under FRS prior to date of transition to MFRS.

Accordingly, these comparative amounts are not comparable to the amounts presented in MFRS for the three month period ended 31 March 2012. The above departure from the requirement to MFRS 134 is unavoidable due to the fact that the Group has changed its financial year end.

The comparative amount for these three months period ended 31 March 2011 were used to provide the relevant comparative information to enable fair assessment of the Group's performance given the nature of the Group's business.

The impact on the comparatives is temporary and would be resolved by the quarter ended 31 March 2013.

A3. Significant Accounting Policies and Adoption of MFRS 1

The audited financial statements of the Group for the period ended 31 December 2011 were prepared in accordance with FRS. Except for certain differences, the requirements under FRS and MFRS are similar. The significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the period ended 31 December 2011 except for MFRS 112: Income Taxes.

The adoption of MFRS 112 from date of transition has resulted in the derecognition of prior years' Deferred Tax Liability provision on valuation gains previously reported in the financial statements prepared in accordance with previous FRSS. The following extract from the Statement of Financial Position illustrates the impact of adopting MFRS 112.

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A3.1 Restatement of Statement of Financial Position as at MFRS transition date of 1 April 2011

	FRS as at 1 April 2011 (Audited) RM'000	Investment In Associate RM'000	Capital Reserve RM'000	Non- Controlling Interests RM'000	MFRS as at 1 April 2011 (Restated) RM'000
Assets					
Investment in Associate	225,986	15,258	-	-	241,244
Equity					
Capital Reserve	(2,822,036)	(15,258)	(502,979)	-	(3,340,273)
Non-Controlling Interests	(3,305,555)	-	-	(359,957)	(3,665,512)
Liabilities					
Deferred Taxation	(868,623)	-	502,979	359,957	(5,687)

A3.2 Restatement of Statement of Financial Position as at 31 December 2011

	FRS as at 31 December 2011 (Audited) RM'000	Investment In Associate RM'000	Capital Reserve RM'000	Non- Controlling Interests RM'000	MFRS as at 31 December 2011 (Restated) RM'000
Assets					
Investment in Associate	229,673	15,258	-	-	244,931
Equity					
Capital Reserve	(3,276,059)	(15,258)	(652,432)	-	(3,943,749)
Non-Controlling Interests	(3,690,093)	-	-	(495,506)	(4,185,599)
Liabilities					
Deferred Taxation	(1,150,970)	-	652,432	495,506	(3,032)

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A3.3 Reconciliation of Total Comprehensive Income for the period ended 31 December 2011

	FRS as at 31 December 2011 RM'000	Deferred Tax RM'000	Equity Holders of the Company RM'000	Non- Controlling Interests RM'000	MFRS as at 31 December 2011 RM'000
Revenue	745,894				745,894
Operating Expenses	<u>(224,048)</u>				<u>(224,048)</u>
Operating profit	521,846				521,846
Fair value adjustment	1,140,004				1,140,004
Interest income	16,371				16,371
Finance costs	<u>(87,583)</u>				<u>(87,583)</u>
Share of profit of associated company	7,987				7,987
Profit before taxation	1,598,625				1,598,625
Taxation	<u>(403,564)</u>	285,002			<u>(118,562)</u>
Profit for the period, representing total comprehensive income	<u>1,195,061</u>				<u>1,480,063</u>
Profit attributable to:					
Equity holders of the company	657,596		149,453		807,049
Non-controlling interests	537,465			135,549	673,014
	<u>1,195,061</u>				<u>1,480,063</u>

There is no impact to the total comprehensive income for the quarter ended 31 March 2011 as it represents amounts prepared under FRS prior to the date of transition to MFRS of 1 April 2011.

A4. Audit report

The auditors' report on the financial statements for the period ended 31 December 2011 was not qualified.

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A5. Segmental information

<u>Business segments</u>	Individual Quarter		Cumulative	
	3 Months Ended		3 Months Ended	
	31-Mar-12		31-Mar-12	
	<u>Revenue</u>	<u>Total</u> <u>comprehensive</u> <u>income</u>	<u>Revenue</u>	<u>Total</u> <u>comprehensive</u> <u>income</u>
RM'000	RM'000	RM'000	RM'000	
Property investment - Office	122,238	113,994	122,238	113,994
Property investment - Retail	91,303	74,492	91,303	74,492
Hotel operations	41,367	9,613	41,367	9,613
Management services	24,118	7,759	24,118	7,759
	<u>279,026</u>	<u>205,858</u>	<u>279,026</u>	<u>205,858</u>
Eliminations / Adjustments	<u>(3,184)</u>	<u>(2,190)</u>	<u>(3,184)</u>	<u>(2,190)</u>
Revenue /				
Operating profit	<u>275,842</u>	203,668	<u>275,842</u>	203,668
Interest income		5,717		5,717
Finance cost		(30,133)		(30,133)
Fair value adjustment on investment properties		-		-
Share of profit of associated company		15,492		15,492
Taxation		<u>(45,912)</u>		<u>(45,912)</u>
Profit for the period /				
Total comprehensive income for the period		<u>148,832</u>		<u>148,832</u>

A6. Unusual items

During the quarter under review, there were no items or events that arose, which affected assets, liabilities, equity, net income or cash flows, that are unusual by reason of their nature, size or incidence.

A7. Changes in estimates

There were no changes in the estimates of amounts reported that have a material effect on the results in the quarter under review.

A8. Changes in statutory tax rate

There were no changes to the corporate tax rate during the quarter under review.

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A9. Seasonal or cyclical factors

The Group's hotel operations were impacted by the seasonal or cyclical factors affecting the occupancy rate and food and beverage business of the hotel.

A10. Dividends paid

A second interim dividend in respect of the nine month period ended 31 December 2011, of 5.0 sen per share, tax exempt under the single tier tax system on 934,074,279 amounting to RM46.7 million was paid on 23 March 2012.

A11. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review.

A12. Changes in the composition of the Group

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

A13. Discontinued operation

There was no discontinued operation in the Group during the quarter under review.

A14. Capital commitments

The amount of capital commitments not provided for in the interim financial statements as at 31 March 2012 is as follows:-

	RM'000
Approved and contracted for	138,199
Approved but not contracted for	335,834
	<u>474,033</u>

A15. Changes in contingent liabilities and contingent assets

There were no changes in the contingent liabilities or contingent assets of the Group during the quarter under review.

A16. Material subsequent events

There were no material events subsequent to the end of the quarter under review that have not been reflected in the interim financial statements.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Performance Review

Financial Highlights	Individual Quarter			Cumulative		
	3 Months Ended		%	3 Months Ended		%
	31-Mar-12	31-Mar-11	Change	31-Mar-12	31-Mar-11	Change
	RM'000	RM'000		RM'000	RM'000	
Revenue						
Property investment - Office	122,238	102,267	19.5	122,238	102,267	19.5
Property investment - Retail	91,303	73,189	24.7	91,303	73,189	24.7
Hotel operations	41,367	37,838	9.3	41,367	37,838	9.3
Management services	24,118	17,831	35.3	24,118	17,831	35.3
Intercompany Eliminations/ Adjustments	(3,184)	(2,282)	-	(3,184)	(2,282)	-
Total	275,842	228,843	20.5	275,842	228,843	20.5
Profit Before Tax						
As Per Announcement	194,744	347,834	(44.0)	194,744	347,834	(44.0)
Less: Fair Value Adjustment ^	(12,757)	(204,812)	(93.8)	(12,757)	(204,812)	(93.8)
Adjusted Profit Before Tax	181,987	143,022	27.2	181,987	143,022	27.2
Analysis of Adjusted Profit Before Tax						
Property investment - Office*	101,859	80,605	26.4	101,859	80,605	26.4
Property investment - Retail	66,569	52,060	27.9	66,569	52,060	27.9
Hotel operations	6,065	5,304	14.3	6,065	5,304	14.3
Management services	7,697	6,829	12.7	7,697	6,829	12.7
Intercompany Eliminations/ Adjustments	(203)	(1,776)	-	(203)	(1,776)	-
	181,987	143,022	27.2	181,987	143,022	27.2

* includes Share of Associate
^ includes fair value adjustment of Investment Property in Associate

Performance of current quarter against the corresponding quarter

The profit before taxation of RM182.0 million for the current quarter ended 31 March 2012 reflected an improvement of 27.2% compared to the corresponding quarter last year. This was mainly attributable to the maiden contribution from Menara 3 PETRONAS office and higher contribution from the retail sector.

Detailed analysis by each segment is as follows:-

Property Investment – Office

Revenue from property investment this quarter showed a 19.5% improvement to RM122.2 million primarily due to the maiden recognition of rental revenue from Menara 3 PETRONAS and upward rent revisions in Menara Dayabumi and Menara ExxonMobil.

This segment also enjoyed lower finance cost primarily due to the Midciti refinancing. This was however partially offset by finance costs incurred on Menara 3 PETRONAS which was previously capitalised during the construction stage.

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Property Investment - Retail

Retail posted a strong revenue increase by RM18.1 million or 24.7% primarily due to income from Menara 3 PETRONAS retail space which was still under construction during the same period last year. In addition, Suria KLCC registered improved revenue arising from space reconfiguration and higher rental rates secured for renewals.

Hotel Operations

Improved revenue recorded in Q1 2012 from hotel was due to overall better performance achieved on the back of higher room occupancy and stronger demand from F&B.

This was partially offset by higher operating costs in line with the improved revenue.

Management Services

Management Services recorded higher revenue in Q1 2012 mainly due to first time facilities management services at Menara 3 PETRONAS. New car parking locations combined with higher traffic volume achieved from existing parking operations contributed to better performance from car park management services.

However, there was an increase in operating costs in the car park in line with the increase in revenue.

B2. Variation of results against preceding quarter

RM'000	31-Mar-12	31-Dec-11	Variance
Profit Before Taxation			
As Per Announcement	194,744	1,297,845	(1,103,101)
Fair Value Adjustment ^	(12,757)	(1,140,004)	1,127,247
Adjusted Profit Before Tax	<u>181,987</u>	<u>157,841</u>	<u>24,146</u>

^ includes fair value adjustment of Investment Property in Associate

Profit before taxation of RM182.0 million achieved in this quarter was up by RM24.1 million or 15.3% higher than the preceding quarter mainly due to improved operating profit.

The Group's revenue for the quarter of RM275.8 million increased by RM15.0 million when compared to the preceding quarter attributable mainly to the contribution from the Menara 3 PETRONAS office and higher revenue from retail segment (Suria KLCC and Menara 3 PETRONAS).

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B3. Prospects for financial year 2012

The Directors are of the view that the results for the remaining 2012 period will remain stable due to long term office tenancies and expected improvement in retail occupancy. The hotel segment will continue to trade in a competitive environment.

B4. Profit forecast

No profit forecast was issued for the financial period.

B5. Tax expense

Taxation comprises the following:

	3 Months Ended		Cumulative Period Ended	
	31-Mar-12 RM'000	31-Mar-11 RM'000	31-Mar-12 RM'000	31-Mar-11 RM'000
Within Malaysia In respect of the current period:				
Taxation	41,193	37,131	41,193	37,131
Deferred taxation	4,719	52,507	4,719	52,507
	<u>45,912</u>	<u>89,638</u>	<u>45,912</u>	<u>89,638</u>

B6. Sale of unquoted investments and/or properties

There was no disposal of unquoted investments or properties during the quarter under review.

B7. Quoted and marketable securities

There was no purchase or disposal of quoted and marketable securities during the quarter under review.

B8. Status of corporate proposal announced

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

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B9. Borrowings

	RM'000	RM'000
Short term :		
<u>Secured</u>		
Term loan	30,156	
Private debt securities	<u>17,054</u>	47,210
Long term :		
<u>Secured</u>		
Term loan	1,449,493	
Private debt securities	<u>847,004</u>	<u>2,296,497</u>
		<u><u>2,343,707</u></u>

B10. Off balance sheet financial instruments

There were no off balance sheet financial instruments as at the date of this report.

B11. Material litigation

The Group has no outstanding material litigation as at the date of this report.

B12. Dividends

An interim dividend in respect of the three month period ended 31 March 2012, of 4.0 sen per share, tax exempt under the single tier tax system on 934,074,279 amounting to RM37.36 million is payable on 22 June 2012.

B13. Profit for the Period

	3 Months Ended		Cumulative Period Ended	
	31-Mar-12	31-Mar-11	31-Mar-12	31-Mar-11
	RM'000	RM'000	RM'000	RM'000
Profit for the period is arrived at after charging:				
Amortisation of intangible assets	-	-	-	-
Depreciation of property, plant and equipment	7,030	7,696	7,030	7,696
and after crediting:				
Gain on derivatives	-	-	-	-
Gain on disposal of other investment	-	-	-	-
(Gain) / Loss on disposal of property, plant and equipment	(2)	(301)	(2)	(301)

Other than the above, the items listed under Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

KLCC PROPERTY HOLDINGS BERHAD

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B14. Realised and Unrealised Profit

The breakdown of the retained profits of the Group as at 31 March 2012 into realised and unrealised profits is as follows:

Total retained profits of KLCCP Group and its subsidiaries:		
	31-Mar-12	31-Mar-11
	RM'000	RM'000
- Realised	2,578,637	2,424,461
- Unrealised	22,078	28,160
	<u>2,600,715</u>	<u>2,452,621</u>
Total share of retained profits from associate:		
- Realised	58,511	67,346
- Unrealised	-	-
	<u>58,511</u>	<u>67,346</u>
Total Group retained profits	<u>2,659,226</u>	<u>2,519,967</u>
Less: Consolidation adjustments	(1,616,599)	(1,616,493)
Total Group retained profits as per consolidated accounts	<u>1,042,627</u>	<u>903,474</u>

The fair value gain on the remeasurement of investment properties is regarded as an unrealised gain and has been charged under capital reserve in the financial statements.

KLCC PROPERTY HOLDINGS BERHAD

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B15. Earnings per share (“EPS”)

	3 Months Ended		Cumulative Period Ended	
	31-Mar-12	31-Mar-11	31-Mar-12	31-Mar-11
(i) Basic earnings per share				
Total comprehensive income attributable to ordinary equity holders of the company (RM'000)	101,464	166,354	101,464	166,354
Weighted average number of ordinary shares in issue ('000)	934,074	934,074	934,074	934,074
Basic earnings per share (sen)	10.86	17.81	10.86	17.81
(ii) Diluted earnings per share				
Total comprehensive income attributable to ordinary equity holders of the company (RM'000)	101,464	166,354	101,464	166,354
Interest on RCULS (RM'000)	444	566	444	566
Total comprehensive income attributable to ordinary equity holders of the company including assumed conversion (RM'000)	101,908	166,920	101,908	166,920
Weighted average number of ordinary shares in issue ('000)	934,074	934,074	934,074	934,074
Effect of dilution – RCULS	360,662	360,662	360,662	360,662
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	1,294,736	1,294,736	1,294,736	1,294,736
Diluted earnings per share (sen)	7.87	12.89	7.87	12.89

BY ORDER OF THE BOARD

Abd Aziz Bin Abd Kadir (LS0001718)

Yeap Kok Leong(MAICSA0862549)

Company Secretaries

Kuala Lumpur