

The Board of Directors is pleased to announce the following:

**A. AUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 4th QUARTER ENDED 31 AUGUST 2013**

(Amounts in RM million unless otherwise stated)

	INDIVIDUAL QUARTER		CUMULATIVE	
	CURRENT YEAR QUARTER 31.08.13	PRECEDING YEAR CORRESPONDING QUARTER 31.08.12 (Restated)	CURRENT YEAR TO DATE 31.08.13	PRECEDING YEAR CORRESPONDING PERIOD 31.08.12 (Restated)
Revenue	9,502.2	9,334.8	37,130.7	35,848.4
Operating expenses	(8,855.1)	(8,122.2)	(31,862.3)	(31,308.2)
Other operating income	300.5	150.9	620.8	2,140.6
Operating profit	947.6	1,363.5	5,889.2	6,680.8
Foreign exchange				
- Translation gain/(loss)	(617.1)	93.0	493.6	(230.8)
- Transaction gain/(loss)	84.7	(11.1)	109.1	(21.4)
Share of results of jointly controlled entities	-	0.3	(0.1)	(0.2)
Share of results of associates (net of tax)	12.6	13.4	74.9	27.0
Profit before finance cost	427.8	1,459.1	6,566.7	6,455.4
Finance income	71.4	87.0	225.2	188.7
Finance cost	(293.2)	(189.7)	(936.3)	(823.0)
Profit from ordinary activities before taxation	206.0	1,356.4	5,855.6	5,821.1
Taxation and Zakat				
- Company and subsidiaries	(250.0)	(112.0)	(1,419.2)	(868.4)
- Deferred taxation	255.8	(177.2)	194.3	(533.6)
<b>Profit for the period</b>	<b>211.8</b>	<b>1,067.2</b>	<b>4,630.7</b>	<b>4,419.1</b>
Attributable to:				
- Owners of the Company	219.4	1,061.0	4,614.2	4,410.5
- Non-controlling interest	(7.6)	6.2	16.5	8.6
<b>Profit for the period</b>	<b>211.8</b>	<b>1,067.2</b>	<b>4,630.7</b>	<b>4,419.1</b>
Earnings per share attributable to the owners of the Company				
	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Basic	3.94	19.42	82.81	80.71
Diluted	3.94	19.37	82.81	80.51

These audited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.

**A. AUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 4th QUARTER ENDED 31 AUGUST 2013 (CONTINUATION)**

(Amounts in RM million unless otherwise stated)

	INDIVIDUAL QUARTER		CUMULATIVE	
	CURRENT YEAR QUARTER 31.08.13	PRECEDING YEAR CORRESPONDING QUARTER 31.08.12 (Restated)	CURRENT YEAR TO DATE 31.08.13	PRECEDING YEAR CORRESPONDING PERIOD 31.08.12 (Restated)
<b>Profit for the period</b>	<b>211.8</b>	<b>1,067.2</b>	<b>4,630.7</b>	<b>4,419.1</b>
<b>Other comprehensive income/(expense)</b>				
<b>Items that will not be reclassified subsequently to profit or loss</b>				
Defined benefit plan actuarial losses	(680.9)	(2.4)	(3,905.5)	(2.4)
<b>Items that may be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences	(11.4)	(10.5)	46.5	(51.2)
Fair value of available-for-sale financial assets	0.2	-	0.2	-
<b>Total other comprehensive income/(expense) for the period</b>	<b>(692.1)</b>	<b>(12.9)</b>	<b>(3,858.8)</b>	<b>(53.6)</b>
<b>Total comprehensive income/(expense) for the period</b>	<b>(480.3)</b>	<b>1,054.3</b>	<b>771.9</b>	<b>4,365.5</b>
Attributable to: -				
- Owners of the Company	(472.7)	1,048.1	755.4	4,356.9
- Non-controlling interest	(7.6)	6.2	16.5	8.6
<b>Total comprehensive income/(expense) for the period</b>	<b>(480.3)</b>	<b>1,054.3</b>	<b>771.9</b>	<b>4,365.5</b>

These audited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.

## B. AUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 AUGUST 2013

(Amounts in RM million unless otherwise stated)

	31.08.2013	31.08.2012 (Restated)	01.09.2011 (Restated)
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	73,973.6	64,769.9	61,861.4
Jointly controlled entity	0.3	0.4	0.6
Associates	483.2	491.2	407.8
Investments in unquoted debt securities	163.9	163.7	164.0
Available-for-sale financial assets	38.0	38.0	38.0
Deferred tax assets	4.9	-	30.2
Derivative financial instruments	61.9	116.3	89.9
Long term receivables	305.1	419.2	388.6
Prepaid operating leases	3,525.3	3,164.8	2,528.0
Finance lease receivables	15.4	-	-
	<u>78,571.6</u>	<u>69,163.5</u>	<u>65,508.5</u>
<b>CURRENT ASSETS</b>			
Non-current assets held for sale	9.8	9.8	11.4
Inventories	2,877.7	2,842.2	2,645.9
Trade receivables	5,820.1	5,843.9	4,819.0
Other receivables	1,418.9	1,144.8	1,203.1
Tax recoverable	21.9	142.4	264.5
Amount due from associates	87.5	62.6	14.6
Finance lease receivables	1.4	-	-
Amount due from jointly controlled entity	17.1	-	-
Financial asset at fair value through profit or loss	9.7	9.1	8.6
Prepaid operating leases	663.8	624.5	633.0
Derivative financial instruments	-	-	1.5
Deposits, bank and cash balances	9,531.1	8,626.3	3,954.2
	<u>20,459.0</u>	<u>19,305.6</u>	<u>13,555.8</u>
<b>CURRENT LIABILITIES</b>			
Trade payables	(4,981.4)	(4,534.5)	(4,116.3)
Other payables	(1,633.0)	(1,236.8)	(1,491.1)
Amount due to associates	(615.6)	(697.9)	(707.9)
Current taxation liabilities	(780.6)	(331.0)	(5.7)
Derivative financial instruments	(0.3)	-	-
Deferred income	(1,062.1)	(894.7)	(523.9)
Short term borrowings	(1,175.9)	(1,604.2)	(1,727.3)
Finance lease payables	(630.9)	(55.1)	(49.1)
	<u>(10,879.8)</u>	<u>(9,354.2)</u>	<u>(8,621.3)</u>
<b>NET CURRENT ASSETS</b>	9,579.2	9,951.4	4,934.5
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	(22,013.7)	(21,467.6)	(17,326.8)
Consumer deposits	(3,478.5)	(3,284.7)	(3,084.9)
Derivative financial instruments	(12.8)	(21.5)	(44.1)
Employee benefits	(11,444.2)	(6,141.2)	(6,153.5)
Other liabilities	(903.8)	(867.5)	(874.0)
Deferred tax liabilities	(6,430.8)	(7,874.1)	(7,370.7)
Deferred income	(2,059.9)	(2,291.2)	(2,849.6)
Government development grants	(781.7)	(671.0)	(627.2)
Finance lease payables	(5,634.5)	(1,338.8)	(1,334.3)
	<u>(52,759.9)</u>	<u>(43,957.6)</u>	<u>(39,665.1)</u>
<b>TOTAL NET ASSETS</b>	<u>35,390.9</u>	<u>35,157.3</u>	<u>30,777.9</u>
<b>CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>			
Share capital	5,643.6	5,501.6	5,456.6
Share premium	5,382.2	4,529.1	4,332.6
Other reserves	(5,509.1)	(1,468.7)	(1,440.1)
Retained profits	29,600.6	26,335.7	22,198.2
	<u>35,117.3</u>	<u>34,897.7</u>	<u>30,547.3</u>
<b>NON-CONTROLLING INTEREST</b>	<u>273.6</u>	<u>259.6</u>	<u>230.6</u>
<b>TOTAL EQUITY</b>	<u>35,390.9</u>	<u>35,157.3</u>	<u>30,777.9</u>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	Sen 622.2	Sen 634.3	Sen 559.8

These audited Condensed Consolidated Statements of Financial Position should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.

### C. AUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY AS AT 31 AUGUST 2013

(Amounts in RM million unless otherwise stated)

	Attributable to owners of the Company							Total Equity
	Ordinary Shares of RM1.00 each	Share Premium	Employees' Share Option Scheme Reserve	Employee Benefit Reserve	Revaluation and Other Reserves	Retained Profits	Non Controlling Interest	
<b>At 1 September 2012</b>								
<b>(as previously reported)</b>	<b>5,501.6</b>	<b>4,529.1</b>	<b>181.6</b>	-	<b>467.1</b>	<b>25,457.9</b>	<b>261.0</b>	<b>36,398.3</b>
Effects of adoption of MFRS 119	-	-	-	(1,452.5)	-	212.9	(1.4)	(1,241.0)
Effects of adoption of MFRS 1	-	-	-	-	(664.9)	664.9	-	-
<b>As at 1 September 2012 (restated)</b>	<b>5,501.6</b>	<b>4,529.1</b>	<b>181.6</b>	<b>(1,452.5)</b>	<b>(197.8)</b>	<b>26,335.7</b>	<b>259.6</b>	<b>35,157.3</b>
Profit for the financial year	-	-	-	-	-	4,614.2	16.5	4,630.7
Foreign currency translation differences	-	-	-	-	46.5	-	-	46.5
Fair value of available-for-sale financial assets	-	-	-	-	0.2	-	-	0.2
Employee benefit reserve	-	-	-	(3,905.5)	-	-	-	(3,905.5)
<b>Total comprehensive income</b>	-	-	-	<b>(3,905.5)</b>	<b>46.7</b>	<b>4,614.2</b>	<b>16.5</b>	<b>771.9</b>
<b>Transaction with owners</b>								
Dividend paid to non-controlling interest	-	-	-	-	-	-	(2.5)	(2.5)
Dividend paid								
- Final for FY2012	-	-	-	-	-	(830.3)	-	(830.3)
- Interim for FY2013	-	-	-	-	-	(560.0)	-	(560.0)
Employees' Share Option Scheme								
- option granted	-	-	43.3	-	-	-	-	43.3
- expiry of ESOS	-	183.9	(224.9)	-	-	41.0	-	-
Issuance of share capital								
- share options	142.0	669.2	-	-	-	-	-	811.2
	<b>142.0</b>	<b>853.1</b>	<b>(181.6)</b>	-	-	<b>(1,349.3)</b>	<b>(2.5)</b>	<b>(538.3)</b>
<b>At 31 August 2013</b>	<b>5,643.6</b>	<b>5,382.2</b>	-	<b>(5,358.0)</b>	<b>(151.1)</b>	<b>29,600.6</b>	<b>273.6</b>	<b>35,390.9</b>

These audited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.

**C. AUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY AS AT 31 AUGUST 2013 (CONTINUATION)**

(Amounts in RM million unless otherwise stated)

	Attributable to owners of the Company							Total Equity
	Ordinary Shares of RM1.00 each	Employees' Share Option Scheme Premium Reserve	Employee Benefit Reserve	Revaluation and Other Reserves	Retained Profits	Non Controlling Interest		
<b>At 1 September 2011 (restated) (as previously reported)</b>	<b>5,456.6</b>	<b>4,332.6</b>	<b>156.6</b>	<b>-</b>	<b>532.8</b>	<b>21,518.8</b>	<b>232.0</b>	<b>32,229.4</b>
Effects of adoption of MFRS 119	-	-	-	(1,450.1)	-	-	(1.4)	(1,451.5)
Effects of adoption of MFRS 1	-	-	-	-	(679.4)	679.4	-	-
<b>As at 1 September 2011 (restated)</b>	<b>5,456.6</b>	<b>4,332.6</b>	<b>156.6</b>	<b>(1,450.1)</b>	<b>(146.6)</b>	<b>22,198.2</b>	<b>230.6</b>	<b>30,777.9</b>
Profit for the financial year (restated)	-	-	-	-	-	4,410.5	8.6	4,419.1
Foreign currency translation differences	-	-	-	-	(51.2)	-	-	(51.2)
Employee benefit reserve	-	-	-	(2.4)	-	-	-	(2.4)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2.4)</b>	<b>(51.2)</b>	<b>4,410.5</b>	<b>8.6</b>	<b>4,365.5</b>
<b>Transaction with owners</b>								
Dividend paid to non-controlling interest	-	-	-	-	-	-	(1.5)	(1.5)
Dividend paid for FY2012	-	-	-	-	-	(273.0)	-	(273.0)
Changes in ownership interest in a subsidiary	-	-	-	-	-	-	21.9	21.9
Employees' Share Option Scheme - option granted	-	-	25.0	-	-	-	-	25.0
Issuance of share capital - share options	45.0	196.5	-	-	-	-	-	241.5
	<b>45.0</b>	<b>196.5</b>	<b>25.0</b>	<b>-</b>	<b>-</b>	<b>(273.0)</b>	<b>20.4</b>	<b>13.9</b>
<b>At 31 August 2012 (restated)</b>	<b>5,501.6</b>	<b>4,529.1</b>	<b>181.6</b>	<b>(1,452.5)</b>	<b>(197.8)</b>	<b>26,335.7</b>	<b>259.6</b>	<b>35,157.3</b>

These audited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.

## D. AUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 31 AUGUST 2013

(Amounts in RM million unless otherwise stated)

	<b>FY2013 ended 31.08.13</b>	<b>FY2012 ended 31.08.12 (Restated)</b>
<b>Operating activities</b>		
Cash generated from operations	9,404.8	8,538.8
Retirement benefits paid	(633.5)	(608.3)
Consumer contributions received	905.4	777.4
Customer deposits received	193.8	199.8
Tax paid	(822.6)	(432.1)
Net cash generated from operating activities	<u>9,047.9</u>	<u>8,475.6</u>
<b>Investing activities</b>		
Investment in associates:		
- addition	-	(91.9)
- proceeds from redemption of unsecured loan notes/RULS	18.7	5.2
Dividend received	74.6	25.4
Interest received	265.2	166.7
Short term investment	-	0.2
Property, plant and equipment:		
- purchases	(7,921.2)	(7,004.4)
- disposals	5.9	6.0
Disposal of assets held for sale	11.4	18.3
Net cash used in investing activities	<u>(7,545.4)</u>	<u>(6,874.5)</u>
<b>Financing activities</b>		
Bank borrowings:		
- new drawdowns	4,299.4	5,241.7
- repayments	(3,742.1)	(1,604.7)
Interest paid	(743.0)	(675.2)
Proceeds from issuance of shares	811.2	241.5
Issue of shares to non-controlling interest	-	21.9
Dividend paid to non-controlling interests	(2.5)	(1.5)
Dividends paid	(1,390.3)	(273.0)
Government development grants received	169.0	120.8
Net cash (used in)/generated from financing activities	<u>(598.3)</u>	<u>3,071.5</u>
<b>Changes in deposit, bank and cash balances</b>	904.2	4,672.6
<b>Currency translation differences</b>	0.6	(0.5)
<b>Deposit, bank and cash balances</b>		
- at start of period	<u>8,626.3</u>	<u>3,954.2</u>
- at end of period	<u>9,531.1</u>	<u>8,626.3</u>
Cash at bank, held in trust <sup>1</sup>	(53.5)	(97.9)
Debt reserve account <sup>2</sup>	(213.8)	(218.6)
Funds from MoF <sup>3</sup>	(0.5)	(2.5)
Cash and cash equivalents	<u>9,263.3</u>	<u>8,307.3</u>

1. Deposits and cash at bank held in trust are in respect of a grant given to a subsidiary by the Malaysian Government for a designated capital project.

2. Debt reserve account relates to deposits placed with licensed financial institution as part of security obligations for bond financing.

3. Ministry of Finance (MoF) fund given to a subsidiary under stimulus package for training programmes.

These audited Condensed Consolidated Cash Flow Statements should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.

## **E. EXPLANATORY NOTES**

(Amounts in RM million unless otherwise stated)

### **1) BASIS OF PREPARATION**

These audited condensed interim financial statements of the Group have been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standards ("MFRS") 134 "Interim Financial Reporting", International Financial Reporting Standards ("IFRS") 34 "Interim Financial Reporting" and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Group's audited financial statements for the year ended 31 August 2012.

Within the context of these financial statements, the Group comprises the Company and its subsidiaries and the Group's interest in associates and jointly controlled entities as at 31 August 2013. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 August 2012.

### **2) AUDIT QUALIFICATION**

The annual audited financial statements for the financial year ended 31 August 2012 were not subject to any qualification.

### **3) CHANGES IN ACCOUNTING POLICIES**

The Group adopted the Malaysian Financial Reporting Standards ("MFRS") framework commencing 1 September 2012. The MFRS Framework comprises standards as issued by the International Accounting Standards Board ("IASB"). This condensed interim financial statements are the Group's first MFRS compliant condensed report, hence MFRS 1 "First-time Adoption of Malaysian Financial Reporting Standards" has been applied.

#### **Application of MFRS 1 – Adoption transitional arrangements**

Subject to certain transition elections as disclosed below, the Group has consistently applied the same accounting policies in its opening MFRS Statements of Financial Position as at 1 September 2011 (date of transition) and throughout all financial periods presented, as if these policies had always been in effect. Comparative figures for financial year 2012 in these condensed interim financial statements have been restated to give effect to these changes.

MFRS 1 allows exemptions from the application of certain MFRSs to assist companies with the transition process. The following optional exemption, contained within MFRS 1, have been utilised in the preparation of the Group's Statements of Financial Position as at 1 September 2011.

#### Foreign Currency Translation Reserve

Under FRS, the Group recognised translation differences on foreign operations in a separate component of equity. Cumulative foreign currency translation differences for all foreign operations are deemed to be zero as at the date of transition to MFRS. Accordingly, at date of transition to MFRS, the cumulative foreign currency translation difference of RM215.5 million was adjusted to retained earnings.

#### Revaluation Reserve

Under the transitional provision of FRS 116 ("Property, Plant and Equipment"), certain freehold land, buildings and civil works are stated at previous years' revaluations less accumulated depreciation. Upon transition to MFRS, the Group has elected to measure all its property, plant and equipment using the cost model under MFRS 116 Property, Plant and Equipment. At the date of transition to MFRS, the revaluation surplus amounting to RM894.9 million was transferred to retained earnings.

## New standards, amendments to standards and IC interpretations that are applicable to the Group effective 1 September 2012

- Revised MFRS 124 "Related Party Disclosures"
- Amendment to MFRS 7 "Financial Instruments: Disclosures – Transfers of Financial Assets"
- Amendment to MFRS 112 "Deferred Tax: Recovery of Underlying Assets"
- Amendment to MFRS 101 "Presentation of Items of Other Comprehensive Income"

The adoption of the revised standards, amendments to standards and IC Interpretations did not have any significant impact to the Group during the current quarter and financial period to date.

### Early adoption of MFRS 119 "Employee Benefits"

The Group has decided to early adopt the Amendment to MFRS 119 "Employee Benefits", which is to be effective for accounting periods commencing from 1 January 2013.

Previously, net actuarial gains and losses arising from experience-based adjustments and changes in actuarial assumptions have been recognised to the income statement, as the case may be, over the expected average remaining service lives of the participating employees.

In accordance with the new standards, actuarial gains and losses are to be recognised in Other Comprehensive Income in the financial period in which they occur and no longer deferred using the corridor approach.

The adoption of Amendment to MFRS 119 resulted in a change in accounting policy. This has been accounted for as a Prior Year Adjustment (PYA) in accordance with MFRS 108 – Accounting Policies, Changes in Accounting Estimates and Errors.

### Impact of adoption of new standards

Arising from the application of MFRS 1 and the early adoption of MFRS 119 above, the condensed financial statements for the previous financial periods have been restated as follows:

	As previously reported for period ended 1 Sep 2011 RM Million	Adjustments		Restated for period ended 1 Sep 2011 RM Million
		Effect of application of MFRS 1 RM Million	Effect of adoption of MFRS 119 RM Million	
<b>Condensed Consolidated Statements Of Financial Position</b>				
<b>Non-Current Liabilities</b>				
Employee benefits	(4,220.5)	-	(1,933.0)	(6,153.5)
Deferred tax liability	(7,852.2)	-	481.5	(7,370.7)
<b>Capital and Reserves attributable to Owners of the Company</b>				
Other Reserves	(689.4)	679.4	1,450.1	1,440.1
Retained profits	(21,518.8)	(679.4)	-	(22,198.2)
Non-controlling interest	(232.0)	-	1.4	(230.6)



	As previously reported for period ended 31 Aug 2012 RM Million	Adjustments		Restated for period ended 31 Aug 2012 RM Million
		Effect of application of MFRS 1 RM Million	Effect of adoption of MFRS 119 RM Million	
<b>Condensed Consolidated Statements Of Financial Position</b>				
<b>Non-Current Liabilities</b>				
Employee benefits	(4,489.7)	-	(1,651.5)	(6,141.2)
Deferred tax liability	(8,284.6)	-	410.5	(7,874.1)
<b>Capital and Reserves attributable to Owners of the Company</b>				
Other Reserves	(648.7)	664.9	1,452.5	1,468.7
Retained profits	(25,457.9)	(664.9)	(212.9)	(26,335.7)
Non-controlling interest	(261.0)	-	1.4	(259.6)
<b>Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income</b>				
Operating expenses	(31,592.1)	-	283.9	(31,308.2)
Deferred taxation	(462.6)	-	(71.0)	(533.6)
<b>Other Comprehensive Income</b>				
-Employee Benefit Reserve	-	-	(2.4)	(2.4)

#### 4) SEASONAL OR CYCLICAL FACTORS

The businesses of the Group are not subject to material seasonal or cyclical fluctuations.

#### 5) UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME or CASH FLOWS

The early adoption of MFRS 119 "Employee Benefits" and the remeasurement of long term liability of employee benefits have resulted in a material change to the balances in liabilities and equity, as disclosed in Note 3 and Note 6 respectively.

The renewal of the first generation Independent Power Producers' ("IPP") licenses has resulted in Supplementary Agreement ("SA") and new Power Purchase Agreement ("PPA") put in place. The reassessment has led the operating leases to be reclassified as finance lease. As at 1 March 2013, the prepaid operating leases balance relating to the original agreements amounting to RM247.9 million has been charged to the Profit or Loss. In addition the recognition of PPE amounting to RM3,490.2 million was made.

#### 6) MATERIAL CHANGES IN ESTIMATES OF AMOUNTS REPORTED

The Group has recognised an amount of RM3,905.5 million (net of tax) in the Other Comprehensive Income (OCI) during the current reporting period in relation to the remeasurement of long term employee benefits liability.

#### 7) DEBT AND EQUITY SECURITIES

During the period, a total of 142,057,440 ordinary shares of RM1.00 each were issued under the Employee Share Option Scheme II ("ESOS II"). This scheme expired on 7<sup>th</sup> July 2013.

Except for the above, there were no other issuance, cancellation, repurchases, resales and repayments of debt and equity securities during the period under review.

## 8) DIVIDENDS

- a) A final single-tier dividend of 15.0 sen per ordinary share for Financial Year 2012 was paid on 28 December 2012 totalling RM830.3 million.
- b) An interim single-tier dividend of 10.0 sen per ordinary share for Financial Year 2013 was paid on 29 May 2013 totalling RM560.0 million.
- c) The Board of Directors has proposed a final single-tier dividend of 15.0 sen per ordinary share in respect of the period ended 31 August 2013 subject to approval at the Annual General Meeting. The Books Closure and payment dates will be announced in due course.

## 9) SEGMENTAL REPORTING

Segmental reporting is not presented as the Group is principally engaged in the generation, transmission, distribution and sales of electricity and the provision of other related services, which are substantially within a single business segment. The Group operates primarily in Malaysia.

## 10) VALUATION OF PROPERTY, PLANT & EQUIPMENT

The Group does not adopt a revaluation policy on its Property, Plant and Equipment.

## 11) MATERIAL EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

There were no material events subsequent to the end of the reporting period.

## 12) CHANGES IN THE COMPOSITION OF THE GROUP

There was no material change to the composition of the Group during the reporting period.

## 13) CONTINGENT LIABILITIES

Contingent liabilities of the Group include the following:-

	<b>As at 31 Aug 2013</b>	<b>As at 31 Aug 2012</b>
Claims by third parties	385.1	320.8
Trade guarantees and performance bonds	12.3	27.4
Other contingent liabilities	140.8	5.0
	<u>538.2</u>	<u>353.2</u>

Claims by third parties include claims by contractors, consumers and former employees. These claims are being addressed and the Directors are of the opinion that their ultimate resolution will not have a material effect on the financial position of the Group.

## 14) CAPITAL COMMITMENTS

	<b>As at 31 Aug 2013</b>	<b>As at 31 Aug 2012</b>
<b>Property, plant and equipment committed over a 5-year period</b>		
Authorised but not contracted for	18,236.7	13,513.9
Contracted but not provided for in the financial statements	4,171.5	4,224.6
	<u>22,408.2</u>	<u>17,738.5</u>

**F. ADDITIONAL INFORMATION AS REQUIRED BY PART A OF APPENDIX 9B OF THE BURSA MALAYSIA LISTING REQUIREMENTS**

**15) REVIEW OF PERFORMANCE**

- (a) Performance of the current financial year ended 31 August 2013 against the corresponding financial year ended 31 August 2012:

The Group recorded a 4.0% or RM1,377.7 million improvement in sales of electricity from RM34,476.8 million to RM35,854.5 million. The improvement was mainly from sales of electricity in Peninsular Malaysia and Sabah, which recorded an increase of 4.3% and 7.3% respectively. The electricity demand grew by 3.8% in the Peninsula and 5.7% in Sabah as compared to the corresponding period last financial year.

Profit attributable to the Owners of the Company for the period under review was RM4,614.2 million as compared to RM4,410.5 million recorded in the corresponding period last financial year, an increase of RM203.7 million or 4.6%. The current reporting period recorded a translation gain of RM493.6 million as compared to a loss of RM230.8 million reported in the previous year due to the strengthening of the Ringgit against the Japanese Yen.

- (b) Performance of the current fourth quarter (three months) FY2013 against the corresponding fourth quarter (three months) FY2012:

The quarter recorded sales of electricity of RM9,430.9 million against RM9,071.7 million for the same period last financial year. The improvement was mainly from sales of electricity in the Peninsula and Sabah, which recorded an increase of 4.3% and 6.4% respectively. The units sold also registered a growth of 3.0% in the Peninsula and 8.2% in Sabah as compared to the corresponding quarter.

Despite the increase in sales of electricity, the Group reported a significant drop in profit attributable to owners of the Company by RM841.6 million, decreased from RM1,061.0 million (Q4 FY2012) to RM219.4 million (Q4 FY2013). This is mainly due to increase in operating expenses by RM732.9 million, coupled by loss in foreign currency translation of RM617.1 million resulted from the weakening of the Ringgit against the US Dollar during the quarter under review.

**16) MATERIAL CHANGES IN THE QUARTERLY RESULTS COMPARED TO THE PRECEDING QUARTER**

- Performance of the current quarter (4<sup>th</sup> Quarter FY2013) against the preceding quarter (3<sup>rd</sup> Quarter FY2013):

The Group reported a higher total sales of electricity of RM9,430.9 million for the current quarter as compared to RM8,875.3 million in the preceding quarter, an increase of RM555.6 million or 6.3%. The increase was mainly contributed by the sales of electricity in Peninsular Malaysia and Sabah of 5.5% and 2.5% respectively.

Higher operating expenses of RM8,855.1 million as compared to RM7,915.0 million recorded in the preceding quarter of this financial year, contributed to a significantly low profit attributable to owners of the Company, from RM1,707.2 million (in Q3 FY2013) to RM219.4 million (in Q4 FY2013).

Additionally, the weakening of Ringgit against the US Dollar and Japanese Yen during the quarter under review has resulted the Group reported a huge loss in foreign currency translation of RM617.7 million as compared to a gain of RM324.7 million recorded in the last quarter.

## 17) PROSPECTS

For the Financial Year 2014, the electricity demand growth is expected to remain steady, in line with the expectancy of improving global outlook. This is supported by the projected domestic economic growth of 5% to 5.5% as announced in the 2014 Budget recently.

Based on the aforementioned scenario, The Board of Directors views the prospects of the Group for the Financial Year 2014 to remain stable subject to fuel prices remaining manageable.

## 18) PROFIT FROM OPERATIONS

The following items have been charged/(credited) in arriving at the profit from operations:

	<b>Quarter ended 31 Aug 13</b>	<b>Period ended 31 Aug 13</b>
Property, plant and equipment:		
-Depreciation	1,328.5	4,569.5
-Profit on sale of properties	-	(10.6)
-Provision for impairment	-	100.0
Provision for receivables	(94.3)	2.3
Provision for inventories	3.8	8.0
Inventories written off	6.1	20.7

Other than the items highlighted above, there were no disposal of quoted investment during the quarter and financial period ended 31 August 2013.

## 19) VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT

This note is not applicable as the Group did not publish any profit forecast.

## 20) TAXATION and ZAKAT

Taxation and Zakat for the reporting period comprised the following:-

	Individual quarter		Cumulative quarter	
	ended 31 Aug 13	ended 31 Aug 12 (Restated)	ended 31 Aug 13	ended 31 Aug 12 (Restated)
<b>Income Tax:</b>				
Current tax and zakat	(250.0)	(112.0)	(1,419.2)	(868.4)
<b>Deferred tax (net):</b>				
Relating to origination and reversal of temporary differences	255.8	(177.2)	194.3	(533.6)
<b>Total taxation and zakat</b>	<b>5.8</b>	<b>(289.2)</b>	<b>(1,224.9)</b>	<b>(1,402.0)</b>

For the reporting period ended 31 August 2013, the Group recorded a 20.9% effective tax rate, which is lower than the statutory tax rate of 25.0%. The lower effective tax rate is mainly due to unrealised forex gain and income of non-taxable in nature.

## 21) STATUS OF CORPORATE PROPOSALS

There were no material corporate proposals entered into during the reporting period.

## 22) GROUP BORROWINGS

- a) The analysis of Group borrowings classified under short and long term categories are as follows:-

	As at 31 Aug 13	As at 31 Aug 12
Short term - secured	506.2	547.9
- unsecured	669.7	1,056.3
<b>Sub-total</b>	<b>1,175.9</b>	<b>1,604.2</b>
Long term - secured	8,810.6	6,728.1
- unsecured	13,203.1	14,739.5
<b>Sub-total</b>	<b>22,013.7</b>	<b>21,467.6</b>
<b>Total</b>	<b>23,189.6</b>	<b>23,071.8</b>

- b) Currency denominations:-

	As at 31 Aug 13	As at 31 Aug 12
Japanese Yen	3,742.4	5,221.2
US Dollar	2,825.3	2,876.8
Others	23.5	23.1
<b>Total Ringgit equivalent of foreign currency borrowings</b>	<b>6,591.2</b>	<b>8,121.1</b>
Ringgit borrowings	16,598.4	14,950.7
<b>Total</b>	<b>23,189.6</b>	<b>23,071.8</b>

- c) Effective average cost of borrowing based on exposure as at 31 August 2013 was 4.77% (FY2012: 4.90%).
- d) Repayments of long term debts during the reporting period were as follows:
- Foreign currency denominated term loans of RM978.4 million, and
  - Ringgit denominated term loans of RM2,459.0 million.

## 23) DERIVATIVES FINANCIAL INSTRUMENTS

Type of Derivatives	As at 31 August 2013	
	Notional Amount	Fair Value
	RM Million	RM Million
<b>Forward Currency Contracts</b>		
- Less than 1 year	20.6	(0.3)
<b>Interest Rate Swaps</b>		
- More than 3 years	291.9	(12.8)
<b>Currency Options</b>		
- More than 3 years	872.0	61.9
<b>Total</b>	<b>1,184.5</b>	<b>48.8</b>

There is no change to the cash requirements of the derivatives, risk associated with the derivatives and policies to mitigate those risks since the last financial year.

### Fair value changes of financial liabilities

The Group recognised a total net gain of RM19.8 million during the current quarter and a total net loss of RM45.7 million for the financial period to-date arising from the fair value changes on the derivatives financial instruments which are marked to market as at the date of the statements of financial position.

## 24) REALISED AND UNREALISED PROFITS

The breakdown of retained profits of the Group as at the reporting date, into realised and unrealised profits, pursuant to the directive, is as follows:

	<b>31 August 2013</b>	<b>31 August 2012 (Restated)</b>
	<b>RM Million</b>	<b>RM Million</b>
Total retained profits of the Company and its subsidiaries		
-Realised	<b>31,232.9</b>	<b>29,472.8</b>
-Unrealised	<b>(4,563.0)</b>	<b>(6,421.7)</b>
Total share of retained profits from jointly controlled entities		
-Realised	<b>(10.4)</b>	<b>(10.2)</b>
-Unrealised	-	-
Total share of retained profits from associates		
-Realised	<b>190.6</b>	<b>225.0</b>
-Unrealised	<b>(110.6)</b>	<b>(115.5)</b>
Consolidation adjustments	<b>2,861.1</b>	<b>3,185.3</b>
<b>Total retained profits of the Group</b>	<b>29,600.6</b>	<b>26,335.7</b>

The determination of realised and unrealised profits is based on the Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure above includes Integrax Berhad's (ITB), where TNB holds 22.12% shareholding, realised and unrealised profits for period as at 30 June 2013 and not 31 August 2013. This is due to unavailability of the information from ITB for reason it did not want to contravene with any Bursa Listing Requirements by releasing its financial information prior to its quarterly announcement.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive by Bursa Malaysia and should not be applied for any other purposes.

## 25) MATERIAL LITIGATION

There is no pending material litigation other than those announced to Bursa Malaysia since the date of the last audited financial statements.

**26) EARNINGS PER SHARE**

	<b>Individual quarter</b>		<b>Cumulative quarter</b>	
	<b>ended 31.08.13</b>	<b>ended 31.08.12 (Restated)</b>	<b>ended 31.08.13</b>	<b>ended 31.08.12 (Restated)</b>
<b>(a) Basic earnings per share</b>				
Profit attributable to owners of the Company (RM 'million)	219.4	1,061.0	4,614.2	4,410.5
Weighted average number of ordinary shares in issue ('000)	5,571,816	5,464,516	5,571,816	5,464,516
Basic earnings per share (sen)	3.94	19.42	82.81	80.71
<b>(b) Diluted earnings per share</b>				
Profit attributable to owners of the Company (RM 'million)	219.4	1,061.0	4,614.2	4,410.5
Weighted average number of ordinary shares in issue ('000)	5,571,816	5,464,516	5,571,816	5,464,516
Adjustments for share options ('000)	-	13,484	-	13,484
Weighted average number of ordinary shares for diluted earnings per share ('000)	5,571,816	5,478,000	5,571,816	5,478,000
Diluted earnings per share (sen)	3.94	19.37	82.81	80.51

**27) EXCEPTIONAL ITEMS**

Except as disclosed in Note 5, there were no exceptional items incurred during the quarter.

**28) COMPARATIVE FIGURES**

Comparatives have been restated following the first-time adoption of MFRS and early adoption of MFRS 119 as shown in Note 3.

By Order of the Board

**NORAZNI BINTI MOHD ISA (LS 0009635)**

**Company Secretary**

Kuala Lumpur  
31 October 2013