



PETRONAS Dagangan Berhad (88222 - D)

UNAUDITED CONSOLIDATED BALANCE SHEET AS AT 30 SEPTEMBER 2009

	As at 30/09/2009 RM'000	As at preceding Financial Year End 31/03/2009 RM'000
ASSETS		
Property, Plant and Equipment	3,139,326	3,108,440
Investment in Associates	4,092	2,773
Prepaid Lease Payments	762,577	739,353
Goodwill	22,820	25,189
TOTAL NON-CURRENT ASSETS	3,928,815	3,875,755
Inventories	673,183	443,961
Trade and Other Receivables	1,998,106	1,726,416
Cash and Cash Equivalents	863,427	538,082
TOTAL CURRENT ASSETS	3,534,716	2,708,459
TOTAL ASSETS	7,463,531	6,584,214
EQUITY		
Share Capital	993,454	993,454
Reserves	3,328,502	3,169,802
Total Equity Attributable to Shareholders of the Company	4,321,956	4,163,256
Minority Shareholders' Interests	33,266	49,033
TOTAL EQUITY	4,355,222	4,212,289
LIABILITIES		
Deferred Tax Liabilities	103,895	107,032
Provisions	21,232	26,488
Finance Lease Liabilities	-	497
TOTAL NON-CURRENT LIABILITIES	125,127	134,017
LIABILITIES		
Trade and Other Payables	2,828,532	2,152,305
Taxation	154,650	85,159
Finance Lease Liabilities	-	444
TOTAL CURRENT LIABILITIES	2,983,182	2,237,908
TOTAL LIABILITIES	3,108,309	2,371,925
TOTAL EQUITY AND LIABILITIES	7,463,531	6,584,214
Net Assets per Share Attributable to Ordinary Equity Holders of the Parent (sen)	435	419

The Unaudited Consolidated Balance Sheet should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 March 2009.

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2009

	Individual Quarter		Individual/ Cumulative Quarter	
	Current Year To Date 30/09/2009 RM'000	Preceding Year Corresponding Period 30/09/2008 RM'000	Current Year To Date 30/09/2009 RM'000	Preceding Year Corresponding Period 30/09/2008 RM'000
Revenue	<u>5,151,970</u>	<u>7,690,193</u>	<u>9,931,836</u>	<u>14,431,242</u>
Profit from operations	276,653	183,137	552,631	505,867
Finance costs	(796)	(193)	5,230	(382)
Share of profit after tax of associates	<u>57</u>	<u>(11)</u>	<u>119</u>	<u>566</u>
Profit before taxation	275,914	182,933	557,980	506,051
Tax expense	(75,496)	(49,882)	(151,055)	(139,488)
Profit for the period	<u>200,418</u>	<u>133,051</u>	<u>406,925</u>	<u>366,563</u>
Attributable to:				
Shareholders of the Company	199,217	131,647	404,580	363,856
Minority shareholders' Interests	<u>1,201</u>	<u>1,404</u>	<u>2,345</u>	<u>2,707</u>
Profit for the period	<u>200,418</u>	<u>133,051</u>	<u>406,925</u>	<u>366,563</u>
Earnings per ordinary share - basic (sen)	20.1	13.3	40.7	36.6

The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 March 2009.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2009

	-- Attributable to Shareholders of the Company --			Minority Shareholders Interests	Total Equity
	Non Distributable Share Capital	Distributable Retained Profits	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 April 2008					
- as previously reported	993,454	2,923,963	3,917,417	46,732	3,964,149
- effect of FRS 139	-	2,459	2,459	-	2,459
- as restated	993,454	2,926,422	3,919,876	46,732	3,966,608
Profit for the period	-	363,856	363,856	2,707	366,563
Dividends paid	-	(245,880)	(245,880)	(786)	(246,666)
At 30 September 2008	993,454	3,044,398	4,037,852	48,653	4,086,505
At 1 April 2009	993,454	3,169,802	4,163,256	49,033	4,212,289
Profit for the period	-	404,680	404,680	2,345	406,925
Redemption of preference shares by minority shareholders	-	-	-	(17,325)	(17,325)
Dividends paid	-	(245,880)	(245,880)	(787)	(246,667)
At 30 September 2009	993,454	3,328,502	4,321,956	33,266	4,355,222

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 March 2009.

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2009

	6 months ended 30/09/2009 RM'000	6 months ended 30/09/2008 RM'000
Cash received from customers	9,803,781	14,575,056
Cash paid to suppliers and employees	<u>(8,937,438)</u>	<u>(13,785,534)</u>
Payment of taxes	866,343 (84,890)	789,522 (108,072)
Net cash generated from operating activities	<u>781,453</u>	<u>681,450</u>
Investment in an associate	(1,200)	-
Interest income from deposits with licensed banks	8,384	4,211
Purchase of property, plant and equipment	(162,998)	(210,411)
Prepayment of leases	(35,511)	(47,304)
Proceeds from disposal of property, plant and equipment	179	106
Net cash used in investing activities	<u>(191,146)</u>	<u>(253,398)</u>
Repayment of finance lease liabilities	(941)	-
Payment of interest for finance lease liabilities	(29)	-
Redemption of preference shares by minority shareholders of a subsidiary	(17,325)	-
Payment of dividends to shareholders	(245,880)	(245,880)
Payment of dividends to minority shareholders of a subsidiary	(787)	(786)
Net cash used in financing activities	<u>(264,962)</u>	<u>(246,666)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	325,345	181,386
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	538,082	547,999
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>863,427</u>	<u>729,385</u>

The Unaudited Consolidated Cash Flow Statement should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 March 2009.

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Notes to the Interim Financial Report

A1 BASIS OF PREPARATION

The Interim Financial Report has been prepared using historical cost basis except for certain financial assets and liabilities.

The Interim Financial Report is unaudited and has been prepared in accordance with the requirements of FRS 134, *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The Interim Financial Report should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 March 2009. The explanatory notes attached to the Interim Financial Report 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 March 2009.

Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2009.

A2 AUDIT QUALIFICATION

Not applicable.

A3 SEASONAL OR CYCLICAL FACTORS

The Group's operations in relation to sales volume are not significantly affected by seasonal or cyclical fluctuations of the business/industry.

A4 EXCEPTIONAL ITEM

None.

A5 CHANGES IN ACCOUNTING ESTIMATES

There were no material changes in accounting estimates in the current quarter.

A6 CAPITAL COMMITMENTS

Outstanding commitments in respect of capital expenditure at balance sheet date not provided for in the Interim Financial Report are:-

	<u>30/09/2009</u> RM'000
Property, Plant and Equipment	
Approved and contracted for	62,874
Approved but not contracted for	318,665
	<hr/> 381,539 <hr/>

A7 ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

None.

A8 DIVIDENDS PAID

During the six months period ended 30 September 2009, a final dividend of 33 sen per ordinary share less tax at 25% amounting to RM245,879,865 (2008: 33 sen per ordinary share less tax at 25% amounting to RM245,879,865) was paid on 26 August 2009 in respect of financial year ended 31 March 2009.

A9 SEGMENTAL INFORMATION

The Group's principal activity is domestic marketing of petroleum products. Segment reporting is deemed not necessary.

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A10 PROPERTY, PLANT AND EQUIPMENT

Property, Plant and Equipment except for freehold land are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Freehold land is stated at cost less accumulated impairment losses, if any.

A11 EVENTS AFTER BALANCE SHEET DATE

In the opinion of the Directors, no transaction or event of a material or unusual nature had occurred between 30 September 2009 and the date of this announcement.

A12 CHANGES IN THE COMPOSITION OF THE GROUP

None.

A13 CONTINGENT LIABILITIES AND CONTINGENT ASSETS

None.

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Additional information required by the Bursa Malaysia Listing Requirements

B1 REVIEW OF PERFORMANCE

Group revenue for the quarter and period ended 30 September 2009 decreased by RM2,538.2 million and RM4,499.4 million to RM5,152.0 million and RM9,931.8 million respectively, from the results of the corresponding period last year. The decrease was a result of lower average product selling prices.

Group profit before tax for the quarter and period ended 30 September 2009 increased by RM93.0 million and RM52.0 million to RM275.9 million and RM558.0 million respectively, from the corresponding period last year due to higher product gross profit.

B2 VARIATION OF RESULTS AGAINST PRECEDING QUARTER

The Group revenue for the current quarter was RM5,152.0 million, an increase of RM372.1 million from the results of the preceding quarter. The increase in revenue was due to higher average product selling prices.

Group profit before tax for the current quarter was RM275.9 million, a decrease of RM6.2 million compared to the preceding quarter profit before tax of RM282.1 million mainly due to higher operating expenditure.

B3 CURRENT YEAR PROSPECTS (2009/2010)

The Directors are of the opinion that demand conditions are anticipated to be challenging but market leadership is projected to be maintained with continuous strategic marketing efforts and initiatives. However, profits for the current financial year will be impacted by fluctuations in petroleum product costs given the uncertainties in the international oil prices and the global economy.

B4 PROFIT FORECAST

No profit forecast was issued for the financial period.

B5 TAX EXPENSE

Taxation comprises the following:

	Second Quarter Current Year	Cumulative Quarter Current Year-to-date
	<u>30/09/2009</u>	<u>30/09/2009</u>
	RM'000	RM'000
<u>Income Tax:</u>		
Current Quarter / Year-to-date	75,375	154,192
<u>Deferred Taxation:</u>		
Current Quarter / Year-to-date	121	(3,137)
	<u>75,496</u>	<u>151,055</u>

The effective tax rate is higher than the statutory tax rate due to certain expenses disallowed for tax purposes.

B6 UNQUOTED INVESTMENTS AND PROPERTIES

There were no disposals of unquoted securities and no material gains or losses from disposal of properties during the financial period.

B7 QUOTED INVESTMENTS

There were no investments in quoted securities during the financial period.

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B8 STATUS OF CORPORATE PROPOSALS ANNOUNCED

There were no corporate proposals announced but not completed at the latest practicable date for the Group.

B9 BORROWINGS

Particulars of the Group's borrowings are as follows:

	<u>30/09/2009</u>	<u>31/03/2009</u>
	RM'000	RM'000
Finance lease liabilities:		
Current - secured	-	444
Non-current - secured	-	497
	<u>-</u>	<u>941</u>

B10 OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There are no off balance sheet risks as at the date of this report that may materially affect the position or business of the Group.

B11 MATERIAL LITIGATION

The Company is continuing its legal action against a customer for recovery of trade receivables amounting to RM31.7 million initiated during last financial year. This amount has already been provided for in the last financial year.

B12 DIVIDENDS

The Board has declared an interim dividend of 15 sen per ordinary share less tax at 25% for the six months ended 30 September 2009 amounting to RM111,763,575 payable on 23 December 2009 (2008: interim dividend of 12 sen per ordinary share less tax at 25% amounting to RM89,410,860).

NOTICE IS HEREBY GIVEN that the interim dividend of 15 sen per ordinary share less tax at 25% will be payable on 23 December 2009 to depositors registered in the Records of Depositors at the close of business on 9 December 2009. A depositor shall qualify for entitlement to the dividends only in respect of:-

- a) Shares transferred into Depositors' Securities Account before 4pm on 9 December 2009 in respect of ordinary transfer.
- b) Share bought on the Bursa Malaysia on a cum entitlement basis according to the rules of the Bursa Malaysia.

B13 BASIC EARNINGS PER SHARE

Basic earnings per share is derived based on the profit attributable to shareholders of the Company and based on the number of ordinary shares outstanding as at 30 September.

	Second Quarter Current Year		Cumulative Quarter Current Year-to-date	
	<u>30/09/2009</u>	<u>30/09/2008</u>	<u>30/09/2009</u>	<u>30/09/2008</u>
Profit for the period (RM'000)	199,217	131,647	404,580	363,856
Number of ordinary shares in issue ('000)	993,454	993,454	993,454	993,454
Earnings per ordinary share (sen)	<u>20.1</u>	<u>13.3</u>	<u>40.7</u>	<u>36.6</u>

BY ORDER OF THE BOARD

Ahmad Nabil Azizan (LS 05484)
Yeap Kok Leong (MAICSA 0862549)
Joint Secretaries
Kuala Lumpur
23 November 2009