MAXIS BERHAD

(867573 – A)

(INCORPORATED IN MALAYSIA)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

The Board of Directors of Maxis Berhad (“Maxis” or “the Company”) is pleased to announce the following unaudited condensed consolidated financial statements for the fourth quarter ended 31 December 2010 which should be read in conjunction with the Notes on pages 8 to 27.

Save for the unaudited Individual Quarter of the Condensed Consolidated Income Statements and Condensed Consolidated Statements of Financial Position, the comparatives presented below do not represent a “like for like” comparison of the operational performance of Maxis and its subsidiaries (“the Group”) because of the accounting treatment adopted for the business combination by Maxis which was completed on 1 October 2009. The comparatives represent that of Maxis Mobile Services Sdn Bhd (“MMSSB”)’s mobile retail business and its 44% effective equity interest in PT Natrindo Telepon Seluler, the Indonesian mobile operations, as MMSSB is the deemed acquirer for the purpose of accounting.

The Board of Directors has provided additional financial information as set out in Note 2 on pages 12 to 16 to facilitate comparability of the operational performance of the Group between the reported periods.

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		QUARTER ENDED 31/12/2010	QUARTER ENDED 31/12/2009	**YEAR ENDED 31/12/2010**	YEAR ENDED 31/12/2009
	Note	**RM’ m**	RM’ m	**RM’ m**	RM’ m
Revenue	10	**2,310**	2,211	**8,869**	7,611
Cost of sales		**(778)**	(720)	**(2,957)**	(4,587)
Gross profit		**1,532**	1,491	**5,912**	3,024
Other income		**28**	1	**41**	877
Administrative expenses		**(406)**	(390)	**(1,565)**	(1,206)
Network operation costs		**(250)**	(282)	**(978)**	(282)
Other expenses		**(17)**	(80)	**(67)**	(147)
Profit from operations		**887**	740	**3,343**	2,266
Finance income		**9**	4	**29**	21
Finance cost		**(64)**	(49)	**(240)**	(73)
Share of results of a jointly controlled entity		**-**	-	**-**	(275)
Profit before tax	10	**832**	695	**3,132**	1,939
Taxation	18	**(222)**	(192)	**(837)**	(361)
Profit for the period/year attributable to equity holders		**610**	503	**2,295**	1,578
Earnings per share attributable to equity holders (sen):					
- Basic	27	**8.1**	6.7	**30.6**	27.3
- Diluted(1)		**NA**	NA	**NA**	NA

Note :
(1) NA denotes “Not Applicable” as there are no dilutive ordinary shares.

MAXIS BERHAD

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(INCORPORATED IN MALAYSIA)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED 31/12/2010	QUARTER ENDED 31/12/2009	**YEAR ENDED 31/12/2010**	YEAR ENDED 31/12/2009
	RM' m	RM' m	**RM' m**	RM' m
Profit for the period/year	**610**	503	**2,295**	1,578
Other comprehensive (expense)/ income: [(2)]				
Currency translation differences	**-**	-	**-**	69
Net change in cash flow hedge	**(21)**	-	**(99)**	-
Other comprehensive (expense)/income for the period/year	**(21)**	-	**(99)**	69
Total comprehensive income for the period/year attributable to equity holders	**589**	503	**2,196**	1,647

Note :

(2) There is no income tax attributable to the components of other comprehensive income/expense.

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(INCORPORATED IN MALAYSIA)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Note	**AS AT 31/12/2010 (Unaudited)**	(Restated)[3] AS AT 31/12/2009 (Audited)
		RM' m	RM' m
Non-current assets			
Property, plant and equipment	11	**5,007**	4,561
Intangible assets [4]		**11,019**	11,019
Deferred tax assets		**96**	86
		16,122	15,666
Current assets			
Amounts due from related parties		**14**	10
Inventories		**214**	134
Receivables, deposits and prepayments		**936**	790
Tax recoverable		**41**	6
Cash and cash equivalents		**898**	1,192
		2,103	2,132
TOTAL ASSETS		**18,225**	17,798
Current liabilities			
Provisions for liabilities and charges		**60**	56
Payables and accruals		**3,106**	2,496
Amounts due to related parties		**43**	19
Amounts due to a fellow subsidiary		**1**	1
Amount due to immediate holding company		**-**	38
Borrowings	22	**13**	22
Loan from a related party	22	**-**	31
Taxation		**100**	198
Dividend payable		**-**	450
		3,323	3,311
Net current liabilities		**(1,220)**	(1,179)

Notes:

[3] The property, plant and equipment has been restated to comply with Amendment to FRS 117 "Leases" that came into effect 1 January 2010 which requires reassessment on the classification of leasehold land as finance lease or operating lease based on the extent of risks and rewards associated with the land. The Group has concluded that the leasehold land is a finance lease and reclassified it to property, plant and equipment. Further details are set out in Note 1(b) on Page 10.

[4] Includes telecommunication licenses with allocated spectrum rights of RM10,707 million and goodwill arising from acquisition of subsidiaries of RM219 million.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (Continued)

	Note	AS AT 31/12/2010 (Unaudited) RM' m	(Restated)[3] AS AT 31/12/2009 (Audited) RM' m
Non-current liabilities			
Borrowings	22	**5,061**	21
Provisions for liabilities and charges		**127**	116
Payables and accruals	22	**46**	7
Loan from immediate holding company		**-**	4,992
Loan from a related party	22	**33**	-
Derivative financial liabilities		**349**	-
Deferred tax liabilities		**620**	406
		6,236	5,542
Net assets		**8,666**	8,945
Equity			
Share capital		**750**	750
Reserves		**7,916**	8,195
Total equity		**8,666**	8,945
Net assets per share (RM)		**1.16**	1.19

Note:

(3) The property, plant and equipment has been restated to comply with Amendment to FRS 117 "Leases" that came into effect 1 January 2010 which requires reassessment on the classification of leasehold land as finance lease or operating lease based on the extent of risks and rewards associated with the land. The Group has concluded that the leasehold land is a finance lease and reclassified it to property, plant and equipment. Further details are set out in Note 1(b) on Page 10.

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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Issued and fully paid							
Year ended 31/12/2010	**Number of shares**	**Nominal value**	**Share premium**	**Merger Relief [5]**	**Reserve arising from reverse acquisition**	**Other reserves**	**Retained earnings (Note 24)**	**Total equity**
	' m	**RM' m**	**RM' m**	**RM' m**	**RM' m**	**RM' m**	**RM' m**	**RM' m**
Balance as at 1/1/2010	**7,500**	**750**	**-**	**30,440**	**(22,729)**	**53**	**431**	**8,945**
Profit for the year	**-**	**-**	**-**	**-**	**-**	**-**	**2,295**	**2,295**
Other comprehensive expense for the year	**-**	**-**	**-**	**-**	**-**	**(99)**	**-**	**(99)**
Total comprehensive (expense)/ income for the year	**-**	**-**	**-**	**-**	**-**	**(99)**	**2,295**	**2,196**
Dividends for the year ended 2009	**-**	**-**	**-**	**-**	**-**	**-**	**(675)**	**(675)**
Dividends for the year ended 2010	**-**	**-**	**-**	**-**	**-**	**-**	**(1,800)**	**(1,800)**
Balance as at 31/12/2010	**7,500**	**750**	**-**	**30,440**	**(22,729)**	**(46)**	**251**	**8,666**
Balance as at 1/1/2009	1,294	1,294	61	-	-	(92)	261	1,524
Profit for the year	-	-	-	-	-	-	1,578	1,578
Other comprehensive income for the year	-	-	-	-	-	69	-	69
Total comprehensive income for the year	-	-	-	-	-	69	1,578	1,647
Disposal of a subsidiary	-	-	-	-	-	28	-	28
Acquisition of subsidiaries	6,206	(544)	(61)	30,440	(22,729)	(5)	-	7,101
Share-based payments	-	-	-	-	-	53	-	53
Dividends for the year ended 2009 payable to:								
- Maxis Communications Berhad	-	-	-	-	-	-	(958)	(958)
- the Company's shareholders	-	-	-	-	-	-	(450)	(450)
Balance as at 31/12/2009	7,500	750	-	30,440	(22,729)	53	431	8,945

Note:

[5] Pursuant to Section 60(4)(a) of the Companies Act, 1965, the premium on the shares issued by the Company as consideration for the acquisition of subsidiaries in the financial year ended 31 December 2009 are not recorded as share premium. The difference between the issue price and the nominal value of shares issued is classified as merger relief.

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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	YEAR ENDED 31/12/2010 (Unaudited)	(Restated)[6] YEAR ENDED 31/12/2009 (audited)
	RM' m	RM' m
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the year	**2,295**	1,578
Adjustments for:		
- non-cash items	**1,219**	(293)
- finance income	**(29)**	(21)
- finance cost	**240**	73
- taxation	**837**	361
- share of results of a jointly controlled entity	-	275
Payments for provision for liabilities and charges	**(29)**	(11)
Other payments	**(15)**	(69)
Operating profit before working capital changes	**4,518**	1,893
Changes in working capital	**309**	(385)
Cash inflow from operations	**4,827**	1,508
Interest received	**29**	22
Net tax paid	**(765)**	(180)
Net cash flows generated from operating activities	**4,091**	1,350
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash inflow from acquisition of subsidiaries	**-**	170
Payments for handset subsidies	**(75)**	(105)
Purchase of property, plant and equipment	**(1,381)**	(590)
Proceeds from disposal of property, plant and equipment	**1**	4
Proceeds from disposal of a subsidiary	**-**	1,019
Net cash flows (used in)/from investing activities	**(1,455)**	498

Note:
[6] The net cash flows used in operating and investing activities have been restated to comply with Amendment to FRS 107 "Statement of Cash flows" that came into effect 1 January 2010 which requires expenditure resulting in recognition of assets to be categorised as cash flow from investing activities. Further details are set out in Note 1(b) on Page 10.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (continued)

	YEAR ENDED 31/12/2010 RM' m	(Restated)[6] YEAR ENDED 31/12/2009 RM' m
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of bank borrowings	**5,315**	-
Repayment of loan from immediate holding company	**(4,992)**	-
Repayment of lease financing	**(28)**	(1)
Interest paid	**(255)**	-
Syndicated loan documentation fees paid	**(45)**	-
Dividends paid	**(2,925)**	-
Settlement of inter-company balances by subsidiaries	**-**	(2,555)
Settlement of inter-company balances by immediate holding company	**-**	704
Redemption of redeemable preference shares	**-**	(1)
Net cash flows used in financing activities	**(2,930)**	(1,853)
NET DECREASE IN CASH AND CASH EQUIVALENTS	**(294)**	(5)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	**1,192**	1,197
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	**898**	1,192

Note:

(6) The net cash flows used in operating and investing activities have been restated to comply with Amendment to FRS 107 "Statement of Cash flows" that came into effect 1 January 2010 which requires expenditure resulting in recognition of assets to be categorised as cash flow from investing activities. Further details are set out in Note 1(b) on Page 10.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

1. BASIS OF PREPARATION

The unaudited quarterly report has been prepared in accordance with the reporting requirements as set out in Financial Reporting Standard ("FRS") 134 – Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements ("Bursa Securities Listing Requirements") and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2009 and the accompanying explanatory notes attached to the unaudited condensed consolidated financial statements.

(a) FRS which is applicable to the Group effective 1 January 2010 and has an impact on the accounting polices of the Group

The significant accounting polices adopted for the unaudited condensed consolidated financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2009 except for the adoption of FRS 139 "Financial Instruments: Recognition and Measurement" that came into effect on 1 January 2010 which has a significant impact on the unaudited condensed consolidated financial statements for the year ended 31 December 2010.

FRS 139 "Financial Instruments: Recognition and Measurement"

FRS 139 establishes principles for recognising and measuring financial assets, financial liabilities and some contracts to buy and sell non-financial items. The significant impact arising from the adoption is the recognition of derivative financial instrument in the financial statements at fair value as further explained in Note 23.

Below are the changes in the Group's accounting policy in relation to derivative financial instruments and hedge accounting:

Derivative financial instruments and hedge accounting:

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently remeasured at their fair value. The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and if so, the nature of the item being hedged.

The Group designates and documents at the inception of the transaction the relationship between hedging instruments and hedged items, as well as its risk management objectives and strategy for undertaking various hedging transactions. The Group assesses both at hedge inception and on an ongoing basis, of whether the derivatives that are used in hedging transactions are highly effective in offsetting changes in fair values or cash flows of hedged items and applies hedge accounting only where effectiveness tests are met on both a prospective and retrospective basis. The full fair value of a hedging derivative is classified as a non-current asset or liability when the remaining hedged item is more than 12 months, and as a current asset or liability when the remaining maturity of the hedged item is less than 12 months.

<u>Cash flow hedge</u>

The Group uses cash flow hedges to mitigate the risk of variability of future cash flows attributable to foreign currency and interest rate fluctuations over the hedging period on the foreign currency borrowings. Where a cash flow hedge qualifies for hedge accounting, the effective portion of gains or losses on remeasuring the fair value of the hedging instrument are recognised directly in equity in the cash flow hedging reserve until such time as the hedged item affects profit or loss, then the gains or losses are transferred to the income statement. Gains or losses on any portion of the hedge determined to be ineffective are recognised immediately in the income statement. The application of hedge accounting will create some volatility in equity reserve balances.

1. BASIS OF PREPARATION (continued)

(a) FRS which is applicable to the Group effective 1 January 2010 and has an impact on the accounting polices of the Group (continued)

FRS 139 "Financial Instruments: Recognition and Measurement" (continued)

Borrowings in a designated hedging relationship:

Borrowings subject to cash flow hedges are recognised initially at fair value based on the applicable spot price plus any transaction costs that are directly attributable to the issue of borrowing. These borrowings are subsequently carried at amortised costs, translated at applicable spot exchange rate at reporting date. Any difference between the final amount paid to discharge the borrowing and the initial proceeds is recognised in the income statement over the borrowing period using the effective interest method.

Currency gains or losses on the borrowings are recognised in the income statement, along with the associated gains or losses on the hedging instrument, which have been transferred from the cash flow hedging reserve to the income statement.

Save for the above, the adoption of FRS 139 does not have any significant impact on the Group's financial assets and liabilities.

(b) FRSs and Amendments to FRSs which are applicable to the Group effective 1 January 2010 and have an impact to the presentation and disclosure of the unaudited condensed financial statements

The adoption of the following FRSs and amendments to FRSs that came into effect on 1 January 2010, as disclosed in the audited consolidated financial statements for the financial year ended 31 December 2009, have an impact on the presentation and disclosure of the financial statements:

- FRS 8 Operating Segments
- FRS 101 Presentation of Financial Statements
- Amendments to FRSs contained in document entitled "Improvements to FRSs (2009)" – Amendments to FRS 107 "Statement of Cash Flows" and FRS 117 "Leases"

FRS 8 "Operating Segments"

The new FRS requires a 'management approach', under which segment information is reported in a manner that is consistent with the internal reporting provided to the chief operating decision-maker. The adoption has resulted in an additional disclosure on reconciling the reportable segments' profit from operations to the Group's profit/(loss) before tax.

FRS 101 "Presentation of Financial Statements"

The new FRS prohibits the presentation of items of income and expenses (that is "non-owner changes in equity") in the statement of changes in equity. Non-owner changes in equity are to be presented separately from owner changes in equity. All non-owner changes in equity will be required to be shown in a performance statement, but entities can choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income).

The Group has elected to present two separate statements, ie. income statement and statement of comprehensive income. All non-owner changes in equity are now included in the statement of comprehensive income.

1. BASIS OF PREPARATION (continued)

(b) FRSs and Amendments to FRSs which are applicable to the Group effective 1 January 2010 and have an impact to the presentation and disclosure of the unaudited condensed financial statements (continued)

Amendment to FRS 107 "Statement of Cash flows"

The amendment requires the Group to reclassify expenditure resulting in recognition of assets to be categorised as a cash flow from investing activities. The reclassification has been made retrospectively and comparative audited Consolidated Statement of Cash Flows for the year 31 December 2009 has been restated as below so that it is in conformity with the revised standard:

	Consolidated Cash Flow Statement for the year ended 31/12/2009	Effects on adoption of amendment to FRS 107	Restated Consolidated Statement of Cash Flows for the year ended 31/12/2009
	RM' m	RM' m	RM' m
Payments for handset subsidies			
Cash flows from operating activities	1,245	105	1,350
Cash flow from investing activities	603	(105)	498

Amendment to FRS 117 "Leases"

The amendment requires the Group to reassess the classification of leasehold land as finance lease or operating lease based on the extent of risks and rewards associated with the land. The Group has reassessed the risks and rewards of the leasehold land and concluded that it is a finance lease. Consequently, leasehold land has been reclassified from prepaid lease payments to property, plant and equipment.

The reclassification has been made retrospectively and comparative Consolidated Statement of Financial Position as at 31 December 2009 has been restated as below so that it is in conformity with the revised standard:

	Consolidated Balance Sheet as previously reported	Effects on adoption of amendment to FRS 117	Consolidated Statement of Financial Position as restated
	RM' m	RM' m	RM' m
Property, plant and equipment	4,555	6	4,561
Prepaid lease payments	6	(6)	-

1. BASIS OF PREPARATION (continued)

(c) FRSs, Amendments to FRSs and Issues Committee ("IC") Interpretations which are applicable to the Group effective 1 January 2010 but have no significant impact to the unaudited condensed financial statements

The adoption of the following FRSs, amendments to FRSs and IC Interpretations that came into effect on 1 January 2010, as disclosed in the audited consolidated financial statements for the financial year ended 31 December 2009, did not have any significant impact on the unaudited condensed consolidated financial statements upon their initial application.

- FRS 7 — Financial Instruments: Disclosures
- FRS 123 — Borrowing Costs
- Amendments to FRS 2 — Share-based Payment: Vesting Conditions and Cancellations
- Amendments to FRS 127 — Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
- IC Interpretation 9 — Reassessment of Embedded Derivatives
- IC Interpretation 10 — Interim Financial Reporting and Impairment
- IC Interpretation 13 — Customer Loyalty Programmes
- Amendments to FRSs contained in document entitled "Improvements to FRSs (2009)", save for those disclosed in Note (b) on page 10.

(d) FRSs, Amendments to FRSs and IC Interpretations which are applicable to the Group but not yet effective

The following revised FRSs, amendments to FRSs and IC Interpretations have been issued by the MASB and have yet to be adopted by the Group:

<u>Effective for financial periods on or after 1 July 2010</u>

- Revised FRS 3 — Business Combinations
- Revised FRS 127 — Consolidated and Separate Financial Statements
- Amendments to FRS 2 — Share-based Payment
- Amendments to FRS 5 — Non-current Assets Held for Sale and Discontinued Operations
- Amendments to FRS 138 — Intangible Assets
- Amendments to IC Interpretation 9 — Reassessment of Embedded Derivatives

<u>Effective for financial periods on or after 1 January 2011</u>

- Amendments to FRS 2 — Group Cash-settled Share-based Payment Transactions
- Amendments to FRS 7 — Improving Disclosure about Financial Instruments
- IC Interpretation 4 — Determining whether an Arrangement contains a Lease
- Amendments to FRSs contained in the document entitled "Improvements to FRSs (2010)"

<u>Effective for financial periods on or after 1 January 2012</u>

- Revised FRS 124 — Related Party Disclosures

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

2. REVIEW OF PERFORMANCE

(A) Performance of the current quarter against the preceding quarter (4th Quarter versus 3rd Quarter 2010)

Consolidated Income Statements (Unaudited) (RM'm)	**4th Quarter 2010**	**3rd Quarter 2010**	**Variance**	**% Variance**
Revenue	**2,310**	2,216	94	4
Cost of sales	**(778)**	(702)	(76)	(11)
Gross profit	**1,532**	1,514	18	1
Other income	**28**	3	25	>100
Administrative expenses	**(406)**	(394)	(12)	(3)
Network operation costs	**(250)**	(240)	(10)	(4)
Other expenses	**(17)**	(17)	-	-
Profit from operations	**887**	866	21	2
Finance income	**9**	8	1	13
Finance cost	**(64)**	(59)	(5)	(8)
Profit before tax ("PBT")	**832**	815	17	2
Taxation	**(222)**	(214)	(8)	(4)
Profit for the period attributable to equity holders of the Company	**610**	601	9	1
EBITDA [(1)]	**1,168**	1,138	30	3
EBITDA margin (%)	**50.6**	51.4	(0.8)	NA
Total depreciation and amortisation	**271**	260	11	4

Note:
[(1)] Defined as profit before interest income, finance cost, tax, depreciation, amortisation and allowance for write down of identified network costs.

Consolidated Statements of Cash Flows (Unaudited) (RM'm)	**4th Quarter 2010**	**3rd Quarter 2010**	**Variance**	**% Variance**
Net cash flows generated from operating activities	**1,117**	1,112	5	-
- *Changes in working capital*	***148***	*219*	*(71)*	*(32)*
Net cash flows used in investing activities	**(514)**	(473)	(41)	(9)
- *Purchase of property, plant and equipment*	***(492)***	*(456)*	*(36)*	*(8)*
Net cash flows used in financing activities	**(670)**	(581)	(89)	(15)
- *Drawdown of bank borrowings*	-	*315*	*(315)*	*(100)*
- *Dividends paid*	***(600)***	*(825)*	*225*	*27*
- *Interest paid*	***(62)***	(57)	*(5)*	*(9)*
Net changes	**(67)**	58	(125)	>(100)
Cash and cash equivalents at the beginning of the period	**964**	907	57	6
Effects of exchange rate changes	**1**	(1)	2	>100
Cash and cash equivalents at the end of the period	**898**	964	(66)	(7)

2. REVIEW OF PERFORMANCE (continued)

(A) Performance of the current quarter against the preceding quarter (4th Quarter versus 3rd Quarter 2010) (continued)

Operational indicators	4th Quarter 2010	3rd Quarter 2010	Variance	% Variance
Number of mobile subscriptions ('000)				
- Postpaid	**2,673**	2,677	(4)	-
- Prepaid	**10,687**	10,324	363	4
- Wireless broadband [(1)]	**594**	524	70	13
- Total	**13,954**	13,525	429	3
Monthly ARPU (RM)				
- Postpaid	**108**	101	7	7
- Prepaid	**34**	35	(1)	(3)
- Wireless broadband	**64**	70	(6)	(9)
- Blended	**49**	49	-	-
Average monthly MOUs (minutes) per subscription [(2)]				
- Postpaid	**356**	352	4	1
- Prepaid	**126**	126	-	-
- Blended	**171**	172	(1)	(1)

Notes:

(1) Defined as customers who have subscribed to data plans via a USB modem. Total number of subscribers who have subscribed to data plans, i.e. on both USB modems and handsets are 853,000 as at 31 December 2010 (Q3 2010: 714,000).

(2) Average monthly MOU per subscription excludes roaming partner minutes but includes free minutes.

The Group recorded a quarter-on-quarter revenue growth of 4% or RM94 million primarily driven by an increase in non-voice revenue by RM84 million or 10% to RM893 million contributed by advanced data services (ADS), short message service (SMS) and wireless broadband businesses, partially offset by reduction in interconnect revenue. Non-voice revenue as a percentage of total mobile services revenue increased from 39% to 41%. Higher ADS revenue was mainly driven by mobile internet browsing, content and device revenues. Wireless broadband revenue grew by 5% or RM5 million to RM111 million on increased subscriptions from 524,000 as at 30 September 2010 to 594,000 as at 31 December 2010 and collection of activation fees.

Monthly postpaid ARPU increased by RM7 to RM108 mainly due to higher mobile internet usage, domestic voice usage and international direct dialing voice. Monthly prepaid ARPU remained relatively stable at RM34 whilst wireless broadband ARPU dropped RM6 to RM64 as a result of higher take up of lower monthly subscription packages. The monthly blended MOU per subscription remained relatively stable at 171 minutes with postpaid registering marginally higher MOU by 4 minutes.

In the current quarter, the Group's EBITDA improved by RM30 million or 3% on the back of higher revenue and one-off other income of RM23 million arising from liquidated damages claim against an external vendor, partly offset by higher device expenses and operating expenses. The resultant EBITDA margin decreased by 0.8% point from the previous quarter.

As a result of higher EBITDA partly offset by higher depreciation charge and finance costs, PBT at RM832 million was RM17 million or 2% higher than the preceding quarter. Consequently, profit for the period was higher at RM610 million compared to RM601 million in the preceding quarter.

2. REVIEW OF PERFORMANCE (continued)

(B) Performance of the current year against the preceding year (Year 2010 versus Year 2009)

To facilitate the comparability of the operational performance of the Group between the reported periods, the year-to-date 2009 set out below are prepared on the assumption that the business combination had been effected on 1 January 2009.

Consolidated Income Statements (Unaudited) (RM'm)	Year 2010	Year 2009	Variance	% Variance
Revenue	**8,869**	8,611	258	3
Cost of sales	**(2,957)**	(2,797)	(160)	(6)
Gross profit	**5,912**	5,814	98	2
Other income	**41**	5	36	>100
Administrative expenses	**(1,565)**	(1,497)	(68)	(5)
Network operation costs	**(978)**	(1,131)	153	14
Other expenses	**(67)**	(136)	69	51
Profit from operations	**3,343**	3,055	288	9
Finance income	**29**	29	-	-
Finance cost	**(240)**	(77)	(163)	>(100)
Profit before tax	**3,132**	3,007	125	4
Taxation	**(837)**	(775)	(62)	(8)
Profit for the year attributable to equity holders	**2,295**	2,232	63	3
EBITDA[1]	**4,416**	4,337	79	2
EBITDA margin (%)	**49.8**	50.4	(0.6)	NA
Total depreciation and amortisation	**1,051**	1,165	(114)	(10)

Note:
[1] Defined as profit before interest income, finance cost, tax, depreciation, amortisation, allowance for write down of identified network costs, listing and related expenses and shared-based payment in relation to the listing.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

2. REVIEW OF PERFORMANCE (continued)

(B) Performance of the current year against the preceding year (Year 2010 versus Year 2009) (continued)

Consolidated Statements of Cash Flows (Unaudited) (RM'm)	Year 2010	Year 2009 (Restated)	Variance	% Variance
Net cash flows generated from operating activities	**4,091**	3,230	861	27
- *Changes in working capital*	***309***	*(336)* [1]	*645*	*>100*
Net cash flows used in investing activities	**(1,455)**	(317)	(1,138)	>(100)
- *Purchase of property, plant and equipment*	***(1,381)***	*(1,222)*	*(159)*	*(13)*
Net cash flows used in financing activities	**(2,930)**	(3,413)	483	14
- *Drawdown of bank borrowings*	***5,315***	-	*5,315*	*100*
- *Repayment of loan from immediate holding company*	***(4,992)***	-	*(4,992)*	*(100)*
- *Dividends paid*	***(2,925)***	*(3,731)*	*806*	*22*
- *Interest paid*	***(255)***	*(1)*	*(254)*	*>(100)*
Net changes	**(294)**	(500)	206	41
Cash and cash equivalents at the beginning of the period	**1,192**	1,692	(500)	(30)
Cash and cash equivalents at the end of the period	**898**	1,192	(294)	(25)

Operational indicators	Year 2010	Year 2009	Variance	% Variance
Number of mobile subscriptions ('000)				
- Postpaid	**2,673**	2,711	(38)	(1)
- Prepaid	**10,687**	9,316	1,371	15
- Wireless broadband [2]	**594**	264	330	>100
- Total	**13,954**	12,291	1,663	14
Monthly ARPU (RM)				
- Postpaid	**104**	104	-	-
- Prepaid	**36**	41	(5)	(12)
- Wireless broadband	**68**	97	(29)	(30)
- Blended	**50**	56	(6)	(11)
Average monthly MOUs (minutes) per subscription [3]				
- Postpaid	**357**	372	(15)	(4)
- Prepaid	**124**	117	7	6
- Blended	**172**	175	(3)	(2)

Notes:
[1] Included settlement of balances due to Maxis Communications Berhad of RM322 million in relation to previous years' working capital requirements.
[2] Defined as customers who have subscribed to data plans via a USB modem. Total number of subscribers who have subscribed to data plans, i.e. on both USB modems and handsets are 853,000 as at 31 December 2010 (Year 2009: 383,000).
[3] Average monthly MOU per subscription excludes roaming partner minutes but includes free minutes.

2. REVIEW OF PERFORMANCE (continued)

(B) Performance of the current year against the preceding year (Year 2010 versus Year 2009) (continued)

Revenue for Year 2010 increased by 3% or RM258 million over last year mainly due to increased non-voice revenue generated from the mobile services, partially offset by reduction in voice and interconnect revenue. The growth in non-voice revenue was primarily due to increase in ADS and wireless broadband. Mobile subscriptions at 13,954,000, grew 14% with prepaid and wireless broadband growing by 1,371,000 and 330,000 subscriptions respectively.

The ARPUs for prepaid and wireless broadband were impacted by the higher take up of lower priced plans resulting in lower ARPU respectively whilst the ARPU for postpaid remained flat at RM104. The monthly blended MOU per subscription declined marginally by 3 minutes with postpaid registering lower MOU by 15 minutes offset by higher prepaid MOU by 7 minutes.

The Group's EBITDA grew by 2% or RM79 million on the back of higher revenue and one-off other income partly offset by higher device expenses and operating expenses. The resultant EBITDA margin decreased by 0.6% point from the previous year largely impacted by increase in device expenses, network costs and higher sales and marketing costs incurred for the 2010 FIFA World Cup sponsorship, partly offset by lower allowance for doubtful debts from improved collection, repair and maintenance costs coupled with cost savings from cost management initiatives.

As a result of higher EBITDA, lower depreciation charge and one-off items in relation to Initial Public Offering (IPO) of RM103 million incurred in 2009 partly offset by higher finance costs and tax expense, PBT at RM3,132 million was RM125 million or 4% higher than last year. Consequently, profit for the year was higher at RM2,295 million compared to RM2,232 million in Year 2009.

3. PROSPECTS FOR THE FINANCIAL YEAR ENDING 31 DECEMBER 2011

The mobile industry is expected to become more competitive with aggressive marketing and promotion programmes putting further pressure on tariffs and operating margins. The driver of revenue growth for the foreseeable future is from the increasing demand for wireless broadband, internet access and other non-voice services. To underpin Maxis leadership in these areas of growth and secure future data revenues to compensate for slowing growth in voice revenues, we are continuing to invest in evolution of our networks, in driving customer demand for smart data devices and in enhancing the customer experience.

The Group will also continue its focus on cost management and operational efficiency initiatives to maintain operating margins.

Barring any unforeseen circumstances, the Board of Directors expects the performance of the Group for the financial year ending 31 December 2011 to be satisfactory.

4. QUALIFICATION OF PRECEDING AUDITED FINANCIAL STATEMENTS

There was no qualification to the preceding audited financial statements for the financial year ended 31 December 2009.

5. SEASONAL / CYCLICAL FACTORS

The operations of the Group were not significantly affected by seasonality and cyclical factors.

6. UNUSUAL ITEMS

There were no significant unusual items affecting the assets, liabilities, equity, net income, or cash flows during the current quarter and financial year ended 31 December 2010.

7. MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates of amounts reported in prior financial period that have a material effect in the current quarter and financial year ended 31 December 2010.

8. DEBT AND EQUITY SECURITIES

There were no issuance, repurchase and repayment of debt and equity securities by Maxis Berhad during the current quarter and financial year ended 31 December 2010.

9. DIVIDENDS PAID

The following dividend payments were made during the financial year ended 31 December 2010:

	RM' m
In respect of the financial year ended 31 December 2009:	
- first interim single-tier tax exempt dividend of 6.0 sen per ordinary share, paid on 15 January 2010	**450**
- second interim single-tier tax exempt dividend of 6.0 sen per ordinary share, paid on 30 March 2010	**450**
- final single-tier tax exempt dividend of 3.0 sen per ordinary share, paid on 15 July 2010	**225**
In respect of the financial year ended 31 December 2010:	
- first interim single-tier tax exempt dividend of 8.0 sen per ordinary share, paid on 30 June 2010	**600**
- second interim single-tier tax exempt dividend of 8.0 sen per ordinary share, paid on 30 September 2010	**600**
- third interim single-tier tax exempt dividend of 8.0 sen per ordinary share, paid on 30 December 2010	**600**
	2,925

10. SEGMENT RESULTS AND REPORTING

The Group operates in three key segments in Malaysia, comprising the provision of mobile services which is a major contributor to the Group's operations, fixed line services and international gateway services. Inter-segment revenue comprise network services and management services rendered to other business segments within the Group. Some transactions are transacted at normal commercial terms that are no more favourable than that available to other third parties whilst the rest are allocated based on an equitable basis of allocation.

Quarter Ended 31/12/2010	**Mobile services**	**Fixed line services**	**International gateway services**	**Other operations**	**Elimination**	**Group**
	RM' m	**RM' m**	**RM' m**	**RM' m**	**RM' m**	**RM' m**
External revenue	**2,152**	**50**	**108**	**-**	**-**	**2,310**
Inter-segment revenue	**9**	**6**	**48**	**76**	**(139)**	**-**
Total revenue	**2,161**	**56**	**156**	**76**	**(139)**	**2,310**
Profit from operations	**855**	**29**	**-**	**3**	**-**	**887**
Finance income						**9**
Finance cost						**(64)**
Profit before tax						**832**

Quarter Ended 31/12/2009	Mobile services	Fixed line services	International gateway services	Other operations	Elimination	Group
External revenue	2,075	44	92	-	-	2,211
Inter-segment revenue	22	9	72	73	(176)	-
Total revenue	2,097	53	164	73	(176)	2,211
Profit/(loss) from operations	763	17	17	(57)	-	740
Finance income						4
Finance cost						(49)
Profit before tax						695

10. SEGMENT RESULTS AND REPORTING (continued)

Year Ended 31/12/2010	**Mobile services**	**Fixed line services**	**International gateway services**	**Other operations**	**Elimination**	**Group**
	RM' m	**RM' m**	**RM' m**	**RM' m**	**RM' m**	**RM' m**
External revenue	**8,279**	**185**	**405**	**-**	**-**	**8,869**
Inter-segment revenue	**42**	**28**	**219**	**288**	**(577)**	**-**
Total revenue	**8,321**	**213**	**624**	**288**	**(577)**	**8,869**
Profit from operations	**3,282**	**48**	**9**	**4**	**-**	**3,343**
Finance income						**29**
Finance cost						**(240)**
Profit before tax						**3,132**
Year Ended 31/12/2009						
External revenue	7,475	44	92	-	-	7,611
Inter-segment revenue	22	9	72	73	(176)	-
Total revenue	7,497	53	164	73	(176)	7,611
Profit/(loss) from operations	2,316	17	17	(84)	-	2,266
Finance income						21
Finance cost						(73)
Share of results of a jointly controlled entity						(275)
Profit before tax						1,939

11. VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

There were no revaluations of property, plant and equipment for the period under review. As at 31 December 2010, all property, plant and equipment were stated at cost less accumulated depreciation.

12. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

There were no material events subsequent to the end of the financial year.

13. CHANGES IN THE COMPOSITION OF THE GROUP

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

14. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

In the normal course of business, the Group incurs certain contingent liabilities arising from legal recourse sought by its customers and claims certain contingent assets from its vendors. No material losses/gains are anticipated as a result of these transactions.

The amounts of contingent liabilities as at 22 February 2011 were as follows:

	RM' m
Indemnity given to financial institutions – unsecured:	
(a) Royal Malaysian Customs (for bank guarantees in relation to clearance on import of goods)	**23**
(b) Malaysian Communications and Multimedia Commission (for performance guarantee in relation to 3G spectrum assignment)	**39**
(c) Others (for bank guarantees issued to mainly local authorities for the purpose of infrastructure works, utility companies and others)	**39**
	101

15. CAPITAL COMMITMENTS

Capital expenditure for property, plant and equipment approved by the Directors and not provided for in the unaudited condensed consolidated financial statements as at 31 December 2010 are as follows:

	RM' m
Contracted for	**477**
Not contracted for	**1,070**
	1,547

16. SIGNIFICANT RELATED PARTY DISCLOSURES

The significant related party transactions and balances described below were carried out in the ordinary course of business and on commercial terms that are no more favourable than that available to other third parties.

	Transactions for the year ended 31/12/2010	Balances due from/(to) as at 31/12/2010
	RM' m	**RM' m**
(a) Sales of goods and services to:		
- MEASAT Broadcast Network Systems Sdn. Bhd. and its related companies [1] (VSAT, telephony and international bandwidth services)	**33**	**7**
- Saudi Telecom Company ("STC")[2] (roaming and international calls)	**11**	**-**
- Aircel Limited Group [3] (interconnect, roaming and international calls)	**38**	**-**
(b) Purchases of goods and services from:		
- Aircel Limited Group [3] (interconnect, roaming and international calls)	**43**	**(1)**
- Sri Lanka Telecom PLC Group [4] (roaming and international calls)	**14**	**-**
- Tanjong City Centre Property Management Sdn. Bhd. [5] (rental, signage, parking and utility charges)	**33**	**-**
- MEASAT Satellite Systems Sdn. Bhd. [6] (transponder lease rental)	**18**	**(4)**
- Digital Five Sdn Bhd [1] (contents provision and publishing and advertising agent)	**21**	**(17)**
- MEASAT Broadcast Network Systems Sdn. Bhd. [1] (advertising and video content)	**1**	**(6)**
- UTSB Management Sdn. Bhd. [7] (secondment and consultancy services)	**25**	**(7)**
- SRG Asia Pacific Sdn. Bhd. [7] (call handling and telemarketing services)	**23**	**(3)**
- STC [2] (roaming and international calls)	**15**	**(4)**
- UMTS (Malaysia) Sdn.Bhd. [8] (usage of 3G spectrum)	**25**	**(2)**
(c) Payment on behalf of operating expenses by MCB	**24**	**-**

16. SIGNIFICANT RELATED PARTY DISCLOSURES (continued)

Notes:

Usaha Tegas Sdn Bhd ("UTSB"), Saudi Telecom Company ("STC") and Harapan Nusantara Sdn Bhd ("Harapan Nusantara") are related parties to the Company, by virtue of having joint control over MCB via Binariang GSM Sdn Bhd ("BGSM"), pursuant to a shareholders' agreement in relation to BGSM. Maxis Communications Berhad ("MCB") is the immediate holding company of the Company.

Ananda Krishnan Tatparanandam ("TAK") has a deemed interest in the shares of UTSB through Pacific States Investment Limited ("PSIL"), which has a direct controlling interest in UTSB. The shares in PSIL are held by Excorp Holdings N.V, which is in turn held by PanOcean Management Limited ("PanOcean"), the ultimate holding company. PanOcean is the trustee of a discretionary trust, the beneficiaries of which are members of the family of TAK and foundations including those for charitable purposes. Although TAK is deemed to have an interest in the shares of UTSB, he does not have any economic or beneficial interest in the shares of UTSB, as such interest is held subject to the terms of the discretionary trust.

(1) Subsidiary of ASTRO ALL ASIA NETWORKS plc ("ASTRO"), a wholly-owned subsidiary of Astro Holdings Sdn Bhd, an associate of UTSB
(2) A major shareholder of BGSM, the ultimate holding company of the Company
(3) Subsidiaries of MCB
(4) Associates of UTSB
(5) Subsidiary of Tanjong Public Limited Company, which in turn is a wholly-owned subsidiary of Tanjong Capital Sdn Bhd ("TCSB"). TCSB is a subsidiary of UTSB
(6) Subsidiary of MAI Holdings Sdn Bhd, a company controlled by TAK
(7) Subsidiary of UTSB
(8) Subsidiary of the Company and associate of ASTRO. The transactions for the year ended 31 December 2010 and outstanding balances as at 31 December 2010 are eliminated in the consolidated financial statements

17. PROFIT FORECAST OR PROFIT GUARANTEE

Not applicable as the Group did not publish any profit forecast.

18. TAXATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED 31/12/2010	QUARTER ENDED 31/12/2009	**YEAR ENDED 31/12/2010**	YEAR ENDED 31/12/2009
	RM' m	RM' m	**RM' m**	RM' m
Income tax:				
- Current tax	**84**	114	**634**	285
- Over provision in prior year	**-**	-	**(1)**	(4)
Deferred tax	**138**	78	**204**	80
Total	**222**	192	**837**	361

The Group effective tax rate for the current quarter and financial year ended 31 December 2010 was at 26.7%, higher than the statutory tax rate of 25% mainly due to certain expenses not being deductible for tax purposes.

19. PROFIT/(LOSS) ON SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There were no sales of unquoted investments and/or properties during the current quarter and financial year.

20. QUOTED SECURITIES

There were no quoted securities acquired or disposed during the current quarter and financial year.

21. STATUS OF CORPORATE PROPOSALS ANNOUNCED

There were no corporate proposals announced but not completed.

22. BORROWINGS

The borrowings as at 31 December 2010 are as follows:

	CURRENT LIABILITIES	NON-CURRENT LIABILITIES	TOTAL
	RM' m	RM' m	RM' m
Secured			
Finance lease liabilities	13	17	30
Unsecured			
Term loans	-	5,044	5,044
Loan from a related party	-	33	33
Payables and accruals (deferred payment schemes)	-	42	42
	13	5,136	5,149

Currency exposure profile of borrowings is as follows:

	CURRENT LIABILITIES	NON-CURRENT LIABILITIES	TOTAL
Ringgit Malaysia	13	2,498	2,511
United States Dollar	-	2.638 [1]	2.638
	13	5,136	5,149

Note:
[1] Includes RM2,596 million which has been hedged using cross currency interest rate swaps as further disclosed in Note 23.

23. DERIVATIVE FINANCIAL INSTRUMENTS

(a) Disclosure of derivatives

Details of derivative financial instruments outstanding as at 31 December 2010 are set out below:

TYPE OF DERIVATIVES	CONTRACT/ NOTIONAL VALUE	FAIR VALUE
	RM'm	RM'm
Cash flow hedge derivatives:		
Cross Currency Interest Rate Swaps ("CCIRSs")		
- less than 1 year	-	-
- 1 year to 3 years	-	-
- more than 3 years	**2,865**	**349**
Total	**2,865**	**349**

Cross Currency Interest Rate Swap

Commence -ment Date	Contract/ Notional Value	Exchange Rate	Interest Rate
	USD'm		
24-Feb-10	750	The Group pays Ringgit Malaysia in exchange for receiving USD at a pre-determined exchange rate of RM3.40 to USD1.00 according to the scheduled principal and interest repayment of the syndicated loan in which principal exchange occurs semi-annually commencing from the forth year of the syndicated loan.	The Group pays a fixed interest rate of 4.75% per annum in exchange for receiving LIBOR plus a spread on the amortising outstanding principal amount.
13-Aug-10	100	The Group pays Ringgit Malaysia in exchange for receiving USD at a pre-determined exchange rate of RM3.145 to USD1.00 for its principal and interest in which at the end of the tenure principal is on bullet repayment basis.	The Group pays a fixed interest rate of 5.25% per annum in exchange for receiving LIBOR plus a spread on the notional principal amount.

(i) The risks associated to the derivative financial instruments are as follows:

Market risk

Market risk arises on changes in market interest rates and foreign currency rates. The Group entered into CCIRS to hedge the fluctuations in the USD/RM exchange rate and fluctuations in LIBOR. However, if the market rate of the USD/RM exchange rate moves below pre-determined exchange rates and interest rate moves below the fixed interest rates, the Group is exposed to fair value risk and the losses shall be recognised on the statement of comprehensive income.

23. DERIVATIVE FINANCIAL INSTRUMENTS (continued)

(a) Disclosure of derivatives (continued)

(i) The risks associated to the derivative financial instruments are as follows (continued):

Credit risk

The Group is exposed to credit risk if one counterparty to the CCIRS fails to meet its obligations over the life of the CCRIS. The Group has entered into the CCIRS with various reputable counterparties to minimse the risks.

(ii) Cash flow requirements of the derivatives

There was no cash movement from the Group to the counterparties when the CCIRSs were executed as fees/costs associated with the CCIRSs have been incorporated into the fixed interest rates that each of the counterparties charge as part of the CCIRSs structure. In addition, there is no cash movement between the Group and the CCIRSs counterparties due to mark-to-market changes.

(iii) Policies in place for mitigating or controlling the risks associated with those derivatives

The Group's activities expose it to a variety of financial risks, including market risk (interest rate risk and foreign currency risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance. The Group uses derivative financial instruments to hedge designated risk exposures of the underlying hedge items and does not enter into derivative financial instruments for speculative purposes.

Risk management is carried out by a central treasury department under a policy approved by the Board of Directors. The policy provides written principles for overall risk management, as well as written policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk and use of derivative financial instruments.

(b) Disclosure of gains/losses arising from fair value changes of financial liabilities

The Group determines the fair values of the derivative financial instruments relating to the CCIRSs using valuation technique which utilises data from recognised financial information sources. Assumptions are based on market conditions existing at each reporting date. The fair values are calculated as the present value of the estimated future cash flow using an appropriate market based yield curve.

As at 31 December 2010, the Group has recognised derivative financial liabilities of RM349 million, an increase of RM22 million from the previous quarter, on remeasuring the fair values of the derivative financial instruments. The corresponding increase has been included in equity in the cashflow hedging reserve of which RM1 million for the current quarter was transferred to the income statement to offset the unrealised gain of RM1 million which arose from the strengthening of RM against USD. This has resulted in a debit increase in the cashflow hedging reserve as at 31 December 2010 by RM21 million to RM99 million from the preceding quarter.

The cash flow hedging reserve of RM99 million as at 31 December 2010 represents the deferred fair value losses relating to the CCIRSs. As the Group intends to hold the syndicated loans and associated derivative instruments to maturity, any changes to the fair values of the derivative instruments will not impact the income statement and will be taken to the cash flow hedging reserve in equity.

24. REALISED AND UNREALISED RETAINED EARNINGS

The following analysis of realised and unrealised retained earnings at the legal entity level is prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements, as issued by the Malaysian Institute of Accountants whilst the disclosure at the Group level is based on the prescribed format by the Bursa Malaysia Securities Berhad.

	AS AT 31/12/2010	AS AT 30/09/2010
	RM' m	RM' m
Retained earnings of the Company and its subsidiaries:		
- Realised	**697**	664
- Unrealised	**(539)**	(396)
	158	268
Less: Consolidation adjustments	**93**	(27)
Total retained earnings as per Consolidated Statements of Financial Position	**251**	241

25. MATERIAL LITIGATION

There is no material litigation as at 22 February 2011.

26. DIVIDENDS

(a) Interim dividend

The Board of Directors has declared a fourth interim single-tier tax exempt dividend of 8.0 sen per ordinary share in respect of the financial year ended 31 December 2010, to be paid on 30 March 2011. The entitlement date for the dividend payment is 15 March 2011.

A depositor shall qualify for entitlement to the dividend only in respect of:

(i) shares transferred to the depositor's securities account before 4.00 pm on 15 March 2011 in respect of transfers; and

(ii) shares bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of Bursa Malaysia Securities Berhad.

The Board of Directors intends that interim dividends in 2011 will be declared continuously on a quarterly basis and expects that these interim dividends will be at an amount similar to that declared in 2010.

(b) Final dividend

The Board of Directors proposes to recommend for shareholders' approval at the forthcoming Annual General Meeting a final single-tier tax exempt dividend of 8.0 sen per ordinary share in respect of the financial year ended 31 December 2010, to be paid on a date to be determined.

27. BASIC EARNINGS PER SHARE

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		QUARTER ENDED 31/12/2010	QUARTER ENDED 31/12/2009	**YEAR ENDED 31/12/2010**	YEAR ENDED 31/12/2009
Profit attributable to the equity holders	(RM' m)	**610**	503	**2,295**	1,578
Weighted average number of issued ordinary shares	(' m)	**7,500**[(1)]	7,500[(1)]	**7,500**[(1)]	5,790[(2)]
Basic earnings per share	(sen)	**8.1**	6.7	**30.6**	27.3

Notes:
(1) Based on the issued ordinary shares of Maxis.
(2) Based on the weighted average of 5,213 million issued by Maxis to the owner of MMSSB for the reverse acquisition for 9 months ended 30 September 2009 and 7,500 million shares issued on 1 October 2009 pursuant to the acquisition of subsidiaries.

By order of the Board

Dipak Kaur
(LS 5204)
Company Secretary
28 February 2011
Kuala Lumpur