

**YTL POWER INTERNATIONAL BERHAD** (Company No. 406684-H)  
(Incorporated in Malaysia)

**QUARTERLY REPORT**

Quarterly report on consolidated results for the financial quarter ended 31 March 2001

The figures have not been audited

**CONSOLIDATED INCOME STATEMENT**

		<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
		<u>CURRENT YEAR QUARTER 31/3/2001</u>	<u>PRECEDING YEAR CORRESPONDING QUARTER 31/3/2000</u>	<u>CURRENT YEAR TO DATE 31/3/2001</u>	<u>PRECEDING YEAR CORRESPONDING PERIOD 31/3/2000</u>
		<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
1 (a)	Turnover	332,933	326,602	992,168	931,603
(b)	Investment income	2,832	1,310	3,314	10,663
(c)	Other income including interest income	27,649	24,216	86,448	71,519
2 (a)	Operating profit before interest on borrowings, depreciation and amortisation, income tax and minority interests	203,135	198,588	636,759	596,534
(b)	Interest on borrowings	27,706	31,311	86,857	93,730
(c)	Depreciation and amortisation	31,411	31,423	94,252	94,291
(d)	Operating profit after interest on borrowings, depreciation, and amortisation, but before income tax and minority interests	144,018	135,854	455,650	408,513
(e)	Share in the results of associated companies	-	-	-	-
(f)	Profit before taxation and minority interests	144,018	135,854	455,650	408,513
(g)	Taxation	39,779	38,115	125,405	114,881

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**CONSOLIDATED INCOME STATEMENT – Continued**

		<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
		<u>CURRENT YEAR QUARTER</u>	<u>PRECEDING YEAR CORRESPONDING QUARTER</u>	<u>CURRENT YEAR TO DATE</u>	<u>PRECEDING YEAR CORRESPONDING PERIOD</u>
		<u>31/3/2001</u>	<u>31/3/2000</u>	<u>31/3/2001</u>	<u>31/3/2000</u>
		<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
(h)	(i) Profit after taxation before deducting minority interests	104,239	97,739	330,245	293,632
	(ii) Less minority interests	-	(2)	-	(2)
		-----	-----	-----	-----
(i)	Profit after taxation attributable to members of the Company	104,239	97,741	330,245	293,634
		-----	-----	-----	-----
(j)	Retained profits brought forward				
	As previously reported	2,003,137	1,757,259	1,777,131	1,561,366
	Prior year adjustment	(296,000)	(296,000)	(296,000)	(296,000)
		-----	-----	-----	-----
	As restated	1,707,137	1,757,259	1,481,131	1,561,366
		-----	-----	-----	-----
(k)	Profit available for distribution	1,811,375	1,559,000	1,811,375	1,559,000
(l)	Capitalised on redemption of preference shares by one of the subsidiaries	-	(2,800)	-	(2,800)
(m)	Dividend - proposed	-	-	-	-
	- overprovision	2,772	-	2,772	-
		-----	-----	-----	-----
(n)	Retained profits carried forward	1,814,147	1,556,200	1,814,147	1,556,200
		-----	-----	-----	-----
3 (a)	Earnings per share based on 2 (i) above :-				
	(i) Basic	4.60 sen	4.27 sen	14.57 sen	12.83 sen
		=====	=====	=====	=====
	Basic earnings per share based on number of ordinary shares	2,266,324,927	2,288,665,353	2,266,324,927	2,288,665,353
		=====	=====	=====	=====

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**QUARTERLY REPORT**

**CONSOLIDATED INCOME STATEMENT - Continued**

		<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
		<b>CURRENT YEAR QUARTER 31/3/2001 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER 31/3/2000 RM'000</b>	<b>CURRENT YEAR TO DATE 31/3/2001 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 31/3/2000 RM'000</b>
(ii)	Fully diluted	4.60 sen	4.27 sen	14.57 sen	12.83 sen
	Fully diluted earnings per share based on weighted average number of ordinary shares	2,266,324,927	2,288,665,353	2,266,324,927	2,288,665,353

**YTL POWER INTERNATIONAL BERHAD** (Company No. 406684-H)  
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**QUARTERLY REPORT**

**CONSOLIDATED BALANCE SHEET**

	<b>As at End of Current Quarter 31 March 2001 RM'000</b>	<b>As at Preceding Financial Year End 30 June 2000 RM'000</b>
Fixed Assets	2,707,118	2,799,150
Development Expenditure	0	31
Investment in Associated Companies	6	-
Long Term Investments	35,073	35,562
Investment, Unquoted	132,050	-
<b>Current Assets</b>		
Stocks	86,687	85,941
Trade Debtors	121,983	111,266
Short Term Investments	10,000	34,837
Fixed Deposits	2,950,628	3,050,676
Cash and Bank Balances	74,780	1,202
Other Debtors, Deposits and Prepayments	233,922	201,103
	-----	-----
	3,478,000	3,485,025
	=====	=====
<b>Current Liabilities</b>		
Short Term Borrowings	125,000	125,500
Trade Creditors	43,963	45,825
Other Creditors	115,399	92,949
Provision for Taxation	80,947	72,266
Dividends Payable	0	164,784
	-----	-----
	365,309	500,824
	=====	=====
<b>Net Current Assets</b>	3,112,691	2,984,201
	-----	-----
	5,986,938	5,818,944
	=====	=====

**YTL POWER INTERNATIONAL BERHAD** (Company No. 406684-H)  
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**QUARTERLY REPORT**

**CONSOLIDATED BALANCE SHEET - Continued**

	<b>As at End of Current Quarter 31 March 2001 RM'000</b>	<b>As at Preceding Financial Year End 30 June 2000 RM'000</b>
Share Capital	2,288,666	2,288,665
Reserves		
Share Premium	2,041,286	2,041,285
Capital Redemption Reserve	16,200	16,200
Merger Reserves	(2,138,533)	(2,138,533)
Foreign Fluctuation Reserve	(970)	86
Retained Profit	1,814,147	1,481,130
Less: Treasury stock, at cost	(131,955)	-
	-----	-----
Shareholders' Funds	3,888,841	3,688,833
Minority Interests	-	-
Long Term borrowings	875,000	937,500
Bond 2000/2007	750,000	750,000
Deferred Taxation	473,097	442,611
	-----	-----
	5,986,938	5,818,944
	=====	=====
Net Tangible Assets Per Share ( Sen )	172	161
	====	====

**QUARTERLY REPORT**

**Notes :**

**1. Accounting Policies**

The quarterly financial statements have been prepared based on the same accounting policies and methods of computation adopted in the last annual financial statements save and except for the change in accounting policy with respect to the treatment of deferred taxation. With effect from the current quarter ended 31 March 2001, provision for deferred taxation is made using the liability method in respect of all timing differences. Details of the change in the accounting policy are set out in Note 22.

**2. Exceptional Item**

During the current financial quarter, there was no exceptional item.

**3. Extraordinary Item**

During the current financial quarter, there was no extraordinary item.

**4. Taxation**

	<b>RM'000</b>
Current	28,926
Deferred	10,853
	-----
	39,779
	=====

**5. Pre-acquisition Profits**

There was no pre-acquisition profit included in the results of the Group for the current financial quarter.

**6. Sale of investments**

Included in the profit of the Group for the current financial year to date is profit on sale of investments amounting to RM2.332 million.

**7. Quoted Investments**

(a) During the current financial year to date the Group disposed of RM1.455 million of quoted shares.

**QUARTERLY REPORT**

**Notes-continued**

- (b) The cost, carrying value and the market value of the quoted investments of the Group as at end of the reporting quarter are:

	<b>RM'000</b>
Cost	35,073
Carrying value	35,073
Market value	43,166
	=====

**8. Changes in the Composition of the Group**

There was no material change in the composition of the Group for the current financial quarter that will materially affect the financial results and state of affairs of the Group.

**9. Corporate Developments**

Corporate proposals announced and pending completion are as follows:

Proposed Employees Share Option Scheme (“Proposed ESOS”) announced on 2 March 2001 for employees and Executive Directors of the Company and its subsidiaries who meet the criteria of eligibility for participation in the Proposed ESOS. The Proposed ESOS is pending the approvals of the relevant authorities.

Proposed issue of between USD100-150 million principal amount of 5-year bond exchangeable into new ordinary shares of the Company (“Proposed Issue”) announced on 20 April 2001. The Proposed Issue is pending the approvals of the relevant authorities.

**10. Seasonality or Cyclicity of Operations**

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

**QUARTERLY REPORT**

**Notes-continued**

**11. Changes in Share Capital**

No shares were issued during the quarter.

As at 24 May 2001, the Company purchased 52,703,000 ordinary shares from the open market at an average price of RM2.75 per share. During the quarter ended 31 March 2001, a total of 9,562,000 shares were purchased from the open market for a total consideration of RM27,642,574.75. The share buy-back transactions were financed by internally generated funds. The shares purchased are being held as treasury shares.

**12. Group Borrowings and Debt Securities**

The Group's borrowings from financial institutions as at end of the current financial quarter are as follows:

	<b>Short term RM'000</b>	<b>Long term RM'000</b>	<b>Total RM'000</b>
Secured	125,000	875,000	1,000,000
Unsecured	-	750,000	750,000
	-----	-----	-----
	125,000	1,625,000	1,750,000
	=====	=====	=====

The borrowings are denominated in Ringgit Malaysia.

**13. Contingent Liabilities - Unsecured**

There were no contingent liabilities as at the date of this report.

**14. Off Balance Sheet Financial instruments**

No off balance sheet financial instruments were utilised for the current financial quarter.

**15. Pending material litigation**

There was no material litigation pending as at the date of this report.



**QUARTERLY REPORT**

**Notes-continued**

**16. Segment Reporting**

	<b>Turnover</b>	<b>Profit Before</b>	<b>Assets</b>
		<b>Taxation</b>	<b>Employed</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Interest income, provision of Administrative & technical support Services and share investment	71,221	64,025	2,840,874
Power generation	920,947	391,625	3,511,374
	-----	-----	-----
	992,168	455,650	6,352,248
	=====	=====	=====

**17. Comparison with Preceding Quarter**

	<b>Current</b>	<b>Preceding</b>
	<b>Quarter</b>	<b>Quarter</b>
	<b>31.3.2001</b>	<b>31.12.2000</b>
	<b>RM'000</b>	<b>RM'000</b>
Turnover	332,933	314,835
Consolidated Profit/(Loss) before taxation	144,018	146,845
Consolidated Profit/(Loss) after taxation	104,239	107,706

The increase in turnover in the current quarter was substantially due to additional electricity sales pursuant to the Supplemental Power Purchase Agreement. The consolidated profit before taxation decreased by RM 2.8 million or 1.9% over the preceding quarter.

**18. Review of the Results**

Group turnover increased to RM992 million for the period from RM932 million in the corresponding period. This represents an increase of RM60 million or 6.4% over the corresponding period. The Group profit before taxation increased by 11.5 % to RM455.6 million as compared to the corresponding period. The increase both in turnover and profit before taxation was largely attributable to the additional sale of electricity in the current quarter, pursuant to the terms of the Supplemental Power Purchase Agreement.

**19. Prospects**

Barring unforeseen circumstances, the Group is expects to achieve a satisfactory level of operating performance for the financial year ending 30 June 2001.

**QUARTERLY REPORT**

**Notes - Continued**

**20. Profit Forecast/Profit Guarantee**

The Group did not issue any profit forecast during the period

**21. Dividend**

No interim dividend has been declared for the financial quarter ended 31 March 2001.

The overprovision is in respect of dividend proposed for the financial year ended 30 June 2000 and reversed due to shares purchased and held as treasury stocks by the Company.

**22. Change in accounting policy**

During the quarter ended 31 March 2001, the Group changed its accounting policy with respect to the basis of provision for deferred taxation. In previous financial years, provisions were made in respect of all timing differences except where it was considered reasonably probable that the tax effects of such deferrals will continue in the foreseeable future. The Group has changed this accounting policy to that of full provisioning. It is now the policy of the Group to make full provisions in respect of all timing differences. This change in accounting policy has been accounted for retrospectively.

The directors believe that the new accounting policy reflects a fairer presentation of the financial statements.

The retained profits brought forward under 2(j) of the Income Statement has been restated accordingly.

**23. 7% Redeemable Non-Guaranteed Unsecured Bonds (“Bonds”)**

The proceeds received by the Company from the issue of the RM750 million Bonds on 11 January 2000 is currently placed under Fixed Deposits with licensed financial institutions pending investments in power generation assets.

**By Order of the Board**  
**HO SAY KENG**  
**Secretary**

**Kuala Lumpur**  
**Dated: 25 May 2001**