

**TM INTERNATIONAL BERHAD (242188-H)**

(Incorporated in Malaysia)

The Board of Directors of TM International Berhad is pleased to announce the following unaudited results of the Group for the financial period ended 30 September 2008.

**UNAUDITED INTERIM CONSOLIDATED INCOME STATEMENT**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	RM '000	RM '000	RM '000	RM '000
OPERATING REVENUE	<b>3,278,024</b>	2,556,733	<b>8,929,563</b>	7,242,344
OPERATING COSTS				
- depreciation, impairment and amortisation	<b>(635,473)</b>	(438,599)	<b>(1,650,405)</b>	(1,325,496)
- foreign exchange gains	<b>13,150</b>	296	<b>11,209</b>	4,738
- other operating costs	<b>(2,028,016)</b>	(1,595,379)	<b>(5,346,129)</b>	(4,234,373)
OTHER OPERATING INCOME	<b>46,456</b>	48,873	<b>135,110</b>	280,486
OPERATING PROFIT BEFORE FINANCE COST	<b>674,141</b>	571,924	<b>2,079,348</b>	1,967,699
Finance income	<b>22,994</b>	21,321	<b>59,124</b>	51,368
Finance cost	<b>(298,381)</b>	(199,827)	<b>(592,789)</b>	(362,725)
Foreign exchange (losses)/gains	<b>(17,515)</b>	(25,852)	<b>15,347</b>	(33,212)
NET FINANCE COST	<b>(292,902)</b>	(204,358)	<b>(518,318)</b>	(344,569)
JOINTLY CONTROLLED ENTITIES				
- share of results (net of tax)	<b>(50,273)</b>	13,401	<b>(47,293)</b>	25,067
- gain on dilution of equity interest	-	53,473	-	71,271
ASSOCIATES				
- share of results (net of tax)	<b>29,387</b>	(1,891)	<b>60,479</b>	14,835
PROFIT BEFORE TAXATION	<b>360,353</b>	432,549	<b>1,574,216</b>	1,734,303
TAXATION	<b>(117,439)</b>	(147,045)	<b>(489,628)</b>	(441,015)
PROFIT FOR THE PERIOD	<b>242,914</b>	285,504	<b>1,084,588</b>	1,293,288
ATTRIBUTABLE TO:				
- equity holders of the Company	<b>243,896</b>	328,443	<b>1,013,233</b>	1,261,997
- minority interests	<b>(982)</b>	(42,939)	<b>71,355</b>	31,291
PROFIT FOR THE PERIOD	<b>242,914</b>	285,504	<b>1,084,588</b>	1,293,288
EARNINGS PER SHARE (sen) (Note B11)				
- basic	<b>6</b>	9	<b>28</b>	35

(The above Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007)

**UNAUDITED INTERIM CONSOLIDATED BALANCE SHEET**  
**AS AT 30 SEPTEMBER 2008**

	END OF CURRENT QUARTER	AS AT 31/12/2007 (RESTATED)
	RM '000	RM '000
SHARE CAPITAL	3,753,402	3,577,393
SHARE PREMIUM	1,508,519	317,629
RESERVES	6,806,364	5,808,700
<b>TOTAL CAPITAL AND RESERVES ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY</b>	<b>12,068,285</b>	<b>9,703,722</b>
MINORITY INTERESTS	517,323	675,748
<b>TOTAL EQUITY</b>	<b>12,585,608</b>	<b>10,379,470</b>
Borrowings	6,704,101	3,159,774
Amounts due to Telekom Malaysia Berhad	-	4,025,000
Provision for liabilities	97,598	87,196
Deferred tax liabilities	921,519	881,885
<b>DEFERRED AND LONG TERM LIABILITIES</b>	<b>7,723,218</b>	<b>8,153,855</b>
	<b>20,308,826</b>	<b>18,533,325</b>
INTANGIBLE ASSETS	8,476,256	7,458,522
PROPERTY, PLANT AND EQUIPMENT	15,650,441	12,159,807
PREPAID LEASE PAYMENTS	363,274	321,860
JOINTLY CONTROLLED ENTITIES	703,880	1,024,454
ASSOCIATES	1,586,730	251,140
INVESTMENTS	5,905,585	-
LONG TERM RECEIVABLES	903	395
DEFERRED TAX ASSETS	142,250	162,949
Inventories	90,218	74,626
Trade and other receivables	1,663,155	891,677
Tax recoverable	140,042	201,077
Cash and bank balances	3,281,661	1,927,630
<b>CURRENT ASSETS</b>	<b>5,175,076</b>	<b>3,095,010</b>
Trade and other payables	5,191,855	3,907,230
Borrowings	8,222,175	1,933,843
Amounts due to Telekom Malaysia Berhad	4,025,000	-
Current tax liabilities	256,539	99,739
<b>CURRENT LIABILITIES</b>	<b>17,695,569</b>	<b>5,940,812</b>
<b>NET CURRENT LIABILITIES</b>	<b>(12,520,493)</b>	<b>(2,845,802)</b>
	<b>20,308,826</b>	<b>18,533,325</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY (sen)</b>	<b>322</b>	<b>271</b>

**(The above Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007)**

**UNAUDITED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008**

	Attributable to equity holders of the Company							
	Issued and fully paid of RM1 each		Currency Translation Differences RM '000	Capital Contribution Reserves RM '000	Merger Reserves RM '000	Retained Profits RM '000	Minority Interests RM '000	Total Equity RM '000
	Share Capital RM '000	Share Premium RM '000						
At 1 January 2008	35,693	58,329	(312,800)	824	(20,885)	4,015,324	670,997	4,447,482
- as previously reported								-
- Effect of merger accounting for internal restructuring (Note A 14)	3,541,700	259,300	-	8,289	367,659	1,750,289	4,751	5,931,988
<b>- as restated</b>	<b>3,577,393</b>	<b>317,629</b>	<b>(312,800)</b>	<b>9,113</b>	<b>346,774</b>	<b>5,765,613</b>	<b>675,748</b>	<b>10,379,470</b>
Currency translation differences arising during the period :-								
- subsidiaries	-	-	117,047	-	-		7,294	124,341
- jointly controlled entities	-	-	(114,834)	-	-		-	(114,834)
- associates	-	-	(8,669)	-	-		-	(8,669)
Net loss not recognised in the Income Statement	-	-	(6,456)	-	-	-	7,294	838
Profit for the period	-	-	-	-	-	1,013,233	71,355	1,084,588
<b>Total recognised (expense)/income for the period</b>	<b>-</b>	<b>-</b>	<b>(6,456)</b>	<b>-</b>	<b>-</b>	<b>1,013,233</b>	<b>78,649</b>	<b>1,085,426</b>
Acquisition of subsidiaries	176,009	1,205,630	-	-	-		(207,829)	1,173,810
Dilution of equity interest in a subsidiary	-	-	-	-	-		303	303
Demerger expense set off against Share Premium	-	(14,740)	-	-	-		-	(14,740)
Dividends paid to minority interests	-	-	-	-	-		(29,548)	(29,548)
Employees' share option scheme (ESOS) - options granted by former holding company	-	-	-	(9,113)	-		-	(9,113)
<b>At 30 September 2008</b>	<b>3,753,402</b>	<b>1,508,519</b>	<b>(319,256)</b>	<b>-</b>	<b>346,774</b>	<b>6,778,846</b>	<b>517,323</b>	<b>12,585,608</b>

(The above Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007)

**UNAUDITED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2007**

	<u>Attributable to equity holders of the Company</u>							
	<u>Issued and fully paid of RM1 each</u>							
	Share Capital RM '000	Share Premium RM '000	Currency Translation Differences RM '000	Capital Contribution Reserves RM '000	Merger Reserves RM '000	Retained Profits RM '000	Minority Interests RM '000	Total Equity RM '000
At 1 January 2007	35,693	58,329	(182,620)	521	(20,885)	3,331,800	703,845	3,926,683
- Effect of merger accounting for internal restructuring	3,541,700	259,300	-	8,458	367,659	723,112	3,114	4,903,343
<b>As restated</b>	<b>3,577,393</b>	<b>317,629</b>	<b>(182,620)</b>	<b>8,979</b>	<b>346,774</b>	<b>4,054,912</b>	<b>706,959</b>	<b>8,830,026</b>
Currency translation differences arising during the period :-								
- subsidiaries	-	-	(148,359)	-	-	-	(41,668)	(190,027)
- jointly controlled entities	-	-	9,944	-	-	-	-	9,944
- associates	-	-	79,596	-	-	-	-	79,596
Net loss not recognised in the Income Statement	-	-	(58,819)	-	-	-	(41,668)	(100,487)
Profit for the period	-	-	-	-	-	1,261,997	31,291	1,293,288
<b>Total recognised (expense)/income for the period</b>	<b>-</b>	<b>-</b>	<b>(58,819)</b>	<b>-</b>	<b>-</b>	<b>1,261,997</b>	<b>(10,377)</b>	<b>1,192,801</b>
Acquisition of equity interest in a subsidiary	-	-	-	-	-	-	(103,106)	(103,106)
Dilution and partial disposal of equity interest in subsidiaries	-	-	9,359	-	-	-	47,432	56,791
Right issue of a subsidiary	-	-	-	-	-	-	67,707	67,707
Dividends paid to minority interests	-	-	-	-	-	-	(27,701)	(27,701)
Employees' share option scheme (ESOS)	-	-	-	-	-	-	-	-
- options granted by former holding company	-	-	-	134	-	-	3,417	3,551
<b>At 30 September 2007</b>	<b>3,577,393</b>	<b>317,629</b>	<b>(232,080)</b>	<b>9,113</b>	<b>346,774</b>	<b>5,316,909</b>	<b>684,331</b>	<b>10,020,069</b>

(The above Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007)

**UNAUDITED INTERIM CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008**

	<b>FOR THE NINE MONTHS ENDED 30/9/2008 RM '000</b>	<b>FOR THE NINE MONTHS ENDED 30/9/2007 RM '000</b>
Receipts from customers	8,704,284	6,683,764
Payments to suppliers and employees	(6,261,467)	(4,576,290)
Payment of finance cost	(527,258)	(343,349)
Payment of income taxes (net of refunds)	(281,483)	(172,036)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>1,634,076</b>	<b>1,592,089</b>
Disposal of property, plant and equipment	48,529	4,561
Purchase of property, plant and equipment	(3,714,600)	(2,342,796)
Purchase of other intangible assets	(40,100)	(2,311)
Purchase of long term investments	(5,905,585)	-
Partial disposal of a subsidiary	-	278,417
Additional investments in subsidiaries	-	(394,141)
Loans to employees	(132)	(308)
Interest received	59,124	51,368
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>	<b>(9,552,764)</b>	<b>(2,405,210)</b>
Proceeds from rights share issuance	-	71,976
Proceeds from ESOS share issuance	303	-
Issue of share capital to minority interests	-	3,409
Proceeds from borrowings	12,140,423	1,733,726
Repayments of borrowings	(2,985,455)	(1,078,320)
Dividends paid to minority interests	(29,549)	(27,701)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	<b>9,125,722</b>	<b>703,090</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>1,207,034</b>	<b>(110,031)</b>
<b>EFFECT OF EXCHANGE RATE CHANGES</b>	<b>15,902</b>	<b>(22,395)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>1,897,530</b>	<b>1,728,911</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>3,120,466</b>	<b>1,596,485</b>

(The above Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007)