

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

(Incorporated in Malaysia)

The Board of Directors of TM International Berhad is pleased to announce the following audited results of the Group for the financial year ended 31 December 2008.

**CONDENSED CONSOLIDATED INCOME STATEMENT**

	INDIVIDUAL QUARTER		FINANCIAL YEAR ENDED	
	CURRENT YEAR QUARTER (UNAUDITED)	PRECEDING YEAR CORRESPONDING QUARTER (UNAUDITED)	31/12/2008 (AUDITED)	31/12/2007 (RESTATED)
	RM '000	RM '000	RM '000	RM '000
OPERATING REVENUE	2,418,148	2,754,535	11,347,711	9,996,879
OPERATING COSTS				
- depreciation, impairment and amortisation	(688,060)	(498,550)	(2,338,465)	(1,824,046)
- foreign exchange losses	(218,853)	(26,762)	(207,644)	(22,024)
- other operating costs	(1,654,046)	(1,629,401)	(7,000,175)	(5,863,774)
OTHER OPERATING INCOME	43,831	1,477	178,941	281,963
OPERATING (LOSS) / PROFIT BEFORE FINANCE COST	(98,980)	601,299	1,980,368	2,568,998
Finance income	40,195	29,117	99,319	80,485
Finance cost	(283,510)	(116,098)	(876,299)	(478,823)
Foreign exchange losses	(253,487)	(76,390)	(238,140)	(109,602)
NET FINANCE COST	(496,802)	(163,371)	(1,015,120)	(507,940)
JOINTLY CONTROLLED ENTITIES				
- share of results (net of tax)	(95,147)	150,460	(142,440)	175,527
- gain on dilution of equity interest	-	(6)	-	71,265
ASSOCIATES				
- share of results (net of tax)	22,528	14,518	83,007	29,353
(LOSS) / PROFIT BEFORE TAXATION	(668,401)	602,900	905,815	2,337,203
TAXATION	54,905	(48,589)	(434,723)	(489,604)
(LOSS) / PROFIT FOR THE PERIOD/YEAR	(613,496)	554,311	471,092	1,847,599
ATTRIBUTABLE TO:				
- equity holders of the Company	(515,250)	519,917	497,983	1,781,914
- minority interests	(98,246)	34,394	(26,891)	65,685
(LOSS) / PROFIT FOR THE PERIOD/YEAR	(613,496)	554,311	471,092	1,847,599
EARNINGS PER SHARE (sen) (Note B11)				
- basic	(14)	15	13	50

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

**AUDITED CONSOLIDATED BALANCE SHEET**

**AS AT 31 DECEMBER 2008**

	<b>AS AT 31/12/2008 (AUDITED)</b>	<b>AS AT 31/12/2007 (RESTATED)</b>
	<b>RM '000</b>	<b>RM '000</b>
SHARE CAPITAL	3,753,402	3,577,393
SHARE PREMIUM	1,494,954	317,629
OTHER RESERVES	5,968,367	5,808,555
<b>TOTAL CAPITAL AND RESERVES ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY</b>	<b>11,216,723</b>	<b>9,703,577</b>
MINORITY INTERESTS	480,790	675,748
<b>TOTAL EQUITY</b>	<b>11,697,513</b>	<b>10,379,325</b>
Borrowings	10,546,052	3,159,808
Amounts due to former holding company	-	4,025,000
Provision for liabilities	120,706	87,196
Deferred tax liabilities	777,263	881,885
<b>DEFERRED AND LONG TERM LIABILITIES</b>	<b>11,444,021</b>	<b>8,153,889</b>
	<b>23,141,534</b>	<b>18,533,214</b>
INTANGIBLE ASSETS	8,326,345	7,418,436
PROPERTY, PLANT AND EQUIPMENT	14,959,670	12,159,837
INVESTMENT PROPERTY	2,036	2,044
PREPAID LEASE PAYMENTS	328,352	321,860
JOINTLY CONTROLLED ENTITIES	1,013,202	1,024,454
ASSOCIATES	1,589,905	251,140
INVESTMENTS	5,914,428	-
LONG TERM RECEIVABLES	358	395
DEFERRED TAX ASSETS	141,188	162,890
Inventories	77,263	74,625
Trade and other receivables	1,539,878	903,235
Marketable securities	6	1,713
Tax recoverable	129,035	201,088
Cash and bank balances	3,330,731	1,967,743
<b>CURRENT ASSETS</b>	<b>5,076,913</b>	<b>3,148,404</b>
Trade and other payables	4,538,473	3,946,761
Borrowings	5,413,299	1,909,746
Amounts due to former holding company	4,063,613	-
Current tax liabilities	195,478	99,739
<b>CURRENT LIABILITIES</b>	<b>14,210,863</b>	<b>5,956,246</b>
<b>NET CURRENT LIABILITIES</b>	<b>(9,133,950)</b>	<b>(2,807,842)</b>
	<b>23,141,534</b>	<b>18,533,214</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY (sen)</b>	<b>299</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)**

**AUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2008**

Attributable to equity holders of the Company

Issued and fully  
paid ordinary shares of RM1 each

	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
<b>At 1 January 2008 (as previously stated)</b>	35,693	58,329	(312,800)	824	(20,885)	4,015,324	670,998	4,447,483
- Effect of merger method of accounting (Note A14)	3,541,700	259,300	-	8,289	367,659	1,750,144	4,750	5,931,842
<b>At 1 January 2008 (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>5,765,468</b>	<b>675,748</b>	<b>10,379,325</b>
Currency translation differences arising during the financial year :								
- subsidiaries	-	-	(129,492)	-	-	-	(31,556)	(161,048)
- jointly controlled entities	-	-	(206,936)	-	-	-	-	(206,936)
- associates	-	-	(9,228)	-	-	-	-	(9,228)
Net loss not recognised in the Income Statement	-	-	(345,656)	-	-	-	(31,556)	(377,212)
Profit/(Loss) for the financial period	-	-	-	-	-	497,983	(26,891)	471,092
<b>Total recognised (expense)/income for the period</b>	<b>-</b>	<b>-</b>	<b>(345,656)</b>	<b>-</b>	<b>-</b>	<b>497,983</b>	<b>(58,447)</b>	<b>93,880</b>
Issue during the financial year	176,009	1,205,630	-	-	-	-	-	1,381,639
Partial dilution of equity interest in a subsidiary	-	-	-	-	-	-	303	303
Share issuance expense	-	(28,305)	-	-	-	-	-	(28,305)
Partial disposal of interest in subsidiaries	-	-	-	-	-	-	(210,036)	(210,036)
Dividends paid to minority interests	-	-	-	-	-	-	(29,549)	(29,549)
Rights issue of a subsidiary	-	-	-	-	-	-	102,771	102,771
Employees' share option scheme (ESOS)								
- value of employee services	-	-	-	16,663	-	-	-	16,663
- recharge by former holding company - Telekom Malaysia Berhad	-	-	-	(9,178)	-	-	-	(9,178)
<b>At 31 December 2008</b>	<b>3,753,402</b>	<b>1,494,954</b>	<b>(658,456)</b>	<b>16,598</b>	<b>346,774</b>	<b>6,263,451</b>	<b>480,790</b>	<b>11,697,513</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)

**AUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2007**

Attributable to equity holders of the Company

Issued and fully  
paid ordinary shares of RM1 each

	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
<b>At 1 January 2007 (as previously stated)</b>	35,693	58,329	(182,620)	521	(20,885)	3,331,800	703,845	3,926,683
- Effect of merger method of accounting	3,541,700	259,300	-	8,458	367,659	722,967	3,114	4,903,198
<b>At 1 January 2007 (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>4,054,767</b>	<b>706,959</b>	<b>8,829,881</b>
Currency translation differences arising during the financial year :								
- subsidiaries	-	-	(235,482)	-	-	-	(85,784)	(321,266)
- jointly controlled entities	-	-	81,652	-	-	-	-	81,652
- associates	-	-	14,291	-	-	-	-	14,291
Net loss not recognised in the Income Statement	-	-	(139,539)	-	-	-	(85,784)	(225,323)
Profit/(Loss) for the financial period	-	-	-	-	-	1,781,914	65,685	1,847,599
<b>Total recognised (expense)/income for the period</b>	<b>-</b>	<b>-</b>	<b>(139,539)</b>	<b>-</b>	<b>-</b>	<b>1,781,914</b>	<b>(20,099)</b>	<b>1,622,276</b>
Acquisition of additional equity interest in subsidiaries	-	-	-	-	-	-	(103,106)	(103,106)
Partial dilution of equity interest in a subsidiary	-	-	9,359	-	-	-	47,432	56,791
Right issue of a subsidiary	-	-	-	-	-	-	67,707	67,707
Dividends paid to former holding company	-	-	-	-	-	(71,213)	-	(71,213)
Dividends paid to minority interests	-	-	-	-	-	-	(27,701)	(27,701)
Employees' share option scheme (ESOS)								
- value of employee services	-	-	-	134	-	-	-	134
- options granted by a subsidiary	-	-	-	-	-	-	4,556	4,556
<b>At 31 December 2007 (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>5,765,468</b>	<b>675,748</b>	<b>10,379,325</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)

**AUDITED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2008**

	FINANCIAL YEAR	
	ENDED 31/12/2008 (AUDITED) RM '000	ENDED 31/12/2007 (RESTATED) RM '000
Receipts from customers	11,065,368	9,965,022
Payments to suppliers and employees	(7,480,262)	(4,858,071)
Payment of finance cost	(789,457)	(455,622)
Payment of income taxes (net of refunds)	(407,854)	(469,136)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>2,387,795</b>	<b>4,182,193</b>
Disposal of property, plant and equipment	58,293	13,637
Purchase of property, plant and equipment	(5,323,990)	(4,984,621)
Purchase of intangible assets	(40,100)	(588)
Purchase of other intangible assets	-	-
Purchase of long term investments	(5,914,428)	-
Partial disposal of a subsidiary	-	280,396
Additional investments in subsidiaries	(3,465)	(394,141)
Additional investment in an associated company	-	(2,450)
Additional investment in a jointly controlled entity	(437,720)	-
Loans to employees	(161)	(39)
Interest received	99,319	80,485
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>	<b>(11,562,252)</b>	<b>(5,007,321)</b>
Proceeds from rights share issuance	102,771	71,944
Proceeds from ESOS share issuance	303	4,043
Proceeds from borrowings	13,936,841	2,602,235
Repayments of borrowings	(3,459,546)	(1,360,060)
Dividends paid to minority interests	(29,549)	(27,701)
Net repayment to former holding company	-	(264,560)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	<b>10,550,820</b>	<b>1,025,901</b>
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,376,363	200,773
EFFECT OF EXCHANGE RATE CHANGES	(29,149)	(39,347)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	1,889,543	1,728,117
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR</b>	<b>3,236,757</b>	<b>1,889,543</b>

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