

AXIATA GROUP BERHAD (242188-H)

(Incorporated in Malaysia)

The Board of Directors of Axiata Group Berhad is pleased to announce the following unaudited results of the Group for the financial period ended 30 June 2009.

UNAUDITED INTERIM CONSOLIDATED INCOME STATEMENT

	2ND QUARTER ENDED		FINANCIAL PERIOD ENDED	
	30/6/2009	30/6/2008	30/6/2009	30/6/2008
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
	RM '000	RM '000	RM '000	RM '000
OPERATING REVENUE	3,163,524	2,929,612	6,030,351	5,651,539
OPERATING COSTS				
- depreciation, impairment and amortisation	(820,373)	(537,904)	(1,405,362)	(1,014,932)
- foreign exchange gains/(losses)	134,180	(4,290)	167,643	(1,941)
- other operating costs	(1,919,977)	(1,713,844)	(3,741,945)	(3,318,113)
OTHER OPERATING INCOME	120,189	63,394	291,695	88,654
OPERATING PROFIT BEFORE FINANCE COST	677,543	736,968	1,342,382	1,405,207
Finance income	29,065	24,046	62,878	36,130
Finance cost	(260,600)	(196,608)	(525,091)	(294,408)
Foreign exchange gains/ (losses)	397,895	(7,205)	148,185	32,862
NET FINANCE INCOME/(COST)	166,360	(179,767)	(314,028)	(225,416)
JOINTLY CONTROLLED ENTITIES				
- share of results (net of tax)	6,752	(5,262)	(21,190)	2,980
ASSOCIATES				
- share of results (net of tax)	27,966	23,443	62,668	31,092
PROFIT BEFORE TAXATION	878,621	575,382	1,069,832	1,213,863
TAXATION	(306,710)	(183,902)	(448,081)	(372,189)
PROFIT FOR THE PERIOD	571,911	391,480	621,751	841,674
ATTRIBUTABLE TO:				
- equity holders of the Company	526,837	366,638	590,732	769,337
- minority interests	45,074	24,842	31,019	72,337
PROFIT FOR THE PERIOD	571,911	391,480	621,751	841,674
EARNINGS PER SHARE (sen) (Note B11)				
- basic	6	7	9	14
- diluted	6	-	9	-

(The above Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2008)

UNAUDITED INTERIM CONSOLIDATED BALANCE SHEET

AS AT 30 JUNE 2009

	AS AT 30/6/2009 UNAUDITED	AS AT 31/12/2008 AUDITED
	RM '000	RM '000
SHARE CAPITAL	8,445,154	3,753,402
SHARE PREMIUM	1,972,964	1,494,954
OTHER RESERVES	6,548,093	5,968,367
TOTAL CAPITAL AND RESERVES ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY	16,966,211	11,216,723
MINORITY INTERESTS	530,138	480,790
TOTAL EQUITY	17,496,349	11,697,513
Borrowings	13,726,275	10,546,052
Provision for liabilities	136,222	120,706
Deferred tax liabilities	1,035,301	777,263
DEFERRED AND LONG TERM LIABILITIES	14,897,798	11,444,021
	32,394,147	23,141,534
INTANGIBLE ASSETS	8,403,612	8,326,345
PROPERTY, PLANT AND EQUIPMENT	15,773,417	14,959,670
INVESTMENT PROPERTY	2,031	2,036
PREPAID LEASE PAYMENTS	344,280	328,352
JOINTLY CONTROLLED ENTITY ASSOCIATES	1,042,768	1,013,202
INVESTMENTS	7,126,172	1,589,905
LONG TERM RECEIVABLES	180,571	5,914,428
DEFERRED TAX ASSETS	126,340	358
	157,939	141,188
Inventories	43,430	77,263
Trade and other receivables	1,539,909	1,539,878
Marketable securities	7	6
Tax recoverable	119,651	129,035
Cash and bank balances	3,341,499	3,330,731
CURRENT ASSETS	5,044,496	5,076,913
Trade and other payables	4,389,509	4,538,473
Borrowings	1,187,300	5,413,299
Amounts due to former holding company	-	4,063,613
Current tax liabilities	230,670	195,478
CURRENT LIABILITIES	5,807,479	14,210,863
NET CURRENT LIABILITIES	(762,983)	(9,133,950)
	32,394,147	23,141,534
NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY (sen)	201	299

(The above Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2008)

**UNAUDITED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 JUNE 2009**

	Attributable to equity holders of the Company								
	<u>Issued and fully paid ordinary shares 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	ESOS Reserves RM '000	Retained Profits RM '000	Minority Interests RM '000	Total Equity RM '000
At 1 January 2009	3,753,402	1,494,954	(658,456)	16,598	346,774	-	6,263,451	480,790	11,697,513
Currency translation differences arising during the financial period :									
- subsidiaries	-	-	113,135	-	-	-	-	18,529	131,664
- jointly controlled entities	-	-	50,485	-	-	-	-	-	50,485
- associates	-	-	(178,595)	-	-	-	-	-	(178,595)
Net (loss)/gain not recognised in the Income Statement	-	-	(14,975)	-	-	-	-	18,529	3,554
Profit for the financial period	-	-	-	-	-	-	590,732	31,019	621,751
Total recognised (expense)/income for the financial period	-	-	(14,975)	-	-	-	590,732	49,548	625,305
Rights issue during the financial period	4,691,752	563,010	-	-	-	-	-	-	5,254,762
Rights issue expenses set off against share premium reserves	-	(85,000)	-	-	-	-	-	-	(85,000)
Dividends paid to minority shareholders	-	-	-	-	-	-	-	(200)	(200)
ESOS - value of employee services	-	-	-	-	-	3,969	-	-	3,969
At 30 June 2009	8,445,154	1,972,964	(673,431)	16,598	346,774	3,969	6,854,183	530,138	17,496,349

(The above Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2008)

**UNAUDITED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 JUNE 2008**

	Attributable to equity holders of the Company								
	<u>Issued and fully paid ordinary shares 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	ESOS Reserves RM '000	Retained Profits RM '000	Minority Interests RM '000	Total Equity RM '000
At 1 January 2008 (as previously reported)	35,693	58,329	(312,800)	824	(20,885)	-	4,015,324	670,998	4,447,483
- Effect of merger method of accounting	3,541,700	259,300	-	8,289	367,659	-	1,750,144	4,750	5,931,842
At 1 January 2008 (as restated)	3,577,393	317,629	(312,800)	9,113	346,774	-	5,765,468	675,748	10,379,325
Currency translation differences arising during the financial period :									
- subsidiaries	-	-	37,054	-	-	-	-	(11,610)	25,444
- jointly controlled entities	-	-	(87,190)	-	-	-	-	-	(87,190)
- associates	-	-	(12,715)	-	-	-	-	-	(12,715)
Net loss not recognised in the Income Statement	-	-	(62,851)	-	-	-	-	(11,610)	(74,461)
Profit for the financial period	-	-	-	-	-	-	769,337	72,337	841,674
Total recognised (expense)/income for the financial period	-	-	(62,851)	-	-	-	769,337	60,727	767,213
Acquisition of subsidiaries	176,009	1,205,630	-	-	-	-	-	(207,829)	1,173,810
Demerger expenses set off against share premium reserves	-	(14,740)	-	-	-	-	-	-	(14,740)
Dividends paid to minority shareholders	-	-	-	-	-	-	-	(29,548)	(29,548)
Dilution of equity interest in a subsidiary	-	-	-	-	-	-	-	139	139
ESOS - value of employee services	-	-	-	(22,006)	-	-	-	-	(22,006)
At 30 June 2008	3,753,402	1,508,519	(375,651)	(12,893)	346,774	-	6,534,805	499,237	12,254,193

(The above Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2008)

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT

FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2009

	FOR THE FINANCIAL PERIOD	
	ENDED	ENDED
	30/6/2009	30/6/2008
	UNAUDITED	UNAUDITED
	RM '000	RM '000
Receipts from customers	5,924,951	5,588,473
Payments to suppliers and employees	(3,112,256)	(3,870,424)
Payment of finance cost	(559,148)	(257,089)
Payment of income taxes (net of refunds)	(189,947)	(212,603)
CASH FLOWS FROM OPERATING ACTIVITIES	2,063,600	1,248,357
Disposal of property, plant and equipment	1,705	23,527
Purchase of property, plant and equipment	(2,054,314)	(2,499,811)
Purchase of other intangible assets	-	(40,100)
Additional investment in a subsidiary company	(10,000)	-
Additional investment in associated companies	(5,175)	-
Loans to employees	100	(35)
Interest received	61,272	36,130
CASH FLOWS USED IN INVESTING ACTIVITIES	(2,006,412)	(2,480,289)
Proceeds from Rights Issue	5,254,763	-
Proceeds from ESOS share issuance	-	234
Proceeds from borrowings	5,637,086	4,543,243
Repayments of borrowings	(6,822,245)	(2,661,329)
Dividends paid to minority interests	(200)	(29,549)
Dividends received from associates	45,982	-
Rights issue expenses	(85,000)	-
Net repayment to former holding company	(4,063,613)	-
CASH FLOWS (USED)/FROM FINANCING ACTIVITIES	(33,227)	1,852,599
NET INCREASE IN CASH AND CASH EQUIVALENTS	23,961	620,667
EFFECT OF EXCHANGE RATE CHANGES	25,376	(2,570)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	3,236,757	1,889,543
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	3,286,094	2,507,640

(The above Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2008)