AXIATA GROUP BERHAD (242188-H)

The Board of Directors of Axiata Group Berhad is pleased to announce the following unaudited results of the Group for the financial period ended 31 March 2013.

UNAUDITED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	1st Quarter Ended		Financial Period Ended	
	31/3/2013	31/3/2012	31/3/2013	31/3/2012
	RM '000	RM '000 Restated	RM '000	RM '000 Restated
Operating revenue	**4,481,877**	4,246,876	**4,481,877**	4,246,876
Operating costs				
- depreciation, impairment and amortisation	**(851,699)**	(790,208)	**(851,699)**	(790,208)
- foreign exchange gains/(losses)	**15,304**	(66,921)	**15,304**	(66,921)
- domestic interconnect and international outpayment	**(682,866)**	(467,054)	**(682,866)**	(467,054)
- marketing, advertising and promotion	**(354,817)**	(364,492)	**(354,817)**	(364,492)
- other operating costs	**(1,376,121)**	(1,327,897)	**(1,376,121)**	(1,327,897)
- staff costs	**(288,363)**	(264,085)	**(288,363)**	(264,085)
- other losses - net	**(4,281)**	(1,896)	**(4,281)**	(1,896)
Other operating income	**6,088**	21,666	**6,088**	21,666
Operating profit before finance cost	**945,122**	985,989	**945,122**	985,989
Finance income	**72,037**	62,876	**72,037**	62,876
Finance cost excluding net foreign exchange gains/(losses) on financing activities	**(163,736)**	(161,585)	**(163,736)**	(161,585)
Net foreign exchange gains/(losses) on financing activities	**2,651**	(53,099)	**2,651**	(53,099)
	(161,085)	(214,684)	**(161,085)**	(214,684)
Associates				
- share of results (net of tax)	**67,058**	77,618	**67,058**	77,618
- loss on dilution of equity interests	**(7,429)**	(6,665)	**(7,429)**	(6,665)
Profit before taxation	**915,703**	905,134	**915,703**	905,134
Taxation	**(240,497)**	(260,188)	**(240,497)**	(260,188)
Profit for the financial period	**675,206**	644,946	**675,206**	644,946
Other comprehensive (expense)/income:				
Items that will not be reclassified to profit or loss:				
- actuarial losses on defined benefits plan, net of tax	**(21,346)**	(18,856)	**(21,346)**	(18,856)
Items that may be reclassified subsequently to profit or loss:				
- currency translation differences	**84,813**	(309,376)	**84,813**	(309,376)
- net investment hedge, net of tax	**7,462**	(18,816)	**7,462**	(18,816)
Other comprehensive income for the financial period, net of tax	**70,929**	(347,048)	**70,929**	(347,048)
Total comprehensive income for the financial period	**746,135**	297,898	**746,135**	297,898
Profit for the financial period attributable to:				
- owners of the Company	**614,565**	565,629	**614,565**	565,629
- non-controlling interests	**60,641**	79,317	**60,641**	79,317
	675,206	644,946	**675,206**	644,946
Total comprehensive income for the financial period attributable to:				
- owners of the Company	**684,769**	310,676	**684,769**	310,676
- non-controlling interests	**61,366**	(12,778)	**61,366**	(12,778)
	746,135	297,898	**746,135**	297,898
Earnings per share (sen) (Note B,13)				
- basic	**7.2**	6.7	**7.2**	6.7
- diluted	**7.2**	6.7	**7.2**	6.7

(The above Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012)

AXIATA GROUP BERHAD (242188-H)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31/3/2013 RM '000 Unaudited	As at 31/12/2012 RM '000 Audited
CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY		
Share capital	8,517,760	8,508,209
Share premium	2,131,197	2,094,125
Reserves	10,180,803	9,498,174
Total equity attributable to owners of the Company	20,829,760	20,100,508
Non-controlling interests	1,999,137	1,906,714
Total equity	22,828,897	22,007,222
NON-CURRENT LIABILITIES		
Borrowings	11,217,621	10,765,691
Derivative financial instruments	168,034	194,181
Deferred income	289,857	247,188
Other payable	111,303	68,417
Provision for liabilities	353,328	338,948
Deferred tax liabilities	1,486,721	1,418,265
Total non-current liabilities	13,626,864	13,032,690
	36,455,761	**35,039,912**
NON-CURRENT ASSETS		
Intangible assets	8,951,797	8,392,514
Property, plant and equipment	16,912,969	16,585,314
Jointly controlled entities	1,618	1,618
Associates	6,921,897	6,838,467
Available-for-sale financial asset	899	892
Derivative financial instruments	33,741	33,621
Long term receivables	81,740	98,750
Deferred tax assets	265,357	263,842
Total non-current assets	33,170,018	32,215,018
CURRENT ASSETS		
Inventories	456,175	381,499
Trade and other receivables	2,529,788	2,112,098
Derivative financial instruments	15,196	22,087
Financial assets at fair value through profit or loss	8	8
Tax recoverable	36,705	40,839
Deposits, cash and bank balances	7,997,465	7,906,204
Assets directly associated with non-current assets classified as held-for-sale	269,958	252,848
Total current assets	11,305,295	10,715,583
LESS : CURRENT LIABILITIES		
Trade and other payables	5,909,388	5,730,997
Borrowings	1,783,264	1,892,371
Current tax liabilities	161,284	115,045
Liabilities directly associated with non-current assets classified as held-for-sale	165,616	152,276
Total current liabilities	8,019,552	7,890,689
Net current assets	3,285,743	2,824,894
	36,455,761	**35,039,912**
Net assets per share attributable to owners of the Company (sen)	245	236

(The above Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012)

axiata

AXIATA GROUP BERHAD (242188-H)

UNAUDITED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2013

	Attributable to equity holders of the Company											
	Issued and fully paid-up ordinary shares of RM1 each											
	Share capital RM '000	Share premium RM '000	Currency translation differences RM '000	Capital contribution reserve RM '000	Merger reserve RM '000	Hedging reserve RM '000	ESOS and RSA reserve RM '000	Actuarial reserve RM '000	Retained earnings RM '000	Total RM '000	Non-controlling interests RM '000	Total equity RM '000
At 1 January 2013	**8,508,209**	**2,094,125**	**(554,660)**	**16,598**	**346,774**	**(116,997)**	**111,044**	**(4,387)**	**9,699,802**	**20,100,508**	**1,906,714**	**22,007,222**
Profit for the financial period	-	-	-	-	-	-	-	-	614,565	614,565	60,641	675,206
Other comprehensive expense:												
- Currency translation differences arising during the financial period:												
- subsidiaries	-	-	50,304	-	-	-	-	-	-	50,304	7,779	58,083
- associates	-	-	26,730	-	-	-	-	-	-	26,730	-	26,730
	-	-	77,034	-	-	-	-	-	-	77,034	7,779	84,813
- Net investment hedge, net of tax	-	-	-	-	-	7,462	-	-	-	7,462	-	7,462
- Actuarial loss for the financial period, net of tax	-	-	-	-	-	-	-	(14,292)	-	(14,292)	(7,054)	(21,346)
Total comprehensive income/(expense)	**-**	**-**	**77,034**	**-**	**-**	**7,462**	**-**	**(14,292)**	**614,565**	**684,769**	**61,366**	**746,135**
Transactions with owners:												
- Issuance of new shares	9,551	27,365	-	-	-	-	-	-	-	36,916	-	36,916
- Acquisition of a subsidiary	-	-	-	-	-	-	-	-	(8,023)	(8,023)	32,657	24,634
- Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(1,600)	(1,600)
- Employee share option scheme:												
- value of employees' services	-	-	-	-	-	-	15,590	-	-	15,590	-	15,590
- transferred from ESOS reserve upon exercise	-	9,707	-	-	-	-	(9,707)	-	-	-	-	-
Total transactions with owners	9,551	37,072	-	-	-	-	5,883	-	(8,023)	44,483	31,057	75,540
At 31 March 2013	**8,517,760**	**2,131,197**	**(477,626)**	**16,598**	**346,774**	**(109,535)**	**116,927**	**(18,679)**	**10,306,344**	**20,829,760**	**1,999,137**	**22,828,897**

(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 2012)

AXIATA GROUP BERHAD (242188-H)

UNAUDITED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2013

	Attributable to equity holders of the Company											
	Issued and fully paid-up ordinary shares of RM1 each											
	Share capital RM '000	Share premium RM '000	Currency translation differences RM '000	Capital contribution reserve RM '000	Merger reserve RM '000	Hedging reserve RM '000	ESOS and RSA reserve RM '000	Actuarial reserve RM '000	Retained earnings RM '000	Total RM '000	Non-controlling interests RM '000	Total equity RM '000
At 1 January 2012 (as previously reported)	8,466,182	1,989,885	(1,947,251)	16,598	346,774	(76,643)	96,838	-	10,396,129	19,288,512	1,832,355	21,120,867
Effect of adoption of MFRS1	-	-	1,813,994	-	-	-	-	-	(1,259,424)	554,570	60	554,630
At 1 January 2012 (as restated)	8,466,182	1,989,885	(133,257)	16,598	346,774	(76,643)	96,838	-	9,136,705	19,843,082	1,832,415	21,675,497
Profit for the financial period	-	-	-	-	-	-	-	-	565,629	565,629	79,317	644,946
Other comprehensive (expense)/income:												
- Currency translation differences arising during the financial period:												
- subsidiaries	-	-	(233,776)	-	-	-	-	-	-	(233,776)	(85,799)	(319,575)
- associates	-	-	10,199	-	-	-	-	-	-	10,199	-	10,199
	-	-	(223,577)	-	-	-	-	-	-	(223,577)	(85,799)	(309,376)
- Net investment hedge, net of tax	-	-	-	-	-	(18,816)	-	-	-	(18,816)	-	(18,816)
- Actuarial loss for the financial period								(12,560)		(12,560)	(6,296)	(18,856)
Total comprehensive (expense)/income	**-**	**-**	**(223,577)**	**-**	**-**	**(18,816)**	-	**(12,560)**	**565,629**	**310,676**	**(12,778)**	**297,898**
Transactions with owners:												
- Issuance of new shares	11,422	22,457	-	-	-	-	-		-	33,879	-	33,879
- Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(123,869)	(123,869)
- Employees' share option scheme												
- value of employees' services	-	-	-	-	-	-	12,239	-	-	12,239	-	12,239
- transferred from ESOS reserve upon exercise	-	19,365	-	-	-	-	(19,365)	-	-	-	-	-
Total transactions with owners	11,422	41,822	-	-	-	-	(7,126)	-	-	46,118	(123,869)	(77,751)
At 31 March 2012	**8,477,604**	**2,031,707**	**(356,834)**	**16,598**	**346,774**	**(95,459)**	**89,712**	**(12,560)**	**9,702,334**	**20,199,876**	**1,695,768**	**21,895,644**

(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 2012)

AXIATA GROUP BERHAD (242188-H)

UNAUDITED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	FOR THE FINANCIAL PERIOD ENDED	
	31/3/2013	31/3/2012
	RM '000	RM '000 Restated
Receipts from customers	4,272,293	4,249,257
Payments to suppliers and employees	(2,729,880)	(2,060,112)
Payment of finance cost	(205,527)	(149,001)
Payment of income taxes (net of refunds)	(153,432)	(270,780)
CASH FLOWS FROM OPERATING ACTIVITIES	**1,183,454**	**1,769,364**
Disposal of property, plant and equipment	1,818	2,529
Purchase of property, plant and equipment & capex inventories	(1,035,691)	(946,405)
Purchase of other intangible assets	(194,247)	(32,442)
Purchase of available-for-sale financial asset	-	(50)
Investment in a subsidiary	(326,302)	(66,621)
Acquisition of an associate	-	(2,940)
Net repayment from employees	8	46
Interest received	72,028	62,813
CASH FLOWS USED IN INVESTING ACTIVITIES	**(1,482,386)**	**(983,070)**
Proceeds from issuance of Performance-Based ESOS shares	36,916	33,879
Proceeds from borrowings	584,753	458,944
Repayments of borrowings	(243,554)	(341,410)
Dividends paid to non-controlling interests	(1,600)	-
Dividends received from associates	2,764	-
CASH FLOWS FROM FINANCING ACTIVITIES	**379,279**	**151,413**
NET INCREASE IN CASH AND CASH EQUIVALENTS	80,347	937,707
NET (INCREASE)/DECREASE IN RESTRICTED CASH AND CASH EQUIVALENT	(66,744)	90,435
EFFECT OF EXCHANGE RATE CHANGES	11,691	(54,071)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	**7,894,464**	**6,046,406**
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	**7,919,758**	**7,020,477**
Total deposits, cash and cash balances	7,997,465	7,497,436
Less :		
- Deposit pledged	(73,132)	(474,580)
- Bank overdraft	(4,575)	(2,379)
TOTAL CASH AND CASH EQUIVALENT AS AT THE END OF THE FINANCIAL PERIOD	**7,919,758**	**7,020,477**

(The above Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012)

AXIATA GROUP BERHAD (242188-H)
(Incorporated in Malaysia)

PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTINGSTANDARD 134

1. Basis of Preparation

The unaudited financial statements for the financial period ended 31 March 2013 of the Group have been prepared in accordance with the International Financial Reporting Standards compliant framework, Malaysian Financial Reporting Standards (“MFRS”), MFRS 134 “Interim Financial Reporting”, Paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Securities”) Main Market Listing Requirements (“Main LR”), and should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2012 (“2012 Audited Financial Statements”).

2. Accounting Policies

The accounting policies and method of computation applied in the unaudited interim financial statements are consistent with those used in the preparation of the 2012 Audited Financial Statements except for the adoption of new standards and amendments/improvements to existing standards that are applicable to the Group for the financial period beginning 1 January 2013 as set out below.

(a) New and amendments to existing standards

MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosures of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 127	Separate Financial Statements
MFRS 128	Investments in Associates and Joint Ventures

Amendments to MFRS 1 “First-time adoption of MFRSs” on Government Loans

Amendments to MFRS 7 “Financial Instruments: Disclosures” on Disclosure - Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 10, 11 and 12 on Consolidated Financial statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance

Amendment to MFRS 101 “Presentation of Financial Statements” on Presentation of Items of Other Comprehensive Income

(b) Annual improvements 2009-2011 Cycle

MFRS 1	First-time adoption of MFRS
MFRS 101	Presentation of Financial Statements
MFRS 116	Property, Plant and Equipment
MFRS 132	Financial Instruments: Presentation
MFRS 134	Interim Financial Reporting

The adoption of the new standards and amendments/annual improvements to existing standards did not have any significant impact to the Group during the current quarter and financial period to date.

3. Seasonal or Cyclical Factors

The operations of the Group were not significantly affected by any seasonal or cyclical factors.

4. Significant Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

The Group's performance for the current quarter and financial period to date has taken into account of the following:

(a) On 19 February 2013, the Group completed the acquisition of Latelz Cambodia Limited ("Latelz") as disclosed in Part A, 12 (b) of this announcement for a total cash consideration of RM481.3 million (USD155.3 million).

During the current quarter, the Group has made partial cash payment of RM341.8 million (USD110.3 million) and a total goodwill of RM355.1 million (USD114.3 million) [which is subject to further adjustments as at the date of completion] was recognised in conjunction with the above acquisition.

There were no other unusual items affecting assets, liabilities, equity, net income or cash flows due to their nature, size or incidence for the financial period ended 31 March 2013.

5. Estimates

The preparation of interim unaudited financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

There were no changes in estimates of amounts reported in prior financial years that may have a material effect in the current quarter and financial period to date.

In preparing the unaudited interim financial statements, the significant judgements made by the management in applying the Group's accounting policies and the sources of estimates uncertainty were consistent as those applied to 2012 Audited Financial Statements.

6. Issues, Repurchases and Repayments of Debt and Equity Securities

a) During the current quarter and financial period to date, the Company issued additional 9.6 million new ordinary shares of RM1 each respectively at an exercise price of RM1.81, RM3.15, RM3.45 and RM5.07 pursuant to the exercise of employee share option under Performance-Based Employee Share Option Scheme ("ESOS") and Restricted Share Plan ("Axiata Share Scheme").

The detail movement of the issued and paid-up capital and share premium reserve of the Company are as follow:

	Issued and fully paid-up ordinary shares of RM1 each	Share capital	Share premium	Total
	'000	RM'000	RM'000	RM'000
At 1 January 2013	8,508,209	8,508,209	2,094,125	10,602,334
Issuance of Performance-Based ESOS Shares	9,551	9,551	27,365	36,916
Transferred from ESOS reserve upon exercised	-	-	9,707	9,707
At 31 March 2013	8,517,760	8,517,760	2,131,197	10,648,957

b) During the current quarter and financial period to the date, the Company offered 28,910,600 ordinary shares of RM1 each of the Company under the Axiata Share Scheme to the eligible employees and Executive Directors of the Group.

c) During the current quarter and financial period to date, PT XL Axiata Tbk ("XL"), a subsidiary of the Group drawdown the borrowings facilities as follow:

Date of drawdown	Amounts drawdown	Financial institutions
21 January 2013	IDR500.0 billion	PT Bank Mandiri (Persero) Tbk
25 March 2013	USD110.0 million	Bank of Tokyo – Mitsubishi UFJ, Ltd

Aside from the above, there were no other significant issues, repurchases and repayments of debt and equity securities during the financial period ended 31 March 2013.

7. Dividend paid

There is no dividend paid by the Company during the financial period to date.

8. Segmental Information

For the financial period ended 31 March 2013

	Malaysia	Indonesia	Bangladesh	Sri Lanka	Others	Consolidation adjustments/ eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Total operating revenue	1,979,284	1,596,919	421,414	370,445	138,279	-	4,506,341
Inter-segment*	(1,611)	(8,377)	(415)	(4,544)	(4)	(9,513)	(24,464)
External operating revenue	1,977,673	1,588,542	420,999	365,901	138,275	(9,513)	4,481,877
Earnings before interest, tax, depreciation and amortisation ("EBITDA")	851,776	667,407	154,892	119,290	(13,671)	16	1,779,710
Interest income	30,216	5,716	6,869	2,114	40,999	(13,877)	72,037
Interest expense	(51,442)	(75,578)	(5,465)	(4,158)	(39,506)	12,413	(163,736)
Depreciation of property, plant and equipment ("PPE")	(183,393)	(439,114)	(58,204)	(64,323)	(20,133)	16,552	(748,615)
Amortisation of intangible assets	(26,422)	(7,111)	(15,597)	(2,920)	(544)	-	(52,594)
Associates:							
- Share of results (net of tax)	1,311	-	-	(288)	66,035	-	67,058
- Loss on dilution of equity interest	-	-	-	-	-	(7,429)	(7,429)
Impairment of PPE, net of reversal	(28,000)	-	-	(1,813)	(17,907)	-	(47,720)
Other non-cash income/(expenses)	3,645	(11,088)	15,699	(1,948)	9,220	1,464	16,992
Taxation	(128,689)	(40,712)	(54,076)	(6,733)	(13,714)	3,427	(240,497)
Segment profit for the financial period	469,002	99,520	44,118	39,221	10,779	12,566	675,206

8. Segmental Information (continued)

For the financial period ended 31 March 2012 (restated)

	Malaysia	Indonesia	Bangladesh	Sri Lanka	Others	Consolidation adjustments/ eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Total operating revenue	1,894,861	1,644,664	330,412	332,324	76,888	-	4,279,149
Inter-segment*	(2,541)	(13,072)	(72)	(9,275)	(1,300)	(6,013)	(32,273)
External operating revenue	1,892,320	1,631,592	330,340	323,049	75,588	(6,013)	4,246,876
EBITDA	815,165	830,082	103,320	107,500	(32,719)	-	1,823,348
Interest income	31,839	12,308	851	3,277	25,982	(11,381)	62,876
Interest expense	(54,226)	(62,894)	(19,209)	(3,889)	(32,727)	11,360	(161,585)
Depreciation of PPE	(204,980)	(425,388)	(52,584)	(59,925)	(16,747)	39,736	(719,888)
Amortisation of intangible assets	(21,682)	(6,113)	(12,652)	(1,191)	(110)	-	(41,748)
Associates:							
- Share of results (net of tax)	2,449	-	-	19	75,150	-	77,618
- Loss on dilution of equity interests	-	-	-	-	-	(6,665)	(6,665)
Impairment of PPE, net of reversal	-	(3,756)	-	784	(25,470)	-	(28,442)
Other non-cash income/(expenses)	18,697	(34,539)	3,362	(56,464)	(31,457)	21	(100,380)
Taxation	(116,591)	(84,795)	(18,808)	(4,022)	(25,211)	(10,761)	(260,188)
Segment profit/(loss) for the financial period	470,671	224,905	4,280	(13,911)	(63,309)	22,310	644,946

* Inter-segment operating revenue has been eliminated at the respective segment operating revenue. The inter-segment operating revenue was entered into in the normal course of business and at prices available to third parties or at negotiated terms.

9. Valuation of PPE

The Group does not adopt a revaluation policy on its PPE.

10. Acquisitions of PPE

During the financial period to date, the Group acquired additional PPE amounting to RM885.6 million mainly for its telecommunication network equipment and capital work in progress.

11. Events after the Interim Period

(a) Acquisition of Sky Television and Radio Network (Private) Limited ("Sky")

Dialog Broadband Networks (Private) Limited ("DBN"), a wholly owned subsidiary of Dialog Axiata PLC, had on 13 May 2013, completed acquisition of entire ordinary shares in issue of Sky at a consideration of SLR800.0 million (USD6.4 million). Following the completion of the acquisition, Sky will be amalgamated with DBN.

There was no other significant event after interim period that requires disclosure and/or adjustment as at 15 May 2013.

12. Effects of Changes in the Composition of the Group

(a) Proposed disposal of 49.00% equity interest in Mobile Telecommunication Company of Esfahan ("MTCE")

On 18 May 2011, the Group entered into a Sale and Purchase Agreement ("SPA") with Telecommunication Company of Esfahan on the disposal of its entire shareholding in MTCE representing 49.00% of the total issued and paid-up share capital in MTCE. The disposal of MTCE was completed on 2 January 2013.

The disposal has no significant impact to the Group during the current quarter and financial period to date.

(b) Acquisition by Axiata Investments Cambodia Limited ("AIC") of Glasswool Holdings Limited ("Glasswool")

On 13 December 2012, the Company and its wholly-owned subsidiary, AIC have entered into a Sale and Purchase Agreement with Timeturns Holdings Limited for the acquisition of the entire ordinary shares in issue of Glasswool, which became the owner of the entire ordinary shares in issue of Latelz in Cambodia ("Acquisition of Latelz") upon completion of the Acquisition of Latelz. Subsequently, it was the Group's intention to merge the operations of Hello Axiata Cambodia Limited ("Hello") and Latelz as one combined entity.

The acquisition was settled via a combination of cash considerations and a 10.0% stake in a combined entity to be held by the remaining partner. On 19 February 2013, the acquisition and the transfer of Hello's telecommunication business and assets were completed and Latelz became a 90.0% owned subsidiary of the Group effectively.

12. Effects of Changes in the Composition of the Group (continued)

(c) Dilution on equity interest in M1 Limited ("M1")

During the current quarter and financial period to date, the Group's equity interest in M1, held through Axiata Investments (Singapore) Limited, a wholly owned subsidiary of the Company, decreased from 29.06% to 28.92% following the issuance of new ordinary shares under M1's ESOS.

The dilution has no significant impact to the Group during the current quarter and financial period to date.

There were no other changes in the composition of the Group for the financial period ended 31 March 2013.

13. Significant Changes in Contingent Assets or Contingent Liabilities

There has been no significant change in contingent assets or contingent liabilities from that disclosed in the 2012 Audited Financial Statements.

14. Capital Commitments

PPE	Group	
	As at 31/3/2013	**As at 31/3/2012**
	RM'000	**RM'000**
• Commitments in respect of expenditure approved and contracted for	**1,808,025**	1,900,008
• Commitments in respect of expenditure approved but not contracted for	**3,500,802**	2,628,090

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

1. Review of Performance

(a) Quarter-on-Quarter

The Group recorded solid revenue growth of 5.5% to RM4,481.9 million in the current quarter (“Q1’13”) from RM4,246.9 million recorded in the first quarter 2012 (“Q1’12”), on the back of higher revenue contribution from all key Operating Companies (“OpCo”), except Indonesia. At constant currency, the Group revenue would have registered higher growth of 8.0%. Operating costs of the Group increased by 11.5% to RM2,702.2 million in Q1’13 from RM2,423.5 million in Q1’12, mainly driven by Malaysia, Indonesia and Bangladesh. As a result, Group EBITDA decreased by 2.4% quarter-on-quarter, with margin at 39.7%, a decline of 3.2 percentage points. Profit after taxation (“PAT”) in the period regained the growth momentum, posted growth of 4.7% to RM675.2 million, mainly due to foreign exchange gains of RM18.0 million recorded in Q1’13 as compared to foreign exchange losses of RM120.0 million in Q1’12. Higher profit contribution in Sri Lanka and Bangladesh operations also brought back positive growth to the Group.

Malaysia gross revenue grew 4.5% in Q1’13 mainly due to higher revenue from USP claw-back, sales of devices and postpaid business. Device sales revenue increased by 142.7% while postpaid growth by 2.7%. Broadband revenue continued to show positive traction, registered growth of 19.3% quarter-on-quarter driven by 9.5% increase in subscribers, and contributing 12.9% to total revenue. In Q1’13, Malaysia operating costs grew 4.4% mainly from cost associated with USP claw-back and devices costs which is in tandem with higher sales of devices in the current quarter. EBITDA in the period showed increase of 4.5% with margin maintained at 43.0% quarter-on-quarter. Excluding the USP claw-back, EBITDA margin would be higher at 44.3%. PAT posted a slight decrease of 0.4% to RM469.0 million, mainly due to higher depreciation, amortisation and impairment and higher taxation in the current quarter.

Gross revenue of Indonesia decreased by 2.9% mainly due to unfavourable translated revenue arising from 5.9% depreciation of IDR against RM in the current quarter. At constant currency in RM terms, Indonesia revenue would have registered growth of 3.2% quarter-on-quarter mainly coming from interconnect revenue increasing 137.8%, arising from SMS interconnect fee regulation since Q2’12 and increase in data revenue by 15.8%. Operating costs increased by 14.1% mainly from higher interconnect costs from SMS interconnect fee regulation along with aggressive network costs to accommodate data growth. EBITDA in the period declined 19.6% and margin dropped by 8.7 percentage points quarter-on-quarter. This adversely affected the PAT performance, which consequently decreased by 55.7% to RM99.5 million in Q1’13, off-set by lower foreign exchange translation loss.

Bangladesh gross revenue registered an excellent double digit growth of 27.5% mainly from prepaid revenue, supported by 22.5% increase in prepaid revenue generating subscriber base. Bangladesh operating costs increased by 17.4% mainly due to regulatory cost increasing by 22.9% from higher revenue sharing payment and 12.3% increase in interconnect cost due to higher off-net outgoing calls. EBITDA in the period subsequently showed an increase of 49.9% and PAT by a significant 931.0% to RM44.1 million quarter-on-quarter, flowing mainly from the strong EBITDA, higher interest income and currency translation gain due to strengthening of BDT against USD in Q1’13.

1. Review of Performance (continued)

(a) Quarter-on-Quarter (continued)

Sri Lanka gross revenue grew 11.5% quarter-on-quarter, mainly attributed to its global and fixed line segment. Global revenue grew 28.4% resulted from higher termination revenue recorded, in tandem with increase in termination minutes. Fixed line revenue increased by a significant 196.3% in the current quarter mainly due to integration of a newly acquired entity in Sri Lanka since Q2'12. In Q1'13, Sri Lanka mobile revenue continues to show its positive momentum growing 6.9% from higher prepaid revenue, which increased by 8.9% in tandem with the increase in prepaid net subscribers additions of 9.0%, and higher mobile broadband revenue of 60.0%. Operating costs increased by 11.7% mainly from higher customer maintenance, manpower and network related costs. EBITDA in the period posted growth of 11.0% contributed by its higher revenue and continuous aggressive cost management initiatives. Sri Lanka registered profit after tax of RM39.2 million in Q1'13 compared to loss in the prior quarter, from higher EBITDA results coupled with lower foreign exchange losses in Q1'13 compared to Q1'12, mainly from revaluation of lower balance of USD borrowings and payables.

Other segment consist of minor subsidiaries and profit contribution from associates, has a revenue contribution of RM128.8 million to total Group revenue in Q1'13. Cambodia revenue grew significantly by 120.4% quarter-on-quarter, now contributing 2% to total Group revenue in Q1'13 as compared to 1% in prior quarter, reflecting the consolidation of a newly acquired entity operation by Cambodia in Q1'13. As a result, Cambodia EBITDA and PAT registered excellent growth of >100%. Associates contribution in share of profit decreased to RM59.6 million from RM71.0 million in Q1'12, mainly due to lower share of profit contribution in India and Singapore in Q1'13 as compared to Q1'12.

1. Review of Performance (continued)

(b) Comparison with Preceding Quarter's Results

Group revenue increased marginally by 0.7% to RM4,481.9 million recorded in Q1'13 from RM4,448.8 million in the fourth quarter 2012 ("Q4'12"), with all OpCo registered higher revenue contribution except Indonesia. At constant currency, the Group revenue would have registered lower growth of 0.2%. Group operating costs increased by 1.8% to RM2,702.2 million in Q1'13 mainly coming from Indonesia, Bangladesh and Cambodia operations. Higher increase in cost against revenue mainly from network costs, subsidy costs on SIM tax and consolidation of a newly acquired entity costs by Cambodia resulted in Group EBITDA decreasing marginally by 0.8% to RM1,779.7 million in Q1'13 as compared to the preceding quarter, and margin decreased by 0.6 percentage points to 39.7%. PAT however posted a growth of 2.7% to RM675.2 million in Q1'13 from RM657.6 million in preceding quarter, as a result of lower depreciation, amortization and impairment in Q1'13 from Malaysia and foreign exchange gains recorded in the current quarter as compared to losses in Q4'12 as most local currencies further strengthened against USD.

Malaysia gross revenue grew 0.6% in Q1'13 mainly due to higher USP claw-back revenue and MVNO revenue, which increased by 204.0% and 33.7% respectively. Operating costs increased by 0.4% compared to Q4'12, attributed to cost associated with USP claw-back and higher content provider charges. As a result, Malaysia EBITDA increased by 1.0% and margin is at 43.0% in the current quarter. Excluding the USP claw-back, EBITDA margin would be higher at 44.3%. In Q1'13, Malaysia depreciation, amortization and impairment decreased by 24.1% mainly resulted from higher impairment charges taken up in Q4'12. This has positively impacted PAT which strengthened the growth to 8.0% recording RM469.0 million from RM434.2 million in Q4'12, off-set with lower utilisation of investment tax credit in the current quarter.

Gross revenue of Indonesia decreased by 4.8% mainly due to lower voice and SMS revenue growth. Data revenue declined by 1.5% and total blended ARPU and RPM showed a decrease of 17.3% and 15.4% respectively as compared to preceding quarter. Operating costs increased by 1.0% mainly from higher network costs to accommodate data growth, and in tandem with increase in base transmission sites. EBITDA in the period subsequently declined 11.9% and margin dropped by 3.3 percentage points compared to preceding quarter. This adversely affected the PAT performance, which consequently decreased by 44.3% to RM99.5 million in Q1'13, off-set by lower taxation in the current quarter.

Bangladesh posted gross revenue growth of 9.1% mainly from prepaid and postpaid revenue which increased by 4.4% and 69.2% respectively, attributed to festivities and higher active subscribers recorded in Q1'13. For the quarter, Bangladesh operating costs grew 15.7%, contributed mainly by increase in subsidy costs on SIM tax in tandem with higher lifting of SIMs, and interconnect cost from enhanced off-net outgoing calls. As a result, EBITDA declined marginally by 0.6% versus the preceding quarter. PAT in the current quarter decreased by 29.3% to RM44.1 million, resulted mainly from lower foreign exchange gains recorded in the current quarter due to revaluation of higher balance of USD borrowings and payables in Q1'13, as compared to the preceding quarter.

1. Review of Performance (continued)

(b) Comparison with Preceding Quarter's Results (continued)

Sri Lanka gross revenue increased by 5.5% contributed mainly from its mobile segment, resulted from mobile broadband revenue which grew 19.7% driven by 10.0% growth in broadband subscribers, and prepaid revenue which grew 2.3% driven by 3.3% growth in prepaid revenue generating subscribers base. Tele-infrastructure and television segment also showed positive improvement, both growing by 5.7% versus Q4'12. Operating costs increased slightly by 0.3% due to unfavourable translated cost arising from 2.7% appreciation of SLR against RM in the current quarter. At constant currency in RM terms, Sri Lanka costs would have decreased by 2.4% mainly resulted from lower regulatory cost due to a regulatory refund recorded in Q1'13, lower marketing and customer maintenance cost. EBITDA posted a strong double-digit growth of 18.5% with margin at 32.2% in Q1'13, increasing by 3.5 percentage points, partially contributed to a significantly higher cost in prior quarter. Sri Lanka registered profit after tax of RM39.2 million in Q1'13, an increase of 81.9% from the preceding quarter, mainly flowing from the strong EBITDA and lower depreciation and amortization recorded in the current quarter due to asset impairment in Q4'12.

Other segment consist of minor subsidiaries and profit contribution from associates, has a revenue contribution of RM128.8 million to total Group revenue in Q1'13. Cambodia revenue grew significantly by 112.2% from the preceding quarter, now contributing 2% to total Group revenue in Q1'13 as compared to 1% in preceding quarter, reflecting the consolidation of a newly acquired entity operation by Cambodia in Q1'13. As a result, Cambodia EBITDA and PAT registered excellent growth of >100%. Associates contribution in share of profit decreased to RM59.6 million, mainly due to lower share of profit contribution in India in Q1'13 as compared to Q4'12. Singapore PAT however registered higher profit contribution versus the preceding quarter.

1. **Review of Performance (continued)**

(c) Economic Profit ("EP") Statement

	Current and Cumulative Quarter	
	31/3/2013	**31/3/2012**
	RM'000	RM'000
		Restated
EBIT*	949,403	987,885
Less: Adjusted Tax (25%)	(237,351)	(246,971)
NOPLAT	712,052	740,914
AIC	14,878,627	13,804,215
WACC	7.34%	7.42%
Economic Charge (AIC*WACC)	273,023	256,068
Economic Profit	439,029	484,846

The EP Statement is as prescribed under the Government Linked Companies Transformation Program and it is disclosed on a voluntary basis.

EP is a yardstick to measure shareholder value as it provides a more accurate picture of underlying economic performance of the Group vis-à-vis its financial accounting reports, i.e. it explains how much return a business generates over its cost of capital. This can be measured from the difference of NOPLAT and Economic Charge.

The factor contributing to lower EP during the current quarter and financial period to date is mainly contributed by a higher Economic Charge ("EC"). Higher EC incurred was in line with higher capital investment by the Group with lower WACC due to lower cost of equity resulted from lower market risk premium.

Note:

EBIT = Earnings before Interest & Taxes, excluding derivative financial instruments gains/(losses), certain non operational and one-off items as well as foreign exchange differences on financing activities.

NOPLAT= Net Operating Profit/(Loss) after Tax

AIC = Average Invested Capital, consists of average operating capital, average net PPE and average net other operating assets.

WACC = Weighted Average Cost of Capital is calculated as weighted average cost of debts and equity taking into account the proportion of debt position and market capitalisation as at end of the period.

2. Headline Key Performance Indicators ("KPIs") for the financial year ending 31 December 2013

On 21 February 2013, the Group announced its Headline KPIs guidance for the financial year ending 31 December 2013. The Group's 2013 Headline KPIs announced are as below:

Headline KPIs	**2013 Headline KPIs (%)**
Revenue Growth	7.6
EBITDA Growth	0.2
Return on Invested Capital ("ROIC")	10.3
Return on Capital Employed ("ROCE")	8.3

Moving forward, the Group will remain focused on its long-term transformation strategy which includes new approach to current business by defending and growing traditional services, invest-build and launching new businesses and continuously adopt careful and prudent measures particularly in respect of cost management, in order to optimise its financial performance.

The Group expects to face continued challenges for the financial year ending 31 December 2013 and careful execution of its business strategy remains a key focus. Amongst the key risks facing operating companies include increasing competition and regulatory challenges.

Based on period to date performance of the Group, and barring any unforeseen circumstances and adverse foreign currency fluctuations, the Board of Directors expect the Group's performance for the financial period ending 31 December 2013 will be in line with the announced KPIs.

3. Variance of Actual Profit from Forecast Profit / Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in a public document in respect of the financial period ended 31 March 2013.

4. Taxation

The taxation charge for the Group comprises:

	Current and Cumulative Quarter	
	31/3/2013	**31/3/2012**
	RM'000	**RM'000**
Income Tax:		
Malaysia		
Current year	(110,364)	(163,529)
Prior year	21,700	-
	(88,664)	(163,259)
Overseas		
Current year	(86,378)	(97,285)
Prior year	1,615	-
	(84,763)	(97,285)
Deferred Tax (net):		
Originating and reversal of temporary differences	(67,070)	626
Total taxation	(240,497)	(260,188)

The current quarter and financial period to date's effective tax rate for the Group is higher than the statutory tax rate mainly due to higher expenses not allowable for tax deduction.

5. Status of Corporate Proposals

(a) Disposal of 89.00% equity interest in Multinet Pakistan (Private) Limited ("Multinet")

On 19 July 2010, the Company announced the disposal of its entire shareholding in Multinet through its wholly-owned subsidiary, Axiata Investments (Labuan) Limited representing 89.00% of the total issued and paid-up share capital in Multinet. The completion of the sale is extended as the sale is subject to amongst others the fulfillment of conditions precedent for the sale.

Multinet continued to be classified as Assets and Liabilities Directly Associated with Non-current Assets classified as Held for Sale during the financial period to date under FRS5 "Non-current Assets Held for Sale and Discontinued Operations".

As of 15 May 2013, other than the above, there is no other corporate proposal announced but not completed.

6. Group's Borrowings and Debt Securities

(a) Breakdown of the Group's borrowings and debt securities as at 31 March were as follows:

	2013		2012	
	Current	**Non-current**	Current	Non-current
	RM'000	**RM'000**	RM'000	RM'000
Secured	203,949	400,055	548,150	409,305
Unsecured	1,579,315	10,817,566	1,531,022	8,853,108
Total	**1,783,264**	**11,217,621**	2,079,172	9,262,413

(b) Foreign currency borrowings and debt securities in RM equivalent as at 31 March were as follows:

Foreign Currency	**2013**	2012
	RM'000	RM'000
USD	3,686,103	3,721,508
IDR	3,808,889	2,891,754
CNY	495,031	-
BDT	23,213	429,466
SLR	4,575	56,675
Total	**8,017,811**	7,099,403

7. Outstanding derivatives

(a) The detail of the Group's outstanding net derivatives financial instruments as at 31 March are set out as follow:

Type of derivatives financial instruments	2013 Notional Value	2013 Fair Value Favourable/ (Unfavourable)	2012 Notional Value	2012 Fair Value Favourable/ (Unfavourable)
	RM'000	**RM'000**	RM'000	RM'000
Forward foreign currency contracts:				
- 1 – 3 years	386,688	17,252	-	-
- > 3 years	-	-	435,298	340
Cross currency interest rate swaps:				
- < 1 year	135,823	15,196	-	-
- 1 – 3 years	1,611,760	(31,100)	403,649	20,993
- > 3 years	928,050	(111,846)	1,685,475	(157,166)
Interest rate swaps contracts:				
- 1 – 3 years	400,216	(12,383)	-	-
- > 3 years	-	-	544,229	(19,162)
Convertible warrants in an associate:				
- > 3 years	-	3,784	-	3,784
Total		**(119,097)**		(151,211)

(b) The risks associated with the derivative financial instrument and the policies in place for mitigating such risks were disclosed in 2012 Audited Financial Statements.

8. Fair value changes of financial liabilities

The Group recognised a total net (losses)/ gains in the consolidated profit or loss arising from the fair value changes on the derivatives financial instruments which are marked to market as at date of statement of financial position are as follow:

	Current and Cumulative Quarter	
	31/3/2013	31/3/2012
	RM'000	RM'000
Total net (losses)/gains	(1,787)	3,303

9. Realised and Unrealised Profits or Losses Disclosure

	As at 31/3/2013	As at 31/3/2012
	RM'000	RM'000
Total retained profits/(accumulated losses) of the Company and its subsidiaries:		
- Realised	11,665,629	10,461,954
- Unrealised	(1,490,265)	(1,136,316)
	10,175,364	9,325,638
Total retained profits from associated companies:		
- Realised	881,849	620,593
- Unrealised	(116,586)	(55,774)
	765,263	564,819
Total retained profits from jointly controlled entities:		
- Realised	(1,577)	-
	10,939,050	9,890,457
Less : Consolidation adjustments	(632,706)	(188,123)
Total Consolidated Retained Profits	10,306,344	9,702,334

10. Material Litigation

The status of material litigation of the Group is as follows:

(a) Celcom Trading Sdn Bhd (formerly known as Rego Multi-Trades Sdn Bhd) ("Celcom Trading") vs Aras Capital Sdn Bhd ("Aras Capital") & Tan Sri Dato' Tajudin Ramli ("TSDTR")

In 2005, Celcom Trading, a wholly-owned subsidiary of Celcom, commenced proceedings against Aras Capital and TSDTR for amounts due to Celcom Trading of RM261.8 million as at 30 November 2004 pursuant to an investment agreement with Aras Capital and an indemnity letter given by TSDTR. TSDTR filed its defence and instituted a counterclaim of RM100.0 million against Celcom Trading, Celcom Resources Berhad (formerly known as Technology Resources Industries Berhad) ("Celcom Resources") and its directors to void and rescind the indemnity letter and claim damages. Celcom Trading, Celcom Resources and the directors filed their respective applications to strike out TSDTR's counterclaim, which were dismissed by the Court. The directors appealed and the same was dismissed on 16 October 2012.The Court allowed the parties' application to amend the pleadings on 13 May 2013. The matter is now fixed for case management on 26 June 2013 where parties are to file the amended bundle of pleadings and directions on documents and witness statements will be given by the Court.

10. Material Litigation (continued)

(b) Celcom & Another vs TSDTR & 6 Others

On 24 October 2008, Celcom and Celcom Resources filed a Writ of Summons and Statement of Claim against the former directors of Celcom/Celcom Resources, namely (i) TSDTR, (ii) Bistaman Ramli ("BR"), (iii) Dato' Lim Kheng Yew ("DLKY"), (iv) Axel Hass ("AH"), (v) Oliver Tim Axmann ("OTA"). In the Writ of Summons, Celcom and Celcom Resources also named DeTeAsia Holding GmbH ("DeTeAsia") and Beringin Murni Sdn Bhd ("BM") as co-defendants (collectively with the former directors referred to as "Defendants"). Celcom and Celcom Resources are seeking damages for conspiracy against the Defendants.

Celcom and Celcom Resources claim that the Defendants wrongfully and unlawfully conspired with each other to injure Celcom and Celcom Resources by causing and/or committing them to enter into the Supplemental Agreement to the Subscription Agreement and the Management Agreement dated 7 February 2002 ("Supplemental Agreement") and the Amended and Restated Supplemental Agreement ("ARSA") dated 4 April 2002 with DeTeAsia in consideration for the renunciation by DeTeAsia of certain rights issue shares in Celcom Resources in favour of TSDTR and BR.

TSDTR and BR filed an application to strike out the Writ of Summons. On 17 July 2009, the Court dismissed TSDTR and BR's striking out application with costs. TSDTR and BR filed an appeal to the Court of Appeal. The appeal was heard on 25 June 2012 and 14 August 2012. The Court of Appeal fixed the appeal for continued hearing on 28 November 2012.

DeTeAsia, AH and OTA have filed their respective Memorandum of Conditional Appearance and application to strike out these proceedings. On 25 October 2010, the Court dismissed the said application respectively and on 28 October 2010 AH, OTA and DeTeAsia filed their respective appeals to Court of Appeal against the High Court decision. The appeals were heard on 25 June 2012 and 14 August 2012 and fixed for continued hearing on 28 November 2012.

Subsequently, the Court of Appeal vacated both appeals and the same are now fixed for mention on 27 June 2013.

(c) Celcom & Another vs TSDTR & 8 Others

In connection with the Award in DeTeAsia's favour in August 2005, Celcom and Celcom Resources instituted proceedings against 9 of its former directors alleging that they had breached their fiduciary duties in entering into a Subscription Agreement on its behalf on 25 June 1996 with Deutsche Telekom AG ("Subscription Agreement"), and the ARSA whilst they were directors of Celcom and Celcom Resources. In addition, Celcom and Celcom Resources have also made a claim against TSDTR for alleged unauthorised profits made by him in connection with the execution of the abovementioned agreements. Celcom and Celcom Resources are seeking an indemnity from the directors for the sums paid by Celcom to DeTeAsia in satisfaction of the Award against it, return of the alleged unauthorised profits by TSDTR amounting to RM446.0 million, all monies received by the directors arising out of such breaches, losses and damages in connection with the entry of Celcom and Celcom Resources into the Subscription Agreement and the ARSA.

TSDTR and BR filed an application to strike out the proceedings. On 6 February 2009, the Court dismissed TSDTR and BR's striking out application with costs. TSDTR and BR filed an appeal to the Court of Appeal. The appeal was heard on 25 June 2012 and on 14 August 2012. The Court of Appeal fixed the appeal for continued hearing on 28 November 2012.

10. Material Litigation (continued)

(c) Celcom & Another vs TSDTR & 8 Others (continued)

The German directors have respectively applied to set aside these proceedings on the basis that the issues had been litigated and decided on their merits based on the Award. The said applications were respectively dismissed by the Court on 30 June 2010. The German directors filed their respective notices of appeal to the Court of Appeal. The appeals were heard on 25 June 2012 and 14 August 2012. The Court of Appeal then fixed 28 November 2012 for continued hearing.

Subsequently, the Court of Appeal vacated both appeals and the same are now fixed for mention on 27 June 2013.

(d) Claim on Robi by NBR

The Large Tax Unit of the National Board of Revenue of Bangladesh, had issued a show cause letter dated 23 February 2012 to Robi. The letter alleged that Robi had evaded payment of supplementary duty and VAT levied on the issuance of a certain number of SIM cards to new customers of Robi on the pretext that the issuance were for replacement purposes with regards to Robi's existing customers. The amount in question amounts to RM259.3 million (BDT6,549.9 million). The show cause letter accompanied a demand to pay the amount, if the response to the show cause letter is not satisfactory.

Robi subsequently filed a writ in the High Court of Bangladesh on 26 April 2012 to challenge NBR's claim. The writ was heard by the High Court on 2 May 2012. At the hearing the High Court of Bangladesh granted Robi a stay of NBR's claim for 2 months and ordered Robi to reply to NBR's show cause letter within 10 days.

On 7 May 2012, NBR filed an application for Leave to Appeal to the Appellate Division of the Supreme Court of Bangladesh challenging the stay order of the High Court. Chamber Judge of the High Court heard the appeal on 8 May 2012 and rejected NBR's application for stay.

Robi has replied to NBR's show cause letter on 10 May 2012 and is now awaiting NBR to adjudicate on Robi's reply and to inform Robi of its decision. The High Court granted a further extension of the stay order previously granted to Robi for another period of 1 month pursuant to the application submitted by Robi on 21 June 2012. The stay order has been further extended for 6 months. The appeal filed by NBR against the order of stay was taken up by the Appellate Division for final hearing on 7 April 2013 and the appeal was disposed of with a direction upon the High Court Division to finally hear the writ petition within one month from the date of receipt of the order.

11. Other Disclosure Requirements under Appendix 9B of the Main LR

Other than those items disclosed in the statements of comprehensive income and notes in Part A of this announcement, there are no material impairment of receivables, inventories, gains/loss on disposal of investments, properties and assets during the current quarter and financial period to date.

12. Additional Disclosure Requirements

Pursuant to the letter of approval from Securities Commission Malaysia dated 30 January 2008 in relation to, amongst others, the Telekom Malaysia Group's Demerger, the Company is required to obtain the relevant approvals for the transmission towers and rooftop sites ("Outdoor Structures") of Celcom within two (2) years from the date of the SC's approval letter. In addition, the Company is also required to disclose in its quarterly announcement, the status of application of such Outdoor Structures to Bursa Securities until all approvals are obtained.

On 30 January 2012, CIMB Investment Bank Berhad had, on behalf of the Company, inter-alia, announced that the SC had, through its letter dated 25 January 2012, granted an extension of time of two (2) years (i.e. up to 29 January 2014) for the Company to obtain the necessary approvals for the said Outdoor Structures.

The status of 49 Outdoor Structures (which are subject to the SC's condition above) as at 15 May 2013 is as follows:

(a) 3 Outdoor Structures have obtained local authorities approval;
(b) 9 Outdoor Structures are pending approval from local authorities;
(c) Initial applications for 28 Outdoor Structures have been declined. Celcom is in the midst of appealing to the relevant local authorities with respect to such applications; and
(d) 9 Outdoor Structures have been permanently dismantled.

13. Earnings Per Share ("EPS")

(a) Basic EPS

	Current and Cumulative Quarter	
	31/3/2013	31/3/2012
Profit attributable to owners of the Company (RM'000)	614,565	565,629
Adjusted weighted average number of shares ('000)	8,511,001	8,469,829
Basic EPS (sen)	**7.2**	6.7

Basic EPS of the Group was calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares during the current quarter and financial period to date.

(b) Diluted EPS

For the diluted EPS, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares.

	Current and Cumulative Quarter	
	31/3/2013	31/3/2012
Profit attributable to owners of the Company (RM'000)	614,565	565,629
Adjusted weighted average number of shares ('000)	8,511,001	8,469,829
Adjusted for the Company's ESOS	50,563	31,460
Weighted average number of diluted ordinary shares for computation of diluted EPS ('000)	8,561,564	8,501,289
Diluted EPS (sen)	**7.2**	6.7

14. Qualification of Preceding Audited Financial Statements

The 2012 Audited Financial Statements were not subject to any qualification.

15. Dividend Proposed

The Board of Directors have recommended tax exempt dividends under single tier system a final dividend of 15 sen (2011: 15 sen) and a special dividend of 12 sen (2011: Nil) per ordinary share of RM1 each of the Company in respect of financial year ended 31 December 2012. The proposed dividends are subject to approval by the shareholders at the forthcoming 21st Annual General Meeting (21st AGM) of the Company to be held on 23 May 2013. If approved by the shareholders at the 21st AGM, the said dividend will be paid on 14 June 2013 to depositors whose names appear in the Register of Members/Record of Depositors as at 31 May 2013.

By Order of the Board

Suryani Hussein (LS0009277)
Secretary

Kuala Lumpur
22 May 2013