

INTERIM FINANCIAL REPORT

Interim financial report on consolidated results for the quarter ended 31 March 2009.

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER PRECEDING		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31.03.2009 RM'000	YEAR CORRESPONDING QUARTER 31.03.2008 RM'000	9 MONTHS ENDED 31.03.2009 31.03.2008 RM'000 RM'000	
REVENUE	1,350,609	1,060,450	3,256,610	3,101,978
COST OF SALES	(819,773)	(567,460)	(1,803,080)	(1,668,103)
GROSS PROFIT	530,836	492,990	1,453,530	1,433,875
OTHER OPERATING EXPENSES	(126,506)	(52,471)	(193,751)	(151,541)
OTHER OPERATING INCOME	32,112	55,663	53,055	143,094
PROFIT FROM OPERATIONS	436,442	496,182	1,312,834	1,425,428
FINANCE COSTS	(215,275)	(190,477)	(637,849)	(565,090)
SHARE OF RESULTS OF ASSOCIATED COMPANIES	91,761	53,523	168,127	156,795
PROFIT BEFORE TAXATION	312,928	359,228	843,112	1,017,133
TAXATION	(91,552)	(81,639)	(226,302)	(258,935)
NET PROFIT FOR THE PERIOD	221,376	277,589	616,810	758,198
ATTRIBUTABLE TO:				
Shareholders	221,376	277,589	616,810	758,198
Minority interest	-	-	-	-
	221,376	277,589	616,810	758,198
EARNINGS PER 50 SEN SHARE				
Basic (Sen)	3.81	5.25	10.92	14.70
Diluted (Sen)	3.35	4.58	9.65	12.94

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED BALANCE SHEET

	UNAUDITED	AUDITED
	As at	As at
	31.03.2009	30.06.2008
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	15,279,548	15,089,793
Prepaid Lease Payments	2,944	3,171
Intangible Assets	6,935,862	441,333
Investment in Associated Companies	951,709	929,872
Investments	649,881	711,626
Development Expenditure	12,376	-
Prepayments and Others	61,739	-
	-----	-----
	23,894,059	17,175,795
	-----	-----
Current Assets		
Inventories	783,592	152,666
Receivable s, Deposits and Prepayments	1,888,523	1,028,783
Short Term Investments	46,922	45,872
Deposits, Cash and Bank Balances	5,549,004	9,423,760
	-----	-----
	8,268,041	10,651,081
	-----	-----
TOTAL ASSETS	32,162,100	27,826,876
	=====	=====
EQUITY AND LIABILITIES		
Share Capital	2,941,727	2,721,320
Reserves	2,898,497	4,039,223
Treasury Shares, at cost	(119,810)	(360,148)
	-----	-----
Equity attributable to Shareholders of the Company	5,720,414	6,400,395
Minority Interest *	-	-
	-----	-----
TOTAL EQUITY	5,720,414	6,400,395
	-----	-----

* Minority Interest denotes RM1.

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008 and the accompanying explanatory notes attached to the financial statements.

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED BALANCE SHEET – Continued

	UNAUDITED	AUDITED
	As at	As at
	31.03.2009	30.06.2008
	RM'000	RM'000
LIABILITIES		
Non-Current Liabilities		
Deferred Tax Liabilities	2,077,744	2,199,393
Bonds	9,310,107	9,649,749
Borrowings	10,602,607	3,878,551
Deferred Income	175,044	133,917
Provision for Liabilities and Charges	232,715	315,352
Payables	9,344	10,614
	-----	-----
	22,407,561	16,187,576
	-----	-----
Current Liabilities		
Payables and Accrued Liabilities	1,817,688	1,063,969
Provision for Liabilities and Charges	63,130	20,546
Provision for Taxation	110,915	123,142
Bonds	-	2,014,182
Borrowings	2,042,392	2,017,066
	-----	-----
	4,034,125	5,238,905
	-----	-----
TOTAL LIABILITIES	26,411,686	21,426,481
	-----	-----
TOTAL EQUITY AND LIABILITIES	32,162,100	27,826,876
	=====	=====
 Net Assets Per 50 Sen Share (RM)	 0.98	 1.21
	===	===

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008 and the accompanying explanatory notes attached to the financial statements

INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2009

----- Attributable to Equity Holders of the Company -----

	Share Capital RM'000	Share Premium RM'000	Merger & Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
At 1 July 2008	2,721,320	1,699,219	(2,037,888)	(360,149)	4,377,893	6,400,395	-	6,400,395
Currency translation difference	-	-	(1,118,641)	-	-	(1,118,641)	-	(1,118,641)
Net profit for the period	-	-	-	-	616,810	616,810	-	616,810
Total recognised income and expenses for the period	-	-	(1,118,641)	-	616,810	(501,831)	-	(501,831)
Shares repurchased	-	-	-	(71,505)	-	(71,505)	-	(71,505)
Issue of share capital	220,407	366,118	-	-	-	586,525	-	586,525
Dividend paid – For the year ended 30 June 2008	-	-	-	-	(214,830)	(214,830)	-	(214,831)
– For the year ending 30 June 2009	-	-	-	-	(435,307)	(435,307)	-	(435,307)
Share dividend	-	(311,844)	-	311,844	-	-	-	-
Provision for share options	-	-	208	-	-	208	-	208
Warrant reserve	-	-	(43,241)	-	-	(43,241)	-	(43,241)
At 31 March 2009	2,941,727	1,753,493	(3,199,562)	(119,810)	4,344,566	5,720,414	-	5,720,414

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008 and accompanying explanatory notes attached to the interim financial statements.

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

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY-continued
FOR THE PERIOD ENDED 31 MARCH 2008**

----- Attributable to Equity Holders of the Company -----

	Share Capital RM'000	Share Premium RM'000	Merger & Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
At 1 July 2007	2,648,158	1,944,120	(2,089,013)	(402,763)	4,026,641	6,127,143	-	6,127,143
Currency translation difference	-	-	(264,006)	-	-	(264,006)	-	(264,006)
Net profit for the period	-	-	-	-	758,198	758,198	-	758,192
Total recognised income and expenses for the period	-	-	(264,006)	-	758,198	494,192	-	494,192
Shares repurchased	-	-	-	(262,851)	-	(262,851)	-	(262,851)
Issue of share capital	41,202	100,245	-	-	-	141,447	-	141,447
Dividend paid – For the year ended 30 June 2007	-	-	-	-	(186,895)	(186,895)	-	(186,895)
– For the year ending 30 June 2008	-	-	-	-	(198,278)	(198,278)	-	(198,278)
Share dividend	-	(445,447)	-	445,447	-	-	-	-
Equity component of exchangeable bond	-	-	(9,182)	-	-	(9,182)	-	(9,182)
Provision for share options	-	-	909	-	-	909	-	909
Statutory reserve transfer from retained earnings	-	-	9,655	-	(9,655)	-	-	-
At 31 March 2008	2,689,360	1,598,918	(2,351,637)	(220,167)	4,390,011	6,106,485	-	6,106,485

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31 MARCH 2009**

	CURRENT YEAR-TO-DATE 31.3.2009	PRECEDING YEAR CORRESPONDING PERIOD 31.3.2008
	RM'000	RM'000
Net cash generated from operating activities	630,069	934,298
Net cash (used) in investing activities	(8,396,003)	(791,080)
Net cash generated from financing activities	3,897,868	1,449,406
Net changes in cash and cash equivalents	(3,868,066)	1,592,624
Cash and cash equivalents at beginning of the period	9,375,916	6,013,224
Cash and cash equivalents at end of the period <i>[Note a]</i>	5,507,850	7,605,848

[Note a]

Cash and cash equivalents at the end of the period comprise:

	RM'000	RM'000
Fixed deposits	5,417,574	7,587,016
Cash and bank balances	131,430	34,932
Bank overdrafts (included within short term borrowings in <i>[Note B9]</i>)	(41,154)	(16,100)
	5,507,850	7,605,848

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

The Condensed Financial Statements should be read in conjunction with the audited annual financial statements of the Group for the year ended 30 June 2008.

A1. Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (“FRS”) 134: “Interim Financial Reporting” and Chapter 9, part K of the Listing Requirements of the Bursa Malaysia Securities Berhad.

The accounting policies and methods of computation adopted by the Group in the interim financial statements are consistent with those adopted in the latest audited annual financial statements.

The following notes explain the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2008.

A2. Seasonality or Cyclicity of Operations

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

A3. Exceptional or Unusual Items

During the current financial quarter, there was no item of an exceptional or unusual nature that affects the assets, liabilities, equity, net income or cash flows of the Group.

A4. Changes in Estimates of Amounts Reported

There was no change to estimate of amount reported in prior interim periods and prior financial years.

A5. Changes in Debt and Equity Securities

During the current financial quarter and financial year to date, 1,864,226 ordinary shares and 7,919,273 ordinary shares were issued pursuant to the exercise of warrants 2000/2010 at a weighted average exercise price of RM1.18.

The number of ordinary shares issued during the current financial quarter and financial year to date pursuant to the exercise of warrants 2008/2018 were 35,905,846 and 432,406,344 at a weighted average exercise price of RM1.21 per share and RM1.23 per share respectively.

During the current financial quarter and financial year to date, 404,000 ordinary shares and 488,500 ordinary shares were issued respectively pursuant to the exercise of employees’ share options granted under the Company’s Employees Share Option Scheme (ESOS) at a weighted average exercise price of RM1.89 per share and RM1.80 per share respectively.

INTERIM FINANCIAL REPORT

Notes – continued

A total of 100 ordinary shares and 40,065,300 ordinary shares were repurchased from the open market for a total consideration of RM235 and RM71,505,166 for the current financial quarter and financial year to date respectively. The share buy-back transactions were financed by internally generated funds. The shares purchased are being held as treasury shares.

During the financial year to date, a total of 137,819,391 treasury shares were distributed as share dividend on 22 September 2008 to the shareholders on the basis of one (1) treasury share for every forty (40) ordinary shares held on 11 September 2008. As at 31 March 2009, the number of treasury shares held were 56,651,745 ordinary shares.

Wessex Water Services Finance Plc has fully settled the GBP300 million 5.875% Guaranteed Unsecured Bonds on 30 March 2009.

The outstanding debts are as disclosed in Note B9.

A6. Dividend Paid

A final tax exempt dividend of 7.5% amounting to RM214,829,988 in respect of the financial year ended 30 June 2008 was paid on 26 December 2008.

A first interim dividend of 6% gross less tax and 3% single tier and a second tax exempt dividend of 7.5% amounting to RM217,073,627 and RM218,233,759 respectively in respect of the financial year ending 30 June 2009 was paid during the current financial quarter.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – continued

A7. Segment Reporting

The Group is organised on a world wide basis into three main business segments namely investment holding, power generation and water & sewerage.

Segment reporting for period ended 31 March 2009:

	Investment Holding RM'000	Power Generation RM'000	Water & Sewerage RM'000	Group RM'000
Operating Revenue				
Total operating revenue	324,612	1,308,709	1,875,961	3,509,282
Inter-segment*	(165,582)	(11,133)	(75,957)	(252,672)
<hr/>				
External Operating Revenue	159,030	1,297,576	1,800,004	3,256,610
<hr/>				
Results				
Segment result (external)	90,069	356,883	865,882	1,312,834
Finance cost				(637,849)
Share of results of associated companies	-	168,127	-	168,127
Profit from ordinary activities before tax				843,112
Taxation				(226,302)
Profit from ordinary activities after tax				616,810
				<hr/> <hr/>

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – continued

Segment Reporting for period ended 31 March 2008:

	Investment Holding RM'000	Power Generation RM'000	Water & Sewerage RM'000	Group RM'000
Operating Revenue				
Total operating revenue	372,391	861,596	2,091,771	3,325,758
Inter-segment*	(156,618)	(9,879)	(57,283)	(223,780)
<hr/>				
External Operating Revenue	215,773	851,717	2,034,488	3,101,978
<hr/>				
Results				
Segment result (external)	94,521	381,342	949,565	1,425,428
Finance cost				(565,090)
Share of results of associated companies	-	156,795	-	156,795
Profit from ordinary activities before tax				<hr/> 1,017,133
Taxation				(258,935)
Profit from ordinary activities after tax				<hr/> <hr/> 758,198 =====

* Inter-segment operating revenue has been eliminated at the respective segment. 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.

A8. Material Events Subsequent to the End of the Interim Period

There was no item, transaction or event of a material or unusual nature during the period from the end of the quarter under review to the date of this report.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – continued

A9. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial period, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations except for the following:-

- (i) The Company had on 25 August 2008 acquired 1 ordinary share representing the entire issued and paid-up share capital of Sceptre Holdings Pte Limited (“Sceptre Holdings”) for S\$1.00 in cash. As a result, Sceptre Holdings became a wholly-owned subsidiary of the Company.

Sceptre Holdings is a company incorporated in the Republic of Singapore on 15 August 2008 and is principally involved in investment holding.

Sceptre Holdings changed its name to Sabre Energy Resources Pte Limited on 24 November 2008. On 2 January 2009, its name was further changed to YTL Utilities Holdings (S) Pte Limited (“YTL Utilities Holdings”).

- (ii) On 1 September 2008, Sceptre Holdings acquired 1 ordinary share representing the entire issued and paid-up share capital of Sceptre Resources Pte Limited (“Sceptre Resources”) for S\$1.00 in cash. As a result, Sceptre Resources became a wholly-owned subsidiary of Sceptre Holdings and an indirect subsidiary of the Company.

Concurrently, Sceptre Industries Pte Limited (“Sceptre Industries”) which is a wholly-owned subsidiary of Sceptre Resources, became an indirect subsidiary of the Company.

Sceptre Resources and Sceptre Industries are private limited companies incorporated in the Republic of Singapore on 19 August 2008 and 15 August 2008 respectively and are principally involved in investment holding.

Sceptre Resources and Sceptre Industries changed their names to Sabre Energy Holdings Pte Limited (“Sabre Energy Holdings”) and Sabre Energy Industries Pte Limited (“Sabre Energy Industries”) respectively on 24 November 2008.

Sabre Energy Holdings subsequently changed its name to YTL Utilities (S) Pte Limited on 2 January 2009.

- (iii) On 8 October 2008, Wessex Water Enterprises Limited (“WWEL”), an indirect wholly-owned subsidiary of the Company, subscribed for the following:-

- (a) 100 shares of £1.00 each representing the entire issued and paid-up share capital of Wessex Electricity Utilities Limited (“WEUL”) for £100 in cash; and
(b) 100 shares of £1.00 each representing the entire issued and paid-up share capital of Wessex Gas Utilities Limited (“WGUL”) for £100 in cash.

As a result, WEUL and WGUL became indirect subsidiaries of the Company.

INTERIM FINANCIAL REPORT

Notes – continued

WEUL and WGUL are private limited companies incorporated in the England and Wales, each with authorised share capital of £1,000 comprising 1,000 shares of £1.00 each. Both companies will be principally involved in the ownership and operation of electricity and gas infrastructure.

- (iv) On 2 December 2008, the Company together with Sabre Energy Industries, entered into a share purchase agreement with Temasek Holdings (Private) Limited to acquire 884,971,148 ordinary shares in PowerSeraya Limited (“PowerSeraya”), representing a 100% equity interest in PowerSeraya for a purchase consideration of SGD3,600 million (approximately RM8,568 million, based on the prevailing exchange rate of SGD1.00:RM2.38) (“PowerSeraya Acquisition”).

The PowerSeraya Acquisition was granted the necessary approvals by Bank Negara Malaysia via its letters dated 18 August 2008 and 15 September 2008. Shareholders of the Company approved the PowerSeraya Acquisition resolution at the Extraordinary General Meeting held on 26 February 2009.

The PowerSeraya Acquisition was completed on 6 March 2009. As a result, PowerSeraya has become a wholly-owned subsidiary of Sabre Energy Industries and an indirect subsidiary of the Company.

Concurrently with the completion of the PowerSeraya Acquisition, Seraya Energy Pte Limited, Seraya Energy & Investment Pte Limited and PetroSeraya Pte Limited which are wholly-owned subsidiaries of PowerSeraya became wholly-owned subsidiaries of Sabre Energy Industries and indirect subsidiaries of the Company.

- (v) On 16 January 2009, the Company acquired 1 ordinary share in YTL Seraya Limited (“YTL Seraya”) at the par value of S\$1.00. As a result, YTL Seraya became a wholly-owned subsidiary of the Company.

YTL Seraya was incorporated in the Cayman Islands on 16 January 2009 with an authorised share capital of S\$100,000.00 comprising 100,000 shares of S\$1.00 each. YTL Seraya is principally involved in investing holding.

- (vi) On 17 February 2009, the Company disposed 1 ordinary share of S\$1.00 in YTL Utilities Holdings, representing the entire issued and paid-up share capital of YTL Utilities Holdings, to YTL Seraya for a cash consideration of S\$1.00. As a result, YTL Utilities Holdings became a direct subsidiary of YTL Seraya and an indirect subsidiary of the Company.

- (vii) On 10 March 2009, WWEL subscribed for 100 shares of £1.00 each representing the entire issued and paid-up share capital of Geneco Limited (“Geneco”) for £100 in cash. As a result, Geneco became an indirect subsidiary of the Company.

Geneco is a private limited company incorporated in England and Wales with an authorised share capital of £1,000 comprising 1,000 shares of £1.00 each. Geneco will be principally involved in the business of converting waste to energy and production of renewable energy.

INTERIM FINANCIAL REPORT

Notes – continued

A10. Changes in Contingent Liabilities

There were no material changes in the contingent liabilities of the Group since last annual balance sheet as at 30 June 2008 save and except for a corporate guarantee amounting to RM158,279,800 given by the Company to a financial institution for letter of credit facility utilised by its subsidiary.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B1. Review of the Results

Group revenue was RM1,350.6 million for the current quarter ended 31 March 2009 as compared to RM1,060.5 million in the preceding year corresponding quarter ended 31 March 2008. This represents an increase of RM290.1 million or 27.4% over the preceding year corresponding quarter ended 31 March 2008. The Group profit after taxation for the current quarter was lower by RM56.2 million or 20.3% to RM221.4 million in the current quarter ended 31 March 2009 as compared to the preceding year corresponding quarter ended 31 March 2008. The increase in group revenue was due to consolidation of revenue from PowerSeraya upon completion of the acquisition on 6 March 2009. The decrease in profit after tax was principally due to reduction in interest income.

B2. Comparison with Preceding Quarter

	Current Quarter 31.3.2009 RM'000	Preceding Quarter 31.12.2008 RM'000
Revenue	1,350,609	856,701
Consolidated Profit before taxation	312,928	284,386
Consolidated Profit after taxation	221,376	215,057

B3. Prospects

The Group, after considering its current level of operations and market conditions, is expected to perform satisfactorily for the financial year ending 30 June 2009 save and except for the one off payment to the Government of Malaysia by its power generation subsidiary and the lower GBP exchange rate in translating the earnings of its foreign subsidiaries. However, following the completion of the acquisition of PowerSeraya on 6 March 2009, PowerSeraya is expected to contribute positively to the group earnings for the financial year ending 30 June 2009.

B4. Profit Forecast

The Group did not issue any profit forecast during the financial period.

B5. Audit Report of the preceding financial year ended 30 June 2008

The Auditors' Report on the financial statements of the preceding financial year was not subject to any qualification.

INTERIM FINANCIAL REPORT

Notes – continued

B6. Taxation

	Current Year Quarter 31.3.2009 RM'000	Current Year To Date 31.3.2009 RM'000
In respect of current period		
- Income Tax	73,708	193,676
- Deferred Tax	17,844	32,626
	-----	-----
	91,552	226,302
	=====	=====

The provision for taxation for the current quarter and current year to date reflects an effective rate approximates to the Statutory Income Tax Rates of the Countries where the Group operates.

B7. Sale of Unquoted Investments and/or Properties

There was no sale of unquoted investments or properties during the current financial quarter and financial year to date.

B8. Quoted Investments

- a) There was no disposal of quoted investment during the current financial quarter. Disposal of quoted investments during financial year to date amounted to RM35,582. Profit on sale of quoted investments amounted to RM30,192 for the financial year to date.
- b) There was no purchase of quoted investments during the current financial quarter and financial year to date
- c) The cost, carrying value and the market value of the quoted investments of the Group as at end of the current reporting quarter are:

	RM'000
Cost	103,033
Carrying value	103,033
Market value	101,287
	=====

B9. Corporate Proposals

a) Corporate Proposal Announced and Pending Completion

There were no corporate proposals announced and pending as at the date of this report.

INTERIM FINANCIAL REPORT

Notes – continued

b) **Status of Utilisation of Proceeds**

USD250 million Guaranteed Exchangeable Bonds Due 2010

The net proceeds received from the issue of the USD250 million Guaranteed Exchangeable Bonds due 2010 is currently placed under fixed deposits pending investment in utilities assets.

RM2.2 billion Redeemable Bonds Due 2013 with warrants issue

The net proceeds received from the issue of the RM2.2 billion Redeemable Bonds due 2013 has been utilised to acquire PowerSeraya .

B10. Group Borrowings and Debt Securities

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

	Short term RM'000	Long term RM'000	Total RM'000
Secured	13	-	13
Unsecured	2,042,379	19,912,714	21,955,093
	----- 2,042,392 =====	----- 19,912,714 =====	----- 21,955,106 =====

The borrowings which are denominated in foreign currency are as follows:

In US Dollar ('000)	568,917
	=====
In Sterling Pound ('000)	1,575,902
	=====
In Singapore Dollar ('000)	2,830,338
	=====

All borrowings of subsidiary companies are on a non-recourse basis to the Company save and except for the following which is guaranteed by the Company:

- a) USD250 million Guaranteed Exchangeable Bonds Due 2010, of which USD184.4 million remain outstanding as at 31 March 2009.
- b) USD190 million term loan due on 29 January 2011.

INTERIM FINANCIAL REPORT

Notes – continued

B11. Off Balance Sheet Financial Instruments

(a) Fuel oil swaps

The Group entered into fuel oil swaps to hedge highly probable forecast physical fuel oil and natural gas purchases that are expected to occur at various dates in the future. The fuel oil swaps have maturity dates that match the expected occurrence of these transactions. Gains and losses arising from these contracts are deferred and included in the measurement of inventory of fuels upon acquisition. These are subsequently recognised in the income statement upon consumption of the underlying fuels.

As at 15 May 2009, the Group's outstanding fuel oil swaps are as follows:

Type of contract	Outstanding Quantity In Metric Ton	Notional Amount In RM'000	Maturity date
"Buy" fuel oil swaps	626,500	717,440	31 May 2009 – 31 May 2011
"Sell" fuel oil swaps	160,000	153,838	31 May 2009 – 31 Aug 2009

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – continued

(b) Currency forwards

The Group entered into currency forwards to hedge highly probable forecast transactions denominated in foreign currency expected to occur in the future. The currency forwards have maturity dates that match the expected occurrence of these transactions. Gains and losses arising from these contracts are deferred and included in the measurement of inventory of fuels upon acquisition. These are subsequently transferred to the income statement upon consumption of the underlying fuels. For those currency forwards used to hedge highly probable forecast foreign purchases of property, plant and equipment, the gains and losses are included in the cost of the assets and recognised in the income statement over their estimated useful lives as part of depreciation expense.

As at 15 May 2009, the Group's outstanding currency forwards are as follows:

Nature of Forecast transactions	Foreign Currency	Foreign Currency Amount '000	Notional Amount In RM'000	Maturity date
Fuel oil and natural gas	Buy USD	166,525	597,685	03 Jun 2009 - 01 Jun 2011
Fuel oil and natural gas	Sell USD	5,500	19,973	03 Jun 2009 - 12 Jun 2009
Capital Projects	Buy USD	33,073	115,300	01 Jun 2009 - 01 Jul 2010
Capital Projects	Buy EURO	71,313	343,287	01 Jun 2009 - 02 Aug 2010
Capital Projects	Buy JPY	337,373	13,014	22 May 2009 - 04 Jan 2010

(c) Interest rate swaps

Interest rate swaps are entered to hedge floating semi-annual interest payments on borrowings with final repayment date 27 August 2014. Since the borrowings are obtained specifically for the construction of plant, property and equipment, the interest on these borrowings are capitalised. The gains and losses on the interest rate swaps are recognized to the cost of the plant, property and equipment and subsequently recognised in the income statement over their estimated useful lives as part of depreciation expense.

The interest rate swaps as at 15 May 2009 are as follows:

Interest Rate Swap	Notional Amount	Weighted Average Rate per annum	Effective Period
Plain Vanilla	SGD 250 million	2.89%	28 Feb 2008 - 28 Aug 2014

INTERIM FINANCIAL REPORT

Notes – continued

B12. Pending Material Litigation

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

B13. Dividend

The Board of Directors declared a third interim dividend of 7.5% single-tier for the current financial year ending 30 June 2009 and that the book closure and payment dates in respect of the aforesaid dividend are 30 June 2009 and 16 July 2009 respectively

B14. Earnings Per Share

i) Basic Earnings Per Share

The basic earnings per share of the Group has been computed by dividing the net profit for the financial quarter by the weighted average number of ordinary shares in issue during the financial quarter as set out below :-

	Current Year Quarter 31.3.2009	Preceding Year Corresponding Quarter 31.3.2008
Net Profit for the period (RM'000)	221,376 =====	277,589 =====
Weighted average number of ordinary shares ('000)	5,805,355 =====	5,283,342 =====
Basic earnings per share (Sen)	3.81 =====	5.25 =====

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT

Notes – continued

ii) Diluted Earnings Per Share

The diluted earnings per share of the Group has been computed by dividing the net profit for the financial quarter by the weighted average number of ordinary shares in issue during the financial quarter as set out below. For the preceding year corresponding quarter, the diluted earnings per share of the Group has been computed by dividing the adjusted net profit for the financial quarter by the weighted average number of ordinary shares in issue during the financial quarter after assuming exchange of USD236.5 million Zero Coupon Guaranteed Exchangeable Bonds.

	Current Year Quarter 31.3.2009	Preceding Year Corresponding Quarter 31.3.2008
Net Profit/Adjusted Net Profit for the period (RM'000)	221,376 =====	277,821 =====
<i>Weighted average number of ordinary shares ('000) – diluted</i>		
Weighted average number of ordinary shares ('000) – basic	5,805,355	5,283,342
Effect of unexercised warrants 2000/2010	316,342	402,599
Effect of unexercised warrants 2008/2018	484,991	-
Effect of unexercised ESOS	6,925	25,470
Assumed exchange of Zero Coupon Bonds	-	354,633
	----- 6,613,613 =====	----- 6,066,044 =====
Diluted earnings per share (Sen)	3.35 =====	4.58 =====

* *Total cash expected to be received in the event of an exercise of all outstanding warrants and ESOS options is RM2,802.7 million. Accordingly, the Net Asset (NA) on a proforma basis will increase by RM2,802.7 million resulting in an increase in NA per share of RM0.07. In arriving at the Diluted earnings per share, NA and NA per share, no income has been accrued for the cash proceeds.*

By Order of the Board
HO SAY KENG
Secretary

Kuala Lumpur
Dated: 21 May 2009