

## 2014年度第2四半期(2013年10月～2013年12月)決算短信

会 社 名 ワイ・ティー・エル・コーポレーション・バーハッド

株式銘柄コード (1773)

本 店 所 在 地 マレーシア 55100 クアラルンプール、ジャラン・ブギット・ビンタン  
55、ヨー・ティオン・レイ・プラザ 11階

所 属 部 東証1部(外国)

決 算 期 本決算:年1回(6月) 中間決算:四半期ごと

問 い 合 せ 先 東京都港区元赤坂一丁目2-7 赤坂Kタワー  
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四半期報告書 2014年3月28日  
提出予定日

1. 本国における決算発表日 2014年2月20日(木曜日)

2. 業績

	第2四半期(10月から12月までの3ヶ月)(連結)		
	当年度(未監査)	前年度(未監査)	増減率
売上高または営業収入	4,906,293 千リンギット	5,122,670 千リンギット	▲4.22%
純利益(税引後)	758,419 千リンギット	415,910 千リンギット	82.35%
一株当たり利益	3.70 セン	2.54 セン	45.67%

	今期累積額(7月から12月までの6ヶ月)(連結)		
	当年度(未監査)	前年度(未監査)	増減率
売上高または営業収入	10,117,041 千リンギット	10,194,800 千リンギット	▲0.76%
純利益(税引後)	1,353,312 千リンギット	950,041 千リンギット	42.45%
一株当たり利益	7.82 セン	6.33 セン	23.54%

配当金の推移			
	当年度	前年度	備考
第1四半期	1.5 セン	1 セン	
第2四半期	0 セン	1.5 セン	
第3四半期		0 セン	
第4四半期		0 セン	
合計	1.5 セン	2.5 セン	

3. 概況・特記事項・その他

- (1) 純利益(税引後)は法人税考慮後・少数株式持分損益考慮前利益に基づき算出されている。
- (2) 上記1株当たり利益は基本的利益である。希薄化後1株当たり利益は、当期が3.70 セン、前年同期が2.54 センであった。今期累積額については、当期が7.82 セン、前年同期が6.33 センであった。これらの1株当たり利益は法人税考慮後・少数株主持分考慮後利益に基づき算出している。
- (3) 売上高または営業収入および純利益(税引後)の数値は百の位を四捨五入している。

**YTL CORPORATION BERHAD**  
Company No. 92647-H  
Incorporated in Malaysia

**Interim Financial Report**  
**31 December 2013**

**YTL CORPORATION BERHAD**  
Company No. 92647-H  
Incorporated in Malaysia

**Interim Financial Report**  
**31 December 2013**

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**YTL CORPORATION BERHAD (Company No. 92647-H)**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT**

Interim financial report on consolidated results for the financial year ended 31 December 2013.

The figures have not been audited.

**CONDENSED CONSOLIDATED INCOME STATEMENT**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER 31.12.2013 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31.12.2012 RM'000	6 MONTHS ENDED 31.12.2013 31.12.2012 RM'000 RM'000	
<b>REVENUE</b>	4,906,293	5,122,670	10,117,041	10,194,800
<b>COST OF SALES</b>	(3,736,559)	(4,170,734)	(7,776,641)	(8,379,005)
<b>GROSS PROFIT</b>	1,169,734	951,936	2,340,400	1,815,795
<b>OTHER OPERATING EXPENSES</b>	(363,645)	(290,519)	(861,720)	(614,156)
<b>OTHER OPERATING INCOME</b>	311,694	9,272	496,121	259,843
<b>PROFIT FROM OPERATIONS</b>	1,117,783	670,689	1,974,801	1,461,482
<b>FINANCE COSTS</b>	(280,752)	(239,457)	(563,515)	(479,714)
<b>SHARE OF PROFITS OF ASSOCIATED COMPANIES</b>	49,356	124,910	132,294	224,777
<b>PROFIT BEFORE TAXATION</b>	886,387	556,142	1,543,580	1,206,545
<b>TAXATION</b>	(127,968)	(140,232)	(190,268)	(256,504)
<b>PROFIT FOR THE PERIOD</b>	758,419	415,910	1,353,312	950,041
<b>ATTRIBUTABLE TO:</b>				
<b>OWNERS OF THE PARENT</b>	383,536	262,460	811,098	654,390
<b>NON-CONTROLLING INTERESTS</b>	374,883	153,450	542,214	295,651
<b>PROFIT FOR THE PERIOD</b>	758,419	415,910	1,353,312	950,041
<b>EARNINGS PER 10 SEN SHARE</b>				
Basic (Sen)	3.70	2.54	7.82	6.33
Diluted (Sen)	3.70	2.54	7.82	6.33

The Condensed Consolidated Income Statement should be read in conjunction with the audited annual financial statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statements.

**YTL CORPORATION BERHAD (Company No. 92647-H)**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER 31.12.2013 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31.12.2012 RM'000	6 MONTHS ENDED 31.12.2013 RM'000	
<b>PROFIT FOR THE PERIOD</b>	758,419	415,910	1,353,312	950,041
<b>OTHER COMPREHENSIVE INCOME/(LOSS):</b>				
ITEMS THAT MAY BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS :-				
- <i>AVAILABLE-FOR-SALE FINANCIAL ASSETS</i>	11,274	(1,670)	11,409	(7,698)
CASH FLOW HEDGES	46,463	(45,001)	50,990	175,136
FOREIGN CURRENCY TRANSLATION	4,729	3,997	590,597	(77,870)
<b>OTHER COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD, NET OF TAX</b>	62,466	(42,674)	652,996	89,568
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	820,885	373,236	2,006,308	1,039,609
<b>ATTRIBUTABLE TO:</b>				
OWNERS OF THE PARENT	413,075	278,813	1,160,008	711,373
NON-CONTROLLING INTERESTS	407,810	94,423	846,300	328,236
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	820,885	373,236	2,006,308	1,039,609

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited annual financial statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statement.

**YTL CORPORATION BERHAD (Company No. 92647-H)**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>UNAUDITED</b>	<b>AUDITED</b>
	<b>AS AT</b>	<b>AS AT</b>
	<b>31.12.2013</b>	<b>30.06.2013</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	24,031,297	22,193,050
Investment properties	8,035,412	633,608
Investment in associated companies and jointly controlled entity	1,664,671	3,441,230
Investments	167,936	155,035
Development expenditure	958,181	975,874
Intangible assets	5,034,802	4,785,485
Biological assets	1,798	1,700
Other receivables and other non-current assets	668,330	706,283
Derivative financial instruments	24,686	7,850
	<u>40,587,113</u>	<u>32,900,115</u>
<b>Current Assets</b>		
Inventories	797,749	892,569
Property development costs	1,510,726	1,370,881
Trade, other receivables and other current assets	3,756,910	3,935,296
Derivative financial instruments	39,421	37,654
Income tax assets	35,382	37,251
Amount due from related parties	30,099	41,000
Short term investments	599,828	590,715
Fixed deposits	12,416,937	13,145,698
Cash and bank balances	881,239	668,315
	<u>20,068,291</u>	<u>20,719,379</u>
<b>TOTAL ASSETS</b>	<u><u>60,655,404</u></u>	<u><u>53,619,494</u></u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited annual financial statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statements.

**YTL CORPORATION BERHAD (Company No. 92647-H)**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - continued**

	<b>UNAUDITED</b>	<b>AUDITED</b>
	<b>AS AT</b>	<b>AS AT</b>
	<b>31.12.2013</b>	<b>30.06.2013</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>EQUITY</b>		
Share capital	1,073,893	1,073,893
Share premium	1,987,700	1,987,700
Other reserves	(176,855)	(530,426)
Retained profits	11,926,402	11,395,643
Less : Treasury shares, at cost	<u>(593,339)</u>	<u>(593,339)</u>
<b>Total Equity Attributable to</b>		
<b>Owners of the Parent</b>	14,217,801	13,333,471
<b>Non-Controlling Interests</b>	<u>5,286,682</u>	<u>2,224,274</u>
<b>TOTAL EQUITY</b>	<u>19,504,483</u>	<u>15,557,745</u>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Long term payables and other non-current liabilities	597,995	387,977
Bonds & borrowings	29,673,684	26,514,811
Grants and contributions	336,188	295,774
Deferred tax liabilities	2,598,550	2,513,137
Provision for liabilities and charges	163,359	100,012
Derivative financial instruments	<u>86,301</u>	<u>140,332</u>
	<u>33,456,077</u>	<u>29,952,043</u>
<b>Current Liabilities</b>		
Trade, other payables and other current liabilities	3,530,743	3,494,835
Derivative financial instruments	20,442	61,282
Amount due to related parties	5,238	5,359
Bonds & borrowings	3,765,179	4,227,257
Income tax liabilities	370,609	310,749
Provision for liabilities and charges	<u>2,633</u>	<u>10,224</u>
	<u>7,694,844</u>	<u>8,109,706</u>
<b>TOTAL LIABILITIES</b>	41,150,921	38,061,749
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>60,655,404</u>	<u>53,619,494</u>
Net Assets per 10 share (RM)	<u>1.37</u>	<u>1.29</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited annual financial statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statements.

**YTL CORPORATION BERHAD (Company No. 92647-H)**  
(Incorporated in Malaysia)  
**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2013**

	Attributable to Owners of the Parent					Non-Controlling interests	Total equity
	Share capital	Share premium	Retained profits	Treasury shares	Other reserves		
Group	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 July 2013	1,073,893	1,987,700	11,395,643	(593,339)	(530,426)	13,333,471	15,557,745
Profit for the period	-	-	811,098	-	-	811,098	1,353,312
Other comprehensive income	-	-	-	-	483	483	11,409
- Available-for-Sale Financial Assets	-	-	-	-	29,089	29,089	50,990
- Cash Flow Hedges	-	-	-	-	319,338	319,338	590,597
- Foreign Currency Translation	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	811,098	-	348,910	1,160,008	2,006,308
Changes in composition of the Group	-	-	(314,689)	-	180	(314,509)	2,053,903
Dividend paid	-	-	-	-	-	-	(117,954)
Gain/(loss) recognised on deemed dilution of interest in subsidiaries	-	-	34,350	-	-	34,350	-
Provision for share options	-	-	-	-	4,481	4,481	4,481
At 31 December 2013	1,073,893	1,987,700	11,926,402	(593,339)	(176,855)	14,217,801	19,504,483

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited annual financial statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statements.



**YTL CORPORATION BERHAD (Company No. 92647-H)**  
(Incorporated in Malaysia)  
**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2012**

Group	Attributable to Owners of the Parent						Non-Controlling interests	Total equity
	Share capital	Share premium	Retained profits	Treasury shares	Other reserves	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 July 2012	1,054,677	1,674,496	10,305,216	(1,253,032)	397,317	12,178,674	2,200,582	14,379,256
Profit for the period	-	-	654,390	-	-	654,390	295,651	950,041
Other comprehensive income/(loss)	-	-	-	-	(4,062)	(4,062)	(3,636)	(7,698)
- Available-for-Sale Financial Assets	-	-	-	-	89,939	89,939	85,197	175,136
- Cash Flow Hedges	-	-	-	-	(28,894)	(28,894)	(48,976)	(77,870)
- Foreign Currency Translation	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	654,390	-	56,983	711,373	328,236	1,039,609
Changes in composition of the Group	-	-	(10,873)	-	(122)	(10,995)	96,194	85,199
Dividend paid	-	-	-	-	-	-	(39,785)	(39,785)
Gain/(loss) recognised on deemed dilution of interest in subsidiaries	-	-	(13)	-	-	(13)	13	-
Issue of share capital	16,432	269,502	-	-	-	285,934	-	285,934
Share buyback	-	-	-	(271,678)	-	(271,678)	-	(271,678)
Share dividend declared	-	-	-	934,140	(934,140)	-	-	-
Share option granted by subsidiary	-	-	-	-	4,805	4,805	-	4,805
At 31 December 2012	1,071,109	1,943,998	10,948,720	(590,570)	(475,157)	12,898,100	2,585,240	15,483,340

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited annual financial statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statements.

**YTL CORPORATION BERHAD (Company No. 92647-H)**  
**(Incorporated in Malaysia)**

**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2013**

	<b>6 MONTHS ENDED</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	1,543,580	1,206,545
Adjustment for :-		
Adjustments on fair value of investment properties	(353,020)	-
Allowance for impairment of inventories	20,894	-
Amortisation of grants and contributions	(3,535)	(5,640)
Amortisation of other intangible assets	18,550	19
Provision for post-employment benefit	30,634	29,095
Depreciation	771,196	688,744
Dividend income	(1,396)	(409)
Fair value changes of derivatives	(42,680)	(43,704)
Gain on disposal of investments	(5,913)	(58,980)
Gain on disposal of property, plant and equipment	(1,054)	(736)
Impairment loss	103,542	35,476
Interest expense	563,515	479,812
Interest income	(98,145)	(53,136)
Property, plant and equipment written off	515	16
Share of results of associated companies and jointly controlled entities	(132,294)	(224,777)
Unrealised (gain)/loss on foreign exchange - net	64,384	(26,747)
Other non cash items	3,105	(3,951)
<b>Operating profit before changes in working capital</b>	<b>2,481,878</b>	<b>2,021,627</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited annual financial statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statements.

**YTL CORPORATION BERHAD (Company No. 92647-H)**  
**(Incorporated in Malaysia)**

**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2013 - continued**

	<b>6 MONTHS ENDED</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Changes in working capital:-</b>		
Inventories	90,632	(142,341)
Property development costs	(139,845)	(56,953)
Receivables, deposits and prepayments	311,513	404,408
Payables and accrued expenses	(35,342)	(98,510)
Related parties balances	(71,446)	(119,014)
<b>Cash generated from operations</b>	<b>2,637,390</b>	<b>2,009,217</b>
Dividend received	219,614	71,337
Interest paid	(532,725)	(439,166)
Interest received	84,852	51,066
Payment to a retirement benefits scheme	(30,289)	(27,210)
Income tax paid	(278,094)	(304,175)
<b>Net cash from operating activities</b>	<b>2,100,748</b>	<b>1,361,069</b>
<b>Cash flows from investing activities</b>		
Development expenditure incurred	20,326	(71,782)
Grants received in respect of infrastructure assets	18,524	14,628
Proceeds from disposal of property, plant & equipment	4,035	12,506
Proceeds from disposal of investments	64,298	16,957
Proceeds from disposal of shares in existing subsidiaries	-	137,834
Purchase of property, plant & equipment	(1,033,207)	(2,214,777)
Purchase of investments	-	(36,452)
Other investing activities	(3,604)	(6,613)
<b>Net cash used in investing activities</b>	<b>(929,628)</b>	<b>(2,147,699)</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited annual financial statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statements.

**YTL CORPORATION BERHAD (Company No. 92647-H)**  
**(Incorporated in Malaysia)**

**INTERIM FINANCIAL REPORT**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2013 - continued**

	<b>6 MONTHS ENDED</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from financing activities</b>		
Dividend paid to non-controlling interests by subsidiaries	(117,954)	(39,785)
Repurchase of own shares by the company (at net)	-	(271,678)
Repurchase of subsidiaries' shares by subsidiaries	(1,177,228)	-
Proceeds from borrowings	1,491,694	9,273,913
Proceeds from issue of shares in subsidiaries to non-controlling interests	106,494	11,690
Proceeds from issue of shares	-	285,933
Repayment of borrowings	(2,369,418)	(8,448,731)
<b>Net cash from/(used in) financing activities</b>	<u>(2,066,412)</u>	<u>811,342</u>
Net changes in cash and cash equivalents	(895,292)	24,712
Effects of exchange rate changes	417,200	(25,957)
Cash and cash equivalents at beginning of the financial year	<u>13,742,611</u>	<u>13,277,075</u>
Cash and cash equivalents at end of the financial year	<u><u>13,264,519</u></u>	<u><u>13,275,830</u></u>
<b>Cash and cash equivalent comprise :-</b>		
Fixed deposit with licensed bank	12,416,937	12,342,014
Cash and bank balances	881,239	961,215
Bank overdraft	(33,657)	(27,399)
	<u><u>13,264,519</u></u>	<u><u>13,275,830</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited annual financial statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statements.

**YTL CORPORATION BERHAD (Company No. 92647-H)  
(Incorporated in Malaysia)**

**INTERIM FINANCIAL REPORT**

**Notes:-**

**Disclosure requirements pursuant to FRS 134 – paragraph 16**

The Condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 30 June 2013.

**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 paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

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 except for the adoption of the amendments to FRSs and IC Interpretations (“IC Int”) that are applicable to the Group for the financial period beginning 1 July 2013.

The adoption of these amendments to FRSs and IC Int does not have any significant impact on the financial statements of the Group except as disclosed below:-

**FRS 10: Consolidated Financial Statements**

FRS 10 replaces part of FRS 127 Consolidated and Separate Financial Statements that deals with consolidated financial statements and IC Interpretation 112 Consolidation – Special Purpose Entities.

Under FRS 10, an investor controls an investee when (a) the investor has power over an investee, (b) the investor has exposure, or rights, to variable returns from its involvement with the investee, and (c) the investor has ability to use its power over the investee to affect the amount of the investor’s returns. Under FRS 127 Consolidated and Separate Financial Statements, control was defined as the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

FRS 10 includes detailed guidance to explain when an investor has control over the investee. FRS 10 requires the investor to take into account all relevant facts and circumstances.

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**YTL CORPORATION BERHAD (Company No. 92647-H)**  
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**INTERIM FINANCIAL REPORT**

**Notes: - continued**

Malaysia Financial Reporting Standards (“MFRS Framework”)  
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On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the MFRS Framework.

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (herein called “Transitioning Entities”). Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for two years.

On 7 August 2013, MASB has decided to allow Transitioning Entities to defer the adoption of the MFRS Framework for an additional one year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2015.

The Group and the Company fall within the scope definition of Transitioning Entities and have opted to defer adoption of the new MFRS Framework. Accordingly, the Group and the Company will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 30 June 2016.

**A2. Seasonality or Cyclicity of Operations**

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

**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 significant change in estimates of amounts reported in prior interim periods or prior financial years.

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**YTL CORPORATION BERHAD (Company No. 92647-H)**  
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**INTERIM FINANCIAL REPORT**

**Notes: - continued**

**A5. Changes in Debt and Equity Securities**

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities except for the following:-

During the current financial period to date, the Company repurchased 100 ordinary shares of RM0.10 each of its issued share capital from the open market, at an average cost of RM1.94. The total consideration paid for the share buy-back, including transaction costs during the current financial quarter and financial period to date amounted to RM194 and were financed by internally generated funds. The repurchase of shares are held as treasury shares in accordance with the requirements of Section 67A of the Companies Act, 1965.

As at 31 December 2013, the total number of treasury shares held was 373,344,039 ordinary shares of RM0.10 each.

**A6. Dividend paid**

There was no dividend paid during the current financial quarter ended 31 December 2013.

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**YTL CORPORATION BERHAD (Company No. 92647-H)**  
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**INTERIM FINANCIAL REPORT**

Notes: - continued

**A7. Segment Information**

Inter-segment pricing is determined based on a negotiated basis.

The Group's segmental result for the financial period ended 31 December 2013 is as follows:-

	Information							Total RM'000	
	Construction RM'000	Information technology & e-commerce related business RM'000	Cement Manufacturing & trading RM'000	Property investment & development RM'000	Management services & others RM'000	Hotels RM'000	Utilities RM'000		Elimination RM'000
External revenue	47,602	3,117	1,296,256	537,186	181,138	336,772	7,714,970	-	10,117,041
Inter-segment revenue	143,702	40,332	4,152	94,796	161,175	5,832	1,073	(451,062)	-
<b>Total revenue</b>	<b>191,304</b>	<b>43,449</b>	<b>1,300,408</b>	<b>631,982</b>	<b>342,313</b>	<b>342,604</b>	<b>7,716,043</b>	<b>(451,062)</b>	<b>10,117,041</b>
<b>Segment results</b>									
Profit/(loss) from operations	(24,734)	1,810	342,349	585,676	133,285	11,234	925,181	-	1,974,801
Finance costs									(563,515)
Share of profit of associated companies									1,411,286
Profit before taxation									132,294
									<b>1,543,580</b>



**YTL CORPORATION BERHAD (Company No. 92647-H)**  
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**INTERIM FINANCIAL REPORT**

Notes: - continued

**A7. Segment Information - continued**

Inter-segment pricing is determined based on a negotiated basis.

The Group's segmental result for the financial period ended 31 December 2012 is as follows:-

	Construction		Information technology & e-commerce related business		Cement Manufacturing & trading		Property investment & development		Management services & others		Hotels		Utilities		Elimination		Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	93,716		3,594		1,175,302		311,315		233,845		144,318		8,232,710						10,194,800
Inter-segment revenue	81,930		39,957		17,057		58,960		159,576		6,481		-		(363,961)				-
<b>Total revenue</b>	<b>175,646</b>		<b>43,551</b>		<b>1,192,359</b>		<b>370,275</b>		<b>393,421</b>		<b>150,799</b>		<b>8,232,710</b>		<b>(363,961)</b>				<b>10,194,800</b>
<b>Segment results</b>																			
Profit/(loss) from operations	(442)		2,837		275,837		114,524		150,634		19,136		898,956		-				1,461,482
Finance costs																			(479,714)
Share of profit of associated companies																			981,768
Profit before taxation																			224,777
																			<b>1,206,545</b>

**INTERIM FINANCIAL REPORT**

Notes: - continued

**A8. Changes in the Composition of the Group**

There were no significant changes in the composition of the Group for the current quarter ended 31 December 2013, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations except for the following:-

- On 5 July 2013, the Group's interest in Starhill Global Real Estate Investment Trust ("SGREIT") increased by 6.89% from 29.38% to 36.27% as a result of the issuance of 210,195,189 new units by SGREIT through the conversion of 152,727,825 convertible preferred units in SGREIT by the Company and YTL Hotels & Properties Sdn Bhd, a wholly-owned subsidiary of the Company.

In accordance to new FRS 10 as disclosed in Note A1, the above increase in interest has effectively made SGREIT a subsidiary of the Company by the Company's de facto control in SGREIT.

- On 18 July 2013, Syarikat Pembinaan Yeoh Tiong Lay Sdn Bhd ("SPYTL"), a wholly-owned subsidiary of the Company, acquired 2 ordinary shares of RM1.00 each in the share capital of Horizon Valley Sdn Bhd ("HVSB") at par value, representing the entire issued and paid-up share capital of HVSB. As a result, HVSB became a wholly-owned subsidiary of SPYTL and indirect subsidiary of the Company.

Subsequently, HVSB had on 24 July 2013 changed its name to YTL Development Sdn Bhd.

- On 24 July 2013, YTL Cement Berhad ("YTL Cement") incorporated a wholly-owned subsidiary known as YTL Cement (Myanmar) Pte Ltd ("YTLCM") in Singapore with an issued and paid-up share capital of SGD1.00 comprising 1 ordinary share. YTLCM will be principally involved in investment holding.
- On 25 July 2013, SPYTL acquired 90,000 ordinary shares of RM1.00 in the share capital of Suri Travel & Tours Sdn Bhd ("STT") at par value, representing 30% of the issued and paid-up share capital of STT not held by SPYTL ("Acquisition"). As a result of the Acquisition, STT became a wholly-owned subsidiary of SPYTL and remain an indirect subsidiary of the Company.
- On 29 July 2013, YTL Power International Berhad ("YTL Power") subscribed for 68 ordinary shares of RM1.00 each, representing 68% of the issued and paid-up share capital in SIPP Power Sdn Bhd ("SIPP") at par value of RM1.00 per share. As a result, SIPP became a subsidiary of YTL Power. On 30 July 2013, YTL Power acquired another 2 ordinary shares in SIPP resulting in SIPP becoming a 70% owned subsidiary of YTL Power and an indirect subsidiary of the Company. SIPP will be principally involved in developing, constructing, completing, maintaining and operating power plants.

**YTL CORPORATION BERHAD (Company No. 92647-H)**  
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**Notes: - continued**

- On 24 October 2013, YTL Power acquired 2 ordinary shares of RM1.00 each in the share capital of Tunas Madani Sdn Bhd (“TMSB”) at par value, representing the entire issued and paid-up share capital of TMSB (“Acquisition”). As a result, TMSB became a wholly-owned subsidiary of YTL Power and an indirect subsidiary of the Company. TMSB will be principally involved in investment holding.

Subsequent to the Acquisition, TMSB had on 22 October 2013 and 25 October 2013 acquired/subscribed 70 ordinary shares of RM1.00 each in the share capital of Budaya Kencana Sdn Bhd (“BKSB”) at par value of RM1.00 per share. As a result, BKSB became a subsidiary of TMSB and an indirect subsidiary of YTL Power and the Company. BKSB will be principally involved in investment holding.

Both TMSB and BKSB had on 7 November 2013 and 1 November 2013, changed their name to YTL Power Energy Holdings Sdn Bhd (“YTLPEH”) and YTL SIPP Power Holdings Sdn Bhd (“YTL SIPP Power Holdings”), respectively. YTLPEH had on 14 February 2014 changed its name to YTL Energy Holdings Sdn Bhd.

- On 25 October 2013, YTL Power transferred its entire holding of 70 ordinary shares of RM1.00 each in SIPP Power Sdn Bhd (“SIPP”), representing 70% of the issued and paid-up share capital in SIPP to YTL SIPP Power Holdings at cost of RM70.00 (“Share Transfer”). Concurrently with the Share Transfer, the remaining 30% equity stake in SIPP not held by YTL Power was also transferred to YTL SIPP Power Holdings. As a result, SIPP became a wholly-owned subsidiary of YTL SIPP Power Holdings and an indirect subsidiary of YTL Power and the Company.
- On 6 November 2013, Batu Tiga Quarry Sdn Bhd (“BTQ”), a wholly-owned subsidiary of YTL Cement, acquired a total of 250,002 ordinary shares of RM1.00 each in Madah Seloka Sdn Bhd (“MSSB”), representing the entire issued and paid-up share capital of MSSB for a cash consideration of RM18,000,000.00 (“Acquisition”). As a result of the Acquisition, MSSB has become a wholly-owned subsidiary of BTQ and an indirect subsidiary of YTL Cement and the Company. MSSB is principally involved in investment holding.
- On 7 November 2013, Buildcon Concrete Enterprise Sdn Bhd (“BCE”), a wholly-owned subsidiary of YTL Cement, acquired 2 ordinary shares of RM1.00 each in Shatoosh.Com Sdn Bhd (“SCSB”) at par value of RM1.00 per share, representing the entire issued and paid-up share capital of SCSB (“Acquisition”). As a result of the Acquisition, SCSB has become a wholly-owned subsidiary of BCE and an indirect subsidiary of YTL Cement and the Company. SCSB will be principally involved in trading, sale and manufacturing of building materials.

SCSB had on 11 November 2013, changed its name to Bentara Gemilang Industries Sdn Bhd.

**YTL CORPORATION BERHAD (Company No. 92647-H)**  
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**INTERIM FINANCIAL REPORT**

**Notes: - continued**

- On 20 November 2013, YTL Cement acquired a total of 250,000 ordinary shares of RM1.00 each in Competent Teamwork Sdn Bhd (“CTSB”), representing the entire issued and paid-up share capital of CTSB for a cash consideration of RM11,177,868.39. As a result, CTSB has become a wholly-owned subsidiary of YTL Cement and an indirect subsidiary of the Company. CTSB is principally involved in investment holding.

**A9. Changes in Contingent Liabilities or Contingent Assets**

There were no significant changes in the contingent liabilities of the Group since the last financial year ended 30 June 2013.

**A10. Subsequent Events**

Save for the following, there was no item, transaction or event of a material or unusual in nature during the period from the end of the quarter under review to the date of this report:-

- On 31 January 2014, YTL Hotels & Properties Sdn Bhd (“YTLHP”), a wholly-owned subsidiary of the Company, acquired the entire issued and paid-up share capital of Thermae Development Company Limited (“Thermae Development”) comprising 260,000 ordinary shares of £1 each, at a total cash consideration of £12,000,000. As a result, Thermae Development became a wholly-owned subsidiary of YTLHP and an indirect subsidiary of the Company.

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**INTERIM FINANCIAL REPORT**

Notes: - continued

**Disclosure requirements per Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities**

**B1. Review of Performance**

	Individual Quarter		Cumulative Quarter	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
Construction	23,122	57,822	47,602	93,716
Information technology & e-commerce related business	1,668	1,869	3,117	3,594
Cement Manufacturing & trading	683,716	613,753	1,296,256	1,175,302
Property investment & development	198,914	187,751	537,186	311,315
Management services & others	69,576	113,892	181,138	233,845
Hotels	173,453	69,310	336,772	144,318
Utilities	3,755,844	4,078,273	7,714,970	8,232,710
	<u>4,906,293</u>	<u>5,122,670</u>	<u>10,117,041</u>	<u>10,194,800</u>
<b>Profit before tax</b>				
Construction	(27,611)	(14,136)	(24,739)	(442)
Information technology & e-commerce related business	791	1,306	1,803	2,834
Cement Manufacturing & trading	188,208	117,027	328,772	263,901
Property investment & development	418,738	119,506	509,342	154,219
Management services & others	(102,815)	(3,818)	(50,327)	96,357
Hotels	9,460	20,247	2,101	16,459
Utilities	399,616	316,010	776,628	673,217
	<u>886,387</u>	<u>556,142</u>	<u>1,543,580</u>	<u>1,206,545</u>

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**INTERIM FINANCIAL REPORT**

**Notes – continued**

For the current quarter under review, the Group's revenue decreased to RM4,906.3 million, representing a decrease of 4.2% whilst profit before tax increased to RM886.4 million, representing an increase of 59.4% when compared to RM5,122.7 million and RM556.1 million, respectively recorded in the preceding year corresponding quarter ended 31 December 2012.

For the six months under review, the Group revenue decreased by 0.8% to RM10,117.0 million from RM10,194.8 million recorded in the preceding year corresponding financial period ended 31 December 2012, whilst profit before tax increased by 27.9% to RM1,543.6 million from RM1,206.5 million recorded in the preceding year corresponding period.

Performance of the respective operating business segments for the period ended 31 December 2013 as compared to the preceding year are analysed as follows:

Construction

Revenue for the current quarter under review decreased to RM23.1 million from RM57.8 million, representing a decrease of 60.0% whilst loss before tax increased to RM27.6 million from RM14.1 million, representing an increase of 95.3% when compared to the preceding year corresponding quarter.

For the six months under review, revenue decreased by 49.2% to RM47.6 million from RM93.7 million whilst loss before tax increased to RM24.7 million from RM0.4 million when compared to the preceding year corresponding period.

The decrease in revenue and increase in loss before tax were principally due to lower percentage of work done recognised by both local and Singapore subsidiaries.

Information technology & e-commerce related business

Revenue and profit before tax for the current quarter under review decreased by 10.8% and 39.4% to RM1.7 million and RM0.8 million from RM1.9 million and RM1.3 million, respectively recorded in the preceding year corresponding quarter.

Revenue and profit before tax for the six months under review decreased to RM3.1 million and RM1.8 million, respectively representing a decrease of 13.3% and 36.4%, respectively, when compared to RM3.6 million and RM2.8 million, respectively recorded in the preceding year corresponding period.

The decrease in revenue and profit before tax were mainly due to lower hardware sales activities and additional depreciation charge on new capital expenditure and accrual of contribution to MCMC's Universal Services Provision fund ("USP Fund") established under the Communications and Multimedia Act 1988.

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**INTERIM FINANCIAL REPORT**

**Notes – continued**

Cement Manufacturing & trading

Revenue and profit before tax for the current quarter under review increased to RM683.7 million and RM188.2 million, representing an increase of 11.4% and 60.8% from RM613.8 million and RM117.0 million, respectively recorded in the preceding year corresponding quarter.

For the six months under review, revenue and profit before tax increased to RM1,296.3 million and RM328.8 million, representing an increase of 10.3% and 24.6% from RM1,175.3 million and RM263.9 million, respectively recorded in the preceding year corresponding period.

The increase in revenue and profit before tax were mainly due to better performance in concrete and quarry businesses.

Property investment & development

For the current quarter under review, revenue and profit before tax increased to RM198.9 million and RM418.7 million from RM187.8 million and RM119.5 million, respectively recorded in the preceding year corresponding quarter ended 31 December 2012 representing an increase of 5.9% and 250.4%, respectively.

For the six months under review, revenue and profit before tax increased to RM537.2 million and RM509.3 million, representing an increase of 72.6% and 230.3% from RM311.3 million and RM154.2 million, respectively recorded in the preceding year corresponding period.

The higher revenue and profit before taxation were mainly attributable to the net fair value gain on investment properties by Starhill Global Real Estate Investment Trust (“SGREIT”), a new subsidiary consolidated during the current financial year.

Management services & others

Revenue for the current quarter under review decreased by 38.9% to RM69.6 million from RM113.9 million whilst loss before tax increased to RM102.8 million from RM3.8 million when compared to the preceding year corresponding quarter.

For the six months under review, revenue decreased by 22.5% to RM181.1 million from RM233.8 million whilst loss before tax of RM50.3 million from profit before tax of RM96.4 million recorded in the preceding year corresponding period, representing a decrease of 152.2%.

The decrease in revenue and increase in loss before tax were mainly due to provision for impairment of investment in associate and unrealised foreign exchange losses by a subsidiary, namely YTL Power International Berhad.

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**INTERIM FINANCIAL REPORT**

**Notes – continued**

Hotels

Revenue for the current quarter under review increased to RM173.5 million from RM69.3 million recorded in the preceding year corresponding quarter ended 31 December 2012 representing an increase of 150.3% whilst profit before tax decreased to RM9.5 million from RM20.2 million, representing a decrease of 53.3%.

For the six months under review, revenue increased by 133.4% to RM336.8 million from RM144.3 million recorded in the preceding year corresponding period whilst profit before tax decreased by 87.2% to RM2.1 million from RM16.5 million recorded in the preceding year corresponding period.

The increase in revenue was contributed by Sydney Harbour Marriott Hotel, Brisbane Marriott Hotel and Melbourne Marriott Hotel in Australia. However, the decrease in profit before tax was mainly due to higher unrealized foreign exchange gain recorded in the preceding year corresponding period.

Utilities

Revenue for the quarter under review decreased to RM3,755.8 million from RM4,078.3 million recorded in preceding year corresponding quarter ended 31 December 2012 representing a decrease of 7.9% whilst profit before tax increased to RM399.6 million from RM316.0 million recorded in the preceding year corresponding quarter ended 31 December 2012, representing an increase of 26.5%.

For the six months under review, revenue decreased to RM7,715.0 million, representing a decrease of 6.3% from RM8,232.7 million recorded in the preceding year corresponding period whilst profit before tax increased to RM776.6 million, representing an increase of 15.4% from RM673.2 million recorded in the preceding year corresponding period.

The decrease in revenue was due to lower fuel oil trading volume and lower units of electricity sold coupled with lower electricity price as a result of lower fuel oil price recorded under the multi utilities business division whilst increase in profit before tax was mainly due to increase in price allowed by the regulator in the water & sewerage division and lower losses recorded by mobile broadband network division.

The Utilities segment contributes to 76.3% and 50.3% of the Group's revenue and profit before tax, respectively.

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**INTERIM FINANCIAL REPORT**

**Notes – continued**

**B2. Comparison with Preceding Quarter**

	<b>Current Quarter 31.12.2013 RM'000</b>	<b>Preceding Quarter 30.09.2013 RM'000</b>
Revenue	4,906,293	5,210,748
Profit before taxation	886,387	657,193
Profit attributable to owners of the parent	383,536	427,562

For the current financial quarter, the Group's revenue decreased to RM4,906.3 million, representing a decrease of 5.8% whilst profit before tax increased to RM886.4 million, representing an increase of 34.9% when compared to the preceding quarter ended 30 September 2013.

The decrease in revenue was mainly due to the absence of sales from completed development project by Sandy Island Pte. Ltd. under property investment & development segment and lower fuel oil trading volume and lower units of electricity sold coupled with lower electricity price as a result of lower fuel oil price recorded by the multi utilities business under utilities segment.

The increase in profit before tax was mainly due to the net fair value gain on investment properties by SGREIT, a new subsidiary consolidated during the current financial year under property investment & development segment.

**B3. Audit Report of the preceding financial year ended 30 June 2013**

The Auditors' Report on the financial statements of the financial year ended 30 June 2013 did not contain any qualification.

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**INTERIM FINANCIAL REPORT**

**Notes – continued**

**B4. Prospects**

Construction

The construction segment is expected to achieve satisfactory performance for the financial year ending 30 June 2014 as the construction contracts relate mainly to the Group's property development and infrastructure works.

Information technology & e-commerce related business

The outlook for the segment's performance in the financial year ending 30 June 2014 should be satisfactory, given that a significant portion of its revenue is derived from relatively resilient spectrum sharing fee income.

Cement Manufacturing & trading

Considering the Group's current level of operations and continued growth in the construction sector, the segment is expected to achieve satisfactory performance for the financial year ending 30 June 2014.

Property investment & development

This segment is expected to achieve satisfactory performance for the financial year ending 30 June 2014 through the property development activities undertaken by its subsidiaries.

Management services & others/Hotels

After considering the current market condition and the level of uncertainty in the global economy, the performance of these two segments for the financial year ending 30 June 2014 is expected to remain satisfactory.

Utilities

For the financial year ending 30 June 2014, the increase in generation capacity into the electricity market of Singapore would add pressure to both margin and sales volume for the current financial year for the multi utilities business (merchant) division. Nevertheless, this division would continue to strive to diversify beyond their core business into integrated multi-utilities energy platform with focus on customer service. The water & sewerage company operates under strict regulatory regime and has met all of its regulatory targets and is top of the regulator's league table for customer service. Hence, the management is confident of delivering its 2010-15 regulatory outperformance target. This division has a long term planning horizon to ensure that water resources are going to be available in the future. Despite the challenging market in the telecommunications industry, this business division is expected to continuously grow its subscriber base to generate higher revenue by introducing improved and innovative services to the market.

**B5. Profit Forecast**

The Group did not issue any profit forecast or profit guarantee during the current financial quarter.

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**Notes – continued**

**B6. Profit for the period**

	<b>Current Quarter 31.12.2013 RM'000</b>	<b>Year To Date 31.12.2013 RM'000</b>
<b>Profit for the period/year is stated after charging/(crediting):</b>		
Allowance for impairment of inventories	7,037	20,894
Amortisation of grant and contributions	(357)	(3,535)
Amortisation of intangible assets	9,711	18,550
Depreciation of property, plant and equipment	402,378	771,196
Fair value changes of derivatives	(18,122)	(42,680)
Gain on disposal of investment	-	(5,913)
Gain on disposal of property, plant and equipment	(253)	(1,054)
Loss on foreign exchange	17,907	88,472
Impairment loss on receivables - net of reversal	36,861	79,727
Impairment loss on investment in associates	23,815	23,815
Interest income	(24,875)	(37,389)
Interest expense	280,752	563,515
Property, plant & equipment written off	<u>487</u>	<u>515</u>

Other than the above items, there were no other income including investment income, write off of receivables, allowance for impairment and write off of inventories, gain or loss on disposal of properties, impairment of assets and exceptional items for the current financial quarter and financial year-to-date.

**B7. Taxation**

Taxation comprises the following:-

	<b>Current Quarter 31.12.2013 RM'000</b>	<b>Year To Date 31.12.2013 RM'000</b>
Taxation based on profit for the period/year	194,130	338,370
Deferred taxation	(66,162)	(148,102)
	<u>127,968</u>	<u>190,268</u>

The lower effective tax rate of the Group as compared to the Malaysian statutory income tax rate for the current financial quarter and financial year to date is mainly attributable to lower corporate tax rate regime prevailing in foreign tax jurisdiction where those foreign subsidiaries operate.

**INTERIM FINANCIAL REPORT**

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**B8. Corporate Developments**

**(a) Corporate Proposals Announced and Pending Completion**

As at 19 February 2014, being the latest practicable date, there are no corporate proposals announced and pending completion, save for the following:-

- (i) On 14 June 2013, Pintar Projek Sdn Bhd, a 70% subsidiary of the Company and the Manager for Starhill Real Estate Investment Trust, now known as YTL Hospitality REIT proposed to undertake the following proposals:-
  - (a) Proposed placement of new units in YTL Hospitality REIT (“Placement Units”), at a price to be determined later, to raise gross proceeds of up to RM800 million to partially repay YTL Hospitality REIT’s borrowings and reduce its gearing level (“Proposed Placement”)
  - (b) Proposed increase in the existing approved fund size of YTL Hospitality REIT from 1,324,388,889 units up to a maximum of 2,125,000,000 units to facilitate the issuance of the Placement Units pursuant to the Proposed Placement; and
  - (c) Proposed increase in borrowing limit to 60% of total asset value of YTL Hospitality REIT and its subsidiaries, to provide Starhill REIT with the flexibility of funding larger acquisition opportunities through borrowings in the future. This flexibility will be essential in situations where potential acquisitions are made through bidding or tender process as raising finance through borrowings may be more expedient as compared to an equity fund raising via issuance of new units.

On 28 June 2013, the Company accepted the YTL Hospitality REIT’s conditional invitation to subscribe for the Placement Units of up to RM310 million in value (“Proposed Subscription”).

Unitholders of YTL Hospitality REIT approved the Proposed Placement and Proposed Subscription at the meeting of unitholders held on 11 February 2014.

The Proposed Placement and the Proposed Subscription are now pending implementation.

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**B9. Group Borrowings and Debt Securities**

Particulars of the Group's borrowings and debts securities as at 31 December 2013 are as follows:-

	Short term		Long term		Total RM'000
	Bonds RM'000	Borrowings RM'000	Bonds RM'000	Borrowings RM'000	
Secured	-	460,678	-	3,440,667	3,901,345
Unsecured	799,977	2,504,524	14,666,380	11,566,637	29,537,518
<b>Total</b>	<b>799,977</b>	<b>2,965,202</b>	<b>14,666,380</b>	<b>15,007,304</b>	<b>33,438,863</b>

The above include borrowings denominated in foreign currencies as follows:-

In Singapore Dollar ('000)	2,573,284
In US Dollar ('000)	674,238
In Sterling Pound ('000)	1,912,962
In Japanese Yen ('000)	8,250,000
In Euro ('000)	11,924

Save for the borrowings of RM217.1 million, EUR 11.924 million and Yen 8.25 billion by subsidiary companies of which corporate guarantees are provided by the Company, all other borrowings of subsidiary companies are on a non-recourse basis to the Company.

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**INTERIM FINANCIAL REPORT**

Notes: - continued

**B10. Derivatives Financial Instruments, Fair Value Changes of Financial Liabilities, Fair Value hierarchy and Realised and Unrealised Profits or Losses**

(a) Derivatives Financial Instruments

As at 31 December 2013, the Group's outstanding derivatives are as follows:

Type of Derivatives	Contract/Notional Value RM'000	Fair Value RM'000
<b><u>Fuel oil swaps</u></b>		
- Less than 1 year	1,975,714	1,982,445
- 1 year to 3 years	478,724	468,027
<b><u>Currency forwards</u></b>		
- Less than 1 year	1,452,442	1,469,293
- 1 year to 3 years	575,629	584,272
<b><u>Interest rate swaps</u></b>		
- 1 year to 3 years	364,823	356,560

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.

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.

Interest rate swaps are entered to hedge floating rate interest payments on bank borrowings which were obtained to finance acquisition of subsidiaries and for the construction of property, plant and equipment.

All derivative financial instruments are executed with creditworthy counter parties with a view to limit the credit risk exposure of the Group.

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**INTERIM FINANCIAL REPORT**

Notes: - continued

(b) Fair Value Changes of Financial Liabilities

The gains arising from fair value changes of financial liabilities for the current financial period ended 31 December 2013 are as follows:

Type of financial liabilities	Basis of fair value measurement	Reason for the gain/(loss)	Fair value gain/(loss)	
			Current year quarter 3 months to 31.12.2013	Current year to date 6 months to 31.12.2013
			RM'000	RM'000
Forward foreign currency exchange contracts	Foreign exchange differential between the contracted rate and the market forward rate	Foreign exchange rates differential between the contracted rate and the market forward rate which have moved in favour of / (unfavourably) against the Group	7,416	4,155
Fuel oil swap	Fuel oil price differential between the contracted price and the market forward price	Fuel oil price differential between the contracted price and the market forward price which have moved in favour of the Group	9,212	13,548
Exchangeable bonds	Quoted market price	The quoted market price has decreased from the last measurement date	16,334	46,603
Total			32,962	64,306

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**YTL CORPORATION BERHAD (Company No. 92647-H)**  
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**INTERIM FINANCIAL REPORT**

**Notes: - continued**

(c) Fair Value hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- (a) Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (b) Level 2 : Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices).
- (c) Level 3 : Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

At the reporting date, the Group and the Company held the following financial instruments carried at fair value on the statement of financial position:-

	Level 1 RM'000	Level 2 RM'000	Total RM'000
<b>31 December 2013</b>			
<b>Assets</b>			
Financial assets at fair value through profit and loss			
- Trading derivatives	-	15,287	15,287
Derivative used for hedging	-	48,820	48,820
Available-for-sale financial assets	1,526	-	1,526
<b>Total assets</b>	<b>1,526</b>	<b>64,107</b>	<b>65,633</b>
<b>Liabilities</b>			
Financial assets at fair value through profit and loss			
- Trading derivatives	-	6,130	6,130
Derivative used for hedging	-	100,613	100,613
<b>Total liabilities</b>	<b>-</b>	<b>106,743</b>	<b>106,743</b>

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**YTL CORPORATION BERHAD (Company No. 92647-H)**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT**

Notes: - continued

(d) Realised and Unrealised Profits or Losses

	As at 31.12.2013 RM'000	As at 30.06.2013 RM'000
Retained earnings of the Company and its subsidiaries		
- Realised	16,681,270	16,386,422
- Unrealised	(1,542,010)	(1,562,792)
	<u>15,139,260</u>	<u>14,823,630</u>
Total share of accumulated profit from associated companies and jointly controlled entity		
- Realised	1,428,897	1,622,684
- Unrealised	(176,599)	(140,136)
	<u>1,252,298</u>	<u>1,482,548</u>
Less: consolidated adjustments	(4,465,156)	(4,910,535)
	<u><u>11,926,402</u></u>	<u><u>11,395,643</u></u>

**B11. Material litigation**

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

**B12. Dividend**

No dividend has been declared for the current financial quarter.

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**YTL CORPORATION BERHAD (Company No. 92647-H)**  
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**INTERIM FINANCIAL REPORT**

Notes: - continued

**B13. Earnings Per Share**

**i) Basic/diluted earnings per 10 sen share**

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

	<b>Current Year Quarter 31.12.2013</b>	<b>Preceding Year Corresponding Quarter 31.12.2012</b>
Profit attributable to owners of the parent (RM'000)	383,536	262,460
<i>Weighted average number of ordinary shares ('000)</i>		
Issued at the beginning of the period	10,738,931	10,670,460
Shares repurchased	(373,344)	(338,123)
	10,365,587	10,332,337
Basic earnings per share (sen)	3.70	2.54

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**INTERIM FINANCIAL REPORT**

Notes: - continued

**B13. Earnings Per Share**

**ii) Diluted earnings per 10 sen share**

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

	<b>Current Year Quarter 31.12.2013</b>	<b>Preceding Year Corresponding Quarter 31.12.2012</b>
Profit attributable to owners of the parent (RM'000)	383,536	262,460
<i>Weighted average number of ordinary shares - diluted ('000)</i>		
Weighted average number of ordinary shares-basic	10,365,587	10,332,337
Effect of unexercised employees share option scheme	-	2,591
	<u>10,365,587</u>	<u>10,334,928</u>
Diluted earnings per share (sen)	<u>3.70</u>	<u>2.54</u>

*Total cash expected to be received in the event of an exercise of all ESOS options is RM243.617 million. Accordingly, the Net Asset (NA) on a proforma basis will increase by RM243.617 million resulting in an increase in NA per share of RM0.02. 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: 20 February 2014