



The Board of Directors is pleased to announce the following:

A. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 3rd QUARTER ENDED 31 MAY 2013
(Amounts in RM million unless otherwise stated)

	INDIVIDUAL QUARTER		CUMULATIVE	
	CURRENT YEAR QUARTER 31.05.13	PRECEDING YEAR CORRESPONDING QUARTER 31.05.12 (Restated)	CURRENT YEAR TO DATE 31.05.13	PRECEDING YEAR CORRESPONDING PERIOD 31.05.12 (Restated)
Revenue	9,647.5	9,191.0	27,628.5	26,513.6
Operating expenses	(7,915.0)	(7,234.1)	(23,007.2)	(23,186.0)
Other operating income/(expense)	119.3	(260.6)	320.3	1,989.7
Operating profit	1,851.8	1,696.3	4,941.6	5,317.3
Foreign exchange				
- Translation gain/(loss)	324.7	(533.1)	1,110.7	(323.8)
- Transaction gain/(loss)	19.4	(7.1)	24.4	(10.3)
Share of results of jointly controlled entities	-	-	(0.1)	(0.5)
Share of results of associates (net of tax)	11.9	23.8	62.3	13.6
Profit before finance cost	2,207.8	1,179.9	6,138.9	4,996.3
Finance income	40.4	(0.6)	153.8	101.7
Finance cost	(206.2)	(199.0)	(643.1)	(633.3)
Profit from ordinary activities before taxation	2,042.0	980.3	5,649.6	4,464.7
Taxation and Zakat				
- Company and subsidiaries	(296.8)	(129.8)	(1,169.2)	(756.4)
- Deferred taxation	(3.2)	(165.6)	(61.5)	(356.4)
Profit for the period	1,742.0	684.9	4,418.9	3,351.9
Attributable to:				
- Owners of the Company	1,707.2	672.4	4,394.8	3,349.5
- Non-controlling interest	34.8	12.5	24.1	2.4
Profit for the period	1,742.0	684.9	4,418.9	3,351.9
Earnings per share attributable to the owners of the Company				
	Sen	Sen	Sen	Sen
Basic	30.83	12.32	79.37	61.37
Diluted	30.80	12.31	79.27	61.32

These unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.



A. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 3rd QUARTER ENDED 31 MAY 2013 (CONTINUATION)
(Amounts in RM million unless otherwise stated)

	INDIVIDUAL QUARTER		CUMULATIVE	
	CURRENT YEAR QUARTER 31.05.13	PRECEDING YEAR CORRESPONDING QUARTER 31.05.12 (Restated)	CURRENT YEAR TO DATE 31.05.13	PRECEDING YEAR CORRESPONDING PERIOD 31.05.12 (Restated)
Profit for the period	1,742.0	684.9	4,418.9	3,351.9
Other comprehensive income / (expense)				
Items that will not be reclassified subsequently to profit or loss				
Defined benefit plan actuarial losses	(0.7)	-	(3,224.6)	-
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation differences	0.7	(7.6)	57.9	(40.7)
Total Other Comprehensive Income for the period	-	(7.6)	(3,166.7)	(40.7)
Total Comprehensive Income for the period	1,742.0	677.3	1,252.2	3,311.2
Attributable to: -				
- Owners of the Company	1,707.2	664.8	1,228.1	3,308.8
- Non-controlling interest	34.8	12.5	24.1	2.4
Total Comprehensive Income for the period	1,742.0	677.3	1,252.2	3,311.2

These unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.

B. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MAY 2013

(Amounts in RM million unless otherwise stated)

	31.05.2013	31.08.2012 (Restated)	01.09.2011 (Restated)
NON-CURRENT ASSETS			
Property, plant and equipment	67,277.0	64,769.9	61,861.4
Jointly controlled entity	0.3	0.4	0.6
Associates	481.5	491.2	407.8
Investments in unquoted debt securities	163.7	163.7	164.0
Available-for-sale financial assets	38.0	38.0	38.0
Deferred tax assets	2.5	-	30.2
Derivative financial instruments	44.4	116.3	89.9
Long term receivables	367.0	419.2	388.6
Prepaid leases	4,261.9	3,789.3	3,161.0
Lease receivables	14.4	-	-
	<u>72,650.7</u>	<u>69,788.0</u>	<u>66,141.5</u>
CURRENT ASSETS			
Non-current assets held for sale	38.9	9.8	11.4
Inventories	2,949.4	2,842.2	2,645.9
Trade receivables	6,289.8	5,843.9	4,819.0
Other receivables	925.3	1,144.8	1,203.1
Current tax assets	40.3	142.4	264.5
Amount due from associates	81.4	62.6	14.6
Lease receivables	0.9	-	-
Marketable securities	10.3	9.1	8.6
Derivative financial instruments	-	-	1.5
Deposits, bank and cash balances	9,458.0	8,626.3	3,954.2
	<u>19,794.3</u>	<u>18,681.1</u>	<u>12,922.8</u>
CURRENT LIABILITIES			
Trade payables	(4,566.1)	(4,534.5)	(4,116.3)
Other payables	(1,012.4)	(1,212.1)	(1,455.1)
Amount due to associates	(611.2)	(697.9)	(707.9)
Current taxation liabilities	(584.3)	(331.0)	(5.7)
Deferred income	(892.7)	(894.7)	(523.9)
Short term borrowings	(1,362.5)	(1,604.2)	(1,727.3)
Hire purchase creditors and finance lease obligation	(61.9)	(55.1)	(49.1)
	<u>(9,091.1)</u>	<u>(9,329.5)</u>	<u>(8,585.3)</u>
NET CURRENT ASSETS	10,703.2	9,351.6	4,337.5
NON-CURRENT LIABILITIES			
Borrowings	(21,528.0)	(21,467.6)	(17,326.8)
Consumer deposits	(3,434.4)	(3,284.7)	(3,084.9)
Derivative financial instruments	(15.1)	(21.5)	(44.1)
Employee benefits	(10,537.1)	(6,141.2)	(6,153.5)
Other liabilities	(895.3)	(892.2)	(910.0)
Deferred tax liabilities	(6,855.5)	(7,874.1)	(7,370.7)
Deferred income	(2,291.3)	(2,291.2)	(2,849.6)
Government development grants	(736.3)	(671.0)	(627.2)
Hire purchase creditors and finance lease obligation	(1,345.5)	(1,338.8)	(1,334.3)
	<u>(47,638.5)</u>	<u>(43,982.3)</u>	<u>(39,701.1)</u>
TOTAL NET ASSETS	<u>35,715.4</u>	<u>35,157.3</u>	<u>30,777.9</u>
CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY			
Share capital	5,617.1	5,501.6	5,456.6
Share premium	5,068.0	4,529.1	4,332.6
Other reserves	(3,139.7)	(16.3)	12.2
Retained profits	27,887.8	24,883.3	20,745.9
	<u>35,433.2</u>	<u>34,897.7</u>	<u>30,547.3</u>
NON-CONTROLLING INTEREST	282.2	259.6	230.6
TOTAL EQUITY	<u>35,715.4</u>	<u>35,157.3</u>	<u>30,777.9</u>
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY	Sen 630.8	Sen 634.3	Sen 559.8

These unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.

C. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AS AT 31 MAY 2013
(Amounts in RM million unless otherwise stated)

	Attributable to owners of the Company							Total equity
	Ordinary shares of RM1.00 each	Share premium	Share Option Scheme reserve	Employee Benefit Reserve	Revaluation and other reserves	Retained profits	Non controlling interest	
At 1 September 2012								
(as previously reported)	5,501.6	4,529.1	181.6	-	467.1	25,457.9	261.0	36,398.3
Effects of adoption of MFRS 119	-	-	-	(2.4)	-	(1,237.2)	(1.4)	(1,241.0)
Effects of adoption of MFRS 1	-	-	-	-	(662.6)	662.6	-	-
As at 1 September 2012 (restated)	5,501.6	4,529.1	181.6	(2.4)	(195.5)	24,883.3	259.6	35,157.3
Profit for the period	-	-	-	-	-	4,394.8	24.1	4,418.9
Foreign currency translation reserve	-	-	-	-	57.9	-	-	57.9
Employee Benefit Reserve	-	-	-	(3,224.6)	-	-	-	(3,224.6)
Total comprehensive income	-	-	-	(3,224.6)	57.9	4,394.8	24.1	1,252.2
Transaction with owners								
Dividend paid to non-controlling interest	-	-	-	-	-	-	(1.5)	(1.5)
Dividend paid	-	-	-	-	-	-	-	-
- FY2012	-	-	-	-	-	(830.3)	-	(830.3)
- FY2013	-	-	-	-	-	(560.0)	-	(560.0)
Provision for share option	-	-	43.3	-	-	-	-	43.3
Issuance of share capital	115.5	538.9	-	-	-	-	-	654.4
- share options	-	-	-	-	-	-	-	-
At 31 May 2013	5,617.1	5,068.0	224.9	(3,227.0)	(137.6)	27,887.8	282.2	35,715.4

These unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.

C. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AS AT 31 MAY 2013 (CONTINUATION)
(Amounts in RM million unless otherwise stated)

	Attributable to owners of the Company							Total equity
	Ordinary shares of RM1.00 each	Share premium	Share Option Scheme reserve	Revaluation and other reserves	Retained profits	Non controlling interest		
At 1 September 2011 (restated)	5,456.6	4,332.6	156.6	532.8	21,518.8	232.0	32,229.4	
Effects of adoption of MFRS 119	-	-	-	-	(1,450.1)	(1.4)	(1,451.5)	
Effects of adoption of MFRS 1	-	-	-	(677.2)	677.2	-	-	
As at 1 September 2011 (restated)	5,456.6	4,332.6	156.6	(144.4)	20,745.9	230.6	30,777.9	
Profit for the period	-	-	-	-	3,349.5	2.4	3,351.9	
Total other comprehensive income	-	-	-	(40.7)	-	-	(40.7)	
Total comprehensive income	-	-	-	(40.7)	3,349.5	2.4	3,311.2	
Transaction with owners								
Dividend paid to non-controlling interest	-	-	-	-	-	(1.5)	(1.5)	
Dividend paid FY2012	-	-	-	-	(273.0)	-	(273.0)	
Purchase of non-controlling interest share	-	-	-	-	-	21.9	21.9	
Provision for share option	-	-	25.0	-	-	-	25.0	
Issuance of share capital	14.1	59.4	-	-	-	-	73.5	
- share options	14.1	59.4	25.0	-	(273.0)	20.4	(154.1)	
At 31 May 2012 (restated)	5,470.7	4,392.0	181.6	(185.1)	23,822.4	253.4	33,935.0	

These unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.



D. UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 MAY 2013

(Amounts in RM million unless otherwise stated)

	FY2013 ended 31.05.13	FY2012 ended 31.05.12
Operating activities		
Cash generated from operations	6,848.4	6,430.6
Retirement benefits paid	(477.6)	(458.3)
Consumer contributions received	768.9	471.8
Customer deposits received	149.7	146.7
Tax paid	(777.3)	(87.3)
Net cash generated from operating activities	<u>6,512.1</u>	<u>6,503.5</u>
Investing activities		
Investment in associates:		
- addition	-	(91.9)
- proceeds from redemption of unsecured loan notes/RULS	16.3	2.8
Dividend Income	-	5.1
Interest income received	117.9	121.1
Property, plant and equipment:		
- purchases	(5,681.6)	(4,705.4)
- disposals	4.9	4.2
Assets held for sale		
- disposals	11.4	13.2
Net cash used in investing activities	<u>(5,531.1)</u>	<u>(4,650.9)</u>
Financing activities		
Bank borrowings:		
- new drawdowns	2,013.0	5,148.8
- repayments	(1,112.7)	(1,314.8)
Interest paid	(419.7)	(458.4)
Proceeds from issuance of shares	654.4	73.5
Dividend paid to non-controlling interests	(1.5)	(1.5)
Dividends paid	(1,390.3)	(273.0)
Government development grants received	108.2	106.0
Net cash (used in) / generated from financing activities	<u>(148.6)</u>	<u>3,280.6</u>
Changes in deposit, bank and cash balances	832.4	5,133.2
Currency translation differences	(0.7)	(0.1)
Deposit, bank and cash balances		
- at start of period	<u>8,626.3</u>	<u>3,954.2</u>
- at end of period	<u>9,458.0</u>	<u>9,087.3</u>
Cash at bank, held in trust ¹	(177.1)	(91.0)
Debt Reserve Account ²	(189.9)	(223.0)
Funds from MOF ³	(2.5)	(4.9)
Cash and cash equivalents	<u>9,088.5</u>	<u>8,768.4</u>

1. Deposits and cash at bank held in trust are in respect of a grant given to a subsidiary by the Malaysian Government for a designated capital project.

2. Debt reserve account relates to deposits placed with licensed financial institution as part of security obligations for bond financing.

3. Ministry of Finance (MOF) fund given to a subsidiary under stimulus package for training programmes.

These unaudited Condensed Consolidated Cash Flow Statements should be read in conjunction with the annual audited financial statements for the year ended 31 August 2012.

E. EXPLANATORY NOTES

(Amounts in RM million unless otherwise stated)

1) BASIS OF PREPARATION

These unaudited condensed interim financial statements of the Group have been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standards ("MFRS") 134 "Interim Financial Reporting", International Financial Reporting Standards ("IFRS") 34 "Interim Financial Reporting" and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Group's audited financial statements for the year ended 31 August 2012.

Within the context of these financial statements, the Group comprises the Company and its subsidiaries and the Group's interest in associates and jointly controlled entities as at 31 May 2013. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 August 2012.

2) AUDIT QUALIFICATION

The annual audited financial statements for the financial year ended 31 August 2012 were not subject to any qualification.

3) CHANGES IN ACCOUNTING POLICIES

The Group adopted the Malaysian Financial Reporting Standards ("MFRS") framework commencing 1 September 2012. The MFRS Framework comprises standards as issued by the International Accounting Standards Board ("IASB"). This condensed interim financial statements are the Group's first MFRS compliant condensed report, hence MFRS 1 "First-time Adoption of Malaysian Financial Reporting Standards" has been applied.

Application of MFRS 1 – Adoption transitional arrangements

Subject to certain transition elections as disclosed below, the Group has consistently applied the same accounting policies in its opening MFRS Statement of Financial Position as at 1 September 2011 (date of transition) and throughout all financial periods presented, as if these policies had always been in effect. Comparative figures for financial year 2012 in these condensed interim financial statements have been restated to give effect to these changes.

MFRS 1 allows exemptions from the application of certain MFRSs to assist companies with the transition process. The following optional exemption, contained within MFRS 1, have been utilised in the preparation of the Group's Statement of Financial Position as at 1 September 2011.

Foreign Currency Translation Reserve

Under FRS, the Group recognised translation differences on foreign operations in a separate component of equity. Cumulative foreign currency translation differences for all foreign operations are deemed to be zero as at the date of transition to MFRS. Accordingly, at date of transition to MFRS, the cumulative foreign currency translation difference of RM215.5 million was adjusted to retained earnings.

Revaluation Reserve

Under the transitional provision of FRS 116 ("Property, Plant and Equipment"), certain freehold land, buildings and civil works are stated at previous years' revaluations less accumulated depreciation. Upon transition to MFRS, the Group has elected to measure all its property, plant and equipment using the cost model under MFRS 116 Property, Plant and Equipment. At the date of transition to MFRS, the revaluation surplus amounting to RM892.7 million was transferred to retained earnings.



New standards, amendments to standards and IC interpretations that are applicable to the Group effective 1 September 2012

- Revised MFRS 124 "Related Party Disclosures"
- Amendment to MFRS 7 "Financial Instruments: Disclosures – Transfers of Financial Assets"
- Amendment to MFRS 112 "Deferred Tax: Recovery of Underlying Assets"
- Amendment to MFRS 101 "Presentation of Items of Other Comprehensive Income"

The adoption of the revised standards, amendments to standards and IC Interpretations did not have any significant impact to the Group during the current quarter and financial period to date, except the disclosure requirements under MFRS 124, which is still being assessed.

Early adoption of MFRS 119 "Employee Benefits"

The Group has decided to early adopt the Amendment to MFRS 119 "Employee Benefits", which is to be effective for accounting periods commencing from 1 January 2013.

Previously, net actuarial gains and losses arising from experience-based adjustments and changes in actuarial assumptions have been recognised to the income statement, as the case may be, over the expected average remaining service lives of the participating employees.

In accordance with the new standards, actuarial gains and losses are to be recognised in Other Comprehensive Income in the financial period in which they occur and no longer deferred using the corridor approach.

The adoption of Amendment to MFRS 119 resulted in a change in accounting policy. This has been accounted for as a Prior Year Adjustment (PYA) in accordance with MFRS 108 – Accounting Policies, Changes in Accounting Estimates and Errors.

The full impact of the adoption of MFRS 119 is still being finalised.

Impact of adoption of new standards

Arising from the application of MFRS 1 and the early adoption of MFRS 119 above, the condensed financial statements for the previous financial periods have been restated as follows:

	As previously reported for period ended 1 Sep 2011 RM Million	Adjustments		Restated for period ended 1 Sep 2011 RM Million
		Effect of application of MFRS 1 RM Million	Effect of adoption of MFRS 119 RM Million	
Condensed Consolidated Statement Of Financial Position				
Non-Current Liabilities				
Employee benefits	(4,220.5)	-	(1,933.0)	(6,153.5)
Deferred tax liability	(7,852.2)	-	481.5	(7,370.7)
Capital and Reserves attributable to Owners of the Company				
Revaluation & Other Reserves	(689.4)	677.2	-	(12.2)
Retained profits	(21,518.8)	(677.2)	1,450.1	(20,745.9)
Non-controlling interest	(232.0)	-	1.4	(230.6)



	As previously reported for period ended 31 Aug 2012 RM Million	Adjustments		Restated for period ended 31 Aug 2012 RM Million
		Effect of application of MFRS 1 RM Million	Effect of adoption of MFRS 119 RM Million	
Condensed Consolidated Statement Of Financial Position				
Non-Current Liabilities				
Employee benefits	(4,489.7)	-	(1,651.5)	(6,141.2)
Deferred tax liability	(8,284.6)	-	410.5	(7,874.1)
Capital and Reserves attributable to Owners of the Company				
Revaluation & Other Reserves	(648.7)	662.6	2.4	16.3
Retained profits	(25,457.9)	(662.6)	1,237.2	(24,883.3)
Non-controlling interest	(261.0)	-	1.4	(259.6)
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income				
Operating expenses	(31,592.1)	-	283.9	(31,308.2)
Deferred taxation	(462.6)	-	(71.0)	(533.6)

	As previously reported for period ended 31 May 2012 RM Million	CUMULATIVE FOR PRECEEDING YEAR Adjustments		Restated for period ended 31 May 2012 RM Million
		Effect of application of MFRS 1 RM Million	Effect of adoption of MFRS 119 RM Million	
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income				
Operating expenses	(23,399.0)	-	213.0	(23,186.0)
Deferred taxation	(303.2)	-	(53.2)	(356.4)

4) SEASONAL OR CYCLICAL FACTORS

The businesses of the Group are not subject to material seasonal or cyclical fluctuations.

5) UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME or CASH FLOWS

The early adoption of MFRS 119 "Employee Benefits" and the remeasurement of long term liability of employee benefits have resulted in a material change to the balances in liabilities and equity, as disclosed in Note 3 and Note 6 respectively.

6) MATERIAL CHANGES IN ESTIMATES OF AMOUNTS REPORTED

The Group has recognised an amount of RM3,224.6 million (net of tax) in the Other Comprehensive Income (OCI) during the current reporting period in relation to the remeasurement of long term employee benefits liability.

7) DEBT AND EQUITY SECURITIES

During the period, a total of 115,538,149 ordinary shares of RM1.00 each were issued under the Employee Share Option Scheme II ("ESOS II").

Except for the above, there were no other issuance, cancellation, repurchases, resales and repayments of debt and equity securities during the period under review.

8) DIVIDENDS

- a) A final single-tier dividend of 15.0 sen per ordinary share for Financial Year 2012 was paid on 28 December 2012 totalling RM830.3 million.
- b) An interim single-tier dividend of 10.0 sen per ordinary share for Financial Year 2013 was paid on 29 May 2013 totalling RM560.0 million.
- c) The Board of Directors has not recommended any dividend for the quarter ended 31 May 2013.



9) SEGMENTAL REPORTING

Segmental reporting is not presented as the Group is principally engaged in the generation, transmission, distribution and sales of electricity and the provision of other related services, which are substantially within a single business segment. The Group operates primarily in Malaysia.

10) VALUATION OF PROPERTY, PLANT & EQUIPMENT

The Group does not adopt a revaluation policy on its Property, Plant and Equipment.

11) MATERIAL EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

There were no material events subsequent to the end of the reporting period.

12) CHANGES IN THE COMPOSITION OF THE GROUP

There was no material change to the composition of the Group during the reporting period.

13) CONTINGENT LIABILITIES

Contingent liabilities of the Group include the following:-

	As at 31 May 2013	As at 31 Aug 2012
Claims by third parties	428.7	320.8
Trade guarantees and performance bonds	17.4	27.4
Other contingent liabilities	<u>5.0</u>	<u>5.0</u>
	<u>451.1</u>	<u>353.2</u>

Claims by third parties include claims by contractors, consumers and former employees. These claims are being addressed and the Directors are of the opinion that their ultimate resolution will not have a material effect on the financial position of the Group.

14) CAPITAL COMMITMENTS

	As at 31 May 2013	As at 31 Aug 2012
Property, plant and equipment committed over a 5-year period		
Authorised but not contracted for	14,331.2	13,513.9
Contracted but not provided for in the financial statements	<u>6,450.0</u>	<u>4,224.6</u>
	<u>20,781.2</u>	<u>17,738.5</u>

F. ADDITIONAL INFORMATION AS REQUIRED BY PART A OF APPENDIX 9B OF THE BURSA MALAYSIA LISTING REQUIREMENTS

15) REVIEW OF PERFORMANCE

- (a) Performance of the current period ended 31 May 2013 (3rd Quarter FY2013) against the corresponding period ended 31 May 2012 (3rd Quarter FY2012):

The Group recorded a 4.0% or RM1,018.5 million improvement in sales of electricity from RM25,405.1 million to RM26,423.6 million. The improvement was mainly from sales of electricity in Peninsular Malaysia and Sabah which recorded an increase of 4.3% and 7.7% respectively. The electricity demand grew by 4.1% in the Peninsula and 4.8% in Sabah as compared to the corresponding period last financial year.

Profit attributable to the Owners of the Company for the period under review was RM4,394.8 million as compared to RM3,349.5 million recorded in the corresponding period last financial year, an increase of RM1,045.3 million or 31.2%. The current reporting period recorded a significantly higher translation gain due to the strengthening of the Ringgit against the US Dollar and Japanese Yen amounting to RM1,110.7 million.

- (b) Performance of the current third quarter (three months) FY2013 against the corresponding third quarter (three months) FY2012:

The quarter recorded sales of electricity of RM8,875.3 million against RM8,597.7 million for the same period last financial year. The improvement was mainly from sales of electricity in the Peninsula and Sabah which recorded an increase of 4.0% and 9.3% respectively. The units sold also registered a growth of 3.0% in the Peninsula and 4.8% in Sabah as compared to the corresponding quarter.

Strengthening of the Ringgit against the US Dollar and Japanese Yen resulted in a translation gain of RM324.7 million as compared to a translation loss of RM533.1 million reported in the corresponding third quarter last year.

16) MATERIAL CHANGES IN THE QUARTERLY RESULTS COMPARED TO THE PRECEDING QUARTER

- Performance of the current quarter (3rd Quarter FY2013) against the preceding quarter (2nd Quarter FY2013):

The Group reported a higher total sales of electricity of RM8,875.3 million for the current quarter as compared to RM8,742.1 million in the preceding quarter, an increase of RM133.2 million or 1.5%. The increase was mainly contributed by the sales of electricity in Peninsular Malaysia and Sabah of 2.3% and 1.0% respectively.

The Profit attributable to the Owners of the Company increased by RM435.1 million from RM1,272.1 million in the second quarter to RM1,707.2 million in the quarter under review mainly due to the increase in revenue.

17) PROSPECTS

The reaffirmation of Malaysia's A3 sovereign rating by Moody's in June 2013 confirms that Malaysian economic outlook is expected to remain stable. The Group therefore continues to expect the electricity demand growth rate to remain steady for the current financial year.

The current improved results of the period is mainly due to increase in demand and a more favourable coal price. The weakening of the Yen has also contributed to the better performance for the period.

The Board of Directors is of the view that the prospects of the Group for the year ending 31 August 2013 remains stable.

18) PROFIT FROM OPERATIONS

The following items have been charged/(credited) in arriving at the profit from operations:

	Quarter ended 31 May 13	Period ended 31 May 13
Property, plant and equipment:		
-Depreciation	1,105.9	3,241.0
-(Profit)/loss on sale of properties	(10.1)	(10.6)
-Provision for impairment	-	100.0
Provision for receivables	51.5	96.6
Provision for inventories	2.5	4.2
Inventories written off	5.0	14.6

Other than the items highlighted above, there were no disposal of quoted investment during the quarter and financial period ended 31 May 2013.

19) VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT

This note is not applicable as the Group did not publish any profit forecast.



20) TAXATION and ZAKAT

Taxation and Zakat for the reporting period comprised the following:-

	Individual quarter		Cumulative	
	ended 31 May 13	ended 31 May 12 (Restated)	ended 31 May 13	ended 31 May 12 (Restated)
Income Tax:				
Current tax and zakat	(296.8)	(129.8)	(1,169.2)	(756.4)
Deferred tax (net):				
Relating to origination and reversal of temporary differences	(3.2)	(165.6)	(61.5)	(356.4)
Total taxation and zakat	(300.0)	(295.4)	(1,230.7)	(1,112.8)

For the reporting period ended 31 May 2013, the Group recorded a 21.8% effective tax rate, which is lower than the statutory tax rate of 25.0%. The lower effective tax rate is a result of an increase in the income that is non-taxable in nature.

21) STATUS OF CORPORATE PROPOSALS

There were no material corporate proposals entered into during the reporting period.

22) GROUP BORROWINGS

- a) The analysis of Group borrowings classified under short and long term categories are as follows:-

	As at 31 May 13	As at 31 Aug 12
Short term - secured	565.5	547.9
- unsecured	797.0	1,056.3
Sub-total	1,362.5	1,604.2
Long term - secured	8,431.9	6,728.1
- unsecured	13,096.1	14,739.5
Sub-total	21,528.0	21,467.6
Total	22,890.5	23,071.8

- b) Currency denominations:-

	As at 31 May 13	As at 31 Aug 12
Japanese Yen	3,834.4	5,221.2
US Dollar	2,719.0	2,876.8
Others	-	23.1
Total Ringgit equivalent of foreign currency borrowings	6,553.4	8,121.1
Ringgit borrowings	16,337.1	14,950.7
Total	22,890.5	23,071.8

- c) Effective average cost of borrowing based on exposure as at 31 May 2013 was 4.99% (FY2012: 4.89%).
- d) Repayments of long term debts during the reporting period were as follows:
- Foreign currency denominated term loans of RM340.0 million, and
 - Ringgit denominated term loans of RM536.5 million.

23) DERIVATIVES FINANCIAL INSTRUMENTS

Type of Derivatives	As at 31 May 2013	
	Notional Amount	Fair Value
	RM Million	RM Million
Forward Currency Contracts		
- Less than 1 year	-	-
- 1 year to 3 years	-	-
- More than 3 years	-	-
Interest Rate Swaps		
- Less than 1 year	-	-
- 1 year to 3 years	-	-
- More than 3 years	365.7	(15.1)
Currency Options		
- Less than 1 year	-	-
- 1 year to 3 years	-	-
- More than 3 years	797.9	44.4
Total	1,163.6	29.3

There is no change to the cash requirements of the derivatives, risk associated with the derivatives and policies to mitigate those risks since the last financial year.

Fair value changes of financial liabilities

The Group recognised a total net loss of RM19.1 million during the current quarter and RM65.5 million for the financial period to-date arising from the fair value changes on the derivatives financial instruments which are marked to market as at the date of the statement of financial position.



24) REALISED AND UNREALISED PROFITS

The breakdown of retained profits of the Group as at the reporting date, into realised and unrealised profits, pursuant to the directive, is as follows:

	31 May 2013	31 August 2012 (Restated)
	RM Million	RM Million
Total retained profits of the Company and its subsidiaries		
-Realised	31,608.3	29,472.8
-Unrealised	(6,442.5)	(7,874.1)
Total share of retained profits from jointly controlled entities		
-Realised	(10.0)	(10.2)
-Unrealised	-	-
Total share of retained profits from associates		
-Realised	198.5	225.0
-Unrealised	(111.1)	(115.5)
Consolidation adjustments	2,644.6	3,185.3
Total retained profits of the Group	27,887.8	24,883.3

The determination of realised and unrealised profits is based on the Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure above includes Integrax Berhad's (ITB), where TNB holds 22.12% shareholding, realised and unrealised profits for period as at 31 March 2013 and not 31 May 2013. This is due to unavailability of the information from ITB for reason it did not want to contravene with any Bursa Listing Requirements by releasing its financial information prior to its quarterly announcement.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive by Bursa Malaysia and should not be applied for any other purposes.

25) MATERIAL LITIGATION

There is no pending material litigation other than those announced to Bursa Malaysia since the date of the last audited financial statements.

26) EARNINGS PER SHARE

	Individual quarter		Cumulative quarter	
	ended 31.05.13	ended 31.05.12 (Restated)	ended 31.05.13	ended 31.05.12 (Restated)
(a) Basic earnings per share				
Profit attributable to owners of the Company (RM 'million)	1,707.2	672.4	4,394.8	3,349.5
Weighted average number of ordinary shares in issue ('000)	5,537,020	5,458,097	5,537,020	5,458,097
Basic earnings per share (sen)	30.83	12.32	79.37	61.37
(b) Diluted earnings per share				
Profit attributable to owners of the Company (RM 'million)	1,707.2	672.4	4,394.8	3,349.5
Weighted average number of ordinary shares in issue ('000)	5,537,020	5,458,097	5,537,020	5,458,097
Adjustments for share options ('000)	6,733	4,036	6,733	4,036
Weighted average number of ordinary shares for diluted earnings per share ('000)	5,543,753	5,462,133	5,543,753	5,462,133
Diluted earnings per share (sen)	30.80	12.31	79.27	61.32

27) EXCEPTIONAL ITEMS

Except as disclosed in Note 5, there were no exceptional items incurred during the quarter.

28) COMPARATIVE FIGURES

Comparatives have been restated following the first-time adoption of MFRS and early adoption of MFRS 119 as shown in Note 3.

By Order of the Board



NORAZNI BINTI MOHD ISA (LS 0009635)

Company Secretary

Kuala Lumpur
18 July 2013