

The Board of Directors is pleased to announce the following:

**A. AUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 4<sup>th</sup> QUARTER ENDED 31 AUGUST 2014**

(Amounts in RM million unless otherwise stated)

	INDIVIDUAL QUARTER		CUMULATIVE	
	CURRENT YEAR QUARTER 31.08.14	PRECEDING YEAR CORRESPONDING QUARTER 31.08.13 Restated	CURRENT YEAR TO DATE 31.08.14	PRECEDING YEAR CORRESPONDING PERIOD 31.08.13 Restated
Revenue	11,723.4	9,502.9	42,792.4	37,130.7
Operating expenses	(9,749.6)	(8,847.8)	(36,265.1)	(31,847.2)
Other operating income	304.2	301.6	653.7	623.4
Operating profit	2,278.0	956.7	7,181.0	5,906.9
Foreign exchange				
- Translation gain/(loss)	153.1	(617.1)	445.3	493.6
- Transaction gain	1.3	84.7	3.6	109.1
Share of results of joint ventures	(0.1)	1.4	19.6	9.6
Share of results of associates	30.7	12.6	83.1	74.9
Profit before finance cost	2,463.0	438.3	7,732.6	6,594.1
Finance income	82.4	71.4	256.7	225.2
Finance cost	(235.6)	(281.2)	(874.6)	(894.2)
Profit from ordinary activities before taxation	2,309.8	228.5	7,114.7	5,925.1
Taxation and Zakat				
- Company and subsidiaries	(884.2)	429.7	(631.3)	(739.5)
- Deferred taxation	(103.6)	258.7	(56.6)	197.2
<b>Profit for the period</b>	<b>1,322.0</b>	<b>916.9</b>	<b>6,426.8</b>	<b>5,382.8</b>
Attributable to:				
- Owners of the Company	1,355.9	927.9	6,467.0	5,356.2
- Non-controlling interest	(33.9)	(11.0)	(40.2)	26.6
<b>Profit for the period</b>	<b>1,322.0</b>	<b>916.9</b>	<b>6,426.8</b>	<b>5,382.8</b>
Earnings per share attributable to the owners of the Company				
	Sen	Sen	Sen	Sen
Basic	24.03	16.65	114.59	96.13
Diluted	24.03	16.62	114.59	95.96

These audited 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 2013.



**A. AUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 4<sup>th</sup> QUARTER ENDED 31 AUGUST 2014 (CONTINUATION)**

(Amounts in RM million unless otherwise stated)

	INDIVIDUAL QUARTER		CUMULATIVE	
	CURRENT YEAR QUARTER 31.08.14	PRECEDING YEAR CORRESPONDING QUARTER 31.08.13 Restated	CURRENT YEAR TO DATE 31.08.14	PRECEDING YEAR CORRESPONDING PERIOD 31.08.13 Restated
Profit for the period	1,322.0	916.9	6,426.8	5,382.8
Other comprehensive income/(expense)				
Items that will not be reclassified subsequently to profit or loss				
Defined benefit plan actuarial gain/(loss)	130.8	(680.9)	441.7	(3,905.5)
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation differences	42.1	(11.4)	31.0	46.5
Fair value of available-for-sale financial assets	0.1	0.2	0.1	0.2
<b>Total other comprehensive income/(expense) for the period</b>	<b>173.0</b>	<b>(692.1)</b>	<b>472.8</b>	<b>(3,858.8)</b>
<b>Total comprehensive income for the period</b>	<b>1,495.0</b>	<b>224.8</b>	<b>6,899.6</b>	<b>1,524.0</b>
Attributable to:				
- Owners of the Company	1,528.9	235.8	6,939.8	1,497.4
- Non-controlling interest	(33.9)	(11.0)	(40.2)	26.6
<b>Total comprehensive income for the period</b>	<b>1,495.0</b>	<b>224.8</b>	<b>6,899.6</b>	<b>1,524.0</b>

These audited 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 2013.



**B. AUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 AUGUST 2014**

(Amounts in RM million unless otherwise stated)

	31.08.2014	31.08.2013 (Restated)	01.09.2012 (Restated)
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	83,045.1	75,460.5	66,036.0
Joint ventures	103.3	83.7	74.1
Associates	508.8	483.2	491.2
Investments in unquoted debt securities	163.1	163.7	163.7
Tax recoverable	1,693.2	1,693.2	1,693.2
Deferred tax assets	15.2	4.9	-
Long term receivables	270.6	314.8	447.9
Finance lease receivables	13.4	15.4	-
Prepaid operating leases	4,763.8	4,167.4	3,767.7
Derivative financial instruments	42.7	61.9	116.3
Available-for-sale financial assets	38.3	38.2	38.0
	<u>90,657.5</u>	<u>82,486.9</u>	<u>72,828.1</u>
<b>CURRENT ASSETS</b>			
Non-current assets held for sale	-	9.8	9.8
Inventories	887.3	616.9	792.3
Receivables, deposits and prepayments	7,132.3	7,179.3	6,874.6
Tax recoverable	35.5	21.6	142.4
Finance lease receivables	0.7	1.4	-
Prepaid operating leases	92.2	21.7	21.6
Amount due from associates	79.2	87.5	62.6
Amount due from joint ventures	22.1	21.9	30.4
Financial asset at fair value through profit or loss	3,646.1	9.7	9.1
Deposits, bank and cash balances	<u>8,112.5</u>	<u>9,542.6</u>	<u>8,636.2</u>
	<u>20,007.9</u>	<u>17,512.4</u>	<u>16,579.0</u>
<b>CURRENT LIABILITIES</b>			
Payables	(7,973.5)	(6,613.4)	(5,768.2)
Finance lease payables	(651.6)	(604.4)	(34.7)
Deferred income	(1,158.5)	(1,062.1)	(894.7)
Amount due to associates	(575.5)	(615.6)	(697.9)
Current taxation liabilities	(56.1)	(100.9)	(331.0)
Derivative financial instruments	-	(0.3)	-
Employee benefit	(568.3)	(668.8)	(497.5)
Short term borrowings	<u>(2,480.4)</u>	<u>(1,148.8)</u>	<u>(1,593.3)</u>
	<u>(13,463.9)</u>	<u>(10,814.3)</u>	<u>(9,817.3)</u>
<b>NET CURRENT ASSETS</b>	6,544.0	6,698.1	6,761.7
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	(22,975.6)	(21,739.6)	(21,168.6)
Consumer deposits	(3,824.3)	(3,478.5)	(3,284.7)
Finance lease payables	(6,137.4)	(5,030.6)	(775.8)
Deferred income	(1,642.5)	(2,062.8)	(2,294.4)
Derivative financial instruments	(4.9)	(12.8)	(21.5)
Other liabilities	(1,156.7)	(905.0)	(871.0)
Deferred tax liabilities	(6,716.1)	(6,427.9)	(7,874.1)
Employee benefits	(10,263.2)	(10,775.4)	(5,643.7)
Government development grants	<u>(1,021.6)</u>	<u>(781.7)</u>	<u>(671.0)</u>
	<u>(53,742.3)</u>	<u>(51,214.3)</u>	<u>(42,604.8)</u>
<b>TOTAL NET ASSETS</b>	<u>43,459.2</u>	<u>37,970.7</u>	<u>36,985.0</u>
<b>CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>			
Share capital	5,643.6	5,643.6	5,501.6
Share premium	5,382.2	5,382.2	4,529.1
Other reserves	(5,036.3)	(5,509.1)	(1,468.7)
Retained profits	<u>37,232.5</u>	<u>32,176.4</u>	<u>28,169.5</u>
	<u>43,222.0</u>	<u>37,693.1</u>	<u>36,731.5</u>
<b>NON-CONTROLLING INTEREST</b>	237.2	277.6	253.5
<b>TOTAL EQUITY</b>	<u>43,459.2</u>	<u>37,970.7</u>	<u>36,985.0</u>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	Sen 765.9	Sen 667.9	Sen 667.7

These audited Condensed Consolidated Statement of Financial Position should be read in conjunction with the annual audited financial statements for the year ended 31 August 2013.

**C. AUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AS AT 31 AUGUST 2014**  
(Amounts in RM million unless otherwise stated)

	Attributable to owners of the Company						
	Employees'						Non Controlling Interest
	Ordinary Shares of RM1.00 each	Share Premium	Share Scheme Reserve	Employee Benefit Reserve	Other Reserves	Retained Profits	
<b>At 1 September 2013</b> (as previously reported)	<b>5,643.6</b>	<b>5,382.2</b>	-	<b>(5,358.0)</b>	<b>(151.1)</b>	<b>29,600.6</b>	<b>273.6</b>
Effects of adoption of MFRS 10	-	-	-	-	-	65.3	(24.2)
Prior year adjustments	-	-	-	-	-	2,510.5	28.2
<b>At 1 September 2013 (restated)</b>	<b>5,643.6</b>	<b>5,382.2</b>	-	<b>(5,358.0)</b>	<b>(151.1)</b>	<b>32,176.4</b>	<b>277.6</b>
Profit for the financial period	-	-	-	-	-	6,467.0	(40.2)
Foreign currency translation differences	-	-	-	-	31.0	-	-
Fair value of available-for-sale financial assets	-	-	-	-	0.1	-	-
Employee benefit reserve	-	-	-	441.7	-	-	-
<b>Total comprehensive income</b>	-	-	-	<b>441.7</b>	<b>31.1</b>	<b>6,467.0</b>	<b>(40.2)</b>
<b>Transaction with owners</b>	-	-	-	-	-	-	(0.6)
Dividend paid to non-controlling interest	-	-	-	-	-	-	-
Dividend paid:	-	-	-	-	-	(846.5)	-
- Final FY2013	-	-	-	-	-	(564.4)	-
- Interim FY2014	-	-	-	-	-	-	0.4
Issuance of shares in a subsidiary	-	-	-	-	-	-	-
<b>At 31 August 2014</b>	<b>5,643.6</b>	<b>5,382.2</b>	-	<b>(4,916.3)</b>	<b>(120.0)</b>	<b>37,232.5</b>	<b>237.2</b>
						<b>(1,410.9)</b>	<b>(0.2)</b>
							<b>(1,411.1)</b>
							<b>43,459.2</b>

These audited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the annual audited financial statements for the year ended 31 August 2013.

**C. AUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AS AT 31 AUGUST 2014 (CONTINUATION)**  
(Amounts in RM million unless otherwise stated)

	Attributable to owners of the Company						
	Employees'			Non		Total	
Ordinary Shares of RM1.00 each	Share Premium	Share Option Scheme Reserve	Employee Benefit Reserve	Other Reserves	Retained Profits	Controlling Interest	Equity
<b>At 1 September 2012</b>	<b>5,501.6</b>	<b>4,529.1</b>	<b>181.6</b>	<b>(1,452.5)</b>	<b>26,335.7</b>	<b>259.6</b>	<b>35,157.3</b>
(as previously reported)							
Effects of adoption of MFRS 10	-	-	-	-	62.7	(22.1)	40.6
Prior year adjustments	-	-	-	-	1,771.1	16.0	1,787.1
<b>At 1 September 2012 (restated)</b>	<b>5,501.6</b>	<b>4,529.1</b>	<b>181.6</b>	<b>(1,452.5)</b>	<b>28,169.5</b>	<b>253.5</b>	<b>36,985.0</b>
Profit for the financial period	-	-	-	-	5,356.2	26.6	5,382.8
Foreign currency translation differences	-	-	-	46.5	-	-	46.5
Fair value of available-for-sale financial assets	-	-	-	0.2	-	-	0.2
Employee benefit reserve	-	-	-	(3,905.5)	-	-	(3,905.5)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,905.5)</b>	<b>5,356.2</b>	<b>26.6</b>	<b>1,524.0</b>
<b>Transaction with owners</b>							
Dividend paid to non-controlling interest	-	-	-	-	-	(2.5)	(2.5)
Dividend paid:							
- Final FY2012	-	-	-	-	(830.3)	-	(830.3)
- Interim FY2013	-	-	-	-	(560.0)	-	(560.0)
Employees' Share Option Scheme:							
- Options granted	-	-	43.3	-	-	-	43.3
- Expiry of ESOS	-	183.9	(224.9)	-	41.0	-	-
Issuance of share capital:							
- Share options	142.0	669.2	-	-	-	-	811.2
	<b>142.0</b>	<b>853.1</b>	<b>(181.6)</b>	<b>-</b>	<b>(1,349.3)</b>	<b>(2.5)</b>	<b>(538.3)</b>
<b>At 31 August 2013 (restated)</b>	<b>5,643.6</b>	<b>5,382.2</b>	<b>-</b>	<b>(5,358.0)</b>	<b>32,176.4</b>	<b>277.6</b>	<b>37,970.7</b>

These audited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the annual audited financial statements for the year ended 31 August 2013.



**D. AUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD  
ENDED 31 AUGUST 2014**

(Amounts in RM million unless otherwise stated)

	<b>FY2014 ended 31.08.14</b>	<b>FY2013 ended 31.08.13 (Restated)</b>
<b>Operating activities</b>		
Cash generated from operations	10,334.6	10,070.5
Retirement benefits paid	(708.9)	(633.5)
Customer contributions received	1,156.4	905.1
Consumer deposits received	345.8	193.8
Tax paid	(690.0)	(848.8)
Net cash generated from operating activities	<u>10,437.9</u>	<u>9,687.1</u>
<b>Investing activities</b>		
Investment in associates:		
- proceeds from redemption of unsecured loan notes/RULS	5.9	18.7
Dividend received	40.4	74.6
Interest received	230.9	265.2
Short term investment:		
- purchases	(3,614.4)	-
Property, plant and equipment:		
- purchases	(10,006.5)	(8,570.3)
- disposals	125.7	5.9
Disposal of assets held for sale	13.8	11.4
Net cash used in investing activities	<u>(13,204.2)</u>	<u>(8,194.5)</u>
<b>Financing activities</b>		
Bank borrowings:		
- new drawdowns	4,113.0	4,299.4
- repayments	(968.8)	(3,730.6)
Interest paid	(704.8)	(743.0)
Proceeds from issuance of shares	-	811.2
Proceeds from issuance of shares in a subsidiary	0.4	-
Dividend paid to non-controlling interests	(0.6)	(2.5)
Dividends paid	(1,410.9)	(1,390.3)
Government development grants received	308.3	169.0
Net (increase)/decrease in debt reserve account	(27.2)	4.8
Net cash generated from/(used in) financing activities	<u>1,309.4</u>	<u>(582.0)</u>
Net (decrease)/increase in cash and cash equivalents	(1,456.9)	910.6
Currency translation differences	(0.4)	0.6
<b>Cash and cash equivalents at the beginning of the financial year</b>	<u>9,328.8</u>	<u>8,417.6</u>
<b>Cash and cash equivalents at the end of the financial year</b>	<u>7,871.5</u>	<u>9,328.8</u>
<b>Deposit, bank and cash balances at end of period</b>	<u>8,112.5</u>	<u>9,542.6</u>
Debt reserve account <sup>1</sup>	<u>(241.0)</u>	<u>(213.8)</u>
<b>Cash and cash equivalents at the end of the financial year</b>	<u>7,871.5</u>	<u>9,328.8</u>

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

These audited Condensed Consolidated Cash Flow Statements should be read in conjunction with the annual audited financial statements for the year ended 31 August 2013.

## **E. EXPLANATORY NOTES**

(Amounts in RM million unless otherwise stated)

### **1) BASIS OF PREPARATION**

These audited 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 2013.

Within the context of these financial statements, the Group comprises the Company and its subsidiaries and the Group's interest in associates and joint arrangements as at 31 August 2014. 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 2013.

### **2) AUDIT QUALIFICATION**

The annual audited financial statements for the financial year ended 31 August 2013 were not subject to any qualification.

### **3) CHANGES IN ACCOUNTING POLICIES**

The accounting policies applied are consistent with those adopted for the annual financial statements for the year ended 31 August 2013 except for the adoption of new standards, amendments to standards and IC interpretations that are mandatory for the Group for financial year beginning 1 September 2013.

#### **New standards, amendments to standards and IC interpretations that are applicable to the Group effective 1 September 2013**

- MFRS 10 'Consolidated Financial Statements'
- MFRS 11 'Joint Arrangements'
- MFRS 12 'Disclosure of Interests in Other Entities'
- Amendments to MFRS 7 'Financial Instruments: Disclosures'
- Amendments to MFRS 116 'Property, Plant and Equipment'
- Amendments to MFRS 10, 11 and 12 'Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance'

The impact of the new accounting standards, amendments to published standards and improvements to the standards on the financial statements of the Company is not material, except in respect of MFRS 10, MFRS 11, MFRS 12 and amendments to MFRS 116 as disclosed in the table below.

#### **MFRS 10 'Consolidated Financial Statements'**

MFRS 10 changes the definition of control and establishes control as the basis for determining which entities are consolidated in the consolidated financial statements. The Group controls an entity when the Group has power over an entity, is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect these returns through its power over the entity. The existence and effect of potential voting rights that are considered only when such rights are substantive when assessing control.

Upon adoption of MFRS 10 and 11, the Company has reassessed the classification of the investment in entities where they do not hold 100% interest. This had resulted in the change of classification to a number of entities, the retrospective reclassification of which has been accounted for as a Prior Year Adjustment in accordance to MFRS 108 'Accounting Policies, Changes in Accounting Estimates and Errors' ('MFRS 108').



### **Amendments to MFRS 116 'Property, Plant and Equipment'**

Amendments to MFRS 116 clarify that items such as spare parts, stand-by equipment and servicing equipment shall be recognised as property, plant and equipment when they meet the definition of property, plant and equipment. Previously, MFRS 116 states that spare parts, stand-by equipment and servicing equipment are usually carried as inventory and recognised in the statements of profit or loss as consumed.

Upon adoption of Amendments to MFRS 116, the Group has performed an assessment on its inventory balances. This has resulted in the retrospective reclassification of spare parts, stand-by equipment and servicing equipment previously accounted for under inventories to property, plant and equipment, when these are expected to be used for more than one period.

The adoption of the new standards has been accounted for as a Prior Year Adjustment in accordance with MFRS 108.

### **Prior Year Adjustments (PYA)**

#### **(a) Leased assets and finance lease**

During the financial year, the Group has restated the measurement for a certain lease obligation due to revision to the calculation of the estimated present value of the lease payments for the leased asset and the corresponding lease obligation.

The adjustments to the results are non-cash in nature and have no impact on the Company's cash position.

#### **(b) Reinvestment allowance**

Based on the criteria for the eligibility for reinvestment allowance claims and the tax authority's acceptance of prior year's revised assessment in 2013, the Group have recognised the tax benefit arising in previous years. The final reinvestment allowance amounts are to be agreed with the tax authority.

#### **(c) Reclassification of financial position items**

During the financial year, the Group made certain reclassification to the comparatives to conform to current year presentation, of results resulting in the financial statements providing more relevant information about the effects of the transaction on the Group's financial position.





### Impact of adoption of new standards and prior year adjustments

Arising from the adoption of Amendments to MFRS 10 and MFRS 116 and Prior Year Adjustments stated above, the condensed financial statements for the previous financial periods have been restated as follows:

	As previously reported as at 1 Sep 2012	Adjustments			Restated as at 1 Sep 2012
		Effect of adoption of MFRS 10	Effect of adoption of MFRS 116	Prior Year Adjustments	
Condensed Consolidated Statement Of Financial Position					
<b>Non-Current Assets</b>					
Property, Plant and Equipment	64,769.9	(294.4)	2,049.9	(489.4)	66,036.0
Joint ventures	0.4	73.7	-	-	74.1
Tax recoverable	-	-	-	1,693.2	1,693.2
Long term receivables	419.2	28.7	-	-	447.9
Prepaid operating lease	3,164.8	-	-	602.9	3,767.7
<b>Current Assets</b>					
Inventories	2,842.2	-	(2,049.9)	-	792.3
Receivables, deposits and prepayments	6,988.7	(114.1)	-	-	6,874.6
Prepaid operating lease	624.5	-	-	(602.9)	21.6
Amount due from joint ventures	-	30.4	-	-	30.4
Deposits, bank and cash balances	8,626.3	9.9	-	-	8,636.2
<b>Current Liabilities</b>					
Payables	(5,771.3)	(0.4)	-	3.5	(5,768.2)
Finance lease payables	(55.1)	-	-	20.4	(34.7)
Employee benefits	-	-	-	(497.5)	(497.5)
Short term borrowings	(1,604.2)	10.9	-	-	(1,593.3)
<b>Non-Current Liabilities</b>					
Borrowings	(21,467.6)	299.0	-	-	(21,168.6)
Finance lease payables	(1,338.8)	-	-	563.0	(775.8)
Employee benefits	(6,141.2)	-	-	497.5	(5,643.7)
Other liabilities	(867.5)	-	-	(3.5)	(871.0)
Deferred Income	(2,291.2)	(3.2)	-	-	(2,294.4)
<b>Capital and Reserves Attributable to Owners of the Company</b>					
Retained profits	26,335.7	62.7	-	1,771.1	28,169.5
Non-controlling interest	259.6	(22.1)	-	16.0	253.5



	As previously reported as at 31 Aug 2013	Adjustments			Restated as at 31 Aug 2013
		Effect of adoption of MFRS 10	Effect of adoption of MFRS 116	Prior Year Adjustments	
Condensed Consolidated Statement Of Financial Position					
<b>Non-Current Assets</b>					
Property, Plant and Equipment	73,973.6	(309.4)	2,260.8	(464.5)	75,460.5
Joint ventures	0.3	83.4	-	-	83.7
Investments in unquoted debt securities	163.9	-	-	(0.2)	163.7
Tax recoverable	-	-	-	1,693.2	1,693.2
Long term receivables	305.1	9.7	-	-	314.8
Prepaid operating lease	3,525.3	-	-	642.1	4,167.4
Available-for-sale financial assets	38.0	-	-	0.2	38.2
<b>Current Assets</b>					
Inventories	2,877.7	-	(2,260.8)	-	616.9
Receivables, deposits and prepayments	7,239.0	(59.7)	-	-	7,179.3
Tax recoverable	21.9	(0.3)	-	-	21.6
Prepaid operating lease	663.8	-	-	(642.1)	21.7
Amount due from joint ventures	17.1	4.8	-	-	21.9
Deposits, bank and cash balances	9,531.1	11.5	-	-	9,542.6
<b>Current Liabilities</b>					
Payables	(6,614.4)	0.5	-	0.5	(6,613.4)
Current tax liabilities	(780.6)	-	-	679.7	(100.9)
Finance lease payables	(630.9)	-	-	26.5	(604.4)
Employee benefits	-	-	-	(668.8)	(668.8)
Short term borrowings	(1,175.9)	27.1	-	-	(1,148.8)
<b>Non-Current Liabilities</b>					
Borrowings	(22,013.7)	274.1	-	-	(21,739.6)
Finance lease payables	(5,634.5)	-	-	603.9	(5,030.6)
Other liabilities	(903.8)	(0.7)	-	(0.5)	(905.0)
Employee benefits	(11,444.2)	-	-	668.8	(10,775.4)
Deferred tax liabilities	(6,430.8)	2.9	-	-	(6,427.9)
Deferred Income	(2,059.9)	(2.9)	-	-	(2,062.8)
<b>Capital and Reserves Attributable to Owners of the Company</b>					
Retained profits	29,600.6	65.3	-	2,510.5	32,176.4
Non-controlling interest	273.6	(24.2)	-	28.2	277.6



	As previously reported as at 31 Aug 2013	Adjustments			Restated as at 31 Aug 2013
		Effect of adoption of MFRS 10	Effect of adoption of MFRS 116	Prior Year Adjustments	
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income					
Operating expenses	(31,862.3)	(23.8)	-	38.9	(31,847.2)
Other operating income	620.8	2.6	-	-	623.4
Share of results of joint ventures	(0.1)	9.7	-	-	9.6
Finance cost	(936.3)	9.2	-	32.9	(894.2)
Taxation and Zakat					
- Company and subsidiaries	(1,419.2)	-	-	679.7	(739.5)
- Deferred taxation	194.3	2.9	-	-	197.2
Non-controlling interest	16.5	(2.1)	-	12.2	26.6

**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**

There were no unusual items of nature, size or incidence that affect the assets, liabilities, equity, net income or cash flows of the Group during the reporting period.

**6) MATERIAL CHANGES IN ESTIMATES OF AMOUNTS REPORTED**

There were no changes in the estimates of the amounts reported in the previous financial year that have a material effect on the results of the current reporting period.

**7) DEBT AND EQUITY SECURITIES**

As announced to Bursa Malaysia on 30 January 2014, there was an issuance of a sukuk by TNB Manjung Five Sdn. Bhd., a subsidiary of the Group with a nominal value amounting to RM3.655 billion. There were no other issuance, cancellation, repurchases, resales and repayments of debt and equity securities during the period under review.

**8) DIVIDENDS**

The Board of Directors has proposed a final single-tier dividend of 19.0 sen per ordinary share in respect of the period ended 31 August 2014 subject to approval at the Annual General Meeting. The Books Closure and payment dates will be announced in due course.

A final dividend for Financial Year 2013 was paid on 31 December 2013 totalling RM846.5 million.

An interim dividend for Financial Year 2014 was paid on 29 May 2014 totalling RM564.4 million.

**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

As announced to Bursa Malaysia on 29 January 2014, TNB Metering Services Sdn. Bhd., a dormant subsidiary of the Group has been struck-off from the register of the Companies Commission of Malaysia ('CCM') in accordance to Section 308 (4) of the Companies Act, 1965 with effect from 13 September 2013. The striking-off has no material effect on the Group results.

The adoption of MFRS 10 has also resulted in a change to the composition of the Group during the reporting period, as disclosed in Note 3.

###### 13) CONTINGENT LIABILITIES

Contingent liabilities of the Group include the following:-

	As at 31 Aug 2014	As at 31 Aug 2013
Claims by third parties	321.7	385.1
Trade guarantees and performance bonds	24.5	12.3
Other contingent liabilities	5.0	140.8
	<u>351.2</u>	<u>538.2</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 Aug 2014	As at 31 Aug 2013
<b>Property, plant and equipment committed over a 5-year period</b>		
Authorised but not contracted for	17,350.5	18,236.7
Contracted but not provided for in the financial statements	7,789.1	4,171.5
	<u>25,139.6</u>	<u>22,408.2</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 August 2014 against the corresponding period ended 31 August 2013:

The Group recorded a 12.2% or RM4,365.3 million improvement in sales of electricity from RM35,854.5 million to RM40,219.8 million. The improvement was mainly from sales of electricity in Peninsular Malaysia and Sabah, which each recorded an increase of 12.3%. This was the result of the increase in the average electricity tariff in Peninsula of 14.9% and Sabah of 16.9% effective 1 January 2014. Additionally, Peninsular Malaysia and Sabah both registered a growth of 2.5% and 1.3% respectively, as compared to the last corresponding period.

Profit attributable to the Owners of the Company for the period under review was RM6,467.0 million as compared to RM5,356.2 million recorded in the corresponding period last financial year, an increase of RM1,110.8 million or 20.7%. This was mainly due to the increase in overall revenue of 15.2% as compared to a lower increase in operating expenses of 13.9%, contributed by lower average coal price experienced during the period of USD75.4 per metric tonne as compared to USD83.6 per metric tonne in the previous period.

- (b) Performance of the current fourth quarter (three months) FY2014 against the corresponding fourth quarter (three months) FY2013:

The quarter recorded sales of electricity of RM11,201.5 million against RM9,430.9 million for the same period last financial year. The increase was mainly from sales of electricity in the Peninsula and Sabah, which recorded an increase of 18.3% and 21.5% respectively, attributed from the increase in the average electricity tariff.

Profit attributable to the Owners of the Company for the quarter increased by RM428.0 million from RM927.9 million recorded in the corresponding quarter last financial year to RM1,355.9 million recorded in the current quarter.

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

Performance of the current quarter (4<sup>th</sup> Quarter FY2014) against the preceding quarter (3<sup>rd</sup> Quarter FY2014):

The Group reported a higher total sales of electricity of RM11,201.5 million for the current quarter as compared to RM10,611.6 million in the preceding quarter, an increase of RM589.9 million or 5.6%. This was a direct result of the increase in the units sold of 4.6% in the Peninsula and 1.5% in Sabah.

The quarter experienced a lower profit attributable to the Owners of the Company of RM1,355.9 million as compared to RM1,706.1 million recorded in the preceding quarter mainly due to adjustment on revision of tax assessment during the quarter.



## 17) PROSPECTS

For the Financial Year 2015, the electricity demand growth is expected to be in line with the projected economic growth of between 5.0% and 6.0%, as announced in the latest Government budget.

Based on the aforementioned scenario, The Board of Directors views the prospects of the Group for the Financial Year 2015 to remain stable.

## 18) PROFIT FROM OPERATIONS

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

	Quarter ended 31 Aug 2014	Period ended 31 Aug 2014
Property, plant and equipment:		
- Depreciation	1,267.4	4,872.5
- Profit on sales of properties	0	(4.0)
- Reversal for impairment	(154.6)	(154.6)
Provision for receivables	96.0	136.5
Provision for inventories	(2.0)	6.0
Inventories written off	12.9	19.9

Other than the items highlighted above, there were no disposal of quoted investment during the quarter and financial period ended 31 August 2014.

## 19) VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT

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

## 20) TAXATION

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

	Individual quarter		Cumulative quarter	
	ended 31 Aug 2014	ended 31 Aug 2013 (Restated)	ended 31 Aug 2014	ended 31 Aug 2013 (Restated)
<b>Income Tax:</b>				
Current tax and zakat	(884.2)	429.7	(631.3)	(739.5)
<b>Deferred tax (net):</b>				
Relating to origination and reversal of temporary differences	(103.6)	258.7	(56.6)	197.2
Total taxation and zakat	<u>(987.8)</u>	<u>688.4</u>	<u>(687.9)</u>	<u>(542.3)</u>

For the reporting period ended 31 August 2014, the Group recorded a 9.7% effective tax rate, which is lower than the statutory tax rate of 25.0%.

The lower effective tax rate is mainly due to reversal of deferred tax provision to reflect reduction of corporate income tax rate from 25.0% to 24.0% as announced by the Government in Budget 2015, income of a non-taxable in nature and utilisation of reinvestment allowance.



## 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 Aug 2014	As at 31 Aug 2013 (Restated)
Short term - secured	553.0	451.7
- unsecured	1,927.4	697.1
<b>Sub-total</b>	<b>2,480.4</b>	<b>1,148.8</b>
Long term - secured	11,877.0	8,536.4
- unsecured	11,098.6	13,203.2
<b>Sub-total</b>	<b>22,975.6</b>	<b>21,739.6</b>
<b>Total</b>	<b>25,456.0</b>	<b>22,888.4</b>

- b) Currency denominations:-

	As at 31 Aug 2014	As at 31 Aug 2013 (Restated)
Japanese Yen	3,279.3	3,742.4
US Dollar	2,637.2	2,825.3
Others	49.4	23.5
<b>Total Ringgit equivalent of foreign currency borrowings</b>	<b>5,965.9</b>	<b>6,591.2</b>
Ringgit borrowings	19,490.1	16,297.2
<b>Total</b>	<b>25,456.0</b>	<b>22,888.4</b>

- c) Effective average cost of borrowing based on exposure as at 31 August 2014 was 4.92% (FY2013: 4.76%).
- d) Repayments of long term debts during the reporting period were as follows:
- (i) Foreign currency denominated term loans of RM209.1 million, and
  - (ii) Ringgit denominated term loans of RM401.1 million.

## 23) DERIVATIVES FINANCIAL INSTRUMENTS

Type of Derivatives	As at 31 August 2014	
	Notional Amount	Fair Value
<b>Interest Rate Swaps</b>		
- More than 1 year	186.7	(4.9)
<b>Currency Options</b>		
- Less than 1 year	-	-
- 1 year to 3 years	-	-
- More than 3 years	790.1	42.7
<b>Total</b>	<b>976.8</b>	<b>37.8</b>

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

### Fair value changes of financial assets and liabilities

The Group recognised a total net loss of RM7.5 million during the current quarter and a total net loss of RM11.3 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 statements 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 Aug 2014	31 Aug 2013 Restated
Total retained profits of the Company and its subsidiaries		
-Realised	38,861.3	33,799.2
-Unrealised	(4,838.0)	(4,560.1)
Total share of retained profits from jointly ventures		
-Realised	15.0	(4.9)
-Unrealised	6.1	2.8
Total share of retained profits from associates		
-Realised	202.2	188.9
-Unrealised	(25.3)	(110.6)
Consolidation adjustments	3,011.2	2,861.1
<b>Total retained profits of the Group</b>	<b>37,232.5</b>	<b>32,176.4</b>

The disclosure above includes Integrax Berhad's ('ITB'), where TNB holds 22.12% shareholding, realised and unrealised profits for period as at 30 June 2014 and not 31 August 2014. 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 31.08.14	ended 31.08.13 Restated	ended 31.08.14	ended 31.08.13 Restated
<b>(a) Basic earnings per share</b>				
Profit attributable to owners of the Company (RM 'million)	1,355.9	927.9	6,467.0	5,356.2
Weighted average number of ordinary shares in issue ('000)	5,643,611	5,571,816	5,643,611	5,571,816
Basic earnings per share (sen)	24.03	16.65	114.59	96.13
<b>(b) Diluted earnings per share</b>				
Profit attributable to owners of the Company (RM 'million)	1,355.9	927.9	6,467.0	5,356.2
Weighted average number of ordinary shares in issue ('000)	5,643,611	5,571,816	5,643,611	5,571,816
Adjustments for share options ('000)	-	9,688	-	9,688
Weighted average number of ordinary shares for diluted earnings per share ('000)	5,643,611	5,581,504	5,643,611	5,581,504
Diluted earnings per share (sen)	24.03	16.62	114.59	95.96

## 27) EXCEPTIONAL ITEMS

There were no exceptional items incurred during the quarter.

## 28) COMPARATIVE FIGURES

Comparatives have been restated following the adoption of Amendments to MFRS 10 and MFRS 116 and Prior Year Adjustments as disclosed in Note 3.

By Order of the Board

**NORAZNI BINTI MOHD ISA (LS 0009635)**

**Company Secretary**

Kuala Lumpur  
31 October 2014