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Financial
stability



financial statements '05

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The directors have pleasure in presenting their report together with the audited financial statements of the Group and of the Company for the financial year ended 31 December 2005.

PRINCIPAL ACTIVITIES

The principal activity of the Company is investment holding.

The principal activities of the subsidiaries are disclosed in Note 12 to the financial statements.

There have been no significant changes in the nature of the principal activities during the financial year.

RESULTS

	Group	Company
	RM'000	RM'000
Net profit for the year	182,263	62,846

There were no material transfers to or from reserves or provisions during the year other than as disclosed in the financial statements.

In the opinion of the directors, the results of the operations of the Group and of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature.

DIVIDENDS

The amount of dividend declared and paid by the Company since 31 December 2004 was as follows:

	RM'000
In respect of the financial year ended 31 December 2004 as reported in the directors' report of that year:	
Final dividend of 3% less 28% taxation, paid on 17 June 2005	23,760

At the forthcoming Annual General Meeting, a final dividend in respect of the financial year ended 31 December 2005, of 4% less 28% taxation on 1,100,000,000 ordinary shares, amounting to RM31,680,000 (2.88 sen net per share) will be proposed for shareholders' approval. The financial statements for the current financial year do not reflect this proposed dividend. Such dividend, if approved by the shareholders, will be accounted for in shareholders' equity as an appropriation of retained profits in the financial year ending 31 December 2006.

DIRECTORS

The names of the directors of the Company in the office since the date of the last report and at the date of this report are:

Tan Sri Datuk Dr. Aris bin Othman
Dato' Seri Bashir Ahmad bin Abdul Majid
Dato' Zaharaah binti Shaari
Eshah binti Meor Suleiman
Datuk Siti Maslamah binti Osman
Datuk Alias bin Hj Ahmad
Ahmad Kamal bin Abdullah Al-Yafii
Izlan bin Izhah (*appointed on 1 June 2005*)
Dato' Ahmad Fuaad bin Mohd Dahalan (*appointed on 25 August 2005*)
Long See Wool (*alternate director to Dato' Zaharaah binti Shaari*)
Gho Peng Seng (*alternate director to Eshah binti Meor Suleiman*)

DIRECTORS' BENEFITS

Neither at the end of the financial year, nor at any time during that year, did there subsist any arrangement to which the Company was a party, whereby the directors might acquire benefits by means of acquisition of shares in or debentures of the Company or any other body corporate.

Since the end of the previous financial year, no director has received or become entitled to receive a benefit (other than benefits included in the aggregate amount of emoluments received or due and receivable by the directors as shown in Note 7 to the financial statements or the fixed salary of a full time employee of the Company) by reason of a contract made by the Company or a related corporation with any director or with a firm of which he is a member, or with a company in which he has a substantial financial interest.

DIRECTORS' INTERESTS

According to the register of directors' shareholdings, none of the directors in office at the end of the financial year had any interest in shares in the Company or its related corporations during the financial year.

OTHER STATUTORY INFORMATION

- (a) Before the income statements and balance sheets of the Group and of the Company were made out, the directors took reasonable steps:
 - (i) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of provision for doubtful debts and satisfied themselves that all known bad debts had been written off and that adequate provision had been made for doubtful debts; and
 - (ii) to ensure that any current assets which were unlikely to realise their value as shown in the accounting records in the ordinary course of business had been written down to an amount which they might be expected so to realise.
- (b) At the date of this report, the directors are not aware of any circumstances which would render:
 - (i) the amount written off for bad debts or the amount of the provision for doubtful debts inadequate to any substantial extent; and
 - (ii) the values attributed to the current assets in the financial statements of the Group and of the Company misleading.
- (c) At the date of this report, the directors are not aware of any circumstances which have arisen which would render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.
- (d) At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.
- (e) As at the date of this report, there does not exist:
 - (i) any charge on the assets of the Group and of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or
 - (ii) any contingent liability of the Group or of the Company which has arisen since the end of the financial year.

OTHER STATUTORY INFORMATION (CONT'D.)

(f) In the opinion of the directors:

- (i) no contingent or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which will or may affect the ability of the Group or of the Company to meet their obligations when they fall due; and
- (ii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group or of the Company for the financial year in which this report is made.

SUBSEQUENT EVENT

The subsequent event is as disclosed in Note 28 to the financial statements.

AUDITORS

The auditors, Ernst & Young, have expressed their willingness to continue in office.

Signed on behalf of the Board in accordance with a resolution of the directors

Tan Sri Datuk Dr. Aris bin Othman

Dato' Seri Bashir Ahmad bin Abdul Majid

Kuala Lumpur, Malaysia
28 March 2006



Statement by Directors pursuant to Section 169(15) of The Companies Act, 1965

We, **Tan Sri Datuk Dr. Aris bin Othman** and **Dato' Seri Bashir Ahmad bin Abdul Majid**, being two of the directors of **Malaysia Airports Holdings Berhad**, do hereby state that, in the opinion of the directors, the accompanying financial statements set out on pages 132 to 193 are drawn up in accordance with applicable MASB Approved Accounting Standards in Malaysia and the provisions of the Companies Act, 1965 so as to give a true and fair view of the financial position of the Group and of the Company as at 31 December 2005 and of the results and the cash flows of the Group and of the Company for the year then ended.

Signed on behalf of the Board in accordance with a resolution of the directors

Tan Sri Datuk Dr. Aris bin Othman

Dato' Seri Bashir Ahmad bin Abdul Majid

Kuala Lumpur, Malaysia
28 March 2006



Statutory Declaration pursuant to Section 169(16) of The Companies Act, 1965

I, **Suffian bin Baharuddin** (MIA Number: 24477), being the officer primarily responsible for the financial management of **Malaysia Airports Holdings Berhad**, do solemnly and sincerely declare that the accompanying financial statements set out on pages 132 to 193 are in my opinion correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by)
the abovenamed Suffian bin Baharuddin)
at Kuala Lumpur in the Federal Territory)
on 28 March 2006) **Suffian bin Baharuddin**

Before me,

Abas bin Hasan
W 392
Commissioner for Oaths

Kuala Lumpur

We have audited the accompanying financial statements set out on pages 132 to 193. These financial statements are the responsibility of the Company's directors.

It is our responsibility to form an independent opinion, based on our audit, on the financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act, 1965 and for no other purpose. We do not assume responsibility to any other person for the content of this report.

We conducted our audit in accordance with applicable Approved Standards on Auditing in Malaysia. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the directors, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion:

- (a) the financial statements have been properly drawn up in accordance with the provisions of the Companies Act, 1965 and applicable MASB Approved Accounting Standards in Malaysia so as to give a true and fair view of:
 - (i) the financial position of the Group and of the Company as at 31 December 2005 and of the results and the cash flows of the Group and of the Company for the year then ended; and
 - (ii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements; and
- (b) the accounting and other records and the registers required by the Act to be kept by the Company and by its subsidiaries have been properly kept in accordance with the provisions of the Act.

We are satisfied that the financial statements of the subsidiaries that have been consolidated with the financial statements of the Company are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements and we have received satisfactory information and explanations required by us for those purposes.

The auditors' reports on the financial statements of the subsidiaries were not subject to any qualification material to the consolidated financial statements and did not include any comment required to be made under Section 174(3) of the Act.

Ernst & Young
AF: 0039
Chartered Accountants

Kuala Lumpur, Malaysia
28 March 2006

Nik Rahmat Kamarulzaman bin Nik Ab. Rahman
No. 1759/02/08 (J)
Partner

	Note	2005 RM'000	2004 RM'000
Revenue	3	1,112,837	1,024,688
Other income		107,089	73,860
Changes in inventories		4,635	5,318
Purchases of inventories		(116,916)	(105,177)
Staff costs	4	(213,013)	(194,481)
Depreciation	11	(94,300)	(96,178)
Contract costs		(51,225)	(44,844)
Other expenses		(470,610)	(468,460)
Profit from operations	5	278,497	194,726
Finance costs	6	(6,658)	(6,825)
Share of results of associated companies		7,194	7,685
Profit before taxation		279,033	195,586
Taxation	8	(96,770)	(70,397)
Net profit for the year		182,263	125,189
Earnings per share (sen) - basic	9	16.57	11.38
Net dividends per ordinary share in respect of the year (sen)	10	2.16	1.44

The accompanying notes form an integral part of the financial statements.

	Note	2005 RM'000	2004 RM'000
NON-CURRENT ASSETS			
Property, plant and equipment	11	2,884,497	2,915,084
Investment in associates	13	33,048	30,245
Other investments	14	112,697	104,773
Staff loans	15	29,959	28,130
		3,060,201	3,078,232
CURRENT ASSETS			
Inventories	16	41,573	45,923
Trade receivables	17	252,280	225,578
Other receivables	18	124,051	215,004
Marketable securities	19	88	140
Cash and bank balances	20	561,321	514,267
		979,313	1,000,912
CURRENT LIABILITIES			
Trade payables	21	87,494	88,222
Other payables	22	197,615	269,397
Short term borrowings	23	6,000	83,000
Taxation		49,206	67,143
		340,315	507,762
NET CURRENT ASSETS		638,998	493,150
		3,699,199	3,571,382
FINANCED BY:			
Share capital	24	1,100,000	1,100,000
Reserves		1,556,155	1,397,652
Shareholders' equity		2,656,155	2,497,652
Deferred liabilities	25	928,044	956,730
Long term borrowings	23	115,000	117,000
Non-current liabilities		1,043,044	1,073,730
		3,699,199	3,571,382

The accompanying notes form an integral part of the financial statements.

Consolidated Statement of Changes in Equity for the year ended 31 December 2005

	Reserves		Total Reserves	Share Capital	Total
	Non- distributable Share Premium	Distributable Retained Profits			
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2004	822,744	465,559	1,288,303	1,100,000	2,388,303
Net profit for the year	—	125,189	125,189	—	125,189
Dividends (Note 10)	—	(15,840)	(15,840)	—	(15,840)
At 31 December 2004	822,744	574,908	1,397,652	1,100,000	2,497,652
Net profit for the year	—	182,263	182,263	—	182,263
Dividends (Note 10)	—	(23,760)	(23,760)	—	(23,760)
At 31 December 2005	822,744	733,411	1,556,155	1,100,000	2,656,155

The accompanying notes form an integral part of the financial statements.

	2005 RM'000	2004 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	279,033	195,586
Adjustments for:		
Depreciation	94,300	96,178
Provision for doubtful debts	44,577	69,909
Provisions for liabilities	18,060	19,877
Interest expense	6,658	6,825
Impairment of property, plant and equipment	1,022	—
Inventories written off	818	288
Amortisation of premium on investments	368	403
Bad debts written off	234	92
Impairment of investment	52	448
Property, plant and equipment written off	33	43
Interest income	(21,233)	(13,264)
Adjustment for depreciation on reversal of land premium (Note 11)	(11,200)	—
Gain on disposal of associates	(9,823)	(1,312)
Share of results of associated companies	(7,194)	(7,685)
Retirement benefits	(1,987)	17,455
Provision for doubtful debts written back	(692)	(1,446)
Gain on disposal of property, plant and equipment	(209)	(8)
Investment income	(208)	(2,119)
(Writeback)/provision for short term accumulating compensated absences	(173)	485
Operating profit before working capital changes	392,436	381,755
Decrease/(increase) in inventories	3,532	(14,123)
Decrease/(increase) in receivables	18,554	(49,040)
(Decrease)/increase in payables	(18,483)	34,810
Cash flow generated from operations	396,039	353,402
Income tax paid	(113,782)	(54,040)
Retirement benefits paid	(3,034)	(1,846)
Net cash flow generated from operating activities	279,223	297,516

	2005 RM'000	2004 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(148,199)	(88,751)
Proceeds from disposal of property, plant and equipment	228	685
Purchase of other investments	(13,543)	(6,654)
Proceeds from disposal of investments	16,666	6,555
Dividend received from associate companies	656	—
Investment income received	208	2,119
Interest received	21,233	13,264
Net cash flow used in investing activities	(122,751)	(72,782)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(6,658)	(6,825)
Dividends paid	(23,760)	(15,840)
Drawdown of borrowings	4,000	100,000
Repayment of borrowings	(83,000)	—
Net cash flow (used in)/generated from financing activities	(109,418)	77,335
NET INCREASE IN CASH AND CASH EQUIVALENTS	47,054	302,069
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	514,267	212,198
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR (NOTE 20)	561,321	514,267

The accompanying notes form an integral part of the financial statements.

	Note	2005 RM'000	2004 RM'000
Revenue	3	118,000	83,900
Other income		3,494	1,293
Staff costs	4	(4,120)	(3,408)
Depreciation	11	(1,013)	(666)
Other expenses		(13,050)	(2,225)
Profit from operations	5	103,311	78,894
Finance costs	6	(6,658)	(6,170)
Profit before taxation		96,653	72,724
Taxation	8	(33,807)	(17,341)
Net profit for the year		62,846	55,383

The accompanying notes form an integral part of the financial statements.

	Note	2005 RM'000	2004 RM'000
NON-CURRENT ASSETS			
Property, plant and equipment	11	3,419	1,717
Investment in subsidiaries	12	1,797,716	1,807,607
Other investments	14	19,953	6,660
		1,821,088	1,815,984
CURRENT ASSETS			
Other receivables	18	597,615	645,631
Cash and bank balances	20	112,198	63,567
		709,813	709,198
CURRENT LIABILITIES			
Other payables	22	439,545	393,315
Taxation		415	89
Short term borrowings	23	6,000	83,000
		445,960	476,404
NET CURRENT ASSETS		263,853	232,794
		2,084,941	2,048,778
FINANCED BY:			
Share capital	24	1,100,000	1,100,000
Reserves		866,987	827,901
Shareholders' equity		1,966,987	1,927,901
Deferred liabilities	25	2,954	3,877
Long term borrowings	23	115,000	117,000
Non-current liabilities		117,954	120,877
		2,084,941	2,048,778

The accompanying notes form an integral part of the financial statements.

Statement of Changes in Equity for the year ended 31 December 2005

	Reserves				
	Non-distributable	(Accumulated losses)/			
	Share Premium	Distributable Retained Profits	Total Reserves	Share Capital	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2004	822,744	(34,386)	788,358	1,100,000	1,888,358
Net profit for the year	—	55,383	55,383	—	55,383
Dividends (Note 10)	—	(15,840)	(15,840)	—	(15,840)
At 31 December 2004	822,744	5,157	827,901	1,100,000	1,927,901
Net profit for the year	—	62,846	62,846	—	62,846
Dividends (Note 10)	—	(23,760)	(23,760)	—	(23,760)
At 31 December 2005	822,744	44,243	866,987	1,100,000	1,966,987

The accompanying notes form an integral part of the financial statements.

	2005 RM'000	2004 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	96,653	72,724
Adjustments for:		
Dividend income	(118,000)	(83,900)
Interest income	(2,226)	(104)
Retirement benefits	(558)	2,651
Impairment loss on subsidiary	9,891	—
Interest expense	6,658	6,170
Depreciation	1,013	666
Provision/(writeback) for short term accumulating compensated absences	76	(5)
Operating loss before working capital changes	(6,493)	(1,798)
Decrease/(increase) in receivables	3,597	(4,065)
Increase in payables	5,210	1,634
Decrease/(increase) in related company balances	137,278	(67,210)
Cash generated from/(used in) operations	139,592	(71,439)
Retirement benefits paid	(320)	(556)
Income tax paid	(441)	(349)
Net cash generated from/(used in) operating activities	138,831	(72,344)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,715)	(1,224)
Purchase of other investments	(13,293)	(6,654)
Dividends received	33,000	60,408
Interest income received	2,226	104
Net cash generated from investing activities	19,218	52,634

	2005 RM'000	2004 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(6,658)	(6,170)
Dividends paid	(23,760)	(15,840)
Drawdown of borrowings	4,000	100,000
Repayment of borrowings	(83,000)	—
Net cash (used in)/generated from financing activities	(109,418)	77,990
NET INCREASE IN CASH AND CASH EQUIVALENTS	48,631	58,280
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	63,567	5,287
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR (NOTE 20)	112,198	63,567

The accompanying notes form an integral part of the financial statements.

1. CORPORATE INFORMATION

The principal activity of the Company is investment holding. The principal activities of the subsidiaries are described in Note 12. There have been no significant changes in the nature of the principal activities during the financial year.

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and is listed on the Main Board of the Bursa Malaysia Securities Berhad. The registered office of the Company is located at Head Office of MAHB, Sultan Abdul Aziz Shah Airport, 47200 Subang, Selangor Darul Ehsan.

The holding company is Khazanah Nasional Berhad and ultimate holding body is The Minister of Finance (Incorporated) ("MOF"), a body corporate which was incorporated under The Minister of Finance (Incorporation) Act, 1957.

The numbers of employees in the Group and in the Company at the end of financial year were 6,164 (2004: 5,628) and 525 (2004: 357) respectively.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 28 March 2006.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The financial statements of the Group and of the Company have been prepared under the historical cost convention unless otherwise indicated in the accounting policies below. The financial statements comply with the provisions of the Companies Act, 1965 and applicable MASB Approved Accounting Standards in Malaysia.

(b) Basis of Consolidation

(i) Subsidiaries

The consolidated financial statements include the financial statements of the Company and all its subsidiaries. Subsidiaries are those companies in which the Company has a long term equity interest and where it has power to exercise control over the financial and operating policies so as to obtain benefits therefrom.

Subsidiaries are consolidated using the acquisition method of accounting. Under the acquisition method of accounting, the results of the subsidiaries acquired or disposed of during the year are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate. The assets and liabilities of a subsidiary are measured at their fair value at the date of acquisition and these values are reflected in the consolidated balance sheet. The difference between the cost of an acquisition and the fair value of the Group's share of the net assets of the acquired subsidiary at the date of the acquisition is included in the consolidated balance sheet as goodwill or negative goodwill arising on consolidation.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

(b) Basis of Consolidation (cont'd.)

(i) Subsidiaries (cont'd.)

Intragroup transactions, balances and resulting unrealised gains are eliminated on consolidation and the consolidated financial statements reflect external transactions only. Unrealised losses are eliminated on consolidation unless costs cannot be recovered.

The gain or loss on disposal of a subsidiary company is the difference between net disposal proceeds and the Group's share of its net assets together with any unamortised balance of goodwill and exchange differences which were not previously recognised in the consolidated income statements.

Minority interest is measured at the minorities' share of post acquisition fair values of the identifiable assets and liabilities of the acquiree.

(ii) Associates

Associates are those companies in which the Group has a long term equity interest and where it exercises significant influence but no control over the financial and operating policies.

Investments in associates are accounted for in the consolidated financial statements by the equity method of accounting based on the audited or management financial statements of the associates. Under the equity method of accounting, the Group's share of profits less losses of associates during the financial year is included in the consolidated income statement. The Group's interest in associates is carried in the consolidated balance sheet at cost plus the Group's share of post-acquisition retained profits or accumulated losses and other reserves as well as goodwill on acquisition.

Unrealised gains on transactions between the Group and the associates are eliminated to the extent of the Group's interest in the associates. Unrealised losses are eliminated unless cost cannot be recovered.

(c) Goodwill

Goodwill arising on the acquisition of subsidiaries is presented separately in the balance sheet while goodwill arising on the acquisition of associates is included within the carrying amount of investments in associates.

Goodwill is written off in the year of acquisition.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

(d) Investments in Subsidiaries and Associates

The Company's investments in subsidiaries and associates are stated at cost less impairment losses. The policy for the recognition and measurement of impairment losses is in accordance with Note 2(q).

On disposal of such investments, the difference between net disposal proceeds and their carrying amounts is recognised in the income statement.

(e) Property, Plant and Equipment and Depreciation

(i) Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. The policy for the recognition and measurement of impairment losses is in accordance with Note 2(q).

(ii) Concession rights amounting to RM1,308,350,000 comprise fees payable by a subsidiary to the Government of Malaysia ("GoM") for the rights to operate, manage and undertake future development of the K.L. International Airport ("KLIA") in Sepang subject to an extension for an unspecified further period at the discretion of the GoM.

The concession rights is amortised over the remaining concession period of 45 years, commencing from 1 January 2004.

(iii) Capital improvements relate to the upgrading and resurfacing of runway.

(iv) Capital work-in-progress comprises the construction of buildings, renovation in progress and other assets which have not been commissioned. Capital work-in-progress is not depreciated.

(v) Depreciation of other property, plant and equipment is provided on a straight line basis calculated to write off the cost of each asset to its residual value over its estimated useful life.

Leasehold land	Over 50 – 94 years
Terminal buildings	2%
Plantations	4%
Vehicles	10% – 20%
Office, communication and electronic equipment	10% – 50%
Furniture and fittings	10% – 20%
Plant and machinery	20%
Racing circuit	2%
Capital improvements	12.5%
Hotel property	2%
Crockery, glassware, cutlery and linen	25%

Upon the disposal of an item of property, plant and equipment, the difference between the net disposal proceeds and the net carrying amount is recognised in the income statement.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

(f) Inventories

Inventories are stated at the lower of cost (determined on a weighted average basis) and net realisable value. Cost of inventories comprises cost of purchase of goods. Net realisable value represents the estimated selling price less all estimated costs to be incurred in marketing, selling and distribution.

(g) New Planting Expenditure

New planting expenditure incurred on land clearing and upkeep of trees to maturity are capitalised under plantations.

(h) Replanting Expenditure

Replanting expenditure incurred during the year is recognised in the income statement. Replanting expenditure represents the total cost incurred from land clearing to the point of harvesting.

(i) Cash and Cash Equivalents

For the purposes of the cash flow statements, cash and cash equivalents include cash on hand and at bank, deposits at call and short term highly liquid investments which have an insignificant risk of changes in value.

(j) Leases

Operating lease payments are recognised as an expense in the income statement on a straight-line basis over the term of the relevant lease.

(k) Provision for Liabilities

Provisions for liabilities are recognised when the Group has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, the amount of a provision is the present value of the expenditure expected to be required to settle the obligation.

(l) Income Tax

Income tax on the profit or loss for the year comprises current and deferred tax. Current tax is the expected amount of income taxes payable in respect of the taxable profit for the year and is measured using the tax rates that have been enacted at the balance sheet date.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

(l) Income Tax (cont'd.)

Deferred tax is provided for, using the liability method, on temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts in the financial statements. In principle, deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised. Deferred tax is not recognised if the temporary difference arises from goodwill or negative goodwill or from the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit.

Deferred tax is measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted at the balance sheet date. Deferred tax is recognised in the income statement, except when it arises from a transaction which is recognised directly in equity, in which case the deferred tax is also charged or credited directly in equity, or when it arises from a business combination that is an acquisition, in which case the deferred tax is included in the resulting goodwill or negative goodwill.

(m) Employee Benefits

(i) Short term benefits

Wages, salaries, bonuses and social security contributions are recognised as an expense in the year in which the associated services are rendered by employees of the Group. Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by employees that increase their entitlement to future compensated absences, and short term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

(ii) Defined contribution plans

As required by law, the Company makes contributions to the state pension scheme, the Employees Provident Fund. Such contributions are recognised as an expense in the income statement as incurred.

(iii) Defined benefit plans

The Group operates an unfunded, defined benefit Retirement Benefit Scheme ("the Scheme") for all qualifying staff who have been confirmed in service which is based on the qualifying number of years employed and equivalent factoring unit.

The Group's obligations under the Scheme are determined based on triennial actuarial valuation where the amount of benefit that employees have earned in return for their service in the current and prior years is estimated. That benefit is discounted using the Projected Unit Credit Method in order to determine its present value.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

(m) Employee Benefits (cont'd.)

(iii) Defined benefit plans

The amount recognised in the balance sheet represents the present value of the defined benefit obligations adjusted for unrecognised transitional obligations or assets. The Group has amortised the unrecognised transitional obligations over a two year period beginning from the previous financial year.

During the year, the Group changed the policy of the defined benefit plans whereby only employees who have earned in return for their service up to 31 December 2004 shall continue to benefit from the scheme but limited to their qualifying number of years employed up to and equivalent factoring as at 31 December 2004. The existing employees as well as new employees who have earned in return for their service subsequent to 31 December 2004 are not eligible for the scheme but shall be compensated based on the scheme in the defined contribution plans. The change in policy have not given rise to any adjustment to the opening balances of the retained profits of the prior and current years or to changes in comparatives.

(n) Provision for Pension

Provision made for the services of the staff of Department of Civil Aviation ("DCA") as recorded in the books and records of DCA as at 31 October 1992 has been transferred to a subsidiary. The subsidiary intends to pay the book balance to the GoM after appropriate confirmation and instructions are received.

(o) Revenue Recognition

Revenue is recognised when it is probable that the economic benefits associated with the transaction will flow to the enterprise and the amount of the revenue can be measured reliably.

(i) Dividend Income

Dividend income is recognised when the right to receive payment is established.

(ii) Revenue from Services

Revenue from airport management, horticulture and auction services rendered is recognised net of service taxes and discounts as and when the services are performed.

(iii) Sale of Goods

Revenue relating to sale of retail goods and agriculture products is recognised net of sales taxes and discounts upon the transfer of risk and rewards.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

(o) Revenue Recognition

(iv) Revenue from Hotel Operations

Revenue from rental of hotel rooms, sale of food and beverages and other related income are recognised on an accrual basis.

(v) Revenue from Event Management Services

Revenue from events management is recognised net of discounts as and when the event takes place.

(p) Foreign Currencies

Transactions in foreign currencies are initially recorded in Ringgit Malaysia at rates of exchange ruling at the date of the transaction. At each balance sheet date, foreign currency monetary items are translated into Ringgit Malaysia at exchange rates ruling at that date. Non-monetary items initially denominated in foreign currencies, which are carried at historical costs are translated using the historical rate as of the date of acquisition and non-monetary items which are carried at fair value are translated using the exchange rate that existed when the values were determined. All exchange differences are taken directly to income statement.

The principal exchange rates used for every unit of foreign currency ruling at the balance sheet date are as follows:

	2005 RM	2004 RM
United States Dollar (USD)	3.78	3.80
Great Britain Pound (GBP)	6.49	7.31
Euro (EUR)	4.49	—
Swiss Franc (CHF)	—	3.35

(q) Impairment of Assets

At each balance sheet date, the Group reviews the carrying amounts of its assets, other than inventories and financial assets, to determine whether there is any indication of impairment. If any such indication exists, impairment is measured by comparing the carrying values of the assets with their recoverable amounts. Recoverable amount is the higher of net selling price and value in use, which is measured by reference to discounted future cash flows. Recoverable amounts are estimated for individual assets or, if it is not possible, for the cash-generating unit to which the asset belongs.

An impairment loss is recognised as an expense in the income statement immediately, unless the asset is carried at a revalued amount. Reversal of impairment losses recognised in prior years is recorded when the impairment losses recognised for the asset no longer exist or have decreased.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

(r) Financial Instruments

Financial instruments are recognised in the balance sheet when the Group has become a party to the contractual provisions of the instrument.

Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement. Interest, dividends and gains and losses relating to a financial instrument classified as a liability, are reported as expense or income. Distributions to holders of financial instruments classified as equity are charged directly to equity. Financial instruments are offset when the Group has a legally enforceable right to offset and intends to settle either on a net basis or to realise the asset and settle the liability simultaneously.

(i) Other Non-current Investments

Bonds are stated at cost adjusted for accretion of discount or amortisation of premiums calculated on a straight line basis, to maturity date.

Other non-current investments are stated at cost less provision for diminution in value. Such provision is made when there is a decline other than temporary in the value of investments and is recognised as an expense in the period in which the decline occurred.

On disposal of an investment, the difference between net disposal proceeds and its carrying amount is recognised in the income statement.

(ii) Marketable Securities

Marketable securities are carried at the lower of cost and market value, determined on an aggregate basis. Cost is determined on the weighted average basis while market value is determined based on quoted market values. Increases or decreases in the carrying amount of marketable securities are recognised in the income statement. On disposal of marketable securities, the difference between net disposal proceeds and the carrying amount is recognised in the income statement.

(iii) Receivables

Receivables are carried at anticipated realisable values. Bad debts are written off when identified. An estimate is made for doubtful debts based on a review of all outstanding amounts as at the balance sheet date.

(iv) Payables

Payables are stated at cost which is the fair value of the consideration to be paid in the future for goods and services received.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)
(r) Financial Instruments (cont'd.)
(v) Interest-Bearing Borrowings

Interest-bearing bank loans are recorded at the amount of proceeds received, net of transaction costs.

All other borrowing costs are recognised as an expense in the income statement in the period in which they are incurred.

(vi) Equity Instruments

Ordinary shares are classified as equity. Dividends on ordinary shares are recognised in equity in the period in which they are declared.

3. REVENUE

Revenue of the Group and the Company consists of the following:

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Sale of goods:-				
- Duty free and non duty free	211,558	207,540	—	—
- Agriculture and horticulture	14,413	12,531	—	—
Services:-				
- Airport operations	747,611	681,743	—	—
- Hotel operations	50,854	41,284	—	—
- Event management services	69,116	69,134	—	—
- Management and auction services	19,285	12,456	—	—
Dividend income from subsidiaries	—	—	118,000	83,900
	1,112,837	1,024,688	118,000	83,900

4. STAFF COSTS

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Wages and salaries	119,236	112,804	1,522	585
Bonus	13,218	8,529	983	36
Employees Provident Fund – defined contribution plan	21,849	15,371	491	95
Social security costs	2,048	1,765	12	2
Short term accumulating compensated absences	(173)	485	76	(5)
Retirement benefits – defined benefits plan (Note 25)	(1,987)	17,455	(558)	2,651
Other staff related expenses	58,822	38,072	1,594	44
	213,013	194,481	4,120	3,408

Included in staff costs of the Group and the Company are executive director's remuneration amounting to RM671,000 (2004: RM546,000) and RM671,000 (2004: RM546,000) respectively as further disclosed in Note 7.

5. PROFIT FROM OPERATIONS

Profit from operations is stated after charging/(crediting):

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Utilities cost	148,505	156,210	705	495
Repair and maintenance costs	122,580	103,447	189	51
Event staging, management and promotion costs	75,788	67,532	—	—
Provision for doubtful debts				
– trade receivables	43,917	69,909	—	—
– other receivables	660	—	—	—
Lease rental paid to Government of Malaysia (Note 26)	5,000	5,000	—	—
Rental expense	2,486	10,076	—	—
Management fee paid to hotel operator	2,013	1,559	—	—

5. PROFIT FROM OPERATIONS (CONT'D.)

Profit from operations is stated after charging/(crediting): (cont'd.)

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Impairment of property, plant and equipment	1,022	—	—	—
Inventories written off	818	288	—	—
Non-executive directors' remuneration (Note 7)	424	348	389	309
Amortisation of premium on investment	368	403	—	—
Audit fees	317	317	28	28
Bad debts written off	234	92	—	—
Impairment of investment	52	448	9,891	—
Property, plant and equipment written off	33	43	—	—
Interest income	(21,233)	(13,264)	(2,226)	(104)
Adjustment for depreciation on reversal of land premium (Note 11)	(11,200)	—	—	—
Gain on disposal of investments	(9,823)	(1,312)	—	—
Rental income	(4,522)	(4,670)	—	—
Realised foreign exchange gain	(1,032)	(754)	—	—
Writeback of provision for doubtful debts	(692)	(1,446)	—	—
Gain on disposal of property, plant and equipment	(209)	(8)	—	—
Investment income	(208)	(2,119)	—	—
Bad debts recovered	(171)	(8,145)	—	—

6. FINANCE COSTS

Finance costs relate to interest expense on borrowings.

7. DIRECTORS' REMUNERATION

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Director of the Company				
Executive:				
Salaries, bonus and other emoluments	671	546	671	546
Benefits-in-kind	17	17	17	17
	688	563	688	563
Directors of the Company				
Non-Executive:				
Other emoluments	219	160	219	160
Fees	153	132	153	132
Benefits-in-kind	17	17	17	17
	389	309	389	309
Other Directors				
Non-Executive:				
Fees	35	39	—	—
Total	1,112	911	1,077	872

The number of directors of the Company whose total remuneration during the year fell within the following bands is analysed below:

	Number of Directors	
	2005	2004
Executive director:		
RM150,001 – RM200,000	—	—
RM200,001 – RM250,000	—	—
RM400,001 – RM450,000	—	—
RM500,001 – RM600,000	—	1
RM600,001 – RM700,000	1	—

7. DIRECTORS' REMUNERATION (CONT'D.)

The number of directors of the Company whose total remuneration during the year fell within the following bands is analysed below:

	Number of Directors	
	2005	2004
Non-Executive directors:		
Less than RM50,000	9	7
RM50,001 – RM100,000	—	—
RM100,001 – RM150,000	—	1
RM150,001 – RM200,000	1	—

8. TAXATION

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Tax expense for the year:				
Malaysian income tax	94,389	71,071	33,808	23,407
Foreign tax	—	128	—	—
	94,389	71,199	33,808	23,407
Deferred tax (Note 25):				
Relating to origination and reversal of temporary difference	3,813	1,956	—	—
(Over)/underprovision in prior year	(4,781)	347	—	—
	(968)	2,303	—	—
Malaysian income tax				
Under/(over) provided in prior years	1,457	(5,567)	(1)	(6,066)
Share of taxation of associated companies	1,892	2,462	—	—
	96,770	70,397	33,807	17,341

8. TAXATION (CONT'D.)

Domestic income tax is calculated at the Malaysian statutory tax rate of 28% (2004: 28%) of the estimated assessable profit for the year. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions. Several subsidiaries of the Company qualify for the reduced statutory tax rate of 20% on the first RM500,000 (2004: RM500,000) estimated assessable profit during the year.

As at 31 December 2005, the Company has tax exempt profit available for distribution of approximately RM57,000 (2004: RM57,000), subject to the agreement of the Inland Revenue Board.

The Company has sufficient tax credit under Section 108 of the Income Tax Act, 1967 and the balance in the tax exempt income account to frank the payment of dividends out of its entire retained profits as at 31 December 2005.

A reconciliation of income tax expense applicable to profit before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Group and of the Company is as follows:

	2005 RM'000	2004 RM'000
Group		
Profit before taxation	279,033	195,586
Taxation at Malaysian statutory tax rate of 28% (2004: 28%)	78,129	54,764
Effect of different tax rates in the first RM500,000 (2004: RM500,000)	(120)	(120)
Effect of different tax rates in other countries	—	(51)
Income not subject to tax	(3,260)	(762)
Expenses not deductible for tax purposes	17,602	20,714
Utilisation of previously unrecognised tax losses	—	(328)
Utilisation of deferred tax assets not recognised	(482)	—
Reversal of deferred tax assets not recognised in prior year	—	(171)
Deferred tax assets not recognised during the year	8,225	1,571
Under/(over) provision of income tax in prior years	1,457	(5,567)
(Over)/under provision of deferred tax in prior years	(4,781)	347
Tax expense for the year	96,770	70,397

8. TAXATION (CONT'D.)

	2005 RM'000	2004 RM'000
Company		
Profit before taxation	96,653	72,724
Taxation at Malaysian statutory tax rate of 28% (2004: 28%)	27,063	20,363
Expenses not deductible for tax purposes	6,745	3,044
Overprovision of income tax in prior years	(1)	(6,066)
Tax expense for the year	33,807	17,341

Tax losses are analysed as follows:

	Group	
	2005 RM'000	2004 RM'000
Tax savings recognised during the year arising from:		
Utilisation of tax losses brought forward from previous years	452	328
Unutilised tax losses carried forward	2,648	35,777

9. EARNINGS PER SHARE

Earnings per share of the Group is calculated by dividing the net profit for the year of RM182,263,000 (2004: RM125,189,000) by the number of ordinary shares in issue of 1,100,000,000 (2004: 1,100,000,000) during the financial year.

There are no shares in issuance which have a dilutive effect to the earnings per share of the Group.

10. DIVIDENDS

	Group/Company Amount		Group/Company Dividend per share	
	2005 RM'000	2004 RM'000	2005 Sen	2004 Sen
Final dividend of 2.0% less 28% taxation, in respect of the financial year ended 31 December 2003, paid on 28 June 2004	—	15,840	—	1.44
Final dividend of 3.0% less 28% taxation, in respect of the financial year ended 31 December 2004, paid on 17 June 2005	23,760	—	2.16	—
	23,760	15,840	2.16	1.44

At the forthcoming Annual General Meeting, a final dividend in respect of the financial year ended 31 December 2005, of 4% less 28% taxation on 1,100,000,000 ordinary shares, amounting to RM31,680,000 (2.88 sen net per share) will be proposed for shareholders' approval. The financial statements for the current financial year do not reflect this proposed dividend. Such dividend, if approved by the shareholders, will be accounted for in shareholders' equity as an appropriation of retained profits in the financial year ending 31 December 2006.

11. PROPERTY, PLANT AND EQUIPMENT

	Leasehold land and buildings*	Plantations	Vehicles, office, communications and electronic equipment, furniture and fittings, plant and machinery, crockery, glassware, cutlery and linen**	Racing circuit, capital improvements and capital work-in- progress***	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Group Cost					
At 1 January 2005	2,266,477	72,439	325,461	690,943	3,355,320
Additions	2,223	1,535	14,713	129,728	148,199
Disposals	—	—	(1,876)	—	(1,876)
Written offs	—	—	(730)	—	(730)
Adjustments	(93,332)	(110)	(105)	(1,065)	(94,612)
Transfers	906	—	50,013	(50,919)	—
At 31 December 2005	2,176,274	73,864	387,476	768,687	3,406,301
Accumulated Depreciation					
At 1 January 2005	165,177	4,416	181,669	88,974	440,236
Charge	46,316	2,444	31,113	14,427	94,300
Disposals	—	—	(1,857)	—	(1,857)
Impairment losses	—	—	1,022	—	1,022
Adjustments (Note 5)	(11,200)	—	—	—	(11,200)
Written offs	—	—	(697)	—	(697)
At 31 December 2005	200,293	6,860	211,250	103,401	521,804

11. PROPERTY, PLANT AND EQUIPMENT (CONT'D.)

	Leasehold land and buildings*	Plantations	Vehicles, office, communications and electronic equipment, furniture and fittings, plant and machinery, crockery, glassware, cutlery and linen**	Racing circuit, capital improvements and capital work-in- progress***	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Group					
Net Book Value					
At 31 December 2005	1,975,981	67,004	176,226	665,286	2,884,497
At 31 December 2004	2,101,300	68,023	143,792	601,969	2,915,084
Details at 1 January 2004					
Cost	2,037,138	68,647	300,897	635,189	3,041,871
Accumulated depreciation	114,471	2,357	153,814	74,668	345,310
Depreciation charge for 2004	50,706	2,059	29,085	14,328	96,178

11. PROPERTY, PLANT AND EQUIPMENT (CONT'D.)

* Leasehold Land and Buildings

	Concession rights	Leasehold land	Terminal buildings	Hotel property	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Group Cost					
At 1 January 2005	1,308,350	102,528	687,948	167,651	2,266,477
Additions	—	—	2,223	—	2,223
Adjustment [^]	—	(93,332)	—	—	(93,332)
Transfer	—	—	906	—	906
At 31 December 2005	1,308,350	9,196	691,077	167,651	2,176,274
Accumulated Depreciation					
At 1 January 2005	29,074	11,760	99,877	24,466	165,177
Charge	29,074	121	13,820	3,301	46,316
Adjustment [^]	—	(11,200)	—	—	(11,200)
At 31 December 2005	58,148	681	113,697	27,767	200,293
Net Book Value					
At 31 December 2005	1,250,202	8,515	577,380	139,884	1,975,981
At 31 December 2004	1,279,276	90,768	588,071	143,185	2,101,300
Details at 1 January 2004					
Cost	1,081,680	102,528	685,279	167,651	2,037,138
Accumulated depreciation	—	9,773	86,122	18,576	114,471
Depreciation charge for 2004	29,074	1,987	13,755	5,890	50,706

[^] The adjustment in respect of reversal of land premium as disclosed in Note 22.

11. PROPERTY, PLANT AND EQUIPMENT (CONT'D.)

** Vehicles, Office, Communication and Electronic Equipment, Furniture and Fittings, Plant and Machinery, Crockery, Glassware, Cutlery and Linen.

	Vehicles	Office, communication and electronic equipment, furniture and fittings	Plant and machinery, crockery, glassware, cutlery and linen	Total
	RM'000	RM'000	RM'000	RM'000
Group Cost				
At 1 January 2005	64,791	255,481	5,189	325,461
Additions	1,999	12,549	165	14,713
Disposals	(1,468)	(328)	(80)	(1,876)
Written offs	—	(730)	—	(730)
Adjustments	(17)	(88)	—	(105)
Transfers	3,042	46,971	—	50,013
At 31 December 2005	68,347	313,855	5,274	387,476
Accumulated Depreciation				
At 1 January 2005	42,691	133,955	5,023	181,669
Charge	3,507	27,579	27	31,113
Disposals	(1,467)	(310)	(80)	(1,857)
Impairment	—	1,022	—	1,022
Written offs	—	(697)	—	(697)
At 31 December 2005	44,731	161,549	4,970	211,250
Net Book Value				
At 31 December 2005	23,616	152,306	304	176,226
At 31 December 2004	22,100	121,526	166	143,792

11. PROPERTY, PLANT AND EQUIPMENT (CONT'D.)

** Vehicles, Office Communication and Electronic Equipment, Furniture and Fittings, Plant and Machinery, Crockery, Glassware, Cutlery and Linen.

	Vehicles	Office communication and electronic equipment, furniture and fittings	Plant and machinery, crockery, glassware, cutlery and linen	Total
	RM'000	RM'000	RM'000	RM'000
Group				
Details at 1 January 2004				
Cost	62,534	233,145	5,218	300,897
Accumulated depreciation	38,685	110,061	5,068	153,814
Depreciation charge for 2004	4,180	24,881	24	29,085

*** Racing Circuit, Capital Improvements and Capital Work-In-Progress

	Racing circuit	Capital improvements	Capital work-in-progress	Total
	RM'000	RM'000	RM'000	RM'000
Group				
Cost				
At 1 January 2005	399,828	59,473	231,642	690,943
Additions	—	147	129,581	129,728
Adjustments	—	(100)	(965)	(1,065)
Transfers	—	781	(51,700)	(50,919)
At 31 December 2005	399,828	60,301	308,558	768,687

11. PROPERTY, PLANT AND EQUIPMENT (CONT'D.)

*** Racing Circuit, Capital Improvements and Capital Work-In-Progress

	Racing circuit	Capital improvements	Capital work-in- progress	Total
	RM'000	RM'000	RM'000	RM'000
Group				
Accumulated Depreciation				
At 1 January 2005	55,504	33,470	—	88,974
Charge for the year	7,996	6,431	—	14,427
At 31 December 2005	63,500	39,901	—	103,401
Net Book Value				
At 31 December 2005	336,328	20,400	308,558	665,286
At 31 December 2004	344,324	26,003	231,642	601,969
Details at 1 January 2004				
Cost	397,974	58,696	178,519	635,189
Accumulated depreciation	47,520	27,148	—	74,668
Depreciation charge for 2004	7,984	6,344	—	14,328

- On 16 January 2003, the Company, announced that Ministry of Finance (Incorporated) ("MoF") has agreed to the broad terms of the proposed disposal, inter-alia, the Sepang F1 Circuit, which is an asset of the Company. The purchase consideration of RM389.35 million for Sepang International Circuit Sdn. Bhd. and Sepang F1 Circuit shall be set-off against the concession fees due to the GoM pursuant to the Concession Agreement in relation to KLIA. There has been no further development during the financial year.
- Included in the Capital work-in-progress is an amount RM159,635,000 (2004: RM160,541,000) incurred in relation to the proposed development of the National Exhibition and Convention Centre at Subang which have remained suspended. The Group's negotiations with GoM to restructure its obligations includes the said amount incurred which is pending formalisation between the parties concerned.

11. PROPERTY, PLANT AND EQUIPMENT (CONT'D.)

	Motor vehicles	Office equipment	Total
	RM'000	RM'000	RM'000
Company			
Cost			
At 1 January 2005	662	2,324	2,986
Addition	525	2,190	2,715
At 31 December 2005	1,187	4,514	5,701
Accumulated Depreciation			
At 1 January 2005	256	1,013	1,269
Charge	166	847	1,013
At 31 December 2005	422	1,860	2,282
Net Book Value			
At 31 December 2005	765	2,654	3,419
At 31 December 2004	406	1,311	1,717
Details at 1 January 2004			
Cost	662	1,100	1,762
Accumulated depreciation	124	479	603
Depreciation charge for 2004	132	534	666

Included in the cost of property, plant and equipment of the Group and the Company are cost of fully depreciated assets which are still in use amounting to RM109,632,000 (2004: RM104,872,000) and RM988,000 (2004: RM493,000) respectively.

12. INVESTMENT IN SUBSIDIARIES

	Company	
	2005 RM'000	2004 RM'000
Unquoted shares, at cost	1,807,607	1,807,607
Provision for impairment	(9,891)	—
	1,797,716	1,807,607

Details of the subsidiaries, all of which are incorporated in Malaysia (except for Malaysia Airports (Mauritius) Pte Ltd, a company incorporated in Mauritius), are as follows:

Name of Company	Issued and Paid-up Capital RM	Effective Interest Held		Principal Activities
		2005 %	2004 %	
Malaysia Airports Sdn. Bhd. (230646-U)	360,113,847	100	100	Management, operations and maintenance of designated airports and provision of airport related services in Malaysia other than Kuala Lumpur International Airport ("KLIA").
Malaysia Airports (Sepang) Sdn. Bhd. (320480-D)	50,000,003	100	100	Management, operations, maintenance and future development of KLIA and provision of airport related services.
Malaysia Airports (Niaga) Sdn. Bhd. (281310-V)	5,000,002	100	100	Operating duty free, non-duty free outlets and providing management services in respect of food and beverage outlets at airports.
Malaysia Airports Management & Technical Services Sdn. Bhd. (375245-X)	500,002	100	100	Provision of management, maintenance and technical services in connection with the airport industry.
Malaysia Airports (Properties) Sdn. Bhd. (484656-H)	2	100	100	Investment holding, management and operations of car park, airside hotel, and Southern Common Amenities at KLIA.

12. INVESTMENT IN SUBSIDIARIES (CONT'D.)

Details of the subsidiaries, all of which are incorporated in Malaysia (except for Malaysia Airports (Mauritius) Pte Ltd, a company incorporated in Mauritius), are as follows: (cont'd.)

Name of Company	Issued and Paid-up Capital	Effective Interest Held		Principal Activities
		2005	2004	
	RM	%	%	
MAB Agriculture-Horticulture Sdn. Bhd. (467902-D)	10,000,000	100	100	Cultivation and selling of oil palm and other agricultural products, and engaging in horticulture activities.
K.L. Airport Hotel Sdn. Bhd. (330863-D)	10,900,000	100	100	Owner of the hotel known as The Pan Pacific Hotel KLIA.
Malaysia Airports Technologies Sdn. Bhd. (512262-H)	1,150,002	100	100	Operations and maintenance services and undertaking Information and Communication Technology business ventures.
Sepang International Circuit Sdn. Bhd. (457149-T)	10,000,000	100	100	Management and operations of Sepang F1 Circuit and organisation and promotion of motor sports and entertainment events.
Asia Pacific Auction Centre Sdn. Bhd. (488190-H)	10,556,000	100	100	Management and operations of an auction centre.
NECC Sdn. Bhd. (521231-V)	10,000,000	100	100	Undertaking the proposed development of the National Exhibition and Convention Centre at Subang. The activities of the Company have been suspended since 2001.
Airport Ventures Sdn. Bhd. (512527-U)	2	100	100	Investment holding.
Cargo One Restaurant & Lounge Sdn. Bhd. (528261-V)	2	100	100	Involved in the business of restaurant operations. The Company has ceased operations since 2001.

12. INVESTMENT IN SUBSIDIARIES (CONT'D.)

Details of the subsidiaries, all of which are incorporated in Malaysia (except for Malaysia Airports (Mauritius) Pte Ltd, a company incorporated in Mauritius), are as follows: (cont'd.)

Name of Company	Issued and Paid-up Capital	Effective Interest Held		Principal Activities
		2005	2004	
	RM	%	%	
Asia Pacific Auction Sales Sdn. Bhd. (523300-X)	2,000	95	95	Involved in the auction of general machineries. The Company has ceased operations since 2001.
Asia Pacific Machinery Auctions Sdn. Bhd. (503068-D)	2,000	51	51	Involved in the auction of light and heavy machineries. The Company has ceased operations since 2001.
Malaysia Motor Auctions Sdn. Bhd. (500189-H)	2,000	51	51	Involved in the auction of general motor vehicles. The Company has ceased operations since 2001.
Beans Around The World Coffee Shop Sdn. Bhd. (528250-P)	2	100	100	Provide services in respect of sale of beverages. The Company has ceased operations since 2001.
Eraman (Malaysia) Sdn. Bhd. (324329-K)	2	100	100	Dormant. Intended principal activity is general trading.
Malaysia Airports (Air Traffic Services) Sdn. Bhd. (438244-H)	2	100	100	Dormant. Intended principal activity is the provision of consultancy services in relation to air traffic management.
KLIA.com Sdn. Bhd. (516854-V)	2	100	100	Dormant. Intended principal activities are to provide internet services, development and incubation of electronic commerce, and to acquire, manage, lease, establish, equip, maintain and operate radio wireless, close circuit television and television telecast.
Malaysia Airports (Mauritius) Pte Ltd	USD2	100	—	Dormant. Intended principal activity is investment holding.

On 14 October 2005, the Company acquired Malaysia Airports (Mauritius) Private Limited, a company incorporated in Mauritius for cash consideration of USD2.00 for ordinary shares of USD1.00 each.

13. INVESTMENT IN ASSOCIATES

	Group	
	2005 RM'000	2004 RM'000
Unquoted shares, at cost	18,602	18,627
Group's share of post acquisition retained profits	14,446	11,618
	33,048	30,245
Represented by:		
Share of net tangible assets	33,048	30,245

Details of the associates are as follows:

Name of Associates	Country of Incorporation	Issued and Paid-up Share Capital	Effective Interest Held		Financial Year End	Principal Activities
			2005 %	2004 %		
Kuala Lumpur Aviation Fuelling System Sdn. Bhd.	Malaysia		20	20	31 March	Development, management and operations of aviation fuelling system at KLIA.
- ordinary shares		RM3,000,000				
- preference shares		RM2,360,000				
Urusan Teknologi Wawasan Sdn. Bhd.	Malaysia	RM750,000	49	49	30 June	Provision of mechanical, electrical and civil engineering services at KLIA in Sepang.

13. INVESTMENT IN ASSOCIATES (CONT'D.)

Details of the associates are as follows: (cont'd.)

Name of Associates	Country of Incorporation	Issued and Paid-up Share Capital	Effective Interest Held		Financial Year End	Principal Activities
			2005	2004		
			%	%		
Cambodia Airport Management Services Limited	Cambodia	USD25,000	—	40	31 December	Provision of services in connection with the operations, management and commercial promotion of the Phnom Penh International Airport and Siem Reap - Angkor International Airport in Cambodia.

On 14 July 2005, the Group disposed its entire 40% equity interest in an associate company, Cambodia Airport Management Services Pte Ltd for a cash consideration of USD3.07 million (RM11.67 million).

14. OTHER INVESTMENTS

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Bonds in Malaysia - net of amortisation of premium of RM4,153,000 (2004: RM3,785,000)	70,273	75,641	—	—
Unquoted shares, at cost	42,424	29,132	19,953	6,660
	112,697	104,773	19,953	6,660
Market value of bonds	76,757	83,054	—	—

15. STAFF LOANS

	Group	
	2005 RM'000	2004 RM'000
Staff loans	32,726	29,731
Less: Current portion (Note 18)	(2,767)	(1,601)
	29,959	28,130

16. INVENTORIES

	Group	
	2005 RM'000	2004 RM'000
At cost:		
Spares and consumables	15,565	23,666
Trading goods	25,762	22,014
Food and beverages	172	181
	41,499	45,861
At net realisable value:		
Trading goods	74	62
	41,573	45,923

17. TRADE RECEIVABLES

	Group	
	2005 RM'000	2004 RM'000
Trade receivables	380,647	422,991
Less: Provision for doubtful debts	(128,367)	(197,413)
	252,280	225,578
The movement in provision for doubtful debts is as follows:		
At beginning of year	197,413	134,603
Additional provision made	43,917	69,909
Provision for doubtful debt written back	(692)	—
Bad debts recovered	(171)	—
Write off of provision against trade receivables	(112,100)	(7,099)
At end of year	128,367	197,413

The Group's normal trade credit term ranges from 7 to 90 (2004: 7 to 60) days. Other credit terms are assessed and approved on a case-by-case basis.

As at balance sheet date, the concentration of credit risk in the form of outstanding balances is mainly due to four (2004: four) customers representing approximately 63% (2004: 60%) of the total trade receivables.

18. OTHER RECEIVABLES				
	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Due from subsidiaries	—	—	596,763	641,182
Staff loans (Note 15)	2,767	1,601	—	—
Other accrued revenue	475	3,916	—	—
Tax recoverable	149	145	—	—
Prepayment for event management activities	14,104	98,367	—	—
Amounts recoverable arising from event management activities	95,635	91,063	—	—
Other prepayments and sundry receivables	12,541	20,872	852	4,449
	125,671	215,964	597,615	645,631
Less: Provision for doubtful debts	(1,620)	(960)	—	—
	124,051	215,004	597,615	645,631

The amounts due from subsidiaries are unsecured, interest-free and have no fixed terms of repayment.

The movement in provision for doubtful debts is as follows:

	Group	
	2005 RM'000	2004 RM'000
At beginning of year	960	1,241
Additional provision made	660	—
Writeback of provision	—	(281)
At end of year	1,620	960

19. MARKETABLE SECURITIES

	Group	
	2005 RM'000	2004 RM'000
Shares quoted in Malaysia	210	210
Less: Impairment losses	(122)	(70)
At net realisable value	88	140
Market value of quoted shares	88	140

20. CASH AND CASH EQUIVALENTS

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Cash on hand and at bank	57,911	75,251	868	407
Deposits with:				
Licensed banks	350,380	346,316	—	—
Licensed finance companies	3,350	4,350	—	—
Licensed discount house	15,700	3,700	—	—
Money on call with:				
Licensed banks	118,980	69,650	111,330	63,160
Licensed discount house	15,000	15,000	—	—
Cash and bank balances	561,321	514,267	112,198	63,567

20. CASH AND CASH EQUIVALENTS (CONT'D.)

The range of weighted average effective interest rates during the financial year and the range of average maturities of deposits at the balance sheet date were as follows:

	Weighted Average Interest Rate		Average Maturities	
	2005 %	2004 %	2005 Days	2004 Days
Group				
Deposits with:				
Licensed banks	2.75	2.33	41	17
Licensed finance companies	2.70	2.84	23	7
Licensed discount house	2.67	2.68	18	30
Money on call with:				
Licensed banks	2.49	2.50	3	3
Licensed discount house	2.80	2.68	13	6
Company				
Money on call with:				
Licensed banks	2.55	2.50	3	3

21. TRADE PAYABLES

The normal trade credit term granted to the Group ranges from 20 to 90 (2004: 20 to 90) days respectively.

22. OTHER PAYABLES

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Land premium payable to GoM	—	93,332	—	—
Accruals	81,016	75,044	—	—
Provisions for liabilities	47,619	36,265	594	523
Sundry payables	46,072	49,093	6,695	4,016
Deposits	16,457	11,909	2,630	94
Retirement benefit obligations (Note 25)	6,451	3,754	348	303
Due to subsidiaries	—	—	428,278	388,379
	197,615	269,397	438,545	393,315

During the year, the land premium payable in respect to KLIA to GoM was reversed as it was ascertained that the KLIA Concession Agreement and the KLIA Lease Rental Agreement did not specifically require it. This reversal increase profit before tax for the year by RM11,200,000 and accordingly reduced the net book value of property, plant and equipment by RM82,132,000.

The amounts due to subsidiaries are unsecured, interest-free and have no fixed terms of repayment.

Movement for provisions for liabilities during the year is as follows:

	Short term accumulating absences	Lease rental	Assessment fees	Total
	RM'000	RM'000	RM'000	RM'000
Group				
At beginning of year	3,616	26,000	6,649	36,265
(Writeback of)/additional provision during the year	(173)	18,000	60	17,887
Utilised during the year	(17)	(5,000)	(1,516)	(6,533)
At end of year	3,426	39,000	5,193	47,619

22. OTHER PAYABLES (CONT'D.)

Movement for provisions for liabilities during the year is as follows: (cont'd.)

	Short term accumulating absences
	RM'000
Company	
At 1 January 2005	523
Additional provision during the year	76
Utilised during the year	(5)
At 31 December 2005	594

23. BORROWINGS

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Short term borrowings				
Unsecured:				
Term loans	6,000	3,000	6,000	3,000
Trade time loan	—	80,000	—	80,000
	6,000	83,000	6,000	83,000
Long term borrowings				
Unsecured:				
Term loans	115,000	117,000	115,000	117,000
	121,000	200,000	121,000	200,000
Maturity of borrowings				
Within one year	6,000	83,000	6,000	83,000
More than 1 year and less than 2 years	106,000	6,000	106,000	6,000
More than 2 years and less than 5 years	9,000	111,000	9,000	111,000
	121,000	200,000	121,000	200,000

23. BORROWINGS (CONT'D.)

The weighted average effective interest rates at the balance sheet date for borrowings:

	Group		Company	
	2005 %	2004 %	2005 %	2004 %
Trade time loan	3.35	3.35	3.35	3.35
Term loans	5.47	5.22	5.47	5.22

24. SHARE CAPITAL

	Number of Shares of RM1 each		Amount	
	2005	2004	2005 RM	2004 RM
Authorised:				
Special Rights Redeemable				
Preference Share of RM1 each	1	1	1	1
Ordinary shares of RM1 each	2,000,000,000	2,000,000,000	2,000,000,000	2,000,000,000
	2,000,000,001	2,000,000,001	2,000,000,001	2,000,000,001
Issued and fully paid:				
Special Rights Redeemable				
Preference Share of RM1 each	1	1	1	1
Ordinary shares of RM1 each	1,100,000,000	1,100,000,000	1,100,000,000	1,100,000,000
	1,100,000,001	1,100,000,001	1,100,000,001	1,100,000,001

24. SHARE CAPITAL (CONT'D.)

- (a) The Special Rights Redeemable Preference Share ("Special Share") of RM1 enables the GoM, through the Ministry of Finance ("MoF"), to ensure that certain major decisions affecting the operations of the Company are consistent with GoM policies. The Special Shareholder, which may only be the GoM or any representative or person acting on its behalf, is entitled to receive notices of meetings but not entitled to vote at such meetings of the Company. However, the Special Shareholder is entitled to attend and speak at such meetings.

The Special Shareholder has the right to appoint any person, but not more than six at any time, to be directors.

- (b) The Special Shareholder has the right to require the Company to redeem the Special Share at par at any time by serving written notice upon the Company and delivering the relevant share certificate.
- (c) The Special Shareholder shall be entitled to repayment of the capital paid-up on the Special Share in priority to any repayment of capital to any other member.
- (d) The Special Shareholder does not have any right to participate in the capital or profits of the Company.
- (e) Certain matters which vary the rights attached to the Special Share can only be effective with the written consent of the Special Shareholder, in particular matters relating to the creation and issue of additional shares which carry different voting rights, the dissolution of the Company, substantial disposal of assets, amalgamations, merger and takeover.

25. DEFERRED LIABILITIES

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Retirement benefit obligations (a)	50,931	58,649	2,954	3,877
Provision for pension	34,352	34,352	—	—
Concession rights payable (b)	836,680	856,680	—	—
Deferred taxation (c)	6,081	7,049	—	—
	928,044	956,730	2,954	3,877

25. DEFERRED LIABILITIES (CONT'D.)

(a) Retirement benefit obligations

The Group and the Company operates an unfunded, defined benefit Retirement Benefit Scheme ("the Scheme") for its eligible employees. Under the Scheme, eligible employees are entitled to retirement benefits varying between 50% and 150% of average salary (non-executives) and last drawn salary (executives) and based on the qualifying number of years employed. The value of retirement benefits earned shall be paid on the attainment of the retirement age of 55.

During the year, the Group changed the policy whereby only employees who are eligible for the Scheme as at 31 December 2004 and based on the average salary (non-executives) and last drawn salary (executives) as at 31 December 2004 as well as the qualifying number of years employed up to 31 December 2004 shall continue to benefit from the Scheme. The value of the retirement benefits earned shall be paid on the attainment of the retirement age of 55. The change in policy have not given rise to any adjustment to the opening balances of the retained profits of the prior and current years or to changes in comparatives.

The amounts recognised in the balance sheet are determined as follows:

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Present value of unfunded defined benefit obligations	57,382	63,478	3,302	4,048
Unrecognised actuarial (loss)/gain	—	(1,075)	—	132
Net liability	57,382	62,403	3,302	4,180
Analysed as:				
Current (Note 22)	6,451	3,754	348	303
Non-current:				
Later than 1 year but not later than 2 years	2,626	2,779	187	61
Later than 2 years but not later than 5 years	9,530	9,126	576	658
Later than 5 years	38,775	46,744	2,191	3,158
	50,931	58,649	2,954	3,877
	57,382	62,403	3,302	4,180

25. DEFERRED LIABILITIES (CONT'D.)
(a) Retirement benefit obligations (cont'd.)

The amounts recognised in the income statement are as follows:

	Group		Company	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
Current service cost	—	6,083	—	849
Interest cost	3,503	3,714	201	238
Amortisation of				
- transitional obligations	—	7,658	—	1,564
- actuarial loss/(gain) during the year	1,075	—	(132)	—
Curtailment or settlement gain	(6,565)	—	(627)	—
Total, included in staff costs (Note 4)	(1,987)	17,455	(558)	2,651
Movements in the net liability in the current year were as follows:				
At beginning of year	62,403	46,794	4,180	2,085
Amounts recognised in the income statement	(1,987)	17,455	(558)	2,651
Contributions paid	(3,034)	(1,846)	(320)	(556)
At end of year	57,382	62,403	3,302	4,180

Principal actuarial assumptions used:

	Group		Company	
	2005 %	2004 %	2005 %	2004 %
Discount rate	6.5	6.5	6.5	6.5
Expected rate of salary increases	4.0	4.0	4.0	4.0

25. DEFERRED LIABILITIES (CONT'D.)

- (b) The GoM had granted an extension of time for the payment of balance of the concession rights payable pursuant to the concession agreement dated 18 October 1999 entered into between the GoM and Malaysia Airports (Sepang) Sdn. Bhd. ("MA Sepang"), a wholly owned subsidiary of the Company, pending the formalisation of the Group's negotiations with GoM to restructure its obligations with GoM. During the year, the Group made a payment of RM20 million to GoM.

(c) Deferred taxation

	Group	
	2005 RM'000	2004 RM'000
At beginning of year	7,049	4,746
Recognised in the income statement (Note 8)	(968)	2,303
At end of year	6,081	7,049
Presented after appropriate offsetting as follows:		
Deferred tax asset	(51,489)	(44,697)
Deferred tax liabilities	57,570	51,746
	6,081	7,049

The components and movements of deferred tax liabilities and assets during the financial year prior to offsetting are as follows:

Deferred Tax Liabilities of the Group:

	Accelerated Capital Allowances
	RM'000
At beginning of year	51,746
Recognised in the income statement	5,824
At end of year	57,570

25. DEFERRED LIABILITIES (CONT'D.)

(c) Deferred taxation (Cont'd.)

Deferred Tax Assets of the Group:

	Tax Losses and Unabsorbed Capital Allowances	Receivables	Retirement Benefit Obligations	Other Payables	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
At beginning of year	(28,134)	—	(9,617)	(6,946)	(44,697)
Recognised in the income statement	1,718	(8,204)	(4,842)	4,536	(6,792)
At end of year	(26,416)	(8,204)	(14,459)	(2,410)	(51,489)

Deferred tax assets have not been recognised in respect of the following items:

	Group	
	2005 RM'000	2004 RM'000
Unutilised tax losses	42,476	29,374
Unabsorbed capital allowances	10,485	7,179
Other deductible temporary difference	39,828	28,581
	92,789	65,134

The unutilised tax losses, unabsorbed capital allowances and other deductible temporary allowances are available indefinitely to offset against future taxable profits of the subsidiaries in which those items arise. Deferred tax assets have not been recognised in respect of these items as they may not be used to offset taxable profits of other subsidiaries in the Group and they have arose in subsidiaries that have a recent history of losses.

26. COMMITMENTS

	Due year 2006	Due year 2007 to 2010	Due year 2011 to 2048	Total
	RM'000	RM'000	RM'000	RM'000
2005				
Group				
(i) Approved and contracted for:				
Lease rental payable to the GoM for all airports managed other than KLIA	5,000	20,000	60,000	85,000
Fixed lease rental payable to the GoM in respect of KLIA (a)	187,300	286,600	6,787,870	7,261,770
Capital expenditure	11,816	—	—	11,816
	204,116	306,600	6,847,870	7,358,586
(ii) Approved but not contracted for:				
Capital expenditure	482,210	—	—	482,210
	686,326	306,600	6,847,870	7,840,796
Company				
Approved but not contracted for:				
Capital expenditure	11,346	—	—	11,346

26. COMMITMENTS (CONT'D.)

	Due year 2005	Due year 2006 to 2009	Due year 2010 to 2048	Total
	RM'000	RM'000	RM'000	RM'000

2004

Group

(i) Approved and contracted for:

Lease rental payable to the GoM for all airports managed other than KLIA (Note 5)	5,000	20,000	65,000	90,000
Fixed lease rental payable to the GoM in respect of KLIA (a)	122,400	275,580	6,863,790	7,261,770
Capital expenditure	25,535	—	—	25,535
	152,935	295,580	6,928,790	7,377,305

(ii) Approved but not contracted for:

Capital expenditure	264,534	—	—	264,534
	417,469	295,580	6,928,790	7,641,839

Company

Approved but not contracted for:

Capital expenditure	13,332	—	—	13,332
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26. COMMITMENTS (CONT'D.)

- (a) Lease rental payable to the GoM comprises a fixed and a variable payment. The lease rental payable disclosed above represents the fixed payment, which commences from RM60 million in year 2004 and increases by 4% in each subsequent year up to the end of the concession period. The variable payment is based on 8% of the total audited revenue of a subsidiary, which was granted the rights in respect of the KLIA Concession, and is payable on an annual basis commencing in year 2004.

The GoM has agreed that the lease rental payable from 2004 be temporarily suspended until the Group's negotiations with GoM to restructure its obligations are formalised between the parties concerned. The commitment disclosed due in the year 2006 is in relation to the fixed payment amount since the effective commencement year 2004, which remains unpaid to date. As at 31 December 2005, the accumulated variable payment for 2005 and 2004 amounted to approximately RM86.5 million and RM41.5 million, respectively.

- (b) There is a claim of RM146,140,000 against the Group by GoM for expenditure incurred prior to the handing over of KLIA to the Group in June 1998 pursuant to the signing of the KLIA Concession Agreement. The Group's negotiations with the GoM to restructure its obligations includes the above claim, if any, which is pending formalisation between the parties concerned.
- (c) The Company has entered into an agreement to acquire an 11% equity interest in Hyderabad International Airport Limited ("HIAL") during the year. HIAL, a company incorporated in India, has been identified for the development of the new Hyderabad International Airport in Andhra Pradesh, India. The Company will progressively make cash investments into HIAL up to a maximum of USD10 million. The construction of the new Hyderabad International Airport is scheduled for completion by 2007.

As at todate, the Company has paid up RM17.9 million (2004: RM6.6 million) as share capital in HIAL and advances which are convertible into shares in HIAL.

27. CONTINGENT LIABILITIES, UNSECURED

- (a) The GoM has communicated to the Company that GoM intends to backdate and increase the lease rental from the previously charged amount of RM5 million per annum for the designated airports, other than KLIA, from 1998. The Company is still in discussion with GoM as it was not part of the terms within the letter of undertaking signed on 29 October 1992 and has included this matter as part of its negotiations with GoM.
- (b) Pursuant to the KLIA Land Lease Agreement between The Federal Land Commissioner ("FLC") and MA Sepang, a wholly owned subsidiary of the Company, FLC may revise the lease rental payable for the land area earmarked for future development of KLIA. As at todate, FLC has yet to implement any revision on the lease rental. For the years 1998 to 2000, MA Sepang made lease rental payments of RM4.5 million per annum to the FLC.

28. SUBSEQUENT EVENT

On 24 January 2006, Malaysia Airports Management & Technical Services Sdn. Bhd., completed the acquisition of an additional 26% equity interest in an associate company, Urusan Teknologi Wawasan Sdn. Bhd. for a cash consideration of RM2,754,000 thereby increasing its effective interest to 75% equity interest.

29. FINANCIAL INSTRUMENT AND FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The daily operations of the Group require the use of financial instruments. A financial instrument is any contract that gives rise to both a financial asset of one enterprise and a financial liability or equity instrument of another enterprise.

A financial asset is any asset that is cash, a contractual right to receive cash or other financial asset, contractual right to exchange financial instruments from other enterprises under conditions that are potentially favourable or an equity instrument of another enterprise, whilst a financial liability is any liability that is a contractual obligation to deliver cash or other financial asset to other enterprises or to exchange financial instruments with other enterprise under conditions that are potentially unfavourable.

The use of financial instruments exposes the Group to financial risks which are categorised as credit, foreign currency, liquidity, cash flow, interest rate and market risks.

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the respective companies' businesses whilst managing their risks. Financial risk management is carried out through risk reviews, internal control systems and adherence to the Group financial risk management policies that are approved by the Board.

It is the Group's policy not to engage in speculative transactions. As and when the Group undertakes significant transactions with risk exposure, the Group evaluates its exposure and the necessity or otherwise to hedge such exposure taking into consideration the availability and cost of such hedging instruments.

The policies for controlling these risks when applicable are set out below:

(a) Credit risk

The Group controls its credit risk by the application of credit approvals, limits and monitoring procedures. Credit evaluations are performed on all customers requiring credit over a certain amount and strictly limiting the Group's associations to business partners with high credit worthiness. Trade receivables are monitored on an ongoing basis.

Generally, the Group does not require collateral in respect of its financial assets. As at the balance sheet date, the concentration of credit risk in the form of outstanding balances is mainly due to four (2004: four) customers representing approximately 63% (2004: 60%) of the total receivables.

29. FINANCIAL INSTRUMENT AND FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(b) Foreign currency risk

The Group maintains a natural hedge, whenever possible, by borrowing in the currency of the country in which the property or investment is located or by borrowings in currencies that match the future revenue streams to be generated from its investments. Foreign exchange exposures in transactional currencies other than functional currencies of the operating entities are kept to a manageable level and short-term imbalances are addressed by buying or selling foreign currencies at spot rates.

The table below shows the Group's currency exposures, i.e., those transactional (or non-structural) exposures that give rise to the net currency gains and losses recognised in the income statement. Such exposures comprise the monetary assets and monetary liabilities of the Group that are not denominated in the operating currency of the operating unit involved.

Functional Currency of Group Companies	US Dollar	Great Britain Pound	Euro	Swiss Francs	Total
	'000	'000	'000	'000	'000
As at 31 December 2005:					
Trade Receivables					
Malaysian Ringgit	RM2,336	—	—	—	RM2,336
Equivalent in foreign currency ('000)	USD618				
Other Receivables					
Malaysian Ringgit	RM406	—	—	—	RM406
Equivalent in foreign currency ('000)	USD107				
Trade Payables					
Malaysian Ringgit	RM15,258	RM106	RM76	—	RM15,440
Equivalent in foreign currency ('000)	USD4,037	GBP16	EUR17		

29. FINANCIAL INSTRUMENT AND FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(b) Foreign currency risk (cont'd.)

Functional Currency of Group Companies	US Dollar	Great Britain Pound	Euro	Swiss Francs	Total
	'000	'000	'000	'000	'000

As at 31 December 2005:

Other Payables

Malaysian Ringgit	—	RM1,860	—	—	RM1,860
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Equivalent in foreign currency ('000) GBP287

As at 31 December 2004:

Trade Receivables

Malaysian Ringgit	RM1,117	—	—	—	RM1,117
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Equivalent in foreign currency ('000) USD294

Other Receivables

Malaysian Ringgit	RM79	—	—	—	RM79
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Equivalent in foreign currency ('000) USD21

Trade Payables

Malaysian Ringgit	RM10,138	RM616	—	RM111	RM10,865
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Equivalent in foreign currency ('000) USD2,667 GBP84 CHF33

(c) Liquidity and cash flow risk

The Group actively manages its debt maturity profile, operating cash flows and the availability of funding so as to ensure that all refinancing, repayment and funding needs are met. As part of its overall prudent liquidity management, the Group endeavours to maintain sufficient levels of cash or cash convertible investments to meet its working capital requirements.

29. FINANCIAL INSTRUMENT AND FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(c) Liquidity and cash flow risk (cont'd.)

The debt maturity profile of the Group is disclosed as follows:

Maturity of borrowings

	Group and Company	
	2005 RM'000	2004 RM'000
Non Current Liability		
Long term borrowing	115,000	117,000

(d) Interest rate risk

The Group actively reviews its debt portfolio, taking into account the investment holding period and nature of its assets. This strategy allows it to capitalise on cheaper funding in a low interest rate environment and achieve a certain level of protection against rate hikes.

The interest profile of the financial assets and liabilities of the Group and of the Company at the balance sheet date were represented as follows:

The weighted average interest rates on the financial assets and liabilities at the balance sheet date were as follows:

	Group		Company	
	2005 %	2004 %	2005 %	2004 %
Financial Assets				
Floating rate	2.58	2.70	2.55	2.50
Financial Liabilities				
Fixed rate	5.47	5.22	5.47	5.22

29. FINANCIAL INSTRUMENT AND FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(d) Interest rate risk (cont'd.)

The weighted average interest rates on the financial liabilities can be further analysed as follows:

	Group/Company	
	2005 %	2004 %
Long Term Loan	5.47	5.22

(e) Market risk

Market risk is the risk that the value of the financial instrument will fluctuate as a result of changes in market prices of the financial instrument or its security assets. For key product purchases, the Group establishes floating and fixed price levels that the Group considers acceptable and enters into short or medium term agreements with suppliers.

(f) Fair values

The carrying amounts of financial assets and liabilities of the Group and of the Company at the balance sheet date approximated their fair values except for the followings:

	Group/Company	
	Carrying Amount RM'000	Fair Value RM'000
Financial Liabilities		
At 31 December 2005:		
Term Loan	115,000	116,715
At 31 December 2004:		
Term Loan	117,000	124,592

30. SEGMENT INFORMATION

The Group is organised on a local basis into five (5) major segments:

(i) Retail

To operate duty free, non duty free outlets and provide management service in respect of food and beverage outlets at designated airports.

(ii) Airport Services

To manage, operate and maintain designated airports in Malaysia and to provide airport related services.

(iii) Agriculture and Horticulture

To cultivate and sell oil palm and other agricultural products and to carry out horticulture activities.

(iv) Hotel

To manage and operate a hotel, known as The Pan Pacific Hotel KLIA.

(v) Events Management

To manage and operate Sepang F1 Circuit and to organise and promote motor sports and entertainment events.

Other business segments include provision of operations and maintenance services, undertaking the Information and Communication Technology business ventures and management and maintenance of other technical services in connection with the airport industry, cultivation and selling of oil palm and other agricultural products, and engaging in horticulture activities and auction activities, none of which are of a sufficient size to be reported separately.

The directors are of the opinion that all inter-segment transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

29. SEGMENTAL REPORTING (CONT'D.)

The analysis of results and assets employed by activity is shown below:

	Sale of goods					
	Duty free & non duty free		Agriculture & horticulture		Airport Services	
	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000
REVENUE AND EXPENSES						
Revenue						
External sales	229,252	207,540	14,413	12,531	739,210	681,743
Inter-segment sales	—	—	3,135	3,434	94,303	94,365
Inter-segment dividend	—	—	—	—	—	—
Total revenue	229,252	207,540	17,548	15,965	833,513	776,108
Result						
Segment results/profit from operations	22,278	15,358	(3,262)	(3,033)	253,226	181,307
Finance cost, net - Others	—	—	—	(291)	—	(572)
Share of results of associates	—	—	—	—	4,801	7,685
Profit before taxation	22,278	15,358	(3,262)	(3,324)	258,027	188,420
Taxation	(6,480)	(4,342)	—	—	(83,105)	(66,059)
Net profit for the year	15,798	11,016	(3,262)	(3,324)	174,922	122,361
ASSETS AND LIABILITIES						
Segment assets	71,253	60,591	73,009	75,480	4,160,904	4,138,616
Investment in associates	—	—	—	—	18,234	18,234
Consolidated total assets	71,253	60,591	73,009	75,480	4,179,138	4,156,850
Segment liabilities/consolidated total liabilities	27,904	33,041	72,059	71,268	1,796,414	1,858,750
OTHER INFORMATION						
Concession rights and capital expenditure	1,097	531	2,632	4,869	132,048	304,449
Depreciation	641	585	2,888	2,567	80,195	80,921
Non-cash items other than depreciation	1,128	(333)	(156)	179	43,354	83,557

No segmental information is provided on a geographical basis as the results of the overseas associated company are considered insignificant to the Group.

The directors are of the opinion that all inter-segment transactions have been entered into in the normal course of business and have been established on term and conditions that are not materially different from that obtainable in transactions with unrelated parties.



Services →										
Hotel		Events Management		Others		Eliminations		Consolidated		
2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000	2005 RM'000	2004 RM'000	
47,735	41,284	69,116	69,134	13,111	12,456	—	—	1,112,837	1,024,688	
1,934	879	770	1,432	60,901	53,896	(161,043)	(154,006)	—	—	
—	—	—	—	118,000	83,900	(118,000)	(83,900)	—	—	
49,669	42,163	69,886	70,566	192,012	150,252	(279,043)	(237,906)	1,112,837	1,024,688	
6,724	3,183	(14,646)	(6,684)	125,657	4,365	(111,480)	230	278,497	194,726	
—	—	—	—	(6,658)	(5,962)	—	—	(6,658)	(6,825)	
—	—	—	—	2,393	—	—	—	7,194	7,685	
6,724	3,183	(14,646)	(6,684)	121,392	(1,597)	(111,480)	230	279,033	195,586	
(1,964)	(1,676)	—	—	(36,529)	(19,388)	31,308	21,068	(96,770)	(70,397)	
4,760	1,507	(14,646)	(6,684)	84,863	(20,985)	(80,172)	21,298	182,263	125,189	
155,602	156,653	133,766	258,534	2,792,585	2,756,272	(3,380,653)	(3,397,247)	4,006,466	4,048,899	
—	—	—	—	368	393	14,446	11,618	33,048	30,245	
155,602	156,653	133,766	258,534	2,792,953	2,756,665	(3,366,207)	(3,385,629)	4,039,514	4,079,144	
55,423	62,134	166,064	276,186	777,698	800,120	(1,512,203)	(1,520,007)	1,383,359	1,581,492	
7,124	1,229	1,418	1,964	3,880	2,775	—	—	148,199	315,817	
5,711	7,864	1,966	1,862	2,900	2,379	—	—	94,301	96,178	
173	82	114	(552)	9,028	3,424	(9,691)	—	43,950	86,357	

12

A diverse
portfolio

airports operated by the group

International

INTERNATIONAL AIRPORTS

Peninsular Malaysia

KL International Airport

Langkawi

Pulau Pinang

Sabah

Kota Kinabalu

Sarawak

Kuching

Domestic

DOMESTIC AIRPORTS

Peninsular Malaysia

Alor Star

Kota Bharu

Kuala Terengganu

Ipoh

Kuantan

Subang

Melaka

Sabah

Sandakan

Labuan

Tawau

Lahad Datu

Sarawak

Miri

Bintulu

Sibu

Limbang

Mulu

Short take-off

SHORT TAKE-OFF AND LANDING (STOL) PORTS

Peninsular Malaysia

Pulau Redang

Pulau Pangkor

Pulau Tioman

Sabah

Kudat

Long Pasia

Semporna

Sarawak

Lawas

Marudi

Long Semado

Bakalalan

Long Seridan

Long Akah

Long Lellang

Long Banga

Bario

Belaga

Kapit

Mukah



Malaysia Airports Traffic 2005

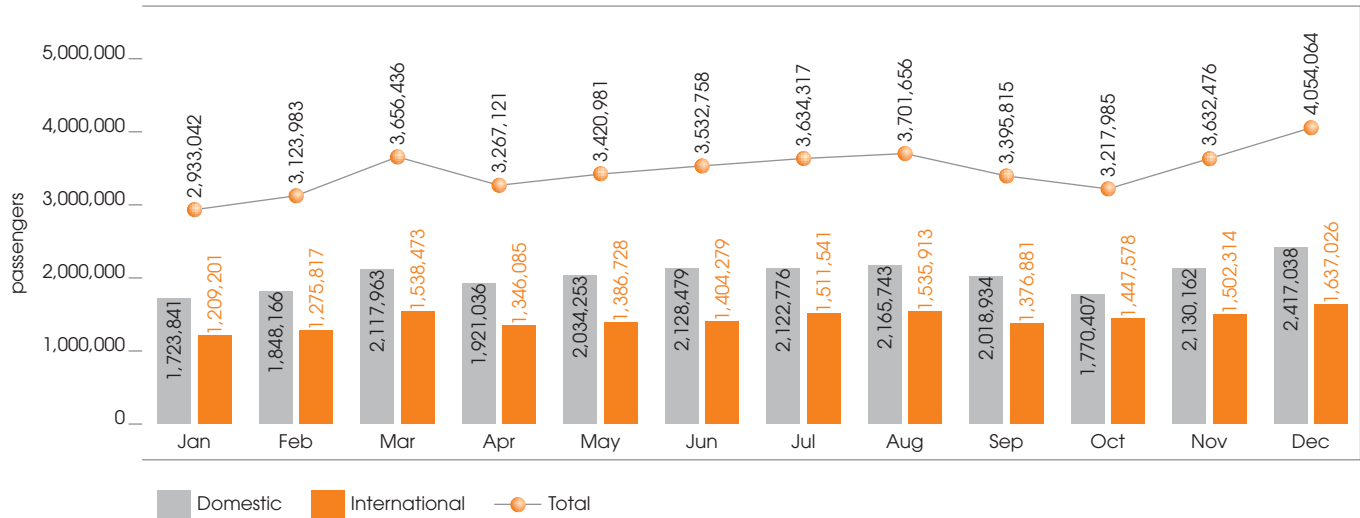
PASSENGER MOVEMENTS			
	2005	2004	+/-
Terminal passengers (international)	16,566,435	14,777,814	12.1%
Terminal passengers (domestic)	23,948,120	23,544,270	1.7%
Transit passengers	1,056,079	1,108,562	-4.7%
Total passenger movements	41,570,634	39,430,646	5.4%
AIRCRAFT MOVEMENTS			
	2005	2004	+/-
Commercial aircraft (international)	136,468	124,274	9.8%
Commercial aircraft (domestic)	333,187	330,695	0.8%
Total commercial aircraft	469,655	454,969	3.2%
All other aircraft	156,036	123,654	26.2%
Total aircraft movements	625,691	578,623	8.1%
CARGO MOVEMENTS (KG)			
	2005	2004	+/-
Cargo movements (international)	780,009,189	762,805,944	2.3%
Cargo movements (domestic)	188,345,007	164,516,542	14.5%
Transit cargo	30,940,885	29,749,226	4.0%
Total cargo movements	999,295,081	957,071,712	4.4%
MAIL MOVEMENTS (KG)			
	2005	2004	+/-
Mail movements (international)	2,723,363	4,476,052	-39.2%
Mail movements (domestic)	20,078,863	22,181,824	-9.5%
Transit mail	1,409,591	1,846,902	-23.7%
Total mail movements	24,211,817	28,504,778	-15.1%

Passenger Movements 2005

AIRPORTS	DOMESTIC			INTERNATIONAL			TOTAL			TRANSIT		
	Arrival	Departure	Total	Arrival	Departure	Total	2005*	2004*	% +/-	Domestic	Int'l	Total
KLIA	4,236,977	4,151,859	8,388,836	7,178,515	7,159,476	14,337,991	23,213,926	21,058,572	10.2%	—	487,099	487,099
Penang	758,295	780,615	1,538,910	626,158	632,775	1,258,933	2,834,545	2,987,993	-5.1%	17,874	18,828	36,702
Kota Kinabalu	1,601,687	1,622,417	3,224,104	302,975	308,197	611,172	3,975,136	3,918,201	1.5%	71,105	68,755	139,860
Kuching	1,509,533	1,538,436	3,047,969	91,869	91,167	183,036	3,354,973	3,317,879	1.1%	96,308	27,660	123,968
Langkawi	360,581	381,726	742,307	44,711	29,248	73,959	830,334	845,276	-1.8%	14,068	—	14,068
Kota Bharu	314,772	320,625	635,397	—	—	—	635,397	639,871	-0.7%	—	—	—
Ipoh	21,441	24,493	45,934	17,290	11,180	28,470	74,451	103,123	-27.8%	—	47	47
Kuala Terengganu	211,804	207,665	419,469	4	2	6	419,475	435,620	-3.7%	—	—	—
Alor Star	161,992	161,677	323,669	—	—	—	323,669	346,502	-6.6%	—	—	—
Malacca	55	588	643	12,495	11,348	23,843	27,683	46,692	-40.7%	192	3,005	3,197
Subang	37,111	39,138	76,249	3,607	3,746	7,353	83,602	90,593	-7.7%	—	—	—
Kuantan	144,591	147,317	291,908	3,204	3,072	6,276	298,184	349,375	-14.7%	—	—	—
Tioman	16,683	16,925	33,608	9,916	10,530	20,446	54,054	57,957	-6.7%	—	—	—
Pangkor	5,499	5,694	11,193	—	—	—	11,193	10,247	9.2%	—	—	—
Redang	10,890	11,328	22,218	4,313	4,119	8,432	30,650	20,750	47.7%	—	—	—
Labuan	285,343	278,659	564,002	163	6	169	642,582	686,103	-6.3%	78,411	—	78,411
Lahad Datu	58,206	58,767	116,973	—	—	—	116,973	117,584	-0.5%	—	—	—
Sandakan	302,074	308,603	610,677	2,372	2,059	4,431	621,513	574,213	8.2%	6,405	—	6,405
Tawau	337,577	341,427	679,004	959	934	1,893	680,901	620,847	9.7%	4	—	4
Bintulu	209,038	213,604	422,642	4	14	18	487,077	464,576	4.8%	64,410	7	64,417
Miri	760,784	763,605	1,524,389	—	—	—	1,594,855	1,509,684	5.6%	70,466	—	70,466
Sibu	450,670	448,624	899,294	—	7	7	920,930	903,108	2.0%	21,629	—	21,629
Mulu	26,737	26,177	52,914	—	—	—	52,914	54,767	-3.4%	—	—	—
Limbang	51,226	51,028	102,254	—	—	—	105,652	96,209	9.8%	3,398	—	3,398
STOL Sabah	2,895	3,068	5,963	—	—	—	6,009	7,099	-15.4%	46	—	46
STOL Sarawak	78,012	89,582	167,594	—	—	—	173,956	167,805	3.7%	6,362	—	6,362
Peninsular Malaysia	6,280,691	6,249,650	12,530,341	7,900,213	7,865,496	15,765,709	28,837,163	26,992,571	6.8%	32,134	508,979	541,113
Sabah	2,587,782	2,612,941	5,200,723	306,469	311,196	617,665	6,043,114	5,924,047	2.0%	155,971	68,755	224,726
Sarawak	3,086,000	3,131,056	6,217,056	91,873	91,188	183,061	6,690,357	6,514,028	2.7%	262,573	27,667	290,240
Total 2005	11,954,473	11,993,647	23,948,120	8,298,555	8,267,880	16,566,435	41,570,634	39,430,646	5.4%	450,678	605,401	1,056,079
Total 2004	11,781,952	11,762,318	23,544,270	7,305,477	7,472,337	14,777,814	39,430,646			486,669	621,893	1,108,562
% change	1.5%	2.0%	1.7%	13.6%	10.6%	12.1%	5.4%			-7.4%	-2.7%	-4.7%

Note: *Including transit passengers

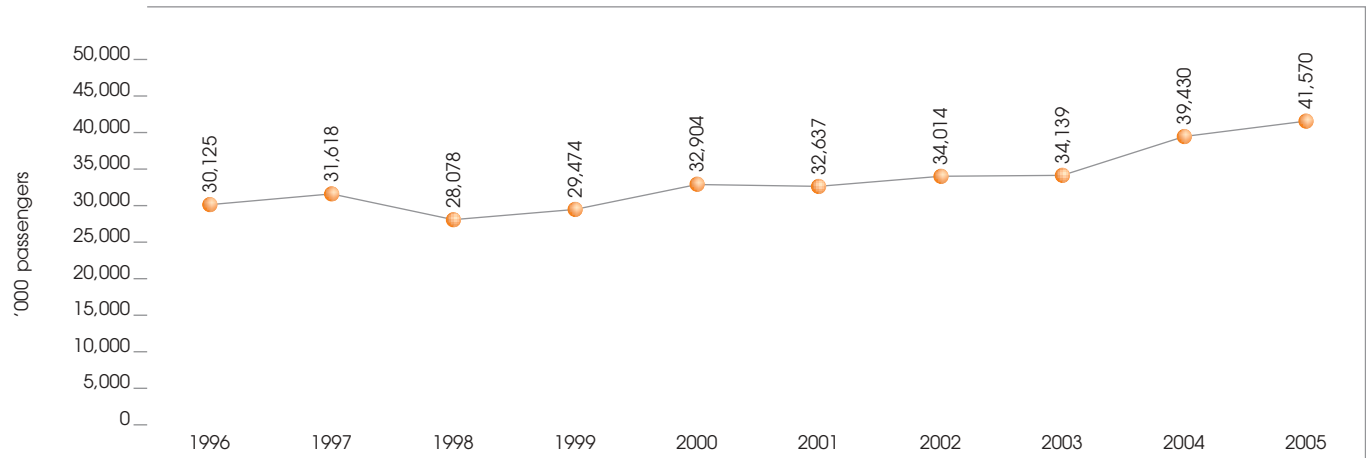
PASSENGER MOVEMENTS AT MALAYSIA AIRPORTS



Passenger Movements (1996-2005)

AIRPORTS											
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	%+/-
KLIA	—	—	6,524,405	13,172,635	14,732,876	14,538,831	16,398,230	17,454,564	21,058,572	23,213,926	10.2%
Penang	2,941,370	2,907,033	2,452,523	2,510,318	2,740,505	2,558,999	2,508,693	2,334,669	2,987,993	2,834,545	-5.1%
Kota Kinabalu	2,622,190	2,732,146	2,393,431	2,752,207	3,092,326	3,036,196	3,256,212	3,302,366	3,918,201	3,975,136	1.5%
Kuching	2,272,493	2,257,214	2,022,160	2,234,790	2,545,080	2,693,903	2,935,052	2,923,633	3,317,879	3,354,973	1.1%
Langkawi	867,541	839,064	739,771	802,151	958,066	829,498	712,988	726,817	845,276	830,334	-1.8%
Johor Bahru	989,622	1,081,681	866,710	897,851	1,026,729	998,693	874,278	651,352	—	—	—
Kota Bharu	560,590	602,068	487,541	471,085	512,834	506,632	534,959	589,950	639,871	635,397	-0.7%
Ipoh	222,343	196,625	148,565	132,154	148,095	131,730	132,314	115,286	103,123	74,451	-27.8%
Kuala Terengganu	282,360	313,384	272,618	297,271	343,186	355,063	309,202	394,240	435,620	419,475	-3.7%
Alor Star	334,731	343,865	239,797	273,933	311,224	306,514	287,465	353,778	346,502	323,669	-6.6%
Malacca	19,604	6,411	7,190	15,053	13,917	9,171	7,438	31,108	46,692	27,683	-40.7%
Subang	14,556,879	15,819,863	8,263,930	1,999,302	2,100,727	1,955,688	1,130,169	72,491	90,593	83,602	-7.7%
Kuantan	452,684	512,549	403,489	387,375	419,441	433,270	388,746	351,179	349,375	298,184	-14.7%
Tioman	94,556	82,739	80,959	75,425	74,762	83,358	64,067	56,900	57,957	54,054	-6.7%
Pangkor	—	—	—	4,453	6,498	8,999	8,811	6,095	10,247	11,193	9.2%
Redang	—	—	—	—	—	—	—	—	20,750	30,650	47.7%
Labuan	564,002	586,091	412,801	449,216	558,877	619,260	635,458	696,961	686,103	642,582	-6.3%
Lahad Datu	84,486	92,094	79,881	88,632	102,492	104,270	108,151	107,914	117,584	116,973	-0.5%
Sandakan	416,710	424,781	377,843	405,439	452,824	449,679	449,613	497,999	574,213	621,513	8.2%
Tawau	452,679	461,234	391,164	442,503	464,784	472,301	495,462	551,168	620,847	680,901	9.7%
Bintulu	336,909	335,698	290,370	322,925	352,154	384,201	422,715	427,894	464,576	487,077	4.8%
Miri	1,032,432	1,049,253	794,138	892,008	1,049,561	1,159,832	1,292,004	1,377,312	1,509,684	1,594,855	5.6%
Sibu	654,785	631,701	555,483	620,830	657,375	725,449	759,704	817,687	903,108	920,930	2.0%
Mulu	41,602	38,934	24,762	26,940	31,016	36,601	44,371	41,280	54,767	52,914	-3.4%
Limbang	114,443	105,890	70,292	59,674	71,526	76,642	77,821	83,459	96,209	105,652	9.8%
STOL Sabah	7,702	9,466	7,702	7,076	6,809	6,850	6,896	6,945	7,099	6,009	-15.4%
STOL Sarawak	202,930	188,424	170,795	132,935	130,735	155,339	173,123	165,704	167,805	173,956	3.7%
Peninsular Malaysia	21,322,280	22,705,282	20,487,498	21,039,006	23,388,860	22,716,446	23,357,360	23,138,429	26,992,571	28,837,163	6.8%
Sabah	4,147,769	4,305,812	3,662,822	4,145,073	4,678,112	4,688,556	4,951,792	5,163,353	5,924,047	6,043,114	2.0%
Sarawak	4,655,594	4,607,114	3,928,000	4,290,102	4,837,447	5,231,967	5,704,790	5,836,969	6,514,028	6,690,357	2.7%
Grand Total	30,125,643	31,618,208	28,078,320	29,474,181	32,904,419	32,636,969	34,013,942	34,138,751	39,430,646	41,570,634	5.4%
% change	9.2%	5.0%	-11.2%	5.0%	11.6%	-0.8%	4.2%	0.4%	15.5%	5.4%	

PASSENGER MOVEMENTS AT MALAYSIA AIRPORTS (1996-2005)



International Passenger Movements by Sectors at KL International Airport

	ARRIVAL		DEPARTURE		TOTAL		
	2005	2004	2005	2004	2005	2004	%+/-
SOUTH EAST ASIA							
B. Seri Begawan	45,088	57,862	47,986	59,064	93,074	116,926	-20.4%
Balikpapan	644	487	261	792	905	1,279	-29.2%
Bandung	29,935	23,753	35,073	26,088	65,008	49,841	30.4%
Bangkok	562,059	494,946	555,945	496,107	1,118,004	991,053	12.8%
Cebu	7,342	7,305	7,240	7,323	14,582	14,628	-0.3%
Chiang Mai	7,053	0	7,579	0	14,632	0	—
Clark Field	26,026	0	26,034	0	52,060	0	—
Denpasar	172,881	133,277	171,552	135,652	344,433	268,929	28.1%
Hanoi	59,036	44,338	61,691	48,591	120,727	92,929	29.9%
Hat Yai	21,881	13,035	20,651	12,491	42,532	25,526	66.6%
Ho Chi Minh City	118,339	90,687	103,330	78,169	221,669	168,856	31.3%
Jakarta	419,481	317,216	420,226	334,406	839,707	651,622	28.9%
Manado	1	3,752	12	3,621	13	7,373	-99.8%
Manila	68,786	70,378	65,907	67,361	134,693	137,739	-2.2%
Mataram	0	0	14,191	15,800	14,191	15,800	-10.2%
Medan	130,381	73,602	129,564	81,666	259,945	155,268	67.4%
Padang	30,848	15,125	32,111	16,512	62,959	31,637	99.0%
Pekan Baru	2,279	1,191	2,177	953	4,456	2,144	107.8%
Phnom Penh	51,683	41,540	45,776	40,130	97,459	81,670	19.3%
Phuket	61,184	93,972	59,945	90,198	121,129	184,170	-34.2%
Siem Reap	7,882	3,572	9,476	5,012	17,358	8,584	102.2%
Singapore	863,253	832,124	856,791	882,905	1,720,044	1,715,029	0.3%
Solo City	632	0	660	0	1,292	0	—
Subic Bay	0	1,224	0	1,200	0	2,424	-100.0%
Surabaya	172,466	130,680	170,981	161,963	343,447	292,643	17.4%
Yangon	43,956	39,123	31,978	26,059	75,934	65,182	16.5%
Yogyakarta	11,474	8,015	15,037	10,794	26,511	18,809	40.9%
Total	2,914,590	2,497,204	2,892,174	2,602,857	5,806,764	5,100,061	13.9%

Malaysia Airports Statistics 2005 (cont'd.)

	ARRIVAL		DEPARTURE		TOTAL		
	2005	2004	2005	2004	2005	2004	%+/-
NORTH EAST ASIA							
Beijing	110,181	90,295	115,379	95,343	225,560	185,638	21.5%
Changsha	900	0	836	0	1,736	0	—
Chengdu	19,893	9,698	21,126	9,409	41,019	19,107	114.7%
Chongqing	0	162	0	146	0	308	-100.0%
Fukuoka	16,567	3,023	16,514	2,931	33,081	5,954	455.6%
Fuzhou	24,026	16,688	23,384	18,406	47,410	35,094	35.1%
Guangzhou	126,963	135,771	123,413	134,746	250,376	270,517	-7.4%
Guilin	1,630	2,249	1,598	2,414	3,228	4,663	-30.8%
Haikou	13,151	4,543	14,215	5,055	27,366	9,598	185.1%
Hangzhou	614	0	835	0	1,449	0	—
Harbin	517	0	250	0	767	0	—
Hong Kong	409,366	386,230	439,034	440,224	848,400	826,454	2.7%
Kaohsiung	26,601	21,866	25,866	22,852	52,467	44,718	17.3%
Kunming	30,902	4,010	31,786	4,567	62,688	8,577	630.9%
Macau	39,509	2,070	40,412	2,443	79,921	4,513	1670.9%
Nagoya	31,102	23,154	30,414	22,632	61,516	45,786	34.4%
Nanjing	305	579	302	520	607	1,099	-44.8%
Nanning	5,302	1,669	5,544	1,596	10,846	3,265	232.2%
Ningbo	295	294	304	301	599	595	0.7%
Osaka	86,349	86,924	86,693	85,892	173,042	172,816	0.1%
Seoul	130,767	117,083	129,911	125,250	260,678	242,333	7.6%
Shanghai Hongqiao	135,461	129,857	136,071	133,215	271,532	263,072	3.2%
Shanghai Pu Dong	34,020	27,138	33,303	34,842	67,323	61,980	8.6%
Shenyang	0	0	257	0	257	0	—
Shenzhen	25,256	0	25,646	0	50,902	0	—
Taipei	145,202	155,764	143,115	154,692	288,317	310,456	-7.1%
Tokyo	176,863	185,647	176,633	192,967	353,496	378,614	-6.6%
Wuhan	149	15	48	161	197	176	11.9%
Xi An	10,199	0	10,856	0	21,055	0	—
Xiamen	56,206	48,607	54,595	46,750	110,801	95,357	16.2%
Total	1,658,296	1,453,336	1,688,340	1,537,354	3,346,636	2,990,690	11.9%

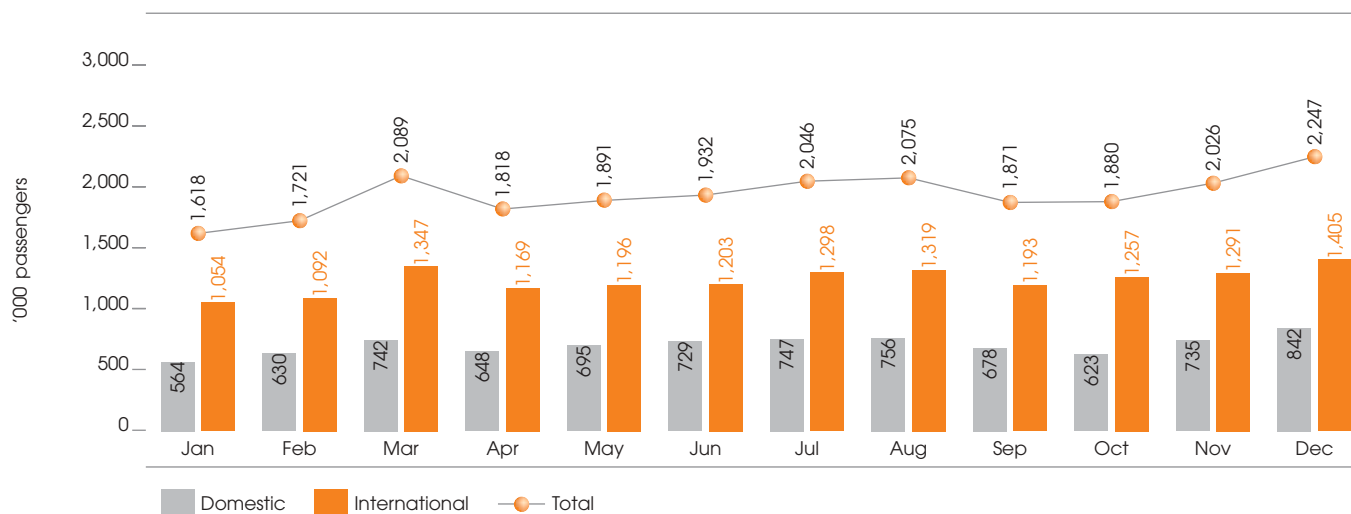
	ARRIVAL		DEPARTURE		TOTAL		
	2005	2004	2005	2004	2005	2004	%+/-
SOUTHWEST PACIFIC							
Adelaide	49,700	43,563	49,853	46,628	99,553	90,191	10.4%
Auckland	91,516	77,070	92,299	73,459	183,815	150,529	22.1%
Brisbane	68,456	54,500	66,307	53,371	134,763	107,871	24.9%
Melbourne	175,855	144,340	178,221	147,117	354,076	291,457	21.5%
Perth	107,187	95,561	109,692	98,598	216,879	194,159	11.7%
Sydney	192,586	157,792	193,166	159,308	385,752	317,100	21.6%
Total	685,300	572,826	689,538	578,481	1,374,838	1,151,307	19.4%
SOUTH ASIA							
Ahmedabad	16,697	375	16,933	195	33,630	570	5800.0%
Bangalore	30,291	23,771	33,842	25,055	64,133	48,826	31.4%
Chennai	189,098	139,043	152,367	119,790	341,465	258,833	31.9%
Colombo	70,544	72,631	73,595	61,306	144,139	133,937	7.6%
Delhi	66,198	46,766	62,671	45,274	128,869	92,040	40.0%
Dhaka	105,684	98,053	80,037	70,501	185,721	168,554	10.2%
Hyderabad	22,259	12,511	23,351	11,556	45,610	24,067	89.5%
Karachi	33,941	19,138	28,269	16,709	62,210	35,847	73.5%
Kathmandu	40,854	35,251	27,701	28,949	68,555	64,200	6.8%
Kochi	0	207	0	162	0	369	-100.0%
Kolkata	17,068	0	16,511	0	33,579	0	—
Male	11,923	12,224	16,859	13,859	28,782	26,083	10.3%
Mumbai	63,951	52,603	61,547	50,116	125,498	102,719	22.2%
Total	668,508	512,573	593,683	443,472	1,262,191	956,045	32.0%
CENTRAL ASIA							
Almaty	0	407	0	409	0	816	-100.0%
Tashkent	8,921	10,015	9,457	10,274	18,378	20,289	-9.4%
Total	8,921	10,422	9,457	10,683	18,378	21,105	-12.9%

Malaysia Airports Statistics 2005 (cont'd.)

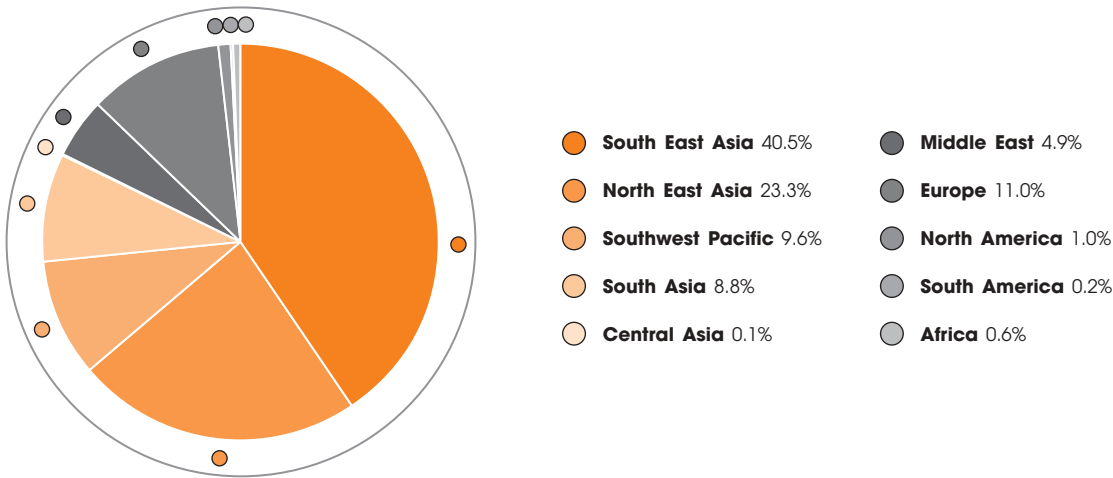
	ARRIVAL		DEPARTURE		TOTAL		
	2005	2004	2005	2004	2005	2004	%+/-
MIDDLE EAST							
Abu Dhabi	7,958	9,476	8,425	7,712	16,383	17,188	-4.7%
Amman	0	1,510	0	1,701	0	3,211	-100.0%
Bahrain	7,714	4,514	8,569	9,231	16,283	13,745	18.5%
Beirut	13,927	12,857	13,669	12,182	27,596	25,039	10.2%
Cairo	19,607	17,876	20,085	17,411	39,692	35,287	12.5%
Doha	48,394	33,014	44,258	33,979	92,652	66,993	38.3%
Dubai	93,631	73,284	102,118	97,323	195,749	170,607	14.7%
Jeddah	92,299	75,395	93,313	78,646	185,612	154,041	20.5%
Kuwait	1,527	939	1,362	1,054	2,889	1,993	45.0%
Madinah	8,130	2,828	20,974	30,308	29,104	33,136	-12.2%
Muscat	5,877	4,926	5,346	4,832	11,223	9,758	15.0%
Riyadh	23,356	25,104	18,055	17,696	41,411	42,800	-3.2%
Sanaa	5,679	4,486	5,713	3,835	11,392	8,321	36.9%
Tehran	14,791	20,133	14,774	19,826	29,565	39,959	-26.0%
Total	342,890	286,342	356,661	335,736	699,551	622,078	12.5%
EUROPE							
Amsterdam	166,763	145,982	172,225	151,574	338,988	297,556	13.9%
Frankfurt	67,621	74,546	70,784	77,064	138,405	151,610	-8.7%
Istanbul	16,315	13,138	17,148	12,791	33,463	25,929	29.1%
London	245,608	231,630	264,229	256,584	509,837	488,214	4.4%
Manchester	58,095	54,101	56,104	55,477	114,199	109,578	4.2%
Moscow	169	0	151		320	0	—
Munich	8,718	1,177	9,220	1,422	17,938	2,599	590.2%
Paris	70,251	60,656	72,372	60,741	142,623	121,397	17.5%
Rome	37,457	33,105	38,494	33,723	75,951	66,828	13.7%
Stockholm	17,503	2,661	15,408	1,995	32,911	4,656	606.9%
Vienna	49,753	38,613	52,350	41,338	102,103	79,951	27.7%
Zagreb	0	0	158	0	158	0	—
Zurich	33,395	30,465	33,437	30,938	66,832	61,403	8.8%
Total	771,648	686,074	802,080	723,647	1,573,728	1,409,721	11.6%

	ARRIVAL		DEPARTURE		TOTAL		
	2005	2004	2005	2004	2005	2004	%+/-
NORTH AMERICA							
Los Angeles	48,262	41,698	47,297	43,746	95,559	85,444	11.8%
New York	22,990	16,673	21,977	17,130	44,967	33,803	33.0%
Total	71,252	58,371	69,274	60,876	140,526	119,247	17.8%
SOUTH AMERICA							
Buenos Aires	12,737	11,160	13,928	11,110	26,665	22,270	19.7%
Total	12,737	11,160	13,928	11,110	26,665	22,270	19.7%
AFRICA							
Cape Town	12,137	12,361	13,761	13,656	25,898	26,017	-0.5%
Johannesburg	19,937	22,185	19,774	21,536	39,711	43,721	-9.2%
Mauritius	12,299	10,872	10,806	10,715	23,105	21,587	7.0%
Total	44,373	45,418	44,341	45,907	88,714	91,325	-2.9%
Grand Total	7,178,515	6,133,726	7,159,476	6,350,123	14,337,991	12,483,849	14.9%

KL INTERNATIONAL AIRPORT PASSENGER MOVEMENTS 2005



KL INTERNATIONAL AIRPORT PASSENGER MOVEMENTS BY SECTORS
INTERNATIONAL MOVEMENTS: 14,337,991



Airlines with more than 1% International Market Share

AIRLINES	PASSENGER MOVEMENTS	MARKET SHARE %
MALAYSIA AIRLINES	8,218,793	55.4%
AIRASIA	1,213,026	8.2%
SINGAPORE AIRLINES	982,930	6.6%
CATHAY PACIFIC	524,621	3.5%
THAI AIRWAYS	455,166	3.1%
CHINA AIRLINES	276,741	1.9%
KLM ROYAL DUTCH	239,898	1.6%
EMIRATES AIRLINES	205,127	1.4%
AUSTRIAN AIRLINES	198,123	1.3%
JAPAN AIRLINES	189,525	1.3%
SRILANKAN AIRLINES	184,209	1.2%
QATAR AIRWAYS	175,537	1.2%
SAUDI ARABIAN	160,201	1.1%

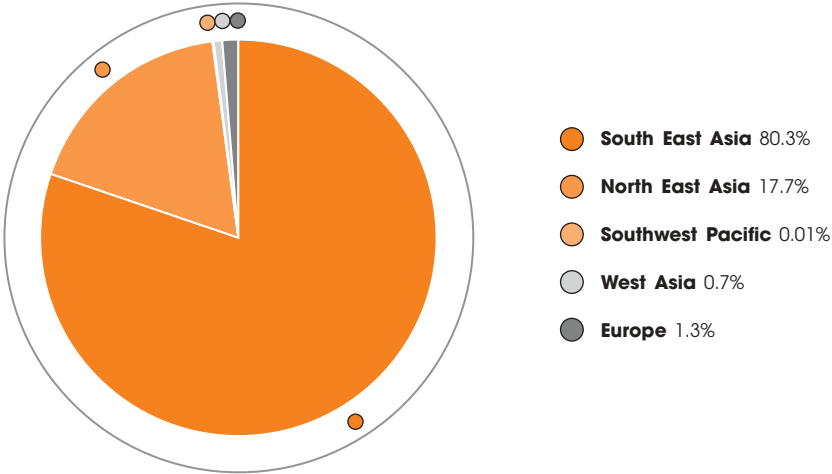
10 Highest Growth International Performance

AIRLINES	PASSENGER MOVEMENTS	% CHANGE OVER 2004
AIRASIA	1,213,026	135.0%
STAR AIR	16,924	133.2%
ROYAL NEPAL	34,096	118.8%
XIAMEN AIRLINES	76,179	117.1%
RIAU AIRLINES	4,456	107.8%
HAINAN AIRLINES	16,003	66.7%
KLM ROYAL DUTCH	239,898	52.8%
INDIAN AIRLINES	108,481	37.4%
SRILANKAN AIRLINES	184,209	27.2%
VIETNAM AIRLINES	102,877	25.5%

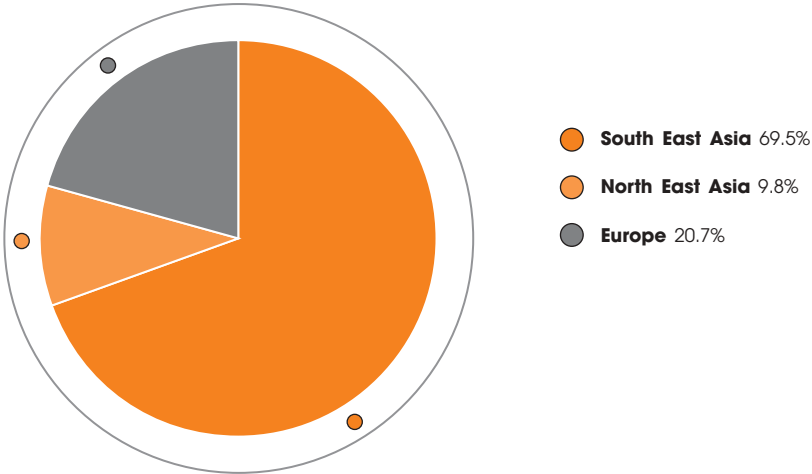
Domestic Airlines

AIRLINES	PASSENGER MOVEMENTS	% CHANGE OVER 2004
MALAYSIA AIRLINES	13,776,499	8.5%
AIRASIA	4,041,253	35.3%

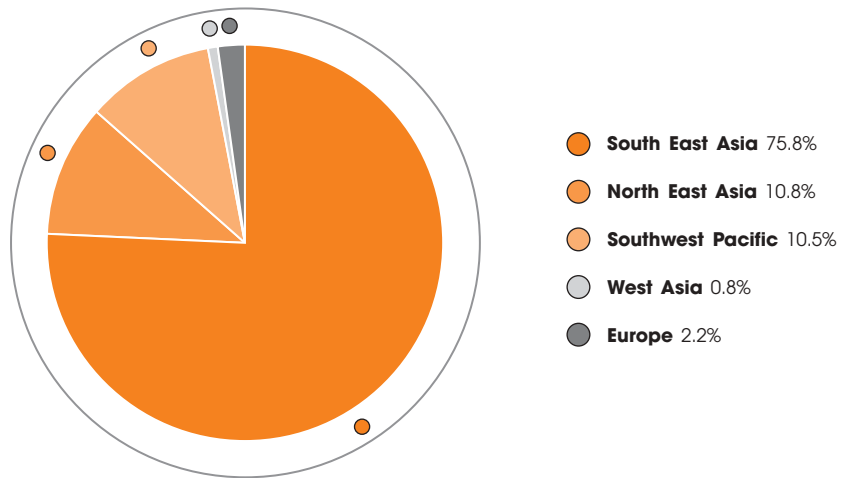
PENANG INTERNATIONAL PASSENGER MOVEMENTS BY SECTORS
INTERNATIONAL MOVEMENTS: 1,258,933



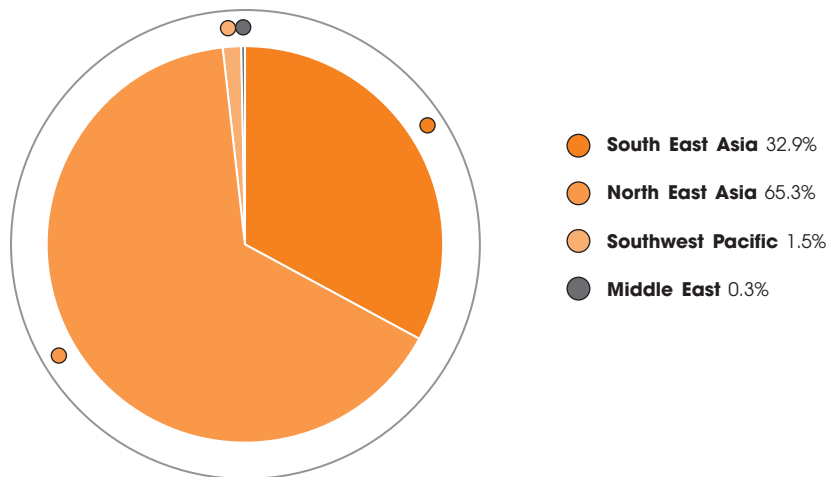
LANGKAWI INTERNATIONAL PASSENGER MOVEMENTS BY SECTORS
INTERNATIONAL MOVEMENTS: 73,959



KUCHING INTERNATIONAL PASSENGER MOVEMENTS BY SECTORS
INTERNATIONAL MOVEMENTS: 183,036



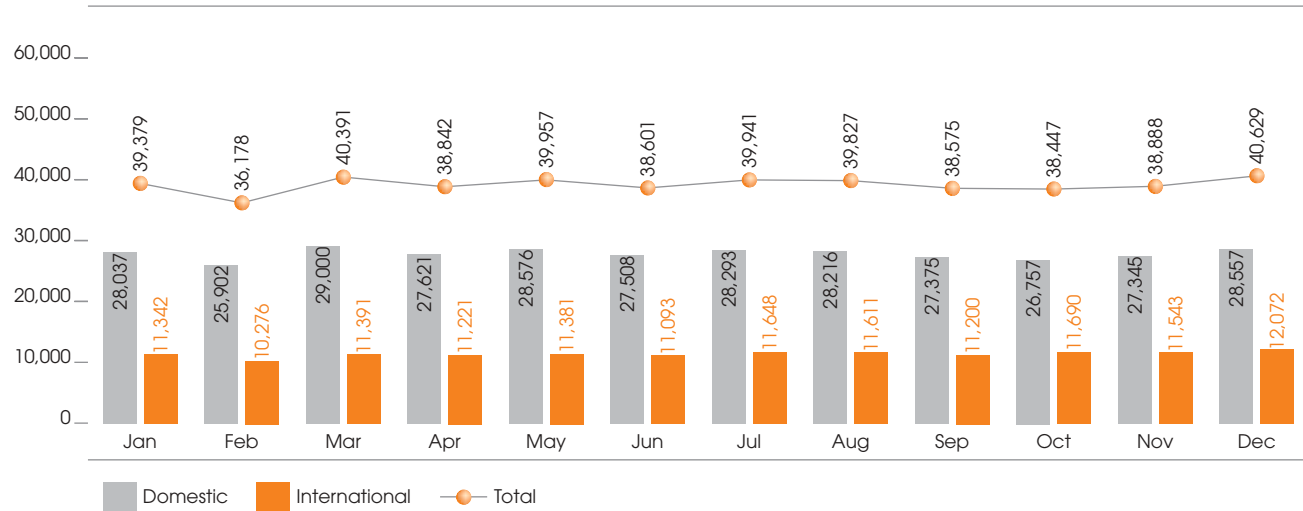
KOTA KINABALU INTERNATIONAL PASSENGER MOVEMENTS BY SECTORS
INTERNATIONAL MOVEMENTS: 611,172



Commercial Aircraft Movements 2005

AIRPORTS	DOMESTIC			INTERNATIONAL			TOTAL		
	Scheduled	Non-scheduled	Total	Scheduled	Non-scheduled	Total	2005	2004	% +/-
KLIA	77,222	444	77,666	101,820	1,855	103,675	181,341	164,483	10.2%
Penang	16,016	41	16,057	15,095	21	15,116	31,173	29,182	6.8%
Kota Kinabalu	38,149	4,163	42,312	7,206	162	7,368	49,680	50,313	-1.3%
Kuching	32,359	3,856	36,215	3,091	124	3,215	39,430	41,353	-4.7%
Langkawi	7,165	0	7,165	856	0	856	8,021	7,352	9.1%
Kota Bharu	5,720	3,045	8,765	0	0	0	8,765	8,888	-1.4%
Ipoh	724	0	724	421	0	421	1,145	1,402	-18.3%
Kuala Terengganu	4,621	2	4,623	0	0	0	4,623	4,776	-3.2%
Alor Star	3,259	8	3,267	0	0	0	3,267	3,568	-8.4%
Malacca	0	0	0	1,328	0	1,328	1,328	2,135	-37.8%
Subang	5,008	1,109	6,117	2,765	106	2,871	8,988	6,981	28.7%
Kuantan	3,448	0	3,448	52	0	52	3,500	3,748	-6.6%
Tioman	958	4	962	706	0	706	1,668	1,885	-11.5%
Pangkor	530	0	530	0	0	0	530	534	-0.7%
Redang	759	0	759	351	0	351	1,110	741	49.8%
Labuan	8,319	785	9,104	2	186	188	9,292	10,450	-11.1%
Lahad Datu	3,010	0	3,010	0	0	0	3,010	2,948	2.1%
Sandakan	10,121	655	10,776	4	96	100	10,876	10,184	6.8%
Tawau	8,131	186	8,317	190	24	214	8,531	8,019	6.4%
Bintulu	11,590	1,549	13,139	0	7	7	13,146	13,240	-0.7%
Miri	32,610	7,692	40,302	0	0	0	40,302	42,306	-4.7%
Sibu	14,677	2,006	16,683	0	0	0	16,683	17,162	-2.8%
Mulu	2,620	0	2,620	0	0	0	2,620	3,066	-14.5%
Limbang	5,490	0	5,490	0	0	0	5,490	5,625	-2.4%
STOL Sabah	814	0	814	0	0	0	814	812	0.2%
STOL Sarawak	14,322	0	14,322	0	0	0	14,322	13,816	3.7%
Peninsular Malaysia	125,430	4,653	130,083	123,394	1,982	125,376	255,459	235,675	8.4%
Sabah	68,544	5,789	74,333	7,402	468	7,870	82,203	82,726	-0.6%
Sarawak	113,668	15,103	128,771	3,091	131	3,222	131,993	136,568	-3.3%
Total 2005	307,642	25,545	333,187	133,887	2,581	136,468	469,655	454,969	3.2%
Total 2004	300,247	30,448	330,695	121,883	2,391	124,274	454,969		
% change	2.5%	-16.1%	0.8%	9.8%	7.9%	9.8%	3.2%		

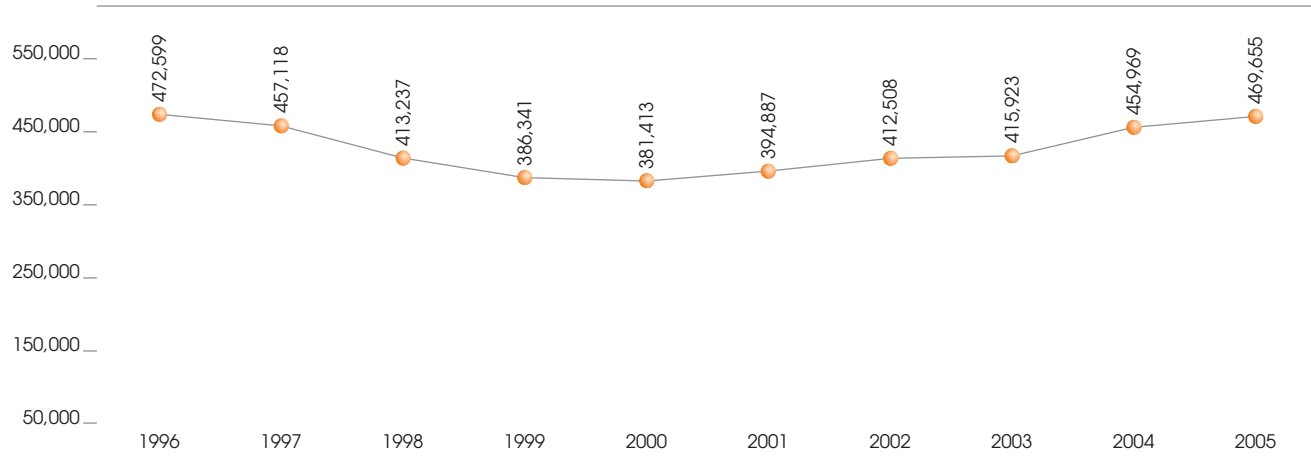
COMMERCIAL AIRCRAFT MOVEMENTS AT MALAYSIA AIRPORTS



Commercial Aircraft Movements (1996-2005)

AIRPORTS											
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	% +/-
KLIA	—	—	63,513	116,012	109,339	113,147	127,462	139,101	164,483	181,341	10.2%
Penang	34,291	33,253	30,191	27,470	27,672	28,866	28,861	26,516	29,182	31,173	6.8%
Kota Kinabalu	43,004	43,272	37,639	38,049	39,889	38,680	42,177	42,491	50,313	49,680	-1.3%
Kuching	36,865	35,770	33,141	31,561	34,551	36,625	39,477	38,676	41,353	39,430	-4.7%
Langkawi	12,062	10,186	8,916	8,306	8,947	9,448	7,910	7,168	7,352	8,021	9.1%
Johor Bahru	15,880	16,022	13,018	10,678	11,432	11,513	9,291	8,848	—	—	—
Kota Bharu	8,662	9,048	8,452	5,642	4,588	4,808	6,255	7,520	8,888	8,765	-1.4%
Ipoh	5,902	4,310	3,782	2,102	2,117	1,946	1,662	1,572	1,402	1,145	-18.3%
Kuala Terengganu	4,608	4,120	4,198	3,512	3,210	3,366	3,196	4,221	4,776	4,623	-3.2%
Alor Star	4,158	4,256	3,762	3,164	2,968	2,978	2,940	3,646	3,568	3,267	-8.4%
Malacca	1,960	630	430	436	458	278	182	1,102	2,135	1,328	-37.8%
Subang	158,500	158,013	87,488	23,461	25,423	22,441	14,685	5,140	6,981	8,988	28.7%
Kuantan	5,912	6,316	5,703	4,590	3,782	4,046	3,764	3,743	3,748	3,500	-6.6%
Tioman	7,420	5,490	4,920	3,440	2,000	2,708	2,357	2,173	1,885	1,668	-11.5%
Pangkor	0	0	0	586	520	652	519	511	534	530	-0.7%
Redang	—	—	—	—	—	—	—	—	741	1,110	49.8%
Labuan	13,743	13,376	10,780	8,340	7,261	7,572	8,358	9,661	10,450	9,292	-11.1%
Lahad Datu	2,336	2,630	2,268	2,322	2,556	2,694	2,886	2,882	2,948	3,010	2.1%
Sandakan	9,482	9,554	7,998	8,559	9,214	9,325	9,474	9,985	10,184	10,876	6.8%
Tawau	7,314	7,737	7,085	6,346	6,428	6,547	6,928	7,450	8,019	8,531	6.4%
Bintulu	12,495	12,203	10,126	10,043	11,642	12,646	14,111	13,288	13,240	13,146	-0.7%
Miri	37,096	32,173	29,486	36,602	32,706	36,010	39,545	40,468	42,306	40,302	-4.7%
Sibu	19,906	17,466	16,574	14,631	15,301	16,589	16,791	16,593	17,162	16,683	-2.8%
Mulu	4,096	4,404	2,984	2,708	2,684	3,484	4,536	3,422	3,066	2,620	-14.5%
Limbang	8,570	7,662	5,374	4,134	4,840	5,130	4,688	4,994	5,625	5,490	-2.4%
STOL Sabah	1,144	1,154	1,144	1,074	905	902	922	936	812	814	0.2%
STOL Sarawak	17,193	18,073	14,265	12,573	10,980	12,486	13,531	13,816	13,816	14,322	3.7%
Peninsular	259,355	251,644	234,373	209,399	202,456	206,197	209,084	211,261	235,675	255,459	8.4%
Sabah	77,023	77,723	66,914	64,690	66,253	65,720	70,745	73,405	82,726	82,203	-0.6%
Sarawak	136,221	127,751	111,950	112,252	112,704	122,970	132,679	131,257	136,568	131,993	-3.3%
Total	472,599	457,118	413,237	386,341	381,413	394,887	412,508	415,923	454,969	469,655	3.2%
% change	8.1%	-3.3%	-9.6%	-6.5%	-1.3%	3.5%	4.5%	0.8%	9.4%	3.2%	

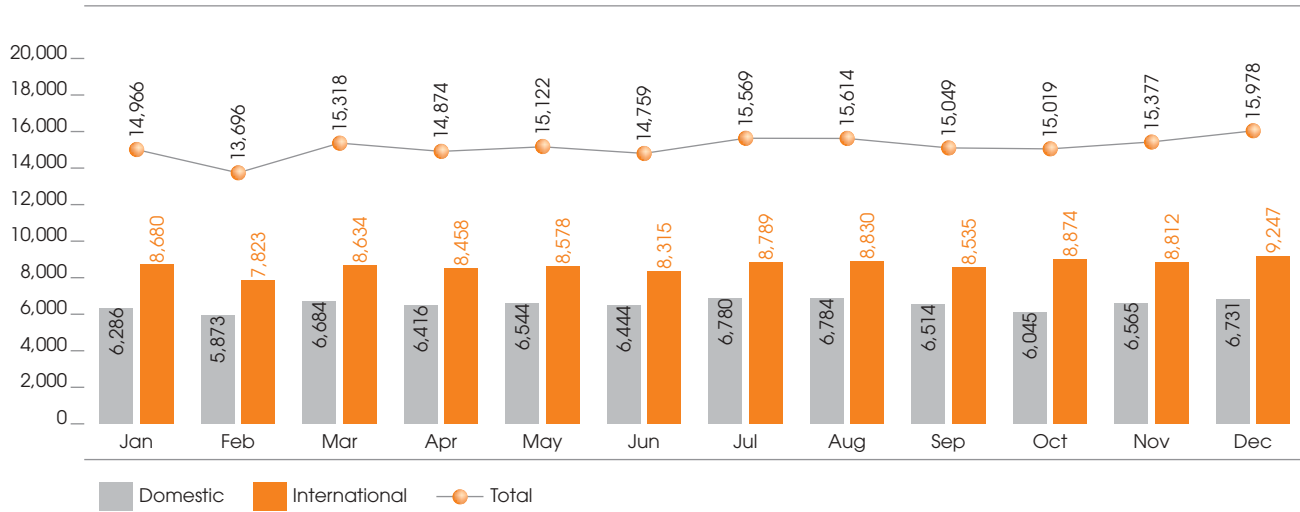
COMMERCIAL AIRCRAFT MOVEMENTS AT MALAYSIA AIRPORTS (1996-2005)



All Aircraft Movements (1996-2005)

AIRPORTS											%+/-
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	
KLIA	—	—	64,123	116,589	109,925	113,590	127,952	139,947	165,115	182,537	10.6%
Penang	35,961	35,446	32,445	29,203	29,788	32,676	32,503	30,558	33,069	34,616	4.7%
Kota Kinabalu	45,726	49,148	38,716	40,634	41,411	40,157	44,528	44,748	52,352	51,824	-1.0%
Kuching	40,477	40,872	35,147	34,868	37,203	39,815	42,975	42,138	45,340	43,253	-4.6%
Langkawi	19,704	13,248	10,894	12,050	11,267	12,724	9,686	8,913	8,711	8,964	2.9%
Johor Bahru	22,860	21,418	17,392	15,944	17,780	18,591	28,759	22,253	—	—	—
Kota Bharu	9,238	9,606	8,692	6,700	5,348	5,668	8,527	10,010	11,869	11,194	-5.7%
Ipoh	13,023	8,335	6,085	5,721	5,096	6,330	8,562	8,505	7,075	26,657	276.8%
Kuala Terengganu	5,380	5,092	4,338	3,876	3,668	3,880	4,159	5,508	5,834	5,622	-3.6%
Alor Star	41,894	42,562	33,042	43,560	29,846	36,592	24,539	18,318	14,784	17,632	19.3%
Malacca	24,250	9,788	9,058	11,612	26,132	33,274	40,030	57,636	70,369	77,504	10.1%
Subang	163,493	162,652	88,882	27,753	38,129	35,691	28,170	19,616	22,757	29,668	30.4%
Kuantan	6,056	6,502	5,859	4,830	4,132	4,294	4,043	4,054	4,088	3,757	-8.1%
Tioman	7,736	5,776	5,086	3,688	2,354	2,994	2,641	2,633	2,447	2,146	-12.3%
Pangkor	0	0	49	1,113	837	898	764	657	698	752	7.7%
Redang	—	—	—	—	—	—	—	—	741	1,121	51.3%
Labuan	13,901	13,706	10,944	8,550	7,585	7,750	8,871	9,896	10,668	9,510	-10.9%
Lahad Datu	2,540	2,726	2,278	2,372	2,674	2,774	2,990	3,035	3,055	3,160	3.4%
Sandakan	9,986	10,542	8,680	9,309	10,395	10,257	10,569	10,588	10,823	11,662	7.8%
Tawau	8,561	8,410	7,321	7,113	7,669	7,787	8,148	8,368	8,900	9,814	10.3%
Bintulu	13,326	12,876	10,793	11,050	12,097	12,972	14,485	13,627	13,546	13,619	0.5%
Miri	38,198	38,291	33,605	39,760	36,250	39,580	42,714	43,460	45,269	42,865	-5.3%
Sibu	20,243	19,551	17,099	16,096	15,743	16,995	17,113	16,885	17,650	17,330	-1.8%
Mulu	4,096	4,404	2,984	2,708	2,684	3,484	4,654	3,524	3,122	2,642	-15.4%
Limbang	8,570	7,662	5,374	4,134	4,840	5,130	4,688	5,046	5,691	5,568	-2.2%
STOL Sabah	1,144	1,154	1,144	1,074	905	902	922	938	812	814	0.2%
STOL Sarawak	17,193	18,073	14,265	12,573	10,980	12,486	13,531	13,305	13,838	11,460	-17.2%
Peninsular Malaysia	349,595	320,425	285,945	282,639	284,302	307,202	320,335	328,608	347,557	402,170	15.7%
Sabah	81,858	85,686	69,083	69,052	70,639	69,627	76,028	77,573	86,610	86,784	0.2%
Sarawak	142,103	141,729	119,267	121,189	119,797	130,462	140,160	137,985	144,456	136,737	-5.3%
Total	573,556	547,840	474,295	472,880	474,738	507,291	536,523	544,166	578,623	625,691	8.1%
% change	1.8%	-4.5%	-13.4%	-0.3%	0.4%	6.9%	5.8%	1.4%	6.3%	8.1%	

KL INTERNATIONAL AIRPORT COMMERCIAL AIRCRAFT MOVEMENTS 2005

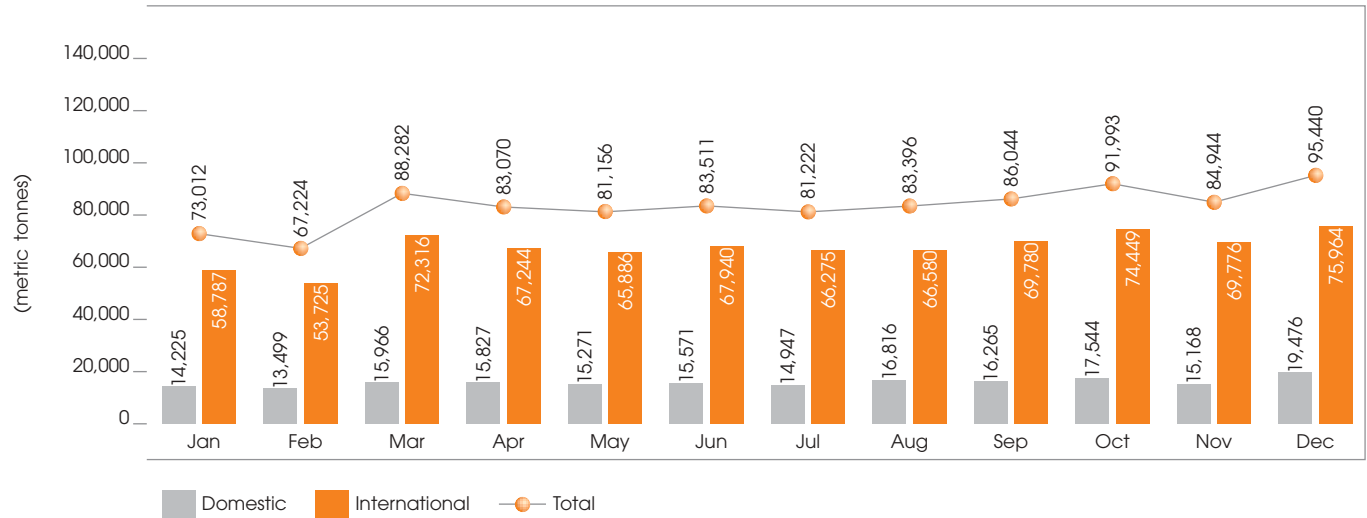


Cargo Movements 2005

AIRPORTS	DOMESTIC			INTERNATIONAL			TOTAL			TRANSIT		
(kg)	Arrival	Departure	Total	Arrival	Departure	Total	2005*	2004*	% +/-	Domestic	Int'l	Total
KLIA	24,232,982	39,622,170	63,855,152	279,647,647	310,150,973	589,798,620	653,653,772	651,746,684	0.3%	0	0	0
Penang	26,347,337	16,617,146	42,964,483	57,252,783	93,416,211	150,668,993	221,971,388	212,368,526	4.5%	0	28,337,912	28,337,912
Kota Kinabalu	13,646,410	9,049,726	22,696,136	1,080,611	1,696,131	2,776,742	25,472,878	27,190,902	-6.3%	0	0	—
Kuching	15,006,095	10,641,119	25,647,214	931,013	527,768	1,458,781	28,406,894	26,072,802	9.0%	983,547	317,352	1,300,899
Langkawi	367,377	46,719	414,096	34,722	489	35,211	449,307	324,850	38.3%	0	0	—
Kota Bharu	107,749	60,648	168,397	—	—	—	168,397	235,336	-28.4%	0	0	—
Ipoh	71,067	21,120	92,187	148,837	195,920	344,757	436,944	735,152	-40.6%	0	0	—
Kuala Terengganu	64,181	29,334	93,515	—	—	—	93,515	123,523	-24.3%	0	0	—
Alor Star	38,632	79,807	118,439	—	—	—	118,439	66,725	77.5%	0	0	—
Malacca	50	9,601	9,651	123,442	154,088	277,530	370,401	602,495	-38.5%	28,093	55,127	83,220
Subang	6,681,783	5,212,302	11,894,085	16,315,581	17,872,484	34,188,065	46,082,150	18,669,894	146.8%	0	0	—
Kuantan	68,080	6,520	74,600	—	—	—	74,600	63,585	17.3%	0	0	—
Tioman	—	—	—	—	—	—	0	—	—	0	0	—
Pangkor	—	—	—	—	—	—	0	—	—	0	0	—
Labuan	1,174,034	334,898	1,508,932	334,318	71,283	405,601	3,076,533	2,652,744	16.0%	1,162,000	0	1,162,000
Lahad Datu	287,975	46,084	334,059	—	—	—	334,059	390,454	-14.4%	0	0	—
Sandakan	1,609,881	2,866,437	4,476,318	26,274	28,614	54,888	4,531,206	4,052,630	11.8%	0	0	—
Tawau	651,315	3,233,630	3,884,945	—	—	—	3,885,314	2,968,288	30.9%	369	0	369
Bintulu	1,545,940	528,327	2,074,267	—	—	—	2,109,983	1,374,529	53.5%	35,716	0	35,716
Miri	3,982,963	1,405,947	5,388,910	—	—	—	5,392,310	4,720,547	14.2%	3,400	0	3,400
Sibu	1,111,130	265,965	1,377,095	—	—	—	1,377,095	1,567,455	-12.1%	0	0	—
Mulu	456,964	2,512	459,476	—	—	—	459,476	102,476	348.4%	0	0	—
Limbang	149,309	140,001	289,310	—	—	—	289,310	178,697	61.9%	0	0	—
STOL Sabah	554	875	1,429	—	—	—	1,429	1,815	-21.3%	0	0	—
STOL Sarawak	212,254	310,058	522,312	—	—	—	539,681	861,603	-37.4%	17,369	0	17,369
Peninsular Malaysia	57,979,238	61,705,367	119,684,605	353,523,012	421,790,165	775,313,176	923,418,913	884,936,770	4.3%	28,093	28,393,039	28,421,132
Sabah	17,370,168	15,531,650	32,901,818	1,441,203	1,796,028	3,237,232	37,301,419	37,256,833	0.1%	1,162,369	—	1,162,369
Sarawak	22,464,655	13,293,929	35,758,584	931,013	527,768	1,458,781	38,574,749	34,878,109	10.6%	1,040,032	317,352	1,357,384
Total 2005	97,814,061	90,530,946	188,345,007	355,895,228	424,113,961	780,009,189	999,295,081	957,071,712	4.4%	2,230,494	28,710,391	30,940,885
Total 2004	81,040,182	83,476,360	164,516,542	349,788,873	413,017,071	762,805,944	957,071,712			10,195,541	19,553,685	29,749,226
% change	20.7%	8.5%	14.5%	1.7%	2.7%	2.3%	4.4%			-78.1%	46.8%	4.0%

Note: *Including transit cargo

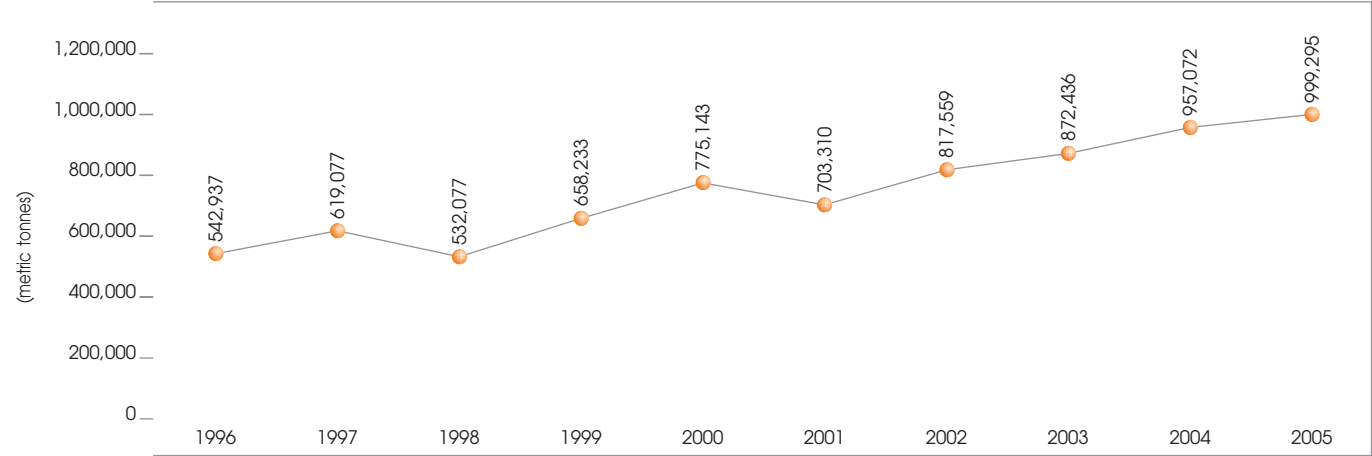
CARGO MOVEMENTS AT MALAYSIA AIRPORTS



Cargo Movements (1996-2005)

AIRPORTS											
(Metric tonnes)	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	%+/-
KLIA	—	—	159,641	417,068	510,594	440,864	527,124	586,195	651,747	653,654	0.3%
Penang	101,716	122,176	137,021	158,654	171,787	176,317	202,044	197,567	212,369	221,971	4.5%
Kota Kinabalu	23,099	37,203	27,942	27,087	27,347	24,887	28,112	25,638	27,191	25,473	-6.3%
Kuching	20,420	22,542	17,447	22,055	24,200	22,897	24,835	26,278	26,073	28,407	9.0%
Langkawi	444	349	420	244	403	213	210	287	325	449	38.3%
Johor Bahru	4,082	2,068	1,411	2,072	6,014	4,157	3,849	3,697	—	—	—
Kota Bharu	427	399	346	317	343	407	404	315	235	168	-28.4%
Ipoh	753	612	362	371	359	361	388	498	735	437	-40.6%
Kuala Terengganu	133	130	156	146	160	186	151	160	124	94	-24.3%
Alor Star	230	197	165	131	95	54	30	17	67	118	77.5%
Malacca	64	42	55	83	86	48	49	214	602	370	-38.5%
Subang	372,339	413,695	166,794	14,069	15,893	14,445	12,261	14,358	18,670	46,082	146.8%
Kuantan	129	159	136	110	109	121	96	64	64	75	17.3%
Tioman	0	0	0	0	0	0	0	0	0	0	—
Pangkor	0	0	0	46	2	0	0	0	0	0	—
Labuan	2,917	2,112	1,629	1,745	2,597	2,946	3,176	2,733	2,653	3,077	16.0%
Lahad Datu	267	370	312	345	353	389	469	400	390	334	-14.4%
Sandakan	2,526	2,718	2,345	2,767	2,527	2,562	2,665	3,713	4,053	4,531	11.8%
Tawau	3,924	4,503	3,188	3,216	3,781	3,935	3,612	2,701	2,968	3,885	30.9%
Bintulu	1,054	951	740	978	1,167	1,196	1,176	940	1,375	2,110	53.5%
Miri	5,134	5,196	3,158	3,837	4,200	4,096	3,903	3,881	4,721	5,392	14.2%
Sibu	1,758	1,904	1,499	1,745	1,874	2,006	1,916	1,701	1,567	1,377	-12.1%
Mulu	62	0	3	0	0	0	18	4	102	459	348.4%
Limbang	299	315	4,249	164	217	173	249	226	179	289	61.9%
STOL Sabah	17	6	17	5	34	3,658	4	2	1.82	1.43	-21.3%
STOL Sarawak	1,143	1,432	3,042	976	1,000	1,046	818	847	862	540	-37.4%
Peninsular Malaysia	480,316	539,826	466,505	593,311	705,846	637,173	746,607	803,372	884,937	923,419	4.3%
Sabah	32,751	46,913	35,434	35,166	36,639	34,723	38,037	35,187	37,257	37,301	0.1%
Sarawak	29,870	32,338	30,138	29,757	32,658	31,414	32,915	33,876	34,878	38,575	10.6%
Grand Total	542,937	619,077	532,077	658,233	775,143	703,310	817,559	872,436	957,072	999,295	4.4%
% change	12.4%	14.0%	-14.1%	23.7%	17.8%	-9.3%	16.2%	6.7%	9.7%	4.4%	

CARGO MOVEMENTS AT MALAYSIA AIRPORTS (1996-2005)



International Cargo Movements by Sectors at KL International Airport

SECTOR (KG)	ARRIVAL		DEPARTURE		TOTAL		%+/-
	2005	2004	2005	2004	2005	2004	
SOUTH EAST ASIA							
B. Seri Begawan	109,111	267,331	1,470,888	2,533,248	1,579,999	2,800,579	-43.6%
Balikpapan	0	4,572	0	6,137	0	10,709	-100.0%
Bangkok	11,005,066	13,494,696	13,129,026	14,744,543	24,134,092	28,239,239	-14.5%
Cebu	87,856	80,832	137,080	125,287	224,936	206,119	9.1%
Clark Field	1,868,790	1,697,405	2,026,936	2,012,881	3,895,726	3,710,286	5.0%
Denpasar Bali	708,450	679,872	88,454	121,137	796,904	801,009	-0.5%
Hanoi	586,747	279,772	589,378	545,174	1,176,125	824,946	42.6%
Ho Chi Minh City	1,362,874	790,047	1,215,786	1,048,928	2,578,660	1,838,975	40.2%
Jakarta	6,584,353	6,132,027	7,809,108	6,241,178	14,393,461	12,373,205	16.3%
Manado	0	10,582	0	5,243	0	15,825	-100.0%
Manila	932,080	2,022,318	1,963,506	3,841,344	2,895,586	5,863,662	-50.6%
Medan	804,832	361,100	254,434	148,262	1,059,266	509,362	108.0%
Padang	42,780	25,516	3,241	2,272	46,021	27,788	65.6%
Phnom Penh	421,360	617,269	471,266	467,622	892,626	1,084,891	-17.7%
Phuket	12,851	20,705	15,884	13,617	28,735	34,322	-16.3%
Siem Reap	0	0	52,409	98	52,409	98	53378.6%
Singapore	20,874,939	19,325,641	25,879,515	25,583,382	46,754,454	44,909,023	4.1%
Subic Bay	6,429,027	6,102,715	2,745,322	2,807,682	9,174,349	8,910,397	3.0%
Surabaya	1,294,308	1,372,634	288,703	337,560	1,583,011	1,710,194	-7.4%
Yangon	174,686	233,463	376,335	295,736	551,021	529,199	4.1%
Yogyakarta	32,479	12,290	3,872	25,470	36,351	37,760	-3.7%
Total	53,332,589	53,530,787	58,521,143	60,906,801	111,853,732	114,437,588	-2.3%
NORTH EAST ASIA							
Beijing	5,283,196	3,731,110	2,926,786	3,087,667	8,209,982	6,818,777	20.4%
Chengdu	229,827	117,216	177,071	3,789	406,898	121,005	236.3%
Fukuoka	1,598,659	200,970	1,816,421	249,867	3,415,080	450,837	657.5%
Fuzhou	144,289	35,727	120,154	155,137	264,443	190,864	38.6%
Guangzhou	6,033,219	4,320,565	2,876,053	1,335,616	8,909,272	5,656,181	57.5%
Haikou	3,376	0	0	0	3,376	0	—
Hangzhou	2,928,011	350,749	45,762	7,765	2,973,773	358,514	729.5%
Hong Kong	28,834,161	26,272,141	20,745,326	19,010,905	49,579,487	45,283,046	9.5%
Kaoshiung	458,133	772,543	219,671	673,765	677,804	1,446,308	-53.1%

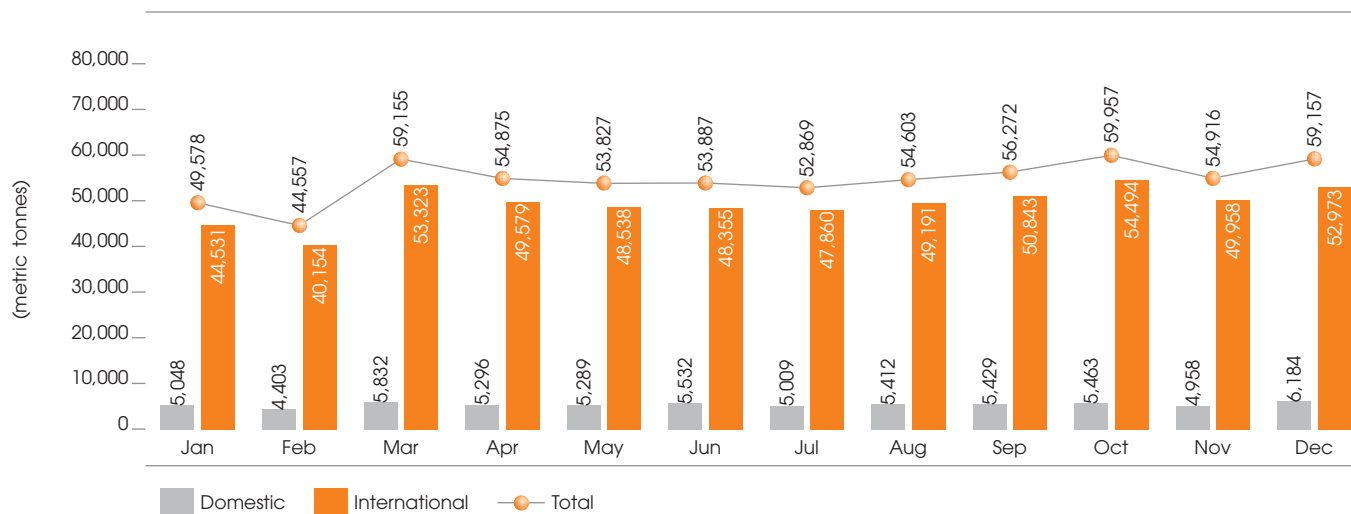
SECTOR (KG)	ARRIVAL		DEPARTURE		TOTAL		
	2005	2004	2005	2004	2005	2004	%+/-
NORTH EAST ASIA (CONT'D.)							
Kunming	847,789	0	106,513	0	954,302	0	—
Nagoya	2,813,225	2,402,119	2,438,315	2,181,172	5,251,540	4,583,291	14.6%
Nanning	500	0	0	0	500	0	—
Osaka	8,310,628	10,278,317	8,088,822	9,916,786	16,399,450	20,195,103	-18.8%
Seoul	17,928,244	19,500,920	17,420,997	17,884,558	35,349,241	37,385,478	-5.4%
Shanghai Hongqiao	29,805,278	29,482,176	11,932,949	13,170,052	41,738,227	42,652,228	-2.1%
Shanghai Pu Dong	255,301	186,128	438,328	207,287	693,629	393,415	76.3%
Shenzhen	607,890	0	577,579	0	1,185,469	0	—
Taipei	17,918,172	19,287,027	13,269,220	11,946,741	31,187,392	31,233,768	-0.1%
Tokyo	12,908,342	13,887,563	19,590,744	20,997,614	32,499,086	34,885,177	-6.8%
Xi An	414,372	0	26,610	0	440,982	0	—
Xiamen	2,153,589	2,237,901	1,304,308	897,077	3,457,897	3,134,978	10.3%
Total	139,476,201	133,063,172	104,121,629	101,725,798	243,597,830	234,788,970	3.8%
SOUTHWEST PACIFIC							
Adelaide	896,749	1,239,913	2,063,223	2,168,742	2,959,972	3,408,655	-13.2%
Auckland	1,355,025	1,326,277	3,636,887	3,099,908	4,991,912	4,426,185	12.8%
Avalon	266,375	270,938	446,692	530,021	713,067	800,959	-11.0%
Brisbane	940,221	1,101,102	2,544,616	2,100,813	3,484,837	3,201,915	8.8%
Christmas Island	0	0	7,382	8,240	7,382	8,240	-10.4%
Darwin	0	52,512	0	0	0	52,512	-100.0%
Melbourne	5,802,204	5,898,656	9,929,663	13,765,614	15,731,867	19,664,270	-20.0%
Perth	1,646,709	1,288,396	3,015,089	2,832,782	4,661,798	4,121,178	13.1%
Sydney	2,719,450	3,161,363	16,411,438	19,909,555	19,130,888	23,070,918	-17.1%
Total	13,626,733	14,339,157	38,054,990	44,415,675	51,681,723	58,754,832	-12.0%
SOUTH ASIA							
Ahmedabad	529,794	10,201	165,230	680	695,024	10,881	6287.5%
Bangalore	1,371,558	992,109	1,796,076	1,415,675	3,167,634	2,407,784	31.6%
Chennai	2,792,802	2,831,711	4,421,053	3,955,441	7,213,855	6,787,152	6.3%
Colombo	1,446,908	1,461,358	1,679,175	1,363,509	3,126,083	2,824,867	10.7%
Dhaka	4,168,493	4,884,595	3,355,083	3,326,526	7,523,576	8,211,121	-8.4%
Delhi	2,049,079	1,683,929	1,966,224	1,512,555	4,015,303	3,196,484	25.6%
Hyderabad	883,357	402,609	1,268,898	645,042	2,152,255	1,047,651	105.4%
Karachi	1,602,485	1,436,087	1,050,950	645,999	2,653,435	2,082,086	27.4%
Kathmandu	165,375	248,952	93,058	45,299	258,433	294,251	-12.2%
Kolkata	737,793	0	779,146	0	1,516,939	0	—
Male	619,445	660,460	1,674,600	1,244,106	2,294,045	1,904,566	20.4%
Mumbai	2,133,251	2,358,697	2,850,863	2,130,823	4,984,114	4,489,520	11.0%
Total	18,500,340	16,970,708	21,100,356	16,285,655	39,600,696	33,256,363	19.1%

Malaysia Airports Statistics 2005 (cont'd.)

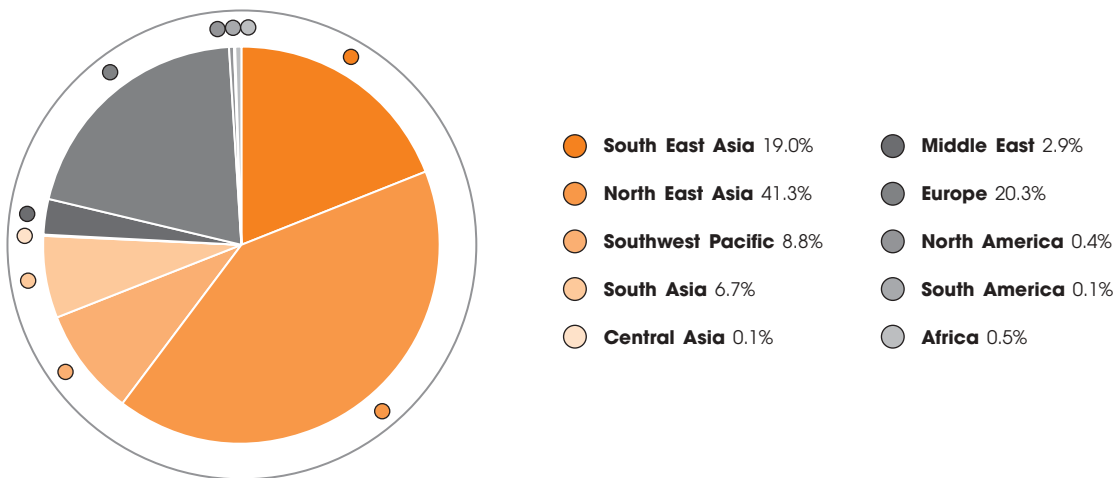
SECTOR (KG)	ARRIVAL		DEPARTURE		TOTAL		
	2005	2004	2005	2004	2005	2004	%+/-
CENTRAL ASIA							
Tashkent	7,782	8,586	427,725	376,551	435,507	385,137	13.1%
Total	7,782	8,586	427,725	376,551	435,507	385,137	13.1%
WEST ASIA							
Abu Dhabi	54,823	184,383	295,224	321,210	350,047	505,593	-30.8%
Amman	0	9,056	0	91,911	0	100,967	-100.0%
Bahrain	24,019	96,054	185,669	386,830	209,688	482,884	-56.6%
Beirut	82,887	31,474	684,832	591,611	767,719	623,085	23.2%
Cairo	558,254	391,991	1,078,092	710,843	1,636,346	1,102,834	48.4%
Doha	207,412	239,288	1,030,809	540,159	1,238,221	779,447	58.9%
Dubai	1,879,435	1,838,623	6,426,496	6,224,778	8,305,931	8,063,401	3.0%
Jeddah	860,023	944,186	2,547,159	2,135,249	3,407,182	3,079,435	10.6%
Kuwait	0	0	182	22,825	182	22,825	-99.2%
Madinah	17,162	31,100	200,310	112,096	217,472	143,196	51.9%
Muscat	18,201	76,564	93,653	110,739	111,854	187,303	-40.3%
Riyadh	48,418	30,516	234,304	362,503	282,722	393,019	-28.1%
Sanaa	31,682	19,015	59,152	76,565	90,834	95,580	-5.0%
Tehran	65,999	96,442	533,351	565,364	599,350	661,806	-9.4%
Total	3,848,315	3,988,692	13,369,233	12,252,683	17,217,548	16,241,375	6.0%
EUROPE							
Amsterdam	13,001,668	17,071,163	23,703,620	26,647,380	36,705,288	43,718,543	-16.0%
Basel	2,263,308	2,925,409	0	0	2,263,308	2,925,409	-22.6%
Frankfurt	15,334,797	14,287,376	15,241,980	21,195,843	30,576,777	35,483,219	-13.8%
Istanbul	908,398	1,060,140	1,183,901	1,004,875	2,092,299	2,065,015	1.3%
London	5,231,532	6,208,713	9,968,381	9,377,705	15,199,913	15,586,418	-2.5%
Luxembourg	2,902,243	3,607,611	4,323,811	3,865,508	7,226,054	7,473,119	-3.3%
Maastricht	14,928	0	68,294	0	83,222	0	—
Manchester	964,347	1,740,965	3,896,357	5,290,353	4,860,704	7,031,318	-30.9%
Moscow	0	0	28,878	0	28,878	0	—
Munich	822,221	0	1,593,945	0	2,416,166	0	—
Paris	1,920,089	1,763,536	2,955,728	2,825,054	4,875,817	4,588,590	6.3%
Rome	1,688,115	1,416,629	1,528,383	1,366,966	3,216,498	2,783,595	15.6%
Stockholm	796,189	49,721	1,236,857	216,076	2,033,046	265,797	664.9%
Turin	95,406	0	0	0	95,406	0	—
Vienna	1,226,166	582,418	3,773,271	3,279,632	4,999,437	3,862,050	29.5%
Zurich	1,286,119	1,213,630	1,802,108	1,544,000	3,088,227	2,757,630	12.0%
Total	48,455,526	51,927,311	71,305,514	76,613,392	119,761,040	128,540,703	-6.8%

SECTOR (KG)	ARRIVAL		DEPARTURE		TOTAL		
	2005	2004	2005	2004	2005	2004	%+/-
NORTH AMERICA							
Los Angeles	664,573	577,608	1,176,667	1,165,074	1,841,240	1,742,682	5.7%
New York	184,943	387,475	163,649	94,277	348,592	481,752	-27.6%
Total	849,516	965,083	1,340,316	1,259,351	2,189,832	2,224,434	-1.6%
SOUTH AMERICA							
Buenos Aires	296,639	317,555	237,980	164,335	534,619	481,890	10.9%
Total	296,639	317,555	237,980	164,335	534,619	481,890	10.9%
AFRICA							
Cape Town	836,418	754,760	407,811	424,750	1,244,229	1,179,510	5.5%
Johannesburg	305,901	681,295	983,267	1,035,309	1,289,168	1,716,604	-24.9%
Mauritius	111,687	116,288	281,009	289,284	392,696	405,572	-3.2%
Total	1,254,006	1,552,343	1,672,087	1,749,343	2,926,093	3,301,686	-11.4%
Grand Total	279,647,647	276,663,394	310,150,973	315,749,584	589,798,620	592,412,978	-0.4%

KL INTERNATIONAL AIRPORT CARGO MOVEMENTS 2005



KL INTERNATIONAL AIRPORT CARGO MOVEMENTS BY SECTORS
INTERNATIONAL MOVEMENTS: 589,799 METRIC TONNES



Airlines with more than 1% International Market Share

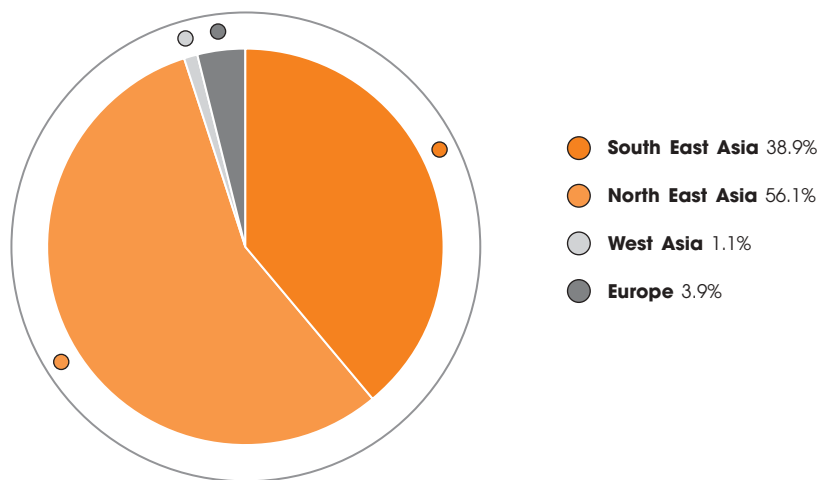
AIRLINES	CARGO (MT)	MARKET SHARE %
MALAYSIA AIRLINES	394,844	66.9%
SINGAPORE AIRLINES	27,123	4.6%
KOREAN AIRLINES	27,053	4.6%
CATHAY PACIFIC	14,777	2.5%
CHINA AIRLINES	14,527	2.5%
JAPAN AIRLINES	13,252	2.2%
THAI AIRWAYS	13,102	2.2%
NIPPON CARGO	11,409	1.9%
EVA AIRWAYS	9,921	1.7%
FEDERAL EXPRESS	9,193	1.6%
CARGOLUX	8,082	1.4%
KLM ROYAL DUTCH	7,114	1.2%

10 Highest Growth International Performance*

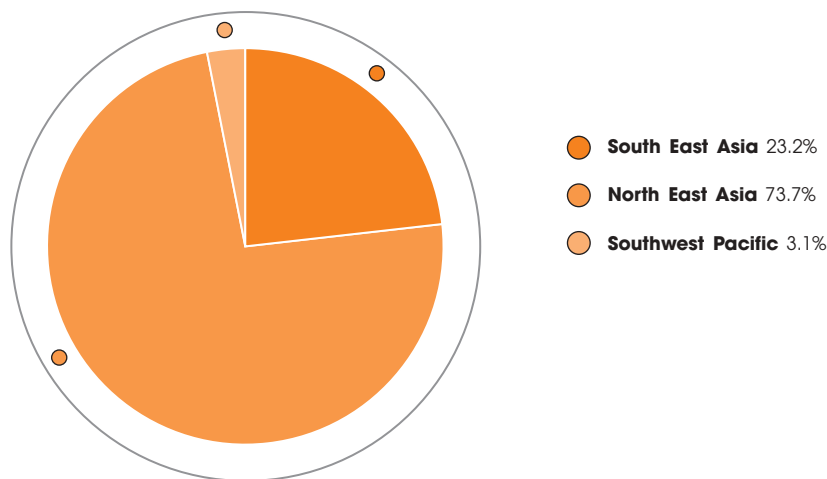
AIRLINES	CARGO (MT)	% CHANGE OVER 2004
TRANSMILE AIR	4,037	30.8%
AIR CHINA	1,133	29.9%
SRILANKAN AIRLINES	2,223	28.0%
SAUDI ARABIAN	1,410	15.6%
UNITED PARCEL SERVICES	3,896	15.0%
CATHAY PACIFIC	14,777	14.5%
BIMAN BANGLADESH	1,189	7.7%
SINGAPORE AIRLINES	27,123	6.5%
FEDERAL EXPRESS	9,193	2.2%
MALAYSIA AIRLINES	394,844	1.8%

Note: *1,000 metric tonnes and above

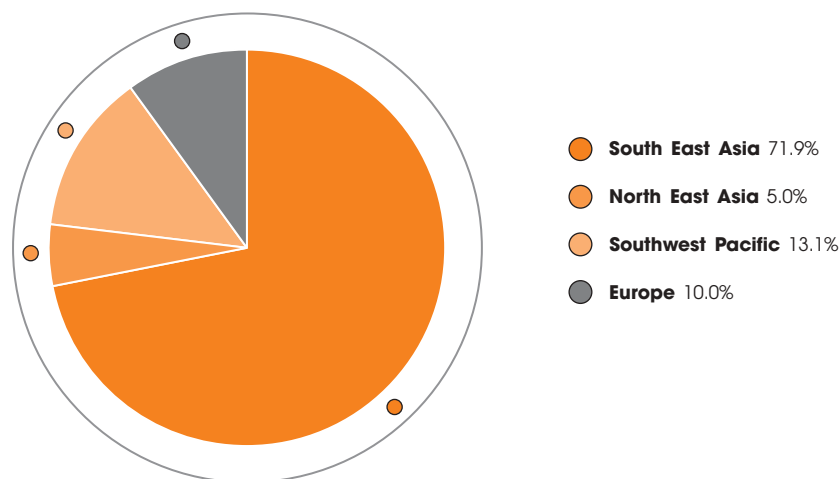
PENANG INTERNATIONAL CARGO MOVEMENTS BY SECTORS
INTERNATIONAL MOVEMENTS: 150,669 METRIC TONNES



KOTA KINABALU INTERNATIONAL CARGO MOVEMENTS BY SECTORS
INTERNATIONAL MOVEMENTS: 2,777 METRIC TONNES



KUCHING INTERNATIONAL CARGO MOVEMENTS BY SECTORS
INTERNATIONAL MOVEMENTS: 1,459 METRIC TONNES

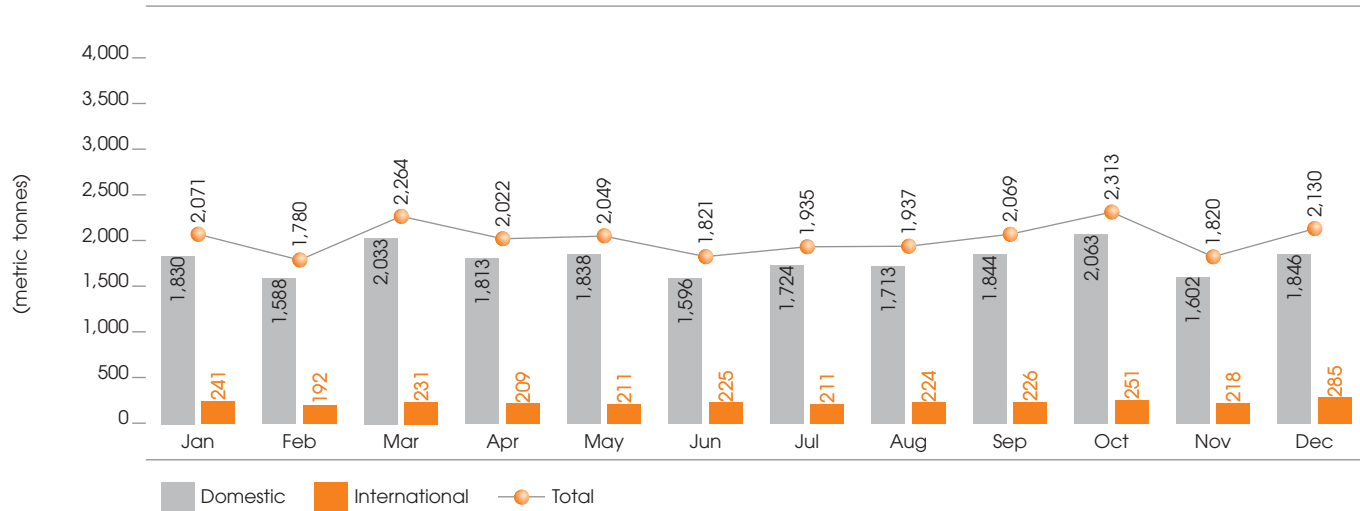


Mail Movements 2005

AIRPORTS	DOMESTIC			INTERNATIONAL			TOTAL			TRANSIT		
(kg)	Arrival	Departure	Total	Arrival	Departure	Total	2005*	2004*	% +/-	Domestic	Int'l	Total
KLIA	98,689	221,495	320,184	1,714,851	963,896	2,678,747	2,998,931	3,620,995	-17.2%	0	0	0
Penang	3,461	1,792	5,253	2,959	679	3,638	8,891	1,562,625	-99.4%	0	0	0
Kota Kinabalu	3,408,433	1,608,221	5,016,654	12,494	2,669	15,163	5,031,817	5,940,290	-15.3%	0	0	0
Kuching	1,847,836	1,873,425	3,721,261	18,196	330	18,526	5,085,829	5,344,456	-4.8%	1,346,042	0	1,346,042
Langkawi	38,903	6,553	45,456	100	—	100	45,556	44,033	3.5%	0	0	0
Kota Bharu	53,051	173,394	226,445	—	—	—	226,445	384,118	-41.0%	0	0	0
Ipoh	—	—	—	—	—	—	0	—	—	0	0	0
Kuala Terengganu	97,135	35,123	132,258	—	—	—	132,258	174,380	-24.2%	0	0	0
Alor Star	—	4	4	—	—	—	4	—	—	0	0	0
Malacca	—	—	—	—	—	—	0	—	—	0	0	0
Subang	1,806,013	5,193,176	6,999,189	—	7,189	7,189	7,006,378	8,002,531	-12.4%	0	0	0
Kuantan	2,254	33	2,287	—	—	—	2,287	12,486	-81.7%	0	0	0
Tioman	—	—	—	—	—	—	0	—	—	0	0	0
Pangkor	—	—	—	—	—	—	0	—	—	0	0	0
Labuan	200,476	56,881	257,357	—	—	—	257,357	275,741	-6.7%	0	0	0
Lahad Datu	128,804	25,242	154,046	—	—	—	154,046	164,803	-6.5%	0	0	0
Sandakan	50,460	1,787	52,247	—	—	—	52,247	201,547	-74.1%	0	0	0
Tawau	199,930	63,898	263,828	—	—	—	263,828	430,517	-38.7%	0	0	0
Bintulu	103,130	26,658	129,788	—	—	—	133,624	150,824	-11.4%	3,836	0	3,836
Miri	1,272,730	349,460	1,622,190	—	—	—	1,632,960	1,254,693	30.1%	10,770	0	10,770
Sibu	730,334	309,948	1,040,281	—	—	—	1,089,224	908,744	19.9%	48,943	0	48,943
Mulu	—	—	—	—	—	—	0	—	—	0	0	0
Limbang	43,096	12,221	55,317	—	—	—	55,317	—	—	0	0	0
STOL Sabah	31	16	47	—	—	—	47	11	327.3%	0	0	0
STOL Sarawak	23,064	11,707	34,771	—	—	—	34,771	31,983	8.7%	0	0	0
Peninsular Malaysia	2,099,506	5,631,570	7,731,076	1,717,910	971,764	2,689,674	10,420,750	13,801,168	-24.5%	—	—	0
Sabah	3,988,134	1,756,045	5,744,179	12,494	2,669	15,163	5,759,342	7,012,909	-17.9%	—	—	0
Sarawak	4,020,189	2,583,419	6,603,608	18,196	330	18,526	8,031,725	7,690,700	4.4%	1,409,591	—	1,409,591
Total 2005	10,107,830	9,971,034	20,078,863	1,748,600	974,763	2,723,363	24,211,817	28,504,778	-15.1%	1,409,591	0	1,409,591
Total 2004	10,751,341	11,430,483	22,181,824	2,328,332	2,147,720	4,476,052	28,504,778			1,842,272	4,630	1,846,902
% change	-6.0%	-12.8%	-9.5%	-24.9%	-54.6%	-39.2%	-15.1%			-23.5%	-100.0%	-23.7%

Note: *Including transit mail

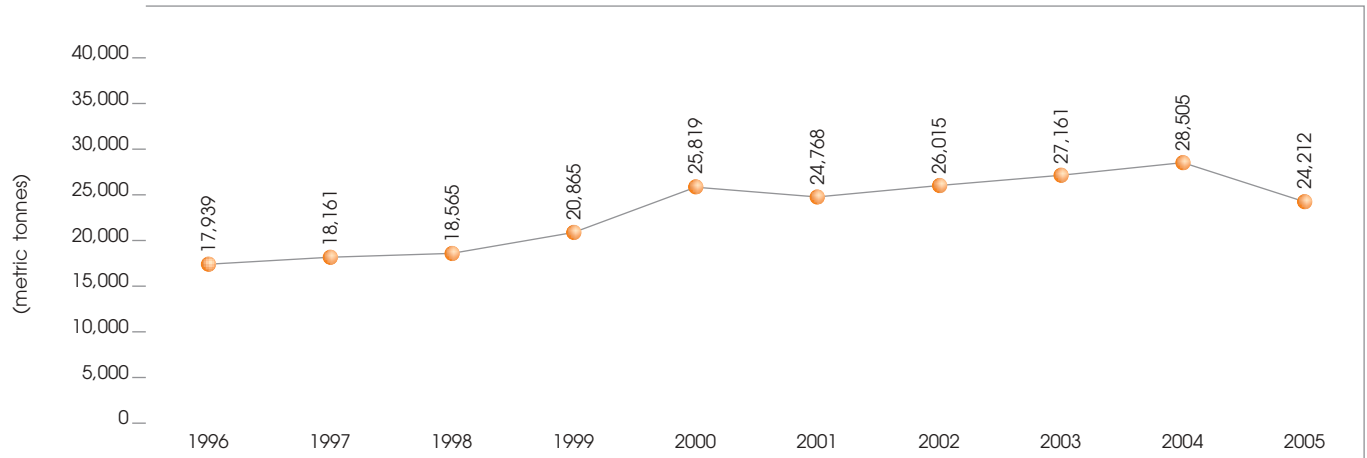
MAIL MOVEMENTS AT MALAYSIA AIRPORTS



Mail Movements (1996-2005)

AIRPORTS											
(Metric tonnes)	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	%+/-
KLIA	—	—	2,919	3,758	4,618	4,947	4,858	3,787	3,621	2,999	-17.2%
Penang	77	55	50	54	63	32	1	992	1,563	9	-99.4%
Kota Kinabalu	4,189	4,458	3,442	4,210	4,795	3,019	5,214	5,737	5,940	5,032	-15.3%
Kuching	3,331	3,498	2,681	2,760	4,575	5,503	5,181	5,131	5,344	5,086	-4.8%
Langkawi	66	30	28	27	37	22	25	42	44	46	3.5%
Johor Bahru	3	1	3	0	4	0	0	0	—	—	—
Kota Bharu	358	233	185	206	237	285	287	305	384	226	-41.0%
Ipoh	1	1	0	0	13	0	0	0	0	0	—
Kuala Terengganu	121	119	92	109	119	112	136	164	174	132	-24.2%
Alor Star	6	5	4	1	1	0	0	0	0	0	—
Malacca	0	0	0	0	9	0	0	0	0	0	—
Subang	4,933	5,345	5,449	6,780	7,642	7,120	7,142	7,860	8,003	7,006	-12.4%
Kuantan	2	2	1	0	6	6	0	9	12	2	-81.7%
Tioman	0	0	0	0	0	0	0	0	0	0	—
Pangkor	0	0	0	0	0	0	0	0	0	0	—
Labuan	372	285	253	270	251	269	288	307	276	257	-6.7%
Lahad Datu	10	4	7	152	224	199	201	155	165	154	-6.5%
Sandakan	403	531	401	460	493	514	360	216	202	52	-74.1%
Tawau	704	866	562	417	510	606	510	453	431	264	-38.7%
Bintulu	47	40	32	110	171	168	151	122	151	134	-11.4%
Miri	1,889	1,413	954	1,001	1,287	1,441	1,118	1,283	1,255	1,633	30.1%
Sibu	1,427	1,275	1,501	550	763	527	543	598	909	1,089	19.9%
STOL Sabah	0	0	0	0	0	0	0	0	0.011	0.047	327.3%
STOL Sarawak	0	0	0	0	0	0	0	0	32	90	181.7%
Peninsular Malaysia	5,567	5,791	8,732	10,935	12,749	12,524	12,449	13,160	13,801	10,421	-24.5%
Sabah	5,678	6,144	4,665	5,509	6,274	4,607	6,573	6,868	7,013	5,759	-17.9%
Sarawak	6,694	6,226	5,168	4,421	6,797	7,638	6,993	7,133	7,691	8,032	4.4%
Grand Total	17,939	18,161	18,565	20,865	25,819	24,768	26,015	27,161	28,505	24,212	-15.1%
% change	-10.2%	1.2%	2.2%	12.4%	23.7%	-4.1%	5.0%	4.4%	4.9%	-15.1%	

MAIL MOVEMENTS AT MALAYSIA AIRPORTS (1996-2005)



International Mail Movements by Sectors at KL International Airport

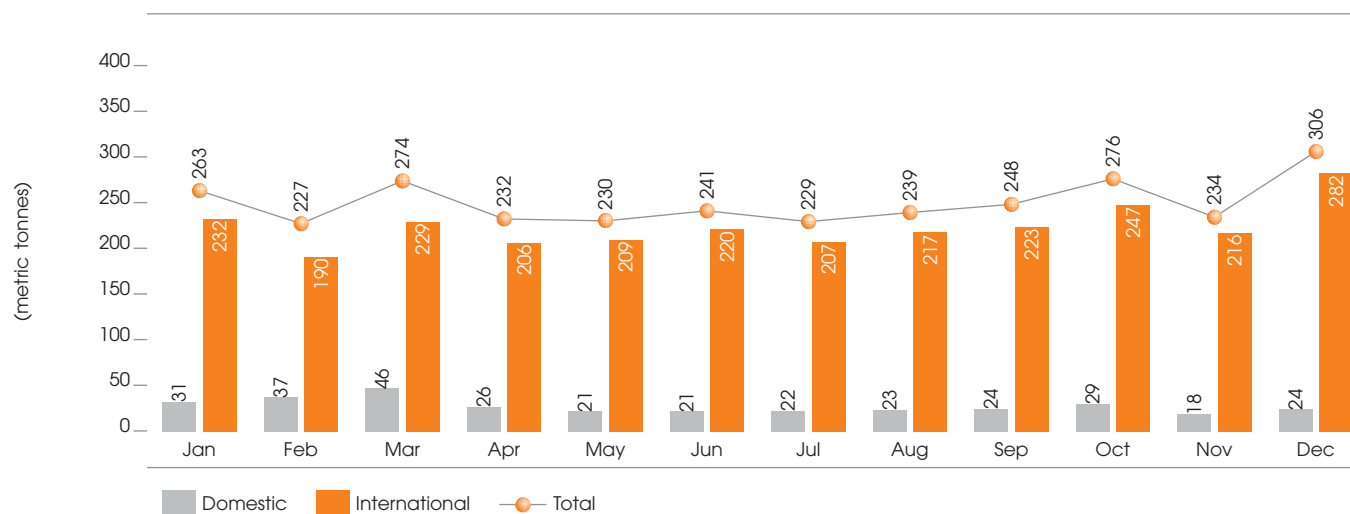
SECTOR (KG)	ARRIVAL		DEPARTURE		TOTAL		
	2005	2004	2005	2004	2005	2004	%+/-
SOUTH EAST ASIA							
B. Seri Begawan	2,539	3,613	102,684	113,845	105,223	117,458	-10.4%
Bangkok	292,534	216,471	133,255	413,415	425,789	629,886	-32.4%
Denpasar Bali	470	1,726	0	295	470	2,021	-76.7%
Hanoi	915	1,057	0	8	915	1,065	-14.1%
Ho Chi Minh City	12,947	10,307	1,130	1,201	14,077	11,508	22.3%
Jakarta	34,048	43,479	84,802	325,625	118,850	369,104	-67.8%
Manila	21	2,346	4,123	1,312	4,144	3,658	13.3%
Medan	1,817	1,813	10,717	11,164	12,534	12,977	-3.4%
Phnom Penh	0	0	30,462	30,716	30,462	30,716	-0.8%
Singapore	272,037	283,237	7,959	9,293	279,996	292,530	-4.3%
Surabaya	3,379	4,531	160	11,435	3,539	15,966	-77.8%
Yangon	0	0	1,207	345	1,207	345	249.9%
Yogyakarta	168	506	0	6	168	512	-67.2%
Total	620,875	569,086	376,499	918,660	997,374	1,487,746	-33.0%
NORTH EAST ASIA							
Beijing	0	0	2,359	314	2,359	314	651.3%
Guangzhou	39,613	38,578	27,724	3,531	67,337	42,109	59.9%
Hong Kong	0	0	44,688	7,223	44,688	7,223	518.7%
Nagoya	0	0	868	0	868	0	—
Osaka	14,548	46,676	3,645	0	18,193	46,676	-61.0%
Seoul	77,291	113,713	10,014	7,302	87,305	121,015	-27.9%
Shanghai Hongqiao	0	0	3,994	2,587	3,994	2,587	54.4%
Taipei	298,901	303,365	126,802	148,486	425,703	451,851	-5.8%
Tokyo	214,620	206,476	58,234	58,326	272,854	264,802	3.0%
Xiamen	0	515	0	0	0	515	-100.0%
Total	644,973	709,323	278,328	227,769	923,301	937,092	-1.5%
SOUTHWEST PACIFIC							
Auckland	0	0	10,524	11,901	10,524	11,901	-11.6%
Melbourne	0	79	28,357	22,645	28,357	22,724	24.8%
Perth	0	0	10,295	8,746	10,295	8,746	17.7%
Sydney	11,668	4,213	39,593	26,827	51,261	31,040	65.1%
Total	11,668	4,292	88,769	70,119	100,437	74,411	35.0%

SECTOR (KG)	ARRIVAL		DEPARTURE		TOTAL		
	2005	2004	2005	2004	2005	2004	%+/-
SOUTH ASIA							
Chennai	22,742	17,945	19,407	16,139	42,149	34,084	23.7%
Colombo	542	1,765	30	475	572	2,240	-74.5%
Delhi	0	0	367	1,042	367	1,042	-64.8%
Dhaka	3,229	4,280	1,181	1,289	4,410	5,569	-20.8%
Karachi	8	0	304	476	312	476	-34.5%
Male	165	0	448	897	613	897	-31.7%
Mumbai	2,921	4,454	668	2,533	3,589	6,987	-48.6%
Total	29,607	28,444	22,405	22,851	52,012	51,295	1.4%
MIDDLE EAST							
Abu Dhabi	0	0	0	14	0	14	-100.0%
Amman	0	1,335	0	348	0	1,683	-100.0%
Bahrain	314	0	0	0	314	0	—
Cairo	0	0	1,106	684	1,106	684	61.7%
Dubai	13,817	40,010	15,975	4,147	29,792	44,157	-32.5%
Jeddah	2,311	2,707	1,452	2,743	3,763	5,450	-31.0%
Muscat	0	0	0	4	0	4	-100.0%
Riyadh	933	1,609	55	62	988	1,671	-40.9%
Sanaa	123	204	622	61	745	265	181.1%
Tehran	1,624	31,240	0	418	1,624	31,658	-94.9%
Sharjah	0	0	703	209	703	209	236.4%
Total	19,122	77,105	19,913	8,690	39,035	85,795	-54.5%
EUROPE							
Amsterdam	377,315	341,150	59,267	67,563	436,582	408,713	6.8%
Frankfurt	0	0	8,834	5,933	8,834	5,933	48.9%
London	0	0	97,837	104,812	97,837	104,812	-6.7%
Munich	638	0	9	0	647	0	—
Paris	0	0	5,181	1,586	5,181	1,586	226.7%
Rome	0	0	1,100	872	1,100	872	26.1%
Stockholm	0	0	187	125	187	125	49.6%
Vienna	9,754	8,254	1,225	2,214	10,979	10,468	4.9%
Zurich	0	0	3,925	4,646	3,925	4,646	-15.5%
Total	387,707	349,404	177,565	187,751	565,272	537,155	5.2%

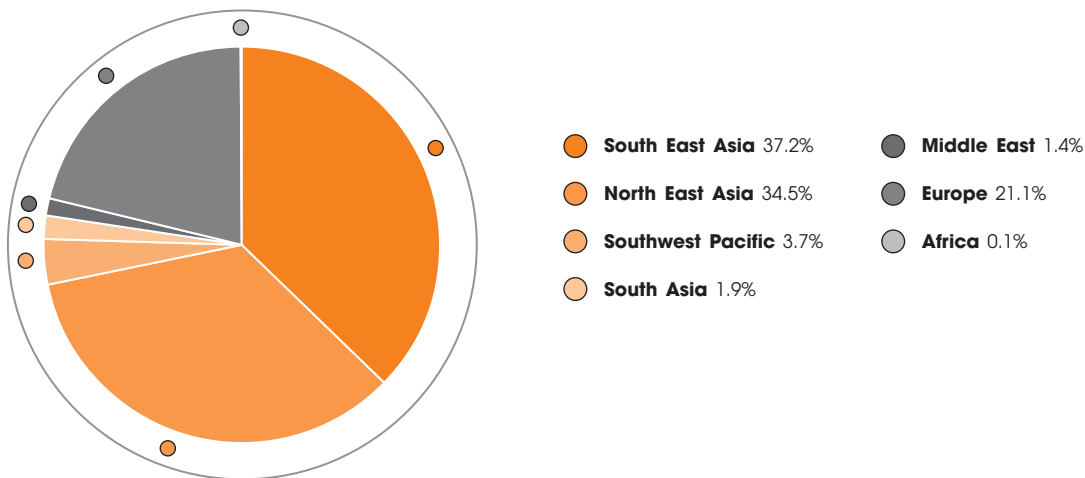
Malaysia Airports Statistics 2005 (cont'd.)

SECTOR (KG)	ARRIVAL		DEPARTURE		TOTAL		
	2005	2004	2005	2004	2005	2004	%+/-
NORTH AMERICA							
Los Angeles	0	1,498	0	13,148	0	14,646	-100.0%
Total	0	1,498	0	13,148	0	14,646	-100.0%
SOUTH AMERICA							
Buenos Aires	0	0	0	1	0	1	-100.0%
Total	0	0	0	1	0	1	-100.0%
AFRICA							
Johannesburg	0	0	411	1,020	411	1,020	-59.7%
Mauritius	899	452	6	5	905	457	98.0%
Total	899	452	417	1,025	1,316	1,477	-10.9%
Grand Total	1,714,851	1,739,604	963,896	1,450,014	2,678,747	3,189,618	-16.0%

KL INTERNATIONAL AIRPORT MAIL MOVEMENTS 2005



KL INTERNATIONAL AIRPORT MAIL MOVEMENTS BY SECTORS
TOTAL INTERNATIONAL MOVEMENTS: 2,679 METRIC TONNES



Movements at STOLports 2005/2004

STOLports	Aircraft Movements	% Chg	Passengers	% Chg	Cargo & Mail (kg)	% Chg
SARAWAK REGION						
Bakalalan	518	—	5,506	—	19,434	—
Bario	1,586	-11.7%	14,146	3.2%	273,992	-49.7%
Lawas	4,570	10.4%	56,619	2.1%	39,649	30.2%
Long Banga	196	1.0%	2,575	-10.2%	0	—
Long Lellang	316	-10.2%	2,638	-4.0%	0	-100.0%
Long Akah	228	18.8%	2,138	3.0%	0	—
Long Seridan	202	1.0%	1,256	-23.5%	6,913	-28.7%
Marudi	3,764	-7.3%	57,086	-2.5%	231,697	-20.5%
Mukah	2,846	2.7%	31,807	4.7%	2,767	-79.0%
Belaga	96	-12.7%	185	-55.4%	0	—
Long Semado	—	—	—	—	—	—
Kapit	—	—	—	—	—	—
Total	14,322	3.7%	173,956	3.7%	574,452	-35.7%
SABAH REGION						
Kudat	814	0.2%	6,009	-15.4%	1,476	-19.2%
Long Pasia	—	—	—	—	—	—
Semporna	—	—	—	—	—	—
Total	814	0.2%	6,009	-15.4%	1,476	-19.2%
Grand Total	15,136	3.5%	179,965	2.9%	575,928	-35.7%

Airlines Operating at Kuala Lumpur 2005 (December)

International Airlines		Weekly flight frequency	International Airlines		Weekly flight frequency
1	AirAsia	160 int/287 dom	27	Lufthansa German Airlines	4
2	Air China	4	28	Malaysia Airlines	483int+43c/582dom
3	Air India	13	29	Merpati Nusantara Airlines	7
4	Air Mauritius	4	30	Myanmar Airways International	3
5	Air Nepal International	3	31	Nippon Cargo Airlines (cargo)	6c
6	Asiana Airlines (cargo)	1c	32	Pakistan International Airlines	2
7	Austrian (Lauda Air)	6	33	Philippine Airlines	3
8	Biman Bangladesh Airlines	3	34	PT AWAIR International	7
9	Cargolux Airlines (cargo)	6c	35	Qatar Airways	7
10	Cathay Pacific Airways	21	36	Riau Airlines	2
11	China Airlines	16+1c	37	Royal Brunei Airlines	7
12	China Eastern Airlines	14	38	Royal Nepal Airlines	2
13	China Southern Airlines	7	39	Saudi Arabian Airlines	2
14	Emirates	8	40	Shenzhen Airlines	8
15	EVA Airways Corporation	3+2c	41	Singapore Airlines	42
16	FedEx (cargo)	11c	42	SriLankan Airlines	12
17	Garuda Indonesia	13	43	Thai AirAsia	7
18	Gulf Air	4	44	Thai Airways International	21
19	Hainan Airlines	2	45	Thai Sky Airlines	3
20	Indian Airlines	14	46	Transaero	1
21	Iran Air	1	47	United Parcel Services	12c
22	Japan Airlines International	14+3c	48	Uzbekistan Airways	2
23	Jet Airways	7	49	Vietnam Airlines	14
24	KLM-Royal Dutch Airlines	7+1c	50	Xiamen Airlines	7
25	Korean Air	7+7c	51	Yemenia Yemen Airlines	1
26	Lion Airlines	7			

Definitions

1. FLIGHT, INTERNATIONAL

A flight operated with one or both terminals in the territory of a State, other than the State in which the airline is registered. The term State includes all territories subject to the sovereignty, protection or mandate of such State.

2. FLIGHT, DOMESTIC

A flight operated between points within the domestic boundaries of a State by an airline registered in that State. A flight between a State and territories belonging to it, as well as a flight between two such territories, should be classified as domestic. This applies even though the flight may cross international waters or over the territory subject to the sovereignty, suzerainty, protection or mandate of such State.

3. COMMERCIAL AIR TRANSPORT OPERATION

An aircraft operation involving the transport of passengers, baggage, cargo or mail for remuneration or hire.

4. AIR SERVICES, SCHEDULED

Air services provided by flights scheduled and performed for remuneration according to a published timetable, or so regular or frequent as to constitute a recognisably systematic series which are open for use by public including empty flights related thereto and preliminary revenue flights on planned new air services.

5. NON SCHEDULED FLIGHT

Commercial flights not listed in the time table of an airline including General Aviation aircraft carrying passenger or cargo for remuneration or hire.

6. PASSENGER

Any person, except members of the crew, carried or to be carried in an aircraft with the consent of the carrier.

7. TRANSFER PASSENGER (CARGO, MAIL)

A passenger making a direct connection between two flights. i.e using different aircraft and flight numbers, operated by the same or another airline. Synonymous with connecting passenger.

8. TRANSIT PASSENGER (CARGO, MAIL)

A passenger arriving and departing on one and the same aircraft.

9. CARGO

Anything carried or to be carried in an aircraft, except mail, or baggage carried under a passenger ticket and baggage check, but includes baggage moving under an airway bill or shipment record.

10. MAIL, SERVICE

- Dispatches of correspondence and other objects tendered by and intended for delivery to postal administration.
- Goods carried under the terms of an international Postal Convention.

11. DEPARTURE

The boarding of an aircraft for the purpose of commencing a flight, except by such crew or passengers as have embarked on a previous stage of the same through-flight.

12. ARRIVAL

The leaving of an aircraft after a landing except by crew or passenger continuing to the next stage of the same through-flight.

13. STOLPORT

An airport designed to serve short take-off and landing (STOL) aircraft.

14. APPLICABILITY

The traffic covered in this report applies in relevance to only those airports handled by Malaysia Airports Holdings Berhad.

Statistics of Shareholdings

as at 14 April 2006

STATEMENT OF SHAREHOLDINGS

Share Capital

Authorised Share Capital : RM2,000,000,001/-

Issued and Fully Paid-Up Capital : RM1,100,000,001/-

Class of Equity Securities : 1,100,000,000 Ordinary Shares of RM 1/- each; and 1 (one) Special Rights Redeemable Preference Share of RM 1/-

Voting Rights : One vote per ordinary share
The Special Share has no voting right other than that referred to in Note 24 of the Financial Statements

ANALYSIS OF SHAREHOLDINGS

A. DISTRIBUTION OF SHAREHOLDINGS (MALAYSIAN & FOREIGN – SEPARATE)

Size of Holdings	No. of Holders		No. of Shares		%	
	Malaysian	Foreign	Malaysian	Foreign	Malaysian	Foreign
1-99	12	0	421	0	0.00	0.00
100 to 1,000	13,888	34	13,853,200	32,600	1.26	0.00
1,000 to 10,000	10,873	104	40,535,300	556,900	3.69	0.05
10,000 to 100,000	1,003	66	27,543,500	2,536,171	2.50	0.23
100,000 to 54,999,999 (*)	113	28	185,715,800	29,076,108	16.88	2.64
55,000,000 & above (**)	1	0	800,150,000	0	72.74	0.00
TOTAL	25,890	232	1,067,798,221	32,201,779	97.07	2.93

	No. of Holders	No. of Shares	%
Grand Total	26,122	1,100,000,000	100.00

* Less than 5% of Issued Shares

** 5% and above of Issued Shares

ANALYSIS OF SHAREHOLDINGS (CONTINUED)
B. LIST OF THIRTY (30) LARGEST SECURITIES ACCOUNT HOLDERS OF ORDINARY SHARES

Name of Shareholders		No. of Shares Held	%
1.	Khazanah Nasional Berhad	800,150,000	72.74
2.	Employees Provident Fund Board	29,463,200	2.68
3.	Amanah Raya Nominees (Tempatan) Sdn. Bhd. (<i>Skim Amanah Saham Bumiputera</i>)	12,150,000	1.10
4.	Amanah Raya Nominees (Tempatan) Sdn. Bhd. (<i>Amanah Saham Wawasan 2020</i>)	9,030,400	0.82
5.	BHR Enterprise Sdn. Bhd.	7,598,400	0.69
6.	Kumpulan Wang Amanah Pencen	6,800,000	0.62
7.	Lembaga Tabung Angkatan Tentera	6,329,000	0.58
8.	AllianceGroup Nominees (Tempatan) Sdn. Bhd. (<i>Pheim Asset Management Sdn. Bhd. For Employees Provident Fund</i>)	5,750,000	0.52
9.	Setiausaha Kerajaan Pulau Pinang	5,000,000	0.45
10.	HSBC Nominees (Asing) Sdn. Bhd. (<i>BBH (LUX) SCA for Fidelity Funds – Asia Pacific Growth & Income Fund</i>)	5,000,000	0.45
11.	Tabung Amanah Warisan Negeri Johor	4,900,000	0.45
12.	Pertubuhan Keselamatan Sosial	4,800,000	0.44
13.	Mohd Hata bin Mansor	4,544,000	0.41
14.	Chief Minister, State of Sabah	4,500,000	0.41
15.	State Financial Secretary Sarawak	4,500,000	0.41
16.	Tabung Amanah Melaka	4,400,000	0.40
17.	Mayban Securities Nominees (Tempatan) Sdn. Bhd. (<i>Kumpulan Wang Amanah Pencen for Kerajaan Negeri-Negeri Sembilan</i>)	4,400,000	0.40
18.	Amanah Raya Nominees (Tempatan) Sdn. Bhd. (<i>Public Growth Fund</i>)	4,269,000	0.39
19.	State Secretary Kedah Incorporated	4,100,000	0.37
20.	Kerajaan Negeri Pahang	4,100,000	0.37
21.	HSBC Nominees (Asing) Sdn. Bhd. (<i>BBH (LUX) SCA for Fidelity Funds Malaysia</i>)	3,992,100	0.36
22.	Citigroup Nominees (Tempatan) Sdn. Bhd. (<i>ING Insurance Berhad (INV-IL Par)</i>)	3,767,000	0.34
23.	Amanah Raya Nominees (Tempatan) Sdn. Bhd. (<i>Public Equity Fund</i>)	3,743,700	0.34
24.	HSBC Nominees (Tempatan) Sdn. Bhd. (<i>Nomura Asset Mgmt Sg for Employees Provident Fund</i>)	3,579,000	0.33
25.	Amanah Raya Nominees (Tempatan) Sdn. Bhd. (<i>Public Index Fund</i>)	3,304,700	0.30
26.	Amanah Raya Berhad (<i>SBB Double Growth Fund</i>)	3,000,000	0.27

ANALYSIS OF SHAREHOLDINGS (CONTINUED)

B. LIST OF THIRTY (30) LARGEST SECURITIES ACCOUNT HOLDERS OF ORDINARY SHARES (CONTINUED)

Name of Shareholders	No. of Shares Held	%
27. Cartaban Nominees (Asing) Sdn. Bhd. (Government of Singapore Investment Corporation Pte Ltd for Government of Singapore (C))	2,544,900	0.23
28. Cartaban Nominees (Asing) Sdn. Bhd. (Investors Bank and Trust Company for Ishares, Inc.)	2,481,000	0.23
29. BHLB Trustee Berhad (Public Focus Select Fund)	2,371,100	0.22
30. Kerajaan Negeri Perak Darul Ridzuan	2,300,000	0.21

C. LIST OF SECURITIES ACCOUNT HOLDERS OF SPECIAL RIGHTS REDEEMABLE PREFERENCE SHARE

1. The Minister of Finance (Incorporated)

D. SUBSTANTIAL SHAREHOLDERS

(as shown in the register of substantial shareholders)

Name of Substantial Shareholders	Direct	No. of Shares Held Indirect	%
Khazanah Nasional Berhad	800,150,000	—	72.74

E. DIRECTORS' SHAREHOLDING

(as shown in the register of directors' shareholding)

Name of Directors	Direct	No. of Shares Held Indirect	%
Tan Sri Datuk Dr. Aris bin Othman	—	—	—
Dato' Seri Bashir Ahmad bin Abdul Majid	—	—	—
Dato' Zaharaah binti Shaari	—	—	—
Eshah binti Meor Suleiman	—	—	—
Izlan bin Izhah	—	—	—
Dato' Ahmad Fuaad bin Mohd Dahalan	—	—	—
Datuk Alias bin Haji Ahmad	—	—	—
Datuk Siti Maslamah binti Osman	—	—	—
Ahmad Kamal bin Abdullah Al-Yafii	—	—	—
Long See Wool (Alternate Director to Dato' Zaharaah binti Shaari)	—	—	—
Gho Peng Seng (Alternate Director to Eshah binti Meor Suleiman)	—	—	—

Shareholders and Investor Information

SHARE REGISTRAR

Securities Services (Holdings) Sdn. Bhd.

Level 7, Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
Damansara Heights
50490 Kuala Lumpur
Tel : 603-2084 9000
Fax : 603-2094 9940/2095 0292

LISTING

The Company's shares are listed on the Bursa Malaysia Securities Berhad in Malaysia.

MALAYSIAN TAXES ON DIVIDEND

Malaysia practises an imputation system in the distribution of the dividends whereby the income tax paid by a company is imputed to dividends distributed to shareholders.

Malaysian income tax is deducted or deemed to have been deducted at corporate tax rate, which is currently at 28% from dividends paid by a company residing in Malaysia.

The income tax deducted or deemed to have been deducted from dividend is accounted for by the income tax of the company. There is no further tax or withholding tax on the payment of dividends to all shareholders.

The Annual Report is available to the public who are not shareholders of the Company, by writing to:

Company Secretary

Malaysia Airports Holdings Berhad

Head Office of MAB
Sultan Abdul Aziz Shah Airport
47200 Subang
Selangor Darul Ehsan
Fax : 603-7845 2254

List of Properties

Registered Owner and Location	Description and Existing Use	Approximate Age of Buildings (Years)	Tenure	Land Area	Built-up Area (s.q.m.)	Net Book Value as at 31 December 2005 (RM'000)
LEASED PROPERTY						
Federal Land Commissioner* Location: District of Sepang, Selangor Malaysia	KLIA	—	A total right of occupation for 50 years (Expiry date of 4 May 2048)	22,620 acres	—	2,087
LANDED PROPERTIES OWNED BY THE GROUP						
Malaysia Airports Sdn. Bhd. Location: No. A-01-08 Genting Permai Park & Resort District of Bentong, Pahang	Apartment	6	Freehold	—	75	196
Malaysia Airports Sdn. Bhd. Location: No. A-05-03A Genting Permai Park & Resort District of Bentong, Pahang	Apartment	6	Freehold	—	96	263
Malaysia Airports Sdn. Bhd. Location: No. A-3A-10 Genting Permai Park & Resort District of Bentong, Pahang	Apartment	6	Freehold	—	96	252
Malaysia Airports Sdn. Bhd. Location: No. A-3A-02 Genting Permai Park & Resort District of Bentong, Pahang	Apartment	6	Freehold	—	75	201

List of Properties (cont'd.)

Registered Owner and Location	Description and Existing Use	Approximate Age of Buildings (Years)	Tenure	Land Area	Built-up Area (s.q.m.)	Net Book Value as at 31 December 2005 (RM'000)
Malaysia Airports Sdn. Bhd. Location: Telok Dalam, Pulau Pangkor Mukim Lumut, Perak	10 units of apartments	—	Freehold	—	744	1,055
Malaysia Airports Sdn. Bhd. Location: CL 205357688 Sierra Estates Condominium Jalan Ranca-Ranca Federal Territory of Labuan	32 units of apartments for staff	—	Leasehold 99 years (Expiry date of 31 December 2089)	—	3,175	2,496
Malaysia Airports Sdn. Bhd. Location: CL 205359593 Kg. Nagalalang Federal Territory of Labuan	Land (Residential)	—	Leasehold 99 years (Expiry date of 31 December 2090)	1.10 acres	—	288
Malaysia Airports Sdn. Bhd. Location: CL 205317951 Kg. Nagalalang Federal Territory of Labuan	Land (Agriculture)	—	Leasehold 99 years (Expiry date of 31 December 2077)	1.22 acres	—	238
Malaysia Airports (Niaga) Sdn. Bhd. Location: Desa Cempaka Bandar Baru Nilai, Mukim Nilai District of Seremban Negeri Sembilan	48 units of apartments for staff	7	Freehold	—	3,791	2,786

Note:

- * Pursuant to the KLIA Land Lease Agreement dated 18 October 1999 entered into between Malaysia Airports (Sepang) Sdn. Bhd. and The Federal Land Commissioner, Malaysia Airports (Sepang) Sdn. Bhd. has been granted the right of use of the KLIA Land for a period of 50 years.