



**MALAYSIA AIRPORTS HOLDINGS BERHAD 199901012192(487092-W)**  
**(Incorporated in Malaysia)**

**CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
**FOR THE PERIOD ENDED 30 JUNE 2020**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter 30.06.2020 RM'000	Preceding Year Corresponding Quarter 30.06.2019 RM'000	Current Year To Date 30.06.2020 RM'000	Preceding Year Corresponding Period 30.06.2019 RM'000
<b>Revenue</b>		272,180	1,261,200	1,206,016	2,513,518
Cost of inventories sold		(3,582)	(108,884)	(69,605)	(217,600)
Other income		53,350	64,765	138,792	134,513
Employee benefits expenses		(166,752)	(201,648)	(359,837)	(408,201)
Depreciation and amortisation		(62,841)	(228,164)	(230,506)	(469,473)
Other expenses		(186,028)	(411,536)	(641,968)	(852,573)
<b>Operating profits</b>		(93,673)	375,733	42,892	700,184
Finance costs		(172,970)	(182,197)	(348,783)	(349,053)
Share of results :					
- associates		(2,008)	2,997	(1,513)	5,352
- joint ventures		304	5,067	3,510	9,743
<b>(Loss)/profit before tax and zakat</b>	7	(268,347)	201,600	(303,894)	366,226
Taxation and zakat	22	177,279	(41,522)	192,439	(56,567)
<b>(Loss)/profit net of tax</b>		(91,068)	160,078	(111,455)	309,659
<b>Attributable to:</b>					
Owners of the Company		(91,068)	160,078	(111,455)	309,659
(Loss)/profit per share attributable to Owners of the Company (sen):	31	(6.35)	8.78	(8.45)	16.94

*The condensed unaudited consolidated of profit or loss should be read in conjunction with the audited financial statement for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.*



**MALAYSIA AIRPORTS HOLDINGS BERHAD 199901012192(487092-W)**  
**(Incorporated in Malaysia)**

**CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 30 JUNE 2020**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.06.2020 RM'000	Preceding Year Corresponding Quarter 30.06.2019 RM'000	Current Year To Date 30.06.2020 RM'000	Preceding Year Corresponding Period 30.06.2019 RM'000
(Loss)/profit for the period, net of tax	(91,068)	160,078	(111,455)	309,659
Other comprehensive income:				
- Foreign currency translation	22,490	54,293	87,952	(10,277)
- Unrealised gain/(loss) on derivative financial instruments	3,767	(3,586)	3,499	(5,033)
- Actuarial gain/(loss) on retirement benefits	716	(70)	1,275	80
Other comprehensive income/(loss) for the period, net of tax	26,973	50,637	92,726	(15,230)
Total comprehensive (loss)/income for the period	(64,095)	210,715	(18,729)	294,429
<b>Attributable to:</b>				
Owners of the Company	(64,095)	210,715	(18,729)	294,429

*The condensed unaudited consolidated of other comprehensive income should be read in conjunction with the audited financial statement for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.*



**MALAYSIA AIRPORTS HOLDINGS BERHAD 199901012192(487092-W)**  
**(Incorporated in Malaysia)**

**CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2020**

	<b>30.06.2020</b>	<b>31.12.2019</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>Unaudited</b>	<b>Audited</b>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	417,404	455,048
Land use rights	6,788	6,817
Right-of-use assets	129,316	130,425
Intangible assets	16,332,355	16,062,606
Investments in associates	125,465	126,977
Investments in joint ventures	103,266	104,210
Financial assets at fair value through profit or loss	349,967	332,898
Trade receivables	-	10
Other receivables	412,618	365,578
Employee loans	23,377	24,759
Deferred tax assets	201,446	172,373
	<u>18,102,002</u>	<u>17,781,701</u>
<b>Current assets</b>		
Inventories	176,127	169,809
Biological assets	2,500	2,365
Trade receivables	561,165	674,809
Other receivables	162,084	298,844
Tax recoverable	168,864	46,173
Financial assets at fair value through profit or loss	1,475,770	1,755,820
Cash and cash equivalents	794,741	1,453,136
	<u>3,341,251</u>	<u>4,400,956</u>
<b>Total assets</b>	<b><u>21,443,253</u></b>	<b><u>22,182,657</u></b>



**MALAYSIA AIRPORTS HOLDINGS BERHAD 199901012192(487092-W)**  
(Incorporated in Malaysia)

**CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2020**

	<b>30.06.2020</b>	<b>31.12.2019</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>Unaudited</b>	<b>Audited</b>
<b>Equity and liabilities</b>		
<b>Equity attributable to Owners of the Company</b>		
Share capital	5,114,341	5,114,341
Perpetual Sukuk	997,842	997,842
Retained earnings	2,978,626	3,284,671
Hedging reserve	(14,532)	(18,031)
Other reserves	2,221	758
Foreign exchange reserve	33,747	(54,205)
<b>Total equity</b>	<b>9,112,245</b>	<b>9,325,376</b>
<b>Non-current liabilities</b>		
Borrowings	3,599,908	3,685,721
Derivative financial instruments	26,423	33,861
Lease liabilities	98,455	95,586
Deferred tax liabilities	890,413	901,183
Trade payables	4,098,419	4,222,364
Other payables	525,175	629,446
	<b>9,238,793</b>	<b>9,568,161</b>
<b>Current liabilities</b>		
Borrowings	1,325,697	1,247,012
Derivative financial instruments	16,939	16,198
Lease liabilities	35,733	37,250
Trade payables	932,208	854,408
Other payables	765,144	1,102,385
Income tax payable	16,494	31,867
	<b>3,092,215</b>	<b>3,289,120</b>
<b>Total liabilities</b>	<b>12,331,008</b>	<b>12,857,281</b>
<b>Total equity and liabilities</b>	<b>21,443,253</b>	<b>22,182,657</b>

*The condensed unaudited consolidated statement of financial position should be read in conjunction with the audited financial statement for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.*



**CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 JUNE 2020**

	Attributable to Owners of the Company						Total equity RM'000
	Non-distributable				Distributable		
	Share capital RM'000	Perpetual sukuk RM'000	Foreign exchange reserve RM'000	Hedging reserve RM'000	Other reserve RM'000	Retained earnings RM'000	
<b>At 1 January 2019</b>	5,114,341	997,842	12,044	(24,902)	3,985	3,037,416	9,140,726
Total comprehensive income for the period	-	-	(10,277)	(5,033)	80	309,659	294,429
Legal reserve	-	-	-	-	(18)	-	(18)
Distribution to Perpetual Sukuk holder	-	-	-	-	-	(28,514)	(28,514)
<b>Transaction with Owners of the Company</b>							
Dividends	-	-	-	-	-	(149,327)	(149,327)
<b>At 30 June 2019</b>	<b>5,114,341</b>	<b>997,842</b>	<b>1,767</b>	<b>(29,935)</b>	<b>4,047</b>	<b>3,169,234</b>	<b>9,257,296</b>
<b>At 1 January 2020</b>	5,114,341	997,842	(54,205)	(18,031)	758	3,284,671	9,325,376
Total comprehensive income for the period	-	-	87,952	3,499	1,275	(111,455)	(18,729)
Legal reserve	-	-	-	-	188	-	188
Distribution to Perpetual Sukuk holder	-	-	-	-	-	(28,671)	(28,671)
<b>Transaction with Owners of the Company</b>							
Dividends	-	-	-	-	-	(165,919)	(165,919)
<b>At 30 June 2020</b>	<b>5,114,341</b>	<b>997,842</b>	<b>33,747</b>	<b>(14,532)</b>	<b>2,221</b>	<b>2,978,626</b>	<b>9,112,245</b>

*The condensed unaudited consolidated statement of changes in equity should be read in conjunction with the audited financial statement for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.*

**CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 JUNE 2020**

	<b>30.06.2020</b>	<b>30.06.2019</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>Unaudited</b>	<b>Unaudited</b>
<b>Cash flows from operating activities</b>		
(Loss)/profit before tax and zakat	(303,894)	366,226
Adjustments for:		
Interest income	(14,507)	(17,568)
Unrealised (gain)/loss on financial instruments at fair value:		
- quoted unit trust	(2,661)	(4,195)
- unquoted shares	(14,448)	760
Interest expense	351,770	344,961
(Gain)/loss from derivative financial instruments	(2,987)	4,092
Provision for liabilities	4,472	3,122
Writeback of provision for liabilities	(1,225)	(2,655)
Gain on fair value of biological assets	(135)	(559)
Amortisation of:		
- intangible assets	188,644	423,414
- land use rights	29	54
Depreciation of:		
- property, plant and equipment	23,454	29,238
- right-of-use assets	18,379	16,767
Net allowance/(writeback) of impairment on receivables	57,016	(514)
Net bad debts (recovered)/written off	(1)	68
Gain on disposal of intangible assets	(285)	-
Property, plant and equipment written off	2	-
Intangible assets written off	302	4
Inventories written off	3,149	1,661
Investment income	(36,375)	(36,407)
Share of results of:		
- associates	1,513	(5,352)
- joint ventures	(3,510)	(9,743)
Operating profit before working capital changes	268,702	1,113,374
Increase in inventories	(8,985)	(22,102)
Decrease/(increase) in receivables	186,407	(181,092)
Decrease in payables	(519,231)	(386,666)
Increase/(decrease) in concession liabilities	5,450	(7,487)
Decrease in provisions on liabilities	(4,357)	(3,587)
Cash (used in)/generated from operations	(72,014)	512,440
Taxes and zakat paid	(23,001)	(40,988)
<b>Net cash (used in)/generated from operating activities</b>	<b>(95,015)</b>	<b>471,452</b>



**MALAYSIA AIRPORTS HOLDINGS BERHAD 199901012192(487092-W)**  
**(Incorporated in Malaysia)**

**CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 JUNE 2020**

	<b>30.06.2020</b>	<b>30.06.2019</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>Unaudited</b>	<b>Unaudited</b>
<b>Cash flows from investing activities</b>		
Purchase of:		
- property, plant and equipment	(8,041)	(16,607)
- intangible assets	(30,523)	(79,791)
- quoted unit trust	(519,538)	(614,743)
Proceeds from disposal of:		
- intangible assets	285	-
- quoted unit trust	791,065	737,971
Investment income received	41,930	39,589
Interest received	1,297	1,709
Dividend received from joint ventures	4,455	-
<b>Net cash generated from investing activities</b>	<b>280,930</b>	<b>68,128</b>
<b>Cash flows from financing activities</b>		
Repayment of borrowings	(96,600)	(70,800)
Swap payment	(13,038)	(4,411)
Concession payment	(517,623)	(539,430)
Lease liabilities payment	(17,784)	(8,602)
Interest paid	(100,881)	(111,472)
Dividends paid to shareholders of the Company	(165,919)	(149,327)
Distribution paid to Perpetual Sukuk holder	(28,671)	(28,671)
<b>Net cash used in financing activities</b>	<b>(940,516)</b>	<b>(912,713)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(754,601)</b>	<b>(373,133)</b>
Effects of foreign currency translation	96,206	25,396
Cash and cash equivalents at beginning of period	1,453,136	1,450,471
<b>Cash and cash equivalents at end of period</b>	<b>794,741</b>	<b>1,102,734</b>

*The condensed unaudited consolidated of cash flows statement income should be read in conjunction with the audited financial statement for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.*

## **1. BASIS OF PREPARATION**

These unaudited condensed consolidated interim financial statements, for the period ended 30 June 2020, have been prepared in accordance with Malaysian Financial Reporting Standards (MFRS) 134 Interim Financial Reporting, International Accounting Standards (IAS) 34 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Bursa Malaysia).

These unaudited condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019. The explanatory notes attached to these unaudited condensed interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2019.

## **2. SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies adopted in preparing these unaudited condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2019.

On 1 January 2020, the Group adopted the following new and amended MFRSs mandatory for annual financial periods beginning on or after 1 January 2020.

### Amendments to MFRSs effective for financial periods beginning on or after 1 January 2020

MFRS 3: Business Combinations (Definition of a Business)  
MFRS 101: Presentation of Financial Statements (Definition of Material)  
MFRS 108: Accounting Policies, Changes in Accounting Estimates and Errors (Definition of Material)  
MFRS 7, MFRS 9 and MFRS 139: Financial Instruments (Interest Rate Benchmark Reform)  
MFRS 16: Leases (COVID-19 Related Rent Concessions)  
Revised Conceptual Framework for Financial Reporting

The application of the above amendments had no material impact on the financial position or disclosure in the Group's financial statements.

### **Standard issued but not yet effective**

The standard and interpretation that are issued but not yet effective up to date of issuance of the Group's Financial Statements are disclosed below:

### Effective for financial periods beginning on or after 1 January 2021

MFRS 17 : Insurance Contracts



**2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)****Standard issued but not yet effective (cont'd.)**

Effective for financial periods beginning on or after 1 January 2022

MFRS 3: Business Combinations (Reference to the Conceptual Framework)

MFRS 101: Classification of Liabilities as Current or Non-Current

MFRS 116: Property, Plant and Equipment (Proceeds before Intended Use)

MFRS 137: Provisions, Contingent Liabilities and Contingent Assets (Onerous Contracts-Cost of Fulfilling a Contract)

Effective for annual periods to be announced by MASB

Amendments to MFRS 10 and MFRS 128 : Sale or Contribution of Assets between an Investor and its Associate or Joint Venture.

The directors expect that the adoption of the above standards will have no material impact on the financial statements in the period of initial application.

**3. AUDITORS' REPORT ON PRECEDING FINANCIAL STATEMENTS**

The auditors' report on the financial statements for the year ended 31 December 2019 was not qualified.

**4. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS**

Airport services, duty free and non-dutiable goods segments, being the core businesses of the Group were not materially affected by any seasonality or cyclicity during the current quarter and financial period-to-date under review other than as disclosed in note 20.

**5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There were no unusual items, affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial period-to-date under review.

## 6. SEGMENT INFORMATION

The Group is organised into business and geographical segments which is then further classified under airport and non-airport operations activities:

### Malaysia Operations

Airport operations:

- a) Airport services  
To manage, operate and maintain the Kuala Lumpur International Airport and the designated airports in Malaysia and to provide airport related services.
- b) Duty free and non-dutiable goods  
To operate duty free, non-duty free outlets and provide management services in respect of food and beverage outlets at designated airports in Malaysia.

Non-airport operations:

- a) Project and repair maintenance  
To provide consultancy, operations and maintenance of information and communication technology business ventures and provision of mechanical and electrical engineering.
- b) Hotel  
To manage and operate a hotel, known as Sama-Sama Hotel, Sama-Sama Express KLIA and Sama-Sama Express klia2.
- c) Agriculture and horticulture  
To cultivate and sell oil palm and other agricultural products and to carry out horticulture activities.
- d) Others  
Investment holdings and dormant companies.

### Overseas Operations

- a) Airport services  
To manage, operate and maintain the Istanbul Sabiha Gokcen International Airport (ISGIA) in Turkey and to provide airport related services.
- b) Project and repair maintenance  
To provide facilities management services at Hamad International Airport (HIA).



**6. SEGMENT INFORMATION (cont'd.)**

	Continuing Operations									
	Malaysia Operations						Overseas Operations		Consolidation adjustments	TOTAL
	Airport Operations		Non-Airport Operations				Airport Operations	Non-Airport Operations		
	Airport services	Duty free and non-dutiable goods	Project and repair maintenance	Hotel	Agriculture and horticulture	Others	Airport services	Project and repair maintenance		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>For the period ended 30 June 2020</b>										
<b>Segment Revenue</b>										
External:										
Aeronautical	376,430	-	-	-	-	-	171,493	-	-	547,923
Non-aeronautical:										
Retail	-	129,411	-	-	-	-	-	-	-	129,411
Others	324,802	1,076	-	-	-	-	113,176	-	-	439,054
Non-airport operations	-	-	9,837	25,381	14,901	-	2,040	37,469	-	89,628
Inter-segment sales	105,240	348	60,466	951	3,305	4,576	42,685	-	(217,571)	-
<b>Total revenue</b>	<b>806,472</b>	<b>130,835</b>	<b>70,303</b>	<b>26,332</b>	<b>18,206</b>	<b>4,576</b>	<b>329,394</b>	<b>37,469</b>	<b>(217,571)</b>	<b>1,206,016</b>
<b>Segment Results</b>										
Operating profits before depreciation and amortisation	87,137	(66,652)	20,030	4,009	4,532	144,005	197,524	2,236	(119,423)	273,398
Depreciation and amortisation	(91,467)	(6,473)	(573)	(7,776)	(2,502)	(7,858)	(72,435)	(1,861)	(39,561)	(230,506)
Finance costs	(112,112)	(126)	(8)	(596)	(28)	(69,946)	(249,678)	-	83,711	(348,783)
Share of results of:										
- associates	(614)	-	-	-	-	(899)	-	-	-	(1,513)
- joint ventures	-	-	-	-	-	3,510	-	-	-	3,510
(Loss)/profit before tax and zakat	(117,056)	(73,251)	19,449	(4,363)	2,002	68,812	(124,589)	375	(75,273)	(303,894)
Taxation and zakat	167,138	16,883	(4,983)	1,096	(477)	(139)	327	(34)	12,628	192,439
Profit/(loss) for the period	50,082	(56,368)	14,466	(3,267)	1,525	68,673	(124,262)	341	(62,645)	(111,455)
<b>As at 30 June 2020</b>										
<b>Assets and Liabilities</b>										
Segment assets	10,770,160	256,925	201,176	165,535	104,750	11,984,720	5,730,698	84,064	(8,083,506)	21,214,522
Investment in associates	65,421	-	-	-	-	60,044	-	-	-	125,465
Investment in joint ventures	-	-	-	-	-	103,266	-	-	-	103,266
Total assets	10,835,581	256,925	201,176	165,535	104,750	12,148,030	5,730,698	84,064	(8,083,506)	21,443,253
Segment liabilities representing total liabilities	5,998,186	157,557	60,156	50,061	25,261	5,530,633	6,839,475	75,454	(6,405,775)	12,331,008

**6. SEGMENT INFORMATION (cont'd.)**

	Continuing Operations									
	Malaysia Operations						Overseas Operations		Consolidation adjustments	TOTAL
	Airport Operations	Non-Airport Operations					Airport Operations	Non-Airport Operations		
	Airport services	Duty free and non-dutiable goods	Project and repair maintenance	Hotel	Agriculture and horticulture	Others	Airport services	Project and repair maintenance		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>For the period ended 30 June 2019</b>										
<b>Segment Revenue</b>										
External:										
Aeronautical	962,279	-	-	-	-	-	348,040	-	-	1,310,319
Non-aeronautical:										
Retail	-	422,207	-	-	-	-	-	-	-	422,207
Others	385,341	1,141	-	-	-	-	245,192	-	-	631,674
Non-airport operations	-	-	8,538	43,830	12,664	-	4,683	79,603	-	149,318
Inter-segment sales	145,113	589	52,343	1,529	3,603	-	40,111	-	(243,288)	-
<b>Total revenue</b>	<b>1,492,733</b>	<b>423,937</b>	<b>60,881</b>	<b>45,359</b>	<b>16,267</b>	<b>-</b>	<b>638,026</b>	<b>79,603</b>	<b>(243,288)</b>	<b>2,513,518</b>
<b>Segment Results</b>										
Operating profits before depreciation and amortisation	619,742	23,645	18,300	13,994	492	137,160	447,806	9,745	(101,227)	1,169,657
Depreciation and amortisation	(184,270)	(4,562)	(405)	(8,886)	(2,517)	(6,601)	(159,697)	(6,073)	(96,462)	(469,473)
Finance costs	(116,925)	(69)	(7)	(85)	(6)	(69,758)	(244,955)	-	82,752	(349,053)
Share of results of:										
- associates	5,826	-	-	-	-	(474)	-	-	-	5,352
- joint ventures	-	-	-	-	-	9,743	-	-	-	9,743
Profit/(loss) before tax and zakat	324,373	19,014	17,888	5,023	(2,031)	70,070	43,154	3,672	(114,937)	366,226
Taxation and zakat	(64,403)	(5,032)	(4,243)	(1,047)	(7)	(38)	(2,260)	(331)	20,794	(56,567)
<b>Profit/(loss) for the period</b>	<b>259,970</b>	<b>13,982</b>	<b>13,645</b>	<b>3,976</b>	<b>(2,038)</b>	<b>70,032</b>	<b>40,894</b>	<b>3,341</b>	<b>(94,143)</b>	<b>309,659</b>
<b>As at 30 June 2019</b>										
<b>Assets and Liabilities</b>										
Segment assets	10,805,040	260,204	167,788	168,005	96,208	12,034,351	6,096,501	103,401	(8,176,880)	21,554,618
Investment in associates	57,744	-	-	-	-	61,393	-	-	-	119,137
Investment in joint ventures	-	-	-	-	-	103,379	-	-	-	103,379
<b>Total assets</b>	<b>10,862,784</b>	<b>260,204</b>	<b>167,788</b>	<b>168,005</b>	<b>96,208</b>	<b>12,199,123</b>	<b>6,096,501</b>	<b>103,401</b>	<b>(8,176,880)</b>	<b>21,777,134</b>
Segment liabilities representing total liabilities	6,091,838	121,858	49,885	59,678	19,334	5,516,225	7,166,381	79,845	(6,585,206)	12,519,838

**7. (LOSS)/PROFIT BEFORE TAX AND ZAKAT**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.06.2020 RM'000	Preceding Year Corresponding Quarter 30.06.2019 RM'000	Current Year To Date 30.06.2020 RM'000	Preceding Year Corresponding Period 30.06.2019 RM'000
Included in other income:				
Interest income				
-unquoted investments	302	532	716	1,102
-employee loans	305	302	581	607
-other loans and receivables	6,540	6,389	13,210	15,859
Unrealised gain/(loss) on fair value for:				
-quoted unit trust	2,318	1,107	2,661	4,195
-unquoted shares	(2,281)	3,042	14,448	(760)
Investment income	13,708	15,501	36,375	36,407
Net realised foreign exchange gain	113	517	658	1,037
Gain on disposal of intangible assets	9	-	285	-
Recoupment of expenses	16,985	27,556	42,590	51,712
Included in other expenses:				
Net (writeback)/allowance of impairment on receivables	(31,915)	(24,925)	57,016	(514)
Bad debts (recovered)/written off	(4)	-	(1)	68
Property, plant and equipment written off	-	-	2	-
Intangible assets written off	-	-	302	4
Inventories written off	1,251	808	3,149	1,661
User fee	26,643	109,049	104,853	221,310
Included in finance cost:				
Interest expenses:				
- Concession payables and borrowings	53,882	54,996	107,383	109,439
- Financial liabilities	116,920	125,962	236,854	237,581
- Interest on lease liabilities	2,168	1,239	4,546	2,033

**8. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES**

There were no changes in estimates that have had a material effect in the result for current quarter and financial period-to-date under review.

**9. DEBT AND EQUITY SECURITIES**

On 23 June 2020, the Group has paid EUR20.0 million, equivalent to RM96.6 million of the Senior Term Facility which matured on 25 June 2020.

Save for the above, there were no issuance and/or other repayment of debt and/or equity securities, share buy backs, share cancellation, shares held as treasury shares and resale of treasury shares during the current quarter and financial-period-to-date under review.

**10. DIVIDENDS PAID**

A single-tier final dividend of 10.00 sen per ordinary share amounting to RM165.9 million in respect of the financial year ended 31 December 2019 was approved by the Board of Directors on 28 February 2020. The final dividend was paid on 21 May 2020.

Save for the above, there were no other dividends paid or declared during the current quarter and financial period-to-date under review.

**11. CARRYING AMOUNT OF REVALUED ASSETS**

The Group does not have any revalued assets as its property, plant and equipment and intangible assets are stated at cost less accumulated depreciation, amortisation and impairment losses.

**12. CHANGES IN COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group during the current quarter and financial period-to-date under review.

**13. CHANGES IN GUARANTEES, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

a) Guarantees

- i) ISG has given 14 (2019: 11) letters of guarantee to the Tax Authority in Turkey for Value Added Tax (VAT) refund amounting to EUR1.4 million, equivalent to RM6.7 million (2019: EUR1.2 million, equivalent to RM5.5 million).

**13. CHANGES IN GUARANTEES, CONTINGENT LIABILITIES AND CONTINGENT ASSETS (CONT'D.)**

a) Guarantees (cont'd.)

- ii) Malaysia Airports Consultancy Services Sdn. Bhd. (MACS) has provided Performance Bank Guarantee totalling to QAR41.3 million, equivalent to RM47.9 million (2019: QAR35.4 million, equivalent to RM39.6 million) for customers of MACS Middle East LLC (MACS ME).

Save for the above, there were no changes in guarantees from the preceding quarter announcement.

b) Contingent Liabilities

- i) On 26 February 2016, Malaysia Airports (Properties) Sdn. Bhd. (MAP) received a Notice of Arbitration from Kuala Lumpur Aviation Fuelling System Sdn. Bhd. (KAF) in respect of the alleged losses and damages in the estimated claim amount of RM456.0 million pertaining to inter alia, the changes of the concession period under the Airport Facilities Agreement (AFA) dated 26 September 2007. MAP has obtained a preliminary view from its solicitors who consider that MAP has a reasonably good prospect of defending the claims as MAP has complied with all the terms and conditions under the AFA. On 13 February 2017, MAP has informed KAF on the Operating Agreements' extension and requested KAF to withdraw the arbitration notice.

However, KAF refused to withdraw the arbitration notice and grants MAP on the extension until 30 May 2017 to facilitate further negotiations on the matter. MAP had requested from KAF for further extension to 30 December 2017.

On 9 August 2017, KAF agreed to withhold the arbitration proceedings until 30 June 2018 pending the negotiations between Malaysia Airports Holdings Berhad (MAHB) and Government of Malaysia. MAP has sent a letter to request for an extension of time to KAF to withhold proceedings until 31 December 2019. KAF has agreed with MAP's request to withhold the commencement of the arbitration proceeding against MAP until 31 December 2019 to facilitate the negotiation on the Operating Agreements between MAHB and Government of Malaysia.

MAP via letter dated 27 December 2019, requested for a further extension till end of June 2020 to facilitate on the Operating Agreements between MAHB and Government of Malaysia. KAF has agreed with MAP's request.

Subsequently, MAP via a letter dated 16 June 2020, requested for a further extension till end of December 2020 to facilitate the negotiation on the Operating Agreements between MAHB and Government of Malaysia.

- ii) As at to date, the request for Value Added Tax (VAT) refund by ISG is still ongoing and pending for final decision by the Supreme Court of Turkey.

Save for the above, there were no changes in contingent liabilities from preceding quarter announcement. The Group has no contingent assets.

**14. RELATED PARTY TRANSACTIONS AND BALANCES**
**Related Party Transactions:**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.06.2020 RM'000	Preceding Year Corresponding Quarter 30.06.2019 RM'000	Current Year To Date 30.06.2020 RM'000	Preceding Year Corresponding Period 30.06.2019 RM'000
<b>Revenue:</b>				
<u>Associates:</u>				
Lease rental				
- KL Aviation Fuelling System Sdn. Bhd.	1,576	1,534	3,152	3,068
- MFMA Development Sdn. Bhd.	1,037	1,037	2,074	2,074
- Cainiao KLIA Aeropolis Sdn. Bhd.	579	579	1,158	1,152
Concession fee				
- MFMA Development Sdn. Bhd.	142	142	284	284
Recoupment of water, electricity & sewerage				
- MFMA Development Sdn. Bhd.	983	1,960	3,011	4,460
<u>Joint ventures:</u>				
Lease rental				
- Segi Astana Sdn. Bhd.	318	318	636	636
- Airport Cooling Energy Supply Sdn. Bhd.	222	222	444	444
<b>Expenses:</b>				
<u>Joint ventures:</u>				
Airport Cooling Energy Supply Sdn. Bhd.				
- Utilities (Fixed)	8,031	8,031	16,062	16,062
- Utilities (Variable usage)	2,278	3,252	5,642	6,941
- Less: Rebate	(901)	(67)	(1,907)	(1,385)
- Interest on concession payable	5,340	5,340	10,680	10,680
<b>Other Transactions:</b>				
<u>Joint ventures:</u>				
Airport Cooling Energy Supply Sdn. Bhd.				
- Payment on concession payable	2,675	2,675	5,350	5,350
<u>Other Related Party:</u>				
Rakan Riang Sdn. Bhd.				
- License fee	-	-	200	-

**Related Party Balances:**

	As at 30.06.2020 RM'000 Unaudited	As at 31.12.2019 RM'000 Audited
Amount owing by associated companies	313	881
Amount owing to joint ventures	24,375	6,448
Amount owing to other related party	200	-



**15. COMMITMENTS**

The amount of commitments for the lease rental, purchase of intangible asset, property, plant and equipment and other investment not provided for, in the interim condensed consolidated financial statements as at 30 June 2020 were as follows:

	Not later than 1 year RM'000	Later than 1 year but not later than 5 years RM'000	Total RM'000
(i) Approved and contracted for:			
Capital expenditure	222,523	-	222,523
(ii) Approved but not contracted for:			
Capital expenditure	181,444	-	181,444
(iii) Other investments:			
Investment in MFMA Development Sdn. Bhd.	39,000	-	39,000
	442,967	-	442,967

**16. SUBSEQUENT EVENTS**

There were no material events subsequent to the end of the current period under review that requires disclosure or adjustments to the interim financial statements.

**17. SIGNIFICANT EVENTS**

On 4 October 2019, AirAsia Berhad and AirAsia X Berhad had served a Writ of Summons on Malaysia Airports (Sepang) Sdn. Bhd. (MA (Sepang)) claiming special damages amounting to RM479.8 million for loss and damage occasioned by reason of the negligence on the part of MA (Sepang), its servants or agents in the management, operation, maintenance or provision of airport services and facilities at klia2.

MA (Sepang) has filed an application to strike out the Writ of Summons. The decision for MA (Sepang)'s striking out application which was fixed on 7 April 2020 has been vacated by the Court due to Movement Control Order (MCO) imposed by Government of Malaysia. The Court has fixed 17 September 2020 for striking out decision against AirAsia.

## 18. PERFORMANCE REVIEW

	INDIVIDUAL QUARTER				CUMULATIVE QUARTER			
	Current Year		Preceding Year		Current Year		Preceding Year	
	Quarter	Corresponding Quarter	Changes		To Date	Corresponding Period	Changes	
	30.06.2020	30.06.2019	RM'000	%	30.06.2020	30.06.2019	RM'000	%
Revenue	272,180	1,261,200	(989,020)	-78.4%	1,206,016	2,513,518	(1,307,502)	-52.0%
(Loss)/profit before tax and zakat	(268,347)	201,600	(469,947)	-233.1%	(303,894)	366,226	(670,120)	-183.0%

### 2Q 2020 vs 2Q 2019 (Q-on-Q)

#### Revenue

The Group's revenue for the current quarter declined significantly by 78.4% over the corresponding quarter in the prior year to RM272.2 million in tandem with the significant contraction in passenger movements of 96.0% due to the global impact of COVID-19 pandemic and prolonged Movement Control Order (MCO) period in Malaysia and other countries.

The impact of prolonged MCO period and border closures, has resulted in significant decline in airport operations' revenue by 80.0% to RM238.7 million. Revenue from the aeronautical segment decreased by 93.1% to RM45.6 million over the corresponding quarter in the prior year. Passenger traffic for the Malaysia operations contracted by 96.9% (international: -98.4%, domestic: -95.3%) to 0.8 million passengers as compared to 25.8 million passengers recorded in the corresponding quarter in the prior year. The passenger traffic for Turkey operations contracted by 93.2% (international: -100%, domestic: -88.9%) to 0.6 million passengers as compared to 8.8 million passengers recorded in the corresponding quarter in the prior year. Non-aeronautical segment decreased by 63.4% to RM193.1 million as compared to the corresponding quarter in the prior year.

Revenue from the non-airport operations decreased by 51.5% or RM35.6 million due to lower revenue from the project and repair maintenance and hotel businesses.

Overall, Malaysia and Turkey operations had recorded a significant decrease in revenue by 75.5% to RM221.6 million and 89.0% to RM35.1 million respectively. Qatar operations recorded a decrease in revenue from RM38.7 million to RM15.5 million.

#### (Loss)/profit before tax and zakat (LBT/PBT)

The Group recorded a LBT of RM268.3 million as compared to PBT of RM201.6 million in the corresponding quarter in the prior year mainly due to the significant decrease in revenue by 78.4%. Group cost decreased by 47.7% due to lower operating cost arising from cost containment initiatives to weather the impact of COVID-19 and lower other costs such as user fee, finance cost, depreciation and amortisation recorded during the period.

## **18. PERFORMANCE REVIEW (CONT'D.)**

### **(Loss)/profit before tax and zakat (LBT/PBT) (cont'd.)**

Malaysia and Qatar operations recorded LBT of RM107.5 million and RM2.7 million respectively as compared to PBT recorded in the corresponding quarter in the prior year. Turkey operations had recorded a LBT of RM158.1 million, higher losses as compared to LBT of RM16.5 million recorded in the corresponding quarter in the prior year.

The higher losses however cushioned with the recognition of prior year tax recoverable and deferred tax asset recognised for current period business losses. Accordingly, the Group recorded loss after taxation (LAT) of RM91.1 million.

### **Share of results of Associates and Joint Ventures (JV)**

In the current quarter under review, the share of results from associates recorded losses amounting to RM2.0 million, lower by RM5.0 million as compared to the profits of RM3.0 million for the corresponding quarter in the prior year, due to higher losses from KAF and MFMA Development Sdn. Bhd. (MFMA).

Share of results of joint ventures in the current quarter under review recorded a profits amounting to RM0.3 million, lower by RM4.8 million as compared to the profits of RM5.1 million for the corresponding quarter in the prior year due to lower contribution from Airport Cooling Energy Supply Sdn. Bhd. (ACES) and Segi Astana Sdn. Bhd. (SASB).

### **YTD 30 June 2020 vs YTD 30 June 2019 (Y-on-Y)**

#### **Revenue**

The Group recorded revenue of RM1,206.0 million, 52.0% lower than revenue of RM2,513.5 million recorded in the corresponding period in the prior year in tandem with the contraction in passenger movements of 60.5% due to the unprecedented outbreak of COVID-19 has resulted in large capacity cut, travelling bans and border closures across the globe.

Airport operations' revenue declined by 52.8% to RM1,116.4 million. Revenue from the aeronautical segment declined by 58.2% to RM547.9 million over the corresponding period in the prior year due to significant passengers contraction of 60.5%. Malaysia operations recorded decreased in passenger of 62.5% (international: -65.4%, domestic: -59.5%) to 19.2 million passengers as compared to 51.2 million passengers recorded in the corresponding period in the prior year. Similarly Turkey operations, the passenger traffic had decreased by 54.4% (international: -56.3%, domestic: -53.3%) to 7.7 million as compared to 16.9 million recorded in the corresponding period in the prior year. Non-aeronautical segment decreased by 46.1% to RM568.5 million as compared to the corresponding period in the prior year.

Revenue from non-airport operations decreased by 40.0% or RM59.7 million due to lower revenue from the project and repair maintenance and hotel businesses.

## **18. PERFORMANCE REVIEW (CONT'D.)**

### **YTD 30 June 2020 vs YTD 30 June 2019 (Y-on-Y) (cont'd.)**

#### **Revenue (cont'd.)**

Overall, Malaysia and Turkey operations had recorded a decrease in revenue by 52.0% to RM881.8 million and 52.0% to RM286.7 million respectively. Qatar operations recorded a decrease in revenue by 52.9% to RM37.5 million as compared to the corresponding period in the prior year.

#### **(Loss)/profit before tax and zakat (LBT/PBT)**

The Group recorded a LBT of RM303.9 million as compared to PBT of RM366.2 million in the corresponding period in the prior year mainly due to significant contraction in passengers traffic by 60.5%. Group cost decreased by 28.1% as compared to the corresponding period in the prior year. Lower cost was due to lower operating cost arising from cost containment initiatives to weather the impact of COVID-19, coupled with lower user fee, depreciation and amortisation recorded during the period.

Malaysia and Turkey operations recorded LBT of RM106.8 million and RM197.4 million respectively due to the global impact of COVID-19 pandemic to the air travel. Qatar operations recorded a lower PBT of RM0.3 million as compared to RM3.7 million recorded in the corresponding period in the prior year.

The higher losses however cushioned with the recognition of prior year tax recoverable and deferred tax asset recognised for current period business losses. Accordingly, the Group recorded loss after taxation (LAT) of RM111.5 million.

#### **Share of results of Associates and Joint Ventures (JV)**

In the current financial period under review, the share of results from associates recorded losses amounting to RM1.5 million, lower by RM6.9 million as compared to the profits of RM5.4 million for the corresponding period in the prior year, due to losses from MFMA, KAF, Cainiao KLIA Aeropolis Sdn. Bhd. (CKASB) and BP Malaysia Airports Subang Aerotech Sdn. Bhd. (BPMA Subang).

Share of results of joint ventures in the current financial period under review amounting to RM3.5 million, lower by RM6.2 million as compared to the profits of RM9.7 million for the corresponding period in the prior year due to lower contribution from SASB and ACES.

**19. MATERIAL CHANGE IN PROFIT BEFORE TAX AND ZAKAT OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER**

	INDIVIDUAL QUARTER			
	Current Year	Immediate	Changes	
	Quarter	Preceding		
	30.06.2020	Quarter	RM'000	%
	RM'000	31.03.2020	RM'000	
Revenue	272,180	933,836	(661,656)	-70.9%
Loss before tax and zakat	(268,347)	(35,547)	(232,800)	-654.9%

**2Q 2020 vs 1Q 2020 (Q-on-PQ)**

**Revenue**

The Group's revenue for the current quarter under review declined significantly by 70.9% to RM272.2 million against RM933.8 million in the immediate preceding quarter mainly due to significant contraction in passengers traffic of 94.5% resulted from the global impact of COVID-19 pandemic and prolonged MCO period in Malaysia and other countries.

Airport operations' revenue declined by 72.8% to RM238.7 million over the immediate preceding quarter contributed by significant decrease from the aeronautical segment by 90.9% to RM45.6 million and non-aeronautical segment by 48.6% to RM193.1 million. Passenger traffic for the Malaysia operations contracted significantly by 95.7% (international: -97.7%, domestic: -93.8%) to 0.8 million passengers as compared to 18.4 million passengers recorded in the immediate preceding quarter. The passenger traffic for Turkey operations contracted by 91.5% (international: -100%, domestic: -86.0%) to 0.6 million passengers as compared to 7.1 million passengers recorded in the immediate preceding quarter.

Revenue from the non-airport operations decreased by 40.3% or RM22.6 million due to lower revenue from the project and repair maintenance and hotel businesses.

Overall, Malaysia and Turkey operations had recorded a significant decrease in revenue by 66.4% to RM221.6 million and 86.0% to RM35.1 million respectively. Qatar operations had recorded a marginal decrease in revenue by 29.5% to RM15.5 million as compared to the immediate preceding quarter.

**(Loss)/profit before tax and zakat (LBT/PBT)**

The Group recorded a LBT of RM268.3 million as compared to LBT of RM35.5 million in the immediate preceding quarter mainly due to significant contraction in passengers traffic by 94.5% despite of lower cost by 44.0% recorded in the current quarter. Lower cost was due to lower operating cost arising from cost containment initiatives to weather the impact of COVID-19, coupled with lower user fee, depreciation and amortisation recorded during the period.

Malaysia and Turkey operations recorded LBT of RM107.5 million and RM158.1 million respectively, due to significant decrease in revenue in the current quarter under review. Qatar operations recorded LBT of RM2.7 million as compared to the profits of RM3.0 million recorded in the immediate preceding quarter.

**19. MATERIAL CHANGE IN PROFIT BEFORE TAX AND ZAKAT OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER (CONT'D.)**

**2Q 2020 vs 1Q 2020 (Q-on-PQ) (cont'd.)**

**(Loss)/profit before tax and zakat (LBT/PBT)(cont'd.)**

The higher losses however cushioned with the recognition of prior year tax recoverable and deferred tax asset recognised for current period business losses. Accordingly, the Group recorded loss after taxation (LAT) of RM91.1 million.

**Share of results of Associates and Joint Ventures (JV)**

In the current quarter under review, the share of results from associates recorded losses amounting to RM2.0 million, lower by RM2.5 million as compared to the profits of RM0.5 million for the immediate preceding quarter. The unfavourable variance was due to higher losses from KAF and MFMA.

Share of results of joint ventures in the current quarter under review amounting to RM0.3 million, lower by RM2.9 million as compared to the profits of RM3.2 million for the immediate preceding quarter. The unfavourable variance was due to lower contribution from ACES and SASB.

## **20. COMMENTARY ON PROSPECTS**

MAHB's network of airports recorded 26.9 million passengers in the current period under review from 1 January 2020 to 30 June 2020, a contraction of 60.5% over the corresponding period in the prior year. During the same period, the Group's traffic for international and domestic passengers contracted by 63.6% and 57.7% respectively. Correspondingly, the Group's aircraft movements decreased by 50.2% with both international and domestic aircraft movements decreasing by 54.7% and 47.2% respectively.

### Malaysia Operations

Passenger traffic at MAHB operated airports contracted by 62.5% with 19.2 million passengers in the current period under review. Traffic for international and domestic passengers contracted by 65.4% to 9.0 million passengers and 59.5% to 10.2 million passengers respectively. International sector growth remains constrained for Malaysia due to the extended international border closure under the Recovery Movement Control Order (RMCO) phase. Nevertheless, with some easing of restriction that allows specific international travellers (such as medical tourists, expatriates, Malaysia My Second Home pass holders, foreign students, permanent residents and foreign spouses of Malaysians) to travel into the country, some recovery is expected in the upcoming months. The Government of Malaysia has also identified travel bubbles to six countries with reciprocal arrangements allowing flights and travellers to travel between established routes.

June domestic traffic indicates a reopening phase of air travel for Malaysia, corresponding to the lifting of interstate travel ban announced in early June and provides some element of optimism. Moving forward, traffic recovery and return to travel are largely propelled by the travellers' confidence to start travelling and access to connectivity. MAHB has continuously taken several measures to ensure the safety and health of travellers while adhering to the Standard Operating Procedures (SOP) by the National Disaster Management Agency, Ministry of Health and guidelines recommended by International Civil Aviation Organization (ICAO), International Air Transport Association (IATA) and Airport Council International (ACI). MAHB is also working closely with its ground handler and airline partners to ensure the highest level of safety for passengers and crew are in place.

### Overseas Operations

ISGIA passenger traffic contracted by 54.4% to 7.7 million passengers in current period under review. International and domestic passenger contracted by 56.3% and 53.3%, respectively. ISGIA passenger movements experienced a decline in passengers following the suspension of flights imposed to certain countries in stages and later to all international destinations announced by the Government of Turkey from 27 March 2020 until 31 May 2020. ISGIA reopened for operation on 1 June 2020 and international flights to Turkey resumed on 11 June 2020 after Government of Turkey lifted notice to airmen (NOTAM) for Turkish airspace, allowing international flights to restart based on mutual, bilateral and health arrangement.

The international movements performance for ISGIA, however, was modest compared to domestic movements as the international flights movements to a large degree depends on reciprocal arrangements between countries and their willingness to open border with Turkey. Pegasus, Pobeda and Anadolujet Airlines have resumed both domestic and international operations to more than 20 destinations collectively with international destinations mostly to Europe, Middle East and Central Asia. ISGIA's June traffic volume for both domestic and international is encouraging with Pegasus, Anadolujet and Pobeda Airlines keen on further increasing international capacity upon approval of the respective countries' civil aviation authority. The pick-up of both domestic and international is a positive development in view of the capacity challenges due to travel restrictions and the current pandemic that persist. The airport is geared to meet the growing demand that indicates some recovery of growth with better domestic traffic that would initially lead the recovery.

## 20. COMMENTARY ON PROSPECTS (CONT'D.)

### Outlook

The International Monetary Fund (IMF) in June had revised the global economy growth forecast for 2020 and 2021 to -4.9% and +5.8% from -3.0% and +6.3% earlier estimates in April 2020. Bank Negara has forecasted that the Malaysian economy would register between -2.0% to +0.5% in 2020 while the Malaysian Institute of Economic Research (MIER) has estimated -2.9% contraction for the same period. IATA, ACI and ICAO collectively projected 2020 global traffic to be in the range of -48% to -62% for 2020, mostly due to the travel ban and restrictions imposed to contain the spread of pandemic. Malaysian Aviation Commission has revised Malaysia traffic for 2020 to be in the range of -48.7% and -50.3%. While Malaysia and ISGIA June traffic performances are encouraging, post lockdown demand for air travel is expected to be in stages with domestic sector leading the recovery. Resumption of international traffic is expected to be gradual mostly due to dependence on travel bubbles arrangements and a slower easing of border restriction as countries remain cautious and this is estimated to reflect a better traffic in the coming months.

The introduction of the Malaysia - Singapore Reciprocal Green Lane, announced by the Ministers of Foreign Affairs of Malaysia and Singapore on 14 July 2020 is a welcome start for further relaxation in the opening of our borders. Meanwhile, MAHB is not letting up on efforts in ensuring a safe airport environment for travellers and restoring confidence in air travel. Recently, Malaysia Airports showcased several technology-enabled measures implemented at KL International Airport (KUL) to provide a contactless airport experience. These measures include facial recognition, self-check-in and bag-drop, contactless security screening and automated disinfection using ultraviolet (UV). More technology is also being explored by continuously benchmarking best practices at other airports around the world.

### Group Cost Optimisation Initiatives

With the aviation industry affected by the unprecedented travel restrictions and bans, MAHB had taken immediate and pre-emptive measures to mitigate its impact by implementing an aggressive cost optimisation plan which will keep the Group relatively stable. The 18-month plan involves recalibrating operational efficiencies i.e. rebasing cost and prioritising capital expenditure to conserve cash reserves and ensure that the Group is able to meet its financial and operational obligations. The Group had also started to pare down non-essential operating costs with the aim of lowering it by at least 20%.



**21. PROFIT FORECAST**

The Group did not publish any profit forecast.

**22. TAXATION AND ZAKAT**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.06.2020 RM'000	Preceding Year Corresponding Quarter 30.06.2019 RM'000	Current Year To Date 30.06.2020 RM'000	Preceding Year Corresponding Period 30.06.2019 RM'000
Current tax	140,807	(16,938)	127,111	(48,759)
Deferred taxation	37,666	(18,459)	66,522	(1,683)
Zakat	(1,194)	(6,125)	(1,194)	(6,125)
	<u>177,279</u>	<u>(41,522)</u>	<u>192,439</u>	<u>(56,567)</u>

**23. SALE OF PROPERTIES**

There were no sales of properties since 31 December 2019.

**24. INVESTMENTS IN QUOTED SECURITIES**

There were no investment in quoted securities during the current quarter and financial period-to-date under review.

**25. STATUS OF CORPORATE PROPOSALS**

There are no ongoing corporate proposals announced by the Group but not completed as at 27 August 2020 being a date not earlier than 7 days from the date of issuance of the quarterly report.

## 26. BORROWINGS

	As at 30.06.2020		As at 31.12.2019	
	EUR'000	RM'000	EUR'000	RM'000
	Unaudited		Audited	
<b>Short-term borrowings</b>				
Unsecured:				
Islamic Medium Term Notes (IMTN)	-	1,000,000	-	1,000,000
Secured:				
Senior Term Facility	67,853	325,697	53,815	247,012
Total short-term borrowings	67,853	1,325,697	53,815	1,247,012
<b>Long-term borrowings</b>				
Unsecured:				
Islamic Medium Term Notes (IMTN)	-	2,100,000	-	2,100,000
Secured:				
Senior Term Facility	312,481	1,499,908	345,473	1,585,721
Total long-term borrowings	312,481	3,599,908	345,473	3,685,721
Total borrowings	380,334	4,925,605	399,288	4,932,733

## 27. CHANGES IN LIABILITIES ARISING FROM FINANCING ACTIVITIES

	As at 31.12.2019 RM'000 Audited	Non-cash changes			As at 30.06.2020 RM'000 Unaudited
		Cash Flows RM'000	Foreign Exchange Movements	Fair Value Changes	
Unsecured:					
Islamic Medium Term Notes (IMTN)	3,100,000	-	-	-	3,100,000
Secured:					
Senior Term Facility	1,832,733	(121,459)	89,809	24,522	1,825,605
Derivative financial instruments	50,059	-	448	(7,145)	43,362
	4,982,792	(121,459)	90,257	17,377	4,968,967

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA  
MALAYSIA SECURITIES BERHAD**

**28. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

There were no off balance sheet financial instruments as at 30 June 2020.

**29. CHANGES IN MATERIAL LITIGATION**

There were no other changes in material litigation against the Group and its subsidiaries since 31 December 2019 other than those disclosed in note 13.

**30. DIVIDEND PAYABLE**

There were no other dividends paid or declared during the current quarter and financial period-to-date under review other than disclosed in note 10.

**31. EARNINGS PER SHARE (EPS)**

**Basic EPS**

Basic earnings per share amounts are calculated by dividing the profit for the period attributable to Owners of the Company by the weighted average number of ordinary shares in issue during the current quarter and financial period-to-date under review.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.06.2020 RM'000	Preceding Year Corresponding Quarter 30.06.2019 RM'000	Current Year To Date 30.06.2020 RM'000	Preceding Year Corresponding Period 30.06.2019 RM'000
(Loss)/profit attributable to Owners of the Company	(91,068)	160,078	(111,455)	309,659
Distribution to Perpetual Sukuk holder	(14,335)	(14,336)	(28,671)	(28,514)
Net (loss)/profit attributable to Owners of the Company	(105,403)	145,742	(140,126)	281,145
Weighted average number of ordinary shares in issue ('000)	1,659,192	1,659,192	1,659,192	1,659,192
(Loss)/profit per share attributable to Owners of the Company (sen)	(6.35)	8.78	(8.45)	16.94



**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA  
MALAYSIA SECURITIES BERHAD**

**31. EARNINGS PER SHARE (EPS) (cont'd.)**

**Basic EPS (cont'd.)**

Weighted average number of ordinary shares outstanding during the period is the number of ordinary shares outstanding at the beginning of the period, adjusted by the number of ordinary shares issued during the period multiplied by a time-weighting factor. The time-weighting factor is the number of days that the shares are outstanding as a proportion of the total number of days in the period.

**32. AUTHORISATION FOR ISSUE**

The interim condensed consolidated financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors.

**BY ORDER OF THE BOARD**

**Zawardi Mohamed Salleh**

Company Secretary

Sepang

27 August 2020