



**PROVEN. TRUSTED. FRIENDLY.**

**Westports Holdings Berhad**

(Company No. 262761-A)

(Incorporated in Malaysia)

**Quarterly Financial Report for the  
Quarter and Year Ended 31 December 2013**

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

<b>Table of Contents</b>	<b>Pages</b>
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	2
Condensed Consolidated Statement of Financial Position	3
Condensed Consolidated Statement of Changes in Equity	4
Condensed Consolidated Statement of Cash Flows	5-6
Notes to the Condensed Consolidated Financial Statements	7-19

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**Condensed Consolidated Statement of Profit or Loss and  
Other Comprehensive Income**

For The Quarter and Financial Year Ended 31 December 2013

	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
			Audited	Audited
Revenue	502,632	477,235	1,712,618	1,492,262
Cost of sales	(306,692)	(308,918)	(975,118)	(823,489)
<b>Gross profit</b>	<b>195,940</b>	<b>168,317</b>	<b>737,500</b>	<b>668,773</b>
Other income	1,581	2,677	39,065	13,734
Administrative expenses	(15,555)	(18,799)	(71,680)	(72,585)
Other expenses	(38,731)	(32,683)	(140,567)	(125,509)
<b>Results from operating activities</b>	<b>143,235</b>	<b>119,512</b>	<b>564,318</b>	<b>484,413</b>
Finance income	2,800	2,283	9,521	7,119
Finance costs	(14,538)	(13,894)	(56,831)	(56,859)
<b>Profit before tax</b>	<b>131,497</b>	<b>107,901</b>	<b>517,008</b>	<b>434,673</b>
Tax expenses	(322)	2,175	(81,703)	(73,713)
<b>Profit for the period</b>	<b>131,175</b>	<b>110,076</b>	<b>435,305</b>	<b>360,960</b>
<b>Other comprehensive income, net of tax</b>				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Fair value of available-for-sale financial assets	-	-	-	(1,643)
<b>Total comprehensive income attributable to owners of the Company</b>	<b>131,175</b>	<b>110,076</b>	<b>435,305</b>	<b>359,317</b>
<b>Basic earnings per ordinary share (sen)</b>	<b>3.85</b>	<b>3.67</b>	<b>13.86</b>	<b>12.03</b>

The audited condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the audited condensed consolidated financial statements.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**Condensed Consolidated Statement of Financial Position**

As At 31 December 2013

*These figures have been audited*

	<b>As at 31.12.2013</b>	<b>As at 31.12.2012 Restated</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Non-current assets</b>		
Property, plant and equipment	1,159,394	994,093
Concession assets	1,872,591	1,684,147
<b>Total non-current assets</b>	3,031,985	2,678,240
<b>Current assets</b>		
Trade and other receivables	200,343	210,659
Cash and cash equivalents	341,656	325,526
<b>Total current assets</b>	541,999	536,185
<b>Total assets</b>	3,573,984	3,214,425
<b>Equity</b>		
Share capital	341,000	117,000
Share premium	697,000	34,000
Reserves	565,942	1,337,029
<b>Total equity</b>	1,603,942	1,488,029
<b>Non-current liabilities</b>		
Borrowings	900,000	450,000
Employee benefits	9,712	9,334
Deferred tax liabilities	242,434	219,799
Provision for concession liability	401,888	426,012
<b>Total non-current liabilities</b>	1,554,034	1,105,145
<b>Current liabilities</b>		
Borrowings	-	245,000
Trade and other payables	349,890	316,350
Tax payable	17,052	10,835
Provision for concession liability	49,066	49,066
<b>Total current liabilities</b>	416,008	621,251
<b>Total liabilities</b>	1,970,042	1,726,396
<b>Total equity and liabilities</b>	3,573,984	3,214,425

The audited condensed consolidated statement of financial position should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the audited condensed consolidated financial statements.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**Condensed Consolidated Statement of Changes in Equity**

For The Financial Year Ended 31 December 2013

*These figures have been audited*

	← Attributable to the owners of the Company →					
	← Non-distributable →			Distributable		
	Goodwill					
	Share Capital RM'000	Share Premium RM'000	Fair Value Reserve RM'000	Written off Reserve RM'000	Retained Earnings RM'000	Total RM'000
<b>At 1 January 2012</b>						
As previously stated	117,000	34,000	1,643	(47,732)	1,225,042	1,329,953
Effect of amendments to MFRS 119 (revised)	-	-	-	-	(1,639)	(1,639)
<b>At 1 January 2012, restated</b>	117,000	34,000	1,643	(47,732)	1,223,403	1,328,314
Fair value of available-for-sale financial assets realised	-	-	(1,643)	-	-	(1,643)
Total other comprehensive income for the year	-	-	(1,643)	-	-	(1,643)
Profit for the year	-	-	-	-	360,960	360,960
<b>Total comprehensive income for the year</b>	-	-	(1,643)	-	360,960	359,317
<i>Distributions to owners of the Company</i>						
- Dividends	-	-	-	-	(199,602)	(199,602)
<b>Total transactions with owners of the Company</b>	-	-	-	-	(199,602)	(199,602)
<b>At 31 December 2012</b>	117,000	34,000	-	(47,732)	1,384,761	1,488,029
<b>At 1 January 2013</b>						
As previously stated	117,000	34,000	-	(47,732)	1,386,400	1,489,668
Effect of amendments to MFRS 119 (revised)	-	-	-	-	(1,639)	(1,639)
<b>At 1 January 2013, restated</b>	117,000	34,000	-	(47,732)	1,384,761	1,488,029
Profit/ Total comprehensive income for the year	-	-	-	-	435,305	435,305
<i>Distributions to owners of the Company</i>						
- Dividends	-	-	-	-	(1,057,392)	(1,057,392)
- Bonus issue	183,000	(34,000)	-	-	(149,000)	-
- Issuance of ordinary shares	41,000	697,000	-	-	-	738,000
<b>Total transactions with owners of the Company</b>	224,000	663,000	-	-	(1,206,392)	(319,392)
<b>At 31 December 2013</b>	341,000	697,000	-	(47,732)	613,674	1,603,942

The audited condensed consolidated statement of changes in equity should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the audited condensed consolidated financial statements.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**Condensed Consolidated Statement of Cash Flows**

For The Financial Year Ended 31 December 2013

*These figures have been audited*

	<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	517,008	434,673
Adjustments for :		
Amortisation of dredging expenditure	3,447	5,531
Amortisation of concession assets	51,105	43,311
Depreciation of property, plant and equipment	69,744	64,391
Gain on disposal of property, plant and equipment	(874)	(686)
Property, plant and equipment written off	484	364
Concession asset written off	781	4,914
Finance costs - accretion of concession liability	24,942	26,058
Finance costs - borrowings	31,889	30,801
Finance income	(9,521)	(7,119)
Provision for retirement benefits	513	416
Gain on available-for-sale financial assets	(355)	(3,068)
<b>Operating profit before working capital changes</b>	<b>689,163</b>	<b>599,586</b>
Changes in working capital:		
Trade and other receivables	14,123	10,591
Trade and other payables	36,509	56,060
<b>Cash generated from operations</b>	<b>739,795</b>	<b>666,237</b>
Income tax paid	(52,851)	(35,223)
Retirement benefits paid	(135)	(75)
<b>Net cash generated from operating activities</b>	<b>686,809</b>	<b>630,939</b>
<b>Cash flows from investing activities</b>		
Interest received	9,521	7,119
Payment of dredging expenditure	(7,254)	(382)
Proceeds from disposal of property, plant and equipment	4,414	1,001
Purchase of property, plant and equipment	(235,744)	(161,348)
Additions to concession asset	(371,622)	(286,436)
Purchase of spares, net	(1,847)	542
Concession assets cost reimbursement from Government of Malaysia	134,544	170,856
Changes in fair value of available-for-sale financial assets	355	1,425
<b>Net cash used in investing activities</b>	<b>(467,633)</b>	<b>(267,223)</b>

**The audited condensed consolidated statement of cash flows should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the audited condensed consolidated financial statements.**

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**Condensed Consolidated Statement of Cash Flows (Continued)**

For The Financial Year Ended 31 December 2013

*These figures have been audited*

	<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from financing activities</b>		
Fixed deposit pledge for borrowings	(3,464)	(677)
Interest paid	(39,588)	(42,309)
Proceeds from issue of share capital and share premium	738,000	-
Redemption of borrowings	(245,000)	(100,000)
Proceed from borrowings	450,000	-
Dividends paid to shareholders	(1,057,392)	(199,602)
Annual lease paid for use of port infrastructures and facilities	(49,066)	(47,318)
<b>Net cash used in financing activities</b>	<u>(206,510)</u>	<u>(389,906)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	12,666	(26,190)
Cash and cash equivalents at 1 January	304,934	331,124
<b>Cash and cash equivalents at 31 December</b>	<u><u>317,600</u></u>	<u><u>304,934</u></u>

**Cash and cash equivalents included in the cash flow statement comprise the following statement of financial position amounts:**

Cash and cash balance	87,600	68,334
Fixed deposits with licensed banks	254,056	257,192
	<u>341,656</u>	<u>325,526</u>
Less : Pledged deposits	(24,056)	(20,592)
	<u><u>317,600</u></u>	<u><u>304,934</u></u>

**The audited condensed consolidated statement of cash flows should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the audited condensed consolidated financial statements.**

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**Notes to Condensed Consolidated Financial Statements  
for the Financial Year Ended 31 December 2013**

*These figures have been audited*

**1. Basis of Preparation**

The condensed consolidated financial statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). This condensed consolidated financial statements also complies with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board (IASB).

The condensed consolidated financial statements should be read in conjunction with the annual audited consolidated financial statements for the financial year ended 31 December 2012.

**2. Significant Accounting Policies**

The accounting policies adopted in these audited condensed consolidated financial statements are consistent with the annual audited consolidated financial statements for the financial year ended 31 December 2012 except for the adoption of the following MFRSs, IC Interpretation and Amendments to MFRSs during the current financial period.

MFRS 10,	<i>Consolidated Financial Statements</i>
MFRS 11,	<i>Joint Arrangements</i>
MFRS 12,	<i>Disclosure of Interest in Other Entities</i>
MFRS 13,	<i>Fair Value Measurement</i>
MFRS 119,	<i>Employee Benefits (2011)</i>
MFRS 127,	<i>Separate Financial Statements (2011)</i>
MFRS 128,	<i>Investments in Associates and Joint Ventures (2011)</i>
IC Interpretation 20:	<i>Stripping Costs in the Production Phase of a Surface Mine</i>
Amendments to MFRS 7,	<i>Financial Instruments: Disclosures – Offsetting Financial Assets and Liabilities</i>
Amendments to MFRS 1,	<i>First-time Adoption of Malaysian Financial Reporting Standards – Government Loans</i>
Amendments to MFRS 1,	<i>First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)</i>
Amendments to MFRS 101,	<i>Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)</i>
Amendments to MFRS 116,	<i>Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)</i>
Amendments to MFRS 132,	<i>Financial Instruments: Presentations (Annual Improvements 2009-2011 Cycle)</i>
Amendments to MFRS 134,	<i>Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)</i>
Amendments to MFRS 10,	<i>Consolidated Financial Statements: Transition Guidance</i>
Amendments to MFRS 11,	<i>Joint Arrangements: Transition Guidance</i>
Amendments to MFRS 12,	<i>Disclosure of Interests in Other Entities: Transition Guidance</i>

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

The adoption of the above MFRSs and amendments to MFRSs did not have any material impact on these audited condensed consolidated financial statements except for the effects of MFRS 119, *Employee Benefits (2011)* as discussed below.

The Group has adopted MFRS 119, Employee Benefits (2011) with a date of initial application of 1 January 2013 and changed its basis for recognising actuarial gains and losses related to defined benefit plans.

As a result of the adoption, all actuarial gains and losses is recognised immediately in other comprehensive income. The ‘corridor method’ allowed under the previous standard under which recognition of actuarial gains and losses could be deferred, has been eliminated.

The change in accounting policy has been applied retrospectively.

The following table summarises the financial effects on the statement of financial position upon implementation of the new accounting policy:

	<b>Employee benefits RM’000</b>	<b>Retained earnings RM’000</b>
Balance as reported at 1 January 2012	7,354	1,225,042
Effect of adoption on 1 January 2012	1,639	(1,639)
Restated balance at 1 January 2012	8,993	1,223,403
Balance as reported at 31 December 2012	7,695	1,386,400
Effect of adoption on 1 January 2012	1,639	(1,639)
Restated balance at 31 December 2012	9,334	1,384,761

The change in accounting policy had no impact on the statement of profit or loss and other comprehensive income.

As at the date of authorisation of these audited condensed consolidated financial statements, the following new MFRSs, Amendments to MFRSs and IC Interpretations were issued but not yet effective and have not been applied by the Group:

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

<b>MFRSs, Amendments to MFRSs and IC Interpretation</b>		<i>Effective for annual periods beginning on or after</i>
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009 and October 2010)	1-Jan-15
Amendments to MFRS 7	Disclosures - Mandatory Effective Date of MFRS 9 and Transition Disclosures	1-Jan-15
Amendments to MFRS 10, MFRS 12 and MFRS 127	Consolidated Financial Statements, Disclosure of Interests in Other Entities and Separate Financial Statements for Investment Entities	1-Jan-14
Amendments to MFRS 132	Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities	1-Jan-14
Amendments to MFRS 136	Recoverable Amount Disclosures for Non-Financial Assets	1-Jan-14
Amendments to MFRS 139	Novation of Derivatives and Continuation of Hedge Accounting	1-Jan-14
IC Interpretation 21	Levies	1-Jan-14

The Group plans to apply the abovementioned MFRSs, its consequential amendments and Interpretations in the respective annual periods based on their effective dates and applicability.

### **3. Qualification of Audit Report for the Preceding Annual Financial Statements**

There was no qualification on financial statements prepared for the financial year ended 31 December 2012.

### **4. Seasonality or Cyclicity of Interim Operations**

There has been no material seasonal or cyclical factor affecting the results of the quarter under review.

### **5. Unusual Items due to their Nature, Size or Incidence**

On 18 October 2013, the entire issued and paid-up share capital of the Company was listed on the Main Market of Bursa Malaysia Securities Berhad. The Company recognised listing expenses of RM13.7 million in the financial year.

No utilisation of proceeds from IPO was prepared as the entire proceeds from the IPO are accrued to the selling shareholders.

Save for the above relating to our Initial Public Offering (“IPO”) and listing of our shares on the Main Market of Bursa Securities (“Listing”) as disclosed in note 7, there were no unusual items affecting the assets, liabilities, equity, net income or cash flows because of their nature, size or incidence for the financial year.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**6. Changes in Estimates**

There were no changes in estimates that have had a material effect in the current quarter and financial year results.

**7. Debt and Equity Securities**

Westports Holdings Berhad (“the Company”) had undertaken the following pre-listing exercise on 29 August 2013:-

- a) bonus issue involving issuance of 183 million bonus shares on the basis of 1.56 bonus share for every one existing ordinary share of the Company (“Pre-subdivided Company Share”) by capitalising a total of RM183 million from retained earnings and share premium of RM149 million and RM34 million respectively;
- b) upon completion of the bonus issue, the Company undertook a sub-division of 1 Pre-subdivided Company Share into 10 ordinary shares of RM0.10 each in the Company (“New Ordinary Shares”).

Accordingly, the Company’s authorised share capital of RM500 million now comprise 5 billion ordinary shares whilst the Company’s issued and paid-up share capital of RM300 million now comprise 3 billion ordinary shares;

- c) subsequent to the special dividend payment of RM738 million (as described in note 8 below) certain existing shareholders subscribed to 410 million of New Ordinary Shares at an issue price of RM1.80 per share.

On 18 October 2013, the entire issued and paid up capital of the Company was successfully listed on the Main Market of Bursa Securities.

As at 31 December 2013, the issued and paid-up share capital of the Company amounted to RM341 million comprising 3.41 billion shares of RM0.10 each.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**8. Dividend Paid**

During the financial year, the Company has paid the following dividend:-

	<b>RM'000</b>
a) Single tier final dividend of 145.98 sen per ordinary share, in respect of financial year ended 31 December 2012 on 30 May 2013*	170,802
b) Single tier interim dividend of 127.00 sen per ordinary share, in respect of financial year ending 31 December 2013 on 26 August 2013*	148,590
c) Special dividend pursuant to the pre-listing exercise on 29 August 2013	<u>738,000</u>
	<u>1,057,392</u>

\* The dividend per share was computed based on the Pre-subdivided Company Share of 117 million shares.

**9. Events Subsequent to the End of the Financial Year**

Saved as disclosed in Note 23, there were no material events subsequent to quarter under review that have not been reflected in the quarterly financial statements.

**10. Segmental Information**

The Group has identified the business of port development and management of port operations as its sole operating segment.

The Board of Directors does not consider investment holding activities as a reportable operating segment. For the purpose of segmental reporting, non reportable segment relates to administrative expenses of the holding company.

No segmental information is provided on a geographical basis as the Group's activities are carried out predominantly in Malaysia.

**Segment profit**

Performance is measured based on segment profit before finance income, finance cost and taxation as included in the internal management reports that are reviewed by the Board of Directors.

**Segment assets**

Segment assets information is not presented regularly to the Board of Directors and hence, no disclosure is made on segment assets.

**Segment liabilities**

Segment liabilities information is not presented regularly to the Board of Directors and hence, no disclosure is made on segment liabilities.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**Port development and management of  
port operations**

	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</b>
	RM'000	RM'000	RM'000	RM'000
<b>Profit</b>				
Reportable segment	143,637	119,690	566,736	485,010
<i>Include in the measure of segment profit are :</i>				
Revenue - external customer	357,319	317,205	1,348,482	1,226,165
- construction service	145,313	160,030	364,136	266,097
Amortisation of concession asset	13,190	11,749	51,105	43,311
Depreciation of property, plant and equipment	18,644	17,308	69,744	64,391

**Reconciliation of reportable segment profit and revenue**

<b>Profit</b>				
Reportable segment	143,637	119,690	566,736	485,010
Non-reportable segment	(402)	(178)	(2,418)	(597)
Finance income	2,800	2,283	9,521	7,119
Finance cost	(14,538)	(13,894)	(56,831)	(56,859)
Consolidated profit before tax	<u>131,497</u>	<u>107,901</u>	<u>517,008</u>	<u>434,673</u>
<b>Revenue</b>				
Reportable segment	502,632	477,235	1,712,618	1,492,262
Non-reportable segment	-	-	-	-
Consolidated revenue	<u>502,632</u>	<u>477,235</u>	<u>1,712,618</u>	<u>1,492,262</u>

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

There were no changes in the composition of the Group during the current quarter and financial year under review. Vehicle Transit Centre (Malaysia) Sdn Bhd, a wholly-owned subsidiary is in the process of member's voluntary liquidation.

**12. Contingent Liabilities and Contingent Assets**

There were no material contingent liabilities or contingent assets as at 6 February 2014, the latest practicable date which shall not be earlier than 7 days from the date of issue of this quarterly report.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**13. Capital Commitments**

The amount of commitments for capital expenditure not provided for in the audited condensed consolidated financial statements as at 31 December 2013 are as follows:

	<b>As at 31.12.2013 RM'000</b>	<b>As at 30.12.2012 RM'000</b>
Property, plant and equipment and concession assets:		
- Authorised and contracted for	285,233	417,928
- Authorised but not contracted for	31,043	11,199

**14. Related Party Transactions**

Related party transactions have been entered into in the normal course of business and under negotiated terms. Details of the relationships and transactions between the Group and its significant related parties are as follows:

<u>Name of Company</u>	<u>Relationship</u>
Pembinaan Redzai Sdn Bhd ("PR")	Related party (common Directors and shareholders)
KL Dragons Sdn Bhd ("KLD")	Related party (common Directors and shareholders)
Cloud Ten Executive Travel & Tours Sdn Bhd ("C10")	Related party (common Directors and shareholders)
Gryss Holdings Sdn Bhd ("GH")	Related party (common Directors and shareholders)

The transactions incurred for the current quarter and financial year are as follows:

	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
PR - Management fees	-	14,667	39,954	56,446
KLD - Sponsorship for basketball team	-	500	1,500	1,507
C10 - Flight ticket and accomodation	272	168	1,084	903
GH - Office rental	86	54	248	200

On 31 August 2013, Pembinaan Redzai Sdn Bhd and Westports Malaysia Sdn Bhd have terminated the Management Services Agreement ("MSA") dated 1 January 2001 pursuant to the IPO exercise.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**15. Review of Performance**

The operational revenue and cost of sales excluding construction revenue and costs are as follows:

	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue as reported	502,632	477,235	1,712,618	1,492,262
Less : Construction revenue (N1)	(145,313)	(160,030)	(364,136)	(266,097)
Operational revenue	<u>357,319</u>	<u>317,205</u>	<u>1,348,482</u>	<u>1,226,165</u>
Cost of sales as reported	(306,692)	(308,918)	(975,118)	(823,489)
Less : Construction cost (N1)	145,313	160,030	364,136	266,097
Operational cost of sales	<u>(161,379)</u>	<u>(148,888)</u>	<u>(610,982)</u>	<u>(557,392)</u>

N1 - The construction revenue and cost are recorded in accordance with IC Interpretation 12 – Service Concession Arrangements and relate to the construction of port development infrastructures under the privatisation agreements. The port development infrastructure are recognised as concession assets in the statement of financial position and amortised over the remaining concession period.

Quarter Ended 31 Dec 2013 compared to Quarter Ended 31 Dec 2012

The Group recorded operational revenue of RM357.3 million for quarter ended 31 Dec 2013 (“Q4 2013”) compared to RM317.2 million for the corresponding quarter last year, which represents an increase of 13% contributed mainly by increase in container throughput. The container throughput has increased by 12% to 1.96 million Twenty-foot Equivalent Units (“TEUs”).

The Group recorded profit before tax of RM131.5 million for Q4 2013 compared to RM107.9 million for the quarter ended 31 Dec 2012, an increase of 22%, which is due to increase in container throughput and savings of the management fee arising from termination of MSA. However on a normalised basis, after excluding IPO related expenses and management fee, the profit before tax grew by 14%.

12 Months Ended 31 Dec 2013 compared to 12 Months Ended 31 Dec 2012

The Group recorded operational revenue of RM1.35 billion for twelve months period ended 31 Dec 2013 compared to RM1.23 billion for corresponding period last year. This represented an increase of 10%, which was mainly due to increase in container throughput. The container throughput has increased by 8% to 7.47 million TEUs.

Profit before tax increased by 19% to RM517.0 million for twelve months period ended 31 Dec 2013 compared to RM434.7 million for the corresponding period last year. However on a normalised basis, after excluding quit rent provision reversal in June 2013, IPO related expenses and management fee the profit before tax grew by 10%.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**16. Changes in the Quarterly Profit Before Tax compared to the Results of the Preceding Quarter**

The Group achieved a profit before tax of RM131.5 million for the quarter under review. This is RM2.1 million lower compared to the RM133.6 million profit before tax achieved in the immediately preceding quarter ended 30 September 2013.

**17. Future Year's Prospects**

We expect our container volume to grow between 5% to 10% in 2014 driven mainly by both the transshipment business as well as the import and export segment. To support the growth, we are in the midst of constructing an additional container terminal ("CT7"). We expect CT7 to be fully operational by the end of 2014.

Once CT7 is fully operational, the Group's handling capacity is expected to increase from 9.5 million TEUs to approximately 11.0 million TEUs per annum.

**18. Profit Forecast or Profit Guarantee**

The Group did not provide any profit forecast or profit guarantee.

**19. Tax Expenses**

The breakdown between current tax and deferred tax for the Group are as follows:-

	<b>Current quarter 31.12.2013 RM'000</b>	<b>Financial year-to-date 31.12.2013 RM'000</b>
Current tax	(7,460)	59,068
Deferred tax	7,782	22,635
	<u>322</u>	<u>81,703</u>

The effective tax rate for current quarter and financial year are lower than statutory rate, primarily due to tax incentives from investment tax allowance as a result of capital expenditure incurred for port development works.

**20. Status of Corporate Proposals**

There is no corporate proposal which is announced but not completed as at 6 February 2014, the latest practicable date which shall not be earlier than 7 days from date of issue of this quarterly report.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**21. Borrowings and Debts Securities**

The Group's borrowing position as at 31 December 2013 is as follows:-

	<b>As at 31.12.2013 RM'000</b>	<b>As at 31.12.2012 RM'000</b>
Non-current		
Sukuk Musharakah Medium Term Note II ("SMTN II")	900,000	450,000
Current		
Sukuk Musharakah Medium Term Note I ("SMTN I")	-	245,000
	<u>900,000</u>	<u>695,000</u>

On 7 March 2013, the Group fully redeemed the outstanding balance of RM245 million in respect of SMTN I.

On 1 April 2013, an additional RM250 million of SMTN II was drawdown and is repayable in 4 tranches from 1 April 2025 to 1 April 2028. The profit rates ranges from 4.43% to 4.58% per annum.

On 23 October 2013, an additional RM200 million of SMTN II was drawdown and is repayable in 5 tranches from 23 October 2024 to 23 October 2028. The profit rates ranges from 4.58% to 4.90% per annum.

SMTN II has been implemented on a clean basis and certain pledged deposits are maintained in the Finance Service Reserve Account.

The above borrowings are denominated in Ringgit Malaysia.

**22. Changes in Material Litigation**

There was no material litigation action as at 6 February 2014, the latest practicable date which shall not be earlier than 7 days from the date of issue of this quarterly report.

**23. Dividends**

On 12 February 2014, the Board of Directors has approved a second interim single tier dividend of 5.22 sen per share for the financial year ended 31 December 2013.

The second interim single tier dividend shall be paid at a date to be determined and in respect of deposited securities. Entitlement to dividend will be determined on the basis of the record of depositors at the book closure date.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**24. Earnings per Share**

Basic earnings per share

The basic earnings per ordinary share is calculated by dividing the net profit attributable to ordinary shareholders of the Company for the financial period by the weighted average number of ordinary shares in issue during the financial period.

	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit attributable to ordinary shareholders of the Company	131,175	110,076	435,305	360,960
Weighted average number of ordinary shares in issues (million)	3,410	3,000	3,140	3,000
Basic earnings per ordinary share (sen)	3.85	3.67	13.86	12.03

The weighted average number of ordinary shares outstanding for the current periods is inclusive of the bonus issue and sub-division of shares as disclosed in note 7 and adjusted by number of ordinary shares issued during the year multiplied by a time-weighting factor.

The weighted average number of ordinary shares for the preceding periods have been adjusted to reflect the bonus issue and sub-division as disclosed in note 7 to provide an appropriate comparison.

Diluted earnings per share

The diluted earnings per share of the Group is similar to the basic earnings per share as the Group does not have any dilutive instruments.

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**25. Disclosure of Realised and Unrealised Profit or Loss**

The breakdown of the retained earnings of the Group, into realised and unrealised profits are as follows:-

	<b>As at</b>	<b>As at</b>
	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>RM'000</b>	<b>RM'000</b>
Total retained earnings of the Company and the subsidiaries		
- realised	856,109	1,604,560
- unrealised	(242,434)	(219,799)
Consolidated Retained Earnings	613,675	1,384,761

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

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

**26. Profit Before Tax**

Profit before tax for the current quarter and financial year is arrived at after charging/(crediting) the following items:-

	<b>3 months ended</b>	<b>12 months ended</b>
	<b>31.12.2013</b>	<b>31.12.2013</b>
	<b>RM'000</b>	<b>RM'000</b>
Interest income	(2,800)	(9,521)
Other income	(1,581)	(6,490)
Finance cost	14,538	56,831
Amortisation of concession assets	13,190	51,105
Depreciation of property, plant and equipment	18,644	69,744
Amortisation of dredging expenditure	763	3,447
Foreign exchange loss	22	266
Exceptional items:		
- IPO related expenses	8,655	13,677
- Reversal of provision for quit rent	-	(32,575)
Provision for and write off of receivables	658	919
Provision for and write off of inventories	-	-
(Gain) or loss on disposal of quoted or unquoted investment or properties	-	-
Impairment of assets	-	-
(Gain) or loss on derivatives	-	-

**Westports Holdings Berhad (262761-A)**  
(Incorporated in Malaysia)

**27. Authorisation for Issue**

This quarterly financial report were authorised for issue by the Board of Directors in accordance with a resolution of the directors.

**By Order of the Board**

**Tan Ai Ning**  
Company Secretary  
Petaling Jaya  
13 February 2014