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Westports Holdings Berhad

262761-A

Quarterly Financial Report

Third Quarter Ended 30 September 2013

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Westports Holdings Berhad 262761-A

Incorporated in Malaysia

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For The Period Ended 30 September 2013*These figures have not been audited*

	3 months ended		9 months ended	
	30-Sep-13 RM'000	30-Sep-12 RM'000	30-Sep-13 RM'000	30-Sep-12 RM'000
Revenue	459,901	385,253	1,209,986	1,015,027
Cost of sales	(266,244)	(213,390)	(668,426)	(514,571)
Gross profit	193,657	171,863	541,560	500,456
Other income	1,502	3,294	37,484	11,057
Administrative expenses	(14,918)	(17,865)	(56,124)	(53,786)
Other operating expenses	(34,569)	(30,604)	(101,837)	(92,826)
Results from operating activities	145,672	126,688	421,083	364,901
Finance income	1,931	1,139	6,721	4,836
Finance costs	(14,037)	(14,353)	(42,293)	(42,965)
Profit before tax	133,566	113,474	385,511	326,772
Tax expenses	(27,833)	(24,500)	(81,381)	(75,888)
Profit for the period	105,733	88,974	304,130	250,884
Other comprehensive income, net of tax				
Fair value of available-for-sale financial assets	-	-	-	(1,643)
Total comprehensive income attributable to owners of the Company	105,733	88,974	304,130	249,241
Basic earnings per ordinary share (sen)	3.36	2.97	9.97	8.36

The unaudited condensed consolidated statement of profit or loss should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached in this interim financial statements.

Westports Holdings Berhad 262761-A

Incorporated in Malaysia

Condensed Consolidated Statement of Financial Position As At 30 September 2013

These figures have not been audited

	As at 30 September 2013	As at 31 December 2012 Restated
	RM'000	RM'000
Non-current assets		
Property, plant and equipment	1,061,468	994,093
Concession assets	1,798,312	1,684,147
Total non-current assets	<u>2,859,780</u>	<u>2,678,240</u>
Current assets		
Trade and other receivables	198,860	210,659
Cash and cash equivalents	217,996	325,526
Total current assets	<u>416,856</u>	<u>536,185</u>
Total assets	<u>3,276,636</u>	<u>3,214,425</u>
Equity		
Share capital	341,000	117,000
Share premium	697,000	34,000
Reserves	434,767	1,337,029
Total equity	<u>1,472,767</u>	<u>1,488,029</u>
Non-current liabilities		
Borrowings	700,000	450,000
Employee benefits	9,536	9,334
Deferred tax liabilities	234,652	219,799
Provision for concession liability	407,918	426,012
Total non-current liabilities	<u>1,352,106</u>	<u>1,105,145</u>
Current liabilities		
Borrowings	64,756	245,000
Trade and other payables	298,476	316,350
Tax payable	39,465	10,835
Provision for concession liability	49,066	49,066
Total current liabilities	<u>451,763</u>	<u>621,251</u>
Total liabilities	<u>1,803,869</u>	<u>1,726,396</u>
Total equity and liabilities	<u>3,276,636</u>	<u>3,214,425</u>

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached in this interim financial statements.

Westports Holdings Berhad 262761-A

Incorporated in Malaysia

Condensed Consolidated Statement of Changes in Equity For The Period Ended 30 September 2013

These figures have not been audited

	←————— Attributable to the shareholders of the Company —————→					Total RM'000
	←————— Non-distributable		—————→ Distributable			
	Share Capital RM'000	Share Premium RM'000	Fair Value Reserve RM'000	Goodwill Written off Reserve RM'000	Retained Earnings RM'000	
At 1 January 2012						
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)
At 1 January 2012, restated	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)
Profit for the period	-	-	-	-	250,884	250,884
Dividend	-	-	-	-	(199,602)	(199,602)
At 30 September 2012	<u>117,000</u>	<u>34,000</u>	<u>-</u>	<u>(47,732)</u>	<u>1,274,685</u>	<u>1,377,953</u>
At 1 January 2013						
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)
At 1 January 2013, restated	117,000	34,000	-	(47,732)	1,384,761	1,488,029
Profit for the period	-	-	-	-	304,130	304,130
Dividend	-	-	-	-	(319,392)	(319,392)
Special dividend	-	-	-	-	(738,000)	(738,000)
Bonus issue	183,000	(34,000)	-	-	(149,000)	-
Shares subscription	41,000	697,000	-	-	-	738,000
At 30 September 2013	<u>341,000</u>	<u>697,000</u>	<u>-</u>	<u>(47,732)</u>	<u>482,499</u>	<u>1,472,767</u>

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached in this interim financial statements.

Westports Holdings Berhad 262761-A

Incorporated in Malaysia

Condensed Consolidated Statement of Cash Flows For The Period Ended 30 September 2013

These figures have not been audited

	9 months ended	
	30-Sep-13	30-Sep-12
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	385,511	326,772
Adjustment for :		
Amortisation and depreciation	89,015	78,645
Amortisation of dredging expenditure	2,684	2,897
Gain on disposal of assets	(2,971)	(686)
Assets written off	1,092	5,278
Finance cost - concession liability	18,706	19,543
Finance cost - borrowings	23,587	23,149
Finance income	(6,721)	(4,836)
Provision for retirement benefits	256	(1,639)
Gain on available-for-sale financial assets	(355)	(3,068)
Reversal of provision for quit rent	(32,575)	-
Operating profit before working capital changes	478,229	446,055
Changes in working capital:		
Trade and other receivables	14,092	6,743
Trade and other payables	8,484	46,846
Cash generated from operations	500,805	499,644
Income tax paid	(37,898)	(15,236)
Retirement benefits paid	(55)	(53)
Net cash generated from operating activities	462,852	484,355
Cash flows from investing activities		
Interest received	6,721	4,836
Payment for dredging expenditure	(4,977)	-
Proceeds from disposal of assets	2,971	1,001
Purchase of assets	(341,681)	(230,074)
Concession assets cost reimbursement from Government of Malaysia	70,034	-
Changes in fair value of available-for-sale financial assets	355	1,425
Net cash used in investing activities	(266,577)	(222,812)

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached in this interim financial statements.

Westports Holdings Berhad 262761-A

Incorporated in Malaysia

Condensed Consolidated Statement of Cash Flows For The Period Ended
30 September 2013 (Continued)*These figures have not been audited*

	9 months ended	
	30-Sep-13	30-Sep-12
	RM'000	RM'000
Cash flows from financing activities		
Fixed deposits pledge for borrowings	(6,669)	(512)
Interest paid	(17,369)	(30,502)
Redemption of borrowings - SMTN I	(245,000)	(100,000)
Proceeds from borrowings - SMTN II	250,000	-
Proceeds from revolving credit facility	64,756	-
Dividends paid to shareholders	(1,057,392)	(199,602)
Issuance of new shares	738,000	-
Annual lease paid for use of port infrastructure and facilities	<u>(36,800)</u>	<u>(35,489)</u>
Net cash used in financing activities	<u>(310,474)</u>	<u>(366,105)</u>
Net decrease in cash and cash equivalents	(114,198)	(104,562)
Cash and cash equivalents at 1 January	304,934	331,124
Cash and cash equivalents at 30 September	<u><u>190,736</u></u>	<u><u>226,562</u></u>

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

Cash and cash balance	120,736	109,988
Fixed deposits with licensed banks	<u>97,260</u>	<u>137,001</u>
	217,996	246,989
Less : Pledged deposits	<u>(27,260)</u>	<u>(20,427)</u>
	<u><u>190,736</u></u>	<u><u>226,562</u></u>

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached in this interim financial statements.

Notes to Condensed Interim Financial Statement for the nine months period ended
30 September 2013

1. Basis of preparation

The condensed consolidated interim 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”).

The condensed consolidated interim 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 condensed consolidated interim 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, *Joint Arrangements: Transition Guidance*
 Amendments to MFRS 12, *Disclosure of Interests in Other Entities: Transition Guidance*

The adoption of the above MFRSs and amendments to MFRSs did not have any material impact on this condensed consolidated interim 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:

	Employee benefits RM'000	Retained earnings RM'000
Balance as reported at 1 January 2012	7,354	1,225,042
Effect of adoption on 1 January 2012	1,639	(1,639)
	<hr/>	<hr/>
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)
	<hr/>	<hr/>
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 interim 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:

MFRSs, Amendments to MFRSs and IC Interpretation		<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 Contribution 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 statement prepared for the 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

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 period-to-date other than those 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 and 19.

6. Changes in estimates

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

7. Debt and equity securities

On 29 August 2013, Westports Holdings Berhad (“the Company”) has undertaken the following pre-listing exercise:-

- 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 as at 31 December 2012 of RM149 million and RM34 million respectively;
- b) upon completion of the bonus issue, the Company undertook a subdivision 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 cash dividend payment (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.

Upon completion of the above exercise, the issued and paid-up share capital of the Company now comprise 3.41 billion shares.

8. Dividend paid

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

	RM'000
a) Single tier final dividend of RM145.98 per share, in respect of financial year ended 31 December 2012 on 30 May 2013	170,802
b) Single tier interim dividend of RM127.00 per share, in respect of financial year ending 31 December 2013 on 26 August 2013	148,590
c) Special cash dividend pursuant to the pre-listing exercise on 29 August 2013	<u>738,000</u>
	<u><u>1,057,392</u></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 reporting period

- a) On 18 October 2013, the Company's shares were successfully listed on the Main Market of Bursa Securities.
- b) On 23 October 2013, an additional RM200 million of SMTN II was drawdown by the subsidiary company, Westports Malaysia Sdn Bhd ("WMSB"), to settle the existing revolving credit facility and to finance development works. It 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.

10. Segmental information

The Group has indentified 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.

**Port development and management of
port operations**

	3 months ended		9 months ended	
	30-Sep-13 RM'000	30-Sep-12 RM'000	30-Sep-13 RM'000	30-Sep-12 RM'000
Profit				
Reportable segment	146,322	126,831	423,100	365,333
<i>Include in the measure of segment profit are :</i>				
Revenue - external customer	348,405	308,416	991,163	908,960
- construction service	111,497	76,837	218,823	106,067
Depreciation & amortisation	30,087	25,624	89,015	78,645

Reconciliation of reportable segment profit and revenue

Profit				
Reportable segment	146,322	126,831	423,100	365,333
Non-reportable segment	(650)	(143)	(2,017)	(432)
Finance income	1,931	1,139	6,721	4,836
Finance cost	(14,037)	(14,353)	(42,293)	(42,965)
Consolidated profit before tax	<u>133,566</u>	<u>113,474</u>	<u>385,511</u>	<u>326,772</u>
Revenue				
Reportable segment	459,901	385,253	1,209,986	1,015,027
Non-reportable segment	-	-	-	-
Consolidated revenue	<u>459,901</u>	<u>385,253</u>	<u>1,209,986</u>	<u>1,015,027</u>

11. 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. Vehicle Transit Centre (Malaysia) Sdn Bhd, a wholly-owned subsidiary has commenced member's voluntary liquidation during the period.

12. Contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets since the 31 December 2012.

13. Capital commitments

The amount of commitments for capital expenditure not provided for in the interim financial statements as at 30 September 2013 are as follows:

	As at 30-Sep-13 RM'000	As at 30-Dec-12 RM'000
Property, plant and equipment and concession assets:		
- Authorised and contracted for	<u>623,030</u>	<u>417,928</u>
- Authorised but not contracted for	<u>21,135</u>	<u>11,199</u>

14. Related party transactions

Related party transactions have been entered into in the normal course of business and under negotiated terms. The transactions incurred for the period and financial period-to-date are as follows:

	3 months ended		9 months ended	
	30-Sep-13 RM'000	30-Sep-12 RM'000	30-Sep-13 RM'000	30-Sep-12 RM'000
Corporate Shareholder				
Pembinaan Redzai Sdn Bhd				
- Management fees	10,429	14,413	39,954	41,779

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

15. Review of performance

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

	3 months ended		9 months ended	
	30-Sep-13	30-Sep-12	30-Sep-13	30-Sep-12
	RM'000	RM'000	RM'000	RM'000
Revenue as reported	459,901	385,253	1,209,986	1,015,027
Less : Construction revenue (N1)	<u>(111,497)</u>	<u>(76,837)</u>	<u>(218,823)</u>	<u>(106,067)</u>
Operational revenue	<u>348,404</u>	<u>308,416</u>	<u>991,163</u>	<u>908,960</u>
Cost of sales as reported	(266,244)	(213,390)	(668,426)	(514,571)
Less : Construction cost (N1)	<u>111,497</u>	<u>76,837</u>	<u>218,823</u>	<u>106,067</u>
Operational cost of sales	<u>(154,749)</u>	<u>(136,553)</u>	<u>(449,603)</u>	<u>(408,504)</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 30 Sep 2013 compared to Quarter Ended 30 Sep 2012

The Group recorded operational revenue of RM348.4 million for quarter ended 30 Sep 2013 (“Q3 2013”) compared to RM308.4 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 13% to 1.9 million Twenty Equivalent Units (“TEUs”).

The Group recorded profit before tax of RM133.6 million for Q3 2013 compared to RM113.5 million for the quarter ended 30 Sep 2012, an increase of 18%, which is due to increase in container throughput and savings of the management fee arising from termination of MSA.

9 Months Ended 30 Sep 2013 compared to 9 Months Ended 30 Sep 2012

The Group recorded operational revenue of RM991.2 million for nine months period ended 30 Sep 2013 compared to RM909.0 million for corresponding period last year. This represented an increase of 9%, which was mainly due to increase in container throughput. The container throughput has increased by 7% to 5.5 million TEUs.

Profit before tax increased by 18% to RM385.5 million for nine months period ended 30 Sep 2013 compared to RM326.8 million for corresponding period last year. However on a normalised basis, after excluding a RM32.6 million quit rent provision reversal in June 2013, IPO related expenses and management fee the profit before tax grew by 8%.

16. Changes in the quarterly profit before tax compared to the results of the preceding quarter

The Group recorded profit before tax of RM133.6 million for Q3 2013 compared to preceding quarter of RM146.4 million, a decline of 9%. However, on a normalised basis, after excluding RM32.6 million quit rent provision reversal, IPO related expenses and management fee, the profit before tax grew by 9%.

17. Current year prospects

The growth in revenue and profit before tax for the nine months period ended 30 Sep 2013 was primarily driven by higher container throughput. Barring any unforeseen circumstances, we anticipate container throughput to remain strong in the last quarter of 2013.

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:-

	Current quarter 30-Sep-13 RM'000	Financial year-to-date 30-Sep-13 RM'000
Current tax	23,473	66,528
Deferred tax	4,360	14,853
	<u>27,833</u>	<u>81,381</u>

The effective tax rate for current quarter and financial year-to-date 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

On 20 August 2013, the Company obtained approval from Securities Commission in respect of the IPO and the Listing.

On 2 September 2013, the Company obtained approval from Bursa Securities for admission of shares to the official list of the Main Market of Bursa Securities and the listing of and quotation for the Company's shares.

The IPO of 813.19 million ordinary shares of RM0.10 each in the Company at offer price of RM2.50 per share comprised of:

- a) 710.89 million shares offered to Malaysian and foreign institutional and selected investors, including bumiputra investors approved by the Ministry of International Trade and Industry;
- b) 102.3 million shares offered to the Malaysian public, eligible employees and directors of the Company and its subsidiaries ("the Group") and persons who have contributed to the success of the Group.

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

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

There is no corporate proposal which is announced but not completed as at 4 November 2013, being the latest practicable date of this report.

21. Borrowings and debts securities

The Group's borrowing position as at 30 September 2013 is as follows:-

	As at 30-Sep-13 RM'000	As at 31-Dec-12 RM'000
Non-current		
Sukuk Musharakah Medium Term Note II ("SMTN II")	700,000	450,000
Current		
Sukuk Musharakah Medium Term Note I ("SMTN I")	-	245,000
Revolving Credit Facility	64,756	-
	<u>764,756</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, 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.

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

WMSB has unsecured revolving credit facility amounting to RM64.8 million to finance port development works. It bears an interest rate of 3.69% per annum.

The above borrowings are denominated in Ringgit Malaysia.

22. Changes in material litigation

There was no material litigation action since the last annual balance sheet date to the date of this report.

23. Dividends

Save as disclosed in note 8, the directors did not recommend any dividend for the quarter ended 30 September 2013.

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.

	3 months ended		9 months ended	
	30-Sep-13	30-Sep-12	30-Sep-13	30-Sep-12
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary shareholders of the Company	<u>105,733</u>	<u>88,974</u>	<u>304,130</u>	<u>250,884</u>
Weighted average number of ordinary shares in issues (million)	3,150	3,000	3,050	3,000
Basic earnings per ordinary share (sen)	<u>3.36</u>	<u>2.97</u>	<u>9.97</u>	<u>8.36</u>

The weighted average number of ordinary shares outstanding for the current periods are 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.

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:-

	As at 30-Sep-13 RM'000	As at 31-Dec-12 RM'000
Total retained earnings of the Company and the subsidiaries		
- realised	717,151	1,604,560
- unrealised	<u>(234,652)</u>	<u>(219,799)</u>
Consolidated Retained Earnings	<u>482,499</u>	<u>1,384,761</u>

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-to-date is arrived at after charging/(crediting) the following items:-

	Current quarter 30-Sep-13 RM'000	Financial year-to-date 30-Sep-13 RM'000
Interest income	(1,931)	(6,721)
Other income	(1,502)	(4,984)
Finance cost	14,037	42,293
Depreciation and amortisation	30,087	89,015
Amortisation of dredging expenditure	764	2,684
Foreign exchange loss	239	244
Exceptional items:		
- IPO related expenses	1,001	5,022
- Reversal of provision for quit rent	-	(32,575)
Provision for and write off of inventories	-	-
Provision for and write off of receivables	-	-
(Gain) or loss on disposal of quoted or unquoted investment or properties	-	-
Impairment of assets	-	-
(Gain) or loss on derivatives	-	-

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
11 November 2013