AXIATA GROUP BERHAD (242188-H)

(Incorporated in Malaysia)

The Board of Directors of Axiata Group Berhad is pleased to announce the following audited results of the Group for the financial year ended 31 December 2011.

AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	4TH QUARTER ENDED		FINANCIAL YEAR ENDED	
	31/12/2011	31/12/2010	31/12/2011	31/12/2010
	RM '000	RM '000	RM '000	RM '000
OPERATING REVENUE	**4,264,289**	4,016,715	**16,447,937**	15,620,674
OPERATING COSTS				
- depreciation, impairment and amortisation	**(898,473)**	(1,796,476)	**(3,147,063)**	(3,941,912)
- foreign exchange (losses)/gains	**(64,734)**	77,588	**(53,223)**	(124,791)
- other operating costs	**(1,349,928)**	(1,218,523)	**(5,042,590)**	(4,548,813)
- domestic interconnect and international outpayment	**(410,556)**	(403,199)	**(1,675,450)**	(1,575,165)
- marketing, advertising and promotion	**(416,464)**	(377,163)	**(1,526,634)**	(1,471,981)
- staff costs	**(275,591)**	(287,979)	**(1,078,951)**	(970,778)
- other gains/(losses) - net	**4,028**	20,708	**(5,008)**	28,402
OTHER OPERATING INCOME	**36,652**	45,444	**80,989**	434,941
OPERATING PROFIT BEFORE FINANCE COST	**889,223**	77,115	**4,000,007**	3,450,577
Finance income	**60,733**	51,864	**235,781**	153,610
Finance cost	**(160,365)**	(167,925)	**(638,102)**	(671,108)
Net foreign exchange (losses)/gains on financing activities	**(93,627)**	(40,193)	**(138,724)**	108,979
NET FINANCE COST	**(253,992)**	(208,118)	**(776,826)**	(562,129)
JOINTLY CONTROLLED ENTITY				
- share of results (net of tax)	**-**	-	**-**	(141,939)
- gain from merger exercise	**-**	-	**-**	173,199
ASSOCIATES				
- share of results (net of tax)	**4,382**	52,364	**137,745**	138,139
- loss on dilution of equity interests	**-**	-	**(20,108)**	(5,719)
PROFIT/(LOSS) BEFORE TAXATION	**700,346**	(26,775)	**3,576,599**	3,205,738
TAXATION	**(73,433)**	(233,982)	**(864,349)**	(1,089,158)
PROFIT/(LOSS) FOR THE FINANCIAL PERIOD/YEAR	**626,913**	(260,757)	**2,712,250**	2,116,580
OTHER COMPREHENSIVE INCOME/(EXPENSE)				
- net investment hedge, net of tax	**37,334**	(70,423)	**(6,220)**	(70,423)
- currency translation differences	**(706,050)**	(173,559)	**(672,653)**	(845,256)
TOTAL COMPREHENSIVE (EXPENSE)/INCOME FOR THE FINANCIAL PERIOD/YEAR	**(41,803)**	(504,739)	**2,033,377**	1,200,901
PROFIT/(LOSS) FOR THE FINANCIAL PERIOD/YEAR ATTRIBUTABLE TO:				
- owners of the Company	**544,586**	(367,040)	**2,345,628**	1,770,379
- non-controlling interests	**82,327**	106,283	**366,622**	346,201
PROFIT/(LOSS) FOR THE FINANCIAL PERIOD/YEAR	**626,913**	(260,757)	**2,712,250**	2,116,580
TOTAL COMPREHENSIVE (EXPENSE)/INCOME FOR THE FINANCIAL PERIOD/YEAR ATTRIBUTABLE TO:				
- owners of the Company	**(57,743)**	(569,870)	**1,651,581**	956,189
- non-controlling interests	**15,940**	65,131	**381,796**	244,712
	(41,803)	(504,739)	**2,033,377**	1,200,901
EARNINGS PER SHARE (sen) (Note B14)				
- basic	**6**	(4)	**28**	21
- diluted	**6**	(4)	**28**	21

(The above Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010)

AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 31/12/2011 RM '000	AS AT 31/12/2010 RM '000
CAPITAL AND RESERVES		
Share capital	8,466,182	8,445,154
Share premium	1,989,885	1,972,964
Other reserves	8,832,445	8,307,191
Total equity attributable to owners of the Company	19,288,512	18,725,309
Non-controlling interests	1,832,355	1,553,339
Total equity	21,120,867	20,278,648
NON-CURRENT LIABILITIES		
Borrowings	9,231,424	9,983,983
Derivative financial instruments	127,749	191,527
Deferred income	136,056	-
Other payables	125,054	-
Provision for liabilities	343,148	249,433
Deferred tax liabilities	1,380,054	1,333,863
Total non-current liabilities	11,343,485	11,758,806
	32,464,352	**32,037,454**
NON-CURRENT ASSETS		
Intangible assets	8,327,153	7,605,498
Property, plant and equipment	16,161,531	15,130,246
Investment properties	-	2,020
Associates	6,185,330	6,698,484
Available-for-sale financial assets	893	888
Derivative financial instruments	44,891	14,964
Long term receivables	108,858	111,313
Deferred tax assets	315,611	117,457
Total non-current assets	31,144,267	29,680,870
CURRENT ASSETS		
Inventories	341,837	85,056
Trade and other receivables	2,106,281	1,703,772
Financial assets at fair value through profit or loss	9	10
Tax recoverable	55,242	68,102
Cash and bank balances	6,616,788	6,277,382
Assets directly associated with non-current assets classified as held for sale	286,807	285,774
Total current assets	9,406,964	8,420,096
CURRENT LIABILITIES		
Trade and other payables	5,609,120	4,567,490
Borrowings	2,227,939	699,591
Derivative financial instruments	-	277,678
Current tax liabilities	62,382	274,100
Liabilities directly associated with non-current assets classified as held for sale	187,438	244,653
Total current liabilities	8,086,879	6,063,512
Net current assets	1,320,085	2,356,584
	32,464,352	**32,037,454**
Net assets per share attributable to owners of the Company (sen)	228	222

(The above Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010)

AUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

	Issued and fully paid ordinary shares of RM1 each		Attributable to equity holders of the Company								
	Share Capital RM '000	Share Premium RM '000	Currency Translation Differences RM '000	Capital Contribution Reserve RM '000	Merger Reserve RM '000	Hedging Reserve RM '000	ESOS Reserve RM '000	Retained Earnings RM '000	Total RM '000	Non-controlling Interests RM '000	Total Equity RM '000
At 1 January 2011	**8,445,154**	**1,972,964**	**(1,259,424)**	**16,598**	**346,774**	**(70,423)**	**45,904**	**9,227,762**	**18,725,309**	**1,553,339**	**20,278,648**
Profit for the financial year	-	-	-	-	-	-	-	2,345,628	2,345,628	366,622	2,712,250
Other comprehensive (expense)/income											
- Currency translation differences arising during the financial year:											
- subsidiaries	-	-	27,266	-	-	-	-	-	27,266	15,174	42,440
- associates	-	-	(715,093)	-	-	-	-	-	(715,093)	-	(715,093)
	-	-	(687,827)	-	-	-	-	-	(687,827)	15,174	(672,653)
- Net investment hedge, net of tax	-	-	-	-	-	(6,220)	-	-	(6,220)	-	(6,220)
Total comprehensive (expense)/income	**-**	**-**	**(687,827)**	**-**	**-**	**(6,220)**	**-**	**2,345,628**	**1,651,581**	**381,796**	**2,033,377**
Transactions with owners											
- Issuance of Performance-Based ESOS Shares	21,028	17,033	-	-	-	-	-	-	38,061	-	38,061
- Share issue expense	-	(112)	-	-	-	-		-	(112)	-	(112)
- Dilution of equity interest in a subsidiary	-	-	-	-	-	-	-	6,432	6,432	9,528	15,960
- Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(112,308)	(112,308)
- Dividends paid to shareholders	-	-	-	-	-	-	-	(1,184,230)	(1,184,230)	-	(1,184,230)
- Employees' share option scheme											
- value of employees' services	-	-	-	-	-	-	51,471	-	51,471	-	51,471
- lapsed ESOS	-	-	-	-	-	-	(537)	537	-	-	-
Total transactions with owners	21,028	16,921	-	-	-	-	50,934	(1,177,261)	(1,088,378)	(102,780)	(1,191,158)
At 31 December 2011	**8,466,182**	**1,989,885**	**(1,947,251)**	**16,598**	**346,774**	**(76,643)**	**96,838**	**10,396,129**	**19,288,512**	**1,832,355**	**21,120,867**

(The above Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010)

AUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

	Share Capital RM '000	Share Premium RM '000	Currency Translation Differences RM '000	Capital Contribution Reserves RM '000	Merger Reserves RM '000	Hedging Reserves RM '000	ESOS Reserves RM '000	Retained Earnings RM '000	Total RM '000	Non-controlling Interests RM '000	Total Equity RM '000
	Issued and fully paid ordinary shares of RM1 each		Attributable to equity holders of the Company								
At 1 January 2010	8,445,154	1,972,964	(524,717)	16,598	346,774	-	11,179	7,457,383	17,725,335	692,699	18,418,034
Profit for the financial year	-	-	-	-	-	-	-	1,770,379	1,770,379	346,201	2,116,580
Other comprehensive (expense)/income											
- Currency translation differences arising during the financial year :											
- subsidiaries	-	-	(319,325)	-	-	-	-	-	(319,325)	(101,489)	(420,814)
- jointly controlled entity	-	-	54,538	-	-	-	-	-	54,538	-	54,538
- associates	-	-	(478,980)	-	-	-	-	-	(478,980)	-	(478,980)
	-	-	(743,767)	-	-	-	-	-	(743,767)	(101,489)	(845,256)
- Net investment hedge, net of tax	-	-	-	-	-	(70,423)	-	-	(70,423)	-	(70,423)
Total comprehensive (expense)/income	**-**	**-**	**(743,767)**	**-**	**-**	**(70,423)**	-	**1,770,379**	**956,189**	**244,712**	**1,200,901**
Transactions with owners											
- Partial disposal of interest in a subsidiary	-	-	9,060	-	-	-	-	-	9,060	616,208	625,268
- Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(280)	(280)
- Employees' share option scheme											
- value of employees' services	-	-	-	-	-	-	34,725	-	34,725	-	34,725
Total transactions with owners	-	-	9,060	-	-	-	34,725	-	43,785	615,928	659,713
At 31 December 2010	**8,445,154**	**1,972,964**	**(1,259,424)**	**16,598**	**346,774**	**(70,423)**	**45,904**	**9,227,762**	**18,725,309**	**1,553,339**	**20,278,648**

(The above Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010)

AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS

	FOR THE FINANCIAL YEAR ENDED	
	31/12/2011	31/12/2010
	RM '000	RM '000
Receipts from customers	15,986,440	15,286,614
Payments to suppliers and employees	(8,380,194)	(7,901,784)
Payment of finance cost	(635,449)	(668,503)
Payment of income taxes (net of refunds)	(1,185,549)	(793,075)
CASH FLOWS FROM OPERATING ACTIVITIES	**5,785,248**	**5,923,252**
Disposal of property, plant and equipment	134,523	18,793
Purchase of property, plant and equipment	(4,280,063)	(2,964,295)
Novation of the put option of an associate	(334,308)	-
Purchase of intangible assets	(378,127)	-
Purchase of long term investments	-	(361)
Disposal of investment properties	14,176	-
Partial disposal of subsidiaries	1,452	1,942,571
Disposal of an associate	-	109,908
Additional investments in associates	(205,766)	(1,575)
Net repayment from employees	188	127
Interest received	235,524	153,276
CASH FLOWS USED IN INVESTING ACTIVITIES	**(4,812,401)**	**(741,556)**
Proceeds from Bonds and Sukuk Issuance	-	5,155,650
Proceeds from issuance of Performance-Based ESOS shares	38,061	-
Share issue expense	(112)	-
Proceeds from borrowings	2,646,226	1,646,845
Repayments of borrowings	(2,145,444)	(7,746,877)
Dividends paid to non-controlling interests	(112,308)	(280)
Dividends received from associates	117,217	89,445
Dividends paid to shareholders	(1,184,230)	-
CASH FLOWS USED IN FINANCING ACTIVITIES	**(640,590)**	**(855,217)**
NET INCREASE IN CASH AND CASH EQUIVALENTS	332,257	4,326,479
NET INCREASE IN RESTRICTED CASH AND CASH EQUIVALENT	(551,971)	-
EFFECT OF EXCHANGE RATE CHANGES	7,974	(48,562)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	**6,258,146**	**1,980,229**
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	**6,046,406**	**6,258,146**

(The above Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010)

AXIATA GROUP BERHAD (242188-H)
(Incorporated in Malaysia)

PART A : EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134

1. Basis of Preparation

The audited financial statements for the financial year ended 31 December 2011 of the Group have been prepared in accordance with Financial Reporting Standards ("FRS") 134 Interim Financial Reporting, Amendments to FRS 134, Paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad ("Bursa Securities") Main Market Listing Requirements ("Main LR"), and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2010 ("2010 Audited Financial Statements").

2. Accounting Policies

The accounting policies and method of computation applied in the audited financial statements are consistent with those used in the preparation of the 2010 Audited Financial Statements except for the following:

Adoption of revised standards, amendments/improvements to existing standards and Interpretation Committee ("IC") Interpretations that is applicable to the Group for the financial period beginning 1 January 2011

(i) Revised standards and amendments to existing standards

Revised FRS 1	First-time Adoption of FRSs
Revised FRS 3	Business Combinations
Revised FRS 127	Consolidated and Separate Financial Statements
IC Interpretation 4	Determining Whether an Arrangement contains a Lease
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments

Amendments to FRS 2 "Share-based Payment" and FRS 138 "Intangible Assets" being consequential amendments arising from FRS 3 (as revised in 2010)

Amendment to FRS 5 "Non-current Assets Held for Sale and Discontinued Operations" being consequential amendments arising from FRS 1 (revised 2010), FRS 127 (amended 2010) and IC Interpretation 17 issued in January 2010

Amendment to FRS 1 on Limited Exemption from Comparatives FRS 7 "Financial Instruments: Disclosures" for First-time Adopters

Amendment to FRS 2 on Group Cash-settled Share-based Payment Transactions

Amendments to FRS 7 on Improving Disclosures about Financial Instruments

Amendments to FRS 132 "Financial Instruments: Presentation" on Classification of Rights Issues

Amendments to IC Interpretation 9 "Reassessment of Embedded Derivatives"

2. Accounting Policies (continued)

(ii) Improvements to FRSs (2010) which formed part of the MASB's improvement projects

Revised FRS 1	First-time Adoption of FRSs
Revised FRS 3	Business Combinations
FRS 101	Presentations of Financial Statements
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 128	Investments in Associates
FRS 131	Interests in Joint Ventures
FRS 132	Financial Instruments: Presentation
FRS 139	Financial Instruments: Recognition and Measurement
IC Interpretation 13	Customer Loyalty Programmes

(iii) IC Interpretations that are not applicable and not relevant to the Group as set out below:

IC Interpretation 12	Service Concession Arrangements
IC Interpretation 17	Distributions of Non-cash Assets to Owners
IC Interpretation 18	Transfers of Assets from Customers

The adoption of the revised standards, amendments/improvements to existing standards and IC Interpretations did not have any significant impact to the Group during the current quarter and financial year to date.

3. Seasonal or Cyclical Factors

The operations of the Group were not significantly affected by any seasonal or cyclical factors.

4. Significant Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

The Group's performance for the current quarter and financial year to date has taken into account of the following:

(a) On 14 February 2011, Axiata via Axiata Investments 1 (India) Limited ("AIL 1"), a wholly owned subsidiary of the Company, has novated all the rights and obligations under the Green Acre Agro Services Private Limited Put Option to Merrill Lynch International, a company incorporated under the laws of England and Wales, for approximately USD108.1 million;

(b) On 5 August 2011, the Group acquired additional 0.90% investment in Idea Cellular Limited ("Idea") for a total consideration of RM205.5 million or USD69.1 million as disclosed in Part A, 12 (b) of this announcement;

(c) During the current quarter and financial year to date, the Group recognised net foreign exchange losses of RM158.4 million and RM191.9 million respectively mainly arising from the revaluation of USD borrowings and payables;

(d) During the current quarter and financial year to date, Celcom Axiata Berhad ("Celcom") recognised a pre-tax accelerated depreciation charge of RM77.0 million and RM117.0 million respectively arising from network modernisation plan; and

(e) During the current quarter and financial year to date, Celcom is entitled to utilise investment tax credit on last-mile broadband tax incentive ("LBTI") resulting in a tax savings amounting to RM140.0 million for the purchase of specific qualifying assets upon obtaining approval from the Ministry of Finance.

There were no other unusual items affecting assets, liabilities, equity, net income or cash flows due to their nature, size or incidence for the financial year ended 31 December 2011 other than as mentioned above and in Part A, 12 and Part B, 5 of this announcement.

5. Estimates

The preparation of audited financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Aside from 4(d) above, there were no changes in estimates of amounts reported in prior financial years that may have a material effect in the current financial year.

In preparing the audited financial statements, the significant judgements made by the management in applying the Group's accounting policies and the sources of estimates uncertainty were consistent as those applied to 2010 Audited Financial Statements.

6. Issues, Repurchases and Repayments of Debt and Equity Securities

a) During the current quarter and financial year to date, the Company issued additional 2,122,903 and 21,027,811 new ordinary shares of RM1 each respectively at an exercise price of RM1.81 pursuant to the exercise of the Company's Performance-based Employee Share Option Scheme effective April 2010 (now known as Axiata Share Scheme).

The detail movement of the issued and paid-up capital and share premium reserve of the Company are as follow:

	Issued and fully paid-up ordinary shares of RM1 each	Share capital	Share premium	Total
	'000	RM'000	RM'000	RM'000
At 1 January 2011	8,445,154	8,445,154	1,972,964	10,418,118
Issuance of Performance-Based ESOS Shares	18,905	18,905	15,313	34,218
Share issue expense	-	-	(98)	(98)
At 30 September 2011	8,464,059	8,464,059	1,988,179	10,452,238
Issuance of Performance-Based ESOS Shares	2,123	2,123	1,720	3,843
Share issue expense	-	-	(14)	(14)
At 31 December 2011	8,466,182	8,466,182	1,989,885	10,456,067

(b) During the current quarter and financial year to date, PT XL Axiata Tbk ("XL") paid loan facilities as follows:

Date of Payment	Amount IDR'billion	Financial Institutions
27 January 2011	400.0	PT Bank Mandiri (Persero) Tbk ("PT Mandiri")
18 March 2011	250.0	The Bank of Tokyo – Mitsubishi UFJ Limited ("BTMU")
24 March 2011	250.0	PT ANZ Panin Bank
5 September 2011	250.0	BTMU
26 September 2011	250.0	BTMU
27 September 2011	960.0	PT Mandiri
7 October 2011	1,440.0	PT Mandiri

6. Issues, Repurchases and Repayments of Debt and Equity Securities (continued)

(c) During the financial year to date, the Company's shareholders had approved the amendments to the Bye-Laws of the ESOS to include a Restricted Share Plan ("RSP"). Accordingly, existing Performance-Based Employee Share Option Scheme is now known as Performance-Based Employee Share Option ("ESOS") and Share Scheme ("RSP") ["Axiata Share Scheme"].

Effective from 15 July 2011, the Company implemented the amended Axiata Share Scheme and started to offer eligible employees the entitlement to receive Restricted Share Awards ("RSA") instead of ESOS.

Details of options and shares granted by the Company under the Axiata Share Scheme during the financial year to date are as follow:

Employees of	Grant Date	Number of Options/RSA Granted	Exercise Price/Share Prices
		'000	RM
The Company			
Grant 3, (a) 2011 • Initial allocation for grant in 2011	23 February 2011	8,439	5.07
Subsidiary			
Grant 3, (a) 2011 Initial allocation for grant in 2011	23 February 2011	55,804	5.07
Total		64,243	
The Company			
Grant 3, (b) 2011 • Initial allocation for RSA in 2011	18 July 2011	264	5.03
Subsidiary			
Grant 3, (b) 2011 • Initial allocation for RSA in 2011	18 July 2011	506	5.03
Total		770	
The Company			
Grant 3, (c) 2011 • Initial allocation for RSA in 2011	30 Nov 2011	161	5.10
Subsidiary			
Grant 3, (c) 2011 • Initial allocation for RSA in 2011	30 Nov 2011	46	5.10
Total		207	

Aside from the above, there were no other significant issues, repurchases and repayments of debt and equity securities during the financial year ended 31 December 2011.

7. Dividend paid

The dividends paid by the Company during the financial year to date are as follow:

In respect of financial year ended 31 December	**Date of payment**	**Dividend per ordinary share**	**Total RM'000**
2010 -Final tax exempt dividend under single tier system	22 Jun 2011	10	845,651
2011 -Interim tax exempt under single tier system	21 Nov 2011	4	338,579
Total		14	1,184,230

8. Segmental Information

Segmental information for the financial year ended 31 December was as follows:

2011

All amounts are in RM'000	Malaysia	Indonesia	Bangladesh	Sri Lanka	Others	Consolidation adjustment	Total
Operating Revenue	7,182,493	6,512,047	1,270,331	1,263,886	345,045	-	16,573,802
Inter-segment *	(8,371)	(46,930)	-	(11,351)	(15,213)	(44,000)	(125,865)
External operating revenue	7,174,122	6,465,117	1,270,331	1,252,535	329,832	(44,000)	16,447,937
Results:							
Earnings before interest, tax, depreciation and amortisation ("EBITDA")	3,084,377	3,325,990	395,621	451,216	(110,988)	(21,904)	7,124,312
Interest income	95,070	40,773	5,774	11,737	131,659	(49,232)	235,781
Interest expense	(220,054)	(288,375)	(33,611)	(10,095)	(135,031)	49,064	(638,102)
Depreciation of:							
-Property, plant & equipment ("PPE")	(839,992)	(1,684,362)	(236,684)	(275,898)	(63,115)	11,027	(3,089,024)
-Investment properties	(1)	-	-	-	-	-	(1)
Amortisation of intangible assets	(4,043)	(25,175)	(12,512)	(7,095)	-	-	(48,825)
Associates:							
-Share of results (net of tax)	7,605	-	-	268	129,872	-	137,745
-Loss on dilution of equity interests	-	-	-	-	-	(20,108)	(20,108)
Impairment of PPE, net of reversal	6,934	(13,584)	-	(948)	-	-	(7,598)
Other non cash income/(expenses)	58,108	(14,601)	(121,361)	(12,486)	(27,410)	169	(117,581)
Taxation	(420,844)	(357,729)	(31,458)	(12,556)	(41,205)	(557)	(864,349)
Segment profit/(loss) for the financial year	1,767,160	982,937	(34,231)	144,143	(116,218)	(31,541)	2,712,250

8. Segmental Information (continued)

2010

All amounts are in RM '000	Malaysia	Indonesia	Bangladesh	Sri Lanka	Others	Consolidation Adjustment	Total
Operating Revenue	6,797,553	6,197,817	1,207,438	1,181,090	286,120	-	15,670,018
Inter-segment *	(4,815)	-	-	-	-	(44,529)	(49,344)
External operating revenue	6,792,738	6,197,817	1,207,438	1,181,090	286,120	(44,529)	15,620,674
Results:							
EBITDA	2,984,419	3,347,585	384,632	425,015	(103,442)	15,728	7,053,937
Interest income	40,529	22,140	9,995	2,857	109,246	(31,157)	153,610
Interest expense	(74,409)	(366,774)	(18,183)	(27,021)	(217,985)	33,264	(671,108)
Depreciation of:							
-PPE	(743,555)	(1,507,666)	(213,377)	(277,913)	(60,093)	98,209	(2,704,395)
-Investment properties	(7)	-	-	-	-	-	(7)
Amortisation of intangible assets	(4,044)	(17,927)	(4,123)	(4,595)	-	-	(30,689)
Jointly controlled entity:							
-Share of results (net of tax)	-	-	-	-	(141,939)	-	(141,939)
-Gain from merger exercise	-	-	-	-	-	173,199	173,199
Associates:							
-Share of results (net of tax)	4,300	-	-	-	133,839	-	138,139
-Loss on dilution of equity interest	-	-	-	-	-	(5,719)	(5,719)
Impairment of:							
-PPE, net of reversal	4,485	(17,362)	(475)	8,449	-	-	(4,903)
-An associate	-	-	-	-	(1,085,034)	-	(1,085,034)
-Long term receivable	-	-	-	-	(66,084)	-	(66,084)
-Goodwill	-	-	-	-	-	(49,015)	(49,015)
Other non cash income/(expenses)	67,777	(44,030)	(19,166)	22,877	418,288	-	445,746
Taxation	(554,519)	(392,330)	(90,130)	(13,986)	(5,298)	(32,895)	(1,089,158)
Segment profit/(loss)for the financial year	1,724,976	1,023,636	49,173	135,683	(1,018,502)	201,614	2,116,580

* Inter-segment operating revenue has been eliminated at the respective segment operating revenue. The inter-segment operating revenue was entered into in the normal course of business and at prices available to third parties or at negotiated terms.

9. Valuation of PPE

The Group does not adopt a revaluation policy on its PPE.

10. Acquisitions of PPE

During the financial year to date, the Group acquired additional PPE amounting to RM4,437.7 million mainly for its telecommunication network equipment and capital work in progress.

11. Events after the Interim Period

As at 15 February 2012, there were no other significant event after interim period that requires disclosure or adjustment.

12. Effects of Changes in the Composition of the Group

There were no other changes in the composition of the Group for the financial year ended 31 December 2011 except for the following:

(a) Entry into shareholders' agreement by Dialog Axiata PLC ("Dialog"), a 84.97% subsidiary of the Group, and its wholly owned subsidiary company Dialog Business Services (Private) Ltd ("DBS") with Firstsource Solutions Limited ("FSL")

On 21 January 2011, a wholly owned subsidiary of Dialog was incorporated under the name of DBS for the purpose of carrying out IT enabled services and DBS commenced operation since 1 April 2011.

On 3 May 2011, DBS entered into a Shareholders Agreement with FSL for the establishment of a Joint Venture for the provision of Information Technology and Enabled and Business Process Outsourcing Services in Sri Lanka and also to international market with the shareholding of 26.00% by Dialog and 76.00% by FSL respectively. As a result, DBS was renamed as Firstsource Dialog Solution (Private) Limited and became an associate of Dialog effective on that date.

The divestment of DBS has no significant impact to the Group during the financial year to date.

12. Effects of Changes in the Composition of the Group (continued)

(b) Dilution on equity interest and additional investment in Idea

As at financial period ended 30 June 2011, the Group's equity interest in Idea, held through AIL 1 and Axiata Investments 2 (India) Limited ("AIL 2") respectively, the wholly owned subsidiaries of the Group, decreased from 19.10% to 19.08% following the issuance of new ordinary shares under Idea's ESOS.

On 5 August 2011, AIL 2, acquired an additional 29,776,341 ordinary shares of Idea, representing 0.90% of the issued and paid-up share capital of Idea for a total consideration of RM205.5 mil or USD69.1 mil. As a result, the Group's effective equity interest in Idea increased from 19.08% to 19.98%.

Subsequent up to 31 December 2011, the Group's equity interest in Idea, decreased from 19.98% to 19.96% following the issuance of new ordinary shares under Idea's ESOS.

The dilution in Idea has no significant impact to the Group during the financial year to date.

(c) Dilution on equity interest in M1 Limited ("M1")

During the financial year to date, the Group's equity interest in M1, held through Axiata Investments (Singapore) Limited, a wholly owned subsidiary of the Company, decreased from 29.49% to 29.23% respectively following the issuance of new ordinary shares under M1's ESOS.

The dilution has no significant impact to the Group during the financial year to date.

(d) Dilution on equity interest in XL

During the financial year to date, the Group's equity interest in XL, decreased from 66.69% to 66.61% following the issuance of new ordinary shares under XL's Shares Based Compensation Scheme.

The dilution has no significant impact to the Group during the financial year to date.

13. Significant Changes in Contingent Assets or Contingent Liabilities

There has been no significant change in contingent assets or contingent liabilities from that disclosed in the 2010 Audited Financial Statements except for the following:

(a) Access Promotion Contribution ("APC") of Multinet (Private) Limited

Multinet filed a suit during the financial year ended 31 December 2010 in Honorable High Court of Sindh against the Federation of Pakistan, Pakistan Telecommunications Authority ("PTA"), Pakistan Telecommunication Company Limited ("PTCL") and the Universal Service Fund Company inter alia challenging the legality and enforcement of APC applicable on international incoming calls. Multinet's suit seeks a full refund in the amount of RM24.3 million (PKR688.9 million) from PTA and PTCL for payments made on account of APC and another suit against PTA to recover RM280.4 million (PKR7.9 billion) as losses incurred and further damages in the sum of RM352.3 million (PKR10 billion) for PTA's exercise of powers in matters relating to APC. Multinet has stopped paying APC to PTA from September 30, 2009. In the event of a claw back is required, the total amount as per PTA monthly demand notice from Jan 2010 until December 2011 is RM145.2 million (PKR4.1 billion).

(b) Pengurusan Danaharta Nasional Berhad ("Danaharta") & 2 Others vs Tan Sri Dato' Tajudin Ramli ("TSDTR") and TSDTR vs Danaharta & 22 Others

In light of the latest development of the litigation matter between Danaharta & 2 Others vs TSDTR and TSDTR vs Danaharta & 22 Others as disclosed in Part B, 10(b) of this announcement, it is unlikely for the exposure of contingent liability arising from this litigation to be crystallised.

The Board has considered all contingent liabilities as at 31 December 2011. Based on legal advice, no provision is required for the current quarter and financial year to date.

14. Capital Commitments

PPE	Group	
	As at 31/12/2011	As at 31/12/2010
	RM'000	RM'000
• Commitments in respect of expenditure approved and contracted for	**1,747,978**	1,452,194
• Commitments in respect of expenditure approved but not contracted for	**909,877**	515,087

PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

1. Review of Performance

(a) Quarter-on-Quarter

The Group revenue grew by 6.2% in the current quarter ("Q4'11") to RM4,264.3 million from RM4,016.7 million recorded in the fourth quarter 2010 ("Q4'10"), attributed to the higher revenue contribution from key Operating Companies ("OpCo").

Malaysia gross revenue grew 10.1% in Q4'11 driven by higher prepaid and other revenue, which consist mainly revenue from device sales, which increased by 2.3% and 153.8% respectively. Malaysia continues its positive momentum from its broadband segment that registered 7.0% growth in data revenue driven by 9.3% increase in subscribers. Gross revenue of Indonesia grew 5.7% in tandem with the increase in subscriber base of 14.2% compared to Q4'10. Revenue from data and value added services in Indonesia grew 18.4% in Q4'11, contributed to 16.6% of Indonesia's total revenue. Bangladesh gross revenue grew 8.6% mainly from higher prepaid and interconnect revenue which increased by 15.8% and 31.6% respectively. Sri Lanka gross revenue grew 11.9% mainly from higher prepaid revenue, which increased by 24.4% in tandem with the increase of prepaid net additions of 47.0%.

The strengthening of RM against local currencies of OpCo had unfavourably affected the overall Group's translated revenue, marginally. At constant currency using Q4'10 average exchange rate, the Group revenue would have registered a higher growth of 6.6%, quarter-on-quarter.

Operating costs of the Group increased by 7.2% to RM2,452.5 million in Q4'11 from RM2,286.9 million in Q4'10, mainly driven by Indonesia, Malaysia and Bangladesh which have registered an increase of 19.9%, 6.0% and 6.1% respectively. Indonesia recorded higher network related cost increase with 27.4% in line with increase in its base transmission stations whilst Malaysia recorded higher interconnect costs in tandem with increase in IDD calls and higher other costs from IT and billing platform expenses. Bangladesh recorded higher marketing and network related cost in current quarter Q4'11.

The Group depreciation, impairment and amortisation decreased by 50.0% to RM898.5 million in Q4'11 from RM1,796.5 million in Q4'10, mainly resulted from Q4'10 impairment assessment performed for investment in India. In Q4'11, Malaysia registered RM77.0 million of accelerated depreciation arising from its network modernisation.

The Group recorded foreign exchange losses of RM158.4 million in Q4'11 as compared to foreign exchange gains of RM37.4 million in Q4'10, mainly contributed by translation loss in Bangladesh and Sri Lanka as a result of strengthening of USD against local currencies in Q4'11.

1. Review of Performance (continued)

(a) Quarter-on-Quarter (continued)

The Group taxation decreased by 68.6% to RM73.4 million in Q4'11 as compared to RM234.0 million in Q4'10, mainly due to the utilisation of investment tax credit on LBTI enjoyed by Malaysia.

The Group profit after tax ("PAT") was RM626.9 million, increased by 340.4% from loss after tax of RM260.8 million reported in Q4'10 which was impacted by impairment charge on investment in India arising from impairment assessment performed in the prior quarter.

(b) Year-on-Year

For the financial year ended 31 December 2011 ("FY2011"), Group revenue improved by 5.3% to RM16,447.9 million, as compared to RM15,620.7 million recorded in the financial year ended 31 December 2010, primarily attributed to higher contribution from key OpCo.

Malaysia gross revenue grew by 5.7% in FY2011 contributed by 8.4% growth in postpaid revenue backed by higher subscribers base with stable average revenue per user, a strong 20.7% growth in broadband revenue as a result of continuous attractive offering of bundle packages and very encouraging device revenue from some newly launched devices in FY2011 especially iPhone. Indonesia's gross revenue growth of 5.1% was mainly resulted from increase in subscriber base and outgoing SMS by 14.2% and 36.8% respectively. Revenue from data and value added services in Indonesia grew 40.2%, contributed 17.3% to Indonesia's total revenue in FY2011. Bangladesh gross revenue grew by 5.2% in FY2011 supported by increase in prepaid usage and 31.0% increase in prepaid revenue generating subscriber base. Sri Lanka gross revenue grew 7.0% mainly from increase in prepaid and data revenue, which increased by 12.4% and 130.8% respectively. Intersegment, consisted mainly interconnect charges between OpCo, has shown mark increase in FY2011 with the increase in intersegment traffic minutes and other mobile services.

RM has sustained a strong position, strengthening against regional currencies in FY2011. The strengthening of RM had unfavourably affected the overall Group's translated revenue. At constant currency, the Group revenue would have registered a higher growth of 7.5%, year-on-year.

The Group operating costs increased by 8.8% to RM9,323.6 million in FY2011 from RM8,566.7 million in the corresponding financial year, mainly driven by Malaysia, Indonesia and Sri Lanka.

1. Review of Performance (continued)

(b) Year-on-Year (continued)

Malaysia saw the increase in interconnect costs arising from upsurge in voice traffic stimulated by various marketing promotions and revenue sharing arrangements with content providers. There has been a marked increase in device costs in FY2011 for Malaysia, in line with active device marketing campaigns especially with the introduction of iPhone. Indonesia costs increased arising mainly from higher network related costs in line with approximately 27% increase in its BTS and labour cost due to severance payment for staff redundancy as a result of outsourcing its network maintenance. Sri Lanka costs increased mainly due to higher interconnect and network related costs in line with data business growth with increase in data customers and GPRS usage in FY2011.

Other operating income of the Group decreased by 81.4% to RM81.0 million from RM434.9 million in the corresponding financial year, mainly arising from one-off gain on disposal of shares in Indonesia of RM337.9 million in the previous financial year, partially offset by device revenue from Malaysia.

The Group depreciation, impairment and amortisation decreased by 20.2% to RM3,147.1 million in the financial year under review from RM3,941.9 million in the corresponding financial year, mainly resulted from impairment charge on investment in India arising from impairment assessment performed in Q4'10. Malaysia registered RM117.0 million of accelerated depreciation in the current financial year arising from its network modernisation plan.

For the financial year under review, the Group recorded foreign exchange losses of RM191.9 million as compared to foreign exchange losses of RM15.8 million in the corresponding financial year, mainly as the result of the translation loss of USD borrowing due to the strengthening of USD against local currencies, in particularly Bangladesh and Indonesia.

The Group taxation decreased by 20.6% to RM864.3 million in the financial year under review from RM1,089.2 million in the corresponding financial year, mainly due to the utilisation of investment tax credit on LBTI enjoyed by Malaysia.

The Group PAT increased to RM2,712.2 million for the financial year under review from RM2,116.6 million recorded in the corresponding financial year mainly due to impairment assessment performed for investment in India in previous financial year. The current year increase was netted off with Bangladesh after tax loss of RM34.2 million mainly due to the translation loss arising from its USD borrowing.

1. Review of Performance (continued)

(c) Comparison with Preceding Quarter's Results

The Group revenue improved marginally by 1.7% to RM4,264.3 million in Q4'11. The growth was primarily attributed to higher revenue contribution from all key OpCo. Indonesia gross revenue grew by 3.7% as a result of strong prepaid voice revenue in Q4'11. Growth in Malaysia and Sri Lanka gross revenue of 3.4% and 5.0% respectively were driven by higher prepaid and other revenue which were mostly device revenue. Bangladesh gross revenue grew 5.4% from higher prepaid and interconnect revenue, which increased by 4.2% and 6.6% respectively.

The weakening of RM against local currencies of OpCo had favourably affected the overall Group's translated revenue. At constant currency using Q3'11 exchange rate, the Group revenue would have registered a lower growth of 0.9%.

The Group operating costs increased by 3.2% to RM2,452.5 million in Q4'11 from RM2,375.6 million in Q3'11, mainly resulted from Malaysia and Indonesia operations which registered increase of 5.1% and 4.4% respectively. Increase in Malaysia operating costs was due to higher interconnect cost from higher outgoing traffic, material costs from sales of devices and other cost from IT and billing platform expense. Indonesia operating costs increased mainly due to higher network related cost in line with the increase in its base transmission station and marketing cost from higher advertising and promotional campaigns especially on data service offerings.

The Group depreciation, impairment and amortisation increased by 14.7% to RM898.5 million in Q4'11 from RM783.3 million in Q3'11, mainly resulted from higher capital expenditure in Indonesia and Malaysia and accelerated depreciation from Malaysia network modernisation plan.

The Group recorded foreign exchange loss of RM158.4 million in Q4'11 as compared to foreign exchange loss of RM53.1 million in Q3'11, as the results of the translation loss of USD borrowing due to the strengthening of USD against local currencies in Q4'11 particularly Bangladesh and Indonesia.

The Group taxation decreased by 74.2% to RM73.4 million in Q4'11 as compared to RM284.2 million in Q3'11, mainly due to the utilisation of investment tax credit on LBTI enjoyed by Malaysia.

The Group PAT decreased by 7.7% to RM626.9 million in Q4'11 from RM679.1 million recorded in Q3'11. The lower PAT was mainly coming from Bangladesh loss after tax contribution due to the currency translation loss.

PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

1. Review of Performance (continued)

(d) Economic Profit ("EP") Statement

	4th Quarter Ended		Financial Year Ended	
	31/12/2011	31/12/2010	31/12/2011	31/12/2010
	RM'000	RM'000	RM'000	RM'000
EBIT*	**1,959,276**	1,140,118	**4,043,323**	4,283,059
Less: Adjusted Tax (25%)	**(489,819)**	(285,029)	**(1,010,831)**	(1,070,764)
NOPLAT	**1,469,457**	855,089	**3,032,492**	3,212,295
AIC	**13,750,808**	13,561,450	**13,750,808**	13,561,450
WACC	**7.50%**	10.00%	**7.50%**	10.00%
Economic Charge (AIC*WACC)	**257,828**	339,036	**1,031,311**	1,356,145
Economic Profit	**1,211,629**	516,053	**2,001,181**	1,856,150

The EP Statement is as prescribed under the Government Linked Companies Transformation Program and it is disclosed on a voluntary basis.

EP is a yardstick to measure shareholder value as it provides a more accurate picture of underlying economic performance of the Group vis-à-vis its financial accounting reports, i.e. it explains how much return a business generates over its cost of capital. This can be measured from the difference of NOPLAT and Economic Charge.

The factor contributing to higher EP during the current quarter and financial year to date is mainly due to lower WACC. The Group reported a lower WACC during the current quarter and financial year to date due to lower cost of equity resulted from lower market risk premium.

PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

1. Review of Performance (continued)

(d) Economic Profit ("EP") Statement (continued)

Note:

EBIT = Earnings before Interest & Taxes, excluding derivative financial instruments gains/(losses), certain non operational and one-off items as well as foreign exchange differences on financing activities.

NOPLAT= Net Operating Profit/(Loss) after Tax

AIC = Average Invested Capital, consists of average operating capital, average net PPE and average net other operating assets.

WACC = Weighted Average Cost of Capital is calculated as weighted average cost of debts and equity taking into account the proportion of debt position and market capitalisation as at end of the period.

2. Headline Key Performance Indicators ("KPIs") for the financial year ended 31 December 2011

On 23 February 2011, the Group announced its Headline KPIs guidance for the financial year ended 31 December 2011. Based on financial year ended 31 December 2011 Group's performance, the Group's full year achievements versus 2011 Group Headline KPIs are as follows:

Headline KPIs	2011 Headline KPIs	2011 Achievement
Revenue Growth (%)	10.0	5.3
EBITDA Growth (%)	10.3	1.0
Return on Invested Capital ("ROIC") (%)	12.6	12.2

Amidst a challenging financial year ended 31 December 2011, Revenue and EBITDA growth was below target, whilst the Group's ROIC for the financial year ended 31 December 2011, was marginally lower versus target. At constant currency, the KPIs achievements would have been at 7.5% for revenue growth, 2.9% for EBITDA growth and ROIC would be marginally below target at 12.5%.

Revenue and EBITDA growth was lower in FY2011 mainly due to the challenging competitive environment in all markets and the slowdown in market growth especially in Malaysia and Indonesia markets which affected the Group's overall performance.

Going forward, the Group will remain focused on its long term business strategy and adopt careful and prudent measures particularly in respect of operating and capital expenditure, in order to optimise its financial performance.

3. Variance of Actual Profit from Forecast Profit / Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in a public document in respect of the financial year ended 31 December 2011.

PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

4. Taxation

The taxation charge for the Group comprises:

	4th Quarter Ended		Financial Year Ended	
	31/12/2011	**31/12/2010**	**31/12/2011**	**31/12/2010**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Income Tax:				
Malaysia				
Current year	**(39,067)**	(86,514)	**(531,819)**	(505,089)
Prior year	**17,625**	8,070	**(61,348)**	14,941
	(21,442)	(78,444)	**(593,167)**	(490,148)
Overseas				
Current year	**(45,650)**	(94,207)	**(345,748)**	(325,771)
Prior year	**(2,624)**	169	**2,370**	(45,523)
	(48,274)	(94,038)	**(343,378)**	(371,294)
Deferred Tax (net):				
Originating and reversal of temporary differences	**(3,717)**	(61,500)	**72,196**	(227,716)
Total Taxation	**(73,433)**	(233,982)	**(864,349)**	(1,089,158)

The current quarter and financial year to date effective tax rate for the Group is lower than the statutory tax rate mainly due to the utilisation of investment tax credit on LBTI enjoyed by a subsidiary of the Group.

5. Status of Corporate Proposals

(a) Disposal of 89.00% equity interest in Multinet

On 19 July 2010, the Company announced the disposal of its entire shareholding in Multinet through its wholly-owned subsidiary, Axiata Investments (Labuan) Limited representing 89.00% of the total issued and paid-up share capital in Multinet. The completion of the sale is extended as the sale is subject to amongst others the fulfilment of conditions precedent for the sale.

Multinet continues to be classified as Assets and Liabilities Directly Associated with Non-current Assets classified as Held for Sale during the financial year to date under FRS5 “Non-current Assets Held for Sale and Discontinued Operations”.

(b) Disposal of 49.00% equity interest in MTCE

On 18 May 2011, the Group entered into a Sales and Purchase Agreement (“SPA”) with Telecommunication Company of Esfahan (“TCE”) on the disposal to TCE of its entire shareholding in MTCE representing 49.00% of the total issued and paid-up share capital in MTCE. The completion of the sale is subject to the fulfillment of certain conditions and completion procedures in the SPA. In conjunction with the disposal of MTCE, the investment in MTCE was reclassified as “Non Current Asset Held for Sale” during the financial year to date.

(c) Entry by Celcom into Shareholders’ Agreement with PLDT Global Corporation (“PGC”) and PLDT Malaysia Sdn Bhd (“PLDT MY”)

Celcom had on 30 November 2011 entered into a Shareholders’ Agreement (“SA”) with PGC and PLDT MY for the purpose of collaborating in establishing mobile virtual network operator services in Malaysia. Under the terms of the SA, the issued and paid-up share capital of PLDT MY will be subscribed by Celcom and PGC in the ratio of 49:51.

The subscription by Celcom of its 49% equity interest in PLDT MY as contemplated in the SA has been completed.

5. Status of Corporate Proposals (continued)

(d) Acquisition by Dialog Broadband Networks (Private) Limited ("DBN") of the Entire Shares in Issue of Suntel Ltd ("Suntel")

DBN, a wholly owned subsidiary of Dialog, had on 14 December 2011 entered into a SPA with the following shareholders of Suntel for the acquisition of the entire ordinary shares in issue of Suntel.

i) Overseas Telecom AB;
ii) Metrocorp (Pvt) Ltd;
iii) Telecom Venture Group Ltd;
iv) International Finance Corporation, a member of the World Bank Group;
v) National Development Bank PLC;
vi) C Tech Investments (Pvt) Ltd; and
vii) Kelmarsh Investments Ltds

The SPA is subject to conditions precedent which includes regulatory approvals. The SPA stipulates the fulfillment of the conditions precedent with a maximum period of six months from the date of the SPA. Upon fulfillment of the SPA, the operations of both DBN and Suntel will be consolidated into a "merged entity" providing advance fixed line and broadband services.

As of 15 February 2012, other than the above, there is no other corporate proposal announced.

6. Group's Borrowings and Debt Securities

(a) Breakdown of the Group's borrowings and debt securities as at 31 December were as follows:

	2011		2010 (Restated)	
	Short Term Borrowings	**Long Term Borrowings**	**Short Term Borrowings**	**Long Term Borrowings**
	RM'000	**RM'000**	RM'000	RM'000
Secured	**627,946**	**444,390**	200,863	452,750
Unsecured	**1,599,993**	**8,787,034**	498,728	9,531,233
Total	**2,227,939**	**9,231,424**	699,591	9,983,983

(b) Foreign currency borrowings and debt securities in RM equivalent as at 31 December were as follows:

	2011	**2010**
Foreign Currency	**RM'000**	**RM'000**
USD	**4,068,234**	3,628,351
IDR	**2,650,944**	2,729,268
BDT	**458,409**	46,482
SLR	**39,617**	75,667
Total	**7,217,204**	6,479,768

7. Outstanding derivatives

(a) The detail of the Group's outstanding net derivatives financial instruments as at 31 December are set out as follow:

	2011		2010	
Type of derivatives financial instruments	**Notional Value RM'000**	**Fair value Favourable/ (Unfavourable) RM'000**	**Notional Value RM'000**	**Fair value Favourable/ (Unfavourable) RM'000**
Forward foreign currency contracts:				
- > 3 years	**489,677**	**4,828**	595,676	(14,743)
Cross currency interest rate swaps:				
- < 1 year	**-**	**-**	-	-
- 1 - 3 years	**510,048**	**22,151**	-	-
- > 3 years	**1,742,675**	**(90,861)**	1,695,925	(142,965)
Interest rate swaps contracts:				
- > 3 years	**611,120**	**(22,759)**	743,407	(22,638)
Convertible warrants in an associate:				
- > 3 years	**-**	**3,783**	-	3,783
Put option of the investment in an associate :				
- < 1 year	**-**	**-**	-	(277,678)
Total		**(82,858)**		(454,241)

(b) The risks associated with the derivative financial instrument and the policies in place for mitigating such risks were disclosed in 2010 Audited Financial Statements.

8. Fair value changes of financial liabilities

The Group recognised a total net (losses)/gains in the consolidated profit or loss arising from the fair value changes on the derivatives financial instruments which are marked to market as at date of statement of financial position are as follow:

	4^{th} Quarter Ended		Financial Year Ended	
	31/12/2011	31/12/2010	**31/12/2011**	31/12/2010
	RM'000	RM'000	**RM'000**	RM'000
Total net (losses)/gains	**(315)**	27,024	**(34,552)**	62,983

9. Realised and Unrealised Profits or Losses Disclosure

	As at 31/12/2011	As at 31/12/2010
	RM'000	**RM'000**
Total retained profits/(accumulated losses) of the Company and its subsidiaries:		
- Realised	**12,001,892**	10,225,212
- Unrealised	**(1,404,088)**	(1,204,245)
	10,597,804	9,020,967
Total retained profits from associated companies:		
- Realised	**799,480**	647,510
- Unrealised	**(124,493)**	(90,159)
	674,987	557,351
	11,272,791	9,578,318
Less: Consolidated adjustments	**(876,662)**	(350,556)
Total Consolidated Retained Profits	**10,396,129**	9,227,762

10. Material Litigation

Save as disclosed below, there are no changes to the status of the material litigation of the Group. The notes set out below should be read together with the notes in this section for Q1, Q2 and Q3 of 2011 announcement:

(a) Celcom vs DeTeAsia Holding GmbH

In 2003, DeTeAsia initiated arbitration proceedings against Celcom for monetary damages caused by Celcom's alleged breach of the Amended and Restated Supplemental Agreement between Celcom, DeTeAsia, TRI and TR International Limited ("TRIL") dated 4 April 2002 ("ARSA"). On 2 August 2005, the arbitral tribunal found in DeTeAsia's favour and ordered Celcom to pay the full amount of its principal claim of USD177.2 million together with interest at 8% from 16 October 2002 until full settlement and costs ("Award"). On 27 January 2006, Celcom satisfied the Award in full (which amounted to USD232 million (RM871.7 million based on the then prevailing exchange rate) without prejudice to proceedings that Celcom was contemplating to commence in Malaysia.

On 17 November 2005, Celcom commenced proceedings in Malaysia seeking, amongst others, a declaration that the Award was contrary to the public policy of Malaysia and hence unenforceable in Malaysia. DeTeAsia has responded by serving a sealed copy of its application to set aside these proceedings on 28 April 2006. On 2 April 2010, DeTeAsia's application to set aside the issue and service of Celcom's Originating Summons was allowed by the High Court and Celcom had on 30 April 2010 appealed to the Court of Appeal against the said decision. The appeal will be reassessed once the grounds of judgment are made available by the Court. The Court has fixed the appeal for hearing on 25 April 2012.

(b) Danaharta & 2 others vs TSDTR, TSDTR vs Danaharata & 23 Others

In June 2006, Celcom and TRI were served with a Defence and Counterclaim by TSDTR in connection with proceedings initiated against him by Danaharta and two others for a breach of the Facility Agreement dated 13 July 1994 and related Settlement Agreement dated 8 October 2001 between TSDTR and Danaharta in relation to a loan granted to TSDTR by Danaharta. Celcom, TRI and the other 22 defendants were joined in these proceedings via the counterclaim. Subsequently in July 2006, TSDTR filed and served an Amended Defence and Amended Counterclaim on Celcom/TRI's solicitors. Total sum of the claim is RM13,461.4 million.

10. Material Litigation (continued)

(b) Danaharta & 2 others vs TSDTR, TSDTR vs Danaharata & 23 Others (continued)

On February 2007, TSDTR's solicitors served an application to re-amend the Amended Defence and Amended Counterclaim to include 14 additional defendants. At first instance, the Court allowed TSDTR's application. Subsequently, Celcom/TRI appealed to the Judge in Chambers who later allowed the appeal with costs.

On 28 August 2007, the Court dismissed Celcom/TRI's application to strike out the amended counterclaim with costs. On 12 November 2009, the Court allowed Celcom/TRI's appeal with costs. On 4 December 2009, TSDTR filed a notice of appeal to the Court of Appeal and the same was fixed for hearing on 13 February 2012 to 15 February 2012.

On 14 February 2012, TSDTR had withdrawn both of his appeals aforementioned with costs.

(c) Celcom & Another vs. TSDTR & 8 Others

In connection with the Award in DeTeAsia's favour in August 2005, Celcom and TRI instituted proceedings against 9 of its former directors alleging that they had breached their fiduciary duties in entering into a Subscription Agreement on its behalf on 25 June 1996 with Deutsche Telekom AG ("Subscription Agreement"), and the ARSA whilst they were directors of Celcom and TRI. In addition, Celcom and TRI have also made a claim against TSDTR for alleged unauthorised profits made by him in connection with the execution of the abovementioned agreements. Celcom and TRI are seeking an indemnity from the directors for the sums paid by Celcom to DeTeAsia in satisfaction of the Award against it, return of the alleged unauthorised profits by TSDTR amounting to RM446.0 million, all monies received by the directors arising out of such breaches, losses and damages in connection with the entry of Celcom and TRI into the Subscription Agreement and the ARSA.

TSDTR and BR filed an application to strike out the proceedings. On 6 February 2009, the Court dismissed TSDTR and BR's striking out application with costs. TSDTR and BR filed an appeal to the Court of Appeal and the same is fixed for hearing on 20 February 2012.

10. Material Litigation (continued)

(c) Celcom & Another vs. TSDTR & 8 Others (continued)

The German directors have respectively applied to set aside these proceedings on the basis that the issues had been litigated and decided on their merits based on the Award. The said applications were respectively dismissed by the Court on 30 June 2010. The German directors filed their respective notices of appeal to the Court of Appeal and the same is fixed for hearing on 5 March 2012.

11. Update on Memorandum of Understanding ("MOU") pursuant to Paragraph 9.29, Chapter 9 of the Main LR

(a) Between the Company and Huawei Technologies Co. Ltd

The Company and Huawei had on 23 November 2011 agreed to extend the duration of the MOU for a further period of 1 year with effect from 18 November 2011.

(b) Between Celcom and TM

Celcom and Telekom Malaysia Berhad ("TM") (collectively the "Parties") had on 31 May 2011 agreed to further extend the period in which the Parties will endeavor to enter into Definitive Agreement(s) in the collaboration areas contemplated under the MOU from 31 May 2011 to 30 September 2011 or such other dates as agreed by the Parties. The abovementioned period in which the Parties will endeavor to enter into Definitive Agreement(s) was not extended.

With regard collaboration areas envisaged under the MOU, Celcom Mobile Sdn Bhd, a wholly-owned subsidiary of the Company via Celcom, had on 3 June 2011 entered into a HSBB Service Agreement with TM for the supply, delivery, installation and commissioning of access services related to high speed broadband services ("HSBB Services") for Celcom Mobile's utilisation ("HSBB Agreement").

The HSBB Agreement is a frame agreement which sets out the general terms and conditions that govern the provision of HSBB Services which consists of HSBB (Access) Services, HSBB (Transmission) Services and/or HSBB (Connection) Services. The HSBB (Access) Services which is one of the collaboration areas contemplated under the MOU provides Celcom access to the last-mile and end user premises covered by the national HSBB Project; thus, enabling Celcom Mobile to increase its appeal of its HSBB services portfolio.

This MOU is no longer subsisting due to the same is only valid for a period of 1 year from the date of the MOU of 22 February 2011.

12. Additional Disclosure Requirements

Pursuant to the letter of approval from the Securities Commission ("SC") dated 30 January 2008 in relation to, amongst others, the TM Group's Demerger, the Company is required to obtain the relevant approvals for the transmission towers and rooftop sites ("Outdoor Structures") of Celcom within 2 years from the date of the SC's approval letter. In addition, the Company is also required to disclose in its quarterly announcement, the status of application of such Outdoor Structures to Bursa Securities until all approvals are obtained.

On 30 January 2012, CIMB Investment Bank Berhad had, on behalf of the Company, inter-alia, announced that the SC had, through its letter dated 25 January 2012, granted an extension of time of 2 years (i.e. up to 29 January 2014) for the Company to obtain the necessary approvals for the said Outdoor Structures.

The status of 49 Outdoor Structures (which are subject to the SC's condition above) as at 15 February 2012 is as follows:

(a) 5 Outdoor Structures have obtained local authorities approval;

(b) 19 Outdoor Structures are pending approval from local authorities; and

(c) Initial applications for 25 Outdoor Structures have been declined. Celcom is in the midst of appealing to the relevant local authorities with respect to such applications.

13. Other Disclosure Requirements under Appendix 9B of the Main LR

Other than those items disclosed in the statements of comprehensive income and notes in Part A of this announcement, there are no material impairment of receivables, inventories, gains/loss on disposal of investments, properties and assets during the current quarter and financial year to date.

14. Earnings Per Share ("EPS")

(a) Basic EPS

	4th Quarter Ended		Financial Year Ended	
	31/12/2011	31/12/2010	**31/12/2011**	31/12/2010
Profit attributable to owners of the Company (RM'000)	**544,586**	(367,040)	**2,345,628**	1,770,379
Adjusted weighted average number of shares ('000)	**8,445,559**	8,445,154	**8,451,437**	8,445,154
Basic EPS (sen)	**6**	(4)	**28**	21

Basic EPS of the Group was calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares during the current quarter and financial period to date.

(b) Diluted EPS

For the diluted EPS, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares.

	4th Quarter Ended		Financial Year Ended	
	31/12/2011	31/12/2010	**31/12/2011**	31/12/2010
Profit attributable to owners of the Company (RM'000)	**544,586**	(367,040)	**2,345,628**	1,770,379
Adjusted weighted average number of shares ('000)	**8,445,559**	8,445,154	**8,451,437**	8,445,154
Adjustment for the Company's ESOS	**36,216**	49,710	**35,910**	38,279
Weighted average number of diluted ordinary shares for computation of diluted EPS ('000)	**8,481,775**	8,494,864	**8,487,347**	8,483,433
Diluted EPS (sen)	**6**	(4)	**28**	21

PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

15. Qualification of Preceding Audited Financial Statements

The 2010 Audited Financial Statements were not subject to any qualification.

16. Dividend proposed

The Board of Directors recommended the payment of a final tax exempt dividend under the single tier system of 15 sen per share (2010: 10 sen) for approval by the shareholders at the forthcoming AGM of the Company.

By Order of the Board

Suryani Hussein (LS0009277)
Secretary

Kuala Lumpur
23 February 2012