

2 August 2006



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Performance Overview

Financial Highlights

- Group's 1H 2006 revenue grew 15% Y on Y to RM7.8 billion as compared to 1H 2005
- EBITDA 1H 2006 improved 18% to RM3.5 billion from the corresponding period a year ago
- PBT excluding foreign exchange impact rose 28% to RM1.3 billion. (with forex PBT rose 44% to RM1.5 billion)

Operating Highlights

- Regional mobile customers at 23.9 million customers
- Stronger net adds of Broadband customers in 2Q 2006 with growth of 14% to 639k customers

Developments

- Establishing footprint in India through completion of Spice acquisition
- Initial synergies through collaboration between regional investments

 preferential 3G roaming and attractive 3G IDD between Mobile
 One and Celcom
- Introduction of Voice over Broadband for Streamyx customers
- PC / Broadband bundling to improve PC and Broadband penetration

Agenda

Group Performance

Celcom Update

International Operations

Outlook



Group Financial Highlights

(In RM million, except ratios and customer numbers)

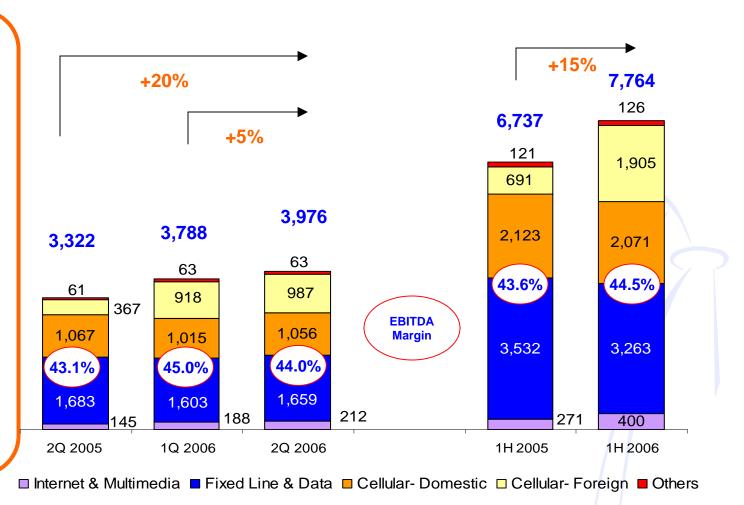
	2Q06	1Q06	Q on Q	2Q05	Y on Y	1H06	1H05	Y on Y
Revenue	3,976	3,788	+5.0%	3,322	+19.7%	7,764	6,737	+15.2%
EBITDA	1,749	1,705	+2.6%	1,432	+22.1%	3,454	2,940	+17.5%
EBITDA Margin	44.0%	45.0%	-1.0pp	43.1%	+0.9pp	44.5%	43.6%	+0.9pp
PBT**	747	602	+24.1%	511	+46.2%	1,348	1,053	+28.0%
PATAMI**	487	358	+36.0%	431	13.0%	839	810	3.6%
PATAMI (with forex)	436	519	-16.0%	426	+2.3%	955	801	+19.2%
Mobile Customers	23.9 mil.	22.3 mil.	+7.2%	14.4 mil.	+66.0%	** Normalise		ses PM(75 m)
Fixed^ Customers	4.3 mil.	4.3 mil.	-	4.3 mil.	-	2Q 2006 Forex Loss Gross RM(75 m Net RM(51m); 1Q 2006 Forex Gains Gross RM213 Net RM 161m		, ,,
Broadband Customers	639k	561k	+13.9%	352k	+81.5%	^ Business & Residential		



Revenue Composition

 Mobile contribution continued to improve mainly from overseas operations

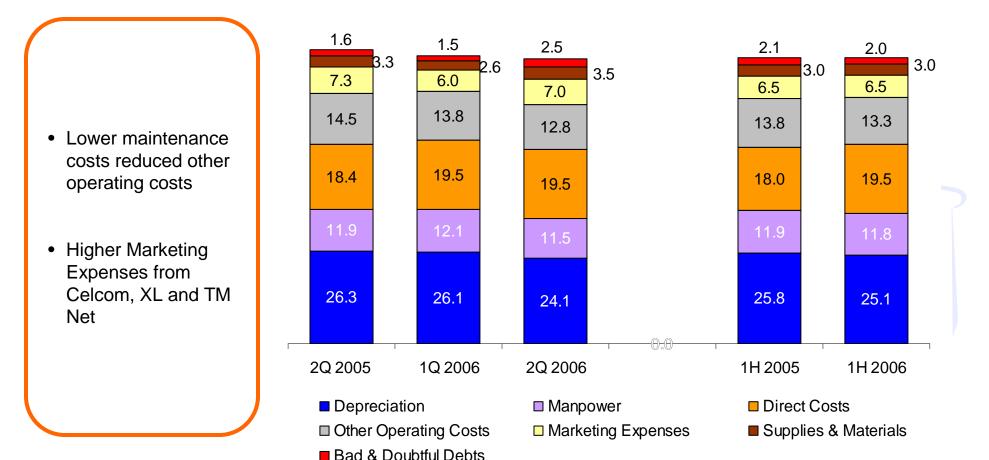
 Internet and Multimedia segment improved with continued growth in Broadband



Costs as a % of Revenue

TOTAL

83.3%



81.6%

80.9%



81.2%

81.1%

Group Balance Sheet

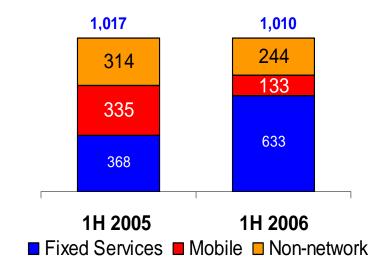
RM Million	As at 30 June 2006	As at 31 Dec 2005
Shareholders' Funds	19,727.0	19,384.1
Minority Interests	715.5	654.0
Deferred & Long Term Liabilities	13,646.0	13,372.1
Long Term Borrowings	10,559.0	10,405.0
	34,088.5	33,410.2
Current Assets Cash & Bank Balances	8,369.9 4,236.9	10,430.5
Current Liabilities	6,665.0	6,415.6
Short Term Borrowings	1,515.3	7,774.1 1,414.1
Net Current Assets	1,704.9	2,656.4
Intangible Assets	7,846.2	6,971.7
Property Plant & Equipment	22,839.8	22,320.9
Other Non-current Assets	1,697.6	1,461.2
	34,088.5	33,410.2
Net Assets per Share (sen)	581.2	571.5
Net Debt / Equity	0.40	0.27

- Increase in Intangible Assets from goodwill on acquisition of Spice (RM666m)
- Lower cash & bank balance due to:-
- payment of DT claim (RM874m)
- Investment in Casacom (RM108m),
 Samart I-Mobile (RM125m) &
 Spice (RM649m)
- Payment of FY 2005 dividend (RM611m)

Group Capital Expenditure

Domestic

RM Million

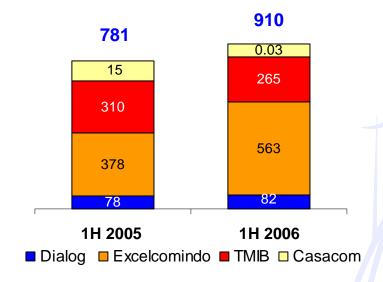


Focus on Broadband and data related services

 25% increase in DSL ports for 1H 2006

International

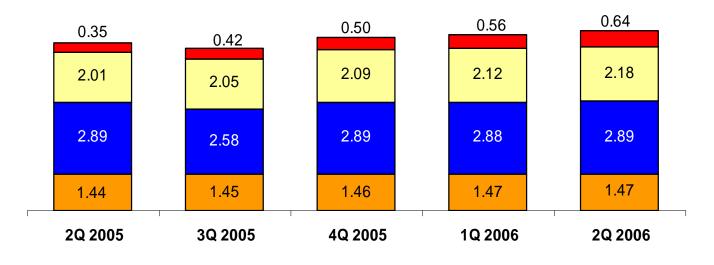
RM Million



- Continued expansion from XL with 30% increase in no. of BTS in 1H 2006
- Focus on network rollout and capacity by international subsidiaries

Customer Base - Fixed & Internet Services

<u>Million</u>



■ Business ■ Residential ■ Narrowband ■ Broadband

ARPU (RM)
Business*
Residential*

Internet Dial-up
Internet Broadband

2Q 2005	
130	
47	
10	
99	

1Q 2006
124
38
7
98

2Q 2006
134
36
7
95

* Call usage only

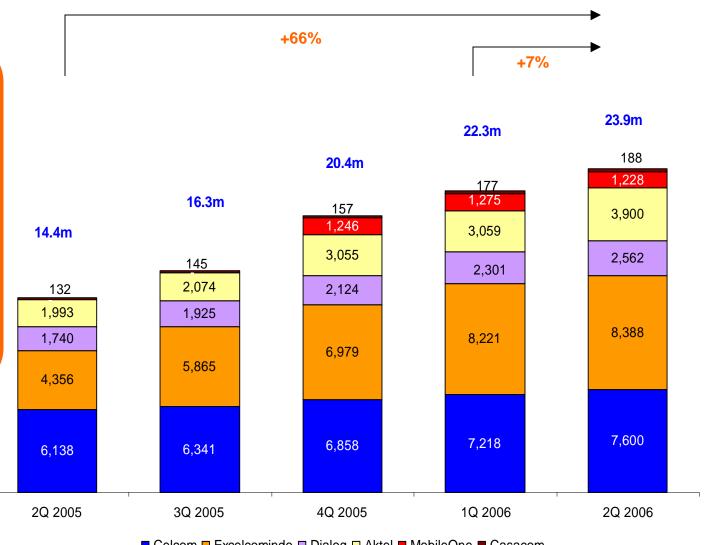


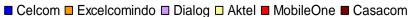
Regional Customer Base - Mobile

Customers '000

• Strong Year on Year customer growth of 66%

 Continued growth from overseas and domestic operations







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Celcom Performance Overview



Customer net addition despite high churn



Net adds of 382k

Postpaid recovery following re-launch



Net adds of 105k

 Revenue growth back to positive but still below same quarter 2005



6% q-o-q

Earnings continued to improve



PBT 12% q-o-q PAT 21% q-o-q

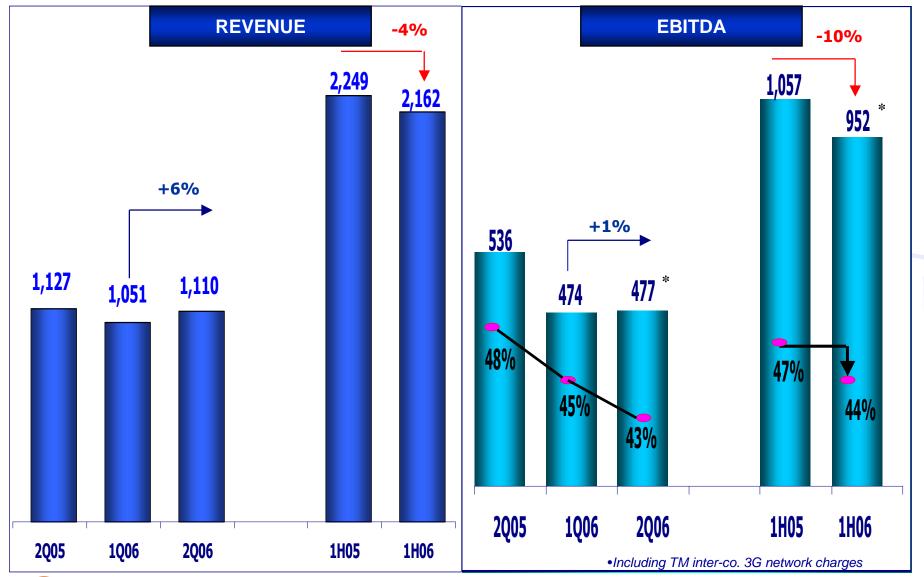
Bad debt improved further



1.5% to 0.9% q-o-q

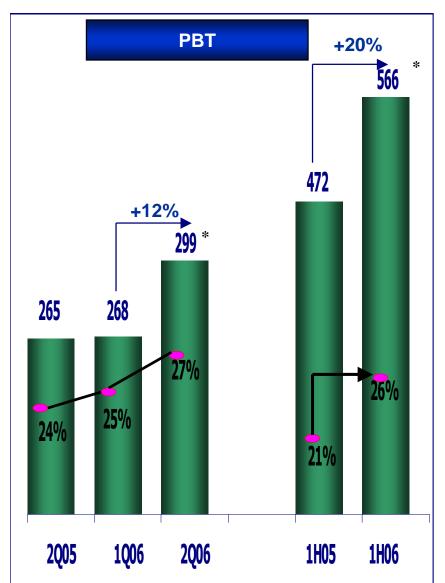
Revenue and EBITDA

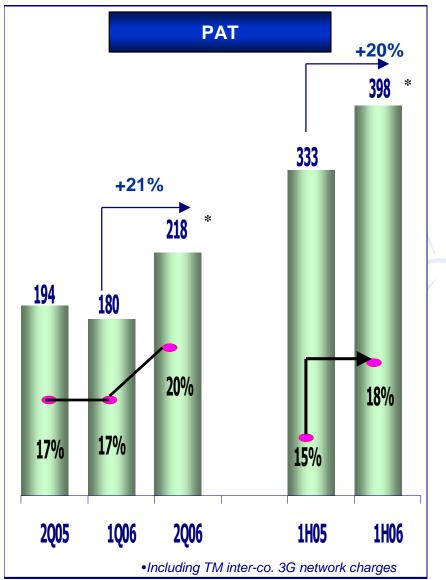




Earnings continued to improve

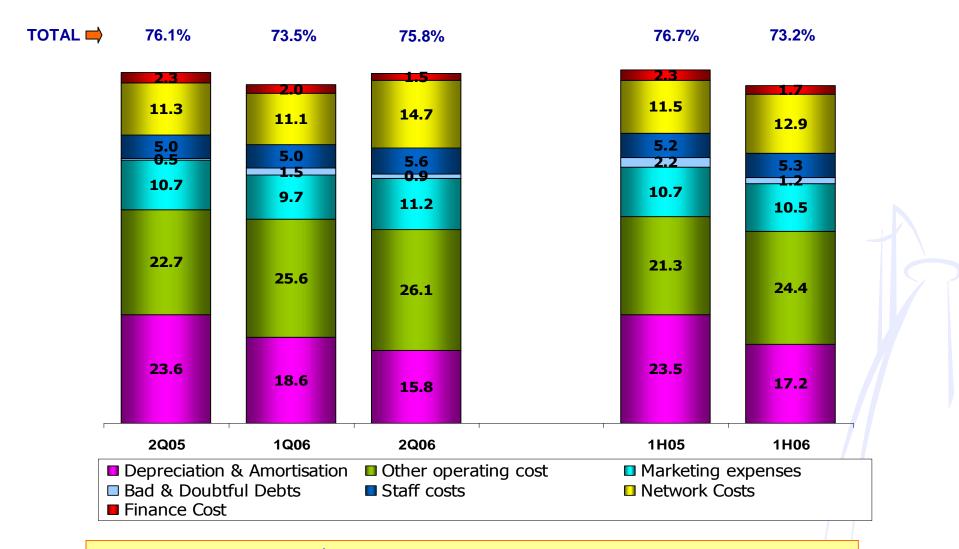






Costs as % of revenue





Higher operating costs in 2nd Quarter 2006 mainly due to aggressive acquisition and TM charges

Balance sheet highlights



	June 2006	Dec 2005	% change
Borrowings	778.3	1,139.0	-31.7%
Shareholder's Funds	2,880.1	2,482.1	16.0%
Cash & Cash Equivalent	1,591.1	2,295.4	-30.7%
Gearing — Gross	27.0%	45.9%	
Gearing – Net	-28.2%	-46.6%	
Current Ratio	0.80	0.84	
NTA per Share (sen)	119.1	96.9	
EPS (sen)#	33.8	(7.8)	

Improvement in ratios, namely NTA and EPS

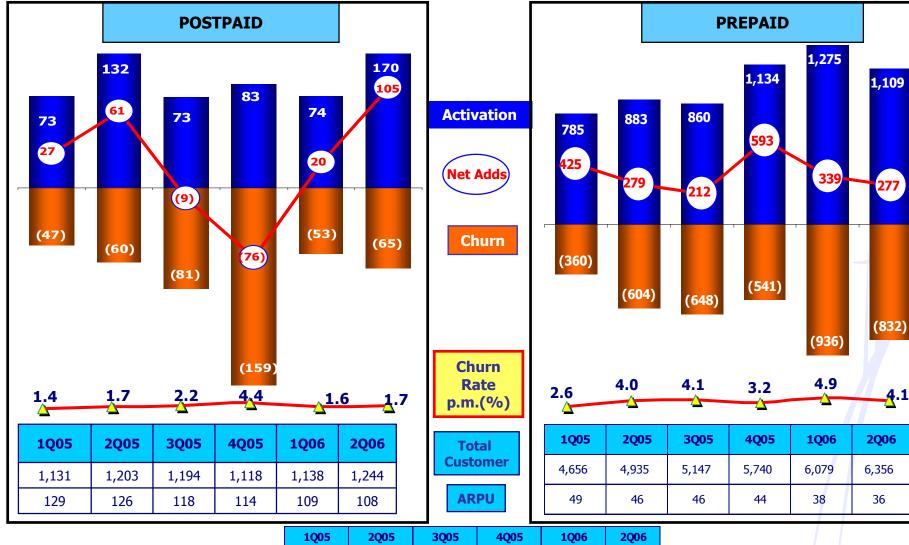
[•]All numbers in RM millions, except ratio data



^{•#} Annualized

Slowing prepaid net adds but encouraging postpaid recovery





1Q05	2Q05	3Q05	4Q05	1Q06	2Q06
5,787	6,138	6,341	6,858	7,218	7,600
65	62	60	56	49	48

Total Customer
Blended ARPU



Key initiatives in the Second Quarter



Achievement

 Celcom emerged top for the most visible brand



- Brand personality re-launch
- Football Mad Nation
- Power of World Cup 2006 Teams & Football Personalities
- World Cup Brazil Endorsement

Postpaid & Prepaid

- Launch of the New Postpaid Plans
- Black Ice Samba Promotion
- Xpax World Cup Promotion
- Xpax Tie Up With XL jempol
- Awareness on Celcom 3GX

Enterprise & SMI/SME

 Launch of the New Enterprise Powertools Postpaid Plans

New Services & Innovations

- SMS In Color
- Secret SMS
- M2U Mobile
- Disney Mobile





























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Group Performance

Celcom Update

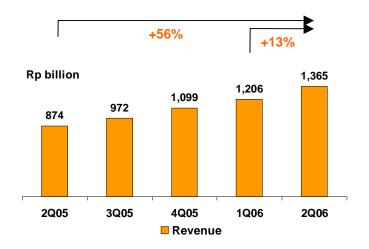
International Operations

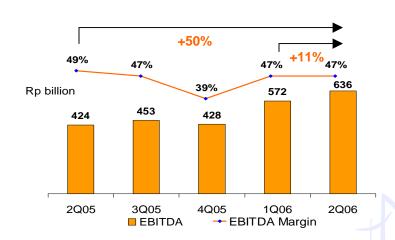
Outlook

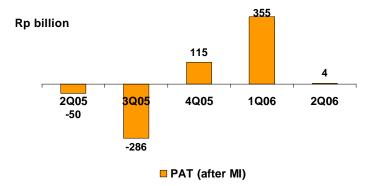


XL - Financial Highlights







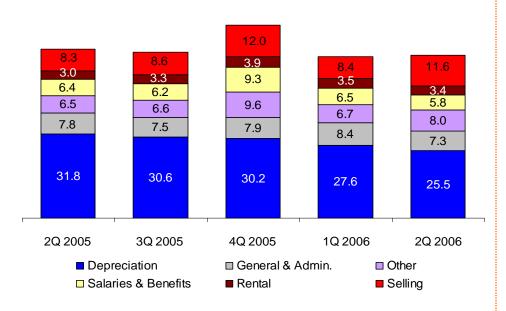


- Growth in gross revenue of 56% YoY
- EBITDA grew by 50% YoY
- Forex significantly impacted PAT

XL - Financial Highlights



Costs as % of Revenue



 The increase in selling expenses was caused by our more aggressive marketing campaign & prepaid registration cost

Balance Sheet

	As at	As at
(in Rp bn)	30 June 06	31 Dec 05
Shareholders' Funds	3,988	3,629
Deferred & Long Term Liabilities	5,698	3,433
 Long Term Borrowings 	5,503	3,401
	9,686	7,062
Fixed Assets	9,123	7,471
Intangible Assets	-	-
Other Assets	961	512
Current Assets	1,427	1,371
- Cash & Bank Balances	739	880
Current Liabilities	1,825	2,292
- Short Term Borrowings		688
	9,686	7,062



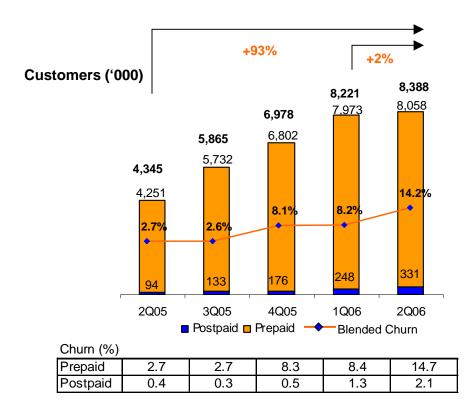
Peterpan as bebas brand ambassador

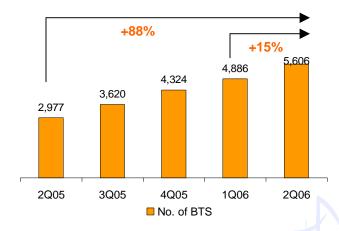


XL - Operational Highlights

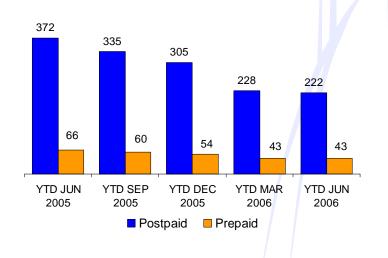


- The number of BTS increased 88% YoY
- The number of customer increased 93% YoY
- Declining ARPU is in line with industry trend and pricing strategy









Recent Key Initiatives & Developments



New products & offerings in 2Q 2006:

- Night economical tariff of Rp 149 per 30 sec for bebas customers
- Xplor Powerplan, offering economical packages to Xplor customers
- jempol jimat (jempol international hemat), offering economical international tariff to XL's customers in East Java, Lombok & Bali
- Bonus pulsa 50% for bebas-Mandiri visa customers

Company's key developments & initiatives, strategic direction, recent key initiatives in 2Q 2006:

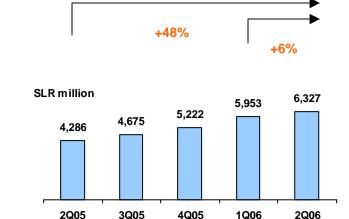
- Develop new product features, by implementation of new Xplor Powerplan, jempol jimat and launch of 49 new VAS programs in 2Q 2006
- Improve price competitiveness, by launching night economic tariff and weekend tariff
- Increased image and brand awareness in market, by launching new campaign theme "XL life Unlimited"
- Increased number distribution channel. In 2Q 2006 XL has 30253 XL KITA channel or increased by 11.5% compared to 1Q 2006 with only 27123 XL KITA



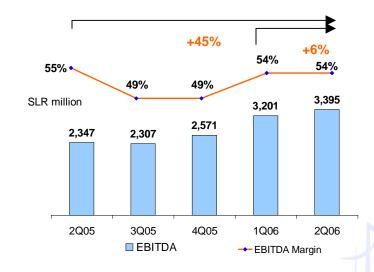
Dialog - Financial Highlights

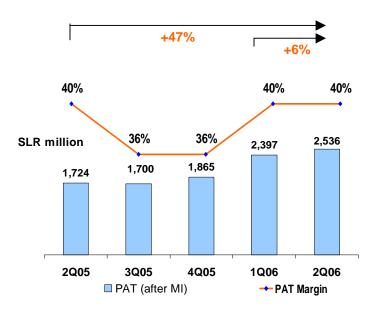






■ Revenue





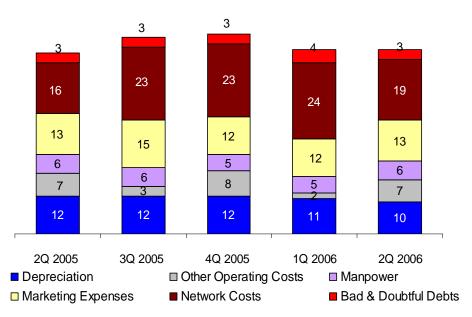
- Profits up 47 per cent Year on Year
- Key revenue drivers subscriber base, network reach, increase in usage per customer and expansion in international business

Dialog - Financial Highlights





Costs as % of Revenue



Balance Sheet

	30 June 06	31 Dec 05
	Rs Mn	Rs Mn
Shareholders' Funds	19,631	17,201
Deferred & Long Term Liabilities	118	75
- Long Term Borrowings	7,206	8,913
	26,955	26,189
Fixed Assets	22,579	18,986
Intangible Assets	1,676	348
Investment in subsidiary	-	1,971
Current Assets	7,730	4,458
- Cash & Bank Balances	4,607	6,624
Current Liabilities	(6,423)	(5,136)
- Short Term Borrowings	(3,214)	(1,062)
	26,955	26,189



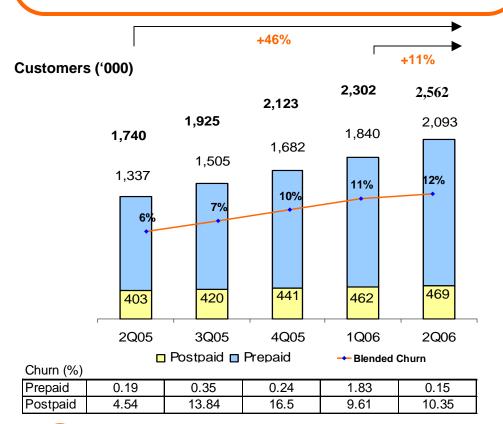


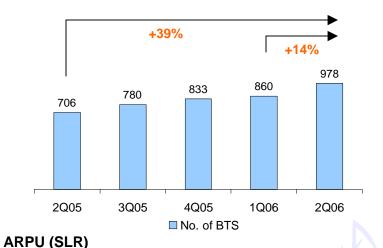


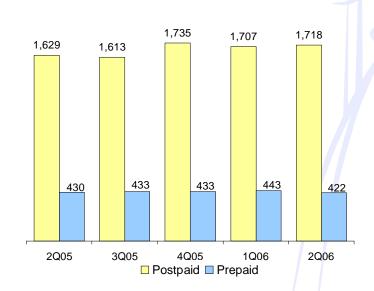
Dialog - Operational Highlights



- customers grew by 46 per cent YoY.
- Tariff reductions and attractive packages on offer have helped to grow the market. Lower ARPU from pre-paid segment is in line with industry standards.
- Increase in churn is due to stringent credit and fraud control measures.









Recent Key Initiatives & Developments









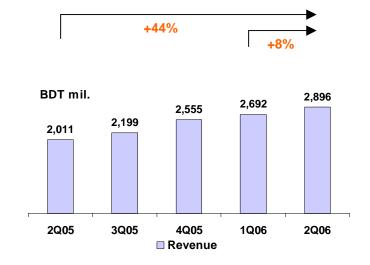


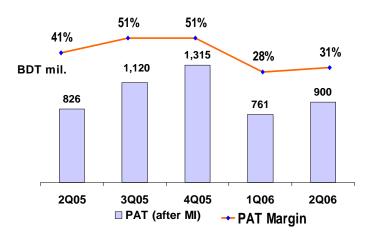
- The regulator has indicated that it would offer 3G licenses to all 4 operators (upto 10MHz of FDD and upto 5MHz of TDD spectrum). The Company is targeting to launch 3G commercially in Q3 06 subject to availability of license
- Expected to obtain part of the spectrum cleared in 3Q06 from the regulator to offer Fixed Telephony using the CDMA license (Fixed WLL)
- Dialog signed a hallmark investment agreement with Board of Investment (BOI) for US\$ 150 Mn
- The regulator plans to offer a fifth mobile license

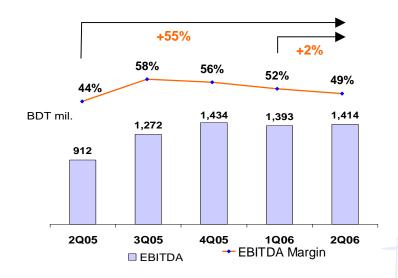
TMIB - Financial Highlights











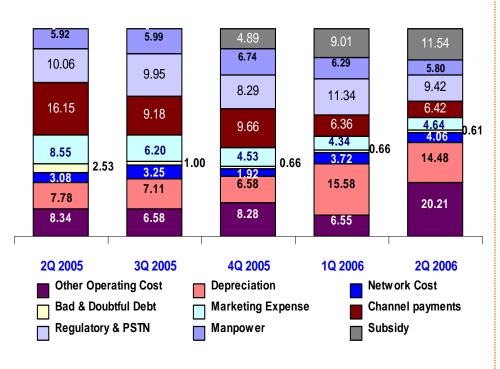
- Revenue increased 44% (Y on Y) compared to a year ago
- Positive growth in EBITDA & PAT continues

TMIB - Financial Highlights





Costs as % of Revenue



- Heavy subsidy on SIM Tax in the market cause rise in the acquisition cost.
- High acquisition in Q2 result in increase in Channel Payment

Balance Sheet

	As at 30 June 06	As at 31 Dec 05
Shareholders' Funds	10,018	8,356
Deferred & Long Term Liabilities	16,384	9,588
 Long Term Borrowings 	11,849	3,721
	26,402	17,944_
Fixed Assets	25,368	19,720
Intangible Assets	-	-
Current Assets	7,850	5,669
- Cash & Bank Balances	5,547	3,295
Current Liabilities	6,816	7,445
- Short Term Borrowings	586_	171
	26,402	17,944



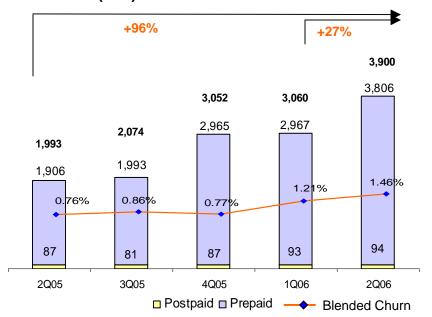
TMIB - Operational Highlights





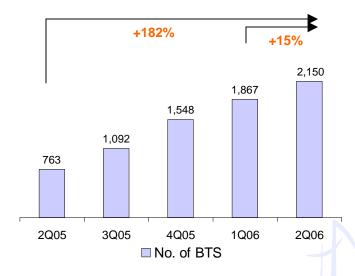
- Substantial customer growth year on year
- Commitment to improve network coverage
- Managing churn at a lower level

Customers ('000)

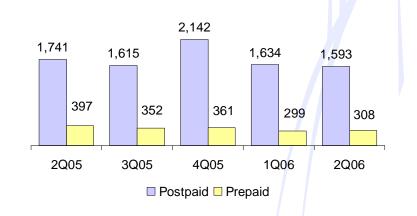




(,,,					
Prepaid	0.65	1.06	1.22	1.79	2.38
Postpaid	2.89	4.56	1.65	1.7	1.45



ARPU (BDT)



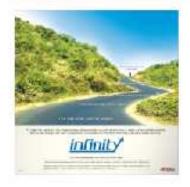


Recent Key Initiatives & Developments







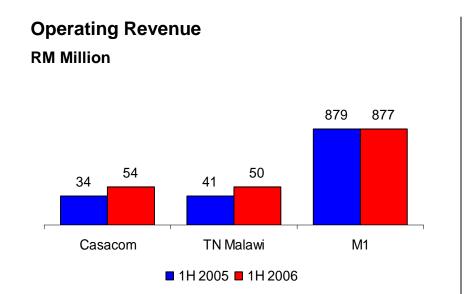


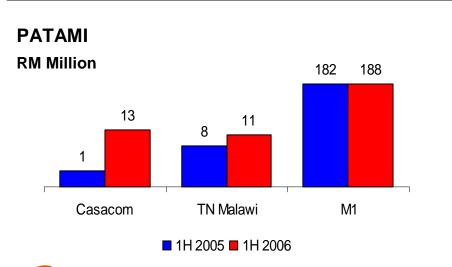


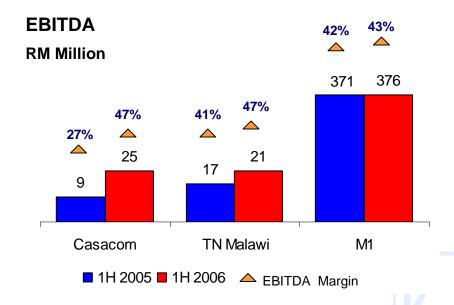
- 1. Quarterly Usage Bonus campaign Quarterly bonus for prepaid users based on their usage levels
- **2.** Introduction of Infinity package: Targeting the professional customers under Post-Paid.
- 3. Introduction of new denomination in e-Fill Electronic prepaid top-up
- 4. "Surprise Bonus on re-activation" campaign: To revive expired customers
- **5. Friends and Family (FnF) promotional campaign:** For prepaid and postpaid
- 6. "A Celebration of Talking" campaign: Preferential rates for specified time periods
- **7. Joy sales campaign:** Offers affordable entry price for new customers
- 8. Introduction of "AKTEL Kothar Chithi": Voice SMS
- **9. Introduction of new denomination in scratch-card:** Prepaid Card of Tk.50 and Tk.100



Other International Operations







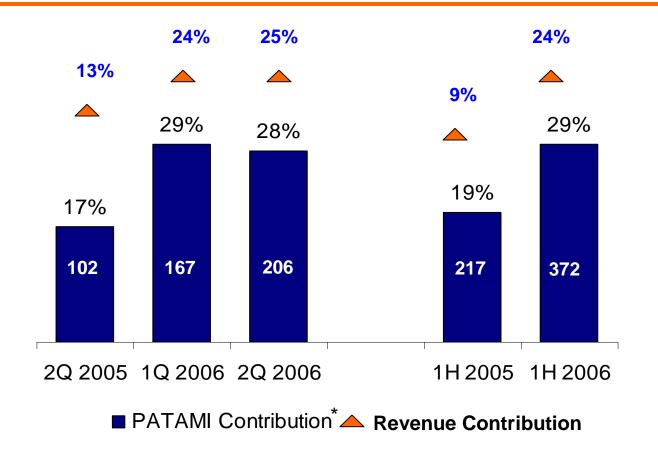
 Improved contribution from other international operations

Excluding SIM and Samart, pending official results announcement.

Excluding Spice, pending audited numbers.

Contribution from International Operations

 Improved contribution by international operations to Group's Revenue and PATAMI



*Adjusted for Forex In RM Millions except percentages



Agenda

Group Performance

Celcom Update

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Outlook



Outlook

Domestic

- Mobile to remain competitive with pressure on margins.
 Strengthen distribution channels and continued focus on mobile data, enterprise segment by Celcom to improve revenue
- Fixed services to decline further. Mitigate downtrend with data and non-traditional revenue streams.
 Enhance Sales Channels
- Continued increase in demand for Broadband.
 Accelerate deployment of services and increase PC penetration with PC / Broadband bundled package.
- Cost efficiency to improve margins

International

- Execution of strategies in markets of presence and enhance value of investments
- Adopt opportunistic approach to new investments in strengthening our regional presence
- Cost efficiency through synergies

Dividend Payout to Shareholders

Interim Dividend

Interim Gross Dividend per share

Total Expected Net Interim Dividend Payout (RM Million)

Dividend Payout Ratio

16.0 sen

391

41%

Dividend Payout Policy: 40% - 60% of Profit
Attributable to Shareholders



Opening Up Possibilities



