



MAXIS COMMUNICATIONS BERHAD

(158400 – V)

INCORPORATED IN MALAYSIA

QUARTERLY REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2006

ANNOUNCEMENT

The Board of Directors of Maxis Communications Berhad (“Maxis” or “the Company”) is pleased to announce the following unaudited consolidated results for the fourth quarter and financial year ended 31 December 2006 which should be read in conjunction with the audited financial statements for the financial year ended 31 December 2005.

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS

	Note	INDIVIDUAL QUARTER		+	CUMULATIVE QUARTER		+
		QUARTER ENDED 31/12/2006 (Unaudited)	QUARTER ENDED 31/12/2005 (Restated)		YEAR ENDED 31/12/2006 (Unaudited)	YEAR ENDED 31/12/2005 (Restated)	
		RM' m	RM' m	%	RM' m	RM' m	%
Revenue	8	2,117	1,682	+26	7,707	6,371	+21
Interconnect expenses, Universal Service Provision contributions and direct cost of sales		(581)	(479)		(2,281)	(1,794)	
Gross profit		1,536	1,203	+28	5,426	4,577	+19
Other operating income		66	-		73	5	
Administrative expenses		(466)	(377)		(1,546)	(1,227)	
Network operation costs		(310)	(215)		(1,057)	(906)	
Other operating expenses		(12)	(22)		(59)	(22)	
Profit from operations	8	814	589	+38	2,837	2,427	+17
Finance income		57	29		145	87	
Finance cost		(49)	(23)		(203)	(63)	
Share of results of an associate		-	-		11	-	
Profit before tax		822	595	+38	2,790	2,451	+14
Tax expenses	18	(191)	(206)		(783)	(837)	
Profit for the period/financial year		631	389	+62	2,007	1,614	+24
Attributable to:							
- Equity holders of the Company		642	425	+51	2,104	1,649	+28
- Minority interests		(11)	(36)		(97)	(35)	
		631	389	+62	2,007	1,614	+24
Earnings per share :		Sen	Sen		Sen	Sen	
- Basic	26	25.5	17.0		83.9	66.3	
- Diluted	26	25.3	16.9		83.5	65.8	



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UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET

	Note	AS AT 31/12/2006 (Unaudited) RM' m	AS AT 31/12/2005 (Restated) RM' m
ASSETS			
Non-Current Assets			
Property, plant and equipment	9 (a)	6,484	4,532
Intangible assets		4,714	1,261
Investment		4	4
Deferred tax assets		132	198
TOTAL NON-CURRENT ASSETS		11,334	5,995
Current Assets			
Inventories		400	63
Trade and other receivables		1,094	597
Tax recoverable		129	27
Deposits with licensed banks		2,340	3,415
Cash and bank balances		123	62
TOTAL CURRENT ASSETS		4,086	4,164
TOTAL ASSETS		15,420	10,159



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UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET (Continued)

	AS AT 31/12/2006 (Unaudited)	AS AT 31/12/2005 (Restated)
	RM' m	RM' m
EQUITY		
Share capital	252	250
Reserves	3,574	3,512
Retained earnings	3,341	2,291
Shareholders' Equity	7,167	6,053
Minority interests	165	240
TOTAL EQUITY	7,332	6,293
LIABILITIES		
Current Liabilities		
Provisions for liabilities and charges	76	70
Payables and accruals	3,374	2,327
Borrowings	2,631	264
Taxation	210	82
TOTAL CURRENT LIABILITIES	6,291	2,743
Non-Current Liabilities		
Provisions for liabilities and charges	116	69
Payables and accruals	161	42
Borrowings	1,018	538
Deferred tax liabilities	502	474
TOTAL NON-CURRENT LIABILITIES	1,797	1,123
TOTAL LIABILITIES	8,088	3,866
TOTAL EQUITY AND LIABILITIES	15,420	10,159
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.84	2.42



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

←-----Attributable to Equity Holders of the Company-----→

Year ended 31/12/2006	Issued and fully paid		Share premium	Other reserves	Retained earnings	Shareholders' equity	Minority interests	Total Equity
	Number of shares	Nominal value						
	' m	RM' m	RM' m	RM' m	RM' m	RM' m	RM' m	RM' m
Balance as at 1/1/2006								
- as previously stated	2,500	250	3,503	(9)	2,339	6,083	240	6,323
- effect of adopting :								
- FRS 2	-	-	-	18	(18)	-	-	-
- FRS 116	-	-	-	-	(30)	(30)	-	(30)
- as restated	2,500	250	3,503	9	2,291	6,053	240	6,293
Movements for the year								
Net income / (expense) recognised directly in equity								
- Currency translation differences	-	-	-	(104)	-	(104)	6	(98)
- Profit for the financial year	-	-	-	-	2,104	2,104	(97)	2,007
Total recognised income / (expense) during the financial year	-	-	-	(104)	2,104	2,000	(91)	1,909
Issue of ordinary shares:								
- 21,333,000 ordinary shares pursuant to the ESOS ⁽¹⁾	21	2	128	-	-	130	-	130
ESOS – Options granted and vested	-	-	-	38	-	38	-	38
Acquisition of subsidiaries	-	-	-	-	-	-	16	16
Dividend for the financial year ended 31/12/2005								
- Fourth interim	-	-	-	-	(188)	(188)	-	(188)
- Final	-	-	-	-	(301)	(301)	-	(301)
Dividend for the financial year ended 31/12/2006								
- First interim	-	-	-	-	(188)	(188)	-	(188)
- Second interim	-	-	-	-	(188)	(188)	-	(188)
- Third interim	-	-	-	-	(189)	(189)	-	(189)
Balance as at 31/12/2006	2,521	252	3,631	(57)	3,341	7,167	165	7,332

Note:

(1) Pursuant to the Employee Share Option Scheme (“ESOS”)



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Continued)

←-----Attributable to Equity Holders of the Company----->

Year ended 31/12/2005	Issued and fully paid		Share premium	Other reserves	Retained earnings	Shareholders' equity	Minority interests	Total Equity
	Number of shares	Nominal value						
	' m	RM' m	RM' m	RM' m	RM' m	RM' m	RM' m	RM' m
Balance as at 1/1/2005								
- as previously stated	2,476	248	3,376	1	1,746	5,371	-	5,371
- effect of adopting :								
- FRS 116	-	-	-	-	(22)	(22)	-	(22)
- as restated	2,476	248	3,376	1	1,724	5,349	-	5,349
Movements for the year								
Net income / (expense) recognised directly in equity								
- Currency translation differences	-	-	-	(10)	-	(10)	(9)	(19)
- Profit for the financial year (as restated)	-	-	-	-	1,649	1,649	(35)	1,614
Total recognised income / (expense) during the financial year	-	-	-	(10)	1,649	1,639	(44)	1,595
Issue of ordinary shares:								
- 24,233,000 ordinary shares pursuant to the ESOS	24	2	127	-	-	129	-	129
ESOS – Options granted and vested	-	-	-	18	-	18	-	18
Acquisition of subsidiaries	-	-	-	-	-	-	284	284
Dividend for the financial year ended 31/12/2004								
- Fourth interim	-	-	-	-	(124)	(124)	-	(124)
- Final	-	-	-	-	(397)	(397)	-	(397)
Dividend for the financial year ended 31/12/2005								
- First interim	-	-	-	-	(186)	(186)	-	(186)
- Second interim	-	-	-	-	(187)	(187)	-	(187)
- Third interim	-	-	-	-	(188)	(188)	-	(188)
Balance as at 31/12/2005	2,500	250	3,503	9	2,291	6,053	240	6,293



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UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	CUMULATIVE QUARTER	
	YEAR ENDED 31/12/2006 (Unaudited) RM' m	YEAR ENDED 31/12/2005 (Restated) RM' m
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the financial year	2,007	1,614
Depreciation	1,014	893
Amortisation of intangible assets	22	146
Finance cost / (income) (net)	58	(24)
Tax expenses	783	837
Others	156	60
	2,033	1,912
Operating profit before changes in working capital	4,040	3,526
Changes in working capital	(211)	(67)
Cash generated from operations	3,829	3,459
Interest received	175	73
Tax paid	(658)	(393)
Tax refund	6	3
Net cash flow from operating activities	3,352	3,142
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash flow on acquisition of subsidiaries	(2,725)	7
Purchase of property, plant and equipment	(2,129)	(1,146)
Purchase of spectrum rights	(798)	-
Proceeds from disposal of property, plant and equipment	26	33
Partial payment of the 3G spectrum assignment licence fees in Malaysia	(8)	(8)
Increase in pledged deposits placed with licensed banks	(177)	-
Net cash flow from investing activities	(5,811)	(1,114)



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UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT (Continued)

	CUMULATIVE QUARTER	
	YEAR ENDED 31/12/2006 (Unaudited)	YEAR ENDED 31/12/2005 (Restated)
	RM' m	RM' m
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of borrowings	2,739	988
Repayment of borrowings	(266)	(828)
Loan from a related party	-	24
Syndicated loan documentation fees paid	-	(6)
Proceeds from issuance of shares	130	129
Dividends paid	(1,054)	(1,054)
Interest paid	(232)	(42)
Net cash flow from financing activities	1,317	(789)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(1,142)	1,239
EFFECTS OF EXCHANGE RATE CHANGES	(49)	-
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR	3,477	2,238
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	2,286	3,477



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PART A – EXPLANATORY NOTES IN COMPLIANCE WITH FRS 134, PARAGRAPH 16

1. ACCOUNTING POLICIES

The quarterly condensed financial report of Maxis and its subsidiaries (“the Group”) has been prepared based on:

- The requirements of the Financial Reporting Standards (“FRS”) 134 – Interim Financial Reporting; and
- Paragraph 9.22 of the Bursa Malaysia Securities Listing Requirements (“Bursa Securities LR”)

and should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2005. The accounting policies adopted for the quarterly condensed financial report are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2005 except for the adoption of the following new and revised FRS and Issues Committee (“IC”) Interpretations issued by Malaysian Accounting Standards Board (“MASB”) that are applicable for the Group’s financial period beginning on 1 January 2006:

- FRS 2 – Share-based Payment
- FRS 3 – Business Combinations
- FRS 5 – Non-current Assets Held for Sale and Discontinued Operations
- FRS 101 – Presentation of Financial Statements
- FRS 102 – Inventories
- FRS 108 – Accounting Policies, Changes in Accounting Estimates and Errors
- FRS 110 – Events After the Balance Sheet Date
- FRS 116 – Property, Plant and Equipment
- FRS 121 – The Effects of Changes in Foreign Exchange Rates
- FRS 127 – Consolidated and Separate Financial Statements
- FRS 128 – Investments in Associates
- FRS 132 – Financial Instruments: Disclosure and Presentation
- FRS 133 – Earnings per Share
- FRS 136 – Impairment of Assets
- FRS 138 – Intangible Assets
- IC 112 – Consolidation – Special Purpose Entities
- IC 115 – Operating Leases – Incentives
- IC 125 – Income Taxes – Changes in the Tax Status of an Entity or its Shareholders
- IC 127 – Evaluating the Substance of Transactions Involving the Legal Form of a Lease

The adoption of FRS 5, 102, 108, 110, 127, 128, 132, 133 and IC does not have significant financial impact on the Group. The principal effects of the changes in accounting policies resulting from the adoption of the other new and revised standards are disclosed in the quarterly report for the quarter ended 31 March 2006.



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PART A – EXPLANATORY NOTES IN COMPLIANCE WITH FRS 134, PARAGRAPH 16

1. ACCOUNTING POLICIES (CONTINUED)

The following comparative amounts have been restated due to adoption of new and revised FRSs:

	<u>As previously reported</u>	<u>Reclassifications</u>	<u>FRS 2</u>	<u>FRS 116</u>	<u>As restated</u>
	RM' m	RM' m	RM' m	RM' m	RM' m
<u>Balance Sheet as at 31 December 2005</u>					
Property, plant and equipment	4,504	-	-	28	4,532
Deferred tax assets	187	-	-	11	198
Provision for liabilities and charges (non-current)	-	-	-	69	69
Proposed dividend reserve	488	(488)	-	-	-
Reserves	3,494	-	18	-	3,512
Retained earnings	1,851	488	(18)	(30)	2,291
<u>Reserves as at 1 January 2005</u>					
Proposed dividend reserve	521	(521)	-	-	-
Retained earnings	1,225	521	-	(22)	1,724
<u>Income Statement</u>					
<u>3 months ended 31 December 2005</u>					
Administrative expenses	(369)	-	(8)	-	(377)
Network operation costs	(214)	-	-	(1)	(215)
Profit from operations	598	-	(8)	(1)	589
Finance income/(cost) (net)	9	(9)	-	-	-
Finance income	-	29	-	-	29
Finance cost	-	(20)	-	(3)	(23)
Profit before tax	607	-	(8)	(4)	595
Tax expenses	(207)	-	-	1	(206)
Profit for the period	400	-	(8)	(3)	389
Basic earnings per share (sen)	17.4	-	(0.3)	(0.1)	17.0
Diluted earnings per share (sen)	17.3	-	(0.3)	(0.1)	16.9



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PART A – EXPLANATORY NOTES IN COMPLIANCE WITH FRS 134, PARAGRAPH 16

1. ACCOUNTING POLICIES (CONTINUED)

	As previously reported	Reclassifications	FRS 2	FRS 116	As restated
	RM' m	RM' m	RM' m	RM' m	RM' m
<u>Income Statement</u>					
<u>Year ended 31 December 2005</u>					
Administrative expenses	(1,209)	-	(18)	-	(1,227)
Network operation costs	(904)	-	-	(2)	(906)
Other operating expenses	(19)	(3)	-	-	(22)
Profit from operations	2,450	(3)	(18)	(2)	2,427
Finance income/(cost) (net)	30	(30)	-	-	-
Finance income	-	87	-	-	87
Finance cost	-	(54)	-	(9)	(63)
Profit before tax	2,480	-	(18)	(11)	2,451
Tax expenses	(840)	-	-	3	(837)
Profit for the financial year	1,640	-	(18)	(8)	1,614
Basic earnings per share (sen)	67.3	-	(0.7)	(0.3)	66.3
Diluted earnings per share (sen)	66.8	-	(0.7)	(0.3)	65.8

Effects of the changes in accounting policies to the current period / year income statement:

	3 months ended 31/12/2006	Year ended 31/12/2006
	RM' m	RM' m
<u>Decrease in profit</u>		
FRS 2 (Share-based payment expense)	12	38
FRS 116 (Site dismantling / restoration cost)	4	15
	16	53

In addition, the adoption of FRS 3, FRS 136 and FRS 138 has the effect of reducing the amortisation charge of the Group by RM34 million for the 3 months ended 31/12/2006 and RM136 million for the financial year ended 31/12/2006.

2. QUALIFICATION OF PRECEDING AUDITED FINANCIAL STATEMENTS

The auditors' report on the audited financial statements for the financial year ended 31 December 2005 was not qualified.

3. SEASONAL / CYCLICAL FACTORS

The operations of the Group were not significantly affected by seasonality and cyclical factors during the quarter under review.



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PART A – EXPLANATORY NOTES IN COMPLIANCE WITH FRS 134, PARAGRAPH 16

4. NATURE AND AMOUNT OF ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS THAT ARE UNUSUAL BECAUSE OF THEIR NATURE, SIZE OR INCIDENCE

There were no significant unusual items affecting assets, liabilities, equity, net income, or cash flows during the quarter under review except as disclosed in Note 1 on the changes in accounting policies.

5. NATURE AND AMOUNT OF CHANGES IN ESTIMATES OF AMOUNTS REPORTED IN PRIOR INTERIM PERIODS OF THE CURRENT FINANCIAL YEAR OR CHANGES IN ESTIMATES OF AMOUNTS REPORTED IN PRIOR FINANCIAL YEARS, IF THOSE CHANGES HAVE A MATERIAL EFFECT IN THE CURRENT INTERIM PERIOD

There were no significant changes in estimates of amounts reported in prior interim periods or in prior financial years, except as disclosed in Note 15 of the explanatory notes.

6. ISSUANCES, CANCELLATIONS, REPURCHASES, RESALE AND REPAYMENTS OF DEBT AND EQUITY SECURITIES

	3 months ended 31/12/2006		Year ended 31/12/2006	
	NUMBER OF SHARES	PROCEEDS FROM SHARE ISSUE	NUMBER OF SHARES	PROCEEDS FROM SHARE ISSUE
	' 000	RM' m	' 000	RM' m
Issuance of new ordinary shares of RM0.10 each pursuant to employees exercising their options under the ESOS	9,456	63	21,333	130

7. DIVIDENDS PAID

During the quarter under review, the third interim dividend of 10.42 sen per ordinary share, less Malaysian income tax at 28%, amounting to RM189 million in respect of the financial year ended 31 December 2006, was paid on 29 December 2006.



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8. SEGMENT RESULTS AND REPORTING

The Group operates in three key segments, comprising the provision of mobile services which is a major contributor to the Group's operations, fixed services and international gateway services. The Group also provides other services which are currently not significant enough to be reported separately. The results for the Mobile services segment are further divided into geographic regions. Inter-segment revenue comprises network services and management services rendered to other business segments within the Group. Some transactions are transacted at normal commercial terms that are no more favourable than that available to other third parties whilst the rest are allocated on an equitable basis of allocation.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED 31/12/2006 (Unaudited)	QUARTER ENDED 31/12/2005	YEAR ENDED 31/12/2006 (Unaudited)	YEAR ENDED 31/12/2005
Segment Revenue	RM' m	RM' m	RM' m	RM' m
Mobile services				
Malaysia – external revenue	1,735	1,570	6,526	5,978
Malaysia – inter-segment revenue	13	23	61	88
India – external revenue	265	-	739	-
Indonesia – external revenue	-	-	2	5
	2,013	1,593	7,328	6,071
Fixed services				
Malaysia – external revenue	43	43	170	172
Malaysia – inter-segment revenue	13	10	45	29
	56	53	215	201
International gateway services				
Malaysia – external revenue	72	69	261	216
Malaysia – inter-segment revenue	54	54	211	189
	126	123	472	405
Other operations				
India – external revenue	2	-	9	-
Malaysia – inter-segment revenue	101	21	161	77
	103	21	170	77
Total reportable segments	2,298	1,790	8,185	6,754
Eliminations	(181)	(108)	(478)	(383)
Total Group revenue	2,117	1,682	7,707	6,371



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PART A – EXPLANATORY NOTES IN COMPLIANCE WITH FRS 134, PARAGRAPH 16

8. SEGMENT RESULTS AND REPORTING (Continued)

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>QUARTER ENDED 31/12/2006 (Unaudited)</u>	<u>QUARTER ENDED 31/12/2005 (Restated)</u>	<u>YEAR ENDED 31/12/2006 (Unaudited)</u>	<u>YEAR ENDED 31/12/2005 (Restated)</u>
<u>Segment Results</u>	<u>RM' m</u>	<u>RM' m</u>	<u>RM' m</u>	<u>RM' m</u>
Mobile services - Malaysia	773	666	2,840	2,503
Mobile services – Indonesia	(42)	(77)	(180)	(81)
Mobile services - India	99	-	187	-
Fixed services - Malaysia	(27)	(2)	(31)	(14)
International gateway services - Malaysia	10	9	48	48
Other operations - Malaysia	2	(7)	(25)	(29)
Other operations - India	(1)	-	(2)	-
Profit from operations	<u>814</u>	<u>589</u>	<u>2,837</u>	<u>2,427</u>

9. CARRYING AMOUNT OF REVALUED ASSETS

(a) Property, plant and equipment

There was no revalued property, plant and equipment during the quarter and as at 31 December 2006.

(b) Investment properties

There were no investment properties during the quarter and as at 31 December 2006.

10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

There were no material events subsequent to the end of the financial year.

11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group in the current quarter.



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12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

(a) Contingent liabilities

The amounts of contingent liabilities as at 21 February 2007 were as follows:

	Group RM' m
(i) Guarantees given to a third party in respect of services provided to subsidiaries - unsecured	2
(ii) Indemnity given to financial institutions in respect of bank guarantees issued at the request of the Company and its subsidiaries:	
(a) Department of Telecommunications, Republic of India	
- Secured	710
- Unsecured	6
	716
(b) Customs	
- Secured	3
- Unsecured	31
	34
(c) Others	
- Secured	9
- Unsecured	32
	41
	791
(iii) Irrevocable bank guarantee given to the Malaysian Communications and Multimedia Commission - unsecured	45
(b) Contingent assets	

There were no contingent assets as at 21 February 2007.

13. CAPITAL COMMITMENTS

Capital commitments for property, plant and equipment not provided for as at 31 December 2006 are as follows:

	Group RM' m
Approved by the Board of Directors:	
- contracted for	846
- not contracted for	2,793
	3,639



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14. SIGNIFICANT RELATED PARTY DISCLOSURES

Related parties are those defined under FRS 124 - Related Party Disclosures. The significant related party transactions and balances described below were carried out on commercial terms that are no more favourable than that available to other third parties.

	Transactions for the year ended 31/12/2006	Balances due from/(to) as at 31/12/2006
	RM' m	RM' m
(a) Sales of goods and services		
Sales of telecommunication services to:		
- MEASAT Broadcast Network Systems Sdn. Bhd. and its related companies ¹ (VSAT, telephony and international bandwidth services)	18	4
(b) Purchases of goods and services		
Purchases of services from:		
- Tanjong City Centre Property Management Sdn. Bhd. ¹ (rental and utility charges)	31	-
- MEASAT Satellite Systems Sdn. Bhd. ¹ (transponder lease rental)	19	-
- MEASAT Broadcast Network Systems Sdn. Bhd. and its related companies ¹ (video content, multimedia and interactive services)	6	(2)
- UTSB Management Sdn. Bhd. ¹ (secondment and consultancy services)	38	(8)
- SRG Asia Pacific Sdn. Bhd. ¹ (call handling and telemarketing services)	21	(3)
- PT Broadband Multimedia Tbk ² (advance payment to procure fiber optic lease line)	11	-

¹ Usaha Tegas Sdn. Bhd. together with certain entities controlled by or in which Ananda Krishnan Tatparanandam is deemed to have an interest, have the ability to exercise significant influence over these entities and the Group.

² PT Broadband Multimedia Tbk (“BM”), a related party by virtue of BM having common major shareholders in PT Natrindo Telepon Seluler (“NTS”), a 51% owned subsidiary of the Group.



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15. REVIEW OF PERFORMANCE

(A) Performance of the current quarter against the preceding quarter (4th Quarter 2006 versus 3rd Quarter 2006)

Financial indicators	4th Quarter 2006 (Unaudited)	3rd Quarter 2006 (Unaudited)	Variance	% Variance
<u>Financials – Group (RM'm)</u>				
Revenue	2,117	1,974	143	7%
EBITDA	1,067	946	121	13%
EBITDA margin (%)	50.4	47.9	2.5	-
Profit before tax (“PBT”)	822	642	180	28%
Profit for the period	631	468	163	35%
PATAMI ⁽¹⁾	642	503	139	28%
<u>Financials – Malaysian Operations (RM'm)</u>				
Revenue	1,850	1,727	123	7%
EBITDA	1,023	905	118	13%
EBITDA margin (%)	55.3	52.4	2.9	-
PBT	754	665	89	13%
Profit for the period	578	502	76	15%
<u>Financials – Indian Operations (RM'm)</u>				
Revenue	267	247	20	8%
EBITDA	79	83	(4)	(5%)
EBITDA margin (%)	29.6	33.6	(4.0)	-
PBT	89	49	40	82%
Profit for the period	74	38	36	95%
<u>Financials – Indonesian Operation (RM'm)-</u>				
Revenue ⁽²⁾	-	-	-	-
EBITDA	(35)	(42)	7	17%
Loss for the period	(21)	(72)	51	71%

Note:

(1) PATAMI is Profit After Tax and Minority Interests, which equates to the profit for the period attributable to equity holders of the Company.

(2) Denote amounts of RM0.3 million and RM0.4 million for 4th Quarter and 3rd Quarter respectively.



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15. REVIEW OF PERFORMANCE (Continued)

(A) Performance of the current quarter against the preceding quarter (4th Quarter 2006 versus 3rd Quarter 2006)

Operational indicators	4th Quarter 2006	3rd Quarter 2006	Variance	% Variance
<u>Operational indicators - Group</u>				
Net subscribers (' 000)				
- Postpaid	2,185	2,076	109	5%
- Prepaid	10,397	10,593	(196)	(2%)
- Total	12,582	12,669	(87)	(1%)
<u>Operational indicators - Malaysia</u>				
Net subscribers (' 000)				
- Postpaid	1,623	1,552	71	5%
- Prepaid ⁽¹⁾	6,440	7,306	(866)	(12%)
- Total	8,063	8,858	(795)	(9%)
ARPU (RM)				
- Postpaid	132	136	(4)	(3%)
- Prepaid ⁽¹⁾	47	44	3	7%
Monthly MOUs (minutes)				
- Postpaid	488	493	(5)	(1%)
- Prepaid	94	88	6	7%
Data Revenue (RM' m)	377	325	52	16%
SMS messages (' m)	7,233	6,162	1,071	17%
<u>Operational indicators – India</u>				
Net subscribers (' 000)				
- Postpaid	559	521	38	7%
- Prepaid	3,954	3,283	671	20%
- Total	4,513	3,804	709	19%
ARPU (RM)				
- Postpaid	53	53	-	-
- Prepaid	24	25	(1)	(4%)
<u>Operational indicators – Indonesia</u>				
Net subscribers (' 000)				
- Postpaid	3	3	-	-
- Prepaid	3	4	(1)	(25%)
- Total	6	7	(1)	(14%)
ARPU (RM)				
- Postpaid	30	35	(5)	(14%)
- Prepaid	16	18	(2)	(11%)

Note:

(1) Excluding the effect of the forced termination of the unregistered prepaid subscribers, the prepaid net subscribers and ARPU would have been 7,673,000 and RM46 respectively.



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15. REVIEW OF PERFORMANCE (Continued)

(A) Performance of the current quarter against the preceding quarter (4th Quarter 2006 versus 3rd Quarter 2006) (Continued)

The Group's revenue increased by RM143 million or 7%, reflecting continuing growth from the Malaysian and Indian operations. The underlying Group EBITDA of RM1,015 million, after excluding effects of non-recurring items, represents a 7% increase over the preceding quarter. The resultant underlying Group EBITDA margin of 47.9% is consistent with the last quarter. The underlying Group profit for the period of RM505 million represents a 8% growth from last quarter.

The non-recurring items contributing to the results of the Group are RM68 million other income from project consultancy services in India, RM35 million write-back of 3G spectrum fee accruals in Indonesia and RM31 million write-back of apparatus assignment license fee accrual in Malaysia.

Taking into account the non-recurring items above, the Group's EBITDA and EBITDA margin improved by 13% and 2.5% points to RM1,067 million and 50.4% respectively. As a result, PBT and profit for the period rose RM180 million or 28% and RM163 million or 35% respectively, compared to the preceding quarter.

Malaysian Operations

Revenue

Revenue grew by RM123 million or 7% to RM1,850 million driven by strong subscriber growth and increased usage revenue for both voice calls and data products. The termination of 1.2 million unregistered prepaid mobile subscribers after the 29 December 2006 deadline set by the Malaysian Communications and Multimedia Commission ("MCMC") has not materially impacted the financial result for the quarter under review. Adjusting for this effect, the current quarter saw a net addition of 0.4 million subscribers, mainly made up of prepaid subscribers (83%) driven by higher demand on postpaid "Family Plus Plan" and prepaid services new plans "Total and Easy Plan". In line with the increase in promotion activities and subscriber base, mobile data revenue increased RM52 million or 16% to RM377 million, driven by a 17% growth in SMS volume (up RM46 million) and increased revenue from advance mobile data services (RM6 million). Data revenue accounted for 21.6% of total mobile segment revenue, higher than the 20.0% reported previously.

EBITDA and EBITDA margin

EBITDA grew 13% to RM1,023 million and EBITDA margin improved by 2.9% points to 55.3%, primarily driven by strong revenue growth and a non-recurring reversal of RM31 million apparatus assignment license fee accrual. Normalising for the non-recurring item, EBITDA margin was 53.6%, an increase of 1.2% points compared to 52.4% in the preceding quarter.

PBT and profit for the period

PBT of RM754 million was RM89 million or 13% higher than the preceding quarter, spurred by the revenue and EBITDA growth in the current quarter. After taxation, profit for the period was RM578 million, an increase of RM76 million or 15% over the preceding quarter.



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15. REVIEW OF PERFORMANCE (Continued)

(A) Performance of the current quarter against the preceding quarter (4th Quarter 2006 versus 3rd Quarter 2006) (Continued)

Indian Operations

Revenue

Revenue of RM267 million includes a RM8 million reversal of revenue pertaining to prior quarters. Excluding this reversal, the underlying revenue increased by RM32 million or 13% to RM275 million mainly due to the encouraging 19% or 709,000 increase in net subscribers comprising 671,000 prepaid and 38,000 postpaid to bring the total subscriber base to 4.5 million. Aircel's subscriber base in Tamil Nadu and Chennai circles continued to show an encouraging growth with 439,000 net subscribers added during the quarter. In the relatively low penetrated North and North East circles, Aircel recorded a notable 270,000 or 38% subscriber growth rate.

EBITDA and EBITDA margin

EBITDA declined RM4 million or 5% to RM79 million mainly due to increased sales and marketing costs associated with the commercial service launch in Bihar and Himachal Pradesh in December 2006 and operations in the existing five North and East circles. EBITDA margin was 29.6%, which is a 4.0% points lower compared to the preceding quarter.

PBT and profit for the period

PBT of RM89 million was RM40 million or 82% higher than the preceding quarter mainly due to a non-recurring other income contribution of RM68 million from project consultancy services partially offset by lower EBITDA of RM4 million, higher finance cost of RM12 million and higher depreciation costs of RM12 million. After taxation, profit for the period was RM74 million, an increase of RM36 million or 95% over preceding quarter.

Indonesian Operations

The Group's Indonesian subsidiary, NTS, recorded a loss of RM21 million which was RM51 million or 71% lower than the preceding quarter mainly due to change in estimate of 3G spectrum fee accruals resulting in reversal of over accruals of RM35 million in prior quarters and lower charge in the current quarter of RM21 million. The continuing start-up loss reflects the investment phase of the Indonesian operations.



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15. REVIEW OF PERFORMANCE (Continued)

(B) Performance of the current year against the preceding year (Year 2006 versus Year 2005)

Financial indicators	Year 2006 (Unaudited)	Year 2005 (Restated)	Variance	% Variance
<u>Financials – Group (RM'm)</u>				
Revenue	7,707	6,371	1,336	21%
EBITDA	3,852	3,489	363	10%
EBITDA margin (%)	50.0	54.8	(4.8)	-
Profit before tax (“PBT”)	2,790	2,451	339	14%
Profit for the year	2,007	1,614	393	24%
PATAMI	2,104	1,649	455	28%
<u>Financials – Malaysian Operations (RM'm)</u>				
Revenue	6,957	6,366	591	9%
EBITDA	3,761	3,524	237	7%
EBITDA margin (%)	54.1	55.4	(1.3)	-
PBT	2,787	2,521	266	11%
Profit for the year	2,043	1,684	359	21%
<u>Financials – Indian Operations (RM'm) ⁽¹⁾</u>				
Revenue	748	n/a	n/a	n/a
EBITDA	244	n/a	n/a	n/a
EBITDA margin (%)	32.6	n/a	n/a	n/a
Share of result as an associate	11	n/a	n/a	n/a
Contribution as a subsidiary	188	n/a	n/a	n/a
Total contribution to PBT	199	n/a	n/a	n/a
Profit for the year	160	n/a	n/a	n/a
<u>Financials – Indonesian Operations (RM'm) ⁽²⁾</u>				
Revenue	2	5	(3)	(60%)
EBITDA	(153)	(35)	(118)	(>100%)
Loss for the year	(196)	(70)	(126)	(>100%)

Notes:

⁽¹⁾ Represents Aircel acquired effective 21 March 2006.

⁽²⁾ Represents NTS acquired effective 29 April 2005.



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15. REVIEW OF PERFORMANCE (Continued)

(B) Performance of the current year against the preceding year (Year 2006 versus Year 2005)

Operational indicators	Year 2006	Year 2005	Variance	% Variance
<u>Operational indicators - Group</u>				
Net subscribers (' 000)				
- Postpaid	2,185	1,423	762	54%
- Prepaid	10,397	6,452	3,945	61%
- Total	12,582	7,875	4,707	60%
<u>Operational indicators - Malaysia</u>				
Net subscribers (' 000)				
- Postpaid	1,623	1,419	204	14%
- Prepaid ⁽¹⁾	6,440	6,439	1	-
- Total	8,063	7,858	205	3%
ARPU (RM)				
- Postpaid	135	143	(8)	(6%)
- Prepaid ⁽¹⁾	46	54	(8)	(15%)
Monthly MOUs (minutes)				
- Postpaid	477	459	18	4%
- Prepaid	92	114	(22)	(19%)
Data Revenue (RM'm)	1,344	1,044	300	29%
SMS messages (' m)	22,997	11,343	11,654	103%
<u>Operational indicators – India ⁽²⁾</u>				
Net subscribers (' 000)				
- Postpaid	559	n/a	n/a	n/a
- Prepaid	3,954	n/a	n/a	n/a
- Total	4,513	n/a	n/a	n/a
ARPU (RM)				
- Postpaid	54	n/a	n/a	n/a
- Prepaid	25	n/a	n/a	n/a
<u>Operational indicators – Indonesia ⁽³⁾</u>				
Net subscribers (' 000)				
- Postpaid	3	4	(1)	(25%)
- Prepaid	3	13	(10)	(77%)
- Total	6	17	(11)	(65%)
ARPU (RM)				
- Postpaid	38	52	(14)	(27%)
- Prepaid	15	14	1	7%

Notes:

⁽¹⁾ Excluding the effect of the forced termination of the unregistered prepaid subscribers, the prepaid net subscribers and ARPU would have been 7,673,000 and RM45 respectively.

⁽²⁾ Represents Aircel acquired effective 21 March 2006.

⁽³⁾ Represents NTS acquired effective 29 April 2005.



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15. REVIEW OF PERFORMANCE (Continued)

(B) Performance of the current year against the preceding year (Year 2006 versus Year 2005) (Continued)

The Group's revenue grew 21% to RM7,707 million on the back of strong performance from the Malaysian and Indian operations. The Group subscriber base increased by 60% to 12.6 million with 0.2 million subscribers (net of termination of 1.2 million unregistered prepaid mobile subscribers) and 4.5 million subscribers contributed by the Malaysian and Indian operations respectively.

With strong revenue growth from the Malaysian operations and contribution from the Indian operations acquired in the current year, the Group's underlying EBITDA and profit for the period both registered growth of 10% to RM3,821 million and RM1,917 million respectively, upon adjusting for non-recurring items and difference in accounting treatment of goodwill. However, the Group's underlying EBITDA margin decreased by 5.2% points to 49.6% driven by EBITDA losses in Indonesia (RM153 million) and lower operating margin contributed by the Indian operations (32.6%).

The non-recurring items in 2006 comprise RM68 million other income from project consultancy services in India and a write-back of RM31 million of apparatus assignment license fee accrual in Malaysia. The year 2005 had goodwill amortisation costs of RM134 million where as effective from 1 January 2006, this amortisation ceased in accordance with newly adopted FRS 138 - *Intangible Assets*.

Including the effects of the non-recurring items and difference in accounting treatment of goodwill, the Group's EBITDA increased by 10% to RM3,852 million. EBITDA margin declined by 4.8% points to 50.0%. The Group's pre-tax profit of RM2,790 million was RM339 million or 14% higher than the preceding year. After taxation, Group's profit for the year was RM2,007 million, an increase of RM393 million or 24% over the preceding year.

Malaysian Operations

Revenue

Revenue increased by RM591 million or 9% to RM6,957 million on the back of strong growth in the subscriber base resulting in higher usage revenue. Net subscriber base increased by 3% or 0.2 million (net of termination of 1.2 million unregistered prepaid mobile subscribers), bringing the total subscriber base to 8.1 million as at 31 December 2006.

Mobile data revenue continued to show encouraging growth, driven mainly by more than double of volume of SMS messages. Data revenue increased by 29% to RM1,344 million, representing 20.4% of total mobile revenue as compared to 17.2% in the preceding year.

Postpaid ARPU declined RM8 or 6% to RM135 despite higher MOU of 18 minutes per subscriber due primarily to new customers subscribing to lower rate plans and the impact of revised mobile termination rates which took effect from 15 February 2006. Prepaid ARPU decreased RM8 to RM46 on tariff changes and lower MOU, which is in line with expectations as the expansion of subscriber base was mainly from budget prepaid users.



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15. REVIEW OF PERFORMANCE (Continued)

(B) Performance of the current year against the preceding year (Year 2006 versus Year 2005) (continued)

Malaysian Operations (continued)

EBITDA and EBITDA margin

EBITDA grew 7% or RM237 million to RM3,761 million, with the resulting EBITDA margin reducing to 54.1% mainly due to higher direct expenses, higher sales and marketing expenses (mainly due to sponsorship and advertisements in conjunction with 2006 FIFA World Cup) and higher employee share option costs (see Note 1). Normalising for non-recurring item, EBITDA margin was 53.6%, a decrease of 1.8% points compared to 55.4% in the preceding year.

PBT and profit for the year

PBT improved by RM266 million or 11% to RM2,787 million. The increase was mainly due to increase in EBITDA of RM237 million, cessation of goodwill amortisation in compliance with the new FRS (Year 2005 goodwill amortisation charges amounted to RM134 million) and the absence of asset write-downs (Year 2005 charges amounted to RM49 million). These were partially offset by higher net finance costs of RM74 million resulting principally from higher bank borrowings for the investment in Aircel, India, higher depreciation charges of RM36 million and loss on disposal of property, plant and equipment of RM10 million. After taxation, profit for the year was RM2,043 million, an increase of RM359 million or 21% over the preceding year.

Indian Operations

The year-to-date contribution from the Indian operations reflects Aircel as a 26% associate from 6 January 2006 to 20 March 2006 (74 days) and subsequently consolidated as a subsidiary of the Group from 21 March 2006. For the current year, Aircel contributed RM748 million in revenue, RM244 million in EBITDA, RM199 million in PBT and RM160 million profit for the year, accounting for 10%, 6%, 7% and 8% to the consolidated Group's revenue, EBITDA, PBT and profit for the year respectively.

Indonesian Operations

The year-to-date loss of RM196 million reflects the start-up losses of the operations where costs were mainly incurred on the 3G spectrum related expenses, staff costs, network planning and rollout expenditures.



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16. PROSPECTS FOR THE FINANCIAL YEAR ENDING 31 DECEMBER 2007

The operating environment in Malaysia is expected to remain competitive and challenging. However, the measures taken during 2006 to contain costs and grow revenue will continue into the current financial year. As a result, Maxis is expected to further consolidate its current market leadership position and continue to enrich consumer value through technology and product innovation.

In India, Aircel is expected to make significant additional investments to expand its footprint in seven new circles in the North and East, where spectrum allocation has been received, consistent with the objective of an early Pan-India presence. The existing operations in Tamil Nadu and Chennai are expected to continue to achieve growth in revenue and earnings.

The Group's subsidiary in Indonesia, NTS, has secured the Certificate of Operational Worthiness from the regulators, and has since focused on site acquisition. Management and the shareholders are currently reviewing operating and business plans with a view to optimise roll-out and determine the funding needs of NTS. Subject to reaching an agreement on the business plan and funding obligations, NTS is expected to launch commercial operations during the current financial year.

Barring unforeseen circumstances, the Board of Directors expect continuing satisfactory revenue and earnings growth from its operations at the Group level. The results for the year will however be impacted in the near term by fresh network roll-out, start-up costs and costs arising from external financing of the investments to be made in the growth markets of India and Indonesia.

17. PROFIT FORECAST OR PROFIT GUARANTEE

Not applicable as the Group did not submit any profit forecast.



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18. TAX EXPENSES

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED 31/12/2006 (Unaudited)	QUARTER ENDED 31/12/2005 (Restated)	YEAR ENDED 31/12/2006 (Unaudited)	YEAR ENDED 31/12/2005 (Restated)
	RM' m	RM' m	RM' m	RM' m
Current tax:				
Malaysia – current year	167	117	686	465
– prior year	-	-	(11)	1
	<u>167</u>	<u>117</u>	<u>675</u>	<u>466</u>
Current tax:				
Overseas – current year	9	(1)	28	-
	<u>176</u>	<u>116</u>	<u>703</u>	<u>466</u>
Deferred tax:				
– current year	42	90	107	371
– adjustment for changes in tax rates	(27)	-	(27)	-
	<u>15</u>	<u>90</u>	<u>80</u>	<u>371</u>
Total	<u>191</u>	<u>206</u>	<u>783</u>	<u>837</u>

The Group's effective tax rates for the current quarter and year-to-date are 23.2% and 28.1% respectively. The effective tax rate for the current quarter is lower than the statutory tax rate of 28% due mainly to recognition of deferred tax asset attributable to unabsorbed business losses and unutilised capital allowances for one of the subsidiaries and lower deferred tax provision attributable to changes in the Malaysian corporate tax rates from the current year's rate of 28% to 27% effective year of assessment 2007 and 26% effective from year of assessment 2008 offset by losses incurred by NTS where group relief is not available. The year-to-date effective tax rate is higher than the statutory tax rate of 28% principally due to losses incurred by NTS where group relief is not available and non-deductibility of certain operating expenditure for tax purpose offset by lower deferred tax provision resulting from the changes in Malaysian corporate tax rates and utilisation of allowance from tax incentive.

19. PROFIT/(LOSS) ON SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There were no sales of unquoted investments and/or properties for the quarter ended 31 December 2006.

20. INVESTMENTS IN QUOTED SECURITIES

There were no investments in quoted securities for the quarter ended 31 December 2006.



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21. STATUS OF CORPORATE PROPOSALS ANNOUNCED

Proposed RM500 million Commercial Paper/Medium Term Note Programme and Proposed RM500 million Medium Term Note Programme (collectively, the “Proposed Programmes”)

On 9 November 2004, the Company announced that it intends to undertake the above proposals. The funds raised from the Proposed Programmes will enable Maxis and its subsidiaries to refinance existing debt, finance capital expenditure and utilise for general funding requirements. The Securities Commission has approved the Proposed Programmes based on the terms and conditions contained therein on 2 December 2004. The facility has yet to be drawn down as the Company has sufficient internal funds.

Save as disclosed above, there are no other disclosures that are required to be made as at 21 February 2007.

22. BORROWINGS

The borrowings as at 31 December 2006 are as follows:

	CURRENT LIABILITIES	NON- CURRENT LIABILITIES	TOTAL
	RM' m	RM' m	RM' m
<u>Secured</u>			
Finance lease liabilities	2	8	10
Non-convertible debentures	18	12	30
Term loans	602	400	1,002
	<u>622</u>	<u>420</u>	<u>1,042</u>
<u>Unsecured</u>			
Syndicated loans ⁽¹⁾	152	598	750
Bridging loan	1,857	-	1,857
	<u>2,009</u>	<u>598</u>	<u>2,607</u>
Total	<u>2,631</u>	<u>1,018</u>	<u>3,649</u>
Currency exposure profiles of borrowings are as follows:			
RM (Ringgit Malaysia)	2	8	10
USD (United States Dollar)	2,009	598	2,607
INR (Indian Rupees)	620	412	1,032
	<u>2,631</u>	<u>1,018</u>	<u>3,649</u>

Note ⁽¹⁾ Refer to Note 23 (ii) and (iii) of the explanatory notes below for further information.



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23. FINANCIAL INSTRUMENTS

Under the Group's policy, Maxis' practice is to hedge all known material foreign currency commitments arising from trade transactions. Maxis' non-trade currency exposures will be hedged as and when deemed necessary.

(i) Forward foreign exchange contracts

Forward foreign exchange contracts protect the Group from movements in exchange rates by establishing the rate at which a foreign currency asset or liability will be settled. Exchange gains and losses arising on contracts entered into as hedges of anticipated future transactions are deferred until the date of such transaction, at which time they are included in the measurement of such transactions.

(ii) Interest rate swap

The Company entered into an interest rate swap to hedge against fluctuations in the US-LIBOR on its USD100 million syndicated loan from 31 October 2005 to 7 February 2010. The effect of this transaction obliges it to pay weighted average fixed interest rate of 4.63% per annum in exchange for US-LIBOR on the notional amount of USD100 million on a quarterly basis.

(iii) Cross currency interest rate swap

The Company entered into an amortising cross currency interest rate swap ("CCIRS") to hedge against fluctuations in the USD/MYR exchange rate on its USD160 million syndicated loan from 16 February 2005 to 16 May 2007, upon which the Company will pay Ringgit in exchange of receiving USD at a pre-determined exchange rate of RM3.80 to USD1.00 and will pay KLIBOR in exchange for receiving LIBOR on the amortising outstanding principal amounts. The principal exchange occurs semi-annually in accordance with the scheduled repayment of the USD160 million syndicated loan.

24. CHANGES IN MATERIAL LITIGATION

There has been no material change in the status of the reported material litigation as at 21 February 2007 that would have a material adverse impact to the Group.



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UNDER PART A OF APPENDIX 9B**

25. DIVIDENDS

(a) Interim Dividend

The Board of Directors has declared a fourth interim gross dividend of 10.28 sen per ordinary share, less Malaysian income tax at 27% in respect of the financial year ended 31 December 2006, which will be paid on 30 March 2007. The entitlement date for the dividend payment is 16 March 2007.

A Depositor shall qualify for entitlement to the dividend only in respect of:

- (i) shares transferred to the Depositor's securities account before 4.00 pm on 16 March 2007 in respect of transfers; and
- (ii) shares bought on Bursa Malaysia Securities Berhad ("Bursa Securities") on a cum entitlement basis according to the Rules of Bursa Securities.

(b) Final Dividend

The Directors have resolved to recommend to the shareholders at the forthcoming Annual General Meeting of the Company the final gross dividend of 30.14 sen per ordinary share, less Malaysian income tax at 27% for the financial year ended 31 December 2006, which will be paid on a date to be determined.

The total gross dividends for the current financial year ended 31 December 2006 is 71.68 sen per ordinary share (2005: 58.35 sen) as follows:

Type	Financial year 2006		
	Gross dividend per share	Less Tax	Amount of dividend, net of tax RM'm
1 st interim	10.42 sen	28%	188
2 nd interim	10.42 sen	28%	188
3 rd interim	10.42 sen	28%	189
4 th interim	10.28 sen	27%	189
Final (proposed)	30.14 sen	27%	555
Total	71.68 sen		1,309

Type	Financial year 2005		
	Gross dividend per share	Less Tax	Amount of dividend, net of tax RM'm
1 st interim	10.42 sen	28%	186
2 nd interim	10.42 sen	28%	187
3 rd interim	10.42 sen	28%	188
4 th interim	10.42 sen	28%	188
Final	16.67 sen	28%	301
Total	58.35 sen		1,050



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26. EARNINGS PER SHARE

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		QUARTER ENDED 31/12/2006 (Unaudited)	QUARTER ENDED 31/12/2005 (Restated)	YEAR ENDED 31/12/2006 (Unaudited)	YEAR ENDED 31/12/2005 (Restated)
(a) Basic earnings per share					
Profit attributable to the equity holders of the Company	(RM' m)	<u>642</u>	<u>425</u>	<u>2,104</u>	<u>1,649</u>
Weighted average number of ordinary shares	(' m)	<u>2,515</u>	<u>2,498</u>	<u>2,507</u>	<u>2,487</u>
Basic earnings per share	(sen)	<u>25.5</u>	<u>17.0</u>	<u>83.9</u>	<u>66.3</u>
(b) Diluted earnings per share					
Profit attributable to the equity holders of the Company	(RM' m)	<u>642</u>	<u>425</u>	<u>2,104</u>	<u>1,649</u>
Weighted average number of ordinary shares	(' m)	<u>2,515</u>	<u>2,498</u>	<u>2,507</u>	<u>2,487</u>
Adjusted for share options granted	(' m)	<u>19</u>	<u>14</u>	<u>13</u>	<u>19</u>
Adjusted weighted average number of ordinary shares for diluted earnings per share	(' m)	<u>2,534</u>	<u>2,512</u>	<u>2,520</u>	<u>2,506</u>
Diluted earnings per share	(sen)	<u>25.3</u>	<u>16.9</u>	<u>83.5</u>	<u>65.8</u>

As at 31 December 2006, 107,940,578 share options have been granted and remained unexercised pursuant to the ESOS.

By order of the Board

Dipak Kaur
(LS 5204)
Company Secretary
27 February 2007
Kuala Lumpur