

TANJONG PUBLIC LIMITED COMPANY

*(Incorporated in England 1926 - Registration No. 210874)
(Registered as a foreign company in Malaysia - No. 990903-V)*

REGISTERED OFFICE

The Registry
34 Beckenham Road
Beckenham
Kent BR3 4TU
England
Tel No : 020 863 92000
Fax No: 020 865 83430

PRINCIPAL OFFICE

Level 30, Menara Maxis
Kuala Lumpur City Centre
50088 Kuala Lumpur
Malaysia
Tel No : 603 2381 3388
Fax No: 603 2381 3399

News Release

TANJONG CONTINUES TO ENHANCE SHAREHOLDER VALUE

Revenue nears RM4 billion mark; 2010 Net Profit jumps 46%

KUALA LUMPUR, July 23, 2010 – Tanjong public limited company (“Tanjong”) continues to deliver solid earnings as the underlying strength and resilience of its core businesses steer the Group through another year of challenging economic conditions.

Improved top-line performances across all business segments for the financial year ended 31 January 2010 contributed to a RM204 million increase in Group revenue, from RM3,694 million in the previous year to RM3,898 million.

Group operating profit rose by RM108 million or 10%, from RM1,119 million to RM1,227 million for the year under review. Group net profit increased 46% or RM213 million to RM677 million, from RM464 million previously.

Speaking at the conclusion of Tanjong’s 83rd Annual General Meeting (AGM) today where all resolutions were duly passed by shareholders, YBhg Dato’ Robert Cheim, Chairman of Tanjong said, “The Group continues to derive significant returns from the strength of its key business segments, thereby enabling it to generate strong operating cash flows amounting to RM1,481 million for the financial year ended 31 January 2010, while earnings per share rose 46% from 115.0 sen to 167.8 sen.” Consequently, for the financial year ended 31 January 2010, Tanjong declared a total gross dividend of RM1.00 per share, an 11% increase over the previous year’s gross dividend of 90 sen per share, representing a gross payout ratio of 60% and an attractive dividend yield of 6.8%.

“In this respect, I am pleased that the Group has been able to maintain its growth momentum for the fourteenth consecutive year and to deliver on its commitment to build shareholder value.”

For the year ahead, the Group's prospects shall continue to be affected by the economic conditions prevailing in the geographies in which it operates. For Power Generation, the Group intends to leverage on its strong growth track record by continuing its pursuit of development opportunities in the Middle East and North Africa, South Asia and Southeast Asia regions.

Meanwhile, the totalisator expenses in its Racing Totalisator business is still an area of concern as it continues to adversely affect the results of the Gaming segment. Dato' Cheim stated that continuing discussions were being held with the Ministry of Finance, Lembaga Totalisator Malaysia and the three turf clubs to address the underlying issues in order to arrive at a mutually beneficial outcome.

Commenting on the recent increase in Betting Duties by the Malaysian Ministry of Finance from 6% to 8% for draws held from June 2010 onwards, Dato' Cheim said that the industry is discussing the recent developments with the relevant authorities and announcements will be made at the appropriate juncture.

The Leisure segment continues to strengthen and is delivering improved results in both its Tropical Islands ("TI") and TGV Cinemas operations. Dato' Cheim stated that construction of accommodation in TI has commenced and efforts are underway to identify the right investors to independently invest in TI and help optimise its development potential in order to build on the progress achieved thus far.

"The economic recovery globally remains fragile and uneven. The Group therefore recognises that it must tread forward carefully and be mindful of the need to assiduously make the most of emerging opportunities," Dato' Cheim concluded.

Details of the results of the 83rd AGM held on 23 July 2010 are available from the websites of Bursa Malaysia Securities Berhad at www.bursamalaysia.com, London Stock Exchange at www.londonstockexchange.com and Tanjong at www.tanjongplc.com.

- ends -
