UMW HOLDINGS BERHAD

(COMPANY NO. 090278-P)
(INCORPORATED IN MALAYSIA)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31ST MARCH 2010

(THE FIGURES HAVE NOT BEEN AUDITED)

	CURRENT QUARTER ENDED 31/03/2010 RM'000	COMPARATIVE QUARTER ENDED 31/03/2009 RM'000	3 MONTHS CUMULATIVE TO DATE 31/03/2010 RM'000	COMPARATIVE 3 MONTHS CUMULATIVE TO DATE 31/03/2009 RM'000
Continuing Operations				
Revenue	3,033,157	2,349,803	3,033,157	2,349,803
Operating Expenses	(2,849,116)	(2,280,144)	(2,849,116)	(2,280,144)
Other Operating Income	93,301	20,958	93,301	20,958
Profit From Operations	277,342	90,617	277,342	90,617
Finance Costs	(11,356)	(10,143)	(11,356)	(10,143)
Share Of Profits Of Associated Companies	30,522	34,366	30,522	34,366
Investment Income	8,586	8,897	8,586	8,897
Profit Before Taxation	305,094	123,737	305,094	123,737
Taxation	(72,826)	(25,555)	(72,826)	(25,555)
Profit For The Period	232,268	98,182	232,268	98,182
Other Comprehensive Income:				
Translation Of Foreign Operations	(2,592)	8,211	(2,592)	8,211
Net Asset Accretion From Share Issue Of A Jointly-Controlled Company	-	2,468	-	2,468
Cash Flow Hedge	(749)	-	(749)	-
Other Comprehensive Income Net Of Tax	(3,341)	10,679	(3,341)	10,679
Total Comprehensive Income For The Period	228,927	108,861	228,927	108,861
Profit For The Period Attributable To:				
Owners Of The Company	132,856	65,958	132,856	65,958
Non-Controlling Interests	99,412	32,224	99,412	32,224
	232,268	98,182	232,268	98,182
Total Comprehensive Income Attributable To:				
Owners Of The Company	129,830	75,497	129,830	75,497
Non-Controlling Interests	99,097	33,364	99,097	33,364
	228,927	108,861	228,927	108,861
EPS Attributable To Owners Of The Company:				
Basic EPS For The Period (Sen)	11.81	6.03	11.81	6.03
Diluted EPS For The Period (Sen)	11.72	5.98	11.72	5.98

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Annual Financial Report for the year ended 31st December 2009)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	(UNAUDITED) AS AT 31/03/2010 RM'000	(AUDITED) AS AT 31/12/2009 (RESTATED) RM'000
ASSETS		
Non-Current Assets		
Investment In Associates	1,503,513	1,453,676
Investment Properties	1,710	1,714
Property, Plant And Equipment	2,855,183	2,780,553
Prepaid Land Lease Payments	20,164	20,333
Leased Assets	167,113	169,940
Deferred Tax Assets	31,328	26,733
Derivatives Assets	25,081	-
Intangible Assets	268,733	241,498
Other Financial Assets	181,052	193,580
	5,053,877	4,888,027
Current Assets		
Deposits, Cash And Bank Balances	1,870,944	1,733,290
Trade Receivables	657,874	641,881
Other Receivables	272,167	255,390
Derivatives Assets	14,332	-
Inventories	1,296,294	1,303,573
	4,111,611	3,934,134
Non-Current Assets Held For Sale	3,535	3,535
	4,115,146	3,937,669
TOTAL ASSETS	9,169,023	8,825,696
EQUITY AND LIABILITIES		
Equity Attributable To Equity Holders Of The Company		
Share Capital	564,981	559,658
Share Premium	588,024	542,045
Capital Reserve	5,793	5,793
Foreign Exchange Reserve	40,389	42,666
Share Option Reserve	41,038	41,038
Cash Flow Hedge Reserve	(950)	-
Retained Profits	2,732,617	2,582,659
	3,971,892	3,773,859
Non-Controlling Interests	1,236,022	1,145,909
TOTAL EQUITY	5,207,914	4,919,768
Non-Current Liabilities		
Long Term Liabilities	1,894,412	1,850,598
Provision For Liabilities	59,544	65,488
Deferred Tax Liabilities	23,085	22,107
Derivatives Liabilities	16,993	-
	1,994,034	1,938,193
Current Liabilities		
Bank Overdrafts	46,198	34,270
Short Term Borrowings	288,524	259,874
Trade Payables	779,027	761,598
Other Payables	700,565	719,874
Derivatives Liabilities	22,478	-
Provision For Liabilities	40,332	64,183
Taxation	89,951	71,732
Dividend Payable	-	56,204
	1,967,075	1,967,735
TOTAL LIABILITIES	3,961,109	3,905,928
TOTAL EQUITY AND LIABILITIES	9,169,023	8,825,696
Net Assets Per Share (RM)	**3.5151**	**3.3716**

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Annual Financial Report for the year ended 31st December 2009)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH 2010

	I---------------------------- -I-------------------------------------- ATTRIBUTABLE TO OWNERS OF THE COMPANY --I									
		<--------------------------- NON-DISTRIBUTABLE ------------------------------->								
	SHARE CAPITAL RM'000	**SHARE PREMIUM RM'000**	**CAPITAL RESERVE RM'000**	**FOREIGN EXCHANGE RESERVE RM'000**	**SHARE OPTION RESERVE RM'000**	**CASHFLOW HEDGE RESERVE RM'000**	**RETAINED PROFITS RM'000**	**TOTAL RM'000**	**NON-CONTROLLING INTERESTS RM'000**	**TOTAL EQUITY RM'000**
3 MONTHS PERIOD ENDED 31ST MARCH 2010										
At 1st January 2010	559,658	542,045	5,793	42,666	41,038	-	2,582,659	3,773,859	1,145,909	4,919,768
Effects of applying FRS 139	-	-	-	-	-	(201)	17,102	16,901	(6,130)	10,771
Restated balance at 1st January 2010	559,658	542,045	5,793	42,666	41,038	(201)	2,599,761	3,790,760	1,139,779	4,930,539
Changes in equity for the period to 31st March 2010										
Reduction of minority interest in subsidiaries	-	-	-	-	-	-	-	-	(2,854)	(2,854)
Issue of ordinary shares pursuant to ESOS	5,323	45,979	-	-	-	-	-	51,302	-	51,302
Total comprehensive income for the period	-	-	-	(2,277)	-	(749)	132,856	129,830	99,097	228,927
At 31st March 2010	564,981	588,024	5,793	40,389	41,038	(950)	2,732,617	3,971,892	1,236,022	5,207,914
3 MONTHS PERIOD ENDED 31ST MARCH 2009 (RESTATED)										
At 1st January 2009	546,072	414,651	5,793	50,442	61,169	-	2,444,126	3,522,253	1,083,167	4,605,420
Changes in equity for the period to 31st March 2009										
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	5,276	5,276
Increase in share capital of subsidiaries	-	-	-	-	-	-	-	-	6,527	6,527
Reduction of minority interest in subsidiaries	- -	-	-	-	-	-	-	-	(5,151)	(5,151)
Issue of ordinary shares pursuant to ESOS	2,014	11,920	-	-	-	-	-	13,934	-	13,934
Total comprehensive income for the period	-	-	-	7,071	-	-	68,426	75,497	33,364	108,861
At 31st March 2009	548,086	426,571	5,793	57,513	61,169	-	2,512,552	3,611,684	1,123,183	4,734,867

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Annual Financial Report for the year ended 31st December 2009)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31ST MARCH 2010

	3 MONTHS ENDED 31/03/2010 RM'000	3 MONTHS ENDED 31/03/2009 RM'000
Cash Flow From Operating Activities		
Profit Before Taxation	305,094	123,737
Adjustments For:		
Non-Cash Items	(2,123)	43,900
Non-Operating Items	(8,583)	(8,897)
Operating Profit Before Working Capital Changes	294,388	158,740
Changes In Working Capital:		
Net Change In Current Assets	(27,995)	78,235
Net Change In Current Liabilities	(62,874)	(184,277)
Net Cash Generated From Operating Activities	203,519	52,698
Cash Flow From Investing Activities		
Net Cash Outflow Arising From Equity Investments	(30,190)	(103,772)
Dividends Received	2,554	3,655
(Purchase)/Disposal Of Fixed Assets (Net)	(134,624)	(79,634)
Interest Income	8,586	8,897
Other Investments	10,911	36,584
Net Cash Used In Investing Activities	(142,763)	(134,270)
Cash Flow From Financing Activities		
Proceeds From Issue Of Shares	51,210	22,821
Dividends Paid	(56,204)	(82,063)
Bank Borrowings (Net)	72,464	56,153
Net Cash Generated From/(Used In) Financing Activities	67,470	(3,089)
Net Increase/(Decrease) In Cash And Cash Equivalents	128,226	(84,661)
Cash And Cash Equivalents As At 1st January	1,699,020	1,519,699
Effects Of Exchange Rate Changes	(2,500)	8,506
Cash And Cash Equivalents As At 31st March	1,824,746	1,443,544

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Annual Financial Report for the year ended 31st December 2009)

Note 1 - Accounting Policies

The interim financial statements have been prepared in accordance with FRS 134: Interim Financial Reporting and Chapter 9, Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The Group has adopted the following new and revised Financial Reporting Standards ("FRSs"), IC Interpretations and Amendments as of 1st January 2010:

FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (revised)
FRS 123	Borrowing Costs
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 2	Share-based Payment: Vesting Condition and Cancellation
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendment to FRS 8	Operating Segments
Amendment to FRS 107	Statement of Cash Flows
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendment to FRS 110	Events After the Balance Sheet Date
Amendment to FRS 116	Property, Plant and Equipment
Amendment to FRS 117	Leases
Amendment to FRS 118	Revenue
Amendment to FRS 119	Employee Benefits
Amendment to FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
Amendment to FRS 123	Borrowing Costs
Amendments to FRS 1 and FRS 127	First-time Adoption of Financial Reporting Standards and Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly-Controlled Entity or Associate
Amendment to FRS 128	Investments in Associates
Amendment to FRS 129	Financial Reporting in Hyperinflationary Economies
Amendment to FRS 131	Interests in Joint Ventures
Amendment to FRS 134	Interim Financial Reporting
Amendment to FRS 136	Impairment of Assets
Amendment to FRS 138	Intangible Assets
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 139, FRS 7 and IC Interpretation 9	Financial Instruments: Recognition and Measurement, Disclosures and Reassessment of Embedded Derivatives
Amendment to FRS 140	Investment Property
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

The significant accounting policies and methods of computation in the interim financial statements are consistent with those in the annual audited financial statements for the year ended 31st December 2009 except for the following changes in presentation and disclosures, methods of computation and accounting policies resulting from the adoption of new and revised FRSs, IC Interpretations and Amendments applicable to the Group on 1st January 2010:

(a) FRS 7, Financial Instruments: Disclosures

Prior to 1st January 2010, information about financial instruments was disclosed in accordance with the requirements of FRS 132 Financial Instruments: Disclosure and Presentation. FRS 7 introduces new disclosures to improve the information about financial instruments. It requires the disclosure of qualitative and quantitative information about exposure to risks arising from financial instruments, including specified minimum disclosures about credit risk, liquidity risk and market risk and sensitivity analysis to market risk.

This is a disclosure standard with no impact on the financial position or financial performance of the Group and the Company.

(b) FRS 8, Operating Segments

FRS 8 replaces FRS 114_{2004}: Segment Reporting and requires a 'management approach', under which segment information is presented on a similar basis to that used for internal reporting purposes. As a result, the Group's external segmental reporting will be based on the internal reporting to the "Chief Operating Decision Maker", who makes decisions on the allocation of resources and assess the performance of the reportable segments. The Group concluded that the operating segments determined in accordance with FRS 8 are the same as the business segments previously identified under FRS114. However, the Group will report profit before tax as its segment results instead of profit from operation as required under FRS114, so as to be in line with the segment information provided to the Chief Executive Officer of the Group.

This is a disclosure standard with no impact on the financial position or financial performance of the Group and the Company.

(c) FRS 101(revised), Presentation of Financial Statement

The following components of the interim financial statements have been re-named:

Pre-FRS 101 Revision	Post-FRS 101 Revision
Balance Sheet	Statement of Financial Position
Income Statement	Statement of Comprehensive Income

The revised FRS 101 requires owner and non-owner changes in equity to be presented separately. The statement of changes in equity includes only transactions with owners. All non-owner changes in equity are presented as a one-line item labelled as total comprehensive income in the statement of changes in equity. In addition, the revised standard introduces the statement of comprehensive income. The statement of comprehensive income presents all items of income and expense recognised in profit or loss together with all gains and losses that were recognised directly in equity previously, either in one single statement, or in two linked statements.

The gains and losses that were recognised directly in equity previously are now presented as components in Other Comprehensive Income in the Statement of Comprehensive Income. The total comprehensive income is now presented separately and allocation is made to show the amount attributable to owners of the parent and to non-controlling interests.

The effects on the comparatives to the Group on adoption of FRS 101 are as follows:

For the period ended 31st March 2009	**RM'000**	**RM'000**
Profit for the period as previously stated		98,182
Other comprehensive income: Translation of Foreign Operations Net asset accretion arising from the share issue of a jointly-controlled entity	 8,211 2,468	 10,679
Total comprehensive income		**108,861**
Total comprehensive income attributable to:		
Owners of the parent		33,364
Non-controlling interest		75,497
		108,861

(d) FRS 139, Financial Instruments: Recognition and Measurement

Upon adoption of FRS 139, all financial assets and financial liabilities, including financial derivatives, are recognised when, and only when, the Company or any subsidiary has become a party to the contractual provisions of the instruments.

The measurement bases applied to the financial assets and financial liabilities in the prior financial year are changed to conform to the measurement standards of FRS 139 in the current quarter.

At initial recognition, all financial assets and financial liabilities are measured at their fair value plus, in the case of financial instruments not at fair value through profit or loss, transaction costs directly attributable to the acquisition or issuance of the instruments.

Subsequent to their initial recognition, the financial assets and financial liabilities are measured as follows:

	Category	**Measurement Basis**
	Financial instruments at fair value through profit/loss	At fair value
	Financial liabilities at amortised cost	At amortised cost based on effective interest method
	Loans and receivables	At amortised cost based on effective interest method
	Available-for-sale investments	At fair value through other comprehensive income or at cost if fair value cannot be reliably measured

With the adoption of FRS 139, financial assets and financial liabilities recognised and unrecognised in the prior financial year are classified into the following categories:

	Pre-FRS 139	**Post-FRS 139**
1	Receivables	Loans and Receivables
2	Payables	Financial liabilities at amortised cost
3	Long-term liabilities	Financial liabilities at amortised cost
4	Unquoted equity investment	Available-for-sale investments
5	Quoted financial assets	Financial assets at fair value through profit or loss
6	Unrecognised derivative assets	Financial assets at fair value through profit or loss
7	Unrecognised derivative liabilities	Financial liabilities at fair value through profit or loss

The effects of the re-measurement on 1st January 2010 of the financial assets and financial liabilities brought forward from the previous financial year are adjusted to the opening retained profits and other opening reserves as disclosed in the statement of changes in equity.

The following are effects arising from the adoption of FRS139 by the Group:

	Increase/(Decrease)	
Statements of financial position	**As at 31st March 2010 RM'000**	**As at 1st January 2010 RM'000**
Investment in associates	(749)	23,875
Trade receivables	-	632
Other receivables	-	2,240
Derivative assets	32,741	6,672
Derivative liabilities	20,302	19,169
Other payables - financial guarantee	-	3,278
Retained earnings	14,635	17,102
Cash flow hedge reserve	749	201
Non-controlling interests	(2,196)	(6,130)

(e) IC Interpretation 9, Reassessement of Embedded Derivatives

Prior to the adoption of FRS 139, embedded derivatives were not separated from their host instruments. With the adoption of FRS 139 on 1st January 2010, the assessment of embedded derivative is made at the later of:

(a) the date the Company first became a party to the hybrid instrument, and

(b) the date the terms were changed to modify the cash flows of the hybrid instrument or when it was reclassified out of the fair value through profit or loss category.

This assessment resulted in the recognition of RM3.1 million embedded derivative liabilities and RM0.8 million embedded derivative assets in the statement of financial position on 1st January 2010 and the corresponding adjustments to the opening retained profits on that date.

(f) **IC Interpretation 10, Impairment and Interim Financial Reporting**

Prior to the adoption of IC Interpretation 10, impairment losses for equity investments recognised in an earlier interim period were reversed in a later interim period when tests revealed that the losses have reversed. With the adoption of IC Interpretation 10 and FRS 139 on 1st January 2010, the policy has been changed to conform to the impairment requirements of FRS 139. Impairment losses recognised for available-for-sale equity investments in an interim period are not reversed in a subsequent interim period. This change in basis has no effect on the profit or loss for the current period ended 31st March 2010.

(g) Amendment to FRS 117, Leases

Prior to the adoption of the Amendment to FRS 117, leasehold land were treated as operating leases. The considerations paid were classified and presented as prepaid lease payments in the statement of financial position. With the adoption of the Amendment to FRS 117, the classification of a leasehold land as a finance lease or an operating lease is based on the extent to which the risks and rewards incident to ownership lie. In making this judgment, the Directors have concluded that lands with an initial lease period of 50 years or more are finance leases because the present value of the minimum lease payments (i.e., the consideration paid or payable) is substantially equal to the fair value of the land.

Accordingly, the Group has changed the classification of long leasehold land from operating leases to finance leases in the current quarter. This change in classification has no effect on the profit or loss of the current period ended 31st March 2010 or the comparative prior period. The effect of the reclassification on the comparative of the prior year's statement of financial position is as follows:

1st January 2010	As previously reported RM'000	Reclassification RM'000	As restated RM'000
Prepaid lease payments	254,877	(234,544)	20,333
Reclassified to Interests in leased land under Property, Plant & Equipment	2,546,009	234,544	2,780,553

Other than the above, the rest of the new and revised FRSs, IC Interpretations and Amendments do not have material impact on the accounting policies, financial position or performance of the Group for the current period under review.

Note 2 - Seasonal or Cyclical Factors

The Group is principally engaged in:

(a) import, assembly and marketing of passenger and commercial vehicles and related spares and manufacturing of original/replacement automotive parts;

(b) trading and manufacturing of a wide range of light and heavy equipment including related spares for use in the industrial, construction, mining and agricultural sectors; and

(c) manufacturing and trading of oil pipes and providing various oil and gas services including drilling and pipe-coating.

The Group's products and services are generally dependent on the Malaysian and global economies, consumer demand and market sentiment.

Note 3 - Exceptional Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows except as disclosed in Note 1 above.

Note 4 - Accounting Estimates

There were no changes in estimates of amounts reported in prior financial periods that have a material effect in the current interim period.

Note 5 - Issuance or Repayment of Debt and Equity Securities

There were no issuances and repayment of debt securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the period ended 31st March 2010.

During the quarter ended 31st March 2010, the issued and paid-up capital of the Company increased from RM559,658,366 to RM564,981,366 as a result of the exercise and allotment of:

(a) 503,700 option shares of par value RM0.50 each at RM3.335 per share;
(b) 700,800 option shares of par value RM0.50 each at RM3.33 per share;
(c) 50,200 option shares of par value RM0.50 each at RM3.325 per share;
(d) 3,578,100 option shares of par value RM0.50 each at RM5.16 per share; and
(e) 5,813,200 option shares of par value RM0.50 each at RM4.93 per share.

As at 31st March 2010, the total number of unexercised share options was 38,731,100 option shares of par value RM0.50 each.

At the date of this report, 4,826,700 option shares were exercised and allotted subsequent to 31st March 2010. After taking into account these new shares, the paid-up capital of the Company increased to RM567,394,716.

Note 6 - Dividends Paid

A second interim single-tier dividend of 10% or 5.0 sen per share of RM0.50 each (2009 - 20% or 10.0 sen per share of RM0.50 sen each less 25% income tax) amounting to a net dividend of RM56.2 million (2009 - RM82.1 million) for the financial year ended 31st December 2009, was paid on 18th February 2010.

Note 7 - Segmental Reporting

	Three Months Ended 31st March 2010		
Business Segment	**Revenue RM'000**	**Profit Before Taxation RM'000**	**Profit Attributable to Equity Holders of the Company RM'000**
Automotive	2,398,305	319,105	149,794
Equipment	350,361	27,316	20,443
Oil & Gas	142,390	(19,234)	(15,133)
Manufacturing & Engineering	145,524	11,966	7,663
Others	18,240	(34,059)	(29,911)
Sub-Total	**3,054,820**	**305,094**	**132,856**
Elimination of Inter-Segment Sales	(21,663)	-	
Consolidated Total	**3,033,157**	**305,094**	

Note 8 - Subsequent Material Events

In the opinion of the Directors, there was no material event or transaction during the period from 31st March 2010 to the date of this announcement, which affects substantially the results of the operations of the Group for the period ended 31st March 2010 in respect of which this announcement is made.

Note 9 - Changes in Composition/Group

(a) On 2nd February 2010, UMW Oil & Gas Berhad, a wholly-owned subsidiary of the Company, acquired the entire issued and paid-up capital of UMW Australia Ventures Sdn. Bhd., comprising two ordinary shares of RM1.00 each, for a total cash consideration of RM2.00.

(b) On 11th February 2010, UMW Singapore Ventures Pte. Ltd., a wholly-owned subsidiary of UMW Petropipe (L) Ltd., which is in turn wholly-owned by the Company, established a wholly-owned subsidiary known as UMW Marine and Offshore Pte. Ltd. ("UMWMO") in the Republic of Singapore. The intended principal activity is investment holding and the provision of various management services to its related companies. The initial paid-up capital of UMWMO is SGD1.00 divided into 1 ordinary share of SGD1.00.

(c) On 3rd March 2010, the Group received the certificate for the establishment of Sichuan Haihua Petroleum Steelpipe Co. Ltd. ("SHPS") in Guanghan county, Sichuan Province in the PRC, from the China authorities. On 22nd October 2009, UMW Singapore Ventures Pte. Ltd., a wholly-owned subsidiary of the Group, entered into an Equity Joint Venture Contract with Sichuan Jinyang Antisepsis Engineering Co. Ltd. and Elite International Investment (HK) Limited for the establishment of SHPS.

Note 10 - Contingent Liabilities and Contingent Assets

Contingent liabilities of the Group have decreased from RM263 million to RM166.2 million since 31st December 2009.

Note 11 - Commitments

These are in respect of capital commitments:

	RM'000	RM'000
Approved and contracted for:		
Land and buildings	129,374	
Equipment, plant and machinery	226,475	
Others	16,350	372,199
Approved but not contracted for:		
Land and buildings	61,469	
Equipment, plant and machinery	250,036	
Others	5,134	316,639
Total		688,838

Note 12 - Significant Related Party Transactions

No.	UMW & Its Subsidiaries	Transacting Parties	Relationship	Nature of Transaction	RM'000
1.	UMW Advantech Sdn. Bhd.	Perodua Group	Associated Company	Sale of Goods	7,248
2.	KYB-UMW Malaysia Sdn. Bhd. and its subsidiary	Perodua Group	Associated Company	Sale of Goods	18,950

No.	UMW & Its Subsidiaries	Transacting Parties	Relationship	Nature of Transaction	RM'000
3.	UMW Toyota Motor Sdn. Bhd. and its subsidiaries	Perodua Group	Associated Company	Sale of Goods and Services	54,316
				Purchase of Goods and Services	51,594
4.	UMW Industrial Power Sdn. Bhd.	Perodua Group	Associated Company	Sale of Goods and Services	3,146
5.	UMW Industries (1985) Sdn. Bhd.	Perodua Group	Associated Company	Sale of Goods and Services	1,556
6.	U-TravelWide Sdn. Bhd.	Perodua Group	Associated Company	Sale of Services	1,052
7.	UMW Toyota Motor Sdn. Bhd.	UMW Toyotsu Motors Sdn. Bhd.	Associated Company	Sale of Goods and Services	36,351
8.	UMW Toyota Motor Sdn. Bhd. and its subsidiaries	Toyota Motor Corporation, Japan and its subsidiaries	Corporate Shareholders of UMW Toyota Motor Sdn. Bhd.	Sale of Goods and Services	251,922
				Purchase of Goods and Services	583,671
9.	KYB-UMW Malaysia Sdn. Bhd.	Kayaba Industry Co., Ltd., Japan and its subsidiaries	Corporate Shareholders of KYB-UMW Malaysia Sdn. Bhd.	Sale of Goods and Services	5,589
				Purchase of Assets	1,896
		Toyota Tsusho (Malaysia) Sdn. Bhd.	Corporate Shareholder of KYB-UMW Malaysia Sdn. Bhd.	Sale of Goods and Services	87
				Purchase of Goods and Services	10,332
10.	Lubetech Sdn. Bhd.	UMW Pennzoil Distributors Sdn. Bhd.	Associated Company	Sale of Goods and Services	20,519
				Purchase of Services	145
11.	UMW JDC Drilling Sdn. Bhd.	Japan Drilling Co., Ltd. and its subsidiaries	Corporate Shareholders of UMW JDC Drilling Sdn. Bhd.	Purchase of Goods and Services	3,612
				Bare Boat Charter	8,869

Note 13 - Review of Performance

Group revenue of RM3,033.2 million for the first quarter ended 31st March 2010 was RM683.4 million or 29.1% higher than the RM2,349.8 million achieved in the preceding year's corresponding quarter. Strong economic growth and improved consumer and business confidence had resulted in higher demand for our Toyota vehicles, industrial and heavy equipment as well as automotive parts.

Group profit before taxation for the first quarter ended 31st March 2010 of RM305.1 million improved over the RM123.7 million registered in the same quarter of 2009 by more than 100%, an increase of RM181.4 million. Improved margins from favourable model mix and higher sales volume achieved by our Automotive segment mainly contributed to the significant profit increase.

As a result of the above, net profit attributable to the owners of the Company for the first quarter of 2010 surged from the RM66.0 million registered in the same quarter of 2009 to RM132.9 million, an increase of RM66.9 million.

Total Toyota and Perodua vehicle sales of 70,550 units represented 47.9% of the total industry volume of 147,415 units reported by the Malaysian Automotive Association for the quarter ended 31st March 2010.

Note 14 - Comparison with Preceding Quarter's Results

Group revenue of RM3,033.2 million for the first quarter ended 31st March 2010 was higher than the RM2,969.4 million registered for the fourth quarter of 2009 by RM63.8 million or 2.1%. Greater demand for our heavy and industrial equipment mainly accounted for the revenue improvement.

Group profit before taxation of RM305.1 million for the first quarter ended 31st March 2010 was RM67.9 million or 28.6% above the RM237.2 million recorded in the fourth quarter of 2009. Improved margins achieved by our Automotive segment contributed to the higher profit.

Note 15 - Current Prospects

(a) Recent trade data indicated that economic growth for the year 2010 could be much stronger than expected. All major sectors recorded robust expansion and both exports and imports had shown steady gains in the first quarter of 2010, positive signs that the economy is on the path to a strong recovery. In view of the regional economic recovery and higher commodity prices, the Malaysian Institute of Economic Research has revised its GDP growth forecast for the year 2010 from 3.7% to 5.2%.

The Automotive segment is poised for a strong growth for the year 2010 based on a progressively stronger momentum of recovery since the second half of 2009. The Board is confident of achieving the 2010 sales target set for the Automotive segment, which aims to sell a total of 264,000 Toyota and Perodua cars in 2010, or 48% of the forecasted total industry volume of 550,000 cars.

Both the Equipment and Manufacturing & Engineering segments are expected to benefit from the strengthening domestic and external demand, supported by improving regional economic conditions, particularly in the Asian region where UMW has presence.

The Oil & Gas segment is expected to turn around and make positive contributions to Group profits in the second half of the year when some of its greenfield investments commence operations and generate income.

Based on the current positive economic outlook, the Board is optimistic that the financial performance of the Group may exceed its internal revenue and profit targets set for the financial year ending 31st December 2010.

(b) Generally, the Group is progressing satisfactorily in accordance with its business plans to achieve the internal annual performance targets.

Note 16 - Statement on Headline Key Performance Indicators

Based on internal key financial indicators and the current economic outlook for the remaining period to 31st December 2010, the Board of Directors is of the view that the Group is on track to achieve its 2010 Headline Key Performance Indicators as stated below:

(a) Minimum annual return on shareholders' funds of 10%; and

(b) Annual dividend payout ratio of at least 50% of net profit attributable to shareholders.

Note 17 - Variance from Profit Forecast and Profit Guarantee

This is not applicable to the Group.

Note 18 - Taxation

	Quarter Ended 31st March 2010 RM'000
Current period's provision	76,443
Add/(Less) : Under/(Over) provision in prior periods	-
	76,443
Deferred taxation	(3,617)
Total	72,826

The effective tax rate for the quarter ended 31st March 2010 of 26.52% was higher than the statutory tax rate of 25% primarily due to:

(a) certain expenses were not allowable for tax purposes; and

(b) higher tax rates for certain overseas subsidiaries.

Note 19 - Profit on Sales of Investment and/or Properties

There was no sale of unquoted investment or properties during the quarter ended 31st March 2010.

Note 20 - Purchase or Disposal of Quoted Securities

(a) Total purchase consideration and sale proceeds of quoted investment and profit/loss arising from the sale therefrom were as follows:

	Three Months Ended 31st March 2010 RM'000
Total purchases	14,190
Total sale proceeds	25,101
Total gain/(loss) arising from sale	10

(b) As at 31st March 2010, investments which were quoted outside Malaysia were as follows:

	Quoted Outside Malaysia RM'000	**Quoted Within Malaysia RM'000**
At cost	50,705	130,331
Provision for diminution in value	(1,409)	(350)
At net book value	49,296	129,981
Market value as at 31st March 2010	49,296	129,981

The investment in shares quoted outside Malaysia is in respect of the Group's investment in a company listed on the Bombay Stock Exchange and the National Stock Exchange in India. This strategic investment is intended to be held on a long term basis.

Note 21 - Corporate Proposals

There were no corporate proposals announced but not completed at the date of this announcement.

__Note 22 - Group Borrowings and Debt Securities__

	RM'000	RM'000	'000
(a) Short term borrowings			
- Unsecured			
Short term loans and trade facilities	260,538		USD29,722 SGD2,650
Finance lease payable	72		
Portion of long term loans payable within 12 months	24,726		USD5,073 KINA2,188
		285,336	
- Secured			
Short term loans and trade facilities	1,647		INR22,500
Finance lease payable	1,236		AUD106 SGD376
Portion of long term loans payable within 12 months	305		SGD126
		3,188	
Total		288,524	USD34,795 AUD106 SGD3,152 INR22,500 KINA2,188
(b) Long term borrowings			
- Unsecured			
Long term loans	1,535,375		USD291,927 INR10,328 KINA5,242
Finance lease payable	329		
Portion of long term loans payable within 12 months	(24,726)		(USD5,073) (KINA2,188)
		1,510,978	
- Secured			
Long term loans	382,807		USD42,958 AUD10,093 SGD1,046 INR2,719,907
Finance lease payable	932		SGD158 AUD179
Portion of long term loans payable within 12 months	(305)		(SGD126)
		383,434	
Total		1,894,412	USD329,812 AUD10,272 SGD1,078 INR2,730,235

KINA3,054

Note 23 - Financial Instruments

(a) Outstanding derivatives as at 31st March 2010

Derivatives	Notional Value RM'000	Fair Value RM'000	Maturity
Interest Rate Swaps	184,196	167,203	More than 3 years
Cross Currency Swaps	508,691	533,772	More than 3 years
Foreign Currency Forward Contracts	1,347,433	1,310,914	Less than 1 year

During the quarter ended 31st March 2010, there were no significant changes to the Group's exposures to credit risk, market risk and liquidity risk since the last financial year. In addition, there have been no changes to the Group's risk management objectives, policies and processes since the previous financial year end.

(b) Description of the nature of all outstanding derivatives as at 31st March 2010

(i) An interest rate swap with a notional principal of USD48 million that fixed the obligation of a jointly-controlled entity in India to pay interest at a fixed rate of 7.04% per annum. The interest rate swap will mature on 30th September 2015.

(ii) An interest rate swap with a notional principal of USD20 million that fixed the obligation of a jointly-controlled entity in India to pay interest at a fixed rate of 9.05% per annum with embedded options that provide protection on USD/INR rate within a specified range on the principal repayment. The interest rate swap will mature on 31st October 2012.

(iii) A cross currency swap that entitles a jointly-controlled entity in India to convert JPY3,425 million to INR1,405.6 million and fixed the entity's obligation to pay interest at a fixed rate of 9.35% per annum. The cross currency swap will mature on 31st March 2020.

(iv) A cross currency swap that entitles the Company to convert RM500 million to USD143.3 million and swaps the Company's obligation to pay interest at a fixed rate of 4.55% per annum to a USD floating rate. The cross currency swap will mature on 15th September 2014.

(v) An interest rate swap with a notional principal of USD15 million that fixed the obligation of a subsidiary in India to pay interest at a fixed rate of 7.1% per annum with embedded options that provide protection on USD/INR rate within a specified range on the principal repayment. The interest rate swap will mature on 14th July 2014.

(vi) An interest rate swap with a notional principal of USD3.25 million that fixed the obligation of a subsidiary in India to pay interest at a fixed rate of 6.8% per annum with embedded options that provide protection on USD/INR rate within a specified range on the principal repayment. The interest rate swap will mature on 31st July 2014.

(vii) An interest rate swap with a notional principal of USD7 million that fixed the obligation of a subsidiary in India to pay interest at a fixed rate of 7.2% per annum with embedded options that provide protection on USD/INR rate within a specified range on the principal repayment . The interest rate swap will mature on 31st July 2014.

(viii) Foreign currency forward contracts

Currency	Contract Amounts ’000	Equivalent Amount in RM’000	Expiry Dates
Japanese Yen	1,488,794	54,777	06/04/2010 - 30/12/2010
United States Dollar	241,866	812,134	01/04/2010 - 29/10/2010
Euro	546	2,551	09/04/2010 - 30/07/2010
Swedish Krone	3,372	1,597	30/04/2010 - 27/05/2010
Thai Baht	58,902	6,052	16/04/2010 - 27/05/2010

The above contracts were entered into with a view to minimise the entity’s exposure to losses resulting from adverse fluctuations in interest rates and foreign currency exchange rates on the existing bank loans, trade receivables and trade payable.

Note 24 - Material Litigation

There was no material litigation pending on the date of this announcement.

Note 25 - Dividend

No interim dividend has been recommended for the quarter ended 31st March 2010 (nil - 2009).

Note 26 - Earnings Per Share

Basic earnings per share for the quarter ended 31st March 2010 are calculated by dividing the net profit attributable to shareholders of RM132,856,000 by the weighted average number of ordinary shares in issue as at 31st March 2010 of 1,125,172,912 shares of RM0.50 each.

Diluted earnings per share for the current quarter ended 31st March 2010 are calculated by dividing the adjusted net profit attributable to shareholders of RM132,856,000 by the adjusted weighted average number of ordinary shares in issue and issuable of 1,133,984,139 shares of RM0.50 each.

	No. of Shares of RM0.50 Each
Weighted average number of shares as at 31/03/2010	1,125,172,912
Add: Dilutive ESOS	8,811,227
Adjusted weighted average number of shares	1,133,984,139

Note 27 - Audit Qualification

The audit report in respect of the annual financial statements for the financial year ended 31st December 2009 was not qualified.

By Order Of The Board

SUSEELA MENON
Secretary
(MAICSA 7028386)

Shah Alam
20th May 2010