



TOTAL CORPORATE COMPLIANCE SDN BHD
(Company No.484846-A)

Our ref.: **TCC1/NE02/SECL/LSE**

25 April 2007

Head of Issues and Listing
Bursa Malaysia Securities Berhad
9th Floor, Exchange Square
Bukit Kewangan
50936 Kuala Lumpur

Attn: Encik Johan Bin Abdullah

BY HAND

Dear Sirs,

NESTLÉ (MALAYSIA) BERHAD
- Errata – Annual Report 2006

Further to the Annual Report 2006 which was submitted to Bursa Malaysia Securities Berhad on 2 April 2007, we wish to inform that there are typo errors on the pages 46,47, 99 and 100.

Please find attached herewith the amended pages in PDF (in a diskette) and 30 printed copies.

Thank you.

Yours faithfully,
TOTAL CORPORATE COMPLIANCE SDN BHD

Y Yeap Kok Leong
CEO & Managing Director

c.c Encik Mohd Shah Bin Hashim
Nestlé (Malaysia) Berhad
(Fax No.03-7965 6769)

NOTES TO THE FINANCIAL STATEMENTS

ERRATA

16. OPERATING PROFIT

		Group		Company	
	Note	2006 RM'000	2005 RM'000 Restated	2006 RM'000	2005 RM'000
Operating profit is arrived at after charging:					
Amortisation of development costs	4	6,382	6,380	-	-
Amortisation of goodwill	4	-	4,963	-	-
Amortisation of prepaid lease payments	5	1,035	1,035	-	-
Auditors' remuneration:					
- Audit services by auditors of the Company		297	297	70	70
- Other services by auditors of the Company		226	140	-	-
Depreciation on property, plant and equipment	3	69,776	72,482	-	-
Impairment loss on trade receivables		2,693	3,585	-	-
Loss on foreign exchange					
- unrealised		193	-	-	-
- realised		3,721	-	-	-
Personnel expenses (including key management personnel):					
- Contributions to defined contribution plans	14	10,424	9,746	-	-
- Contributions to Employees Provident Fund		20,821	19,594	-	-
- Expenses related to defined benefit plans	14	8,893	10,140	-	-
- Share based payments	14	4,470	-	-	-
- Wages, salaries and others		251,409	231,857	-	-
Property, plant and equipment written off		394	1,151	-	-
Rental on land and buildings		30,668	38,554	-	-
and after crediting:					
Dividend income from subsidiaries (unquoted)		-	-	315,840	269,713
Dividend income from an associate (unquoted)		130	-	130	-
Gain on disposal of property, plant and equipment		168	1,991	-	-
Gain on foreign exchange					
- unrealised		-	375	-	-
- realised		-	2,571	-	-
Reversal of impairment loss on trade receivables		6,983	-	-	-

ERRATA

NOTES TO THE FINANCIAL STATEMENTS

17. KEY MANAGEMENT PERSONNEL COMPENSATION

The key management personnel compensation is as follows:

	Group		Company	
	2006 RM'000	2005 RM'000	2006 RM'000	2005 RM'000
Directors				
– Fees	130	125	130	125
– Remuneration	3,179	2,757	–	–
Other short term employee benefits (including estimated monetary value of benefits-in-kind)	882	903	47	42
Total short-term employee benefits	4,191	3,785	177	167
– Post-employment benefits	351	298	–	–
– Share-based payments	1,479	–	–	–
	6,021	4,083	177	167
Other key management personnel:				
– Short-term employee benefits	5,257	4,096	–	–
– Post-employment benefits	59	54	–	–
– Share-based payments	2,249	–	–	–
	7,565	4,150	–	–
	13,586	8,233	177	167

Other key management personnel comprises persons other than the Directors of Group entities, having authority and responsibility for planning, directing and controlling the activities of the entity either directly or indirectly.

In addition to their salaries, the Group also provides non-cash benefits to Directors and executive officers, and contributes to a post-employment defined benefit plan on their behalf.

PEMBETULAN

NOTA-NOTA KEPADA PENYATA KEWANGAN

16. KEUNTUNGAN OPERASI

		Kumpulan		Syarikat	
	Nota	2006 RM'000	2005 RM'000 Dinyatakan semula	2006 RM'000	2005 RM'000
Keuntungan operasi diperolehi selepas mengecaj:					
Pelunasan kos pembangunan	4	6,382	6,380	-	-
Pelunasan muhibah	4	-	4,963	-	-
Pelunasan pembayaran pajakan prabayar	5	1,035	1,035	-	-
Bayaran juru audit:					
- Perkhidmatan audit oleh juru audit Syarikat		297	297	70	70
- Perkhidmatan lain oleh juru audit Syarikat		226	140	-	-
Susutnilai hartanah,loji dan peralatan	3	69,776	72,482	-	-
Kerugian penurunan nilai penghutang dagangan		2,693	3,585	-	-
Kerugian atas tukaran mata wang asing					
- belum realisasi		193	-	-	-
- realisasi		3,721	-	-	-
Perbelanjaan kakitangan (termasuk kakitangan penting pengurusan):					
- Sumbangan kepada rancangan sumbangan tertakrif	14	10,424	9,746	-	-
- Caruman kepada Kumpulan Wang Simpanan Pekerja		20,821	19,594	-	-
- Perbelanjaan berkaitan rancangan faedah tertakrif	14	8,893	10,140	-	-
- Pembayaran berasaskan saham	14	4,470	-	-	-
- Gaji, pendapatan dan lain-lain		251,409	231,857	-	-
Pelupusan hartanah, loji dan peralatan		394	1,151	-	-
Sewa tanah dan bangunan		30,668	38,554	-	-
dan selepas mengkredit:					
Pendapatan dividen daripada anak-anak syarikat (tidak disebut harga)		-	-	315,840	269,713
Pendapatan dividen daripada syarikat bersekutu (tidak disebut harga)		130	-	130	-
Keuntungan atas penjualan hartanah, loji dan peralatan		168	1,991	-	-
Keuntungan atas tukaran wang asing					
- belum realisasi		-	375	-	-
- realisasi		-	2,571	-	-
Timbal balik kerugian penurunan nilai atas penghutang dagangan		6,983	-	-	-

NOTA-NOTA KEPADA PENYATA KEWANGAN

PEMBETULAN

17. GANJARAN KAKITANGAN PENTING PENGURUSAN

Ganjaran kakitangan penting pengurusan adalah seperti berikut:

	Kumpulan		Syarikat	
	2006 RM'000	2005 RM'000	2006 RM'000	2005 RM'000
Para Pengarah				
– Yuran	130	125	130	125
– Ganjaran	3,179	2,757	–	–
Faedah pekerja jangka pendek yang lain (termasuk anggaran nilai faedah kewangan)	882	903	47	42
Jumlah faedah pekerja jangka pendek	4,191	3,785	177	167
– Faedah selepas perkhidmatan	351	298	–	–
– Pembayaran berasaskan saham	1,479	–	–	–
	6,021	4,083	177	167
Kakitangan penting pengurusan yang lain:				
– Faedah pekerja jangka pendek	5,257	4,096	–	–
– Faedah selepas perkhidmatan	59	54	–	–
– Pembayaran berasaskan saham	2,249	–	–	–
	7,565	4,150	–	–
	13,586	8,233	177	167

Kakitangan penting pengurusan lain merangkumi mereka selain daripada para Pengarah entiti Kumpulan, yang mempunyai kuasa dan tanggungjawab untuk merancang, mengarah dan mengawal aktiviti entiti sama ada secara langsung atau tidak langsung.

Sebagai tambahan kepada pendapatan mereka, Kumpulan turut menyediakan faedah bukan tunai kepada para Pengarah dan pegawai eksekutif serta menyumbang kepada rancangan faedah tertakrif selepas perkhidmatan bagi pihak mereka.