A group of people in business attire standing in a modern office setting. The image is a full-page background photograph showing several individuals, mostly men in suits, standing in a line or group. The lighting is bright and professional, typical of a corporate environment. The text is overlaid on the top and center of the image.

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THE FINANCIALS

The increase in profits was made possible by higher contributions from the various operations, further strengthening the Group's financial position.

FINANCIAL REVIEW

Review of Financial Results

PPB Group Bhd achieved a consolidated profit before tax of RM508.9 million in 2002, its best financial performance to-date, representing a significant 58.2% increase from the previous year's RM321.6 million.

Revenue for the year grew by 40% from RM5.63 billion to RM7.86 billion in year 2002 mainly due to higher FFB production, palm oil prices and sales from the edible oils trading and refining operations.

At the operating level, the oil palm plantation division contributed substantially higher profits mainly due to favourable prices for its palm products. The grain and feed milling operations have performed better despite difficult trading conditions and the property division achieved higher profits from the Bukit Segar Phase I and II residential development. The film exhibition operation has turned around to register a modest profit whilst other main business activities achieved satisfactory results. The Group also benefited from higher profits generated by the associated company engaged in commodities trading.

Profit attributable to shareholders of PPB Group increased by 47.2% from RM170.3 million to RM250.7 million. Earnings per share also increased from 34.7 sen for 2001 to 51.1 sen for 2002.

Cash Flows

Net cash generated from operating activities increased slightly from RM310.1 million in 2001 to RM332.5 million in 2002 despite a much higher level of total cash generated from the operations. This was mainly due to higher usage of cash for investment in inventories and higher tax paid in the year. Net cash used in investing activities has reduced from RM192.4 million to RM80.9 million in 2002. The cash used in investing activities in 2002 was stated net of proceeds received from disposal of associated companies totaling RM59.4 million. During the year, the Group invested RM209.5 million in property, plant and equipment; financed mainly from internally generated funds and partly from the draw down of RM18.7 million in term loans. The net cash used in financing activities increased from RM100.5 to RM270.2 million due to higher dividends paid to shareholders in 2002.

Dividends

The Directors recommend a final dividend of 12.5 sen per share comprising 7.5 sen less tax and 5 sen tax exempt, amounting to RM51 million. Together with the interim dividend of 9 sen per share (5 sen less tax and 4 sen tax exempt) and the special dividend of 25 sen tax exempt that were paid during the year, PPB's total gross dividend payment for the financial year 2002 would be 46.5 sen per share. Total net dividend would amount to RM211 million, a 207% increase from the RM68.7 million in 2001.

The net dividend amount represents a payout ratio of 97.7% of the Company's earnings in 2002.

Review of Financial Situation and Debt

As at 31 December 2002, the Group had lower borrowings of RM461.4 million compared with RM502.4 million in 2001 out of which 66% amounting to RM304.3 million are bills payable comprising bankers' acceptances used to finance trade operations.

The balance of 34% amounting to RM157.1 million and representing a gearing ratio of 6% over shareholders' funds consists of :

- a. short term loans, revolving credits, overdraft and hire purchase liabilities amounting to RM79.0 million which are repayable within 12 months; and
- b. term loans and hire purchase liabilities of RM78.1 million which are repayable between 2 to 5 years.

The Group's operations are funded mainly by short-term loans to minimise interest cost. These borrowings are to be repaid from internally generated funds. Most of the Group's borrowings are unsecured on floating interest rates ranging from 2.0% to 8.4% for the year. The Group's exposure to foreign currency borrowings is minimal at RM102.8 million of which about 88% is USD denominated.

The Group will continue to maintain a prudent gearing ratio and efficient management of funds.

Group Capital Expenditure in year 2002

Total capital expenditure incurred during the year amounted to RM224.3 million and the major items are as follows:-

- FFM Group incurred RM18.2 million on 2 flour mill projects in Pulau Indah, Klang and Demak Laut Industrial Estate in Kuching, Sarawak; RM16.5 million on a new dry fractionation plant and the cocoa butter replacer project in Pasir Gudang, Johor; and RM7.4 million on the expansion of tank farm and a new dry fractionation plant in Sandakan, Sabah.
- FFM Group's wholly-owned subsidiary, FFM Farms Sdn Bhd incurred RM18.3 million on the Phase II of Layer Farm Project at Trong, Perak.
- PPBOP Group spent RM39.8 million on newplanting and maintenance of immature palms, and RM17.1 million for purchase of agricultural equipment. RM12.7 million was also incurred for provision of housing and amenities for employees in Tidar Sungkai Sawit in West Sumatra, Sabahmas and Sri Kamusan in Sabah and Saremas in Sarawak.
- PPBOP Group has also acquired a piece of land in Labuk/Sugut, Sabah and 2 buildings in Sandakan and Bintulu for RM6.8 million and RM3.0 million respectively.
- MSM Group spent RM18.5 million on upgrading the plant and machinery for its sugar refinery at Prai, Province Wellesley and RM3.4 million on purchase of a warehouse in Johor Bahru.
- Chemquest Group spent RM14.0 million on plant, machinery and equipment to upgrade its manufacturing operations in Medan, Indonesia and Singapore.

FINANCIAL STATISTICS

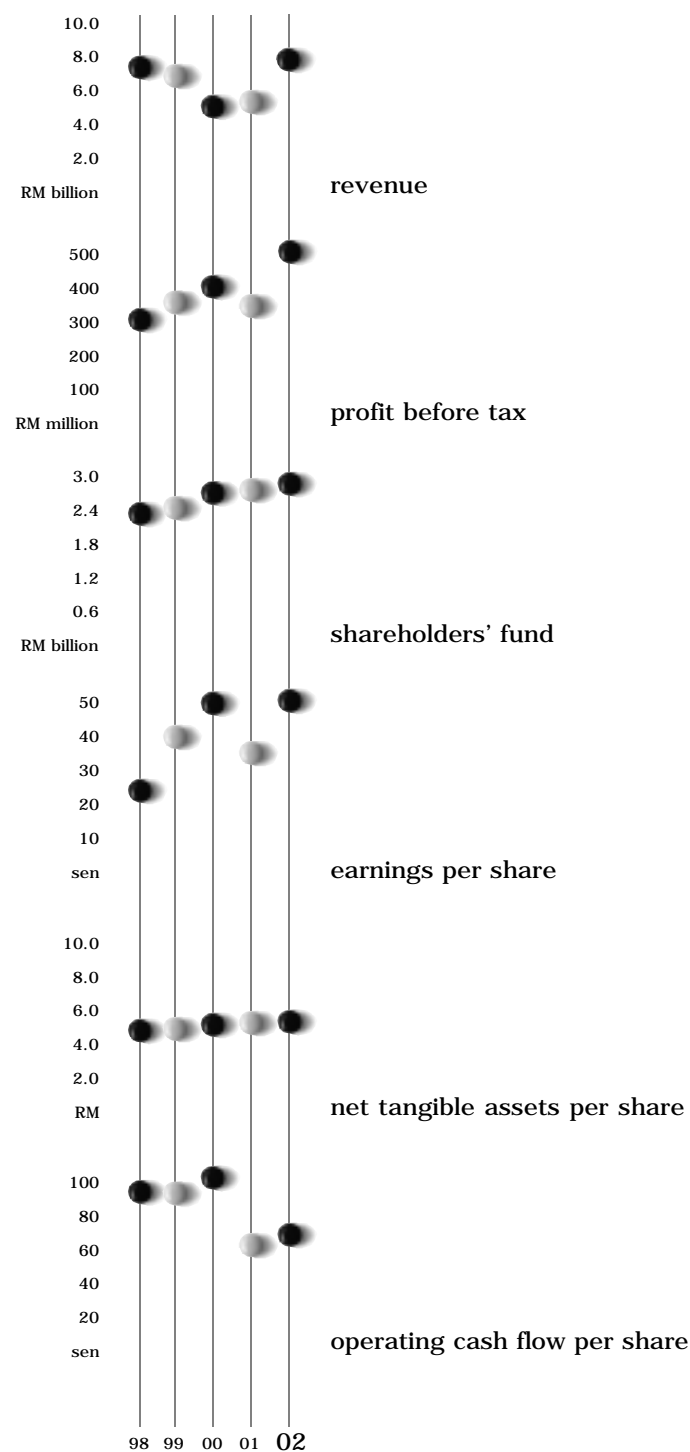
5 YEAR GROUP STATISTICS

Year ended 31 December		2002	2001	2000	1999	1998
Revenue	RM Million	7,857.980	5,629.093	5,240.288	6,729.250	7,599.534
Profit from operations	RM Million	385.976	235.119	266.292	438.615	297.424
Profit/(loss) from investing activities	RM Million	19.592	15.962	111.053	(82.600)	37.463
Share of associates' profits less losses	RM Million	117.084	84.254	51.181	40.920	51.367
Profit before tax	RM Million	508.883	321.566	408.855	369.484	312.394
Earnings for the year	RM Million	250.703	170.302	244.482	192.889	110.540
Dividends (net) for the year	RM Million	210.968	68.688	58.139	63.585	42.390
Issued share capital	RM Million	490.623	490.623	367.967	367.967	367.967
Shareholders' fund	RM Million	2,826.853	2,775.528	2,653.469	2,474.555	2,343.889
Total assets employed	RM Million	5,394.339	5,211.283	4,958.795	4,996.860	4,816.839
Earnings per share	Sen	51.10	34.71	49.83	39.32	22.53
KLSE Quotations						
High	RM	4.32	4.20	4.58	3.68	5.96
Low	RM	3.30	2.50	2.64	2.49	2.27
No. of shareholders		8,528	7,928	8,504	8,319	5,121

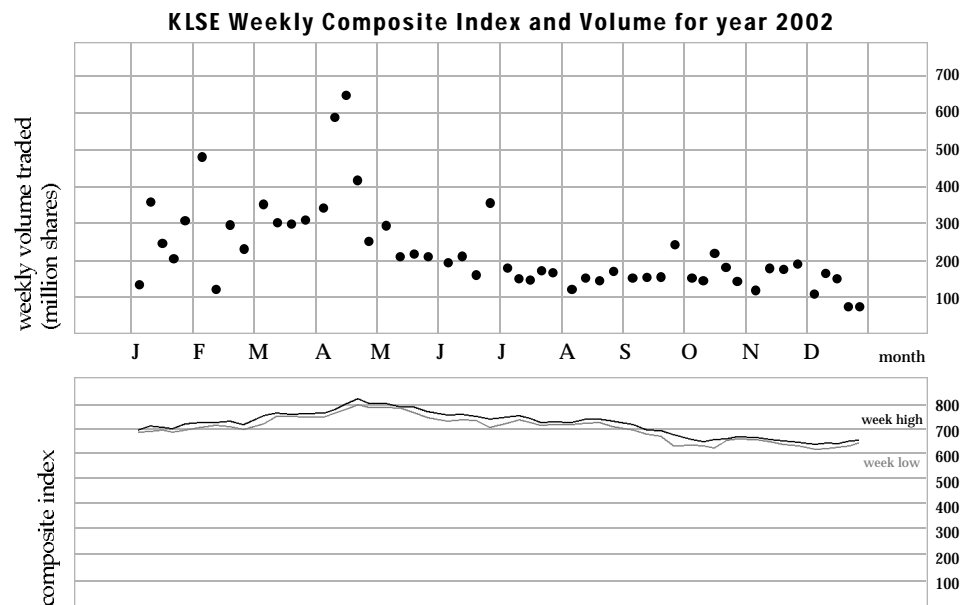
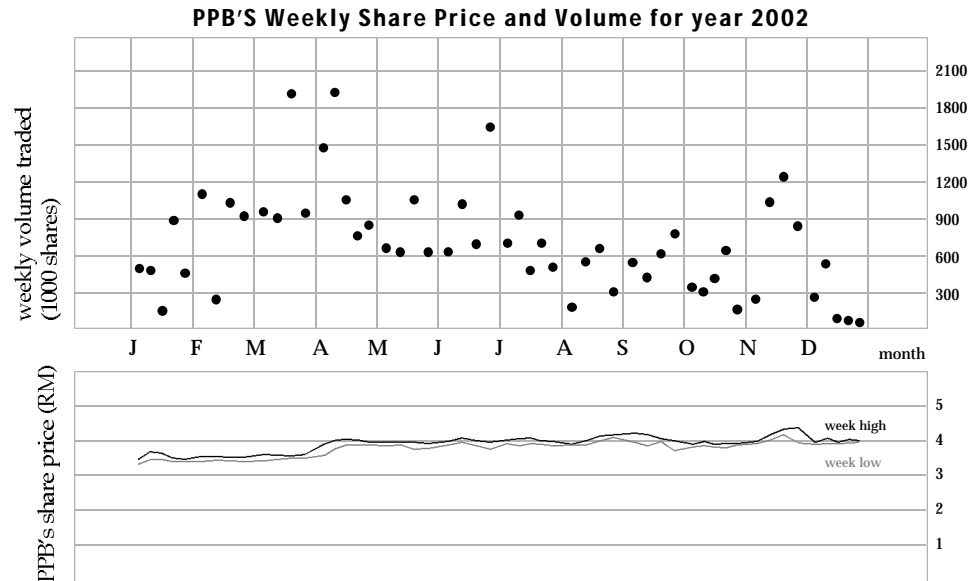
DIVIDEND PAID IN YEAR 2002

TYPE OF DIVIDEND	RATE	PAYMENT DATE	FOR FINANCIAL YEAR
Final	5 sen tax exempt & 5 sen less tax	23 May 2002	2001
Interim	4 sen tax exempt & 5 sen less tax	19 September 2002	2002
Special	25 sen tax exempt	16 December 2002	2002

FINANCIAL STATISTICS



SHARE PERFORMANCE CHART



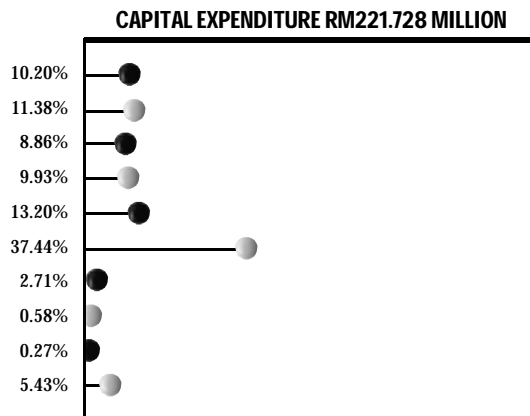
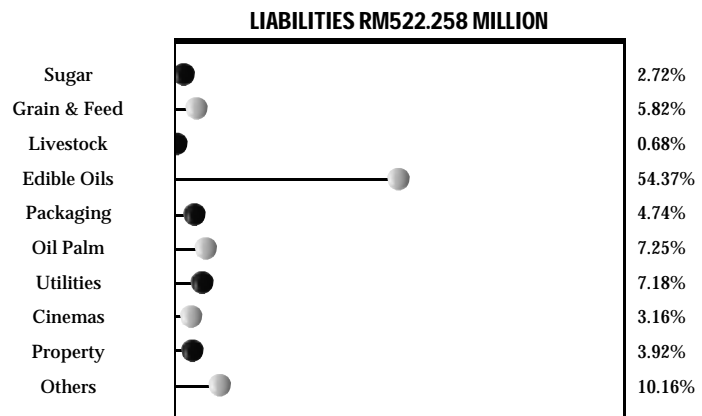
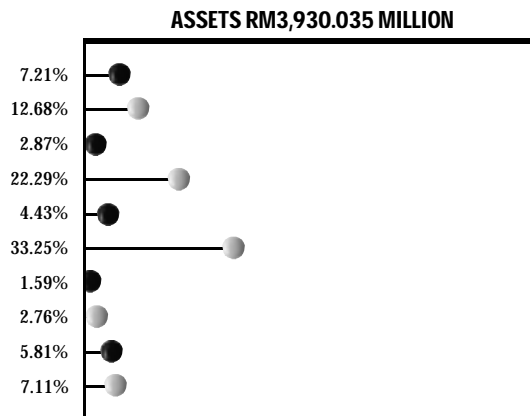
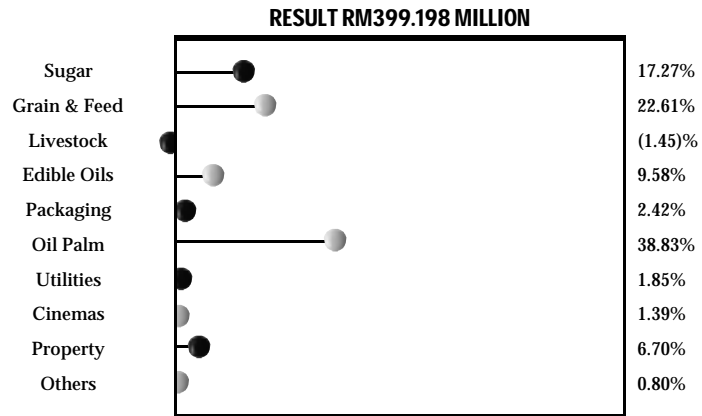
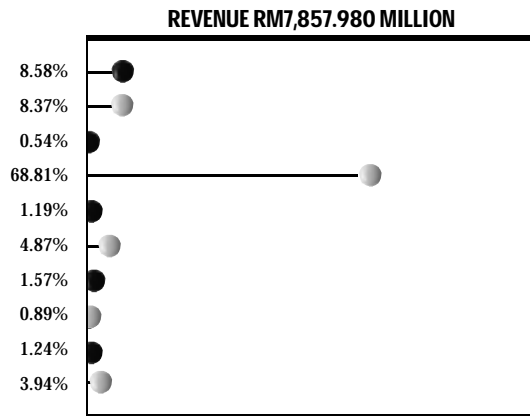
INFORMATION ON KLCI AND PPB'S SHARE PRICE

Year 2002 presented a series of challenges to global markets. Anticipation of a US-led war on Iraq, tensions over North Korea's breach of nuclear non-proliferation agreement with the US and rising crude oil prices dampened market sentiments and investors' confidence in the region's economy.

In line with the uncertainties in global markets, KLSE closed 7% lower on the last trading day of the year at 646.32 points on 31 December 2002 from 696.09 points in the year 2001.

Notwithstanding the weaker performance of KLSE, PPB shares performed well to close at RM3.94 on the last trading day of 2002, an increase of 19% over RM3.32 achieved in 2001 and market capitalization of PPB shares improved to 1.9 billion from 1.6 billion.

SEGMENT ANALYSIS



Note : Percentage of contribution is computed before inter-segmental transactions elimination.

DIRECTORS' RESPONSIBILITY STATEMENT

In preparing the annual financial statements of the Group and of the Company, the Directors are collectively responsible to ensure that these financial statements have been prepared to give a true and fair view of the state of affairs of the Group and

Company at the end of the financial year and of the results and cash flows of the Group and Company for the financial year in accordance with the applicable approved accounting standards in Malaysia, the provisions of the Companies Act 1965 and the Listing Requirements of the Kuala Lumpur Stock Exchange.

In preparing the financial statements for the year ended 31 December 2002 set out on pages 86 to 154 of this Annual Report, the Directors have applied appropriate accounting policies on a consistent basis and made judgements and

R

estimates that are reasonable and prudent.

The Directors have responsibility for ensuring that proper accounting records are kept which disclose with reasonable accuracy, the financial position of the Group and Company and which enable them to ensure that the financial statements comply with the Companies Act, 1965.

The Directors have overall responsibilities for taking such steps as are reasonably open to them to safeguard the assets of the Group and to prevent and detect fraud and other irregularities.

This Statement is made in accordance with a resolution of the Board of Directors dated 28 February 2003.

DIRECTORS' REPORT

The Directors have pleasure in submitting their report together with the audited financial statements of the Group and of the Company for the financial year ended 31 December 2002.

PRINCIPAL ACTIVITIES

The Company is engaged in sugar cane cultivation and investment holding.

The principal activities of the Group are sugar refining, grain and feed milling, edible oils refining and trading, livestock farming, packaging, oil palm cultivation, environmental engineering, waste management and utilities, film exhibition and distribution, property development and shipping.

There have been no significant changes in the nature of these activities during the financial year.

RESULTS

	Group RM'000	Company RM'000
Profit after taxation	392,355	216,154
Profit attributable to minority interests	(141,652)	-
Net profit for the year	250,703	216,154
Unappropriated profit brought forward	1,974,690	893,082
Effect of changes in group structure	(16,271)	-
Transfer from non-distributable reserves	2,429	-
Profit available for appropriation	2,211,551	1,109,236
Dividends	(202,137)	(202,137)
Unappropriated profit carried forward	2,009,414	907,099

DIVIDENDS

The dividends paid by the Company since the end of the previous financial year were as follows :

	RM'000
In respect of the financial year ended 31 December 2001, as disclosed in the Directors' report of that year :	
Final dividend of 10 sen per share comprising 5 sen tax exempt and 5 sen less 28% income tax paid on 23 May 2002	42,194
In respect of the financial year ended 31 December 2002 :	
Interim dividend of 9 sen per share comprising 4 sen tax exempt and 5 sen less 28% income tax paid on 19 September 2002	37,287
Special dividend of 25 sen per share tax exempt paid on 16 December 2002	122,656
	<u>202,137</u>

The Directors recommend the payment of a final dividend of 12.5 sen per share comprising 5 sen tax exempt and 7.5 sen less 28% income tax in respect of the current financial year.

Together with the interim and special dividends already paid, the total dividend payment for the financial year ended 31 December 2002 will be 46.5 sen per share comprising 34 sen tax exempt and 12.5 sen less 28% income tax.

RESERVES AND PROVISIONS

There were no material transfers to and from reserves and provisions during the financial year except as disclosed in the consolidated statement of changes in equity as set out on page 88.

SHARES AND DEBENTURES

There were no changes in the issued and paid-up capital of the Company during the financial year.

The Company did not issue any debentures during the financial year.

DIRECTORS

The Board of Directors since the date of the last report are as follows :-

Ong Ie Cheong	<i>(Executive Chairman)</i>
Datuk Oh Siew Nam	<i>(Deputy Chairman)</i>
Dato' Lim Chee Wah	<i>(Executive Director)</i>
Dato' Abdul Jabid bin Mohd Don	
Dato Sri Liang Kim Bang	
Ang Guan Seng	
Tan Yew Jin	
Koh Mei Lee	<i>(Appointed on 16 May 2002)</i>
<i>(Alternate to Tan Yew Jin)</i>	
Michael Oh Aik Teong	<i>(Appointed on 16 May 2002)</i>
<i>(Alternate to Dato' Abdul Jabid bin Mohd Don)</i>	

In accordance with Article 107 of the Company's Articles of Association, Datuk Oh Siew Nam and Dato Sri Liang Kim Bang retire by rotation at the forthcoming Annual General Meeting and being eligible, offer themselves for re-election.

Dato' Abdul Jabid bin Mohd Don, being over seventy years of age, retires in accordance with Section 129 of the Companies Act 1965 and does not wish to seek re-appointment.

DIRECTORS' INTERESTS IN SHARES

According to the register of Directors' shareholdings, the interests of Directors who held office at the end of the financial year in shares of the Company and its related corporations were as follows:-

Interest in the Company

Name of Director	No. of ordinary shares of RM1 each registered in the name of Directors			
	As at 1.1.02	Bought	Sold	As at 31.12.02
Datuk Oh Siew Nam	57,333	-	-	57,333
Dato' Abdul Jabid bin Mohd Don	13,333	-	-	13,333
Tan Yew Jin	13,333	-	-	13,333
Koh Mei Lee (Alternate to Tan Yew Jin)	-	30,000	-	30,000

No. of ordinary shares of RM1 each in which Directors are deemed to have interest

Name of Director	As at 1.1.02	Bought	Sold	As at 31.12.02
Ong Ie Cheong	4,000	-	-	4,000
Datuk Oh Siew Nam	280,000	-	-	280,000
Ang Guan Seng	20,574,666	-	-	20,574,666
Tan Yew Jin	40,741	-	-	40,741

Interest in Subsidiary Companies

Name of Director	Name of Subsidiary Company	No. of ordinary shares of RM1 each registered in the name of Directors			
		As at 1.1.02	Bought	Sold	As at 31.12.02
Ong Ie Cheong	PPBOP	24,000	-	-	24,000
Datuk Oh Siew Nam	FFM	3,000	-	-	3,000
	PPBOP	20,000	-	-	20,000
Dato' Lim Chee Wah	PPBOP	10,000	-	-	10,000
Dato' Abdul Jabid bin Mohd Don	PPBOP	10,000	-	-	10,000
Dato Sri Liang Kim Bang	PPBOP	10,000	-	-	10,000
Tan Yew Jin	PPBOP	15,000	-	-	15,000

No. of ordinary shares of RM1 each in which Directors are deemed to have interest

Name of Director	Name of Subsidiary Company	As at 1.1.02	Bought	Sold	As at 31.12.02
Datuk Oh Siew Nam	FFM	178,250	-	-	178,250
	PPBOP	36,000	-	-	36,000
Ang Guan Seng	FFM	5,250	-	-	5,250
Tan Yew Jin	FFM	180,625	-	-	180,625
	PPBOP	10,000	-	-	10,000

Name of Director	Option price	Name of Subsidiary Company	No. of ordinary shares of RM1 each in which Directors are deemed to have interest			
			As at 1.1.02	Granted	Exercised	As at 31.12.02
Tan Yew Jin	RM2.99	PPBOP	-	500,000	-	500,000

FFM = FFM Berhad

PPBOP = PPB Oil Palms Berhad

DIRECTORS' INTERESTS IN CONTRACTS, BENEFITS AND EMOLUMENTS

Neither at the end of the financial year nor at any time during the financial year, did there subsist any arrangements to which the Company is a party whereby Directors might acquire benefits by means of the acquisition of shares in, or debentures of the Company or any other body corporate.

Since the end of the previous financial year, no Director of the Company has received or become entitled to receive any benefits (other than a benefit included in the aggregate amount of emoluments received or due and receivable by the Directors shown in the financial statements or the fixed salary of a full-time employee of the Company) by reason of a contract made by the Company or a related corporation with the Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest required to be disclosed by Section 169(8) of the Companies Act 1965 except for Ang Guan Seng and Dato' Abdul Jabid bin Mohd Don who have financial interest in companies which have transactions with our subsidiary companies for the sale and purchase of raw materials and finished products in the normal course of business as disclosed in note 43 to the accounts.

INFORMATION ON THE FINANCIAL STATEMENTS

- (a) Before the Group's and Company's Income Statements and Balance Sheets were prepared, the Directors took reasonable steps :-
 - (i) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts, and have satisfied themselves that all known bad debts had been written off and that adequate allowance had been made for doubtful debts; and
 - (ii) to ensure that any current assets which were unlikely to realise in the ordinary course of business their value as shown in the accounting records of the Group and of the Company had been written down to an amount which they might be expected so to realise.
- (b) At the date of this report, the Directors are not aware of any circumstances which would render :-
 - (i) the amount written off for bad debts or the amount of the allowance for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; or
 - (ii) the values attributed to current assets in the financial statements of the Group and of the Company misleading.
- (c) At the date of this report, the Directors are not aware of any circumstances which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

- (d) At the date of this report, there does not exist :-
- (i) any charge on the assets of the Group and of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or
 - (ii) any contingent liability which has arisen in the Group or in the Company since the end of the financial year.

OTHER STATUTORY INFORMATION

At the date of this report, the Directors are not aware of any circumstances not otherwise dealt with in this report or the financial statements of the Group and of the Company, which would render any amount stated in the respective financial statements misleading.

In the opinion of the Directors :-

- (a) the results of the operations of the Group and of the Company during the financial year have not been substantially affected by any item, transaction or event of a material and unusual nature;
- (b) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group and of the Company for the financial year in which this report is made; and
- (c) no contingent or other liability has become enforceable, or is likely to become enforceable, within the succeeding period of twelve months after the end of the financial year which will or may affect the ability of the Group and of the Company to meet their obligations as and when they fall due.

AUDITORS

Messrs Moores Rowland have indicated their willingness to continue in office.

On behalf of the Board

ONG IE CHEONG
Executive Chairman

Kuala Lumpur
28 February 2003

DATUK OH SIEW NAM
Deputy Chairman

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consolidated income statement

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consolidated balance sheet

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consolidated statement of changes in equity

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consolidated cash flow statement

income statement

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balance sheet

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statement of changes in equity

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cash flow statement

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accounting policies and explanatory notes

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2002

	Note	2002 RM'000	2001 RM'000
Revenue	4	7,857,980	5,629,093
Cost of sales	5	(7,191,558)	(5,097,402)
Gross profit		666,422	531,691
Other operating income		35,154	20,337
Distribution costs		(147,532)	(151,127)
Administrative expenses		(125,708)	(124,548)
Other operating expenses		(42,360)	(41,234)
Profit from operations	6	385,976	235,119
Net profit from investing activities	7	19,592	15,962
Share of profits less losses of associated companies		117,084	84,254
Share of profits less losses of jointly controlled entities		102	8
Finance costs	8	(13,871)	(13,777)
Profit before taxation		508,883	321,566
Taxation - Group	9	(96,486)	(60,271)
- Share of taxation of associated companies	9	(19,997)	(13,013)
- Share of taxation of jointly controlled entities	9	(45)	(20)
Profit after taxation		392,355	248,262
Minority interests		(141,652)	(77,960)
Net profit for the year		250,703	170,302
Basic earnings per share (sen)	10	51.1	34.7
Diluted earnings per share (sen)	10	50.9	34.7
Dividend per share (net of tax)(sen)			
- Interim		7.6	7.2
- Special		25.0	-
- Final		10.4	8.6
		43.0	15.8

Accounting policies and explanatory notes are set out on pages 96 to 154
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CONSOLIDATED BALANCE SHEET

As at 31 December 2002

	Note	2002 RM'000	2001 RM'000
NON-CURRENT ASSETS			
Property, plant and equipment	11	2,449,785	2,375,236
Land held for development	12	14,817	15,153
Intangible asset	13	37,093	39,073
Investment in associated companies	15	687,233	675,320
Investment in jointly controlled entities	16	314	671
Other investments	17	236,655	242,384
CURRENT ASSETS			
Inventories	19	729,666	590,229
Land under development	20	44,890	44,874
Gross amount due from customers	21	5,210	10,455
Trade receivables	22	368,193	369,025
Other receivables, deposits and prepayments	23	86,686	90,857
Amounts due from associated companies	24	228,872	213,789
Amounts due from jointly controlled entities	16	1,009	45,808
Current tax assets		25,384	5,496
Deposits	25	433,696	453,128
Cash and bank balances	26	44,836	39,785
		1,968,442	1,863,446
Less:			
CURRENT LIABILITIES			
Gross amount due to customers	21	7,384	29,602
Trade payables	27	266,600	260,343
Other payables and accruals	28	157,933	143,192
Amounts due to associated companies	24	103,603	61,801
Hire purchase liabilities	29	116	163
Short term borrowings	30	371,006	458,611
Bank overdrafts	31	12,122	10,831
Current tax liabilities		14,830	37,955
		933,594	1,002,498
NET CURRENT ASSETS			
		1,034,848	860,948
		4,460,745	4,208,785
Financed by:			
SHARE CAPITAL	32	490,623	490,623
SHARE PREMIUM		21,128	21,140
NON-DISTRIBUTABLE RESERVES	33	305,688	289,075
UNAPPROPRIATED PROFIT		2,009,414	1,974,690
SHAREHOLDERS' EQUITY			
		2,826,853	2,775,528
MINORITY INTEREST			
		1,480,654	1,331,655
NON-CURRENT AND DEFERRED LIABILITIES			
Long term bank loans	34	78,055	32,751
Hire purchase liabilities	29	93	73
Deferred income	35	11,187	11,721
Deferred tax liabilities	36	63,903	57,057
		153,238	101,602
		4,460,745	4,208,785

Accounting policies and explanatory notes are set out on pages 96 to 154

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2002

Note	Share Capital RM'000	Share Premium RM'000	Non-distributable				Unappropriated Profit RM'000	Total RM'000
			Revaluation Reserve RM'000	Exchange Translation Reserve RM'000	Capital Reserve RM'000	Sub-total RM'000		
At 1 January 2001	367,967	143,908	150,090	25,479	120,382	295,951	1,819,149	2,626,975
Effect of changes in group structure	37	-	-	(388)	-	122	(266)	4,381
Translation differences for the year		-	-	(3,800)	-	(3,800)	-	(3,800)
Fair value adjustment following increase in the percentage of share holding in a subsidiary company		-	-	4,674	-	-	4,674	-
Share of reserves of associated companies		-	-	99	3,646	(2,289)	1,456	-
Realised upon liquidation of a subsidiary company		-	-	-	(1,588)	-	(1,588)	-
Net gains/(losses) not recognised in the income statement		-	-	4,385	(1,742)	(2,167)	476	4,381
Net profit for the year		-	-	-	-	-	170,302	170,302
Transfer of reserves		-	-	(12,076)	-	4,724	(7,352)	7,352
Dividend	38	-	-	-	-	-	(26,494)	(26,494)
Bonus issue of 1 for 3		122,656	(122,656)	-	-	-	-	-
Bonus issue expenses		-	(112)	-	-	-	-	(112)
At 31 December 2001	490,623	21,140	142,399	23,737	122,939	289,075	1,974,690	2,775,528
Effect of changes in group structure	37	-	-	(5,702)	53	12,502	6,853	(16,271)
Translation differences for the year		-	-	-	14,398	-	14,398	-
Share of reserves of associated companies		-	-	-	(6,191)	3,982	(2,209)	-
Net (losses)/gains not recognised in the income statement		-	-	(5,702)	8,260	16,484	19,042	(16,271)
Net profit for the year		-	-	-	-	-	250,703	250,703
Transfer of reserves		-	-	(3,397)	-	968	(2,429)	2,429
Dividends	38	-	-	-	-	-	(202,137)	(202,137)
Bonus issue expenses		-	(12)	-	-	-	-	(12)
At 31 December 2002	490,623	21,128	133,300	31,997	140,391	305,688	2,009,414	2,826,853

Accounting policies and explanatory notes are set out on pages 96 to 154
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CONSOLIDATED CASH FLOW STATEMENT
For the year ended 31 December 2002

	2002 RM'000	2001 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	508,883	321,566
Adjustments for non-cash items :		
Depreciation	136,833	118,199
Property, plant and equipment written off	3,005	1,213
Impairment in value of property, plant and equipment	1,963	-
Profit on disposal of property, plant and equipment	(12,369)	(2,528)
Loss on disposal of subsidiary companies	-	1,067
Loss/(Profit) on disposal of associated companies	2,742	(561)
Loss on disposal of other investments	-	2,002
Surplus arising from liquidation of subsidiary companies	(179)	(7,174)
Deficit arising from liquidation of an associated company	26	4,099
Diminution in value of other investments	5,860	5,154
Allowance for doubtful debts no longer required	(850)	(3,014)
Bad and doubtful debts	2,067	1,999
Allowance for doubtful debts in an associated company	1,800	-
Advances to an associated company written off	-	514
Share of profits less losses of associated companies	(117,084)	(84,254)
Share of profits less losses of jointly controlled entities	(102)	(8)
Inventories written off	218	202
Unrealised foreign exchange (gain)/loss	(8,081)	3,251
Realised foreign exchange gain on capital repayment from an associated company	(111)	-
Goodwill on acquisition of subsidiary companies amortised and written off	1,985	3,284
Discount on acquisition of subsidiary companies amortised and written off	(534)	(2,779)
Interest expense	13,871	13,777
Dividend income	(5,581)	(4,385)
Interest income	(13,334)	(14,036)
Rental income	(18,116)	(15,331)
Operating profit before working capital changes	502,912	342,257
Adjustments for working capital changes :		
Land and development expenditure	2,403	(4,253)
Inventories	(139,579)	(52,547)
Gross amounts due from/to customers	(16,973)	58
Receivables	44,035	(15,763)
Payables	56,557	85,183
Cash generated from operations	449,355	354,935
Rental received	15,680	13,326
Tax paid	(132,523)	(58,118)
Net cash generated from operating activities	332,512	310,143

CASH FLOWS FROM INVESTING ACTIVITIES	Note	2002 RM'000	2001 RM'000
Acquisition of shares in new subsidiary companies	39	*	2
Acquisition of additional equity interest in existing subsidiary companies		-	(13,169)
Net cash outflow from disposal of subsidiary companies	40	-	(1,795)
Capital repayment from liquidation of subsidiary companies		179	-
Proceeds from partial disposal of subsidiary companies		-	1,359
Investment in associated companies		(5,740)	(2,250)
Proceeds from disposal of associated companies		59,398	3
(Payment to)/Capital repayment from liquidation of an associated company		(26)	15,974
Capital repayment from an associated company		12,141	-
(Advances to)/Repayment from associated companies		(3,620)	2,437
Advances to jointly controlled entities		-	(6,212)
Return from dissolution of jointly controlled entities		459	-
Purchase of other investments		(131)	(9,974)
Proceeds from disposal of other investments		-	19,094
Purchase of property, plant and equipment	41	(209,522)	(270,486)
Deposits paid for purchase of property, plant and equipment		(10,665)	-
Proceeds from disposal of property, plant and equipment		23,465	9,528
Dividends received from associated companies		32,070	42,965
Dividends received from other investments		5,412	4,044
Interest received		13,277	14,036
Rental received		2,436	2,005
Net cash used in investing activities		(80,867)	(192,439)
CASH FLOWS FROM FINANCING ACTIVITIES			
Shares issued to minority shareholders of subsidiary companies		44,593	4,945
Revolving credits, bankers' acceptance and export credit refinancing		(59,390)	(52,650)
Bank term loans received		18,668	40,680
Repayment of bank term loans		(1,653)	(1,421)
Payment of hire purchase liabilities		(189)	(377)
Payment of share issue expenses		(12)	(112)
Repayment to associated companies		(7)	(16)
Interest paid		(14,502)	(21,638)
Dividends paid to shareholders of the Company		(202,137)	(52,988)
Dividends paid to minority shareholders of subsidiary companies		(55,598)	(16,929)
Net cash used in financing activities		(270,227)	(100,506)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(18,582)	17,198
CASH AND CASH EQUIVALENTS BROUGHT FORWARD		482,082	465,853
EFFECT OF EXCHANGE RATE CHANGES		2,910	(969)
CASH AND CASH EQUIVALENTS CARRIED FORWARD		466,410	482,082
Represented by :			
Cash and bank balances		44,836	39,785
Deposits		433,696	453,128
Bank overdrafts		(12,122)	(10,831)
		466,410	482,082

* represents RM2

Accounting policies and explanatory notes are set out on pages 96 to 154
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INCOME STATEMENT

For the year ended 31 December 2002

	Note	2002 RM'000	2001 RM'000
Revenue	4	26,196	26,670
Cost of sales	5	(18,728)	(19,954)
Gross profit		7,468	6,716
Other operating income		1,614	1,499
Administrative expenses		(10,555)	(10,396)
Other operating expenses		(86)	(96)
Loss from operations	6	(1,559)	(2,277)
Net profit from investing activities	7	255,124	173,906
Finance costs	8	(187)	(5,431)
Profit before taxation		253,378	166,198
Taxation	9	(37,224)	(26,289)
Net profit for the year		216,154	139,909
Dividend per share (net of tax) (sen)			
- Interim		7.6	7.2
- Special		25.0	-
- Final		10.4	8.6
		43.0	15.8

Accounting policies and explanatory notes are set out on pages 96 to 154
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BALANCE SHEET
As at 31 December 2002

		2002 RM'000	2001 RM'000
NON-CURRENT ASSETS	Note		
Property, plant and equipment	11	48,077	49,438
Investment in subsidiary companies	14	1,007,544	1,008,116
Investment in associated companies	15	64,558	114,738
Other investments	17	140,644	140,705
Amounts due from subsidiary companies	18	79,443	99,892
CURRENT ASSETS			
Inventories	19	10,536	10,167
Other receivables, deposits and prepayments	23	7,038	6,003
Amounts due from subsidiary companies	18	10,497	69,704
Amounts due from associated companies	24	8,168	3,951
Current tax assets		6,986	7,211
Deposits	25	45,715	2,420
Cash and bank balances	26	628	579
		89,568	100,035
Less:			
CURRENT LIABILITIES			
Trade payables	27	758	1,064
Other payables and accruals	28	1,534	2,114
Amounts due to subsidiary companies	18	8,652	82,277
Amounts due to associated companies	24	40	35
Short term borrowings	30	-	22,000
Bank overdrafts	31	-	589
		10,984	108,079
NET CURRENT ASSETS/(LIABILITIES)		78,584	(8,044)
		1,418,850	1,404,845
Financed by:			
SHARE CAPITAL	32	490,623	490,623
SHARE PREMIUM		21,128	21,140
UNAPPROPRIATED PROFIT		907,099	893,082
		1,418,850	1,404,845

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STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2002

	Note	Share Capital RM'000	Share Premium RM'000	Unappropriated Profit RM'000	Total RM'000
At 1 January 2001		367,967	143,908	779,667	1,291,542
Net profit for the year		-	-	139,909	139,909
Dividend	38	-	-	(26,494)	(26,494)
Bonus issue of 1 for 3		122,656	(122,656)	-	-
Bonus issue expenses		-	(112)	-	(112)
At 31 December 2001		<u>490,623</u>	<u>21,140</u>	<u>893,082</u>	<u>1,404,845</u>
Net profit for the year		-	-	216,154	216,154
Dividends	38	-	-	(202,137)	(202,137)
Bonus issue expenses		-	(12)	-	(12)
At 31 December 2002		<u>490,623</u>	<u>21,128</u>	<u>907,099</u>	<u>1,418,850</u>

Accounting policies and explanatory notes are set out on pages 96 to 154
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CASH FLOW STATEMENT
For the year ended 31 December 2002

	2002	2001
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	253,378	166,198
Adjustments for non-cash items :		
Depreciation	1,985	2,066
Property, plant and equipment written off	55	21
Profit on disposal of property, plant and equipment	(1,120)	(50)
Loss on disposal of subsidiary companies	-	107
Profit on disposal of associated companies	(9,118)	-
Deficit/(Surplus) arising from liquidation of an associated company	12	(2,957)
Impairment in value of investment in a subsidiary company	4,422	-
Advances to a subsidiary company written off	217	3,299
Diminution in value of other investments	61	-
Interest expense	187	5,431
Dividend income	(246,762)	(170,748)
Interest income	(2,396)	(3,102)
Rental income	(562)	(505)
Operating profit/(loss) before working capital changes	359	(240)
Adjustments for working capital changes :		
Inventories	(369)	1,386
Receivables	(976)	10,078
Payables	(886)	(1,443)
Cash (used in)/generated from operations	(1,872)	9,781
Tax paid	(574)	(13,080)
Net cash used in operating activities	(2,446)	(3,299)

		2002	2001
	Note	RM'000	RM'000
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of shares in existing subsidiary companies		(3,850)	(5,775)
Proceeds from disposal of subsidiary companies		-	13,618
(Payments to)/Capital repayment from of an associated company liquidated in prior year		(12)	7,986
Acquisition of a new associated company		(100)	-
Proceeds from disposal of associated companies		59,398	-
Purchase of property, plant and equipment	41	(2,524)	(1,273)
Proceeds from disposal of property, plant and equipment		2,965	51
Repayment from/(Advances to) subsidiary companies		24,208	(23,998)
(Advances to)/Repayment from associated companies		(4,217)	1,393
Dividends received		265,568	150,264
Interest received		2,337	3,102
Rental received		562	505
Net cash generated from investing activities		344,335	145,873
CASH FLOWS FROM FINANCING ACTIVITIES			
Bonus issue expenses		(12)	(112)
Revolving credits		(22,000)	(67,055)
Interest paid		(187)	(5,431)
Repayment to subsidiary companies		(73,625)	(13,984)
Advances from/(Repayment to) associated companies		5	(17)
Dividends paid		(202,137)	(52,988)
Net cash used in financing activities		(297,956)	(139,587)
NET INCREASE IN CASH AND CASH EQUIVALENTS		43,933	2,987
CASH AND CASH EQUIVALENTS BROUGHT FORWARD		2,410	(577)
CASH AND CASH EQUIVALENTS CARRIED FORWARD		46,343	2,410
Represented by :			
Cash and bank balances		628	579
Deposits		45,715	2,420
Bank overdrafts		-	(589)
		46,343	2,410

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ACCOUNTING POLICIES AND EXPLANATORY NOTES

For the year ended 31 December 2002

1. GENERAL

The Company is a public listed company limited by way of shares incorporated in Malaysia under the Companies Act, 1965. The Company is domiciled in Malaysia.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial statements are prepared under the historical cost convention unless otherwise indicated in the accounting policies set out below.

The financial statements comply with applicable approved accounting standards issued by the Malaysian Accounting Standards Board and with the provisions of the Companies Act, 1965.

(b) Subsidiary companies

A subsidiary company is a company controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of a company so as to obtain benefits from its activities.

The Company's interests in subsidiary companies are stated at cost less impairment losses. Impairment losses are charged to the income statement.

On disposal, the difference between the net disposal proceeds and the carrying amount of the subsidiary company disposed of is taken to the income statement.

(c) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and of all its subsidiary companies (other than those in the process of liquidation) made up to the end of the financial year. All inter-company transactions are eliminated on consolidation and the consolidated financial statements reflect external transactions only. All subsidiary companies are consolidated on the acquisition method of accounting.

Under the acquisition method of accounting, the results of subsidiary companies acquired or disposed of during the financial year are included from the date of acquisition or up to the date of disposal. At the date of acquisition, the fair values of the subsidiary companies' net assets are determined and these values are reflected in the consolidated financial statements.

The difference, if any, between the acquisition cost and these fair values is reflected as goodwill or discount on acquisition as appropriate. However, if the amounts involved are immaterial, goodwill or discount on acquisition is taken to the income statement as and when they arise.

Where goodwill is considered to be capable of generating future economic benefits, it is capitalised in the financial statements and amortised on a straight line basis over its estimated useful life or 25 years, whichever is shorter; otherwise it is written off in the income statement in the year of acquisition.

Discount on acquisition is retained in the balance sheet and credited to the income statement over a suitable period decided in relation to the particular circumstances which gave rise to it.

Minority interest represents the interests of outside members in the operating results and net assets of subsidiary companies.

(d) Associated companies

The Group treats as associated companies those companies in which the Group holds a long term equity interest, has representation on the board of directors and is in a position to exercise significant influence over financial and operating policies.

Investments in associated companies are stated at cost less impairment losses. Impairment losses are charged to the income statement.

On disposal, the difference between net disposal proceeds and the carrying amount of the associated company disposed of is taken to the income statement.

Investments in associated companies are accounted for in the consolidated financial statements by the equity method of accounting. The equity method of accounting involves recognising in the consolidated financial statements the Group's share of the results of associated companies for the financial year. The Group's investments in associated companies are carried in the consolidated balance sheet at an amount that reflects its share of the net assets of the associated companies and includes premium or discount on acquisition.

Equity accounting is discontinued when the carrying amount of the investment in an associated company diminishes by virtue of losses to zero, unless the Group has incurred or guaranteed obligations in respect of the associated company.

Unrealised gains on transactions between the Group and its associated companies are eliminated to the extent of the Group's interest in the associated companies. Unrealised losses are also eliminated unless the transaction provides evidence of impairment of the asset transferred. Where necessary, in applying the equity method, adjustments are made to the financial statements of associated companies to ensure consistency with accounting policies of the Group.

The results and reserves of associated companies are accounted for in the consolidated financial statements based on audited and/or unaudited management accounts made up to the end of the financial year.

(e) Jointly controlled entities

Jointly controlled entities are corporations, partnerships or other entities in which there is a contractual agreement whereby the Group and other parties have joint control over the economic entities.

The Group's interest in jointly controlled entities are accounted for in the consolidated financial statements by the equity method of accounting.

Unrealised gains on transactions between the Group and jointly controlled entities are eliminated to the extent of the Group's interest in the jointly controlled entities. Unrealised losses are also eliminated unless the transaction provides evidence of impairment of the asset transferred. Where necessary, in applying the equity method, adjustments are made to the financial statements of jointly controlled entities to ensure consistency with accounting policies of the Group.

(f) Other investments

Other investments comprise quoted and unquoted equity shares stated at cost. An allowance for diminution in value is made if the directors are of the opinion that there is a decline in the value of such investment which is other than temporary. The allowance for diminution in value is charged to the income statement.

On disposal, the difference between the net disposal proceeds and the carrying amount of the investment disposed of is taken to the income statement.

(g) Property, plant and equipment

(i) *Measurement basis*

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any.

Property, plant and equipment retired from active use and held for disposal are stated at the lower of net book value and net realisable value.

(ii) *Depreciation*

Freehold land and capital work-in-progress are not depreciated while leasehold land and buildings are amortised on the straight line basis over the remaining period of the lease.

In respect of oil palm and fruit plantations, new planting expenditure incurred on land clearing and upkeep of trees up to maturity is capitalised under land cost and not depreciated, as the economic useful lives of planted areas are maintained through replanting programmes. Replanting expenditure is charged to the income statement when incurred.

Depreciation of the vessel owned by the Group is calculated on a straight line basis to write off its cost net of estimated residual values over its expected useful life of 240 months. Cost includes the cost of any major enhancements and improvements which increase the future benefits from the vessel beyond its previously assessed standard of performance. The cost of routine replacements and repairs is written off in the income statement as and when they are incurred.

Depreciation is calculated to write off the cost of other property, plant and equipment on a straight line basis over their estimated useful lives.

The principal annual rates used for this purpose are:

Buildings and civil works	2% - 5% or the lease period if shorter
Plant and machinery	5% - 10%
Motor vehicles	20% - 25%
Furniture, fittings, office and other equipment	10% - 20%

(h) Leases

Leases in which the Group assumes substantially all the risks and rewards of ownership are classified as finance leases. Property, plant and equipment acquired by way of finance leases are stated at amounts equal to the lower of their fair values and the present value of minimum lease payments at the inception of the leases, less accumulated depreciation and any impairment losses.

In calculating the present value of the minimum lease payments, the discount rate is the interest rate implicit in the lease, if this is practicable to determine; if not, the Group's incremental borrowing rate is used.

All other leases are treated as operating leases. Operating lease rentals are charged to the income statement on a straight line basis over the period of the lease.

(i) Development properties

Development properties are classified under two categories i.e. land held for development and land under development.

Land held for development are defined as land on which development is not expected to be completed within the normal operating cycle. Usually, no significant development work would have been undertaken on these land. Accordingly, land held for development are classified as non-current assets on the balance sheet and are stated at cost plus incidental expenditure incurred to put the land in a condition ready for development.

Land under development are defined as land on which development has commenced and is expected to be completed within the normal operating cycle and these are classified as current assets.

Where the outcome of a development can be reasonably estimated, revenue is recognised on the percentage of completion method. The stage of completion is determined by the proportion that costs incurred to date bear to estimated total costs. In applying this method of determining stage of completion, only those costs that reflect actual development work performed are included as costs.

Where the outcome of a development cannot be reasonably estimated, no development profit is recognised.

When it is probable that total costs will exceed revenue, the foreseeable loss is immediately recognised in the income statement irrespective of whether development work has commenced or not, or of the stage of completion of development activity, or of the amounts of profits expected to arise on other unrelated development projects.

On the balance sheet, land under development are stated at cost plus attributable development profits recognised under the percentage of completion method less recognised foreseeable losses and progress billings.

(j) Engineering contracts

The Group's engineering contracts comprise substantially of fixed price contracts and where their outcome can be reasonably estimated, revenue is recognised on the percentage of completion method. The stage of completion is determined by the proportion that costs incurred to date bear to estimated total costs, and for this purpose, only those costs that reflect actual contract work performed are included as costs incurred.

Where the outcome of an engineering contract cannot be reasonably estimated, revenue is recognised only to the extent of contract costs incurred that are expected to be recoverable. At the same time, all contract costs incurred are recognised as an expense in the period in which they are incurred.

Costs that relate directly to a contract and which are incurred in securing the contract are also included as part of contract costs if they can be separately identified and measured reliably and it is probable that the contract will be obtained.

When it is probable that total costs will exceed total revenue, the foreseeable loss is immediately recognised in the income statement irrespective of whether contract work has commenced or not, or of the stage of completion of contract activity, or of the amounts of profits expected to arise on other unrelated contracts.

On the balance sheet, contracts in progress are reflected either as gross amounts due from or due to customers, where a gross amount due from customers is the surplus of (i) costs incurred plus profits recognised under the percentage of completion method over (ii) recognised foreseeable losses plus progress billings. A gross amount due to customers is the surplus of (ii) over (i).

(k) Inventories

Inventories are stated at the lower of cost and net realisable value. Except in the case of livestock, cost is determined on either the first-in-first-out basis or the weighted average basis, depending on the nature of the inventories. Cost comprises the landed cost of goods purchased, and in the case of work-in-progress and finished goods, includes an appropriate proportion of factory overheads.

Livestock comprises broilers, pullets and layers parent stock and hatchable eggs. Livestock is valued at the lower of amortised cost and net realisable value. Cost includes the cost of the parent stock plus all attributable costs including overheads incurred in nursing the parent stock to the point of lay, and such cost is then amortised over its estimated economic life. Net realisable value is defined as the aggregate income expected to be generated from total day old chicks and eggs to be produced and proceeds from the disposal of the ex-broiler parent stock less expenses expected to be incurred to maintain the parent stock up to its disposal.

(l) Receivables

Receivables are stated at cost less allowance for doubtful debts.

Known bad debts are written off and allowance is made for any receivables considered to be doubtful of collection.

(m) Impairment of assets

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are charged to the income statement.

Property, plant and equipment, land held for development, intangible assets, investment in subsidiary companies, associated companies and joint controlled entities are assessed at each balance sheet date to determine whether there is any indication of impairment. If such an indication exists, the asset's recoverable amount is estimated. The recoverable amount is the higher of an asset's estimated net selling price and its discounted future cash flows expected to be generated from the use of asset. Recoverable amounts are estimated for individual assets or, if it is not possible, for the cash-generating unit to which the asset belongs.

Any reversal of an impairment loss as a result of subsequent increase in recoverable amount should not exceed the carrying amount that would have been determined (net of amortisation or depreciation, if applicable) had no impairment loss been previously recognised for the asset.

(n) Payables

Payables are stated at cost.

(o) Share capital

Ordinary shares are recorded at the nominal value and proceeds in excess of the nominal value of shares issued, if any, are accounted for as share premium. Both ordinary shares and share premium are classified as equity. Cost incurred directly attributable to the issuance of the shares are accounted for as a deduction from share premium, otherwise it is charged to the income statement.

Dividends to shareholders are recognised in equity in the period in which they are declared.

(p) Income recognition

(i) Revenue from sale of goods is measured at the fair value of the consideration receivable and is recognised in the income statement when the significant risks and rewards of ownership have been transferred to the buyer.

(ii) Revenue from engineering contracts and the sale of development properties is recognised on the percentage of completion method, where the outcome of the contract can be reliably estimated.

Revenue from engineering contracts represents the proportionate contract value on engineering contracts attributable to the percentage of contract work performed during the financial year.

Revenue from the sale of development properties represents the proportionate sales value of development properties sold attributable to the percentage of development work performed during the financial year.

- (iii) Revenue from box office collections, filmlet income, sale of movie rights and film rental is recognised upon the exhibition of the movie or filmlet.
- (iv) Dividend income is recognised when the right to receive payment is established.
- (v) Interest income is recognised on a time proportion basis.
- (vi) Rental income is recognised on a straight line basis over the specific tenure of the respective leases.
- (vii) Net voyage income is recognised over the period of the voyage on a pro-rata basis.

(q) **Borrowing costs**

Borrowing costs incurred on assets under development that take a substantial period of time for completion are capitalised into the carrying value of the assets. Capitalisation of borrowing costs ceases when that assets are completed or during extended periods when active development is interrupted.

All other borrowing costs are charged to the income statement in the period which they are incurred. The interest component of hire purchase payments is charged to the income statement over the hire purchase period so as to give a constant periodic rate of interest on the remaining hire purchase liabilities.

(r) **Foreign currencies**

(i) *Transactions in foreign currencies*

Transactions in foreign currencies are translated to Ringgit Malaysia at rates of exchange ruling at the date of transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated to Ringgit Malaysia at the foreign exchange rates ruling at that date or the foreign currency forward contract rates when there are related or matching forward contracts. Foreign exchange differences arising on translation are recognised in the income statement. Non-monetary assets and liabilities which are carried in terms of historical costs denominated in foreign currencies are translated to Ringgit Malaysia at the foreign exchange rates ruling at the date of the transaction.

(ii) *Translation of foreign currency financial statements*

All of the Group's foreign subsidiary companies fall within the classification of foreign entities under MASB Standard 6 – *The Effect of Changes in Foreign Exchange Rates*.

For consolidation purposes, all assets and liabilities, including goodwill and fair values adjustments of foreign subsidiary companies are translated at the exchange rates ruling at the balance sheet date. Income and expense items are translated at exchange rates approximating those ruling on transaction dates. All exchange differences arising from the translation of the financial statements of foreign subsidiary companies are dealt with through the exchange translation reserve account.

(iii) Closing rates used

The closing rates used in translation were as follows:

		2002	2001
		RM	RM
One Australian Dollar	("AUD")	2.17	N/A
One United States Dollar	("USD")	3.80	3.80
One Sterling Pound	("GBP")	6.09	5.57
One Singapore Dollar	("SGD")	2.19	2.05
One Euro	("EUR")	4.02	3.40
One Swiss Franc	("CHF")	2.77	N/A
100 Indian Rupee	("INR")	8.09	N/A
100 Indonesian Rupiah	("IDR")	0.04	0.04
100 Hong Kong Dollars	("HKD")	48.73	48.74
100 Japanese Yen	("JPY")	3.20	2.92
1,000 Vietnamese Dong	("VND")	0.25	0.25

N/A – Not applicable

(s) Taxation

The tax expense in the income statement represents taxation at current tax rates based on the results for the financial year adjusted for items which are non-assessable or non-deductible.

Deferred taxation is provided on the liability method for taxation deferred in respect of all material timing differences except where it is thought reasonably probable that the tax effects of such deferrals will continue in the foreseeable future. Deferred tax benefits are only recognised where there is a reasonable expectation of realisation in the near future.

(t) Cash equivalents

Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value. For the purpose of the cash flow statement, cash and cash equivalents are presented net of bank overdrafts.

(u) Rounding of amounts

Unless otherwise indicated, the amounts in these financial statements have been rounded to the nearest thousand. The currency used is Ringgit Malaysia ("RM").

(v) Financial instruments

A financial instrument is any contract that gives rise to both a financial asset of one enterprise and a financial liability or equity instrument of another enterprise.

(i) *Financial instruments recognised in the balance sheet*

The Group's financial instruments which are recognised in the balance sheet comprise cash and cash equivalents, other investments, receivables and payables. These financial instruments are recognised when a contractual relationship has been established. The accounting policies and methods adopted, including the basis of measurement applied are disclosed above, where relevant. The information about the extent and nature of these recognised financial instruments, including significant terms and conditions that may affect the amount, timing and certainty of future cash flows are disclosed in the respective notes below, where applicable.

(ii) *Financial instruments not recognised in the balance sheet*

The Group's financial instruments which are not recognised in the balance sheet comprise derivatives (primarily foreign currency forward contracts and commodities futures). These derivative financial instruments are not recorded as an asset or a liability. The objective of entering into these derivatives is to protect the Group against unfavourable exchange rate and commodity price movements. Gains or losses from changes in the fair value of forward contracts offset the corresponding losses or gains on the receivables and payables covered by the forward contracts.

(w) **Disclosure of fair value**

Cash and cash equivalents, trade and other receivables, trade and other payables, short term investments and borrowings.

The carrying amounts approximate fair values because of the short maturity of those instruments.

Long term investments

The fair value of quoted investments is estimated based on quoted market prices. For unquoted investments, a reasonable estimate of fair value is not practiced as it would involve incurring excessive costs. Therefore, such investments are valued at cost subject to review for diminution in value.

Long term borrowings and debts

The carrying amounts of the Group's long term floating-rate borrowings approximate fair value. The fair value of the Group's long term fixed-rate borrowings and debts is estimated using discounted cash flow analyses, based on current market interest rates available to the Group for similar types of lending and borrowing arrangements.

Foreign currency contracts and commodities future contracts

The fair value of foreign currency contracts and commodities future contracts is estimated based on quotes obtained from brokers.

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group's activities expose it to a variety of financial risks, including foreign currency exchange risk, interest rate risk, market risk, credit risk, liquidity and cash flow risk. The Group's overall financial risk management objective is to minimise potential adverse effects on the financial performance of the Group.

Financial risk management is carried out through risk reviews, internal control systems, insurance programme and adherence to financial risk management policies. The Group enters into derivative instruments, principally foreign currency forward contracts, to hedge its exposure to financial risks. The Group's management reviews and agrees on policies for managing each of the financial risks and they are summarised below.

The Group does not trade in derivative instruments.

Foreign currency exchange risk

The Group is exposed to currency risk as a result of foreign currency transactions entered into by subsidiaries in currencies other than their functional currency. These companies enter into forward foreign currency contracts to limit their exposure on foreign currency receivables and payables, and on cash flows generated from anticipated transactions denominated in foreign currencies.

The Group's operations in Indonesia are funded with USD bank loans. Whilst benefiting from the lower USD interest cost, these operations are exposed to currency risks. The Group constantly monitors the exchange rate movements and whenever feasible, will utilise derivative instruments to hedge the revenue and expenditure in Rupiah against the scheduled USD loan draw downs and repayments.

Interest rate risk

The Group is exposed to interest rate risk which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates.

The Group's income and operating cash flows are substantially independent of changes in market interest rates. Exposure to changes in interest rate risk relates primarily to the Group's fixed deposits and bank borrowings.

Financial Assets

Fixed deposits generate interest income based on prevailing market rates. The Group manages its interest rate risk by placing such deposits on short tenures of less than one year.

Financial Liabilities

The Group minimises its interest rate risk by borrowing as far as possible at a floating rate which varies according to changes in market interest rates. This has enable the Group to take advantage of cheaper funding during the current low interest rate environment.

Market risk

The Group's exposure to market risk arises mainly from fluctuation in the prices of key raw materials. The Group manages this risk by using commodity futures contracts and fixed price contracts, where relevant, to hedge its exposure.

The Group is also exposed to market risks arising from changes in the market prices of its quoted investments. The Group does not use derivative instruments to manage this risk as the Group's quoted investments are mainly held as long-term investments.

Credit risk

Credit risk arises from the possibility that a counter party may be unable to meet the terms of a contract in which the Group has a gain position.

The Group's management has a credit policy in place to ensure that transactions are conducted with creditworthy counter parties.

The Group's credit risk is primarily attributable to the trade receivables arising from the sale of goods and the futures contracts entered into by a subsidiary company's clients.

Exposure to credit risk arising from sales made on deferred credit terms is managed through the application of credit approvals, credit limits and monitoring procedures on an ongoing basis. If necessary, the Group may obtain collaterals from counter-parties as a means of mitigating losses in the event of default.

As a futures broker, the subsidiary company could be held responsible for the default or misconduct of its clients. Other than the requirements for the clients to maintain margin deposits with Malaysian Derivatives Clearing House Bhd, the subsidiary company mitigates the default risk by retaining an appropriate level of client's assets and acting as futures broker only for subsidiary companies and associated companies of the Company.

The Group seeks to invest its surplus cash safely by depositing them with licensed financial institutions or advancing them to associated companies.

Liquidity and cash flow risk

The Group seeks to ensure all business units maintain optimum levels of liquidity at all times, sufficient for their operating, investing and financing activities.

Therefore, the policy seeks to ensure that each business unit, through efficient working capital management (i.e. inventory, accounts receivable and accounts payable management), must be able to convert its current assets into cash to meet all demands for payment as and when they fall due.

Owing to the nature of its businesses, the Group seeks to maintain sufficient credit lines available to meet its liquidity requirement while ensuring an effective working capital management within the Group.

4. REVENUE

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Sales of agricultural produce, food-based products and other goods	7,560,424	5,409,134	26,196	26,670
Contract revenue	114,472	111,612	-	-
Sale of development properties	86,713	23,400	-	-
Collection from cinema operations	74,129	56,897	-	-
Rental from leasing of properties	15,032	13,326	-	-
Waste management and other services rendered	7,210	14,724	-	-
	7,857,980	5,629,093	26,196	26,670

5. COST OF SALES

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Cost of goods sold	6,952,066	4,906,125	18,728	19,954
Contract cost recognised as expense	96,877	97,932	-	-
Cost of properties sold	63,010	17,403	-	-
Cost of cinema operations	65,720	57,084	-	-
Cost of leasing of properties	10,377	9,916	-	-
Cost of waste management and other services rendered	3,508	8,942	-	-
	7,191,558	5,097,402	18,728	19,954

6. PROFIT/(LOSS) FROM OPERATIONS

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Profit/(Loss) from operations is stated after charging :				
Auditors' remuneration				
- current year	967	933	41	41
- underprovision in prior year	18	47	-	4
Bad and doubtful debts	2,067	1,999	-	-
Depreciation	136,833	118,199	1,985	2,066
Directors' remuneration				
- Company directors:				
- fees				
- current year	250	260	147	147
- under provision in prior year	6	-	6	-
- other emoluments	6,625	6,092	2,385	2,375

6. PROFIT/(LOSS) FROM OPERATIONS (continued)

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
- Subsidiary companies' directors:				
- fees				
- current year	665	539	-	-
- under/(over) provision in prior year	38	(2)	-	-
- other emoluments	10,495	9,460	-	-
Foreign exchange loss				
- realised	417	532	4	12
- unrealised	856	3,894	-	-
Goodwill on acquisition of subsidiary companies amortised (see note 13)	1,985	1,616	-	-
Inventories written off	218	202	-	-
Loss on disposal of property, plant and equipment	671	72	-	-
Operating lease rentals	224	769	-	-
Property, plant and equipment written off	3,005	1,213	55	21
Rental of premises	11,544	12,391	303	329
and crediting:				
Profit on disposal of property, plant and equipment	2,587	2,600	122	50
Allowance for doubtful debts no longer required	850	3,014	-	-
Foreign exchange gain				
- realised	5,010	720	-	-
- unrealised	8,937	643	-	-
Discount on acquisition of subsidiary companies amortised (see note 35)	534	474	-	-

Directors' remuneration does not include the estimated monetary value of benefits-in-kind as follows :

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Company's directors	140	98	49	12
Subsidiaries' directors	225	329	-	-

7. NET PROFIT FROM INVESTING ACTIVITIES

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Gross dividends from subsidiary companies				
- quoted in Malaysia	-	-	64,405	26,837
- unquoted	-	-	174,800	133,205
Gross dividends from unquoted associated companies	-	-	5,556	8,481
Gross dividends from other investments				
- quoted in Malaysia	736	772	254	482
- quoted outside Malaysia	4,845	3,613	1,747	1,743
Interest income	13,334	14,036	2,396	3,102
Rental income	2,436	2,005	562	505
Profit/(Loss) on disposal of				
- subsidiary companies	-	(1,067)	-	(107)
- associated companies	(2,742)	561	9,118	-
- other investments	-	(2,002)	-	-
- land and buildings	4,293	-	998	-
- a vessel	6,160	-	-	-
(Deficit)/Surplus arising from liquidation of associated companies	(26)	(4,099)	(12)	2,957
Surplus arising from liquidation of subsidiary companies (see note 42)	179	7,174	-	-
Impairment in value of investment in subsidiary companies	-	-	(4,422)	-
Diminution in value of other investments	(5,860)	(5,154)	(61)	-
Impairment in value of property, plant and equipment	(1,963)	-	-	-
Advances to an associated company written off	-	(514)	-	-
Allowance for doubtful debts in an associated company	(1,800)	-	-	-
Advances to a subsidiary company written off	-	-	(217)	(3,299)
Goodwill on acquisition of subsidiary companies written off	-	(1,668)	-	-
Discount on acquisition of subsidiary companies written off	-	2,305	-	-
	19,592	15,962	255,124	173,906

8. FINANCE COSTS

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Interest paid and payable on:				
Bankers' acceptance and export credit refinancing	6,941	4,652	-	-
Revolving credits	2,916	7,227	93	3,391
Advances from subsidiary companies	-	-	94	2,036
Bank term loans	3,591	1,619	-	-
Bank overdrafts	70	176	-	4
Hire purchase	34	53	-	-
Others	319	50	-	-
	13,871	13,777	187	5,431

9. TAXATION

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Malaysian taxation based on results for the year				
Current	90,114	61,823	37,224	26,289
Deferred	(1,681)	1,865	-	-
	88,433	63,688	37,224	26,289
Foreign taxation				
Current	299	232	-	-
Deferred	3,001	59	-	-
	91,733	63,979	37,224	26,289
(Over)/Under provision in prior years				
Current	(715)	(4,455)	-	-
Deferred	5,468	747	-	-
	96,486	60,271	37,224	26,289
Group's share of taxation of associated companies				
Malaysian taxation	9,238	6,691	-	-
Foreign taxation	10,759	6,322	-	-
	19,997	13,013	-	-
Group's share of taxation of jointly controlled entities	45	20	-	-

The Group's effective taxation rate for the financial year is low compared to the statutory rate mainly because of the utilisation of reinvestment allowances claimed during the financial year.

The Company's effective taxation rate for the financial year is low compared to the statutory rate mainly because of tax exempt dividends received.

Subject to agreement with the Inland Revenue Board, based on estimated tax credits available and the prevailing tax rate applicable to dividends and the balance on the exempt account, approximately RM715.304 million of the unappropriated profit of the Company is available for distribution by way of dividends without incurring additional tax liability.

10. EARNINGS PER SHARE

Basic earnings per share

The basic earnings per share has been calculated by dividing the Group's net profit for the year of RM250.703 million (2001 : RM170.302 million) and 490.623 million shares (2001 : 490.623 million shares) in issue during the financial year.

10. EARNINGS PER SHARE (continued)

Diluted earnings per share

The diluted earnings per share has been calculated by dividing the Group's net profit for the year, adjusted for the after tax effect on income that would result from the conversion of ordinary shares under options granted by a subsidiary company, PPB Oil Palms Berhad, pursuant to its ESOS, and 490.623 million shares (2001 : 490.623 million shares) in issue during the financial year. The adjusted net profit is calculated as follows:

	2002 RM'000	2001 RM'000
Net profit for the year	250,703	170,302
Group's share of the effect of potential dilution in PPB Oil Palms Berhad's net profit for the year	(866)	(25)
Adjusted net profit for the year	249,837	170,277

11. PROPERTY, PLANT AND EQUIPMENT

	Land and buildings			Plant, machinery and equipment	Motor vehicles and vessels	Furniture, fittings, office and other equipments	Capital work-in- progress	Total
	Freehold RM'000	Long leasehold RM'000	Short leasehold RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Group								
Cost/Valuation								
At 1.1.2002								
- cost	318,085	724,672	364,165	1,038,660	101,633	134,553	73,501	2,755,269
- valuation	8,702	464,711	111,840	31,309	-	-	-	616,562
	326,787	1,189,383	476,005	1,069,969	101,633	134,553	73,501	3,371,831
Additions	7,883	59,992	18,056	54,977	5,257	15,354	62,800	224,319
Disposals - cost	(2,331)	(4,926)	-	(22,846)	(13,852)	(4,062)	-	(48,017)
- valuation	-	-	(56)	-	-	-	-	(56)
Exchange adjustments - cost	-	4,184	581	7,216	33	739	140	12,893
Reclassifications - cost	5,076	8,855	2,171	36,643	-	14,303	(67,048)	-
Transfer to land held under development (see note 20)								
- cost	(2,083)	-	-	-	-	-	-	(2,083)
Write-offs - cost	(162)	(177)	(4,386)	(2,208)	(243)	(2,965)	(16)	(10,157)
- valuation	-	(406)	-	-	-	-	-	(406)
At 31.12.2002	335,170	1,256,905	492,371	1,143,751	92,828	157,922	69,377	3,548,324
- cost	326,468	792,600	380,587	1,112,442	92,828	157,922	69,377	2,932,224
- valuation	8,702	464,305	111,784	31,309	-	-	-	616,100
	335,170	1,256,905	492,371	1,143,751	92,828	157,922	69,377	3,548,324

11. PROPERTY, PLANT AND EQUIPMENT (continued)

	Land and buildings			Plant, machinery and equipment	Motor vehicles and vessels	Furniture, fittings, office and other equipments	Capital work-in- progress	Total
	Freehold RM'000	Long leasehold RM'000	Short leasehold RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Group								
Accumulated depreciation								
At 1.1.2002								
- cost	26,201	62,674	111,099	591,253	26,443	92,809	6	910,485
- valuation	1,121	20,029	39,510	25,450	-	-	-	86,110
	27,322	82,703	150,609	616,703	26,443	92,809	6	996,595
Charge for the year - cost	4,739	13,326	10,900	84,711	5,981	15,482	-	135,139
- valuation	-	2,154	3,173	-	-	-	-	5,327
Disposals - cost	(376)	(1,010)	-	(17,193)	(11,047)	(3,733)	-	(33,359)
- valuation	-	-	(18)	-	-	-	-	(18)
Exchange adjustments - cost	-	61	(47)	198	(9)	247	-	450
Reclassification - cost	-	570	(1,146)	(6,763)	-	7,345	(6)	-
Write-offs - cost	(94)	(164)	(2,851)	(1,639)	(193)	(2,462)	-	(7,403)
- valuation	-	(155)	-	-	-	-	-	(155)
At 31.12.2002	31,591	97,485	160,620	676,017	21,175	109,688	-	1,096,576
- cost	30,470	75,457	117,955	650,567	21,175	109,688	-	1,005,312
- valuation	1,121	22,028	42,665	25,450	-	-	-	91,264
	31,591	97,485	160,620	676,017	21,175	109,688	-	1,096,576
Accumulated impairment losses								
At 1.1.2002								
- cost	-	-	-	-	-	-	-	-
- valuation	-	-	-	-	-	-	-	-
Charge for the year - cost	-	335	-	1,556	-	72	-	1,963
At 31.12.2002	-	335	-	1,556	-	72	-	1,963
- cost	-	335	-	1,556	-	72	-	1,963
- valuation	-	-	-	-	-	-	-	-
	-	335	-	1,556	-	72	-	1,963

11. PROPERTY, PLANT AND EQUIPMENT (continued)

	Land and buildings			Plant, machinery and equipment RM'000	Motor vehicles and vessels RM'000	Furniture, fittings, office and other equipments RM'000	Capital work-in- progress RM'000	Total RM'000
	Freehold RM'000	Long leasehold RM'000	Short leasehold RM'000					
Group								
Net book value at 31.12.2002	303,579	1,159,085	331,751	466,178	71,653	48,162	69,377	2,449,785
- cost	295,998	716,808	262,632	460,319	71,653	48,162	69,377	1,924,949
- valuation	7,581	442,277	69,119	5,859	-	-	-	524,836
	303,579	1,159,085	331,751	466,178	71,653	48,162	69,377	2,449,785
Net book value at 31.12.2001	299,465	1,106,680	325,396	453,266	75,190	41,744	73,495	2,375,236
- cost	291,884	661,998	253,066	447,407	75,190	41,744	73,495	1,844,784
- valuation	7,581	444,682	72,330	5,859	-	-	-	530,452
	299,465	1,106,680	325,396	453,266	75,190	41,744	73,495	2,375,236
Depreciation charged for the year ended 31.12.2001	4,283	14,094	14,033	70,720	6,324	12,520	-	121,974
	Land and buildings			Plant, machinery and equipment RM'000	Motor vehicles RM'000	Furniture, fittings, office and other equipments RM'000	Total RM'000	
	Freehold RM'000	Long leasehold RM'000	Short leasehold RM'000					
Company								
Cost/Valuation								
At 1.1.2002								
- cost	7,589	38,414	-	13,304	4,866	2,086	66,259	
- valuation	-	21,423	-	-	-	-	21,423	
	7,589	59,837	-	13,304	4,866	2,086	87,682	
Additions	-	666	-	109	1,587	162	2,524	
Disposals - cost	-	(2,018)	-	-	(768)	(27)	(2,813)	
Write-offs - cost	-	(158)	-	(192)	(88)	(113)	(551)	
At 31.12.2002	7,589	58,327	-	13,221	5,597	2,108	86,842	
- cost	7,589	36,904	-	13,221	5,597	2,108	65,419	
- valuation	-	21,423	-	-	-	-	21,423	
	7,589	58,327	-	13,221	5,597	2,108	86,842	

11. PROPERTY, PLANT AND EQUIPMENT (continued)

	Land and buildings			Plant, machinery and equipment	Motor vehicles	Furniture, fittings, office and other equipments	Total
	Freehold RM'000	Long leasehold RM'000	Short leasehold RM'000	RM'000	RM'000	RM'000	RM'000
Company							
Accumulated depreciation							
At 1.1.2002							
- cost	-	13,608	-	13,009	4,486	1,445	32,548
- valuation	-	5,696	-	-	-	-	5,696
	-	19,304	-	13,009	4,486	1,445	38,244
Charge for the year - cost	-	888	-	138	428	274	1,728
- valuation	-	257	-	-	-	-	257
Disposals - cost	-	(306)	-	-	(646)	(16)	(968)
Write-offs - cost	-	(157)	-	(189)	(38)	(112)	(496)
At 31.12.2002	-	19,986	-	12,958	4,230	1,591	38,765
- cost	-	14,033	-	12,958	4,230	1,591	32,812
- valuation	-	5,953	-	-	-	-	5,953
	-	19,986	-	12,958	4,230	1,591	38,765
Net book value at 31.12.2002	7,589	38,341	-	263	1,367	517	48,077
- cost	7,589	22,871	-	263	1,367	517	32,607
- valuation	-	15,470	-	-	-	-	15,470
	7,589	38,341	-	263	1,367	517	48,077
Net book value at 31.12.2001	7,589	40,533	-	295	380	641	49,438
- cost	7,589	24,806	-	295	380	641	33,711
- valuation	-	15,727	-	-	-	-	15,727
	7,589	40,533	-	295	380	641	49,438
Depreciation charged for the year ended 31.12.2001	-	1,012	-	475	324	255	2,066

Included in the additions to property, plant and equipment during the financial year are the following expenses capitalised:

Interest expense

Depreciation

Group		Company	
2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
631	6,946	-	-
3,633	3,775	-	-
334	486	-	-

Included in property, plant and equipment are assets acquired under unexpired hire purchase arrangements with net book value as follows:

Motor vehicles

11. PROPERTY, PLANT AND EQUIPMENT (continued)

Title deeds to certain of the Group's land and buildings costing RM98.131 million (2001 : RM93.109 million) have yet to be issued by the relevant authorities.

Certain plant and machinery of the Group with a net book value of RM4.868 million (2001: RM0.205 million) have been charged to partially secure the SGD denominated loan referred to in note 34 below.

The property, plant and equipment stated at valuation were revalued by the Directors based on independent professional valuations carried out in 1974, 1981, 1982, 1990 and 1995 on the open market value basis. These valuations were for special purposes. It has never been the Group's policy to carry out regular revaluations of its property, plant and equipment, and accordingly, the carrying amounts of the revalued property, plant and equipment have been retained on the basis of these valuations as though they have never been revalued.

The net book value of revalued assets based on the historical cost convention has not been disclosed as the relevant information is no longer available.

12. LAND HELD FOR DEVELOPMENT

	Group	
	2002 RM'000	2001 RM'000
Long leasehold land, at cost	263	263
Development expenditure, at cost	14,554	14,890
	<u>14,817</u>	<u>15,153</u>

13. INTANGIBLE ASSET

	Group	
	2002 RM'000	2001 RM'000
Goodwill on acquisition of subsidiary companies		
Cost		
At 1 January	48,666	50,245
Arising from acquisitions during the year	5	1,675
Written off on disposals during the year	-	(1,586)
Deteriorated goodwill written off	-	(1,668)
At 31 December	<u>48,671</u>	<u>48,666</u>
Accumulated amortisation		
At 1 January	9,593	7,977
Amortisation for the year	1,985	1,616
At 31 December	<u>11,578</u>	<u>9,593</u>
Net book value at 31 December	<u>37,093</u>	<u>39,073</u>

14. INVESTMENT IN SUBSIDIARY COMPANIES

	Company	
	2002 RM'000	2001 RM'000
Shares quoted in Malaysia at cost	695,151	695,151
Unquoted shares at cost	311,438	326,488
Unquoted shares at valuation	5,377	5,377
	1,011,966	1,027,016
Impairment in value of unquoted shares	(4,422)	(18,900)
	1,007,544	1,008,116
Market value of quoted shares	1,338,938	1,099,721

The unquoted shares shown at valuation were revalued by the directors in 1981 based on the underlying net assets of the subsidiary company concerned. The 1981 valuation was a one-off exercise. It has never been the Group's policy to carry out regular revaluations of its investment in subsidiary companies and accordingly, the carrying amount of the revalued investment has been retained on the basis of this one-off revaluation as though it has never been revalued.

No deferred taxation has been provided on the surplus arising from the revaluation of investment in the subsidiary company as it is not the intention of the directors to dispose of this asset.

The subsidiary companies are listed in note 51.

15. INVESTMENT IN ASSOCIATED COMPANIES

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Unquoted shares at cost	308,883	368,855	64,558	114,738
Group's share of post-acquisition reserves and retained profits less losses	378,350	306,465	-	-
	687,233	675,320	64,558	114,738
The equity interest in associated companies is represented by :				
Share of net assets of associated companies	663,673	687,963		
Premium/(Discount) on acquisition	23,560	(12,643)		
	687,233	675,320		

The associated companies are listed in note 52.

16. INVESTMENT IN JOINTLY CONTROLLED ENTITIES

	Group	
	2002 RM'000	2001 RM'000
Capital contribution, at cost	-	205
Group's share of retained profits less losses	314	466
	<u>314</u>	<u>671</u>
The equity interest in jointly controlled entities is represented by :		
Share of net assets of jointly controlled entities	<u>314</u>	<u>671</u>

The Group's share of the assets, liabilities and results of the jointly controlled entities are as follows:

	Group	
	2002 RM'000	2001 RM'000
<i>Assets and liabilities</i>		
Non-current assets	326	552
Current assets	1,463	26,454
Current liabilities	(1,475)	(26,335)
Net assets	<u>314</u>	<u>671</u>
<i>Results</i>		
Revenue	19,202	50,242
Cost of sales	(19,014)	(50,218)
Gross profit	<u>188</u>	<u>24</u>
Other operating income	61	61
Administrative expenses	(147)	(77)
Net profit for the year	<u>102</u>	<u>8</u>

The unincorporated jointly controlled entities have no material contingencies and capital commitments at year end.

The amounts due from jointly controlled entities represent trade accounts which are unsecured and interest free. The normal credit terms range from 60 days to 120 days.

The jointly controlled entities are listed in note 53.

17. OTHER INVESTMENTS

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Shares quoted in Malaysia at cost	38,374	38,238	30,011	30,011
Diminution in value	(3,240)	(110)	(61)	-
	35,134	38,128	29,950	30,011
Shares quoted outside Malaysia at cost	188,531	188,537	98,379	98,379
Diminution in value	(9,462)	(6,733)	-	-
	179,069	181,804	98,379	98,379
Unquoted shares at cost	25,027	25,027	14,815	14,815
Diminution in value	(2,575)	(2,575)	(2,500)	(2,500)
	22,452	22,452	12,315	12,315
	236,655	242,384	140,644	140,705
Market values of shares				
- quoted in Malaysia	22,594	24,375	13,867	15,643
- quoted outside Malaysia	137,101	167,069	59,511	71,197
	159,695	191,444	73,378	86,840

18. AMOUNTS DUE FROM/TO SUBSIDIARY COMPANIES

Amounts due from subsidiary companies included under non-current assets

The amounts due from subsidiary companies included under non-current assets represent unsecured advances not expected to be recalled within the next 12 months and are analysed as follows:

	Company	
	2002 RM'000	2001 RM'000
Bearing interest at 2.8% (2001 : 3.0%)	44,040	62,836
Interest free	35,403	37,056
	79,443	99,892

Amounts due from subsidiary companies included under current assets

The amounts due from subsidiary companies included under current assets represent unsecured advances with no fixed terms of repayment and are analysed as follows:

	Company	
	2002 RM'000	2001 RM'000
Bearing interest at 4%	-	3,319
Interest free	1,159	1,816
Dividends receivable	9,338	64,569
	10,497	69,704

18. AMOUNTS DUE FROM/TO SUBSIDIARY COMPANIES (continued)

Amounts due to subsidiary companies included under current liabilities

The amounts due to subsidiary companies included under current liabilities represent unsecured advances with no fixed terms of repayment and are analysed as follows:

	Company	
	2002 RM'000	2001 RM'000
Bearing interest at 2.85%	-	73,084
Interest free	8,652	9,193
	<u>8,652</u>	<u>82,277</u>

19. INVENTORIES

Group	2002			2001		
	At cost RM'000	At net realisable value RM'000	Total RM'000	At cost RM'000	At net realisable value RM'000	Total RM'000
Raw materials	323,640	4,182	327,822	305,236	3,734	308,970
Work-in-progress	19,233	135	19,368	20,269	148	20,417
Finished goods	182,014	129,349	311,363	196,235	4,627	200,862
Sundry stores and consumables	56,733	-	56,733	46,954	-	46,954
Livestock	2,273	4,165	6,438	5,527	-	5,527
Unharvested cane crop	7,942	-	7,942	7,499	-	7,499
	<u>591,835</u>	<u>137,831</u>	<u>729,666</u>	<u>581,720</u>	<u>8,509</u>	<u>590,229</u>
Company						
Unharvested cane crop	7,942	-	7,942	7,499	-	7,499
Sundry stores and consumables	2,594	-	2,594	2,668	-	2,668
	<u>10,536</u>	<u>-</u>	<u>10,536</u>	<u>10,167</u>	<u>-</u>	<u>10,167</u>

20. LAND UNDER DEVELOPMENT

	Group	
	2002 RM'000	2001 RM'000
Freehold land, at cost	18,083	16,000
Development and construction costs	107,217	44,339
	125,300	60,339
Attributable profit recognised to date	29,603	5,998
	154,903	66,337
Progress billings to date	(110,013)	(21,463)
	44,890	44,874
Progress billings comprise :		
Progress billings		
- received	102,299	19,846
- receivable	7,714	1,617
	110,013	21,463
Included under development and construction costs is the following expense incurred during the financial year :		
Interest expense	-	915

21. GROSS AMOUNTS DUE FROM / TO CUSTOMERS

	Group	
	2002 RM'000	2001 RM'000
Aggregate contract expenditure incurred to date	373,183	305,701
Attributable profit recognised to date	37,084	30,041
	410,267	335,742
Progress billings to date	(412,441)	(354,889)
	(2,174)	(19,147)
Gross amount due from customers	5,210	10,455
Gross amount due to customers	(7,384)	(29,602)
	(2,174)	(19,147)
Progress billings comprise :		
Progress billings		
- received	390,468	330,581
- receivable	20,494	23,794
- retention sums	1,479	514
	412,441	354,889

There were no advances received for contract work not yet performed by the Group at the end of the financial year (2001 : RM Nil).

22. TRADE RECEIVABLES

	Group	
	2002 RM'000	2001 RM'000
Related parties other than associated companies	2,004	5,084
Others	374,798	375,287
	376,802	380,371
Allowance for doubtful debts	(8,609)	(11,346)
	368,193	369,025

The currency exposure profile of trade receivables is as follows:

	Group	
	2002 RM'000	2001 RM'000
- RM	284,899	224,955
- USD	66,676	131,639
- GBP	1	1
- SGD	13,550	7,802
- EUR	535	1,259
- INR	26	-
- IDR	419	2,179
- HKD	300	-
- JPY	351	300
- VND	1,436	890
	368,193	369,025

Credit terms granted to customers normally range from 7 to 60 days. For major established customers, the credit terms may be extended to 120 days based on the discretion of the management.

The Group's historical experience in collection of accounts receivables fall within the recorded allowances. Due to these factors, the management believes no additional credit risk beyond amounts provided for collection losses is inherent in the Group's trade receivables.

23. OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Other receivables	62,971	80,230	6,737	5,752
Interest receivables	60	3	59	-
Proceeds from disposal of property, plant and equipment	3,600	-	-	-
	66,631	80,233	6,796	5,752
Allowance for doubtful debts	(1,171)	(5,751)	(67)	(67)
	65,460	74,482	6,729	5,685
Deposits held by:				
- associated companies of Kuok Brothers Sdn Bhd, a major shareholder of the Company				
- Pelangi Berhad	477	607	-	-
- Jerneh Insurance Berhad	176	176	69	69
- others	7,053	12,296	89	83
Deposits for purchase of property, plant and equipment	10,665	-	-	-
	18,371	13,079	158	152
Prepayments	2,855	3,296	151	166
	86,686	90,857	7,038	6,003

The currency exposure profile of other receivables, deposits and prepayment is as follows:

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
- RM	75,561	65,435	7,038	6,003
- USD	2,652	17,371	-	-
- SGD	357	470	-	-
- INR	642	-	-	-
- IDR	5,349	6,001	-	-
- HKD	298	229	-	-
- VND	1,827	1,351	-	-
	86,686	90,857	7,038	6,003

24. AMOUNTS DUE FROM/TO ASSOCIATED COMPANIES

Amounts due from associated companies included under current assets

The amounts due from associated companies included under current assets are unsecured and are analysed as follows:

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Trade balances	219,318	206,132	2,081	1,427
Advances				
- bearing interest at 3.8% (2001 : 4.0%)	2,624	2,522	2,624	2,522
- bearing interest at 7.0%	378	-	-	-
- bearing interest at 10.0%	-	1,000	-	-
- bearing interest at 4.0%	-	1,800	-	-
- interest free	8,352	2,335	3,463	2
	230,672	213,789	8,168	3,951
Allowance for doubtful debts	(1,800)	-	-	-
	228,872	213,789	8,168	3,951

The trade balances are expected to be settled within the normal credit periods. The advances are with no fixed terms of repayment.

The currency exposure profile of the amounts due from associated companies is as follows:

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
- RM	16,890	24,234	8,168	3,951
- USD	211,553	189,131	-	-
- SGD	429	424	-	-
	228,872	213,789	8,168	3,951

Amounts due to associated companies included under current liabilities

The amounts due to associated companies included under current liabilities are unsecured and are analysed as follows:

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Trade balances	94,387	52,578	-	-
Interest free advances	9,216	9,223	40	35
	103,603	61,801	40	35

The trade balances are expected to be settled within the normal credit periods. The advances are with no fixed terms of repayment.

24. AMOUNTS DUE FROM/TO ASSOCIATED COMPANIES (continued)

The currency exposure profile of the amounts due to associated companies is as follows:

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
- RM	86,008	51,965	40	35
- USD	17,595	9,806	-	-
- SGD	-	30	-	-
	103,603	61,801	40	35

25. DEPOSITS

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Deposits with licensed banks				
- in Malaysia	161,571	80,433	34,533	2,420
- outside Malaysia	142,185	180,230	-	-
Deposits with other financial institutions in Malaysia	129,940	192,465	11,182	-
	433,696	453,128	45,715	2,420

The currency exposure profile of deposits is as follows:

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
- RM	287,180	272,898	45,715	2,420
- USD	143,972	178,299	-	-
- GBP	9	8	-	-
- HKD	1,585	1,563	-	-
- IDR	950	360	-	-
	433,696	453,128	45,715	2,420

The effective interest rates range from 1.00% to 4.00% (2001 :1.00% to 4.20%). All the deposits have maturities of less than one year.

26. CASH AND BANK BALANCES

Cash and bank balances of the Group include an amount of RM5.090 million (2001: RM2.988 million) maintained in Housing Development Accounts. Withdrawals from the Housing Development Accounts are restricted in accordance with the Housing Developers (Housing Development Account) Regulations 1991.

The currency exposure profile of cash and bank balances is as follows:

	Group		Company	
	2002	2001	2002	2001
	RM'000	RM'000	RM'000	RM'000
- RM	30,887	26,921	628	579
- USD	4,844	1,586	-	-
- GBP	7	6	-	-
- SGD	271	1,091	-	-
- IDR	4,456	4,777	-	-
- HKD	1,701	1,029	-	-
- VND	2,670	4,375	-	-
	44,836	39,785	628	579

27. TRADE PAYABLES

	Group		Company	
	2002	2001	2002	2001
	RM'000	RM'000	RM'000	RM'000
Related parties other than subsidiary and associated companies	2,248	3,421	-	161
Others	264,352	256,922	758	903
	266,600	260,343	758	1,064

The currency exposure profile of trade payables is as follows:

	Group		Company	
	2002	2001	2002	2001
	RM'000	RM'000	RM'000	RM'000
- RM	227,374	206,812	758	1,064
- AUD	111	-	-	-
- USD	32,724	44,545	-	-
- SGD	3,521	4,797	-	-
- EUR	1,354	1,315	-	-
- CHF	7	-	-	-
- JPY	1,068	1,674	-	-
- VND	47	49	-	-
- IDR	394	1,151	-	-
	266,600	260,343	758	1,064

The normal credit terms extended by suppliers range from 30 to 60 days. Retention sum for construction contracts are payable upon the expiry of the defect liability period of the respective construction contracts. The defect liability periods of construction contracts are between 12 and 24 months.

28. OTHER PAYABLES AND ACCRUALS

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Other payables	83,371	83,526	530	1,246
Accruals	69,340	54,324	838	702
Tenants and other deposits	5,222	5,342	166	166
	157,933	143,192	1,534	2,114

The currency exposure profile of other payables and accruals is as follows:

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
- RM	141,811	127,792	1,534	2,114
- USD	8,111	5,347	-	-
- SGD	4,422	983	-	-
- IDR	2,821	3,174	-	-
- HKD	239	419	-	-
- GBP	-	7	-	-
- JPY	6	2	-	-
- VND	523	5,468	-	-
	157,933	143,192	1,534	2,114

29. HIRE PURCHASE LIABILITIES

	Group	
	2002 RM'000	2001 RM'000
Outstanding hire purchase instalments due:		
- not later than one year	123	194
- later than one year but not later than five years	99	80
	222	274
Unexpired term charges	(13)	(38)
Outstanding principal amount due	209	236
Outstanding principal amount due not later than one year <i>(included under current liabilities)</i>	116	163
Outstanding principal amount due later than one year but not later than five years	93	73
The effective interest rates of the hire purchase liabilities are between 5% and 6% (2001: 6%) per annum.		
The currency exposure profile of the outstanding principal amount due is as follows:		
- RM	67	236
- SGD	142	-
	209	236

30. SHORT TERM BORROWINGS

	Group		Company	
	2002	2001	2002	2001
	RM'000	RM'000	RM'000	RM'000
<i>Secured:</i>				
Current portion of long term bank loans (see note 34)	357	47	-	-
<i>Unsecured:</i>				
Bankers' acceptance	304,268	269,908	-	-
Revolving credits	40,550	168,464	-	22,000
Bank term loans	21,193	11,357	-	-
Current portion of long term bank loans (see note 34)	4,638	8,835	-	-
	371,006	458,611	-	22,000

The currency exposure profile of short term borrowings is as follows:

	Group		Company	
	2002	2001	2002	2001
	RM'000	RM'000	RM'000	RM'000
- RM	346,024	405,831	-	22,000
- USD	16,732	45,176	-	-
- SGD	357	47	-	-
- VND	7,893	7,557	-	-
	371,006	458,611	-	22,000

The borrowings bear interest at commercial rates which vary according to inter-bank offer or base lending rates, depending on the nature and purpose of the borrowings.

The effective interest rates for the unsecured short term borrowings are as follows:

	Group		Company	
	2002	2001	2002	2001
	%	%	%	%
Bankers' acceptance	2.78 - 7.40	2.82 - 7.40	-	-
Revolving credits	3.45 - 4.65	3.50 - 4.65	-	3.25 - 4.30
Bank term loans	2.35 - 8.375	3.05 - 7.08	-	-

31. BANK OVERDRAFTS (UNSECURED)

The bank overdrafts bear interest at commercial rates which vary according to the lender banks' base lending rates. The effective interest rates applicable were between 4.25% and 8.40% (2001: between 6.40% and 8.40%).

The currency exposure profile of the bank overdrafts is as follows:

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
- RM	11,067	9,633	-	589
- SGD	1,055	1,198	-	-
	<u>12,122</u>	<u>10,831</u>	<u>-</u>	<u>589</u>

32. SHARE CAPITAL

	2002		2001	
	Number of shares	RM'000	Number of shares	RM'000
Authorised:				
Ordinary shares of RM1 each	500,000,000	500,000	500,000,000	500,000
Issued and fully paid:				
Ordinary shares of RM1 each				
At 1 January	490,623,124	490,623	367,967,343	367,967
Bonus issue of 1 for 3	-	-	122,655,781	122,656
At 31 December	<u>490,623,124</u>	<u>490,623</u>	<u>490,623,124</u>	<u>490,623</u>

33. NON-DISTRIBUTABLE RESERVES

	Group	
	2002 RM'000	2001 RM'000
Revaluation reserve	133,300	142,399
Exchange translation reserve	31,997	23,737
Capital reserve	<u>140,391</u>	<u>122,939</u>
	<u>305,688</u>	<u>289,075</u>
<i>Details of capital reserve are as follows:</i>		
Share of capital reserves of associated companies	50,927	46,007
Share premium of subsidiary companies arising from shares issued to minority shareholders	68,463	55,968
Transferred from unappropriated profit arising from :		
- bonus issue of subsidiary companies	1,946	1,924
- gain from disposal of landed properties	<u>19,055</u>	<u>19,040</u>
	<u>140,391</u>	<u>122,939</u>

34. LONG TERM BANK LOANS

	Group	
	2002 RM'000	2001 RM'000
<i>Secured :</i>		
SGD denominated loan bearing interest at 3% per annum repayable by 24 monthly instalments commencing May 2000	-	47
SGD denominated loan bearing interest at 4.5%, 4.75%, 0.25% & 0.50% above the lender bank's prime rate, for the 1st, 2nd, 3rd & 4th year onwards (effective interest rate: 4.50%), repayable by 120 monthly instalments commencing May 2002	3,320	-
<i>Unsecured :</i>		
USD denominated loan bearing interest at 0.70% above Singapore Interbank Offer Rate ("SIBOR") (effective interest rate: 2.04% (2001: 3.19%)) repayable by 7 half yearly instalments commencing August 2003	34,133	31,886
USD denominated loan bearing interest at 0.63% above SIBOR (effective interest rate: 2.04% (2001: 2.95%)) repayable in full at the end of 3 years from the date of first draw down	5,890	5,890
USD denominated loan bearing interest at 0.90% above SIBOR (effective interest rate: 2.04%) repayable in full at the end of 3 years from the date of first draw down	35,246	-
USD denominated loan bearing interest at 0.60% above SIBOR (effective interest rate: 2.04%) repayable in full at the end of 3 years from the date of first draw down	1,855	-
RM denominated loan bearing interest at 1% above the lender bank's cost of fund (effective interest rate: 4.00% (2001: 4.05%)) repayable by 8 instalments commencing 31 December 2002	1,600	1,380
RM denominated loan bearing interest at 1.15% above the lender bank's base lending rate (effective interest rate: 7.55% (2001: 7.15%)) repayable by 14 half yearly instalments commencing October 1997	1,006	2,430
	83,050	41,633
Repayments due within the next 12 months included under short term borrowings (see note 30)		
- secured	(357)	(47)
- unsecured	(4,638)	(8,835)
Repayments due after 12 months	78,055	32,751

The SGD denominated loans amounting to RM3.320 million (2001 : RM0.047 million) are secured over certain plant and machinery of the Group as indicated in note 11 above.

35. DEFERRED INCOME

	Group	
	2002 RM'000	2001 RM'000
Discount on acquisition of subsidiary companies		
Cost		
At 1 January	13,293	13,447
Arising from acquisitions during the year	-	2,233
Written off on disposals during the year	-	(57)
Written off on liquidation of a subsidiary company	-	(25)
Written off on annual review	-	(2,305)
At 31 December	13,293	13,293
Accumulated amortisation		
At 1 January	1,572	1,098
Amortisation for the year	534	474
At 31 December	2,106	1,572
Net book value at 31 December	11,187	11,721

36. DEFERRED TAX LIABILITIES

	Group	
	2002 RM'000	2001 RM'000
At 1 January	57,057	49,551
Arising from fair value adjustment following an increase in the percentage of shareholding in a subsidiary company	-	4,941
Reversal due to disposal of subsidiary companies	-	(93)
Exchange translation differences	58	(13)
Transfer from income statement	6,788	2,671
At 31 December	63,903	57,057

No deferred taxation has been provided on the surplus arising from the revaluation of property, plant and equipment as it is not the intention of the directors to dispose of these assets.

The following timing differences exist at 31 December for which the related deferred tax benefits have not been recognised in the financial statements.

	Group	
	2002 RM'000	2001 RM'000
Unabsorbed capital and agriculture allowance	191,974	175,862
Unabsorbed tax losses	155,809	149,111
Excess of capital allowance claimed on property, plant and equipment over accumulated depreciation	(64,946)	(35,079)
Others	144	342
	282,981	290,236

Except as stated above, there were no material timing differences on which deferred taxation had not been provided (2001: RM Nil).

37. EFFECT OF CHANGES IN GROUP STRUCTURE

	Group	
	2002 RM'000	2001 RM'000
Effect of issue of shares pursuant to PPB Oil Palms Berhad's ESOS on:		
- Revaluation reserve	(5,702)	(388)
- Capital reserve	12,502	122
- Exchange translation reserve	53	-
- Unappropriated profit	(16,271)	(541)
	(9,418)	(807)
Effect on dilution of equity interest in PT Tidar Sungkai Sawit on:		
- Unappropriated profit	-	4,922
	(9,418)	4,115

In 2001, the Company disposed of its subsidiary company, PT Tidar Sungkai Sawit (70.0%-owned) to its 57.9% subsidiary company, PPB Oil Palms Berhad. As a result of the disposal, the Group's effective equity interest in PT Tidar Sungkai Sawit was reduced from 70.0% to 40.5%.

38. DIVIDENDS

	2002 RM'000	2001 RM'000
<i>In respect of the year ended 31 December 2001</i>		
Final dividend of 10 sen comprising 5 sen tax exempt and 5 sen less 28% income tax	42,194	-
<i>In respect of the year ended 31 December 2002</i>		
Interim dividend of 9 sen comprising 4 sen tax exempt and 5 sen less 28% income tax (2001: 10 sen less 28% income tax)	37,287	26,494
Special dividend of 25 sen tax exempt	122,656	-
	159,943	26,494
	202,137	26,494

Subsequent to 31 December 2002, the Directors recommended the payment of a final dividend of 12.5 sen comprising 5 sen tax exempt and 7.5 sen less 28% income tax amounting to RM51.025 million.

39. ACQUISITION OF SHARES IN NEW SUBSIDIARY COMPANIES

The new subsidiary company acquired during 2002 was FFM Everbloom Sdn Bhd (formerly known as Millcake (Malaysia) Sdn Bhd).

The new subsidiary companies acquired during 2001 were Katella Sdn Bhd and Quantum Plastic Industries Pte Ltd.

	Group	
	2002 RM'000	2001 RM'000
Analysis of acquisition of shares in new subsidiary companies		
Current assets	-	1,818
Current liabilities	(9)	(1,825)
Fair value of attributable assets acquired	(9)	(7)
Goodwill on acquisition	9	7
Total purchase consideration	*	*
Less : Cash and cash equivalents acquired	-	2
Net cash paid/(acquired) during the year	*	(2)

* Represents RM2 (2001: RM4)

The acquisition of FFM Everbloom Sdn Bhd has had no effect on the financial position of the Group as at 31 December 2002 and on the financial results of the Group for the year then ended.

The effects of the acquisition of Katella Sdn Bhd and Quantum Plastic Industries Pte Ltd on the consolidated financial results and the consolidated financial position of the Group for 2001 were as follows:

	2001 RM'000
Income statement	
Revenue	4,752
Cost of sales	(4,626)
Gross profit	126
Distribution expenses	(10)
Administrative expenses	(83)
Profit before taxation	33
Taxation	2
Profit after taxation	35
Minority interest	(16)
Increase in Group's net profit	19
Balance sheet	
Current assets	1,818
Current liabilities	(1,825)
Minority interests	3
Group's share of net liabilities	(4)

40. DISPOSAL OF SHARES IN SUBSIDIARY COMPANIES

There were no disposal of subsidiary companies in 2002.

The subsidiary companies disposed of during 2001 were AWS Jaya Sdn Bhd, S P Maju Sdn Bhd, AWS Jaya (Kedah-Perlis) Sdn Bhd, Conwaste Disposal Services (P. Pinang) Sdn Bhd and AWS Jaya (Perak) Sdn Bhd. The analysis of the disposal of subsidiary companies is as follows:

	Group 2001 RM'000
Non-current assets	2,352
Current assets	7,589
Non-current liabilities	(93)
Current liabilities	(3,763)
Minority interests	(210)
Share of net assets disposed of	<u>5,875</u>
Goodwill written off on disposal	2,406
Loss on disposal of shares in subsidiary companies	(456)
Total sale consideration	<u>7,825</u>
Less : Cash and cash equivalents disposed of	(1,981)
Sales consideration receivable included in other receivables	<u>(7,639)</u>
Net cash outflow during the year	<u>(1,795)</u>

The effects of the disposal of the subsidiary companies on the consolidated financial results for the financial year and the consolidated financial position as at 31 December 2001 are as follows :

	Group 2001 RM'000
Income statement	
Revenue	<u>13,255</u>
Profit from operations	3,281
Finance cost	(48)
Share of profit of an associated company	18
Profit before taxation	<u>3,251</u>
Taxation	(1,020)
Profit after taxation	<u>2,231</u>
Minority interest	<u>(1,826)</u>
	<u>405</u>
Balance sheet	
Non-current assets	2,524
Current assets	7,589
Non-current liabilities	(93)
Current liabilities	(3,763)
Minority interests	<u>(4,182)</u>
Group's share of net assets	<u>2,075</u>

41. PURCHASE OF PROPERTY, PLANT AND EQUIPMENT

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Property, plant and equipment acquired	224,319	286,114	2,524	1,273
Interest expense capitalised	(631)	(6,946)	-	-
Depreciation capitalised	(3,633)	(3,775)	-	-
Financed via hire purchase arrangement	(162)	(343)	-	-
Paid by way of contra with other receivables	(11,785)	-	-	-
Cash paid in respect of prior year	4,564	-	-	-
Unpaid balance included under other payables	(3,150)	(4,564)	-	-
Cash paid	209,522	270,486	2,524	1,273

42. LIQUIDATION OF SUBSIDIARY COMPANIES

The subsidiary companies liquidated during 2002 were Savers Retail Sdn Bhd and Reefton Sdn Bhd.

The subsidiary companies liquidated during 2001 were Fedflour Trading (Singapore) Pte Ltd ("FTS") and Sandakan Oil Mill Sdn Bhd ("SOM").

	Group	
	2002 RM'000	2001 RM'000
Total surplus assets and capital	867	8,037
Less :		
Cost of investment	(200)	(1,783)
Post-acquisition reserve previously consolidated	(667)	(2,032)
	-	4,222
Exchange fluctuation reserve realised upon liquidation	-	2,952
Net gain under recognised in prior year	179	-
Surplus from liquidation	179	7,174

43. RELATED PARTIES

Significant related party transactions during the financial year were as follows :

	Company	
	2002 RM'000	2001 RM'000
Transactions with subsidiary companies		
Interest received and receivable	1,735	2,486
Interest paid and payable	94	2,036
Rental income	438	492
Registration fee paid and payable	54	46
Sale of shares in subsidiary companies	-	13,618
Sale of property, plant and equipment	800	50

43. RELATED PARTIES (continued)

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Transactions with associated companies				
Sales to				
Kuok Oils & Grains Pte Ltd ("KOGS")	3,483,405	2,229,861	-	-
Kilang Gula Felda Perlis Sdn Bhd	26,196	26,670	26,196	26,670
Konsortium Abass Sdn Bhd	35,667	-	-	-
PKAS Jaya Sdn Bhd	-	163	-	-
Lahad Datu Edible Oils Sdn Bhd	31,313	15,132	-	-
Techno Indah Sdn Bhd	630	-	-	-
Interest received from				
Vita Tenggara Fruit Industries Sdn Bhd	102	111	102	111
Saratok Palm Oil Mill Sdn Bhd	-	79	-	79
Worldwide Landfills Sdn Bhd	-	111	-	-
Techno Indah Sdn Bhd	52	62	-	-
Management fee received from				
Ancom-Chemquest Terminals Sdn Bhd ("Ancom-Chemquest")	107	130	-	-
Cipta Quantum Sdn Bhd	34	13	-	-
Federation Theatres Sdn Bhd	29	44	-	-
Graceville Sdn Bhd	-	59	-	-
Konsortium Abass Sdn Bhd	150	2,180	-	-
Saratok Palm Oil Mill Sdn Bhd	941	700	-	-
Sitamas Environmental Systems Sdn Bhd	384	378	-	-
Kerry Leisure Concepts Sdn Bhd	4	4	-	-
Rental of premises received from				
Agri-Sabah Fertilizer Sdn Bhd	3	3	3	3
Kerry Leisure Concepts Sdn Bhd	212	212	-	-
Commission received from				
Federation Theatres Sdn Bhd	22	28	-	-
Graceville Sdn Bhd	-	23	-	-
KOGS	723	-	-	-
Lahad Datu Edible Oils Sdn Bhd	46	-	-	-
Engineering services rendered to				
Saratok Palm Oil Mill Sdn Bhd	103	-	-	-

43. RELATED PARTIES (continued)

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Film rental received from				
Federation Theatres Sdn Bhd	17	19	-	-
Graceville Sdn Bhd	-	24	-	-
Purchases from				
Agri-Sabah Fertilizer Sdn Bhd	12,754	11,337	-	-
KOGS	224,276	246,279	-	-
Lahad Datu Edible Oils Sdn Bhd	1,098,989	183,940	-	-
Rental of premises paid to				
Ancom-Chemquest	120	120	-	-
Kian Min Realty Sdn Bhd	-	540	-	163
Lease rental paid to				
Ancom-Chemquest	224	224	-	-
Purchase of property, plant and equipment from				
Federation Theatres Sdn Bhd	11	-	-	-
Graceville Sdn Bhd	-	60	-	-
Maintenance charges paid to				
Sitamas Environmental Systems Sdn Bhd	15	-	-	-
Assignment of trademark to				
KOGS	500	500	-	-
Filmlet income payable to				
Federation Theatres Sdn Bhd	-	59	-	-
Graceville Sdn Bhd	-	16	-	-

43. RELATED PARTIES (continued)

Non-trade balances with associated companies as at 31 December were as follows :

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Balance of advances owing by:				
Agri-Sabah Fertilizer Sdn Bhd	1	1	1	1
Ancom-Chemquest	32	-	-	-
Cipta Quantum Sdn Bhd	1,230	-	-	-
Federation Theatres Sdn Bhd	-	32	-	-
Global Entertainment and Management Systems Sdn Bhd	3,461	-	3,461	-
Golden Abacus Pte Ltd	378	-	-	-
Kerry Leisure Concepts Sdn Bhd	1	1	1	1
KOGS	-	500	-	-
Sitamas Environmental Systems Sdn Bhd	93	-	-	-
Techno Indah Sdn Bhd	77	1,911	-	-
Vita Tenggara Fruit Industries Sdn Bhd	2,624	2,522	2,624	2,522
Wisma Perak Sdn Bhd	1,070	1,070	-	-
Worldwide Landfills Sdn Bhd	-	1,111	-	-
Balance of advances owing to:				
Golden Screen Film Distribution Co. Sdn Bhd	181	190	-	-
Kilang Gula Felda Perlis Sdn Bhd	40	35	40	35
KOGS	8,595	8,595	-	-
Lahad Datu Edible Oils Sdn Bhd	400	400	-	-
Primium Khas Sdn Bhd	-	3	-	-
Transactions with subsidiary companies of KOGS				
Sales of property, plant and equipment to				
Cai Lan Oils & Fats Industries Company Ltd	4,000	-	-	-
Bangladesh Edible Oil Limited	33	-	-	-
Sales to				
Cai Lan Oils & Fats Industries Company Ltd	1,344	-	-	-
Kerry Oils & Grains Trading Company Limited	207,947	100,337	-	-
Kerry (New Zealand) Limited	40,201	5,658	-	-
Southseas Oils & Fats (Hong Kong) Limited	116,620	12,071	-	-
Southseas Oils & Fats (Chiwan) Limited	37,783	-	-	-

Non-trade balance with Cai Lan Oils & Fats Industries Company Ltd as at 31 December 2002 was RM3.6 million.

43. RELATED PARTIES (continued)

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Transactions with jointly controlled entities				
Booking commission received from				
- Selangor Amusement Co.	7	7	-	-
- Odeon Cineplex Central Square	-	24	-	-
Progress billings to				
- Cipta Quantum - Chemical Waste Management JV	-	2,544	-	-
- Zufar Water Services - Chemical Waste Management JV	18,078	91,853	-	-
Transaction with Kuok Brothers Sdn Bhd, a major shareholder of the Company				
Management fee paid	101	108	-	-
Transactions with a subsidiary company of Kuok Brothers Sdn Bhd				
Sales to Hoe Sen (Mersing) Sdn Bhd	8,810	9,358	-	-
Transactions with associated companies of Kuok Brothers Sdn Bhd				
Sales to Min Tien & Co Sdn Bhd	18,193	17,743	-	-
Management fees received from Jerneh Insurance Berhad	-	8	-	-
Registration fees received from Jerneh Asia Berhad	17	16	-	-
Registration fees received from Pelangi Berhad	24	26	-	-
Insurance premium paid to Jerneh Insurance Berhad	12,981	10,267	223	221
Rental of premises paid to Jerneh Insurance Berhad	1,034	492	275	137
Rental of premises paid to Pelangi Berhad	1,477	1,466	-	-
Transactions with a subsidiary company of Kerry Group Limited, a major shareholder of the Company				
Sales to Kerry Foodstuffs Co. Limited	5,118	9,568	-	-
Purchases from Kerry Foodstuffs Co. Limited	221,746	283,154	-	-
Transactions with an associated company of Kerry Group Limited				
Sales of shares in associated companies to Orange Glove Holdings Pte Ltd	59,398	-	59,398	-

43. RELATED PARTIES (continued)

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Transaction with an alternate director				
Disposal of a motor vehicle to Ms Koh Mei Lee	85	-	85	-
Transactions with companies in which Directors have financial interest				
Companies in which Mr. Ang Guan Seng has financial interest *				
- Sales to Batu Pahat Seng Huat Sdn Bhd	6,768	-	-	-
- Purchases from Ban Seng Guan Sdn Bhd	58,363	-	-	-
- Purchases from Hoe Seng Chan Sdn Bhd	4,441	-	-	-
- Purchases from Perusahaan Minyak Sawit Bintang Sdn Bhd	32,411	-	-	-
- Purchases from United Plastics Sdn Bhd	4,256	-	-	-
Company in which Dato' Abdul Jabid bin Mohd Don has financial interest *				
- Sales to Tejana Trading Corporation Sdn Bhd	1,292	-	-	-
Transactions with companies in which a director of PPB Oil Palms Berhad, Dr. Ng Siew Kee has financial interest				
- Purchases from				
Agrocom Enterprise Sdn Bhd	1,011	771	-	-
Agromac (M) Sdn Bhd	299	374	-	-
Transaction with a company in which a director of Golden Screen Cinemas Sdn Bhd, Mr. Raymond Chow Ting Hsing has financial interest *				
- Film royalty fee paid to Golden Harvest Entertainment Holdings Ltd	3,916	-	-	-
Transaction with a corporate shareholder of Cipta Wawasan Maju Engineering Sdn Bhd				
Management fee paid to Raya Aspirasi Sdn Bhd	-	186	-	-

The above transactions were entered into in the normal course of business and were established under negotiated terms.

* based on announcement made on 24.1.2003

44. EMPLOYEE INFORMATION

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Staff costs	251,224	242,004	10,552	9,937

The number of employees (including executive directors) as at 31 December 2002 was 15,085 (2001: 15,110) for the Group and 383 (2001: 382) for the Company.

45. CONTINGENT LIABILITIES

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Unsecured guarantees issued in consideration of credit facilities given to associated companies	23,800	23,800	2,550	2,550

In addition to the above, on 14 July 2000, a legal suit was filed in the High Court of Sabah and Sarawak at Sandakan against the Government of the State of Sabah challenging the alienation by the Sabah State Government to two of the Company's subsidiaries, namely, Hibumas Sdn Bhd ("Hibumas") and Penumilek Sdn Bhd ("Penumilek") of a total of 5,700 acres (2,307 hectares) of land situated in Sugut and Bonggaya District of Sandakan (the said lands). The said lands form part of a total area 25,784 acres (10,434 hectares) alienated to Hibumas and Penumilek, who were named as the Second and Third Defendants, respectively.

Hibumas and Penumilek have sought legal advice and had on 12 September 2000 filed an application to strike out the plaintiff's suit ("the Application"). The hearing of the Application previously set for mention on 5 June 2002 was vacated and the Court has not fixed a new mention date. The Directors are of the opinion that the suit is without merit.

46. COMMITMENTS

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Authorised acquisition of property, plant and equipment not provided for in the financial statements				
- contracted	54,873	47,753	337	-
- not contracted	224,425	205,366	454	619
Operating lease and other commitments				
- within 1 year	1,151	2,129	8	330
- later than 1 year but not later than 5 years	3,526	4,855	1	-
- later than 5 years	2,619	2,997	-	-
Uncalled portion of share capital in a subsidiary company	-	-	1,540	5,390
	286,594	263,100	2,340	6,339

46. COMMITMENTS (continued)

On December 2002, a subsidiary company, Suburmas Plantations Sdn Bhd ("Suburmas"), entered into a joint venture agreement with several Sarawakian parties to construct, own and operate a 40-tonne per hour crude palm oil mill in Sarawak. Subject to the relevant approvals, Suburmas proposed to subscribe for 53% equity interest in a joint venture company known as Suburmas Palm Oil Mill Sdn Bhd (*formerly known as E-mage Sdn Bhd*) for a cash consideration of RM3.71 million.

On 23 December 2002, a subsidiary company, Kalimantan Palm Industries Sdn Bhd, entered into a conditional Shares Sale Agreement with Kerry Holdings (Indonesia) Limited ("KHI") to acquire from KHI, 5,850 shares of USD1,000 each equivalent to 90% equity interest in PT Kerry Sawit Indonesia ("KSI") for a cash consideration of USD2.0 million. KSI owns two pieces of contiguous land in Central Kalimantan, Indonesia with a total area of about 32,000 hectares, which are proposed to be developed into an oil palm plantation. The acquisition is pending approval from the relevant authorities.

On 15 January 2003, a subsidiary company accepted an offer to purchase an additional 1,260,000 shares of RM1 each in Bintulu Edible Oils Sdn Bhd representing 14% of its issued share capital for a cash consideration of RM10.72 million. The acquisition is conditional pending the signing of a Shares Sale Agreement.

47. SEGMENTAL REPORTING

(a) Primary reporting format - business segment

The Group's operations comprise the following business segments:

- | | |
|---|---|
| (i) Sugar refining and cane plantation | - Cane cultivation and refinery of sugar |
| (ii) Grain and feed milling | - Flour milling and manufacturing of animal feed |
| (iii) Edible oils refining and trading | - Manufacturing and marketing of edible oils |
| (iv) Oil palm plantations | - Oil palm cultivation and milling of fresh fruit bunches |
| (v) Livestock farming | - Livestock breeding and farming |
| (vi) Packaging | - Manufacturing of steel drums and plastic containers |
| (vii) Environmental engineering, waste management and utilities | - Construction works specialising in water and environmental industry and provision for waste management |
| (viii) Film exhibition and distribution | - Exhibition and distribution of cinematograph films |
| (ix) Property investment and development | - Letting of commercial properties and development of residential and commercial properties |
| (x) Other operations | - Manufacturing and trading in chemical products, consumer products and gloves, provision of recreational for bowling, investment holding, engineering contracts, shipping and others |

Transactions between segments were entered into in the normal course of business and were established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. The effects of such inter-segmental transactions are eliminated on consolidation.

47. SEGMENTAL REPORTING (continued)

2002	Sugar refining & cane plantation RM'000	Grain & feed milling RM'000	Edible oils refining & trading RM'000	Oil palm plantations RM'000	Livestock farming RM'000
REVENUE					
External sales	715,388	666,222	5,640,700	93,125	42,285
Inter-segment sales	133	31,479	97,557	313,313	2,630
Total revenue	715,521	697,701	5,738,257	406,438	44,915
RESULT					
Segment operating result	68,880	90,140	38,206	154,830	(5,770)
Unallocated corporate expenses					
Profit from operations					
Investing activities					
Finance costs					
Share of associates' results	6,557	-	71,635	2,430	-
Share of joint ventures' results	-	-	-	-	-
Profit before taxation					
Taxation					
Profit after taxation					
Minority interests					
Net profit for the year					
OTHER INFORMATION					
Segment assets	285,948	503,058	884,456	1,318,963	113,729
Investments in associates	23,573	-	259,790	6,264	-
Investments in joint venture	-	-	-	-	-
Other investing assets					
Current tax assets					
Unallocated corporate assets					
Consolidated total assets					
Segment liabilities	(15,175)	(32,456)	(303,320)	(40,425)	(3,810)
Borrowings					
Tax liabilities					
Unallocated deferred income					
Unallocated corporate liabilities					
Consolidated total liabilities					
Capital expenditure	22,613	25,234	22,013	83,016	19,646
Unallocated capital expenditure					
Depreciation	12,996	14,397	27,939	29,395	5,330
Unallocated corporate depreciation					
Non-cash expenses other than depreciation	14	619	1,291	3,133	372
Unallocated non-cash expenses other than depreciation					

Packaging RM'000	Environmental engineering, waste management & utilities RM'000	Film exhibition & distribution RM'000	Property investment & development RM'000	Other operations RM'000	Elimination RM'000	Consolidated RM'000
83,466	130,829	73,987	102,304	309,674	-	7,857,980
15,838	-	-	1,232	19,168	(481,350)	-
99,304	130,829	73,987	103,536	328,842	(481,350)	7,857,980
9,645	7,370	5,532	26,718	3,176	471	399,198 (13,222) 385,976 19,592 (13,871) 117,084 102 508,883 (116,528) 392,355 (141,652) 250,703
-	12,089	117	4,730	19,526	-	117,084
-	177	(75)	-	-	-	102
175,840	63,100	109,353	230,463	282,429	(37,304)	3,930,035
-	28,182	379	79,464	289,581	-	687,233
-	314	-	-	-	-	314
						745,579 25,384 5,794 5,394,339
(26,460)	(40,044)	(17,612)	(21,873)	(56,681)	35,598	(522,258) (470,608) (78,733) (10,925) (4,308) (1,086,832)
29,259	6,010	1,293	597	12,047	-	221,728 2,591 224,319
18,141	784	8,858	4,191	13,554	-	135,585 1,248 136,833
670	472	979	166	1,065	-	8,781
						50 8,831

47. SEGMENTAL REPORTING (continued)

2001	Sugar refining & cane plantation RM'000	Grain & feed milling RM'000	Edible oils refining & trading RM'000	Oil palm plantations RM'000	Livestock farming RM'000
REVENUE					
External sales	709,822	627,734	3,625,935	40,909	39,537
Inter-segment sales	-	19,663	80,751	200,142	441
Total revenue	709,822	647,397	3,706,686	241,051	39,978
RESULT					
Segment operating result	78,166	70,931	39,840	29,352	4,563
Unallocated corporate expenses					
Profit from operations					
Investing activities					
Finance costs					
Share of associates' results	3,564	-	37,135	1,438	-
Share of joint ventures' results	-	-	-	-	-
Profit before taxation					
Taxation					
Profit after taxation					
Minority interests					
Net profit for the year					
OTHER INFORMATION					
Segment assets	287,667	471,300	789,879	1,255,614	102,899
Investments in associates	19,849	-	220,934	5,403	-
Investments in joint venture	-	-	-	-	-
Other investing assets					
Current tax assets					
Unallocated corporate assets					
Consolidated total assets					
Segment liabilities	(19,163)	(42,422)	(235,486)	(31,863)	(5,497)
Borrowings					
Tax liabilities					
Unallocated deferred income					
Unallocated corporate liabilities					
Consolidated total liabilities					
Capital expenditure	13,255	48,492	17,778	94,784	21,022
Unallocated capital expenditure					
Depreciation	11,361	13,463	23,242	26,552	3,847
Unallocated corporate depreciation					
Non-cash expenses other than depreciation	22	1,226	159	4,872	-
Unallocated non-cash expenses other than depreciation					

Packaging RM'000	Environmental engineering, waste management & utilities RM'000	Film exhibition & distribution RM'000	Property investment & development RM'000	Other operations RM'000	Elimination RM'000	Consolidated RM'000
68,994	141,778	56,709	37,038	280,637	-	5,629,093
18,526	-	-	1,295	35,877	(356,695)	-
87,520	141,778	56,709	38,333	316,514	(356,695)	5,629,093
1,265	8,230	(3,737)	8,633	5,154	2,840	245,237 (10,118) 235,119 15,962 (13,777) 84,254 8 321,566 (73,304) 248,262 (77,960) 170,302
-	9,235	(610)	3,509	29,983	-	84,254
-	60	(52)	-	-	-	8
156,010	99,564	118,203	227,581	268,794	(27,873)	3,749,638
-	16,036	165	73,843	339,090	-	675,320
-	138	533	-	-	-	671
						771,563
						5,496
						8,595
						5,211,283
(21,742)	(66,752)	(19,868)	(21,953)	(56,308)	28,347	(492,707) (503,057) (95,012) (10,368) (2,956) (1,104,100)
5,932	959	571	2,958	78,421	-	284,172
						1,942
						286,114
10,991	1,475	9,121	4,313	12,720	-	117,085
						1,114
						118,199
-	451	877	27	1,320	-	8,954
						43
						8,997

47. SEGMENTAL REPORTING (continued)

(b) Secondary reporting format - geographical segment

The Group operates mainly in Asia region. In determining the geographical segments of the Group, revenue is based on the geographical location of customers. Total assets and capital expenditure are based on the geographical locations of the assets.

	Revenue		Total assets		Capital expenditure	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
Malaysia	2,716,174	2,404,285	3,662,378	3,554,009	165,234	234,844
Indonesia	85,371	69,918	154,606	111,330	27,209	36,198
Singapore	3,906,396	2,467,820	21,435	11,909	5,480	101
Other Asean countries	110,885	27,228	88,022	68,855	26,395	14,938
East Asia	767,220	460,274	5,240	3,535	-	33
Other Asia countries	48,682	10,431	-	-	-	-
European countries	102,508	71,005	-	-	-	-
America and Asia Pacific countries	120,744	118,132	-	-	-	-
	7,857,980	5,629,093	3,931,681	3,749,638	224,318	286,114

All inter-segmental transactions were carried out in the normal course of business and established under negotiated terms.

48. FINANCIAL INSTRUMENTS

(a) Credit risk

At balance sheet date, RM211.604 million or 35.6% of the Group's total trade receivables was due from Kuok Oils & Grains Pte Ltd, an associated company.

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the balance sheet and the following:

	Group		Company	
	2002 RM'000	2001 RM'000	2002 RM'000	2001 RM'000
(i) Outstanding credit facilities guaranteed by the Group				
Total amount guaranteed	23,800	23,800	2,550	2,550
Total amount outstanding	14,409	13,432	2,379	2,379

48. FINANCIAL INSTRUMENTS (continued)

(ii) Outstanding commodity future contracts entered into by a subsidiary company's clients are as follows:

	Contract amount RM'000	Unrealised (loss)/gain based on year end market value RM'000
Future contracts		
- sales	75,258	(1,112)
- purchases	28,382	195

(b) Derivative financial instruments

Commodities future contracts outstanding as at 31 December 2002 are as follows:

	Contract amount RM'000	Unrealised loss based on year end market value RM'000
Future contracts		
- sales	71,872	(512)

The outstanding future contracts mature within one year.

Foreign currency forward contracts outstanding as at 31 December 2002 are as follows:

	Amount to be received or paid equivalent		Average contractual rate	← Settlement period →	
	'000	RM '000		Within 1 year RM '000	2 to 5 years RM '000
Trade receivables					
USD	65,079	247,789	3.808	247,789	-
SGD	762	1,685	2.211	1,685	-
Trade payables					
USD	317	1,214	3.830	1,057	157
Forward contracts on future purchases					
USD	1,413	5,412	3.830	5,412	-

48. FINANCIAL INSTRUMENTS (continued)

(c) Fair values

The carrying amounts of the financial assets and liabilities of the Group and of the Company at the balance sheet date approximated their fair values except for the following:

Other investments	Group		Company	
	Carrying amount RM '000	Fair value RM '000	Carrying amount RM '000	Fair value RM '000
2002				
Shares quoted in Malaysia	35,134	22,594	29,950	13,867
Shares quoted outside Malaysia	179,069	137,101	98,379	59,511
	214,203	159,695	128,329	73,378
Unquoted shares	22,452	-	12,315	-
	236,655	159,695	140,644	73,378
2001				
Shares quoted in Malaysia	38,128	24,375	30,011	15,643
Shares quoted outside Malaysia	181,804	167,069	98,379	71,197
	219,932	191,444	128,390	86,840
Unquoted shares	22,452	-	12,315	-
	242,384	191,444	140,705	86,840

Certain investments are carried at amounts in excess of their fair values. No further allowance for diminution in value has been recognised as the Directors are of the opinion that the decline in value is temporary in nature.

It is not practical to estimate the fair value of unquoted investments due to the lack of quoted market values and the inability to estimate fair value without incurring excessive cost. However, the Group believes that the carrying amounts represent the recoverable values.

49. SUBSEQUENT EVENT

On 14 February 2003, a subsidiary company, AWS Sales & Services Sdn Bhd entered into a Shares Sale Agreement to acquire 1,000,000 ordinary shares of RM1.00 each in Conwaste Disposal Services (P.Pinang) Sdn Bhd ("CDSP"), representing the entire issued and paid-up share capital of CDSP, for a cash consideration of RM360,000.

50. AUTHORISATION FOR ISSUE OF FINANCIAL STATEMENTS

These financial statements were authorised for issue on 28 February 2003 by the Board of Directors.

51. SUBSIDIARY COMPANIES

The subsidiary companies as at 31 December 2002 were as follows :-

Companies	Group's equity interest		Country of incorporation	Principal activities
	2002 %	2001 %		
Malayan Sugar Manufacturing Company Bhd	100.0	100.0	Malaysia	Sugar refining and investment holding
Astakonas Sdn Bhd	100.0	100.0	Malaysia	Transportation
Masuma Trading Co Ltd	100.0	100.0	* Hong Kong	Investment holding
Quintrine Company Ltd	100.0	100.0	* Hong Kong	Investment holding
Stenmark Investment Inc	100.0	100.0	* Liberia	Dormant
Banqua Limited	100.0	100.0	* British Virgin Islands	Investment holding
MSM Properties Sdn Bhd	100.0	100.0	Malaysia	Dormant
FFM Berhad	53.8	53.8	Malaysia	Investment holding, flour milling, animal feed manufacturing and marketing and trading of wheat, maize and soya beans
Johor Bahru Flour Mill Sdn Bhd	100.0	100.0	Malaysia	Flour milling and manufacturing of animal feed
FFM Feedmills (Sabah) Sdn Bhd	100.0	100.0	* Malaysia	Manufacturing and trading of animal feed
Lamlewa Feedmill Sdn Bhd	76.0	76.0	Malaysia	Ceased operations in 2000
FFM Feedmills (Sarawak) Sdn Bhd	75.0	75.0	* Malaysia	Manufacturing and trading of animal feed
FFM Marketing Sdn Bhd	100.0	100.0	Malaysia	Distribution and marketing of edible oils and consumer products
Fedflour Trading Company Ltd	100.0	100.0	* Hong Kong	Commodity trading
Stock & Trade Ltd	100.0	100.0	* British Virgin Islands	Investment holding
Fortune Enterprise Sdn Bhd	100.0	100.0	Malaysia	Dormant
Taloh Sdn Bhd	100.0	100.0	Malaysia	Investment holding
Waikari Sdn Bhd	100.0	100.0	Malaysia	Investment holding
Buxton Limited	100.0	100.0	* Samoa	Investment holding and commodity trading
Reefton Sdn Bhd	-	100.0	Malaysia	Under members' voluntary liquidation
Katella Sdn Bhd	100.0	100.0	Malaysia	Shipping
Friendship Trading Sdn Bhd	100.0	100.0	Malaysia	Provision of transportation services
Glowland Limited	100.0	100.0	* Samoa	Investment holding
JBFM Feedmill Sdn Bhd	100.0	100.0	Malaysia	Manufacturing and trading of animal feed
FFM Farms Sdn Bhd	100.0	100.0	Malaysia	Livestock breeding and processing of manure into organic fertilizers
Johor Bahru Feedmill & Trading Sdn Bhd	100.0	100.0	Malaysia	Dormant
Affluence Trading Sdn Bhd	100.0	100.0	* Malaysia	Dormant
FFM Flour Mills (Sarawak) Sdn Bhd	100.0	100.0	Malaysia	Development of a flour mill
FFM Everbloom Sdn Bhd (formerly known as Millcake (Malaysia) Sdn Bhd)	100.0	-	Malaysia	Dormant

51. SUBSIDIARY COMPANIES (continued)

Companies	Group's equity interest		Country of incorporation	Principal activities
	2002 %	2001 %		
Vietnam Flour Mills Ltd	52.5	52.5	* Socialist Republic of Vietnam	Flour milling
Tego Sdn Bhd	79.9	79.9	Malaysia	Manufacturing of polyethylene and polypropylene woven bags and fabrics
Tego Multifil Sdn Bhd	100.0	100.0	Malaysia	Manufacturing and trading of polypropylene multi-filament yarns
Tefel Packaging Co Ltd	100.0	100.0	* Union of Myanmar	Manufacturing of polyethylene and polypropylene woven bags and fabrics
PGEO Group Sdn Bhd	100.0	100.0	Malaysia	Investment holding and trading and marketing of edible oils
PGEO Edible Oils Sdn Bhd	100.0	100.0	Malaysia	Processing and marketing of soya bean oils, soya bean meal, palm oil products and maize, and manufacturing of steel drums
Fedruns Sdn Bhd	100.0	100.0	Malaysia	Broker in commodity futures
Maytown Sdn Bhd	100.0	100.0	Malaysia	Investment holding
Sandakan Edible Oils Sdn Bhd	100.0	100.0	* Malaysia	Manufacturing and marketing of edible oils
Bintulu Edible Oils Sdn Bhd	86.0	86.0	* Malaysia	Manufacturing and marketing of edible oils
Narwa Sdn Bhd	66.6	66.6	* Malaysia	Manufacturing of plastic containers and distribution and marketing of edible oils and consumer products. The company ceased operation on 1 January 2003
Savers Retail Sdn Bhd	-	100.0	Malaysia	Under members' voluntary liquidation
PPB Hartabina Sdn Bhd	100.0	100.0	Malaysia	Property development and property investment
Kembang Developments Sdn Bhd	100.0	100.0	Malaysia	Rental of landed properties
Minsec Properties Bhd	100.0	100.0	Malaysia	Property development
Minsec Management Services Company Ltd	100.0	100.0	* Hong Kong	Dormant
Ampang Leisuremall Sdn Bhd	55.0	55.0	Malaysia	Property development
PPB Leisure Holdings Sdn Bhd	100.0	100.0	Malaysia	Investment holding
Cathay Screen Cinemas Sdn Bhd	66.2	66.2	Malaysia	Property investment
Cathay Enterprises Sdn Bhd	100.0	100.0	Malaysia	Investment holding
Cathay Theatres Sdn Bhd	100.0	100.0	Malaysia	Renting of properties
Cathay Theatres (Sarawak) Sdn Bhd	100.0	100.0	Malaysia	Renting of properties
Film Allied Services Sdn Bhd	100.0	100.0	Malaysia	Provision of subtitling services of cinematograph films
Leisure Bowl Holdings Sdn Bhd	100.0	100.0	Malaysia	Investment holding and provision of management services

51. SUBSIDIARY COMPANIES (continued)

Companies	Group's equity interest		Country of incorporation	Principal activities
	2002 %	2001 %		
Leisure Bowl Centres Sdn Bhd	100.0	100.0	Malaysia	Provision of recreational facilities for bowling and sales and rental of related equipment
Leisure Bowl (JB) Sdn Bhd	60.0	60.0	Malaysia	Provision of recreational facilities for bowling and sales and rental of related equipment
Golden Screen Cinemas Sdn Bhd	54.2	54.2	Malaysia	Exhibition and distribution of cinematograph films
Premier Cinemas Sdn Bhd	100.0	100.0	Malaysia	Exhibition of cinematograph films
Cinead Sdn Bhd	100.0	100.0	Malaysia	Advertising contractors and consultants
South Island Mining Company Sdn Bhd	100.0	100.0	Malaysia	Investment holding, iron-ore mining, cultivation of rubber and oil palm
Seletar Sdn Bhd	100.0	100.0	Malaysia	Oil palm cultivation and property development
Central Kedah Rubber Estates Sdn Bhd	100.0	100.0	Malaysia	Dormant
PPB Oil Palms Berhad	55.8	58.7	* Malaysia	Investment holding
Sapi Plantations Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation and milling of fresh fruit bunches
Kiabau Plantations Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Suai Plantations Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Saremas Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation and milling of fresh fruit bunches
Segarmas Plantations Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Kaminsky Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Sabahmas Plantations Sdn Bhd	100.0	100.0	* Malaysia	Investment holding, oil palm cultivation and milling of fresh fruit bunches
Red Logging Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Gepa Lumber Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Page Development Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Logmerc Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Ceramilek Sdn Bhd	89.8	89.8	* Malaysia	Investment holding
Hibumas Sdn Bhd	100.0	100.0	* Malaysia	Investment holding and oil palm cultivation
Penumilek Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Jebawang Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Sri Kamusan Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Reka Halus Sdn Bhd	70.0	70.0	* Malaysia	Oil palm cultivation and milling of fresh fruit bunches
Suburmas Plantations Sdn Bhd	70.0	70.0	* Malaysia	Oil palm cultivation
Ribubonus Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
Aktif Kukuh Sdn Bhd	100.0	100.0	* Malaysia	Oil palm cultivation
PT Mustika Sembuluh	90.0	90.0	* Indonesia	Oil palm cultivation
Clonal Palms Sdn Bhd	70.0	70.0	* Malaysia	Cultivation and sale of clonal plantlets
PT Tidar Sungkai Sawit	100.0	100.0	* Indonesia	Oil palm cultivation and milling of fresh fruit bunches
Kalimantan Palm Industries Sdn Bhd	100.0	-	* Malaysia	Investment holding

51. SUBSIDIARY COMPANIES (continued)

Companies	Group's equity interest		Country of incorporation	Principal activities
	2002 %	2001 %		
PPB Corporate Services Sdn Bhd	100.0	100.0	Malaysia	Corporate and share registration services
Hexarich Sdn Bhd	100.0	100.0	Malaysia	Investment holding
Chemquest Sdn Bhd	55.0	55.0	Malaysia	Investment holding and provision of management services
Chemquest Trading (M) Sdn Bhd	100.0	100.0	Malaysia	Trading in chemical products
Products Manufacturing Sdn Bhd	70.0	70.0	Malaysia	Manufacturing and trading in toiletries requisites, household and chemical products
Chemical Waste Management Sdn Bhd	99.0	99.0	Malaysia	Construction works specialising in the water and environmental industry
Cipta Wawasan Maju Engineering Sdn Bhd	55.0	55.0	Malaysia	Builders and contractors for general engineering and construction works
CQ Properties Sdn Bhd	100.0	100.0	Malaysia	Investment in land and property for rental
Chemquest (Overseas) Ltd	100.0	100.0	* British Virgin Islands	Investment holding
CQ Technology Ltd	100.0	100.0	* British Virgin Islands	Trading in chemical products and investment holding
Chemquest Management Services Sdn Bhd	100.0	100.0	Malaysia	Provision of management services
Asia Pacific Microspheres Sdn Bhd	100.0	100.0	Malaysia	Manufacture and marketing of "Phenose Microspheres" and trading in contact glue
Marathon Equipment Asia Pte Ltd	70.0	70.0	* Singapore	Engineering, manufacturing, facility designing and construction management of waste disposal equipment
Malayan Adhesives & Chemicals Sdn Bhd	52.0	52.0	Malaysia	Manufacturing and trading in adhesives, resins, additives and formaldehyde and investment holding
Otto Enviromental Systems (Asia) Pte Ltd	100.0	100.0	* Singapore	Marketing and distribution and trading of environmental systems
Chemquest International Pte Ltd	100.0	100.0	* Singapore	Provision of waste management and investment holding
Garbagemaster Pte Ltd	100.0	100.0	* Singapore	Collection, storage and disposal of wastes (Ceased operation since 31 December 2000)
Sita Environmental Services Sdn Bhd	50.1	50.1	* Malaysia	Investment holding
Solar Status Sdn Bhd	100.0	100.0	* Malaysia	Investment holding
AWS Sales & Services Sdn Bhd	80.0	80.0	* Malaysia	Contractors for garbage collection and provision of management and other services in connection with garbage collection
Minsec Engineering Services Sdn Bhd	100.0	100.0	Malaysia	Provision of engineering services
Tri-Electro Sdn Bhd	76.0	76.0	Malaysia	Supply of electrical and mechanical equipment

51. SUBSIDIARY COMPANIES (continued)

Companies	Group's equity interest		Country of incorporation	Principal activities
	2002 %	2001 %		
PT Healthcare Glovindo	100.0	100.0	* Indonesia	Manufacturing and trading in gloves
PT Glovindo Lampung	100.0	100.0	* Indonesia	Inactive
Quantum Plastic Industries Pte Ltd	100.0	100.0	* Singapore	Engineering, manufacturing, facility designing and construction management of waste disposal equipment
Kerry Utilities Ltd	50.0	-	* Samoa	Dormant

* Subsidiary companies not audited by Moores Rowland

52. ASSOCIATED COMPANIES

The associated companies as at 31 December 2002 were as follows :-

Companies	Group's equity interest		Country of incorporation	Principal activities
	2002 %	2001 %		
Kilang Gula Felda Perlis Sdn Bhd	50.0	50.0	Malaysia	Cane milling and sugar refining
Pantai Dalit Beach Resort Sdn Bhd	-	25.0	Malaysia	Hotel operator
Tanjong Aru Hotel Sdn Bhd	-	20.0	Malaysia	Hotel operator
Shaw Brothers (M) Sdn Bhd	34.0	34.0	Malaysia	Property development
Vita Tenggara Fruit Industries Sdn Bhd	40.0	40.0	Malaysia	Property development
Malaysian Bulk Carriers Sdn Bhd	20.0	20.0	Malaysia	Investment holding and shipping
Lahad Datu Edible Oils Sdn Bhd	45.0	45.0	Malaysia	Refining of edible oils
Kuok Oils & Grains Pte Ltd	28.0	28.0	Singapore	Commodity trading
Kuok Oils & Grains (Hong Kong) Ltd	40.0	40.0	Hong Kong	Dormant
Wisma Perak Sdn Bhd	50.0	50.0	Malaysia	Investment holding
Grenfell Holdings Sdn Bhd	49.7	49.2	Malaysia	Investment holding
Golden Screen Film Distribution Co Sdn Bhd	50.0	50.0	Malaysia	Dormant
Primium Khas Sdn Bhd	-	50.0	Malaysia	Under creditors' liquidation during the year
Federation Theatres Sdn Bhd	40.0	40.0	Malaysia	Under members' voluntary liquidation subsequent to year end
Kerry Leisure Concepts Sdn Bhd	50.0	50.0	Malaysia	Operator of amusement centres
Global Entertainment and Management Systems Sdn Bhd	33.3	-	Malaysia	Investment holding
Golden Abacus Pte Ltd	50.0	-	Singapore	Provision of information technology services

52. ASSOCIATED COMPANIES (continued)

Companies	Group's equity interest		Country of incorporation	Principal activities
	2002 %	2001 %		
Saratok Palm Oil Mill Sdn Bhd	30.0	30.0	Malaysia	Operation of a palm oil mill, purchasing and processing of fresh fruit bunches and selling of crude palm oil and palm kernel
Agri-Sabah Fertilizer Sdn Bhd	22.7	22.7	Malaysia	Manufacturing of fertilizers
Ancom-Chemquest Terminals Sdn Bhd	25.0	25.0	Malaysia	Building, mining, operating, leasing and managing a chemical tank farm and warehouse
Sitamas Environmental Systems Sdn Bhd	49.0	49.0	Malaysia	Provision of disposal services
Techno Indah Sdn Bhd	40.0	40.0	Malaysia	Sludge disposal management
Rentak Murni Sdn Bhd	-	40.0	Malaysia	Dormant and was deregistered on 13 June 2002
Cipta Quantum Sdn Bhd	30.0	30.0	Malaysia	Trading in equipment and services in waste management
Worldwide Landfills Sdn Bhd	40.0	40.0	Malaysia	Management of environmental sanitary landfill and waste treatment
Konsortium Abass Sdn Bhd	25.0	25.0	Malaysia	Operation and management of water treatment plant

53. JOINTLY CONTROLLED ENTITIES

	Group's equity interest		Country of incorporation	Principal activities
	2002 %	2001 %		
Cipta Quantum - Chemical Waste Management JV	25.0	25.0	Malaysia	Mechanical and electrical works
Zufar Water Services - Chemical Waste Management JV	50.0	50.0	Malaysia	Civil, mechanical and electrical works
Selangor Amusement Co.	-	50.0	Malaysia	Partnership dissolved during the current financial year
Odeon Cineplex Central Square	-	50.0	Malaysia	Partnership dissolved during the current financial year

STATEMENT BY DIRECTORS

pursuant to Section 169(15) of the Companies Act, 1965

We, DATO' ABDUL JABID BIN MOHD DON and DATO SRI LIANG KIM BANG, being two of the Directors of PPB Group Berhad, do hereby state that, in the opinion of the Directors, the financial statements set out on pages 86 to 154 are drawn up in accordance with applicable approved accounting standards so as to give a true and fair view of the state of affairs of the Group and of the Company at 31 December 2002 and of their results and cash flows for the year ended on that date.

On behalf of the Board

Dato' Abdul Jabid bin Mohd Don
Director

Dato Sri Liang Kim Bang
Director

Kuala Lumpur
28 February 2003

STATUTORY DECLARATION

pursuant to Section 169(16) of the Companies Act, 1965

I, LEONG CHOYYING, being the Officer primarily responsible for the accounting records and financial management of PPB Group Berhad, do solemnly and sincerely declare that the financial statements of the Group and of the Company set out on pages 86 to 154 are to the best of my knowledge and belief, correct and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Leong Choy Ying
Finance Controller

Subscribed and solemnly declared by the
abovenamed Leong Choy Ying
at Kuala Lumpur in the
Federal Territory on this 28th day of February, 2003

Before me,

Soh Ah Kau
Commissioner for Oaths
Malaysia

AUDITORS' REPORT

We have audited the financial statements of the Group and of the Company set out on pages 86 to 154. The preparation of the financial statements is the responsibility of the Company's Directors. Our responsibility is to express an opinion on the financial statements based on our audit.

We conducted our audit in accordance with approved auditing standards issued by the Malaysian Institute of Accountants. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes an assessment of the accounting principles used and significant estimates made by the directors as well as an evaluation of the overall presentation of the financial statements.

We believe our audit provides a reasonable basis for our opinion.

In our opinion:

- (a) the financial statements have been properly drawn up:
 - (i) so as to give a true and fair view of the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements of the Group and of the Company;
 - (ii) in accordance with the provisions of the Act so as to give a true and fair view of the state of affairs of the Group and of the Company at 31 December 2002 and of their results and cash flows for the year ended on that date;
 - (iii) in accordance with applicable approved accounting standards.
- (b) the accounting and other records and the registers required by the Act to be kept by the Company and by the subsidiary companies of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.

We have considered the financial statements and the auditors' report of the subsidiary companies of which we have not acted as auditors, and which are indicated in note 51 to the financial statements.

We are satisfied that the financial statements of the subsidiary companies that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements and we have received satisfactory information and explanations required by us for those purposes.

The auditors' reports on the financial statements of the subsidiary companies were not subject to any qualification, and in respect of subsidiary companies incorporated in Malaysia, did not include any comment made under Section 174 (3) of the Act.

MOORES ROWLAND
No. AF: 0539
Chartered Accountants

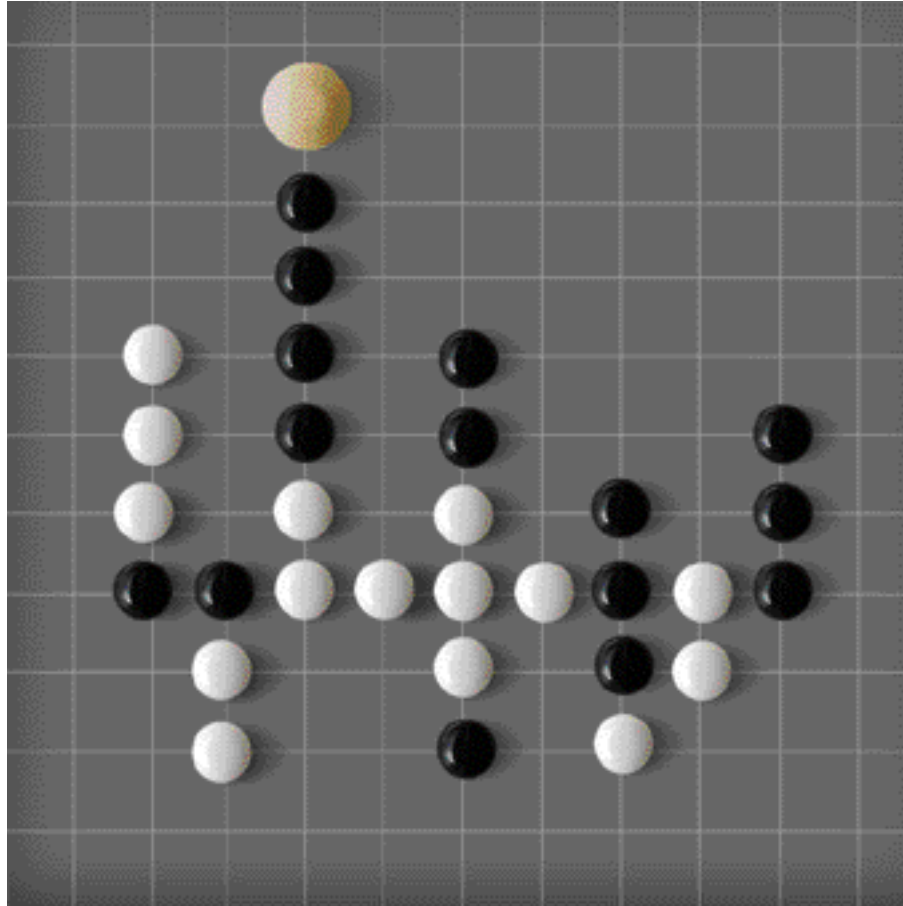
TANG KIN KHEONG
(Partner)
No. 1501/9/03 (J/PH)

Kuala Lumpur
28 February 2003



More is revealed on PPB's Properties and Shareholdings...





RESILIENCE

The art of winning lies in the ability of the GO player to overcome the many obstacles faced.
Through the diversity of the Group's operations, the Group has been able to thrive amidst uncertainties in the marketplace.

properties owned by PPB Group & its subsidiaries 160-169 • statement of shareholdings 170-173
group corporate directory • notice of annual general meeting("AGM") • statement accompanying notice of AGM • proxy form

THE PROPERTIES & SHAREHOLDINGS

*Drawing upon the strength and support of shareholders,
the Group has made greater progress this year,
building upon a solid foundation to withstand adverse
conditions in the world economy.*

PROPERTIES OWNED BY PPB GROUP BERHAD AND ITS SUBSIDIARIES

Location	Description & existing use	Date of acquisition/ revaluation	Age of buildings in years	Land Area	Tenure	Year of Expiry	Net Book Value at 31.12.2002 RM'000
State of Perlis							
PN 37, Kampung Baru, Chuping	Sugar cane plantation	1.11.1980	-	5,851 hectares	Leasehold	2061 & 2063	18,460
PN 39, Bukit Merah, Chuping							
PN 40, Store Chia, Chuping							
PN 41, Padang Hang Chik Wa, Chuping							
PN 42, Padang Mayat, Chuping							
PN 43, Air Hujan, Chuping							
HS (D) 4455, Air Timbul Jerneh, Chuping							
HS (D) 145, Chuping							
HS (D) 194, Rimba Mas-Mas, Chuping	Sugar cane experimental station	2.8.1982	33	13 hectares	Leasehold	2072	
HS (D) 2587, Bilal Udoh, Chuping							
HS (D) 2483, Wang Bintong, Kangar	Residential land (vacant)	10.5.1969	-	6,070 sq metres	Freehold	-	41
State of Penang							
Lot Nos 31, 333-339, 342, 343, 435 & 438, Section 15, City of Georgetown	Land for property development	30.9.1976	-	2 hectares	Freehold	-	3,910
Lot 256/1 (923), 257, 258, 260, 283 & 554,Tanah Aman, Bukit Tengah, Mukim 11, Province Wellesley Central	Staff housing	30.9.1976	36 to 39	12 hectares	Freehold	-	1,156
798, Main Road, Prai, Province Wellesley	Sugar refinery	30.9.1976	39	8 hectares	Leasehold	2028 & 2054	13,457
Plots 352-355 & 362-364 Tingkat Perusahaan Tiga, Seberang Prai Tengah	Factory and office building	28.4.1989	26	24,922 sq metres	Leasehold	2035 & 2043	1,555
Plot 99(1), Plot 100(1) & Plot 571, MK1 & 13, Tingkat Perusahaan Dua, Seberang Prai Tengah	Factory, warehouse & silo	25.11.1982	20	35,889 sq metres	Leasehold	2042, 2049& 2050	8,172
Odeon Penang No. 130, Penang Road, 10000 Penang	Cinema & carpark leased out	16.4.1990	56 -	1,084 sq metres 281 sq metres	Freehold Leasehold	- 2038	434 142

PROPERTIES OWNED BY PPB GROUP BERHAD AND ITS SUBSIDIARIES (continued)

Location	Description & existing use	Date of acquisition/ revaluation	Age of buildings in years	Land Area	Tenure	Year of Expiry	Net Book Value at 31.12.2002 RM'000
State of Penang							
Dalit Cinema Kompleks Tun Abdul Razak Lebuh Tek Soon, 10000 Penang	Shoplot leased out	16.4.1990	22	3,332 sq metres	Leasehold	2080	4,582
Cathay Bukit Mertajam No.14, Jln Aston, 14000 Bukit Mertajam	Cinema & carpark leased out	16.4.1990	47	1,092 sq metres	Freehold	-	400
			-	282 sq metres	Freehold	-	119
			-	166 sq metres	Leasehold	2054	
No. 8-8A, 8B, 10, 10A, 12, 12A, 14, 14A, 16, 16A, 18, 18A, 20, 20A, 22, 22A,22B, 22C, Beach Street, 10300 Penang	Land for development	31.3.1981	> 50	2,526 sq metres	Freehold	-	2,555
No. 2 & 4, Church Street, 10300 Penang	Land for development						
State of Kedah							
Cathay Alor Setar No.1, Jln Limbong Kapal 05000 Alor Setar	Cinema leased out	16.4.1990	47	3,901 sq metres	Freehold	-	1,168
Cathay Sungai Petani No.11, Jln Bank, 08000 Sg. Petani	Cinema leased out	16.4.1990	>50	830 sq metres	Freehold	-	405
31 Jln Kampung Baru, Sg. Petani, 08000 Kedah	Land for property development	7.11.1991	-	11,339 sq metres	Freehold	-	4,556
Lot 28, 57, 65, 1011, 1128, 1122-1124, 1137, 1139, 1142, 1010, 1273, 1242,1279, 1292, 573,1289,1290, 1664 & 1665, Mukim Semeling, Daerah Kuala Muda	Rubber estate & oil palm estate	13.4.1981	-	569 hectares	Freehold	-	13,527
Lot 4841, 4842, 4843, 4844, 4845 & 4846 Mukim Semeling, Daerah Kuala Muda	Oil palm estate	13.4.1981	-	91 hectares	Freehold	-	
Lots 36-39, 50-51, 108, 3132-3135, Mukim of Ayer Puteh, Gurun	Poultry breeder farm & vacant agricultural land	21.2.1995	6	103 hectares	Freehold	-	14,977

PROPERTIES OWNED BY PPB GROUP BERHAD AND ITS SUBSIDIARIES (continued)

Location	Description & existing use	Date of acquisition/ revaluation	Age of buildings in years	Land Area	Tenure	Year of Expiry	Net Book Value at 31.12.2002 RM'000
State of Kelantan							
Lot 29, Kawasan MIEL Kampung Lundang, Jln Pasir Putih, Kota Bharu	Office building & warehouse	29.7.1992	9	1,730 sq metres	Leasehold	2077	519
Lot no. PT 4090 Mukim Panchor, Daerah Kemumin, Kota Bharu	Vacant industrial land	30.12.2001	-	14,166 sq metres	Leasehold	2063	844
Wilayah Persekutuan							
LA 79200014, Layang Layang Town, Labuan	Disused cinema	16.4.1990	-	9,941 sq metres	Leasehold	2092	1,375
Sungei Wang Cinema Tingkat Dua, Sungei Wang Plaza 55100 Kuala Lumpur	Shoplot leased out	16.4.1990	25	6,187 sq metres	Freehold	-	10,255
PT No 5425, 5427, 2883 39727-39729 Jln Cheras Kuala Lumpur	Land for property development	9.3.1982	-	92,771 sq metres	Freehold	-	21,647
Cheras LeisureMall, Jln Manis 6, Taman Segar, Cheras, 56100 Kuala Lumpur	Shopping mall	9.3.1982	8 1/2	21,225 sq metres	Leasehold	2077 & 2080	55,440
No.11, Jln Manis 1, Taman Segar, Cheras, 56100 Kuala Lumpur	Eight storey building leased out & carpark	9.3.1982	16	9,225 sq metres	Leasehold	2077 & 2080	11,496
Lot 82, 264, 265 & 11276 M01, Ampang, Jln Ampang	Land for property development	27.8.1990	-	19,781 sq metres	Freehold	-	72,470
State of Sarawak							
Lot 2231, Pending Industrial Estate, Kuching	Factory, warehouse & office building	13.11.1984 18.6.1987 15.3.1989	> 19	6,810 sq metres	Leasehold	2040	3,548
Lot 505, Muara Tebas Land District, Kuching	Industrial land under development	6.12.1999	-	21,350 sq metres	Leasehold	2059	1,149
Lot 188, 190 & 191 Block 71 Kuching Central Land	Clonal palm laboratory	30.11.2001	< 2	4,532 sq metres	Leasehold	2924	1,824

PROPERTIES OWNED BY PPB GROUP BERHAD AND ITS SUBSIDIARIES (continued)

Location	Description & existing use	Date of acquisition/ revaluation	Age of buildings in years	Land Area	Tenure	Year of Expiry	Net Book Value at 31.12.2002 RM'000
State of Sarawak							
Cathay Kuching Lot 31, Section 23, Khoo Hun Yeang Street, 93700 Kuching	Cinema leased out	16.4.1990	> 50	1,661 sq metres	Leasehold	2802	397
Cathay Sibul C.D.T, No.6, Raminway, 96007 Sibul	Cinema leased out	16.4.1990	43	1,486 sq metres	Leasehold	2016	458
Lot 57, Sawai Land, Miri	Oil palm plantation & palm oil mill	31.5.1997	< 3	2,284 hectares	Leasehold	2056	140,958
Lot 49, Sawai Land, Miri	Oil palm plantation & palm oil mill	31.5.1997	11	9,895 hectares	Leasehold	2045	
Lot 1, Sawai Land, Suai	Oil palm plantation	31.5.1997	-	5,674 hectares	Leasehold	2043	56,358
Lot 1, Block 39, Sawai Land, Miri	Oil palm plantation	31.5.1997	-	4,727 hectares	Leasehold	2053	46,188
Lot 1, Block 42, Sawai Land, Suai	Oil palm plantation	31.5.1997	-	3,988 hectares	Leasehold	2054	46,448
Lot 4, Block 1 Kemena Land	Oil palm plantation	31.5.1997	-	2,384 hectares	Leasehold	2054	28,912
Port 663, Block 20 Kemena Land District, Tanjong Kidurong, Bintulu	Palm kernel crushing plant & building	31.5.1997	5	20,000 sq metres	Leasehold	2056	7,671
Lot 9, Block 20 Kemena Land District of Bintulu	Factory building	31.5.1997	11	26,305 sq metres	Leasehold	2016	
Lot 3773, Bk 31 Kemena Land District, Taman Seaview Jalan Tg. Batu, Bintulu	4-storey office building	5.7.1995	8	173 sq metres	Leasehold	2056	801
State of Sabah							
Nos 1 & 3, Tanjung Lipat, Kota Kinabalu	Office building & warehouse	17.12.1984	37	1,231 sq metres	Leasehold	2025	854
5 1/2 mile, Jln Tuaran Kolombong Industrial Estate, Kota Kinabalu	Factory & office building	10.10.1989	10	10,927 sq metres	Leasehold	2032	5,518

PROPERTIES OWNED BY PPB GROUP BERHAD AND ITS SUBSIDIARIES (continued)

Location	Description & existing use	Date of acquisition/ revaluation	Age of buildings in years	Land Area	Tenure	Year of Expiry	Net Book Value at 31.12.2002 RM'000
State of Sabah BFO Building, Jln Tunku Abd Rahman/Jln Laiman Diki, 88996 Kota Kinabalu	Office building	21.11.1995	22	8,741 sq metres	Leasehold	2074	12,598
CL 075149325, Karamunting Land, Sandakan	Land for expansion	10.8.1996	-	58,315 sq metres	Leasehold	2881	2,251
Cathay Sandakan Lot 2869, Third Street, 90007 Sandakan	Carpark leased out	16.4.1990	45	1,282 sq metres	Leasehold	2053	719
Lot 2777, TL 077508788, Lrg Gardenia & 60M North of KM 24 Jln Utara, Sandakan	Land for development	16.4.1990	-	845 sq metres	Leasehold	2061	219
Lot 1AKM15, Jalan Labuk, Sandakan	4 storey office building	4.4.2002	1	1,500 sq metres	Leasehold	2887	2,214
CL 085319946, Labuk-Sugut, Sg. Sapi	Palm oil mill & ancillary building	31.5.1997	3 to 14	23 hectares	Leasehold	2086	4,702
CL 08532201, Labuk-Sugut, Sg. Sapi	Oil palm plantation	31.5.1997	-	3,716 hectares	Leasehold	2086	54,189
CL 085322194, Labuk Sugut, Sg. Sapi	Oil palm plantation	31.5.1997	-	3,145 hectares	Leasehold	2086	58,873
CL 085322854, Labuk-Sugut, Sg. Kibut	Oil palm plantation, palm oil mill & ancillary buildings	31.5.1997	3 to 7	6,355 hectares	Leasehold	2088	97,425
CL 085208359, Labuk- Sugut, Beluran	Oil palm plantation	31.5.1997	-	972 hectares	Leasehold	2062	22,158
CL 085331040, Labuk- Sugut, Beluran	Oil palm plantation	20.2.2002	-	1,208 hectares	Leasehold	2101	6,768
PT 95092077, PT 95082360, Sg. Sugut, Beluran	Oil palm plantation	18.9.1998	-	7,540 hectares	Leasehold	2096	63,470

PROPERTIES OWNED BY PPB GROUP BERHAD AND ITS SUBSIDIARIES (continued)

Location	Description & existing use	Date of acquisition/ revaluation	Age of buildings in years	Land Area	Tenure	Year of Expiry	Net Book Value at 31.12.2002 RM'000
State of Sabah							
CL 085320672, Labuk-Sugut, Sg. Sugut, Beluran	Oil palm plantation	18.9.1998	-	404 hectares	Leasehold	2087	345
TL 077533754, District of Sandakan	Factory building	31.5.1997	7 to 25	57,000 sq metres	Leasehold	2037	17,836
TL 077530066, District of Sandakan	Palm kernel crushing plant	31.5.1997	13 to 23	23,000 sq metres	Leasehold	2035	
CL 085322587, CL 085322596, CL 085322603, Labuk-Sugut, Moynod, Beluran	Oil palm plantation & palm oil mill	31.5.1997	3 to 12	5,352 hectares	Leasehold	2087	80,238
CL 085313560/ 631/ 640/ 659/ 668/ 677, Labuk-Sugut, Sg. Labuk	Oil palm plantation	31.5.1997	-	1,655 hectares	Leasehold	2081	17,005
TL 017529332, Jln Albert Kok, Kota Kinabalu	Land for property development	8.11.1991	-	3,701 sq metres	Leasehold	2073	4,840
CL 115378919/ 28/ 37/ 46/ 55/ 64/ 73, Lot 1,2,3,4,5,6 & 7, Silabukan, Lahad Datu	Oil palm plantation & palm oil mill	29.7.1998	< 3	10,991 hectares	Leasehold	2086	207,786
CL 085320403, Labuk-Sugut, Sg. Sugut	Oil palm plantation	7.12.1998	-	2,832 hectares	Leasehold	2085	34,419
CL085330089 Labuk, Telupid Beluran	Oil palm plantation	30.4.1999	-	3,262 hectares	Leasehold	2096	40,152
CL085333740 Labuk, Telupid Beluran	Oil palm plantation	19.5.2000	-	250 hectares	Leasehold	2096	1,547
State of Selangor							
Lot 15609, Persiaran Raja Muda Musa, Klang	Road reserve	25.11.1982	-	1,068 sq metres	Freehold	-	117
Lot 602, Jalan Raja Lumu Pandamaran, Port Klang	Factory & office building	25.11.1982	12	16,187 sq metres	Leasehold	2079	2,521

PROPERTIES OWNED BY PPB GROUP BERHAD AND ITS SUBSIDIARIES (continued)

Location	Description & existing use	Date of acquisition/ revaluation	Age of buildings in years	Land Area	Tenure	Year of Expiry	Net Book Value at 31.12.2002 RM'000
State of Selangor							
P.O Box 141, South Port Area, Port Klang	Factory, warehouse & office building	25.11.1982	13 to 36	54,607 sq metres	Leasehold	2000 to 2025	6,189
Lot 1-4, Section 6, Pulau Indah Industrial Park, Port Klang	Factory, warehouse & vacant industrial land	6.6.1995	1	222,941 sq metres	Leasehold	yet to be determined	70,175
Lots 2832-2833 & 2824-2827, Mukim Sg. Buloh, District of Kuala Lumpur	Warehouse cum office & vacant industrial land	19.10.1993 & 1.6.1994	< 5	243,419 sq metres	Freehold	-	33,118
1, Jalan SS 22/19, Damansara Jaya, 47400 Petaling Jaya	Nine 4-storey shophouses/office	16.4.1990	20	1,408 sq metres	Freehold	-	3,733
Lot Nos PT 10989 & PT 10091, Mukim of Sg. Buloh, District of Petaling	Land leased out	16.4.1990	-	13,631 sq metres	Freehold	-	2,817
Lots 58 to 61, Daerah Gombak, Mukim Batu, Kaw Perindustrian, Taman Bukit Rahman Putra	Warehouse	15.9.1993	7	35,336 sq metres	Freehold	-	12,625
Lot 844, Jalan Subang 7, Taman Perindustrian Subang, 47500 Subang Jaya	Workshop & office building	15.6.1993	4	12,266 sq metres	Freehold	-	9,720
No. 28, Jln PJS 11/8, Bandar Sunway, 46150 Petaling Jaya	Warehouse & office	13.3.1996	9	221 sq metres	Leasehold	2096	369
Lot 9, Jalan Utas 15/7, 40000 Shah Alam	Office building	22.2.1993	32	33,946 sq metres	Leasehold	2069	3,132
Lot 12, Persiaran Kemajuan 16/16 40000 Shah Alam	Office building	22.2.1993	10 to 12	11,458 sq metres	Leasehold	2018	3,150
State of Negeri Sembilan							
Lot 1350, Jln Kampung Sawah, Bukit Pelanduk	Factory & office building	25.11.1982	18 to 28	11,483 sq metres	Freehold	-	179

PROPERTIES OWNED BY PPB GROUP BERHAD AND ITS SUBSIDIARIES (continued)

Location	Description & existing use	Date of acquisition/ revaluation	Age of buildings in years	Land Area	Tenure	Year of Expiry	Net Book Value at 31.12.2002 RM'000
State of Negeri Sembilan Lots 765 & 2100, Mukim of Linggi, District of Port Dickson	Poultry breeder farm	12.3.1992	9 1/2	677,849 sq metres	Freehold	-	12,753
Lots 14720-14722, Senawang Industrial Park	Factory cum office building	30.6.1996	11	38,202 sq metres	Freehold	-	10,847
Lot 3978, Senawang Industrial Estate	Factory & office building	30.6.1996	< 6 & 31	27,033 sq metres	Leasehold	2067	19,528
GC Cineplex 2nd Floor, Terminal 1, Shopping Plaza, Jln Lintang, 70000 Seremban	Cineplex	26.2.1996	7	1,811 sq metres	Leasehold	2094 & 2082	4,876
State of Malacca Lot 3.5, Cheng Industrial Estate	Office building & warehouse	12.9.1992	7	4,589 sq metres	Leasehold	2090	1,116
Lot 19, 24, 74, 174, 177, 180, 185, 272 & 273, Jln Bendahara, Melaka	Disused cinema	1.6.1993	-	3,851 sq metres	Freehold	-	2,991
Cathay Melaka No. 23, Jln Munshi Abdullah, 75100 Melaka	Cinema leased out	16.4.1990	44	2,402 sq metres	Leasehold	2054 & 2055	609
State of Johore Lrg Pukal Dua, Kawasan Lembaga Pelabuhan , Pasir Gudang	Factory, warehouse & office building	7.1.1989	18 to 26	71,913 sq metres	Leasehold	2049	17,037
Plo 338, Jln Tembaga Dua, Kawasan Perindustrian, Pasir Gudang	Factory & office building	10.10.1987	14	60,703 sq metres	Leasehold	2049	11,181
Plo 329, Jln Tembaga Dua, Kawasan Perindustrian, Pasir Gudang	Factory, warehouse & office building	14.7.1988	6	60,703 sq metres	Leasehold	2050	11,811

PROPERTIES OWNED BY PPB GROUP BERHAD AND ITS SUBSIDIARIES (continued)

Location	Description & existing use	Date of acquisition/ revaluation	Age of buildings in years	Land Area	Tenure	Year of Expiry	Net Book Value at 31.12.2002 RM'000
State of Johore Cathay Muar No. 38, Jln Sayang, 84000 Muar	Cinema leased out	16.4.1990	46	1,623 sq metres	Freehold	-	395
Lot 614 & 615 Bandar Maharani, Jln Ali, District of Muar	Carpark leased out	16.4.1990	-	345 sq metres	Freehold	-	
Lots 13804, 13805 & 13806, Mukim of Tangkak, District of Muar	Vacant agricultural land	20.11.1995 & 2.10.1995	-	370,530 sq metres	Freehold	-	2,525
Cathay Batu Pahat 91A, Jln Rahmat, 83000 Batu Pahat	Cinema (closed)	16.4.1990	40 to 50	1,562 sq metres	Freehold	-	453
Odeon Batu Pahat 30, Jln Jenang, 83000 Batu Pahat	Cinema leased out	16.4.1990	>50	1,752 sq metres	Freehold	-	623
Plaza II Cinema F-126, 1st Floor, Holiday Plaza, Jalan Dato Suleiman, 80250 Johor Bahru	Cinema (closed)	31.7.1992 16.11.1992	13 & 14	2,929 sq metres	Freehold	-	9,045
Lot 973, Mukim of Tebrau, Johor Bahru	Warehouse & office building	15.7.1996	3	34,981 sq metres	Freehold	-	16,386
Lot 511, Mukim of Mersing	Vacant agricultural land	19.6.2001	-	227,255 sq metres	Freehold	-	1,750
No 5 Jln Bakti, Kawasan Perindustrian Larkin, 80350 Johor Bahru	Single storey warehouse & a vacant single storey building	30.8.2002	11 to 33	11,681 sq metres	Leasehold	2023	3,256
State of Pahang B-1770, Taman Air Putih, Kuantan	Office building	23.12.1986	34	149 sq metres	Freehold	-	174
Teruntum Cinema Kompleks Teruntum, Jalan Mahkota, 25000 Kuantan	Cinema (closed)	16.4.1990	23	2,206 sq metres	Leasehold	2075	2,649

PROPERTIES OWNED BY PPB GROUP BERHAD AND ITS SUBSIDIARIES (continued)

Location	Description & existing use	Date of acquisition/ revaluation	Age of buildings in years	Land Area	Tenure	Year of Expiry	Net Book Value at 31.12.2002 RM'000
State of Pahang Lot 2, Kwsn MIEL , Padang Lallang, Phase III, Kuantan	Office building & warehouse	24.12.1991	11	629 sq metres	Leasehold	2082	256
No 19 Jalan IM 3/1, Bandar Indera Mahkota, 25200 Kuantan	Office building & warehouse	12.7.1997	-	7,810 sq metres	Leasehold	2061	2,959
State of Perak Cathay Ipoh No. 60, Jln Dato' Onn Jaafar, 30300 Ipoh	Cinema & carpark leased out	16.4.1990	46	4,494 sq metres	Freehold	-	1,176
Plot 90, Kwsn Perusahaan Silibin Lengkok Rishah I, Ipoh	Office building & warehouse	3.10.1991	9	8,013 sq metres	Leasehold	2045	1,183
Block G4 & G5 Lumut Industrial Park, Lumut	Factory	28.12.1995	< 6	80,937 sq metres	Leasehold	yet to be determined	9,490
Lot 950 Batu 9, Sg Limau, 34850 Trong	Layer farm & plantation	25.10.1996	4	216 hectares	Freehold	-	39,641
Singapore GS Lot 1277C Mukim 7, 12 Tuas Avenue 1	Office building & warehouse	11.4.2002	13	4,537 sq metres	Leasehold	2032	4,868
Indonesia Desa Talao, Sg. Kunyit, Kecamatan Sangir, Kabupaten Solok, Sumatra Barat	Oil palm plantation & palm oil mill	26.10.2001	< 2	10,216 hectares	Leasehold	2032	53,543
Sampit, Central Kalimantan	Oil palm plantation	6.7.2000	-	15,511 hectares	Leasehold	yet to be determined	14,318
Jalan Kolonel Yos Sudarso KM 10, Kawasan Industri Medan	Medical glove factory	27.10.1992	9	39,032 sq metres	Leasehold	2022	4,439
Jalan Ir. Sutami KM 7, Bandar Lampung	Medical glove factory (ceased operation)	29.2.1996	13	51,450 sq metres	Leasehold	2008 & 2026	995

STATEMENT OF SHAREHOLDINGS

as at 15 March 2003

Authorised Share Capital	RM500,000,000
Issued and Fully-Paid Capital	RM490,623,124
Class of Shares	Ordinary Shares of RM1.00 each
Voting Rights	One vote per Ordinary Share

DISTRIBUTION OF SHAREHOLDINGS

Size of Holdings	No. of Holders	% of Holders	No. of Shares	% of Issued Capital
Less than 1,000	921	10.78	375,135	0.08
1,000 - 10,000	6,067	70.99	19,853,086	4.05
10,001 - 100,000	1,321	15.46	36,952,475	7.53
100,001 to less than 5% of issued shares	235	2.75	264,900,958	53.99
5% and above of issued shares	2	0.02	168,541,470	34.35
	8,546	100.00	490,623,124	100.00

SUBSTANTIAL SHAREHOLDERS

Name of Substantial Shareholders	No. of Shares			% of Issued Capital
	Direct Interest	Deemed Interest	Total	
Kuok Brothers Sdn Berhad	200,895,523	2,231,956	203,127,479	41.40
Kerry Group Limited	-	37,281,239	37,281,239	7.60
Kerry Holdings Limited	-	37,281,239	37,281,239	7.60

DIRECTORS' INTERESTS IN SHARES

In the Company	Direct Interest		Deemed Interest	
	No. of Shares	% of Issued Capital	No. of Shares	% of Issued Capital
Ong Ie Cheong	-	-	4,000	*
Datuk Oh Siew Nam	57,333	0.01	280,000	0.06
Dato' Lim Chee Wah	-	-	-	-
Dato' Abdul Jabid bin Mohd Don	13,333	*	-	-
Dato Sri Liang Kim Bang	-	-	-	-
Tan Yew Jin	13,333	*	40,741	0.01
Ang Guan Seng	-	-	20,574,666	4.19
Koh Mei Lee (Alternate to Tan Yew Jin)	30,000	0.01	-	-
Michael Oh Aik Teong (Alternate to Dato' Abdul Jabid bin Mohd Don)	-	-	-	-

DIRECTORS' INTERESTS IN SHARES (continued)

	Direct Interest		Deemed Interest	
	No. of Shares	% of Issued Capital	No. of Shares	% of Issued Capital
In Subsidiary Companies				
FFM Berhad				
Ong Ie Cheong	-	-	-	-
Datuk Oh Siew Nam	3,000	*	178,250	0.08
Dato' Lim Chee Wah	-	-	-	-
Dato' Abdul Jabid bin Mohd Don	-	-	-	-
Dato Sri Liang Kim Bang	-	-	-	-
Tan Yew Jin	-	-	180,625	0.08
Ang Guan Seng	-	-	5,250	*
Koh Mei Lee (Alternate to Tan Yew Jin)	-	-	-	-
Michael Oh Aik Teong (Alternate to Dato' Abdul Jabid bin Mohd Don)	-	-	-	-
PPB Oil Palms Berhad				
Ong Ie Cheong	24,000	0.01	-	-
Datuk Oh Siew Nam	20,000	*	36,000	0.01
Dato' Lim Chee Wah	10,000	*	-	-
Dato' Abdul Jabid bin Mohd Don	10,000	*	-	-
Dato Sri Liang Kim Bang	10,000	*	-	-
Tan Yew Jin	15,000	*	10,000	*
Ang Guan Seng	-	-	-	-
Koh Mei Lee (Alternate to Tan Yew Jin)	-	-	-	-
Michael Oh Aik Teong (Alternate to Dato' Abdul Jabid bin Mohd Don)	-	-	-	-

* negligible

THE THIRTY LARGEST SHAREHOLDERS (as per Record of Depositors)

Name of Shareholders	No. of Shares	% of Issued Capital
1. Kuok Brothers Sdn Berhad	111,059,821	22.64
2. Kuok Brothers Sdn Berhad	57,481,649	11.72
3. Amanah Raya Nominees (Tempatan) Sdn Bhd <i>-Skim Amanah Saham Bumiputera</i>	24,000,000	4.89
4. Nai Seng Sdn Berhad	20,408,000	4.16
5. HSBC Nominees (Asing) Sdn Bhd <i>For Dalex Investments Limited</i>	20,062,864	4.09
6. Employees Provident Fund Board	15,743,642	3.21
7. HSBC Nominees (Asing) Sdn Bhd <i>For Natalon Company Limited</i>	15,123,333	3.08
8. Kuok Brothers Sdn Berhad	10,680,712	2.18
9. Kuok Brothers Sdn Berhad	9,673,938	1.97
10. RC Nominees (Tempatan) Sdn Bhd <i>For Kuok Brothers Sdn Berhad</i>	8,000,000	1.63
11. Kuok Foundation Berhad	6,943,210	1.42
12. Permodalan Nasional Berhad	6,686,863	1.36
13. Key Development Sdn Berhad	6,045,000	1.23
14. Eng Nominees (Asing) Sdn Bhd <i>Kim Eng Ong Asia Securities Pte Ltd</i> <i>For Sin Heng Chan (1960) Pte Ltd</i>	5,100,000	1.04
15. Chinchoo Investment Sdn Berhad	4,923,000	1.00
16. Malaysia Nominees (Tempatan) Sendirian Berhad <i>For Great Eastern Life Assurance (Malaysia) Berhad</i>	4,338,400	0.88
17. Mayban Nominees (Tempatan) Sdn Bhd <i>Pledged Securities Account</i> <i>For Kuok Brothers Sdn Berhad</i>	4,000,000	0.82

THE THIRTY LARGEST SHAREHOLDERS (as per Record of Depositors) (continued)

Name of Shareholders	No. of Shares	% of Issued Capital
18. Amanah Raya Nominees (Tempatan) Sdn Bhd <i>-Sekim Amanah Saham Nasional</i>	3,045,333	0.62
19. Shaw Brothers (Johore) Sdn Bhd	2,666,666	0.54
20. Keck Seng (Malaysia) Berhad	2,445,864	0.50
21. Ophir Holdings Berhad	2,110,877	0.43
22. Cartaban Nominees (Asing) Sdn Bhd <i>Boston Safe Deposit and Trust Company For Virginia Retirement System</i>	2,099,666	0.43
23. Pertubuhan Keselamatan Sosial	1,980,000	0.40
24. Cartaban Nominees (Asing) Sdn Bhd <i>Boston Safe Deposit and Trust Company For Commonwealth of Massachusetts Pension Reserve Investment Trust</i>	1,944,000	0.40
25. Universiti Malaya	1,800,000	0.37
26. Universiti Kebangsaan Malaysia	1,661,804	0.34
27. HSBC Nominees (Asing) Sdn Bhd <i>For Chipchase Limited</i>	1,634,042	0.33
28. Ishkina Sdn Bhd	1,630,666	0.33
29. Ang Poon Tiak	1,573,333	0.32
30. Cartaban Nominees (Asing) Sdn Bhd <i>DBS Vickers (Hong Kong) Limited For Doress International Holdings Limited</i>	1,558,268	0.32
	356,420,951	72.65

GROUP CORPORATE DIRECTORY

a

AMUSEMENT CENTRE OPERATIONS

Kerry Leisure Concepts Sdn Bhd

Main Office:
Lot 2.37, Level 2,
Cheras LeisureMall
Jalan Manis 6, Taman Segar
56100 Kuala Lumpur
Telephone: 03-91311663
Contact Person:
Mr Han Yew Kong (GM)

ANIMAL FEED PROCESSING

JBFM Feedmill Sdn Bhd

Main Office/Factory:
2429 MK 1,
Tingkat Perusahaan Dua
Kawasan Perusahaan Prai,
13600 Prai, Seberang Prai,
Pulau Pinang
Telephone: 04-3999018
Contact Person:
Mr Teoh Beng Tong (ED)

FFM Feedmills (Sabah) Sdn Bhd

Main Office/Factory:
Kolombong Industrial Estate
5 1/2 Mile, Off Jalan Tuaran,
Inanam, 88450 Kota Kinabalu,
Sabah
Telephone: 088-426310
Contact Person:
Mr Chia Ngun How (D/GM)

FFM Feedmills (Sarawak) Sdn Bhd

Main Office/Factory:
Lot 2231,
Pending Industrial Estate
93450 Kuching, Sarawak
Telephone: 082-2489161
Contact Person:
Mr Lee Cho Fatt (D/GM)

b

BOWLING OPERATIONS

Leisure Bowl Holdings Sdn Bhd

Main Centre
Cheras LeisureMall,
Jalan Manis 6 Taman Segar,
56100 Kuala Lumpur
Telephone: 03-77221445
Contact Person:
Mr Irving Chee (ED)

c

CHEMICALS MANUFACTURING

Asia Pacific Microspheres Sdn Bhd

Main Office/Factory:
No. 9 Jalan Utas 15/7
40200 Shah Alam, Selangor
Telephone: 03-55181188
Contact Person:
Mr Huen Foo Seng (GM)

Malayan Adhesives & Chemicals Sdn Bhd

Main Office/Factory:
No. 9 Jalan Utas 15/7
40200 Shah Alam, Selangor
Telephone: 03-55191801
Contact Person:
Mr Huen Foo Seng (GM)

CINEMA OPERATIONS

Golden Screen Cinemas Sdn Bhd

Main Office:
1 Jln SS22/19, Damansara Jaya
47400 Petaling Jaya
Telephone: 03-77295666
Contact Person:
Mr Irving Chee (GM)

CONSUMER PRODUCTS DISTRIBUTION

FFM Marketing Sdn Bhd

Main Office:
Lots 2832 & 2833
Batu 15 1/2, Sungai Pelong
47000 Sungai Buloh, Selangor
Telephone: 03-61565888
Contact Person:
Mr Ong Hung Hock (MD)

CONTRACT MANUFACTURING

Products Manufacturing Sdn Bhd

Main Office/Factory:
Lot PT 31-A1, A2 & A3,
Industrial Area
Mukim Batu 6.5 Miles,
Jalan Kepong
52000 Kuala Lumpur
Telephone: 03-62528298
Contact Person:
Mr Khor Siang Chew (GM)

e

EDIBLE OILS PROCESSING

PGEO Edible Oils Sdn Bhd

Main Office/Factory:
Plo 338, Jalan Tembaga Dua
Kawasan Perindustrian
Pasir Gudang
81707 Pasir Gudang, Johor
Telephone: 07-2514971
Contact Person:
Mr Yee Chek Toong (MD)

Bintulu Edible Oils Sdn Bhd

Main Office/Factory:
PO Box 256, 12th Mile,
Jalan Tanjung Kidurong
97007 Bintulu, Sarawak
Telephone: 086-251150
Contact Person:
Mr Koh Suu Heng
(Factory Mgr)

Sandakan Edible Oils Sdn Bhd

Main Office/Factory:
Km 8, Jalan Batu Sapi,
Karamunting
P.O. Box 2605,
90729 Sandakan, Sabah
Telephone: 089-611011
Contact Person:
Mrs Fung Kia Fen (M)

Lahad Datu Edible Oils Sdn Bhd

Main Office/Factory:
Km 2, Jalan Kastam Baru
Off Jalan Minyak
91109 Lahad Datu, Sabah
Telephone: 089-882222
Contact Person:
En Azmer Shamsuddin (M)

EDIBLE OILS TRADING

Kuok Oils & Grains Pte Ltd

Main Office:
1 Kim Seng Promenade
Great World City #05-01
Singapore 237994
Telephone: 02-7388622
Contact Person:
Mr Kwok Kian Hai (MD)

ENGINEERING SERVICES

Minsec Engineering Services Sdn Bhd

Main Office:
Lot 844, Jalan Subang 7
Taman Perindustrian Subang
47500 Subang Jaya, Selangor
Telephone: 03-80247650
Contact Person:
Mr Saw Kong Beng (D/GM)

f

FLOUR MILLING

FFM Berhad

Main Office:
Lots 2832 & 2833
Batu 15 1/2, Sungai Pelong
47000 Sungai Buloh, Selangor
Telephone: 03-61572289
Contact Person:
Mr Tan Gee Sooi (MD)

Johor Bahru Flour Mill Sdn Bhd

Main Office/Factory:
Kawasan Lembaga
Pelabuhan Johor
81700 Pasir Gudang, Johor
Telephone: 07-2512211
Contact Person:
Mr Tan Hock Yong (MD)

Vietnam Flour Mills Ltd

Factory:
My Xuan A Industrial Zone
My Xuan Tan Thanh District
Ba Ria Vung Tau Province,
Vietnam
Telephone: 0084-64894883
Contact Person:
Mr Patrick Wong
(Chief Accountant)

O

FFM Flour Mills (Sarawak) Sdn Bhd
Main Office/Factory:
 Lot 505, Block 8,
 Muara Tebas Land District
 Jalan Bako,
 Sejingkat Industrial Park
 93050 Kuching, Sarawak
Telephone: 082-439449
Contact Person:
 Mr Terry Kho
 (Finance Manager)

OIL PALM CULTIVATION

PPB Oil Palms Berhad
Head Office:
 15th Floor, Wisma Jerneh
 38 Jalan Sultan Ismail
 50250 Kuala Lumpur
Telephone: 03-21441503
Contact Person :
 Mr Tan Yew Jin
 (Exec. Chairman)

Main Office (Sabah):
 Lot 1A, KM 15, Labuk Road
 90000 Sandakan, Sabah
Telephone: 089-670208
Contact Person:
 Mr Khoo Eng Min (Senior GM)

South Island Mining Co. Sdn Bhd
Main Office:
 330 Simco Bungalow,
 Sg Toh Pawang
 08100 Bedong, Kedah
Telephone: 04-4581126
Contact Person:
 Mr Chong Seng Meng (GM)

Cathay Screen Cinemas Sdn Bhd
Main Office:
 1 Jalan SS22/19,
 Damansara Jaya
 47400 Petaling Jaya, Selangor
Telephone: 03-77299118
Contact Person:
 Ms Carol Au (M)

PPB Group Berhad (Cane Division)
Plantation:
 Chuping, 2 1/2 KM,
 Jln Kilang Gula,
 Chuping, Perlis
Telephone: 04-9441233
Contact Person:
 En Anwarudin Hj
 Abdul Rahman (COO)

g

GLOVE MANUFACTURING
PT Healthcare Glovindo
Main Office/Factory:
 Jl. Kol. Yos Sudarso Km10
 Kawasan Industri Medan (KIM)
 Medan 20244, Indonesia
Telephone: 00 62 61 6850015/6
Contact Person:
 Mr Teh Chin Weng (GM)

Main Office (Sarawak):
 Lot 964, Sublot 7,
 Taman Seaview
 Commercial Centre
 Jalan Tanjung Batu,
 PO Box 730
 97008 Bintulu, Sarawak
Telephone: 086-315286
Contact Person:
 Mr Koh Hong Lian (GM)

Main Office (Indonesia):
 PT Tidar Sungkai Sawit
 Jalan Tanah Abang III/14
 10160 Jakarta, Indonesia
Telephone: 00 62 21 3853625
Contact Person:
 Mr Lee Weng Kean (D)

Clonal Palms Sdn Bhd
Main Office:
 33B Lorong Kota Padawan 6A
 Kuching Central Land District
 10th Mile Penrissen Road
 93250 Kuching, Sarawak
Telephone: 082-614653
Contact Person:
 Mr Jimmy Thong (M)

p

POLYBAG MANUFACTURING

Tego Sdn Bhd
Main Office/Factory:
 Lot 5-8,
 Senawang Industrial Estate
 70450 Seremban,
 Negeri Sembilan
Telephone: 06-6773361
Contact Person:
 Tuan Hj Ayob bin Hj Saad (MD)

Tego Multifil Sdn Bhd
Factory:
 Lot 9, Lorong Bunga
 Tanjung 1/2
 Senawang Industrial Park
 70400 Seremban,
 Negeri Sembilan
Telephone: 06-6778721
Contact Person:
 Tuan Hj Ayob bin Hj Saad (MD)

PROPERTY OWNERS/DEVELOPER

PPB Hartabina Sdn Bhd
Main Office:
 L2-01A, 2nd Floor,
 Cheras LeisureMall
 Jalan Manis 6, Taman Segar
 56100 Kuala Lumpur
Telephone: 03-91305088
Contact Person:
 Mr Lim Khok Hwa (GM)

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SHIPPING OPERATIONS

Malaysian Bulk Carriers Sdn Bhd
Main Office:
 Level 6, Chujitsu Plaza,
 Annexe B, 1AJalan Tandang,
 46050 Petaling Jaya
Telephone: 03-77816212
Contact Person:
 Ms Chong Fui Nyee (CS)

SUGAR OPERATIONS

Malayan Sugar Manufacturing Co Berhad
Main Office:
 18th Floor, Wisma Jerneh
 38 Jalan Sultan Ismail
 50250 Kuala Lumpur
Telephone: 03-21484388
Contact Person:
 Mr Chua Say Sin (MD)

Kilang Gula Felda Perlis Sdn Bhd
Main Office/Factory:
 Chuping, 21/2 km,
 Jln Kilang Gula, Chuping, Perlis
Telephone: 04-9441301
Contact Person:
 En Rosman Hashim (GM)

u

UTILITIES & ENVIRONMENTAL ENGINEERING

Chemquest Sdn Bhd
Main Office:
 11th Floor, Wisma Jerneh
 38 Jalan Sultan Ismail
 50250 Kuala Lumpur
Telephone: 03-21429355
Contact Person:
 Mr Michael Oh (MD)

Chemical Waste Management Sdn Bhd
Main Office:
 Lot 12, Persiaran Kemajuan
 Off Jalan Halba 16/16
 40200 Shah Alam, Selangor
Telephone: 03-55196566
Contact Person:
 Mr Leong Yew Weng (D)

Konsortium Abass Sdn Bhd
Main Office:
 15th Floor, Plaza Perangsang
 Persiaran Perbandaran
 40000 Shah Alam
Telephone: 03-55122660
Contact Person:
 Mr Michael Oh (D)

● legend

- COO - Chief Operating Officer
- CS - Company Secretary
- D - Director
- ED - Executive Director
- GM - General Manager
- M - Manager
- MD - Managing Director

NOTICE OF ANNUAL GENERAL MEETING

DATE	FRIDAY, 9 MAY 2003	9.30 A.M.	TIME
VENUE	19TH FLOOR WISMA JERNEH, 38 JALAN SULTAN ISMAIL, 50250 KUALA LUMPUR		

NOTICE IS HEREBY GIVEN that the 34th Annual General Meeting of PPB Group Berhad will be held at 19th Floor Wisma Jerneh, 38 Jalan Sultan Ismail, 50250 Kuala Lumpur on Friday, 9 May 2003 at 9.30 a.m. for the following purposes :-

- | | | | |
|----|--|-------------------|----------|
| 1. | To receive and adopt the audited Financial Statements for the year ended 31 December 2002, and the Reports of the Directors and Auditors thereon. | Resolution | 1 |
| 2. | To declare a final dividend of 12.5 sen per share comprising 5 sen tax exempt and 7.5 sen less 28% income tax for the year ended 31 December 2002 as recommended by the Directors. | Resolution | 2 |
| 3. | To approve an increase in Directors' fees. | Resolution | 3 |
| 4. | To re-elect the following Directors who retire by rotation in accordance with Article 107 of the Articles of Association of the Company :- | | |
| | i) Datuk Oh Siew Nam | Resolution | 4 |
| | ii) Dato Sri Liang Kim Bang | Resolution | 5 |
| 5. | To re-appoint Messrs Moores Rowland as Auditors of the Company and to authorise the Directors to fix their remuneration. | Resolution | 6 |

As Special Business

To consider, and if thought fit, to pass the following Ordinary Resolutions :-

ORDINARY RESOLUTIONS

- | | | | |
|-----|--|--------------------|-------------|
| 6.1 | PROPOSED AUTHORITY TO ALLOT SHARES PURSUANT TO SECTION 132D OF THE COMPANIES ACT, 1965 "THAT subject to the Companies Act, 1965 and the Articles of Association of the Company, the Directors be and are hereby authorised to allot and issue shares in the Company at any time until the conclusion of the next Annual General Meeting and upon such terms and conditions and for such purposes as the Directors may, in their absolute discretion, deem fit provided that the aggregate number of shares to be issued does not exceed ten per centum (10%) of the issued and paid-up share capital of the Company for the time being and that the Directors be and are also empowered to obtain approval for the listing of and quotation for the additional shares so issued on the Kuala Lumpur Stock Exchange." | Resolution | 7 |
| 6.2 | PROPOSED SHAREHOLDERS' MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE | | |
| | The text of the above resolutions together with the details of the Proposed Shareholders' Mandate are set out in the Circular to Shareholders dated 17 April 2003. | Resolutions | 8-13 |
| 7. | To transact any other business of an Annual General Meeting. | | |

Kuala Lumpur
17 April 2003

By Order of the Board
TAN TEONG BOON
Company Secretary

NOTES

1. APPOINTMENT OF PROXY
 - i) A member entitled to attend and vote at the General Meeting is entitled to appoint a proxy to attend and vote in his/her stead. A proxy need not be a member of the Company.
 - ii) The instrument appointing a proxy, in the case of an individual, shall be signed by the appointer, or his/her attorney and in the case of a corporation, either under seal or under the hand of an officer or attorney duly authorised.
 - iii) The instrument appointing a proxy must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the Meeting or any adjournment thereof.
2. DIVIDEND ENTITLEMENT

Subject to the approval of members at the Annual General Meeting to be held on 9 May 2003, the proposed final dividend will be paid on Thursday, 29 May 2003 to members whose names appear in the Record of Depositors on Friday, 16 May 2003.

A Depositor shall qualify for entitlement in respect of:

 - i) Shares transferred into the Depositor's securities account before 4.00pm on Friday, 16 May 2003 in respect of ordinary transfers; and
 - ii) Shares bought on the Kuala Lumpur Stock Exchange on a cum entitlement basis according to the Rules of the Kuala Lumpur Stock Exchange.
3. PROPOSED INCREASE IN DIRECTORS' FEES

It is proposed that the fees payable to the Chairman and members of the Audit Committee be increased by RM2,500 per annum to RM10,000 and RM7,500 respectively. Arising from the above, the total fees payable to non-salaried Directors for the year ended 31 December 2002 would increase by RM7,500 to RM155,000.
4. SPECIAL BUSINESSES

Authority to allot shares pursuant to Section 132D of the Companies Act, 1965

The Company is continually looking for opportunities to broaden the operating base and earnings potential of the Company. This may require the issue of new shares not exceeding ten per centum (10%) of the Company's issued share capital.

With the passing of Resolution 7 mentioned above by the shareholders of the Company at the forthcoming Annual General Meeting, the Directors would avoid delay and cost of convening further general meetings to approve the issue of such shares for such purposes. This authority, unless revoked or varied at a general meeting, will expire at the next Annual General Meeting of the Company.

Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature

The relevant information on the Proposed Shareholders' Mandate is set out in the Circular to Shareholders dated 17 April 2003 which is despatched together with the Company's 2002 Annual Report.
5. STATEMENT ACCOMPANYING THE NOTICE OF ANNUAL GENERAL MEETING

Additional information pursuant to Paragraph 8.28 of the Listing Requirements of the Kuala Lumpur Stock Exchange is set out in Annexure A in the 2002 Annual Report.

STATEMENT ACCOMPANYING THE NOTICE OF ANNUAL GENERAL MEETING

34th Annual General Meeting of PPB Group Berhad

ANNEXURE A

DATE FRIDAY, 9 MAY 2003 **9.30 A.M.** **TIME**
VENUE 19TH FLOOR WISMA JERNEH, 38 JALAN SULTAN ISMAIL, 50250 KUALA LUMPUR

1. THE DIRECTORS WHO ARE STANDING FOR RE-ELECTION ARE :-

Datuk Oh Siew Nam
Dato Sri Liang Kim Bang

2. DETAILS OF ATTENDANCE OF DIRECTORS AT BOARD MEETINGS HELD DURING THE FINANCIAL YEAR ENDED 31 DECEMBER 2002 :-

Name of Director	Total meetings attended	% of Attendance
Ong Ie Cheong	4	100
Datuk Oh Siew Nam	4	100
Dato' Lim Chee Wah	4	100
Dato' Abdul Jabid bin Mohd Don	3	75
Dato Sri Liang Kim Bang	4	100
Ang Guan Seng	4	100
Tan Yew Jin	4	100
Michael Oh Aik Teong (appointed on 16.5.2002)	2	100
(Alternate to Dato' Abdul Jabid bin Mohd Don)		
Koh Mei Lee (appointed on 16.5.2002)	2	100
(Alternate to Tan Yew Jin)		

3. DETAILS OF DIRECTORS WHO ARE STANDING FOR RE-ELECTION :-

The details of Datuk Oh Siew Nam and Dato Sri Liang Kim Bang are disclosed under the Board of Directors' Profile on page 14. The shareholdings of these Directors in the Company and its subsidiaries are disclosed under the Statement of Shareholdings on pages 170 and 171.

PROXY FORM

I/We _____
of _____
being a member/members of PPB GROUP BERHAD hereby appoint the Chairman of the Meeting*
or _____
of _____
or failing him/her _____
of _____

* Delete the words "the Chairman of the Meeting" if you wish to appoint another person to be your proxy.

as my/our proxy to vote for me/us and on my/our behalf at the 34th Annual General Meeting of the Company to be held on Friday, 9 May 2003 at 9.30 a.m. and at any adjournment thereof.

My/Our proxy is to vote as indicated below :-

No.	Resolutions	For	Against
1	To adopt the Directors' Report and Financial Statements.	<input type="radio"/>	<input type="radio"/>
2	To approve the payment of a final dividend for the year ended 31 December 2002.	<input type="radio"/>	<input type="radio"/>
3	To approve an increase in Directors' fees.	<input type="radio"/>	<input type="radio"/>
4	To elect Datuk Oh Siew Nam as Director.	<input type="radio"/>	<input type="radio"/>
5	To elect Dato Sri Liang Kim Bang as Director.	<input type="radio"/>	<input type="radio"/>
6	To re-appoint Messrs Moores Rowland as the Auditors of the Company.	<input type="radio"/>	<input type="radio"/>
7	To authorise the Directors to allot and issue shares.	<input type="radio"/>	<input type="radio"/>
8	Shareholders' mandate for recurrent related party transactions of a revenue or trading nature entered into and/or to be entered into with Kuok Brothers Sdn Bhd (KBSB) and persons connected to KBSB.	<input type="radio"/>	<input type="radio"/>
9	Shareholders' mandate for recurrent related party transactions of a revenue or trading nature entered into and/or to be entered into with Kerry Group Limited/ Kerry Holdings Limited (KGL/KHL) and persons connected to KGL/KHL.	<input type="radio"/>	<input type="radio"/>
10	Shareholders' mandate for recurrent related party transactions of a revenue or trading nature entered into and/or to be entered into with Datuk Oh Siew Nam (DOSN) and persons connected to DOSN.	<input type="radio"/>	<input type="radio"/>
11	Shareholders' mandate for recurrent related party transactions of a revenue or trading nature entered into and/or to be entered into with Ang Guan Seng (AGS) and persons connected to AGS.	<input type="radio"/>	<input type="radio"/>
12	Shareholders' mandate for recurrent related party transactions of a revenue or trading nature entered into and/or to be entered into with Dato' Abdul Jabid bin Mohd Don (DAJ) and persons connected to DAJ.	<input type="radio"/>	<input type="radio"/>
13	Shareholders' mandate for recurrent related party transactions of a revenue or trading nature entered into and/or to be entered into with Raymond Chow Ting Hsing (RC) and persons connected to RC.	<input type="radio"/>	<input type="radio"/>

Please indicate with an 'X' in the spaces provided how you wish your vote to be cast. If you do not do so, the proxy will vote or abstain from voting at his/her discretion.

Number of shares held _____

Signed this _____ day of _____ 2003

Signature

NOTES :

- A member entitled to attend and vote at the General Meeting is entitled to appoint a proxy to attend and vote in his/her stead. A proxy need not be a member of the Company.
- The instrument appointing a proxy, in the case of an individual shall be signed by the appointer, or his/her attorney, and in the case of a corporation, either under seal or under the hand of an officer or attorney duly authorised.
- The instrument appointing a proxy must be deposited at the Registered Office of the Company at 17th Floor Wisma Jerneh, 38 Jalan Sultan Ismail, 50250 Kuala Lumpur not less than 48 hours before the time for holding the Meeting or any adjournment thereof.

FOLD HERE

FOLD HERE

S T A M P

The Company Secretary
PPB GROUP BERHAD
17th Floor, Wisma Jerneh, 38 Jalan Sultan Ismail
50250 Kuala Lumpur, Malaysia

