



FRASER & NEAVE HOLDINGS BHD.
(Company No: 004205-V, Incorporated in Malaysia)

Level 8, F&N Point,
No. 3 Jalan Metro Pudu 1,
Fraser Business Park, Off Jalan Yew,
50450 Kuala Lumpur, Malaysia
Tel: 03-92352288 Fax:03-92227878

For immediate release

QUARTERLY FINANCIAL REPORT

Quarter 4 : Financial Year Ended 30 September 2010

The Directors are pleased to release the quarterly financial report for the quarter and the year ended 30th September 2010.

The contents of the financial report comprise the following attached condensed financial statements, explanatory notes and additional disclosures and these must be read in conjunction with the Group's financial statements for the year ended 30 September 2009:

- Schedule A : Condensed Consolidated Income Statement
- Schedule B : Condensed Consolidated Balance Sheet
- Schedule C : Condensed Consolidated Cash Flow Statement
- Schedule D : Condensed Consolidated Statement of Changes in Equity
- Schedule E : Selected Explanatory Notes
- Schedule F : Additional Disclosures

This quarterly financial report has been prepared in accordance with the accounting standards on interim financial reporting issued by the Malaysian Accounting Standards Board and contained additional disclosures prescribed by the Main Market Listing Requirements. Unless specified otherwise, the same accounting policies and methods of computation applied to the Group's financial statements for the previous year had been followed throughout this quarterly financial report.

By Order of the Board

Joseph Tan Eng Guan
Company Secretary

Kuala Lumpur
8 November 2010

Schedule A : Condensed Consolidated Income Statement

For the quarter and year ended 30 September 2010

RM'000	Individual 4 th Quarter			Audited Cumulative 4 th Quarter		
	30/9/2010	30/9/2009	% chg	30/9/2010	30/9/2009	% chg
Continuing Operations						
Revenue	990,251	796,489	24.3%	3,637,726	3,271,163	11.2%
Operating profit	98,756	61,059	61.7%	389,295	286,868	35.7%
Interest expense	(2,190)	(51)		(7,171)	(9,547)	
Interest income	5,539	622		6,858	2,526	
Profit before taxation (PBT) from continuing operations	102,105	61,630	65.7%	388,982	279,847	39.0%
Taxation	(21,825)	(15,195)		(81,980)	(73,313)	
Profit after taxation (PAT) from continuing operations	80,280	46,435	72.9%	307,002	206,534	48.6%
Discontinued operations						
Profit after taxation from discontinued operations	-	19,481	nm	5,010	36,388	-86.2%
Gain recognised on divestment of glass container business	382,036	-	nm	382,036	-	nm
Group profit after tax	462,316	65,916	>100%	694,048	242,922	>100%
Attributable to :						
Equity holders of the Company	462,316	61,083	>100%	695,291	224,432	>100%
- Continuing operations	80,280	44,921	78.7%	307,002	195,949	56.7%
- Discontinued operations	382,036	16,162	>100%	388,289	28,483	>100%
Minority interest	-	4,833	nm	(1,243)	18,490	nm
- Continuing operations	-	1,514	nm	-	10,585	nm
- Discontinued operations	-	3,319	nm	(1,243)	7,905	nm
	462,316	65,916		694,048	242,922	

nm – not meaningful

Schedule A : Condensed Consolidated Income Statement (Cont'd)

For the quarter and year ended 30 September 2010

RM'000	Individual 4 th Quarter			Audited Cumulative 4 th Quarter		
	30/9/2010	30/9/2009	% chg	30/9/2010	30/9/2009	% chg
Basic earnings per share (sen)						
attributable to equity holders of the Company	129.7	17.1	>100%	195.1	63.0	>100%
- Continuing operations	22.5	12.6		86.2	55.0	
- Discontinued operations	107.2	4.5		108.9	8.0	
Diluted earnings per share (sen)						
attributable to equity holders of the Company	128.7	17.1	>100%	194.2	62.9	>100%
- Continuing operations	22.3	12.6		85.8	54.9	
- Discontinued operations	106.4	4.5		108.4	8.0	

This Statement should be read in conjunction with the selected explanatory notes on Schedule E & F of this Report and the Group's audited financial statements for the year ended 30 September 2009.

Schedule B : Condensed Consolidated Balance Sheet

As at 30 September 2010

RM'000	<-----Audited----->	
	30/9/2010	30/9/2009
Property, plant & equipment	741,788	1,102,372
Properties held for development	42,171	31,787
Intangible assets	125,176	131,650
Prepaid lease payments	74,366	75,838
Deferred tax assets	4,264	20,993
Current assets		
Property development cost	159,885	172,354
Inventories	343,717	482,305
Receivables	528,035	544,567
Cash and cash equivalents	939,335	187,853
	1,970,972	1,387,079
Assets held for sale	10,183	10,183
	1,981,155	1,397,262
Less : Current liabilities		
Payables	755,730	696,510
Provisions	42,767	-
Borrowings	150,000	203,367
Provision for taxation	16,518	31,427
	965,015	931,304
Net current assets	1,016,140	465,958
	2,003,905	1,828,598
Financed by:		
Share capital & Reserves	1,796,516	1,293,144
Minority interest	294	116,259
Total Equity	1,796,810	1,409,403
Non current liabilities		
Borrowings	150,000	360,402
Other liabilities	57,095	58,793
	207,095	419,195
Total Equity & non current liabilities	2,003,905	1,828,598
Net assets per share (RM) attributable to equity holders of the Company	5.03	3.63

This Statement should be read in conjunction with the selected explanatory notes on Schedule E & F of this Report and the Group's audited financial statements for the year ended 30 September 2009.

Schedule C : Condensed Consolidated Cash Flow Statement

For the year ended 30 September 2010

RM'000	Cumulative 4 th Quarter	
	30/9/2010	30/9/2009
Operating activities		
Operating profit		
- Continuing	389,295	286,868
- Discontinued (<i>Schedule E, note 2</i>)	13,653	27,079
	402,948	313,947
Add non-cash : Depreciation & others	127,796	139,087
Changes in working capital	63,778	27,122
Tax paid	(97,622)	(78,015)
	496,900	402,141
Investing activities		
Interest income	7,169	3,492
Capital expenditure	(167,196)	(292,019)
Purchase of brand and other intangibles	(1,786)	(1,715)
Payment of land lease	-	(129)
Additional investment in subsidiary	-	(79,037)
Net cash inflow on disposal of subsidiaries	694,936	-
Proceeds from disposal of land	53,800	-
	586,923	(369,408)
Financing activities		
Interest expenses	(14,269)	(17,662)
(Repayment)/Drawdown of borrowings	(162,140)	114,722
Dividend paid	(162,096)	(125,581)
Purchase of treasury shares	(1)	(2)
Proceeds from issuance of shares	6,165	-
	(332,341)	(28,523)
Net change in cash & cash equivalents	751,482	4,210
Cash & cash equivalents at beginning of year	187,853	183,643
Cash & cash equivalents at end of year	939,335	187,853

Note :
 () denotes cash outflow

This Statement should be read in conjunction with the selected explanatory notes on Schedule E & F of this Report and the Group's audited financial statements for the year ended 30 September 2009.

Schedule D : Condensed Consolidated Statement of Changes in Equity

For the year ended 30 September 2010

RM'000	<-----Attributable to equity holders of the Company----->						Total Equity
	Share Capital	Share premium & Other reserves	Treasury shares	Revenue Reserve	Total	Minority Interest [MI]	
<i>At 1 October 2009</i>	356,493	396,734	(1,715)	541,632	1,293,144	116,259	1,409,403
Foreign exchange differences	-	(25,333)	-	-	(25,333)	(7,450)	(32,783)
Realisation of reserves upon disposal of subsidiaries	-	(16,437)	-	2,006	(14,431)	-	(14,431)
Net income recognised directly in equity	-	(41,770)	-	2,006	(39,764)	(7,450)	(47,214)
Profit after taxation	-	-	-	695,291	695,291	(1,243)	694,048
Employee share-based expense	-	3,777	-	-	3,777	-	3,777
Exercise of employee share Options	793	5,372	-	-	6,165	-	6,165
Minority interest arising from disposal of subsidiaries	-	-	-	-	-	(107,272)	(107,272)
Dividend	-	-	-	-	-	-	-
- Final in respect of prior year	-	-	-	(103,314)	(103,314)	-	(103,314)
- Interim	-	-	-	(58,782)	(58,782)	-	(58,782)
Treasury share purchased	-	-	(1)	-	(1)	-	(1)
At 30 September 2010	357,286	364,113	(1,716)	1,076,833	1,796,516	294	1,796,810
<i>At 1 October 2008</i>	356,493	384,593	(1,713)	442,781	1,182,154	135,002	1,317,156
Foreign exchange differences	-	10,609	-	-	10,609	2,266	12,875
Net income recognised directly in equity	-	10,609	-	-	10,609	2,266	12,875
Profit after taxation	-	-	-	224,432	224,432	18,490	242,922
Employee share-based expense	-	1,532	-	-	1,532	-	1,532
Acquisition of MI's share	-	-	-	-	-	(39,499)	(39,499)
Dividend	-	-	-	-	-	-	-
- Final in respect of prior year	-	-	-	(80,158)	(80,158)	-	(80,158)
- Interim	-	-	-	(45,423)	(45,423)	-	(45,423)
Treasury share purchased	-	-	(2)	-	(2)	-	(2)
At 30 September 2009	356,493	396,734	(1,715)	541,632	1,293,144	116,259	1,409,403

This Statement should be read in conjunction with the selected explanatory notes on Schedule E & F of this Report and the Group's audited financial statements for the year ended 30 September 2009.

Schedule E : Selected Explanatory Notes Pursuant to FRS 134

1. Accounting Policies and method of computation

The quarterly financial statements has been prepared in accordance with the Financial Reporting Standard (FRS) 134 : Interim Financial Reporting and paragraph 9.22 of Listing Requirements of the Bursa Malaysia.

The accounting policies and methods of computation adopted by the Group for the interim financial report are consistent with those adopted in the financial statements for the year ended 30 September 2009 except for the adoption of FRS 8: "Operating Segments" which became effective for the financial year beginning 1 July 2009. The adoption of FRS 8 only impacts presentation and disclosure.

2. Discontinued operations and divestment of glass container business

The divestment of the entire glass container business via the sale of 100% equity interest in Malaya Glass Products Sdn Bhd (MGP group) was completed on 16 July 2010. Consequently the results of the glass container business prior to the divestment has been presented on the consolidated income statement as discontinued operations in accordance with FRS 5 : Non-current Assets Held for Sale and Discontinued Operations. The detail of the Proposed Disposal is stated in note 7 of Schedule F.

The results of the discontinued operations up to June 2010, the last month when it was consolidated are as follows:-

RM'000	Individual 4 th Quarter		Cumulative 4 th Quarter	
	2010	2009	2010	2009
Revenue	-	111,816	367,012	465,900
Operating profit	-	8,032	13,653	27,079
Interest expense	-	(2,268)	(7,098)	(8,115)
Interest income	-	149	310	966
Profit before tax	-	5,913	6,865	19,930
Taxation	-	13,568	(1,855)	16,458
Profit after taxation	-	19,481	5,010	36,388
Gain on divestment of glass container business	382,036	-	382,036	-

Schedule E : Selected Explanatory Notes Pursuant to FRS 134 (cont'd)

2. Discontinued operations and divestment of glass container business (cont'd)

The divestment of MGP had the following effects on the financial position of the Group as 30 September 2010.

	RM'000	RM'000
Assets		
Property, plant and equipment		387,875
Deferred tax assets		12,027
Inventories		142,246
Receivables		102,028
Cash and cash equivalents		37,730
Total assets		681,906
Less: Liabilities		
Payables		(171,721)
Borrowings		(95,852)
Carrying value of net assets		414,333
Less: Minority interests		(107,272)
Group's share of carrying value of net assets		307,061
Consideration from divestment of MGP group		(732,666)
Gross gain on divestment of MGP group		(425,605)
Less :		
Provision for potential indemnities	42,767	
Transaction fees & others	15,233	58,000
Net gain on divestment of MGP group		(367,605)
Add : Realisation of exchange reserves on divestment of MGP group		(14,431)
Total gain on divestment of MGP group		(382,036)
Cash inflow arising on divestment:		
Consideration from divestment of MGP group		732,666
Less: Cash and cash equivalents of MGP group		(37,730)
Net cash inflow on divestment		694,936

The cash flows attributable by the discontinued operations to the overall cash flows of the Group are as follows:

	<u>RM'000</u>
Operating activities	34,169
Investing activities	(18,101)
Financing activities	(20,528)

Total cash flows outflow	(4,460)
	=====

3. Auditors' report

The auditors' report of the preceding annual financial statements of the Company and of the Group was not subject to any qualification.

Schedule E : Selected Explanatory Notes Pursuant to FRS 134 (cont'd)

4. Comment on seasonality or cyclicity of operation

The Group's performance is normally not affected by seasonal or cyclical events on a year to year basis. However, on a quarter to quarter basis, the demand for certain group products such as soft drinks may be skewed towards the major festivities.

5. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the quarter except for the gain from divestment of the glass container business as explained in Note 2 and note 7(a) of schedule F.

6. Significant estimates and changes in estimates

There were no significant changes in estimates that have had any material effect on the results of the current quarter.

7. Issuance or repayments of debt/equity securities

There have been no issuance, cancellation, repurchases, resale and repayments of debt and equity securities in the current financial quarter except as follows:

During the quarter, the Company issued 793,400 ordinary shares pursuant to its Executives' Share Option Scheme at the exercise price of RM7.77 each. The ordinary shares issued ranked pari passu in all respects with the existing shares of the Company.

8. Dividends

At the last Annual General Meeting held on 21 January 2010, shareholders approved a final dividend of 4 sen gross (3 sen net) and 21 sen tax exempt together with a bonus tax exempt dividend of 5 sen per share amounting to RM103.3 million (2008: RM80.1 million) in respect of the financial year ended 30 September 2009. The final dividend was paid on 3 March 2010.

An interim dividend of 18 sen gross (13.5 sen net) and 3 sen tax exempt per share (2009: 17 sen gross (12.75 sen net)) for the financial year ended 30 September 2010 amounting to RM58.8 million was paid on 4 August 2010.

Please also refer to Schedule F item 11.

9. Segmental results

For management purposes, the Group's operating businesses are organised according to products and services, namely soft drinks, dairy products, property/others and glass container. Segment performance is evaluated based on operating profit. Inter-segment transactions and pricing arrangements where applicable, are determined on a commercial basis. The results by segments for the quarter are as follows:

RM'000	Individual 4 th Quarter		Cumulative 4 th Quarter	
<u>Revenue</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Continuing operations				
Soft drinks	425,039	331,302	1,589,116	1,309,868
Dairy products	506,134	447,916	1,975,290	1,898,326
Property/Others	59,078	17,271	73,320	62,969
	<u>990,251</u>	<u>796,489</u>	<u>3,637,726</u>	<u>3,271,163</u>
Discontinued operations				
Glass container	-	111,816	367,012	465,900
Total operations	<u>990,251</u>	<u>908,305</u>	<u>4,004,738</u>	<u>3,737,063</u>

Schedule E : Selected Explanatory Notes Pursuant to FRS 134 (cont'd)

9. Segmental results (cont'd)

RM'000	Individual 4 th Quarter		Cumulative 4 th Quarter	
	2010	2009	2010	2009
<u>Operating profits</u>				
Continuing operations				
Soft drinks	42,667	17,168*	194,209	136,683*
Dairy products	32,299	43,374	162,600	140,437**
Property/Others	23,790	517	32,486	9,748
	<u>98,756</u>	<u>61,059</u>	<u>389,295</u>	<u>286,868</u>
Discontinued operations				
Glass container	-	8,032***	13,653	27,079***
Total operations	<u>98,756</u>	<u>69,091</u>	<u>402,948</u>	<u>313,947</u>

* After accounting for Voluntary Separation Scheme (VSS) cost of RM4.1 million.

** After accounting for relocation cost of RM5.3 million in the cumulative quarter.

*** After accounting for glass furnace closure cost of RM2.2 million and RM13.5 million in the individual and cumulative quarter respectively.

10. Valuation of property, plant and equipment

There were no changes in the valuation on property, plant and equipment since the last annual financial statements.

11. Subsequent events

There were no material events subsequent to the end of the quarter that have not been reflected in the current financial quarter.

12. Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial quarter except for the followings:

With the completion of the disposal of its 100% equity interest in Malaya Glass Products Sdn. Bhd. ("MGP") on 16 July 2010, MGP together with its subsidiaries, namely Thai Malaya Glass Company Limited, Sichuan Malaya Glass Co. Ltd. and Malaya-Vietnam Glass Limited ceased to be subsidiaries of the Group.

13. Contingent liabilities

There were no contingent liabilities of a material nature since the last annual balance sheet date.

14. Contingent assets

There were no contingent assets of a material nature since the last annual balance sheet date.

Schedule E : Selected Explanatory Notes Pursuant to FRS 134 (cont'd)

15. Capital commitments

The outstanding capital commitments of the continuing operations at the end of the current quarter are as follows:-

RM'000	<u>30/9/2010</u>
Property, plant and equipment	
Approved and contracted for	260,933
Approved and not contracted for	<u>186,338</u>
	<u><u>447,271</u></u>

16. Significant related party transactions

The following are significant related party transactions:-

RM'000	Cumulative 4 th Quarter 2010		Cumulative 4 th Quarter 2009	
	Continuing Operations	Discontinued Operations*	Continuing Operations	Discontinued Operations
Sales	62,210	58,719	70,190	101,537
Purchases	186,536	180	166,431	192
Royalties paid	33,857	-	33,482	-
Corporate charges paid	3,062	-	3,067	-
Rental income	315	-	299	-

The above transactions had been entered into in the ordinary course of business on normal commercial terms with Fraser and Neave Limited group of companies. These transactions are within the ambit of the mandate approved by the shareholders of the Company on 21 January 2010.

* For 9 months up to 30 June 2010

Schedule F : Additional Disclosures in Compliance with Main Market Listing Requirements

1. Operations review

The completion of the divestment of the glass container business during the quarter at a gain of RM382 million resulted in a record profit after tax of RM462 million and RM694 million for the quarter and full year respectively.

Continuing Operations

Current Quarter vs Corresponding Quarter last year

Group revenue grew 24% to RM990 million due to strong festive sales for soft drinks and improved demand for dairies products in Malaysia, Thailand and Indochina. The sales of Ampang development project for RM54m generated higher revenue for the property division.

Group operating profit for the quarter, excluding profit from the sales of Ampang development project of RM20 million, increased 20% on a normalised basis over that of last year due to profit from favourable volume variance from soft drinks which was partially offset by higher raw material cost affecting the dairies division during the quarter.

Interest expense from the medium term notes of the Group charged out to the income statement is higher than last year where part of the interest expense was previously capitalised in respect of the dairy's factory in Thailand which was then under construction. The proceeds from the divestment of the glass container business placed with financial institution generated higher interest income for the Group.

Group profit after taxation for the quarter improved 73% to RM80 million and effective tax rate declined to 21.4% from 25% previously, benefiting from the tax incentives enjoyed by the Dairies plant in Rojana, Thailand.

YTD vs Corresponding period last year

Group revenue grew 11% to RM3.6 billion supported by positive growth from all divisions.

Group operating profit rose 36% to RM389 million benefiting from soft drinks' volume expansion and favourable raw material cost enjoyed by dairies business during the first half of the financial year. Property profits came mainly from the sale of Ampang development project.

Group PAT of RM307 million was 49% above last year and benefited from tax incentives enjoyed in Thailand. Group attributable profit increased 57% compared with last year, contributed by higher PAT and the consolidation of the 100% (last year 90%) share in the results of the soft drinks subsidiaries.

Schedule F : Additional Disclosures in Compliance with BURSA MALAYSIA Listing Requirements (cont'd)

1. Operations review (cont'd)

Discontinued Operations

Current Quarter vs Corresponding Quarter last year

As explained under Schedule E, note 2, the divestment of the glass container business was completed on 16 July and the companies in the division ceased to be the subsidiaries of Group. For accounting purpose, the last month of consolidation of the results of these companies was June 2010.

YTD vs Corresponding period last year

Profit after tax from discontinued operations of RM5 million relate to that generated from glass container business for period before the divestment and was much lower than last year due to difficult market conditions and various provisions/write-off of inventories amounting to RM14.7 million made following a joint review exercise conducted with the purchasers of the glass container business to rationalise different commercial and operational perspectives upon the cross over in July 2010.

2. Comment on material change in profit before taxation vs preceding quarter

Group PBT of the continuing operations for the quarter of RM102 million was 13% higher than the preceding quarter mainly due to the gain from disposal of Ampang development project which was partially off set by lower dairies division profits.

3. Prospects for the new financial year

With the improving regional economy and sustained effort and investment of the past to strengthen distribution and brand equity, broaden products range and improve operating efficiency, the prospects for the continuing business in Malaysia and Thailand are expected to remain favourable.

The transition agreement with Coca-Cola entered into on 30 June 2009 gave the Group the right to continue the existing bottling and distribution exclusivity on "Coca-Cola" and "Sprite" in Malaysia until 30 September 2011. Consequently, revenue and contribution from these products is expected to remain stable. In preparation for the expiry of the agreement, the Group has and will continue to launch more new products/variants and strengthen its distribution. The Redbull franchise acquired in April this year will contribute its first full year revenue.

Productivity and efficiency level at the new dairies manufacturing facilities in Thailand which commenced commercial production in early 2010 has improved significantly and will be able to support further volume growth.

Prices of key raw materials like milk powder, sugar, aluminum and palm oil have increased in recent months and, as in the past, will have to be carefully managed to minimize its impact on profit margins of the Group.

The Board is cautiously optimistic of the Group's prospects and will strive to sustain and build on current performance despite the uncertain world economic outlook including expected volatility in currencies and commodities in the new financial year.

Schedule F : Additional Disclosures in Compliance with BURSA MALAYSIA Listing Requirements (cont'd)

4. Tax expense

The details of the tax expense are as follows:-

RM'000	Continuing Operations		Discontinued Operations	
	Current Quarter	Cumulative 4 th Quarter	Current Quarter	Cumulative 4 th Quarter
Current	16,935	80,711	-	1,317
Tax (over)/under provided in previous years	(221)	180	-	75
Deferred tax	5,111	1,089	-	463
	<u>21,825</u>	<u>81,980</u>	<u>-</u>	<u>1,855</u>

The Group's effective tax rate on continuing operations in the current quarter is lower than the statutory rate due to tax incentives and tax exemptions enjoyed by certain subsidiaries.

5. Sale of unquoted investments and properties

There were no sales of unquoted investments or properties in the current financial quarter except for the sale of the development project located at Jalan Ampang which was completed on 21 July 2010.

6. Purchase and sale of quoted securities

There were no quoted securities acquired or disposed of in the current financial quarter.

7. Status of corporate proposal

Other than the below, there were no outstanding corporate proposals or new announcements made in the current financial quarter.

a) The Proposed Disposal of the Glass Division was completed on 16 July 2010 and generated a gain of RM382 million. This gain is not taxable and is reported in the current quarter.

b) On 26 August 2010, the Company entered into a conditional subscription agreement with Cocoland Holdings Berhad ("CHB") for the subscription of 39,600,000 Subscription Shares representing 23.08% of the enlarged equity interest in CHB for a total cash subscription price of RM54,648,000 or RM1.38 per Subscription Share ("Proposed Subscription").

8. Group borrowings and debt securities

The details of the Group's borrowings as at 30 September 2010 are as follows:-

RM'000	Currency	Current	Non-Current
Medium term notes (MTN)	RM	<u>150,000</u>	<u>150,000</u>

Schedule F : Additional Disclosures in Compliance with BURSA MALAYSIA Listing Requirements (cont'd)

9. Off balance sheet - financial instruments

As at 1 November 2010 (the latest practicable date which shall not be earlier than 7 days from the date of this announcement), the Group has entered into forward foreign exchange contracts to hedge its exposure to fluctuations in foreign exchange arising from purchases.

The open foreign exchange forward contracts mature within one year and the details are as follows:-

Currency	Contract Amount ('000)	Equivalent amount in RM'000	Expiry date	Average rate
USD	12,180	37,884	3 November 10 – 7 January 2011	3.1103
EUR	1,308	5,447	15 April 2011	4.1646

Any exchange differences arising from these transactions are recognized in income statement in the same period as the underlying hedged transactions.

The above instruments are executed with credit worthy financial institutions in Malaysia and as such credit and counterparties risks are minimal. There is no cash requirement for these contracts.

Policies to mitigate or control the risk associated with foreign exchange forward contracts are consistent with those of last financial year.

The Group's policy is to use appropriate financial instruments to hedge against specific exposures, namely foreign currency risks. The Group enters into foreign exchange forward contracts to cover a portion of future capital, revenue and operating payments in a variety of currencies in order to manage its foreign currency risk. Those open foreign exchange forward contracts are not recognised in the financial statements. Gains or losses arising from these contracts are recognised upon maturity in the income statement as realised exchange differences.

10. Pending material litigation

There is no pending litigation of a material nature since the last balance sheet date.

Schedule F : Additional Disclosures in Compliance with BURSA MALAYSIA Listing Requirements (cont'd)

11. Dividends

Special interim dividend

The divestment of the glass container business has generated a high level of cash for the Group, surplus to its estimated immediate operating and investment needs.

After careful consideration, the Board is pleased to announce the payment of a special interim dividend of RM1.10 per share totalling RM392.8 million, effectively distributing the entire gain from the divestment. This special interim dividend will be paid on 6 January 2011.

The entitlement date for the above dividend shall be 10 December 2010 and a depositor shall qualify for entitlement to the dividend only in respect of:

- (a) Shares transferred to the depositor's securities account before 4.00pm on 10 December 2010 in respect of ordinary transfer; and
- (b) Shares bought on the BURSA MALAYSIA on a cum entitlement basis according to the Rules of the BURSA MALAYSIA.

Final dividend

The Board is also recommending a final single tier dividend of 38 sen per share (last year 29 sen net) for approval by shareholders at the forthcoming Annual General Meeting of the Company. If approved, the total dividend for the year would be 54.50 sen net per share (excluding special interim dividend) compared to 41.75 sen net per share paid last year, an increase of 31%.

12. Basis of calculation of earnings per share (EPS)

- (a) The basic EPS for the current quarter and year ended 30 September 2010 is computed by dividing the Group attributable profit to shareholders of the Company by the weighted average number of ordinary share in issue (net of treasury shares).

	Current quarter RM'000	Current YTD RM'000
Group attributable profit to shareholders of the Company		
- Profit from continuing operations	80,280	307,002
- Profit from discontinued operations	382,036	388,289
	462,316	695,291
Weighted average issued capital net of treasury shares	356,520	356,322
Earnings per share (sen)		
- Profit from continuing operations	22.5	86.2
- Profit from discontinued operations	107.2	108.9
	129.7	195.1

Schedule F : Additional Disclosures in Compliance with BURSA MALAYSIA Listing Requirements (cont'd)

12. Basis of calculation of earnings per share (EPS) (cont'd)

- (b) The diluted EPS for the current quarter and year ended 30 September 2010 is computed by dividing the Group attributable profit to shareholders (net of treasury shares), adjusted for the dilutive effects of potential ordinary shares, ie. share options granted pursuant to the Employees' Share Option Scheme ("ESOS").

	Current quarter RM'000	Current YTD RM'000
Group attributable profit to shareholders of the Company		
- Profit from continuing operations	80,280	307,002
- Profit from discontinued operations	382,036	388,289
	<u>462,316</u>	<u>695,291</u>
Weighted average issued capital net of treasury shares	356,520	356,322
Adjustment for share options granted pursuant to the ESOS	2,623	1,666
Adjusted weighted average issued capital net of treasury shares	<u>359,143</u>	<u>357,988</u>
Earnings per share (sen)		
- Profit from continuing operations	22.3	85.8
- Profit from discontinued operations	106.4	108.4
	<u>128.7</u>	<u>194.2</u>