

PPB GROUP BERHAD (8167-W)
INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER
ENDED 30 JUNE 2007

(The figures have not been audited)

Condensed Consolidated Income Statements For The Period Ended 30 June 2007

	Individual Quarter 3 months ended 30 June		Cumulative Quarter 6 months ended 30 June	
	2007 RM'000	2006 RM'000 (Restated)	2007 RM'000	2006 RM'000 (Restated)
<u>Continuing operations</u>				
Revenue	729,364	614,446	1,418,132	1,212,515
Operating expenses	(668,189)	(594,913)	(1,298,710)	(1,156,101)
Other operating income	3,475	4,621	9,716	8,826
Profit from operations	64,650	24,154	129,138	65,240
Net profit from investing activities	44,981	118,075	72,146	121,269
Share of associated companies' profits less losses	(2,547)	6,126	4,464	11,679
Share of joint ventures' profits less losses	165	65	328	218
Finance costs	(1,156)	(1,265)	(2,268)	(2,378)
Profit before taxation	106,093	147,155	203,808	196,028
Taxation	(21,170)	(5,220)	(43,672)	(17,940)
Profit for the period from continuing operations	84,923	141,935	160,136	178,088
<u>Discontinued operations</u>				
Profit for the period from discontinued operations, net of tax	46,011	71,678	168,137	141,755
Gain on sale of discontinued operations	6,392,894	-	6,392,894	-
Profit for the period	6,523,828	213,613	6,721,167	319,843
Attributable to :				
Shareholders of the Company	6,513,260	155,338	6,681,693	242,958
Minority interests	10,568	58,275	39,474	76,885
Profit for the period	6,523,828	213,613	6,721,167	319,843
Basic earnings per share (sen)				
- continuing operations	7.15	8.38	13.43	11.43
- discontinued operations	542.26	4.72	550.19	9.06
	549.41	13.10	563.62	20.49

**(The Condensed Consolidated Income Statements should be read in conjunction with the Annual
Financial Statements for the year ended 31 December 2006
and the accompanying explanatory notes attached to this report.)**

PPB GROUP BERHAD (8167-W)
Condensed Consolidated Balance Sheets

	As at 30-Jun-07 RM'000	As at 31-Dec-06 RM'000
ASSETS		
Non-current Assets		(Restated)
Property, plant and equipment	820,263	1,430,328
Investment properties	176,183	206,204
Biological assets	2,148	921,038
Prepaid lease payments	78,675	503,061
Goodwill on consolidation	73,033	33,316
Other intangible assets	2,932	3,254
Land held for property development	445	437
Investment in associated companies	8,321,942	738,480
Interests in joint ventures	37,448	39,050
Other investments	387,442	388,653
Deferred tax assets	-	7,098
	<u>9,900,511</u>	<u>4,270,919</u>
Current Assets		
Inventories	369,360	956,951
Biological assets	19,010	48,562
Other intangible assets	8,280	9,221
Property development costs	65,671	52,614
Receivables	488,457	1,187,748
Cash, bank balances and deposits	802,216	762,712
	<u>1,752,994</u>	<u>3,017,808</u>
Assets of disposal group/Non-current assets classified as held for sale	55,949	195
	<u>1,808,943</u>	<u>3,018,003</u>
TOTAL ASSETS	<u>11,709,454</u>	<u>7,288,922</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	1,185,500	1,185,500
Reserves	9,972,140	3,459,184
Equity attributable to shareholders of the Company	<u>11,157,640</u>	<u>4,644,684</u>
Minority interests	155,476	886,641
Total equity	<u>11,313,116</u>	<u>5,531,325</u>

PPB GROUP BERHAD (8167-W)
Condensed Consolidated Balance Sheets

	As at 30-Jun-07 RM'000	As at 31-Dec-06 RM'000
Non-current Liabilities		
		(Restated)
Long term borrowings	14,644	334,176
Deferred tax liabilities	66,858	302,535
	<u>81,502</u>	<u>636,711</u>
Current Liabilities		
Payables	246,158	720,558
Short term borrowings	42,192	356,665
Taxation	26,466	43,643
	<u>314,816</u>	<u>1,120,866</u>
Liabilities directly associated with assets classified as held for sale	20	20
	<u>314,836</u>	<u>1,120,886</u>
Total liabilities	<u>396,338</u>	<u>1,757,597</u>
TOTAL EQUITY AND LIABILITIES	<u><u>11,709,454</u></u>	<u><u>7,288,922</u></u>
Net assets per share attributable to shareholders of the Company (RM)	<u>9.41</u>	<u>3.92</u>
Net assets per share (RM)	<u>9.54</u>	<u>4.67</u>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual
Financial Statements for the year ended 31 December 2006
and the accompanying explanatory notes attached to this report.)

PPB GROUP BERHAD (8167-W)
Condensed Consolidated Statement Of Changes In Equity
For The Period Ended 30 June 2007

			Non-distributable		Distributable		Minority interests RM'000	Total equity RM'000	
	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Exchange translation reserve RM'000	Capital reserve RM'000	Retained profits RM'000			Attributable to shareholders of the Company RM'000
<u>6 months ended 30 June 2007</u>									
At 1 January 2007	1,185,500	6,715	160,540	(33,901)	175,855	3,149,975	4,644,684	886,641	5,531,325
Net gains/(losses) recognised directly to equity	-	-	5,697	2,535	(47,157)	-	(38,925)	(8,722)	(47,647)
Profit for the year	-	-	-	-	-	6,681,693	6,681,693	39,474	6,721,167
Total recognised income and expenses for the period	-	-	5,697	2,535	(47,157)	6,681,693	6,642,768	30,752	6,673,520
Disposal of shares in subsidiaries	-	-	-	-	-	-	-	(673,302)	(673,302)
Transfer of reserves	-	-	(106,362)	-	(45,600)	151,962	-	-	-
Acquisition of additional shares in an existing subsidiary	-	-	-	-	-	-	-	(29,244)	(29,244)
Shares issued to minority shareholders of subsidiaries	-	-	-	-	-	-	-	9,886	9,886
Capital reduction by subsidiaries	-	-	-	-	-	-	-	(53,700)	(53,700)
Dividends	-	-	-	-	-	(129,812)	(129,812)	(15,557)	(145,369)
At 30 June 2007	1,185,500	6,715	59,875	(31,366)	83,098	9,853,818	11,157,640	155,476	11,313,116
<u>6 months ended 30 June 2006</u>									
As previously stated	1,185,500	6,715	162,180	(15,590)	162,910	2,713,438	4,215,153	803,656	5,018,809
Effects of adopting FRS 3	-	-	-	-	-	48,277	48,277	397	48,674
At 1 January 2006 (restated)	1,185,500	6,715	162,180	(15,590)	162,910	2,761,715	4,263,430	804,053	5,067,483
Net (losses)/gains recognised directly to equity	-	-	-	(9,362)	2,736	(31)	(6,657)	152	(6,505)
Profit for the period	-	-	-	-	-	242,958	242,958	76,885	319,843
Total recognised income and expenses for the period	-	-	-	(9,362)	2,736	242,927	236,301	77,037	313,338
Transfer of reserves	-	-	(914)	-	3,520	(2,606)	-	-	-
Acquisition of subsidiaries	-	-	-	-	-	-	-	(1,054)	(1,054)
Capital reduction by a subsidiary	-	-	-	-	-	-	-	(2,722)	(2,722)
Dividends	-	-	-	-	-	(128,034)	(128,034)	(34,752)	(162,786)
At 30 June 2006	1,185,500	6,715	161,266	(24,952)	169,166	2,874,002	4,371,697	842,562	5,214,259

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to this report.)

PPB GROUP BERHAD (8167-W)
Condensed Consolidated Cash Flow Statements
For The Period Ended 30 June 2007

	6 months ended 30 June	
	2007	2006
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation		
Continuing operations	203,808	196,028
Discontinued operations	6,592,435	177,590
	6,796,243	373,618
Adjustments :-		
Non-cash items	(40,370)	(75,667)
Non-operating items	(6,435,560)	(23,297)
Operating profit before working capital changes	320,313	274,654
Working capital changes		
Net change in current assets	(169,429)	(275,496)
Net change in current liabilities	4,927	70,754
Cash generated from operations	155,811	69,912
Tax paid	(58,595)	(51,804)
Net cash generated from operating activities	97,216	18,108
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment, investment properties, biological assets and other intangible assets	(165,023)	(213,401)
Proceeds from disposal of property, plant and equipment	5,672	4,105
Purchase of investments	(106,442)	(6,731)
Proceeds from sale of investments	21,322	145,426
Redemption of preference shares in an associated company	33,912	-
Dividends received	70,667	32,609
Interest received	12,268	10,205
Subsidiary companies - net cash disposed	(77,633)	-
Other investing activities	10,637	23
Net cash used in investing activities	(194,620)	(27,764)
CASH FLOWS FROM FINANCING ACTIVITIES		
Shares issued to minority shareholders of subsidiary companies	9,886	-
Bank borrowings	360,695	570,560
Interest paid	(16,345)	(13,479)
Dividends paid	(145,369)	(162,787)
Other financing activities	(59,714)	(5,305)
Net cash generated from financing activities	149,153	388,989
Net increase in cash and cash equivalents	51,749	379,333
Cash and cash equivalents at 1 January	750,981	735,828
Effect of exchange rate changes	(2,691)	10,582
Cash and cash equivalents at 30 June	800,039	1,125,743
<u>Cash and cash equivalent represented by :-</u>		
Cash & bank	62,486	294,980
Bank deposits	739,702	833,609
Bank overdrafts	(2,158)	(2,846)
	800,030	1,125,743
Bank balance classified as held for sale	9	-
	800,039	1,125,743

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to this report.)

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NOTES

A. FRS (Financial Reporting Standards) 134 - Paragraph 16**A1. a) Accounting policies**

The interim financial statements of the Group have been prepared in accordance with the requirements of Financial Reporting Standards ("FRS") FRS 134 - Interim Financial Reporting and Chapter 9, Part K of the Listing Requirements of Bursa Malaysia Securities Berhad ("BMSB").

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the audited financial statements for the financial year ended 31 December 2006, except for the adoption of the revised FRS 117 : Leases and FRS 124 : Related Party Disclosures from 1 January 2007. The adoption of FRS 117 and FRS 124 does not have any financial impact on the financial statements for the current interim period.

Prior to 1 January 2007, the Group's leasehold land held for own use was classified as property, plant and equipment and was stated at cost less accumulated depreciation and impairment losses. The adoption of FRS 117 has resulted in a change in the accounting policy relating to the classification of leases of land as prepaid lease payments. Leasehold land held for own use is now classified as operating lease. The up-front payments for leasehold land represent prepaid lease payments and are amortised on a straight-line basis over the lease term.

Effective 1 January 2007, the Group has applied the change in accounting policy in respect of leasehold land in accordance with the transitional provisions of FRS 117. At 1 January 2007, the unamortised amount of leasehold land is retained as the surrogate carrying amount of prepaid lease payments as allowed by the transitional provisions. The reclassification of leasehold land as prepaid lease payments has been accounted for retrospectively. Certain comparatives in the financial statements have been restated to conform with the current period presentation. There were no effects on the consolidated income statement for the financial year ended 31 December 2006.

	As previously reported RM'000	Effects RM'000	As restated RM'000
<u>Balance Sheets</u>			
Property, plant and equipment	1,933,389	(503,061)	1,430,328
Prepaid lease payments	-	503,061	503,061

b) Discontinued operations

The discontinued operations in this report have been presented in accordance with FRS 5 : Non-current Assets Held for Sale and Discontinued Operations. Accordingly, the results of PPB Oil Palms Berhad ("PPBOP"), PGEO Group Sdn Bhd ("PGEO") and Kuok Oils & Grains Pte Ltd ("KOG") are disclosed separately in the consolidated income statements as discontinued operations up to the respective dates of completion.

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The financial results of the discontinued operations for the 6 months ended 30 June are as follows :-

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	30 June		30 June	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
		(Restated)		(Restated)
Revenue	778,908	1,927,456	3,164,988	4,010,839
Operating expenses	(752,832)	(1,850,995)	(3,055,699)	(3,879,722)
Other operating income	5,186	(4,237)	20,673	12,977
Profit from operations	31,262	72,224	129,962	144,094
Net profit from investing activities	6,393,048	424	6,393,498	756
Share of associated companies' profits less losses	22,460	19,225	78,525	41,680
Finance costs	(505)	(4,525)	(9,550)	(8,940)
Profit before taxation	6,446,265	87,348	6,592,435	177,590
Taxation	(7,360)	(15,670)	(31,404)	(35,835)
Profit for the period	6,438,905	71,678	6,561,031	141,755

A2. Disclosure of audit report qualification and status of matters raised

There was no qualification in the audit report of the preceding annual financial statements.

A3. Seasonal or Cyclicity of Interim Operations

The Group's operations are not materially affected by any seasonal or cyclical factors.

A4. Unusual items affecting assets, liabilities, equity, net income, or cash flow

There were no items of an unusual nature, size or incidence that affect the assets, liabilities, equity, net income and cash flows of the Group during the current period under review.

A5. Nature and amount of changes in estimates

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

A6. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity

There were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial year-to-date.

A7. Dividends paid

	Individual Quarter 3 months ended 30-Jun-2007	Cumulative Quarter 6 months ended 30-Jun-2007
	RM'000	RM'000
<u>Dividends paid on ordinary shares</u>		
2006 : Final dividend - 15 sen less tax	129,812	129,812

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A8. Segmental reporting

Segmental information in respect of the Group's business segments for the period ended 30 June 2007

	Continuing operations										Discontinued operations					Total Operations	
	Sugar refining and cane plantation	Grains trading, flour and feed milling	Livestock farming	Packaging	Environmental engineering, waste management and utilities	Film exhibition and distribution	Property investment and development	Chemicals trading and manufacturing	Other operations	Elimination	Total	Edible oils refining and trading	Oil palm plantations	Packaging	Eliminations		Total
<i>All figures in RM'000</i>																	
Information About Business Segments:																	
REVENUE																	
External sales	571,894	442,653	28,436	23,828	22,068	77,809	27,637	62,268	161,539	-	1,418,132	3,080,979	62,738	21,271	-	3,164,988	4,583,120
Inter-segment sales	-	36,171	6,211	8,106	-	-	630	733	10,904	(62,755)	-	43,570	188,423	-	(231,993)	-	-
Total revenue	571,894	478,824	34,647	31,934	22,068	77,809	28,267	63,001	172,443	(62,755)	1,418,132	3,124,549	251,161	21,271	(231,993)	3,164,988	4,583,120
RESULT																	
Segment operating results	69,603	47,829	(81)	(8,423)	20	13,207	7,532	3,343	3,630	420	137,080	22,037	105,266	2,659	-	129,962	267,042
Unallocated corporate expense											(7,942)					-	(7,942)
Profit from operations											129,138					129,962	259,100
Investing activities											72,146					6,393,498	6,465,644
Share of associated companies' profits less losses	2,072	4,693	-	-	1,878	698	4,300	-	(9,177)	-	4,464	78,285	240	-	-	78,525	82,989
Share of joint ventures' profits less losses	-	-	-	-	328	-	-	-	-	-	328	-	-	-	-	-	328
Finance costs											(2,268)					(9,550)	(11,818)
Profit before taxation											203,808					6,592,435	6,796,243

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A9. Valuation of Property, Plant and Equipment

There were no amendments in the valuation of property, plant and equipment brought forward from the previous annual financial statements.

A10. Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

A11. Changes in the composition of the Group

There were no changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiary companies and long-term investments, restructurings, and discontinued operations for the current interim period, except for the following:-

- (a) On 5 March 2007, Sitaclean Technologies (M) Sdn Bhd (“Sitaclean”), an indirect wholly-owned subsidiary of PPB, was placed under member’s voluntary winding-up. The winding-up is still in progress.

A12. Changes in contingent liabilities or contingent assets

	As at 18-Jul-07 RM'000	As at 31-Dec-06 RM'000
<u>Contingent liabilities</u>		
Unsecured guarantees issued in consideration of credit facilities given to associated companies	2,550	4,550

Chemquest Sdn Bhd, a 55% owned subsidiary of PPB, has granted unsecured corporate guarantees to a third party in respect of works being carried out by its 70% indirect subsidiary, Cipta Wawasan Maju Engineering Sdn Bhd.

Contingent assets

There were no contingent assets as at the end of the current interim period.

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B. BMSB Listing Requirements (Part A of Appendix 9B)

B1. Review of Performance for the current quarter and financial year-to-date

The Group revenue for continuing operations of RM1.4 billion for the period ended 30 June 2007 was 17% higher compared with RM1.2 billion in the corresponding period last year mainly due to higher revenue generated by the sugar refining and the grains trading, flour and feed milling divisions.

Group profit before tax for continuing operations of RM204 million was marginally higher than that of the same period last year of RM196 million. Lower raw sugar prices and increased sales by the grains trading, flour and feed milling division contributed to the better results. Wilmar International Limited ("Wilmar") which is now an associate company of the Group has contributed profits with effect from May 2007. However, the share of associates results was lower than the same period last year due to losses incurred by Trinity Coral Sdn Bhd ("Trinity").

Net profit after tax from the discontinued operations namely PPBOP, PGEO and KOG was also higher when compared with the same period last year mainly due to higher crop production and palm product prices.

With the completion of the disposal of PPBOP, PGEO and KOG in this quarter, the Group realised a total one-time gain of RM6.4 billion.

B2. Material changes in the quarterly results compared to the results of the preceding quarter

The Group profit before tax for continuing operations for the quarter under review of RM106 million was 9% higher compared with RM98 million for the preceding quarter. This was mainly due to higher profits generated by the sugar refining and the property investment and development divisions. Losses incurred by Trinity was partly compensated by Wilmar's profit contribution to the Group for the quarter under review.

B3. Prospects for current financial year

The Group's sugar refining division, grains trading, flour and feed milling and other divisions are expected to perform satisfactorily for the financial year.

Based on Wilmar's current performance, it is anticipated that it will also be able to contribute positively in the financial year. Notwithstanding the one-time gain of RM6.4 billion, the Group operations should be able to maintain its financial performance for 2007.

B4. Variance of actual profit from forecast profit

Not applicable.

B5. Taxation

	Individual Quarter 3 months ended 30-Jun-2007 RM'000	Cumulative Quarter 6 months ended 30-Jun-2007 RM'000
Taxation comprises:-		
<u>Continuing operations</u>		
Malaysian taxation based on profit for the period:-		
Current	19,721	38,518
Deferred	1,546	2,808
	<u>21,267</u>	<u>41,326</u>
(Over)/underprovision		
Current	(97)	-
Deferred	-	2,346
	<u>21,170</u>	<u>43,672</u>

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B5. Taxation (continued)

	Individual Quarter 3 months ended 30-Jun-2007 RM'000	Cumulative Quarter 6 months ended 30-Jun-2007 RM'000
<u>Discontinued operations</u>		
Malaysian taxation based on profit for the period:-		
Current	3,346	21,725
Deferred	1,915	7,206
	<u>5,261</u>	<u>28,931</u>
Foreign taxation		
Current	1,328	2,562
Deferred	690	(94)
	<u>7,279</u>	<u>31,399</u>
Underprovision		
Current	11	5
Deferred	70	-
	<u>7,360</u>	<u>31,404</u>

The effective tax rate is lower than the average statutory rate for the period mainly due to gain on sale of investments, tax exempt income and utilisation of reinvestment allowance by certain subsidiaries.

B6. Profit/Loss on sale of unquoted investments and/or properties

There was a gain on sale of unquoted investment amounting to RM19.4 million. However, there was a loss incurred on the sale of properties amounting to RM142,000 for the current financial period to-date under review.

B7. Quoted securities

- (a) Total purchases and disposals of quoted securities for the current quarter and financial period to-date under review were as follows :-

	Individual Quarter 3 months ended 30-Jun-2007 RM'000	Cumulative Quarter 6 months ended 30-Jun-2007 RM'000
Total purchases	1,910	1,995
Total proceeds from disposals	610	1,767
Profit on disposals	91	397

- (b) Total investments in quoted securities as at 30 June 2007 were as follows:-

	RM'000
At cost	387,960
At book value	387,010
At market value	914,616

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B8. Status of corporate proposals

- (a) On 1 November 2006, Mantap Aman Sdn Bhd, an indirect subsidiary of PPB had entered into a joint-venture agreement with Millerstar Pte Ltd, Singapore to construct and operate a wheat flour mill facility in the Republic of Indonesia to be undertaken by a joint-venture company called P.T. Pundi Kencana.

P.T. Pundi Kencana is still in the process of establishing the wheat flour mill complete with silos, warehouses and other infrastructure facilities at Cilegon, a town situated on the western side of Java Island. The mill is expected to be operational by end-2008 based on current schedule.

- (b) On 27 April 2007, PPB's subsidiaries, FFM Berhad ("FFM") and Buxton Limited ("Buxton") entered into separate sale and purchase agreements ("SPA(s)") as follows :-
- i) SPA between FFM and Wilmar for the disposal of FFM's 17.1% equity interest in KOG to Wilmar; and
 - ii) SPA between Buxton and Wilmar for the disposal of Buxton's 10.9% equity interest in KOG to Wilmar.

On 28 June 2007, the above disposals by FFM and Buxton were completed and KOG had ceased to be an associated company of PPB.

- (c) On 28 June 2007, PPB entered into a Sale and Purchase Agreement for the disposal of its entire 55% equity interest comprising 33,000,000 ordinary shares of RM1.00 each in Ampang Leisuremall Sdn Bhd ("ALSB") to Huatland Development Sdn Bhd for a total consideration of RM21.12 million ("the Disposal"). Upon completion of the Disposal, ALSB shall cease to be a subsidiary of PPB.

The Disposal is expected to be completed by end-December 2007.

B9. Group borrowings

Total Group borrowings as at 30 June 2007 were as follows:-

	RM'000 Total	RM'000 Secured	RM'000 Unsecured
Long term bank borrowings			
Long term bank loans (CNY)	16,956	-	16,956
Hire purchase liabilities	369	369	-
Repayments due within the next 12 months	(2,681)	(256)	(2,425)
	<u>14,644</u>	<u>113</u>	<u>14,531</u>
Short term bank borrowings			
Short term loans	2,500	-	2,500
Short term loans (USD)	34,853	-	34,853
Current portion of long term loans	2,425	-	2,425
Hire purchase liabilities	256	256	-
	<u>40,034</u>	<u>256</u>	<u>39,778</u>
Bank overdrafts	2,158	302	1,856
	<u>42,192</u>	<u>558</u>	<u>41,634</u>

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B10. Off Balance Sheet Financial Instruments

Foreign Currency Contracts

The Group enters into forward foreign exchange contracts as a hedge for its confirmed sales and purchases in foreign currencies. The purpose of hedging is to protect the Group against unfavourable movement in exchange rate. Gains or losses from changes in the fair value of foreign currency contracts offset the corresponding losses or gains on the receivables and payables covered by the instrument and where the foreign exchange contracts are used to hedge against anticipated future transactions, gains and losses are not recognised until the transaction occurs.

As at 17 August 2007, the Group has hedged outstanding foreign currency contracts of USD9.7 million equivalent to RM33.7 million. These contracts are short term and majority are due to mature within the next two months.

There is minimal credit risk because these contracts are entered into with licensed financial institutions.

Besides a small fee, there is no cash requirement for these instruments.

B11. Material litigation

There was no material litigation pending as at 17 August 2007.

B12. Dividend

The Board of Directors is pleased to declare an interim dividend for the financial year ending 31 December 2007 of 5 sen per share less 27% income tax (2006 : 5 sen less 28% income tax) payable on Friday, 28 September 2007.

Dividend payment/entitlement date

Notice is hereby given that the interim dividend will be payable on Friday, 28 September 2007 to shareholders whose names appear in the Record of Depositors at the close of business on Thursday, 13 September 2007.

A Depositor shall qualify for entitlement only in respect of :-

- (i) Shares transferred into the Depositor's securities account before 4.00 pm on Thursday, 13 September 2007 in respect of ordinary transfers, and
- (ii) Shares bought on the Bursa Malaysia Securities Berhad ("BMSB") on a cum entitlement basis according to the Rules of the BMSB.

Dividends Paid/Payable

Dividends paid and payable for the financial year 2006 and up to the date of this report are as follows :-

Financial Year	Type	Rate	Payment Date
2006	Interim dividend	5 sen less 28% income tax	28 September 2006
2006	Final dividend	15 sen less 27% income tax	7 June 2007
2007	Interim dividend	5 sen less 27% income tax	Payable on 28 September 2007

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B13. Earnings per Share

The basic earnings per share has been calculated by dividing the Group's profit from continuing and discontinued operations for the current financial period attributable to the shareholders of the Company by 1,185,499,882 ordinary shares in issue during the period.

There is no diluted earnings per share for the current period or financial period-to-date as there were no dilutive potential ordinary shares.

Kuala Lumpur
24 August 2007

By Order of the Board
Tan Teong Boon
Company Secretary