

**PPB GROUP BERHAD (8167-W)**  
**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER**  
**ENDED 30 JUNE 2010**

*(The figures have not been audited)*

**Condensed Consolidated Income Statements For The Period Ended 30 June 2010**

	Individual Quarter 3 months ended 30 June		Cumulative Quarter 6 months ended 30 June	
	2010 RM'000	2009 RM'000 (Restated)	2010 RM'000	2009 RM'000 (Restated)
<u>Continuing operations</u>				
Revenue	581,092	543,725	1,084,725	1,038,953
Operating expenses	(504,035)	(466,799)	(981,324)	(961,836)
Other operating income	39,686	13,561	64,999	23,597
Share of net profits less losses of associates	209,687	272,236	461,792	528,319
Share of profit of jointly controlled entity	356	254	654	499
Finance costs	(883)	(1,308)	(2,355)	(3,451)
Profit before tax	325,903	361,669	628,491	626,081
Income tax expense	(7,070)	(10,289)	(20,193)	(15,793)
Profit for the period from continuing operations	318,833	351,380	608,298	610,288
<u>Discontinued operations</u>				
Profit for the period from discontinued operations, net of tax	261	53,733	261	66,256
Gain on sale of discontinued operations	-	-	838,448	-
Profit for the period	319,094	405,113	1,447,007	676,544
Attributable to :				
Shareholders of the Company	317,746	397,532	1,443,100	669,367
Minority interests	1,348	7,581	3,907	7,177
Profit for the period	319,094	405,113	1,447,007	676,544
Basic earnings per share (sen)				
- continuing operations	26.78	29.00	50.98	50.87
- discontinued operations	0.02	4.53	70.75	5.59
	26.80	33.53	121.73	56.46

**(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this report.)**

**PPB GROUP BERHAD (8167-W)**  
**Condensed Consolidated Statement Of Comprehensive Income**  
**For The Period Ended 30 June 2010**

	Individual Quarter 3 months ended 30 June		Cumulative Quarter 6 months ended 30 June	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Profit for the period	319,094	405,113	1,447,007	676,544
<u>Other comprehensive (loss)/income, net of tax</u>				
Exchange differences on translation of foreign operations	(5,287)	(365,721)	(470,519)	155,472
Reclassification adjustment for exchange gain included in profit or loss	-	-	-	(8)
Fair value of available-for-sale financial assets	(83,062)	87,409	(88,442)	189,438
Share of associates' other comprehensive income	(14,366)	(61,003)	(18,058)	(108,247)
Total comprehensive income	<u>216,379</u>	<u>65,798</u>	<u>869,988</u>	<u>913,199</u>
Attributable to :				
Shareholders of the Company	214,630	57,456	866,327	903,944
Minority interests	1,749	8,342	3,661	9,255
Total comprehensive income	<u>216,379</u>	<u>65,798</u>	<u>869,988</u>	<u>913,199</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this report.)

**PPB GROUP BERHAD (8167-W)**  
**Condensed Consolidated Statement Of Financial Position**

	As at 30-Jun-10 RM'000	As at 31-Dec-09 RM'000
<b>ASSETS</b>		
<b>Non-current Assets</b>		(Restated)
Property, plant and equipment	938,147	927,099
Investment properties	205,562	205,185
Biological assets	2,816	2,889
Goodwill	72,444	72,444
Other intangible assets	1,774	1,969
Land held for property development	9,831	11,268
Investments in associates	10,453,164	10,628,430
Investment in jointly controlled entity	27,856	29,518
Other investments	806,599	886,440
Deferred tax assets	5,343	5,479
	<u>12,523,536</u>	<u>12,770,721</u>
<b>Current Assets</b>		
Inventories	340,831	377,835
Biological assets	14,855	14,320
Other intangible assets	6,646	6,334
Property development costs	32,158	30,793
Receivables	350,121	352,338
Derivative financial instruments	625	193
Cash, bank balances and deposits	1,475,882	589,003
	<u>2,221,118</u>	<u>1,370,816</u>
Non-current assets/disposal group classified as held for sale	9,009	925,423
	<u>2,230,127</u>	<u>2,296,239</u>
<b>TOTAL ASSETS</b>	<u><u>14,753,663</u></u>	<u><u>15,066,960</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	1,185,500	1,185,500
Reserves	12,961,378	12,901,042
Equity attributable to shareholders of the Company	<u>14,146,878</u>	<u>14,086,542</u>
Minority interests	175,239	172,817
<b>Total equity</b>	<u>14,322,117</u>	<u>14,259,359</u>

**PPB GROUP BERHAD (8167-W)**  
**Condensed Consolidated Statement Of Financial Position**  
*(continued)*

	<b>As at 30-Jun-10 RM'000</b>	<b>As at 31-Dec-09 RM'000</b>
<b>Non-current Liabilities</b>		(Restated)
Long term borrowings	81,244	82,813
Deferred tax liabilities	71,418	71,552
	152,662	154,365
<b>Current Liabilities</b>		
Payables	211,839	342,336
Derivative financial instruments	80	212
Short term borrowings	54,533	37,654
Taxation	12,432	6,785
	278,884	386,987
Liabilities directly associated with disposal group classified as held for sale	-	266,249
	278,884	653,236
<b>Total liabilities</b>	431,546	807,601
<b>TOTAL EQUITY AND LIABILITIES</b>	14,753,663	15,066,960
Net assets per share attributable to shareholders of the Company (RM)	11.93	11.88

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 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 2010**

	Non-distributable						Distributable		Attributable to shareholders of the Company RM'000	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	Fair value reserve RM'000	Hedge reserve RM'000	Capital reserve RM'000	Retained earnings RM'000			
<b>6 months ended 30 June 2010</b>											
At 1 January 2010	1,185,500	6,715	60,230	20,818	484,454	96,648	294,561	11,937,616	14,086,542	172,817	14,259,359
Total comprehensive income	-	-	-	(442,624)	(88,473)	(31,389)	(14,287)	1,443,100	866,327	3,661	869,988
Transfer of reserves	-	-	(222)	-	-	-	(4,685)	4,907	-	-	-
Reversal to land held for property development	-	-	(1,659)	-	-	-	-	-	(1,659)	-	(1,659)
Dilution of interest in associate	-	-	-	-	-	-	-	1,808	1,808	-	1,808
Dividends	-	-	-	-	-	-	-	(806,140)	(806,140)	(1,239)	(807,379)
At 30 June 2010	1,185,500	6,715	58,349	(421,806)	395,981	65,259	275,589	12,581,291	14,146,878	175,239	14,322,117
<b>6 months ended 30 June 2009</b>											
At 1 January 2009	1,185,500	6,715	60,675	172,631	-	-	254,191	10,553,079	12,232,791	160,088	12,392,879
As previously stated	-	-	-	-	204,561	267,585	-	63,373	535,519	137	535,656
Effect on adopting FRS 139	-	-	-	-	204,561	267,585	-	63,373	535,519	137	535,656
Restated	1,185,500	6,715	60,675	172,631	204,561	267,585	254,191	10,616,452	12,768,310	160,225	12,928,535
Total comprehensive income	-	-	-	148,816	189,398	(107,179)	3,542	669,367	903,944	9,255	913,199
Transfer of reserves	-	-	(222)	-	-	-	12,232	(12,010)	-	-	-
Dividend	-	-	-	-	-	-	-	(213,390)	(213,390)	(728)	(214,118)
At 30 June 2009	1,185,500	6,715	60,453	321,447	393,959	160,406	269,965	11,060,419	13,458,864	168,752	13,627,616

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this report.)

**PPB GROUP BERHAD (8167-W)**  
**Condensed Consolidated Statement Of Cash Flows**  
**For The Period Ended 30 June 2010**

**Final**

	6 months ended 30 June	
	2010	2009
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax		
- continuing operations	628,491	626,081
- discontinued operations	838,709	87,820
	1,467,200	713,901
Adjustments :-		
Non-cash items	(1,298,443)	(496,840)
Non-operating items	(52,019)	(48,281)
Operating profit before working capital changes	116,738	168,780
Working capital changes		
Net change in current assets	101,180	96,495
Net change in current liabilities	(47,487)	(79,615)
Cash generated from operations	170,431	185,660
Tax paid	(13,710)	(46,977)
<b>Net cash generated from operating activities</b>	<b>156,721</b>	<b>138,683</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment, investment properties, biological assets and other intangible assets	(56,681)	(77,704)
Proceeds from disposal of property, plant and equipment and investment properties	38,799	150
Purchase of investments	(3,361)	(71)
Proceeds from sale of investments	1,226,444	7,120
Net cash disposed of from discontinued operations	(143,363)	-
Dividends received	290,390	175,504
Interest received	16,294	3,872
Other investing activities	12,218	3,948
<b>Net cash generated from investing activities</b>	<b>1,380,740</b>	<b>112,819</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Bank borrowings	14,504	(134,157)
Interest paid	(2,580)	(3,379)
Dividends paid	(807,379)	(214,118)
Other financing activities	4,129	2,252
<b>Net cash used in financing activities</b>	<b>(791,326)</b>	<b>(349,402)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>746,135</b>	<b>(97,900)</b>
Cash and cash equivalents brought forward	731,010	489,022
Effect of exchange rate changes	(2,796)	132
<b>Cash and cash equivalents carried forward</b>	<b>1,474,349</b>	<b>391,254</b>
<u>Cash and cash equivalents represented by :-</u>		
Cash and bank balances	53,514	77,141
Bank deposits	1,422,368	316,350
Bank overdrafts	(1,533)	(2,237)
	1,474,349	391,254

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this report.)

## NOTES

**A. Financial Reporting Standard (FRS) 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 Main Market 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 2009 except for the adoption of the following new/revised FRSs and Amendments to FRSs that are effective for financial periods beginning on or after 1 July 2009 or 1 January 2010 :-

FRS 8 Operating Segments

FRS 101 Presentation of Financial Statements (Revised)

FRS 123 Borrowing Costs (Revised)

Amendment to FRS 5 Non-current Assets Held for Sale and Discontinued Operations

Amendment to FRS 7 Financial Instruments: Disclosures

Amendment to FRS 8 Operating Segments

Amendment to FRS 107 Statement of Cash Flows

Amendment to FRS 108 Accounting Policies, Changes in Accounting Estimates and Errors

Amendment to FRS 110 Events after the Reporting Period

Amendment to FRS 116 Property, Plant and Equipment

Amendment to FRS 117 Leases

Amendment to FRS 118 Revenue

Amendment to FRS 119 Employee Benefits

Amendment to FRS 120 Accounting for Government Grants and Disclosure of Government Assistance

Amendment to FRS 123 Borrowing Costs

Amendment to FRS 127 Consolidated and Separate Financial Statements

Amendment to FRS 128 Investments in Associates

Amendment to FRS 131 Interest in Joint Ventures

Amendment to FRS 132 Financial Instruments: Presentation

Amendment to FRS 134 Interim Financial Reporting

Amendment to FRS 136 Impairment of Assets

Amendment to FRS 138 Intangible assets

Amendment to FRS 139 Financial Instruments: Recognition and Measurement

Amendment to FRS 140 Investment Property

The adoption of the above new/revised FRSs and Amendments to FRSs does not have any significant financial impact on the Group except for the following:-

FRS 101: Presentation of Financial Statements

FRS 101 requires an entity to present, in a statement of changes in equity, all owner changes in equity. All non-owner changes in equity (ie. comprehensive income) are required to be presented in one statement of comprehensive income or in two statements (a separate income statement and a statement of comprehensive income). Components of comprehensive income are not permitted to be presented in the statement of changes in equity.

In addition, a statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the reclassification of items in the financial statements.

Amendment to FRS 117 Leases

Prior to the adoption of the Amendment to FRS 117, leasehold land that had an indefinite economic life and with title that was not expected to pass to the lessee at the end of the lease term was classified as operating lease. Upfront payments for the rights to use the leasehold land over a predetermined period were accounted for as prepaid lease payments and amortised on a straight-line basis over the remaining period of the lease.

Upon adoption of the Amendment to FRS 117 in relation to classification of leasehold land, the Group reassessed the classification of leasehold land as a finance lease or an operating lease based on the extent of risks and rewards associated with the land. The Group has determined that all leasehold land of the Group are in substance finance leases and has reclassified its leasehold land from prepaid lease payments to property, plant and equipment.

Amendment to FRS 140 Investment Property

Prior to the adoption of the Amendment to FRS 140, assets under construction for future use as investment property were classified as property, plant and equipment.

Upon adoption of the Amendment to FRS 140, these assets are reclassified to investment properties.

The reclassification has been made retrospectively in the Condensed Consolidated Statement of Financial Position and the following comparative figures have been restated as follows :-

<b><u>Condensed Consolidated Statement of Financial Position</u></b>	<i>As previously reported RM'000</i>	<i>Effects RM'000</i>	<i>As restated RM'000</i>
Property, plant and equipment	860,666	66,433	927,099
Investment properties	167,923	37,262	205,185
Prepaid lease payments	103,695	(103,695)	-

The comparative figures in the Condensed Consolidated Income Statement have been restated to reflect the effects of the financial results of the disposal group in relation to the sale of the sugar-related assets.



**b) Discontinued operations**

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

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	30 June		30 June	
	2010	2009	2010	2009
	RM'000	RM'000	RM'000	RM'000
Revenue	774	335,677	774	613,345
Operating expenses	(514)	(267,052)	(514)	(530,276)
Other operating income	1	175	1	1,270
Share of net profits less losses of associates	-	2,650	-	3,817
Finance costs	-	(30)	-	(336)
Profit before taxation	261	71,420	261	87,820
Income tax expense	-	(17,687)	-	(21,564)
Profit for the period	261	53,733	261	66,256

**A2. Seasonal or Cyclicity of Interim Operations**

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

**A3. Unusual items affecting assets, liabilities, equity, net income, or cash flow**

There were no items of an unusual nature, size or incidence that affected the assets, liabilities, equity, net income and cash flows of the Group during the current period under review except for the completion of the disposal of the sugar-related assets as previously reported.

**A4. Nature and amount of changes in estimates**

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

**A5. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities**

There were no issuances or 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 period-to-date.

**A6. Dividends paid**

	Individual Quarter	Cumulative Quarter
	3 months ended	6 months ended
	30-Jun-10	30-Jun-10
	RM'000	RM'000
<u>Dividends paid on ordinary shares</u>		
Financial year ended 31.12.2009 :-		
Special dividend - 50 sen per share single tier	-	592,750
Final dividend - 18 sen per share single tier	213,390	213,390
	<u>213,390</u>	<u>806,140</u>

A7. Segmental reporting

Segmental information in respect of the Group's business segments for the period ended 30 June 2010

**Business Segments:**

All figures in RM'000

	Continuing Operations									Discontinued Operation	Total Operations	
	Grains trading, flour and feed milling	Marketing, distribution and manufacturing of consumer products	Film exhibition and distribution	Environmental engineering, waste management and utilities	Chemicals trading and manufacturing	Property investment and development	Livestock farming	Other operations	Elimination	Total		Cane plantation
<b>REVENUE</b>												
External revenue	536,718	178,104	127,940	33,374	46,804	22,631	34,416	104,738	-	1,084,725	774	1,085,499
Inter-segment sales	41,079	-	-	-	14,342	730	8,636	7,548	(72,335)	-	-	-
Total revenue	<u>577,797</u>	<u>178,104</u>	<u>127,940</u>	<u>33,374</u>	<u>61,146</u>	<u>23,361</u>	<u>43,052</u>	<u>112,286</u>	<u>(72,335)</u>	<u>1,084,725</u>	<u>774</u>	<u>1,085,499</u>
<b>RESULTS</b>												
Segment results	58,399	7,188	23,660	268	483	10,101	(111)	92,463	569	193,020	261	193,281
Unallocated corporate expenses										(24,620)	-	(24,620)
Share of associates' profits less losses	6,573	-	762	1,635	-	309	-	452,513	-	461,792	-	461,792
Share of joint venture's profit	-	-	-	654	-	-	-	-	-	654	-	654
Finance costs										(2,355)	-	(2,355)
Profit before tax										<u>628,491</u>	<u>261</u>	<u>628,752</u>
<b>ASSETS</b>												
Segment assets	849,417	160,453	208,096	40,722	47,694	284,368	105,963	2,549,872	(1,736)	4,244,849	-	4,244,849
Investments in associates	61,910	-	5,478	31,438	-	114,812	-	10,239,526	-	10,453,164	-	10,453,164
Investment in jointly controlled entity	-	-	-	27,856	-	-	-	-	-	27,856	-	27,856
Taxation										22,500	-	22,500
Other unallocated corporate assets										5,294	-	5,294
Total assets										<u>14,753,663</u>	<u>-</u>	<u>14,753,663</u>

## PPB GROUP BERHAD (8167-W)

**A8. Valuation of Property, Plant and Equipment**

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

**A9. 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.

**A10. 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 subsidiaries and long-term investments, restructurings, and discontinued operations for the current interim period and year-to-date under review, except for the following :-

With the completion of the disposal of 36,360,000 ordinary shares of RM1 each equivalent to 100% equity interest in Malayan Sugar Manufacturing Company Berhad (“MSM”) on 1 January 2010, MSM, MSM Properties Sdn Bhd and Astakonas Sdn Bhd ceased to be subsidiaries of PPB with effect from 1 January 2010.

**A11. Changes in contingent liabilities or contingent assets**

	As at 30-Jun-10 RM'000	As at 31-Dec-09 RM'000
<u>Contingent liabilities</u>		
Unsecured guarantees issued in consideration of credit facilities given to an associate	2,550	2,550

Contingent assets

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

**PPB GROUP BERHAD (8167-W)****B. BMSB Listing Requirements (Part A of Appendix 9B)****B1. Review of performance for the financial year-to-date**

Group revenue of RM1.08 billion for the 6 months ended 30 June 2010 was about 4% higher than the RM1.04 billion in the same period last year. The increase was mainly due to higher revenue achieved by the film exhibition and distribution division, and the chemicals trading and manufacturing division for the period under review.

Group profit before tax for continuing operations of RM628 million was marginally higher than that of the corresponding period last year. The flour and feed milling division contributed higher profits due to increase in sales volume and better margins, whilst film exhibition and distribution also registered higher profits arising mainly from increased admissions. However the profit contribution for the period from our associate Wilmar International Limited ("Wilmar") was lower.

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

Group profit before tax for continuing operations of RM326 million for the quarter under review was 8% higher compared with the preceding quarter. Profit contribution from the Other Operations increased mainly from dividend income, interest income and gains on disposal of properties whilst Wilmar registered a lower profit for the current quarter.

**B3. Prospects for current financial year**

The global economic recovery continues to be slow and uncertain for the remaining period of 2010. The recent increase in commodity prices and uncertainties in currency exchange rates would have an impact on the Group's operating results. Nevertheless, the Group had put in measures to manage these factors and the results for the remaining period of 2010 should be satisfactory. With the gain from the sale of the sugar-related assets, profit for the financial year 2010 will be higher than that of the previous year.

**B4. Variance of actual profit from forecast profit**

Not applicable.

**B5. Taxation**

Taxation comprises :-	Individual Quarter 3 months ended 30-Jun-10 RM'000	Cumulative Quarter 6 months ended 30-Jun-10 RM'000
Malaysian taxation based on profit for the period		
Current	6,170	19,713
Deferred	397	(481)
	6,567	19,232
Foreign taxation		
Current	508	723
	7,075	19,955
(Over)/Underprovision		
Current	(3)	63
Deferred	(2)	175
	7,070	20,193

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

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

There were no sales of unquoted investments. However there were gains amounting to RM22.3 million on the disposal of properties for the current quarter and financial period-to-date.

**B7. Quoted securities**

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

	Individual Quarter 3 months ended 30-Jun-10 RM'000	Cumulative Quarter 6 months ended 30-Jun-10 RM'000
Total purchases	-	1,156
Total proceeds from disposal	-	-
Net profit on disposal	-	-

(b) Total investments in quoted securities as at 30 June 2010 were as follows :-

	RM'000
At cost	410,873
At carrying amount	806,172

## PPB GROUP BERHAD (8167-W)

**B8. Status of corporate proposals**

There were no corporate proposals announced but not completed as at 18 August 2010.

**B9. Group borrowings**

Total Group borrowings as at 30 June 2010 were as follows :-

	Total RM'000	Secured RM'000	Unsecured RM'000
Long term bank borrowings			
Long term bank loans	45,068	-	45,068
Long term bank loans (USD)	48,228	48,228	-
Long term bank loans (RMB)	13,530	-	13,530
Hire purchase liabilities	11	11	-
Hire purchase liabilities (SGD)	56	56	-
Repayments due within the next 12 months	(25,649)	(10,518)	(15,131)
	<u>81,244</u>	<u>37,777</u>	<u>43,467</u>
Short term bank borrowings			
Short term loans	879	-	879
Short term loans (USD)	26,472	-	26,472
Current portion of long term loans	25,624	10,493	15,131
Hire purchase liabilities	11	11	-
Hire purchase liabilities (SGD)	14	14	-
	<u>53,000</u>	<u>10,518</u>	<u>42,482</u>
Bank overdrafts	1,533	-	1,533
	<u>54,533</u>	<u>10,518</u>	<u>44,015</u>

**B10. Financial Instruments**

The outstanding forward currency contracts as at 30 June 2010 were as follows :-

	Currency	Contract/ Notional value RM'000	Fair Value RM'000
<u>Less than 1 year</u>			
- Buy position	USD	61,401	61,922
- Sell position	USD	12,754	12,728
- Sell position	SGD	3,394	3,397

There is no change to the related accounting policies, risks associated with the financial instruments and policies to mitigate those risks since the last financial year.

**B11. Material litigation**

There was no material litigation pending as at 18 August 2010.

**PPB GROUP BERHAD (8167-W)****B12. Dividend**

The Board of Directors is pleased to declare a special single tier dividend of 65 sen per share and an interim single tier dividend of 5 sen per share for the financial year ending 31 December 2010 (2009 : interim single tier dividend of 5 sen per share) payable on Tuesday, 28 September 2010.

**Dividend payment/entitlement date**

Notice is hereby given that the special and interim single tier dividends are payable on Tuesday, 28 September 2010 to shareholders whose names appear in the Record of Depositors at the close of business on Monday, 13 September 2010.

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

- (i) Shares transferred into the Depositor's securities account before 4.00 pm on Monday, 13 September 2010 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/payable for the financial years 2009/2010 and up to the date of this report are as follows :-

Financial Year	Type	Rate per share	Payment Date
2009	Interim dividend	5 sen single tier	25 September 2009
2009	Special dividend	50 sen single tier	15 March 2010
2009	Final dividend	18 sen single tier	8 June 2010
2010	Special dividend	65 sen single tier	} Payable on 28 September 2010
2010	Interim dividend	5 sen single tier	

**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 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 quarter or financial period-to-date as there were no dilutive potential ordinary shares.

**B14. Disclosure of audit report qualification and status of matters raised**

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

**Kuala Lumpur**  
**25 August 2010**

*By Order of the Board*  
**Mah Teck Keong**  
*Company Secretary*