

5. INFORMATION ON THE APB GROUP (Cont'd)

Date of allotment	No. of RCPS of RM0.10 each	Consideration	Cumulative preference share capital RM
23 October 2003	4,300,000	Cash	4,300,000

5.5.6.3 Substantial shareholders*

Substantial shareholders	Nationality / place of incorporation	No. of ordinary shares of RM1.00	Effective interest held (%)
APB	Malaysia	4,900	49
PESB	Malaysia	5,100	51

Substantial shareholders	Nationality / place of incorporation	No. of RCPS	Effective interest held (%)
APB	Malaysia	4,300,000	100

*Substantial shareholders structure upon completion of the Proposed Acquisition of KRSB.

5.5.6.4 Subsidiary and associated companies

As at 28 February 2004, KRSB does not have any subsidiary or associated companies.

5.5.7 Information on Kanon

5.5.7.1 History and business

Kanon was incorporated in Malaysia on 14 March 1997 as a private limited company under the Companies Act. As at 28 February 2004, the authorised share capital of Kanon is RM500,000 comprising 500,000 ordinary shares of RM1.00 each, of which 150,000 ordinary shares of RM1.00 each have been issued and fully paid-up.

The principal activity of Kanon is the provision of consultancy or assistance on the production of loading arms and sales supports and maintenance services.

5.5.7.2 Changes in the issued and paid-up share capital

Details of changes in the issued and paid-up share capital of Kanon since its incorporation are as follows:

Date of allotment	No. of ordinary shares of RM1.00 each	Consideration	Cumulative share capital RM
14.03.1997	2	Cash	2
01.10.1997	149,998	Cash	150,000

5. INFORMATION ON THE APB GROUP (Cont'd)

5.5.7.3 Substantial shareholders

Substantial shareholders	Nationality / place of incorporation	No. of ordinary shares of RM1.00	Effective interest held (%)
Kanon Loading Equipment B.V.	The Netherlands	60,000	40.0
AMC	Malaysia	52,500	35.0
Erik Theo Bakker	Dutch	37,500	25.0

5.5.7.4 Subsidiary and associated companies

As at 28 February 2004, Kanon does not have any subsidiary or associated companies.

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5. INFORMATION ON THE APB GROUP (Cont'd)

5.6 INFORMATION ON PROPERTIES

5.6.1 Details of the properties

Details of the properties of the Group are as follows:

Property (Individual/ Master/Strata title no.)	Tenure	Description (approximate age of building)	Land area / Built-up area (square feet) / Certificate of Fitness Date	Existing use	NBV as at 31.12.2001 RM'000	Open market value RM'000	Date of valuation	Valuation of land and buildings as approved by the SC on 15.11.2002 RM'000	Revaluation Surplus/ (Deficit) ¹ RM'000
AMC									
1. No. 69, Jalan Kapal, Off Jalan Chain Ferry 12100 Butterworth (HS(D)7241, PT 290 Seksyen 4, Bandar Butterworth, Daerah Seberang Perai Utara)	Freehold	Intermediate Double storey shoplot ³ (22 years)	1,400 / 2,500 N/A.	Tenanted	189	220	17.06.02	220	31
2. No 167-04-03, Gurney Park, Persiaran Gurney, 10250 Penang. Master Title Nos.: GRN 60550 (formerly Geran 16514) ⁷ (Lot 2641 Seksyen 1, Bandar Georgetown, Daerah Timor Laut, Pulau Pinang)	Freehold	apartment (5 years)	- / 856 N/A.	Staff amenities	242	250	20.06.02	250	8
				<i>Sub-total</i>	<u>431</u>	<u>470</u>		<u>470</u>	<u>39</u>

5. INFORMATION ON THE APB GROUP (Cont'd)

Property (Individual/ Master/Strata title no.)	Tenure	Description (approximate age of building)	Land area / Built-up area (square feet) / Certificate of Fitness Date	Existing use	NBV as at 31.12.2001 RM'000	Open market value RM'000	Date of valuation	Valuation of land and buildings as approved by the SC on 15.11.2002 RM'000	Revaluation Surplus/ (Deficit) ¹ RM'000
AMC (Cont'd)									
3. Lot No. 23-C Kawasan Perindustrian Gebeng, 26080 Kuantan (HS(D) 18127, PT 7533 Mukim Sungai Karang, Daerah Kuantan, Pahang Darul Makmur)	Leasehold 66 years expiring on 23 August 2064	two (2) workshop ⁴ (1 ½ years)	26,110 / 36,747 8 June 2003	Factory Operations	1,062	2,800	10.06.02	2,800	1,738
4. Lot No. 109B Kawasan Perindustrian Gebeng, 26080 Kuantan (HS(D)17909, PT 7494 Mukim Sungai Karang, Daerah Kuantan, Pahang Darul Makmur)	Leasehold 66 years expiring on 26 May 2064	Factory and office ⁵ (5 years)	39,250 / 179,541.2 12 June 1995	Factory Operations	8,648	14,000	10.06.02	14,000	5,352
5. Lot 540, Jalan Batu Tiga – TUDM, Subang New Village, 40150 Shah Alam, Selangor. H.S.(D) 116988, Lot PT540, Mukim of Pekan Subang, District of Petaling, Selangor	Leasehold 60 years expiring on 13 January 2058	Industrial land (-)	2 acres / - N/A ⁶	Factory and office (operations)	2,360	2,373	17.06.02	2,373	13
<i>Sub-total</i>					12,501	19,643		19,643	7,142

5. INFORMATION ON THE APB GROUP (Cont'd)

Property (Individual/ Master/Strata title no.)	Tenure	Description (approximate age of building)	Land area / Built-up area (square feet) / Certificate of Fitness Date	Existing use	NBV as at 31.12.2001 RM'000	Open market value RM'000	Date of valuation	Valuation of land and buildings as approved by the SC on 15.11.2002 RM'000	Revaluation Surplus/ (Deficit) ¹ RM'000
Benmarl									
1. Parcel No. 45-10-14 Forum Condominium Off Jalan Tun Razak Kuala Lumpur. Strata Title No. : Geran 23892/M1/11/170. Lot 1253, Section 67, Kuala Lumpur, Wilayah Persekutuan.	Freehold	Condominium (11 years)	- / 1,238 11 August 1995	Tenanted	318	350	17.06.02	350	32
2. Wira Court Shoptots Lot No. 23 Level 1 Wira Court Shopping Complex, No. 35 Jalan Kuning, Taman Bukit Pasir, 83000 Batu Pahat, Johor Master Title Nos.: (H.S.(D) 16797 PTD 10039 Mukim Simpang Kanan, Daerah Batu Pahat, Johor Darul Takzim. ⁷	Freehold	Shop Lot Unit (6 years)	- / 354 27 December 1996	Vacant	149	110	17.06.02	110	(39)
				<i>Sub-total</i>	<u>12,968</u>	<u>20,103</u>		<u>20,103</u>	<u>7,135</u>

5. INFORMATION ON THE APB GROUP (Cont'd)

Property (Individual/ Master/Strata title no.)	Tenure	Description (approximate age of building)	Land area / Built-up area (square feet) / Certificate of Fitness Date	Existing use	NBV as at 31.12.2001 RM'000	Open market value RM'000	Date of valuation	Valuation of land and buildings as approved by the SC on 15.11.2002 RM'000	Revaluation Surplus/ (Deficit) ¹ RM'000
Benmarl (Cont'd)									
3. Wira Court Shophots Lot No. 24 Level 1 Wira Court Shopping Complex, No. 35 Jalan Kuning, Taman Bukit Pasir, 83000 Batu Pahat, Johor Master Title Nos.: (H.S.(D) 16797 PTD 10039 Mukim Simpang Kanan, Daerah Batu Pahat, Johor Darul Takzim. ⁷	Freehold	Shop Lot Unit (6 years)	- / 354 27 December 1996	Vacant	149	110	17.06.02	110	(39)
4. Centre Point, Unit A7-6 Blok A, Centre Point Business Park, No. 5, Jalan Tanjung Keramat 26/35, 40400 Shah Alam, Selangor ² Master Title Nos.: (HS(D) 22212 & 22214, PT 5123 & 5117 Mukim Damansara, Daerah Petaling, Selangor Darul Ehsan). ⁵	Freehold	Office Unit (7 years)	- / 1,287 19 December 1998	Office use (Operation)	176	220	17.06.02	220	44
<i>Sub-total</i>					<u>13,293</u>	<u>20,433</u>		<u>20,433</u>	<u>7,140</u>

5. INFORMATION ON THE APB GROUP (Cont'd)

Property (Individual/ Master/Strata title no.)	Tenure	Description (approximate age of building)	Land area / Built-up area (square feet) / Certificate of Fitness Date	Existing use	NBV as at 31.12.2001 RM'000	Open market value RM'000	Date of valuation	Valuation of land and buildings as approved by the SC on 15.11.2002 RM'000	Revaluation Surplus/ (Deficit) ¹ RM'000
Benmarl (Cont'd)									
5. Centre Point, Unit A7-7, Blok A, Centre Point Business Park, 5 Jalan Tanjung Keramat 26/35, 40400 Shah Alam Selangor ² Master Title Nos.: HS(D) 22212 & 22214, PT 5123 & 5117 Mukim Damansara, Daerah Petaling, Selangor Darul Ehsan).	Freehold	Office Unit (7 years)	- / 1,287 19 December 1998	Office use (Operation)	176	220	17.06.02	220	44
6. Sepang Utama Apartment Parcel No. B-3-12, 2 nd Floor Block B. Taman Langat Utama Bukit Changgang 42700 Banting Selangor ² Master Title Nos.: HS(M) 8117 PT 8741 Mukim Tanjung Dua Belas, Daerah Kuala Langat, Bukit Changgang, Selangor Darul Ehsan). ⁷	Leasehold 99 years expiring on 1 January 2095	Apartment (4 years)	- / 997 30 December 1999	Vacant	130	100	17.06.02	100	(30)
<i>Sub-total</i>					13,599	20,753		20,753	7,154

5. INFORMATION ON THE APB GROUP (Cont'd)

Property (Individual/ Master/Strata title no.)	Tenure	Description (approximate age of building)	Land area / Built-up area (square feet) / Certificate of Fitness Date	Existing use	NBV as at 31.12.2001 RM'000	Open market value RM'000	Date of valuation	Valuation of land and buildings as approved by the SC on 15.11.2002 RM'000	Revaluation Surplus/ (Deficit) ¹ RM'000
Prescan									
1. No. 24 Jalan Tabia 33/21 Shah Alam Technology Park, Seksyen 33 40400 Shah Alam Selangor. Master Title Nos.: (Geran 28189 Lot 22200, Geran 28185 Lot 22196 all at Mukim Klang, Daerah Klang, Selangor Darul Ehsan) ⁷	Freehold	Intermediate 1½ storey terrace factory (2 years)	2,000 / 3,000 11 August 2000	Office	262	290	17.06.02	290	28
				TOTAL	13,861	21,043		21,043	7,182

5. INFORMATION ON THE APB GROUP (Cont'd)

Notes:

1. *The revaluation surplus of the aforesaid properties was incorporated into the financial statements of the respective companies for the financial year ending 31 December 2002.*
2. *Purchased by Mr. Lim Lye Hock, a Director of Benmarl and declared by Mr. Lim Lye Hock to be held in trust for Benmarl. Benmarl's solicitors are in the midst of preparing the relevant sale and purchase agreements and the deed of assignments (the company to enter into such agreement) to evidence the beneficial ownership of the properties in favour of Benmarl.*
3. *The land is presently charged to Affin Bank Berhad (registered on 10 February 2001)*
4. *The land may not be transferred, mortgaged or leased except with the written approval of the State Authority. The land is presently charged to Affin Bank Berhad (registered on 16 February 2001)*
5. *The land may not be transferred, mortgaged or leased except with the written approval of the State Authority. The land is presently charged to Affin Bank Berhad (registered on 16 February 2001)*
6. *The land may not be transferred, mortgaged or leased except with the written approval of the State Authority. The land is presently charged to United Overseas Bank (Malaysia) Bhd (registered on 6 February 2002).
As at 17 June 2002, the construction of factory taking place at the land is twenty percent (20%) completed and the valuation for the property was for land only..
The current and existing use of the building is for operations with factory and office. The construction works for the factory and office were completed in May 2003
AMC has submitted their application to the Majlis Perbandaran Shah Alam for the Certificate of Fitness in July 2003 for the aforesaid building. Certificate of Fitness for Occupation is expected to be issued by the second quarter of 2004.
The separate individual title/strata title has yet to be issued.*
- 7.

5. INFORMATION ON THE APB GROUP *(Cont'd)*

5.6.2 Acquisition of properties during the two (2) years preceding the valuation

There are no properties which were acquired by the Group during the two (2) years preceding the valuation:

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5. INFORMATION ON THE APB GROUP (Cont'd)

5.7 MAJOR LICENCES AND PERMITS

The major licences and permits obtained by the APB Group from the relevant authorities/bodies for its operations as at 28 February 2004 are as follows:

Holder	Type of licence	Serial no	Validity	Remarks
AMC	Manufacturing licence issued by MITI	A015620	-	<p>Manufacture of Industrial Boilers for:</p> <p>(i) Palm Oil Refineries, Chemicals, Hotels and Food industries;</p> <p>(ii) Equipment, machinery and parts for oil and gas, chemicals, oleochemicals, Petrochemicals, rubber, Steelmills, Hotels and Food Industries; and</p> <p>(iii) Other engineering fabrication works based on job order basis all at Lot 109B & 23C, Gebeng Industrial Estate, 26080 Kuantan, Pahang</p>
AMC	Manufacturing licence issued by MITI	A021990	-	<p>Equity condition imposed: Foreign shareholders of AMC Shares are not allowed to dispose of their shares without prior approval from MITI</p> <p>Manufacture of Industrial Boilers for:</p> <p>(i) Palm Oil Refineries, Chemicals, Hotels and Food industries;</p> <p>(ii) Equipment, machinery and parts for oil and gas, chemicals, oleochemicals, Petrochemicals, rubber, Steelmills, Hotels and Food Industries; and</p> <p>(iii) Other engineering fabrication works based on job order basis all at No. 47, Jalan TUDM, Kampung Baru Subang, Seksyen U6, 40150 Shah Alam, Selangor</p>
AMC	CIDB	1971112-WP044431	17.01.03 to 16.01.06	<p>Equity condition imposed: The composition of the board of directors of AMC shall, as far as possible, reflect the equity structure of AMC and the MITI shall be informed of any appointment and changes in the directorship of AMC</p> <p>AMC is registered as a Grade "7" contractor under a "no limit" category and under "pengkhususan berdaftar" ME M05 M08 M11</p>

5. INFORMATION ON THE APB GROUP (Cont'd)

Holder	Type of licence	Serial no	Validity	Remarks
AMC	The American Society of Mechanical Engineers	31,622	23.01.03 to 21.01.06	Manufacture of pressure vessels at No. 46, Jalan Batu Tuga, TUDM Subang New Village, 40000 Shah Alam, Selangor
AMC	The American Society of Mechanical Engineers	29,415	23.01.03 to 21.01.06	Manufacture of pressure vessels at Lot 109-B, Kawasan Perindustrian Gebeng, 26080 Kuantan, Pahang and field sites controlled by this location
AMC	The American Society of Mechanical Engineers	29,416	23.01.03 to 21.01.06	Manufacture of pressure vessels at Lot 109-B, Kawasan Perindustrian Gebeng, 26080 Kuantan, Pahang and field sites controlled by this location
AMC	The American Society of Mechanical Engineers	31,621	23.01.03 to 21.01.06	Manufacture and assembly of power boilers at No. 46, Jalan Batu Tuga, TUDM Subang New Village, 40000 Shah Alam, Selangor
AMC	The American Society of Mechanical Engineers	31,611	23.01.03 to 21.01.06	Manufacture and assembly of power boilers at Lot 109-B, Kawasan Perindustrian Gebeng, 26080 Kuantan, Pahang and field sites controlled by this location
AMC	State General Administration of the People's Republic of China for Quality Supervision and Inspection and Quarantine	02618M	30.04.06	Safety quality license for boiler and pressure vessel certified to AMC, Lot 109-B, Kawasan Perindustrian Gebeng, 26080 Kuantan, Pahang for quality supervision, inspection and quarantine. The form of licensing The licensing scope is limited to boilers (pressure retaining parts) and stationary pressure vessels
AMC	The National Board of Boilers & Pressure Vessel Inspectors	-	21.01.03 to 21.01.06	AMC, Lot 109-B, Kawasan Perindustrian Gebeng, 26080 Kuantan, Pahang is authorised to apply the "NB" mark and register boilers, pressure vessels, or other pressure retaining items with the National Board in accordance with its provisions. The scope of Authorisation is limited to items manufactured in accordance with: ASME Stamp(s): S U U2 I
AMC	The National Board of Boilers & Pressure Vessel Inspectors	R-5676	20.12.02 to 21.01.06	Repairs and/or alterations at Lot 109-B, Kawasan Perindustrian Gebeng, 26080 Kuantan, Pahang and extended for field repairs and/or alterations controlled by this location
AMC	Kementerian Keselamatan dan Kesihatan Pekerjaan Malaysia (Kementerian Sumber Manusia)	ASME SEC.1, BS 2790 and BS 1113	14 .04.04	Manufacture of steam boilers at 46, Jalan Batu Tiga-TUDM, Subang New Village, 40150 Shah Alam

5. INFORMATION ON THE APB GROUP (Cont'd)

Holder	Type of licence	Serial no	Validity	Remarks
AMC	Kementerian Keselamatan dan Kesihatan Pekerjaan Malaysia (Kementerian Sumber Manusia)	-	04.04.04	Manufacture of "Pengandung Tekanan Tak Berapi" at 46, Jalan Batu Tiga-TUDDM, Subang New Village, 40150 Shah Alam
AMC	Kementerian Keselamatan dan Kesihatan Pekerjaan Malaysia (Kementerian Sumber Manusia)	-	14.04.04	Manufacture of steam boilers and "Pengandung Tekanan Tak Berapi" at Lot 109-B, Kawasan Perindustrian Gebeng, 26080 Kuantan, Pahang
Benmarl	CIDB	-	19.12.03 to 18.12.06	Grade "5" contractor
Benmarl	Ministry of Finance	148889	29.09.03 to 28.09.06	For 'perkhidmatan perindustrian minyak' and air conditioning equipment
Prescan	Licence issued under Atomic Energy Licensing Board Act	005595	01.09.02 to 31.08.04	To have, own, use, store, purchase, transport, import and export radioactive material and equipment