
11. FINANCIAL INFORMATION (Cont'd)

11.5 Dividend Estimate and Forecast and Policy

Based on the forecast consolidated profits after taxation, the Directors of the Company anticipate that in the absence of unforeseen circumstances, the Company will be in a position to propose a gross dividend of 8 sen per share for the financial years ending 31 March 2000 and 2001 based on the enlarged issued and paid-up capital of 40,000,002 ordinary shares at RM1.00 each.

It will be the policy of the Directors in recommending forecast dividends to allow shareholders to participate in the profits of the Group as well as leaving adequate reserves for the future growth of the Group.

The intended appropriation of the consolidated profit estimate and forecast for the years ending 31 March 2000 and 2001 would be as follows:

	Estimate 2000 (RM'000)	Forecast 2001 (RM'000)
Consolidated profit before taxation after minority interests	10,212	10,500
Taxation	<u>2,413</u>	<u>2,928</u>
Consolidated profit after taxation and minority interests	<u>7,799</u>	<u>7,572</u>
Proposed dividends of 8 sen per share net of 28% tax	2,304	2,304
Retained profits for the year	<u><u>5,495</u></u>	<u><u>5,268</u></u>
Number of times forecast dividend covered by the consolidated profit after taxation (times)	3.38	3.29
Gross dividend yield based on the IPO Price of RM1.35 per ordinary shares (%)	5.93	5.93

11. FINANCIAL INFORMATION (Cont'd)**11.6 Proforma Consolidated Balance Sheets**

The Proforma Consolidated Balance Sheets set out below are provided for illustrative purposes only to show the effects on the audited balance sheets of LTKM Group as at 31 October 1999 after taking into account the Public Issue had this been effected on that date.

	<-----Group----->	
	As at 31 October RM'000	After Public Issue RM'000
FIXED ASSETS	49,470	49,470
CURRENT ASSETS		
Stocks	8,888	8,888
Trade debtors	3,542	3,542
Other debtors	1,249	1,249
Amount due from holding company	743	743
Short term deposits placed with licensed banks	653	653
Cash and bank balances	826	12,826
	15,901	27,901
CURRENT LIABILITIES		
Trade creditors	3,074	3,074
Other creditors and accruals	971	971
Amount due to directors	308	308
Hire purchase creditors	1,783	1,783
Bank borrowings - secured	5,986	5,986
Taxation	2,261	2,261
	14,383	14,383
NET CURRENT (LIABILITIES) / ASSETS	1,518	13,518
DEFERRED EXPENDITURE	361	361
	51,349	63,349
SHARE CAPITAL	30,000	40,000
SHARE PREMIUM	-	2,000
RETAINED PROFITS	14,453	14,453
	44,453	56,453
LONG TERM LIABILITIES	6,896	6,896
	51,349	63,349
NET TANGIBLE ASSETS PER SHARE (RM)	1.47	1.40

11. FINANCIAL INFORMATION (Cont'd)

11.6 Proforma Consolidated Balance Sheets (Cont'd)

Notes to the Proforma Consolidated Balance Sheets

The Proforma Consolidated Balance Sheets have been prepared on accounting principles and basis consistent with those previously adopted in the preparation of audited financial statements. These have been prepared based on the audited balance sheets of LTKM Group as at 31 October 1999.

1. Acquisition

Prior to the Public Issue, LTKM completed an acquisition of 100% equity interest in L(M) Group for a total purchase consideration of RM38,985,000 which was satisfied by way of the issuance of 30,000,000 new ordinary shares of RM1 each at an issue price of approximately RM1.30 per ordinary share in LTKM Berhad.

2. Public Issue

(a) On completion of the Acquisition, LTKM will make a public issue for cash of 10,000,000 new ordinary shares of RM1.00 each in LTKM at an issue price of RM1.35 per share for total cash proceeds of RM13,500,000.

(b) The premium arising from the Public Issue of RM3.5 million is credited to the share premium account.

3. The net cash proceeds of RM12.0 million (after deducting estimated listing expenses of RM1.5 million) to be received from the Public Issue will be utilised as follows:-

	RM'000
To refinance the acquisition of machinery	1,000
Expansion purposes	6,000
Repayment of bank borrowings	2,000
Working capital	3,000
	12,000
	12,000

4. Estimated listing expenses of RM1.5 million is debited to share premium account.

11. FINANCIAL INFORMATION (Cont'd)

11.7 Reporting Accountants' Letter on the Proforma Consolidated Balance Sheets
(Prepared for inclusion in this Prospectus)

ERNST & YOUNG
Public Accountant
4th Floor
Kompleks Antarabangsa
Jalan Sultan Ismail
50250 Kuala Lumpur

9 February 2000

The Board of Directors
LTKM Berhad
102 Jalan Meru
41050 Klang
Selangor Darul Ehsan

Dear Sirs

PROFORMA CONSOLIDATED BALANCE SHEETS

**FLOTATION ON THE SECOND BOARD OF THE KUALA LUMPUR
STOCK EXCHANGE**

We have reviewed the presentation of the Proforma Consolidated Balance Sheets of LTKM Berhad and its subsidiary companies as at 31 October 1999 together with the accompanying notes, for which the Directors are solely responsible, prepared for the purpose of inclusion in the Prospectus to be dated 17 February 2000.

In our opinion, the Proforma Consolidated Balance Sheets of LTKM Berhad as at 31 October 1999, which are provided for illustrative purposes only, have been properly compiled on the bases set out in the notes thereto.

Yours faithfully

ERNST & YOUNG AF: 0039
Public Accountants

Yeo Eng Seng 1212/12/00(J)
Partner

12. DIRECTORS' REPORT
(Prepared for inclusion in this Prospectus)

Registered Office :

10th Floor - Tower Block
Kompleks Antarabangsa
Jalan Sultan Ismail
50250 Kuala Lumpur

9 February 2000

The Shareholders
LTKM Berhad

Dear Sir/Madam

On behalf of the Board of Directors, I wish to report that after due inquiry that during the period from 31 October 1999 (being the date to which the last accounts of the Company and its subsidiary companies have been made up) to 9 February 2000 (being a date not earlier than 14 days before the issue of this Prospectus) that: -

- (a) the business of the Company and its subsidiary companies has, in the opinion of the Board of Directors, been satisfactorily maintained;
- (b) in the opinion of the Board of Directors, no circumstances have arisen since the last audited accounts of the Company and its subsidiary companies which have adversely affected the business and operations or the value of the assets of LTKM and its subsidiary companies;
- (c) the current assets of the Company and its subsidiary companies appear in the books at the values which are believed to be realisable in the ordinary course of business;
- (d) there are no material contingent liabilities by reason of any guarantees given by LTKM or any of its subsidiary companies; and
- (e) save as disclosed in the Proforma Consolidated Balance Sheets in Section 11.6 of this Prospectus, there have been no changes in the published reserves or any unusual factors affecting the profits of the Company and its subsidiary companies since the last audited accounts of the Company and its subsidiary companies.

Yours faithfully
For and on behalf of the Board of Directors of
LTKM BERHAD

TAN KOK
Vice Chairman/Managing Director

13. ACCOUNTANTS' REPORT
(Prepared for inclusion in this Prospectus)

ERNST & YOUNG
Public Accountants
4th Floor
Kompleks Antarabangsa
Jalan Sultan Ismail
50250 Kuala Lumpur

9 February 2000

The Board of Directors
LTKM Berhad
102 Jalan Meru
41050 Klang
Selangor Darul Ehsan

Dear Sirs,

1.0 INTRODUCTION

This report has been prepared for inclusion in the Prospectus to be dated 17 February 2000 in connection with a Public Issue of 10,000,000 new ordinary shares of RM1 each and an Offer for Sale of 2,000,000 ordinary shares of RM1 each at an offer price of RM1.35 per share in LTKM Berhad (hereinafter referred to as "LTKM" or the "Company") and the listing and quotation of the entire issued and paid-up share capital of LTKM on the Second Board of the Kuala Lumpur Stock Exchange.

2.0 GENERAL INFORMATION

2.1 The Company

The Company was incorporated in Malaysia on 14 August 1997 as a private limited company under the name of LTKM Sdn Bhd.

On 10 November 1997, the Company was converted to a public limited company and changed its name to LTKM Berhad. The authorised and issued and paid-up share capital at date of incorporation was RM100,000 and RM2 comprising 100,000 and 2 ordinary shares of RM1 each respectively.

On 23 September 1999, the authorised share capital of the Company was increased from RM100,000 to RM50,000,000 by the creation of 49,900,000 new ordinary shares of RM1 each.

On 24 September 1999, the issued and paid-up share capital was increased from RM2 to RM30,000,002 by the issue and allotment of 30,000,000 new ordinary shares of RM1 each as referred to in Section 2.2(a) of this Report.

The principal activity of the Company is investment holding.

13. ACCOUNTANTS' REPORT (Cont'd)
 (Prepared for inclusion in this Prospectus)

2.2 Flotation Scheme**(a) Acquisition**

Prior to the Public Issue, LTKM completed an Acquisition of 100% equity interest in the L(M) Group for a total purchase consideration of RM38,985,000 which was satisfied by way of the issuance of 30,000,000 new ordinary shares of RM1 each at an issue price of approximately RM1.30 per ordinary share in LTKM.

(b) Public Issue

On completion of the Acquisition, LTKM will make a Public Issue of 10,000,000 new ordinary shares of RM1 each at an issue price of RM1.35 per share for total cash proceeds of RM13,500,000.

On completion of the Acquisition and Public Issue, the issued and fully paid up share capital of LTKM will increase from 2 ordinary shares of RM1 each to 40,000,002 ordinary shares of RM1 each analysed as follows:-

Issued and fully paid up share capital	RM
• At date of incorporation, 14 August 1997	2
• Acquisition	<u>30,000,000</u>
As at 31 October 1999	30,000,002
• Public Issue	10,000,000
On completion of the Flotation Scheme	<u><u>40,000,002</u></u>

2.3 The Subsidiary Companies

Information on the subsidiary companies all of which are private limited companies incorporated in Malaysia, is as follows:-

2.3.1 LTK (Melaka) Sdn Bhd - L(M)

L(M) was incorporated on 16 October 1986 as a private limited company under the name of Ladang Ternakan Kelang (Melaka) Sdn Bhd. On 14 April 1995, L(M) assumed its present name. The authorised and issued and paid-up share capital as at 31 October 1999 is RM2,000,000 and RM1,000,000 comprising 2,000,000 and 1,000,000 ordinary shares of RM1 each respectively.

L(M) is engaged in the business of operating a poultry farm for the production and sales of chicken eggs and chickens.

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

2.3.2 LTK Bio-Fer Sdn Bhd - LTKB

LTKB was incorporated on 2 August 1993 as a private limited company. The authorised and issued and paid-up share capital as at 31 October 1999 is RM100,000 and RM50,000 comprising 100,000 and 50,000 ordinary shares of RM1 each respectively.

Prior to 1997, LTKB was engaged in the business of manufacturing and trading of organic fertilizers. In 1997, LTKB transferred its manufacturing activity to its related company, L(M). Following the transfer, LTKB was engaged solely in the trading of fertilizers in that financial period.

On 1 April 1997, LTKB became a direct and wholly owned subsidiary of L(M) and in October 1997, L(M) transferred the manufacturing of organic fertilizers activity back to LTKB.

3. ACCOUNTS AND AUDITORS

We have been appointed as auditors of the Company since its incorporation on 14 August 1997 and have acted as auditors of the subsidiary companies, L(M) and LTKB with effect from the financial year ended 31 March 1995.

We have reported on the accounts of the Company and its subsidiary companies for the relevant years in which we have acted as auditors without qualification.

The accounts of the subsidiary companies, L(M) and LTKB prior to our appointment as auditors were audited by another firm of public accountants and the accounts of L(M) and LTKB for these relevant periods were reported on without qualification.

13. ACCOUNTANTS' REPORT (Cont'd)

(Prepared for inclusion in this Prospectus)

4.0 SUMMARISED PROFIT AND LOSS ACCOUNTS

4.1 LTKM GROUP

The summarised proforma results of the LTKM Group set out below are based on the audited accounts of the Company and of the subsidiary companies for the relevant periods under review and have been presented on the assumption that the acquisition of the subsidiary companies had been in effect prior to the year ended 31 March 1995.

	<-----Year ended 31 March ----->					7 months
	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>ended</u> <u>31</u> <u>October</u> <u>1999</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Turnover	30,518	33,673	44,920	45,760	55,907	41,240
Profit before depreciation And interest	4,607	3,932	9,000	7,433	10,468	10,770
Depreciation	(1,188)	(1,560)	(1,839)	(2,068)	(2,712)	(1,765)
Interest expense	(170)	(326)	(598)	(650)	(800)	(446)
Profit before taxation	3,249	2,046	6,563	4,715	6,956	8,559
Taxation	(1,024)	(633)	(1,091)	(102)	(338)	(2,442)
Profit after taxation	2,225	1,413	5,472	4,613	6,618	6,117
No of ordinary shares ('000)	30,000	30,000	30,000	30,000	30,000	30,000
Earnings per share (RM)	0.07	0.05	0.18	0.15	0.22	0.35

Notes :-

- (1) The effective tax rates have remained consistently in the region of 30% except that in 1997 and 1998, the low effective tax rate is attributed to the utilisation of reinvestment allowances.

No provision for taxation has been made in 1999 as income earned in basis year 1999 is exempted from tax in accordance with the provisions of the Income Tax (Amendment) Act 1999. The taxation charge in 1999 relates to deferred taxation charge for the year and under provision of tax in prior year.

- (2) There were no extraordinary items in the relevant financial periods under review.
- (3) The earnings per share of the LTKM Group is calculated based on the profit after taxation and on the enlarged share capital of 30,000,002 ordinary shares of RM1.00 each, after the Acquisition but before the Public Issue. The earnings per share for the seven months ended 31 October 1999 has been annualised.

13. ACCOUNTANTS' REPORT (Cont'd)

(Prepared for inclusion in this Prospectus)

4.2 L(M)

	<-----Year ended 31 March ----->					7 months ended
	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>31 October 1999</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Turnover	30,426	33,365	44,348	45,143	54,883	40,199
Profit before depreciation and interest	4,532	3,820	8,482	6,993	10,045	10,173
Depreciation	(1,145)	(1,507)	(1,786)	(1,992)	(2,532)	(1,654)
Interest expense	(157)	(306)	(578)	(643)	(797)	(444)
Profit before taxation	3,230	2,007	6,118	4,358	6,716	8,075
Taxation	(1,012)	(633)	(1,001)	(31)	(254)	(2,310)
Profit after taxation	2,218	1,374	5,117	4,327	6,462	5,765
No of ordinary shares ('000)	1,000	1,000	1,000	1,000	1,000	1,000
Earnings per share (RM)	2.22	1.37	5.12	4.33	6.46	9.88

Notes :-

- (1) The effective tax rates have remained consistently in the region of 30% except that in 1997 and 1998, the low effective tax rate is attributed to the utilisation of reinvestment allowances.

No provision for taxation has been made in 1999 as income earned in basis year 1999 is exempted from tax in accordance with the provisions of the Income Tax (Amendment) Act 1999. The taxation charge in 1999 relates to deferred taxation charge for the year and under provision of tax in prior year.

- (2) There were no extraordinary items in the relevant financial periods under review.
- (3) The earnings per share is calculated based on the profit after taxation and on the number of shares in issue in the respective periods under review. The earnings per share for the seven months ended 31 October 1999 has been annualised.

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

4.3 LTKB

	<-----Year ended 31 March ----->					7 months ended
	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>31 October</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	<u>1999</u> RM'000
Turnover	169	419	1,041	1,404	1,869	1,637
Profit before depreciation and interest	74	113	518	487	481	605
Depreciation	(43)	(53)	(53)	(76)	(180)	(111)
Interest expense	(13)	(20)	(20)	(7)	(3)	(2)
Profit before taxation	18	40	445	404	298	492
Taxation	(12)	-	(90)	(95)	(84)	(157)
Profit after taxation	6	40	355	309	214	335

Note :-

- (1) The low effective tax rate for the year 1997 and 1998 is due to the availability for utilisation of unrelieved tax losses and unabsorbed capital allowances

No provision for taxation has been made in 1999 as income earned in basis year 1999 is exempted from tax in accordance with the provisions of the Income Tax (Amendment) Act 1999. The taxation charge in 1999 relates to deferred taxation charge for the year and under provision of tax in prior year.

- (2) There were no extraordinary items in the relevant financial periods under review.
- (3) The earnings per share is calculated based on the profit after taxation and on the number of shares in issue in the respective periods under review. The earnings per share for the seven months ended 31 October 1999 has been annualised.

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

5.0 DIVIDENDS

No dividend has been paid or declared by LTKM since its incorporation.

The subsidiary company, L(M), has declared and paid interim dividends during the relevant financial years under review as follows:-

Year ended 31 March	Issued and paid-up capital RM	Dividend rate %	Net interim dividend paid RM
1998	1,000,000	500	3,600,000 *
1999	1,000,000	146.8	1,468,000 **

* after deducting tax at 28%

** tax-exempt dividend

No dividend has been paid or declared by the other subsidiary company, LTKB during the relevant financial years under review.

6.0 SUMMARISED BALANCE SHEETS

The summarised balance sheets of LTKM, L(M) and LTKB based on the audited accounts for the relevant financial periods under review are as follows :-

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

6.1 LTKM - company

As LTKM has only been incorporated on 14 August 1997, audited accounts are only available for the financial periods ended 31 March 1998, 31 March 1999 and 31 October 1999 as follows: -

	←-----As at 31 March-----→		As at
	1998	1999	31 October
	RM'000	RM'000	1999 RM'000
Subsidiary companies	-	-	30,000
Current assets	*	*	*
Current liabilities	(11)	(124)	(361)
Net current liabilities	(11)	(124)	(361)
Deferred expenditure	11	124	361
Net assets	*	*	30,000
Financed by:-			
Share capital	*	*	30,000
Net Tangible (Liabilities) / Assets Per share (RM)	(5,499)	(61,999)	0.99

* RM2

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

6.2 L(M) - company

	<-----As at 31 March----->						As at
	1994	1995	1996	1997	1998	1999	31 October
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	1999
							RM'000
Fixed assets	11,278	17,026	20,723	22,645	24,109	31,280	47,422
Investment in subsidiary company	-	-	-	-	451	451	451
Current assets	7,157	6,448	8,606	10,588	12,001	15,114	16,360
Current liabilities	(6,900)	(7,485)	(10,481)	(7,804)	(10,698)	(15,392)	(13,784)
Net current assets/(liabilities)	257	(1,037)	(1,875)	2,784	1,303	(278)	2,576
Long term liabilities	(467)	(2,703)	(4,188)	(5,651)	(5,359)	(5,955)	(6,789)
Net assets	11,068	13,286	14,660	19,778	20,504	25,498	43,660
Financed by:-							
Share capital	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Asset revaluation reserve	-	-	-	-	-	-	12,396
Retained profits	10,068	12,286	13,660	18,778	19,504	24,498	30,264
	11,068	13,286	14,660	19,778	20,504	25,498	43,660
Net Tangible Assets per share (RM)	11.07	13.29	14.66	19.78	20.50	25.50	43.66

13. ACCOUNTANTS' REPORT (Cont'd)

(Prepared for inclusion in this Prospectus)

6.3 LTKB - company

	<-----As at 31 March----->						As at
	1994	1995	1996	1997	1998	1999	31 October
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	1999
							RM'000
Fixed assets	-	343	392	339	496	2,030	2,048
Current assets	*	211	354	605	718	1,115	1,863
Current liabilities	(4)	(343)	(604)	(481)	(432)	(2,084)	(2,494)
Net current (liabilities)/assets	(4)	(132)	(250)	124	286	(969)	(631)
Deferred expenditure	4	-	-	-	-	-	-
Long term liabilities	-	(154)	(46)	(12)	(22)	(87)	(107)
Net assets	*	57	96	451	760	974	1,310
Financed by:-							
Share capital	*	50	50	50	50	50	50
Retained profits	-	7	46	401	710	924	1,260
	*	57	96	451	760	974	1,310
Net Tangible (Liabilities) / Assets per share (RM)	(1,999)	1.14	1.92	9.02	15.20	19.48	26.20

* RM2

7.0 DETAILED PROFORMA STATEMENTS OF ASSETS AND LIABILITIES

The following detailed proforma statements of assets and liabilities of the LTKM Group and the Company have been prepared based on the audited accounts of LTKM and its subsidiary companies as at 31 October 1999. The detailed proforma statements of assets and liabilities are presented on the assumption that the Public Issue had been effected on that date and are for illustrative purpose only. The statements are to be read in conjunction with the notes thereto:-

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

		Company As at 31 October 1999 RM'000	<-----Group-----> As at 31 October 1999 1999 RM'000	After Public Issue RM'000
FIXED ASSETS	B	-	49,470	49,470
SUBSIDIARY COMPANIES	C	30,000	-	-
CURRENT ASSETS				
Stocks	D	-	8,888	8,888
Trade debtors		-	3,542	3,542
Other debtors		-	1,249	1,249
Amount due from holding company	E	-	743	743
Short term deposits placed with licensed banks	F	-	653	653
Cash and bank balances		*	826	12,826
		*	15,901	27,901
CURRENT LIABILITIES				
Trade creditors		-	3,074	3,074
Other creditors and accruals		361	971	971
Amount due to directors		-	308	308
Hire purchase creditors	J	-	1,783	1,783
Bank borrowings - secured	G	-	5,986	5,986
Taxation		-	2,261	2,261
		361	14,383	14,383
NET CURRENT (LIABILITIES) ASSETS				
		(361)	1,518	13,518
DEFERRED EXPENDITURE	H	361	361	361
		30,000	51,349	63,349
SHARE CAPITAL				
SHARE PREMIUM	I	30,000	30,000	40,000
RETAINED PROFITS		-	-	2,000
		-	14,453	14,453
		-	44,453	56,453
LONG TERM LIABILITIES				
	J	-	6,896	6,896
		30,000	51,349	63,349
NET TANGIBLE ASSETS PER SHARE (RM)				
		0.99	1.47	1.40

* RM2

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

8.0 NOTES TO STATEMENT OF ASSETS AND LIABILITIES

A. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

The accounts of the Group and of the Company are prepared under the historical cost convention modified to include the revaluation of certain fixed assets and comply with approved accounting standards issued by the Malaysian Accounting Standards Board.

(b) Basis of Consolidation

The proforma consolidated accounts incorporate the audited accounts of the Company and its subsidiary companies for the period to 31 October 1999.

Under the merger method of accounting, the results of subsidiary companies are presented as if the subsidiaries had been owned by the Company throughout the current and previous accounting periods. The excess in the carrying value of the investment over the nominal value of the share capital of the subsidiaries is treated as a reduction of reserve.

Dividend income from subsidiary companies is included in the profit and loss account of the Company when declared or proposed.

(c) Fixed Assets and Depreciation

Freehold land is not amortised. All other fixed assets are depreciated over their estimated useful lives on a straight line basis. The principal annual rates are as follows:-

Buildings	5% - 7%
Plant and machinery	10%
Furniture, fittings and equipment	10%
Motor vehicles	20%

Capital work-in-progress is stated at cost. Cost includes earthworks and other direct costs incurred during the period of expansion of the poultry farm and is not depreciated until the expansion is significantly completed and ready for use.

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

A. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(d) Stocks

Consumable goods and produce stocks are valued at the lower of cost and net realisable value on the weighted average basis. Cost includes actual cost of materials and incidentals in bringing the items to its present location. In arriving at net realisable value, due allowance has been made for obsolete and slow moving items.

Livestocks are valued at the original cost of purchase, plus the cost of bringing the stocks to its present location and condition.

(e) Deferred Taxation

Deferred taxation is provided at current rates based on the liability method in respect of timing differences between profits as computed for taxation purposes and profits as stated in the accounts except to the extent that the deferral can be expected to continue for the foreseeable future.

(f) Foreign Currency Transactions

Foreign currency transactions have been converted into Ringgit Malaysia at rates of exchange ruling at the dates of the transactions, or where settlements have not taken place by the year end, at the approximate rates ruling at that date. All exchange differences are taken to the profit and loss account.

(g) Deferred Expenditure

Preliminary and pre-operating expenses are stated at cost and will be written off against future operating revenue.

(h) Finance Lease

Assets under finance lease that gives rights approximating to ownership are capitalised in the accounts and the corresponding obligation treated as a liability. The assets so capitalised are depreciated in accordance with the accounting policy on fixed assets. The total interest, being the difference between the total instalments payable and the capitalised amount, is charged to the profit and loss account over the period of the lease in proportion to the balance of capital repayments outstanding.

(i) Year 2000 Compliance Costs

Year 2000 compliance costs are costs specifically associated with existing internal-use software for the year 2000. Year 2000 compliance costs are expensed to the profit and loss accounts as and when these costs are incurred except that costs which represent an enhancement of the existing software and related hardware beyond its originally assessed standard of performance are capitalised as part of the related asset if such costs can be measured reliably.

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

B. FIXED ASSETS

	Freehold land RM'000	Buildings RM'000	Plant and machinery RM'000	Furniture, fittings and equipment RM'000	Motor vehicles RM'000	Capital work-in progress RM'000	Total RM'000
GROUP							
COST/ VALUATION							
At cost	-	26,265	7,971	812	2,250	2,393	39,691
At valuation	15,743	9,170	-	-	-	-	24,913
	15,743	35,435	7,971	812	2,250	2,393	64,604
ACCUMULATED DEPRECIATION	-	9,800	3,147	484	1,703	-	15,134
NET BOOK VALUE	15,743	25,635	4,824	328	547	2,393	49,470

In June 1999, the freehold land and buildings of the subsidiary company, L(M), were revalued by the Directors based on an independent valuation carried out on an existing use basis. The revaluation surplus of RM12,396,000 (after deducting deferred tax of RM650,000) arising from the revaluation of the freehold land and buildings is eliminated on consolidation of the subsidiary under the merger method of accounting.

Included in the fixed assets of the Group are assets acquired under hire purchase and finance lease arrangements with net book value amounting to RM4,516,806 and RM159,789 respectively.

C. SUBSIDIARY COMPANIES

	Company As at 31 October 1999 RM'000
Unquoted shares, at cost	<u>30,000</u>

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

The company's subsidiaries, all incorporated in Malaysia are as follows :-

<u>Name of Company</u>	<u>Principal Activities</u>	Group equity interest as at <u>31 October 1999</u>
LTK (Melaka) Sdn Bhd	Production and sale of chicken eggs and chickens	100%
Subsidiary of LTK (Melaka) Sdn Bhd :		
LTK Bio-Fer Sdn Bhd	Manufacturing and trading of organic fertilisers	100%

D. STOCKS

	Group RM'000
Livestocks	5,929
Consumable goods	2,634
Finished goods	<u>325</u>
	<u><u>8,888</u></u>

E. AMOUNT DUE FROM HOLDING COMPANY

The holding company is Ladang Ternakan Kelang Sdn Bhd, a company incorporated in Malaysia. The amount due from holding company is unsecured, interest free and has been fully settled subsequent to 31 October 1999.

F. SHORT TERM DEPOSITS PLACED WITH LICENSED BANKS

Included in this balance is a fixed deposit pledged as security amounting to RM52,850 for a bank guarantee facility extended by the bank to the subsidiary company, L(M).

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

G. BANK BORROWINGS - SECURED

	Group RM'000
Revolving credit	1,000
Banker's acceptance	3,842
Bank term loans (Note J(b))	<u>1,144</u>
	<u><u>5,986</u></u>

The bank overdraft, banker's acceptance, and revolving credit of the Group are secured by way of:-

- (a) a fixed charge over the freehold land of the subsidiary company, L(M), and leasehold land of the holding company, Ladang Ternakan Kelang Sdn Bhd;
- (b) a fixed and floating charge on the fixed and current assets of the subsidiary company, L(M);
- (c) a joint and several guarantee of certain Directors of the subsidiary company, L(M); and
- (d) a corporate guarantee of the holding company, Ladang Ternakan Kelang Sdn Bhd.

Interest is charged on the bank overdraft and banker's acceptance at a margin of 1.50% to 2.75% per annum above the bank's prevailing base lending rate.

Interest is charged on the revolving credit at a margin of 1.50% per annum above the bank's cost of funds.

H. DEFERRED EXPENDITURE

	Company /Group RM'000
Preliminary expenses	4
Pre-operating expenses	<u>357</u>
	<u><u>361</u></u>

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

I. SHARE CAPITAL

	Company / Group	
	As at 31 October 1999 RM'000	After Public Issue RM'000
Authorised 50,000,000 ordinary shares of RM1 each	50,000	50,000
Issued and fully paid Ordinary shares of RM1 each	30,000	40,000

The Public Issue will involve the issue of 10,000,000 new ordinary shares of RM1.00 each at a cash subscription price of RM1.35 per share. The premium arising of RM2,000,000 (after deducting estimated listing expenses of RM1.5 million) is taken to share premium account in the detailed proforma statements of assets and liabilities after the Public Issue.

J. LONG TERM LIABILITIES

	Group RM'000
Deferred taxation	3,080
Hire purchase creditors (Note a)	911
Bank borrowings - secured (Note b)	2,905
	<u>6,896</u>
(a) HIRE PURCHASE CREDITORS	
At 31 October	2,694
Payable within twelve months	<u>(1,783)</u>
Payable after twelve months	<u>911</u>

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

J. LONG TERM LIABILITIES (Contd.)

(b) BANK BORROWINGS - SECURED	Group RM'000
Bank term loans	
At 31 October	4,049
Payable within twelve months (Note G)	<u>(1,144)</u>
Payable after twelve months	<u><u>2,905</u></u>

The bank term loans of the Group are secured by way of:-

- (a) a fixed charge over the freehold land of the subsidiary company, L(M), and leasehold land of the holding company, Ladang Ternakan Kelang Sdn Bhd;
- (b) a debenture charge on a plant and machinery of the subsidiary company, L(M);
- (c) a fixed and floating charge on the fixed and current assets of the subsidiary company, L(M);
- (d) a joint and several guarantee of certain Directors of the subsidiary company, L(M); and
- (e) a corporate guarantee of the holding company, Ladang Ternakan Kelang Sdn Bhd.

The bank term loans bear interest at a rate of 4.0% per annum or at a margin of 1.5% per annum above the bank's prevailing base lending rate, as applicable.

The term loans as at 31 October 1999 are made up of three loans with a fixed tenure ranging from 3 years to 4.5 years and are fully repayable in 2002, 2003 and 2004 respectively.

K. CAPITAL COMMITMENT

Authorised and contracted for	Group RM'000
	<u><u>311</u></u>

L. EXEMPT PROFITS ACCOUNT WITH THE INLAND REVENUE

The Group has an estimated tax exempt account balance of RM12.3 million as at 31 October 1999 from which tax exempt dividends may be declared, subject to agreement of the tax authorities.

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

9.0 PROFORMA NET TANGIBLE ASSETS COVER

Based on the Detailed Proforma Statement of Assets and Liabilities of the Group as at 31 October 1999, the proforma net tangible assets and enlarged share capital are derived as follows:-

(i) <u>Net Tangible Assets:</u>	RM'000
Net Tangible Assets of the Group before Public Issue	44,092
Add : Proceeds from Public Issue	<u>13,500</u>
	57,592
Less : Estimated listing expenses	<u>(1,500)</u>
Proforma Net Tangible Assets	<u><u>56,092</u></u>
(ii) <u>Share Capital</u>	No. of shares
Issued & fully paid-up share capital as at 31 October 1999	30,000,002
Public Issue	<u>10,000,000</u>
Enlarged issued & fully paid-up share capital	<u><u>40,000,002</u></u>

Based on the proforma net tangible assets of RM56.092 million and enlarged issued and fully paid-up share capital of 40,000,002 new ordinary shares of RM1 each, the proforma net tangible assets per share is RM1.40.

13. ACCOUNTANTS' REPORT (Cont'd)
(Prepared for inclusion in this Prospectus)

10.0 AUDITED ACCOUNTS

No audited accounts have been prepared in respect of any period subsequent to 31 October 1999.

Yours faithfully,

Ernst & Young AF:0039
Public Accountants

Yeo Eng Seng 1212/12/00(J)
Partner

Kuala Lumpur

14. VALUERS' LETTER

(Prepared for inclusion in this Prospectus)

COLLIERS, JORDAN LEE &
JAAFAR (M'CCA) SDN BHD
(136815-K)
No. 669 & 669A,
Taman Melaka Raya
75000 Melaka
Tel No. 06-283 5522 (3 lines)
Fax No. 06-283 7635

9 February 2000

The Board of Directors
LTKM Berhad
10th Floor, Tower Block
Kompleks Antarabangsa
Jalan Sultan Ismail
50250 Kuala Lumpur

Dear Sirs

**LTKM BERHAD (LTKM)
PROSPECTUS IN RELATION TO THE LISTING OF AND QUOTATION FOR THE
ENTIRE ISSUED AND PAID-UP CAPITAL OF LTKM ON THE SECOND BOARD OF THE
KUALA LUMPUR STOCK EXCHANGE**

This letter has been prepared for inclusion in the prospectus of LTKM in connection with the public issue of 10,000,000 new ordinary shares of RM1.00 each at an issue price of RM1.35 per share and offer for sale of 2,000,000 ordinary shares of RM1.00 each at an offer price of RM1.35 per share payable in full upon application.

In accordance with your instructions, we have assessed the Market Value of the properties set out below vide our Valuation Report under Reference No. MK/SC98/221 for the purpose of submission to the Securities Commission, Malaysia.

The Valuation Report has been prepared in accordance with the Guidelines on Asset Valuations for submission to the Securities Commission, Malaysia and Valuation Standards as set out by the Board of Valuers, Appraisers and Estate Agents, Malaysia and other professional bodies.

The market value of the properties was arrived at using the Comparison and Cost Methods of valuation.

Foregoing on the above, we are of the opinion that the Market Value of the properties in their existing use and free from all encumbrances held for owner occupation is **RM24,925,000.00**.

(Ringgit Malaysia : Twenty Four Million Nine Hundred And Twenty Five Thousand Only)

14. VALUERS' LETTER (Cont'd)
(Prepared for inclusion in this Prospectus)

Property/ Ref. No.	Date of Valuation	Tenure/ Approximate Age of Building	Land Area/ Gross Built-up Area	Existing Use/ Description	Market Value
Geran Nos 4897 & 4898 and Interim Register, Lot Nos. 372, 1378 and 3266, Mukim of Durian Tunggal, District of Alor Gajah, State of Melaka	30 May 1998	Freehold Generally 2 to 7 years	107.6994 hectares (266.1307 acres) 94,846.95 sq. metres (1,020,924 sq. feet)	Agriculture A large Layer Poultry Farm with various farm and ancillary buildings	RM24,925,000

MK/SC98/221

Yours faithfully
COLLIERS, JORDAN LEE & JAAFAR (M'CCA) SDN BHD

LEE THIAM SING MIS (M)
Registered Valuer (V-315)

15. STATUTORY AND OTHER GENERAL INFORMATION

15.1 Share Capital

1. No ordinary shares will be allotted on the basis of this Prospectus later than six (6) months after the date of issue of this Prospectus.
2. There are no founder, management or deferred shares in the Company.
3. There is only one class of shares in the Company, namely ordinary shares of RM1.00 each, all of which rank pari passu with one another.
4. Save for the 2,000,000 ordinary shares of RM1.00 each reserved for the eligible employees of the Group as well as customers and suppliers nominated by the Company, no person has been or is entitled to be given an option to subscribe for any shares, stocks or debentures of the Company or its subsidiaries. Further no option for any shares, stocks or debentures of the Company or its subsidiaries has been granted to or exercised by any Director during the last financial year.
5. Save as disclosed in Section 9.2 (ii) and 9.4, no shares, stocks or debentures of the Company or its subsidiaries have been issued or are proposed to be issued as fully or partly paid up for cash or otherwise than for cash within the two (2) years preceding the date of this Prospectus.
6. There are no restrictions on the transfer of the ordinary shares of the Company, except as otherwise required by law.

15.2 Articles of Association

The following provisions are reproduced from the Company's Articles of Association which have been approved by the KLSE. The definitions used in the Company's Articles of Association shall apply in the following extracts.

B. Transfer of securities

The provision in the Company's Articles of Association in respect of the arrangements for transfer of securities and restrictions on their free transferability are as follows:-

Article 27

The instrument of transfer of a share shall be signed by or on behalf of the transferor and transferee and such person may be required by the Exchange subject to the Central Depositories Act and the Rules, an instrument of transfer in respect of which the transferee is Central Depository shall be effective although not signed by or on behalf of the Central Depository if it has been certified by an authorised depository agent pursuant to Section 18 of the Central Depositories Act. Subject to the Act and the Central Depositories Act and the Rules the transferor shall be deemed to remain the holder of the share until the name of the transferee is entered in the Record of Depositors in respect thereof.

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

Article 28

The transfer of any shares or class of shares of the Company, shall be by way of book entry by the Central Depository in accordance with the Rules of the Central Depository and, notwithstanding Section 103 and 104 of the Act, but subject to subsection 107C of the Act and any exemption that may be made from compliance with subsection 107C of the Act, the Company shall be precluded from registering and effecting any transfer of such shares.

Article 29

Subject to the Act, the Central Depositories Act and the Rules, no share shall in any circumstances be transferred to any infant, bankrupt or person of unsound mind. In addition, every instrument of transfer shall be in writing and in the form approved in the Rules and shall be presented to the Central Depository with such evidence (if any) as the Central Depository may require to prove the title of the intending transferor and that the intended transferee is a qualified person.

Article 30

The Central Depository may refuse to register any transfer of deposited security that does not comply with the Central Depositories Act and the Rules.

Article 31

The registration of transfers may be suspended at such times and for such periods as the Directors may from time to time determine, provided always that such registration shall not be suspended for more than thirty (30) days in any year. The Company shall give the Exchange prior written notice and publication in a daily newspaper circulating in Malaysia of the period of the intended suspension or closure and the purposes thereof, which notice shall be eighteen (18) market days or such number of days as may be prescribed by the Exchange. In relation to the closure, the Company shall give written notice in accordance with the Rules to the Central Depository to prepare the appropriate Record of Depositors.

(ii) Directors' remuneration

The provisions in the Company's Articles of Association in respect of remuneration of the Directors are as follows:-

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

Article 88

- (a) The fees payable to the Directors shall from time to time be determined by a resolution of the Company in General Meeting provided that such fees shall not be increased except pursuant to a resolution passed at a General Meeting, where notice of the proposed increase has been given in the notice convening the meeting.
- (b) Save as provided in Article 88 (a) hereof, an executive Director shall, subject to the terms of any agreement (if any) entered into in any particular case, receive such remuneration (whether by way of salary, commission or participation in profits, or partly in one way and partly in another) as the Directors may determine provided that salaries payable to executive Directors may not include a commission on or percentage of turnover.
- (c) Fees payable to non-executive Directors shall be a fixed sum, and not by a commission on or a percentage of profits or turnover.
- (d) Salaries payable to executive Directors may not include a commission on or a percentage of turnover.
- (e) Any fee paid to an alternate Director shall be such as shall be agreed between himself and the Director nominating him and shall be paid out of the remuneration of the latter.

(iii) Voting and Borrowing Powers of Directors

The provisions in the Company's Articles of Association dealing with voting and borrowing powers of the Directors in proposals, arrangements or contracts in which they are interested, the borrowing powers exercisable by them and how such borrowing powers can be varied are as follows:-

Article 97

The management of the business of the Company shall be vested in the Directors who (in addition to the powers and authorities granted by these Articles or otherwise expressly conferred upon them) may exercise all such powers and do all such acts and things as may be exercised or done by the Company and are not hereby or by the Act expressly directed or required to be exercised or done by the Company in General Meeting but subject nevertheless to the provisions of the Act and of these Articles and to any regulation from time to time made by the Company in General Meeting provided that no regulation so made shall invalidate any prior act of the Directors which would have been valid if such regulation had not been made provided however that the Directors shall not carry into effect any proposals or execute any transaction for :-

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

- (a) the acquisition of an undertaking or property of a substantial value; or
- (b) the disposal of a substantial portion of the Company's undertaking or property, unless the proposal or transaction has been approved by the Company by Ordinary Resolution in General Meeting. The general powers given by this Article shall not be limited or restricted by any special authority or power given to the Directors by any other Article. Any sale or disposal by the Directors of a substantial portion of the Company's main undertaking or property shall be subject to ratification by shareholders in General Meeting, or
- (c) enter into any arrangement or transaction with a Director of the Company or its holding company or with a person connected with such a Director to acquire from or dispose to such a Director or person any non-cash assets of the requisite value PROVIDED THAT nothing contained in this paragraph (c) shall preclude the Company from seeking ratification of such arrangement or transaction in accordance with Section 132E(2) of the Act.

Article 98

- (1) The Directors may exercise all the powers of the Company to borrow and to mortgage or charge its undertaking, property and uncalled capital as they think necessary, or any part thereof for the purposes of the Company or its subsidiaries, and to issue debentures and other securities whether outright or as security for any debt, liability or obligation of the Company, or its subsidiaries. But the Directors shall not borrow any money or mortgage or charge any of the Company or subsidiaries' undertaking property, or any uncalled capital, or to issue debentures and other securities whether outright or as security for any debt, liability or obligation of an unrelated third party.
- (2) The Directors shall cause a proper register to be kept in accordance with Section 115 of the Act of all mortgages and charges specifically affecting the property of the Company and shall duly comply with the requirements of Section 108 of the Act in regard to the registration of mortgages and charges therein specified and otherwise.
- (3) If the Directors or any of them, or any other person, shall become personally liable for the payment of any sum primarily due from the Company, the Directors may execute or cause to be executed any mortgage, charge or security over or affecting the whole or any part of the assets of the Company by way of indemnity to secure the Directors or persons so becoming liable as aforesaid from any loss in respect of such liability.

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

(iii) Changes in capital and variation of class rights

The provisions of the Articles of Association of the Company in relation to the changes in capital or variation of class rights which are no less stringent than those required by law are as follows:-

Article 6

No shares may be issued by the Directors without the prior approval of the Company by Ordinary Resolution in General Meeting but subject thereto and to the Act and to Article 53, the Directors may issue shares in the Company at such times as they may think fit and any such shares may be issued either at a premium or at par or (subject to the provisions of the Act) at a discount and with such preferred, deferred, or to other special rights or such restrictions, whether in regard to dividend, voting, return of capital, or otherwise as the Directors may determine and may give by agreement to any person the right or option of requiring at a future date that an allotment shall be made to him of any shares at par or at such premium as may be agreed.

Article 7

Without prejudice to any special rights previously conferred on the holders of any existing shares or class of shares, and subject to the provisions of these Articles and the Act and to the provisions of any Resolution of the Company, shares in the Company may be issued by the Directors, who may allot, or otherwise dispose of such shares to such persons, on such terms and conditions, with such preferred, deferred or other special rights, and subject to such restrictions and at such times as the Directors may determine but the Directors in making any issue of shares shall comply with the following conditions :

- (a) no shares shall be issued at a discount except in compliance with the provisions of Section 59 of the Act;
- (b) in the case of shares offered to the public for subscription the amount payable on application on each share shall not be less than five per centum (5%) of the nominal amount of the share;
- (c) in the case of shares, other than ordinary shares, no special rights shall be attached until the same have been expressed in these Articles and in the resolution creating the same;
- (d) no issue of shares shall be made which will have the effect of transferring a controlling interest in the Company to any person, company or syndicate without the prior approval of the members of the Company in General Meeting;

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

- (e) the Company must not cause or authorise its registrars to cause the securities accounts of the allottees to be credited with the additional shares until after the Company has filed with the Exchange an application for listing of such additional shares and been notified by the Exchange that they have been authorised for listing;
- (f) every issue of shares or options to employees and/or Directors of the Company and/or its related Companies shall be approved by the members in General Meeting and no Director shall participate in such issues of shares or option unless :-
 - (i) the members in General Meeting have approved of the specific allotment to be made to such Director; and
 - (ii) he holds office in the Company and/or its related Companies in an executive capacity Provided Always that a Director not holding office in an executive capacity may so participate in an issue of shares pursuant to a public issue or public offer.

Article 11

If any time the share capital is divided into different classes of shares, the rights attached to any class shall be expressed (unless otherwise provided by the terms of issue of the shares of that class) and may subject to the provisions of the Act whether or not the Company is being wound up, be varied or abrogated with the consent in writing of the holders of three-fourths of the issued shares of that class, or with the sanction of a Special Resolution passed at a separate General Meeting of the holders of the shares of that class. To every such separate General Meetings the quorum shall be two (2) persons at least holding or representing by proxy one-tenth of the issued shares of the class and that any holder of shares of the class present in person or by proxy may demand a poll. To every such Special Resolution the provisions of Section 152 of the Act shall with such adaptations as are necessary apply. Provided always that where the necessary majority for such a Special Resolution is not obtained at the meeting, consent in writing if obtained from the holders of three-fourths of the issued shares of the class concerned within two (2) months of the meeting shall be as valid and effectual as a Special Resolution, carried at the meeting. A resolution in writing signed by all the holders of a class or if all the shares in a class are held by one sole holder a resolution in writing signed by such sole holder shall have the same effect and validity as a Special Resolution of the holders of that class passed at a separate General Meeting of the holders of that class duly convened held and constituted and may consist of several documents in the like form each signed by one or more of such holders and if a holder is a corporation, then such resolution shall be signed by its representative.

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

Article 12

The rights conferred upon the holders of the shares of any class issued with preferred or other rights shall not unless otherwise expressly provided by the terms of issue of the shares of that class, be deemed to be varied by the creation or issue of further shares ranking equally therewith.

15.3 Second Board Listing Requirements

The provisions of the Second Board Listing Requirements of KLSE, on the transferability of securities are as follows:-

Section 9.5(A) – Transfers

The transfer of any securities or class of securities of the company which have been deposited with the Central Depository, shall be by way of book entry by the Central Depository in accordance with the Rules of the Central Depository and, notwithstanding sections 103 and 104 of the Companies Act, 1965, but subject to subsection 107C(2) of the Companies Act, 1965 and any exemption that may be made from compliance with subsection 107C(1) of the Companies Act, 1965, the company shall be precluded from registering and effecting any transfer of securities.

Section 9.5(B) - Transmission of Securities from Foreign Register

(1) Where:-

- (a) the securities of a company are listed on an Approved Market Place; and
- (b) such company is exempted from compliance with section 14 of the Securities Industry (Central Depositories) Act, 1991 or section 29 of the Securities Industry (Central Depositories) (Amendment) Act, 1998, as the case may be, under the Rules of the Central Depository in respect of such securities,

such company shall, upon request of a securities holder, permit a transmission of securities held by such securities holder from the register of holders maintained by the registrar of the company in the jurisdiction of the Approved Market Place (hereinafter referred to as “**the Foreign Register**”), to the register of holders maintained by the registrar of the company in Malaysia (hereinafter referred to as “**the Malaysian Register**”) subject to the following conditions:-

- (i) there shall be no change in the ownership of such securities; and
- (ii) the transmission shall be executed by causing such securities to be credited directly into the securities account of such securities holder.

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

- (2) For the avoidance of doubt, no company which fulfils the requirements of paragraphs (a) and (b) of clause 9.5B(1) shall allow any transmission of securities from the Malaysian Register into the Foreign Register.

15.4 Companies Act, 1965

The provisions of the Companies Act, 1965, on the transferability of securities are as follows:-

Section 103(1)

Notwithstanding anything in its articles, a company shall not register a transfer of shares or debentures unless a proper instrument of transfer in the prescribed form has been delivered to the company, but this subsection shall not prejudice any power to register as a shareholder or debenture holder any person to whom the rights to any shares in or debentures of the company has been transmitted by operation of law.

Section 103(1A)

Nothing in this section shall be construed as affecting the validity of any instrument which would be effective to transfer shares or debentures apart from this section; and any instrument purporting to be made in any form which was common or usual in use, or in any other form authorised or required for that purpose apart from this section before the commencement of this Act, shall be sufficient, whether or not it is completed in accordance with the prescribed form, if it complies with the requirements as to execution and contents which apply to a transfer.

Provided that a company shall be precluded from registering a transfer of shares or debentures, the title of which is evidenced by a certificate that is issued on or after the date of coming into operation of this subsection unless a proper instrument or transfer in the prescribed form has been delivered to the company.

Section 107C(1)

On or after the coming into operation of this section, the transfer of any securities or class of securities of a company whose securities or any class of whose securities have been deposited with a central depository shall be by way of book entry by the central depository and, notwithstanding sections 103 and 104, such company shall be precluded from registering and effecting any transfer of securities.

Section 107C(2)

Subsection (1) shall not apply to a transfer of securities to a central depository or its nominee company.

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

15.5 Rules of the MCD

The Rules within Malaysian Central Depository on the transferability of securities are as follows:-

Rule 8.01 (2)

The Central Depository may, in its absolute discretion, reject a transfer request made by a depositor thereunder, where the reason for the said transfer does not fall within any of the approved reasons as stipulated under Rule 8.03 (1) (c).

Rule 8.05A

Transfers made by the authorised depository agent from the agent's principal or nominee account shall be subject to the Rules in this chapter.

Rule 9.03 (2)

It shall be the responsibility of the authorised depository agent, in processing the transfer between two securities accounts belonging to different depositors (hereinafter the transfer is referred to as “**the inter-account transfer**”), to check and ensure the completeness, accuracy and/or genuineness of the documents lodged as follows:-

- (a) the prescribed Form FTF010 (request for ordinary transfer securities form) or Form FTF015 (request for express transfer of securities form) fully and properly completed in triplicate;
- (b) the Transferring Depositor has executed the Transferor portion on the said form duly witnessed by another person (other than the Depositor's spouse);
- (c) the Transferring Depositor has stated his reason for the transfer and that the reason is or are amongst any of the approved reasons as stated herein below:-
 - (i) transmission and transfer of securities arising from the provisions of any written law or an order of court of competent jurisdiction;
 - (ii) rectification of errors;
 - (iii) pledge, charge or mortgage;
 - (iv) mandatory offer pursuant to the provisions of the Malaysian Code on Takeovers and Mergers 1998;
 - (v) any other circumstances as deemed fit by the Central Depository after consultation with the Securities Commission.

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

- (d) documents to support the reason for transfer;
- (e) such other accompanying documents duly processed in such manner as the Central Depository may from time to time determine in its Procedures Manual.

15.6 Directors

1. The names, addresses and occupations of the Directors are set out in Section 4.0 of this Prospectus.
2. Directors are not required to hold any qualification shares in the Company.
3. None of the existing Directors of the Company has any management contract with the Company or any of its subsidiary companies.
4. None of the Directors has any existing or proposed service contract with the Company or any of its subsidiary companies which is not terminable by notice without payment or compensation (other than statutory compensation).
5. For the financial year ended 31 March 1999, the aggregate remuneration and fees paid to the Directors of the Group amounted to RM331,992. For the financial year ending 31 March 2000, the estimated amount payable to the Directors is RM905,000.
6. No Director, senior executive officer or person nominated to become a Director or senior executive officer is or was involved in the following events:
 - (a) a petition under any bankruptcy laws was filed against such person or any partnership in which he was a partner or any corporation of which he was an executive officer;
 - (b) a conviction in a criminal proceeding or is a named subject of a pending criminal proceeding;
 - (c) the subject of any order, judgement or ruling of any court of competent jurisdiction or temporarily enjoining him from acting as an investment adviser, dealer in securities, director or employee of a financial institution and engaging in any type of business practice or activity; or
 - (d) has been disqualified by the Companies Act 1965.

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

7. Save as disclosed below, none of the Directors or substantial shareholders of the Company has any interest, directly or indirectly, in the promotion of or in any assets acquired or proposed to be acquired or disposed of or proposed to be disposed of by or leased to or proposed to be leased to the Company or any of its subsidiary companies within the two (2) years preceding the date of this Prospectus.

Name of Director/ Substantial Shareholder	Interested transactions	Nature of interest
Tan Kok	Acquisition of L(M) by LTKM and rental of land between L(M) and LTK	Director and substantial shareholder of LTK and L(M)
Lim Hooi Tin	Acquisition of L(M) by LTKM and rental of land between L(M) and LTK	Director and substantial shareholder of LTK and L(M)
Tan Kim Hock	Acquisition of L(M) by LTKM and rental of land between L(M) and LTK	Director and substantial shareholder of LTK and L(M)
Tan Wah	Acquisition of L(M) by LTKM and rental of land between L(M) and LTK	Director and substantial shareholder of LTK and L(M)
Tan Kark Bin	Acquisition of L(M) by LTKM	Director of L(M)
Ahmad Khairuddin bin Ilias	Acquisition of L(M) by LTKM	Director of L(M)
Syed Abdul Rani bin Syed Abdullah	Acquisition of L(M) by LTKM	Director of L(M)
LTK	Rental of land between L(M) and LTK	Substantial shareholders

8. According to the Register of Directors' shareholdings as at 9 February 2000 (being the latest practicable date prior to the printing of this Prospectus), the Directors' shareholdings before and after the IPO are as follows:

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

Name of Directors	Before the IPO				After the IPO			
	Direct		Indirect		Direct		Indirect	
	No. of shares ('000)	(%)	No. of shares ('000)	(%)	No. of Shares ('000)	(%)	No. of Shares ('000)	(%)
Ahmad Khairuddin bin Ilias	1,500	5.00	-	-	1,500	3.75	-	-
Syed Abdul Rani bin Syed Abdullah	4,500	15.00	-	-	4,500	11.25	-	-
Tan Kok	-	-	22,250*	74.17	-	-	20,250*	50.62
Lim Hooi Tin	-	-	22,250**	74.17	-	-	20,250**	50.62
Tan Wah	-	-	22,250*	74.17	-	-	20,250*	50.62
Tan Kim Hock	-	-	22,250*	74.17	-	-	20,250*	50.62
Tan Kark Bin Kamarudin Bin Md Derom	400	1.33	-	-	400	1.00	-	-
	-	-	-	-	-	-	-	-

* By virtue of his substantial shareholdings in LTK

** By virtue of being the spouse of Tan Kok

9. Save as disclosed in paragraph 7 above, none of the Directors or the substantial shareholders are materially interested in any contract or arrangement that is significant in relation to the business of the Group.
10. None of the Directors or the substantial shareholders are interested, direct or indirect, in any business carrying a similar trade as the Company and its subsidiary companies and which are not quoted on a recognised stock exchange.
11. Save as disclosed in this Prospectus, the Directors are not aware of any material information including trading factors or risks that are unlikely to be known or anticipated by the general public and which could materially affect the profits of LTKM or its subsidiary companies.

15.7 Substantial Shareholders' Interests

Based on the Register of Substantial Shareholdings of LTKM as at 9 February 2000 (being the latest practicable date prior to the printing of this Prospectus), the substantial shareholders of the Company before and after the IPO are as follows:

Name of Shareholders	Before the IPO				After the IPO			
	Direct		Indirect		Direct		Indirect	
	No. of shares ('000)	(%)	No. of shares ('000)	(%)	No. of Shares ('000)	(%)	No. of Shares ('000)	(%)
LTK	22,250	74.17	-	-	20,250	50.62	-	-
Ahmad Khairuddin bin Ilias	1,500	5.00	-	-	1,500	3.75	-	-
Syed Abdul Rani bin Syed Abdullah	4,500	15.00	-	-	4,500	11.25	-	-
Tan Kok	-	-	22,250*	74.17	-	-	20,250*	50.62
Lim Hooi Tin	-	-	22,250**	74.17	-	-	20,250**	50.62
Tan Wah	-	-	22,250*	74.17	-	-	20,250*	50.62
Tan Kim Hock	-	-	22,250*	74.17	-	-	20,250*	50.62

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

- * *By virtue of his substantial shareholdings in LTK*
** *By virtue of being the spouse of Tan Kok*

15.8 General

1. The nature of LTKM's business is set out in Section 9.0 of this Prospectus. The names of all corporations that are deemed to be related to the Company by virtue of Section 6 of the Companies Act, 1965 are set out in Section 9.7 of this Prospectus.
2. The time of the opening of the Application Lists is set out in Section 16.0 of this Prospectus.
3. The amount payable in full on application is RM1.35 per share.
4. As at the date of this Prospectus, the Company does not have any convertible debt securities.
5. The manner in which copies of this Prospectus together with the Application Forms and envelopes may be obtained is set out in Section 16.0 of this Prospectus.
6. The name and address of the Auditors and Reporting Accountants of the Company are set out in Section 4.0 of this Prospectus.
7. Underwriting commission is payable by the Company and the Offeror to the Underwriters at the rate of 1.5% of the IPO price of RM1.35 per share on the ordinary shares being underwritten and the IPO Shares not taken up by the eligible employees of the LTKM Group which are made to the public, if any.
8. Brokerage will be paid by the Company at the rate of 1% of the IPO price of RM1.35 per share to the parties in the circumstances specified in Section 6.7 of this Prospectus.
9. Estimated listing expenses incidental to the listing of and quotation for the entire issued and paid-up share capital of the Company on the KLSE Second Board of the KLSE amounting to approximately RM1,500,000 shall be borne by the Company.
10. Save for paragraphs 7, 8 and 9 above, no commission, discounts, brokerages or other special terms has been paid or is payable by the Company or its subsidiary companies within the two preceding years from subscribing or agreeing to subscribe or procuring or agreeing to procure subscriptions for any shares in or debentures of the Company or its subsidiaries and in connection with the issue or sale of any capital of the Company or its subsidiaries and no Director or proposed Director or promoter or expert is or are entitled to receive any such payment.

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

11. No amount or benefit has been paid or given within the two (2) preceding years of the date hereof nor is it intended to be so paid or given, to any promoter.
12. The Group has not established a place of business outside Malaysia.
13. Save as disclosed in the consolidated profit estimate and forecast and assumptions of the Company and its subsidiary companies, the Directors are not aware of any material information including trading factors or risks which are unlikely to be known or anticipated by the general public and which could materially affect the profits of the Company and its subsidiary companies.
14. The financial conditions and operations of the Company and its subsidiary companies are not affected by any of the following:
 - (a) known trends or known demands, commitments, events or uncertainties that will result in or are reasonably likely to result in the Company's or the Group's liquidity increasing or decreasing in any material way;
 - (b) material commitments for capital expenditure,
 - (c) unusual or infrequent events or transaction or any significant economic changes that materially affected the amount of reported income from the operations; and
 - (d) known trends or uncertainties that have or will have a material favourable or unfavourable impact on revenues or operating income.
15. Save for the 2,000,000 ordinary shares reserved for eligible employees, customers and suppliers of the LTKM Group pursuant to this Prospectus, there are at present no schemes involving the staff in the capital of the Company or its subsidiary companies.
16. No other property has been acquired or is proposed to be acquired by the Company or its subsidiary companies in contemplation of the IPO.

15.9 Material Litigation

Neither the Company nor its subsidiary companies are engaged in any litigation, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiary companies and the Directors do not know of any proceedings pending or threatened or of any fact likely to give rise to any proceedings that might materially and adversely affect the position or business of the Company or its subsidiary companies.

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

15.10 Material Contracts

Save as disclosed below, there are no contracts which are or may be material (not being contracts entered into in the ordinary course of business) which have been entered into by the Company and its subsidiary companies within the two (2) years immediately preceding the date of this Prospectus:

- (a) Technology Licensing Agreement dated 1 August 1998 between L(M) and Marditech for the exclusive right to use Marditech's feed formulation in the production of Omega-3 eggs.
- (b) Supplemental Tenancy Agreement dated 18 March 1999 between L(M) and LTK to extend the original Tenancy Agreement dated 11 August 1997 for an additional tenure of 5 years ending 31 March 2012 in relation to the rental of 182 acres of land adjoining to the landbank of L(M).
- (c) Sale and Purchase Agreement dated 24 September 1999 between the Company and LTK, Syed Abdul Rani bin Syed Abdullah, Ahmad Khairuddin bin Ilias and Tan Kark Bin for the acquisition by the Company of the entire issued and paid-up share capital of L(M) comprising 1,000,000 ordinary shares of RM1.00 for a total consideration of RM38,985,000 to be satisfied by the issuance of 30,000,000 new ordinary shares in the Company at an issue price of approximately RM1.30 per share; and
- (d) Underwriting Agreement dated 27 January 2000 between LTKM and the underwriters mentioned in Section 4.0 of this Prospectus for the underwriting of 4,000,000 ordinary shares of RM1.00 each for an underwriting commission of 1.5% of the value of the shares underwritten at an IPO price of RM1.35.

15.11 Public Take-Over Offer

None of the following has occurred in the last financial year and during the current financial year up to the date of this Prospectus:-

- (a) public take-over offers by third parties in respect of the Company's shares; or
- (b) public take-over offers by the Company in respect of other companies' shares.

15.12 Consents

1. The written consents of the Adviser and Managing Underwriter, Underwriters, Principal Bankers, Valuer, Issuing House, Solicitors and Registrars to the inclusion in this Prospectus of the names in the manner and form in which such names appear have been given before the issue of this Prospectus and have not subsequently been withdrawn.

15. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

2. The written consent of the Auditors and Reporting Accountants to the inclusion in this Prospectus of their Accountants' Report and their letters relating to the consolidated profit estimate and forecast and proforma consolidated balance sheets in the manner and form in which they are contained in this Prospectus has been given before the issue of this Prospectus and has not subsequently been withdrawn.

15.13 Documents Available for Inspection

Copies of the following documents may be inspected at the registered office of the Company during office hours for a period of six (6) months from the date of this Prospectus:

1. Memoranda and Articles of Association of the Company and its subsidiary companies;
2. The Directors' Report and Accountants' Report as included herein;
3. The Auditors' Letters relating to the consolidated profit estimate and forecast and the Proforma Consolidated Balance Sheets as included herein;
4. The audited accounts of LTKM and its subsidiary companies for the three (3) financial years ended 31 March 1999 and the seven (7) months period ended 31 October 1999;
5. The material contracts referred to under Section 15.10;
6. The letters of consent referred to under Section 15.12; and
7. The valuer's letter as included in Section 14.0 and the Valuation Report.

15.14 Responsibility

1. PAMB acknowledges that to the best of its knowledge and belief, this Prospectus constitutes full and true disclosure of all material facts about the IPO and LTKM and its subsidiary companies, and are satisfied that the consolidated profit estimate and forecast (for which the Directors are solely responsible) have been stated by the Directors of the Company after due and careful enquiry.
2. This Prospectus has been seen and approved by the Directors of the Company and Offeror and they individually and collectively accept full responsibility for the accuracy of the information given and confirm that after having made all reasonable enquiries and to the best of their knowledge and belief, there are no other facts the omission of which would make any statement in this Prospectus misleading.

16. PROCEDURE FOR APPLICATION AND ACCEPTANCE

16.1 Methods of Applications

Applications for the IPO Shares may be made using either of the following ways:-

- (i) Application Forms; or
- (ii) Electronic Share Application.

16.2 General Conditions for Application

The applications shall be made in connection with and subject to the terms of this Prospectus and the Memorandum and Articles of Association of the Company.

Persons submitting applications by way of Application Forms may not submit applications by way of Electronic Share Applications and vice versa.

Applications for the 2,000,000 IPO Shares of RM1.00 each reserved for eligible employees, customers and suppliers of the LTKM Group must be made only on the special ‘‘PINK FORMS’’ provided and not on any other Application Form or by way of Electronic Share Application. The amount payable in full on Application is RM1.35 per share.

A corporation or institution cannot apply for shares by way of Electronic Share Application.

IN THE CASE OF AN INDIVIDUAL APPLICANT OTHER THAN A MEMBER OF THE ARMED FORCES OR POLICE, THE NAME, NATIONAL REGISTRATION IDENTITY CARD NUMBER AND ADDRESS OF THE APPLICANT MUST BE EXACTLY THE SAME AS STATED IN:-

- (a) (i) THE APPLICANT'S IDENTITY CARD (NRIC);
 - (ii) CHANGE OF ADDRESS CARD (RESIT PENUKARAN KAD PENGENALAN JPN1/22); OR
 - (iii) THE APPLICANT'S RESIT PENGENALAN SEMENTARA (JPN 1/9) ISSUED PURSUANT TO PERATURAN 5(5), PERATURAN-PERATURAN PENDAFTARAN NEGARA 1990; AND
- (b) THE RECORDS OF MCD, IF ANY.

WHERE THE APPLICANT IS A MEMBER OF THE ARMED FORCES OR POLICE, THE NAME AND THE ARMED FORCES OR POLICE PERSONNEL NUMBER, AS THE CASE MAY BE, OF THE APPLICANT MUST BE EXACTLY THE SAME AS THAT STATED IN HIS AUTHORITY CARD AND THE ADDRESS OF THE APPLICANT MUST BE THE ADDRESS OF THE APPLICANT'S RESPECTIVE CAMP/BASE/STATION.

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

IN THE CASE OF A CORPORATE/INSTITUTIONAL APPLICANT, THE NAME AND THE CERTIFICATE OF INCORPORATION NUMBER OF THE APPLICANT MUST BE EXACTLY THE SAME AS THAT IN THE APPLICANT'S CERTIFICATE OF INCORPORATION AND THE ADDRESS MUST BE THE REGISTERED ADDRESS.

16.3 Application Forms

The following relevant Application Forms are issued with this Prospectus for use in applying for the IPO :-

- (a) Pink Application Forms for application of the 2,000,000 ordinary shares by eligible employees, customers and suppliers of the Group and its holding company; and
- (b) White Applications Forms for application of the 4,000,000 ordinary shares by Malaysian citizens, companies, societies, co-operatives and institutions.

White Application Forms together with copies of this Prospectus may be obtained, subject to availability, from PAMB, member companies of the KLSE, members of the Association of Banks in Malaysia, members of the Association of Merchant Banks in Malaysia and MIH.

16.4 Terms and Conditions for Applications Using Application Forms

Application for the IPO must be made on the Application Form issued together with this Prospectus and must be completed in accordance with the Notes and Instructions printed on the reverse side of the Application Form. In accordance with Section 37(1) of the Companies Act, 1965, the Application Form together with the Notes and Instructions printed therein shall constitute an integral part of this Prospectus. Applications which do not STRICTLY conform to the terms of the Prospectus or Application Form or Notes and Instructions printed therein or which are illegible will not be accepted.

ONLY ONE APPLICATION CAN BE MADE BY EACH APPLICANT. MULTIPLE APPLICATIONS WILL NOT BE ACCEPTED. EACH APPLICATION MUST BE FOR 1,000 ORDINARY SHARES OR MULTIPLES THEREOF. THE AMOUNT PAYABLE IN FULL ON APPLICATION IS RM1.35 PER SHARE.

Completed Application Forms must be despatched by ORDINARY POST in the official envelopes provided, to the Issuing House at the following address:-

Malaysian Issuing House Sdn Bhd
27th Floor, Menara Multi-Purpose
Capital Square
No. 8 Jalan Munshi Abdullah
50100 Kuala Lumpur

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

or DELIVERED BY HAND and deposited in the Drop-in Boxes provided at the back portion of Menara Multi-Purpose, Capital Square, No. 8, Jalan Munshi Abdullah, 50100 Kuala Lumpur so as to arrive not later than 8.00 p.m. on 2 March 2000.

Applications may also be delivered in a drive-in-manner at Stadium Hoki Tun Razak, Jalan Duta, Kuala Lumpur on 2 March 2000 between 8.30 a.m. to 8.00 p.m. only.

EACH COMPLETED APPLICATION FORM MUST BE ACCOMPANIED BY REMITTANCES IN RINGGIT MALAYSIA FOR THE FULL AMOUNT PAYABLE EITHER BY:-

- (A) BANKER'S DRAFT OR CASHIER'S ORDER PURCHASED WITHIN MALAYSIA ONLY AND DRAWN ON A BANK IN KUALA LUMPUR (DIFFERENTIATED BY A SPECIAL RED BAND FOR BUMIPUTERA APPLICANTS); OR
- (B) CHEQUES ISSUED BY PARTICIPATING LICENSED FINANCE COMPANIES IN MALAYSIA AND DRAWN ON A BANK IN KUALA LUMPUR (DIFFERENTIATED BY A SPECIAL RED BAND FOR BUMIPUTERA APPLICANTS); OR
- (C) MONEY ORDER (FOR APPLICATIONS FROM SABAH AND SARAWAK ONLY); OR
- (D) GUARANTEED GIRO ORDER ("GGO") FROM BANK SIMPANAN NASIONAL (DIFFERENTIATED BY A SPECIAL RED BAND FOR BUMIPUTERA APPLICANTS); OR
- (E) ATM STATEMENT OBTAINED FROM EITHER:-
 - ARAB -MALAYSIAN BANK BERHAD (Company No: 295576-U);
 - ARAB-MALAYSIAN FINANCE BERHAD (Company No: 5493-K);
 - ASIA COMMERCIAL FINANCE (M) BERHAD (Company No: 6521-U);
 - BAN HIN LEE BANK BERHAD (Company No: 1147-M);
 - BSN COMMERCIAL BANK BERHAD (Company No: 23877-T);
 - BUMIPUTRA-COMMERCE BANK BERHAD (Company No: 13491-P)
 - BANK UTAMA (MALAYSIA) BERHAD (Company No: 27714-A);
 - CREDIT CORPORATION MALAYSIA BERHAD (Company No: 5023-H);
 - EON BANK BERHAD (Company No: 92351-V);
 - EON FINANCE BANK BERHAD (Company No: 9692-K);
 - HOCK HUA BANK BERHAD (Company No: 111501-D);
 - HOCK HUA FINANCE CORPORATION BERHAD (Company No: 9010-H);
 - HONG LEONG BANK BERHAD (Company No: 97141-X);
 - HONG LEONG FINANCE BERHAD (Company No: 7797-V);
 - INTERNATIONAL BANK MALAYSIA BERHAD (Company No: 22671-U) (formerly known as Hock Hua Bank (Sabah) Berhad);
 - MAYBANK BERHAD (Company No: 3813-K);
 - MAYBAN FINANCE BERHAD (Company No: 3905-T);

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

- MBF FINANCE BERHAD (Company No: 8515-D);
- MULTI-PURPOSE BANK BERHAD (Company No: 88103-W);
- ORIENTAL BANK BERHAD (Company No: 845-W);
- ORIENTAL FINANCE BERHAD (Company No: 50555-A);
- PHILEO ALLIED BANK (MALAYSIA) BERHAD (Company No: 306350-K);
- PUBLIC BANK BERHAD (Company No: 6463-H);
- PUBLIC FINANCE BERHAD (Company No: 6471-U);
- RHB BANK BERHAD (Company No: 6171-M);
- SABAH BANK BERHAD (Company No: 45788-D);
- SIME BANK BERHAD (Company No: 3404-T)
- THE PACIFIC BANK BERHAD (Company No: 5024-T); OR
- UNITED MERCHANT FINANCE BERHAD (Company No: 3838-T).

AND MUST BE MADE OUT IN FAVOUR OF "MIH SHARE ISSUE ACCOUNT NO. 165" AND CROSSED "A/C PAYEE ONLY" (EXCLUDING ATM STATEMENTS) AND ENDORSED ON THE REVERSE SIDE WITH THE NAME AND ADDRESS OF THE APPLICANT (AS EXACTLY STATED ON THE APPLICATION FORM).

APPLICATIONS ACCOMPANIED BY ANY MODE OF PAYMENT OTHER THAN THOSE STATED ABOVE OR WITH EXCESS OR INSUFFICIENT REMITTANCES WILL NOT BE ACCEPTED. DETAILS OF REMITTANCES MUST BE FILLED IN THE APPROPRIATE BOXES PROVIDED ON THE APPLICATION FORM.

No acknowledgement of the receipt of Application Forms or application monies will be made by the Company.

16.5 Applications and Acceptances

The Directors of LTKM and/or the Offerors reserve the right to reject any application which does not strictly comply with the instructions or to accept any application in part only without assigning any reason therefore. In the event of over-subscription, acceptance of applications may be subject to a ballot to be conducted in the manner as approved by the Directors of LTKM.

Due consideration will be given to the desirability of distributing the IPO Shares to a reasonable number of applicants with a view to broadening the shareholding base of the Company and establishing an adequate market in the ordinary shares of the Company. The final allocation to any single applicant will be made to ensure that the Company complies with the SC's revised shareholding spread requirement that at least 25% of the issued and paid-up share capital of the Company is in the hands of public shareholders and a minimum number of 500 public shareholders (excluding employees) holding not less than 1,000 shares each. The successful applicants will be selected in a manner to be determined by the Directors of the Company.

In the event of an under-subscription by the Malaysian public, all the ordinary shares not applied for will be made available for subscription by the Underwriters.

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

WHERE AN APPLICATION IS REJECTED, OR ACCEPTED IN PART ONLY, THE FULL AMOUNT OR THE BALANCE OF THE APPLICATION MONIES, AS THE CASE MAY BE, WITHOUT INTEREST WILL BE REFUNDED AND SHALL BE DESPATCHED BY ORDINARY POST OR REGISTERED POST TO THE APPLICANT WITHIN TWENTY-ONE (21) DAYS FROM THE DATE OF THE FINAL BALLOT OF THE APPLICATION LISTS AT THE ADDRESS SHOWN ON THE APPLICATION FORM AT THE APPLICANT'S OWN RISK.

THE DIRECTORS OF THE COMPANY RESERVE THE RIGHT TO REQUIRE ANY SUCCESSFUL APPLICANT TO APPEAR IN PERSON AT THE REGISTERED OFFICE OF MIH WITHIN FOURTEEN (14) DAYS OF THE DATE OF THE NOTICE ISSUED TO HIM/HER TO ASCERTAIN THE REGULARITY OR PROPRIETY OF THE APPLICATION. THE DIRECTORS OF THE COMPANY SHALL NOT BE RESPONSIBLE FOR ANY LOSS OR NON-RECEIPT OF THE SAID NOTICE NOR SHALL THEY BE ACCOUNTABLE FOR ANY EXPENSES INCURRED OR TO BE INCURRED BY THE SUCCESSFUL APPLICANT FOR THE PURPOSE OF COMPLYING WITH THIS PROVISION.

MIH RESERVES THE RIGHT TO BANK IN ALL APPLICATION MONIES FROM UNSUCCESSFUL BUMIPUTERA APPLICANTS AND FROM PARTIALLY SUCCESSFUL APPLICANTS. REFUND MONIES IN RESPECT OF UNSUCCESSFUL BUMIPUTERA APPLICANTS AND PARTIALLY SUCCESSFUL APPLICANTS WILL BE REFUNDED WITHOUT INTEREST AND SHALL BE DESPATCHED TO THE APPLICANTS WITHIN TWENTY-ONE (21) DAYS FROM THE DATE OF THE FINAL BALLOT OF THE APPLICATION LISTS BY REGISTERED POST AT THE ADDRESS SHOWN ON THE APPLICATION FORM AT THE APPLICANT'S OWN RISK.

NO APPLICATION SHALL BE DEEMED TO HAVE BEEN ACCEPTED BY REASON OF THE REMITTANCES BEING PRESENTED FOR PAYMENT.

PLEASE DIRECT ALL ENQUIRIES IN RESPECT OF THE FORM OF APPLICATION TO MIH.

16.6 CDS Accounts

Pursuant to Section 29 of the Securities Industry (Central Depositories) Act, 1991, all dealings in the Issue Shares will be by book entries through CDS Accounts. Accordingly, no share certificates will be issued to successful applicants.

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

In the case of an application by way of Application Form, an applicant should state his CDS account number in the space provided in the Application Form if he presently has such an account. If he does not presently have such an account, he should state his preferred ADA Code in the space provided. A list of ADA Code is set out in Section 16.11 of this Prospectus. Where an applicant already has a CDS account he should not complete the preferred ADA Code. If a successful applicant fails to state either his CDS account number or preferred ADA Code in his Application Form, the Company may, in the exercise of its absolute discretion, instruct MIH to insert a preferred ADA Code in the Application Form and further instruct MCD to open a CDS account on his behalf at the specified ADA and credit the shares allotted to him into his CDS account.

In the case of an application by way of Electronic Share Application, only an applicant who has a CDS account can make an Electronic Share Application and the applicant shall furnish his CDS account number to the Participating Financial Institution by way of keying in his CDS account number if the instructions on the ATM screen at which he enters his Electronic Share Application requires him to do so.

Failure to comply with these specific instructions as the Electronic Share Application requires or inaccuracy in the CDS account number or preferred ADA Code, may result in the Application being rejected. The Directors of LTKM and/or the Offerors reserve the right to reject any incomplete and inaccurate Application. Applications may also be rejected if the applicants' particulars provided in their Application Forms, or in the case of Electronic Share Applications, if the records of the Participating Financial Institutions at the time of making the Electronic Share Applications differ from those in MCD's records, such as the identity card numbers, names and nationalities.

16.7 Notice of Allotment

Shares allotted to all successful applicants will be credited to their respective CDS Accounts and a notice of successful allotment will be despatched by ordinary post to each successful applicant at the addresses shown on the Application Form at the applicants' own risk within thirty (30) days after the final ballot of the application. This is the only acknowledgement of acceptance of the application.

For Electronic Share Applications, the notice of allotment will be despatched to the successful or partially successful applicant at his/her address last maintained with the MCD at the applicant's own risk within thirty (30) days after the final ballot of the application list. This is the only acknowledgement of acceptances of the application.

16.8 Formalising CDS Accounts

Successful applicants whose CDS Accounts have been opened by MCD at their preferred ADA are required to formally open their accounts by submitting to the ADA the necessary documents and a fee for opening the account. No transaction of shares credited to the account can be effected until the account has been formally opened.

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

16.9 Terms and Conditions for Electronic Share Applications

The procedures for Electronic Share Applications at ATMs of the Participating Financial Institutions are set out on the ATM screens of the relevant Participating Financial Institutions (the “Steps”). For illustration purposes, the procedures for Electronic Share Applications at ATMs are set out in “Steps for Electronic Share Application through a Participating Financial Institution’s ATM” in Section 16.10 of this Prospectus. The Steps set out the actions that the applicant must take at the ATM to complete an Electronic Share Application. Please read carefully the terms of this Prospectus, the Steps and the terms and conditions for Electronic Share Applications set out below before making an Electronic Share Application. Any reference to the “applicant” in the terms and conditions for Electronic Share Applications and the Steps shall mean the applicant who applies for shares through an ATM of any of the Participating Financial Institutions.

In the case of Electronic Share Applications, only an applicant who is an individual with a CDS Account is eligible to utilise the facility.

The applicant must have an existing bank account with, and be an ATM cardholder of, one of the Participating Financial Institutions before he can make an Electronic Share Application at an ATM of that Participating Financial Institution. An ATM card issued by one of the Participating Financial Institutions cannot be used to apply for shares at an ATM belonging to other Participating Financial Institutions. Upon the completion of his Electronic Share Application transaction, the applicant will receive a computer-generated transaction slip (“Transaction Record”), confirming the details of his Electronic Share Application. The Transaction Record is only a record of the completed transaction at the ATM and not a record of the receipt of the Electronic Share Application at the ATM or any data relating to such an Electronic Share Application by the Offerors, Company or MIH. The Transaction Record is for retention by the applicant and should not be submitted with any Application Form.

Upon the closing of the offer for the application for the Issue Shares on 2 March 2000 at 8.00 p.m (“Closing Date and Time”), the Participating Financial Institution shall submit a magnetic tape containing its respective customers' applications for the IPO Shares to MIH as soon as practicable but not later than 12.00 p.m. of the 2nd business day after the Closing Date and Time.

An applicant will be allowed to make an Electronic Share Application for shares via an ATM that accepts the ATM cards of the Participating Financial Institution with which he has an account and its branches, subject to the applicant making only one application. An applicant who has a bank account with a Participating Financial Institution and has been issued an ATM card will be allowed to apply for shares via an ATM of that Participating Financial Institution which is situated in another country or place outside of Malaysia, subject to the applicant making only one application.

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

AN APPLICANT MUST ENSURE THAT HE USES HIS OWN CDS ACCOUNT NUMBER WHEN MAKING AN ELECTRONIC SHARE APPLICATION. AN APPLICANT OPERATING A JOINT ACCOUNT WITH ANY PARTICIPATING FINANCIAL INSTITUTION MUST ENSURE THAT HE ENTERS HIS OWN CDS ACCOUNT NUMBER WHEN USING AN ATM CARD ISSUED TO HIM IN HIS OWN NAME. HIS APPLICATION WILL BE REJECTED IF HE FAILS TO COMPLY WITH THE FOREGOING.

The Electronic Share Application shall be made on, and subject to, the terms and conditions contained in Section 16.9 as well as the terms and conditions appearing below:-

- (a) The Electronic Share Application shall be made in connection with and subject to the terms of this Prospectus and the Memorandum and Articles of Association of the Company.
- (b) The applicant is required to confirm the following statements (by depressing predesignated keys or buttons on the ATM keyboard) and undertake that the following information given is true and correct:-
 - I have attained 18 years of age as at the closing date of the share application
 - I am a Malaysian citizen residing in Malaysia
 - I have read the relevant Prospectus and understood and agreed with the terms and conditions of this application.
 - This is the only application that I am submitting.
 - I hereby give consent to the Participating Financial Institution and MCD to disclose information pertaining to myself and my account with the Participating Financial Institution and MCD to MIH and other relevant authorities.

The application will not be successfully completed and cannot be recorded as a completed transaction at the ATM unless the applicant completes all the steps required by the Participating Financial Institution. By doing so, the applicant shall be treated as signifying his confirmation of each of the above statements as well as giving consent in accordance with the relevant laws of Malaysia including Section 97 of the Banking and Financial Institutions Act 1989 and Section 45 of the Securities Industry (Central Depositories) Act 1991 to the disclosure by the relevant Participating Financial Institution or MCD, as the case may be, of any of the applicant's particulars to MIH, or any relevant regulatory bodies.

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

- (c) THE APPLICANT CONFIRMS THAT HE IS NOT APPLYING FOR SHARES AS NOMINEE OF ANY OTHER PERSON AND THAT ANY ELECTRONIC SHARE APPLICATION THAT HE MAKES IS MADE BY HIM AS BENEFICIAL OWNER. THE APPLICANT SHALL ONLY MAKE ONE ELECTRONIC SHARE APPLICATION AND SHALL NOT MAKE ANY OTHER APPLICATION FOR THE IPO SHARES, WHETHER AT THE ATMS OF ANY PARTICIPATING FINANCIAL INSTITUTION OR ON THE PRESCRIBED APPLICATION FORMS.
- (d) The applicant must have sufficient funds in his account with the relevant Participating Financial Institution at the time he makes his Electronic Share Application, failing which his Electronic Share Application will not be completed. Any Electronic Share Application which does not strictly conform to the instructions set out on the screens of the ATM through which the Electronic Share Application is being made will be rejected.
- (e) The applicant agrees and undertakes to subscribe for or purchase and to accept the number of shares applied for as stated on the Transaction Record or any lesser number of shares that may be allotted or allocated to him in respect of his Electronic Share Application. In the event that the Company decides to allot or allocate any lesser number of such shares or not to allot or allocate any shares to the applicants, the applicant agrees to accept any such decision as final. If the applicant's Electronic Share Application is successful, his confirmation (by his action of pressing the designated key on the ATM) of the number of shares applied for shall signify, and shall be treated as, his acceptance of the number of shares that may be allotted or allocated to him and to be bound by the Memorandum and Articles of Association of the Company.
- (f) The Company reserves the right to reject any Electronic Share Application or accept any Electronic Share Application in part only without assigning any reason therefor. Due consideration will be given to the desirability of allotting or allocating the shares to a reasonable number of applicants with a view to establishing an adequate market for the shares.
- (g) Where an Electronic Share Application is not successful or successful in part only, the relevant Participating Financial Institution will be informed of the non-successful or partially successful applications. Where an Electronic Share Application is not successful, the relevant Participating Financial Institution will credit the full amount of the application monies without interest into the applicant's account with that Participating Financial Institution within two (2) market days after the receipt of confirmation from MIH. MIH shall inform the Participating Financial Institutions of the non-successful or partially successful applications within two (2) market days of the balloting date. The applicants may check their accounts on the fifth market day from the balloting date.

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

Where an Electronic Share Application is accepted in part only, the relevant Participating Financial Institution will credit the balance of the application monies without interest into the applicant's account with the participating Financial Institution within two (2) market days after the receipt of confirmation from MIH. A number of applications will, however, be held in reserve to replace any successfully balloted applications which are subsequently rejected. For such applications which are subsequently rejected, the application monies without interest will be refunded to applicants by MIH by way of cheques issued by MIH. The cheques will be issued not later than 21 days from the day of the final ballot of the application list.

Should applicants encounter any problems in their applications, they may refer to the Participating Financial Institutions.

- (h) The applicant requests and authorises the Company:-
- (i) to credit the shares allotted or allocated to the applicant into the CDS account of the applicant; and
 - (ii) to issue share certificate(s) representing such shares allotted or allocated in the name of MCD Nominees Sdn Bhd and send the same to MCD.
- (i) The applicant, acknowledging that his Electronic Share Application is subject to the risks of electrical, electronic, technical and computer-related faults and breakdowns, fires and other events beyond the control of the Company, MIH or the Participating Financial Institution, irrevocably agrees that if -
- (i) the Company or MIH does not receive the applicant's Electronic Share Application; and
 - (ii) data relating to the applicant's Electronic Share Application is wholly or partially lost, corrupted or not otherwise accessible, or not transmitted or communicated to the Company or MIH.

the applicant shall be deemed not to have made an Electronic Share Application and the applicant shall not claim whatsoever against the Company, MIH or the Participating Financial Institutions for the shares applied for or for any compensation, loss or damage.

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

- (j) All particulars of the applicant in the records of the relevant Participating Financial Institution at the time he makes his Electronic Share Application shall be deemed to be true and correct and the Company, MIH and the relevant Participating Financial Institution shall be entitled to rely on the accuracy thereof.
- (k) The applicant shall ensure that his personal particulars as recorded by both MCD and the relevant Participating Financial Institution are correct and identical. Otherwise, his Electronic Share Application is liable to be rejected. The applicant must inform MCD promptly of any change in address failing which the notification letter of successful allotment or allocation will be sent to his registered address last maintained with MCD.
- (l) By making and completing an Electronic Share Application, the applicant agrees that -
 - (i) in consideration of the Company agreeing to allow and accept the making of any application for shares via the Electronic Share Application facility established by the Participating Financial Institutions at their respective ATMs, his Electronic Share Application is irrevocable;
 - (ii) the Company, the Participating Financial Institutions, MCD and MIH shall not be liable for any delays, failures or inaccuracies in the processing of data relating to his Electronic Share Application to the Company due to a breakdown or failure of transmission or communication facilities or to any cause beyond their control;
 - (iii) notwithstanding the receipt of any payment by or on behalf of the Company, the acceptance of the offer made by the applicant to subscribe for and purchase the shares for which the applicant's Electronic Share Application has been successfully completed shall be constituted either by the issue of notices of successful allotment for prescribed securities, in respect of the said shares;
 - (iv) the applicant irrevocably authorises MCD to complete and sign on his behalf as transferee or renounce any instrument of transfer and / or other documents required for the issue or transfer of the shares allotted or allocated to the applicant; and

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

- (v) the Company agrees that, in relation to any legal action or proceedings arising out of or in connection with the contract between the parties and/or the Electronic Share Application Scheme and/or any terms herein, all rights, obligations and liabilities shall be construed and determined in accordance with laws of Malaysia and with all directives, rules, regulations and notices from regulatory bodies and that the Company irrevocably submits to the jurisdiction of the Courts of Malaysia.
- (m) The Directors of the Company reserve the right to require any successful applicant to appear in person at the registered office of MIH within fourteen (14) days of the date of the notice issued to him to ascertain the regularity or propriety of the application. The Directors of the Company shall not be responsible for any loss or non-receipt of the said notice nor shall they be accountable for any expenses incurred or to be incurred by the successful applicant for the purpose of complying with this provision.
- (n) The Directors of the Company reserve the right to reject applications which do not conform to these instructions.
- (o) Electronic Share Applications may be made through an ATM of the following Participating Financial Institutions and their branches:-
- ARAB-MALAYSIAN BANK BERHAD (295576-U)
 - ARAB-MALAYSIAN FINANCE BERHAD (5493-X)
 - BUMIPUTRA-COMMERCE BANK BERHAD (13491-P)
(at selected branches in the Klang Valley only)
 - HSBC BANK MALAYSIA BERHAD (127776-V)
(formerly known as Hongkong Bank Malaysia Berhad)
 - MALAYAN BANKING BERHAD (3813-K)
 - MAYBAN FINANCE BERHAD (3905-T)
 - OCBC BANK (MALAYSIA) BERHAD (5493-X)
 - ORIENTAL BANK BERHAD (845-W)
 - STANDARD CHARTERED BANK MALAYSIA BERHAD (115793-P)
(at selected branches only)
- (p) A surcharge of RM2.50 per Electronic Share Application will be charged by the respective Participating Financial Institutions.

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

16.10 Steps for Electronic Share Application through a Participating Financial Institution's ATM

- (a) Applicant must have an account with a Participating Financial Institution and an ATM card issued by that Participating Financial Institution to access the account.
- (b) Applicant must have a CDS account.
- (c) Applicant is to apply for the initial public share offering via the ATM of the Participating Financial Institution by choosing the Electronic Share Application option. Mandatory statements required in the application is set out in Section 16.9 under the Terms and Conditions for Electronic Share Applications. Applicant is to enter at least the following information through the ATM where the instructions on the ATM screen at which he enters his Electronic Share Application requires him to do so:-
- Personal Identification Number (PIN)
 - Share Issue Number
 - CDS Account Number
 - Number of Shares applied for and/or the Ringgit amount to be debited from the account
 - Confirmation of several mandatory statements.

16.11 List of Authorised Depository Agent

A list of ADAs and their respective Broker codes is as follows:-

Name	Address and Telephone Number	Broker Code
KUALA LUMPUR		
Affin-UOB Securities Sdn Bhd (431338-P)	Level 3, Menara Keck Seng 203, Jalan Bukit Bintang 55100 Kuala Lumpur Tel No: 03-2438668	028-001
Arab-Malaysian Securities Sdn Bhd (92977-U)	15th Floor, Bangunan Arab-Malaysian 55 Jalan Raja Chulan 50200 Kuala Lumpur Tel No: 03-2382788	086-001
BBMB Securities Sdn Bhd (16453-K)	Level 2 & 3, Menara Olympia Letter Box No. 2 8, Jalan Raja Chulan 50200 Kuala Lumpur Tel No: 03-2019900	099-001

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
KUALA LUMPUR (Cont'd)		
BIMB Securities Sdn Bhd (290163-X)	1st & 2nd Floor, Podium Block Bangunan AMDB 1, Jalan Lumut 50400 Kuala Lumpur Tel No: 03-4433533	024-001
Fima Securities Sdn Bhd (210959-K)	No. 45-14, Plaza Level & Level 1 Plaza Damansara Jalan Medan Setia Satu Damansara Heights 50490 Kuala Lumpur Tel No: 03-2549966	018-001
CIMB Securities Sdn Bhd (163712-V)	9th Floor, Commerce Square Jalan Semantan Damansara Heights 50490 Kuala Lumpur Tel No: 03-2532288	065-001
HLG Securities Sdn Bhd (12855-D)	21st Floor, Wisma HLA Jalan Raja Chulan 50200 Kuala Lumpur Tel No: 03-2452998/2022778	066-001
Inter Pacific Securities Sdn Bhd (12738-U)	Level 7, Menara Shahzan Insas 30, Jalan Sultan Ismail 50250 Kuala Lumpur Tel No: 03-2441888	054-001
Jupiter Securities Sdn Bhd (48703-W)	7th - 9th Floor Menara Olympia 8, Jalan Raja Chulan 50200 Kuala Lumpur Tel No. 03-2041888	055-001
Kuala Lumpur City Securities Sdn Bhd (126994-W)	Lot 3.07, Level 3 Bangunan Angkasaraya Jalan Ampang 50450 Kuala Lumpur Tel No: 03-2449322	076-001

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
KUALA LUMPUR (Cont'd)		
K & N Kenanga Sdn Bhd (15678-H)	8th Floor, Pernas International Building 801, Jalan Sultan Ismail 50250 Kuala Lumpur Tel No: 03-2613066	073-001
Leong & Co Sdn Bhd (8789-P)	Level 18, Wisma Cyclecarriage 288, Jalan Raja Laut 50350 Kuala Lumpur Tel No: 03-2928888	061-001
Mayban Securities Sdn Bhd (165630-M)	30th Floor, Menara Maybank 100 Jalan Tun Perak 50050 Kuala Lumpur Tel No: 03-2323822	098-001
MGI Securities Sdn Bhd	1st & 2nd Floor, Wisma MGIC 38 Jalan Dang Wangi 50100 Kuala Lumpur Tel No: 03-2911889	052-001
MIDF Sisma Securities Sdn Bhd (423833-U)	17th & 18th Floor Empire Tower 182, Jalan Tun Razak 50400 Kuala Lumpur Tel No: 03-2668888	026-001
OSK Securities Bhd (14152-V)	10th Floor, Plaza OSK Jalan Ampang 50450 Kuala Lumpur Tel No: 03-2624388	056-001
PB Securities Sdn Bhd (20027-W)	20th & 21st Floor, Bangunan Public Bank No. 6, Jalan Sultan Sulaiman 50000 Kuala Lumpur Tel No: 03-2013011	051-001
Pengkalen Securities Sdn Bhd (66299-A)	Ground Floor & 1st Floor Menara Pengkalen (<i>formerly known as Wisma Pekerti</i>) No.2, Jalan Changkat Ceylon 50200 Kuala Lumpur Tel No: 03-2448055	064-001
Rashid Hussain Securities Sdn Bhd (95060-A)	Level 1, 2, 3 & 5, Tower One RHB Centre, Jalan Tun Razak 50400 Kuala Lumpur Tel No: 03-9852233	087-001

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
KUALA LUMPUR (Cont'd)		
KAF-Seagroatt & Campbell Sdn Bhd (134631-U)	26-30th floor The Weld Tower 76, Jalan Raja Chulan 50200 Kuala Lumpur Tel No: 03-2081600	053-001
Sime Securities Sdn Bhd (165878-V)	21st Floor, Bangunan Sime Bank Jalan Sultan Sulaiman 50000 Kuala Lumpur Tel No: 03-2749288	097-001
TA Securities Berhad (16029-V)	TA One Tower 22, Jalan P. Ramlee 50250 Kuala Lumpur Tel No: 03-2321277	074-001
SELANGOR DARUL EHSAN		
Amsteel Securities (M) Sdn Bhd (51253-A)	No. 1, Lintang Pekan Baru 2nd, 3rd & 4th Floor Off Jalan Meru 41050 Kelang Selangor Darul Ehsan Tel No: 03-3439999	080-001
Halim Securities Sdn Bhd (107442-X)	68, Jalan 52/44 New Town Centre P.O. Box 561 46770 Petaling Jaya Selangor Darul Ehsan Tel No: 03-7555777	091-001
Hwang-DBS Securities Berhad (14389-U)	18th - 20th Floor, Plaza Masalam 2, Jalan Tengku Ampuan Zabedah E9/E, Section 9 40100 Shah Alam Selangor Darul Ehsan Tel No: 03-5533288	068-002
JF Apex Securities Sdn Bhd (47680-X)	3rd Floor, Wisma Apex 145A-C, Jalan Bukit P.O. Box 16 43007 Kajang Selangor Darul Ehsan Tel No: 03-8361118	079-001

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
SELANGOR DARUL EHSAN (Cont'd)		
Mohaiyani Securities Sdn Bhd (140238-A)	2nd & 3rd Floor Plaza Damansara Utama No. 2, Jalan SS21/60 Damansara Utama 47400 Petaling Jaya Selangor Darul Ehsan Tel No: 03-7197345	095-001
SJ Securities Sdn Bhd (141671-T)	Level 3, Holiday Villa 9, Jalan SS 12/1, Subang Jaya 47500 Petaling Jaya Selangor Darul Ehsan Tel No: 03-7340202/101	096-001
MELAKA		
Malacca Securities Sdn Bhd (16121-H)	No. 1, 3 & 5, Jalan PPM 9 Plaza Pandan Malim (Business Park) Balai Panjang P.O. Box 248 75250 Melaka Tel No: 06-3371533	012-001
OCBC Securities(Melaka) Sdn Bhd (18884-P)	579, 579A & 579B Taman Melaka Raya 75000 Melaka Tel No: 06-2825211	072-001
Straits Securities Sdn Bhd (74070-T)	Lot 9 & 10, 1st Floor Bangunan Tabung Haji Jalan Bandar Kaba 75000 Melaka Tel No: 06-2833622	011-001
PERAK DARUL RIDZUAN		
Botly Securities Sdn Bhd (14948-M)	1st Floor, Plaza Teh Teng Seng 227, Jalan Kampar 30250 Ipoh Perak Darul Ridzuan Tel No: 05-2531313	058-001

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
PERAK DARUL RIDZUAN (Cont'd)		
Kin Khoon & Co Sdn Bhd (17816-P)	23&25, Wisma Kota Emas Jalan Dato' Tahwil Azar 30300 Ipoh Perak Darul Ridzuan Tel No: 05-2543311	017-001
MBf Northern Securities Sdn Bhd (14782-P)	No. 71, Jalan Lim Bo Seng 30300 Ipoh Perak Darul Ridzuan Tel No: 05-2548999	067-001
M&A Securities Sdn Bhd (15017-H)	M & A Building 52A, Jalan Sultan Idris Shah 30000 Ipoh Perak Darul Ridzuan Tel No: 05-2419800	057-001
Phileo Allied Securities Sdn Bhd (25397-M)	55-57, Persiaran Greenhill 30450 Ipoh Perak Darul Ridzuan Tel No: 05-2558233	071-001
SBB Securities Sdn Bhd (100518-M)	51-53, Persiaran Greenhill 30450 Ipoh Perak Darul Ridzuan Tel No: 05-2530888	090-001
Taiping Securities Sdn Bhd (113521-K)	21, Jalan Stesen 34000 Taiping Perak Darul Ridzuan Tel No: 05-8060888	092-001
Premier Capital Securities Sdn Bhd (64149-M)	Wisma Premier Capital 21-25, Jalan Seenivasagam 30450 Ipoh Perak Darul Ridzuan Tel No: 05-2415100	082-001
PULAU PINANG		
A.A. Anthony & Company Sdn Bhd (13622-K)	No. 41-1-1 & 41-2-1 Jalan Cantonment, 10250 Pulau Pinang Tel No: 04-363388	014-001

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
PULAU PINANG (Cont'd)		
Hwang-DBS Securities Sdn Bhd (14389-U)	Levels 2, 3, 4, 7 & 8 Wisma Sri Pinang 60, Green Hall 10200 Pulau Pinang Tel No: 04-2636996	068-001
Ke-Zan Securities Sdn Bhd (89986-P)	2nd, 3rd & 4th Floor Wisma Ke-Zan 64, Bishop 10200 Pulau Pinang Street Tel No: 04-2634222	085-001
Mercury Securities Sdn Bhd (113193-W)	2nd Floor, Wisma UMNO Lorong Bagan Luar Dua 12000 Butterworth Pulau Pinang Tel No: 04-3322123	093-001
Smith Zain Securities Sdn Bhd (13901-H)	7th & 8th Floor, Wisma PSCI 39, Jalan Sultan Ahmad Shah 10500 Pulau Pinang Tel No: 04-2283355	016-001
Soon Theam Securities Sdn Bhd (14147-K)	111, Jalan Macalister 10400 Pulau Pinang Tel No: 04-2281868	060-001
Thong & Kay Hian Securities Sdn Bhd (14592-P)	Level 5 & 6, Wisma Sri Pinang 60, Green Hall 10200 Pulau Pinang Tel No: 04-2635481	070-001
UT Securities Sdn Bhd (20710-W) (<i>formerly known as United Traders Securities Sdn Bhd</i>)	Level 12, Mayban Trust Building 3, Penang Street 10200 Pulau Pinang Tel No: 04-2626644	059-001
KEDAH DARUL AMAN		
Alor Setar Securities Sdn Bhd (123654-H)	Lot T-30, 2nd Floor Wisma PKNK Jalan Sultan Badlishah 05000 Alor Setar Kedah Darul Aman Tel No: 04-7318205	094-001

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
PERLIS INDRA KAYANGAN		
Upen Securites Sdn Bhd (254920-D)	2nd Floor, Podium Block Bangunan KWSP 01000 Kangar Perlis Indra Kayangan Tel No: 04-9766315	023-001
NEGERI SEMBILAN DARUL KHUSUS		
Pan Malaysia Equities Sdn Bhd <i>(formerly known as Kimara Equities Sdn Bhd)</i> (228587-U)	10th Floor Bangunan Yayasan Negeri Sembilan Jalan Yam Tuan 70000 Seremban Negeri Sembilan Darul Khusus Tel No: 06-7638999	084-001
Malpac Securities Sdn Bhd (159143-V) <i>(formerly known as Seremban Securities Sdn Bhd)</i>	1st & 2nd Floor 19-21, Jalan Kong Sang P.O. Box 238 70000 Seremban Negeri Sembilan Darul Khusus	063-001
JOHOR DARUL TAKZIM		
Eng Securities Sdn Bhd (53333-T)	95, Jalan Tun Abdul Razak 80000 Johor Bahru Johor Darul Takzim Tel No: 07-2231211	081-001
JB Securities Sdn Bhd (17812-U)	Level 6, 7 & 8, Menara Sarawak Enterprise No. 5, Jalan Bukit Meldrum 80300 Johor Bahru Johor Darul Takzim Tel No: 07-332000/3332800	078-001
Kestrel Securities Sdn Bhd (97150-U)	57,59 & 61, Jalan Ali 84000 Muar Johor Darul Takzim Tel No: 06-9532222	088-001

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
JOHOR DARUL TAKZIM (Cont'd)		
Peninsula Securites Sdn Bhd (57258-V)	Level 2, Menara Pelangi Jalan Kuning Taman Pelangi 80400 Johor Bahru Johor Darul Takzim Tel No: 07-3333600	077-001
PJB Pacific Securities Sdn Bhd	Podium 2A & 3, Menara Ansar 65, Jalan Trus 80000 Johor Bahru Johor Darul Takzim Tel No: 07-2222692	027-001
South Johor Securities Sdn Bhd (53647-D))	3rd Floor, Penggaram Complex 1, Jalan Abdul Rahman 3000 Batu Pahat Johor Darul Takzim Tel No: 07-4317033	069-001
PAHANG DARUL MAKMUR		
WK Securities Sdn Bhd (70978-V)	A-397, A-399 & A-401 Taman Sri Kuantan III Jalan Beserah 25300 Kuantan Pahang Darul Makmur Tel No: 09-5660800	083-001
KELANTAN DARUL NAIM		
Kota Bharu Securities Sdn Bhd	298 Jalan Tok Hakim 15000 Kota Bahru Kelantan Darul Naim Tel No: 09-7432288	075-001
TERENGGANU DARUL IMAN		
FA Securities Sdn Bhd (251711-V)	3rd Floor, Wisma UMNO Jalan Masjid Abidin 20100 Kuala Terengganu Terengganu Darul Iman Tel No: 09-6238128	021-001

16 PROCEDURE FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
TERENGGANU DARUL IMAN (Cont'd)		
PTB Securities Sdn Bhd (425317-T)	1 st , 2nd & 3rd Floors No. 61, Jalan Sultan Ismail Peti Surat 151, Pejabat Pos Besar 20700 Kuala Terengganu Terengganu Darul Iman Tel No: 09-6235546	025-001
SARAWAK		
Sarawak Securities Sdn Bhd (219322-W)	Wisma Mahmud Jalan Sg Sarawak 93100 Kuching Sarawak Tel No: 082-338000	019-001
Utama Securities Sdn Bhd (432200-A)	Lot 2465, Jalan Boulevard Utama Boulevard Commercial Centre 98000 Miri Sarawak Tel No: 085-435577	029-001
SABAH		
Innosabah Securities Sdn Bhd (194990-K)	11, Equity House, Block K Kompleks Sadong Jaya Karamunsing 88100 Kota Kinabalu, Sabah Tel No: 6088-234099/090	020-001
WILAYAH PERSEKUTUAN LABUAN		
Labuan Securities Sdn Bhd (239683-W)	Level 2, Wisma Oceanic Jalan OKK, Awang Besar 87007 Wilayah Persekutuan Labuan Tel No: 087-410621	022-001