

## 5. INFORMATION ON SHAREHOLDERS, DIRECTORS AND KEY MANAGEMENT

### 5.1 Substantial Shareholders/Promoters

#### 5.1.1 Particulars And Shareholdings

The details of the substantial shareholders shareholdings of the Company after the Public Issue are as follows:

Name	Nationality	Designation	No. of KST Shares Held After the Public Issue			
			Direct	%	Indirect	%
Dato' Dr Abdul Razak Bin Abdul	Malaysian	Chairman	8,351,757	20.9	-	-
Mohammad Bin Ayob	Malaysian	Managing Director	13,038,883	32.6	-	-
Dato' Chee Peck Kiat @ Chee Peck Jan	Malaysian	Executive Director	8,409,360	21.0	-	-

#### 5.1.2 Directorships and Substantial Shareholdings Of Substantial Shareholders/Promoters in All Other Public Companies for the Past Two Years

Other than the substantial shareholder/promoter set out below, none of the other substantial shareholders/ promoters of KST hold other directorship and had substantial shareholdings in other public companies incorporated in Malaysia (other than the KST Group) for the past two (2) years up to 15 January 2004:

Name of Director	Name of Company	Date Appointed / (Resigned)	Number of Shares Held				Principal Activities
			Direct	%	Indirect	%	
Dato' Dr Abdul Razak Bin Abdul	Idaman Unggul Berhad	23.09.2003	5,000,000	2.38	1,097,000	0.29	Investment Holdings
	FACB Industries Incorporated Bhd	12.04.1994	-	-	-	-	Investment Holdings
	Mutiara Goodyear Development Berhad	09.08.2002	685,600	0.42	258,300	0.16	Property & Construction development
	Wonderful Wire & Cable Berhad	14.4.2003	6,409,875	14.68	-	-	Manufacturing of cables
	Sem Kou Resources Berhad	-	-	-	9,800,000	10.97	Investment Holdings

#### 5.1.3 Changes In Share Capital

Save as disclosed in the Prospectus, there is no change in the share capital of KST for the past three (3) years preceding the date of this Prospectus.

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**5. INFORMATION ON SHAREHOLDERS, DIRECTORS AND KEY MANAGEMENT (Cont'd)**

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**5.1.4 Profile of Substantial Shareholders / Promoters**

**Dato' Dr Abdul Razak Bin Abdul**, age 53, currently the Chairman of KST, was appointed as a director of both KST and ST on 3<sup>rd</sup> March 1997. He graduated from Wilmington College, Ohio, USA with a Bachelor of Science Degree in Economics, and subsequently obtained a Postgraduate Master in Business Administration (Finance) and a PhD in International Business from New York University and Belgium respectively. He has been appointed as a Director of many listed and private limited companies over the last 15 years, including a listed company of which he is currently the Managing Director. Details of his directorship in other public companies are set out in Section 5.1.2 of this Prospectus.

**Mohammad Bin Ayob**, age 61, the Managing Director, was appointed as a director of KST and ST on 21<sup>st</sup> November 1996 and 1<sup>st</sup> December 1987 respectively. He graduated from the University of Malaya on 29<sup>th</sup> June 1968 with a degree in Geology. He started his career as a Lecturer with University of Malaya in 1968 till 1974. He joined PETRONAS as a Geologist in 1975 and was promoted as Area Manager in 1977. In 1978, he was the Exploration Manager for PETRONAS. In 1984, he was the General and Exploration Manager for PETRONAS and retired in year 1987. He was appointed as Director of ST and KST in 1987 and 1996 respectively, and for M.I. Drilling Fluids (M) Sdn Bhd in 1989.

**Dato' Chee Peck Kiat @ Chee Peck Jan**, age 62, the Executive Director, was appointed as a director of KST and ST on 9<sup>th</sup> February 1987 and 3<sup>rd</sup> March 1983 respectively. He holds a Postgraduate Master in Public Administration from State University of New York, Albany, USA, and was a lecturer in the Faculty of Economics and Administration in the University of Malaya. He is the co-founder and the Executive Director of the KST Group, and has been involved in formulating corporate strategies and plans of the Group. He also co-founded Trenergy (Malaysia) Berhad, which was formerly a private limited company in the oil and gas industry that was subsequently listed on the Second Board of the MSEB under his leadership. He currently sits on the Board of various other private companies in industries such as travel, holiday resort, manufacturing and investment.

**5.1.5 Changes In Substantial Shareholders/ Promoters And Their Shareholdings**

Save as disclosed in the Prospectus, there is no change in substantial shareholders/ Promoters for the past three (3) years preceding the date of this Prospectus.

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## 5. INFORMATION ON SHAREHOLDERS, DIRECTORS AND KEY MANAGEMENT (Cont'd)

### 5.2 Directors

#### 5.2.1 Particulars And Shareholdings

The details of the Directors' shareholdings of the Company after the Public Issue are as follows:

Name	Nationality	Designation	No. of KST Shares Held After the Public Issue			
			Direct	%	Indirect	%
Dato' Dr Abdul Razak Bin Abdul	Malaysian	Chairman	8,351,757	20.9	-	-
Mohammad Bin Ayob	Malaysian	Managing Director	13,038,883	32.6	-	-
Dato' Chee Peck Kiat @ Chee Peck Jan	Malaysian	Executive Director	8,409,360	21.0	-	-
Wee Khen Peng	Malaysian	Executive Director	-	-	-	-
Dato' Abdul Rahman Bin Nasir	Malaysian	Independent Non-Executive Director	-	-	-	-
Dato' Nik Abdul Aziz Bin Mohamed Kamil	Malaysian	Independent Non-Executive Director	-	-	-	-
Ishak @ Abd Rahman Bin Mohamad	Malaysian	Independent Non-Executive Director	-	-	-	-
Tengku Aniza Binti Tengku Ab Hamid	Malaysian	Independent Non-Executive Director	-	-	-	-

#### 5.2.2 Directorships and Substantial Shareholdings Of Directors in All Other Public Companies for the Past Two Years

Other than the Directors set out below, none of the other Directors of KST hold other directorship and had substantial shareholdings in other public companies incorporated in Malaysia (other than the KST Group) for the past two (2) years up to 15 January 2004:

Name of Director	Name of Company	Date Appointed / (Resigned)	Number of Shares Held				Principal Activities
			Direct	%	Indirect	%	
Dato' Dr Abdul Razak Bin Abdul	Please refer to Section 5.1.2 of this Prospectus						
Dato' Abdul Rahman Bin Nasir	Trenergy (Malaysia) Bhd	01.07.1992/ (21.08.2003)	-	-	-	-	Investment Holding
	Eastern Pacific Industrial Corporation Bhd	18.07.2001	-	-	-	-	Investment Holding
Dato' Nik Abdul Aziz Bin Mohamed Kamil	Terengganu Skill Development Centre Bhd	01.02.1998/ (14.8.2003)	-	-	-	-	Skills Training
	Acoustech Berhad	03.09.2001	-	-	-	-	Investment Holding
Ishak @ Abd Rahman Bin Mohamad	Mutiara Goodyear Development Berhad	27.06.1978	10,000	*	-	-	Property development
	Gold Bridge Engineering & Construction Bhd	28.06.2002	-	-	-	-	Civil engineering and general construction

Note:

\* Less than 1% of the issued and paid up share capital

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**5. INFORMATION ON SHAREHOLDERS, DIRECTORS AND KEY MANAGEMENT (Cont'd)**

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**5.2.3 Profile of Directors**

**Dato' Dr Abdul Razak Bin Abdul**, please refer to Section 5.1.4

**Mohammad Bin Ayob**, please refer to Section 5.1.4

**Dato' Chee Peck Kiat @ Chee Peck Jan**, please refer to Section 5.1.4

**Dato' Abdul Rahman Bin Nasir**, age 66, was appointed as a Director and the Chairman of KST and ST on 19 November 1998 and 20 November 1998 respectively. YBhg. Dato' was with the Terengganu State Civil Service for thirty five (35) years, and has held various positions including Assistant District Officer, District Officer and Deputy State Secretary. He was appointed as the State Financial Officer of Terengganu in 1973, a post he held for eleven (11) years before he was appointed as State Secretary of Terengganu in 1984. He remained in the post until his retirement in Public Service in 1992. Since his retirement, he has been appointed as director of a few companies including two that are listed on the MSEB. Details of his directorship in other public companies are set out in Section 5.2.2 of this Prospectus.

**Wee Khen Peng**, age 48, was appointed as an Executive Director of both KST and ST on 27 December 2002. He accumulated his experience in the oil and gas industry since 1975 and rose through the ranks from technician, operations, marketing and to management level. He has acquired extensive experience in the oil and gas industry over the last twenty seven (27) years, and has played a crucial role in managing the operations of the Group. He currently sits on the board of directors of a private limited company in the manufacturing industry.

**Dato' Nik Abdul Aziz Bin Mohamed Kamil**, age 60, was appointed as an Independent Non-Executive Director of both KST and ST on 12<sup>th</sup> September 1997. He graduated from the University of Malaysia in 1966 with a Bachelor of Arts Degree. He subsequently obtained a Postgraduate Diploma in Personnel Management and a Master in Management from the Middlesex University in England and the Asian Institute of Management in Philippines respectively. He also attended the Senior Executive Programme at the London Business School. Dato' Nik has over twenty five (25) years of working experience in the human resource management industry. He had been in the senior management of PETRONAS since 1987. He retired from PETRONAS in 1997 to set up his own business, NA & Associate Sdn. Bhd., a company involved in human resource training and skills management. He currently sits on the board of directors of a company listed on the MSEB. Details of his directorship in other public companies are set out in Section 5.2.2 of this Prospectus.

**Ishak @ Abd Rahman Bin Mohamad**, age 54, was appointed as an Independent Non-Executive Director of KST on 1 December 2003. He pursued a diploma courses of the Institute of Cost and Management Accountant at Institut Teknologi Mara from 1960 to 1970 before completing the Final Part V at the University of Aston in Birmingham, England. He started his career with the Accountant General Department. After that, he served with Pernas Securities Sdn Bhd where he gained experience in finance and secretarial work and then Pernas Sime Darby Holdings Sdn Bhd where he was exposed to trading, manufacturing and corporate work environment. In 1978, he established MIT Holdings Bhd (now known as Mutiara Goodyear Development Bhd) but only joint full time in 1982 after resigning from Pernas. He is a member of the Malaysian Institute of Accountants since 30 June 1988 and now sits on the board of directors of two companies listed on the MSEB. Details of his directorship in other public companies are set out in Section 5.2.2 of this Prospectus.

## 5. INFORMATION ON SHAREHOLDERS, DIRECTORS AND KEY MANAGEMENT (Cont'd)

**Tengku Aniza Binti Tengku Ab Hamid**, age 43, was appointed as an Independent Non-Executive Director of KST on 1 December 2003. She has acquired extensive experience in the field of quantity surveyor over the last twenty (20) years. Tengku Aniza is a member of the Institution of Surveyors, Malaysia since 1989 and is affiliated with the Board of Quantity Surveyors, Malaysia. Tengku Aniza currently sits on the board of directors of various private limited companies as a quantity surveyor.

### 5.2.4 Directors' Remuneration and Benefits

The aggregate remuneration and benefits of the directors of KST for services in all capacities to KST for the FY ended 31 December 2002 and financial period for the seven (7) months ended 31 July 2003 are RM657,680 and RM507,920 respectively as tabled below:

Directors' Remuneration and Benefits		
Range (RM ' 000)	FY ended 31 December 2002	Financial Period ended 31 July 2003
	Number of Directors	Number of Directors
10 - 100	3	3
101 - 250	2	2
251 - 500	1	1

### 5.3 Audit Committee

The composition of the Audit Committee is as follows:

Name	Responsibility	Directorship
Dato' Nik Abdul Aziz Bin Mohamed Kamil	Chairman	Independent Non-Executive Director
Dato' Chee Peck Kiat @ Chee Peck Jan	Member	Executive Director
Ishak @ Abd Rahman Bin Mohamad	Member	Independent Non-Executive Director
Tengku Aniza Binti Tengku Ab Hamid	Member	Independent Non-Executive Director

The Audit Committee of the Company is appointed by the Board and is responsible for reviewing issues of accounting policies and presentation for external financial reporting, monitoring the work of the internal audit function and ensuring that an objective and professional relationship is maintained with the external auditors. The Audit Committee has full access to both internal and external auditors who in turn have access at all times to the Chairman of the Audit Committee.

The Audit Committee reviews, amongst others, any related party transactions and potential and current conflict of interest within the Group. The Audit Committee periodically reviews the procedures set by the Company to monitor related party transactions to ensure that these transactions are carried out on normal commercial terms not more favourable to the related parties than those generally available to the third parties dealing at arm's length and are not to the detriment of the Company's minority shareholders. All reviews by the Audit Committee are reported to the Board for its further action.

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**5. INFORMATION ON SHAREHOLDERS, DIRECTORS AND KEY MANAGEMENT (Cont'd)**

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The current composition of the Audit Committee conforms to Paragraph 15.10 of the Listing Requirements of MSEB and comprises of four (4) members, the majority of whom are independent non-executive Directors.

Please refer to Sections 5.2 for profiles of the Audit Committee members.

**5.4 Key Management And Key Technical Personnel of the KST Group****5.4.1 Profile of the Key Management And Key Technical Personnel**

**Mohammad Bin Ayob**, please refer to Section 5.1.4

**Dato' Chee Peck Kiat @ Chee Peck Jan**, please refer to Section 5.1.4

**Wee Khen Peng**, please refer to Section 5.2.3.

**Noraini Bin Awang Salleh**, age 43, is the QHSE Manager for KST. He completed his certificate in Business Information & Industrial Management at the Cadas Business School, Kuching in 1997 and has been with the Group for more than 4 years. He then joined Shell in 1982 where he remained with the company for the next fourteen years. During his tenure and service, he gained in-depth experience and knowledge on budget and planning, responsible for the integrity and safety of all 'Christmas Tree' and wellheads maintenance, servicing and inspection. He joined EPR Sdn Bhd as Senior Manager in 1997. A year later, he left the company to join ST as Base Manager cum Safety Coordinator for the Labuan operations. In August 2002, he was promoted to be the QHSE Manager for KST to manage the QHSE Department. He oversees the Health, Safety and Environment ("HSE") implementation, monitoring and compliance, and advises the Company on quality and HSE matters.

**Tung Han Bee**, age 35, is the Administration Manager of KST Group. She joined the Company in 1996 as a Senior Accounts and Administration Executive and has been with the Group for 7 years. She was responsible for the daily functions of the Accounts and Administration Department and provides updated and accurate accounting information for vital business decisions. Reporting directly to the Executive Director, she was in charge of the Group's funds portfolio and cash flow management, and oversees the banking functions. In year 2002, she was promoted to Administration Manager to undertake full responsibilities in human resources and administration of the Group.

**Mohd Anwar Bin Abdul Wahab**, age 43, is the Base Manager for the Tubular Division for KST. He completed his Malaysia Certificate of Education in 1975 and joined Malaysia International Shipping Corporation Bhd in 1981 to which he contributed his services until 1986. He then joined Indera Cipta Sedaya Sdn Bhd in 1988 as Contract Esso Materials Man before moving to Camco Malaysia Sdn Bhd in 1991 as Warehouse Supervisor. He took the position of Base Supervisor of KST in early 2002 and was promoted to be the Base Manager in the middle of June 2002. He is responsible for day-to-day operations. He is also required to liaise with customer requirements and arrange for the necessary equipment load-out and attend to crew requirements for rigs.

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**5. INFORMATION ON SHAREHOLDERS, DIRECTORS AND KEY MANAGEMENT (Cont'd)**

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**Wee Kheng Hwa**, age 44, is the Technical Manager for the THS Division for KST, and has been with the Group for 8 years. He graduated from the Technical Institute of Kuantan, Pahang in 1976. He started his career as a hydrocarbon well logger, and worked his way up to Casing/Tubing Running and Torque Turn Specialist on Exploration, Development and Workover wells in Malaysia, overseas land and offshore locations over the years working in PCSB, Japex Malaysia Ltd, Nippon Oil Exploration (Malaysia) Ltd ("Nippon Oil") and Shell, a multinational oil and gas company. He was promoted to his present position in 2002 where he oversees the overall technical matters and trouble-shoots equipment related problems. His industry knowledge and skill in this area have been honed over the past twenty-four years in the Oil and Gas Industry.

**Ratnakumar a/l R. Thambidurai**, age 42, is the Manager of Tubular Division International of KST, and has been with the Group for more than 10 years. He obtained his Certification in Occupation Safety & Health Officer (approved safety officer reference number is NIOSH-SHO-0158) in 1994 from the National Institute for Occupational Safety and Health ("NIOSH"). He acquired extensive technical experience and moved up the rank during his career from 1979 to 1991 with Tioman Drilling Sdn. Bhd., Schlumberger WTA (M) Sdn. Bhd., Oilfield Mineral & Chemicals Sdn. Bhd. before moving to Weatherford (M) Sdn. Bhd. as Senior Service Technician. He joined KST in 1992 as a Service Technician to handle the Casing and Tubing Running Services. In 1994, he was promoted to be the Safety Officer upon being a certified Occupation Safety & Health Officer. He was promoted to his present position in 2001 to handle KST's upcoming overseas projects and spearhead the Company's sales and marketing channel in the overseas market.

**Zubir Bin Abdul Jalil**, age 44, is the Head of THS Department, Onshore Division for KST and has been with the group for more than nine (9) years. He joined Tioman Drilling Sdn. Bhd. in 1989 till 1991. During his tenure and service, he gained in-depth experience and knowledge on Oil and Gas industries. Upon joining KST in 1993, he was trained and assigned to handle casing/tubing running and later was promoted to Head of Offshore Department in 2002. His responsibilities include operating, maintaining Tubular Offshore and Onshore equipment and services. He leads a team of technicians.

**Ali Bin Ibrahim**, age 45, is the Head of THS, Offshore Division for KST and has been with the group for more than 8 years. He joined Indera Cipta Sedaya Sdn. Bhd. as Roughneck in 1983 to Derrickman of the Eastern Princes oilrig in 1991. He joined KST in 1994 as Casing and Tubing Service Technician and is responsible for the Casing and Tubing Running services. He was promoted to his current position of Head of THS, Offshore Division in 2002. He is responsible for the operation and maintenance of Tubing and Casing services offshore, including the supervision and training of new technicians.

**Johar Bin Othman**, age 34, is the Head of TMS, Offshore Division and has been with the group since year 1996. He joined Sobena Offshore Inc Sdn. Bhd. as Quality Control Inspector in 1991 till 1996. He joined KST as Torque Turn Technician in 1996. He was promoted to current position in year 2002. He will be responsible for the operation and maintenance of TMS offshore, including the supervision and training of new technicians.

**Pago Bin Hussin**, age 55, is the Head of TMS, Onshore Division for KST and has been with the group for more than six (6) years. He joined Schlumberger WTA (M) Sdn. Bhd. overseas in 1977 and was there till 1983 as Senior Operator. He joined KST in 1996 as Combination Technician and is responsible for the Tubing Running & Torque Turn Monitoring System. He was promoted to his current position of Head of TMS/Computer Onshore Department in 2002. He is responsible for the operation and maintenance of TMS onshore, including the supervision and training of new technicians.

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**5. INFORMATION ON SHAREHOLDERS, DIRECTORS AND KEY MANAGEMENT (Cont'd)**

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**Choo Choon Hock**, age 48, is the Manager for ST International Business for Inspection and Maintenance division and has been with the group 7 years. He joined AMF Tuboscope Inc in 1982 as trainee inspector and was there till 1984. During his tenure and service, he gained an in-depth experience and knowledge in Tubular Inspection and maintenance. Upon joining Desco (S) Pte Ltd ("Desco") in 1984, he was assigned to Malaysia project for Desco to supervise servicing on Tubular Maintenance and Services for Shell. He took the position as Base Manager for ST, Kemaman Base in 1996 and is responsible to handle ST Oil Country Tubular Goods (OCTG) Inspection and Maintenance Contract with Shell and supervision and evaluation on workers performance. He also provided strong technical support and has the ability to interpret API Specifications on Inspection Maintenance. In 2002, he was promoted to be the Manager for the ST International Inspection division for all ST overseas upcoming projects and is responsible for spearheading sales development of new project for ST overseas.

**Hosni Bin Hashim**, age 37, is the Division Manager for Inspection Maintenance division. He completed his Certificate in Mechanical Engineering in 1987 and has been with the Group for more than 6 years. He joined Presscan Sdn. Bhd. in 1988 and was there till 1990. He then joined Sobena Offshore Inc Sdn. Bhd. as QA/QC Supervisor in 1990 before moving to ST as Inspection Supervisor cum Radiation Protection Officer in 1996. His responsibilities include monitoring all the service inspection, radiation record and ISO 9002 as per company procedure. He is also capable to perform the inspection on the various type of thread connection. He was promoted to Division Manager in 2002 for KST Group.

**Roslin Bin Yusof**, age 39, is the Base Manager for Inspection and Maintenance division at the Kemaman Base and has been with the group for more than 5 years. He completed his Malaysia Certificate of Education in 1981 and joined Tuboscope (S) Pte Ltd in 1983 as Senior Inspector till 1997. He then joined ST in 1997 as Inspection Supervisor cum Radiation Protection Supervisor in 1997. He is responsible for Inspection drill tools and Tubulars and capable to perform the inspection of the various type of thread connection for Tubing and Casing and Supervision in the implementation of projects. He was promoted to Base Manager in 2002.

**Suhaimi Bin Samsudin**, age 36, is the Base Manager for the Inspection and Maintenance division at the Labuan Base. He is the Radiation Protection Supervisor and an ASNT Level II Inspector. He joined the Company in 1988 and has vast experience in Oilfield Tubular Goods Inspection. He is responsible for running and managing the day-to-day activities, which includes managing the structural inspection, blasting and painting activities and the Company's ISO MS 9002 standards and requirement. He is also responsible for the implementation and monitoring of Health, Safety & Environment policies and procedures.

**Yong Boon Chin**, age 37, joined KST as Financial Controller in March 2003. She has acquired extensive experience in the fields of corporate and financial management over the last fourteen (14) years. She has worked for listed companies in industries such as manufacturing, properties development and investment holding prior to joining KST. She is currently an Associate Member (ACMA) of the Chartered Institute of Management Accountants of London, United Kingdom and a Chartered Accountant (CA) of the Malaysian Institute of Accountants.

**Save as disclosed above, none of the Executive Directors and key management of the Group is involved full time in any other private businesses of their own, or other businesses or corporations.**



**5. INFORMATION ON SHAREHOLDERS, DIRECTORS AND KEY MANAGEMENT (Cont'd)****5.4.2 Shareholdings of the Key Management And Key Technical Personnel**

Name	Designation	No. of KST Shares Held After the Public Issue <sup>(1)</sup>			
		Direct	%	Indirect	%
Mohammad Bin Ayob	Managing Director	13,038,883	32.6	-	-
Dato' Chee Peck Kiat @ Chee Peck Jan	Executive Director	8,409,360	21.0	-	-
Wee Khen Peng	Executive Director	-	-	-	-
Noraini Bin Awang Salleh	QHSE Manager	90,000 <sup>(1)</sup>	*	-	-
Tung Han Bee	Administration Manager	220,000 <sup>(1)</sup>	*	-	-
Mohd Anwar Bin Abdul Wahid	Base Manager (Tubular Division)	15,000 <sup>(1)</sup>	*	-	-
Wee Kheng Hwa	Technical Manager (THS Division)	200,000 <sup>(1)</sup>	*	-	-
Ratnakumar a/l R. Thambidurai	Manager (International Business Division)	240,000 <sup>(1)</sup>	*	-	-
Zubir Bin Abdul Jalil	Head of THS (Onshore Division)	35,000 <sup>(1)</sup>	*	-	-
Ali Bin Ibrahim	Head of THS (Offshore Division)	35,000 <sup>(1)</sup>	*	-	-
Johar Bin Othman	Head of TMS (Offshore Division)	25,000 <sup>(1)</sup>	*	-	-
Pago Bin Hussin	Head of TMS (Onshore Division)	10,000 <sup>(1)</sup>	*	-	-
Choo Choon Hock	Manager (International Business for Inspection and Maintenance Division)	220,000 <sup>(1)</sup>	*	-	-
Hosni Bin Hashim	Division Manager (Inspection and Maintenance)	60,000 <sup>(1)</sup>	*	-	-
Roslin Bin Yusuf	Base Manager (Inspection and Maintenance – Kemaman Base)	60,000 <sup>(1)</sup>	*	-	-
Yong Boon Chin	Financial Controller	10,000 <sup>(1)</sup>	*	-	-
Suhaimi Bin Samsudin	Base Manager – (Inspection and Maintenance – Labuan Base)	20,000 <sup>(1)</sup>	*	-	-

Note:-

(1) Based on the assumption that they subscribe for their full entitlements pursuant to the allocation of shares under the "pink form" allocation under the Public Issue

\* Less than 1.0% of the enlarged share capital of 40,000,000 KST Shares.

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**5. INFORMATION ON SHAREHOLDERS, DIRECTORS AND KEY MANAGEMENT (Cont'd)**

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**5.5 Declaration of Directors, Key Management and Technical Personnel**

None of the Directors or key management and technical personnel, is or has been involved in any of the following events (whether in or outside Malaysia):

- (a) a petition under any bankruptcy or insolvency laws was filed (and not struck out) against such person or any partnership in which he was a partner or any corporation of which he was a director or key personnel;
- (b) a conviction in a criminal proceeding or is a named subject of a pending criminal proceeding; or
- (c) the subject of any order, judgement or ruling of any court of competent jurisdiction 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.

**5.6 Relationships**

Save as disclosed below, as at the date of this Prospectus, none of the substantial shareholders, promoters, Directors, key management and technical personnel or members of the management team are related to each other:

Mr. Wee Khen Peng and Mr. Wee Kheng Hwa are brothers.

**5.7 Service Agreements**

None of the directors and key management of the Company have any current or proposed service contracts with the Company or its subsidiary company.

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**6. MORATORIUM ON DISPOSAL OF SHARES**

It is a condition of the SC's approval on 29 September 2003 that the promoters and substantial shareholders of KST will not be allowed to sell, transfer or assign their shareholdings amounting to 45% of the enlarged issued and paid-up share capital of KST within one (1) year from the date of admission of KST on the Official List of the Second Board of the MSEB.

The moratorium means that the following substantial shareholders are not allowed to sell, transfer or assign the shares under moratorium amounting to 45% of the nominal issued and paid-up capital, for one (1) year from the date of admission of KST to the Official List of the Second Board of the MSEB. Thereafter, the promoters and substantial shareholders will be permitted to sell, transfer or assign their respective shareholdings in the Company which is under moratorium.

The promoters and substantial shareholders of the KST will be subjected to a moratorium on the sale of shares on the following basis: -

Promoters/ Substantial Shareholders	No. Of Shares Held (After the Listing)	% of the enlarged issued and paid-up share capital	No. Of Shares Under Moratorium	% of the enlarged issued and paid-up share capital
Mohammad Bin Ayob	13,038,883	32.6	9,109,883	23%
Dato' Chee Peck Kiat @ Chee Peck Jan	8,409,360	21.0	2,463,360	6%
Dato' Dr Abdul Razak Bin Abdul	8,351,757	20.9	6,426,757	16%
<b>Total</b>	<b>29,800,000</b>	<b>74.5%</b>	<b>18,000,000</b>	<b>45%</b>

The restriction, which is fully accepted by the aforesaid promoters and substantial shareholders, is specifically endorsed on the share certificates representing the respective shareholdings of the aforesaid promoters/shareholders which are under moratorium to ensure that KST's registrar do not register any transfer not in compliance with the restriction imposed by the SC and the MSEB.

The remarks to be endorsed on these share certificates are as follows:-

*"The shares comprised herein are not capable of being sold, transferred or assigned for a period as determined by the Securities Commission ("Moratorium Period"). The shares comprised herein will not constitute good delivery pursuant to the Rules of the Exchange during the Moratorium Period. No share certificate or certificates will be issued to replace this certificate during the Moratorium Period unless the same shall be endorsed with this restriction."*

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## 7. APPROVAL AND CONDITIONS

### 7.1 Approvals

The FIC, MITI and the SC approved the Listing Scheme on 2 May 2003, 11 April 2003 and 29 September 2003 respectively. The SC has approved the payment of dividends RM1.5 million prior to the Listing Scheme on 13 January 2004. The conditions imposed by all the authorities and the statuses of compliance are set out as follows:

Authority		Conditions	Status of compliance
FIC	1.	To inform the FIC upon completion of the Listing Scheme	To be complied
MITI	1.	KST is to obtain approval from the SC and the FIC.	Complied
	2.	MITI had recognized Mohamad Bin Ayob and Dato' Dr Abdul Razak Bin Abdul as the Bumiputera shareholders with total shareholdings of 53.48% of the enlarged issued and paid-up capital of KST. They may disposed 30% of the shares allotted to them within 12 months from the date of the listing of KST, whereas the remaining 70% will be in stages to be approved by MITI.	To be complied
SC	1	Of the 10,200,000 new ordinary shares to be issued pursuant to the Public Issue, 3,000,000 and 5,200,000 shares is to be reserved for the Malaysian Public by way of balloting and placement, respectively and at least 30% will be reserved for Bumiputera investors and 2,000,000 new ordinary shares to be issued pursuant to the Public Issue is to be allotted to eligible employees of the Group. Any unsubscribed portion of the shares to eligible employees of the Group shall be offered to the Malaysian Public	Tung Han Bee, being one of the eligible employees of the Group, has given her irrevocable undertaking to subscribe for the remaining shares not subscribed by other eligible employees of the Group. Complied.
	2.	Utilisation of Proceeds	
		The SC's approval will be required for any variation in the proposed utilisation of proceeds as disclosed, other than for the core business of the Group.	To be complied, where applicable
		For any variation to the utilisation of proceeds of 25% or more than what has been disclosed herein, KST will be required to obtain its shareholders' approval. If the variation is less than 25%, proper disclosure is required to be made to KST's shareholders.	To be complied, where applicable

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## 7. APPROVAL AND CONDITIONS (Cont'd)

Authority		Conditions	Status of compliance
SC (Cont'd)		Any extension of time for the Proposed Utilisation of proceeds, KST is required to obtain a Directors' Resolution and is required to disclose of the details to the MSEB.	To be complied, where applicable
		Details of the utilisation of proceeds is to be disclosed in future quarterly announcements and to be also included in the annual reports of the Company.	To be complied
	3.	The Directors and promoters are required to devote themselves on a full-time basis and is not allowed to be involved in other full-time business of their own	Only the Executive Directors are required to devote themselves on a full-time basis and is not allowed to be involved in other full-time business of their own. Complied.
	4.	Promoters, directors and substantial shareholders are not allowed to be involved in any businesses of their own which will be in conflict with the Group. In addition, the promoters and substantial shareholders are required to provide an undertaking letter that they will not be involved in any businesses which will be in competition with the existing business	Complied. Confirmation from Promoters, directors and substantial shareholders were forwarded to the SC on 30 October 2003 and 26 January 2004.
	5.	Any transactions in the future between the Group and the companies related to the Promoters and Directors must be transacted in arm's length and on terms which are no more favourable than the normal commercial terms of the Group so as to not to be detrimental to the Group. In addition, the Audit Committee is required to report on such related party transactions in the Company's annual report.	To be complied
	6.	The Company is to provide evidence of financing capabilities from all substantial Bumiputera shareholders to subscribe for their entitlement under the Rights Issue	Evidence of financing has been forwarded to the SC on 19 January 2004.
	7.	Trade Debtors	
		KST is to disclose in the Prospectus a trade debtors listing, as well as the aging analysis. The Directors is also required to comment or provide a statement on any trade debtors exceeding the normal credit period	Complied. Please refer to Section 10.4 herein
		Full provision is required for all trade debtors with disputes and/ or trade debtors where legal action has been taken against them and/ or trade debtors with aging of exceeding six (6) months.	Complied. Please refer to Section 10.4 herein

## 7. APPROVAL AND CONDITIONS (Cont'd)

Authority		Conditions	Status of compliance
SC (Cont'd)		The Directors are required to provide a written confirmation on the trade debtors exceeding the normal credit period is recoverable and that Company has fully provided any trade debtors with the aging of exceeding six (6) months, prior to the printing of this Prospectus.  In addition, this condition must be incorporated in the Company's financial statements, profit and cash flow estimate and forecast.	Confirmation from the Directors was duly forwarded to the SC on 19 January 2004
	8.	The Company is to provide a written confirmation that all other conditions imposed by other relevant authorities in relation to the licences issued to the Group have been complied with, prior to the issuance of this Prospectus.	Confirmation from the Directors was duly forwarded to the SC on 19 January 2004
	9.	<b>Disclosure in the Prospectus</b>	
		The Company is to disclose its risk management plans to overcome risks in relation with its business, in events of break-out of fire, power crisis, and other risks which may have an impact on the continuity and profitability of the Group	Complied. Please refer to Section 3.18 herein
		To incorporate the Group's management succession plans	Complied. Please refer to Section 3.7 herein
		To disclose on the Group's over-dependence on selected customers in Malaysia, including detailed information on those customers, the steps taken to minimise the potential risks associated with the over-dependences	Complied. Please refer to Section 4.7 herein
		Disclosure on the (small number of existing and potential customers in Malaysia)	Complied. Please refer to Section 4.7 herein
		The Group's future plans to enhance its core business, including plans for any overseas expansions and the expected time frame to realise these plans	Complied. Please refer to Section 4.9 herein
	10.	The Group is not allowed to venture into other business outside its core business for at least three (3) years after its listing on the Second Board of the MSEB	Noted.

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## 7. APPROVAL AND CONDITIONS (Cont'd)

Authority		Conditions	Status of compliance
SC (Cont'd)	11.	Moratorium	
		In accordance with the SC Guidelines, a moratorium is imposed on the disposal of 18,000,000 KST Shares held by the Promoters, representing 45% of the enlarged issued and paid-up share capital of KST, whereby they are not permitted to sell, transfer or assign their shareholdings under the said moratorium within one (1) year from the date of listing of KST on the Second Board of MSEB.  For further details of the conditions imposed, please refer to Section 6 of this Prospectus.	To be complied.
SC (13 January 2004)	1.	The Company must ensure that the payment for the proposed dividends of RM1.5 million will be fully financed from the Company's internally generated funds and not financed by bank borrowings. The Company must provide confirmation to the SC on the source of payment of dividends prior to payment of abovementioned dividends.	Complied.  Confirmation from the Company has been forwarded to the SC on 19 January 2004.
	2	The Company's external auditors must provide written confirmation to the SC, prior to implementation of the proposed dividends, that the NTA value of the Group after the proposed dividends should not be lower than the NTA as at 31 December 2002.	Complied.  Confirmation from the external auditors has been forwarded to the SC on 19 January 2004.

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## 7. APPROVAL AND CONDITIONS (Cont'd)

## 7.2 Approvals, Major Licences And Permits

The details of major licences held by KST is as tabulated below:

Licencee / Authority	Licence	Date of issue	Validity	Equity Conditions / Conditions Affecting Operations	Status of Compliance
PETRONAS	<p>"Lesen Membekal Peralatan/Memberi Perkhidmatan kepada Syarikat-Syarikat Carigali dan Pengeluar Minyak/Gas di Malaysia" for the following category:</p> <p>i) Drilling Equipment &amp; Materials;            ii) Instrumentation;            iii) Mechanical;            iv) Maintenance Services; and            v) Production / Drilling / Workover / Associated Services</p> <p>License No. L-142241-X</p>	25.06.2002	01.07.2002 to 30.06.2004	<p>1. The Company must inform PETRONAS on changes to the Company i.e. equity ownership, composition of the board of directors, and management within 14 days from the said changes. Failure to inform PETRONAS will result of the license being revoked</p> <p>2. The company is not allowed to engage other company as principal, agent, sub-contractor or vice versa to provide any service, facilities or equipment without prior written consent from PETRONAS.</p> <p>3. The Company must use the workforce available in Malaysia and employment of foreign workers will only be permissible if the Company can show that such workforce cannot be found in Malaysia.</p> <p>4. The Company, unless agreed by PETRONAS must conduct its business in Malaysia using local facilities such as bank, insurance and other professional services or which are run by Malaysian citizen or firms or corporations incorporated in Malaysia.</p> <p><i>Notes:</i></p> <p>i. <i>By virtue of KST becoming a public listed company, the minimum equity to be held by Bumiputera should be 35%</i></p> <p>ii. <i>The minimum Bumiputera participation at the board of directors, management and employment level should be 70%.</i></p>	<p>Complied</p> <p>Complied</p> <p>N/A – No foreign workers employed</p> <p>Complied</p> <p>To be complied</p> <p>Complied</p>
CIDB Malaysia	<p>Acknowledgement of Registration</p> <p>Registration No. 1970626-SL037557</p>	30.05.2003	Expiring 25.06.2006	The Contractor is not allowed to undertake to build any construction projects which its developing cost exceeds the grade which it is registered under and the Contractor is not allowed to carry out any construction projects outside its registered category,	Complied

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## 7. APPROVAL AND CONDITIONS (Cont'd)

Licence / Authority	Licence	Date of issue	Validity	Equity Conditions / Conditions Affecting Operations	Status of Compliance
MOF	Acknowledgement of Registration of Contractor for the following services:  180100 – “Mesin dan Kelengkapan Bengkel”  180200 – “Peralatan Perindustrian Minyak”  180300 – “Mesin dan Kelenkapan Khusus”	09.04.2001	Expiring 21.02.2006	The Company must ensure that the fields registered in this certificate must not contradict/overlap with any other fields where approval has been given to any Companies such as:  (i) Companies which have the same shareholder, board of directors and key management; and  (ii) Companies which operates at the same premise.	Complied  Complied

The details of major licences held by the ST is as tabulated below:

Licence / Authority	Licence	Date of issue	Validity	Equity Conditions / Conditions Affecting Operations	Status of Compliance
PETRONAS	“Lesen Membekal Peralatan/Memberi Perkhidmatan kepada Syarikat-Syarikat Carigali dan Pengeluar Minyak/Gas di Malaysia” for the following category:  i) Geological Reservoir; ii) Production / Drilling / Workover / Associated Service; iii) Quality Assurance; iv) Maintenance Services; and v) Onshore Construction Fabrication  License No. L-98211-X	10.03.2003	16.03.2003 to 15.03.2004	1. The Company must inform PETRONAS on changes to the Company i.e. equity ownership, composition of the board of directors, and management within 14 days from the said changes. Failure to inform PETRONAS will result in the license being revoked.  2. The company is not allowed to engage other company as principal, agent, sub-contractor or vice versa to provide any service, facilities or equipment without prior written consent from PETRONAS  3. The Company must use the workforce available in Malaysia and employment of foreign workers will only be permissible if the Company can show that such workforce cannot be found in Malaysia  4. The Company, unless agreed by PETRONAS must conduct its business in Malaysia using local facilities such as bank, insurance and other professional services or which are run by Malaysian citizen or firms or corporations incorporated in Malaysia	Complied  Complied  Complied  Complied

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## 7. APPROVAL AND CONDITIONS (Cont'd)

Licencee / Authority	Licence	Date of issue	Validity	Equity Conditions / Conditions Affecting Operations	Status of Compliance
PETRONAS (Cont'd)				<p>5. For the category of</p> <p>i) Maintenance Services; and ii) Onshore Construction / Fabrication,</p> <p>The minimum participation of Bumiputera is 70% at the equity level, board of directors and key management of the company. Failure to comply with this condition will result in the company not being able to tender or carry on work in the category of</p> <p>i) Maintenance Services; and ii) Onshore Construction / Fabrication,</p> <p>be revoked automatically.</p>	<p>Not Complied - As the condition is not complied with, the company is unable to tender for works in the following category:</p> <p>i) Maintenance Services; and ii) Onshore Construction / Fabrication.</p>
CIDB Malaysia	<p>Acknowledgement of Registration</p> <p>Registration No. 1000105-SL054886</p>	05.01.2000	21.01.2003 to 20.01.2006	The Contractor is not allowed to undertake to build any construction projects which its developing cost exceeds the grade which it is registered under and the Contractor is not allowed to carry out any construction projects outside its registered category.	Complied
SIRIM QAS Sdn Bhd	<p>Quality System Registration Certificate</p> <p>Registration No. AR1616</p> <p>At Site 2 Kemaman Supply Base, Door 10 &amp; 12, Admin Block, 24007 Kemaman Terengganu Darul Iman</p>	29.12.1998	Expiring 28.12.2004		N/A
SIRIM QAS Sdn Bhd	<p>Quality System Registration Certificate</p> <p>Registration No. AR 1616</p> <p>At Asian Supply Base, 87301 WP Labuan Sabah</p>	29.12.1998	Expiring 28.12.2004		N/A

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## 7. APPROVAL AND CONDITIONS (Cont'd)

Licencee / Authority	Licence	Date of issue	Validity	Equity Conditions / Conditions Affecting Operations	Status of Compliance
Lembaga Perlesenan Tenaga Atom (Cont'd)				<p>6. <u>Storage</u></p> <p>The Licensee shall only store the "peralatan sinaran" in locations or facilities approved of by the Board, in accordance with the procedure laid down by the Board</p>	Complied
				<p>7. <u>Medical Examinations</u></p> <p>The Licensee shall submit to the Board a copy of the medical report on page 16 of Form LPTA/BM/5A within 14 days of receipt of such report from a registered medical laboratory endorsed by the Board.</p>	Complied
				<p>8. <u>"Meter tinjau"</u></p> <p>The Licensee shall have at least 2 "alat pengukur dedahan sinaran luar (meter tinjau)" at each of its premises.</p>	Complied

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## **8. RELATED PARTY TRANSACTIONS/CONFLICTS OF INTEREST**

### **8.1 Related Party Transaction/Conflict Of Interest**

Save as disclosed below, as at the date of this Prospectus, there have been no transactions between the KST Group and the substantial shareholders/ Promoters or Directors or the key management of the Group, or persons connected to such Substantial Shareholders/ Promoters or Directors.

- (a) KST and ST purchase airline tickets on a monthly basis from Gem Travel & Tours Sdn Bhd ("Gem Travel") on which Dato' Chee Peck Kiat @ Chee Peck Jan is a director and substantial shareholder, with shareholdings of 630,000 shares representing 40% of the paid-up capital of Gem Travel. The purchases of the airline tickets are for the employees of KST and ST to travel to other countries for business purposes. The purchases of the airline tickets are transacted on normal commercial terms. It is anticipated that the average tickets to be purchased by the Group per month from Gem Travel & Tours Sdn Bhd would be in the region of RM45,000; and
- (b) KST, as Purchaser, has entered into a conditional share sale agreement dated 17 February 2003 with Mohammad Bin Ayob, Dato' Chee Peck Kiat @ Chee Peck Jan and Dato' Dr Abdul Razak Bin Abdul as vendors for the entire issued and paid-up share capital of ST for a total purchase consideration of RM5,099,260 only, which shall be satisfied by the allotment and issue of 4,635,691 new ordinary shares of RM1.00 each in KST to the Vendors at issue price of RM1.10 per new ordinary share. Mohammad Bin Ayob, Dato' Chee Peck Kiat @ Chee Peck Jan and Dato' Dr Abdul Razak Bin Abdul are also directors and shareholders of KST.

The Directors of KST are of the view that the above transactions have been established at arms length under mutually agreed terms, which are not favourable to the related parties other than those generally available to the public.

### **8.2 Interest In Similar Business**

Save as disclosed below, as at the date of this Prospectus, none of the Directors or the substantial shareholders and/ or key management are interested, directly or indirectly, in any business carrying on similar trade as KST and its subsidiary company:

Mohammad Bin Ayob, the Director and substantial shareholder of KST, is currently a director of M.I. Drilling Fluids (M) Sdn Bhd ("M.I. Drilling"). The principal activities of M.I. Drilling are the provision of drilling chemicals and mud engineering services. Although these are services provided to the oil and gas industry, they are not in competition with the principal activities of the KST Group.

### **8.3 Loans (Including Guarantee Of Any Kind) Made By KST Group To The Related Parties**

As at the date of this Prospectus, there is no outstanding loans (including guarantees of any kind) made by KST Group to its related parties.

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**8. RELATED PARTY TRANSACTIONS/CONFLICTS OF INTEREST (Cont'd)****8.4 Transaction that are Unusual in their Nature or Condition**

To the best knowledge and belief of the Directors of KST, they are not aware of any transactions that are unusual in nature or conditions, involving goods, services, tangible or intangible assets, to which KST or its subsidiary was a party in respect of the past one (1) financial year and the subsequent financial period thereof, immediately preceding the date of this Prospectus.

**8.5 Promotion Of Assets**

Promotion of assets pursuant to the Acquisition of ST:

Interested Party	Relationship
Mohammad Bin Ayob	He is the director, promoter and substantial shareholder of KST and a key management of the Group
Dato' Chee Peck Kiat @ Chee Peck Jan	He is the director, promoter and substantial shareholder of KST and a key management of the Group
Dato' Dr Abdul Razak bin Abdul	He is the director, promoter and substantial shareholder of KST.

The particulars of the Acquisition of ST is detailed in Section 4.3.2 of the Prospectus.

Save as disclosed above, the Directors are not aware of any other director and substantial shareholders having any interest in the promotion of, or in any material assets, within two (2) years preceding the date of this Prospectus, acquired or disposed of by or leased to the Group, or are proposed to be acquired or disposed of by or leased to the Group.

**8.6 Declaration By Advisers**

Save as disclosed below, Aseambankers hereby confirms that there is no existing or potential conflict of interest in its capacity as the Adviser for the restructuring and listing of KST on the Second Board of the MSEB.

Borrower	Lender	Facility (Amount Granted)	Interest rate	Amount outstanding as at 31 July 2003 RM
KST	Aseam Credit Sdn Bhd	Industrial Hire Purchase (RM3.9 million)	5.5% flat rate x 2 years	1,337,748
KST	Malayan Banking Berhad	Term Loan - RM3.7 million - RM1.2 million	BLR+2% 6.5% flat	3,573,420
KST	Malayan Banking Berhad	Overdraft (RM2.3 million)	BLR+1.75%	288,016
KST	Mayban Finance Berhad	Hire Purchase of Motor Vehicle	5.9% x 3 years	1,423
ST	Malayan Banking Berhad	Overdraft (RM0.5 million)	BLR+1.75%	(101,914)
ST	Malayan Banking Berhad	Term Loan (RM0.3 million)	BLR+1.75%	102,351

**8. RELATED PARTY TRANSACTIONS/CONFLICTS OF INTEREST (Cont'd)**

Malayan Banking Berhad ("Maybank"), Aseam Credit Sdn Bhd ("Aseam Credit") and Mayban Finance Berhad ("Mayban Finance"), as the parent company and the sister companies of Aseambankers, respectively have extended the various credit facilities to the KST Group.

The credit facilities, as disclosed above, granted by Maybank, Aseam Credit and Mayban Finance to the KST Group are in their ordinary course of business as financial institutions. KST has proposed to retire the entire existing term loans and the industrial hire purchase facility amounting to RM4.96 million from the proceeds raised from the Rights Issue and Public Issue.

ST and Maybank have entered into a tenancy agreement dated 30 May 2002 whereby ST agrees to let to Maybank the ground floor of a 5 storey building on land held under Pajakan Negeri No. 9374 (Lot No. 332), Town of Kuala Lumpur, Wilayah Persekutuan known as No. 18, Jalan Bangsar Utama 1, Bangsar Utama, 59200 Kuala Lumpur. The tenancy is for a duration of 3 years commencing from 1 October 2001 at a monthly rental of RM4,403.25.

Messrs Lee Choon Wan & Co. has given the confirmation that there is no existing or potential conflict of interest in their capacity as Solicitor for the Public Issue.

Messrs Ernst & Young has given the confirmation that there is no existing or potential conflict of interest in their capacity as Auditor and Reporting Accountant for the Public Issue.

ACNielsen (Malaysia) Sdn Bhd has given the confirmation that there is no existing or potential conflict of interest in their capacity as Independent Market Research Consultant for the Public Issue.

Khong & Jaafar Sdn Bhd has given the confirmation that there is no existing or potential conflict of interest in their capacity as Independent Valuer for the Public Issue.

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## 9. OTHER INFORMATION CONCERNING KST GROUP

### 9.1 Properties

A summary of the land and buildings owned by KST Group are as follows:

#### 9.1.1 Registered owner: KST

Identification	Title & Lot No.	Age of Building	Tenure/Date of Expiry of Lease	Description/ Existing Use	Land/ Built-up Area	Net Book Value as at 31.12.2002 RM	Open Market Value as appraised by the valuers RM	Date of Issuance of Certificate of Fitness	Restriction in Interest	Date of Inspection
Factory No. B 17 Kawasan MIEL, Jakar 3 Industrial Estate, Kemaman, Terengganu	Land under title HS(D) 2019, PT 5393, Mukim of Cukai, District of Kemaman, Terengganu, Darul Iman	9 years	Leasehold land for 60 years. Lease ending 19.4.2053	1 1/2 - storey semi-detached factory. Owner occupied for light industrial purpose.	Land: 947 square metres Built-up: 396.77 square metres	290,787	350,000	28.1.1992	"Tanah yang diperolehi ini tidak boleh dipindahtitip, digadai atau dipajak kecuali terlebih dahulu diberi kebenaran bertulis oleh Pihak Berkuasa Negeri" and "Sekatan kepentingan diatas tidak bertakluk kepada Malaysia Industries Estates Sdn Bhd"	30 December 2002

The property has been charged to Oriental Bank Berhad in 2000. The above valuations do not require the approval of the SC.

#### 9.1.2 Registered owner: ST

Identification	Title & Lot No.	Age of Building	Tenure/Date of Expiry of Lease	Description/ Existing Use	Land/ Built-up Area	Net Book Value as at 31.12.2002 RM	Open Market Value as appraised by the valuers RM	Date of Issuance of Certificate of Fitness	Restriction in Interest	Date of Inspection
No. 18, Jalan Bangsar Utama 1, Bangsar Utama, 59100 Kuala Lumpur	P.N. 9374, Lot No 332 Seksyen 96 HS(D) No. 52622 Town of Kuala Lumpur Wilayah Persekutuan	16 years	Leasehold land for 99 years. Lease ending 3.12.2085	5-storey shop cum office building. The property is presently being let.	Land: 168 square metres Built-up: 850.04 square metres	2,031,692	2,167,000	1988	"Tanah ini tidak boleh dipindahtitip, dipajak, dicagar dan digadai kecuali melangka dengan kebenaran Jawanankuasa Kerja Tanah Wilayah Persekutuan Kuala Lumpur"	30 December 2002

The property has been charged to Maybank three times, in 1991 and 2000. The above valuations do not require the approval of the SC.



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**9. OTHER INFORMATION CONCERNING KST GROUP (Cont'd)**

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**9.2 Acquisition Of Properties**

There have been no acquisitions of properties during the two (2) years preceding the date of this Prospectus. No further details of the acquisition of the properties listed in Section 9.1 above are therefore, available.

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