



PPB GROUP BERHAD

Analyst & Press Briefing
Unaudited 1H10 Results
2 September 2010



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Agenda

- 1. Group Financial Highlights**
- 2. Review of Major Operations**
- 3. 5-Year Financial Performance**
- 4. Dividend Record**
- 5. Prospects for 2010**
- 6. Share Information**



Group Financial Highlights

Financial Results FOR THE PERIOD ENDED 30 JUNE 2010

**Continuing
Operations**

-  **Grains Trading, Flour & Feed Milling**
-  **Consumer Products Distribution**
-  **Film Exhibition & Distribution**
-  **Waste Management & Utilities**
-  **Property Development, Management & Investment**
-  **Others**



Financial Results FOR THE PERIOD ENDED 30 JUNE

CONTINUING OPERATIONS

	2010 (RM)	2009 (RM)	Change
Revenue	1.085 bil	1.039 bil	↑ 4.4%
Operating Expenses	981.3 mil	961.8 mil	↑ 2.0%
PBT*	628.5 mil	626.1 mil	↑ 0.4%
Profit for the Period	608.3 mil	610.3 mil	↓ 0.3%
EPS	50.98 sen	50.87 sen	↑ 0.2%
* Note :- Share of Wilmar's Profit	452.3 mil	519.5 mil	↓ 12.9%



Financial Ratios

CONTINUING & DISCONTINUED OPERATIONS

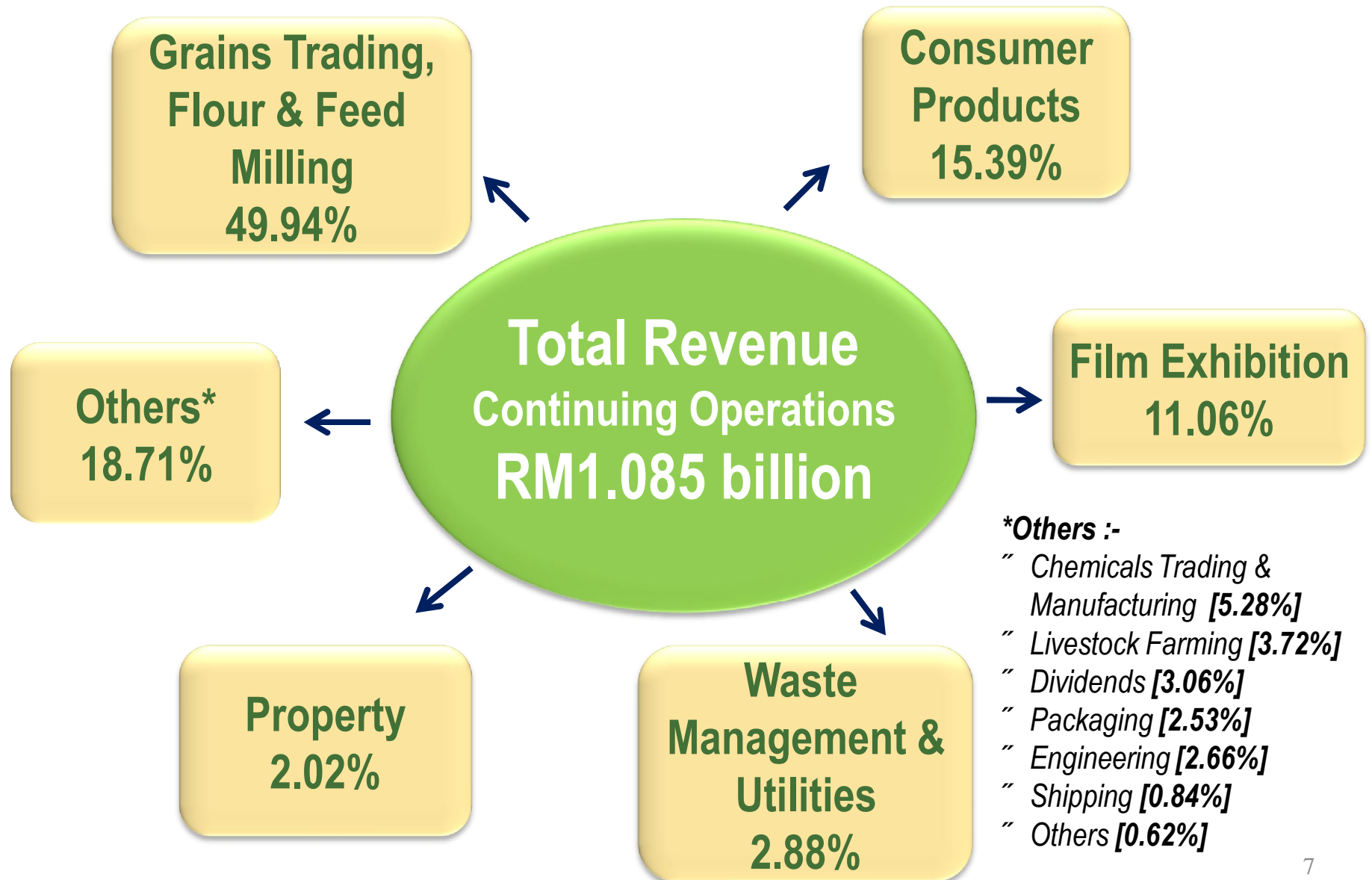
	2010	2009	
Profit for the Period	RM1.447 bil*	RM676.5 mil	↑ 113.9%
EPS	121.7 sen	56.5 sen	↑ 115.4%
ROE Attributable to Shareholders	10.2%	5.0%	↑ 5.2%
Net Assets Per Share Attributable to Shareholders	RM11.93	RM11.35	↑ 5.1%

* Includes gain on sale of the sugar-related assets of RM838 million.



Segmental Information

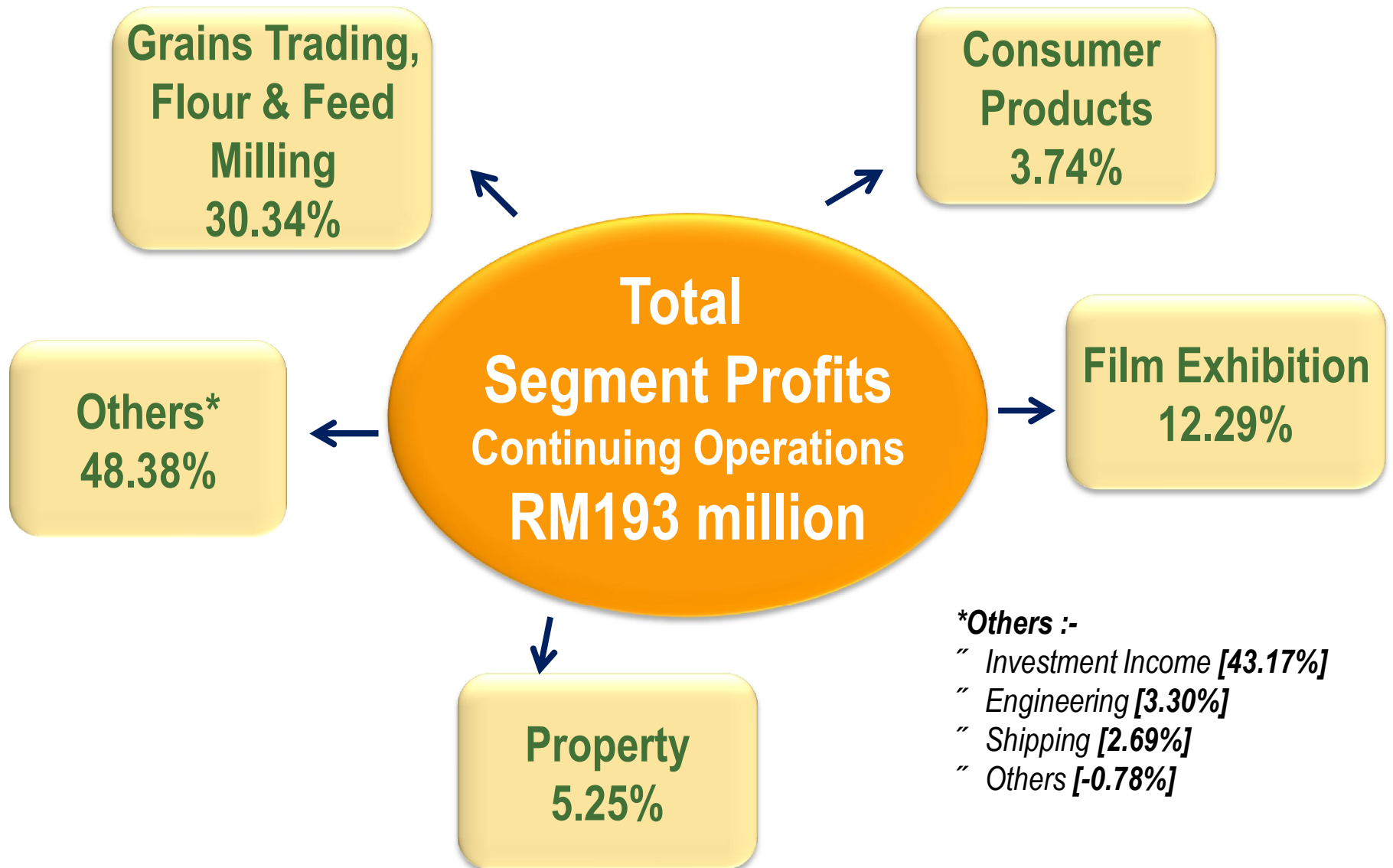
FOR THE PERIOD ENDED 30 JUNE 2010





Segmental Information

FOR THE PERIOD ENDED 30 JUNE 2010

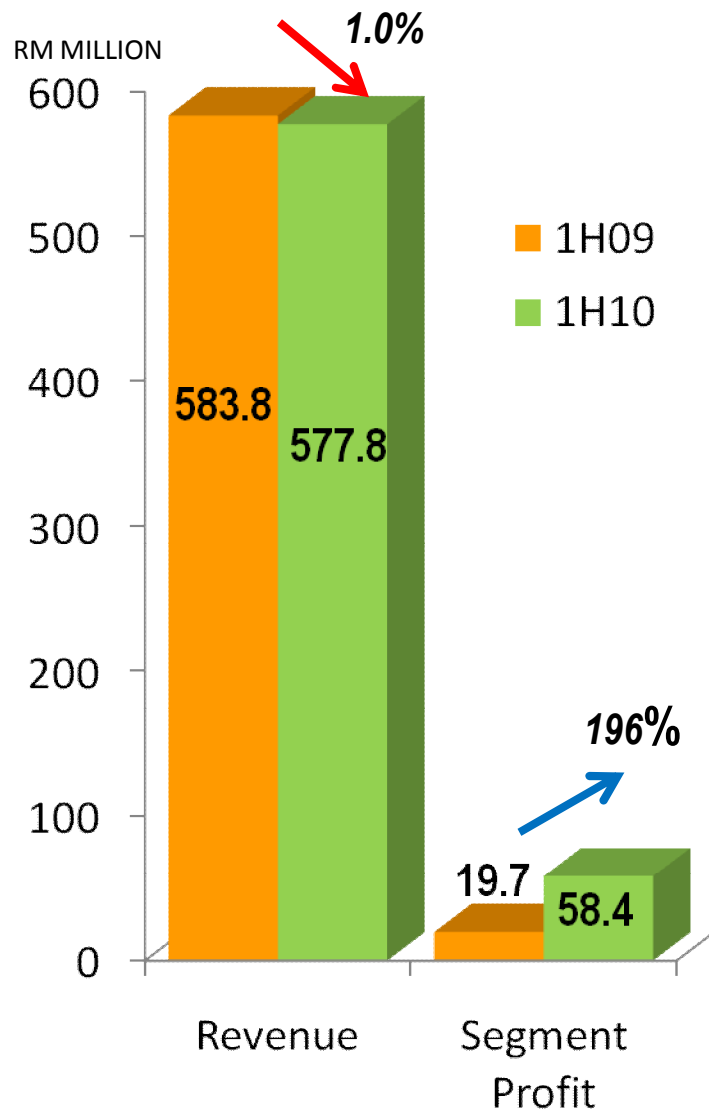




Review Of Major Operations



Review of Major Operations



GRAINS TRADING, FLOUR AND FEED MILLING

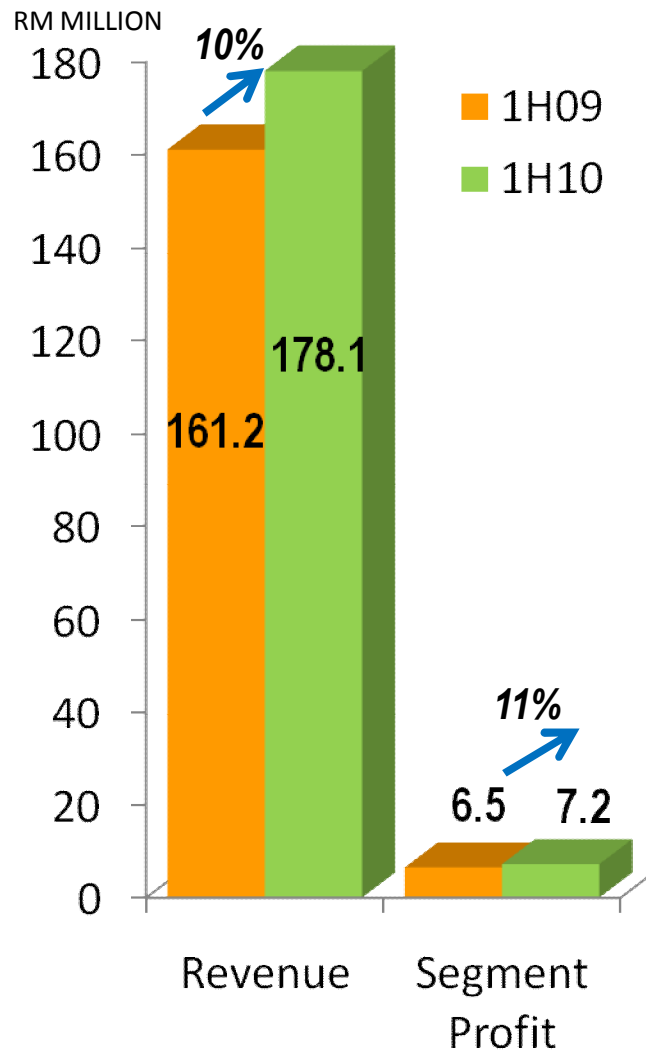
Although flour sales increased due to the contribution from the new flourmill in Cilegon, Indonesia, selling price was relatively lower compared to 1H09. With the lower sales volume of animal feed, segment revenue was marginally lower.



Operating profit increased 3-folds due to lower raw material prices which contributed to higher profit margins.



Review of Major Operations



CONSUMER PRODUCTS DISTRIBUTION

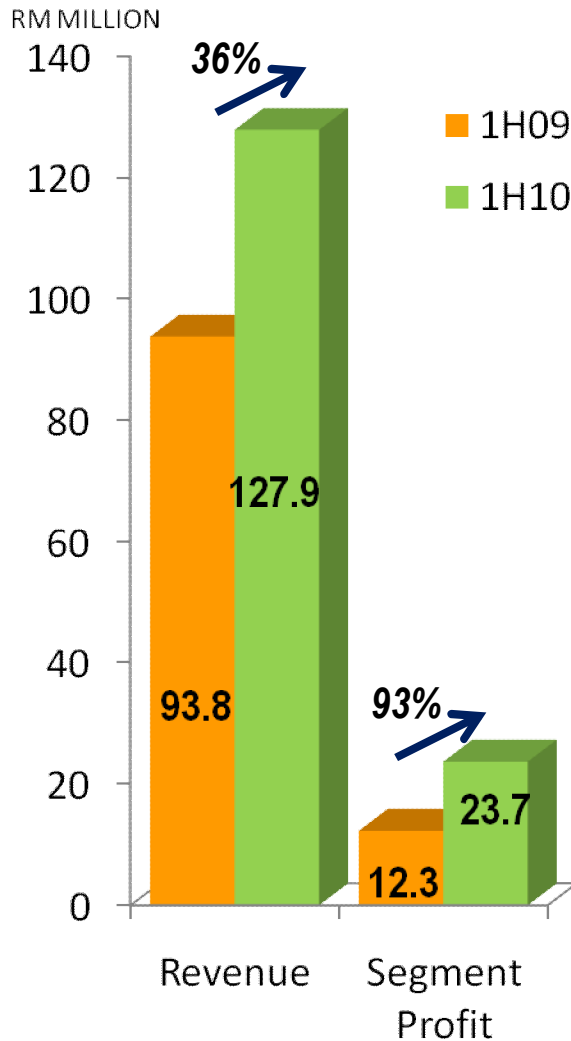


Revenue and Operating Profit improved as all major agency products performed exceptionally well, ahead of the previous corresponding period sales.

The major in-house products, edible oils, are under the government's subsidy scheme and sales are limited to the same quota given for the past 2 years.



Review of Major Operations



FILM EXHIBITION AND DISTRIBUTION



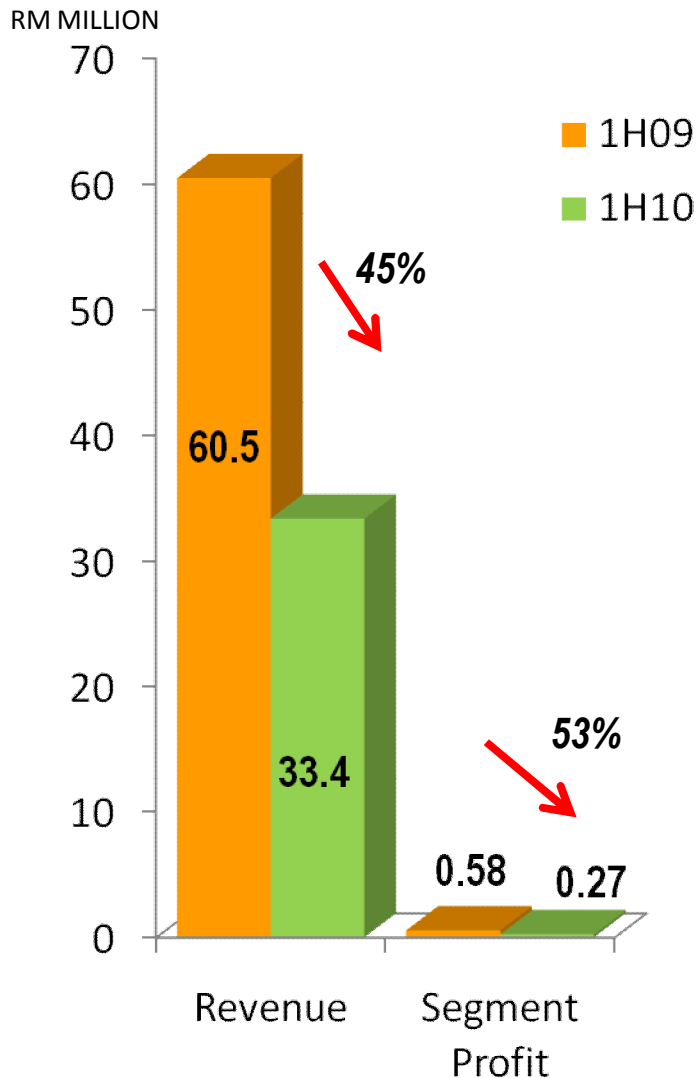
Revenue for 1H10 increased due to the opening of 3 new cinemas, namely, GSC Suria Sabah, GSC Tropicana and GSC East Coast Mall and additional screens at GSC IOI in year 2009 as well as higher admissions at existing cinemas.



Operating profit improved due to higher admissions from the strong release of films and the pick up in performance of newly opened cinemas.



Review of Major Operations

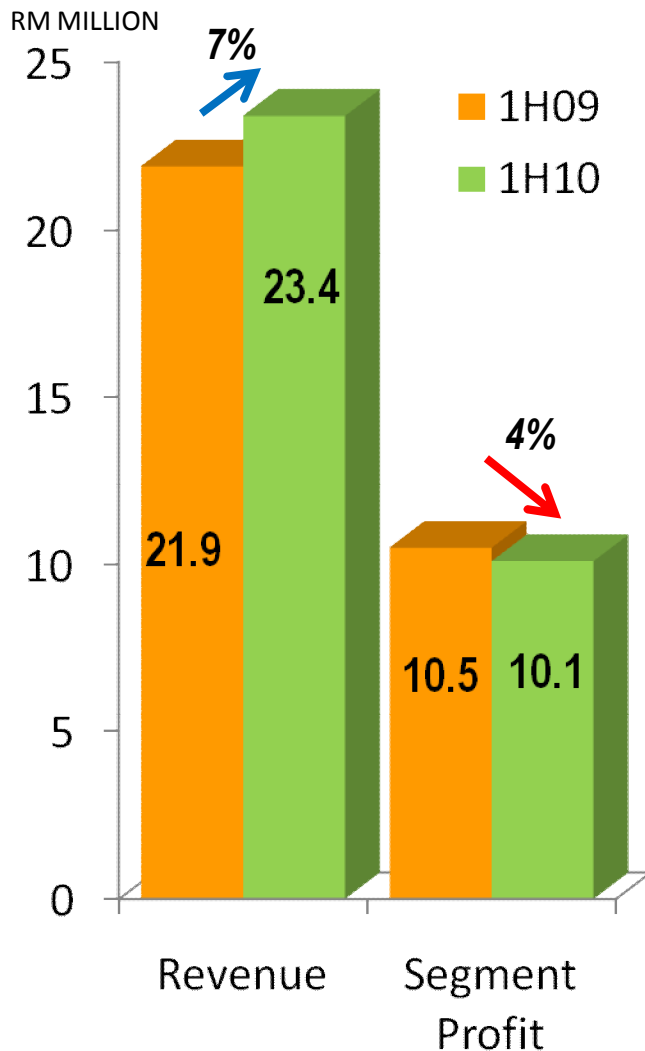


ENVIRONMENTAL ENGINEERING, WASTE MANAGEMENT & UTILITIES


- Revenue and Operating Profit for 1H10 were lower as most of the carried over projects from 2009 were near completion stage in 1H10. Contribution from the newly secured projects will only be recognised in the 2H10.




Review of Major Operations



PROPERTY INVESTMENT AND DEVELOPMENT

 Revenue for 1H10 improved due to sale of more residential units under the Taman Mentari project in Bedong, Kedah.

 Operating profit reduced marginally as there were no new projects launched during the year. The 2nd Phase of 13 units bungalows in Bukit Segar, Cheras will be launched in the 4Q10.

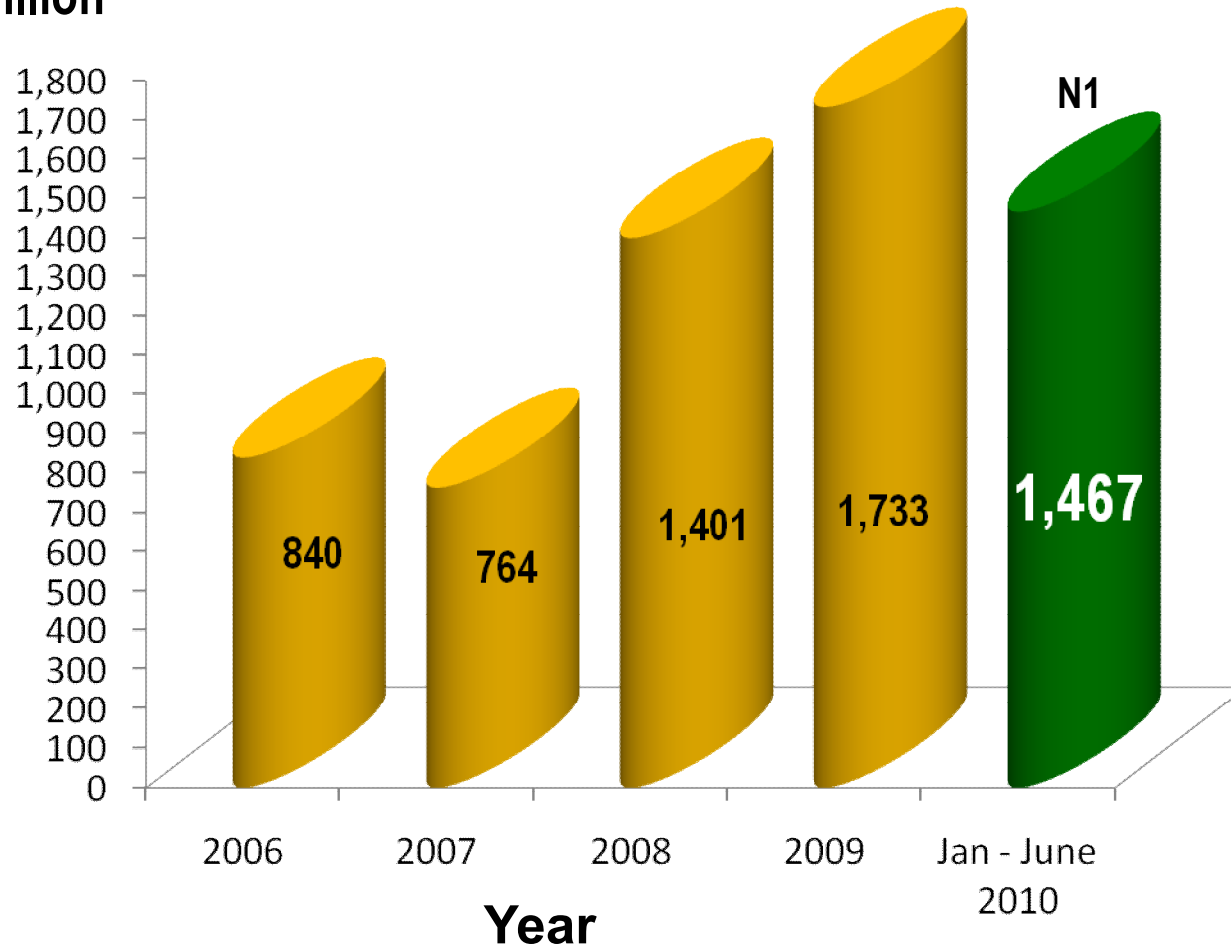


5-Year Financial Performance



5-Year PBT of PPB Group

RM Million



N1 – Includes gain on sale of sugar-related assets of RM838 million.



Dividend Record



Dividend Record

	Dividend Per Share		Net Dividend	Net Dividend	Payout Ratio	
	Gross (sen)	Net (sen)	Paid/payable (RM Million)	Yield (%)	Group (%)	Company (%)
Year						
2010 Interim Special	5 <u>65</u> <u>70</u>	5 <u>65</u> <u>70</u>	59,275 <u>770,575</u> <u>829,850</u>	4.38	57.5	59.7
2009	73	73	865.415	4.6	53.6	14.8
2008	85	68.88	816.572	7.4	63.5	116.0
2007	30	22.15	262.588	2.0	41.9	63.7
2006	20	14.55	172.490	2.7	30.8	103.6

*The Board declared a special single tier dividend of 65 sen per share and an interim single tier dividend of 5 sen per share for the financial year 2010 payable on 28 September 2010. 18



Prospects for 2010



Prospects for 2010



The recent increase in commodity prices and uncertainties in currency exchange rates would have an impact in grains trading, flour and feed milling division. Nevertheless, FFM Group had put in measures to manage these factors.



The Group plans to launch its bakery business in Pulau Indah which is synergistic to its existing businesses.



Golden Screen Cinemas plans to roll out more digital projection system with the demand for more 3D movies and continue to open new cinemas in key locations.



Prospects for 2010

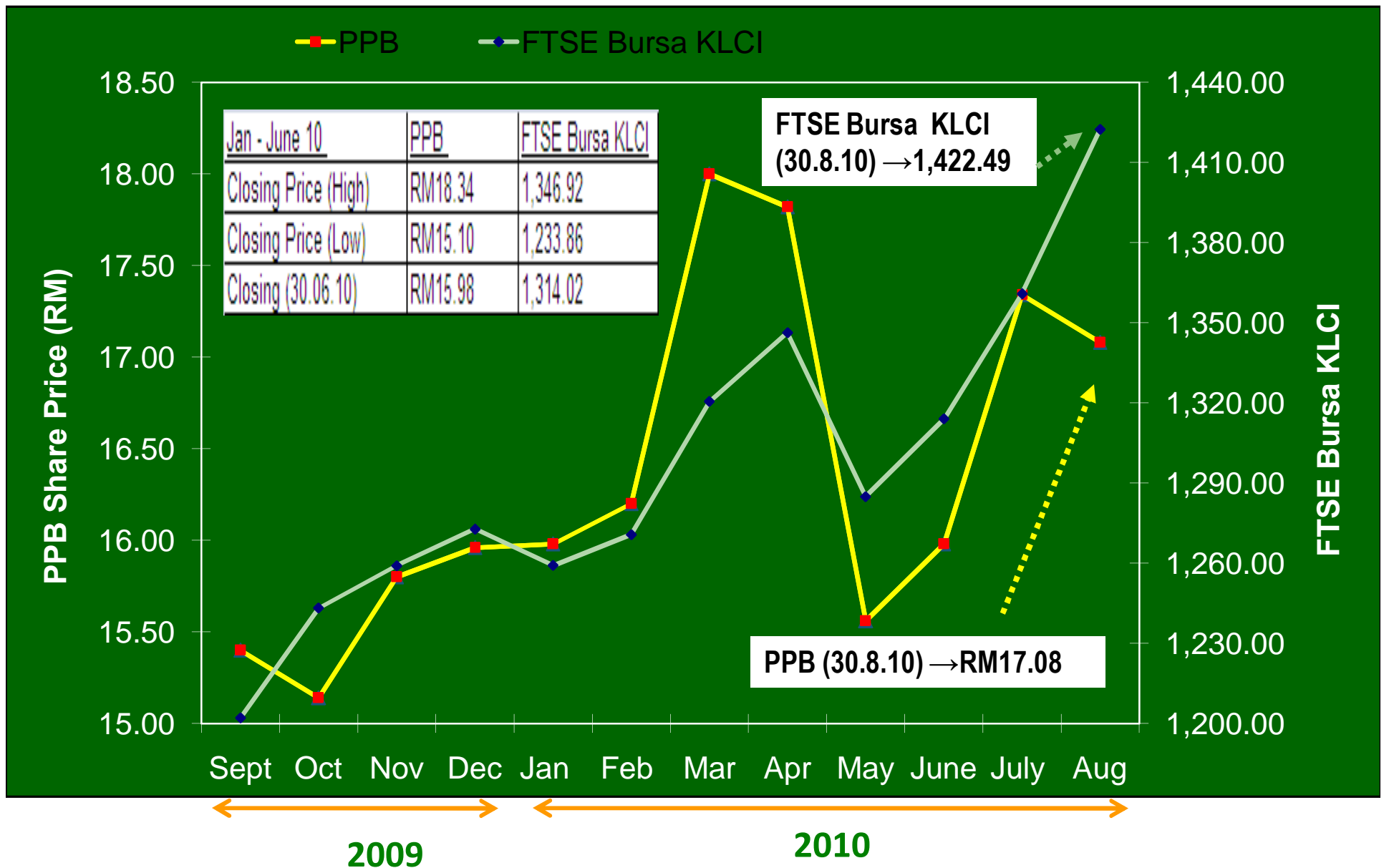
-  The Property division will continue explore new land bank at strategic locations and will continue to review and strategise to ensure business growth and profitability.
-  The Malaysian Retailer-Chains Association (MRCA) expects the local retail market to grow 5% to 8% in 2010 compared with a contraction of 2% to 3% in 2009. The Consumer Products Distribution Division is confident to perform well with the increased trade activities from the forthcoming Hari Raya celebration.
-  Profit for the financial year 2010 will be higher than that of the previous year with the gain from the sale of the sugar-related assets.



Share Information



Share Performance





Questions & Answers