



Far East Holdings Berhad  
(14809-W)

LAPORAN TAHUNAN

Annual Report

99





# Kandungan

## CONTENTS

Notis Mesyuarat Agung Tahunan	2
Notice of Annual General Meeting	3
Maklumat Korporat	4
Corporate Information	4
Lembaga Pengarah	5
Board of Directors	5
Jawatankuasa Audit	6
Audit Committee	7
Penyata Pengerusi	8
Chairman's Statement	8
Statistik Pemegang Saham	13
Shareholdings Statistic	13
Ringkasan Kewangan Kumpulan	14
Group Financial Summary	15
Harta-harta Kumpulan	16
Group Properties	16
Laporan dan Akaun	17
Reports and Accounts	51



## Notis Mesyuarat Agung Tahunan

Dengan ini diberitahu bahawa Mesyuarat Agung Tahunan pemegang-pemegang saham yang ke 26 FAR EAST HOLDINGS BERHAD akan diadakan di Bilik Meranti 2, Hotel Hyatt, Kuantan, pada hari Selasa 23hb. Mei 2000 jam 11.30 pagi untuk tujuan berikut:

### AGENDA

1. Menerima dan menimbang Akaun bagi tahun berakhir 31hb. Disember 1999 serta Laporan Pengarah dan Juruaudit mengenainya.

#### Resolusi 1

2. Meluluskan pembayaran dividen akhir sebanyak 10% tolak 28% cukai pendapatan bagi tahun berakhir 31hb. Disember 1999, seperti yang disyorkan oleh Lembaga Pengarah.

#### Resolusi 2

3. Perlantikan Pengarah:- Pengarah-Pengarah berikut dikehendaki bersara mengikut pusingan selaras dengan Artikel 97, Tataurusn Syarikat, Y.H Dato' Mohd Ghazali b. Mohd Khalid dan Y.H Dato' Ghazali b. Mohd Ali. Oleh kerana layak telah menawarkan diri untuk dilantik semula.

#### Resolusi 3

4. Meluluskan ganjaran Pengarah-Pengarah bagi tahun 1999.

#### Resolusi 4

5. Perlantikan Juruaudit:- Melantik semula Tetuan Hanafiah, Raslan dan Mohamad sebagai Juruaudit dan memberi kuasa kepada Lembaga Pengarah untuk menetapkan bayaran mereka.

#### Resolusi 5

6. Menguruskan hal-hal urusanniaga biasa Syarikat di mana perlu notis akan diberikan.

#### Resolusi 6

### NOTIS PENUTUPAN BUKU DAN PEMBAYARAN DIVIDEN:

Tertakluk kepada kelulusan pemegang-pemegang saham pada Mesyuarat Agung Tahunan, dividen akhir sebanyak 10% tolak 28% cukai pendapatan bagi tahun berakhir 31hb Disember 1999 akan dibayar pada 16hb Jun 2000.

**DENGAN INI SELANJUTNYA DIBERITAHU BAHAWA** Buku Pindahmilik Saham dan Daftar Ahli-ahli Syarikat akan ditutup dari 30hb Mei 2000 sehingga 31hb Mei 2000, termasuk kedua-dua tarikh tersebut untuk menentukan kelayakan pemegang saham menerima dividen. Andainya pembayaran dividen diluluskan oleh pemegang saham pada Mesyuarat Agung Tahunan, dividen akan dibayar pada 16hb Jun 2000.

Borang pindahmilik saham yang diterima oleh Pendaftar Saham Syarikat, Malaysian Share Registration Services Sdn Bhd (Dahulu dikenali sebagai Scans Registration Services Sdn Bhd), Tingkat 7, Exchange Square, Bukit Kewangan, 50200 Kuala Lumpur sehingga penutupan urusanniaga pada 5.00 petang, Isnin 29hb Mei 2000 akan ditentukan kelayakan.

Seorang pendeposit adalah layak untuk menerima dividen hanya berhubung dengan:

- a) Saham-saham yang dideposit di dalam Akaun Sekuriti Pendeposit sebelum 12.30 tengahari, 25hb Mei 2000 bagi saham-saham yang dikecualikan daripada deposit mandatori;
- b) Saham-saham yang dipindah-milikan kepada Akaun Sekuriti Pendeposit sebelum jam 12.30 tengahari pada 29hb Mei 2000 berkenaan pemindahan biasa; dan
- c) Saham-saham yang dibeli di Bursa Saham Kuala Lumpur selaras dengan kelayakan asas tertakluk kepada syarat-syarat Bursa Saham Kuala Lumpur.

Dengan Perintah Lembaga Pengarah

**Mohd Lizah bin Hashim, AMCCS**  
*Setiausaha Syarikat LS00177*

Kuantan  
8hb Mei 2000

### NOTA

1. Seorang ahli yang berhak menghadiri dan mengundi dalam mesyuarat ini adalah berhak melantik proksi atau proksi-proksi untuk hadir dan mengundi bagi pihaknya. Proksi tidak semestinya seorang ahli syarikat.
2. Jika yang melantik sebuah perbadanan, borang mestilah dimeteri dengan cop mohor atau ditandatangani oleh peguam atau pegawai perbadanan tersebut.
3. Borang proksi ini mestilah diserahkan kepada Pendaftar Saham (Malaysian Share Registration Services Sdn Bhd, Tingkat 7, Exchange Square, Bukit Kewangan 50200 Kuala Lumpur. P.O. Box 13274, 50752 Kuala Lumpur) tidak lewat daripada empat puluh lapan jam (48) sebelum masa yang ditetapkan untuk mengadakan mesyuarat.



## Notice of Annual General Meeting

NOTICE IS HEREBY GIVEN that the 26th Annual General Meeting of FAR EAST HOLDINGS BERHAD shareholders will be held at Meranti Room 2, Hyatt Hotel, Kuantan on Tuesday, 23rd May 2000 at 11.30 a.m to transact the following business:

### AGENDA

1. To receive and consider Accounts for the year ended 31st December, 1999 and the Reports of Directors and Auditors thereon.

#### Resolution 1

2. To approve the payment of final dividend of 10% less 28% Malaysian tax for the year ended 31st December 1999 as recommended by Directors.

#### Resolution 2

3. To elect Directors pursuant to Article 97 of the Articles of Association of the company, Y.H Dato' Mohd Ghazali b. Mohd Khalid and Y.H Dato' Ghazali b. Mohd Ali who retire and being eligible have offered themselves for re-election.

#### Resolution 3

4. To approve Directors fee for 1999.

#### Resolution 4

5. To re-appoint Messrs. Hanafiah, Raslan and Mohamad as Auditors for the ensuing year and to authorise the Directors to fix the remuneration.

#### Resolution 5

6. To transact any other ordinary business for which due notice shall have been given.

#### Resolution 6

### NOTICE OF BOOK CLOSURE AND DIVIDEND PAYMENT:

Subject to the approval of the shareholders at the Annual General Meeting, a final dividend of 10% per share less tax at 28% will be paid on 16th June 2000.

**NOTICE IS ALSO HEREBY GIVEN** that the Share Transfer Books and the Register of Members of the Company will be closed from 30th May 2000 to 31st May 2000 both dates inclusive to determine shareholders entitlement to the dividend payment. The dividend if approved by the shareholders at the Annual General Meeting will be paid on 16th June 2000.

Duly completed transfer received by the Company's Registrar, Malaysian Share Registration Services Sdn Bhd (Formerly known as Scans Registration Services Sdn Bhd), 7th Floor, Exchange Square, Bukit Kewangan, 50200 Kuala Lumpur up to the close of business at 5.00 p.m. on Monday, 29th May 2000 will be registered before entitlement to the dividend is determined.

A Depositor shall qualify for entitlement to the dividend only in respect of:

- a) Shares deposited to Depositor's Securities Account before 12.30pm, 25th May 2000 in respect of shares exempted from mandatory deposit;
- b) Shares transferred into the Depositor's Securities Account before 12.30 p.m. on 29th May 2000 in respect of ordinary transfers; and
- c) Shares bought on the Kuala Lumpur Stock Exchange on a cum entitlement basis according to the rules of the Kuala Lumpur Stock Exchange.

By Order of the Board

**Mohd Lizah Bin Hashim , AMCCS**  
*Company Secretary, LS00177*

Kuantan  
8th May 2000

### NOTE

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy or proxies to attend and vote in his stead. A proxy need not be a member of the company.
2. Where the appointment is executed by a corporation, it must be either under seal or under the hand of any attorney or officer duly authorised.
3. The instrument appointing the proxy must be deposited at the Shares Registrars office (Malaysian Share Registration Services Sdn Bhd Tingkat 7, Exchange Square, Bukit Kewangan, 50200 Kuala Lumpur, P.O Box 13274, 50752 Kuala Lumpur) at least forty eight (48) hours before the time appointed for holding the meeting.



## Maklumat Korporat

### CORPORATE INFORMATION

#### LEMBAGA PENGARAH BOARD OF DIRECTORS

Y.H Dato' Mohd Ghazali b. Mohd Khalid (Pengerusi / **Chairman**)

Y.H Dato' Hamdan b. Jaafar (Pengarah Eksekutif / **Executive Director**)

Y. Bhg. Prof. Tan Sri Dato' Dr. Mohd Rashdan b. Haji Baba

Y.H Dato' Ghazali b Mohd Ali

Y.H Dato' Abd Rahim b. Mohamad

Encik John Chia Sin Tet

#### SETIAUSAHA SECRETARY

Encik Mohd Lizah b. Hashim, LS 00177

#### ALAMAT BERDAFTAR REGISTERED ADDRESS

Suite 5, Tingkat 8  
Peti Surat 35, Kompleks Teruntum  
Jalan Mahkota  
25000 Kuantan  
Pahang Darul Makmur  
Tel : 09-5141936/948/339  
Fax : 09-5136211  
Home-page: [www.fehb.com.my](http://www.fehb.com.my)  
E-mail: [fareh@po.jaring.my](mailto:fareh@po.jaring.my)  
SIRIM QAS ISO 9002 Certificate  
Registration: AR 1789

#### ALAMAT PERNIAGAAN BUSINESS ADDRESS

Tingkat 8 Kompleks Teruntum  
Jalan Mahkota  
25000 Kuantan  
Pahang Darul Makmur  
Tel : 09-5141936/948/339  
Fax : 09-5136211

#### PENDAFTAR SAHAM SHARE REGISTRAR

Malaysian Share Registration Services Sdn Bhd  
Tingkat 7, Exchange Square  
Bukit Kewangan  
50200 Kuala Lumpur  
P.O. Box 13274  
50752 Kuala Lumpur  
Tel : 03-2068099  
Fax : 03-2063734  
<http://www.klse.com.my>

#### JURUBANK BANKERS

Citibank Berhad  
Citibank Building  
28, Medan Pasar  
50500 Kuala Lumpur

Standard & Chartered Bank Berhad  
1 & 3 Jalan Haji Abdul Aziz  
25000 Kuantan  
Pahang Darul Makmur

Bank Bumiputra Commerce (Malaysia) Berhad  
Cawangan Kompleks Teruntum  
Jalan Mahkota  
25000 Kuantan  
Pahang Darul Makmur

Bank Islam (Malaysia) Berhad  
Tingkat 9 & 20  
Menara Tun Razak  
Jalan Raja Laut  
Peti Surat 11080  
Kuala Lumpur

Y.H Dato' Mohd Ghazali  
b. Mohd Khalid  
(Pengerusi/**Chairman**)



#### SYARIKAT-SYARIKAT ANAK SUBSIDIARIES COMPANIES

B.S Oil Palm Plantations Sdn Bhd  
Dawn Oil Palm Plantations Sdn Bhd  
Kg. Aur Oil Palm Co. (Sdn) Bhd  
Inai Prisma Sdn Bhd  
Madah Perkasa Sdn Bhd

#### SYARIKAT SEKUTU ASSOCIATED COMPANIES

Kilang Kosfarm Sdn Bhd  
Prosper Palm Oil Mill Sdn Bhd

# Lembaga Pengarah

## BOARD OF DIRECTORS



Y.H Dato' Hamdan b. Jaafar  
(Pengarah Eksekutif/  
Executive Director)



Encik John Chia Sin Tet



Y.H Dato' Abd Rahim b. Mohamad



Y. Bhg. Prof. Tan Sri Dato' Dr.  
Mohd Rashdan b. Haji Baba



Y.H Dato' Ghazali b Mohd Ali



## Jawatankuasa Audit

### SYARAT-SYARAT RUJUKAN

#### OBJEKTIF

Objektif utama jawatankuasa audit ialah membantu Lembaga Pengarah di dalam menunaikan tanggungjawabnya berhubung dengan perakaunan dan laporan syarikat pegangan dan setiap anak syarikatnya. Selanjutnya, pihak jawatankuasa akan:

1. Menyelaraskan serta membuat penilaian ke atas kualiti audit syarikat yang dikendalikan oleh kedua-dua juruaudit dalaman dan luaran.
2. Membolehkan, dengan menjadualkan mesyuarat mengikut lazimnya, komunikasi terbuka diantara pihak lembaga, juruaudit dalaman dan juruaudit luaran untuk pertukaran pendapat dan maklumat disamping mengesahkan bidang kuasa dan tanggungjawab masing-masing, dan
3. Menentusahkan bahawa kawalan pentadbiran, pengoperasian dan perakaunan adalah dibawah kawalan.

#### KOMPOSISI

Jawatankuasa ini dianggotai tiga orang Pengarah yang merupakan pengarah bukan eksekutif dan adalah berkecuali daripada pengurusan kanan dan eksekutif-eksekutif pengoperasian dari syarikat pegangan dan mana-mana anak syarikatnya dan adalah bebas dari sebarang pertalian yang mana mengikut pendapat Lembaga Pengarah boleh ditafsirkan sebagai satu konflik dari segi kepentingan. Salah seorang daripada ahli hendaklah dilantik sebagai Pengerusi Jawatankuasa oleh Lembaga Pengarah.

Jawatankuasa Audit FEHB dianggotai oleh mereka yang berikut :-

1. Y.Bhg. Prof. Tan Sri Dato' Dr. Mohd Rashdan bin Haji Baba (*Pengerusi*)  
- *Pengarah Bebas dan Bukan Eksekutif*
2. Encik John Chia Sin Tet (*Ahli*)  
- *Pengarah Bebas dan Bukan Eksekutif*
3. Y.H Dato' Abd Rahim Bin Mohamad (*Ahli*)  
- *Pengarah Tidak Bebas dan Bukan Eksekutif*

#### MESYUARAT

Jawatankuasa hendaklah bermesyuarat sekurang-kurangnya tiga kali setahun dan pada sebarang

penetapan lain mengikut budibicara Pengerusi demi melaksanakan bidang tugasnya. Sebagai tambahan, Pengerusi akan mengumumkan mesyuarat sekiranya ianya diminta oleh seseorang ahli jawatankuasa, Ketua Eksekutif syarikat ataupun juruaudit dalaman atau luaran. Setiausaha syarikat akan bertindak selaku setiausaha kepada jawatankuasa sejurus sebelum sebarang mesyuarat. Setiausaha ini juga akan bertanggungjawab mencatat minit-minit mesyuarat Jawatankuasa dan mengedarkannya kepada ahli-ahli Lembaga Pengarah yang lain.

Satu korum hendaklah mengandungi bilangan majoriti ahli-ahli jawatankuasa.

#### KEBOLEHSAMPAIAN

Pihak jawatankuasa hendaklah mempunyai kebolehsampaian sepenuhnya terhadap kedua-dua juruaudit dalaman dan luaran dan pengurusan kanan Kumpulan, Jawatankuasa hendaklah diberi kuasa untuk merujuk kepada pakar-pakar berkecuali dimana mereka menganggap perlu demi menjalankan tugas.

#### BIDANG DAN TANGGUNGJAWAB

Bidang tugas dan tanggungjawab jawatankuasa seperti berikut:

1. mengesyorkan kepada Lembaga berkenaan perlantikan

juruaudit dalaman;

2. mengkaji serta meluluskan perancangan audit daripada juruaudit dalaman;
3. mengkaji keberkesanan menyeluruh kedua-dua audit dalaman dan luaran dengan mengadakan mesyuarat dengan setiap kumpulan pada lazimnya;
4. membantu juruaudit dalam mendapatkan sebarang maklumat yang diperlukan serta mengatasi sebarang kerumitan yang mereka hadapi didalam menjalankan pemeriksaan mereka;
5. mengkaji kemampuan dan keberkesanan dasar-dasar pentadbiran, pengoperasian dan perakaunan dengan berhubung aktif dengan pengurusan operasi, juruaudit dalaman dan luaran;
6. mengkaji kecukupan kawalan perakaunan syarikat dengan meneliti laporan bertulis dari juruaudit dalaman dan mengawas respon dan tindakan pengurusan bagi membetulkan sebarang kekurangan;
7. mengawasi standard pengendalian korporat di dalam hal-hal seperti urusniaga yang melibatkan kepentingan peribadi dan kemungkinan timbulnya konflik dalam kepentingan;
8. memerlukan laporan dari pengurusan dan juruaudit dalaman dan luaran berkenaan sebarang isu cadangan peraturan, perakaunan dan laporan yang ketara, bagi membuat penilaian ke atas kesan yang mungkin wujud ke atas proses laporan kewangan syarikat.



## Audit Committee

### TERMS OF REFERENCE

#### OBJECTIVE

The primary objective of the committee is to assist the Board of Directors in fulfilling its responsibilities relating to accounting and reporting practice of the holding company and each committee will;

1. Oversee and appraise the quality of the audits conducted both by the company's internal and external auditors;
2. Maintain, by scheduling regular meetings, open lines of communications among the board, the internal auditors and the external auditors to exchange views and information as well as confirm respective authority and responsibilities;
3. Determine the adequacy of the company's administrative operating and accounting control.

#### COMPOSITION

The committee made up of three Directors who are non-executive and are independent from the senior management and operating executives of the holding company and any of its subsidiary companies and free from any relationship which might in the opinion of The Board of Directors be construed as conflict of interest. One of the members shall be appointed Chairperson of the committee by The Board of Directors.

The Audit committee of FEHB is composed of the following;

1. Y. Bhg Prof. Tan Sri Dato' Dr Mohd Rashdan bin Haji Baba (*Chairman*)  
- *Independent Non-Executive Director*
2. Mr John Chia Sin Tet (*Member*)  
- *Independent Non-Executive Director*
3. Y H Dato' Abd Rahim bin Mohamad (*Member*)  
- *Non-independent and Non-Executive Director*

#### MEETINGS

The committee will meet at least three times a year and such additional meetings as the Chairperson shall decide in order to fulfill its duties. In addition, the

Chairperson may call a meeting of the committee if a request is made by any committee member, the company's Chief Executive, or the internal or external auditors. The company secretary may act as secretary of the Committee and shall be responsible, in conjunction with the Chairperson for drawing up the agenda and circulating it, supported by explanatory documentation to committee members prior to each meeting. The secretary will also be responsible for keeping the minutes of meeting of the committee members and to the other members of the Board of Directors.

A quorum shall consist of a majority of members.

#### ACCESS

The committee shall have unrestricted access to both the external and internal auditors and to senior management of the Group. The Committee shall also have the ability to consult independent experts where they consider it necessary to carry out their duties.

#### DUTIES AND RESPONSIBILITIES

The duties and responsibilities of the Committee are as follows:

- 1 recommend to the Board the

appointment of the external auditors;

- 2 review and approve the audit plan of the internal auditors;
- 3 review the overall effectiveness of both the internal and external audit through regular meetings with each group;
- 4 assist the auditors in obtaining all the information they require and resolve difficulties experienced by them in pursuing their independent examinations;
- 5 review the adequacy and effectiveness of the company's administrative, operating and accounting policies through active communications with the operating management, internal and external auditors;
- 6 review the adequacy of the company's control system by reviewing written reports from the internal and external auditors and monitor management's response and action to correct any noted deficiencies;
- 7 monitor the standard of corporate conduct in areas such as arm's length dealings and likely conflict of interest;
- 8 require reports from management and the internal and external auditors on any significant proposed regulatory, accounting or reporting issue, to assess the potential impact upon the company's financial reporting process;
- 9 identify and direct any special projects or investigations deemed necessary.





## Statistik Pemegang Saham Pada 31hb Mac 2000

SHAREHOLDINGS STATISTICS As At 31st March 2000

SAIZ PEGANGAN SAHAM SIZE OF SHAREHOLDINGS	BIL. PEMEGANG SAHAM NO. OF SHAREHOLDERS	%	JUMLAH PEGANGAN SAHAM SHAREHOLDINGS	%
1 - 499	-	-	-	-
500 - 5,000	4,202	86.60	8,164,500	14.58
5,001 - 10,000	374	7.71	3,084,000	5.51
10,001 - 100,000	249	5.13	6,165,000	11.01
100,001 - 1,000,000	22	0.45	8,041,500	14.36
1,000,001 ke atas / and above	5	0.10	30,545,000	54.54
<b>Jumlah / Total</b>	<b>4,852</b>	<b>100.00</b>	<b>56,000,000</b>	<b>100.00</b>

### 20 PEMEGANG SAHAM UTAMA TERBESAR 20 LARGEST SHAREHOLDERS

PEMEGANG SAHAM SHAREHOLDERS	JUMLAH PEGANGAN SAHAM SHAREHOLDINGS	%
1. Perbadanan Kemajuan Negeri Pahang	10,456,000	18.67
2. Cartaban Nominees (Tempatan) Sdn Bhd A/C untuk/for PASDEC Resources Sdn Bhd	7,000,000	12.50
3. Prosper Trading Sdn Berhad	6,454,000	11.53
4. Lembaga Kemajuan Perusahaan Pertanian Pahang	5,815,000	10.38
5. Amanah Raya Berhad A/C untuk/for Kumpulan Modal Bumiputra Pahang	1,688,000	3.01
6. Yeoh Kean Hua	1,330,000	2.38
7. HSBC Nominees (Tempatan) Sdn Bhd A/C untuk/for Tiong Ik King	1,000,000	1.79
8. Merchant Nominees (Tempatan) Sdn Bhd A/C untuk/for Majlis Ugama Islam dan Adat Resam Melayu Pahang	600,000	1.07
9. Amsteel Equity Nominees (Tempatan) Sdn Bhd A/C untuk/for Tee Kim Tee @ Tee Ching Tee	545,000	0.97
10. Toh Yew Keat	500,000	0.89
11. Perbadanan Kemajuan Negeri Kedah	491,000	0.88
12. PAB Nominees (Tempatan) Sdn Bhd A/C untuk/for Toh Yew Keat	484,500	0.87
13. Perbadanan Kemajuan Negeri Selangor	407,000	0.73
14. Syarikat Nominee Bumiputra (Tempatan) Sdn Bhd A/C untuk/for Amanah Saham Pahang Berhad	340,000	0.61
15. Ong Lian Choon	291,000	0.52
16. Foh Chong & Sons Sdn Bhd	239,000	0.43
17. M & A Nominee (Asing) Sdn Bhd A/C untuk/for Pedigree Limited	237,000	0.42
18. Tee Kim Tee @ Tee Ching Tee	213,000	0.38
19. Lee Sau Choo	154,000	0.28
20. Bimsec Nominees (Tempatan) Sdn Bhd A/C untuk/for Syarikat Takaful Malaysia Berhad	120,000	0.21
<b>Jumlah / Total</b>	<b>38,364,500</b>	<b>68.52</b>

### SENARAI PEMEGANG SAHAM UTAMA TERBESAR LIST OF SUBSTANTIAL SHAREHOLDERS

PEMEGANG SAHAM SHAREHOLDERS	JUMLAH PEGANGAN SAHAM SHAREHOLDINGS	%
1. Perbadanan Kemajuan Negeri Pahang	10,456,000	18.67
2. Cartaban Nominees (Tempatan) Sdn Bhd A/C untuk/for PASDEC Resources Sdn Bhd	7,000,000	12.50
3. Prosper Trading Sdn Berhad	6,454,000	11.53
4. Lembaga Kemajuan Perusahaan Pertanian Pahang	5,815,000	10.38
5. Amanah Raya Berhad A/C untuk/for Kumpulan Modal Bumiputra Pahang	1,688,000	3.01
6. Yeoh Kean Hua	1,330,000	2.38



## Ringkasan Kewangan Kumpulan

	1995	1996	1997	1998	1999
<b>LEMBARAN IMBANGAN YANG DISATUKAN</b>					
<i>Pada 31 Disember (RM juta)</i>					
<b>Rizab dan Modal</b>					
Modal Saham	56.0	56.0	56.0	56.0	56.0
Rizab Tidak Boleh Diagihkan	41.2	60.8	60.8	60.4	60.3
Keuntungan Berkumpul	54.4	59.4	68.3	102.0	127.8
<b>Dana Pemegang Saham</b>	151.6	176.2	185.1	218.4	244.1
Cukai Tertunda	-	-	0.2	-	-
Peruntukan Perbelanjaan					
Penanaman Semula	11.5	13.7	16.8	19.7	22.7
Pinjaman Jangka Panjang	16.6	15.7	10.1	5.0	-
Kepentingan Minoriti	-	-	-	-	17.3
	<b>179.7</b>	<b>205.6</b>	<b>212.2</b>	<b>243.1</b>	<b>284.1</b>
<b>Terdiri dari:</b>					
Aset Tetap	163.7	196.3	200.1	200.0	229.1
Syarikat Bersekutu	15.4	14.2	18.6	20.0	30.2
Pelaburan	1.2	1.2	1.2	1.2	1.2
Muhibah daripada penyatuan	-	-	-	-	0.1
Aset Semasa	18.2	16.0	18.6	50.9	58.9
Jumlah Aset	198.5	227.7	238.5	272.1	319.5
Liabiliti Semasa	(18.8)	(22.1)	(26.3)	(29.0)	(35.4)
	<b>179.7</b>	<b>205.6</b>	<b>212.2</b>	<b>243.1</b>	<b>284.1</b>
<b>AKAUN UNTUNG RUGI YANG DISATUKAN</b>					
<i>pada 31 Disember (RM juta)</i>					
Jualan	44.2	40.8	49.8	88.5	67.1
Keuntungan Sebelum Cukai	22.4	16.1	22.5	56.0	32.9
Cukai	(4.4)	(6.4)	(7.5)	(15.0)	0.4
Keuntungan Selepas Cukai	18.0	9.7	15.0	41.0	33.3
Kepentingan Minoriti	-	-	-	(0.7)	(1.5)
Keuntungan Pada Tahun	18.0	9.7	15.0	40.3	31.8
Keuntungan Berkumpul Dikurangkan Ke hadapan	41.1	54.4	59.4	68.3	102.0
Keuntungan Untuk Diagihkan Kepada Pemegang Saham	59.1	64.1	74.4	108.6	133.8
Pencairan Dari Penerbitan Syer Baru					
Oleh Syarikat Bersekutu	-	-	-	(0.6)	-
Dividen	(4.7)	(4.7)	(6.1)	(6.0)	(6.0)
<b>Keuntungan Berkumpul Untuk Tahun</b>	<b>54.4</b>	<b>59.4</b>	<b>68.3</b>	<b>102.0</b>	<b>127.8</b>
<b>TUMPUAN</b>					
<i>pada 31 Disember</i>					
Pendapatan Sesaham (sen)	32.1	17.4	26.8	72.0	57.0
Aset Ketara Bersih Sesaham (RM)	2.7	3.1	3.3	3.9	4.4
Nisbah Semasa	0.97	0.72	0.71	1.76	1.66
Keuntungan Sebelum Cukai Sebagai Peratus (%) Jualan	50.7	39.5	45.2	63.3	49.0
Keuntungan Sebelum Cukai Sebagai Peratus (%) Dana Pemegang Saham Dihujung Tahun	14.8	9.1	12.2	25.6	13.48





## Group Financial Summary

	1995	1996	1997	1998	1999
<b>CONSOLIDATED BALANCE SHEET</b>					
<i>As at 31 December (RM million)</i>					
<b>Capital and Reserve</b>					
Share Capital	56.0	56.0	56.0	56.0	56.0
Non-distributable Reserve	41.2	60.8	60.8	60.4	60.3
Retained Profits	54.4	59.4	68.3	102.0	127.8
Shareholders' Fund	151.6	176.2	185.1	218.4	244.1
Deferred Taxation	-	-	0.2	-	-
Provision For Replanting Cost	11.5	13.7	16.8	19.7	22.7
Long Term Liabilities	16.6	15.7	10.1	5.0	-
Minority Interest	-	-	-	-	17.3
	<b>179.7</b>	<b>205.6</b>	<b>212.2</b>	<b>243.1</b>	<b>284.1</b>
<b>Represented by:</b>					
Fixed Assets	163.7	196.3	200.1	200.0	229.1
Associated Companies	15.4	14.2	18.6	20.0	30.2
Investments	1.2	1.2	1.2	1.2	1.2
Goodwill On Consolidation	-	-	-	-	0.1
Current Assets	18.2	16.0	18.6	50.9	58.9
Total Assets	198.5	227.7	238.5	272.1	319.5
Current Liabilities	(18.8)	(22.1)	(26.3)	(29.0)	(35.4)
	<b>179.7</b>	<b>205.6</b>	<b>212.2</b>	<b>243.1</b>	<b>284.1</b>
<b>CONSOLIDATED PROFIT AND LOSS ACCOUNT</b>					
<i>As at 31 December (RM million)</i>					
Turnover	44.2	40.8	49.8	88.5	67.1
Profit Before Taxation	22.4	16.1	22.5	56.0	32.9
Taxation	(4.4)	(6.4)	(7.5)	(15.0)	0.4
Profit After Taxation	18.0	9.7	15.0	41.0	33.3
Minority Interest	-	-	-	(0.7)	(1.5)
Profit For The Year	18.0	9.7	15.0	40.3	31.8
Retained Profits Brought Forward	41.1	54.4	59.4	68.3	102.0
Profit Attributable To Shareholders	59.1	64.1	74.4	108.6	133.8
Dilution Arising From New Issue Of Shares	-	-	-	(0.6)	-
By Associated Company	-	-	-	(0.6)	-
Dividends	(4.7)	(4.7)	(6.1)	(6.0)	(6.0)
<b>Retained Profit For The Year</b>	<b>54.4</b>	<b>59.4</b>	<b>68.3</b>	<b>102.0</b>	<b>127.8</b>
<b>HIGHLIGHTS</b>					
<i>As at 31 December</i>					
Earning Per Share (sen)	32.1	17.4	26.8	72.0	57.0
Net Tangible Assets Per Share (RM)	2.7	3.1	3.3	3.9	4.4
Current Ratio	0.97	0.72	0.71	1.76	1.66
Pre-tax Profit As A Percentage Of Turnover (%)	50.7	39.5	45.2	63.3	49.0
Pre-tax Profit As A Percentage of Shareholders' Fund At Year End (%)	14.8	9.1	12.2	25.6	13.48



## Harta-harta Kumpulan

### GROUP PROPERTIES

LOKASI	TEMPOH	KELULUSAN (hektar persegi)	KEGUNAAN	NILAI BUKU BERSIH NILAIAN (RM)
LOCATION	TENURE	AREA (square hectare)	USAGE	NET BOOK VALUE VALUATION (RM)
1. Ladang Sg. Seraya (Far East Holdings Berhad) Mukim Keratong Daerah Pekan Pahang Darul Makmur	Pajakan untuk tempoh sehingga 2079	841.80	Perladangan Kelapa Sawit	12,398,629
2. Ladang Bukit Jin (Far East Holdings Berhad) Daerah Bera Pahang Darul Makmur	Pajakan untuk tempoh sehingga 2079	2,104.38	Perladangan Kelapa Sawit	33,086,270
3. Ladang Sg. Rasau (Far East Holdings Berhad)	Pajakan kecil selama 30 tahun daripada Lembaga Kemajuan Perusahaan Pertanian Pahang	81.00	Tanaman Buah-buahan	889,920
4. Ladang Kampung Aur (Kampung Aur Oil Palm Company(Sdn) Berhad) Mukim Keratong Daerah Rompin Pahang Darul Makmur	Pajakan untuk tempoh sehingga 2070 2073 2074 2077 2079	481.34 321.59 419.26 407.12 420.88	Perladangan Kelapa Sawit	34,237,592
Ladang Sg. Gayung & Ladang Sg. Marang (Madah Perkasa Sdn Bhd)	2095	4,481.30		
		6,531.49		
5. Ladang Dawn (Dawn Oil Palm Plantations Sdn Bhd) Mukim Keratong, Daerah Rompin Pahang Darul Makmur	Pajakan untuk tempoh sehingga 2072 2075 2076 2079	250.91 297.12 282.69 420.88	Perladangan Kelapa Sawit	37,533,560
Ladang Cempaka	2096	452.60		
		1,704.20		
6. Ladang Bukit Serok (B.S Oil Palm Plantations Sdn Bhd) Mukim Keratong, Daerah Rompin Pahang Darul Makmur	Pajakan untuk tempoh sehingga 2071 2075 2076 2079 2085	563.71 350.44 346.77 420.83 357.74	Perladangan Kelapa Sawit	30,631,771
		2,039.49		
<b>Jumlah/Total</b>		13,302.36		148,777,742





# Penyata Pengerusi

## CHAIRMAN'S STATEMENT

Bagi pihak Ahli Lembaga Pengarah,  
saya dengan sukacitanya membentangkan  
Laporan Tahunan Kumpulan Far East  
Holdings Berhad bagi tahun kewangan  
berakhir 31hb Disember 1999.

Pada keseluruhannya tahun ini merupakan tahun yang paling mencabar untuk industri minyak sawit dimana harga minyak sawit adalah dalam keadaan kekal rendah. Sehubungan dengan itu, perolehan bersih Kumpulan merosot sebanyak 24.23% manakala keuntungan Kumpulan sebelum cukai pula mengalami kemerosotan yang lebih besar sebanyak 41.25%. Walaubagaimanapun, pengeluaran Buah Tandan Segar (BTS) melepasi sasaran sebanyak 31.6%. Ini membuktikan bahawa prestasi relatif Kumpulan masih lagi kukuh dimana ianya menggambarkan secara positif tentang ketahanan, dedikasi dan komitmen Kumpulan.

On behalf of Far East Holdings Berhad  
Board of Directors, with great honor  
I present to you the Annual Report and the  
Accounts of the Group for the financial  
year ended 31st December 1999.

The year under review was no doubt a challenging one for the oil palm industry with palm oil prices remaining depressed during most part of the year. As a result, the Group's net turnover dropped by 24.23% whereas the Group's profit before taxation took a bigger drop by 41.25%. However, the Group's overall FFB production surpassed 1999's target by 31.6%. This shows that the Group's relative performance is still sound which reflects positively of the Group's resilience, dedication and commitment.



#### TINJAUAN PENCAPAIAN

Selepas prestasi kewangan yang sangat memberangsangkan pada tahun 1998, perolehan bersih Kumpulan telah merosot sebanyak 24.23% dari RM88.49 juta kepada RM67.05 juta untuk tahun kewangan ini. Kemerosotan di dalam perolehan bersih Kumpulan telah menyaksikan kemerosotan yang lebih besar di dalam keuntungan sebelum cukai Kumpulan sebanyak 41.25% apabila merudum dari RM56.02 juta pada tahun lepas kepada RM32.91 juta pada tahun 1999.

Kemerosotan di dalam perolehan dan keuntungan Kumpulan sebelum cukai adalah sebahagian besarnya disebabkan oleh kejatuhan di dalam harga minyak Minyak Sawit Mentah (MSM). Harga MSM telah jatuh

by 41.25% from RM56.02 million in the previous year to RM32.91 million in 1999.

The decline in the Group's turnover and profit before taxation were largely due to the sharp drop in Crude Palm Oil (CPO) price. CPO price dropped from an average high of RM2,377.50 per metric tonne in 1998 to an average low of RM1,460.50 per metric tonne in 1999. The price of Crude Palm Kernel Oil (CPKO) remained rather constant when it slid from RM1,109 per metric tonne in 1998 to RM1,072 per metric tonne for the year in review.



#### REVIEW OF BUSINESS RESULTS

After a record breaking financial performance in 1998, the Group's net turnover declined by 24.23% from RM88.49 million to RM67.05 million for the year in review. The decline in the Group's net turnover consequently saw a sharper decline in the Group's profit before taxation

The Group's key indicators remained relatively convincing which reflects the Group's strong financial position. The Group's earnings per share shrunk from an all-time high of 72 sen in 1998 to a still commendable 57 sen for the year under review. However, the Group's net tangible assets per share improved by 11.5% from RM3.90 in 1998 to RM4.35 in 1999.







daripada tahap harga purata tertinggi RM2,377.50 setan metrik pada 1998 kepada tahap harga purata rendah RM1,460.50 setan metrik pada tahun 1999. Harga Minyak Isirong Sawit Mentah (MISM) pula tetap kekal apabila ia menurun dari RM1,109 setan metrik pada tahun 1998 kepada RM1,072 setan metrik bagi tahun 1999.

Penunjuk utama Kumpulan masih lagi meyakinkan menggambarkan kemantapan kedudukan kewangan Kumpulan.

Pendapatan

sesaham

Kumpulan

pula

menurun

daripada

setinggi 72

sen dalam

tahun 1998

kepada tahap

yang masih

me m u a s k a n

iaitu 57 sen

untuk tahun 1999.

Sementara jumlah

aset

zahir

K u m p u l a n

sesaham pula telah

meningkat sebanyak

11.5% daripada

RM3.90 pada tahun

1998 kepada RM4.35 dalam tahun

1999.

Dari sudut operasi pula, walaupun harga MSM telah mengalami jangkawaktu pelarasan, keseluruhan pengeluaran BTS Kumpulan meningkat sebanyak 31.6% apabila ia telah meningkat semula pada penghujung tahun setelah mengalami permulaan yang agak perlahan pada

awal tahun sebanyak 267,034 tan metrik BTS, iaitu peningkatan dari tahun lepas sebanyak 202,920 tan metrik.

#### PELUANG-PELUANG PERNIAGAAN

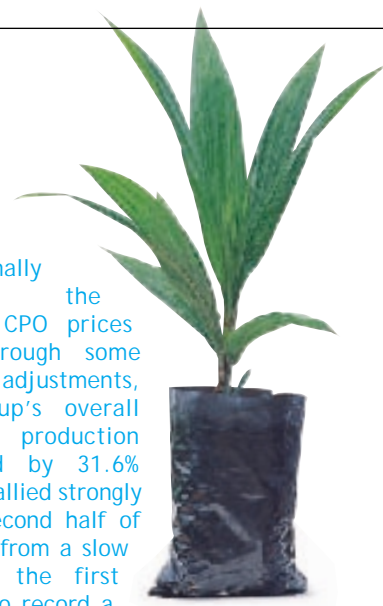
Tahun 2000 ini merupakan satu lagi tahun yang penuh cabaran untuk Kumpulan dan peluang keuntungan untuk tahun-tahun mendatang adalah banyak bergantung kepada harga MSM dimana dijangkakan pada kitaran purata antara RM1,200 kepada RM1,300 setan metrik. Tambahan pula, jumlah pengeluaran BTS Kumpulan diramalkan merosot dengan beberapa buah ladang Kumpulan sedang melalui proses penanaman semula. Bagaimanapun melalui pendekatan mengoptimalkan sumber dan sistem pengurusan yang baik akan mendorong kita untuk memperolehi pencapaian yang lebih memberangsangkan.

#### PERISTIWA-PERISTIWA SUSULAN

Lembaga Pengarah telah bersetuju untuk melaksanakan 'Call Option' berhubung dengan cadangan mengambilalih dari PKNP sebidang tanah pertanian dalam Mukim Ulu Kuantan berkeluasan 874.8 hektar pada harga belian RM6.48 juta. Pada situasi yang lain, Lembaga Pengarah bagaimanapun telah membuat keputusan untuk tidak melaksanakan 'Call Option' berhubung pengambilalihan aset-aset berikut:-

- Cadangan mengambilalih 60% kepentingan ekuiti dalam Kuantan Beach Hotel Sdn Bhd dari Pascorp Holdings Sdn Bhd iaitu anak

Operationally although the average CPO prices went through some period of adjustments, the Group's overall FFB production increased by 31.6% when it rallied strongly in the second half of the year from a slow start in the first quarter to record a commendable 267,034 metric tonnes of FFB, an improvement over the previous year's 202,920 metric tonnes.



#### BUSINESS PROSPECTS

The year 2000 will be another challenging year for the Group and profitability prospects for the coming year will very much depend on the CPO prices that is anticipated to average between RM1,200 to RM1,300 per metric tonne. Furthermore, the total FFB production is expected to drop with the Group going through phases of replanting in various estates of the Group. However, these variables will not deter our spirit to sustain relatively commendable results through efforts of resource optimisation and sound management practices.

#### SUBSEQUENT EVENTS

Your Board has agreed to exercise the Call Option relating to the proposed acquisition from PKNP for





a piece of agricultural land in Mukim Ulu Kuantan measuring 874.8 hectares for a purchase price of RM6.48 million. However, on the other hand, your Board has decided not to exercise the Call Options relating to the acquisition of the following assets:-

- Proposed acquisition of 60% equity interest in Kuantan Beach Hotel Sdn Bhd from Pascorp Holdings Sdn Bhd a wholly owned subsidiary of PKNP, for a purchase consideration of RM40 million; and
- Proposed acquisition of a 14.59 hectares institutional land at Bandar Indera Mahkota, Kuantan from PKNP for a purchase consideration of RM15.71 million.

syarikat milik penuh PKNP untuk anggaran belian RM40 juta; dan

- Cadangan mengambilalih sebidang tanah institusi berkeluasan 14.59 hektar di Bandar Indera Mahkota, Kuantan daripada PKNP untuk anggaran pembelian RM15.71 juta.

#### DIVIDEN

Dividen interim 5 sen sesaham (kurang 28% cukai pendapatan) telah dibayar dalam tahun 1999 berjumlah RM2,016,000. Berdasarkan kepada kekukuhan pencapaian dan prestasi kewangan yang baik, Lembaga Pengarah telah mencadangkan dividen terakhir sebanyak 10 sen sesaham (kurang 28% cukai pendapatan) bagi tahun kewangan berakhir 31hb Disember 1999.

#### DIVIDENDS

An interim dividend of five sen per share amounting to RM2,016,000.(less 28% income tax) was paid in 1999. On the strength of the Group's financial results and sustained performance, your Board is recommending a final dividend of 10 sen per share (less 28% income tax) for the financial year ended 31st December 1999.



kelapa sawit", menjadikannya diantara sebilangan kecil syarikat pengurusan ladang di dalam Malaysia yang mendapat pengiktirafan ini. Pengiktirafan ISO 9002 ini adalah merupakan satu manifestasi dari dedikasi dan komitmen Kumpulan "untuk memberikan kepuasan kepada pelanggan melalui proses peningkatan yang berterusan dan pembangunan sumber manusia". Pengalaman di dalam pengiktirafan dan perlaksanaan SKP ini akan diteruskan ke seluruh ladang-ladang di dalam Kumpulan bagi memperolehi keseimbangan, keseragaman suasana dan budaya kualiti kerja yang baik dalam usaha kita mencapai kejayaan.

#### PEMATUHAN Y2K

Setelah pelbagai usaha dibuat bagi menghadapi keperluan pepijat alaf, akhirnya Kumpulan telah berjaya melepasi dugaan alaf baru ini tanpa sebarang masalah.

#### PENGHARGAAN

Semenjak disenaraikan di papan utama Bursa Saham Kuala Lumpur, Kumpulan telah berkembang maju secara berterusan. Tambahan pula

#### PENGIKTIRAFAN ISO 9002

Sistem Kualiti Pengurusan (SKP) Ibupejabat Kumpulan FEHB yang berkuatkuasa pada Oktober 1998 telah mendapat pengiktirafan ISO 9002 pada bulan September 1999 di bawah skop bidang "untuk menyediakan khidmat pengurusan dan nasihat bagi perladangan







#### ISO 9002 CERTIFICATION

The FEHB Group Headquarters' quality management system (QMS) which commenced in October 1998 was ISO 9002 certified in September 1999 under the scope **"to provide oil palm plantation advisory and management services"**, making it among the few plantation management companies in Malaysia to receive this recognition. The ISO 9002 certification is a manifestation of the Group's dedication and commitment **"to meet customer satisfaction through continuous process improvement and human resources development"**.

The experience in the QMS certification and practises will be expanded to include all estates in the Group in order to formulate a balance, harmonious, conducive working environment and group-wide quality culture in our effort to pave new path of excellence.

#### Y2K COMPLIANCE

After much effort were made to comply with the Y2K Bug requirements, the Group successfully passed the new millennium test without any glitch.

#### ACKNOWLEDGEMENTS AND APPRECIATION

Ever since listed on the mainboard of the Kuala Lumpur Stock Exchange, the Group has been progressing well on the path of profitability and continuous growth.

With the added momentum propelled by the quality culture being inculcated as the basis of Group-wide work systems, I firmly believe that the Group is in the position to withstand and endure the business challenges of the new millennium and build new opportunities for further excellence.

To the Group's Board of Directors, I thank you for your wise counsel which made my task seemed effortless.

Finally, I must express my sincere thanks to the management and staff together with the clients and business associates of the FEHB Group for their efforts and contribution which has resulted in another highly successful year.

**DATO' MOHD GHAZALI BIN MOHD KHALID**  
Chairman

dengan wujudnya budaya kerja berkualiti yang menjadi asas kepada sistem kerja berpasukan, saya berkeyakinan bahawa Kumpulan dapat bertahan dan bersedia untuk menghadapi cabaran-cabaran alaf baru disamping membina peluang-peluang yang baru untuk kecemerlangan di masa hadapan.

Kepada Ahli Lembaga Pengarah Kumpulan, saya mengucapkan ribuan terima kasih di atas nasihat bijaksana yang membantu memudahkan tugas saya.

Akhir sekali, saya harus merakamkan ucapan terima kasih kepada pengurusan dan kakitangan bersama dengan pelanggan-pelanggan dan rakan-rakan niaga Far East Holdings Berhad di atas usaha dan sumbangan mereka yang menghasilkan satu lagi tahun yang penuh dengan kecemerlangan.

**DATO' MOHD GHAZALI BIN MOHD KHALID**  
Pengerusi





# Reports and Accounts

FOR THE YEAR ENDED 31 DECEMBER 1999

Directors' Report	52
Statement By Directors	56
Statutory Declaration	56
Auditors' Report	57
Consolidated Balance Sheet	58
Consolidated Profit And Loss Account	59
Consolidated Cash Flow Statement	60
Balance Sheet	63
Profit And Loss Account	64
Notes To The Accounts	65

## Directors' Report

The directors hereby submit their report together with the audited accounts of the Company and of the Group for the financial year ended 31 December 1999.

### PRINCIPAL ACTIVITIES

The principal activities of the Company are that of investment holding and oil palm plantations.

The principal activities of the subsidiaries are described in Note 24 to the accounts.

There were no significant changes in these activities during the financial year.

### RESULTS

	Group RM	Company RM
Profit attributable to the shareholders	31,841,839	9,933,020
Unappropriated profit brought forward	101,977,195	16,935,052
Profit available for appropriation	133,819,034	26,868,072
Dividends	(6,048,000)	(6,048,000)
Unappropriated profit carried forward	127,771,034	20,820,072

### DIVIDENDS

The amount of dividends paid or declared by the Company since 31 December 1998 were as follows:

	RM
In respect of the financial year ended 31 December 1998	
Final dividend of 10% less taxation, paid on 23 July 1999	4,032,000
In respect of the financial year ended 31 December 1999	
Interim dividend of 5% less taxation, paid on 8 November 1999	2,016,000

The directors recommend a final dividend of 10% less taxation, amounting to RM4,032,000 in respect of the current financial year.

### RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the financial year other than as disclosed in Note 14 and 16 to the accounts.

### BAD AND DOUBTFUL DEBTS

Before the profit and loss accounts and balance sheets were made out, the directors took reasonable steps to ascertain that action had been taken in relation to the writing off of bad debts and the making of provision for doubtful debts and satisfied themselves that all known bad debts had been written off and that adequate provision had been made for doubtful debts.

## Directors' Report

(Cont'd)

At the date of this report, the directors are not aware of any circumstances which would render the amounts written off for bad debts or the amount of provision for doubtful debts in the accounts of the Company and of the Group inadequate to any substantial extent.

### CURRENT ASSETS

Before the profit and loss accounts and balance sheets were made out, the directors took reasonable steps to ensure that any current assets which were unlikely to be realised in the ordinary course of business including their values as shown in the accounting records of the Company and the Group have been written down to an amount which they might be expected so to realise.

At the date of this report, the directors are not aware of any circumstances which would render the values attributed to the current assets in the accounts of the Company and the Group misleading.

### VALUATION METHODS

At the date of this report, the directors are not aware of any circumstances which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Company and the Group misleading or inappropriate.

### CONTINGENT AND OTHER LIABILITIES

At the date of this report, there does not exist:

- (a) any charge on the assets of the Company or of the Group which has arisen since the end of the financial year which secures the liabilities of any other person; or
- (b) any contingent liability of the Company or of the Group which has arisen since the end of the financial year.

No contingent or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the Company or of the Group to meet their obligations when they fall due.

### CHANGE OF CIRCUMSTANCES

At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or the accounts of the Company or of the Group which would render any amount stated in the accounts misleading.

### ITEMS OF AN UNUSUAL NATURE

The results of the operations of the Company and of the Group during the financial year were not, in the opinion of the directors, substantially affected by any item, transaction or event of a material and unusual nature.

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to affect substantially the results of the operations of the Company or of the Group for the financial year in which this report is made.

### SIGNIFICANT EVENTS

The significant events during the financial year are disclosed in Note 26 to the accounts.



## Directors' Report

(Cont'd)

### SUBSEQUENT EVENTS

The subsequent events are disclosed in Note 27 to the accounts.

### DIRECTORS

The directors who served since the date of the last report are:

YH Dato' Mohd. Ghazali bin Mohd. Khalid  
 YH Dato' Hamdan bin Jaafar  
 YBhg Prof. Tan Sri Dato' Dr. Mohd. Rashdan bin Haji Baba  
 YH Dato' Ghazali bin Dato' Mohd. Ali  
 YH Dato' Abdul Rahim bin Haji Mohamad  
 Mr. John Chia Sin Tet

In accordance with Article 97 of the Company's Articles of Association, Dato' Mohd. Ghazali bin Mohd. Khalid and Dato' Ghazali bin Mohd. Ali retire at the forthcoming Annual General Meeting and, being eligible, offer themselves for re-election.

### DIRECTORS' BENEFITS

During and at the end of the financial year, no arrangements subsisted to which the Company or its subsidiaries is a party with the object of enabling directors of the Company to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Since the end of the previous financial year, no director has received or become entitled to receive a benefit (other than a benefit included in the aggregate amount of emoluments received or due and receivable by the directors as shown in Note 18 to the accounts or the fixed salary of a full time employee of the Company and its related corporations) by reason of a contract made by the Company or a related corporation with the director or with a firm of which he is a member, or with a company in which he has a substantial financial interest.

### DIRECTORS' INTERESTS

According to the register of directors' shareholdings, the interests of directors in office at the end of the financial year in shares in the Company and its related corporations during the financial year were as follows:

	Number of ordinary shares of RM1 each			
	1 January 1999	Bought	Sold	31 December 1999
<b>FAR EAST HOLDINGS BERHAD</b>				
YH Dato' Mohd. Ghazali bin Mohd. Khalid	3,000	-	(3,000)	-
YBhg Prof. Tan Sri Dato' Dr. Mohd. Rashdan bin Haji Baba	10,000	-	-	10,000
Mr. John Chia Sin Tet	10,000	-	-	10,000

None of the other directors in office at the end of the financial year had any interest in shares in the Company or its related corporations during the financial year.

## Directors' Report

(Cont'd)

### AUDIT COMMITTEE

The members of the audit committee are:

#### Chairman

YBhg Prof. Tan Sri Dato' Dr. Mohd. Rashdan bin Haji Baba  
(Independent non-executive director)

#### Members

YH Dato' Abdul Rahim bin Haji Mohamad  
(Non-independent non-executive director)

Mr. John Chia Sin Tet  
(Independent non-executive director)

The functions of the audit committee are to review accounting policies, internal controls and annual accounts of the Company on behalf of the Board of Directors.

In performing its functions, the committee reviewed the overall scope of external audit. It met with the Company's auditors to discuss the results of their examinations and their evaluation of the system of internal accounting controls of the Company. The audit committee also reviewed the assistance given by the Company's officers to the auditors.

The committee reviewed the accounts of the Company and the consolidated accounts of the Group as well as the auditors' report thereon and recommended to the Board of Directors the re-appointment of Hanafiah Raslan & Mohamad as statutory auditors.

### AUDITORS

Hanafiah Raslan & Mohamad retire and have indicated their willingness to accept re-appointment.

Signed on behalf of the Board in accordance with a resolution of the directors

DATO' MOHD. GHAZALI BIN MOHD. KHALID

DATO' HAMDAN BIN JAAFAR

Dated:

## Statement by Directors

We, DATO' MOHD. GHAZALI BIN MOHD. KHALID and DATO' HAMDAN BIN JAAFAR, being two of the directors of FAR EAST HOLDINGS BERHAD, do hereby state that, in the opinion of the directors, the accompanying balance sheets of the Company and of the Group as at 31 December 1999 and the profit and loss accounts of the Company and of the Group and the cash flow statement of the Group for the year then ended, together with the notes thereto, give a true and fair view of the state of affairs of the Company and of the Group as at 31 December 1999 and of the results of the Company and of the Group and cash flow of the Group for the year then ended, and are properly drawn up in accordance with applicable approved accounting standards in Malaysia.

Signed on behalf of the Board in accordance with a resolution of the directors

DATO' MOHD. GHAZALI BIN MOHD. KHALID

DATO' HAMDAN BIN JAAFAR

Dated

## Statutory Declaration

I, NOWAWI BIN ABDUL RAHMAN, the officer primarily responsible for the financial management of FAR EAST HOLDINGS BERHAD, do solemnly and sincerely declare that the accompanying balance sheets of the Company and the Group as at 31 December 1999 and the profit and loss accounts of the Company and of the Group and cash flow statement of the Group for the year then ended, together with the notes thereto are, to the best of my knowledge and belief correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by the )  
abovenamed NOWAWI BIN ABDUL RAHMAN at Kuantan )  
in the State of Pahang Darul Makmur on )

NOWAWI BIN ABDUL RAHMAN

Before me:

Commissioner for Oaths



## Auditors' Report

To the Shareholders of  
FAR EAST HOLDINGS BERHAD

We have audited the accounts of FAR EAST HOLDINGS BERHAD (the Company) and the consolidated accounts of FAR EAST HOLDINGS BERHAD AND ITS SUBSIDIARIES (the Group) as at 31 December 1999. These accounts are the responsibility of the Company's directors. Our responsibility is to express an opinion on these accounts based on our audit.

We conducted our audit in accordance with approved Standards on Auditing in Malaysia. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the accounts are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the accounts. An audit also includes assessing the accounting principles used and significant estimates made by the directors, as well as evaluating the overall accounts presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion,

- (a) the accounts give a true and fair view of the state of affairs of the Company and of the Group as at 31 December 1999 and of the results of the Company and of the Group and cash flow of the Group for the year then ended, and have been properly drawn up in accordance with the provisions of the Companies Act, 1965 and applicable approved accounting standards in Malaysia; and
- (b) the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiaries have been properly kept in accordance with the provisions of the Act.

We have considered the accounts and the auditors' reports of the subsidiary of which we have not acted as auditors, as indicated in Note 24 to the accounts, being accounts that have been included in the consolidated accounts.

We are satisfied that the accounts of the subsidiaries that have been consolidated with the Company's accounts are in form and content appropriate and proper for the purposes of the preparation of the consolidated accounts and we have received satisfactory information and explanations required by us for these purposes.

The audit reports on the accounts of the subsidiaries were not subject to any qualification or any adverse comment made under subsection (3) of Section 174 of the Act.

HANAFIAH RASLAN & MOHAMAD  
No. AF 0002  
Public Accountants

DUAR TUAN KIAT  
No. 1894/03/02 (J/PH)  
Partner of the Firm

Dated:

# Consolidated Balance Sheet

31 DECEMBER 1999

	Note	1999 RM	1998 RM
<b>CURRENT ASSETS</b>			
Cash and bank balances		4,712,362	7,857,064
Fixed deposits	3	3,926,456	11,547,000
Trade debtors	4	5,745,148	6,763,040
Other debtors and prepayments	5	42,961,482	24,211,253
Stocks and stores	6	1,547,972	505,663
		<hr/> 58,893,420	<hr/> 50,884,020
<b>CURRENT LIABILITIES</b>			
Bank overdrafts	7	10,772,165	108,880
Term loans	13	5,000,000	5,160,805
Trade creditors		2,488,732	2,127,236
Other creditors and accruals		7,541,615	2,871,359
Taxation		5,596,394	14,725,037
Proposed dividends		4,032,000	4,032,000
		<hr/> 35,430,906	<hr/> 29,025,317
<b>NET CURRENT ASSETS</b>		<b>23,462,514</b>	<b>21,858,703</b>
<b>ASSOCIATED COMPANIES</b>	8	<b>30,161,943</b>	<b>20,034,520</b>
<b>UNQUOTED INVESTMENT</b>		<b>1,170,000</b>	<b>1,170,000</b>
<b>FIXED ASSETS</b>	9	<b>228,766,800</b>	<b>199,998,870</b>
<b>BREEDING STOCK</b>	10	<b>330,748</b>	<b>-</b>
<b>INTANGIBLE ASSETS</b>	11	<b>148,640</b>	<b>13,318</b>
<b>GOODWILL ON CONSOLIDATION</b>	12	<b>118,977</b>	<b>-</b>
<b>TERM LOANS</b>	13	<b>-</b>	<b>(5,000,000)</b>
<b>PROVISION FOR REPLANTING EXPENDITURE</b>	14	<b>(22,755,891)</b>	<b>(19,655,537)</b>
<b>MINORITY INTEREST</b>		<b>(17,347,164)</b>	<b>-</b>
		<hr/> 244,056,567	<hr/> 218,419,874
<b>SHAREHOLDERS' FUNDS</b>			
Share capital	15	56,000,000	56,000,000
Reserves	16	188,056,567	162,419,874
		<hr/> 244,056,567	<hr/> 218,419,874

The accompanying notes are an integral part of this balance sheet.

# Consolidated Profit and Loss Account

FOR THE YEAR ENDED 31 DECEMBER 1999

	Note	1999 RM	1998 RM
Turnover	17	67,050,198	88,488,781
Operating profit	18	31,112,804	51,963,118
Loss on deemed disposal of subsidiary		(3,418,442)	-
Share of profits of associated companies		5,218,669	4,055,518
Profit before taxation		32,913,031	56,018,636
Taxation	19	434,438	(15,030,290)
Profit after taxation		33,347,469	40,988,346
Minority interest		(1,505,630)	(689,356)
-			
Profit for the year attributable to the shareholders of the company		31,841,839	40,298,990
Unappropriated profit brought forward			
As previously reported		101,977,195	63,764,386
Prior year adjustments		-	4,586,269
As restated		101,977,195	68,350,655
Profit available for appropriation		133,819,034	108,649,645
Dilution arising from new issue of shares by associated company		-	(624,450)
Dividends	20	(6,048,000)	(6,048,000)
Unappropriated profit carried forward		127,771,034	101,977,195
Retained by:			
The Company		20,820,072	16,935,052
Subsidiaries		93,119,643	77,495,758
Associated companies		13,831,319	7,546,385
		127,771,034	101,977,195
Basic earnings per share	21	0.57	0.72

The accompanying notes are an integral part of this account.



# Consolidated Cash Flow Statement

FOR THE YEAR ENDED 31 DECEMBER 1999

	1999 RM	1998 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	32,913,031	56,018,636
Adjustment for:		
Depreciation	3,192,884	3,118,229
Amortisation of intangible assets	1,300	1,300
Amortisation of goodwill	4,957	-
Provision for replanting expenditure	3,100,354	2,823,863
Share of profits of associated companies	(5,218,669)	(4,055,518)
Fixed assets written off	105,188	352,474
Profit on disposal of fixed assets	-	(21,634)
Loss on deemed disposal of a subsidiary (Note A)	3,418,442	-
Interest expenses	905,199	58,067
Interest income	(318,513)	(606,861)
Breeding stock and reserves movement	16,578	-
Operating profit before working capital changes	38,120,751	57,688,556
Increase in debtors	(17,614,399)	(20,810,362)
(Increase)/decrease in stocks	(954,314)	317,256
Decrease in due to related companies	275,246	22,746
Increase/(decrease) in creditors	3,180,222	(1,161,890)
Cash generated from operations	23,007,506	36,056,306
Interest paid	(905,199)	(58,067)
Taxes paid	(8,735,353)	(8,609,086)
<i>Net cash from operating activities</i>	13,336,954	27,389,153
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of PT Berkas Sawit Sejati net of cash acquired (Note B)	(5,119,473)	-
Purchase of investment in associated company	(5,600,000)	-
Proceeds from disposal of fixed assets	27,743	226,564
Purchase of fixed assets and estate development cost incurred	(13,083,059)	(3,520,342)
Purchase of breeding stock	(330,748)	-
Purchase of intangible assets	(2,658)	(2,570)
Interest received	318,513	606,861
Dividend received	203,000	203,000
<i>Net cash used in investing activities</i>	(23,586,682)	(2,486,487)

## Consolidated Cash Flow Statement

FOR THE YEAR ENDED 31 DECEMBER 1999 (Cont'd)

	1998 RM	1997 RM
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of term loans	-	37,621
Repayment of term loans	(5,160,803)	(5,000,000)
Dividend paid	(6,048,000)	(8,064,000)
<i>Net cash used in financing activities</i>	<i>(11,208,803)</i>	<i>(13,026,379)</i>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(21,428,531)	11,876,287
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	19,295,184	7,418,897
CASH AND CASH EQUIVALENTS AT END OF YEAR	(2,133,347)	19,295,184
Cash and cash equivalents comprise :		
Cash and bank balances	4,712,362	7,857,064
Fixed deposits	3,926,456	11,547,000
Bank overdrafts	(10,772,165)	(108,880)
	(2,133,347)	19,295,184

The accompanying notes are an integral part of this statement.

## Consolidated Cash Flow Statement

FOR THE YEAR ENDED 31 DECEMBER 1999 (Cont'd)

### Note A

Summary of the deemed disposal of Kampung Aur Oil Palm Plantation (Sdn) Berhad in 1999.

	RM
Share of net assets deemed disposed	14,146,777
Proceeds from shares deemed sold	(10,728,335)
	<hr/>
Loss on deemed disposal due to dilution in interest	3,418,442
	<hr/>

### Note B

Summary of the acquisition of PT Berkas Sawit Sejati in 1999.

	RM
Cash and bank balances	130,527
Other debtors and deposits	117,938
Stocks	87,995
Due from related company	275,246
Fixed assets	8,451,378
Intangible assets	136,698
Other creditors and accruals	(139,589)
Due to shareholders	(1,709,976)
Minority interest	(2,224,151)
Goodwill	123,934
	<hr/>
Total purchase price	5,250,000
Less : Cash and bank balances	(130,527)
	<hr/>
Cash flow on acquisition net of cash acquired	5,119,473
	<hr/>

The accompanying notes are an integral part of this statement.

# Balance Sheet

31 DECEMBER 1999

	Note	1999 RM	1998 RM
<b>CURRENT ASSETS</b>			
Cash and bank balances		1,186,312	4,021,311
Fixed deposits	3	3,515,456	11,136,000
Trade debtors	4	3,804,076	4,467,466
Other debtors and prepayments	5	41,013,692	23,470,845
Stocks and stores	6	153,058	153,229
Due from subsidiaries	22	9,891,928	4,677,402
		<u>59,564,522</u>	<u>47,926,253</u>
<b>CURRENT LIABILITIES</b>			
Bank overdraft	7	10,772,165	-
Trade creditors		653,116	358,297
Other creditors and accruals		2,935,104	1,412,542
Taxation		1,660,869	4,522,504
Proposed dividends		4,032,000	4,032,000
Due to subsidiaries	23	42,892,622	34,697,396
		<u>62,945,876</u>	<u>45,022,739</u>
<b>NET CURRENT (LIABILITIES) / ASSETS</b>			
SUBSIDIARIES	24	(3,381,354)	2,903,514
ASSOCIATED COMPANIES	8	33,149,354	27,899,354
UNQUOTED INVESTMENT		8,500,000	2,900,000
FIXED ASSETS		1,170,000	1,170,000
PROVISION FOR REPLANTING EXPENDITURE	9	49,746,537	49,505,648
	14	(9,442,958)	(8,521,957)
		<u>79,741,579</u>	<u>75,856,559</u>
<b>SHAREHOLDERS' FUNDS</b>			
Share capital	15	56,000,000	56,000,000
Reserves	16	23,741,579	19,856,559
		<u>79,741,579</u>	<u>75,856,559</u>

The accompanying notes are an integral part of this balance sheet.



## Profit and Loss Account

FOR THE YEAR ENDED 31 DECEMBER 1999

	Note	1999 RM	1998 RM
Turnover	17	16,559,600	21,458,966
Operating profit	18	9,673,169	15,102,063
Taxation	19	259,851	(3,132,706)
Profit attributable to the shareholders		9,933,020	11,969,357
Unappropriated profit brought forward			
As previously reported		16,935,052	9,153,695
Prior year adjustments		-	1,860,000
As restated		16,935,052	11,013,695
Profit available for appropriation		26,868,072	22,983,052
Dividends	20	(6,048,000)	(6,048,000)
Unappropriated profit carried forward		20,820,072	16,935,052

The accompanying notes are an integral part of this account.

# Notes to the Accounts

31 DECEMBER 1999

## 1. PRINCIPAL ACTIVITIES

The principal activities of the Company are that of investment holding and oil palm plantations.

The principal activities of the subsidiaries are described in Note 24 to the accounts.

There were no significant changes in these activities during the financial year.

## 2. SIGNIFICANT ACCOUNTING POLICIES

### (a) Basis of Accounting

The accounts are prepared under the historical cost convention modified by the revaluation of certain land and buildings and comply with applicable approved accounting standards in Malaysia.

### (b) Basis of Consolidation

The consolidated accounts include the accounts of the Company and all its subsidiaries made up to the end of the financial year. The results of subsidiaries acquired during the year are included in the consolidated profit and loss account from the date of their acquisition. Related transactions are eliminated on consolidation and the consolidated accounts reflect external transactions only.

The excess of the purchase price over the fair value of the net assets of subsidiaries at the date of acquisition is included in the consolidated balance sheet as goodwill arising on consolidation. Goodwill arising on consolidation is amortised over a period of 25 years. Goodwill arising on consolidation will be written down immediately to profit and loss account if there is a permanent diminution in value.

### (c) Associated Companies

The Group treats as associated companies those companies in which a long term equity interest of between 20 to 50 percent is held and where it exercises significant influence through management participation.

The Group's share of profits less losses of associated companies is included in the consolidated profit and loss account and the Group's interest in associated companies is stated at cost plus adjustments to reflect changes in the Group's share of the net assets of the associated companies.

### (d) Currency Conversion and Translation

Transactions in foreign currencies during the year are converted into Ringgit Malaysia at rates of exchange approximating those ruling at the transaction dates. Foreign currency monetary assets and liabilities at the balance sheet date are translated into Ringgit Malaysia at rates of exchange approximating those ruling at that date. All exchange gains or losses are dealt with in the profit and loss accounts.

The accounts of foreign subsidiaries are translated into Ringgit Malaysia at the rate of exchange ruling at the balance sheet date. Gains or losses arising on translation into Ringgit Malaysia are taken to exchange reserve. All exchange differences will be taken to profit and loss account upon disposal of the investment in subsidiaries.

### (e) Fixed Assets and Depreciation

Fixed assets are stated at cost or valuation less accumulated depreciation.

Long term leasehold land, work in progress, mature and immature plantations are not depreciated. Long term leasehold land will be depreciated when the remaining leasehold period is 50 years.

## Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

Depreciation of other fixed assets is provided on a straight line basis calculated to write off the cost or valuation of each asset over its estimated useful life.

The principal annual rates of depreciation are:

Building	2% - 20%
Orchards	2% - 20%
Office furniture	10% - 15%
Plant and machinery	10% - 20%
Motor vehicles	20%
Others	5% - 25%

**(f) Estates Planting Expenditure**

Planting expenditure of oil palm in immature areas have been capitalised as immature plantation cost and shown as fixed assets. All planting expenditure incurred during the year on the new oil palm plantations which have achieved maturity during the first half of the year will be taken to the profit and loss account as revenue expenditure. Planting expenditure incurred on new oil palm plantations which have achieved maturity in the second half of the year would be capitalised.

**(g) Provision for Replanting Expenditure**

This represents provision for replanting cost for the replanting of oil palm plantations and provided once the estate reaches 15 years of maturity. The quantum set aside each year is based on the replanting schedule of each estate at the estimated cost of replanting of RM5,870 per hectare and is charged against the profit and loss account. All future replanting cost will be charged against this provision.

**(h) Stocks and Stores**

Stocks are stated at the lower of cost and net realisable value. Cost consists of invoiced prices after providing for items considered obsolete or slow moving.

Stores are stated at cost on a first-in, first-out basis. Costs consist of invoiced prices after providing for items considered obsolete or slow moving.

**(i) Breeding Stock**

Breeding stocks are valued at current net selling value. The natural increase resulting from the valuation of breeding stock at current net selling value is transferred to capital reserve.

**(j) Deferred Taxation**

Deferred taxation is provided under the liability method for all material timing differences except where there is reasonable evidence that these timing differences will not reverse in the foreseeable future.

**(k) Capitalisation of Borrowing Costs**

All external borrowing costs for acquiring any assets that require a substantial period of time to get them ready for their intended use are capitalised. Capitalisation of borrowing cost ceases when the asset is ready for its intended use.

**(l) Investments**

Investments in subsidiaries and other investments are stated at cost less provision for any permanent diminution in value.

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 3. FIXED DEPOSITS

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
Pledged for bank facilities	-	10,000	-	-
Unencumbered	3,926,456	11,537,000	3,515,456	11,136,000
	<u>3,926,456</u>	<u>11,547,000</u>	<u>3,515,456</u>	<u>11,136,000</u>

Fixed deposits of the Group are placed with licensed banks amounting to RM2,625,456 (1998 : RM8,246,000) and with financial institutions amounting to RM1,301,000 (1998 : RM3,301,000).

Fixed deposits of the Company are placed with licensed banks amounting to RM2,615,456 (1998 : RM8,236,000) and with financial institutions amounting to RM900,000 (1998 : RM2,900,000).

## 4. TRADE DEBTORS

Included in the trade debtors balance for the Group and Company are amount owing by associated companies amounting to RM3,697,287 (1998 : RM4,051,429) and RM2,877,181 (1998 : RM3,182,119) respectively.

## 5. OTHER DEBTORS AND PREPAYMENTS

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
Other debtors and prepayments	43,051,025	24,242,434	41,103,235	23,470,845
Provision for doubtful debts	(89,543)	(31,181)	(89,543)	-
	<u>42,961,482</u>	<u>24,211,253</u>	<u>41,013,692</u>	<u>23,470,845</u>

Included in the other debtors is a deposit of RM36,242,548 with its corporate shareholder, Perbadanan Kemajuan Negeri Pahang (PKNP) in relation to the option to acquire few investments which shall be refundable to the Company together with interest in the event the Company decides not to exercise its option.

## 6. STOCKS AND STORES

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
Fertilizers	1,203,471	116,335	22,955	-
Chemicals	9,698	41,997	6,035	7,257
Fuel and lubricants	32,475	46,765	2,767	14,928
Sundries	302,328	300,566	121,301	131,044
	<u>1,547,972</u>	<u>505,663</u>	<u>153,508</u>	<u>153,229</u>



# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 7. BANK OVERDRAFTS

The bank overdrafts for the Group and the Company are unsecured and bear interest of 2.0% per annum above base lending rate.

## 8. ASSOCIATED COMPANIES

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
Unquoted shares, at cost	16,330,626	10,940,624	8,500,000	3,110,000
Provision for diminution in value	-	(210,000)	-	(210,000)
	<u>16,330,626</u>	<u>10,730,624</u>	<u>8,500,000</u>	<u>2,900,000</u>
Group's share of reserves and post acquisition retained profits less losses	13,831,319	9,303,896	-	-
	<u>13,831,319</u>	<u>9,303,896</u>	<u>-</u>	<u>-</u>
	<u>30,161,945</u>	<u>20,034,520</u>	<u>8,500,000</u>	<u>2,900,000</u>

The associated companies are :-

Name of Company	Place of Incorporation	Effective Interest		Financial Year End	Principal Activities
		1999 %	1998 %		
* Prosper Palm Oil Mill Sdn. Bhd.	Malaysia	#25.5	#25.5	31 December	Palm oil mill
* Kilang Kosfarm Sdn. Bhd.	Malaysia	29.0	29.0	31 December	Palm oil mill
* Pahang Agro Food Industries Sdn. Bhd.	Malaysia	-	21.0	31 December	Food Processing
* Business & Budget Hotel Sdn. Bhd.	Malaysia	35.0	-	30 June	Hotelier

# Equity is held indirectly through the subsidiaries.

\* Associated company not audited by Hanafiah Raslan & Mohamad.

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 9. FIXED ASSETS

### GROUP

1999	As at 01.01.99 RM	Addition RM	Acquisition of a subsidiary RM	Write offs/ Disposal RM	Transfers RM	As at 31.12.99 RM
<b>Valuation/Cost</b>						
<b>Valuation</b>						
Long term leasehold land, mature and immature plantations	148,777,742	-	-	-	-	148,777,742
<b>Cost</b>						
Long term leasehold land, mature and immature plantations, orchards and building	51,328,333	22,363,783	7,709,600	(125,741)	403,067	81,679,042
Office furniture, plant and machinery, motor vehicles and others	10,899,841	587,846	1,164,825	(64,418)	52,400	12,640,494
Work in progress	868,298	282,788	132,575	-	(455,467)	828,194
	211,874,214	23,234,417	9,007,000	(190,159)	-	243,925,472

### Accumulated Depreciation

<b>Valuation</b>						
Long term leasehold land, mature and immature plantations	-	-	-	-	-	-
<b>Cost</b>						
Long term leasehold land, mature and immature plantations, orchards and building	4,842,104	1,668,097	-	(20,553)	-	6,489,648
Office furniture, plant and machinery, motor vehicles and others	7,033,240	1,524,787	147,671	(36,674)	-	8,669,024
Work in progress	-	-	-	-	-	-
	11,875,344	3,192,884	147,671	(57,227)	-	15,158,672

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 9. FIXED ASSETS (Cont'd)

### GROUP

1999

As at  
31.12.99  
RM

### Net Book Value

#### Valuation

Long term leasehold land,  
mature and immature  
plantations

148,777,742

#### Cost

Long term leasehold land,  
mature and immature  
plantations, orchards and  
building

75,189,394

Office furniture, plant and  
machinery, motor vehicles  
and others

3,971,470

Work in progress

828,194

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228,766,800  
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# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 9. FIXED ASSETS (Cont'd)

### GROUP

1998	As at 01.01.98 RM	Addition RM	Disposal RM	Write offs RM	Transfers RM	As at 31.12.98 RM
<b>Valuation/Cost</b>						
<b>Valuation</b>						
Long term leasehold land, mature and immature plantations	148,777,742	-	-	-	-	148,777,742
<b>Cost</b>						
Long term leasehold land, mature and immature plantations, orchards and building	48,637,758	2,213,093	(657)	(207,989)	686,128	51,328,333
Office furniture, plant and machinery, motor vehicles and others	12,302,206	788,182	(550,131)	(1,640,416)	-	10,899,841
Work in progress	1,035,359	519,067	-	-	(686,128)	868,298
	210,753,065	3,520,342	(550,788)	(1,848,405)	-	211,874,214

### Accumulated Depreciation

<b>Valuation</b>						
Long term leasehold land, mature and immature plantations	-	-	-	-	-	-
<b>Cost</b>						
Long term leasehold land, mature and immature plantations, orchards and building	3,383,993	1,569,297	(328)	(110,858)	-	4,842,104
Office furniture, plant and machinery, motor vehicles and others	7,214,911	1,548,932	(418,354)	(1,312,249)	-	7,033,240
Work in progress	-	-	-	-	-	-
	10,598,904	3,118,229	(418,682)	(1,423,107)	-	11,875,344



# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 9. FIXED ASSETS (Cont'd)

### GROUP

1998

As at  
31.12.98  
RM

### Net Book Value

#### Valuation

Long term leasehold land,  
mature and immature  
plantations

148,777,742

#### Cost

Long term leasehold land,  
mature and immature  
plantations, orchards and  
building

46,486,229

Office furniture, plant and  
machinery, motor vehicles  
and others

3,866,601

Work in progress

868,298

-----  
199,998,870  
-----

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 9. FIXED ASSETS (Cont'd)

### COMPANY

1999	As at 01.01.99 RM	Addition RM	Transfers RM	Write offs RM	As at 31.12.99 RM
<b>Valuation/Cost</b>					
<b>Valuation</b>					
Long term leasehold land, mature and immature plantations	46,374,819	-	-	-	46,374,819
<b>Cost</b>					
Long term leasehold land, mature and immature plantations, orchards and building	2,988,009	728,430	-	-	3,716,439
Office furniture, plant and machinery, motor vehicles and others	5,471,644	286,753	44,000	-	5,802,397
Work in progress	44,000	-	(44,000)	-	-
	54,878,472	1,015,183	-	-	55,893,655

### Accumulated Depreciation

<b>Valuation</b>					
Long term leasehold land, mature and immature plantations	-	-	-	-	-
<b>Cost</b>					
Long term leasehold land, mature and immature plantations, orchards and building	1,541,815	222,986	-	-	1,764,801
Office furniture, plant and machinery, motor vehicles and others	3,831,009	551,308	-	-	4,382,317
Work in progress	-	-	-	-	-
	5,372,824	774,294	-	-	6,147,118

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 9. FIXED ASSETS (Cont'd)

### COMPANY

1999

As at  
31.12.99  
RM

### Net Book Value

#### Valuation

Long term leasehold land,  
mature and immature  
plantations

46,374,819

#### Cost

Long term leasehold land,  
mature and immature  
plantations, orchards and  
building

1,951,638

Office furniture, plant and  
machinery, motor vehicles  
and others

1,420,080

Work in progress

-

49,746,537

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 9. FIXED ASSETS (Cont'd)

### COMPANY

1998	As at 01.01.98 RM	Addition RM	Disposal RM	Write offs RM	As at 31.12.98 RM
<b>Valuation/Cost</b>					
<b>Valuation</b>					
Long term leasehold land, mature and immature plantations	46,374,819	-	-	-	46,374,819
<b>Cost</b>					
Long term leasehold land, mature and immature plantations, orchards and building	2,827,789	160,220	-	-	2,988,009
Office furniture, plant and machinery, motor vehicles and others	6,029,598	242,682	(240,104)	(560,532)	5,471,644
Work in progress	-	44,000	-	-	44,000
	55,232,206	446,902	(240,104)	(560,532)	54,878,472

### Accumulated Depreciation

<b>Valuation</b>					
Long term leasehold land, mature and immature plantations	-	-	-	-	-
<b>Cost</b>					
Long term leasehold land, mature and immature plantations, orchards and building	1,355,598	186,217	-	-	1,541,815
Office furniture, plant and machinery, motor vehicles and others	3,624,801	746,016	(170,339)	(369,469)	3,831,009
Work in progress	-	-	-	-	-
	4,980,399	932,233	(170,339)	(369,469)	5,372,824



# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 9. FIXED ASSETS (Cont'd)

### COMPANY

1998

As at  
31.12.98  
RM

### Net Book Value

#### Valuation

Long term leasehold land,  
mature and immature  
plantations

46,374,819

#### Cost

Long term leasehold land,  
mature and immature  
plantations, orchards and  
building

1,446,194

Office furniture, plant and  
machinery, motor vehicles  
and others

1,640,635

Work in progress

44,000

49,505,648

The long term leasehold land and oil palm plantations of a subsidiary with a net book value of RM55,197,323 (1998 : RM42,588,318) have been charged to bank for loan granted to the subsidiary.

Included in the mature and immature plantations of a subsidiary of RM60,009,908 (1998 : RM47,202,432) are financing cost on the 'Al Bai Bithaman Ajil' facilities and term loan interest of RM280,365 (1998 : RM186,017) and RM158,818 (1998 : RM307,081) respectively which have been capitalised during the year.

Included in the fixed assets of the Group and the Company are the following cost of fully depreciated assets which are still in use:

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
Buildings	1,826,312	1,109,832	826,785	245,232
Office furniture, plant and machinery, motor vehicle and others	3,854,157	3,439,737	2,633,787	2,368,938
	5,680,469	4,549,569	3,460,572	2,614,170

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## Valuation

Details of independent professional valuation of long term leasehold, mature and immature plantations owned by the Group at 31 December 1999 are as follows:

Year Valuation	Description of Property	Amount RM	Basis of Valuation
1990	Long term leasehold land, mature and immature plantations	114,917,415	Open Market Value
1995	Long term leasehold land, mature and immature plantations	148,777,742	Open Market Value

## 10. BREEDING STOCK

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
At current net selling value	330,748	-	-	-

## 11. INTANGIBLE ASSETS

	Group	
	1999 RM	1998 RM
Preliminary expenses	7,498	7,498
Pre-operating expenses	145,042	8,420
	152,540	15,918
Cumulative amortisation	(3,900)	(2,600)
	148,640	13,318

Included in the pre-operating expenses is an audit fee of RM1,500 (1998 : RM1,500).

## 12. GOODWILL ON CONSOLIDATION

	Group	
	1999 RM	1998 RM
Arising from the acquisition of: PT Berkas Sawit Sejati	123,934	-
	123,934	-
Cumulative amortisation	(4,957)	-
At 31 December	118,977	-

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 13. TERM LOANS

	Group	
	1999 RM	1998 RM
Loan I	5,000,000	10,000,000
Loan II	-	160,805
	5,000,000	10,160,805
Repayments due within 12 months included in current liabilities	(5,000,000)	(5,160,805)
	-	5,000,000

Loan I is loan from a licensed bank to one of the subsidiaries under 'Penangguhan Pembayaran Kemudahan Penjualan' ('Al Bai Bithaman Ajil') and is to be repaid by quarterly instalments over 7 years. This loan is secured by way of a legal charge over the long term leasehold land and oil palm plantations of the subsidiary with cost of financing at 9.5% (1998 : 9.5%) per annum.

Loan II bears interest rate of 3.0% (1998 : 3.0%) per annum above base lending rate. This loan is secured by way of placement of fixed deposits and guaranteed jointly and severally by all directors of the subsidiary.

## 14. PROVISION FOR REPLANTING EXPENDITURE

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
At 1 January	19,655,537	16,831,674	8,521,957	7,454,400
Addition	3,100,354	2,823,863	921,001	1,067,557
At 31 December	22,755,891	19,655,537	9,442,958	8,521,957

## 15. SHARE CAPITAL

	Group and Company	
	1999 RM	1998 RM
Ordinary shares of RM1 each:		
Authorised	500,000,000	500,000,000
Issued and fully paid	56,000,000	56,000,000

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 16. RESERVES

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
a) Non-distributable				
Share premium	933,653	933,653	79,404	79,404
Reserve on consolidation	6,468	6,468	-	-
Exchange reserve	(173,724)	-	-	-
Capital reserve	16,578	-	-	-
Revaluation surplus	59,502,558	59,502,558	2,842,103	2,842,103
	<u>60,285,533</u>	<u>60,442,679</u>	<u>2,921,507</u>	<u>2,921,507</u>
b) Distributable				
Unappropriated profit	<u>127,771,034</u>	<u>101,977,195</u>	<u>20,820,072</u>	<u>16,935,052</u>
Total reserves	<u>188,056,567</u>	<u>162,419,874</u>	<u>23,741,579</u>	<u>19,856,559</u>

## 17. TURNOVER

Type of Activity	Turnover		Cost of sales		Composition of cost of sales
	Group RM'000	Company RM'000	Group RM'000	Company RM'000	
1999					
Sales of fresh fruit bunch net of discount	<u>67,050</u>	<u>16,560</u>	<u>22,591</u>	<u>4,416</u>	Estate expenditure and upkeep and cultivation expenditure
1998					
Sales of fresh fruit bunch net of discount	<u>86,853</u>	<u>21,459</u>	<u>20,262</u>	<u>4,185</u>	Estate expenditure and upkeep and cultivation expenditure
Sales of poultry	<u>1,636</u>	<u>-</u>	<u>2,284</u>	<u>-</u>	Purchases and overheads
	<u>88,489</u>	<u>21,459</u>	<u>22,546</u>	<u>4,185</u>	

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

## 18. OPERATING PROFIT

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
Operating profit is stated after charging:				
Amortisation of intangible assets	1,300	1,300	-	-
Auditors' remuneration	61,000	61,000	18,000	18,000
Bad debts	69,662	29,711	-	-
Depreciation	3,192,884	3,118,229	774,294	932,233
Directors' remuneration				
- fees	446,858	372,957	232,558	185,000
- other emoluments	72,000	-	72,000	-
Fixed assets written off	105,188	352,474	-	191,063
Interest expense	905,199	58,067	897,707	-
Provision for doubtful debts	3,050	31,181	-	-
Provision for replanting expenditure	3,100,354	2,823,863	921,001	1,067,557
Rental of premises	12,460	172,027	-	164,536
Sharing of profit under the 'Al Bai Bithaman Ajil' facility	787,635	881,983	-	-
and crediting:				
Dividend income	-	-	203,000	203,000
Interest income	314,274	606,861	296,982	544,545
Interest on advances to subsidiaries	-	-	291,751	795,020
Profit on disposal of fixed assets	-	21,634	-	22,805
Rental income	23,660	24,130	-	-

## 19. TAXATION

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
Current year's provision	-	15,545,000	-	4,995,000
Transfer to deferred taxation	-	(190,000)	-	(190,000)
	-	15,355,000	-	4,805,000
Taxation over provided in respect of prior years	(393,290)	(1,129,892)	(259,851)	(1,672,294)
	(393,290)	14,225,108	(259,851)	3,132,706
Share of taxation of associated companies	(41,148)	805,182	-	-
	(434,438)	15,030,290	(259,851)	3,132,706

Other than the tax charge on dividend income, there is no tax charge for the current financial year as the amount payable is waived in accordance with the Income Tax (Amendment) Act, 1999. The chargeable income of RM9,560,000 on which the tax is waived shall be credited to an exempt account from which tax exempt dividends can be declared, subject to agreement with the Inland Revenue Board.



# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

The Company has sufficient tax credit under Section 108 and sufficient balance in the tax exempt account to declare its entire profit as dividends without incurring additional tax liabilities.

## 20. DIVIDENDS

	Group and Company	
	1999	1998
	RM	RM
Paid:		
Ordinary interim dividend of 5% less taxation	2,016,000	2,016,000
Proposed:		
Ordinary final dividend of 10% (1998 : 10%) less taxation - payable to shareholders	4,032,000	4,032,000
	<u>6,048,000</u>	<u>6,048,000</u>

## 21. BASIC EARNINGS PER SHARE

The basic earnings per share is calculated by dividing the Group earnings of RM 31,841,839 (1998 : RM40,298,990) by the weighted average number of shares in issue during the year of 56,000,000 (1998: 56,000,000) shares.

## 22. DUE FROM SUBSIDIARIES

The amounts due from subsidiaries bear interest of 9.7% (1998 : 9.7%) per annum.

## 23. DUE TO SUBSIDIARIES

The amounts due to subsidiaries are unsecured and interest free.

## 24. SUBSIDIARIES

	Company	
	1999	1998
	RM	RM
Unquoted investments, at cost	33,449,353	28,199,353
Provision for diminution in value	(299,999)	(299,999)
	<u>33,149,354</u>	<u>27,899,354</u>

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

The subsidiaries are :-

Name of Company	Place of Incorporation	Paid-up Capital	Effective Interests		Principal Activities
			1999 %	1998 %	
Dawn Oil Palm Plantations Sdn. Bhd.	Malaysia	1,800,150	100	100	Oil palm plantations
B.S. Oil Palm Plantations Sdn. Bhd.	Malaysia	1,800,150	100	100	Oil palm plantations
Kampung Aur Oil Palm Company (Sdn) Berhad	Malaysia	47,000,000	83	100	Oil palm plantations
Madah Perkasa Sdn. Bhd.*	Malaysia	25,000,002	100	100	Oil palm plantations
PT Berkas Sawit Sejati**	Indonesia	7,500,000	70	-	Oil palm plantations
Inai Prisma Sdn. Bhd.	Malaysia	200,000	100	100	Plantation advisory
ESDigital Centre Sdn. Bhd.	Malaysia	2	100	100	Dormant
Teroka Bahagia Sdn. Bhd.	Malaysia	2	100	100	Dormant
Uniprudent Asset Sdn. Bhd.	Malaysia	2	100	100	Dormant
Gem Asia Sdn. Bhd.**	Malaysia	435,000	69	69	Ceased operation

\* Subsidiary of Kampung Aur Oil Palm Company (Sdn.) Berhad.

\*\* Audited by firm affiliated with Hanafiah Raslan & Mohamad, Malaysia

\*\*\* Subsidiary not audited by Hanafiah Raslan & Mohamad.

## 25. CAPITAL COMMITMENTS

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
Capital commitments :				
Approved by the directors but not contracted for	11,897,482	13,110,000	3,204,605	4,173,000

## Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

### 26. SIGNIFICANT EVENTS

During the year :

- (a) The Company has accepted the offer from Perbadanan Kemajuan Negeri Pahang (PKNP) for 70 percent equity participation in PT Berkas Sawit Sejati for the development of 11,000 hectares into oil palm plantation near Palembang in Indonesia. The Company has entered a novation agreement with PKNP and PT Berkas Sawit Sejati to effect the participation on 26 January 1999.

- (b) The Company has extended Call Option Agreement for another six (6) months up to May 2000 with its corporate shareholder, Perbadanan Kemajuan Negeri Pahang (PKNP) to acquire 60% equity interest in Kuantan Beach Hotel Sdn. Bhd..

The Company, in addition to the Option Consideration of RM10 has deposited with PKNP the sum of RM19,742,548 as deposit upon execution of the option agreement. In the event that the Company decides not to exercise the option to acquire the shares, the deposit shall be refundable to the Company together with interest.

- (c) The Company has also entered into a Call Option Agreement with its corporate shareholder, Perbadanan Kemajuan Negeri Pahang (PKNP) to acquire 874.8 hectares of agriculture land and 14.59 hectares of institutional land.

The Company, in addition to the Option Consideration of RM10 has deposited with PKNP the sum of RM16,500,000 as land deposit upon execution of the option agreement. In the event that the Company decides not to exercise the option to acquire the said land, the land deposit shall be refundable to the Company together with interest. The call option has since been extended to August 2000.

- (d) The Company has entered into an agreement to acquire 35% equity interest in Business & Budget Hotel Sdn. Bhd., a business class hotel located at Kuantan for a purchase consideration of RM5.6 million.

- (e) The Company interest in its subsidiary, Kampung Aur Oil Palm Company (Sdn) Berhad (KAOP) has been reduced from 100% to 83% arising from KAOP acquiring a land by way of issuing its shares to a third party, Majlis Ugama Islam Pahang pursuant to an agreement signed on 16 January 1992.

- (f) The Company has disposed off its entire equity interest of 21% in an associated company, Pahang Agro Food Industries Sdn. Bhd. for a consideration of RM10.

### 27. SUBSEQUENT EVENTS

Subsequent to year end:

- (a) The Company has agreed to exercise the Call Option only in respect of the proposed acquisition of 874.8 hectares of agricultural land for a purchase consideration of RM6,480,000.

- (b) The Company has, however, decided not to exercise the Call Options relating to the acquisitions of the following:

- (i) Proposed acquisition of 60% equity interest in Kuantan Beach Hotel Sdn. Bhd. for a purchase consideration of RM40,000,000.

- (ii) Proposed acquisition of 14.59 hectares of institutional land for a purchase consideration of RM15,710,000.

# Notes to the Accounts

31 DECEMBER 1999 (Cont'd)

In relation thereto, Perbadanan Kemajuan Negeri Pahang will refund the deposits together with interest thereon to the Company in accordance with the terms and conditions of the Call Option Agreements in respect of those assets where the call options were not exercised.

## 28. SIGNIFICANT RELATED PARTY TRANSACTIONS

	Group		Company	
	1999 RM	1998 RM	1999 RM	1998 RM
Dividend income from associated company	-	-	203,000	203,000
Sales to associated companies	47,257,878	64,987,758	11,699,645	7,520,568
Interest income from subsidiaries	-	-	291,751	795,020
Fertiliser commission to subsidiary	-	-	42,652	51,540
Profit sharing to subsidiary	-	-	-	121,150
Estate advisory fee to subsidiary	-	-	188,900	93,592

The above transactions were undertaken on commercial terms and conditions.

## 29. SEGMENTAL REPORTING

### Analysis by activities

	Turnover		Profit / (loss) before taxation		Total assets employed	
	1999 RM'000	1998 RM'000	1999 RM'000	1998 RM'000	1999 RM'000	1998 RM'000
Oil palm plantations	67,050	86,853	27,694	51,911	307,988	262,022
Palm oil milling	77,045	99,238	5,615	4,056	14,227	9,304
Hotelier	804	-	(396)	-	-	-
Sales of poultry	-	1,636	-	52	-	775
	144,899	187,727	32,913	56,019	322,215	272,101
Group's share of turnover in associated companies	(77,849)	(99,238)				
	67,050	88,489				

# Borang Proksi



Far East Holdings Berhad

(14809-W)

Saya/Kami \_\_\_\_\_

yang beralamat di \_\_\_\_\_

sebagai pemegang saham / pemegang -pemegang saham FAR EAST HOLDINGS BERHAD, dengan ini melantik

yang beralamat di \_\_\_\_\_

atau sebagai penggantinya \_\_\_\_\_

yang beralamat di \_\_\_\_\_

atau pengerusi mesyuarat sebagai proksi saya/kami yang akan mengundi bagi pihak saya/kami di Mesyuarat Agung Tahunan Syarikat yang ke 26 yang akan diadakan pada hari Selasa, 23hb Mei 2000 jam 11.30 pagi di Bilik Meranti 2, Hotel Hyatt, Kuantan Pahang Darul Makmur dan pada sebarang hari penangguhannya.

Proksi saya/kami hendaklah mengundi keatas resolusi-resolusi seperti yang telah ditentukan dengan tanda (X) di ruang yang berkenaan dibawah ini. Sekiranya ruang ini dikembalikan tanpa apa-apa penentuan mengenai cara-cara pengundian, proksi akan mengambil tindakan yang sewajarnya untuk mengundi ataupun tidak.

NOMBOR RESOLUSI	1	2	3	4	5	6
Bersetuju						
Menentang						

Ditandatangani pada \_\_\_\_\_ 2000

JUMLAH SAHAM DIPEGANG

Tandatangan \_\_\_\_\_

Dihadapan\* \_\_\_\_\_

*\*Tandatangan di Borang Proksi yang dilaksanakan di luar Malaysia mestilah disahkan oleh seorang notari awam atau konsul.*

## NOTA :

1. Seorang ahli yang berhak menghadiri dan mengundi dalam mesyuarat ini adalah berhak melantik proksi atau proksi-proksi untuk hadir dan mengundi bagi pihaknya. Proksi tidak semestinya seorang ahli syarikat.
2. Jika yang melantik ialah sebuah perbadanan, borang mestilah dimeterikan dengan cop mohor atau ditandatangani oleh peguam perbadanan tersebut.
3. Borang proksi ini mestilah diserahkan kepada Pejabat Pendaftar Saham, Malaysian Share Registration Services Sdn Bhd 7th Floor Exchange Square, Bukit Kewangan, 50200 Kuala Lumpur tidak lewat daripada empat puluh lapan (48) jam sebelum masa yang ditetapkan untuk mengadakan mesyuarat.





# Proxy Form



Far East Holdings Berhad  
(14809-W)

I/We \_\_\_\_\_

of \_\_\_\_\_

being a member/members of FAR EAST HOLDINGS BERHAD, hereby appoint \_\_\_\_\_

of \_\_\_\_\_

or failing him \_\_\_\_\_

of \_\_\_\_\_

or failing him the chairman of the meeting as my/our proxy to vote for me/ us and on my/our behalf at the 26th Annual General Meeting of Far East Holdings Berhad to be held on Tuesday, 23rd day of May 2000 at 11.30am, Meranti Room 2, Hyatt Hotel, Kuantan, Pahang Darul Makmur and at any adjournment thereof.

My/Our proxy to vote on the resolution as indicated with (X) in the space provided. If the form is returned in the absence of specific directions as to the manner the vote is to be cast, my/our proxy will vote or abstain as he thinks fit.

RESOLUTION NO.	1	2	3	4	5	6
For						
Against						

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2000

TOTAL SHARES HELD

Signature \_\_\_\_\_

Witness\* \_\_\_\_\_

*\*This signature on a Proxy Form executed outside Malaysia must be attested by a notary public or consul.*

## NOTE:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy or proxies to attend and vote in his stead. A proxy need not be a member of the company.
2. Where the appointment is executed by a Corporation, it must be either under seal or under the hand of any attorney or officer duly authorised.
3. The instrument of proxy must be deposited at the Shares Registrar's Office, Malaysian Share Registration Services Sdn Bhd, 7th Floor Exchange Square, Bukit Kewangan, 50200 Kuala Lumpur at least forty (48) hours before the time appointed for holding the meeting.