## ••• Annual Report Out



## CCK CONSOLIDATED HOLDINGS BERHAD

396692-T



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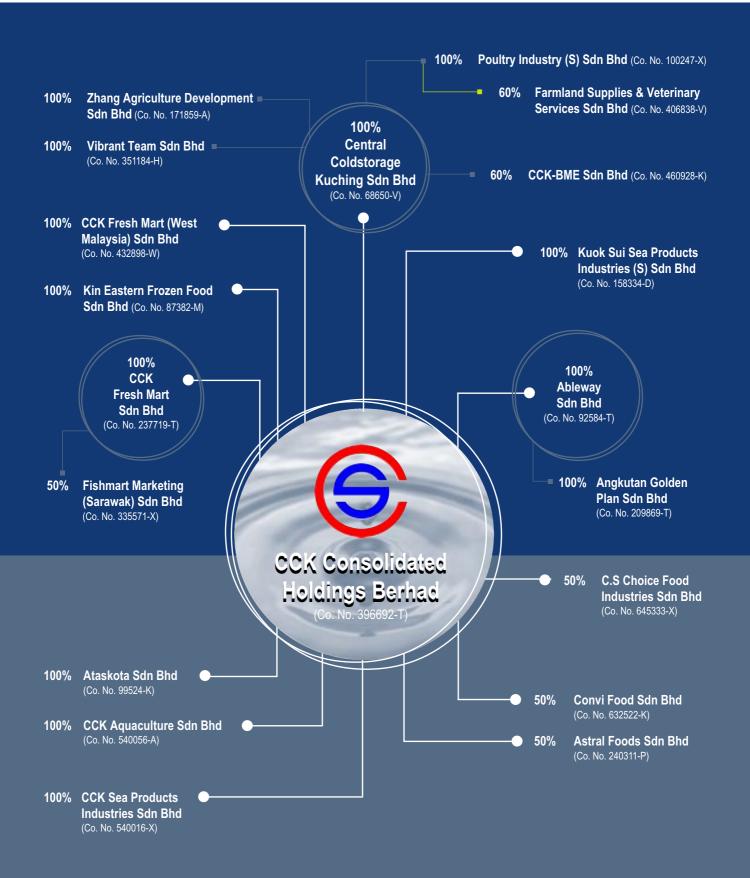
## • • CORPORATE PROFILE



## **CORPORATE INFORMATION**

BOARD OF DIRECTORS	Datuk Tiong Su Kouk <i>(Chairman)</i> Chong Shaw Fui <i>(Vice Chairman)</i> Tiong Chiong Hiiung <i>(Managing Director)</i> Tiong Chiong Soon <i>(Executive Director)</i> Lau Liong Kii <i>(Executive Director)</i> Ling Ting Leong @ Ling Chong Seng <i>(Executive Director)</i> Wong See Khong <i>(Executive Director)</i> Kueh Chung Peng <i>(Executive Director)</i> Kueh Chung Peng <i>(Executive Director)</i> Janggu Anak Banyang <i>(Independent Director)</i> Francis Wong Chin Sing @ Wong Chin Sing <i>(Independent Director)</i> Douglas Jerukan @ Jarukan Ak Kanyan <i>(Independent Director)</i> Datu Haji Putit Bin Matzen <i>(Independent Director)</i> Dato' Fauziah Binti Dato' Ismail <i>(Non-independent Non-Executive Director)</i>
AUDIT COMMITTEE	Janggu Anak Banyang <i>(Chairman)</i> Datuk Tiong Su Kouk <i>(Member)</i> Francis Wong Chin Sing @ Wong Chin Sing <i>(Member)</i>
COMPANY SECRETARIES	Ling Ting Leong @ Ling Chong Seng (MACS 00754) Voon Jan Moi (MAICSA 7021367)
REGISTERED OFFICE	Lot 999, Section 66, Jalan Keluli Bintawa Industrial Estate 93450 Kuching, Sarawak Tel: 082-336 520 Fax: 082-331 479
SHARE REGISTRAR	Symphony Share Registrars Sdn Bhd (Formerly known as Malaysian Share Registration Services Sdn. Bhd.) Level 26, Menara Multi-Purpose, Capital Square No.8, Jalan Munshi Abdullah 50100 Kuala Lumpur Tel: 03-2721 2222 Fax: 03-2721 2530 / 03-2721 2531
AUDITORS	Hii & Lee Chartered Accountants 1st Floor, 13, Jalan Khoo Peng Loong 96000 Sibu, Sarawak
PRINCIPAL BANKERS	HSBC Bank Malaysia Berhad RHB Bank Berhad EON Bank Berhad
STOCK EXCHANGE LISTING	Second Board of Bursa Malaysia Securities Berhad (Formerly known as Malaysia Securities Exchange Berhad)

## CORPORATE STRUCTURE





## CHAIRMAN'S STATEMENT



On behalf of the Board of Directors, I am pleased to present to you the Annual Report and Audited Financial Statements of CCK Consolidated Holdings Group of Companies for the financial year ended 30 June 2004.

I would also like to take this opportunity to welcome Dato' Fauziah Binti Dato' Ismail to our board. With her wealth of experience in the corporate world, I am sure CCK Group of companies will benefit tremendously from her involvement.

#### INDUSTRY TREND AND DEVELOPMENT

Year 2004 was a turbulent year for the food industry. During the first half of the financial year, there was a shortage of supply of poultry products in the domestic market as the government banned the imports of poultry products plagued by "Avian flu". The shortage had resulted in higher selling prices for our poultry products. When the "Avian flu" spread to our country, consumers' fear had no doubt dampened the demand for the poultry products. Thankfully, the government did a good job in containing the disease from spreading widely and the impact was not as severe as initially thought. The impact was especially minimal in the East Malaysian market, where our Group primarily operates.

On the other hand, our seafood products again experienced a lackluster year as both the demand and selling prices were depressed amidst an uncertain global economy.

#### **FINANCIAL OVERVIEW**

Despite the difficult operating environment, CCK Group of companies recorded a total revenue of RM228.291 million for the year ended 30 June 2004, representing an increase of 11% from previous year (2003:RM205.664 million) The increase in revenue was principally attributable to larger sales volume of our core products as we continue to strive to capture a larger market both domestically and internationally.

Profit before tax increased by 29% from RM4.155 million achieved in previous year to RM5.377 million for the financial year. The better result was principally due to better cost management. Net profit after tax grew to RM3.883 million from RM3.164 million in the preceding year. This translated to an earning per share of 7.6sen for 2004. (2003:6.17sen) Total assets and shareholders' funds as at 30 June 2004 were RM124.380 million and RM81.861 million respectively.

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#### **CORPORATE AWARDS**

I am proud to announce that recently, one of our subsidiary companies, Central Coldstorage Kuching Sdn Bhd ("CCK") became the first company in Sarawak to be awarded the Veterinary Health Mark (VHM) logo by Ministry of Agriculture, having complied to the requirements of Quality Assurance Programme and the HACCP system. The VHM logo is a mark of quality and safety given to livestock processing plants and with the certification, CCK is allowed to imprint the VHM logo on the labels of approved products and packaging materials. This enables CCK to have easier access to market its products in the global markets.

#### DIVIDEND

The Board of Directors is pleased to recommend a first and final dividend of 3.5% less income tax at 28% amounting RM1.254 million in respect of the current financial year ended 30 June 2004, subject to the shareholders' approval at the fourthcoming Annual General Meeting.

#### PROSPECTS

Backed by an expanding US economy and a sustained economic recovery in Japan, the global economy is expected to grow positively. On the home front, recovery measures undertaken by the Malaysian government will spur economic growth. These factors should lead to a better operating environment for the coming year as we expect an increasing demand for our products. Our group of companies is well positioned to take advantage of the improving operating environment and we will continue to strive to improve operational efficiency and productivity, implement strategies to supply more value-added and high quality products, and provide consistent and excellent quality services to our domestic and international customers. The Board is confident that CCK Group will have another fruitful year ahead.

#### ACKNOWLEDGEMENT

On behalf of the Board, I would like to record my appreciation to the Malaysian Government, financiers, business associates, valued customers and shareholders for their continued support and confidence in CCK Group.

I would like to express my sincere appreciation to the management and staff of CCK Group for their commitment, dedication and contributions throughout the year. Last but not least, I would like to thank my fellow Directors for their invaluable support and advice.

#### DATUK TIONG SU KOUK Chairman Sibu, Sarawak 30 September 2004



## **BOARD OF DIRECTORS**



Top: from left to right Datuk Tiong Su Kouk (Non-Executive Chairman) Chong Shaw Fui (Executive Vice Chairman) Tiong Chiong Hiiung (Managing Director)

#### Middle: from left to right

Lau Liong Kii (Executive Director) Tiong Chiong Soon (Executive Director) Kueh Chung Peng (Executive Director) Wong See Khong (Executive Director) Ling Ting Leong @ Ling Chong Seng (Executive Director)

#### Bottom: from left to right

Janggu Anak Banyang (Independent Director) Douglas Jerukan @ Jarukan Ak Kanyan (Independent Director) Datu Haji Putit bin Matzen (Independent Director) Francis Wong Chin Sing @ Wong Chin Sing (Independent Director) Dato' Fauziah Binti Dato' Ismail (Non-Independent Non-Executive Director)

### **BOARD OF DIRECTORS' PROFILE**

**DATUK TIONG SU KOUK**, aged 62, a Malaysian, is a businessman. He is the founder member of CCK Consolidated Holdings Berhad ("CCK") and its subsidiaries ("CCK Group" or "the Group"). He was appointed as Executive Chairman to the Board of CCK on 15 July 1997 and re-designated as Non-Executive Chairman on 20 March 2002. He is also a member of the Audit Committee of CCK and appointed as Chairman of the Nomination and Remuneration Committees of CCK. He also acts as Chairman of the other companies within the CCK Group. Under his stewardship, the CCK Group has progressed from a small family-run business to one of Sarawak's largest integrated poultry producer and producers of frozen seafood.

Datuk Tiong began his career as a seafood trader and has been involved in the seafood and poultry industry for the past thirty and ten years respectively. He is a well-respected member of the industry in Sarawak and brings to the Group his wealth of experience gained in the past. Additionally, Datuk Tiong also sits on various school boards and is actively involved in the Foochow and Tiong Associations in Sibu. He was conferred the Panglima Jasa Negara (PJN) which carried the title "Datuk" by Seri Paduka Baginda Yang Di-Pertuan Agong on the occasion of His Excellency's 75th Birthday on 2 June 2001. He was awarded the "Pingat Bintang Sarawak" (PBS) and "Johan Setia Mahkota" (JSM) in 1987 and 2000 respectively by the Sarawak State Government and Seri Paduka Baginda Yang Di-Pertuan Agong respectively for his contribution to the community. He also sits on the boards of other private limited companies.

His shareholdings in CCK as at 18 October 2004 are disclosed in page 69 of this annual report.

**CHONG SHAW FUI**, aged 59, a Malaysian, was appointed as Executive Vice Chairman to the Board of CCK on 15 July 1997. He is responsible for the management of the poultry business unit, which ranges from the breeding, hatchery to the production line accordingly.

Mr. Chong brings to the CCK Group a vast and invaluable experience of over twenty years in the poultry industry. He commenced his poultry breeding experience in Singapore in 1972 and he was one of the co-founders of the Sarawak Breeding Farm specialising in the hatching of day-old chicks. He developed this business into a company, named Zhang Agriculture Development Sdn. Bhd., which is now a wholly-owned subsidiary of CCK. In 1983, Mr. Chong also formed another company known as Poultry Industry (S) Sdn. Bhd., a wholly-owned subsidiary of CCK, with the sole intention of rearing broiler chicken.

His shareholdings in CCK as at 18 October 2004 are disclosed in page 69 of this annual report.

TIONG CHIONG HIIUNG, aged 37, a Malaysian, is a young and dynamic entrepreneur with sound business judgement and acumen beyond his years. He was appointed to the Board of CCK on 15 July 1997 and is a member of the Remuneration Committee. He is also the Group Managing Director of CCK.

Mr. Tiong graduated with a Bachelor of Economics Degree from Monash University in Australia in 1989 and joined the Group as a Director of a subsidiary company. In 1994, he was appointed as Managing Director of Central Coldstorage Kuching Sdn. Bhd., and subsequently was responsible for the overall management and operation of the CCK Group. Although he has been actively involved in virtually every aspect of the Group's operations, including breeding operations, broiler farming, and processing of seafood, he was instrumental in transforming the Group's operations into one of the most modern in the state. As a result of his foresight, the Group has also embarked aggressively into various expansion programmes resulting in a fully integrated operation for the Group. He also sits on the boards of various private limited companies.

His shareholdings in CCK as at 18 October 2004 are disclosed in page 69 of this annual report.

TIONG CHIONG SOON, aged 34, a Malaysian, is a businessman and was appointed as Executive Director of CCK on 15 July 1997. He graduated from Oklahoma University, USA with a Bachelor of Business Degree in 1994. He joined the Group since his graduation, and is principally responsible for the purchasing function and the retail division of the Group. He has an excellent rapport with the suppliers thus ensuring timely delivery of products of the highest quality for the Group. He also sits on the boards of various private limited companies.

His shareholdings in CCK as at 18 October 2004 are disclosed in page 69 of this annual report.

LING TING LEONG @ LING CHONG SENG, aged 52, a Malaysian, is a businessman with a wealth of experience behind him. He was appointed as Executive Director to the Board of CCK on 15 July 1997. He obtained a Certificate in Higher Accounting in 1971 and has gained vast experience in accounting and auditing for eleven years from 1971 to 1982. He joined the CCK Group in 1983 and is responsible for the finance and corporate secretarial matters of the CCK Group.

His shareholdings in CCK as at 18 October 2004 are disclosed in page 69 of this annual report.

LAU LIONG KII, aged 53, a Malaysian, was appointed as Executive Director to the Board of CCK on 15 July 1997. He is also a member of the Remuneration Committee of CCK. He is principally responsible for the operations of Ableway Sdn. Bhd., and the production and marketing functions of the prawn division. He joined the Group in 1982 and as the Managing Director of Ableway Sdn. Bhd., he has accumulated vast experience in the domestic food market and the international aspects of the food industry. He brings to the Group in-depth understanding of the various and specialist trends of the food industry.

His shareholdings in CCK as at 18 October 2004 are disclosed in page 69 of this annual report.

**WONG SEE KHONG**, aged 48, a Malaysian, was appointed as Executive Director of the Board of CCK on 15 July 1997. He first joined the Group in 1985 as Director to one of the subsidiary companies and is one of the pioneers of the Group, having served as Managing Director of Central Coldstorage Kuching Sdn. Bhd. since its incorporation to 1986. He is now responsible for the prawn hatchery functions within the prawn division.

His shareholdings in CCK as at 18 October 2004 are disclosed in page 69 of this annual report.

JANGGU ANAK BANYANG, aged 57, a Malaysian, was appointed to the Board of CCK as an Independent Director on 15 July 1997. He is also the Chairman of the Audit Committee as well as a member of CCK's Nomination and Remuneration Committees. After completing his formal education, he worked for various companies and subsequently held directorship in these companies, which are principally involved in the activities of supply of rations, property development and timber contractor.

His shareholdings in CCK as at 18 October 2004 are disclosed in page 69 of this annual report.

KUEH CHUNG PENG, aged 50, a Malaysian, was appointed as Executive Director to the Board of CCK on 15 July 1997. He joined Kin Eastern Frozen Food Sdn. Bhd. in 1992 as its Managing Director and is also responsible for the aquaculture farming division of the CCK Group. He was appointed as a Director to CCK Fresh Mart Sdn. Bhd., a wholly-owned subsidiary of CCK, in 1993 and has over fifteen years experience in the prawn and coldstorage products industry.

His shareholdings in CCK as at 18 October 2004 are disclosed in page 69 of this annual report.

FRANCIS WONG CHIN SING @ WONG CHIN SING, aged 40, a Malaysian, was appointed as an Independent Director on 20 March 2002. He is also a member of the Audit Committee. Having graduated with a Bachelor of Commerce and Master of Commerce from Deakin University and University of Auckland respectively, he joined Coopers & Lybrand, Auckland, New Zealand from 1988 to 1993. Subsequently, he came back to Malaysia and joined Ernst & Young for two years. During his employment with the said Chartered Accounting firms, he has gained extensive experience in audit and corporate advisory services. After leaving the Chartered Accountancy career, he joined a public listed company in Malaysia, as a Group Financial Controller for a period of four years. Currently, he operates a management consulting company providing corporate advisory services to various companies.

DOUGLAS JERUKAN @ JARUKAN AK KANYAN, aged 65, a Malaysian, was appointed as an Independent Director on 20 March 2002. He is also a member of the Nomination and Remuneration Committees of CCK. He graduated as a Trade Instructor from Christchurch Technical Institute and Canterbury Teachers College, Canterbury, New Zealand. He joined the Sarawak Education Service from 1962 to 1994 and rose from a teacher to Principal, District Education Officer and Group Supervisor of Schools Gd. 2, Divisional Education Office, Sibu. Currently, he is a Board member of Rejang Port Authority, Sibu. Besides this, he is the Principal of a Tuition Center and holds directorship for various private limited companies.

His shareholdings in CCK as at 18 October 2004 are disclosed in page 69 of this annual report.

DATU HAJI PUTIT BIN MATZEN, aged 59, a Malaysian, was appointed as an Independent Director on 20 March 2002. He is also a member of the Nomination and Remuneration Committees of CCK. He holds a Bachelor of Science Degree and obtained a professional post-graduate Diploma in Teaching. He started his career with the Sarawak Education Service in 1972 and has held various senior positions including Director of Education within the State Education Department and the Ministry of Education in Kuala Lumpur. While in service, he pursued other professional courses, notably in educational management and administration, development, innovation, testing and examinations and crisis management. Currently, he is the Vice-President of Systematic Education Group International Berhad, a public listed company and is a director of Yayasan Guru Malaysia Berhad. He is also the President of Sarawak Islamic Council.

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DATO' FAUZIAH BINTI DATO' ISMAIL, aged 62, a Malaysian, was appointed as a Non-Independent Non-Executive Director on 26 May 2004 as a nominee of Permodalan Nasional Berhad. Dato' Fauziah holds a Bachelor of Arts (Honours) from University of Malaya, a postgraduate Diploma in Development Administration from the London School of Economics and a Masters in Public Administration from the University of Houston, USA. She also attended a certificate course at Harvard Institute of International Development (HIID) of Harvard University, USA in Public Enterprise Management and Privatisation.

Dato' Fauziah served in the Malavsian Administration and Diplomatic Services, from 1966 to her retirement in 1997, in various positions and capacities. She served, amongst others, in the Public Services Department, the Prime Minister's Department, and the Ministry of Rural Development. In her job at the Implementation Unit of the Prime Minister's Department, she was involved in the administration of the Petroleum Development Act in developing Malaysia's petroleum industry, including the development of Bumiputra participation in the industry. While in the public service, Dato' Fauziah also served as Board member to Malaysian International Shipping Corporation Berhad (MISC), Urban Development Authority (UDA), Rubber Industries Smallholders Development Authority (RISDA) and Penang Development Corporation (PDC) as well as serving as Deputy Chairman of Penang Regional Development Authority (PERDA) and Jengka Regional Development Authority, Pahang.

She is currently serving as a member of the National Advisory Council on the Integration of Women in Development (NACIWID). She also sits on the Board of UEM Builders Berhad, Crest Petroleum Berhad and KAF Seagroatt & Campbell Berhad. Additional information :-

- a. Tiong Chiong Hiiung and Tiong Chiong Soon are the sons of Datuk Tiong Su Kouk. Apart for this, the other Directors have no family relationship with each other or the substantial shareholders of CCK.
- b. All the Directors have no conflict of interest with CCK.
- c. None of the Directors have been convicted of offences within the past 10 years other than traffic offences.
- d. Apart for Datu Haji Putit bin Matzen and Dato' Fauziah binti Dato' Ismail, none of the other Directors hold any directorship in public companies.
- e. There are no options, warrants or convertible securities exercised in respect of the financial year under review other than the exercise of 128,000 share options as disclosed in note 17 of the financial statements outlined in pages 53 and 54 of this annual report.
- f. The audited profit after taxation and minority interest for the financial year ended 30 June 2004 is RM3.86 million compared to the unaudited profit after taxation and minority interest of RM2.91 million as announced on 25 August 2004. This results represent a deviation of approximately 32.6% or RM0.95 million from the unaudited results, primarily due to the adjustment in taxation expenses. The increment of profit after taxation is analysed as follows:-

	RM
Profit after taxation as per announcement made on 25 August 2004 1. Tax expenses	2,909,000
Differential of corporate tax rate at 8%	48,000
<ul> <li>Overprovision in tax resulting from utilisation of Tax loss/ capital allowance</li> </ul>	865,000
Deferred taxation recognised	79,000
2. Adjustment of minority interest	(3,000)
3. Additional expenses taken up	(36,000)
Profit as per audited financial statements as at 30 June 2004	3,862,000

g. There were no material contracts entered into by the CCK Group involving the Directors or the major shareholders' interest for the financial year ended 30 June 2004, other than contracts entered into in the ordinary course of business, as disclosed on page 63 of this annual report.





## • • CORPORATE GOVERNANCE

## STATEMENT ON CORPORATE GOVERNANCE

#### **INTRODUCTION**

The Malaysian Code on Corporate Governance ("the Code") sets out principles and best practices on structures and processes that companies may use in their operations towards achieving optimal governance framework. To this end, Bursa Malaysia Securities Listing Requirements requires listed companies to disclose in their Annual Report a statement on the application of these principles and best practices as advocated by the Code.

The Board of Directors of CCK Consolidated Holdings Berhad ("CCK" or "the Company") believes in the principles of good corporate governance and supports the implementation of the highest standards of corporate governance throughout the CCK Group as a fundamental part of discharging its responsibilities to protect and enhance shareholders' value and the financial performance of the CCK Group.

In line with this, the Board of CCK is pleased to disclose the manner in which it has applied the principles of good governance and the extent to which it has complied with all the Best Practices as outlined in Part 2 of the Code.

#### THE BOARD OF DIRECTORS

#### **Composition of the Board**

The CCK Group is led and managed by an experienced Board comprising thirteen members. The Non-Executive Chairman, the Group Managing Director, six Executive Directors and five Independent Directors have a wide range of experience in relevant fields required to successfully direct and supervise the CCK Group's business activities. The profiles of each member are presented on pages 9 to11 of this annual report.

To ensure that there is balance of power and authority, the roles of the Chairman and the Group Managing Director are separated and clearly defined. The Chairman is primarily responsible for the orderly conduct and effectiveness of the Board, whilst the Group Managing Director is responsible for the operating units, organisational effectiveness and implementation of Board policies and decisions.

The presence of Independent Directors fulfils a crucial role in corporate governance, for the provision of unbiased and independent views, advice and judgement to take account of the interests of shareholders, employees, customers, suppliers and the communities in which the CCK Group conducts business. Mr. Janggu Anak Banyang is the appointed Senior Independent Director to whom concerns may be conveyed to.

#### **Board Procedures**

Besides its statutory duties, the Board is responsible for good corporate governance, including the setting of the CCK Group's overall strategic direction, overseeing the conduct of the businesses, identifying principal risks, ensuring that systems are in place to manage these risks, implementation of succession planning programme for Senior Management, implementation of an investors relations programme and reviewing the adequacy of the CCK Group's system of internal controls.

The Board holds at least four regularly scheduled meetings annually, with additional meetings convened as necessary. During the financial year ended 30 June 2004, five (5) Board Meetings were held. The attendance of the Directors at the Board Meetings is as follows :-

	No. Attended
Datuk Tiong Su Kouk	4
Chong Shaw Fui	5
Tiong Chiong Hiiung	5
Tiong Chiong Soon	5
Lau Liong Kii	5
Ling Ting Leong @ Ling Chong Seng	5
Wong See Khong	5
Kueh Chung Peng	5
Janggu Anak Banyang	5
Francis Wong Chin Sing @ Wong Chin Sing	4
Datu Haji Putit Bin Matzen	5
Douglas Jerukan @ Jarukan Ak Kanyan	5
Dato' Fauziah binti Dato' Ismail (appointed on 26 May 2004)	Not Applicable

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#### **Supply Of Information**

The Directors have unrestricted access to information pertaining to the CCK Group's business and affairs to enable them in discharging their duties and responsibilities. All Directors are provided with an agenda and a set of Board papers in a timely manner prior to Board Meetings, to enable the Directors to obtain further explanations, where necessary, in order to be properly briefed before the meeting, so that time can be conserved and used for focussed discussion.

All Directors have access to the advice of the Company Secretaries, independent professional advisors, and internal/external auditors in appropriate circumstances at the Company's expense.

#### **Committees Of The Board**

The following Board Committees have been established to assist the Board in discharging its duties. All the Board Committees do not have executive powers but to report to the Board on all matters considered and their recommendations thereon. The Board has approved the terms of reference of each Committee, and where applicable, these comply with the recommendations of the Code.

#### a. Audit Committee

The Audit Committee, formed on 12 July 1997, reviews issues of accounting policy and presentation for external financial reporting, monitors the work of the in-house internal auditor, ensures that an objective and professional relationship is maintained with the external auditors, and that conflicts of interest are avoided.

The Report of the Audit Committee is set out on pages 20 to 22 of this annual report.

#### b. Nomination Committee

The Board has set up, on 27 February 2002 a Nomination Committee, which is mainly responsible for the identification and recommendation of new nominees to the Board, for the annual review of the required mix of skills and experience of the Board and for the annual assessment of the effectiveness of the Board Committees, the Board as a whole and the contribution of each Director.

During the year, the Nomination Committee has met twice, and is in the process of evaluating procedures for the annual assessment exercise of the Board, the Committees and Directors, and succession planning for Directors and Senior Management alike.

The members of the Nomination Committee, all of whom are non-executive Directors and a majority of whom are independent, are :-

Datuk Tiong Su Kouk - Chairman	(Non-Independent Non-Executive Director)
Mr. Janggu Anak Banyang	(Independent Director)
Datu Haji Putit Bin Matzen	(Independent Director)
Mr. Douglas Jerukan @ Jarukan Ak Kanyan	(Independent Director)

#### c. Remuneration Committee

The Remuneration Committee was established on 27 February 2002 and is principally responsible for setting the policy framework and for making recommendations to the Board on remuneration packages and benefits extended to the Executive Directors. During the year, the Remuneration Committee met once.

The members of the Remuneration Committee, the majority of whom are non-executive, are :-

Datuk Tiong Su Kouk - Chairman Mr. Tiong Chiong Hiiung Mr. Lau Liong Kii Mr. Janggu Anak Banyang Datu Haji Putit Bin Matzen Mr. Douglas Jerukan @ Jarukan Ak Kanyan (Non-Independent Non-Executive Director) (Group Managing Director) (Executive Director) (Independent Director) (Independent Director) (Independent Director)

#### Appointments to the Board

As indicated above, the Nomination Committee recommends the appointment of new Directors to the Board. Thereafter upon approval by the Board, the new Directors undergo a familiarization programme, which includes visits to the CCK Group's operating units, and meetings with Senior Management, as appropriate, to facilitate the new Directors' understanding of the CCK Group.

#### **Re-election of Directors**

In accordance with CCK's Articles of Association, all Directors who are appointed by the Board are subject to election by shareholders at the first Annual General Meeting after their appointment. One-third of the remaining Directors are required to submit themselves for re-election by rotation at each Annual General Meeting, and all Directors must submit themselves for re-election at least once every three (3) years.

Directors over seventy years of age are required to submit themselves for re-appointment annually in accordance with Section 129(6) of the Companies Act, 1965.

#### Directors' and Senior Management's Training and Update Programmes

All new Board members and Senior Management are guided on a familiarisation programme, including visits to the CCK Group's offices and manufacturing facilities and meetings with senior management as appropriate, to facilitate their understanding of the CCK Group.

All the Directors have attended the Mandatory Accreditation Programme. They are also attending Continuing Education Programmes ("CEP") from time to time to equip themselves with the knowledge to discharge their duties effectively.

#### DIRECTORS' REMUNERATION

CCK recognises the need to ensure that remuneration of Directors is appreciative and reflective of the responsibility and commitment that goes with Board membership. In line with this, the Board, via its Remuneration Committee, has adopted a remuneration structure that attempts to retain and attract the Executive Directors with the right caliber for CCK. The fees for Non-Executive Directors are determined by the Board as a whole.

Contrary to the disclosure recommendations as indicated in the best practices of the Code, the Board would not be providing details of remuneration awarded to each Director. The Board is of the opinion that matters pertaining to Directors' remuneration are of a personal nature.

In compliance with Bursa Malaysia Securities Listing Requirements, the fees and remuneration paid to Directors of the CCK Group during the financial year ended 30 June 2004, in aggregate and analysed into bands of RM50,000, were as follows :-

	Executive Directors RM	Non-Executive Directors RM
Fee	46,727	216,320
Salary	768,000	-
Bonus	168,000	-
Allowances	12,000	-
Benefits-in-kind	-	-
Commissions	-	-

	Executive Directors No.	Non-Executive Directors No.
RM200,001 to RM250,000	-	-
RM150,001 to RM200,000	3	1
RM100,001 to RM150,000	4	-
RM50,001 to RM100,000	-	-
RM50,000 and below	-	4

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#### SHAREHOLDERS COMMUNICATION

CCK maintains a regular policy of disseminating information that is material for shareholders' information via announcements made through the Bursa Malaysia Securities Berhad website. In compliance with the Bursa Malaysia Securities Listing Requirements, the Company also releases timely financial information on a quarterly basis, which includes an overview of the performance of CCK Group.

The Company uses the Annual General Meeting as a principal forum for dialogue with shareholders. Shareholders are encouraged to participate in the questions and answers session. Members of the Board as well as the external auditors of the Company are present to answer queries raised at the meeting.

#### **ACCOUNTABILITY AND AUDIT**

#### **Financial Reporting**

The Directors aim to present a balanced and understandable assessment of the CCK Group's position and prospects in presenting its annual financial statements and quarterly announcements to shareholders. These financial statements are drawn-up in accordance with the provisions of the Companies Act, 1965 and the applicable approved accounting standards of the Malaysian Accounting Standards Board, and are reviewed by the Audit Committee prior to approval by the Board. In compliance with statutory requirements, the annual accounts are subjected to audit by an independent external auditor.

#### **Internal Control**

The Board of Directors acknowledge their responsibility for the CCK Group's system of internal control, which is designed to identify and manage the risks of the businesses of the CCK Group, in pursuit of its objectives. In addition, the system of internal control practiced by the CCK Group spans over financial, operational and compliance aspects, particularly to safeguard the CCK Group's assets and hence shareholders' investments. In executing this responsibility, the Board via the Audit Committee and the internal auditors, has adopted procedures to monitor the ongoing adequacy and integrity of the system of internal control.

Further details of the state of the system of internal control of the CCK Group are presented on pages 18 to 19 of this annual report.

#### **Relationship with the Auditors**

Through the Audit Committee, the CCK Group has established a formal and transparent relationship with the external auditors. The Audit Committee meets with the external auditors without the presence of the executive members of the Board at least once a year.

The Audit Committee has been explicitly accorded the power to communicate directly with both external auditors and internal auditors. The auditors may from time to time throughout the financial year, highlight to the Audit Committee and the Board on matters that require the Board's attention.

This Statement on Corporate Governance is made in accordance with a resolution of the Board of Directors dated 30 September 2004.

## STATEMENT ON INTERNAL CONTROL

#### **INTRODUCTION**

The Malaysian Code on Corporate Governance ("Code") requires listed companies to maintain a sound system of internal control to safeguard shareholders' investment and the company's assets. In line with this Bursa Malaysia Listing Requirements requires the Board of Directors to include a statement in annual reports on the state of internal control of the Company and its group of subsidiary companies has also issued "Guidance for Directors of Public Listed Companies" (Guidance") in making this statement accordingly.

The Board of Directors of CCK Consolidated Holdings Bhd is pleased to present this Statement on Internal Control, which has been prepared in accordance with the Guidance.

#### **INTERNAL CONTROL SYSTEM**

A sound system of internal control incorporates the need to have in place an appropriate risk assessment framework. Identification of internal controls to manage and control these risks, implementation of an effective information and communications system, and an ongoing process for monitoring the continuing adequacy and integrity of the system of internal control.

Within CCK and its group of Companies ("CCK"), the Board has implemented a Risk Management and Internal Control Framework which encompasses the following:-

#### a) The identification of principal risks faced by the CCK Group

In January 2002, the Board, led by the Group Managing Director, held a Strategic Risk Assessment exercise to ensure that all Directors and Senior Management have a common Vision, Mission and Strategic Objectives. Within this workshop, the Board and Senior Management also undertook a risk assessment exercise to identify the principal risks faced by the CCK Group.

These principal risks shall on an annual basis, be updated by Senior Management for review and approval by the Board accordingly.

#### b) The identification of internal controls to manage these principal risks

A review of the inventory of the current internal controls framework was carried out to ascertain its adequacy in meeting the principal risks identified and actions plans or revised internal controls were drawn up in bridging the gaps, having regard to cost/benefit, materiality and likelihood of crystallisation of risks.

#### c) Implementation of internal controls within the information and communication processes

These revised internal controls were then built into the processes of the CCK Group. Accountabilities are placed on the Heads of each Operating Unit for the effective implementation thereon.

#### d) Monitoring and reporting process to continuously review the adequacy and integrity of internal control

The Board, via the Audit Committee, monitors the system of internal control through quarterly reviews, which is normally undertaken by the in-house Internal Auditor. The review also includes a balanced assessment of the significant risks and the adequacy and integrity of the internal control systems of the CCK Group. Where any significant weaknesses have been identified, the Internal Auditor together with input from Management would recommend measures to improve the internal controls accordingly. Follow-up audits are also undertaken to assess the status of implementation thereof by Management.

Further details on the scope of activities of the Internal Audit are set out in the Report of the Audit Committee, which is available on pages 18 to 20 this Annual Report.

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#### **Other Elements of Internal Control**

The other key elements of the CCK Group's internal control systems that are in place are described below:-

- Regular review of operational reports, including key performance indicators, by the Group Managing Director and Executive Directors of the CCK Group:
- Regular review of financial reporting by the Audit Committee and the Board:
- Detailed budgeting process by both the Operating Units and Head Office;
- Regular monitoring of actual results against budgets, with major variances analysed for effective management actions thereafter; and
- Regular inspection visits by directors, in particular executive directors, to operating units to have a first-hand account of the efficiency and effectiveness of the Group's strategy, mode of operation and control.

The Board is also in the process of putting in place a system to ensure that there are adequate financial and operational policies and procedures relating to delegation of authority within the CCK Group.

#### **BOARD OF DIRECTORS' ACKNOWLEDGEMENT**

The Board of Directors affirms its overall responsibility for the CCK Group's system of internal control, and for reviewing its adequacy and integrity. It should be noted however that such system is designed to manage rather than eliminate the risk of failure to achieve business objectives. In addition, it should be noted that any system could provide only reasonable, and not absolute, assurance against material misstatement or loss.

The Board of Directors is also pleased to report that there were no material losses incurred during the current financial year as a result of weaknesses in internal control. Management continues to take measures to strengthen the control environment.

This statement is made in accordance with a resolution of the Board of Directors dated 30 September 2004



## REPORT OF THE AUDIT COMMITTEE

#### **COMPOSITION OF THE AUDIT COMMITTEE**

The Audit Committee was established on 12 July 1997 and comprises of the following Directors :-

- Janggu Anak Banyang Chairman Datuk Tiong Su Kouk Francis Wong Chin Sing @ Wong Chin Sing
- Independent Director
- Non-Independent Non-Executive Director
- Independent Director
- 1. Francis Wong is a member of the Malaysian Institute of Accountants

The term of office and performance of the Audit Committee and each of the members shall be reviewed by the Board of Directors at least once every three (3) years to determine whether the Audit Committee and its members have carried out their duties in accordance with their terms of reference.

#### **TERMS OF REFERENCE**

#### Objectives

The Audit Committee will give assurance to the Company's shareholders that compliance with specified financial standards and disclosure policies developed and administered by Bursa Malaysia Securities Berhad ("Bursa Securities") are being adhered to. In addition, the Audit Committee will assure that certain standard of corporate responsibility, integrity and accountability to the Company's shareholders are being inculcated in the duties and responsibility of the Board of Directors of the Company.

#### Membership

The Audit Committee shall be appointed by the Directors from amongst their number (pursuant to a resolution of the Board of Directors) which shall consist of not less than three members, the majority of whom shall be non-executive and independent directors, and free from any relationship, which might in the opinion of the Board of Directors, interfere with the exercise of independent judgement in carrying out the functions of the Audit Committee. No alternate director can be a member of the Audit Committee.

The members of the Audit Committee shall elect a chairman from among their number who is a non-executive and independent director.

At least one (1) member of the Committee must be a member of the Malaysian Institute of Accountants ("MIA") or if he is not a member of the MIA, he must have at least three (3) years' working experience and :-

- a. he must have passed the examinations specified in Part 1 of the 1st Schedule of the Accountants Act 1967; or
- b. he must be a member of one of the associations of accountants specified in Part II of the 1st Schedule of the Accountants Act 1967.

The Board shall, within three (3) months of a vacancy occurring in the Audit Committee which results in the number of members reduced to below three (3), appoint such number of new members as may be required to make up the minimum number of three (3) members.

#### Meetings

A quorum shall be two (2) members and a majority of members present must be independent directors. The Finance Director and Head of Internal Audit shall normally attend meetings. A representative of external auditors shall attend as and when required. The Company Secretary shall be the secretary of the Audit Committee. Minutes of each meeting shall be kept and distributed to each member of the Audit Committee.

#### **Frequency of Meetings**

The Audit Committee shall meet as and when the need arises provided that it shall meet at least four (4) times a year. The external auditors may request for a meeting if they consider that one is necessary.

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#### Authority

The Audit Committee is authorised by the Board on the following :-

- i. investigate any activity within its terms of reference;
- ii. have the resources which are required to perform its duties;
- iii. seek any information it requires from any employee and all employees are directed to co-operate with any request made by the Audit Committee;
- iv. have direct communication channels with the external auditors and person(s) carrying out the internal audit function or activity, if any;
- v. obtain outside legal or other independent professional advice and to secure the attendance of outsiders with relevant experience and expertise if it considers this necessary; and
- vi. upon request of the external auditor, to convene meeting of the Audit Committee, excluding the attendance of the Executive Directors if deemed necessary, to consider any matter the external auditor believes should be brought to the attention of the Board of Directors or shareholders.

Where the Audit Committee is of the view that a matter reported to the Board of Directors has not been satisfactorily resolved resulting in a breach of Bursa Malaysia Securities Listing Requirements, the Audit Committee has the responsibility to promptly report such matter to Bursa Securities.

The Audit Committee shall be reporting to the full Board from time to time its recommendations for consideration and implementation and the actual decision shall be the responsibility of the Board of Directors after considering the recommendation of the Committee.

#### **Duties and Responsibilities**

To review :-

- a. with the external and internal auditors: their respective audit plan, the audit report major findings and management's responses thereof, and their evaluation of the CCK Group's system of internal control;
- b. the assistance given by the CCK Group's employees to both the internal and external auditors;
- c. the adequacy of the scope, functions and resources of the internal audit function, and that it has the necessary authority to carry out its work;
- d. the audit fees proposed by external auditors;
- e. the appointment (and re-appointment), resignation and dismissal of the external and internal auditors;
- f. the appraisal of the performance of the internal auditor;
- g. the quarterly and annual financial statements of the Company and the Group, focusing on the matters set out below, and thereafter to submit them to the Board :-
  - any changes in accounting policies and practices;
  - significant adjustments arising from the audit;
  - the going concern assumption; and
  - compliance with accounting standards and regulatory requirements;
- h. any related party transactions that may arise within the Company or Group; and
- i. any other functions as may be agreed to by the Audit Committee and the Board.



### ACTIVITIES OF THE AUDIT COMMITTEE FOR THE FINANCIAL YEAR

#### **Meetings and Attendance**

Five (5) Audit Committee meetings were held during the financial year ended 30 June 2004. The attendance of each member is as follows :-

	No. Attended
Janggu Anak Banyang	5
Datuk Tiong Su Kouk	3
Francis Wong Chin Sing @ Wong Chin Sing	5

#### Summary of Activities of Audit Committee

The following activities were carried out by the Audit Committee during the financial year ended 30 June 2004 in discharge of its functions and duties :-

- a. Reviewed the audit plans of the CCK Group with the internal and external auditor;
- b. Reviewed the audit reports for the CCK Group and consideration of the major findings by the internal and external auditors, and Management's responses thereof;
- c. Reviewed the quarterly and annual financial reports of the Company and the CCK Group prior to submission to the Board of Directors for their approval;
- d. Reviewed the budget and variances arising therefrom on a quarterly basis; and
- e. Reviewed the budget and strategic plan for the financial year ending 30 June 2005.

#### ACTIVITIES OF THE INTERNAL AUDIT FUNCTION

The internal audit department, which was established since incorporation of CCK, has carried out planned audits during the financial year and provided regular reports on compliance with internal financial policies and operational procedures to the Audit Committee. In particular the Internal Auditor has, under the remit of the Audit Committee, performed audit work on the following :-

- Reviewing and appraising the soundness, adequacy and application of accounting, financial and other controls of the CCK Group over inventory management, treasury and receivable process, and the production process flow;
- Ascertaining the extent to which the CCK Group's assets are accounted for and safeguarded from losses of all kinds;
- Conducting physical stock count, physical cash count, debtors analysis and control, debtors review, fixed assets review, stock review and control, production information control and petty cash review;
- Identifying opportunities to improve the operations of and processes within the CCK Group, in particular over financial reporting of key indicators for Management's information; and
- Carrying out audit work in liaison with external auditors to maximise the use of resources and for effective coverage of audit risks.

#### STATEMENT VERIFYING ALLOCATION OF OPTIONS

The Audit Committee has reviewed and verified that the allocation of share options pursuant to the Employees' Share Options Scheme ("ESOS") for the year ended 30 June 2004 was made in accordance with the criteria as set out in the bye-laws of the Company's ESOS.

This Report of the Audit Committee is made in accordance with a resolution of the Board of Directors dated 30 September 2004.

### STATEMENT OF DIRECTORS' RESPONSIBILITIES



The Board of Directors are required under Bursa Malaysia Securities Listing Requirements, to issue a statement explaining their responsibility for preparation of the annual audited financial statements.

The Directors are also required by the Companies Act, 1965 to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Group and of the Company as at the financial year end and of the results and cash flows of the Group and of the Company for the financial year then ended.

The Directors consider that, in preparing the financial statements of CCK Consolidated Holdings Berhad for the financial year ended 30 June 2004, the Company has used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgment and estimates. The Directors also consider that all applicable approved accounting standards in Malaysia have been followed and confirm that the financial statements have been prepared on a going concern basis.

The Directors are responsible for ensuring that the Company keeps accounting records which disclose with reasonable accuracy at any time the financial position of the Company and which enable them to ensure that the financial statements comply with the provisions of the Companies Act, 1965.

The Directors are also responsible for taking such steps that are reasonably open to them to safeguard the assets of the Group and to prevent and detect fraud and other irregularities.

The auditors' responsibilities are stated in their report to the shareholders.

This Statement of Directors' Responsibilities is made in accordance with a resolution of the Board of Directors dated 30 September 2004.

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## • • FINANCIAL INFORMATION



The directors have pleasure in submitting their report and the audited financial statements of the Group and of the Company for the financial year ended 30 June 2004.

#### **PRINCIPAL ACTIVITIES**

The principal activities of the Company cover investment holding and provision of management services to its subsidiary companies. The principal activities of the subsidiary companies are disclosed in Note 7 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

FINANCIAL RESULTS	Group RM	Company RM
Profit after taxation Minority interests	3,963,902 ( 101,418)	3,006,132
Net profit for the financial year	3,862,484	3,006,132

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

#### DIVIDEND

Since the end of the previous financial year, the Company paid a first and final dividend of 3.5 sen gross less tax at 28% amounting to RM1,250,424.03 in respect of the previous financial year ended 30 June 2003.

The directors recommend the payment of a first and final dividend of 3.5 sen gross less income tax at 28% in respect of the financial year ended 30 June 2004 which, if approved at the forthcoming Annual General Meeting of the Company, will be paid on 24 January 2005 to Depositors whose names appear in the Record of Depositors on 31 December 2004.

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

- (i) Shares transferred into the Depositor's securities account before 4:00 p.m. on 31 December 2004, in respect of ordinary transfers; and
- (ii) Shares bought on the Bursa Malaysia on a cum entitlement basis according to the Rules of the Bursa Malaysia.

#### **RESERVES AND PROVISIONS**

There were no material transfers to or from reserves or provisions during the financial year except as disclosed in the financial statements.

#### **ISSUE OF SHARES**

During the financial year, the issued and paid-up share capital of the Company was increased from RM49,616,000 to RM49,744,000 by issuing 128,000 ordinary shares of RM1.00 each at a premium of RM0.20 each by virtue of the exercise of share options.

The abovementioned shares rank pari passu in all respects with the then existing shares of the Company.

#### **EMPLOYEES' SHARE OPTIONS SCHEME ("ESOS")**

Pursuant to the ESOS which became effective on 20 December 2000, options to subscribe for up to 4,626,000 ordinary shares of the Company were made available to eligible directors and employees of the Group.

#### DIRECTORS' REPORT (Cont'd)

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#### EMPLOYEES' SHARE OPTIONS SCHEME ("ESOS") - Cont'd

The main features of the ESOS are as follows:-

- (a) The ESOS shall continue to be in force for a period of five years from 23 March 2001, being the approval date of the Companies Commission of Malaysia and shall end on 22 March 2006.
- (b) The maximum number of shares to be offered under the ESOS shall not exceed in aggregate 10% of the issued and paid-up share capital of the Company at any point of time during the existence of the ESOS.
- (c) The ESOS is for eligible persons who are full-time executive directors and confirmed employees of the Group with at least twelve months of continuous service.
- (d) The options granted are exercisable only by the eligible person during his/her life time and within the option period whilst he/she is employed by the Group.
- (e) The option price for each RM1.00 share shall be the higher of the following:-
  - (i) A discount of not more than 10% from the five-market-day weighted average market price of the Company's shares at the date of offer, or
  - (ii) The par value of the shares.
- (f) The options are non-assignable.
- (g) The shares to be allotted under the ESOS shall rank pari passu in all respects with the then existing shares of the Company.

During the financial year, 128,000 ordinary shares of RM1.00 each were issued by virtue of the exercise of options granted in prior year at an option price of RM1.20.

The outstanding offered options to take up unissued ordinary shares of RM1.00 each and the option price are as follows:-

	Option price	Ľ	Options over ordinary shares of RM1 each		
Date of offer	(RM)	At 1.7.2003	Exercised	At 30.6.2004	
6.4.2001	1.20	4,510,000	(128,000)	4,382,000	

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The Company has been granted exemption by the Companies Commission of Malaysia from having to disclose the list of option holders and their holdings.

#### DIRECTORS OF THE COMPANY

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

Datuk Tiong Su Kouk Chong Shaw Fui Tiong Chiong Hiiung Tiong Chiong Soon Lau Liong Kii Ling Ting Leong @ Ling Chong Seng Wong See Khong Kueh Chung Peng



#### DIRECTORS' REPORT (Cont'd)

#### DIRECTORS OF THE COMPANY - Cont'd

Janggu Anak Banyang Francis Wong Chin Sing @ Wong Chin Sing Douglas Jerukan @ Jarukan Ak Kanyan Datu Haji Putit Bin Matzen Dato' Fauziah Binti Dato' Ismail

(Appointed on 26.5.2004)

In accordance with Article 81 of the Company's Articles of Association, Datuk Tiong Su Kouk, Wong See Khong, Tiong Chiong Hiiung and Janggu Anak Banyang retire at the forthcoming Annual General Meeting and, being eligible, offer themselves for re-election.

#### DIRECTORS' SHAREHOLDINGS

The following directors who held office at the end of the financial year had, according to the Register of Directors' Shareholdings required to be kept under Section 134 of the Companies Act 1965, an interest in the shares of the Company as stated below:-

	Ordinary shares of RM1 each			
Shares in the Company	1.7.2003	Acquired	Disposed	30.6.2004
Datuk Tiong Su Kouk				
- Direct	677,616	-	-	677,616
- Indirect	16,611,282	-	-	16,611,282
Chong Shaw Fui				
- Direct	15,000	-	-	15,000
- Indirect	3,430,424	-	-	3,430,424
Tiong Chiong Hiiung				
- Direct	15,000	-	-	15,000
- Indirect	17,288,898	-	-	17,288,898
Tiong Chiong Soon				
- Direct	15,000	-	-	15,000
- Indirect	17,288,898	-	-	17,288,898
Lau Liong Kii				
- Direct	181,500	116,300	-	297,800
- Indirect	824,814	-	-	824,814
Ling Ting Leong @ Ling Chong Seng				
- Direct	219,511	-	-	219,511
- Indirect	255,636	-	-	255,636
Wong See Khong				
- Direct	500,022	-	-	500,022
Kueh Chung Peng				
- Direct	1,500	-	-	1,500
- Indirect	880,932	-	-	880,932
Douglas Jerukan @ Jarukan Ak Kanyan	070 500			070 500
- Direct	379,500	-	-	379,500
Janggu Anak Banyang	45.000			45.000
- Direct	15,000	-	-	15,000

#### DIRECTORS' REPORT (Cont'd)

#### DIRECTORS' SHAREHOLDINGS - Cont'd

	Ordinary shares of RM 1 each			
Share options in the Company	1.7.2003	Exercised	30.6.2004	
Datuk Tiong Su Kouk	110,000	-	110,000	
Chong Shaw Fui	110,000	-	110,000	
Tiong Chiong Hiiung	110,000	-	110,000	
Tiong Chiong Soon	66,000	-	66,000	
Lau Liong Kii	110,000	-	110,000	
Ling Ting Leong @ Ling Chong Seng	110,000	-	110,000	
Wong See Khong	110,000	-	110,000	
Kueh Chung Peng	110,000	-	110,000	

#### **DIRECTORS' BENEFITS**

During and at the end of the financial year, no arrangements subsisted to which the Company is a party, being arrangements with object or objects 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 the benefits disclosed as directors' remuneration in Note 23 to the financial statements) 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, except for any benefits arising from transactions as disclosed in Note 34 to the financial statements.

#### STATUTORY INFORMATION ON THE FINANCIAL STATEMENTS

Before the income statements and balance sheets were made out, the directors took reasonable steps:

- (a) to ascertain that actions had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts, and satisfied themselves that all known bad debts had been written off and that adequate allowance had been made for doubtful debts; and
- (b) to ensure that any current assets which were unlikely to realise their values as shown in the accounting records in the ordinary course of business had been written down to an amount which they might be expected to realise.

At the date of this report, the directors are not aware of any circumstances:

- (a) which would render the amounts written off for bad debts or the amount of the allowance for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; or
- (b) which would render the values attributed to current assets in the financial statements of the Group and of the Company misleading; or
- (c) which have arisen which render adherence to the existing methods of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

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 Group or of the Company to meet their obligations as and when they fall due.

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

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



#### STATUTORY INFORMATION ON THE FINANCIAL STATEMENTS - Cont'd

(b) any contingent liability of the Group and of the Company which has arisen since the end of the financial year.

#### **OTHER STATUTORY INFORMATION**

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

In the opinion of the directors,

- (a) the results of the operations of the Group and of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature; and
- (b) 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 to affect substantially the results of the operations of the Group or of the Company for the financial year in which this report is made.

#### **AUDITORS**

The auditors, Hii & Lee, have expressed their willingness to continue in office.

Signed on behalf of the Board in accordance with a resolution of the Directors.

DATUK TIONG SU KOUK Chairman

TIONG CHIONG HIIUNG Managing Director

Sibu, Sarawak. 30 September 2004

## STATEMENT BY DIRECTORS

We, **DATUK TIONG SU KOUK** and **TIONG CHIONG HIIUNG**, being two of the directors of **CCK CONSOLIDATED HOLDINGS BERHAD**, stated that, in the opinion of the directors, the financial statements set out on pages 33 to 64 are drawn up so as to give a true and fair view of the state of affairs of the Group and of the Company as at 30 June 2004 and of the results and cash flows of the Group and of the Company for the financial year ended on that date in accordance with the applicable approved accounting standards in Malaysia and the provisions of the Companies Act 1965.

Signed on behalf of the Board in accordance with a resolution of the Directors.

DATUK TIONG SU KOUK Chairman

TIONG CHIONG HIIUNG Managing Director

Sibu, Sarawak. 30 September 2004

## **STATUTORY DECLARATION**

I, TIONG CHIONG HIIUNG (I/C No. 670208-13-6277), being the managing director primarily responsible for the financial management of CCK CONSOLIDATED HOLDINGS BERHAD, do solemnly and sincerely declare that the financial statements set out on pages 33 to 64 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 TIONG CHIONG HIIUNG at SIBU on 30th day of September 2004.

#### **TIONG CHIONG HIIUNG**

Before me Commissioner for Oaths 30 September 2004

## REPORT OF THE AUDITORS TO THE MEMBERS OF CCK CONSOLIDATED HOLDINGS BERHAD

We have audited the financial statements set out on pages 33 to 64. These financial statements are the responsibility of the Company's directors. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion:-

- (a) the financial statements which have been prepared under the historical cost convention are properly drawn up in accordance with the provisions of the Companies Act 1965 and applicable approved accounting standards in Malaysia so as to give a true and fair view of:-
  - (i) the matters required by Section 169 of the Companies Act 1965 to be dealt with in the financial statements of the Group and of the Company; and
  - (ii) the state of affairs of the Group and the Company as at 30 June 2004 and of the results of the Group and of the Company and the cash flows of the Group and of the Company for the financial year ended on that date; and
- (b) the accounting and other records and the registers required by the Companies Act 1965 to be kept by the Company and its subsidiary companies have been properly kept in accordance with the provisions of the said Act.

We are satisfied that the financial statements of the subsidiary companies that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements and we have received satisfactory information and explanations required by us for those purposes.

The auditors' reports on the financial statements of the subsidiary companies were not subject to any qualifications and did not include any comments made under Section 174(3) of the said Act.

HII & LEE No.AF0123 Chartered Accountants **MORRIS HII SU ONG** 1682/4/05(J) Partner of the firm

Sibu, Sarawak. 30 September 2004

## CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2004

	Note	2004 RM	2003 RM
NON-CURRENT ASSETS		IXIVI	IXIVI
Property, plant and equipment	6	49,722,519	52,572,067
Investment in associated companies	8	755,820	607,912
Other investment	9	50,000	50,000
Deferred tax assets	19	34,314	36,670
Goodwill on consolidation	10	-	-
		50,562,653	53,266,649
CURRENT ASSETS			
Inventories	11	24,376,205	29,674,328
Trade receivables	12	33,908,593	27,370,959
Other receivables, deposits and prepayments		4,080,524	4,493,903
Amount due from associated companies	14	532	1,187
Cash and bank balances		11,535,917	4,901,010
		73,901,771	66,441,387
CURRENT LIABILITIES			
Trade payables		13,135,712	12,044,027
Other payables, deposits and accruals		2,516,100	1,829,659
Amount due to associated companies	14	50,000	-
Hire purchase creditors	15	380,616	445,393
Bank borrowings	16	19,318,461	19,148,596
Taxation payable		183,450	209,338
		35,584,339	33,677,013
NET CURRENT ASSETS		38,317,432	32,764,374
		88,880,085	86,031,023
FINANCED BY:-			
SHARE CAPITAL	17	49,744,000	49,616,000
RESERVES	18	33,226,014	30,588,354
SHAREHOLDERS' EQUITY		82,970,014	80,204,354
MINORITY INTERESTS		497,591	457,773
NON-CURRENT AND DEFERRED LIABILITIES			
Hire purchase creditors	15	791,959	1,129,531
Bank borrowings	16	2,804,821	2,499,927
Deferred taxation	19	1,815,700	1,739,438
		5,412,480	5,368,896
		88,880,085	86,031,023
		Sen	Sen
Net tangible assets per share	20	167	162
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The notes on pages 40 to 64 form an integral part of these financial statements.

### BALANCE SHEET AS AT 30 JUNE 2004

	Note	2004 RM	2003 RM
NON-CURRENT ASSETS			
Property, plant and equipment	6	1,350,719	1,499,062
Investment in subsidiary companies	7	41,739,149	36,239,151
Investment in associated companies	8	325,050	200,000
		43,414,918	37,938,213
CURRENT ASSETS			
Other receivables and prepayment		592,685	305,214
Amount due from subsidiary companies	13	15,114,333	21,393,675
Cash and bank balances		746,236	245,383
		16,453,254	21,944,272
CURRENT LIABILITIES			
Accruals		104,150	104,150
Amount due to subsidiary companies	13	916,752	2,890,994
Amount due to associated companies	14	50,000	-
		1,070,902	2,995,144
NET CURRENT ASSETS		15,382,352	18,949,128
		58,797,270	56,887,341
FINANCED BY:-			
SHARE CAPITAL	17	49,744,000	49,616,000
RESERVES	18	9,052,269	7,270,961
SHAREHOLDERS' EQUITY		58,796,269	56,886,961
NON-CURRENT AND DEFERRED LIABILITY			
Deferred taxation	19	1,001	380
		58,797,270	56,887,341

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2004

			Non-distributable		Distributable		
Group 2004	Note	Share capital RM	Share premium RM	Reserve on consolidation RM	Retained profits RM	Total RM	
At 1 July 2003 Options exercised		49,616,000 128,000	665,778 25,600	-	29,922,576	80,204,354 153,600	
Net profit for the financial year Dividend	30	-	-	-	3,862,484 ( 1,250,424)	3,862,484 ( 1,250,424)	
At 30 June 2004		49,744,000	691,378	-	32,534,636	82,970,014	
2003							
At 1 July 2002 - As previously stated - Prior year adjustment		49,544,000 -	651,378 -	-	26,904,681 1,207,120	77,100,059 1,207,120	
<ul> <li>As restated</li> <li>Options exercised</li> <li>Net profit for the financial year</li> <li>Dividend</li> </ul>	30	49,544,000 72,000	651,378 14,400 -		28,111,801 3,060,468 ( 1,249,693)	78,307,179 86,400 3,060,468 ( 1,249,693)	
At 30 June 2003		49,616,000	665,778	-	29,922,576	80,204,354	
Company 2004			Share capital RM	Share premium RM	Retained profits RM	Total equity RM	
At 1 July 2003 Options exercised			49,616,000 128,000	665,778 25,600	6,605,183	56,886,961 153,600	
Net profit for the financial year Dividend	30		-	-	3,006,132 ( 1,250,424)	3,006,132 ( 1,250,424)	
At 30 June 2004			49,744,000	691,378	8,360,891	58,796,269	
2003							
At 1 July 2002 Net profit for the financial year Options exercised			49,544,000 - 72,000	651,378 - 14,400	6,665,105 1,189,771	56,860,483 1,189,771 86,400	
Dividend	30		-	-	( 1,249,693)	( 1,249,693)	
At 30 June 2003			49,616,000	665,778	6,605,183	56,886,961	

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The notes on pages 40 to 64 form an integral part of these financial statements.

## CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2004

	Note	2004 RM	2003 RM
REVENUE	21	218,713,873	205,664,108
Cost of sales		(190,813,379)	(178,151,818)
GROSS PROFIT		27,900,494	27,512,290
Other operating income Operating expenses	22 23	1,640,648 (23,237,347)	1,624,015 (23,924,289)
PROFIT FROM OPERATING ACTIVITIES		6,303,795	5,212,016
Finance costs Share of profits in associated companies	24	( 898,847) 51,632	( 1,151,617) 94,427
PROFIT BEFORE TAXATION		5,456,580	4,154,826
Taxation	25	( 1,492,678)	( 991,163)
PROFIT AFTER TAXATION		3,963,902	3,163,663
Minority interests		( 101,418)	( 103,195)
NET PROFIT FOR THE FINANCIAL YEAR		3,862,484	3,060,468
Earnings per ordinary share		Sen	Sen
- Basic - Diluted	26 26	7.78 7.74	6.17 6.12
Net dividends per ordinary share in respect of the year	30	2.52	2.52

## INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2004

	Note	2004 RM	2003 RM
REVENUE	21	4,578,000	2,418,000
Other operating income	22	51,865	93,884
Operating expenses	23	( 839,008)	( 783,160)
PROFIT FROM OPERATING ACTIVITIES		3,790,857	1,728,724
Finance costs	24	( 1,772)	( 14,127)
PROFIT BEFORE TAXATION		3,789,085	1,714,597
Taxation	25	( 782,953)	( 524,826)
NET PROFIT AFTER TAXATION FOR THE FINANCIAL YEA	R	3,006,132	1,189,771
		Sen	Sen
Net dividends per ordinary share in respect of the year	30	2.52	2.52

## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2004

CASH FLOWS FROM OPERATING ACTIVITIES	Note	2004 RM	2003 RM
Profit before taxation		5,456,580	4,154,826
Adjustments for:-		0,400,000	4,104,020
Allowance for doubtful debts Amortisation of goodwill on consolidation		202,718	304,475 12,000
Bad debts written off		52,239	140,151
Property, plant and equipment written off		64,351	73,355
Depreciation		5,968,901	5,764,876 1,151,617
Interest expenses Interest income		898,847 ( 36,638)	( 43,819)
Inventories written down		48,698	504,459
Inventories written off		-	49,191
Loss on disposals of property, plant and equipment		37,166	84,143
Profit on disposals of property, plant and equipment		( 13,526)	( 29,246)
Share of profits in associated companies Unrealised exchange gain		( 51,632) ( 46,737)	( 94,427) ( 103,870)
Officalised excitative gain		( 40,757)	( 105,070)
Operating profit before working capital changes		12,580,967	11,967,731
Decrease in inventories		5,249,425	122,215
Increase in trade receivables		( 6,745,854)	(773,405)
Decrease/(increase) in other receivables, deposits and prepayments Decrease/(increase) in amount due from associated companies		413,379 655	( 241,181) (  1,187)
Increase in trade payables		1,091,685	468,907
Increase in other payables, deposits and accruals		686,441	230,944
Increase in amount due to associated companies		50,000	-
Cash generated from operations		13,326,698	11,774,024
Dividends received from associated companies		10,000	73,800
Interest paid		( 898,847)	( 1,151,617)
Interest received		36,638	43,819
Tax paid		( 1,421,174)	( 1,393,001)
Net cash provided by operating activities		11,053,315	9,347,025
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposals of property, plant and equipment		242,095	78,954
Acquisition of associated companies	27	( 125,050)	-
Purchase of property, plant and equipment	21	( 3,399,439)	( 4,510,042)
Net cash used in investing activities		( 3,282,394)	( 4,431,088)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid to minority shareholders of a subsidiary company		( 61,600)	-
Dividend paid		(1,250,424)	( 1,249,693)
Proceeds from issue of shares under ESOS		153,600	86,400
Proceeds from term loans and other facilities Proceeds from hire purchase liabilities		32,453,750	35,139,000 1,824,462
Repayment of hire purchase liabilities		( 452,349)	( 1,701,623)
Repayment of term loans and other facilities		(31,521,743)	(35,333,037)
Net cash used in financing activities		( 678,766)	( 1,234,491)
Net increase in cash and cash equivalents		7,092,155	3,681,446
Cash and cash equivalents brought forward		1,444,479	( 2,236,967)
Cash and cash equivalents carried forward	28	8,536,634	1,444,479
Cash and Cash equivalents carried for ward	20		

The notes on pages 40 to 64 form an integral part of these financial statements.

## CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2004

CASH FLOWS FROM OPERATING ACTIVITIES	Note	2004 RM	2003 RM
Profit before taxation		3,789,085	1,714,597
Adjustments for:-			
Depreciation		156,643	156,367
Dividends income		(4,230,000)	(2,070,000)
Interest expenses		1,772	14,127
Interest income		( 51,865)	( 69,884)
Operating loss before working capital changes		( 334,365)	( 254,793)
Increase in other receivables and prepayment		( 209,658)	( 27,647)
Increase in accruals		-	4,150
Decrease/(increase) in net amount due from subsidiary companies		4,305,100	( 51,747)
Increase in amount due to associated companies		50,000	-
Cash generated from/(absorbed by) operations		3,811,077	( 330,037)
Dividends received		3,390,000	1,490,400
Interest received		51,865	69,884
Interest paid		( 1,772)	( 14,127)
Tax paid		( 20,145)	( 4,530)
Net cash provided by operating activities		7,231,025	1,211,590
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		( 8,300)	-
Increase in investment in subsidiary companies		(5,499,998)	-
Acquisition of associated companies		( 125,050)	-
Net cash used in investing activities		(5,633,348)	
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares under ESOS		153,600	86,400
Dividend paid		(1,250,424)	(1,249,693)
Net cash used in financing activities		(1,096,824)	(1,163,293)
Net increase in cash and cash equivalents		500,853	48,297
Cash and cash equivalents brought forward		245,383	197,086
Cash and cash equivalents carried forward	28	746,236	245,383

The notes on pages 40 to 64 form an integral part of these financial statements.

#### 1. GENERAL INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and listed on the Second Board of the Bursa Malaysia.

The address of the registered office of the Company is Lot 999, Section 66, Jalan Keluli, Bintawa Industrial Estate, 93450 Kuching, Sarawak.

The addresses of the principal places of business of the Company are as follows:-

- (a) Lot 999, Section 66, Jalan Keluli, Bintawa Industrial Estate, 93450 Kuching, Sarawak; and
- (b) 49A-B, Lanang Road, 96000 Sibu, Sarawak.

The number of employees including executive directors in the Group and in the Company at the end of the financial year were 849 (2003: 835) and 7 (2003: 7) respectively.

The financial statements are expressed in Ringgit Malaysia.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 30 September 2004.

### 2. PRINCIPAL ACTIVITIES

The principal activities of the Company are investment holding and providing management services. The principal activities of the subsidiary companies are disclosed in Note 7 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

#### 3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group's activities expose itself to a variety of financial risks, including credit risk, interest rate risk, liquidity risk and foreign currency risk. The Group's overall financial risk management objective is to ensure that its Group of Companies creates value for its shareholders and seeks to minimise potential adverse effects on the financial performance of the Group. Financial risk management is carried out through risk reviews, internal control systems and adherence to the Group's financial risk management policies. The Group does not trade in financial instruments or engage in speculative transaction.

The policies for managing each of these risks which the Group is exposed to are summarised below:-

#### **Credit risk**

The Group's exposure to credit risk arises mainly from trade receivables. It is the Group's policy to control credit risk by setting counterparty limits and ensuring that sales of products and services are made to customers with an appropriate credit history and it monitors the financial standing of the receivables on an ongoing basis to ensure that it is exposed to minimal credit risk.

#### Interest rate risk

The Group's exposure to interest rate risk arises mainly from its borrowings and fixed deposits. The Group's policy is to obtain the most favourable interest rates available and it mitigates the exposure on interest rate fluctuations by borrowings at both fixed and floating rate of interest. Surplus funds are placed with licensed financial institutions.

#### Liquidity risk

In the management of liquidity risk, the Group monitors and maintains a level of cash and cash equivalents that are deemed adequate by the management to finance the Group's operations. To mitigate the effects of fluctuation in cash flows, the Group also ensures the availability of funding through an adequate amount of committed credit facilities.

#### Foreign currency risk

The Group is exposed to foreign currency risk as a result of its normal trading activities, where the currency denomination differs from the local currency, Ringgit Malaysia (RM). The currencies giving rise to this risk are primarily US Dollars. Since the Malaysian Government has pegged Ringgit Malaysia against the US Dollar at a fix rate, the Group's direct exposure to foreign exchange rate risk is minimal. It is the Group's policy not to trade in derivative contracts.

### 4. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements of the Group and of the Company have been prepared in accordance with the provisions of the Companies Act 1965 and applicable approved accounting standards in Malaysia.

During the financial year ended 30 June 2004, the Company adopted MASB 29 - Employee Benefits for the first time:

The adoption of MASB 29 - Employee Benefits, has not given rise to any adjustment to the opening balances of retained profits of the prior and current year or to changes in comparative figures.

### 5. SIGNIFICANT ACCOUNTING POLICIES

#### (a) Basis of accounting

The financial statements of the Group and of the Company have been prepared under the historical cost convention and in compliance with applicable approved accounting standards in Malaysia and the provisions of the Companies Act 1965.

The preparation of the financial statements, in conformity with the provisions of the Companies Act 1965 and applicable approved accounting standards, requires the directors to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

#### (b) Basis of consolidation

The Group financial statements consolidate the audited financial statements of the Company and its subsidiary companies, all of which are of the same reporting date, and prepared in accordance with the Group's accounting policies.

Subsidiary companies are consolidated using the acquisition method of accounting from the date on which control is transferred to the Group until the date that control ceases. The results of the subsidiary companies acquired or disposed during the financial year are included in the Group's financial statements from the date of their acquisition or up to the date of disposal. At the date of acquisition, the fair values of the subsidiary companies' net assets are determined and these values are reflected in the Group's financial statements. The difference between the acquisition cost and fair values of the subsidiary companies' net assets is reflected as goodwill or reserve on consolidation as appropriate.

All inter-company balances and significant transactions have been eliminated on consolidation.

Minority interests are measured at the minorities' share of the post acquisition fair values of the identifiable assets and liabilities of the acquiree. Separate disclosure is made of minority interests.

#### (c) Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any

Freehold land is not depreciated. Leasehold lands are depreciated over the terms of the respactive lease periods ranging from 13 years to 91 years. Other property, plant and equipment are depreciated on a straight line basis to write off the cost of the assets to their residual values over their estimated useful lives. The principal annual depreciation rates are as follows:-

Buildings	2% - 5%
Furniture, fittings and equipment	10% - 20%
Coldroom, plant and machinery	10% - 20%
Motor vehicles	20%
Renovation	10% - 20%

No depreciation is provided for assets under construction. Depreciation of such assets will only be provided when construction is completed and in use.

Fully depreciated assets are retained in the financial statements until they are no longer in use.

#### (c) Property, plant and equipment and depreciation - Cont'd

Where an indication of impairment exists, the carrying amount of the asset is assessed and written down immediately to its recoverable amount.

#### (d) Investment in subsidiary companies

Subsidiary companies are those companies in which the Group has power to exercise control over the financial and operating policies so as to obtain benefits from their activities. The subsidiary companies are disclosed in Note 7 to the financial statements.

Investment in unquoted shares of the subsidiary companies, which is eliminated on consolidation, is stated at cost less impairment losses. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. Investments are written down where there is an impairment loss that is other than temporary in value of investments.

On disposal of an investment, the difference between net disposal proceeds and its carrying amount is charged/credited to the income statement.

#### (e) Investment in associated companies

Associated companies are those companies in which the Group has a long term equity interest and exercises significant influence over the financial and operating policies through management participation. The associated companies are disclosed in Note 8 to the financial statements.

Investment in associated companies is accounted for using the equity method. The Group's interest in the associated companies is stated at cost less impairment losses plus adjustments to reflect changes in the Group's share of results in the associated companies.

The Group's share of results and reserves of the associated companies are included in the consolidated financial statements from their effective date of acquisition.

The results of the associated companies accounted for are based on the latest audited or management financial statements of these companies made up to the end of the financial year.

#### (f) Other investment

Other investment in unquoted shares held for long term is stated at cost less impairment losses, if any. When an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount.

On disposal of an investment, the difference between net disposal proceeds and its carrying amount is charged/credited to the income statement.

#### (g) Provisions

A provision is recognised when the Company or Group has a present obligation as a result of a past event where it is probable that the obligation will result in an outflow of economic benefits that can be reasonably estimated.

#### (h) Impairment of assets

The carrying amounts of all assets, other than financial assets, are reviewed at balance sheet date to determine whether there is any indication of impairment. If such an indication exists, the assets' recoverable amounts are estimated. An impairment loss is recognised whenever the carrying amount of an item of the assets exceeds its recoverable amount. An impairment loss is charged to the income statement.

The recoverable amount is the higher of net selling price and value in use, which is measured by reference to discounted future cash flows. Recoverable amounts are estimated for individual assets or, if it is not possible, for the cash-generating unit to which the assets belong.

#### (h) Impairment of assets - Cont'd

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

An impairment loss is reversed only to the extent that the assets' carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss has been recognised. The reversal is recognised in the income statement unless it reverses an impairment loss on a revalued asset, in which case it is taken to equity.

#### (i) Goodwill/reserve on consolidation

The difference between the acquisition cost and fair values of the subsidiary companies' separable net assets at the acquisition date is treated as goodwill/reserve on consolidation. Goodwill/reserve on consolidation is amortised over a period of five years on a straight line basis through the income statement.

#### (j) Inventories

Inventories consisting of trading inventories, raw materials, work-in-progress, consumable stores and aquaculture products are stated at the lower of cost and net realisable value.

Cost of trading inventories is determined on a first-in-first-out (FIFO) basis.

Cost of raw materials and work-in-progress, and consumable stores is determined on a FIFO or weighted average basis. Cost of aquaculture products is determined on a specific identification basis. Cost of raw materials comprises the original cost of purchases plus the cost of bringing the inventories to their present locations and conditions. Cost of work-inprogress includes the cost of raw materials, direct labour and a proportion of overheads.

Net realisable value is the estimated selling price in the ordinary course of business, less the costs of completion and selling expenses.

### (k) Receivables

Receivables are carried at anticipated realisable values. Bad debts are written off when identified. An estimate is made for doubtful debts based on a review of all outstanding amounts as at the balance sheet date.

#### (I) Payables

Payables are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the Company.

#### (m) Deferred tax liabilities and assets

Deferred tax liabilities and assets are provided for under the liability method at the current tax rate in respect of all temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base including unused tax losses and capital allowances.

A deferred tax asset is recognised only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences can be utilised. The carrying amount of a deferred tax asset is reviewed at each balance sheet date. If it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or all of that differred tax asset to be utilised, the carrying amount of the deferred tax asset will be reduced accordingly. When it becomes probable that sufficient taxable profit will be available, such reductions will be reversed to the extent of the taxable profit.

#### (n) Employee benefits

#### Short-term employee benefits

All short-term employee benefits, including salary, payment, bonus accumulated and compensated absences are recognised in the income statements in the year in which the employees render their services to the Company.



#### (n) Employee benefits - Cont'd

#### Defined contribution plan

As required by law, companies in Malaysia make contributions to the state pension scheme, the Employees Provident Fund. Such contributions are recognised as an expense in the income statement as incurred.

#### Equity compensation benefits

Under the Employee Share Options Scheme of the Group, eligible employees are entitled to subscribe for the shares issued by the Company. No compensation cost or obligation is recognised in the income statement when the share options are granted. Share capital and share premium account are increased when the proceeds are received from the share options exercised by the employees in that financial year.

#### (o) Revenue recognition

Revenue is recognised on the following basis:-

Trading sales - upon delivery of products and buyer's acceptance, net of discounts and returns, and when the risks and rewards of ownership have passed to the buyer.

Transportation services - when services are rendered.

Management income - when services are rendered.

Dividends income - when the shareholder's right to receive payment is established.

#### (p) Income tax

Income tax in the financial statements for the financial year comprises current tax expense and deferred tax.

#### (q) Foreign currency transactions

Foreign currency transactions are converted into Ringgit Malaysia at the rates of exchange ruling on transaction dates. Foreign currency monetary assets and liabilities are translated into Ringgit Malaysia at the approximate rates of exchange at the balance sheet date.

Exchange differences arising from the settlement of foreign currency transactions and from the translation of foreign currency monetary assets and liabilities are included in the income statement.

The principal closing rates used in translation of foreign currency amounts are as follows:-

Fo	reign currency	30.6.2004 RM	30.6.2003 RM
1	US Dollar	3.8000	3.8000
1	Sterling Pound	6.9440	6.2030
1	Singapore Dollar	2.2375	2.2130
1	EURO	4.6410	4.4950

#### (r) Assets acquired under hire purchase and term loan arrangements

Assets financed by hire purchase and term loan arrangements which transfer substantially all the risks and rewards of ownership to the Group are capitalised as property, plant and equipment and the corresponding obligations are treated as liabilities. The property, plant and equipment capitalised are depreciated on the same basis as owned assets.

Finance charges are allocated to the income statements over the period of the arrangements to give a constant periodic rate of charge on the remaining hire purchase and term loan liabilities.

#### (s) Financial instruments

Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement. Interest, dividends, gains and losses relating to a financial instrument classified as a liability, are reported as expense or income. Distributions to holders of financial instruments classified as equity are charged directly to equity.

The fair values of the financial assets and liabilities maturing within 12 months are stated at approximately the carrying value as at the balance sheet date.

### (t) Cash and cash equivalents

Cash and cash equivalents consists of cash and bank balances, demand deposits, bank overdrafts and short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

#### (u) Segment reporting

Segment information is prepared in conformity with the accounting policies adopted for preparing and presenting the Group's financial statements.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated item mainly comprises corporate administration expenses.

#### 6. PROPERTY, PLANT AND EQUIPMENT

Group 2004	Land and buildings RM	Furniture, fittings and equipment RM	Coldroom, plant and machinery RM	Motor vehicles RM	Renovation RM	Assets under construction RM	Total RM
Cost At 1 July 2003	38,218,233	8,270,150	32,774,427	7,563,376	2,166,523	22,061	89,014,770
Reclassifications Additions Written off	309,021	- 1,155,091 ( 15,868)	- 1,035,095 ( 242,862)	- 355,095 ( 10.660)	- 222,984 -	- 372,153	- 3,449,439 ( 269,390)
Disposals	( 25,950)	( 26,401)	( 256,594)	( 83,986)	( 34,437)	-	( 427,368)
At 30 June 2004	38,501,304	9,382,972	33,310,066	7,823,825	2,355,070	394,214	91,767,451
Accumulated depreciati	on						
At 1 July 2003	8,212,929	4,318,170	16,869,048	6,006,905	1,035,651	-	36,442,703
Reclassifications	-	-	-	-	-	-	-
Charge for the year	1,323,254	957,415	2,802,008	663,001	223,223	-	5,968,901
Written off	-	( 13,889)	( 180,493)	( 10,657)	-	-	( 205,039)
Disposals	( 659)	( 17,970)	( 113,369)	( 29,148)	( 487)	-	( 161,633)
At 30 June 2004	9,535,524	5,243,726	19,377,194	6,630,101	1,258,387	-	42,044,932
Net book value							
At 30 June 2004	28,965,780	4,139,246	13,932,872	1,193,724	1,096,683	394,214	49,722,519

## 6. **PROPERTY, PLANT AND EQUIPMENT** - Cont'd

Group 2003	Land and buildings RM	Furniture, fittings and equipment RM	Coldroom, plant and machinery RM	Motor vehicles RM	Renovation RM	Assets under construction RM	Total RM
Cost							
At 1 July 2002	35,643,432	7,613,085	31,095,010	7,265,589	2,060,044	663,281	84,340,441
Reclassifications	677,982	( 27,712)	( 6,970)	-	-	( 643,300)	-
Additions	1,896,819	816,015	1,724,464	523,955	158,109	2,080	5,121,442
Written off	-	-	-	( 73,355)	-	-	( 73,355)
Disposals	-	( 131,238)	( 38,077)	( 152,813)	( 51,630)	-	( 373,758)
At 30 June 2003	38,218,233	8,270,150	32,774,427	7,563,376	2,166,523	22,061	89,014,770
Accumulated depreciation							
At 1 July 2002	6,910,686	3,590,878	14,257,208	5,318,655	840,307	-	30,917,734
Reclassifications	929	-	( 929)	-	-	-	-
Charge for the year	1,301,314	819,805	2,617,710	825,090	200,957	-	5,764,876
Written off	-	-	-	-	-	-	-
Disposals	-	( 92,513)	( 4,941)	( 136,840)	( 5,613)	-	( 239,907)
At 30 June 2003	8,212,929	4,318,170	16,869,048	6,006,905	1,035,651	-	36,442,703
Net book value							
At 30 June 2003	30,005,304	3,951,980	15,905,379	1,556,471	1,130,872	22,061	52,572,067

## 6. PROPERTY, PLANT AND EQUIPMENT - Cont'd

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Breakdown of the Land and buildings of the Group are as follows:-

2004	Freehold land RM	Long leasehold land RM	Short leasehold land RM	Total land RM	Buildings RM	Total land and buildings RM
Cost At 1 July 2003	3,058,630	1,863,977	18,959,669	23,882,276	14,335,957	38,218,233
Reclassifications	-	-	(7,789,202)	(7,789,202)	7,789,202	-
Additions	-	-	67,042	67,042	241,979	309,021
Written off	-	-	-	-	-	-
Disposals	-	-	-	-	( 25,950)	( 25,950)
At 30 June 2004	3,058,630	1,863,977	11,237,509	16,160,116	22,341,188	38,501,304
Accumulated depreciation						
At 1 July 2003	-	14,938	4,762,436	4,777,374	3,435,555	8,212,929
Reclassifications	-	20,232	(1,565,196)	(1,544,964)	1,544,964	-
Charge for the year	-	21,228	554,679	575,907	747,347	1,323,254
Written off Disposal	-	-	-	-	- ( 659)	( 659)
At 30 June 2004	-	56,398	3,751,919	3,808,317	5,727,207	9,535,524
Net book value						
At 30 June 2004	3,058,630	1,807,579	7,485,590	12,351,799	16,613,981	28,965,780
2003						
Cost						
At 1 July 2002	3,058,630	1,350,107	18,547,427	22,956,164	12,687,268	35,643,432
Reclassifications Additions	-	- 513,870	- 412,242	- 926,112	677,982 970,707	677,982 1,896,819
Written off	-		-	520,112	570,707	1,030,013
Disposals	-	-	-	-	-	-
At 30 June 2003	3,058,630	1,863,977	18,959,669	23,882,276	14,335,957	38,218,233
Accumulated depreciation						
At 1 July 2002	_	16,797	4,008,613	4,025,410	2,885,276	6,910,686
Reclassifications	-	( 20,232)	20,232		929	929
Charge for the year	-	18,373	733,591	751,964	549,350	1,301,314
Written off	-	-	-	-	-	-
Disposal	-	-	-	-	-	-
At 30 June 2003	-	14,938	4,762,436	4,777,374	3,435,555	8,212,929
Net book value						
At 30 June 2003	3,058,630	1,849,039	14,197,233	19,104,902	10,900,402	30,005,304

## 6. PROPERTY, PLANT AND EQUIPMENT - Cont'd

Company 2004	Short leasehold land RM	Equipment RM	Total RM
Cost At 1 July 2003 Additions	1,946,085 -	6,800 8,300	1,952,885 8,300
At 30 June 2004	1,946,085	15,100	1,961,185
<b>Accumulated depreciation</b> At 1 July 2003 Charge for the year	452,463 155,687	1,360 956	453,823 156,643
At 30 June 2004	608,150	2,316	610,466
<b>Net book value</b> At 30 June 2004	1,337,935	12,784	1,350,719
2003 Cost At 1 July 2002 Addition	1,946,085	6,800 -	1,952,885 -
At 30 June 2003	1,946,085	6,800	1,952,885
Accumulated depreciation At 1 July 2002 Charge for the year	296,776 155,687	680 680	297,456 156,367
At 30 June 2003	452,463	1,360	453,823
Net book value At 30 June 2003	1,493,622	5,440	1,499,062

The net book value of the property, plant and equipment of the Group, which were acquired under hire purchase and term loan arrangements, are analysed as follows:-

	Group	
	2004	2003
	RM	RM
Under hire purchase arrangements		
Coldroom, plant and machinery	839,582	2,548,668
Motor vehicles	99,173	186,529
	938,755	2,735,197
Under term loan arrangements		
Long leasehold land	1,807,579	1,828,806
Buildings	846,866	864,745
	2,654,445	2,693,551

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Group

## 6. PROPERTY, PLANT AND EQUIPMENT - Cont'd

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The net book value of the property, plant and equipment of certain subsidiary companies which were charged as securities for banking facilities granted to the Group (Note 16) are analysed as follows:-

	Group		
	2004	2003	
	RM	RM	
Freehold land and buildings	1,994,932	2,085,156	
Leasehold land and buildings	12,177,632	12,624,332	
Plant and equipment	3,794,148	5,723,402	
	17,966,712	20,432,890	

## 7. INVESTMENT IN SUBSIDIARY COMPANIES

	Company		
	2004	2003	
	RM	RM	
Unquoted shares, at cost	41,739,149	36,239,151	

Details of the subsidiary companies, all incorporated in Malaysia, are as follows:-

		Gro	oup
Company name	Principal activities	equity	interest
Direct subsidiary companies of CCK		2004	2003
Consolidated Holdings Berhad		%	%
Ableway Sdn Bhd	General trading in goods and provisions	100	100
Ataskota Sdn Bhd	Selling, spawning and culturing of prawn	100	100
CCK Fresh Mart Sdn Bhd	Retailing in coldstorage products and		
	fish farming	100	100
CCK Fresh Mart (West Malaysia) Sdn Bhd	Retailing in coldstorage products	100	100
Central Coldstorage Kuching Sdn Bhd	Trading of coldstorage goods, live		
	stock farming and poultry processing	100	100
Kin Eastern Frozen Food Sdn Bhd	Processing and sale of seafood	100	100
Kuok Sui Sea Products Industries (S) Sdn Bhd	Processing and sale of prawns	100	100
CCK Aquaculture Sdn Bhd	Culturing, processing and trading of prawns	100	100
CCK Sea Products Industries Sdn Bhd	Culturing, processing and trading of prawns	100	100
Subsidiary company of Ableway Sdn Bhd			
Angkutan Golden Plan Sdn Bhd	Provision of transportation services	100	100
Subsidiary companies of Central			
Coldstorage Kuching Sdn Bhd			
CCK-BME Sdn Bhd	Trading of coldstorage goods	60	60
Poultry Industry (S) Sdn Bhd	Rearing of broilers	100	100
Zhang Agriculture Development Sdn Bhd	Poultry farming	100	100
Subsidiary company of Poultry			
Industry (S) Sdn Bhd			
Farm Land Supplies and Veterinary Services Sdn Bhd	Veterinary supplies and related services	60	60

## 8. INVESTMENT IN ASSOCIATED COMPANIES

	Gro	up	Comp	any
	2004	2003	2004	2003
	RM	RM	RM	RM
Unquoted shares, at cost	525,051	400,001	325,050	200,000
Share of post-acquisition profits Post-acquisition dividends	240,769	281,711	-	-
received, net	( 10,000)	( 73,800)	-	-
	755,820	607,912	325,050	200,000
Represented by:-				
Group's share of net assets	812,862	664,954	-	-
Reserve on acquisition	( 57,042)	( 57,042)	-	<u> </u>
	755,820	607,912	-	-

Details of the associated companies, all incorporated in Malaysia, are as follows:-

Company Nama	Principal activities	Gro	•
Company Name Associated company of CCK Consolidated Holdings Berhad	Principal activities	equity i 2004	2003
# Astral Foods Sdn Bhd	Processing of downstream food products	50%	50%
Convi Food Sdn Bhd	Dormant	50%	-
# C.S. Choice Food Industries Sdn Bhd	Dormant	50%	-
Associated company of CCK Fresh Mart Sdn Bhd # Fishmart Marketing Sarawak Sdn Bhd	Fish processing	50%	50%
Associated company of Central Coldstorage Kuching Sdn Bhd #~Vibrant Team Sdn Bhd	Broiler farming	40%	40%

# Not audited by Hii & Lee

The results of associated companies are based on the unaudited management financial statements for the financial year ended 30 June 2004.

Subsequent to balance sheet date, Central Coldstorage Kuching Sdn Bhd acquired the remaining issued share capital of Vibrant Team Sdn Bhd, thus making it a fully owned subsidiary company.

### 9. OTHER INVESTMENT

	Group	
	2004	2003
	RM	RM
Unquoted shares, at cost	50,000	50,000

## 10. GOODWILL ON CONSOLIDATION

	Group	
	2004 RM	2003 RM
Cost		
At 1 July	60,000	60,000
At 30 June	60,000	60,000
Accumulated amortisation		
At 1 July	60,000	48,000
Amortisation for the financial year	-	12,000
At 30 June	60,000	60,000
Net book value		
At 30 June	-	-

## 11. INVENTORIES

	Group	
	2004	2003
	RM	RM
At cost,		
Trading inventories	19,983,776	23,550,828
Raw materials and work-in-progress	1,927,957	3,060,640
Aquaculture products	509,149	144,437
Consumable stores	663,465	584,982
At net realisable value,	23,084,347	27,340,887
Trading inventories	1,291,858	2,333,441
	24,376,205	29,674,328

### 12. TRADE RECEIVABLES

	Group	
	2004 RM	2003 RM
Trade receivables Allowance for doubtful debts	34,855,097 ( 946,504)	28,119,745 ( 748,786)
	33,908,593	27,370,959

### 13. AMOUNT DUE FROM/TO SUBSIDIARY COMPANIES

The amount due from/to subsidiary companies was interest free with flexible terms of repayment.

## 14. AMOUNT DUE FROM/TO ASSOCIATED COMPANIES

The amount due from/to associated companies arose from an advance, which is unsecured, interest-free and has flexible terms of repayment.

## 15. HIRE PURCHASE CREDITORS

	Group	
	2004	2003
	RM	RM
Analysis of hire purchase liabilities:-		
Payable within 1 year	463,584	529,486
Payable between 1 to 2 years	463,584	449,673
Payable between 2 to 5 years	497,601	927,425
	1,424,769	1,906,584
Less: Interest in suspense	( 252,194)	( 331,660)
Present value of hire purchase liabilities	1,172,575	1,574,924
Representing hire purchase liabilities, net of interest in suspense:-		
Payable within 1 year	380,616	445,393
Payable after 1 year	791,959	1,129,531
Total payable	1,172,575	1,574,924

The hire purchase liabilities bear interest at rate ranging between 4.75% to 5.50% (2003: 5.00% to 5.50%) per annum.

## 16. BANK BORROWINGS

BANK BORROWINGS	Group	
	2004	2003
<u>Current</u>	RM	RM
Secured	740 470	700 005
Term loans	749,178	729,065
Bank overdrafts	2,864,868 12,272,000	3,428,771 11,966,000
Banker's acceptances Export credit refinancing loans	2,803,000	2,238,000
Export credit remaining loans	2,003,000	2,230,000
	18,689,046	18,361,836
<u>Current</u> Unsecured		
Bank overdrafts	134,415	27,760
Export credit refinancing loans	495,000	759,000
	629,415	786,760
	19,318,461	19,148,596
Long-term		
Secured		
Term loans	2,804,821	2,499,927
Details of term loans:-		
<ul> <li>(a) Term loan I at interest of 5.55% per annum, 0% above base lending rate (BLR) and 1.25% above BLR for first, second and subsequent years respectively, repayable by 120 monthly instalments of RM15,664, RM16,489 and RM17,254 each for first, second and</li> </ul>		
subsequent years respectively commencing 15 May 2001	1,100,464	1,222,576

16.	6. BANK BORROWINGS - Cont'd		Group	
			2004 RM	2003 RM
		ails of term loans:- Cont'd		
	(b)	Term loan II at interest of 3% per annum (2003: 3%) repayable by 60 monthly instalments of RM18,416 each commencing 16 August		
		2001	40,527	258,821
	(c)	Term Loan III at interest of 3% per annum, 5.5% per annum and		,
		7.5% per annum for first, second and subsequent years respec-		
		tively repayable by 96 monthly instalments of RM4,346, RM4,565 and RM4,794 each for first, second and subsequent years respec-		
		tively commencing 2 November 2002	248,917	231,309
	(d)	Term loan IV at interest of 3% per annum, 5.5% per annum and		
		7.5% per annum for first, second and subsequent years respec- tively repayable by 60 monthly instalments of RM11,183, RM11,402		
		and RM11,614 each for first, second and subsequent years		
	<i>(</i> )	respectively commencing 27 December 2003	414,099	516,286
	(e)	Term loan V at interest of 1.5% (2003: 1.5%) per annum above base lending rate on a daily basis repayable by 47 monthly		
		instalments of RM20,834 each and a final instalment of RM20,802		
	(6)	commencing 26 July 2003	749,992	1,000,000
	(f)	Term loan VI at interest of 3.75% (2003: NIL) per annum above base lending rate on daily basis repayable of 47 monthly instal-		
		ments of RM44,935 each and a final instalment of RM44,921.08		
		commencing on March 2005	1,000,000	-
			3,553,999	3,228,992
	Rep	resenting term loan liabilities, net of interest in suspense:-		
	Paya	able within 1 year	749,178	729,065
		able between 1 to 2 years	1,087,960	565,949
	-	able between 2 to 5 years able later than 5 years	1,342,687 374,174	1,359,255 574,723
	rayo			
	Tota	Il payable	3,553,999	3,228,992

The bank borrowings pertaining to subsidiary companies are secured by way of either fixed or floating charges, or both, over certain landed properties and other assets of the subsidiary companies (Note 6) and guaranteed by the Company.

## 17. SHARE CAPITAL - Group and Company

Ordinary shares of RM1 each	2004 Number	2003 of shares	2004 RM	2003 RM	
Authorised	100,000,000	100,000,000	100,000,000	100,000,000	
<b>Issued and fully paid</b> At 1 July Options exercised	49,616,000 128,000	49,544,000 72,000	49,616,000 128,000	49,544,000 72,000	
At 30 June	49,744,000	49,616,000	49,744,000	49,616,000	



### 17. SHARE CAPITAL - Group and Company - Cont'd

During the financial year, the issued and paid-up share capital of the Company was increased from RM49,616,000 to RM49,744,000 by issuing 128,000 ordinary shares of RM1.00 each at a premium of RM0.20 each by virtue of the exercise of share options.

The abovementioned shares rank pari passu in all respects with the then existing shares of the Company.

As at 30 June 2004, there were 4,382,000 (2003: 4,510,000) unissued shares under options granted pursuant to the Employees' Share Options Scheme which was implemented on 23 March 2001.

#### 18. RESERVES

	Group		Company	
	2004	2003	2004	2003
Distributable	RM	RM	RM	RM
Retained profits	32,534,636	29,922,576	8,360,891	6,605,183
Non-distributable				
Share premium reserve	691,378	665,778	691,378	665,778
	33,226,014	30,588,354	9,052,269	7,270,961

### 19. DEFERRED TAXATION

	Gro	oup	Company	
	2004 RM	2003 RM	2004 RM	2003 RM
Balance brought forward Recognised in the income	1,702,768	2,031,560	380	380
statement	78,618	( 328,792)	621	-
	1,781,386	1,702,768	1,001	380
Presented after appropriate offsetting as follows:-				
Deferred tax assets	( 34,314)	( 36,670)	-	-
Deferred tax liabilities	1,815,700	1,739,438	1,001	380
At 30 June	1,781,386	1,702,768	1,001	380

The components and movements of deferred tax liabilities and assets during the financial year prior to offsetting are as follows:-

Deferred tax assets of the Group:	Receivables RM	Unabsorbed capital allowance RM	Total RM
At 1 July 2003 Recognised in the income statement	32,180 1,000	4,490 ( 3,356)	36,670 ( 2,356)
At 30 June 2004	33,180	1,134	34,314
At 1 July 2002 Recognised in the income statement		 5,700 ( 1,210)	22,500 14,170
At 30 June 2003	32,180	4,490	36,670

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### NOTES TO THE FINANCIAL STATEMENTS (Cont'd) FOR THE YEAR ENDED 30 JUNE 2004

## 19. DEFERRED TAXATION - Cont'd

	Accelerated capital allowance RM	Total RM
Deferred tax liabilities of the Group:		
At 1 July 2003	1,739,438	1,739,438
Recognised in the income statement	76,262	76,262
At 30 June 2004	1,815,700	1,815,700
At 1 July 2002	2,054,060	2,054,060
Recognised in the income statement	( 314,622)	( 314,622)
At 30 June 2003	1,739,438	1,739,438
Deferred tax liabilities of the Company:		
At 1 July 2003	380	380
Recognised in the income statement	621	621
At 30 June 2004	1,001	1,001
At 1 July 2002	380	380
Recognised in the income statement	-	-
At 30 June 2003	380	380

Deferred tax assets have not been recognised in respect of the following items:-

	Group		
	2004	2003	
	RM	RM	
Unused tax losses	800,618	301,405	
Unabsorbed capital allowance	1,123,355	1,667,018	
Unutilised investment tax allowance	1,416,800	1,869,000	
	3,340,773	3,837,423	

The unused tax losses and unabsorbed capital allowances are available indefinitely for offset against future taxable profits of the subsidiaries in which those items arose. Deferred tax assets have not been recognised in respect of these items as they may not be used to offset against taxable profits of other subsidiaries in the Group and they have arisen in subsidiaries that have a recent history of losses.

### 20. NET TANGIBLE ASSETS PER SHARE

The net tangible assets per share is calculated by dividing the net tangible assets of the Group of RM82.936 million (2003: RM80.168 million) by 49.744 million (2003: 49.616 million) number of shares of the Company in issue as at the financial year end.

### 21. REVENUE

	Group		Company	
	2004	2003	2004	2003
	RM	RM	RM	RM
Trading sales	218,416,670	205,316,463	-	-
Transportation services	297,203	347,645	-	-
Management income	-	-	348,000	348,000
Dividends income	-	-	4,230,000	2,070,000
	218,713,873	205,664,108	4,578,000	2,418,000

## 22. OTHER OPERATING INCOME

	Group		Company	
	2004 RM	2003 RM	2004 RM	2003 RM
Over provision of audit fee in				
previous year	3,017	-	-	-
Allowance for doubtful debts no				
longer required	5,000	62,593	-	-
Handling charges income	135,543	59,744	-	-
Hiring Income	8,632	6,208	-	-
Insurance compensation	15,277	196,775	-	-
Interest income - others	36,638	43,819	51,865	69,884
Miscellaneous income	274,828	205,121	-	-
Profit on disposals of property,				
plant and equipment	13,526	29,246	-	-
Realised exchange gain	328,985	255,728	-	-
Rental income	107,560	76,315	-	24,000
Secretarial service income	7,900	23,200	-	-
Service charges income	439,372	315,275	-	-
Storage charges income	217,633	246,121	-	-
Unrealised exchange gain	46,737	103,870	-	-
	1,640,648	1,624,015	51,865	93,884
	1,640,648	1,624,015	51,865 	93,8

### 23. OPERATING EXPENSES

	Group		Company	
	2004	2003	2004	2003
	RM	RM	RM	RM
Distribution costs	4,499,045	4,541,232	-	-
Other operating expenses	8,867,474	10,097,446	-	-
Administration expenses	9,870,828	9,285,611	839,008	783,160
	23,237,347	23,924,289	839,008	783,160

The above expenses include the following statutory disclosure items:

## 23. OPERATING EXPENSES - Cont'd

	Group		Company	
	2004	2003	2004	2003
	RM	RM	RM	RM
Auditors' remuneration	105,500	104,400	15,000	15,000
Allowance for doubtful debts	202,718	304,475	-	-
Amortisation of goodwill on consolidation	-	12,000	-	-
Bad debts written off	52,239	140,151	-	-
Depreciation	5,968,901	5,764,876	156,643	156,367
Directors' remuneration:-				
- fees	263,062	259,460	229,000	229,000
- other emoluments	948,000	1,007,576	120,000	120,000
Hiring of plant and equipment	1,280	3,360	-	-
Inventories written down	48,698	504,459	-	-
Inventories written off	-	49,191	-	-
Loss on disposals of property, plant and				
equipment	37,166	84,143	-	-
Management fee paid	12,000	11,000	-	-
Property, plant and equipment written off	64,351	73,355	-	-
Realised exchange loss	-	200	-	-
Rental of premises	1,441,331	934,063	-	-

The remuneration paid to the Directors for the financial year ended 30 June 2004 is categorised as follows:-

	Grou	ıp	Company	
	2004	2003	2004	2003
	RM	RM	RM	RM
Executive Directors				
Salaries	768,000	768,000	96,000	96,000
Fees	46,742	44,340	35,000	35,000
Bonus	168,000	216,000	24,000	24,000
Commission	-	21,170	-	-
Allowances	12,000	2,400	-	-
	994,742	1,051,910	155,000	155,000
Non-executive Directors				
Fees	216,320	215,120	194,000	194,000
Total	1,211,062	1,267,030	349,000	349,000

The number of directors of the Company whose total remuneration during the financial year fell within the following bands is analysed below:-

	Number of directors		
	2004	2003	
Executive Directors			
> RM150,000 to RM200,000	3	3	
> RM100,000 to RM150,000	4	4	
Non-Executive Directors			
> RM150,000 to RM200,000	1	1	
> RM50,000 and below	4	4	

## 24. FINANCE COSTS

	Group		Company	
	2004 RM	2003 RM	2004 RM	2003 RM
Bank overdrafts interest	159,229	191,050	1,772	14,127
Term loans interest	166,015	224,877	-	-
Hire purchase interest	84,688	152,665	-	-
Banker's acceptances interest	400,923	461,355	-	-
Export credit refinancing loans interest	87,992	121,670	-	-
_	898,847	1,151,617	1,772	14,127

## 25. TAXATION

	Group		Company	
	2004	2003	2004	2003
	RM	RM	RM	RM
Based on profit for the year	1,477,700	1,563,671	782,035	538,359
(Over)/under provision in prior years	( 82,414)	( 268,648)	297	( 13,533)
Share of taxation in associated companies	18,774	24,932	-	-
Transfer to/(from) deferred taxation	78,618	( 328,792)	621	-
=	1,492,678	991,163	782,953	524,826

The Company has sufficient tax credit under Section 108 of the Income tax Act 1967 to frank future dividend payments out of its entire retained profits as at 30 June 2004.

A reconciliation of income tax expenses applicable to profit before taxation at the statutory income tax rate to income tax expenses at the effective income tax rate of the Group and of the Company is as follows:-

penses at the enective income tax rate of		Group		any
	2004 RM	2003 RM	2004 RM	2003 RM
Profit before taxation	5,456,580	4,154,826	3,789,085	1,714,597
Income tax at 28% (2003: 28%)	1,527,842	1,163,351	1,060,944	480,087
Tax effect of permanent differences:- Expenses not deductible for tax purposes	124,726	222,211	22,520	14,680
Non-qualifying property, plant and equipment Income not subject to tax Double deduction on marine insurance	190,466 ( 399) ( 4,812)	252,613 ( 772)	43,592 ( 344,400) -	43,592 - -
Utilisation of previously unrecognised tax losses and unabsorbed capital allowance Deferred tax assets not recognised	( 658,522)	( 244,562)	-	-
during the year Over provision of deferred tax in prior years	721,878 ( 483)	-	-	-
Effect in change of statutory tax rates Over provision in prior years	( 325,604) ( 82,414)	( 133,030) ( 268,648)	297	( 13,533)
	1,492,678	991,163	782,953	524,826

## 26. EARNINGS PER SHARE

#### **Basic:-**

The basic earnings per share is calculated by dividing the consolidated profit after taxation and minority interests of RM3,862,484 (2003: RM3,060,468) by the weighted average number of ordinary shares in issue during the financial year of 49,647,125 (2003: 49,581,646).

,	Group	
	2004 RM	2003 RM
Weighted average number of ordinary shares is calculated as follows:-		
Issued ordinary shares at 1 July	49,616,000	49,544,000
Effect of option shares exercised	31,125	37,646
Weighted average number of ordinary shares at 30 June	49,647,125	49,581,646

### Diluted:-

The diluted earnings per share is calculated by dividing the consolidated profit after taxation and minority interests of RM3,862,484 (2003: RM3,060,468) by the diluted weighted average number of ordinary shares in issue during the financial year of 49,921,000 (2003: 49,991,646).

	Group	
	2004 RM	2003 RM
Weighted average number of ordinary shares as above Effect from full exercise of outstanding share options into	49,647,125	49,581,646
ordinary shares	273,875	410,000
Weighted average number of ordinary shares (diluted) at 30 June	49,921,000	49,991,646

### 27. PURCHASE OF PROPERTY, PLANT AND EQUIPMENT

	Group	
	2004 RM	2003 RM
Total purchase of property, plant and equipment Hire purchase arrangements Term loan arrangements	3,449,439 ( 50,000) -	5,121,442 ( 33,000) ( 578,400)
Cash disbursed for purchase of property, plant and equipment	3,399,439	4,510,042

#### 28. CASH AND CASH EQUIVALENTS

	Group		Company	
	2004	2003	2004	2003
	RM	RM	RM	RM
Cash and bank balances	11,535,917	4,901,010	746,236	245,383
Bank overdrafts - secured	( 2,864,868)	(3,428,771)	-	-
- unsecured	( 134,415)	(27,760)	-	-
	8,536,634	1,444,479	746,236	245,383



### 29. EMPLOYEES INFORMATION

	Group		Company	
	2004	2003	2004	2003
	RM	RM	RM	RM
Staff costs				
Salaries, wages and allowances	11,902,198	11,770,694	120,000	120,000
Employees provident fund				
contribution	1,149,610	1,122,252	14,160	14,400
Socso contribution	116,188	115,602	410	410
Other employee benefits	2,565,783	1,957,327	-	-
	15,733,779	14,965,875	134,570	134,810

Included in staff cost of the Group and of the Company are executive directors' remuneration amounting to RM994,742 (2003: RM1,051,910) and RM155,000 (2003: RM155,000) respectively as further disclosed in Note 23.

### 30. DIVIDEND

	Group/Co	mpany
	2004	2003
	RM	RM
Final dividend paid on ordinary shares of 3.5 sen gross (2003: 3.5 sen)		
per share, less tax	1,250,424	1,249,693

The Board of Directors proposed a final dividend of 3.5 sen gross less income tax at 28% in respect of the financial year ended 30 June 2004. These dividends are not recognised as a liability at the balance sheet date and will be accounted for as an appropriation of retained earnings in the financial year ending 30 June 2005 after approval by the members at the forthcoming Annual General Meeting.

### 31. SEGMENT REPORTING

Segment reporting is presented in respect of the Group's business segments.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items mainly comprise corporate administration expenses.

#### **Business segments**

- a) Poultry: Poultry products processing and retail business.
- b) Seafood: Seafood products processing and retail business.
- c) Aquaculture: Prawn culturing and fish farming.

Geographical segmental reporting is not presented as the Group operates principally within Malaysia.

## 31. SEGMENT REPORTING - Cont'd

Group 2004	Poultry RM	Seafood RM	Aquaculture RM	Consolidated RM
Revenue from external customers	136,564,540	72,333,425	9,815,908	218,713,873
Segment results	15,490,833	13,716,744	(1,307,083)	27,900,494
Other operating income Unallocated expenses				1,604,010 (24,136,194)
Operating income Interest income Share of profits in associated companies				5,368,310 36,638 51,632
Profit before taxation				5,456,580
Other information Segment assets	63,760,912	43,470,743	13,787,309	121,018,964
Investments in associates Unallocated corporate assets				755,820 2,689,640
Consolidated total assets				124,464,424
Segment liabilities	21,333,390	13,371,074	6,137,204	40,841,668
Unallocated corporate liabilities				155,151
Consolidated total liabilities				40,996,819
Significant non-cash expenses Depreciation	3,384,537	1,464,932	962,789	



## 31. SEGMENT REPORTING - Cont'd

Group 2003	Poultry RM	Seafood RM	Aquaculture RM	Consolidated RM
Revenue from external customers	118,165,135	77,874,090	9,624,883	205,664,108
Segment results	11,418,442	16,378,526	( 284,678)	27,512,290
Other operating income Unallocated expenses				1,580,196 (25,075,906)
Operating income Interest income Share of profits in associated companies				4,016,580 43,819 94,427
Profit before taxation				4,154,826
Other information Segment assets	60,511,763	41,772,214	14,763,733	117,047,710
Investments in associates Unallocated corporate assets				607,912 2,052,414
Consolidated total assets				119,708,036
Segment liabilities	19,175,379	14,097,444	5,659,381	38,932,204
Unallocated corporate liabilities				113,705
Consolidated total liabilities				39,045,909
Significant non-cash expenses Depreciation	3,419,041	1,449,373	740,095	
CAPITAL COMMITMENTS			Gr	oup

	0101	ib
	2004	2003
	RM	RM
Capital expenditure for property, plant and equipment:-		
Approved and contracted for	142,700	92,000

### 33. CONTINGENT LIABILITIES

	Group		Company	
	2004 RM	2003 RM	2004 RM	2003 RM
Unsecured				
Guarantees for the borrowings of subsidiary companies	-	-	68,530,500	51,030,500
Guarantees for export bills financing Guarantees to the Kastam Dan	2,984,672	3,963,122	-	-
Eksais Diraja, Bahagian Import	10,000	10,000	-	-
	2,994,672	3,973,122	68,530,500	51,030,500

32.

## 34. SIGNIFICANT RELATED PARTY TRANSACTIONS

During the financial year, the Group entered into the following significant related party transactions. The related party transactions described below have been entered into in the normal course of business and have been established under terms negotiated between the parties concerned, and were not materially different from those entered with third parties.

	Group		Compa	any
	2004 RM	2003 RM	2004 RM	2003 RM
Transactions with subsidiary				
companies:-				
Interest income received from:-				
- CCK Sea Products Industries Sdn Bhd	-	-	34,026	32,478
- Central Coldstorage Kuching Sdn Bhd	-	-	2,561	15,057
- Kuok Sui Sea Products Industries Sdn Bhd	-	-	15,278	22,349
Management income received from:-				
- Ableway Sdn Bhd	-	-	60,000	60,000
- Ataskota Sdn Bhd			12,000	12,000
- CCK Fresh Mart Sdn Bhd	-	-	72,000	72,000
<ul> <li>Central Coldstorage Kuching Sdn Bhd</li> </ul>	-	-	132,000	132,000
<ul> <li>Kin Eastern Frozen Food Sdn Bhd</li> </ul>	-	-	36,000	36,000
- Kuok Sui Sea Products Industries Sdn Bhd	-	-	36,000	36,000
Secretarial fee paid to:-				
- Central Coldstorage Kuching Sdn Bhd	-	-	18,000	18,000
Accounting fee paid to:-				
- Central Coldstorage Kuching Sdn Bhd	-	-	24,000	24,000
Transactions with a company in which certain directors and substantial shareholder have financial interests:-				
Rental paid to/(received from):- - S. K. Tiong Enterprise Sdn Bhd * - Econsmix Concrete Sdn Bhd *	178,800	227,400 ( 24,000)		 

\*The nature and extent of the financial interests of the Directors concerned are shown below:-

(a) Datuk Tiong Su Kouk (A substantial shareholder of the Company)
 - A substantial shareholder and Director of S. K. Tiong Enterprise Sdn Bhd.

#### (b) Tiong Chiong Hiiung

- Director of S. K. Tiong Enterprise Sdn Bhd.

(c) Tiong Chiong Soon

- Director of S. K. Tiong Enterprise Sdn Bhd and Econsmix Concrete Sdn Bhd.

### 35. STATUS OF CORPORATE PROPOSAL

On 15 May 2001, the Company entered into a Joint Venture Agreement with Perbadanan Pembangunan Ekonomi Sarawak, a statutory body corporate, to undertake the development, and to conduct and manage the aquaculture business on a commercial basis. The Joint Venture has been approved in principle by the relevant authorities and the parties involved are in the process of negotiating the terms and conditions of the joint venture.

### 36. CHANGES IN ACCOUNTING POLICIES AND PRIOR YEAR ADJUSTMENTS

#### (a) Changes in Accounting Policies

During the previous financial year, the Group had applied new MASB Standards, which became effective from 1 July 2002, and accordingly modified certain accounting policies. The changes in accounting policy which resulted in prior year adjustment is discussed below:-

#### (i) MASB 25: Income Taxes

Under MASB 25, deferred tax liabilities are recognised for all taxable temporary differences. Previously, deferred tax liabilities were provided for on account of timing differences only to the extent that a tax liability was expected to materialise in the foreseeable future. In addition, the Group has commenced recognition of deferred tax assets for all deductible temporary differences, when it is probable that sufficient taxable profit will be available against which the deductible temporary differences can be utilised. Previously, deferred tax assets were not recognised unless there was reasonable expectation of their realisation.

#### (b) Prior year adjustments

The changes in accounting policy has been applied retrospectively and the comparative has been restated. The effects of changes in accounting policy is as follow:-

	Group	
	2004	
	RM	RM
Effects on retained profits:		
At 1 July, as previously stated	-	26,904,681
Effects of adopting MASB 25	-	1,207,120
At 1 July, as restated	-	28,111,801

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• • ADDITIONAL INVESTOR INFORMATION



# LIST OF PROPERTIES

## FOR THE YEAR ENDED 30 JUNE 2004

Location	• Description/ Existing Use	Tenure	Acquisition Date	Age Of Building	Land (Built-Up Area)	Net Book Value
CCK Consolidated Holdings Bhd Lot 2969, Block 19, Seduan Land District, Sarawak	Light Industrial Land/ Vacant	Leasehold ( 9 Yrs Remaining) Expiring on 30.08.2013	10.04.2001			1,337,935.38
Ableway Sdn. Bhd. Lot 248, Song Town District, Sarawak	3 Storey Terraced Shophouse/Office	Leasehold (48 Yrs Remaining) Expiring on 07.05.2052	03.04.1996	8 Yrs	111.6 Sq.M.	169,957.20
Lot 5, Block 8, Mukah Land District, Sarawak	Agriculture Land/ Vacant	Leasehold (24 Yrs Remaining) Expiring on 21.12.2028	15.08.1991	-	5.39 Acres	7,509.09
Lot 332, Sunaei Antu, Sibu, Sarawak	Industrial Shophouse/Office	Leasehold (20 Yrs Remaining) Expiring on 31.12.2024	17.02.1984	35 Yrs	265.7 Sq.M.	143,531.52
CCK Fresh Mart Sdn. Bhd. Lot 1032, Block 5, Miri Concession Land District,	5 Units Of 3 Storey Shophouse/Office	Leasehold (45 Yrs Remaining) Expiring on 04.12.2049	07.12.1996	9 Yrs	2,456 Sq.M.	1,477,933.02
Lot 759, Miri Concession Land District, Miri	Agriculture Land/ Vacant	Leasehold (18 Yrs Remaining) Expiring on 31.12.2022	30.05.2001	-	-	325,769.72
Kuok Sui Sea Products Industries (S) Sdn. Bhd. Lot 22, Block 9 Sibu Town District, Sarawak	3 Storey Detached Factory	Freehold	12.06.1999	5 Yrs	9,590 Sq.ft.	1,994,932.35
Kin Eastern Frozen Food Sdn. Bhd. Lot 868 Green Road, Sarikei, Sarawak	Prawn Processing Factory/Office	Leasehold (33 Yrs Remaining)	22.05.1989	15 Yrs	2,122.3 Sq.M.	822,619.83
Lot 871 Green Road, Sarikei, Sarawak		Expiring on 17.05.2037	22.08.1988			
Lot 1445 Green Road, Sarikei, Sarawak			03.11.1987			
Cck Fresh Mart (West Malaysia) Sdn. Bhd. H.S.(D.) No.:19776, P.T. No.:22244 Mukim of Batu, District of Gombak, State of Selangor	3 Storey Detached Factory	Freehold	28.09.1999	7.5 Yrs	2,095.61 Sq.M.	3,975,957.87
H.S.(D.) No.:24157, P.T. No.:19461, Bandar Kajang, Daerah Ulu Langat State of Selangor	3 Storey Corner Terraced Shophouse	Leasehold (85 Yrs Remaining) Expiring on 26.06.2089	15.02.2001	8 Yrs	2,533 Sq.ft.	1,908,385.13
H.S.(D.) No.:15142, P.T. No.:19418, Mukim Kapar, Daerah Klang	Four Storey Shoplot	Leasehold (89 Yrs Remaining) Expiring on 15.06.2093	01.08.2002	2 Yrs	153 Sq.M.	746,059.27
Central Coldstorage Kuching Sdn. Bhd. Lot 187-189, Block 11, Senggi Poak Land District	Agriculture Land / Broiler Farm	Leasehold (22 Yrs Remaining) Expiring on 31.12.2026	05.09.1996	-	18.744 Hectares	133,872.77
Lot 605, Block 10, Senggi Poak Land District	Agriculture Land / Broiler Farm	Leasehold (22 Yrs Remaining) Expiring on 31.12.2026	13.08.1998	-	2.0243 Hectares	101,052.11
Bau OT No 3091 Of 1937, No.1020 Of 1927 No.2596 Of 1934 Sarawak	Agriculture Land / Breeder Farm	Leasehold (22 Yrs Remaining) Expiring on 31.12.2026	20.07.1996	-	11.8454 Hectares	373,602.47
Bau OT No 2998 Of 2936 Sarawak	Agriculture Land / Breeder Farm	Leasehold (31 Yrs Remaining) Expiring on 31.12.2035	20.07.1996	-	6.799 Hectares	200,984.41
Lot 999, Section 66, Jalan Keluli, Bintawa Industrial Estate, Sarawak	Industrial Land/ Corporate Office, Coldroom and Abattoir	Leasehold (32 Yrs Remaining) Expiring on 06.07.2035	23.06.1992	8 Yrs	2.295 Hectares	5,714,758.16
Lot 123 Senggi Poak Land District	Turtle Breeding	Leasehold (23 Yrs Remaining) Expiring on 31.12.2027	28.06.1993	10 Yrs	9.39 Acres	353,561.51

### LIST OF PROPERTIES (Cont'd) FOR THE YEAR ENDED 30 JUNE 2004

Location	Description/ Existing Use	Tenure	Acquisition Date	Age Of Building	Land (Built-Up Area)	Net Book Value
Central Coldstorage						
Kuching Sdn. Bhd. (continued) Lot 124 Senggi Poak Land District	Turtle Breeding	Leasehold (22 Yrs Remaining) Expiring on 31.12.2026	28.06.1993	10 Yrs	9.40 Acres	
Lot 115, Block 10, Senggi Poak Land District	Agriculture Land / Vacant	Leasehold (22 Yrs Remaining) Expiring on 31.12.2026	28.06.2000	26 Yrs	1.5985 Hectares	187,472.57
<b>Poultry Industry (S) Sdn. Bhd.</b> 8th Mile, Penrissen Road, Kuap, Kuching, Sarawak	Agricultural Land	Leasehold (12 Yrs Remaining) Expiring on 14.03.2016	18.11.1985	21 Yrs	9.53 Acres (14,009 Sq.M.)	279,154.44
Lot 187-189, Block 11, Senggi Poak Land District Sarawak	Broiler Breeding Shed	Leasehold (22 Yrs Remaining) Expiring on 31.12.2026	1998	7 Yrs	2,227.37 Sq.M.	519,788.22
Lot 605, Block 10, Senggi Poak Land District Sarawak	Broiler Breeding Shed	Leasehold (22 Yrs Remaining) Expiring on 31.12.2026	1998	7 Yrs	6,614.48 Sq.M.	554,244.71
Lot 123 Senggi Poak Land District	Broiler Farm	Leasehold (23 Yrs Remaining) Expiring on 31.12.2027	28.06.1993	-	9.39 Acres —	
Lot 124 Senggi Poak Land District	Broiler Farm	Leasehold (22 Yrs Remaining) Expiring on 31.12.2026	28.06.1993	-	9.40 Acres	
Lot 202 Senggi Poak Land District	Broiler Farm	Leasehold (17 Yrs Remaining) Expiring on 31.12.2021	28.06.1993	-	9.41 Acres	186,872.34
Lot 203 Senggi Poak Land District	Broiler Farm	Leasehold (17 Yrs Remaining) Expiring on 31.12.2021	28.06.1993	-	9.42 Acres	
Lot 123, 124, 202 & 203 all of Senggi Poak Land District	Chicken Sheds , Residential House and Worker Quarters	Leasehold	2002	2 Yrs	-	586,395.29
Zhang Agriculture Development Sdn. Bhd. Bau OT No.284 Ta Foh Shak, Bau, Sarawak	Agriculture Land/ (Vacant)	Leasehold (22 Yrs Remaining) Expiring on 07.06.2026	25.01.1990	-	8.5 Acres	89,600.12
Bau OT No.2405 Paku Podam, Bau, Sarawak	Agriculture Land/ Vacant	Leasehold (24 Yrs Remaining) Expiring on 17.11.2028	12.11.1991	-	11.75 Acres	126,924.04
Bau OT No.3653 Paku, Bau, Sarawak	Agriculture Land/ Breeder Farm	Leasehold (35 Yrs Remaining) Expiring on 02.08.2039	12.11.1991	7.5 Yrs	4.37 Acres*	596,052.95
Bau OT No.645 Ta Foh Shak, Bau, Sarawak	Agriculture Land/ Hatchery, Office, Workers Quarters & Laboratory	Leasehold (22 Yrs Remaining) Expiring on 08.03.2036	03.10.1990	7.5 Yrs	10.44 Acres*	1,079,510.86
Bau OT No.795 Ta Foh Shak, Bau, Sarawak	Agriculture Land/ Breeder Farm	Leasehold (22 Yrs Remaining) Expiring on 08.03.2026	12.11.1991	11 Yrs	15.97 Acres*	662,291.45
Bau OT No.3091 Of 1937, No.1020 Of 1927 No. 2596 Of 1934, No. 2998 Of 2936	Breeding Shed	Leasehold (31 Yrs Remaining) Expiring on 31.12.2035	1987	17 Yrs	11,000 Sq.M.	1,174,230.06
Ataskota Sdn Bhd Lot 271, Block 8, Pueh Land District	Agriculture Land/ Prawn Breeding Farm	Leasehold (12 Yrs Remaining) Expiring on 08.09.2015	15.04.1999	6 Yrs	5,463 Sq.M.	347,531.00
Farm Land Supplies & Veterinary Services Sdn. Bhd. Sublot No. 29 of Lot 84, Block 233, Kuching North Land District	1 1/2 storey Reinforced Concrete Semi-Detached Light Industrial Workshop	Leasehold	15.04.2002	1 Yr	590.5 Sq.M.	444,991.00
CCK Aquaculture Sdn. Bhd. Lot 739, Block 6, Salak Land District	Farm building/ Staff quarters	Leasehold	2003	1 Yr	8.1 Acres	33,623.14
CCK Sea Products Industries Sdn. Bhd. Lot 999, Section 66, Jalan Keluli, Bintawa Industrial Estate, Sarawak	Factory/Office Coldroom , Worker Quarters Farm Building and Guard House	Leasehold (32 Yrs Remaining) Expiring on 06.07.2035	2002	2 Yrs	-	2,308,677.71



## ANALYSIS OF SHAREHOLDINGS AS AT 18 OCTOBER 2004

## SHARE CAPITAL

Authorised share capital	:	RM100 million
Issued and fully paid-up capital	:	RM49,744,000
Class of shares	:	Ordinary Shares of RM1.00 each
Voting rights	:	One vote per ordinary share

## **ANALYSIS OF SHAREHOLDINGS**

Size of holdings	No. of Holders	Total Holdings	%
less than 100 shares	1	50	0.00
100 - 1,000 shares	98	86,200	0.17
1,001 - 10,000 shares	932	2,537,335	5.10
10,001 - 100,000 shares	112	2,856,661	5.75
100,001 - less than 5% of issued shares	35	13,984,548	28.11
5% and above of issued shares	5	30,279,206	60.87
Total	1,183	49,744,000	100.00

## SUBSTANTIAL SHAREHOLDERS

Name	9	Direct Interest	%	Deemed Interest	%
1. (	Central Coldstorage Sarawak Sdn. Bhd.	10,446,327	21.00	-	-
2. 3	S.K. Tiong Enterprise Sdn. Bhd.	6,164,955	12.39	10,446,327 <sup>(a)</sup>	21.00
3. F	Permodalan Nasional Berhad	5,737,500	11.53	-	-
4. 3	Skim Amanah Saham Bumiputera	4,500,000 <sup>(b)</sup>	9.05	-	-
5. (	Chong Nyuk Kiong Enterprise Sdn. Bhd.	3,430,424	6.90	-	-
6. E	Datuk Tiong Su Kouk	677,616	1.36	16,611,282 <sup>(c)</sup>	33.39
7. E	Datin Wong Bak Hee	45,000	0.09	16,611,282 <sup>(d)</sup>	33.39
8. 1	Tiong Chiong Hiiung	15,000	0.03	16,611,282 <sup>(d)</sup>	33.39
9. 1	Tiong Chiong Soon	15,000	0.03	16,611,282 <sup>(d)</sup>	33.39
10. (	Chong Shaw Fui	15,000	0.03	3,430,424 <sup>(e)</sup>	6.90
11. (	Chong Min Fui	-	-	3,430,424 <sup>(e)</sup>	6.90
12. (	Chong Kong Fui	-	-	3,430,424 <sup>(e)</sup>	6.90

Notes:

(a) Deemed interested through its wholly-owned subsidiary, Central Coldstorage Sarawak Sdn. Bhd.

(b) 4,500,000 shares are held through Amanah Raya Nominees (Tempatan) Sdn. Bhd.

(c) Deemed interested by virtue of his substantial shareholdings in S.K. Tiong Enterprise Sdn. Bhd. and Central Coldstorage Sarawak Sdn. Bhd.

(d) Deemed interested by virtue of their directorships in S.K. Tiong Enterprise Sdn. Bhd. and Central Coldstorage Sarawak Sdn. Bhd.

(e) Deemed interested by virtue of their substantial shareholdings in Chong Nyuk Kiong Enterprise Sdn. Bhd.

### ANALYSIS OF SHAREHOLDINGS (Cont'd) AS AT 18 OCTOBER 2004

## **DIRECTORS' SHAREHOLDINGS**

Nar	ne	Direct Interest	%	Deemed Interest	%
1.	Datuk Tiong Su Kouk	677,616	1.36	16,611,282 <sup>(a)</sup>	33.39
2.	Chong Shaw Fui	15,000	0.03	3,430,424 <sup>(b)</sup>	6.90
3.	Tiong Chiong Hiiung	15,000	0.03	16,611,282 <sup>(c)</sup>	33.39
4.	Tiong Chiong Soon	15,000	0.03	16,611,282 <sup>(c)</sup>	33.39
5.	Lau Liong Kii	342,800 <sup>(f)</sup>	0.69	824,814 <sup>(d)</sup>	1.66
6.	Ling Ting Leong @ Ling Chong Seng	219,511	0.44	255,636 <sup>(e)</sup>	0.51
7.	Wong See Khong	500,022	1.01	-	-
8.	Kueh Chung Peng	882,432 <sup>(g)</sup>	1.77	-	-
9.	Janggu Anak Banyang	15,000	0.03	-	-
10.	Datu Haji Putit bin Matzen	-	-	-	-
11.	Douglas Jerukan @ Jarukan Ak Kanyan	379,500	0.76	-	-
12.	Francis Wong Chin Sing @ Wong Chin Sing	-	-	-	-
13.		-	-	-	-

Notes:

Deemed interested by virtue of his substantial shareholdings in S.K. Tiong Enterprise Sdn. Bhd. and Central Coldstorage Sarawak Sdn. Bhd. (a)

(b)

Deemed interested by virtue of his substantial shareholdings in Chong Nyuk Kiong Enterprise Sdn. Bhd. Deemed interested by virtue of their directorships in S.K. Tiong Enterprise Sdn. Bhd. and Central Coldstorage Sarawak Sdn. Bhd. (C)

(d) Deemed interested by virtue of his substantial shareholdings in Unione Enterprise (S) Sdn. Bhd.

Deemed interested by virtue of his substantial shareholdings in Tseng Tseng Enterprise Sdn. Bhd. (e)

194,300 shares are held through Mayban Nominees (Tempatan) Sdn. Bhd. (f)

865,932 shares are held through HLB Nominees (Tempatan) Sdn. Bhd. and 15,000 shares held through TA Nominees (Tempatan) Sdn. Bhd. (g)

### **30 LARGEST SHAREHOLDERS**

Nar	ne	No. of Shares	%
1.	Central Coldstorage Sarawak Sdn. Bhd.	10,446,327	21.00
2.	S.K. Tiong Enterprise Sdn. Bhd.	6,164,955	12.39
3.	Permodalan Nasional Berhad	5,737,500	11.53
4.	Amanah Raya Nominees (Tempatan) Sdn. Bhd.		
	- Skim Amanah Saham Bumiputera	4,500,000	9.05
5.	Chong Nyuk Kiong Enterprise Sdn. Bhd.	3,430,424	6.90
6.	Lembaga Tabung Haji	1,968,750	3.96
7.	Yu Bang Din	1,566,000	3.15
8.	HLB Nominees (Tempatan) Sdn. Bhd.		
	- Pledged securities account for Kueh Chung Peng (SRK 08866-8)	865,932	1.74
9.	Unione Enterprise (S) Sdn. Bhd.	824,814	1.66
10.	Tasec Nominees (Tempatan) Sdn. Bhd.		
	- Yii Ching Yii	738,000	1.48
11.	Datuk Tiong Su Kouk	677,616	1.36
No.	of Shares c/f	36,920,318	74.23

## ANALYSIS OF SHAREHOLDINGS (Cont'd) AS AT 18 OCTOBER 2004

## 30 LARGEST SHAREHOLDERS - Cont'd

Nan	ne	No. of Shares	%
No.	of Shares b/f	36,920,318	74.23
12.	Tiong Sie Mew	573,346	1.15
13.	Wong See Khong	500,022	1.01
14.	Cheng Sang Uh	489,000	0.98
15.	Douglas Jerukan @ Jarukan Ak Kanyan	379,500	0.76
16.	Yeu Choo Sieng	328,500	0.66
17.	Kenanga Nominees (Tempatan) Sdn. Bhd.		
	<ul> <li>Pledged securities account for Teck Song Sdn. Bhd.</li> </ul>	317,880	0.64
18.	TA Nominees (Tempatan) Sdn. Bhd.		
	<ul> <li>Pledged securities account for Tiong Sieu Chiong</li> </ul>	315,500	0.63
19.	TA Nominees (Tempatan) Sdn. Bhd.		
	<ul> <li>Pledged securities account for Lau Pek Kii</li> </ul>	310,080	0.62
20.	Kenanga Nominees (Tempatan) Sdn. Bhd.		
	<ul> <li>Pledged securities account for Kueh Tiong Ching</li> </ul>	289,762	0.58
21.	Wong Puo Hung	280,500	0.56
22.	Yong Pei Ling	276,000	0.55
23.	1 5	261,794	0.53
24.	Tasec Nominees (Tempatan) Sdn. Bhd.		
	- Chen Hien Chong	256,500	0.52
25.	Tseng Tseng Enterprise Sdn. Bhd.	255,636	0.51
26.	Lau Pek Kii	230,000	0.46
27.	Kenanga Nominees (Tempatan) Sdn. Bhd.		
	<ul> <li>Pledged securities account for Lau Hieng Wuong</li> </ul>	221,294	0.44
28.	Ling Ting Leong @ Ling Chong Seng	219,511	0.44
29.	Yii Ching Yii	211,542	0.43
30.	Hii Leh Ming	211,500	0.43
Tota	al No. of Shares	42,848,185	86.14

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• • NOTICE OF ANNUAL GENERAL MEETING



## NOTICE OF ANNUAL GENERAL MEETING

**NOTICE IS HEREBY GIVEN** that the Eighth Annual General Meeting of the Company will be held at Kingwood Hotel, No. 12, Lorong Lanang 4, 96000 Sibu, Sarawak on Wednesday, 15 December 2004 at 11.00 am to transact the following businesses :-

## AGENDA

1	To receive the Audited Financial Statements of the Company for the financial year ended 30 June 2004 together with the Reports of the Directors and Auditors thereon.	Resolution 1				
2.	To declare a First and Final Dividend of 3.5% per share, less 28% Income Tax, for the financial year ended 30 June 2004.	Resolution 2				
3.	To approve the payment of Directors' fees of RM 259,460 for the financial year ended 30 June 2004. Resolution 3					
4.	To re-elect the following Directors retiring pursuant to Article 81 of the Company's Articles of Association, and being eligible offer themselves for re-election :-					
	<ul> <li>4.1 Mr. Janggu Anak Banyang</li> <li>4.2 Mr. Wong See Khong</li> <li>4.3 Datuk Tiong Su Kouk</li> <li>4.4 Mr. Tiong Chiong Hiiung</li> </ul>	Resolution 4 Resolution 5 Resolution 6 Resolution 7				
5.	To re-elect Dato' Fauziah binti Dato' Ismail retiring pursuant to Article 88 of the Company's Articles of Association, and being eligible offers herself for re-election.	Resolution 8				
6.	To re-appoint Messrs. Hii & Lee as Auditors for the ensuing year and to authorise the Directors to fix their remuneration.	Resolution 9				
7.	As Special Businesses :-					
	To consider and, if thought fit, pass the following resolutions as Special and Ordinary Resolutions :-					
	Special Resolution No. 1 ■ Proposed amendment to the Company's Memorandum of Association	Resolution 10				
	" <b>THAT</b> , the words "the Kuala Lumpur Stock Exchange" in lines 2 and 7 of the existing Clause 3.13 of the Company's Memorandum of Association be deleted and replaced with the words "Bursa Malaysia Securities Berhad" and the new Clause 3.13 shall read as follows :-					
	To acquire by purchase in good faith and in the best interest of the Company, the Company's own shares through Bursa Malaysia Securities Berhad on which the shares of the Company are quoted					

and will not become insolvent by incurring the debts involved in the obligation to pay for the shares so purchased and to deal in such shares in accordance with the provisions of the Companies Act, 1965 and any rules, regulations and guidelines thereunder issued by Bursa Malaysia Securities Berhad and any other relevant authorities thereof."

### NOTICE OF ANNUAL GENERAL **MEETING** (Cont'd)

### **Special Resolution No. 2**

#### Proposed amendment to the Company's Articles of Association

Resolution 11

"THAT, the following existing interpretation in Article 2 of the Company's Articles of Association be deleted in its entirety and replaced with the following new interpretation :-

Existing Interpretation	New Interpretation
"Central Depository" means Malaysian Central Depository Sdn. Bhd.	"Depository" means Bursa Malaysia Depository Sdn. Bhd. (formerly known as Malaysian Central Depository Sdn. Bhd.).
"The Exchange Listing Requirement" means The Listing Requirements of Kuala Lumpur Stock Exchange applicable to the Company as may be amended from time to time including any re- enactment thereof.	"The Bursa Malaysia Securities Listing Requirements" means the Listing Requirements of Bursa Malaysia Securities Berhad (formerly known as Malaysia Securities Exchange Berhad) applicable to the Company as may be amended from time to time including any re-enactment thereof.
"The Exchange/Stock Exchange" means Kuala Lumpur Stock Exchange or any other Exchange on which the Company is listed.	"Bursa Securities/Securities Exchange" means Bursa Malaysia Securities Berhad (formerly known as Malaysia Securities Exchange Berhad) or any other Exchange on which the Company is listed.
"Member" means any person/persons for the time being holding shares in the Company and whose names appear in the Register (except Malaysian Central Depository Nominees Sdn. Bhd.) including Depositors whose names appear on the Record of Depositors.	"Member" means any person/persons for the time being holding shares in the Company and whose names appear in the Register (except Bursa Malaysia Depository Nominees Sdn. Bhd. (formerly known as Malaysian Central Depository Nominees Sdn. Bhd.)) including Depositors whose names appear on the Record of Depositors.

AND THAT, all references to "Central Depository", "The Exchange Listing Requirement" and "The Exchange/Stock Exchange" throughout the Company's whole Articles of Association be changed to "Depository", "The Bursa Malaysia Securities Listing Requirements" and "Bursa Securities/Securities Exchange" respectively."

### **Ordinary Resolution No. 1** Authority to issue shares pursuant to Section 132D of the Companies Act, 1965

"THAT pursuant to Section 132D of the Companies Act, 1965 and subject always to the approval of the relevant authorities, the Directors be and are hereby empowered to issue shares in the Company from time to time and upon such terms and conditions and for such purposes as the Directors may deem fit, including but not limited to such shares as may be issued pursuant to the Employees' Share Option Scheme provided that the aggregate number of shares issued pursuant to this resolution does not exceed 10% of the issued share capital of the Company for the time being and that the Directors be and are also empowered to obtain the approval for the listing of and quotation for the additional shares so issued on Bursa Malaysia Securities Berhad and that such authority shall continue in force until the conclusion of the next Annual General Meeting of the Company."

Resolution 12



#### **Ordinary Resolution No. 2**

Resolution 13

Proposed purchase of own shares by the Company of up to ten percent (10%) of the total issued and paid-up share capital of the Company

"THAT, subject always to the Companies Act, 1965 ("the Act"), rules, regulations and orders made pursuant to the Act, provisions of the Company's Memorandum and Articles of Association and the requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") and any other relevant authority, the Directors of the Company be and are hereby unconditionally and generally authorised to purchase and hold on the market of Bursa Securities such number of ordinary shares of RM1.00 each ("Shares") in the Company ("Proposed Share Buy-Back") as may be determined by the Directors of the Company ("Directors") from time to time through Bursa Securities upon such terms and conditions as the Directors may deem fit, necessary and expedient in the interest of the Company provided that the total aggregate number of Shares purchased and/or held or to be purchased and/or held pursuant to this resolution shall not exceed 4,974,400 Shares representing approximately ten percent (10%) of the total issued and paid-up share capital of 49,744,000 ordinary shares of RM1.00 each of the Company as at 29 October 2004 and an amount not exceeding the total of the Company's latest audited retained profit reserve of RM32,534,636 and/or audited share premium reserve of the Company of RM691,378 as at 30 June 2004, be allocated by the Company for the Proposed Share Buy-Back AND THAT, such Shares purchased are to be retained as treasury shares and distributed as dividends and/or resold on the market of Bursa Securities, or subsequently may be cancelled AND THAT the Directors be and are hereby authorised and empowered to do all acts and things and to take all such steps and to enter into and execute all commitments, transactions, deeds, agreements, arrangements, undertakings, indemnities, transfers, assignments and/or guarantees as they may deem fit, necessary, expedient and/or appropriate in order to implement, finalise and give full effect to the Proposed Share Buy-Back with full powers to assent to any conditions, modifications, revaluations, variations and/or amendments, as may be required or imposed by any relevant authority or authorities AND FURTHER THAT the authority hereby given shall commence immediately upon passing of this ordinary resolution and lodgement of the Proposed Amendment to the Memorandum of Association and shall continue in force until :-

- the conclusion of the first annual general meeting of the Company following the general meeting at which such resolution was passed at which time it shall lapse unless by ordinary resolution passed at that meeting, the authority is renewed, either unconditionally or subject to conditions;
- (b) the expiration of the period within which the next annual general meeting after that date is required by law to be held;
- (c) revoked or varied by ordinary resolution passed by the Shareholders in general meeting;

whichever occurs first, in accordance with the provisions of the guidelines issued by Bursa Securities or any other relevant authorities."

8. To transact any other business of which, due notice shall have been given in accordance with the Companies Act, 1965 and the Articles of Association of the Company.

## NOTICE OF DIVIDEND ENTITLEMENT

**NOTICE IS ALSO HEREBY GIVEN** that a First and Final dividend of 3.5% per share, less 28% Income Tax, in respect of the financial year ended 30 June 2004, if approved at the forthcoming Annual General Meeting, will be paid on 24 January 2005 to Depositors whose names appear in the Record of Depositors on 31 December 2004.

A Depositor shall qualify for entitlement only in respect of :-

- (a) Shares transferred to the Depositor's securities account before 4.00 pm on 31 December 2004 in respect of transfers; and
- (b) Shares bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of Bursa Malaysia Securities Berhad.

### BY ORDER OF THE BOARD

LING TING LEONG @ LING CHONG SENG (MACS 00754) VOON JAN MOI (MAICSA 7021367) Joint Company Secretaries

Kuching, Sarawak Date: 23 November 2004

Notes :-

- 1. A proxy may but need not be a member of the Company and the provisions of Section 149(1)(b) of the Act shall not apply to the Company.
- To be valid, the proxy form, duly completed must be deposited at the registered office at Lot 999, Section 66, Jalan Keluli, Bintawa Industrial Estate, 93450 Kuching, Sarawak not less than 48 hours before the time for holding the meeting or any adjournment thereof.
- 3. A member shall be entitled to appoint more than one (1) proxy to attend and vote at the same meeting provided that the provisions of Section 149(1)(c) of the Act are complied with.
- 4. Where a member appoints more than one (1) proxy, the appointment shall be invalid unless he/she specifies the proportions of his/her holdings to be represented by each proxy.
- 5. If the appointor is a corporation this form must be executed under its common seal or under the hand of an officer or attorney duly authorised in writing.
- 6. Explanatory Notes on Special Businesses :-

Special Resolutions on proposed amendments to the Company's Memorandum and Articles of Association The proposed resolutions No. 10 and 11 are to be in line with the demutualisation of Kuala Lumpur Stock Exchange and recent amendments made to Bursa Malaysia Securities Listing Requirements.

#### Ordinary Resolution pursuant to Section 132D of the Companies Act, 1965

The proposed resolution No. 12 in relation to authority to issue shares pursuant to Section 132D of the Companies Act, 1965, if passed, will empower the Directors to issue and allot shares up to an aggregate amount not exceeding 10% of the issued share capital of the Company for the time being, for such purposes as the Directors consider would be in the interests of the Company including but not limited to such shares as may be issued pursuant to the Employees' Share Option Scheme approved at the Extraordinary General Meeting held on 20 December 2000. This authority unless revoked or varied at a general meeting will expire at the next Annual General Meeting.

## STATEMENT ACCOMPANYING NOTICE OF ANNUAL GENERAL MEETING

- 1. The following Directors who are standing for re-election in accordance to the following articles at the Eighth Annual General Meeting of the Company are :-
  - (i) Mr. Janggu Anak Banyang
  - (ii) Mr. Wong See Khong
  - (iii) Datuk Tiong Su Kouk

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- (iv) Mr. Tiong Chiong Hiiung
- (v) Dato' Fauziah binti Dato' Ismail
- 2. Further details of Directors who are standing for re-election at the Eighth Annual General Meeting are available on pages 9 to 11 of this annual report.
- 3. There were five (5) Board of Directors' Meetings held during the financial year ended 30 June 2004. Details of attendance at Board Meetings are outlined on page 14 of this annual report.
- 4. Place, date and time of the Eighth Annual General Meeting

The Eighth Annual General Meeting of the Company will be held at Kingwood Hotel, No. 12, Lorong Lanang 4, 96000 Sibu, Sarawak on Wednesday, 15 December 2004 at 11.00 am.

## FORM OF PROXY

	Number of shares	held	
I/We			
(NRIC/Company No			
	(full address	s) being a mem	ber/members of
CCK Consolidated Holdings Berhad hereby appoint			
(NRIC No	) of		
		_(full address) c	or failing him/her
	(NRIC No		) of
		(full add	ress) as my/our
proxy to vote for me/us and on my/ our behalf at the Eighth December 2004 at 11.00 am and, at any adjournment thereo		i to be held on	Wednesday, 15
Decelutions		Far	Anninat

	Resolutions	For	Against
1.	To receive the Audited Financial Statements of the Company.		
2.	To approve the payment of a First and Final Dividend of 3.5% per share, less 28% Income Tax.		
3.	To approve the payment of Directors' fees of RM 259,460.00.		
	e-elect the following Directors retiring pursuant to Article 81 of the Company's Article of ociation :-		
4.	Mr. Janggu Anak Banyang		
5.	Mr. Wong See Khong		
6.	Datuk Tiong Su Kouk		
7.	Mr. Tiong Chiong Hiiung		
8.	To re-elect YBhg. Dato' Fauziah binti Dato' Ismail retiring pursuant to Article 88 of the Company's Articles of Association.		
9.	To re-appoint Messrs. Hii & Lee as Auditors for the ensuing year.		
As	special businesses :-		
10.	To approve the proposed amendment to the Company's Memorandum of Association.		
11.	To approve the proposed amendment to the Company's Articles of Association.		
12.	To approve the authority to issue shares pursuant to Section 132D of the Companies Act, 1965.		
13.	To approve the proposed purchase of own shares by the Company of up to ten percent (10%) of the total issued and paid-up share capital of the Company.		

[Please indicate with a ( $\checkmark$ ) in the space above how you wish your vote to be cast. If no specific direction as to voting is indicated, the proxy will vote or abstain as he/she thinks fit.]

Dated this \_\_\_\_\_ day of \_\_\_\_\_ 2004

Signature / common seal of shareholder(s)

Notes :

- 1. A proxy may but need not be a member of the Company and the provisions of Section 149(1)(b) of the Act shall not apply to the Company.
- 2. To be valid, the proxy form, duly completed must be deposited at the registered office at Lot 999, Section 66, Jalan Keluli, Bintawa Industrial Estate, 93450 Kuching, Sarawak not less than 48 hours before the time for holding the meeting or any adjournment thereof.
- 3. A member shall be entitled to appoint more than one (1) proxy to attend and vote at the same meeting provided that the provisions of Section 149(1)(c) of the Act are complied with.
- 4. Where a member appoints more than one (1) proxy, the appointment shall be invalid unless he/she specifies the proportions of his/her holdings to be represented by each proxy.
- 5. If the appointor is a corporation this form must be executed under its common seal or under the hand of an officer or attorney duly authorised in writing.

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Stamp

## **The Company Secretary CCK CONSOLIDATED HOLDINGS BERHAD** (396692-T) Lot 999, Section 66,

Jalan Keluli, Bintawa Industrial Estate, 93450 Kuching, Sarawak, Malaysia.

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## CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia) 396692-T

Lot 999, Section 66, Jalan Keluli Bintawa Industrial Estate 93450 Kuching, Sarawak Malaysia Tel: 082-336 520 Fax: 082-331479