

INVESTOR
UPDATE
2010
31
MAR
1ST QUARTERLY REPORT



FROM THE DESK OF THE CHAIRMAN

Dear Shareholders,

We are pleased to announce that PPB Group achieved a pre-tax profit of RM303 million for the period ended 31 March 2010, up 14% from the previous corresponding period. The higher profits from the grains, flour and feed milling were due mainly to lower raw material costs despite lower flour selling prices. Film exhibition and distribution also registered higher profits due to contribution from new cinemas and higher admissions resulting from stronger movie titles.

PPB Group's revenue of RM504 million was marginally higher compared with RM495 registered in the same period last year mainly due to higher revenue recorded by the film exhibition and distribution division, off-set by lower revenue from the environmental engineering, waste management and utilities division as new contracts have not commenced during the period.

Profit for the period increased to RM1.128 billion with the gain of RM838 million from the completion of the disposal of the Group's sugar-related assets in early January 2010. Earnings per share for the period ended 31 March 2010 stood at 94.93 sen compared with 22.93 sen achieved in the same period last year.

HAPPENINGS

PPB held its first Press and Analyst Briefing for the year on 5 March 2010, to review the final results for year 2009 and other latest developments in the Group. The Briefing was well received by analysts, fund managers and press from the local publications.

Golden Screen Cinemas Sdn Bhd, a 99% indirect subsidiary of PPB Group, hosted the Hong Kong Film Festival 2010 held from 26 to 28 March 2010 at Kuala Lumpur which was co-organised by the Hong Kong Economic and Trade Office (HKETO) in Singapore and 988 Radio Station Malaysia. Eight (8) quality Hong Kong films were screened at GSC's key cinemas during the 3-day period.

CSR ACTIVITIES

Committed to care for the environment, PPB started the year with its first tree planting project at Kuala Selangor Nature Park where staff and their family members planted a total of 250 saplings at the mangroves of Kuala Selangor Nature Park.

Not forgetting the underprivileged groups during the main festivals, PPB Group organized several Chinese New Year celebrations starting with the children of Chempaka Welfare Home located in Petaling Jaya and three old folks home in Raub, Pahang namely, Sg Ruan Old Folks Home, Sg Lui Old Folks Home and Kg Sempalit Old Folks Home.

PROSPECTS FOR 2010

The global economic recovery is expected to be slow and uncertain in 2010 and fluctuations in commodity prices and rising freight rates may impact PPB Group results. However, PPB Group will continue to manage these factors and the results for the remaining period of 2010 should remain satisfactory. Profit for 2010 will be higher than that of 2009 with the gain from the sale of sugar related assets.

Datuk Oh Siew Nam
Chairman
24 May 2010



Director and cast of "At The End Daybreak" together with Guest Of Honour and VIPs.



Speech by Mr John Tsang, Financial Secretary of Hong Kong Special Administrative Region.



Mr Ho YuHang and Ms Ng Meng Hui pose with guests.

HONG KONG FILM FESTIVAL 2010

HAPPENINGS

HONG KONG FILM FESTIVAL 2010

The Hong Kong Economic and Trade Office (HKETO) in Singapore and 988 Radio Station Malaysia co-organised the Hong Kong Film Festival with the support of PPB's 99% indirect subsidiary, Golden Screen Cinemas Sdn Bhd. The film festival was held in Kuala Lumpur from 26 to 28 March 2010 and showcased eight quality Hong Kong films at GSC's key cinemas to the Malaysian audience including the award winning film "At The End of Daybreak" produced by Malaysian director, Mr Ho Yuhang, together with a Hong Kong and Malaysian cast. This film won the award for the Best Newcomer and Best Supporting Actress at the Asian Film Awards 2010 and Netpac Prize at the 62nd Locarno International Film Festival held in 2009.

The other seven titles offered were "The Way We Are", "KJ: Music and Life; Mr Cinema", "Split Second Murders", "Happy Funeral", "I Corrupt All Cops" and "Nobody's Perfect" which provided a wide selection of movie genres to suit the individual preference of movie from drama, comedy, romance to action thriller and documentary.

Prior to the festival, a film workshop attended by Mr Ho Yuhang and cast of "At The End of Daybreak", Mr Chui Tien You and Ms Ng Meng Hui, was organised for students and audience to share their experiences in film making.

The film festival was held with the aim to enhance the social exchange and promote co-operation between Hong Kong and Malaysia in culture and the arts.

HAPPENINGS

PRESS AND ANALYST BRIEFING

On 5 March 2010, PPB held its first Press and Analyst Briefing for the year at Wisma Jerneh which was well attended by 50 analysts and fund managers from various local as well as foreign research houses and securities firms. Present at the Briefing, were also 18 members of the local and foreign press.

The Briefing was held to provide the press and analysts with a review of the Group's financial results for year 2009 as well as an update of its latest developments.

During the Q&A session, PPB's Managing Director, Mr Tan Gee Sooi; Chief Financial Officer, Ms Leong Choy Ying; Senior Manager (Corporate Affairs), Ms Koh Mei Lee; and the Company Secretary, Mr Mah Teck Keong dealt with the questions posed by the attendees. A press conference took place thereafter, followed by lunch.



"TOGETHER WE CARE,
TOGETHER WE
MAKE A DIFFERENCE"



CSR ACTIVITIES



“TOGETHER WE CARE, TOGETHER WE MAKE A DIFFERENCE . . .”

On 23 January 2010, 47 staff of PPB Group and their families woke up early on their day off to participate in PPB's first tree planting project.

The event which is part of PPB's CSR activity for the environment was organised to bring together the staff of PPB and their families and friends for a good cause and in this case to make a difference in Kuala Selangor Nature Park, a beautiful Park well managed by Malaysian Nature Society (MNS) in collaboration with the Selangor State Government.

Upon arrival at 9 am at the Park, the participants had a hearty breakfast before adjourning to the auditorium where Ms Koh Mei Lee, Senior Manager (Corporate Affairs) of PPB, welcomed the participants and thanked them for their volunteerism. Mr Raj, the Senior Ranger from MNS gave a 30-minute lively talk on how human lives and mangroves are interconnected. From his talk, we learnt that long tailed monkeys are one of the most intelligent monkeys which are capable of mimicking the actions of MNS workers. Thereafter, the participants in 2 groups donned their gloves and Wellington boots, to walk to the mangroves located at the border of the Park.





During the walk, MNS guides showed the participants various types of crabs, birds as well as plants that produce soap, salt and many other interesting facts of nature. At the mangroves, the participants laboured for an hour planting 250 saplings. It was fun and quick as everyone chipped in with some families happily creating their very own family plots. After the mangrove planting, the staff continued their tour around the Park and witnessed a breathtaking sight of the Straits of Melaka, a white eagle, various migrating birds, mudskippers and different multi-coloured species of crabs. Drenched with sweat after a long walk in the sun, the participants showered before tucking into local dishes catered by MNS. After lunch, the participants shopped at the Kuala Selangor wet market known for their fresh fish and prawns. Cockle harvesting was the next highlight for the day and the participants were taken in 5 boats to Sungai Buloh Sasaran to harvest cockles which they took home for free. After a hard day's work, everyone was treated to a delicious seafood dinner at the River View Restaurant.

In conclusion, the whole event was tiring but enjoyable. It was an eye-opener for the city folks and many looked forward to more nature events!



CSR ACTIVITIES (cont'd)



Chinese New Year Celebration with the Underprivileged Groups

On 5 February 2010, PPB celebrated the Chinese New Year with 18 children from Chempaka Welfare Home. The children from 5 to 13 years of age are from poor single parents. For this special occasion, the children were each given a brand new set of clothing especially selected to their preference which they proudly wore for the event.



The event started with dinner at 6 pm and the children tucked into their favourite fast food, fried chicken and pizzas complete with a variety of aerated drinks. Thereafter, everyone joined in the tossing of the auspicious CNY dish “Yee Sang” to welcome the Lunar New Year on a bright note. After a hearty meal, the children played games organised by PPB. The event ended at 8.30 pm with the giving away of goodie bags to the children and a simple cake cutting ceremony.

CSR ACTIVITIES (cont'd)



IN A SEPARATE EVENT, FFM MARKETING SDN BHD (FFMM), AN INDIRECT WHOLLY-OWNED SUBSIDIARY OF PPB GROUP, BROUGHT MUCH CHEER TO THREE OLD FOLKS HOME IN RAUB, PAHANG DURING THE FESTIVAL.

The selected homes were Sg Ruan Old Folks Home, Sg Lui Old Folks Home and Kg Sempalit Old Folks Home. Daily essential products such as flour, canned foods, eggs, cooking oils and tooth brushes were given to the 33 senior citizens from the homes.

SHARE ANALYSIS FOR THE 1ST QUARTER OF 2010

1st Quarter Share Analysis

The local market started the New Year on a firm note with the FBM KLCI crossing the 1,300 points to touch a 22-month high of 1,308.5 points on 21st January 2010. However, the FBM KLCI retreated to a 4-month low of 1,233.86 points on 9th February 2010 following the pull-back in regional markets. The FBM KLCI subsequently rebounded to a 2-year intraday high of 1,334.3 points on 11th March 2010 in line with firmer offshore markets before closing at 1,320.6 points to register a gain of 3.8% for the quarter.

Outperforming the FBM KLCI, PPB share price closed 12.78% higher at RM18.00 compared with RM15.96 in the preceding quarter. Market capitalization of PPB shares increased to RM21.339 billion with the daily average volume in the quarter increasing by 34.15% to 691,449 shares.

SHARE ANALYSIS FOR THE 1ST QUARTER OF 2010**PPB Share Price & FTSE Bursa Malaysia Kuala Lumpur Composite Index Performance For 1st Q 2010**

	1st Q 2010	4th Q 2009	% change
PPB share price			
Closing price (high)	18.06	16.08	12.31%
Closing price (low)	15.38	15.14	1.59%
Month end closing price	18.00	15.96	12.78%
Weighted share price	16.75	14.69	6.76%
Market capitalization (RM' million)	21,339	18,921	12.78%

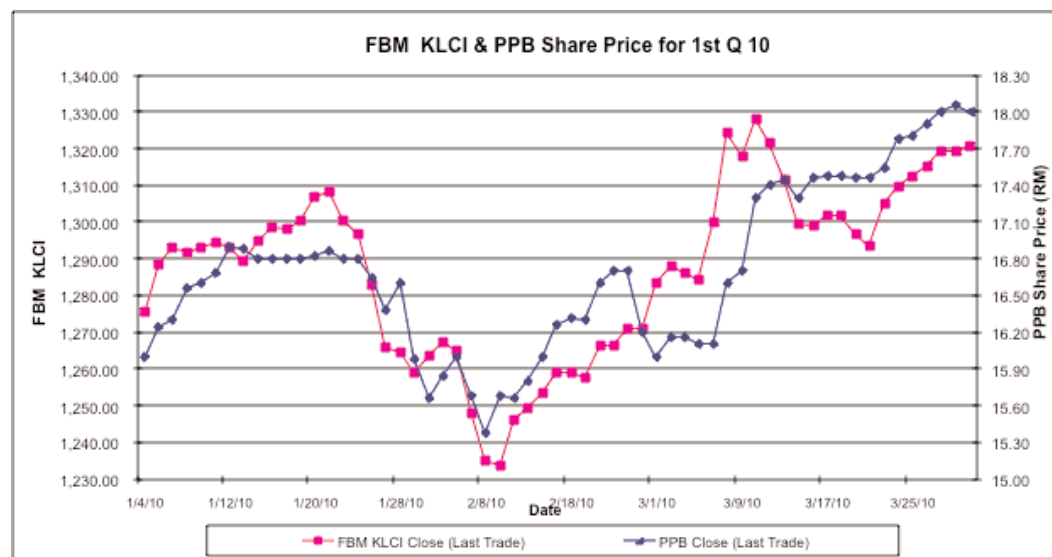
PPB share volume			
Daily volume (high)	2,807,700	1,248,900	>100%
Daily volume (low)	102,300	70,500	45.11%
Average daily volume	691,449	515,427	34.15%

FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBM KLCI)

FBM KLCI closing (high)	1,328.22	1,279.95	3.77%
FBM KLCI closing (low)	1,233.86	1,206.25	2.29%
FBM KLCI month end closing	1,320.57	1,272.78	3.75%

FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBM KLCI) volume

Daily volume (high)	194,749,000	196,096,000	-0.69%
Daily volume (low)	56,508,100	41,488,600	36.20%
Average daily volume	108,991,629	82,226,910	32.55%



FINANCIAL STATISTICS FOR THE 1ST QUARTER OF 2010

Financial period ended (All figures in RM million)	3 MONTHS		%	12 MONTHS
	31.3.10	31.3.09	Change	31.12.09
INCOME STATEMENT				
<u>Continuing operations</u>				
Revenue	504	495	1.8	2,053
Profit before taxation	303	264	14.8	1,455
Profit for the period from continuing operations, net of tax	289	259	11.6	1,409
<u>Discontinued operations</u>				
Revenue	-	278	(100.0)	1,407
Profit before taxation	-	17	(100.0)	277
Profit for the period from discontinued operations, net of tax	-	12	(100.0)	220
Gain on sale of discontinued operations	838	-	>100.0	-
<u>Group total</u>				
Revenue	504	773	(34.8)	3,460
Profit before taxation	303	281	7.8	1,732
Profit for the period	1,127	271	>100.0	1,629
Profit attributable to Shareholders of the Company	1,125	272	>100.0	1,616
BALANCE SHEET				
Non-current assets	12,554	12,855	(2.3)	12,771
<u>Current assets</u>				
Cash, bank balances and deposits	1,326	460	>100.0	589
Non-current assets/disposal group classified as held for sale	25	9	>100.0	925
Others	862	1,121	(23.1)	782
Total current assets	2,212	1,590	39.1	2,296
Total assets	14,766	14,445	2.2	15,067
<u>Equity</u>				
Share capital	1,186	1,186	0.0	1,186
Reserves	12,961	12,416	4.4	12,901
Equity attributable to Shareholders of the Company	14,147	13,602	4.0	14,087
Minority interests	175	161	8.7	172
Total equity	14,322	13,763	4.1	14,259
<u>Non-current liabilities</u>				
Bank borrowings	76	73	4.1	83
Others	71	74	(4.1)	72
Total non-current liabilities	147	147	0.0	155

(cont'd) FINANCIAL STATISTICS

Financial period ended (All figures in RM million)	3 MONTHS		%	12 MONTHS
	31.3.10	31.3.09	Change	31.12.09
<u>Current liabilities</u>				
Bank borrowings	60	270	(77.8)	38
Others	237	265	(10.6)	349
Liabilities directly associated with disposal group classified as held for sale	-	-	-	266
Total current liabilities	297	535	(44.5)	653
Total liabilities	444	682	(34.9)	808
Total equity and liabilities	14,766	14,445	2.2	15,067
RATIOS				
Return on equity attributable to shareholders of the Company	(%)	8.0	2.0	11.5
Earnings per share	(sen)	94.9	22.9	136.3
Interest coverage	(times)	206.8	115.7	221.9
Current ratio	(times)	7.4	3.0	3.5
Total borrowings/Equity	(%)	0.9	2.5	0.8
Long term borrowings/Equity	(%)	0.5	0.5	0.6
Net assets per share attributable to shareholders of the Company	(RM)	11.9	11.5	11.9
Net dividend per share	(sen)	50.0	0.0	73.0
STOCK MARKET INFORMATION				
Share price	(RM)	18.00	9.80	15.96
Market capitalisation	(RM million)	21,348	11,623	18,929
PE ratio	(times)	4.7	10.7	11.7

ANNOUNCEMENTS

04 JANUARY

The disposal of 36,360,000 ordinary shares of RM1 each in Malayan Sugar Manufacturing Company Berhad (“MSM”) to Felda Global Ventures Holdings Sdn Bhd and/or its nominee (“FGVH”) was completed on 1 January 2010 (“Completion”). Arising from the Completion, MSM, MSM Properties Sdn Bhd and Astakonas Sdn Bhd have ceased to be subsidiaries of PPB with effect from 1 January 2010.

With the Completion, the proposed disposal by PPB to FGVH of 6,000,000 ordinary shares of RM1 each in Kilang Gula Felda Perlis Sdn Bhd (“KGFP Disposal”) and certain parcels of land measuring a total of approximately 5,797 hectares in Chuping (“Chuping Land Disposal”) became unconditional and the parties would proceed to complete the disposals accordingly.

06 JANUARY

The disposal of 20% equity interest in Tradewinds (M) Berhad (“TWM”) by Grenfell Holdings Sdn Bhd (“Grenfell”), a 49%-associated company of PPB, to FGVH was completed on 6 January 2010. Arising from the completion of the disposal by Grenfell, PPB’s interest in TWM had fallen below 5% of the issued share capital of TWM with effect from 6 January 2010, and it has accordingly ceased to be a substantial shareholder of TWM.

12 JANUARY

The Chuping Land Disposal and KGFP Disposal were completed on 12 January 2010.

04 FEBRUARY

Change in Boardroom - Dato’ Lim Chee Wah resigned as Deputy Chairman of the Company with effect from 4 February 2010.

10 FEBRUARY

The Board declared the payment of a single tier special dividend of 50 sen per share for the financial year ended 31 December 2009 which was paid on 15 March 2010.

22 FEBRUARY

Pursuant to Paragraph 9.22(1) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"), PPB was required to furnish its quarterly report for the 4th quarter ended 31 December 2009 ("4th Quarterly Report") to Bursa Securities not later than 2 months after the end of the quarter, ie by 25 February 2010 ("Relevant Timeframe").

The Company announced that it would not be releasing its 4th Quarterly Report by the Relevant Timeframe.

Wilmar International Limited ("Wilmar"), in which PPB holds 18.4% equity interest, had notified the Singapore Exchange Securities Trading Limited ("Singapore Exchange") that it would announce its financial results for the full year ended 31 December 2009 on 1 March 2010. In view of Wilmar's material contribution to PPB's financial results, PPB would announce its 4th Quarterly Report only after Wilmar's announcement of its financial results to the Singapore Exchange on 1 March 2010.

02 MARCH

Release of PPB's 4th quarterly report for the 4th quarter ended 31 December 2009.

02 MARCH

The Board recommended the payment of a final single tier dividend of 18 sen per share for the financial year ended 31 December 2009, payable on 8 June 2010 subject to shareholders' approval at the 41st Annual General Meeting ("AGM") of the Company. (See note below).

02 MARCH

Notice of intention to seek shareholders' approval at the 41st AGM for the proposed renewal of and additional shareholders' mandate for recurrent related party transactions of a revenue or trading nature. (See note below).

** Note: PPB shareholders have approved the respective resolutions pertaining to the above matters at the 41st AGM held on 19 May 2010.*

QUARTERLY REPORT CONDENSED CONSOLIDATED INCOME STATEMENTS

for the period ended 31 March 2010

(The figures have not been audited)

	Individual Quarter 3 months ended 31 March		Cumulative Quarter 3 months ended 31 March	
	2010 RM'000	2009 RM'000 (Restated)	2010 RM'000	2009 RM'000 (Restated)
<u>Continuing operations</u>				
Revenue	503,633	4495,228	503,633	495,228
Operating expenses	(477,289)	(495,037)	(477,289)	(495,037)
Other operating income	25,313	10,036	25,313	10,036
Share of net profits less losses of associates	252,105	256,083	252,105	256,083
Share of profit of jointly controlled entity	298	245	298	245
Finance costs	(1,472)	(2,143)	(1,472)	(2,143)
Profit before tax	302,588	264,412	302,588	264,412
Income tax expense	(13,123)	(5,504)	(13,123)	(5,504)
Profit for the period from continuing operations	289,465	258,908	289,465	258,908
<u>Discontinued operations</u>				
Profit for the period from discontinued operations, net of tax	-	12,523	-	12,523
Gain on sale of discontinued operations	838,448	-	838,448	-
Profit for the period	1,127,913	271,431	1,127,913	271,431
Attributable to :-				
Shareholders of the Company	1,125,354	271,835	1,125,354	271,835
Minority interests	2,559	(404)	2,559	(404)
Profit for the period	1,127,913	271,431	1,127,913	271,431
Basic earnings per share (sen)	24.20	21.87	24.10	21.87
- continuing operations	70.73	1.06	70.73	1.06
- discontinued operations	94.931	22.93	94.93	22.93

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this report.)

QUARTERLY REPORT CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the period ended 31 March 2010

	<i>Individual Quarter 3 months ended 31 March</i>		<i>Cumulative Quarter 3 months ended 31 March</i>	
	<i>2010 RM'000</i>	<i>2009 RM'000</i>	<i>2010 RM'000</i>	<i>2009 RM'000</i>
Profit for the period	1,127,913	271,431	1,127,913	271,431
<u>Other comprehensive (loss)/income, net of tax</u>				
Exchange differences on translation of foreign operations	(465,232)	521,193	(465,232)	521,193
Reclassification adjustment for exchange gain included in profit or loss	-	(8)	-	(8)
Fair value of available-for-sale financial assets	(5,380)	102,029	(5,380)	102,029
Share of associates' other comprehensive income	(3,692)	(47,244)	(3,692)	(47,244)
Total comprehensive income	<u>653,609</u>	<u>847,401</u>	<u>653,609</u>	<u>847,401</u>
Attributable to:-				
Shareholders of the Company	651,697	846,488	651,697	846,488
Minority interests	1,192	913	1,192	913
Total comprehensive income	<u>653,600</u>	<u>847,401</u>	<u>653,600</u>	<u>847,401</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this report.)

QUARTERLY REPORT CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31-Mar-2010 RM'000	As at 31-Dec-2009 RM'000 (Restated)
ASSETS		
Non-current Assets		
Property, plant and equipment	952,526	958,075
Investment properties	173,695	174,209
Biological assets	2,851	2,889
Goodwill	72,444	72,444
Other intangible assets	1,856	1,969
Land held for property development	11,304	11,268
Investments in associates	10,417,186	10,628,430
Investment in jointly controlled entity	28,486	29,518
Other investments	887,882	886,440
Deferred tax assets	5,561	5,479
	<u>12,553,791</u>	<u>12,770,721</u>
Current Assets		
Inventories	357,334	377,835
Biological assets	14,761	14,320
Other intangible assets	6,493	6,334
Property development costs	31,799	30,793
Receivables	449,086	352,338
Derivative financial instruments	2,535	193
Cash, bank balances and deposits	1,325,561	589,003
	<u>2,187,569</u>	<u>1,370,816</u>
Non-current assets/disposal group classified as held for sale	24,980	925,423
	<u>2,212,549</u>	<u>2,296,239</u>
TOTAL ASSETS	<u>14,766,340</u>	<u>15,066,960</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	1,185,500	1,185,500
Reserves	12,961,797	12,901,042
Equity attributable to shareholders of the Company	<u>14,147,297</u>	<u>14,086,542</u>
Minority interests	174,729	172,817
Total equity	<u>14,322,026</u>	<u>14,259,359</u>

(cont'd) CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	<i>As at 31-Mar-2010 RM'000</i>	<i>As at 31-Dec-2009 RM'000 (Restated)</i>
Non-current Liabilities		
Long term borrowings	76,253	82,813
Deferred tax liabilities	71,022	71,552
	<u>147,275</u>	<u>154,365</u>
Current Liabilities		
Payables	223,296	342,336
Derivative financial instruments	681	212
Short term borrowings	60,381	37,654
Taxation	12,681	6,785
	<u>297,039</u>	<u>386,987</u>
Liabilities directly associated with disposal group classified as held for sale	-	266,249
	<u>297,039</u>	<u>653,236</u>
Total liabilities	<u>444,314</u>	<u>807,601</u>
TOTAL EQUITY AND LIABILITIES	<u>14,766,340</u>	<u>15,066,960</u>
Net assets per share attributable to shareholders of the Company (RM)	<u>11.93</u>	<u>11.88</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this report.)

QUARTERLY REPORT CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the period ended 31 March 2010

	<i>3 months ended 31 March</i>	
	<i>2010</i>	<i>2009</i>
	<i>RM'000</i>	<i>RM'000</i>
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax		
- continuing operations	302,588	264,412
- discontinued operations	838,448	16,400
	1,141,036	280,812
Adjustments :		
Non-cash items	(1,082,797)	(235,045)
Non-operating items	(9,034)	(1,171)
Operating profit before working capital changes	49,205	44,596
Working capital changes		
Net change in current assets	(234)	119,648
Net change in current liabilities	(57,582)	(91,167)
Cash (used in)/generated from operations	(8,611)	73,077
Tax paid	(6,276)	(28,179)
Net cash (used in)/generated from operating activities	(14,887)	44,898
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment, investment properties, biological assets and other intangible assets	(17,962)	(41,196)
Proceeds from disposal of property, plant and equipment and investment properties	2,940	58
Purchase of investments	(1,156)	(71)
Proceeds from sale of investments	1,226,444	-
Net cash disposed of from discontinued operations	(143,363)	-
Dividends received	103,267	1,472
Interest received	8,072	1,883
Other investing activities	10,707	(230)
Net cash generated from/(used in) investing activities	1,188,949	(38,084)
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank borrowings	17,245	(37,627)
Interest paid	(1,745)	(2,475)
Dividends paid	(592,750)	-
Other financing activities	56	1,108
Net cash used in financing activities	(577,194)	(38,994)
Net increase/(decrease) in cash and cash equivalents	596,868	(32,180)
Cash and cash equivalents brought forward	731,010	489,022
Effect of exchange rate changes	(2,583)	2,575
Cash and cash equivalents carried forward	1,325,295	459,417
Cash and cash equivalents represented by:-		
Cash and bank balances	53,841	82,932
Bank deposits	1,271,720	377,453
Bank overdrafts	(266)	(968)
	1,325,295	459,417

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this report.)

QUARTERLY REPORT CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the period ended 31 March 2010

3 months ended 31 March 2010

At 1 January 2010
Total comprehensive income
Transfer of reserves
Dilution of interest in associate
Dividend
At 31 March 2010

3 months ended 31 March 2009

At 1 January 2009
As previously stated
Effect on adopting FRS 139
Restated
Total comprehensive income
Transfer of reserves
At 31 March 2009

	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Exchange translation reserve RM'000
At 1 January 2010	1,185,500	6,715	60,230	20,818
Total comprehensive income	-	-	-	(442,262)
Transfer of reserves	-	-	(111)	-
Dilution of interest in associate	-	-	-	-
Dividend	-	-	-	-
At 31 March 2010	1,185,500	6,715	60,119	(421,444)
At 1 January 2009	1,185,500	6,715	60,675	172,631
As previously stated	-	-	-	-
Effect on adopting FRS 139	-	-	-	-
Restated	1,185,500	6,715	60,675	172,631
Total comprehensive income	-	-	-	496,291
Transfer of reserves	-	-	(111)	-
At 31 March 2009	1,185,500	6,715	60,564	668,922

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the period ended 31 March 2010

Non-distributable			Distributable		Minority interests RM'000	Total equity RM'000
Fair value reserve RM'000	Hedge reserve RM'000	Capital reserve RM'000	Retained earnings RM'000	Attributable to shareholders of the Company RM'000		
484,454	96,648	294,561	11,937,616	14,086,542	172,817	14,259,359
(5,398)	(16,486)	(9,511)	1,125,354	651,697	1,192	653,609
-	-	(5,961)	6,072	-	-	-
-	-	-	1,808	1,808	-	1,808
-	-	-	(592,750)	(592,750)	-	(592,750)
479,056	80,162	279,089	12,478,100	14,147,297	174,729	14,322,026
-	-	254,191	10,553,079	12,232,791	168,088	12,392,879
204,609	267,585	-	49,654	521,848	89	521,937
204,609	267,585	254,191	10,602,733	12,754,639	160,177	12,914,816
102,029	(25,585)	1,981	271,835	846,488	913	847,401
-	-	4,250	(4,139)	-	-	-
306,638	242,000	260,359	10,870,429	13,601,127	161,090	13,762,217

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to this report.)

QUARTERLY REPORT NOTES

A. Financial Reporting Standard (FRS) 134 - Paragraph 16

A1. Accounting policies

The interim financial statements of the Group have been prepared in accordance with the requirements of Financial Reporting Standards ("FRS") FRS 134 - Interim Financial Reporting and Chapter 9, Part K of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("BMSB").

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the audited financial statements for the financial year ended 31 December 2009 except for the adoption of the following new/revised FRSs and Amendments to FRSs that are effective for financial periods beginning on or after 1 July 2009 or 1 January 2010:-

FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (Revised)
FRS 123	Borrowing Costs (Revised)
Amendment to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendment to FRS 7	Financial Instruments: Disclosures
Amendment to FRS 8	Operating Segments
Amendment to FRS 107	Statement of Cash Flows
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendment to FRS 110	Events after the Reporting Period
Amendment to FRS 116	Property, Plant and Equipment
Amendment to FRS 117	Leases
Amendment to FRS 118	Revenue
Amendment to FRS 119	Employee Benefits
Amendment to FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
Amendment to FRS 123	Borrowing Costs
Amendment to FRS 127	Consolidated and Separate Financial Statements
Amendment to FRS 128	Investments in Associates
Amendment to FRS 131	Interest in Joint Ventures
Amendment to FRS 132	Financial Instruments: Presentation
Amendment to FRS 134	Interim Financial Reporting
Amendment to FRS 136	Impairment of Assets
Amendment to FRS 138	Intangible assets
Amendment to FRS 139	Financial Instruments: Recognition and Measurement
Amendment to FRS 140	Investment Property

The adoption of the above new/revised FRSs and Amendments to FRSs does not have any significant financial impact on the Group except for the following:-

FRS 101: Presentation of Financial Statements

FRS 101 requires an entity to present, in a statement of changes in equity, all owner changes in equity. All non-owner changes in equity (ie. comprehensive income) are required to be presented in one statement of comprehensive income or in two statements (a separate income statement and a statement of comprehensive income). Components of comprehensive income are not permitted to be presented in the statement of changes in equity.

In addition, a statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the reclassification of items in the financial statements.

Amendment to FRS 117 Leases

Prior to the adoption of the Amendment to FRS 117, leasehold land that has an indefinite economic life and with title that is not expected to pass to the lessee by the end of the lease term is classified as operating lease. Upfront payments for the rights to use the leasehold land over a predetermined period are accounted for as prepaid lease payments and amortised on a straight-line basis over the remaining period of the lease.

Upon adoption of the Amendment to FRS 117 in relation to classification of leasehold land, the Group reassessed the classification of leasehold land as a finance lease or an operating lease based on the extent of risks and rewards associated with the land. The Group has determined that all leasehold land of the Group are in substance finance leases and has reclassified its leasehold land from prepaid lease payments to property, plant and equipment.

Amendment to FRS 140 Investment Property

Prior to the adoption of the Amendment to FRS 140, assets under construction for future use as investment property were classified as property, plant and equipment.

Upon adoption of the Amendment to FRS 140, these assets are reclassified to investment properties.

The reclassification has been made retrospectively in the Statement of Financial Position and the following comparative figures have been restated as follows:-

	<i>As previously reported RM'000</i>	<i>Effect RM'000</i>	<i>As restated RM'000</i>
<u>Statement of Financial Position</u>			
Property, plant and equipment	860,666	97,409	958,075
Investment properties	167,923	6,286	174,209
Prepaid lease payments	103,695	(103,695)	-

A2. Seasonal or Cyclicity of Interim Operations

The Group's operations are not materially affected by any seasonal or cyclical factors.

A3. Unusual items affecting assets, liabilities, equity, net income, or cash flow

There were no items of an unusual nature, size or incidence that affected the assets, liabilities, equity, net income and cash flows of the Group during the current period under review except for the completion of the disposal of the sugar-related assets as previously reported.

A4. Nature and amount of changes in estimates

There were no changes in estimates of amounts reported in the prior financial year which have a material effect in the current interim period.

A5. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial period-to-date.

A6. Dividend paid

	<i>Individual Quarter 3 months ended 31-Mar-10 RM'000</i>	<i>Cumulative Quarter 3 months ended 31-Mar-10 RM'000</i>
<u>Dividend Paid On Ordinary Shares</u>		
Financial year ended 31.12.2009:-		
Special dividend - 50 sen per share single tier	592,750	592,750

A7. Segmental reporting

Segmental information in respect of the Group's business segments for the period ended 31 March 2010

Business Segments: <i>All figures in RM'000</i>	Grains trading, flour and feed milling	Marketing, distribution and manufacturing of consumer products	Film exhibition and distribution	Environmental engineering, waste management and utilities
REVENUE				
External revenue	256,838	88,105	60,651	13,777
Inter-segment sales	20,507	-	-	-
Total revenue	277,345	88,105	60,651	13,777
RESULTS				
Segment results	32,275	4,309	11,493	(161)
Unallocated corporate expenses				
Share of associates' profits less losses	3,332	-	420	841
Share of joint venture's profit	-	-	-	298
Finance costs				
Profit before tax				
ASSETS				
Segment assets	928,783	111,832	203,131	46,774
Investments in associates	58,900	-	6,073	31,321
Investment in jointly controlled entity	-	-	-	28,486
Taxation				
Other unallocated corporate assets				
Total assets				

A8. Valuation of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment brought forward from the previous annual financial statements.

A9. Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

A10. Changes in the composition of the Group

There were no changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinued operations for the current interim period and year-to-date under review, except for the following:-

With the completion of the disposal of 36,360,000 ordinary shares of RM1 each equivalent to 100% equity interest in Malayan Sugar Manufacturing Company Berhad ("MSM") on 1 January 2010, MSM, MSM Properties Sdn Bhd and Astakonas Sdn Bhd ceased to be subsidiaries of PPB with effect from 1 January 2010.

Chemicals trading and manufacturing	Property investment and development	Livestock farming	Other operations	Elimination	Total
22,931	12,926	16,059	32,346	-	503,633
83	365	4,295	2,393	(27,643)	-
23,014	13,291	20,354	34,739	(27,643)	503,633
233	5,925	(1,350)	18,316	581	71,621
-	(620)	-	248,132	-	(19,964)
-	-	-	-	-	252,105
					298
					(1,472)
					302,588
43,407	297,225	103,961	2,557,998	(93)	4,293,018
-	131,258	-	10,189,634	-	10,417,186
-	-	-	-	-	28,486
					21,857
					5,793
					14,766,340

A11. Changes in contingent liabilities or contingent assets

Contingent liabilities

Unsecured guarantees issued in consideration of credit facilities given to an associate

As at 31-Mar-10 RM'000	As at 31-Dec-09 RM'000
2,550	2,550

Contingent assets

There were no contingent assets as at the end of the current interim period.

B. BMSB Listing Requirements (Part A of Appendix 9B)

B1. Review of Performance for the financial year-to-date

Group revenue of RM504 million for the first quarter ended 31 March 2010 was marginally higher than the RM495 million in the same period last year. The increase was mainly due to higher revenue recorded by the film exhibition and distribution division, off-set by lower revenue from the environment engineering, waste management and utilities division as no new contracts were secured during the quarter.

Group profit before tax of RM303 million represents an increase of about 14% over the corresponding period last year. Despite lower flour selling prices, the flour and feed milling division contributed higher profits due to lower raw material costs whilst film exhibition and distribution registered higher profits arising from higher admissions due to better movie titles released.

The completion of disposal of the Group's sugar-related assets in early January 2010 resulted in a gain of RM838 million recognised in the first quarter under review.

B2. Material changes in the quarterly results compared to the results of the preceding quarter

Group profit before tax for continuing operations of RM303 million for the quarter under review was 6% lower compared with the preceding quarter. This was mainly due to lower profit contribution from Wilmar International Limited in the current quarter. However the grains trading, flour and feed milling and other divisions recorded higher profits; whilst the livestock farming division incurred a loss for the current financial period.

B3. Prospects for current financial year

The global economic recovery is expected to be slow and uncertain in 2010; and fluctuations in commodity prices and rising freight rates may impact the Group's operating results. However the Group will continue to manage these factors and the Group's results for the remaining period of 2010 should remain satisfactory. With the gain from the sale of sugar-related assets, profit for the financial year 2010 will be higher than that of the previous year.

B4. Variance of actual profit from forecast profit

Not applicable.

B5. Taxation

	<i>Individual Quarter 3 months ended 31-Mar-10 RM'000</i>	<i>Cumulative Quarter 3 months ended 31-Mar-10 RM'000</i>
Taxation comprises:-		
Malaysian taxation based on profit for the period		
Current	13,543	13,543
Deferred	(878)	(878)
	<u>12,665</u>	<u>12,665</u>
Foreign taxation		
Current	215	215
	<u>12,880</u>	<u>12,880</u>
(Over)/Underprovision		
Current	66	66
Deferred	177	177
	<u>13,123</u>	<u>13,123</u>

The effective tax rate is higher than the average statutory rate for the period mainly due to non-allowable expenses incurred by certain subsidiaries.

B6. Profit/Loss on sale of unquoted investments and/or properties

There were no sales of unquoted investments and/or properties for the current quarter and financial period-to-date.

B7. Quoted securities

(a) Total purchases and disposals of quoted securities for the current quarter and financial period-to-date were as follows:-

	<i>Individual Quarter 3 months ended 31-Mar-10 RM'000</i>	<i>Cumulative Quarter 3 months ended 31-Mar-10 RM'000</i>
Total purchases	1,156	1,156
Total proceeds from disposals	-	-
Net loss on disposals	-	-

(b) Total investments in quoted securities as at 31 March 2010 were as follows:-

	<i>RM'000</i>
At cost	410,875
At carrying amount	887,455

B8. Status of corporate proposals

There were no corporate proposals announced but not completed as at 17 May 2010.

B9. Group borrowings

Total Group borrowings as at 31 March 2010 were as follows:-

	<i>Total RM'000</i>	<i>Secured RM'000</i>	<i>Unsecured RM'000</i>
Long term bank borrowings			
Long term bank loans	34,396	-	34,396
Long term bank loans (USD)	50,606	50,606	-
Long term bank loans (RMB)	13,476	-	13,476
Hire purchase liabilities	28	28	-
Hire purchase liabilities (SGD)	57	57	-
Repayments due within the next 12 months	(22,310)	(9,518)	(12,792)
	<u>76,253</u>	<u>41,173</u>	<u>35,080</u>
Short term bank borrowings			
Short term loans	845	-	845
Short term loans (USD)	36,960	-	36,960
Current portion of long term loans	22,271	9,479	12,792
Hire purchase liabilities	28	28	-
Hire purchase liabilities (SGD)	11	11	-
	<u>60,115</u>	<u>9,518</u>	<u>50,597</u>
Bank overdrafts	266	-	266
	<u>6,381</u>	<u>9,518</u>	<u>50,836</u>

B10. Financial Instruments

The outstanding forward currency contracts as at 31 March 2010 were as follows:-

	<i>Currency</i>	<i>Contract Notional Value RM'000</i>	<i>Fair Value RM'000</i>
Less than 1 year			
- Buy position	USD	42,583	41,902
- Sell position	USD	53,803	51,268

There is no change to the related accounting policies, risks associated with the financial instruments and policies to mitigate those risks since the last financial year.

B11. Material litigation

There was no material litigation pending as at 17 May 2010.

B12. Dividend

The final single tier dividend for the financial year ended 31 December 2009 of 18 sen per share was approved by shareholders at the 41st Annual General Meeting held on 19 May 2010, and will be paid on Tuesday, 8 June 2010.

The Directors do not recommend any interim dividend for the current financial period under review.

Dividends paid/payable

Dividends paid/payable for the financial year 2009 and up to the date of this report are as follows :-

Financial Year	Type	Rate per share	Payment Date
2009	Interim dividend	5 sen single tier	25 September 2009
2009	Special dividend	50 sen single tier	15 March 2010
2009	Final dividend	18 sen single tier	8 June 2010

B13. Earnings per Share

The basic earnings per share has been calculated by dividing the Group's profit from continuing and discontinued operations for the current financial period attributable to shareholders of the Company by 1,185,499,882 ordinary shares in issue during the period.

There is no diluted earnings per share for the current quarter or financial period-to-date as there were no dilutive potential ordinary shares.

B14. Disclosure of audit report qualification and status of matters raised

There was no qualification in the audit report of the preceding annual financial statements.

Kuala Lumpur
24 May 2010

By Order of the Board
Mah Teck Keong
Company Secretary

INVESTOR
UPDATE
2010³¹
MAR

1ST QUARTERLY REPORT

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