



**PPB GROUP BERHAD (8167-W)**

**SUMMARISED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 JUNE 2011**

(The figures have not been audited)

**CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2011**

	Individual Quarter 3 months ended 30 June		Cumulative Quarter 6 months ended 30 June	
	2011 RM'000	2010 RM'000	2011 RM'000	2010 RM'000
<b>Continuing operations</b>				
Revenue	676,242	581,092	1,256,079	1,084,725
Operating expenses	(626,776)	(504,035)	(1,165,709)	(981,324)
Other operating income	22,304	39,686	41,814	64,999
Share of net profits less losses of associates	223,011	209,687	446,304	461,792
Share of profit of jointly controlled entity	839	356	1,710	654
Finance costs	(970)	(883)	(2,053)	(2,355)
Profit before tax	294,650	325,903	578,145	628,491
Income tax expense	(7,284)	(7,070)	(17,716)	(20,193)
Profit for the period from continuing operations	287,366	318,833	560,429	608,298
<b>Discontinued operations</b>				
Profit for the period from discontinued operations, net of tax	-	261	-	261
Gain on sale of discontinued operations	-	-	-	838,448
Profit for the period	287,366	319,094	560,429	1,447,007
<b>Attributable to:</b>				
Shareholders of the Company	276,433	317,746	541,664	1,443,100
Minority interests	10,933	1,348	18,765	3,907
Profit for the period	287,366	319,094	560,429	1,447,007
<b>Basic earnings per share (sen)</b>				
- continuing operations	23.32	26.78	45.69	50.98
- discontinued operations	-	0.02	-	70.75
	23.32	26.80	45.69	121.73
		<b>As at 30 June 2011</b>		<b>As at 31 December 2010</b>
Net assets per share attributable to shareholders of the Company (RM)		11.41		11.20

**Review of performance for the financial year-to-date**

Group revenue of RM1.26 billion for the half year ended 30 June 2011 was 16% higher than the RM1.08 billion for the same period last year. The increase was due mainly to higher flour revenue and increased grains trading volume recorded by the grains trading, flour and feed milling divisions. The environmental engineering, film exhibition and distribution, chemicals trading and manufacturing divisions as well as livestock farming also contributed higher revenue for the period under review.

Group profit before tax declined by 8% to RM578 million compared with the corresponding period last year. The grains trading, flour and feed milling division contributed higher profits due to higher sales whilst livestock farming registered a profit compared with a loss previously.

However, there was a one-off gain of RM22.3 million from sale of investment property in 2010, and a lower profit was registered in the investments in equities due to a fair value loss in the current period. Wilmar International Limited, an associate of the Group, contributed RM432 million for the period under review which was marginally lower than RM452 million last year.

**Material changes in the quarterly results compared to the results of the preceding quarter**

Group profit before tax improved marginally by 4% to RM295 million for the quarter under review compared with RM283 million in the preceding quarter. Although the grains trading, flour and feed milling division registered lower profits due to lower margins, this was offset by a higher dividend income from quoted investments.

**Prospects for current financial year**

Volatile commodity prices, rising fuel costs coupled with fluctuating currency exchange rates are the main challenging factors which would continue to affect the Group's operating results for the present financial year 2011.

Notwithstanding the above, the outlook for consumer demand in Malaysia and the Asian region remains encouraging and the Group is optimistic that the performance for the year 2011 will be satisfactory.

**Dividend**

The Board of Directors is pleased to declare an interim single tier dividend for the financial year ending 31 December 2011 of 10 sen per share (2010 - Interim : 5 sen per share single tier; Special : 65 sen per share single tier).

**Dividend payment/entitlement date**

Notice is hereby given that the interim single tier dividend is payable on Wednesday, 28 September 2011 to shareholders whose names appear in the Record of Depositors at the close of business on Tuesday, 13 September 2011.

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

- (i) Shares transferred into the Depositor's securities account before 4.00 pm on Tuesday, 13 September 2011 in respect of ordinary transfers, and
- (ii) Shares bought on the Bursa Malaysia Securities Berhad ("BMSB") on a cum entitlement basis according to the Rules of the BMSB.

**Dividends Paid/Payable**

Dividends paid/payable for the financial year 2010 and up to the date of this report are as follows :-

Financial Year	Type	Rate per share (All single tier)	Date paid / payable
2010	Special dividend	65 sen	} 28 September 2010
2010	Interim dividend	5 sen	
2010	Final dividend	18 sen	10 June 2011
2011	Interim dividend	10 sen	28 September 2011

**Kuala Lumpur  
23 August 2011**

*By Order of the Board*  
**Mah Teck Keong**  
Company Secretary

**e-Dividend**

If you have successfully registered for the eDividend service with Bursa Malaysia Depository Sdn Bhd before the Entitlement Date for the above interim dividend, your dividend entitlement will be credited directly into your designated bank account. You will also be notified electronically of the payment if your email address has been registered.

Shareholders who have not registered for eDividend will receive your dividend entitlements via cheque through the existing manner.

The complete announcement of the Quarterly Report is available on the Bursa Malaysia website (<http://announcements.bursamalaysia.com>). If you require a printed copy of the report, please submit your request to the Company Secretary at 17th Floor, Wisma Jernah, 38 Jalan Sultan Ismail, 50250 Kuala Lumpur. Tel: (03) 2117 0888 (Ext. 820) / Fax: (03) 2117 0999 / Email : [mahtk@ppb.com.my](mailto:mahtk@ppb.com.my)