

YEAR 2000 (Y2K) DISCLOSURE BY PUBLIC LISTED COMPANIES

1. Details of your company and subsidiaries' progress in relation to its activities to address the Y2K issue.

Y2K ready

Non Y2K ready ✓ *(To provide the information listed below)*

<i>Description of Non Y2K System</i>	<i>Criticality of system (critical or not critical)</i>	<i>Status of readiness (at which stage & percentage of completion)</i>	<i>Estimated date being Y2K Ready</i>	<i>Remarks</i>
Replacement and testing of 2 NT servers	Critical	<ul style="list-style-type: none"> • Installation completed (100%). • Test procedures ready (100%). • Testing commence on 22 July 1999 (80%). 	End July 99	IBM announced the non-Y2K compliant of their IBM E20 NT server in June 1999.

2. The impact of the Y2K issue if your company and/or subsidiaries fail to be Y2K ready or are unable to achieve full readiness by the estimated date(s) mentioned above.

No impact *(State the reason(s) below)*

Yes ✓ *(State the details of the impact below, particularly on the business, financial position and prospects)*

The plantation operations do not depend on computers or electronic equipment with computer chips. Hence there is no impact of Y2K issues to the Asiatic Development Berhad Group. As for back office operation, our in-house developed software have been updated to Y2K compliant.

For the Property Operation, our accounts receivable system is however critical and any Y2K issues can have adverse effect to the operation. As a precautionary measure, we are in the midst of drawing up a contingency plan for this functional area.

3. The exposure of your company and/or subsidiaries to third parties who have material business relationships with your company or subsidiaries in relation to the third parties' Y2K readiness.

No exposure (State the reason(s) below)

Yes ✓ (State the details of the exposure, how material the exposure is to your company and/or subsidiaries and the measures taken to address the impact of the exposure)

There are no materials or services that are of time critical in nature. Plans have also been made to store up materials that may face shortage at the turn of the year.

4. The total cost your company and its subsidiaries have incurred or is expected to incur to address the Y2K issue.

Budgeted : RM1 million
Incurred : RM0.6 million

5. Describe your company and subsidiaries' contingency plans in relation to the Y2K issue to ensure continued operations.

No contingency plans (State the reason(s) why contingency plans are not needed)

Yes ✓ (State the details of the contingency plans)

Several discussions with users have been carried out to identify the critical functional areas that require a contingency plan, and plans have been made for alternative work procedures if there are Y2K issues. We are in the process of writing up the contingency plans.