

Asiatic Development Berhad

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)*

Description of Non Y2K System	Criticality of system (critical or not critical)	Status of readiness (at which stage & percentage of completion)	Estimated date being Y2K ready	Remarks
Amending & Preparing remaining Business Continuity Plans (BCP)	Critical	Awaiting approval of BCPs from respective Division Heads 95% completed	End Oct '99	

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 has 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.

