

Our Ref: JA/IS/LD22/07

5 July 2007

By Email

**Head of Corporate Finance
Investment Banks**

Dear Sir/Madam

Clarification On Public Shareholding Spread Requirements

We refer to the above matter.

Bursa Securities wishes to clarify that pursuant to Paragraph 8.15(1) of the Listing Requirements of Bursa Securities ("Bursa Securities LR"), upon non-compliance of the public shareholding spread requirement, Bursa Securities may accept a percentage lower than 25% of the total number of listed shares if it is satisfied that such lower percentage is sufficient for a liquid market in such shares.

Hence, the enforcement action of suspension and de-listing on non-compliance of public shareholding spread requirement is not automatic. The range of penalties due to the non-compliance of public shareholding spread may include from a caution letter to a fine not exceeding RM1 million as specified in Paragraph 16.17 of the Bursa Securities LR. Alternatively, Bursa Securities may grant an extension of time to comply with Paragraph 8.15(1) of the Bursa Securities LR.

Suspension of trading shall be imposed and de-listing of the securities shall commence only upon 90% or more of the listed shares are being held singly or jointly with associates of the said shareholders pursuant to Paragraph 8.15(5) of the Bursa Securities LR.

In the event Paragraph 8.15(5) of the Bursa Securities LR is not triggered and the listed issuer wishes to withdraw its listing from the Official List, shareholders' approval has to be obtained as stipulated in Paragraph 16.05 of the Bursa Securities LR.

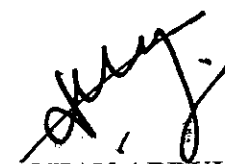
In this respect, please note that announcements made on behalf of Offerors in relation to take-over offers should be consistent with the above.

Thank you

Yours faithfully



DEVANESAN EVANSON
Chief Regulatory Officer



JOHAN ABDULLAH
Head, Listing Division
Group Regulations