

**PUBLIC PACKAGES HOLDINGS BERHAD**  
**(Company No. 162413-K)**  
**(“PPHB” or “the Company”)**

Subject: Others

Public Packages Holdings Berhad (“PPHB” or “the Company”)  
- Acquisition of a new wholly-owned subsidiary – New Merit Development Sdn. Bhd.

Contents: 1. INTRODUCTION

Pursuant to paragraph 9.19(23) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“MMLR”), the Board of Directors of PPHB is pleased to announce that the Company, had on 09 July 2012, acquired a new wholly-owned subsidiary known as New Merit Development Sdn. Bhd. (Company No. 982824-M) (“New Merit”) for a total consideration of RM2.00 from the following vendors:-

Name of Vendors	No. of Sale shares	Consideration (RM)
Sumami Binti Kiman	1	1
Saharuddin Bin Abdullah	1	1

2. INFORMATION OF NEW MERIT

Background

New Merit was incorporated on 17 March 2012 and having its registered office at 51-21-A Menara BHL Bank, Jalan Sultan Ahmad Shah, 10050 Penang. New Merit will be principally involved in investment holding.

2.2 Share Capital

The authorized and issued & paid up share capital of New Merit as at 09 July 2012 are as follows:

Type	No. of ordinary shares of RM1.00 each	Amount (RM)
Authorised	100,000	100,000
Issued & fully paid up	2	2

### 2.3 Directors

The directors of New Merit as at 09 July 2012 based on the Register of Directors are as follows:

Director	Nationality	Designation
Koay Teng Liang	Malaysian	Director
Koay Teng Kheong	Malaysian	Director

### 2.4 Shareholder

The shareholders of New Merit as at 09 July 2012 based on the Register of Members are as follows:

Shareholder	Place of incorporation	Direct	
		No. of ordinary shares of RM1.00 held	%
3. R A T PPHB I	Malaysia	2	100

## 3. RATIONALE OF THE ACQUISITION

The Acquisition is for the purpose of expansion of business in the future.

## 4. SOURCE OF FUNDS

The Acquisition was funded through internally generated funds.

## 5. FINANCIAL EFFECTS

The Acquisition will not have any material effect on

the PPHB Group's earnings per share, net assets per share, gearings, share capital and substantial shareholdings structure for the year ending 31 December 2012.

6. DIRECTORS' AND MAJOR SHAREHOLDERS' INTEREST

None of the directors and/or major shareholders of PPHB and/or persons connected with them have any interest, either direct or indirect, in the Acquisition.

7. APPROVALS REQUIRED

The Acquisition is not subject to the approval of shareholders of PPHB or any relevant government authorities.

8. STATEMENT BY THE BOARD OF DIRECTORS

The Board of Directors of PPHB, after taking into consideration of the rationale of the Acquisition, is of the opinion that the Acquisition is in the best interest of the Company.

The announcement is dated 09 July 2012.