

**PUBLIC PACKAGES HOLDINGS BERHAD**

(198701003743 (162413-K))

**RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE (“RRPT”)****1. INTRODUCTION**

Pursuant to Paragraph 10.09(1)(b)(i) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”), the Board of Directors of Public Packages Holdings Berhad (198701003743 (162413-K)) (“PPHB” and “the Company”) wishes to announce that the PPHB Group had in the ordinary course of its business, entered into RRPTs as disclosed below. For the period from 1 January 2019 to 31 December 2019, the aggregate amount of such RRPTs stands at RM1,080,352, exceeding the RM1 million threshold:

<b>Transacting Company within the PPHB Group</b>	<b>Related party</b>	<b>Nature of relationship between PPHB Group and the related party</b>	<b>Nature of Transaction</b>	<b>Amount of Transactions (RM)</b>
Public Packages Sdn. Bhd.	Koay Boon Pee Holdings Sdn Bhd.	A company in which the directors of PPHB, namely Messrs. Koay Chiew Poh, Koay Chiew Kang and Koay Chue Beng, have equity interest.	Rental	78,900
	Ooi Siew Hong	A director of PPHB’s subsidiaries and connected to certain directors of PPHB, namely Messrs. Koay Chiew Poh, Koay Chiew Kang and Koay Chue Beng, have equity interest.	Rental	6,360
	People Primary Healthcare Sdn. Bhd.	A company in which the directors of the Company, namely Messrs. Koay Teng Liang and Koay Teng Kheong, have substantial interest.	Medical care and supplies	25,922
Public Packages (NT) Sdn. Bhd,	Koay Boon Pee Holdings Sdn Bhd.	A company in which the directors of PPHB, namely Messrs. Koay Chiew Poh, Koay Chiew Kang and Koay Chue Beng, have equity interest.	Rental	117,300
	Koay Teng Kheong	Director of PPHB.	Rental	24,000
	People Primary Healthcare Sdn. Bhd.	A company in which the directors of the Company, namely Messrs. Koay Teng Liang and Koay Teng Kheong, have substantial interest.	Medical care and supplies	52,061
Public Packages (Prai) Sdn. Bhd	People Primary Healthcare Sdn. Bhd.	A company in which the directors of the Company, namely Messrs. Koay Teng Liang and Koay Teng Kheong, have substantial interest.	Medical care and supplies	26,130
Public Packages (Shah Alam) Sdn. Bhd.	Koay Boon Pee Holdings Sdn Bhd.	A company in which the directors of PPHB, namely Messrs. Koay Chiew Poh, Koay Chiew Kang and Koay Chue Beng, have equity interest.	Rental	7,800
	People Primary Healthcare Sdn. Bhd.	A company in which the directors of the Company, namely Messrs. Koay Teng Liang and Koay Teng Kheong, have substantial interest.	Medical care and supplies	16,401
PPH Printing & Packaging (Penang) Sdn. Bhd.	Koay Boon Pee Holdings Sdn Bhd.	A company in which the directors of PPHB, namely Messrs. Koay Chiew Poh, Koay Chiew Kang and Koay Chue Beng, have equity interest.	Rental	51,600
	People Primary Healthcare Sdn. Bhd.	A company in which the directors of the Company, namely Messrs. Koay Teng Liang and Koay Teng Kheong, have substantial interest.	Medical care and supplies	19,819
PPH Printing & Packaging (Kulim) Sdn. Bhd.	Koay Boon Pee Holdings Sdn Bhd.	A company in which the directors of PPHB, namely Messrs. Koay Chiew Poh, Koay Chiew Kang and Koay Chue Beng, have equity interest.	Rental	72,000
	People Primary Healthcare Sdn. Bhd.	A company in which the directors of the Company, namely Messrs. Koay Teng Liang and Koay Teng Kheong, have substantial interest.	Medical care and supplies	19,478
Public Packages Asia Sdn. Bhd.	Koay Boon Pee Holdings Sdn Bhd.	A company in which the directors of PPHB, namely Messrs. Koay Chiew Poh, Koay Chiew Kang and Koay Chue Beng, have equity interest.	Rental	259,000
	Fame Pack Holding Sdn. Bhd.	A substantial shareholder of PPHB, in which Mr. Koay Chiew Poh, a director of PPHB have equity interest.	Rental	129,600
	People Primary Healthcare Sdn. Bhd.	A company in which the directors of the Company, namely Messrs. Koay Teng Liang and Koay Teng Kheong, have substantial interest.	Medical care and supplies	18,471
	Koay Teng Liang	Director of PPHB.	Rental	54,000
Public Packages Asia (S) Pte Ltd	Fame Pack Holding Sdn. Bhd.	A substantial shareholder of PPHB, in which Mr. Koay Chiew Poh, a director of PPHB have equity interest.	Rental	101,510

## **2. RATIONALE**

The RRPTs entered into by the Group are of a revenue or trading nature and are within the ordinary course of business of the Group. They are recurring transactions of a revenue nature transacted from time to time. The RRPTs have been entered into on normal commercial terms consistent with the Group's usual business practices and policies and on terms no more favourable to the related parties than those generally available to the public.

## **3. INTEREST OF DIRECTORS, MAJOR SHAREHOLDERS AND/OR PERSON CONNECTED**

Save as disclosed above, none of the Directors and/or major shareholders of the Company and/or persons connected to them, has any interest directly or indirectly, in the RRPTs.

## **4. FINANCIAL EFFECTS OF THE RRPTs**

### **4.1 Share Capital and Substantial Shareholders' Shareholdings**

The RRPTs will not have any effect on the issued and paid up capital of the Company and the substantial shareholders' shareholdings in the Company.

### **4.2 Earnings**

The RRPTs are not expected to have any material effect on the consolidated earnings and earnings per share of the Group for the financial year ending 31 December 2019.

### **4.3 Net Assets and Gearings**

The RRPTs are not expected to have any material effect on the consolidated net assets per share and gearing of the Group for the financial year ending 31 December 2019.

## **5. STATEMENT BY THE AUDIT COMMITTEE**

The Audit & Risk Management Committee had reviewed the terms of the RRPTs and is satisfied that terms are:

- (i) in the best interest of the Group;
- (ii) fair, reasonable and normal commercial terms; and
- (iii) not detriment to the interest of the Company's minority shareholders.

## **6. STATEMENT BY THE DIRECTORS**

The Board had considered all aspects of the RRPTs and is of the opinion that the RRPTs are established under competitive commercial terms and is in the best interest of the Group and is not to detriment of the minority shareholders of the Company.

## **7. APPROVAL REQUIRED**

The RRPTs does not require approval of the shareholders of the Company.

This announcement is dated 5 February 2020.