



GENERAL ANNOUNCEMENT

Date of announcement : 18 JANUARY 2002
Company name : ASIATIC DEVELOPMENT BERHAD
Stock name : ASIATIC
Contact person : TAN WOUI MENG
Designation : GROUP COMPANY SECRETARY

Subject :

ASIATIC DEVELOPMENT BERHAD ("ASIATIC" OR THE "COMPANY")

RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

Contents :-

1. INTRODUCTION

The Board of Directors of Asiatic wishes to announce that the Company entered into recurrent related party transactions of a revenue or trading nature which are necessary for its day-to-day operations with related parties of Asiatic .

2. DETAILS OF THE RECURRENT TRANSACTIONS

Asiatic is principally involved in plantation and investment holding whilst the principal activities of its subsidiaries include plantation and property development. Asiatic, in the ordinary course of business, enters into recurrent related party transactions of a revenue or trading nature ("Recurrent Transactions"), which are necessary for the day-to-day operations with related parties of Asiatic. The Recurrent Transactions are carried out on an arm's length basis and on commercial terms which are not more favourable to the related parties than those generally available to the public and which will not be detrimental to the minority shareholders of the Company. The Recurrent Transactions are disclosed in Table 1.

3. FINANCIAL EFFECTS OF THE RECURRENT TRANSACTIONS

The Recurrent Transactions will not have any effect on the issued and paid-up share capital and substantial shareholders' shareholdings of Asiatic, and are not expected to have a material effect on the net tangible assets per share and earnings per share of the Asiatic Group.

4. DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS

The interests of the Directors and major shareholders of Asiatic who have interest in the Recurrent Transactions are set out in Table 1. Save as disclosed in Table 1 and as far as the Directors are aware, none of the other Directors or major shareholders of Asiatic or persons connected to them has any interest, direct or indirect, in the Recurrent Transactions.

5. DIRECTORS' RECOMMENDATION

The Directors, after due consideration of all aspects of the Recurrent Transactions, are of the opinion that the Recurrent Transactions are in the best interests of the Company.

6. APPROVAL REQUIRED

The Recurrent Transactions does not require the approval of shareholders.

TAN SRI MOHD AMIN BIN OSMAN

Chairman

Asiatic Development Berhad

TABLE 1

Details of Recurrent Transactions are as follows:-

Asiatic	Transacting Party	Nature of Relationship	Nature of transactions	Value/Estimated Value from 1/1/2002 to 31/12/2004 RM'000
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