

Recurrent Related Party Transactions of a Revenue or Trading Nature

At the Annual General Meeting held on 20 May 2014, the Company had obtained a shareholders' mandate to allow the Company to enter into Recurrent Related Party Transactions of a Revenue or Trading Nature.

In accordance to the Bursa Malaysia Securities Berhad's Main Market Listing Requirements, details of the Recurrent Related Party Transactions audited during the financial year ended 31 December 2014, pursuant to the shareholders mandate are as follows:-

Nature of RRPTs	Vendor/Provider	Purchaser/ Recipient	Aggregate Value (RM'000)	Related parties
1) Purchase of raw materials for pharmaceutical products	CCM Chemicals Sdn. Bhd. ("CCMC")	Duopharma (M) Sdn. Bhd. ("DMSB")	8	<i>Interested Major Shareholder:</i> CCM ¹ <i>Interested Director/ Interested Person Connected:</i> Leonard Ariff bin Abdul Shatar ²
2) Sales of pharmaceutical products	DMSB	CCM Pharmaceuticals (S) Pte. Ltd. ("CCMPS")	1,435	<i>Interested Major Shareholder:</i> CCM ¹ <i>Interested Director/ Interested Person Connected:</i> Leonard Ariff bin Abdul Shatar ²
3) Sale of pharmaceutical/ healthcare products	DMSB	CCM Marketing Sdn. Bhd. ("CCMM")	97	<i>Interested Major Shareholder:</i> CCM ¹ <i>Interested Director/ Interested Person Connected:</i> Leonard Ariff bin Abdul Shatar ²
4) Purchase of pharmaceutical products and raw materials	CCM Pharmaceuticals Sdn. Bhd. ("CCMP")	DMSB	652	<i>Interested Major Shareholder:</i> CCM ¹ <i>Interested Director/ Interested Person Connected:</i> Leonard Ariff bin Abdul Shatar ²
5) Sales of Pharmaceuticals products and raw materials	DMSB	CCMP	14,677	<i>Interested Major Shareholder:</i> CCM ¹ <i>Interested Director/ Interested Person Connected:</i> Leonard Ariff bin Abdul Shatar ²
6) Sales of Pharmaceuticals products and raw materials	DMSB	UPHA Pharmaceutical Manufacturing (M) Sdn. Bhd. ("UPHA")	20	<i>Interested Major Shareholder:</i> CCM ¹ <i>Interested Director/ Interested Person Connected:</i> Leonard Ariff bin Abdul Shatar ²
7) Purchase of Pharmaceuticals products and raw materials	UPHA	DMSB	18,551	<i>Interested Major Shareholder:</i> CCM ¹ <i>Interested Director/ Interested Person Connected:</i> Leonard Ariff bin Abdul Shatar ²

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8) Professional services & construction of water treatment plant, etc.	CCM Water Systems Sdn. Bhd. ("CCMWS")	DMSB	–	<i>Interested Major Shareholder:</i> CCM ¹ <i>Interested Director/ Interested Person Connected:</i> Leonard Ariff bin Abdul Shatar ²
9) Provision of Shared/ Management Services ³	CCM	CCMD	141	<i>Interested Major Shareholder:</i> CCM ¹ <i>Interested Director/ Interested Person Connected:</i> Leonard Ariff bin Abdul Shatar ²
10) Provision of Shared/ Management Services ³	CCM	DMSB	3,800	<i>Interested Major Shareholder:</i> CCM ¹ <i>Interested Director/ Interested Person Connected:</i> Leonard Ariff bin Abdul Shatar ²

* There was no deviation from the Actual Value exceeding the Estimated Aggregate Value by 10% or more in the Existing Mandate.

Notes:-

- CCMP and UPHA are wholly-owned subsidiaries of Chemical Company of Malaysia Berhad (CCM). CCMM, the holding company of CCMD, is also a wholly-owned subsidiary of CCM. Therefore, CCM is deemed to have indirect interest of 73.37% of the issued share capital of CCMD. CCM also has direct interest of 80% in the issued share capital of CCMC.
- Leonard Ariff bin Abdul Shatar is the Group Managing Director of CCM. He is also the Chief Executive Officer of CCMD and a Director of CCMD as defined under the Definitions Section of the Circular to Shareholders dated 30 April 2015. He is also a Non-Independent Non-Executive Director of CCMP and UPHA. He is also the Director of CCM's Pharmaceuticals Division. He has no direct interest in CCMD and is an interested director and an interested "Person(s) connected" as defined in the Definitions Section of the Circular to Shareholders dated 30 April 2015. Therefore, he is deemed interested in the Proposed Shareholders Mandate by virtue of him being an interested Director and an interested person connected to CCM.
- Provision of Shared/Management Services refers to support services covering areas of accounting, treasury, procurement, security, company secretarial, corporate affairs, legal, internal audit, human resource, information technology services, etc.