

RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

As at the Annual General Meeting held on 22 May 2017, CCM Duopharma had obtained the shareholders' mandate to allow CCM Duopharma 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 2017, pursuant to the shareholders mandate are as follows:-

Transactions	Vendor/ Provider	Purchaser/ Recipient	Aggregate Value (RM'000)	Related Parties
Purchase of raw material for pharmaceutical products	CCM Chemicals Sdn. Bhd. ("CCMC")	Duopharma (M) Sendirian Berhad ("DMSB")	No renewal of shareholders' mandate will be sought	<p>Interested Major Shareholder: PNB³ CCMB⁴</p> <p>Interested Directors/Interested Persons Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>
Sale of pharmaceutical/ health care products	DMSB	CCM Marketing Sdn. Bhd. ("CCMM")	No renewal of shareholders' mandate will be sought	<p>Interested Major Shareholders: PNB³ CCMB⁴</p> <p>Interested Director/Interested Person Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>
Provision of Shared Services ¹¹	Chemical Company of Malaysia Berhad ("CCMB")	CCM Duopharma Biotech Berhad ("CCM Duopharma")	7,000	<p>Interested Major Shareholders: PNB³ CCMB⁴</p> <p>Interested Director/Interested Persons Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>

RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE (cont'd)

Transactions	Vendor/ Provider	Purchaser/ Recipient	Aggregate Value (RM'000)	Related Parties
Provision of Shared Services ¹¹	CCMB	DMSB	No renewal of shareholders' mandate will be sought	<p>Interested Major Shareholders: PNB³ CCMB⁴</p> <p>Interested Director/ Interested Person Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>
Provision of Shared Services ¹¹	CCMB	Upha Pharmaceutical Manufacturing (M) Sdn. Bhd. ("UPHA")	No renewal of shareholders' mandate will be sought	<p>Interested Major Shareholders: PNB³ CCMB⁴</p> <p>Interested Director/ Interested Person Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>
Provision of Shared Services ¹¹	CCMB	CCM Pharmaceuticals Sdn. Bhd. ("CCMP")	No renewal of shareholders' mandate will be sought	<p>Interested Major Shareholders: PNB³ CCMB⁴</p> <p>Interested Director/Interested Person Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>

Transactions	Vendor/ Provider	Purchaser/ Recipient	Aggregate Value (RM'000)	Related Parties
Provision of Shared Services ¹¹	CCMB	Sentosa Pharmacy Sdn. Bhd. ("Sentosa Pharmacy")	No renewal of shareholders' mandate will be sought	<p>Interested Major Shareholders: PNB³ CCMB⁴</p> <p>Interested Director/Interested Person Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>
Provision of Shared Services ¹¹	CCMB	Unique Pharmacy (Penang) Sdn. Bhd. ("Unique Pharmacy (Penang)")	No renewal of shareholders' mandate will be sought	<p>Interested Major Shareholders: PNB³ CCMB⁴</p> <p>Interested Director/Interested Person Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>
Provision of Shared Services ¹¹	CCM	CCM International (Philippines), Inc. ("CCMIP")	No renewal of shareholders' mandate will be sought	<p>Interested Major Shareholders: PNB³ CCMB⁴</p> <p>Interested Director/Interested Person Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>

RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE (cont'd)

Transactions	Vendor/ Provider	Purchaser/ Recipient	Aggregate Value (RM'000)	Related Parties
Provision of Shared Services ¹¹	CCMB	Innovax Sdn. Bhd. ("Innovax")	No renewal of shareholders' mandate will be sought	<p>Interested Major Shareholders: CCMB⁴</p> <p>Interested Director/Interested Person Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>
Provision of Shared Services ¹¹	CCMB	CCM Pharmaceuticals (S) Pte. Ltd. ("CCMPS")	No renewal of shareholders' mandate will be sought	<p>Interested Major Shareholders: PNB³ CCMB⁴</p> <p>Interested Director/Interested Person Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>
Provision of Shared Services ¹¹	CCMB	CCM Pharma Sdn. Bhd. ("CCM Pharma")	No renewal of shareholders' mandate will be sought	<p>Interested Major Shareholders: PNB³ CCMB⁴</p> <p>Interested Director/Interested Person Connected: CCMB⁵ Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir⁶ Datuk Mohd Radzif bin Mohd Yunus⁷ Dato' Hajah Normala binti Abdul Samad⁸ Dato' Azmi bin Mohd Ali⁹ Leonard Ariff bin Abdul Shatar¹⁰</p>

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

Notes:

1. The values are actual values transacted from the date of the last AGM until the last practicable date i.e. 28 March 2018. Disclosure is made in CCM Duopharma's 2017 Annual Report of the actual breakdown of the aggregate value of transactions conducted during the financial year ended 31 December 2017, as required under Paragraph 3.1.5 of Practice Note 12 of the Listing Requirements, pursuant to the Proposed Shareholders' Mandate.

2. The values are estimates based on the audited financial statements for the financial year ended 31 December 2017. Due to the nature of the transactions, the actual value of transactions may vary from the estimated value disclosed above.
3. On 28 December 2017, CCMB announced to Bursa Malaysia that the distribution of shares in CCM Duopharma owned by CCMB to the shareholders of CCMB had been completed. Following the completion of the distribution, CCM Duopharma was demerged from the CCMB Group and CCM Duopharma and its subsidiaries ceased to be subsidiaries of CCMB.

Following the completion of the aforesaid distribution and as at the last practicable date i.e. 28 March 2018, PNB is a major shareholder of both CCMB and CCM Duopharma since PNB holds 56.23% direct interest in CCMB and 46.87% direct interest in CCM Duopharma (as at the last practicable date i.e. 28 March 2018).

4. Prior to the completion of the demerger of the CCM Duopharma Group from the CCMB Group, CCMB held 73.37% interest in CCM Duopharma. As such, CCMB is deemed a Major Shareholder of CCM Duopharma since CCMB was a major shareholder of CCM Duopharma within the preceding 6 months of the last practicable date 28 March 2018.
5. DMSB, CCMP, CCMIP, Innovax, and CCMPS are wholly-owned subsidiaries of CCM Duopharma. Sentosa Pharmacy and Unique Pharmacy (Penang) are wholly owned subsidiaries of CCMP while UPHA and CCM Pharma are wholly owned subsidiaries of DMSB. Therefore, CCM Duopharma is deemed to have a 100% equity interest in Sentosa Pharmacy, Unique Pharmacy (Penang), UPHA and CCM Pharma.
6. Prior to the completion of the demerger of CCM Duopharma Group from the CCMB Group, CCMB held 73.37% interest in CCM Duopharma. Therefore, CCMB was deemed to have indirect interest of 73.37% of the issued share capital of CCM Duopharma's wholly owned subsidiaries. CCMB also has 100% direct interest in CCM UKSB which in turn holds 94.72% direct interest in CCMWS and 80% direct interest in CCMC. CCMB also holds 5.28% direct interest in CCMWS and 20% direct interest in CCMC. Therefore, CCMB is deemed to have a 100% effective interest in CCMWS and CCMC.

Following the completion of the aforesaid distribution, CCMB is a subsidiary of PNB as PNB holds 56.32% interest in CCMB (as at the last practicable date i.e. 28 March 2018). Therefore, CCMB, being a related corporation of PNB, is deemed to be Person Connected to PNB.

6. Prior to the demerger of CCM Duopharma from the CCMB Group, Tan Sri Datin Paduka Siti Sa'diah binti Sh Bakir was the Senior Independent Non-Executive Director of CCM Duopharma and an Independent Non-Executive Director of CCMB. After the demerger, she was re-designated as the Non-Independent Non-Executive Chairman of CCM Duopharma with effect from 28 December 2017 and resigned as Director of CCMB with effect from 28 December 2017. She is the nominee of PNB on the board of CCM Duopharma with effect from 28 December 2017. Tan Sri Datin Paduka Siti Sa'diah is still deemed a Director of CCMB and has no direct interest in CCMB, CCM Duopharma or any of their subsidiary companies. She is a Director of KPJ Healthcare Berhad and has a direct shareholding interest of 0.11% in KPJ Healthcare Berhad and holds 437,992 warrants in KPJ Healthcare Berhad. She is an interested Director and an interested Person Connected and therefore, she is deemed interested in the Proposed Shareholders' Mandate.
7. Datuk Radzif bin Mohd Yunus is a nominee of PNB on the Board of CCM Duopharma. He has no direct interest in CCM Duopharma or any of their subsidiary companies. He is an interested Director and therefore deemed interested in the Proposed Shareholders' Mandate.
8. Dato' Hajah Normala binti Abdul Samad is the Non-Independent Non-Executive Chairman of CCMB and a nominee of PNB on the Board of CCMB. Prior to the demerger of CCM Duopharma from the CCMB Group, she was also the Non-Independent Non-Executive Chairman of CCM Duopharma and a nominee of CCMB on the Board of CCM Duopharma. After the demerger, she resigned as Director of CCM Duopharma with effect from 28 December 2017. Dato' Hajah Normala is still deemed a Director of CCM Duopharma and has no direct interest in CCMB, CCM Duopharma or any of their subsidiary companies. She is an interested Director and an interested Person Connected and therefore, she is deemed interested in the Proposed Shareholders' Mandate.

RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE (cont'd)

9. Dato' Azmi bin Mohd Ali is a Non-Independent Non-Executive Director of CCMB and a nominee of PNB on the Board of CCMB. Prior to the demerger of CCM Duopharma from the CCMB Group, he was also a Non-Independent Non-Executive Director of CCM Duopharma and a nominee of CCMB on the Board of CCM Duopharma. After the demerger, he resigned as Director of CCM Duopharma with effect from 28 December 2017. Pursuant to the definition under the Definitions Section of this Circular, he is still deemed a Director of CCM Duopharma. Dato' Azmi has no direct interest in CCMB, CCM Duopharma or any of their subsidiary companies. He is an interested Director and an interested Persons Connected and therefore, he is deemed interested in the Proposed Shareholders' Mandate.
10. Prior to the demerger of CCM Duopharma from the CCMB Group, Leonard Ariff bin Abdul Shatar was the Chief Executive Officer of CCM Duopharma and deemed a Director of the Company, as defined under the Definitions Section of this Circular. He was also the Group Managing Director of CCMB, the Chief Executive Officer of the Pharmaceuticals Business of CCMB and a Non-Executive Director on the boards of CCMM, Innovax, DMSB, UPHA, CCM Pharma, CCMC and CCM UKSB. After the demerger of CCM Duopharma from the CCMB Group, Leonard Ariff resigned as Group Managing Director of CCMB with effect from 28 December 2017 and was appointed the Group Managing Director of CCM Duopharma. Leonard Ariff is still deemed a Director of CCMB and those subsidiaries of CCMB that he was a Director prior to the aforesaid demerger. Leonard Ariff has no direct interest in CCMB, CCM Duopharma or any of their subsidiary companies. Leonard Ariff is an interested Director and an interested Persons Connected and therefore, he is deemed interested in the Proposed Shareholders' Mandate.
11. Prior to the demerger of CCM Duopharma from the CCMB Group, provision of Shared 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. After the demerger, provision of Shared Services refers to support services covering the area of information technology services only.
12. Hospitals and clinics under Ramsay Sime Darby Health Care include RSD Hospital Sdn Bhd Subang Jaya Medical Centre, Ara Damansara Medical Centre and ParkCity Medical Centre.

Sime Darby Berhad has a 50% stake in Ramsay Sime Darby Health Care, a joint venture between Sime Darby Berhad and Ramsay Health Care. As at 7 March 2018, PNB held 51.86% in Sime Darby Berhad and as at 31 January 2018, EPF held 10.81% in Sime Darby Berhad. PNB and EPF are therefore also deemed interested in Ramsay Sime Darby Health Care. PNB is therefore an Interested Major Shareholder and EPF an Interested Substantial Shareholder.
13. As at 6 March 2018, EPF held 12.73% in KPJ Healthcare Berhad. As at 7 March 2018, PNB (group) held 11.68% in KPJ Healthcare Berhad. EPF and PNB are therefore deemed interested in the hospitals and clinics under the KPJ Healthcare Berhad group of companies. EPF is therefore an Interested Substantial Shareholder and PNB an Interested Major Shareholder.