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FRASER & NEAVE HOLDINGS BHD
(Company No. 004205-V)

NEWS RELEASE
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F&NHB VENTURES INTO INTEGRATED DAIRY FARMING AND MILK PRODUCTION WITH PURCHASE OF 4,454 HECTARES OF LAND IN PERLIS

KUALA LUMPUR — Fraser & Neave Holdings Bhd ('F&NHB' or 'the Group') announced today that it has, through F&N AgriValley Sdn Bhd (formerly known as Rimba Perkasa Sdn Bhd), its direct wholly-owned subsidiary, entered into a conditional sale and purchase agreement with MSM Perlis Sdn Bhd, a direct wholly-owned subsidiary of MSM Malaysia Holdings Berhad to purchase 4,454 hectares of leasehold land in Chuping, Perlis ('Ladang Chuping') for RM156 million.

F&N AgriValley's acquisition of Ladang Chuping is to explore the upstream insourcing of fresh milk to support existing downstream production and distribution of fresh milk products.

F&NHB Chief Executive Officer, Lim Yew Hoe, said that the vertical integration model for Ladang Chuping will enable F&NHB to be less dependent on imported milk while promoting the local agricultural industry in line with the nation's ambition to be more self-sufficient.

"This investment reflects the potential we see in filling the gap of local dairy sector, and the huge opportunity to increase fresh milk consumption in Malaysia in our journey towards a healthier society," said Mr. Lim.

"The large contiguous land allows for an integrated model from grass to glass. It will be based on a sustainability agenda, using precision agronomy technology and good practices to reduce the overall carbon footprint of the crop farm; dairy barns and other facilities," he added.

Ladang Chuping is situated approximately 28 kilometers to the north-east of the town of Kangar or approximately 8 kilometers to the south of the town of Padang Besar.

Mr. Lim said that F&NHB is currently studying various options for the integrated model and more details will be provided in due course.

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About Fraser & Neave Holdings Bhd

Fraser & Neave Holdings Bhd (F&NHB) is a Malaysian company listed on Bursa Malaysia's Main Board with expertise and a prominent standing in the food and beverage business. F&NHB has a rich history spanning 136 years, positioning the company and brand as one that is trusted by generations.

The Company boasts a portfolio of 20 well-loved brands which are leaders in many segments namely 100PLUS, F&N Fun Flavours, F&N SEASONS, F&N Condensed and Evaporated Milk, F&N Magnolia, OYOSHI, Farmhouse, CARNATION and F&N Fruit Tree. F&NHB has 2,600 employees and is Malaysia's Top 5 Best Employer Brands in Graduates' Choice Award 2018. F&NHB is also included into the FTSE Russell FTSE4Good Bursa Malaysia (F4GBM) Index for its strong commitment to responsible business practices and inclusive disclosure on environmental, social and governance (ESG) matters.

F&NHB operates in Malaysia, Brunei, Thailand and Indochina, and is a subsidiary of Fraser and Neave, Limited, a company listed on the Singapore Stock Exchange. www.fn.com.my

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