

MINORITY SHAREHOLDER WATCHDOG GROUP

BADAN PENGAWAS PEMEGANG SAHAM MINORITI BERHAD
(Incorporated in Malaysia – Company No. 524989-M)

Focus Malaysia – 18th – 24th February, 2017(A)

MSWG

AGM/EGM Weekly Watch (Feb 18-24, 2017)

FOR this week, the following are the AGMs/EGMs of companies which are in the Minority Shareholder Watchdog Group's (MSWG) watchlist.

The summary of points of interest are highlighted here, while the details of the questions to the companies can be obtained via MSWG's website at www.mswg.org.my.

JCY International Bhd (AGM) Feb 21, 2017 (10.30am)

Wisma Taiko

**No 1, Jalan SP Seenivasagam
30000 Ipoh
Perak.**

1. The group recorded a revenue of RM1.7 bil and pre-tax loss of RM6.9 mil in FY16 compared to a revenue of RM1.9 bil and pre-tax profit of RM207 mil in the previous financial year.

With the current challenging market conditions, what are the measures taken and/or to be taken to sustain the group's revenue?

2. On pages 97-98 of the Annual Report

2016, it was stated that the revenue from sales to external customers under 'Others' has declined to RM25,000 in FY16 from RM14 mil in FY15.

What was the reason for the significant decline in revenue?

3. In the Chairman's statement, we noted that the company has taken steps to rationalise its product range with the cessation of the manufacture of Top Covers. What was the reason for the cessation?

The company has spent RM67 mil on automation initiatives and upgrades or replacements of existing facilities to improve operational efficiency.

Would there be any further costs to

be incurred on the existing facilities in FY17?

MMAG Holdings Bhd (AGM) Feb 23, 2017 (9.30am)

Wisma Taiko

**No 1, Jalan SP Seenivasagam
30000 Ipoh
Perak.**

IT WAS stated in a recent circular that MMAG through its subsidiary, MMAG Digital Sdn Bhd would lease the land at Taman Perindustrian UEP Subang Jaya from Acer Sales and Services Sdn Bhd at a monthly cost of RM60,000 for the construction of its office and warehouse building.

What was the reason behind the land leasing and were there any other locations considered?

Page 29 of the circular states that Acer has the right to find a buyer during the lease period or after the expiry of the total lease period of 12 years. MMAG Digital would be given the first right of refusal should Acer decide to sell the land. Acer would only need to provide MMAG Digital with a notice period of one year should it desire to sell the land.

Would the lease be transferrable if Acer decides to sell the land to another party?

What would be MMAG's position if the new owner decides to either terminate or not renew the lease with MMAG Digital?