

MINORITY SHAREHOLDER WATCHDOG GROUP

BADAN PENGAWAS PEMEGANG SAHAM MINORITI BERHAD

(Incorporated in Malaysia – Company No. 524989-M)

FOCUS MALAYSIA – APRIL 1-7, 2017 (A)

MSWG

AGM/EGM Weekly Watch (April 3-7, 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.

BOUSTEAD HEAVY INDUSTRIES CORP BHD (AGM)

April 5, 2017 (2:30pm)

The Royale Chulan Damansara Hotel
Petaling Jaya
Selangor

THE group's revenue-generating activities are now grouped into three distinct divisions, namely defence and security, energy and commercial.

- Could the board enlighten shareholders on the total outstanding values of contracts/projects and the average remaining duration under each of the divisions?
- Under the defence and security division, has the group been able to make much headway or progress in exploring regional business opportunities? What are the targets set (if any), achievements and the timeline?

PHARMANIAGA BHD (AGM)

April 6, 2017 (9am)

The Royale Chulan Damansara Hotel
Petaling Jaya
Selangor

- WE noted that the group's current ratio is below one times. What is the group's targeted optimal current ratio? What steps have been taken to bring it to a higher level?

We also noted that the total short-term loan and borrowings of RM616.7

mil would mature in FY17. When will the next loan/bond repayment be due? Would the group be able to meet the repayment schedule and what would be the amount of repayment?

- In page 194 of the annual report, there was an advance of RM17.2 mil granted to a corporate shareholder of a subsidiary.
 - What is the rationale for granting such an advance to the corporate shareholder?
 - Is the corporate shareholder a related party?

MALAYAN BANKING BHD (AGM/EGM)

April 6, 2017 (10am)

Sime Darby Convention Centre
1A, Jalan Bukit Kiara 1
Kuala Lumpur

THE Maybank Group operates in multiple international markets as one entity across Asean and other regions overseas. Given the rising competition, higher operational costs and challenging environment across these regions:

- What pertinent strategies should the board put in place to ensure the Maybank Group's sustainability, profitability, cost-efficiency and growth moving forward?

b) How sustainable is the current

Maybank Group's branch operations model in meeting customer expectations and sophisticated needs in its global network as stated on pages 10 and 11 of its annual report?

- Given that there have been changes in the banking industry, eg fintech companies, stricter capital requirements among others:
 - How would the board see the Maybank Group navigate amid these developments?
 - Would the Maybank Group's model change to adapt technology innovation and changes including the impact from fintech companies?

KLCC PROPERTY HOLDINGS BHD (AGM)

April 6, 2017 (10:30am)

Mandarin Oriental Kuala Lumpur
Kuala Lumpur City Centre
Kuala Lumpur

A NEW lease was secured with ExxonMobil Exploration & Production Malaysia Inc commencing Feb 1 for a nine-year term expiring on Jan 31, 2026 with an option for a further renewal of three successive terms of three years each. ExxonMobil occupies 60% of the building.

- Could the board provide an update on the status of potential new tenants to take up the remaining 40% of the building?

BOUSTEAD HOLDINGS BHD (AGM)

April 6, 2017 (2pm)

The Royale Chulan Damansara Hotel
Petaling Jaya
Selangor

- AS noted in the chairman's statement, key contributors to the group's profit after tax for FY16 were the property and plantation divisions with almost all divisions turning in solid performances. However, we noted that the significantly better results for the property and plantation divisions were mainly due to gains from disposal of investment and land. The heavy industries division continued to perform poorly though by recording lower losses in FY16 compared to the previous financial year.
 - For FY17 and beyond, does the board foresee the much better financial performance to be sustainable and which division/s are expected to excel?
 - For FY17, are the property and plantation divisions expected to register much higher profits without any one-off disposal of land/assets? Kindly elaborate.
 - When would the heavy industries division be expected to turn around and what would be the key factors?