

MINORITY SHAREHOLDERS WATCH GROUP
BADAN PENGAWAS PEMEGANG SAHAM MINORITI BERHAD
(Incorporated in Malaysia – Registration No.: 200001022382 (524989-M))

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MSWG AGM/EGM WEEKLY WATCH	
22 - 26 MAY 2023	
<p>MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 22 - 26 May 2023.</p> <p>The extraction of the question raised in the letter is highlighted here. For the details of other questions, please login to MSWG website at www.mswg.org.my.</p> <p><i>One of the points of interest to be raised:</i></p>	
Company	Points/Issues to Be Raised
<p>Dayang Enterprise Holdings Berhad (AGM)</p>	<p>In FY 2022, The Group disposed PPE amounting RM186.9 million grouped under broad PPE class of Marine vessels, onboard equipment and dry-docking expenditures (subject to operating Offshore Furniture Buildings lease. (Page 115 of AR)</p> <ol style="list-style-type: none"> Why did the Group dispose such a huge amount of PPE in FY 2022? Please provide details of the three highest PPE disposals (by value) in FY 2022. Will the Group's operation be affected as these PPEs are needed in the Group's daily operation. Please name the PPE that reported the highest gain and highest loss from the list of disposed PPEs.
<p>CelcomDigi Berhad (AGM)</p>	<p>One of the Group's strategic pillars is to accelerate the sustainable integration of two leading telcos' networks, IT systems, channels, and people into one merged entity in order to quickly realise synergy savings and efficiencies that can be used to reinvest in future growth (page 34 of IAR 2022). With the integration, what are the major areas of synergy and efficiencies? Is there a likelihood of staff layoff or voluntary separation scheme?</p>
<p>Sime Darby Property Berhad (AGM)</p>	<p>The Group launched a total of 15 industrial projects during the year, with a GDV of RM1.2 billion, comprising 46.0% of the GDV of all the Group's launches in 2022. As at year end, no less than six of the developments had achieved 100% take-up rates. (Page 33 of IAR)</p> <ol style="list-style-type: none"> What were the latest take-up rates of each of the remaining nine industrial projects launched in 2022 with less than 100% take-up rates? What were the challenges in selling each of the remaining 9 industrial projects that did not register 100% take-up rates? What measures have been taken to improve the take-up rates of the remaining nine industrial projects.
<p>Hengyuan Refining Company Berhad (AGM)</p>	<p>Based on the assessment on the net realizable value of the hydrocarbon inventories performed, the Company has provided RM124,924,000 (2021: RM41,935,000) for inventories write down. (Page 115 of AR)</p> <ol style="list-style-type: none"> What were the reasons for the huge hydrocarbon inventories write down in FY 2022? What is the risk mitigating measures taken by the Company to ensure that high inventories write-down can be minimized?
<p>Mega First Corporation Berhad (AGM)</p>	<p>The gross amount of trade receivables which are past due more than 180 days surged from RM38.016m as of end-FY2021 to RM76.845m as of end-FY2022 (page 166 of the Annual Report 2022).</p> <ol style="list-style-type: none"> What is the reason for the surge in the trade receivables which are past due more than 180 days? Despite the Board's confidence in the full collection of the receivables at last year's AGM, the gross amount of trade receivables past due more than 180 days has doubled from RM38.016m in the previous year to RM76.845m as of the end of FY2022. Furthermore, an additional allowance for impairment losses of RM28.772m was provided for in FY2022 (page 149 of the Annual Report 2022). This casts doubt on the confidence on the full collection of the receivables. Does the Board expect further increases in the amount of trade receivables past due more than 180 days in the future? How much of the impaired trade receivables have been collected to-date?
<p>Parkson Holdings Berhad (AGM)</p>	<p>Driven by an increase in store footfall and improving consumer spending, Malaysia's retailing operations experienced a substantial rise in operating profit from RM65m in FY2021 (18 months) to RM209m in FY2022 (12 months) as revenue improved from RM720m in FY2021 to RM755m in FY2022. As a result, the operating margin surged from 9.1% in 2021 to 27.7% in 2022.</p> <ol style="list-style-type: none"> One of the factors that contributed to the margin improvement was the group's continuous efforts in optimising operational efficiencies and productivity. What were some of the key measures taken by group that have successfully optimised operational efficiencies and productivity? Was there any major exceptional item in FY2021 or FY2022 that contributed to the significant margin improvement?