

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

New Straits Times, Business Times – Monday, June 26, 2023 **(Part 1)**

MSWG AGM/EGM WEEKLY WATCH	
26 - 30 JUNE 2023	
<p>MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 26 - 30 June 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>One of the points of interest to be raised:</p>	
Company	Points/Issues to Be Raised
Favelle Favco Berhad (AGM)	<p>The amount of provision of foreseeable losses increased from RM1.4 million in FY2021 to RM7.56 million in FY2022 (page 57 of AR 2022).</p> <p>a) Which contracts were affected and what were the main reasons for the substantial provision of foreseeable losses in FY2022?</p> <p>b) What is the likelihood of further provision or reversal in FY2023?</p>
Eversendai Corporation Berhad (AGM)	<p>In FYE2022, the Group recorded a higher impairment loss on trade receivables of RM83,518,000 (FYE2021: RM19,496,000) and a higher impairment loss on contract assets of RM83,893,000 (FYE2021: RM35,544,000) from Middle East market. There was also a reversal of impairment loss on trade receivables and contract assets in FYE2022 (Pages 112 & 114 of the Audited Financial Statement 2022/AFS2022).</p> <p>Impairment Loss on Trade Receivables</p> <p>a) What caused the impairment loss on the trade receivables? Which trade receivables are involved in the impairment exercise?</p> <p>b) What are the measures taken to manage the receivables and recover the amount? How much of the amount has been recovered, to-date? What percentage of the impaired receivables are expected to be recovered?</p> <p>Impairment Loss on Contract Assets</p> <p>a) What were the reasons for the substantial increase in the impairment of contract assets?</p> <p>b) What are the measures taken to recover the amount? How much of the amount has been recovered, to-date?</p> <p>c) What percentage of the impaired contract assets are expected to be recovered?</p> <p>d) Given the substantial increase in impairment, is there a need to review the credit policy of the Group?</p>
Muhibbah Engineering (M) Bhd (AGM)	<p>Higher distribution costs of RM23,255,000 were incurred in FY2022 (FY2021: RM13,646,000), representing a year-on-year increase of RM9,609,000 or 70.42% (Page 56 of AR2022).</p> <p>What are the reasons for the significant increase in distribution costs? Does MEB Group expect the costs to remain at the same level or higher in FY2023?</p>
Teck Guan Perdana Berhad (AGM)	<p>During FY2022, 84.4% of oil palm planted area have attained maturity with an average age of 19 years. Meanwhile, fresh fruit bunches (FFB) yield declined 25.3% in FY2022. (page 16 of Annual Report (AR) 2022)</p> <p>a) How much of the matured area are way past due or not able to meet the Group's expectation of FFB yield?</p> <p>b) What was the Group's total cost of production per metric tonne of FFB in FY2022 and FY2021? What are the expectations for FY2023?</p> <p>c) What was the Group's labour productivity in terms of land-labour coverage ratio in FY2022? How many additional workers do you need to run at optimal capacity?</p> <p>d) Do you plan to hire more workers this year? If yes, how many?</p>
PBA Holdings Berhad (AGM)	<p>The non-revenue water ("NRW") or water loss percentage in Penang jumped from 17.6% in 2012 to 26.3% in 2022.</p> <p>a) What are the factors that have resulted in the significant increase in the NRW over the years?</p> <p>b) What were the challenges that prevented the Group from maintaining the NRW level 10 years ago?</p> <p>c) What measures is the Group taking to reduce NRW?</p> <p>d) What are the targeted NRW percentages set by the Board for the immediate and medium terms?</p>
Malaysia Building Society Berhad (AGM)	<p>On 9 June 2023, MBSB announced that it had entered into a conditional share purchase agreement with Permodalan Nasional Berhad to acquire the entire share capital of Malaysian Industrial Development Finance Berhad (MIDF) for RM1.01 billion via share swap.</p> <p>a) What are the synergies from this acquisition? How will the acquisition benefit MBSB's Commercial and Corporate banking business?</p> <p>b) Based on current assessment, how long will the post-merger integration process take to enable MBSB to fully reap the benefits of this acquisition?</p> <p>c) How will the acquisition change MBSB's asset quality, cost and capital</p>