

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 2)**

MSWG AGM/EGM WEEKLY WATCH													
26 - 30 JUNE 2023													
MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 26 - 30 June 2023. 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 .													
<i>One of the points of interest to be raised:</i>													
Company	Points/Issues to Be Raised												
Suria Capital Holdings Berhad (AGM)	<p>Below is a tabulation of the total amount of directors' fees for non-executive directors sought for shareholders' approval at the Company's AGM for the past five years.</p> <table border="1"> <thead> <tr> <th>Financial Year</th> <th>Directors' Fees to Non-Executive Directors (RM)</th> </tr> </thead> <tbody> <tr> <td>2018</td> <td>463,000</td> </tr> <tr> <td>2019</td> <td>345,000</td> </tr> <tr> <td>2020</td> <td>312,000</td> </tr> <tr> <td>2021</td> <td>387,000</td> </tr> <tr> <td>2022</td> <td>812,000</td> </tr> </tbody> </table> <p>a) Are there any justifications for the sharp increase of approximately 110% in the directors' fees for the year 2022?</p> <p>b) The remuneration payable to non-executive directors for FY2022 was based on the remuneration structure as disclosed in Note C to Notice of 40th AGM. Please provide the remuneration structure for FY2021 and FY2019.</p> <p>c) Currently, Suria has a board size of 10 board members, which is a significant increase from the board size in recent years. What are the reasons behind this increase, and how does it bring added value to shareholders?</p>	Financial Year	Directors' Fees to Non-Executive Directors (RM)	2018	463,000	2019	345,000	2020	312,000	2021	387,000	2022	812,000
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OCK Group Berhad (AGM)	<p>OCK is involved in the 5G deployment locally in two ways. Firstly, the upgrading of more than 160 existing 4G towers to support 5G service, which will in turn be leased to DNB. Secondly, OCK is involved in certain parts of the work in the construction of more than 80 new 5G towers of DNB. (page 34 of AR 2022)</p> <p>a) When is the upgrading of the 160 existing 4G towers and construction of more than 80 new 5G towers of DNB expected to be completed?</p> <p>b) Apart from upgrading the 160 existing 4G towers to support 5G service, and construction of more than 80 new 5G towers of DNB, how many more 4G towers are to be upgraded and how many new 5G towers are to be constructed for other telco players?</p>												
LFE Corporation Berhad (AGM)	<p>In FY2022, the Group achieved gross profit (GP) margin of 10%, a decrease from the previous year's GP margin of 20%, mainly due to Cosmo Property Management Sdn Bhd's (CPMSB) new mixed development project located at Selangor that commenced during the year, which had lower profit margins of 5%. This dragged down the Group's average project margins.</p> <p>The average profit margin in the construction sector is expected to decrease compared to the previous year. To address this challenge, the Group plans to implement measures to maintain or improve profit margins, such as improving cost management and increasing technology involvement in project management (page 4 of Annual Report (AR) 2022).</p> <p>a) Given the challenges faced by the construction industry and stiff competition on new projects and continuous pressure on contract values, how will management ensure that contracts won provide sufficient profit margin that lead to value creation for shareholders?</p> <p>b) Please elaborate how management is going to better manage its costs by leveraging technology.</p> <p>c) What is the targeted profit margin for the construction, M&E segment for FY2023?</p>												
Efficient E-Solutions Berhad (AGM)	<p>The Company's Other Receivables balance was RM4.66 million in FY2022 and the allowance for impairment losses on Other Receivables was RM4.5 million in FY2022 (FY2021: RM4.5 million) (page 99 of AR 2022)</p> <p>a) Please provide the components of Other Receivables that have the impairment losses.</p> <p>b) What were the reasons for the huge impairment losses?</p> <p>c) What are the measures taken by the Company to ensure that the impairment losses on Other Receivables do not increase further?</p> <p>d) To-date, how much of the impaired Other Receivables have been recovered?</p>												