

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 14 - 18 FEBRUARY 2022

MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 14 - 18 February 2022.

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

One of the points of interest to be raised:

Company	Points/Issues to Be Raised
Hextar Industries Berhad (fka SCH Group Berhad) (AGM)	<p>During the current financial year, HIB's manufacturing plant located in Sarawak has recorded a lower revenue by 18.1% as compared to FY 2020 due to the shortage of raw material supplies, restriction in production capacity and logistics hours. (page 31 of AR 2021)</p> <p>Has the shortage of raw material supplies been resolved?</p> <p>With palm oil prices remaining bullish for the last few years, did HIB capitalise on it to grow its revenue? How was the performance for the 1st half of FY 2022 and what is the outlook for the 2nd half?</p>
Sasbadi Holdings Berhad (AGM)	<p>Group revenue remained about the same over the last two years (FY2021: RM62.962 million; FY2020: 62.814 million). However, cost of sales increased significantly from RM46.553 million in FY2020 to RM51.629 million in FY2021 (Page 72 of AR).</p> <p>What were the reasons for the sharp increase in cost of sales? Going forward, how is the Group going to manage it?</p>
Kuala Lumpur Kepong Berhad (AGM)	<p>Geographically, 55% of the Group's oil palm planted area is in Indonesia, 43% in Malaysia and about 2% in Liberia. (page 28 of AR2021)</p> <p>Given the recent implementation of the new Indonesian regulation which requires local palm oil producers there to sell 20% of their production to domestic refiners at fixed prices, to what extent will it impact the Group's financial performance in financial year ending 2022?</p>
Batu Kawan Berhad (AGM)	<p>CCM's chlor-alkali chemical business posted lower earnings y-o-y, which were attributable to lower caustic soda prices, higher production costs due to plant downtime in its Pasir Gudang ("PGW") site and internal restructuring costs. One of its plants at PGW which commissioned in January 2020 was not able to operate at maximum capacity and thus suffered a capacity reduction throughout FY2021. The affected plant is expected to be restored to its full capacity in February 2022. (page 39 of AR2021)</p> <p>What were the main reasons that have caused the plant downtime at Pasir Gudang?</p> <p>What was the cost incurred to restore the affected plant to its full capacity?</p> <p>What is the status of the affected plant?</p>