

MINORITY SHAREHOLDERS WATCH GROUP

BADAN PENGAWAS PEMEGANG SAHAM MINORITI BERHAD

(Incorporated in Malaysia – Registration No.: 200001022382 (524989-M))

New Straits Times, Business Times – Tuesday, June 15, 2021

MSWG AGM/EGM WEEKLY WATCH
14 - 18 JUNE 2021

MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 14 – 18 June 2021

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.

One of the points of interest to be raised:

Company

Points/Issues to Be Raised

P05 Malaysia Bhd (AGM)
The total compensation for other key management personnel of the Group (excluding Directors of Group entities) has increased by 28.7% to RM9.59 million in FY2020 (FY2019: RM7.45 million) (Note 6, page 232 & 233 of AR 2020).

(AGM) & 233 of AR 2020).

What is the reason for the significant increase especially since the Group has been loss making as follows:-

	FY2019*	FY2020
Revenue	1,682.5	2,332.3
Loss before income tax, depreciation & amortisation ("BITDA")	(16.6)	(3.5)
Loss before tax	(241.8)	(303.5)

* Finalized 2019.01.14, 2019.03.12, 2019.

Source Page 87 of 119, 2020

**Malaysia
Building
Society
Bhd
(AGM)**

As at the end of FY2020, MBSB had extended COVID-19 customer relief and support measures to RM28.34 billion financing. Of the total relief provided, 4.1% of it was categorized as missed payment and 5.7% was extended and repaying as per revised schedules (page 288, Note 50 – COVID-19 specific disclosures, IAR2020).

Note 5D - COVID-19 specific disclosures, IAR 20201

2) Based on the assessment on macroeconomic outlook and borrowers' repayment ability, is there an increased default risk for the financing in missed payment as well as the extended and repaying categories?

b) Does the Group foresee an increase in allowance for credit loss?

**MSM
Malaysia
Holdings
Bhd
(AGM)**

1. "Other operating expenses" have increased significantly to RM14.2 million in FY2020 from RM7,47,000 in FY2019 (page 133 of AR 2020).
- What were the reasons for the significant increase in other operating expenses? What are the nature of these expenses?
2. Accumulated allowance for impairment losses on trade receivables have increased by 253% to RM10.6 million in FY2020 (FY2019: RM3.0 million) (Note 23, page 203 of AR 2020)
- (a) How much of the impaired trade receivables is related to the Group's major (top-5) customers by sales value?
- (b) Will the impairment losses on trade receivables remain elevated in FY2021?
- (c) What is the probability of recovering the impaired amount? To date, how much of the impaired trade receivables have been recovered?

**Greenfield
Blvd
LACMA**

The recent strengthening of commodity prices including natural rubber prices provides opportunities to improve plantation inputs sales [page 18 of Annual Report 2020] [1]. Developed economies where the Group exports most of its household goods to are expected to record positive growth-rates (in contrast with 2020) [page 19 of AR2020].

(page 19 of AR2020).

To-date, to what extent has demand for the Group's plantation inputs and household goods picked up? How are the current sales compared to pre-pandemic times?

**UEM
Edgenta
Bhd (Faber
Group Bhd)
(AGM)**

Under the Edgenda of the Future 2025 [EdF25] transformation strategy, UEM Edgenda will gradually move away from the concession-based business model to commercial businesses that will bring longer-term returns and enable it to further compete in the international market (page 41 of Integrated Annual Report 2020).

a) Despite the broad rules and regulations to comply, the

concession business is widely seen as a stable income provider for concessionaires.

Why did UEM Edgenta decide to move away from this business model? Will UEM Edgenta completely exit the concession business once the existing concessions expire?

b) What is the current financial contribution (topline and bottom-line) of concession business to UEM Edgema?

**Sacera
Group Bhd
(EGM)**

Proposed Private Placement

(a) What are the compelling reasons for Seacera to opt for private placement instead of a rights issue as the former method of fund raising does not provide an opportunity for existing shareholders to increase their equity stake further and to participate in the growth of the Company and will also dilute their existing shareholdings?

the 50% of the company are the same as the 50% shareholdings?

(b) The Placement Shares are intended to be placed to independent third-party investor(s) to be identified later (Page 5 of the Circular).

i. What are the criteria considered in selecting the third-party investor(s)?

ii. How can the third-party investor(s) add value to the company in the short, medium, and long term?

iii. Will the Board be able to make known the third-party's identity at this juncture?