

## **MINORITY SHAREHOLDERS WATCH GROUP**

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

New Straits Times, Business Times – Tuesday, March 22, 2022

### **MSWG AGM/EGM WEEKLY WATCH** **21 -25 MARCH 2022**

MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 21 - 25 March 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](http://www.mswg.org.my)

#### **One of the points of interest to be raised:**

<b>Company</b>	<b>Points/Issues to Be Raised</b>
<b>CAB Cakaran Corporation Berhad (AGM)</b>	<p>The gross profit of the Group decreased significantly to RM86.25 million (2020: RM113.79 million). The increase in the cost of feed, which accounted for almost 65% of the total cost of production of chicken since October 2020, by approximately 40% has resulted in the Group's profit margin being eroded significantly. (page 16 of AR2021)</p> <p>(a) With the recently announced Government's subsidies to the poultry industry, is the Company a beneficiary of such subsidies? To what extent will it help to cushion the impact of escalating price of raw materials for poultry feed?</p> <p>(b) Should the price of corn and soybean meal continue to spike, does the Group have alternative plans to control its cost of production?</p>
<b>CAB Cakaran Corporation Berhad (EGM)</b>	<p>In conjunction with the joint venture agreement dated 26 January 2022 entered into between CAB and MATA Aerotech Sdn Bhd ("MATA") for the Drone Business ("JVA"), the Company proposes to diversify the existing principal activities of CAB Group to include the provision of drone related services for the agriculture industry (page iv of the Circular dated 7 March 2022 ("Circular")). At the invitation of MATA, CAB is desirous in jointly undertaking the Drone Business (page 2 of Circular).</p> <p>(a) How was the Company introduced to MATA?</p> <p>(b) What was the level of due diligence carried out by the Board on MATA and in the new Drone Business venture?</p> <p>(c) To what extent has the Company conducted research or feasibility study on the Drone Business venture?</p>
<b>Eco World International Berhad (AGM)</b>	<p>The Group's Administrative and General Expenses increased by RM16.6 million or 42.2 % from RM39.3 million in FY 2020 to RM55.9 million in FY 2021. However, the Group's revenue decreased by RM100 million or 14.9% from RM673 million in FY 2020 to RM 573 million in FY 2021. (Page 70 of AR)</p> <p>(a) Please explain the high Administrative and General Expenses in FY 2021 as it does not commensurate with the reduction in the Group's revenue in FY 2021?</p> <p>(b) Please name the expenses that recorded a higher increase in FY 2021 as compared to FY 2020.</p>