

## MINORITY SHAREHOLDERS WATCH GROUP

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

New Straits Times, Business Times – Wednesday, September 22, 2021

### MSWG AGM/EGM WEEKLY WATCH 23 - 24 SEPTEMBER 2021

MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 23 -24 September 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.my](http://www.mswg.org.my)

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

Company	Points/Issues to Be Raised
<b>Eksons Corporation Bhd (AGM)</b>	<p>1. Eksons recorded a profit after taxation of RM4,774,345 in FY2021(FY2020: Loss after taxation of RM36,242,998), mainly due to the significant increase in other income from RM5,233,315 in FY2020 to RM22,805,494 in FY2021. Without the significant increase in other income, Eksons would have incurred an operating loss in FY2021 (Page 52 &amp; 86 of the Annual Report 2021).</p> <p>Will Eksons be able to remain profitable without the significant contribution from the non-core business income, going forward?</p> <p>2. In FY2021, the Group's other income increased significantly to RM22,805,494 from RM5,233,315 in FY2020, mainly due to unrealised gain on investment securities of RM15,414,526 (FY2020: Nil) (Page 86 of the Annual Report 2021).</p> <p>When does the Group expect to realise the gain? What are the internal targets that the Company has set to realise gains on investment securities?</p>
<b>Sinaran Advance Group Bhd (fka K-Star Sports Limited) (AGM)</b>	<p>The Company has been in loss after tax position for the last five financial years. For FYE 2020, it recorded a loss after tax of RMB5.9 million. (Page 5 of AR 2020)</p> <p>What are the Company's plan to lift it out of a loss- making position? When is the Company expected to be profitable?</p> <p>The Company's Chairman and CEO for FYE 2020 were Mr. Ding Jian Ping.</p> <p>This is not in line with Practice 1.3 of the MCCG 2017 which stipulates that the CEO and the Chairman's position should be held by different people.</p> <p>Does the Company intend to adopt Practice 1.3? If so, by when?</p>
<b>Emico Holdings Bhd (amended) (AGM)</b>	<p>The total fee for the internal audit function of the Company during FYE 2021 was RM 21,000. (Page 30 of AR 2021)</p> <p>(a) Given that the fee is rather small (approximately RM1,750 per month), how does the audit committee assure itself that there would be adequate coverage and an effective audit function?</p> <p>(b) What are the areas covered by the internal auditors during FYE 2020?</p> <p>(c) How many internal audit reports were issued during FYE 2020?</p>
<b>Pegasus Heights Bhd (AGM)</b>	<p>The Trading Division revenue grew by RM40.3 million or 485.0% to RM48.6 million in FY 2020 from RM8.3 million in FY2019.</p> <p>(a) What was the reason for the higher loss despite the 485% growth in revenue in FY2020?</p> <p>(b) What are the measures taken by the Group to turnaround the Trading Division?</p>