

## MINORITY SHAREHOLDERS WATCH GROUP

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

New Straits Times, Business Times – Monday, April 19, 2021

### MSWG AGM/EGM WEEKLY WATCH 19 - 23 APRIL 2021

MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 19 -23 April 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:*

*Point/s/Issues to Be Raised*

**Petronas Gas Bhd (AGM)**

1. In the Consolidated statement of profit or loss and other comprehensive income, the group has shown administrative expenses of RM125.4 million in FY2020 (FY2019: RM94.8 million) and other expenses of RM22.3 million in FY2020 (FY2019: Nil) [page 81 of Governance and Financial Report 2020].
  - (a) What were the reasons for the significant increase in administrative expenses by 32% in FY2020? Please provide a breakdown.
  - (b) What would be the expected level of administrative expenses going forward?
  - (c) What were the other expenses in FY2020 amounting to RM22.3 million?
2. In Note 20 – write-off of inventories has increased to RM12.7 million (FY2019: RM1.4 million) [page 142 of Governance and Financial Report 2020]. What were the reasons for the significant increase in write-off of inventories for FY2020?

**OSK Holdings Bhd (AGM)**

- The Group is divesting the retail podium of Melbourne Square for AUD\$73.0 million (equivalent to RM216.3 million) to Primewest. [page 4 AR]
- (a) What is the expected gain from the disposal? When is the transaction expected to be completed?
  - (b) Why is the Group not keeping the retail podium of the Melbourne Square for recurring rental income?
  - (c) What is the expected yearly rental income from the retail podium of Melbourne Square?

**MISC Bhd (AGM)**

- In FY2020, the Group made a provision for litigation claims amounting to RM1,049.2 million due to an unfavourable arbitration decision relating to the dispute between MISC's wholly owned subsidiary, Gurnusut-Kakap Semi-Floating Production System (L) Limited (GKL) and Sabah Shell Petroleum Company Limited (SSPC) [page 127 of AR 2020]. To-date, the suit is still on-going and GKL has pursued an application to set aside a substantial portion of the Award and the hearing of GKL's setting aside application is expected within Quarter 2, 2021 [page 463 of AR 2020].
- (a) What are the legal grounds that GKL have to challenge the decision by the Arbitral Tribunal?
  - (b) What is the Group's view on the probable outcome of this legal suit?

**British American Tobacco (M) Bhd (AGM)**

- During the labling of Budget 2021, the government had said that it will enforce more stringent measures to clamp down on the illicit cigarettes market. The illicit market contrahanded 63% of the market share in 2020.
- The Company's profitability was severely affected by the illicit market as cigarettes in this market were priced lower than the Company's products.
- (a) What are the estimated losses to the Company from the burgeoning illicit cigarettes market in 2020?
  - (b) The enforcement measures taken by the Government have been unsuccessful to curb the growth in of the illicit cigarettes market. What are some of the measures that the Company has proposed to the Government to quell the growth of the illicit cigarettes market?

**United Plantations Bhd (AGM)**

- Subject to the Malaysian Government's approvals, the Group is pursuing every means of safely bringing back 224 guest workers who wish to return to Malaysia and resume their jobs on the plantation but who right now are prevented from doing so [page 19 of AR2020].
- (a) To-date, has there been any progress in bringing back the said guest workers?
  - (b) If the acute labour shortages persist in 2021, what will be the foreseeable extent of crop losses?