

MINORITY SHAREHOLDERS WATCH GROUP

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

New Straits Times, Business Times – Monday, May 10, 2021

MSWG AGM/EGM WEEKLY WATCH 10 - 14 MAY 2021

MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 10 -14 May 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.

One of the points of interest to be raised:

Company	Points/Issues to Be Raised
MMC Corporation Bhd (AGM)	<p>Other operating expenses have increased by 19.6% or RM72.3 million from RM369.8 million in FY2019 to RM442.1 million in FY2020 (page 190 of AR 2020)</p> <p>What were the reasons for the significant increase in the expenses in FY2020?</p> <p>The Group has recognised in its financial statements a write-off of property, plant and equipment (PPE) amounted to RM15.64 million, an increase of 170.5% from RM5.78 million in FY2019 (page 201 of AR 2020).</p> <p>What were the reasons for the significant increase in PPE write-off in FY2020?</p> <p>The Group's accumulated impairment losses on other receivables have increased significantly to RM200.7 million in FY2020 (FY2019: RM92.6 million) (Note 23, page 270 of AR 2020).</p> <p>(a) What were the reasons for the high impairment losses on other receivables?</p> <p>(b) What was the nature of these impairment losses and what actions have been taken to recover the said amount?</p> <p>(c) What is the percentage of the impairment losses of RM200.7 million that is expected to be uncollectable?</p> <p>(d) To which business segment does the impaired other receivables relate to? How much of the impaired other receivables have been recovered to-date?</p>
Tenaga Nasional Bhd (AGM)	<p>The Regulatory Period 2 had been extended for another year to 2021 with base tariff maintained at 39.45 sen per kWh and weighted average cost of capital (WACC) at 7.3%.</p> <p>(a) Will the base tariff (which is computed based on capital expenditure and operating expenditure numbers before 2018) yield similar level of return in 2021, considering the rising operating cost over the years? How does the extension impact the profitability of TNB?</p> <p>(b) What are key salient points in TNB's RP3 proposal submission to the Energy Commission on 26 February 2021?</p>
PPB Group Bhd (AGM)	<p>It was stated in the Managing Director's Review, the Group revenue was 11% lower at RM4.19 billion (2019: RM4.68 billion), largely due to a revenue decline in the Film Exhibition and Distribution segment. This segment was the most affected with cinema closures during the MCO period, and it takes cognisance of the continuing uncertainty surrounding the reopening of cinemas operating in reduced capacity. (page 18 of AR 2020)</p> <p>(a) Cinemas were allowed to re-open on 5 March 2021 at 50% seating capacity, were there signs of pent-up demand for watching movies at GSC cinemas after the easing of MCO restrictions and the planned roll-out of vaccines?</p> <p>(b) Film Exhibition and Distribution segment recorded a loss of RM135.6 million in FY2020 (Note 35, page 160 of AR 2020), does the Company expect this segment to break-even in FY2021?</p> <p>The Company entered into an agreement in February 2021 to acquire cinema assets from the former operators of the MBO cinema circuit. The asset acquisition is targeted to be completed by end-June 2021. (page 23 of AR 2020)</p> <p>(a) What is the payback period for the above investment?</p> <p>(b) What is PPB Group's expectation from this acquisition in terms of financial contribution?</p> <p>(c) What are the Company's plans and strategies for MBO cinema?</p>