

## MINORITY SHAREHOLDERS WATCH GROUP

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

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### MSWG AGM/EGM WEEKLY WATCH (23 -24 JULY 2020)

For this week, the following are the AGMs/EGMs of companies which are in the Minority Shareholders Watch Group's (MSWG) watch list.

The summary of points of interest is highlighted here, while the details of the questions to the companies can be obtained via MSWG's website at [www.mswg.org.my](http://www.mswg.org.my).

#### The AGMs/EGMs for the week:

Date & Time	Company	Venue
23.07.20 (Thurs) 09.00 am	Waiza Holdings Bhd (AGM)	Ballroom 1, Level 2, The Federal Kuala Lumpur
23.07.20 (Thurs) 09.00 am	Dutch Lady Milk Industries Bhd (AGM)	Broadcast Venue at Galeri 3, Level 3, New World Petaling Jaya Hotel, Paradigm Mall, Kelana Jaya
23.07.20 (Thurs) 11.00 am	KYM Holdings Bhd (AGM)	Broadcast Venue at SVOF0, B-01-11, Sunway Nexis, Kota Damansara, PJ
23.07.20 (Thurs) 11.00 am	Country View Bhd (AGM)	Broadcast Venue at No. 2-1, Jalan Sri Hartamas 8, Sri Hartamas KL
24.07.20 (Fri) 10.30 am	SMTTRACK Bhd (EGM)	TAN YAA Hotel by Ri-Yaz, Primera Suite, Jalan Teknokrat, Cyberjaya
24.07.20 (Fri) 11.00 am	Poh Huat Resources Holdings Bhd (AGM)	PLD 1, Bukit Pasir Industrial Area, Mukim Sungai Raya, Bukit Pasir, Johor

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

##### Company

##### Points/Issues to Be Raised

#### Waiza Holdings Bhd (AGM)

The Group reported profit after tax of RM1,929 million for the year 2019 as a result of a revaluation surplus on its assets. The surplus arising from the revaluation of its investment properties amounted to RM5,238 million (page 12 of Annual Report 2019 ("AR2019"))

- Without the revaluation surplus the Group would have recorded two consecutive years of losses after tax and declining revenue. Is the Group expected to reduce its losses, going forward?
- The Group's business is dependent on repairing handphones that are under warranty and repairing 'out of warranty' handphones. This business continues to experience ongoing highly competitive pressures. Will the Group's current strategies be able to turnaround the business or ensure profitability? When is the Group expected to show profits?

#### Dutch Lady Milk Industries Bhd (AGM)

From 2018, the Company's ultimate holding company, Royal FrieslandCampina N.V. ("RFC") has implemented the Fast Forward programme to support its Route 2020 Strategy (Page 39 of the Annual Report). The Company also described in its Management Discussion &amp; Analysis that the outlook for 2020 looks volatile and uncertain, driven by the current development of the COVID-19 pandemic. The Company anticipates an economic slowdown in the rest of 2020 which could have impact on the purchasing power of Malaysians. In addition, global uncertainty could further impact foreign exchange and milk prices (Page 44 of the Annual Report).

- How will the current challenges presented by Covid-19 affect the Company's activities/operations and business strategies going forward?
- What are the measures taken to ensure that business operations are not significantly disrupted due to COVID-19 related restrictions?
- What is the impact on the Company's supplies, distribution, trade receivables as well as the labour force due to the pandemic?

#### KYM Holdings Bhd (AGM)

Multivall Industrial Paper Sacks division recorded a higher operational loss of RM4,87 million due to lower domestic sales, lower selling price and higher raw materials cost (page 14 of AR2020).

- Does KYM expect the division to be profitable in FY21?
  - To what extent will the demand for KYM's industrial paper sacks be affected, especially the sale to local cement industry, due to economic slowdown?
  - Sales to Malaysia and Singapore market was down 26.6% and 53.5% to RM51.59 million (FY19: RM70.15 million) and RM8.31 million (FY19: RM17.87 million) respectively (page 98, Note 44 Segment Information – Geographical Segments, AR2020).
- Does this signal a shift in customers' preference from KYM's products towards its competitors? Is the decline in sales in the two markets an industry-wide issue or a temporary setback faced by the Company? How will the Company improve sales performance in the two markets?

#### Country View Bhd (AGM)

The Group has disposed investment properties amounting to RM25.5 million that resulted in the Group recording a loss of RM1.1 million, or 4.3% (Pages 63 and 93 of Annual Report)

- Please explain the reasons why the investment properties were sold at a loss?
- What is the type of the investment properties that were sold?
- What is the gross and net rental yield of the investment properties sold prior to its disposal?

#### SMTTRACK Bhd (EGM)

As at the 29 June 2020, the cash and bank balances of SMTTrack is approximately RM4,657 and its trade receivables was at approximately RM3.54 million. As such, there is a need for the Company to raise funds expeditiously for its general working capital (Section 3, page 6 of Circular).

- Given the dire state of the Company with cash and bank balances of approximately RM4,657, does the SMTTrack have ready investor(s) to subscribe for the Proposed Private Placement, immediately?
- Trade receivables stood at approximately RM3.54 million, are this collectable? What is the current status of the collection of trade receivables?

#### Poh Huat Resources Holdings Bhd (AGM)

Poh Huat foresees the full impact of the Covid-19 pandemic to be fully reflected in the second half of FY20 (page 6, Performance Review, Quarterly Financial Result for the period ended 30 April 2020).

- How bad will the situation be in terms of financial and operational performance in the second half?
- Customer A, B, C and D collectively contributed 62.55% (RM438.48 million) of Poh Huat's RM700.99 million revenue in FY19. Is there any significant decrease in order, or cancellation of shipments due to the Covid-19 pandemic?
- Has the Company faced difficulty in collecting receivables from customers during this challenging time?