

MINORITY SHAREHOLDERS WATCH GROUP

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

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MSWG AGM/EGM WEEKLY WATCH

JANUARY 28 – FEBRUARY 1 2019

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.

The AGMs/EGMs for the week:

Date & Time	Company	Venue
28.01.19 (Mon) 10.00 am	Sapura Energy Bhd (EGM)	Sapura @ Mines, No. 7 Jalan Tasik, The Mines Resort City, Seri Kembangan
29.01.19 (Tue) 10.00 am	Sasbadi Holdings Bhd (AGM)	Tropicana Golf & Country Resort, Jalan Kelab Tropicana, PJ
30.01.19 (Wed) 10.00 am	Alam Maritim Resources Bhd (EGM)	Technology Park Malaysia Corporation Sdn Bhd, Lebuhraya Puchong-Sungai Besi, Bukit Jalil
30.01.19 (Wed) 10.30 am	Chin Teck Plantations Bhd (AGM)	Suite 2B-3A-3, Block 2B, Level 3A, Plaza Sentral

The points of interest to be raised:

Sasbadi Holdings Bhd (AGM)

The Group recorded a lower gross profit in FY2018 due to the provision for impairment of inventories of RM4.045 million as disclosed on page 9 of the Annual Report.

- Please provide a breakdown of the impairment provision in respect of the various operating segments of Print Publishing, Digital & Network Marketing and APL & STEM Education.
- What are the measures taken by the Company to mitigate the occurrence of impairment loss on inventories in the future?
- What is the expected amount to be written off from the impairment loss?

Alam Maritim Resources Bhd (EGM)

We note that Non-Executive Directors will be eligible to participate in the new Employees' Share Option Scheme ("ESOS") in the Company.

While we recognise the contribution of the non-executive directors to the Company, we do not encourage the practice of giving options to them as they play the governance role in the Company. They should also be responsible in monitoring the option allocation to employees and executive directors. Non-Executive Directors should be paid a fee that commensurate with their roles and responsibilities and the skills and experience they bring to the Company.

How would the Board ensure that the issue of conflict of interest is addressed if the Executive Directors who are the only directors from the Board on the ESOS Committee, are also the recipients under the scheme when presiding and deliberating on such allocation under the option scheme?

Chin Teck Plantations Bhd (AGM)

Note 16 to the Financial Statements on "Investment in associates" shows that the loss of the associate, Global Formation Sdn Bhd (GFSB) has increased significantly to RM19.26 million in FY2018 compared to RM2.3 million in FY2017.

- What has contributed to the significant increase in the loss of the associate?
- Despite the continuous loss recorded in GFSB, there is no impairment provision made against the investment in associates.

Please explain how the Audit Committee had reviewed the reasonableness of the assumptions used in the cash flow projections relating to the valuation of the investment in associates?