

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
 MAY 8 – MAY 10, 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
08.05.19 (Wed) 10.00 am	SYF Resources Bhd (EGM)	Emerald 1 Room, RHR Hotel @ Kajang, Wisma MKH, Jalan Semerlyth, Kajang
08.05.19 (Wed) 02.30 pm	Zhulan Corporation Bhd (AGM)	G Hotel, Persiaran Gurney, Georgetown, Penang
09.05.19 (Thur) 10.00 am	Syarikat Takatul Malaysia Keluarga Bhd (AGM)	Menara Takatul Malaysia, No. 4, Jalan Sultan Sulaiman, KL
09.05.19 (Thur) 10.00 am	MMC Corporation Bhd (AGM)	Hotel Istana, 73, Jalan Raja Chulan, KL
10.05.19 (Fri) 10.00 am	Media Prima Bhd (AGM)	Sime Darty Convention Centre, 1A Jalan Bukit Kiara 1, KL

One of the points of interest to be raised:

SYF Resources Bhd (EGM)

The gearing ratio of the Company is set to increase to 0.38 times from 0.2 times post acquisition [page 17 of the Circular], assuming 70% of the total purchase consideration amounting to RM49.72 million is to be financed by bank borrowings.

What is the optimal gearing ratio that the Company intends to maintain in the long run? With the expected increase in gearing ratio, is there room for the Company to obtain additional financing for future development of the land? Will there be a need to raise funds from shareholders?

Zhulan Corporation Bhd (AGM)

Major customers [Page 101 the Annual Report 2018] The Group has high concentration on a major customer, particularly customer A from Thailand [Contribution: 64.9% to the Group's total revenue]. How does the Board manage and mitigate the Group's risk of customer concentration?

Syarikat Takatul Malaysia Keluarga Bhd (AGM)

The Group faces several challenges as stated in the Management Discussion & amp; Analysis, [MD&A]1, [page 12, Annual Report 2018] as follows:

- a) Temporary suspension of mortgage takatul protection distribution through agency force and other intermediaries by Lembaga Pembiayaan Perumahan Sektor Awam;
 - b) Escalating medical inflation and price war of employee benefits segment within the industry; and
 - c) Recruitment and retention of non-rotor corporate agency force.
- What are the measures that you have taken to address these challenges and what are the results?

MMC Corporation Bhd (AGM)

We note from Page 240 that the Group has trade receivables amounting to RM189.2 million which was overdue by more than 6 months. Of this, an amount of RM82.7 million was provided as loss allowance.

What is the likelihood of recoverability of the loss allowance amount? Were further loss allowance have to be made in 2019? What portion of the past due (more than 6 months) is more than even 1 year? Please explain.

Media Prima Bhd (AGM)

We refer to Note 8 [page 226] of the AR2018 that the amount paid for other services provided by the auditors (non-audit fees) amounted to RM808,000 (2017: RM4,000) was approximately 53.6% of the audit fees of RM1,507,000 in FY2018.

(a) Please provide the nature of the said other services provided by the auditors.

(b) Does the Board have a policy in relation to amounts paid to external auditors for non-audit services?