

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

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MSWG AGM WEEKLY WATCH

1 - 5 OCTOBER 2018

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
01.10.18 (Mon) 11.30 am	Taliworks Corporation Bhd (EGM)	Sime Darby Convention Centre, No. 1A, Jalan Bukit Kiara 1, KL
02.10.18 (Tue) 10.30 am	Malakoff Corporation Bhd (EGM)	Hotel Istana, 73, Jalan Raja Chulan, KL
03.10.18 (Wed) 10.00 am	Bermaz Auto Bhd (AGM/EGM)	Bukit Jalil Golf & Country Resort, Jalan Jalil Perkasa 3, Bukit Jalil, KL

One of the points of interest to be raised:

Malakoff Corporation Bhd (EGM)

As stated on page 28 of the Circular, Alam Flora Group was granted tax exemption on its statutory business income by the Ministry of Finance. However we note that proforma profit attributable to the owners of Malakoff was calculated based on the net profit attributable to 97.37% equity interest in Alam Flora for FYE 31 March 2018 of RM96.8 million was adjusted to take into account the corporate income tax rate of 24%.

Please clarify whether Alam Flora Group will continue to enjoy the tax exemption on its statutory business income going forward?

Bermaz Auto Bhd (AGM)

1. We noted that there was a sharp decline in internal audit cost to RM59, 414 in FY2018 as compared to RM95, 595 in FY2017.

What was the reason for the sharp decline and whether the scope of internal audit function could have been compromised?

2. Despite higher profit after tax in FY2018 (RM151.0 million) compared to FY2017 (RM131.5 million), dividend per share decreased significantly from 18.5 sen in FY2017 to 8.55 sen in FY2018.

Though the higher profit could justify higher executive directors' remuneration, we noted that the remuneration saw a very sharp increase of 97.6% from RM2.657 million in FY2017 to RM5.252 million in FY2018. [See Page 114]

Could the Board explain the much lower dividends and the increase in executive directors' remuneration?