

MINORITY SHAREHOLDER WATCHDOG GROUP

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

News Straits Times – Business Times – 14 October, 2013 (A)

MSWG AGM/EGMs Weekly Watch: Oct 14 – 19, 2013

For this week, the following are the AGMs/EGMs of companies in the Minority Shareholder Watchdog Group (MSWG)'s watchlist. The summary of points of interest are highlighted here, while details of the questions to the companies can be obtained via MSWG's website at HYPERLINK "http://www.mswg.org.my" www.mswg.org.my.

The AGMs/EGMs for the week:

Date & Time	Company	Venue
Oct 17 10:00 am	BIMB Holdings Bhd (EGM)	Sime Darby Convention Centre, KL
Oct 17 11:00 am	Malaysian Pacific Industries Bhd (AGM)	Wisma Hong Leong, 18 Jalan Perak, KL
Oct 17 12:00 pm	Hong Leong Industries Bhd (AGM)	Wisma Hong Leong, 18 Jalan Perak, KL
Oct 18 10:00 am	Berjaya Sports Toto Bhd (AGM)	Bukit Kiara Equestrian & Country Resort, KL
Oct 19 10:00 am	IOI Corporation Bhd (AGM)	Palm Garden Hotel, IOI Resort, Putrajaya

The points of interest to be raised:

Company	Points/Issues to be raised
BIMB Holdings Bhd	<p>Could the Independent Adviser ("IA") explain the basis of its conclusion "Fair" (pages 74 and 75 of the Circular) in the light of the following issues:-</p> <p>What are the key similarities between the banking institutions under the comparable companies' analysis vis-a-vis Bank Islam?</p> <p>What is the percentage of business portfolio and earnings capacity/derivation in terms of Islamic portfolio of these comparable companies to Bank Islam's business portfolio to justify the selection as benchmark companies?</p> <p>Given that some of the selected companies have high PBR/PER, i.e. Public Bank Berhad, Malayan Banking Berhad and Alliance Financial Group in the selected comparable companies used, could the IA explain in detail and justify the selection criteria of these companies in the analysis?</p> <p>Could the IA as an illustration exclude the above three banks from the comparable companies and illustrate the revised computation</p>
Malaysian Pacific Industries Bhd	<p>It was stated in the Group Managing Director's Review that the Group has been targeting the growing smartphone and tablet market in Asia and over one third of the Group's output is shipping into these two key applications.</p> <p>What would be the risk factors that would affect the performance of this segment?</p> <p>What would be the revenue trend for FY2014?</p>
Hong Leong Industries Bhd	<p>Given the stiff competition in the industrial products segment with segment profit reducing by approximately 41.0% in FY 2013 compared to FY 2012, could the Board share on the measures taken to improve the segment performance in FY 2014?</p>
Berjaya Sports Toto Bhd	<p>As shown in Note 42 (Page 124) of the Annual Report, total revenue reported from other regional segment ("Others") in FY 2013 was only RM177.3 million or a mere 5% from the total revenue of RM3,628.3 million as compared to revenue received from Malaysia by the Group.</p> <p>Is the Board considering increasing revenue from its overseas operations and what are the plans?</p> <p>Please explain the reasons for spending RMS.7 million on "others" which was more than 50.0% of the total capital expenditure for its Malaysian operations incurred in FY 2013? What were the tangible benefits derived from the investment/expenditure?</p>
IOI Corporation Bhd	<p>We noted from the recent announcement on the mandatory take-over offer to acquire all remaining shares in Unico-Desa Plantations Berhad ("Unico-Desa") at cash offer price of RM1.17 per offer share, which was 1.38 times to the net asset value of Unico-Desa as at June 30 2013. What were the justifications for paying a higher offer price at the premium of 38% to the book value of Unico-Desa compared to the other Sabah-based plantation companies, such as Hap Seng Plantations, Cepatwasan, Golden Land, NPC Resources, Duta Land and etc. where they were only traded at smaller premium or even at a discount to their book values?</p>