

## **MINORITY SHAREHOLDER WATCHDOG GROUP**

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

Focus Malaysia - 21<sup>st</sup> – 27<sup>th</sup> January, 2017

**MSWG**

### **AGM/EGM Weekly Watch (Jan 23-27, 2017)**

FOR this week, the following are the AGMs/EGMs of companies which are in the Minority Shareholder Watchdog Groups (MSWG) watchlist.

The summary of points of interest are 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).

#### **BRIGHT PACKAGING INDUSTRY BHD (AGM)**

**Jan 23, 2017 (9am)**  
**Bukit Jalil Golf & Country Resort**  
**Jalan Jalil Perkasa 3**  
**Bukit Jalil**  
**57000 Kuala Lumpur.**

- 1) Despite recording a year-on-year increase in revenue by 40%, the group's gross profit margin dropped by 8.6% to 3% last year from 11.6% in 2015.
  - i) What were the reasons for the significant drop in the gross profit margin?
  - ii) How would the board address the issue in FYE17?

#### **CHIN TECK PLANTATIONS BHD (AGM)**

**Jan 24, 2017 (10.30am)**  
**Suite 2B-3A-3,**  
**Block 2B Level 3A**  
**Plaza Sentral**  
**Jalan Stesen Sentral 5**  
**50470, Sentral**  
**Kuala Lumpur.**

IN FY16, the group continued to be burdened with the share of losses from its 70% equity interest joint venture in an Indonesian entity engaged in oil palm plantations.

As stated in the management discussion and analysis, harvesting of newly mature fields is pending clearance from the relevant authorities.

- a) When would the clearance for harvesting expected to be obtained?
- b) What would be the expected contribution from the joint venture to the group's bottom line in FY17?
- c) We noted that a capital commitment of RM23 mil had been approved and contracted for as capital and investment outlay in joint venture. Could the board share with shareholders the manner in which the additional capital would be utilised?

Elsewhere, we further observed that the losses of Global Formation Sdn Bhd, an associate company, increased significantly to RM9.4 mil in FY16 from RM499,030 in FY15.

- a) What was the reason for such a significant jump in losses incurred by the company?
- b) What is the risk of investment in this associate and how does the board view its business outlook moving forward?