

MINORITY SHAREHOLDER WATCHDOG GROUP

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

Focus Malaysia - 15-21 April, 2017(A)

MSWG

MSWG AGM Weekly Watch (April 17-22)

FOR this week, the following are the AGMs/EGMs of companies which are in the Minority Shareholder Watchdog Group's (MSWG) watch list.

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.

PETRONAS GAS BHD (AGM) April 17 (10.30am) Kuala Lumpur Convention Centre

Under the Gas Supply (Amendment) Act 2016 (GSA), gas tariffs and terms of services will be regulated and determined by the Energy Commission. This marks a departure from the practice to date, where both transmission and regasification tariffs have been agreed between Petronas and Petronas Gas Bhd (PGB), taking into account PGB's investments in the infrastructure required to supply gas to Petronas' customers. What would be the impact on PGB's revenue and other aspects of its operations, if any, following the amendment?

PETRONAS DAGANGAN BHD (AGM) April 19 (10am) Kuala Lumpur Convention Centre

During the year, an impairment on subsidy receivables of RM89.9 mil was made with respect to subsidy claims for diesel for April 2012 to January 2013 as no decision has been made on its repayment by the government.

Why was the impairment made only after so many years? What were the issues relating to the non-payment by the government? What action is Petronas Dagangan Bhd taking to recover the amount and what is the latest development? What is the probability of recovering the money?

OSK HOLDINGS BHD (AGM) April 19 (10am) Swiss-Garden Hotel & Residences Kuala Lumpur

According to the group managing director's review, the hotel division recorded a loss of RM16.3 mil in FY16, mainly due to low occupancy across the group's hotels, and operating costs incurred in the newly-opened Swiss-Inn Johor Bahru. The division also made a RM10.4 mil provision for impairment in respect of development cost incurred in Damai Laut resort. What was the average occupancy rate? What are the measures taken to improve it?

MALAYSIA MARINE & HEAVY ENGINEERING HOLDINGS BHD (AGM) April 19 (11am) Sime Darby Convention Centre Kuala Lumpur

The group's profit before tax has been declining since FY12 and culminated in a loss before tax of RM135 mil in FY16. The loss was mainly due to a contraction in the oil and gas industry impacting the group's order book and also an impairment provision of RM141 mil. Does the board expect further substantial impairment provisions for

FY17? Is the group expected to turn around in FY17 and if so, what would be the key factors?

CHEE WAH CORP BHD (EGM) April 19 (11.30am) The Light Hotel Lebuh Tenggiri 2 Bandar Seberang Jaya, Penang

The board stated that the proposed internal reorganisation will allow CWG Holdings Bhd to be an investment holding company, with the flexibility to explore new business segments as and when opportunities arise. Can the board explain the key reasons why the existing corporate structure is not considered to carry out the corporate activities instead of going through this exercise? What type of businesses is the group planning to venture into?

CARLSBERG BREWERY MALAYSIA BHD (AGM) April 20 (11am) Sime Darby Convention Centre Kuala Lumpur

We noted that the group recorded a RM5.1 mil loss recognised in its associate, Lion Brewery (Ceylon) Plc in Sri Lanka, which was severely affected by floods. Will the group be required to inject additional capital to revive its operations as the production plant was severely damaged? What is the progress on the re-building of the plant? What is the board's view on the performance of this associate in FY17?

MISC BHD (AGM) April 20 (11am) Intercontinental Hotel Kuala Lumpur

The group's revenue declined by 12% to RM9.6 bil in FY16 from FY15, mainly due to lower charter rates for new contracts in the LNG segment and lower revenue from construction contracts in the marine and heavy engineering segment. What is the outlook for charter rates in general, and specifically in the LNG segment, in FY17? What is the average utilisation rate for MISC's vessels in FY16 and what would be the expected rate in FY17?

BINTULU PORT HOLDINGS BHD (AGM) April 21 (3pm) Hilton Kuching Jalan Tunku Abdul Rahman Kuching, Sarawak

The group succeeded in securing contracts to provide base support services to oil and gas related companies such as PCSB, PFLNG and Murphy Oil Sarawak. What is the progress of these contracts and how would they contribute towards the long-term revenue stream of the group?