

MINORITY SHAREHOLDERS WATCH GROUP
BADAN PENGAWAS PEMEGANG SAHAM MINORITI BERHAD
(Incorporated in Malaysia – Registration No.: 200001022382 (524989-M))

New Straits Times, Business Times – Monday 6 November 2023

MSWG AGM/EGM WEEKLY WATCH

6 - 10 OCTOBER 2023

MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 6-10 October 2023.

The extraction of the question raised in the letter is highlighted here. For the details of other questions, please login to MSWG website at www.mswg.org.my.

One of the points of interest to be raised:

Company	Points/Issues to Be Raised
Eurospan Holdings Berhad (AGM)	<p>The Group's gross profit for FY2023 and FY2022 are 12% & 13 % respectively. (Page 38 of Annual Report 2023)</p> <p>a) The gross profit is relatively low compared to other furniture players in the market. Please elaborate on the Group's challenges in increasing the gross profit margin.</p> <p>b) What are the strategies to improve gross profit margin?</p>
Ecobuilt Holdings Berhad (AGM)	<p>1. The Group's trade and other receivables credit impaired that were past due more than 180 days have increased significantly from RM5.4 million in FYE2022 to RM37.0 million in FYE2023 (page 89 of AR2023).</p> <p>a) What challenges did the Group encounter in collecting trade receivables overdue by more than 180 days, considering the substantial increase in outstanding amounts?</p> <p>b) Who are the customers and who make up this category (past due 180 days) of the Group's receivables on FYE2023? What are their profiles and how does the Company plan to manage these outstanding debts?</p> <p>c) Currently, how much of the overdue amount has been collected?</p> <p>2. The allowance for expected credit loss on other receivables increased substantially from NIL in FYE2022 to RM2.9 million in FYE2023 (page 88 of AR2023).</p> <p>a) What comprises the other receivables amounting to RM2.9 million? What was the reason for the substantial increase in provision?</p> <p>b) How much of these provisions has been recovered to-date?</p> <p>c) What percentage of these provisions are expected to be non-recoverable?</p> <p>d) Are provisions expected to increase going forward?</p>
Gadang Holdings Bhd (AGM)	<p>1. The Utility Division recorded a significant decrease in its pre-tax result in FYE2023 with a loss of RM10.3 million (FYE2022: Pre-tax profit of RM6.7 million) which is mainly due to the impairment of concession asset of RM9.4 million for the 9MW mini-hydro power plant in Lintau, Indonesia, in compliance with accounting standard MFRS136 (Page 10 and Page 26 of AR2023).</p> <p>a) What specific factors triggered the impairment of RM9.4 million? Are these factors expected to cause another impairment in the next financial year?</p> <p>b) What is the current and expected performance of the Division's business in Indonesia in FYE2024?</p> <p>2. There is a net Impairment loss on trade receivables amounting to RM2.0 million in FYE2023 (FYE2022: RM0.2 million) (Page 188 of AR2023).</p> <p>a) What caused the higher impairment loss on the trade receivables in FYE2023? Which trade receivables are involved in the impairment exercise?</p> <p>b) What are the measures taken to recover the amount? How much of the amount has been recovered?</p> <p>c) What is the expected amount to be recovered in FYE2024?</p>