

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

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MSWG AGM/EGM WEEKLY WATCH JUNE 17 - 19, 2019

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
17.06.19 (Mon) 09.00 am	D'Nonce Technology Bhd (AGM)	Crown Garden Hotel, PT 302 & 303 Jalan Kebun Sultan, Kota Bharu, Kelantan
18.06.19 (Tue) 10.00 am	Genting Plantations Bhd (AGM)	Wisma Genting, Jalan Sultan Ismail, KL
19.06.19 (Wed) 09.30 am	TH Heavy Engineering Bhd (AGM)	Novotel Kuala Lumpur City Centre
19.06.19 (Wed) 10.00 am	Genting Malaysia Bhd (AGM)	Wisma Genting, Jalan Sultan Ismail, KL
19.06.19 (Wed) 10.00 am	Adventa Bhd (AGM)	21, Jalan Tandang 51/205A, Seksyen 51, PJ, Selangor

Among the points of interest to be raised:

D'Nonce Technology Bhd (AGM)

Note 11 to the Financial Statements on page 97 of the Annual Report show an increase of RM1.56 million or 103% in impairment losses charged against the trade receivables.

a) As explained in Note 11(i) to the Financial Statements on page 100 of the Annual Report, the impairments relate to individual debtors who have exhibited significant financial difficulties and have defaulted on payment.

What is the probability of recovering these debts and how much of these debts have been recovered subsequent to the financial year end?

b) Is there a need for the Company to review its credit policy to curb increases in impairment losses from trade receivables?

Genting Plantations Bhd (AGM)

As reported in the Chairman's Statement (page 2 of AR2018), the second half of the year experienced several negatives such as elevated palm oil inventory levels, the imposition of high import duties on palm oil products by India, the aversion to palm oil by the European Union, the erosion of the purchasing power of major palm oil importers arising from the weakened currencies against the US Dollar, the protracted US-China trade tension and abundant supply of soybean from a record high US harvest.

a) In regard to palm oil inventory levels and supply of soybean, what was the situation in the first half of 2019 and what is expected in the second half of 2019?

b) How was the demand for crude palm oil and what was the average crude palm oil price in the first half of 2019? What is the expectation in the second half of 2019?

TH Heavy Engineering Bhd (AGM)

The Group's Scheme of Arrangements (SOA) with its creditors has been progressing. However, the Independent Auditors' Report on page 50 of the Annual Report has stated that the ability of the SOA and the Approved Schemes Companies involving the Company and its subsidiaries namely THHE Fabricators Sdn. Bhd. and O&G Works Sdn. Bhd. is dependent on the successful issuance of the new ICPS-1. The outcome and timing of the completion of the issuance of the new ICPS-1 are currently uncertain.

What are the latest developments and the outlook of the issuance of the ICPS-1 and its impact on the Group's Proposed Regularisation Plan?

Genting Malaysia Bhd (AGM)

As stated in the Chairman's Statement (Page 2), the Group registered a net loss of RM86.3 million, mainly due to the impairment loss on the Group's investment in the promissory notes issued by the Mashpee Wampanoag Tribe. On Page 3, it is reported that the impairment loss can be reversed if and when the Tribe's land rights are secured and the promissory notes are assessed to be recoverable.

a) Please explain how the Group could have invested in the promissory notes resulting in the Group having to make such huge impairment loss? Was there no proper due diligence or study done?

b) What was the original total expenditure estimated to build the Indian casino and how much has been spent? What is the current development status? Is the Group expected to invest more? What is the expected return on investment (ROI)?

Adventa Bhd (AGM)

Key audit matters highlighted in AR2018 (page 33 and 34) by the auditors are:-

a) impairment losses of RM21,674,917 on the development cost and RM193,169 on goodwill arising from the Company's renal dialysis business;

b) impairment loss of RM37,400,000 on investment in a subsidiary, Lucenxia (M) Sdn Bhd; and

c) impairment loss of RM1,731,091 on trade receivables.

(i) Are there further impairments expected in FY2019 in each of these areas and what is the anticipated quantum of impairments, if any?

(ii) In the MD&A (AR2018 page 4), it is stated that the write-down in the home dialysis business in (a) is to exercise prudence over the delayed launches in the markets. How does the Board view the direction and potential of this business going forward given the significant impairments in relation to this business?