

## **MINORITY SHAREHOLDER WATCHDOG GROUP**

**BADAN PENGAWAS PEMEGANG SAHAM MINORITI BERHAD**

(Incorporated in Malaysia – Company No. 524989-M)

New Straits Times, Business Times – Monday, December 4th, 2017(A)

### **MSWG AGM/EGM WEEKLY WATCH: DECEMBER 4-8 2017**

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 is 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).

#### **The AGMs/EGMs for the week:**

<b>Date &amp; Time</b>	<b>Company</b>	<b>Venue</b>
04.12.17 (Mon) 10.00 am	IOI Corporation Bhd (EGM)	Putrajaya Marriott Hotel IOI Resort City, Sepang Utara
04.12.17 (Wed) 11.30 am	Scientex Bhd (AGM/EGM)	Scientex Packaging Film Sdn Bhd, Taman Perindustrian Pulau Indah, Port Klang
07.12.17 (Thur) 09.30 am	Seal Incorporated Bhd (AGM)	Olive Tree Hotel, Bayan Lepas, Penang
07.12.17 (Thur) 10.00 am	My E.G. Services Bhd (AGM/EGM)	Sime Darby Convention Centre, 1A, Jalan Bukit Kiara 1, KL
07.12.17 (Thur) 10.00 am	Gamuda Bhd (AGM)	Kota Permai Golf & Country Club, Kota Kemuning, Shah Alam
07.12.17 (Thur) 03.00 pm	MUI Properties Bhd (AGM)	Corus Paradise resort Port Dickson
07.12.17 (Thur) 04.00 pm	Malayan United Industries Bhd (AGM)	Corus Paradise resort Port Dickson
08.12.17 (Fri) 11.00 am	Tiger Synergy Bhd (AGM)	Royal Sungei Ujong Club, Seremban, Negeri Sembilan

#### **The points of interest to be raised:**

##### **Scientex Bhd (AGM/EGM)**

##### **Manufacturing**

- (i) What are the current utilisation rates for the Group's plants and the targeted capacity to achieve in the next few years in line with the Group's expansion trajectory?
- (ii) To-date, how much funds have been spent for capital expenditure? What is the Group's rate of return on the capital investment?

(iii) What is the update on the Group's effort to explore new suppliers to expand its supplier base to meet its growth? Please explain.

##### **Seal Incorporated Bhd (AGM)**

1. Under the market outlook, there are indicators of the market which would continue to pose players with some challenges. Nevertheless, the Group has managed to survive in the sluggish property market, particularly for FY2017. How would the Board plan and sustain its property business as uncertainty continues to prevail in the domestic environment?

2. What is the Company's response to the latest Bank Negara preventive measures for the property high end segments?

##### **My E.G. Services Bhd (AGM)**

The Company had on 14 February 2017 received confirmation from its solicitor that the Application for Judicial Review to the Kuala Lumpur High Court against Bursa Malaysia Securities Berhad and Bursa Malaysia Berhad on the Public Reprimand had been filed on 10 February 2017 and the case management would be heard on 27 February 2017. Could the Board provide an update on the matter?

##### **Gamuda Bhd (AGM)**

1. Could the Board share with shareholders their views/thoughts on the developments pertaining to the property industry and their potential impact to the Group, for instance, the temporary freeze on luxury property developments in Malaysia by the regulator?
2. As stated in the Statement from the Group Managing Director that the Group invested in two digitally-integrated Industrialised Building System (IBS) factories.
  - (i) Would IBS address or mitigate the labour intensity and related issues in the construction and infrastructure projects of the Group? To what extent has this translated into cost and time savings or optimisation?
  - (ii) Is there any incentive offered by the government for the adoption of IBS in construction projects?
  - (iii) Does the Group's IBS involve the application of 3D printing for precise customisation of components?

##### **MUI Properties Bhd (AGM)**

The property segment is faced with the risk of high loan rejection rates, weaker consumers' and market sentiments together with a possibility of a hike of the interest rate in the 1st Quarter of 2018.

- (i) What measures have been taken to address the above risks and please brief on the impact arising from the latest property measures introduced by Bank Negara Malaysia to mitigate and address the oversupply properties in the market?
- (ii) What are the current developments in Bandar Springhill and what are the potential launches for FYE 2018?

##### **Malayan United Industries Bhd (AGM)**

We noted that unrealized foreign exchange translation loss (RM)15.5 million on intragroup balances arising from depreciation of ringgit against major foreign currencies also contributed to the overall loss.

- (i) Could the Board share what the key measures to be taken to minimise the unfavorable foreign exchange losses in the next financial year?
- (ii) Is there any form of hedging policy to be implemented in the near future?