

MINORITY SHAREHOLDER WATCHDOG GROUP

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

Focus Malaysia – July 22nd – July 28th 2017(A)

MSWG

MSWG AGM Weekly Watch
(July 24-28, 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.

Sapura Energy/Bhd (AGM)

July 25, 2017 (10am)
Sapura@Mines
No. 7 Jalan Tasik
The Mines Resort City,
Seri Kembangan, Selangor

WITH the SK310 B15 development on track towards achieving first gas by Q3 of this year, the exploration & production team is now focused on developing and finalising plans for further commercialisation of the SK408 fields.

How significant is the contribution of this segment to the group's financial performance and what is the outlook for this segment?

Kim Loong Resources Bhd (AGM)

July 25, 2017 (10.30am)
Holiday Villa Johor Bahru City Centre
No. 60, Jalan Dato Sulaiman
Johor Bahru.

AS reported in the management discussion & analysis, the cost of crude palm oil (CPO) production for FY17 has increased by 21% to RM1,460 per tonne. The increase was mainly due to lower oil extraction rate (OER) and fresh fruit bunches production as well as increase in operating cost.

(a) We noted that the OER recorded in FY17 was the lowest in the last five years since 2013. What were the reasons for OER to decline over the years?

(b) Apart from the labour cost, what are other major expense items in the operating cost that had contributed to the increase in total operating cost for FY17?

(c) Would the weakening ringgit have any impact on the operating cost?

Crescendo Corp Bhd (AGM)

July 25, 2017 (2pm)
Holiday Villa Johor Bahru City Centre
No. 60, Jalan Dato Sulaiman
Johor Bahru.

IN relation to the company's property development activities, could the board provide the take-up rates for projects launched during the year and the total unbilled sales to-date?

Malaysian Resources Corp Bhd (EGM)

July 28, 2017 (10am)
Connexion @ Nexus
No. 7, Jalan Kerinchi
Bangsar South City
Kuala Lumpur.

THE rights warrant exercise price will be RM1.40/warrant, representing a premium of approximately 27.27% whereas the issue price will be 85 sen/rights share – representing a discount of approximately 22.73% – both to the theoretical ex-rights price of MRCB shares of approximately RM1.10/share respectively.

(a) While the rationale of the issue price – representing a premium of approximately 27.27% is logical – would the board clarify the basis of the exercise price of RM1.40/rights warrant for conversion into MRCB shares?

(b) Considering that future performances, profitability, earnings and dividend per share expectations could attribute to the appreciation of the market price of MRCB shares higher than RM1.10, what measures would the board put in place if major shareholders and/or minority shareholders find the exercise price of RM1.40/rights warrant not to be attractive for conversion into MRCB shares over the medium- to longer-term?