

MINORITY SHAREHOLDER WATCHDOG GROUP

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

Focus Malaysia – September 30th - October 6th, 2017(A)

MSWG

AGM/EGM Weekly Watch (Oct 2-6, 2017)

FOR this week, the following is the EGM of the company which is 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.

Chemical Company of Malaysia Bhd (EGM)

Oct 3, 2017 (10.30am)

**Sime Darby Convention Centre
1A, Jalan Bukit Kiara 1
Kuala Lumpur.**

- 1) The group's gearing ratio is relatively high at about 1.51 times after its proposed share consolidation and distribution exercise:
 - a) What would be the impact on the group's gearing ratio upon completion of the proposed CCM Chemicals Sdn Bhd acquisition?
 - b) Would the capital expenditures for the chemical and polymers businesses further increase the group's gearing ratio?
 - c) What is the group's optimal or targeted net gearing ratio in the post-proposals period?

- 2) In its circular to shareholders, the board proposed to consolidate every three existing shares of the company into one ordinary share.

What benefit can this proposed share-consolidation exercise bring to shareholders, especially the minority shareholders?