

## **MINORITY SHAREHOLDER WATCHDOG GROUP**

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

Focus Malaysia – January 27th – February 2nd, 2018 **(A)**

### **MSWG**

**AGM/EGM Weekly Watch**  
**(Jan 29-Feb 2, 2018)**

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 are 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).

#### **Chin Teck Plantations Bhd (AGM)**

**Jan 30, 2018 (10.30am)**  
**Suite 2B-3A-3, Block 2B, Level 3A**  
**Plaza Sentral**  
**Kuala Lumpur.**

- 1) AS reported in the Management Discussion and Analysis on Page 12 of the company's Annual Report 2017, 80% of its total revenue were from sales to eight major customers.
  - a) We noted that no customer concentration risk was disclosed in Note 31 to the financial statements. Could the board comment on the customer concentration risk of the company in this regard?
  - b) Are there any plans to expand the company's customer base?
  - c) What is the expected percentage contribution from these eight customers?
- 2) We noted that the unrest in the villages in the vicinity of the plantations in Indonesia has yet to be resolved. The total access area as at FY17 remained at 39% as with the last financial year. The company has made an additional impairment loss provision of RM3.9 mil in FY17 in respect of its investment in this joint venture (JV).
  - a) When is the company expected to regain full access to the planted area?
  - b) What was the cost incurred in FY17 to maintain the existing staff and for the upkeep of the estates pending resumption of the operations in these estates?
  - c) Would there be substantial capital expenditure to be incurred on these plantations upon resumption of operations?
  - d) From Note 17 to the financial statements on Page 77 of the Annual Report 2017, we noted that the group's share of total liabilities of the JV as of Aug 31 last year was 530% higher than the amount as of Aug 31, 2016. What were the major liabilities of the JV as of Aug 31 last year?