

# MINORITY SHAREHOLDER WATCHDOG GROUP

BADAN PENGAWAS PEMEGANG SAHAM MINORITI BERHAD

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

The New Straits Times – Business Times – Monday, 18 June, 2012 ( A )

## MSWG AGM/EGMs Weekly Watch: June 18 – 22, 2012

For this week, the following is the AGMs/EGMs of company which is in the Minority Shareholder Watchdog Group's (MSWG) watchlist.

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).

### The AGMs/EGMs for the week:

Date & Time	Company	Venue
June 18 2012 10:00 am	Mudajaya Group Bhd (AGM)	Kuala Lumpur Golf & Country Club, KL
June 19 2012 10:30 am	AEON Credit Service (M) Bhd (AGM)	Renaissance Hotel, KL
June 20 2012 10:00 am	Far East Holdings Bhd (AGM)	The Zenith Hotel, Kuantan, Pahang
June 20 2012 10:00 am	MAA Group Bhd (AGM)	Kelab Taman Perdana Diraja, KL
June 20 2012 11:00 am	MISC Bhd (AGM)	Mandarin Oriental Hotel, KLCC, KL
June 20 2012 2:30 pm	Kump. Perangsang Selangor Bhd (AGM)	Quality Hotel, Shah Alam
June 21 2012 10:00 am	KUB Malaysia Bhd (AGM)	Hotel Singgahsana, Petaling Jaya
June 21 2012 10:00 am	Malaysia Airline System Bhd (AGM)	MAS Academy, Kelana Jaya, Petaling Jaya
June 21 2012 10:00 pm	UMW Holdings Bhd (AGM)	Batu 3 Industrial Estate, Shah Alam
June 21 2012 10:00 am	AirAsia Bhd (AGM/EGM)	AirAsia Academy, KLIA, Sepang
June 21 2012 10:00 am	Tradewinds Plantation Bhd (AGM)	Crowne Plaza Mutiara Hotel, KL
June 21 2012 10:30 am	Kossan Rubber Industries Bhd (AGM)	Concorde Hotel, Shah Alam
June 21 2012 10:30 am	Bumi Armada Bhd (AGM/EGM)	Mandarin Oriental Hotel, KLCC, KL
June 21 2012 11:00 am	Ipmuda Bhd (AGM/EGM)	Impiana Hotel, Ipoh, Perak
June 21 2012 2:00 pm	Bandar Raya Developments Bhd (AGM)	Multi-Purpose Hall, Capital Square, KL
June 22 2012 10:00 am	Alam Maritim Resources Bhd (AGM)	Palace of Golden Horses, Seri Kembangan
June 22 2012 10:30 am	Negri Sembilan Oil Palms Bhd (AGM)	Plaza Sentral, KL Sentral,
June 22 2012 11:00 am	Coastal Contracts Bhd (AGM)	Block G, Lot 3B, Sandakan, Sabah
June 22 2012 11:30 am	Riverview Rubber Estates Bhd (AGM)	33, 1st Floor, Ipoh, Perak

### The points of interest to be raised:

Company	Points/Issues to be raised
<b>Mudajaya Group Bhd</b>	The investment in associate increased from RM362.66 million to RM430.66 million, up 18.7%. The share of results in the associate showed a loss of RM3.17 million as against the previous year's profit of RM498,000. It is also noted that all jointly controlled entities are unincorporated. When would the Board expect the 26 per cent-owned associate, R.K.M. Powergen Private Limited (RKM) in India to be profitable amidst worries over the status of the fuel supply agreement (FSA) and the probable delay of the IPP EP contract due to risk factors of floods and the monsoon season? What are the reasons for not incorporating the jointly controlled entities?
<b>AEON Credit Service (M) Bhd</b>	As stated in the Managing Director's operations review, the "Easy Payment and Personal Financing" schemes registered a 33% annual growth in financing volume to RM940.12 million in FY 2012. The volume of principal credit cards in circulation as at February 2012 had increased by 11.3% and the total credit card transaction volume had also grown by 52.2% compared against the previous year. What is the financing target volume for the Easy Payment and Personal Financing schemes for FY 2013? Can the Company sustain the growth for FY 2013 taking into consideration the lower forecasted economic growth for FY 2012? What is the Group's current market share and position in the credit card business? What is the Company's non-performing loans/impairment ratio for the segment in 2012?
<b>Coastal Contracts Bhd</b>	It was recently reported in Edge Malaysia that the Company is venturing into floating, production, storage and offloading ("FPSO") and LNG segments to tap into upstream markets. It was also reported that the Company is tendering for a 20-year FPSO contract in Indonesia. Could the Board provide more information on the ventures?

Company	Points/Issues to be raised
<b>MISC Bhd</b>	The Group suffered a loss before taxation of RM1,222 million for the 9-month financial period ended December 31 2011, from a profit before taxation of RM2,466.9 million in the 9-month financial period ended 31 December 2010. The substantial loss was mainly due to the recognition of a one-off provision amounting to RM1,452.7 million consequent to the planned exit from the Liner business. For the period ended March 31 2012, the Liner exit provisions amounted to RM220.5 million. Would the Group be recognizing additional provisions for the Liner business and, if so, would the amount be substantial? Would the exit from the Liner business impact the Group's other logistic businesses - such as the haulage business - in any way and, if so, how? Does the Board expect the performance of the Group to improve for the remaining quarters of FY2012? Which divisions would sustain the Group's performance for the next two (2) years?
<b>Kumpulan Perangsang Selangor Bhd</b>	As stated in the Annual Report (Page 4), the Group is geared to become a global infrastructure and water utility player. Apart from having stakes in water-related companies, namely Konsortium ABASS Sdn Bhd and Taliworks Corporation Berhad, what other plans does the Group have for growing the utilities business? Has there been any positive development regarding the stalemate in the consolidation of the water industry in Selangor since 2008? It was stated on Page 26 that due to SYABAS's continued partial payments, which currently amount to 47% of billed invoices, ABASS is in a critical cash flow position and requires financial support from Perangsang Selangor. Why were only partial payments made and how long has this been the practice? When is the court case expected to be resolved and how optimistic is the Board in securing full settlement? What are the major infrastructure projects the Group is currently involved in and what is their total value? What are the plans going forward?
<b>Malaysia Airline System Bhd</b>	With a massive loss before taxation of RM2.5 billion incurred in 2011, the Board has a challenging task ahead in turning the Group around. Apart from grappling with yield factors and fuel prices, the Group has to contend with the Eurozone crisis and the slowdown of China's economy. Amongst the various areas of concern, what would be the Group's most important area of focus? Please explain briefly how the Group would strategize and position itself in the face of the aforesaid challenges? Is MAS retaining its premium airline and defending its five-star airline status to compete in the premium market, or is it competing both with premium airlines and with low cost carriers/players? Kindly also enlighten shareholders on the status and plans for FireFly.
<b>UMW Holdings Bhd</b>	For the financial year ("FY") 2011, the Oil and Gas division achieved revenue of RM1.1 billion compared to RM633.3 million for FY2010. However, the division recorded a higher loss before taxation of RM229.6 million for the FY2011 compared to a loss before taxation of RM180.4 million the previous FY. For the financial quarter ended March 31 2012, the division recorded revenue of RM430.7 million and a profit before tax of RM29.9 million. It was stated in the Chairman's Statement that changes in fair value of the Group's overseas quoted investments as well as hedging instruments used to hedge various financial risks may impact the overall performance of the division in 2012. What has led to the division suffering a higher loss despite achieving higher revenue in FY2011? Given the above, how significant would the Oil and Gas division's contribution be to UMW Group's revenue and earnings for FY2012? When would the Company expect to complete the restructuring and rationalization of the Oil and Gas division? As stated in the Chairman's Statement, the Group's associate, WSP Holdings Limited, was still adversely affected by anti-dumping and countervailing duties imposed by the U.S. on Oil Country Tubular Goods imported from China. What was the financial impact on UMW Group?

Note: 'Points of Interest to be Raised' by some companies have been left out due to space constraints