

MINORITY SHAREHOLDERS WATCH GROUP

BADAN PENGAWAS PEMEGANG SAHAM MINORITI BERHAD
(Incorporated in Malaysia – Registration No.: 200001022382 (524989-M))

New Straits Times, Business Times – Monday, December 7, 2020

MSWG AGM/EGM WEEKLY WATCH 7 - 11 DECEMBER 2020

MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 7 to 11 December 2020.

The extraction of the question raised in the letter is highlighted here. For the details of other questions, please login to MSWG website at www.mswg.org.my

One of the points of interest to be raised:

Company **Points/Issues to Be Raised**

Revenue Group Bhd (AGM)

For FYE 2020, the Company had only impaired RM RM 282,875 out of RM6,420, 192 of trade receivables that had been outstanding for more than 90 days. [Page 149 of AR 2020]

What are the reasons for not impairing all the amount of trade receivables that had been outstanding for more than 90 days?

Gamuda Bhd (AGM)

Financial Performance

	Financial Year Ended 31 July			
RM' million	2020 <i>(Restated)</i>	2018 <i>(Restated)</i>	2017	2016
Core net profit	520	700	832	700
				626

[Page 31 of the Annual Report 2020]

In FY2020, Gamuda recorded the lowest core net profit since FY2016. How does the Board plan to address the Group's deteriorating core net profit, moving forward?

MK Land Holdings Bhd (AGM)

The Group has to focus on cost-optimisation strategies to ensure the liquidity of the Group is adequate as well as look into realignment of resources focusing on maximising productivity. [page 2 of the Annual Report].

a) Please explain the cost-optimisation strategies the Group has implemented to date?

b) Through the cost-optimisation exercise, the Group managed to reduce the administrative expenses, by 19% for FY 2020 [RM48.5 million] as compared to FY2019 [RM59.8 million].

What are the types of administrative expenses that the Group has managed to reduce as a result of the cost-optimisation exercise and the RM value of each category of expense?

c) Please explain the areas in which the Group has been able to increase productivity as a result of the implementation of the productivity strategies?

d) What are the realignment of resources the Group has implemented and what is the resultant savings?

Trive Property Group Bhd (EGM)

Persoft Tower's occupancy rate was 38% as at September 2020. Gross annual rental income of Persoft Tower has declined since FYE2018 to RM1.9 million [FYE2019: RM2.2 million] [Section 2.2, page 4 of the Circular dated 24 November 2020 ("Circular")]. Trive acquired 60% equity interest of Avenue Escape Sdn Bhd ("AESB") on 12 March 2019 when the market value of Persoft Tower was RM85 million [Circular, dated 22 April 2019]. In relation to the proposed acquisition of the remaining 40% of equity interest in AESB ("Proposed Acquisition"), Persoft Tower's market value is RM83.4 million [Section 2.2, page 4 of Circular].

a) AESB is a 60% subsidiary of Trive, its financial results are consolidated by the Group and Trive has control over AESB.

Given the low occupancy rate, the declining rental income of Persoft Tower and its market value, what is the urgency to acquire the remaining 40% equity interest in AESB with cash?

b) Many businesses have been impacted by Covid-19 pandemic, is it viable to spend RM9.9 million cash for the 40% equity interest in AESB when the return on investment of the earlier acquisition of 60% equity interest in AESB has yet to be seen?

Berjaya Land Bhd (AGM)

Sports Toto Malaysia Sdn Bhd ("Sports Toto"), the principal subsidiary of the Group which operates the gaming business was allowed to resume business on 17 June 2020 after being closed since the imposition of the Movement Control Order ("MCO") on 18 March 2020, which resulted in the cancellation of 40 draws. [Page 11 of Annual Report – AR]. How is Sports Toto's performance (including number of draws) since 17 June 2020 till to date compared to the period of approximately 6 months till 8 March 2020? What is the current and expected growth rate?

Jaycorp Bhd (AGM)

The construction division of the Company registered a decrease in turnover from RM8.0 million in FYE 2019 to RM7.9 million in FYE 2020. The segment result decreased from RM3.6 million (profit) in FYE 2019 to RM0.4 million (loss) in FYE 2020. Disruptions to operations arising from the MCO hampered progress on the construction division's current projects throughout the year. [Page 19 of AR 2020]

What are the measures taken by the Company to return this division back to profitability in FYE 2021?