

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

New Straits Times, Business Times – Monday, 19 June, 2023 **(Part 1)**

<b>MSWG AGM/EGM WEEKLY WATCH</b>																
<b>19 - 23 JUNE 2023</b>																
<p>MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 19 - 23 June 2023.</p> <p>The extraction of the question raised in the letter is highlighted here. For the details of other questions, please login to MSWG website at <a href="http://www.mswg.org.my">www.mswg.org.my</a>.</p> <p><b>One of the points of interest to be raised:</b></p>																
Company	Points/Issues to Be Raised															
<b>BCM Alliance Berhad (AGM)</b>	<p>Other receivables, deposits and prepayments increased to RM78.3 million in FY2022 from RM39.4 million in FY2021. This was mainly due to the increase in other receivables and deposits of RM24.3 million and RM13.6 million respectively. (page 127 of AR 2022)</p> <p>a) Please provide the breakdown of other receivables. As mentioned at last year's AGM, the Group had placed RM30 million with a third party renowned law firm. How much funds are still placed with this law firm? How much was the interest income received from these funds in FY2022?</p> <p>b) What is the name of this law firm?</p> <p>c) What was the reason for the significant increase in deposits?</p>															
<b>Destini Berhad (AGM) 2021</b>	<p>1. There were substantial increases in impairment charges for the Group in the following items for FY2022: (page 102 of AR 2022)</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th style="text-align: center;">2022</th> <th style="text-align: center;">2021</th> </tr> </thead> <tbody> <tr> <td>Impairment loss on:</td> <td style="text-align: center;">RM'000</td> <td style="text-align: center;">RM'000</td> </tr> <tr> <td>Trade receivables</td> <td style="text-align: center;">19,851</td> <td style="text-align: center;">1,718</td> </tr> <tr> <td>Other receivables</td> <td style="text-align: center;">6,696</td> <td style="text-align: center;">425</td> </tr> <tr> <td>Property, plant and equipment</td> <td style="text-align: center;">934</td> <td style="text-align: center;">-</td> </tr> </tbody> </table> <p>a) What are the main reasons for the substantial impairment charges for each item above?</p> <p>b) For each item, what is the likelihood of further impairment or reversal or recoverability, where applicable, in FY2023?</p> <p>c) Are impairments expected to increase going forward?</p> <p>d) How much of the impaired amounts have been recovered to date?</p> <p>2. The impairment losses on amount due from subsidiaries has increased to RM130.2 million in FY2022 (FY2021: RM Nil) (page 102 of AR 2022).</p> <p>a) Please provide the names of the subsidiaries that have the impairment losses.</p> <p>b) What were the reasons for the high impairment losses in FY2022?</p> <p>c) What are the measures taken by the Company to ensure that the impairment losses on amount due from subsidiaries does not increase further?</p> <p>d) How much of the impaired amounts have been recovered to date?</p>		2022	2021	Impairment loss on:	RM'000	RM'000	Trade receivables	19,851	1,718	Other receivables	6,696	425	Property, plant and equipment	934	-
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<b>FGV Holdings Berhad (AGM)</b>	<p>Impairment loss on amounts due from other related companies increased significantly to RM12.75 million (2021: RM0.14 million), while impairment loss of receivables (net) increased substantially to RM13.44 million (2021: RM2.94 million). (pages 19 &amp; 20 of AFS2022)</p> <p>a) What is the cause for the significant increase in impairment loss on amounts due from related companies? Which are the affected related companies? What is the probability of reversing or making further impairment losses in financial year ending 2023?</p> <p>b) Why is there such a huge increase in impairment loss of receivables (net)? What comprises these impaired receivables? How much of the impaired losses has been recovered to date and what is the probability of recovering the remaining balance?</p>															
<b>Sapura Industrial Berhad (AGM)</b>	<p>The Group has secured Toyota as a new customer in FY2023 and has commenced development for future supply of brake components and coil springs for their new models. (Page 30 of AR)</p> <p>a) What is the expected sale per annum of brake components and coil springs to Toyota?</p> <p>b) Has the Group commenced supplying brake components and coil springs to Toyota?</p> <p>c) What is the contract period for this new contract with Toyota?</p>															
<b>Vitrox Corporation Berhad (AGM)</b>	<p>The Group anticipates a brief pause in growth during the 1st half of 2023 due to unfavourable global macroeconomic conditions and material shortage, ViTrox confident in its resilience and agility to weather this storm. In the 2nd half of the year, the Group expect a surge in demand for its products in China as the country reopens its borders and the government provides strong support. Once the inventory correction ends at the end of the 1st half of 2023, the Group believes production capacity will start to increase with returning consumer confidence. (page 43 of AR2022)</p> <p>To-date, are there signs of demand for the Group's products picking up? What is the current book-to-bill ratio?</p>															