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## MSWG AGM/EGM WEEKLY WATCH 6 – 10 JANUARY 2025

MSWG had issued AGM/EGM letter to the following PLCs for their shareholders meeting held from 6 - 10 January 2025.

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](http://www.mswg.org.my).

**One of the points of interest to be raised:**

Company	Points/Issues to Be Raised
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**UWC Berhad (AGM)**

The following are the financial highlights of the Group. The Group recorded the lowest PBT and PAT margins in FYE2024 in a span of 7 years, dropping from an average of 29% and 23% respectively, to the record low margins of 8% and 5% in the reporting period.

	FYE2018	FYE2019	FYE2020	FYE2021	FYE2022	FYE2023	FYE2024
Revenue	136,495	144,354	219,050	285,024	345,631	271,744	248,397
PBT	37,327	46,191	72,659	114,789	139,736	67,876	18,781
PAT	31,224	36,236	57,764	91,533	106,774	53,826	13,196
PBT Margin	27%	32%	33%	40%	40%	25%	8%
PAT Margin	23%	25%	26%	32%	31%	20%	5%

- a) What factors contributed to the record low margins of 8% and 5% in the reporting period, compared to the historical averages of 29% and 23% of PBT and PAT margins, respectively?
- b) Does the Group anticipate that this trend of low margins will continue into the next fiscal year? If so, what strategic actions will the Management take to improve the PBT and PAT margins?

**Classita Holdings Berhad (EGM)**

“Barring any unforeseen circumstances, the Board believes the Proposed Diversification will potentially contribute positively to the Group’s future earnings. Nonetheless, upon completion of the Proposed Diversification, the Group’s existing businesses would remain and continue as part of the core business of the Group.” (page 14 of the Classita’s Circular)

Apart from the core business of undergarment manufacturing, Classita is also involved in direct selling/retail as well as property development and construction activities.

- a) As of 30 June 2024, Classita reported a net loss of RM3.19 million with all operating segments incurring losses (page 3 of the Circular). Considering such performances, shouldn’t the Board prioritise turning around existing business segments before pursuing new ventures? Please clarify the Company’s current and future priorities.
- b) The property development and construction has yet to make significant financial contributions since its inception in 2022 via the acquisition of a 97.24% stake in Kepayang Height Sdn Bhd (pages 2 – 5 of the Circular). This may raise questions about the Company’s capability to execute new ventures successfully. How will the new venture be different this time?
- c) Please clarify the capital requirements for the undergarments manufacturing, property development and construction, as well as the proposed new business over the next two to three years.

