

SAPURA INDUSTRIAL BERHAD
(Company No. 17547-W)
(Incorporated in Malaysia)

SUMMARY OF KEY MATTERS DISCUSSED AT THE 43RD ANNUAL GENERAL MEETING OF SAPURA INDUSTRIAL BERHAD HELD AT MULTI-PURPOSE HALL, GROUND FLOOR, SAPURA @ MINES, NO. 7, JALAN TASIK, THE MINES RESORT CITY, 43300 SERI KEMBANGAN, SELANGOR DARUL EHSAN ON WEDNESDAY, 26 JUNE 2019 AT 11:00 A.M.

ATTENDEES

- 1) All members of the Board of Directors
- 2) Chief Executive Officer
- 3) Company Secretary
- 4) Representatives from Messrs. Ernst & Young
- 5) Representative from Messrs. Zul Rafique & Partners
- 6) Shareholders/ Proxies/ Authorised Representative/ Invitees and others as per attendance list

CHAIRMAN

The Chairman of the Meeting, YBhg Tan Sri Dato' Seri Ir. Shamsuddin bin Abdul Kadir ("Tan Sri Chairman") welcomed all present at the Forty Third Annual General Meeting ("43rd AGM") of the Company. Tan Sri Chairman briefly introduced the members of the Board and Company Secretary to all present.

QUORUM

The presence of quorum was confirmed by the Company Secretary pursuant to Article 68 of the Company's Articles of Association.

NOTICE

The Notice convening the Meeting dated 28 May 2019 was sent out to all shareholders on 28 May 2019. The said Notice was announced to Bursa Malaysia on 27 May 2019 and also advertised in The Star newspaper on 28 May 2019. The Notice having been circulated within the prescribed period was, with the permission of the Meeting, taken as read.

POLL VOTING

All the resolutions as set out in the Notice of the 43rd AGM dated 28 May 2019 were conducted by way of poll. Tricor Investor & Issuance House Sdn. Bhd. and Coopers Professional Scrutineers Sdn. Bhd. have respectively been appointed as the poll administrator and independent scrutineers to confirm and validate the votes cast at this 43rd AGM.

SUMMARY OF KEY MATTERS DISCUSSED AT THE 43RD AGM

1. Questions received by the Company from the Minority Shareholders Watch Group (“MSWG”), and the Company’s responses were read out by the Company Secretary during the Meeting.

2. The following are the key questions that were raised from the floor, which were responded and addressed by management and the Board:

a. Why there is a drop in revenue for service sector from RM1.2M in 2018 to RM100K in 2019?

The Group Financial Controller explained that the service sector formed a very small part of the Company’s business and it is not automotive related. It relates to refurbishment of machineries and equipment.

b. Why there is no increase in revenue from outside Malaysia?

The Group Financial Controller informed that the revenue from outside Malaysia is approximately RM300,000, which is from General Motors Brazil and India in respect of the suspension components.

She further explained that the volume from General Motors overseas had dropped, resulting in decline in revenue.

c. What is the reason for drop in income from short term investment?

The Group Financial Controller explained that income from short term investment relates to placement in money market instruments. The fluctuation in profit is in line with balances maintained with the financial institutions.

d. On impairment of receivables, how many and what is the status of the impaired companies?

The Group Financial Controller informed that the impaired receivables relate to the after sales spare parts trading business which is non-manufacturing related. It forms a very small percentage of the Company’s total revenue. There are four (4) distributors involved and the Company had taken all necessary measures including bankruptcy proceedings against the distributors.

e. What is the impact on Proton – Geely joint venture to Group’s revenue?

The Group Financial Controller explained that the Company shall continue to strengthen its relationship and explore every potential business opportunity with both Proton and Geely.

f. How are the Key Performance Indicators (KPIs) for the Company derived?

The Chief Executive Officer informed that the Company’s business KPIs are derived from its annual budget and business plan. Among items monitored are revenue, productivity, efficiency and profitability, in which business units continuously monitor and manage.

POLLING RESULTS

POLLING RESULTS AGM 2019

Resolution(s)	Vote For		Vote Against		Total Votes	
	No of Units	%	No of Units	%	No of Units	%
Ordinary Resolution 1	44,863,863	99.99963	168	0.00037	44,864,031	100
Ordinary Resolution 2	44,863,863	99.99963	168	0.00037	44,864,031	100
Ordinary Resolution 3	44,863,713	99.99929	318	0.00071	44,864,031	100
Ordinary Resolution 4	44,863,713	99.99974	118	0.00026	44,855,831	100
Ordinary Resolution 5	44,851,688	99.99076	4,143	0.00924	44,855,831	100
Ordinary Resolution 6	44,850,688	99.98853	5,143	0.01147	44,855,831	100
Ordinary Resolution 7	44,854,613	99.99751	1,118	0.00249	44,855,731	100

The results of the polling were validated by the appointed independent scrutineers, Coopers Professional Scrutineers Sdn. Bhd.

Based on the results of the polling, the Chairman declared that all resolutions tabled at the AGM are carried.

The Meeting **RESOLVED** that all the ordinary resolutions be **APPROVED** as tabled.

The 43rd AGM concluded at 12.45 p.m.