

Minutes of the Sixty-Sixth Annual General Meeting (“66th AGM” or “the Meeting”)

Minutes of the 66th AGM of Sapura Resources Berhad (“SRB” or “the Company”) deemed held where the Chairman of the Meeting was in Malaysia and on a fully virtual basis hosted on the website at <https://meeting.boardroomlimited.my> provided by Boardroom Share Registrars Sdn. Bhd. in Malaysia on Tuesday, 18 July 2023 at 10:00 a.m.

DIRECTORS	:	Encik Ahmad Jauhari bin Yahya (<i>Chairman</i>)	- Independent Non-Executive Director
		YH. Dato’ Shahrman bin Shamsuddin	- Managing Director
		YBhg. Tan Sri Dato’ Seri Shahril bin Shamsuddin	- Non-Independent Non-Executive Director
		YBhg. Tan Sri Datuk Amar (Dr.) Hamid bin Bugo	- Non-Independent Non-Executive Director
		Mr. Andrew Heng	- Independent Non-Executive Director
		Dr. Yap Lang Ling	- Independent Non-Executive Director
		Encik Reza bin Abdul Rahim	- Non-Independent Non-Executive Director

MEMBERS : As per the Attendance List

PROXY HOLDERS / CORPORATE REPRESENTATIVES : As per the Attendance List

INVITEES : As per the Attendance List

IN ATTENDANCE	:	Ms. Chua Siew Chuan	- Company Secretary
		Ms. Rachel Chong	- Assisting the Company Secretary
		Mr. Branden Lim	- Assisting the Company Secretary

1. OPENING REMARKS BY THE CHAIRMAN

NOTED Encik Ahmad Jauhari bin Yahya (“the Chairman”) was in the chair. The Chairman welcomed all present to the live streaming of the 66th AGM of the Company.

The Chairman informed all that keeping in mind the continuing safety and health of the shareholders of the Company, the Board of Directors has decided that the 66th AGM of the Company be held on a fully virtual basis via the live streaming webcast and online remote voting using remote participation and voting facilities hosted on the website at <https://meeting.boardroomlimited.my> provided by Boardroom Share Registrars Sdn. Bhd.

The Chairman then introduced the Directors, the Company Secretary of the Company and the representative from Ernst & Young PLT (“EY”), the External Auditors of the Company who joined the Meeting from their respective locations.

2. QUORUM

The requisite quorum being present pursuant to Clause 94 of the Company’s Constitution, the Chairman declared the Meeting duly convened. The Chairman then called the Meeting to order at 10:00 a.m.

The Chairman informed the Meeting that the Company used 11 July 2023 as the determinant date of the General Meeting Record of Depositors.

3. PROCEEDINGS OF THE MEETING

INFORMED Ms. Chua Siew Chuan, the Company Secretary briefed that the Meeting would first be taken through each item of the Agenda and followed by the question-and-answer (“Q&A”) session to respond to the questions transmitted by shareholders and proxies.

As stipulated by the Securities Commission Malaysia, shareholders and proxies could rely on real time submission of typed texts to exercise their rights to speak or communicate in the Meeting by submitting questions or remarks in relation to the items in the Agenda through the messaging box within the online meeting portal. The Chairman would announce the relevant questions and answer the questions accordingly.

The Company Secretary further informed that any unattended questions and/or remarks submitted during the Meeting will be responded to by the Company after the Meeting via email.

4. NOTICE

NOTED The Notice convening the Meeting dated 31 May 2023 having been circulated within the prescribed period was, with the permission of the Meeting, taken as read.

5. VOTING PROCEDURES

INFORMED The Chairman informed all that voting for the Meeting would be conducted by way of electronic polling which complies with the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The Chairman further informed that there were shareholders who could not to participate in the Meeting and had appointed him to vote on their behalf. Accordingly, the Chairman would be voting in his capacity as a proxy in accordance with the shareholders’ instructions, where indicated.

The Chairman informed all that there is no legal requirement for a proposed resolution to be seconded and as such, the voting module has been made accessible to all to cast and submit their votes from the start of the Meeting. The voting module would continue to be accessible for an additional ten (10) minutes after all the questions transmitted during the Meeting have been dealt with and would close upon the closure of the voting session to be shown on the screen.

The Chairman informed that Boardroom Share Registrars Sdn. Bhd. has been appointed as the Poll Administrator and SKY Corporate Services Sdn. Bhd. has been appointed as the Independent Scrutineers to verify the results of the electronic poll voting.

A short video clip containing the polling process was then played.

6. PRESENTATION BY THE MANAGEMENT

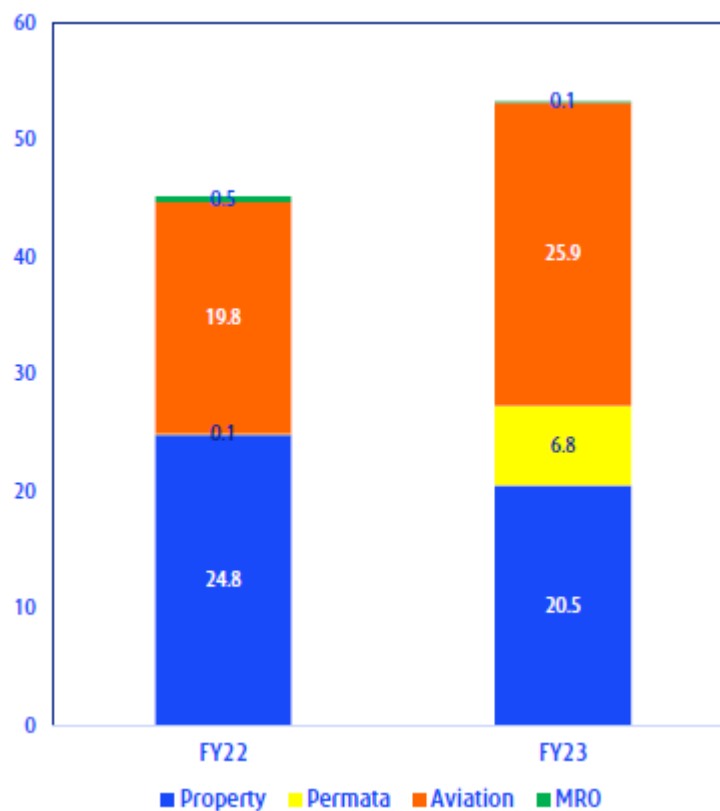
BRIEFED AND INFORMED

The Chairman invited the Chief Financial Officer of the Company, Encik Shahrul Ekram bin Sofian @ Mokhtar (“**Encik Shahrul**”), to give a presentation on the highlights of the financial and business performance of the Group and the Company’s response to the letter received from the Minority Shareholders Watch Group (“**MSWG**”) on 10 July 2023.

Encik Shahrul presented, and the Meeting noted the following presentation:-

1. Sapura Resources Berhad

Financial Highlights: SRB Group Revenue (RM’ mil)

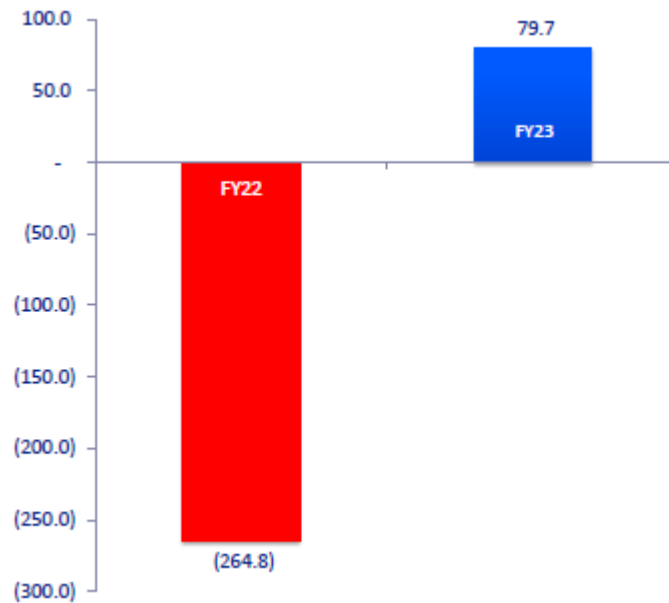


Financial Year (“**FY**”) 2023 revenue increased by RM8.1 million (18%) as compared to FY 2022 mainly due to:-

- (i) RM6.1 million increase in Aviation segment’s revenue; and
- (ii) RM2.4 million increase in Property Investment’s revenue [includes Permata Sapura of RM6.8 million (2022: RM0.1 million)].

Note: The aircraft Maintenance, Repair and Overhaul (“**MRO**”) business was discontinued in FY 2022 and is under the purview and control of a liquidator effective from 20 February 2023.

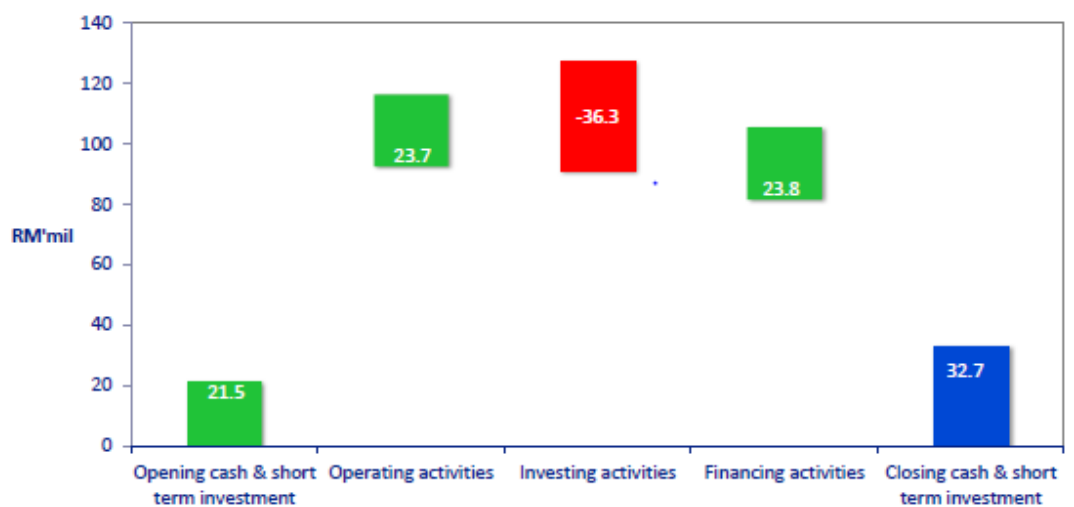
Financial Highlights: SRB Group Profit After Tax (“PAT”) (RM’mil)



The Group reported a PAT of RM79.7 million as compared to the LAT of RM264.8 million in FY 2022 mainly due to the following:-

- (i) Reversal of impairment of Permata Sapura Master Lease Agreement (“MLA”) asset amounting to RM122.9 million; and
- (ii) One-off gain upon recognition of finance lease receivables in accordance with MFRS 16 amounting to RM35.2 million.

Financial Highlights: FY 2023 Cash Flow (Cash and Short-Term Investment)



2. Property Segment and Food and Beverage

Property Segment

As at 31 January 2023



Notes:

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- Revenue from Jalan Tandang is disclosed under Other Income in accordance with MFRS 16.
- Warehouse and office block.

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- Refer to slide on Investment in Joint Venture & Associates

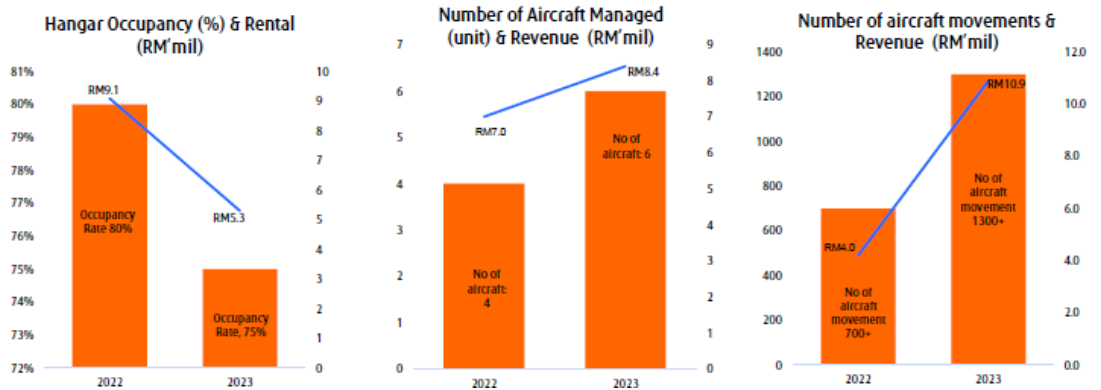
Property Segment: Food and Beverage



Revenue for FYE 31 January
 2023: RM835K (2022: RM20K)

3. Aviation Segment

Status as at 31 January 2023

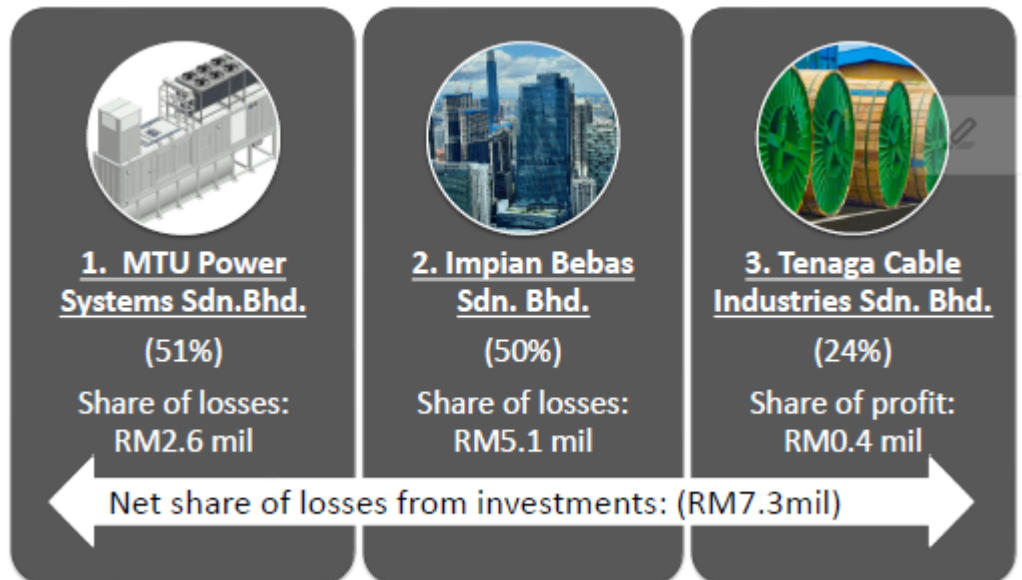


Note:

Rental revenue from Aerodome Services Sdn. Bhd. (“ADSB”) is disclosed under Other Income in accordance with MFRS 16.

4. Investment in Joint Venture & Associate

Status as at 31 January 2023



Permata Sapura



Note: Revenue was included as rental revenue in Property segment

Encik Shahrul then proceeded to read the letter from the MSWG and the Company’s corresponding reply, details of which are attached to this Minutes as “**Appendix A**”.

Upon completion, the Chairman thanked Encik Shahrul for his presentation.

7. AUDITED FINANCIAL STATEMENTS TOGETHER WITH THE DIRECTORS’ AND AUDITORS’ REPORTS FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2023

NOTED The Chairman informed that the first item on the Agenda is to receive the Audited Financial Statements together with the Directors’ and Auditors’ reports for the financial year ended 31 January 2023.

The Meeting noted that pursuant to Section 340(1)(a) of the Companies Act 2016, shareholders’ approval is not required for this item of the Agenda and would not be put for voting. The Chairman then declared that the Audited Financial Statements of the Company for the financial year ended 31 January 2023 together with the Directors’ and Auditors’ Reports thereon be received.

**8. ORDINARY RESOLUTION 1
– TO APPROVE THE PAYMENT OF DIRECTORS’ FEES OF RM506,191.78 FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2023**

INFORMED The Chairman informed the Meeting that the next item on the Agenda is to approve the payment of Directors’ fees amounting to RM506,191.78 for the financial year ended 31 January 2023.

**9. ORDINARY RESOLUTION 2
– TO APPROVE THE PAYMENT OF DIRECTORS’ BENEFITS PAYABLE UP TO AN AMOUNT OF RM70,000.00 FROM 19 JULY 2023 UNTIL THE DATE OF THE NEXT AGM OF THE COMPANY.**

INFORMED The Chairman informed the Meeting that the third item on the Agenda is to approve the payment of Directors’ benefits payable up to an amount of RM70,000.00 from 19 July 2023 until the date of the next AGM of the Company. The proposed benefits are comprised of meeting allowance only.

**10. ORDINARY RESOLUTION 3
– RE-ELECTION OF DATO’ SHAHRIMAN BIN SHAMSUDDIN WHO RETIRED IN ACCORDANCE WITH CLAUSE 116 OF THE COMPANY’S CONSTITUTION**

INFORMED The Chairman informed that the next item on the Agenda is to re-elect the retiring Director, namely Dato’ Shahrیمان bin Shamsuddin pursuant to Clause 116 of the Company’s Constitution and being eligible, had offered himself for re-election.

The Meeting noted that Tan Sri Datuk Amar (Dr.) Hamid bin Bugo who is also retiring pursuant to Clause 116 of the Company’s Constitution had expressed his intention not to seek re-election, and that he would retain office until the close of the 66th AGM.

**11. ORDINARY RESOLUTIONS 4 & 5
– RE-ELECTION OF THE FOLLOWING DIRECTORS WHO RETIRED IN ACCORDANCE WITH CLAUSE 115 OF THE COMPANY’S CONSTITUTION:**

- (a) DR. YAP LANG LING; AND**
- (b) ENCIK REZA BIN ABDUL RAHIM**

INFORMED The Chairman informed that the next item on the Agenda is to re-elect the retiring Directors, namely Dr. Yap Lang Ling and Encik Reza bin Abdul Rahim pursuant to Clause 115 of the Company’s Constitution and being eligible, had offered themselves for re-election.

**12. ORDINARY RESOLUTION 6
– TO RE-ELECT ERNST & YOUNG PLT AS AUDITORS OF THE COMPANY UNTIL THE CONCLUSION OF THE NEXT AGM AND TO AUTHORISE THE DIRECTORS TO FIX THEIR REMUNERATION**

INFORMED The Chairman informed the Meeting that the next item on the Agenda is to re-appoint Ernst & Young PLT as Auditors of the Company until the conclusion of the next Annual General Meeting and to authorise the Directors to fix their remuneration.

The Meeting noted that Ernst & Young PLT had indicated their willingness to continue in office as Auditors of the Company.

The Meeting further noted that the Board Audit and Risk Committee and the Board had reviewed Ernst & Young PLT’s performance as Auditors of the Company for the past financial years and are satisfied with their effectiveness and performance as Auditors of the Company.

SPECIAL BUSINESS

**13. ORDINARY RESOLUTION 7
– AUTHORITY FOR DIRECTORS TO ISSUE AND ALLOT SHARES PURSUANT TO SECTIONS 75 AND 76 OF THE COMPANIES ACT 2016 AND WAIVER OF PRE-EMPTIVE RIGHTS**

INFORMED The Chairman informed that the next item on the Agenda is a special business to approve the Ordinary Resolution in respect of the authority to issue and allot shares pursuant to Sections 75 and 76 of the Companies Act 2016 and Waiver of Pre-Emptive Rights.

The proposed Ordinary Resolution is primarily to give flexibility to the Board to issue and allot shares at any time to such persons in their absolute discretion without convening a general meeting provided that the aggregate number of the shares issued does not exceed ten per centum (10%) of the total number of issued shares of the Company for the time being.

Once the proposed Ordinary Resolution is carried, the shareholders of the Company shall agree to waive their statutory pre-emptive right and will allow the Directors to issue new shares to any person under general mandate without having to offer the new shares to all existing shareholders of the Company prior to issuance of the new shares.

14. ANY OTHER BUSINESS

NOTED The Meeting noted that there is no other business to be transacted at the Meeting of which due notice had been given.

15. Q&A SESSION

INFORMED The Chairman then proceeded to answer the questions submitted by the shareholders or proxies via messaging box during the AGM. The Chairman informed that similar questions have been identified, grouped, and combined in the interest of time.

ENQUIRED AND RESPONDED The salient enquiries and comments made by the shareholders as well as responses from the Board and Management are as follows:

Question 1:

Encik Mohd Tahir bin Maulut (“**Encik Mohd Tahir**”) asked on the Company’s future outlook.

Response:

The Company will continue focusing on two (2) segments, namely Property (inclusive of the Permata Sapura building) and Aviation. The Board and Management will also review the Company’s investment portfolio moving forward to overcome future challenges and to ensure the capital is invested into businesses that will generate a better return to the shareholders, while exploring other opportunities simultaneously.

Question 2:

Encik Mohd Tahir requested the Board to provide an e-wallet or e-voucher to the attendees of the Meeting as a token of appreciation in conjunction with the 66th anniversary of the Company.

Response:

The Board took note of the request for an e-wallet or e-voucher. The Chairman informed that a RM30 Touch n Go e-wallet voucher will be given to all the shareholders who attended the 66th AGM as a token of appreciation.

Question 3:

Mr. Kow Lih Shi enquired if there will be any dividend for this year.

Response:

The Chairman informed that there is no dividend for the year as all of the financial resources of the Company have been committed to its existing projects, including the Permata Sapura building.

There being no further questions, the Meeting proceeded with the polling process.

16. POLL VOTING

NOTED At this juncture, the short video clip regarding the polling process was then played again. The shareholders and proxies were given ten (10) minutes to cast and submit their votes. Thereafter, the Scrutineer proceeded to verify the poll results.

17. ANNOUNCEMENT OF POLL RESULTS

ANNOUNCED The Chairman resumed the Meeting at 11:10 a.m. after the verification of poll results by the Scrutineer. The results of the poll as follows were shown on the screen:-

Resolutions	Voted in Favour		Voted Against		Results
	No. of Shares	%	No. of Shares	%	
Ordinary Resolution 1 To approve the payment of Directors’ fees of RM506,191.78 for the financial year ended 31 January 2023	73,780,515	99.2620	548,578	0.7380	Carried
Ordinary Resolution 2 To approve the payment of Directors’ benefits payable up to an amount of RM70,000.00 from 19 July 2023 until the date of the next AGM of the Company	72,717,778	97.8322	1,611,315	2.1678	Carried
Ordinary Resolution 3 To re-elect Dato’ Shahrman bin Shamsuddin who retires in accordance with Clause 116 of the Company’s Constitution	72,868,660	97.9255	1,543,683	2.0745	Carried
Ordinary Resolution 4	72,872,702	97.9309	1,539,641	2.0691	Carried

To re-elect Dr. Yap Lang Ling who retires in accordance with Clause 115 of the Company’s Constitution					
Ordinary Resolution 5 To re-elect Encik Reza bin Abdul Rahim who retires in accordance with Clause 115 of the Company’s Constitution	72,873,631	97.9322	1,538,712	2.0678	Carried
Ordinary Resolution 6 To re-appoint Ernst & Young PLT as Auditors of the Company until the conclusion of the next AGM and to authorize the Directors to fix their remuneration.	74,399,765	99.9777	16,578	0.0223	Carried
Ordinary Resolution 7 Authority for Directors to Allot and Issue Shares pursuant to Sections 75 and 76 of the Companies Act 2016 and Waiver of Pre-Emptive Rights	73,278,833	98.4716	1,137,390	1.5284	Carried

INFORMED The Chairman then declared that all the Ordinary Resolutions are **CARRIED**.

RESOLVED The Meeting **RESOLVED** that all the Ordinary Resolutions be and are hereby **APPROVED** as follows:-

ORDINARY RESOLUTION 1

- **TO APPROVE THE PAYMENT OF DIRECTORS’ FEES OF RM506,191.78 FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2023**

“**THAT** the payment of Directors’ fees of RM506,191.78 for the financial year ended 31 January 2023, be and is hereby approved for payment.”

ORDINARY RESOLUTION 2

- **TO APPROVE THE PAYMENT OF DIRECTORS’ BENEFITS PAYABLE UP TO AN AMOUNT OF RM70,000.00 FROM 19 JULY 2023 UNTIL THE DATE OF THE NEXT AGM OF THE COMPANY.**

“**THAT** the payment of Directors’ benefits payable up to an amount of RM70,000.00 from 19 July 2023 until the date of the next AGM of the Company, be and is hereby approved for payment.”

ORDINARY RESOLUTION 3

- RE-ELECTION OF DATO’ SHAHRIMAN BIN SHAMSUDDIN WHO RETIRED IN ACCORDANCE WITH CLAUSE 116 OF THE COMPANY’S CONSTITUTION

“**THAT** Dato’ Shahriman bin Shamsuddin who retired in accordance with Clause 116 of the Company’s Constitution and being eligible for re-election, be and is hereby re-elected as a Director of the Company.”

ORDINARY RESOLUTION 4

- RE-ELECTION OF DR. YAP LANG LING WHO RETIRED IN ACCORDANCE WITH CLAUSE 115 OF THE COMPANY’S CONSTITUTION

“**THAT**, Dr. Yap Lang Ling who retired in accordance with Clause 115 of the Company’s Constitution and being eligible for re-election, be and is hereby re-elected as a Director of the Company.”

ORDINARY RESOLUTION 5

RE-ELECTION OF ENCIK REZA BIN ABDUL RAHIM WHO RETIRED IN ACCORDANCE WITH CLAUSE 115 OF THE COMPANY’S CONSTITUTION

“**THAT**, Encik Reza bin Abdul Rahim who retired in accordance with Clause 115 of the Company’s Constitution and being eligible for re-election, be and is hereby re-elected as a Director of the Company.”

ORDINARY RESOLUTION 6

- TO RE-ELECT ERNST & YOUNG PLT AS AUDITORS OF THE COMPANY UNTIL THE CONCLUSION OF THE NEXT AGM AND TO AUTHORISE THE DIRECTORS TO FIX THEIR REMUNERATION

“**THAT** Ernst & Young PLT be and are hereby re-appointed as Auditors of the Company until the conclusion of the next AGM and that authority be and is hereby given to the Directors to fix their remuneration.”

ORDINARY RESOLUTION 7

- AUTHORITY FOR DIRECTORS TO ISSUE AND ALLOT SHARES PURSUANT TO SECTIONS 75 AND 76 OF THE COMPANIES ACT 2016 AND WAIVER OF PRE-EMPTIVE RIGHTS

“**THAT** subject always to the Companies Act 2016 (“**the Act**”), the Constitution of the Company and the approvals from Bursa Malaysia Securities Berhad (“**Bursa Securities**”) and any other relevant governmental and/or regulatory authorities, the Directors of the Company be and are hereby empowered pursuant to Sections 75 and 76 of the Act, to allot and issue shares in the capital of the Company at any time, at such price, upon such terms and conditions, for such purposes and to such person or persons whomsoever as the Directors may in their absolute discretion deem fit, provided always that the aggregate number of shares to be issued pursuant to this resolution does not exceed ten per centum (10%) of the total number of issued shares of the Company for the time being (“**General Mandate**”);

AND THAT approval be and is hereby given for the pre-emptive rights of the shareholders of the Company under Section 85 of the Act read together with Clause 14 of the

Constitution, over all the new shares to be issued pursuant to and/or arising from the General Mandate ranking equally to the existing issued shares, being in proportion as nearly as the circumstances admit, to the amount of the existing shares held by the shareholders of the Company as at the date of issuance and allotment of such new shares (“**Pre-emptive Rights**”), be irrevocably and unconditionally waived (“**Waiver of Pre-emptive Rights**”);

AND THAT the Company be exempted from the obligation to offer such new shares to be issued and allotted pursuant to the General Mandate to the shareholders of the Company in accordance with the Pre-emptive Rights;

AND THAT the Directors and/or the Company Secretaries be hereby authorised to take all steps as are necessary and expedient in order to implement, finalise and give full effect to the Waiver of Pre-emptive Rights for and on behalf of the Company;

AND THAT the Directors be and are also empowered to obtain the approval for the listing of and quotation for the additional shares so issued on Bursa Securities;

AND FURTHER THAT such authority shall commence immediately upon the passing of this resolution and continue to be in force until the conclusion of the next AGM of the Company.”

CLOSE OF MEETING

There being no other business, the Chairman concluded the Meeting and thanked all for participating in this Meeting. The Meeting ended at 11:12 a.m. with a vote of thanks to the Chair.

CONFIRMED AS CORRECT,



Chairman

Dated: 18 July 2023

Appendix A

The details of the queries raised by the MSWG and the corresponding reply by the Company are as follows:-

Operational and Financial Matters

1) The Group managed to secure sub-tenancies for 16% of the office space under this Master Lease Agreement (“MLA”) (Page 15 of Annual Report).

a) What were the challenges faced by the Group in leasing out Lot 91 KLCC (Permata Sapura)?

Response:

The challenges were due to:

- (i) Oversupply of office space in Kuala Lumpur;
- (ii) Competitive low pricing for office space leasing due to the number of competitors within Kuala Lumpur City Centre; and
- (iii) Reduced demand for office space due to remove working flexibility.

b) What measures have the Group taken to attract more tenants to Permata Sapura? Are the measures taken successful in terms of tenants’ take-up rate? Please elaborate.

Response:

The Group has taken the following measures:

- (i) Offering attractive package and competitive rates;
- (ii) Promoting the building’s main attractions i.e., strategic location, serene greenery, perfect work-life balance, premier shopping and entertainment;
- (iii) Increase collaboration with property agents and Joint Venture (“JV”) partner, in a very competitive environment, where adjacent properties are offering very cheap rates;
- (iv) Increase digital marketing initiatives to enhance awareness of the Permata Sapura building.

The above measures had resulted to an increase in the tenants’ occupancy from 16% to 20.1%.

c) What is the rental income from Permata Sapura in Financial Year (“FY”) 2023?

Response:

The rental income for FY 2023 was RM6.8 million.

d) What is the current take up rate of Permata Sapura as of June 2023?

Response:

The current take up rate is 20.1% of office space under the MLA, with further potential space and tenancies currently under negotiation.

- 2) The Group’s revenue from ground operations improved substantially by RM6.7 million or 159% in FY 2023, with revenue increasing from RM4.2 million in FY 2022 to RM10.9 million in FY 2023 (Page 114 of the Annual Report).

Are the ground operations expected to perform better or worse in FY 2024? Please provide the reasons for the outlook.

Response:

The ground operations are expected to be flat to minimal growth due to intense competition and pricing pressure, which is expected to hit the Group’s margin.

- 3) The Group recorded a substantial increase in the sale of food & beverages in FY 2023 (RM835,000) as compared to FY 2022 (RM20,000) (Page 114 of Annual Report).

- a) Please explain the reasons for the increase in the sale of food & beverages in FY 2023.

Response:

The increase in sales is due to business was operating for a full year (12 months) whereas in the previous year, the business was operating for approximately one month.

- b) Where is the location of outlet(s) that sells the food & beverages?

Response:

The outlet is currently based in Sapura@Mines.

- c) Does the Group expect to see an increase in the sale of food & beverages in FY 2024? If yes, what is the expected revenue increase?

Response:

The Management do not expect any increase in the revenue because the tenant population remains the same. However, the Company will try to capitalise on the available assets to explore other areas of business e.g., weddings, catering for events, training and etc.

- 4) Tenaga Cables Industries Sdn. Bhd. (“TCISB”), an associate of the Company reported a higher profit of RM1.57 million in FY 2023 as compared to RM0.47 million in FY 2022 (Page 133 of Annual Report).

However, as compared to the revenue of RM376 million in FY 2023 and RM320 million in FY 2022, the profits generated were indeed on the low side.

- a) Please explain the reasons for the low profit margin of 0.42% (FY 2023) and 0.15% (FY 2022).

Response:

The low profit margin is due to the high cost of various raw materials and overheads.

- b) What measures have been taken to improve the profit margin moving forward?

Response:

The measures taken were:

- (i) Revising price or cancellation of onerous contract with the customers;
- (ii) Embark on various turnaround initiatives e.g., costing and margin improvement, overall equipment efficiency, portfolio rationalisation and product specifications, inventory optimisation, procurement and supply chain efficiency; and
- (iii) Pilot project on using alternatives to wooden drums to mitigate risk of price hikes.

Note: The responses for Question 4 are from the Management of TCISB.

- 5) The Group made an allowance for expected credit losses of RM1.85 million in FYs 2023 and 2022 respectively. The amount is due from a joint venture company (Page 139 of Annual Report).

- a) Please name the JV company mentioned above.

Response:

The JV company is Invation Aero Sdn. Bhd.

- b) What were the challenges faced by the Group in collecting the amount due from the JV company?

Response:

The JV company has become dormant due to the lack of business.

- c) Is there a possibility that the allowance for expected credit loss must be written off? If not, why?

Response:

Yes, the allowance for expected credit loss must be written off.