

ALCOM GROUP BERHAD

Incorporated in Malaysia
Registration No. 201701047083 (1261259-V)
("the Company")

SUMMARY OF KEY MATTERS DISCUSSED AT THE SECOND ANNUAL GENERAL MEETING ("AGM") OF ALCOM GROUP BERHAD CONDUCTED FULLY VIRTUAL AND LIVE-STREAMED FROM THE BROADCAST VENUE AT THE BOARD ROOM, R-05-17 (LEVEL 5), WISMA SCLAND, EMPORIS KOTA DAMANSARA, PERSIARAN SURIAN, 47810 PETALING JAYA, SELANGOR DARUL EHSAN, MALAYSIA ON TUESDAY, 23 JUNE 2020 AT 10.00 A.M.

Pursuant to Paragraph 9.21(2)(b) of the Main Market Listing Requirements, a listed issuer must publish a summary of the key matters discussed at the annual general meeting, as soon as practicable after the conclusion of the annual general meeting.

All ordinary resolutions that were tabled at the Second AGM of the Company were duly approved by the shareholders and proxies through poll voting. The shareholders also received the Audited Financial Statements of the Group and of the Company for the financial year ended 31 December 2019, along with Reports of the Directors and Auditors thereon.

The following results of the vote by poll were broadcasted on the screen:

	Vote For		Vote Against		Total Votes	
	No. of Units	%	No. of Units	%	No. of Units	%
ORDINARY BUSINESS						
Ordinary Resolution 1 Re-election of Wong Choon Shein as Director	83,824,207	99.998	1,601	0.002	83,825,808	100.000
Ordinary Resolution 2 Re-election of Lam Voon Kean as Director	83,814,207	99.986	11,601	0.014	83,825,808	100.000
Ordinary Resolution 3 Approval of payment of Directors' Fees amounting to RM300,000 and payment of benefits of up to RM50,000 to the Non-Executive Directors of the Company and its subsidiaries for the financial year ending 31 December 2020	83,807,097	99.978	18,711	0.022	83,825,808	100.000
Ordinary Resolution 4 Re-appointment of KPMG PLT as Auditors of the Company to hold office until the conclusion of the next Annual General Meeting of the Company and to authorise the Directors to fix the Auditors' remuneration	83,824,607	99.999	1,201	0.001	83,825,808	100.000
SPECIAL BUSINESS						
Ordinary Resolution 5 Proposed authority to Directors to allot and issue shares pursuant to Sections 75 and 76 of the Companies Act 2016	83,817,057	99.992	6,501	0.008	83,823,558	100.000
Ordinary Resolution 6 Proposed renewal of authority for the Company to purchase its own shares	83,802,057	99.998	1,501	0.002	83,803,558	100.000
Ordinary Resolution 7 Proposed renewal of mandate for the Company and its subsidiaries to enter into recurrent related party transactions of a revenue or trading nature	41,290,359	99.996	1,501	0.004	41,291,860	100.000

Questions were received via the Query Box during the Second AGM of the Company which were duly addressed by the Chairman, President cum Chief Executive Officer and Officers of the Company as follows:

- Q1**
- (i) How is the property business doing?**
 - (ii) Sales so far?**
 - (iii) What has been launched?**
 - (iv) What will be launched soon?**

- A1
- (i) The property business could be better. The property sector was badly affected by the Movement Control Order (“MCO”). Post MCO or the Recovery MCO will be very challenging for the business, especially with the restrictive mortgage lending conditions by banks. However, the Group will capitalise on the Kota Damansara Project’s unique selling point i.e. the first-of-its kind in Malaysia, location and price. Also, the cut in the overnight policy rate by Bank Negara Malaysia is very supportive of property development business.
 - (ii) 247 units in Hub 1 were launched and approximately two-thirds (2/3) of the units were booked, out of which Sale and Purchase Agreement of 133 units in Hub 1 have been signed. The conversion rate is more than 80%, thus considering the current property climate, it is quite alright.
 - (iii) Hub 1 has been launched.
 - (iv) Hub 2 which comprises 240 units, subject to the market situation and buyers’ responsiveness, will be launched soon.

- Q2 What is the prospect of the remaining quarters of the current financial year and the next year?**

- A2 The COVID-19 pandemic has brought unprecedented challenges to individuals and businesses across the world. The question on prospect is as good as asking when the pandemic will be over and that is a question that nobody is able to answer, unless there is a COVID-19 vaccine.

The remaining quarter of this year will be tough. The management is focused on sustaining Aluminium Company of Malaysia Berhad (“ALCOM”) and is keeping ALCOM lean and mean. The management is also aggressively exploring other opportunities, for example, the manufacturing segment is looking to venture into other geographical regions such as the United States of America (“USA”).

With the uncertainties brought about by the pandemic, the management will focus on getting through this year but still remain optimistic for next year.

- Q3**
- (i) Will COVID-19 cause the Kota Damansara project to be delayed?**
 - (ii) Will the Kota Damansara project contribute any profit this year?**
 - (iii) Any e-voucher as door gift?**

- A3
- (i) Yes, there is a short delay because of the 2 to 3 months MCO and now the Recovery MCO, there is also the COVID-19 standard operating procedures to comply with. However, the Government is also supportive of the construction and property development business.
 - (ii) Yes, the Kota Damansara project will contribute to the Group’s profit this year.
 - (iii) We apologise that we are not able to give any e-voucher this year. In the next AGM if held physically, we will give physical vouchers as per past practises. We hope you will bear with us and thank you for your understanding.

Q4 In view of the pandemic and since the Company has been badly affected by the MCO, in which earnings are expected to be depressed, is the Board of Directors going to lay off staff and/or cut salaries?

A4 At this stage, the Board of Directors (“**Board**”) is still looking to sustain the Company and it is not the Board’s objective to lay off any staff or cut any salary. The Board will be monitoring the profitability of the Company and remains optimistic on the longer term outlook.

Before the MCO, the manufacturing segment had received high orders for its coated fin and was looking forward to the month of April 2020 to break all records. Unfortunately, due to the MCO, the orders could not be delivered. However, the management expects the orders to resume in due course and the staff will be needed when the time comes.

**Q5 (i) Will the Company revert to physical AGM next year?
(ii) How much does it cost to hold a virtual AGM?
(iii) What is the Company’s strategy going forward for the aluminium products?**

A5 (i) Barring unforeseen circumstances, the Company will revert to a physical AGM next year.

(ii) The cost to hold a virtual AGM is about RM45,000 while a physical AGM costs only about RM10,000.

(iii) At the moment, ALCOM is grounded. As mentioned earlier, the management is focused in keeping ALCOM lean and mean. The manufacturing segment has been going through cost cutting exercise for the past few years, and will continue to keep cost really low and refine the processes.

The Company’s strategy going forward is to grow ALCOM. As mentioned earlier, the management is aggressively exploring other geographical regions such as USA, which is a great market, but it is not something that ALCOM can enter overnight.

The Second AGM of the Company concluded and closed at 11.01 a.m.