

SUMMARY OF KEY MATTERS DISCUSSED AT THE TWENTY-FIFTH ANNUAL GENERAL MEETING OF THE COMPANY CONDUCTED FULLY VIRTUAL AT THE BROADCAST VENUE AT MEETING ROOM, SECURITIES SERVICES (HOLDINGS) SDN. BHD., LEVEL 7, MENARA MILENIUM, JALAN DAMANLELA, PUSAT BANDAR DAMANSARA, DAMANSARA HEIGHTS, 50490 KUALA LUMPUR, WILAYAH PERSEKUTUAN ON FRIDAY, 18 SEPTEMBER 2020 AT 2:30 P.M.

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|---|---|--|
| DIRECTORS PRESENT AT THE BROADCAST VENUE | : Datuk Dr. Wong Lai Sum Datuk Khoo Teck Kee Mr. Tan Chee How | <i>(Independent Non-Executive Chairman)</i> <i>(Group Managing Director)</i> <i>(Executive Director)</i> |
| DIRECTORS WHO PARTICIPATED REMOTELY | : Datuk Wira Ling Kah Chok Mr. Ho Pui Hold Datuk Haw Chin Teck Datuk Yap Kheng Fah Mr. Gan Boon Lay Ms. Yee Carine Ms. Teh Sok Hoon | <i>(Executive Vice Chairman)</i> <i>(Independent Non-Executive Director)</i> <i>(Independent Non-Executive Director)</i> <i>(Independent Non-Executive Director)</i> <i>(Non-Independent Non-Executive Director)</i> <i>(Non-Independent Non-Executive Director)</i> <i>(Non-Independent Non-Executive Director)</i> |
| MEMBERS | : As per Attendance List | |
| PROXY HOLDERS | : As per Attendance List | |
| INVITEES | : As per Attendance List | |
| IN ATTENDANCE AT BROADCAST VENUE | : Mr. Wong Wai Keong Ms. Chua Siew Chuan | <i>(Chief Financial Officer)</i> <i>(Company Secretary)</i> |
| IN ATTENDANCE REMOTELY | : Ms. Yau Jye Yee Ms. Rachel Chong Ms. Chen Kah Inn | <i>(Assisting the Company Secretary)</i> <i>(Assisting the Company Secretary)</i> <i>(Assisting the Company Secretary)</i> |

SUMMARY OF KEY MATTERS DISCUSSED AT THE TWENTY-FIFTH ANNUAL GENERAL MEETING

The following are the key questions that were raised by shareholders during the Meeting, which were adequately responded to by Mr. Wong Wai Keong, the Chief Financial Officer of the Company:-

1. Question:

The Group registered a higher loss in year 2019 compared to year 2018. What are the reasons for this higher loss?

Answer:

The higher loss was due to a decrease in revenue of approximately nineteen point five per centum (19.5%) in year 2019 compared to year 2018. The revenue of manufacturing segment decreased by approximately thirty-three per centum (33%) in the financial year ended 31 December 2019 as compared to the financial year ended 31 December 2018 on the back of lower export sales which had decreased by approximately thirty-five per centum (35%) due to the global uncertainty. Meanwhile, the domestic sales faced stiff competition during the year amidst poor consumer sentiment.

(Summary of Key Matters discussed at the Twenty-Fifth Annual General Meeting held on 18 September 2020 – cont'd)

2. Question:

Whether the Group can withstand the uncertain economic environment caused by COVID-19 pandemic as the Group has been suffering losses in the past?

Answer:

The Group is confident of riding through this rough patch on account of the Group's relatively healthy financial position. The Group is in a net current asset position, net cash position as well as a positive shareholders' fund position as per the latest quarterly results.

3. Question:

Whether the Group foresee any liquidity issue if another wave of COVID-19 pandemic arose?

Answer:

The Group is confident of being able to manage any liquidity crunch on the premise that the second wave is not a prolonged one. The Group is in a net cash position and its borrowings are mainly short-term, i.e. trade facilities in the form of bankers' acceptance. The Group has unutilised overdraft facilities of RM4 million. The Group's quick asset ratio as at 30 June 2020 is slightly above one.

4. Question:

Has the Group seen a deterioration in the quality of its receivables post MCO as receivables and inventories formed the bulk of the Group's assets?

Answer:

The Group manages its trade receivables and is constantly monitoring for signs of potential bad debts. The Group's trade receivables turnover days as at 30 June 2020 is approximately 89 days compared to 85 days as at 31 December 2019. Management do not foresee any substantial increase in bad debts as of now.

5. Question:

What is the reason for the significant decrease in revenue in year 2019 compared to year 2018?

Answer:

The decrease in revenue in year 2019 was due to lower export sales on the part of the manufacturing segment. The Group also face heightened competition in the slower domestic economy. Also, due to poor consumer confidence, the Group scaled down new product launches during financial year 2019.

(Summary of Key Matters discussed at the Twenty-Fifth Annual General Meeting held on 18 September 2020 – cont'd)

6. Question:

A brief breakdown of Directors' benefits.

Answer:

The benefits payable to the Directors comprised of meeting allowance and insurance coverage for each Director of the Company. The meeting allowance for Board of Directors' Meeting, Audit and Risk Committee Meeting and Nomination and Remuneration Committee Meeting are RM750/-, RM500/- and RM500/- per meeting respectively.

1.0 AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 TOGETHER WITH THE REPORTS OF THE DIRECTORS AND THE AUDITORS THEREON

The Shareholders received the Audited Financial Statements for the financial year ended 31 December 2019 together with the Reports of the Directors and the Auditors thereon.

2.0 APPROVAL OF RESOLUTIONS

The Shareholders at the meeting resolved and approved the following resolutions by way of poll:-

**RESOLUTION 1
 PAYMENT OF DIRECTORS' FEES OF RM226,904.11 FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

| | No. of Shares Voted | |
|------------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 8,808,623 | 99.9648 |
| Against | 3,100 | 0.0352 |
| TOTAL | | 100.0000 |

**RESOLUTION 2
 PAYMENT OF DIRECTORS' FEES OF RM405,000.00 FOR THE PERIOD FROM 1 JANUARY 2020 TO 30 JUNE 2021, TO BE PAYABLE ON A MONTHLY BASIS IN ARREARS**

| | No. of Shares Voted | |
|------------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 8,806,223 | 99.9376 |
| Against | 5,500 | 0.0624 |
| TOTAL | | 100.0000 |

MILUX CORPORATION BERHAD
 [Registration No. 199401027937 (313619-W)]
 (Incorporated in Malaysia)

(Summary of Key Matters discussed at the Twenty-Fifth Annual General Meeting held on 18 September 2020 – cont'd)

RESOLUTION 3
PAYMENT OF BENEFITS PAYABLE TO THE DIRECTORS UP TO AN AMOUNT OF RM87,000.00 FROM 1 JULY 2020 TO 30 JUNE 2021

| | No. of Shares Voted | |
|--------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 8,806,223 | 99.9376 |
| Against | 5,500 | 0.0624 |
| TOTAL | | 100.0000 |

RESOLUTION 4
RE-ELECTION OF MR. HO PUI HOLD WHO RETIRES BY ROTATION IN ACCORDANCE WITH CLAUSE 117 OF THE COMPANY'S CONSTITUTION

| | No. of Shares Voted | |
|--------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 46,346,332 | 99.9956 |
| Against | 2,030 | 0.0044 |
| TOTAL | | 100.0000 |

RESOLUTION 5
RE-ELECTION OF DATUK DR. WONG LAI SUM WHO RETIRES IN ACCORDANCE WITH CLAUSE 116 OF THE COMPANY'S CONSTITUTION

| | No. of Shares Voted | |
|--------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 46,346,332 | 99.9956 |
| Against | 2,030 | 0.0044 |
| TOTAL | | 100.0000 |

RESOLUTION 6
RE-ELECTION OF DATUK WIRA LING KAH CHOK WHO RETIRES IN ACCORDANCE WITH CLAUSE 116 OF THE COMPANY'S CONSTITUTION

| | No. of Shares Voted | |
|--------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 46,345,302 | 99.9956 |
| Against | 2,030 | 0.0044 |
| TOTAL | | 100.0000 |

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(Summary of Key Matters discussed at the Twenty-Fifth Annual General Meeting held on 18 September 2020 – cont'd)

RESOLUTION 7
RE-ELECTION OF DATUK KHOO TECK KEE WHO RETIRES IN ACCORDANCE WITH
CLAUSE 116 OF THE COMPANY'S CONSTITUTION

| | No. of Shares Voted | |
|------------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 46,346,332 | 99.9956 |
| Against | 2,030 | 0.0044 |
| TOTAL | | 100.0000 |

RESOLUTION 8
RE-ELECTION OF DATUK HAW CHIN TECK WHO RETIRES IN ACCORDANCE WITH
CLAUSE 116 OF THE COMPANY'S CONSTITUTION

| | No. of Shares Voted | |
|------------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 46,346,332 | 99.9956 |
| Against | 2,030 | 0.0044 |
| TOTAL | | 100.0000 |

RESOLUTION 9
RE-ELECTION OF DATUK YAP KHENG FAH WHO RETIRES IN ACCORDANCE WITH
CLAUSE 116 OF THE COMPANY'S CONSTITUTION

| | No. of Shares Voted | |
|------------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 46,346,332 | 99.9956 |
| Against | 2,030 | 0.0044 |
| TOTAL | | 100.0000 |

RESOLUTION 10
RE-ELECTION OF MR. GAN BOON LAY WHO RETIRES IN ACCORDANCE WITH
CLAUSE 116 OF THE COMPANY'S CONSTITUTION

| | No. of Shares Voted | |
|------------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 46,346,332 | 99.9956 |
| Against | 2,030 | 0.0044 |
| TOTAL | | 100.0000 |

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(Summary of Key Matters discussed at the Twenty-Fifth Annual General Meeting held on 18 September 2020 – cont'd)

RESOLUTION 11
RE-ELECTION OF MS. YEE CARINE WHO RETIRES IN ACCORDANCE WITH CLAUSE 116 OF THE COMPANY'S CONSTITUTION

| | No. of Shares Voted | |
|------------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 46,346,332 | 99.9956 |
| Against | 2,030 | 0.0044 |
| TOTAL | | 100.0000 |

RESOLUTION 12
RE-ELECTION OF MS. TEH SOK HOON WHO RETIRES IN ACCORDANCE WITH CLAUSE 116 OF THE COMPANY'S CONSTITUTION

| | No. of Shares Voted | |
|------------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 46,346,332 | 99.9956 |
| Against | 2,030 | 0.0044 |
| TOTAL | | 100.0000 |

RESOLUTION 13
RE-APPOINTMENT OF CAS MALAYSIA PLT AS AUDITORS OF THE COMPANY UNTIL THE CONCLUSION OF THE NEXT ANNUAL GENERAL MEETING AND TO AUTHORISE THE DIRECTORS TO FIX THEIR REMUNERATION

| | No. of Shares Voted | |
|------------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 46,347,362 | 99.9978 |
| Against | 1,000 | 0.0022 |
| TOTAL | | 100.0000 |

SPECIAL BUSINESS
RESOLUTION 14
ORDINARY RESOLUTION
AUTHORITY TO ISSUE SHARES PURSUANT TO THE COMPANIES ACT 2016

| | No. of Shares Voted | |
|------------------|---------------------|-----------------|
| | No. of Shares | Percentage (%) |
| In favour | 46,345,262 | 99.9933 |
| Against | 3,100 | 0.0067 |
| TOTAL | | 100.0000 |

TERMINATION

The Meeting concluded at 3:35 p.m.