

SUMMARY OF KEY MATTERS DISCUSSED DURING THE 8TH ANNUAL GENERAL MEETING (“8TH AGM”) HELD VIA PHYSICAL MODE AT TRADING POST, PONDEROSA GOLF & COUNTRY CLUB, NO. 3, JALAN PONDEROSA 1, TAMAN PONDEROSA, 81100 JOHOR BAHRU, JOHOR ON THURSDAY, THE 27TH DAY OF JULY, 2023 AT 9.00 A.M.

The following questions were raised by shareholders during the AGM.

<p>Q1. Refer to the Management Discussion and Analysis Report, the increase in revenue was mainly from the contribution of a subsidiary, Cabnet M&E Sdn Bhd (“Cabnet M&E”), which was acquired by the Group in FYE 2021 and easing of supply chain disruptions which was resulted by global chip shortage. How was the global chip shortage related to Cabnet Group’s operation?</p>
<p>A1. Cabnet Group operation mainly covered a wide range of solutions such as structured cabling works, Extra Low Voltage (ELV) systems, one-stop provider for integrating electrical and mechanical needs from start to end of a project, also as the IT Services provider specializing in systems design & integration, wired & wireless network, storage, virtualization etc. Manufacturers are investing in Malaysia to increase their production to cope with Global Chip shortages. Malaysia is one of the pioneers in semiconductor industry in this region. CabNet’s portfolio is one of the required and important services in their new plant construction. This gives us the opportunities to participate in their projects, Since 2020 up-to date, CabNet has secured 6 projects in this sector and completed 2 out of the 6 projects.</p>
<p>Q2. Can share who is the partner or client of Cabnet Group so that the shareholders have a clearer picture of what Cabnet is doing?</p>
<p>A2. It is depending on the requirement of each project, our partners will vary from Europeans, Americans, Koreans and local players. Due to the Confidentiality and Non-Disclosure Agreement signed with client, we are unable to disclose our clients. But our clients in this segment consist of European, American, Korean and large local Multinational Corporations.</p>
<p>Q3. Refer to the Page 108, Audited Account, Note 25(c) Credit Risk (i) Trade receivables and contract assets – Expected credit loss assessment for customer, when an account is more than 180 days past due, the credit risk is considered to have increased significantly since the initial recognition. The Group identifies as a default account if it is more than 365 days past due and the customer is having significant financial difficulties. The RM9,049,297 has been carried for past due more than 120 days, is it means Cabnet was doing project which money cannot be collected back?</p>
<p>A3. As at AGM date, 51% of receivables past due more than 120 days had been collected, 27% was related to the trade receivable with extended payment schedule and to be settled via monthly installment, 7% had provided impairment provision, 7% were retention sum billed pending collection within financial year ended 2024, remaining 8% amid finalizing contra settlement with customer.</p>