

## **FIMA CORPORATION BERHAD**

Company No. (197401004110) (21185-P)

### **SUMMARY OF THE KEY MATTERS DISCUSSED AT 45<sup>TH</sup> ANNUAL GENERAL MEETING (“AGM”) OF FIMA CORPORATION BERHAD (“THE COMPANY”) HELD FULLY VIRTUAL AT THE BROADCAST VENUE AT TRAINING ROOM, KUMPULAN FIMA BERHAD, SUITE 4.1, LEVEL 4, BLOCK C, PLAZA DAMANSARA, NO. 45, JALAN MEDAN SETIA 1, BUKIT DAMANSARA, 50490 KUALA LUMPUR ON TUESDAY, 29 SEPTEMBER 2020 AT 9.30 A.M.**

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#### **1. Chairman**

Dato’ Adnan bin Shamsuddin (“the Chairman”) chaired the Meeting.

#### **2. Quorum**

The requisite quorum being present, the Chairman declared the Meeting duly convened.

#### **3. Notice of Meeting**

The Notice convening the Meeting having been circulated within the prescribed period was taken as read.

The Meeting noted that in compliance with the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”), all resolutions set out in the Notice of the 45<sup>th</sup> Virtual AGM would be voted by poll.

#### **4. Questions & Answers Session**

The following are the key questions that were submitted by the shareholders, which were adequately responded and addressed by the Board:

- (1) Referring to page 34 of the Annual Report (Manufacturing Division segment report), there have been some new business wins and contract renewals in FYE2020. Please provide details of the value of the new business wins and contract renewals. What is the tenure of the contract renewed?

*The Managing Director replied that the division has secured new/renewed contracts to supply ID and confidential documents valued at approximately RM5.4 million and RM23 million respectively. The tenure of these contracts ranges from 1 to 3 years.*

- (2) The Company had announced on 15 September 2020 that the Jakarta Selatan Court has dismissed PTNJL's suit. Has PTNJL submitted the appeal to the higher court and what is the remaining legal recourse left to PTNJL to pursue its suit?

*The Managing Director replied that the PTNJL intends to appeal against the court’s decision.*

*In the worst-case scenario, the current HGU will be revoked and will be replaced with a new HGU covering a smaller area of approximately 2,809 ha as disclosed in the Company's financial statements. Further, the disputed areas have been fully impaired in FY2020.*

- (3) The Company announced on 28 September 2020 on the proposed acquisition of 2 plantations in Gua Musang, Kelantan for a purchase consideration of RM51.5 Million. It is further stated that Fima Corp will assume liabilities amounting to RM29.777 Million and RM9.008 Million. Can the Board confirm that the total purchase consideration is inclusive of the liabilities assumed?

*The Managing Director replied that the total purchase consideration of RM51.5 million is inclusive of the liabilities assumed of RM29.777 million and RM9.008 million.*

- (4) On page 37 of the Annual Report, it has been reported that due to licensing issues, PTNJL's CPKO production and sale has been affected. Are there any similar licensing issues with FFB and CPO produced by PTNJL? Will PTNJL be able to resolve the CPKO licensing issue in the near future?

*The Managing Director explained that there are no licensing issues related to the FFB and CPO produced by PTNJL. Moreover, issues related to the CPKO plant's operating license have been resolved and the plant has resumed operations in January 2020.*

## **5. Voting Results**

Having addressed all queries raised and the resolutions voted upon by e-polling, all the following resolutions were duly passed with the results of the e-polling announced accordingly to Bursa Securities on 29 September 2020. The results of the 45<sup>th</sup> Virtual AGM can be obtained at <http://www.fimacorp.com/announcements.php>.

## **6. Conclusion**

There being no other business to be transacted, the Chairman concluded the Meeting at 10.41 a.m. and thanked the members for their support and participation in the proceedings.