

MINUTES of the Forty Fifth (“45th”) Annual General Meeting (“AGM”) of the Company held fully virtual (online) on Monday, 28 February 2022 at 11:00 a.m.

PRESENT

- DIRECTORS** : Encik Rosland Bin Othman (“Chairman”)
Datu Ir. Haji Mohidden Bin Haji Ishak
Tuan Haji Abdul Hadi Bin Datuk Abdul Kadir
Datu’ Haji Soedirman Bin Haji Aini
Encik Mohd Nazri Bin Mat Noor
Encik Shamsul Anuar Bin Ahamad Ibrahim
- ABSENT WITH APOLOGY** : Dato’ Dr. Ir. Ts. Mohd Abdul Karim Bin Abdullah
- SHAREHOLDERS** : As per the Attendance List
- IN ATTENDANCE** : Ng Lai Yee - Company Secretary
- BY INVITATION** : Ms. Michelle Yong - Audit Partner of Messrs Nexia SSY PLT
Mr Cheah Kean Hin - Representative of Messrs Nexia SSY PLT
Encik Mohd Ariff Bin Abd Samat (Group Chief Operating Officer)
Mr. Chai Tze Khang (Chief Operating Officer)
Mr. Chiew Jong Wei (Chief Financial Officer)
Other senior management
Representatives from SALIHIN Consulting Group Sdn. Bhd.
Representatives from Esente Advisory Sdn. Bhd. (Formerly known as Esente Communications (M) Sdn. Bhd.)

1. NOTICE OF MEETING

The notice convening the meeting was taken as read.

2. QUORUM

The Chairman welcomed all present at the 45th AGM.

The shareholders were informed that in view of the current spread of the Covid-19 pandemic which is still at an alarming rate, the Company’s AGM was hence held fully online in ensuring the safety of all participants of this AGM.

The attendees were briefed that any visual or audio recording of this AGM is strictly prohibited unless prior written consent from our Company has been obtained and the quality of the broadcast is subject to the respective shareholder’s internet bandwidth connection. This AGM is also restricted only to shareholders, proxies and authorized representatives of corporate shareholders who have registered to participate in this meeting online.

Upon confirmation that the requisite quorum of two (2) members or by proxy present online, the Chairman declared the meeting duly convened and introduced the Board members to the shareholders.

The Chairman briefed the shareholders that all resolutions set out in the notice of this AGM will be voted by poll as mandated by the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and the results of the poll is determined based on the outcome of the votes computation. All questions raised by the shareholders were transmitted into the Questions and Answers (“Q&A”) box and the questions were moderated to avoid any repetition. Nevertheless, the Board and the Management team had endeavored to address as many questions as possible during the Q&A session of this AGM and any unanswered questions due to time constraint posted during the AGM shall be replied and will be posted on the Company’s website as early as possible after the AGM.

For the purpose of conducting the voting, the Company has appointed Propoll Solutions Sdn. Bhd. (“Propoll”) as the Poll Administrator to facilitate the online voting process and Symphony Corporate Services Sdn. Bhd. as the Independent Scrutineer to verify the poll results of this AGM.

The Chairman then went through the motions for each resolution of this AGM.

3. AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021 TOGETHER WITH THE DIRECTORS’ AND AUDITORS’ REPORTS THEREON

The first item on the agenda was to receive the Audited Financial Statements of the Company for the financial period ended 30 June 2021 together with the Directors’ and Auditors’ Reports thereon.

The Chairman briefed the shareholders that the Company’s Audited Financial Statements for the financial period ended 30 June 2021 were delayed in view of the change of external auditors where they require more time to finalize the same. The delay in the submission had caused Bursa Malaysia Securities Berhad (“Bursa Securities”) to suspend the Company’s securities on 9 November 2021. However, the Company’s securities were allowed to resume trading by Bursa Securities on 19 January 2022, following the issuance of the Company’s 2021 Annual Report incorporating the Audited Financial Statements for the financial period ended 30 June 2021 on 17 January 2022.

Nevertheless, since the Audited Financial Statements do not require approval from the shareholders but merely for discussion purpose, the Audited Financial Statements were not required to be put to vote. Any queries that the shareholders have in regards to the Company’s Audited Financial Statements were addressed during the Questions and Answers (“Q&A”) session later on.

**4. ORDINARY RESOLUTION 1:
DIRECTORS’ FEES AT AN AMOUNT NOT EXCEEDING RM356,400.00 IN AGGREGATE FOR A PERIOD FROM 28 FEBRUARY 2022 UNTIL THE NEXT AGM OF THE COMPANY**

The next item was to approve the payment of Directors’ fees at an amount not exceeding RM356,400.00 in aggregate for a period from 28 February 2022 until the next AGM of the Company.

**5. ORDINARY RESOLUTION 2:
BENEFITS OF NON-EXECUTIVE DIRECTORS AT AN AMOUNT NOT EXCEEDING RM843,000 FOR A PERIOD FROM 28 FEBRUARY 2022 UNTIL THE NEXT AGM OF THE COMPANY**

The next item was to approve the benefits of Non-Executive Directors at an amount not exceeding RM843,000.00 for a period from 28 February 2022 until the next AGM of the Company.

6. ORDINARY RESOLUTION 3: TO RE-ELECT YBHG. DATU IR. HAJI MOHIDDEN BIN HAJI ISHAK AS DIRECTOR PURSUANT TO ARTICLE 122(1) OF THE COMPANY’S CONSTITUTION

ORDINARY RESOLUTION 4: TO RE-ELECT ENCIK SHAMSUL ANUAR BIN AHAMAD IBRAHIM AS DIRECTOR PURSUANT TO ARTICLE 122(1) OF THE COMPANY'S CONSTITUTION

On behalf of the Board of Directors, the Chairman has regretly informed that written notifications have been received from both YBhg. Datu Ir. Haji Mohidden Bin Haji Ishak and Encik Shamsul Anuar Bin Ahamad Ibrahim that they wish to retire at this AGM and were not seeking for re-election as Directors of the Company at this AGM due to their personal reason and commitment.

Hence, Ordinary Resolutions 3 and 4 of the agenda were not be put to vote by the shareholders at this AGM and hence withdrawn.

The Board also extended their gratitude and appreciation to both YBhg. Datu Ir. Haji Mohidden Bin Haji Ishak and Encik Shamsul Anuar Bin Ahamad Ibrahim for their contributions during their tenure with the Company and wished them all the best in their future undertakings.

7. ORDINARY RESOLUTION 5: RE-APPOINTMENT OF AUDITORS

Ordinary Resolution 5 was to approve the re-appointment of Messrs Nexia SSY PLT as the Auditors of the Company whom had expressed their willingness to continue in office until the conclusion of the next AGM at a remuneration to be fixed by the Directors.

The Board was satisfied with the overall quality of the audit and the performance of Messrs Nexia SSY PLT and has accordingly recommended for the firm to be re-appointed for the ensuing year.

8. SPECIAL RESOLUTION 6: AUTHORITY TO ALLOT AND ISSUE SHARES PURSUANT TO SECTIONS 75 AND 76 OF THE COMPANIES ACT 2016

The next item was to authorize the Directors of the Company to allot and issue shares pursuant to Sections 75 and 76 of the Companies Act 2016 ("Act"), up to and not exceeding in total 10% of the issued share capital of the Company, as follows:

"THAT pursuant to Sections 75 and 76 of the Act, the Constitution of the Company, the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and subject always to the approval of the relevant regulatory authorities (if any), the Directors be and are hereby empowered to issue and allot shares in the Company, and upon such terms and conditions and for such purposes as the Directors may in their absolute discretion deem fit, provided that the aggregate number of shares issued pursuant to this resolution, when aggregated with the total number of such shares issued during the preceding 12 months, does not exceed 10% of the total number of issued shares of the Company (excluding treasury shares) for the time being AND THAT the Directors be and are hereby empowered to obtain the approval for the listing of and quotation for the additional shares so issued on the Bursa Malaysia Securities Berhad AND FURTHER THAT such authority shall continue in force until the conclusion of the next annual general meeting of the Company."

The general mandate is to provide flexibility to the Company to issue new shares without the need to convene a separate general meeting to obtain its shareholders' approval so as to avoid incurring additional cost and time. It is also for the purpose of possible fundraising activities, including but not limited to further placement of shares for purpose of funding current and/or future investment projects, working capital, acquisition and/or acquisitions.

9. SPECIAL RESOLUTION 7: PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

The following Ordinary Resolution 7 is the proposed renewal of shareholders' mandate for recurrent related party transactions of a revenue or trading nature ("Proposed Shareholders' Mandate") in which if passed, will allow the Group to enter into recurrent related party transactions of a revenue or trading nature with related party(ies) in the ordinary course of business without having to frequently convene a separate general meeting for approval on each transaction. This mandate is subject to renewal on an annual basis:

"THAT subject always to the Main Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities"), approval be hereby given to the Company and/or subsidiaries ("SCIB Group") to enter into any of the categories of related party transactions which are recurrent, of a revenue or trading nature and are necessary for the day-to-day operations of SCIB Group as outlined in Sections 3.2 and 3.3 on pages 6 to 7 of the Circular to Shareholders dated 17 January 2022 ("Circular") with the specific related parties mentioned herein subject further to the followings:

- (i) The transactions are in the ordinary course of business and are on normal commercial terms which are not more favourable to the related parties than those generally available to the public and not detrimental to the interest of the minority shareholders of the Company; and
- (ii) Disclosure is made in the annual report a breakdown of the aggregate value of the transactions conducted pursuant to the Proposed Shareholders' Mandate during the financial year where the aggregate value is equal to or more than the threshold prescribed under paragraph 10.09(1) of the main Market listing Requirements, and amongst others, based on the following information:
 - The type of the recurrent related party transactions made; and
 - The names of the related parties involved in each type of the recurrent related party transactions made and their relationship with the Company.

AND THAT such approval will continue to be in force until:

- (i) The conclusion of the next Annual General Meeting ("AGM") of the Company, at which time it will lapse, unless by an ordinary resolution passed at the meeting, the authority is renewed;
- (ii) The expiration of the period within which the next AGM of the Company after that date is required to be held pursuant to Section 340(2) of the Companies Act 2016 ("Act") [but must not extend to such extension as may be allowed pursuant to Section 340(4) of the Act]; or
- (iii) Revoked or varied by resolution passed by the shareholders in general meeting, whichever is the earlier.

AND THAT the Directors of the Company be and are hereby authorized to complete and do all such acts and things as they may consider expedient or necessary to give effect to the Proposed Shareholders' Mandate.

Those who are deemed interested in the proposal as detailed in the Circular to Shareholders dated 17 January 2022, shall abstain from voting on the same.

10. SPECIAL RESOLUTION 8: PROPOSED AUTHORITY FOR SHARE BUY-BACK

Ordinary Resolution 8 is the Proposed Authority for Share Buy-Back, which, if passed, will empower the Directors of the Company to purchase up to 10% of the total number of issued shares of the Company by utilising the funds allocated which shall not exceed the retained

profits of the Company. This authority, unless revoked or varied at a general meeting, will expire at the conclusion of the next AGM of the Company:

“THAT subject always to the Companies Act 2016 (“Act”), the Constitution of the Company, the Main Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”) and all other applicable laws, guidelines, rules and regulations, the Company be and is hereby authorized, to the fullest extent permitted by law, to purchase such number of issued shares in the Company as may be determined by the Directors of the Company from time to time through Bursa Securities upon such terms and conditions as the Directors may deem fit and expedient in the interest of the Company provided that:

- (i) Aggregate number of issued shares in the Company (“Shares”) purchased (“Purchased Shares”) and/or held as treasury shares pursuant to this ordinary resolution does not exceed ten per centum (10%) of the total number of issued shares of the Company as quoted on Bursa Securities as at point of purchase; and
- (ii) The maximum funds to be allocated by the Company for the purpose of purchasing the shares shall not exceed the aggregate of the retained profits of the Company based on the latest audited financial statements and/or the latest management accounts (where applicable) available at the time of the purchase,

(“Proposed Share Buy-Back”)

AND THAT the authority to facilitate the Proposed Share Buy-Back will commence immediately upon passing of this ordinary Resolution and will continue to be in force until:

- (a) The conclusion of the next Annual General meeting of the Company following at which time the authority shall lapse unless by ordinary resolution passed at the meeting, the authority is renewed, either unconditionally or subject to conditions;
- (b) The expiration of the period within which the next annual general meeting of the Company is required by law to be held; or
- (c) Revoked or varied by ordinary resolution passed by the shareholders of the Company at a general meeting;

whichever occurs first, but shall not prejudice the completion of purchase(s) by the Company of its own Shares before the aforesaid expiry date, and in any event, in accordance with the Listing Requirements and any applicable laws, rules, regulations orders, guidelines and requirements issued by any relevant authorities.

AND THAT the Directors of the Company be and are hereby authorized, at their discretion, to deal with the Purchased Shares until all the Purchased Shares have been dealt with by the Directors in the following manner as may be permitted by the Act, Listing Requirements, applicable laws, rules, regulations, guidelines, requirements and/or orders of any relevant authorities for the time being in force:

- (i) To cancel all or part of the Purchased Shares;
- (ii) To retain all or part of the Purchased Shares as treasury shares as defined in Section 127 of the Act;
- (iii) To distribute all or part of the treasury shares as dividends to the shareholders of the Company;
- (iv) To resell all or part of the treasury shares;
- (v) To transfer all or part of the treasury shares for the purposes of or under the employees’ shares scheme established by the Company and/or its subsidiaries;
- (vi) To transfer all or part of the treasury shares as purchase consideration;
- (vii) To sell, transfer or otherwise use the shares for such other purposes as the Minister may by order prescribe; and/or

(viii) To deal with the treasury shares in the manners as allowed by the Act, Listing Requirements, applicable laws, rules, regulations, guidelines, requirements and/or orders of any relevant authorities for the time being in force.

AND THAT the Directors of the Company be and are authorized to take all such steps as are necessary or expedient [including without limitation, the opening and maintaining of central depository account(s) under the Securities industry (Central Depositories) Act, 1991, and the entering into all other agreements, arrangements and guarantee with any party or parties) to implement, finalise and give full effect to the proposed Share Buy-Back with full powers to assent to any conditions, modifications, revaluations, variations and /or amendments (if any) as may be imposed by the relevant authorities.”

11. QUESTIONS AND ANSWERS SESSION

The Chairman informed the meeting that since there was no notice received for any other business to be transacted at this AGM, the Q&A session will commence where questions received from the pre-meeting question received from shareholder(s)/proxies; as well as live questions received from shareholders and proxies submitted using Propoll Solutions’ online platform today shall be addressed. For the interest of time, the Board and the management had endeavored to answer as many questions as possible.

The Chairman then handed over the Q&A session to Encik Ahmad Tarmidzi Bin Mohd Sofie to read out the questions and answered by the Chairman and other senior management, where applicable. The details of the Q&As is set out in Appendix A of this minutes.

12. VOTING PROCEEDING

Upon completion the Q&A session, Propoll Solutions was invited to present the steps and the procedures for undergoing the online voting via a pre-recorded video on the screen before commencement of the voting proceedings by the shareholders. The shareholders were given ten (10) minutes to cast their votes and submit via the Remote Participation Voting (“RPV”) facilities.

After ten (10) minutes, the Chairman declared the voting process closed and the AGM was adjourned for approximately twenty (20) minutes for the votes to be counted and verified.

13. POLL RESULTS

The meeting was then resumed at 12:03 noon for the Chairman to read out the following results of the poll:

<u>Ordinary Resolution</u>	<u>No of shareholders</u>	<u>Voted For</u>	<u>Voted against</u>	<u>Total votes</u>	<u>Decision</u>
Ordinary Resolution 1	93	548,268 (0.2463%)	-	222,626,088 (100%)	Not Carried
	53		222,077,820 (99.7537%)		
Ordinary Resolution 2	84	490,167 (0.2202%)		222,626,088 (100%)	Not Carried
	62		222,135,921 (99.7798%)		
Ordinary Resolution 3	0	0	0	0	Withdrawn

*Sarawak Consolidated Industries Berhad [Registration No. 197501003884 (25583-W)]
Minutes of 45th AGM held fully online on 28 February 2022 (cont'd)*

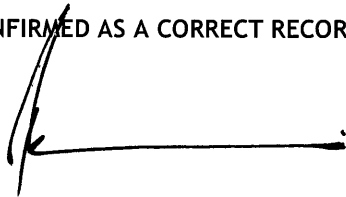
Ordinary Resolution 4	0	0	0	0	Withdrawn
Ordinary Resolution 5	134	265,698,428 (99.9138%)	-	265,927,728 (100%)	Carried
	17	-	229,300 (0.0862%)		
Ordinary Resolution 6	118	265,247,094 (99.7507%)	-	265,909,928 (100%)	Carried
	33	-	662,834 (0.2493%)		
Ordinary Resolution 7	125	248,665,161 (99.9170%)	-	248,871,688 (100%)	Carried
	25	-	206,527 (0.0830%)		
Ordinary Resolution 8	135	265,778,651 (99.9292%)	-	265,966,828 (100%)	Carried
	18	-	188,177 (0.0708%)		

It was resolved that Ordinary Resolutions 1 and 2 were not carried and Ordinary Resolutions 5 to 8 were carried. Ordinary Resolutions 3 and 4 were withdrawn due to the retirement of both YBhg. Datu Ir. Haji Mohidden Bin Haji Ishak and Encik Shamsul Anuar Bin Ahamad Ibrahim who did not seek for re-election as Directors at this AGM.

14. CONCLUSION

There being no other business, the Chairman concluded the meeting at 12:05 noon.

CONFIRMED AS A CORRECT RECORD



Chairman

Dated : 28 February 2022

SARAWAK CONSOLIDATED INDUSTRIES BERHAD

[Registration No. 197501003884 (25583-W)]

(“SCIB” or “Company”)

(Incorporated in Malaysia)

Questions and Answers of the Forty Fifth (“45th”) Annual General Meeting (“AGM”) of the Company

Question 1 Firstly, on the failure on SCIB side to issue its Annual Report that includes the Annual Audited Financial Statements (“AFS”) together with the Auditors’ and Directors’ Reports for the financial period ended 30 June 2021 (“AR 2021”) to Bursa Malaysia Securities Berhad (“Bursa Securities”) for public release within the stipulated timeframe. We are aware that SCIB had submitted its AFS to Bursa Securities for the financial year ended 30 June 2021 on 1 December 2021 and on 17 January 2022, SCIB has submitted its outstanding AR 2021 to Bursa Securities for public release. Due to this, SCIB’s securities were resumed trading on 19 January 2022.

Secondly, pertaining to the termination of six(6) Engineering, Procurement, Construction and Commissioning (“EPCC”) contracts in Qatar and Oman as announced in Bursa Securities’ website on 10 November 2021. It was announced that SCIB and SCIB International (Labuan) Ltd had signed the respective Settlement Agreements with Clients in Qatar and Oman and the respective subcontractors engaged by SCIB for the respective project to mutually terminate their Contracts, confirm the obligation on the full and final settlement of debts and establish the terms and payment schedule for the amount owing between the Parties.

Due to this, what will be the next action to be taken by SCIB and the key matters that members of the Board of Directors should take note of, for example, any action by the Securities Commission/Bursa Securities?

Answer 1 Issuance of Annual Report

The Company was not able to issue its annual Report 2021 by the due date as the AFS could not be finalized in time for inclusion in the Annual Report 2021 due to change of external auditors in September 2021 and the impact of restrictions in the movement in Malaysia and overseas arising from the Covid-19 pandemic. In the light of approved standards on accounting and auditing, the Company opined that the auditors should be given adequate time to perform their statutory obligations without interference and time constraints to ensure audit works can be conducted effectively and sufficiently.

The Auditors had stated in their audit plans that the AFS can only be finalized in December 2021. For your kind information, the auditors managed to complete the AFS on 30 December 2021 and the Company has successfully released the AFS to Bursa on 31 December 2021 and the Annual Report 2021 on 17 January 2022. Going forward, the management has put in place plans of adequate time and resource allocation for the next annual report preparation in order to ensure timely completion of AFS and annual report accordingly.

Termination of EPCC contracts

In regards to the 6 EPCC overseas contracts, the termination is based on mutual agreement between SCIB Group, the respective Clients and the respective Subcontractors, after taking into consideration that the progress of the projects was greatly affected by manpower issues and capacity limitation due to COVID-19, project

management challenges from the prolonged pandemic, traveling and operational restrictions, as well as slow payment and long outstanding debts owing by clients. Besides, the Company is enforcing its rights under the Contracts and taking the necessary measures to protect SCIB's interests in mitigating the risks arising from the long-overdue debts owing by the Clients and the uncertainties surrounding the COVID19 Pandemic.

Additionally, this decision was made as a result of the repositioning of business strategy in overseas projects by taking a closer look at potential emerging markets, especially in the home and neighbouring countries. Management will establish a clear policy that should be in place to ensure the completeness of the filing and retention of documentation for audit trail purposes and strengthen the internal control system and control activities of the Project Management division to ensure adequate and effective monitoring, supervision, and reporting functions are in place.

Question 2 What is the effect of Serba Dinamik Holdings Berhad (“SDHB”)’s suspension and financial position to SCIB?

Answer 2 The trading suspension of SDHB does not have any direct impact on the fundamentals of SCIB. In terms of projects awarded by SDHB, the value and status are listed as follows:

Projects	Values	Status
Main building works of phase 1 Package C for Maintenance, Repair & Overhaul and Independent Utility Facility (Awarded to SCIB's 30% owned associate)	RM58.2 million	Ongoing
Piling works for Cadangan Pembangunan Perdagangan Berstrata at Pengerang, Daerah Kota Tinggi, Johor, Malaysia	RM43.9 million	Ongoing
Enabling works, infrastructure, landscaping hybrid mall and management/sales office for Phase 1, Abu Dhabi	USD145 million	Yet to commence

We will closely monitor the progress of the projects and shall take the necessary/appropriate control actions from time to time.

Question 3 I humbly request BOD to give eWallet or eVoucher to minority shareholders (attendees) as a token of appreciation. I believe the token sum is small, manageable & within annual budgeted expenses.

Answer 3 The Chairman replied that the request will be considered.

- Question 4 How much is the cost of this meeting spent, reward the participants to encourage support for virtual meeting which is cheaper than physical.
- Answer 4 The Chairman replied that the cost spent for this virtual meeting is approximately RM16,000 (excluding the cost of printing of annual report, circular and notification, postage fees of notification to shareholders, media advertisement) and the request on rewarding the shareholders will be considered.
- Question 5 Pls consider a token for the shareholders who attend the AGM, last year incident was too bad and unlucky for the company. We are confident on the board and hope the board will bring good performance, dividend to us shareholders.
- Answer 5 The Chairman replied that the request will be considered.
- Question 6 How was the Company's goodwill?
Are the Sarawak politics affecting the Company's performance in overall?
- Answer 6 The Chairman replied that the Company believes the business environment in Sarawak is stable and expects more projects to be launched by the Sarawak government that would be beneficial to the construction business of SCIB group.
- Question 7 Please consider to do share buyback if the company have excess fund besides operation, the share price is cheap and provide good value, the company should buy low and consider give share dividend in future when the company performing better.
- Answer 7 The Chairman replied that the matter will be evaluated and considered.
- Question 8 Don't engage expensive Registrar and Auditor, save some reward for participant shareholder
- Answer 8 The request will be considered.
- Question 9 What is the current book value of the order? What are the projects that SCIB is currently involved in?

What is the book value of the tender and what is the projects that SCIB is bidding for?

As the company recorded 131% and 78% of increase in Revenue and PBT in FY2021, are you confident to deliver the same performance in FY2022? If yes, how?
- Answer 9 Current order book is approximately RM1.2 billion with projects involving construction, housing development project in Daerah Muallim, Perak and hospital projects in Johor Bahru, Johor, School construction of 12 classrooms, 6 teacher rooms, and other facilities at Betong, Sarawak, Implementation of DAIF School Redevelopment Project (Phase 2) Package 13, Sarawak, Development of Malaysia civil servants housing program (PPAM) at Muallim, Perak, State road maintenance - Pakej 2 (Zon Selatan), Terengganu and others.
- We target public and private projects that can help to fulfil the public needs and propel the country's development like public infrastructures, roadworks, building maintenance, township development, renewable energy infrastructures, utility plants, educational institutions and healthcare facilities.
- The management is committed and strives to achieve a satisfactory performance for FY2022. We will continue to materialize all projects in hand and look for new projects

from time to time. We will continue to materialize all projects in hand and look for new projects from time to time. We will also be looking at adopting engineering technology to improve operational efficiency, enhancing governance, conducting proper due diligence on new clients and implementing effective project management in maintaining and/or improving the Company's performance for current and future financial years.

Question 10 How were company's order books or the upcoming project will bring revenues up and able distribute more dividend?

Answer 10 Same as Answer 9

Question 11 As the commodities prices are increasing since Covid-19 outbreak, what is the increase rate of production cost in FY2021 as compared to FY2020? Can SCIB easily to pass the cost to customers?

Answer 11 It may be possible to pass the costs to customers, however, we will work out the costs to be absorbed by the sub-contractors as well as sourcing for alternative methods in managing costs.

Question 12 What is the plan to explore oversea market and what are the targeted markets?

Answer 12 In view of the challenges encountered during this Covid-19 pandemic, the management is looking for more projects locally in both West and East Malaysia instead in overseas market at the moment. We are focusing on home and neighboring countries as nearer markets give access to affordable labour costs and adequate project monitoring At the same time, the management will build a stronger foothold in these markets as we are equipped with the qualifications required including the construction industry development board (CIDB) license grade 7, sijil taraf bumiputera (STB) license, sijil perolehan kerja kerajaan (SPKK) license, the ministry of finance (MOF) license, and Petronas vendor license on civil related scope.

Question 13 Concentrate on good profit project, too much business difficult to monitor.

Answer 13 We will be adopting more efficient engineering system to improve operational efficiency, enhancing corporate governance and strengthen the Group's project management system.

Question 14 Why are the Directors' benefits higher than Directors' fees? How many are attending this meeting?

Answer 14 The Directors are remunerated based on their requirement to perform and carry out their duties and role as a director of the Company considering the increasing responsibilities.

Question 15 What is meant by EPCC stated in the company's information?

Answer 15 EPCC means "Engineering, Procurement, Construction and Commissioning" contracts that the Company had secured.

Question 16 Could the Company bring back good revenue as in pre-covid since the country is recovering and 90% of the Company business' is not depending on export?

Answer 16 The management is committed to achieve satisfactory, improved performance and positive results from time to time whenever possible and will continue to enhance on

the Company's project management in terms of upholding corporate governance, integrity and advanced technology/know-how.

Question 17 When the coming quarter results will be announced?

Answer 17 The Board of Directors' Meeting will be held after this AGM to approve the 2nd quarter financial results for period ended 31 December 2021 and shall be released thereafter after trading hours.

Question 18 What is the profit and loss for previous, present and future?

Answer 18 For FY21 (18 months), the Group's revenue increased by 131.4% as compared to the RM86 million of revenue recorded for YE 2019 (12 months). However, the Profit After Tax ("PAT") was affected by the impairment losses on trade receivables for the Construction division mainly due to the long outstanding debts from overseas projects and the project's net outstanding balance were fully impaired in compliance with MFRS 9. Nevertheless, if there are any subsequent payment, it will be recorded as gain in following year(s).

For FY22, the Company is hopeful for economic recovery. There is more encouraging outlook following the accelerated pace of vaccination rollout, upliftment of containment measures, betterment in labour employment, and activities ramp-up going forward. We are looking forward to the rollout of public infrastructure and private initiatives in East and West Malaysia under the 12th Malaysia Plan and Budget 2022. Currently, there is RM1.2 billion of orderbook on hand with earnings visibility up till 2026 and the Management remains committed in long term value creation for the Company.

Question 19 Any dividend or propose Rights Issue forthcoming?

Answer 19 The dividend payment will depend on the performance of the Group. The management is committed to achieving satisfactory performance of the Company and to materializing order book from time to time. We will continue to beat for more projects, adopt technology for efficiencies, conducting proper due diligence on new clients to ensure reliable results from time to time, moving forward.

Question 20 How's the business going on? is it improved in terms of revenue and net profit in this coming quarter? any plan for private placement?

Answer 20 The Board of Directors' Meeting will be held after this AGM to approve the 2nd quarter financial results for the period ended 31 December 2021 and shall be released thereafter after trading hours. The Company will be considering fund raising exercise if the need arises in due course.

Question 21 Our share price has dropped a lot. May I know the fair price for SCIB?

Answer 21 The share price is subject to market forces and management will focus on sustainable business development. A series of improvement measures are taken to bring the Company back on the right track including reviewing and enhancing of policies and practices, strengthening the team capabilities and capacities in terms of customer due diligence and systematic record-keeping to ensure smoother project delivery and collection process. The management is also striving to improve operational efficiencies by adopting technology.

Question 22 How many shares buy-back were purchased back during the last financial year and at what average share price were the shares purchased?

I can't seem to locate any treasury shares in the annual report here. Please advise.

What do the company plan to do with the share purchased back currently (if any) and for the future, in respect of those treasury shares held then.

Answer 22 The Company has yet to buy back any shares at the moment. The Proposed Share Buy-Back will enable SCIB to utilise any of its surplus financial resources, which is not immediately required for other purpose, to purchase its own Shares from the market. The Proposed Share Buy-Back is to stabilise the market price of the Shares and to prevent against speculation of the Shares, when undervalued in the future, so as to enhance investors' confidence.

In addition, the Purchased Shares may be held as treasury shares and resold on Bursa Securities with the intention of realising a potential gain without affecting the total issued shares of the Company. Should any treasury shares be distributed as share dividends, this would serve to reward the shareholders of the Company. With the share buy-back mandate being procured, the Company will also be able to stabilise the supply and demand of SCIB Shares traded on Bursa Securities and thereby support its fundamental value, if required.

The Board proposes to seek the authority from the shareholders of SCIB to purchase and/or hold from time to time and at any time up to 10% of its issued Shares for the time being quoted on Bursa Securities through stockbroker(s).

The Company will make an immediate announcement to Bursa Securities of any purchase or resale of SCIB Shares and the intention on whether the Purchased Shares will be cancelled or retained as treasury shares or a combination of both will be announced by the Company accordingly.

Question 23 What is the target timeline to commence the project in Abu-Dhabi?

Answer 23 The project in Abu-Dhabi has yet to commence as further instructions from the main contractor is still pending and the Company will be updating the status in due course.

Question 24 Any expansion plan or future strategies by SCIB?

Answer 24 The Company will continue materializing its order book in hand and monitoring the project delivery and payment collection accordingly to the timeline.

We will also continue bidding for more projects to replenish the orderbook.

To enhance our capabilities and capacities, we have adopted a technology known as AIPODS to improve operational efficiency, establishing inhouse engineering and legal team, and strengthening the internal controls of the Project Management division to ensure adequate and effective monitoring, supervision and reporting functions are in place.

Question 25 Will SCIB maintain the dividend policy in coming financial years?

Answer 25 At the moment, SCIB's dividend policy is a dividend payout ratio of at least 30.0% of profit after tax attributable to owners of Company. It is the Company's intention to

maintain the dividend policy and the final dividend proposal will be made based on the Group's financial performance.

Question 26 Hi Chairman, you mentioned that the outstanding order book of the Company is approximately RM1.2 billion. Why are the 3 contracts awarded by SDHB to SCIB which aggregated to approximately RM700 million is not significant, when it is more than 50% of the outstanding order book (RM49mil + RM50 million plus and RM600 million plus (USD145mil)?

Answer 26 The 2 projects in Pengerang, Johor are maintaining as status quo presently while the project with bigger value of USD 145 million, which is in Abu Dhabi is yet to commerce. The Company is also actively working on other project biddings to replenish the orderbook so that we are not overly relying on SDBB's related projects.

Question 27 How many outstanding projects will be completed in financial year ending 2022 ("FY2022"), in terms of contract value?

Answer 27 Current ongoing projects that are expected to be concluded for FY2022 are approximately RM30 million in revenue. At the same time, the current ongoing projects are expected to contribute RM100 over millions of revenue to the Group.

Question 28 What is the book value of the tender and what is the projects that SCIB is bidding for?

Answer 28 Current book value for SCIB's tender is approximately RM3 billion which is targeted on private and public sectors covering maintenance, township development and healthcare facilities.

Question 29 What is Dato' Dr Ir Ts Mohd Abdul Karim bin Abdullah's position in SCIB?

Answer 29 YBhg Dato' Dr. Ir. Ts. Mohd Abdul Karim Bin Abdullah is the Non-Independent Non-Executive Chairman of SCIB as at todate.