

TEXCHEM RESOURCES BHD.
(Company No. 16318-K)
(Incorporated in Malaysia)
Registered Office: Level 18, Menara Boustead Penang
39, Jalan Sultan Ahmad Shah, 10050 Penang

Minutes of the Forty-Fifth Annual General Meeting (“45th AGM”) of the Company held at Pinang Ballroom, Level 3, Jen Hotel, Magazine Road, 10300 Penang on Tuesday, 23 April 2019 at 11.00 a.m.

PRESENT : **Board of Directors**
Tan Sri Dato’ Seri (Dr.) Fumihiko Konishi
Mr Yap Kee Keong
Mr Wong Kin Chai
Mr Akihiko Hijioka
Dato’ Seri Nazir Ariff Bin Mushir Ariff
Dato’ Danny Goon Siew Cheang
Cik Zarizana @ Izana Binti Abdul Aziz

Shareholders, Corporate Representative and Proxies

As per Attendance List
(Total representing 66,132,447 ordinary shares)

BY INVITATION : As per Attendance List

IN ATTENDANCE : Lee Puay Img }
Ooi Chye Khoon } Company Secretaries

CHAIRMAN : The Chairman, Tan Sri Dato’ Seri (Dr.) Fumihiko Konishi,
presided at the Meeting.

CHAIRMAN’S ADDRESS

The Chairman extended a warm welcome to all present at the 45th AGM and introduced the members of the Board, the Group Chief Financial Officer cum Company Secretary, the Company Secretary, the President and Chief Executive Officer of Polymer Engineering Division, the President and Chief Operating Officer of Food Division, and the representatives from Messrs KPMG PLT, the Company’s Auditors, the representative from Agriteum Share Registration Services Sdn. Bhd., the Company’s Share Registrar and the representative from Value Creator Consultancy, the appointed Scrutineer.

With the requisite quorum being present, the Chairman declared the 45th AGM duly constituted at 11.00 a.m. The Chairman noted that 28 days’ notice has been given to the shareholders. Hence, the notice convening the 45th AGM was taken as read.

VIDEO PRESENTATION BY PRESIDENT AND GROUP CHIEF EXECUTIVE OFFICER

The Chairman invited the President and Group Chief Executive Officer, Mr Yap Kee Keong, to present the corporate video on Texchem Resources Bhd. Group of Companies to the shareholders.

POLL VOTING

The Chairman informed the Meeting that in compliance with the requirement of Bursa Malaysia Securities Bhd.'s Main Market Listing Requirements for poll voting, all resolutions which would be put to vote at the 45th AGM would be conducted by way of electronic poll voting and the Company had appointed Agriteum Share Registration Services Sdn. Bhd. as the Poll Administrator to conduct the electronic polling process and Value Creator Consultancy, the Scrutineer, to verify the poll results.

The Chairman then invited the Poll Administrator to read out the rules and procedures for polling and a trial run for the electronic voting was conducted. The Chairman announced that polling process would be conducted immediately after each resolution to be transacted at the 45th AGM is proposed and seconded by a shareholder.

The results of the poll (a copy of which is annexed hereto as Appendix 1) were announced by the Chairman upon completion of the verification of the votes by the Scrutineer and details of the resolutions were set out herein.

1. AUDITED FINANCIAL STATEMENTS

The Audited Financial Statements for the financial year ended 31 December 2018 together with the Reports of the Directors and Auditors thereon were received and duly noted at the 45th AGM.

The Chairman invited questions from the floor on the Audited Financial Statements for the financial year ended 31 December 2018. Questions raised by the shareholders present were answered by the Board of Directors. The pertinent questions raised and answers given are set out in Appendix 2 attached herewith.

2. RE-ELECTION OF DIRECTORS

- (i) Re-election of Dato' Danny Goon Siew Cheang pursuant to Article 123 of the Company's Articles of Association

RESOLVED THAT Dato' Danny Goon Siew Cheang, who retired in accordance with Article 123 of the Company's Articles of Association, be re-elected as a Director of the Company.

Proposer : Lau Eng Hwa
Seconder : Deavagi Devi Karuppaiah

(ii) Retirement of Mr Wong Kin Chai as a Director of the Company

The Meeting was informed that Mr Wong Kin Chai, who would retire by rotation in accordance with Article 123 of the Company's Articles of Association, has expressed his intention not to seek re-election. Hence, he would retain office until the close of this 45th AGM.

On behalf of the Company, the Chairman extended the Board's appreciations to Mr Wong Kin Chai for his contribution to the Company during his tenure as a Director of the Company.

(iii) Re-election of Mr Akihiko Hijioka pursuant to Article 128 of the Company's Articles of Association

RESOLVED THAT Mr Akihiko Hijioka, who retired in accordance with Article 128 of the Company's Articles of Association, be re-elected as a Director of the Company.

The Chairman read out the profile of Mr Akihiko Hijioka to the Meeting.

Proposer : Chin Kim Cheng
Secunder : Lau Eng Hwa

3. DIRECTORS' FEES

RESOLVED THAT the Directors' fees of RM940,000 for the financial year ended 31 December 2018 be approved for payment.

Proposer : Lau Eng Hwa
Secunder : Tan Chye Luan

4. PAYMENT OF DIRECTORS' BENEFITS

RESOLVED THAT the Directors' benefits of RM30,000 to the three (3) members of the Audit Committee for the financial year ended 31 December 2018 be approved for payment.

Proposer : Tan Chye Luan
Secunder : Lau Eng Hwa

5. RE-APPOINTMENT OF AUDITORS

RESOLVED THAT Messrs KPMG PLT be re-appointed as the Auditors of the Company for the financial year ending 31 December 2019 and to hold office until the conclusion of the next Annual General Meeting and the Directors be and are hereby authorised to determine and fix the remuneration of the Auditors.

Proposer : Tan Hock Lye
Secunder : Ch'ng Sing May

6. SPECIAL BUSINESS – ORDINARY RESOLUTIONS

IT IS HEREBY RESOLVED AS FOLLOWS:

(A) Continuing in office as Independent Non-Executive Directors

- (i) THAT authority be and is hereby given to Dato' Seri Nazir Ariff Bin Mushir Ariff who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than nine (9) years to continue to act as an Independent Non-Executive Director of the Company.

Proposer : Toh Hock Chooi
Seconder : Tan Hock Lye

- (ii) THAT authority be and is hereby given to Dato' Danny Goon Siew Cheang who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than nine (9) years to continue to act as an Independent Non-Executive Director of the Company.

Proposer : Eng Shwu Ling
Seconder : Chin Kim Cheng

(B) Power to Issue Shares pursuant to Section 75 and Section 76 of the Companies Act 2016

THAT subject always to the Companies Act 2016 ("Act"), Articles of Association of the Company and approvals of the relevant regulatory authorities, where such approval is necessary, the Directors be and are hereby empowered, pursuant to Section 75 and Section 76 of the Act, to allot and issue shares in the Company from time to time at such price, 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 to be issued pursuant to this Resolution does not exceed 10% of the total number of issued shares (excluding treasury shares) of the Company for the time being AND THAT the Directors be and are also empowered to obtain the approval for the listing of and quotation for the additional shares so issued on Bursa Malaysia Securities Berhad AND THAT such authority as abovementioned shall continue in force until the conclusion of the next Annual General Meeting of the Company.

Proposer : Lau Eng Hwa
Seconder : Tan Hock Lye

(C) Proposed Renewal of Shareholders' Mandate for Existing Recurrent Related Party Transactions of a Revenue or Trading Nature

THAT subject always to the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, approval be and is hereby given to the Company and/or its subsidiaries to enter into recurrent related party transactions of a revenue or trading nature with related parties as set out in Part A [section 2.4(B)] of the Circular to the Shareholders of the Company dated 25 March 2019 ("Proposed Mandate") which transactions are necessary for the day-to-day operations and/or in the ordinary course of business of the Company and its subsidiaries on terms not more favourable to the related parties than those generally available to the public and are not to the detriment of the minority shareholders of the Company AND THAT such approval shall only continue to be in force until:

- (i) the conclusion of the next Annual General Meeting ("AGM") of the Company following the 45th AGM, at which time it will lapse unless such authority is renewed by a resolution passed at the next AGM of the Company;
- (ii) the expiration of the period within which the next AGM of the Company is required to be held pursuant to Section 340(2) of the Companies Act 2016 ("Act"), (but shall 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 of the Company in a general meeting,

whichever is the earlier.

AND THAT the Directors of the Company, whether solely or jointly, be and are hereby authorised to complete and do all such acts and things including executing such relevant documents as they may consider expedient or necessary to give effect to the Proposed Mandate.

Proposer : Woon May Sin
Seconder : Toh Hock Chooi

(D) Proposed Renewal of Existing Share Buy-Back Authority

THAT subject to the Companies Act 2016 ("Act"), the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"), the Company's Articles of Association and other applicable laws, rules, regulations and guidelines of the relevant authorities, the Directors of the Company be and are hereby authorised to purchase such number of ordinary shares in the Company's total number of issued shares through the Bursa Securities at any time and upon such terms and conditions and for such purposes as the Directors may in their discretion deem fit subject to the following:

- (a) the aggregate number of shares which may be purchased and/or held by the Company shall not exceed ten per centum (10%) of the total number of issued shares of the Company for the time being (“Texchem Shares”);
- (b) the maximum funds to be allocated by the Company for the purpose of purchasing the Texchem Shares shall not exceed the total retained profits of the Company;
- (c) the authority conferred by this Resolution will be effective immediately upon the passing of this Resolution and will continue in force until:
 - (i) the conclusion of the next Annual General Meeting (“AGM”) of the Company following the 45th AGM in which the resolution is passed at which time the authority will lapse unless renewed by ordinary resolution, either unconditionally or subject to conditions; or
 - (ii) the expiration of the period within which the next AGM is required by law to be held; or
 - (iii) revoked or varied by ordinary resolution of the shareholders of the Company in general meeting,

whichever is the earlier, but so as not to prejudice the completion of purchase(s) by the Company made before the aforesaid expiry date and in any event, in accordance with the Main Market Listing Requirements of the Bursa Securities or any other relevant authorities;

- (d) upon completion of the purchase(s) of the Texchem Shares by the Company, the Directors of the Company be and are hereby authorised to deal with the Texchem Shares in the following manner:
 - (i) to cancel the Texchem Shares so purchased; or
 - (ii) to retain the Texchem Shares so purchased as treasury shares for distribution as dividend to the shareholders and/or resell on the market of Bursa Securities and/or for cancellation subsequently; or
 - (iii) to retain part of the Texchem Shares so purchased as treasury shares and cancel the remainder; or
 - (iv) in such other manner as the Bursa Securities and such other relevant authorities may allow from time to time.

AND THAT authority be and is hereby given to the Directors of the Company to take all such steps as are necessary including to enter into any agreements, arrangements and guarantees with any party or parties to implement, finalise and give full effect to the aforesaid with full powers to assent to any conditions, modifications, revaluations, variations and/or amendments (if any) as may be imposed by the relevant authorities or as may be deemed necessary by the Directors and to do all such acts and things as the Directors may deem fit and expedient in the interests of the Company.

Proposer : Chin Kim Cheng
Seconder : Tan Chye Luan

(E) Special Resolution

Proposed Adoption of a New Constitution of the Company to replace the existing Memorandum and Articles of Association

THAT approval be and is hereby given to revoke the existing Memorandum and Articles of Association of the Company with immediate effect and in place thereof, the proposed new Constitution of the Company as set out in Part C of the Circular to Shareholders dated 25 March 2019 be and is hereby adopted as the Constitution of the Company (“Proposed Adoption”).

AND THAT the Directors of the Company be and are hereby authorised to do all acts, deed and things as are necessary and/or expedient in order to give full effect to the Proposed Adoption with full powers to assent to any condition, modifications, variation and/or amendments as may be required by the relevant authorities to give effect to the Proposed Adoption.

Proposer : Lau Eng Hwa
Seconder : Tan Hock Lye

7. CONFIRMATION OF MINUTES

RESOLVED THAT the minutes of the Meeting be and was hereby confirmed instantaner.

8. CLOSE OF MEETING

There being no further business, the Meeting was declared closed at 1.30p.m. with a vote of thanks to the Chair.

CONFIRMED AS A TRUE RECORD

- Signed -

TAN SRI DATO' SERI (DR.)
FUMIHIKO KONISHI
Chairman

Date: 23 April 2019

TEXCHEM RESOURCES BHD (16318-K)

FORTY-FIFTH ANNUAL GENERAL MEETING TO BE HELD ON 23-APR-2019 AT 11:00 AM

AFTER TABULATION OF RESULTS
THE CHAIRMAN : THE POLL RESULT(S) ARE/IS BASED ON THOSE WHO ARE PRESENT AND HAVE VOTED.

THE RESULTS ARE :-

FOR ORDINARY RESOLUTION 1,

 VALUE CREATOR CONSULTANCY
 (PG0350266-T)

(SCRUTINEERS)

65,251,565

shares or

99.8897 %

voted in favour of the resolution.

72,052

shares or

0.1103 %

voted in against of the resolution.

FOR ORDINARY RESOLUTION 2,

 VALUE CREATOR CONSULTANCY
 (PG0350266-T)

(SCRUTINEERS)

65,238,612

shares or

99.8655 %

voted in favour of the resolution.

87,850

shares or

0.1345 %

voted in against of the resolution.

FOR ORDINARY RESOLUTION 3,

 VALUE CREATOR CONSULTANCY
 (PG0350266-T)

(SCRUTINEERS)

65,046,952

shares or

99.5846 %

voted in favour of the resolution.

271,350

shares or

0.4154 %

voted in against of the resolution.

FOR ORDINARY RESOLUTION 4,

 VALUE CREATOR CONSULTANCY
 (PG0350266-T)

(SCRUTINEERS)

61,336,952

shares or

99.7217 %

voted in favour of the resolution.

171,200

shares or

0.2783 %

voted in against of the resolution.



TEXCHEM RESOURCES BHD (16318-K)

FORTY-FIFTH ANNUAL GENERAL MEETING TO BE HELD ON 23-APR-2019 AT 11:00 AM

AFTER TABULATION OF RESULTS

THE CHAIRMAN : THE POLL RESULT(S) ARE/IS BASED ON THOSE WHO ARE PRESENT AND HAVE VOTED.

THE RESULTS ARE :-

FOR ORDINARY RESOLUTION 5,


VALUE CREATOR CONSULTANCY
(PG0350266-T)

(SCRUTINEERS)

<u>65,224,352</u>	shares or	<u>99.8714 %</u>	voted in favour of the resolution.
<u>84,000</u>	shares or	<u>0.1286 %</u>	voted in against of the resolution.

FOR ORDINARY RESOLUTION 6,

[TIER 1]

<u>48,819,972</u>	shares or	<u>100.0000 %</u>	voted in favour of the resolution.
<u>0</u>	shares or	<u>0.0000 %</u>	voted in against of the resolution.
<u>0</u>	shares		ABSTAIN from voting.

[TIER 2]


VALUE CREATOR CONSULTANCY
(PG0350266-T)

(SCRUTINEERS)

<u>16,106,735</u>	shares or	<u>97.6676 %</u>	voted in favour of the resolution.
<u>384,645</u>	shares or	<u>2.3324 %</u>	voted in against of the resolution.
<u>0</u>	shares		ABSTAIN from voting.



TEXCHEM RESOURCES BHD (16318-K)

FORTY-FIFTH ANNUAL GENERAL MEETING TO BE HELD ON 23-APR-2019 AT 11:00 AM

AFTER TABULATION OF RESULTS

THE CHAIRMAN : THE POLL RESULT(S) ARE/IS BASED ON THOSE WHO ARE PRESENT AND HAVE VOTED.

THE RESULTS ARE :-

FOR ORDINARY RESOLUTION 7,

[TIER 1]

<u>48,819,972</u>	shares or	<u>100.0000 %</u>	voted in favour of the resolution.
<u>0</u>	shares or	<u>0.0000 %</u>	voted in against of the resolution.
<u>0</u>	shares		ABSTAIN from voting.

[TIER 2]

<u>16,046,195</u>	shares or	<u>97.3249 %</u>	voted in favour of the resolution.
<u>441,050</u>	shares or	<u>2.6751 %</u>	voted in against of the resolution.
<u>0</u>	shares		ABSTAIN from voting.


VALUE CREATOR CONSULTANCY
(PG0350266-T)

(SCRUTINEERS)

FOR ORDINARY RESOLUTION 8,

<u>65,208,267</u>	shares or	<u>99.8583 %</u>	voted in favour of the resolution.
<u>92,550</u>	shares or	<u>0.1417 %</u>	voted in against of the resolution.


VALUE CREATOR CONSULTANCY
(PG0350266-T)

(SCRUTINEERS)




TEXCHEM RESOURCES BHD (16318-K)
FORTY-FIFTH ANNUAL GENERAL MEETING TO BE HELD ON 23-APR-2019 AT 11:00 AM


AFTER TABULATION OF RESULTS

THE CHAIRMAN : THE POLL RESULT(S) ARE/IS BASED ON THOSE WHO ARE PRESENT AND HAVE VOTED.
THE RESULTS ARE :-


FOR ORDINARY RESOLUTION 9,

 VALUE CREATOR CONSULTANCY (PG0350266-T)	<u>11,208,733</u>	shares or	<u>98.4061 %</u>	voted in favour of the resolution.
	<u>181,550</u>	shares or	<u>1.5939 %</u>	voted in against of the resolution.
<hr/> (SCRUTINEERS)				

FOR ORDINARY RESOLUTION 10,

 VALUE CREATOR CONSULTANCY (PG0350266-T)	<u>65,242,317</u>	shares or	<u>99.9721 %</u>	voted in favour of the resolution.
	<u>18,200</u>	shares or	<u>0.0279 %</u>	voted in against of the resolution.
<hr/> (SCRUTINEERS)				

FOR SPECIAL RESOLUTION 1,

 VALUE CREATOR CONSULTANCY (PG0350266-T)	<u>65,772,855</u>	shares or	<u>99.8949 %</u>	voted in favour of the resolution.
	<u>69,200</u>	shares or	<u>0.1051 %</u>	voted in against of the resolution.
<hr/> (SCRUTINEERS)				

**TEXCHEM RESOURCES BHD. (16318-K)
MINUTES OF THE FORTY-FIFTH (“45TH”) ANNUAL GENERAL MEETING**

Pertinent Questions and Answers during the 45th Annual General Meeting

The Chairman addressed questions from the floor with the pertinent questions and answers summarised below:

The following questions were posted by Mr Ong Leong Huat.

Question and Answer 1

Restaurant Division has reported lower profit despite growth in revenue. Please explain the reason.

The Chairman explained that Sushi King has been growing steadily since year 1995. However, the sales have been affected since the implementation of Goods and Services Tax (“GST”) and subsequently, the Sales and Service Tax (“SST”). The increase in minimum wages has also increased the operating costs. Sushi King will continue to review on ways to reduce costs and improve its profitability.

Question and Answer 2

Annual sales of Sushi King outlets remain stagnant despite the opening of more outlets, especially the outlets in Indonesia. Please explain the reason for opening more outlets.

The Chairman replied that the Division continued to expand Sushi King business in locations that have potential for business.

Question and Answer 3

Industrial Division is affected by tight supply and resulted in lower profit margin. Please elaborate the condition faced by Industrial Division.

Mr Yap Kee Keong explained that for the past 3 years, chemical suppliers from China, Japan and Taiwan encountered serious shortage of supply which directly impacted the cost price of chemicals. The Government of China is fighting the pollution problem and instructed chemical producers to shut down their operation in order to mitigate pollution to the environment. This has created shortage of supply of chemicals and led to price increase that affected margin.

Question and Answer 4

How much capital expenditure is required and whether there is a need to set up a new factory as the Company venture into latex glove industry?

Mr Yap explained that no massive capital expenditure will be incurred by Industrial Division. Currently, a subsidiary, Texchem Malaysia Sdn Bhd, is producing textile chemical. There is a plan to capitalise the machine in Texchem Malaysia Sdn Bhd for latex chemical.

Question and Answer 5

Please explain the RM17 million spent in Polymer Engineering Division. The global smartphone sales were dropping and what is the impact to Polymer Engineering Division?

Mr Yap Kee Keong explained that the Management is very careful in utilising the capital expenditure. Polymer Engineering Division has started business in Indonesia and ventured into medical/life sciences segment and aerospace industry. The Management is focusing on medical/life sciences segment as the pricing is relatively less volatile as compared to the Electronic & Electrical segment. Furthermore, smartphone is categorised under telecommunication, not co-related to Hard Disk Drive segment. Hence, a drop in the smartphone sales has minimal impact on Polymer Engineering Division.

Question and Answer 6

Food Division’s turnover is high but recorded losses. What is the key factor for the Food Division to suffer losses?

The Chairman explained that Food Division has been suffering losses from 2016 to 2018 due to poor landing of supply seen all over the world. The Chairman informed that Food Division is going through right sizing exercise to control operation costs. With the appointment of a new Chief Operating Officer recently, Food Division expanded into aquaculture. Food Division is also working on adding value to the raw materials and selling to Restaurant Division but the quantity is not much for the time being. Food Division aims to increase the sales internally and to external customers.

Question and Answer 7

Is aquaculture capital intensive? What is the possibility of return on investment by Food Division?

The Chairman replied that the capital investment amount for aquaculture is quite huge but not as much if compared to manufacturing industry. Since Food Division has ready facilities and factory in Myanmar, there is no need for huge capital outlay at this moment. Aquaculture industry has great potential as the world demand is growing. Food Division is working on enlarging the quantity and venturing into fish farming to serve the world market.

Question and Answer 8

Venture Business Division is making losses all the time. Please explain how to turnaround Venture Business Division.

The Chairman shared that venture business began with joint venture with Japan counterparts which enable the transfer of technology and know-how from joint venture partners and the introduction of new technology to Malaysia. Some joint venture have been successful while others may not. In this regard, the Chairman urged shareholders to be patient with the Company as the operation team was reviewing the business to suit local market with the aim of making profit soon.

Question and Answer 9

Please elaborate on the disposal of 51% equity stake in Acumen Scientific Sdn Bhd (“Acumen”). Which company contribute to the main bulk of losses for Venture Business Division.

Acumen is principally engaged in the testing of chemical, laboratory and analytical activities. It started operation in year 2000 and currently has offices in Penang, Subang and Johor. After due consideration, the Management decided to dispose of 51% equity interest in Acumen to Mérieux Nutrisciences Corporation (“Merieux”) since Acumen’s business is not a core business of Texchem Resources Bhd Group. Acumen has started to make profit in the first quarter of 2019.

The company within Venture Business Division which contributed the main bulk of losses is Texchem Polymers Sdn. Bhd. (“TXPO”). TXPO is engaged in the research on bio-plastics through the advancement of biomass technology. Bio-plastic is derived from renewable agricultural waste which is in line with the Go Green initiative.

Question and Answer 10

Since Restaurant Division is doing well, is there any plan to separate Restaurant Division from Texchem and list it on the stock exchange.

The Chairman explained that Texchem Resources Bhd (“TRB”) started as a trading company before expanding into manufacturing business and now becoming a conglomerate listed group. Listing of another subsidiary within the same group is a good idea but it may impact the shareholders of TRB. In this regard, the Management will have to conduct a detailed study on the implication bearing in mind our duty to protect the interest of the current shareholders of TRB.

The following questions were posted by Mr Chan Keng Chung.

Question and Answer 11

TRB Group’s performance is not satisfactory and yet it has incurred huge amount of capital expenditure when compared to the market capital of TRB Group. Is there any plan to control the capital expenditure?

The Chairman explained that total capital expenditure should not be benchmarked against market capital. One should look at the NTA instead. The Chairman informed that TRB Group is still growing and the cash generation is improving over the years. The Chairman assured shareholders that the Management is prudent in spending capital expenditure.

Question and Answer 12

Is there any plan to divest any business to interested buyer?

The Chairman informed that TRB has disposed of Fumakilla Malaysia Berhad and 51% equity interest in Acumen Scientific Sdn Bhd. At the date of this meeting, there was no interested buyer nor any plan to dispose of any business of TRB Group.

Question and Answer 13

Please elaborate on the TRB shares held by Texchem Corporation Sdn Bhd (“Texcorp”) and Texcorp’s application for extension of time to dispose of TRB shares.

The Chairman explained that for compliance purpose, Texcorp is seeking extension of time from Companies Commission of Malaysia every 6 months to allow Texcorp to find the right buyer to dispose of the TRB shares held by Texcorp.

The following questions were posted by Mr Chow Wai Moon.

Question and Answer 14

The Company suffered losses due to the closing down of Tim Ho Wan (“THW”). Did the Company carry out feasibility study before venturing into THW?

The Chairman informed the meeting that feasibility study was carried out. Nevertheless, the business trend of THW, the limitation imposed on the variation of the menu and the dining pattern of Malaysians wherein dim sum would be consumed for breakfast and not during dinner resulted in the failure of the business. Accordingly, TRB has decided to cease this business after trying very hard for 3 years.

[End]