

SCIENTEX PACKAGING (AYER KEROH) BERHAD

(Formerly known as DAIBOCHI BERHAD)

Company No. 197201001354 (12994-W)

(Incorporated in Malaysia)

MINUTES OF THE FORTY-EIGHTH (48TH) ANNUAL GENERAL MEETING OF THE COMPANY HELD VIRTUALLY THROUGH LIVE STREAMING FROM THE BROADCAST VENUE AT AUDITORIUM, BANGUNAN SCIENTEX, NO. 9, PERSIARAN SELANGOR, SEKSYEN 15, 40200 SHAH ALAM, SELANGOR DARUL EHSAN ON WEDNESDAY, 29 DECEMBER 2021 AT 11.30 A.M.

- PRESENT : Directors
Mr. Heng Fu Joe (Chairman)
Mr. Chang Chee Siong
Mr. Heong Mun Foo
Mr. Low Geoff Jin Wei (*via video conferencing*)
Ms. Caroline Ang Choo Bee (*via video conferencing*)
Mr. Faris Salim Cassim (*via video conferencing*)
- Shareholders, Proxies and Corporate Representatives as per attendance list.*
- IN ATTENDANCE : Company Secretaries
Ms. Tung Wei Yen
Ms. Geetharani Ranganathan (*via video conferencing*)
- BY INVITATION : Auditor – Deloitte PLT
Pn. Nor Suhana Binti Sulaiman (*via video conferencing*)
- Poll Administrator
Representatives of Tricor Investor & Issuing House Services Sdn Bhd
- Scrutineer
Representative of Asia Securities Sdn Bhd
- VIRTUAL MEETING PLATFORM : <https://tiih.online> (“TIIH Online”)

1. CHAIRMAN'S OPENING REMARKS

- 1.1 Mr. Heng Fu Joe (the “Chairman”) chaired the 48th Annual General Meeting (“AGM”/ “Meeting”) of the Company (“Daibochi”). The Chairman informed that with the current COVID-19 situation, the Company has continued to take a prudent approach to safeguard the health and safety of all participants with the AGM being conducted on virtual basis via the Remote Participation and Voting (“RPV”) facilities. The Company acknowledged that AGMs serve as an important communication channel for shareholders. Therefore, the Company will continue to engage with shareholders through various modes including embracing technologies to enhance communication. The Meeting was conducted in line with the provisions of the Company's Constitution and in compliance with the existing laws and regulatory requirements.
- 1.2 The Chairman introduced the attendees who were present at the Broadcast Venue and the rest of the Board members and Auditor who were in attendance via video conferencing.
- 1.3 The Chairman called the Meeting to order at 11.35 a.m. after confirmation of the requisite quorum being logged-in at the commencement of the AGM.

2. NOTICE OF AGM

- 2.1 The Chairman informed all shareholders that the Notice of AGM dated 30 November 2021 having been issued to all shareholders within the prescribed period, was taken as read.
- 2.2 Pursuant to Paragraph 8.29A of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, all resolutions set out in the Notice of AGM and put to vote at the Meeting shall be voted by poll.

3. VOTING AND POLLING PROCEDURE

- 3.1 The Company had appointed the share registrar, Tricor Investor & Issuing House Services Sdn Bhd (“Tricor”) as the Poll Administrator to facilitate the poll voting and Asia Securities Sdn Bhd as the independent Scrutineer to verify the poll results. The poll was conducted electronically via the RPV facilities provided by Tricor and the voting session had commenced from 11.30 a.m., until the Chairman announced the end of the voting session.
- 3.2 The Chairman then invited the Poll Administrator to brief the shareholders, proxies and corporate representatives on the online voting procedures through the RPV facilities. A short video by Tricor was played to demonstrate to the shareholders, corporate representatives and proxies who were present at the Meeting on the process for online voting via TIIH Online.

4. AGENDA OF THE AGM

- 4.1 The Chairman briefed the shareholders on the agenda items of the Meeting as set out in the Notice of AGM as follows:
- (a) The first agenda item stated on the Notice of AGM is to receive the Audited Financial Statements for the financial year ended 31 July 2021 together with the Reports of the Directors and Auditors thereon.
- (b) The Chairman explained that the Audited Financial Statements for the financial year ended 31 July 2021 were for discussion only under this agenda, as it did not require shareholders’ approval. Hence, it would not be put for voting.
- (c) The other resolutions that were set out in the Notice of AGM are as follows:

No.	Resolutions
1.	To approve the payment of Non-Executive Directors' fees amounting to RM68,000.00 for the financial year ended 31 July 2021 (“FY2021”).
2.	To approve the payment of Non-Executive Directors' benefits up to an amount of RM176,600.00 for the period commencing from 30 December 2021 until the next AGM of the Company.
3.	To re-elect Ms. Caroline Ang Choo Bee as a Director of the Company in accordance with Regulation 81 of the Company’s Constitution.
4.	To re-elect Mr. Faris Salim Cassim as a Director of the Company in accordance with Regulation 81 of the Company’s Constitution.
5.	To re-appoint Deloitte PLT as the Auditors of the Company and to authorise the Directors to fix their remuneration.
6.	To retain Mr. Heng Fu Joe as an Independent Non-Executive Director of the Company.

No.	Resolutions
7.	To retain Ms. Caroline Ang Choo Bee as an Independent Non-Executive Director of the Company.
8.	To authorise the Directors to allot and issue shares pursuant to the Companies Act 2016.
9.	To approve the Proposed Renewal of Share Buy-Back Authority.
10.	To approve the Proposed Renewal of Shareholders' Mandate for Recurrent Related Party Transactions. - The Chairman informed the participants of the Meeting that Scientex Berhad (being a major shareholder of the Company) and persons connected with it will abstain from voting on this resolution as Scientex Berhad is interested in this resolution.
11.	To approve the Proposed Change of Name of the Company.

5. QUESTIONS AND ANSWERS SESSION

5.1 The Chairman invited the Managing Director, Mr. Chang Chee Siong and the Executive Director, Mr. Low Geoff Jin Wei to present the Company's response to the following questions and comments received from the shareholders including the pre-submitted questions received prior to the AGM:

Q1. Could you please explain the rationale of the proposed name?

A: The proposed change of name to "Scientex Packaging (Ayer Keroh) Berhad" will allow the Company to capitalise and leverage on the established Scientex brand name, bringing together synergistic impact from the upstream capability of Scientex to be a part of an integrated flexible plastic packaging solution provider.

Together with all our subsidiaries, we will collectively project a wider geographical coverage for the Company's businesses. Operating entities are proposed to be named as per the following:

Current Entity Name	Proposed Entity Name
Daibochi Berhad	Scientex Packaging (Ayer Keroh) Berhad
Mega Printing & Packaging Sdn Bhd	Scientex Packaging (Teluk Emas) Sdn Bhd
Daibochi Packaging (Myanmar) Company Ltd	Scientex Packaging (Myanmar) Company Ltd
Daibochi Australia Pty Ltd	Scientex Packaging (Australia) Pty Ltd
Daibochi New Zealand Ltd	Scientex Packaging (New Zealand) Ltd

This is aimed to enhance the customers' confidence level as well as to cater for amongst others, our business continuity plan ("BCP") where the Company and its subsidiaries can project our plant presence in locations in this region, thereby increasing customers' confidence level in our continuity of supply and production, with three manufacturing facilities in Malaysia and Myanmar as well as two trading entities in Australia and New Zealand under the proposed naming approach of 'Scientex Packaging'.

Q2. What is the rationale of the change of dividend policy?

A: The adjustment is to ensure that the company has adequate funds and the flexibility to capture any growth opportunities for its continuous growth.

The Company will take into account the following factors in arriving at the actual quantum and timing of dividend payment:

- I) business prospects and new investment plans etc.;
- II) results of operations;
- III) the level of available cash and cash equivalents; and
- IV) return on equity and retained earnings.

An interim dividend of 2.5 sen had been approved by the Board on 7th December 2021.

Q3. Could you share on the ongoing capital expansion plan and the capacity and utilisation? We noted that there was a purchase of land in FY2021 as well.

A: The Covid-19 pandemic has highlighted the need for more robust business continuity plan and our ongoing investment plan caters for this aspect and the future growth of the Company. Our investment plan is expected to enhance our capacity and capabilities to continue serving our existing customers and provide for our future customers.

For example, it is proposed that the recently acquired land, which is located behind our current bagging section in Ayer Keroh, is utilised for the expansion of our bagging department as well as warehousing section.



With the overall capital expansion in the past 2 years, our current utilisation is approximately 65-70%. We will continue to monitor the progress of our capital expansion and investment plan to meet our targets.

Q4. How has the increase in freight cost impacted the company and how is the company mitigating the increase?

A: We have experienced significant disruptions and increases in freight costs over the past year. For example, freight costs of a 40ft container from Malaysia to Australia has increased from USD1,400 to USD8,000 over the past twelve months.

We will handle customers differently according to the supply contracts agreed with our customers. For example, some customers who contracted with us based on FOB incoterms will have to bear the increased freight costs. However, for customers with incoterms such as CIF and FIS, we will engage these customers to discuss about arrangements on products delivery.

Q5. Please expand upon the RRPT that currently exists between Scientex and Daibochi including pricing and the rationale.

A: The RRPTs between Scientex and Daibochi have been disclosed in the Company's circular to shareholders in respect of mandate for RRPT, where the RRPTs cover sale

and purchase of materials related to flexible plastic packaging products. For example, Scientex supplies Daibochi with many co-developed PP and PE films.

These films have been priced at arm's length, using a pricing mechanism. For example, using a published ICIS (Independent Commodity Intelligence Services) rate with an added conversion cost, and the prices will be adjusted monthly following the fluctuation in the ICIS rates. ICIS is an independent third party providing views of global commodities widely accepted by our customers.

Existing long term relationship

For our shareholder's information, Scientex has been a long term supplier of Daibochi before it became a major shareholder. It has been in Daibochi's interest to continue this relationship which has enabled us to leverage on the resources and expertise of Scientex Group. It has proven to yield results over the past few years as we are able to accelerate innovation particularly due to the growing global demand for sustainable flexible packaging.

Rigorous qualification process

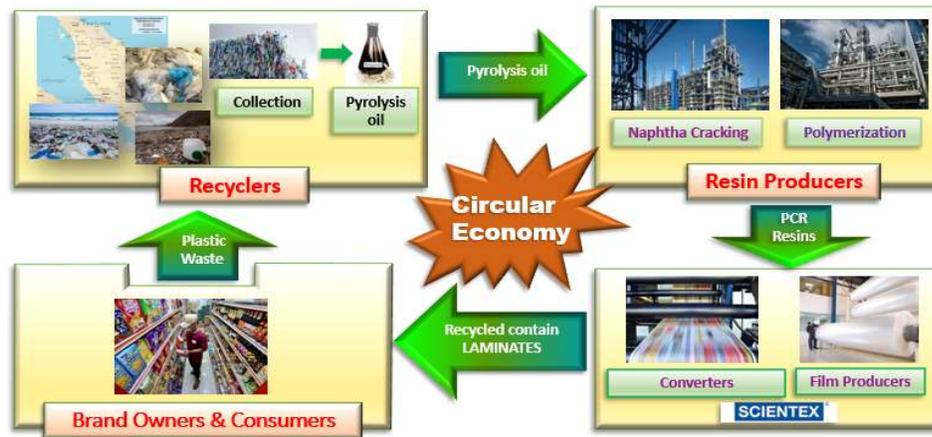
The products that are sourced pursuant to the RRPT mandate are qualified products which have passed through rigorous testing and product developments, where we have successfully gone through qualification processes to ensure our packaging solutions meet the specific performance requirements of our customers, which may include the film properties and the production facility of the film supplier. Opting for a third-party supplier for the RRPT products will require re-qualification and any re-qualification process would require significant resources and time which could hinder current and future growth plans of the Group.

Strengthen supply chain

The RRPT supply chain has also yielded benefits for Daibochi. Prior to sourcing the RRPT products from Scientex, many base films were sourced from various parts of Asia, Oceania and the Middle East which required longer lead times and freight costs. This overseas sourcing was due to the specific performance requirements of the laminates/films which was previously unavailable locally. Having been able to co-develop packaging solutions with Scientex, we are now able to source these films locally, which during this challenging period has been imperative to maintaining consistent supply to customers.

Innovating sustainable solutions for the circular economy

As stated, the products pursuant to the RRPT mandate may be subject to specific performance requirements and with the growing demand for sustainable packaging, there is a need to further enhance the specific properties of the laminates/films to ensure that the packaging product meets its required performance while reducing its associated environmental footprint. An example is the use of post consumer resin (PCR) in our products. Both Scientex and Daibochi were the first in Malaysia to attain the International Sustainability and Carbon Certification (ISCC Plus) and this enables us to meet the stringent requirements of our customers as well as expand our reach towards global customers seeking sustainable packaging solutions.



As part of our efforts in the circular economy solutions, we, together with Scientex, are exploring the development of films and converting products using the PCR as input in our manufacturing process to provide sustainable packaging solutions to our customers. PCR is produced from pyrolysis oil generated from plastic packaging waste collected.

Q6. The capex of just over RM100m in financial year 2020 (“FY2020”) and FY2021 was scheduled to increase production capacity by 60%. Has this been completed?

A: The capital expenditure (CAPEX) plan of more than RM100 million for FY2020 and FY2021 is still on-going and has been aligned with customers’ demand and uptake. As at the date of the Meeting, the plan has been completed about 60% to 70% and this resulted in an increase of our production capacity by 35% to 40%. This CAPEX plan is estimated to be completed by mid of financial year 2023 (“FY2023”).

Q7. What are the capex plans for the current factories in FY2022 and over the current planning horizon? What is the capex expected to achieve?

A: As replied in the previous question, the CAPEX plan above is estimated to be completed by mid of FY2023. It is the Group’s intention to build capacity and capabilities in an effort to grow sales with the existing and new customers. The pandemic and customers’ BCP activities have given rise to many opportunities for the Group to continue to grow its business.

Q8. What is capacity utilisation now at each of the Malaysian sites, and is there any room for expansion at each?

A: As mentioned earlier, the current capacity utilisation of Malaysia plants is about 65% to 70% and Myanmar plant is about 40%. For Malaysia, the management intends to maintain this level of utilisation in the short-term as more capacity comes online by continuing to grow our sales. Both plants have room for further expansion.

Q9. The top customer accounted for 20% of sales in FY2021. What was the figure for the top 3?

A: Our top 3 customers contribute about 35% of the total revenue.

Q10. Customer concerns about supply chain resilience have been heightened by floods, factory closures and other disruptions. The Company has previously discussed additional factories, perhaps in other countries. What are the options now being considered and the scale?

A: We have explained our BCP earlier and that sentiment still remains. In order to maintain supply chain resilience, the Group held more available raw materials and

finished goods and also qualified alternative resin due to shortage of such resin in the market. This strategy was successful especially as a backup supplier for certain customers. We have also explored Vendor Managed Inventory (VMI) which has been used for the Australia market to serve our customers and this allows stocks to be produced at the sites in Malaysia while being available at the customers' locality.

Q11. The sustainability report identifies the consumption of energy and water as KPI. How have these items changed, per square meter or tonne of production? Could the Board please commit to systematic reporting of the sustainability KPI in future annual reports?

A: The Group has recently established the internal KPI for consumptions of electricity and water. We will consider reporting the consumption of energy and water in the future annual reports once the management has collected the relevant information and the target has been set up.

Q12. Amcor reports that recyclable products now represent 74% of its production by weight. What is the figure for Daibochi?

A: The business of Amcor and the Group are fundamentally different in terms of sales mix, scale and market. Based on the publicly available information, for example, Amcor is also producing carton boxes and rigid packaging for the healthcare industry. The Group, however, is not involved in the carton boxes and rigid packaging segments. The Group's recyclable products represent 35% to 40% of our production.

Q13. SCG Packaging now has a sizeable flexible packaging business in Thailand and Vietnam. How do its capabilities compare, and is it yet competing for multinational clients in segments currently supplied by Daibochi?

A: SCG Packaging is a conglomerate with both upstream and downstream capabilities in the packaging industry. Its business also extends to resin production. We currently do not compete directly with them in the markets and segments we serve.

Q14. What were the direct financial costs to Daibochi of responding to the bid from Scientex, and in what quarters will this be booked?

A: The direct financial costs were approximately RM250,000 mainly for independent advisory fee and printing charges, which were booked in the first quarter of FY 2022.

Q15. In the 3 months to October, revenue rose 16% yoy, operating costs 23% yoy, and purchases from Scientex 43% yoy. Why? (Details, with chart of the startling RM42m cost surge qoq.)

A: The increase in revenue by 15% was mainly driven by export sales. The raw material cost has increased significantly in the first quarter of FY 2022 as compared to the corresponding period in FY2021. As mentioned, a few international indexes were used by the suppliers in setting the raw material price. For example, London Metal Exchange (LME) index showed an increase of approximately 70% in the price of aluminium from August 2020 to October 2021. For the same period, ICIS chart (for Asia) showed the prices of polyester and LLDPE increased approximately 61% and 37% respectively. These indexes were widely used as a reference by the suppliers including Scientex to set raw material cost component of the selling price to which a converting cost is then added. Furthermore, the operating cost for the quarter has increased due to the increase in Covid-19 related expenses to RM1.7 million and freight cost to RM4.9 million respectively.

Q16. Malaysia's current codes and guidance on corporate governance recommend continuous engagement and meaningful dialogue with investors. Would the Board please consider reinstating Daibochi's past practice of quarterly briefings, perhaps alternating hybrid and virtual, with key executives routinely present?

A: We will take note of the comment. At the moment, we are focusing and allocating our resources on growing our business. With the many opportunities that are available to the Group, we believe this is the best decision and employment for the business.

Q17. How much is the cost of this Meeting?

A: The cost of the virtual AGM is RM23,000.

Q18. Previously the Company planned to spend RM100 million in FY2020 and FY2021. What was the actual spending in the 2 years? How much capacity has been added?

A: As mentioned earlier, the CAPEX plan of RM100 million will increase our capacity by 60%. The Group's capital expenditures in FY2020 and FY2021 were RM38 million and RM64 million respectively.

Q19. What are the expected capital expenditure in FY2022 and FY2023? How much additional capacity will be added?

A: The Group has committed RM61 million for FY2022 and yet to finalise the CAPEX plan for FY2023. We will remain flexible at this stage because the global demand is not as strong as seen in the past. The RM100 million CAPEX plan will increase the total capacity by about 60% and is expected to be completed in mid of FY2023.

Q20. Receivables and payables both rose extremely steeply in the quarter to October. This may be partly due to the resumption of trade delayed by Covid restrictions, but please discuss the working capital trends and the future expectations for receivable and payable days.

A: As of end-October, the Group's trade receivables turnover days were 61 days and trade payables turnover days were 88 days. Both the trade receivables and payables as of end-October are at about RM119 million. The trade receivables and payables days trend is expected to remain for the time being. As mentioned earlier, in view of the global freight cost and supply chain deficiency issues, the Group intends to build stock on both raw material and finished goods to service our customers.

Q21. In Myanmar, how have sales been affected, in volume and value? And the supply of raw materials? What is the local cost of inflation now, and to what extent has remuneration been adjusted? Please quantify current capital employed in Myanmar, and the recent trends/outlook for revenue and profits?

A: The business in Myanmar remained volatile. Its sales volume and value in the first quarter of FY2022 was within expectation. The sales in November 2021 were slow. The current capital employed in Myanmar is about RM46 million. Our audited report showed that the long term inflation rate is about 10%. In regard to staffs' remuneration, we evaluate every financial year and any adjustments will be made accordingly.

Q22. Page 9 of the Annual Report said that 99% of the Group's work force had been fully vaccinated by October. Please confirm that includes Myanmar. Most of the comments on regulatory closures and safety practices relate to Malaysia, can the Board please comment on the situation in Myanmar? What precautions are being taken in factories, offices and worker accommodation in light of the Omicron variant, with its greater transmissibility? Has the company undertaken any audit of air quality and ventilation?

A: The 99% of the workforce which was fully vaccinated include workforce in Myanmar. As mentioned in our previous briefing, we hold regular meetings to discuss on the production and Covid-19 related issues. We shared the information within the Group and implemented relevant standard operating procedures. We will continue adopting the same approach in the future.

- Q23. Internal audit for Daibochi was previously outsourced to an independent professional firm, but during the year, it was transferred to the internal audit department of Scientex, as mentioned in page 29 of the Annual Report. The costs for the year almost doubled, from RM44,000 to RM83,000. Does this reflect new challenges?
- A: There were 2 internal audit cycles performed in FY2020. The internal auditors will perform 3 internal audit cycles annually. In addition, the Group also has an additional subsidiary included in the internal audit function for FY2021.
- Q24. Other plastic packaging companies are also expanding capacity. What is the risk of overcapacity? Will it be prudent to return more cash to shareholders instead of investing heavily in capacity expansion?
- A: As mentioned earlier, we are committed to expand our capacity over the past 2 financial years. The capacity expansion is a timely move as we see more opportunities with our customers, which include BCPs which are becoming more prevalent. Integrated plastic companies like ourselves see opportunities not only in Oceania and South East Asia, which are the current markets that we serve, but we also see inquiries from overseas markets, even in South America and Africa. This is especially so as we are able to provide sustainable packaging solutions to our customers which seems to be an ongoing trend and continues to be as such as our customers strive to achieve their sustainability targets in year 2025. As a member of Scientex Group, we are able to fully integrate the film production and converting process to streamline and fast-track sustainable solutions to our customers. We expect to see more sustainable projects in the pipeline to be launched in the coming financial years.
- Q25. What is the percentage revenue contribution from sustainable packaging as of now and the target in the next 5 years? How is the market competition in this segment and what is the Company's position among competitors?
- A: Based on our response to the previous questions, the Group is well positioned with the fully integrated solution provided. We have been receiving positive feedback from our multinational clients on the speed of our development and our conduct with regards to sustainability and innovative solutions. The contribution of sustainable packaging is about 35% to 40%.
- Q26. What is the market share of Daibochi's FPP products? Has it grown this year compared to its competitors?
- A: There was a slight decline in overall sales in FY2021 as compared to FY2020 mainly due to closure of plants and disruption in production. However, generally, the Group's market share in both the domestic and export markets had remained quite stable. Moving forward, there are a lot of opportunities for the Group to grow and the Group is well positioned to pick up these opportunities within the next 12 to 24 months. The Group targets to gain its market shares in Australia and Thailand in the coming financial years.
- Q27. The two sites in Bukit Baru, PT 2598 and PT 8567 are adjacent to Ayer Keroh Lots 3 and 7. Is that a correct interpretation of the slide shown earlier?
- A: Yes. With reference to the earlier slide shown, there was a purple lot which is situated behind our current warehouse and bagging section in Ayer Keroh plant.
- Q28. What is the intended destination for Daibochi in 10 years? What will management be doing today to raise the probability of arriving at that destination? What could prevent Daibochi from reaching such a favourable destination?
- A: The Group will continue to focus to grow the business. We have invested for the future. The focus of the management is to grow the sales in the next 3 to 5 years. We have the manufacturing capability and capacities and the target is to grow the Malaysian

business to approximately RM1 billion. The Group will continue to improve and enhance its business continuity plans especially in export countries and that may include having external warehousing or through mergers and acquisitions.

Q29. Why did the 1Q purchases from Scientex rise 40% which is so much more than the Scientex's packaging revenue and cost? Maybe due to the mix? Please elaborate and it implies that the Company no longer has cost passthrough arrangements with customers?

A: As mentioned earlier, the Group has an arm's length arrangement on pricing with Scientex which reflects closely to the ICIS or indexes which are used as a base for the change in the raw material component of the pricing. We do continue to have cost pass through mechanism with our customers as per previous practice. However, there is a time lag, depending on customers and hence the price reviews are not immediate.

5.2 Mr. Low Geoff Jin Wei invited the audit partner, Pn. Suhana to answer the following question:

Q30. Would the external auditor please comment on any challenges relating to the Myanmar figures, especially in 2021 with coup and Covid, and whether they are consolidated on the basis of management accounts or for a different accounting period? Page 47 of the Annual Report said that the accounting year is different. Is it calendar year?

A: The auditors conducted the audit based on the requirements of ISA 600 *Special Considerations – Audits of Group Financial Statements (Including the Work of Component Auditors)*. In view of the current political instability and Covid-19 situation in Myanmar, the auditors performed the following audit procedures:

- I) keep abreast with the developments in Myanmar;
- II) ensured the audit plan is agile to cater to significant changes in circumstances;
- III) engaged and communicated with the component auditors throughout the audit;
- IV) maximized the usage of technology in performing the audit;
- V) oversee the work of component auditors;
- VI) developed and performed audit procedures together with the component auditors to cater the different financial year end; and
- VII) addressed specific area of significant risk and audit focus tailored to address the risk arising from political instability and Covid-19.

5.3 Due to time constraint, the Board was not able to address all questions which were received during the AGM via the query box. However, the Board will respond to the questions after conclusion of the Meeting and these responses are as attached in **Appendix I** hereto.

6. POLLING PROCESS

6.1 The Chairman thanked all the shareholders for all the questions. With regard to the voting session, the Chairman reminded all shareholders that the online voting session had been opened since the commencement of the Meeting and the voting session would continue for another 5 minutes.

6.2 Thereafter, the Chairman declared the online voting session closed and adjourned the meeting for the Scrutineer to verify the poll results.

7. ANNOUNCEMENT OF POLL RESULTS

7.1 The Chairman referred the shareholders to the poll results displayed on the screen and based on the following poll results, the Chairman declared that all the resolutions tabled at the AGM were duly passed by the shareholders:

Resolution(s)	Vote For		Vote Against		Total Votes	
	No. of Units	%	No. of Units	%	No. of Units	%
Resolution 1	306,569,555	99.9986	4,181	0.0014	306,573,736	100.0000
Resolution 2	306,569,345	99.9986	4,391	0.0014	306,573,736	100.0000
Resolution 3	283,863,766	92.5923	22,709,970	7.4077	306,573,736	100.0000
Resolution 4	283,863,366	99.9996	1,002	0.0004	283,864,368	100.0000
Resolution 5	306,572,734	99.9997	1,002	0.0003	306,573,736	100.0000
Resolution 6	283,862,216	92.5918	22,711,520	7.4082	306,573,736	100.0000
Resolution 7	283,862,556	92.5919	22,711,180	7.4081	306,573,736	100.0000
Resolution 8	258,132,698	84.1992	48,441,038	15.8008	306,573,736	100.0000
Resolution 9	258,111,718	84.1924	48,462,018	15.8076	306,573,736	100.0000
Resolution 10	48,476,666	99.9954	2,212	0.0046	48,478,878	100.0000
Resolution 11	258,107,588	84.1855	48,486,148	15.8145	306,593,736	100.0000

8. CLOSURE OF AGM

- 8.1 There being no further business to be transacted, the Chairman declared the Meeting concluded at 12.20 p.m. and thanked the attendees for their presence.

CONFIRMED CORRECT

- Approved -

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CHAIRMAN

Date: 25 January 2022

Remaining Questions from Shareholders Received For the Forty-Eighth Annual General Meeting

No.	Questions	The Company's Responses / Answers
1.	If more than RM100 million was spent on capex in the 2 years and capacity increased only 30-35%, please discuss the cost overruns.	The capex plan is still ongoing and has been aligned with customer demand and uptake. To date, we have completed around 60-70% of the planned RM100M which has increased capacity 35-40%.
2.	External auditor did not explain whether Myanmar figures are for identical period as the group, on basis of management accounts? or time-shifted?	Reply by the external auditor: The audit was performed based on similar financial year end of the Group, which is in line with the consideration of ISA 600.
3.	Group adopting same SOP in all factories does not answer the question of whether the group is paying any attention to ventilation in light of the very clear understanding that COVID is airborne - as previously explained, this is a question of self-interest in workforce attendance and productivity, as well as welfare!	We are continually enhancing our SOP in line with all regulatory requirements in the countries in which we operate. We will continually review and discuss proposals (including any need for better air ventilation at our workplace) to safeguard the wellbeing of all our employees, which is our top priority.
4.	The Scientex Packaging name is also used for one of its 100% subsidiaries called Scientex Packaging Film, does the MD's explanation imply that all companies with Packaging in the name will be brought under Daibochi group? or all group companies relating to packaging?	In terms of our group of companies, as mentioned during our AGM, we propose to adopt the "Scientex Packaging" naming approach for all our subsidiaries. The proposed naming approach of "Scientex Packaging" is to enhance customers' confidence through projecting our business continuity plan and plant presence. We are not in a position to comment on companies that are not directly under our group at this juncture.
5.	After the company name change, will the brand name Daibochi still be used anywhere? What is the expected cost for the name change? What is the indirect cost of scrapping the Daibochi brand name as it has gained customer recognition?	<p>In view of the rationale of the name change as discussed during the AGM, the intention is to use Scientex Packaging as a brand name moving forward. In making the proposal at the AGM, we have duly considered and weighed all aspects of the name change, including costing as far as practicable, and believe that the name change is appropriate, timely and in the best interest of the company.</p> <p>The direct cost for the name change is not material. In respect of the indirect cost for the name change, we are not in a position to ascertain the indirect cost as we are still in an early stage of the name change.</p>
6.	Where can I find the past AGM minutes in the company website?	The AGM summary of key matters discussed for FY2020 can be found under the Investor Relations Section under the subsection AGM/EGM in our website, www.scientexpackagingak.com.my .

No.	Questions	The Company's Responses / Answers
		The FY2021 minutes/key matters discussed will be uploaded in the same section in due course.
7.	Would the MD please give us an account of the changes in production capacity, utilisation, product capabilities, and costs during FY21, and the current year-to-date? What are his strategic priorities for the future?	Please refer to our response to Q3, Q4, Q6, Q7, Q8, Q10 and Q24 under Section 5 above.
8.	In FY21 the company bought industrial land in Bukit Baru. What are the current operations in Bukit Baru, & the purpose of this acquisition?	Please refer to our response to Q3 under Section 5 above.
9.	In the light of the expansion plans outlined, can the board please discuss its new philosophy on dividends?	Please refer to our response to Q2 under Section 5 above.
10.	Disadvantages of the proposed name have been mentioned to the board by investors. It's long, raises questions of pronunciation, and may give the impression of a single factory, when the company has sites in four location clusters in Malaysia and one in Myanmar, with an international customer base. Scientex Daibochi would have been in line with common international practice and with the Scientex Great Wall precedent. What is the rationale for the proposed name?	Please refer to our response to Q1 under Section 5 above.
11.	Dear Sir, Please reward the shareholders who are participating and supporting the resolutions of the company in this AGM. Thank you.	We take note of the request, but currently, it is not the Company's practice to provide any door gifts or reward to any shareholder / proxy / corporate representative who participate at the Company's general meetings.
12.	The questions submitted are supposed to be visible to all shareholders - not just paraphrased questions convenient to the management - please can all questions be shown?	All the questions from the shareholders that were received prior to and during the AGM are set out in these minutes of AGM for the shareholders' information.
13.	Since production has returned to normal, what is the current factory utilisation rate? Can the capacity in place today meet market demand in the next 2 years?	Please refer to our response to Q3, Q8 and Q28 under Section 5 above.
14.	What is the estimated percentage cost saving by buying from Scientex instead of other suppliers? Why has margin shrunk despite increased purchase from Scientex?	Please refer to our responses to Q5 and Q15 under Section 5 above.

No.	Questions	The Company's Responses / Answers
15.	What is the expected annual growth rate of market demand locally and overseas? Given the company has invested heavily in capacity, how confident is the management to grow faster than the overall market?	Please refer to our response to Q24 under Section 5 above.