

## EVERSENDAI CORPORATION BERHAD (Company No. 614060-A)

Summary of Key Matters discussed at the 14<sup>th</sup> Annual General Meeting (“AGM”) of Eversendai Corporation Berhad (the “Company”) held at Safir 1, Hotel Istana Kuala Lumpur City Centre, No.73, Jalan Raja Chulan, 50200 Kuala Lumpur on Thursday, 25 May 2017 at 3.00 p.m.

### **PRESENT**

1. All members of the Board of Directors
2. Company Secretary
3. Representatives from Messrs. Deloitte, the external auditors
4. Share Registrar/ Independent Scrutineers/ Shareholders/ Proxies/ Invitees and others as per attendance list

Tan Sri Nathan Elumalay (the “Chairman”) chaired the 14<sup>th</sup> AGM of the Company. The meeting was called to order at 3.00 p.m after confirmation of the requisite quorum being present.

The Chairman then introduced the Members of the Board to the shareholders and tabled the Audited Financial Statements of the Company for the financial year ended 31 December 2016 together with the Reports of the Directors and Auditors therein for discussion.

Mr. Nadarajan Rohan Raj, the Executive Director and the Group Chief Operating Officer for the Group’s Structural Steel and Construction Division presented to the Meeting on the overview of the Group’s performance, current business activities and future direction.

Some shareholders raised questions on the following key matters:-

1. Reasons for a substantial drop in gross profit margin, to which it was explained that it is due to reversal of over-recognized revenue and additional cost incurred due to the delay in completion of the liftboats, low utilization of fabrication factory in the oil and gas segment, penalty and storage charges couple with weak currency. The unexpected drop in oil price from second half of 2014 had also become a huge challenge to the Group in sourcing for funding to complete the liftboats. Now the funding has been secured and the project is going in full capacity.
2. The Group’s borrowing increased substantially. It appears that the Group is borrowing to finance low margin projects. It was replied that the margin has dropped compared with some five (5) years ago but the projects are still profitable. The Group has taken various pro-active measures to cut cost, improve efficiency and maximize the workforce.

Summary of Key Matters discussed at the Fourteenth Annual General Meeting of Eversendai Corporation Berhad

3. On whether there are any more foreseeable doubtful debts, it was informed that as at the reporting date, the Company does not expect any other foreseeable doubtful debts.

All the resolutions tabled at the 14<sup>th</sup> AGM of the Company held on 25 May, 2017 and voted by way of poll and were duly passed by the shareholders.

**TERMINATION OF MEETING**

There being no other business to be transacted, the Meeting closed at 6.15pm with a vote of thanks to the Chair.