

W T K HOLDINGS BERHAD 197001000863 (10141-M)

Publication of Summary of key matters discussed at the Forty-Eighth Annual General Meeting (“48th AGM”) of the Company held on 13 August 2020

Pre-submitted questions

No.	Key matters raised by members and/or proxies	Responses from Directors and/or Management
1.	Any plan to revert to physical meeting next year?	<p>The decision to conduct the 48th AGM entirely through live streaming was to ensure we were able and allowed to convene the required meeting and at the same time to uphold the health and safety of our shareholders, directors and employees in the face of the COVID-19 pandemic.</p> <p>The Board will certainly consider and look into the feasibility of physical meeting for upcoming AGMs while balancing the best interests of shareholders.</p>
2.	What is the COVID-19 impact on operations going forward?	<p>During the Movement Control Order (“MCO”) period starting on 18 March 2020, the Group’s timber and plantation segments are allowed to operate albeit with strict adherence to standard operating procedures mandated by the authorities. Subsequently, the tapes segment also resumed operation on 17 April 2020 upon successfully obtained the necessary approval from the authorities.</p> <p>In the meantime, our business continuity plan encompasses more aggressive cost optimisation measures at all aspects of our operations.</p> <p>In terms of sales, a recovery in domestic and foreign market is still at an early stage and consumption is definitely impacted. Given the unprecedented impact and levels of uncertainty from the COVID-19 pandemic, we anticipate the recovery to be slow.</p>

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		We are committed to be even more agile in implementing the business strategies and are confident that the Group is able leverage on its strong cash position and experienced management to navigate the challenges.
3.	Any E-gift vouchers?	We have announced in our AGM Administrative Guide that we are not issuing any voucher this AGM. However, we will consider doing so in the future.

Questions via Query Box during the course of the Meeting

No.	Key matters raised by members and/or proxies	Responses from Directors and/or Management
1.	What is the status on the Proposed Acquisition of Lumiera Estate?	All the conditions precedent under the Sale and Purchase Agreement dated 22 January 2020 and supplementary sale and purchase agreement dated 31 March 2020 are fulfilled. The Group is arranging the payment of the balance of the purchase consideration and the Proposed Acquisition of Lumiera Estate is expected to be completed in third quarter of year 2020.
2.	What is the rationale of the Proposed Acquisition of Lumiera Estate?	The Proposed Acquisition is part of WTK Group’s strategy to acquire more plantation lands in Malaysia in view of scarcity of suitable and sizeable land banks for oil palm cultivation. Upon completion of the Proposed Acquisition, the oil palm planted area held by WTK Group will increase by 36%, from 8,799 hectares to approximately 12,000 hectares. The Property is strategically located adjacent the Group’s estates, allowing the Group to have logistic and accessibility advantages as well as benefit from economies of scale through operational synergies.

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3.	What is the reason for impairment loss on goodwill of RM19.6 million for current year?	After goodwill impairment assessment, the management have impaired fully the goodwill of RM19.6million arising from a subsidiary in Timber division during the financial year mainly due to the declining result from this Cash Generating Unit (“CGU”) which resulted in a decrease in value-in-use (“VIU”).