

SUPERCOMNET TECHNOLOGIES BERHAD

[Company No. 199001005958 (197527-H)]

(Incorporated in Malaysia)

Summary of Key Matters Discussed at the Thirtieth Annual General Meeting (“30th AGM”) of Supercomnet Technologies Berhad (“STB” or “the Company”) held at Tasha Hall, Cinta Sayang Resort, Persiaran Cinta Sayang, 08000 Sungai Petani, Kedah on Thursday, July 9, 2020, at 10.00 a.m.

All resolutions tabled at the 30th AGM were passed by members as follows: -

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| Ordinary Resolution No. 1 | Approval of the payment of a Final Single Tier Dividend of 1 sen per share for the year ended December 31, 2019 |
| Ordinary Resolution No. 2 | Approval of the payment of a Special Single Tier Dividend of 0.5 sen per share for the year ended December 31, 2019 |
| Ordinary Resolution No. 3 | Approval of Directors’ Fees of up to RM214,500/- from this AGM until the date of the next AGM of the Company |
| Ordinary Resolution No. 4 | Approval of Directors’ Benefits payable (excluding Directors’ Fee) of up to RM83,800/- from this AGM until the date of the next AGM of the Company |
| Ordinary Resolution No. 5 | Re-election of Mdm. Wu, Huei-Chung as Director of the Company in accordance with Paragraph 102(1) of the Constitution of the Company |
| Ordinary Resolution No. 6 | Re-election of Mr. Ng Ngoon Weng as Director of the Company in accordance with Paragraph 102(1) of the Constitution of the Company |
| Ordinary Resolution No. 7 | Appointment of Messrs. Deloitte PLT as Auditors of the Company for the ensuing year and to authorize the Board of Directors to determine their remuneration |
| Ordinary Resolution No. 8 | Authority to allot and issue shares pursuant to section 76 of the Companies Act 2016 |

Pursuant to Rule 8.31A of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad, all resolutions were voted by poll.

All Board Members were present at the 30th AGM except Mr. Wu, Chung-Jung who was in Taiwan.

Key Matters raised by Members

Members/Proxies raised the following key matters which were duly answered by the Board of the Directors:

(a) Business Environment & Company Performance

Mr. Teh Kian Lang congratulated the Board for a job well done in spite of the current challenging market environment especially with the Covid-19 pandemic. He then enquired whether the Group is looking into producing additional products in anticipation of market needs and demands. Mr. James Shiue (JS) then showcased the new product(s) including one that has been recently approved and the Group is continuously looking into Research & Development (R&D) to improve on this.

Mr. Ooi Sie Yuan (OSY) then enquired on the Capex expenditure which was relatively low for 2019 in spite of the R&D and new products as well as utilization rate. The Chairman then explained that even though the production of new medical cables need capex expenditure, the Group has been collaborating with their suppliers and their R&D expenses have been expensed out annually. In reply to OSY additional enquiry, JS clarified that cables depended upon international standards and certifications and thus there are no patent registrations.

In reply to En Mohammad Ashraf's enquiry on product margin, JS explained that generally medical products commanded healthy margin but it also depended on the urgency of the product orders and also the control of costs.

OSY then commented that in view of the expected increase in production and also during this pandemic situation, labour shortage could be a main cause of concern. JS explained that even though labour is an issue, this has not been a major cause for concern as the Group could still source for labour in Sungai Petani and the Group has been moving towards automation where possible.

Ms. Leng Jie Ying (LJY) asked about new products and plans to utilize the cash reserves. JS replied that the Group is constantly looking to produce new and innovative products especially in the medical arena and its always a step-by-step process and subject to approvals from the relevant authority like FDA. The Chairman further added that expanding in the medical devices business will need strong cash reserves due to the risks involved and also a strong cash position will augur well for dividend payouts.

(b) Market Listing

Mr. Teoh Kok Liang enquired on bonus issue to which the Chairman mentioned that the Company would always strive to provide value to shareholders either via declaration of dividends or bonus issue via capitalization of reserve and this would also need to be balanced with Company performance and ensuring business continuity and growth.

Mr. Joseph Lam Wai commented that based on the market capitalization and the Company's past performance, the Company should already qualify for Main Board listing which would enable the Company to have more visibility and coverage. JS

explained that the Board has and will continue to deliberate on this suggestion to transfer to Main Board.