

LOTTE CHEMICAL TITAN

LOTTE CHEMICAL TITAN HOLDING BERHAD

(Company No. 222357-P)

(Incorporated in Malaysia)

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the 2018 Annual General Meeting of the Company will be held at the Ballroom 3, Sime Darby Convention Centre, 1a Jalan Bukit Kiara 1, 60000 Kuala Lumpur on Tuesday, 24 April, 2018 at 2.00 p.m. to transact the following business:-

AGENDA

- To receive the Audited Financial Statements for the financial year ended 31 December 2017 and the Reports of the Directors and Auditors thereon.
- To re-elect the following Directors who are retiring by rotation pursuant to Article 94 of the Company's Constitution:-
 - Tan Sri Dato' Abdul Rahman bin Mamat **Resolution 1**
 - Mr. Lee Kwan Ho **Resolution 2**
- To approve the payment of Directors' Fees amounting to RM475,644.00 for the financial year ended 31 December 2017. **Resolution 3**
 - To approve the payment of Directors' remuneration and benefits (excluding Directors' Fees) to the Non-Executive Directors up to an amount of RM360,100.00 for the period from 1 January 2017 until the next Annual General Meeting of the Company. **Resolution 4**
- To declare a final single tier dividend of 23 sen per ordinary share for the financial year ended 31 December 2017. **Resolution 5**
- To re-appoint Messrs. Ernst & Young as Auditors of the Company and to authorise the Directors to fix their remuneration. **Resolution 6**

As Special Business:-

- To consider and if thought fit, to pass the following ordinary resolution:-

Ordinary Resolution

- Proposed Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading in Nature and Contracts entered into from time to time which are necessary or would facilitate the day-to-day operations**

Resolution 7

"THAT subject to the provisions of 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 in nature and contracts entered into from time to time with Related Party(ies) as specified in Section 2.1.2 of the Circular to Shareholders dated 23 March 2018 which are necessary for the day-to-day operations; in the ordinary course of business, based on normal commercial terms which are not more favourable to the Related Party(ies) than those generally available to the public and are not detrimental to minority shareholders of the Company ("Shareholders' Mandate") and such approval shall continue to be in force until-

(i) the conclusion of the next AGM of the Company following the forthcoming AGM at which the Shareholders' Mandate is passed, at which time such Shareholders' Mandate will lapse, unless by a resolution passed at the meeting, the authority for the Shareholders' Mandate is renewed;

(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 in general meeting,

whichever is the earlier.

AND THAT the Directors of the Company be authorized to complete and do all such acts and things as they may consider expedient or necessary to give full effect to the Shareholders' Mandate."

NOTICE OF DIVIDEND ENTITLEMENT AND PAYMENT

NOTICE IS ALSO HEREBY GIVEN that subject to the approval of the shareholders at the 2018 Annual General Meeting to be held on 24 April 2018, a final single tier dividend of 23 sen per ordinary share in respect of the financial year ended 31 December 2017 will be paid on 8 June 2018. The entitlement date for the dividend payment is on 18 May 2018.

A Depositor shall qualify for the entitlement to the dividend only in respect of:-

- Securities transferred into the Depositor's Securities Account before 4.00 p.m. on 18 May 2018 in respect of transfers; and
- Securities bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the rules of Bursa Malaysia Securities Berhad.

By Order of the Board

Philip Kong Chock Hoon (MACS 01402)

Cynthia Gloria Louis (MAICSA 7008306)

Chew Mei Ling (MAICSA 7019175)

Company Secretaries

Kuala Lumpur

23 March 2018

Notes:

- In respect of deposited securities, only Members whose names appear in the Record of Depositors on 17th April 2018 (General Meeting Record of Depositors) shall be entitled to attend, speak and vote at this 2018 Annual General Meeting.
- A member entitled to attend and vote at the above meeting is entitled to appoint not more than two (2) proxies to attend and vote instead of him/her save for a member who is an authorised nominee defined under the Securities Industry (Central Depositories) Act 1991 and holds ordinary shares in the Company for multiple beneficial owners in one (1) securities account ("omnibus account"), there is no limit to the number of proxies which such member may appoint in respect of each omnibus account it holds. There shall be no restriction as to the qualification of the proxy and a proxy duly appointed to attend and vote at a meeting of the Company shall have the same rights as the member to speak at the meeting.
- Where a member appoints two (2) proxies, the appointment shall be invalid unless he/she specifies the proportions of his/her holding(s) to be represented by each proxy.
- The instrument appointing a proxy shall be in writing under the hand of the appointer or his/her attorney duly authorised in writing or if the appointer is a corporation, either under its Common Seal or attorney duly authorised in writing.
- The Form of Proxy must be deposited at the office of the Company's Share Registrar, Tricor Investor & Issuing House Services Sdn Bhd, Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia, not less than forty-eight (48) hours before the time appointed for holding the meeting.

Explanatory Notes to Ordinary and Special Business

1. Item 1 of the Agenda - Audited Financial Statements for financial year ended 31 December 2017

The Agenda No. 1 is meant for discussion only as Section 340(1)(a) of the Act does not require a formal approval of the shareholders for the Audited Financial Statements. Hence, this item of the Agenda is not put forward for voting.

2. Resolution 4 - Directors' remuneration and benefits

The Directors' remuneration and benefits (excluding Directors' Fees) comprise meeting allowances and other emoluments payable to the Non-Executive Directors from 1 January 2017 until the next Annual General Meeting of the Company ("the Relevant Period").

In determining the estimated total Meeting Allowances for the Relevant Period, the Board has considered various factors, among others, the size of the Board and Board Committees as well as the number of meetings scheduled to be held during the Relevant Period.

3. Resolution 7 - Proposed Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading in Nature and Contracts entered into from time to time which are necessary or would facilitate the day-to-day operations

The proposed Ordinary Resolution 7, if approved, will allow Lotte Chemical Titan Group to enter into Recurrent Related Party Transactions pursuant to Paragraph 10.09 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. Further information on the Proposed Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading in Nature and Contracts entered into from time to time which are necessary or would facilitate the day-to-day operations is set out in the Circular to Shareholders of the Company dated 23 March 2018 which is dispatched together with the Company's 2017 Annual Report.