

# **BREM HOLDING BERHAD**(66756-P)

(Incorporated in Malaysia under the Companies Act, 1965)

**NOTICE IS HEREBY GIVEN** that the Thirty-Third Annual General Meeting of Brem Holding Berhad (“Brem” or “the Company”) will be held at Crystal Ballroom, 1<sup>st</sup> Floor, Crystal Crown Hotel, No. 12, Lorong Utara A, Off Jalan Utara, 46200 Petaling Jaya, Selangor Darul Ehsan on Tuesday, 30 September 2014, at 10.30 a.m. for the transaction of the following businesses:-

1. To receive the Audited Financial Statements for the year ended 31 March 2014 together with the Reports of the Directors and the Auditors thereon. (Refer Note 6(a))
2. To declare a final single tier dividend of 3% in respect of the year ended 31 March 2014. (Resolution 1)
3. To approve the payment of Directors’ fees of RM70,000/- (2013: RM70,000/-) in respect of the year ended 31 March 2014. (Resolution 2)
4. To re-elect the following Directors who retire pursuant to the Company’s Articles of Association and being eligible, offer themselves for re-election:-
  - (a) Ms. Khoo Hui Keam (Article 80) (Resolution 3)
  - (b) Ms. Khoo Hui Giok (Article 80) (Resolution 4)
5. To consider and, if thought fit, pass the following resolution pursuant to Section 129 of the Companies Act, 1965:-

“That Dato’ Hj. Abu Sujak bin Hj. Mahmud, retiring pursuant to Section 129 of the Companies Act, 1965, be and is hereby re-appointed as a Director of the Company to hold office until the conclusion of the next Annual General Meeting.” (Resolution 5)
6. To appoint Messrs. Baker Tilly Monteiro Heng as Auditors of the Company in place of the retiring Auditors, Messrs. STYL Associates, and to authorise the Directors to fix their remuneration. (Resolution 6)

Notice of nomination from a shareholder pursuant to Section 172(11) of the Companies Act 1965, a copy of which is annexed in the 2014 Annual Report as “Appendix A”, has been received by the Company for nomination of Messrs. Baker Tilly Monteiro Heng who have given their consent to act, for appointment as Auditors and of the intention to propose the following Ordinary Resolution:-

"That Messrs. Baker Tilly Monteiro Heng be and are hereby appointed as Auditors of the Company in place of the retiring Auditors, Messrs. STYL Associates, and to hold office until the conclusion of the next Annual General Meeting at a remuneration to be determined by the Directors."

7. As Special Business:-

To consider and, if thought fit, to pass the following Ordinary/Special resolutions:-

  - (a) **Ordinary Resolution 1**  
**Proposed Share Split involving the subdivision of every one (1) existing ordinary share of RM1.00 each in BREM (“BREM Share(s)” or “Share(s)”) into two (2) ordinary shares of RM0.50 each in BREM (“Split Share(s)”) (“Proposed Share Split”)** (Resolution 7)

"THAT, subject to the passing of the Special Resolution, and the approvals of all relevant authorities being obtained, approval be and is hereby given to the Board of Directors of the Company ("Board") to subdivide each of the existing ordinary shares of RM1.00 each in BREM, held by the shareholders of BREM whose names appear in the Record of Depositors of the Company as at the close of business on a date to be determined and announced later by the Board ("Entitlement Date"), into two (2) ordinary shares of RM0.50 each in BREM;

AND THAT the Split Shares shall, upon allotment and issuance, rank *pari passu* in all respects with each other;

AND THAT the Board be and is hereby authorised to give effect to the Proposed Share Split with full powers to assent to any conditions, modifications, variations and/or amendments as may be required by the relevant authorities and to do all such acts as they may consider necessary or expedient in the best interest of the Company to give full effect to the Proposed Share Split."

**(b) Ordinary Resolution 2**

(Resolution 8)

**Authority To Allot Shares Pursuant To Section 132D Of The Companies Act, 1965**

"THAT pursuant to Section 132D of the Companies Act, 1965, the Directors be and are hereby authorised to issue shares in the Company from time to time upon such terms and conditions and for such purposes as the Directors may, in their absolute discretion deem fit, provided that the aggregate number of shares to be issued does not exceed ten percent (10%) of the issued share capital of the Company for the time being, subject always to the approvals of all the relevant regulatory bodies obtained for such allotment and issue and that such authority shall continue in force until the conclusion of the next Annual General Meeting of the Company."

**(c) Ordinary Resolution 3**

(Resolution 9)

**Proposed Renewal of Existing Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature**

"THAT approval be and is hereby given to the Company and/or its subsidiary companies to renew the mandate from the shareholders of the Company for the Company and/or its subsidiary companies to enter into and give effect to Recurrent Related Party Transactions of a revenue or trading nature with specified class of the Related Parties as stated in Part B - Section 2.4(a) of the Circular to Shareholders dated 8 September 2014 ("Circular") subject to the following:-

- (i) the transactions are necessary for the Group's day-to-day operations and they are carried out in the ordinary course of business made on an arm's length basis and on normal commercial terms; and
- (ii) are on terms that are not more favourable to the Related Parties than those generally available to the public and not detrimental to minority shareholders of the Company;

AND THAT the authority conferred by this resolution shall continue to be in force until:-

- (a) the conclusion of the next Annual General Meeting ("AGM") of the Company following the general meeting at which such mandate was passed, at which time it will lapse, unless by a resolution passed at the AGM, the authority is renewed; or
- (b) the expiration of the period within which the next AGM of the Company after the date is required to be held pursuant to Section 143(1) of the Companies Act, 1965 ("the Act") (but shall not extend to such extension as may be allowed pursuant to Section 143(2) of the Act); or
- (c) revoked or varied by resolution passed by the shareholders in general meeting,

whichever is the earlier, and disclosure will be made in the annual report of the aggregate value on the transactions conducted during the financial year pursuant to the shareholders' mandate;

AND FURTHER THAT the Directors be and are hereby authorised to complete and do all such acts and things (including executing such documents as may be required) as they may consider expedient or necessary to give effect to this resolution.”

**(d) Ordinary Resolution 4  
Proposed Renewal of Authority for Share Buy-Back**

(Resolution 10)

“THAT subject to the Companies Act, 1965 (“the Act”), rules, regulations and orders made pursuant to the Act, provisions of the Company’s Memorandum and Articles of Association, the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and any other relevant authorities, the Company be and is hereby authorised to purchase such amount of ordinary shares of RM1.00 each in the Company, or in the case where the Proposed Share Split is approved, the amount of ordinary shares of RM0.50 each in the Company as may be determined by the Directors of the Company from time to time through Bursa Securities upon such terms and conditions as the Directors may deem fit and expedient in the interest of the Company PROVIDED THAT:-

- (a) the aggregate number of ordinary shares of RM1.00 each, or in the case where the Proposed Share Split is approved, ordinary shares of RM0.50 each in the Company which may be purchased and/or held by the Company shall not exceed ten per cent (10%) of the issued and paid-up share capital of the Company as quoted on Bursa Securities as at the point of purchase, subject to a restriction that the issued and paid-up share capital of the Company does not fall below the applicable minimum share capital requirements of the Listing Requirements of Bursa Securities;
- (b) the maximum funds to be allocated by the Company for the purpose of purchasing the shares shall not exceed the Company’s latest audited retained profits and/or share premium account;
- (c) the authority conferred by this resolution will commence immediately upon passing of this ordinary resolution and will continue to be in force until:-
  - (i) the conclusion of the next Annual General Meeting (“AGM”) of the Company following the general meeting at which this resolution was passed, at which time it shall lapse, unless by an ordinary resolution passed at the AGM, the authority is renewed, either unconditionally or subject to conditions; or
  - (ii) the expiration of the period within which the next AGM of the Company after the date is required to be held pursuant to Section 143(1) of the Act (but shall not extend to such extension as may be allowed pursuant to Section 143(2) of the Act); or
  - (iii) revoked or varied by ordinary resolution passed by the shareholders of the Company in a general meeting,

whichever occurs first;

AND THAT the Directors of the Company be and are hereby authorised to cancel all the shares or any part thereof so purchased or to retain all the shares so purchased as treasury shares (of which may be distributed as dividends to shareholders and/or resold on Bursa Securities and/or subsequently cancelled), or to retain part of the shares so purchased as treasury shares and cancel the remainder, and in any other manner as prescribed by the Act, rules, regulations and orders made pursuant to the Act, the Listing Requirements of Bursa Securities and any other relevant authorities for the time being in force;

AND THAT the Directors of the Company be and are hereby authorised to take all such steps as are necessary or expedient to implement, finalise or to effect the aforesaid share buy-back with full powers to assent to any conditions, modifications, variations and/or amendments as may be required or imposed by the relevant authorities and to do all such acts and things (including executing all documents) as the Directors may deem fit and expedient in the best interest of the Company.”

**(e) Ordinary Resolution 5  
Continuing In Office As Independent Non-Executive Director**

(Resolution 11)

“THAT authority be and is hereby given to Mr. Wong Miow Song who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than nine years, to continue to act as an Independent Non-Executive Director of the Company.”

**(f) Special Resolution  
Proposed Amendments to the Memorandum and Articles of Association of BREM (“Proposed Amendments”)**

(Resolution 12)

“THAT, subject to the passing of Ordinary Resolution 1, approval be and is hereby given to the Board to alter, modify, vary and delete the Memorandum and Articles of Association of BREM in the following manner:-

Clause 5 of Memorandum of Association	The capital of the Company is RM250,000,000.00 Malaysian Currency divided into 250,000,000 shares of RM1.00 each. The shares in the original or any increased capital may be divided into several classes and there may be attached thereto respectively any preferential, deferred or other special rights, privileges, conditions or restrictions as to dividends, capital, voting or otherwise.	The capital of the Company is RM250,000,000.00 Malaysian Currency divided into 500,000,000 shares of RM0.50 each. The shares in the original or any increased capital may be divided into several classes and there may be attached thereto respectively any preferential, deferred or other special rights, privileges, conditions or restrictions as to dividends, capital, voting or otherwise
Article 3 of Articles of Association	The authorised capital of the Company at the date of adoption of these Articles is Ringgit: Two Hundred and Fifty Million (RM250,000,000.00) divided into 250,000,000 ordinary shares of Ringgit: One (RM1.00) each.	The authorised capital of the Company at the date of adoption of these Articles is Ringgit: Two Hundred and Fifty Million (RM250,000,000.00) divided into 500,000,000 ordinary shares of Sen: Fifty (RM0.50) each.

AND THAT the Board be and is hereby authorised to give effect to the Proposed Amendments with full powers to assent to any conditions, modifications, variations and/ or amendments as may be required by the relevant authorities and to do all such acts as they may consider necessary or expedient in the best interest of the Company to give full effect to the Proposed Amendments.”

8. To transact any other business for which due notice shall have been given.

## Notice of Dividend Entitlement

**NOTICE IS HEREBY GIVEN** that, subject to the approval of the shareholders at the Thirty-Third Annual General Meeting, the final single tier dividend of 3% in respect of the year ended 31 March 2014 will be payable on 18 November 2014 to depositors registered in the Record of Depositors on 3 November 2014.

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

- (a) Shares transferred to the depositor's securities account before 4.00 p.m. on 3 November 2013 in respect of transfers; and
- (b) Shares bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of the Bursa Malaysia Securities Berhad.

By Order of the Board,

CHOW CHOOI YOONG (MAICSA 0772574)  
Company Secretary

Kuala Lumpur  
8 September 2014

### Notes:

1. A member of the Company entitled to attend and vote at this meeting is entitled to appoint up to two proxies to attend, speak and vote instead of him/her. Where a member appoints two (2) proxies, the appointment shall be invalid unless he/she specifies the proportions of his/her shareholdings to be represented by each proxy. There shall be no restriction as to the qualification of the proxy.
2. Where a member is an Exempt Authorised Nominee ("EAN") which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account") as defined under the Securities Industry (Central Depositories) Act, 1991, there is no limit to the number of proxies which the EAN may appoint in respect of each omnibus account it holds.
3. In the case of a corporate body, the proxy appointed must be in accordance with the Memorandum and Articles of Association, and the instrument appointing a proxy shall be given under the company's Common Seal or under the hand of the officer or attorney duly authorised.
4. The Form of Proxy must be deposited at the Company's Registered Office at 3rd Floor, BREM House, Crystal Crown Hotel, No. 12, Lorong Utara A, Off Jalan Utara, 46200 Petaling Jaya, Selangor not less than 48 hours before the time set for the meeting or any adjournment thereof.
5. In respect of deposited securities, only members whose names appear on the Record of Depositors on 24 September 2014 (General Meeting Record of Depositors) shall be eligible to attend the meeting or appoint proxy(ies) to attend and vote on his behalf.
6. **Explanatory Notes on Ordinary and Special Business:-**
  - (a) **Audited Financial Statements for financial year ended 31 March 2014**  
The audited financial statements are for discussion only under Agenda 1, as it does not require shareholders' approval under the provisions of Section 169(1) and (3) of the Companies Act, 1965. Hence, it will not be put for voting.
  - (b) **Resolution in respect of the Proposed Share Split**  
Resolution No. 7 proposed under item 7(a), if passed, will enable the Company to undertake the Proposed Share Split involving the subdivision of every one (1) existing BREM Share into two (2) Split Shares. The Proposed Share Split is expected to enhance the marketability and liquidity of the ordinary shares of BREM on the Main Market of Bursa Securities. For further information, please refer to Part A of the Circular to Shareholders dated 8 September 2014 which is circulated together with this Annual Report.
  - (c) **Resolution pursuant to Section 132D of the Companies Act, 1965**  
Resolution No. 8 proposed under item 7(b) is to seek a renewal of the general mandate for the issue of new ordinary shares pursuant to Section 132D of the Companies Act, 1965.

As at the date of this notice, no new shares in the Company were issued pursuant to the general mandate granted to the Directors at the last AGM held on 26 September 2013.

The proposed Resolution No. 8, if passed, will empower the Directors of the Company to issue and allot new shares in the Company at any time and for such purposes as the Directors considered would be in the interests of the Company up to an aggregate not exceeding 10% of the issued share capital of the Company without convening a general meeting. This authority unless revoked or varied at a general meeting will expire at the next AGM.

The renewed mandate will provide flexibility to the Company for any possible fund raising activities, including but not limited to further placing of shares, for the purpose of funding investment project(s), working capital and/or acquisition.

**(d) Proposed Renewal of Existing Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue and Trading Nature**

Resolution No. 9 proposed under item 7(c), if passed, will authorise the Company and/or its subsidiaries to enter into recurrent related party transactions with related parties in the ordinary course of business which are necessary for the Group's day-to-day operations and are on terms not more favourable to the related parties than those generally available to the public and shall lapse at the conclusion of the next AGM unless authority for its renewal is obtained from the shareholders of the Company at a General Meeting. For further information, please refer to Part B of the Circular to Shareholders dated 8 September 2014, which is circulated together with this Annual Report.

**(e) Resolution No. 10 pursuant to Proposed Share Buy-Back**

Resolution No. 10 proposed under item 7(d), if passed, will empower the Company to purchase and/or hold up to 10% of the issued and paid-up share capital of the Company. This authority will, unless revoked or varied by the Company in General Meeting, expire at the next AGM. For further information, please refer to Part C of the Circular to Shareholders dated 8 September 2014, which is circulated together with this Annual Report.

**(f) Resolution No. 11**

In line with Recommendation 3.3 of the Malaysian Code on Corporate Governance 2012, the Nomination Committee has assessed the independence of Mr. Wong Miow Song, who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than nine years, and upon its recommendation, the Board of Directors has recommended him to continue to act as an Independent Non-Executive Director of the Company based on the following justifications:-

- (i) Mr. Wong Miow Song has fulfilled the criteria under the definition of Independent Director as stated in the Listing Requirements of Bursa Securities, and hence, he would be able to provide an element of objectivity, independent judgment and balance to the Board.
- (ii) His vast experience in the building construction and housing development industry would enable him to provide the Board with relevant expertise, knowledge and independent judgment to properly evaluate corporate performance and contribute to the effective decision making of the Board. Being the Chairman of the Audit Committee, he has demonstrated that he has the qualities and competencies to enable him to ensure the effectiveness of the Audit Committee in providing independent, objective and effective oversight to the Board.
- (iii) Mr. Wong Miow Song, having been with the Company for more than nine years, is familiar with the Group's business operations and has devoted sufficient time and attention to his professional obligations for informed and balance decision making.
- (iv) He has exercised due care during his tenure as Independent Non-Executive Directors of the Company and has carried out his professional duties in the interest of the Company and shareholders.

Resolution No. 11 proposed under item 7(e), if passed, will authorise Mr. Wong Miow Song to continue in office as an Independent Non-Executive Director of the Company.

**(g) Special Resolution in respect of the Proposed Amendments**

Resolution No. 12 proposed under item 7(f), if passed, will facilitate the implementation of the Proposed Share Split proposed under item 7(a). For further information, please refer to Part A of the Circular to Shareholders dated 8 September 2014 which is circulated together with this Annual Report.