



# UMS HOLDINGS BERHAD

(74125-V)

(Incorporated in Malaysia)

## NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Thirty-Seventh Annual General Meeting of the Company will be held at Level 3, Vistana Hotel, No. 9 Jalan Lumut, Off Jalan Ipoh, 50400 Kuala Lumpur on Monday, 4 March 2019 at 10:00 a.m. to transact the following business:

### AGENDA

#### Ordinary Business

- To lay before the Meeting the Audited Financial Statements for the financial year ended 30 September 2018 and the Reports of the Directors and Auditors thereon. *(Please refer to Note A)*
- To approve the payment of Directors' fees amounting to RM288,000 for the financial year ended 30 September 2018 (2017: RM262,500). *(Resolution 1)*
- To approve the payment of Directors' benefits (excluding Directors' Fees) up to an amount of RM100,000 for the period from 1 October 2018 until the next Annual General Meeting of the Company to be held in the year 2020. *(Resolution 2)*
- To declare a final dividend of 6 sen (Single-Tier) for the financial year ended 30 September 2018. *(Resolution 3)*
- To declare a special dividend of 4 sen (Single-Tier) for the financial year ended 30 September 2018. *(Resolution 4)*
- To re-elect the following Directors retiring in accordance with Article 101(1) of the Company's Constitution:
  - Mr. Ng Sing Kun @ Ng Sing Kuan *(Resolution 5)*
  - Mr. Ng Sing Huat *(Resolution 6)*
  - Ms. Kor Yann Ning *(Resolution 7)*
- To re-appoint Messrs. PCCO PLT as Auditors of the Company and to authorise the Directors to fix their remuneration. *(Resolution 8)*

#### Special Business

- Ordinary Resolution – Proposed Shareholder Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature which are in the Ordinary Course of Business

To consider and, if thought fit, to pass the following, with or without modifications, as an ordinary resolution:

THAT, subject to the Companies Act 2016 ("Act"), the Constitution of the Company and the Main Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities"), approval be and is hereby given to UMS and/or its subsidiaries to enter into any of the category of recurrent related party transactions of a revenue or trading nature as set out in Part A, Section 2.3 of the Circular to Shareholders of the Company dated 31 January 2019 ("the Circular") with the related parties mentioned therein which are necessary for UMS Group's day-to-day operations subject further to the following:-

- the transactions are in the ordinary course of business and are on normal commercial terms which are not more favourable to the related parties than those generally available to the public; and
- disclosure is made in the annual report of the aggregate value of transactions conducted pursuant to the Proposed Shareholder Mandate during the financial year;

AND THAT such approval shall continue to be in force until:-

- the conclusion of the next Annual General Meeting ("AGM") of the Company following this AGM, at which time it will lapse, unless by a resolution passed at the said AGM, such authority is renewed;
- 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 Act (but shall not extend to such extension as may be allowed pursuant to Section 340(4) of the Act); or
- revoked or varied by resolution passed by the shareholders in a general meeting; whichever is the earlier;

AND THAT authority be and is hereby given to the Board of Directors ("Board") to take all such steps as necessary to implement, finalise and give full effect to and to implement the Proposed Shareholder Mandate for Recurrent Related Party Transactions with full powers to assent to any conditions, modifications, revaluations, variations and/or amendments (if any) as may be required or imposed by the relevant authorities from time to time and to do all such acts and things as the Board may deem fit and expedient in the best interest of the Company." *(Resolution 9)*

- Ordinary Resolution – Proposed Share Buy-Back

To consider and, if thought fit, to pass the following, with or without modifications, as an ordinary resolution:

THAT, subject to the Companies Act 2016, the Constitution of the Company, the Main Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities") and the approval of such relevant government and/or regulatory authorities where necessary, the Company be and is hereby authorized to purchase its own ordinary shares ("Shares") on Bursa Securities ("Proposed Share Buy-Back") at any time, upon such terms and conditions as the Board of Directors ("Board") shall in their discretion deem fit and expedient in the best interest of the Company provided that:-

- The aggregate number of Shares in the Company which may be purchased and/or held by the Company shall not exceed ten percent (10%) of the prevailing total number of issued shares of the Company at the time of purchase and the compliance with the public shareholding spread requirements as stipulated in Paragraph 8.02(1) of the Listing Requirements or such other requirements as may be determined by Bursa Securities from time to time;
- 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 of RM4,636,323 as at 30 September 2018;
- The authority conferred by this resolution will commence after the passing of this ordinary resolution and will continue to be in force until:-
  - the conclusion of the next Annual General Meeting ("AGM") at which time it shall lapse unless by ordinary resolution passed at the meeting, the authority is renewed, either unconditionally or subject to conditions; or
  - the expiration of the period within which the next AGM after that date is required by law to be held; or
  - revoked or varied by ordinary resolution passed by the shareholders of the Company in a general meeting; whichever occurs first; and
- Upon the purchase by the Company of its own Shares, the Board be and is hereby authorized to:-
  - cancel all or part of the Shares purchased pursuant to the Proposed Share Buy-Back ("Purchased Shares"); and/or
  - retain all or part of the Purchased Shares as Treasury Shares; and/or
  - distribute the treasury shares as share dividends to the Company's shareholders for the time being; and/or
  - resell all or part of the treasury shares on Bursa Securities; and/or
  - transfer all or part of the treasury shares for the purpose of or under an employees' share scheme; and/or
  - transfer all or part of the treasury shares as purchase consideration; and/or
  - sell, transfer or otherwise use the treasury shares for such other purposes as the Minister may by order prescribe

AND that authority be and is hereby given to the Board to take all such steps as necessary to implement, finalise and give full effect to and to implement the Proposed Share Buy-Back with full powers to assent to any conditions, modifications, revaluations, variations and/or amendments (if any) as may be required or imposed by the relevant authorities from time to time and to do all such acts and things as the Board may deem fit and expedient in the best interest of the Company." *(Resolution 10)*

- Ordinary Resolution – Retention of Independent Director

"That Mr. Lee Kok Wei who has served the Board for more than twelve years be retained as Independent Non-Executive Director of the Company" *(Resolution 11)*

- Special Resolution – Proposed Adoption of a New Constitution of the Company ("Proposed Adoption")

To consider and, if thought fit, to pass, with or without modifications, the following as a special resolution:-

"THAT approval be and is hereby given to revoke the existing Constitution of the Company with immediate effect and in place thereof, the proposed new Constitution of the Company, as set out in Appendix III of the Circular to Shareholders dated 31 January 2019, be and is hereby adopted as the Constitution of the Company AND THAT the Directors of the Company be and are hereby authorised to do all such acts, deeds and things as are necessary and/or expedient in order to give full effect to the Proposed Adoption with full powers to assent to any conditions, modifications and/or amendments as may be required by any relevant authorities." *(Special Resolution 1)*

- 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 Annual General Meeting to be held on 4 March 2019, a Final Dividend of 6 sen (Single-Tier) and a Special Dividend of 4 sen (Single-Tier) in respect of the financial year ended 30 September 2018 will be paid on 29 March 2019 to shareholders whose names appear in the Company's Record of Depositors on 14 March 2019.

A Depositor shall qualify for entitlement only in respect of:

- Securities transferred into the Depositor's Securities Account before 4:00 p.m. on 14 March 2019 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.

FURTHER NOTICE IS HEREBY GIVEN THAT for the purpose of determining a member who shall be entitled to attend this Thirty-Seventh Annual General Meeting, the Company shall be requesting Bursa Malaysia Depository Sdn. Bhd. ("Bursa Depository") in accordance with Article 67 (3) of the Company's Constitution and Section 34 (1) of the Securities Industry (Central Depositories) Act 1991 to issue a General Meeting Record of Depositors as at 22 February 2019. Only a depositor whose name appears on the Record of Depositors as at 22 February 2019 shall be entitled to attend the said meeting or appoint proxy/proxies to attend and/or vote on his behalf.

### BY ORDER OF THE BOARD

HO MUN YEE (MAICSA 0877877)  
TAM FONG YING (MAICSA 7007857)  
Company Secretaries

Kuala Lumpur  
31 January 2019

#### Notes:

- A member of the Company entitled to attend and vote at the above meeting, is entitled to appoint a proxy to attend and vote in his/her stead. A proxy may but need not be a member of the Company and a member may appoint any person to be his proxy without limitation.
- A member shall be entitled to appoint more than one (1) proxy to attend and vote at the same meeting. Where a member appoints more than one (1) proxy, the appointment shall be invalid unless he specifies the proportions of his holdings to be represented by each proxy. If the appointor is a corporation, this form must be executed under its Common Seal or under the hand of its attorney.
- The instrument appointing a proxy must be completed and deposited at the registered office of the Company at 3rd Floor, No. 17 Jalan Ipoh Kecil, 50350 Kuala Lumpur not less than forty eight (48) hours before the time appointed for holding the meeting or adjourned meeting, or in the case of a poll, not less than twenty four (24) hours before the time appointed for the taking of the poll.

#### Note:

A.. The Audited Financial Statements are for discussion only as they do not require shareholders' approval pursuant to Section 340(1) of the Companies Act 2016. Hence, this matter will not be put for voting.

### EXPLANATORY NOTES ON SPECIAL BUSINESS

- Proposed Shareholder Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature which are in the Ordinary Course of Business

The Ordinary Resolution, if approved, will authorise UMS Group to enter into any of the category of recurrent related party transactions of a revenue or trading nature as set out in Section 2.3 of the Circular to Shareholders of the Company dated 31 January 2019 ("the Circular") provided that such transactions are in the ordinary course of business and are on normal commercial terms which are not more favourable to the related parties than those generally available to the public and disclosure is made in the annual report of the aggregate value of transactions conducted pursuant to the Proposed Shareholder Mandate during the financial year. This authority, unless revoked or varied by the Company at a general meeting, will expire at the conclusion of the next Annual General Meeting ("AGM") of the Company or will subsist until the expiration of the period within which the next AGM of the Company is required by law to be held, whichever is the earlier.

- Proposed Share Buy-Back

The Ordinary Resolution, if passed, will provide mandate for the Company to buy-back its own shares up to a limit of 10% of the existing total number of issued shares of the Company. Further explanatory notes on Resolution 10 is set out in the Statement to Shareholders dated 31 January 2019 despatched together with the Annual Report.

- Retention of Independent Director

The Board of Directors has vide the Nomination Committee conducted an assessment of independence on Mr. Lee Kok Wei who has served as an Independent Non-Executive Director for a cumulative term of more than twelve years. The proposed Resolution 11 is to seek shareholders' approval through a two tier voting process and, if passed, will enable him to be retained and continued to act as an Independent Non-Executive Director of the Company to fulfil the requirements of paragraph 15.02 of the Bursa Malaysia Securities Berhad Main Market Listing Requirements and to be in line with the practice 4.2 of the Malaysian Code of Corporate Governance. The details of justification are as follows:

#### Justifications

- He has met the independence guidelines as set out in Chapter 1 of the Bursa Malaysia Securities Berhad Main Market Listing Requirements and is therefore able to give independent opinion to the Board;
- Being director for more than twelve years has enabled him to contribute positively during deliberations/discussions at meetings as he is familiar with the operations of the Company and possess knowledge of the Company's operations;
- He has contributed sufficient time and exercised due care during his tenure as an Independent Non-Executive Director;
- He has discharged his professional duties in good faith and also in the best interest of the Company and shareholders;
- He has the calibre, qualifications, experiences and personal qualities to challenge management in an effective and constructive manner; and
- He has never compromised on his independent judgement.

- Proposed Adoption of a New Constitution of the Company

The Proposed Adoption is undertaken primarily to streamline the existing Constitution of the Company with the Companies Act 2016, which was effective on and from 31 January 2017. The Proposed Adoption is also to align the existing Constitution with the amendments of the Main Market Listing Requirements that came into effect from 2 January 2018, to provide clarity to certain provisions thereof and to render consistency throughout in order to facilitate and further enhance administrative efficiency. The details are set out in Part C of the Circular to Shareholders dated 31 January 2019.

### STATEMENT ACCOMPANYING THE NOTICE OF THE THIRTY-SEVENTH ANNUAL GENERAL MEETING

Further details of Directors who are standing for re-election as Directors

The profiles of the Directors who are standing for re-election at the Thirty-Seventh Annual General Meeting are set out in the Board of Directors' Profile on pages 26 to 29 of the Annual Report. Their shareholdings in the Company are set out in the section entitled "Analysis of Shareholdings" on page 108 of the Annual Report.

No individual other than the retiring Directors are seeking election as a Director at the Thirty-Seventh Annual General Meeting.