

OLYMPIA INDUSTRIES BERHAD

[1998001009242 (63026-U)]

(Incorporated in Malaysia)

Extract of the Minutes of the Thirty-Ninth Annual General Meeting (39th AGM”) of the Company held at the broadcast venue at Level 23, No. 8, Jalan Raja Chulan, 50200 Kuala Lumpur on Tuesday, 23 June 2020 at 3.00 p.m.

9. QUESTIONS & ANSWERS

The Chairman informed the meeting that the Company had received questions from shareholders before the AGM. The Company’s replies to the questions were shared to the meeting on the screen.

The Chairman notified that the Board would proceed to answer the relevant questions posed during the meeting. He said that questions on door gift/e-vouchers would not be addressed as the Company had responded to similar questions submitted before the AGM.

On questions posed during the meeting, where appropriate, the Chairman, Tan Sri Dato’ Yap, the Group Managing Director and Mr Lee Chee Kai, the General Manager of Group Finance, have responded accordingly.

The questions and answers in respect of the above are attached in the Annexure marked ‘A’.

QUESTIONS SUBMITTED BY SHAREHOLDERS BEFORE THE 39th AGM

1. Mr Stephen Lye Tuck Meng, shareholder

Q: Please give us some e-vouchers for attending the Virtual AGM. TQ

A: Our apologies, we are unable to provide e-vouchers for this event. Kindly refer to our Administrative Guide, wherein we have already stated that there will be no vouchers or door gifts given for this event.

2. Mr Teh Kian Lang, shareholder

Q: How is the prospects of the gaming business? Badly affected by covid?

A: With the implementation of the Recovery Movement Control Order (“RMCO”) starting from 10 June 2020, our gaming division under Sabah 88 will continue to suspend its operations until further notice.

The results and financial position of the Group subsequent to year end are expected to be impacted by the temporary closure of the gaming operations during the entire period of the MCO and CMCO, in which a total of 37 lottery draws have been or will be cancelled.

3. Mr Lee Mun Hoe, shareholder

Q: Financial is in a mess and business performance no improvement at all despite various chances given to the management / BOD. Who is to bear the responsibility for the failure?

A: The Group reported a loss after tax of RM22.658 million for the financial year ended 31 December 2019. Included in the loss after tax of the Group is a fair value loss on investment properties of RM13.98 million. The operations, results and financial position of the Group are also expected to be adversely impacted by the effects of the Covid-19 pandemic subsequent to the end of the financial year, as disclosed in Note 41 of the Company’s 2019 Annual Report.

Q: Kindly provide nominal value of e-voucher as a gesture of appreciation on exceptional basis to those who participate for this year virtual AGM in order to support domestic economy during this pandemic period & encourage good participation for the upcoming virtual AGM.

A: Our apologies, we are unable to provide e-vouchers for this event. Kindly refer to our Administrative Guide, wherein we have already stated that there will be no vouchers or door gifts given for this event.

4. Mr Tee Beng Hee, shareholder

Q: Since the company agm is conducted on a fully virtual basis and thus the company have save a lot of costs, will the company be giving shareholders who have to incur time and cost to attend this live streaming meeting and remote voting some e vouchers.

A: Our apologies, we are unable to provide e-vouchers for this event. Kindly refer to our Administrative Guide, wherein we have already stated that there will be no vouchers or door gifts given for this event.

RELEVANT QUESTIONS POSED BY SHAREHOLDERS DURING THE 39th AGM

1. Mr Ng Chan Hee, shareholder

Q: What is the implication of the going concern audit qualification towards the operations and finances of the company and what steps are management doing to address them?

A: As stated on page 67 of the 2019 Annual Report, the Auditors' report were unqualified with emphasis on material uncertainty related to going concern in the audited financial statements for the financial year ended 31 December 2019.

The Group has secured term loans totalling RM150 million which were included in non-current liabilities and would be due in April 2021 (RM30 million) and August 2021 (RM120 million) respectively. To-date, the repayment period for RM30 million loan has been extended and management is currently working towards securing an extension of the repayment period for the RM120 million loan.

2. Mr Stephen Lye Tuck Meng, shareholder

Q: In view of the Pandemic and since the company has been badly affected by the MCO, in which earnings are expected to be depressed, is the BOD going to lay off staff and/or cut salaries?

A: At the moment, there are no plans to lay off staff or cut staff salaries.

3. Ms Chow Wai Sum, shareholder

Q: Will company revert to physical agm next year? E gift voucher to shareholder who attended today? How is the Sri Hartamas development doing? Gaming business started already? Or still close from covid restriction?

A: The Company could revert to physical AGM if there is no Covid issue.

On Sri Hartamas (Kenny Heights) development, the Company is taking action to improve the site by developing the road system and putting up a garden at the entrance. The development of the project will be in phases as the land area is about 55 acres.

The gaming business has not started its operations since the imposition of MCO.

4. Mr Lee Mun Hoe, shareholder

Q: Directors and chairman are entitled for meeting fees and benefit in kind. Hopefully shareholders are rewarded.

A: The Company hope that it would be in a position to do so in future.

5. Mr Ng Chan Hee, shareholder

Q: In light of the current economic situation what is the plan of the management to develop the property projects, especially the Kenny Height's project? Also, any plan for the sales of the completed units?

A: The current property scenario in the country is not good. The management is improving the Kenny Heights site with some land development progress. The Group has a few completed units for sale. The Group hope to sell these units within a year taking into consideration the current market condition where intended buyers have difficulties in funding.

6. Mr Ho Wing Seng, shareholder

Q: Your company has never given any dividend for many many years. When can your company start giving dividends?

A: Dividends can be considered when the Company is a better financial position.