

**PESONA METRO HOLDINGS BERHAD (957876-T)**  
(Incorporated in Malaysia)

**SUMMARY OF QUESTIONS AND ANSWERS DURING THE SIXTH ANNUAL GENERAL MEETING OF THE COMPANY HELD ON THURSDAY, 25 MAY 2017 AT 10.30 A.M.**

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**AGENDA ITEM 1: AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016 TOGETHER WITH THE REPORTS OF THE DIRECTORS AND AUDITORS THEREON**

Q1: *Madam Choo Sau Ching ("Madam Choo"), a shareholder, thanked the directors for presenting Pesona Metro Holdings Berhad's financial and operational highlights to the shareholders.*

*She expressed satisfaction with the performance of the Company and said the revenue generated by each sector within the Group was good.*

*She asked whether the Company would perform better next year and whether the Company had sufficient projects for next year.*

*She also enquired about the progress of the Proposed Acquisition of the entire equity interest in SEP Resources (M) Sdn. Bhd.*

A1: Chairman thanked Madam Choo. He informed that the Company aimed to perform well every year and continue to be profitable while ensuring growth despite the external economic factors facing the Company.

Mr Chong Kien Eng ("Mr Chong"), the Chief Financial Officer of the Company, informed that the Company had an outstanding order book of approximately RM1.9 billion, which was expected to be delivered in the next three years.

He also informed that the Company had convened an Extraordinary General Meeting on 2 December 2016 to approve the Proposed Variation to the Share Sale Agreement in respect of the Proposed Acquisition of SEP Resources (M) Sdn. Bhd. and the corporate exercise was supposed to be completed in the first quarter of 2017. Due to the delay in obtaining the Certificate of Acceptance from Universiti Malaysia Perlis ("UNIMAP"), the Company had targeted to complete the corporate exercise by the third quarter of 2017.

Q2: *Madam Choo asked whether the Company would be incurring additional cost due to the delay in the completion of the corporate exercise.*

A2: Mr Chong informed that Bursa Malaysia Securities Berhad had requested the Company to convene the shareholders' meeting and it was part of the cost of acquisition.

He added that due to the delay in issuance of the Certificate of Acceptance from UNIMAP, the Company was required to maintain the student hostel and bear the maintenance cost.

He said that the maintenance cost had been reflected in the first quarter results of the Company under segmental reporting.

Q3: *Mr Chow Tai Hee, a shareholder, asked about the progress and status of the order book by replenishing projects and the number of projects secured to date.*

A3: Mr Wie Hock Kiong informed that the projects that were presented earlier were orders that were already secured.

He added that in the third quarter of 2017, the Company should be able to secure another job to replenish orders or works completed.

He also informed that it was the intention and plan of the Company to keep on replenishing the order book and to only secure better margin projects.

He added that to date, the Company had not secured any new project.

He assured that Management was working hard to secure other projects/orders.

Q4: *Madam Choo asked whether the Company would consider purchasing a piece of land to develop a condominium.*

*She then referred the meeting to page 69 of the Annual Report 2017 and noted that there were bank borrowings. She asked whether the Company would be borrowing more.*

A4: Mr Wie Hock Kiong replied that as a construction company, it was a natural progression to venture into development projects.

He added that the Company would venture into development projects when the time is right.

Mr Chong replied that the purpose of the bank borrowing was to acquire a piece of freehold agricultural land measuring approximately 62.69 acres in Bagan Datoh, Perak, for a special project.

Q5: *Madam Choo also asked whether the Company faced any tax issue with the tax authority in view of the recent problems faced by other listed companies.*

A5: Mr Chong informed that the Company did not have any tax issue as at to date.

He added that the Company had been audited by the Inland Revenue Board until 2015 and the resolution of tax matters raised was not material to the Company.

Chairman added that the Board was not aware of any tax implication faced by the Company as at to date other than those disclosed by Mr Chong earlier.