



LINGKARAN TRANS KOTA HOLDINGS BERHAD

199501006186 (335382-V)

(Incorporated in Malaysia)

Minutes of the 26th Annual General Meeting (AGM) of the Company Conducted Fully Virtual Through Online Meeting Platform Via TIIH Online Website at <https://tiih.online> or <https://tiih.com.my> (Domain Registration Number with MYNIC: D1A282781) Provided by Tricor Investor & Issuing House Services Sdn Bhd in Malaysia, on Thursday, 30 September 2021 at 11.00 a.m.

PRESENT IN BROADCAST VENUE	: <u>Directors</u> Tan Sri Dato' Setia Haji Ambrin bin Buang (<i>Chairman</i>) Ir Haji Yusoff bin Daud Dato' Haji Azmi bin Mat Nor Datin Lee Choi Chew Puan Nazli binti Mohd Khir Johari <u>Senior Management</u> En Sazally bin Saidi (<i>Chief Executive Officer</i>) Mr Stephen Low Chee Weng (<i>Chief Financial Officer</i>)
PRESENT VIA VIDEO CONFERENCING	: Shareholders, Proxies and Corporate Representatives (Collectively "Members") Based on Appointments Holding 440,959,905 Ordinary Shares Representing 82.73% of the Total Number of Issued Shares of the Company as at 24 September 2021
	215 Members 22 Proxies 1 Corporate Representative <u>External Auditors</u> Mr Terence Tan Shium Jye (<i>Ernst & Young</i>) Ms Rose Anne Caoile (<i>Ernst & Young</i>) <u>Share Registrar</u> Mr Joselito Gadiana (Insurban Corporate Services Sdn Bhd)
SECRETARIES	: Ms Chiew Teng Juan
QUORUM	: There being a quorum, the 26 th AGM was dully convened at 11.00 a.m.
NOTICE	: The notice convening the 26 th AGM (the "Notice") having been circulated in accordance with the statutory period was taken as read.

WELCOME ADDRESS

The Chairman welcomed the Members to Lingkaran Trans Kota Holdings Berhad's 26th AGM conducted fully virtual through online meeting platform via TIIH Online website at <https://tiih.online> or <https://tiih.com.my> (Domain registration number with MYNIC: D1A282781) provided by Tricor Investor & Issuing House Services Sdn Bhd in Malaysia.

He informed the Members that in support of the Government of Malaysia's ongoing efforts to contain the spread of Covid-19 and as part of the Group's safety measures, a fully virtual AGM was necessary for the safety of everyone who participated or was involved in the AGM.

The virtual AGM using Remote Participation and Voting Facilities ("RPV") was in compliance with Section 327(2) of the Companies Act, 2016 and Clause 78 of the Company's Constitution. The virtual AGM was also in line with Practice 13.3 of the Malaysian Code on Corporate Governance.

The Chairman went on to introduce the Board of Directors, the Group's Senior Management, the Company Secretary and the external auditors who were present in the virtual AGM via remote participation.

On behalf of the Board, the Chairman thanked the Members for their presence by way of remote participation.

PRELIMINARY

Poll Voting

Before proceeding to the first item on the Agenda, the Chairman advised the Members of their voting rights. He explained that pursuant to Paragraph 8.29A of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, voting on all resolutions set out in the Notice of AGM shall be conducted by poll. Every member who is participating in person or by proxy shall have one vote for every share held. All voting shall be conducted via online remote voting on <https://tiih.online>.

To facilitate the voting process, the Company had appointed Tricor Investor and Issuing House Services Sdn Bhd (Tricor) as the Poll Administrator to conduct the poll by way of online remote voting and Coopers Professional Scrutineers Sdn Bhd (Coopers) as the Independent Scrutineer to verify the poll results.

The Chairman went on to inform the Members that voting session for all the resolutions had commenced from the start of the Meeting at 11.00 a.m. and shall remain open until the announcement of the completion of the voting session.

On the Chairman's request, the Poll Administrator briefed the Members on the online remote voting process. A video was played to guide the Members on the remote voting process.

The Chairman informed the Members that he shall go through all the resolutions set out in the notice of AGM to be followed by a Questions and Answers (Q&A) session before polling starts. The Members were advised to use the query box to transmit their questions. The channel will be opened until the announcement of the closure of the Q&A

session.

He assured the Members that the Board and the Management will try their best to respond to all questions submitted by the Members during the AGM. The responses will be uploaded to the Company's corporate website (www.litrak.com.my) after the meeting at the earliest possible.

The Chairman further informed the Members that the Company has received pre-submitted questions from the Minority Shareholders Watch Group ("MSWG") and also other shareholders. He said the Company's responses to the aforesaid pre-submitted questions will be read out later before the Q&A session begins.

The Chairman went on to take the Members through the agendas of the meeting.

1.0 AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

The Chairman informed the Members that Agenda 1 pertains to the receipt of the Audited Financial Statements of the Company for the financial year ended 31 March 2021 together with the Reports of the Directors and Auditors as set out in the 2021 Annual Report.

He explained that pursuant to Section 340(1)(a) of the Companies Act 2016, the Directors are required to lay before the shareholders the audited financial statements. The audited financial statements do not require a formal approval of the shareholders and hence, is not required to put forward for voting.

The audited financial statement for financial year ended 31 March 2021 together with the Reports of the Directors and Auditors were duly received in accordance with Section 340(1)(a) of the Companies Act 2016.

2.0 RE-ELECTION OF DIRECTORS UNDER CLAUSE 100 OF THE COMPANY'S CONSTITUTION

The Chairman informed the Members that Agenda 2 pertains to the re-election of Ir Haji Yusoff bin Daud and Datin Lee Choi Chew under Resolution 1 and Resolution 2 respectively. He said both Ir Haji Yusoff and Datin Lee will be retiring upon the conclusion of the Company's 26th AGM in accordance with Clause 100 of the Company's Constitution and being eligible had offered themselves for re-election.

3.0 PAYMENT OF DIRECTORS' FEES

The Chairman informed the Members that Agenda 3 or Resolution 3 was to seek the Members' approval for payment of Directors' fees of RM379,800 for the financial year ended 31 March 2021.

He informed the Members that the proposed payment for financial year ended 31 March 2021 comprises the following:

Fees	RM
Directors' Fees	306,000
Audit Committee Fees	73,800
TOTAL	379,800

The Chairman highlighted that there was no increment to Directors' fees for financial year ended 31 March 2021. He explained that due to the adverse impact of Covid-19 pandemic on the Group's profitability, the Group has initiated various cost cutting measures including one-year salary reduction for the Executive Director and key management staff, no bonus for calendar year 2020 and a freeze in increment for calendar year 2021.

He added that in solidarity with the Group, the Independent Directors of the Company have also voluntarily taken a 10% cut in their fees for financial year ended 31 March 2021. The Members noted that the Directors' fees approved last year was RM422,000.

The Chairman informed the Members that the Independent Directors' remuneration on a named basis is set out on Page 84 of Annual Report 2021. He further informed the Members that the interested Directors will abstain from voting on the resolution.

4.0 PAYMENT OF DIRECTORS' BENEFITS (EXCLUDING DIRECTORS' FEES)

The Chairman informed the Members that Agenda 4 or Resolution 4 was to seek the Members' approval for payment of Directors' benefits (excluding Directors' fees) comprising solely of meeting allowances of up to RM104,000 to Non-Executive Directors for the period from 30 September 2021 until the next AGM of the Company to be held in 2022.

The Chairman explained that the aforesaid estimated meeting allowance was based on the number of scheduled meetings and other factors which may call for additional meetings of the Board and/or Board Committees as well as the number of Non-Executive Directors involved in the meetings.

In the event that the payment of meeting allowances during the aforesaid period exceeded the estimated amount sought, shareholders' approval will be sought at the next annual general meeting.

On this note, the Chairman informed the Members that actual meeting allowances incurred for the period from 30 September 2020 up to the Company's 26th AGM was RM76,000 as compared to the RM106,000 approved last year at the 25th AGM.

5.0 RE-APPOINTMENT OF AUDITORS

The Chairman informed the Members that Agenda 5 or Resolution 5 pertains to the re-appointment of Messrs Ernst & Young as auditors of the Company and to authorise the Directors to fix their remuneration. He said Messrs Ernst & Young has indicated their willingness to continue to serve as the Company's auditors for the financial year 2022.

6.0 ANY OTHER BUSINESS

The Chairman informed the Members that the Company Secretary has confirmed that no notice has been received to transact any other business and announced that the meeting shall continue with a Q&A session as mentioned earlier.

7.0 QUESTIONS AND ANSWERS SESSION

The Chairman informed the Members that Mr Stephen Low Chee Weng, the Chief Financial Officer of the Company will take the Meeting through a short presentation to update the Meeting on the Company's performance for financial year ended 31 March 2021. Thereafter, the Group's Chief Executive Officer, En Sazally bin Saidi and Mr Stephen Low will take the Meeting through the Company's responses to the pre-submitted questions from MSWG and shareholders received up to 28 September 2021.

Upon the Chairman's invitation, Mr Stephen Low took the Meeting through a presentation on the performance of the Company and the Group covering the following:

- a. Financial highlights for financial year ended 31 March 2021 in comparison to financial year ended 31 March 2020;
- b. Workplace response to Covid-19;
- c. Business outlook for financial year 2022.

The Meeting continued with En Sazally and Mr Stephen Low reading out the Company's responses to the pre-submitted questions from MSWG and shareholders as per Appendix 1 and Appendix 2 attached.

Upon all the pre-submitted questions being addressed, the Q&A session continued with the En Sazally and Mr Stephen Low addressing the questions received during the AGM as per Appendix 3 attached.

The Chairman thanked the Members for their questions and assured that if there were any questions not addressed, the responses will be uploaded onto the Company's corporate website (www.litrak.com.my) as soon as practicable and declared the Q&A session closed.

8.0 ONLINE REMOTE VOTING

The Chairman adjourned the 26th AGM for about 10 minutes at 12.09 p.m. for poll voting.

The voting session closed at 12.19 and adjourned for 25 minutes to enable the Poll Administrator to count the votes and thereafter, the scrutineers to validate the poll results.

9.0 ANNOUNCEMENT OF POLL RESULTS

The 26th AGM resumed at 12.45 p.m. for declaration of polling results. The Chairman informed the Members that he has received the poll results which have been duly verified and validated by the Independent Scrutineer as set out below:

RESOLUTION		FOR		AGAINST		TOTAL VOTES
		No. of Shares	%	No. of Shares	%	No. of Shares
1.	Re-election of Ir Haji Yusoff bin Daud in accordance with Clause 100 of the Company's Constitution	439,321,506	99.6501	1,542,599	0.3499	440,864,105
2.	Re-election of Datin Lee Choi Chew in accordance with Clause 100 of the Company's Constitution	439,226,153	99.9489	224,552	0.0511	439,450,705
3.	Approval of Directors' fees	440,769,060	99.9761	105,345	0.0239	440,874,405
4.	Approval of Directors' benefits (excluding Directors' fees)	440,754,349	99.9746	112,056	0.0254	440,866,405
5.	Re-appointment of Messrs Ernst & Young PLT as Auditors	439,310,251	99.9624	165,125	0.0376	439,475,376

Based on the aforesaid results, the Chairman declared Resolutions 1 to 5 tabled at the 26th AGM carried as follows:

RESOLUTION 1

Re-Election of Ir Haji Yusoff bin Daud in Accordance with Clause 100 of the Company's Constitution

It was **RESOLVED**:

"THAT Ir Haji Yusoff bin Daud, who is retiring by rotation in accordance with Clause 100 of the Company's Constitution, be hereby re-elected as a Director of the Company."

RESOLUTION 2

Re-Election of Datin Lee Choi Chew in Accordance with Clause 100 of the Company's Constitution

It was **RESOLVED**:

"THAT Datin Lee Choi Chew, who is retiring in accordance with Clause 100 of the Company's Constitution, be hereby re-elected as a Director of the Company."

RESOLUTION 3
Approval of Directors' Fees

It was **RESOLVED:**

“THAT the payment of Directors' fees of RM379,800 for the financial year ended 31 March 2021 be hereby approved.”

RESOLUTION 4
Approval of Directors' Benefits (Excluding Directors' Fees)

It was **RESOLVED:**

“THAT the payment of Directors' benefits (excluding Directors' fees) up to an amount of RM104,000 for the period from 30 September 2021 until the next Annual General Meeting of the Company to be held in 2022 be hereby approved.”

RESOLUTION 5
Re-Appointment of Messrs Ernst & Young PLT as Auditors

It was **RESOLVED:**

“THAT Messrs Ernst & Young PLT be hereby re-appointed as Auditors of the Company and that the Directors be authorised to fix their remuneration for the ensuing year.”

10.0 CLOSE OF MEETING

There being no other business, the Chairman declared the 26th AGM of Lingkaran Trans Kota Holdings Berhad closed at 12.45 p.m. On behalf of the Board of Directors, the Chairman thanked the Members for their participation and continuous support.

CONFIRMED

CHAIRMAN



LINGKARAN TRANS KOTA HOLDINGS BERHAD
26TH ANNUAL GENERAL MEETING, 30 SEPTEMBER 2021

Reply to Minority Shareholder Watch Group (MSWG)'s Enquiries Dated 21 September 2021

Operational & Financial Matters

Q1. The Government has implemented MCO 3.0 from 12 May 2021, followed by Full MCO from 1 June 2021 and Enhanced MCO from 3 July 2021 up to 16 July 2021. During implementation of such MCOs, tollable traffic volume for LDP and SPRINT Highway dropped by approximately 55% and 73% respectively compared to pre-MCO levels prior to March 2020 (page 13 of Annual Report (AR) 2021).

(a) What was the impact to the Company financially i.e. cashflow, due to the MCOs implemented during the abovementioned periods?

(b) With the current resumption of economic activities under Phase 1 of the National Recovery Plan and the easing of movement restrictions, has the Company seen the average weekday tollable traffic volumes return to normal for both LDP and SPRINT Highway?

A (a) The Group's cashflow from toll collection has declined by approximately RM39 million for the period from 12 May 2021 up to 16 July 2021. This is in comparison to the Group's pre-MCO cashflow from toll collection for the same time-period prior to March 2020.

(b) With the easing of movement restrictions and the resumption of economic activities under the Phase 1 and now Phase 2 of the National Recovery Plan, traffic volumes have improved on both LDP and SPRINT Highway. However, traffic volumes has not yet returned to pre-pandemic levels as some travel restrictions still remain such as inter-state travel. Furthermore, there are still sectors that have not been fully opened such as schools and other academic institutions.

Q2. Sundry receivables - compensation claim receivable from the Government amounting to RM77.7 million in FY2021 (FY2020: RM119.1 million) (Note 17 to the Financial Statements, page 92 of AR2021). Timely receipt of such toll compensation due is crucial in managing the Group's financial liquidity position as well as reducing risk of breaching the respective concession companies' loan covenants (page 19 of AR 2021).

(a) What is the current status of the compensation payments for 2020 and 2021 from the Government of Malaysia? Given the change in Government in August 2021, does the Company foresee any delay in receipt of toll compensation claims?

Reply to Minority Shareholder Watch Group (MSWG)'s Enquiries Dated 21 September 2021

(b) The concession company (Lingkar Trans Kota Sdn Bhd) is restricted by its Sukuk Musyarakah Programme's covenants such as finance service coverage ratio (FSCR) and maintains a prescribed debt to equity ratio (Note 37 to the Financial Statements, page 115 of AR 2021). Will the delay in receipt of compensation claims impact the concession company's cashflow which in turn will have an impact on the distribution to shareholders? What is the outlook for dividends in 2022?

- A (a) Compensation due in CY 2020 has been received as anticipated. As for compensation due in CY 2021, we expect this to be received in due course, which is usually towards the end of the year. The Group do not foresee any delay in the receipt of the toll compensation claims despite the change in the political landscape of the government.
- (b) Any delay in receipt of compensation claims beyond the financial year will impact the concession company's cashflow and in turn, have an impact on distributions to shareholders.

With regards to the outlook on dividend, this is subject to the timely receipt of government compensation claims within the relevant financial year and contingent on the recovery of the tollable traffic volume between now till end of the financial year.

Sustainability Matters

Q3. Under the Sustainability Statement (page 25 of AR2021), due to the challenges posed by the pandemic as well as the need to continue to operate under a new norm, recommendations were made by Management to revise the significance of certain material matters in relation to their impact to business as well as stakeholders concern. The Board has further reviewed, rationalised and approved 15 material matters as depicted in materiality matrix for FY2021.

Target-setting is a key component of the Group's sustainability efforts and best practice as guided under the Bursa Malaysia Sustainability Reporting Guide.

What are the key targets and the performance indicators for each material issue?

How does the Group plan to achieve these targets?

- A The Group is guided by internal performance indicators which are either determined by the Board/Management (eg. highest 4 star Malaysian Highway Authority's (MHA) Expressway Performance Indicator (EPI) ranking, procurement practices, community investments etc.) or based on the Group's ISO quality standards (eg. staff training hours, customer complaints acknowledgement and response time etc.), as well as external indicators set by MHA (eg. accidents and breakdown response and recovery time, maintenance issues response and resolution time etc.).

Reply to Minority Shareholder Watch Group (MSWG)'s Enquiries Dated 21 September 2021

Sustainability reporting is a continuous process undertaken by the Group. As part of our sustainability journey, we intend to expand our future sustainability reporting and disclosures to include amongst others:

1. Alignment to UN SDGs (United Nations Sustainable Development Goals) including target settings for key high priority matters;
2. Limited assurance by external auditors for selected high priority matters;
3. Phased adoption of Integrated Reporting and GRI (Global Reporting Index) standards.



LINGKARAN TRANS KOTA HOLDINGS BERHAD
26TH ANNUAL GENERAL MEETING, 30 SEPTEMBER 2021

Reply to Pre-Submitted Questions from Shareholders

DOOR GIFT/E-WALLET/E-VOUCHER

- Q1. Please give e-voucher for Touch 'n Go so that I can use Touch 'n Go to use your toll.**
- Q2. Kindly reconsider giving e-wallet for us to use for Touch 'n Go. As this is a very small amount compared to the savings of holding a virtual meeting. Please reconsider as some other Company also give at the last minute. Also, most of us are affected by the pandemic and drop in share price.**
- Q3. Any door gifts?**
- A. Response to Q1 to Q3

Our apologies, as stated in our Administrative Guide, there would not be any gift vouchers. We would continue to reward you for your support in the form of dividends. In fact, the interim dividend for financial year ending 2022 has just been paid on 24 September 2021.

OPERATIONS

- Q4. What is the weekday tollable traffic for July and August 2021 for LDP and SPRINT?**
- Q5. Where to get the weekday tollable traffic for both LDP and SPRINT?**
- Q6. What is the current traffic on the Company's highways compared to pre-Covid-19?**
- A The average weekday tollable traffic for July and August 2021 were 204,000 and 270,000 respectively.
- The average weekday tollable traffic can be found in the Management Discussion & Analysis on page 17 of the Annual Report 2021.
- Q7. How much was spent on rebates/discounts to qualified LDP users in FY2021 and FY2020?**
- A As mentioned in our Sustainability Statement on page 32 of the Annual Report 2021, a sum of approximately RM900,000 was allocated for our toll rebate discount. Under the Frequent Travellers Programme, qualified users are entitled to claim the rebate within 6 months period. However, currently the redemption rate is low especially during this pandemic.

Reply to Pre-Submitted Questions from Shareholders

Q8. Any plan to increase the number of MyRFID lane? since Touch 'n Go is phasing out SmartTag.

A Yes. Additional RFID lanes will be installed in tandem with increase in daily usage as well as MHA's directive.

Q9. Any plan to assess the Multi-Lane Free Flow (MLFF) tolling system like Besraya?

A Migration towards MLFF is currently being undertaken collectively as an industry with implementation to be conducted progressively and in phases as planned by MHA.

CORPORATE & FINANCE

Q10. How many more years to the end of the LDP concession and what are the plans for continuous income to sustain the Company?

Q11. Any new business plan for Q4 2021 - Q1 2022?

Q12. With only less than 12 years to go for LDP concessions, what are plans thereafter to sustain the Company in the longer run?

Q13. What is the long-term growth plan beyond the current concessionaire which will expire between 2030-2034?

Q14. What would LITRAK do after the Concession period ended?

A The concession for LDP will end in 9 years (2030). Currently there are no plans beyond the end of the concession period. However, the Group takes cognisance of the period remaining of the concession and will address any opportunities that might arise.

Q15. Does the Company get any help from government's Covid-19 stimulus package?

Q16. Does the Company receive any assistance from the government from the various packages announced?

A Under the Government's stimulus package, the Group has received the following help:

- 1) Wage subsidy package
- 2) Discount on energy bills under the Pemulihan Stimulus Package and the Economic Stimulus Package

Q17. Has there been a delay on receipt of compensation from government in FY2021 up to current date?

Q18. How much is estimated toll compensation from Government?

Reply to Pre-Submitted Questions from Shareholders

- A To date we have received the compensation from the Government in the relevant financial years as anticipated.

As disclosed in Note 4 of the Audited Financial statements for the year ended 31 March 2021, the toll compensation for the period is RM 125.2 million.

Q19. Is there a plan to settle the sukuk borrowing (IMTN) by June 2022?

Q20. Will the company get new loan/borrowing from now till end of concession period?

- A The IMTN will mature in April 2023. Currently there are no plans to early settle the Sukuk borrowings.

Currently there are no plans for new loan/borrowings as the Group is servicing its existing Sukuk borrowings and will continue to meet its obligations as and when they fall due.

Q21. What is the Company's view on highway trust?

- A We are unable to comment on highway trust(s) in general as we are not privy to the details of the structure and other information.

Q22. Could the CFO explain lower depreciation & amortisation attributed to lower tollable traffic for FY2021. I thought the depreciation & amortisation is on a straight-line basis?

Is there a different concept applied for highway development cost amortisation and depreciation?

- A As per Note 2.7 (page 73 of the Annual Report 2021) of the audited accounts the amortisation of highway development cost is based on the traffic volume method. This differs from the straight-line method and is a product of the traffic volume plying the highway. As such, as a result of lower traffic volume, the amortisation has decreased in tandem.

Q23. What are the initiatives to optimise revenue and cost, given that Covid-19 pandemic reduces traffic?

- A The Group will continue on its current cost optimisation plans as well focus on operating and maintaining the tolled highway concessions of LDP and Sprint Highway. Furthermore, with the opening up of more sectors of the economy, it is expected that traffic volumes would also see higher numbers.

Q24. When is the toll concession ending? It was originally in the plan to sell the highway concessions back to the government? Is that still in the plan, if so when?

- A The toll concession will end in 2030 for LDP while for Sprint, the concession will end in 2034. On the offer from the Minister of Finance Inc., as disclosed in last year's Annual report, the offer has lapsed.

Reply to Pre-Submitted Questions from Shareholders

Q25. As for the dividends, is the current payout per share as per the dividend policy? Any revisions in plan for the dividend policies?

A As mentioned in the Management Discussion & Analysis Section of our Annual Report, the Group envisage to continue maximising dividends by distributing surplus cash after setting aside funds to meet future loan obligations and operational and capital expenditures.

Q26. Any bonus issue to be declared especially mother share.

A Currently there are no plans for bonus issue.



**LINGKARAN TRANS KOTA HOLDINGS BERHAD
26TH ANNUAL GENERAL MEETING, 30 SEPTEMBER 2021**

Reply to Questions Received During 26th Annual General Meeting (Live AGM Questions)

CORPORATE & FINANCE

A. Door Gift/e-Wallet/e-Voucher & AGM Cost

- Q1. I am a long time shareholder. I would like to request for touch & go e wallet as a token of appreciation for attending today's RPV meeting**
- Q2. Will the Board consider giving door gifts, such as e-voucher or e-wallet for those that have participated in this AGM?**
- Q3. Please furnish door gift to your loyal shareholders such as Touch 'n Go. So that can frequent use your highway.**
- Q4. Kindly reward shareholders/proxies with Touch 'n Go e-wallet for attending today's RPV, as a token of appreciation.**
- Q5. Would the company kindly reward shareholders/proxies e vouchers for taking time to attend today's RPV meeting.**
- Q6. I humbly request Board of Directors to give Touch 'n Go/Boost e-Wallet to minority shareholders as a token of appreciation. I believe the token sum is small, manageable & within annual budgeted expenses.**
- Q7. I would like to request that the company to consider giving door gifts in the form of e-voucher to those shareholders who have taken the initiative to attend the company's virtual AGM. Your kind gesture and show of appreciation will be very much appreciated during this trying time.**
- Q8. Any vouchers?**
- Q9. Senior citizen depends on food during physical AGM, after the Virtual meeting start, no more food, voucher & door gift.**
- Q10. Although the Company's circular to shareholders mentioned that, there will be NO DOOR GIFT or FOOD VOUCHERS to be distributed. I as a small shareholder would like to request The Company to do so. Our company will indirectly help The Country's economic growth by just spending a little money. One stone killed 3 birds, Hope the Board of Directors will consider it.**
- Q11. Please consider giving e-voucher to participating shareholders as token of appreciation for effort and cost of attending and supporting the company.**

Reply to Questions Received During 25th Annual General Meeting (Live AGM Questions)

- Q12. Please do consider giving e-door gift to loyal and long-time shareholders who are participating in this virtual AGM.**
- Q13. 1. Use cheapest method to hold Virtual AGM to cut cost like other company do
2. Don't Engage expensive Auditor to allow budget for E-wallet**
- Q14. Shareholders are taking time & efforts to register, go online & participate in the Virtual AGM & would appreciate that the company reward us appropriately with Touch 'n Go credits or post some food vouchers to us.**
- Q15. Disappointing the company refused to give token of appreciation for loyal minority shareholders attending the virtual AGM for 2 years already. Minority shareholders are merely requesting for replacement of the food & refreshments we normally get at physical meetings. The cost is negligible to the company for the small number of shareholders attending today but will ease our burden during this difficult Pandemic period.**
- Q16. Kindly reconsider e-wallets like touch and go as due to pandemic my card was not use and RM10 was deducted and became dormant so cannot use at the toll. Also, in appreciation for our vote.**
- Q17. In this difficult Pandemic period, please give e-Wallet credits (e.g. Touch & Go) for us loyal minority shareholders voting today for us to have some food to replace the normal refreshments at physical meetings.**
- Q18. Reward the participants to encourage support for Virtual AGM to save cost**
- Q19. Please reward your loyal shareholders for participating and supporting the resolutions in today's AGM.**

A Response to Q1 to Q19

Our apologies, as stated in our Administrative Guide, there would not be any gift vouchers. We would continue to reward you for your support in the form of dividends. In fact, the interim dividend for financial year ending 2022 has just been paid on 24 September 2021.

- Q20. How much was the cost saving of this virtual AGM as compared to the physical one?**

A The cost savings from organising a virtual AGM compared to a physical AGM is very marginal.

Reply to Questions Received During 25th Annual General Meeting (Live AGM Questions)

B. Directors' Fees & Allowances

- Q21. Besides is today meeting is the Board of Directors being paid allowances to attend? If yes why despite shareholders didn't being given e door gift where other listed companies are giving?**
- Q22. Why given meeting allowances when do virtual meeting where shareholders didn't give today meeting?**
- A The Board of Directors is not paid meeting allowance for attending AGM.

C. Dividends/Bonus Issue

- Q23. Why there is no increase in dividend for past 5 years despite earnings are increasing?**
- Q24. What's the dividend policy going forward?**
- Q25. In the past AGMs, the Management informed that the amount of dividend that LITRAK is able to pay is dependent on the cash reserved for the repayment of the IMTN. As the amount of outstanding IMTN is expected to be fully paid off by FYE2024, can the Board assure shareholders that the dividend payout will be increased to reflect the yearly net cash flow earned by LITRAK Group.**
- A As mentioned in the Management Discussion & Analysis Section of our Annual Report, the Group envisage to continue maximising dividends by distributing surplus cash after setting aside funds to meet future loan obligations and operational and capital expenditures.
- Q26. If no door gift to be issued, will you increase the dividends and frequency to quarterly mode?**
- A Currently dividends are paid half-yearly. The Company has no plan to pay dividend on a quarterly basis at this juncture.
- Q27. I am shareholder any Special Dividends?**
- A No special dividend is planned at this juncture.
- Q28. The net assets of SPRINT Holdings Group has been steadily increasing due to the scheduled repayment of its borrowings which now stands at RM285.850 Million.**
- Will SPRINT be able to consistently pay dividend in the next financial year onwards?**
- A Though SPRINT has net asset of RM285.850 million, SPRINT Group still has accumulated loss of RM349.1 million as at 31 March 2021. Further, SPRINT is not expected to declare any dividends until the full repayment of its existing loan in year 2026.

Reply to Questions Received During 25th Annual General Meeting (Live AGM Questions)

Q29. Any bonus issues to be declared?

A Currently there are no plans for bonus issue.

D. Diversify to Other Business

Q30. Outside of its core business, does LITRAK have any external investments? If yes, please provide a summary.

A Aside from the core business as disclosed in the Annual Report, LITRAK does not have any external investments.

E. Takeover Offers from the Government/ Government Proposed Trust Company

Q31. What is the latest situation on the government's earlier intention to buy over LITRAK highway assets?

Q32. What's the status of the highway sale back to the Government?

A On the offer from the Minister of Finance Inc., as disclosed in last year's Annual report, the offer has lapsed.

Q33. Latest development on the proposal involved federal government or a Trust taking over the LITRAK concession?

Q34. What is the impact of highway trust proposed by Gamuda to the company? And, what is the status now if it is related?

Q35. How may the Group operations change should the government were to endorse a Highway Trust? Any experience from other countries that we may learn from?

A We are unable to comment on highway trust(s) in general as we are not privy to the details of the structure and other information.

We do not have any experience from other countries.

F. Covid-19/Movement Control Order (MCO) Impact to the Group/Covid-19

Q36. May I know, what is the company's future outlook? How much was the impact of the company due to MCO?

**Q37. 1. How much lost during lock down?
2. What are the future strategies to increase revenue?
3. Cut down all unnecessary and luxury**

Q38. 1. How is recovery of traffic on LITRAK's highways in the last 2 weeks of this month compared to in September 2019? About how many percent is it below September 2019 volume?

Reply to Questions Received During 25th Annual General Meeting (Live AGM Questions)

2. What is the percentage of traffic volume compared to pre-pandemic levels is needed for LITRAK to be cash flow positive?

Q39. Is there any forecast from the company that the traffic will be back to pre-Covid level? And hence, the percentage of growth rate annually after that?

A The future outlook of the company is expected to be positive as the movement restrictions continue to be lifted.

The impact to the Company has been a reduction of 22% in revenue due to the MCO.

The Group is of the view that the tollable traffic volume will return to normal when the movement restrictions are fully lifted. Selangor and Kuala Lumpur are now in National Recovery Plan Phase 2 and will move on to Phase 3 tomorrow. The percentage growth rate even before Covid-19 for both LDP and SPRINT Highway were very marginal on a year to year basis as both are now mature highways.

Q40. What is the impact to company's earning and profit during MCO lockdown since June 2021?

A As reported in our Annual Report FYE 2021, the impact of the MCO lockdown on the Group's revenue and profit for the year ended 31 March 2021 are reductions of RM111 million and RM56 million respectively, as compared to the revenue and profit for financial year ended 31 March 2020.

Q41. May I know what is the weekly tollable traffic for July and August 2021.

A The average weekday tollable traffic for July and August 2021 were 204,000 and 270,000 respectively.

Q42. During peak per day how many vehicles before MCO?

A Average weekday tollable traffic dropped from 447,000 vehicles in FYE2020 to 353,000 vehicles in FYE2021 due to various MCOs.

Q43. Did the company receive any help from government Covid-19 stimulus package?

A Under the Government's stimulus package, the Group has received the following help:

1. Wage subsidy package
2. Discount on energy bills under the Pemulih Stimulus Package and the Economic Stimulus Package

Reply to Questions Received During 25th Annual General Meeting (Live AGM Questions)

G. Sukuk Musyarakah

Q44. Is there an intention to settle the long term sukuk paper by next financial year?

A The IMTN will mature in April 2023. Currently there are no plans to early settle the Sukuk borrowings and the Group will continue to meet its obligations as and when they fall due.

H. Other Financial Matters

Q45. Is LITRAK planning to expand to East Malaysia for their new highway?

A There are no plans to expand to east Malaysia.

Q46. Highway concession to carry on until which year?

A The toll concession will end in 2030 for LDP while for SPRINT, the concession will end in 2034.

Q47. What is the Company's future planning in the next 10 years?

Q48. Can I know what is the Company future direction/alternative/planning if the toll/maintenance license is not renew?

Q49. This is a question about the future plans of the company. in view that the revenue generating avenues, the toll highways shall expire starting from 2030, please give your take on this. As longer term investors, not speculators, we have enjoyed good dividends, inspite of the pandemic. Thank you for that. What can we expect down the road as the expiry dates approach? The immediate thought for me is to sell before that day comes.

Q50. The concessions of LDP and SPRINT Highway will end by early 2030s. Has the Group started any long-term plan to explore opportunities beyond 2030s? May I suggest the Board to put in a timetable of this long-term planning process to reassure investors?

Q51. What is the company future plan as concession for LDP & SPRINT Highway ended in year 2030, Damansara Link in 2034, and Penchala Link in 2031?

Q52. LDP concession is going to end by August 2030, what's the management long term plan to maintain company's earning and profit post LDP concession?

A The concession for LDP will end in 9 years (2030). Currently there are no plans beyond the end of the concession period. However, the Group takes cognisance of the period remaining of the concession and will address any opportunities that might arise.

Reply to Questions Received During 25th Annual General Meeting (Live AGM Questions)

Q53. There was no capital expenditure approved and contracted for in FY2021 (page 107 of Annual Report). Amount approved but no contracted for amounted to RM7.509 Million in FY2021.

- 1. What is the budgeted highway development expenditure for FY2022?**
- 2. Will there be substantial capex budgeted for LDP before the end of the concession period in 2030?**

A The Company has spent quite a lot in previous on expanding LDP. As such, the budgeted highway expenditure for FYE2021 was fairly marginal. Up until the end of the concession period, apart from the pavement rehabilitation cost, the Company do not anticipate any substantial capital expenditure or operational expenses to be incurred before the end of the concession period.

Q54. What are the reasons for the huge deferred tax liabilities amounting to RM179 million in FY2021?

A Deferred tax is the timing difference between tax accounting and income tax computation. The Group's deferred tax liabilities arise mainly from timing differences on the amount of tax deduction claimed and the amortisation for highway development expenditure (HDE) resulting in differences between the carrying amount of HDE in the accounts and its tax base value. This difference was recognized as deferred tax liabilities in accordance with MFRS 112 Income Taxes, and had been accumulating up to FY2013. Since then, the deferred tax liabilities have been gradually reversing and currently stands at RM179 million as at FY2021.

Q55. Any New Highway project coming?

A Currently there are no plans for new highway project.

Q56. What is the estimated compensation from Government for the delayed toll increase?

A As disclosed in Note 4 of the Audited Financial statements for the year ended 31 March 2021, the toll compensation for the period is RM125.2 million.

Q57. A brief presentation on the year's performance and outlook will add value to the AGM. Please consider it in future meetings.

A Noted.

Q58. Is staff salary got increment n bonus given?

A No, as reported in Management Discussion and Analysis, there was no increment for calendar year 2021 or bonus to staff for calendar year 2020 due to the uncertainty of the Company's results.

Reply to Questions Received During 25th Annual General Meeting (Live AGM Questions)

Q59. Can we have hybrid AGM in the future? Shareholders who choose not travel to the physical venue can still participate.

A We will consider this suggestion. Thank you.

OPERATIONS

Q60. What is the road accident record for the last 5 years for LITRAK & SPRINT? Does the record show any significant accident locations?

A The accident index for both LDP and SPRINT for the last 5 years is well below the allowable set by Malaysia Highway Authority (MHA) of 15 accidents/1 million vehicles. In short, both our highways are amongst the safest highways in Malaysia. In fact, our data show that we are well below the allowable index set by MHA.