

NYLEX (MALAYSIA) BERHAD

Registration No.: 197001000148 (9378-T)

(Incorporated in Malaysia)

SUMMARY OF KEY MATTERS DISCUSSED AT THE 51ST ANNUAL GENERAL MEETING (“AGM”) CONDUCTED ENTIRELY THROUGH LIVE STREAMING FROM THE BROADCAST VENUE AT NO. 2A, JALAN 13/2, SEKSYEN 13, 46200 PETLING JAYA, SELANGOR DARUL EHSAN ON TUESDAY, 26 OCTOBER 2021 AT 9:30 A.M.

The Chairman, Datuk Anuar Bin Ahmad, informed the Meeting that the Company had received a letter from the Minority Shareholders Watch Group (“MSWG”) dated 20 October 2021 with questions. The MSWG has requested the Company to present the questions and answers by the Company at the AGM.

Please refer to the Company’s website at www.nylex.com under the Investor Relations section for a copy of the letter from MSWG and the Company’s reply thereon.

The following were the questions posed during the AGM and the answers by Mr Robin Ling Seng Chiong, the Deputy CEO and Ms Michelle Chen, the CFO, respectively:

Q1 : Mr Teh Kian Lang – Shareholder

- (a) Is the Ethanol segment facing any raw materials issues and supply chain disruption?
- (b) How is the performance of Methanol business? Will Ancom Berhad (“Ancom”) take over Methanol business and continue to expand it after the completion of the corporate exercise?
- (c) What kind of new business will be injected into the Company after the corporate exercise?
- (d) What is the business outlook for the next 6 months and Company’s strategy for the next 12 months?

A1 : (a) Currently, there is no raw material issue faced by the Ethanol business. Ethanol segment source for its raw material from local suppliers and there are no supply chain disruptions so far.

- (b) Methanol business is currently performing well due to higher demand. After the completion of the corporate exercise, the Group will continue to grow and expand its Methanol business and other chemical businesses as well.
- (c) The Company has yet to identify any new business to be injected into the Company.

The Company is always on a look out for new opportunities and will continue to do so after the completion of the corporate exercise.

- (d) The businesses are currently in a recovery stage and the Company expects to achieve positive results in the next 6 months.

The Company will continue to grow its businesses and will constantly explore new business opportunities moving forward.

Q2 : **Ms Lee Phui San – Shareholder**

Will the Company become a shelf company or delist from Bursa after the sale of all its assets and liabilities and what are the benefits that the shareholders will get from this proposal?

A2 : The benefits to shareholders were set out in Page 13 of the Company's Circular to shareholders dated 4 October 2021.

After the completion of the proposal, the existing shareholders of the Company will have exposure to any new business to be acquired and undertaken by the Company directly via their shareholdings in the Company, and also be provided the opportunity to participate, through Ancom, in a fully integrated chemical group, giving them exposure to a more diversified business.

Q3 : **Mr Lau Chuan Hooi – Shareholder**

- (a) What is the Company's future outlook?
- (b) What was the impact of the Movement Control Order ("MCO") on the Company?
- (c) How much was the cost savings for holding a virtual AGM compared to a physical one?

- A3** :
- (a) The current corporate exercise will result in the Company becoming a "Cash Company" or an "Affected issuer" as per the Listing Requirements. The Company will have to look for new businesses within the time permitted.
 - (b) The MCO had resulted the businesses being disrupted and weaken the consumer demand. However, the businesses are now in recovering stage and the Company expects the operation to fully resume soon.
 - (c) By holding the AGM virtually, the Company saved around RM18,000 as compared to the physical meeting.

Prepared by

STEPHEN GEH SIM WHYE

Joint Company Secretary