

# **NYLEX (MALAYSIA) BERHAD**

[Registration No.: 197001000148 (9378-T)]

(Incorporated in Malaysia)

## **SUMMARY OF KEY MATTERS DISCUSSED AT THE 50<sup>TH</sup> ANNUAL GENERAL MEETING (“AGM”) HELD THROUGH LIVE STREAMING FROM THE BROADCAST VENUE AT NO. 2A, JALAN 13/2, SEKSYEN 13, 46200 PETLING JAYA, SELANGOR DARUL EHSAN (“BROADCAST VENUE”) ON WEDNESDAY, 21 OCTOBER 2020 AT 9:30 A.M.**

---

The Chairman, Datuk Anuar Bin Ahmad, informed the Meeting that the Company has received a letter from the Minority Shareholders Watch Group (“MSWG”) dated 13 October 2020 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 <http://www.nylex.com/agm.php> 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:

**Questions :** **Mr Teh Kian Lang – Shareholder**

- (a) Is the Methanol segment still making big losses?
- (b) What is the price trend of methanol?
- (c) Do you foresee it dropping, stabilize or increase in the next 12 months?
- (d) How much does ethanol contribute to the profit?
- (e) What is the current selling price of butadiene chemical?
- (f) Are there plans to reduce gearing?

**Answers :** **Mr Robin Ling Seng Chiong – Deputy Chief Executive Officer**

- (a) The business of Methanol is recovering. However, the volume of Methanol sold was not as high as the volume traded before the lockdown in March 2020.
- (b) The price of Methanol has increased to 20%-25% since April to June 2020.
- (c) The prices of Methanol will be stabilized.
- (d) Ethanol business contributed to 3% of the revenue of the Group. During the financial year 2020, the ethanol business contributed relatively significant profit to the Group as the profitability of the Group’s other businesses were affected by the COVIC-19 pandemic..
- (e) The Group does not handle butadiene which is used in the chemical industry. The price of butadiene chemical is above US\$1,000 per ton.

**Ms Michelle Chen – Chief Financial Officer**

- (f) It is the Group’s ongoing effort to manage and lower its gearing. The Group’s net gearing ratio has reduced from 55% in the financial year 2019 to 43% in the financial year 2020.

Prepared by  
**STEPHEN GEH SIM WHYE**  
Joint Company Secretary