

**SUCCESS TRANSFORMER CORPORATION BERHAD**

[Registration No. 200301034518 (636939-W)]

(Incorporated in Malaysia)

SUMMARY OF KEY MATTERS DISCUSSED AT THE FULLY VIRTUAL SIXTEENTH ANNUAL GENERAL MEETING OF THE COMPANY HELD AT THE BROADCAST VENUE AT CONFERENCE ROOM OF THE COMPANY AT NOS. 3, 5 & 7, JALAN TSB 8, TAMAN INDUSTRI SUNGAI BULOH, 47000 SUNGAI BULOH, SELANGOR DARUL EHSAN ON TUESDAY, 8 DECEMBER 2020 AT 11:00 A.M.

---

The following are the questions raised by the shareholders or proxies via the query box during the Meeting via the remote participation and voting facilities and those questions were adequately responded and addressed by the Board of Directors and Management of the Company:-

No.	Questions	Reply
1.	Does the Company have any dividend policy? What will be the dividend payout this year?	Mr. Lo Chiow Lieh (" <b>Mr. Lo</b> "), the Group Finance Controller responded that there was no dividend policy for the Company. However, the Company never fails to declare and pay dividend every year. Despite facing uncertainties in the global economy, the Company has declared its first interim dividend of 1 sen to shareholders which was amounting to RM2.28 million for the financial year ending 30 June 2021.
2.	How was the performance of ILCS in the market?	Mr. Tan Wei Neng (" <b>Mr. Tan</b> "), the Executive Director informed that ILCS has been introduced to the market since last year. The Company had conducted various events and participated in several exhibitions. The market's response to ILCS is encouraging and the Company has successfully delivered some lighting projects in South East Asia region i.e. Indonesia and Vietnam, as well as Europe region i.e. German and Italy. Mr. Tan updated the Meeting that the Company had also won several government projects in respect of smart lighting.
3.	We are loyal shareholder to the Company. We wish the Company can consider to provide e-vouchers to the shareholders who participate at the Meeting today.	Tan Sri Chairman was pleased to inform that the Board of Directors had agreed to provide e-vouchers to shareholders to purchase the Company's products via its e-commerce platforms i.e. Facebook and Lazada.
4.	There are some cash reserves based on the audited financial statements for the financial year ended 30 June 2020, any plan to utilise the reserve?	Mr. Lo informed that the Company is more prudent in the uncertainty situation arising from the Covid-19 pandemic. The Company's plan is keep the reserve for any emergency, unforeseen circumstances and explore for any merger and acquisition opportunity.

**SUCCESS TRANSFORMER CORPORATION BERHAD**

[Registration No. 200301034518 (636939-W)]

(Incorporated in Malaysia)

(Summary of key matters discussed at the Sixteenth Annual General Meeting held on 8 December 2020 – cont'd)

No.	Questions	Reply
5.	What are the rationale for the share buy back? Does the company has any plan to distribute it to the shareholders?	Mr. Lo responded that the rationale of the share buy-back had been properly addressed in the Circular to Shareholders. The Board of Directors was of the opinion that the share buy-back would always be carried out in the best interest of the Company and the shareholders as a whole.
6.	In the lighting segment, what is the proportion between LED lighting and HID lighting in terms of revenue?	Ms. Tan Chung Ling (" <b>Ms. Chanelle Tan</b> "), the Deputy Managing Director informed that the proportion between LED lighting and HID lighting in terms of revenue were 70% and 30% respectively. Management foresees that the business for LED lighting would improve in the near future due to increase of public's awareness on the environmental issues through the use of LED lighting.
7.	How will the Company sustain its business under the Covid-19 pandemic and the Company as a whole?	Mr. Tan responded that currently the Company is still sustainable with its long-established business network. The Company has been constantly and continuously putting in effort to build-up its brand image and emphasising on high quality of products and after sales services. The Company has also attended to various local accreditation such as Standard and Industrial Research Institute of Malaysia (SIRIM), MyHIJAU and etc.  Despite the export sales of the Company is affecting by Covid-19 pandemic, the Company is able to sustain orders from local and overseas market.
8.	What are the prospects of the Company for the next financial year?	Ms. Chanelle Tan responded that Management foresees satisfactory financial results for the Group for the next financial year. The normalisation of economy activities and labour market will gradually raise the momentum of the market. The Company will adapt to the resilient approach and continuously conscious on the Company's business strategies.

The Meeting noted that all the substantial questions from the shareholders had been dealt with and the Meeting proceeded to the poll voting session.

All the resolutions tabled at the Sixteenth Annual General Meeting were duly passed by way of poll, the results of which had been announced to Bursa Malaysia Securities Berhad on 8 December 2020:-

Ordinary Resolution	Agenda
1	Payment of Directors' fees amounting to RM250,000/- for the financial year ending 30 June 2021 payable monthly in arrears after each month of completed service of the Directors during the subject financial year.

**SUCCESS TRANSFORMER CORPORATION BERHAD**

[Registration No. 200301034518 (636939-W)]

(Incorporated in Malaysia)

(Summary of key matters discussed at the Sixteenth Annual General Meeting held on 8 December 2020 – cont'd)

<b>Ordinary Resolution</b>	<b>Agenda</b>
2	Approval of an amount up to RM15,000/- as benefits payable to Non-Executive Directors of the Company for the period from 1 July 2020 to the Seventeenth Annual General Meeting of the Company in year 2021 pursuant to Section 230(1)(b) of the Companies Act 2016.
3	To re-elect Mr. Tan Ah Bah @ Tan Ah Ping who is retiring in accordance with Clause 90 of the Company's Constitution and being eligible, has offered himself for re-election.
4	To re-elect Ms. Tan Chung Chay who is retiring in accordance with Clause 90 of the Company's Constitution and being eligible, has offered herself for re-election.
5	To re-elect YBhg. Tan Sri Dato' Ahmad Fuzi Bin Hj Abdul Razak, who is retiring in accordance with Clause 98 of the Company's Constitution and being eligible, had offered himself for re-election.
6	To re-appoint Messrs. Crowe Malaysia PLT as Auditors of the Company until the conclusion of the next Annual General Meeting and to authorise the Directors to fix their remuneration.
7	Authority to issue shares pursuant to the Companies Act 2016.
8	Proposed Renewal of Existing Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature.
9	Proposed Renewal of Share Buy-Back Authority.
10	Proposed Renewal of Authority for the Company to allot and issue new ordinary shares in the Company (" <b>STC Shares</b> "), for the purpose of the Dividend Reinvestment Scheme (" <b>DRS</b> ") that provides the shareholders of the Company with the option to elect to reinvest their cash dividends in new STC Shares.