

THIS CIRCULAR IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

If you are in doubt as to the course of action that you should take, you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser immediately.

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Building Communities & Beyond

BCB BERHAD

(Company No.: 172003-W)
Incorporated in Malaysia

PART A

CIRCULAR TO SHAREHOLDERS

in relation to the

PROPOSED RENEWAL OF SHAREHOLDERS’ MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

PART B

SHARE BUY-BACK STATEMENT

in relation to the

PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY

The Ordinary Resolutions in respect of the Proposed Renewal of Shareholders’ Mandate for Recurrent Related Party Transaction of A Revenue or Trading Nature and Proposed Renewal of Share Buy-Back Authority will be tabled as special business at BCB Berhad’s Twenty-Seventh Annual General Meeting (“27th AGM”) to be held at the Prime City Hotel, Venus Room, 6th Floor, 20, Jalan Bakawali, 86000 Kluang, Johor Darul Takzim on Thursday, 17 December 2015 at 10:30 am. Shareholders are advised to refer to the Notice of Twenty-Seventh Annual General Meeting and the Form of Proxy which are included in the Company’s 2015 Annual Report despatched together with this Circular to Shareholders and Statement of Share Buy-Back. You are requested to complete the Form of Proxy and deposit it at the Registered Office of the Company at No. 4B, 2nd & 3rd Floor, Jalan Sentol, South Wing – Kluang Parade, 86000 Kluang, Johor Darul Takzim, Malaysia, on or before the time and date indicated below should you be unable to attend the meeting. The lodging of the Form of Proxy will not preclude you from attending and voting in person at the meeting should you subsequently wish to do so.

Last date and time for lodging the Form of Proxy : 15 December 2015 at 10:30 am

Date and time of the 27th AGM : 17 December 2015 at 10:30 am

This Circular is dated 25 November 2015

DEFINITIONS

Except where the context otherwise requires, the following words and phrases shall apply throughout this Circular :

| | | |
|--|---|---|
| “Act” | : | Companies Act, 1965 as amended from time to time and any re-enactment thereof |
| “AGM” | : | Annual General Meeting |
| “BCB” or “Company” | : | BCB Berhad |
| “BCB Group” or “the Group” | : | BCB and its subsidiary companies, collectively |
| “Board” | : | Board of Directors of BCB |
| “Bursa Securities” | : | Bursa Malaysia Securities Berhad |
| “Bursa Depository” | : | Bursa Malaysia Depository Sdn Bhd |
| “Main Market LR” | : | Main Market Listing Requirements of Bursa Securities |
| “Director(s)” | : | As defined in Section 4 of the Act and for the purposes of the Proposed Renewal of Shareholders’ Mandate, this includes any person who is or was within the preceding six (6) months of the date on which the terms of the transaction were agreed upon, a Director of BCB or any other company which is its subsidiary or holding company or a chief executive officer of BCB, its subsidiary or holding company |
| “Major Shareholder(s)” | : | <p>A person who (which includes any person who is or was within the preceding six (6) months of the date on which the terms of the transaction were agreed upon) has an interest or interests in one or more voting shares in the Corporation (or any other corporation which is its subsidiary or holding company) and the nominal amount of that share, or the aggregate of the nominal amounts of those shares, is</p> <p>(a) 10% or more of the aggregate of the nominal amounts of all the voting shares in the Corporation; or</p> <p>(b) 5% or more of the aggregate of the nominal amounts of all the voting shares in the Corporation where such person is the largest shareholder of the Corporation.</p> <p>For the purpose of this definition, “interest in shares” shall have the meaning given in Section 6A of the Act</p> |
| “Persons Connected” | : | Persons connected with a Director or Major Shareholder as defined in the Main Market LR |
| “Proposed Renewal of Shareholders’ Mandate” | : | Proposed renewal of shareholders’ mandate for BCB Group to enter into RRPT as set out in Section 2.1.5 of this Circular |
| “Proposed Share Buy-Back” | : | Purchase by the Company of its own shares in accordance with Section 67A of the Act and the requirements of Bursa Securities and/or any other relevant authority |
| “Proposed Renewal of Share Buy-Back Authority” | : | Proposed renewal of authority to enable the Company to purchase its own shares of an amount which, when aggregated with existing treasury shares does not exceed 10% of its total issued and paid-up share capital |

DEFINITIONS (CONT'D)

- “Related Party(ies)” or “Related Transacting Party(ies)” : A Director, Major Shareholder or Person Connected with such Director or Major Shareholder
- “Related Party Transactions” : A transaction entered into by the BCB Group, which involves the interests, direct or indirect of the Related Party
- “Recurrent Related Party Transactions” or “RRPT” : Recurrent Related Party Transactions of a revenue or trading nature and which are necessary for day-to-day operations of BCB Group
- “RM” and “sen” : Ringgit Malaysia and sen respectively
- “BCB Share(s)” : Ordinary share(s) of RM1.00 each in BCB

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PART A

CIRCULAR TO SHAREHOLDERS

in relation to the

**PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR
RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR
TRADING NATURE**



Building Communities & Beyond

BCB BERHAD

(Company No.: 172003-W)
Incorporated in Malaysia

Registered Office:

No. 4B, 2nd & 3rd Floor
Jalan Sentol
South Wing – Kluang Parade
86000 Kluang
Johor Darul Takzim
Malaysia

Date : 25 November 2015

Directors:

| | |
|-----------------------------|---|
| Ash'ari Bin Ayub | <i>(Independent Non-Executive Chairman)</i> |
| Dato' Tan Seng Leong | <i>(Group Managing Director)</i> |
| Datuk Seri Ismail Bin Yusof | <i>(Independent Non-Executive Director)</i> |
| Tan Lay Hiang | <i>(Executive Director)</i> |
| Tan Lindy | <i>(Executive Director)</i> |
| Tan Vin Sern | <i>(Executive Director)</i> |
| Tan Vin Shyan | <i>(Executive Director)</i> |
| Low Kok Yung | <i>(Executive Director)</i> |
| Abd Manap Bin Hussain | <i>(Independent Non-Executive Director)</i> |

To: The Shareholders of BCB Berhad

Dear Sir/Madam

BCB BERHAD

PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

1.0 INTRODUCTION

On 21 October 2015, BCB announced that the Company proposed to seek shareholders' approval for the Proposed Renewal of Shareholders' Mandate as set out in Section 2.1.5 of this Circular.

The purpose of this Circular is to provide you with the relevant details of the Proposed Renewal of Shareholders' Mandate, to set out the views of your Board and to seek your approval for the resolution pertaining to the Proposed Renewal of Shareholders' Mandate to be tabled at the forthcoming 27th AGM of BCB as Special Business. The Notice of the 27th AGM and the Form of Proxy are enclosed together with the Annual Report of the Company for the financial year ended 30 June 2015. The extract of the Notice of the 27th AGM is enclosed together with this Circular.

On 18 December 2014, the Company announced that the shareholders of the Company had, at the AGM held on 18 December 2014, approved the mandate for the Company and/or its subsidiaries to enter into Recurrent Related Party Transactions with Related Parties which are of a revenue or trading nature necessary for the Group's day-to-day operations in the ordinary course of business and on terms not more favourable to the Related Parties than those generally available to the public and are not to the detriment of the minority shareholders. The said shareholders' mandate shall, in accordance with the Main Market LR, expire at the conclusion of the forthcoming 27th AGM which will be held on 17 December 2015.

SHAREHOLDERS OF BCB ARE ADVISED TO READ THIS CIRCULAR CAREFULLY BEFORE VOTING ON THE RESOLUTION PERTAINING TO THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE

2.0 DETAILS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE

2.1 PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE

2.1.1 The Listing Requirements

Under paragraph 10.09 of the Main Market LR, BCB is required to seek a mandate from its shareholders for recurrent related party transactions of a revenue and/or trading nature which are necessary for the day-to-day operations of the BCB Group subject to, *inter-alia*, the following:

- (i) the transactions are in the ordinary course of business and are on terms not more favourable to the Related Party than those generally available to the public;
- (ii) the shareholders' mandate is subject to annual renewal and disclosure is made in the annual report of the aggregate value of transactions conducted pursuant to the shareholders' mandate during the financial year;
- (iii) the circular to shareholders for the shareholders' mandate includes the information as may be prescribed by Bursa Securities. The draft circular must be submitted to the Bursa Securities together with a checklist showing compliance with such information;
- (iv) in a meeting to obtain the shareholders' mandate, the interested director(s), interested major shareholder(s) or interested person(s) connected with such director(s) or major shareholder(s); and where it involves the interest of an interested person(s) connected with a director or major shareholder, such director or major shareholder must not vote on the resolution to approve the transactions. An interested director or interested major shareholder must ensure that person(s) connected with him abstain from voting on the resolution approving the transactions; and
- (v) the listed issuer immediately announces to the Bursa Securities when the actual value of a Recurrent Related Party Transaction entered into by the listed issuer, exceeds the estimated value of the Recurrent Related Party Transaction disclosed in the circular by 10% or more and must include the information as may be prescribed by the Bursa Securities in its announcement.

Transaction entered into between BCB (or any of its wholly-owned subsidiaries) and its wholly-owned subsidiaries are excluded from the requirements of Part E of Chapter 10 of the Main Market LR.

2.1.2 Principal Activities Of BCB And Its Subsidiaries

The principal activities of BCB consist of investment holding, property development and hotel operations. The subsidiaries of BCB and their principal activities are as follows:

| Subsidiary Companies | Effective Equity Interest | Principal Activities |
|--|---------------------------|--|
| Johbase Development Sdn. Bhd. | 100% | Property development and letting of properties |
| BCB Management Sdn. Bhd. | 100% | Provision of project management services |
| BCB Construction Sdn. Bhd. | 100% | Provision of project construction services |
| BCB Concrete Sdn. Bhd. | 100% | Manufacturing of concrete products |
| BCB Road Builder Sdn. Bhd. | 100% | Provision of road construction services |
| BCB Furniture Sdn. Bhd. | 100% | Furniture manufacturing |
| BCB Development Sdn. Bhd. | 70% | Property development |
| BCB Resources Sdn. Bhd. | 100% | Property development |
| BCB Land Sdn. Bhd. | 100% | Property development |
| BCB Trading Sdn. Bhd. | 100% | Trading of building materials |
| BCB Technologies Sdn. Bhd. | 100% | Property development and letting of properties |
| Golden Power Construction Sdn. Bhd. | 100% | Provision of landscaping services |
| Luna Starcity Sdn. Bhd. | 100% | Property development and letting of properties |
| Laser Lagun Sdn. Bhd. | 100% | Property development and letting of properties |
| Global Earnest Sdn. Bhd. | 86.60% | Property development |
| BCB Heights Sdn. Bhd. | 60% | Property development |
| Total Builder Generation Sdn. Bhd. | 70% | Provision of project construction services |
| BCB Medini Development Sdn. Bhd. (Formerly known as Absolute 88 Sdn. Bhd.) | 100% | Property development |
| BCB Medini Residences Sdn. Bhd. (Formerly known as Knights Bridge Express Sdn. Bhd.) | 100% | Property development |

The BCB Group has entered and is anticipated to enter into recurrent transactions of a revenue or trading nature which are necessary in the ordinary course of business, with certain Related Transacting Parties. It is likely that such transactions will occur with some degree of frequency and could arise at any time. Such Recurrent Related Party Transactions have been / will be made on terms which are not more favourable to the Related Parties than those generally available to the public and are not to the detriment of the minority shareholders of BCB.

Your Board therefore proposes to seek the shareholders' approval for the renewal of shareholders' mandate obtained from the shareholders of the Company at the AGM held on 18 December 2014 for BCB Group to continue to enter into the Recurrent Related Party Transactions as set out in Section 2.1.5 of this Circular.

2.1.3 Validity Period

The Proposed Renewal of Shareholders' Mandate if approved by the shareholders of BCB at the forthcoming 27th AGM, will take effect from the date of the said 27th AGM until:

- (i) the conclusion of the next AGM of BCB following the forthcoming 27th AGM at which the Proposed Renewal of Shareholders' Mandate is passed, at which time it will lapse, unless the authority is renewed by a resolution passed at the next AGM;
- (ii) the expiration of the period within which the next AGM is required to be held pursuant to Section 143(1) of the Act (but shall not extend to such extension as may be allowed pursuant to Section 143(2) of the Act); or
- (iii) revoked or varied by resolution passed by the shareholders of BCB in a general meeting before the next AGM;

whichever is earlier.

2.1.4 Classes of Related Party

The Proposed Renewal of Shareholders' Mandate will apply to the following classes of Related Party :-

- (a) Directors;
- (b) Major Shareholders;
- (c) Persons Connected with the Directors or Major Shareholders.

2.1.5 Details of the Recurrent Related Party Transactions

Details of the Recurrent Related Party Transactions covered under the Proposed Renewal of Shareholders' Mandate are set out below:

| BCB / Companies within the BCB Group | Transacting parties | Interested parties and nature of relationship | Nature of transactions | Actual value of the transactions from 18/12/2014 to 29/10/2015* RM'000 | Estimated value of the transactions as previously disclosed in the Circular to Shareholders dated 25/11/2014 RM'000 | Estimated value of the transactions from 17/12/2015 (date of the forthcoming 27th AGM) to the next AGM# RM' 000 |
|--------------------------------------|---|---|---|---|--|--|
| BCB Construction Sdn Bhd ("BCSB") | Marvel Plus Development Sdn Bhd ("Marvel Plus") | Dato' Tan Seng Leong ^a Tan Lindy ^b Tan Lay Hiang ^c Tan Vin Shyan ^d Datin Lim Sui Yong ^e Tan Vin Sern ^f Chang Shao-Yu ^g | Provision of building construction services | 7,072 | 20,000 | 20,000 |
| | | | Hiring of machinery | 106 | 2,000 | 2,000 |

2.1.5 Details of the Recurrent Related Party Transactions (*CONT'D*)

Details of the Recurrent Related Party Transactions covered under the Proposed Renewal of Shareholders' Mandate are set out below:

| BCB / Companies within the BCB Group | Transacting parties | Interested parties and nature of relationship | Nature of transactions | Actual value of the transactions from 18/12/2014 to 29/10/2015* RM'000 | Estimated value of the transactions as previously disclosed in the Circular to Shareholders dated 25/11/2014 RM'000 | Estimated value of the transactions from 17/12/2015 (date of the forthcoming 27th AGM) to the next AGM# RM' 000 |
|--------------------------------------|--|---|--|---|--|--|
| BCB Road Builder Sdn Bhd ("BRBSB") | Marvel Plus | Dato' Tan Seng Leong ^a Tan Lindy ^b Tan Lay Hiang ^c Tan Vin Shyan ^d Datin Lim Sui Yong ^e Tan Vin Sern ^f Chang Shao-Yu ^g | Provision of road and pavement construction services | - | 5,000 | - |
| BCB Berhad ("BCB") | Ju-Ichi Enterprise Sdn Bhd ("Ju-Ichi") | Dato' Tan Seng Leong ^a Tan Lindy ^b Tan Lay Hiang ^c Tan Vin Shyan ^d Tan Vin Sern ^f | Provision of office rental | 250 | 500 | 500 |
| | | | Car park maintenance for shopping complex | - | 240 | 240 |
| BCSB | Ju-Ichi | Dato' Tan Seng Leong ^a Tan Lindy ^b Tan Lay Hiang ^c Tan Vin Shyan ^d Tan Vin Sern ^f | Building construction services | - | 15,000 | 15,000 |
| BCB Resources Sdn Bhd ("BRSB") | Marvel Plus | Dato' Tan Seng Leong ^a Tan Lindy ^b Tan Lay Hiang ^c Tan Vin Shyan ^d Datin Lim Sui Yong ^e Tan Vin Sern ^f Chang Shao-Yu ^g | Hiring of machinery | 383 | 1,500 | 1,500 |

2.1.5 Details of the Recurrent Related Party Transactions (*CONT'D*)

Details of the Recurrent Related Party Transactions covered under the Proposed Renewal of Shareholders' Mandate are set out below:

| BCB / Companies within the BCB Group | Transacting parties | Interested parties and nature of relationship | Nature of transactions | Actual value of the transactions from 18/12/2014 to 29/10/2015* RM'000 | Estimated value of the transactions as previously disclosed in the Circular to Shareholders dated 25/11/2014 RM'000 | Estimated value of the transactions from 17/12/2015 (date of the forthcoming 27th AGM) to the next AGM# RM' 000 |
|--------------------------------------|-----------------------------------|---|---|---|--|--|
| Johbase Development Sdn Bhd ("JDSB") | Marvel Plus | Dato' Tan Seng Leong ^a Tan Lindy ^b Tan Lay Hiang ^c Tan Vin Shyan ^d Datin Lim Sui Yong ^e Tan Vin Sern ^f Chang Shao-Yu ^g | Hiring of machinery | 4 | 1,000 | 1,000 |
| BCB Land Sdn Bhd ("BLSB") | Marvel Plus | Dato' Tan Seng Leong ^a Tan Lindy ^b Tan Lay Hiang ^c Tan Vin Shyan ^d Datin Lim Sui Yong ^e Tan Vin Sern ^f Chang Shao-Yu ^g | Hiring of machinery | - | 1,000 | 1,000 |
| BCSB | Ibzi Development Sdn Bhd ("Ibzi") | Dato' Tan Seng Leong ^a Tan Vin Sern ^f Tan Vin Shyan ^d | Provision of building construction services | - | - | 10,000 |

Explanatory note:

@ Rental is payable on a monthly basis and lease period is for 3 years and renewable upon expiry.

Explanatory notes:

* Actual value transacted from 18 December 2014 (the date of the last Annual General Meeting) up to 29 October 2015, being the last practical date prior to printing of this Circular.

The estimated values of Recurrent Related Party Transactions from the forthcoming 27th AGM to the next AGM based on the expected value of transactions estimated by the management of BCB Group. Due to the nature of the transactions, the actual value of the transactions may vary and subject to change from the estimated values disclosed above.

There is no deviation resulted from the Actual Value transacted which exceeded the Estimated Value of the RRPTs as disclosed in preceding year's Circular to Shareholders dated 25 November 2014.

Nature of relationships of BCB Group with the interested related parties

- ^a Dato' Tan Seng Leong is a Director of BCB Group and a Major Shareholder of BCB. He is deemed interested by virtue of his relationship with his spouse, Datin Lim Sui Yong and his children namely, Tan Vin Sern, Tan Lindy and Tan Vin Shyan. Datin Lim Sui Yong, Tan Vin Sern, Tan Lindy and Tan Vin Shyan are the directors and Major Shareholders of Marvel Plus. Dato' Tan Seng Leong is also a director of Ju-Ichi and Ibzi. He is also a Major Shareholder of Ibzi.
- ^b Tan Lindy is a Director of BCB, BCSB, BRBSB, BRSB, JDSB, BLSB and Ju-Ichi. She is the daughter of Dato' Tan Seng Leong and Datin Lim Sui Yong, and sister of Tan Vin Sern and Tan Vin Shyan. She is also a director and Major Shareholder of Marvel Plus.
- ^c Tan Lay Hiang is a Director of BCB, BCSB, BRBSB, BRSB, JDSB and BLSB. She is the sister-in-law to Datin Lim Sui Yong, who is the director and Major Shareholder of Marvel Plus.
- ^d Tan Vin Shyan is a Director of BCB, BCSB, BRBSB, BRSB, JDSB, BLSB and Ju-Ichi. He is the son of Dato' Tan Seng Leong and Datin Lim Sui Yong, and brother of Tan Lindy and Tan Vin Sern. He is also a director and Major Shareholder of Marvel Plus and a Major Shareholder of Ibzi.
- ^e Datin Lim Sui Yong is a Major Shareholder of BCB and director and Major Shareholder of Marvel Plus.
- ^f Tan Vin Sern is a Director of BCB, BCSB, BRBSB, BRSB, JDSB and BLSB. He is the son of Dato' Tan Seng Leong and Datin Lim Sui Yong, and brother of Tan Lindy and Tan Vin Shyan. He is also a director and Major Shareholder of Marvel Plus and Ibzi.
- ^g Chang Shao-Yu is a director of Marvel Plus. He is the spouse of Tan Lindy and son-in-law of Dato' Tan Seng Leong and Datin Lim Sui Yong.

2.1.6 Amount Due and Owing to BCB Group by Related Transacting Parties

As at financial year ended 30 June 2015, the total amount due and owing to BCB Group which exceeded the credit term given arising from the RRPTs as per Section 2.1.5 of this Circular amounted to RM3,834,678.

A breakdown and an ageing analysis of such amount outstanding to BCB Group are as follows:-

| Principal Sum # (RM'000) | Late Payment Interest # (RM'000) | Total Outstanding Amount As At 30/06/2015 (RM'000) | Ageing Analysis (RM'000) | | | |
|--------------------------|----------------------------------|--|--------------------------|---------------------|----------------------|-----------|
| | | | ≤ 1 year | > 1 year to 3 years | > 3 years to 5 years | > 5 years |
| 3,834 | - | 3,834 | 3,834 | - | - | - |

The Group normally does not impose interest and late payment charges on trade debts in the course of its business operations. Going forward, the Group is planning repayment through debt restructuring.

Despite the outstanding amount owed by the debtors to BCB Group for a period of not more than three years, BCB Group has taken/will take the following course of action to recover the aforesaid outstanding amount:-

- (i) The Group is in contact with the debtors and foresees payment in cash or contra of the completed properties from the debtors in near future. In view that the acceptance of completed properties in settlement of debt owed by the debtors (if any) will be considered a related party transaction, BCB which ensure the compliance of Paragraph 10.08 of the Main Market LR in due course.

Based on the aforesaid course of action taken and/or to be taken by BCB, the Board is of the view that the collections shall be recovered in cash or contra of the completed properties in the near future.

2.1.7 Benefits

The services provided to the Related Transacting Parties by the BCB Group as set out in Section 2.1.5 are in the ordinary course of business, and on the Group's normal commercial terms which are no more favourable to the Related Transacting Parties than those rendered to unrelated third parties. As such, the transactions in the Proposed Renewal of Shareholders' Mandate are beneficial to the BCB Group as they represent a source of income to the BCB Group.

2.1.8 Review Procedures for the Recurrent Related Party Transactions

The BCB Group has established various procedures to ensure that the Recurrent Related Party Transactions are undertaken on an arm's length basis and on normal commercial terms that are consistent with the BCB Group's usual business practices and policies, which are not on terms that are more favourable to the Related Parties than those extended to the public and, are not to the detriment of BCB's minority shareholders.

The review procedures established by the BCB Group for Recurrent Related Party Transactions are as follows:

- (i) All companies within the Group have been informed of the definition of Related Party and the review procedures applicable to all Recurrent Related Party Transactions;
- (ii) All companies within the Group shall only enter into Recurrent Related Party Transactions after taking into account the pricing, level of service, quality of product as compared to market prices and industry standards. Any Recurrent Related Party Transaction entered into shall be treated and processed on normal commercial terms consistent with the Company's usual business practices and policies and will not be detrimental to the minority shareholders;
- (iii) The transaction prices are determined by the prevailing market rates/prices that are agreed upon under similar commercial terms for transactions with third parties, business practices and policies and on terms which are generally in line with industry norms;
- (iv) At least 2 other contemporaneous transactions with unrelated third parties for similar products/services and/or quantities will be used as comparison, wherever possible, to determine whether the price and terms offered to/by the Related Parties are fair and reasonable and comparable to those offered to/by other unrelated third parties for the same or substantially similar type of products/services and/or quantities. Where quotation or comparative pricing from unrelated third parties cannot be obtained, the transaction price will be determined by the BCB Group based on those offered by/to other unrelated parties for the same or substantially similar type of transaction to ensure that the Recurrent Related Party Transaction is not detrimental to BCB Group;
- (v) All Recurrent Related Party Transactions, which are not covered under the Proposed Renewal of Shareholders' Mandate and have a value equivalent to or more than RM1,000,000 or 1% of any percentage ratio (as defined under Paragraph 10.02 (g) of the Main Market LR), whichever is higher, shall be reviewed by the Audit Committee before the transactions are entered into;
- (vi) For other Recurrent Related Party Transactions, which are covered under the Proposed Renewal of Shareholders' Mandate, the transactions shall be reviewed by the Audit Committee on a periodic basis;

- (vii) All the Recurrent Related Party Transactions covered under the Proposed Renewal of Shareholders' Mandate within BCB Group will be reviewed and approved by the Group Managing Director, regardless of the amount;
- (viii) Any member of the Audit Committee may as he or she deems fit, request for additional information pertaining to the transactions including from independent sources or advisers;
- (ix) If a member of the Audit Committee has an interest, direct or indirect, in any particular transaction, he or she will have to abstain from any deliberation and also voting on the matter at the Audit Committee meeting in respect of such transaction;
- (x) Proper records shall be maintained to capture all Recurrent Related Party Transactions entered into pursuant to the shareholders' mandate to ensure accurate disclosure thereof. Disclosure will be made in the annual report of the breakdown of the aggregate value of the Recurrent Related Party Transactions during the financial year, amongst others, based on the following information:
 - (a) the type of Recurrent Related Party Transactions made; and
 - (b) the names of the Related Parties involved in each type of the Recurrent Related Party Transaction made and their relationship with the listed issuer;
- (xi) The annual internal audit plan shall incorporate a review of all Recurrent Related Party Transactions entered into pursuant to the shareholders' mandate to ensure that relevant approvals have been obtained and the review procedures in respect of such transactions are adhered to;
- (xii) The Audit Committee shall review the internal audit reports to ascertain that the guidelines and the procedures established to monitor Recurrent Related Party Transactions are complied with; and
- (xiii) The Audit Committee shall have the overall responsibility of determining whether the review procedures are appropriate, with the authority to delegate such function to individuals or committee within the Company as it shall deem fit.

2.1.9 Statement by Audit Committee of BCB

The Audit Committee has seen and reviewed the procedures mentioned in Section 2.1.8 above and is of the view that:

- (i) the said procedures are sufficient to ensure that the RRPT is not more favourable to the Related Party than those generally available to the public and hence are not to the detriment of the minority shareholders; and
- (ii) BCB Group has in place adequate procedures to monitor, track and identify RRPT in a timely and orderly manner and such procedures and processes are reviewed by the Internal Auditors on a yearly basis.

3.0 RATIONALE FOR THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE

3.1 Proposed Renewal of Shareholders' Mandate

The Recurrent Related Party Transactions entered or to be entered into by the BCB Group are recurrent transactions of a revenue and trading nature conducted in the ordinary course of business of the Group and which are likely to occur with some degree of frequency and arise at any time and from time to time.

These transactions may be constrained by the time-sensitive nature and confidentiality of such transactions may render it impractical to seek shareholders' approval on a case-by-case basis before entering into such Recurrent Related Party Transactions. As such, your Board is seeking the shareholders' mandate pursuant to paragraph 10.09 of the Main Market LR for the Recurrent Related Party Transactions described in Section 2.1.5 above to allow the Group to enter into such Recurrent Related Party Transactions made on an arm's length basis and on normal commercial terms and which are not to the detriment of BCB's minority shareholders.

By obtaining the approval of the Proposed Renewal of Shareholders' Mandate on an annual basis, the necessity to convene separate general meetings from time to time to seek shareholders' approval as and when such Recurrent Related Party Transactions occur, would not arise. This will substantially avoid expenses associated with the convening of general meetings on an ad hoc basis and prevent administrative inconvenience.

4.0 FINANCIAL EFFECTS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE

The Proposed Renewal of Shareholders' Mandate is not expected to have any effect on the issued and paid-up share capital, consolidated earnings and consolidated net assets of BCB.

5.0 CONDITION OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE

The Proposed Renewal of Shareholders' Mandate is conditional upon the approval of the shareholders of BCB at the forthcoming 27th AGM.

6.0 INTERESTS OF DIRECTORS, MAJOR SHAREHOLDERS AND PERSONS CONNECTED TO THEM

As at 29 October 2015, the direct and indirect interests of the interested Directors, interested Major Shareholders and Persons Connected to the interested Directors and Major Shareholders of BCB are as follows:

| | Direct | | Indirect | |
|-------------------------------------|---------------|---|--------------------------|--------------------|
| | No. of shares | % | No. of shares | % |
| Interested Directors | | | | |
| Dato' Tan Seng Leong | - | - | 115,883,700 ¹ | 57.87 ¹ |
| Tan Lay Hiang | - | - | - | - |
| Tan Lindy | - | - | - | - |
| Tan Vin Sern | - | - | - | - |
| Tan Vin Shyan | - | - | - | - |
| Interested Major Shareholder | | | | |
| Dato' Tan Seng Leong | | | 115,883,700 ¹ | 57.87 ¹ |
| Datin Lim Sui Yong | | | 115,883,700 ¹ | 57.87 ¹ |

Notes:

1. Deemed interested by virtue of their shareholdings in Evergreen Ratio Sdn. Bhd pursuant to Section 6A(4) of the Ac.

Accordingly, the interested Directors namely, Dato' Tan Seng Leong, Tan Lindy, Tan Lay Hiang, Tan Vin Shyan and Tan Vin Sern (collectively referred to as "Interested Directors"), have abstained and will continue to abstain from all Board deliberations and voting in respect of the transactions in which they have an interest as detailed in Section 2.1.5 above. The Interested Directors will also abstain from voting in respect of their direct

and indirect shareholdings on the resolution approving the Proposed Renewal of Shareholders' Mandate at the forthcoming 27th AGM.

The interested Major Shareholders namely, Dato' Tan Seng Leong and Datin Lim Sui Yong, will abstain from voting in respect of their indirect shareholdings on the ordinary resolution deliberating or approving the Proposed Renewal of Shareholders' Mandate at the forthcoming 27th AGM.

The interested Directors and the abovementioned interested Major Shareholders of the Company have also undertaken to ensure that the Persons Connected to them will abstain from voting in respect of their direct and indirect shareholdings on the ordinary resolution pertaining to the Proposed Renewal of Shareholders' Mandate at the forthcoming 27th AGM.

Save as disclosed above, none of the other Directors and Major Shareholders of BCB or Persons Connected to them have any interest, direct or indirect, in the Proposed Renewal of Shareholders' Mandate.

7.0 DIRECTORS' RECOMMENDATION

The Directors (except for Dato' Tan Seng Leong, Tan Lindy, Tan Lay Hiang, Tan Vin Shyan and Tan Vin Sern) having considered all aspects of the Proposed Renewal of Shareholders' Mandate, is of the opinion that it is in the best interest of the BCB Group and accordingly the Directors with the exception of Dato' Tan Seng Leong, Tan Lindy, Tan Lay Hiang, Tan Vin Shyan and Tan Vin Sern who have abstained from making any recommendation on the Proposed Renewal of Shareholders' Mandate, recommends that you vote in favour of the Proposed Renewal of Shareholders' Mandate to be tabled at the forthcoming 27th AGM.

8.0 AGM

The 27th AGM, the notice of which is set out in the 2015 Annual Report, will be held at the **Prime City Hotel, Venus Room, 6th Floor, 20, Jalan Bakawali, 86000 Kluang, Johor Darul Takzim** on **Thursday, 17 December 2015 at 10.30am**, for the purpose of considering and if thought fit, passing the ordinary resolution to give effect to the Proposed Renewal of Shareholders' Mandate.

If you are unable to attend and vote in person at the 27th AGM, you should complete, sign and return the enclosed Form of Proxy in accordance with the instructions printed thereon as soon as possible so as to arrive at the registered office of the Company at **No. 4B, 2nd & 3rd Floor, Jalan Sentol, South Wing – Kluang Parade, 86000 Kluang, Johor Darul Takzim, Malaysia**, not later than 48 hours before the time fixed for the 27th AGM or any adjournment thereof. The lodging of the Form of Proxy will not preclude you from attending and voting in person at the 27th AGM should you subsequently wish to do so.

9.0 FURTHER INFORMATION

Shareholders are requested to refer to the Appendix for further information.

Yours faithfully,
For and on behalf of the Board of Directors
BCB BERHAD

Ash'ari Bin Ayub
Independent Non-Executive Chairman

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FURTHER INFORMATION

1. DIRECTORS' RESPONSIBILITY STATEMENT

This Circular has been reviewed and approved by the Directors of BCB and they individually and collectively accept full responsibility for the accuracy of the information contained herein and confirm that after having made all reasonable enquiries and to the best of their knowledge and belief, there are no other facts, the omission of which would make any statement in this Circular misleading.

2. MATERIAL CONTRACTS

There are no material contracts (not being contracts entered into the ordinary course of business) that have been entered into by BCB and/or its subsidiaries during the 2 years immediately preceding the date of the Circular.

3. MATERIAL LITIGATION

BCB Group has not engaged in any material litigation, claims or arbitration either as plaintiff or defendant, and the Directors of BCB have no knowledge of any proceedings pending or threatened or of any fact likely to give rise to any proceedings which might materially or adversely affect the financial position or business of the BCB Group.

4. DOCUMENTS FOR INSPECTION

Copies of the following documents will be made available for inspection at the Registered Office of BCB at **No. 4B, 2nd & 3rd Floor, Jalan Sentol, South Wing – Kluang Parade, 86000 Kluang, Johor Darul Takzim, Malaysia**, during normal business hours from Monday to Friday (except public holidays) from the date of this Circular up to the date of the 27th AGM:

- (i) Memorandum and Articles of Association of BCB; and
- (ii) The audited consolidated financial statements of BCB for two (2) financial years ended 30 June 2014 and 30 June 2015.

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PART B

SHARE BUY-BACK STATEMENT

in relation to the

PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY



Building Communities & Beyond

BCB BERHAD

(Company No.: 172003-W)

Incorporated in Malaysia

STATEMENT IN RELATION TO THE PROPOSED RENEWAL OF AUTHORITY FOR THE COMPANY TO PURCHASE ITS OWN SHARES IN ACCORDANCE WITH SECTION 67A OF THE COMPANIES ACT, 1965

1. INTRODUCTION

BCB had on 21 October 2015 announced that the Company proposed to seek from the shareholders the approval for the renewal of the authorisation at the forthcoming 27th AGM for the proposed purchase by BCB of its own shares of up to ten per cent (10%) of its issued and paid-up share capital during the authorised period.

The purpose of this Statement is to provide you with the details of the Proposed Renewal of Share Buy-Back Authority, to set out the views of your Board and to seek your approval for the resolution pertaining to the Proposed Share Buy-Back to be tabled at the forthcoming 27th AGM of BCB as Special Business.

On 18 December 2014, the Company announced that the shareholders of the Company had, at the AGM held on 18 December 2014, approved the authorisation for the Company to purchase its own shares in accordance with Section 67A of the Act. The said authorisation shall, in accordance with the Main Market LR, expire at the conclusion of the forthcoming 27th AGM which will be held on 17 December 2015.

2. DETAILS OF THE PROPOSED SHARE BUY-BACK

At previous AGM held on 18 December 2014, the Company had obtained approval from its shareholders to purchase up to 20,625,000 BCB Shares, which represents ten per cent (10%) of the issued and paid-up share capital of BCB then on the Bursa Securities in accordance with the provisions of the Act, the Articles of Association of the Company and Main Market LR.

As at 29 October 2015, the Company has purchased 6,018,600 BCB Shares which are currently held as treasury shares.

As the authority for the Company to purchase its own shares will expire at the conclusion of the forthcoming 27th AGM of the Company on 17 December 2015, the Company wishes to seek a renewal of mandate from the shareholders at 27th AGM for the Company to purchase such number of BCB Shares which, when aggregated with the BCB Shares already purchased and/or retained as treasury shares, amounts to not more than ten per cent (10%) of the existing issued and paid-up share capital of BCB.

Currently, as at 29 October 2015, the existing issued and paid-up share capital of BCB is RM206,250,000 comprising 206,250,000 BCB Shares, including 6,018,600 treasury shares held. As such, if approved, the Proposed Renewal of Share Buy-Back Authority would authorise the Company to purchase up to 14,606,400 BCB Shares, which when aggregated with the BCB Shares already purchased, would result in 20,625,000 BCB Shares or ten per cent (10%) of BCB's issued and paid-up share capital being purchased.

The Proposed Share Buy-Back will be carried out on the Bursa Securities through an appointed stockbroker.

3. FUNDING FOR THE PROPOSED SHARE BUY-BACK

The Proposed Share Buy-Back will be financed through internally generated funds and/or borrowings. The audited retained earnings of the Company as at 30 June 2015 is RM106,637320. The maximum funding for the purchase of the Company's own shares must not exceed the level of retained earnings of the Company.

In the event the Company decides to utilise bank borrowings to finance the Proposed Share Buy-Back, it will ensure that it has sufficient financial capability to repay the bank borrowing and related interest expense. The bank borrowings will not have a material impact on the cash flows or earnings of the Company.

The actual number of BCB Shares to be purchased, the total amount of funds involved for each purchase and timing of the purchase(s) will depend on, inter-alia, the market conditions and sentiments of the stock market as well as the availability of the financial resources of the BCB Group at the time of the purchase(s).

The Proposed Share Buy-Back will reduce the cash of the BCB Group by an amount dependent on the purchase price of BCB Shares and the actual number of BCB Shares bought back.

4. RATIONALE, POTENTIAL ADVANTAGES AND DISADVANTAGES OF THE PROPOSED SHARE BUY-BACK

The Proposed Share Buy-Back is likely to benefit BCB and its shareholders in the following manner:

- If necessary in future, BCB may be able to stabilise the supply and demand of BCB Shares in the open market, thereby supporting the fundamental values of BCB Shares;
- If BCB Shares purchased by BCB are cancelled, shareholders may enjoy an increase in the value of their investment in BCB due to the increase in its earnings per share as a result of the reduction in its issued and paid-up capital, all things being equal; and
- The purchased shares may be held as treasury shares and resold in the open market to reap the potential capital appreciation of the shares without affecting the total issued and paid-up share capital of BCB. BCB may also utilise the treasury shares as future dividend payout to BCB shareholders, which would serve to reward the shareholders of the Company.

The disadvantages of the Proposed Share Buy-Back are as follows:

- The Proposed Share Buy-Back, if implemented, would reduce the financial resources of the Group. This may result in the Group foregoing future investment opportunities and/or any income that may be derived from alternative uses of such funds;
- The Proposed Share Buy-Back may also reduce the amount of resources available for the payment of cash dividends to shareholders of BCB. However, the financial resources of the Group may increase pursuant to the resale of the purchased shares held as treasury shares at prices higher than the purchase price; and
- The Proposed Share Buy-Back will reduce BCB's cashflow, which may otherwise be used as working capital to generate future profits.

Nevertheless, the Board will be mindful of the interest of BCB and its shareholders in undertaking the Proposed Share Buy-Back and the subsequent resale of treasury shares on Bursa Securities.

5. EFFECT OF THE PROPOSED SHARE BUY-BACK

The effects of the Proposed Share Buy-Back are summarised below.

5.1 Share Capital

Assuming the Proposed Share Buy-Back is implemented in full and all the purchased shares are subsequently cancelled, the pro forma effect on the issued and paid-up share capital of the Company will be as follows:

| | RM |
|--|-------------------------|
| Issued and paid-up share capital as at 29 October 2015 (including 6,018,600 treasury shares held) | 206,250,000 |
| Less: Maximum number of shares that may be purchased pursuant to the Proposed Share Buy-Back | (20,625,000) |
| Issued and paid-up share capital after the Proposed Share Buy-Back | <hr/> 185,625,000 <hr/> |

If the BCB Shares so purchased are retained as treasury shares, the issued and paid-up share capital of BCB will not be reduced but the rights attaching to the treasury shares in relation to voting, dividends and participation in other distributions or otherwise will be suspended. While these BCB Shares remain as treasury shares, the Act prohibits the taking into account of such shares in calculating the number of percentage of shares or a class of shares in BCB for any purpose whatsoever including major shareholdings, takeovers, notices, requisitioning of meetings, quorum for meetings and the results of votes on resolutions.

5.2 Net Assets (“NA”)

The effect of the Proposed Share Buy-Back on the NA per share of the BCB Group is dependent on the purchase price(s) of the BCB Shares. If the purchase price is less than the audited NA per share of the Group at the time of purchase, the NA per share will increase. Conversely, if the purchase price exceeds the audited NA per share of the Group at the time of purchase, the NA per share will decrease. The latest audited NA per share of BCB Group as at 30 June 2015 is RM411,356,873.

5.3 Earnings

The effect of the Proposed Share Buy-Back on the earnings of the BCB Group would depend on the purchase price(s) and the number of shares purchased. The effective reduction in the issued and paid-up share capital of the Company pursuant to the Proposed Share Buy-Back may generally, all else being equal, have a positive impact on the consolidated earnings per share of the Company if the return on equity is higher than the cost of funds from the Proposed Share Buy-Back.

5.4 Working Capital

The Proposed Share Buy-Back will reduce the working capital of the BCB Group. The quantum of the reduction of the working capital of the BCB Group would depend on the purchase price(s) and number of shares purchased.

6. DIRECTORS' AND SUBSTANTIAL SHAREHOLDERS' SHAREHOLDINGS

The effect of the Proposed Share Buy-Back on the shareholdings of the Directors and substantial shareholders of BCB based on their shareholdings as at 29 October 2015 assuming the Proposed Share Buy-Back is carried out in full is as follows:

Directors

| Name | Existing as at 29 October 2015 (after taking into account shares purchased and held as treasury shares) | | | | After Proposed Share Buy-Back (on assumption of buy-back of up to 10%) | | | |
|-----------------------------|---|------------------------|----------------------------|------------------------|---|------------------------|----------------------------|------------------------|
| | < -----Direct-----> | | < -----Indirect----- > | | < -----Direct-----> | | < -----Indirect----- > | |
| | No. of shares held | % [^] held | No. of shares held | % [^] held | No. of shares held | % [^] held | No. of shares held | % [^] held |
| Dato' Tan Seng Leong | - | - | 115,883,700 ⁽ⁱ⁾ | 57.87 | - | - | 115,883,700 ⁽ⁱ⁾ | 62.43 |
| Ash'ari bin Ayub | - | - | - | - | - | - | - | - |
| Datuk Seri Ismail bin Yusof | - | - | - | - | - | - | - | - |
| Tan Vin Shyan | - | - | - | - | - | - | - | - |
| Tan Lay Hiang | - | - | - | - | - | - | - | - |
| Tan Lindy | - | - | - | - | - | - | - | - |
| Tan Vin Sern | - | - | - | - | - | - | - | - |
| Abd Manap Bin Hussain | - | - | - | - | - | - | - | - |
| Low Kok Yung | 3,000 | 0.00 | - | - | 3,000 | 0.00 | - | - |

Notes:-

(i) Deemed interested by virtue of his shareholdings in Evergreen Ratio Sdn. Bhd. pursuant to Section 6A(4) of the Act, 1965 .

[^] Pursuant to Section 67A(3C) of the Act, while shares are held as treasury shares, the rights attached to them as to voting, dividends and participation in other distribution and otherwise are suspended and the treasury shares shall not be taken into account in calculating the number or percentage of shares, amongst others, in the company on substantial shareholding and the result of a vote on a resolution at a meeting.

Substantial Shareholders

| | Existing as at 29 October 2015 (after taking into account shares purchased and held as treasury shares) | | | | After Proposed Share Buy-Back (on assumption of buy-back of up to 10%) | | | |
|----------------------------|---|------------------------|----------------------------|------------------------|---|------------------------|----------------------------|------------------------|
| | < -----Direct-----> | | < -----Indirect----- > | | < -----Direct-----> | | < -----Indirect----- > | |
| Name | No. of shares held | % [^] held | No. of shares held | % [^] held | No. of shares held | % [^] held | No. of shares held | % [^] held |
| Evergreen Ratio Sdn. Bhd. | 115,883,700 | 57.87 | - | - | 115,883,700 | 62.43 | - | - |
| Dato' Tan Seng Leong | - | - | 115,883,700 ⁽ⁱ⁾ | 57.87 | - | - | 115,883,700 ⁽ⁱ⁾ | 62.43 |
| Datin Lim Sui Yong | - | - | 115,883,700 ⁽ⁱ⁾ | 57.87 | - | - | 115,883,700 ⁽ⁱ⁾ | 62.43 |
| Effective Strategy Sdn Bhd | 19,304,500 | 9.64 | - | - | 19,304,500 | 10.40 | - | - |
| Chan Toong Kit | - | - | 19,304,500 ⁽ⁱⁱ⁾ | 9.64 | - | - | 19,304,500 ⁽ⁱⁱ⁾ | 10.40 |
| Chong Shiung Foh | - | - | 19,304,500 ⁽ⁱⁱ⁾ | 9.64 | - | - | 19,304,500 ⁽ⁱⁱ⁾ | 10.40 |

Notes:-

(i) Deemed interested by virtue of their shareholdings in Evergreen Ratio Sdn. Bhd pursuant to Section 6A(4) of the Act .

(ii) Deemed interested by virtue of their shareholdings in Effective Strategy Sdn Bhd. pursuant to Section 6A(4) of the Act.

[^] Pursuant to Section 67A(3C) of the Act, while shares are held as treasury shares, the rights attached to them as to voting, dividends and participation in other distribution and otherwise are suspended and the treasury shares shall not be taken into account in calculating the number or percentage of shares, amongst others, in the company on substantial shareholding and the result of a vote on a resolution at a meeting.

7. PURCHASE OF SHARES

Please refer to the page 90 of the 2015 Annual Report on the details of the Company's purchase of its own shares during the financial year ended 30 June 2015.

8. PUBLIC SHAREHOLDING SPREAD

Based on the record of depositors maintained by the Bursa Depository and the register of substantial shareholders of the Company, the public shareholding spread of BCB as at 29 October 2015 is 32.48%. In the event that the Proposed Share Buy-Back be carried out in full and all the BCB Shares are purchased from public shareholders, the public shareholding spread of BCB will be reduced from 32.48% to 27.17%.

9. IMPLICATIONS RELATING TO THE MALAYSIAN CODE ON TAKE-OVERS AND MERGERS 2010 ("CODE")

Pursuant to Part II of the Code, in the event that any of our shareholders, together with parties acting in concert with them (if any) who collectively hold:-

- a) less than 33% of the Company's issued and paid up share capital, increase their shareholdings to more than 33%; or
- b) more than 33% but less than 50% of the Company's issued and paid up share capital, increase his/her shareholding by 2% within a 6 month period,

the affected shareholder and parties acting in concert with him/her would be obliged to undertake a mandatory offer for the remaining Shares not held by them.

Based on the Register of Substantial Shareholders of the Company as at 29 October 2015, there should be no implication with regard to the Code on the Company and its Substantial Shareholders arising from the Proposed Share Buy-Back even in the event that the Proposed Share Buy-Back is implemented in full.

10. DIRECTORS' AND SUBSTANTIAL SHAREHOLDERS' INTERESTS

Save for the proportionate increase in percentage of shareholdings and/or voting rights of shareholders of the company as a result of the Proposed Renewal of Share Buy-Back Authority, none of the Directors and substantial shareholders or Persons Connected with them has any interest, direct or indirect, in the Proposed Renewal of Share Buy-Back Authority.

11. DIRECTORS' STATEMENT AND RECOMMENDATION

The Directors are of the opinion that the Proposed Renewal of Share Buy-Back Authority is in the best interest of the Company. Accordingly, they recommend that you vote in favour of the resolution pertaining to the Proposed Renewal of Share Buy-Back Authority to be tabled at the forthcoming 27th AGM of the Company.

This Share Buy-Back Statement is dated 25 November 2015.



Building Communities & Beyond

BCB BERHAD

(Company No.: 172003-W)
Incorporated in Malaysia

EXTRACT OF THE NOTICE OF 27TH ANNUAL GENERAL MEETING

AGENDA 10

PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

“THAT subject to the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”), approval be and is hereby given to the Company and its subsidiaries to enter into recurrent related party transactions of a revenue or trading nature with the related parties (“Recurrent Related Party Transactions”) as set out in Section 2.1.5 of the Circular to the Shareholders dated 25 November 2015 (“the Circular”), subject further to the following:

- (i) the Recurrent Related Party Transactions are entered into in the ordinary course of business on terms not more favourable to the related parties than those generally available to the public, and the Recurrent Related Party Transactions are undertaken on arms’ length basis and are not to the detriment of the minority shareholders of the Company;
- (ii) the disclosure is made in the annual report of the breakdown of the aggregate value of the Recurrent Related Party Transactions conducted pursuant to the shareholders’ mandate during the financial year, amongst others, based on the following information:
 - (a) the type of Recurrent Related Party Transactions made; and
 - (b) the names of the related parties involved in each type of Recurrent Related Party Transactions made and their relationship with the Company;
- (iii) the shareholders’ mandate is subject to annual renewal and this shareholders’ mandate shall only continue to be in full force until:
 - (a) the conclusion of the next Annual General Meeting (“AGM”) of the Company following this AGM, at which this shareholders’ mandate will lapse, unless by a resolution passed at the said AGM, such authority is renewed;
 - (b) the expiration of the period within which the next AGM after the date it is required to be held pursuant to Section 143(1) of the Companies Act, 1965 (“Act”) (but shall not extend to such extension as may be allowed pursuant to Section 143(2) of the Act); or
 - (c) revoked or varied by resolution passed by the shareholders in general meeting;

whichever is the earlier;

AND THAT the Directors and/or any of them be and are hereby authorised to complete and do all such acts and things as they may consider expedient or necessary (including executing such documents as may be required) to give effect to the Recurrent Related Party Transactions contemplated and/or authorised by this Ordinary Resolution;

AND THAT, the estimates given of the Recurrent Related Party Transactions specified in Section 2.1.5 of the Circular being provisional in nature, the Directors and/or any of them be and are hereby authorised to agree to the actual amount or amounts thereof provided always that such amount or amounts comply with the procedures set out in Section 2.1.8 of the Circular.”

AGENDA 11

PROPOSED RENEWAL OF AUTHORITY FOR SHARE BUY-BACK

“THAT subject always to compliance with the Companies Act, 1965 (“Act”), the Articles of Association of the Company, the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) or any other regulatory authorities and all other applicable rules, regulations, guidelines or approval for the time being in force or as may be amended from time to time, the Directors be and are hereby authorised to make purchases of ordinary shares of RM1.00 each in the Company’s issued and paid-up ordinary share capital as may be determined by the Directors from time to time through Bursa Securities upon such terms and conditions as the Directors may deem fit, necessary and expedient in the interest of the Company, provided that:

- (i) the aggregate number of ordinary shares which may be purchased and/or held by the Company as treasury shares shall not exceed ten per centum (10%) of the total issued and paid-up ordinary share capital of the Company for the time being;
- (ii) the maximum funds to be allocated by the Company for the purpose of purchasing its shares shall not exceed the total retained earnings and share premium, if any, of the Company at the time of the said purchase(s); and
- (iii) the authority conferred by this resolution shall commence immediately upon the passing of this ordinary resolution and shall continue to be in force until:
 - (a) the conclusion of the next Annual General Meeting (“AGM”) of the Company following the general meeting at which such resolution was passed at which time it shall lapse unless by ordinary resolution passed at that meeting, the authority is renewed, either unconditionally or subject to conditions;
 - (b) the expiration of the period within which the next AGM after that date is required by law to be held; or
 - (c) revoked or varied by ordinary resolution passed by the shareholders of the Company in a general meeting,

whichever is earlier;

AND THAT upon completion of the purchase by the Company of its own shares, the Directors be and are hereby authorised to deal with the shares purchased in their absolute discretion in the following manner:

- (i) cancel all the shares so purchased; and/or
- (ii) retain the shares so purchased in treasury for distribution as dividend to the shareholders or resell on the market of Bursa Securities; and/or
- (iii) retain part thereof as treasury shares and cancel the remainder;

and in any other manner as prescribed by the Act, rules and regulations made pursuant to the Act and the Main Market Listing Requirements of Bursa Securities and any other relevant authorities for the time being in force;

AND THAT authority be and is hereby given to the Directors and/or anyone of them to complete and do all such acts and things as they may consider necessary or expedient in the best interest of the Company, including executing all such documents as may be required or necessary and with full powers to assent to any modifications, variations and/or amendments as the Directors in their discretion deem fit and expedient to give effect to the aforesaid purchase(s) contemplated and/or authorised by this Ordinary Resolution.”