

BP PLASTICS HOLDING BERHAD

(Company No. 644902-V)

(Incorporated in Malaysia)

SUMMARY OF KEY MATTERS DISCUSSED AT THE THIRTEENTH ANNUAL GENERAL MEETING OF THE COMPANY HELD AT EMERALD ROOM, LEVEL 2, THE KATERINA HOTEL, 8 JALAN ZABEDAH, 83000 BATU PAHAT, JOHOR DARUL TAKZIM ON FRIDAY, 26 MAY 2017

At the Thirteenth Annual General Meeting of the Company held on 26 May 2017, all the resolutions as set out in the Notice of the Thirteenth Annual General Meeting dated 28 April 2017, were duly passed by way of poll by the shareholders and proxies present thereat.

The following key matters related to the Audited Financial Statements together with the Directors' and Auditors' Report hereon for the year ended 31 December 2016 were discussed at the Thirteenth Annual General Meeting of the Company:-

1. Financial Performance

A shareholder enquired on the reasons for the decline in profit before tax ("**PBT**"), profit after tax ("**PAT**") and the profit margins in financial year 2016 ("**FY 2016**") as compared to financial year 2015 ("**FY 2015**"), on the back of increased revenue in FY2016.

Mr. Lim Chun Yow, the Managing Director of the Company, explained that the lower PBT and lower PAT were due to a loss of RM2.08 million in foreign exchange ("**forex**") loss and fair value loss on forex forward contracts incurred in FY2016 as compared to RM4.24 million forex gain in FY2015. The profit margins were also affected by margin compression arising from higher operating costs and increase in resin prices.

For the rest of the items on the Agenda, there were no questions raised by the shareholders and proxies at the Thirteenth Annual General Meeting of the Company.