

DPI HOLDINGS BERHAD
Registration No. 201701035607 (1249778-M)
(Incorporated in Malaysia)

“ANNEXURE 2”

-Minutes of Fourth (4th) Annual General Meeting held on 15 November 2021

SUMMARY OF QUESTIONS RAISED BY THE SHAREHOLDERS AND THE COMPANY’S RESPONSES

The questions received prior to the Annual General Meeting from the shareholders have been summarized as follows:

Q1. OOI AH SENG

- (i) How do you foresee the Q2 (Sept-Nov) if comparing Q1 which was impacted by the Covid-19 lockdown?

A1: All the business activities were stati during the imposition of Covid-19 lockdown. Nevertheless, the Company can foresee the improvement to be shown in Q2 results.

- (ii) When the newly form Japan subsidiary will start to contribute significant revenue to the company?

A1: The Company would appreciate some time given for them to work with the Japanese associate partner pertaining to this matter and definitely will share good news to all shareholders once it is available.

Q2. CHANG YOKE LONG

- (i) Existing plant production lines upgrade, what is the estimated capacity improvement?

A2: The company does not have a specific timeline on the capital improvement but the newly production line should be able to double up our capacity in the factory. As explained earlier on, the factory is expected to be completed by June 2022 and we expect to commission the new aerosol filling lines and commence the operations by 1st quarter of FYE 2023.

- (ii) How many production lines are to be installed into the new plant? Progressive installation?

A2: 4 new production lines.

- (iii) There are some aerosol products (Mr DIY) in the market with “lead “exceeded safety level. How does DPIH control and ensure aerosol products “lead” at a safety level?

A2: The production of aerosol products was done in Muar factory and the raw materials were procured from internationally renowned brands. Safety check is our utmost concern during the production process.

Q3. ENG LEE

Hi please could management comment on the key difference of our business versus Samurai 2K Aerosol Ltd's? Most importantly from a competition standpoint, what's our competitive advantage versus these peers?

A3: Samurai 2K Aerosol Ltd. is a leading aerosol paint solution provider focusing on high performance coating for the automotive refinishing and refurbishing segment. In comparison, DPIH is currently an OBM and OEM manufacturer of aerosol paints. Our focus is broad and not only restricted to one segment.

Q4. NG SWEE YAK

- (i) What is the update or new production facilities (4 new lines)
- (ii) Is there any significant change in solvent price as commodity price rises? Can it be passed through to customers?
- (iii) Any new products will be launched?

A4: The company has to increase the solvent price in order for us to protect the brand equity. If new products will be launched, it will be the same quality basis and mindset that we practise for years.

Q5. SIN LING TENG

Is there any further plan for the company to expand overseas? If so, what is the next country DPIH business target for?

A5: The company does not have any intention to announce their next country's expansion at this moment.

Q6. WONG MING BANG

I recall that new factory will be used for so called "clean products". Can you elaborate more about it? What is the expected utilisation rate of the new factory? Is there any ready customer to fulfill the expanded capacity of new lines?

A6: The company is targeting to produce aerosol products which are environmentally friendly, i.e., does not use flammable products, non-chemicals material, non-ammonium chloride.

Q7. BEE BEE CHENG

Any new Sale & Marketing strategies for DPI for Bactix product or Aerosol product? Like housewife/freelancer internet marketing?

A7: New strategies include engaging online personalities and marketing on various platforms (online or offline) to target various audience. Household/lifestyle/ proud car owners and etc. are included in plans which will be revealed progressively.

*Note:

Abbreviation Q means Question
Abbreviation A means Answer