

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

“ANNEXURE 1”

-Minutes of Extraordinary General Meeting held on 23rd July 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

a) Does the Company plan to transfer to MAIN board? If yes, can I know the schedule plan?

A: Yes, the Company is in position to move into MAIN market.

b) Other than current existing (aerosol paint, thinner and others) do the Company plan to go into other technologies supported products which will be the current and coming trend? Besides, these technologies related businesses are having higher profit margin.

A: For this time being, the Company is focused on merger and acquisition activities in Asia Pacific Country and will continue to stay in this industry and do whatever the Company can do well and achieve the best instead of expanding into other technologies supported products.

c) How’s the Company future prospects in the next few quarters? Can the Company continue to grow double digits?

A: The pandemic of Covid-19 will affect the Company’s 1st quarter result of financial year (“FY”) 2022. However, there is a hope to continue to grow double digits for the whole year and the Company will work hard to achieve the double digits and will ensure it benefits the shareholders.

Q2. TENG SIN LIN

a) Does the Company plan of new business opportunities in China, USA and Europe in future?

A: As far as concern, China is a very competitive market and the Company is not able to compete in that market even though the volume is there but the margin is very small. However, the Company will explore and consider to expand into China market in near future. For Europe market, yes, the Company had done some business directly and indirectly. However, for American market, the Company does not see any requirement to expand into American market at the moment.

b) During global Covid-19 pandemic and National Recovery Plan in Malaysia, what are strategic and development on capital expenditure and business plan?

A: Fortunately, the Company able to get the approval from the authorities on December last year and all construction work already started on March 2021 and the new factory expansion will be completed by end of this year. However, due to the pandemic of Covid-19 and full total lockdown implemented by Malaysian government, the work has been stopped in the month of July and the new expected dateline for new factory to complete will be on 1st quarter FY 2022.

c) Does management consider to implement dividend policy in future?

A: As at to date, the Company does not have a dividend policy. The Company is noted on the Company's responsibility to reward the shareholders and even though the Company does not have any dividend policy, the Company will ensure to reward the shareholders as much as possible.

Q3. SAW HOOI YANN

What is the progress of new factory expansion?

A: The expansion of new factory is almost completed but due to the pandemic of Covid-19 and full total lockdown implemented by Malaysian government, the work has been stopped in the month of July and the new expected dateline for new factory to complete will be on 1st quarter FY 2022.

Q4. CHENG BEE BEE

May I know when is the entitlement date once bonus issue is approved?

A: The entitlement date is 9 August 2021 as stated in the circular under item 9 on page 8.

Q5. TAN HOCK BEE

What benefit to Company and Shareholder on bonus issue?

A: The benefits of bonus issue are as follows: -

1. to enable the Company's existing shareholders to have greater participation in the Company's equity in terms of the number of DPI Shares held, while maintaining their percentage of equity interest; and
2. to enhance the marketability and trading liquidity of DPI Shares on the ACE Market of Bursa Securities as there will be larger number of DPI Shares available, thereby providing an opportunity for greater participation by investors to trade and deal in DPI Shares.

Q6. HO CHUN KIT

Did the Company can constantly provide dividend for every quarter?

A: The dividend will be declared based on the profitability and cashflow requirements of the Company.

Q7. TENG SIN LING

Does DPIH OEM supply for Mr. DIY spray paint product?

A: No, DPIH does not supply any products for Mr. DIY spray pain product as they have their own China product.

*Note:

Abbreviation Q means Question
Abbreviation A means Answer