

**JCY INTERNATIONAL BERHAD**

(“JCY” or “the Company”)

[Registration No. 200501031285 (713422-X)]

(Incorporated in Malaysia)

**SUMMARY OF KEY MATTERS DISCUSSED AT THE FIFTEENTH ANNUAL GENERAL MEETING (“15<sup>TH</sup> AGM” OR “THE MEETING”) OF THE COMPANY HELD ON A FULLY VIRTUAL BASIS AT THE BROADCAST VENUE AT MEETING ROOM OF SECURITIES SERVICES (HOLDINGS) SDN. BHD., LEVEL 7, MENARA MILENIUM, JALAN DAMANLELA, PUSAT BANDAR DAMANSARA, DAMANSARA HEIGHTS, 50490 KUALA LUMPUR, WILAYAH PERSEKUTUAN ON THURSDAY, 25 FEBRUARY 2021 AT 2:00 P.M.**

Dr. Rozali Bin Mohamed Ali (“the Chairman”) chaired the Meeting.

The requisite quorum being present pursuant to Clause 94 of the Company’s Constitution, and the Chairman declared the Meeting duly convened.

The Meeting was briefed on the proceedings and voting procedures of the Meeting.

The following questions were received and duly responded by the Board of Directors and the Company Secretary:-

No.	Questions	Reply
1.	Please provide an update on the COVID-19 outbreaks and the impacts on the business.	<p>The COVID-19 pandemic has negatively impacted many aspects of the global economy. However, JCY’s business is mainly in the hard disk drives (“HDD”) industry, and JCY does not observe noticeable direct impacts on global HDD demand. JCY will continue to closely monitor developments, including the impacts on the supply chain of the HDD industry, and JCY has in place strategies to deal with situations as required.</p> <p>As far as production is concerned, COVID-19 has the potential to cause major disruptions to JCY’s operations. Accordingly, JCY has introduced very stringent COVID-19 measures with new standard operating procedure (SOP) in all its factories in Johor Bahru, Penang, Thailand and China. The Group is confident of its ability to cope with and contain any outbreaks swiftly and effectively.</p>
2.	How is JCY’s workers’ welfare? Are the workers living in very	JCY is committed to the Codes of Conduct promoted by the Responsible Business

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	<p>cramped condition? Had JCY done anything to improve the workers' living conditions?</p>	<p>Alliance ("<b>RBA</b>"). In essence, the objectives of the RBA's Codes of Conduct are to ensure that the workers are treated with respect and dignity, and that business operations are environmentally responsible and conducted ethically.</p> <p>JCY's workers are allocated to hostels managed by the professional operators that carefully selected by the Group, the setups of the hostels conform to the RBA's Codes of Conduct and applicable laws and regulations. Each of JCY's workers is provided with comfortable living space and facilities to ensure the quality of personal life.</p> <p>JCY is aware of new directives issued by the Human Resource Ministry which in some cases may exceed the current RBA requirements. JCY is reviewing these requirements in order to ensure JCY comply with all the respects.</p>
3.	<p>We refer to your announcement dated 14 January 2021, appreciate if you could update more about the progress of the "Re-alignment of Customer Base" mentioned in the announcement?</p>	<p>JCY announced on 14 January 2021 that <i>"one of our major customers informed that they intend to firstly reduce and eventually stop purchases of one of the Company's component products" and "at the same time, the Company has commenced a major re-alignment of its customer base. JCY has committed a significant amount of capital and resources for this new customer and are ramping up production for certain components, including a new range of products"</i>.</p> <p>Subsequent to the announcement, JCY has continued constructive discussions with the new customer over ramping up production</p>

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		<p>and the new range of products. Barring unforeseen circumstances, JCY is currently working on plans which will fully occupy, or possibly exceed JCY's current operational capacity. The transitional period of the "re-alignment of customer base" may bring some challenges to the financial performance of the Group in the short term but JCY is confident that, as the transitional period ends, the Group will be repositioned strongly and steadily for the foreseeable future.</p>
4.	<p>What is the progress on your business diversification plan?</p>	<p>The Group is entering into other industries with its expertise and specialisation in precision components manufacturing.</p> <p>As announced previously, the Group has acquired the automotive businesses of a local setup company, JCY is currently at the stage of technical and knowhow transfer. The automotive businesses are expected to contribute revenue starting this financial year (2021). JCY is also started with several contracts in the other industry through our newly setup plant located in Jiangsu, China.</p> <p>These diversification plans involve very established and specialised industries and the Group is committed to gradually grow and to excel in these industries in the coming years.</p>

The following ordinary resolutions tabled at the Meeting were duly passed by way of poll, the results of which had been announced to Bursa Malaysia Securities Berhad on 25 February 2021:-

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<b>Resolution 1</b>	<b>To approve the payment of Directors' fees amounting to RM750,000/- for the financial year ended 30 September 2020</b>
<b>Resolution 2</b>	<b>To approve the payment of Directors' benefits of up to RM300,000/- from 26 February 2021 until the next Annual General Meeting of the Company</b>
<b>Resolution 3</b>	<b>To re-elect Mr. Goh Chye Kang who is due to retire pursuant to Clause 113 of the Company's Constitution and being eligible, has offered himself for re-election</b>
<b>Resolution 4</b>	<b>To re-elect YBhg. Dato' Tan Shih Leng who is due to retire pursuant to Clause 113 of the Company's Constitution and being eligible, has offered himself for re-election</b>
<b>Resolution 5</b>	<b>To re-elect Mr. Gouw Kim San who is due to retire pursuant to Clause 112 of the Company's Constitution and being eligible, has offered himself for re-election</b>
<b>Resolution 6</b>	<b>To re-appoint Messrs. Ernst &amp; Young PLT as Auditors of the Company to hold office until the conclusion of the next Annual General Meeting of the Company and to authorise the Directors to fix their remuneration</b>
<b>Resolution 7</b>	<b>To approve Dr. Rozali Bin Mohamed Ali to continue in office as an Independent Non-Executive Chairman</b>
<b>Resolution 8</b>	<b>To approve Mr. Chang Wei Ming to continue in office as an Independent Non-Executive Director</b>
<b>Resolution 9</b>	<b>To approve Mr. Chan Boon Hui to continue in office as an</b>

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	<b>Independent Non-Executive Director</b>
<b>Resolution 10</b>	<b>To approve the authority to issue and allot shares pursuant to the Companies Act 2016</b>
<b>Resolution 11</b>	<b>To approve the proposed renewal of authority for the Company to purchase its own shares</b>

There being no other business to be transacted, the Chairman concluded the Meeting at 2:45 p.m. and thanked all present for their attendance.

**\*\* End of Summary \*\***