

APPENDIX I - CHAIRMAN ADDRESS

“Dear Shareholders,

Good morning once again, Dato-Dato, Datin-Datin, ladies & gentlemen. Before we move on to the main agenda of today’s AGM, please allow me to present some highlights of our Group’s performance for the financial year 2023 (in short FY2023).

The global economic environment in 2023 was characterised by uncertainties relating to high interest rates, inflation and living costs. As the global economy continues to be challenging, the Group faced further pressure from escalating costs especially higher energy costs, raw material prices and increasing competition.

Against this landscape, our total revenue dropped by 16.27% from RM182.63 million to RM152.91 million, mainly due to lower sales from the PVC segment but was partially mitigated by higher rental income.

The PVC segment which makes up to 93% of the Group’s total revenue is experiencing a down cycle with revenue dropped by 19.05% as compared to financial year 2022 mainly impacted by higher cost of living which reduced the purchasing power. Whilst, the solar segment and renting of properties segment remain relatively stable with positive contributions.

The Group’s profit-before-tax (PBT) for financial year 2023 was at RM11.04 million, about 24% lower than financial year 2022. Despite the drop, the Group has a healthy balance sheet as at 31 December 2023 with a net cash position of RM32.3 million.

Lastly, on behalf of the Board, I express our heartfelt gratitude for the continuous support from our shareholders, customers, and business partners. I also express my sincere appreciation to our Management and all our staff for their dedication and efforts as we navigate this challenging business environment.

We look forward to your continued support in the coming year ahead.

Thank you very much!”