

APPENDIX I

“Good morning once again, Dato-Dato, Datin-Datin, ladies & gentlemen. Before I move on to the main agenda of today’s AGM, please allow me to present some highlights for the financial year 2020 (FY2020).

For FY 2020, the Group’s revenue increased by 10.7% to RM191.09 million versus FY2019 mainly driven by our PVC segment. The exports of PVC Products to overseas in FY2020 were slightly down by 7% versus FY 2019 mainly due to global lockdown arising from the pandemic. However, the Group managed to cushion the drop with higher sales from local market. The demand of PP Non-Woven Products had been our main growth for FY2020.

As a result of our top line coupled by internal cost control efforts, the Group had closed FY2020 with a set of respectable profit-after-tax of RM26.92 million as compared to a loss of RM42.73 million in FY 2019. As for the Group’s financial position, I am pleased to report that the Group has a healthy balance sheet with a low gearing ratio of 0.09 times and cash and bank balances of RM63.32 million as at 31 December 2020, an increase of 75.46% versus FY 2019.

This had enabled us to deliver a dividend payout of 0.5 sen for FY 2020 and 2 sen per share for FY 2021.

And now, I would like to take this opportunity to express my sincere appreciation to all the shareholders, customers, business associates, bankers, governmental authorities and other stakeholders for your continued support and my fellow directors, management and staff of Tek Seng Group for your commitment and contributions.

Going forward with the large scale of Covid-19 vaccination, we hope the business environment would improve. Nevertheless, we continue to ensure the safety of our people and accelerating our efforts to stay resilient.

Thank you and Stay Safe!”