

SELANGOR DREDGING BERHAD

(Company No. 4624-U)
(Incorporated in Malaysia)

FIFTY-FIFTH ANNUAL GENERAL MEETING

QUESTIONS AND ANSWERS

Questions 1-4 were raised by Mr. Kok, a shareholder

- 1. Is Selangor Dredging Berhad (“SDB”) putting up Hotel Maya for sale? Are there any update?**

SDB had not put Hotel Maya up for sale at the moment, but would consider if the right offer came along. In the meantime, SDB would push the management of Hotel Maya to work harder and garner more sales, as it was currently not performing well,

- 2. We understand SDB is venturing into energy saving sector, could we have more information on this diversification?**

One of the wholly-owned subsidiaries of SDB had signed a master franchise agreement with Greener Energy, LLC to conduct business as SuperGreen Solutions, which is a green system of know-how and includes the sale and installation of solar power panels, efficient water heating systems, LED and other efficient lighting, in order to minimize the electricity cost.

- 3. Could we have more details on the landbank and the plan for it?**

Currently, SDB has 24 acres land in Melawati, 19 acres land in Bukit Serdang, and another joint venture land, i.e. 413 sq ft in Jalan Peel, Cheras.

SDB had plans and concept ready for all these lands and would launch the projects during the when the timing is right.

- 4. We notice that, the Managing Director, Ms Teh Lip Kim had acquired 6 million shares recently, is there any privatization plan for SDB?**

There were no plans for privatization of SDB for the moment. Acquisition of additional shares in SDB was because the Managing Director had confidence in the Company.

Question 5 raised by Mr. Pang Ah Kau, a shareholder

- 5. Why has the profits of SDB increase so much while turnover remain the same?**

The increase in profit from last financial year was mainly due to the proceeds of the disposal of land in Dengkil which was recognised in this financial year.

Just to add, we had secured two major Banks as tenants in Wisma Selangor Dredging, the occupancy rate was maintained at 93-94% while the rental average rental rates were increased, from RM5.50 per sq f last year to RM6.00 per sq ft.

- Selangor Dredging Berhad (4624-U)
- Fifth-Fifth Annual General Meeting
 - Questions and Answers

Question 6 raised by Mr. William Voon, a shareholder

6. Could we know more on forthcoming launching of Sungai Buloh project? And also the cost spent for green energy business?

SDB estimated to launch the second phrase of Sungai Buloh Project in October or November 2016. This project is linked to the Kampung Selamat MRT station via a connecting bridge, making it convenient for residents and visitors alike.

SDB would spend below RM1,000,000, on the green energy business; this include fees for master franchise, licence and equipment, and cost to establish and operate a flagship store.