



**PRESTAR RESOURCES BERHAD**

198401010527 (123066-A)



**Notice of Thirty-Fifth  
Annual General Meeting**



# NOTICE OF ANNUAL GENERAL MEETING

**NOTICE IS HEREBY GIVEN THAT** the Thirty-Fifth Annual General Meeting of Prestar Resources Berhad will be 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 Monday, 27 July 2020 at 10:00 a.m. for the following purposes:-

## AGENDA

1. To receive the Audited Financial Statements for the financial year ended 31 December 2019 together with the Reports of the Directors and the Auditors thereon.
2. To approve the payment of the single-tier final dividend of 1.0 sen per ordinary share for the financial year ended 31 December 2019. *(Resolution 1)*
3. To approve the payment of Directors' fees amounting to RM225,000 for the financial year ended 31 December 2019. *(Resolution 2)*
4. To approve an amount of up to RM30,000 as benefits payable to the Non-Executive Directors from 28 July 2020 to the next Annual General Meeting of the Company to be held in 2021. *(Resolution 3)*
5. To re-elect the following Directors who retire pursuant to Clause 118 of the Company's Constitution, and being eligible, have offered themselves for re-election:-
  - (a) Mr. Toh Yew Kar; *(Resolution 4)*
  - (b) Mr. Toh Yew Seng; and *(Resolution 5)*
  - (c) Encik Md. Nahar bin Noordin. *(Resolution 6)*
6. To re-appoint Messrs. BDO PLT as Auditors of the Company until the conclusion of the next Annual General Meeting of the Company and to authorise the Directors to fix their remuneration. *(Resolution 7)*
7. As Special Businesses:

To consider and, if thought fit, with or without any modification, to pass the following resolutions which will be proposed as ordinary resolutions:-

- (a) **ORDINARY RESOLUTION NO. 1** *(Resolution 8)*  
 - **AUTHORITY TO ISSUE SHARES PURSUANT TO THE COMPANIES ACT 2016**

"**THAT** subject to the Companies Act 2016, the Constitution of the Company and approvals of Bursa Malaysia Securities Berhad ("**Bursa Malaysia Securities**") and any other governmental/regulatory authorities, the Directors of the Company be and are hereby empowered, pursuant to the Companies Act 2016, to issue and allot shares in the Company at any time to such persons and upon such terms and conditions and for such purposes as the Directors of the Company may, in their absolute discretion, deem fit, provided that the aggregate number of shares to be issued pursuant to this resolution does not exceed ten per centum (10%) of the total number of issued shares of the Company for the time being and the Directors of the Company be and are also empowered to obtain the approval for the listing of and quotation for the additional shares so issued on Bursa Malaysia Securities;

**AND THAT** such authority shall commence immediately upon the passing of this resolution and continue to be in force until the conclusion of the next Annual General Meeting of the Company."

- (b) **ORDINARY RESOLUTION NO. 2** *(Resolution 9)*  
 - **PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY**

"**THAT** subject to the compliance with Section 127 of the Companies Act 2016 ("**the Act**") and all other applicable laws, rules and regulations, provisions of the Company's Constitution and the requirements of Bursa Malaysia Securities Berhad ("**Bursa Malaysia Securities**"), approval be and is hereby given to the Company, to purchase such amount of ordinary shares in the Company ("**Shares**") as may be determined by the Directors of the Company from time to time through Bursa Malaysia Securities as the Directors may deem fit and expedient in the interests of the Company provided that the aggregate number of Shares to be purchased and held pursuant to this resolution does not exceed ten per centum (10%) of the existing total number of issued shares of the Company including the Shares previously purchased and retained as treasury shares, if any, upon such terms and conditions as set out in the Statement to Shareholders dated 12 June 2020;



## NOTICE OF ANNUAL GENERAL MEETING (cont'd)

**(b) ORDINARY RESOLUTION NO. 2 (cont'd)**  
**- PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY**

**AND THAT** such authority shall commence immediately upon the passing of this resolution and until the conclusion of the next Annual General Meeting of the Company or the expiry of the period within which the next Annual General Meeting is required by law to be held unless revoked or varied by ordinary resolution in the general meeting of the Company but so as not to prejudice the completion of a purchase made before such expiry date, in any event in accordance with the provisions of Bursa Malaysia Securities Main Market Listing Requirements and any other relevant authorities;

**AND THAT** the maximum amount of funds to be utilised for the purpose of the Proposed Renewal of Share Buy-Back Authority shall not exceed the Company's retained profits based on the latest audited financial statements of the Company for the financial year ended 31 December 2019 of RM24,119,619;

**AND THAT** authority be and is hereby given to the Directors of the Company to decide in their absolute discretion to retain the Shares so purchased by the Company as treasury shares and/or to cancel them and/or to resell them and/or to distribute them as share dividends and/or to transfer them for the purposes of or under an employees share scheme and/or to transfer them as purchase consideration in such manner as may be permitted and prescribed by the provisions of Bursa Malaysia Securities Main Market Listing Requirements, the Act and any other relevant authorities;

**AND THAT** authority be and is hereby given to the Directors of the Company to take all such steps as are necessary to implement, finalise and give full effect to the aforesaid with full powers to assent to any condition, modification, variation and/or amendment, if any, as may be imposed by the relevant authorities and to do all such acts and things as the Directors may deem fit and expedient in the interests of the Company."

**(c) ORDINARY RESOLUTION NO. 3**  
**- PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE**

*(Resolution 10)*

**"THAT** subject to the Companies Act 2016 ("**the Act**"), the Constitution of the Company and Bursa Malaysia Securities Berhad Main Market Listing Requirements, approval be and is hereby given to the Company's subsidiaries to enter into the Recurrent Related Party Transactions of a Revenue or Trading Nature ("**Recurrent Related Party Transactions**") with the related parties, as described in Part B, Section 2.3 of the Circular to Shareholders dated 12 June 2020 subject further to the following:-

- (i) the Recurrent Related Party Transactions are in the ordinary course of business which are necessary for day-to-day operations and are on terms not more favourable than those generally available to the public; and
- (ii) disclosure is made in the annual report breakdown of the aggregate value of transactions conducted pursuant to the shareholders' mandate during the financial year and that such approval shall, commence immediately upon the passing of this ordinary resolution and continue to be in force until:-
  - (a) the conclusion of the first Annual General Meeting ("**AGM**") of the Company following the general meeting at which such mandate was passed, at which time it will lapse, unless by a resolution passed at the Meeting, the authority is renewed;
  - (b) the expiration of the period within which the next AGM of the Company after that date is required to be held pursuant to Section 340(2) of the Act (but must not extend to such extension as may be allowed pursuant to Section 340(4) of the Act); or
  - (c) revoked or varied by resolution passed by the shareholders of the Company in general meeting,

whichever is the earlier,

**AND THAT** the Directors and/or any of them be and are hereby authorised to complete and do all such acts and things (including executing such documents as may be required) to give effect to the transactions contemplated and/or authorised by this ordinary resolution."



## NOTICE OF ANNUAL GENERAL MEETING (cont'd)

- (d) **ORDINARY RESOLUTION NO. 4** (Resolution 11)  
**- RETENTION OF INDEPENDENT NON-EXECUTIVE DIRECTOR**

“**THAT** Mr. Lou Swee You who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than twelve (12) years be and is hereby retained as an Independent Non-Executive Director in accordance with the Malaysian Code on Corporate Governance.”

- (e) **ORDINARY RESOLUTION NO. 5** (Resolution 12)  
**- RETENTION OF INDEPENDENT NON-EXECUTIVE DIRECTOR**

“**THAT** subject to the passing of Resolution No. 6, Encik Md. Nahar Bin Noordin who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than twelve (12) years be and is hereby retained as an Independent Non-Executive Director in accordance with the Malaysian Code on Corporate Governance.”

- (f) **ORDINARY RESOLUTION NO. 6** (Resolution 13)  
**- RETENTION OF INDEPENDENT NON-EXECUTIVE DIRECTOR**

“**THAT** Tuan Haji Fadzlullah Shuhaimi Bin Salleh who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than twelve (12) years be and is hereby retained as an Independent Non-Executive Director in accordance with the Malaysian Code on Corporate Governance.”

- (g) **ORDINARY RESOLUTION NO. 7** (Resolution 14)  
**- RETENTION OF INDEPENDENT NON-EXECUTIVE DIRECTOR**

“**THAT** Dato’ Lim Cheang Nyok who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than twelve (12) years be and is hereby retained as an Independent Non-Executive Director in accordance with the Malaysian Code on Corporate Governance.”

8. To transact any other ordinary business for which due notice shall have been given.

**NOTICE OF DIVIDEND ENTITLEMENT**

**NOTICE IS ALSO HEREBY GIVEN THAT** the single-tier final dividend of 1.0 sen per ordinary share in respect of the financial year ended 31 December 2019 will be payable on 25 September 2020 to depositors who are registered in the Record of Depositors at the close of business on 11 September 2020, if approved by members at the forthcoming Thirty-Fifth Annual General Meeting on 27 July 2020.

A Depositor shall qualify for entitlement only in respect of:-

- (a) Securities transferred into the Depositor’s Securities Account before 4:30 p.m. on 11 September 2020 in respect of ordinary transfers; and
- (b) Shares bought on Bursa Malaysia Securities Berhad (“**Bursa Malaysia Securities**”) on a cum entitlement basis according to the Rules of Bursa Malaysia Securities.

**BY ORDER OF THE BOARD**

CHUA SIEW CHUAN (MAICSA 0777689) (SSM PC No. 201908002648)  
 CHIN MUN YEE (MAICSA 7019243) (SSM PC No. 201908002785)  
 Secretaries

Kuala Lumpur  
 Dated: 12 June 2020

## NOTICE OF ANNUAL GENERAL MEETING (cont'd)

### Explanatory Notes:-

#### 1. Authority to Issue Shares pursuant to the Companies Act 2016

The proposed adoption of the Ordinary Resolution No. 1 is for the purpose of granting a renewed general mandate ("**General Mandate**") and empowering the Directors of the Company, pursuant to the Companies Act 2016, to issue and allot new shares in the Company from time to time provided that the aggregate number of shares issued pursuant to the General Mandate does not exceed ten per centum (10%) of the total number of issued shares of the Company for the time being. The General Mandate, unless revoked or varied by the Company in general meeting, will expire at the conclusion of the next Annual General Meeting of the Company.

The General Mandate will provide flexibility to the Company for allotment of shares for any possible fund raising activities for the purpose of funding future investment project(s), working capital and/or acquisition(s).

As at the date of the Notice of the Annual General Meeting, no new shares in the Company were issued pursuant to the mandate granted to the Directors at the Thirty-Fourth Annual General Meeting held on 30 May 2019 and which will lapse at the conclusion of the Thirty-Fifth Annual General Meeting.

#### 2. Proposed Renewal of Authority for Share Buy-Back

The proposed adoption of the Ordinary Resolution No. 2 is to renew the authority granted by the shareholders of the Company at the Thirty-Fourth Annual General Meeting held on 30 May 2019. The proposed renewal will allow the Board of Directors to exercise the power of the Company to purchase not more than ten per centum (10%) of the total number of issued shares of the Company at any time within the time period stipulated in Bursa Malaysia Securities Berhad Main Market Listing Requirements.

#### 3. Proposed Renewal of Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature

The proposed adoption of the Ordinary Resolution No. 3 is to renew the shareholders' mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature ("**Recurrent Related Party Transactions**") granted by the shareholders of the Company at the Thirty-Fourth Annual General Meeting held on 30 May 2019 ("**Renewal of Shareholders' Mandate**"). The Renewal of Shareholders' Mandate will enable the Company's subsidiaries ("**the Group**") to enter into the Recurrent Related Party Transactions which are necessary for the Group's day-to-day operations, subject to the transactions being in the ordinary course of business and on normal commercial terms which are not more favourable to the related parties than those generally available to the public and are not to the detriment of the minority shareholders of the Company.

#### 4. Retention as Independent Non-Executive Directors of the Company pursuant to the Malaysian Code on Corporate Governance

##### (a) Mr. Lou Swee You (Ordinary Resolution No. 4)

Mr. Lou Swee You was appointed as an Independent Non-Executive Director of the Company on 9 May 2008, and has, therefore served more than twelve (12) years as an Independent Non-Executive Director. As at the date of the Notice of the Annual General Meeting, he has served the Company for twelve (12) years and one (1) month as an Independent Non-Executive Director. However, he has met the independence guidelines as set out in Chapter 1 of Bursa Malaysia Securities Berhad Main Market Listing Requirements. The Board, therefore, considers him to be independent and recommends that he should be retained as an Independent Non-Executive Director.

##### (b) Encik Md. Nahar Bin Noordin (Ordinary Resolution No. 5)

Encik Md. Nahar Bin Noordin has served the Company for almost twenty-six (26) years since his appointment as a Non-Independent Non-Executive Director of the Company on 18 June 1994. Subsequently, he was re-designated as an Independent Non-Executive Director of the Company on 3 October 2007, and has, therefore served for more than twelve (12) years as an Independent Non-Executive Director. As at the date of the Notice of the Annual General Meeting, he has served the Company for twelve (12) years and eight (8) months as an Independent Non-Executive Director. However, he has met the independence guidelines as set out in Chapter 1 of Bursa Malaysia Securities Berhad Main Market Listing Requirements. The Board, therefore, considers him to be independent and recommends that he should be retained as an Independent Non-Executive Director.



## NOTICE OF ANNUAL GENERAL MEETING (cont'd)

### **Explanatory Notes:- (cont'd)**

(c) Tuan Haji Fadzlullah Shuhaimi Bin Salleh (Ordinary Resolution No. 6)

Tuan Haji Fadzlullah Shuhaimi Bin Salleh was appointed as an Independent Non-Executive Director of the Company on 18 March 1995, and has, therefore served for more than twelve (12) years as an Independent Non-Executive Director. As at the date of the Notice of the Annual General Meeting, he has served the Company for twenty-five (25) years and two (2) months as an Independent Non-Executive Director. However, he has met the independence guidelines as set out in Chapter 1 of Bursa Malaysia Securities Berhad Main Market Listing Requirements. The Board, therefore, considers him to be independent and recommends that he should be retained as an Independent Non-Executive Director.

(d) Dato' Lim Cheang Nyok (Ordinary Resolution No. 7)

Dato' Lim Cheang Nyok was appointed as an Independent Non-Executive Director of the Company on 28 March 2002, and has, therefore served for more than twelve (12) years as an Independent Non-Executive Director. As at the date of the Notice of the Annual General Meeting, he has served the Company for eighteen (18) years and two (2) months as an Independent Non-Executive Director. However, he has met the independence guidelines as set out in Chapter 1 of Bursa Malaysia Securities Berhad Main Market Listing Requirements. The Board, therefore, considers him to be independent and recommends that he should be retained as an Independent Non-Executive Director.

Further information on the Proposed Renewal of Share Buy-Back Authority and Proposed Renewal of Shareholders' Mandate are set out in the Statement and Circular to Shareholders of the Company, respectively which are despatched together with the Company's 2019 Annual Report.

### **Notes:**

1. In respect of deposited securities, only members whose names appear in the Record of Depositors on 20 July 2020 (General Meeting Record of Depositors) shall be eligible to attend the Meeting.
2. A member entitled to attend and vote at the Meeting is entitled to appoint not more than two (2) proxies to attend and vote in his stead. Where a member appoints more than one (1) proxy, the appointments shall be invalid unless he specifies the proportions of his shareholdings to be represented by each proxy.
3. A proxy may but does not need to be a member of the Company and a member may appoint any person to be his proxy. There shall be no restriction as to the qualification of the proxy. A proxy appointed to attend and vote at the Meeting shall have the same rights as the member to speak at the Meeting.

As guided by the Securities Commission Malaysia's Guidance Note and FAQs on the Conduct of General Meetings for Listed Issuers that was issued on 18 April 2020 and subsequently revised on 14 May 2020, the right to speak is not limited to verbal communication only but includes other modes of expression. Therefore, all shareholders and proxies shall communicate with the main venue of the Meeting via real time submission of typed texts through a text box within Securities Services e-Portal's platform during the live streaming of the Meeting as the primary mode of communication. In the event of any technical glitch in this primary mode of communication, shareholders and proxies may email their questions to [eservices@sshsb.com.my](mailto:eservices@sshsb.com.my) during the Meeting. The questions and/or remarks submitted by the shareholders and/or proxies will be broadcasted and responded by the Chairman/ Board/relevant advisers during the Meeting.

4. The instrument appointing a proxy shall be in writing under the hand of the appointor or his attorney duly authorised in writing or if such appointor is a corporation, under its common seal or under the hand of an officer or attorney duly authorised.
5. Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one (1) securities account ("**omnibus account**"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds.
6. Appointment of proxy and registration for remote participation and voting

The instrument appointing a proxy and the power of attorney or other authority, if any, under which it is signed or a notarially certified copy of that power of authority shall be deposited at the Company's Registered Office at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan not less than forty-eight (48) hours before the time for holding the Meeting or any adjournment thereof. The proxy appointment may also be lodged electronically via Securities Services e-Portal at <https://www.sshsb.net.my/>. All resolutions set out in this notice of meeting are to be voted by poll.

Should you wish to personally participate at the Meeting remotely, please register electronically via Securities Services e-Portal at <https://www.sshsb.net.my/> by the registration cut-off date and time. Please refer to the Administrative Guide on the Conduct of a Fully Virtual General Meeting for further details.

The Administrative Guide on the Conduct of a Fully Virtual General Meeting is available for download at [www.prestar.com.my/investorRelations/InvestorRelations\\_mainpage.asp](http://www.prestar.com.my/investorRelations/InvestorRelations_mainpage.asp)