



TPC PLUS BERHAD

Registration No. 200301012910 (615330-T)
(Incorporated in Malaysia)

SUMMARY OF THE KEY MATTERS DISCUSSED AT THE 20TH ANNUAL GENERAL MEETING

A summary of the key matters discussed at the 20th Annual General Meeting of TPC Plus Berhad (“**the Company**”) held at the Hang Li Po Meeting Room at AMES Hotel, Jalan PKAK 1 & PKAK 2, Pusat Komersial Ayer Keroh, 75450 Ayer Keroh, Melaka on Tuesday, 30 May 2023 at 12:00 noon are as follows:

Key Matters Raised	Company’s Response
<p>1. Dividend payment</p>	<p><u>When is the Company going to declare a dividend</u></p> <p>Referring to page 66 of the Annual Report 2022, the Company still has an accumulated losses of RM8,959,015. According to the Companies Act 2016, the Company can only declare a dividend out of profits of the Company and if the Company is solvent. Therefore, the Company will only consider declaring a dividend when there is retained earnings and if the Company is solvent.</p> <p><u>Why is there accumulated losses</u></p> <p>The accumulated losses of the Group and the Company which stood at RM27,683,049 and RM8,959,015 respectively as at 31 December 2022 were mainly due to the operational losses incurred in the financial years ended 31 December 2020 and 2021 as a result of the various Movement Control Orders (“MCO”) imposed by the Government in order to contain the spread of the COVID-19 during the pandemic and endemic.</p> <p>During MCO, there was a sudden drop of 10% - 20% in the demand for eggs in the market due to the lockdown. As a result, there was an oversupply of eggs in the market which left the Company with no other alternatives but to sell the eggs at low prices and sometimes below their costs.</p>
<p>2. Egg subsidies received</p>	<p>So far, the Government had decided to provide subsidies to egg producers for the period from 1 February 2022 to 30 June 2023. The rate of subsidies ranges from 3 sen an egg to 10 sen an egg in financial year (“FY”) 2022. As for 1 January 2023 to 30 June 2023, the Government will provide a subsidy of 10 sen an egg for all grade of brown eggs. Other eggs such as branded and Omega eggs will not be entitled for any egg subsidy.</p> <p>The Company did not receive all the subsidies in FY2022 in respect of the egg subsidies claimed for FY2022. The Company received about RM10.8 million of the subsidies in FY2022 and the balance in FY2023.</p>
<p>3. Feed produced</p>	<p>The Group’s feedmill has a maximum production capacity of 18,000 tonne a month out of which 5,000 tonnes – 6,000 tonnes is for own consumption. The balance of the feed produced are sold to other companies and these transactions are recorded as sales of feed or as revenue in the audited accounts.</p> <p>The average cost of feeds is about RM1,900 to RM2,100 per tonne and it depends mainly on the prices of raw materials such as corn and soybean meals which contributed nearly 70% of the cost of feeds and also the exchange rates.</p>