

FINTEC GLOBAL BERHAD
(f.k.a. Asia Bioenergy Technologies Berhad)
(774628-U)
(Incorporated in Malaysia)

A resume of discussion under item 4 of the Agenda of the Eleventh Annual General Meeting held on Tuesday, 4 September 2018 at 11.00 a.m.

A shareholder of the Company referred to the Company's audited financial statements for the financial year ended 31 March 2018 ("AFS") and highlighted that the Company had achieved a net profit of RM43,364,636 which was approximately 20 times higher than the net profit of RM2,122,222 achieved for the financial year ended 31 March 2017. He commented that based on the substantial amount of profit achieved as per the AFS, the Company should consider declaring dividends to its shareholders.

He then referred to the current market price of less than 10 cent per share and raised concern that the share price of the Company was undervalued as the price had remained stagnant / without any increase in price despite the high profit achievement as reflected in the AFS. He opined that the share price should move in tandem with the financial results / high performance of the Company. He queried on the reason for such market behavior and proposed that the Company should provide more information on its performance, current investments, strategic acquisitions, etc. to the investors for positive investor sentiment and market confidence in the Company's shares.

Mr Tan Sik Eek ("Mr Steve Tan"), an Executive Director of the Company, explained that as the Company was an investment holding company, time was required for the desired result to be achieved upon implementation of any investment strategy. He informed the Meeting that one of the investment strategies implemented was the issuance of rights issue with new irredeemable convertible preference shares with warrants, and based on the investment strategies implemented previously, the Company had attained the above profit. He further explained that the investment gain / profits were through the marked-to-market valuation of the quoted securities held by the Group while the actual gain from sale of quoted securities was only RM2.332 million, which at this juncture, was not sufficient for the declaration and payment of dividend to shareholders of the Company.

He highlighted that based on the AFS, the net tangible assets of the Company was 26 cents with cash and cash equivalents totaling RM63 million, thus indicating that the Company's financial statements was much undervalued and that the proceeds from the rights issue exercise was for investment purposes. He added that the long term investments in quoted securities would take time for the gain from these investments to materialise.

Apart from that, Mr Steve Tan said that the lower share price of the Company was due to weak market sentiment attributable to the current global market which was in a jittery state arising from the economic tension between China and U.S.A. and the economic crisis in Turkey, etc, as well as the unstable local market due to the uncertainties in the policies of the new government.

He opined that with the tight credit liquidity among financial institutions, rising interest rates causing uncertainties and volatility in the financial market, the fluctuations in the share prices would create market / investment opportunities for buying at lower prices and sale of quoted investment at a profit at later stage when the market improves. He was of the view that the Group was fundamentally sound and well positioned to take advantage of any recoveries in the economy or market rebound in the next two years which could result in actual gain from the Company's investments and thus enabling the Company to declare and pay out dividend to shareholders of the Company in the near future.

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A proxy holder shared the same view as the shareholder and also concurred with Mr Steve Tan on the timing issue and that a gain in investment could be achieved at an opportune time.

In reply to another shareholder's enquiry on the main business direction and focus of the Group, Mr Steve Tan informed the Meeting that the Group had five pillars of investment in the following business sectors through its investee companies:-

- a) Renewable energy;
- b) Engineering;
- c) Food & Beverages;
- d) Financial and Information Technology; and
- e) Entertainment and Hospitality

He further informed the Meeting that the Executive Directors, namely Mr Leung Kok Keong and himself, were also directors of the investee companies to monitor and oversee their business operations and to ensure those companies are profitable.

On another note, the abovementioned proxy holder proposed to change the venue of the annual general meeting of the Company in future due to the poor condition of the meeting hall.

The Board took note of the above proposal and Management was tasked to attend to the necessary.