SCOPE INDUSTRIES BERHAD

[Company No.: 200201023713 (591376-D)]

(Incorporated in Malaysia)

SUMMARY OF THE KEY MATTERS DISCUSSED AT THE TWENTIETH ANNUAL GENERAL MEETING (20TH AGM) OF THE COMPANY CONDUCTED ON A FULLY VIRTUAL BASIS THROUGH LIVE STREAMING AND ONLINE REMOTE PARTICIPATION AND ELECTRONIC VOTING ("RPEV") FACILITIES VIA ONLINE MEETING PLATFORM AT HTTPS://MEETING.BOARDROOMLIMITED.MY (DOMAIN REGISTRATION NO. WITH MYNIC – D6A357657), PROVIDED BY BOARDROOM SHARE REGISTRARS SDN. BHD. IN MALAYSIA ON TUESDAY, 29 NOVEMBER 2022 at 10:30 A.M.

The Chairman of the Company, Mr. Lee Min Huat welcomed all shareholders, proxy holders and invited guests to the Company's Twentieth Annual General Meeting ("**20th AGM**").

The Chairman introduced the Directors, Management, the Company Secretaries and the external auditors of the Company to the meeting.

The Chairman briefed the shareholders that Mr. Lim Chiow Hoo (Managing Director), Mr. Tan Poh Heng (the Senior Independent Non-Executive Director), Mr. Lim Ee Tatt (Non-Independent Non-Executive Director), Mr. Law Kim Fatt (Independent Non-Executive Director), Ms. Tan She Chia (Company Secretary), Mr. James Lee (Head of Finance), Mr. Hsu, Ching-Chen (Non-Independent Non-Executive Director) and Mr. Terence Lau Han Wen (representing the auditors, Grant Thornton Malaysia PLT) attended the 20th AGM via remote participation & electronic voting ("**RPEV**") facility.

After confirming that a quorum was present pursuant to the Company's Constitution, the Chairman called the meeting to order at 10:30 a.m.

The shareholders and proxies were informed that they can raise questions in real time by transmitting their question via the Query Box. The Directors will endeavour to respond to the questions submitted during Question & Answer ("**Q&A**") session.

AGENDA 1

TO RECEIVE THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2022 TOGETHER WITH THE REPORTS OF THE DIRECTORS AND AUDITORS THEREON

Members were informed by the Chairman to receive the audited financial statements of the Company for the financial year ended 30 June 2022 ("**AFS FYE 2022**") together with the reports of the directors and auditors thereon.

ORDINARY RESOLUTIONS 1 TO 7

The Chairman went through the proposed ordinary resolutions 1 to 7.

Q&A SESSION

Questions from online query box

The Chairman also informed the members that the Company has received some questions via the online query box. The Chairman answered to the questions received.

The following were the questions raised from the members and proxies and responses from the Chairman :-

(i) The manufacturing division contribute revenue for the Group remains small, so after new plant setup, the Group expects the number will be doubled or even higher number than that?

Mr. Lee Min Huat replied that the Group is always cautious in its spending, and the Group expects to increase the production capacity and thus improve the Group's revenue.

(ii) Last year there is news regarding the Group will sell the plantation division (land) to focus more on Electronics Manufacturing Services ("**EMS**") business. What is the progress?

Mr. Lee Min Huat replied that the Group will make the necessary announcement in the event if there is a firm offer for the plantation estates.

(iii) What about the labor side, will the Group hire more foreign workers instead of local workers, since last year's management mentioned that the Group majority comprises of local workers?

Mr. Lee Min Huat replied that the Group always balance the workforce requirements between cost and staff developments. Currently, the Group have more local workers than foreign workers.

(iv) What is the progress for the new plant? Whether it has been utilised? Can the management provide the utilisation rate?

Mr. Lee Min Huat replied that the new plant is still under construction. The Group expects the new plant to be commissioned by June 2023.

(v) We understand that one of the Group's customer is Sonos, which Sonos product that the Group involves in manufacturing or Original Equipment Manufacturer ("**OEM**")?

Mr. Lee Min Huat replied that the Group is bound by confidentiality agreement on this business arrangement and hence is unable to disclose further.

(vi) In future, except for Inventec Appliances Corp., will the Group try to look for other multinational company as customer?

Mr. Lee Min Huat replied that the Group is always open to collaboration with other multinational companies.

(vii) The expansion of new plant is specially built to cater for Inventec's project or for any other purposes?

Mr. Lee Min Huat replied that the new plant is for all customers and not just for Inventec's project.

(viii) What is the Group's future outlook?

Mr. Lee Min Huat replied that the Group has 3 business segments namely manufacturing segment, oil palm plantation and trading division. Going forward, the Group will continue to focus on manufacturing segment to expand the business volume by increasing the product capacity. The Group will strengthen the manufacturing facilities and increase the production lines.

(ix) What is the progress of collaboration between the Group and Inventec?

Mr. Lee Min Huat replied that Inventec Appliances Corp. is a substantial shareholder of the Company.

(x) Can you share what is the order book on hand currently? What is the business outlook of the Group?

Mr. Lee Min Huat replied that the Group works on long term relationships with the customers and not on long term order book. This has been the business model of the Group for many years.

(xi) What is the status of new factory plant? Assuming the new factory plant running in full capacity, how much revenue can the Group generates?

Mr. Lee Min Huat replied that the new plant is expected to be completed by June 2023. No indicative on the increase in revenue as yet.

POLL RESULTS

All the resolutions tabled at the 20th AGM and voted by poll using RPEV facility were duly passed by the shareholders.

There being no other business, the 20th AGM ended at 11.21 a.m..