

FORMOSA PROSONIC INDUSTRIES BERHAD

Company No. 198801004954 (172312-K)

Minutes of the **Thirty-Sixth Annual General Meeting** (“AGM”) of Formosa Prosonic Industries Berhad (“FPI” or “the Company”) held fully virtual and live streaming through online meeting platform of TIIH Online provided by Tricor Investor & Issuing House Services Sdn Bhd in Malaysia via its website at <https://tiih.online> or <https://tiih.com.my> (Domain registration number with MYNIC:D1A282781) on **Friday, 24 May 2024** at 10.00 a.m.

Participated via : Board of Directors
Video Mr Shih, Chao-Yuan
Conferencing Mr Chen, Ching-Sen
(Zoom Meeting) Mr Wayne Leow Tze Waye
Mr Leong Ngai Seng
Ms Goh Saw Tin
Mr Lin, Chien-Liang
Mr Koh Meng Ching

By Invitation

Mr Chong Lien Kieung (General Manager for Finance and Accounts)
Ms Lim Chun Hooi (Senior Manager for Internal Controls and Risk Management)
Ms Steven Koh Yang Wei (BDO PLT)
Ms Ong Suk Vern (BDO PLT)
Mr Lau Zhen Kang (BDO PLT)

In Attendance

Ms Lau Yen Hoon, Ann (Company Secretary)
Ms Yew Soo Jing (Tricor Corporate Services Sdn Bhd)
Ms Almaz Syaurah Binti Samat (Tricor Corporate Services Sdn Bhd)
Ms Nur Anis Izzati Binti Mohd Nizam (Tricor Corporate Services Sdn Bhd)

The attendance of shareholders/corporate representatives/proxies is as per the Summary of Attendance List via Remote Participation and Voting (“RPV”) facilities.

1. OPENING

The Chairman of the Meeting, Mr Shih Chao Yuan, welcomed all participants of the Thirty-Sixth AGM of the Company.

The Chairman informed that the AGM was conducted fully virtually through the online meeting platform via TIIH Online website in accordance with the Companies Act 2016 and the revised Guidance Note and FAQs on the conduct of General Meetings for Listed Issuers by Securities Commission Malaysia.

The Chairman introduced the members of the Board of Directors who were joining the AGM virtually and informed that the Management team, Company Secretary and External Auditors, BDO PLT, were also joining the Meeting remotely.

2. QUORUM

The Chairman informed that for a fully virtual general meeting, the quorum shall be determined by the number of members logged-in at the start of meeting. As the requisite quorum was present, the Chairman called the Meeting to order.

3. NOTICE

The Notice convening the AGM having been circulated and advertised in the newspaper within the prescribed period was, with the consent of the Meeting, taken as read.

4. POLL VOTING

The Chairman informed shareholders that pursuant to Paragraph 8.29(A) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, all resolutions set out in the notice of the AGM would be decided by poll, which would be taken at the end of the Meeting after the Directors have dealt with questions received from shareholders or proxies.

The Company had appointed Tricor Investor & Issuing House Services Sdn Bhd as the poll administrator and Asia Securities Sdn Bhd as independent Scrutineers to verify the poll results.

The video guide on the remote voting procedures and the manner to pose questions at the meeting through the RPV facilities of Tricor Investor & Issuing House Services Sdn Bhd was presented.

Before the Meeting proceeds with the agenda, the Chairman informed that shareholders and proxies were welcomed to raise questions using the Query Box. The questions submitted would be responded during the Questions & Answers (Q&A) session after the all the agenda of the Meeting had been dealt with.

ORDINARY BUSINESSES:

5. AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

The Chairman informed that pursuant to the provisions of Section 340(1) of the Companies Act 2016 ("the Act"), the audited financial statements were required to be laid before the Meeting and that it was not an item requiring a resolution to be put to vote.

The Chairman put on record that the Audited Financial Statements of the Company for the financial year ended 31 December 2023 had been properly laid and received in accordance with the Act.

6. ORDINARY RESOLUTION 1
Payment of Directors' Fees in respect of the financial year ended 31 December 2023

The Chairman proceeded with the second item of the agenda which was to approve the payment of Directors' Fees of RM282,082 in respect of the financial year ended 31 December 2023.

7. ORDINARY RESOLUTION 2
Payment of Directors' benefits of up to RM1,200,000 for the financial period from 1 July 2024 to 30 June 2025

The Meeting then proceeded with the next agenda which was to approve the payment of Directors' benefit of up to RM1,200,000.00 for the financial period from 1 July 2024 to 30 June 2025.

8. ORDINARY RESOLUTION 3
Re-election of Mr Shih Chao Yuan

At this juncture, the Chairman passed the chair to Mr Leong Ngai Seng to chair the Meeting.

The Meeting then proceeded with the agenda item on the re-election of Mr Shih Chao Yuan who would be retiring in accordance with Clause 117 of the Constitution of the Company and who had offered himself for re-election, as a Director of the Company.

9. ORDINARY RESOLUTION 4
Re-election of Mr Leong Ngai Seng

Mr Leong Ngai Seng passed back the chair to the Chairman.

The Meeting proceeded with the agenda item on the re-election of Mr Leong Ngai Seng who would be retiring in accordance with Clause 124 of the Constitution of the Company and who had offered himself for re-election, as a Director of the Company.

10. ORDINARY RESOLUTION 5
Re-election of Ms Goh Saw Tin

The Meeting then proceeded with the agenda item on the re-election of Ms Goh Saw Tin who would be retiring in accordance with Clause 124 of the Constitution of the Company and who had offered himself for re-election, as a Director of the Company.

11. ORDINARY RESOLUTION 6
Re-appointment of Auditors

The Meeting proceeded to the next agenda on the re-appointment of BDO PLT as the External Auditors of the Company and to authorise the Directors to fix their remuneration.

The Chairman informed that BDO PLT had indicated their willingness to continue office.

SPECIAL BUSINESSES:

12. ORDINARY RESOLUTION 7
Proposed Renewal of Authority for Share Buy-Back

The Meeting proceeded to the next agenda which was regarding the proposed Ordinary Resolution to obtain a mandate from shareholders for the Company to purchase its own shares up to 10% of the issued and paid up share capital at any given point in time during the authorised period.

The Chairman informed that the details of this proposal could be found in the Statement to Shareholders dated 24 April 2024.

13. ORDINARY RESOLUTION 8
Proposed Renewal of Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature

Next item on the agenda was the Ordinary Resolution to obtain the shareholders' approval to allow the Company and its subsidiaries to enter into Recurrent Related Party Transactions ("RRPT") of a Revenue or Trading Nature with certain related parties, as stated in the Notice of this meeting.

The Chairman informed that the full details of the proposed resolution were set out in Circular to Shareholders dated 24 April 2024.

14. ANY OTHER BUSINESS

The last item on the agenda was to transact any other business.

The Chairman informed that the Company did not receive any notice to transact other matters.

15. QUESTIONS AND ANSWERS SESSION

The Meeting proceeded to the Q&A session.

The list of questions and answers that had been addressed at the AGM was annexed hereto and marked as “Annexure A”.

16. POLL VOTING

There being no further question raised, the Meeting proceeded to the voting session.

17. ADJOURNMENT OF MEETING

The Meeting was adjourned at 10.45 a.m. for the counting of votes.

18. ANNOUNCEMENT OF POLL RESULTS

Upon receipt of the poll results verified by the Scrutineers, the Chairman reconvened the Meeting at 11.05 a.m. to announce the poll results, which were as follows:-

Resolutions	Vote For		Vote Against		Total Votes	
	No of Units	%	No of Units	%	No of Units	%
Resolution 1	105,164,698	99.9310	72,602	0.0690	105,237,300	100.0000
Resolution 2	105,032,688	99.7999	210,612	0.2001	105,243,300	100.0000
Resolution 3	105,154,598	99.9227	81,302	0.0773	105,235,900	100.0000
Resolution 4	104,603,798	99.3993	632,102	0.6007	105,235,900	100.0000
Resolution 5	104,666,998	99.4594	568,902	0.5406	105,235,900	100.0000
Resolution 6	105,188,378	99.9494	53,222	0.0506	105,241,600	100.0000
Resolution 7	105,193,418	99.9577	44,482	0.0423	105,237,900	100.0000
Resolution 8	35,885,378	99.7326	96,222	0.2674	35,981,600	100.0000

Based on the poll results, the Chairman declared that Ordinary Resolution 1 to Ordinary Resolution 8 as tabled at the Meeting were carried.

It was **RESOLVED** as follows:-

ORDINARY RESOLUTION 1

Payment of Directors' Fees in respect of the financial year ended 31 December 2023

"**THAT** the payment of Directors' Fees in respect of the financial year ended 31 December 2023 be and is hereby approved."

ORDINARY RESOLUTION 2

Payment of Directors' benefits of up to RM1,200,000 for the financial period from 1 July 2024 to 30 June 2025

"**THAT** the payment of Directors' benefits of up to RM1,200,000 for the financial period from 1 July 2024 to 30 June 2025 be and is hereby approved."

ORDINARY RESOLUTION 3

Re-election of Mr Shih Chao Yuan

"**THAT** Mr Shih Chao Yuan, the Director retiring in accordance with Clause 117 of the Constitution of the Company, be and is hereby re-elected as Director of the Company."

ORDINARY RESOLUTION 4

Re-election of Mr Leong Ngai Seng

"**THAT** Mr Leong Ngai Seng, the Director retiring in accordance with Clause 124 of the Constitution of the Company, be and is hereby re-elected as Director of the Company."

ORDINARY RESOLUTION 5

Re-election of Ms Goh Saw Tin

"**THAT** Ms Goh Saw Tin, the Director retiring in accordance with Clause 124 of the Constitution of the Company, be and is hereby re-elected as Director of the Company."

ORDINARY RESOLUTION 6

Re-appointment of Auditors

"**THAT** the retiring auditors, BDO PLT, having indicated their willingness to continue in office be hereby re-appointed as the Auditors of the Company and that the Directors be hereby authorized to fix their remuneration."

ORDINARY RESOLUTION 7

Proposed Renewal of Authority for Share Buy-Back

"**THAT** subject always to the Act, the Constitution of the Company, the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements") and all other applicable laws, guidelines, rules and regulations, the Company be and is hereby authorized, to the fullest

extent permitted by law, to purchase such number of issued shares in the Company as may be determined by the Directors of the Company from time to time through Bursa Securities upon such terms and conditions as the Directors may deem fit and expedient in the interest of the Company provided that:

- i. the aggregate number of issued shares in the Company ("Shares") purchased ("Purchased Shares") and/or held as treasury shares pursuant to this ordinary resolution does not exceed ten per centum (10%) of the total number of issued shares of the Company as quoted on Bursa Securities as at point of purchase; and
- ii. the maximum fund to be allocated by the Company for the purpose of purchasing the shares shall not exceed the aggregate of the retained profits of the Company based on the latest audited financial statements and/or the latest management accounts (where applicable) available at the time of the purchase,

("Proposed Share Buy-Back").

AND THAT the authority to facilitate the Proposed Share Buy-Back will commence immediately upon passing of this Ordinary Resolution and will continue to be in force until:

- a. the conclusion of the next AGM of the Company following at which time the authority shall lapse unless by ordinary resolution passed at the meeting, the authority is renewed, either unconditionally or subject to conditions;
- b. the expiration of the period within which the next AGM of the Company is required by law to be held; or
- c. revoked or varied by ordinary resolution passed by the shareholders of the Company at a general meeting,

whichever occurs first, but shall not prejudice the completion of purchase(s) by the Company of its own Shares before the aforesaid expiry date and, in any event, in accordance with the Listing Requirements and any applicable laws, rules, regulations, orders, guidelines and requirements issued by any relevant authorities.

AND THAT the Directors of the Company be and are hereby authorized, at their discretion, to deal with the Purchased Shares until all the Purchased Shares have been dealt with by the Directors in the following manner as may be permitted by the Act, Listing Requirements, applicable laws, rules, regulations, guidelines, requirements and/or orders of any relevant authorities for the time being in force:

- i. To cancel all or part of the Purchased Shares;
- ii. To retain all or part of the Purchased Shares as treasury shares as defined in Section 127 of the Act;

- iii. To distribute all or part of the treasury shares as dividends to the shareholders of the Company;
- iv. To resell all or part of the treasury shares;
- v. To transfer all or part of the treasury shares for the purposes of or under the employees' share scheme established by the Company and/or its subsidiaries;
- vi. To transfer all or part of the treasury shares as purchase consideration;
- vii. To sell, transfer or otherwise use the shares for such other purposes as the Minister may by order prescribe; and/or
- viii. To deal with the treasury shares in any other manners as allowed by the Act, Listing Requirements, applicable laws, rules, regulations, guidelines, requirements and/or orders of any relevant authorities for the time being in force.

AND THAT the Directors of the Company be and are authorized to take all such steps as are necessary or expedient [including without limitation, the opening and maintaining of central depository account(s) under Securities Industry (Central Depositories) Act, 1991, and the entering into all other agreements, arrangements and guarantee with any party or parties] to implement, finalise and give full effect to the Proposed Share Buy-Back with full powers to assent to any conditions, modifications, variations and/or amendments (if any) as may be imposed by the relevant authorities."

ORDINARY RESOLUTION 8

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

"THAT, approval be and is hereby given for the Proposed Renewal of Shareholders' Mandate for the Company and/or its subsidiaries to enter into the categories of recurrent related party transactions of a revenue or trading nature falling within the nature of transactions set out in Section 3.3 of the Circular to Shareholders dated 24 April 2024 ("the Circular"), with the related parties falling within the classes of persons set out in Section 3.2 under the Circular, such transactions are necessary for the Company and/or its subsidiaries' day-to-day operations and which are carried out in the ordinary course of business, on terms which are not more favourable to the related parties than those generally available to the public and are not detrimental to the interest of the minority shareholders.

THAT the authority conferred by such mandate shall commence upon the passing of this resolution and continue to be in force until:

- (i) the conclusion of the next AGM of the Company, at which time it will lapse, unless by a resolution passed at the next AGM, the authority is renewed;

- (ii) the expiration of the period within which the next AGM 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
- (iii) revoked or varied by resolution passed by the shareholders in a general meeting;

whichever is the earlier.

AND THAT the Directors of the Company be hereby authorised to complete and do all such acts and things as they may consider expedient or necessary to give effect to this Ordinary Resolution.”

19. CLOSURE

At this juncture, the Chairman informed that Mr Chen Ching Sen, an Independent Non-Executive Director, who retired by rotation in accordance with Clause 117 of the Constitution of the Company, had expressed his intention not to seek re-election as a Director of the Company. Hence Mr Chen Ching Sen shall hold office until the conclusion of the AGM. The Board put on record their appreciation to Mr Chen Ching Sen for his past services and valuable contribution to the Board and the Company and wished him well and every success in his future endeavour.

There being no other business, the Meeting was closed at 11.07 a.m. with a vote of thanks to the Chair.

SIGNED AS A CORRECT RECORD

CHAIRMAN

Date:

Annexure A

Questions addressed during Questions and Answers Session

(i) Questions from the Minority Shareholders Watch Group (“MSWG”)

The Chairman informed that the Company had received a letter containing questions raised by the MSWG prior to the Meeting. The following questions from MSWG and responses from the Company were projected onto the screen:-

Operational & Financial Matters

Q1. The Group reported sales of RM673.9 million for Financial Year (“FY”) 2023, a decrease of 31.5% year-on-year mainly attributable to sales mix and lower sales volume (page 6 of the Annual Report (“AR”) 2023).

- a) Please provide more insights to shareholders on the decreased sales in FY2023, such as which products experienced lower sales volume, etc.
- b) How does the Board intend to address the significant decrease in sales? Based on the current economy and market environment, what is the outlook for sales performance in FY2024?

A1. The Board was of the view that the decrease in sales was mainly due to the unfavorable worldwide economic downturn. Nevertheless, FPI would strengthen and upkeep its business under the turbulent economic conditions.

The Board expects cautious sales performance in FY2024 as the industry continues to stay volatile and uncertain in the near future.

Q2. Notwithstanding that the performance was affected by rising operating costs on higher electricity tariff and other inflation driven cost hike, EBITDA margin rose to 16.8% (without the one-off gains) from 15.7% from the previous year mainly due to change in sales mix. In spite of these challenges, the Group delivered a resilient and credible performance (page 6 of AR 2023).

What is the outlook for the Group’s EBITDA margin in FY2024? To what extent will the abovementioned operating costs impact FPI’s EBITDA margin in FY2024?

A2. FPI expected the EBITDA margin for FY2024 to correspond with sales mix and the USD/RM exchange rate. The Management does not expect any material changes in the sales mix for FY2024 as compared to FY2023.

Q3. What is the previous, current, and targeted utilisation rate for FPI’s factories in FY2024?

A3. Previous and current production utilisation has not been at optimal level. FPI is currently undergoing factory refurbishment and re-layout to enhance its productivity.

- Q4. During the FY2023 and after evaluation, the Board has made two significant disposals to unlock the value of properties which are noncore and non-strategic to the Group. The disposal of an office building in Taipei, Taiwan for a cash consideration of NTD113.0 million generated a gain of NTD30.4 million or RM7.2 million¹. The second disposal involved sale of shares in a subsidiary for RM31.8 million that has generated a gain of RM20.1 million (page 6 of AR2023).

Are there plans to monetise or dispose of noncore and nonstrategic assets in the next two financial years? If so, which assets are in the pipeline for such purposes, and what are their approximate current market values?

- A4. FPI does not have any plan to dispose of noncore and nonstrategic assets in the next two financial years.

- Q5. Occupational Safety and Health

	FY2023	FY2022	FY2021
Number of employees trained on Health & Safety Standards	839	1442	932

(Source: page 34 of AR2023)

The three-year data above showed that the number of employees trained on Health and Safety Standards fluctuated. What factors led to this fluctuation? Does the Company set a percentage target against the total number of employees? If so, what is the annual percentage target for this training?

- A5. The fluctuations in the number of employees trained on Health and Safety Standards over the past three years were due to workforce turnover.

FPI is committed to maintain high standards of occupational safety and health, and would continuously review and adjust its training programs to meet and address any emerging needs or challenges.

Corporate Governance Matter

- Q6. Practice 5.9 of the Malaysian Code on Corporate Governance (MCCG) (The board comprises at least 30% women directors.)

The Company has departed from applying Practice 5.9 of MCCG. The Board currently has one female director among its seven members, making up 14.29% of the Board. This composition is far from the 30% threshold (pages 15-18 of AR2023).

Page 25 of the Corporate Governance Report of the Company does not explain the departure from applying Practice 5.9. Does the Company have any plans to achieve at least one-third women representation? If so, what specific plans and strategies does the Board have in place to work towards this goal?

- A6. The current number of directors is sufficient for the size of FPI. The Board would consider a right and suitable female candidate to fill in as member of the Board.

(ii) Questions received prior to the Meeting

The Chairman informed that there were some questions submitted by shareholders or proxies before the Meeting. The questions and responses from the Management were projected onto the screen.

1. Mr Tan Hock En, a shareholder, raised the following questions:-

Q1. Can Management provide corporate earning briefing to stock analyst / institutional investors? Not many fund house interested on FPI maybe due to lack of access to the Management.

A1. FPI disseminates Company's information on a transparent and equitable manner through its established communication channels for all stakeholders.

Q2. Suggested to pay dividend quarterly.

A2. Thank you for the recommendation. The Board has considered the current dividend payment cycle after careful consideration and review of our operation and financial strategies.

2. Mr Lau Kwong Yew, a shareholder, raised the following questions:-

Q1. Exclude one-off gains & losses, the Company achieved higher profit margin in Q2, Q3 & Q4 FY2023. Is it due to the Company focus more on better margin products?

A1. The improved profit margin was attributable to the sales mix and strengthening of US dollar.

Q2. Any guidance on revenue or profit growth for FY2024?

A2. The Company does not provide guidance on sales and profit.

Q3. Will Company get AI contracts from Wistron?

A3. We do not comment on a specific customer due to the Non-Disclosure Agreement.

3. Ms Teoh Hui Peng, a shareholder, enquired on the following:-

Q1. What is the current production utilization rate? How is the business compares to last quarter?

A1. The Company scheduled to announce its Q1 2024 results on 24 May 2024.

Q2. Due to the Geopolitical , will the Company receive a lot enquiry from China and US company?

A2. The Company welcomes any business opportunities from existing and potential new customers.

4. Mr Wong Lean Huat, a shareholder, raised the following questions:-

(a) What is your forecast net percentage profit for the next 2 years?

(b) Is your expected dividend for year ending 2025 be around 0.25 sen?

The Company does not comment on or provide for profit and dividend forecasts.

(iii) Live questions posted during the AGM

The Chairman had addressed the following questions received via the Query Box:-

1. Mr Chee Sai Mun, a shareholder, raised the following questions:-

Q1. The current world trend for manufacturing relocation of China plus I, tell us whether FPI has the chance to capitalize on this potential.

A1. FPI welcomes any business opportunities from existing or potential new customers.

Q2. FPI had disposed a very huge landbank in Port Klang last year, going forward does FPI still has the land capacity for further expansion? If yes please let us know where is the landbank or factory spaces?

A2. FPI will manage its land area usage and make adjustment based on the market conditions.

Q3. I notice that your peers PIE has secured a very big manufacturing contract and to be implemented in 2024, does the Management see the same positive outlook for FPI going forward in the 2nd quarter 2024 and beyond?

A4. We will try to do our best.

Q5. With the recent weakening of Ringgit Malaysia to below RM4.70 level, how would Management see this can benefit FPI?

A5. We will do our best to monitor the fluctuations of the US exchange rate.

Q6. For FYE 2023, FPI paid a very generous dividend of 23 sen per share higher than dividend payout of 21 sen in 2022 despite weaker operational profits, can the Board explain to us why they give such a good positive payout?

A8. The Chairman thanked the shareholder for his comment and added that FPI will work harder for shareholders.

Q9. FPI has a very healthy cash war chest of more than RM400m despite after paying out a very generous dividend, can Board of Directors explain to us, how they will invest this valuable resources to generate higher return to FPI?

A9. We strike to make the money working harder for us.

2. Mr Lew Tuck Wai, a shareholder, raised the following questions:-

Q1. The Chairman stated in his statement that although there is no dividend policy, the Company has consistently paid dividends since its listing. Can the Chairman provide guidance on what is the range of dividend payout ratio that FPI will follow in its dividend's payout for FYE2024 and whether FPI will strive to maintain the quantum of dividend paid in previous year?

A1. Dividend will depend on yearly performance of the Group.

Q2. What is the budgeted capital expenditure ("Capex") for FYE2024 and what are the main areas for the capex in the operations of the Company?

A2. We expect to spend an estimated capex of RM10 million to RM15 million for factory extension and production re-layout.

3. Mr Chow Pak Shin, a shareholder, thanked the Management team for the good effort.

The Chairman thanked the shareholder for his compliment.

4. Mr Kho Yen Chuan, a shareholder, enquired that the Group currently holds RM450 million in cash, which accounts for 64% of the Group's total assets as of the financial year ended 31 December 2023. He requested for elaboration on the strategies or plans for utilizing this substantial cash reserve.

The Chairman responded that cash holding has always been the Company's strategic asset. FPI strives to make money working harder i.e. generate more income for the Company.

5. Mr Stanley Lim Chin Hong, a shareholder, asked the following questions:-

- (a) With the emergence of AI technology and the Industry 4.0 + Smart IOT, how is the Company plan to expand into these field with the current products? Any evolutions of products to stay relevant to the consumer trends?
- (b) Cash flows from the operating activities have been reduced significantly. What are the Company plans to less reliant to Wistron and Sony but to expand the footprint to other clients to increase the revenues in the coming years? Please give me the written reply as well.

The Chairman responded that as shown on its corporate website, FPI has been producing smart speakers. FPI's cash flows is still positive and healthy. FPI does not depend on Wistron Corporation but it welcomes more business opportunities.

6. Mr Ng Keng Hooi, a shareholder, enquired whether FPI foresee revenue in 2024 will be better than 2023.

The Chairman replied that FPI strives to do better in view of challenging environment from inflationary pressure and long-for-higher interest rates which had impacted consumer spending.

7. Mr Lim Teng Hiang, a proxy, raised the following questions:-

- Q1. Are there initiatives in place to arrest the huge decline in sales from repeating in 2024?
- A1. FPI has implemented various measures to capture new business and to enlarge its cooperation with existing customers for vertical expansion.
- Q2. Amid the huge capital investment in AI, is there any new product in the pipeline to capture these opportunities in AI field?
- A2. FPI produces wide range of audio products including smart speakers.
- Q3. With the increase in Company's cash pile, what is the Company's plan to better utilize for Company future growth?
- A3. Should any investment opportunities arise, FPI would consider to deploy its resources for better returns.
- Q4. Will the Board considers a special dividend if there is no investment plan on the card for the Company?
- A4. The Board has not considered any special dividend at the moment.

8. Mr Joseph Lam Wai, enquired on the following:-

Q1. Is your factory operating 24 hours now?

A1. Yes.

Q2. FPI is going into smart audio, can you give us some examples of what product is consider smart audio?

A2. Most audio products in the current market are considered smart audio, with various features.

Q3. As top 3 of your customers contribute to the majority of your sales, what is your strategy to mitigate this risk. Any new customer secured in 2023?

A3. FPI does not depend only on these three customers.

9. Ms Lee Suan Bee, a shareholder, enquired the following:-

Q1. I would like to request a printed hard copy of the Company's Annual Report.

A1. The Chairman recommended the shareholder to download the softcopy of the Annual Report from the Company's website for environmental consideration.

Q2. Would the Board kindly give e-wallet as a token of appreciation for attending today's RPV?

A2. The Chairman thanked the shareholder for her participation in this Annual General Meeting.