

Syarikat Takaful Malaysia Keluarga Berhad ("Takaful Malaysia Keluarga") Questions and Answers ("Q&A") during Extraordinary General Meeting ("EGM") Held on 17 October 2024

1. Will the Board consider giving door gift such e-voucher or e-wallets for those participating in this EGM as a token of appreciation?

Kindly give us some e-vouchers, food vouchers or e-wallet (no discount vouchers please) for being loyal shareholders and attending this meeting. Times are bad. Please be considerate to us shareholders during these trying times.

Please provide refreshment via e-wallet.

If you reward, I will opt for Dividend Reinvest instead of cash.

For Syariah compliance company, shareholder who attend your meeting should also receive token of appreciations, as directors and others are paid for attending?

There will be no distribution of door gifts during the Company's EGM or Annual General Meeting ("AGM").

2. Please elaborate on Resolution 2, do I receive any new shares.

Takaful Malaysia Keluarga in resolution 2, will I entitled for some new shares?

Resolution 2 is to enable allotment and issuance of new share pursuant to Dividend Reinvestment Plan ("DRP"), when dividend is announced.

The Shareholders have three (3) options for the Reinvestment Option as follows:

Option 1: Reinvest the entire Electable Portion into DRP Shares at the Issue Price and to receive the Remaining Portion in cash.

Option 2: Reinvest part of the Electable Portion into DRP Shares at the Issue Price and to receive the Balance Electable Portion and Remaining Portion in cash.

Option 3: Elect not to participate in the Reinvestment Option and thereby receive the entire Dividend entitlement wholly in cash.

Shareholder who exercises the Reinvestment Option will receive DRP Shares in multiples of and not less than 100 DRP Shares.

Where a Shareholder's entitlement of DRP Shares is less than one board lot, it will be paid in cash to the Shareholder.

3. Can we have hybrid meeting not only physical for next year 2025? SC rules must at least physical. But hybrid more convenient allow more practical more participants.

The Board will look into this suggestion and decide accordingly.

4. What would impact EGM corporation and next steps.

The impact of the Proposed DRP are as follows:

(i) It provides flexibility in capital management and enlarges the Company's share capital base through Shareholders' reinvestment of dividends in DRP Shares.

(ii) It provides Shareholders the opportunity to enhance the value of shareholdings in STMKB by investing in DRP Shares at a discount and benefiting from any future capital appreciation; and

- (iii) Improved trading liquidity for the Company.

Once the Proposed DRP is established, the next steps will be taken:

- (i) Approval will be sought from Bursa Malaysia Securities for the listing and quotation of the DRP Shares to be issued on the Main Market of Bursa Securities pursuant to each and every Dividend to which the Proposed DRP applies.
- (ii) Following Bursa Malaysia Securities' approval, the Company will announce the Issue Price and the Entitlement Date; and
- (iii) Subsequent to the Entitlement Date, Shareholders will receive a Notice of Election with a Dividend Reinvestment Form (DRF). This notice will provide instructions on exercising the Reinvestment Option, including the Expiry Date for submitting the completed DRF to our Share Registrar.

5. Will you consider to hold physical general meeting in future?

The Company will comply with the requirements as announced by Securities Commission Malaysia (SC) and Bursa Malaysia Berhad, that all public listed companies (PLC) must hold their general meetings in hybrid or physical format from 1 March 2025.

6. What's the estimate take up rate for the DRP?

Is management aware of the cost of subscribing for the DRP i.e. RM15-18 (the cost might be 20% - 50% of the total dividend received for minority shareholders), can the Company absorb these cost?

We estimate that the take up rate for DRP would be above 60%.

Shareholder who exercises the Reinvestment Option will receive DRP Shares in multiples of and not less than 100 DRP Shares.

Where a shareholder's entitlement of DRP Shares is less than one board lot, it will be paid in cash to the Shareholder.

Assuming based on the illustrative dividend per share of 14 sen as per the Circular, the cost of subscribing 100 DRP shares would be approximately RM15 (4.5%) if application is made through Boardroom Smart Investor Portal. We appreciate your understanding that it is not feasible for the company to absorb this cost.

7. Would the DRP results in odd lot of DRP shares issued?

- (i) A shareholder who exercises the Reinvestment Option will receive DRP Shares in multiples of and not less than 100 DRP Shares.
- (ii) Where a shareholder's entitlement of DRP Shares is less than one board lot, it will be paid in cash to the Shareholder.

8. Based on previous dividend declared, how many shares needed to get 100 shares.

Can you illustrate based on last dividends declared?

Can I do partial conversion, rest with cash.

The computation of illustrative issue price below is based on the following assumptions:

1. Dividend declared and paid in respect of FYE 31 December 2023 of RM0.14
2. Share price as at 18 September 2024 of RM3.83
3. Ex-dividend price – RM3.69 (RM3.83 – RM0.14)
4. 10% discount to the ex-dividend price – RM0.36

Number of STMKB Shares as at the LPD	(A)	837,305,693
Illustrative Dividend per STMKB Share (RM)	(B)	0.14
Total illustrative Dividend payout (RM)	(C) = (A) x (B)	117,222,797
STMKB Share Price as at the LPD (RM)	(D)	3.83
Ex-dividend price of STMKB Shares (RM)	(E) = (D) – (B)	3.69
10% discount to the ex-dividend price of STMKB Shares (RM)	(F) = (10%) x (E)	0.36
Illustrative Issue Price (RM)	(X) = (E) - (F)	3.33

Based on the illustration above, shareholder needs to own at least 2,379 shares in order to be entitled for 100 DRP shares. This is based on the computation below:

$(100 \text{ DRP shares} \times \text{RM}3.33 \text{ per DRP share}) / \text{RM}0.14 \text{ dividend per share} = 2,379 \text{ shares}$ (round up to whole number of shares)

Shareholder may reinvest part of the Electable Portion into DRP shares at the issue price and to receive the balance of Electable Portion and the remaining portion in cash.

You may refer to the Circular under Appendix II, item no 7 – Share Entitlement for the formula to compute the number of DRP shares to be allotted and issued to shareholders who elect to reinvest the Electable Portion in DRP shares.