

## NOMINATION COMMITTEE

- Chairman** : Mr Liew Jee Min @ Chong Jee Min  
(Independent Non-Executive Director)
- Members** : Cik Zainab binti Dato' Hj. Mohamed  
(Independent Non-Executive Director)
- Mr Ooi Kim Lai  
(Non-Independent Non-Executive Director)
- Terms of Reference** :
1. To consider and recommend to the Board, candidates for directorships in the Company.
  2. To consider, in making its recommendations, candidates for directorships proposed by the Chief Executive Officer and, within the bounds of practicability, by any other senior executive or any Director or major shareholder and from independent sources.  
  
In making a recommendation to the Board on the candidate for directorship, the Committee shall consider the broad Fit & Proper and Independence Criteria as set out in the Board Charter.  
  
The candidate for an independent non-executive Director should be a person of calibre, credibility and have the necessary skill and experience to bring an independent judgement to bear on issues considered by the Board.
  3. To recommend to the Board, Directors to fill the seats on Board Committees.
  4. To assist the Board in reviewing on an annual basis, the composition, the required mix of skills, knowledge, experience, diversity and other qualities, including core competencies which each individual Director including the independent non-executive Director should bring to the Board, to enable the Board to function effectively, and strengthen board leadership and oversight of sustainability issues.
  5. To establish and implement processes to assess, on an annual basis, the effectiveness of the Board as a whole and the committees of the Board; the independence of the independent Directors; the contribution of each individual Director; and the term of office and performance of the Audit Committee and each of its members to determine whether the Audit Committee and its members have carried out their duties in accordance with their Terms of Reference, based on the process and procedure laid out by the Board.
  6. To recommend to the Board:
    - (a) the re-election of those Directors who are retiring at an annual general meeting ("AGM") of the Company and to put forward their re-election for approval at the AGM; and
    - (b) the continued retention of any independent non-executive Director who has served for a cumulative period of more than 9 years as an independent non-executive Director or otherwise. Any retention of an independent Director who has served a cumulative period of 9 years shall be subject to Shareholders' approval in line with the recommendation of the Malaysian Code on Corporate Governance. Notwithstanding, the tenure of an independent Director shall not exceed a cumulative period of more than 12 years.
  7. To review the induction and training needs of Directors.
  8. To consider other matters as referred to the Committee by the Board from time to time.

## **NOMINATION COMMITTEE REPORT**

The Nomination Committee comprises 3 members, all of whom are non-executive Directors with a majority of them being independent Directors. The Nomination Committee is chaired by Mr Liew Jee Min @ Chong Jee Min who is an independent Director.

### **Appointment to the Board and the Effectiveness of the Board**

The Nomination Committee is responsible for identifying, evaluating and nominating suitable candidates with the necessary mix of skills, knowledge, experience and competencies to be appointed to the Board and Board Committees to ensure the effectiveness of the Board and the Board Committees. As an enhancement to its process, the Nomination Committee may also consider procuring suitable candidates from independent sources, when appropriate and practicable. The Nomination Committee assesses and evaluates on an annual basis the performance and the effectiveness of the Board as a whole, the Board Committees, the independence of the independent Directors as well as individual Directors and Audit Committee members based on the criteria set out by the Board and in accordance with the respective Board Committee's Terms of Reference.

The assessment criteria of the Board's evaluation/performance review process as well as the process and criteria to identify and nominate candidates for appointment as a Director, and re-election and re-appointment of existing Directors, and retention of independent Directors are set out in the Board Charter.

In assessing and recommending to the Board suitable candidature of Directors, the Nomination Committee shall consider the competencies, expected contributions and diversity representation covering the qualifications, knowledge including financial literacy, industrial experience and expertise, seniority and past achievements, appointment scope, role, commitment level, professionalism and integrity, and the appropriateness and the fulfilment of the Board's desired mix of competencies, age, gender and cultural background which would contribute to the overall desired composition of the Board.

The Directors' mix of skills are set out in the respective profile under Directors' Profile on pages 6 to 8 of this Annual Report.

### **Activities of the Nomination Committee for the Financial Period**

The Nomination Committee met once since the date of the last Annual Report and all the members attended the Meeting.

The Nomination Committee had carried out the following duties for the financial period in accordance with its Terms of Reference:

- (i) Reviewed and enhanced the process and evaluation forms in relation to the annual evaluation of the performance and the effectiveness of the Board as a whole, the Board Committees, the independence of the independent Directors and the contribution of each of the individual Directors and Audit Committee members taking into consideration new and enhanced recommendations under the Malaysian Code on Corporate Governance ("MCCG") and guidance under the updated Corporate Governance Guide (4th Edition).
- (ii) Reviewed the Terms of Reference of the Nomination Committee.
- (iii) Reviewed and assessed the performance and the effectiveness of the Board as a whole, the Board Committees, the independence of the independent Directors as well as the individual Directors based on the broad Fit & Proper and Independence Criteria using a set of quantitative and qualitative performance evaluation forms adopted by the Nomination Committee, and was satisfied (a) that the Board composition in term of size, mix of competencies and diversity representation and the balance between executive, non-executive and independent Directors as per Bursa Malaysia Securities Berhad Main Market Listing Requirements, was adequate and in line with the Group's business operations and needs; (b) with the level of independence of all the independent non-executive Directors and their ability to act in the best interest of the Company; and (c) that the Board as a whole and the Board Committees have discharged their duties and responsibilities effectively at all times.

- (iv) Reviewed and discussed the Board composition and in its endeavour to fulfil the recommended practice under the MCCG, recommended that a suitable independent Director be appointed in due course.
- (v) Reviewed the departure from the recommended practice under the MCCG of separating the functions of the Chairman and the Managing Director, and considered it appropriate under the present circumstances.
- (vi) Reviewed the term of office and performance of the Audit Committee as a whole and each of its members including an assessment of their financial literacy, and assessed and evaluated the effectiveness of the Audit Committee in conducting its activities in accordance with its Terms of Reference, and was satisfied that all members had carried out their duties effectively and were financially literate and able to understand matters under the purview of the Audit Committee including financial reporting process.
- (vii) Reviewed the retirement by rotation of Cik Zainab binti Dato' Hj. Mohamed, Mr Liew Jee Min @ Chong Jee Min and Mr Ooi Kim Lai, and having satisfied that they have discharged their duties and responsibilities effectively at all times, recommended their re-election for Board's consideration, which shall be tabled for approval of the Shareholders at the forthcoming 38th Annual General Meeting of the Company ("38th AGM").
- (viii) Reviewed the retention of Cik Zainab binti Dato' Hj. Mohamed whose tenure of service as an independent Director has exceeded a cumulative period of 9 years, for Board's recommendation to Shareholders for their approval at the 38th AGM based on the attributes necessary in discharging her role and functions as an independent Director.
- (ix) Reviewed the training needs of the Directors and was satisfied that the Directors having attended the relevant training programmes as well as having been updated with market developments and related issues, and apprised on a continuing basis by the Company Secretaries on new and/or revised statutory and regulatory requirements, had adequately met the training needs of each of the Directors towards enhancing their skills and knowledge in discharging their duties and role as a Director.
- (x) Approved and recommended for Board's consideration the Nomination Committee Report incorporating the Nomination Committee's activities for inclusion in the 2021 Annual Report.

## REMUNERATION COMMITTEE

<b>Chairman</b>	:	Mr Liew Jee Min @ Chong Jee Min <i>(Independent Non-Executive Director)</i>
<b>Member</b>	:	Cik Zainab binti Dato' Hj. Mohamed <i>(Independent Non-Executive Director)</i>
<b>Terms of Reference</b>	:	<ul style="list-style-type: none"><li>• To recommend to the Board, the remuneration of the executive Directors in all its forms, drawing from outside advice as necessary</li><li>• To carry out other responsibilities, functions or assignments as may be defined by the Board from time to time</li></ul>