

**RCE CAPITAL BERHAD**  
**(Company No. 2444-M)**  
(Incorporated in Malaysia)

**SUMMARY OF KEY MATTERS DISCUSSED AT THE SIXTY-THIRD ANNUAL GENERAL MEETING HELD ON 29 AUGUST 2017**

| NO. | KEY MATTERS DISCUSSED  | RESPONSES FROM DIRECTORS/MANAGEMENT  |
|-----|--|--|
| 1.  | What are the economic and political environment factors affecting the Company's business in the next 3 to 5 years? | We do not foresee any significant changes to business environment in the coming years. Growth in population and Government workforce will continue to drive demand for civil servants financing.   |
| 2.  | What is the expected compound annual growth rate ("CAGR") of dividend for the next 3 years?                        | We are unable to provide any guidance on dividend CAGR as release of financial projection must be guided by Bursa Malaysia Securities Berhad Main Market Listing Requirements.<br><br>We need to strike a balance between paying dividends and retaining funds for business growth.  |
| 3.  | What is the reason of decreasing dividend yield after the special dividend in 2015?                                | This is mainly due to improvement in share price, which has translated into higher capital growth from share price appreciation.   |
| 4.  | Any plan to utilise the share premium of RM73 million and capital redemption reserve of RM31 million?              | With the introduction of the Companies Act 2016 on 31 January 2017, the concept of share premium has been abolished. Consequently, the amount standing to the credit of the share premium account and capital redemption reserve account shall become part of the Company's share capital. There is a transitional period of 24 months to utilise the amounts for specific purposes and we have not decided on the utilisation at this juncture. |