



MALAYSIA BUILDING SOCIETY BERHAD

(Incorporated in Malaysia)
Registration No. 197001000172 (9417-K)

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE 51st ANNUAL GENERAL MEETING ("AGM") of the Company will be held at Level 4, Menara MBSB Bank, Lot 12, Persiaran Barat, Seksyen 52, 46200 Petaling Jaya, Selangor ("Broadcast Venue") on Thursday, 17 June 2021 at 10.00 a.m. for the following purposes:

ORDINARY BUSINESS:

- To receive the Audited Financial Statements of the Company and of the Group for the financial year ended 31 December 2020 and Reports of the Directors and Auditors thereon.
- To declare a Single-Tier Final Dividend of 2.0 sen per ordinary share for the financial year ended 31 December 2020.
- To approve the payment of Directors' Fees payable to Directors for the period from the date of this AGM until the next AGM of the Company in 2022.
- To approve payment of benefits (excluding Directors' Fees) payable to Directors from the date of this AGM until the next AGM of the Company in 2022.
- To re-elect Tan Sri Azlan bin Mohd Zainol, who retire in accordance with Clause 90 of the Company's Constitution, and who being eligible offer himself for re-election.
- To re-elect Encik Sazalza Zainuddin, who retire in accordance with Clause 90 of the Company's Constitution, and who being eligible offer himself for re-election.
- To re-elect Dr. Loh Leong Hua, who retire in accordance with Clause 90 of the Company's Constitution, and who being eligible offer himself for re-election.
- To re-elect Ir. Moslim bin Othman, who retire in accordance with Clause 100 of the Company's Constitution, and who being eligible offer himself for re-election.
- To appoint Messrs. PricewaterhouseCoopers PLT as Auditors of the Company in place of the retiring auditors, Messrs. KPMG PLT for the financial year ending 31 December 2021 and to authorise the Directors to determine their remuneration.

SPECIAL BUSINESS:

To consider and if thought fit, to pass the following resolutions:-

10. Authority to allot and issue shares

"THAT subject always to the Companies Act, 2016 ("the Act"), the Constitution of the Company, the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and the approvals of the relevant government/regulatory authorities, where such approval is required, the Directors be and are hereby authorised and empowered pursuant to Section 75 of the Act, to allot and issue shares in the Company to such persons, at any time, and upon such terms and conditions and for such purposes as the Directors may, in their absolute discretion, deem fit provided that the aggregate number of shares to be issued does not exceed 10% of the total number of issued shares of the Company for the time being AND THAT the Directors be also empowered to obtain the approval from the listing of and quotation for the additional shares so issued on Bursa Malaysia Securities Berhad AND THAT such authority shall continue in force until the conclusion of the next AGM of the Company."

11. Allotment and issuance of new Ordinary Shares in MBSB ("MBSB Shares") in relation to the Dividend Reinvestment Plan that allows shareholders of MBSB ("Shareholders") to reinvest their dividend to which the dividend reinvestment plan applies, in new MBSB Shares ("Dividend Reinvestment Plan").

"THAT pursuant to the Dividend Reinvestment Plan as approved by the Shareholders at the Extraordinary General Meeting held on 10 December 2013, approval be and is hereby given to the Company to allot and issue such number of new MBSB Shares from time to time as may be required to be allotted and issued pursuant to the Dividend Reinvestment Plan until the conclusion of the next Annual General Meeting upon such terms and conditions and to such persons as the Directors, may in their absolute discretion, deem fit and in the interest of the Company PROVIDED:-

- THAT the issue price of the said new MBSB Shares shall be fixed by the Directors at a discount of not more than ten percent (10%) to the five (5)-day volume weighted average price ("VWAP") of MBSB Shares immediately prior to the price-fixing date, of which the VWAP shall be adjusted ex-dividend before applying the aforementioned discount in fixing the issue price.

AND THAT the Directors of the Company be and are hereby authorized to do all such acts and enter into all such transactions, arrangements and documents as may be necessary or expedient in order to give effect to the Dividend Reinvestment Plan with full power to assent to any conditions, modifications, variations and/or amendments to the terms of the Dividend Reinvestment Plan as the Directors may deem fit, necessary and/or expedient in the best interest of the Company or as may be imposed or agreed to by any relevant authorities or consequent upon the implementation of the said conditions, modifications, variations and/or amendments and to take all steps as it considers necessary in connection with the Dividend Reinvestment Plan."

- To transact any other ordinary business of which due notice shall have been given.

BY ORDER OF THE BOARD

KOH AI HOON (MAICSA 7006997)
Practising Certificate No.: 201908003748
TONG LEE MEE (MAICSA 7053445)
Practising Certificate No.: 201908001316
Company Secretaries

Kuala Lumpur
19 May 2021

Explanatory Notes:-

1. Item 1 of the Agenda – Audited Financial Statements for the financial year ended 31 December 2020

This Agenda is meant for discussion only, as the provision of Section 340(1)(a) of the Companies Act, 2016 does not require a formal approval of the shareholders for the Audited Financial Statements. Hence, this Agenda item is not put forward for voting.

2. Item 3 of the Agenda – (Ordinary Resolution 2 - Directors Fees payable to Directors)

The proposed fees to be paid to Directors for the period from the date of this AGM until the next AGM of the Company in 2022 is based on the following fee structure:-

MBSB

Fees per annum	(RM)	
	Chairman	Member
Directors	140,000	100,000
Audit Committee	30,000	20,000
Risk Management Committee	30,000	20,000
Nominating & Remuneration Committee	25,000	15,000
Restructuring Committee	25,000	15,000

MBSB Bank

Fees per annum	(RM)	
	Chairman	Member
Directors	140,000	100,000
Board Audit Committee	30,000	20,000
Board Risk Management & Compliance Committee	30,000	20,000
Board Nominating & Remuneration Committee	25,000	15,000
Board Investment & Credit Committee	30,000	20,000
Board Information Technology Oversight Committee	25,000	15,000

The details of the Directors fees paid for financial year ended 31 December 2020 are as follows:-

	MBSB	MBSB Bank
	Total (RM)	Total (RM)
Board members		
Tan Sri Abdul Halim bin Ali	140,000	140,000
Encik Lim Tian Huat	175,000	-
Ir. Moslim bin Othman	148,333	-
Puan Lynette Yeow Su-Yin	138,333	135,000
Puan Zaidatul Mazwin binti Idrus (50% Directors' Fees paid to EPF)	100,000	-
Encik Mohamad Abdul Halim bin Ahmad (Appointed on 2 March 2020)	116,667	-
Encik Aw Hong Boo	-	151,667
Encik Sazalza Zainuddin (50% Directors' Fees paid to EPF)	-	120,000
Datuk Johar bin Che Mat	-	155,000
Tunku Alina Binti Raja Muhd Alias	-	140,000
Datuk Azrulnizam bin Abdul Aziz	-	132,500
Dr. Loh Leong Hua	-	162,500
Encik Kamarulzaman bin Ahmad	-	140,833
Encik Arul Sothy S Mylvaganam (Appointed on 5 May 2020)	-	93,333
TOTAL	818,333	1,370,833

3. Item 4 of the Agenda – (Ordinary Resolution 3 – Benefits payable to Directors)

The details of the benefits payable to Directors are as follows:-

Board Meeting Allowance	RM3,000.00 per meeting
General Meeting Allowance	RM3,000.00 per meeting
Board Committee Meeting Allowance	RM2,000.00 per meeting
Any other meeting allowances (where the Directors are invited to attend)	RM2,000.00 per meeting
Other benefits	Chairman's Car, medical coverage, travel, communication and other claimable benefits

Notes:

- The benefits payable to the Directors comprise allowances and other emoluments payable to the member of the Board, Board of subsidiaries and Board Committees.
- The total amount of benefits payable to the Directors is estimated up to RM2,700,000 from date of this AGM until the next AGM in 2022 based on the estimated number of 215 meetings.

4. Item 9 of the Agenda – (Ordinary Resolution 8 – Appointment of Auditor)

The Audit Committee and the Board have agreed to change the audit firm periodically for MBSB and its subsidiaries as good corporate governance practice and have recommended Messrs. PricewaterhouseCoopers PLT be appointed as the auditors of MBSB and its subsidiaries in place of the retiring auditors, Messrs. KPMG PLT for the financial year ending 31 December 2021, subject always to the approval from the Regulators and Shareholders. Messrs. PricewaterhouseCoopers PLT has given their consent to act as statutory auditors of the Company, a copy of which is annexed hereto and marked as "Annexure 1".

5. Item 10 of the Agenda – (Ordinary Resolution 9 – Authority to allot and issue shares)

The Proposed Ordinary Resolution 9, if passed, will give powers to the Directors to issue new ordinary shares in the capital of the Company up to an aggregate amount not exceeding 10% of the total number of issued shares of the Company for the time being without having to convene a general meeting. This authority, unless revoked or varied at a general meeting, will expire at the next AGM.

The purpose of the proposed mandate from shareholders is to provide MBSB the flexibility to undertake any share issuance during the financial year that is not material in nature under exceptional circumstances i.e. in the event that any capital management requirement to meet the prudential compliance capital leverage ratio or strategic opportunities involving equity deals which may require the Company to allot and issue new shares on urgent basis and which is only to be undertaken if the Board considers it to be in the best interest of the Company.

6. Item 11 of the Agenda – (Ordinary Resolution 10 – To allot and issue shares in relation to the Dividend Reinvestment Plan)

Dividend Reinvestment Plan ("DRP") is a capital management tool that would strengthen the Company's capital position. The reinvestment of dividend entitlements by shareholders for new Company shares will enlarge the Company's share capital and strengthen its capital position for future growth. Under the DRP, the cash that would otherwise be paid out by way of dividend will be preserved to fund the working capital and/or capital funding requirements of the Group and the Company.

The proposed Ordinary Resolution 10, if passed, will empower the Directors of the Company to issue new ordinary shares pursuant to the terms and conditions of the Company's DRP which are contained in the DRP Statement set out in Appendix I to the Circular to Shareholder dated 25 November 2013 (as may be amended in accordance with the provisions of the said DRP).

The authority conferred by such renewed mandate/authority will be effective from the date of the forthcoming AGM and unless revoked or varied at a general meeting, will expire at the next AGM.

IMPORTANT NOTICE

The Broadcast Venue is strictly for the purpose of complying with Section 327(2) of the Companies Act 2016 which requires the Chairperson of the meeting to be present at the main venue of the meeting.

Shareholders are to attend, speak (including posing questions to the Board via real time submission of typed texts) and vote (collectively, "participate") remotely at the 51st AGM via the Remote Participation and Voting facilities ("RPV") provided by Tricor Investor & Issuing House Services Sdn. Bhd. ("Tricor") via its TIH Online website at <https://tiah.online>. Please follow the procedures in the Administrative Guide in order to participate remotely via RPV.

Notes:-

- For the purpose of determining a member who shall be entitled to attend this AGM, the Company shall be requesting Bursa Malaysia Depository Sdn Bhd in accordance with Clause 61(2) of the Company's Constitution and Section 34(1) of the Securities Industry (Central Depositories) Act, 1991, to issue a General Meeting Record of Depositors as at 9 June 2021. Only a depositor whose name appears on the Record of Depositors as at 9 June 2021 shall be entitled to attend the said meeting or appoint proxies to attend and/or vote on his/her behalf.
- A member shall be entitled to appoint another person as his proxy. There shall be no restriction as to the qualification of the proxy. A proxy appointed to attend and vote at a meeting of a company shall have the same rights as the member to attend, participate, speak and vote at the meeting.
- In the case of a corporate body, the proxy appointed must be in accordance with its constitution, if any, and the instrument appointing a proxy shall be given under the company's common seal or under the hand of an officer or attorney duly authorised.
- Where a member appoints more than one (1) proxy, the appointment shall be invalid unless he specifies the proportion of his holdings to be represented by each proxy.
- Where a member of the company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account"), there is no limit to the number of proxies which the exempt authorized nominee may appoint in respect of each omnibus account it holds. An exempt authorized nominee refers to an authorised nominee defined under the Securities Industry (Central Depositories) Act 1991 ("SICDA") which is exempted from compliance with the provisions of subsection 25A(1) of SICDA.
- To be valid, the duly completed instrument appointing a proxy must be deposited at the Share Registrar's office at Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No.8 Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia or its Customer Service Centre at Unit G-3, Ground Floor, Vertical Podium, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur or alternatively, to submit your electronic Proxy Form via TIH Online at <https://tiah.online> not less than 48 hours before the time fixed for holding the meeting. Please refer to the Administrative Guide for submission of electronic Proxy Form.
- As no shareholders should be physically present at the Broadcast Venue, we urge all shareholders to attend the 51st AGM remotely using the Remote Participation and Voting ("RPV") facilities which are available on Tricor Investor & Issuing House Services Sdn Bhd ("Tricor")'s TIH Online website at <https://tiah.online>. Please follow the procedures provided in the Administrative Guide.

STATEMENT ACCOMPANYING THE NOTICE OF ANNUAL GENERAL MEETING PURSUANT TO PARAGRAPH 8.27(2) OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

- The details of the Directors who are standing for re-election at the 51st Annual General Meeting of the Company are disclosed under the Directors' Profile of the Integrated Annual Report 2020. The details of their interest in securities of MBSB are set out in page 373 of the Integrated Annual Report.
- The Proposed Ordinary Resolution 9 is a renewal mandate for issue of securities. As at the date of this Notice, no new shares were issued pursuant to the general mandate granted to the Directors at the last AGM held on 30 June 2020.



The Board of Directors
Malaysia Building Society Berhad
Tingkat 11, Wisma MBSB
No 48, Jalan Dungun
Damansara Height
50748 Kuala Lumpur
WP Kuala Lumpur

5 May 2021

Ref: PwC/OCC/JL/00230122

Dear Sirs,

In compliance with Section 264(5) of the Companies Act 2016, we hereby give notice of our consent to act as auditors of Malaysia Building Society Berhad ("the Company").

We also give notice of our continuing consent to act as auditors of the Company for future years until such time as we give notice, in writing, of our resignation as auditors of the Company.

Yours faithfully,

PRICEWATERHOUSECOOPERS PLT
LLP0014401-LCA & AF 1146
Chartered Accountants

ONG CHUAN CHUAN
02907/11/2021 J
Chartered Accountant