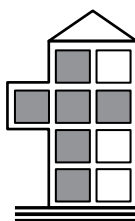


**THIS CIRCULAR IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.**

IF YOU ARE IN ANY DOUBT AS TO THE COURSE OF ACTION TO BE TAKEN, YOU SHOULD CONSULT YOUR STOCKBROKER, BANK MANAGER, SOLICITOR, ACCOUNTANT OR OTHER PROFESSIONAL ADVISER IMMEDIATELY.

Bursa Malaysia Securities Berhad (“Bursa Securities”) has not perused this Circular before its issuance as it is prescribed as an exempt Circular.

Bursa Securities takes no responsibility for the contents of this Circular, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this Circular.



**Talam Transform Berhad**

[Company Registration No. 192001000012 (1120-H)]  
(Incorporated in Malaysia)

**CIRCULAR TO SHAREHOLDERS**

**IN RELATION TO THE**

**PROPOSED RENEWAL OF EXISTING SHAREHOLDERS' MANDATE FOR RECURRENT  
RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE**

The Notice of the 96th Annual General Meeting (“AGM”) of Talam Transform Berhad (“TTB”) will be held fully virtual via online meeting platform of Securities Services e-Portal (“SS e-Portal”) at <https://sshbsb.net.my/> provided by SS E Solutions Sdn Bhd (“SSES”) in Malaysia on Wednesday, 29 September 2021 at 11.30 a.m., or at any adjournment thereof, by using the remote participation and voting (“RPV”) facilities provided by SSES. Members/Proxies are advised to follow the procedures provided in the Administrative Guide for this AGM in order to register, participate and vote remotely via the RPV facilities provided by SSES.

The appointment of proxy/proxies may be made via hardcopy or by electronic means. If the appointment of proxy/proxies is to be made in a hardcopy form, the Form of Proxy which is enclosed in the Annual Report 2021 of TTB must be deposited at the SSES’s office at Level 7, Menara Milenium, Jalan Damansara, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan, Malaysia. If the appointment of proxy/proxies is to be made electronically, the submission must be made via the SS e-Portal, by fax to +603-20949940 or by email to [eservices@sshbsb.com.my](mailto:eservices@sshbsb.com.my). All submission of the Form of Proxy must be made not later than Monday, 27 September 2021 at 11.30 a.m.

This Circular is dated 30 August 2021

## DEFINITIONS

Unless where the context otherwise requires, the following definitions shall apply throughout this Circular:-

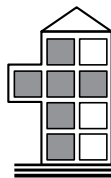
"Act"	:	Companies Act 2016 as amended from time to time and any re-enactment thereof
"AGM"	:	Annual General Meeting
"Board"	:	Board of Directors of TTB
"Bursa Securities"	:	Bursa Malaysia Securities Berhad [Company Registration No. : 200301033577 (635998-W)]
"Director"	:	The meaning given in Section 2(1) of the Capital Markets and Services Act 2007 and includes any person who is or was within the preceding 6 months of the date on which the terms of the transaction were agreed upon, a Director of TTB or any other company which is its subsidiary or holding company or a chief executive officer of TTB, its subsidiary or holding company
"Listing Requirements"	:	Main Market Listing Requirements of Bursa Securities including any amendment thereto that may be made from time to time
"Major Shareholder"	:	<p>A person who has an interest or interests in one or more voting shares in the Company and the nominal amount of that share, or the aggregate of nominal amounts of those shares, is:-</p> <p>(a) 10% or more of the total number of the voting shares in the Company; or</p> <p>(b) 5% or more of the total number of the voting shares in the Company where such person is the largest shareholder of the Company.</p> <p>For the purpose of this definition, "interest in shares" shall have the meaning given in Section 8 of the Act</p> <p>This includes any person who is or was within the preceding 6 months of the date on which the terms of the transaction were agreed upon, a major shareholder of the Company as defined above (or any other company which is its subsidiary or holding company)</p>
"NA"	:	Net assets
"Proposed Shareholders' Mandate"	:	Proposed renewal of existing shareholders' mandate for Recurrent RPT to be entered into by TTB Group from the date of the forthcoming AGM until the next AGM
"PPBSB"	:	Pengurusan Projek Bersistem Sdn Bhd [Company Registration No.: 198401016063 (128619-V)]
"Person(s) Connected"	:	In relation to a Director or a Major Shareholder, means such person who falls under any one of the following categories:-

## DEFINITIONS (Cont'd)

		<ul style="list-style-type: none"> <li>(a) a family member of the Director or Major Shareholder;</li> <li>(b) a trustee of a trust (other than a trustee for a share scheme for employees or pension scheme) under which the Director, Major Shareholder or a family member of the Director or Major Shareholder, is the sole beneficiary;</li> <li>(c) a partner of the Director or Major Shareholder;</li> <li>(d) a person, or where the person is a body corporate, the body corporate or its directors, who is/are accustomed or under an obligation, whether formal or informal, to act in accordance with the directions, instructions or wishes of the Director or Major Shareholder;</li> <li>(e) a person, or where the person is a body corporate, the body corporate or its directors, in accordance with whose directions, instructions or wishes the Director or Major Shareholder is accustomed or is under an obligation, whether formal or informal, to act;</li> <li>(f) a body corporate in which the Director or Major Shareholder, or persons connected with him are entitled to exercise, or control the exercise of, not less than 20% of the votes attached to voting shares in the body corporate;</li> <li>(g) a body corporate which is a related corporation of the Director or Major Shareholder</li> </ul>
"Recurrent RPT"	:	Related Party Transactions involving recurrent transactions of a revenue or trading nature which are necessary for TTB and/or its subsidiaries' day-to-day operations and are in the ordinary course of business of the Group
"Related Parties"	:	A Director, Major Shareholder or person connected with such Director or Major Shareholder
"Related Party Transaction"	:	A transaction entered into by TTB or its subsidiaries which involves the interest, direct or indirect, of a Related Party
"RM" and "sen"	:	Ringgit Malaysia and sen respectively
"Shareholders' Mandate"	:	A shareholders' general mandate pursuant to Paragraph 10.09 of the Listing Requirements
"Substantial Shareholder"	:	A person who has interest in one or more voting shares in the company and the number or the aggregate number of such shares, is not less than 5% of the total number of all the voting shares in the Company, as defined under Section 136 of the Act
"TTB" or "the Company"	:	Talam Transform Berhad [Company Registration No.: 192001000012 (1120-H)]
"TTB Group"	:	TTB and its subsidiaries
"TTB Share(s)"	:	Ordinary share(s) in TTB
"TSDCAC"	:	Tan Sri Dato' (Dr) Ir Chan Ah Chye @ Chan Chong Yoon, a Director and Major Shareholder of TTB

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## **Talam Transform Berhad**

[Company Registration No. 192001000012(1120-H)]  
(Incorporated in Malaysia)

### **Registered Office: -**

Unit 17.02, Level 17  
Menara Maxisegar  
Jalan Pandan Indah 4/2  
Pandan Indah  
55100 Kuala Lumpur

30 August 2021

### **Directors:-**

Mr Tsen Keng Yam (*Chairman/Senior Independent Non-Executive Director*)  
Tan Sri Dato' (Dr) Ir Chan Ah Chye @ Chan Chong Yoon (*Non-Independent Non-Executive Director*)  
Dato' Kamaruddin Bin Mat Desa (*Independent Non-Executive Director*)  
Datuk Dr Ng Bee Ken (*Independent Non-Executive Director*)  
Ms Chua Kim Lan (*Executive Director*)  
Mr Yaw Chun Soon (*Executive Director*)  
Mr Chan Tet Eu (*Executive Director*)

### **To:- The Shareholders of TTB**

Dear Sir/Madam,

### **PROPOSED RENEWAL OF EXISTING SHAREHOLDERS' MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE**

#### **1. INTRODUCTION**

At the AGM held on 29 September 2020, the shareholders of TTB had approved the general mandate for TTB and its subsidiaries to enter into Recurrent RPT. As the Shareholders' Mandate is subject to annual renewal, any authority conferred shall only continue to be in force until the conclusion of the forthcoming 96th AGM unless the approval is sought from shareholders of TTB for the renewal of the Shareholders' Mandate.

In view of the authority expiring at the conclusion of the forthcoming AGM of TTB, which will be held on Wednesday, 29 September 2021, the Company had on 26 August 2021 announced that it shall seek the approval of the shareholders of TTB for the Proposed Shareholders' Mandate at the forthcoming AGM.

The purpose of this Circular is to provide you with the relevant information on the Proposed Shareholders' Mandate and to seek your approval for the ordinary resolutions pertaining to the Proposed Shareholders' Mandate to be tabled at the forthcoming AGM.

The Notice of the AGM is set out in the Annual Report 2021 of the Company.

## **2. DETAILS OF THE PROPOSED SHAREHOLDERS' MANDATE**

The principal activities of TTB are provision of management services, investment holding and property development while its subsidiaries are involved in property development, investment holding, property investment and management, provision of management services, construction, money lending and agriculture.

The Board wishes to seek the approval from the shareholders of TTB for the Proposed Shareholders' Mandate which would enable the TTB Group, in its ordinary course of business, to enter into transactions with the classes of the Related Parties as set out in Section 2.4 below, provided that such transactions are in the ordinary course of business and undertaken at arms' length, on normal commercial terms of the TTB Group which are not more favourable to the Related Parties than those generally available to the public and are not to the detriment of the minority shareholders.

### **2.1 Listing Requirements**

Under Part E, Paragraph 10.09 of the Listing Requirements, a listed issuer may seek a Shareholders' Mandate for the Recurrent RPT subject to the following:-

- (a) The transactions are in the ordinary course of business and are on terms not more favourable to the Related Parties than those generally available to the public (where applicable);
- (b) The Shareholders' Mandate is subject to annual renewal and disclosure is made in the annual report of the aggregate value of transactions conducted pursuant to the Shareholders' Mandate during the financial year where the aggregate value is equal to or more than the threshold prescribed below in relation to a listed issuer with share capital of RM60 million and above:-
  - (i) the consideration, value of the assets, capital outlay or costs of the Recurrent RPT is RM1 million or more; or
  - (ii) the percentage ratio of such Recurrent RPT is 1% or more,whichever is the higher;
- (c) The issuance of circular to shareholders for the Shareholders' Mandate includes the information as may be prescribed by Bursa Securities. The draft circular must be submitted to Bursa Securities together with a checklist showing compliance with such information;
- (d) In a meeting to obtain the shareholders' mandate, the interested Director, interested Major Shareholder or interested person connected with a Director or Major Shareholder and where it involves the interest of an interested person connected with a Director or Major Shareholder, such Director or Major Shareholder, must not vote on the resolution to approve the transactions. An interested Director or interested Major Shareholder must ensure that persons connected with him abstain from voting on the resolution approving the transactions; and
- (e) The listed issuer immediately announces to Bursa Securities when the actual value of a Recurrent RPT entered into by the Company, exceeds the estimated value of the Recurrent RPT disclosed in the circular by 10% or more and must include the information as may be prescribed by Bursa Securities in its announcement.

### **2.2 Validity Period of the Proposed Shareholders' Mandate**

The authority to be conferred pursuant to the Proposed Shareholders' Mandate, if approved by the shareholders, shall take effect from the passing of the ordinary resolutions proposed at the forthcoming AGM and shall continue to be in force until:-

- (a) the conclusion of the next AGM of the Company following the general meeting at which such mandate was passed at which time it will lapse, unless by a resolution passed at a general meeting, the authority is renewed; or
- (b) the expiration of the period within which the next AGM after that date is required to be held pursuant to Section 340(2) of the Act (but shall not extend to such extension as may be allowed pursuant to Section 340(4) of the Act); or
- (c) revoked or varied by resolution passed by the shareholders of the Company in a general meeting;

whichever is the earlier.

The validity period of the Shareholders' Mandate will, if approved by the shareholders at the forthcoming AGM, apply in respect of the Recurrent RPT entered or to be entered into as stipulated in Section 2.4 below. The estimated annual amounts of the transactions are based on the value of the transactions entered into during the validity period of the Shareholders' Mandate. However, the actual value of transactions may vary from the estimated value disclosed in Section 2.4, in light of the changing economic and competitive environment.

### 2.3 Disclosure in the Annual Report

Disclosure will be made in the Company's annual report for the year 2022 of the actual aggregate value of transactions as set out in Section 2.4 contemplated pursuant to the Proposed Shareholders' Mandate during the financial year, based on the following information:-

- (a) the type of the Recurrent RPT made; and
- (b) the names of the Related Parties involved in each type of the Recurrent RPT made and their relationship with the Company.

### 2.4 Proposed Shareholders' Mandate

The Proposed Shareholders' Mandate will apply to Recurrent RPT with the following classes of Related Parties whose details are as follow:-

No	TTB Group with the following Related Party	Nature of Transaction	Interested Related Party	Estimated value during the validity of the Proposed Shareholders' Mandate <sup>*1</sup> (RM'000)
(1)	Directors of TTB and Persons Connected to them	Purchase of land or land based properties at the existing and future development projects of the TTB Group in the ordinary course of business of not more than 10% of any one of the percentage ratios in the Listing Requirements	TSDCAC Tsen Keng Yam Dato' Kamaruddin Bin Mat Desa Datuk Dr Ng Bee Ken Chua Kim Lan ("CKL") Yaw Chun Soon ("YCS") Chan Tet Eu ("CTE")	Note <sup>*2</sup>

No	TTB Group with the following Related Party	Nature of Transaction	Interested Related Party	Estimated value during the validity of the Proposed Shareholders' Mandate <sup>*1</sup> (RM'000)
(2)	PPBSB	Provision of revolving credit facilities by PPBSB inclusive of interest	TSDCAC <sup>(a)</sup> Puan Sri Datin Thong Nyok Choo ("PSDTNC") <sup>(a)</sup> CTE <sup>(a)</sup> Chan Siu Wei ("CSW") <sup>(a)</sup>	10,000
(3)	TSDCAC and PSDTNC	Reimbursement of costs for advances provided to TTB Group by TSDCAC and PSDTNC	TSDCAC <sup>(b)</sup> PSDTNC <sup>(b)</sup> CTE <sup>(b)</sup> CSW <sup>(b)</sup>	5,000
(4)	Wonderful Insights Sdn Bhd ("WISB")	Provision of project management services by TTB Group to WISB	YCS <sup>(c)</sup> CKL <sup>(d)</sup>	3,000
(5)	WISB	Procurement of construction contracts <sup>*3</sup> from WISB	YCS <sup>(c)</sup> CKL <sup>(d)</sup>	Note <sup>*4</sup>

**Notes: -**

<sup>\*1</sup> The estimated values set out above are based on management estimates. Due to the nature of the transactions, the actual values of the transactions may vary from the estimated values due to the changes in inter-alia, market conditions and market prices. Disclosure will be made in the 2022 Annual Report of the Company on the breakdown of the actual aggregate value of the transactions made pursuant to the shareholders' mandate during the financial year.

<sup>\*2</sup> The Directors, Major Shareholders and/or persons connected with them who would be purchasing the properties sold by TTB Group could not be ascertained at this juncture. The estimated value of this category of transactions cannot be ascertained given the various types of properties sold by TTB Group. However, in accordance with paragraph 3.3 of PN12 of the Listing Requirements, any one of the percentage ratios for the transactions shall not exceed 10%.

<sup>\*3</sup> Construction contracts include piling works, building construction, mechanical and electrical services and infrastructure works.

<sup>\*4</sup> May exceed 5% of the percentage ratio of Paragraph 10.02(g) of the Bursa Securities Main Market Listing Requirements. The estimated value of transactions cannot be determined at this stage.

**Nature of relationship of TTB Group with the Interested Related Party as at 2 August 2021**

(a) TSDCAC is a Director and Major Shareholder of TTB. PSDTNC, the spouse of TSDCAC and a Major Shareholder of TTB, is a Director of PPBSB. TSDCAC and PSDTNC are Substantial Shareholders of PPBSB through their direct and deemed interest in PPBSB.

CTE, the son of TSDCAC and PSDTNC is a Director and Major Shareholder of TTB. CSW, the daughter of TSDCAC and PSDTNC is a Major Shareholder of TTB. CTE and CSW are also Directors of PPBSB and have deemed interest in PPBSB.

(b) TSDCAC is a Director and Major Shareholder of TTB. PSDTNC, the spouse of TSDCAC is a Major Shareholder of TTB. CTE and CSW have deemed interest in the direct and indirect interest of TSDCAC and PSDTNC.



- (c) YCS is a Director and Shareholder of TTB. YCS is also a Director and Substantial Shareholder of WISB.
- (d) CKL is a Director and Shareholder of TTB. Her spouse, Chin Chee Meng is a Substantial Shareholder of WISB.

## 2.5 Existing Shareholders' Mandate

Details of the Recurrent RPT of which the mandate was received during the previous AGM and actual value transacted amount are set out below:-

No	TTB Group with the following Related Party	Nature of Transaction	Estimated value of Transactions as disclosed in the preceding year's Circular to Shareholders dated 28 August 2020 (RM'000)	Actual value incurred from 29 September 2020 to 2 August 2021, being the latest practicable date before the printing of this Circular (RM'000)
(1)	Directors of TTB and Persons Connected to them	Purchase of land or land based properties at the existing and future development projects of the TTB Group in the ordinary course of business of not more than 10% of any one of the percentage ratios in the Listing Requirements	Note <sup>*2</sup>	Nil
(2)	PPBSB	Provision of revolving credit facilities by PPBSB inclusive of interest	10,000	3,732
(3)	TSDCAC and PSDTNC	Reimbursement of costs for advances provided to TTB Group by TSDCAC and PSDTNC	5,000	Nil
(4)	WISB	Provision of project management services by TTB Group to WISB	3,000	Nil
(5)	WISB	Procurement of construction contract from WISB	Note <sup>*4</sup>	8,398

## 2.6 Pricing

The terms of the pricing of the above Recurrent RPT are consistent with the TTB Group's usual business pricing practices and policies.

At least 2 other contemporaneous transactions with unrelated third parties for similar products/services and/or quantities will be used as comparison, wherever possible, to determine whether the price and terms offered to/by the Related Parties are fair and reasonable and comparable to those offered to/by other unrelated third parties for the same or substantially similar type of products/services and/or quantities.

In the event that quotation or comparative pricing from unrelated third parties cannot be obtained, the transaction price will be determined by the Group based on those offered by/to other unrelated third parties for the same or substantially similar type of transaction to ensure that the Recurrent RPT is not detrimental to the TTB Group.

## **2.7 Review Procedures for the Recurrent RPT**

There are procedures established by the Group to ensure that Recurrent RPT are undertaken on an arm's length basis and on the Group's normal commercial terms, consistent with the Group's usual business practices and policies, which are generally not more favourable to the Related Parties than those generally available to the public and are not detrimental to the interests of the minority shareholders of TTB.

Tenders are called upon for the award of construction contracts in connection with property development projects. The tenderers are selected based on the Group's past experiences and/or their historical track records. Tenders are evaluated and reviewed by professional consultants and are selected based on competitive pricing as well as the technical and financial capabilities of the tenderers. The Management will review and evaluate the findings of the professional consultants and propose to the Tender Committee, which comprises of Executive Directors of the Board and senior management staff, for review and approval of a final tender for the project.

In addition, the TTB Group has implemented the following procedures to supplement the above procedures:-

- (i) A list of Related Parties was circulated to the Directors and Management of the Company and its subsidiaries to notify that all Recurrent RPT are required to be undertaken on an arm's length basis and on normal commercial terms and on terms not more favourable to the Related Parties than those generally available to the public and are not detrimental to the interests of the minority shareholders;
- (ii) All Recurrent RPT are reviewed by the Audit Committee of the Company;
- (iii) A register is being maintained by the Company to record all Recurrent RPT which are entered into pursuant to the Proposed Shareholders' Mandate;
- (iv) The annual internal audit plan has incorporated a review of all Recurrent RPT entered into pursuant to the Proposed Shareholders' Mandate to ensure that the relevant approvals have been obtained and the review procedures in respect of such transactions are adhered to;
- (v) The Board and the Audit Committee have reviewed the internal audit reports to ascertain that the guidelines and procedures established to monitor Recurrent RPT have been complied with and the review is done at every quarter together with the review of quarterly results; and
- (vi) The Board and the Audit Committee shall review the procedures as and when required, with the authority to sub-delegate to individuals or committees within the Company as they deem appropriate. If a member of the Board or Audit Committee has an interest in the transaction to be reviewed by the Board or the Audit Committee as the case may be, he will abstain from any decision making by the Board or the Audit Committee in respect of that transaction.

## **2.8 Audit Committee Statement**

The Audit Committee of the Company has seen and reviewed the procedures mentioned in Section 2.7 above and is of the view that the said procedures are sufficient to ensure that the Recurrent RPT are not more favourable to the Related Parties than those generally available to the public and are not detrimental to the interests of the minority shareholders.

The Audit Committee of the Company is also of the view that the Group has in place adequate procedures and processes to monitor, track and identify Recurrent RPT in a timely and orderly manner. The Audit Committee's review of the procedures will be conducted on a quarterly basis together with the review of quarterly results, or such frequency as the Audit Committee considers appropriate having regard to the value and the frequency of the related party transactions.

## **2.9 Guidelines on Thresholds of Authority**

There are no specific thresholds for approval of Recurrent RPT within the TTB Group. All Recurrent RPT are reviewed and authorised by personnel of at least senior managerial level, provided always that such personnel has no interest in the transaction and the said transaction has been approved pursuant to the shareholders' mandate obtained in the general meeting for the Recurrent RPT.

## **3. AMOUNT DUE AND OWING TO TTB GROUP BY RELATED PARTIES**

As at 2 August 2021, there was no outstanding amount due and owing to TTB Group by the Related Parties under the Existing Shareholders' Mandate which has exceeded the credit term.

## **4. RATIONALE FOR THE PROPOSED SHAREHOLDERS' MANDATE**

The Recurrent RPT envisaged under the Proposed Shareholders' Mandate are in the ordinary course of business of the TTB Group and are undertaken at arms' length, on normal commercial terms of the TTB Group which are not more favourable to the Related Parties than those generally available to the public and are not to the detriment of the minority shareholders.

The Proposed Shareholders' Mandate and the subsequent renewal of the Shareholders' Mandate on an annual basis would eliminate the need to convene separate general meetings from time to time to seek shareholders' approval as and when potential recurrent transactions with Related Parties arise, thereby reducing the time and expenses in convening such meetings without compromising the corporate objectives and adversely affecting business opportunities available to the Group.

In addition, the TTB Group has long-standing business relationships with the Related Parties. The Related Parties have a proven track record of performance and have supported the Group for a long time.

The Group is principally involved in property development. The sale of properties by the Group to the Related Parties is in the ordinary course of business which will generate revenue and cash flow to the Group. On the other hand, purchase of properties by the Related Parties reflects their confidence in and commitment to the Group's own property development projects.

## **5. FINANCIAL EFFECTS OF THE PROPOSED SHAREHOLDERS' MANDATE**

The Proposed Shareholders' Mandate is not expected to have any effect on the issued share capital of TTB and its substantial shareholders' shareholdings, NA and earnings per share of TTB Group.

## **6. APPROVALS REQUIRED**

The Proposed Shareholders' Mandate is subject to the approval of the shareholders of TTB at the forthcoming AGM.

## 7. DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS

The Directors, Major Shareholders and/or persons connected with them who are interested in the Recurrent RPT are disclosed in Section 2.4 above. Their direct and indirect shareholdings in the Company based on the Register of Substantial Shareholders and the Register of Directors' shareholdings as at 2 August 2021 are as follows:-

Related Party	Nature of interest	Number of ordinary shares held as at 2 August 2021			
		Direct	% <sup>*7</sup>	Indirect	% <sup>*7</sup>
TSDCAC	Director <sup>*2</sup> and Major Shareholder	1,007,710,694	23.47	258,760,772 <sup>*1</sup>	6.03
Tsen Keng Yam	Director <sup>*2</sup>	-	-	-	-
Dato' Kamaruddin Bin Mat Desa	Director <sup>*2</sup>	-	-	-	-
Datuk Dr Ng Bee Ken	Director <sup>*2</sup>	-	-	-	-
CKL	Director <sup>*2</sup>	90,039	0.002	28,125 <sup>*3</sup>	0.001
YCS	Director <sup>*2</sup>	445,000	0.01	-	-
CTE	Director <sup>*2</sup> and Major Shareholder	-	-	1,266,471,466 <sup>*4</sup>	29.50
PSDTNC	Major Shareholder and Person Connected to TSDCAC, CTE and CSW	600,145	0.01	1,265,871,321 <sup>*5</sup>	29.49
CSW	Major Shareholder and Person Connected to TSDCAC, CTE and PSDTNC	3,259,950	0.07	1,263,211,516 <sup>*6</sup>	29.43
PPBSB	Person Connected to TSDCAC, CTE, PSDTNC and CSW	21,000,404	0.49	-	-

### Notes:-

<sup>\*1</sup> Held through his spouse, PSDTNC, his daughter, CSW and deemed interested by virtue of his interest in PPBSB, Sze Choon Holdings Sdn Bhd ("SCHSB") and Jejak Progresif Sdn Bhd ("JPSB") pursuant to Section 59(11)(c) and Section 8 of the Act respectively

For information purposes, the shareholding and percentage of SCHSB and JPSB as at 2 August 2021 are 3,900,273 TTB Shares (0.09%) and 230,000,000 TTB Shares (5.36%) respectively

<sup>\*2</sup> Director of TTB

<sup>\*3</sup> Held through her spouse, Chin Chee Meng pursuant to Section 59(11)(c) of the Act

<sup>\*4</sup> Deemed interested through his father, TSDCAC, his mother, PSDTNC, his sister, CSW and by virtue of his interest in PPBSB, SCHSB and JPSB pursuant to Section 8 of the Act

<sup>\*5</sup> Deemed interested through her spouse, TSDCAC, her daughter, CSW and by virtue of her interest in PPBSB, SCHSB and JPSB pursuant to Section 8 of the Act

<sup>\*6</sup> *Deemed interested through her father, TSDCAC, her mother, PSDTNC and by virtue of her interest in PPBSB, SCHSB and JPSB pursuant to Section 8 of the Act*

<sup>\*7</sup> *Percentage of shareholding based on the total number of voting shares of TTB as at 2 August 2021 is 4,292,643,762*

Other than disclosed in Section 2.4 above, none of the other Directors and/or Major Shareholders of the Company have any interest, direct or indirect, in the Proposed Shareholders' Mandate. In addition, insofar as the Directors are aware of, none of the persons connected to the Directors and/or Major Shareholders of the Company have any interest, direct or indirect, in the Proposed Shareholders' Mandate.

All the interested Directors have abstained and will continue to abstain from all deliberations and voting on the Proposed Shareholders' Mandate involving their respective interest at the relevant meetings of the Board.

The interested Directors, interested Major Shareholders (as stated in the aforesaid table) will abstain from voting in respect of their direct and indirect shareholdings in the Company on the ordinary resolutions pertaining to the Proposed Shareholders' Mandate to be tabled at the forthcoming AGM. The interested Directors and Major Shareholders have undertaken that they shall ensure that the persons connected with them will abstain from voting in respect of their direct and indirect shareholdings on the ordinary resolutions in respect of the Proposed Shareholders' Mandate at the forthcoming AGM.

## **8. DIRECTORS' RECOMMENDATION**

Your Board (with the exception of TSDCAC, CTE, CKL and YCS, who have abstained from making any opinions in respect of the ordinary resolutions in which they have interest in relation to the Proposed Shareholders' Mandate) is of the opinion that the Proposed Shareholders' Mandate are reasonable and in the best interest of the Company. Accordingly, your Board (with the exception of TSDCAC, CTE, CKL and YCS) recommends that you vote in favour of the ordinary resolutions pertaining to the Proposed Shareholders' Mandate to be tabled at the forthcoming AGM.

All the Directors have abstained from making an opinion and any recommendation on the entry into the Recurrent RPT for item (1) of Section 2.4 above of the Proposed Shareholders' Mandate permitting TTB Group to enter into the Recurrent RPT from the date of the forthcoming 96th AGM until the next AGM.

## **9. AGM**

The ordinary resolutions on the Proposed Shareholders' Mandate is set out as Special Business in the Notice of the AGM contained in the Annual Report 2021 of TTB, which is being sent to you together with this Circular.

The AGM will be held fully virtual via online meeting platform of Securities Services e-Portal ("SS e-Portal") at <https://sshbsb.net.my/> provided by SS E Solutions Sdn Bhd ("SSESB") in Malaysia on Wednesday, 29 September 2021 at 11.30 a.m., or at any adjournment thereof, by using the remote participation and voting ("RPV") facilities provided by SSESB. Members/Proxies are advised to follow the procedures provided in the Administrative Guide for this AGM in order to register, participate and vote remotely via the RPV facilities provided by SSESB.

The appointment of proxy/proxies may be made via hardcopy or by electronic means. If the appointment of proxy/proxies is to be made in a hardcopy form, the Form of Proxy which is enclosed in the Annual Report 2021 of TTB must be deposited at the SSESB's office at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan, Malaysia. If the appointment of proxy/proxies is to be made electronically, the submission must be made via the SS e-Portal, by fax to +603-20949940 or by email to [eservices@sshbsb.com.my](mailto:eservices@sshbsb.com.my). All submission of Form of Proxy must be made not later than Monday, 27 September 2021 at 11.30 a.m.

**10. FURTHER INFORMATION**

Shareholders are requested to refer to Appendix I for additional information.

Yours faithfully  
For and on behalf of the Board of  
**TALAM TRANSFORM BERHAD**

**TSEN KENG YAM**  
**Chairman/Senior Independent Non-Executive Director**

**FURTHER INFORMATION****1. Responsibility Statement**

This Circular has been seen and approved by the Board and its members have collectively and individually accepted full responsibility for the accuracy of the information given and confirm that, after making all reasonable enquiries to the best of their knowledge and belief, there are no other facts, the omission of which would make any statement in this Circular misleading.

**2. Material Contracts**

Save as disclosed below, neither the Company nor any of the subsidiaries have entered into any contracts which are or may be material (not being contracts entered into in the ordinary course of business of the Company or any of the subsidiaries) during the 2 years immediately preceding the date of this Circular:-

- (i) On 23 January 2019, Europlus Berhad (“EB”), a wholly-owned subsidiary of TTB has entered into an agreement (“Agreement”) with Setiatiwi Development Sdn Bhd (“SDSB”) for the disposal of 2 pieces of vacant land held under Geran No. 105080 Lot 16585 Seksyen 20, Bandar Serendah, Daerah Ulu Selangor, Negeri Selangor (“Land”) (excluding an area of 1.05 acres reserved for the water tank/reservoir and a TNB sub-station forming part of the Land) measuring approximately 30.22 acres and H.S.(D) 27754, PT 7661, Bandar Serendah, Daerah Ulu Selangor, Negeri Selangor Darul Ehsan measuring approximately 278.71 square metres (TNB sub-station) by EB to SDSB for a total cash consideration of RM19,514,800.00.

**3. Material Litigation**

Save as disclosed below, neither the Company nor any of its subsidiaries are engaged in any material litigation, claims or arbitration either as plaintiff or defendant, which has a material effect on the business or financial position of the Group, and the Board has no knowledge of any proceedings pending or threatened against the Group or of any fact likely to give rise to any proceedings which might materially and adversely affect the business or financial position of TTB Group:-

- (i) A Writ Summons and the Statement of Claim was filed in the Kuala Lumpur High Court under Civil Suit No. 22NCC-327-10/2015 (“Civil Suit”) on 16 October 2015 by Universal Healthcare (R&D) Sdn Bhd (“UHSB”) against TTB and 3 other Defendants who were Directors of Pandan Indah Medical Management Sdn Bhd (In Liquidation) (“PIMM”), a former subsidiary of TTB.

UHSB claimed against TTB for the Declarations that TTB is a director of PIMM and that the business of PIMM was carried out by its Directors and/or TTB and that the Directors of PIMM and/or TTB are personally liable to UHSB. Consequently, UHSB is seeking an order that the Directors of PIMM and/or TTB to pay jointly and/or severally the alleged debt arising from the judgment sum of RM23,824,939.51 assessed by UHSB against PIMM together with interest at the rate of 8% per annum from the date of Writ Summons until full settlement amounting to a total alleged claim of RM49,233,505.15 (as at 12 October 2015) and/or in the alternative, damages to be assessed.

TTB has filed its defence and also counterclaimed against UHSB and the 3 Directors of UHSB for general damages, exemplary damages and aggravated damages for the tort of abuse of process and/or malicious prosecution.

The full trial of the Civil Suit commenced on 19 January 2017 and was completed on 25 June 2018. Both parties have put in their written submission and the Court had also heard oral submissions.

The High Court had on 6 March 2020 delivered its decision and dismissed UHSB’s Civil Suit and also TTB’s Counter Claim with no order as to costs.

Pursuant to Court of Appeal Civil Appeal No. W-02(NCC)(W)-570-04/2020) ((1) Appellant : Universal Healthcare (R&D) Sdn Bhd (2) Respondents: Talam Transform Berhad and 3 Others), UHSB via their lawyer had on 14 May 2020 served on TTB a Notice of Appeal dated 1 April 2020 to appeal to the Court of Appeal against part of the decision of the High Court dismissing UHSB's High Court Civil Suit without cost. The date for the hearing of the Appeal is not fixed.

Based on our legal counsel's advice, this Civil Suit by UHSB is unlikely to succeed.

#### **4. Documents Available for Inspection**

Copies of the following documents are available for inspection at the Registered Office of TTB during normal business hours on any working day from the date of this Circular up to and including the date of the AGM: -

- (i) The Constitution of TTB;
- (ii) The Audited Financial Statements of TTB for the past two (2) financial period/year ended 31 March 2020 and 31 March 2021;
- (iii) The material contracts referred to in Paragraph 2 above; and
- (iv) The relevant cause papers in respect of the material litigation referred to in Paragraph 3 above.