

DAYANG ENTERPRISE HOLDINGS BHD
18TH ANNUAL GENERAL MEETING – 27 MAY 2024

Reply Queries to Minority Shareholders Watch Group (MSWG)

Operational and Financial Matters

1. The strong performance of the Marine business segment was well supported by improved daily chartered rate (“DCR”) for all types of vessels. (Page 28 of AR)

a) How much has the daily chartered rate for each type of vessel increased in FY 2023 compared to FY 2022 in percentage terms?

Percentage increased between 7%-10%.

b) Is there a possibility that the current daily chartered rate can increase further in the current financial year? If yes, what is the expected percentage increase compared to FY 2023?

Estimated increase around 5% for FY2024 depending on the demand and supply of the vessels.

c) What factors supported the higher daily chartered rate in FY 2023?

Tight vessel supply and higher demand.

2. The Group is exploring new market segments within the industry to further strengthen the onshore support vessel position in the industry. (Page 29 of AR)

Has the Group successfully penetrated new market segments? If yes, please name the market segments.

Not yet. It is work in progress.

3. During the financial year, the Group has recognised an impairment loss of RM12.04 million on three vessels in the profit or loss account, as the estimated recoverable amounts of these marine vessels are lower than their carrying amounts. (Page 102 of AR)

a) Please name the type of marine assets that have recorded an impairment loss of RM12.04 million.

Perdana Endurance, Perdana Marathon and Perdana Protector

b) What is the likelihood of further impairment or reversal or recoverability in FY2024?

Depending on the market situation. The Group will also continue evaluate whether the property, plant and equipment, i.e. marine vessels including dry docking used in the operations are stated in excess of their recoverable amounts.

4. **The Group also recognised a reversal of impairment loss of RM53.77 million on fourteen vessels in the profit or loss account, as the estimated recoverable amounts of these vessels are higher than their carrying amounts. (Page 103 of AR)**

Please name the type of marine assets that have recorded a reversal of impairment loss of RM53.77 million.

Dayang Maju, Dayang Cempaka, P. Ranger, P. Emerald, P. Voyager, P. Expedition, P. Frontier, P. Excelsior, P. Adventurer, P. Traveller, P. Horizon, P. Liberty, P. Resolute and P. Sovereign

5. **The Group incurred a loss from refinancing of loans and borrowings amounting to RM1.082 million in FY 2023 as compared to RM Nil in FY 2022. (Page 127 of AR)**

- a) **Why did the Group take a loss on refinancing of loans and borrowings in FY 2023?**

It is a reversal on an adjustment made in Perdana in year 2019 where the borrowing from one institution was reduced and the gain of the same amount were recognised in the profit & loss account. The restatement of the borrowing was required in order to match against the settlement figures issued by the institution when it was early settled in FY2023.

- b) **What were the expected savings in interest cost in percentage terms and amount from the refinancing of loans and borrowings that resulted in a loss of RM1.082 million?**

Not applicable. Refer explanation in 5(a).

- c) **What is the amount of the Group's loans and borrowings that were refinanced, resulting in a loss of RM1.082 million?**

Not applicable. Refer explanation in 5(a).

Sustainability Matters

1) During the financial year under review, 6,467.75 megawatt-hours (“MWh”) of energy were consumed, of which 3,808.29 MWh were fuel and 2,659.46 MWh were electricity.

The diesel and petrol energy consumption were 3,736.65 MWh and 71.64 MWh respectively, (Page 49 of AR)

How does the Group plan to reduce diesel and energy consumption in the future, as these two sources of energy emit greenhouse gas (“GHG”) emissions?

We try our best to optimise the consumption of both diesel and energy.