

DIVIDEND POLICY

Cabinet Holdings Berhad (“Cabinet” or “the Company”) has adopted a dividend policy to recommend and distribute minimum dividends of 30% of the Group’s annual profit after tax (“PAT”) on an annual basis attributable to shareholders of the Company. This will allow the shareholders to participate in the Group’s profits.

The ability to pay dividends or make other distributions to shareholders is subject to the Companies Act, 2016 and various factors, such as having profits and excess funds not required to be retained to fund the Company’s working capital requirements. The Board shall take into consideration, amongst others, the following factors when recommending dividends: -

- i. the availability of adequate distributable reserves and cash flow;
- ii. operating cash flow requirements and financing commitments;
- iii. anticipated future operating conditions, as well as future expansion, capital expenditure and investment plans;
- iv. any material impact of tax laws and other regulatory requirements;
- v. prior approval from some bankers, if any; and
- vi. such other factors considered and deemed relevant by the Board.

This dividend policy merely reflects the Board’s current views and merely describes our Group’s present intention and should not be viewed or be construed as a legally binding statement in respect of the Group’s future dividends which is subject to modification at the discretion of the Board.

The Board’s Dividend Policy was first approved and adopted by the Board on 12 April 2016.

This Dividend Policy was last reviewed and revised by the Board on 25 February 2019.