

D'NONCE TECHNOLOGY BHD
[Registration No. 200001000687 (503292-K)]
(Incorporated in Malaysia)

SUMMARY OF QUESTIONS RAISED BY THE SHAREHOLDERS AT THE TWENTY-SECOND ANNUAL GENERAL MEETING OF THE COMPANY HELD ON MONDAY, 26 SEPTEMBER 2022 AT 10:00 A.M.

Q1. Why is the stock level for the Group increased from RM20,010,464 to RM29,762,778 for the financial period ended ("FPE") 31 March 2022, as stipulated on page 139 of the Annual Report 2022?

A1. *The majority of the stocks of our raw materials are paper and resin products, which had seen a significant increase in cost over the last year. For better manage of cost, the Group had decided to increase its stockholdings level to make sure that we have sufficient stocks at lower cost and to have better manage in case there is any supply disruption. Thus, the increase in inventories and increase in the cost of raw materials have contributed to the increase in stockholdings level.*

Q2. What is the utilisation rate of each plant in Penang, Johor and Thailand?

A2. *The plant in Johor is close to 100% utilisation capacity, which is also the reason why we are looking to extend by investing into an additional port of land. Whilst the utilisation rate of the plant in Penang and Thailand is ranging between 60% to 80%.*

Q3. What is the Company's future outlook and the Company's plan to handle the downturn in the electrical and electronic ("E&E") industry?

A3. *There is a massive investment from Malaysian Government and they had invited a lot of multi-national companies ("MNC") into certain locations. Due to the current global economy situation, many MNC from international market is currently moving to Malaysia, and these are the untapped potential future customers. The sales personnel, led by Mr Low Chee Min, are approaching them, in the effort of turning them to be our customers.*

In the meantime, the Group is also investing in automation, people and care pack to swiftly to take the advantages of these opportunities once they materialised it.

Q4. Further to Question 6 posed by the Minority Shareholders Watch Group via its letter dated 19 September 2022, the Company did not disclose the name and the breakdown of the value of the quoted shares and short-term investments it invested. Please provide the stock names and breakdown of value.

A4. *The Company will make necessary announcement as and when the Company trigger the relevant announcement criteria in due course.*

Q5. What is the Company's future outlook and how is business prospects for the next six (6) months?

A5. *We anticipate the operating landscape to remain challenging, but with the recent opening of the economy, we expect conditions to improve during the year.*

D'NONCE TECHNOLOGY BHD [200001000687(503292-K)]

Summary of Questions Raised by the Shareholders at the Twenty-Second Annual General Meeting

PAGE 2 OF 2

The Group is mainly involved in the provision of packaging solutions to the glove industry mainly in Thailand, and the provision of polymer engineering services to mainly the E&E industry, and would be dependent on the prospects of the respective industries. The Group will also continue to focus on our cost-rationalisation exercise and enhance automation in our processes to improve our operational efficiency further, while actively pursuing various business strategies for expansion and growth.

The outlook for the Group is promising and we are cautiously optimistic on the prospects and growth for the financial year 2023 and beyond.

Q6. Will the Board consider giving door gift such as e-voucher or e-wallets for those participating in this Annual General Meeting ("AGM") as a token of appreciation?

A6. *Thank you for the participation at the 22nd AGM. No vouchers will be given to the shareholders who are attending this AGM.*

Q7. What is the Group's current debt level? Does the Company have any plan to become net cash company in the next 2-3 years? Any dividend plan and good strategies in place by the Company?

A7. *As per FPE2022, the debt level of the Group is approximately 9% of total assets, and the Company is in a net cash position. The Board has not approved any dividend payout policy as of now.*

Q8. Any new client for Johor's factory expansion?

A8. *The subsidiary in Johor has been performing at optimal capacity and the acquisition of land in Johor is to support the expansion of the business by increasing the capacity.*

Q9. When the Company could do physical or online hybrid AGM?

A9. *As part of our safety measures against the Covid-19 pandemic, the Board, takes the well-being of our members, stakeholders and employees seriously. Therefore, the Board will monitor the Covid-19 situation and Securities Commission Malaysia's guideline from time to time.*

Q10. What keeps the Chief Executive Officer awake at night on running the Company?

A10. *With the pandemic still not abating and economic uncertainties from global supply chain disruptions, rising inflation and other geo-political uncertainties, the Group and Management are committed in executing its core strategies that will enable us to respond to challenges and opportunities. When necessary, we will assess and revamp our strategies, initiatives or mindset to deliver long term value to our valued stakeholders.*