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**CIRCULAR TO SHAREHOLDERS  
IN RELATION TO**

**PART A**

**PROPOSED RENEWAL OF SHAREHOLDERS’ MANDATE ON RECURRENT RELATED  
PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE**

**PART B**

**PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION OF THE COMPANY**

The resolutions in respect of the above proposals will be tabled at the forthcoming Annual General Meeting (“AGM”) of Hong Leong Capital Berhad (“HLCB”) to be held at the Theatrette, Level 1, Wisma Hong Leong, 18 Jalan Perak, 50450 Kuala Lumpur on Tuesday, 29 October 2013 at 10.00 a.m. or at any adjournment thereof. The Notice of AGM and the Form of Proxy are set out in the 2013 Annual Report of HLCB, which is despatched together with this Circular.

## CONTENTS

### PART A - PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE ON RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

#### LETTER TO SHAREHOLDERS RELATING TO THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE

	<b>PAGE</b>
1. INTRODUCTION .....	3
2. DETAILS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE	
2.1 Provisions under the Main Market Listing Requirements .....	3
2.2 Classes of related parties .....	5
2.3 Nature of RRPT contemplated .....	5
2.4 Amount due and owing by related parties .....	10
2.5 Methods or procedures on which transaction prices are determined/review procedures for RRPT .....	10
2.6 Validity period of the Proposed Renewal of Shareholders' Mandate .....	11
2.7 Disclosure .....	11
3. RATIONALE FOR AND BENEFITS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE .....	12
4. CONDITION OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE .....	12
5. DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS .....	12
6. DIRECTORS' RECOMMENDATION .....	13
7. RESOLUTIONS ON THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE AND AGM .....	13
8. FURTHER INFORMATION .....	14

## CONTENTS (Cont'd)

### PART B - PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION OF THE COMPANY

#### LETTER TO SHAREHOLDERS RELATING TO THE PROPOSED AMENDMENTS

	<b>PAGE</b>
1. INTRODUCTION .....	16
2. DETAILS OF THE PROPOSED AMENDMENTS .....	16
3. RATIONALE FOR THE PROPOSED AMENDMENTS .....	16
4. EFFECTS OF THE PROPOSED AMENDMENTS .....	17
5. CONDITION OF THE PROPOSED AMENDMENTS .....	17
6. DIRECTORS' AND SUBSTANTIAL SHAREHOLDERS' INTERESTS .....	17
7. DIRECTORS' RECOMMENDATION .....	17
8. RESOLUTION ON THE PROPOSED AMENDMENTS AND AGM .....	17
9. FURTHER INFORMATION .....	17

#### APPENDICES

APPENDIX I - DEFINITIONS PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS .....	18
APPENDIX II - PERSONS CONNECTED WITH HLCM AS AT 9 SEPTEMBER 2013.....	20
APPENDIX III - ACTIVITIES OF HLCB GROUP AS AT 9 SEPTEMBER 2013 .....	22
APPENDIX IV - PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION OF HLCB .....	23
APPENDIX V - FURTHER INFORMATION .....	26

**NOTICE OF AGM** - ENCLOSED IN THE 2013 ANNUAL REPORT OF HLCB

**FORM OF PROXY** - ENCLOSED IN THE 2013 ANNUAL REPORT OF HLCB

**PART A**

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

## DEFINITIONS

Except where the context otherwise requires, the following definitions apply throughout Part A of this Circular:

“Act”	:	Companies Act, 1965, as amended from time to time and any re-enactment thereof
“AGM”	:	Annual General Meeting
“Board” or “Directors”	:	Board of Directors of HLCB
“Bursa Securities”	:	Bursa Malaysia Securities Berhad
“ESOS”	:	Executive Share Option Scheme of HLCB
“Group Management And/Or Support Services”	:	Include services such as corporate advisory, secretarial and legal, treasury and risk management, internal audit, accounting and tax, share registration, nominees, custodian and ESOS administration, fund management, human resources management, payroll administration and training, investment, productivity and quality improvement, planning and compliance, support on corporate social responsibility initiatives and any other services as may be agreed between the parties from time to time
“HLB”	:	Hong Leong Bank Berhad, a 64.37% subsidiary of HLFG
“HLB Group”	:	HLB and its subsidiaries
“HLCB” or “Company”	:	Hong Leong Capital Berhad
“HLCB Group”	:	HLCB and its subsidiaries
“HLCM”	:	Hong Leong Company (Malaysia) Berhad, the holding company of HLFG with 77.31% equity interest
“HLFG”	:	Hong Leong Financial Group Berhad, the holding company of HLCB with 81.33% equity interest
“HLFG Group”	:	HLFG and its unlisted subsidiaries (i.e. excluding HLB and HLCB and their respective subsidiaries)
“HLIB”	:	Hong Leong Investment Bank Berhad (formerly known as MIMB Investment Bank Berhad), a wholly-owned subsidiary of HLCB
“LPD”	:	9 September 2013, being the latest practicable date prior to the printing of this Circular
“Main Market Listing Requirements”	:	Main Market Listing Requirements of Bursa Securities, as amended from time to time
“Proposed Renewal of Shareholders’ Mandate”	:	Shareholders’ approval for a general mandate in relation to recurrent related party transactions of a revenue or trading nature which are necessary for the day-to-day operations of the HLCB Group as set out in Section 2.3 herein

## **DEFINITIONS (Cont'd)**

- “RM” and “sen” : Ringgit Malaysia and sen respectively
- “RRPT” : Related party transactions which are recurrent, of a revenue or trading nature and which are necessary for the day-to-day operations
- “Securities” : Has the same meaning given in Capital Markets and Services Act 2007, as amended from time to time
- “Services” : Include sale, maintenance and marketing services, security guard services, fund management services and any other services as may be agreed between the parties from time to time
- “Shares” : Issued and paid-up ordinary shares of RM1.00 each in HLCB

Registered Office:  
Level 8, Wisma Hong Leong  
18 Jalan Perak  
50450 Kuala Lumpur

7 October 2013

**DIRECTORS:**

YBhg Tan Sri Quek Leng Chan (Chairman; Non-Executive/Non-Independent)  
YBhg Tan Sri Dato' Seri Khalid Ahmad bin Sulaiman (Non-Executive Director/Independent)  
YBhg Dato' Mohamed Nazim bin Abdul Razak (Non-Executive Director/Independent)  
YBhg Dato' Ahmad Fuaad bin Mohd Dahalan (Non-Executive Director/Independent)  
Mr Choong Yee How (Non-Executive Director/Non-Independent)  
Mr Quek Kon Sean (Non-Executive Director/Non-Independent)

To: The Shareholders of Hong Leong Capital Berhad

Dear Sir/Madam

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

**1. INTRODUCTION**

At the Company's AGM held on 30 October 2012, the Company obtained mandates from its shareholders for the HLCB Group to enter into RRPT with related parties. The said mandates shall, in accordance with the Main Market Listing Requirements, expire at the conclusion of the forthcoming AGM of the Company scheduled to be held on Tuesday, 29 October 2013 at 10.00 a.m. ("Said AGM"), unless it is renewed at the Said AGM.

In connection thereto, on 30 September 2013, the Company announced that your Directors propose to seek your approval for the Proposed Renewal of Shareholders' Mandate at the Said AGM.

The purpose of Part A of this Circular is to provide you with details of the Proposed Renewal of Shareholders' Mandate and to seek your approval for the proposed ordinary resolutions pertaining to the Proposed Renewal of Shareholders' Mandate to be tabled at the Said AGM.

The Notice of the Said AGM together with the Form of Proxy are set out in the 2013 Annual Report of HLCB, which is despatched together with this Circular.

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

**2.1 Provisions under the Main Market Listing Requirements**

Paragraph 10.09(2) of the Main Market Listing Requirements provides that a listed issuer may seek a mandate from its shareholders for RRPT of a listed issuer or its subsidiaries subject to, inter-alia, the following:

- (a) the transactions are in the ordinary course of business and are on terms not more favourable to the related party than those generally available to the public;
- (b) the shareholder mandate is subject to annual renewal and disclosure is made in the annual report of the aggregate value of transactions conducted pursuant to the shareholder mandate during the financial year where the aggregate value is equal to or more than the threshold prescribed under paragraph 10.09(1) of the Main Market Listing Requirements;
- (c) the listed issuer's circular to shareholders for the shareholder 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 shareholder 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 RRPT entered into by the listed issuer exceeds the estimated value of the RRPT disclosed in the circular to shareholders by 10% or more and must include the information as may be prescribed by Bursa Securities in its announcement.

Where a listed issuer has procured a shareholder mandate pursuant to the above, the provisions of paragraph 10.08 of the Main Market Listing Requirements will not apply with regard to transactions as detailed in Section 2.3 of Part A of this Circular.

As HLIB is a company falling under paragraph 9.20(2)(c) of the Main Market Listing Requirements i.e. a company which carries on the business of dealing in securities and for the time being recognised as a Participating Organisation of Bursa Securities in accordance with the provisions of Rule 302 of Bursa Securities' rules, Practice Note No. 12 issued by Bursa Securities allows HLCB to procure a shareholders' mandate for the acquisition or disposal of Securities which is a recurrent transaction, involving the interest of a related party by HLIB.

The Company proposes to seek your mandate for the HLCB Group to enter into RRPT on terms not more favourable to the related parties than those generally available to and/or from the public, where applicable, and are not detrimental to the minority shareholders of HLCB.

The Proposed Renewal of Shareholders' Mandate, if approved at the Said AGM, will take immediate effect upon conclusion of the Said AGM and will continue to be in force until the conclusion of the next AGM of the Company or until the expiration of the period within which the next AGM is required by law to be held (but shall not extend to such extension as may be allowed pursuant to Section 143(2) of the Act), unless revoked or varied by the Company in a general meeting, whichever is earlier.



## **2.2 Classes of related parties**

Shareholders' approval is sought for the Proposed Renewal of Shareholders' Mandate involving RRPT which are carried out by the HLCB Group with any of the following classes of related parties:

- (i) HLCM (a major shareholder of HLCB through HLFM) and persons connected with HLCM ("Hong Leong Group") including those as listed in Appendix II of this Circular; and
- (ii) Tower Real Estate Investment Trust ("Tower REIT"). The trustee and manager of Tower REIT are AmTrustee Berhad and GLM REIT Management Sdn Bhd ("GLM REIT Management") respectively. GLM REIT Management is a wholly-owned subsidiary of GuocoLand (Malaysia) Berhad ("GLM"). YBhg Tan Sri Quek Leng Chan is a Director and major shareholder of HLCB and GLM. As at 9 September 2013, certain subsidiaries of HLCM, namely, HLP Equities Sdn Bhd, Hong Leong Assurance Berhad, HLB, HLIB and Asia Fountain Investment Company Limited, which are persons connected with YBhg Tan Sri Quek Leng Chan have a total of 54.47% in the units of Tower REIT.

The shareholdings of HLCM and YBhg Tan Sri Quek Leng Chan in HLCB are set out in Section 5 of Part A of this Circular.

## **2.3 Nature of RRPT contemplated**

HLCB is principally an investment holding company. The principal activities of HLCB's subsidiaries as set out in Appendix III of this Circular include investment banking, stockbroking business, futures broking and related financial services; nominees and custodian services; and unit trust management, fund management and sale of unit trusts.

The Hong Leong Group is also involved in a diverse range of industries including, inter-alia, manufacturing, procuring and assembling of motorcycles, scooters, motorcycle engines and related parts and products; distribution of motorcycles and motorcycle components; provision of maintenance and repair services for motorcycles; manufacturing and sale of ceramic tiles; provision of research and development services for motorcycles, ceramic tiles and concrete products; distribution of building materials; manufacturing and sale of newsprint and related paper products; manufacturing and sale of concrete and related products; manufacturing and sale of fibre cement products and concrete roofing tiles; manufacturing, assembling, testing and sale of integrated circuits, semiconductor devices, electronic components and leadframes; design, manufacture and supply of furniture and interior design fit-out works; manufacturing, sale and trading in billets, steel bars, wire rods, steel products, wire mesh, pre-stressed concrete wire products and steel pipes; commercial banking business and provision of related services which include Islamic Banking business, real property investment; insurance and takaful businesses; property investment and development; project and property management; hotel operations; provision of management, training and security guard services; and manufacturing and sale of cement and other related products. In view of the diversity of the Hong Leong Group's business, it is envisaged that in the normal course of business of the HLCB Group, transactions in respect of goods and/or services between companies in the HLCB Group and the Hong Leong Group will occur with some degree of frequency from time to time and may arise at any time.

The Group Management And/Or Support Services are part of the shared services of companies within the Hong Leong Group. These shared services are provided in-house in order to align with the Hong Leong Group's corporate objective and management disciplines and to reduce operating cost and improve efficiency such as through economies of scale, better utilisation and allocation of resources, standardisation of processes and operating procedures and information technology. Accordingly, the Board considers it beneficial to enter into transactions in respect of the Group Management And/Or Support Services. The Group Management And/Or Support Services are carried out on commercial terms and on terms not more favourable to the related parties than those generally available to and/or from the public, where applicable, and which will not be, in the Company's opinion, detrimental to the minority shareholders of HLCB.

One of the recommendations under the Financial Sector Master Plan was that financial institutions create one-stop financial centers offering customers a broad range of financial products and services. In line with this, the HLF Group (including HLCB and subsidiaries) has embarked on cross-selling of selected financial products and services as part of the cross-selling initiatives of the HLF Group and the following cross-selling services are carried out:

- (i) selected financial products and services of the HLCB Group such as unit trust and share trading services are sold to customers of the HLB Group and the HLF Group; and
- (ii) selected financial products and services of the HLB Group and the HLF Group such as credit cards, home/car loans, structured products and insurance are sold to customers of the HLCB Group.

Every successful sale completed by the product owner under the cross-selling programme entitles the company, which had rendered the cross-selling service by referring or introducing its customers to the product owner, to receive a payment from the product owner. The cross-selling services are mutually beneficial to the HLCB Group, HLB Group and HLF Group in that it enlarges the customer base and delivery channels for their respective products and services.

The acquisition and disposal of Securities, in which related parties may have major interests by HLIB, a Participating Organisation of Bursa Securities, are in the ordinary course of business of HLIB.

Details of RRPT carried out/contemplated shall include, but not limited to those described below:

(A) RRPT with the Hong Leong Group are as follows:

Transaction	Vendor/ Provider	Purchaser/ Recipient	Interested related parties	Estimated aggregate value as disclosed in the Circular to Shareholders dated 8 October 2012 ("Estimated Value") (RM'million)	Actual value transacted (from date of AGM on 30 October 2012 up to the LPD) ("Actual Value") (RM'million)	*Estimated aggregate value during the validity period of the Proposed Renewal of Shareholders' Mandate ("Current Estimated Value") (RM'million)
(a) Receipt of support services such as internal audit and information technology services	HLB Group	HLCB Group	Tan Sri Quek Leng Chan, Kwek Leng Beng, Quek Leng Chye, Kwek Leng Kee, Quek Kon Sean, HLFG and HLCM	5.00	2.51	5.00
(b) Purchase of goods such as building materials, motorcycles, furniture and other products	Hong Leong Group	HLCB Group	Tan Sri Quek Leng Chan, Kwek Leng Beng, Quek Leng Chye, Kwek Leng Kee, Quek Kon Sean, HLFG and HLCM	2.00	Nil	2.00
(c) Receipt of Services	Hong Leong Group	HLCB Group	Tan Sri Quek Leng Chan, Kwek Leng Beng, Quek Leng Chye, Kwek Leng Kee, Quek Kon Sean, HLFG and HLCM	4.00	Nil	4.00
(d) Leasing/rental of properties such as the following business premises from the Hong Leong Group:** - Wisma Hong Leong, Jalan Perak, Kuala Lumpur - PJ City Development, Section 51A, Petaling Jaya - Menara Raja Laut, Jalan Raja Laut, Kuala Lumpur	Hong Leong Group	HLCB Group	Tan Sri Quek Leng Chan, Kwek Leng Beng, Quek Leng Chye, Kwek Leng Kee, Quek Kon Sean, HLFG and HLCM	5.00	0.89	5.00

## (A) RRPT with the Hong Leong Group are as follows: (cont'd)

Transaction	Vendor/ Provider	Purchaser/ Recipient	Interested related parties	Estimated aggregate value as disclosed in the Circular to Shareholders dated 8 October 2012 ("Estimated Value") (RM' million)	Actual value transacted (from date of AGM on 30 October 2012 up to the LPD) ("Actual Value") (RM' million)	*Estimated aggregate value during the validity period of the Proposed Renewal of Shareholders' Mandate ("Current Estimated Value") (RM' million)
(e) Receipt of Group Management And/Or Support Services	Hong Leong Group	HLCB Group	Tan Sri Quek Leng Chan, Kwek Leng Beng, Quek Leng Chye, Kwek Leng Kee, Quek Kon Sean, HLFG and HLCM	6.00	2.92	6.00
(f) Payment for usage of the Hong Leong Group's logos and trade marks	Hong Leong Group	HLCB Group	Tan Sri Quek Leng Chan, Kwek Leng Beng, Quek Leng Chye, Kwek Leng Kee, Quek Kon Sean, HLFG and HLCM	1.00	0.01	1.00
(g) Provision of Services	HLCB Group	Hong Leong Group	Tan Sri Quek Leng Chan, Kwek Leng Beng, Quek Leng Chye, Kwek Leng Kee, Quek Kon Sean, HLFG and HLCM	5.00	Nil	5.00

## (B) RRPT with Tower REIT are as follows:

Transaction	Vendor/ Provider	Purchaser/ Recipient	Interested related parties	Estimated aggregate value as disclosed in the Circular to Shareholders dated 8 October 2012 ("Estimated Value") (RM' million)	Actual value transacted (from date of AGM on 30 October 2012 up to the LPD) ("Actual Value") (RM' million)	*Estimated aggregate value during the validity period of the Proposed Renewal of Shareholders' Mandate ("Current Estimated Value") (RM' million)
Leasing/rental of properties such as Menara HLA, Jalan Kia Peng from Tower REIT**	Tower REIT	HLCB Group	Tan Sri Quek Leng Chan, Kwek Leng Beng, Quek Leng Chye, Kwek Leng Kee and Quek Kon Sean	8.00	3.48	8.00

(C) RRPT for the acquisition and disposal of Securities in which related parties have major interest are as follows:

Transaction	Vendor/ Provider	Purchaser/ Recipient	Interested related parties	Estimated aggregate value as disclosed in the Circular to Shareholders dated 8 October 2012 ("Estimated Value") (RM'million)	Actual value transacted (from date of AGM on 30 October 2012 up to the LPD) ("Actual Value") (RM'million)	*Estimated aggregate value during the validity period of the Proposed Renewal of Shareholders' Mandate ("Current Estimated Value") (RM'million)
(a) Acquisition of Securities in which related parties have major interest through the open market, direct business transactions, subscriptions, placements and/or underwriting	Hong Leong Group and/or third parties	HLIB	Tan Sri Quek Leng Chan, Kwek Leng Beng, Quek Leng Chye, Kwek Leng Kee, Quek Kon Sean, HLFG and HLCM	20.00	Nil	20.00
(b) Disposal of Securities in which related parties have major interest through the open market, direct business transactions and/or placements	HLIB	Hong Leong Group and/or third parties	Tan Sri Quek Leng Chan, Kwek Leng Beng, Quek Leng Chye, Kwek Leng Kee, Quek Kon Sean, HLFG and HLCM	20.00	Nil	20.00

Notes:

\* *The Current Estimated Value of the transactions is based on the Actual Value transacted and/or management's estimate of the value to be transacted during the validity period of the Proposed Renewal of Shareholders' Mandate. The Current Estimated Value of these transactions may be subject to changes.*

\*\* *The rental of office space is for a tenure of up to 3 years and payment of rental is on a monthly basis.*

*None of the Actual Value of the RRPT as disclosed above has exceeded the Estimated Value by 10% or more.*

## **2.4 Amount due and owing by related parties**

As at the financial year ended 30 June 2013, there is no amount due and owing to the Company by its related parties arising from the RRPT as set out in Sections 2.3(A) to 2.3(C) of Part A of this Circular, which exceeded the credit term.

## **2.5 Methods or procedures on which transaction prices are determined/review procedures for RRPT**

To ensure that the RRPT are conducted on commercial terms consistent with the HLCB Group's usual business practices and policies and on transaction prices and terms not more favourable to the related parties than those generally available to and/or from the public, where applicable, and are not, in the Company's opinion, detrimental to the minority shareholders, the following principles will apply:

- (i) The purchase of goods and provision or receipt of Services shall be determined based on prevailing rates/prices of the goods or services (including where applicable, preferential rates/prices/discounts accorded to a class or classes of customers or for bulk purchases) according to commercial terms, business practices and policies or otherwise in accordance with other applicable industry norms/considerations.
- (ii) The leasing/rental of properties shall be at the prevailing market rates for the same or substantially similar properties and shall be on commercial terms.
- (iii) The receipt of Group Management And/Or Support Services is based on commercial terms.
- (iv) The payment and receipt of payment for cross-selling services is based on commercial terms.
- (v) The payment for usage of the Hong Leong Group's logos and trademarks shall be based on commercial terms.
- (vi) The acquisition or disposal of Securities shall be based on prevailing market prices.

At least two (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 Board Audit & Risk Management Committee ("BARMC"), in its review of the RRPT may, as it deems fit and whenever available, request for additional information pertaining to the transactions from independent sources or advisers.

To monitor, track and identify the RRPT, the following review procedures have been implemented:

- (i) A register is maintained to record all RRPT which are entered into pursuant to the Proposed Renewal of Shareholders' Mandate.

- (ii) The BARMC will undertake a quarterly review of RRPT to ensure that such transactions are undertaken on commercial terms and on transaction prices and terms not more favourable to the related parties than those generally available to and/or from the public, where applicable, and are not, in the Company's opinion, detrimental to the minority shareholders and are in the best interest of the HLCB Group.

There are no specific thresholds for approval of RRPT within the HLCB Group. However, all RRPT are subject to the approval of the Heads of the relevant operating companies or such persons to whom they may delegate such power subject always to any HLCB Group's policies that may be issued from time to time.

The BARMC will review the existing procedures and processes, on an annual basis and as and when required, to ensure that the RRPT are at all times carried out on commercial terms consistent with the HLCB's usual business practices and policies.

The BARMC of the Company has seen and reviewed the above procedures and is satisfied that the said procedures are adequate to monitor, track and identify RRPT in a timely and orderly manner and are sufficient to ensure that the RRPT will be carried out on commercial terms consistent with HLCB's usual business practices and policies and on terms not more favourable to the related parties than those generally available to and/or from the public, where applicable, and are not detrimental to the minority shareholders. Any member of the BARMC who is interested in any transaction shall abstain from reviewing and deliberating on such transaction.

## **2.6 Validity period of the Proposed Renewal of Shareholders' Mandate**

The Proposed Renewal of Shareholders' Mandate if approved at the Said AGM, shall take immediate effect upon the conclusion of the Said AGM and shall continue to be in force until:

- (i) the conclusion of the next AGM of the Company, at which time it will lapse, unless authority is renewed by a resolution passed at the next AGM; or
- (ii) the expiration of the period within which the next AGM after that date is required to be held pursuant to Section 143(1) of the Act (but shall not extend to such extension as may be allowed pursuant to Section 143(2) of the Act); or
- (iii) revoked or varied by resolution passed by the shareholders in general meeting,

whichever is the earlier.

The Proposed Renewal of Shareholders' Mandate is subject to satisfactory review by the BARMC of the Company of its continued application to RRPT.

## **2.7 Disclosure**

Disclosure will be made in the Company's Annual Report of the breakdown of the aggregate value of the RRPT made during the financial year, types of transactions made, names of the related parties involved and their relationship with the HLCB Group pursuant to the Proposed Renewal of Shareholders' Mandate in accordance with paragraph 10.09(2) and Practice Note No. 12 of the Main Market Listing Requirements.

### **3. RATIONALE FOR AND BENEFITS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE**

The rationale for and the benefits of the Proposed Renewal of Shareholders' Mandate to the HLCB Group are as follows:

- (i) The Proposed Renewal of Shareholders' Mandate will facilitate transactions with related parties which are in the ordinary course of business of the HLCB Group and undertaken on commercial terms, on terms not more favourable to the related parties than those generally available to and/or from the public, where applicable, and are not, in the Company's opinion, detrimental to the minority shareholders of the Company.
- (ii) The Proposed Renewal of Shareholders' Mandate will enhance the HLCB Group's ability to pursue business opportunities which are time-sensitive in nature and will eliminate the need for the Company to convene separate general meetings to seek shareholders' approval for each transaction.
- (iii) For certain transactions, where it is vital that confidentiality be maintained, it would not be viable to obtain shareholders' prior approval as releasing details of the transaction prematurely may adversely affect and prejudice the HLCB Group's interests and place the HLCB Group at a disadvantage as compared to its competitors who may not require shareholders' approval to be obtained.
- (iv) The Proposed Renewal of Shareholders' Mandate will substantially reduce the expenses associated with convening general meetings on an ad hoc basis, improve administrative efficiency considerably and allow resources to be channeled towards attaining other corporate objectives.
- (v) In respect of the Group Management And/Or Support Services, the Proposed Renewal of Shareholders' Mandate will enable the HLCB Group to reduce operating cost and to improve efficiency, thereby improving business and administrative efficacy for the HLCB Group.

### **4. CONDITION OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE**

The Proposed Renewal of Shareholders' Mandate is subject to your approval at the Said AGM.

### **5. DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS**

HLCM is a major shareholder of HLCB through HLF. YBhg Tan Sri Quek Leng Chan is a Director and major shareholder of HLCB and HLCM. Mr Kwek Leng Beng is a major shareholder of HLCB, and a Director and major shareholder of HLCM. Mr Quek Leng Chye and Mr Kwek Leng Kee are major shareholders of HLCB and HLCM. Mr Quek Kon Sean, a Director of HLCB, is a son of YBhg Tan Sri Quek Leng Chan. YBhg Tan Sri Quek Leng Chan and Mr Quek Leng Chye are brothers.

Mr Quek Kon Sean does not have any direct or indirect shareholdings in HLCB. The shareholdings of HLCM, HLF, YBhg Tan Sri Quek Leng Chan, Mr Kwek Leng Beng, Mr Quek Leng Chye and Mr Kwek Leng Kee in HLCB as at 9 September 2013 are as follows:



	<b>No. of Shares</b>			
	<b>Direct</b>	<b>%</b>	<b>Indirect</b>	<b>%</b>
HLCM	-	-	200,805,058	81.33*
HLFG	200,805,058	81.33	-	-
Tan Sri Quek Leng Chan	-	-	200,805,058	81.33**
Kwek Leng Beng	-	-	200,805,058	81.33**
Quek Leng Chye	-	-	200,805,058	81.33**
Kwek Leng Kee	-	-	200,805,058	81.33**

*Notes:*

\* *Held through HLFG*

\*\* *Held through HLCM*

YBhg Tan Sri Quek Leng Chan and Mr Quek Kon Sean had abstained and will continue to abstain from deliberation and voting on the proposed ordinary resolutions pertaining to the Proposed Renewal of Shareholders' Mandate in which they are interested at the Board level.

HLCM, HLFG, YBhg Tan Sri Quek Leng Chan, Mr Kwek Leng Beng, Mr Quek Leng Chye and Mr Kwek Leng Kee shall abstain from voting, in respect of their direct and/or indirect interests, on the proposed ordinary resolutions pertaining to the Proposed Renewal of Shareholders' Mandate at the Said AGM. HLCM, HLFG, YBhg Tan Sri Quek Leng Chan, Mr Kwek Leng Beng, Mr Quek Leng Chye, Mr Kwek Leng Kee and Mr Quek Kon Sean will ensure that persons connected with them will also abstain from voting on their direct and/or indirect shareholdings on the proposed ordinary resolutions pertaining to the Proposed Renewal of Shareholders' Mandate at the Said AGM.

Save as disclosed above, none of the other Directors and major shareholders or persons connected with the Directors or major shareholders as defined in the Main Market Listing Requirements, has any interest, direct or indirect, in the relevant resolutions pertaining to the Proposed Renewal of Shareholders' Mandate.

## **6. DIRECTORS' RECOMMENDATION**

Your Board (except for YBhg Tan Sri Quek Leng Chan and Mr Quek Kon Sean who had abstained from expressing any opinion in relation to the proposed ordinary resolutions in view of their interests), having taken into consideration all aspects of the Proposed Renewal of Shareholders' Mandate, is of the opinion that the Proposed Renewal of Shareholders' Mandate is in the best interest of the HLCB Group and accordingly, your Board (except for YBhg Tan Sri Quek Leng Chan and Mr Quek Kon Sean) recommends that you vote in favour of the proposed ordinary resolutions relating to the Proposed Renewal of Shareholders' Mandate to be tabled at the Said AGM.

## **7. RESOLUTIONS ON THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE AND AGM**

The proposed ordinary resolutions on the Proposed Renewal of Shareholders' Mandate will be tabled at the Said AGM to be held at the Theatre, Level 1, Wisma Hong Leong, 18 Jalan Perak, 50450 Kuala Lumpur on Tuesday, 29 October 2013 at 10.00 a.m. or at any adjournment thereof. The said resolutions are set out in the 2013 Annual Report of HLCB.

The Notice of the Said AGM and the Form of Proxy are enclosed in the 2013 Annual Report of HLCB, which is despatched together with this Circular.

If you are unable to attend the Said AGM in person and wish to appoint other person(s) to be your proxy, please complete the Form of Proxy and forward it to the Registered Office of HLCB at Level 8, Wisma Hong Leong, 18 Jalan Perak, 50450 Kuala Lumpur, so as to arrive not less than forty-eight (48) hours before the time of the Said AGM or at any adjournment thereof.

The completion and return of the Form of Proxy will not preclude you from attending and voting at the Said AGM in person should you wish to do so. The Form of Proxy should be completed strictly in accordance with the instructions contained therein.

## **8. FURTHER INFORMATION**

Shareholders are requested to refer to the attached Appendix V of this Circular for further information.

Yours faithfully  
For and on behalf of the Board

TAN SRI DATO' SERI KHALID AHMAD  
BIN SULAIMAN  
Director

**PART B**

**PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION OF THE COMPANY**

## **DEFINITIONS**

Except where the context otherwise requires, the following definitions apply throughout Part B of this Circular:

“AGM”	:	Annual General Meeting
“Articles”	:	Articles of Association of HLCB
“Board” or “Directors”	:	Board of Directors of HLCB
“HLCB” or “Company”	:	Hong Leong Capital Berhad
“HLCB Group”	:	HLCB and its subsidiaries
“Main Market Listing Requirements”	:	Main Market Listing Requirements of Bursa Malaysia Securities Berhad, as amended from time to time
“Proposed Amendments”	:	Proposed Amendments to the Articles as detailed in Appendix IV of this Circular

Registered Office:  
Level 8, Wisma Hong Leong  
18 Jalan Perak  
50450 Kuala Lumpur

7 October 2013

**DIRECTORS:**

YBhg Tan Sri Quek Leng Chan (Chairman; Non-Executive/Non-Independent)  
YBhg Tan Sri Dato' Seri Khalid Ahmad bin Sulaiman (Non-Executive Director/Independent)  
YBhg Dato' Mohamed Nazim bin Abdul Razak (Non-Executive Director/Independent)  
YBhg Dato' Ahmad Fuaad bin Mohd Dahalan (Non-Executive Director/Independent)  
Mr Choong Yee How (Non-Executive Director/Non-Independent)  
Mr Quek Kon Sean (Non-Executive Director/Non-Independent)

To: The Shareholders of Hong Leong Capital Berhad

Dear Sir/Madam

**PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION OF THE COMPANY**

**1. INTRODUCTION**

On 30 September 2013, HLCB announced that the Company proposes to seek its shareholders' approval for the Proposed Amendments.

The purpose of Part C of this Circular is to provide you with the details of the Proposed Amendments and to seek your approval for the proposed special resolution pertaining to the Proposed Amendments to be tabled at the AGM to be held on Tuesday, 29 October 2013 at 10.00 a.m. ("Said AGM").

The Notice of the Said AGM together with the Form of Proxy are set out in the 2013 Annual Report of HLCB, which is despatched together with this Circular.

**2. DETAILS OF THE PROPOSED AMENDMENTS**

A listed company is required to ensure that the provisions set out in the Main Market Listing Requirements are contained in the Articles. The details of the Proposed Amendments are set out in Appendix IV of this Circular.

**3. RATIONALE FOR THE PROPOSED AMENDMENTS**

The Proposed Amendments are to ensure clarity and to enable the Company to align the Articles with the amendments to the Main Market Listing Requirements.

**4. EFFECTS OF THE PROPOSED AMENDMENTS**

The Proposed Amendments will not have any impact on the issued and paid-up share capital, shareholdings of substantial shareholders, net assets, earnings and dividend of the HLCB Group.

**5. CONDITION OF THE PROPOSED AMENDMENTS**

The Proposed Amendments are subject to the approval of the shareholders of HLCB at the Said AGM.

**6. DIRECTORS' AND SUBSTANTIAL SHAREHOLDERS' INTERESTS**

None of the Directors and substantial shareholders of HLCB and/or persons connected with them, has any interest, direct or indirect, in the Proposed Amendments.

**7. DIRECTORS' RECOMMENDATION**

Your Board, having taken into consideration all aspects of the Proposed Amendments, is of the opinion that the Proposed Amendments are in the best interest of the Company and accordingly, recommends that you vote in favour of the proposed special resolution in relation to the Proposed Amendments to be tabled at the Said AGM.

**8. RESOLUTION ON THE PROPOSED AMENDMENTS AND AGM**

The proposed special resolution on the Proposed Amendments will be tabled at the Said AGM to be held at the Theatre, Level 1, Wisma Hong Leong, 18 Jalan Perak, 50450 Kuala Lumpur on Tuesday, 29 October 2013 at 10.00 a.m. or at any adjournment thereof. The said resolution is set out in the 2013 Annual Report of HLCB.

The Notice of the Said AGM and the Form of Proxy are enclosed in the 2013 Annual Report of HLCB, which is despatched together with this Circular.

If you are unable to attend the Said AGM in person and wish to appoint other person(s) to be your proxy, please complete the Form of Proxy and forward it to the Registered Office of HLCB at Level 8, Wisma Hong Leong, 18 Jalan Perak, 50450 Kuala Lumpur, so as to arrive not later than forty-eight (48) hours before the time of the Said AGM or at any adjournment thereof.

The completion and return of the Form of Proxy will not preclude you from attending and voting at the Said AGM in person should you wish to do so. The Form of Proxy should be completed strictly in accordance with the instructions contained therein.

**9. FURTHER INFORMATION**

Shareholders are requested to refer to the attached Appendix V of this Circular for further information.

Yours faithfully  
For and on behalf of the Board

CHOONG YEE HOW  
Director

## DEFINITIONS PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS

- “related party(ies)”
- (a) in relation to a corporation, means a director, major shareholder or person connected with such director or major shareholder; or
  - (b) in relation to a business trust means:
    - (i) the trustee-manager or person connected with the trustee-manager;
    - (ii) a director, major shareholder of the trustee-manager or person connected with such director or major shareholder; or
    - (iii) major unit holder or person connected with the major unit holder of the business trust.

For the purpose of this definition, “director”, “major shareholder” and “major unit holder” have the meanings given in paragraph 10.02 of the Main Market Listing Requirements.

- “director”
- has 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) a director of the listed issuer, its subsidiary or holding company; or
  - (b) a chief executive of the listed issuer, its subsidiary or holding company;
  - (c) in relation to a special purpose acquisition company (“SPAC”), a member of the SPAC’s management team; and
  - (d) in relation to a business trust, a director or chief executive of the trustee-manager, its subsidiary or holding company.

- “major shareholder”
- 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 person who has an interest or interests in one or more voting shares in a corporation and the nominal amount of that share, or the aggregate of the nominal amounts of those shares, is:
- (a) 10% or more of the aggregate of the nominal amounts of all the voting shares in the corporation; or
  - (b) 5% or more of the aggregate of the nominal amounts of all the voting shares in the corporation where such person is the largest shareholder of the corporation

or any other corporation which is its subsidiary or holding company and in relation to a business trust, a major shareholder of the trustee-manager, its subsidiary or holding company.

(For the purpose of this definition, “interest in shares” has the meaning given in Section 6A of the Act).

“person connected”

- (a) in relation to a director or major shareholder of a corporation;
- (b) in relation to a member of the management team of a SPAC; or
- (c) in relation to a trustee-manager, director of the trustee-manager, major shareholder of the trustee-manager or major unit holder of a business trust

(each person mentioned under (a), (b) and (c) above is referred to as “said Person”),

means such person who falls under any one of the following categories:

- (i) a family member of the said Person;
- (ii) a trustee of a trust (other than a trustee for a share scheme for employees or pension scheme) under which the said Person, or a family member of the said Person, is the sole beneficiary;
- (iii) a partner of the said Person, or a partner of a person connected with that said Person;
- (iv) a person who is accustomed or under an obligation, whether formal or informal, to act in accordance with the directions, instructions or wishes of the said Person;
- (v) a person in accordance with whose directions, instructions or wishes the said Person is accustomed or is under an obligation, whether formal or informal, to act;
- (vi) a body corporate or its directors which/who is/are accustomed or under an obligation, whether formal or informal, to act in accordance with the directions, instructions or wishes of the said Person;
- (vii) a body corporate or its directors whose directions, instructions or wishes the said Person is accustomed or under an obligation, whether formal or informal, to act;
- (viii) a body corporate in which the said Person, or persons connected with him are entitled to exercise, or control the exercise of, not less than 15% of the votes attached to voting shares in the body corporate; or
- (ix) a body corporate which is a related corporation.



## PERSONS CONNECTED WITH HLCM AS AT 9 SEPTEMBER 2013

Company	Interest of HLCM as at 09.09.2013 (%)	Nature of business
1. HL Management Co Sdn Bhd and its subsidiaries and/or its related corporations	100.00	Provision of management and training services; investment holding; and provision of fund management, nominees and custodian services
2. Hong Leong Share Registration Services Sdn Bhd	100.00	Provision of share registration services
3. Guardian Security Consultants Sdn Bhd	20.00	Provision of security guard services
4. GuoLine Group Management Co. Limited and its subsidiary	100.00	Investment holding and provision of management services
5. GuoLine Intellectual Assets Limited	100.00	Intellectual properties holding company
6. Hong Leong Manufacturing Group Sdn Bhd and its unlisted subsidiaries and associated corporations	100.00	Investment holding; provision of management services; and manufacturing and sale of cement and other related products
7. Hong Leong Financial Group Berhad and its unlisted subsidiaries and associated corporations	77.31	Investment holding; provision of services to its subsidiaries to enhance group value; and life and general insurance businesses and takaful businesses
8. Hong Leong Bank Berhad and its subsidiaries and associated corporations	64.51	Commercial banking business and provision of related services which include Islamic Banking business, real property investment, nominee services and investment holding
9. GuocoLand (Malaysia) Berhad and its subsidiaries and associated corporations	64.99	Investment holding; property development; property investment; hotel operations; trading in securities; provision of management and property-related services; and operation of oil palm estates

<b>Company</b>	<b>Interest of HLCM as at 09.09.2013 (%)</b>	<b>Nature of business</b>
10. Hong Leong Industries Berhad and its subsidiaries and associated corporations	75.39	Investment holding; manufacturing, procuring and assembling of motorcycles, scooters, motorcycle engines and related parts and products; distribution of motorcycles and motorcycle components; provision of maintenance and repair services for motorcycles; manufacturing and sale of ceramic tiles; provision of research and development services for motorcycles, ceramic tiles and concrete products; distribution of building materials; manufacturing and sale of newsprint and related paper products; manufacturing and sale of concrete and related products; manufacturing and sale of fibre cement products and concrete roofing tiles
11. Malaysian Pacific Industries Berhad and its subsidiaries and associated corporations	53.17	Investment holding; and manufacturing, assembling, testing and sale of integrated circuits, semiconductor devices, electronic components and leadframes
12. Southern Steel Berhad and its subsidiaries and associated corporations	70.14	Manufacturing, sale and trading in billets, steel bars, wire rods, steel products, wire mesh, pre-stressed concrete wire products, steel pipes and investment holding
13. Narra Industries Berhad and its subsidiaries and associated corporations	61.59	Investment holding; and design, manufacture and supply of furniture and interior design fit-out works
14. Guoco Group Limited and its non-Malaysian subsidiaries and associated corporations	74.10	Include investment holding; investment management; principal investment; property development and investment; and hospitality and leisure business as well as financial services including stock and commodity broking and investment advisory
15. Lam Soon (Hong Kong) Limited and its subsidiaries and associated corporations	57.53	Investment holding; importing, processing and trading of flour products; manufacturing, processing and trading of edible oils; and processing and trading of detergent products

## ACTIVITIES OF HLCB GROUP AS AT 9 SEPTEMBER 2013

<b>Name of Company</b>	<b>Effective % held</b>	<b>Principal Activities</b>
<b>Subsidiary companies</b>		
HLG Securities Sdn Bhd	100.00	Investment holding
HLG Capital Markets Sdn Bhd	100.00	Investment holding
Hong Leong Asset Management Bhd	100.00	Unit trust management, fund management and sale of unit trusts
Hong Leong Investment Bank Berhad (formerly known as MIMB Investment Bank Berhad) and its subsidiaries:	100.00	Investment banking, stockbroking business, futures broking and related financial services
HLIB Nominees (Tempatan) Sdn Bhd	100.00	Nominee and custodian services for Malaysian clients
HLIB Nominees (Asing) Sdn Bhd	100.00	Nominee and custodian services for foreign clients
HLG Nominee (Tempatan) Sdn Bhd	100.00	Nominee and custodian services for Malaysian clients
HLG Nominee (Asing) Sdn Bhd	100.00	Nominee and custodian services for foreign clients

## PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION OF HLCB

### Details of the Proposed Amendments

- (1) The existing Article 2 is to be amended whereby the new definition numbered (ad) is produced in the third column:

Article No.	Existing Definition with Amendments Marked	Clear Amended Version
Article 2 Interpretation	[New provision]	(ad)“Exempt Authorised Nominee” means an authorised nominee as defined under the Central Depositories Act, which is exempted from compliance with the provisions of subsection 25A(1) of the Central Depositories Act.

- (2) The existing Articles are to be amended by the deletions, alterations, modifications and additions whereby the affected existing Articles (with the changes pursuant to the Proposed Amendments marked up) are reproduced in the second column below and the clear amended version of such Articles are reproduced in the third column.

Article No.	Existing Articles with Amendments Marked	Clear Amended Version
Article 66 Right to appoint proxy.	In every notice calling a meeting of the Company, there shall appear with reasonable prominence a statement that a Member entitled to attend and vote is entitled to appoint not more than two (2) proxies to attend and vote instead of him <u>except where the Member 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 Authorised Nominee may appoint in respect of each Omnibus Account it holds.</u> In the case of a Member who is an authorised nominee as defined under the Central Depositories Act, it may appoint at least one (1) but not more than two (2) proxies in respect of each <del>s</del> Securities <del>a</del> Account it holds with ordinary shares of the Company standing to the credit of the said <del>s</del> Securities <del>a</del> Account.	In every notice calling a meeting of the Company, there shall appear with reasonable prominence a statement that a Member entitled to attend and vote is entitled to appoint not more than two (2) proxies to attend and vote instead of him except where the Member 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 Authorised Nominee may appoint in respect of each Omnibus Account it holds. In the case of a Member who is an authorised nominee as defined under the Central Depositories Act, it may appoint at least one (1) but not more than two (2) proxies in respect of each Securities Account it holds with ordinary shares of the Company standing to the credit of the said Securities Account.

Article No.	Existing Articles with Amendments Marked	Clear Amended Version
<p>Article 87 Instrument appointing proxy to be in writing.</p>	<p>(1) The instrument appointing a proxy shall be in writing under the hand of the appointor or of his attorney duly authorised in writing or if such appointor be a corporation, under its common seal or under the hand of an officer or attorney of the corporation duly authorised and shall be deposited with the power of attorney or other authority (if any) at the office not less than forty-eight (48) hours before the <del>day</del> <u>time</u> appointed for holding the meeting or adjourned meeting at which the person named in such proxy proposes to vote and in default the proxy shall not be treated as valid. An instrument appointing a proxy to vote at a meeting shall be deemed to include the power to demand a poll on behalf of the appointor.</p> <p>(2) A Member may by electronic communication appoint a proxy to vote for him at any meeting of the Company provided that:-</p> <p>(a) such electronic communication shall have been received at the office of the Company not less than forty-eight (48) hours before the time <u>appointed</u> for holding of the meeting or adjourned meeting, as the case may be, at which the person named in such electronic communication, proposes to vote; and</p> <p>(b) the Directors are satisfied as to the genuineness of such cable or other electronic communication.</p>	<p>(1) The instrument appointing a proxy shall be in writing under the hand of the appointor or of his attorney duly authorised in writing or if such appointor be a corporation, under its common seal or under the hand of an officer or attorney of the corporation duly authorised and shall be deposited with the power of attorney or other authority (if any) at the office not less than forty-eight (48) hours before the time appointed for holding the meeting or adjourned meeting at which the person named in such proxy proposes to vote and in default the proxy shall not be treated as valid. An instrument appointing a proxy to vote at a meeting shall be deemed to include the power to demand a poll on behalf of the appointor.</p> <p>(2) A Member may by electronic communication appoint a proxy to vote for him at any meeting of the Company provided that:-</p> <p>(a) such electronic communication shall have been received at the office of the Company not less than forty-eight (48) hours before the time appointed for holding of the meeting or adjourned meeting, as the case may be, at which the person named in such electronic communication, proposes to vote; and</p> <p>(b) the Directors are satisfied as to the genuineness of such cable or other electronic communication.</p>

Article No.	Existing Articles with Amendments Marked	Clear Amended Version
<p>Article 88 Who may be proxy.</p>	<p>(1) (a) A proxy may but need not be a Member of the Company and the provisions of Section 149(1)(b) of the Act shall not apply to the Company. <u>There shall be no restriction as to the qualification of the proxy. A proxy appointed to attend and vote at a meeting of the Company shall have the same right as the Member to speak at the meeting.</u></p> <p>(b) A Member shall not be entitled to appoint more than two (2) proxies to attend and vote at the same meeting <u>except where the Member is an Exempt Authorised Nominee which holds an Omnibus Account, there is no limit to the number of proxies which the Exempt Authorised Nominee may appoint in respect of each Omnibus Account it holds. The appointments shall be invalid unless the proportion of shareholdings to be represented by each proxy is specified in the instrument appointing the proxies.</u></p> <p>(c) Where a Member appoints two (2) <u>or more</u> proxies, the appointments shall be invalid unless he specifies the proportions of his holdings to be represented by each proxy <u>in the instrument appointing the proxies.</u></p>	<p>(1) (a) A proxy may but need not be a Member of the Company and the provisions of Section 149(1)(b) of the Act shall not apply to the Company. There shall be no restriction as to the qualification of the proxy. A proxy appointed to attend and vote at a meeting of the Company shall have the same right as the Member to speak at the meeting.</p> <p>(b) A Member shall not be entitled to appoint more than two (2) proxies to attend and vote at the same meeting except where the Member is an Exempt Authorised Nominee which holds an Omnibus Account, there is no limit to the number of proxies which the Exempt Authorised Nominee may appoint in respect of each Omnibus Account it holds. The appointments shall be invalid unless the proportion of shareholdings to be represented by each proxy is specified in the instrument appointing the proxies.</p> <p>(c) Where a Member appoints two (2) or more proxies, the appointments shall be invalid unless he specifies the proportions of his holdings to be represented by each proxy in the instrument appointing the proxies.</p>

**FURTHER INFORMATION****1. DIRECTORS' RESPONSIBILITY STATEMENT**

This Circular had been seen and approved by the Directors of HLCB who collectively and individually accept full responsibility for the accuracy of the information given and confirm that, having made all reasonable enquiries and to the best of their knowledge and belief, there are no other material facts, the omission of which would make any statement herein misleading.

**2. MATERIAL LITIGATION, CLAIMS AND ARBITRATION**

As at the LPD, HLCB Group is not engaged in any material litigation, claims or arbitration either as plaintiff or defendant and the Directors are not aware of any proceeding pending or threatened against the HLCB Group or any other facts likely to give rise to any proceeding which might materially and adversely affect the business and financial position of the HLCB Group.

**3. MATERIAL CONTRACTS**

Save as disclosed below, there are no other contracts which are material (not being contracts entered into in the ordinary course of business) which have been entered into by the HLCB Group within the two (2) years immediately preceding the date of this Circular:

- Conditional sale and purchase agreement dated 10 April 2012 entered into between HLCB and HLB for the acquisition of 100% equity interest in MIMB Investment Bank Berhad (now known as Hong Leong Investment Bank Berhad) from HLB for an indicative cash consideration of RM157.9 million.

The above transaction was completed on 1 June 2012.

**4. DOCUMENTS AVAILABLE FOR INSPECTION**

Copies of the following documents are available for inspection at the Registered Office of HLCB at Level 8, Wisma Hong Leong, 18 Jalan Perak, 50450 Kuala Lumpur during normal office hours from Mondays to Fridays (except public holidays) from the date of this Circular to the date of the Said AGM:

- (i) Memorandum and Articles of Association of HLCB;
- (ii) audited consolidated financial statements of HLCB for the past 2 financial years ended 30 June 2012 and 2013; and
- (iii) material contract referred to in Section 3 above.