

MTQ CORPORATION LIMITED

(Incorporated in Singapore)

(Company Registration No. 196900057Z)

MINUTES OF 51st ANNUAL GENERAL MEETING HELD BY WAY OF ELECTRONIC MEANS

PLACE : Via “live” audio-visual webcast and “live” audio-only stream in accordance with the COVID-19 (Temporary Measures) (Alternative Arrangements for Meeting for Companies, Variable Capital Companies, Business Trusts, Unit Trusts and Debenture Holders) Order 2020 (“Electronic Means”)

DATE : Tuesday, 28 July 2020

TIME : 2.00 p.m.

PRESENT : The following Directors were present at the webcast venue:
Mr Kuah Kok Kim
Mr Kuah Boon Wee
Mr Nicholas Campbell Cocks

The following Directors and Company Secretary were present remotely:
Mr Chew Soo Lin
Mr Ho Han Siong Christopher
Mr Huang Yuan Chiang
Mr Ong Eng Yaw
Ms Tan Lee Fang (Company Secretary)

IN ATTENDANCE BY : Please refer to Audio-visual Webcast and Audio-feed Attendee Report.
INVITATION

SHAREHOLDERS : Please refer to Audio-visual Webcast and Audio-feed Attendee Report.

CHAIRMAN : Mr Kuah Kok Kim

QUORUM

As a quorum was present electronically, the Chairman declared the Annual General Meeting (the “AGM” or “Meeting”) open at 2.00 p.m.

The Chairman duly welcomed all the shareholders who were present at the AGM by way of electronic means and acknowledged their attendance in this Meeting.

CONDUCT OF THE AGM BY WAY OF ELECTRONIC MEANS

The Chairman informed that the holding of the AGM via “live” audio-video webcast and “live” audio-only stream was in compliance with the various advisories and guidance issued by the authorities on the conduct of general meetings during the period when elevated safe distancing measure are in place.

Thereafter, the Chairman introduced the Directors who attended the Meeting either in person or by electronic means.

NOTICE

The Notice convening the Meeting was taken as read.

The Chairman informed that in accordance with the Additional Guidance on the Conduct of General Meetings During Elevated Safe Distancing Period jointly issued by ACRA, MAS and SGX on 13 April 2020, all resolutions tabled at the Meeting must be voted by proxy only and only the Chairman of the Meeting could be appointed as proxy. All resolutions tabled at the Meeting were voted by poll and counted based on the proxy forms that were submitted to the Company at least 48 hours before the Meeting.

The Chairman further informed that in his capacity as Chairman of the Meeting, he has been appointed as proxy by numerous shareholders and were voting in accordance with their instructions. Trusted Services Pte. Ltd. and RHT Governance, Risk & Compliance (Singapore) Pte Ltd were appointed as the polling agent and scrutineer for the poll respectively. The validity of the proxies submitted by the shareholders by the submission deadline of 2.00 p.m. on 26 July 2020 had been reviewed and the votes of all such valid proxies had been counted by the polling agent and verified by the scrutineer.

QUESTIONS FROM THE SHAREHOLDERS

As indicated in the Company's announcement of 29 June 2020, shareholders would not be able to ask questions at the Meeting during the "live" audio-visual webcast and "live audio-only stream.

All substantial and relevant questions that were received by 25 July 2020 have been addressed by the Company and the responses (a copy is attached hereto as "**Annex A**") were published on SGXNet as well as the Company's website prior to the Meeting.

The Chairman also highlighted part of the responses to the substantial and relevant questions, and provided a brief update on the business.

ORDINARY BUSINESS:

1. DIRECTORS' STATEMENT AND THE AUDITED FINANCIAL STATEMENTS – RESOLUTION 1

The motion to approve and adopt the Directors' Statement and the Audited Financial Statements for the financial year ended 31 March 2020 together with the Independent Auditor's Report was duly proposed by the Chairman.

The votes were counted and verified and the results of the votes for Resolution 1 were as follows:

Total number of shares represented by votes for and against the resolution	For		Against	
	Number of shares	As a % of total number of votes for and against the resolution (%)	Number of shares	As a % of total number of votes for and against the resolution (%)
97,461,143	97,461,143	100.00	0	0.00

Based on the results of the Poll, the Chairman declared Resolution 1 carried and it was RESOLVED:

“That the Directors’ Statement and the Audited Financial Statements of the Company for the financial year ended 31 March 2020 together with the Independent Auditor’s Report be received and adopted.”

2. FINAL DIVIDEND – RESOLUTION 2

The motion to approve the payment of one-tier final dividend of 0.50 Singapore cents per ordinary share for the financial year ended 31 March 2020 and the final dividend, if approved, would be paid on 21 August 2020, was duly proposed by the Chairman.

The votes were counted and verified and the results of the votes for Resolution 2 were as follows:

Total number of shares represented by votes for and against the resolution	For		Against	
	Number of shares	As a % of total number of votes for and against the resolution (%)	Number of shares	As a % of total number of votes for and against the resolution (%)
97,461,143	97,461,143	100.00	0	0.00

Based on the results of the Poll, the Chairman declared Resolution 2 carried and it was RESOLVED:

“That the payment of a final (one-tier tax-exempt) dividend of 0.50 Singapore cents per ordinary share for the financial year ended 31 March 2020 be approved.”

3. RE-ELECTION OF MR ONG ENG YAW – RESOLUTION 3

Resolution 3 dealt with the re-election of Mr Ong Eng Yaw, who was retiring under Article 91 of the Company’s Constitution. Mr Ong had signified his consent to continue in office and would, upon re-election as a Director of the Company, remained as a member of the Nomination and Remuneration Committee, and would be considered Non-Independent Director.

The motion in relation to Resolution 3 was duly proposed by the Chairman. The votes were counted and verified and the results of the votes for Resolution 3 were as follows:

Total number of shares represented by votes for and against the resolution	For		Against	
	Number of shares	As a % of total number of votes for and against the resolution (%)	Number of shares	As a % of total number of votes for and against the resolution (%)
97,461,143	97,458,143	100.00	3,000	0.00*

**Less than 0.01%*

Based on the results of the Poll, the Chairman declared Resolution 3 carried and it was RESOLVED:

“That Mr Ong Eng Yaw be re-elected as a Director of the Company.”

4. RE-ELECTION OF MR CHEW SOO LIN – RESOLUTION 4

Resolution 4 dealt with the re-election of Mr Chew Soo Lin, who was retiring under SGX-ST Listing Rule 720(5). Mr Chew had signified his consent to continue in office and would, upon re-election as a Director of the Company, remained as Chairman of the Audit Committee, and would be considered Independent Director.

The motion in relation to Resolution 4 was duly proposed by the Chairman. The votes were counted and verified and the results of the votes for Resolution 4 were as follows:

Total number of shares represented by votes for and against the resolution	For		Against	
	Number of shares	As a % of total number of votes for and against the resolution (%)	Number of shares	As a % of total number of votes for and against the resolution (%)
97,461,143	97,458,143	100.00	3,000	0.00*

**Less than 0.01%*

Based on the results of the Poll, the Chairman declared Resolution 4 carried and it was RESOLVED:

“That Mr Chew Soo Lin be re-elected as a Director of the Company.”

5. RETIREMENT OF MR HUANG YUAN CHIANG

The Meeting noted that Mr Huang Yuan Chiang, who was retiring as a Director of the Company under Article 91 of the Company's Constitution does not wish to seek for re-election. Mr Huang would retire as a Director of the Company and ceased to be the Chairman of the Nomination and Remuneration Committee and a member of the Audit Committee following the conclusion of this AGM.

The Chairman, on behalf of the Board, thanked Mr Huang for his invaluable contributions to the Board and the Group over the years and wished him well for his future endeavours.

6. RE-APPOINTMENT OF AUDITOR – RESOLUTION 5

The Chairman informed that the retiring auditor, Ernst & Young LLP, had expressed its willingness to continue in office.

The motion in relation to Resolution 5 was duly proposed by the Chairman. The votes were counted and verified and the results of the votes for Resolution 5 were as follows:

Total number of shares represented by votes for and against the resolution	For		Against	
	Number of shares	As a % of total number of votes for and against the resolution (%)	Number of shares	As a % of total number of votes for and against the resolution (%)
97,461,143	97,461,143	100.00	0	0.00

Based on the results of the Poll, the Chairman declared Resolution 5 carried and it was RESOLVED:

“That Ernst & Young LLP be re-appointed as Auditor of the Company until the conclusion of the next Annual General Meeting and that the Directors be authorised to fix its remuneration.”

7. ANY OTHER BUSINESS

As no notice of any other ordinary business has been received by the Company Secretary, the Meeting proceeded to deal with the special business of the Meeting.

SPECIAL BUSINESS:

8. DIRECTORS' FEES – RESOLUTION 6

The Board had, subject to shareholders' approval, recommended the payment of Directors fees of up to S\$290,000 to be paid quarterly in arrears for the financial year ending 31 March 2021.

The motion in relation to Resolution 6 was duly proposed by the Chairman. The votes were counted and verified and the results of the votes for Resolution 6 were as follows:

Total number of shares represented by votes for and against the resolution	For		Against	
	Number of shares	As a % of total number of votes for and against the resolution (%)	Number of shares	As a % of total number of votes for and against the resolution (%)
97,461,143	97,461,143	100.00	0	0.00

Based on the results of the Poll, the Chairman declared Resolution 6 carried and it was RESOLVED:

“That the Directors’ fees of up to S\$290,000 for the financial year ending 31 March 2021, to be paid quarterly in arrears, be approved for payment.”

9. AUTHORITY TO ISSUE SHARES – RESOLUTION 7

The motion in relation to Resolution 7 was to authorise the Directors to allot and issue shares pursuant to Section 161 of the Companies Act, Chapter 50 and Rule 806 of the Listing Manual of the Singapore Exchange Securities Trading Limited.

The motion in relation to Resolution 7 was duly proposed by the Chairman. The votes were counted and verified and the results of the votes for Resolution 7 were as follows:

Total number of shares represented by votes for and against the resolution	For		Against	
	Number of shares	As a % of total number of votes for and against the resolution (%)	Number of shares	As a % of total number of votes for and against the resolution (%)
97,461,143	97,458,143	100.00	3,000	0.00*

*Less than 0.01%

Based on the results of the Poll, the Chairman declared Resolution 7 carried and it was RESOLVED:

“That pursuant to Section 161 of the Companies Act, Chapter 50 and Rule 806 of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Directors of the Company be authorised and empowered to:

- (a) (i) issue shares in the Company (“shares”) whether by way of rights, bonus or otherwise; and/or

- (ii) make or grant offers, agreements or options (collectively, "Instruments") that might or would require shares to be issued, including but not limited to the creation and issue of (as well as adjustments to) options, warrants, debentures or other instruments convertible into shares,

at any time and upon such terms and conditions and for such purposes and to such persons as the Directors of the Company may in their absolute discretion deem fit; and

- (b) (notwithstanding the authority conferred by this Resolution may have ceased to be in force) issue shares in pursuance of any Instruments made or granted by the Directors of the Company while this Resolution was in force,

provided that:

- (1) the aggregate number of shares (including shares to be issued in pursuance of the Instruments, made or granted pursuant to this Resolution) to be issued pursuant to this Resolution shall not exceed fifty per centum (50%) of the total number of issued shares (excluding treasury shares and subsidiary holdings) in the capital of the Company (as calculated in accordance with sub-paragraph (2) below), of which the aggregate number of shares to be issued other than on a pro rata basis to shareholders of the Company shall not exceed twenty per centum (20%) of the total number of issued shares (excluding treasury shares and subsidiary holdings) in the capital of the Company (as calculated in accordance with sub-paragraph (2) below);
- (2) (subject to such calculation as may be prescribed by the Singapore Exchange Securities Trading Limited) for the purpose of determining the aggregate number of shares that may be issued under sub-paragraph (1) above, the total number of issued shares (excluding treasury shares and subsidiary holdings) shall be based on the total number of issued shares (excluding treasury shares and subsidiary holdings) in the capital of the Company at the time of the passing of this Resolution, after adjusting for:
 - (a) new shares arising from the conversion or exercise of any convertible securities;
 - (b) new shares arising from exercising share options or vesting of share awards, provided the options and awards were granted in compliance with the Listing Manual; and
 - (c) any subsequent bonus issue, consolidation or subdivision of shares;

provided such adjustment in sub-paragraph 2(a) and (b) above are made in respect of new shares arising from convertible securities, share options or share awards which were issued and outstanding or subsisting at the time of passing of this Resolution;

- (3) in exercising the authority conferred by this Resolution, the Company shall comply with the provisions of the Listing Manual of the Singapore Exchange Securities Trading Limited for the time being in force (unless such compliance has been waived by the Singapore Exchange Securities Trading Limited) and the Company's Constitution; and

- (4) unless revoked or varied by the Company in a general meeting, such authority shall continue in force until the conclusion of the next Annual General Meeting of the Company or the date by which the next Annual General Meeting of the Company is required by law to be held, whichever is earlier.”

10. AUTHORITY TO ISSUE SHARES UNDER THE MTQ CORPORATION LIMITED SCRIP DIVIDEND SCHEME – RESOLUTION 8

The Meeting noted that Resolution 8 was to authorise the Directors to issue shares under the MTQ Corporation Limited Scrip Dividend Scheme.

The text of the resolution was set out under item 9 in the Notice of AGM dated 29 June 2020.

The motion in relation to Resolution 8 was duly proposed by the Chairman. The votes were counted and verified and the results of the votes for Resolution 8 were as follows:

Total number of shares represented by votes for and against the resolution	For		Against	
	Number of shares	As a % of total number of votes for and against the resolution (%)	Number of shares	As a % of total number of votes for and against the resolution (%)
97,461,143	97,461,143	100.00	0	0.00

Based on the results of the Poll, the Chairman declared Resolution 8 carried and it was RESOLVED:

“That pursuant to Section 161 of the Companies Act, Chapter 50 and Rule 806 of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Directors of the Company be authorised and empowered to issue such number of shares in the Company as may be required to be issued pursuant to The MTQ Corporation Limited Scrip Dividend Scheme from time to time set out in the Circular to Shareholders dated 10 June 2004 and that such authority shall, unless revoked or varied by the Company in a general meeting, continue in force until the conclusion of the next Annual General Meeting of the Company or the date by which the next Annual General Meeting of the Company is required by law to be held, whichever is earlier.”

11. AUTHORITY TO ISSUE SHARES UNDER THE MTQ SHARE PLAN – RESOLUTION 9

The Chairman informed that Resolution 9 was to authorise the Directors to issue shares under the MTQ Share Plan.

The text of the resolution was set out under item 10 in the Notice of AGM dated 29 June 2020.

The motion in relation to Resolution 9 was duly proposed by Chairman. The votes have been counted and verified and the results of the votes for Resolution 9 were as follows:

Total number of shares represented by votes for and against the resolution	For		Against	
	Number of shares	As a % of total number of votes for and against the resolution (%)	Number of shares	As a % of total number of votes for and against the resolution (%)
97,461,143	97,461,143	100.00	0	0.00

Based on the results of the Poll, the Chairman declared Resolution 9 carried and it was RESOLVED:

“That:

- (1) pursuant to Section 161 of the Companies Act, Chapter 50, the Directors of the Company be authorised to grant awards (“Awards”) in accordance with the provisions of the prevailing MTQ Share Plan (“the Share Plan”) and to allot and issue and/or transfer and/or deliver from time to time such number of fully paid-up shares as may be required to be issued and delivered pursuant to the vesting of Awards under the Share Plan, provided that the aggregate number of new shares allotted and issued and/or to be allotted and issued pursuant to the Share Plan, when added to the aggregate number of shares issued or issuable under any other share schemes which may be implemented by the Company, shall not exceed fifteen per centum (15%) of the total number of issued shares (excluding treasury shares and subsidiary holdings) in the capital of the Company from time to time;
- (2) the Directors of the Company and/or any of them be and are hereby authorised to complete and do all such acts and things (including executing such documents as may be required) as they and/or he may consider expedient or necessary to give effect to the transactions contemplated and/or authorised by this Resolution; and
- (3) such authority shall, unless revoked or varied by the Company in a general meeting, continue in force until the conclusion of the next Annual General Meeting of the Company or the date by which the next Annual General Meeting of the Company is required by law to be held, whichever is earlier.”

12. PROPOSED RENEWAL OF SHARE BUYBACK MANDATE – RESOLUTION 10

As the Chairman was deemed to be interested in the item on the Agenda, the chair was handed over to the Lead Independent Director, Mr Nicholas Campbell Cocks.

The Meeting noted that Resolution 10 was to seek shareholders’ approval for the renewal of the Share Buyback Mandate. The full details of the Share Buyback Mandate and the financial effects had been set out in the Appendix dated 29 June 2020 attached to the Annual Report.

As stated in the Appendix dated 29 June 2020, the Concert Party Group, comprising Kuah Kok Kim, Kuah Boon Wee, Kuah Boon Kiam and Kuah Boon Theng would abstain from recommending shareholders to vote in favour for this Resolution.

The motion in relation to Resolution 10 was duly proposed by Mr Cocks. The votes were counted and verified and the results of the votes for Resolution 10 were as follows:

Total number of shares represented by votes for and against the resolution	For		Against	
	Number of shares	As a % of total number of votes for and against the resolution (%)	Number of shares	As a % of total number of votes for and against the resolution (%)
35,478,594	35,478,594	100.00	0	0.00

Based on the results of the Poll, Mr Cocks declared Resolution 10 carried and it was RESOLVED:

“That for the purposes of Sections 76C and 76E of the Companies Act, Chapter 50, the Directors of the Company be and are hereby authorised to make purchases or otherwise acquire ordinary shares in the capital of the Company from time to time (whether by way of market purchases or off-market purchases on an equal access scheme) of up to ten per centum (10%) of the total number of issued shares (excluding treasury shares and subsidiary holdings) in the capital of the Company (as ascertained as at the date of Annual General Meeting of the Company) at the price of up to but not exceeding the Maximum Price as defined in the Appendix to this Notice of Annual General Meeting dated 29 June 2020 (the “Appendix”), in accordance with the terms of the Share Buyback Mandate set out in the Appendix, and the Share Buyback Mandate shall, unless varied or revoked by the Company in a general meeting, continue in force until the conclusion of (i) the next Annual General Meeting of the Company, (ii) the date by which the next Annual General Meeting of the Company is required by law to be held, or (iii) the date on which Share Purchases are carried out to the full extent mandated, whichever is earliest.”

At this juncture, the chair was handed over to the Chairman to bring the meeting to a close.

CONCLUSION

There being no other business to transact, the Chairman declared the Annual General Meeting of the Company closed at 2.30 p.m. and thanked everyone for their attendance.

CONFIRMED AS TRUE RECORD OF PROCEEDINGS HELD

KUAH KOK KIM
CHAIRMAN

MTQ CORPORATION LIMITED
(Incorporated in Singapore)
Co. Registration No. 196900057Z

**ANNUAL GENERAL MEETING TO BE HELD ON 28 JULY 2020
RESPONSES TO SUBSTANTIAL AND RELEVANT QUESTIONS**

MTQ Corporation Limited (the “**Company**”) would like to thank shareholders for submitting their questions in advance of the upcoming Annual General Meeting (“**AGM**”) to be held by way of electronic means on 28 July 2020, 2.00 p.m.

The Appendix annexed herein sets out the Company’s responses to the substantial questions received from shareholders and other stakeholders that are relevant to the AGM resolutions and the business of the Company and its subsidiaries (the “**Group**”).

The questions received have been grouped into the following key topics:

- COVID-19/ Business Updates
- Continuing Disclosures
- Governance
- Others

Please refer to the Appendix for the Group’s responses.

By Order of the Board

Tan Lee Fang
Company Secretary

Date: 27 July 2020

Appendix

COVID-19/ Business Updates	
1	<p>How has COVID-19 impacted the business?</p> <p>Response:</p> <p>While the Group continues to see base-load of enquiries, the turnaround time to convert these to real orders have taken longer simply because customers are generally taking longer to make decisions in the midst of a lower-activity environment. Supply chain disruptions have also affected deliveries.</p> <p>Operationally, most of the Group's operations have been able to continue throughout these past months although additional borders controls have led to increased delivery time to end customers. Manpower wise, some foreign direct workers have been unavailable to us mainly due to quarantine and travel restrictions. This has affected our manpower utilisation. Although some of them have since been cleared to resume work recently, it is still uncertain when the Group will be able to operate at full manpower capacity particularly in Singapore.</p> <p>The Group is also stepping up our workplace safety and health protocols in compliance with health authorities' guidelines in Singapore and elsewhere and as part of a business continuity plan.</p> <p>Financially, the Group is unable to reasonably estimate the full financial impact, particularly of the COVID-19 as the situation continues to evolve. Having said, the above are expected to have negative impacts on the Group's earnings, cash flows and financial condition of the Group in FY2021 as described in page 64 of the Group's most recent Annual Report. Please refer to question 3 below for updates on business performance.</p>
2	<p>Is management making any changes to the housing arrangement for its foreign workers?</p> <p>Response:</p> <p>MTQ has workers living in dormitories which have borne the brunt of COVID-19 cases. The Group is working with local authorities to address living conditions and arrangements. In Singapore and Bahrain, the Group has also leased additional dormitories and properties to house certain group of employees mainly to enable them to continue working and for isolation as well as quarantine purposes.</p>
3	<p>Please provide updates on the business performance.</p> <p>Response:</p> <p>The Group's revenue for the quarter ended 30 June 2020 ("1QFY2021") were lower quarter-on-quarter and year-on-year by approximately 33% and 11% respectively, mainly as a result of impacts from the COVID-19 described above.</p>

	<p>Despite the lower activities in 1QFY2021, the Group was profitable, mostly attributable to government grants and support received during the quarter which helped to defray a substantial portion of the Group's ongoing costs. Operating cash flows and financial liquidity remained healthy.</p> <p>The Group anticipates that recovery to pre-COVID levels will take time but we believe that our financial positions are currently strong enough to weather the period moving ahead.</p>
Continuing Disclosures	
<p>4</p>	<p>Going forward, and especially with the discontinuance of quarterly reporting, would management be providing shareholders with timely updates of material development relating to the group's operations as part of the company's continuous disclosure obligations?</p> <p>Response:</p> <p>As announced on 4 March 2020, the Board would like to assure shareholders that the Company will comply with its continuing disclosure obligations to keep shareholders updated as and when appropriate if there are any material developments (financial or otherwise) relating to the Group.</p> <p>The Company may include its material updates in forms deemed appropriate (such as this Appendix).</p>
Governance	
<p>5</p>	<p>Can the Audit Committee (the "AC") help shareholders understand if it is the usual practice for non-board committee members (including the executive director) to attend the audit committee meetings? Were there specific agenda items or reasons to invite the non-audit committee members to all the AC meetings? Do the invited directors also actively participate in the discussions during the AC meetings? If so, how are the AC meetings different from board meetings? Is there sufficiently strong independent element at the AC meetings given that the Code focused on the independence of AC members and specifically discourages the membership of executive directors? There are three independent directors (only two as members of the AC) and four non-independent directors (including an executive director) in attendance at the AC meetings?</p> <p>Response:</p> <p>It is the usual practice for non-board committee members to attend committee meetings by invitations from the committees. This is solely for the purpose of providing inputs, responses or clarifications to the committees where relevant and to contribute to the discussions when appropriate and required. Executive directors and the management would be asked to excuse themselves from the committee meetings for matters affecting them or when circumstances warrant for such. For example, the Audit Committee meets with the internal and external auditors at least once on an annual basis without the presence of management to review, among other things, the assistance given by management and paying full attention to any material weaknesses in internal controls highlighted by the auditors. The AC has full access to the external and internal auditors without the presence of the non-AC members or the management of the Company at all time as well as has full access to records, resources and personnel, to enable it to discharge its functions properly.</p>

	<p>Unlike the board meetings which are chaired by the Chairman of the Board, committee meetings are chaired by the respective Chairmen of the committees. The invited directors do not actively participate in the discussions in committee meetings unless inputs are requested by the committees.</p> <p>The composition of the Audit Committee (“AC”) complies with the Code as it comprises all non-executive directors with a majority, including the Chairman, being independent directors.</p> <p>The Company believes that there is sufficiently strong element of independence, not only on the Audit Committee, but also on the overall composition of the Board members for reasons stated above and as stated in pages 25-27 of the Group’s most recent Annual Report.</p>
Others	
<p>6</p>	<p>Can the company help shareholders understand the strategic value of Binder Group (design and manufacturing of proprietary and custom-built pipe support and pipe suspension) and In-Line Valve (flow control valves). In particular, the goodwill attributed to the In-Line Valve business is carried at \$3.1 million. What are the prospects and expected synergies from In-Line Valve that would justify the goodwill when the net asset of the target group was approximately \$0.7 million as at the acquisition date?</p> <p>Response:</p> <p>As disclosed in past announcements, the purpose of such acquisitions is mainly to increase the scope and scale of our core Oilfield operations via expanding its services and products offerings as well as extending the geographical reach of the Group. Much of the Group’s core activity relates to maintenance of existing customer assets and broadening our business to cover product offerings helps strengthen customer relationships.</p> <p>For the year ended 31 March 2020, a good part of Bahrain’s growth could be attributed to the value-add that In-Line Valve has brought to the Group in terms of its new design capability, product knowledge as well as supply chain.</p>
<p>7</p>	<p>Considering the share price of MMA Offshore Limited (“MMA”)’s shares acquired in sale of Neptune Marine is much higher than the present market price, will MTQ consider acquiring more MMA’s shares?</p> <p>Response:</p> <p>As part of the disposal of Neptune segment, the implied values of MMA’s shares were arrived at after arm’s length negotiation and on a willing-buyer willing-seller basis having taken into consideration, among other things, the business prospects of Neptune and MMA at that point of time when market conditions were quite different from now.</p> <p>It is the Group’s current intention to hold our current position for the long term and work towards better markets. Any further acquisitions would require more deliberations, having regards not only to the business and market prospects but also many other strategic factors.</p>