

**JF TECHNOLOGY BERHAD**

[Registration No. 200601027925 (747681-H)]

(Incorporated in Malaysia)

**SUMMARY OF KEY MATTERS DISCUSSED AT THE FOURTEENTH ANNUAL GENERAL MEETING OF THE COMPANY ("14TH AGM" OR "THE MEETING") HELD ON A FULLY VIRTUAL BASIS AT THE BROADCAST VENUE AT LOT 6, JALAN TEKNOLOGI 3/6, TAMAN SAINS SELANGOR 1, KOTA DAMANSARA, 47810 PETALING JAYA, SELANGOR DARUL EHSAN ON THURSDAY, 3 DECEMBER 2020 AT 9:00 A.M.**

**QUESTION AND ANSWER SESSION**

1. Questions raised from a shareholder, Tan Ze Chien before the commencement of the Meeting and the same were addressed with the Company's responses as follows:

<b>QUESTIONS</b>	<b>COMPANY'S RESPONSES</b>
1. Many local outsourced semi-conductor and test (" <b>OSAT</b> ") players such as Malaysian Pacific Industries Berhad, Unisem (M) Berhad and Inari Amertron Berhad have been doing well in the current quarter. Would Management roughly provide some guidance on the significant of the positive impact of those OSAT's performance towards the Company's sales?	The global semi-conductor demand has been robust in the past several quarters and the Company's customers including the OSATs and integrated device manufacturers have provided positive impact to the Company's sales.
2. Is the Company developing products that could test the third-generation semi-conductor such as silicon carbide or gallium nitrate?	Not at the present moment as the Company is currently focusing on getting new products such as Bellmat and Unicon, which position well in the 5G market. Nevertheless, the Company would watch the space closely and look at any opportunities to develop solutions for silicon carbide and gallium nitrate.
3. How is the progress of China collaboration with Hubble Technology Investment Co., Ltd. (" <b>Hubble</b> ")? Is the new production facility under construction? If yes, can the Company provide what is the progress of the construction in %?	<p>The Company is making good progress for the venture in China with Hubble. The Company's General Manager is currently in China and would be there for the next two (2) months to accelerate the facility setup and resource hiring.</p> <p>The Company does not construct the factory from grounds up and is renting a ready-made facility in Kunshan, China.</p>
4. The proceed from the first tranche of the private placement had been received in September 2020 and when would the Company commence its	The Company is having project meeting on a weekly basis and expects to start construction sometime in the second quarter of year 2021 with

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<b>QUESTIONS</b>	<b>COMPANY'S RESPONSES</b>
construction of new facility in Kota Damansara?	completion targeted in third quarter of year 2022.

2. Questions submitted by shareholders and proxies via the text box below the live stream player within the e-Portal during the Meeting and the Company's responses as follows:

<b>QUESTIONS</b>	<b>COMPANY'S RESPONSES</b>
1. (a) How much is the forecast sales growth rate in China?	The Company has seen a very healthy growth in China market over the past three (3) years and would expect to continue to ride positively on China's many initiatives to grow its domestic semi-conductor market in line with the Made in China 2025 initiatives.
(b) The pioneer status of the subsidiary for the tax exemption would be expiring in March 2021. Is there any extension of pioneer status granted?	The Company has submitted application for pioneer status extension to the authorities and waiting optimistically for the outcome.
(c) What is the current utilisation rate of production capacity? <i>(Soong Hao Jin)</i>	The Company's facility is currently operating at optimal capacity of 75% to 80%.
2. (a) Can the Board provide more details on the collaboration with Huawei Investment & Holding Co., Ltd. (" <b>Huawei</b> ")?	The Company has partnered with Huawei through its investment arm Hubble to setup JFH Technology (Kunshan) Co., Ltd (" <b>JFH</b> ") to manufacture and supply high performance test contactors to Huawei and its subsidiaries as well as other customers in China. Under the definitive agreements, JF International Sdn. Bhd., a wholly-owned subsidiary of the Company would invest USD0.5 million in JFH for a majority of 55% stake while Hubble would invest USD1.5 million for the balance of 45% stake. The premium paid by the joint venture partner serves as contribution in kind for the recognition and transfer of intellectual property owned by the Company.

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<b>QUESTIONS</b>	<b>COMPANY'S RESPONSES</b>
(b) Pages 48 and 123 - The disclosures of shareholdings for Dato' Foong Wei Kuong and Datin Wang Mei Ling should include each other's amount as provided for under the Companies Act 2016. Hope the Company Secretary and Auditors could take note of the compliance. <i>(Liew Hin Choy)</i>	As Dato' Foong Wei Kuong and Datin Wang Mei Ling are Directors of the Company, their shareholdings are deemed disclosed pursuant to Section 59(11)(c) of the Companies Act 2016.
3. For automotive test socket segment, is the Company able to move into electric vehicle value chain? <i>(Elaine Yeoh)</i>	The Company's current products are already well adopted by automotive semi-conductor manufacturers and are ready to be adopted into the electric vehicle value chain.
4. Kindly give us some e-vouchers or e-wallet for being loyal shareholders and attending the Meeting. Times are bad now. <i>(Stephen Lye Tuck Meng)</i>	Thank you for the suggestion but it is not the Company's practice to issue e-vouchers. Instead, the Company would want to continue to reward the esteemed shareholders of the Company with dividends.

3. Unattended questions submitted by shareholders and proxies during the Meeting and were addressed by the Company via email:

<b>QUESTIONS</b>	<b>COMPANY'S RESPONSES</b>
1. (a) Have all the relevant approvals been obtained for the bonus/warrants' issuance?	The bonus issue of shares with free warrants was approved by the shareholders during the Extraordinary General Meeting of the Company held immediately after the conclusion of the 14th AGM.
(b) Is the estimated completion timeframe as mentioned in the circular to shareholders achievable? <i>(Chu Teck Hang)</i>	The entitlement date for the bonus issue of shares with free warrants would be announced at a later date and is expected to be completed in the first quarter of 2021.

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<p>2. (a) Can the shareholders invite Dato' Foong Wei Kuong to say a few words?</p> <p>(b) Is the Company planning for any merger and acquisition exercise? Will the Company look for opportunities if available?</p> <p>(c) Would there be any corporate presentation in this 14th AGM?</p> <p>(d) Can the Company maintain the current quarter performance next year? <i>(Tan Chun Kai)</i></p>	<p>Dato' Foong Wei Kuong has provided an update and outlook of the Company in the press statement, which was announced to Bursa Malaysia Securities Berhad.</p> <p>Kindly refer to the attached press statement.</p> <p>The Company is looking at both organic and inorganic growth. The Company is constantly on the lookout for good opportunities that would create synergies and ultimately enhance the shareholders' value.</p> <p>As the 14th AGM and Extraordinary General Meeting of the Company are held back-to-back, the Company was unable to give a presentation. Nevertheless, Dato' Foong Wei Kuong has provided an update and outlook of the Company in the press statement, which was announced to Bursa Malaysia Securities Berhad.</p> <p>The Company is delighted with the set of results that was posted in the first quarter of financial year ending 2021. Looking ahead, the outlook continues to be bright for the Company as the Company rides on the expanding global semiconductor market. The Company strives to keep the positive momentum and create value to the esteemed shareholders of the Company.</p>
<p>3. Please post the minutes of meeting on the Company's website. <i>(Liew Chee Seng)</i></p>	<p>The Company has been posting the Minutes of the Annual General Meeting on the Company's website and the Company would be posting the Minutes of the 14th AGM and Extraordinary General Meeting of the Company as soon as practicable.</p>

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4. How about the bonus issue of shares? <i>(Young Pao Soon)</i>	The bonus issue of shares with free warrants was approved by the shareholders during the Extraordinary General Meeting of the Company held immediately after the conclusion of the 14th AGM. The entitlement date for the bonus issue of shares with free warrants would be announced at a later date and is expected to be completed in the first quarter of 2021.
5. Would the current Company's owned patents obsolete in near term? Is the Company's research and development ("R&D") able to develop more useful patents in the coming years? <i>(Mok Yong Yaw)</i>	At the Company, Management has placed a strong emphasis on R&D and intellectual property. The Group has filed sixty-three (63) patents in various countries. The Company would continue to grow the intellectual property, which is one (1) of the Company's key differentiators.
6. Why is the Director, Dato' Philip Chan Hon Keong selling 100,000 units of his shares on 30 November 2020? Does this reflect the confidence of the Company in view of the upcoming 14th AGM? <i>(Yap Chew Leng)</i>	<p>The Company does not comment on the disposal of shares by its Independent Non-Executive Director as it was done at his discretion.</p> <p>The Company also wish to highlight that the Managing Director and major shareholder of the Company, Dato' Foong Wei Kuong has not sold a single share and continues to be upbeat on the Company's outlook.</p> <p>Dato' Foong Wei Kuong has provided an update and outlook of the Company in the press statement which was announced to Bursa Malaysia Securities Berhad.</p>
7. Please give the Company's expectation of the trends impacting the sector which the Company is operating in going forward and how are the Company's various markets in United States, Asia, Europe, etc. are growing? How are the Company's plans on the new collaboration and expansion in China,	The global semiconductor market is expected to be on an upward trajectory. The imminent deployment of the game-changing 5G globally would create a paradigm shift through the developments of artificial intelligence, autonomous driving, healthcare advancement,

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<p>etc. unfolding and the Company's expectation from these investments/collaborations on the profit growth and the time frame? <i>(Ho Yueh Weng)</i></p>	<p>amongst others, which would lead to a huge wave of demand for the next generation of semiconductors.</p> <p>Therefore, the Company is well-positioned to ride on this growth wave and it is also a great opportunity for the Company and Malaysia to move up the semiconductor value chain.</p> <p>The Company is very upbeat on the venture in China and making very good progress. The Company's China General Manager is currently in China and would be there in the next two (2) months to accelerate the facility set-up and hiring of resources. The Company anticipates the plant to commence production by third quarter of calendar year 2021 and expects the contribution from this venture to contribute positively going forward.</p>