

MLABS SYSTEMS BERHAD (653227-V)
(Incorporated in Malaysia)

**KEY MATTERS DISCUSSED AT FOURTEENTH ANNUAL GENERAL
MEETING HELD ON 27 SEPTEMBER 2018**

1. Why was the loss for the financial year higher than the previous year and what were the items that made up the losses?

Response

The directors gave a detailed breakdown of the losses for the financial year and answered questions relating to items of expenses that made up the losses

2. What is the rationale behind the purchase of the apartment known as Four Seasons Place?

Response

The Directors explained that Property prices particularly for high end developments in Kuala Lumpur have soften recently. The purchase of the apartment represents good value and has strong prospects for capital appreciation and is able to generate rental income for the Group. The Proposed Acquisition is also strategically located in the Golden Triangle of Kuala Lumpur city Centre and carries the “Four Seasons” brand. The immediate locality is well established with high end residential and commercial developments and therefore has strong potential to appreciate in value over time. Interest on fixed deposit is currently in the region of 3.5% to 4% per annum. The apartment should be able to be rented out to give a similar or higher yield than the current fixed deposit interest rate.

3. Why is the price of the company shares so low and what actions does the company intends to take to improve its share price?

Response

The directors responded that the company's share price is not within their control and is subject inter-alia to market sentiments, the percentage of public spread, current market and political conditions and other external factors.

4. What does the company intend to do with its rights issue proceeds and what are the company's plans for the future?

Response

The directors responded that the Group will make strong efforts to market the Company's let's talk app when it is ready for commercialisation in 2019 and at the same time will look for viable businesses/ assets to invest.

5. What is the breakdown of directors' fees?

Response

The directors gave a detailed breakdown of their respective fees.

6. When can shareholders expect a dividend payment?

Response

The directors intimated that it is unlikely for dividends to be paid in the foreseeable future.