



CRITICAL HOLDINGS BERHAD

(Registration No. 202201031781 (1477478-K))
(Incorporated in Malaysia)

DIVIDEND DECLARATION POLICY

GENERAL POLICIES FOR DIVIDEND DECLARATION

1. Dividend is a return on investment to the company shareholders.
2. Dividend declaration is subject to the Company's profitability and dividend payment is subject to the Company's cashflow position.
3. Policy on dividend declaration is as follows:

Current Year	
Current Year Profit After Tax < RM9,000,000	15% of current year profit after tax shall be declared as net dividend
Current Year Profit After Tax up to RM9,000,000	20% of current year profit after tax shall be declared as net dividend
Current Year Profit After Tax > RM9,000,000	25% of current year profit after tax shall be declared as net dividend

PROCEDURES FOR DIVIDEND DECLARATION AND PAYMENT

1. Upon finalization of the Group's audited financial statements for the financial year, the Financial Controller shall present the audited financial statements with financial analysis to the Board of Directors.
2. Financial Controller shall work out and prepare the proposed dividend based on the dividend declaration policy including:
 - Working capital position
 - Accounts Receivable Aging status
 - Accounts Payable Aging status
 - Amount due to related companies
 - Solvency Test for the next 12 months
 - Solvency Statement
 - Declaration of Solvency (Section 132 of the Companies Act, 2016)
3. The Board of Directors shall review and endorse the proposed dividend.
4. The Financial Controller shall then inform the auditors to include the proposed dividend in the audited financial statements for the financial year.

DIVIDEND PAYMENT

The proposed dividend shall be paid when:

- a. Once the dividend had been declared or proposed, a listed issuer must not make any subsequent alteration to the dividend entitlement.
- b. All the Accounts Receivable outstanding as of the financial year end has been collected (except the agreed retention amount).
- c. All the amounts due to related companies and vendors have been settled according to the agreed terms.
- d. The forecasted cashflow position for the next 3 months after the dividend payment is positive.