



Securities Investors Association (Singapore)

7 Maxwell Road #05-03 MND Building Annexe B Singapore 069111

Tel: (65) 6227 2683 Fax: (65) 6220 6614

Email: admin@sias.org.sg www.sias.org.sg

UEN No: S99SS0111B

GST Reg No: M90367530Y

Issuer: P5 Capital Holdings Ltd.

Security: P5 Capital Holdings Ltd.

Meeting details:

Date: 30 July 2018

Time: 9.00 a.m.

Venue: 213 Henderson Road #02-08 Henderson Industrial Park Singapore 159553

Company Description

P5 Capital Holdings Ltd., an investment holding company, fabricates, manufactures, and sells electrical switchboards and generator control panels in Singapore, Malaysia, and Vietnam. The company operates through Low Voltage Switchgear, and Lighting and Furniture Products segments. It offers MCB panel boards, MCCB panel boards, switchgear and control gear systems, and DPS enclosures; and automation and lighting products. The company also sells and distributes furniture, kitchen and wardrobe systems, and decorative lighting. It primarily serves customers in the construction industry. The company was formerly known as Sunlight Group Hldg Ltd and changed its name to P5 Capital Holdings Ltd. in October 2017. P5 Capital Holdings Ltd. was incorporated in 1998 and is based in Singapore.

(Source: http://www.sgx.com/wps/portal/sgxweb/home/company_disclosure/stockfacts?code=5AI)

1. The disposal of the group's low voltage switchgear business was completed on 30 September 2017. The group received the full purchase consideration was S\$16.9 million in May 2018.

- (i) For the benefit of new and old shareholders, and given the recent recomposition of the board, would the board refine the group's vision and strategy and update shareholders accordingly?**
- (ii) What were the deliberations the board has had on the declaration of dividends following the sale of the switchgear business?**
- (iii) The group has cash and cash held with financial institutions of over \$7 million, after investing USD3.0 million in a fund. Has the board evaluated the opportunities and determined its capital allocation strategy in its core business?**

2. The group's has newly incorporated a wholly owned subsidiary, P5 Studio Pte. Ltd., to supply contract furniture and bespoke carpentry works with the intent to expand the group's offering of interior solutions (page 8 of the annual report). In its business outlook and plan, the group has stated that it will look to "develop collaborative strategy with designers, architects and developers to provide flexible and one-stop solutions tailoring to both commercial as well as high end residential projects".

- (i) Can management elaborate further on the positioning of the group's products and services?**
- (ii) Specifically, what is P5 Luminaire's competitive advantage that can allow it to win projects and to maintain/increase its margins from a crowded market place? What were the reasons the lighting segment suffered a segment loss in 2018 (from a segment profit of over \$800,000 a year ago)?**
- (iii) As P5 Studio is newly incorporated, how ready is it to tap on the potential pipeline of an estimated 30,000 units that is expected to be launched in 2018-2019?**
- (iv) How much capital expenditure will be required to scale up P5 Studio's operations?**

3. As noted in the Operations Reviews, the group invested USD 3.0 million in Quantedge Global Fund (Offshore). The fund manager of the fund is a homegrown quantitative global macro hedge fund manager that runs a team-managed systematic investment strategy.

- (i) Can the board help shareholders understand how the USD3.0 million investment into a hedge fund is aligned to the group's vision and strategic growth plans?**
- (ii) How was the fund manager selected? Is there an investment committee that oversaw the process of selecting the fund manager?**

- (iii) What is the group's investment mandate and objectives for such passive investment into third-party funds?**
- (iv) Did the independent directors approve the investment into Quantedge?**
- (v) What is the lock-up period, if any, for the fund?**

A copy of the questions for the Annual Report for the financial year ended 31 March 2017 could be found here:

https://sias.org.sg/index.php?option=com_qaannualreports&view=qareports&filter_company=258

The company's response could be found here: -----

