

## **CORPORATE GOVERNANCE REPORT**

**STOCK CODE** : 2836  
**COMPANY NAME** : Carlsberg Brewery Malaysia Berhad  
**FINANCIAL YEAR** : December 31, 2021

### **OUTLINE:**

#### **SECTION A – DISCLOSURE ON MALAYSIAN CODE ON CORPORATE GOVERNANCE**

*Disclosures in this section are pursuant to Paragraph 15.25 of Bursa Malaysia Listing Requirements.*

#### **SECTION B – DISCLOSURES ON CORPORATE GOVERNANCE PRACTICES PERSUANT CORPORATE GOVERNANCE GUIDELINES ISSUED BY BANK NEGARA MALAYSIA**

*Disclosures in this section are pursuant to Appendix 4 (Corporate Governance Disclosures) of the Corporate Governance Guidelines issued by Bank Negara Malaysia. This section is only applicable for financial institutions or any other institutions that are listed on the Exchange that are required to comply with the above Guidelines.*

## SECTION A – DISCLOSURE ON MALAYSIAN CODE ON CORPORATE GOVERNANCE

*Disclosures in this section are pursuant to Paragraph 15.25 of Bursa Malaysia Listing Requirements.*

### Intended Outcome

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

### Practice 1.1

The board should set the company's strategic aims, ensure that the necessary resources are in place for the company to meet its objectives and review management performance. The board should set the company's values and standards, and ensure that its obligations to its shareholders and other stakeholders are understood and met.

<b>Application</b> :	Applied
<b>Explanation on application of the practice</b> :	<ul style="list-style-type: none"> <li>• The Board sets the strategic directions and oversees the conduct of the Group's business. It is committed to ensuring that Carlsberg Brewery Malaysia Berhad and its subsidiaries ("<b>Group</b>") practices the highest standard of corporate governance including accountability and transparency as a fundamental part of discharging the Board's responsibilities to protect and enhance shareholders' value.</li> <li>• The Board leads and has effective control over the Group whereby collective decisions and/or close monitoring are conducted on issues relating to strategy, performance, resources, standards of conduct and financial matters.</li> <li>• The Board has oversight on matters delegated to the Management whereby updates are reported on a quarterly basis during Board meetings. The Group adopts a Chart of Authority approved by the Board which the Management has to adhere to in carrying out its day-to-day functions.</li> <li>• The roles and responsibilities of the Board as set out in the Board Charter are clear and distinct from that of the Managing Director. The matters reserved for the collective decision of the Board are listed in Appendix A of the Board Charter.</li> <li>• The Board also facilitates its principal responsibilities which include reviewing and adopting a strategic plan, overseeing the conduct of the business, risk management, succession planning, reviewing and ensuring effective internal controls.</li> <li>• The Board has delegated specific responsibilities to the following committees ("<b>Committees</b>"):-             <ul style="list-style-type: none"> <li>(a) Audit Committee ("<b>AC</b>");</li> <li>(b) Nomination &amp; Remuneration Committee ("<b>NRC</b>"); and</li> <li>(c) Risk Management Committee ("<b>RMC</b>").</li> </ul> </li> <li>• The powers delegated to the Committees are set out in the Terms of Reference of each Committees as approved by the Board and set out in Appendices B, C and D of the Board Charter. The Board Charter is available on the corporate website – <a href="http://www.carlsbergmalaysia.com.my">www.carlsbergmalaysia.com.my</a></li> </ul>

<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

**Practice 1.2**

A Chairman of the board who is responsible for instilling good corporate governance practices, leadership and effectiveness of the board is appointed.

<b>Application</b>	:	Applied	
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The Chairman, Datuk Toh Ah Wah, holds a Non-Executive position and is primarily responsible for matters pertaining to the Board and the overall conduct of the Group.</li> <li>• The Chairman is committed to good corporate governance practices and has been leading the Board towards a high performing culture. Key responsibilities of the Chairman include the following:               <ul style="list-style-type: none"> <li>(a) provides leadership for the Board so that the Board may perform its responsibilities effectively;</li> <li>(b) sets the Board agenda and ensures that Board members receive complete and accurate information in a timely manner;</li> <li>(c) leads Board meetings and discussions;</li> <li>(d) encourages active participation and allows different views to be freely expressed;</li> <li>(e) manages the interface between Board and Management;</li> <li>(f) ensures appropriate steps are taken to provide effective communication with stakeholders and that their views are communicated to the Board as a whole; and</li> <li>(g) leads the Board in establishing and monitoring good corporate governance practices in the Group.</li> </ul> </li> </ul>	
<b>Explanation for departure</b>	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:		
<b>Timeframe</b>	:		

**Intended Outcome**

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

**Practice 1.3**

The positions of Chairman and CEO are held by different individuals.

<b>Application</b>	:	Applied	
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The positions of the Chairman and the Managing Director are held by two different individuals. The Chairman, Datuk Toh Ah Wah and the Managing Director, Stefano Clini, have their respective roles and responsibilities which are governed by the Board Charter.</li> <li>• The roles and responsibilities of the Chairman and the Managing Director are spelt out distinctly to ensure the appropriate balance of power and authority.</li> <li>• The Managing Director oversees the day-to-day management and running of the Group and the implementation of the Board's decisions and policies.</li> </ul>	
<b>Explanation for departure</b>	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:		
<b>Timeframe</b>	:		

## Intended Outcome

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

### Practice 1.4

The Chairman of the board should not be a member of the Audit Committee, Nomination Committee or Remuneration Committee

<p><i>Note: If the board Chairman is not a member of any of these specified committees, but the board allows the Chairman to participate in any or all of these committees' meetings, by way of invitation, then the status of this practice should be a 'Departure'.</i></p>				
<b>Application</b>	:	Departure		
<b>Explanation on application of the practice</b>	:			
<b>Explanation for departure</b>	:	<ul style="list-style-type: none"> <li>• The Company has a moderate sized Board comprising of only three (3) Independent Directors.</li> <li>• The Chairman of the Board, Datuk Toh Ah Wah, does not assume the position of chairman of the committees. The Chairman of the committees are:               <ul style="list-style-type: none"> <li>(a) Audit Committee - Mr Chew Hoy Ping</li> <li>(b) Risk Management Committee – Mr Chew Hoy Ping</li> <li>(c) Nomination &amp; Remuneration Committee - Ms Michelle Tanya Achuthan.</li> </ul> </li> </ul> <p><i>*Note: As at the date of issuance of this report, Ms. Michelle Tanya Achuthan has resigned from the Board and she is replaced by Datuk Lee Oi Kuan with effect from 28 February 2022.</i></p>		
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>				
<b>Measure</b>	:	<p>We believe that, given the diverse skills and competencies of the individual directors, especially Independent Directors, who are appointed to form a competent and strong Board, the Chairman's participation at the committee level should be determined by his ability to contribute and participate, as much as the need for objectivity.</p> <p>The Chairman of the Board, Datuk Toh Ah Wah, is a member of the AC, NRC and RMC, and through his active participation and extensive board &amp; corporate experience as well as international exposure, the discussions and decisions made at these committees have greatly benefitted from his input. We believe that the Board's objectivity in receiving or assessing committees' reports has not been diminished in any way. Notwithstanding, in acknowledgement of the spirit of this Practice 1.4, the Chairman does not also chair these committees.</p>		
<b>Timeframe</b>	:	<table border="1" style="width: 100%;"> <tr> <td style="width: 50%;">Not Applicable</td> <td style="width: 50%;">The Board will continuously review this practice and consider the</td> </tr> </table>	Not Applicable	The Board will continuously review this practice and consider the
Not Applicable	The Board will continuously review this practice and consider the			

		appropriateness of compliance in the future.
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### Intended Outcome

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

### Practice 1.5

The board is supported by a suitably qualified and competent Company Secretary to provide sound governance advice, ensure adherence to rules and procedures, and advocate adoption of corporate governance best practices.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"><li>• The Board is supported by 2 qualified and competent Company Secretaries: Ms. Koh Poi San (the Legal &amp; Compliance Director and Company Secretary) and Ms. Chia Cai Jin (the Legal Manager and Assistant Secretary) to carry out the following responsibilities in providing support to the Board:<ul style="list-style-type: none"><li>(a) ensure compliance of listing and related statutory obligations as well as updates on regulatory requirements, codes, guidance and relevant legislation;</li><li>(b) ensure adherence to Board policies and procedures, rules, relevant laws and best practices on corporate governance;</li><li>(c) attend Board, Committees and General Meetings, and ensure the proper recording of minutes as well as follow-up on matters arising;</li><li>(d) ensure proper upkeep of statutory registers and records and maintain a secured retrieval system which stores meeting papers and minutes of meetings; and</li><li>(e) assist the respective Chairpersons in the preparation for and conduct of meetings.</li></ul></li><li>• The Company Secretaries have the requisite credentials and are qualified to act as company secretary under Section 235(2) of the Companies Act 2016.</li><li>• The Group also retains the services of Tricor Corporate Services Sdn. Bhd., as an external consultant to provide corporate secretarial services as well as additional advice on issues pertaining to compliance and corporate governance.</li></ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

## Intended Outcome

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

### Practice 1.6

Directors receive meeting materials, which are complete and accurate within a reasonable period prior to the meeting. Upon conclusion of the meeting, the minutes are circulated in a timely manner.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• All Directors have access to the advice and services of the Company Secretaries as well as to all information within the Group. There is also a formal procedure sanctioned by the Board, whether as a full board or in their individual capacity, to take independent professional advice, where necessary and in appropriate circumstances, in furtherance of their duties, at the Group's expense.</li> <li>• All Directors are furnished with a comprehensive Board File including the meeting agenda, usually no less than seven (7) days before each Board meeting. Sufficient time is given to enable the Directors to solicit further explanations and/or information, where necessary, so that deliberations at the meeting are focused and constructive.</li> <li>• The Board File includes, amongst others, sales and marketing development and strategies, financial results and forecasts, status of major projects, minutes of meetings of the Board and of the Board Committees and other major operational, financial, compliance, strategic planning, succession planning and legal issues.</li> <li>• In addition, there is a schedule of matters reserved specifically for the Board's decision.</li> <li>• The Directors review and confirm that the minutes of Board meetings accurately reflect the deliberations and decisions of the Board, including whether any Director abstains from voting or deliberating on a particular matter.</li> <li>• The Company uses a smart board tool, BoardPac, to allow the Directors to access to Board File, updates and other relevant documents. This board tool enables sharing of updated information and documents with the Directors and amongst the Directors themselves in a timely manner.</li> </ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

There is demarcation of responsibilities between the board, board committees and management.

There is clarity in the authority of the board, its committees and individual directors.

**Practice 2.1**

The board has a board charter which is periodically reviewed and published on the company's website.

The board charter clearly identifies–

- the respective roles and responsibilities of the board, board committees, individual directors and management; and
- issues and decisions reserved for the board.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The Board Charter was recently revised by the Board on 9 December 2021 to ensure compliance with the Malaysian Code of Corporate Governance (revised as at April 2021).</li> <li>• Any subsequent amendments to the Board Charter can only be approved by the Board. Apart from setting out the roles and responsibilities of the Board, the Board Charter also outlines the membership guidelines, procedures for Board Meetings, Directors' remuneration, investor relations and shareholder communication, the matters reserved for the collective decision of the Board as well as the terms of references of the board committees.</li> <li>• The Board Charter would be periodically reviewed and updated in accordance with the needs of the Company and any new regulations that may have an impact on the discharge of the Board's responsibilities.</li> <li>• The Board Charter is available on the corporate website at <a href="http://www.carlsbergmalaysia.com.my">www.carlsbergmalaysia.com.my</a></li> </ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

### Intended Outcome

The board is committed to promoting good business conduct and maintaining a healthy corporate culture that engenders integrity, transparency and fairness.

The board, management, employees and other stakeholders are clear on what is considered acceptable behaviour and practice in the company.

### Practice 3.1

The board establishes a Code of Conduct and Ethics for the company, and together with management implements its policies and procedures, which include managing conflicts of interest, preventing the abuse of power, corruption, insider trading and money laundering.

The Code of Conduct and Ethics is published on the company's website.

<b>Application</b> :	Applied
<b>Explanation on application of the practice</b> :	<ul style="list-style-type: none"><li>• The Group has embedded the 'Live by our Compass' programme introduced by the Carlsberg Group into the Group's culture by implementing the ethical standards for conducting business with integrity. The Group has also adopted the 'Code of Ethics &amp; Conduct' ("COEC") introduced by the Carlsberg Group to help its employees to make the right choices and to act appropriately in response to ethical dilemmas that might arise in their daily work. The COEC applies to the Board, Management, employees and contract workers of the Carlsberg Group.</li><li>• The COEC was updated in October 2021 and covers the following topics: ethical values of the Group, conduct of business, protection of assets, data and environment, work environment and avenues for raising concerns.</li><li>• The COEC is extensive but not exhaustive and the Group expects its employees to exercise sound judgement in their decision-making in order to adhere to the highest ethical standards. The COEC will be reviewed periodically.</li><li>• In order to bring the COEC to life, employees are trained on the ethical standards set out in the COEC. As part of this training, the Group implemented an e-learning training that makes employees aware of ethical behaviours that are meaningful for the Carlsberg Group and need to be followed. New joiners are enrolled in e-learning on competition law, anti-bribery and corruption and COEC and this will continue in 2022. The trainings are deemed essential for maintaining awareness of the importance and details of the Group's policies and its compliance programme as a whole.</li><li>• The Group also adopted the Carlsberg Group's policy structure launched in 2017 to support the highest standards of ethical business conduct. There are 30 group policies and around 200 manuals supporting the policies which are divided into • Governance &amp; Strategic Risks • Legal &amp; Compliance Risks • Financial Risks • Operational Risks.</li><li>• The policies aim to mitigate the main company risks, protect our brands and highlight what is expected of employees. The policies, supplemented by supporting manuals, explain how employees should comply with the requirements.</li></ul>

<b>Explanation for departure</b> :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b> :		
<b>Timeframe</b> :		

### Intended Outcome

The board is committed to promoting good business conduct and maintaining a healthy corporate culture that engenders integrity, transparency and fairness.

The board, management, employees and other stakeholders are clear on what is considered acceptable behaviour and practice in the company.

### Practice 3.2

The board establishes, reviews and together with management implements policies and procedures on whistleblowing.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• Carlsberg Group has a comprehensive whistleblowing policy that provides an avenue to individuals and entities to report any unethical, illegal or non-compliant practices. Those who report in good faith are protected under the policy without the risk of retaliation. The whistleblowing policy can be accessed at <a href="https://carlsbergmalaysia.com.my/who-we-are/corporate-governance/whistleblowing-system/">https://carlsbergmalaysia.com.my/who-we-are/corporate-governance/whistleblowing-system/</a>.</li> <li>• Under the Whistleblowing Policy &amp; Procedure, an individual may choose any of the following options to make the report:             <ul style="list-style-type: none"> <li>(a) lodge a report to the local Whistleblowing Committee via email to a secured mailbox at <a href="mailto:whistleblow.cbmb@carlsberg.asia">whistleblow.cbmb@carlsberg.asia</a>. The Whistleblowing Committee comprises the Managing Director, AC Chairman, Legal &amp; Compliance Director, Human Resources Director as well as the Head of Internal Audit; or</li> <li>(b) lodge a report directly to the Carlsberg Group Speak Up Review Team via email to a secured mailbox at <a href="mailto:speakup@carlsberg.com">speakup@carlsberg.com</a> or a secured web-based complaint platform (<b>Carlsberg SpeakUp Line - Powered by Convercent</b>) or by calling the toll-free telephone line (+60-(0)-1548770383) that is hosted by a third party service provider. The Carlsberg Group Speak Up Review Team is part of the Carlsberg Group Internal Audit &amp; Control Team which oversees global investigations.</li> </ul> </li> <li>• The Board has adopted the above as the Group's whistleblowing policy, which encompasses the Speak Up Manual introduced by Carlsberg Group. All cases lodged within the framework of this policy (including those cases escalated directly to Carlsberg Group) will be overseen by the Board, through the AC Chairman.</li> </ul>
<b>Explanation for departure</b>	:	
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>		

<b>Measure</b>	:		
<b>Timeframe</b>	:		

## Intended Outcome

The company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success.

### Practice 4.1

The board together with management takes responsibility for the governance of sustainability in the company including setting the company's sustainability strategies, priorities and targets.

The board takes into account sustainability considerations when exercising its duties including among others the development and implementation of company strategies, business plans, major plans of action and risk management.

Strategic management of material sustainability matters should be driven by senior management.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The governance, management and reporting on the Group's sustainability agenda rests with the Management team, led by the Managing Director and overseen by the Board.</li> <li>• The Group adopts the Carlsberg Group's Together Towards Zero ("TTZ") ambitions in zero carbon footprint, zero water waste, zero irresponsible drinking and zero accidents culture. These sustainability priorities are spearheaded by the Corporate Affairs &amp; Sustainability Director and supported by Supply Chain Director, particularly on climate-related targets.</li> <li>• Operationally, a network of cross-functional managers from supply chain, corporate affairs, legal &amp; compliance, finance, marketing, sales, human resources and health &amp; safety, whose responsible for TTZ performance, are also appointed as ESG ("<b>Environment, Social and Governance</b>") owners to lead and deliver targets within timeline.</li> <li>• An ESG dashboard that incorporates the TTZ targets and other social and governance related agenda has been incorporated as a regular agenda item in Board meetings since August 2021.</li> </ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

The company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success.

**Practice 4.2**

The board ensures that the company's sustainability strategies, priorities and targets as well as performance against these targets are communicated to its internal and external stakeholders.

<b>Application</b>	:	Applied	
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• In line with the Carlsberg Group's sustainability framework, the Group is required to adapt and adopt sustainability communication standards set out by the Group for greater synergies and consistency.</li> <li>• The communication of sustainability KPIs and performance is often reviewed, enhanced and reported as and when new target is set and when new partnership is forged.</li> <li>• For internal stakeholders, the ESG and TTZ targets are communicated to the employees' company-wide in monthly townhalls as part of the Group's strategies and priorities. Ambitions, programmes and performance are also made available in the Group's internal communication tools e.g. intranet, video and mobile-messaging communication; as well as visibility around the office premise.</li> <li>• For external stakeholders, the ESG and TTZ priorities, targets and progress are reported in the Sustainability Statement of the annual report. Similar info also made available in Carlsberg Malaysia's corporate website, Facebook and LinkedIn. In addition, the Group also communicate its TTZ ambition and activities at selected consumer-facing events and activation to raise awareness on climate and social related programme.</li> </ul>	
<b>Explanation for departure</b>	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:		
<b>Timeframe</b>	:		

**Intended Outcome**

The company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success.

**Practice 4.3**

The board takes appropriate action to ensure they stay abreast with and understand the sustainability issues relevant to the company and its business, including climate-related risks and opportunities.

<b>Application</b>	:	Applied	
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The Board proactively initiates discussion around the Group's ESG and TTZ issues, progress and performance. It also receives quarterly updates on the Group's ESG and TTZ performance in board meetings.</li> <li>• The Board recommends and approves the Group's decision to pledge support for the United Nation Global Compact Network Malaysia and Brunei, and Climate Governance Malaysia.</li> <li>• The Directors also continuously undertake professional trainings to keep abreast with sustainability issues relevant to the Group. The trainings attended by the Directors are set out in page 95 of the Integrated Annual Report.</li> </ul>	
<b>Explanation for departure</b>	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:		
<b>Timeframe</b>	:		

### Intended Outcome

The company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success.

### Practice 4.4

Performance evaluations of the board and senior management include a review of the performance of the board and senior management in addressing the company's material sustainability risks and opportunities.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"><li>• The Board includes sustainability agenda in the performance of its duties. This also applies to the Management Team, where sustainability key performance indicators are included in their performance and remuneration.</li><li>• In line with the Carlsberg Group's sustainability framework, the Group's key performance indicator for sustainability agenda was formalised since 2017. The ESG and TTZ priorities are part of the key performance indicators of the Management Team in particular Carbon Footprints, Water &amp; Waste Consumption and Health &amp; Safety target for the Supply Chain Director, Diversity, Equity &amp; Inclusion target for the HR Director, Compliance target for the Legal &amp; Compliance Director, Responsible Sell and Marketing for Marketing Director and Responsible Consumption &amp; Consumer Communication target for the Corporate Affairs &amp; Sustainability Director.</li></ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

The company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success.

**Practice 4.5- Step Up**

The board identifies a designated person within management, to provide dedicated focus to manage sustainability strategically, including the integration of sustainability considerations in the operations of the company.

*Note: The explanation on adoption of this practice should include a brief description of the responsibilities of the designated person and actions or measures undertaken pursuant to the role in the financial year.*

<b>Application</b>	:	Adopted
<b>Explanation on adoption of the practice</b>	:	The Corporate Affairs and Sustainability Director, Ms Pearl Lai, is the designated person who manages sustainability efforts and strategies in the Group. She is supported by the other departments, including Supply Chain, Human Resources, Legal & Compliance and Secretarial.

**Intended Outcome**

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

**Practice 5.1**

The Nomination Committee should ensure that the composition of the board is refreshed periodically. The tenure of each director should be reviewed by the Nomination Committee and annual re-election of a director should be contingent on satisfactory evaluation of the director's performance and contribution to the board.

<b>Application</b>	:	Applied	
<b>Explanation on application of the practice</b>	:	The terms of reference of the NRC which is embedded in the Board Charter, stipulates that the NRC will review the tenure and performance of each directors, where annual re-election of a director would be contingent on satisfactory evaluation of the director's performance and contribution to the Board. The Board Charter is available on the corporate website at <a href="http://www.carlsbergmalaysia.com.my">www.carlsbergmalaysia.com.my</a>	
<b>Explanation for departure</b>	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:		
<b>Timeframe</b>	:		

**Intended Outcome**

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

**Practice 5.2**

At least half of the board comprises independent directors. For Large Companies, the board comprises a majority independent directors.

<b>Application</b>	:	Departure
<b>Explanation on application of the practice</b>	:	
<b>Explanation for departure</b>	:	<ul style="list-style-type: none"> <li>• The Board is supportive of objective and independent deliberation, review and decision making.</li> <li>• Currently, the Board comprises seven (7) Directors, with three (3) out of seven (7) Directors being Independent Directors and one (1) Executive Director, who also serves as the Managing Director.</li> <li>• Three (3) of the Independent Non-Executive Directors including the Chairman, represents 43% of the Board with the remaining consisting of three (3) Non-Independent Non-Executive Directors and the Managing Director of the Company.</li> <li>• The current shareholding structure of Carlsberg Malaysia is that 51% of its equity interest are held directly by Carlsberg Breweries A/S.</li> <li>• The Board is of the view that to fully leverage on the experience of the Carlsberg Group, it is in the best interest of the Group and that of its stakeholders that the Board constitutes a fair and adequate representation of the major shareholder.</li> <li>• In practice, decisions of the Board are only carried with the unanimous approval of the entire Board and in the case of approvals for related party transactions, decisions are only deliberated and voted on by the independent directors and only carried with their unanimous approval.</li> <li>• In the unlikely situation of any dissenting views by the directors, the proposal is deferred pending further information from Management or the proposal is abandoned.</li> </ul>
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>		
<b>Measure</b>	:	As Carlsberg Malaysia is a major subsidiary of the Carlsberg Group, Carlsberg Breweries A/S policy is to maintain majority representation on the Board and the above explanation is a measure that can achieve the Intended Outcome of Practice 5.2.

<b>Timeframe</b>	:	Not Applicable	
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### Intended Outcome

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

### Practice 5.3

The tenure of an independent director does not exceed a cumulative term limit of nine years. Upon completion of the nine years, an independent director may continue to serve on the board as a non-independent director.

If the board intends to retain an independent director beyond nine years, it should provide justification and seek annual shareholders' approval through a two-tier voting process.

<b>Application</b>	:	Not applicable - Step Up 5.4 adopted	
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"><li>• The tenure of each Independent Director, namely Datuk Toh Ah Wah, Mr. Chew Hoy Ping and Ms. Michelle Tanya Achuthan, does not exceed a cumulative period of nine (9) years respectively.</li><li>• The Board Charter provides that the tenure of an Independent Director should not exceed a cumulative term of nine (9) years.</li></ul> <p><i>*Note: As at the date of issuance of this report, Ms. Michelle Tanya Achuthan has resigned from the Board and she is replaced by Datuk Lee Oi Kuan with effect from 28 February 2022.</i></p>	
<b>Explanation for departure</b>	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:		
<b>Timeframe</b>	:		

**Intended Outcome**

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

**Practice 5.4 - Step Up**

The board has a policy which limits the tenure of its independent directors to nine years without further extension.

*Note: To qualify for adoption of this Step Up practice, a listed issuer must have a formal policy which limits the tenure of an independent director to nine years without further extension i.e. shareholders' approval to retain the director as an independent director beyond nine years.*

<b>Application</b>	:	Adopted
<b>Explanation on adoption of the practice</b>	:	The Board Charter stipulates that the tenure of an Independent Director should not exceed a cumulative term of nine (9) years.

**Intended Outcome**

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

**Practice 5.5**

Appointment of board and senior management are based on objective criteria, merit and with due regard for diversity in skills, experience, age, cultural background and gender.

Directors appointed should be able to devote the required time to serve the board effectively. The board should consider the existing board positions held by a director, including on boards of non-listed companies. Any appointment that may cast doubt on the integrity and governance of the company should be avoided.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• Appointment of Board and Management Team are based on objective criteria, merit and besides gender diversity, due regard are placed for diversity in skills, experience, age and cultural background.</li> <li>• The Board pursues diversity at both the Board level and Management Team level.</li> <li>• The Board recognises a diverse Board could offer greater depth and breadth of perspectives and diversity in the Management Team will lead to better collective decisions.</li> <li>• Please refer to the Profile of Directors and the Management Team on pages 82 to 89 of the Integrated Annual Report for further information.</li> </ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

**Practice 5.6**

In identifying candidates for appointment of directors, the board does not solely rely on recommendations from existing board members, management or major shareholders. The board utilises independent sources to identify suitably qualified candidates.

If the selection of candidates was based on recommendations made by existing directors, management or major shareholders, the Nominating Committee should explain why these source(s) suffice and other sources were not used.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>For the appointment of all Independent Directors, the NRC considers shortlisted candidates based on their profiles, professional achievements and personality assessments. Appropriate candidates for Independent Directors are sourced through recommendations as well as external search networks based on the needs of the Board. The NRC then interviews the shortlisted candidates to ensure that they are suitable and of sufficient calibre for recommendation to the Board for approval.</li> <li>The Non-Independent Directors are nominated by the major shareholder of Carlsberg Malaysia, Carlsberg Breweries A/S, to allow Carlsberg Malaysia to fully leverage on the experience of the Carlsberg Group. The NRC reviews the profile of the nominated director and conducts an interview, prior to his/her appointment.</li> </ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

**Practice 5.7**

The board should ensure shareholders have the information they require to make an informed decision on the appointment and reappointment of a director. This includes details of any interest, position or relationship that might influence, or reasonably be perceived to influence, in a material respect their capacity to bring an independent judgement to bear on issues before the board and to act in the best interests of the listed company as a whole. The board should also provide a statement as to whether it supports the appointment or reappointment of the candidate and the reasons why.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The profiles of the Directors, including their professional qualifications, work experiences and interest in the Company (if any) are set out on pages 86 to 89 of the Integrated Annual Report for the shareholders' purview.</li> <li>• The Board's statement of support on the appointment or reappointment of the Directors is set out in the explanatory note of the notice of AGM.</li> </ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

**Practice 5.8**

The Nominating Committee is chaired by an Independent Director or the Senior Independent Director.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The NRC which is charged with the responsibility of, amongst others, recommending the appointment of new Directors to the Board, comprises a majority of Independent Directors. The NRC comprises of the following:               <ul style="list-style-type: none"> <li>(a) Chairperson - Michelle Tanya Achuthan ;</li> <li>(b) Member - Datuk Toh Ah Wah ;</li> <li>(c) Member - Chew Hoy Ping; and</li> <li>(d) Member - Chan Po Kei Kay.</li> </ul> </li> <li>• The Terms of Reference of the NRC is set out in Appendix C of the Board Charter and is available on the corporate website at <a href="http://www.carlsbergmalaysia.com.my">www.carlsbergmalaysia.com.my</a>.</li> <li>• The role of Chairperson of the NRC includes the following:               <ul style="list-style-type: none"> <li>(a) leading in succession planning and appointment of Board members, future Chairman and Managing Directors; and</li> <li>(b) leading the annual review of board effectiveness, ensuring that the performance of each individual Director is independently assessed.</li> </ul> </li> </ul> <p><i>*Note: As at the date of issuance of this report, Ms. Michelle Tanya Achuthan has resigned from the Board and she is replaced by Datuk Lee Oi Kuan with effect from 28 February 2022.</i></p>
<b>Explanation for departure</b>	:	
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

**Practice 5.9**

The board comprises at least 30% women directors.

<b>Application</b>	:	Applied	
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The Board is supportive of gender diversity and this is reflected in composition of both the Board and Management Team. For the year 2021, two out of the seven of the Board members are women, i.e. 29% or a practical 30% of the Board, with one of the female Board members being an Independent Director and the Chairperson of the NRC.</li> <li>• The Management Team comprise a majority (63%) of women leaders.</li> <li>• The profiles of the Directors and Management Team are set out on pages 82 to 89 of this Integrated Annual Report.</li> <li>• The Board through the NRC will continue to consider gender diversity as part of its future selection of female board representation.</li> </ul>	
<b>Explanation for departure</b>	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:		
<b>Timeframe</b>	:		

**Intended Outcome**

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

**Practice 5.10**

The board discloses in its annual report the company's policy on gender diversity for the board and senior management.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The Group aspires to become a more diverse and inclusive company to reflect the diversity of our customers and consumers. We consider diversity and inclusion (D&amp;I) business critical, not a compliance necessity. The D&amp;I Policy aims to describe the Group's commitment to D&amp;I, including specifying our ambitions, our approach as well as focus areas. It is anchored on four pillars, namely Global Mindset, Diverse Talent Base, Inclusive Leadership &amp; Equal Opportunities which guide our approach and support the integration of D&amp;I into our core people processes.</li> <li>• The D&amp;I Policy is also set out on page 60 of the Integrated Annual Report.</li> </ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

### Intended Outcome

Stakeholders are able to form an opinion on the overall effectiveness of the board and individual directors.

### Practice 6.1

The board should undertake a formal and objective annual evaluation to determine the effectiveness of the board, its committees and each individual director. The board should disclose how the assessment was carried out its outcome, actions taken and how it has or will influence board composition.

For Large Companies, the board engages an independent expert at least every three years, to facilitate objective and candid board evaluation.

<i>Note: For a Large Company to qualify for adoption of this practice, it must undertake annual board evaluation and engage an independent expert at least every three years to facilitate the evaluation.</i>	
<b>Application</b> :	Applied
<b>Explanation on application of the practice</b> :	<ul style="list-style-type: none"><li>• The Board undertakes an annual assessment of the Board's effectiveness including the performance of Board Committees and all Board Directors including Independent Directors. The results of the assessment are reviewed by the Board to, among others, determine measures to deal with any identified issues or recommendations. Independent Directors are also evaluated to ensure they continue to bring independent and objective judgement to board deliberations.</li><li>• For the financial year 2021, the Board had engaged the Institute of Corporate Directors of Malaysia to conduct the Board and Director Effectiveness Evaluation. The results of the evaluation which include the key strength and areas to focus are set out in page 94 of the Integrated Annual Report.</li></ul>
<b>Explanation for departure</b> :	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>	
<b>Measure</b> :	
<b>Timeframe</b> :	

**Intended Outcome**

The level and composition of remuneration of directors and senior management take into account the company’s desire to attract and retain the right talent in the board and senior management to drive the company’s long-term objectives.

Remuneration policies and decisions are made through a transparent and independent process.

**Practice 7.1**

The board has remuneration policies and procedures to determine the remuneration of directors and senior management, which takes into account the demands, complexities and performance of the company as well as skills and experience required. The remuneration policies and practices should appropriately reflect the different roles and responsibilities of non-executive directors, executive directors and senior management. The policies and procedures are periodically reviewed and made available on the company’s website.

<b>Application</b> :	Applied	
<b>Explanation on application of the practice</b> :	<ul style="list-style-type: none"> <li>• The objective of the Group’s remuneration policy is to attract and retain the right calibre of Directors and Management Team required to lead and control the Group effectively. In the case of the Executive Directors and Management Team, the components of the remuneration package are linked to corporate and individual performance. For Non-Executive Directors, the level of remuneration is reflective of their role, experience and level of responsibilities.</li> <li>• Under the current remuneration policy, the remuneration payable to Non-Executive Directors in respect of Directors’ fees are paid to Independent Non-Executive Directors only and also includes fees for the Chairman and Members of the AC, RMC and NRC, who are Independent Non-Executive Directors.</li> <li>• Details of the Independent Non-Executive Directors’ remuneration are set out in the Corporate Governance Overview Statement at page 96 of the Integrated Annual Report. The remuneration of the Independent Non-Executive Directors was last revised in 2018.</li> <li>• The NRC also reviews the remuneration policy for Management Team and recommends to the Board for approval.</li> </ul>	
<b>Explanation for departure</b> :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b> :		
<b>Timeframe</b> :		

### Intended Outcome

The level and composition of remuneration of directors and senior management take into account the company's desire to attract and retain the right talent in the board and senior management to drive the company's long-term objectives.

Remuneration policies and decisions are made through a transparent and independent process.

### Practice 7.2

The board has a Remuneration Committee to implement its policies and procedures on remuneration including reviewing and recommending matters relating to the remuneration of board and senior management.

The Committee has written Terms of Reference which deals with its authority and duties and these Terms are disclosed on the company's website.

<b>Application</b> :	Applied	
<b>Explanation on application of the practice</b> :	<ul style="list-style-type: none"><li>• The NRC which is charged with the responsibility of, amongst others, recommending the appointment of new Directors to the Board, comprises a majority of Independent Directors. The NRC comprises of the following:  (a) Chairperson - Michelle Tanya Achuthan; (b) Member - Datuk Toh Ah Wah; (c) Member - Chew Hoy Ping; and (d) Member - Chan Po Kei Kay.</li><li>• The NRC evaluates the remuneration structure of the Management Team and recommends for the Board's approval, the framework of executive remuneration of the Executive Director's remuneration package.</li><li>• The Terms of Reference of the NRC is set out in the Appendix C of the Board Charter and is available on the corporate website at <a href="http://www.carlsbergmalaysia.com.my">www.carlsbergmalaysia.com.my</a>  <i>*Note: As at the date of issuance of this report, Ms. Michelle Tanya Achuthan has resigned from the Board and she is replaced by Datuk Lee Oi Kuan with effect from 28 February 2022.</i></li></ul>	
<b>Explanation for departure</b> :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b> :		
<b>Timeframe</b> :		

**Intended Outcome**

Stakeholders are able to assess whether the remuneration of directors and senior management is commensurate with their individual performance, taking into consideration the company's performance.

**Practice 8.1**

There is detailed disclosure on named basis for the remuneration of individual directors. The remuneration breakdown of individual directors includes fees, salary, bonus, benefits in-kind and other emoluments.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	The detailed disclosure on named basis for the remuneration of individual Directors are set out in the Corporate Governance Overview Statement at page 96 of the Integrated Annual Report.

No	Name	Directorate	Company ('000)							Group ('000)						
			Fee	Allowance	Salary	Bonus	Benefits-in-kind	Other emoluments	Total	Fee	Allowance	Salary	Bonus	Benefits-in-kind	Other emoluments	Total
1	Datuk Toh Ah Wah	Independent Director	132	27	0	0	*negligible	0	160	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
2	Chew Hoy Ping	Independent Director	99	27	0	0	*negligible	0	127	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
3	Michelle Tanya Achuthan	Independent Director	79	19	0	0	*negligible	0	100	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
4	Stefano Clini	Executive Director	0	122	2,069	0	44	1,492	3,727	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
5	Input info here	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
6	Input info here	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
7	Input info here	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
8	Input info here	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
9	Input info here	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
10	Input info here	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
11	Input info here	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
12	Input info here	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
13	Input info here	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
14	Input info here	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
15	Input info here	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here

### Intended Outcome

Stakeholders are able to assess whether the remuneration of directors and senior management is commensurate with their individual performance, taking into consideration the company's performance.

### Practice 8.2

The board discloses on a named basis the top five senior management's remuneration component including salary, bonus, benefits in-kind and other emoluments in bands of RM50,000.

<b>Application</b>	:	Departure	
<b>Explanation on application of the practice</b>	:		
<b>Explanation for departure</b>	:	<ul style="list-style-type: none"><li>• The Group has disclosed the top five Management Team members' remuneration in bands of RM50,000 but not on a named basis due to confidentiality and sensitivity of each remuneration package.</li><li>• Only the Managing Director's remuneration is disclosed in detail in the Corporate Governance Overview Statement at page 96 of the Integrated Annual Report.</li></ul>	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:	The Group has a robust internal policy whereby the remuneration packages of the Management Team are reviewed annually and adjusted based on their individual performance and contributions to the Group as well as the Group's overall performance. The Group also conducts surveys and evaluations in benchmarking its remuneration practices.	
<b>Timeframe</b>	:	Not applicable	The Board will continuously review this practice and the appropriateness of such disclosure in the future.

No	Name	Position	Company					
			Salary	Allowance	Bonus	Benefits	Other emoluments	Total
1	Stefano Clini	Managing Director	2,050,001-2,100,000	100,001-150,000	Choose an item.	0-50,000	1,450,001-1,500,000	3,700,001-3,750,000
2	Input info here	Input info here	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.
3	Input info here	Input info here	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.
4	Input info here	Input info here	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.
5	Input info here	Input info here	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.

**Intended Outcome**

Stakeholders are able to assess whether the remuneration of directors and senior management is commensurate with their individual performance, taking into consideration the company's performance.

**Practice 8.3 - Step Up**

Companies are encouraged to fully disclose the detailed remuneration of each member of senior management on a named basis.

<b>Application</b>	:	Not Adopted
<b>Explanation on adoption of the practice</b>	:	The Board believes that the measure set out for Practice 8.2 is sufficiently transparent and allows stakeholders to assess the reasonableness of the Management Team's remuneration in the context of the Group's performance.

No	Name	Position	Company ('000)					
			Salary	Allowance	Bonus	Benefits	Other emoluments	Total
1	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
2	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
3	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
4	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
5	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here

**Intended Outcome**

There is an effective and independent Audit Committee.

The board is able to objectively review the Audit Committee's findings and recommendations. The company's financial statement is a reliable source of information.

**Practice 9.1**

The Chairman of the Audit Committee is not the Chairman of the board.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• Mr. Chew Hoy Ping, an Independent Non-Executive Director, is the Chairman of the AC whilst the Chairman of the Board is Datuk Toh Ah Wah.</li> <li>• The composition of the AC is as follows:               <ul style="list-style-type: none"> <li>(a) Chairman - Chew Hoy Ping;</li> <li>(b) Member - Roland Arthur Lawrence; and</li> <li>(c) Member - Datuk Toh Ah Wah.</li> </ul> </li> <li>• The Terms of Reference of the AC are set out in Appendix B of the Board Charter which is available on the corporate website at <a href="http://www.carlsbergmalaysia.com.my">www.carlsbergmalaysia.com.my</a></li> </ul> <p><i>*Note: As at the date of issuance of this report, Mr. Roland Arthur Lawrence has retired from the Board and he is replaced by Mr. Gavin Stuart Brockett with effect from 17 February 2022.</i></p>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

There is an effective and independent Audit Committee.

The board is able to objectively review the Audit Committee's findings and recommendations. The company's financial statement is a reliable source of information.

**Practice 9.2**

The Audit Committee has a policy that requires a former partner of the external audit firm of the listed company to observe a cooling-off period of at least three years before being appointed as a member of the Audit Committee.

<b>Application</b>	:	Applied	
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The Group recognises the importance of independence of its external auditors and that no possible conflict of interest whatsoever should arise.</li> <li>• None of the members of the Board were former key audit partners.</li> <li>• The Group will observe a cooling-off period of at least three (3) years in the event any potential candidate to be appointed as a member of the AC was a key audit partner as set out under the Terms of Reference of the AC in Appendix B of the Board Charter.</li> </ul>	
<b>Explanation for departure</b>	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:		
<b>Timeframe</b>	:		

### Intended Outcome

There is an effective and independent Audit Committee.

The board is able to objectively review the Audit Committee's findings and recommendations. The company's financial statement is a reliable source of information.

### Practice 9.3

The Audit Committee has policies and procedures to assess the suitability, objectivity and independence of the external auditor to safeguard the quality and reliability of audited financial statements.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"><li>• The scope of work of the external auditors and their subsequent findings and conclusions are reviewed by the AC, with a twice-a-year formal meeting held between the AC and the external auditors.</li><li>• The external auditors, Messrs. PricewaterhouseCooper ("<b>PwC</b>"), were present at AC meetings during the financial year 2021. At these meetings, the AC also held separate private sessions with the external auditors without the executive Board members or the Management present.</li><li>• The AC assessed the performance, competency and professionalism demonstrated by the external auditors on an annual basis.</li><li>• The AC obtained the requisite assurance on independence from the external auditors and recommended the audit fees payable to the Board for approval.</li><li>• The AC considered and assessed the independence and objectivity of the external auditors during the year and also prior to engaging the external auditors for non-audit related services.</li><li>• The non-audit fees paid to the member firms of external auditors, PwC by the Group during the financial year ended 31 December 2021 amounted to RM9,487. This amount was incurred in relation to the review of the Statement on Risk Management and Internal Control.</li></ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

There is an effective and independent Audit Committee.

The board is able to objectively review the Audit Committee's findings and recommendations. The company's financial statement is a reliable source of information.

**Practice 9.4 - Step Up**

The Audit Committee should comprise solely of Independent Directors.

<b>Application</b>	:	Not Adopted
<b>Explanation on adoption of the practice</b>	:	The AC consists of a majority of Independent Directors (i.e 2 Independent Director and 1 Non-Independent Director). The Board considers the current composition of the AC as fairly reflecting an appropriate balance of independent views and oversight while leveraging on the knowledge and perspectives of the Carlsberg Asia Vice President Finance in its review of the Group's financial, risks, and audit and accounting matters.

## Intended Outcome

There is an effective and independent Audit Committee.

The board is able to objectively review the Audit Committee's findings and recommendations. The company's financial statement is a reliable source of information.

### Practice 9.5

Collectively, the Audit Committee should possess a wide range of necessary skills to discharge its duties. All members should be financially literate, competent and are able to understand matters under the purview of the Audit Committee including the financial reporting process.

All members of the Audit Committee should undertake continuous professional development to keep themselves abreast of relevant developments in accounting and auditing standards, practices and rules.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"><li>• The members of AC have the relevant accounting or related experience and financial literacy to effectively discharge their duties. The AC Chairman is also a member of the Malaysian Institute of Accountants and the Malaysian Institute of Certified Public Accountants.</li><li>• The qualification and experience of the individual AC members are disclosed in the Board of Directors' Profile on pages 86 to 89 of the Integrated Annual Report.</li><li>• All members of the AC continuously undertake professional development and have attended various trainings/events in the year 2021 covering areas such as finance and accounting, governance, sustainability and leadership conferences.</li></ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

Companies make informed decisions about the level of risk they want to take and implement necessary controls to pursue their objectives.

The board is provided with reasonable assurance that adverse impact arising from a foreseeable future event or situation on the company’s objectives is mitigated and managed.

**Practice 10.1**

The board should establish an effective risk management and internal control framework.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The Board places significant emphasis on a sound risk management process and internal control mechanism which are necessary to safeguard the Group’s assets and shareholders’ investment. To this end, the Board affirms its overall responsibility for the identification and mitigation of the Group’s key risks, which are categorised in its risk registers according to the risk nature; namely strategic, operational, financial and compliance.</li> <li>• The Group also maintains an internal control framework that comprises standard operating procedures, financial and process controls, communicative processes and trainings as established by the Group to prevent, detect and monitor any possible control gaps. In addition, the Board via the AC reviews the audit findings and recommendations highlighted by the Internal Audit function of the Group.</li> <li>• However, it should be noted that the risk management and internal control framework by its nature, manages but cannot totally eliminate all risks and therefore can provide only reasonable and not absolute assurance against misstatement, loss or fraud and any other adverse event.</li> </ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

Companies make informed decisions about the level of risk they want to take and implement necessary controls to pursue their objectives.

The board is provided with reasonable assurance that adverse impact arising from a foreseeable future event or situation on the company's objectives is mitigated and managed.

**Practice 10.2**

The board should disclose the features of its risk management and internal control framework, and the adequacy and effectiveness of this framework.

<b>Application</b> :	Applied
<b>Explanation on application of the practice</b> :	<ul style="list-style-type: none"> <li>• On quarterly basis, the Board via the RMC evaluates and monitors the key risks reported by the Company as per the risk register. A dedicated risk report is prepared for this purpose and relevant members of the Management team are invited to join the quarterly meeting, as and when necessary.</li> <li>• Throughout the year, the Internal Audit function coordinated discussions and meetings with all the risk owners and functional heads to identify new risks and update the existing risks in the Company's risk register (separate risk registers are maintained for the Malaysian and Singaporean businesses).</li> <li>• Prior to the quarterly RMC meeting, a meeting led by the Managing Director is conducted at the risk working committee level. The objectives of this workshop are to update, evaluate and monitor all the risks identified. Mitigating activities are also discussed and adopted.</li> <li>• As part of the internal control framework, the Group has established standard operating procedures to safeguard the integrity of the business operations and financial reporting. Meanwhile, preventive, detective and monitoring controls are embedded in the core business processes to ensure the risk of deviation is adequately mitigated.</li> <li>• Policies and directives are communicated to employees as well as business partners through memos and written documents. Trainings and refreshers, in particular in the form of e-learnings are regularly rolled out to create high level of awareness and instil a compliant culture within the Group.</li> <li>• Independent reviews are carried out throughout the year by the Group's in-house Internal Audit function to assess the adequacy and effectiveness of the internal control framework and procedures. All such reviews are governed by the yearly audit plan that is approved by the AC. Audit results, including the findings and recommendations are reported to the AC on quarterly basis.</li> </ul>

<b>Explanation for departure</b> :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b> :		
<b>Timeframe</b> :		

### Intended Outcome

Companies make informed decisions about the level of risk they want to take and implement necessary controls to pursue their objectives.

The board is provided with reasonable assurance that adverse impact arising from a foreseeable future event or situation on the company's objectives is mitigated and managed.

### Practice 10.3 - Step Up

The board establishes a Risk Management Committee, which comprises a majority of independent directors, to oversee the company's risk management framework and policies.

<b>Application</b>	:	Adopted
<b>Explanation on adoption of the practice</b>	:	<ul style="list-style-type: none"><li>• The RMC oversees the risk management framework and activities of the Group.</li><li>• The RMC comprises a majority of Independent Directors, its members are:<ul style="list-style-type: none"><li>(a) Chairman - Chew Hoy Ping;</li><li>(b) Member - Datuk Toh Ah Wah;</li><li>(c) Member - Michelle Tanya Achuthan; and</li><li>(d) Member - Stefano Clini.</li></ul></li></ul> <p><i>*Note: As at the date of issuance of this report, Ms. Michelle Tanya Achuthan has resigned from the Board and she is replaced by Datuk Lee Oi Kuan with effect from 28 February 2022.</i></p>

### Intended Outcome

Companies have an effective governance, risk management and internal control framework and stakeholders are able to assess the effectiveness of such a framework.

### Practice 11.1

The Audit Committee should ensure that the internal audit function is effective and able to function independently.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"><li>• The Board places significant emphasis on sound internal controls which are necessary to safeguard the Group's assets and shareholders' investment. To this end, the Board affirms its overall responsibility for the Group's internal controls system which encompasses risk management practices as well as financial, operational and compliance controls. However, it should be noted that such system, by its nature, manages but cannot totally eliminate all risks and therefore can provide only reasonable and not absolute assurance against misstatement, loss or fraud.</li><li>• Reviews are performed throughout the year to identify, evaluate, monitor and manage significant risks affecting the business and ensure that adequate and effective controls are in place. Such continuous review processes are conducted by the Group's independent and sufficiently resourced internal audit function as well as the Management team.</li><li>• The Group maintains an in-house Internal Audit function, which is independent of the business operations. The Head of Internal Audit function is Mr. Lim Tiong Eng @ Allan Lim, a chartered accountant under the Malaysian Institute of Accountants as well as a certified practicing accountant under the CPA Australia. He is assisted by 3 internal auditing staff.</li><li>• The Head of Internal Audit has a functional reporting line to the AC Chairman. He has full access to the AC and maintains regular communication with the AC Chairman for discussion of audit matters as well as other matters concerning the Internal Audit function.</li><li>• The scope of work for the Internal Audit function is laid out in the annual audit plan that is approved by the AC. The contents of the annual audit plan are determined by an annual risk assessment performed independently by the Internal Audit function. Areas covered by the annual audit plan are related to key internal control processes, risk management, corporate governance and compliance and related party transactions. The progress and status of the audit plan is presented to the AC on a quarterly basis.</li><li>• The works performed by Internal Audit team are guided by the Committee of Sponsoring Organizations of the Treadway Commission ("COSO") framework in general and the COSO 5 components of internal control specifically. The Internal Audit team also refers closely to the standards as per the International</li></ul>

	Professional Practices Framework (2017) issued by the Institute of Internal Auditors. <ul style="list-style-type: none"> <li>All audit findings and the corresponding remedial action plans are presented by the Head of Internal Audit in the quarterly AC meeting. The progress and implementation status of action plans is also tabled in the quarterly meeting. A dedicated reporting deck is prepared for such purposes.</li> </ul>	
<b>Explanation for departure</b> :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b> :		
<b>Timeframe</b> :		

**Intended Outcome**

Companies have an effective governance, risk management and internal control framework and stakeholders are able to assess the effectiveness of such a framework.

**Practice 11.2**

The board should disclose–

- whether internal audit personnel are free from any relationships or conflicts of interest, which could impair their objectivity and independence;
- the number of resources in the internal audit department;
- name and qualification of the person responsible for internal audit; and
- whether the internal audit function is carried out in accordance with a recognised framework.

<b>Application</b>	:	Applied	
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The Group has an Internal Audit Department (“<b>IAD</b>”) that provides the AC and the Board with reasonable assurance on the adequacy and integrity of the system of internal controls.</li> <li>• The IAD is staffed by a total of 4 professionals, and it is led by Mr. Lim Tiong Eng @ Allan Lim as the Head of Internal Audit. He holds a Bachelor of Commerce (major in accounting) and is a certified member of both CPA Australia &amp; Malaysian Institute of Accountants</li> <li>• All members of the IAD, like any other employees of the Group, are subject to an annual declaration of any potential conflict of interest. No member of the IAD has reported any conflicts of interest during the year.</li> <li>• The works performed by Internal Audit team are guided by the Committee of Sponsoring Organizations of the Treadway Commission (“<b>COSO</b>”) framework in general and the COSO 5 components of internal control specifically. The Internal Audit team also refers closely to the standards issued in the International Professional Practices Framework (2017) issued by the Institute of Internal Auditors.</li> </ul>	
<b>Explanation for departure</b>	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:		
<b>Timeframe</b>	:		

**Intended Outcome**

There is continuous communication between the company and stakeholders to facilitate mutual understanding of each other’s objectives and expectations.

Stakeholders are able to make informed decisions with respect to the business of the company, its policies on governance, the environment and social responsibility.

**Practice 12.1**

The board ensures there is effective, transparent and regular communication with its stakeholders.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"> <li>• The Board recognises the importance of an effective communication channel between the Board, shareholders and general public, and at the same time, full compliance with the disclosure requirements as set out in the Listing Requirements.</li> <li>• The annual reports, press releases, quarterly results and announcements on material corporate exercises are the primary modes of disseminating information on the Group’s business activities and financial performance.</li> <li>• The Managing Director is the designated spokesperson for all matters related to the Group and dedicated personnel are tasked to prepare and verify material information for timely disclosure upon approval by the Board.</li> <li>• The Group maintains a corporate website (<a href="http://www.carlsbergmalaysia.com.my">www.carlsbergmalaysia.com.my</a>) for shareholders and the public to access information on, amongst others, the Group’s background and products, financial performance, frequently-asked questions (FAQs) and updates on its various sponsorships and promotions.</li> <li>• Stakeholders can at any time seek clarification or raise queries through the corporate website, by email or phone. Primary contact details are set out at the corporate website.</li> <li>• Written communications are attended to within 48 hours from day of receipt. The corporate website also posts all press releases made by the Group together with latest news on the Group and the industry. During the year, the Managing Director and/or key management personnel also conduct discussions with the press and analysts when necessary, to provide information on the Group’s strategy, performance and major developments. A press briefing is usually held after each Annual General Meeting.</li> </ul>
<b>Explanation for departure</b>	:	

*Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.*

<b>Measure</b>	:		
<b>Timeframe</b>	:		

### Intended Outcome

There is continuous communication between the company and stakeholders to facilitate mutual understanding of each other's objectives and expectations.

Stakeholders are able to make informed decisions with respect to the business of the company, its policies on governance, the environment and social responsibility.

### Practice 12.2

Large companies are encouraged to adopt integrated reporting based on a globally recognised framework.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	<ul style="list-style-type: none"><li>• The Board sees the importance in providing clarity on business issues, linkages between financial and non-financial performance, and value created for our stakeholders.</li><li>• For the Integrated Annual Report 2021, the Group has adopted the principals and content elements of the International Integrated Reporting Framework, with a foundation on our current corporate strategy.</li><li>• The Group aims to achieve a fully integrated report within the next 3 years.</li></ul>
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

**Practice 13.1**

Notice for an Annual General Meeting should be given to the shareholders at least 28 days prior to the meeting.

<b>Application</b>	: Applied												
<b>Explanation on application of the practice</b>	<ul style="list-style-type: none"> <li>• The Annual General Meeting (“<b>AGM</b>”) represents the principal forum for dialogue and interaction with shareholders. At every meeting, the Board sets out the progress and performance of the Group since the previous AGM.</li> <li>• Shareholders are encouraged to participate in the question &amp; answer session wherein the Directors, Company Secretary, Heads of Department as well as the Group’s external auditors are available to respond to the queries raised. In the event an answer cannot be readily given at the meeting, the Chairman will undertake to provide a response that is subsequently uploaded onto the corporate website.</li> <li>• Each item of special business included in the notice of meeting will be accompanied by a full explanation on the effects of a proposed resolution.</li> <li>• The notices of AGM are despatched to shareholders at least 28 days before the AGM, to allow shareholders to have sufficient time to read the annual report and make the necessary attendance and voting arrangements. The Annual Report 2020 was issued on 12 March 2021 while the Notice of AGM was issued on 11 March 2021.</li> </ul> <p>Details as below:</p> <table border="1" data-bbox="537 1320 1378 1617"> <thead> <tr> <th data-bbox="537 1320 748 1419"><b>Document</b></th> <th data-bbox="748 1320 959 1419"><b>Date of Issue</b></th> <th data-bbox="959 1320 1170 1419"><b>No. of Days before AGM</b></th> <th data-bbox="1170 1320 1378 1419"><b>Date of AGM</b></th> </tr> </thead> <tbody> <tr> <td data-bbox="537 1419 748 1518">Notice of 51<sup>st</sup> AGM</td> <td data-bbox="748 1419 959 1518">11 March 2021</td> <td data-bbox="959 1419 1170 1518">35 days</td> <td data-bbox="1170 1419 1378 1518">14 April 2021</td> </tr> <tr> <td data-bbox="537 1518 748 1617">Annual Report 2020</td> <td data-bbox="748 1518 959 1617">12 March 2021</td> <td data-bbox="959 1518 1170 1617">36 days</td> <td data-bbox="1170 1518 1378 1617">14 April 2021</td> </tr> </tbody> </table> <ul style="list-style-type: none"> <li>• During the year, the Managing Director and/or key management personnel also conduct periodic discussions with the press and analysts when necessary, to provide information on the Group’s strategy, performance and major developments.</li> <li>• A press briefing is also usually held after each AGM.</li> </ul>	<b>Document</b>	<b>Date of Issue</b>	<b>No. of Days before AGM</b>	<b>Date of AGM</b>	Notice of 51 <sup>st</sup> AGM	11 March 2021	35 days	14 April 2021	Annual Report 2020	12 March 2021	36 days	14 April 2021
<b>Document</b>	<b>Date of Issue</b>	<b>No. of Days before AGM</b>	<b>Date of AGM</b>										
Notice of 51 <sup>st</sup> AGM	11 March 2021	35 days	14 April 2021										
Annual Report 2020	12 March 2021	36 days	14 April 2021										

	<ul style="list-style-type: none"> <li>• The proceedings of the 51<sup>st</sup> AGM included the Managing Director's presentation of the Group's performance, key developments and financial results for the reporting year and commentary on the outlook for the following year and a question &amp; answer session during which the Chairman invited shareholders to raise questions pertaining to the Company's financial statements and other items, before putting the resolutions to vote. The Management Team and representatives of external auditors were also present to respond to any queries by the shareholders. The responses to the questions raised by the Minority Shareholders Watch Group were presented to shareholders at the AGM and uploaded to the Company's website at <a href="http://www.carlsbergmalaysia.com.my">www.carlsbergmalaysia.com.my</a></li> <li>• The Board is satisfied with the current programme for the AGM and during 2021, there were no major contentious issues noted with shareholders/investors.</li> </ul>	
<b>Explanation for departure</b> :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b> :		
<b>Timeframe</b> :		

**Intended Outcome**

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

**Practice 13.2**

All directors attend General Meetings. The Chair of the Audit, Nominating, Risk Management and other committees provide meaningful response to questions addressed to them.

<b>Application</b>	:	Applied	
<b>Explanation on application of the practice</b>	:	All directors attended the 51 <sup>st</sup> AGM on 14 April 2021. The Chairmen of the AC, RMC and the NRC were also present to provide responses, if necessary, to any questions addressed to them.	
<b>Explanation for departure</b>	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:		
<b>Timeframe</b>	:		

**Intended Outcome**

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

**Practice 13.3**

Listed companies should leverage technology to facilitate–

- voting including voting in absentia; and
- remote shareholders’ participation at general meetings.

Listed companies should also take the necessary steps to ensure good cyber hygiene practices are in place including data privacy and security to prevent cyber threats.

<b>Application</b>	:	Applied
<b>Explanation on application of the practice</b>	:	The AGMs have been held within the capital city limits and not in a remote location. In 2021, the 51 <sup>st</sup> AGM was conducted on a fully virtual basis through live streaming and online remote voting via Remote Participation and Voting (RPV) facilities available on Tricor Investor Issuing House Services TIIH Online website, allowing attendance by shareholders and proxy holders via remote participation and voting in absentia.
<b>Explanation for departure</b>	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
<b>Measure</b>	:	
<b>Timeframe</b>	:	

**Intended Outcome**

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

**Practice 13.4**

The Chairman of the board should ensure that general meetings support meaningful engagement between the board, senior management and shareholders. The engagement should be interactive and include robust discussion on among others the company’s financial and non-financial performance as well as the company’s long-term strategies. Shareholders should also be provided with sufficient opportunity to pose questions during the general meeting and all the questions should receive a meaningful response.

<i>Note: The explanation of adoption of this practice should include a discussion on measures undertaken to ensure the general meeting is interactive, shareholders are provided with sufficient opportunity to pose questions and the questions are responded to.</i>	
<b>Application</b> :	Applied
<b>Explanation on application of the practice</b> :	<ul style="list-style-type: none"> <li>• The AGM is the primary open platform for shareholders to raise questions on the Group’s performance. The Managing Director will also present to the shareholders a review of the operations and the financial performance of the Group for the year.</li> <li>• As active participation from the shareholders is greatly encouraged, the Board strives to answer as many questions as possible with concise answers during the AGM. Questions that were raised prior to the meeting as well as the responses will be shared with all shareholders during the AGM. If there are any questions which cannot be answered due to time constraint in the AGM, the Chairman will undertake to provide a response that is subsequently uploaded onto the corporate website.</li> <li>• Minutes of the AGM as well as all questions and answers posed by the shareholders are made available on the corporate website within 30 business days of the AGM.</li> </ul>
<b>Explanation for departure</b> :	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>	
<b>Measure</b> :	
<b>Timeframe</b> :	

**Intended Outcome**

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

**Practice 13.5**

The board must ensure that the conduct of a virtual general meeting (fully virtual or hybrid) support meaningful engagement between the board, senior management and shareholders. This includes having in place the required infrastructure and tools to support among others, a smooth broadcast of the general meeting and interactive participation by shareholders. Questions posed by shareholders should be made visible to all meeting participants during the meeting itself.

<i>Note: The explanation of adoption of this practice should include a discussion on measures undertaken to ensure the general meeting is interactive, shareholders are provided with sufficient opportunity to pose questions and the questions are responded to. Further, a listed issuer should also provide brief reasons on the choice of the meeting platform.</i>	
<b>Application</b> :	Applied
<b>Explanation on application of the practice</b> :	<ul style="list-style-type: none"> <li>• The Board encourages shareholders to actively participate in virtual general meeting by raising queries or providing feedbacks. Shareholders will also be given the chance to submit their questions prior to the meeting.</li> <li>• The Board and Management Team strive to answer as many questions as possible with concise answers during the virtual general meetings, including questions that were raised prior to the meeting.</li> <li>• If there are any questions which cannot be answered due to time constraint in the AGM, the Chairman will undertake to provide a response that is subsequently uploaded onto the corporate website.</li> <li>• Minutes of the AGM as well as all questions and answers posed by the shareholders are made available on the corporate website within 30 business days of the AGM.</li> </ul>
<b>Explanation for departure</b> :	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>	
<b>Measure</b> :	
<b>Timeframe</b> :	

**Intended Outcome**

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

**Practice 13.6**

Minutes of the general meeting should be circulated to shareholders no later than 30 business days after the general meeting.

<i>Note: The publication of Key Matters Discussed is not a substitute for the circulation of minutes of general meeting.</i>			
<b>Application</b>	: Applied		
<b>Explanation on application of the practice</b>	: Minutes of the AGM as well as all questions and answers posed by the shareholders are made available on the corporate website at <a href="http://www.carlsbergmalaysia.com.my">www.carlsbergmalaysia.com.my</a> within 30 business days of the AGM.		
<b>Explanation for departure</b>	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
<b>Measure</b>	:		
<b>Timeframe</b>	: <table border="1" style="width: 100%; height: 30px;"> <tr> <td style="width: 50%;"></td> <td style="width: 50%;"></td> </tr> </table>		

**SECTION B – DISCLOSURES ON CORPORATE GOVERNANCE PRACTICES PURSUANT  
CORPORATE GOVERNANCE GUIDELINES ISSUED BY BANK NEGARA MALAYSIA**

*Disclosures in this section are pursuant to Appendix 4 (Corporate Governance Disclosures) of the Corporate Governance Guidelines issued by Bank Negara Malaysia. This section is only applicable for financial institutions or any other institutions that are listed on the Exchange that are required to comply with the above Guidelines.*

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