



RGB International Bhd. (603831-K)
(Incorporated in Malaysia)

CREDIT REVIEW & RISK ASSESSMENT COMMITTEE

TERMS OF REFERENCE

(Last Revision Date: 27 November 2024)

1. In line with good corporate governance, the Credit Review & Risk Assessment ("CRRA") Committee was set up to ensure that the credit control and risk assessment functions of the Group are executed in accordance with the Company's guidelines and policies.
2. The CRRA Committee shall comprise at least four (4) members, one (1) of whom shall be appointed as Chairman. The Chairman and members of the CRRA Committee shall be appointed by the Board of Directors of the Company ("the Board") amongst the Executive Directors and Key Senior Management while the secretary shall be the Finance Manager, Credit Control & Risk Assessment. The number of members can be increased at the discretion of the Board.
3. The CRRA Committee shall meet at least once every quarter.
4. The functions and responsibilities of the CRRA Committee are as follows:

A Credit Control

- i) To monitor trade collections and recommend appropriate actions to recover overdue debts, if any;
- ii) To evaluate and review special credit terms offered to selected customers;
- iii) To review the adequacy of provision for doubtful debts on trade receivables and any write-off of debts as required; and
- iv) To monitor and ensure compliance of Expenditure Controls and Delegation of Authority Policy ("DOA Policy") when granting credit term to customers.

B Risk Assessment

- i) To review and evaluate progress of all non-performing investments and ventures;
- ii) To review and evaluate feasibility of proposed capital expenditures prior to acquisition;
- iii) To review and evaluate the feasibility and progress of investments and ventures;
- iv) To review new business ventures, leasing, concession and technical support & management agreements; and
- v) To monitor the related party transaction(s) and recurrent related party transaction(s).

5. The recommendations of the CRRA Committee shall be tabled to the Executive Committee for consideration and approval based on the DOA Policy as in Appendix I.
6. The Board shall only approve the subject matter based on the DOA Policy where relevant.