CONFIDENTIAL

SARAWAK CONSOLIDATED INDUSTRIES BERHAD

TERMS OF REFERENCE FOR CREDIT CONTROL COMMITTEEE

(Approved by the Managing Director/ CEO)

THE CONTENT

1. PURPOSE

Credit Control Committee ("CCC") shall review all significant credit applications received from customer for Sarawak Consolidated Industries Berhad ("SCIB") Group and to assess the credit worthiness of the individual customer and to set the relevant credit period and credit limits.

2. APPOINTMENT/COMPOSITION

CCC shall consist of not less than three (3) members and the Chairman of the Committee shall be the Managing Director/ Chief Executive Officer.

Number of members to be appointed shall be at the discretion of the Managing Director and shall comprise the following members.

Managing Director/ Chief Executive Officer	Chairman
Finance Director	Member
Chief Operating Officer	Member
Chief Financial Officer	Member
Credit Control Executive	By invitation
Corporate Finance Executive	By invitation
Secretary	In attendance

If the Chairman of CCC is not present at the meeting, the members present shall elect a Chairman from among themselves.

3. AUTHORITY

The Board confers full powers to CCC to:

- Establish, review and recommend to the Board the overall Credit policies and guidelines of the Group;
- The Committee shall have the necessary resources which are required to perform its duties and shall have direct communication channels with the person(s) carrying out the activity and may seek advice or obtain independent professional assistance from any person or firms who has the relevant qualification and experience and required expertise, if CCC so requires and considers necessary to assist with its deliberation;

- CCC shall approve credit applications and other related matters up to a prescribed limit per transaction determined by the Board; and
- CCC shall recommend credit applications in excess of the prescribed limit per transaction to the Board for approval.

4. ROLES AND RESPONSIBILITIES

The Committee's primary roles and responsibilities are as follows:

- To review and approve credit applications up to a prescribed limit per transaction determined by the Board;
- To review and recommend to the Board the credit policies and procedures for approval;
- The Committee shall uphold integrity and ethical in discharging its duties.
- The Committee shall maintain confidentiality of all matters discussed in CCC meetings or matters concerning the credit applications at all times.
- To implement other necessary duties as mutually agreed by CCC and the Board or any other authorities which are required by law or regulated by any Government authority;
- To provide guidance, advice and recommendations to the Risk Management Committee on all matters relating to credit risk management;
- To review and update the Terms of Reference of CCC from time to time to ensure it is operating effectively and seek the Board's approval in respect of the such revision of the Terms of Reference; and
- To review CCC's Terms of Reference at least once every 2 years.

5. FREQUENCY AND ATTENDANCE

A quorum shall consist of two (2) members, one of which must be key management personnel.

Meetings shall be held whenever necessary or on an ad-hoc basis as and when the circumstances dictate.

The Committee may invite any persons including but not limited to the other Board members and key management personnel, to attend a meeting or part of the meeting, where such participation is considered relevant / pertinent to the work on subject / matter being brought up to CCC.

The Secretary of the Committee shall be appointed by the Managing Director.

The minutes of each meeting shall be tabled for confirmation at the following meeting.