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# KC NEWSLETTER

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## established KCVCS

KC Cottrell established KCVCS (VOCs Control System) as a new corporation on December 14, 2018. About 10 employees, including Eunyeon Kim, the vice president, work in the 21<sup>st</sup> floor of its head office, Digital Cube Building. As inferred from the name of VCS, the company's main businesses include the design, production and installation of RTO (Regenerative Thermal Oxidizer), a facility that removes VOCs (volatile organic compounds). KCVCS's RTO system is evaluated as a resource recycling facility that can reuse the re-

maining energy from VOC's own ignition and put it on the production line and can be the world's highest level in terms of efficiency.

The opening ceremony of the KCVCS Busan office was held on February 14th. Due to the high demand of the southern region, Busan office is expected to be a base for efficient sales activities. KCVCS also participated in the European Coating Show in Germany this March, and met customers in France, Germany and Italy whose VOC regulations were reinforced, and identified potential opportunities for expansion into Europe.

In the future, it plans to promote RTO business mainly in the southern area of the Korean Peninsula and further, there are high expectations for the future of KCVCS entering overseas markets. (the end)



## KC GreenHoldings

### 2019 Winter Internship Program

KC Green Holdings has designed an internship program as part of its CSR activities so that young people whose unemployment has become a serious social problem can gain experience and strengthen their abilities through the internship program. In particular, the program will be conducted according to the university students' winter vacation so that current students and prospective graduates of the university can participate without hindrance to academics, and help them to understand environmental projects and experience practical matters through task execution.

The 2019 Winter Internship Program, which took place for 7 weeks from January 7 to February 22, started with an affiliate tour program and orien-

tation to help you understand the environmental business, and they were given individual and common tasks so that they can see actual problems at the field from a new point of view in line with his or her major. All the 5 participants who participated in the 2019 Winter Internship Program successfully presented the individual tasks and the common tasks, and the internship program ended with the completion ceremony on February 22. (the end)

## Yuyang Technologies

### carried out a talent donation

Yuyang Technologies carried out a talent donation service to check and repair old-age welfare gas facilities in Gwangyang area for 5 days from January 21 to 25.

This talent donation activity targeted gas safety accident prevention for 63 nursing homes and community centers in Gwangyang to prevent gas poisoning incidents from the exhaust gas and to prevent gas accident during the Lunar New Year that took place in Gangneung pension.

Special inspection was carried out to cooking ap-

pliances such as gas ranges and gas boilers. Total 46 spots were found including the boiler chimney break or damage, removal of silicon for exhaust gas leak prevention, non-installation of gas valve automatic block timer and aged gas hoses that may cause fire, explosion or poisoning. Among them, 38 were promptly corrected and 8 will secure materials and make further improvements.



Talent donation is a way of giving back to society through donating one's talent or skill.

Judeok Lee, managing director of Yuyang Technologies, said, "this talent donation activity, which was planned as part of our efforts to become a trusted company in the local community, will not end as an event, but will be established as a corporate culture and will be implemented continuously. (the end)

## KC Cottrell

### agreed a joint venture with Pure Ecotech

KC Cottrell held a joint venture agreement with Pure Ecotech on February 13.

The domestic and foreign fine dust problems, which have lasted for several years, require the government to take special measures, and while efforts to reduce fine dust continue to be made in various fields such as government and related industries, academia, anti-dust market is emerging. Among them, Pure Ecotech, a company that researches and manufactures air purification filters and KC Cottrell have signed the business agreement with the representative directors and stakeholders of both companies with the aim of solving re-scattered dust on the road and pre-occupying the air purification market.

In this business agreement, they agreed to share information related to contracts, technology, sales, and production associated with the commercialization of bus-mounted fine dust reduction equipment, and when the model business is successful, it is expected that they will gain market advantage in future public sector procurement. (the end)

## KC EnviroServices

### granted scholarships to stu- dents on low-income

On March 13, Kangwook Lee, CEO of KC EnviroServices granted 3 million Won of scholarships to students on low-income in Changwon.

KC EnviroServices sends scholarships in the first half every year from the past 2014, and provides rice and ramen to disadvantaged neighbors in the second half actively promoting a sharing culture that will return corporate profits to the local community. It is hoped that they can contribute to the development of local human resources through this scholarship and the talent in Changwon can shine light. (the end)



## KC GreenMaterials

### had 2019 Workshop



A 2019 KC GreenMaterials employee workshop was held at the Alpensia Resort in Pyeongchang for 2 days starting March 15. The workshop began on the afternoon of the 15<sup>th</sup>. The programs include the presentation of vision and future strategy of KC GreenMaterials by Kisuh Park, CEO, followed by the education on coal-fired power plant structure and process by Gyeongcheol Kim, vice president, KPI mid-term review and execution plan by team and discussion on improvement measure, which was a promising time.

On the next day, they completed a two-day full-scale workshop by remembering the beautiful snowy mountains at Sangwon Temple in Mt. Odae. (the end)

## KC GreenHoldings

### held Sustainable board of directors meeting.

On March 21, the 1st Sustainable Board of Directors meeting of 2019 was held. KC GreenHoldings' Sustainable Board of Directors was born on May 22, 2017 to act as a work council to act as a medium for smoother communication between management and members.

This time, the Sustainable Board of Directors gave and took opinions between the management and employees freely. And, the Sustainable Board of Directors explained major agendas for the past two years to the management team with the presence of employees and management and discussed in-depth operation and policy of the company. It was a meaningful time to openly divide each other's thoughts and opinions.

Through Sustainable Board of Directors, the management and employees had a chance to communicate with open and respectful mind. It is hoped that KC GreenHoldings' Sustainable Board of Directors will continue to connect with the management and employees. (the end)

## KC Cottrell

### held the 9th annual meeting of shareholders

On March 29, 2019, KC Cottrell held the 9th annual meeting of shareholders at the head Office. At this annual meeting of shareholders, total 6 agendas including the audit report of fiscal year 2018, the business report, the operating report of internal accounting management system, the approval of financial statements, partial amendment of the articles of incorporation, appointment of directors and auditors were raised and approved.

In particular, at the annual meeting of shareholders of KC Cottrell, there were material issues regarding audit appointment. Under the Revised Commercial Act, the shares held by the largest shareholder and their special related persons may only exercise 3% of the total number of issued shares for auditor appointment in the annual meeting of shareholders. So far, thanks to Korea Securities Depository's shadow voting system (a system in which Korea Securities Depository acts on behalf of the participating shareholders at the General Meeting of Shareholders for proxy voting to help the General Assembly resolution be established), the audit appointment was resolved without deficiency of quorum. However, in the end of 2017, the shadow

voting system was abolished in order to encourage individual shareholders to exercise their voting rights.

After the abolition of the shadow voting system, there were not a few listed companies after the abolition of the shadow voting system that could not appoint auditor due to lack of quorum. It was a session that required the first auditor appointment after the abolition of the system. Officers and employees of KC Cottrell visited the address of the shareholders' residence directly and participated nationally to solicit proxy voting with a power of attorney in order to secure the number of voting shares that are lacking in the proceedings of the audit appointment case.

In order to secure voting rights, employees of the head office and field offices around the country supported visits by individual shareholders, and thanks to such efforts, they had secured the number of voting right, and could able to appoint Deokho Song as a new auditor.

Meanwhile, at this annual meeting of shareholders, KC GreenHoldings' president Jongkyoo Kim was newly appointed as an inside director of KC Cottrell, including a new auditor of Deokho Song. Kihwan Lee, internal director and Hyogeun Kim, outside director of KC Cottrell were reappointed respectively. KC Cottrell's sales in the 2018 fiscal year were 182 billion won, its operating profit was 3.7 billion won, and its net income was a surplus at 2.2 billion won. (the end)