



## SARAWAK CONSOLIDATED INDUSTRIES BERHAD

*[(Registration No.: 197501003884 (25583-W)]*

*(Incorporated in Malaysia)*

### 1. INTRODUCTION

The Board of Directors of Sarawak Consolidated Industries Berhad (“**SCIB**” or “**Company**”) wishes to announce that SCIB Industrialised Building System Sdn. Bhd. [Registration No.: 200101019137 (554894-A)], a wholly-owned subsidiary of SCIB, had on 4 July 2023, accepted a letter of award and Acceptance (“**LOA**”) for securing an engineering, procurement, construction and commissioning (“**EPCC**”) contract from Mindagang Resources Sdn. Bhd. subject to the terms and conditions as stipulated in the LOA (“**Contract**”).

### 2. DETAILS OF THE CONTRACT AWARDED

The details of the contract awarded under **SCIB Industrialised Building System Sdn. Bhd.** are as follows:

Contract Title	Client	Expected Duration	Segment	Country
Cadangan Pembangunan Perumahan Fasa 6 Yang Mengandungi: 35 Unit Rumah Teres Setingkat Lot 14369-14393, 12 Unit Rumah Teres 2 Tingkat Lot 14347-14358, Mukim Telok Mesira, Daerah Mentuan, Jajahan Bachok, Kelantan Darul Naim.	Mindagang Resources Sdn. Bhd.	30th June 2023 - 29th October 2024 (16 Months)	Construction/ EPCC	Malaysia

The estimated value of the Contract is RM8,257,000.00 (Ringgit Malaysia: Eight Million Two Hundred Fifty-Seven Thousand) only.

### **3. FINANCIAL EFFECTS**

The Contract will not have any effect on the issued share capital and the shareholdings of substantial shareholders of the Company nor is any material effect on the net assets of SCIB and its group of companies (“**SCIB Group**”) for the financial year ending 30 June 2023. Nonetheless, the Contract is expected to contribute positively to SCIB Group’s future earnings as any profit attributable to the Group would be realized in stages during the tenure and progress of the Contract.

### **4. RISK FACTORS**

The Contract is subject to normal business risks such as construction risk, increase in cost due to any escalation of material pricing, availability of skilled workforce, materials, contractual terms including default provision, subcontractors’ performance and health and safety on standard operational procedures. However, SCIB will put in place control measures and operational procedures to mitigate the expected risks.

### **5. DIRECTORS’ AND MAJOR SHAREHOLDERS’ INTEREST**

None of the Directors and/or major shareholders of the Company and/or person connected with them have any interest, direct and/or indirect, in the Contract.

### **6. STATEMENT BY DIRECTORS**

The Board of Directors of the Company is in the opinion that the Contract is in the ordinary course of business and is in the best interest of the SCIB Group.

### **7. APPROVALS REQUIRED**

The Contract is not subject to the approval of the shareholders and/or any regulatory authorities.

This announcement is dated 4 July 2023.