



## **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 13 October 2021 accepted a Letter of Award and Acceptance (“**LOA**”) for an engineering, procurement, construction and commissioning (“**EPCC**”) contract.

### **2. DETAILS OF CONTRACT AWARDED**

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

<b>Contract Title</b>	<b>Client</b>	<b>Expected Duration</b>	<b>Segment</b>	<b>Country</b>
Implementation of DAIF School Redevelopment Project in Sarawak State under the RM1 billion allocation (Phase 2) Package 13:  (Pelaksanaan Projek Pembangunan Semula Sekolah Daif Di Negeri Sarawak Di Bawah Peruntukan RM1 Bilion (Fasa 2) Pakej 13:)	Jabatan Kerja Raya Sarawak	27 October 2021 until 26 June 2022  (8 Months)	Construction/ EPCC	Malaysia

- SK Nanga Pedai, Kanowit, Sibul				
- SK Nanga Jagoi, Kanowit, Sibul				

The estimated contract value of the contract awarded is RM13,282,888.00 (Ringgit Malaysia: Thirteen Million Two Hundred Eighty-Two Thousand Eight Hundred Eighty-Eight Only)

The formal agreement for the abovementioned contract shall be executed in due course.

### **3. FINANCIAL EFFECTS**

The contract secured will not have any effect on the issued share capital and the shareholdings of substantial shareholders of the Company. The contract secured is not expected to have any material effect on the net assets of SCIB and its group of companies (“**SCIB Group**”) for the financial year ending 30 June 2022. Any profits attributable to the Group would be realized in stages over the tenure of the contract based on the progress of the project. The contract secured is expected to contribute positively to SCIB Group’s future earnings over the duration of the contract.

### **4. RISK FACTORS**

The contract is subject to normal business risk such as construction risk, increase in cost due to any escalation of material costs, availability of skilled workforce, materials, contractual terms including default provision, subcontractors’ performance and health and safety risk of the COVID’19 Pandemic. However, SCIB will put in place control measures and operational procedures to mitigate the 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 contracts.

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

The Board of Directors of the Company is in the opinion that the above 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 13 October 2021.