



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 the Company has on 7 June 2022, received an executed letter of award (“**LOA**”) from SCIB Properties Sdn. Bhd. [Registration No.: 200101019135 (554892-V)], a wholly-owned subsidiary of SCIB, for securing an engineering, procurement, construction and commissioning (“**EPCC**”) contract from Ennova Sdn Bhd subject to the terms and conditions as stipulated in the LOA (“**Contract**”).

2. DETAILS OF CONTRACT AWARDED

The details of contract awarded under **SCIB Properties Sdn. Bhd.** are as follows:

Contract Title	Client	Expected Duration	Segment	Country
Project Engineering Services for DBKL Integrated Smart Lamp Pole Replacement, within Klang Valley, Malaysia, 200 units of Pole (Monopoles)	Ennova Sdn. Bhd.	June 2022- May 2023	Construction/ EPCC	Malaysia

The estimated value of the Contract is RM30,750,000.00 (Ringgit Malaysia: Thirty Million Seven Hundred and Fifty 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 2022. 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 7 June 2022.