



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 the following:

- (i) The Company has accepted a Letter of Award and Acceptance (“**LOA**”) for one (1) engineering, procurement, construction and commissioning (“**EPCC**”) contract in Kuching, Sarawak Malaysia;
- (ii) SCIB International (Labuan) Ltd. (“**SILL**”), a wholly owned-owned subsidiary of SCIB, has accepted the LOA for one (1) EPCC contract in Qatar.

2. DETAILS OF CONTRACTS AWARDED

2.1 The details of contract which is awarded under **SCIB** are as follows:

Contract Title	Client	Expected Duration	Segment	Country
Proposed mixed development of Lot 6036 Block 26 Muara Tuang Land District and part of River Bank reserve for Mixed development comprising of the following: I. Block 2 : 20 storey office twin	Lestari Asiabina Sdn. Bhd.	Total duration of 108 months which is equivalent to four (4) stages of 27 months each, as follows:- Stage 1: Qtr 4	Construction/EPCC	Malaysia

towers with 3-storey commercial podium		2021 to Qtr 4 2024 (Blocks 11,12, 13 and 14)		
II. Block 4 : 3 to 4-Storey shophouses				
III. Block 6 : 12-storey service apartment		Stage 2: Qtr 4 2024 to Qtr 4 2026 (Block 2 and 4)		
IV. Block 10: Open Green with pedestrian walkways, Bicycles lane & landscape green		Stage 3: Qtr 4 2026 to Qtr 4 2028 (Block 6)		
V. Block 11: 10 to 15 Condominium & 2-storey clubhouse		Stage 4: Qtr 4 2028 to Qtr 4 2030 (Block 10)		
VI. Block 12: 7-storey “Putera House” Apartment				
VII. Block 13: 20M new Drain Reserve				
VIII. Block 14: 28M new Drain Reserve				

The estimated contract value of the contract awarded above is RM421,974,967.

2.2 The details of contract which is awarded under **SILL** are as follows:

Contract Title	Client	Expected Duration	Segment	Country
Qatar’s North Field expansion with necessary manpower, civil and Mechanical, Electrical & Plumbing engineering (“MEP”) works	Interceptor Trading & Contracting Co. W.L.L	Feb 2021 to July 2023 (30 months)	Construction/ EPCC	Qatar

The estimated contract value of the contract awarded above is USD98,000,000 (equivalent to approximately RM399.35 million based on the exchange rate of

USD1.00:RM4.075, being the middle rate prevailing as 5.00 pm on 5 February 2021, as published by Bank Negara Malaysia).

The formal agreements for the abovementioned contracts shall be executed in due course.

3. FINANCIAL EFFECTS

The contracts secured will not have any effect on the issued share capital and the shareholdings of substantial shareholders of the Company.

The contracts secured are 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 31 December 2021. Any profits attributable to the Group would be realized in stages over the tenure of the contracts based on the progress of the projects. The contracts secured are expected to contribute positively to SCIB Group’s future earnings over the duration of the contracts.

4. RISK FACTORS

The contracts are subject to normal business risks such as construction risk, increase in cost due to any escalation of material costs, availability of skilled manpower, materials and contractual terms including default provision and subcontractors’ performance as well as foreign exchange risks due to currency fluctuations. 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 of the opinion that the above contracts are in the ordinary course of business and are in the best interest of SCIB Group.

7. APPROVALS REQUIRED

The contracts are not subject to the approval of the shareholders of SCIB and/or any regulatory authorities.

This announcement is dated 9 February 2021.