



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 16 January 2024, accepted a letter of award and Acceptance (“**LOA**”) for an engineering, procurement, construction and commissioning (“**EPCC**”) contract from Landasan Kapital (M) 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
Universiti Malaysia Kelantan-Pembinaan Kolej Kediaman Pelajar Di Kampus Bachok -Supply Materials, Labour, Tools and Equipments for the Execution of Civil & Structural, Architectural and Mechanical Works	Landasan Kapital (M) Sdn. Bhd.	12 th January 2024 – 16 th November 2025 (approximately 23 Months)	Construction/ EPCC	Malaysia

The estimated value of the Contract is RM97,748,074.67 (Ringgit Malaysia: Ninety-Seven Million Seven Hundred Forty-Eight Thousand Seventy-Four Ringgit And Sixty-Seven Cents) 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 2024. 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 16 January 2024.