

## SARAWAK CONSOLIDATED INDUSTRIES BERHAD ("SCIB" OR THE "COMPANY")

### PROPOSED PRIVATE PLACEMENT

Unless stated otherwise, the terms used herein shall carry the same meaning as those defined in the earlier announcement in relation to the Proposed Private Placement.

Reference is made to the earlier announcement dated 3 May 2021 ("Initial Announcement") in relation to the Proposed Private Placement.

On behalf of the Board of Directors of SCIB ("Board"), UOB Kay Hian Securities (M) Sdn Bhd ("UOB Kay Hian") wishes to announce the following additional information as underlined below in relation to the Proposed Private Placement:-

#### 2.6 Utilisation of proceeds

Based on the indicative issue price of RM1.5480 per Placement Share, the Proposed Private Placement is expected to raise gross proceeds of up to approximately RM227.80 million. The gross proceeds from the Proposed Private Placement is intended to be utilised in the following manner:-

	Timeframe for utilisation	Minimum Scenario RM'000	Maximum Scenario RM'000
Capital expenditure requirements for current operations <sup>1</sup>	Within 12 months from the receipt of placement funds	12,134	19,901
Partial settlement of a new business <sup>2</sup>	Within 6 months from the receipt of placement funds	3,431	3,431
Working capital for on-going projects <sup>3</sup>	Within 12 months from the receipt of placement funds	88,754	133,019
Estimated expenses for upcoming projects <sup>4</sup>	Within 24 to 36 months from the date of award of the future project	44,373	66,951
Estimated expenses <sup>5</sup>	Upon completion of the Proposed Private Placement	3,200	4,500
<b>Total</b>		<b>151,892</b>	<b>227,802</b>

#### Note:-

<sup>1</sup> *The proceeds of up to approximately RM66.95 million are earmarked to finance necessary working capital to facilitate the initial expenses for new upcoming projects and/ or explore other business/ investment opportunities within the same business activities of the Group. These projects consist of the construction/ development projects, which are related to civil and infrastructure construction and building construction, and working capital in relation to manufacturing and trading of precast concrete contracts, all of which are within the same business activities of the Group. As at the LPD, the Group has tendered 12 construction projects based in Malaysia and Middle East country.*

*Such initial expenses include, but are not limited to, initial project costs such as preliminary engineering and project design costs, tender deposit and/ or administrative costs, and procurement of raw materials such as steel bars, cement, sand and timber and site office overheads such as site office upkeep and utilities. SCIB shall make the necessary announcement(s) in accordance with the Listing Requirements as and when the project(s) is/ are secured/ awarded.*

**This announcement is dated 18 May 2021.**