

VESTLAND BERHAD (“VESTLAND” OR “THE COMPANY”)

- LETTER OF AWARD FROM SG. BESI CONSTRUCTION SDN BHD TO VESTLAND RESOURCES SDN BHD, A WHOLLY-OWNED SUBSIDIARY OF THE COMPANY

1. INTRODUCTION

The Board of Directors of the Company (“**the Board**”) is pleased to announce that its wholly-owned subsidiary, Vestland Resources Sdn Bhd (“**VRSB**”), had on 5 October 2023 accepted a Letter of Award dated 5 October 2023 awarded by Sg. Besi Construction Sdn Bhd [Registration No. 199701001852 (417348-W)] (“**SBCSB**”) to undertake the design and build works for design, approval, construction, completion, testing and commissioning of main building works for one (1) block of thirteen (13)-storey affordable apartment and one (1) block of thirteen (13)-storey medium-cost apartment and related facilities located at Lot 2140, Mukim 4, Daerah Seberang Perai Tengah, Jalan Permatang Pauh, Pulau Pinang (“**Contract**”) for a contract sum of RM63,122,837.66.

2. INFORMATION OF SBCSB

SBCSB was incorporated in Malaysia as a private company limited by shares having its business address at Level 17, Subplace Boulevard, Pusat Komersil Vestland, No. 6, Jalan Juruanalisis U1/35, Seksyen U1, 40150 Shah Alam, Selangor Darul Ehsan.

The nature of the business of SBCSB is principally involved in building construction and property development activities.

3. SALIENT TERMS OF THE CONTRACT

3.1 Scope of work

The works to be carried out under the Contract comprise the design, approval, construction, completion, testing and commissioning of the design and build works for one (1) block of thirteen (13)-storey affordable apartment and one (1) block of thirteen (13)-storey medium-cost apartment and related facilities.

3.2 Contract Period

Completion of the construction works under the Contract shall be on 20 March 2025, with the commencement date on 5 October 2023.

4. FINANCIAL EFFECTS

The Contract will have no effect on the issued share capital and substantial shareholdings of the Company as there is no issuance of new ordinary shares in the Company.

The Contract is expected to contribute positively towards the earnings and net assets of the Vestland Group for the duration of the Contract assuming no material delay in the timing as stated in Section 3.2 above.

5. RISK FACTORS

The Contract is in the ordinary course of business for VRSB. VRSB does not foresee any exceptional risks other than the normal operational risks associated with the Contract.

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6. INTERESTS OF DIRECTORS, MAJOR SHAREHOLDERS AND/OR PERSONS CONNECTED TO THEM

None of the Directors and/or major shareholders of the Company, or persons connected with them have any interest, direct or indirect, in the Contract.

7. STATEMENT BY THE BOARD OF DIRECTORS

The Board, after having considered all aspects of the Contract, is of the opinion that the Contract is in the best interest of the Company and its subsidiary.

This announcement is dated 5 October 2023.