

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

- RECURRENT RELATED PARTY TRANSACTIONS OF REVENUE OR TRADING NATURE

1. INTRODUCTION

Pursuant to Rule 10.09(1)(a) of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**ACE LR**”), the Board of Directors of Vestland (“**Board**”) wishes to announce that Vestland Resources Sdn Bhd (“**VRSB**”), a wholly-owned subsidiary of Vestland, has in the ordinary course of its business entered into recurrent related party transactions (“**RRPTs**”) with the transacting parties disclosed in **Section 2** of this announcement.

The percentage ratio for the RRPTs in aggregation has exceeded 1% as prescribed under Rule 10.09(1)(a)(ii) of the ACE LR from 31 January 2023 (being the date of admission of Vestland to the Official List of Bursa Securities) to 6 April 2023.

2. DETAILS OF THE RRPTs

Subsidiary involved	Transacting Related Party	Nature of relationship	Nature of RRPT	Transacted Value of RRPT from 31 January 2023 to 6 April 2023
VRSB	Jun Tractor Sdn Bhd (“ Jun Tractor ”)	<ul style="list-style-type: none">Datuk Liew Foo Heen (“Datuk Liew”) is the Director and major shareholder of Vestland.Datuk Liew’s brother, Liew Chun Heen, is a director and major shareholder of Jun Tractor holding 50% equity interest in Jun Tractor.Datuk Liew’s sister-in law, Toh Tze Wooi, who is the wife of Liew Chun Heen, is a director and major shareholder of Jun Tractor holding 50% equity interest in Jun Tractor.	Rental of construction equipment by VRSB from Jun Tractor.	RM318,708
VRSB	Skypark Machineries Sdn. Bhd. (“ Skypark Machineries ”)	<ul style="list-style-type: none">Datuk Liew is the Director and major shareholder of Vestland.Datuk Liew’s brother, Liew Chun Heen and Datuk Liew’s brother-in law, See Chee Kian are the directors and major shareholders of Skypark Machineries holding 80% and 20% equity interest in Skypark Machineries respectively.	<ul style="list-style-type: none">Rental of construction equipment by VRSB from Skypark Machineries.Machinery service and repair expenses charged by Skypark Machineries	RM256,154 RM1,000

3. RATIONALE FOR THE RRPTs

The RRPTs are of a revenue and trading nature and necessary for the day-to-day operations of Vestland and VRSB (collectively referred to as the “**Group**”).

The RRPTs are in the ordinary course of business of the Group and are made on an arm’s length basis and on normal commercial terms which are not more favourable to the related parties than those generally available to the public. The RRPTs are not detrimental to the interest of the minority shareholders of the Company.

4. FINANCIAL EFFECTS OF THE RRPTs

The RRPTs will not have any material effect on the earnings per share, net assets per share and gearing of Vestland for the financial year ending 31 December 2023.

The RRPTs will not have any effect on the issued share capital and substantial shareholders' shareholdings of Vestland.

5. DIRECTORS' AND MAJOR SHAREHOLDERS' INTEREST

Save as disclosed in **Section 2** above, none of the other Directors and/or major shareholders of the Company and/or persons connected with them have any interest, direct or indirect in the RRPTs.

6. STATEMENT BY THE AUDIT AND RISK MANAGEMENT COMMITTEE (“ARMC”)

The ARMC having considered the rationale for the RRPTs and all aspects of the RRPTs, is of the view that the RRPTs are in the best interests of the Group, fair, reasonable and on normal commercial terms, and not detrimental to the interests of the minority shareholders of Vestland.

7. STATEMENT BY BOARD OF DIRECTORS

The Board (save for Datuk Liew), having considered all aspects of the RRPTs, is of the view that the RRPTs are in the best interest of the Group, fair, reasonable and on normal commercial terms, and not detrimental to the interest of the minority shareholders of Vestland.

8. APPROVAL REQUIRED

The RRPTs are not subject to the approval of the shareholders of Vestland as the highest aggregated percentage ratio of the value transacted is 1.01%, which is less than 5% based on the audited statement of the financial position of Vestland as at 30 June 2022. However, shareholders' mandate will be sought before triggering the percentage ratio of the RRPTs of 5% and above.

This announcement is dated 6 April 2023.