

KERJAYA PROSPEK GROUP BERHAD

Company Registration No.: 122592-U

ACCEPTANCE OF LETTER OF AWARD AMOUNTING TO RM245 MILLION FROM B.U. DEVELOPMENTS SDN BHD IN RESPECT OF CONTRACT WORKS FOR TRIUNI RESIDENCES OF THE SANCTUARY BATU UBAN PROJECT IN PENANG

1. INTRODUCTION

The Board of Directors of Kerjaya Prospek Group Berhad (the “Company” and together with its subsidiaries, the “Group”) wishes to announce that, its wholly-owned subsidiary, Kerjaya Prospek (M) Sdn Bhd (“KPMSB”) has on 22 November 2017 accepted a letter of award (“LA”) from B.U. Developments Sdn Bhd (“B.U.”), an unrelated third party property developer, in respect of main building works for a proposed residential development project “The Sanctuary” located at Batu Uban, Penang (“Contract”).

The contract sum for the Contract is Ringgit Malaysia Two Hundred Forty-Five Million Three Hundred Fifty Three Thousand Two Hundred Sixty Eight and Sen Fifteen Only (RM245,353,268.15) (“Contract Sum”).

The Contract comprises of 2 phases of construction works which is expected to commence on 30 November 2017 and has an overall completion period of 48 months from the date of commencement of works with separate commencement dates and completion dates.

2. DESCRIPTION OF THE CONTRACT

The Contract covers 2 phases of the construction of main building works for the Triuni Residences of Batu Uban project, which comprises three (3) towers of residential high-rise ranging from twenty-two (22) to twenty-four (24) storey each, with a total of 552 units condominium to be built on top of three (3) level basement car park sited on Lot 11784 (Lot Lama PT.2808), Mukim 13, Daerah Timur Laut, Jalan Sultan Azlan Shah, Pulau Pinang.

3. INFORMATION ON B.U.

B.U. holds portfolio of diversified high-end and middle-range property developments in Penang, Kuala Lumpur and Western Australia.

4. RATIONALE

The acceptance of LA further enlarges the Group’s order book and is expected to provide a steady stream of revenue for the Group over the next four (4) years.

5. FINANCIAL EFFECTS

The Contract will further increase and enhance the existing order book of the Group.

The Contract will have no effect on the issued share capital of the Company but it is expected to contribute positively to the earnings and net assets per share of the Group for the financial years ending 2017 to 2021.

6. INTEREST OF DIRECTORS, SUBSTANTIAL SHAREHOLDERS AND CONNECTED PERSON

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

This announcement is dated 22 November 2017.