

UZMA BERHAD (“UZMA” OR THE “COMPANY”)

ENTRY INTO A JOINT VENTURE

Pursuant to Paragraph 9.04(a) of the Bursa Malaysia Securities Berhad Main Market Listing Requirements, the Board of Directors of Uzma Berhad (“UZMA”) wishes to announce that on 16 January 2017 UZMA entered into a Joint Venture Cum Shareholders Agreement (“the Agreement”) with Aerosun Corporation, a company incorporated in China, Aerosun (Hong Kong) Co., Limited, a subsidiary company of Aerosun Corporation (“Aerosun HK”), and Gameladha Nasiriffin Bin Arifin for the provision of engineering, procurement, construction, installation and commission of non-metallic pipes in Malaysia via a joint venture company.

Under the Agreement, UZMA will be subscribing in total amount of 240,000 ordinary shares at par value of RM1.00 each (“**240,000 Shares**”) representing 48% of the fully paid up capital in the joint venture company (“**JV Company**”), which has been formed on 18 January 2017 under the name ‘Aerosun Uzma Malaysia Sdn. Bhd.’ (“**Aerosun Uzma**”).

The funds to subscribe for 240,000 Shares by UZMA will be funded internally.

The balance 49 % has been / will be subscribed by Aerosun HK and 3% by individual shareholder, namely Gameladha Nasiriffin Bin Arifin.

INFORMATION ON THE JV COMPANY

Aerosun Uzma was incorporated in Malaysia on 18 January 2017 with an authorised share capital of RM1,000,000 divided into 1,000,000 ordinary shares of RM1.00 each of which RM5,000 comprising 5,000 ordinary shares of RM1.00 each have been issued and fully paid up.

The details of the shareholders are as follows:-

Name of Shareholders	Number of Ordinary Shares of RM1.00 each	Percentage of Shareholding
Aerosun HK	2,450	49%
Uzma	2,400	48%
Gameladha Nasiriffin Bin Arifin	150	3%
Total:	5,000	100%

The directors of Aerosun Uzma are Dato’ Kamarul Redzuan Bin Muhamed, Rizal Bin Mohd Arifin, Mi Chaohua, Jing Xianghai and Gameladha Nasiriffin Bin Arifin.

The intended business of Aerosun Uzma is provision of onshore and offshore engineering, procurement, construction, installation and commissioning services for non-metallic Reinforced Thermoplastic Pipes (“**RTP**”) and pipelines and to capture Non-Metallic Pipe (“**NMP**”), flexible pipeline projects in Malaysia and South East Asia.

FINANCIAL EFFECTS OF THE JOINT VENTURE

The joint venture is not expected to have any financial effects on net assets per share, gearing on the assumption that the subscription of the 240,000 Shares by UZMA in the JV Company is funded wholly by internally generated funds. The joint venture will not have any effect on the issued and paid up share capital and substantial shareholders' shareholding in the Company.

APPROVAL

The joint venture is not subject to the approval of UZMA's shareholders.

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

None of the Directors, major shareholders and/or persons connected to them have any interest, whether direct or indirect, in the joint venture.

This announcement is dated 20th January 2017.