

JOHORE TIN BERHAD (“JTB” or “the Company”)

NON-RELATED PARTY TRANSACTION

- **AWARD OF CONTRACT FOR THE CONSTRUCTION OF 1 UNIT OF 1 STOREY FACTORY ATTACHED TOGETHER WITH 3 STOREY OFFICE BUILDING, 1 UNIT OF GUARDHOUSE AND WASTE CHAMBER AND 1 UNIT OF ELECTRICAL SUBSTATION (“AWARD”) WITH A TOTAL SUM OF RM14 MILLION BY ABLE DAIRIES SDN. BHD. (“ADSB”) THE WHOLLY-OWNED SUBSIDIARY OF THE COMPANY TO GT-MAX CONSTRUCTION SDN. BHD. (“GT-MAX”).**

1. INTRODUCTION

The Board of Directors of Johore Tin Berhad (“JTB”) wishes to announce that ADSB, a wholly-owned subsidiary of JTB, has on 15 March 2018, awarded a contract to GT-Max for the construction of 1 unit of 1 storey factory (build-up area of 7,574.03 square metre) attached together with 3 storey office building, 1 unit of guardhouse and waste chamber and 1 unit of electrical substation (“Award”) at P.T 13157 (Lot 26381), Jalan Helang, D/A Jalan Kebun Baru, 42500 Teluk Panglima Garang, Kuala Langat, Selangor at a total contract value of RM14,000,000.00 (Ringgit Malaysia: Fourteen Million Only) subject to the terms and conditions as stipulated in the Letter of Award (“LOA”).

2. BACKGROUND OF GT-MAX

GT-Max is a Company incorporated in Malaysia under the then Companies Act 1965 of Malaysia as a private limited company with an issued share capital of RM1,000,000 comprising 1,000,000 number of shares. The nature of business of GT-Max is to carry on the business of general contractors of and for all houses, buildings or works of every description on any land or property .

3. RATIONALE FOR THE AWARD

The Award was given to GT-Max due to the bid made by GT-Max is the lowest bid among the tenders submitted.

4. FINANCIAL EFFECTS

4.1 Share Capital

The Award will not have any effect on the share capital of JTB as there is no new share in JTB to be issued pursuant to the Award.

4.2 Substantial shareholders’ shareholding

There will be no effect on the substantial shareholdings of JTB arising from the Award.

4.3 Earnings

The Award is not expected to have any material impact on JTB’s earning per share for the financial year ending 31 December 2018

4.4 Net asset and gearing

The Award will not have any material effects on the net assets per share and gearing of JTB Group.

5. **RISK FACTORS**

The Company does not foresee any exceptional risk other than the normal operational risk associated with the Award.

6. **ESTIMATED FRAMEWORK FOR COMPLETION**

The Project is expected to be completed by 31 October 2018.

7. **DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS**

None of the Directors and/or major shareholders of JTB and/or persons connected to the Directors and/or major shareholders of JTB have any interest, direct or indirect, in the Award.

8. **APPROVAL OF SHAREHOLDERS AND THE RELEVANT AUTHORITIES**

The Award does not require the approvals of the shareholders of JTB nor of any government authorities.

9. **DIRECTORS' RECOMMENDATION**

The Board of Directors of JTB, having considered all aspects of the Award is of the opinion that the Award is in the best interest of the JTB Group.

10. **HIGHEST PERCENTAGE RATIO**

Based on the latest audited financial statements of JTB for the financial year ended 31 December 2016, the highest percentage ratio applicable for this Award pursuant to Paragraph 10.02(g) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad is 6.24%.

11. **DOCUMENT FOR INSPECTION**

A copy of the Letter of Award dated 15 March 2018 is available for inspection at the registered office of the Company at Suite 1301, 13th Floor, City Plaza, Jalan Tebrau, 80300 Johor Bahru, Johor during the normal office hours (8.30 a.m. to 5.30 p.m.) on any weekday (except public holidays) for a period of 3 months from the date of this announcement.