

LETTER OF NOTIFICATION – THE CONSORTIUM COMPRISING SALCON BERHAD AND KAB SMART SOLAR ENERGY SDN. BHD., A WHOLLY-OWNED SUBSIDIARY OF THE COMPANY, LISTED AS THE SOLAR POWER PRODUCER OF THE CORPORATE GREEN POWER PROGRAMME (“CGPP”) BY THE ENERGY COMMISSION

1. INTRODUCTION

The Board of Directors of KAB wishes to announce that the Consortium comprising Salcon Berhad and KAB Smart Solar Energy Sdn. Bhd. (“**KSSE**”), a wholly-owned subsidiary of the Company has received a Letter of Notification dated 7 August 2023 from the Energy Commission (“**EC**”). The Letter of Notification informs that the Consortium has met the criteria outlined in the Information Guide for CGPP (for Solar PV Plant) pertaining to the development of a Photovoltaic Plant with a capacity of 7MW situated at Sungai Siput, Kuala Kangsar, Perak.

(hereinafter referred to as “the Project”)

2. DETAILS OF THE PROGRAMME

The Letter of Notification from the EC that was issued on 7 August 2023, states that the Consortium is required to submit an application to a Single Buyer for participation in the NEDA programme within three (3) months after the date of notification of application status.

On 11 August 2023, the Consortium had acknowledged and submitted the Acknowledgement of Letter of Notification to the EC.

3. RISK FACTORS

KAB does not foresee any risk associated with the Project.

4. FINANCIAL EFFECTS

The Project is expected to contribute positively to the earnings and net assets of KAB Group for the financial year ending 31 December 2023.

5. INTERESTS OF DIRECTORS, MAJOR SHAREHOLDERS AND/OR PERSONS CONNECTED WITH THEM

None of the Directors and/or major shareholders of the Company and/or persons connected to them has any interest, direct or indirect, in the Project.

6. STATEMENT BY THE BOARD OF DIRECTORS

The Board, having considered all aspects of the Project, is of the opinion that the Project is in the best interest of the Company.

This announcement is dated 11 August 2023.