

THIS STATEMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.

If you are in any doubt as to the course of action to be taken, you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser immediately.

Bursa Malaysia Securities Berhad has not perused this Statement as it falls under the category of Exempt Circulars. Bursa Malaysia Securities Berhad takes no responsibility for the contents of this Statement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this Statement.



KECK SENG (MALAYSIA) BERHAD

Registration No. 196801000565 (8157-D)
(Incorporated in Malaysia)

STATEMENT TO SHAREHOLDERS

IN RELATION TO THE

**PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR
SHARE BUY-BACK**

The resolution in respect of the above proposal will be tabled at the 55th Annual General Meeting ("AGM") of the Company, which will be held at **Function Room Key 2 – Level 7, St. Giles Southkey Johor Bahru, Mid Valley Southkey, 1, Persiaran Southkey 1, Kota Southkey, 80150 Johor Bahru, Johor, Malaysia on Thursday, 29 May 2025 at 9.30 a.m.** The Notice of 55th AGM, Proxy Form, Administrative Guide and this Statement are available on the Company's website at <https://my.keckseng.com/>.

If you are unable to attend and vote at the 55th AGM, you may complete, sign and return the Proxy Form in accordance with the instructions printed thereon. The completed Proxy Form must be deposited at the Share Registrar's Office of the Company at Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia or alternatively, the drop-in box provided at Unit G-3, Ground Floor, Vertical Podium, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia not less than forty-eight (48) hours before the time appointed for holding the 55th AGM or at any adjournment thereof. You also have an option to submit the Proxy Form electronically via TIIH Online at <https://tiih.online>. Please refer to the Administrative Guide on the procedures for electronic lodgement of Proxy Form via TIIH Online.

Last day, date and time for lodging the Proxy Form	:	Tuesday, 27 May 2025 at 9.30 a.m.
Day, date and time of 55 th AGM	:	Thursday, 29 May 2025 at 9.30 a.m.

DEFINITIONS

Unless where the context otherwise requires, the following definitions shall apply throughout this Statement:-

“Act”	: The Companies Act 2016, as may be amended from time to time and any enactment thereof.
“AGM”	: Annual General Meeting.
“Board”	: The Board of Directors of KSMB.
“Bursa Securities” or “the Exchange”	: Bursa Malaysia Securities Berhad [Registration No. 200301033577 (635998-W)].
“Code”	: Malaysian Code on Take-Overs and Mergers 2016 and any amendments made thereto from time to time.
“EPS”	: Earnings per share.
“KSMB” or “the Company”	: Keck Seng (Malaysia) Berhad [Registration No. 196801000565 (8157-D)].
“KSMB Group” or the “Group”	: KSMB and its subsidiary companies, collectively.
“Listing Requirements”	: Main Market Listing Requirements of Bursa Securities and any Practice Notes issued in relation thereto, including any amendments that may be made from time to time.
“Major Shareholder(s)”	: A person who has an interest(s) in one or more voting share(s) in the Company and the number or aggregate number of those shares is:- (a) 10% or more of the total number of voting shares in the Company; or (b) 5% or more of the total number of voting shares in the Company where such person is the largest shareholder of the Company; “Interest” shall have the meaning of “interest in shares” given in Section 8 of the Act.
“Market Day”	: Means a day on which the stock market of the Exchange is open for trading in securities, which may include a Surprise Holiday. “Surprise Holiday” means a day that is declared as a public holiday in the Federal Territory of Kuala Lumpur that has not been gazetted as a public holiday at the beginning of the calendar year.
“Minister”	: Minister charged with the responsibility for companies, currently the Minister of Domestic Trade and Cost of Living, Malaysia.
“Proposed Renewal of Shareholders’ Mandate for Share Buy-Back”	: Proposed renewal of authority to purchase of the Company’s own shares representing up to 10% of the total number of issued shares of the Company.
“Purchased Shares”	: Shares purchased pursuant to the Proposed Renewal of Shareholders’ Mandate for Share Buy-Back.
“RM and sen”	: Ringgit Malaysia and sen respectively.
“Statement”	: This share buy-back statement dated 30 April 2025 in relation to the Proposed Renewal of Shareholders’ Mandate for Share Buy-Back.
“Substantial Shareholder(s)”	: A person who has an interest or interests in one or more voting shares in the Company and the number or the aggregate number of such shares is not less than 5% of the total number of all the voting shares in the Company.

Words incorporate the singular shall, where applicable, include the plural and vice versa and words incorporate the masculine gender shall, where applicable, include the feminine and neuter genders and vice versa. Reference to persons shall include a corporation, unless otherwise specified.

Any reference in this Statement to any enactment is a reference to that enactment as for the time being amended or re-enacted. Any reference to a time of a day in this Statement shall be a reference to Malaysian time, unless otherwise stated.

TABLE OF CONTENTS

LETTER TO SHAREHOLDERS CONTAINING:		Page
1.	INTRODUCTION	1
2.	DETAILS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK	2 – 4
3.	RATIONALE FOR THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK	4
4.	POTENTIAL ADVANTAGES AND DISADVANTAGES OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK	4
5.	PURCHASE, RESALE, TRANSFER AND CANCELLATION OF TREASURY SHARES MADE IN THE PREVIOUS 12 MONTHS	4
6.	EFFECTS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK	5 – 6
7.	CONDITIONS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK	6
8.	INTERESTS OF DIRECTORS, MAJOR SHAREHOLDERS AND/OR PERSONS CONNECTED TO THEM	6 - 7
9.	IMPLICATIONS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK RELATING TO THE CODE AND THE RULE	8
10.	HISTORICAL SHARE PRICES	8
11.	DIRECTORS' RECOMMENDATION	8
12.	DIRECTORS' RESPONSIBILITY STATEMENT	8
13.	55 TH AGM	9
14.	DOCUMENTS AVAILABLE FOR INSPECTION	9

THE REST OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK
--



KECK SENG (MALAYSIA) BERHAD

Registration No. 196801000565 (8157-D)

(Incorporated in Malaysia)

Registered Office:-

L2-02, 1 Medini Hub
Persiaran Medini Utara 3
Medini Iskandar
79000 Nusajaya
Johor Darul Takzim

30 April 2025

Board of Directors:-

Ho Kim Swee @ Ho Kian Guan (*Executive Chairman*)
Dato' Ho Cheng Chong @ Ho Kian Hock (*Managing Director*)
Liew Foong Yuen (*Executive Director*)
Ho Chung Kain (He ChongJing) (*Executive Director*)
Lee Huee Nan @ Lee Hwee Leng (*Executive Director*)
Ho Eng Chong @ Ho Kian Cheong (*Non-Independent Non-Executive Director*)
Too Hing Yeap @ Too Heng Yip (*Non-Independent Non-Executive Director*)
Tai Lam Shin (*Independent Non-Executive Director*)
Mahathir Bin Mohamed Ismail (*Independent Non-Executive Director*)
Dato' Dr. Zaha Rina Binti Zahari (*Independent Non-Executive Director*)
Ho Chung Hui (*Alternate to Lee Huee Nan @ Lee Hwee Leng*)
Ho Chung Kiat, Sydney (He ChongJie, Sydney) (*Alternate to Ho Eng Chong @ Ho Kian Cheong*)

TO: OUR SHAREHOLDERS

Dear Sir/Madam,

PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK

1. INTRODUCTION

On 7 April 2025, the Company announced that it proposes to seek a renewal of the approval from the shareholders for the Proposed Renewal of Shareholders' Mandate for Share Buy-Back at the forthcoming 55th AGM to be convened on 29 May 2025.

At the 54th AGM held on 29 May 2024, the Board had obtained the shareholders' approval to allow the Company to buy-back of up to 10% of its total number of issued shares. This authority shall lapse at the conclusion of the forthcoming AGM unless it is renewed.

The purpose of this Statement is to provide you with the relevant information and to seek your approval for an ordinary resolution pertaining to the Proposed Renewal of Shareholders' Mandate for Share Buy-Back to be tabled as Special Business at the forthcoming 55th AGM.

YOU ARE ADVISED TO READ THE CONTENTS OF THIS STATEMENT CAREFULLY BEFORE VOTING ON THE RESOLUTION PERTAINING TO THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK TO BE TABLED AT THE FORTHCOMING 55TH AGM.

2. DETAILS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK

The Board is seeking your approval for the Company to purchase and/or hold shares representing up to 10% of its total number of issued shares on Bursa Securities, subject to the Act, Listing Requirements and any prevailing laws, rules, regulations, orders, guidelines and requirements issued by the relevant authorities at the time of purchase.

The Proposed Renewal of Shareholders' Mandate for Share Buy-Back will be effective immediately upon the passing of the ordinary resolution and will remain in effect until the conclusion of the next AGM of KSMB, or the expiry of the period within which the next AGM is required by law to be held, or revoked or varied by an ordinary resolution passed by shareholders in a general meeting, whichever occurs first.

Set out below are details of the Proposed Renewal of Shareholders' Mandate for Share Buy-Back:-

(i) Maximum number or percentage of shares to be purchased by the Company

The maximum aggregate number of shares which may be purchased by the Company shall not exceed 10% of the total number of issued shares of the Company at any point in time during the validity of the Proposed Renewal of Shareholders' Mandate for Share Buy-Back period ("**Share Buy-Back Period**"). The shares will be purchased from the open market on Bursa Securities through a stockbroker.

The Proposed Renewal of Shareholders' Mandate for Share Buy-Back is subject to compliance with Section 127 of the Act and Paragraph 12.09 of the Listing Requirements.

As at 2 April 2025, the maximum number of shares that can be purchased and/or held by the Company are as follows:-

	No. of shares
Total number of issued shares of KSMB (including 2,173,500 treasury shares)	<u>361,477,110</u>
10% of the total number of issued shares	36,147,711
Less: Total number of treasury shares held by KSMB	(2,173,500)
Maximum number of shares which may be purchased in respect of the Proposed Renewal of Shareholders' Mandate for Share Buy-Back	<u><u>33,974,211</u></u>

Notwithstanding the above, the actual number of shares to be purchased and the timing of any purchase, together with the treatment of the Purchased Shares would depend on, inter-alia, the prevailing market conditions and sentiments of Bursa Securities as well as limited to the amount of the retained profits and cash flow position of the Company at the time of purchase.

(ii) Funding

The Proposed Renewal of Shareholders' Mandate for Share Buy-Back will be funded from internally generated funds. Under the Listing Requirements, the maximum funds to be utilised for the purchase of the shares shall not exceed the total retained profits of the Company. Accordingly, the Directors shall allocate an amount of funds which will not be more than the aggregate sum of the retained profits of the Company in respect of any purchase of shares pursuant to the Proposed Renewal of Shareholders' Mandate for Share Buy-Back. Based on the latest audited financial statements of KSMB as at 31 December 2024, the audited retained profits of the Company stood at RM1,894,395,000. As at the date of issuance of this Statement, the unaudited retained profits of the Company as at 31 March 2025 has not been announced to Bursa Securities.

The actual number of shares to be purchased, the total amount of funds to be utilised, impact on cash flows and the timing of the purchase(s) will depend on the prevailing equity market conditions and sentiments as well as the financial resources available to the Company at the time of the purchase(s). In the event the Company decides to utilise bank borrowings to finance the purchase of its own shares, the Board will ensure that there are sufficient funds to repay such borrowings and that such repayment will not have a material impact on the cash flow or earnings of the Company.

In addition, the Board will ensure that the Company satisfies the solvency test as stated under Section 112(2) of the Act before executing the Proposed Renewal of Shareholders' Mandate for Share Buy-Back.

(iii) Treatment of the Purchased Shares

In accordance with Section 127 of the Act, the Purchased Shares may be dealt with by your Directors in the following manner:-

- (a) to cancel the Purchased Shares; or
- (b) retain the Purchased Shares as treasury shares to:-
 - (i) distribute the treasury shares as dividends to shareholders of the Company, such dividends to be known as “share dividends”;
 - (ii) resell the treasury shares, or any of the treasury shares, in accordance with the relevant rules of Bursa Securities;
 - (iii) transfer the treasury shares, or any of the treasury shares, for the purposes of or under an employees’ share scheme;
 - (iv) transfer the treasury shares, or any of the treasury shares, as purchase consideration;
 - (v) cancel the treasury shares, or any of the treasury shares; or
 - (vi) sell, transfer or otherwise use the treasury shares for such other purposes as the Minister may by order prescribe; or
- (c) to retain part of the Purchased Shares as treasury shares and cancel the remainder.

(iv) Ranking of the Purchased Shares

While the Purchased Shares are held as treasury shares, Section 127 (8) and (9) of the Act states that the rights attached to them as to voting, dividends and participation in other distributions or otherwise are suspended, and the treasury shares shall not be taken into account in calculating the number or percentage of shares or of a class of shares for any purposes including substantial shareholdings, takeovers, notices, the requisitioning of meetings, the quorum for meetings and the result of a vote on a resolution at a meeting of the shareholders.

(v) Regulatory requirements

The Proposed Renewal of Shareholders’ Mandate for Share Buy-Back is subject to compliance with Section 127 of the Act, Listing Requirements and any prevailing laws, rules, regulations, orders, guidelines and requirements issued by the relevant authorities at the time of the purchase.

Pursuant to the Listing Requirements, the Proposed Renewal of Shareholders’ Mandate for Share Buy-Back is subject to, *inter-alia*, the following rules:-

- the public shareholding spread of 25% of its total number of issued shares is to be maintained at all times. As detailed in Section 6.7 of this Statement, the Board undertakes to purchase shares only to the extent that the public shareholding spread of KSMB shall not fall below 25% of its total number of issued shares at all times pursuant to the Proposed Renewal of Shareholders’ Mandate for Share Buy-Back;
- the purchase price of the shares shall not be more than fifteen per centum (15%) above the weighted average market price for the shares for the five (5) Market Days immediately preceding the date of the purchase(s);
- an immediate announcement will be made to Bursa Securities of any purchase or resale of shares and whether the Purchased Shares will be cancelled or retained as treasury shares or a combination of both;
- the Company may only resell or transfer any treasury shares on Bursa Securities at:-
 - (i) a price, which is not less than the weighted average market price of shares for the five (5) Market Days immediately before the date of the resale or transfer; or
 - (ii) a discounted price of not more than five per centum (5%) to the weighted average market price of shares for the five (5) Market Days immediately before the date of the resale or transfer, provided that:-
 - (a) the resale or transfer takes place not earlier than 30 days from the date of the purchase; and
 - (b) the resale or transfer price is not less than the cost of purchase of shares being resold or transferred;

- the maximum funds to be utilised for the purchase of the shares shall not exceed the level of retained profits of the Company. As mentioned in Section 2 of this Statement, the allocation of funds for the Proposed Renewal of Shareholders' Mandate for Share Buy-Back would not exceed the aggregate sum of retained profits of the Company; and
- the Proposed Renewal of Shareholders' Mandate for Share Buy-Back shall only be effected on the market of Bursa Securities via its automated trading system and shall exclude any direct business transactions as defined under the rules of Bursa Securities.

3. RATIONALE FOR THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK

The implementation of the Proposed Renewal of Shareholders' Mandate for Share Buy-Back would enable the Company to utilise its surplus financial resources, which is not immediately required for other uses, to purchase shares when appropriate, and at prices which the Board view as favourable.

The Proposed Renewal of Shareholders' Mandate for Share Buy-Back would effectively reduce the number of shares carrying voting and participation rights (unless the Purchased Shares are resold on Bursa Securities or distributed as share dividends). Consequently (whether the Purchased Shares are held as treasury shares or cancelled), all else being equal, the EPS of the Company/KSMB Group may be enhanced as the earnings of KSMB/KSMB Group would be divided by a reduced number of shares.

The Purchased Shares may be cancelled at such time(s) where the Board is of the view that there is excess share capital and wish to reduce the number of shares in circulation. If the Purchased Shares are held as treasury shares, such shares may potentially be resold on Bursa Securities at a higher price and therefore realising a potential gain in reserves without affecting the total issued share capital of the Company. The treasury shares may also be distributed to shareholders as dividends and, if undertaken, would serve to reward the shareholders of the Company.

4. POTENTIAL ADVANTAGES AND DISADVANTAGES OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK

Potential Advantages

- To stabilise the supply and demand of shares traded on the stock market of Bursa Securities and thereby reducing the volatility of share prices.
- If the Purchased Shares are subsequently cancelled, it is expected to enhance the EPS of the Company thereby making the shares more attractive to investors.
- If the treasury shares are distributed as dividends, it may then serve to reward the shareholders of the Company.

Potential Disadvantages

- The Proposed Renewal of Shareholders' Mandate for Share Buy-Back will reduce the financial resources available for distribution to the shareholders of the Company and may result in the Group foregoing other investment opportunities that may emerge in the future and any income that may be derived from the deposit of funds in interest bearing instruments.
- The working capital of the Group will also be affected, as any shares purchase will reduce the Group's cash flow. However, the financial resources of the Group may increase if the shares purchased and held as treasury shares are resold at prices higher than purchase price.

The Board will be mindful of the interests of the Company and the shareholders in implementing the Proposed Renewal of Shareholders' Mandate for Share Buy-Back.

5. PURCHASE, RESALE, TRANSFER AND CANCELLATION OF TREASURY SHARES MADE IN THE PREVIOUS 12 MONTHS

The Company had not made any purchase, resale, transfer and/or cancellation of its own shares in the preceding twelve (12) months up to 2 April 2025.

As at 2 April 2025, a total of 2,173,500 shares were held as treasury shares.

6. EFFECTS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK

The effects of the Proposed Renewal of Shareholders' Mandate for Share Buy-Back on the share capital, consolidated NA, working capital, earnings, dividends and the Substantial Shareholders' shareholdings in KSMB are set out below:-

6.1 *Share Capital*

The effects of the Proposed Renewal of Shareholders' Mandate for Share Buy-Back on the issued share capital of KSMB will depend on the treatment of the Purchased Shares.

In the event the Proposed Renewal of Shareholders' Mandate for Share Buy-Back is carried out in full and all the Purchased Shares are cancelled, the issued share capital of the Company will be as follows:-

	Number of shares
Total number of issued shares as at 2 April 2025	361,477,110*
Assuming all the Purchased Shares pursuant to the Proposed Renewal of Shareholders' Mandate for Share Buy-Back are cancelled	(36,147,711)
Resultant total number of issued shares	325,329,399

*Inclusive of 2,173,500 treasury shares held by KSMB as at 2 April 2025.

However, if the shares purchased are retained as treasury shares, the shares purchased would not have any effect on the issued share capital of the Company although substantially all rights attached to the treasury shares as to voting, dividends and participation in other distribution or otherwise would be suspended.

6.2 *Net Assets ("NA")*

The effects of the Proposed Renewal of Shareholders' Mandate for Share Buy-Back on the consolidated NA per share of KSMB would depend on the actual number of shares purchased, the purchase price(s) of the shares, the effective funding cost to finance the purchase of the shares and the treatment of the shares purchased.

In the event all the Purchased Shares are cancelled, the Proposed Renewal of Shareholders' Mandate for Share Buy-Back will reduce the NA per share of KSMB if the purchase price per share of the Company is higher than the NA per share at the time of purchase, and vice versa.

Should the Purchased Shares be resold on Bursa Securities, the consolidated NA per share will increase if the Company realises a gain from the resale, and vice versa. If the treasury shares are distributed to shareholders as share dividends, the NA per share will decrease by the cost of the treasury shares.

6.3 *Working Capital*

The Proposed Renewal of Shareholders' Mandate for Share Buy-Back is likely to reduce the working capital and cash flow of KSMB Group, the quantum of which will depend on the purchase price of the shares, the number of shares purchased and any associated costs incurred in making the purchase.

6.4 *Earnings and EPS*

The effects of the Proposed Renewal of Shareholders' Mandate for Share Buy-Back on the earnings of the KSMB Group would depend on the purchase price and the number of shares to be purchased as well as the effective funding cost to the Company in implementing the Proposed Renewal of Shareholders' Mandate for Share Buy-Back. The reduction in the number of shares applied in the computation of the EPS pursuant to the Proposed Renewal of Shareholders' Mandate for Share Buy-Back (whether the Purchased Shares are held as treasury shares or cancelled) may generally, all else being equal, have a positive impact on the EPS for the financial year when the Proposed Renewal of Shareholders' Mandate for Share Buy-Back is implemented.

Should the Purchased Shares be held as treasury shares and later resold, the extent of the impact to the EPS of the KSMB Group will depend on the actual selling price, the number of treasury shares resold and the effective funding cost, if any.

6.5 Dividends

Assuming the Proposed Renewal of Shareholders' Mandate for Share Buy-Back is implemented in full, dividends would be paid on the remaining issued share capital of KSMB (excluding the shares already purchased). The Proposed Renewal of Shareholders' Mandate for Share Buy-Back may have an impact on the Company's dividend policy for the financial year ending 31 December 2025 as it would reduce the cash available which may otherwise be used for dividend payments. Nonetheless, the treasury shares purchased may be distributed as dividends to shareholders of the Company, if the Company so decides.

Any dividends to be declared by KSMB in the future would depend on, inter-alia, the profitability and cash flow position of the KSMB Group.

6.6 Substantial Shareholders

Shares bought back by the Company under the Proposed Renewal of Shareholders' Mandate for Share Buy-Back that are retained as treasury shares and/or subsequently cancelled will result in a proportionate increase in the percentage shareholdings of the Substantial Shareholders in the Company, as detailed in Section 8 below.

6.7 Public Shareholding Spread

As at 2 April 2025, the public shareholding spread of the Company was approximately 36.90%. Assuming that the Company purchases up to the maximum number of Shares as allowed under the Proposed Renewal of Shareholders' Mandate for Share Buy-Back, the public shareholding spread is expected to reduce to 30.31%.

The Company shall not buy-back any shares if it results in the Company being in breach of the minimum public shareholding spread requirement under the Listing Requirements.

7. CONDITIONS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK

The Proposed Renewal of Shareholders' Mandate for Share Buy-Back is subject to the approval of the shareholders of KSMB at the forthcoming 55th AGM.

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

Save for the proportionate increase in the percentage of shareholdings of the Directors, Substantial Shareholders and/or persons connected to them as a result of the effective decrease in the total number of voting shares of the Company upon the Proposed Renewal of Shareholders' Mandate for Share Buy-Back, none of the Directors, Major Shareholders and/or persons connected to them have any interest, direct or indirect, in the Proposed Renewal of Shareholders' Mandate for Share Buy-Back.

The shareholdings of the Directors and Substantial Shareholders of KSMB are as follows:

Directors	Before the Proposed Renewal of Shareholders' Mandate for Share Buy-Back as at 2 April 2025				After the Proposed Renewal of Shareholders' Mandate for Share Buy-Back			
	Direct		Indirect		Direct		Indirect	
	No. of Shares	%	No. of Shares	%	No. of Shares	%	No. of Shares	%
Ho Kim Swee @ Ho Kian Guan	24,395,538	6.79	104,088,773 ⁽¹⁾	28.97	24,395,538	7.50	104,088,773 ⁽¹⁾	31.99
Dato' Ho Cheng Chong @ Ho Kian Hock	24,899,687	6.93	104,088,773 ⁽¹⁾	28.97	24,899,687	7.65	104,088,773 ⁽¹⁾	31.99
Ho Eng Chong @ Ho Kian Cheong	24,662,436	6.86	18,000,000 ⁽²⁾	5.01	24,662,436	7.58	18,000,000 ⁽²⁾	5.53
Ho Chung Kain (He ChongJing)	1,280,000	0.36	-	-	1,280,000	0.39	-	-
Lee Huee Nan @ Lee Hwee Leng	88,593	0.02	-	-	88,593	0.03	-	-
Liew Foong Yuen	-	-	-	-	-	-	-	-

Directors	Before the Proposed Renewal of Shareholders' Mandate for Share Buy-Back as at 2 April 2025				After the Proposed Renewal of Shareholders' Mandate for Share Buy-Back			
	Direct		Indirect		Direct		Indirect	
	No. of Shares	%	No. of Shares	%	No. of Shares	%	No. of Shares	%
Too Hing Yeap @ Too Heng Yip	-	-	-	-	-	-	-	-
Tai Lam Shin	-	-	-	-	-	-	-	-
Mahathir Bin Mohamed Ismail	-	-	-	-	-	-	-	-
Dato' Dr. Zaha Rina Binti Zahari	-	-	-	-	-	-	-	-
Ho Chung Hui – Alternate Director to Lee Huee Nan @ Lee Hwee Leng	-	-	-	-	-	-	-	-
Ho Chung Kiat, Sydney (He ChongJie, Sydney) – Alternate Director to Ho Eng Chong @ Ho Kian Cheong	-	-	-	-	-	-	-	-

(1) Deemed interested by virtue of his interest in Ho Yeow Koon And Sons Private Limited, Plentong Quarry (M) Sdn. Bhd., Firmstead Realty Sendirian Berhad, South West Holdings Sdn. Bhd. and KS Ocean Inc.

(2) Deemed interested by virtue of his interest in KC Diana Holdings Pte. Ltd. ("KC Diana").

Substantial Shareholders	Before the Proposed Renewal of Shareholders' Mandate for Share Buy-Back				After the Proposed Renewal of Shareholders' Mandate for Share Buy-Back			
	Direct		Indirect		Direct		Indirect	
	No. of Shares	%	No. of Shares	%	No. of Shares	%	No. of Shares	%
Ho Yeow Koon And Sons Private Limited	59,355,989	16.52	21,920,512 ⁽¹⁾	6.10	59,355,989	18.24	21,920,512 ⁽¹⁾	6.74
Dato' Ho Cheng Chong @ Ho Kian Hock	24,899,687	6.93	104,088,773 ⁽²⁾	28.97	24,899,687	7.65	104,088,773 ⁽²⁾	31.99
Ho Kim Swee @ Ho Kian Guan	24,395,538	6.79	104,088,773 ⁽²⁾	28.97	24,395,538	7.50	104,088,773 ⁽²⁾	31.99
Ho Eng Chong @ Ho Kian Cheong ("KC Ho")	24,662,436	6.86	18,000,000 ⁽³⁾	5.01	24,662,436	7.58	18,000,000 ⁽³⁾	5.53
KS Ocean Inc	22,812,272	6.35	-	-	22,812,272	7.01	-	-
Plentong Quarry (M) Sdn. Bhd.	18,225,000	5.07	-	-	18,225,000	5.60	-	-
KC Diana Holdings Pte. Ltd.	18,000,000	5.01	-	-	18,000,000	5.53	-	-
Hawksford Trust Services Pte. Ltd.	-	-	18,000,000 ⁽⁴⁾	5.01	-	-	18,000,000 ⁽⁴⁾	5.53
Diana Tan Ngok Mui @ Tan Geok Ngoh	-	-	18,000,000 ⁽⁴⁾	5.01	-	-	18,000,000 ⁽⁴⁾	5.53

(1) Deemed interested by virtue of its interest in Plentong Quarry (M) Sdn. Bhd., Firmstead Realty Sendirian Berhad and South West Holdings Sdn. Bhd.

(2) Deemed interested by virtue of his interest in Ho Yeow Koon And Sons Private Limited, Plentong Quarry (M) Sdn. Bhd., Firmstead Realty Sendirian Berhad, South West Holdings Sdn. Bhd. and KS Ocean Inc.

(3) Deemed interested by virtue of his interest in KC Diana.

(4) Deemed interested by virtue of its/her interest in KC Diana. KC Diana is the holding entity under a family trust settled by KC Ho. Hawksford Trust Services Pte. Ltd., the sole registered shareholder of KC Diana is the trustee. KC Ho and Diana Tan Ngok Mui @ Tan Geok Ngoh who are in a spousal relationship are the beneficial owners of the trust.

9. IMPLICATIONS OF THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK RELATING TO THE CODE AND THE RULES

In the event that the Company acquires the full amount of the shares authorised under the Proposed Renewal of Shareholders' Mandate for Share Buy-Back and all the shares so acquired are held as treasury shares, the equity interest of the Substantial Shareholders and their respective parties acting in concert triggering the obligation to undertake a mandatory offer under Paragraph 15(2) of the General Principle 12 of the Code and Rule 4 of the Rules on Take-Overs, Mergers and Compulsory Acquisitions, an exemption will be sought from the Securities Commission Malaysia before the purchase is made.

For illustration, if the equity interest of any one of the Substantial Shareholders and their respective parties acting in concert increases to more than 33% but less than 50% of the voting shares of KSMB and such that their shareholdings of KSMB increases in a period of six (6) months from the date of purchase by more than 2%, the affected Substantial Shareholder and parties acting in concert would be obliged to undertake a mandatory offer for the remaining shares not held by the said affected Substantial Shareholder and parties acting in concert.

Securities Commission Malaysia may grant a waiver to undertake a mandatory offer, subject to the affected Substantial Shareholder and parties acting in concert complying with certain conditions, if obligation is triggered as a result of any action outside its direct participation. The Substantial Shareholders of KSMB as disclosed in Section 8 herein have indicated that they intend to apply for the proposed exemption under Rule 4 of the Rules on Take-Overs, Mergers and Compulsory Acquisitions if the obligation is expected to be triggered as a result of the Proposed Renewal of Shareholders' Mandate for Share Buy-Back. The effects of the Proposed Renewal of Shareholders' Mandate for Share Buy-Back on their shareholdings are set out in Section 8 herein.

10. HISTORICAL SHARE PRICES

The monthly highest and lowest prices of shares traded on Bursa Securities for the preceding 12 months from April 2024 to March 2025 are as follows:

	High (RM)	Low (RM)
<u>Year 2024</u>		
April	5.840	5.570
May	6.450	5.740
June	6.220	5.880
July	6.390	6.050
August	6.240	5.650
September	5.970	5.630
October	5.980	5.590
November	5.800	5.580
December	5.780	5.530
<u>Year 2025</u>		
January	5.880	5.480
February	6.010	5.700
March	5.830	5.470
Last traded price on Bursa Securities on 2 April 2025, being the latest practicable date before the printing of the Statement.		5.640

Source: <https://www.bursamalaysia.com/>

11. DIRECTORS' RECOMMENDATION

After due consideration, the Board is of the opinion that the Proposed Renewal of Shareholders' Mandate for Share Buy-Back is in the best interest of the Company. Accordingly, the Board recommends that you vote in favour of the ordinary resolution to be tabled at the forthcoming 55th AGM to give effect to the Proposed Renewal of Shareholders' Mandate for Share Buy-Back.

12. DIRECTORS' RESPONSIBILITY STATEMENT

This Statement has been reviewed and approved by the Directors of KSMB and they individually and collectively accept full responsibility for the accuracy of the information contained herein and confirm that after having made all reasonable enquiries and to the best of their knowledge and belief, there are no other facts the omission of which would make any statement in this Statement misleading.

13. 55TH AGM

The 55th AGM of KSMB will be held at Function Room Key 2 – Level 7, St. Giles Southkey Johor Bahru, Mid Valley Southkey, 1, Persiaran Southkey 1, Kota Southkey, 80150 Johor Bahru, Johor, Malaysia on Thursday, 29 May 2025 at 9.30 a.m. for the purpose of considering and, if thought fit, to pass the resolution pertaining to the Proposed Renewal of Shareholders' Mandate for Share Buy-Back.

If you are unable to attend and vote at the 55th AGM, you may complete, sign and return the Proxy Form in accordance with the instructions contained therein as soon as possible and in any event so as to arrive at the Share Registrar's Office of the Company at Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia, or alternatively, the drop-in box provided at Unit G-3, Ground Floor, Vertical Podium, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia, not less than forty-eight (48) hours before the time appointed for holding the 55th AGM. The Proxy Form may also be submitted electronically via TIIH Online at <https://tiih.online>. Kindly refer to the Administrative Guide on the procedures for electronic lodgement of Proxy Form via TIIH Online.

14. DOCUMENTS AVAILABLE FOR INSPECTION

Copies of the following documents are available for inspection at the registered office of KSMB at L2-02, 1 Medini Hub, Persiaran Medini Utara 3, Medini Iskandar, 79000 Nusajaya, Johor Darul Takzim, Malaysia during normal business hours from Mondays to Fridays (except public holidays) from the date of this Statement up to and including the date of the forthcoming 55th AGM:

- (i) Constitution of KSMB; and
- (ii) The audited consolidated financial statements of KSMB for the past two (2) financial years ended 31 December 2023 and 31 December 2024.

Yours faithfully,
For and on behalf of the Board of Directors
KECK SENG (MALAYSIA) BERHAD

HO KIM SWEE @ HO KIAN GUAN
Executive Chairman