

**CAHYA MATA SARAWAK BERHAD (“CMSB” OR “THE COMPANY”)
APPLICATION TO STRIKE OFF SUBSIDIARY COMPANY PURSUANT TO SECTION 550 OF THE
COMPANIES ACT 2016**

1. INTRODUCTION

The Board of Directors of the Company wishes to announce that Samalaju Management Services Sdn Bhd (“SMS”), a wholly owned subsidiary company of Samalaju Properties Sdn Bhd, a subsidiary company of Samalaju Industries Sdn Bhd, which in turn is a wholly owned subsidiary company of CMSB, had on 10 May 2019 submitted an application to the Companies Commission of Malaysia (“CCM”) to strike the Company off the register pursuant to Section 550 of the Companies Act 2016 (“Proposed Striking Off”).

2. INFORMATION ON SMS

SMS was incorporated in Malaysia on 27 April 2017 as a private limited company under the Companies Act 2016 with an issued share capital of RM 2.00 comprising two (2) ordinary shares.

The intended principal activity of SMS is to undertake property management services and related activities.

3. RATIONALE OF THE PROPOSED STRIKING OFF

SMS is dormant and the likelihood of the activation for business purposes in the near future is not foreseeable. The Proposed Striking Off will reduce the administrative resources and cost incurred for maintaining the company.

4. FINANCIAL EFFECTS

The Proposed Striking Off will not have any material effect on the earnings per share, net assets per share, share capital, gearing and substantial shareholders’ shareholdings of CMSB for the financial year ending 31 December 2019.

5. APPROVAL REQUIRED

The Proposed Striking Off is not subject to the approval of the shareholders of CMSB. However, the Proposed Striking Off is subject to the approval of the CCM.

This announcement is dated 10 May 2019.