



PETRA ENERGY BERHAD ("PEB" and "the Company") [Registration Number 200501036241 (718388-H)]

- LETTER OF ENGAGEMENT IN RELATION TO SUBCONTRACT HOOK UP AND COMMISSIONING (HUC) WORKS FOR KASAWARI CCS PROJECT

1. INTRODUCTION

The Board of Directors of PEB ("**Board**") is pleased to announce that Petra Resources Sdn. Bhd. ("**PRSB**"), a subsidiary of PEB, had been awarded a subcontract from Malaysia Marine and Heavy Engineering Sdn. Bhd. ("**MMHE**") for Hook Up and Commissioning (HUC) Works for Kasawari CCS Project ("**Subcontract Works**").

2. DURATION OF THE SUBCONTRACT WORKS

The duration of the Subcontract is from March 2023 until December 2025.

3. FINANCIAL EFFECTS

The Subcontract Works will not have any effect on the share capital and substantial shareholders' shareholdings of PEB Group. The Subcontract is expected to contribute positively to the earnings and net assets per share of PEB Group for the duration of the Subcontract Works.

4. RISK FACTORS

The risk factors affecting the Subcontract Works comprise the operational and execution risks, which PRSB will take appropriate measures to eliminate or minimise.

5. INTEREST OF DIRECTORS AND/OR MAJOR SHAREHOLDERS AND/OR PERSONS CONNECTED TO THEM

None of the Directors and Major Shareholders of PEB and/or persons connected with them have any interest, direct or indirect, in the Subcontract Works.

6. DIRECTORS' STATEMENT

The Board and Management of PEB is of the opinion that the acceptance of the Subcontract Works is in the best interest of the Company.

Being given the opportunity to undertake work for one of the largest offshore CCS projects in the world is a meaningful achievement for PEB.

The Board and Management of PEB appreciates the support from MMHE and the confidence that it has placed in PEB.

7. APPROVAL REQUIRED

The Subcontract Works are not subject to the approval of the shareholders of the Company and any other relevant government authorities.

The announcement is dated 12 May 2023.