

SMTRACK BERHAD

Type	Announcement
Subject	REPLY TO BURSA MALAYSIA SECURITIES BERHAD'S QUERY LETTER DATED 11 MARCH 2024
Description	SMTRACK BERHAD ("SMTRACK") OR THE ("COMPANY") – HEADS OF AGREEMENT ("HOA")

Reference is made to the Announcement dated 8 March 2024 in respect of the aforesaid matter. ("Announcement")

(Unless otherwise stated, the words and abbreviations used herein shall have the same meaning as those defined in the Announcement.)

The Board wishes to announce the following additional information as required by Bursa Securities via its letter (ref no: IQL-11032024-00002) dated 11 March 2024.

No.	Additional information required by Bursa Securities						
1.	<p>The duration of the HOA, including the commencement date and expiry date.</p> <p>The HOA shall commence from the date of the Agreement (i.e. on 8th March 2024). The duration of the Agreement is 3 months but both parties may mutually agree in writing to extend the Agreement for a further period of three (3) months.</p>						
2.	<p>The definition of "SMT" and "Execution Date".</p> <p>According to the Agreement, "SMT" refers to SMTrack Berhad. "Execution Date" is defined as the date of the Agreement (i.e. 8th March 2024).</p>						
3.	<p>The definition and details of the "Award"</p> <p>"Award" refers to the document that award the project to the SPV. The Award is a form of recognition or honor granted to the SPV for their effort in "Empowering Malaysia's Rural Community Centers – Through Rural Digital Economy Under the Smart Village Program".</p>						
4.	<p>The name of the SPV</p> <p>The Parties have yet to decide the name of the SPV. However, pursuant to Clause 4.1(b) of the Agreement, the Parties shall discuss and agree to the incorporation details of the SPV within thirty (30) days from the Execution Date.</p>						
5.	<p>The equity interest held and to be held by the respective parties.</p> <p>The Parties agree that the participating interest and shareholding of the SPV shall be as follows:</p> <table><tr><th>PARTY</th><th>PARTICIPATING INTEREST (%)</th></tr><tr><td>SMT</td><td>60</td></tr><tr><td>SMSB</td><td>40</td></tr></table>	PARTY	PARTICIPATING INTEREST (%)	SMT	60	SMSB	40
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