

LETTER OF APPOINTMENT AS THE SMART PARKING OPERATOR FROM MAJLIS PERBANDARAN PONTIAN TO SOUTHMAX SDN. BHD., A 65%-OWNED SUBSIDIARY OF THE COMPANY

1. INTRODUCTION

Pursuant to Paragraph 9.03 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, the Board of Directors of ITMAX ("**Board**") is pleased to announce that Southmax Sdn. Bhd. ("**Southmax**"), a 65%-owned subsidiary of ITMAX, had on 4 February 2025 received and accepted the Letter of Appointment dated 31 January 2025 ("**LOA**") awarded by Majlis Perbandaran Pontian (hereinafter referred to as "**MPPn**") to be the smart parking operator for the outdoor parking spaces in the area under MPPn's purview for a contract period of 15 years commencing 1 February 2025 to 31 January 2040 ("**Contract Period**").

Southmax and MPPn (hereinafter be collectively referred to as the "**Parties**" or individually the "**Party**" as the case may be) will execute and enter into an agreement in respect of the smart parking operation in the area under MPPn's purview, including all terms as agreed upon among the Parties.

2. INFORMATION OF MPPn

MPPn is the local authority under the Johor State Government which administers Pontian District in Malaysia.

3. KEY SALIENT TERMS OF THE LOA

The Key Salient Terms of the LOA are as follows:-

- (a) Southmax is responsible for the implementation of the smart parking system for the outdoor parking spaces in the area under MPPn's purview.
- (b) Revenue sharing at the rate of 70% (Southmax) and 30% (MPPn) for all parking and parking compound collections.
- (c) Southmax is required to provide security deposits as follows:
 - (i) Six (6) months staff emoluments; and
 - (ii) Six (6) months' estimated parking revenue.
- (d) Southmax is responsible for the costs of the development, management and maintenance of the smart parking system as well as the parking space equipment and signage.

4. RISK FACTORS

The risks associated with the LOA are normal operational risks. Save for the aforesaid, the Board is unaware of any significant risks arising from the LOA which could materially or adversely affect the financial of ITMAX Group.

5. FINANCIAL EFFECTS

The LOA is expected to contribute positively towards the earnings and net assets per share of the Company over the period until the expiry of the Contract Period.

6. APPROVALS REQUIRED

The LOA does not require the approval of the shareholders of ITMAX or any relevant authorities.

7. INTEREST OF DIRECTORS, MAJOR SHAREHOLDERS AND/OR PERSONS CONNECTED WITH THEM

None of the Directors, major shareholders of ITMAX and/or persons connected with them has any interest, whether direct or indirect, in the LOA.

This announcement is dated 5 February 2025.