

LETTER OF ACCEPTANCE FOR THE PROVISION OF INSTALLATION SERVICES FOR A CLOSED-CIRCUIT CAMERA SYSTEM WITH ARTIFICIAL INTELLIGENCE FEATURES AND THE SETTING UP OF A SMART INTEGRATED OPERATIONS CENTRE IN MAJLIS PERBANDARAN PENERANG AREA ON A MONTHLY SUBSCRIPTION BASIS FOR 180 MONTHS

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 ITMAX had on 25 March 2025 received and accepted the Letter of Acceptance dated 21 March 2025 ("**LOA**") awarded by Majlis Perbandaran Pengerang (hereinafter referred to as "**MPP**") for the provision of installation services for a closed-circuit camera system with Artificial Intelligence features and the setting up of a Smart Integrated Operations Centre in MPP area for a contract period of 180 months commencing 25 March 2025 to 24 March 2040 ("**Contract Period**"), for a contract sum of RM30,244,390.00 only ("**Contract Value**").

2. INFORMATION OF MPP

MPP is the local authority under the Johor State Government which administers the Pengerang District in Malaysia.

3. KEY SALIENT TERMS OF THE LOA

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

- (a) The effective date for site possession by ITMAX is 25 March 2025.
- (b) ITMAX shall be liable to Liquidated and Ascertained Damages (LAD) at the rate stated below, for any delay in work deliverables:

$$\frac{\text{Base Lending Rate (8\%)} \times \text{Contract Value}}{365 \text{ days}} \text{ per day } \underline{\text{OR}} \text{ a minimum of RM100 per day.}$$

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 26 March 2025.