

SALCON BERHAD (“SALCON” OR “THE COMPANY”)

GENERAL ANNOUNCEMENT – OTHERS

ACQUISITION OF A SUBSIDIARY COMPANY BY ECO-COACH & TOURS (M) SDN BHD, A 51.3%-OWNED SUBSIDIARY OF SALCON CAPITAL SDN BHD, WHICH IN TURN IS A WHOLLY-OWNED SUBSIDIARY OF SALCON

Introduction

Pursuant to Paragraph 9.19(23) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, the Board of Directors of Salcon wishes to announce that Eco-Coach & Tours (M) Sdn Bhd (Company No. 482780-T) (“ECT”), a 51.3%-owned subsidiary of Salcon Capital Sdn. Bhd., which in turn is a wholly-owned subsidiary of Salcon had on 26 June 2018 entered into a Share Purchase Agreement with Dato’ Lee Soon Ann, Datin Li Jing and Li Xiao Chun for the acquisition of the entire equity interest in Crystal Expertise Sdn Bhd (Company No. 0823817-P) (“CESB”) comprising 1,000,000 ordinary shares, from Dato’ Lee Soon Ann (930,000 ordinary shares), Datin Li Jing (35,000 ordinary shares) and Li Xiao Chun (35,000 ordinary shares) for a total cash consideration of RM1,430,000.00 only (“Acquisition”).

Information on CESB

CESB was incorporated on 2 July 2008 as a private limited company under the Companies Act, 1965. The share capital of CESB is RM1,000,000 comprising 1,000,000 ordinary shares.

The principal business activity of CESB is to carry on the business of transport services.

The Directors of CESB are Datin Li Jing and Dato’ Lee Soon Ann.

The shareholding structure of CESB is as follows:

Name of Shareholders	Percentage of Shareholding
Dato’ Lee Soon Ann	93.00%
Datin’ Li Jing	3.50%
Li Xiao Chun	3.50%

Following the Acquisition, CESB becomes a wholly-owned subsidiary of ECT, which in turn is a 51.3%-owned subsidiary of Salcon Capital Sdn. Bhd., a wholly-owned subsidiary of Salcon.

Effects of the Transaction

a Share capital and substantial shareholders’ shareholding

The Acquisition does not have any effect on the share capital and substantial shareholders’ shareholdings of the Company.

b. Earnings per share, net assets per share and gearing

The Acquisition does not have any material effect on the earnings per share, net assets per share and gearing of Salcon Group for the financial year ending 31 December 2018.

Directors and Major Shareholders' Interest

None of the directors and/or major shareholders of the Company, or persons connected with them have any interest, direct or indirect, in the Acquisition.

This announcement is dated 26 June 2018.