

**SALCON BERHAD (“SALCON” OR “THE COMPANY”)
GENERAL ANNOUNCEMENT – OTHERS
ACQUISITION OF A SHELF COMPANY – ENRICH SIGNATURE SDN BHD**

Pursuant to Paragraph 9.19(23) of Bursa Malaysia Securities Berhad Main Market Listing Requirements, the Board of Directors of Salcon wishes to announce that Circlix Interactive Tourism Sdn Bhd (Formerly known as Circlix Interactive Sdn Bhd), a 65%-owned subsidiary of Salcon Water International Limited which in turn is a wholly-owned subsidiary of Salcon, has on 25 January 2017 acquired 2 ordinary shares of RM1.00 each, representing 100% equity interest in Enrich Signature Sdn Bhd (Company No. 1211823-P) (“ESSB”), a shelf company incorporated in Malaysia, for a total cash consideration of RM2.00 (“Acquisition”). Following the Acquisition, ESSB shall become a 65%-owned subsidiary of Salcon.

ESSB was incorporated on 8 December 2016 in Malaysia. The authorised share capital of ESSB is RM400,000.00 comprising 400,000 ordinary shares of RM1.00 each and its issued share capital consists of 2 Ordinary Shares of RM1.00 each which have been fully paid.

The intended principal activity of ESSB is event management.

The Acquisition does not have any effect on the share capital and substantial shareholders’ shareholdings of Salcon. It is also not expected to have any material effect on the net assets per share, gearing and earnings per share of Salcon for the financial year ending 31 December 2017.

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

This announcement is dated 25 January 2017.