

**SALCON BERHAD (“SALCON” OR “THE COMPANY”)
MATERIAL LITIGATION PURSUANT TO PARAGRAPH 9.04(f) OF THE BURSA
MALAYSIA SECURITIES BERHAD MAIN MARKET LISTING REQUIREMENTS**

Material litigation involving the following:

- (i) JR Engineering and Medical Technologies (M) Sdn Bhd (“JREMT”), a 51.0%-owned subsidiary of Nusantara Jasakita Sdn Bhd which in turn is a wholly-owned subsidiary of the Company;**
- (ii) Director of JREMT, namely Mr. Ganesan A/L Subramaniam; and**
- (iii) Aspen Glove Sdn Bhd (“AGSB”)**

1. On 11 April 2023, AGSB had filed a Writ and Statement of Claim at the Shah Alam High Court against JREMT and its director, Mr. Ganesan A/L Subramaniam (“**Director**”), for defamation on the basis of the publication of a letter dated 23.12.2022 to Kulim Technology Park Corporation Sdn Bhd.
2. The suit is registered as Civil Suit No.: BA-22NCvC-138-04/2023 (“**Suit 138**”).
3. In Suit 138, AGSB claims against JREMT and Director (collectively known as the defendants) for:
 - (a) damages for libel in the sum of RM10,000,000.00;
 - (b) an injunction restraining the defendants whether by themselves, their servants or agents or otherwise, from causing to be published the letter dated 23.12.2022 or the same or similar impugned words defamatory to AGSB;
 - (c) an unequivocal retraction of the letter dated 23.12.2022;
 - (d) an apology on terms to be approved by AGSB or its solicitors and to be published in 3 local newspapers of AGSB’s choice;
 - (e) general damages;
 - (f) aggravated damages;
 - (g) exemplary damages;
 - (h) costs;
 - (i) interests; and
 - (j) any other relief the Court thinks fit.
4. JREMT sought legal advice and it has been advised that the action is non-meritorious, and JREMT shall defend the action without hesitance.
5. The next case management of Suit 138 is fixed on 06.06.2023.

This announcement is dated 26 May 2023.