

IMPLEMENTATION OF PENANG TRANSPORT MASTER PLAN

➤ PROJECT DEVELOPMENT OF ISLAND A (“SILICON ISLAND”)

Reference is made to the announcements made by Gamuda Berhad [Co. Regn. No. 197601003632 (29579-T)] (“**Gamuda**” or “**Company**”) on 14 August 2015, 4 August 2016, 15 March 2017, 5 September 2017, 6 September 2017, 24 September 2018, 10 September 2019, 2 March 2020, 1 July 2020, 25 March 2021 and 6 March 2023.

The terms used herein shall, unless the context otherwise state, bear the same meaning as those defined in the aforesaid announcements dated 1 July 2020, 25 March 2021 and 6 March 2023.

Reference is made to the execution of the Project Development Agreement on 6 March 2023 between Penang State Government (“**PSG**”) and Silicon Island Development Sdn Bhd [Co. Regn. No. 202301007447 (1501368-T)] (“**Project Developer**”), a 30 : 70 Project Developer company between PIC PD Sdn Bhd [Co. Regn. No. 202201039680 (1485377-M)] (“**PIC**”) and SRS PD Sdn Bhd [Co. Regn. No. 202101022829 (1423129-U)] (“**SRS PD**”), a wholly owned subsidiary of Gamuda whereby the Project Developer agreed to undertake the development of Island A through the deployment of private sector capital without any recourse to **PSG/PIC**. The Project Developer is required under the Project Development Agreement, to award the full scope of Island A works on a turnkey basis which includes Reclamation of Island A measuring 2300 acres, Common Infrastructure works for Island A and Highway PIL2A (“**TC Works**”) to SRS TC Sdn Bhd [Co. Regn. No. 202301018941 (1512863-V)] (“**Turnkey Contractor**”), a wholly owned subsidiary of Gamuda.

Gamuda now wishes to announce that the Project Developer has on 22 June 2023 awarded the Design, Management, Construction and Completion of the Phase 1 Reclamation Works of Island A, Penang South Reclamation (“**Phase 1 Reclamation Works**”) being the first part of the TC Works to the Turnkey Contractor. The Turnkey Contractor has simultaneously onward award Phase 1 Reclamation Works to Gamuda Engineering Sdn Bhd [Co. Regn. No. 200001004264 (506869-K)] (“**GE**”), another wholly owned subsidiary of Gamuda.

INFORMATION ON PHASE 1 RECLAMATION WORKS

Type of Contract	Design and Construct
Contract Sum:	Fixed lump sum of RM 3,717,311,000.00 (comprised of Phase 1 Reclamation Works that the Turnkey Contractor is required to award to GE at a fixed lump sum of RM3,497,000,000.00)
Scope of Works	Design, Management, Construction and Completion of the Phase 1 Reclamation Works for Island A measuring approximately 1,260 acres all in compliance with the authorities’ approvals.
Commencement Date	1 July 2023.

Completion Date	30 June 2030
Defects Liability Period	Two years from the date of Certificate of Practical Completion
Performance Bond	5% of the Contract Sum

FINANCIAL IMPACT OF PHASE 1 RECLAMATION WORKS

The Phase 1 Reclamation Works are expected to contribute positively to the revenue and earnings of Gamuda Group for the financial year ending 31 July 2024.

DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS

None of the Directors and/or major shareholders of the Company and/or persons connected with them, has any interest, direct or indirect, in the Phase 1 Reclamation Works.

Gamuda will make the necessary announcement to Bursa Malaysia as and when there is a material development in relation to the Phase 1 Reclamation Works.

This announcement is dated 22 June 2023.