

KUMPULAN PERANGSANG SELANGOR BERHAD
(Company No. 23737-K)

GENERAL ANNOUNCEMENT - OTHERS

SUBSCRIPTION OF ADDITIONAL 1,715,000 NEW ORDINARY SHARES IN KPS-HCM SDN BHD, (“KPS-HCM”) BY KUMPULAN PERANGSANG SELANGOR BERHAD (“PERANGSANG SELANGOR” OR “COMPANY”)

Pursuant to Paragraph 9.19(23) of Main Market Listing Requirements of Bursa Malaysia Securities Berhad, the Board of Directors (“**Board**”) of Perangsang Selangor wishes to announce that Perangsang Selangor had on 21 June 2017, entered into a Subscription Agreement (“**SA**”) with HCM Engineering Sdn Bhd and KPS-HCM for the subscription of additional 1,715,000 new ordinary shares in its 30% associated company, KPS-HCM (“**KPS-HCM Shares**”) for a total cash consideration of RM1,715,000 (“**Subscription**”).

KPS-HCM is involved in the construction, maintenance, refurbishment and rehabilitation of roads and highways, as well as general civil engineering works, building construction and maintenance.

As a result of the Subscription, KPS-HCM will become a 51% subsidiary of Perangsang Selangor. The details of the Subscription are as described below:

Shareholders of KPS-HCM	Number of KPS-HCM Shares held before the Subscription	Percentage (%)	Number of KPS-HCM Shares held after the Subscription	Percentage (%)
Perangsang Selangor	1,200,000	30	2,915,000	51
HCM Engineering Sdn Bhd	2,800,000	70	2,800,000	49
Total	4,000,000	100	5,715,000	100

The Subscription would not have any material effect on Perangsang Selangor’s share capital, substantial shareholders’ shareholding and group’s gearing for the financial year ending 31 December 2017 (“**FY2017**”). Nevertheless, the Subscription is expected to contribute positively to the group’s earnings per share and net assets per share for the FY2017.

None of the Directors or major shareholders of Perangsang Selangor or person connected with them have any interest, direct or indirect, in the Subscription.

The Board having considered the Subscription is of the opinion that the Subscription is in the best interest of the Company.

The Subscription is expected to be completed within seven (7) days following execution of the SA.

This announcement is dated 21 June 2017.