

IOI CORPORATION BERHAD (“IOIC” OR THE “COMPANY”)

EXTENSION OF TIMEFRAME FOR THE UTILISATION OF PROCEEDS RECEIVED FROM THE DISPOSAL OF 70.0% OF IOIC’S EQUITY INTEREST HELD IN LODERS CROKLAAN GROUP B.V. (NOW KNOWN AS BUNGE LODERS CROKLAAN GROUP B.V.) (“DISPOSAL”)

(Reference is made to the Company’s announcements on 12 September 2017, 8 November 2017, 4 December 2017, 3 January 2018, 19 January 2018, 25 January 2018, 29 January 2018, 1 March 2018 and 18 February 2020 (collectively, the “Announcements”) as well as the circular to IOIC’s shareholders dated 9 November 2017 (“Circular”) in relation to the Disposal. Capitalised terms used but not otherwise defined herein shall have the respective meanings ascribed thereto in the Announcements or Circular).

The Company had on 18 February 2020 announced the Revised Timeframe for the utilisation of proceeds from the Disposal. As of today, the Company has yet to fully utilise the proceeds received from the Disposal which were initially earmarked for future investments in accordance with the Initial Timeframe and Revised Timeframe.

The Board of Directors of IOIC (“**Board**”) wishes to announce that the Board has on 24 August 2021 resolved to extend the Revised Timeframe for an additional period of 15 months (“**Second Revised Timeframe**”) to utilise the remaining proceeds. The Second Revised Timeframe will enable the Board to further identify and evaluate the feasibility of the potential investments and formulating its group strategies holistically.

Further details of the Second Revised Timeframe are set out as follows:

Purpose	Proposed Utilisation (RM’million)	Actual Utilisation (RM’million)	Remaining Available (RM’million)	Initial Timeframe	Revised Timeframe	Second Revised Timeframe
Future investments	959.9	166.0	793.9	Within 24 months	Within 42 months	Within 57 months
Dividend to shareholders	767.9	767.9	-	Within 12 months	Within 30 months	-
Repayment of borrowings	1,919.9	1,919.9	-	Within 24 months	-	-
General working capital	182.4	182.4	-	Within 24 months	-	-
Transaction expenses	9.6	9.6	-	Immediate	-	-
Total	3,839.7	3,045.8	793.9			

The Board is of the opinion that the extension of the Revised Timeframe is in the best interest of the Group and will not have any material adverse effect on the financial performance of the Group.

The Second Revised Timeframe does not require approval of any regulatory authorities or the shareholders of the Company.

The Company shall continue to be vigilant and prudent in managing the remaining proceeds arising from the Disposal and will continue disclosing the status of the utilisation in the Company’s quarterly and annual reports until it is fully utilised.

This announcement is dated 24 August 2021.