

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

VARIATION TO THE UTILISATION OF PROCEEDS RECEIVED FROM THE DISPOSAL OF 70.0% OF IOIC’S EQUITY INTEREST THEN 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, 18 February 2020, 24 August 2021 and 25 November 2022 (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 25 November 2022 announced the Third Revised Timeframe for the utilisation of proceeds from the Disposal. To-date, the Company has yet to fully utilise the remaining proceeds received from the Disposal which were initially earmarked for future investments in accordance with the Third Revised Timeframe, being up to 30 November 2023.

The Company wishes to announce that the Board has on 28 November 2023 resolved to vary the remaining unutilised proceeds earmarked for future investments (i.e. RM97.4 million) to fund the general working capital of the Group (“Variation”).

Further details of the Variation are set out as follows:

Purpose	Proposed Utilisation (RM’million)	Actual Utilisation (RM’million)	Remaining Available (RM’million)	Variation to the Remaining Available (RM’million)	Remaining Available after the Variation (RM’million)	Third Revised Timeframe	Remaining timeframe for utilisation after the Variation
Future investments	959.9	862.5	97.4	(97.4)	-	Within 69 months (i.e. up to 30 November 2023)	-
Dividend to shareholders	767.9	767.9	-	-	-	-	-
Repayment of borrowings	1,919.9	1,919.9	-	-	-	-	-
General working capital	182.4	182.4	-	97.4	97.4	-	Up to 30 November 2023 ⁽¹⁾
Transaction expenses	9.6	9.6	-	-	-	-	-
Total	3,839.7	3,742.3	97.4	-	97.4		

Note:

- (1) The utilisation of the remaining proceeds for general working capital after the Variation is expected to be fully utilised on or before 30 November 2023, being the expiry of the Third Revised Timeframe.

As at the date of this Announcement, the Company has utilised RM862.5 million for investments in the Group's business, representing approximately 89.8% of the total proceeds initially earmarked for future investments. Notwithstanding the investments made and the Company's continuous efforts in identifying and evaluating the feasibility of potential investments, the Company has not fully utilised the remaining proceeds in accordance with the Third Revised Timeframe. In view of this and after taking into consideration of the three (3) extensions of timeframe for utilisation, the Board is of the opinion that the Variation is in the best interest of the Group and is not expected to have any material effect on the financial performance of the Group.

The Variation 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 28 November 2023.