



MUN SIONG ENGINEERING LIMITED
(Company Registration No. 196900250M)
(Incorporated in the Republic of Singapore)

SHAREHOLDERS CHANGES IN PEGASUS ADVANCE ENGINEERING SDN BHD

The Board of Directors (“Board”) of Mun Siong Engineering Limited (“**Company**”) and together with its subsidiaries and associate companies, (the “**Group**”) wishes to inform the shareholders of the Company that there are shareholders changes in Pegasus Advance Engineering Sdn Bhd.

Pegasus Advance Engineering Sdn Bhd (“**PAE M**”), a joint venture company, was set up in December 2019. The current shareholders of PAE M are Mohamed Ridza Bin Mohamed Abdulla (“**MRA**”) and Mun Siong Engineering Sdn (“**MSE M**”). MSE M is a wholly owned subsidiary of the Company. The existing paid-up capital of PAE M is RM8,750,000 (equivalent to 8,750,000 shares). MRA and MSE M respectively hold 51.0% and 49.0% equity stake in PAE M. PAE M’s fabrication yard located at Bandar Penawar, Johor, is near completion. It is strategically located within the proximity of Pengerang and our Singapore yard. Once it commences its fabrication operations, it will serve both the Singapore and Malaysia markets.

On 30 November 2023, MRA sold its entire 51.0% equity stake in PAE M to Izkandar Bin Abd Hamid (“**IAH**”) (a Malaysian entrepreneur) on a willing buyer and willing seller basis. IAH will assist PAE M, both on human capital related issues and in establishing marketing network in Malaysia. IAH and MSE M have also signed a new PAE M shareholders agreement (“**PAE M Shareholders Agreement**”) on 30 November 2023.

MSE M and MRA have also entered into a Trust Agreement on 30 November 2023 in which MRA will hold 5.0% of PAE M shares (“**Trust Shares**”) on behalf of MSE M. Among other terms and conditions, the PAE M shareholders agreement requires a director of PAE M to hold shares in PAE M. MRA, a Malaysian individual, is a professional with his own legal practice in Malaysia. He has been an independent non-executive director of a numbers of companies listed on the Kuala Lumpur Stock Exchange (“**KLSE Bursa**”), including a banking and financial services group and a major property developments and holdings group. Under this trust shares arrangement, MRA will exercise all voting rights as directed by MSE M. MRA shall not sell, transfer or create a charge on the trust shares. All dividends on the trust shares will be assigned to MSE M. This trust arrangement is terminable at MSE M’s discretion. No fees will be paid to MRA for this trust shares arrangement.

Both IAH and MRA are independent third parties and not related to the Company or any of the Company’s directors or controlling shareholders or their associates.

Although there are changes to the shareholders of PAE M, the existing paid-up capital of PAE M remains unchanged at RM8,750,000 (equivalent to 8,750,000 shares). MSE M’s (a wholly owned subsidiary of the Company) interest in PAE M remains unchanged. The table below summarizes the above events.

Shareholders Of PAE M	Existing		Post		
	Shares	%	Shares	%	
MRA	4,462,500	51.0%	437,500	5.0%	(Held on Trust on Behalf of MSE M)
IAH	Nil	Nil	4,462,500	51.0%	
MSE M	4,287,500	49.0%	3,850,000	44.0%	
Total	8,750,000	100.0%	8,750,000	100.0%	
Amount (RM) – Share Capital of PAE M	8,750,000	8,750,000	8,750,000	8,750,000	

The above changes do not have any material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year ending 31 December 2023.

None of the Directors or Substantial Shareholders of the Company have any interest, direct or indirect in the above transactions other than their shareholdings interest in the Company.

By Order of the Board

Cheng Woei Fen
Executive Chairlady

1 December 2023