

## Announcement to Bursa Malaysia

### DILUTION OF EQUITY INTEREST IN SUBSIDIARY

The Board of Directors of Edaran Berhad ("Edaran") wishes to announce that PT Linewin, a 51% indirect subsidiary of Edaran, has on 23 April 2018, increased its issued and paid-up capital from USD612,245.00 or 612,245 shares to USD637,245.00 or 637,245 shares by way of allotment and issuance of 25,000 new shares of USD1.00 each to Encik Shiraz Bin Shahidan ("Allotment").

Encik Shiraz Bin Shahidan is an existing major shareholder of PT Linewin. The Allotment was made to meet part of the working capital requirement of PT Linewin.

As a result of the Allotment, the equity interest of Edaran in PT Linewin is diluted from 51% to 49% and consequently, PT Linewin cease to be a subsidiary of Edaran.

### INFORMATION ON PT LINEWIN

PT Linewin was incorporated as a private limited company in Republic of Indonesia, details being as follows:

Incorporation Date	:	2 November 2006
Authorised Share Capital	:	USD800,000.00
Paid-up Share Capital	:	USD612,245.00
Principal Activity	:	Manufacturing, processing and trading of timber wood including rubber wood; and related product thereof.

### FINANCIAL EFFECTS

The Allotment was satisfied in cash and does not have any effect on the share capital of Edaran or substantial shareholders' shareholding therein. The Allotment will not have any material effect on the profits, audited consolidated net assets and gearing of Edaran.

### APPROVAL REQUIRED

The Allotment is not subject to the approval of the shareholders of Edaran or any government authority.

### DIRECTORS' AND MAJOR SHAREHOLDERS' INTEREST

None of the directors and substantial shareholders of Edaran has any interest, whether direct or indirect, in the Allotment. In so far as the directors and substantial shareholders are aware of, no person connected with them has any interest, direct or indirect in the Allotment.

Dated this 24<sup>th</sup> day of April, 2018