

**TELADAN SETIA GROUP BERHAD ("TELADAN SETIA" AND "THE COMPANY")
[REGISTRATION NO.: 201901004975 (1314302-V)]**

**- MEMORANDUM OF UNDERSTANDING ON COMMERCIAL COLLABORATION
BETWEEN TELADAN SETIA SDN. BHD. AND MICRO ENERGY HOLDINGS (M) SDN.
BHD.**

1. INTRODUCTION

The Board of Directors of Teladan Setia ("**Board**") is pleased to announce that Teladan Setia Sdn. Bhd. ("**TSSB**"), a wholly-owned subsidiary of Teladan Setia, has on 26 April 2023 entered into a Memorandum of Understanding ("**MOU**") with Micro Energy Holdings (M) Sdn. Bhd. ("**MEH**") for the purpose of collaborating with one another to install Solar Photovoltaic Systems at TSSB's developed residential premises.

2. INFORMATION OF TSSB AND MEH

TSSB is a private limited company incorporated in Malaysia on 13 April 1993 under the then Companies Act, 1965, having its registered address at No. 60-1, Jalan Lagenda 5, Taman 1 Lagenda, 75400 Melaka and place of business at No. 8 & 10, Ground Floor, Jalan Mutiara Melaka 2, Taman Mutiara Melaka, 75350 Batu Berendam, Melaka. TSSB has a total issued share capital of RM3,750,000/- made up of 3,750,000 ordinary shares. TSSB is a wholly-owned subsidiary of TSGB and the Directors of TSSB are Mr. Teo Lay Ban, Ms. Teo Siew May, Mr. Teo Lay Lee and Mr. Sia Ah Piew. The principal activity of TSSB is mainly in property development.

MEH is a private limited company incorporated in Malaysia on 9 March 2011 under the Companies Act, 1965, having its registered address at No. 21M, Jalan Pandan Indah 4/2 Pandan Indah, 55100 Kuala Lumpur, Wilayah Persekutuan and place of business at Unit 19-01/19-03, Level 19, Menara K1, Lorong 3/137C, Off Jalan Kelang Lama, 58000 Kuala Lumpur, Wilayah Persekutuan. MEH has a total issued share capital of RM3,000,000/- made up of 3,000,000 ordinary shares. Directors of MEH are Kajendran A/L Veerasamy, Ganeson A/L Muthu and Adm Tan Sri Dato' Sri Dr Abdul Aziz Bin Haji Jaafar. The principal activity of MEH is in solar power system.

3. SALIENT TERMS OF THE MOU

TSSB and MEH are to collaborate with each other to install Solar Photovoltaic Systems at TSSB's developed residential premises where MEH was appointed by TSSB as the Engineering, Procurement, Construction and Commissioning (EPCC) provider.

4. EFFECTS OF THE MOU

The MOU will not have any effect on the share capital and substantial shareholders' shareholdings of Teladan Setia. The MOU is also not expected to have any material immediate effect on the earnings per share, net assets per share and gearing of Teladan Setia Group for the financial year ending 31 December 2023, but is envisaged to contribute positively to the future earnings of Teladan Setia Group.

5. RATIONALE FOR THE MOU

In conjunction with the Malaysian Government's Net Energy Metering Rakyat 3.0 ("**NEM**") programme, we are committed to playing our part in the nation's sustainability efforts by offering solar-ready homes to create a greener and more energy-efficient living environment for home buyers. This will provide home buyers with an opportunity to reduce their carbon footprint and generate renewable energy for their homes.

6. APPROVAL REQUIRED

The MOU is not subject to the approval of the shareholders of Teladan Setia or any government authorities.

7. INTEREST OF DIRECTORS, MAJOR SHAREHOLDERS, CHIEF EXECUTIVE AND/OR PERSONS CONNECTED TO THEM

None of the Directors, major shareholders, chief executive of the Company and/or persons connected to them have any interest, direct or indirect, in the MOU.

8. DIRECTORS' STATEMENT

The Board and Management of Teladan Setia is of the opinion that the execution of the MOU is in the best interest of the Company.

The announcement is dated 26 April 2023.