

STEEL HAWK BERHAD

REGISTRATION NO.: 202001043293 (1399614-A)

RE: LETTER OF AWARD AWARDED BY E&P O&M SERVICES SDN BHD TO STEEL HAWK ENGINEERING SDN BHD, A WHOLLY-OWNED SUBSIDIARY OF THE COMPANY

1. INTRODUCTION

The Board of Directors of Steel Hawk ("Board") is pleased to announce that its wholly-owned subsidiary, Steel Hawk Engineering Sdn Bhd ("SHESB"), had on 14 February 2022 accepted the letter of award ("LOA") by E&P O&M Services Sdn Bhd ("EPOMS") in relation to provision of scaffolding services ("Services") for EPOMS operations in peninsular Malaysia. The effective date shall be 8 February 2022, being the date of the LOA, and shall be valid for a period of two (2) years + one (1) year extension option.

Subsequently, the Company had on 22 February 2022 obtained consent from EPOMS to release the announcement pertaining to the LOA.

2. INFORMATION OF EPOMS

EPOMS is a wholly owned subsidiary of PETRONAS Carigali Sdn Bhd.

3. SALIENT TERMS OF THE LOA

The LOA is subject to the following:-

- (i) The invitation to bid documents and SHESB's tender submission for the tender; and
- (ii) SHESB's response to the technical clarifications in the tender.

Until the execution of a formal contract document, the above documents cover all matters pertaining to LOA and supersede all previous verbal and written representations.

4. RISK FACTORS

There are no foreseeable significant risks other than operational risk associated with the Services during the duration of the Services.

5. FINANCIAL EFFECTS

The LOA will not have any material effect on the issued and paid-up share capital, substantial shareholders' shareholdings, earnings, earnings per share ("EPS"), net assets per share and gearing of Steel Hawk and its subsidiary ("Steel Hawk Group"). Barring unforeseen circumstances, the Board is of the opinion that the Service is expected to contribute positively to the earnings and EPS of the Steel Hawk Group in the future.

6. APPROVALS REQUIRED

The LOA is being entered into in the ordinary course of business of Steel Hawk and is not subject to the approval of shareholders.

7. INTEREST OF DIRECTORS, MAJOR SHAREHOLDERS AND/OR PERSONS CONNECTED WITH THEM

None of the Directors and/or major shareholders of Steel Hawk and/or persons connected with them have any interest, direct or indirect, in the LOA.

8. STATEMENT BY DIRECTORS

The Board, after having considered all aspects of the LOA, is of the opinion that the LOA is in the best interest of Steel Hawk Group.

This announcement is dated 22 February 2022.