TRANSACTIONS (CHAPTER 10 OF LISTING REQUIREMENTS) : RELATED PARTY TRANSACTIONS SOUTHERN STEEL BERHAD ("SSB" OR THE "COMPANY") EXECUTION OF TERM SHEET IN RELATION TO THE FOLLOWING:- (I) PROPOSED DISPOSAL OF EXISTING ORDINARY SHARES IN SOUTHERN STEEL MESH SDN BHD ("SSM") ("SSM SHARES") ("SALE SHARE(S)") BY SSB TO BRC ASIA LIMITED ("BRC" OR THE "PURCHASER") ("PROPOSED DISPOSAL"); AND (II) PROPOSED SUBSCRIPTION OF NEW SSM SHARES ("SUBSCRIPTION SHARE(S)") BY BRC ("PROPOSED SUBSCRIPTION"), (COLLECTIVELY REFERRED TO AS THE "PROPOSALS")

SOUTHERN STEEL BERHAD

Type	Announcement
Subject	TRANSACTIONS (CHAPTER 10 OF LISTING REQUIREMENTS) RELATED PARTY TRANSACTIONS
Description	SOUTHERN STEEL BERHAD ("SSB" OR THE "COMPANY") EXECUTION OF TERM SHEET IN RELATION TO THE FOLLOWING:- (I) PROPOSED DISPOSAL OF EXISTING ORDINARY SHARES IN SOUTHERN STEEL MESH SDN BHD ("SSM") ("SSM SHARES") ("SALE SHARE(S)") BY SSB TO BRC ASIA LIMITED ("BRC" OR THE "PURCHASER") ("PROPOSED DISPOSAL"); AND (II) PROPOSED SUBSCRIPTION OF NEW SSM SHARES ("SUBSCRIPTION SHARE(S)") BY BRC ("PROPOSED SUBSCRIPTION"), (COLLECTIVELY REFERRED TO AS THE "PROPOSALS")

The board of directors of SSB ("**Board**") wishes to announce that the Company had, on 28 February 2025, executed a non-binding term sheet ("**Term Sheet**") with BRC and SSM, for the purpose of outlining the principal terms and conditions of the Proposals, with the aim that the Proposals will result in BRC becoming the controlling shareholder of SSM (i.e. holding more than 50% of the enlarged issued share capital of SSM after the completion of the Proposals). SSB, SSM and the Purchaser (collectively referred to as the "**Parties**") have agreed to negotiate on the terms of the Proposals and achieve a mutual agreement on the disposal consideration for the Sale Shares and the issue price for the Subscription Shares.

The terms of the Proposals will be formalised in a conditional share purchase and subscription agreement ("**SPSA**") to be entered into by the Parties within 3 months from the date of the Term Sheet or at such extended period to be mutually agreed by the Parties. A detailed announcement on the Proposals will be made upon execution of the SPSA.

Please refer to the attachment for details of the announcement.

This announcement is dated 28 February 2025.

Please refer attachment below.

Attachments

SSB - Announcement on the Term Sheet (28 Feb 2025).pdf
165.9 kB

Announcement Info

Company Name	SOUTHERN STEEL BERHAD
Stock Name	SSTEEL
Date Announced	28 Feb 2025
Category	General Announcement for PLC
Reference Number	GA1-28022025-00110