

OTHERS LETTER OF ACCEPTANCE OF TENDER (CONTRACT NO: 100053785) PROPOSAL TO BUILD AND DEVELOP AN INTEGRATED COMMUNITY CENTRE (“SENTUHAN KASEH”) IN FELDA TENGGAROH, MERSING, JOHOR DARUL TAKZIM.

IRIS CORPORATION BERHAD

Type	Announcement
Subject	OTHERS
Description	LETTER OF ACCEPTANCE OF TENDER (CONTRACT NO: 100053785)

PROPOSAL TO BUILD AND DEVELOP AN INTEGRATED COMMUNITY CENTRE (“SENTUHAN KASEH”) IN FELDA TENGGAROH, MERSING, JOHOR DARUL TAKZIM.

LETTER OF ACCEPTANCE OF TENDER (CONTRACT NO: 100053785) PROPOSAL TO BUILD AND DEVELOP AN INTEGRATED COMMUNITY CENTRE (“SENTUHAN KASEH”) IN FELDA TENGGAROH, MERSING, JOHOR DARUL TAKZIM

INTRODUCTION

The Board of Directors of IRIS CORPORATION BERHAD (“ICB” or “the Company”) is pleased to announce that it has received a Letter of Acceptance of Tender (“LOA”) from the Federal Land Development Authority (FELDA) to build and develop an integrated community centre under ICB’s modern rural project called “Sentuhan Kaseh” in FELDA Tenggara, Mersing, Johor Darul Takzim on land measuring approximately 40 to 50 acres. (“Project”). The contract value of the Project under this LOA is for a sum of RM39, 467,697.90 (Ringgit Malaysia Thirty Nine Million Four Hundred Sixty Seven Thousand Six Hundred Ninety Seven And Cent Ninety) only.

The contract period is from 19th November 2012 to 28th February 2013.

FINANCIAL EFFECT OF THE PROJECT

The Project will not have any material effect on ICB’s earnings per share, net assets per share, gearing, share capital and substantial shareholders’ shareholdings for the financial year ending on 31st March 2013.

SOURCE OF FUNDS

The Project will be financed through internally generated funds and bank borrowings.

DIRECTORS’ AND MAJOR SHAREHOLDERS’ INTEREST

As of the date hereof, none of the Directors and/or major shareholders and/or persons connected with a director or major shareholder of ICB and/or persons connected with them have any interest, either direct or indirect in this Project.

RATIONALE BEHIND THE PARTICIPATION OF ICB IN THE PROJECT

The participation of ICB in this new modern rural project called Sentuhan Kaseh is a replication of the Rimbunan Kaseh Programme launched by ICB which consists of houses, building and amenities using the IRIS KOTO IBS solution supported by modern farming activities. This Project is undertaken by IRIS to further assist the government of Malaysia in uplifting the social and economic standing of the FELDA settlers and to create an agriculturally progressive community and environment. The Board also believes this Project will contribute positively to the financial results of the ICB group in the long run.

This announcement is made on 22nd November 2012.