

ANNOUNCEMENT ON RECURRENT RELATED PARTY TRANSACTION

Pursuant to Paragraph 10.09 (1)(a) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”), Jaya Tiasa Holdings Berhad (“JTH” or “the Company”) wishes to announce on the following recurrent related party transaction of a revenue and trading nature (“RRPT”) entered into between JTH Group and the related party, Borneo Edible Oils Sdn Bhd (BEO).

Name of Related Party	Nature of RRPT	Amount of RRPT (RM)
Borneo Edible Oils Sdn Bhd	Sales of Crude Palm Oil (CPO) by the Company’s wholly-owned subsidiaries:	
	JT Oil Palm Development Sdn Bhd	1,343,446
	Maujaya Sdn Bhd	11,020,190
	Maxiwealth Holdings Sdn Bhd	9,485,389
	Total:	21,849,025

The amount of the aforesaid RRPT has, by way of aggregation for the period from 14 August 2017 to 18 September 2017, exceeded 1% of the net assets of the Group.

Nature of RRPT

The RRPTs entered into by the Group are of a revenue or trading nature and are within the ordinary course of business of the Group. They are recurring transactions of a revenue nature transacted from time to time. The RRPT has been entered into on normal commercial terms consistent with the JTH Group’s usual business practices and policies and on terms no more favourable to the related parties than those generally available to the public.

Rationale and Benefits

BEO is able to procure the desired quantity of CPO from the Group. It provides an additional avenue for the Group to sell CPO via sea vessel.

Directors’ and Major Shareholders’ Interest

Tan Sri Datuk Sir Tiong Hiew King, a major shareholder of the Company is a director and substantial shareholder of BEO.

Datuk Tiong Thai King, the director of a few subsidiaries within the Group is also a director and substantial shareholder of BEO.

The Directors of the Company, Dato’ Sri Dr. Tiong Ik King, Dato’ Sri Tiong Chiong Hoo and Mdm Tiong Choon are brother, son and daughter of Tan Sri Datuk Sir Tiong Hiew King. Mr Tiong Chiong Hee is the son of Datuk Tiong Thai King. They are deemed interested in the transaction.

Accordingly, the interested directors, Dato' Sri Dr. Tiong Ik King, Dato' Sri Tiong Chiong Hoo, Mdm Tiong Choon and Mr Tiong Chiong Hee have abstained and will continue to abstain from all deliberations and voting on the above RRPT.

Approval of shareholders and the relevant government authorities

The RRPT is not subject to the approval of shareholders and relevant government authorities.

Statement by Audit Committee

The Audit Committee has reviewed the RRPT and, having considered the nature and rationale for the RRPT and all aspects of the RRPT, was of the view that the RRPT is in the best interests of the Company, fair, reasonable and on normal commercial terms and not detrimental to the interests of the minority shareholders as the RRPT was entered into in the ordinary course of business on normal commercial terms which are not more favourable to BEO than those generally available to the public.

Statement by Directors

The Board of Directors, saved for Dato' Sri Dr Tiong Ik King, Dato' Sri Tiong Chiong Hoo, Mdm Tiong Choon and Mr. Tiong Chiong Hee, having considered all aspects of the RRPT, was of the opinion that the RRPT is in the best interests of the Company and not detrimental to the interests of the minority shareholders.

This announcement is dated 26 September 2017.