

NOTICE OF PROVISIONAL ALLOTMENT OF RIGHTS SHARES WITH WARRANTS

Terms defined in the Abridged Prospectus dated 30 November 2017 ("Abridged Prospectus") shall have the same meanings when used in this Notice of Provisional Allotment unless otherwise stated. The provisional Rights Shares (as defined herein) with Warrants (as defined herein) are prescribed securities pursuant to Section 14(5) of the Securities Industry (Central Depositories) Act, 1991 including the Securities Industry (Central Depositories) Amendment Act, 1998 ("SICDA") and therefore, the SICDA and the Rules of Bursa Malaysia Depository Sdn Bhd ("Bursa Depository") shall apply in respect of dealings in the provisional Rights Shares and Warrants.



PCCS GROUP BERHAD
(Company No. 280929-K)

(Incorporated in Malaysia under the Companies Act, 1965 and deemed registered under the Companies Act, 2016)

RENOUNCEABLE RIGHTS ISSUE OF UP TO 150,030,005 NEW ORDINARY SHARES IN PCCS GROUP BERHAD ("PCCS") ("PCCS SHARES") ("RIGHTS SHARES") ON THE BASIS OF 5 RIGHTS SHARES FOR EVERY 2 EXISTING PCCS SHARES HELD AS AT 5.00 P.M. ON 30 NOVEMBER 2017 AT AN ISSUE PRICE OF RM0.20 PER RIGHTS SHARE, TOGETHER WITH UP TO 90,018,003 FREE DETACHABLE WARRANTS ("WARRANTS") ON THE BASIS OF 3 WARRANTS FOR EVERY 5 RIGHTS SHARES SUBSCRIBED FOR ("RIGHTS ISSUE OF SHARES WITH WARRANTS")

Adviser
Kenanga

Kenanga Investment Bank Berhad
Company No. 15678-H
(A Participating Organisation of Bursa Malaysia Securities Berhad)

To: Shareholders of PCCS
Dear Sir/ Madam,

The Board of Directors of PCCS ("Board") has provisionally allotted to you, in accordance with the approval of Bursa Malaysia Securities Berhad ("Bursa Securities") dated 11 July 2017 and the Ordinary Resolution passed by shareholders of the Company at the Extraordinary General Meeting convened on 20 September 2017, the number of Rights Shares with Warrants as indicated below ("Provisional Allotment"). We wish to advise that the following Rights Shares with Warrants provisionally allotted to you in respect of the Rights Issue of Shares with Warrants have been confirmed by Bursa Depository and upon acceptance will be credited into your Central Depository System ("CDS") account(s) subject to the terms and conditions stated in the Abridged Prospectus and the Rights Subscription Form dated 30 November 2017 issued by the Company.

The Provisional Allotment is made subject to the provisions in the Abridged Prospectus dated 30 November 2017 issued by the Company. Bursa Securities has already prescribed the securities of PCCS listed on the Main Market of Bursa Securities to be deposited with Bursa Depository. Accordingly, the provisional allotment of Rights Shares with Warrants arising from the Rights Issue of Shares with Warrants are prescribed securities and, as such, all dealings in the Provisional Allotment will be by way of book entry through CDS accounts and will be governed by the SICDA and the Rules of Bursa Depository.

ALL RIGHTS SHARES WITH WARRANTS TO BE ISSUED PURSUANT TO THE RIGHTS ISSUE OF SHARES WITH WARRANTS WILL BE ALLOTTED BY WAY OF CREDITING THE RIGHT SHARES WITH WARRANTS INTO THE CDS ACCOUNTS OF THE ENTITLED SHAREHOLDERS AND/OR THEIR RENOUNCEE(S)/TRANSFEREE(S) (IF APPLICABLE). NO PHYSICAL SHARE CERTIFICATES OR WARRANT CERTIFICATES WILL BE ISSUED.

The Rights Shares which are not taken up or validly taken up shall be made available for excess applications by the entitled shareholders and/or their renounee(s) with the entitled shareholders and/or their renounee(s), if any (excluding CCS Capital Sdn Bhd ("CCS Capital") and its persons acting in concert ("PACs")) shall be given first priority and shall first be allocated with all the excess Rights Shares applied for, if any. Upon the completion of the allocation of such excess Rights Shares to the entitled shareholders and/or their renounee(s), if any (excluding CCS Capital and its PACs), and if there is any remaining Rights Shares which are not subscribed for, CCS Capital and its PACs can apply and be allocated with the remaining number of undersubscribed Rights Shares.

However, in the event of an over-subscription pursuant to the Rights Issue of Shares with Warrants (i.e. the number of Rights Shares and excess Rights Shares, if any, applied for (excluding any excess Rights Shares applied for by CCS Capital and its PACs, if any) is more than the maximum of 150,030,005 Rights Shares available for application), the Board will allot the excess Rights Shares with Warrants, if any, on a fair and equitable basis and in the following priority:-

- (i) firstly, to minimise the incidence of odd lots;
- (ii) secondly, on a pro-rata basis and in board lots, to the entitled shareholders who have applied for excess Rights Shares with Warrants, based on their respective shareholdings in the Company as at the Entitlement Date;
- (iii) thirdly, on a pro-rata basis and in board lots, to the entitled shareholders who have applied for excess Rights Shares with Warrants, based on the quantum of their respective excess application; and
- (iv) lastly, on a pro-rata basis and in board lots, to the transferees and/or renounees who have applied for excess Rights Shares with Warrants, based on the quantum of their respective excess application.

In the event of any excess Rights Shares with Warrants after the steps (i) to (iv) above are completed, the process in steps (ii) to (iv) above will be repeated to allocate such balance until all excess Rights Shares with Warrants are allotted.

Nevertheless, the Board reserves the right to allot any excess Rights Shares with Warrants applied for under Part I(B) of the Rights Subscription Form in such manner as it deems fit and expedient and in the best interest of the Company subject always to such allocation being made on a fair and equitable basis and that the intention of the Board as set out in (i) to (iv) above is achieved. The Board also reserves the right to accept any excess Rights Shares with Warrants application, in full or in part, without assigning any reason.

NAME, ADDRESS AND CDS ACCOUNT NUMBER OF ENTITLED SHAREHOLDER			

NUMBER OF PCCS SHARES HELD AS AT 5.00 P.M. ON 30 NOVEMBER 2017	NUMBER OF RIGHTS SHARES PROVISIONALLY ALLOTTED TO YOU	NUMBER OF WARRANTS ATTACHED TO THE RIGHTS SHARES PROVISIONALLY ALLOTTED TO YOU	AMOUNT PAYABLE IN FULL UPON ACCEPTANCE AT RM0.20 PER RIGHTS SHARE (RM)

IMPORTANT RELEVANT DATES AND TIMES	
Entitlement Date	Thursday, 30 November 2017 at 5.00 p.m.
Last date and time for:	
Sale of provisional Rights Shares with Warrants	Friday, 8 December 2017 at 5.00 p.m.
Transfer of provisional Rights Shares with Warrants	Wednesday, 13 December 2017 at 4.00 p.m.
Acceptance and payment for the provisional Rights Shares with Warrants	Monday, 18 December 2017 at 5.00 p.m.
Application and payment for the excess Rights Shares with Warrants	Monday, 18 December 2017 at 5.00 p.m.

By order of the Board
Chua Siew Chuan (MAICSA 0777689)
Cheng Chia Ping (MAICSA 1032514)
Company Secretaries

Share Registrar
SECURITIES SERVICES (HOLDINGS) SDN BHD (36869-T)
Level 7, Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
Damansara Heights
50490 Kuala Lumpur
Tel: 03 - 2084 9000
Fax: 03 - 2094 9940 / 2095 0292

THIS RSF IS NOT A TRANSFERABLE OR NEGOTIABLE INSTRUMENT. IN ACCORDANCE WITH THE REQUIREMENTS OF THE CAPITAL MARKETS AND SERVICES ACT 2007, THIS RSF MUST NOT BE CIRCULATED UNLESS ACCOMPANIED BY THE ABRIDGED PROSPECTUS DATED 30 NOVEMBER 2017 ("ABRIDGED PROSPECTUS").

IF YOU ARE IN ANY DOUBT AS TO THE ACTION YOU SHOULD TAKE, YOU SHOULD CONSULT YOUR STOCKBROKER, BANK MANAGER, SOLICITOR, ACCOUNTANT OR OTHER PROFESSIONAL ADVISERS IMMEDIATELY. ALL ENQUIRIES CONCERNING THE RIGHTS ISSUE OF SHARES WITH WARRANTS SHOULD BE ADDRESSED TO THE SHARE REGISTRAR OF THE COMPANY, SECURITIES SERVICES (HOLDINGS) SDN BHD, LEVEL 7, MENARA MILENIUM, JALAN DAMANLELA, PUSAT BANDAR DAMANSARA, DAMANSARA HEIGHTS, 50490 KUALA LUMPUR. INVESTORS SHOULD READ AND UNDERSTAND THE CONTENTS OF THE ABRIDGED PROSPECTUS TO WHICH THIS RSF RELATES BEFORE COMPLETING THIS RSF.

This RSF, together with the Abridged Prospectus and Notice of Provisional Allotment ("NPA") (collectively, the "Documents"), are not intended to be issued, circulated or distributed in countries or jurisdictions other than Malaysia and no action has been or will be taken to ensure that the Rights Issue of Shares with Warrants complies with the laws of any countries or jurisdictions other than the laws of Malaysia. Entitled shareholders and/or their renounees/transferees (if applicable) who are residents in countries or jurisdictions other than Malaysia should therefore immediately consult their advisers as to whether the acceptance or renunciation (as the case may be) of their entitlements to the Rights Issue of Shares with Warrants would result in the contravention of any laws of such countries or jurisdictions. PCCS Group Berhad ("PCCS" or "Company") and Kenanga Investment Bank Berhad shall not accept any responsibility or liability in the event that any acceptance or renunciation made by entitled shareholders and/or their renounees/transferees (if applicable) is or shall become illegal, unenforceable, voidable or void in such countries or jurisdictions in which the entitled shareholders and/or renounees/transferees (if applicable) are residents.

The Abridged Prospectus has been registered by the Securities Commission Malaysia ("SC"). The registration of this Abridged Prospectus should not be taken to indicate that the SC recommends the Rights Issue of Shares with Warrants or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Abridged Prospectus. The SC has not, in any way, considered the merits of the securities being offered for investment. A copy of the Documents have also been lodged with the Companies Commission of Malaysia who takes no responsibility for the contents of the Documents.

The shareholders of PCCS have approved the Rights Issue of Shares with Warrants at the Extraordinary General Meeting held on 20 September 2017. Bursa Malaysia Securities Berhad ("Bursa Securities") had vide its letter dated 11 July 2017 approved the admission of the Warrants to the Official List of the Main Market of Bursa Securities and the listing of and quotation for the Rights Shares, Warrants and the new PCCS Shares to be issued pursuant to the exercise of the Warrants on the Main Market of Bursa Securities. However, this is not an indication that Bursa Securities recommends the Rights Issue of Shares with Warrants. Admission of the Warrants to the Official List of the Main Market of Bursa Securities and the listing of and quotation for the Rights Shares, Warrants and new PCCS Shares to be issued pursuant to the exercise of the Warrants on the Main Market of Bursa Securities are in no way reflective of the merits of the Rights Issue of Shares with Warrants. Neither Bursa Securities nor the SC takes any responsibility for the correctness of any statement made or opinions expressed in the Documents. The listing of and quotation for the Rights Shares and Warrants will commence after, amongst others, receipt of confirmation from Bursa Malaysia Depository Sdn Bhd ("Bursa Depository") that all the Central Depository System ("CDS") accounts of the successful entitled shareholders and/or their renounees/transferees (if applicable) have been duly credited and notices of allotment have been despatched to them.

The Board of Directors ("Board") has seen and approved all the documentation relating to this Rights Issue of Shares with Warrants. They collectively and individually accept full responsibility for the accuracy of the information given and confirm that, after having made all reasonable inquiries, and to the best of their knowledge and belief, there are no false or misleading statements or other facts which, if omitted, would make any statement in these Documents false or misleading.

The provisionally allotted Rights Shares with Warrants are prescribed securities pursuant to Section 14(5) of the Securities Industry (Central Depositories) Act, 1991 and therefore, the Securities Industry (Central Depositories) Act, 1991, Securities Industry (Central Depositories) (Amendment) Act, 1998 and the Rules of the Bursa Depository shall apply in respect of dealings of the provisionally allotted Rights Shares with Warrants.

Unless otherwise stated, the unit of currency used in this RSF is Ringgit Malaysia (or "RM" in abbreviation) and sen. Terms defined in the Abridged Prospectus shall have the same meanings when used in this documents, unless they are otherwise defined here or other context otherwise requires.

INSTRUCTIONS:

(i) LAST DATE AND TIME FOR ACCEPTANCE AND PAYMENT

This RSF is valid for acceptance until 5.00 p.m. on 18 December 2017.

(ii) FULL ACCEPTANCE OF THE RIGHTS SHARES WITH WARRANTS

If you wish to accept the Rights Shares with Warrants provisionally allotted to you, please complete Part I(A) and Part II of this RSF and return this RSF, together with the appropriate remittance made in RM for the full amount in the form of Banker's Draft(s)/Cashier's Order(s)/Money Order(s) or Postal Order(s) drawn on a bank or post office in Malaysia and must be made out in favour of "PCCS RIGHTS ISSUE ACCOUNT" and crossed "A/C PAYEE ONLY" and endorsed on the reverse side with your name in block letters, contact number and CDS account number, for the full amount payable for the Rights Shares with Warrants accepted, to be received by the Share Registrar as detailed below, before 5.00 p.m. on 18 December 2017. Cheques or any other mode of payments are not acceptable.

Securities Services (Holdings) Sdn Bhd

Level 7, Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
Damansara Heights
50490 Kuala Lumpur
Telephone No: 03-2084 9000
Facsimile No: 03-2094 9940 / 2095 0292

If acceptance and payment for the Rights Shares with Warrants provisionally allotted to you is not received by the Share Registrar by 5.00 p.m. on 18 December 2017, being the last time and date for acceptance and payment, such provisional allotment of rights will be deemed to have been declined and will be cancelled. Our Board will then have the right to allot such Rights Shares with Warrants not taken up, first, to applicants applying for excess Rights Shares with Warrants in the manner set out in note (iv) below.

The remittance must be made for the exact amount payable for the Rights Shares with Warrants accepted (ROUNDED UP TO THE NEAREST SEN). No acknowledgment will be issued but a notice of allotment will be despatched to you by ordinary post to the address stated in the Record of Depositors provided by Bursa Depository within eight (8) market days from the last date for acceptance and payment for the Rights Shares with Warrants.

(iii) PART ACCEPTANCE OF THE RIGHTS SHARES WITH WARRANTS

If you wish to accept part of your provisional allotment of the Rights Shares with Warrants, please complete Part I(A) of this RSF by specifying the number of Rights Shares with Warrants which you are accepting and Part II of this RSF and deliver the completed RSF together with the relevant payment to the Share Registrar by 5.00 p.m. on 18 December 2017, being the last time and date for acceptance and payment.

(iv) APPLICATION FOR EXCESS RIGHTS SHARES WITH WARRANTS

If you and/or your renounee(s)/transferee(s) (if applicable) wish to apply for excess Rights Shares with Warrants in addition to those provisionally allotted to you and/or your renounee(s)/transferee(s) (if applicable), please complete Part I(B) of this RSF (in addition to Parts I(A) and II) and forward it (together with a separate remittance for the full amount payable in respect of the excess Rights Shares with Warrants applied for) to the Share Registrar. Payment for the excess Rights Shares with Warrants applied for should be made in the same manner described in note (ii) above, with remittance in the form of Banker's Draft(s) or Cashier's Order(s) or Money Order(s) or Postal Order(s) drawn on a bank or post office in Malaysia and made payable to "PCCS EXCESS RIGHTS ISSUE ACCOUNT" and crossed "A/C PAYEE ONLY" and endorsed on the reverse side with your name in block letters, contact number and CDS account number to be received by the Share Registrar not later than 5.00 p.m. on 18 December 2017, being the last time and date for the excess Rights Shares with Warrants acceptance and payment. No acknowledgement will be issued but a notice of allotment will be despatched to you by ordinary post to the address stated in the Record of Depositors provided by Bursa Depository within eight (8) market days from the last date for acceptance and payment for the excess Rights Shares with Warrants.

In respect of unsuccessful or partially successful excess Rights Shares with Warrants applications, the full amount or the surplus application monies (as the case may be) will be refunded without interest within fifteen (15) market days from the last date for application and payment for the excess Rights Shares with Warrants by ordinary post to the address shown in the Record of Depositors provided by Bursa Depository at the applicant's own risk.

The Rights Shares which are not taken up or validly taken up shall be made available for excess applications by our entitled shareholders and/or their renounee(s) with our entitled shareholders and/or their renounee(s), if any (excluding CCS Capital Sdn Bhd ("CCS Capital") and its persons acting in concert ("PACs")) shall be given first priority and shall first be allocated with all the excess Rights Shares applied for, if any. Upon the completion of the allocation of such excess Rights Shares to our entitled shareholders and/or their renounee(s), if any (excluding CCS Capital and its PACs), and if there is any remaining Rights Shares which are not subscribed for, CCS Capital and its PACs can apply and be allocated with the remaining number of undersubscribed Rights Shares.

However, in the event of an over-subscription pursuant to the Rights Issue of Shares with Warrants (i.e. the number of Rights Shares and excess Rights Shares, if any, applied for (excluding any excess Rights Shares applied for by CCS Capital and its PACs, if any) is more than the maximum of 150,030,005 Rights Shares available for application), our Board will allot the excess Rights Shares with Warrants, if any, on a fair and equitable basis and in the following priority:-

- firstly, to minimise the incidence of odd lots;
- secondly, on a pro-rata basis and in board lots, to our entitled shareholders who have applied for excess Rights Shares with Warrants, based on their respective shareholdings in our Company as at the Entitlement Date;
- thirdly, on a pro-rata basis and in board lots, to our entitled shareholders who have applied for excess Rights Shares with Warrants, based on the quantum of their respective excess application; and
- lastly, on a pro-rata basis and in board lots, to the transferees and/or renounees who have applied for excess Rights Shares with Warrants, based on the quantum of their respective excess application.

In the event of any excess Rights Shares with Warrants after the steps (a) to (d) above are completed, the process in steps (b) to (d) above will be repeated to allocate such balance until all excess Rights Shares with Warrants are allotted.

Nevertheless, our Board reserves the right to allot any excess Rights Shares with Warrants applied for under Part I(B) of this RSF in such manner as it deems fit and expedient and in the best interest of our Company subject always to such allocation being made on a fair and equitable basis and that the intention of our Board as set out in (a) to (d) above is achieved. Our Board also reserves the right to accept any excess Rights Shares with Warrants application, in full or in part, without assigning any reason.

(v) SALE/TRANSFER OF THE PROVISIONAL ALLOTMENT OF RIGHTS SHARES WITH WARRANTS

If you wish to sell/transfer all or part of your provisional allotment of the Rights Shares with Warrants to your renounee(s)/transferee(s) (if applicable), you may do so immediately through your stockbroker without first having to request the Company for a splitting of the provisional allotment of the Rights Shares with Warrants standing to the credit of your CDS accounts. To sell/transfer all or part of your provisional allotment of the Rights Shares with Warrants, you may sell such provisional allotment of the Rights Shares with Warrants on the open market of Bursa Securities or transfer such provisional allotment to such persons as may be allowed pursuant to the Rules of Bursa Depository.

In selling/transferring all or part of your provisional allotment of the Rights Shares with Warrants, you and/or your renounee(s)/transferee(s) (if applicable) need not deliver any document, including this RSF, to the stockbroker. However, you and/or your renounee(s)/transferee(s) (if applicable) must ensure that you have sufficient provisional allotment of the Rights Shares with Warrants standing to the credit of your CDS account before trading.

The purchaser(s)/renounee(s)/transferee(s) can collect a copy of this RSF for the acceptance of his/her/their rights from his/her/their stockbroker, the Registered Office of the Company, the Share Registrar's office or Bursa Securities' website at <http://www.bursamalaysia.com>.

If you have sold only part of the provisional allotment of the Rights Shares with Warrants, you may still accept the balance of your provisional allotment of the Rights Shares with Warrants by completing Parts I(A) and II of this RSF.

(vi) GENERAL INSTRUCTIONS

- All applicants must sign on the front page of this RSF. All corporate bodies must affix their Common Seals.
- Rights Shares with Warrants subscribed by the shareholders and/or their renounee(s)/transferee(s) will be credited into their respective CDS accounts as shown in Bursa Depository's Record of Depositors.
- Any interest or other benefit accruing on or arising from or in connection with any application monies shall be for the benefit of the Company and the Company shall not be under any obligation to account for such interest or other benefit to you.
- The contract arising from the acceptance of the provisional allotment of the Rights Shares with Warrants by you shall be governed by and construed in accordance with the laws of Malaysia, and you shall be deemed to have irrevocably and unconditionally submitted to the exclusive jurisdiction of the courts of Malaysia in respect of any matter in connection with this RSF and the contract.
- Our Company reserves the right to accept or reject any acceptance and/or application if the instructions hereinabove stated are not strictly adhered to.
- Malaysian Revenue Stamp (NOT POSTAGE STAMP) of Ringgit Malaysia Ten (RM10.00) must be affixed on the RSF.