

NOTICE OF PROVISIONAL ALLOTMENT

Terms defined in the Abridged Prospectus dated 20 September 2017 ("Abridged Prospectus") shall have the same meanings when used in this Notice of Provisional Allotment ("NPA") unless stated otherwise. The provisionally allotted RCPS as contained in this NPA are prescribed securities pursuant to Section 14(5) of the Securities Industry (Central Depositories) Act, 1991 as amended from time to time ("SICDA"). Therefore, the SICDA and the Rules of Bursa Malaysia Depository Sdn Bhd ("Bursa Depository") shall apply in respect of all dealings in the Provisional RCPS (as defined herein).



EG INDUSTRIES BERHAD

(Company No.: 222897-W)
(Incorporated in Malaysia under the Companies Act, 1965)

- (I) RENOUNCEABLE RIGHTS ISSUE OF UP TO 67,296,172 NEW REDEEMABLE CONVERTIBLE PREFERENCE SHARES ("RCPS") ON THE BASIS OF 1 RCPS FOR EVERY 4 EXISTING ORDINARY SHARES HELD IN EG INDUSTRIES BERHAD ("EGIB" OR "COMPANY") ("EGIB SHARE(S)" OR "SHARE(S)") AT 5.00 P.M. ON 20 SEPTEMBER 2017 AT AN ISSUE PRICE OF RM0.95 PER RCPS PAYABLE IN FULL UPON ACCEPTANCE ("RIGHTS ISSUE"); AND
- (II) BONUS ISSUE OF UP TO 67,296,172 NEW EGIB SHARES TO BE CREDITED ("BONUS SHARES") ON THE BASIS OF 1 BONUS SHARE FOR EVERY 1 RCPS SUBSCRIBED BY THE ENTITLED SHAREHOLDERS AND/OR THEIR RENOUNCEES PURSUANT TO THE RIGHTS ISSUE (COLLECTIVELY REFERRED TO AS THE "CORPORATE EXERCISES")

Principal Adviser & Joint Underwriter



M&A SECURITIES SDN BHD (15017-H)
(A Wholly-Owned Subsidiary of Insas Berhad)
(A Participating Organisation of Bursa Malaysia Securities Berhad)

Joint Underwriter



MIDF AMANAH INVESTMENT BANK BERHAD (23878-X)
(A Participating Organisation of Bursa Malaysia Securities Berhad)

To: The Shareholders of EGIB

Dear Sir/Madam,

The Board of Directors of EGIB ("Board") has provisionally allotted to you, in accordance with the approval of Bursa Malaysia Securities Berhad ("Bursa Securities") via its letter dated 3 May 2017 and by the shareholders of EGIB at the Extraordinary General Meeting held on 15 June 2017, the number of RCPS and Bonus Shares as indicated below ("Provisional Allotments").

We wish to advise that the Provisional Allotments in respect of the Corporate Exercises have been confirmed by Bursa Depository and will be credited into your Central Depository System ("CDS") account as stated below, subject to the terms and conditions as stated in the Abridged Prospectus and the accompanying Rights Subscription Form.

The Provisional Allotments are made subject to the terms and conditions in the Abridged Prospectus. Bursa Securities has prescribed the securities of EGIB listed on the Main Market of Bursa Securities to be deposited with Bursa Depository. Accordingly, the Provisional Allotments are prescribed securities and as such, all dealings in the Provisional Allotments will be by book entries through CDS accounts and will be governed by the SICDA and the Rules of Bursa Depository.

ALL RCPS AND BONUS SHARES TO BE ISSUED PURSUANT TO CORPORATE EXERCISES WILL BE ALLOTTED BY WAY OF CREDITING THE RCPS AND BONUS SHARES INTO THE CDS ACCOUNTS OF THE SHAREHOLDERS OF EGIB WHOSE NAME APPEAR, IN THE RECORD OF DEPOSITORS OF EGIB ON THE ENTITLEMENT DATE ("ENTITLED SHAREHOLDERS") AND/OR THEIR RENOUNCEE(S) AND/OR TRANSFEREE(S), IF APPLICABLE. NO PHYSICAL RCPS CERTIFICATE WILL BE ISSUED.

It is the intention of the Board to allot the excess RCPS applied for under Part I(b) of the RSF, if any, on a fair and equitable basis and in the following priority:-

- (i) firstly, to minimise the incidence of odd lots;
- (ii) secondly, for allocation to Entitled Shareholders who have applied for excess RCPS, on a pro-rata basis and in board lot, calculated based on their respective shareholdings as at the Entitlement Date;
- (iii) thirdly, for allocation to Entitled Shareholders who have applied for excess RCPS, on a pro-rata basis and in board lot, calculated based on the quantum of their respective excess RCPS application; and
- (iv) finally, for allocation to renounee(s) and/or transferee(s) who have applied for excess RCPS, on a pro-rata basis and in board lot, calculated based on the quantum of their respective excess RCPS application.

In the event of any excess RCPS balance after the above sequence of allocations are completed, the balance will be allocated in the processes set out in (ii) to (iv) above. Nevertheless, the Board reserves the right to allot any excess RCPS applied for in such manner as the Board deems fit or expedient and in the best interest of EGIB, 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) is achieved. The Board reserves the right at its absolute discretion not to accept any application for excess RCPS, in full or in part, without assigning any reason thereto.

NAME, ADDRESS AND CDS ACCOUNT NUMBER OF ENTITLED SHAREHOLDER

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NUMBER OF EGIB SHARES HELD AT 5.00 P.M. ON 20 SEPTEMBER 2017	NUMBER OF RCPS PROVISIONALLY ALLOTTED TO YOU	NUMBER OF BONUS SHARES ATTACHED TO THE RCPS PROVISIONALLY ALLOTTED TO YOU	TOTAL AMOUNT PAYABLE IN FULL UPON ACCEPTANCE AT RM0.95 PER RCPS (RM)

IMPORTANT RELEVANT DATES AND TIME:-

Entitlement Date	: Wednesday, 20 September 2017 at 5.00 p.m.
Last date and time for sale of Provisional Allotments	: Thursday, 28 September 2017 at 5.00 p.m.
Last date and time for transfer of Provisional Allotments	: Tuesday, 3 October 2017 at 4.00 p.m.
Last date and time for acceptance and payment	: Friday, 6 October 2017 at 5.00 p.m.
Last date and time for excess application and payment	: Friday, 6 October 2017 at 5.00 p.m.

By order of the Board
Chai Churn Hwa (MAICSA 0811600)
Company Secretary

Share Registrar
AGRITEUM Share Registration Services Sdn Bhd (578473-T)
2nd Floor, Wisma Penang Garden
42 Jalan Sultan Ahmad Shah
10050 Penang
Tel No.: 04-2282 321
Fax No.: 04-2272 391

THIS RSF IS NOT A TRANSFERABLE OR NEGOTIABLE INSTRUMENT. IN ACCORDANCE WITH THE CAPITAL MARKETS AND SERVICES ACT, 2007, THIS RSF MUST NOT BE CIRCULATED UNLESS ACCOMPANIED BY THE ABRIDGED PROSPECTUS DATED 20 SEPTEMBER 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 Corporate Exercises should be addressed to our Shares Registrar, AGRITEUM Share Registration Services Sdn Bhd (578473-T), 2nd Floor, Wisma Penang Garden, 42 Jalan Sultan Ahmad Shah, 10050 Penang. **INVESTORS SHOULD READ AND UNDERSTAND THE CONTENTS OF THE ABRIDGED PROSPECTUS TO WHICH THIS RSF RELATES BEFORE COMPLETING THIS RSF.**

The Abridged Prospectus is issued in compliance with the laws of Malaysia only. This RSF, together with the Abridged Prospectus and the NPA (collectively referred to as "Documents") are not intended to be (and will not be) issued, circulated or distributed, and the RCPS will not be made or offered or deemed to be made or offered for purchase or subscription, in any countries or jurisdictions other than Malaysia or to persons who are or may be subject to the laws of any countries or jurisdictions other than the laws of Malaysia. No action has been or will be taken to ensure that the RCPS and the Documents comply with the laws of any countries or jurisdiction other than the laws of Malaysia. It shall be the sole responsibility of the Entitled Shareholders and/or their renounee(s) (if applicable) who are or may be subject to the laws of any countries or jurisdictions other than the laws of Malaysia to consult their legal or other professional advisers as to whether the acceptance or renunciation of all or any part of the RCPS to be issued would result in the contravention of any laws of such countries or jurisdictions. Such Entitled Shareholders and/or their renounee(s) (if applicable) should note the additional terms and restrictions as set out in Section 9.10 of the Abridged Prospectus. Neither EGIB, M&A Securities Sdn Bhd nor any other professional advisers shall accept any responsibility or liability whatsoever to any party in the event that any acceptance and/or renunciation (as the case may be) of the RCPS made by any of foreign Entitled Shareholders and/or their renounee(s) (if applicable) is or shall become illegal, unenforceable, voidable or void in any countries or jurisdictions in which the Entitled Shareholders and/or their renounee(s) (if applicable) are resident.

A copy of the Abridged Prospectus has been registered with the Securities Commission Malaysia ("SC"). The registration of the Abridged Prospectus should not be taken to indicate that the SC recommends the Corporate Exercises or takes any responsibility for the correctness of statements made or opinions expressed in the Abridged Prospectus. A copy of the Documents has also been lodged with the Registrar of Companies who takes no responsibility for the contents of the Documents.

Our shareholders have approved the Corporate Exercises at the Extraordinary General Meeting held on 15 June 2017. Bursa Malaysia Securities Berhad ("Bursa Securities") has also granted its approval for, amongst others, the listing of and quotation for the RCPS and the new ordinary shares arising from Corporate Exercises on the Main Market of Bursa Securities on 3 May 2017. However, this is not an indication that Bursa Securities recommends the Corporate Exercises. The official listing of and quotation for the said securities will commence after, amongst others, receipt of confirmation from Bursa Depository that all the CDS accounts of the Entitled Shareholders and/or their renounee(s) (if applicable) have been duly credited and notices of allotment have been despatched to them.

Our Board have seen and approved all the documentation relating to the Corporate Exercises. 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 the statements in the Documents false or misleading.

Unless otherwise stated, the unit of currency used in this RSF is Ringgit Malaysia ("RM") and sen.

INSTRUCTIONS:

(I) LAST DATE AND TIME FOR ACCEPTANCE AND PAYMENT

This RSF is valid for acceptance until 5.00 p.m. on 6 October 2017.

If acceptance and payment(s) in the manner specified herein are not received (whether in full or in part, as the case may be) by the Share Registrar of EGIB, AGRITEUM Share Registration Services Sdn Bhd (578473-T), 2nd Floor, Wisma Penang Garden, 42 Jalan Sultan Ahmad Shah, 10050 Penang, by 5.00 p.m. on 6 October 2017, the said Provisional Allotments to you will be deemed to have been declined and will be cancelled. The Board will then have the right to allot such RCPS not taken up, to applicants applying for the excess RCPS in the manner as set out in item (III) below.

(II) FULL OR PART ACCEPTANCE

If you wish to accept all or part of the Provisional Allotments, please complete Part I(a) and Part II of this RSF in accordance with the notes and instructions contained herein and return this RSF together with the appropriate remittance made in RM for the full amount payable 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 made payable to "EGIB RIGHTS ISSUE ACCOUNT" crossed "A/C PAYEE ONLY" and endorsed on the reverse side with your name in block letters and your CDS account number so as, to be received by our Share Registrar, AGRITEUM Share Registration Services Sdn Bhd (578473-T), 2nd Floor, Wisma Penang Garden, 42 Jalan Sultan Ahmad Shah, 10050 Penang, not later than 5.00 p.m. on 6 October 2017, being the last date and time for acceptance and payment for the Provisional Allotments. Cheques or any other mode of payments are not acceptable. Details of remittance must be filled in the appropriate boxes provided in this RSF.

The remittance must be made in the exact amount payable for the Provisional Allotments accepted (ROUNDED UP TO THE NEAREST SEN).

NO ACKNOWLEDGEMENT OF RECEIPT OF THIS RSF OR APPLICATION MONIES WILL BE MADE BY OUR COMPANY OR OUR SHARE REGISTRAR IN RESPECT OF THE CORPORATE EXERCISES. HOWEVER, IF YOUR APPLICATION IS SUCCESSFUL, A NOTICE OF ALLOTMENT WILL BE DESPATCHED TO YOU BY ORDINARY POST TO THE ADDRESS AS SHOWN IN THE RECORD OF DEPOSITORS PROVIDED BY BURSA DEPOSITORY AT YOUR OWN RISK WITHIN 8 MARKET DAYS FROM THE LAST DATE FOR ACCEPTANCE AND PAYMENT OR SUCH OTHER PERIOD AS MAY BE PRESCRIBED BY BURSA SECURITIES.

(III) APPLICATION FOR EXCESS RCPS

If you wish to apply for additional RCPS in excess of your entitlement, please complete Part I(b) of this RSF (in addition to Parts I(a) and Part II) and forward it together with a separate remittance made in RM for the full amount payable in respect of the excess RCPS applied for, to our Share Registrar, AGRITEUM Share Registration Services Sdn Bhd (578473-T), 2nd Floor, Wisma Penang Garden, 42 Jalan Sultan Ahmad Shah, 10050 Penang. Payment for the excess RCPS applied for should be made in the same manner as described in Note (II) above, and in the form of Banker's Draft(s), Cashier's Order(s) or Money Order(s) or Postal Order(s) drawn on a bank or post office in Malaysia crossed "A/C PAYEE ONLY" and made payable to "EGIB EXCESS RIGHTS ISSUE ACCOUNT" and endorsed on the reverse side with your name in block letters and your CDS account number so as to be received by our Share Registrar not later than 5.00 p.m. on 6 October 2017 being the last date and time for acceptance and payment for the excess RCPS. No acknowledgement of receipt of this RSF or excess application monies will be made by our Company or our Share Registrar in respect of the excess RCPS. However, if your excess application is successful, a notice of allotment will be despatched to you by ordinary post to the address shown in the Record of Depositors provided by Bursa Depository at your own risk within 8 market days from the last date for application and payment for the excess RCPS or such other period as may be prescribed by Bursa Securities.

In respect of unsuccessful or partially successful excess RCPS applications, the full amount or the balance of the application monies, as the case may be, shall be refunded without interest and despatched to the applicant by ordinary post to the address shown in our Record of Depositors provided by Bursa Depository at your own risk within 15 market days from the last date for application and payment for the excess RCPS.

It is the intention of our Board to allot the excess RCPS applied for under Part I(b) of the RSF, if any, on a fair and equitable basis and in the following priority:-

- (i) firstly, to minimise the incidence of odd lots;
- (ii) secondly, for allocation to Entitled Shareholders who have applied for excess RCPS, on a pro-rata basis and in board lot, calculated based on their respective shareholdings as at the Entitlement Date;
- (iii) thirdly, for allocation to Entitled Shareholders who have applied for excess RCPS, on a pro-rata basis and in board lot, calculated based on the quantum of their respective excess RCPS application; and
- (iv) finally, for allocation to renounee(s) and/or transferee(s) who have applied for excess RCPS, on a pro-rata basis and in board lot, calculated based on the quantum of their respective excess RCPS application.

In the event of any excess RCPS balance after the above sequence of allocations are completed, the balance will be allocated in the processes set out in (ii) to (iv) above.

Nevertheless, the Board reserves the right to allot any excess RCPS applied for in such manner as the Board deems fit or expedient and in the best interest of EGIB, 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) is achieved. The Board reserves the right at its absolute discretion not to accept any application for excess RCPS, in full or in part, without assigning any reason thereto.

(IV) SALE/TRANSFER OF PROVISIONAL ALLOTMENTS

If you wish to sell or transfer all or part of your entitlement to the Provisional Allotments to 1 or more person(s), you may do so through your stockbroker for the period up to the last date and time for sale/transfer of such Provisional Allotments, without first having to request for a split of such Provisional Allotments standing to the credit of your CDS Account. To sell or transfer all or part of your entitlement to the Provisional Allotments, you may sell such entitlement in the open market or transfer such entitlement to such persons as may be allowed under the Rules of Bursa Depository.

If you have sold or transferred only part of the Provisional Allotments, you may still accept the balance of the Provisional Allotments by completing Part I(a) and Part II of this RSF.

In selling or transferring all or part of your Provisional Allotments, you need not deliver any document including this RSF to your stockbroker. However you must ensure that there is sufficient Provisional Allotments standing to the credit of your CDS Account(s) that is available for settlement of the sale or transfer.

Purchaser(s) or transferee(s) of the Provisional Allotments may obtain a copy of this Abridged Prospectus and the RSF from his/her/their stockbroker(s), our Share Registrar, our Registered Office or the website of Bursa Securities (<http://www.bursamalaysia.com>).

(V) GENERAL INSTRUCTIONS

- (a) All applicants must sign on the front page of this RSF. All corporate bodies must affix their Common Seal.
- (b) The RCPS subscribed by the entitled shareholders and/or their renounee(s)/transferee(s) (if applicable) will be credited into their respective CDS Accounts as stated in this RSF or the exact accounts appearing in Bursa Depository's Record of Depositors.
- (c) Any interest or other benefit accruing on or arising from or in connection with any application monies shall be for the benefit of our Company and our Company shall not be under any obligation to account for such interest or other benefit to you.
- (d) The contract arising from the acceptance of the Provisional Allotments 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 arising therefrom.
- (e) Our Board reserves the right to accept or reject any acceptance and/or application if the instructions herein stated are not strictly adhered to or which are illegible.
- (f) Entitled Shareholders and/or their renounee(s)/transferee(s) (if applicable) should note that this RSF and remittances so lodged with our Share Registrar shall be irrevocable and shall not be subsequently withdrawn.
- (g) Malaysian Revenue Stamp (NOT POSTAGE STAMP) of RM10.00 must be affixed on this RSF.