SOUTHERN CABLE

SOUTHERN CABLE GROUP BERHAD

201901011439 (1320767-M)

INCORPORATED IN MALAYSIA

PRESS RELEASE

Southern Cable secure contracts worth RM403.6 million from Tenaga Nasional Berhad

- ***To supply underground cables and conductors for one year from February 2025***
- ***Contracts include extension options and potential for additional value, further enhancing long-term revenue growth***

Kedah, Malaysia, 19 February 2025 – Cable and wire manufacturer **Southern Cable Group Berhad** (Southern Cable, the Group, 南方电缆集团, Bloomberg: SCGBHD MK) secured supply contracts totaling RM403.6 million from Tenaga Nasional Berhad (TNB).

The contracts, awarded to the Group's wholly-owned subsidiary, Southern Cable Sdn Bhd, entail the supply and delivery of underground power cables and conductors to TNB's Distribution Network Division for a one-year term commencing February 2025.

"The contracts from TNB demonstrate their continual confidence in Southern Cable's ability to deliver high-quality products vital to Malaysia's critical power infrastructure. We are committed to supporting TNB's efforts to strengthen the power grid and meet the nation's growing energy demands, driven by increasing construction and infrastructure developments.

To meet rising demand, we are focused on expanding our production capacity and enhancing our product range, particularly for the medium- and high-voltage cables essential for new substations and infrastructure projects.

Looking ahead, we are confident in delivering strong performance for the financial year ending 31 December 2025, supported by robust orders and Malaysia's development activities."

Mr. Tung Eng Hai ("陈永海"),
Managing Director of Southern Cable Group Berhad

These contracts offer significant upside potential for Southern Cable. TNB has the option to extend the agreements for another year with add-on orders of the original contracts value. Furthermore, TNB may exercise its option to request additional orders up to 30% of the original contracts value, further boosting the potential revenue from these agreements.

Southern Cable has consistently secured significant contracts with TNB, as demonstrated by recent agreements for the 2022-2024 period totalling about RM850 million.

HEAD OFFICE

Lot 42, Jalan Merbau Pulas,
Kawasan Perusahaan Kuala Ketil,
09300 Kuala Ketil, Baling, Kedah.

CONTACT

T +6 04 4161 600
F +6 04 4161 599
M sc@southerncable.com.my

QUALITY SYSTEM SIRIM UKAS QUALITY MANAGEMENT 074
MS ISO 9001:2015
QMS 00688

The Group's current orders in hand also include supplying underground cables and conductors to other power utility companies, rectifier and battery systems to a major telecommunications company, as well as purchase orders for cables and wires from Engineering, Procurement, Construction, and Commissioning (EPCC) contractors, and distributors.

About Southern Cable Group Berhad (南方电缆集团)

Founded in 1993, Southern Cable is principally a manufacturer of cables and wires that are used for power distribution and transmission, communications as well as control and instrumentation applications. The key supporting activities for the cable and wire manufacturing operations include furnace and casting operations, and manufacturing of plastic compounds and wooden cable drums.

Through its factories in Kuala Ketil and Sungai Petani, Kedah, the Group has an annual production capacity of 20,400 tonnes and 18,000 tonnes for aluminium and copper rods, respectively, about 46,980 km for cables and wires, and 7,800 tonnes for plastic compounds.

The Group's cables and wires are used in various industry sectors including power distribution and transmission, telecommunications, building and construction, infrastructure, manufacturing and processing industries including oil and gas processing and petrochemical plants.

Additionally, the Group holds certifications for product compliance to local and international standards for its cables and wires. These certifications include Malaysian Standards (MS), IEC standards or British Standards, Energy Commissions of Malaysia, Fire and Rescue Department of Malaysia, SIRIM QAS International, TÜV SÜD, and UL Standards.

Southern Cable is the registered supplier of cables and wires to Tenaga Nasional Berhad, Telekom Malaysia Berhad, Sabah Electricity Sdn Bhd, and Petroliam Nasional Berhad, as well as supplies to Sarawak Energy Berhad.

Issued for and on behalf of SOUTHERN CABLE GROUP BERHAD by Aquilas Advisory (Malaysia) Sdn Bhd

For media enquiries, please contact:

Mr. Tee Wei Keat
E: weikeat@aquilas.com.my
T: 03-2711 1391

For investor enquiries, please contact:

Mr. Tay Tze Yi
E: tayty@aquilas.com.my
T: 03-2711 1391

HEAD OFFICE
Lot 42, Jalan Merbau Pulas,
Kawasan Perusahaan Kuala Ketil,
09300 Kuala Ketil, Baling, Kedah.

CONTACT
T +6 04 4161 600
F +6 04 4161 599
M sc@southerncable.com.my

QUALITY SYSTEM SIRIM UKAS QUALITY MANAGEMENT 074
MS ISO 9001:2015
QMS 00688