



December 23, 2022

Dear all,

Company name: SUNCORPORATION  
Name of representative: Ryusuke Utsumi,  
CEO  
(Code No. 6736 TSE Standard)  
Contact: Yoshimi Kimura,  
Senior Managing Director  
(Tel 052-756-5981)

**Notice regarding the Acquisition of Shares in EKTech Holdings Sdn. Bhd.**  
**(Conversion into our Consolidated Subsidiary)**

Our Board of Directors has resolved at a meeting held on December 23, 2022 to acquire shares in EKTech Holdings Sdn. Bhd. ("EKTech") and make EKTech our consolidated subsidiary, as described below. Although this matter does not fall under the timely disclosure criteria, it is voluntarily disclosed as we consider it to be useful information.

1. Reasons for the acquisition of shares

EKTech is a holding company established on June 24, 2011 with three subsidiaries, EKTech Communications Sdn. Bhd. ("ECS"), EKTech Systems Engineering Sdn. Bhd. ("ESE") and EKTech Eureka MSC Sdn. ("EEM").

Since its establishment in March 2002, ECS has been in the business of providing secure enterprise wireless communication systems using mobile phone technology to blue-chip general business companies in Malaysia, as well as supporting the connection of peripheral devices connected to wireless routers, and EEM, established in June 2016, has been providing these 24-hour monitoring services for network systems. This business accounts for 80% of the EKTech Group's sales and is highly trusted by customers.

ESE was established in June 2011 and is engaged in the system integration business, handling security products such as surveillance cameras and firewalls.

For our group, the services provided by the EKTech Group are expected to generate synergies with our new IoT/M2M business, as well as provide new value in line with the spread of 5G by utilising our technical support and management resources, and also provide us with a platform for business in the ASEAN region, where future development is expected. The decision to acquire all shares in EKTech was based on the judgment that it would contribute to the expansion of our business and increase our group's business value by securing a business base in the ASEAN region, which is expected to develop in the future.

2. Overview of subsidiaries and sub-subsidiaries to be transferred

(1)	Name	EKTech Holdings Sdn. Bhd.	
(2)	Location	No. 12A Jalan Teknologi 3/3A, Surian Industrial Park, Selangor Science Park 1, Kota Damansara, Petaling Jaya, 47810 Selangor	
(3)	Name and Title of Representative	Teoh Eng Kee	
(4)	Business Activities	Holding Company	
(5)	Capital	10,000 RM (Malaysian Ringgit)	
(6)	Date of Establishment	June 24, 2011	
(7)	Major Shareholders and Shareholding Ratio	Teoh Eng Kee : 83.5% CAS Ventures Sdn Bhd : 12.5% Chuah Chong Cheah : 4%	
(8)	Relationship with the SUNCORPORATION Group	Capital Relations	No relevant information
		Human Relations	No relevant information
		Business Relations	No relevant information
(9)	Operating results of the company concerned	Revenue: RM40,000 Current benefit before tax: RM-21,799 (Dec. 2021 period)	

(1)	Name	Ektech Communications Sdn. Bhd.	
(2)	Location	No. 12A Jalan Teknologi 3/3A, Surian Industrial Park, Selangor Science Park 1, Kota Damansara, Petaling Jaya, 47810 Selangor.	
(3)	Name and Title of Representative	Teoh Eng Kee	
(4)	Business Activities	Provision of telecommunications and technology-related services and sale of related products	
(5)	Capital	750,000 RM (Malaysian Ringgit)	
(6)	Date of Establishment	4th March, 2002	
(7)	Major Shareholders and Shareholding Ratio	EKTech Holdings Sdn. Bhd. : 100%	
(8)	Relationship with the SUNCORPORATION Group	Capital Relations	No relevant information
		Human Relations	No relevant information
		Business Relations	No relevant information
(9)	Operating results of the company concerned	Revenue: RM11,373,723 Current benefit before tax: RM1,253,045 (Dec.2021 period)	

(1)	Name	Ektech Systems Engineering Sdn. Bhd.	
(2)	Location	No. 12A Jalan Teknologi 3/3A, Surian Industrial Park, Selangor Science Park 1, Kota Damansara, Petaling Jaya, 47810 Selangor.	
(3)	Name and Title of Representative	Teoh Eng Kee	
(4)	Business Activities	System integration and system solutions	
(5)	Capital	300,000 RM (Malaysian Ringgit)	
(6)	Date of Establishment	22nd June, 2011	
(7)	Major Shareholders and Shareholding Ratio	EKTech Holdings Sdn. Bhd. : 100%	
(8)	Relationship with the SUNCORPORATION Group	Capital Relations	No relevant information
		Human Relations	No relevant information
		Business Relations	No relevant information
(9)	Operating results of the company concerned	Revenue: RM4,163,228 Current profit before tax: RM-363,347 (Dec.2021 period)	

(1)	Name	Ektech Eureka MSC Sdn. Bhd.	
(2)	Location	No. 12A Jalan Teknologi 3/3A, Surian Industrial Park, Selangor Science Park 1, Kota Damansara, Petaling Jaya, 47810 Selangor	
(3)	Name and Title of Representative	Teoh Eng Kee	
(4)	Business Activities	ICT solutions-related service providers and management	
(5)	Capital	100,000 RM (Malaysian Ringgit)	
(6)	Date of Establishment	28th June, 2016	
(7)	Major Shareholders and Shareholding Ratio	EKTech Holdings Sdn. Bhd. : 100%	
(8)	Relationship with the SUNCORPORATION Group	Capital Relations	No relevant information
		Human Relations	No relevant information
		Business Relations	No relevant information
(9)	Operating results of the company concerned	Revenue:2,250,000 RM Current profit before tax:293,617 RM (Dec.2021 period)	

### 3. Outline of the counterparties of the share acquisition

The counterparties of the share acquisition are individuals (members of EKTech's management) and details are not to be disclosed. There are no capital, personal or business relationships between the shareholder and SUNCORPORATION that should be noted. The shareholders are also not related parties.

### 4. Number of shares acquired, acquisition price and status of shares held before and after the acquisition

(1) Number of shares held before the change	0 shares (Number of voting rights: 0) (Voting rights held: 0%)
(2) Number of shares acquired	10,000 shares (Number of voting rights: 10,000)
(3) Number of shares held after the change	10,000 shares (Number of voting rights: 10,000) (Voting rights ownership: 100%)

Note: The acquisition price was determined after discussions with the counterparties based on the results of third-party due diligence, and was finally determined by a resolution of our directors as a reasonable price.

### 5. Timeline

(1) Date of the board resolution	December 23, 2022
(2) Date of the conclusion of the contract	December 26, 2022 (planned)
(3) Date of the execution of the share transfer	Late January, 2023 (planned)

### 6. Future outlook

The impact of this share acquisition on our consolidated results for the current financial year (ending in March, 2023) is currently under scrutiny and will be disclosed as soon as there are matters to be disclosed.