

CARLSBERG BREWERY MALAYSIA BERHAD (“CARLSBERG” OR “THE COMPANY”)

RECURRENT RELATED PARTY TRANSACTION OF A REVENUE OR TRADING NATURE (“RRPT”)

1. INTRODUCTION

Pursuant to Paragraph 10.09(1)(a) of the Main Market Listing requirements of Bursa Malaysia Securities Berhad, the Board of Directors of Carlsberg wishes to announce that the wholly-owned subsidiary of Carlsberg, Carlsberg Singapore Pte. Ltd., had in the ordinary course of business entered into the RRPT as disclosed below, and the collective consideration of such RRPT is 1.4% of Percentage Ratio for the period from July 2021 to September 2021.

2. DETAILS OF RRPT

Transacting Parties	Interested Related Party	Nature of Transaction	Amount of Transactions from July 2021 to September 2021 (RM)
Carlsberg Singapore Pte Ltd (“CSPL”) and Lao Brewery Co Ltd (“LAO”)	Stefano Clini (“SC”), Leonard Cornelis Jordan Evers (“LCJE”), Roland Arthur Lawrence (“RAL”), Chan Po Kei Kay (“CPKK”) and Carlsberg Breweries A/S (“CBAS”)	Purchase of products from LAO	2,379,000

Notes:

- (a) CBAS is the holding company and major shareholder of the Company, holding an equity interest of 51.0% in the Company. The Company in turn holds 100% interest in CSPL.
- (b) LCJE, RAL and CPKK who are Non-Executive Directors of the Company are also the Executive Vice President for Carlsberg Asia, the Vice President Finance, Asia of CBAS and Vice President-HR, Asia of CBAS respectively. SC is the Managing Director of the Company. All the four (4) Directors namely, LCJE, RAL, CPKK and SC are nominees/representatives of CBAS and do not hold any shares in CBAS or the Company.
- (c) LAO is a fellow subsidiary of CBAS and does not hold any direct equity interest in the Company.

3. RATIONALE

The RRPT is necessary due to the prolonged closure of Carlsberg’s brewery and alternate sourcing is required for CSPL to meet business needs. The RRPT is made in the ordinary course of business at arm’s length and on normal commercial terms which are not more favourable to the related party than those generally available to the public. The RRPT is not detrimental to the interests of the minority shareholders.

4. EFFECTS OF THE RRPT

The RRPT will not have any effect on the share capital and substantial shareholders’ shareholdings of Carlsberg and is not expected to have any material effect on the earnings per share, net assets per share and gearing of the Carlsberg group for the financial year ending 31 December 2021.

5. INTERESTS OF DIRECTORS, MAJOR SHAREHOLDERS AND/OR PERSONS CONNECTED TO THEM

Save as disclosed in Section 2 above, none of the Directors and/or major shareholders and/or persons connected to them has any interest, whether direct or indirect, in the RRPT.

6. STATEMENT BY AUDIT COMMITTEE

The Audit Committee having considered all aspects of the RRPT, is of the view that the RRPT is:

- (a) in the best interest of the Carlsberg group;
- (b) fair, reasonable and on normal commercial terms; and
- (c) not detrimental to the interests of the minority shareholders of the Company.

7. STATEMENT BY BOARD OF DIRECTORS

The Board of Directors, having considered all aspects of the RRPT, is of the view that the RRPT is in the best interest of the Carlsberg group, fair, reasonable and on normal commercial terms and is not detrimental to the interests of the minority shareholders of the Company.

8. APPROVAL REQUIRED

The RRPT is not subject to the approval of the shareholders of the Company.

This announcement is dated 21 September 2021.