

**THIS CIRCULAR IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.**

If you are in any doubt about the course of action to be taken, you should consult your Stockbroker, Bank Manager, Solicitor, Accountant or other professional advisers immediately.

Bursa Malaysia Securities Berhad ("**Bursa Securities**") has only perused the contents of the proposed new shareholders mandate for recurrent related party transactions of a revenue or trading nature on a limited review basis pursuant to the provisions of Practice Note 18 of Bursa Securities Main Market Listing Requirements. Bursa Securities has not perused contents of the proposed renewal of the existing shareholders' mandate of this Circular prior to its issuance as they are prescribed as exempt documents pursuant to Practice Note 18 of Bursa Securities Main Market Listing Requirement. Bursa Securities takes no responsibility for the contents of this Circular, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this Circular.

SHAREHOLDERS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE PROPOSAL AS SET OUT THEREIN



**HARBOUR-LINK GROUP BERHAD**

(Registration No. 200201025239 (592902-D))  
(Incorporated in Malaysia)

**CIRCULAR TO SHAREHOLDERS IN RELATION TO THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE AND PROPOSED NEW SHAREHOLDERS' MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE**

The above proposal will be tabled as Special Business at the Company's Twenty-First Annual General Meeting ("**AGM**"). The Notice of the Twenty-First AGM which will be conducted on a virtual basis at the Broadcast Venue at Wisma Harbour, Parkcity Commerce Square, Jalan Tun Ahmad Zaidi, 97000 Bintulu, Sarawak on Monday, 27 November 2023 at 10.00 a.m. as set out in the Annual Report 2023. Shareholders are advised to refer to the Notice of the Twenty-First AGM and the Form of Proxy, which are enclosed in the Annual Report 2023. The Form of Proxy should be lodged at the registered office of the Company or email to [AGM-support.HLGB@megacorp.com.my](mailto:AGM-support.HLGB@megacorp.com.my) not less than 48 hours before the time stipulated for holding the Twenty-First AGM. The lodgement of the Form of Proxy will not preclude you from attending and voting at the meeting should you subsequently wish to do so.

Last date and time for lodging the Form of Proxy	: Saturday, 25 November 2023 at 10.00 a.m.
Date and time of the Twenty-First AGM	: Monday, 27 November 2023 at 10.00 a.m.

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## DEFINITIONS

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For the purpose of this Circular, except where the context otherwise requires, the following definitions shall apply:-

- |                                    |   |
|------------------------------------|---|
| <b>Act</b>                         | - Companies Act, 2016 and any amendments made thereto from time to time   |
| <b>AGM</b>                         | - Annual General Meeting  |
| <b>Board</b>                       | - The Board of Directors of Harbour-Link  |
| <b>Bursa Securities</b>            | - Bursa Malaysia Securities Berhad, Registration No. 200301033577 (635998-W)  |
| <b>Code</b>                        | - Malaysian Code on Take-Overs and Mergers 2016 as amended from time to time and any re-enactment thereof   |
| <b>CMSA</b>                        | - Capital Markets and Services Act, 2007, as amended, supplemented or modified from time to time  |
| <b>Directors</b>                   | - Shall have the same meaning given in Section 2(1) of the CMSA, includes any person who is or was within the preceding 6 months of the date on which the terms of the Recurrent Transactions were agreed upon, a director or a chief executive of Harbour-Link, its subsidiary or holding Company  |
| <b>EPS</b>                         | - Earnings Per Share  |
| <b>FYE</b>                         | - Financial year ended 30 June 2023   |
| <b>Harbour-Link or Company</b>     | - Harbour-Link Group Berhad, Registration No. 200201025239 (592902-D)   |
| <b>Harbour-Link Group or Group</b> | - Harbour-Link and its subsidiaries collectively  |
| <b>Listing Requirements</b>        | - Main Market Listing Requirements of Bursa Securities  |
| <b>LPD</b>                         | - 29 September 2023, being the last practicable date prior to the printing of this Circular.  |
| <b>Major Shareholders</b>          | - A person who has an interest or interests in one or more voting shares in the Company and the number or the aggregate number of those shares, is:<br><br>a) 10% or more of the total number of voting shares in the Company; or<br>b) 5% or more of the total number of voting shares in the Company where such person is the largest shareholder of the Company. |

For the purpose of this definition, “interest” shall have the meaning of “interest in shares” given in Section 8 of the Act. A major shareholder includes any person who is or was within the preceding six (6) months of the date on which the terms of the transaction were upon, a major shareholder of Harbour-Link or any other company which is its subsidiary or holding company.

<b>NA</b>	- Net asset
<b>Person(s) Connected</b>	- Shall have the same meaning given in Chapter 1, paragraph 1.01 of the Listing Requirements.
<b>Proposed Shareholders' Mandate</b>	- Proposed renewal of shareholders' mandate and proposed new shareholders' mandate for Harbour-Link Group to enter into Recurrent Transactions in the ordinary course of business
<b>Recurrent Transactions</b>	- Recurrent related party transactions of a revenue or trading nature with a Related Party which are necessary for the day-to-day operations of the Group in the ordinary course of the Group's business
<b>Related Party(ies)</b>	- A Director, Major Shareholder or Person Connected with such Director or Major Shareholder
<b>RM</b>	- Ringgit Malaysia
<b>Shares</b>	- Ordinary share(s) in Harbour-Link

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**TABLE OF CONTENTS**

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**CIRCULAR TO SHAREHOLDERS IN RELATION TO THE PROPOSED SHAREHOLDERS' MANDATE**

1.	INTRODUCTION	1
2.	DETAILS OF THE PROPOSED SHAREHOLDERS' MANDATE	2
3.	RATIONALE OF THE PROPOSED SHAREHOLDERS' MANDATE	21
4.	FINANCIAL EFFECTS OF THE PROPOSED SHAREHOLDERS' MANDATE	22
5.	APPROVAL REQUIRED	22
6.	DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS	22
7.	DIRECTORS' RECOMMENDATION	23
8.	AGM	23
9.	FURTHER INFORMATION	24

**CIRCULAR TO SHAREHOLDERS IN RELATION TO THE  
PROPOSED SHAREHOLDERS' MANDATE**

# HARBOUR-LINK GROUP BERHAD

(Registration No. 200201025239 (592902-D))  
(Incorporated in Malaysia)

## Registered Office:

Wisma Harbour  
Parkcity Commerce Square  
Jalan Tun Ahmad Zaidi  
97000 Bintulu, Sarawak

27 October 2023

## Directors

Dato Yong Piaw Soon (*Chairman and Group Managing Director*)

Wong Siong Seh (*Executive Director*)

Dato' Toh Guan Seng (*Executive Director*)

Datuk Pau Chiong Ung (*Independent Non-Executive Director*)

Bin Lay Thiam (*Independent Non-Executive Director*)

Khoi Hoay Ling (*Independent Non-Executive Director*)

To: The Shareholders of **Harbour-Link**

Dear Sir/Madam,

## PROPOSED SHAREHOLDERS' MANDATE

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### 1. INTRODUCTION

The Company had at the Twentieth AGM held on 28 November 2022 obtained approval from its shareholders for the Company and its subsidiaries to enter into Recurrent Transactions. Such approval shall continue to be in full force until the conclusion of the forthcoming Twenty-First AGM unless authority for its renewal is obtained from the shareholders of the Company at the Twenty-First AGM.

On 29 September 2023, the Company announced to Bursa Securities that the Board proposes to seek its shareholders' approval on the Proposed Shareholders' Mandate at the forthcoming Twenty-First AGM.

This Circular has been prepared to provide you with details of the Proposed Shareholders' Mandate and to seek your approval for the Proposed Shareholders' Mandate as contained in the resolution to be tabled at the forthcoming Twenty-First AGM.

## 2. DETAILS OF THE PROPOSED SHAREHOLDERS' MANDATE

### 2.1 Introduction

Paragraph 10.09 of the Listing Requirements stipulates that a listed issuer may seek shareholders' mandate in respect of recurrent related party transactions of a revenue or trading nature which are necessary for the day-to-day operations of the listed issuer and its subsidiaries and are in the ordinary course of business and on terms not more favourable to the related party than those generally available to the public. Where a listed issuer has obtained such a mandate, the requirements of paragraph 10.08 of the Listing Requirements shall not apply to the recurrent related party transactions, which are comprised in the mandate. This means, during the period of validity of the mandate, the obligation to make immediate disclosure, as well as the obligation to procure shareholders' approval shall not apply to the recurrent related party transactions, which are comprised in the mandate.

The Board therefore proposes to seek a mandate from the shareholders of the Company to enable the Group to enter into recurrent related party transactions without the necessity of making the otherwise required announcement and approval.

The Proposed Shareholders' Mandate will, if approved by the shareholders at the forthcoming Twenty-First AGM, apply in respect of the Recurrent Transactions to be entered into as set out in Section 2.3 of this Circular and shall take effect from the date of the forthcoming Twenty-First AGM, and shall continue to be in force until:-

- i) the conclusion of the next AGM of the Company following the forthcoming Twenty-First AGM, at which the ordinary resolution for the Proposed Shareholders' Mandate is passed, at which time it will lapse, unless by a resolution passed at the meeting, the Proposed Shareholders' Mandate authority is renewed;
- ii) the expiration of the period within which the next AGM after the date it is required to be held pursuant to Section 340(2) of the Act (but shall not extend to such extension as may be allowed pursuant to Section 340(4) of the Act); or
- iii) revoked or varied by resolution passed by the shareholders in general meeting,

whichever is earlier.

Thereafter, approval from the shareholders for renewal of the mandate will be sought at each subsequent AGM of the Company.

## 2.2 The Proposed Shareholders' Mandate

The Company is principally an investment holding company. The principal activities of its subsidiaries are as follows :-

<b>Name of Company (Incorporated in Malaysia)</b>	<b>Effective interest (%)</b>	<b>Principal Activities</b>
Harbour-Link (M) Sdn. Bhd. ("HLM")	100%	Management services and investment holding
Harbour Agencies (Sarawak) Sdn. Bhd. ("HAS")	100%	Shipping and forwarding
Eastern Soldar Engineering & Construction Sdn. Bhd. ("ESEC")	100%	Investment holding, multi-discipline engineering and procurement
Harbour-Link Navigation Sdn. Bhd. ("HLN")	100%	Investment Holding
Harbour-Link Lines Sdn. Bhd. ("HLLines")	85%	Container, shipping & agency services
HLG Resources Sdn. Bhd. ("HLG Resources")	100%	Investment holding, trading, machinery sale, services & rental
HLG Petroleum Sdn. Bhd.	100%	Investment holding and container, shipping & agency services
Harbour Hornbill Sdn. Bhd.	85%	Ship owning and ship operator services
Harbour Ivory Sdn. Bhd.	80%	Ship owning and ship operator services
Arcadia Properties Sdn. Bhd. ("APSB")	51%	Investment holding and property development
<b>Subsidiaries of HLM</b>		
HLG Engineering Sdn. Bhd. ("HLGE")	100%	Consultancy services and provision of engineering works
Harbour Services Corporation Sdn. Bhd. ("HSC")	100%	Freight forwarding, transportation & material handling.
Harbour-Link Logistics Sdn. Bhd. ("HLL")	100%	Equipment, hiring and transportation work
Harbour Services Sdn. Bhd.	47%	Forwarding and shipping agencies
Harbour Services (Miri) Sdn. Bhd.	100%	Dormant



<b>Name of Company (Incorporated in Malaysia)</b>	<b>Effective interest (%)</b>	<b>Principal Activities</b>
Harbour-Link Leasing Sdn. Bhd.	100%	Leasing
Best Success Bonded Store Supply Sdn. Bhd.	60%	Provision of storage facilities
HLM Machinery Sdn Bhd (formerly known as Serimaju Konsortium Sdn. Bhd.)	100%	Selling of construction engineering machineries, heavy lifting machineries, common equipment, mechanical and electrical equipment products.
Harbour-Link Forwarders Sdn. Bhd.	70%	Dormant
Harbour Global Forwarders Sdn. Bhd. ("HGF")	70%	Provision of freight forwarding and logistics services.
<b>Subsidiary of HAS</b>		
Harbour Agencies (Sabah) Sdn. Bhd.	100%	Shipping and forwarding
Union Star Shipping Pte. Ltd.	100%	Shipping agencies
A.T. Dunia (Btu) Sdn. Bhd.	100%	Forwarding and transportation
Harbour Agencies Sdn. Bhd.	100%	Shipping
<b>Subsidiaries of ESEC</b>		
ESE Energy Sdn. Bhd.	100%	Civil engineering and ancillary works
Eastern Soldar (Singapore) Pte. Ltd. (Incorporate in Singapore)	100%	Provision of civil, mechanical and engineering works, construction and procurement
<b>Subsidiaries of HLN</b>		
Harbour Eagle Sdn. Bhd.	100%	Ship owing and ship management
Harbour Challenger Sdn. Bhd.	100%	Ship owing and ship management
Satun Shipping Sdn. Bhd.	100%	Ship owing and ship management
Harbour Gemini Sdn. Bhd.	100%	Dormant
Harbour Services (Kuching) Sdn. Bhd.	100%	Ship owing and ship management
Harbour Agencies (Sibu) Sdn. Bhd. ("HASibu)	100%	Ship owing and ship management
Harbour Xtra Sdn. Bhd.	100%	Ship owing and ship management
Harbour-Link Marine Services Sdn. Bhd.	100%	Ship management and consultancy services
Navasco Shipping Sdn. Bhd.	100%	Ship owning and ship management
Harbour-Link Shipping Sdn. Bhd.	85%	Ship owing and ship management
Harbour Zenith Sdn. Bhd.	85%	Ship owing and ship management
Harbour Ruby Sdn. Bhd.	85%	Ship owing and ship management

<b>Name of Company (Incorporated in Malaysia)</b>	<b>Effective interest (%)</b>	<b>Principal Activities</b>
AM Lines Sdn. Bhd.	85%	Ship owning and ship management
Harbour Frida Sdn. Bhd.	85%	Ship owning and ship management
<b>Subsidiary of APSB</b>		
Sarawak Edible Oils Sdn. Bhd. (“SEO”)	100%	Property Developer
<b>Subsidiary of HLLogistics</b>		
Siong Jaya Sdn. Bhd.	100%	Ceased operation
<b>Subsidiaries of HLLines</b>		
Harbour-Link Lines (JB) Sdn. Bhd.	90%	Port agent, ship operator and provision of freight and marine services
Harbour-Link Lines (Kch) Sdn. Bhd.	100%	
Harbour-Link Lines (KK) Sdn. Bhd.	100%	
Harbour-Link Lines (PK) Sdn. Bhd.	60%	
Harbour-Link Lines (Singapore) Pte Ltd	100%	
Harbour-Link Lines Limited	100%	
Harbour-Link Lines (B) Sdn. Bhd.	55%	
Harbour Jupiter Sdn. Bhd.	100%	

<b>Name of Company (Incorporated in Malaysia)</b>	<b>Effective interest (%)</b>	<b>Principal Activities</b>
<b>Subsidiary of HLG Resources</b>		
HLG Equipment Sdn. Bhd ("HLGEQ")	80%	Provision of port related services
Harbour-Link Trading Pte. Ltd.	100%	General importer, exporter, traders and commission agents.
<b>Subsidiary of HLG Equipment Sdn. Bhd.</b>		
HLG Equipment (B) Sdn. Bhd.	99%	Provision of port related services
<b>Subsidiary of HLG Petroleum</b>		
Advance Mariner Lines Sdn Bhd.	54.79%	Port agent, ship operator and provision of freight and marine services
<b>Subsidiary of Advance Mariner Lines</b>		
AML Shipping Sdn. Bhd.	100%	Port agent, ship operator and provision of freight and marine services
AML Shipping (Singapore) Pte. Ltd.	100%	Port agent, ship operator and provision of freight and marine services
AML Shipping (Sabah) Sdn. Bhd.	51%	Port agent, ship operator and provision of freight and marine services
<b>Associates of Harbour-Link Group Bhd</b>		
ECL (Malaysia) Sdn. Bhd. ("ECL")	19%	Shipping and related services
Smart Shipping Sdn. Bhd.	40%	Shipping and related services
T & T Forwarding Sdn. Bhd.	49%	Forwarding and transportation
Harbour-Link Logistics (S) Sdn. Bhd.	30%	Provision of transportation services and equipment rental.
<b>Subsidiary of ECL</b>		
HKK Jaya Sdn. Bhd.	25%	Ship owing and ship operator services
Poseidon Autoliners Sdn Bhd	25%	Ship owing and ship operator services
<b>Joint Venture</b>		
A&H Project Services Sdn. Bhd.	50%	Transportation and crane renting

**2.3 (i) Details of the Recurrent Transactions**

The Recurrent Transactions which are covered by the Proposed Shareholders' Mandate are set out in the table below: -

No.	Subsidiaries of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected In Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)	Estimated value disclosed in the preceding year's circular (RM'000)	Actual value transacted from the previous AGM up to LPD (RM'000)
1.	HLGE, HLL, HSC, HSSB, SERIMAJU, HLGEQ	Sri-Minah Enterprise Sdn. Bhd. (" <b>SME</b> ")	<ul style="list-style-type: none"> <li>o Sale of spare parts for vehicles and equipment to the Group.</li> <li>o Rental of equipment to the Group</li> <li>o Rental payable by <b>HSC/HLL</b> at RM70,000 per month for renting of warehouse and open shed and yard at Lot 609 &amp; Lot 610 for 11,730 sq metres (inclusive of security services) at Block 20 Kemena Land District, Bintulu, Sarawak</li> </ul> <p>Tenure of the rental agreement is for a period of 2 year commencing from 1 January 2023 and expiring on 31 December 2024 and renewable thereafter.</p> <ul style="list-style-type: none"> <li>o Sales of transport service to the Group</li> <li>o Sale of transport services by the Group</li> </ul>	Interested Director & Major Shareholder: -  Dato Yong Piaw Soon is the major shareholder in Herdsen Corporation Sdn. Bhd. (" <b>HC</b> ") which is the holding company of SME.	250  200  840	250  200  840	12  30  733
					80	80	-
					30	30	-

No.	Subsidiaries of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected In Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)	Estimated value disclosed in the preceding year's circular (RM'000)	Actual value transacted from the previous AGM up to LPD (RM'000)
			<ul style="list-style-type: none"> <li>o Rental payable by <b>HSSB</b> at RM9,690 per month for renting of warehouse at Lot 609 for 1,140 sq metres (inclusive of security services) at Block 20 Kemena Land District, Bintulu, Sarawak.</li> <li>Tenure of the rental agreement is for a period of 2 year commencing from 1 January 2023 and expiring on 31 March 2025 and renewable thereafter.</li> <li>o Sales of spares and lubricant by the Group</li> </ul>		150	110	134(i)
					50	50	-

No.	Subsidiaries Companies of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected In Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)	Estimated value disclosed in the preceding year's circular (RM'000)	Actual value transacted from the previous AGM up to LPD (RM'000)
2.	HLL, HSC, HAS, HLGE and HLM	Marup Quarry Sdn Bhd ("MQ")	<ul style="list-style-type: none"> <li>o Rental of equipment to the Group</li> <li>o Sale of transport services by the Group</li> <li>o Sale of forwarding, shipping and agency services by the Group</li> <li>o Sale of Equipment by the Group.</li> <li>o Sale of spare parts and lubricants for vehicles and equipment to the Group.</li> <li>o Sales of spare parts and lubricants by the Group.</li> </ul>	Interested Director & Major Shareholder:-  Dato Yong Piaw Soon is the major shareholder in HC. Which is the holding company of MQ.	50 50 100 - 100 100	50 50 100 1,000 100 100	4 1 - - - 3
3.	HLL, HSC, HAS and HLGE	Herdson Sago Industrial Sdn. Bhd. ("HSI")	<ul style="list-style-type: none"> <li>o Sale of shipping and agency services by the Group</li> <li>o Provision of forwarding and transport services by the Group</li> <li>o Sales of spare parts to the Group</li> </ul>	Interested Director & Major Shareholder:-  Dato Yong Piaw Soon is the major shareholder in HC which is the holding company of HSI	100 100 100	100 100 100	- 55 -

No	Subsidiaries of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected In Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)	Estimated value disclosed in the preceding year's circular (RM'000)	Actual value transacted from the previous AGM up to LPD (RM'000)
4.	HLL, HSC, HLGE, Serimaju, SEO, HLGEQ and HLM	Herdson Quarry Sdn. Bhd. ("HQ")	<ul style="list-style-type: none"> <li>o Provision of forwarding and transport services by the Group</li> <li>o Rental of equipment to the Group</li> <li>o Sales of quarry and spare parts for the upgrading of Property to the Group at Lot No. 147, Kemena Land District at Samalaju Industrial Park, Bintulu, Sarawak, Malaysia,</li> <li>o Provision of land-based transportation to the Group</li> <li>o Provision of equipment rental service by the Group.</li> <li>o Sale of Equipment by the Group.</li> <li>o Sale of spare parts by the Group.</li> <li>o Sale of spare parts and lubricants for vehicles and equipment to the Group.</li> </ul>	Interested Director & Major Shareholder:-  Dato Yong Piau Soon is the major shareholder in HC which is the holding company of HQ.	500  50 100  2,000 1,000 1,000 500 100	500  50 100  2,000 1,000 1,500 500 100	380  18 -  - - 265 489 -

No.	Subsidiaries Companies of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected in Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)	Estimated value disclosed in the preceding year's circular (RM'000)	Actual value transacted from the previous AGM up to LPD (RM'000)
5.	SEO, HLL, HSC, HLGE, HLGEQ & Serimaju	Herdson Corporation Sdn. Bhd. ("HC")	<ul style="list-style-type: none"> <li>o Provision of equipment rental service by the Group</li> <li>o Provision of forwarding and transport services by the Group</li> <li>o Provision of engineering works by HLGE</li> <li>o Provision of equipment rental and transportation services to the Group.</li> <li>o Sales of spare parts and lubricants to the Group.</li> </ul>	<p>Interested Director &amp; Major Shareholder: -</p> <p>Dato Yong Piaw Soon holds approximately 61% equity interest in HC.</p>	100  100  500 50 50	100  100  1,000 50 50	-  -  1  -  -
6.	HLL and HAS	Ricardon Sdn. Bhd. ("RSB")	<ul style="list-style-type: none"> <li>o Sale of transport services to the Group</li> </ul>	Interested Director & Major Shareholder:-  Dato Yong Piaw Soon, Wong Siong Seh, Lee Seng Chiong and Hii Kwong Wui are the shareholders in RSB.	10	40	-



No.	Subsidiaries of Harbour-Link Companies	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected in Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)	Estimated value disclosed in the preceding year's circular (RM'000)	Actual value transacted from the previous AGM up to LPD (RM'000)
7.	HSC and HSSB  HLL	Azam Teroka Sdn. Bhd. ("AT")	<ul style="list-style-type: none"> <li>o Provision of forwarding and transport services by the Group</li> <li>o Provision of handling and transportation of chemical to the Group</li> <li>o Rental payable by Harbour Services Corporation Sdn. Bhd. at RM5,000 per month for renting of warehouse space at Lot 660 (Lot 566), Block 4, Muara Tebas Land District, Jalan Bako, Kuching.</li> <li>o Tenure of the above rental agreement commencing from 1 January 2023 and expiring on 31 December 2024 and renewable thereafter.</li> <li>o Provision of handling and transportation of chemical to the Group.</li> </ul>	Interested Director & Major Shareholder:-  Dato Yong Piaw Soon is the major shareholder in HC which is the holding company of AT.  Interested Director & Major Shareholder: -  Dato Yong Piaw Soon is the major shareholder in HC which is the holding company of AT.	300  1,000  60	300  1,000  59	61  72  34
					300	300	-

No.	Subsidiaries of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected In Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)	Estimated value disclosed in the preceding year's circular (RM'000)	Actual value transacted from the previous AGM up to LPD (RM'000)
8.	HLMS	Lee Yeong Shing	<ul style="list-style-type: none"> <li>o Rental payable by Harbour-Link Marine Services Sdn Bhd at RM1,600 00 per month for renting of staff quarters at Sublot 19, Loong Stutong 14 of Parent lot 389, Jalan Stutong, 93350 Kuching, Sarawak</li> </ul> <p>Tenure of the above rental agreement is for a period of 2 years commencing from 1 October 2022 and expiring on 30 September 2024 and renewable thereafter.</p>	Interested Director & Major Shareholder  Lee Seng Chiong is a person connected to Lee Yeong Shing.	22	22	21

No.	Subsidiaries Companies of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected In Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)	Estimated value disclosed in the preceding year's circular (RM'000)	Actual value transacted from the previous AGM up to LPD (RM'000)
9.	HSC, HAS & HLL	Magna Goldenway Sdn. Bhd. ("MGSB")	<ul style="list-style-type: none"> <li>o Provision of equipment rental service to the Group</li> <li>o Rental payable by HAS at RM100 per month for Lot 1684, Block 11, Seduan Land District, Sibul. Tenure of the rental agreement is for a period of 3 year commencing from 1 September 2023 and expiring on 31 August 2026 and renewable thereafter.</li> <li>o Provision of forwarding and spare parts by Group</li> </ul>	Interested Director & Major Shareholder:-  Yong Leong Hua is the major shareholder of MGSB and Yong Leong Hua is the son of Dato Yong Piaw Soon	2,000  2	2,000  2	960  1
10.	HLL & HGF	YC Freight Sdn. Bhd	<ul style="list-style-type: none"> <li>o Provision of forwarding and transport services by the Group.</li> </ul>	Interested Director & Major Shareholder:-  Yong Leong Hua is the major shareholder of YC Freight Sdn. Bhd and Yong Leong Hua is the son of Dato Yong Piaw Soon	350	300	286
					30	30	-

No.	Subsidiaries Companies of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected In Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)	Estimated value disclosed in the preceding year's circular (RM'000)	Actual value transacted from the previous AGM up to LPD (RM'000)
11.	HLL, HGF & HSC  HLGEQ	YC Logistics Sdn. Bhd. ("YCLSB")  YCLSB	<ul style="list-style-type: none"> <li>o Sales of transport service to the Group.</li> <li>o Sales of spares and lubricant by the Group</li> <li>o Provision of forwarding and spare parts by Group</li> <li>o Provision of transport services and haulage to the Group</li> </ul>	Interested Director & Major Shareholder:-  Dato Yong Piaw Soon holds approximately 80% equity interest in YCLSB.	9,000  500 3,000 500	7,000  500 5,000 500	5,808  - 364 -
12.	HLL, HSC, HAS, HAS(Sabah), HLLines & HLM	Harbour-Link Logistics (S) Sdn. Bhd. ("HLL(S)")	<ul style="list-style-type: none"> <li>o Provision of transport services and haulage to the Group</li> <li>o Provision of equipment rental service by the Group</li> <li>o Rental payable by HLL(S) at RM1,000 per month for Parking Depot at Lot 19, Industrial Zone 4, Kota Kinabalu Industrial Park, Jalan Sepangar, 88460 Kota Kinabalu, Sabah.</li> <li>o Tenure of the rental agreement is for a period of 3 years commencing from 15 February 2023 and expiring on 14 February 2026 and renewable thereafter.</li> </ul>	Interested Director & Major Shareholder: -  Wong Siau Chiin is the major shareholder of HLL(S) and Wong Siau Chiin is the daughter-in-law of Dato Yong Piaw Soon	2,000  100 12	2,000  100 12	635  - 12

No.	Subsidiaries Companies of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected in Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)	Estimated value disclosed in the preceding year's circular (RM'000)	Actual value transacted from the previous AGM up to LPD (RM'000)
			<ul style="list-style-type: none"> <li>o Rental payable by HLL(S) at RM1,000 per month for Parking Depot at Lot 4010, Block 26, Kemena Land District, Bintulu, Sarawak.</li> <li>Tenure of the rental agreement is for a period of 2 years commencing from 1 May 2023 and expiring on 30 April 2025 and renewable thereafter.</li> </ul>		12	12	12

\* The next AGM is expected to be held by November 2024.

- i) The Actual Value has exceeded the Estimated Value due to electricity and water charges was not included in the rental. The amount is reimbursement basis.

(ii) Proposed New Shareholders' Mandate

No.	Subsidiaries Companies of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected In Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)
1.	HLGE	Herdsen Quarry Sdn Bhd ("HQ")	<ul style="list-style-type: none"> <li>o Engineering Works on ad hoc basis by HLGE to HQ</li> </ul>	Interested Director & Major Shareholder:-  Dato Yong Piau Soon is the major shareholder in HC which is the holding company of HQ.	500
2.	HASibu	Magna Goldenway Sdn. Bhd. ("MGSB")	<ul style="list-style-type: none"> <li>o Rental payable by HASibu at RM200 per month for Office at No. 43, 1st Floor of Lot 2553, Jalan Mahsuri, off Jalan Pedada, 96000 Sibul</li> <li>o Tenure of the rental agreement is for a period of 3 year commencing from 1 September 2023 and expiring on 31 August 2026 and renewable thereafter.</li> </ul>	Interested Director & Major Shareholder:-  Yong Leong Hua is the major shareholder of MGSB and Yong Leong Hua is the son of Dato Yong Piau Soon	3
3.	HSC	YC Freight Sdn. Bhd.	<ul style="list-style-type: none"> <li>o Provision of forwarding and spare parts by Group</li> </ul>	Interested Director & Major Shareholder:-  Yong Leong Hua is the major shareholder of YC Freight Sdn. Bhd. and Yong Leong Hua is the son of Dato Tong Piau Soon	100

No.	Subsidiaries Companies of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected In Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)
4.	HSC	Harbour-Link Logistics (S) Sdn. Bhd. (" <b>HLL(S)</b> ")	<ul style="list-style-type: none"> <li>o Rental payable by HLL(S) at RM100 per month for Office at UO185, Unit 03-02, 3<sup>rd</sup> Floor, No.5, Jalan Merdeka, 87000 Wilayah Persekutuan, Labuan.</li> <li>Tenure of the rental agreement is for a period of 1 year commencing from 1 February 2023 and expiring on 31 January 2024 and renewable thereafter.</li> <li>o Rental payable by HLL(S) at RM200 per month for Parking Depot at Plot 4 of PN 10827, Lot 30117 of PN 1231, Lot 7032, , 87000 Wilayah Persekutuan, Labuan.</li> <li>Tenure of the rental agreement is for a period of 1 year commencing from 1 February 2023 and expiring on 31 January 2024 and renewable thereafter.</li> </ul>	<p>Interested Director &amp; Major Shareholder:-</p> <p>Wong Siau Chiin is the major shareholder of HLL(S) and Wong Siau Chiin is the daughter-in-law of Dato Yong Piau Soon</p>	<p>1.2</p> <p>2.4</p>

No.	Subsidiaries Companies of Harbour-Link	Name of Related Party	Nature of Transaction	Names of Interested Directors(s) / Major Shareholder(s) / Person(s) Connected In Harbour-Link	Estimated value for the period from this AGM to the next AGM* (RM'000)
5.	HLL, HSC, HAS & SEO	Harbour-Link Agencies Sdn Bhd. ("HLA")	<ul style="list-style-type: none"> <li>○ Provision of spare parts and maintenance services to the Group</li> <li>○ Rental payable by HLA at RM100 per month for Office at UO185, Unit 03-02, 3<sup>rd</sup> Floor, No.5, Jalan Merdeka, 87000 Wilayah Persekutuan, Labuan.</li> <li>○ Tenure of the rental agreement is for a period of 1 year commencing from 1 January 2023 and expiring on 31 December 2023 and renewable thereafter.</li> <li>○ Rental payable by HLA at RM200 per month for Office at Lot 19, Industrial Zone 4, Kota Kinabalu Industrial Park, Jalan Sepangar, 88460 Kota Kinabalu, Sabah.</li> <li>○ Tenure of the rental agreement is for a period of 3 years commencing from 1 June 2023 and expiring on 31 May 2026 and renewable thereafter.</li> <li>○ Rental payable by HLA at RM4,000 per month for Office at Two-Storey Semi Detached Industrial Building at No.4 (Lot 2701), Phase 2, Kidurong Gateway, Block 20, 97000 Bintulu, Sarawak.</li> <li>○ Tenure of the rental agreement is for a period of 3 years commencing from 1 April 2023 and expiring on 31 March 2026 and renewable thereafter.</li> </ul>	<p>Interested Director &amp; Major Shareholder:-</p> <p>Wong Siau Chiin is the major shareholder of HLA and Wong Siau Chiin is the daughter-in-law of Dato Yong Piaw Soon</p>	<p>100</p> <p>1.2</p> <p>2.4</p> <p>48</p>



## 2.4 Review Procedures for the Recurrent Transactions

There are procedures and guidelines established by the Group to ensure that the Recurrent Transactions are undertaken on an arm's length basis and on the Group's normal commercial terms and on transaction prices and on terms not more favourable to the Related Parties than those generally available to the public and are not to the detriment of the minority shareholders.

The review and disclosure procedures shall include the following:

- i) a list of Related Parties will be circulated within the Group and at the same time, the Related Parties, interested directors and persons connected shall be notified that they are subject to the Proposed Shareholders' Mandate and all Recurrent Transactions are required to be undertaken on an arm's length basis and on the Group's normal commercial terms;
- ii) records of related party transactions will be maintained by the Group to capture all Recurrent Transactions which are entered into pursuant to the Proposed Shareholders' Mandate and will be made available to the external auditors and Audit and Risk Management Committee for their review;
- iii) the Board and the Audit and Risk Management Committee shall have overall responsibility for the determination of the review procedures with authority to delegate to individuals or committees within the Group as they deem appropriate. The annual internal audit plan shall incorporate a review of Recurrent Transactions which will be entered into pursuant to the Proposed Shareholders' Mandate to ensure that relevant approvals have been obtained and review procedures in respect of such transactions are adhered to. The Audit and Risk Management Committee will review the internal audit report at least on a quarterly basis to ascertain that the guidelines and procedures established to monitor Recurrent Transactions have been complied with;
- iv) terms of the Recurrent Transactions relating to the price or sales/distributions margins shall not be subject to the substantial change during the period that the Proposed Shareholders' Mandate is in force. Where such change is deemed necessary, the management shall review that the new terms are consistent with a transaction conducted at arms' length and on normal commercial terms consistent with the Group's usual business practices and policies and will not be prejudicial to the shareholders. The management shall also review that the new terms are not more favourable to the Related Parties than those generally available to the public and are not to the detriment of the minority shareholders;
- v) the Company did not seek for price comparison on the services as the Company's Management will rely on their market knowledge of the prevailing industry norms and their usual business practice to ensure that the Recurrent Transactions is not detrimental to the Group. The Recurrent Transactions is on collaboration of business supporting to each other as for the rental, it is based on the prevailing market rate;
- vi) at least 2 other contemporaneous transactions with unrelated third parties for similar products/services and/or quantities will be used as comparison, wherever possible, to determine whether the price and terms offered to/by the related parties are fair and reasonable and comparable to those offered to/by other unrelated third parties for the same or substantially similar type of products/services and/or quantities. In the event that quotation or comparative pricing from unrelated third parties cannot be obtained, the Company's Management will rely on their market knowledge of the prevailing industry norms and their usual business practice to ensure that the Recurrent Transactions is not detrimental to the Group;
- vii) there is no specific threshold for approval of Recurrent Transactions. All Recurrent Transactions are reviewed and authorized by 2 personnel of at least managerial level holding a senior position or director, provided always that such personnel has no interest in the transaction. A listing of all Recurrent Transactions concluded will be tabled to the Audit and Risk Management Committee for review and deliberation. Thereafter, to report to the Board at least on a quarterly basis;

- viii) disclosure will be made in the Company's annual report on the breakdown of the aggregate value of transactions made pursuant to the shareholders' mandate during the financial year and in the annual reports for the subsequent financial year during which a shareholders' mandate is in force, amongst others, based on the following information:
  - a) type of the transactions made; and
  - b) the names of the Related Parties involved in each type of the transactions made and their relationship with the Group; and
- ix) any member of the Audit and Risk Management Committee may, as he deems fit, request for additional information pertaining to recurrent related party transactions from independent sources or advisers.

## **2.5 Amount due and owing by the Related Parties**

As at FYE and LPD, there is no outstanding amount due and owing by the Related Parties which have exceeded the credit term.

## **2.6 Audit and Risk Management Committee Statement**

The Audit and Risk Management Committee has seen and reviewed the guidelines and procedures in Section 2.4 of this Circular and are of the view that the said guidelines and procedures are sufficient to ensure that the Recurrent Transactions are not more favourable to the Related Parties than those generally available to the public and are not to the detriment of the minority shareholders.

The Audit and Risk Management Committee of the Company is also of the view that the Group has in place adequate procedures and processes to monitor, track and identify Recurrent Transactions in a timely and orderly manner. The Audit and Risk Management Committee's review of these procedures and processes will be conducted on a quarterly basis together with the review of quarterly results, or such frequency as the Audit and Risk Management Committee considers appropriate having regard to the value and the frequency of the Related Party Transactions.

## **3. RATIONALE OF THE PROPOSED SHAREHOLDERS' MANDATE**

The Recurrent Transactions entered or to be entered into by the Group with the Related Parties are all in the ordinary course of business. They are recurrent transactions of a revenue or trading nature, which are likely to occur with some degree of frequency and arise at any time and from time to time. These transactions may be constrained by the time-sensitive nature and confidentiality of such transactions, and it may be impractical to seek shareholders' approval on a case to case basis before entering into such related party transactions. Therefore, the Board is seeking an approval from the shareholders for the Proposed Shareholders' Mandate pursuant to Paragraph 10.09 of the Listing Requirements to allow the Group to enter into such Recurrent Transactions made on an arm's length basis and on normal commercial terms.

The Recurrent Transactions of a revenue or trading nature undertaken within the Group are mainly to support its day-to-day operations. The Related Parties are both good customers and reliable suppliers and the transaction prices are determined by way of negotiation in the ordinary course of business and upon normal commercial terms.

The Recurrent Transactions are expected to enhance the Group's business operations via the established relationship between the Group and the Related Parties. Such relationship will also ensure that HLG Group will continue to have support of procurement of goods and services of required quality and likewise, ensuring its products and services meet its customers' requirements.

#### 4. FINANCIAL EFFECTS OF THE PROPOSED SHAREHOLDERS' MANDATE

As the Recurrent Transactions are carried out in the ordinary course of business and on normal commercial terms which are not more favourable to the Related Party than those generally available to the public, the effect of such transactions on the EPS and NA per share of Harbour-Link Group and share capital in Harbour-Link is not expected to be different from similar transactions with a non-related party. Accordingly, the Proposed Shareholders' Mandate is not expected to have any effect on the issued and paid-up share capital of Harbour-Link and NA per share and EPS of the Harbour-Link Group.

#### 5. APPROVAL REQUIRED

The Proposed Shareholders' Mandate is subject to the approval being obtained from the shareholders of Harbour-Link at the forthcoming Twenty-First AGM of the Company.

#### 6. DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS

The Directors and Major Shareholders as named below, are interested in the Proposed Shareholders' Mandate as they are also Directors and/or Major Shareholders of the related companies/businesses as set out in Section 2.3 of this Circular.

These interested Directors (namely Dato Yong Piaw Soon and Wong Siong Seh) have abstained and shall continue to abstain from all deliberations and voting at the Board meetings of the Company pertaining to the relevant Recurrent Transactions contemplated under the Proposed Shareholders' Mandate in which they are deemed interested, and together with the interested Major Shareholders (namely Enricharvest Sdn Bhd and United Joy Sdn Bhd) shall abstain from voting in respect of their direct and indirect shareholdings, deliberating or approving the relevant resolution approving the respective Proposed Shareholders' Mandate in which they are deemed interested, at the forthcoming Twenty-First AGM. The interested Directors and interested Major Shareholders have also undertaken to ensure that Person(s) Connected with them will abstain from voting, deliberating or approving the respective resolution pertaining to the Proposed Shareholders' Mandate in which they are deemed interested, at the forthcoming Twenty-First AGM.

The direct and indirect interests of the aforementioned interested Directors and Major Shareholders in the Company as at LPD are set out below:

	No. of Shares			
	Direct	%	Indirect	%
<b>Name of the interested directors</b>				
Dato Yong Piaw Soon	39,826,599	9.99	212,819,726*	53.40
Wong Siong Seh	22,274,360	5.59	212,819,726*	53.40
<b>Name of the interested major shareholders</b>				
Enricharvest Sdn Bhd	126,258,306	31.68	-	-
United Joy Sdn Bhd	86,561,420	21.72	-	-
<b>Name of Persons Connected</b>				
-	-	-	-	-

Notes :

\* Deemed interest through shareholdings in Enricharvest Sdn Bhd and United Joy Sdn Bhd. by virtue of Section 8 of the Act.

## 7. DIRECTORS' RECOMMENDATION

Having considered the rationale for the abovementioned Shareholders' Mandate, your Board (save for Dato Yong Piaw Soon and Wong Siong Seh who are interested and deemed interested in the Proposed Shareholders' Mandate) are of the opinion that the Proposed Shareholders' Mandate is in the best interest of the shareholders and the Company. Accordingly, they (save for Dato Yong Piaw Soon and Wong Siong Seh who are interested and deemed interested in the Proposed Shareholders' Mandate) recommend that shareholders vote in favour of the resolution pertaining to the Proposed Shareholders' Mandate to be tabled at the forthcoming Twenty-First AGM.

## 8. AGM

The ordinary resolution to approve the Proposed Shareholders' Mandate is set out as Special Business in the Notice of the Twenty-First AGM contained in Harbour-Link's Annual Report for the financial year ended 30 June 2023. The Twenty-First AGM will be conducted on a virtual basis at the Broadcast Venue at Wisma Harbour, Parkcity Commerce Square, Jalan Tun Ahmad Zaidi, 97000 Bintulu, Sarawak on Monday, 27 November 2023 at 10.00 a.m.

In the event that you wish to appoint a proxy to attend and vote on your behalf, you are requested to complete, sign and return the Form of Proxy enclosed in the Company's Annual Report 2023 in accordance with the instructions printed thereon as soon as possible and in any event to reach the Registered Office of the Company or email to [AGM-support.HLGB@megacorp.com.my](mailto:AGM-support.HLGB@megacorp.com.my) not less than 48 hours before the time set for the Twenty-First AGM. The lodging of the Form of Proxy will not preclude you from attending and voting in person at the Twenty-First AGM should you subsequently decide to do so.

## 9. FURTHER INFORMATION

Shareholders are requested to refer to the appendix for further information.

Yours faithfully

For and on behalf of the Board of Directors of  
**HARBOUR-LINK GROUP BERHAD**

**BIN LAY THIAM**

Independent Non-Executive Director

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**FURTHER INFORMATION**

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**1. RESPONSIBILITY STATEMENT**

This Circular has been seen and approved by the Board of Directors of the Company and they collectively and individually accept full responsibility for the accuracy of the information given herein and confirm that after making all reasonable enquiries and taking into account the advice of the management of Harbour-Link and to the best of their knowledge and belief, there are no other facts the omission of which would make any statement herein misleading.

**2. MATERIAL LITIGATION, CLAIMS OR ARBITRATION**

The Company and its subsidiaries are not engaged in any material litigation, claims or arbitration either as plaintiff or defendant which may have material effect on the financial position or business of the Group and the Board is not aware of any proceedings pending or threatened against the Group or of any likely to give rise to any proceedings which may materially and adversely affect the financial position or business of the Group.

**3. MATERIAL CONTRACTS**

Harbour-Link Group has not entered into any material contracts (not being contracts entered into in the ordinary course of business) during the past two (2) years preceding the date of this Circular.

**4. DOCUMENTS AVAILABLE FOR INSPECTION**

Copies of the following documents are available for inspection at the registered office of the Company from Mondays to Fridays (except public holidays) during business hours from the date of this Circular up to and including the date of the forthcoming Twenty-First AGM:-

- i) the Harbour-Link's Constitution; and
- ii) the audited consolidated financial statements of the Harbour-Link Group for the past two (2) financial years ended 30 June 2022 and 30 June 2023.