**ACQUISITION OF 70% EQUITY INTEREST IN NAIM GAMUDA (NAGA) JV SDN. BHD.**

1. **Introduction**

Naim Holdings Berhad (“Naim” or “the Company”) wishes to announce that its wholly-owned subsidiary, Naim Engineering Sdn. Bhd. (Company No. 420203-W) ("NESB") had today acquired seven million (7,000,000) ordinary shares of RM1.00 each representing 70% of the equity interest in NAIM GAMUDA (NAGA) JV SDN. BHD. (Company No.1195225-X) ("NAGA") (*formerly known as Barisan Sehati Sdn. Bhd.*) for a total cash consideration of Ringgit Malaysia: Seven Million Only (RM7,000,000) ("the Acquisition").

1. **Information on NAGA**

NAGA was incorporated on 20th July 2016 under the name Barisan Sehati Sdn. Bhd., and on 18th August 2016 it assumed its present name. The issued and fully paid-up share capital of NAGA are Ringgit Malaysia: Ten Million Only (RM10,000,000). Its principal activity is civil engineering and construction.

1. **Information on NESB**

NESB a wholly owned subsidiary of Naim Holdings Berhad, was incorporated on 20th February 1997 with its issued and fully paid-up share capital of Ringgit Malaysia: Fifty Million and Fifty Thousand Only (RM50,050,000). Its principal activity is civil engineering and building contractor.

1. **Effects of the Acquisition**

The Acquisition will not have any material impact on:

1. the earnings and net assets of Naim Group for the financial year ending 31st December 2016; and
2. the share capital and major shareholders' shareholding of Naim.

1. **Directors' and Major Shareholders' Interests**

None of the directors and/or major shareholders of Naim and/or persons connected to them has any interest, direct or indirect, in the aforesaid Acquisition.

This announcement is dated 18th August 2016.