

RELIANCE PACIFIC BERHAD (“RPB or the Company”)

Disposal of Investment

1.0 Introduction

The Board of Directors of RPB wishes to announce that Culmen Sdn Bhd has entered into a Share Sale Agreement with Ibu Kota Developments Sdn Bhd on 20 June 2014 for the sale of the 39.99% stake, equivalent to 2,728,267 ordinary shares of RM1.00 each in Menara Ampang Sdn Bhd for a total consideration of RM41,515,000.00

2.0 The Proposed Share Sale

To dispose 2,728,267 ordinary shares of RM1.00 each (39.99%) in Menara Ampang Sdn Bhd to Ibu Kota Developments Sdn Bhd (the Purchaser). The sale consideration is based on the financial valuation by the auditors, AljeffriDean.

3.0 Rationale for the Proposed Share Sale

The rationale for the Proposed Share Sale is enable RPB to focus on other development plans which are in line with its business direction.

4.0 Utilisation of Funds

The funds will be utilized to repay bank borrowing and also used as working capital. The time frame for full utilization of proceeds is 6 months.

5.0 Effect of the Proposed Share Sale

The Proposed Share Sale will not have any material effect on the RPB Group’s earning per share, net asset and gearing.

The Proposed Share Sale will not have any material effect on the share capital of RPB and substantial shareholders’ shareholding of the Company.

6.0 Directors and major shareholders interest

None of the directors, major shareholders of RPB and/or persons connected to them has any interest, direct or indirect in the Proposed Share Sale.

7.0 Other Approvals

The Proposed Share Sale is not subject to any other approvals.