GDB HOLDINGS BERHAD ("GDB" OR "THE COMPANY")

EXTENSION OF TIMEFRAME OF THE UTILISATION OF PROCEEDS RAISED FROM THE INITIAL PUBLIC OFFERING ("IPO")

1. INTRODUCTION

We refer to the announcements made by the Company on 21 March 2019, 26 March 2020, 26 March 2021 and 13 March 2023 in relation to the variation and extension of time for the utilisation of proceeds of RM43.75 million raised from the IPO ("**IPO Proceeds**").

The Board of Directors of GDB ("**Board**") wishes to announce that the Board has resolved to extend the timeframe for the use of the remaining IPO Proceeds of RM8.0 million which have been earmarked for the acquisition of land for storage of construction machinery and equipment for a further timeframe of twenty-four (24) months period up to 26 March 2028 ("**Further Extension of Time**").

2. DETAILS OF THE EXTENSION OF TIMEFRAME OF THE UTILISATION OF PROCEEDS

As at the date of this announcement, the Company has utilised RM35.75 million from the total IPO Proceeds as set out in the table below.

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The details of the variation, extension of timeframe and status of utilisation of the IPO proceeds are set out below:

Description of Utilisation	Utilisation of IPO Proceeds					Timeframe from the Listing Date		
	Initial Allocation RM'000	Deviation [a] RM'000	Variation RM'000	Actual Utilisation RM'000	Balance Unutilised RM'000	Initial Intended Timeframe	Previously Revised Timeframe	Further Extension of Time
Capital expenditure:								
- Purchase of new construction machinery and equipment	8,670	-	(6,845)[b]	(1,825)	-	Within 3 years	No change	No change
- Acquisition of a new office building	8,000	-	-	(8,000)	-	Within 3 years	No change	No change
- Acquisition of land for storage	8,000	-	-	-	8,000[d]	Within 1 year	Within 8 years	**Within 10 years**
Working capital:								
- Payment to suppliers and subcontractors	14,900	673	7,525	(23,098)	-	Within 1 year	Within 5 years	No change
- Payment of salaries for new employees (for infrastructure project team) to be based at the head office	680	-	(680)[c]	-	-	Within 1 year	Within 3 years	No change
Estimated listing expenses	3,500	(673)	-	(2,827)	-	Within 3 months	No change	No change
Total	**43,750**	**-**	**-**	**(35,750)**	**8,000**			

Notes:

(a) The actual listing expenses are lower than the estimated amount hence, the excess of RM0.67 million was used for working capital purposes.

(b) RM6.845 million of the RM8.670 million budgeted for the purchase of new construction machinery and equipment has been re-allocated as payment to suppliers and subcontractors.

(c) RM0.68 million as budgeted for the payment of salaries for new employees (for infrastructure project team) to be based at the head office has been re-allocated as payment to suppliers and subcontractors.

(d) Timeframe for utilisation of the RM8.0 million is by 26 March 2028.

3. RATIONALE

The Board has decided to extend the timeframe of the utilisation of proceeds for the acquisition of land for a further twenty-four (24) months from the previous extension of timeframe announced on 13 March 2023. The Company remains committed to acquire a piece of land for storage of its construction machinery and equipment. Whilst the Company has endeavoured its own efforts and sought help from property agents to identify suitable land within Selangor, the Company has yet to be able to source for a suitable site in terms of logistic, pricing and land size that meets the Company's requirement. Hence, additional timeframe is required for securing a proper and suitable piece of land.

4. APPROVALS REQUIRED

The Further Extension of Time of the utilisation of proceeds is not subject to any regulatory authorities and/or Company's shareholders' approval. Nevertheless, the Board shall continue to be vigilant in managing the IPO proceeds and will continue to disclose the status of the utilisation of proceeds in the Company's quarterly results and annual report until it is fully utilised.

The Board is of the opinion that the aforementioned Further Extension of Time for utilisation of the IPO Proceeds will not have any adverse effect on the financial performance of GDB and the decision made is in the best interest of the Company.

This announcement is dated 12 February 2026.