HEXTAR RETAIL BERHAD (“HRB” OR THE “COMPANY”)
- RECURRENT RELATED PARTY TRANSACTION OF A REVENUE OR TRADING NATURE

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 HRB wishes to announce that Craving Hub Sdn. Bhd. (“**CHSB**”), a 51% indirect subsidiary of the Company, has in the ordinary course of business entered into a recurrent related party transaction of a revenue or trading nature (“**RRPT**”) with Sukajaya Solutions Sdn. Bhd. (“**SSSB**”), where Mr. Wong Yew Loong, being one of the Directors of CHSB, is also the director of SSSB and holds a 90% direct interest in SSSB. The aggregate value of the RRPT amounts to RM1 million or more, or exceed 1% of the relevant percentage ratio, whichever is higher, for the period from 3 April 2025 up to 2 April 2026 being the latest practicable date (hereinafter referred to as “**LPD”**).

2. DETAILS OF THE RRPT

Transacting parties	Interested person	Nature of relationship	Nature of transaction	Total Amount of Transaction from 3 April 2025 to 2 April 2026
CHSB	Wong Yew Loong	Wong Yew Loong is a director of CHSB, a 51% indirect subsidiary of HRB. He is also a director of SSSB and holds a 90% direct interest in SSSB.	Purchase of raw materials including food and beverage and other related products.	RM2,577,994.00

<u>Information of SSSB</u>
SSSB was incorporated in Malaysia on 31 March 2015 under the Companies Act, 1965 and deemed incorporated under the Companies Act 2016 as a private limited company. SSSB is principally engaged in business of supply and distribution of various products, including food, beverages, dairy, and confectionery. As at the LPD, the issued share capital of SSSB is RM810,000 comprising 810,000 ordinary shares. The director and shareholders of SSSB as at the LPD are as follows:

Name	No. of shares	Percentage (%)
<u>Director and Shareholder</u>		
Wong Yew Loong	729,000	90.0
<u>Shareholder</u>		
Hoh Shu Yih	81,000	10.0

3. RATIONALE FOR THE RRPT

The RRPT is necessary for the day-to-day operations of the Group to meet its business needs on the best available terms. The RRPT is undertaken in the ordinary course of business, at arm’s length, and on normal commercial terms which are not more favorable to the related parties than those generally available to the public. The RRPT is not detrimental to the interest of the minority shareholders of the Company.

4. FINANCIAL EFFECTS OF THE RRPT

The RRPT will not have any material effect on the net assets per share, gearing, share capital and substantial shareholders' shareholdings of the Company for the financial year ending 31 December 2026.

5. INTEREST OF DIRECTORS' AND MAJOR SHAREHOLDERS AND/OR PERSONS CONNECTED TO THEM

Saved as disclosed in Section 2 above, none of the Directors and/or Major Shareholders of the Company and/or person connected with them have any interest, direct or indirect in the RRPT.

6. STATEMENT BY AUDIT COMMITTEE

The Audit Committee having considered the rationale for the RRPT and all aspects of the RRPT, was of the view that the RRPT is in the best interests of the Group, fair, reasonable and on normal commercial terms and not detrimental to the interests of the minority shareholders.

7. STATEMENT BY THE BOARD OF DIRECTORS

The Board having considered all relevant aspects of the RRPT and is of opinion that the RRPT is in the best interest of the Group, fair, reasonable, on normal commercial terms and is not detrimental to the interest of the minority shareholders of the Company.

8. APPROVAL REQUIRED

As at the LPD, the total applicable percentage ratio is 1.23%. Therefore, no shareholders' approval is required. However, shareholders' mandate will be sought before triggering the percentage ratio of 5% and above.

The announcement is dated 13 April 2026.