

**MICROLINK SOLUTIONS BERHAD (“MSB” OR “COMPANY”)**  
**CO-OPERATION AGREEMENT BETWEEN MSB AND CHINASOFT**  
**INTERNATIONAL TECHNOLOGY SERVICE (HONG KONG) LTD**

**1. INTRODUCTION**

The Board of Directors (“**the Board**”) of MSB is pleased to announce that MSB has on 31 May 2021 entered into a Co-Operation Agreement (“**Agreement**”) with Chinasoft International Technology Service (Hong Kong) Ltd (“**Chinasoft**”) (collectively referred to as the “**Parties**”) for both Parties to co-operate with each other for the purpose of promoting and implementing a number of ICT initiatives including setting up a software/digital factory, a technology innovation/incubation center and software ecosystem solutions (“**ICT Initiatives**”) for potential clients (“**Potential Clients**”) in the ASEAN region.

**2. INFORMATION ON CHINASOFT**

Chinasoft is a company incorporated under the laws of HKSAR and having its registered office at RM B05, 17/F, Tower 1, Grand Century Place (MOKO), 193 Prince Edward Road, West Mongkok, Hong Kong. Chinasoft founded in 2000 and listed on the Hong Kong Stock Exchange in 2003, is a global IT services, business solutions and cloud services provider. With a market capitalisation of HKD29 billion (US\$3.73 billion), it is one of the largest and most influential software service companies in China. With 75,000 employees worldwide, its global presence includes branches in 28 cities in China and a further 18 centres overseas. Over the past 20 years, the company has been serving Fortune 500 enterprises and large- and medium-sized clients, with landmark results achieved in telecommunications, government, manufacturing, finance, public service, energy, and more.

**3. DETAILS OF THE AGREEMENT**

- 3.1 MSB and Chinasoft shall pool their capabilities to collaborate and work together to market the ICT Initiatives to Potential Clients in the ASEAN region.
- 3.2 The Agreement shall commence on 31 May 2021 (“**Commencement Date**”) for a period of 12 months from the Commencement Date and may be renewed for a successive 12 month terms to be mutually agreed upon by the Parties.

**4. RATIONALE FOR THE AGREEMENT**

The Agreement is consistent with MSB’s objective of seeking various strategic alliances for synergistic benefits and the Agreement is expected to pave the way for future collaborations between the MSB Group and Chinasoft. This is also in line with MSB Group’s intention to expand its product sales and market reach overseas via its partners.

## **5. EFFECTS OF THE AGREEMENT**

The Agreement has no effect on the share capital and substantial shareholders' shareholdings of MSB. The Agreement is not expected to have a material effect on the earnings per share, net assets per share and gearing of the MSB Group for the financial year ending 31 March 2022.

## **6. PROSPECTS AND RISK FACTORS**

The Agreement is intended to enable the Parties to combine their skills, expertise, experience and capabilities to collectively market the ICT Initiatives to Potential Clients in the ASEAN region. Barring any unforeseen circumstances, the Agreement is expected to benefit the MSB Group.

The Company does not foresee any exceptional risks other than operational risks associated with the Agreement which are similar to the operational risks that MSB is already accustomed to. Hence, the Board believes that the experience and expertise of its management team will enable the MSB Group to mitigate these risks effectively.

## **7. APPROVALS REQUIRED**

The Agreement does not require the approval of MSB's shareholders or any regulatory authorities. The Agreement is also not conditional upon any corporate proposal/exercise of MSB.

## **8. INTEREST OF DIRECTORS, MAJOR SHAREHOLDERS AND PERSONS CONNECTED WITH THEM**

None of the Directors, major shareholders of MSB and/or persons connected with them has any interest, whether direct and/or indirect, in the Agreement.

## **9. DIRECTORS' STATEMENT**

After having considered all aspects of the Agreement, the Board is of the opinion that the Agreement is in the best interest of the MSB Group.

This announcement is dated 1 June 2021.