VSTECS BERHAD (Registration No: 199501021835)(351038-H)

Lot 3, Jalan Teknologi 3/5, Taman Sains Selangor, Kota Damansara
47810 Petaling Jaya, Selangor, Malaysia.
Tel: 03-6286 8222 Website: www.vstecs.com.my

Press Release

For Immediate Distribution

VSTECS TO MONETISE INVESTMENT IN ISATEC FOR RM48.75 MILLION

KUALA LUMPUR, 1 SEPTEMBER 2026 – VSTECS Berhad ("**VSTECS**", 偉仕佳杰, Stock Code: 5162), Malaysia's leading Information & Communications Technology ("**ICT**") distributor, has announced the proposed disposal of its entire 40% equity interest in ISATEC Sdn Bhd ("**ISATEC**") for a cash consideration of RM48.75 million. Upon completion of the Proposed Disposal, VSTECS will cease to be a shareholder of ISATEC.

The proposed disposal will see Skyform Pte Ltd ("**Skyform**") acquire VSTECS' 40% equity interest in ISATEC, together with a further 35% equity interest from the management shareholders of ISATEC. Upon completion of the proposed disposal, Skyform will hold a 75% equity interest in ISATEC. Skyform specialises in digital and AI transformation services for enterprises across the Asia-Pacific region. Skyform is backed by SeaTown Private Capital Master Fund, a private equity fund managed by SeaTown Holdings International Pte Ltd ("**SeaTown**"). SeaTown is a leading Asia-focused alternative investment firm owned by Seviora Holdings, Temasek's main asset management platform.

Commenting on the proposed disposal, Chief Executive Officer of VSTECS, **Mr. JH Soong <宋昭雄>** said: "This disposal allows VSTECS to monetise our investment in ISATEC and crystallise the value created over the past seven years. Together with the dividends received from ISATEC, we would have realised total cash returns of RM64.97 million, which is equivalent to approximately 3.46 times the original investment cost."

"ISATEC has grown and scaled well over this period, and we are pleased with its performance. Our investment in ISATEC was originally intended to strengthen the Group's ICT Services segment. Since then, we have also built and significantly expanded our in-house ICT Services capabilities, with segment revenue increasing more than tenfold since 2018. We believe the investment has achieved its original strategic objectives, and it is now time to redeploy the capital into our wholly-owned core businesses, which continue to experience robust growth."

“The disposal proceeds will be used primarily as working capital to support the expansion of our core businesses: **ICT Distribution, Enterprise Systems and ICT Services.** Our Enterprise Systems business, in particular, is undertaking increasingly larger projects, including AI-related data centre infrastructure, while longer procurement cycles and higher equipment costs have increased working capital requirements. The additional financial flexibility coming from the disposal proceeds will strengthen our ability to support larger projects while allowing us to respond quickly to new opportunities across AI-infrastructure, cloud computing and enterprise digital transformation”, he added.

The proposed disposal is subject to the fulfilment of the conditions set out in the share purchase agreement and is expected to be completed by the first quarter of 2027.

*** END ***

ABOUT VSTECS BERHAD

VSTECS Berhad (“VSTECS”) and its subsidiaries are a leading distribution hub for Information & Communications Technology (“ICT”) products and enterprise systems and provide ICT support and technical services in Malaysia. Listed on the Main Market of Bursa Malaysia Securities Berhad, VSTECS is an associate company of VSTECS Holdings (Singapore) Limited, which is in turn held by VSTECS Holdings Limited, a company listed on the Hong Kong Stock Exchange.

VSTECS distributes a comprehensive range of ICT products with over 40 leading principals and a nationwide channel network of more than 4,000 resellers comprising retailers, system integrators and corporate dealers. For more information, please visit www.vstecs.com.my.

For general enquiries, please contact:

Eva Loh
E-Mail: syloh@vstecs.com.my

For media enquiries, please contact:

Sandy Yap
E-Mail: ir@ibes-advisory.com