

**KIA LIM BERHAD (“KLB”)  
~ FIRE INCIDENT AT SYARIKAT KIA LIM KILANG BATU BATA SDN. BHD.  
 (“THE INCIDENT”)**

**INTRODUCTION**

On behalf of the Board of Directors of KLB, we wish to announce that a fire incident has occurred at one (1) factory building belonging to one of the wholly owned subsidiaries of KLB, on 10 February 2017 at 6.00 a.m.

The affected buildings comprise machineries for firing materials preparation and storage as well as the firing materials transportation and feeding system together with a tunnel kiln. No personnel is injured. At this juncture, KLB is unable to ascertain the financial loss but believe that all the affected building and machineries are adequately insured. KLB is looking into ascertaining the actual extent and quantum of the damage caused by the fire together with the insurers and other relevant parties. It is also to note that the loss of production would likely be mitigated gradually by another factory located within the same district as the affected factory.

An appropriate announcement will be made once the actual losses are ascertained in due course.

This announcement is dated 10 February 2017.