

**MATERIAL LITIGATION PUNCAK NIAGA HOLDINGS BERHAD (416087-U) ("PUNCAK" OR "THE COMPANY") NOTICES OF ASSESSMENT ISSUED BY THE INLAND REVENUE BOARD ("IRB") IN ACCORDANCE WITH THE INCOME TAX ACT 1967 ("ITA") TO PUNCAK NIAGA CONSTRUCTION SDN BHD ("PNCSB")**

**PUNCAK NIAGA HOLDINGS BERHAD**

<b>Type</b>	Announcement
<b>Subject</b>	MATERIAL LITIGATION
<b>Description</b>	PUNCAK NIAGA HOLDINGS BERHAD (416087-U) ("PUNCAK" OR "THE COMPANY") NOTICES OF ASSESSMENT ISSUED BY THE INLAND REVENUE BOARD ("IRB") IN ACCORDANCE WITH THE INCOME TAX ACT 1967 ("ITA") TO PUNCAK NIAGA CONSTRUCTION SDN BHD ("PNCSB")

Puncak wishes to announce that one of its wholly-owned subsidiaries, Puncak Niaga Construction Sdn Bhd ("PNCSB"), had filed a judicial review application at the Kuala Lumpur High Court ("Judicial Review Application") today to challenge the notices of assessment known as Form G which PNCSB received from the Inland Revenue Board ("IRB") on 23 November 2020 for the Years of Assessment 2017 and 2018 amounting to RM2,292,182.64 and RM 1,988,472.96 respectively (hereinafter referred to as "Notices"). These Notices were issued by the IRB under Section 44A(9) of the ITA consequent to the IRB's decision to disallow the losses surrendered by PNCSB to another related company which is also a wholly-owned subsidiary of Puncak, namely Puncak Niaga Management Services Sdn Bhd ("PNMSSB") under the group relief scheme.

Based on the legal advice obtained from its tax solicitors, PNCSB is of view that it has good basis in law to contend that the Notices were erroneously and arbitrarily raised by the IRB. Accordingly, PNCSB has commenced the legal avenues available to challenge the Notices including the Judicial Review Application which commenced today against the Minister of Finance.

The Judicial Review Application is not expected to have any material operational or financial impact on Puncak.

This announcement is dated 3 December 2020.

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 <b>Announcement Info</b>	
<b>Company Name</b>	PUNCAK NIAGA HOLDINGS BERHAD
<b>Stock Name</b>	PUNCAK
<b>Date Announced</b>	03 Dec 2020
<b>Category</b>	General Announcement for PLC
<b>Reference Number</b>	GA1-03122020-00033