

Type	GENERAL ANNOUNCEMENT
Subject	OTHERS
Description	<p>NEXTGREEN GLOBAL BERHAD ("NEXTGREEN" OR "THE COMPANY")</p> <p>- EXCLUSIVE DISTRIBUTION AGREEMENT BETWEEN NEXTGREEN FERTILIZER SDN. BHD. (A WHOLLY-OWNED SUBSIDIARY OF NEXTGREEN GLOBAL BERHAD) AND P TEGUH NEXTGREEN SDN. BHD. (A 49%-OWNED ASSOCIATE COMPANY) AND CONTRACT AGREEMENT ENTERED BY P TEGUH NEXTGREEN SDN. BHD. WITH INBAT GLOBAL FOR IMPORTING AGRICULTURAL MACHINERY AND SUPPLIES AND FAZZAN COOPERATIVE ASSOCIATION FOR ORGANIC AGRICULTURE FOR THE SUPPLY AND PURCHASE OF FERTILIZER</p>

1. Introduction

The Board of Directors of Nextgreen Global Berhad ("**Nextgreen**" or "**the Company**") wishes to announce that its wholly-owned subsidiary, Nextgreen Fertilizer Sdn. Bhd. ("**NGF**"), had on 13 May 2025 entered into an Exclusive Distribution Agreement ("**Agreement**") with P Teguh Nextgreen Sdn. Bhd. ("**PTNG**"), a 49%-owned associate company of the Company. Pursuant to the Agreement, PTNG is appointed as the exclusive distributor of NGF's organic fertilizer products in the State of Libya.

Subsequent to the appointment, PTNG entered into a Contract Agreement in respect of Supply and Purchase of Fertilizer ("**Contract Agreement**") with Inbat Global for Importing Agricultural Machinery and Supplies ("**INBAT**") and Fazzan Cooperative Association for Organic Agriculture ("**FAZZAN**"), the designated importing agent. The Contract Agreement formalises the arrangement under which PTNG will supply, and INBAT and FAZZAN will purchase NGF's fertilizer products, NexBooster™ and NexCompost®, upon the terms and conditions set out in the Contract Agreement.

(NGF, PTNG, INBAT and FAZZAN are collectively referred to as "the Parties", and individually as "the Party".)

2. Information on the Parties

NGF

NGF is a private limited company incorporated in Malaysia on 12 June 2017. It is a wholly-owned subsidiary of Nextgreen. Its principal activity is the manufacturing and supply of organic fertilizers under the brands NexBooster™ and NexCompost®.

PTNG

PTNG is a private limited company incorporated in Malaysia on 14 December 2023. It is a 49%-owned associate of Nextgreen. Its principal business activities include trading, import, export, and distribution of agricultural products, including fertilizers.

INBAT

INBAT is a Libyan procurement company experienced in importing agricultural inputs and machinery for national development initiatives.

FAZZAN

FAZZAN is a key player in Libya's agricultural sector, promoting sustainable, community-based organic farming.

3. Salient Terms of the Agreement and Contract Agreement

Under the Agreement, NGF appoints PTNG as its exclusive distributor for NexBooster™ and NexCompost® in the State of Libya. The Contract Agreement facilitates the import, purchase, and resale of these products by INBAT and FAZZAN in the Libyan market. Both Agreements become effective upon acceptance of the first purchase order and shall remain in force for a period of one (1) year, with an option for renewal upon mutual agreement between the parties. PTNG has committed to purchase up to 25,000 metric tons per annum, consisting of 5,000 metric tons of NexBooster™ and 20,000 metric tons of NexCompost®. All products will be marketed under joint-label packaging, which will feature the branding of NGF, PTNG, and, where applicable, the trademarks of the appointed importer and sub-distributors. Pricing, delivery, and payment terms will be mutually agreed upon and formalised through respective purchase orders.

4. Rationale

The Agreements enable NGF to tap into the Libyan market through a dedicated and structured distribution channel. This initiative is in line with the Company's broader strategy to expand its international footprint in sustainable agricultural solutions, particularly in high-potential emerging markets.

5. Source of Funds

The sales and operational obligations under the Agreements will be funded through PTNG's own resources and working capital.

6. Financial Effects

The Agreements are not expected to have any material effect on the share capital and substantial shareholders' shareholdings of the Company. However, it is expected to contribute positively to the Group's revenue and earnings for the financial year ending 31 December 2025 and thereafter throughout the duration of the Agreements.

7. Risk Factors

The Agreements are subject to general business risks including geopolitical risks in Libya, regulatory compliance, logistic challenges, and currency exchange fluctuations. NGF and PTNG will implement risk mitigation strategies to manage such exposures.

8. Interests of Directors, Major Shareholders, and/or Persons Connected

PTNG is an associate company of NGF by virtue of Nextgreen's 49% equity interest. Nevertheless, the transaction does not constitute a related party transaction under Paragraph 10.08 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

None of the Directors, major shareholders, or persons connected to them has any interest, direct or indirect, in the Agreements.

9. Statement by the Board of Directors

The Board, having reviewed the terms of the Agreements, is of the opinion that the Agreements are in the best interest of the Company and are aligned with the Group's business expansion strategy.

10. Approvals Required

The Agreements do not require the approval of shareholders or any other regulatory authority.

11. Document Available for Inspection

A copy of the Agreements is available for inspection at the registered office of the Company at B-21-1, Level 21, Tower B, Northpoint Mid Valley City, No. 1, Medan Syed Putra Utara, 59200 Kuala Lumpur between 9.00 a.m. and 5.00 p.m. on weekdays (except public holidays) for a period of three (3) months from the date of this announcement.

This announcement is dated 13 May 2025.