

NEW ISSUE OF SECURITIES (CHAPTER 6 OF LISTING REQUIREMENTS) : FUND RAISING MUHIBBAH ENGINEERING (M) BHD ("MEB" OR THE "COMPANY") RENOUNCEABLE RIGHTS ISSUE OF UP TO 256,593,125 NEW ORDINARY SHARES IN MEB ("MEB SHARES" OR "SHARES") ("RIGHTS SHARES") ON THE BASIS OF 1 RIGHTS SHARE FOR EVERY 2 EXISTING MEB SHARES HELD ON AN ENTITLEMENT DATE TO BE DETERMINED AND ANNOUNCED LATER ("RIGHTS ISSUE OF SHARES")

MUHIBBAH ENGINEERING (M) BHD

Type	Announcement
Subject	NEW ISSUE OF SECURITIES (CHAPTER 6 OF LISTING REQUIREMENTS) FUND RAISING
Description	MUHIBBAH ENGINEERING (M) BHD ("MEB" OR THE "COMPANY") RENOUNCEABLE RIGHTS ISSUE OF UP TO 256,593,125 NEW ORDINARY SHARES IN MEB ("MEB SHARES" OR "SHARES") ("RIGHTS SHARES") ON THE BASIS OF 1 RIGHTS SHARE FOR EVERY 2 EXISTING MEB SHARES HELD ON AN ENTITLEMENT DATE TO BE DETERMINED AND ANNOUNCED LATER ("RIGHTS ISSUE OF SHARES")

We refer to the Company's announcements dated 10 January 2022, 12 January 2022, 28 January 2022, 16 February 2022 and 7 March 2022 in relation to the Rights Issue of Shares. Unless otherwise stated, the terms used herein shall have the same meaning as defined in the said announcements.

On behalf of the Board, RHB Investment Bank Berhad ("**RHBIB**") wishes to announce that the Board had on 8 March 2022 ("**Price-Fixing Date**") resolved to fix the issue price of the Rights Shares at RM0.50 per Rights Share ("**Issue Price**").

The Issue Price for the Rights Shares was determined and fixed by the Board after taking into consideration the following:

(i) the TERP of MEB Shares based on the 5-day VWAP of MEB Shares immediately preceding the Price-Fixing Date;

(ii) the minimum intended gross proceeds of RM25,132,621 to be raised from the Rights Issue of Shares, which will be earmarked for the purposes set out in Section 2.6 of the Circular;


(iii) the final issue price of the Rights Shares shall be deemed sufficiently attractive to encourage the subscription of the Rights Shares by the Entitled Shareholders. The Board has fixed the Issue Price of RM0.50 per Rights Share, which represents a discount of approximately 15.35% to the TERP of MEB Shares of RM0.5907, calculated based on the 5-day VWAP of MEB Shares up to and including 7 March 2022, being the date preceding the Price-Fixing Date of RM0.6360 per MEB Share.

Notwithstanding that MEB intends to undertake the Rights Issue of Shares on the Minimum Subscription Funds Level, the Company also intends to raise the maximum proceeds possible. In addition, the Company does not intend to procure any underwriting arrangement for the remaining Rights Shares not subscribed for by the other Entitled Shareholders under the Rights issue of Shares as the Rights Issue of Shares will be undertaken by MEB on the Minimum Subscription Funds Level. Hence, the Company has determined that the issue price of the Rights Shares has been fixed at the Issue Price at a discount of approximately 15.35% that is deemed attractive enough to entice the Entitled Shareholders and/or their renouncee(s) to subscribe for their Rights Shares based on their respective entitlement; and

(iv) the prevailing market conditions and historical trading prices of MEB Shares for the past 12 months.

In addition, the Company will announce the Entitlement Date of the Rights Issue of Shares in due course.

This announcement is dated 8 March 2022.

 Announcement Info	
Company Name	MUHIBBAH ENGINEERING (M) BHD
Stock Name	MUHIBAH
Date Announced	08 Mar 2022
Category	General Announcement for PLC
Reference Number	GA1-08032022-00049