

# OTHERS AWARD OF DESIGN AND CONSTRUCTION CONTRACTS FOR THE DOMESTIC TERMINAL OF THE DOMESTIC PHNOM PENH AIRPORT IN CAMBODIA TO THE CONSTRUCTION JOINT VENTURE BY MUHIBBAH ENGINEERING (M) BHD (MUHIBBAH OR THE COMPANY) AND VINCI CONSTRUCTION GRANDS PROJECTS ("VCGP")

## MUHIBBAH ENGINEERING (M) BHD

Type	Announcement
Subject	OTHERS
Description	AWARD OF DESIGN AND CONSTRUCTION CONTRACTS FOR THE DOMESTIC TERMINAL OF THE DOMESTIC PHNOM PENH AIRPORT IN CAMBODIA TO THE CONSTRUCTION JOINT VENTURE BY MUHIBBAH ENGINEERING (M) BHD (MUHIBBAH OR THE COMPANY) AND VINCI CONSTRUCTION GRANDS PROJECTS ("VCGP")

## INTRODUCTION

SOCIETE CONCESSIONNAIRE DE L'AEROPORT ("SCA") is a joint venture consortium of Muhibbah and Vinci with the concession rights for the Built - Operate - Transfer contracts of three (3) international airports in Cambodia, i.e., Phnom Penh, Siam Reap, and Sihanoukville International Airports.

In view of the rapid growth of airports passengers arrivals over the years and expected increasing trend of airports business, SCA has embarked on this capital expansion program to further extend and upgrade the international airports of Cambodia. The expansion was completed and the two (2) international airports were officially inaugurated on 16 March 2016.

The Board of Directors of Muhibbah ("the Board") is pleased to announce that SCA had further awarded a contract of approximately USD23 million (approximately RM88 million) to a construction joint venture formed by VCGP and Muhibbah with 70:30 equity interest, to design and construct a new domestic terminal of the Phnom Penh Airport in Cambodia ("the Contract") to also cater for its future growth of domestic traffic.

## DURATION OF CONTRACT

The construction work commences immediately and is expected to be completed by fourth quarter 2017.

## FINANCIAL EFFECTS

The Contract is expected to contribute positively to the earnings and net assets of Muhibbah Group for the current and future financial years.

## DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS

None of the Directors and/or major shareholders and persons connected to the Directors and/or major shareholders of Muhibbah have any interest, direct or indirect, in the Contract. The Contract does not have any impact on the share capital and/or shareholding structure of Muhibbah.

## DIRECTORS' STATEMENT

The Board, after considering all the relevant factors, is of the opinion that the acceptance of the Contract is in the best interest of Muhibbah Group.

This announcement is dated 13 April 2016.

### Announcement Info

Company Name	MUHIBBAH ENGINEERING (M) BHD
Stock Name	MUHIBAH
Date Announced	13 Apr 2016
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