

OTHERS MUHIBBAH ENGINEERING (M) BHD ("MUHIBBAH" OR "THE COMPANY") ACCEPTANCE OF LETTERS OF AWARD

MUHIBBAH ENGINEERING (M) BHD

Type	Announcement
Subject	OTHERS
Description	MUHIBBAH ENGINEERING (M) BHD ("MUHIBBAH" OR "THE COMPANY") ACCEPTANCE OF LETTERS OF AWARD

INTRODUCTION

The Board of Directors of Muhibbah ("the Board") is pleased to announce that the Company has accepted the following Letters of Award ("Contracts") from the end of November 2018 and up to the date of announcement:-

Customer	Brief description of the Contracts	Duration of the Contracts
Regas Terminal (Sg Udang) Sdn Bhd	Engineering, Procurement, Construction, Installation & Commissioning ("EPCIC") of seawater overboard upgrading, firewater network improvement and new pressure control (PCV) installation project in Melaka.	which is expected to be completed by first quarter of 2020
PC Myanmar (Hong Kong) Limited	EPCIC of Yetagun Acid Gas Removal Unit project in Myanmar.	which is expected to be completed by second quarter of 2020

Regas Terminal (Sg Udang) Sdn Bhd is a wholly owned subsidiary of PETRONAS Gas Berhad and PC Myanmar (Hong Kong) Limited is a wholly owned subsidiary of Petrolia National Berhad ("PETRONAS").

The approximate combined value of the above Contracts secured amounted to RM205 million.

FINANCIAL EFFECTS

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

The Contracts do not have any impact on the share capital and/or shareholding structure of Muhibbah.

RISKS

The risk factors affecting the Contracts include changes in economic, weather, political and regulatory environment and operational risks such as completion risk, shortage of manpower, fluctuation of material price and foreign currencies of which the Group would take appropriate measures to mitigate the risks .

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 Contracts.

DIRECTORS' STATEMENT

The Board of Directors, after considering all the relevant factors, is of the opinion that the Contracts are in the best interest of Muhibbah Group.

This announcement is dated 21 December 2018.

Announcement Info

Company Name	MUHIBBAH ENGINEERING (M) BHD
Stock Name	MUHIBAH
Date Announced	21 Dec 2018
Category	General Announcement for PLC
Reference Number	GA1-18122018-00058