

OTHERS MUHIBBAH ENGINEERING (M) BHD ("MUHIBBAH" OR "THE COMPANY") NEW CONTRACTS SECURED

MUHIBBAH ENGINEERING (M) BHD

Type	Announcement
Subject	OTHERS
Description	MUHIBBAH ENGINEERING (M) BHD ("MUHIBBAH" OR "THE COMPANY") NEW CONTRACTS SECURED

ACCEPTANCE OF AWARD FOR THE DESIGN, SUPPLY, INSTALLATION, TESTING AND COMMISSIONING OF NOISE BARRIERS FOR:

- (1) PROJECT SUNGAI BESI – ULU KELANG ELEVATED EXPRESSWAY; AND
- (2) PROJECT DAMANSARA – SHAH ALAM ELEVATED EXPRESSWAY

(COLLECTIVELY REFERRED TO AS THE “CONTRACTS”)

INTRODUCTION

The Board of Directors of Muhibbah (“**the Board**”) is pleased to announce that the Company on 23 January 2019 has accepted the award of the Contracts from Turnpike Synergy Sdn Bhd for a total contract sum of approximately RM165 million.

Turnpike Synergy Sdn Bhd is a wholly-owned subsidiary of Projek Lintasan Kota Holdings Sdn Bhd, which in turn is wholly-owned by Permodalan Nasional Berhad.

DURATION OF CONTRACTS

Subject to the site possession to be granted by Turnpike Synergy Sdn Bhd, the Contracts are scheduled to commence by end of January 2019 with completion expected in the first quarter of 2021.

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 Contracts are not expected to expose Muhibbah Group to any new risks other than those in the ordinary course of its business. Such risk factors affecting the Contracts include changes in economic and regulatory environment, operational risks such as non-completion, fluctuation of material prices and foreign currencies, which the Group would take appropriate measures to mitigate.

DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS

None of the Directors and/or major shareholders and/or persons connected to the Directors and/or major shareholders of Muhibbah have any interest, direct or indirect, in the Contracts.

DIRECTORS' STATEMENT

The Board, 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 24 January 2019.

Announcement Info

Company Name	MUHIBBAH ENGINEERING (M) BHD
Stock Name	MUHIBAH
Date Announced	24 Jan 2019
Category	General Announcement for PLC
Reference Number	GA1-24012019-00041