

OTHERS MUHIBBAH ENGINEERING (M) BHD ("MUHIBBAH" OR "THE COMPANY") ACCEPTANCE OF AWARD FOR THE EXTENSION OF 11 STOREYS NEW OFFICE BUILDING COMPLETE WITH 3 ½ FLOOR SUB-BASEMENT CAR PARK AT KOTA KINABALU, SABAH PETRONAS CARIGALI SDN. BHD.

MUHIBBAH ENGINEERING (M) BHD

Type	Announcement
Subject	OTHERS
Description	MUHIBBAH ENGINEERING (M) BHD ("MUHIBBAH" OR "THE COMPANY") ACCEPTANCE OF AWARD FOR THE EXTENSION OF 11 STOREYS NEW OFFICE BUILDING COMPLETE WITH 3 ½ FLOOR SUB-BASEMENT CAR PARK AT KOTA KINABALU, SABAH PETRONAS CARIGALI SDN. BHD.

INTRODUCTION

The Board of Directors ("the Board") of Muhibbah is pleased to announce that a consortium of Muhibbah and K.K. Dinamik Sdn. Bhd. ("MEB-KKD Consortium"), of which Muhibbah has 70% interest, has on 25th February 2016 accepted and acknowledged the award from PETRONAS Carigali Sdn. Bhd. ("PETRONAS CARIGALI"), a wholly owned subsidiary of Petroliaam Nasional Berhad ("PETRONAS") group to undertake the extension of 11 storeys new office building complete with 3 ½ floor sub-basement car park at Kota Kinabalu, Sabah for a total contract price RM136.9 million, exclusive of Goods and Services Tax ("The Contract").

DURATION OF CONTRACT

The construction is scheduled to commence on 1st March 2016 on a contract duration of 30 months.

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.

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

DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS

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

DIRECTORS' STATEMENT

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

This announcement is dated **25th February 2016**

Announcement Info

Company Name	MUHIBBAH ENGINEERING (M) BHD
--------------	------------------------------

Stock Name	MUHIBAH
Date Announced	25 Feb 2016
Category	General Announcement for PLC
Reference Number	GA1-25022016-00083