

Letter Of Award – 11 June 2013

LETTER OF AWARD – PROPOSED CONSTRUCTION AND COMPLETION OF THE REMAINING AND RECTIFICATION WORKS OF GOVERNMENT OFFICE BUILDING AND EXTERNAL WORKS FOR SURUHANJAYA PILIHANRAYA (SPR) ON LOT 2C10, PRECINCT 2, PUSAT PENTADBIRAN KERAJAAN PERSEKUTUAN, WILAYAH PERSEKUTUAN PUTRAJAYA.

INTRODUCTION

Pesona Metro Sdn Bhd (“PMSB”), a wholly-owned subsidiary of Pesona Metro Holdings Berhad (“PMHB”), has on 11 June 2013 received a Letter of Award from Putrajaya Holdings Sdn Bhd (“PHSB”) dated 10 June 2013 for the proposed construction and completion of the remaining and rectification works of government office building and external works for Suruhanjaya Pilihanraya (SPR) situated on Lot 2C10, Precinct 2, Pusat Pentadbiran Kerajaan Persekutuan, Wilayah Persekutuan Putrajaya for a contractual sum of RM87,154,898.03. (“the Project”)

INFORMATION ON PHSB

PHSB was incorporated on 19 October 1995 in Malaysia. Being the master developer of Putrajaya, PHSB is responsible for designing and development of the comprehensive, highly strategic 20-year Putrajaya Masterplan.

SALIENT TERMS AND CONDITIONS OF THE PROJECT

The Project is for a duration of eleven (11) months from date of possession of site and the expected completion date is on 9 May 2014. The defects liability period shall expire twenty-four (24) months from the date of the Certificate of Practical Completion.

RISK FACTORS

The risks associated with the Project are mainly operational risks. Notwithstanding this, PMHB shall ensure strict compliance to the safety and operational procedures in the execution of the Project to minimise any risk exposure.

FINANCIAL EFFECTS

The award of the Project will not have any impact on the issued and paid-up capital of the Company and is expected to contribute positively to the earnings and enhance the net assets of the Group for both financial years ended 31 December 2013 and 31 December 2014.

The Project is expected to be funded via internal generated funds and accordingly, has no effect on the gearing of the Group.

STATEMENT BY DIRECTORS

The Directors are of the opinion that the Project is in the best interest of the Group after considering, amongst others, the potential financial contribution to the earnings of the Group.

APPROVAL REQUIRED

The Project, being part of the ordinary course of business of PMHB Group, does not require approval from any authority or shareholders.

DIRECTORS AND MAJOR SHAREHOLDERS' INTEREST

None of the Directors and/or major shareholders of the Company and/or persons connected to them, has any interest, direct or indirect in the Project.

This announcement is dated 11 June 2013