



Introduction

The Board of Directors of Knusford Berhad is pleased to announce that the Company has on 3 June 2016 been awarded contracts from PRPC Utilities and Facilities Sdn Bhd (a wholly-owned subsidiary of Petroleum Nasional Berhad) ("Petronas") in respect of Packages 14-1704 and 14-1705 for the Engineering, Procurement, Construction and Commissioning ("EPCC") of Buildings in Pengerang, Johor.

Contract Value

The Contract Value of this Project is Ringgit Malaysia: Forty Two Million Eight Hundred Ninety Seven Thousand Seven Hundred Sixty Seven and Sen Eighty Three (RM42,897,767.83).

Duration of the Project

The Contractual Period of this Project is for a period of twenty two (22) months. The Engineering and Construction Works are scheduled to commence on 3 June 2016 ("Date of Commencement") and the Project is expected to be completed on March 2018.

Contribution on Net Assets and Earnings

The awarded Project is expected to contribute positively to the Knusford Berhad's earnings and net assets for the financial years ending 31 December 2016 and 31 December 2017.

Directors and Major Shareholders Interest

None of the Directors or Major Shareholders or persons connected to them has/have any direct or indirect interest in the Project.

Knusford Berhad has put in considerable effort to embark into onshore oil and gas construction as it extends its construction capabilities. The Project provides an impetus to Knusford Berhad to fortify its presence in the sub-sector and the Company will endeavour to secure further projects in the future.

(Consent to make this announcement was received from Petronas RAPID UIO Project, OUI JV on 13 June 2016).