

OTHERS ADVANCECON HOLDINGS BERHAD (ADVANCECON OR THE COMPANY) - LETTER OF AWARD (LOA) FROM LM PARTNERS SDN BHD TO ADVANCECON INFRA SDN BHD, A WHOLLY-OWNED SUBSIDIARY OF THE COMPANY

ADVANCECON HOLDINGS BERHAD

Type	Announcement
Subject	OTHERS
Description	ADVANCECON HOLDINGS BERHAD (ADVANCECON OR THE COMPANY) - LETTER OF AWARD (LOA) FROM LM PARTNERS SDN BHD TO ADVANCECON INFRA SDN BHD, A WHOLLY-OWNED SUBSIDIARY OF THE COMPANY

Introduction

The Board of Directors of Advancecon Holdings Berhad ("Advancecon" or the "Company") is pleased to announce that Advancecon Infra Sdn Bhd ("AISB"), a wholly-owned subsidiary of Advancecon, had on 10 July 2017, received a Letter of Award ("LOA") from LM Partners Sdn Bhd ("LMP") for the appointment of AISB as a sub-subcontractor to LMP for the Sub-subcontract Works for the Construction and Completion of Site Clearing, Earthworks, Excavation in Unsuitable Materials, Sand Filling and Surface Drainage Works from Chainage CH54+000 to CH64+486 (10.486km) for the development and upgrading of the Proposed Pan Borneo Highway in the State of Sarawak, Malaysia – Works Package Contract No. PDP/PBH/SAB/2016/WPC-06 (SG. AWIK BRIDGE TO BINTANGOR JUNCTION) (the "Contract").

AISB is principally involved in the business of providing earthworks and civil engineering services.

The scope of works comprises of site clearing, earthworks, excavation in unsuitable materials, sand filling and surface drainage works for a contract sum of RM30,111,301.40 only.

The Contract shall commence from 5 August 2017 and shall be completed by 23 September 2019.

Risk Factors

There are no foreseeable significant risks other than operational risk associated with the Contract for the contract period.

Financial Effects

Barring any unforeseen circumstances, the Contract is expected to contribute positively towards the future earnings of Advancecon for the duration of the Contract and will not have any effect on the share capital and substantial shareholders' shareholdings of Advancecon Group.

The Group intends to fund the Contract via internally generated funds and/ or external borrowing.

Directors' and Substantial Shareholders' Interest

None of the Directors or Substantial Shareholders of Advancecon or persons connected to them has any interest, direct or indirect, in the Contract.

Directors' Statement

The Board of Directors, after due consideration, is of the opinion that the Contract is in the best interest of the Group. The Contract is being entered into in the ordinary course of business and is not subject to the approval of shareholders.

This announcement is dated 10 July 2017.

Announcement Info

Company Name	ADVANCECON HOLDINGS BERHAD
Stock Name	ADVCON
Date Announced	10 Jul 2017
Category	General Announcement for PLC
Reference Number	GA1-10072017-00010