

OTHERS PUNCAK NIAGA HOLDINGS BERHAD (416087-U) ("PUNCAK" OR THE "COMPANY") ACCEPTANCE OF RM116.1 MILLION ISLAMIC BANKING FACILITIES BY A WHOLLY OWNED SUBSIDIARY, PUNCAK NIAGA CONSTRUCTION SDN BHD

PUNCAK NIAGA HOLDINGS BERHAD

Type	Announcement
Subject	OTHERS
Description	PUNCAK NIAGA HOLDINGS BERHAD (416087-U) ("PUNCAK" OR THE "COMPANY") ACCEPTANCE OF RM116.1 MILLION ISLAMIC BANKING FACILITIES BY A WHOLLY OWNED SUBSIDIARY, PUNCAK NIAGA CONSTRUCTION SDN BHD

The Board of Directors of the Company wishes to announce to the Exchange that the Company's wholly owned subsidiary, Puncak Niaga Construction Sdn Bhd (Company No. 538507-T) ("PNC") had on 25 April 2019 executed the agreements relating to the acceptance of a RM116.1 million Islamic Banking Facilities ("the Facilities") from Affin Islamic Bank Berhad.

For full details of the announcement, please refer to the attached file.

This announcement is dated 25 April 2019.

Please refer attachment below.

Attachments

Bursa - 25.04.2019.pdf
137.4 kB

Company Name	PUNCAK NIAGA HOLDINGS BERHAD
Stock Name	PUNCAK
Date Announced	25 Apr 2019
Category	General Announcement for PLC
Reference Number	GA1-25042019-00005

**PUNCAK NIAGA HOLDINGS BERHAD (416087-U) (“PUNCAK” OR THE “COMPANY”)
ACCEPTANCE OF RM116.1 MILLION ISLAMIC BANKING FACILITIES BY A WHOLLY
OWNED SUBSIDIARY, PUNCAK NIAGA CONSTRUCTION SDN BHD**

1. INTRODUCTION

The Board of Directors of the Company wishes to announce to the Exchange that the Company’s wholly owned subsidiary, Puncak Niaga Construction Sdn Bhd (Company No. 538507-T) (“PNC”) had on 25 April 2019 executed the agreements relating to the acceptance of a RM116.1 million Islamic Banking Facilities (“the Facilities”) from Affin Islamic Bank Berhad.

2. SALIENT TERMS OF THE FACILITIES

The salient terms of the Facilities are as follows:-

Type of Facilities	Limit (RM’ Million)	Tenure	Purpose
Tawarruq Revolving Credit-i 1	20.0	1, 2 or 3 months and subject to yearly review	For PNC’s working capital purposes and operating expenses related to the project, “Projek Pembinaan Loji Rawatan Kumbahan Serantau Dan Rangkaian Paip Pembetulan Di Bandar Kuantan, Pahang (Reka Dan Bina)” (“Kuantan Project”).
Tawarruq Revolving Credit-i 2	70.0	1, 2 or 3 months and subject to yearly review	To part finance progress claims of the Kuantan Project.
Kafalah Bank Guarantee-i (Performance Guarantee)	26.1	Up to a maximum of 8 years	For issuance of the performance bond for Kuantan Project in favour of Jabatan Perkhidmatan Pembetulan.
Total	116.1		

The Facilities is secured, inter alia, by the following:-

- Open All Monies Islamic Master Facility Agreement for Tawarruq Revolving Credit-i 1 and Tawarruq Revolving Credit-i 2 Facility of RM20,000,000.00 and RM70,000,000.00 respectively between PNC and the Bank as principal instrument.
- Open All Monies Islamic Facility Agreement for Islamic Trade Facilities (BG-i) (Performance Guarantee) between PNC and the Bank for the facility(ies) for RM26,100,000.00 as principal instrument.
- Assignment of PNC's rights, title and interest in the proceeds receivable in relation to the Kuantan Project under a designated account to be opened and maintained by PNC with the Bank.
- Third Party First Legal Charge over land and building held under Title No. HSD 240167, Lot No. PT 2513, Seksyen 13, Bandar Shah Alam, District of Petaling, State of Selangor.
- A charge over a designated account to be opened and maintained by the main contractor of the Kuantan Project with the Bank.
- Islamic Corporate Guarantee for RM116,100,000.00 only by Puncak and the main contractor.
- All assignable performance bonds or guarantee, if any, from the contractor(s) of PNC.
- Assignment of relevant Takaful Policy proceeds.

3. RATIONALE FOR THE FACILITIES

The Facilities will enable PNC to part finance its undertaking of the Kuantan Project and to provide working capital and operating expenses related to the Kuantan Project.

4. FINANCIAL EFFECTS OF THE FACILITIES

The Facilities is not expected to have a material effect on the earnings, net assets and gearing of the Company and its Group of Companies for the financial year ending 31 December 2019.

The Facilities will not have any effect on the issued share capital of the Company as well as the substantial shareholders' shareholdings.

5. DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS

None of the Directors, major shareholders and/or persons connected with a Director or a major shareholder of the Company, have any interest, direct or indirect, in the Facilities.

This announcement is dated 25 April 2019.