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HSS Engineers Bhd (HEB) has accepted a letter of appointment (LoA) from MRT Lingkar Sdn Bhd for the Mass Rapid Transit Line 3 (MRT3) project with an estimated value of RM997.9 million over a 11-year period.

In a filing to the local bourse, HEB said the LoA was accepted via the joint venture (JV) between its associate company HSS Integrated Sdn Bhd (HSSI) and its wholly owned subsidiary HSS Engineering Sdn Bhd (HSSE).

Both HSSI and HSSE will provide project management consultancy services for the MRT3, according to the filing.

“The JV’s role is to manage the delivery of a fully designed, procured, constructed and integrated project to the employer,” HEB said.

The project is expected to contribute positively to the group’s revenue, earnings and net assets for financial years ending Dec 31, 2022 (FY22) to FY33.

HEB also noted that the project will not have any impact on the share capital and/or shareholding structure of the group.

As the project is part of HEB’s ordinary business course, hence, it is not subject to the approval of the group’s shareholders or any relevant authorities.

Meanwhile, HEB highlighted some of the risk factors that could affect the project include the project’s dependency on the implementation schedule and its progress.

“Nonetheless, HEB has, throughout the years, established its track record and expertise in undertaking such projects,” it added.

As such, HEB’s board of directors believes that the group is able to mitigate the aforesaid risk factors.

HEB’s share price closed unchanged at 49 sen today, valuing the group at RM240.49 million.