



HSS Engineers Berhad
(1128564-U)

PRESS STATEMENT / SIARAN AKHBAR

(FOR IMMEDIATE RELEASE)

HEB EXPECTS STRONG GROWTH IN THE NEXT TWO YEARS RIDING ON THE CONSTRUCTION SECTOR BOOM

- HEB Group successfully clinched RM103 million worth of contracts in the short span of eight months since its listing in August 2016;
- Management is positive the Group would secure more projects in the near future based on its proven track record;
- HEB Group looks forward to better growth prospects ahead and endeavours to maintain its earnings growth momentum.

Kuala Lumpur, 27 April 2017 – HSS Engineers Berhad (“HEB” or the “Company”) held its Annual General Meeting (“AGM”) today. The Audited Financial Statements for the financial year ended 31 December 2016 together with the reports of the Directors and Auditors were duly received by the Company’s shareholders. All resolutions under the Ordinary and Special Business were duly passed by HEB’s shareholders.

Speaking to media after the AGM, Executive Director of HEB, Dato’ Sri Ir. Kuna Sittampalam said, “2016 was a good year for us, having delivered a commendable set of results where our FY16 revenue and net profit surged 14.4% and 38.3% year-on-year to RM139.0 million and RM14.0 million respectively. 2017 has so far been a great year for us as well. In the short span of eight months since listing, we have successfully clinched a total of RM103 million worth of projects, with the most recent one being the RM17.9 million contract win from MyHSR Corporation (“MyHSR”) for the Kuala

Lumpur-Singapore High Speed Rail (“HSR”) project. The package that we were awarded is one of the largest by geographical distance. Furthermore, out of the six packages available under this Civil Reference Design (“CRD”) stage, we are one of the only two local firms appointed as a CRD consultant, with the remaining three being international firms. This reflects our strong engineering and technical capabilities, which are on par with the international players.”

“On another note, HEB Group was also involved in the East Coast Rail Line (“ECRL”), having completed the feasibility studies and schematic design for the project. Based on our experience, track record and prior involvement, we believe we stand a good chance to undertake further role in the project. All in, we have a tender book of approximately RM300 million. Historically, our Group has had a fairly good tender success rate and thus, we hope to announce more good news soon.”

“As one of the leading engineering consultancy firms in Malaysia, we have in the past been involved in various major infrastructure projects such as the Maju Expressway, LRT- Ampang line extension, Penang Bridge widening, SKVE expressway, and many more. Looking ahead, the Construction Industry Development Board (“CIDB”) estimates the construction sector to grow 8% in 2017, boosted by numerous mega infrastructure projects in the country. Against this robust backdrop, we foresee the Group’s outlook to be promising as it is well positioned to secure more contracts in the near future. It is our endeavour to maintain our earnings growth momentum in the foreseeable future.” Dato’ Sri Kuna added.

As at December 2016, HEB Group has an order book of RM378.4 million. Selected key projects currently undertaken by the Group include the MRT line 1 & 2, Kwasa Damansara Township Development, Lebuhraya Putrajaya-KLIA (MEX II), Suke Highway and West Coast Expressway, to name just a few. The

Group shall continue to actively tender for new projects to replenish and grow its order book. It looks forward to a stronger performance for the financial year ending 31 December 2017 (“FY17”).

On the corporate front, HEB had on 4 April 2017, announced on the proposed transfer of its listing status to the Main Market of Bursa Malaysia Securities Berhad, subject to regulatory approvals. Barring unforeseen circumstances, the exercise is expected to be completed in the second half of 2017.

About HEB Group

HSS Engineers Berhad and its subsidiaries (“HEB Group” or the “Group”) and associates, are principally involved in the provision of engineering and project management services including engineering design, project management, construction supervision and building information modelling (“BIM”) services. To date, the Group’s total workforce consists of more than 600 employees, of which more than half are engineers. The Group operates from 3 main offices based in Kuala Lumpur, and Penang in Malaysia as well as Chennai, India.

The HEB Group has extensive experience and an established reputation in a wide array of sectors, which includes, urban infrastructure, roads and highways, railways and metro systems, building and structures, transportation planning, power generation, and water resources management and supply, just to name a few. The Group currently provides its services on an international level, catering to both local clients as well as clients in countries such as India and the Middle East.