



Scomi Engineering Bhd

News Release

23 February 2016

Scomi Engineering records RM 4.9 m profit

PETALING JAYA: Scomi Engineering Bhd ("SEB" or "the Company") registered a revenue of RM49.5million for the third quarter of the financial year 2016 ended 31 December 2015 ("Q3 FY2016), an increase by 14% compared to the preceding quarter. The Rail segment contributed RM34.6 million to revenue and Commercial Vehicles segment contributed the remaining of RM14.9 million.

The profit after tax ("PAT") was RM1.2 million. Year to date, the Company recorded a PAT of RM4.9 million compared to the preceding year's corresponding quarter profit of RM0.19 million.

"The prospects for the business continue to be challenging amidst the global uncertainties. We believe the cost rationalisation plan and the streamlining of business executed over the two years will bear well for SEB Group to be better prepared to face these challenges," said Kanesan Veluppillai, Chief Executive Officer of SEB.

For the Rail segment, the sixth 4-car train for the KL Monorail Fleet Expansion Project was delivered in December 2015. Currently there are five sets of 4-car trains in commercial operations and we expect completion of the project by December 2016. Line 17, São Paulo is also gearing up for rolling stock production with additional scope of works anticipated within the year. Under the Commercial Vehicles segment, progressive delivery of the chassis manufacture for Alexander Dennis Limited ("ADL") is on target with all 400 chassis scheduled to be completed by mid-June 2016.

SEB is also able to offer Concession Facilities Management for the operations and maintenance management of any type of transport infrastructure solution. SEB is currently offering these services for the Mumbai Monorail in India and potential business opportunities lie in India, Brazil and Turkey.

The Commercial Vehicle segment continues to diversify its product offering with its increased capacity for the supply of buses, its leasing and maintenance business as well as exploring the design of electric buses and bus rapid transit ("BRT") systems.

The Company will also be seeing changes in the Boardroom and Management. Effective 1 March 2016, Kanesan Veluppillai, the current Chief Executive Officer will be resigning his current post and moving to SEB's Board of Directors as a Non-Independent Non-Executive Director. Mrs Rohaida Ali Badaruddin, currently President of SEB, will move to the role of Chief Executive Officer, SEB.

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About Scomi Engineering Bhd

Scomi Engineering Bhd is a leading provider of public transportation solutions through the designing and manufacturing of coaches, rail wagons, monorail systems; and special purpose vehicles. Its monorail SUTRA which stands for Scomi Urban Transit Rail Application is Scomi's answer to fast growing cities where transit corridors are limited in space and dense in nature.

The straddle type SUTRA Monorail System complies with the highest international standards of safety and reliability. It is a modern urban transport system where the cars move on a single concrete beam in an elevated corridor. The design makes it possible to execute the project on a fast-track as it requires a small foot-print and facilitates implementation with minimal demolition of structures. Other advantages include greater reliability, high maneuverability, lower cost and an environmentally-friendly design.

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