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## Serba Dinamik proposes RM434mil share placement

**PETALING JAYA:** Barely a year after selling shares to the public, engineering firm Serba Dinamik Holdings Bhd is proposing to raise as much as RM434mil in a share-placement exercise for fresh capital to pay for development projects in Pengerang, Johor, and the construction of a chlor-alkali plant in Tanzania.

The company is proposing to place out 133 million new shares to third-party investors to be identified in this exercise, a filing with Bursa Malaysia showed.

If implemented in full, the exer-

cise will dilute existing shareholders' stake in the company by 10%. "Nevertheless, barring any unforeseen circumstances, the proposed private placement is expected to contribute positively to the future earnings of the group," it said.

The funds raised will be used to finance the company's capital expenditure for Pengerang eco-Industrial Park (PeIP) as well as to part-finance the development of the Pengerang International Commercial Centre (PICC).

The company plans to set aside RM270.5mil for the PeIP project,

which will include the development of a maintenance, repair and overhaul as well as inspection, repair and maintenance global centre of excellence.

The company said this project has been valued at RM400mil. Another RM45mil will be utilised to partly pay for PICC, which has been valued at RM450mil.

Last August, Serba Dinamik entered into memoranda of agreement to participate in the engineering, procurement, construction and commissioning (EPCC) of PeIP, PICC as well as mixed residential and

commercial developments, namely, Pengerang Northshore Residence on 132 acres in Pengerang.

The company has also earmarked RM111.1mil as working capital requirements for the EPCC contract related to the project in Tanzania, a joint venture (JV) with Junaco (T) Ltd for the establishment and operation of a 45-tonne-per-day chlor-alkali plant in Tanzania.

Serba Dinamik will also be appointed to run and maintain the plant, which will provide it with a steady income flow in the long term.