



20 APR, 2026

Capital restructuring paves way for expansion

New Sarawak Tribune, Malaysia



KUCHING: AIZO Group Bhd has secured approval from Bursa Malaysia Securities Bhd for a series of corporate exercises, including a private placement and a rights issue with free warrants, which could raise up to RM200 million.

The proposals are aimed at strengthening the group's balance sheet and funding future growth. They also include a share capital reduction and share allocations to key management and investors.

The private placement involves issuing up to 763.88 million new shares, representing 30 per cent of AIZO's issued shares (excluding treasury shares). These will be placed with selected directors, major shareholders and independent third-party investors.

Under the rights issue, AIZO plans to issue about 3.31 billion new shares on a one-for-one basis, together with up to 1.655 billion free detachable warrants on the basis of one warrant for every two rights shares subscribed.

Of the placement shares, 100 million will go to major shareholder and executive chairman Datuk Abang Abdillah

Capital restructuring paves way for expansion

Izzarim Tan Sri Abang Abdul Rahman Zohari. Executive director Ahmad Rahizal Datuk Ahmad Rasidi and executive director (finance and technology) Emma Yazmeen Yip Mohd Jeffrey Yip will each receive 15 million shares. The remaining 458.98 million shares will be allocated to independent investors.

Separately, the group has proposed a RM75 million share capital reduction to offset accumulated losses of RM46.26 million as at June 30, 2025, resulting in retained earnings of RM26.86 million.

Proceeds from the private placement will mainly fund AIZO's entry into the renewable energy space through the Large Scale Solar 5 (LSS5) project in Kampar,

Perak.

The project, awarded by the Energy Commission to Wawasan Demi Sdn Bhd — a 63 per cent-owned unit of Coral Energy Sdn Bhd, which is wholly owned by AIZO — involves developing a 99.99MW solar photovoltaic plant.

A power purchase agreement was signed with Tenaga Nasional Bhd last year, with commercial operations targeted by October 2027.

AIZO said the project will support its expansion into renewable energy while providing long-term earnings visibility.

Abang Abdillah said the approval marks a key step in executing the group's capital strategy.

"These proposals will

strengthen our balance sheet and give us the flexibility to support our next phase of growth.

"As we expand into renewable energy and infrastructure, having the right capital structure is critical. The LSS5 project is a key growth driver, and this fundraising exercise will help us deliver it effectively," he said.

AIZO added that the free warrants are intended to encourage shareholder participation, while the capital reduction will streamline its balance sheet.

The proposals are subject to shareholder approval and regulatory requirements.

AIZO, formerly Minetech Resources Bhd, is a civil engineering specialist and bituminous products manufacturer.