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KUALA LUMPUR (May 19): Kinery Advancement Bhd's (KL:KAB) unincorporated joint venture with Sinohydro Corporation (M) Sdn Bhd has secured a RM646.3 million engineering, procurement, construction and commissioning (EPCC) contract to build a 120 megawatt (MW) power plant facility in Labuan.

In a bourse filing on Monday, the sustainable energy solutions provider said the letter of award (LOA) was issued on May 13 by Ranche Power Sdn Bhd (RPSB), a joint venture between PG Energia Sdn Bhd, a wholly-owned unit of Petronas Gas Bhd (KL:PETGAS); Sustainable Power Sdn Bhd, a subsidiary of Sabah Electricity Sdn Bhd; and SEC Power Sdn Bhd, a unit of Sabah Energy Corporation Sdn Bhd.

KAB said the project is expected to contribute positively to the group's future



earnings and strengthen its technical capabilities in delivering large-scale energy infrastructure.

"The LOA was secured through a competitive bidding and was awarded to KAB-BEH-Sinohydro, to perform EPCC scope of work. Deliverables are well within KAB-BEH's capacity to engineer, procure, construct and commission a 120MW Power Plant Facility in Labuan," it said.

"Upon the completion of the project, it will further reinforce the group's position in the realm of sustainable energy solu-

tions," KAB added.

The project is scheduled to commence on May 20 and will remain in force until the completion of works, including the warranty period.

On Monday, KAB's shares closed unchanged at 33.5 sen, with a market capitalisation of RM712.6 million. Year to date, the stock is down 2.9%.



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