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**PRESS RELEASE**

## **Gagasan Nadi Cergas's sites remain operational during CMCO**

- ***Recently-awarded affordable housing projects expected to start contributing in financial year ending 31 December 2021 (FY2021)***
- ***3Q20 concessions earnings helped prop net profit to RM1.2 million***

Selangor, Malaysia, 24 November 2020 - Construction group and concessionaire **Gagasan Nadi Cergas Berhad** (Gagasan Nadi Cergas, the Group, 佳搏有限公司, Bloomberg: 0206:MK, Reuters: GAGA.KL) confirmed that all of its construction sites remained uninterrupted in the current Conditional Movement Control Order (CMCO) since mid-October 2020, as the Group ramped up progress in its various construction and property development sites.

The Group's ongoing order book as at 30 September 2020 of RM1.2 billion includes construction works for projects such as the RM777 million Rumah Idaman project in Shah Alam; Cardiology Centre for Serdang Hospital in Selangor; Maktab Rendah Sains MARA Project in Bagan Datuk, Perak; and Putrajaya Homes public residential development in Putrajaya.

The Group also intends to initiate works for its recently-awarded Rumah Idaman affordable housing projects, comprising the building of 4,319 units of affordable homes in Shah Alam, which is expected to start contributing positively in FY2021 once construction begins.

“We are regaining momentum in our various work sites, as progress has gradually resumed since inter-state travelling was permissible in June 2020. The current CMCO that began in mid-October has no restrictions on operating hours and we remain diligent in adhering to COVID-19 related standard operating procedures.

In fact, besides construction works in hand, we are kickstarting new projects soon by building affordable homes in Shah Alam and Serendah which will bolster our ability to support national home ownership agenda. Barring unforeseen circumstances, we should commence with construction works in the near future, and these projects should start contributing to the Group in FY2021.

On top of that, we are making good progress in building our Antara Residence high-rise development, and have received over 80% bookings to date for our newly-launched Selindung development in Ulu Yam. We anticipate to see improvements in our property development segment for financial year ending 31 December 2020.”

***Haji Wan Azman bin Wan Kamal,  
Group Managing Director, Gagasan Nadi Cergas Berhad***

For nine months ended 30 September 2020 (9m20), the Group reported group revenue and net profit attributed to shareholders of RM151.2 million and RM6.7 million respectively, compared to RM215.4 million and RM20.9 million in the corresponding period last year (9m19).



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The Group's utilities, concession and facilities management segment remained largely resilient amidst the pandemic, registering revenue and profit before tax (PBT) of RM14.9 million and RM15.0 million respectively in 9m20, versus RM15.2 million and RM17.5 million respectively in 9m19.

However, the construction segment recorded revenue and loss before tax (LBT) RM128.9 million and RM1.9 million in 9m20, lower compared to RM188.4 million and PBT of RM14.0 million in 9m19 due to slower progress arising from operations halts during the MCO period.

The Group's property development segment posted segment revenue and LBT of RM7.4 million and RM2.3 million respectively in 9m20, versus RM11.7 million and RM0.1 million respectively in 9m19.

### **About Gagasan Nadi Cergas Berhad ([www.nadicergas.com](http://www.nadicergas.com))**

Gagasan Nadi Cergas is primarily involved in four business segments, namely building construction, provision of facilities management services, operations of district cooling system for the supply of chilled water and electricity distribution, and property development.

Among notable projects completed by the Group include German-Malaysian Institute, the Malaysia Institute of Aviation Technology, 4th Military Camp for the General Operations Force, and seven student hostels in polytechnic campuses across six peninsular states. Gagasan Nadi Cergas has also participated in undertaking housing initiative programmes such as Rumah Selangorku, Federal Land Development Authority (FELDA) housing, and Housing for Civil Servants (PPAM).

Gagasan Nadi Cergas currently holds two 20-year student hostel concession projects, namely International Islamic University Malaysia (IIUM) in Kuantan, Pahang and Universiti Teknikal Malaysia Melaka (UTeM) in Durian Tunggal, Melaka until 2034 and 2037 respectively.

Gagasan Nadi Cergas also operates a district cooling system for the supply of chilled water for the German-Malaysian Institute in Selangor until 2028.

In property development, the Group is currently undertaking the mixed development of the ASEAN Football Federation (AFF) headquarters and serviced apartments in Putrajaya.

The Group is registered with Pusat Khidmat Kontraktor (PKK) and Construction Industry Development Board (CIDB) as a Grade G7 contractor, which allows the Gagasan Nadi Cergas to tender for projects with unlimited value as well as Bumiputera allocated projects.

**Issued for and on behalf of GAGASAN NADI CERGAS BERHAD by Aquilas Advisory (Malaysia). For media enquiries, please contact:**

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