

March 2016

RM100 million (~US\$26 million) investment planned for Aerospace Business

SAM Engineering and Equipment (M) Bhd, a subsidiary of SAM Group, is planning to invest RM100 million (~US\$26 million) in the next 3 years to increase its manufacturing capacity to support the recently awarded long term contracts for the aerospace business. RM70 million (~US\$18 million) will be allocated for the purchase of equipment to produce major machined parts for the new Airbus A320neo aircraft family while the remaining RM30 million (~US\$8 million) for prismatic parts. The planned new capacity will not have any significant contribution to current financial year.

The aerospace business contractual order book now stands at about RM3.5 billion (~US\$1 billion).

