

Kerjaya Prospek clinches RM291m contract from E&O subsidiary

KUALA LUMPUR: Construction outfit, Kerjaya Prospek Group Bhd's wholly-owned subsidiary, Kerjaya Prospek (M) Sdn Bhd, has secured a new contract valued at RM291.4 million from Persada Mentari Sdn Bhd, an indirect subsidiary of Eastern & Oriental Berhad (E&O).

The contract entails the execution and completion of a 50-storey main building for a serviced apartment development in Pulau Andaman, Penang. The development will comprise one block of 516 serviced apartment units, along with a car park and facilities floor, among other components. Construction works are scheduled to commence on June 23, 2025 and expected to be completed within 38 months.

This contract was awarded on an arm's length basis, under normal commercial terms, from a related party in which certain directors and major shareholders of Kerjaya have direct or indirect interests.

Kerjaya CEO and executive director Tee Eng Tiong said: "We are proud to be entrusted once again to play a role in building the growing township of Andaman Island, a landmark development set to redefine island living in Malaysia.

"This win not only highlights the consistency of our team's execution capabilities but also reflects the trusted working relationship we have built over the years with top-tier developers."

Looking ahead, he added they are targeting to secure RM1.6 billion in new contract wins for 2025, and with this latest contract, they are confident of being on track to achieve this.

"We also anticipate a steady stream of job inflows from the Andaman Island development, given the multiple phases of launches expected to take place over the course of the year.

"Backed by a healthy outstanding order book and strong project pipeline, we remain focused on delivering sustainable growth, upholding our commitment to quality, and creating long-term value for our shareholders," said Tee.

This is the group's fourth contract win for the year, bringing the year-to-date new job wins to RM610.2 million, and lifting its total outstanding order book to RM4.3 billion, reflecting continued confidence from premium developers in the group's ability to deliver quality construction solutions.