

Headline	Nippon Express job win a boon for Sunway Construction		
MediaTitle	Borneo Post (Kuching)		
Date	16 Nov 2017	Color	Full Color
Section	Business	Circulation	89,224
Page No	B2	Readership	267,672
Language	English	ArticleSize	310 cm ²
Journalist	Sharon Kong	AdValue	RM 4,227
Frequency	Daily (EM)	PR Value	RM 12,681



This contract boosted Sunway Construction's YTD job wins to RM3.96 billion, which was fairly consistent with the research firm's FY17 full-year assumption of RM3.9 billion, and outstanding construction order book to RM6.7 billion.

Nippon Express job win a boon for Sunway Construction

By **Sharon Kong**
sharonkong@theborneopost.com

KUCHING: Sunway Construction Group Bhd's (Sunway Construction) Nippon Express warehouse construction job win has garnered positive views from analysts.

In a filing on Bursa Malaysia, Sunway Construction announced that the Taisei-Sunway joint venture (JV) had on November 14, 2017 accepted the Letter of Acceptance issued by Nippon Express (Malaysia) Sdn Bhd (Nippon Express) in respect of the design and build works for Nippon Express' new warehouse.

This construction job is for a total contract sum of RM139.83 million.

AmInvestment Bank Bhd (AmInvestment Bank) was positive on the latest development.

This contract has boosted Sunway Construction's year to date (YTD) job wins to RM3.96 billion, which was fairly consistent with the research firm's financial year 2017 (FY17) full-year assumption of RM3.9 billion, and outstanding construction order book to RM6.7 billion.

"We continue to like Sunway Construction for its good earnings visibility backed by a sizeable

outstanding order book which will keep it busy for the next two to three years, its strong prospects for new job wins underpinned by various mega infrastructure projects, particularly the rail-related ones, in the market and its proven track record with various blue-chip clients in the market," the research firm said.

AmInvestment Bank thus maintained its 'buy' call, forecasts and fair value of RM2.70 per share.

On forecasts, the research firm kept its assumption for job wins of RM3.9 billion in FY17F, normalising to RM2 billion annually in FY18-19F.