

26 March 2007

## **WCT Engineering Expands to Dubai, U.A.E. by Securing Airport Related Works Project**

**Subject : DUBAI WORLD CENTRAL INTERNATIONAL AIRPORT -  
STORM WATER DRAINAGE AND SEWERAGE SYSTEM (PHASE 1)  
– REMAINING AREAS**

### **Introduction**

The Board of Directors of WCT Engineering Berhad ("WCT" or the "Company") is pleased to announce that the Company has on **26 March 2007** entered into a joint venture agreement with Arabtec Engineering Services LLC ("AES") to undertake the project known as Dubai World Central International Airport - Contract No. JXB1/INF/103 – Stormwater Drainage and Sewerage System (Phase 1) – Remaining Areas ("the Works").

The contract value for the Works is Dhs 487.3 Million (UAE Dirhams Four Hundred Eighty Seven Million Three Hundred Thousand Only) or approximately RM486.0 Million (Ringgit Four Hundred Eighty Six Million Only).

### **Joint Venture**

AES is a wholly-owned subsidiary of Arabtec Holding PJSC ("Arabtec") and undertakes engineering services relating to infrastructure works including sewerage, storm water and irrigation networks. Arabtec is a Public Joint Stock Limited Liability Company incorporated in Dubai, the United Arab Emirates ("UAE") and is listed on the Dubai Financial Market. Its principal business activity is investment in the contracting sector both within and outside the UAE.

The joint venture between WCT and AES is in the proportion of **50:50** respectively.

### **Details of the Works**

The Works consist of supplying and installing the underground utilities for Dubai World Central International Airport which include the networks for storm water, sewerage and irrigation, pumping stations, irrigation storage tanks and retention ponds. It will involve more than 100 kilometres of pressure pipes and more than 120 kilometres of gravity drain pipes of up to 3.2 metres in diameter.

The Works are expected to be completed by the third quarter of 2008.

### **Source of Funds**

WCT shall fund its share in the cost of the Works through internally generated funds and bank borrowings.

### **Financial Effects**

**Press Release – For Immediate Release**

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The above contract will not have any effect on the issued and paid-up share capital of WCT but is expected to contribute positively to the Group's earnings and net assets for the financial years ending 31 December 2007 and 2008.

**An Expanding Presence in the Gulf Region**

The Dubai World Central International Airport project is expected to further enhance WCT's reputation and presence in the Gulf region as an established and reliable Malaysian construction firm. Prior to securing the above contract, WCT's presence in the Gulf region has been in the Kingdom of Bahrain and Qatar.

WCT's maiden foray into Bahrain was in 2002 when WCT together with its JV partner, won the contract for the RM600 Million Bahrain F1 International Circuit via international competitive bidding. Since then, the F1 Circuit has successfully held 3 (Three) Formula One Grand Prix races in 2004, 2005 and 2006. Apart from that, the JV had also completed the RM120 Million North Manama Corridor Improvement Project - Al-Seef Flyover in 2005. Currently, WCT is undertaking the building of the Bahrain City Centre valued at RM1.28 Billion.

In Qatar, WCT together with its JV partners are currently undertaking 2 (Two) projects, namely, the RM1.88 Billion civil and infrastructure works of the New Doha International Airport and RM784 Million Dukhan Highway.

With the new joint venture with Arabtec, a well established construction company in Dubai, to bid and undertake civil and infrastructure projects in Dubai and the U.A.E. WCT is expected to be more active in the U.A.E. especially for civil works and infrastructure projects.

**WCT Engineering Berhad.**