

## General Announcement

Reference No **CCH-101221-42FC8**

Company Name : **MALAYSIAN AE MODELS HOLDINGS BERHAD**  
Stock Name : **MAEMODE**  
Date Announced : **21/12/2010**

Type : Announcement  
Subject : Malaysian AE Models Holdings Berhad ("MAE")  
-Contract secured by PT. AE Material Handling Systems  
Contents : 1. INTRODUCTION

The Board of Directors of MAE is pleased to announce that PT. AE Material Handling Systems ("PTAEMHS"), a 99.92% subsidiary of AE Automotion (M) Sdn Bhd which in turn is a wholly-owned subsidiary of MAE, has on 16 December 2010 accepted a contract works package awarded by PT. Kariangau Power of 12th Floor, Graha Irama, Jalan HR, Rasuna Said Blok X-1 Kav. 1 & 2, Jakarta 12950, Indonesia for the design, construction and the remedying of defects of the Kariangau 2 x 15 MW Coal Fired Steam Power Plant in Balikpapan, East Kalimantan, Indonesia ("Contract Works") for a total contract price of US\$33,800,000.00 (equivalent to RM104,780,000.00) inclusive of PPh (withholding tax) but exclusive of PPN (value-added tax) .

### 2. DETAILS OF THE CONTRACT WORKS

PTAEMHS's principal activity is mainly in trading of goods and machinery.

The scope of works of PTAEMHS is responsible for overall project coordination and the erection of all plant and equipment supplied by Shandong Machinery I & E Group Corporation as Consortium Member Two (together with PT. Cipta Total Solusindo as Consortium Member Four which is responsible for the supervision of the erection of the electrical plant and equipment).

All payments due from PT Kariangau Power in respect of the Contract Works shall be made to PTAEMHS, which in turn make payment to the other consortium members.

The total contract price comprises:

- (i) US\$8,870,000.00, inclusive of PPh but exclusive of PPN, due to PTAEMHS as Consortium Member One (which amount also includes the sum due to PT. Cipta Total Solusindo as Consortium Member Four);
- (ii) US\$17,000,000.00 exclusive of PPh and exclusive of PPN, due to Shandong Machinery I & E Group Corporation as Consortium Member Two; and
- (iii) US\$7,930,000.00 inclusive of PPh but exclusive of PPN, due to Consortium Member Three.

The Contract Works shall be completed within twenty-four (24) months of the commencement date.

### 3. FINANCIAL EFFECT/RISKS FACTORS

The Contract Works will not have any material effect on the earnings per share, net assets per share, gearing and share capital and the shareholdings of the substantial shareholders of MAE. However, it is expected to contribute positively to the future earnings of the MAE group.

The risks in respect of Contract Works are the normal business/operation risks and are expected to be manageable and not significant to MAE group.

### 4. DIRECTORS AND MAJOR SHAREHOLDERS' INTEREST

None of the Directors or major shareholders of MAE or person connected to the Directors or major shareholders of MAE have any interest, direct or indirect in the Contract Works.

### 5. STATEMENT BY THE BOARD OF DIRECTORS

The Board of Directors of MAE is of the opinion that the acceptance by PTAEMHS of the Contract Works is in the best interest of the MAE group.

This announcement is dated 21 December 2010.

Announcement Details :