

Asiabio active, up 2.63% on securing RM220 million subcontract

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KUALA LUMPUR (June 9): Shares in Asia Bioenergy Technologies Bhd (Asiabio) were the most actively traded this morning after the group announced that it had bagged a RM220 million subcontract for ancillary services in Pengerang.

At 10.27am, as many as 22.41 million shares had been traded up 0.5 sen or 2.63% at 19.5 sen per share.

Yesterday, Asiabio announced that it had received a letter of award (LOA) from Tenisha Construction Sdn Bhd via its wholly-owned subsidiary Asiabio Petroleum Sdn Bhd, with a subcontract agreement expected to be executed within one month.

The works to be carried out under the contract include the designing, erecting, inspecting, maintaining and dismantling of scaffolding and formwork systems on site in Pengerang, Johor.

In a separate statement, the group added that subsequent to this award, both companies will be exploring entering into various agreements to outline roles and responsibilities of each party. It said there is a possibility of setting up a joint venture company to expand the repertoire of ancillary services such as blasting and painting services and minor fabrication works through an integrated yard.