



FOR IMMEDIATE RELEASE

**MMC CORPORATION BERHAD (“MMC”) UNLOCKED
THE VALUE OF ITS INVESTMENT IN RED SEA
GATEWAY TERMINAL COMPANY LIMITED (“RSGT”)
IN JEDDAH**

KUALA LUMPUR, 29 January 2021 – MMC, which holds an effective 20.0% equity interest in RSGT (via its wholly-owned subsidiary, City Island Holdings Limited (“**CIHL**”), which in turn holds a 20.0% equity interest in Red Sea Ports Development Company (“**RSPD**”)), had on 27 January 2021, signed separate Share Purchase Agreements with the Public Investment Fund (“**PIF**”), the sovereign wealth fund of Saudi Arabia and COSCO Shipping Ports Limited (“**CSPL**”) (via its wholly-owned subsidiary, Sound Joyce Enterprises Limited) respectively, to undertake the proposed disposal of its 8.0% direct equity interest in RSGT for a total cash consideration of SAR211.1 million, which is equivalent to approximately RM227.6 million.

Simultaneously, the other shareholders of RSGT namely Saudi Industrial Services Company, Xenel Industries Limited and Saudi Trade and Export Development Company Limited, collectively holding an effective 80.0% equity interest in RSGT, have also signed separate Share Purchase Agreements with PIF and CSPL respectively, to dispose their 32.0% equity interest in RSGT.

Upon completion of the proposed transactions, PIF and CSPL will hold a combined 40.0% equity interest (respectively 20.0% each) in RSGT while MMC (via CIHL) will continue to hold a 20.0% equity interest in RSPD, which in turn holds 60% equity interest in RSGT.

The finalisation of the proposed transactions is subject to the approval of the Saudi Arabian Ports Authority (*also known as Mawani*), as well as other customary approvals.

Barring any unforeseen circumstances, the proposed transactions are expected to be completed in the first half of 2021.



About RSGT

*RSGT commenced operation in 2009 and was founded by leading Saudi Arabia and international investors, namely Saudi Industrial Services Company, Xenel Industries Limited, Saudi Trade Export Development Company and CIHL (“**Founding Shareholders**”).*

*RSGT will remain an independent terminal operator, focused on servicing its existing and future customers in the global logistics chain. The company signed a new 30-year concession agreement with the Saudi Arabian Ports Authority in December 2019, which envisages the continuous investment of USD1.7 billion in automation, infrastructure and equipment throughout the concession period, allowing a projected annual throughput capacity of approximately 9 million TEU. Under the new concession, RSGT significantly expanded its operational growth in April 2020 with the takeover of the northern section of Jeddah Port (previously known as North Container Terminal or “**NCT**”). RSGT’s current annual throughput capacity is approximately 5.2 million TEU, up significantly from 2.5 million TEU in 2019.*

About PIF

The Public Investment Fund is one of the largest and most impactful sovereign wealth funds in the world, driving the economic transformation of Saudi Arabia for the benefit of its people while helping shape the future global economy. PIF is building a world-class portfolio through investments in attractive, long-term opportunities across diverse industries and asset classes internationally, while unlocking new sectors at home. PIF works alongside global strategic partners and renowned investment managers, and acts as the Kingdom of Saudi Arabia’s primary investment arm aiming toward generating long-term value for the Kingdom of Saudi Arabia in line with Vision 2030. More information can be found at www.pif.gov.sa

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About CSPL

CSPL is a leading global port operator with a portfolio of terminals covering the five main port regions comprising Mainland China, Southeast Asia, the Middle East, Europe, South America and the Mediterranean. As of 30 September 2020, CSPL operates and manages 360 berths at 36 ports worldwide, of which 206 are for containers, with a combined annual handling capacity of 115 million TEU. CSPL is a subsidiary of Shanghai-based China COSCO Shipping Corporation Limited (COSCO SHIPPING Group), which operates COSCO SHIPPING Lines, the world's third-largest container shipping line and a member of the Ocean Alliance consortium alongside CMA-CGM/APL and Evergreen Marine.

About MMC

MMC is a leading utilities and infrastructure group with diversified businesses under four divisions, namely Ports and Logistics, Energy and Utilities, Engineering, and Industrial Development.



Its key businesses under the Ports and Logistics division includes the port operations of Pelabuhan Tanjung Pelepas Sdn Bhd, Johor Port Berhad, Northport (Malaysia) Bhd, Penang Port Sdn Bhd, Tanjung Bruas Port Sdn Bhd and Kontena Nasional Berhad, a logistics provider. Internationally, MMC has presence in Saudi Arabia via Red Sea Gateway Terminal Company Limited, a container port terminal within the Jeddah Islamic Port.

Under the Energy and Utilities division, Malakoff Corporation Berhad is the largest Independent Power Producer in Malaysia and its subsidiary, Alam Flora Sdn Bhd, is one of the leading environmental management companies in the country. Under Gas Malaysia Berhad, MMC is the supplier of reticulated natural gas in Peninsular Malaysia operating and maintaining 2,468 kilometres of gas pipeline. Through Aliran Ihsan Resources Berhad, MMC provides full-fledge water services using high technology treatment in Malaysia.

MMC's Engineering Division has played a leading role as the Project Delivery Partner and underground works package contractor in completing 51 kilometres Klang Valley Mass Rapid Transit ("KVMRT") Kajang Line (previously known as Sungai Buloh-Kajang Line) including 9.5 kilometres underground works. Currently, MMC is the main turnkey contractor for 52.2 kilometres KVMRT Putrajaya Line (previously known as Sungai Buloh-Serdang-Putrajaya Line). MMC has also successfully completed the 329-kilometre Ipoh-Padang Besar Electrified Double Tracking Project as well as the innovative Stormwater Management and Road Tunnel ("SMART") motorway, the first of its kind, dual-purpose tunnel in the world. MMC is currently in the final stage of completing the Langat Centralised Sewerage Treatment Plant (which will serve 920,000 population equivalent) and Langat 2 Water Treatment Plant (which will supply 1,130 million litres of treated water per day).

MMC's Industrial Development Division develops and manages approximately 5,000 acres of industrial developments namely Senai Airport City ("SAC") and Tanjung Bin Industrial Park ("TBIP") in Iskandar Malaysia, Johor and Northern Technocity ("NTC") in Kulim, Kedah. The SAC, TBIP and NTC developments come under the ambit of MMC's Industrial Development division, operating under three companies namely Senai Airport City Sdn Bhd, Seaport Worldwide Sdn Bhd and Northern Technocity Sdn Bhd.

In other business, through Senai Airport Terminal Services Sdn Bhd, MMC is the operator of Senai International Airport in Johor Bahru – the southern aviation hub and an important gateway to Iskandar Malaysia.

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