



BURSA MALAYSIA

General Announcement

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Ownership transfer to CS_SECURITIES SERVICES HOLDINGS PENANG/EDMS/KLSE on 01/10/2013 05:09:09 PM

Submitted by CS_SECURITIES SERVICES HOLDINGS PENANG on 01/10/2013 05:09:19 PM

Reference No CS-131001-22090

Submitting Investment

Bank/Advisor

(if applicable)

Submitting Secretarial Firm

SECURITIES SERVICES (HOLDINGS) SDN BHD

(if applicable)

Company name *

PBA HOLDINGS BHD

Stock name *

PBA

Stock code *

5041

Contact person *

THUM SOOK FUN

Designation *

COMPANY SECRETARY

Type *

Announcement Reply to query

Subject *

MEMORANDUM OF UNDERSTANDING

Description :-*

(Note : Please enter the announcement description in this field and the announcement details in the Announcement Details/Table Section or attach the full announcement details as an attachment)

PBA HOLDINGS BHD

- MEMORANDUM OF UNDERSTANDING BETWEEN PBA HOLDINGS BHD, PDAM TIRTA KENCANA SAMARINDA (INDONESIA) AND WATERLINKS ALLIANCE

Announcement Details/Table Section :-

(This field is for the details of the announcement, if applicable)

PBA Holdings Bhd ("PBAHB" or "Company") wishes to announce that the Company has on 1 October 2013 entered into a Memorandum of Understanding ("MOU") with PDAM Tirta Kencana ("Tirta Kencana") and WaterLinks, an agency under United State Agency for International Development ("USAID"), collectively known as "Parties", to implement activities under the agreed Joint Work Plan ("JWP") development that includes remote consultation, study visits, and on-the-job training through PBAHB and Tirta Kencana collaborative Water Operator Partnership ("WOP") with its key objective to help achieving Tirta Kencana's Goal of providing more continuous and expanded water supply in the city of Samarinda, Indonesia.

Please refer to the attachment for announcement details.

This announcement is dated 1 October 2013.

Attachment(s):- (please attach the attachments here)



PBAHB_MOU 2013.pdf

COMPANY NAME : PBA HOLDINGS BHD
SUBJECT : MEMORANDUM OF UNDERSTANDING BETWEEN PBA HOLDINGS BHD, PDAM TIRTA KENCANA AND WATERLINKS

Announcement Details:

1. INTRODUCTION

PBA Holdings Bhd ("PBAHB" or "Company") wishes to announce that the Company has on 1 October 2013 entered into a Memorandum of Understanding ("MOU") with PDAM Tirta Kencana ("Tirta Kencana") and WaterLinks, an agency under United State Agency for International Development ("USAID"), collectively known as "Parties", to implement activities under the agreed Joint Work Plan ("JWP") development that includes remote consultation, study visits, and on-the-job training through PBAHB and Tirta Kencana collaborative Water Operator Partnership ("WOP") with its key objective to help achieving Tirta Kencana's Goal of providing more continuous and expanded water supply in the city of Samarinda, Indonesia.

2. INFORMATION ON THE PARTIES

2.1 Tirta Kencana

Tirta Kencana is a water supply company in Samarinda, the provincial capital of East Kalimantan, Indonesia and serves more than 115,000 customers.

Tirta Kencana is also improving water supply distribution, including non-revenue water (NRW) reduction, continuous water, pressure management and expanded supply to underserved areas, is a priority for Tirta Kencana as demand increases. Tirta Kencana seeks assistance from peers to address these water distribution issues and improve overall operational efficiencies.

2.2 WaterLinks

WaterLinks is an agency under United State Agency for International Development ("USAID").

WaterLinks, through the WaterLinks Alliance initiative supported by USAID, facilitates WOPs to support the transfer of good practices, expertise and technology through peer-to-peer exchanges. WaterLinks also promotes the scale-up and replication of knowledge transferred.

All WaterLinks activities draw on a range of partner resources and capabilities to achieve tangible results. To date, at least 60 WOPs and several training programs under WaterLinks have led to more than 1 million urban residents having improved access to water and sanitation services; 100,000 low-income people with first time water supply and sanitation services; 2,500 operator staff trained; and USD10 million leveraged by participating service providers in capital and capacity investments.

3. SALIENT POINTS OF THE MOU

This MOU set out the roles of the parties by establishing a partnership which will co-fund the activities stated in the JWP. The salient points of the MOU are as follows:-

- i) PBAHB will provide in-kind support through its technical services, local transport, and administration of selected events.
- ii) Tirta Kencana will fund any related capital investment for operational efficiency improvements and provide support in-kind for workshop venues, local transport, selected travel, and administration.
- iii) WaterLinks will provide facilitation support and targeted financial assistance for selected air fare, meals, incidental expenses and accommodations for visits and regional events. WaterLinks is facilitating this PBAHB-Tirta Kencana WOP to enable improved and expanded water supply access for at least 25,000 residents in the city of Samarinda by December 2014. Through the WOP, WaterLinks will also work with the Indonesian Water Supply Association to promote replication with other PDAMs. However, WaterLinks will not cover any costs related to project construction or equipment.

4. EFFECTS OF THE MOU

The MOU does not create legally binding obligations on the Parties and will not have any financial effects on PBAHB Group for the financial year ending 31 December 2013 and 2014.

5. INTERESTS OF THE DIRECTORS, MAJOR SHAREHOLDERS AND PERSONS CONNECTED TO THEM

None of the Directors, Major Shareholders of PBAHB and/or persons connected to them have any interest, direct or indirect, in the above transaction.

6. APPROVAL REQUIRED

The MOU is not subject to the approval of the shareholders of PBAHB or any other relevant authorities.

7. VALIDITY OF THE MOU

The Memorandum signifies the agreement to implement activities in the JWP and shall commence on the 1 October 2013 and shall continue for a period of **Fifteen (15) months** from the date of this MOU subject to the rights of the parties herein to terminate and/or extend the said period on terms to be mutually agreed by both parties in writing.

This MOU can be terminated at any time by either Party by giving a notice in writing not less than three (3) months to the other Party, prior to the date of the intended termination.

This announcement is dated 1st day of October, 2013.