

Sunsuria buys stake in Prosperspan to expand into construction



*A handshake to seal the shareholders agreement between Sunsuria Bhd CEO Koong Wai Seng and managing director of Spanway Chuah Chew Hai witnessed by executive chairman, Datuk Ter Leong Yap and independent non-executive chairman Datuk Tan Tian Meng.

PETALING JAYA: Property developer [Sunsuria Bhd](#) has acquired a 51% stake in construction firm Prosperspan Construction Sdn Bhd for RM408,000 to expand into the construction business.

Sunsuria unit Sunsuria Builders Sdn Bhd inked a share sale and purchase agreement (SSA) yesterday with Prosperspan director Chuah Peak San to buy 408,000 ordinary shares, representing the 51% equity interest in Prosperspan.

The remaining 49% stake is held by Spanway Construction Sdn Bhd.

In a filing with Bursa Malaysia, Sunsuria said the proposed share acquisition was in line with its venture into construction-related businesses.

Prosperspan holds a Construction Industry Development Board licence to undertake construction works in Malaysia.

The SSA is subject to the completion of legal, business and financial due diligence exercise on Prosperspan and approval from Sunsuria's board.

The SSA is not expected to have any material impact on Sunsuria's earnings or net assets for the financial year ending Sept 30, 2017.

Separately, Sunsuria executive chairman Datuk Ter Leong Yap said it was a timely opportunity to strengthen its capabilities and gain access to new business growth areas.

"Through Prospan, Sunsuria will now have the expertise and access to future infrastructure and development projects for the government and private sectors.

"Prospan will also be used to engage in future construction, engineering and similar ancillary services and activities in Malaysia," said Ter.

In the meantime, Sunsuria will be launching projects with total gross development value in excess of RM1.55bil this year.