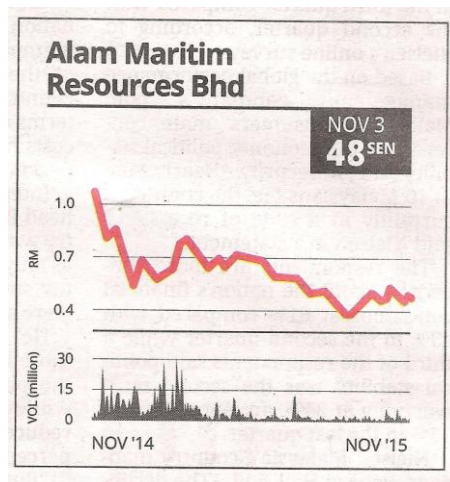


Company Name : Alam Maritim Resources Berhad
Date : 04 November 2015
Source : The Star



ALAM MARITIM RESOURCES BHD

By RHB-Research Institute
Trading Buy (from Neutral)
Target Price: 56 sen

OWING to its subsea expertise, Alam Maritim Resources has been one of the beneficiaries of the world's first floating liquefied natural gas (FLNG), owned by Petroliam Nasional Bhd (Petronas).

This start-up is due to begin operations in the first quarter of 2016.

To date, the company has been awarded two packages related to Petronas' subsidiary Petronas Floating LNG 1 (L) Ltd (PFLNG1) totalling RM102mil.

The first package was for the engineering, procurement, installation and related activities for the mooring system installation.

On the other hand, the second package was for offshore works for the final positioning as well as the hook-up of the mooring system.

This includes the installation for flexible risers, pre-commissioning and commissioning of pipelines, pipeline end terminals and risers from the Kanowit fields to the PFLNG1 worth RM53.3mil.

"We believe more packages are expected for the PFLNG1 project and Alam Maritim stands a good chance of winning these packages, considering it is doing most of the initial installation work," said RHB Research.

The brokerage increases its financial year 2016/2017 forecast (FY16F/FY17F) earnings by 31% and 32% respectively as it input higher orderbook wins for the subsea division.