

Sembcorp Salalah Power & Water Company

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Sembcorp Salalah launches initial public offering



Sembcorp Salalah Power & Water Company (under transformation) (Sembcorp Salalah), a leading power and water company based in the Dhofar Governorate of Oman, on Wednesday launched its Initial Public Offering (IPO) of 33,410,019 existing ordinary shares, representing 35 per cent of the issued share capital of Sembcorp Salalah.

Shares are priced at OMR 1.590 per ordinary share. The IPO is now open for subscription until 26 September 2013.

The IPO is expected to raise around OMR 53 million, which would make it the biggest share offer in Oman so far in 2013. The existing shareholders, Sembcorp Utilities, Oman Investment Company (OIC) and BDCC Investment Company, are required to undertake this IPO and make 35 per cent of the Company's shares available to the public as the IPO is a condition under the Project Founders' Agreement.

Commenting on the launch, Lim Yeow Keong, Chief Executive Officer of Sembcorp Salalah, said, "We are pleased to offer the public the unique opportunity to invest in Sembcorp Salalah. With an established operation backed by strong government support, our Company allows our shareholders to benefit from a stable business model and strong predictability of cash flows, as well as future growth opportunities. It's a very exciting time for us as we look forward to welcoming new shareholders into the Company."

Tang Kin Fei, Group President & CEO of Sembcorp Industries and Chairman of Sembcorp Salalah, said, "We are delighted to launch the next stage in Sembcorp Salalah's development now that we have successfully delivered this plant, which is expected to play a major role in meeting the region's growing power and water demand for many years to come. Sembcorp Salalah is a world-class operator that benefits from the proven track record of Sembcorp as an established developer, owner and operator of large-scale power and water projects worldwide, and the regional knowledge and experience of OIC. As a long-term shareholder of the Company, we look forward to welcoming new shareholders on board with us."

Kalat Al-Bulooshi, CEO of OIC and Deputy Chairman of Sembcorp Salalah, commented, "Sembcorp Salalah makes a valuable contribution to Oman through the provision of power and water to the people of Dhofar. This IPO is a great opportunity for Omanis to own a part of the Company, and to be an integral part of the future of both Sembcorp Salalah and the development of Dhofar."

The offer period will commence on Aug.28 August 2013 and end on Sept.26, 2013 at the end of the working hours of the Collecting Banks. It is proposed that the shares will be admitted to trading on the Muscat Securities Market on or around Oct.10, 2013.

The offer is open to Omani and non-Omani individual investors, juristic persons and institutions through two categories.

Sembcorp Salalah developed, owns and operates an electricity generation and seawater desalination plant, the Salalah Independent Water and Power Plant, located between Taqah and Mirbat in Oman.

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