

Selangor Properties hits fresh high as it unlocks land value

SOURCE: THE STAR BUSINESS NEWS

PUBLISHED 4-MAR-2014

KUALA LUMPUR: Shares of Selangor Properties Bhd (SPB) jumped to a historic high on Tuesday to reach RM5.10 as investors were upbeat on its plan to unlock its landed assets following the sale of a piece of land in Pusat Bandar Damansara.

At 11.16am, Selangor Properties was up 17 sen to RM5.05 with 279,900 shares traded.

The FBM KLCI fell 3.39 points to 1,821.3. Turnover was 806.98 million shares valued at RM515.56mil. There were 328 gainers, 242 losers and 276 counters left unchanged.

SPB said on Monday it had accepted an offer to sell a piece of land in Bukit Damansara to Jendela Mayang Sdn Bhd for RM450mil. It will expect a net gain of RM376.2mil.

The sale will enable it to pare down its existing borrowings including working capital for land banks expansion moving forward.

StarBiz reported Jendela Mayang Sdn Bhd has proposed to acquire the land from SPB for RM450mil cash.

Jendela Mayang is believed to be controlled by Datuk Desmond Lim Siew Choon of Malton Bhd, who already owned several parcels of land within Pusat Bandar Damansara.