



Official Launch of East Malaysia's First Integrated Cement Plant 8 November 2016

CMS Cement Division achieved a major capacity milestone with the official launch of East Malaysia's first integrated cement plant held at CMS Clinker, Mambong.

Deputising the Chief Minister of Sarawak, YAB Datuk Patinggi Tan Sri (Dr) Haji Adenan bin Satem was the Minister of Industrial and Entrepreneur Development, Trade and Investment, YB Datuk Amar Haji Awang Tengah bin Ali Hasan who officiated the launch of the 1 million-MT grinding plant. The RM190 million-plant is CMS' third and largest cement grinding plant and is situated at Mambong to anticipate the growing demands of a rapidly expanding and developing State.

It incorporates state-of-the-art European technology comprising a Ball Mill (with a rated capacity of 150 MT/hour), a high efficiency Separator, two units of 10,000 MT cement silos, 4-line bulk loaders and a 3,000 bag/hour packing and palletizing machine. Its performance promises to maximise efficiency and quality with minimum downtime.

The Engineering, Procurement and Construction contract for this plant was awarded to Christian Pfeiffer Maschinenfabrik GmbH, a leading German company in this sector, in April 2014. Construction began in July 2014, production ramp up commenced in December 2015 and it was fully commissioned earlier this year.

The official launch also included the signing of a Memorandum of Understanding (MoU) between CMS Clinker Sdn Bhd and ZHA Environmental Sdn Bhd for the use of shredded rubber tyres as an alternate fuel in the production of clinker. The objective of this MoU is consistent with CMS' commitment towards its sustainability programme.

The event concluded with CMS Group Executive Director, YBhg Datuk Syed Ahmad Alwee Alsree presenting cheques worth RM20,000.00 to each of the four schools located in and around Mambong, namely SK St Francis Xavier, SK St Augustine, SK Sitang Petag and SJK Chung Hua Batu 15.

The event saw CMS Deputy Chairman, YBhg Dato Sri Mahmud Abu Bekir Taib, Group Managing Director, YDH Dato' Richard Curtis, Lebuhraya Borneo Utara Sdn Bhd's Chairman, YBhg Tan Sri Abang Ahmad Urai Hakim Abang Mohideen and other distinguished guests. The German Ambassador, H.E. Ambassador Holger Michael and CMS' first appointed Managing Director, YBhg Datuk Mohamad Amin bin Hj Satem were also present at the event.





Samalaju Resort Hotel Opening Marks New Era for SCORE 18 October 2016





The official opening of Samalaju Resort Hotel was officiated by His Excellency The Governor of Sarawak, Tun Pehin Sri Haji Abdul Taib bin Mahmud on 18 October 2016.

The opening of the 23-acre hotel and resort attributes to a major milestone for Samalaju and Sarawak Corridor of Renewable Energy (SCORE). Strategically located within the Samalaju Industrial Park (SIP), the 175-room business cum leisure resort is targeted at both short-term and longer-term guests who are seeking accessibility, convenience amidst an 'oasis of tranquillity'.

The grand opening also included the signing of two agreements with Samalaju Properties; the first with the Trustees of the Methodist Church in Sarawak to buy 10 acres of land for a school and a Memorandum of Understanding with PMB Development Sdn Bhd to consider the leasing of apartment units completed by Samalaju Properties in Samalaju Eco Park. The nature of the agreements is consistent with Samalaju Properties' tagline – 'building sustainable & vibrant communities.'

Part of the bigger development is the nearby Samalaju Central project, which will offer guests even greater facilities, services and entertainment. Built on over 33 hectares of land, Samalaju's first commercial service centre will provide retail, commercial and industrial units to both small and medium enterprises. When completed, Samalaju Central will offer restaurants, laundromats, mini-markets, clinics, a police station, BOMBA and much more, enhancing the lifestyles and facilities available to everyone in the area.

Dato' Richard Curtis in his speech said, "The Samalaju Industrial Park currently stands at approx. 8,000 hectares, and with 16 approved projects and investment totalling RM25.3 billion, it continues to grow and expand, creating an increased need for facilities that meet the needs of a diverse and varied workforce. With massive plants and further development in the pipeline, there has never been a better time for the Samalaju Resort Hotel."







PROJECT UPDATES





Proposed Road Rehabilitation of the Miri-Marudi Road Project

On 25 November 2016, Assistant Minister for Local Government, YB Datu Dr. Penguang Manggil, together with the Director of Jabatan Kerja Raya Sarawak (JKR), Ir. Hj. Zuraimi Bin Hj. Sabki, CMS Group Managing Director, Dato' Richard Curtis, CEO of CMS Works, Mr Lim Jit Yaw, Divisional Engineer Miri, Chong Chi Fam and others went for a site inspection to check on the latest progress of the Miri-Marudi Road Rehabilitation Project.

The project was handed over to CMS Roads (CMSR) at the end of January 2015 for immediate repair on pot holes, muddy condition and flood-prone road stretches by direct labour of CMSR Northern Region maintenance crews with the assistance of JKR Miri Division while waiting for the necessary ground

survey and site investigation for design on a permanent solution.

The project value of the 43.2km-road is summed at RM77.4 million and is designed to be a fully tar-sealed R1 modified standard.

CMS and YB Datu Dr. Penguang also agreed to expedite the commencement of the road which is set to complete in 30 months (31 March 2019) during their meeting on 9 November 2016. Work started a week earlier on 11 November 2016.





Launching of WPC 06 of Pan Borneo Highway

Prime Minister, YAB Datuk Patinggi Najib Tun Razak launched eight packages of the Pan Borneo Highway at a total cost of RM12.5 billion on 18 December 2016 at Eastwood Valley Golf and Country Club in Miri.

One of the eight packages launched was Work Package Contract 06 – Sg. Awik Bridge to Bintangor Junction (64.486km) for a contract sum of RM1.358 billion. The project which is undertaken by PPESW BPSB JV Sdn Bhd is for the Proposed Development and Upgrading of Pan Borneo Highway in Sarawak.

The RM16.59 billion-Pan Borneo Highway which was officially launched by Datuk Patinggi Najib on 31 March 2015 in Bintulu, will cover a total distance of 1,089km from Telok Melano to Merapok, Sarawak.

The first phase of the implementation of the Pan Borneo Highway in Sarawak is expected to be completed in 2022. The second phase will focus on ensuring that the journey from Sematan to Sabah is smooth.

FINANCIAL RESULTS

Pre-tax profit reported at RM160 million for PE2016

30 November 2016

CMS announced its financial performance for the first nine months of 2016 (PE2016) with a total revenue of RM1.10 billion (decreased by 14%) and pre-tax profit (PBT) of RM160.41 million (decreased by 40%). CMS' PBT for 3Q16 improved by 122% from RM42.76 million in 2Q16, to RM94.74 million.

In comparison to PE2015, CMS Cement Division recorded a PBT of RM76.98 million (14% lower) due lower sales volumes, costs linked to the new cement mill, unscheduled shutdown of the clinker plant due to prolonged maintenance work in January 2016 and higher costs both in imported raw materials and cement due to the still weaker Ringgit. In the

same period, CMS Construction Materials & Trading Division recorded a PBT of RM74.65 million (3% increase) and CMS Construction & Road Maintenance Division recorded a drop by 35% in PBT of RM57.61 million (excluding the share of results of joint ventures).

CMS also recorded losses of RM40.49 million in PE2016 from the share of results of its associates. This is largely due to the losses reported by its 25% associate, OM Materials (Sarawak) during 1H16. The results have since improved as CMS recorded a profit of RM8.42 million from the share of results of its associates during the 3Q16.



SACOFA celebrates 15th Anniversary

SACOFA unveiled its new corporate logo during its 15th Anniversary Dinner held on 23 October 2016.

The event which was graced by His Excellency The Governor of Sarawak, Tun Pehin Sri Haji Taib Abdul Mahmud gathered 600 guests. It also saw the Minister of Public Utilities, YB Dato Sri Dr. Stephen Rundi, Assistant Minister, YB Datuk Dr. Jerip Susil and CMS Group Executive Director, YBhq Datuk Syed Ahmad Alwee Alsree.

His Excellency, Tun Pehin Sri recognised the tireless work and sterling achievements by SACOFA, reiterating that a world-class communication infrastructure is crucial to Sarawak's socio-economic growth while also adding that special focus on connecting rural areas of the State should be emphasised.

SACOFA's new logo comes with a tagline – 'Connecting You To The Future' – a symbol that everyone at SACOFA strives for daily.

SACOFA currently has 1,000 towers and 10,000km of fibre optic cable laid with more planned in-order to-meet the State's challenge of providing quality, stable and affordable connectivity to all Sarawakians.



EXCELLENCE AWARD 2016 ENTERPRISE RISK MANAGEMENT

19 October 2016

CMS received the Excellence Award 2016 for its 'Enterprise Risk Management' by Tricor Roots Consulting at Kuala Lumpur.

The award was presented to CMS for its commitment and dedication in implementing a sound risk management framework throughout the Group.

Safety Month 2016

Introduced in 2013, CMS organised its annual Safety Month throughout October with its official ceremony launched by Group Managing Director, Dato' Richard Curtis on 4 October 2016.

Throughout the month, employees who were dressed in orange participated in several activities that depicted the 2016's safety theme 'Safe Workplace, Safe Environment'. Sessions such as safety talks and health screenings were conducted by the Department of Safety and Health, Department of Environment, BOMBA, National Resources and Environment Board Sarawak, Ministry of Health, PERKESO and Borneo Medical Centre. Employees also collected three metric tons of recyclable items



and planted 85 pine trees throughout the worksites in Sarawak. Site visits were also conducted and a surprise fire drill was held at Wisma Mahmud on 28 October 2016.









TPS Celebrates 20th Anniversary Milestone



LOVE MY WORLD





Tunku Putra School (TPS) celebrated its 20th Anniversary, a milestone which has seen the School's growth from merely 90 students in 1996 to 632 students represented by 20 nationalities in 2016 on 7 October 2016.



The anniversary event was graced by His Excellency The Governor of Sarawak, Tun Pehin Sri Haji Taib Abdul Mahmud and Yang Amat Berbahagia Toh Puan Datuk Patinggi Hajjah Raghad Kurdi-Taib who were accompanied by Group Executive Director, Datuk Syed Ahmad Alwee Alsree and wife, Dato Hajjah Hanifah Hajar Taib Alsree, YB Datin Sri Hajjah Feona Wan Junaidi, Principal of TPS, Susan Holmes and distinguished ministers.



The 20th anniversary event showcased some of the results achieved by the School and its students – both academic and extracurricular success with recent achievements that included medal wins at the 2016 SUKMA Games, The Duke of Edinburgh Award Scheme, drama performances that included a joint collaboration with the State Symphony Orchestra, first-place in the Sime Darby Young Innovators Challenge (YIC) 2016 and continued success in their higher education studies.

The 20th Anniversary Celebrations spanned throughout the year with a logo competition held in the beginning of the year followed by several fun-filled activities such as 'Into the Woods' production (20-22 May), Kindy's 'Love My World' recycling and conservation project (23 September) Fun Run and Open Day (24 September) just to name a few.

CAHYA MATA SARAWAK BERHAD







SIBU 5 December 2016













MIRI 7 December 2016



KUCHING 10 December 2016











CMS TOWNHALL 2016













CMS INTER-HOUSE GAMES 2016

The CMS Inter-house Games 2016 finally came to a close on 17 September 2016 at the Jubilee Stadium, Kuching. With the kick-off held on 23 July 2016, employees together with their families participated in activities such as football, badminton and bowling.

Present at the closing ceremony were Group Executive Director, Datuk Syed Ahmad and Group Managing Director, Dato' Richard Curtis who were greeted by a colourful March Past. Even Iron Man and He-Man made their debut. With the theme of Superheroes, everyone gave their final fighting spirit in the remaining activities held that morning such as Tug of War and Track & Field events.

Red House (Iron Man) was crowned Champion followed by Blue House (Captain America) and

Green House (Superman) who shared the first runner-up and Yellow House (He-Man) who took third runner-up placing.

CMS was also awarded the 'Best Organised Event of the Year' by Megalanes Sarawak on 11 December 2016 for its Inter-house Bowling games.

The CMS Inter-house Games 2016 was also held in Bintulu and Miri on 29 and 30 October 2016.



CMS FRIENDLY GAMES 2016



CMS kicked off its annual friendly games in May 2016 by extending invitations to several government bodies and private agencies. CMS played football against Jabatan Pendidikan Sarawak (21 May), SACOFA (15 October), Brooke Dockyard & Engineering Works Corporation (22 October) and then had its bowling friendly with 26 private and government agencies on 19 November 2016.

Outside of Kuching, CMS played against Polis DiRaja Malaysia (PDRM) Bintulu Branch in Bintulu (25 September) and Jabatan Kerja Raya (JKR) in Miri (5-6 October). Teams from CMS, RMU Sri Aman and RMU Betong smashed their way 4-0 against JKR but unfortunately lost the upperhand to PDRM Betong. CMS Limbang team also held its badminton friendlies against RMU Lawas, JKR Limbang and LAKU Management.



Bursa Bull Charge 2016 8 September 2016

The annual Bursa Bull Charge 2016 which was held in Kuala Lumpur gathered close to 2,022 participants. The run raised RM1.90 million which was channelled to 10 deserving beneficiaries and 28 philanthropies, focusing mainly on children and women.

Group Managing Director, Dato' Richard Curtis ran the 1.5km CEO Run in 11.25 mins while our team of four ran 2.5km Relay Run in 37.37 mins.

With women making up 40% of the participants, the run echoed the call for businesses to advance women empowerment and gender equality in the corporate world.

The Bursa Bull Charge is a corporate social responsibility programme that aims to gather Malaysia's Chief Executive Officers, youths and young executives to give back to the society.





11 September 2016 - Employees from CMS Construction Materials & Trading Division participated in the IEM Engineer's Run which was flagged off at Vivacity Megamall, Kuching.

The run was organised by The Institute of Engineers Malaysia, Sarawak Branch to raise funds for the Sarawak Children's Cancer Society. It was held in conjunction with the nation-wide celebration of Malaysia's Engineer's Week.

Participants enjoyed their run as they were able to participate in healthy activities for a good cause.



COPE walks 10,000 steps a day

16 September 2016 – Employees from CMS Opus Private Equity celebrated their Malaysia Day by joining a charity walkathon organised by the Guardian Group at Wetlands Park Putrajaya which encouraged everyone to walk 10,000 steps a day for a healthier lifestyle. Despite the drizzle, their spirits to take part in the charity event were not dampened.

The event was held to raise funds for 15 orphanages throughout the country.



8 October 2016 – In conjunction with Hari Sukan Negara, more than 13,000 people gathered at the Padang Merdeka, Kuching, to take part in the 5km Fun Run, 10km and 30km Fun Rides. There were also field demonstrations and performances by the youths and employees from the Government agencies. The 3-day programme was held in various towns and cities throughout the nation.

For the first time, CMS' Cahya Cyclists cycled with pride wearing their striking-coloured jerseys which certainly stood out amongst the crowd!



Riding "Live" on National TV



6 November 2016 – Radio Televisyen Malaysia organised their 'Berambeh Sehati Sejiwa' event at their office premises at Jalan P. Ramlee. The programme was launched and broadcasted live.

Cyclists waited enthusiastically for their ride to start and during a stopover at Sarawak State Library, Petra Jaya, cyclists cleaned and collected debris around the library's compound. The 2-day event included some fun and interesting entertainments such as Zumba, a concert, lucky draws and stalls selling food and beverages.







CMS Clinker donates to Mambong Community

23 September 2016 – As part of their community engagement initiative, CMS Clinker donated 200 plastic chairs each to Ketua Kampung Junjong Anak Rama of Kampung Sitang and to Ketua Kampung Jafar Anak Rabor of Kampung Bratan.

Head of CMS Cement Division, Mr Goh Chii Bing also presented a 43" LED Flat Screen to Muda-Mudi Gereja St. Augustine Mambung for their "Bless Draw and Sales" which was held on 30 October 2016.



Samalaju Properties contributes to SK Kpg Nyalau

11 November 2016 – CEO of Samalaju Properties, Mr Goh Chii Yew handed over one unit of desktop and an all-in-one printer to SK Kampung Nyalau as part of their CSR initiative on 18 October 2016.

Samalaju Properties believes that active engagement with nearby communities in Nyalau is important to ensure that the community feels that they play an important role in the development of Samalaju Industrial Park (SIP) and that their contribution to the SIP success story is just as noteworthy as those coming from the investors, etc.







Planting trees to save the fragile Ecosystem

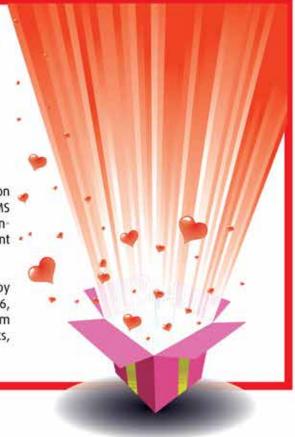
29 October 2016 – CMS volunteers travelled by land and boat to reach the RAMSAR Site at Kuching Wetlands National Park for mangrove tree-planting. At the planting site, a Forest Officer briefed everyone on the importance of mangrove forests and estuaries for our ecosystems which provides protection against soil erosion, flooding and a breeding ground for marine wildlife.

The site was a dumping ground when the riverbed was deepen and widen to mitigate flood from the city. With the help of our volunteers, 600 trees were planted that day. Many more trees need to be planted before one could see greens so let us volunteer today and plant more trees!

Spreading joy through . 'Love-in-a-Box'

1 August 2016 – CMS Construction & Road Maintenance Division together with the employees from CMSB, CMS Cement, CMS Clinker and Samalaju Properties contributed gifts to the 'Love-in-a-Box' programme organised by Sarawak Economic Development Corporation.

The 'Love-in-a-Box' programme aims to spread love and joy through gifts to needy and the less privileged children. In 2016, the programme distributed their "wishlist" to 213 children from Kampung Sinar Baru which included school bags, colouring books, toys and stationeries.





3 September 2016 – Fortytwo employees from RMU Bau, RMD Lundu, CMS Roads and PPES Works organised a 'doing good' activity at Masjid Nurul Ashiqin, Kampung Lidah Tanah, Bau.

Activities for the day included the general cleaning of the mosque, painting and premix laying at the parking area.







the town of Saratok.

The aim of this CSR activity is to help maintain and upkeep the cleanliness of the beach while still spreading awareness of the importance of preserving

the environment. A total of 34 bags of rubbish and debris were collected.

OurCMS Sep-Dec 2016





PPESW does CSR at SK Kampung Bobak, Bau

8 October 2016 – Led by CMS Construction & Road Maintenance Division's Deputy CEO, Mr Lai Hen Kim, 29 employees from PPES Works went to Singai, Bau to resurface the road at SK Kampung Bobak, Sejinjang.

Upon arrival at SK Kampung Bobak, they gathered at the school's field for a briefing and delegation of work required for that day. They levelled the ground and resurfaced the road leading to the school, demolished the old school's toilet, painted their 'Bilik Sumber' and removed the overgrown palm tree in the yard.





SMK St. Patrick, Mukah



30 October 2016 – RMU Mukah together with the Parents-Teacher Association and students of SMK St. Patrick worked to construct a small crossing bridge to the student's toilet which often floods during a heavy downpour.

They laid stone and premix at the school's carpark and raised the level of concrete footpath to teachers' room. The students helped to paint their school building and cleaned the school compound of debris.

The School Principal is thankful that CMS chose the school as part of their CSR Programme. The Chairman of the school's Parents-Teachers Association also presented CMS with a memento to show their gratitude.

CMS DOING GOOD FOR A SUSTAINABLE FUTURE

CMS employees clocked a total of 45,534 man-hours in 2016 for CSR activities including fund-raising charity sales, re-building communities, jog-a-thons, community work and many more. An impressive RM117,121.00 were raised by employees through these activities and the funds were donated to various locally-based charitable organisations, mosques, churches, home for the elderly and children's homes. The funds are used to assist them in their day to day expenses.

CSR 2016 Highlights

Fundraising

In 2016, CMS employees set up stalls at sale-of-work events organised by PERKATA Special School, Kuching Autistic Association, Sarawak Cheshire Home, Dyslexia Association of Sarawak and PIBAKAT. The Group raised the highest amount of RM23,349.85 for PERKATA, RM7,362.65 for Kuching Autistic Association and RM5,520.00 for Sarawak Cheshire Home. Aside from shaving their heads, CMS employees also raised RM5,520.00 for the 'Go Bald' event organised in aid of the Sarawak Children's Cancer Society.

The second year of CMS Tribal Run drew over 3,000 participants throughout Sarawak, namely Kuching, Saratok, Sibu, Bintulu and Miri with 100% of the RM120,000.00 entry fees collected, donated to 10 charitable organisations in Sarawak, namely to Hope Place Kuching, The Society for Critically Sick Children, Sarawak Cheshire Home, Sarawak Hospice Society, Kuching Autistic Association, STEC Kidney Foundation, Sarawak Society for The Blind, The Green Ribbon Association Kuching, Breakthrough Network Centre Bhd and Barefoot Mercy Berhad. Each organisation were happy to receive RM12,000.00 each.

Our utmost appreciation to all runners for their participation, not forgetting our clients and business associates for their generous support and contribution.

Re-building Works for the Community

CMS also did various re-building work activities and community clean-up at schools, villages and places of worships, especially in the rural areas in Sarawak. Many schools have benefited from much improved road access and parking areas for the students, teachers and parents commuting daily to and from school.

We are proud that our road maintenance crew is always quick to respond whenever there is a road collapse, landslide or flooding anywhere in Sarawak.

Health Awareness

At CMS, we constantly promote healthy living amongst our employees through the Work-Life Balance Programme. Apart from promoting a safe work environment, CMS also encourages its employees to participate in charity runs such as the Colour Rush, Run for Cure, Kuching Run for Autism, Water is Life Awareness Run, The Spring's Live Active Run, The Silent Run, Run for the Braveheart and our very own CMS Tribal Run. Some employees have also taken up cycling, a new initiative this year

- they participated in the DBKU Fun Ride Bandarayaku, Earth Hour Night Ride, Sejiwa Senada Fun Ride, Epic Borneo's Ride Safe Drive, Green World Night Ride in aid of Chung Hua Middle School No.1, Wildlife Conservation Society Sarawak's Ride for The Wild, Kayuhan Hari Sarawak & Pra SUKMA, Boulevard Fun Ride and the Enviro Ride on National Environment Day.

Blood Donation Drives

CMS organised two Blood Donation Drives at CMS HQ premise on 19 March and 1 October 2016 for its employees and the general public. The campaign drew a huge turnout with 100 and 54 successful donors respectively.

Blood Donation Drives were held at our other Divisions as well, CMS Clinker and CMS Cement (Kuching & Bintulu). This is to encourage employees to donate blood - many of our regular CMS donors, who work on shifts would go to the nearby government and private hospitals to donate blood.

If you are healthy and fit in the clinical criteria, please come to our 2017 CMS Blood Donation Drive which will be held on 4 March 2017 and 23 September 2017 from 9.00am – 1.00pm at Wisma Mahmud, Kuching.

Sustainable Projects

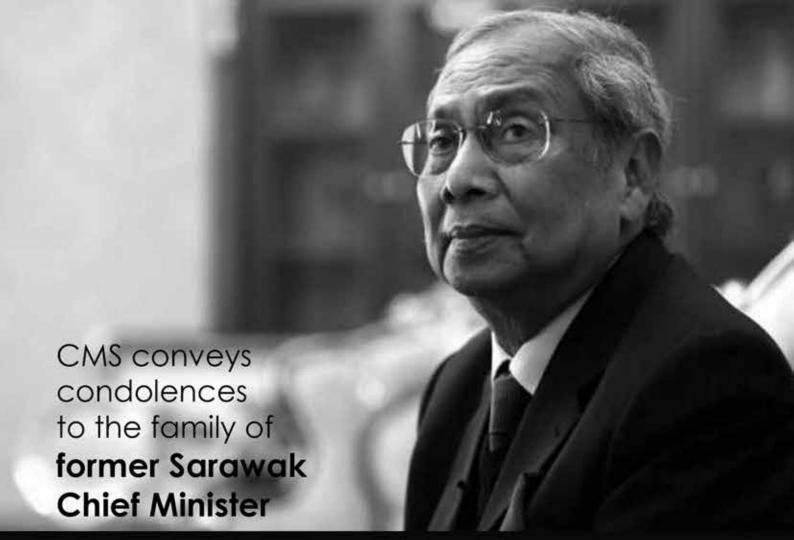
The year 2016 marked the launch of our CMS Sustainability Programme 'CMS Goes Green' with the planting of trees at The Isthmus, Kuching led by CMS Group Managing Director, Dato' Richard Curtis. To promote 'CMS Goes Green', CMS employees together with other Government departments and private sectors, also planted trees at the Sarawak Botanical Garden, Petra Jaya in conjunction with National Landscape Day.

For the first time, CMS collaborated with Forest Department of Sarawak to plant 600 mangrove seedlings at RAMSAR Site, Kuching Wetlands National Park. The site was unfortunately sacrificed when the riverbed was deepen to mitigate flood from the city.

At CMS, we carry out recycling campaigns regularly - each Division organises its own recycling campaign and the money raised goes to welfare funds and charitable organisations in Sarawak.

Thank you all for your support – may we all do better in 2017.

Join Us on Our Journey to Promote Green Living for Future Generations



YAB Datuk Patinggi Tan Sri Adenan Satem

All of us at Cahya Mata Sarawak are deeply grieved by the sad passing of our beloved Chief Minister and our deepest condolences go out to his family. His vision for Sarawak as our Chief Minister has transformed our socio-economic landscape dramatically. It has led Sarawak into a new era of positive and inclusive development with a strong focus on trying to address the people's needs and concerns. This has led to his vision and style of leadership to be seen by many as a role model to look up to. His incisive mind, his sense of humour as well as his much loved voice will be sorely missed. I am sure however, that his vision and his achievements to date will not be discarded but prove to be a rock-solid foundation that will continue to drive our future development in which we, at CMS, will be proud to respectfully continue to support.