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LIM PENG JIN,  
Scientex managing director  
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# BUSINESS

## KLANG HOCK PLASTIC INDUSTRIES

# Scientex in deal to buy KHPI for RM190m

**SHAH ALAM:** Scientex Bhd has set its sights on becoming a regional powerhouse in the flexible plastic packaging (FPP) market following its plan to acquire Klang Hock Plastic Industries Sdn Bhd (KHPI) for RM190 million.

KHPI is a leading manufacturer of custom films and has a diverse customer base of more than 450 global multinational corporations, mainly in the food and beverage and fast-moving consumer goods sectors.

Scientex, via wholly-owned Scientex Packaging Film Sdn Bhd, yesterday signed a sales and purchase agreement to buy all KHPI shares.

With the deal, Scientex, a global packaging manufacturer and leading property developer, is expected to become a regional powerhouse in the FPP market.

"With the acquisition of KHPI, our manufacturing segment will see revenue exceeding RM2 billion per year.

"This will not only strengthen our position in the global FPP market, but also expand our ca-

capacity, product portfolio, and clientele reach.

"Additionally, we see huge opportunities for the enlarged entity to enjoy synergistic benefits from operational efficiency and product innovation initiatives," said Scientex managing director

Lim Peng Jin in a statement.

The deal comes with a guarantee of RM18 million profit before tax for the 12-month period to March 31 next year.

"With the new production facilities, we aim to enhance our services and provide prompt and timely delivery to our global customers through our enlarged operations in multiple locations.

"Overall, these would certainly sharpen our competitive edge, as we propel Scientex to be a regional leader in the FPP market," said Lim.

KHPI operates two manufacturing plants in Klang, Selangor, with an annual capacity of 99,000 tonnes and sales close to RM400 million per year.

Scientex has a manufacturing revenue of RM1.7 billion.



*Scientex Bhd  
managing director  
Lim Peng Jin*