



Headline : Deleum announces bonus issue and share split
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Deleum announces bonus issue and share split

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KUALA LUMPUR: Deleum Bhd has proposed a bonus issue and share split to reward its shareholders and improve trading liquidity as well as making the shares affordable.

The oil and gas and services provider yesterday announced a one-for-three bonus issue of 50 million new shares and a one-into-two share split, subdividing every one existing share into two shares of 50 sen each.

Group managing director Nan Yusri Nan Rahimy said the exercise, which is subject to the relevant approvals, is aimed at rewarding its shareholders.

This is in addition to the group's second interim dividend payment of 11 sen per share recently declared for its financial year ended Dec 31, 2013.

Deleum's 2013 full year net profit jumped 11.47% to RM49.55 million from RM44.45, while revenue increased to RM484.68 million from RM473.24 million a year ago.

"This exercise will also enable the shareholders to have a greater participation in the equity of the company in terms of the number of shares held, while maintaining their percentage of equity interest," said Nan Yusri.

The proposed bonus issue and share split will be implemented simultaneously with the bonus shares to be allotted and issued in the form of subdivided shares.

Deleum has also proposed a long-term incentive plan (LTIP) of up to 10% of the issued and paid-up share capital of the company for its executive directors and key employees for a period of 10 years.

Nan Yusri said the proposed LTIP is a stock incentive scheme to retain, motivate and reward selected employees who have contributed to the growth of the company.

"It is a means for us to reward selected employees based on their work performance, hence aligning their performance and interests to drive shareholders value enhancement in the long term.

"We believe that the proposed LTIP is also a flexible and effective scheme in retaining the key employees of the group whose contributions are vital to our operations, long-term growth and profitability besides attracting potential employees via a competitive compensation package," he added.