

SCIB to buy three Kota Kinabalu land parcels for RM15m, eyes rental income and development potential



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SARAWAK Consolidated Industries Bhd (SCIB) said its wholly-owned subsidiary SCIB Ecobuild Sdn Bhd (SCIBE) has agreed to acquire three leasehold parcels in Kolombong, Kota Kinabalu, Sabah, for RM15.2 million.

The acquisition comprises six existing two-storey shoplots on one parcel and two undeveloped parcels, with the shoplots currently generating RM43,600 in aggregate monthly rental income.

SCIB said the acquisition will provide it with an immediate recurring income stream, while the two undeveloped parcels offer potential for the future development of additional two-storey shoplots, subject to market conditions, regulatory approvals and title conditions.

The RM15.2 million purchase consideration was arrived at on a willing-buyer willing-seller basis and is in line with the market value assessed by independent valuer Knight Frank Malaysia Sdn Bhd as at July 23, 2026.

SCIB plans to retain one proposed shoplot unit for its Sabah branch office, which it said would bring its team closer to projects and opportunities in the state.

The acquisition will be funded through a combination of bank borrowings and internally generated funds and is expected to be completed by the first quarter of 2027, subject to the fulfilment of the conditions under the sale and purchase agreement.

Its non-independent non-executive chairman Datuk Chong Loong Men said the acquisition would strengthen SCIB's presence in Sabah while providing a mix of recurring rental income, future development potential and operational use.

SCIB has been expanding its Sabah pipeline, having secured four project awards in the state since April worth a combined RM90.28 million.

These include projects for SMK Balaban Jaya in Beluran, Universiti Malaysia Sabah, Sekolah Kebangsaan Kaingaran in Tambunan and a student hostel block at Institut Pendidikan Guru Kampus Keningau.

On Aug 19, SCIBE also entered into a co-development agreement for a 144-unit high-rise residential project in Penampang, Sabah, with an estimated gross development value of RM83.19 million.

SCIB said the Kolombong properties are located in an established area with residential, commercial and light industrial activities, supported by existing infrastructure and road connectivity. —**TMR**