



Headline : Deleum buys Rotary for RM11m
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DELEUM Bhd's unit Deleum Services Sdn Bhd is buying up Rotary Technical Services Sdn Bhd from its shareholders for RM10.68 million. Rotary is involved in the servicing, repair, modification, upgrading and installation of machinery and equipment primarily motors, generators, transformers, pumps and valves. The vendors are Nithiendran Sivapalan, Michiel Leo, Harban Singh, Ricky Lim Han Keong, Hardeep Singh, Chin Kean Khoo and Wong Chin Kin. Deleum told Bursa Malaysia yesterday that the proposed buy, which would be funded via internally generated funds, would provide synergies with its existing businesses as well as increase the scope its services. It said the acquisition of Rotary, which had an established facility, would reduce startup costs and time and provide experienced personnel and operational facilities. Deleum said that, in addition, Rotary's existing business would be able to service the oil and gas market as well as expand its current customer base. It said the buy would also provide it with additional revenue and income. "The proposed acquisition will provide a good opportunity for the group to expand its current service capability in the oil and gas market as well as providing support to the non oil and gas market," it added.