

Teladan Setia debuts on ACE Market at 60 sen, premium of 12 sen

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KUALA LUMPUR: Property developer [Teladan Setia Group Bhd](#), which debuted on the ACE Market at a 12 sen premium of 60 sen with 32.53 million shares traded, will focus on developing landed residential properties in Melaka below RM500,000.

Managing director Richard Teo Lay Ban said there is still steady demand for affordable homes in Melaka.

“We are focusing on landed residential because these units in Melaka are one of the lowest throughout Malaysia according to Naptic figures.

“Last year, the overhang for residential units in Melaka was 925 units compared with the national average of 3,450 units,” he said during a virtual press conference today.

Teo said the Melaka-based property developer will be developing properties within the RM400,000 to RM500,000 price range, emphasising that these units were “most sellable.”

Teladan Setia’s initial public offering (IPO) was oversubscribed by 17.47 times.

In a statement earlier this month, the company said a total of 18,396 applications for 743.77 million new shares with a value of RM357.01mil were received for 40.27 million new shares made available for application by the Malaysian public.

For the bumiputra portion, a total of 9,664 applications for 286.29 million new shares were received, which represents an oversubscription rate of 13.22 times.

For the public portion, a total of 8,732 applications for 457.48 million new shares were received, which represents an oversubscription rate of 21.72 times.

Teladan Setia aims to raise RM77.3mil from its IPO, of which RM35mil will go to land acquisition in Melaka while RM33.1mil will go towards working capital for project development. The remainder will be to repay borrowings and cover listing expenses.