

Press Clipping

Port Klang Free Zone

Publication: NST (Color)
Biz News, P. 38 (1 of 1)

Date: October 4, 2007

■ By Zaidi Isham Ismail
bt@nstp.com.my

BIDIESEL supplier and trader, MyFuel Ltd, is setting up two palm oil-based biodiesel plants worth RM160 million in Malaysia to capitalise on the strong demand for the "green" oil globally.

MyFuel has formed its Malaysian subsidiary Biodiesel SP Sdn Bhd to oversee the venture, located at a 3.2ha site in Port Klang Free Zone (PKFZ).

The two biodiesel plants have a capacity to churn out 100,000 and 250,000 tonnes per year.

Biodiesel SP group managing director George Joukador said at full production, the plants will create annual business turnover and other spinoffs estimated to exceed RM1 billion.

The plants will be built by leading regional contractor Fine Matrix Projects Sdn Bhd, with oleo process equipment supplied by European biodiesel plant builder Desmet Ballestra. It is set to be completed in June 2008.

"The extraordinary high palm prices, choppy international biodiesel market conditions and the rise in fossil fuel prices certainly pose challenges. However, they will not upset long-term prospects and viability of biodiesel," Joukador said in Kuala Lumpur yesterday.

MyFuel has obtained a 30-year lease agreement from Port Klang Free Zone Sdn Bhd. A simple groundbreaking ceremony was held last Friday to mark the start of plant construction.

Joukador said the firm has chosen PKFZ due to its reliable supply of feed stocks and for marketing of end products. The group has signed supply agreements with reputable palm oil suppliers and third party arrangements for marketing and sales activities.

As an example, MyFuel said it has signed a marketing and distribution agreement with biodiesel brand leader World Energy Alternatives, whereby all its purchases of biodiesel from the Asia Pacific region must be supplied

MyFuel to set up RM160m biodiesel plants in P. Klang

“
At full production,
the plants will
create annual
business turnover
and other spinoffs
estimated to
exceed RM1 billion.

Joukador

by MyFuel.

Joukador said MyFuel is unfazed by all the controversies surrounding PKFZ at the moment because it has secured the 30-year lease and is confident that PKFZ will honour the agreement.

