

PROPOSED ACQUISITION OF TOLLED HIGHWAYS

- 1. Pakatan Harapan has promised in its election manifesto to take steps to acquire highway concessions and abolish toll collection in stages, in accordance to the terms of the concession agreement.
- 2. This is to alleviate the high cost of living for commuters.
- 3. I am pleased to announce that as a first step, the Government has commenced talks with Gamuda Berhad to negotiate the acquisition of highway concession in which the company has a majority stake.
- 4. The highways are the Lebuhraya Damansara Puchong (LDP), Sistem Penyuraian Trafik KL Barat (SPRINT), Lebuhraya Shah Alam (KESAS) and SMART Tunnel.
- 5. Upon successful takeover of the highways, the Government intends to abolish the existing toll mechanism.
- 6. In its place, a 'congestion charge' will be introduced where commuters will only pay a 'congestion charge' equivalent to the existing toll for 6 hours of "peak" period a day.
- 7. During the "off-peak" period between 11pm and 5am, commuters will travel on the highway for free.
- 8. At other 'normal' travelling hours, commuters will enjoy discounted rates up to 30% compared to existing toll rates.
- 9. The revenue collected from the 'congestion charge' will go towards the operations and maintenance of the highways and repayment of borrowings.
- 10. Any surplus collected will then be channeled into a public transportation fund to improve the quality of public transport in Malaysia.
- 11. Further details on the proposed exercise will be announced by the Finance Minister at the appropriate time.

PRIME MINISTER'S OFFICE PUTRAJAYA 23 FEBRUARY 2019