



Quarterly IR Updates

2nd Quarter 2021 Financial Results & Updates

30 July 2021



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01

Business
Highlights

02

Projects

03

Financials

04

Share Price &
Shareholding

05

Tenders & Key
Result Areas

Key Highlights in 1H FY2021



FINANCIALS

Recorded:

- Revenue of RM646.0 million
- Pre-tax loss of RM141.8 million



HEAVY ENGINEERING BUSINESS MILESTONES

- Awarded EPCIC contract for SK408W Jerun Development Project, offshore Sarawak
- Sailed away Kasawari Gas Development Project WHP Jacket and Topside
- Loaded out Bekok-BB jacket & topside
- Received welding certification from Canada Welding Beureau (CWB)



MARINE BUSINESS MILESTONES

- Completed repair & maintenance of 50 vessels including 4 LNG carrier
- Turnaround project at Idemitsu plant



SUSTAINABILITY

- Installation of 8.3 MWp solar panel



01

Business
Highlights

02

Projects

03

Financials

04

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Shareholding

05

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Progress is at 49.33% as of June 2021

EPCIC Kasawari Gas Development Project



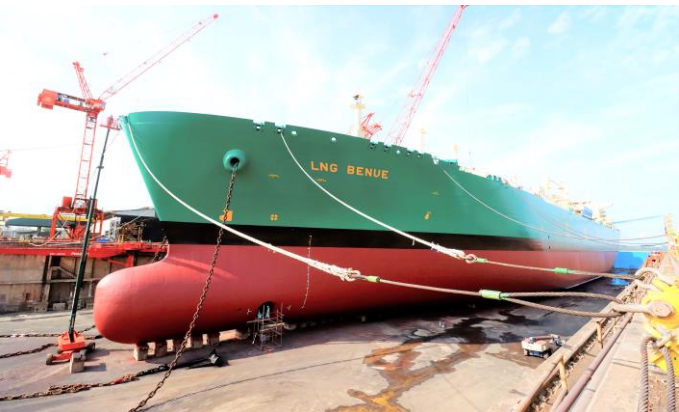


Progress is at 60.25% as of June 2021

Bekok Oil Project



Notable Marine Repair Projects Delivered in Q2 2021 – Gas



LNG Benue

Vessel owner: BW Fleet Management AS
Deadweight: 82,971 tonnage
Job scope: Dry-docking and Repair, Special Survey and BWTS installation
Delivery date: 25 April 2021



LNG Puteri Nilam Satu

Vessel owner: Eaglestar Shipmanagement
Deadweight: 76,124 tonnage
Job scope: Dry-docking and Repair and Intermediate Survey
Delivery date: 14 May 2021

Notable Marine Repair Projects Delivered in Q2 2021 – Non Gas



Kmarin Resource

Vessel owner: Kmarin Ocean Services Corp (KOSCO)
Deadweight: 114,478 tonnage
Job scope: Hull Blasting & Painting, Aux. Boiler & Economiser cleaning
Delivery date: 15 June 2021



Nord Sirius

Vessel owner: MMSL Japan Ltd
Deadweight: 78,095 tonnage
Job scope: Intermediate Shaft emergency repair
Delivery date: 25 May 2021



01

Business
Highlights

02

Projects

03

Financials

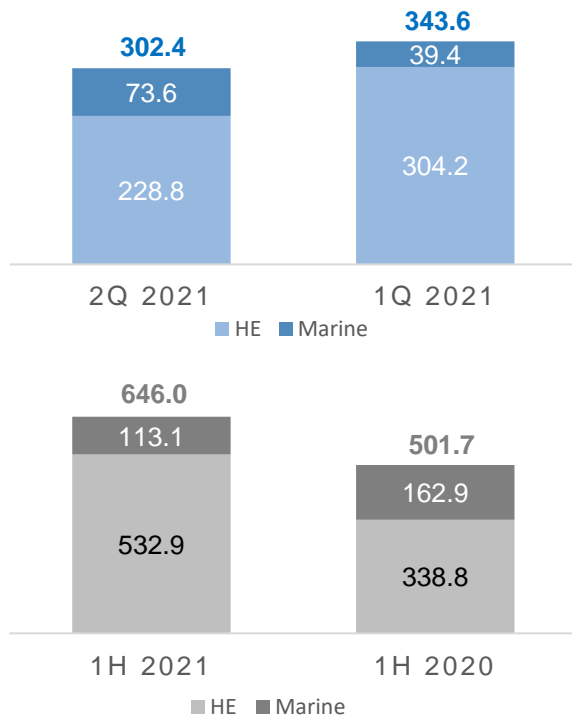
04

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Shareholding

05

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Revenue (RM'mil)



Sequential Quarter

Lower revenue mainly due to lower revenue from Heavy Engineering segment partially offset with higher revenue from Marine segment

Year-on-Year

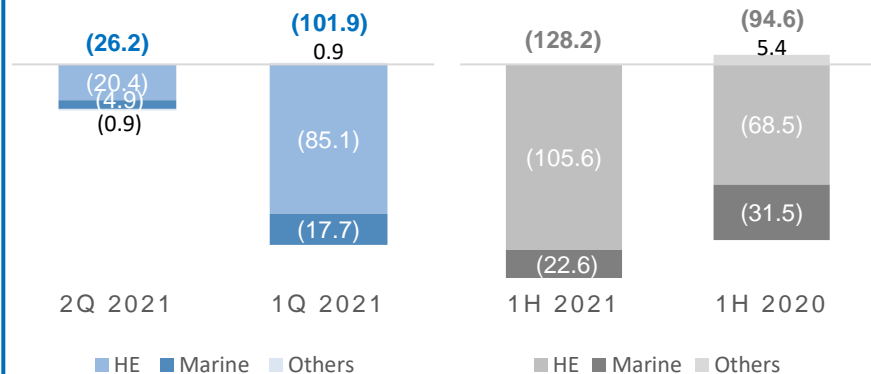
Heavy Engineering

Increase in revenue mainly contributed by higher revenue from ongoing projects as well as prior period was impacted by the yard shutdown during the MCO 1.0

Marine

Lower revenue mainly contributed by lower number of LPG repair and lack of conversion work in the current period coupled with prolonged border restrictions imposed by the Government due to the COVID-19 pandemic

Operating (Loss)/Profit (RM'mil)



Sequential Quarter

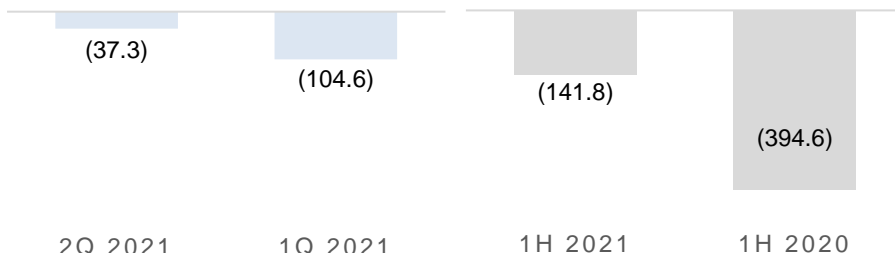
Lower operating loss than preceding quarter mainly due to additional cost provisions recognised in the preceding quarter

Year-on-Year

Heavy Engineering – Higher loss mainly due to additional cost provisions recognised for an on-going project during the period

Marine – Lower loss attributable to higher provision for doubtful debts recognised in the prior period

Pre-Tax Loss (RM'mil)



Sequential Quarter & Year-on-Year

Registered lower loss mainly due to:

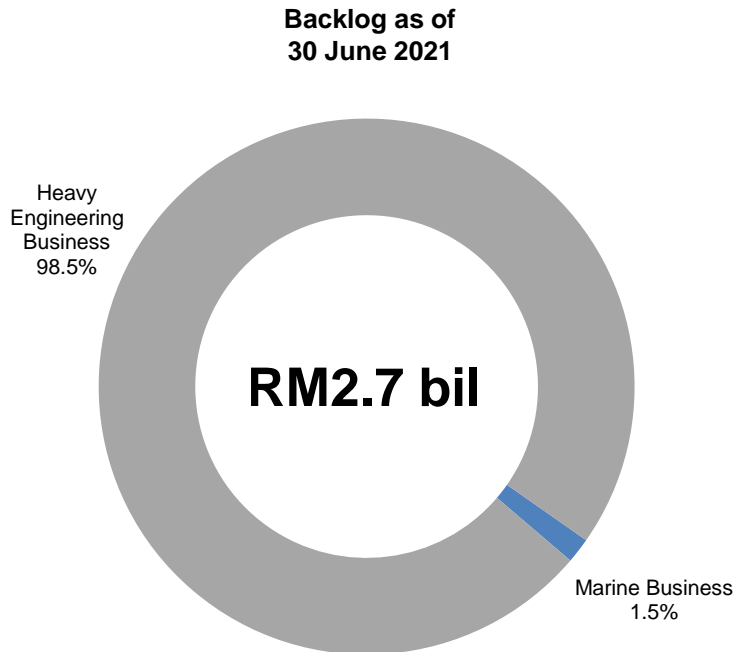
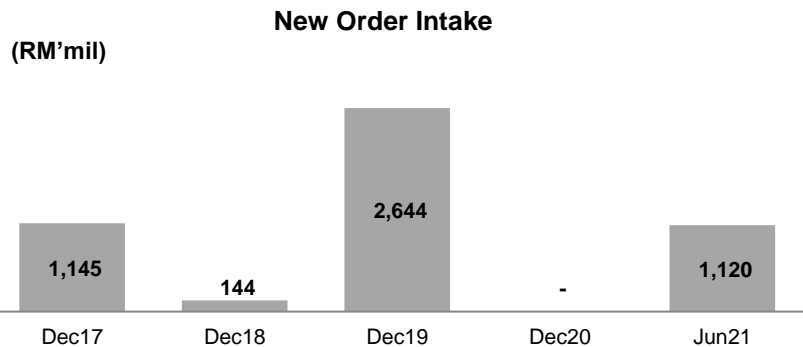
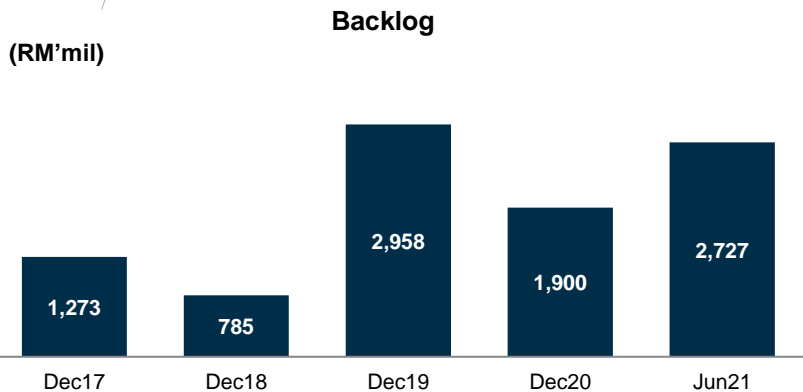
- Lower operating loss in the current period
- Lower impairment loss of RM7.9 million recognised in the current period compared to RM300.0 million recognised in the prior period. The impairment loss in the current period was attributable to the prolonged downturn in the offshore support vessel market due to the COVID-19 pandemic

- **Total assets of RM3.1 bil**
 - Lower Receivables – Higher collection during the period
 - Lower Cash – Timing of the investing and financing activities, lower operating cash flows
 - Higher Borrowing – Higher borrowing from additional disbursement of loan meant to fund the construction of Dry Dock No. 3 in current period
 - Derivatives – FX hedging on HE project
 - Lower Shareholders' Funds – Loss for the period

- **NTA per share of RM1.15**

Balance Sheet (RM'mil)	30 June 2021	31 Dec 2020
Non-Current Assets	1,910.9	1,897.8
Receivables	529.3	591.7
Cash & bank	625.0	651.1
Derivatives	0.9	-
Others	5.8	5.8
Current Assets	1,161.0	1,248.6
Total Assets	3,071.9	3,146.4
Shareholders' Funds	1,839.7	1,961.0
Non-Controlling Interests	1.6	4.7
Borrowing	319.4	248.4
Lease Liabilities	7.7	8.7
Derivatives	2.1	19.2
Payables	901.4	904.4
Total liabilities	1,230.6	1,180.7
Total Equity & Liabilities	3,071.9	3,146.4
NTA per share	RM1.15	RM1.23

Backlog & Order Intake



Note: New Order Intake excludes Marine Business segment and call-out contract



01

Business
Highlights

02

Projects

03

Financials

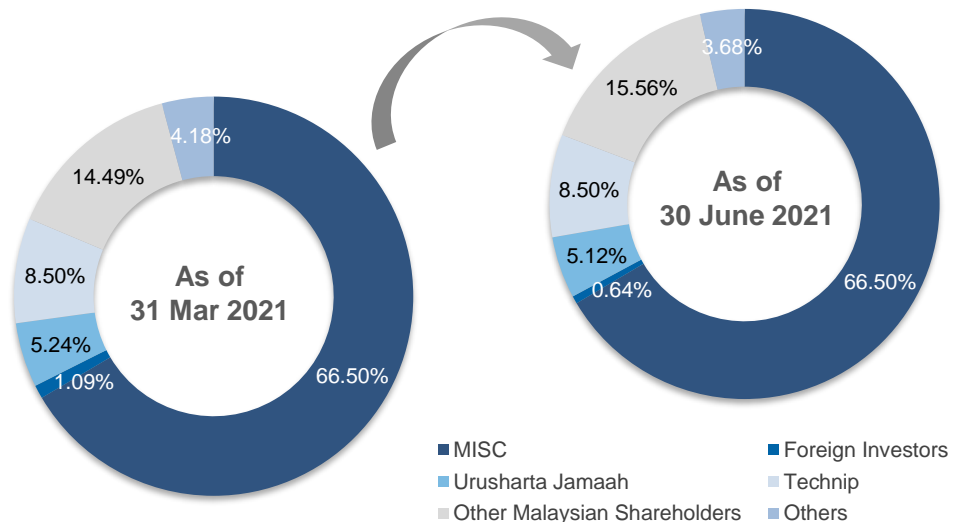
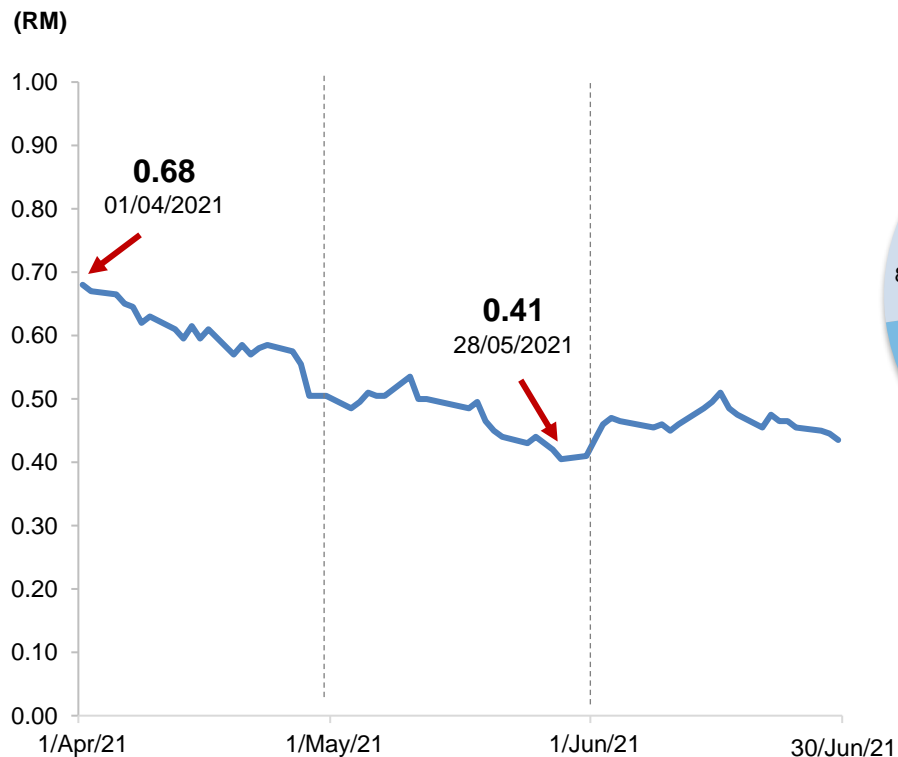
04

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Shareholding

05

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Result Areas

Share Price Performance and Shareholding Information



Note: Others include the following:

	Mar-21	Jun-21
Lembaga Tabung Angkatan Tentera (LTAT)	2.18%	2.18%
EPF	0.12%	-
Amanah Trustees	1.88%	1.50%



01

Business
Highlights

02

Projects

03

Financials

04

Share Price &
Shareholding

05

Tenders & Key
Result Areas

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Heavy Engineering Tenders Worth

Approximately RM8 to 9bil have been submitted as of June 2021



Strategy & Initiatives

- Expand market for existing Marine and Heavy Engineering segments
- Realise opportunities to secure Renewable Energy and Modular Structure projects
- Enhance infrastructure and machineries
- Increase in-house scope of work



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THANK YOU