



Quarterly IR Updates

2nd Quarter 2022 Financial Results & Updates

17 August 2022



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AGENDA

01 Business Highlights

02 Ongoing Projects

03 Financials

04 Share Price & Shareholding

05 Tenders & Key Result Areas



FINANCIALS

- Recorded:
 - Revenue of RM818.4 million
 - Pre-tax profit of RM24.9 million
- Top 20 companies with the highest net cash levels



HEAVY ENGINEERING BUSINESS MILESTONES

- Shortlisted and awarded with the provision of Front-End Engineering Design (FEED) Competition for the Kasawari Carbon Capture & Storage (CCS) project from PETRONAS Carigali Sdn Bhd.



MARINE BUSINESS MILESTONES

- Completed repair and maintenance of 44 vessels of various categories including 4 LNG carrier



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Progress is at 70.15% as of June 2022

EPCIC Kasawari Gas Development Project



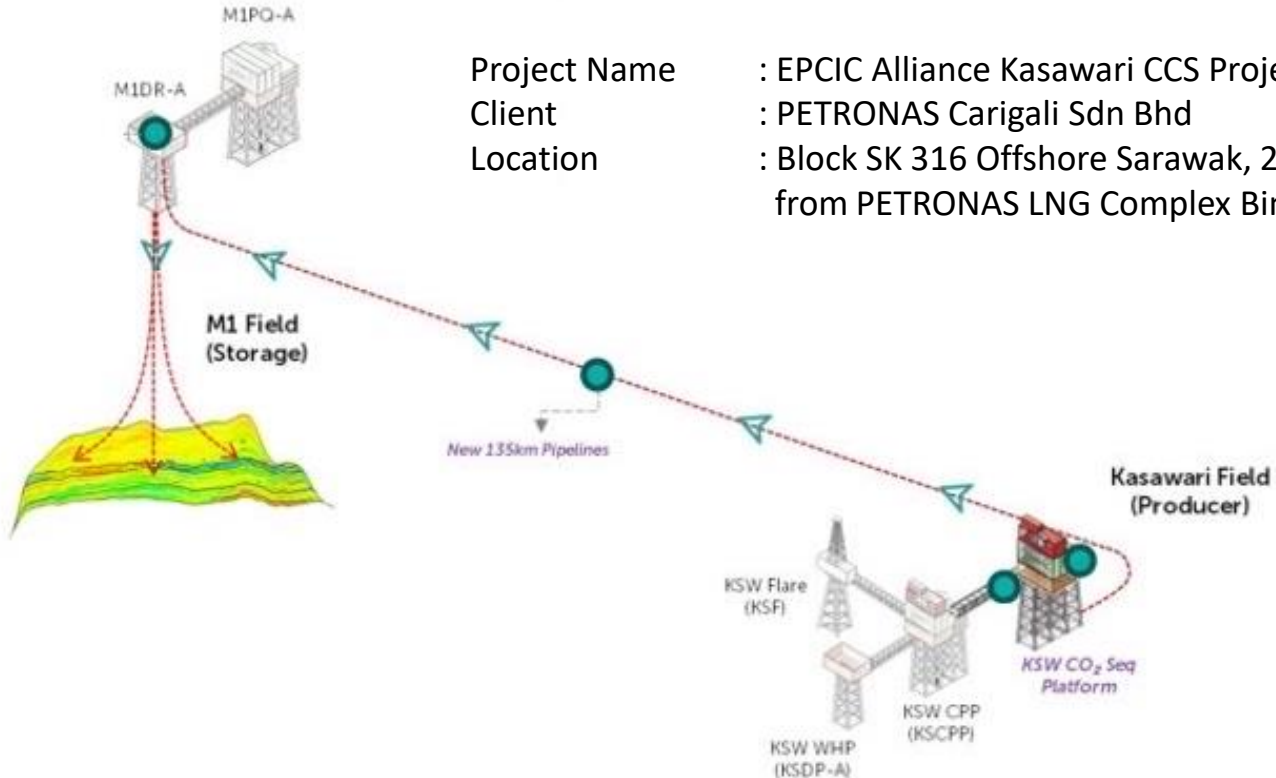


Progress is at 39.72% as of June 2022

EPCIC Jerun Development Project



FEED for Kasawari CCS Project



Project Name : EPCIC Alliance Kasawari CCS Project
 Client : PETRONAS Carigali Sdn Bhd
 Location : Block SK 316 Offshore Sarawak, 200km from PETRONAS LNG Complex Bintulu (PLC)

Notable Marine Repair Projects Delivered in Q2 2022



SERI BAKTI

Client	: Eaglestar Shipmanagement Ltd.
Type of vessel	: LNG Carrier
Deadweight	: 90,065 tonnage
Job scope	: Dry-docking and Repair
Delivery date	: 4 June 2022



SK AUDACE

Client	: SK Shipping Co. Ltd.
Type of vessel	: LNG Carrier
Deadweight	: 94,664 tonnage
Job scope	: Dry-docking and Repair
Delivery date	: 21 June 2022

Notable Marine Repair Projects Delivered in Q2 2022



AMALI

Client	: Brunei Gas Carriers Sdn. Bhd.
Type of vessel	: LNG Carrier
Deadweight	: 84,179 tonnage
Job scope	: Dry-docking and Repair & BWTS Installation
Delivery date	: 5 June 2022



PUTERI INTAN

Client	: Eaglestar Shipmanagement Ltd.
Type of vessel	: LNG Carrier
Deadweight	: 73,519 tonnage
Job scope	: Dry-docking and Repair
Delivery date	: 21 May 2022

Notable Marine Repair Projects Delivered in Q2 2022



C. PROGRESS

Client	: SK Shipping Co. Ltd.
Type of vessel	: Crude Oil Tanker
Deadweight	: 319,000 tonnage
Job scope	: Dry-docking and Repair
Delivery date	: 8 June 2022



KMARIN REGARD

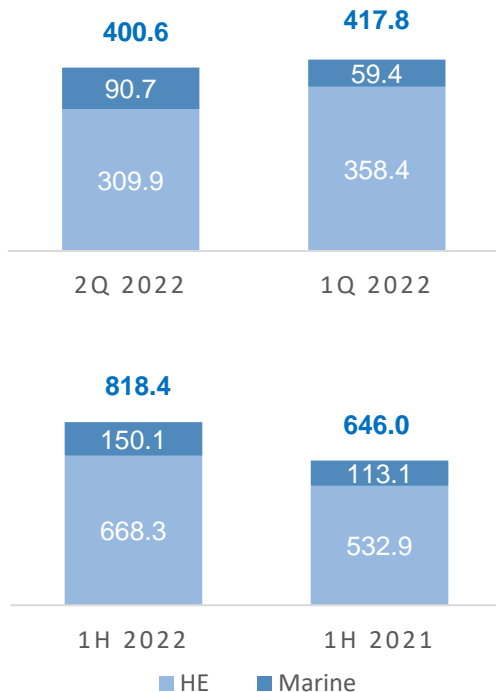
Client	: KMarin Ocean Service Co (KOSCO)
Type of vessel	: Crude Oil Tanker
Deadweight	: 114,379 tonnage
Job scope	: Dry-docking and Repair
Delivery date	: 6 April 2022



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REVENUE (RM'mil)



Sequential Quarter

Lower revenue mainly due to lower revenue from Heavy Engineering segment

Year-on-Year

Heavy Engineering

Increase in revenue mainly contributed by higher revenue from an on-going project

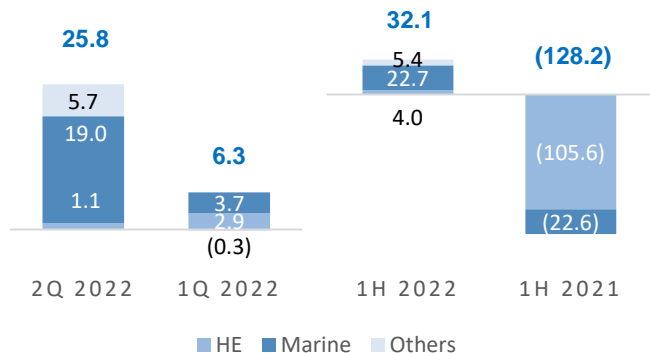
Marine

Higher revenue as a result of higher dry-docking activities

Financial Updates

Income Statement

OPERATING PROFIT/(LOSS) (RM'mil)



Sequential Quarter

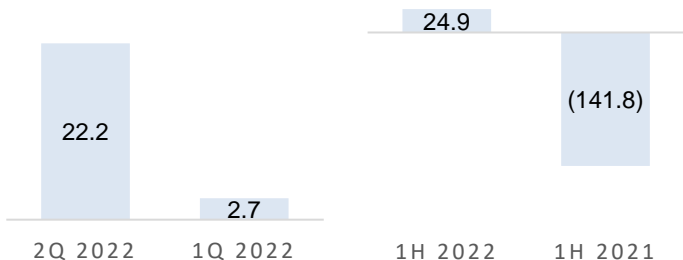
Higher operating profit than preceding quarter mainly contributed by reversal of cost provision for post sail-away projects as well as higher contribution from the Marine segment in the current quarter.

Year-on-Year

Heavy Engineering – The segment turned to a profit as the corresponding period was impacted by cost provisions for an on-going project. The improved financial performance was also contributed by the reversal of cost provision for post sail-away projects and partial recovery of COVID-19 claims.

Marine – Registered an operating profit mainly due to reversal of impairment loss on trade receivables and higher revenue from dry-docking activities

PRE-TAX PROFIT/(LOSS) (RM'mil)



Sequential Quarter & Year-on-Year

Higher pre-tax profit in the current quarter and period mainly due to higher operating profit registered and no recognition of impairment loss.

BALANCE SHEET (RM'mil)

	30 June 2022	31 Dec 2021
Non-Current Assets	1,791.6	1,830.2
Receivables	596.0	831.8
Cash & bank	953.6	709.9
Asset held for sale	-	14.3
Derivatives	4.8	-
Others	4.1	3.9
Current Assets	1,558.5	1,559.9
Total Assets	3,350.1	3,390.1
Shareholders' Funds	1,733.5	1,706.5
Non-Controlling Interests	1.0	1.0
Borrowing	352.2	369.6
Lease Liabilities	0.4	0.9
Derivatives	0.2	4.7
Payables	1,262.8	1,307.4
Total liabilities	1,615.6	1,682.6
Total Equity & Liabilities	3,350.1	3,390.1
NTA per share	RM1.08	RM1.07



Total assets of RM3.4 billion

- Lower Receivables – Higher collection during the period
- Higher Cash – Higher net cash generated from operating activities
- Lower Borrowing – Repayment of principal of RM17.4 million in the current period
- Higher Shareholders' Funds – Profit for the period



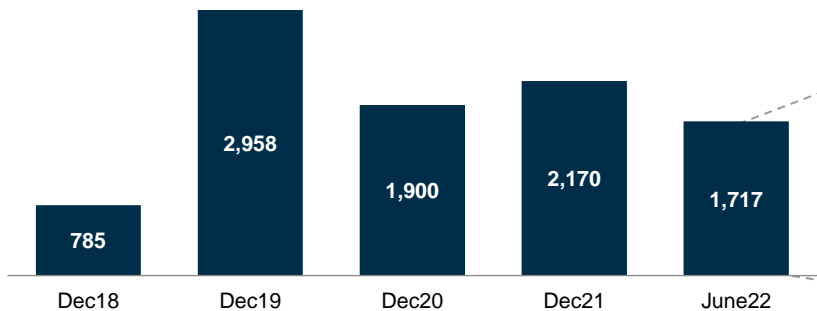
NTA per share of RM1.08



D/E ratio of 0.2x

Backlog & Order Intake

BACKLOG (RM'mil)



Heavy Engineering Business

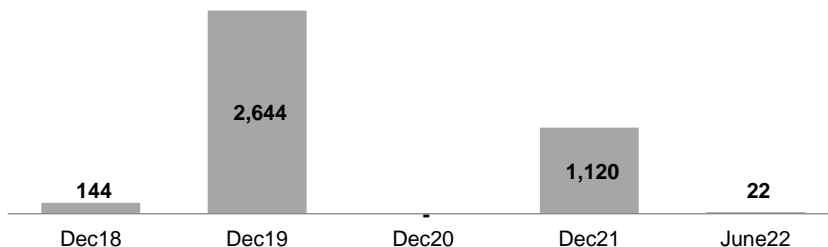
94.0%



Marine Business

6.0%

NEW ORDER INTAKE (RM'mil)



New Order Intake consists of **FEED CCS Kasawari project**, shortlisted and awarded in Q1 2022

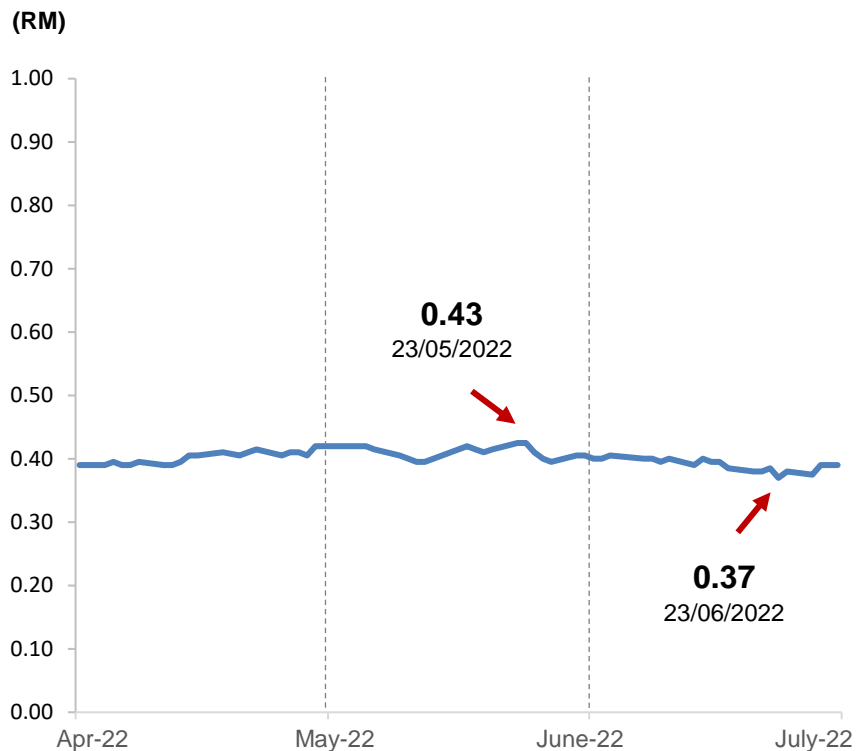


AGENDA

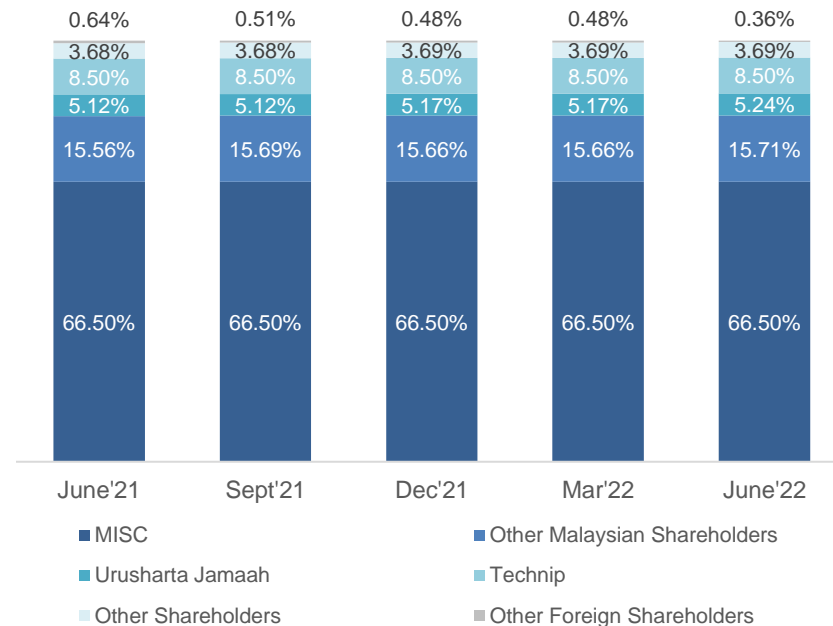
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Share Price Performance and Shareholding Information

SHARE PRICE (APR – JUNE'22)



SHAREHOLDING INFORMATION



Note: Other Shareholders include Lembaga Tabung Angkatan Tentera (LTAT) and Amanah Trustees



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Heavy Engineering Tenders Worth

Approximately RM18 to RM19 billion have been submitted as of June 2022



Strategy & Initiatives

- Continue building internal capability to be competent and competitive in order to improve value proposition
- Explore opportunities in onshore modules and other non-oil & gas sector
- Explore other opportunities of serial fabrication and 'Light Engineering'



- Global supply chain disruption
- Steel price escalation
- Nationwide labour shortage



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THANK YOU