



# Quarterly IR Updates

## 4<sup>th</sup> Quarter 2022 Financial Results & Updates

10 February 2023



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# AGENDA

**01 Business Highlights**

02 Ongoing Projects

03 Financials

04 Share Price & Shareholding

05 Tenders & Key Result Areas

## Key Highlights in FY2022

### FINANCIALS

- Recorded:
  - Revenue of RM1.7 billion
  - Pre-tax profit of RM46.7 million
  - Profit after tax of RM67.6 million
- Cash flow from operations of RM133.5 million
- Dividend of 1.5 sen per share in respect of financial year 2022

### HEAVY ENGINEERING BUSINESS MILESTONES

- EPC services for the Rosmari-Marjoram gas project, off the coast of Sarawak, from Sarawak Shell Berhad
- Successfully completed FEED for Kasawari Carbon Capture & Storage for PETRONAS Carigali Sdn Bhd followed by EPCIC Alliance services for the project, off the coast of Sarawak

### MARINE BUSINESS MILESTONES

- Completed repair and maintenance of 87 vessels of various categories including 11 LNG carriers

### 1 Partnership with Silverstream Technologies



#### Products and Services: Air Lubrication System

##### Benefits:

- 5-10% Net Fuel Savings depending on the vessel's profile
- Energy Efficiency eXisting ship Index (EEXI) and Carbon Intensity Indicator (CII) Compliant Technology
- Suitable for newbuild and retrofit vessel
- Installation during dry docking

### 2 Partnership with Bureau Veritas Solutions (M&O)



#### Products and Services: Hull Performance Audit (including bulbous bow retrofit and vessel lengthening) and Technical Advisory

##### Benefits:

- Up to 17% Net Fuel Savings depending on the vessel's profile
- Energy Efficiency eXisting ship Index (EEXI) and Carbon Intensity Indicator (CII) Compliant Technology
- Suitable for newbuild and retrofit vessel

## 3 FTSE4Good Bursa Malaysia Index



- MHB is ranked among the top 25% Public Listed Companies (PLCs) in the FTSE Bursa Malaysia EMAS Index (FBM EMAS).

## 4 The Edge Malaysia ESG Awards 2022



- MHB won the silver award under the equities category for energy sector at The Edge Malaysia ESG Awards 2022.

## 5 MSOSH Award



- MHB has been recognised with a “Gold Class 2” award from The Malaysian Society for Occupational Safety and Health (MSOSH) during the 40th MSOSH Award

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### MHB Free Market



15 November 2022

- MHB organised a Free Market event for more than 500 family members across Pasir Gudang area
- MHB is committed to conduct and grow our organisation in ways that contribute positively to society and in line with the UNSDG's Goal No. 13 to Good Health and Well-Being

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### Mangrove Planting Programme



24 November 2022

- More than 35 volunteers from MHB and client representatives participated in the planting of mangrove tree saplings as part of MHB's sustainability framework and echoing global decarbonisation effort to address climate change and improve the quality of life

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### River Rehabilitation Programme



10 December 2022

- Joint effort with Majlis Bandaraya Pasir Gudang (MBPG) and Universiti Teknologi Malaysia (UTM) while teaming up with local communities within the Sungai Buluh vicinity.
- MHB acknowledge and adhere to our responsibility to all our stakeholders by creating a positive difference to the lives of communities and caring for the environment. This is part of our effort in materialising our environment and social aspect of ESG



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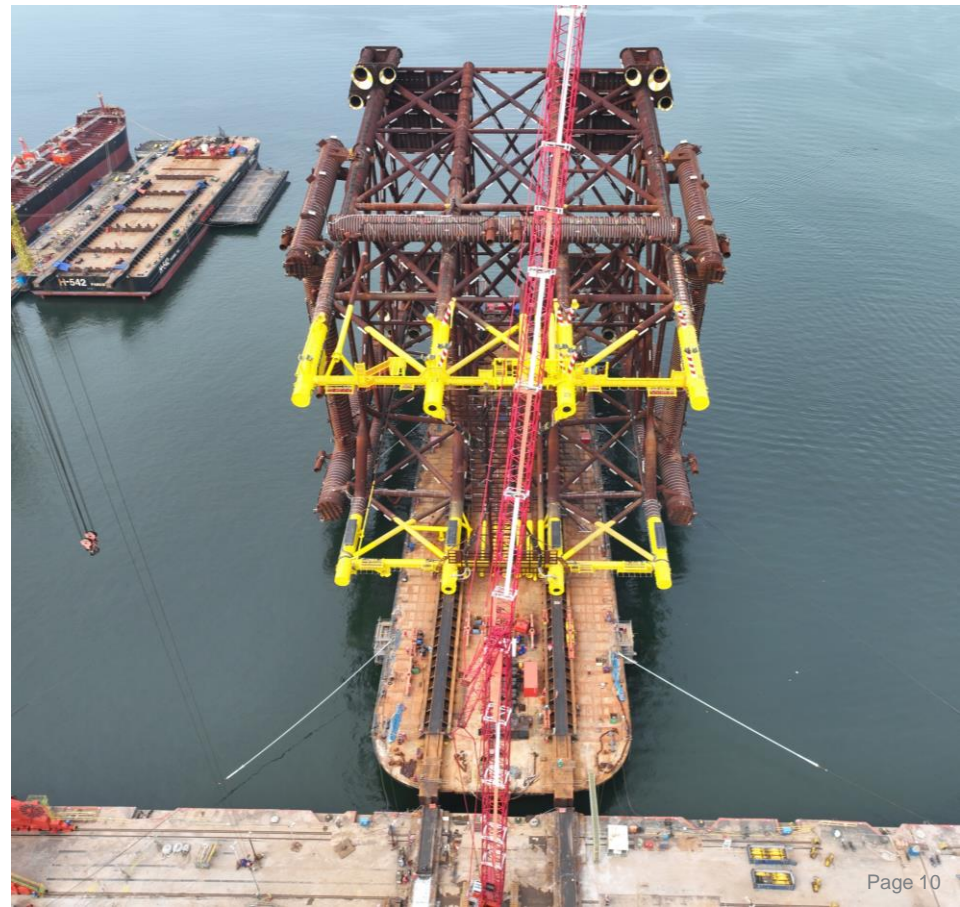
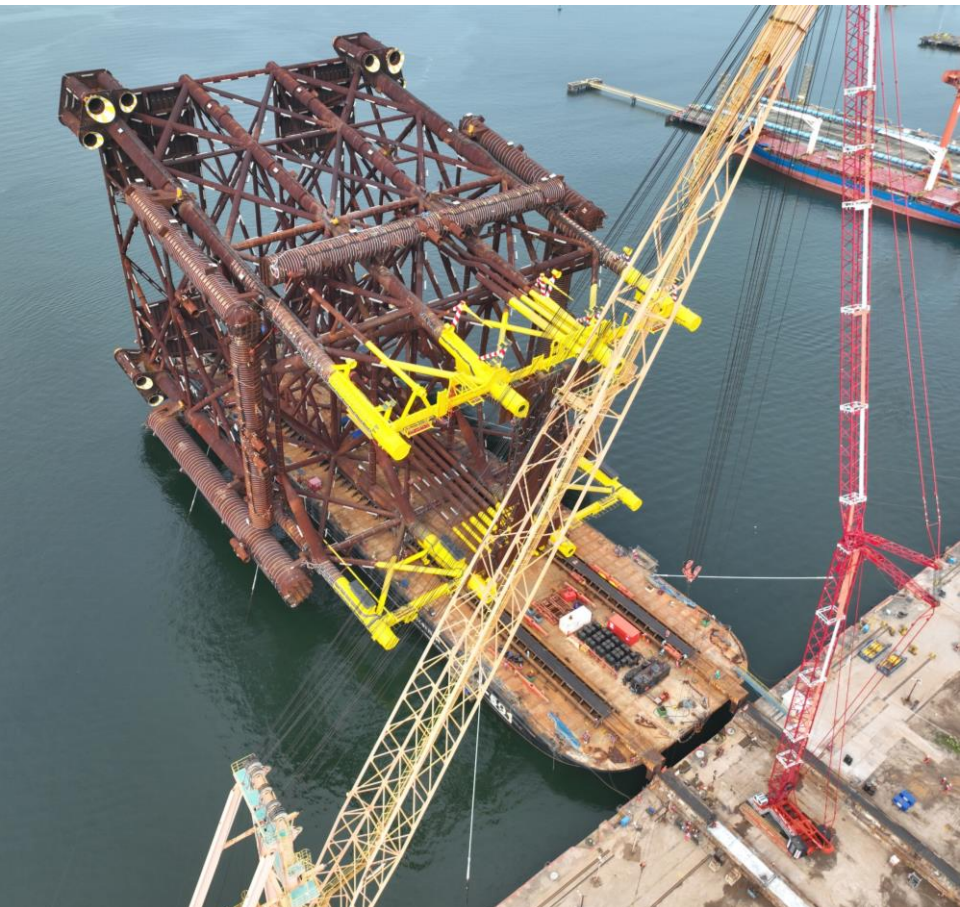


Progress is at 75.51% as of December 2022

# EPCIC Kasawari Gas Development Project



# EPCIC Kasawari Jacket Loadout In-Progress



# EPCIC Jerun Development Project



## Notable Marine Repair Projects Delivered in FY 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                   |



### SERI BEGAWAN

|                |                                 |
|----------------|---------------------------------|
| Client         | : Eaglestar Shipmanagement Ltd. |
| Type of vessel | : LNG Carrier                   |
| Deadweight     | : 90,065 tonnage                |
| Job scope      | : Dry-docking and Repair        |
| Delivery date  | : 28 December 2022              |

## Notable Marine Repair Projects Delivered in FY 2022



### SEAJACKS SCYLLA

|                |  |
|----------------|--|
| Client         | : Seajacks UK Limited, UK                                      |
| Type of vessel | : Jack Up Vessel   |
| Deadweight     | : 18,907 tonnage   |
| Job scope      | : Afloat Repair and Installation of Client's Equipment on Deck |
| Delivery date  | : 13 January 2022  |



### C. PROGRESS

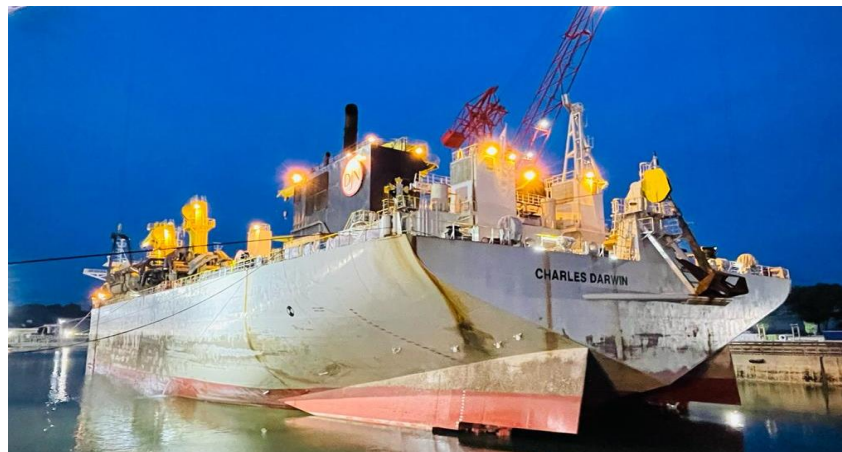
|                |                                     |
|----------------|-------------------------------------|
| Client         | : SK Shipping Co. Ltd., South Korea |
| Type of vessel | : Crude Oil Tanker                  |
| Deadweight     | : 319,000 tonnage                   |
| Job scope    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

# Notable Marine Repair Projects Delivered in FY 2022



## ASIAN PIONEER

|                |  |
|----------------|--|
| Client         | : Kumiai Senpaku Co Ltd, Japan               |
| Type of vessel | : Bulk Carrier                               |
| Deadweight     | : 86,759 tonnage                             |
| Job scope      | : Dry-docking and Repair & BWTS Installation |
| Delivery date  | : 31 August 2022                             |



## CHARLES DARWIN

|                |   |
|----------------|---|
| Client         | : Jan De Nul Group, Belgium                                 |
| Type of vessel | : Trailing Suction Hopper Dredger                           |
| Deadweight     | : 53,286 tonnage  |
| Job scope      | : Pipe Renewal, Evaporator Unit Renewal & Pipe Modification |
| Delivery date  | : 13 October 2022   |



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01 Business Highlights

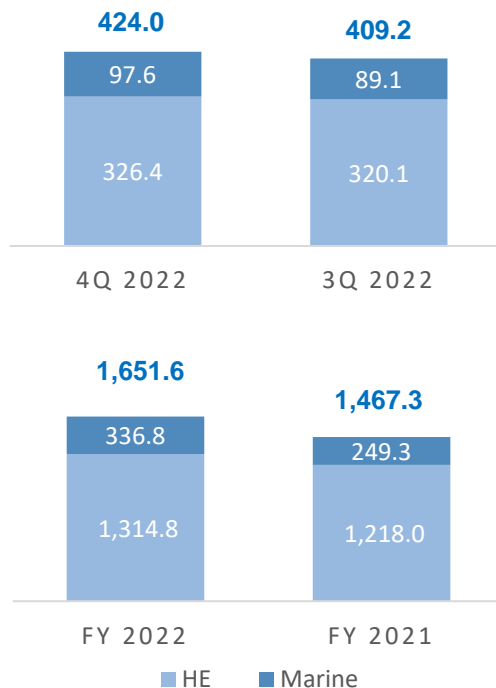
02 Ongoing Projects

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### REVENUE (RM'mil)



### Sequential Quarter

Higher revenue mainly due to higher revenue from both Heavy Engineering and Marine segments

### Year-on-Year

#### Heavy Engineering

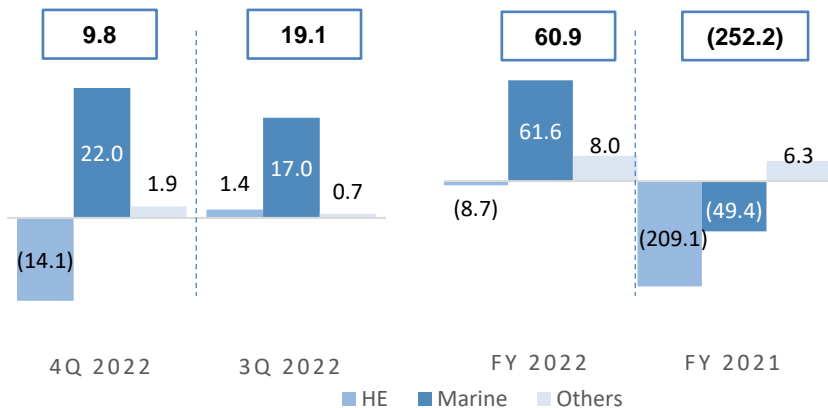
Increase in revenue mainly contributed by higher progress of an on-going project

#### Marine

Higher revenue as a result of higher dry-docking activities since the reopening of borders on 1 April 2022



### OPERATING PROFIT/(LOSS) (RM'mil)



#### Sequential Quarter

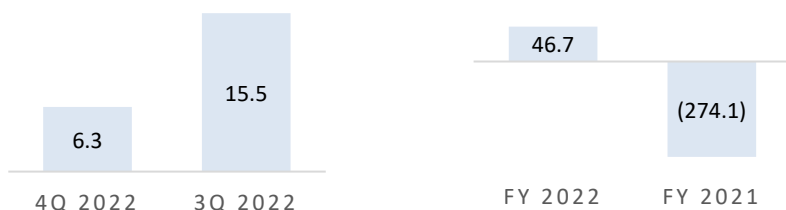
Lower operating profit mainly due to the foreign exchange losses from the strengthening of Malaysian Ringgit coupled with lower recovery of COVID-19 claims and reversal of cost provisions in the current quarter.

#### Year-on-Year

**Heavy Engineering** – The segment posted lower operating loss as the prior year had been mainly impacted by additional cost provisions recognised for on-going projects. The improved current year's financial performance was also contributed by the recovery of COVID-19 claims coupled with the reversal of cost provisions for post sail-away projects.

**Marine** – Registered an operating profit mainly due to higher contribution from the increase in the segment's revenue and improved margins coupled with the reversal of impairment loss on trade receivables as doubtful debts were recovered in the current year.

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



#### Sequential Quarter

Lower pre-tax profit in the current quarter mainly due to lower operating profit registered.

#### Year-on-Year

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

## BALANCE SHEET (RM'mil)

|                                       | 31 Dec 2022    | 31 Dec 2021    |
|---------------------------------------|----------------|----------------|
| <b>Non-Current Assets</b>             | 1,788.7        | 1,830.2        |
| Receivables                           | 748.0          | 831.8          |
| Cash & bank                           | 797.0          | 709.9          |
| Asset held for sale                   | -              | 14.3           |
| Others                                | 24.4           | 3.9            |
| <b>Current Assets</b>                 | 1,569.4        | 1,559.9        |
| <b>Total Assets</b>                   | <b>3,358.1</b> | <b>3,390.1</b> |
| Shareholders' Funds                   | 1,768.7        | 1,706.5        |
| Non-Controlling Interests             | 0.8            | 1.0            |
| Borrowing                             | 335.2          | 369.6          |
| Lease Liabilities                     | 5.7            | 0.9            |
| Derivatives                           | 6.4            | 4.7            |
| Payables                              | 1,241.3        | 1,307.4        |
| <b>Total liabilities</b>              | <b>1,588.6</b> | <b>1,682.6</b> |
| <b>Total Equity &amp; Liabilities</b> | <b>3,358.1</b> | <b>3,390.1</b> |
| <b>NTA per share</b>                  | <b>RM1.11</b>  | <b>RM1.07</b>  |



### Total assets of RM3.4 billion

- Lower Receivables – Higher collection during the year
- Higher Cash – Positive cash flow from operations during the year
- Lower Borrowing – RM34.4 million repayment of principal in the current year
- Higher Shareholders' Funds – Profit for the year

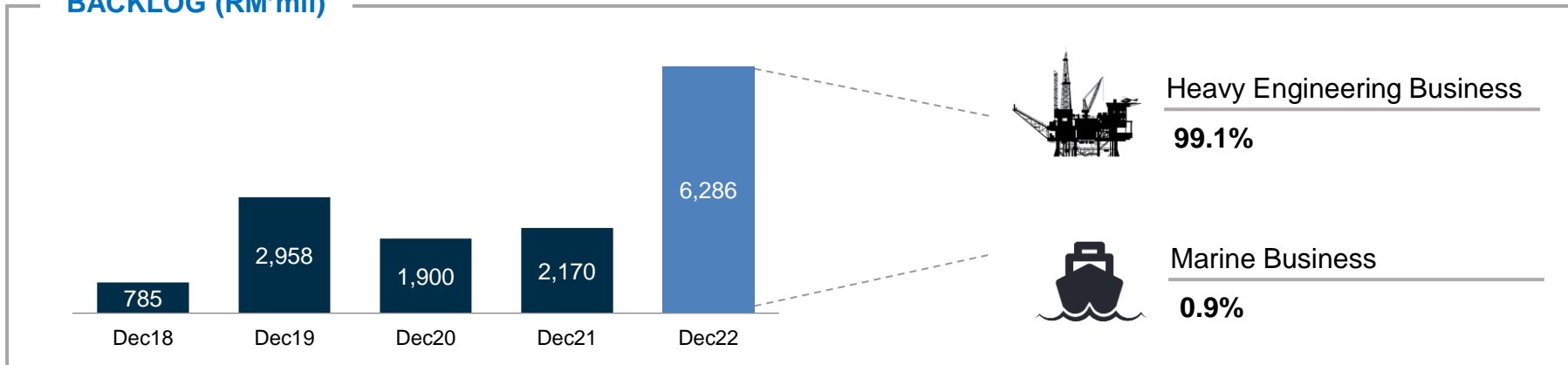


### NTA per share of RM1.11

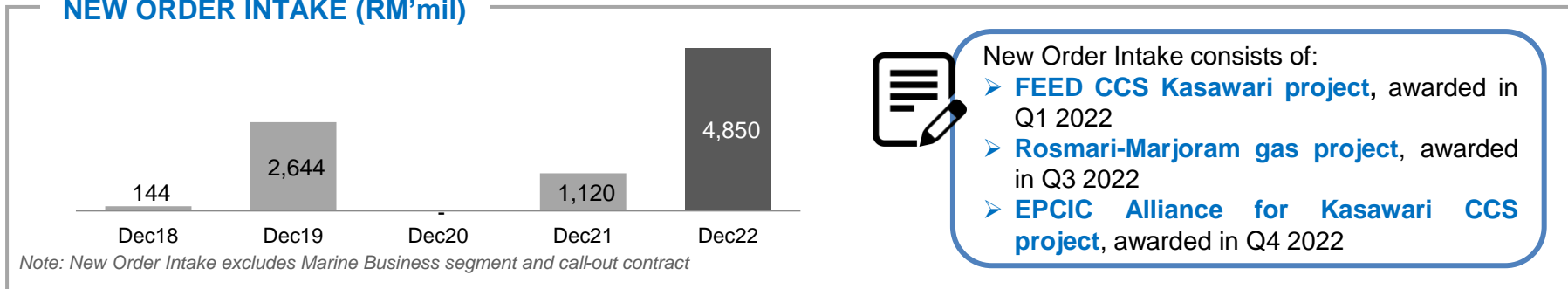


### D/E ratio of 0.2x

## BACKLOG (RM'mil)



## NEW ORDER INTAKE (RM'mil)





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01 Business Highlights

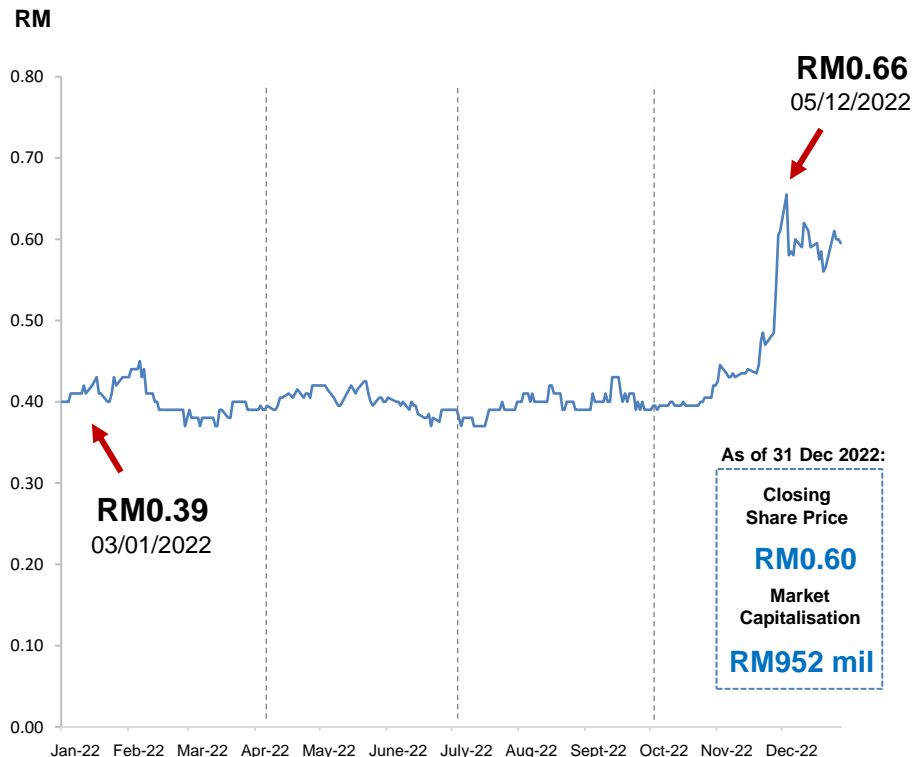
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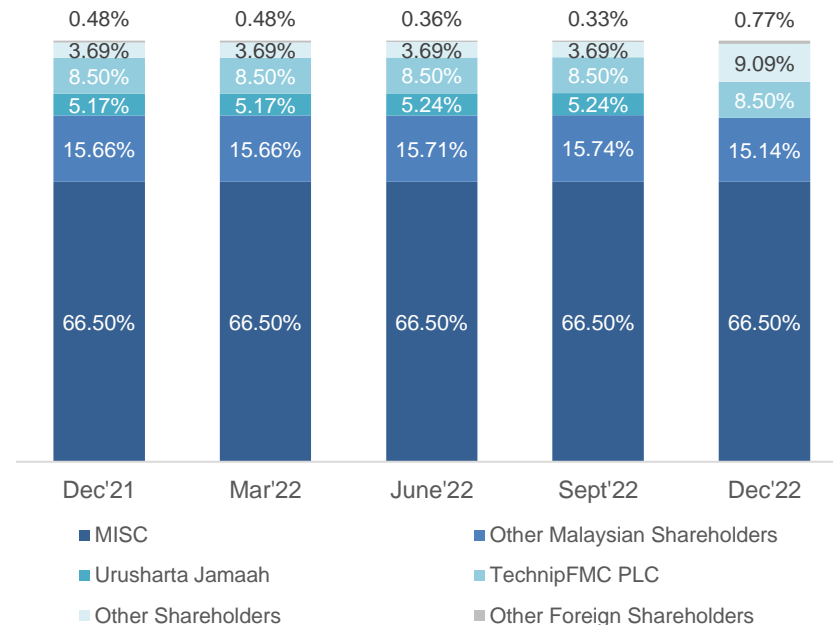
**04 Share Price & Shareholding**

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## SHARE PRICE (JAN – DEC '22)



## SHAREHOLDING INFORMATION

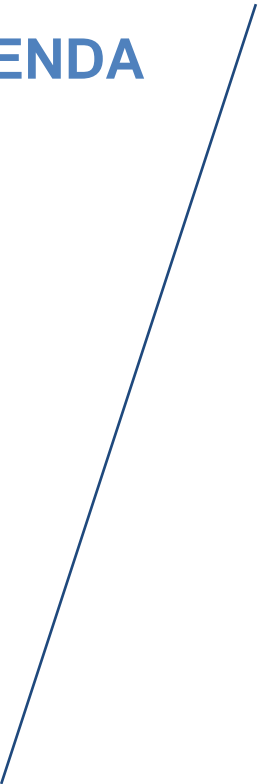


*Note: Other Shareholders include Urusharta Jamaah, Lembaga Tabung Angkatan Tentera (LTAT) and AmanahRaya Trustees for December 2022*



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### Heavy Engineering Tenders Worth

Approximately RM10 to RM11 billion have been submitted as of December 2022



### Strategy & Initiatives

- Continue building internal capability to be competent and competitive in order to improve value proposition
- Explore opportunities in non-oil & gas sector including Offshore Wind
- Explore other opportunities in serial fabrication, onshore modules and 'Light Engineering'
- Preliminary work in preparation for the reactivation of MMHE East yard



A MEMBER OF MISC GROUP

**THANK YOU**