

PRESS RELEASE

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POWERWELL RECORDS RM18.3 MILLION REVENUE FOR Q1FY2020

Shah Alam, 9 June 2020 – Powerwell Holdings Berhad (“Powerwell” or “Company”), a manufacturer of low voltage switchboards and medium voltage switchgears, recorded a revenue and loss before tax of RM18.3 million and RM2.4 million respectively in its first quarter of the financial year ending 31 December 2020. The loss incurred in current financial quarter was primarily due to the one-off listing expenses of RM4.2 million. Excluding the listing expenses, Powerwell would have achieved a profit before tax of RM1.8 million.

The implementation of the movement control order (“MCO”) since 18 March 2020 have caused some disruptions to Powerwell but Managing Director Jason Tham said that the Group is capable of withstanding such crisis with their healthy balance sheet, robust order book and stringent cost control measures.

He added, “Following the introduction of PENJANA, a short term economic recovery plan worth RM35 billion, by the Malaysian Government and the easing of restrictions during the Recovery Movement Control Order phase, we remain optimistic that the construction industry will pick up. In 2020, we managed to secure a few notable projects, including the MRT2 Project, which brings our outstanding order book to date to RM71.6 million which will provide earnings visibility until 2021. Going forward, we will strive to improve our production efficiency and continue to execute our strategy through the commercialisation of our own “Powerwell” branded medium voltage switchgears to secure more projects and grow our market share in both domestic and regional markets.”

About Powerwell Holdings Berhad

Powerwell Holdings Berhad is an investment holding company. Through its subsidiaries, the group is principally involved in the design, manufacturing and trading of electricity distribution products which comprise low voltage (LV) switchboards, medium voltage (MV) switchgears and related products. All the LV switchboards and MV switchgears are customised equipment that are tailored to the needs of a building or an infrastructure.

With Malaysia, Vietnam, Bangladesh, Indonesia, Philippines, Singapore, Thailand and Pakistan being its principal markets, this global specialist in electricity distribution products has an impressive track record of innovation success from experiences gained over the last 25 years.

For more information on Powerwell, please log on to <http://www.powerwell.com.my/>

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