



Mudajaya Group Berhad

Company No. 200301003119 (605539-H)
(Incorporated in Malaysia)

**Interim Financial Report
31 December 2020**



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-DEC-20 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-DEC-19 RM'000	CURRENT YEAR TO DATE 31-DEC-20 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-DEC-19 RM'000
Revenue	125,542	97,446	348,415	393,770
Operating expenses	(98,685)	(62,500)	(273,892)	(309,885)
Profit from operations	26,857	34,946	74,523	83,885
Interest income	1,034	2,193	6,260	11,472
Other income	6,558	760	9,195	3,563
Foreign exchange gain	6,442	4,801	2,597	8,200
Fair value loss on derivative	(5,871)	(4,205)	(2,303)	(7,513)
Depreciation and amortization	(6,708)	(9,932)	(27,736)	(31,361)
Gain on disposal of investment in an associate	-	4,230	-	4,230
Gain on disposal of property, plant and equipment	-	4	58	267
ESOS expenses	(98)	(184)	(394)	(733)
Net loss on impairment of financial instruments	(570)	(13,134)	(2,396)	(26,397)
Impairment loss of other current asset	(46,936)	-	(46,936)	-
Reversal of/(Allowance for) impairment loss on investment in associates	111,045	(39,545)	111,045	(39,545)
Interest expense	(12,401)	(13,541)	(51,451)	(54,159)
Inventories written down to net realisable value	(4,912)	-	(4,912)	-
Share of results of associates, net of tax	(108,258)	(204,052)	(108,694)	(259,905)
Reversal of unrealised profit adjustment	-	243,509	-	244,646
(Loss)/Profit before tax	(33,818)	5,850	(41,144)	(63,350)



**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-DEC-20 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-DEC-19 RM'000	CURRENT YEAR TO DATE 31-DEC-20 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-DEC-19 RM'000
(Loss)/Profit before tax (continued)	(33,818)	5,850	(41,144)	(63,350)
Income tax expense	(1,283)	(15,566)	(3,726)	(17,060)
Loss for continuing operations	(35,101)	(9,716)	(44,870)	(80,410)
Discontinued operation				
Loss from discontinued operation, net of tax	-	(5,680)	-	(5,680)
Loss for the year	(35,101)	(15,396)	(44,870)	(86,090)
Other comprehensive income/ (expenses):				
Foreign currency translation differences	646	20,642	221	19,977
Total comprehensive (expense)/ income	(34,455)	5,246	(44,649)	(66,113)
(Loss)/Profit attributable to:				
Owners of the Company	(35,626)	(14,882)	(47,513)	(87,918)
Non-controlling interest	525	(514)	2,643	1,828
	(35,101)	(15,396)	(44,870)	(86,090)
Total comprehensive income/ (expense) attributable to:				
Owners of the Company	(34,998)	2,597	(47,299)	(70,815)
Non-controlling interest	543	2,649	2,650	4,702
	(34,455)	5,246	(44,649)	(66,113)
Loss per share attributable to equity holders of the Company:				
Basic and diluted loss per share (sen)	(5.84)	(2.52)	(7.79)	(14.90)

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2019.

The basic and diluted loss per ordinary shares for both current and corresponding periods were calculated based on the weighted average number of ordinary shares of 609,537,000 and 589,875,000 respectively.



MUDAJAYA GROUP BERHAD
(Incorporated in Malaysia – 200301003119)(605539-H)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
31 DECEMBER 2020** (The figures have not been audited)

	AS AT 31-DEC-20 RM'000	AS AT 31-DEC-19 RM'000
Assets		
Property, plant and equipment	26,695	26,028
Right of use assets	44,735	53,366
Investment properties	51,718	52,413
Intangible asset	8,673	9,293
Service concession assets	302,622	317,079
Investment in associates	10,190	7,839
Other investments	936	936
Deferred tax asset	2,066	2,066
Total non-current assets	447,635	469,020
Inventories	129,861	123,279
Other current assets	152,361	199,587
Contract assets	48,400	65,014
Trade and other receivables	139,515	166,064
Tax recoverable	2,821	2,655
Cash and bank balances	311,200	301,875
Total current assets	784,158	858,474
Total assets	1,231,793	1,327,494
Equity		
Share capital	397,730	393,172
Treasury shares	-	(36,075)
Employees' share option reserve	10,278	10,065
Foreign currency translation reserve	2,866	2,537
Accumulated losses	(296,664)	(222,785)
Equity attributable to owners of the Company	114,210	146,914
Non-controlling interests	35,970	32,927
Total equity	150,180	179,841
Liabilities		
Loans and borrowings	445,290	464,107
Lease liabilities	44,508	46,018
Refundable deposits	2,944	2,201
Deferred tax liabilities	10,095	8,710
Total non-current liabilities	502,837	521,036
Loans and borrowings	399,615	413,258
Lease liabilities	1,752	4,886
Trade and other payables	166,524	177,873
Contract liabilities	3,240	14,046
Tax liabilities	4,831	10,384
Derivative financial liabilities	2,814	511
Deferred income	-	5,659
Total current liabilities	578,776	626,617
Total liabilities	1,081,613	1,147,653
Total equity and liabilities	1,231,793	1,327,494
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.18	0.25

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2019.

The Net Assets Per Share for both current and corresponding periods have been calculated based on 648,862,166 ordinary shares and 605,418,466 ordinary shares less treasury shares respectively.



MUDAJAYA GROUP BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020
(The figures have not been audited)

	← Attributable to owners of the Company →					Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Treasury shares RM'000	Employees' share option reserve RM'000	Foreign currency translation reserve RM'000	Accumulated losses RM'000			
At 1 January 2020	393,172	(36,075)	10,065	2,537	(222,785)	146,914	32,927	179,841
Foreign currency translation differences for foreign operations	-	-	-	214	-	214	7	221
(Loss)/Profit for the year	-	-	-	-	(47,513)	(47,513)	2,643	(44,870)
Total comprehensive (expense)/income	-	-	-	214	(47,513)	(47,299)	2,650	(44,649)
Contribution by and distributions to owners of the Company								
Issue of ordinary shares	14,086	-	-	-	-	14,086	-	14,086
Cancellation of treasury shares	(9,528)	36,075	-	-	(26,547)	-	-	-
Acquisition of a subsidiary	-	-	-	-	-	-	393	393
Subsidiary winding-up	-	-	-	115	-	115	-	115
Share-based payment transaction	-	-	(181)	-	181	-	-	-
Grant of equity-settled share options to employees	-	-	394	-	-	394	-	394
Total transactions with owners of the Company	4,558	36,075	213	115	(26,366)	14,595	393	14,988
At 31 December 2020	397,730	-	10,278	2,866	(296,664)	114,210	35,970	150,180



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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)
(The figures have not been audited)

	← Attributable to owners of the Company →					Total	Non- controlling interests	Total equity
	← Non-distributable		→ Distributable					
	Share capital RM'000	Treasury shares RM'000	Employees' share option reserve RM'000	Foreign currency translation reserve RM'000	Accumulated losses RM'000	RM'000	RM'000	RM'000
At 1 January 2019, as previously reported	393,172	(36,075)	9,727	(14,566)	(136,304)	215,954	28,560	244,514
Adjustment on initial application of MFRS 16, net of tax	-	-	-	-	1,042	1,042	65	1,107
At 1 January 2019, restated	393,172	(36,075)	9,727	(14,566)	(135,262)	216,996	28,625	245,621
Foreign currency translation differences for foreign operations	-	-	-	262	-	262	7	269
Disposal of a subsidiary	-	-	-	16,841	-	16,841	2,867	19,708
(Loss)/Profit for the year	-	-	-	-	(87,918)	(87,918)	1,828	(86,090)
Total comprehensive income/(expense)	-	-	-	17,103	(87,918)	(70,815)	4,702	(66,113)
Contribution by and distributions to owners of the Company								
Share-based payment transaction	-	-	(395)	-	395	-	-	-
Grant of equity-settled share options to employees	-	-	733	-	-	733	-	733
Dividend paid	-	-	-	-	-	-	(400)	(400)
Total transactions with owners of the Company	-	-	338	-	395	733	(400)	333
At 31 December 2019	393,172	(36,075)	10,065	2,537	(222,785)	146,914	32,927	179,841



MUDAJAYA GROUP BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020

(The figures have not been audited)

	YEAR ENDED	
	31-DEC-20 RM'000	31-DEC-19 RM'000
Cash flows from operating activities		
Loss before tax		
- continuing operations	(41,144)	(63,350)
- discontinued operations	-	(5,680)
	<u>(41,144)</u>	<u>(69,030)</u>
<i>Adjustments for:</i>		
Amortisation of intangible asset	620	620
Amortisation of service concession assets	16,488	18,493
Bad debts written off	8	-
Depreciation of investment properties	1,046	1,045
Depreciation of property, plant and equipment	4,998	5,160
Depreciation of right-of-use assets	4,584	6,043
ESOS expenses	394	733
Fair value adjustment of service concession assets	(7)	(1,712)
Fair value loss on derivative	2,303	7,513
Fair value loss on other investment	-	28
Loss on disposal of subsidiaries	-	5,227
Loss on disposal of right-of-use assets	-	3
Gain on disposal of investment in an associate	-	(4,230)
Gain on disposal of property, plant and equipment	(58)	(267)
Impairment loss of trade and other receivables	2,396	26,397
Impairment loss of other current asset	46,936	-
(Reversal of)/Allowance for impairment loss on investment in an associate	(111,045)	39,545
Interest income	(6,260)	(11,472)
Interest expense	51,451	54,159
Property, plant and equipment written off	-	143
Impairment loss on other receivables written back	(204)	-
Share of loss of equity accounted associates	108,694	259,905
Reversal of unrealised profits on equipment supply contract	-	(244,646)
Net unrealised gain on foreign exchange	(2,936)	(7,554)
Operating profit before changes in working capital	<u>78,264</u>	<u>86,103</u>
Change in inventories	(6,582)	9,636
Change in contract assets	16,614	6,955
Change in contract costs	-	68
Change in deferred income	(5,659)	-
Change in trade and other receivables	21,781	46,966
Change in trade and other payables	(11,441)	(104,125)
Change in refundable deposits	743	484
Change in contract liabilities	(10,806)	(27,444)
Cash generated from operations	82,914	18,643
Tax paid	(7,970)	(5,725)
Tax refunded	2	14,146
Net cash generated from operating activities	<u>74,946</u>	<u>27,064</u>



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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

(The figures have not been audited)

	YEAR ENDED	
	31-DEC-20 RM'000	31-DEC-19 RM'000
Cash flows from investing activities		
Additional expenditure in an investment property	(191)	(115)
Addition in service concession assets	(2,024)	(10,169)
Advance to associates	(48)	(2,565)
Interest received	6,260	11,472
Disposal of discontinued operations, net of cash and cash equivalents disposed off	-	71
Purchase of property, plant and equipment	(1,156)	(2,291)
Proceeds from disposal of investment in an associate	-	12,676
Proceeds from disposal of property, plant and equipment	80	331
Proceeds from disposal of right-of-use assets	-	247
Dividend income from an associate	-	366
Dividend paid to non-controlling interest	-	(400)
Change in pledged deposits	(3,040)	(18,149)
Net cash used in investing activities	<u>(119)</u>	<u>(8,526)</u>
Cash flows from financing activities		
Proceeds from issuance of ordinary shares	14,086	-
Repayment to an associate	-	(2,042)
Interest paid	(48,927)	(54,159)
Payment of lease liabilities	(7,522)	(6,383)
Net (repayment)/drawdown of loan and borrowings	(26,179)	576
Net cash used in financing activities	<u>(68,542)</u>	<u>(62,008)</u>
Net increase/(decrease) in cash and cash equivalents	6,285	(43,470)
Effect of exchange rate fluctuations on cash held	-	(3,526)
Cash and cash equivalents as at the beginning of the year	<u>53,650</u>	<u>100,646</u>
Cash and cash equivalents as at the end of the year	<u>59,935</u>	<u>53,650</u>
Cash and cash equivalents included in the condensed consolidated statement of cash flows comprise:		
Cash and bank balances	53,611	40,005
Deposits placed with financial institutions	257,589	261,870
	<u>311,200</u>	<u>301,875</u>
Less:		
Pledged deposits	(251,265)	(248,225)
	<u>59,935</u>	<u>53,650</u>

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2019.



MUDAJAYA GROUP BERHAD

(Incorporated in Malaysia – 200301003119)(605539-H)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020

NOTES TO QUARTERLY REPORT

1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with MFRS 134, Interim Financial Reporting and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). The interim financial report should be read in conjunction with the Company’s annual audited financial statements for the year ended 31 December 2019. The explanatory notes attached to the interim financial statements provide an explanation of the events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2019.

R.K.M Powergen Private Limited (“RKM”), a 19.24% associate incorporated in India with its financial year ending in March, had its last financial statements audited up to 31 March 2020. The Group’s equity stake in RKM was reduced from 26% to 19.24% following the completion of the Master Debt Restructuring Agreement on 4 December 2020 by RKM and its lenders.

In equity accounting for the Group’s share of results in RKM for the year ended 31 December 2020, the Group relied on RKM’s audited accounts through 31 March 2020, that was finalised on 18 December 2020, and its unaudited management accounts for the following nine months to 31 December 2020. The Group’s carrying amount of investment in RKM had already been adjusted to nil by 31 December 2019 as a result of the accumulated Group’s share of losses of RKM and from other impairment provisions. For subsequent accounting in 2020, the Group has equity accounted for its share of further losses of RKM to the extent of impairment provisions that were available to be reversed simultaneously, such that the carrying value of RKM in the Group’s books remained nil at 31 December 2020.

Compliance with Malaysian Financial Reporting Standards and the Companies Act 2016

The financial statements of the Group have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) and the requirements of the Companies Act 2016.

Transition to MFRS Framework

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (“MASB”):

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2020

- Amendments to MFRS 3, *Business Combinations – Definition of a Business*
- Amendments to MFRS 101, *Presentation of Financial Statements* and MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material*
- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement* and MFRS 7, *Financial Instruments: Disclosure – Interest Rate Benchmark Reform**
- Amendments to MFRS 16, *Covid-19-Related Rent Concessions*

The initial application of the accounting standards, amendments and interpretations are not expected to have any material impacts to the current financial period and prior period financial statements of the Group.

The amendments marked with * is not applicable to the Group.



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

2. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report on the financial statements for the year ended 31 December 2019 was not subject to any qualification.

3. SEASONALITY OR CYCLICALITY OF OPERATIONS

The business operations of the Group are not likely to be affected significantly by seasonal or cyclical factors.

4. EXCEPTIONAL OR EXTRAORDINARY ITEMS

There were no exceptional or extraordinary items for the current period.

5. CHANGES IN ESTIMATES

There were no changes in estimates of amounts reported in the previous financial year that have a material effect in the current quarter.

6. DEBTS AND EQUITY SECURITIES

On 6 October 2020, the Company has cancelled 15,543,300 treasury shares in the Company. The total issued capital is diminished to 648,862,166 since then.

There were no new ordinary shares issued under the Employees' Share Option Scheme ("ESOS") for the current period ended 31 December 2020. As at 31 December 2020, a total of 4,102,000 new ordinary shares have been issued under the ESOS.

On 27 August 2020, an additional allotment of 58,987,000 ordinary shares was listed and quoted on the Main Market of Bursa Malaysia Securities Berhad, marking completion of the private placement.



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

7. DIVIDEND PAID

There were no dividends paid during the period under review.

8. SIGNIFICANT RELATED PARTY TRANSACTIONS

Below are the significant related party transactions, which have been established under negotiated terms and entered into in the normal course of business:

	YEAR ENDED 31-DEC-20 RM'000	YEAR ENDED 31-DEC-19 RM'000
Associates		
<i>PT Harmoni Energy Indonesia</i>		
Interest income	2,396	2,592
Secondment fee	390	332
	<hr/>	<hr/>
<i>Musyati Mudajaya JV Sdn Bhd</i>		
Project management fee	1,475	2,528
Secondment fee	129	142
Corporate guarantee fee	300	299
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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION

QUARTERLY RESULTS:

	Construction contracts	Property	Power	Trading, manufacturing and others	Adjustments and eliminations	Total
Q4 2020	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:						
External customers	96,972	4,570	9,950	14,050	-	125,542
Inter-segment	-	511	480	10,833	(11,824)	-
Total revenue	96,972	5,081	10,430	24,883	(11,824)	125,542

Results:

Included in the measure of segment profit/(loss) are:

(Loss)/Profit before tax	(44,750)	4,113	1,812	5,353	(346)	(33,818)
Interest income	128	36	818	52	-	1,034
Interest expenses	(3,687)	(35)	(4,237)	(4,442)	-	(12,401)
Depreciation and amortisation	(831)	(405)	(4,992)	(480)	-	(6,708)
Share of profit of associates	128	-	(108,386)	-	-	(108,258)
ESOS expenses	(98)	-	-	-	-	(98)
Income tax expense	(257)	(149)	(1,306)	429	-	(1,283)
(Loss)/Profit after tax	(45,007)	3,964	506	5,782	(346)	(35,101)

	Construction contracts	Property	Power	Trading, manufacturing and others	Adjustments and eliminations	Total
Q4 2019	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:						
External customers	64,838	2,565	10,809	19,234	-	97,446
Inter-segment	-	503	473	1,770	(2,746)	-
Total revenue	64,838	3,068	11,282	21,004	(2,746)	97,446

Results:

Included in the measure of segment profit/(loss) are:

Profit/(Loss) before tax	20,634	107	1,649	(17,806)	1,266	5,850
Interest income	147	38	1,078	930	-	2,193
Interest expenses	(4,421)	(62)	(4,493)	(4,565)	-	(13,541)
Depreciation and amortisation	(1,769)	(387)	(7,115)	(661)	-	(9,932)
Share of profit/(loss) of associates	219	-	(204,271)	-	-	(204,052)
ESOS expenses	(184)	-	-	-	-	(184)
Income tax expense	(12,176)	(796)	(1,297)	(1,297)	-	(15,566)
Profit/(Loss) after tax	8,458	(689)	352	(19,103)	1,266	(9,716)



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

YEAR-TO-DATE RESULTS:

	Construction contracts	Property	Power	Trading, manufacturing and others	Adjustments and eliminations	Total
YEAR ENDED 31-DEC-2020	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:						
External customers	242,318	17,768	45,111	43,218	-	348,415
Inter-segment	-	2,037	1,919	21,044	(25,000)	-
Total revenue	242,318	19,805	47,030	64,262	(25,000)	348,415
Results:						
Included in the measure of segment profit/(loss) are:						
(Loss)/Profit before tax	(51,477)	7,960	7,711	(4,750)	(588)	(41,144)
Interest income	1,133	126	3,583	1,418	-	6,260
Interest expenses	(15,465)	(165)	(17,183)	(18,638)	-	(51,451)
Depreciation and amortisation	(3,941)	(1,566)	(19,583)	(2,646)	-	(27,736)
Share of profit of associates	355	-	(109,049)	-	-	(108,694)
ESOS expenses	(394)	-	-	-	-	(394)
Income tax expenses	(257)	(1,337)	(1,453)	(679)	-	(3,726)
(Loss)/Profit after tax	(51,734)	6,623	6,258	(5,429)	(588)	(44,870)
Assets:						
Included in the measure of segment assets are:						
Investment in associates	4,955	-	5,235	-	-	10,190
Additions to non-current assets	128	803	2,078	362	-	3,371
Segment assets	454,249	227,538	468,420	694,406	(612,820)	1,231,793
Segment liabilities	465,151	96,192	430,238	326,760	(236,728)	1,081,613



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

9. SEGMENTAL INFORMATION (CONTINUED)

YEAR-TO-DATE RESULTS (CONTINUED):

	Construction contracts	Property	Power	Trading, manufacturing and others	Adjustments and eliminations	Total
YEAR ENDED 31-DEC-2019	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:						
External customers	261,698	19,338	48,713	64,021	-	393,770
Inter-segment	(3,438)	1,749	1,872	11,479	(11,662)	-
Total revenue	258,260	21,087	50,585	75,500	(11,662)	393,770
Results:						
Included in the measure of segment profit/(loss) are:						
Profit/(Loss) before tax	14,990	5,355	(56,219)	(28,177)	701	(63,350)
Interest income	1,633	118	4,595	5,126	-	11,472
Interest expenses	(18,679)	(256)	(17,171)	(18,053)	-	(54,159)
Depreciation and amortisation	(5,769)	(1,480)	(21,594)	(2,518)	-	(31,361)
Share of profit/(loss) of associates	671	-	(260,576)	-	-	(259,905)
ESOS expenses	(733)	-	-	-	-	(733)
Income tax expenses	(12,176)	(2,052)	(1,411)	(1,421)	-	(17,060)
Profit/(Loss) after tax	2,814	3,303	(57,630)	(29,598)	701	(80,410)
Assets:						
Included in the measure of segment assets are:						
Investment in associates	4,881	-	2,958	-	-	7,839
Additions to non-current assets	109	990	12,182	1,219	-	14,500
Segment assets	567,090	235,023	488,004	719,751	(682,374)	1,327,494
Segment liabilities	507,995	105,088	453,359	344,869	(263,658)	1,147,653

^ Additions to non-current assets consist of property, plant and equipment, investment property and service concession assets.

The Group has no foreign operations which materially affected the profit of the Group other than PT Harmoni Energy Indonesia (a 46% owned associate incorporated in Indonesia).



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The carrying amount of property, plant and equipment is at cost less depreciation and impairment losses. There were no changes to the valuation of property, plant and equipment since the last audited financial statements.

11. SUBSEQUENT EVENTS

There were no material events subsequent to the current quarter.

12. CHANGES IN COMPOSITION OF THE GROUP

The Company's wholly-owned subsidiary, Mudajaya Corporation Berhad ("MCB")'s equity stake in RKM was reduced from 26% to 19.24% following the completion of the Master Debt Restructuring Agreement on 4 December 2020 by RKM and its lenders.

Other than this, there were no material changes in the composition of the Group during the current period under review.

13. CONTINGENT LIABILITIES

There were no contingent liabilities as at end of the current quarter.

14. STATUS OF CORPORATE PROPOSAL

On 27 August 2020, the Company completed its Private Placement exercise with the listing of 58,987,000 ordinary shares issued at RM0.2388 per share on the Main Market of Bursa Malaysia Securities Berhad. The proceeds of RM14.09 million raised from the Private Placement had been fully utilised as at the date of this report.



QUARTERLY REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

15. REVIEW OF PERFORMANCE

QUARTERLY ANALYSIS:

	Individual Quarter			
	Current Year Quarter 31-DEC-2020 RM'000	Preceding Year Corresponding Quarter 31-DEC-2019 RM'000	Changes	
			RM'000	%
Revenue	125,542	97,446	28,096	29
Profit from operations (Loss)/Profit before interest and tax	26,857 (21,417)	34,946 19,391	(8,116) (30,706)	(23) (210)
(Loss)/Profit before tax	(33,818)	5,850	(29,566)	(678)
Loss after tax	(35,101)	(9,716)	(15,283)	261
Loss attributable to owners of the Company	(35,626)	(14,882)	(10,631)	139

Please refer Note 9 - Segmental information for the results of the respective business segments

The Group reported revenue of RM125.5 million and loss before tax ("LBT") of RM33.8 million in current quarter as compared to revenue of RM97.4 million and PBT of RM5.9 million in the corresponding quarter of 2019. Higher revenue in the current quarter is mainly contributed by a higher level of activity in on-going projects. LBT in current quarter is mainly due to the impairment of certain contra properties caused by a deterioration in their market values in this quarter.

The performances of the respective business segments are as follow:

Construction segment: This segment reported revenue and LBT of RM97.0 million and RM44.8 million respectively in the current quarter as compared to revenue of RM64.8 million and PBT of RM20.6 million in the corresponding quarter of 2019. As mentioned above, higher revenue in current quarter is mainly contributed by higher productivity and level of activity in on-going projects. LBT in current quarter is mainly due to the impairment of certain contra properties which market values had deteriorated in this quarter.

Property segment: This segment reported revenue and PBT of RM4.6 million and RM4.1 million respectively in the current quarter as compared to RM2.6 million and PBT of RM0.1 million in the corresponding quarter of 2019. The improvement in the property segment in the current quarter resulted from the higher sales of completed properties in Batu Kawah New Township, Kuching.

Power segment: This segment reported revenue and PBT of RM10.0 million and RM1.8 million respectively in the current quarter as compared to revenue of RM10.8 million and PBT of RM1.6 million in the corresponding quarter of 2019. The revenue and PBT are driven by the sales of renewable energy in both the 49MW Solar Photovoltaic ("PV") power plant in Sungai Siput, Perak and the 10MW PV power plant in Gebeng, Pahang.



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

15. REVIEW OF PERFORMANCE (CONTINUED)

QUARTERLY ANALYSIS: (CONTINUED)

Other segment: This segment comprises primarily the manufacturing, trading and investment divisions of the Group. This segment reported revenue and PBT of RM14.1 million and RM5.4 million respectively in the current quarter as compared to RM19.2 million and loss before tax of RM17.8 million in the corresponding quarter of 2019. Lower sales in precast manufacturing contributed to the lower segment revenue in the current quarter. The improvement in the segment PBT was mainly due to the one-off impairment of receivables last year which arose from the disposal of a subsidiary that resulted a loss position in the corresponding quarter of 2019.

YEAR-TO-DATE ANALYSIS:

	Cumulative Period			
	Current Year	Preceding Year	Changes	
	To-date 31-DEC-2020 RM'000	Corresponding Period 31-DEC-2019 RM'000	RM'000	%
Revenue	348,415	393,770	(45,355)	(12)
Profit from operations	74,523	83,885	(9,362)	(11)
Profit/(Loss) before interest and tax	10,307	(9,191)	19,498	(212)
Loss before tax	(41,144)	(63,350)	22,206	(35)
Loss after tax	(44,870)	(80,410)	35,540	(44)
Loss attributable to owners of the Company	(47,513)	(87,918)	40,405	(46)

Please refer Note 9 - Segmental information for the results of the respective business segments

The Group reported revenue of RM348.4 million and loss before tax ("LBT") of RM41.1 million for the year ended 31 December 2020 as compared to revenue of RM393.8 million and LBT of RM63.3 million for the preceding year. Lower revenue in the current year is mainly due to lower business contribution especially from the construction segment as its operations was halted during the MCO imposed in March/April by the Government as a result of the Covid-19 pandemic and only resumed in early May 2020. The lower LBT in the current quarter is due to one-off charges in the previous year not repeated this year: the impairment loss on the Group's investment in RKM and the impairment of receivables which arose from the disposal of a subsidiary.

The performances of the respective business segments are as follows:

Construction segment: This segment reported RM242.3 million and LBT of RM51.5 million for the year ended 31 December 2020 as compared to revenue of RM261.7 million and PBT of RM15.0 million for the year ended 31 December 2019. Lower revenue is mainly due to lower progress workdone as operations were halted due to the MCO imposed in March/April by the Government as mentioned above. LBT in the current year is mainly due to the impairment of other current assets which values deteriorated in the current market conditions.



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

15. REVIEW OF PERFORMANCE (CONTINUED)

Property segment: This segment reported RM17.8 million and PBT of RM8.0 million for the year ended 31 December 2020 as compared to revenue of RM19.3 million and PBT of RM5.4 million for the year ended 31 December 2019. Improvement in this segment is mainly due to higher margin on the sales of completed properties in Batu Kawah New Township, Kuching.

Power segment: This segment reported RM45.1 million and PBT of RM7.7 million for the year ended 31 December 2020 as compared to revenue of RM48.7 million and LBT of RM56.2 million for the year ended 31 December 2019. PBT reported in the current year is contributed by the sales of renewable energy in both the 49MW Solar Photovoltaic (“PV”) power plant in Sungai Siput, Perak and the 10MW PV power plant in Gebeng, Pahang. LBT reported in the preceding year was mainly due to the share of losses in RKM.

Other segment: This segment comprises primarily the manufacturing, trading and investment divisions of the Group. This segment reported revenue of RM43.2 million and LBT of RM4.8 million for the year ended 31 December 2020 as compared to revenue of RM64.0 million and LBT of RM28.2 million for the year ended 31 December 2019. Lower revenue in current year is attributable to the lower sales in the precast manufacturing business. However, lower LBT recorded in the current year is mainly due to the one-off impairment of receivables recognised in 2019 arising from the loss on disposal of a subsidiary.

16. COMPARISON WITH PRECEDING QUARTER’S REPORT

	Current Year Quarter	Immediate Preceding Quarter	Changes	
	31-DEC-2020	30-SEP-2020	RM'000	%
Revenue	125,542	88,847	36,695	41
Profit from operations	26,857	17,461	9,396	54
(Loss)/Profit before interest and tax	(21,417)	11,547	(32,964)	(285)
Loss before tax	(33,818)	(1,060)	(32,758)	3,090
Loss after tax	(35,101)	(2,380)	(32,721)	1,375
Loss attributable to owners of the Company	(35,626)	(3,174)	(32,452)	1,022

The Group reported a higher revenue and profit from operations of RM125.5 million and RM26.9 million respectively in current quarter as compared to revenue and profit from operations of RM88.8 million and RM17.5 million respectively in the immediate preceding quarter. The Group's overall performance has improved driven by the on-going projects and continuous effort in cost optimisation in the current quarter.



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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

17. PROSPECTS

Despite the slower economic growth in Malaysia, the Group will continue to actively participate in open biddings for both public and private projects to replenish its order book, supported by the Group's experience and competitiveness in the construction sector. The Group's total order book is estimated at RM750 million after taking into consideration the likely reduction in LRT3 project works order where the finalisation process still on-going. The current order book is expected to last over the next two years.

In terms of new business, the Group will continue to pursue investments both locally and overseas to build up its concession asset base with recurring income streams to cushion against the cyclical nature of the construction segment. The Group is keen to expand its footage in the renewable energy sector and will actively participate in upcoming large scale solar farm projects. In December 2020, the Group successfully bid for a small hydro project in a competitive Feed-in Tariff e-bidding tender by the Government of Malaysia through the Sustainable Energy Development Authority Malaysia ("SEDA").

Subsequent to the government's implementation of the Economic Stimulus Packages amounting RM295 billion previously, the government had on 23 September 2020 announced additional assistance of RM10 billion under KITA PRIHATIN to boost economic recovery, coupled with the extension of moratorium approval to stimulate the property sector. The Group expects its operating performance will also benefit from the implementation of these government initiatives which aim to counter the adverse impacts from the COVID-19 crisis. The Group has benefited from the Wage Subsidy Programme and Employee Retention Programme. Meanwhile, the Group will also continue to proactively pursue disciplined cost optimisation and active capital management to strengthen its financial position.

Following from the Budget 2021 announcement, the Group also expects to benefit from the Government's commitment to continue spending on infrastructure projects. In addition, RM15 billion will be allocated to fund the Pan Borneo Highway, Gemas-Johor Bahru Electrified Double-Tracking Electrified Project and Klang Valley Double Tracking Project Phase One. All these stimuli are considered vital for the construction industry to recover from the devastating impacts of the COVID-19 pandemic.



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

18. VARIANCE ON PROFIT FORECAST

The Company did not issue any profit forecast or profit guarantee during the current quarter under review.

19. INCOME TAX EXPENSE

	CURRENT QUARTER 31-DEC-20 RM'000	YEAR ENDED 31-DEC-20 RM'000
Current income tax		
- Malaysian income tax	1,283	3,726

For the current quarter, the Group's effective tax rate is relatively higher than the Malaysian statutory rate of 24% due to certain expenses being non-deductible for tax purposes.

20. GROUP BORROWINGS AND DEBT SECURITIES

i. Details of the Group's borrowings are as follow:

As at 31 DECEMBER 2020			
Interest rate	Long term RM'000	Short term RM'000	Total borrowings RM'000
Secured			
Revolving credits	Floating	-	125,500
Invoice financing	Floating	-	4,385
Bankers' acceptance	Floating	-	2,302
Term loan denominated in USD (USD50 million)	Fixed	201,580	-
Term loan denominated in RM	Fixed/Floating	13,710	6,182
Green SRI Sukuk Wakalah	Fixed	230,000	10,000
		<u>445,290</u>	<u>148,369</u>
			<u>593,659</u>
Unsecured			
Revolving credits	Floating	-	4,000
Bankers' acceptance	Floating	-	5,350
Term loan denominated in USD (USD20 million)	Fixed	-	80,632
Euro Medium Term Notes ("EMTN") denominated in USD (USD40 million)	Fixed	-	161,264
		<u>-</u>	<u>251,246</u>
Total Group's borrowings		<u>445,290</u>	<u>399,615</u>
			<u>844,905</u>



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

21. GROUP BORROWINGS AND DEBT SECURITIES (CONTINUED)

i. Details of the Group's borrowings are as follow:

As at 31 DECEMBER 2019				
	Interest rate	Long term RM'000	Short term RM'000	Total borrowings RM'000
Secured				
Revolving credits	Floating	-	126,500	126,500
Invoice financing	Floating	-	18,646	18,646
Term loan denominated in USD (USD50 million)	Fixed	204,435	-	204,435
Term loan denominated in RM	Fixed/Floating	19,672	6,434	26,106
Green SRI Sukuk Wakalah	Fixed	240,000	5,000	245,000
		<u>464,107</u>	<u>156,580</u>	<u>620,687</u>
Unsecured				
Revolving credits	Floating	-	4,000	4,000
Bankers' acceptance	Floating	-	7,357	7,357
Term loan denominated in USD (USD20 million)	Fixed	-	81,774	81,774
Euro Medium Term Notes ("EMTN") denominated in USD (USD40 million)	Fixed	-	163,547	163,547
		<u>-</u>	<u>256,678</u>	<u>256,678</u>
Total Group's borrowings		<u>464,107</u>	<u>413,258</u>	<u>877,365</u>

- ii. Total borrowings reduced from RM877.4 million as at 31 December 2019 to RM844.9 million as at 31 December 2020 mainly due to the repayment of loans and other borrowings during the year under review and an unrealised gain arising from foreign currency borrowings.
- iii. Total repayment of borrowings during the period under review amounted to RM28.5 million with an estimated net interest savings of RM1.3 million per annum.
- iv. The weighted average interest rate of the Group's borrowings is 5.61% as at 31 December 2020.



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

21. FINANCIAL RISK MANAGEMENT

The Group has exposure on credit risk from its receivables:

The Group's objective is to seek continual revenue growth while minimising losses incurred due to an increased credit risk exposure. The Group trades only with recognised and creditworthy third parties. It is the Group's policy that all customers that wish to trade on credit terms are subject to its credit evaluation procedures and the exposure to credit risk is monitored on an ongoing basis.

Ageing analysis of trade receivables of the Group are as follows:

	AS AT 31-DEC-20 RM'000
Neither past due nor impaired	83,577
1 to 30 days past due but not impaired	434
31 to 60 days past due but not impaired	10,926
61 to 90 days past due but not impaired	38
91 to 120 days past due but not impaired	23
More than 120 days past due but not impaired	6,113
	17,534
Trade receivables that are impaired	(5,634)
	<u>95,477</u>

Trade receivables are non-interest bearing and generally on 30 days to 90 days terms to third party and 30 days terms to related parties.



QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020 (CONTINUED)

NOTES TO QUARTERLY REPORT (CONTINUED)

22. CHANGES IN MATERIAL LITIGATION

There were no material litigation against the Group as at the reporting date.

23. DIVIDEND

There were no dividend declared during the period ended 31 December 2020.

24. BASIC EARNINGS PER SHARE

The 'Basic and Diluted loss per share' for the current period and the comparative year are calculated by dividing the loss for the period/year attributable to owners of the Company by the 'Weighted Average' number of ordinary shares in issue during the period/year respectively, excluding treasury shares held by the Company.

	CURRENT QUARTER 31-DEC-20	YEAR ENDED 31-DEC-20
<u>Basic and Diluted loss per share:-</u>		
Loss for the periods attributable to owners of the Company (RM'000)	<u>(35,626)</u>	<u>(47,513)</u>
Weighted average number of ordinary shares ('000)	609,537	609,537
Basic and diluted loss per share (sen)	<u>(5.84)</u>	<u>(7.79)</u>