



**PETRA ENERGY BERHAD**  
**200501036241 (718388-H)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER ENDED**  
**30 JUNE 2021**

**PETRA ENERGY BERHAD**  
**200501036241 (718388-H)**  
**(Incorporated in Malaysia)**

**Condensed Consolidated Statements of Comprehensive Income**

	Note	<i>Current quarter</i>		<i>Cumulative period</i>	
		<i>3 months ended</i>		<i>6 months ended</i>	
		<b>30 June 2021 Unaudited RM'000</b>	<b>30 June 2020 Unaudited RM'000</b>	<b>30 June 2021 Unaudited RM'000</b>	<b>30 June 2020 Unaudited RM'000</b>
Revenue		74,210	70,528	152,045	142,914
Cost of sales		(64,929)	(60,260)	(140,990)	(144,742)
Gross profit/(loss)		9,281	10,268	11,055	(1,828)
Other income		940	1,194	1,106	2,459
Administrative expenses		(5,151)	(4,805)	(10,550)	(12,200)
Profit/(Loss) from operations		5,070	6,657	1,611	(11,569)
Finance income		375	1,596	865	2,275
Finance costs		(1,114)	(665)	(1,704)	(1,238)
Share of results of an associate		(196)	17	(549)	(2,611)
Profit/(Loss) before taxation	11	4,135	7,605	223	(13,143)
Income tax expense	12	(1,646)	(4,518)	(2,715)	(4,518)
<b>Profit/(Loss) for the financial period</b>		<b>2,489</b>	<b>3,087</b>	<b>(2,492)</b>	<b>(17,661)</b>
<u>Other comprehensive (loss)/income:</u>					
Item that may be subsequently reclassified to profit or loss					
- Share of other comprehensive (loss)/income of an associate		(12)	(109)	438	1,206
<b>Other comprehensive (loss)/income for the financial period, net of tax</b>		<b>(12)</b>	<b>(109)</b>	<b>438</b>	<b>1,206</b>
<b>Total comprehensive income/(loss) for the financial period</b>		<b>2,477</b>	<b>2,978</b>	<b>(2,054)</b>	<b>(16,455)</b>
<b>Earnings/(Loss) per share (sen)</b>					
Basic/ diluted	13	0.78	0.96	(0.78)	(5.50)

These condensed consolidated statements of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**PETRA ENERGY BERHAD**  
**200501036241 (718388-H)**  
**(Incorporated in Malaysia)**

**Condensed Consolidated Statements of Financial Position**

	Note	30 June 2021 Unaudited RM'000	31 December 2020 Audited RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		193,927	207,860
Right-of-use assets		46,964	62,463
Lease receivable		8,325	11,542
Investment in associate		10,433	10,543
Deferred tax asset		809	809
		260,458	293,217
<b>Current assets</b>			
Inventories		3,215	2,267
Trade and other receivables		64,493	76,967
Amount due from an associate company		60	60
Lease receivable		9,823	7,182
Contract assets		68,270	84,067
Tax recoverable		6,811	1,322
Cash and bank balances	14	167,062	172,961
		319,734	344,826
<b>Total Assets</b>		580,192	638,043
<b>EQUITY AND LIABILITIES</b>			
Share capital		299,809	299,809
Treasury shares		(840)	(840)
Merger reserve		(31,000)	(31,000)
Currency translation reserve		9,946	9,508
Retained earnings		90,661	105,991
<b>Total equity</b>		368,576	383,468
<b>Non-current liabilities</b>			
Lease liabilities		1,304	15,923
		1,304	15,923
<b>Current liabilities</b>			
Lease liabilities		29,548	30,216
Loans and borrowings	15	23,616	27,170
Trade and other payables		139,987	171,654
Contract liabilities		13,572	8,096
Income tax payable		3,589	1,516
		210,312	238,652
<b>Total liabilities</b>		211,616	254,575
<b>Total equity and liabilities</b>		580,192	638,043
<b>Net assets per share of RM0.50 each</b>		<b>1.15</b>	<b>1.19</b>

These condensed consolidated statements of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**PETRA ENERGY BERHAD**  
**200501036241 (718388-H)**  
**(Incorporated in Malaysia)**

**Condensed Consolidated Statements of Changes in Equity**

	← Attributable to Equity Holders of the Company →					
	← Non-distributable			→ Distributable		
	Share Capital RM'000	Merger Reserve RM'000	Treasury Shares RM'000	Currency Translation Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
<b>As at 1 January 2021</b>	299,809	(31,000)	(840)	9,508	105,991	383,468
Loss for the financial period	-	-	-	-	(2,492)	(2,492)
Other comprehensive income for the financial period	-	-	-	438	-	438
Total comprehensive income/(loss) for the financial period	-	-	-	438	(2,492)	(2,054)
<u>Transactions with owners:</u>						
Interim dividend in respect of financial year ended 31 December 2020	-	-	-	-	(6,419)	(6,419)
Interim dividend in respect of financial year ended 31 December 2021	-	-	-	-	(6,419)	(6,419)
<b>As at 30 June 2021</b>	299,809	(31,000)	(840)	9,946	90,661	368,576
<b>As at 1 January 2020</b>	299,809	(31,000)	(840)	9,957	102,815	380,741
Profit for the financial year	-	-	-	-	16,014	16,014
Other comprehensive income for the financial year	-	-	-	(449)	-	(449)
Total comprehensive income for the financial year	-	-	-	(449)	16,014	15,565
<u>Transactions with owners:</u>						
Interim dividend in respect of the financial year ended 31 December 2019	-	-	-	-	(6,419)	(6,419)
Interim dividend in respect of the financial year ended 31 December 2020	-	-	-	-	(6,419)	(6,419)
<b>As at 31 December 2020</b>	299,809	(31,000)	(840)	9,508	105,991	383,468

These condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**PETRA ENERGY BERHAD**  
**200501036241 (718388-H)**  
**(Incorporated in Malaysia)**

**Condensed Consolidated Statements of Cash Flows**

	<i>6 months ended</i>	
	<b>30 June 2021</b>	<b>30 June 2020</b>
	<b>Unaudited</b>	<b>Unaudited</b>
	<b>RM'000</b>	<b>RM'000</b>
Profit/(Loss) before tax	223	(13,143)
Adjustments for:		
Finance income	(865)	(2,275)
Finance costs	1,704	1,238
Depreciation charge		
- property, plant and equipment	14,699	13,255
- right-of-use asset	15,497	8,175
Loss on disposal of property, plant and equipment	-	40
Unrealised foreign exchange gain	(145)	(31)
Share of results of associate	(549)	2,611
Total adjustments	30,341	23,013
Operating cash flows before changes in working capital	30,564	9,870
Changes in working capital:		
Inventories	(948)	(3,883)
Trade and other receivables	12,474	(13,393)
Lease receivable	576	1,965
Contract assets	15,797	55,269
Trade and other payables	(31,522)	(45,937)
Contract liabilities	5,476	979
Total changes in working capital	1,853	(5,000)
Cash flows generated from operations	32,417	4,870
Net income tax paid	(6,131)	(206)
Net cash flows generated from operating activities	26,286	4,664
Net cash flows generated from/(used in) investing activities	537	(9,223)
Net cash flows used in financing activities	(33,481)	(22,254)
Net changes in cash and cash equivalents	(6,658)	(26,813)
Effects of exchange rate changes	659	115
Cash and cash equivalents at 1 January	172,658	152,877
Cash and cash equivalents at 30 June (Note 14)	166,659	126,179

These condensed consolidated statements of cash flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

---

**PETRA ENERGY BERHAD**  
**200501036241 (718388-H)**  
**(Incorporated in Malaysia)**

---

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**1. Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad. It should be read in conjunction with the Group's annual audited financial statements for the year ended 31 December 2020.

The audited financial statements of the Group for the year ended 31 December 2020 were prepared in accordance with MFRS.

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2020.

At the date of authorisation of these interim financial statements, the following MFRSs and Amendments to MFRSs were issued but not yet effective and have yet been applied by the Group:

<b>Description</b>	<b>Effective for financial periods beginning on or after</b>
MFRS 16                      'COVID-19-Related Rent Concessions'	1 June 2020

The Group will adopt the above pronouncements when they become effective in the respective financial periods. The impact of the new accounting standards, amendments and improvements to published standards and interpretations on the financial statements of the Group is currently being assessed by the management.

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**2. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2020 was not qualified.

**3. Seasonal or Cyclical Factors**

Seasonal and cyclical factors do not have any material impact on the Group's business operations except for severe weather conditions.

**4. Unusual and Extraordinary Items**

There were no unusual and extraordinary items affecting assets, liabilities, equity, net income or cash flows during the quarter ended 30 June 2021.

**5. Material Changes in Estimates**

There were no changes in estimates that have had a material effect in the current financial period.

**6. Changes in Composition of the Group**

There were no changes in the composition of the Group for the financial period under review.

**7. Valuation of Property, Plant and Equipment**

The Group states its property, plant and equipment at cost less any accumulated depreciation and any accumulated impairment losses, and does not adopt a policy to revalue its property, plant and equipment.

**8. Contingencies**

There were no contingencies as at the end of the reporting period.

**9. Commitments**

**Capital expenditure**

Property, plant and equipment:

- Approved but not contracted for

<b>30 June 2021 RM'000</b>
3,000
<b>3,000</b>

**PETRA ENERGY BERHAD**  
**200501036241 (718388-H)**  
(Incorporated in Malaysia)

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**10. Segment Information**

(i) Current Quarter Ended 30 June 2021 (3 months)

	Services		Marine Assets		Production and Development		Adjustments and eliminations		Group	
	30 June 2021	30 June 2020	30 June 2021	30 June 2020	30 June 2021	30 June 2020	30 June 2021	30 June 2020	30 June 2021	30 June 2020
<b>Revenue (RM'000)</b>										
External customers	20,651	54,544	32,459	15,984	21,100	-	-	-	74,210	70,528
Inter-segment	1,688	1,490	24,229	18,003	-	-	(25,917)	(19,493)	-	-
Total revenue	22,339	56,034	56,688	33,987	21,100	-	(25,917)	(19,493)	74,210	70,528
<b>Results (RM'000)</b>										
Segment results	1,310	10,081	2,561	(715)	3,789	246	(2,215)	(1,359)	5,445	8,253
Finance costs	(784)	(652)	(4)	(4)	(326)	(9)	-	-	(1,114)	(665)
Share of results of associate	-	-	-	-	(196)	17	-	-	(196)	17
Segment profit/(loss) before tax	526	9,429	2,557	(719)	3,267	254	(2,215)	(1,359)	4,135	7,605



**PETRA ENERGY BERHAD**  
**200501036241 (718388-H)**  
(Incorporated in Malaysia)

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**10. Segment Information**

(ii) Current Year-to-date Ended 30 June 2021 (6 months)

	Services		Marine Assets		Production and Development		Adjustments and eliminations		Group	
	30 June 2021	30 June 2020	30 June 2021	30 June 2020	30 June 2021	30 June 2020	30 June 2021	30 June 2020	30 June 2021	30 June 2020
<b>Revenue (RM'000)</b>										
External customers	56,541	105,231	53,484	37,683	42,020	-	-	-	152,045	142,914
Inter-segment	3,789	3,568	38,636	21,547	-	-	(42,425)	(25,115)	-	-
Total revenue	60,330	108,799	92,120	59,230	42,020	-	(42,425)	(25,115)	152,045	142,914
<b>Results (RM'000)</b>										
Segment results	2,683	17,077	(4,043)	(23,440)	7,332	(74)	(3,496)	(2,857)	2,476	(9,294)
Finance costs	(989)	(1,189)	(6)	(8)	(709)	(41)	-	-	(1,704)	(1,238)
Share of results of associate	-	-	-	-	(549)	(2,611)	-	-	(549)	(2,611)
Segment profit/(loss) before tax	1,694	15,888	(4,049)	(23,448)	6,074	(2,726)	(3,496)	(2,857)	223	(13,143)

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**10. Segment Information (cont'd)**

***Current quarter compared with the corresponding quarter of the preceding year (three-months)***

For the current quarter under review, the Group recorded revenue of RM74.2 million, as compared to RM70.5 million reported in corresponding quarter of the preceding year. The Group recorded profit before taxation of RM4.1 million in Q2 2021 as compared to RM7.6 million in the preceding year's corresponding quarter.

- Services Segment

The segment revenue for the current quarter decrease from RM56.0 million in Q2 2020 to RM22.3 million in Q2 2021. Lower revenue recorded in Q1 2021 resulted from lower activities in existing contracts. As a result, the segment recorded lower profit before taxation of RM0.5 million in Q2 2021 as compared to RM9.4 million in Q2 2020.

- Marine Assets Segment

The segment recorded revenue of RM56.7 million in the current quarter due to higher vessel utilisation as compared to RM34.0 million in Q2 2020. As a result, the segment recorded profit before taxation of RM2.6 million in Q2 2021 as compared to loss before tax of RM0.7 million in Q2 2020.

- Production and Development Segment

The segment recorded higher profit before taxation of RM3.3 million in Q2 2021 as compared to 0.3 million in Q2 2020 due to positive contribution from Technical Service Agreement.

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**10. Segment Information (cont'd)**

***Current period compared with the corresponding period of the preceding year (six-months)***

For the current six-months period under review, the Group recorded revenue of RM152.0 million, as compared to RM142.9 million reported in the preceding year's corresponding period. The Group recorded profit before taxation of RM0.2 million in the current period as compared loss before taxation of RM13.1 million in the preceding year's corresponding period.

- Services Segment

The segment revenue for the current six-months period decrease to RM60.3 million from RM108.8 million in the preceding year's corresponding period. Lower revenue recorded in current period resulted from lower activities in existing services contracts. The segment recorded profit before taxation of RM1.7 million in current period as compared to RM15.9 million in the preceding year's corresponding period, mainly due to lower revenue recorded on projects executed.

- Marine Assets Segment

The segment recorded revenue of RM92.1 million in the current six-months period due to higher vessel utilisation as compared to RM59.2 million in the preceding year's corresponding period. As a result, the segment incurred lower loss before taxation of RM4.0 million as compared to RM23.4 million in the preceding year's corresponding period.

- Production and Development Segment

The segment recorded profit before taxation of RM6.1 million in the current six-months period as compared to loss before tax of RM2.7 million in the corresponding period of the preceding year due to positive contribution from Technical Service Agreement.

**PETRA ENERGY BERHAD**  
**200501036241 (718388-H)**  
**(Incorporated in Malaysia)**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**11. (Loss)/Profit before taxation**

Included in the (loss)/profit before taxation are the following items:

	<i>Current quarter</i>		<i>Cumulative period</i>	
	<i>3 months ended</i>		<i>6 months ended</i>	
	<b>30 June 2021</b>	<b>30 June 2020</b>	<b>30 June 2021</b>	<b>30 June 2020</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Interest income	(375)	(1,596)	(865)	(2,275)
Interest expense	1,114	665	1,704	1,238
Loss/(Gain) on foreign exchange - realised	36	47	99	72
(Gain)/Loss on foreign exchange - unrealised	(1)	(28)	(145)	(31)
(Gain) on disposal of property, plant and equipment	-	(40)	-	(40)
Depreciation charges				
- Property, plant and equipment	7,247	7,474	14,699	13,255
- Right-of-use asset	7,880	4,087	15,497	8,175

Save as disclosed above, the other items required under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

**12. Income tax expense**

	<i>Current quarter</i>		<i>Cumulative period</i>	
	<i>3 months ended</i>		<i>6 months ended</i>	
	<b>30 June 2021</b>	<b>30 June 2020</b>	<b>30 June 2021</b>	<b>30 June 2020</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current tax:				
Malaysian income tax	(1,646)	(4,518)	(2,715)	(4,518)

**13. Loss per share (sen)**

The calculation of basic loss per share as at 30 June 2021 and 30 June 2020 was based on the loss for the financial year and a weighted average numbers of ordinary shares outstanding, calculated as follows:

	<b>30 June 2021</b>	<b>30 June 2020</b>
	<b>RM'000</b>	<b>RM'000</b>
Loss for the financial year	(2,492)	(17,661)
Weighted average numbers of shares ('000)	320,942	320,942
Basic/diluted loss per share (sen)	(0.78)	(5.50)

The Group has no potential ordinary shares in issue as at reporting date and therefore, diluted loss per share are the same as basic loss per share.

**PETRA ENERGY BERHAD**  
**200501036241 (718388-H)**  
**(Incorporated in Malaysia)**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**14. Cash and bank balances**

	<b>30 June 2021 RM'000</b>	<b>31 December 2020 RM'000</b>
Short term deposits with licensed banks	113,027	112,072
Cash at banks and on hand	54,035	60,889
	<b>167,062</b>	<b>172,961</b>

For the purpose of the statements of cash flows, cash and cash equivalents comprise the following at the reporting date:

	<b>30 June 2021 RM'000</b>	<b>31 December 2020 RM'000</b>
Cash and bank balances, representing cash and cash equivalents	167,062	172,961
Less: Cash restricted in use		
- Fixed deposits pledged for borrowing	(403)	(303)
Net cash and cash equivalents	<b>166,659</b>	<b>172,658</b>

**15. Loans and borrowings**

	<b>30 June 2021 RM'000</b>	<b>31 December 2020 RM'000</b>
<b>Short term borrowings</b>		
Secured	23,616	27,170

The Group is not exposed to any transactional currency risk as the borrowings are denominated in RM.

**PETRA ENERGY BERHAD**  
**200501036241 (718388-H)**  
**(Incorporated in Malaysia)**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**16. Related Party Transactions**

The following table provides information on the transactions which have been entered into with related parties during the three-month period ended 30 June 2021 and 30 June 2020:

	<b>31 March 2021 RM'000</b>	<b>31 March 2020 RM'000</b>
Rental of buildings paid to parties related to a Corporate Shareholder	411	411

The Directors of the Company are of the opinion that the above transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

**17. Material Events After the Reporting Period**

There was no material event subsequent to the end of the interim period reported which has not been reflected in the financial statements.

**PART B: EXPLANATORY NOTES PURSUANT TO BURSA MALAYSIA LISTING  
REQUIREMENTS: CHAPTER 9, APPENDIX 9B**

**18. Performance review**

Explanatory comment on the performance of each of the Group's business segments is provided in Note 10.

**19. Comment on material change in profit before taxation for the quarter reported as compared with immediate preceding quarter**

The Group revenue of RM74.2 million was lower by 4.6% compared to immediate preceding quarter. This is mainly due to decrease in client's activities executed for HuC/TMM contract.

However, the Group recorded profit before taxation of RM4.1 million as compared to loss before taxation of RM3.9mil in Q1 2021 due to positive contribution from marine segment in view of higher vessel utilization during the quarter.

**20. Commentary on prospects**

There are signs that the industry is recovering from a period of low activities. The Group is cautiously optimistic and will explore for new opportunities within the energy sector while continuing its cost management and improving its execution efficiency.

**21. Profit Forecast**

No profit forecast or profit guarantee has been issued by the Group.

**22. Corporate Proposals**

There were no corporate proposals announced but not completed as at the reporting date.

**23. Derivative Financial Instruments**

The Group did not enter into any derivatives during the period ended 30 June 2021 nor for the previous year ended 31 December 2020.

**24. Gains and Losses Arising from Fair Value Changes of Financial Liabilities**

The Group did not have any financial liabilities measured at fair value through profit or loss as at 30 June 2021.

**PART B: EXPLANATORY NOTES PURSUANT TO BURSA MALAYSIA LISTING  
REQUIREMENTS: CHAPTER 9, APPENDIX 9B**

**25. Changes in Material Litigations**

As at 30 June 2021, there was no material litigation against the Group.

**26. Authorisation For Issue**

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 24 August 2021.