

SUNWAY BERHAD POSTS ANOTHER QUARTER OF STRONG FINANCIAL RESULTS WITH AN 18% INCREASE IN PROFIT BEFORE TAX AND RECORD-HIGH REVENUE OF RM6.1 BILLION IN FY2023

Sunway City Kuala Lumpur, 21 February 2024 – Sunway Berhad (“Sunway” or “Group”) today announced its fourth quarter financial results for the financial year ended 31 December 2023 (“Q4 FY2023”).

Sunway Berhad posted record-high revenue since its listing in 2011. For the financial year ended 31 December 2023, the Group’s revenue surged 18% to RM6,139.8 million. Profit before tax (“PBT”) increased 9%, from RM909.2 million in the previous financial year to RM993.2 million in FY2023.

In the current quarter, the Group’s revenue increased by 22% to RM1,868.8 million, attributable to higher contributions from its core segments. Correspondingly, PBT rose 18%, from RM296.4 million in Q4 FY2022 to RM350.4 million in Q4 FY2023. The higher PBT was fueled by the property investment, construction, quarry, trading and manufacturing segments, which more than offset the lower profit contribution from healthcare and others segments.

The property development segment registered revenue of RM499.4 million in Q4 FY2023, representing a growth of 13%. The better performance was underpinned by higher sales and progress billings from local new and ongoing development projects and the completion and handover of a project. The development profit from one of the Group’s property development projects in Singapore is expected to be recognised upon completion and handover of the project in 1H FY2024. The accumulated progressive profits for the project amounted to RM108.9 million as of the end of December 2023.

The healthcare group recorded a strong EBITDA growth of 33% in FY2023, fueled by strong operational performance at Sunway Medical Centre (“SMC”) Sunway City and SMC Velocity. SMC Penang which commenced operations in November 2022, exceeded expectations and achieved breakeven at the profit after tax level during the current quarter.

The Group declared a single-tier second interim dividend of 3.50 sen per ordinary share (“Second Interim Dividend”) for the financial year ended 31 December 2023. The Dividend Reinvestment Scheme (“DRS”) will be applied to the entire Second Interim Dividend, in which shareholders may elect to reinvest their entire dividends into new Sunway ordinary shares, in lieu of receiving cash. The details of the DRS, including entitlement and payment dates shall be determined and announced in due course.

For the financial year ended 31 December 2023, the Group declared a total dividend of 5.50 sen per ordinary share, including the first interim dividend of 2.00 sen per ordinary share. In addition, the Group declared a preferential dividend of 5.25% per annum (based on the issue price of RM1.00) per irredeemable convertible preference share (“ICPS”) in respect of the financial period from 1 July 2023 to 31 December 2023.

Sunway Group’s President, Tan Sri Dato’ Chew Chee Kin commented, “The Group continued its strong growth momentum in the final quarter of the year, anchored by stable domestic demand, resilient labour market and improved tourism sector.”

He added, “The Group is confident of its financial performance for 2024, building from the growth momentum of the previous year. The healthcare segment continues to be one of the main growth drivers for the Group. Its three operating hospitals are expected to perform well, and their expansion as well as new hospitals will add capacity, catering to the demand for quality healthcare and medical tourism. In particular, SMC Damansara and SMC Ipoh are on track to commence operations in the fourth quarter of 2024 and the first quarter of 2025 respectively, and will provide additional capacity of up to 600 beds.”

He further commented, “In the southern region, the recent developments including the proposed establishment of the Johor-Singapore Special Economic Zone (“JS-SEZ”) and the Group’s recent partnership with Equalbase to develop an RM8 billion logistics facility in a first fully carbon-neutral free commercial zone in Sunway City Iskandar Puteri augur well for the township.”

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Translations

Tan Sri Dato’ Chew Chee Kin, President, Sunway Group

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Tan Sri Dato’ Chew Chee Kin, Presiden, Kumpulan Sunway

About Sunway Group

Established in 1974, Sunway Group is one of Malaysia’s largest conglomerates with core interests in real estate, construction, education and healthcare, with a unique build-own-operate business model.

Our 16,000-strong team across 50 locations worldwide is committed to transformative growth and sustainable progress through our 13 business divisions including real estate, construction, retail, hospitality, leisure, healthcare, education, trading and manufacturing, building materials and Real Estate Investment Trust (REIT).

We are committed to the 17 United Nations Sustainable Development Goals and continue to align our business strategies towards minimising environmental impact, and advancing economic and social progress. For more information, log on to www.sunway.com.my.

Important notice

Kindly read this media release in conjunction with the announcement released to Bursa Malaysia for a more comprehensive understanding of Sunway Berhad's financial results.

This media release may contain certain forward-looking statements due to a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions; interest rate trends; cost of capital and capital availability including availability of financing in the amounts and the terms necessary to support future business; availability of real estate properties; competition from other companies; changes in operating expenses including employee wages, benefits and training, property expenses, government and public policy changes. You are cautioned not to place undue reliance on these forward-looking statements which are based on Management's current view of future events. Past performance is not necessarily indicative of its future performance.

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