



**SWIFT HAULAGE BERHAD**

**200001030627 (533234-V)**

**INTERIM FINANCIAL REPORT**

**31 MARCH 2022**

**20 MAY 2022**



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2022 <sup>(a)</sup>**

|   | Quarter ended                    |                                  | Period to date                   |                                  |
|---|----------------------------------|----------------------------------|----------------------------------|----------------------------------|
|   | 31.3.2022<br>Unaudited<br>RM'000 | 31.3.2021<br>Unaudited<br>RM'000 | 31.3.2022<br>Unaudited<br>RM'000 | 31.3.2021<br>Unaudited<br>RM'000 |
| Revenue   | 160,300                          | 153,115                          | 160,300                          | 153,115                          |
| Cost of sales and services  | (109,878)                        | (104,768)                        | (109,878)                        | (104,768)                        |
| Gross profit  | 50,422                           | 48,347                           | 50,422                           | 48,347                           |
| Other income  | 1,792                            | 1,755                            | 1,792                            | 1,755                            |
| Net gain on impairment of financial instruments                       | 13                               | 20                               | 13                               | 20                               |
| Administrative and operating expenses                                 | (29,139)                         | (28,329)                         | (29,139)                         | (28,329)                         |
| Finance costs   | (5,941)                          | (6,506)                          | (5,941)                          | (6,506)                          |
|   | 17,147                           | 15,287                           | 17,147                           | 15,287                           |
| Share of results of associates  | (153)                            | (814)                            | (153)                            | (814)                            |
| Share of results of a joint venture                                   | 98                               | -                                | 98                               | -                                |
| Profit before tax   | 17,092                           | 14,473                           | 17,092                           | 14,473                           |
| Tax expense   | (2,586)                          | (3,363)                          | (2,586)                          | (3,363)                          |
| <b>Profit for the financial period</b>                                | <b>14,506</b>                    | <b>11,110</b>                    | <b>14,506</b>                    | <b>11,110</b>                    |
| <b>Other comprehensive income:</b>                                    |                                  |                                  |                                  |                                  |
| <b>Item that may be reclassified subsequently to profit or loss</b>   |                                  |                                  |                                  |                                  |
| Foreign currency translations   | (36)                             | 58                               | (36)                             | 58                               |
| <b>Total comprehensive income for the financial period</b>            | <b>14,470</b>                    | <b>11,168</b>                    | <b>14,470</b>                    | <b>11,168</b>                    |
| <b>Profit attributable to:</b>  |                                  |                                  |                                  |                                  |
| Owners of the Company   | 14,313                           | 10,684                           | 14,313                           | 10,684                           |
| Non-controlling interests   | 193                              | 426                              | 193                              | 426                              |
|   | 14,506                           | 11,110                           | 14,506                           | 11,110                           |
| <b>Total comprehensive income attributable to:</b>                    |                                  |                                  |                                  |                                  |
| Owners of the Company   | 14,277                           | 10,742                           | 14,277                           | 10,742                           |
| Non-controlling interests   | 193                              | 426                              | 193                              | 426                              |
|   | 14,470                           | 11,168                           | 14,470                           | 11,168                           |
| <b>Earnings per share attributable to owners of the Company (Sen)</b> |                                  |                                  |                                  |                                  |
| Basic   | 1.61                             | 2.44                             | 1.61                             | 2.44                             |
| Diluted   | 1.61                             | 2.44                             | 1.61                             | 2.44                             |

**Notes:**

- (a) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is disclosed in Note 1 of the notes to this interim financial report and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021.



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2022 <sup>(a)</sup>**

|   | <b>As at<br/>31.3.2022</b> | <b>As at<br/>31.12.2021</b> |
|---|----------------------------|-----------------------------|
|   | <b>Unaudited</b>           | <b>Audited</b>              |
|   | <b>RM'000</b>              | <b>RM'000</b>               |
| <b>ASSETS</b>                                       |                            |                             |
| <b>Non-current assets</b>                           |                            |                             |
| Property, plant and equipment                       | 480,376                    | 471,606                     |
| Investment properties                               | 78,479                     | 78,719                      |
| Right-of-use assets                                 | 429,572                    | 436,764                     |
| Other investments                                   | 1,214                      | 1,341                       |
| Investments in associates                           | 24,297                     | 24,450                      |
| Investment in a joint venture                       | 11,052                     | 10,954                      |
| Goodwill  | 68,813                     | 68,813                      |
| Intangible assets                                   | 576                        | 576                         |
| Deferred tax assets                                 | 10,140                     | 10,033                      |
|   | 1,104,519                  | 1,103,256                   |
| <b>Current assets</b>                               |                            |                             |
| Inventories   | 11,159                     | 15,808                      |
| Trade and other receivables                         | 273,451                    | 248,210                     |
| Current tax assets                                  | 8,347                      | 8,010                       |
| Derivative financial asset                          | 1,597                      | 1,284                       |
| Short term fund                                     | 13,534                     | -                           |
| Cash and bank balances                              | 35,838                     | 64,731                      |
|   | 343,926                    | 338,043                     |
| Non-current assets held for sale                    | -                          | 17,194                      |
| <b>TOTAL ASSETS</b>                                 | <b>1,448,445</b>           | <b>1,458,493</b>            |
| <b>EQUITY AND LIABILITIES</b>                       |                            |                             |
| <b>Equity attributable to owners of the company</b> |                            |                             |
| Share capital                                       | 384,714                    | 384,714                     |
| Retained earnings                                   | 248,336                    | 250,039                     |
| Exchange translation reserve                        | 70                         | 106                         |
|   | 633,120                    | 634,859                     |
| Non-controlling interests                           | 607                        | 414                         |
| <b>TOTAL EQUITY</b>                                 | <b>633,727</b>             | <b>635,273</b>              |
| <b>LIABILITIES</b>                                  |                            |                             |
| <b>Non-current liabilities</b>                      |                            |                             |
| Borrowings  | 389,647                    | 396,771                     |
| Lease liabilities                                   | 49,767                     | 56,589                      |
| Deferred tax liabilities                            | 51,296                     | 55,446                      |
|   | 490,710                    | 508,806                     |



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2022  
(CONT'D)<sup>(a)</sup>**

|  | <b>As at<br/>31.3.2022</b> | <b>As at<br/>31.12.2021</b> |
|--|----------------------------|-----------------------------|
|  | <b>Unaudited</b>           | <b>Audited</b>              |
|  | <b>RM'000</b>              | <b>RM'000</b>               |
| <b>LIABILITIES (continued)</b>                 |                            |                             |
| <b>Current liabilities</b>                     |                            |                             |
| Trade and other payables                       | 103,121                    | 102,059                     |
| Borrowings                                     | 184,465                    | 178,976                     |
| Lease liabilities                              | 30,561                     | 32,090                      |
| Current tax liabilities                        | 5,861                      | 1,289                       |
|  | 324,008                    | 314,414                     |
| <b>TOTAL LIABILITIES</b>                       | <b>814,718</b>             | <b>823,220</b>              |
| <b>TOTAL EQUITY AND LIABILITIES</b>            | <b>1,448,445</b>           | <b>1,458,493</b>            |
| <b>NET ASSET PER SHARE (Sen)<sup>(b)</sup></b> | <b>71.22</b>               | <b>71.39</b>                |

**Notes:**

- (a) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position is disclosed in Note 1 of the notes to this interim financial report and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021.
- (b) The net asset per share attributable to owners of the Company is calculated based on net asset divided by the number of shares as of 31 March 2022 of 889,804,502 (31 December 2021: 889,804,502 shares).



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2022 <sup>(a)</sup>**

|  | (------Non-distributable-----)   |   |                             | Distributable                          |                             | Total profit attributable to owners of the company<br>RM'000 | Non-controlling interests<br>RM'000 | Total equity<br>RM'000 |
|--|----------------------------------|---|-----------------------------|--|-----------------------------|--|-------------------------------------|------------------------|
|  | Ordinary Share capital<br>RM'000 | Convertible redeemable loan stock<br>RM'000 | Preference shares<br>RM'000 | Exchange translation reserve<br>RM'000 | Retained earnings<br>RM'000 |  |                                     |                        |
| <b>Balance as at 1 January 2022</b>    | 384,714                          | -   | -                           | 106                                    | 250,039                     | 634,859  | 414                                 | 635,273                |
| Profit for the financial period        | -                                | -   | -                           | -                                      | 14,313                      | 14,313   | 193                                 | 14,506                 |
| Other comprehensive income, net of tax | -                                | -   | -                           | (36)                                   | -                           | (36)   | -                                   | (36)                   |
| <b>Total comprehensive income</b>      | -                                | -   | -                           | (36)                                   | 14,313                      | 14,277   | 193                                 | 14,470                 |
| <b>Transactions with owners</b>        |                                  |   |                             |  |                             |  |                                     |                        |
| Dividend paid                          | -                                | -   | -                           | -                                      | (16,016)                    | (16,016)   | -                                   | (16,016)               |
| Total transactions with owners         | -                                | -   | -                           | -                                      | (16,016)                    | (16,016)   | -                                   | (16,016)               |
| <b>Balance as at 31 March 2022</b>     | 384,714                          | -   | -                           | 70                                     | 248,336                     | 633,120  | 607                                 | 633,727                |

**Notes:**

(a) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity is disclosed in Note 1 of the notes to this interim financial report and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021.



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2021<sup>(a)</sup>**

|  | ( <del>-----Non-distributable-----</del> ) |   |                             | Distributable                          |                             | Total profit attributable to owners of the parents<br>RM'000 | Non-controlling interests<br>RM'000 | Total equity<br>RM'000 |
|--|--|---|-----------------------------|--|-----------------------------|--|-------------------------------------|------------------------|
|  | Ordinary Share capital<br>RM'000           | Convertible redeemable loan stock<br>RM'000 | Preference shares<br>RM'000 | Exchange translation reserve<br>RM'000 | Retained earnings<br>RM'000 |  |                                     |                        |
| <b>Balance as at 1 January 2021</b>    | 102,785                                    | 106,863                                     | 18,395                      | (565)                                  | 202,920                     | 430,398  | (349)                               | 430,049                |
| Profit for the financial period        | -  | -   | -                           | -                                      | 10,684                      | 10,684   | 426                                 | 11,110                 |
| Other comprehensive income, net of tax | -  | -   | -                           | 58                                     | -                           | 58   | -                                   | 58                     |
| <b>Total comprehensive income</b>      | -  | -   | -                           | 58                                     | 10,684                      | 10,742   | 426                                 | 11,168                 |
| <b>Balance as at 31 March 2021</b>     | 102,785                                    | 106,863                                     | 18,395                      | (507)                                  | 213,604                     | 441,140  | 77                                  | 441,217                |

**Notes:**

- (a) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity is disclosed in Note 1 of the notes to this interim financial report and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021.



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2022<sup>(a)</sup>**

|  | Period to date |                 |
|--|----------------|-----------------|
|  | 31.3.2022      | 31.3.2021       |
|  | Unaudited      | Unaudited       |
|  | RM'000         | RM'000          |
| <b>Cash flows from operating activities</b>                    |                |                 |
| Profit before tax  | 17,092         | 14,473          |
| Adjustments for:   |                |                 |
| Depreciation of:   |                |                 |
| - property, plant and equipment                                | 9,226          | 7,849           |
| - right-of-use assets  | 5,470          | 5,480           |
| - investment properties  | 239            | -               |
| Dividend from other investment                                 | (14)           | -               |
| Fair value gain on derivative                                  | (313)          | -               |
| Fair value gain on short term fund                             | (34)           | -               |
| Fair value loss on other investment                            | 48             | -               |
| Gain on disposal of property, plant and equipment              | (388)          | (1,271)         |
| Gain on disposal of other investment                           | (47)           | (74)            |
| Gain on disposal of non-current assets held for sale           | (680)          | -               |
| Income distribution from short term fund                       | (7)            | (9)             |
| Interest expense   | 5,941          | 6,506           |
| Interest income  | (105)          | (73)            |
| Net unrealised loss on foreign exchange                        | 50             | -               |
| Property, plant and equipment written off                      | 1              | 5               |
| Reversal of impairment losses on:                              |                |                 |
| - trade receivables  | (13)           | (20)            |
| Share of results of associates                                 | 153            | 814             |
| Share of results of a joint venture                            | (98)           | -               |
| <b>Operating profit before changes in working capital</b>      | <b>36,521</b>  | <b>33,680</b>   |
| <u>Changes in working capital:</u>                             |                |                 |
| Inventories  | 4,650          | 616             |
| Trade and other receivables                                    | (26,605)       | (25,567)        |
| Trade and other payables                                       | (926)          | 2,393           |
| <b>Net cash generated from operations</b>                      | <b>13,640</b>  | <b>11,122</b>   |
| Net of (tax paid)/tax refunded                                 | (473)          | 631             |
| <b>Net cash flows from operating activities</b>                | <b>13,167</b>  | <b>11,753</b>   |
| <b>Cash flows from investing activities</b>                    |                |                 |
| Purchase of property, plant and equipment                      | (16,915)       | (26,155)        |
| Purchase of other investments                                  | (196)          | -               |
| Withdrawal of deposits with licensed banks and restricted cash | 2,408          | 2,653           |
| Placement of short term fund                                   | (13,493)       | -               |
| Advances to associates   | (669)          | -               |
| Proceeds from:   |                |                 |
| - disposal of property, plant and equipment                    | 701            | 1,548           |
| - disposal of non-current assets held for sale                 | 18,200         | -               |
| - disposal of other investments                                | 336            | 277             |
| Interest received  | 105            | 73              |
| <b>Net cash flows used in investing activities</b>             | <b>(9,523)</b> | <b>(21,604)</b> |



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2022 <sup>(a)</sup> (CONT'D)**

|  | Period to date  |               |
|--|-----------------|---------------|
|  | 31.3.2022       | 31.3.2021     |
|  | Unaudited       | Unaudited     |
|  | RM'000          | RM'000        |
| <b>Cash flows from financing activities</b>  |                 |               |
| Dividend paid  | (16,016)        | -             |
| Net drawdown of trade financing  | 2,623           | 72,343        |
| Net repayment of term loans  | (5,519)         | (34,238)      |
| Net repayment of lease liabilities   | (5,484)         | (15,333)      |
| Interest paid  | (5,941)         | (6,506)       |
| <b>Net cash flows (used in)/ from financing activities</b>                               | <b>(30,337)</b> | <b>16,266</b> |
| <b>Net (decrease)/ increase in cash and cash equivalents</b>                             | <b>(26,693)</b> | <b>6,415</b>  |
| Effect of exchange rate changes on cash and cash equivalents                             | (36)            | 57            |
| Cash and cash equivalents at the beginning of the financial period                       | 61,302          | 18,352        |
| Cash and cash equivalents at the end of the financial period                             | 34,573          | 24,824        |
| <b>Cash and cash equivalents at the end of the financial period comprises:</b>           |                 |               |
| Cash and bank balances   | 35,838          | 31,980        |
| Bank overdrafts  | (299)           | (3,452)       |
| Deposits with licensed banks with maturity of over 3 months                              | (208)           | (1,963)       |
| Restricted cash  | (758)           | (1,741)       |
| Cash and cash equivalents included in the condensed consolidated statement of cash flows | 34,573          | 24,824        |

**Notes:**

- (a) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows is disclosed in Note 1 of the notes to this interim financial report and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021.





**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report**

**1. Basis of Preparation**

The interim financial report of Swift Haulage Berhad (“the Company”) and its subsidiaries (collectively, the “Group”) is unaudited and has been prepared in accordance with the requirements of MFRS 134: *Interim Financial Reporting* and paragraph 9.22 as well as Appendix 9B of the Main Market Listing Requirements of Bursa Securities.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021.

**2. Significant Accounting Policies**

The significant accounting policies and presentations adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited financial statements of the Group for the financial year ended 31 December 2021 except for the newly-issued Malaysian Financial Reporting Standards (“MFRS”) and amendments to the standards to be applied by all Entities Other Than Private Entities for the financial period beginning on or after 1 January 2022:

| <b>Amendments to MFRSs</b>   | <b>Effective Date</b> |
|--|-----------------------|
| Annual improvements to MFRS Standards 2018 -2020   | 1 January 2022        |
| Amendments to MFRS 3 <i>Reference to the Conceptual Framework</i>                          | 1 January 2022        |
| Amendments to MFRS 116 <i>Property, Plant and Equipment – Proceeds before Intended Use</i> | 1 January 2022        |
| Amendments to MFRS 137 <i>Onerous Contracts – Cost of Fulfilling a Contract</i>            | 1 January 2022        |
| Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>      | 1 January 2022        |

The adoption of the above amendments to MFRSs did not have any significant effect on the financial statements of the Group and did not result in significant changes to the Group’s existing accounting policies.

At the date of authorization of these interim financial statements, the following MFRS were issued but not yet effective and have not been applied by the Group:

|  |                |
|--|----------------|
| MFRS 17 <i>Insurance Contracts</i>   | 1 January 2023 |
| <i>Initial Application of MFRS 17 and MFRS 9 – Comparative Information (Amendment to MFRS 17 Insurance Contracts)</i>              | 1 January 2023 |
| Amendments to MFRS 17 <i>Insurance Contracts</i>   | 1 January 2023 |
| <i>Disclosure of Accounting Policies (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors)</i>  | 1 January 2023 |
| <i>Definition of Accounting Estimates (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors)</i> | 1 January 2023 |
| Amendments to MFRS 112 <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>                     | 1 January 2023 |
| Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture</i>    | Deferred       |

**3. Auditors' Report**

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2021.



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**4. Seasonal or Cyclical Factors**

The business operations of the Group during the current quarter under review have not been materially affected by any seasonal or cyclical factors.

**5. Material Unusual Items**

There were no unusual items or incidence which may or has substantially affect the value of assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review.

**6. Material Changes in Estimates**

There were no material changes in estimates that may have material effect in the current quarter under review.

**7. Debt and Equity Securities**

There were no issuance, cancellations, repurchases, resale and repayment of debt or equity securities, share buy backs, share cancellations, share held as treasury shares and resale of treasury shares during the financial period under review.

**8. Dividend Paid**

A first single-tier dividend of 1.8 sen per ordinary shares amounting to RM16.02 million in respect of the financial year ended 31 December 2021 was paid on 24 March 2022.



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**9. Segmental Information**

The Group is mainly involved in provision of integrated logistics services comprising container haulage, land transportation, warehousing and container depot, and freight forwarding.

Analysis of the Group's revenue and results for the 3 months financial period ended 31 March 2022 is as follows:

|   | <b>Container haulage<br/>RM'000</b> | <b>Land transportation<br/>RM'000</b> | <b>Warehousing and container depot<br/>RM'000</b> | <b>Freight forwarding<br/>RM'000</b> | <b>Others<br/>RM'000</b> | <b>Elimination<br/>RM'000</b> | <b>Group Results<br/>RM'000</b> |
|---|-------------------------------------|---------------------------------------|---|--------------------------------------|--------------------------|-------------------------------|---------------------------------|
| <b>Revenue</b>                                |                                     |                                       |   |                                      |                          |                               |                                 |
| External sales                                | 71,108                              | 52,458                                | 19,617  | 17,019                               | 98                       | -                             | 160,300                         |
| Inter-segment sales                           | 14,564                              | 8,456                                 | 1,555   | -                                    | 5,746                    | (30,321)                      | -                               |
| <b>Total revenue</b>                          | <b>85,672</b>                       | <b>60,914</b>                         | <b>21,172</b>                                     | <b>17,019</b>                        | <b>5,844</b>             | <b>(30,321)</b>               | <b>160,300</b>                  |
| Interest income                               | 11                                  | 5                                     | 4   | 23                                   | 62                       | -                             | 105                             |
| Depreciation of property, plant and equipment | (4,949)                             | (2,674)                               | (1,182)   | (238)                                | (183)                    | -                             | (9,226)                         |
| Depreciation of right-of-use assets           | (1,521)                             | (942)                                 | (2,669)   | (121)                                | (217)                    | -                             | (5,470)                         |
| Depreciation of investment properties         | -                                   | -                                     | (231)   | -                                    | (8)                      | -                             | (239)                           |
| Finance costs                                 | (955)                               | (677)                                 | (1,001)   | (326)                                | (2,982)                  | -                             | (5,941)                         |
| Share of loss of associates                   | -                                   | -                                     | -   | -                                    | (153)                    | -                             | (153)                           |
| Share of profit of a joint venture            | -                                   | -                                     | -   | -                                    | 98                       | -                             | 98                              |
| <b>Profit /(loss) before tax</b>              | <b>6,843</b>                        | <b>4,904</b>                          | <b>2,207</b>                                      | <b>8,400</b>                         | <b>(5,140)</b>           | <b>(122)</b>                  | <b>17,092</b>                   |



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**9. Segmental Information (Cont'd)**

The Group is mainly involved in provision of integrated logistics services comprising container haulage, land transportation, warehousing and container depot and freight forwarding.

Analysis of the Group's revenue and results for the 3 months financial period ended 31 March 2021 is as follows:

|   | <b>Container haulage<br/>RM'000</b> | <b>Land transportation<br/>RM'000</b> | <b>Warehousing and container depot<br/>RM'000</b> | <b>Freight forwarding<br/>RM'000</b> | <b>Others<br/>RM'000</b> | <b>Elimination<br/>RM'000</b> | <b>Group Results<br/>RM'000</b> |
|---|-------------------------------------|---------------------------------------|---|--------------------------------------|--------------------------|-------------------------------|---------------------------------|
| <b><u>Revenue</u></b>                         |                                     |                                       |   |                                      |                          |                               |                                 |
| External sales                                | 72,467                              | 47,666                                | 18,893  | 13,928                               | 161                      | -                             | 153,115                         |
| Inter-segment sales                           | 12,192                              | 6,975                                 | 1,590   | -                                    | 3,756                    | (24,513)                      | -                               |
| <b>Total revenue</b>                          | <b>84,659</b>                       | <b>54,641</b>                         | <b>20,483</b>                                     | <b>13,928</b>                        | <b>3,917</b>             | <b>(24,513)</b>               | <b>153,115</b>                  |
| Interest income                               | 26                                  | 7                                     | 4   | 22                                   | 14                       | -                             | 73                              |
| Depreciation of property, plant and equipment | (3,800)                             | (2,474)                               | (1,197)   | (242)                                | (136)                    | -                             | (7,849)                         |
| Depreciation of right-of-use assets           | (2,207)                             | (703)                                 | (2,133)   | (111)                                | (326)                    | -                             | (5,480)                         |
| Finance costs                                 | (1,196)                             | (602)                                 | (1,118)   | (296)                                | (3,294)                  | -                             | (6,506)                         |
| Share of loss of associates                   | -                                   | -                                     | -   | -                                    | (814)                    | -                             | (814)                           |
| <b>Profit /(loss) before tax</b>              | <b>8,249</b>                        | <b>4,240</b>                          | <b>2,531</b>                                      | <b>5,675</b>                         | <b>(6,141)</b>           | <b>(81)</b>                   | <b>14,473</b>                   |



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**10. Significant Events Subsequent to the End of the Interim Financial Period**

There were no material events subsequent to the end of current quarter that have not been reflected in the interim financial report.

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

There were no changes in the composition of the Group that have not been reflected in the interim financial report.

**12. Contingent liabilities**

|   | <b>As at<br/>31.3.2022<br/>RM'000</b> |
|---|---------------------------------------|
| <b>Secured Guarantees</b>               |                                       |
| Bank guarantees utilised <sup>(a)</sup> | <u>15,501</u>                         |

**Note:**

(a) Arrangement between our Group and our customers and suppliers (inclusive of port authorities and Customs).

As part of the contractual obligation with our customers mainly from oil, gas and petrochemical industry and government agencies, we are required to provide performance guarantee to our customers to ensure that we fulfil the contractual obligation.

Bank guarantee is provided to our suppliers to ensure that our Group will fulfil the obligation of paying for services rendered by our suppliers.

**13. Capital Commitments**

Capital commitments for the purchase of property, plant and equipment not provided for at the end of the reporting period are as follows: -

|                                 | <b>As at<br/>31.3.2022<br/>RM'000</b> | <b>As at<br/>31.12.2021<br/>RM'000</b> |
|---------------------------------|---------------------------------------|--|
| Approved but not contracted for | -                                     | 4,155                                  |
| Contracted but not provided for | <u>38,713</u>                         | <u>41,276</u>                          |
|                                 | <u>38,713</u>                         | <u>45,431</u>                          |



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**14. Significant related party transactions**

|   | Quarter ended |           | Period to date |           |
|---|---------------|-----------|----------------|-----------|
|   | 31.3.2022     | 31.3.2021 | 31.3.2022      | 31.3.2021 |
|   | RM'000        | RM'000    | RM'000         | RM'000    |
| With holding company,<br>Persada Bina Sdn. Bhd.     |               |           |                |           |
| Management fee paid/payable                         | -             | 105       | -              | 105       |
| With related party,<br>Kaypi Technologies Sdn. Bhd. |               |           |                |           |
| Purchase of office equipment                        | -             | 18        | -              | 18        |
| Rental of office equipment                          | -             | 6         | -              | 6         |
| With related party,<br>Pelikan Asia Sdn. Bhd.       |               |           |                |           |
| Purchase of stationery                              | 78            | 115       | 78             | 115       |
| Forwarding income                                   | 5             | 1         | 5              | 1         |
| Warehouse income                                    | 47            | 49        | 47             | 49        |
| Transport income                                    | 4             | -         | 4              | -         |
| With related party,<br>SM Security (M) Sdn. Bhd.    |               |           |                |           |
| Security services                                   | 57            | 57        | 57             | 57        |
| With associate,<br>BLG Swift Logistics Sdn. Bhd.    |               |           |                |           |
| Rental income                                       | 18            | 18        | 18             | 18        |
| Warehouse income                                    | 279           | 363       | 279            | 363       |
| With associate,<br>Swift Mega Carriers Sdn. Bhd.    |               |           |                |           |
| Rental income                                       | 15            | 15        | 15             | 15        |
| Repair and maintenance                              | 12            | 40        | 12             | 40        |
| Truck management fee                                | 1             | -         | 1              | -         |



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**15. Group Performance Review**

The Group recorded revenue of RM160.3 million, gross profit of RM50.4 million and profit before tax of RM17.1 million for the current financial quarter ended 31 March 2022 (“1Q2022”). The 1Q2022 revenue is primarily contributed by container haulage of RM71.1 million and land transportation of RM52.4 million which represents 77.1% of our Group’s revenue for 1Q2022. Other business segments namely warehousing and container depot and freight forwarding business contributed RM19.6 million and RM17.0 million respectively for 1Q2022.

In comparison to the preceding year corresponding quarter i.e 31 March 2021 (“1Q2021”), the Group’s revenue increased by RM7.2 million from RM 153.1 million in 1Q2021 to RM160.3 million in 1Q2022 and the improved revenue mainly driven by easing of Covid-19 restrictions and recovery of business activities. In line with the higher revenue recorded in 1Q2022 as compared to 1Q2021, it was translated into higher gross profit by RM2.1 million and profit before tax by RM2.6 million from RM48.3 million and RM14.5 million to RM50.4 million and RM17.1 million respectively.

**16. Comparison with Immediate Preceding Quarter's Results**

|  | <b>Current<br/>quarter<br/>31.3.2022<br/>("1Q2022")<br/>RM'000</b> | <b>Immediate<br/>preceding<br/>quarter<br/>31.12.2021<br/>("4Q2021")<br/>RM'000<br/>(Restated)</b> | <b>Variance</b> |          |
|--|--|--|-----------------|----------|
|  |  |  | <b>RM</b>       | <b>%</b> |
| Revenue  | 160,300  | 157,469  | 2,831           | 1.8      |
| Profit before tax ( <i>before one off listing expenses in 4Q2021</i> ) | 17,092   | 13,552   | 3,540           | 26.1     |
| One off listing expenses   | -  | (4,285)  | 4,285           | 100.0    |
| Profit before tax  | <u>17,092</u>  | <u>9,267</u>   | 7,825           | 84.4     |

The Group’s revenue for the current quarter has increased by RM2.8 million or 1.8% to RM160.3 million in current quarter 31 March 2022 (“1Q2022”) from RM157.5 million in the preceding quarter ended 31 December 2021 (“4Q2021”). The increase in revenue mainly contributed by the container haulage and land transportation business segment.

The Group recorded profit before tax of RM17.1 million in the 1Q2022 which shown increase of RM3.5 million or 26.1% from RM13.5 million in 4Q2021 before the one off listing expenses of RM4.3 million. The increase in profit before tax is in tandem with higher revenue recorded during the 1Q2022.



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**17. Prospects for the Group for the financial year ending 31 December 2022**

The transition to endemicity on 1 April 2022 would strengthen economic activity, in line with further easing of restrictions and the reopening of international borders have positive impact to our business. For the Malaysian economy, latest indicators show that growth is on a firmer footing, driven by strengthening domestic demand amid sustained export growth. Bank Negara Malaysia (“BNM”) has, in its Economics and Monetary Review 2021 released on 30 March 2022, projected Malaysia Economy to grow by between 5.3% and 6.3% in 2022. However, risks to growth remain, which include a weaker-than-expected global growth, further escalation of geopolitical conflicts, and adverse developments surrounding COVID-19.

Notwithstanding the impact caused by geopolitical circumstances and the pandemic, the Group will continue to focus on expanding its customer base domestically and regionally. With the expansion of our warehouse capacity with the completion of the extension of our warehouse with 200,000 sq ft in Tebrau, Johor and 109,000 sq ft extension of warehouse in Seberang Perai, Penang during the first half of 2022, and 178,000 sq ft new warehouse in Port Klang Free Zone, Selangor scheduled to be completed in third quarter of FY2022 (“3Q2022”) to contribute to 2022 financial year topline and bottom-line. Overall, our warehouse capacity will increase by approximately 46.0% in FY2022 and ultimately will improve our financial performance as we continue our growth journey. We will continue to maintain our strategy to focus on servicing our customers with innovative logistics solutions and expand our logistics capacity which includes merger and acquisition when it is beneficial to enhance shareholders' value.

In this regard, barring any unforeseen surprises, we are cautiously confident of our financial performance for the next financial year. Despite the foreseeable hurdles, we aim to continue leveraging on all possible opportunities to drive another year of solid and resilient results, whilst making meaningful progress in our ESG agenda to contribute to Malaysia’s sustainable progress.

**18. Profit Forecast**

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement in relation to the financial quarter under review and the financial period to date.

**19. Note to the Profit Before Tax**

Profit before tax is arrived after charging/(crediting):

|  | Quarter ended       |                     | Period to date      |                     |
|--|---------------------|---------------------|---------------------|---------------------|
|  | 31.3.2022<br>RM'000 | 31.3.2021<br>RM'000 | 31.3.2022<br>RM'000 | 31.3.2021<br>RM'000 |
| Depreciation of:                                     |                     |                     |                     |                     |
| - property, plant and equipment                      | 9,226               | 7,849               | 9,226               | 7,849               |
| - right-of-use assets                                | 5,470               | 5,480               | 5,470               | 5,480               |
| - investment properties                              | 239                 | -                   | 239                 | -                   |
| Fair value loss on other investment                  | 48                  | -                   | 48                  | -                   |
| Loss on disposal of property,<br>plant and equipment | -                   | 36                  | -                   | 36                  |
| Loss on foreign exchange:                            |                     |                     |                     |                     |
| - realised   | 153                 | 182                 | 153                 | 182                 |
| - unrealised   | 50                  | -                   | 50                  | -                   |
| Interest expense                                     | 5,941               | 6,506               | 5,941               | 6,506               |
| Property, plant and equipment<br>written off         | 1                   | 5                   | 1                   | 5                   |
| Dividend from other investment                       | (14)                |                     | (14)                |                     |
| Gain on foreign exchange:                            |                     |                     |                     |                     |
| - realised   | -                   | (8)                 | -                   | (8)                 |





**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**19. Note to the Profit Before Tax (Cont'd)**

Profit before tax is arrived after charging/(crediting): (cont'd)

|  | Quarter ended       |                     | Period to date      |                     |
|--|---------------------|---------------------|---------------------|---------------------|
|  | 31.3.2022<br>RM'000 | 31.3.2021<br>RM'000 | 31.3.2022<br>RM'000 | 31.3.2021<br>RM'000 |
| Gain on disposal of property, plant and equipment    | (388)               | (1,307)             | (388)               | (1,307)             |
| Gain on disposal of non-current assets held for sale | (680)               | -                   | (680)               | -                   |
| Gain on disposal of other investment                 | (47)                | (74)                | (47)                | (74)                |
| Fair value gain on short term fund                   | (34)                | -                   | (34)                | -                   |
| Fair value gain on derivative                        | (313)               | -                   | (313)               | -                   |
| Interest income                                      | (105)               | (73)                | (105)               | (73)                |
| Income distribution from short term fund             | (7)                 | (9)                 | (7)                 | (9)                 |
| Reversal of impairment losses on:                    |                     |                     |                     |                     |
| - trade receivables                                  | (13)                | (20)                | (13)                | (20)                |

**20. Taxation**

|                           | Quarter ended       |                     | Period to date      |                     |
|---------------------------|---------------------|---------------------|---------------------|---------------------|
|                           | 31.3.2022<br>RM'000 | 31.3.2021<br>RM'000 | 31.3.2022<br>RM'000 | 31.3.2021<br>RM'000 |
| Income tax current period | 2,461               | 2,084               | 2,461               | 2,084               |
| Deferred taxation         | (833)               | 1,279               | (833)               | 1,279               |
| Real property gains tax   | 958                 | -                   | 958                 | -                   |
| Total income tax expense  | 2,586               | 3,363               | 2,586               | 3,363               |

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the financial period.

The effective tax rate of the Group for the current and previous corresponding periods were lower than the statutory tax rate of the respective periods mainly due to the qualifying capital expenditure claimed under the Investment Tax Allowance claimed during the financial period and reversal of deferred tax liability due to disposal of property.

**21. Status of Corporate Proposals**

There were no corporate proposals announced but not completed in the interval from the date of last report and the date of this announcement.



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**22. Utilisation of proceeds from the Public Issue**

As at the date of this interim report, the utilisation of proceeds from IPO is as follows:

|                                   | <b>Proposed<br/>utilisation<br/>RM'000</b> | <b>Actual<br/>utilisation<br/>RM'000</b> | <b>Balance<br/>unutilised<br/>RM'000</b> | <b>Estimated time<br/>frame for<br/>utilisation upon<br/>Listing</b> |
|-----------------------------------|--|--|--|--|
| Capital expenditure:              |  |  |  |  |
| - Construction of a new warehouse | 28,565                                     | 18,690                                   | 9,875                                    | Within 18 months   |
| - Purchase of land                | 41,560                                     | 41,560                                   | -  | Within 18 months   |
| - Purchase of prime movers        | 12,000                                     | 12,000                                   | -  | Within 18 months   |
| Repayment of bank borrowings      | 69,732                                     | 69,732                                   | -  | Within 6 months  |
| Estimated listing expenses        | <u>10,000</u>                              | <u>10,000</u>                            | <u>-</u>                                 | Within 3 months  |
|                                   | <u>161,857</u>                             | <u>151,982</u>                           | <u>9,875</u>                             |  |

The use of proceeds as disclosed above should be read in conjunction with the Company's Prospectus dated 30 November 2021.



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**23. Group's Borrowings**

The tenure of Group's borrowings, classified as short and long term as well as secured and unsecured, are as follows:

|   | <b>As at<br/>31.3.2022<br/>RM'000</b> | <b>As at<br/>31.12.2021<br/>RM'000</b> |
|---|---------------------------------------|--|
| <b>Current</b>                              |                                       |  |
| Term loan (secured)                         | 26,967                                | 26,820                                 |
| Unrated Islamic medium term notes (secured) | 42,600                                | 40,125                                 |
| Trade financing (secured)                   | 114,599                               | 94,641                                 |
| Bank overdrafts (secured)                   | 299                                   | 56                                     |
| Revolving credits (secured)                 | -                                     | 17,334                                 |
|   | <b>184,465</b>                        | <b>178,976</b>                         |
| <b>Non-current</b>                          |                                       |  |
| Term loan (secured)                         | 84,247                                | 79,896                                 |
| Unrated Islamic medium term notes (secured) | 305,400                               | 316,875                                |
|   | <b>389,647</b>                        | <b>396,771</b>                         |
| <b>Total borrowings</b>                     |                                       |  |
| Term loan (secured)                         | 111,214                               | 106,716                                |
| Unrated Islamic medium term notes (secured) | 348,000                               | 357,000                                |
| Trade financing (secured)                   | 114,599                               | 94,641                                 |
| Bank overdrafts (secured)                   | 299                                   | 56                                     |
| Revolving credits (secured)                 | -                                     | 17,334                                 |
|   | <b>574,112</b>                        | <b>575,747</b>                         |

The Group's borrowings in Ringgit Malaysia ("RM") equivalent analysed by currency are as follows:

|                      | <b>As at<br/>31.3.2022<br/>RM'000</b> | <b>As at<br/>31.12.2021<br/>RM'000</b> |
|----------------------|---------------------------------------|--|
| Ringgit Malaysia     | 536,193                               | 536,054                                |
| United States Dollar | 31,599                                | 33,335                                 |
| Thai Baht            | 6,320                                 | 6,358                                  |
|                      | <b>574,112</b>                        | <b>575,747</b>                         |



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**24. Derivatives**

Outstanding derivatives as at the date of the consolidated statement of financial position are as follows:

|  | Notional/Contract Value             |  | Fair value                          |  |
|--|-------------------------------------|--|-------------------------------------|--|
|  | As at<br>31 March<br>2022<br>RM'000 | As at<br>31 December<br>2021<br>RM'000 | As at<br>31 March<br>2022<br>RM'000 | As at<br>31 December<br>2021<br>RM'000 |
| Cross-currency interest rate swap contract |                                     |  |                                     |  |
| - 1 year to 3 years                        | 29,500                              | 31,375                                 | 1,597                               | 1,284                                  |

During the financial year ended 31 December 2018, the Group entered into cross-currency interest rate swap contract to manage exposure to foreign currency and interest rate risks of a term loan of USD15,000,000. There were no changes in the overall risks and policies relating to the outstanding derivatives as disclosed in the Accountants' Report as disclosed in the Prospectus.

**25. Fair value information**

Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1 fair value measurement are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 fair value measurement are those derived from inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at the reporting date, the Group held the following financial assets and liabilities that are measured at fair value:

|  | Level 1<br>RM'000 | Level 2<br>RM'000 | Level 3<br>RM'000 | Total<br>RM'000 |
|--|-------------------|-------------------|-------------------|-----------------|
| <b>As at 31 March 2022</b>               |                   |                   |                   |                 |
| <b>Financial assets</b>                  |                   |                   |                   |                 |
| <b>Fair value through profit or loss</b> |                   |                   |                   |                 |
| - Derivative financial assets            | -                 | 1,597             | -                 | 1,597           |
| - Short term fund                        | 13,534            | -                 | -                 | 13,534          |
| - Club memberships                       | -                 | 43                | -                 | 43              |
| - Equity securities                      | 1,171             | -                 | -                 | 1,171           |



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**25. Fair value information (Cont'd)**

|  | <b>Level 1</b> | <b>Level 2</b> | <b>Level 3</b> | <b>Total</b>  |
|--|----------------|----------------|----------------|---------------|
|  | <b>RM'000</b>  | <b>RM'000</b>  | <b>RM'000</b>  | <b>RM'000</b> |
| <b>As at 31 December 2021</b>            |                |                |                |               |
| <b>Financial assets</b>                  |                |                |                |               |
| <b>Fair value through profit or loss</b> |                |                |                |               |
| - Derivative financial asset             | -              | 1,284          | -              | 1,284         |
| - Club memberships                       | -              | 43             | -              | 43            |
| - Equity securities                      | 1,261          | -              | 37             | 1,298         |

No transfers between any levels of the fair value hierarchy took place during the current period and the comparative period. There were also no changes in the purpose of any financial instruments that subsequently caused a change in classification of those instruments.

**26. Material litigations**

There are no material litigation or arbitration which have a material effect on the financial position of the Group. The Board of Directors is not aware of any pending proceedings or of any fact likely to give rise to any proceedings as at the date of this interim financial report.

**27. Dividend**

No interim dividend has been recommended for current quarter under review.



**SWIFT HAULAGE BERHAD (Registration No. 200001030627 (533234-V))**

Interim report on unaudited consolidated results for the financial period ended 31 March 2022

**Notes to the Interim Financial Report (Cont'd)**

**28. Earnings Per Share <sup>(a)</sup>**

|   | Quarter ended |             | Period to date |             |
|---|---------------|-------------|----------------|-------------|
|   | 31.3.2022     | 31.3.2021   | 31.3.2022      | 31.3.2021   |
|   | RM'000        | RM'000      | RM'000         | RM'000      |
| Profit attributable to owners<br>of the Company (RM'000)      | 14,313        | 10,684      | 14,313         | 10,684      |
| Weighted average number<br>of ordinary shares in issue ('000) | 889,805       | 437,165     | 889,805        | 437,165     |
| Basic earnings per ordinary<br>share (Sen)                    | <u>1.61</u>   | <u>2.44</u> | <u>1.61</u>    | <u>2.44</u> |

The Company does not have any dilutive potential ordinary shares outstanding as at 31 March 2022. Accordingly, no diluted earnings per share is presented.

**Notes:**

- (a) The basic earnings per share ("EPS") is computed based on the profit attributable to owners of the Company for the period divided by the weighted average number of ordinary shares in issue during the financial period under review.

By Order of the Board of Directors  
Company Secretary  
20 May 2022