

GAMUDA BERHAD (29579-T)
Condensed Consolidated Income Statement
for the period ended 31 October 2020

	INDIVIDUAL QUARTER			CUMULATIVE PERIOD		
	Current Year Quarter	Comparative Quarter		Current Year To Date	Preceding Year Corresponding Period	
	31-Oct-20	31-Oct-19		31-Oct-20	31-Oct-19	
	RM'000	RM'000		RM'000	RM'000	
Revenue (Note 1)	763,954	1,095,829	-30%	763,954	1,095,829	-30%
Operating expenses	(711,896)	(975,309)	-27%	(711,896)	(975,309)	-27%
Other income	41,846	49,607	-16%	41,846	49,607	-16%
Profit from operations	93,904	170,127	-45%	93,904	170,127	-45%
Finance costs	(27,087)	(35,262)	-23%	(27,087)	(35,262)	-23%
Share of profit of associated companies	27,918	31,231	-11%	27,918	31,231	-11%
Share of profit of joint ventures	46,080	51,869	-11%	46,080	51,869	-11%
Profit before taxation	140,815	217,965	-35%	140,815	217,965	-35%
Income tax expenses	(20,222)	(32,374)	-38%	(20,222)	(32,374)	-38%
Profit for the period	120,593	185,591	-35%	120,593	185,591	-35%
Profit attributable to:-						
Owners of the Company	109,283	173,615	-37%	109,283	173,615	-37%
Non-controlling interests	11,310	11,976	-6%	11,310	11,976	-6%
	120,593	185,591	-35%	120,593	185,591	-35%
Earnings per share attributable to owners of the Company						
Basic earnings per share (sen)	4.35	7.02	-38%	4.35	7.02	-38%
Fully diluted earnings per share (sen)	4.35	7.01	-38%	4.35	7.01	-38%

Note 1: Group revenue (including share of joint venture companies' revenue)

	Individual Quarter			Cumulative Period		
	31-Oct-20	31-Oct-19		31-Oct-20	31-Oct-19	
	RM'000	RM'000		RM'000	RM'000	
Revenue as reported above	763,954	1,095,829	-30%	763,954	1,095,829	-30%
Share of joint venture companies' revenue *	750,162	704,893	6%	750,162	704,893	6%
Total revenue	1,514,116	1,800,722	-16%	1,514,116	1,800,722	-16%

* Pursuant to the Malaysian Financial Reporting Standard (MFRS) 11, Joint Arrangements, the revenue of joint venture companies (eg. KVMRT- Elevated & Systems works and Horizon Hills) are excluded from Gamuda Group's Consolidated Income Statement. Instead Gamuda only recognises its share of profits of the joint venture companies.

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

GAMUDA BERHAD (29579-T)

**Condensed Consolidated Statement of Comprehensive Income
for the period ended 31 October 2020**

	INDIVIDUAL QUARTER			CUMULATIVE PERIOD		
	Current Year Quarter	Comparative Quarter		Current Year To Date	Preceding Year Corresponding Period	
	31-Oct-20 RM'000	31-Oct-19 RM'000		31-Oct-20 RM'000	31-Oct-19 RM'000	
Profit for the period	120,593	185,591	-35%	120,593	185,591	-35%
Other comprehensive (loss)/income:						
Other comprehensive (loss)/income to be reclassified to profit or loss in subsequent periods:						
Foreign currency translation	(71,205)	37,301	>-100%	(71,205)	37,301	>-100%
Share of associated companies' foreign currency translation	(1,418)	295	>-100%	(1,418)	295	>-100%
Net asset accretion in an associated company arising from capital contribution	1,021	2,283	-55%	1,021	2,283	-55%
	(71,602)	39,879	>-100%	(71,602)	39,879	>-100%
Total comprehensive income for the period	48,991	225,470	-78%	48,991	225,470	-78%
Total comprehensive income attributable to:						
Owners of the Company	37,908	213,767	-82%	37,908	213,767	-82%
Non-controlling interests	11,083	11,703	-5%	11,083	11,703	-5%
	48,991	225,470	-78%	48,991	225,470	-78%

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

GAMUDA BERHAD (29579-T)
Condensed Consolidated Statement Of Financial Position
As at 31 October 2020

	As at 31-Oct-20 RM'000	As at 31-Jul-20 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,026,130	1,063,066
Land held for property expenditure	3,217,377	3,169,895
Investment properties	499,255	455,501
Right-of-use assets	15,836	15,138
Concession development expenditure	1,314,635	1,355,472
Interests in associated companies	739,269	952,787
Interests in joint arrangements	1,098,862	1,057,348
Other investments	812	812
Deferred tax assets	41,189	40,665
Receivables	881,954	890,835
	8,835,319	9,001,519
Current assets		
Property development costs	1,827,606	1,847,214
Inventories	866,716	917,734
Receivables	2,327,989	2,223,689
Contract assets	1,708,923	1,701,664
Tax recoverable	44,513	44,056
Investment securities	1,142,991	644,467
Cash and bank balances	2,176,581	2,147,202
	10,095,319	9,526,026
TOTAL ASSETS	18,930,638	18,527,545
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share capital (Note 2)	3,620,946	3,620,946
Reserves	4,958,054	4,920,146
Owners' equity	8,579,000	8,541,092
Non-controlling interests	417,385	426,502
TOTAL EQUITY	8,996,385	8,967,594
Non-current liabilities		
Payables	234,679	235,550
Contract liabilities	47,075	38,446
Provision for liabilities	94,385	111,309
Deferred tax liabilities	329,997	335,904
Long term borrowings	3,225,976	2,952,171
	3,932,112	3,673,380
Current liabilities		
Short term borrowings	2,582,929	2,512,960
Payables	1,707,009	1,760,450
Contract liabilities	1,452,369	1,353,551
Provision for liabilities	181,420	171,660
Tax payable	78,414	87,950
	6,002,141	5,886,571
TOTAL LIABILITIES	9,934,253	9,559,951
TOTAL EQUITY AND LIABILITIES	18,930,638	18,527,545
Net assets per share attributable to Owners of the Company (RM)	3.41	3.40

Note 2 : Share capital includes share premium pursuant to the new Companies Act 2016 - Number of ordinary shares issued as at 31 October 2020 is 2,513,527,654 (31 July 2019: 2,513,527,654).

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

GAMUDA BERHAD (29579-T)
Condensed Consolidated Statement of Changes in Equity

	----- Attributable to owners of the Company -----						
	----- Non-Distributable -----			----- Distributable -----			
	Share capital	Option reserves	Other reserves	Retained profits	Total	Non-Controlling interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
FY2021							
<u>3 months ended 31 October 2020</u>							
At 1 August 2020	3,620,946	-	440,943	4,479,203	8,541,092	426,502	8,967,594
Total comprehensive income	-	-	(71,375)	109,283	37,908	11,083	48,991
<u>Transactions with owners:</u>							
Issuance of shares by a subsidiary	-	-	-	-	-	3,015	3,015
Dividends paid by a subsidiary	-	-	-	-	-	(23,215)	(23,215)
At 31 October 2020	3,620,946	-	369,568	4,588,486	8,579,000	417,385	8,996,385
FY2020							
<u>3 months ended 31 October 2019</u>							
At 1 August 2019	3,469,729	72,584	341,874	4,178,436	8,062,623	399,317	8,461,940
Total Comprehensive Income	-	-	40,152	173,615	213,767	11,703	225,470
<u>Transactions with owners:</u>							
Exercise of Employees' Share Options ("ESOS")	2,980	-	-	-	2,980	-	2,980
Share options granted under ESOS	-	3,379	-	-	3,379	-	3,379
Share options exercised under ESOS	2,548	(2,548)	-	-	-	-	-
At 31 October 2019	3,475,257	73,415	382,026	4,352,051	8,282,749	411,020	8,693,769

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2020 the accompanying explanatory notes attached to the interim financial statements.

GAMUDA BERHAD (29579-T)
Condensed Consolidated Statement Of Cash Flows

	Current Period To Date	Preceding Year Corresponding Period
	31-Oct-20	31-Oct-19
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before tax	140,815	217,965
Adjustments for non-cash items/non-operating items	<u>(11,076)</u>	<u>(25,536)</u>
Operating profit before working capital changes	129,739	192,429
<u>Changes in working capital</u>		
Net changes in assets	(1,957)	7,876
Net changes in liabilities	<u>18,651</u>	<u>98,322</u>
Net cash generated from operations	146,433	298,627
Income taxes paid	(35,154)	(63,288)
Interest and other payments	<u>(59,047)</u>	<u>(54,256)</u>
Net cash generated from operating activities	<u>52,232</u>	<u>181,083</u>
Cash Flows From Investing Activities		
Additions to property, plant and equipment	(10,340)	(39,444)
Additions to land held for development expenditures	(76,447)	(67,939)
Additions to investment properties expenditures	-	(9,012)
Additions to rights-of-use-assets	(1,181)	-
Additions to concession development expenditures	(6,479)	(3,166)
Proceeds on disposal of plant and equipment	798	535
Net purchase of investment securities	(498,524)	(118,825)
Distribution received from investment securities	4,405	3,812
(Placement)/Withdrawal of deposits with tenure more than 3 months	(419,468)	3,878
Addition of interest in joint ventures	-	(6,372)
Dividend received from associated companies	241,039	31,560
Interest received	<u>24,461</u>	<u>16,485</u>
Net cash used in investing activities	<u>(741,736)</u>	<u>(188,488)</u>
Cash Flows From Financing Activities		
Net proceeds from exercise of ESOS	-	2,980
Net drawdown of borrowings	343,774	494,230
Issuance of shares by a subsidiary to non-controlling interests	3,015	-
Repayment of lease liabilities	(921)	-
Dividends paid to shareholders	-	(148,272)
Dividends paid by a subsidiary to non-controlling interests	<u>(23,215)</u>	<u>-</u>
Net cash generated from financing activities	<u>322,653</u>	<u>348,938</u>
Net (decrease)/increase in cash and cash equivalents	(366,851)	341,533
Effects of exchange rate changes	(23,238)	11,053
Cash and cash equivalents at beginning of the year	<u>1,518,761</u>	<u>1,081,123</u>
Cash and cash equivalents at end of period	<u>1,128,672</u>	<u>1,433,709</u>

Cash and cash equivalents at end of period comprise of the following:

Deposits, cash and bank balances	2,176,581	1,800,980
Investment securities	<u>1,142,991</u>	<u>515,489</u>
Deposits, cash and bank balances, and investment securities	3,319,572	2,316,469
Less: Investment securities	(1,142,991)	(515,489)
Less: Deposits with licensed banks with tenure of more than 3 months	<u>(1,047,909)</u>	<u>(367,271)</u>
Total cash and cash equivalents	<u>1,128,672</u>	<u>1,433,709</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

1. Segmental Analysis

	Engineering and Construction	Property Development and Club Operations	Water and Expressway Concessions	Inter- segment Elimination	Total
	RM000	RM000	RM000	RM000	RM000
3 months period ended 31 Oct 2020					
REVENUE					
Revenue as reported	359,505	281,582	122,867	-	763,954
Share of joint venture companies' revenue	709,941	36,854	3,367	-	750,162
	1,069,446	318,436	126,234	-	1,514,116
Inter-segment sales	74,614	-	-	(74,614)	-
Total revenue	1,144,060	318,436	126,234	(74,614)	1,514,116
RESULTS					
Profit from operations	19,952	25,034	48,918	-	93,904
Finance costs	(752)	(13,845)	(12,490)	-	(27,087)
Share of profits of associated companies	(36)	-	27,954	-	27,918
Share of profits/(loss) of joint ventures	46,682	737	(1,339)	-	46,080
Profit before taxation	65,846	11,926	63,043	-	140,815
Taxation	(5,402)	(2,003)	(12,817)	-	(20,222)
Profit for the period	60,444	9,923	50,226	-	120,593
Non-controlling interest	(2,190)	-	(9,120)	-	(11,310)
Profit attributable to Owners of the Company	58,254	9,923	41,106	-	109,283

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

1. Segmental Analysis (cont'd)

	Engineering and Construction	Property Development and Club Operations	Water and Expressway Concessions	Inter- segment Elimination	Total
	RM000	RM000	RM000	RM000	RM000
3 months period ended 31 Oct 2019					
REVENUE					
Revenue as reported	490,831	482,745	122,253	-	1,095,829
Share of joint venture companies' revenue	652,819	47,343	4,731	-	704,893
	1,143,650	530,088	126,984	-	1,800,722
Inter-segment sales	175,491	-	-	(175,491)	-
Total revenue	1,319,141	530,088	126,984	(175,491)	1,800,722
RESULTS					
Profit from operations	41,483	68,247	60,397	-	170,127
Finance costs	(4,827)	(20,756)	(9,679)	-	(35,262)
Share of profits of associated companies	(410)	-	31,641	-	31,231
Share of profits/(loss) of joint ventures	40,860	11,662	(653)	-	51,869
Profit before taxation	77,106	59,153	81,706	-	217,965
Taxation	(8,746)	(11,425)	(12,203)	-	(32,374)
Profit for the year	68,360	47,728	69,503	-	185,591
Non-controlling interest	(1,124)	-	(10,852)	-	(11,976)
Profit attributable to Owners of the Company	67,236	47,728	58,651	-	173,615

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

2. Review of Performance

	Current Year Quarter			Preceding Year Corresponding Period		
	31-Oct-20	31-Oct-19	Var	31-Oct-20	31-Oct-19	Var
	RM'000	RM'000	%	RM'000	RM'000	%
BY SEGMENT						
Revenue *						
Construction	1,069,446	1,143,650	-6%	1,069,446	1,143,650	-6%
Property	318,436	530,088	-40%	318,436	530,088	-40%
Concession	126,234	126,984	-1%	126,234	126,984	-1%
	<u>1,514,116</u>	<u>1,800,722</u>	-16%	<u>1,514,116</u>	<u>1,800,722</u>	-16%
Net Profit						
Construction	58,254	67,236	-13%	58,254	67,236	-13%
Property	9,923	47,728	-79%	9,923	47,728	-79%
Concession	41,106	58,651	-30%	41,106	58,651	-30%
	<u>109,283</u>	<u>173,615</u>	-37%	<u>109,283</u>	<u>173,615</u>	-37%
BY GEOGRAPHY						
Revenue *						
Malaysia	1,296,191	1,433,965	-10%	1,296,191	1,433,965	-10%
Overseas	217,925	366,757	-41%	217,925	366,757	-41%
	<u>1,514,116</u>	<u>1,800,722</u>	-16%	<u>1,514,116</u>	<u>1,800,722</u>	-16%
Net profit						
Malaysia	91,830	113,170	-19%	91,830	113,170	-19%
Overseas	17,453	60,445	-71%	17,453	60,445	-71%
	<u>109,283</u>	<u>173,615</u>	-37%	<u>109,283</u>	<u>173,615</u>	-37%

* Including the Group's share of joint ventures' revenue.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

2. Review of Performance (cont'd)

CURRENT QUARTER

The group's financial performance for the first 3 months of this year (Aug – Oct 2020) continues to be resilient despite the re-imposition of CMCO in most parts of Malaysia at the tail-end of this quarter. Following the easing of movement restrictions in early May 2020, works at all construction and property projects gradually picked up pace while traffic plying the expressways were returning to pre-movement restrictions level.

This quarter (Q1FY21), the Group posted revenue of RM1.5 billion, a decrease of 16% compared with the pre Covid-19 Q1FY20 of RM1.8 billion. Similarly, this quarter's net profit of RM109 million was 37% lower than last year's quarterly profit of RM174 million due to the Covid-19 effect.

Overseas sales, especially Vietnam and Singapore, continued to spearhead the group's property division; contributing two-thirds of overall sales.

3. Comparison with immediate Preceding Quarter's Results

The Group posted a quarterly net profit of RM109 million, a decrease of 17% compared to the immediate preceding quarter core net profit of RM131 million on the back of lower domestic property earnings.

4. This Year Prospects

Overall Prospects

The Covid-19 pandemic and Movement Control Orders (MCOs) in place since mid-March have severely impacted the nation's economy – reducing economic activity and putting pressure on public finances. Spending and stimulus for infrastructure development will be constrained due to elevated government debt load.

It is anticipated that this year's performance will be driven by overseas property sales, Vietnam and Singapore, and the continued progress of MRT Putrajaya Line (formerly called MRT Line 2). Moving forward, the resilience of the Group is underpinned by its construction order book of RM6.1 billion and unbilled property sales totalling RM3.2 billion which will see it through the next two years. On top of that, the Group has a healthy balance sheet with a prudent gearing of 0.3 times.

The status of projects for the respective divisions are as follows:

(a) GAMUDA ENGINEERING

(i) Klang Valley Mass Rapid Transit: MRT Putrajaya Line

MMC Gamuda is the Turnkey Contractor for the elevated and underground works for the Klang Valley MRT Putrajaya Line, with a contract price of RM30.53 billion.

The overall cumulative progress at the end of October 2020 for the:

- Elevated Works Package was on schedule at 87%;
- Underground Works Package was on schedule at 82%.

System testing with progressive energisation and external work for elevated works package are in progress for Phase 1 (Sungai Buloh – Kentonmen line). Underground tunnels continued to be handed over to track works and Station fitout works are progressing well for Phase 2 (Kentonmen – Putrajaya line). Elevated package and Underground works, fabrication and assembly of system equipment and electric train for Phase 2 are currently ongoing.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

4. This Year's Prospects (cont'd)

(a) GAMUDA ENGINEERING (cont'd)

(ii) Penang Transport Master Plan

The Company's 60%-owned SRS Consortium Sdn Bhd has on 1st July 2020 executed the Master Agreement with the State Government of Penang in respect of the appointment of the PDP to manage and deliver the Penang transport master plan ("PTMP"). The major components of Phase 1 of the project are:

- a. Reclamation Works (Penang South Reclamation Island A).
- b. The Light Rail Transit (LRT) from George Town to Island A of the Penang South Islands; and
- c. The Pan Island Link 1 (PIL1) highway

The implementation of each PTMP component will be formalised at a later stage when the financial architecture is mutually agreed with the Penang State Government. The PDP fee for the PTMP components varies between 5.0% - 5.75%.

Reclamation works for the 2,300-acre Island A is targeted to commence in Q1 of 2021.

(iii) Sarawak

Pan Borneo Highway – WPC04 (Pantu Junction to Btg Skrang)

Naim Engineering Sdn Bhd – Gamuda Berhad JV is the contractor for the Pan Borneo Sarawak package WPC04. The scope includes the widening and upgrading of the existing 89.30km long, 2-lane single carriageway road from Pantu Junction to Batang Skrang to a 4-lane dual carriageway of JKR R5 standard.

Overall cumulative progress at the end of October 2020 was on schedule at 57%.

Sarawak : Batang Lupar Bridge at Sri Aman Town (RM224 mil)

Naim Engineering Sdn Bhd – Gamuda Berhad JV accepted the award of the Second Trunk Road (Package B3) Proposed Batang Lupar Bridge No 2 at Sri Aman Town project valued at RM224 million on 24 February 2020. Extension of Time (EOT) No.1 due to Movement Control Order (MCO) was granted on 18th August 2020. The new target completion date will be on 9 June 2024.

Overall cumulative progress at the end of October 2020 was at 2%.

(iv) Taiwan

Marine Bridge Project

The Group's 70%-owned joint venture with a Taiwanese company is constructing a 1.23 km marine bridge worth NTD3,955 million (equivalent to RM522 million) for CPC Corporation Taiwan, a state-owned petroleum company which is expected to be completed in November 2022.

Construction of temporary access bridge and working platform is nearing completion, and offshore piling works are progressing well. The overall cumulative progress as at end October 2020 was at 29%.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

4. This Year Prospects (cont'd)

(a) GAMUDA ENGINEERING (cont'd)

(iv) Taiwan (cont'd)

Seawall for Reclamation Project (RM932 mil)

Gamuda's 70%-owned joint venture with a Taiwanese company has in December 2019 won the tender to construct 4,014 meters of seawall structure with contract price of NTD6,817 million for Taiwan International Ports Corporation, a state-owned port operation company. Completion is targeted for March 2025.

The construction of onshore fabrication yard is completed and casting of caissons will commence in November 2020. Overall cumulative progress as at end October 2020 was at 3%.

(v) Gamuda Australia

Gamuda (Australia) Branch and Gamuda Engineering (Australia) Pty Ltd are well established and expected to contribute positively. We are actively bidding for over AUD10 billion worth of projects in New South Wales, Victoria, Queensland and Western Australia.

Notable projects currently under tender:

- AUD2.6 billion M6 Motorway in New South Wales
- AUD20 billion Sydney Metro West Project

(vi) Singapore : Batu Gali Multi-Storey Bus Depot (RM799 mil)

The Land Transport Authority of Singapore (LTA) awarded the SGD\$260 mil contract for the Batu Gali Multi-Storey Bus Depot to Greatearth Corporation-Gamuda Berhad Singapore Branch Joint Venture on 12 November 2019. The project consists of a three-storey administrative building, a five-storey dormitory and a five-storey main depot equipped with parking spaces for 715 buses, refuelling and washing facilities, repair and maintenance facilities with cutting-edge technology to cater for the operation of electric buses. The contract duration is 41 months.

Physical site clearing and site office preparation are ongoing. The overall cumulative status as at end October 2020 was at 5%.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

4. This Year Prospects (cont'd)

(b) GAMUDA LAND

The property division sold RM673 million worth of properties this quarter compared with RM509 million in the same quarter last year. Overseas sales continued to lead in sales performance; contributing two-thirds of overall sales.

(i) Overseas

Our overseas projects continued to deliver steady sales performance with Gamuda City in Hanoi and Celadon City in Ho Chi Minh remaining the biggest contributor. Sales at 661 Chapel St in Melbourne, Australia has improved.

OLA Residences, our latest executive condominium in Singapore with a GDV of SGD660 million, continued to receive good response since its launch in March 2020. 38% or SGD253 million worth of properties were sold.

(ii) Malaysia

Local sales contributed one-third of overall sales. Despite the slowdown in the property market and people adopting a wait-and-see approach to property investment, we see a steady pick up in sales of our properties.

Following the successful handover of Phase 1 Village Homes in Gamuda Gardens, we recently launched our first phase of Illaria which was fully sold upon launch due to its attractive pricing and well-thought out spacious design. Joya (superlink homes) and Jovita (link semi-d) at Gamuda Gardens have also received good response. Sales of Rymba Gardens at Jade Hills has also been steadily growing.

On-going projects are:

- Gamuda Cove in Southern Klang Valley
- twentyfive.7 in Kota Kemuning
- Gamuda Gardens & Kundang in Sungai Buloh
- Horizon Hills in Iskandar Puteri, Johor
- Jade Hills in Kajang
- HighPark Suites in Petaling Jaya
- The Robertson in Kuala Lumpur
- Bukit Bantayan Residences in Kota Kinabalu

With the first phase of Gamuda Gardens and twentyfive.7 handed over to its first group of purchasers, we anticipate a steady stream of footfall to our site especially with the opening of Quayside Mall in December 2020, offering a wide array of F&Bs, retail and entertainment options for the community.

Enhancement to placemaking are on-going to attract footfall at Gamuda Gardens and Gamuda Cove:

- Gamuda Gardens - with Xploria, which is an assortment of recreational and entertainment attractions. The country's first Luge Activity Park, comprising Skyline Luge, Skyline Skyride and Skyline Ziplines is also slated to be opened in 2023.
- Gamuda Cove - Discovery Park and Paya Indah Discovery Wetlands

To offer customers a seamless experience from on-ground to online, Gamuda Land has further enhanced our digital reach with the launch of our virtual experiential gallery, the first virtual gallery in 3D virtual reality (VR) format with full 360 views in Malaysia. Customers will be able to inspect the development's surrounding environment.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

4. This Year Prospects (cont'd)

(c) GAMUDA INFRASTRUCTURE CONCESSIONS

(i) Expressway

Since the lifting of MCO in May 2020, traffic volumes on all 4 highways were trending upwards towards pre-MCO levels until the re-imposition of CMCO for Klang Valley in mid Oct 2020. As movement restrictions were tightened again in Klang Valley due to the surge in Covid-19 cases, traffic volumes on our highways were trending down again compared to pre-MCO levels as follows:

	Before re-imposition of CMCO	After re-imposition of CMCO
KESAS	100%	71%
LITRAK	100%	88%
SPRINT	98%	61%
SMART	88%	38%

(ii) Water

The operations and maintenance of the Sungai Selangor Water Treatment Plant Phase 3 undertaken by Gamuda Water was going on smoothly.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

5. Dividends

The Board of Directors does not recommend the payment of interim dividend for the first quarter in respect of the financial year ending 31 July 2021.

In respect of the preceding year's corresponding period, a total interim dividend of 6.00 sen per ordinary share was declared.

(a) Dividend Paid and Payable

	3 months ended 31 October	
	2020	2019
	RM'000	RM'000
<u>First Interim Dividend</u>		
First interim dividend comprising single tier dividend of 6.00 sen per ordinary share for the year ended 31 July 2020 was paid on 25 February 2020.	-	* 148,890
		<hr/>
	-	148,890
		<hr/>
<u>* Dividend Reinvestment Plan</u>		
The Company's first Dividend Reinvestment Plan ("DRP") was completed on 26 February 2020 upon the listing and quotation of 19,829,839 new Gamuda Share at RM3.60 per share on the Main market of Bursa Malaysia Securities Bhd., and	-	71,387
Balance dividend paid on 25 February 2020.	-	77,503
		<hr/>
	-	148,890
		<hr/>

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

6. Trade Receivables

The current trade receivables are non-interest bearing and are generally on 14 to 90 days terms. Other credit terms are assessed and approved on a case-by-case basis. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

Receivables of the Group is analysed as follows:

		As At	As At
	Note	31-Oct-20	31-Oct-19
		RM'000	RM'000
<u>Current</u>			
Trade receivables			
Due from third parties	(a)	1,562,600	1,069,485
Due from associated companies		18,710	19,710
Due from joint venture	(b)	603,476	636,945
		2,184,786	1,726,140
Impaired		(64,809)	(65,547)
		2,119,977	1,660,593
Other receivables			
Sundry receivables		208,012	177,909
		2,327,989	1,838,502
Ageing analysis of current trade receivables:-			
Neither past due nor impaired		1,891,615	1,498,935
1 to 30 days past due not impaired		76,812	79,558
31 to 60 days past due not impaired		68,874	33,539
61 to 90 days past due not impaired		27,166	11,775
91 to 120 days past due not impaired		25,229	10,550
More than 121 days past due not impaired	(c)	30,281	26,236
		228,362	161,658
Impaired		64,809	65,547
Total trade receivables		2,184,786	1,726,140

a) Due from third parties

Included are amount totaling to RM783 million due from government and government linked companies.

b) Due from joint venture

Included is an amount of RM464 million due from its 50% owned MMC Gamuda KVMRT (T) Sdn. Bhd. ("Tunnel SB"). Tunnel SB is the underground works contractor for MRT Putrajaya Line.

c) More than 121 days past due not impaired

Included is mainly related to Kesas outstanding toll compensation claim of RM20 million from Government of Malaysia.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

7. Group Borrowings and Debt Securities

The details of the Group's borrowings as at the end of the period are as follows:-

	As At 31 Oct 20			As At 31 Oct 19		
	Secured	Unsecured	Total	Secured	Unsecured	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Long Term Borrowings						
Medium Term Notes						
- Gamuda	-	1,750,000	1,750,000	-	1,600,000	1,600,000
- Gamuda Gardens	-	100,000	100,000	-	100,000	100,000
- Kesas	195,000	-	195,000	285,000	-	285,000
- Gamuda Cove	-	600,000	600,000	-	-	-
Term Loans						
- Gamuda	-	221,006	221,006	-	429,492	429,492
- twentyfive.7	321,760	-	321,760	403,961	-	403,961
- Celadon City	-	-	-	86,063	-	86,063
Revolving Credits						
- Jade Hills	38,210	-	38,210	60,066	-	60,066
	554,970	2,671,006	3,225,976	835,090	2,129,492	2,964,582
Short Term Borrowings						
Medium Term Notes						
- Gamuda	-	400,000	400,000	-	300,000	300,000
- Kesas	90,000	-	90,000	90,000	-	90,000
- Gamuda Gardens	-	-	-	-	500,000	500,000
Commercial Papers						
- Gamuda	-	600,000	600,000	-	150,000	150,000
- Gamuda Cove	-	200,000	200,000	-	-	-
Term Loans						
- Gamuda	-	-	-	-	403,128	403,128
- twentyfive.7	75,000	-	75,000	39,365	-	39,365
- Celadon City	123,960	-	123,960	172,125	-	172,125
- Gamuda Singapore	-	-	-	-	153,380	153,380
Revolving Credits						
- Gamuda	-	840,740	840,740	-	730,160	730,160
- Taiwan - Dong Pi	-	96,413	96,413	-	-	-
- Pan Borneo	-	135,000	135,000	-	103,000	103,000
- Jade Home	21,816	-	21,816	5,036	-	5,036
- Gamuda Singapore	-	-	-	-	30,677	30,677
	310,776	2,272,153	2,582,929	306,526	2,370,345	2,676,871
Total Borrowings	865,746	4,943,159	5,808,905	1,141,616	4,499,837	5,641,453

The Group borrowings and debt securities are denominated in the following currencies:

	As At 31 Oct 20		As At 31 Oct 19	
	Foreign Currency ('000)	RM'000 Equivalent	Foreign Currency ('000)	RM'000 Equivalent
RM	-	5,389,188	-	5,130,698
USD	48,000	199,344	16,400	68,511
VND	692,125,000	123,960	1,434,375,000	258,188
SGD	-	-	60,000	184,056
TWD	664,000	96,413	-	-
		5,808,905		5,641,453

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

8. Basis of Preparation

The interim financial report has been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report is unaudited and should be read in conjunction with the Group's audited consolidated financial statements for the financial year ended 31 July 2020.

The accounting policies and presentations adopted for this interim financial report are consistent with those adopted for the audited consolidated financial statements for the financial year ended 31 July 2020.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the accounting period beginning 1 August 2020. The initial application of the MFRSs, Amendments to MFRSs and IC Interpretations, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impact on the interim financial statements of the Group.

9. Audit Report of Preceding Annual Financial Statements

The audit report of the Group's annual financial statements for the year ended 31 July 2020 was not subject to any qualification.

10. Seasonal or Cyclical Factors

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

11. Unusual Items

There were no unusual item affecting assets, liabilities, equity, net income or cash flows of the Group.

12. Changes in Estimates

There were no changes in estimates of amounts reported previously that have any material effect in the current period under review.

13. Changes in Equity Securities

There was no issuance, cancellations, repurchases, resale of equity securities for the current period to date.

14. Valuation of Property, Plant and Equipment

The valuation of land and buildings has been brought forward without amendment from the previous audited financial statements as at 31 July 2020.

15. Material Events Subsequent to Balance Sheet Date

There were no material events subsequent to the end of the quarter under review.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

16. Changes in Composition of the Group

There were no material changes in the composition of the Group for the period ended 31 October 2020.

17. Other Comprehensive Income (OCI)

Included in other comprehensive income for the period ended 31 October 2020 is a net foreign exchange loss of RM73 million. The net foreign exchange loss resulted from the loss on foreign currency translation of the Group's overseas assets due to the stronger Ringgit Malaysia.

18. Income Tax

	3 months ended 31 October	
	2020	2019
	RM'000	RM'000
Income tax		
- Current year	26,337	46,846
- Prior year	(1,176)	(289)
Deferred tax		
- Current year	(3,150)	(10,346)
- Prior year	(1,789)	(3,837)
	<u>20,222</u>	<u>32,374</u>

The Group's effective tax rate (excluding the results of joint ventures and associates which is equity accounted net of tax) for the current quarter is higher than the statutory tax rate mainly due to certain non-deductible expenses.

19. Variance from Profit Forecast and Profit Guarantee

This is not applicable to the Group.

20. Status of Corporate Proposals

There were no outstanding corporate proposal for the current quarter under review.

21. Changes in Contingent Liabilities or Contingent Assets

There are no significant contingent liabilities or contingent assets.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

22. Provision of Financial Assistance

Pursuant to paragraph 8.23(1)(ii) of Bursa Malaysia Securities Berhad's Listing Requirements, the financial assistance provided by Gamuda Berhad ("Gamuda") is as follows:

a) Company Guarantees

1. The Company and its joint venture partner, MMC Corporation Berhad ("MMC"), issued parent company guarantees to guarantee the due performance and obligations of MMC - Gamuda KVMRT (T) Sdn. Bhd. ("Tunnel SB") in the underground works packages of the Klang Valley Mass Rapid Transit Project Sungai Buloh-Kajang Line ("KVMRT Line 1") and Klang Valley Mass Rapid Transit Project Sungai Buloh-Serdang-Putrajaya Line ("KVMRT Line 2"). Tunnel SB is equally owned by MMC and the Company.
2. The Company and its joint venture partner, MMC, have also issued parent company guarantees to guarantee the due performance and obligations of MMC - Gamuda KVMRT (PDP SSP) Sdn. Bhd. ("PDP SSP") as the PDP of KVMRT Line 2 and subsequently, as the Turnkey Contractor of KVMRT Line 2 following the conversion from PDP model to Turnkey model. PDP SSP is equally owned by MMC and the Company.
3. The Company and its joint venture partner, Naim Engineering Sdn. Bhd. ("NAIM") have issued parent company guarantees to guarantee the due performance and obligations of Naim Gamuda (NAGA) JV Sdn Bhd ("NAGA") in the works package contract for the development and upgrading of Pan Borneo Highway, Sarawak - WPC-04 (Pantu Junction to Btg Skrang). The Company owns a 30% stake in NAGA and balance 70% stake is owned by NAIM.

The guarantees issued by the Company for the contracts in (1), (2) and (3) have not been crystallised because Tunnel SB, PDP SSP and NAGA have been performed and met their obligations in compliance with the terms of the contract.

The directors are of the opinion that the transactions above have been entered into in the normal course of business.

b) Advances to sub-contractors

The amount for advances to sub-contractors as at 31 October 2020 are as follows:

	RM'000
Non-interest bearing advances	<u>369,779</u>

The financial assistance provided does not have any material effect on the earnings, net assets and liquidity of Gamuda Group.

23. Capital Commitments

The amount for capital commitments not provided for in the interim financial statements as at 31 October 2020 are as follows:

	RM'000
Approved and contracted for :-	
Plant & Equipment	<u>4,429</u>

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 October 2020

Notes To The Interim Financial Statements

(The figures have not been audited)

24. Material Litigation

The Group was not engaged in any material litigation as at 15 December 2020.

25. Earning Per Share

	Current Quarter 31-Oct-20
Basic	
Net profit attributable to shareholders (RM'000)	<u>109,283</u>
Number of ordinary shares in issue as at 1 Aug 2020 ('000)	2,513,528
Effect of shares issued during the year ('000)	<u>-</u>
Weighted average number of ordinary shares in issue ('000)	<u>2,513,528</u>
Basic earnings per ordinary share (sen)	<u>4.35</u>

The basic and diluted earnings per share are the same as there is no dilutive potential ordinary shares in issue as at the end of the financial period.

26. Notes to the Consolidated Statement of Comprehensive Income

Total comprehensive income for the year is arrived at after charging/(crediting) the following items:

	Current Quarter 31-Oct-20 RM'000
Interest income	(33,354)
Other income	(8,494)
Loss on disposal of property, plant and equipment	2
Loss/(Gain) on disposal of investment property	<u>-</u>
	<u>(41,846)</u>
Interest expense	27,087
Depreciation and amortisation	62,312
Provision for impairment of receivables	-
Provision for and write-off of inventories	-
Gain on disposal of quoted or unquoted investment	-
Provision for impairment of assets	-
Loss on foreign exchange	2
Gain on derivatives	<u>-</u>

The above disclosure is prepared in accordance with paragraph 16 of Appendix 9B of the Main Listing Requirements ("MLR") issued by Bursa Malaysia Securities Berhad. Except for the above, the rest of the items required for disclosures pursuant to paragraph 16 of MLR are not applicable to the Group.