

ASTRO MALAYSIA HOLDINGS BERHAD

(Incorporated in Malaysia)

(Company No. 201101004392 (932533-V))

**QUARTERLY REPORT FOR THE
FINANCIAL PERIOD ENDED 30 APRIL 2021**

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

The Board of Directors of Astro Malaysia Holdings Berhad (“AMH” or “the Company”) presents the following unaudited condensed consolidated financial statements for the first quarter ended 30 April 2021 which should be read in conjunction with the audited financial statements for the financial year ended 31 January 2021 and the accompanying explanatory notes attached to the unaudited condensed consolidated financial statements.

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS

	Note	INDIVIDUAL QUARTER		%	CUMULATIVE QUARTER		%
		QUARTER ENDED Unaudited 30/4/2021	QUARTER ENDED Unaudited 30/4/2020		PERIOD ENDED Unaudited 30/4/2021	PERIOD ENDED Unaudited 30/4/2020	
		RM'm	RM'm		RM'm	RM'm	
Revenue	8	1,061.5	1,052.9	+1	1,061.5	1,052.9	+1
Cost of sales		<u>(681.7)</u>	<u>(686.1)</u>		<u>(681.7)</u>	<u>(686.1)</u>	
Gross profit		379.8	366.8	+4	379.8	366.8	+4
Other operating income		1.7	0.9		1.7	0.9	
Marketing and distribution costs		(77.0)	(69.4)		(77.0)	(69.4)	
Reversal/(Impairment) of receivables		3.5	(30.9)		3.5	(30.9)	
Administrative expenses		<u>(73.1)</u>	<u>(81.9)</u>		<u>(73.1)</u>	<u>(81.9)</u>	
Profit from operations		234.9	185.5	+27	234.9	185.5	+27
Finance income		4.4	7.2		4.4	7.2	
Finance costs		(52.5)	(96.2)		(52.5)	(96.2)	
Share of post-tax results from investments accounted for using the equity method		<u>(0.2)</u>	<u>0.3</u>		<u>(0.2)</u>	<u>0.3</u>	
Profit before tax	18	186.6	96.8	+93	186.6	96.8	+93
Tax expense	19	<u>(43.9)</u>	<u>(23.9)</u>		<u>(43.9)</u>	<u>(23.9)</u>	
Profit for the financial period		<u>142.7</u>	<u>72.9</u>	+96	<u>142.7</u>	<u>72.9</u>	+96
Attributable to:							
Equity holders of the Company		141.2	73.8	+91	141.2	73.8	+91
Non-controlling interests		<u>1.5</u>	<u>(0.9)</u>		<u>1.5</u>	<u>(0.9)</u>	
		<u>142.7</u>	<u>72.9</u>	+96	<u>142.7</u>	<u>72.9</u>	+96
Earnings per share attributable to equity holders of the Company (RM):							
- Basic	27	<u>0.027</u>	<u>0.014</u>		<u>0.027</u>	<u>0.014</u>	
- Diluted	27	<u>0.027</u>	<u>0.014</u>		<u>0.027</u>	<u>0.014</u>	

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(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>QUARTER ENDED Unaudited 30/4/2021</u>	<u>QUARTER ENDED Unaudited 30/4/2020</u>	<u>PERIOD ENDED Unaudited 30/4/2021</u>	<u>PERIOD ENDED Unaudited 30/4/2020</u>
	RM'm	RM'm	RM'm	RM'm
Profit for the financial period	142.7	72.9	142.7	72.9
Other comprehensive income/(loss):				
Items that will be reclassified subsequently to profit or loss:				
- Net change in derivatives used for hedging	32.0	42.1	32.0	42.1
Foreign currency translation	(0.5)	(1.1)	(0.5)	(1.1)
Taxation	(7.4)	(12.1)	(7.4)	(12.1)
Other comprehensive income, net of tax	24.1	28.9	24.1	28.9
Total comprehensive income for the financial period	<u>166.8</u>	<u>101.8</u>	<u>166.8</u>	<u>101.8</u>
Attributable to:				
Equity holders of the Company	165.3	102.7	165.3	102.7
Non-controlling interests	1.5	(0.9)	1.5	(0.9)
	<u>166.8</u>	<u>101.8</u>	<u>166.8</u>	<u>101.8</u>

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET

	Note	AS AT 30/4/2021 <u>Unaudited</u> RM'm	AS AT 31/1/2021 <u>Audited</u> RM'm
Non-current assets			
Property, plant and equipment		573.1	598.8
Right-of-use assets		1,079.7	1,126.2
Investments in joint ventures		1.9	2.1
Other investment		10.7	10.7
Receivables	22	267.8	237.4
Deferred tax assets		122.8	134.5
Derivative financial instruments	21	4.6	0.3
Intangible assets		1,933.7	1,934.2
		<u>3,994.3</u>	<u>4,044.2</u>
Current assets			
Inventories		18.1	12.8
Other investment		829.0	841.8
Receivables	22	518.8	571.7
Contract assets		13.4	11.6
Derivative financial instruments	21	32.2	27.9
Tax recoverable		10.2	10.3
Cash and bank balances		278.8	264.9
		<u>1,700.5</u>	<u>1,741.0</u>
Total assets		<u>5,694.8</u>	<u>5,785.2</u>
Current liabilities			
Payables		800.1	904.5
Other financial liabilities	23	152.7	163.3
Contract liabilities		172.3	179.6
Derivative financial instruments	21	20.2	45.6
Borrowings	20	392.0	322.5
Tax liabilities		25.8	25.3
		<u>1,563.1</u>	<u>1,640.8</u>
Net current assets		<u>137.4</u>	<u>100.2</u>
Non-current liabilities			
Derivative financial instruments	21	1.8	8.0
Other financial liabilities	23	224.7	208.6
Borrowings	20	2,577.4	2,690.7
Deferred tax liabilities		89.3	88.4
		<u>2,893.2</u>	<u>2,995.7</u>
Total liabilities		<u>4,456.3</u>	<u>4,636.5</u>
Net assets		<u>1,238.5</u>	<u>1,148.7</u>

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET

Note	AS AT 30/4/2021 <u>Unaudited</u> RM'm	AS AT 31/1/2021 <u>Audited</u> RM'm
Capital and reserves attributable to equity holders of the Company		
Share capital	6,728.4	6,728.4
Exchange reserve	2.8	3.3
Capital reorganisation reserve	(5,470.2)	(5,470.2)
Hedging reserve	(5.3)	(29.9)
Fair value reserve	6.6	6.6
Share scheme reserve	1.6	0.4
Accumulated losses	(97.8)	(160.8)
	<u>1,166.1</u>	<u>1,077.8</u>
Non-controlling interests	72.4	70.9
Total equity	<u><u>1,238.5</u></u>	<u><u>1,148.7</u></u>

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia) (Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Period ended 30/4/2021	Attributable to equity holders of the Company									
	Share capital	Exchange reserve	Capital reorganisation reserve	Hedging reserve	Fair value reserve	Share scheme reserve	Accumulated losses	Total	Non-controlling interests	Total
	RM'm	RM'm	RM'm	RM'm	RM'm	RM'm	RM'm	RM'm	RM'm	RM'm
At 1/2/2021	6,728.4	3.3	(5,470.2)	(29.9)	6.6	0.4	(160.8)	1,077.8	70.9	1,148.7
Profit for the financial period	-	-	-	-	-	-	141.2	141.2	1.5	142.7
Other comprehensive (loss)/profit for the financial period	-	(0.5)	-	24.6	-	-	-	24.1	-	24.1
Total comprehensive (loss)/income for the financial period	-	(0.5)	-	24.6	-	-	141.2	165.3	1.5	166.8
Ordinary shares dividends	-	-	-	-	-	-	(78.2)	(78.2)	-	(78.2)
Share-based payment transaction	-	-	-	-	-	1.2	-	1.2	-	1.2
Transactions with owners	-	-	-	-	-	1.2	(78.2)	(77.0)	-	(77.0)
At 30/4/2021	6,728.4	2.8	(5,470.2)	(5.3)	6.6	1.6	(97.8)	1,166.1	72.4	1,238.5

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia) (Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (continued)

Period ended 30/4/2020	Attributable to equity holders of the Company								
	Share capital	Exchange reserve	Capital reorganisation reserve	Hedging reserve	Fair value Reserve	Accumulated losses	Total	Non-controlling interests	Total
	RM'm	RM'm	RM'm	RM'm	RM'm	RM'm	RM'm	RM'm	RM'm
At 1/2/2020	6,728.4	4.1	(5,470.2)	0.7	6.6	(413.8)	855.8	82.9	938.7
Profit/(Loss) for the financial period	-	-	-	-	-	73.8	73.8	(0.9)	72.9
Other comprehensive (loss)/income for the financial period	-	(1.1)	-	30.0	-	-	28.9	-	28.9
Total comprehensive (loss)/ income for the financial period	-	(1.1)	-	30.0	-	73.8	102.7	(0.9)	101.8
Ordinary shares dividends	-	-	-	-	-	(78.2)	(78.2)	-	(78.2)
Transactions with owners	-	-	-	-	-	(78.2)	(78.2)	-	(78.2)
At 30/4/2020	6,728.4	3.0	(5,470.2)	30.7	6.6	(418.2)	880.3	82.0	962.3

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	PERIOD ENDED 30/4/2021	PERIOD ENDED 30/4/2020
	RM'm	RM'm
CASH FLOWS FROM OPERATING ACTIVITIES	186.6	96.8
Profit before tax		
<u>Adjustments for:</u>		
Non-cash items [^]	235.1	296.3
Interest expense	39.7	51.7
Interest income	(5.3)	(7.2)
Operating cash flows before changes in working capital	456.1	437.6
Changes in working capital	(106.2)	25.2
Cash flows from operations	349.9	462.8
Income tax paid	(38.1)	(48.8)
Interest received	0.4	1.2
Dividend received – unit trusts	1.3	-
Net cash flows generated from operating activities	313.5	415.2
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment and intangibles	0.3	-
Purchase of property, plant and equipment and intangibles	(99.0)	(85.8)
Disposal/(Purchase) of unit trusts	14.5	(122.7)
Withdrawal of fixed deposits	-	9.5
Net cash flows used in investing activities	(84.2)	(199.0)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(78.2)	(78.2)
Interest paid	(21.6)	(31.7)
Payment for set-top boxes	(42.8)	(71.8)
Payment of lease liabilities	(64.8)	(64.4)
Repayment of borrowings	(7.5)	-
Net cash flows used in financing activities	(214.9)	(246.1)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	14.4	(29.9)
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	(0.5)	(1.1)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	264.9	295.6
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD[#]	278.8	264.6

[^] Non-cash items mainly represent amortisation of intangible assets, depreciation of property, plant and equipment and depreciation of right-of-use assets as disclosed in Note 18.

[#] The difference between the cash and cash equivalents and cash and bank balances represent deposits with banks that have maturity periods of more than 3 months.

Material Non-Cash Transaction

During the financial period ended 30 April 2021, the Group acquired set-top boxes by means of vendor financing amounting to RM30.5m (30 April 2020: RM9.6m). The Group repaid RM42.8m (30 April 2020: RM71.8m) in relation to vendor financing for set-top boxes and RM61.8m (30 April 2020: RM61.3m) in relation to lease for transponders.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART A – EXPLANATORY NOTES PURSUANT TO
MALAYSIAN FINANCIAL REPORTING STANDARD 134**

1 BASIS OF PREPARATION

The unaudited quarterly report has been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standard (“MFRS”) 134 “Interim Financial Reporting”, Paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad Main Market Listing Requirements (“Bursa Securities Listing Requirements”) and should be read in conjunction with the audited financial statements for the financial year ended 31 January 2021.

The significant accounting policies and methods adopted for the unaudited condensed financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 January 2021.

The adoption of the following MFRSs and Amendments to MFRSs that came into effect on 1 February 2021 did not have any significant impact on the unaudited condensed consolidated financial statements upon their initial application.

- Covid-19-Related Rent Concessions (Amendments to MFRS 16) (effective from 1 June 2020)

MFRSs and Amendments to MFRSs that are applicable to the Group but not yet effective

The Group has not early adopted the following accounting standards that have been issued by the Malaysian Accounting Standards Board (“MASB”) as these are effective for the financial periods beginning on or after 1 February 2021:

- Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (effective date yet to be determined by Malaysian Accounting Standards Board)
- Amendments to MFRSs contained in the document entitled “Annual Improvements to MFRS Standards 2018-2020” (effective from 1 January 2022)
- Reference to the Conceptual Framework (Amendments to MFRS 3) (effective from 1 January 2022)
- Property, Plant and Equipment - Proceeds before Intended Use (Amendments to MFRS 116) (effective from 1 January 2022)
- Onerous Contracts - Cost of Fulfilling a Contract (Amendments to MFRS 137) (effective from 1 January 2022)
- Classification of Liabilities as Current or Non-current (Amendments to MFRS 101) (effective from 1 January 2023)
- Disclosure of Accounting Policies (Amendments to MFRS 101 Presentation of Financial Statements) (effective from 1 January 2023)
- Definition of Accounting Estimates (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors) (effective from 1 January 2023)
- Covid-19-Related Rent Concessions beyond 30 June 2021 (Amendment to MFRS 16 Leases) (effective from 1 April 2021)

2 SEASONAL/CYCLICAL FACTORS

The operations of the Group were not significantly affected by seasonal and cyclical factors.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART A – EXPLANATORY NOTES PURSUANT TO
MALAYSIAN FINANCIAL REPORTING STANDARD 134 (continued)**

3 UNUSUAL ITEMS

The COVID-19 pandemic continues to disrupt business environments and dismantle global supply chains and financial markets. Even as the national vaccination programme is being rolled out to curb the spread of COVID-19, the Movement Control Order (“MCO”) continues to be implemented nationwide with lockdown restrictions tightening since the start of this year. During the period, subdued commercial subscription and advertising spends impacted the Group in terms of revenue.

Save as disclosed above, there were no other significant unusual items affecting the assets, liabilities, equity, net income or cash flows for the financial period ended 30 April 2021.

4 MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates of amounts reported in the prior financial year that have a material effect for the financial period ended 30 April 2021.

5 DEBT AND EQUITY SECURITIES

There were no issuance, repurchase and repayment of debt and equity securities during the financial period ended 30 April 2021.

6 DIVIDENDS PAID

The fourth interim single-tier dividend of 1.5 sen per ordinary share in respect of the financial year ended 31 January 2021 amounting to RM78,217,602 was paid on 23 April 2021.

Refer to Note 26 for dividends declared during the first quarter ended 30 April 2021.

7 SEGMENT RESULTS AND REPORTING

For management purposes, the Group is organised into business units based on their services and has three key reportable segments based on operating segments as follows:

- (i) The television segment is a provider of television services including television content creation, aggregation and distribution, talent management, multimedia interactive services and digital media;
- (ii) The radio segment is a provider of radio broadcasting services and media sales services;
- (iii) Home-shopping business; and
- (iv) Other non-reportable segments.

The corporate function relates to treasury and management services and is not an operating segment. The corporate function is presented as part of the reconciliation to the consolidated total.

Transactions between segments are carried out on mutually agreed basis. The effects of such inter-segment transactions are eliminated on consolidation. The measurement basis and classification are consistent with those adopted in the previous financial year.

Segment profit, which is profit before tax, is used to measure performance as management believes that such information is the most relevant in evaluating the results. Income taxes are managed on a group basis and are not allocated to operating segments.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART A – EXPLANATORY NOTES PURSUANT TO
MALAYSIAN FINANCIAL REPORTING STANDARD 134 (continued)**

7 SEGMENT RESULTS AND REPORTING (continued)

<u>Quarter ended</u> <u>30/4/2021</u>	<u>Television</u> <u>RM'm</u>	<u>Radio</u> <u>RM'm</u>	<u>Home-</u> <u>shopping</u> <u>RM'm</u>	<u>Others</u> <u>RM'm</u>	<u>Corporate</u> <u>Function</u> <u>RM'm</u>	<u>Elimination</u> <u>RM'm</u>	<u>Total</u> <u>RM'm</u>
External revenue	903.5	42.8	115.2	-	-	-	1,061.5
Segment profit/(loss) – Profit/(loss) before tax	163.1	17.8	4.5	0.3	(2.1)	3.0	186.6
<u>Quarter ended</u> <u>30/4/2020</u>	<u>Television</u> <u>RM'm</u>	<u>Radio</u> <u>RM'm</u>	<u>Home-</u> <u>shopping</u> <u>RM'm</u>	<u>Others</u> <u>RM'm</u>	<u>Corporate</u> <u>Function</u> <u>RM'm</u>	<u>Elimination</u> <u>RM'm</u>	<u>Total</u> <u>RM'm</u>
External revenue	920.4	37.2	95.3	-	-	-	1,052.9
Segment profit/(loss) – Profit/(loss) before tax	88.0	5.8	0.6	(0.5)	(2.5)	5.4	96.8

8 REVENUE

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>QUARTER</u>	<u>QUARTER</u>	<u>PERIOD</u>	<u>PERIOD</u>
	<u>ENDED</u>	<u>ENDED</u>	<u>ENDED</u>	<u>ENDED</u>
	<u>30/4/2021</u>	<u>30/4/2020</u>	<u>30/4/2021</u>	<u>30/4/2020</u>
	<u>RM'm</u>	<u>RM'm</u>	<u>RM'm</u>	<u>RM'm</u>
Subscription	776.7	821.5	776.7	821.5
Advertising	109.3	90.3	109.3	90.3
Merchandise sales	113.9	95.1	113.9	95.1
Others	61.6	46.0	61.6	46.0
	<u>1,061.5</u>	<u>1,052.9</u>	<u>1,061.5</u>	<u>1,052.9</u>

9 CHANGES IN THE COMPOSITION OF THE GROUP

There were no other changes in the composition of the Group during the financial period ended 30 April 2021.

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(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART A – EXPLANATORY NOTES PURSUANT TO
MALAYSIAN FINANCIAL REPORTING STANDARD 134 (continued)**

10 INDEMNITY, GUARANTEES AND CONTINGENT ASSETS

a. Indemnity and guarantees

Details of the indemnity and guarantees of the Group as at 30 April 2021, for which no provision has been made in the interim financial statements, are as set out below:

	Group	
	30/4/2021	31/1/2021
	RM'm	RM'm
Indemnity given to financial institutions in respect of bank guarantees issued (unsecured):		
- Programme rights vendors ¹	27.2	26.9
- Others ²	3.7	3.4
Other indemnities:		
- Guarantee to programme rights vendor provided by AMH ¹	721.3	711.1
	752.2	741.4

Notes:

¹ Included as part of the programming commitments for programme rights as set out in Note 11.

² Consist of bank guarantees issued mainly to Royal Malaysian Customs, utility companies and other statutory bodies.

b. Contingent assets

There were no significant contingent assets as at 30 April 2021 (31 January 2021: Nil).

11 COMMITMENTS

The Group has the following commitments not provided for in the interim financial statements as at the end of the financial period:

	Group	
	30/4/2021	31/1/2021
Approved and contracted for:	RM'm	RM'm
Property, plant and equipment*	1,623.8	1,501.8
Software	39.8	44.2
Film library and programme rights	461.2	436.1
	2,124.8	1,982.1

* Included in approved and contracted for is the supply of transponder capacity to MBNS by MEASAT Communication Systems Sdn Bhd (“MCSSB”) on MEASAT 3d satellite of RM1,440.4m (31 January 2021: RM1,420.1m). MCSSB is an indirect subsidiary of a company in which, a substantial shareholder, Ananda Krishnan Tatparanandam (“TAK”) has a 100% direct equity interest.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART A – EXPLANATORY NOTES PURSUANT TO
MALAYSIAN FINANCIAL REPORTING STANDARD 134 (continued)**

12 SIGNIFICANT RELATED PARTY DISCLOSURES

The Group has a number of related party transactions with companies directly or indirectly controlled by or associated with Usaha Tegas Sdn. Bhd. (“UTSB”) as well as companies or entities directly or indirectly controlled by or associated with TAK or in which he is deemed to have an interest, both of whom are deemed substantial shareholders of the Company.

UTSB has a 23.95% indirect interest in the Company through its wholly-owned subsidiaries All Asia Media Equities Limited and Usaha Tegas Entertainment Systems Sdn Bhd. The ultimate holding company of UTSB is PanOcean Management Limited (“PanOcean”). PanOcean is the trustee of a discretionary trust, the beneficiaries of which are members of the family of TAK and foundations including those for charitable purposes. Although PanOcean and TAK are deemed to have an interest in the shares of the Company, they do not have any economic or beneficial interest over such shares as such interest is held subject to the terms of the discretionary trust.

TAK also has a deemed interest in the shares of the Company via entities which are the direct shareholders of the Company and held by companies ultimately controlled by TAK.

Listed below are the significant transactions and balances with related parties of the Group during the current financial period. The related party transactions described below were carried out on agreed terms with the related parties.

<u>Related Parties</u>	<u>Relationship</u>
ASTRO Overseas Limited (“AOL”)	Subsidiary of Astro Holdings Sdn Bhd (“AHSB”), a company jointly controlled by UTSB and Khazanah Nasional Berhad, pursuant to a shareholders’ agreement in relation to AHSB
Maxis Broadband Sdn. Bhd. (“Maxis Broadband”)	Subsidiary of a joint venture of UTSB
UTSB Management Sdn. Bhd.	Subsidiary of UTSB
MEASAT International (South Asia) Ltd. (“MISAL”)	Indirect subsidiary of a company in which TAK has a 100% direct equity interest
MCSSB	Indirect subsidiary of a company in which TAK has a 100% direct equity interest
Sun TV Network Limited (“Sun TV”)	Joint venture partner of AOL

	<u>Transaction for the period ended 30/4/2021 RM’m</u>	<u>Transaction for the period ended 30/4/2020 RM’m</u>	<u>Balances due (to)/from as at 30/4/2021 RM’m</u>	<u>Balances due (to)/from as at 31/1/2021 RM’m</u>
(i) Purchases of goods and services				
- Maxis Broadband (Telecommunication services)	23.4	12.2	(13.7)	(17.3)
- MISAL (Deposit paid on transponder lease)	-	-	54.1	55.4
- MCSSB (Deposit paid on transponder lease)	-	-	56.5	56.0
- Sun TV (Programme broadcast rights)	7.0	10.9	(10.5)	(8.2)

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART A – EXPLANATORY NOTES PURSUANT TO
MALAYSIAN FINANCIAL REPORTING STANDARD 134 (continued)**

13 FAIR VALUE MEASUREMENTS

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

- Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities.
- Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly (ie. from prices) or indirectly (ie. derived from prices).
- Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

(a) Financial instruments carried at amortised cost

The carrying amounts of financial assets and liabilities of the Group as at 30 April 2021 approximated their fair values except as set out below:

Liabilities measured at amortised cost:

	Carrying amount RM'm	Fair Value		
		Level 1 RM'm	Level 2 RM'm	Level 3 RM'm
<u>30 April 2021</u>				
Borrowings	(2,969.4)	-	(3,084.9)	-
<u>31 January 2021</u>				
Borrowings	(3,013.2)	-	(3,171.6)	-

The fair value of financial instruments categorised at Level 2 is determined based on a discounted cash flow analysis, using contractual cash flows and market interest rates.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART A – EXPLANATORY NOTES PURSUANT TO
MALAYSIAN FINANCIAL REPORTING STANDARD 134 (continued)**

13 FAIR VALUE MEASUREMENTS (continued)

(b) Financial instruments carried at fair value

The following table represents the assets and liabilities measured at fair value:

Assets/(Liabilities) measured at fair value:

<u>Recurring fair value measurements</u>	<u>Carrying amount</u> RM'm	<u>Level 1</u> RM'm	<u>Level 2</u> RM'm	<u>Level 3</u> RM'm
<u>30 April 2021</u>				
Other investment – preference shares in unquoted company	10.7	-	-	10.7
Other investment- investment in unit trusts	829.0	829.0	-	-
Forward foreign currency exchange contracts – cash flow hedges	(11.7)	-	(11.7)	-
Foreign currency options	2.6	-	2.6	-
Interest rate swaps – cash flow hedges	(1.9)	-	(1.9)	-
Cross-currency interest rate swaps – cash flow hedges	25.8	-	25.8	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u>31 January 2021</u>				
Other investment – preference shares in unquoted company	10.7	-	-	10.7
Other investment- investment in unit trusts	841.8	841.8	-	-
Forward foreign currency exchange contracts – cash flow hedges	(48.9)	-	(48.9)	-
Foreign currency option	2.8	-	2.8	-
Interest rate swaps – cash flow hedges	(2.9)	-	(2.9)	-
Cross-currency interest rate swaps – cash flow hedges	23.6	-	23.6	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

The valuation technique used to derive the Level 2 fair value for derivative financial instruments is as disclosed in Note 21.

During the financial period, there were no transfer between Level 1 and Level 2 fair value measurement, and no transfer into and out of Level 3 fair value measurement.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS**

14 ANALYSIS OF PERFORMANCE

- (a) Performance of the current quarter (First Quarter FY22) against the corresponding quarter (First Quarter FY21):

All amounts in RM'm unless otherwise stated

	Financial Highlights		%	Key Operating Indicators	
	QUARTER	QUARTER		QUARTER	QUARTER
	ENDED	ENDED		ENDED	ENDED
	30/4/2021	30/4/2020		30/4/2021	30/4/2020
<u>Consolidated Performance</u>					
Total revenue	1,061.5	1,052.9	+1		
EBITDA ¹	374.0	330.2	+13		
EBITDA margin (%)	35.2	31.4	+4		
Profit from operations	234.9	185.5	+27		
Profit before tax	186.6	96.8	+93		
Net profit	142.7	72.9	+96		
Profit attributable to ordinary equity holders of the Company	141.2	73.8	+91		
<u>(i) Television</u>					
Subscription revenue	776.7	821.5	-5		
Advertising revenue	66.5	53.1	+25		
Other revenue	60.3	45.8	+32		
Total revenue	903.5	920.4	-2		
EBITDA ¹	349.0	319.0	+9		
EBITDA margin (%)	38.6	34.7	+4		
Profit before tax	163.1	88.0	+85		
Pay-TV residential ARPU ² (RM)				97.2	99.1

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

14 ANALYSIS OF PERFORMANCE (continued)

- (a) Performance of the current quarter (First Quarter FY22) against the corresponding quarter (First Quarter FY21) (continued):

All amounts in RM'm unless otherwise stated

	Financial Highlights		%	Key Operating Indicators	
	QUARTER	QUARTER		QUARTER	QUARTER
	ENDED	ENDED		ENDED	ENDED
	30/4/2021	30/4/2020		30/4/2021	30/4/2020
<u>(ii) Radio</u>					
Revenue	42.8	37.2	+15		
EBITDA ¹	20.2	7.9	+156		
EBITDA margin (%)	47.2	21.2	+26		
Profit before tax	17.8	5.8	+207		
Weekly Listeners ('mil)				17.0 ³	17.8 ⁴
<u>(iii) Home-shopping</u>					
Revenue	115.2	95.3	+21		
EBITDA ¹	5.7	1.8	+217		
EBITDA margin (%)	4.9	1.9	+3		
Profit before tax	4.5	0.6	+650		

Notes:

- Earnings before interest, tax, depreciation and amortisation (“EBITDA”) represent profit/(loss) before net finance costs, tax, impairment, write-off and depreciation of property, plant and equipment and amortisation of intangible assets such as software (but excluding amortisation of film library and program rights which are expensed as part of cost of sales), impairment of investments and share of post-tax results from investments accounted for using the equity method.
- Average Revenue Per User (“ARPU”) is the monthly average revenue per residential subscriber. ARPU is calculated by dividing the total subscription revenue derived from residential subscribers over the last twelve months with average number of residential subscribers over the same period.
- Based on the Radio Listenership Survey by GFK dated 4 May 2021 for Peninsular Malaysia, 19 November 2019 for East Malaysia and streaming data from Radioactive analytics.
- Based on the Radio Listenership Survey by GFK dated 12 November 2019 for Peninsular Malaysia, 19 November 2019 for East Malaysia and streaming data from Radioactive analytics.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

14 ANALYSIS OF PERFORMANCE (continued)

- (a) Performance of the current quarter (First Quarter FY22) against the corresponding quarter (First Quarter FY21) (continued):

Consolidated Performance

Revenue

Revenue for the current quarter of RM1,061.5m improved by RM8.6m or 0.8% against the corresponding quarter of RM1,052.9m, mainly arising from increased in advertising revenue, merchandise sales and others, offset by a decrease in subscription revenue. Revenue continues to be impacted by COVID-19 pandemic as mentioned in Note 3 above.

EBITDA margin

EBITDA margin improved by 3.8% against corresponding quarter. This is mainly due to lower content costs and impairment of receivables, offset by higher merchandise costs, marketing and distribution costs and license, copyright and royalty fees, as a percentage of revenue.

Net Profit

Net profit increased by RM69.8m or 95.7% compared with the corresponding quarter, mainly due to increase in EBITDA as mention above, lower net financing costs, offset by higher tax expenses.

Television

Revenue for the current quarter of RM903.5m was lower by RM16.9m or 1.8% against corresponding quarter of RM920.4m, mainly arising from a decrease in subscription revenue, offset by an increase in advertising revenue. Revenue continue to be impacted by COVID-19 pandemic as mentioned in Note 3 above.

Television EBITDA improved by RM30.0m or 9.4% against corresponding quarter. This is due to lower content costs and impairment of receivables, offset by lower revenue, as explained above and higher marketing and distribution expenses, broadband cost, staff related costs and license, copyright and royalty fees.

Radio

Radio's revenue for the current quarter of RM42.8m was higher by RM5.6m or 15.1% compared with the corresponding quarter of RM37.2m. Revenue continue to be impacted by COVID-19 pandemic as mentioned in Note 3 above.

Lower overall costs mainly due to lower impairment of receivables and the continuous cost reduction measures taken by management.

Home-shopping

Home-shopping's revenue for the current quarter grew by RM19.9m or 20.9% to close at RM115.2m compared with the corresponding quarter of RM95.3m, primarily due to consumers' shift to online shopping following MCO and festive season during the quarter.

The higher EBITDA during the quarter is due to the higher revenue during the quarter.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

14 ANALYSIS OF PERFORMANCE (continued)

(b) Performance of the current quarter (First Quarter FY22) against the preceding quarter (Fourth Quarter FY21):

	<i>All amounts in RM'm unless otherwise stated</i>				
	Financial Highlights			Key Operating Indicators	
	QUARTER	QUARTER	%	QUARTER	QUARTER
	ENDED	ENDED		ENDED	ENDED
30/4/2021	31/1/2021		30/4/2021	31/1/2021	
<u>Consolidated Performance</u>					
Total revenue	1,061.5	1,108.8	-4		
EBITDA ¹	374.0	367.3	+2		
EBITDA margin (%)	35.2	33.1	+2		
Profit from operations	234.9	223.8	+5		
Profit before tax	186.6	201.7	-7		
Net profit	142.7	151.5	-6		
Profit attributable to ordinary equity holders of the Company	141.2	167.8	-16		
<u>(i) Television</u>					
Subscription revenue	776.7	797.5	-3		
Advertising revenue	66.5	83.9	-21		
Other revenue	60.3	70.8	-15		
Total revenue	903.5	952.2	-5		
EBITDA ¹	349.0	366.2	-5		
EBITDA margin (%)	38.6	38.5	+0		
Profit before tax	163.1	174.4	-6		
Pay-TV residential ARPU ² (RM)				97.2	96.9
<u>(ii) Radio</u>					
Revenue	42.8	46.1	-7		
EBITDA ¹	20.2	25.2	-20		
EBITDA margin (%)	47.2	54.7	-8		
Profit before tax	17.8	21.8	-18		
Weekly Listeners ('mil)				17.0 ³	16.7 ⁴

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

14 ANALYSIS OF PERFORMANCE (continued)

- (b) Performance of the current quarter (First Quarter FY22) against the preceding quarter (Fourth Quarter FY21) (continued):

All amounts in RM'm unless otherwise stated

Financial Highlights			Key Operating Indicators	
QUARTER ENDED	QUARTER ENDED	%	QUARTER ENDED	QUARTER ENDED
30/4/2020	31/1/2021		30/4/2021	31/1/2021

(iii) Home-shopping

Revenue	115.2	110.5	+4
EBITDA ¹	5.7	5.5	+4
EBITDA margin (%)	4.9	5.0	+0
Profit before tax	4.5	4.3	+5

Notes:

- Earnings before interest, tax, depreciation and amortisation (“EBITDA”) represent profit/(loss) before net finance costs, tax, impairment, write-off and depreciation of property, plant and equipment and amortisation of intangible assets such as software (but excluding amortisation of film library and program rights which are expensed as part of cost of sales), impairment of investments and share of post-tax results from investments accounted for using the equity method.
- Average Revenue Per User (“ARPU”) is the monthly average revenue per residential subscriber. ARPU is calculated by dividing the total subscription revenue derived from residential subscribers over the last twelve months with average number of residential subscribers over the same period.
- Based on the Radio Listenership Survey by GFK dated 4 May 2021 for Peninsular Malaysia, 19 November 2019 for East Malaysia and streaming data from Radioactive analytics.
- Based on the Radio Listenership Survey by GFK dated 9 November 2020 for Peninsular Malaysia, 19 November 2019 for East Malaysia and streaming data from Radioactive analytics.

Consolidated Performance

Revenue

Revenue for the current quarter of RM1,061.5m drop by RM47.3m or 4.3% compared to the preceding quarter of RM1,108.8m. This was mainly due to a decrease in subscription and advertising revenue, offset by an increase in merchandise sales. Revenue continues to be impacted by COVID-19 pandemic as mentioned in Note 3 above.

EBITDA margin

EBITDA margin increased by 2.1% mainly due to lower content costs and impairment of receivables, offset by higher license, copyright and royalty fees, as a percentage of revenue.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

14 ANALYSIS OF PERFORMANCE (continued)

- (b) Performance of the current quarter (First Quarter FY22) against the preceding quarter (Fourth Quarter FY21) (continued):

Consolidated Performance (continued)

Net Profit

Net profit decreased by RM8.8m or 5.8% to RM142.7m during the quarter. The decrease was due to higher net finance costs, offset by increase in EBITDA and lower tax expenses.

Television

Revenue for the current quarter of RM903.5m decreased by RM48.7m or 5.1% against preceding quarter of RM952.2m. This was mainly due to decrease in subscription and advertising revenue. Revenue continues to be impacted by COVID-19 pandemic as mentioned in Note 3 above.

EBITDA dropped by RM17.2m or 4.7% against the preceding quarter mainly due to a drop in revenue, as mention above, higher license, copyright and royalty fees, mitigated by lower content costs, marketing and distribution expenses, and impairment of receivables.

Radio

Radio's revenue for the current quarter was dropped by RM3.3m or 7.2%. Radio's revenue continue to be impacted by COVID-19 pandemic as mentioned in Note 3 above.

The lower revenue resulted in lower EBITDA of RM20.2m, a RM5.0m or 19.8% lower compared with the preceding quarter.

Home-shopping

Home-shopping's revenue for the current quarter of RM115.2m was higher by RM4.7m or 4.3% compared with the preceding quarter of RM110.5m. The increase in revenue is due to consumers' shift to online shopping following MCO and festive season during the quarter.

Home-shopping EBITDA improved by RM0.2m or 3.6% against preceding quarter, which was mainly due to higher revenue in the current period.

- (c) Balance sheet review

As at 30 April 2021, the Group had total assets of RM5,694.8m against RM5,785.2m as at 31 January 2021, a decrease of RM90.4m or 1.6%.

The Group's total liabilities reduced by RM180.2m or 3.9% to RM4,456.3m against RM4,636.5m as of 31 January 2021. The decrease in total liabilities was due to lower payables by RM104.4m and lower borrowings by RM43.8m due to repayment of term loan during the period.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

15 PROSPECTS FOR THE FINANCIAL YEAR ENDING 31 JANUARY 2022

The operating environment remains challenging amid nationwide lockdowns, even as Malaysia rolls out its vaccination programme. Prolonged lockdowns may impact Astro's revenue, in particular advertising and enterprise revenue.

As Astro turns 25 years this year, we are revitalising our brand and powering ahead in our transformation journey that encompasses:

- our ambition to be Malaysia's #1 aggregator of the best streaming services,
- enhancing local content by producing more premium Astro Originals,
- seizing opportunities for adjacencies in commerce, broadband and digital, and
- realisation of our reimagined business models and technology with the evolving ecosystem

Our vision is to be Malaysia's #1 Entertainment Destination across all screens for everyone, whether individuals, homes or enterprises.

The Group will continue to cost optimise and actively manage its capital to further strengthen its balance sheet.

16 PROFIT FORECAST OR PROFIT GUARANTEE

Not applicable as the Group did not publish any profit forecast.

17 QUALIFICATION OF PRECEDING AUDITED ANNUAL FINANCIAL STATEMENTS

There was no qualification to the preceding audited annual financial statements for the financial year ended 31 January 2021.

18 PROFIT BEFORE TAX

The following items have been charged/(credited) in arriving at the profit before tax:

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>QUARTER ENDED 30/4/2021</u>	<u>QUARTER ENDED 30/4/2020</u>	<u>PERIOD ENDED 30/4/2021</u>	<u>PERIOD ENDED 30/4/2020</u>
	RM'm	RM'm	RM'm	RM'm
Amortisation of intangible assets	94.5	94.4	94.5	94.4
Depreciation of property, plant and equipment	61.9	71.2	61.9	71.2
Depreciation of right-of-use assets	46.8	47.7	46.8	47.7
(Reversal)/Impairment of receivables	(3.5)	30.9	(3.5)	30.9

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

18 PROFIT BEFORE TAX (continued)

The following items have been charged/(credited) in arriving at the profit before tax (continued):

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>QUARTER</u>	<u>QUARTER</u>	<u>PERIOD</u>	<u>PERIOD</u>
	<u>ENDED</u>	<u>ENDED</u>	<u>ENDED</u>	<u>ENDED</u>
	<u>30/4/2021</u>	<u>30/4/2020</u>	<u>30/4/2021</u>	<u>30/4/2020</u>
	RM'm	RM'm	RM'm	RM'm
Finance income:				
- Interest income	(1.4)	(2.3)	(1.4)	(2.3)
- Unit trust dividend income	(3.9)	(4.9)	(3.9)	(4.9)
- Fair value loss on unit trusts	0.9	-	0.9	-
	<u>(4.4)</u>	<u>(7.2)</u>	<u>(4.4)</u>	<u>(7.2)</u>
Finance costs:				
- Bank borrowings	17.1	23.2	17.1	23.2
- Lease liabilities	19.3	22.5	19.3	22.5
- Vendor financing	3.1	5.5	3.1	5.5
- Realised foreign exchange losses	2.2	1.6	2.2	1.6
- Unrealised foreign exchange losses	16.8	89.9	16.8	89.9
- Fair value loss/(gain) on derivative recycled to income statement arising from:				
- Interest rate risk	1.3	0.4	1.3	0.4
- Foreign exchange risk	(7.5)	(47.4)	(7.5)	(47.4)
- Others	0.2	0.5	0.2	0.5
	<u>52.5</u>	<u>96.2</u>	<u>52.5</u>	<u>96.2</u>

Other than as presented in the income statement and as disclosed above, there were no gain/loss on disposal of quoted and unquoted investments or properties, impairment of assets or any other exceptional items for the current quarter.

19 TAXATION

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>QUARTER</u>	<u>QUARTER</u>	<u>PERIOD</u>	<u>PERIOD</u>
	<u>ENDED</u>	<u>ENDED</u>	<u>ENDED</u>	<u>ENDED</u>
	<u>30/4/2021</u>	<u>30/4/2020</u>	<u>30/4/2021</u>	<u>30/4/2020</u>
	RM'm	RM'm	RM'm	RM'm
Current tax	38.7	37.3	38.7	37.3
Deferred tax	5.2	(13.4)	5.2	(13.4)
	<u>43.9</u>	<u>23.9</u>	<u>43.9</u>	<u>23.9</u>

The Group's effective tax rate for the current quarter and financial period ended 30 April 2021 is in line with the statutory tax rate of 24%.

The Group's effective tax rate for the corresponding quarter and financial period ended 30 April 2020 is higher than the statutory tax rate of 24% mainly due to expenses not deductible for tax purpose.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

20 GROUP BORROWINGS AND DEBT SECURITIES

The amount of Group borrowings and debt securities are as follows:

As at 30 April 2021	Current		Non-current		Total	
	USD Denominated RM'm	RM Denominated RM'm	USD Denominated RM'm	RM Denominated RM'm	USD Denominated RM'm	RM Denominated RM'm
Unsecured:						
Term loans ^(a)	102.1	81.1	-	897.5	102.1	978.6
Less: Debt issuance costs	-	-	-	-	-	-
Term loans, net of debt issuance costs	102.1	81.1	-	897.5	102.1	978.6
Synthetic Foreign Currency Loan	-	2.6	-	612.7	-	615.3
Lease liabilities						
- Lease of transponders ^(c)	112.1	80.6	946.8	71.0	1,058.9	151.6
- Other leases ^(d)	-	13.5	-	49.4	-	62.9
	112.1	94.1	946.8	120.4	1,058.9	214.5
	214.2	177.8	946.8	1,630.6	1,161.0	1,808.4
As at 30 April 2020						
	USD	RM	USD	RM	USD	RM
	Denominated RM'm	Denominated RM'm	Denominated RM'm	Denominated RM'm	Denominated RM'm	Denominated RM'm
Unsecured:						
Term loans ^(a)	218.8	80.8	107.6	717.5	326.4	798.3
Less: Debt issuance costs	-	(1.3)	-	(2.8)	-	(4.1)
Term loans, net of debt issuance costs	218.8	79.5	107.6	714.7	326.4	794.2
Synthetic Foreign Currency Loan	-	2.5	-	612.7	-	615.2
Unrated Medium Term Note ^(b)	-	3.5	-	300.0	-	303.5
Lease liabilities						
- Lease of transponders ^(c)	83.6	92.1	1,121.3	151.6	1,204.9	243.7
- Other leases ^(d)	-	20.3	-	61.2	-	81.5
	83.6	112.4	1,121.3	212.8	1,204.9	325.2
	302.4	197.9	1,228.9	1,840.2	1,531.3	2,038.1

Note:

- (a) USD Term loan with notional amount USD24.8m had been swapped into RM at an average exchange and fixed interest rate of USD/RM3.0189 (30 April 2020: USD/RM3.0189) and 4.19% p.a. (inclusive of margin of 1% p.a.) (30 April 2020: 4.19% p.a. (inclusive of margin of 1% p.a.)). MBNS Term Loan of RM592.5m remains unhedged, with average interest rates of 3.30% p.a. (inclusive of margin of 1% p.a.). The increase in Term loan arising from draw down of RM300m term loan on 2 September 2020, offset with repayment of principal amount for USD Term Loan and RM Term Loan of USD49.5m and RM112.5m respectively.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

20 GROUP BORROWINGS AND DEBT SECURITIES (continued)

Note (continued):

- (b) The decrease in Unrated Medium Term Note is due to refinancing.
- (c) Lease of transponders on the MEASAT 3 satellite (“M3”), MEASAT 3 T11 (“M3-T11”) satellite, MEASAT 3a satellite (“M3a”) from the lessor, MEASAT Satellite Systems Sdn. Bhd.(“MSS”), a related party and MEASAT 3b satellite (“M3b”) from the lessor, MISAL, a related party. The liabilities for M3, M3-T11 and M3a are denominated in RM, while M3b is denominated in USD.

The effective interest rate of the lease as at 30 April 2021 is 6.2% (30 April 2020: 6.2%), 4.6% (30 April 2020: 4.6%), 12.5% (30 April 2020: 12.5%) and 5.6% (30 April 2020: 5.6%) per annum for M3, M3-T11, M3a and M3b respectively.

The decrease is due to repayment of lease liabilities as disclosed in statement of cash flows.

- (d) Included in other leases are those leases previously classified as operating leases under MFRS 117 that are recognised on-balance sheet upon application of MFRS 16 on 1 February 2019.

21 DERIVATIVE FINANCIAL INSTRUMENTS

(a) Disclosure of derivatives

Details of derivative financial instruments outstanding as at 30 April 2021 are set out below:

Types of derivatives	Contract/ Notional Amount RM'm	Fair Value Assets RM'm	Fair Value Liabilities RM'm
Forward currency options (“FX Options”)			
- Less than 1 year	61.3	2.6	-
- 1 to 3 years	11.5	-	-
	72.8	2.6	-
Forward foreign currency exchange contracts (“FX Contracts”)*			
- Less than 1 year	979.9	3.5	(19.2)
- 1 to 3 years	317.4	3.5	(0.6)
- More than 3 years	89.5	1.1	-
	1,386.8	8.1	(19.8)

* Included is FX Contracts entered for payment of lease of transponder on M3b with notional principal amounts of RM492.6m.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

21 DERIVATIVE FINANCIAL INSTRUMENTS (continued)

(a) Disclosure of derivatives (continued)

Types of derivatives (continued)	Contract/ Notional Amount	Fair Value Assets	Fair Value Liabilities
	RM'm	RM'm	RM'm
Interest rate swaps (“IRS”)			
- Less than 1 year	136.0	-	(1.0)
- 1 to 3 years	71.1	-	(0.9)
	207.1	-	(1.9)
Cross-currency interest rate swaps (“CCIRS”)			
- Less than 1 year	74.7	26.1	-
- 1 to 3 years	82.9	-	(0.3)
	157.6	26.1	(0.3)

There have been no changes since the end of the previous financial year ended 31 January 2021 in respect of the following:

- (i) the market risk and credit risk associated with the derivatives as these are used for hedging purposes;
- (ii) the cash requirements of the derivatives;
- (iii) the policies in place for mitigating or controlling the risks associated with the derivatives; and
- (iv) the related accounting policies.

(b) Disclosure of gains/(losses) arising from fair value

The Group determines the fair values of the derivative financial instruments relating to the FX Contracts and FX Options using valuation techniques which utilise data from recognised financial information sources. Assumptions are based on market conditions existing at each balance sheet date. The fair values are calculated at the present value of the estimated future cash flow using an appropriate market based yield curve. As for IRS and CCIRS, the fair values were obtained from the counterparty banks.

As at 30 April 2021, the Group recognised net total derivative financial assets of RM14.8m, an increase of RM40.2m from the previous financial year ended 31 January 2021, on re-measuring the fair values of the derivative financial instruments. The corresponding increase of RM40.7m has been included in equity in the hedging reserve and remaining of RM0.5m were net accrued interest.

Forward foreign currency exchange contracts (“FX Contracts”) and foreign currency options (“FX Options”)

FX Contracts and FX Options are used to manage the foreign currency exposures arising from the Group’s payables denominated in currencies other than the functional currencies of the Group. The FX Contracts were entered into for a period of up to 5 years, while FX Options were entered into for a period of up to 3 years.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

21 DERIVATIVE FINANCIAL INSTRUMENTS (continued)

(b) Disclosure of gains/(losses) arising from fair value (continued)

Interest rate swaps (“IRS”)

IRS are used to achieve an appropriate interest rate exposure within the Group. The Group entered into IRS to hedge the cash flow risk in relation to the floating interest rate of vendor financing, as disclosed in Note 23.

The IRS for vendor financing was entered into for a period of up to 3 years with an average fixed swap rate of 3.26% p.a. (31 January 2021: 3.62% p.a.).

Cross-currency interest rate swaps (“CCIRS”)

To mitigate financial risks arising from adverse fluctuations in interest and exchange rates on USD Term loan and vendor financing, the Group have entered into CCIRS.

The CCIRS for USD Term Loan was entered into for entire term of the term loan and had an average fixed swap rate and exchange rate of 4.19% p.a. (inclusive of interest margin of 1% p.a.) (31 January 2021: 4.19% p.a. (inclusive of interest margin of 1% p.a.)) and USD/RM3.0189 (31 January 2021: USD/RM3.0189) respectively.

The CCIRS for vendor financing was entered into for a period of up to 3 years and had an average fixed swap rate and exchange rate of 1.74% p.a. (31 January 2021: 1.39% p.a.) and USD/RM4.138 (31 January 2021: USD/RM4.1724) respectively.

22 RECEIVABLES

Receivables include trade receivables. Trade receivables including amounts owing from related party are generally granted credit terms ranging from 0 to 60 days. Ageing analysis of trade receivables of the Group as at 30 April 2021 as follows:

	Current to 90 days RM'm	Over 90 days RM'm	Total RM'm
Neither past due nor impaired	200.5	-	200.5
Not past due but impaired	2.7	-	2.7
Past due but not impaired	43.0	7.4	50.4
Past due and impaired	6.6	32.9	39.5
	<u>252.8</u>	<u>40.3</u>	<u>293.1</u>

The above trade receivables that are past due but not impaired is based on past collection trends. Management believes that these balances are recoverable. Impairment of receivables has been made by considering the impact of the historical collection trends, credit terms, payment terms and credit assessment towards the outstanding amounts due.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

23 OTHER FINANCIAL LIABILITIES

The Group acquired set-top boxes and outdoor units with an extended payment term of 36 months (“vendor financing”) via Usance Letter of Credit Payable at Sight (“ULCP”) facilities granted to the Group. The effective interest rates at the end of the financial period ranged between 1.2% p.a. and 4.7% p.a. (31 January 2021: 1.2% p.a. and 4.9% p.a.).

24 FOREIGN EXCHANGE RISK

The Group is exposed to foreign currency risk on sales, purchases and borrowings that are denominated in a currency other than the respective functional currencies of the Group’s entities. The currency giving rise to this risk is primarily USD.

The Group hedges its foreign currency denominated payables and other financial liabilities. The Group uses FX Contracts and FX Options to hedge its foreign currency risk. FX Contracts have maturities of up to 5 years after the end of the balance sheet date. The Group has also entered into CCIRS to mitigate financial risks arising from adverse fluctuations in interest and exchange rates.

The notional principal amount and maturity profiles of FX Contracts outstanding and CCIRS as at 30 April 2021 are set out in Note 21.

The currency exposure of financial assets and financial liabilities of the Group that are denominated in USD are set out below:

	<u>As at 30/4/2021</u>	<u>As at 31/1/2021</u>
	RM’m	RM’m
Receivables	5.5	5.2
Payables	(295.7)	(322.3)
Other financial liabilities	(82.2)	(39.9)
Bank balances	223.4	178.4
Borrowings	<u>(1,161.0)</u>	<u>(1,164.1)</u>

25 CHANGES IN MATERIAL LITIGATION

There have been no significant developments in material litigations since the last balance sheet included in the annual audited financial statements up to the date of this announcement.

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

26 DIVIDENDS

- (a) The Board of Directors has declared a first interim single-tier dividend of 1.5 sen per ordinary share in respect of the financial period ending 31 January 2022 amounting to approximately RM78,217,602, to be paid on 23 July 2021. The entitlement date for the dividend payment is 9 July 2021.

A depositor shall qualify for entitlement to the dividend only in respect of:

- (i) shares transferred to the depositor's securities account before 4.30 pm on 9 July 2021 in respect of transfers; and
(ii) shares bought on Bursa Malaysia Securities Berhad on a cum entitlement basis.
- (b) Total dividend declared for the financial period ended 30 April 2021 is 1.5 sen per share, based on 5,214,506,700 ordinary shares (30 April 2020: 1.0 sen per share based on 5,214,506,700 ordinary shares).

27 EARNINGS PER SHARE

The calculation of basic earnings per ordinary share at 30 April 2021 was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding.

The calculation of diluted earnings per ordinary shares at 30 April 2021 was based on profit attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares.

The following tables reflect the profit and share data used in the computation of basic and diluted earnings per share as at 30 April 2021:

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>QUARTER ENDED 30/4/2021</u>	<u>QUARTER ENDED 30/4/2020</u>	<u>PERIOD ENDED 30/4/2021</u>	<u>PERIOD ENDED 30/4/2020</u>
Profit attributable to the equity holders of the Company (RM'm)	141.2	73.8	141.2	73.8
(i) Basic EPS				
Weighted average number of issued ordinary shares ('m)	5,214.5	5,214.5	5,214.5	5,214.5
Basic earnings per share (RM)	0.027	0.014	0.027	0.014
(ii) Diluted EPS				
Weighted average number of issued ordinary shares ('m)	5,214.5	5,214.5	5,214.5	5,214.5
Effect of dilution:				
Grant of share awards under the share scheme ('m)	6.3	-	6.3	-
	5,220.8	5,214.5	5,220.8	5,214.5
Diluted earnings per share (RM)	0.027	0.014	0.027	0.014

ASTRO MALAYSIA HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No. 201101004392 (932533-V))

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2021

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE
BURSA SECURITIES LISTING REQUIREMENTS (continued)**

28. MATERIAL EVENTS SUBSEQUENT TO END OF THE FINANCIAL PERIOD

Astro Digital Sdn Bhd (“ADSB”), a wholly-owned subsidiary of the Company, Grup Majalah Karangkraf Sdn Bhd and Nu Ideaktiv Sdn Bhd (“NISB”) had entered into Supplemental Letters dated 15 May 2019, 9 April 2020 and 8 May 2021 respectively to the joint venture agreement (“JVA”) dated 8 February 2018, in relation to a joint venture for the creation and monetisation of content verticals in Malaysia and Nusantara region. Pursuant to the JVA, ADSB’s total subscription consideration for its 51% interest in NISB is RM100,000,104 (“Investment Amount”) to be paid in tranches. The JVA became unconditional and was completed on 2 May 2018 in accordance with the terms of the JVA. Pursuant to the Supplemental Letters above, the parties have agreed to extend the date for ADSB to carry out its first three investment tranches in NISB to 1 August 2021.

There were no other material subsequent events during the period from the end of the quarter review to 22 June 2021.

BY ORDER OF THE BOARD

LIEW WEI YEE SHARON
Company Secretary
License No. LS0007908
SSM Practising Cert. No. 201908003488

22 June 2021