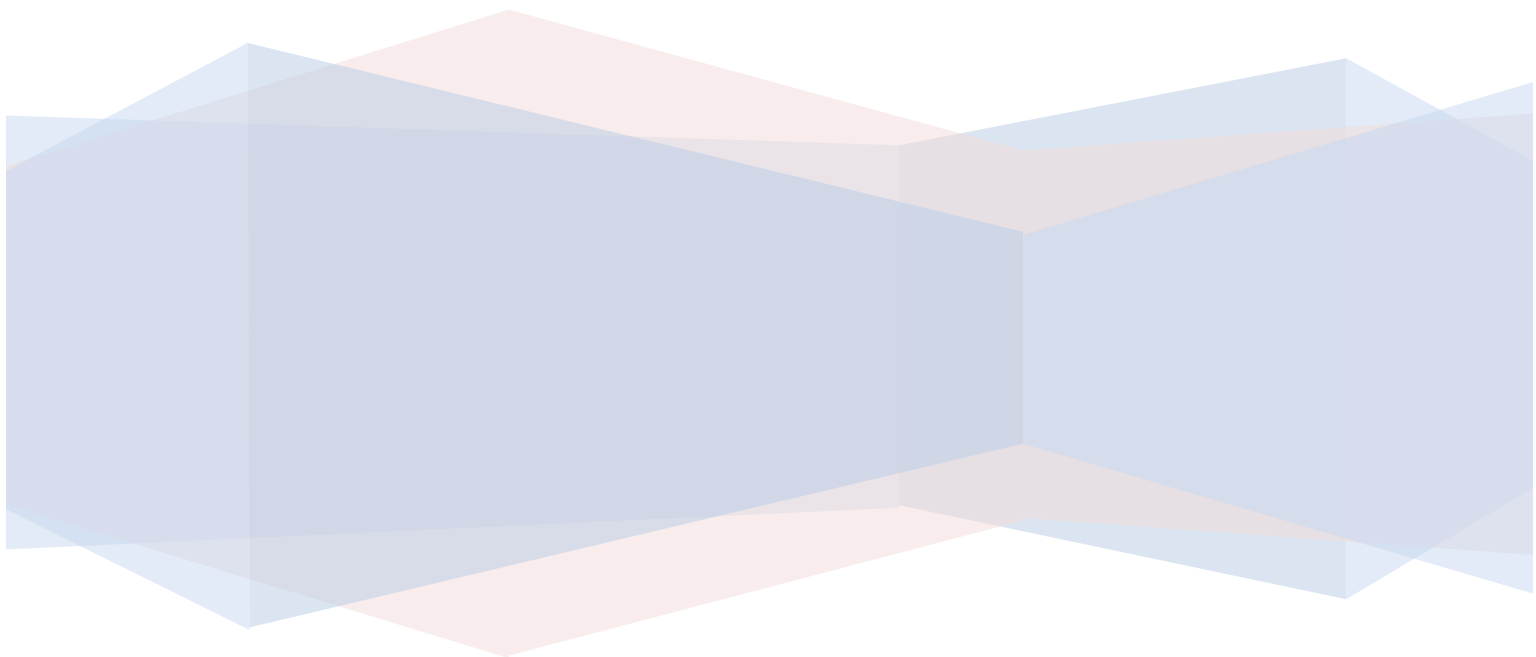


# **PJBUMI BERHAD**

## **Quarterly Report**

For First Quarter Ended

31 March 2020



The Board of Directors of PJBumi Berhad (“PJBUMI” or the “Company”) is pleased to announce the following unaudited condensed consolidated financial statements for the quarter ended 31 March 2020 which should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attach to these interim financial reports.

## Condensed Consolidated Interim Financial Statements

For the three-month period ended 31 March 2020

### CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	Current quarter		Cumulative quarter	
		3 months ended		3 months ended	
		31-Mar	31-Mar	31-Mar	31-Mar
		2020	2019	2020	2019
		Unaudited	Audited	Unaudited	Audited
		RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	A10.1	8,290	4,705	8,290	4,705
Cost of sales		(7,774)	(4,186)	(7,774)	(4,186)
<b>Gross profit</b>		516	519	516	519
Other income		137	132	137	132
Employee benefits expenses		(227)	(342)	(227)	(342)
Administrative expenses		(178)	(239)	(178)	(239)
<b>Operating profit</b>		248	70	248	70
Finance costs		-	-	-	-
<b>Profit before tax</b>		248	70	248	70
Income tax expenses		-	-	-	-
<b>Net profit, total comprehensive profit for the period</b>		248	70	248	70
<b>Net profit, total comprehensive for the period attributable to:</b>					
Equity holders of the company		248	70	248	70
Non-controlling interests		-	-	-	-
		248	70	248	70
<b>Earnings per share attributable to shareholders of the company (sen per share)</b>					
Basic	B13	0.30	0.09	0.30	0.09
Diluted	B13	N/A	N/A	N/A	N/A

## Condensed Consolidated Interim Financial Statements

As at 31 March 2020

### CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

Note	31-Mar 2020 Unaudited RM'000	31-Dec 2019 Audited RM'000
<b>Asset</b>		
<b>Non-current assets</b>		
Property, plant and equipment	54	59
Investment properties	10,708	10,708
Deferred tax assets	184	184
Goodwill	15,313	15,313
	<b>26,259</b>	26,264
<b>Current assets</b>		
Inventories	167	180
Trade and other receivables	9,874	9,370
Cash and cash equivalents	154	195
	<b>10,195</b>	9,745
<b>Total assets</b>	<b>36,454</b>	36,009

These condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attach to these interim financial reports.

## Condensed Consolidated Interim Financial Statements

As at 31 March 2020

### CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONTINUED)

Note	31-Mar 2020 Unaudited RM'000	31-Dec 2019 Audited RM'000
<b>Equity and liabilities</b>		
<b>Equity</b>		
Share capital	44,473	44,473
Reserve	4,775	4,775
Accumulated losses	(26,593)	(26,841)
Equity attributable to the owners of the Company	22,655	22,407
Non-controlling interest	220	220
<b>Total equity</b>	<b>22,875</b>	<b>22,627</b>
<b>Non current liabilities</b>		
Deferred tax liabilities	140	140
<b>Current liabilities</b>		
Trade and other payables	7,891	7,694
Income tax payable	5,548	5,548
	<b>13,439</b>	<b>13,242</b>
<b>Total liabilities</b>	<b>13,579</b>	<b>13,382</b>
<b>Total equity and liabilities</b>	<b>36,454</b>	<b>36,009</b>

These condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attach to these interim financial reports.

# Condensed Consolidated Interim Financial Statements

For the year ended 31 March 2020

## CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the parent									
	Distributable/(Non-distributable)								Non controlling interest	Total Equity
	Note	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Warrant reserve RM'000	Accumulated losses RM'000	Total RM'000	RM'000		
At 1 January 2020		44,473	-	4,694	81	(26,841)	22,407	220	22,627	
Profit for the period		-	-	-	-	248	248	-	248	
At 31 Mac 2020		44,473	-	4,694	81	(26,593)	22,655	220	22,875	
At 1 January 2019		44,473	-	4,694	81	(27,155)	22,093	221	22,314	
Profit for the period		-	-	-	-	70	70	-	70	
At 31 Mac 2019		44,473	-	4,694	81	(27,085)	22,163	221	22,384	

These condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attach to these interim financial reports.

## Condensed Consolidated Interim Financial Statements

For the year ended 31 March 2020

### CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended	
	31-Mar-20 Unaudited RM'000	31-Mar-19 Audited RM'000
<b>Operating activities</b>		
Profit before tax	248	70
Adjustments for:		
Depreciation of property, plant and equipment	6	8
Total adjustment	6	8
<b>Operating profit before changes in working capital</b>	<b>254</b>	<b>78</b>
<u>Changes in working capital</u>		
Decrease in inventories	13	-
Increase in receivables, deposit and prepayments	(504)	(3,749)
Increase in payables and accruals	97	3,935
Increase in amount due to director	100	14
Cash (used in)/generated from operations	(40)	278
<b>Net cash (used in)/generated from operations carried forward</b>	<b>(40)</b>	<b>278</b>

These condensed consolidated of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial reports.

## Condensed Consolidated Interim Financial Statements

For the year ended 31 March 2020

### CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

	3 months ended	
	31-Mar-20 Unaudited RM'000	31-Mar-19 Audited RM'000
<b>Net cash (used in)/generated from operations brought forward</b>	<b>(40)</b>	278
<b>Investing activities</b>		
Acquisition of property, plant and equipment	(1)	-
<b>Net cash used in from investing activities</b>	<b>(1)</b>	-
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(41)</b>	278
<b>Cash and cash equivalents at 1 January</b>	<b>195</b>	159
<b>Cash and cash equivalents at 31 Mac</b>	<b>154</b>	437

These condensed consolidated of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial reports.

**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134****As at 31 March 2020****A1. CORPORATE INFORMATION**

PJBumi Berhad is a public limited liability company, incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the Board of Directors on 29<sup>th</sup> June 2020.

**A2. BASIS OF PREPARATION**

These condensed consolidated interim financial statements, for the period ended 31 March 2020, have been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 of the listing requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board. They should also be read in conjunction with the financial statements of the Group for the year ended 31 December 2019 and the accompanying notes attached to the condensed consolidated interim financial statements.

Within the context of these condensed consolidated interim financial statements, the Group includes the Company and its subsidiaries as at and for the quarter ended 31 March 2020.

**A3. SIGNIFICANT ACCOUNTING POLICIES**

Except as described below, the same accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2019.



**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134****As at 31 March 2020 (Continued)****A3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

As of 1 January 2020, the Group has adopted the following MFRS and Amendments to MFRSs and Annual Improvement to Standards

***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019***

- Amendments to MFRS 3, Business Combination – Definition of a Business
- Amendments to MFRS 9, Financial Instruments, MFRS 139, Financial Instruments: Recognition and Measurement and MFRS 7, Financial Instruments: Disclosures – Interest Rate Benchmark Reform
- Amendments to MFRS 101, Presentation of Financial Statements
- Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material

The initial application on the above pronouncements did not have any significant material impact on the financial statements of the Group.

The following are accounting standards, amendments and interpretations of the MFRSs that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been adopted by the Group.

***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2021***

- MFRS 17, Insurance Contracts

**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134****As at 31 March 2020 (Continued)****A3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)*****Amendments to MFRSs effective for annual periods beginning on or after a date yet to be confirmed***

- Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investment in Associates and Joint Ventures Sales or Contribution of Assets between an Investor and its Associate and Joint Venture.

The Group and the Company will apply the above MFRSs, Amendments and Interpretations that are applicable once they become effective. The initial application of application of the above MFRSs, Amendments and Interpretations is not expected to have any significant impact on the financial statements of the Group and the Company

**A4. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS**

The audited financial statements of PJBUMI and its subsidiaries for the year ended 31 December 2019 were not subject to any audit qualification.

**A5. SEASONALITY OF OPERATION**

The Group's operations are not affected by any seasonal or cyclical factors.

**A6. UNUSUAL ITEMS**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows because of their nature, size and incidence during the current quarter under review and financial year-to-date.

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

**As at 31 March 2020 (Continued)**

**A7. MATERIAL CHANGES IN ESTIMATES**

There were no changes in estimates that have a material effect in the current quarter under review and financial year-to-date.

**A8. DEBT AND EQUITY SECURITIES**

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter under review and financial year-to-date.

**A9. DIVIDEND**

No interim ordinary dividend has been declared for the financial period ended 31 March 2020 (31 March 2019: Nil).

**A10. SEGMENTAL INFORMATION**

There has been no material change in total assets and no differences in the basis of segmentation or in the basis of measurement of segment profit or loss as compared to the last annual financial statements.

**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134****As at 31 March 2020 (Continued)****A10. SEGMENTAL INFORMATION (CONTINUED)**

A10.1 The Group's segmental report for the current quarter ended 31 March 2020 is as follows:

	Fabrication & Trading	Operation, Maintenance & design	Waste Management Services	Corporate holding	Construction & Project	Resources & Commodity Trading	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		RM'000
Revenue								
External	-	4,539	1	-	-	3,750	-	8,290
Inter-segment revenue	-	-	-	256	-	-	(256)	-
<b>Segment Results</b>	<b>-</b>	<b>4,539</b>	<b>1</b>	<b>256</b>	<b>-</b>	<b>3,750</b>	<b>(256)</b>	<b>8,290</b>
Profit/(Loss) from operations	-	43	(1)	137	(1)	70	-	248
Finance costs	-	-	-	-	-	-	-	-
Profit/(Loss) before taxation	-	43	(1)	137	(1)	70	-	248
Tax Expense	-	-	-	-	-	-	-	-
<b>Net profit/(loss) after taxation attributable to:</b>	<b>-</b>	<b>43</b>	<b>(1)</b>	<b>137</b>	<b>(1)</b>	<b>70</b>	<b>-</b>	<b>248</b>
Equity holders of the company								248
Non-controlling interest								-
<b>Net profit for the period</b>								<b>248</b>

The review of the Group's and segmental performance is further illustrated in Note B1 and B2.

**A11. VALUATION OF PROPERTIES, PLANT AND EQUIPMENT**

There is no valuation of properties, plant and equipment in the current quarter under review.

**A12. SUBSEQUENT EVENT**

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

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

**As at 31 March 2020 (Continued)**

**A13. FINANCIAL RISK MANAGEMENT**

The Group's financial risk management objectives and policies are consistent with those disclosed in the financial statement as at and for the year ended 31 December 2019.

**A14. CONTINGENCIES**

There were no material changes in contingent liabilities or contingent assets since the last audited financial statements for the year ended 31 December 2019.

**A15. CHANGES IN COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group during the current quarter under review.

**A16. CAPITAL COMMITMENT**

There were no capital commitments as at end of the current quarter under review.

**A17. RELATED PARTY TRANSACTIONS**

There were no related party transactions during the current quarter under review.

**PART B - OTHER EXPLANATORY NOTES**

As at 31 March 2020

**B1. REVIEW OF GROUP PERFORMANCE**

	Types of goods & services	Current	Preceding	Variance Amount	Variance %
		Year To Date 31-Mar-20	Year Corresponding Period 31-Mar-19		
		RM000	RM000	RM000	+ / (-)
<b>Revenue</b>					
Fabrication & Trading	Industrial	-	19	(19)	-100%
Operation & Maintenance contract	Industrial	4,539	147	4,392	2988%
Waste Management contract	Environmental	1	489	(488)	-100%
Commodity Trading	Industrial	3,750	4,050	(300)	-7%
		<b>8,290</b>	<b>4,705</b>	<b>3,585</b>	<b>76%</b>
<b>Segment results</b>					
Fabrication & Trading		-	(31)	31	100%
Operation & Maintenance contract		43	(45)	88	196%
Waste Management contract		(1)	(84)	83	99%
Construction & Project		(1)	(81)	80	99%
Commodity Trading		70	248	(178)	-72%
Corporate holding		137	63	74	117%
<b>Profit from operations</b>		<b>248</b>	<b>70</b>	<b>178</b>	<b>254%</b>
Finance costs		-	-	-	0%
Profit before taxation		248	70	178	254%
Tax expense		-	-	-	-
<b>Net profit, total comprehensive profit attributable to :</b>		<b>248</b>	<b>70</b>	<b>178</b>	<b>254%</b>
Equity holders of the company		248	70		
Non-controlling interest		-	-		
		<b>248</b>	<b>70</b>		

**1.1 Segment Background**

The group is organized into business units based on their products and services, and has four operating segments as follows:

- a) Civil, mechanical and electrical engineering works, providing maintenance, upgrading and/or rectification works.
- b) Commodity trading and industrial products trading
- c) Waste management services

**PART B - OTHER EXPLANATORY NOTES****As at 31 March 2020****B1. REVIEW OF GROUP PERFORMANCE (CONTINUED)****1.1 Segment Background (continued)**

- d) Fabrication and sales of fibre glass related products and steel structures
- e) Management services and investment holding.

**1.2 Group and segment Analysis****Group Analysis**

The Group has recorded revenue of RM8.290 million, which is approximately RM3.585 million or 76% higher compared to previous year's corresponding period of RM4.705 million. The increase in revenue mainly attributable by the operation and maintenance sector for new corrective works for wastewater treatment plants.

The Group recorded a pretax profit of RM0.248 million against RM0.07 million pretax profit in the previous year's corresponding period. These were mainly due to the followings:

- i. Reduction in employee benefits expenses by RM0.115 million or 34%.  
The total number of employees of the Group at the current quarter was 18 (March 2019: 22)
- ii. Reduction in legal & professional fee by RM0.028 million or 60%
- iii. Reduction in administrative expenses by RM0.033 million or 17% due to cost cutting measurement and prudent spending.

**PART B - OTHER EXPLANATORY NOTES****As at 31 March 2020 (Continued)****B1. REVIEW OF GROUP PERFORMANCE (CONTINUED)****1.2 Group and Segment Analysis (continued)****Segment Analysis****a) Fabrication and Trading**

There was no revenue contribution from this sector for the current quarter.

**b) Operation & maintenance**

The Operation & Maintenance was the largest revenue contributor for the Group revenue. This segment contributed RM4.539 million or 55% from the Group total revenue. The revenue has increased 2988% from the previous corresponding period due to additional maintenance and servicing works related.

**c) Waste Management**

There was no revenue contribution from this compared to 10% Group contribution in the previous corresponding period. This segment is planning to establish integrated waste or material recovery facilities, partnering with established technology providers to reduce, reuse and recycle large industrial and plantation waste.

**d) Construction & project**

The Construction & Project segment has not contributed any revenue to the Group in the current quarter.

**e) Commodity Trading**

This segment has contributed 45% from the Group total revenue. The growth of this segment is expected to continue due to increase in palm related commodities and industrial commodities to domestic markets.



**PART B - OTHER EXPLANATORY NOTES**

As at 31 March 2020 (Continued)

**B2. VARIATION OF RESULTS AGAINST THE PRECEDING QUARTER**

	Types of goods & services	Quarter To	Quarter To	Variance	Variance
		Date	Date	Amount	%
		31-Mar-20	31-Dec-19		
		RM000	RM000	RM000	+ / (-)
<b>Revenue</b>					
Fabrication & Trading	Industrial	-	9	(9)	-100%
Operation & Maintenance contract	Industrial	4,539	3,600	939	26%
Waste Management contract	Environmental	1	339	(338)	-100%
Construction & Project	Industrial	-	-	-	-
Commodity Trading	Industrial	3,750	-	3,750	100%
		<b>8,290</b>	<b>3,948</b>	<b>4,342</b>	<b>110%</b>
<b>Segment results</b>					
Fabrication & Trading		-	6	(6)	-100%
Operation & Maintenance contract		43	52	(9)	-17%
Waste Management contract		(1)	(15)	14	93%
Construction & Project		(1)	191	(192)	-101%
Commodity Trading		70	(68)	138	-203%
Corporate holding		137	(4)	141	3525%
<b>Profit from operations</b>		<b>248</b>	<b>162</b>	<b>86</b>	<b>53%</b>
Finance costs		-	-	-	-
<b>Profit before taxation</b>		<b>248</b>	<b>162</b>	<b>86</b>	<b>53%</b>
Tax expense		-	-	-	-
<b>Net profit, total comprehensive profit attributable to :</b>		<b>248</b>	<b>162</b>	<b>86</b>	<b>53%</b>
Equity holders of the company		248	163		
Non-controlling interest		-	(1)		
		<b>248</b>	<b>162</b>		

**2.1 Group and Segment Analysis****Group Analysis**

The Group total revenue for the 1<sup>st</sup> quarter 2020 has increased by RM4.342 million or 110% from the preceding quarter of RM3.948 million. The increase in revenue mainly attributable by commodity trading division and operation and maintenance division.

The Group recorded higher pretax profit of RM0.248 million against a pretax profit of RM0.162 million in the previous quarter.

**PART B - OTHER EXPLANATORY NOTES**

As at 31 March 2020 (Continued)

**B2. VARIATION OF RESULTS AGAINST THE PRECEDING QUARTER (CONTINUED)****2.1 Group and Segment Analysis (continued)****Segment Analysis****a) Fabrication and Trading**

There was no revenue contribution for this segment in this current quarter.

**b) Operation & maintenance**

The revenue has increase by RM0.939 million from the preceding quarter mainly due to completion for corrective. This division had established conditional procedures for plant audit and identified plants for corrective works.

**c) Waste Management**

There was no revenue contribution for this segment in this current quarter.

**d) Commodity Trading**

The revenue has increase by RM3.750 million from the previous quarter due to increase in domestic demands in trading in palm related products and industrial products.. This segment recorded a pretax profit of RM0.070 million in the current quarter against a pretax loss of RM0.068 million in the preceding quarter.

**B3. PROSPECT**

Looking at the current scenario with on-going COVID-19 pandemic and barring any unforeseen circumstances, The Group and the Board of Directors expect significant impact on the Group's revenue stream for the 2<sup>nd</sup> and 3<sup>rd</sup> quarter this year. Despite these uncertainties, the Group remains vigilant and will continue to strengthen its position. The revenue trend is expected to grow moderately in the middle of 3<sup>rd</sup> quarter 2020 onwards from the engineering and construction ("EC") segment and Commodity & Industrial trading.

**PART B - OTHER EXPLANATORY NOTES****As at 31 March 2020 (Continued)****B4. VARIANCE OF ACTUAL AND FORECAST PROFIT**

The Group did not issue any profit forecast or profit guarantee for the financial period.

**B5. TAXATION**

There was no adjustment of deferred taxation during the current financial quarter.

**B6. UNQUOTED INVESTMENT AND/OR PROPERTIES**

There was no sale of unquoted investment and/or properties for the current quarter under review and financial year-to-date.

**B7. CORPORATE PROPOSAL**

There is no corporate proposal that was announced and not completed for the current quarter under review.

**B8. BORROWINGS**

There was no borrowing for the Group during the current financial quarter.

**B9. DISCLOSURE OF GAINS/(LOSSES) ARISING FROM FAIR VALUE CHANGES OF FINANCIAL LIABILITIES**

The Group did not have any financial liabilities measured at fair value through profit or loss as at 31 March 2020.

**B10. “OFF BALANCE SHEET” FINANCIAL INSTRUMENT**

The Group does not have any financial instruments with off balance sheet risk as at the date of this announcement.

**B11. CHANGES IN MATERIAL LITIGATION**

There was no changes in material litigation for the Group during the current financial quarter.

**PART B - OTHER EXPLANATORY NOTES****As at 31 March 2020 (Continued)****B12. EARNING PER SHARE**

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period, excluding treasury shares held by the company.

Diluted earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period, plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

The following reflect the profit/loss and share data used in the computation of basic and diluted earnings per share:

	Current quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31-Mar 2020	31-Mar 2019	31-Mar 2020	31-Mar 2019
Profit net of tax attributable to owners of the parent in the computation of earnings per share (RM'000)	248	70	248	70
Weighted average number of ordinary share in issue ('000)	82,000	82,000	82,000	82,000
Effects of dilution share options ('000)	Nil	Nil	Nil	Nil
Weighted average number of ordinary share for diluted earnings per share computation ('000)	82,000	82,000	82,000	82,000
Basic earning per share (sen per share)	0.30	0.09	0.30	0.09
Diluted earning per share (sen per share)	NA	NA	NA	NA

NA - Not applicable.

**By Order of the Board**

Secretary