

BUSINESS AS USUAL FOR WELLCALL HOLDINGS BERHAD WITH OPTIMISTIC PROGRESS IN THE NEW PLANT, A JOINT VENTURE WITH SWEDISH PARTNER TRELLEBORG HOLDING AB

Kuala Lumpur, Monday, 23 November 2020 – Wellcall Holdings Berhad (“Wellcall” or “the Group”) is pleased to announce its financial performance for the fourth quarter ended 30 September 2020 (4Q FY2020).

Wellcall posted a total revenue of RM37.27 million and a net profit of RM8.99 million for 4Q FY2020, an increase of 41.6% and 130.3% respectively, in comparison to the immediate preceding quarter’s (3Q FY2020) revenue of RM26.32 million and net profit of RM3.91 million. Wellcall declared a dividend of RM0.014 per share for 4Q FY2020.

The Group’s business is recovering gradually despite the continuous effect caused by the implementation of movement control order (MCO) early this year. The increase in PBT was a result of better economies of scale from the operation.

Year-on-year, the Group’s revenue of RM37.27 million for 4Q FY2020 is 10.02% lower than 4Q FY2019 due to lower rubber hose demand affected by the Covid-19 pandemic. Nonetheless, the profit after tax and non-controlling interests (PATNCI) of RM8.99 million for 4Q FY2020 is only 7.6% slightly lower than the RM9.73 million reported for 4Q FY2019 driven by continuous improvement in production efficiency.

Wellcall remains optimistic regarding its Joint Venture with its Swedish partner Trelleborg Holding AB as the progress of the production lines are within expectations. The line 1 of the new plant is ready for testing while line 2 is reaching 80% completion.

“The orders for our products are almost back to normal. We expect our business to remain resilient moving forward as a low and medium pressure industrial rubber hoses manufacturer through a standard replacement cycle, remarked Wellcall’s Group Managing Director, Huang Sha.

ABOUT WELLCALL HOLDINGS BERHAD

Wellcall Holdings Berhad (“Wellcall” or “the Group”) is an investment holding company. The Group manufactures low and medium pressure industrial rubber hoses for customers involved in the business of distributing rubber hoses to original equipment manufacturers. Its products are categorised into two types, i.e. mandrel type and extrusion type. These hoses are cater for various application markets and environment such as for air & water, fuel & oil, welding, automotive, abrasion, marine, food & beverage deliveries and chemical.

Press Release – For Immediate

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