

PESONA METRO HOLDINGS BERHAD (Registration No. 201101029741)(957876-T)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2021**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	(Unaudited) Current Year Quarter 31.3.2021 RM'000	(Audited) Preceding Year Quarter 31.3.2020 RM'000	(Unaudited) Current Year To Date 31.3.2021 RM'000	(Audited) Preceding Year To Date 31.3.2020 RM'000
Revenue	186,080	172,797	186,080	172,797
Cost of sales	(172,082)	(157,598)	(172,082)	(157,598)
Gross profit	13,998	15,199	13,998	15,199
Other operating income	1,204	326	1,204	326
Selling and administrative expenses	(6,838)	(8,627)	(6,838)	(8,627)
Profit from operations	8,364	6,898	8,364	6,898
Finance costs	(2,372)	(3,102)	(2,372)	(3,102)
Profit before tax	5,992	3,796	5,992	3,796
Income tax expense	(31)	(652)	(31)	(652)
Profit for the period	5,961	3,144	5,961	3,144
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	5,961	3,144	5,961	3,144
Total comprehensive income attributable to:				
• Owners of the parent	4,983	2,381	4,983	2,381
• Non-controlling interests	978	763	978	763
Earnings per share (Sen)				
• Basic	0.72	0.34	0.72	0.34
• Diluted	NA	NA	NA	NA

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

PESONA METRO HOLDINGS BERHAD (Registration No. 201101029741)(957876-T)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	(Unaudited) 31.3.2021	(Audited) 31.12.2020
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	70,403	73,439
Investment properties	7,646	7,652
Intangible assets	51,778	52,036
Financial receivables	131,103	131,870
Trade receivables	59,387	55,920
	<u>320,317</u>	<u>320,917</u>
Current assets		
Inventories	560	547
Trade and other receivables	303,718	287,245
Contract assets	32,740	27,857
Tax recoverable	4,012	3,323
Deposits with licensed financial institutions	41,645	40,346
Cash and bank balances	11,216	24,603
	<u>393,891</u>	<u>383,921</u>
TOTAL ASSETS	<u>714,208</u>	<u>704,838</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	194,031	194,031
Reverse acquisition reserve	(91,000)	(91,000)
Retained earnings	61,098	56,115
Total equity attributable to owners of the parent	<u>164,129</u>	<u>159,146</u>
Non-controlling interests	15,725	14,747
	<u>179,854</u>	<u>173,893</u>
Non-current liabilities		
Bank borrowings	130,469	130,428
Leases	13,273	15,892
Trade payables	27,981	25,046
Deferred tax liabilities	12,427	12,489
	<u>184,150</u>	<u>183,855</u>
Current liabilities		
Trade and other payables	219,055	227,865
Contract liabilities	58,361	53,624
Bank borrowings	62,307	55,087
Leases	10,481	10,514
Tax payables	-	-
	<u>350,204</u>	<u>347,090</u>
TOTAL LIABILITIES	<u>534,354</u>	<u>530,945</u>
TOTAL EQUITY AND LIABILITIES	<u>714,208</u>	<u>704,838</u>
Net assets per share attributable to owners of the parent (Sen)	<u>23.62</u>	<u>22.90</u>

The unaudited condensed consolidated statement of financial position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

PESONA METRO HOLDINGS BERHAD (Registration No. 201101029741)(957876-T)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
AS AT 31 MARCH 2021**

	ATTRIBUTABLE TO OWNERS OF THE PARENT				
	Non-distributable		Distributable		
	Share capital	Reverse acquisition reserve	Retained earnings	Non-controlling interests	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2021	194,031	(91,000)	56,115	14,747	173,893
Total comprehensive income for the period	-	-	4,983	978	5,961
As at 31 March 2021	194,031	(91,000)	61,098	15,725	179,854
As at 1 January 2020	194,020	(91,000)	80,081	11,751	194,852
Total comprehensive income for the year	-	-	2,381	763	3,144
Issuance of shares					
- Conversion of warrant	11	-	-	-	11
As at 31 March 2020	194,031	(91,000)	82,462	12,514	198,007

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

PESONA METRO HOLDINGS BERHAD (Registration No. 201101029741)(957876-T)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 31 MARCH 2021**

	(Unaudited) Current Year to date 31.3.2021 RM'000	(Audited) Preceding Year to date 31.12.2020 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	5,992	(12,805)
Adjustments for:-		
• Amortisation and depreciation	3,866	18,059
• Interest expenses	2,372	11,617
• Other non-cash operating items	(1,335)	3,407
Operating profit before working capital changes	10,895	20,278
Changes in inventories	29	12
Changes in trade and other receivables	(19,172)	(29,520)
Changes in trade and other payables	(6,505)	39,740
Changes in contract assets/liabilities	(146)	15,227
Cash generated from operations	(14,899)	45,737
Interest received	328	1,788
Interest paid	(685)	(11,815)
Tax paid	(782)	(5,554)
Net cash generated from/(used in) operating activities	(16,038)	30,156
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(650)	(7,344)
Proceeds from disposal of property, plant and equipment	85	1,339
Net cash used in investing activities	(565)	(6,005)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to shareholders	-	(6,950)
Proceeds from issuance of shares	-	11
Repayment of Sukuk	-	(10,000)
Net change in lease liabilities	(2,652)	(9,387)
Net change in bank borrowings	4,253	(7,798)
Changes in deposits pledged with financial institutions	(5,905)	(9,727)
Net cash generated from/(used in) financing activities	(4,304)	(43,851)
Net change in cash and cash equivalents	(20,907)	(19,700)
Cash and cash equivalents at the beginning of year	40,446	60,147
Effect of exchange translation difference on cash and cash equivalents	10	(1)
Cash and cash equivalents at the end of period	19,549	40,446
Cash and cash equivalents comprise of the following:		
• Deposits with licensed financial institutions	41,645	40,346
• Cash and bank balances	11,216	24,603
• Bank overdraft	(2,905)	-
	49,956	64,949
Less: Deposits pledged with licensed financial institutions	(30,407)	(24,503)
	19,549	40,446

The unaudited condensed consolidated cash flow statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad ("Bursa Securities") Main Market Listing Requirements.

The interim financial statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020.

The interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company and its subsidiaries ("The Group") since the financial year ended 31 December 2019.

A2. Changes in Accounting Policies

The Group has adopted the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia for the accounting period beginning 1 January 2021.

A3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report of the Group's annual financial statements for the financial year ended 31 December 2020 was not qualified.

A4. Seasonal or Cyclical Factors

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

A5. Unusual Items

There were no other unusual items affecting assets, liabilities, equity, net income or cash flows in the financial quarter under review.

A6. Changes in Estimates

There was no change in estimates of amounts reported in prior interim periods that had a material effect in the current reporting quarter.

PESONA METRO HOLDINGS BERHAD (Registration No. 201101029741)(957876-T)

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A7. Changes in Debt and Equity Securities

There were no changes in debt and equity securities during the quarter under review.

A8. Dividend Paid

No dividend has been paid during the quarter under review.

A9. Segmental Reporting

The Group’s segmental report for the financial period ended 31 March 2021 is as follows:-

	Investment holding	Construction	Manufacturing	Concessionaire asset and maintenance	Elimination	Total
	RM’000	RM’000	RM’000	RM’000	RM’000	RM’000
Revenue						
External sales	-	179,058	809	6,213	-	186,080
Inter-segment sales	-	542	-	2,245	(2,787)	-
Total revenue	-	179,600	809	8,458	(2,787)	186,080
Interest income	-	228	-	100	-	328
Interest expense	-	(788)	-	(3,004)	1,420	(2,372)
Amortisation and depreciation	-	(3,555)	(48)	(4)	(259)	(3,866)
Impairment of assets	-	-	-	-	-	-
Results						
Profit/(Loss) from operations	(184)	3,377	(11)	6,562	(1,380)	(8,364)
Finance costs	-	(788)	-	(3,004)	1,420	(2,372)
Profit/(Loss) before tax	(184)	2,589	(11)	3,558	40	5,992
Income tax expense	-	(3)	-	(29)	1	(31)
Profit/(Loss) after tax	(184)	2,586	(11)	3,529	41	5,961

PESONA METRO HOLDINGS BERHAD (Registration No. 201101029741)(957876-T)

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A9. Segmental Reporting (Continued)

The Group’s segmental report for the financial period ended 31 March 2020 is as follows:-

	Investment holding	Construction	Manufacturing	Concessionaire asset and maintenance	Elimination	Total
	RM’000	RM’000	RM’000	RM’000	RM’000	RM’000
Revenue						
External sales	-	166,277	594	5,926	-	172,797
Inter-segment sales	-	1,343	-	2,798	(4,141)	-
Total revenue	-	167,620	594	8,724	(4,141)	172,797
Interest income	-	218	-	(2)	-	216
Interest expense	-	(1,298)	-	(3,775)	1,973	(3,102)
Amortisation and depreciation	-	(3,373)	(325)	(10)	(777)	(4,485)
Impairment of assets	-	-	-	-	-	-
Results						
Profit/(Loss) from operations	90	3,199	(547)	6,905	(2,749)	6,898
Finance costs	-	(1,298)	-	(3,776)	1,972	(3,102)
Profit/(Loss) before tax	90	1,901	(547)	3,129	(777)	3,796
Income tax expense	-	(838)	-	-	186	(652)
Profit/(Loss) after tax	90	1,063	(547)	3,129	(591)	3,144

A10. Valuation of Property, Plant and Equipment

The Group’s property, plant and equipment are stated at cost. There is no policy of regular revaluation of its property, plant and equipment as at the end of the financial period under review.

A11. Material Events Subsequent to the End of the Interim Period

There were no other material events subsequent to the end of the interim period.

A12. Changes in Composition of the Group

There have been no changes in composition of the Group.

PESONA METRO HOLDINGS BERHAD (Registration No. 201101029741)(957876-T)

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A.13 Capital Commitments

	As at 31.3.2021 RM'000
Approved and contracted for	
- Purchase of property, plant and equipment	<u>1,425</u>

A14. Changes in Contingent Liabilities

	As at 31.3.2021 RM'000
Bank guarantees issued by licensed banks in respect of construction projects	<u>114,168</u>

A15. Significant Related Party Transactions

The significant related party transactions during the quarter under review in which directors of the Company have substantial financial interest are as follows:-

	Current Year Quarter 31.3.2021 RM'000	Current Year To date 31.3.2021 RM'000
Provision of construction works to a company in which directors have substantial financial interest	<u>12,849</u>	<u>12,849</u>

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 AND PART A OF APPENDIX 9B OF THE LISTING REQUIREMENT OF BURSA SECURITIES

B1. Review of Performance

Current Year Quarter:

The Group achieved a revenue of RM186 million for the quarter under review. The revenue increased marginally by RM13 million or 8% as compared to the same quarter last year. The increase is mainly due to the higher progress billings recognized from the ongoing projects.

In line with the higher revenue, the Group registered a profit before tax of RM6.0 million for the quarter.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Quarter	Preceding Quarter	Variance	
	31.3.2021	31.12.2020	RM'000	%
Revenue	186,080	195,101	(9,021)	(5%)
Profit before tax	5,992	4,672	1,320	28%

The revenue decreased marginally by 5% due mainly to the lower construction progress recognized from the ongoing projects as compared to the preceding quarter. However, the Group generated higher profit before tax of RM6 million for the quarter from the ongoing projects.

B3. Prospects for the Financial Year ending 31 December 2021

As at 31 March 2021, the Group has an outstanding order book of RM0.7 billion, comprising 9 ongoing projects. Coupled with the newly secured project of RM319 million in May 2021, the total outstanding order book increase to RM1.0 billion. These projects are expected to continue to contribute construction income for the financial year ending 31 December 2021. In addition, the concessionaire and maintenance income, which was not affected by the MCO, will provide consistent contribution for the financial year ending 31 December 2021.

However, there are still uncertainties arising from the COVID-19 pandemic. The COVID-19 SOP compliance which include periodic screening, the compliance to the minimum workers' accommodation standard and the increase in the construction material prices may further increase construction cost.

PESONA METRO HOLDINGS BERHAD (Registration No. 201101029741)(957876-T)

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 AND PART A OF APPENDIX 9B OF THE LISTING REQUIREMENT OF BURSA SECURITIES

B4. Financial Forecast

There was no financial forecast announced in relation to the financial quarter under review.

B5. Taxation

	Current Year Quarter 31.3.2021 RM'000	Current Year To date 31.3.2021 RM'000
Current year tax	(32)	(32)
Under provision in prior year	(61)	(61)
Deferred tax	62	62
	<u>31</u>	<u>31</u>

The effective tax rate is lower than the statutory tax rate due to the utilization of unabsorbed business losses in prior year.

B6. Note to the Statement of Comprehensive Income

The note to the statement of comprehensive income is arrived at after charging or crediting the following items:

	Current Year Quarter 31.3.2021 RM'000	Current Year To date 31.3.2021 RM'000
Interest income	(328)	(328)
Other income	(854)	(854)
Interest expense	2,372	2,372
Amortisation and depreciation	3,866	3,866
Impairment of assets	-	-
Loss/(Gain) on disposal of property, plant and equipment	-	-

PESONA METRO HOLDINGS BERHAD (Registration No. 201101029741)(957876-T)

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 AND PART A OF APPENDIX 9B OF THE LISTING REQUIREMENT OF BURSA SECURITIES

B7. Status of Corporate Proposal

There is no pending corporate proposal.

B8. Group's Borrowings and Debt Securities

The Group's borrowings as at 31 March 2021 were as follows:-

	As at 31.3.2021 RM'000
Long term borrowings	
Secured:	
• Islamic Medium-Term Notes ("Sukuk")	130,000
• Leases and Term Loan	13,742
	<u>143,742</u>
Short term borrowings	
Secured:	
• Islamic Medium-Term Notes ("Sukuk")	10,000
• Structure commodity financing and Contract financing	52,307
• Leases	10,481
	<u>72,788</u>

B9. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk.

B10. Material Litigation

During the quarter under review, neither the Group nor the Company involves in any material litigation.

B11. Dividend

No dividend has been proposed during the quarter under review.

PESONA METRO HOLDINGS BERHAD (Registration No. 201101029741)(957876-T)

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 AND PART A OF APPENDIX 9B OF THE LISTING REQUIREMENT OF BURSA SECURITIES

B12. Earnings per Share

	Current Year Quarter 31.3.2021	Current Year To date 31.3.2021
Profit for the period attributable to owners (RM'000)	4,983	4,983
Number of shares:		
Weighted average number of ordinary shares in issue for basic earnings per share ('000)	694,987	694,987
Basic earnings per share (Sen)	0.72	0.72

B13. Realised and unrealised earnings or losses disclosure

	As at 31.3.2021 RM'000
Total retained earnings for the Group:	
• Realised	64,230
• Unrealised	(3,938)
• Consolidated adjustment	806
	<u>61,098</u>

B14. Authorisation for Issue

This interim financial report was authorized for issuance by the Board of Directors of the Company on 21 May 2021.