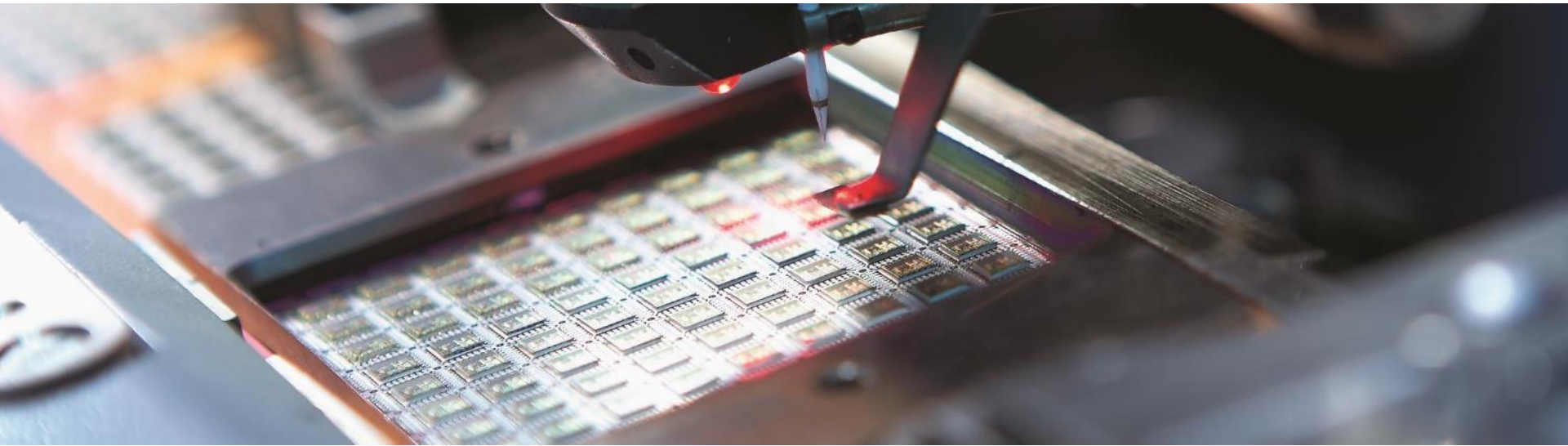




2019 4th Quarter Analyst Briefing

26 February 2020





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Consolidated Statements of Profit or Loss

Sequential Quarterly Comparison

(RM Thousand except EPS)

	4Q 2019	%	3Q 2019	%	Change
Revenue	319,832	100.0	316,316	100.0	1.1%
<i>Revenue in USD '000</i>	<i>76,789</i>		<i>75,965</i>		<i>1.1%</i>
Cost of Sales	283,939	88.8	295,533	93.4	-3.9%
Gross Profit	35,893	11.2	20,783	6.6	72.7%
Operating (loss)/profit	(22,661)	(7.1)	10,186	3.2	-322.5%
Net loss	(26,996)	(8.4)	(3,539)	(1.1)	-662.8%
EPS – Basic (sen)	(3.69)		(0.44)		
EBITDA	44,832	14.0	51,798	16.4	-13.4%
Depreciation	42,763	13.4	41,612	13.2	2.8%
Forex (loss)/gain	(4,215)	(1.3)	4,419	1.4	-195.4%
Impairment of PPE	24,730	7.7	-	-	100.0%



Consolidated Statements of Profit or Loss

	Corresponding Quarterly Comparison				
(RM Thousand except EPS)	4Q 2019	%	4Q 2018	%	Change
Revenue	319,832	100.0	331,822	100.0	-3.6%
<i>Revenue in USD '000</i>	<i>76,789</i>		<i>79,504</i>		<i>-3.4%</i>
Cost of Sales	283,939	88.8	289,913	87.4	-2.1%
Gross Profit	35,893	11.2	41,909	12.6	-14.4%
Operating (loss)/profit	(22,661)	(7.1)	27,635	8.3	-182.0%
Net (loss)/profit	(26,996)	(8.4)	23,427	7.1	-215.2%
EPS – Basic (sen)	(3.69)		3.23		
EBITDA	44,832	14.0	69,124	20.8	-35.1%
Depreciation	42,763	13.4	41,489	12.5	3.1%
Forex (loss)/gain	(4,215)	(1.3)	819	0.2	-614.7%
Impairment of PPE	24,730	7.7	-	-	100.0%



Consolidated Statements of Profit or Loss

Corresponding Yearly Comparison

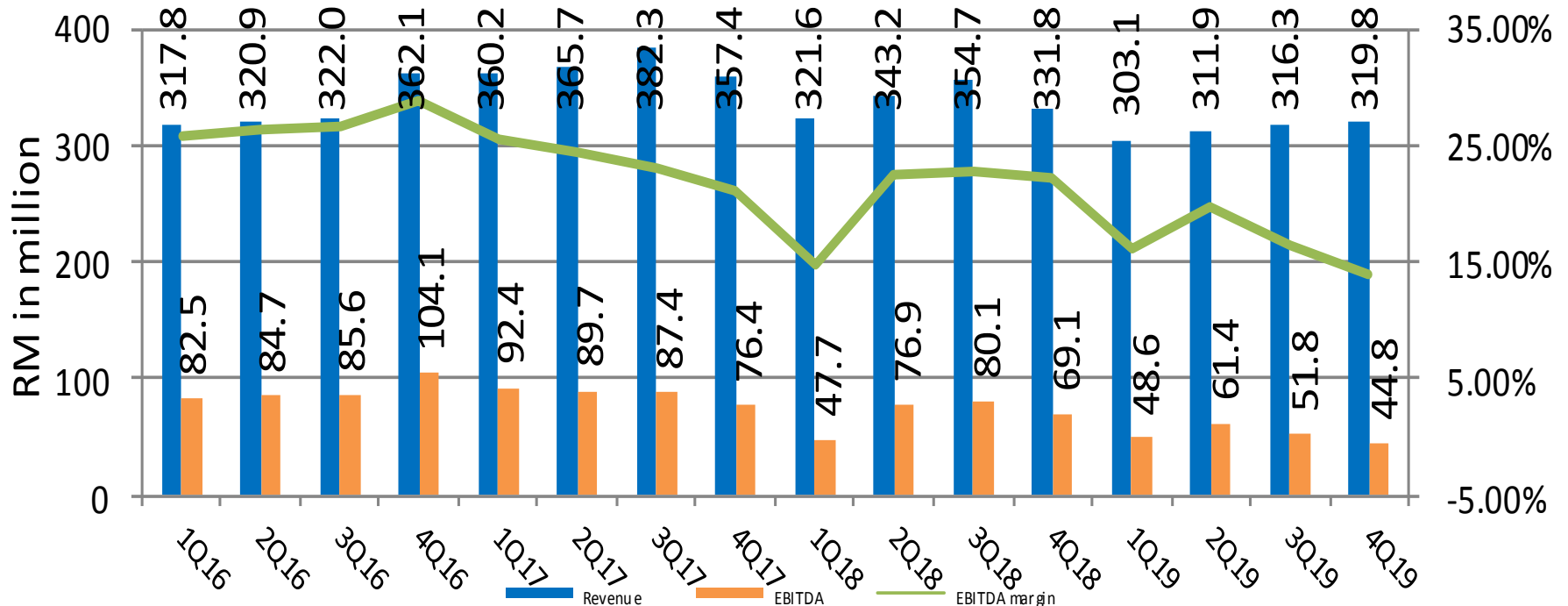
(RM Thousand except EPS)

	FY 2019	%	FY 2018	%	Change
Revenue	1,251,205	100.0	1,351,276	100.0	-7.4%
<i>Revenue in USD '000</i>	<i>302,040</i>		<i>334,883</i>		<i>-9.8%</i>
Cost of Sales	1,140,726	91.2	1,191,061	88.1	-4.2%
Gross Profit	110,479	8.8	160,215	11.9	-31.0%
Operating profit	14,393	1.2	109,138	8.1	-86.8%
Net (loss)/profit	(10,261)	(0.8)	95,833	7.1	-110.7%
EPS – Basic (sen)	(1.31)		13.13		
EBITDA	206,628	16.5	273,831	20.3	-24.5%
Depreciation	167,505	13.4	164,693	12.2	1.7%
Forex gain	1,322	0.1	8,963	0.7	-85.3%
Impairment of PPE	24,730	2.0	-	-	100.0%



4Q 2019 Revenue & EBITDA

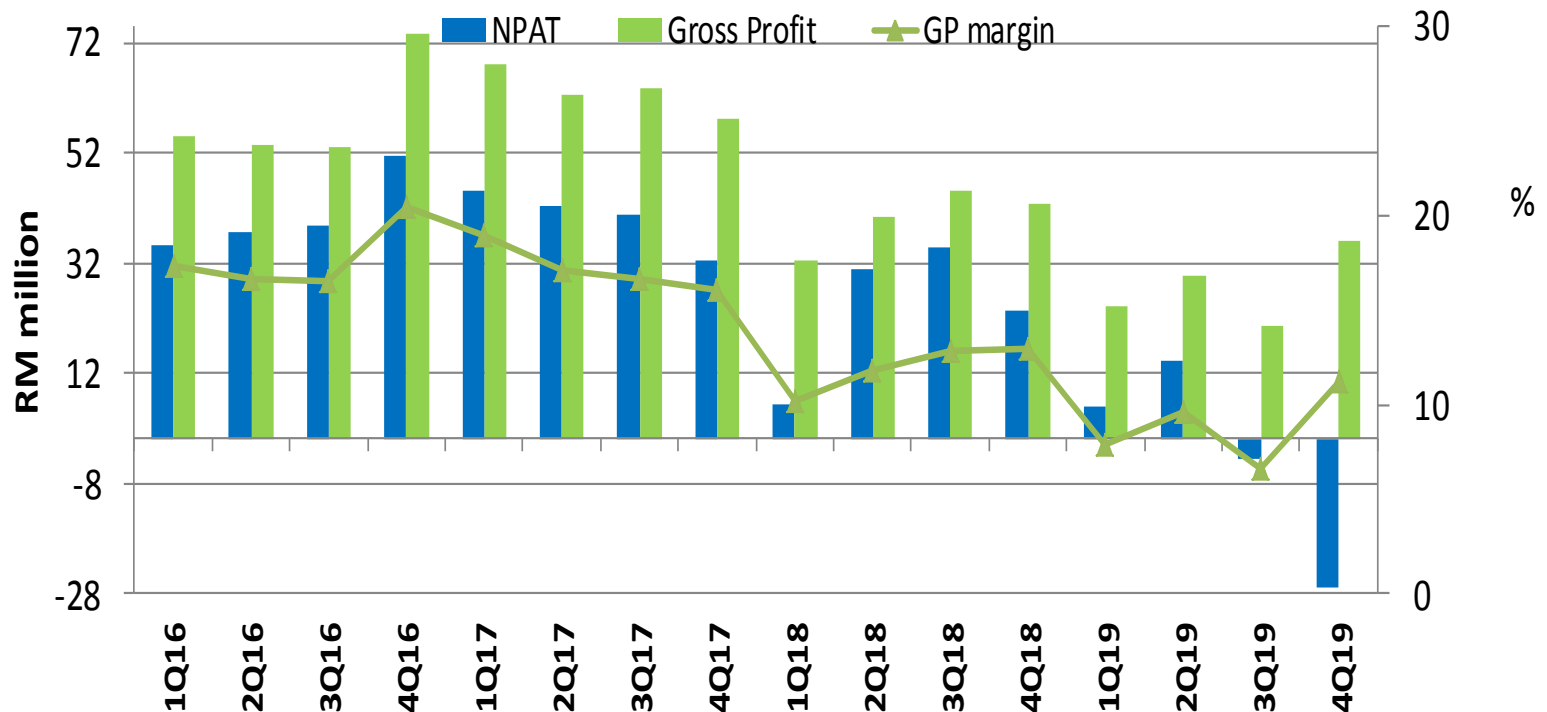
- RM Revenue : RM319.8m vs RM316.3m (+1.1%)
- USD revenue : USD76.8m vs USD76.0m (+1.1%)
- EBITDA : RM44.8m vs RM51.8m (-13.4%)
- EBITDA margin : 14.0% vs 16.4% (-2.4%)





4Q 2019 Earnings

- Gross Profit : RM35.9m vs RM20.8m (+72.7%)
- GP margin : 11.2% vs 6.6% (+4.7%)
- Net loss : RM27.0m vs RM3.5m (-662.8%)
- Severance expense (net): RM16.9m; 2019 : RM36.8m
- Impairment of PPE : RM24.7m
- Inventories write-down : RM9.9m
- Deferred tax assets reversal : RM2.6m; 2019 : RM8.9m

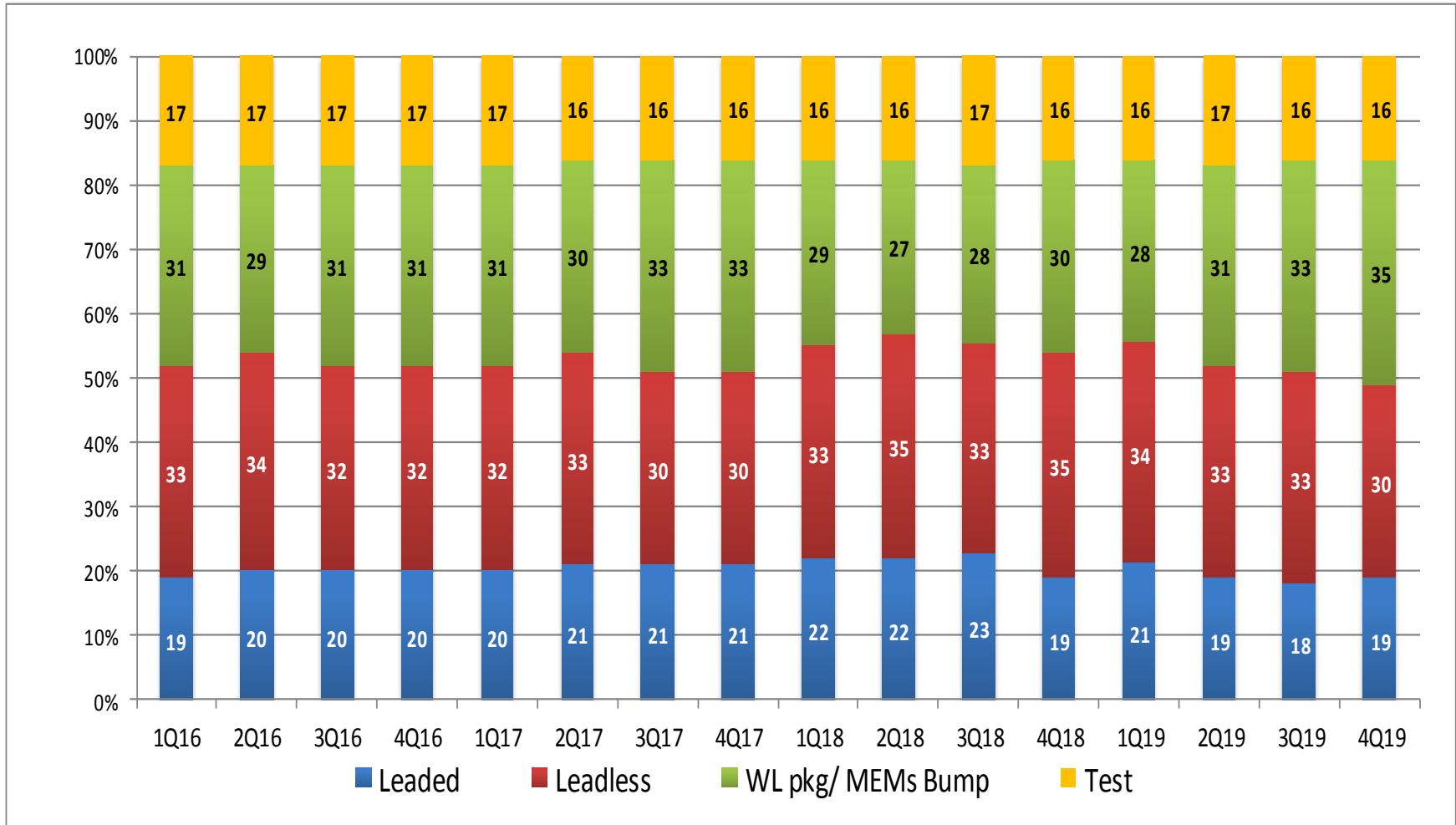




Revenue Breakdown

No major changes in segments

By Products & Services

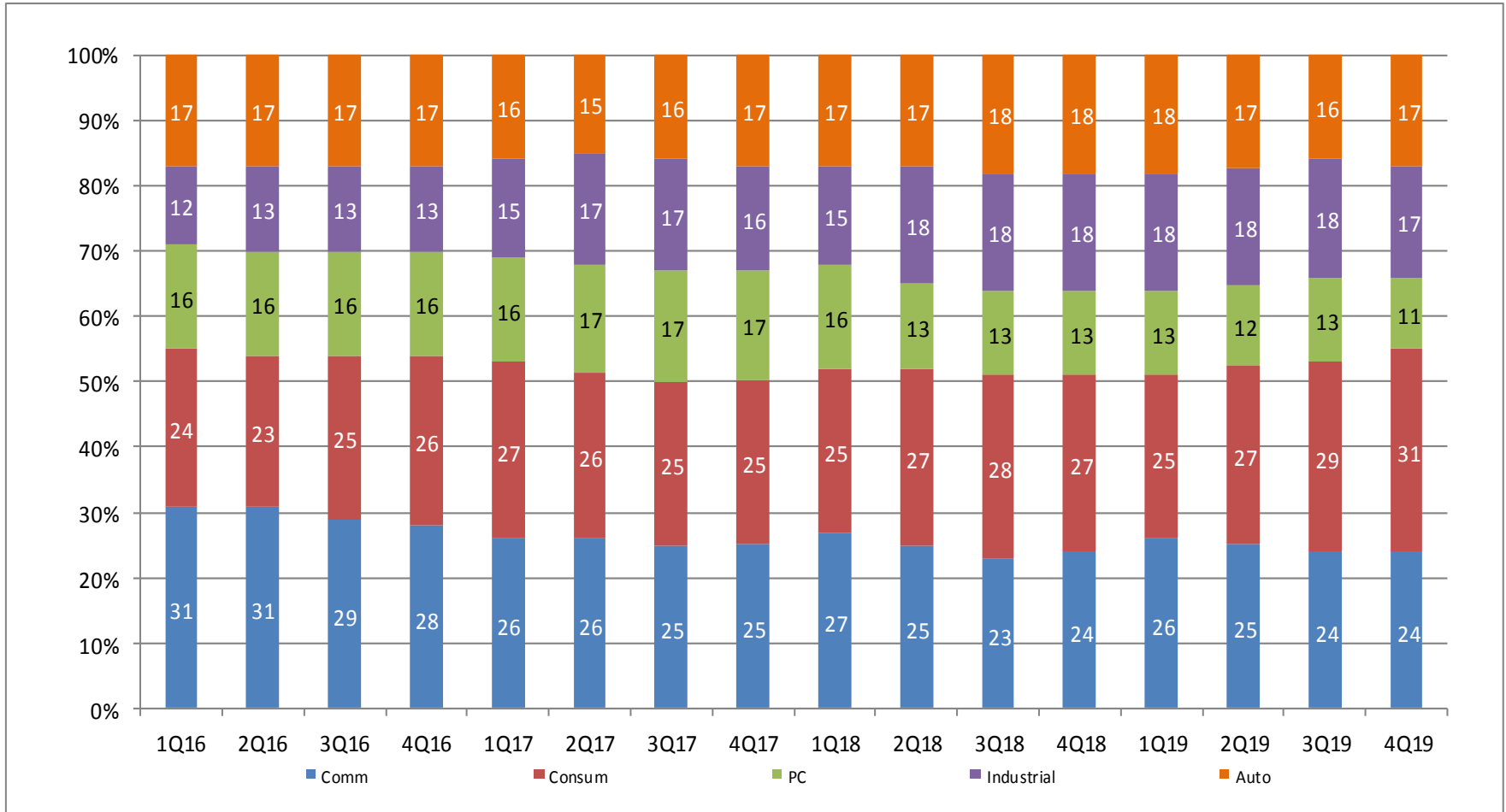




Revenue Breakdown

No major changes

By Market Segments





Selective Information from Consolidated Statements of Financial Position

Net cash at end Dec 2019: RM168.7 million

(in RM Thousand)

	31 Dec 2019	31 Dec 2018	Change
Property plant & equipment	1,100,076	1,094,094	0.5%
Cash and Bank Balances	342,803	344,110	-0.4%
Group term loan & bank borrowings	174,109	73,555	136.7%
Net Assets per share (RM)	1.8640	1.9679	-5.3%

Current ratio	2.58	2.35	9.8%
Debt/equity ratio	0.13	0.05	160.0%



4Q 2019 Highlight

- Capex incurred in 4Q19: RM15.1m
 - Capacity for assembly and test in Chengdu
- Group Headcount was at 7,063 in end Dec 2019

	3Q17	4Q17	1Q18	2Q18	3Q18	4Q18	1Q19	2Q19	3Q19	4Q19
Capex (RMmil)	23.3	30.3	45.1	34.4	43.2	49.2	71.9	91.5	34.0	15.1
Headcount	7,874	7,831	7,894	7,902	7,857	7,847	7,858	7,678	7,151	7,063



Thank You

“Proven Technologies, Innovative Processes”