

GAMUDA BERHAD (29579-T)
Condensed Consolidated Income Statement
for the period ended 31 January 2021

	INDIVIDUAL QUARTER			CUMULATIVE PERIOD		
	Current Year Quarter	Comparative Quarter		Current Year To Date	Preceding Year Corresponding Period	
	31-Jan-21	31-Jan-20		31-Jan-21	31-Jan-20	
	RM'000	RM'000		RM'000	RM'000	
Revenue (Note 1)	895,413	1,090,714	-18%	1,659,367	2,186,543	-24%
Operating expenses	(833,355)	(980,617)	-15%	(1,545,251)	(1,955,926)	-21%
Other income	34,133	44,630	-24%	75,979	94,237	-19%
Profit from operations	96,191	154,727	-38%	190,095	324,854	-41%
Finance costs	(27,525)	(23,691)	16%	(54,612)	(58,953)	-7%
Share of profit of associated companies	41,240	44,913	-8%	69,158	76,144	-9%
Share of profit of joint ventures	45,549	43,756	4%	91,629	95,625	-4%
Profit before taxation	155,455	219,705	-29%	296,270	437,670	-32%
Income tax expenses	(20,285)	(33,810)	-40%	(40,507)	(66,184)	-39%
Profit for the period	135,170	185,895	-27%	255,763	371,486	-31%
Profit attributable to:-						
Owners of the Company	123,119	175,173	-30%	232,402	348,788	-33%
Non-controlling interests	12,051	10,722	12%	23,361	22,698	3%
	135,170	185,895	-27%	255,763	371,486	-31%
Earnings per share attributable to owners of the Company						
Basic earnings per share (sen)	4.90	7.07	-31%	9.25	14.09	-34%
Fully diluted earnings per share (sen)	4.90	7.06	-31%	9.25	14.07	-34%

Note 1: Group revenue (including share of joint venture companies' revenue)

	Individual Quarter			Cumulative Period		
	31-Jan-21	31-Jan-20		31-Jan-21	31-Jan-20	
	RM'000	RM'000		RM'000	RM'000	
Revenue as reported above	895,413	1,090,714	-18%	1,659,367	2,186,543	-24%
Share of joint venture companies' revenue *	483,631	1,134,071	-57%	1,233,793	1,838,964	-33%
Total revenue	1,379,044	2,224,785	-38%	2,893,160	4,025,507	-28%

* Pursuant to the Malaysian Financial Reporting Standard (MFRS) 11, Joint Arrangements, the revenue of joint venture companies (eg. KVMRT- Elevated & Systems works and Horizon Hills) are excluded from Gamuda Group's Consolidated Income Statement. Instead Gamuda only recognises its share of profits of the joint venture companies.

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

GAMUDA BERHAD (29579-T)

**Condensed Consolidated Statement of Comprehensive Income
for the period ended 31 January 2021**

	INDIVIDUAL QUARTER			CUMULATIVE PERIOD		
	Current Year Quarter	Comparative Quarter		Current Year To Date	Preceding Year Corresponding Period	
	31-Jan-21	31-Jan-20		31-Jan-21	31-Jan-20	
	RM'000	RM'000		RM'000		RM'000
Profit for the period	135,170	185,895	-27%	255,763	371,486	-31%
Other comprehensive (loss)/income:						
Other comprehensive loss to be reclassified to profit or loss in subsequent periods:						
Foreign currency translation	(17,634)	(64,447)	-73%	(88,839)	(27,146)	>100%
Share of associated companies' foreign currency translation	(625)	(5,060)	-88%	(2,043)	(4,765)	-57%
Net asset accretion in an associated company arising from capital contribution	124	-	100%	1,145	2,283	-50%
	(18,135)	(69,507)	-74%	(89,737)	(29,628)	>100%
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:						
Remeasurement losses on defined benefit plan	5	-	-100%	5	-	-100%
Total comprehensive income for the period	117,040	116,388	1%	166,031	341,858	-51%
Total comprehensive income attributable to:						
Owners of the Company	105,102	106,141	-1%	143,010	319,908	-55%
Non-controlling interests	11,938	10,247	17%	23,021	21,950	5%
	117,040	116,388	1%	166,031	341,858	-51%

The Condensed Consolidated Statement Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

GAMUDA BERHAD (29579-T)
Condensed Consolidated Statement Of Financial Position
As at 31 January 2021

	As at 31-Jan-21 RM'000	As at 31-Jul-20 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,020,590	1,063,066
Land held for property expenditure	3,256,517	3,169,895
Investment properties	503,274	455,501
Right-of-use assets	15,185	15,138
Concession development expenditure	1,277,716	1,355,472
Interests in associated companies	780,008	952,787
Interests in joint arrangements	1,032,408	1,057,348
Other investments	812	812
Deferred tax assets	42,487	40,665
Receivables	857,872	890,835
	8,786,869	9,001,519
Current assets		
Property development costs	1,918,352	1,847,214
Inventories	827,111	917,734
Receivables	2,174,984	2,223,689
Contract assets	1,803,615	1,701,664
Tax recoverable	46,034	44,056
Investment securities	1,137,844	644,467
Cash and bank balances	2,469,345	2,147,202
	10,377,285	9,526,026
TOTAL ASSETS	19,164,154	18,527,545
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share capital (Note 2)	3,620,946	3,620,946
Reserves	5,063,156	4,920,146
Owners' equity	8,684,102	8,541,092
Non-controlling interests	415,420	426,502
TOTAL EQUITY	9,099,522	8,967,594
Non-current liabilities		
Payables	235,282	235,550
Contract liabilities	43,863	38,446
Provision for liabilities	92,790	111,309
Deferred tax liabilities	320,638	335,904
Long term borrowings	3,141,354	2,952,171
	3,833,927	3,673,380
Current liabilities		
Short term borrowings	2,887,983	2,512,960
Payables	1,557,210	1,760,450
Contract liabilities	1,538,363	1,353,551
Provision for liabilities	182,830	171,660
Tax payable	64,319	87,950
	6,230,705	5,886,571
TOTAL LIABILITIES	10,064,632	9,559,951
TOTAL EQUITY AND LIABILITIES	19,164,154	18,527,545
Net assets per share attributable to Owners of the Company (RM)	3.45	3.40

Note 2 : Share capital includes share premium pursuant to the new Companies Act 2016 - the number of ordinary shares issued as at 31 January 2021 is 2,513,527,654 (31 July 2020: 2,513,527,654).

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

GAMUDA BERHAD (29579-T)
Condensed Consolidated Statement of Changes in Equity
for the period ended 31 January 2021

	----- Attributable to owners of the Company -----						
	----- Non-Distributable -----		Distributable				
	Share capital	Option reserves	Other reserves	Retained profits	Total	Non-Controlling interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
FY2021							
<u>6 months ended 31 January 2021</u>							
At 1 August 2020	3,620,946	-	440,943	4,479,203	8,541,092	426,502	8,967,594
Total comprehensive income	-	-	(89,397)	232,407	143,010	23,021	166,031
<u>Transactions with owners:</u>							
Issuance of shares by a subsidiary	-	-	-	-	-	2,981	2,981
Dividends paid by subsidiaries	-	-	-	-	-	(37,084)	(37,084)
At 31 January 2021	3,620,946	-	351,546	4,711,610	8,684,102	415,420	9,099,522
FY2020							
<u>6 months ended 31 January 2020</u>							
At 1 August 2019	3,469,729	72,584	341,874	4,178,436	8,062,623	399,317	8,461,940
Total Comprehensive Income	-	-	(28,880)	348,788	319,908	21,950	341,858
<u>Transactions with owners:</u>							
Exercise of Employees' Share Options ("ESOS")	28,493	-	-	-	28,493	-	28,493
Conversion of Warrants	2,050	-	(119)	-	1,931	-	1,931
Share options granted under ESOS	-	7,883	-	-	7,883	-	7,883
Share options exercised under ESOS	4,688	(4,688)	-	-	-	-	-
Acquisition of equity interest	-	-	-	-	-	(445)	(445)
Dividends paid by subsidiaries	-	-	-	-	-	(22,335)	(22,335)
Dividends payable to shareholders	-	-	-	(148,890)	(148,890)	-	(148,890)
At 31 January 2020	3,504,960	75,779	312,875	4,378,334	8,271,948	398,487	8,670,435

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2020 the accompanying explanatory notes attached to the interim financial statements.

GAMUDA BERHAD (29579-T)
Condensed Consolidated Statement Of Cash Flows
for the period ended 31 January 2021

	Current Year To Date 31-Jan-21	Preceding Year Corresponding Period 31-Jan-20
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before tax	296,270	437,670
Adjustments for non-cash items/non-operating items	(40,815)	(33,453)
Operating profit before working capital changes	255,455	404,217
<u>Changes in working capital</u>		
Net changes in assets	20,267	97,769
Net changes in liabilities	19,419	(314,477)
Net cash generated from operations	295,141	187,509
Income taxes paid	(79,310)	(93,732)
Interest and other payments	(117,118)	(102,833)
Net cash generated from/(used in) operating activities	98,713	(9,056)
Cash Flows From Investing Activities		
Additions to property, plant and equipment	(45,621)	(99,381)
Additions to land held for development expenditures	(92,060)	(37,015)
Additions to investment properties expenditures	-	(63,387)
Additions to rights-of-use-assets	(1,179)	-
Additions to concession development expenditures	(26,368)	(10,735)
Proceeds on disposal of plant and equipment	72	792
Proceeds on disposal of investment property	1,436	3,531
Net purchase of investment securities	(493,377)	(211,859)
Distribution received from investment securities	9,153	8,665
(Placement)/Withdrawal of deposits with tenure more than 3 months	(403,690)	22,441
Redemption/(Addition) of interest in joint ventures	24,510	(14,682)
Dividend received from associated companies	241,039	31,427
Dividend received from joint ventures	59,379	15,000
Interest received	40,948	34,799
Net cash used in investing activities	(685,758)	(320,404)
Cash Flows From Financing Activities		
Net proceeds from exercise of ESOS	-	28,493
Net proceeds from conversion of warrants	-	1,931
Net drawdown of borrowings	564,206	682,894
Issuance of shares by a subsidiary to non-controlling interests	2,981	-
Repayment of lease liabilities	(1,367)	-
Dividends paid by subsidiaries to non-controlling interests	(37,084)	(22,335)
Net cash generated from financing activities	528,736	690,983
Net (decrease)/increase in cash and cash equivalents	(58,309)	361,523
Effects of exchange rate changes	(23,238)	(7,240)
Cash and cash equivalents at beginning of the year	1,518,761	1,081,123
Cash and cash equivalents at end of period	1,437,214	1,435,406

Cash and cash equivalents at end of period comprise of the following:

Deposits, cash and bank balances	2,469,345	1,784,114
Investment securities	1,137,844	608,523
Deposits, cash and bank balances, and investment securities	3,607,189	2,392,637
Less: Investment securities	(1,137,844)	(608,523)
Less: Deposits with licensed banks with tenure of more than 3 months	(1,032,131)	(348,708)
Total cash and cash equivalents	1,437,214	1,435,406

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial statements.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 January 2021

Notes To The Interim Financial Statements

(The figures have not been audited)

1. Segmental Analysis

	Engineering and Construction	Property Development and Club Operations	Water and Expressway Concessions	Inter- segment Elimination	Total
	RM000	RM000	RM000	RM000	RM000
6 months period ended 31 Jan 2021					
REVENUE					
Revenue as reported	916,539	509,268	233,560	-	1,659,367
Share of joint venture companies' revenue	1,145,428	82,977	5,388	-	1,233,793
	<u>2,061,967</u>	<u>592,245</u>	<u>238,948</u>	<u>-</u>	<u>2,893,160</u>
Inter-segment sales	146,936	-	-	(146,936)	-
Total revenue	<u>2,208,903</u>	<u>592,245</u>	<u>238,948</u>	<u>(146,936)</u>	<u>2,893,160</u>
RESULTS					
Profit from operations before impairment	38,816	47,456	103,823	-	190,095
Finance costs	(4,316)	(32,154)	(18,142)	-	(54,612)
Share of profits of associated companies	1,127	-	68,031	-	69,158
Share of profits/(loss) of joint ventures	91,143	3,763	(3,277)	-	91,629
Profit before taxation	<u>126,770</u>	<u>19,065</u>	<u>150,435</u>	<u>-</u>	<u>296,270</u>
Taxation	(12,171)	(939)	(27,397)	-	(40,507)
Profit for the period	<u>114,599</u>	<u>18,126</u>	<u>123,038</u>	<u>-</u>	<u>255,763</u>
Non-controlling interest	(4,771)	(63)	(18,527)	-	(23,361)
Profit attributable to Owners of the Company	<u>109,828</u>	<u>18,063</u>	<u>104,511</u>	<u>-</u>	<u>232,402</u>

Gamuda Berhad (29579-T)

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Notes To The Interim Financial Statements

(The figures have not been audited)

1. Segmental Analysis (cont'd)

	Engineering and Construction	Property Development and Club Operations	Water and Expressway Concessions	Inter- segment Elimination	Total
	RM000	RM000	RM000	RM000	RM000
6 months period ended 31 Jan 2020					
REVENUE					
Revenue as reported	960,441	983,104	242,998	-	2,186,543
Share of joint venture companies' revenue	1,707,568	121,665	9,731	-	1,838,964
	<u>2,668,009</u>	<u>1,104,769</u>	<u>252,729</u>	<u>-</u>	<u>4,025,507</u>
Inter-segment sales	252,750	-	-	(252,750)	-
Total revenue	<u>2,920,759</u>	<u>1,104,769</u>	<u>252,729</u>	<u>(252,750)</u>	<u>4,025,507</u>
RESULTS					
Profit from operations	84,409	133,633	106,812	-	324,854
Finance costs	(1,462)	(40,058)	(17,433)	-	(58,953)
Share of profits of associated companies	(87)	-	76,231	-	76,144
Share of profits/(loss) of joint ventures	83,630	12,570	(575)	-	95,625
Profit before taxation	<u>166,490</u>	<u>106,145</u>	<u>165,035</u>	<u>-</u>	<u>437,670</u>
Taxation	(23,304)	(18,275)	(24,605)	-	(66,184)
Profit for the period	<u>143,186</u>	<u>87,870</u>	<u>140,430</u>	<u>-</u>	<u>371,486</u>
Non-controlling interest	(2,398)	-	(20,300)	-	(22,698)
Profit attributable to Owners of the Company	<u>140,788</u>	<u>87,870</u>	<u>120,130</u>	<u>-</u>	<u>348,788</u>

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 January 2021

Notes To The Interim Financial Statements

(The figures have not been audited)

2. Review of Performance

	Current Year Quarter			Preceding Year Corresponding Period		
	31-Jan-21	31-Jan-20	Var	31-Jan-21	31-Jan-20	Var
	RM'000	RM'000	%	RM'000	RM'000	%
BY SEGMENT						
Revenue *						
Construction	992,521	1,524,359	-35%	2,061,967	2,668,009	-23%
Property	273,809	574,681	-52%	592,245	1,104,769	-46%
Concession	112,714	125,745	-10%	238,948	252,729	-5%
	<u>1,379,044</u>	<u>2,224,785</u>	<u>-38%</u>	<u>2,893,160</u>	<u>4,025,507</u>	<u>-28%</u>
Net Profit						
Construction	51,574	73,552	-30%	109,828	140,788	-22%
Property	8,140	40,142	-80%	18,063	87,870	-79%
Concession	63,405	61,479	3%	104,511	120,130	-13%
	<u>123,119</u>	<u>175,173</u>	<u>-30%</u>	<u>232,402</u>	<u>348,788</u>	<u>-33%</u>
BY GEOGRAPHY						
Revenue *						
Malaysia	1,312,809	1,832,198	-28%	2,609,000	3,266,163	-20%
Overseas	66,235	392,587	-83%	284,160	759,344	-63%
	<u>1,379,044</u>	<u>2,224,785</u>	<u>-38%</u>	<u>2,893,160</u>	<u>4,025,507</u>	<u>-28%</u>
Core net profit						
Malaysia	104,737	130,890	-20%	196,567	244,060	-19%
Overseas	18,382	44,283	-58%	35,835	104,728	-66%
	<u>123,119</u>	<u>175,173</u>	<u>-30%</u>	<u>232,402</u>	<u>348,788</u>	<u>-33%</u>

* Including the Group's share of joint ventures' revenue.

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Quarterly Report On Consolidated Results For The Period Ended 31 January 2021

Notes To The Interim Financial Statements

(The figures have not been audited)

2. Review of Performance (cont'd)

CURRENT QUARTER

The group's financial performance continued to be resilient despite the reimposition of movement restrictions in most parts of Malaysia during this quarter. The pace of construction and property projects was returning to pre-movement restrictions level due to the Group's rigorous Covid-19 measures at all work fronts.

This quarter (Q2FY21), the Group posted revenue of RM1.4 billion, a decrease of 38% compared with the pre Covid-19 Q2FY20 of RM2.2 billion. Similarly, this quarter's net profit of RM123 million was 30% lower than last year's quarterly net profit of RM175 million due to the Covid-19 effect.

YEAR TO DATE (Aug 2020 – Jan 2021)

Property sales jumped by 50%. Overseas sales, especially Vietnam and Singapore, continued to spearhead the group's property division; contributing two-thirds of overall sales.

The property division sold RM1.5 billion worth of properties in the first half of this year compared with RM1 billion in the same period last year. The increase in sales was driven by overseas sales especially Vietnam and Singapore.

For the first half of this year, the Group posted revenue of RM2.9 billion, a decrease of 28% compared with the pre Covid-19 preceding period of RM4.0 billion. Similarly, the net profit for the first half of this year of RM232 million was 33% lower than last year's profit of RM349 million due to the Covid-19 effect.

3. Comparison with immediate Preceding Quarter's Results

The Group posted a quarterly net profit of RM123 million, an increase of 13% compared to the immediate preceding quarter core net profit of RM109 million.

4. This Year Prospects

Overall Prospects

The Covid-19 pandemic and Movement Control Orders (MCOs) in place since Mar 2020 have severely impacted the nation's economy. Measures to contain the domestic spread of the coronavirus, combined with weak investment, derailed domestic demand recovery and low tourism receipts due to the pandemic, have reduced economic activity. Spending and stimulus for infrastructure development could be constrained due to rising government fiscal burden.

It is anticipated that this year's performance will be driven by overseas property sales, Vietnam and Singapore, and the continued progress of MRT Putrajaya Line (formerly called MRT Line 2). Moving forward, the resilience of the Group is underpinned by its construction order book of RM5.5 billion and unbilled property sales totalling RM3.6 billion which will see it through the next two years. On top of that, the Group has a healthy balance sheet with a prudent gearing of 0.3 times.

New Developments

- The Company's 60%-owned SRS Consortium Sdn Bhd has on 25 March 2021 entered into a 70:30 Project Development Joint Venture with Penang State Government for the development of Island A of the Penang South Islands.

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 January 2021

Notes To The Interim Financial Statements

(The figures have not been audited)

4. This Year's Prospects (cont'd)

Corporate Sustainability

1. Gamuda Parks launched its #OneMillionTrees initiative to preserve and promote the country's biodiversity, with the aim of planting one million trees across the Gamuda Land townships by 2023.
2. Continuing with the Group's Plate-to-Plant programme, Gamuda Land will install its third Bio-Mate Composting-Fermentation Machine in Q3 of 2021 to break down and compost food waste from the 25 F&B outlets at Quayside Mall. The compost produced will be used as natural nutrients in our landscaping within our township.

The status of projects for the respective divisions are as follows:

(a) GAMUDA ENGINEERING

(i) Klang Valley Mass Rapid Transit: MRT Putrajaya Line

MMC Gamuda is the Turnkey Contractor for the elevated and underground works for the Klang Valley MRT Putrajaya Line, with a contract price of RM30.53 billion.

The overall cumulative progress at the end of January 2021 for the:

- Elevated Works Package was on schedule at 91%;
- Underground Works Package was on schedule at 84%.

System testing are substantially completed and external work for elevated works package are currently ongoing for Phase 1 (Sungai Buloh – Kentonmen line). For Underground tunnels, the tunnels are fully handed over to track works and Station fitout works and installation of M&E brackets are progressing well for Phase 2 (Kentonmen – Putrajaya line). Elevated package, fabrication and assembly of system equipment and electric train for Phase 2 are currently ongoing.

(ii) Penang Transport Master Plan

The Company's 60%-owned SRS Consortium Sdn Bhd ("SRS") has on 1st July 2020 executed the Master Agreement ("MA") with the State Government of Penang ("PSG") in respect of the appointment of the PDP to manage and deliver the Penang transport master plan ("PTMP"). Under the MA, the PDP's responsibility is to manage the delivery of the PTMP within budget and time for PSG as the project owner.

Following months of negotiation, the PSG and SRS have come to an agreement on 25 March 2021 whereby SRS will undertake the development of Island A of the Penang South Islands via a project development model in a 70:30 joint venture with the PSG.

The Project Development of Island A comprises:

- the Project Development Master Planning including securing planning approvals and other approvals for the Common Infrastructure (including smart city features), Investor Marketing and Land Sale of the reclaimed lands "(MPIL)"; and
- the design, construction and completion of Island A, Common Infrastructure (including smart city features), PIL 2A and Airport Link "(Works)".

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 31 January 2021

Notes To The Interim Financial Statements

(The figures have not been audited)

4. This Year's Prospects (cont'd)

(a) GAMUDA ENGINEERING (cont'd)

(ii) Penang Transport Master Plan (cont'd)

As the funding of these components is to be borne entirely by the project developer ("PD") without any recourse to the PSG, the delivery of these components shall no longer be carried out under the PDP model under the MA. All other components comprised in the MA shall remain under the PDP model.

The Works shall be awarded to a Turnkey Contractor ("TC"), another joint venture company owned by SRS and the PSG on a 70:30 basis. The turnkey contract price of Phase 1 reclamation works shall be determined after verification by an Independent Consulting Engineer to be appointed by the PSG. Phase 1 reclamation works shall be awarded to Gamuda Engineering Sdn Bhd, a wholly owned subsidiary of the Company.

Reclamation works for the 2,300-acre Island A is targeted to commence in Q2 of 2021.

(iii) Sarawak

Pan Borneo Highway – WPC04 (Pantu Junction to Btg Skrang)

Naim Engineering Sdn Bhd – Gamuda Berhad JV is the contractor for the Pan Borneo Sarawak package WPC04. The scope includes the widening and upgrading of the existing 89.30km long, 2-lane single carriageway road from Pantu Junction to Batang Skrang to a 4-lane dual carriageway of JKR R5 standard.

Overall cumulative progress at the end of January 2021 was on schedule at 62%.

Sarawak : Batang Lupar Bridge at Sri Aman Town (RM224 mil)

Naim Engineering Sdn Bhd – Gamuda Berhad JV accepted the award of the Second Trunk Road (Package B3) Proposed Batang Lupar Bridge No 2 at Sri Aman Town project valued at RM224 million on 24 February 2020. Extension of Time (EOT) No.1 due to impact from the Movement Control Order (MCO) was granted on 18th August 2020. With a total extension of 79 days, the new target completion date will be on 9 June 2024.

Overall cumulative progress at the end of January 2021 was on schedule at 3%.

(iv) Taiwan

Marine Bridge Project

The Group's 70%-owned joint venture with a Taiwanese company is constructing a 1.23 km marine bridge worth NTD3,955 million (equivalent to RM522 million) for CPC Corporation Taiwan, a state-owned petroleum company which is expected to be completed in November 2022.

Offshore piling works and external casing are progressing well according to schedule. The overall cumulative progress as at end January 2021 was on schedule at 37%.

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Notes To The Interim Financial Statements

(The figures have not been audited)

4. This Year Prospects (cont'd)

(a) GAMUDA ENGINEERING (cont'd)

(iv) Taiwan (cont'd)

Seawall for Reclamation Project

Gamuda's 70%-owned joint venture with a Taiwanese company has in December 2019 won the tender to construct 4,014 meters of seawall structure with contract price of NTD6,817 million (RM932 mil) for Taiwan International Ports Corporation, a state-owned port operation company. Completion is targeted for March 2025.

Caisson construction is ongoing. Overall cumulative progress as at end January 2021 was on track at 9%.

(v) Gamuda Australia

Gamuda (Australia) Branch and Gamuda Engineering (Australia) Pty Ltd are well established and expected to contribute positively. We are actively bidding for over AUD10 billion (RM30 billion) worth of projects in New South Wales, Victoria, Queensland and Western Australia.

Notable projects currently under tender:

- AUD2.6 billion (RM8 billion) M6 Motorway in New South Wales; outcome expected Q2, 2021
- AUD5 billion (RM15 billion) Sydney Metro West Project (Central and West packages); outcome expected Q3, 2021
- AUD2.5 billion (RM7.5 billion) Western Sydney Airport Metro line (Station Box and Tunnelling package); outcome expected Q4, 2021

(vi) Singapore : Batu Gali Multi-Storey Bus Depot

The Land Transport Authority of Singapore (LTA) awarded the SGD\$260 mil (RM 800 million) contract for the Batu Gali Multi-Storey Bus Depot to Greatearth Corporation-Gamuda Berhad Singapore Branch Joint Venture on 12 November 2019. The project consists of a three-storey administrative building, a five-storey dormitory and a five-storey main depot equipped with parking spaces for 715 buses, refuelling and washing facilities, repair and maintenance facilities with cutting-edge technology to cater for the operation of electric buses. The original contract duration is 41 months. The client had granted a time extension of 4 months to the original contract due to the Covid-19 pandemic working restrictions.

Excavation work and piling works for the bus depot are ongoing at the site. The overall cumulative status as at end February 2021 was on track at 8%.

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4. This Year Prospects (cont'd)

(b) GAMUDA LAND

The property division sold RM1.5 billion worth of properties in the first half of this year compared with RM1 billion in the same period last year. Overseas sales continued to lead in sales performance; contributing two-thirds of overall sales. The property division remains committed to grow core business segments and to reduce inventories.

(i) Overseas

Gamuda City in Hanoi and Celadon City in Ho Chi Minh, continued to be the biggest contributor of overseas sales. Sales at 661 Chapel St in Melbourne, Australia has improved.

OLA Residences, our latest executive condominium in Singapore with a GDV of SGD660 million (RM2 billion), continued to receive good response since its launch in March 2020. To date, 46% or SGD306 million (RM1 billion) worth of properties were sold.

(ii) Malaysia

Domestic sales contributed one-third of overall sales. As we adapt to the new normal, genuine buyers are steadily coming back into the market. Good take up rates were observed for landed developments with good placemaking, surrounded by ample greenery and amenities.

Gamuda Gardens continued to attract buyers. Joya, Jovita and newly launched Illaria have achieved good take up rates due to targeted online marketing tactics. Rymba Gardens and the newly launched Blossoms Springs at Jade Hills have also seen steady take up rates due to its matured township and strong referrals from existing owners. Phase 1 of Blossom Springs, launched in November 2020, is fully sold and we are aiming for the next phase.

On-going projects are:

- Gamuda Cove in Southern Klang Valley
- twentyfive.7 in Kota Kemuning
- Gamuda Gardens & Kundang Estates in Sungai Buloh
- Horizon Hills in Iskandar Puteri, Johor
- Jade Hills in Kajang
- HighPark Suites in Petaling Jaya
- The Robertson in Kuala Lumpur
- Bukit Bantayan Residences in Kota Kinabalu

Following the opening of Quayside Mall in twentyfive.7 in December 2020, footfall to the township has increased, driving increased sales enquiries. Referrals from satisfied Phase 1 buyers who have received keys to their home in October 2020 have kept the sales steady in twentyfive.7.

The launch of Townsquare, a commercial development located next to the water theme park at Gamuda Cove and new post-pandemic product, Enso Woods, are expected to contribute significantly to Gamuda Cove's sales in the coming months. Design innovation for future-ready homes with flexible spaces for working from home and amenities that cater for working near home will attract new buyers.

To complement our digital marketing efforts, attractive packages were offered to potential buyers in line with government's House Ownership Campaign (HOC) which is currently on-going.

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4. This Year Prospects (cont'd)

(c) GAMUDA INFRASTRUCTURE CONCESSIONS

(i) Expressway

Traffic volumes on all four highways were returning to pre-MCO (Mar '20) levels up until the re-imposition of CMCO 2.0 in mid Oct '20. As movement restrictions in most parts of Malaysia were gradually tightened again during the CMCO 2.0 phase followed by the more stringent MCO 2.0 in mid Jan '21, traffic volumes on all four highways were trending down again compared with pre-MCO (Mar '20) levels as follows:

	Measured as % of traffic during pre-MCO (Mar 20) level	
	Mid-Oct'20 (Prior to CMCO 2.0)	End-Feb'21 (during MCO 2.0)
LITRAK	100%	90%
KESAS	100%	85%
SPRINT	98%	70%
SMART	88%	50%

(ii) Water

The operations and maintenance of the Sungai Selangor Water Treatment Plant Phase 3 undertaken by Gamuda Water was going on smoothly.

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(The figures have not been audited)

5. Dividends

The Board of Directors does not recommend any dividend for the first half year of this financial year ending 31 July 2021.

In respect of the preceding year's corresponding period, a total interim dividend of 6.00 sen per ordinary share was declared.

(a) Dividend Paid

	6 months ended 31 January	
	2021	2020
	RM'000	RM'000
<u>FY2020</u>		
<u>Dividend in respect of financial year ended 31 July 2020</u>		
First interim dividend of 6.00 sen per ordinary share was declared on 13 December 2019 and was paid on 25 February 2020.	-	148,890 [*]
The dividend consists of 52% cash portion of 6 sen per ordinary share amounted to RM77,503,048.50; and 48% electable portion reinvested into Gamuda New Share at RM3.60 per ordinary share amounted to RM71,387,420.40.		
	-	148,890
<u>* Dividend Reinvestment Plan</u>		
The Company's first Dividend Reinvestment Plan ("DRP") was completed on 26 February 2020 upon the listing and quotation of 19,829,839 new Gamuda Share at RM3.60 per share on the Main market of Bursa Malaysia Securities Bhd., and	-	71,387
Balance dividend paid on 25 February 2020.	-	77,503
	-	148,890

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6. Trade Receivables

The current trade receivables are non-interest bearing and are generally on 14 to 90 days terms. Other credit terms are assessed and approved on a case-by-case basis. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

Receivables of the Group is analysed as follows:

	Note	As At 31-Jan-21 RM'000	As At 31-Jan-20 RM'000
Current			
Trade receivables			
Due from third parties	(a)	1,429,531	1,133,457
Due from associated companies		18,647	19,211
Due from joint venture	(b)	534,925	615,226
		1,983,103	1,767,894
Impaired		(62,806)	(64,236)
		1,920,297	1,703,658
Other receivables			
Sundry receivables		254,687	241,138
		2,174,984	1,944,796
Ageing analysis of current trade receivables:-			
Neither past due nor impaired		1,527,058	1,361,965
1 to 30 days past due not impaired		220,421	245,236
31 to 60 days past due not impaired		44,449	14,965
61 to 90 days past due not impaired		31,099	16,831
91 to 120 days past due not impaired		36,634	20,494
More than 121 days past due not impaired	(c)	60,636	44,167
		393,239	341,693
Impaired		62,806	64,236
Total trade receivables		1,983,103	1,767,894

a) Due from third parties

Included are amount totaling to RM773 million due from government and government linked companies.

b) Due from joint venture

Included is an amount of RM400 million due from its 50% owned MMC Gamuda KVMRT (T) Sdn. Bhd. ("Tunnel SB"). Tunnel SB is the underground works contractor for MRT Putrajaya Line.

c) More than 121 days past due not impaired

Included is mainly related to Kesas outstanding toll compensation claim of RM51 million from Government of Malaysia.

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(The figures have not been audited)

7. Group Borrowings and Debt Securities

The details of the Group's borrowings as at the end of the period are as follows:-

	As At 31 Jan 21			As At 31 Jan 20		
	Secured	Unsecured	Total	Secured	Unsecured	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Long Term Borrowings						
Medium Term Notes						
- Gamuda	-	1,750,000	1,750,000	-	1,800,000	1,800,000
- Gamuda Gardens	-	100,000	100,000	-	100,000	100,000
- Kesas	195,000	-	195,000	285,000	-	285,000
- Gamuda Cove	-	600,000	600,000	-	-	-
Term Loans						
- Gamuda	-	165,078	165,078	-	430,061	430,061
- twentyfive.7	298,076	-	298,076	399,591	-	399,591
Revolving Credits						
- Jade Hills	33,200	-	33,200	57,527	-	57,527
	526,276	2,615,078	3,141,354	742,118	2,330,061	3,072,179
Short Term Borrowings						
Medium Term Notes						
- Gamuda	-	400,000	400,000	-	300,000	300,000
- Kesas	90,000	-	90,000	90,000	-	90,000
- Gamuda Gardens	-	-	-	-	200,000	200,000
Commercial Papers						
- Gamuda	-	600,000	600,000	-	400,000	400,000
- Gamuda Cove	-	200,000	200,000	-	-	-
Term Loans						
- Gamuda	-	215,180	215,180	-	413,491	413,491
- twentyfive.7	75,000	-	75,000	39,365	-	39,365
- Celadon City	3,168	-	3,168	168,587	-	168,587
- Gamuda Singapore	-	-	-	-	150,145	150,145
Revolving Credits						
- Gamuda	-	1,051,819	1,051,819	-	821,409	821,409
- Taiwan - Dong Pi	-	75,995	75,995	-	-	-
- Pan Borneo	-	150,000	150,000	-	134,000	134,000
- Jade Home	26,821	-	26,821	5,036	-	5,036
- Gamuda Singapore	-	-	-	-	30,029	30,029
	194,989	2,692,994	2,887,983	302,988	2,449,074	2,752,062
Total Borrowings	721,265	5,308,072	6,029,337	1,045,106	4,779,135	5,824,241

The Group borrowings and debt securities are denominated in the following currencies:

	As At 31 Jan 21		As At 31 Jan 20	
	Foreign Currency ('000)	RM'000 Equivalent	Foreign Currency ('000)	RM'000 Equivalent
RM	-	5,820,670	-	5,400,104
USD	32,000	129,504	18,400	75,376
VND	18,000,000	3,168	956,250,000	168,587
TWD	525,000	75,995	-	-
SGD	-	-	60,000	180,174
		6,029,337		5,824,241

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(The figures have not been audited)

8. Basis of Preparation

The interim financial report has been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report is unaudited and should be read in conjunction with the Group's audited consolidated financial statements for the financial year ended 31 July 2020.

The accounting policies and presentations adopted for this interim financial report are consistent with those adopted for the audited consolidated financial statements for the financial year ended 31 July 2020.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the accounting period beginning 1 August 2020. The initial application of the MFRSs, Amendments to MFRSs and IC Interpretations, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impact on the interim financial statements of the Group.

9. Audit Report of Preceding Annual Financial Statements

The audit report of the Group's annual financial statements for the year ended 31 July 2020 was not subject to any qualification.

10. Seasonal or Cyclical Factors

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

11. Unusual Items

There were no unusual item affecting assets, liabilities, equity, net income or cash flows of the Group.

12. Changes in Estimates

There were no changes in estimates of amounts reported previously that have any material effect in the current period under review.

13. Changes in Equity Securities

There was no issuance, cancellations, repurchases, resale of equity securities for the current period to date.

14. Valuation of Property, Plant and Equipment

The valuation of land and buildings has been brought forward without amendment from the previous audited financial statements as at 31 July 2020.

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(The figures have not been audited)

15. Material Events Subsequent to Balance Sheet Date

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

16. Changes in Composition of the Group

There were no material changes in the composition of the Group for the period ended 31 January 2021.

17. Other Comprehensive Income (OCI)

Included in other comprehensive income for the period ended 31 January 2021 is a net foreign exchange loss of RM91 million. The net foreign exchange loss resulted from the loss on foreign currency translation of the Group's overseas assets due to the stronger Ringgit Malaysia.

18. Income Tax

	3 months ended 31 January		6 months ended 31 January	
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Income tax				
- Current year	29,586	49,291	55,923	96,137
- Prior year	(1,046)	(4,358)	(2,222)	(4,647)
Deferred tax				
- Current year	(9,083)	(15,608)	(12,233)	(25,954)
- Prior year	828	4,485	(961)	648
	<u>20,285</u>	<u>33,810</u>	<u>40,507</u>	<u>66,184</u>

The Group's effective tax rate (excluding the results of joint ventures and associates which is equity accounted net of tax) for the current quarter is higher than the statutory tax rate mainly due to certain non-deductible expenses.

19. Variance from Profit Forecast and Profit Guarantee

This is not applicable to the Group.

20. Status of Corporate Proposals

There were no outstanding corporate proposal for the current quarter under review.

21. Changes in Contingent Liabilities or Contingent Assets

There are no significant contingent liabilities or contingent assets.

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(The figures have not been audited)

22. Provision of Financial Assistance

Pursuant to paragraph 8.23(1)(ii) of Bursa Malaysia Securities Berhad's Listing Requirements, the financial assistance provided by Gamuda Berhad ("Gamuda") is as follows:

a) Company Guarantees

1. The Company and its joint venture partner, MMC Corporation Berhad ("MMC"), issued parent company guarantees to guarantee the due performance and obligations of MMC - Gamuda KVMRT (T) Sdn. Bhd. ("Tunnel SB") in the underground works packages of the Klang Valley Mass Rapid Transit Project Sungai Buloh-Kajang Line ("KVMRT Line 1") and Klang Valley Mass Rapid Transit Project Sungai Buloh-Serdang-Putrajaya Line ("KVMRT Line 2"). Tunnel SB is equally owned by MMC and the Company.
2. The Company and its joint venture partner, MMC, have also issued parent company guarantees to guarantee the due performance and obligations of MMC - Gamuda KVMRT (PDP SSP) Sdn. Bhd. ("PDP SSP") as the PDP of KVMRT Line 2 and subsequently, as the Turnkey Contractor of KVMRT Line 2 following the conversion from PDP model to Turnkey model. PDP SSP is equally owned by MMC and the Company.
3. The Company and its joint venture partner, Naim Engineering Sdn. Bhd. ("NAIM") have issued parent company guarantees to guarantee the due performance and obligations of Naim Gamuda (NAGA) JV Sdn Bhd ("NAGA") in the works package contract for the development and upgrading of Pan Borneo Highway, Sarawak - WPC-04 (Pantu Junction to Btg Skrang). The Company owns a 30% stake in NAGA and balance 70% stake is owned by NAIM.

The guarantees issued by the Company for the contracts in (1), (2) and (3) have not been crystallised because Tunnel SB, PDP SSP and NAGA have been performed and met their obligations in compliance with the terms of the contract.

The directors are of the opinion that the transactions above have been entered into in the normal course of business.

b) Advances to sub-contractors

The amount for advances to sub-contractors as at 31 January 2021 are as follows:

	RM'000
Non-interest bearing advances	<u>306,417</u>

The financial assistance provided does not have any material effect on the earnings, net assets and liquidity of Gamuda Group.

23. Capital Commitments

The amount for capital commitments not provided for in the interim financial statements as at 31 January 2021 are as follows:

	RM'000
Approved and contracted for :-	
- Plant & Equipment	<u>5,050</u>

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(The figures have not been audited)

24. Material Litigation

The Group was not engaged in any material litigation as at 29 March 2021.

25. Earning Per Share

	Current Quarter 31-Jan-21	Current Year To Date 31-Jan-21
Basic		
Net profit attributable to shareholders (RM'000)	<u>123,119</u>	<u>232,402</u>
Number of ordinary shares in issue as at 1 Aug 2020 ('000)	2,513,528	2,513,528
Effect of shares issued during the year ('000)	<u>-</u>	<u>-</u>
Weighted average number of ordinary shares in issue ('000)	<u>2,513,528</u>	<u>2,513,528</u>
Basic earnings per ordinary share (sen)	<u>4.90</u>	<u>9.25</u>

The basic and diluted earnings per share are the same as there is no dilutive potential ordinary shares in issue as at the end of the financial period.

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(The figures have not been audited)

26. Notes to the Consolidated Statement of Comprehensive Income

Total comprehensive income for the year is arrived at after charging/(crediting) the following items:

	Current Quarter 31-Jan-21 RM'000	Current Year To Date 31-Jan-21 RM'000
Interest income	(24,212)	(57,566)
Other income	(9,069)	(17,563)
Gain on disposal of property, plant and equipment	(50)	(48)
Gain on disposal of investment property	(802)	(802)
	<u>(34,133)</u>	<u>(75,979)</u>
Interest expense	27,525	54,612
Depreciation and amortisation	55,339	117,651
Provision for impairment of receivables	-	-
Provision for and write-off of inventories	-	-
Gain on disposal of quoted or unquoted investment	-	-
Provision for impairment of assets	-	-
Loss on foreign exchange	7,280	7,282
Gain on derivatives	-	-

The above disclosure is prepared in accordance with paragraph 16 of Appendix 9B of the Main Listing Requirements ("MLR") issued by Bursa Malaysia Securities Berhad. Except for the above, the rest of the items required for disclosures pursuant to paragraph 16 of MLR are not applicable to the Group.