



RISE
ABOVE ADVERSITY

PPB GROUP BERHAD
53rd ANNUAL GENERAL MEETING

Presented by :

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FYE2021 Key Financial Highlights

Key Business Updates and Outlook

ESG Highlights

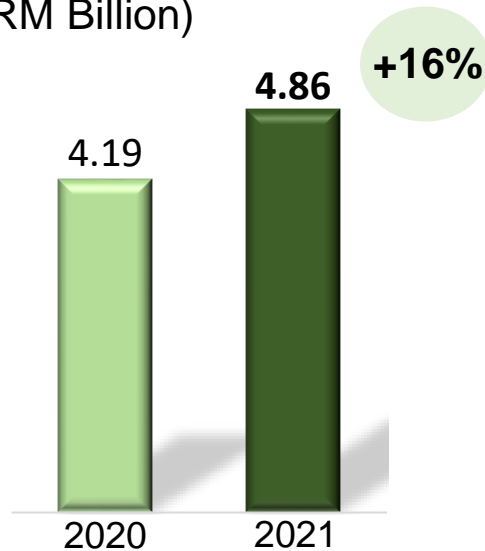
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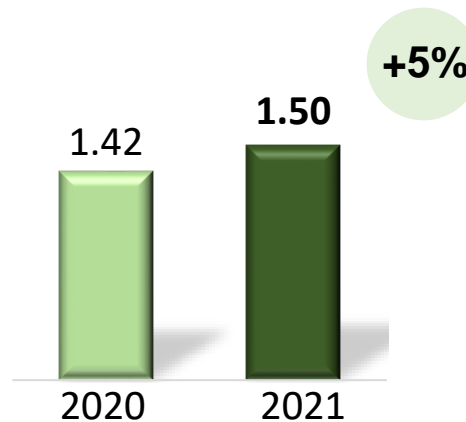
FYE2021 Key Financial Highlights

FYE2021 performance reflects the resiliency and diversity of our businesses

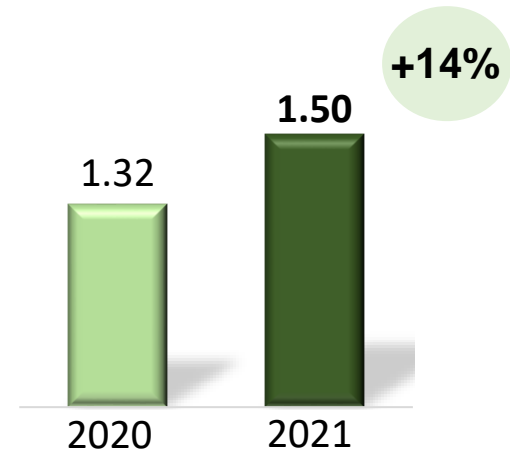
Revenue
(RM Billion)



Profit before tax
(RM Billion)



Net profit
(RM Billion)



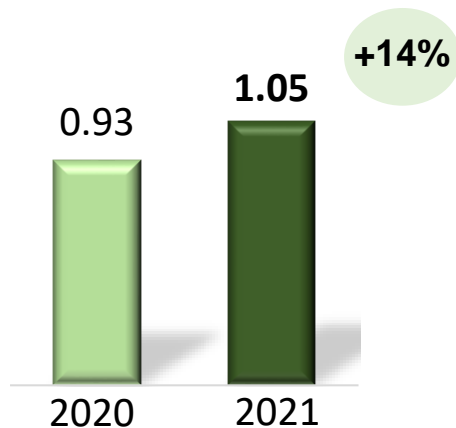
- Revenue increased by 16%, contributed positively by all business segments.
- The increase in Group Profit was due to the higher contribution from our 18.6% associate, Wilmar International Limited.



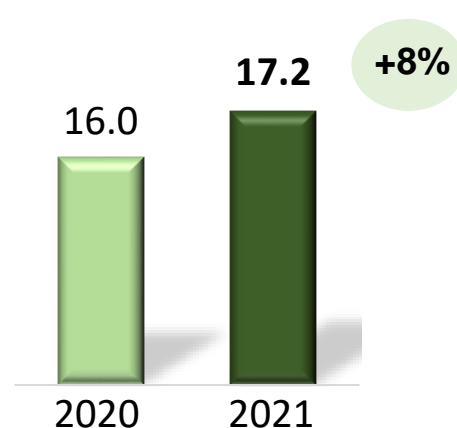
FYE2021 Key Financial Highlights

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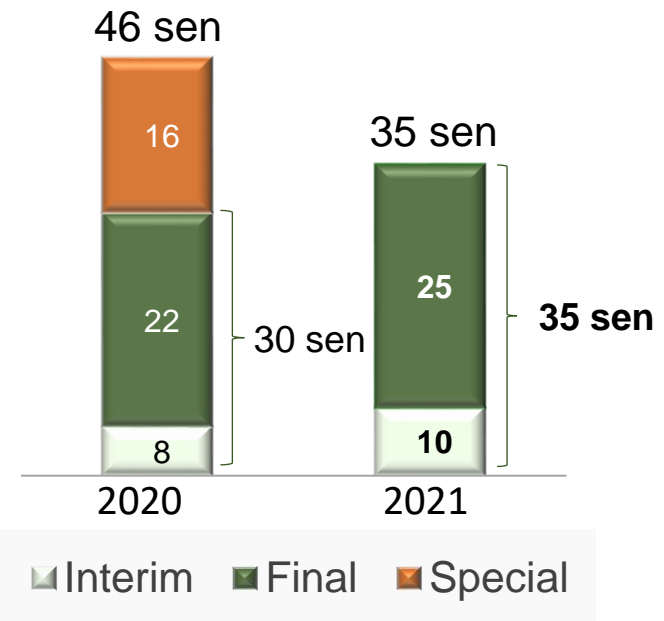
**Earnings per share
(RM)**



**Net assets per share
(RM)**



Dividend Per Share



- A final cash dividend of 25 sen per share is proposed for FY2021.
- The Company declared a one-off special dividend of 16 sen per share for FY2020.
- Normalised total interim and final dividend for FY2021 amounting to 35 sen per share, up 17% from a year ago.



Major Segments at a Glance

Grains and agribusiness

Flour milling and manufacturing of animal feed, wheat & maize trading, production of day-old-chicks, eggs & other related downstream activities

**Flour
milling**

**Animal
feed
milling**

**Livestock
farming**

7,540
mt/day

67,200
mt/ month

3 mil
DOC/
month

21 mil
eggs/
month

Segment revenue (RM'000)

<u>2021</u>	<u>2020</u>	<u>%</u>
3,770,632	3,220,584	+17

Segment profit (RM'000)

<u>2021</u>	<u>2020</u>	<u>%</u>
61,522	271,682	-77

Segment profit declined by 77%:

- higher raw material costs of flour, feed and maize products, with limited price-in mechanism in place.



Major Segments at a Glance (continued)

Consumer products

Marketing and distribution
of
**edible oils & consumer
products,**
production and distribution
of
**frozen food & bakery
products**

**Consumer
Products
Distribution**

Bakery

**Food
Processing**

300,000 sq ft
warehouse
capacity

16,000
loaves/
hour

5,000
MT/year

Segment revenue (RM'000)

<u>2021</u>	<u>2020</u>	<u>%</u>
645,183	628,275	+3

Segment profit (RM'000)

<u>2021</u>	<u>2020</u>	<u>%</u>
6,543	31,548	-79

Segment profit declined by 79%:

- Excluding a one-off gain on step-acquisition of an associate amounting to RM21 million in FY2020, segment performance was weaker as a result of increased products and distribution costs.



Major Segments at a Glance (continued)

Film exhibition and distribution

Exhibition and distribution of movies & content

Film exhibition

400 screens

Film distribution

48 films

Segment revenue (RM'000)

<u>2021</u>	<u>2020</u>	<u>%</u>
116,470	114,255	+2

Segment loss (RM'000)

<u>2021</u>	<u>2020</u>	<u>%</u>
(113,278)	(135,598)	-16

The segment recorded lower losses:

- higher contribution from box office collections in 4Q2021, and
- various cost control measures implemented during the year.



Major Segments at a Glance (continued)

Environmental engineering and utilities

Construction works
specializing in the **water &
environmental industries**
and provision of
**waste management
services**

Track record of water & sewage
projects with contract value > RM3.3
billion

Water
engineering

Solid
waste
mgt

Sewage
treatment

Flood
mitigation

Segment revenue (RM'000)

<u>2021</u>	<u>2020</u>	<u>%</u>
204,843	189,543	+8

Segment profit (RM'000)

<u>2021</u>	<u>2020</u>	<u>%</u>
647	14,382	-96

Performance in FY2021 was affected by:

- a loss on divestment of a 40% associate involved in landfill operations amounting to RM4 million, and
- contribution from the said associate immediately prior to the divestment was a loss of RM526,000 as compared to a profit of RM5.1 million recorded in the the previous financial year.



Major Segments at a Glance (continued)

Property			Segment revenue (RM'000)		
Letting of commercial properties and development of residential & commercial properties			<u>2021</u>	<u>2020</u>	<u>%</u>
			115,030	67,046	+72
			Segment profit (RM'000)		
			<u>2021</u>	<u>2020</u>	<u>%</u>
			14,825	3,940	+276%
			<p>Segment profit increased to RM14.8 million:</p> <ul style="list-style-type: none"> additional sales and progressive profit recognition of the Megah Rise development project. 		
Investment Properties	Property Development	Project Management			
Cheras LeisureMall	Megah Rise	Southern Marina Residences			



Major Segments at a Glance (continued)

Other operations

Comprising mainly -
18.6% equity interest in
**Wilmar International
Limited (“Wilmar”)**,
Asia’s largest integrated
agribusiness group, and
others

Wilmar Revenue

USD 65.8
billion

Wilmar Profit before taxation

USD 2.8 billion

Segment revenue (RM'000)

<u>2021</u>	<u>2020</u>	<u>%</u>
89,617	61,293	+46

Segment profit (RM'000)

<u>2021</u>	<u>2020</u>	<u>%</u>
1,557,580	1,263,906	+23

FYE 2021 Segment profit increased by 23% with contribution from Wilmar increased by 21% to RM1.50 billion.



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Grains and agribusiness



Business Update



- This segment was adversely affected by the spike in raw material costs of flour and feed products and rising distribution costs.
- Gross margin was affected across various sub-segments.
- Completed a new 500-mt/day wheat flour mill in Quang Ninh Province, Vietnam in Q1 2022.



Grains and agribusiness (continued)

Outlook

- We remain cautious on the outlook of the grains and agribusiness segment as this segment will continue to face challenges of rising food commodities prices and disruptions of global supply chain.
- The ongoing conflict in Ukraine is creating more uncertainty and volatility to the commodity market and causing more disruption to the global supply chain. This will adversely impact the margin of this segment given the constraints to price-in the rising costs.
- To mitigate the adverse impact on **grains and agribusiness segment**, we continue to optimize operational efficiencies through our Group's extensive experience in grains procurement, supply chain management and technical competency.



Consumer products

Business Update

New products launched during the year:



Massimo Seeded Multigrain
with Barley



Massimo Peanut Butter
cream roll



Massimo Burrosa
Pound Cake



V-Soy No Sugar Added
Soya Bean Milk

This segment was significantly impacted by higher cost of goods sold due to the increase in commodity prices and logistics costs.



Consumer products (continued)

Outlook

- This segment will continue to deal with higher production costs.
- Focus on expanding market reach through the food services channel and e-commerce platforms; and continue to work with business partners to develop products for the food service sector.
- Will continue to strengthen our brand positioning and launch new products for long-term growth.



Film exhibition and distribution

Business Update



Country	Screens	Locations
Malaysia	400	40
Vietnam	108	18

- This segment was affected by the prolonged cinema closures in 2021. Cinemas were opened for 186 days throughout 2021 as a result of enforcement of strict MCO to contain the Covid-19 pandemic.
- Achieved a strong close in the 4th quarter last year contributed by “Spiderman No Way Home”.
- Completed the acquisition of 18 MBO cinemas assets in September 2021.
- Opened the first Happy Food Co outlet in GSC Southkey, Johor Bahru in December 2021.



Film exhibition and distribution (continued)

Outlook

- With the easing of Covid-19 SOPs and a strong movie line-up in the next 2 quarters, this segment is expected to continue its recovery path in 2022.
- Following the completion of the acquisition of the former MBO cinema assets, the expanded GSC cinema circuit should contribute positively to the performance of the cinema business and support the recovery of this segment.

Environmental engineering and utilities



Business Update



Completed
projects
(Johor &
Sarawak)

RM87
million

New projects
secured
(Sarawak, Johor
& Kedah)

RM212
million

Order book

RM360
million

Tendered
projects

RM400
million



Environmental engineering and utilities (continued)

Outlook

- Continue to focus on replenishing our order book and exploring new project opportunities.

Business Update

Megah Rise Development



- Residential - Target Completion, Q2 2022.
- Retail Mall - Target Opening, Q4 2022.



Property (continued)

Outlook

- The Property segment is set to a gradual recovery and we are on target to complete the development of the Megah Rise project in 2nd quarter of 2022.



Investment and other operations

Outlook

- Wilmar's performance will continue to contribute substantially to the overall profitability of the PPB Group.



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ESG Highlights



Listed on FTSE4
Good Index Series
since 2018.



Upgraded to a 4-star
ESG grading band in
the FTSE Bursa
Malaysia Emas



Conducted an ESG
gap analysis.



Established a 5-year
sustainability
roadmap.



8,110 kg
plastic saved from
plastic packaging
efficient projects



ZERO
Fatalities across the
Group.



Invested > **RM 7 mil**
into the community,
of which RM6 million
related to Covid 19
related initiatives



Invested > **RM 9 mil**
in renewable energy
and energy saving
initiatives.



GSC awarded the
Platinum Putra
Brand award the 5th
consecutive year.



100% of subsidiaries
assessed for Anti
Bribery and
Corruption risk.





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