



PPB GROUP BERHAD

51ST ANNUAL GENERAL MEETING

Presented by :

LIM SOON HUAT

Managing Director

YAP CHOI FOONG

Chief Financial Officer

2019 Key Financial Highlights

Key Business Update

Prospects



2019 Financial Highlights

(In RM'million)	2019	2018	Change
Revenue	4,684	4,528	3.4%
Profit before taxation	1,272	1,168	8.9%
Net profit	1,153	1,075	7.3%
Earnings per share (sen)	81.0	75.6	7.1%
Net dividend per share (sen)	31.0	28.0	10.7%
Net assets per share (RM)	15.1	14.8	2.0%

- Two interim dividends were declared and paid in respect of FY2019

First interim (sen)	8	8	
Second interim (sen)	23	-	
Final (sen)	-	20	
Total (sen)	31	28	11%



Business Segment Financial Highlights

(In RM'million)	Segmental Revenue			Segmental Profit		
	2019	2018	Change	2019	2018	Change
Grains and agribusiness	3,304	3,146	5%	213	182	17%

Grains and agribusiness

- Revenue increased by 5% due mainly to higher flour prices.
- Profit was higher by 17% attributable to higher flour prices, partially offset by higher raw material costs.

(In RM'million)	Segmental Revenue			Segmental Profit		
	2019	2018	Change	2019	2018	Change
Consumer Products	627	640	-2%	0.6	7	-91%

Consumer Products

- Revenue was lower by 2% due mainly to lower sales of in-house products.
- Profit was lower due to weaker performance at the bakery division.



Business Segment Financial Highlights (continued)

(In RM'million)	Segmental Revenue			Segmental Profit		
	2019	2018	Change	2019	2018	Change
Film exhibition and distribution	556	545	2%	67	67	-

Film exhibition and distribution

- Revenue was higher by 2% due mainly to improved F&B sales and screen advertising income.
- Segment profit remained at RM67 million due mainly to higher cinema operating costs.



Business Segment Financial Highlights (continued)

(In RM'million)	Segmental Revenue			Segmental Profit		
	2019	2018	Change	2019	2018	Change
Environmental engineering & utilities	194	204	-5%	11	20	-45%

Environmental engineering and utilities

- Segment profit decreased by 45% due mainly to a one-off impairment of an overseas joint venture.

(In RM'million)	Segmental Revenue			Segmental Profit		
	2019	2018	Change	2019	2018	Change
Property	64	56	14%	13	32	-59%

Property

- Lower profit was mainly attributable to weaker performance of an associated company.

2019 Key Financial Highlights

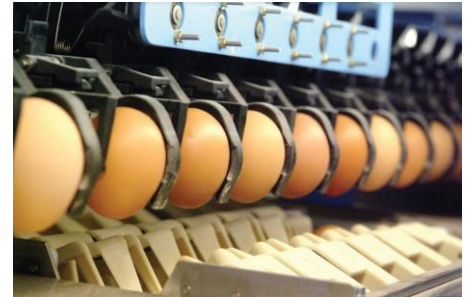
Key Business Update

Prospects



Grains and agribusiness

- Owns 9 flour mills — 5 in Malaysia, 2 in Vietnam and 1 in Thailand and 1 in Indonesia - with a total flour milling capacity of 7,040 mt/day.
- Construction of a 500-mt/day wheat flour mill plant in Vietnam is expected to be completed by Q3 2021.





PPB GROUP BERHAD

Consumer products

- New Products launched: Meadow Fresh UHT Milk, Neptune Lite in 5kg, V-soy Low Sugar Soybean Milk, Kart's Quick Meal To Go (RTE).



- Commenced distribution of ProDental – Band and Zennlab Pharmasen oral care range of products.





Consumer products (continued)

Bakery business - Massimo brand of products

- Continue to enjoy strong demand from consumers. We are committed to ensuring our breads reach our customers through more than 20,000 outlets nationwide.
- Added Kurma Milk Loaf to supplement the existing white, wheat germ, whole wheat, fine wholemeal and Ricco Chcolato loaves.

Construction of a new production facility for halal-certified frozen food in Pulau Indah. Expected to be completed by Q2 2020.





Film exhibition and distribution

- Operates 469 screens in 55 locations across Malaysia and Vietnam.
- Opened 2 new cinemas in 2019:
GSC Eko Cheras (8 halls with 1,161 seats) GSC Southkey Johor Bahru (18 halls with 1,650 seats)
- Introduced Aurum Theatre in Southkey Johor Bahru and Mid Valley Garden Mall. New concept cinemas which provide extra comfort and luxury experience.
- Galaxy Studio JSC, Vietnam opened 3 new cinemas in 2019.





Environmental engineering and utilities

- Completed 2 water projects and 10 sewage network pump stations with a total contract value of RM272 million.
- Secured 3 water projects and 1 infrastructure project with a total contract value of RM544 million.
- Order book stood at RM573 million as at 31 March 2020.





Property

- Construction work of Megah Rise has progressed up to Level 10 of the tower block. Expected to be completed by end 2021.
- Completed Phase one of Southern Marina Residences and handed over to purchasers.





2019 Key Financial Highlights

Key Business Update

Prospects



Prospects

Grains & agribusiness segment

- In the production of essential food products.
- On-going commodity and foreign exchange market volatility may affect production costs and margins.
- Will remain vigilant and react swiftly to changing consumer demand and operating landscape.

Consumer products segment

- Facing consumer demand and supply challenges, particularly evolving changes in consumer buying preferences and behaviors.
- Will remain agile and adaptive whilst maximizing its extensive delivery footprint.
- In Apr 2020, launched Massimo Primo Sandwich Roll (Bun Sandwic) – economic plain bun.
- Will be launching more new products that will target wider base of consumers.



Prospects (continued)

Film exhibition and distribution segment

- Expected to be significantly impacted by the prolonged MCO and disruptions from the Covid-19 pandemic.
- Most blockbuster movies have been postponed to the later part of 2020 and 2021.
- Various cost-reduction and stringent cashflow management measures have been put in place.
- New promotions and initiatives are planned to bring customers back to the cinemas for the 2nd half of 2020.

Environmental engineering and utilities segment

- Will continue to focus on replenishing the order book and exploring new project opportunities.
- We will continue to focus on replenishing the order book and exploring new project opportunities in the water, flood mitigation and infrastructure industries.



Prospects (continued)

Property segment

- Expected to be challenging, both in investment properties and property development.
- Various measures are being put in place to address the reduced footfall in our malls as well as slower sales of properties.



Group Prospects

Whilst the *Film exhibition and distribution* and *Property* segment will be impacted by the Covid-19 pandemic, the Group's other main business segments are expected to perform satisfactorily. Wilmar's performance will continue to contribute substantially to the overall profitability of the Group.

Thank You