

COMMITTED TO A SUSTAINABLE FUTURE

ANNUAL
REPORT 2016



PUNCAK NIAGA HOLDINGS BERHAD
(910082-M)



PUNCAK NIAGA HOLDINGS BERHAD

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20th Annual General Meeting

Corporate Presentation

23 May 2017



PUNCAK NIAGA HOLDINGS BERHAD

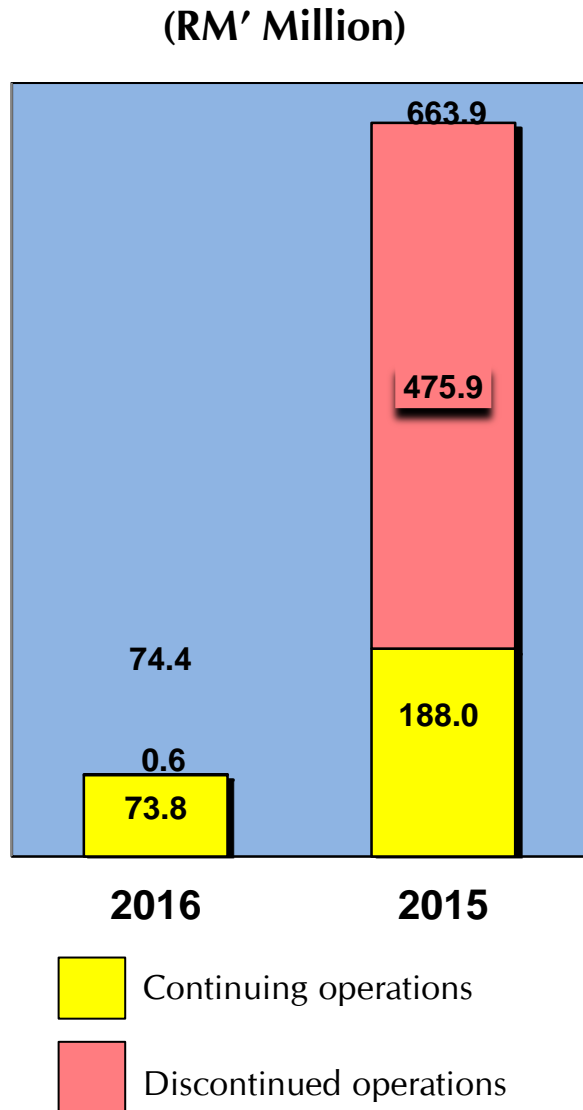


PUNCAK NIAGA HOLDINGS BERHAD

FINANCIAL HIGHLIGHTS

Revenue

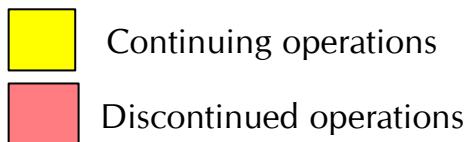
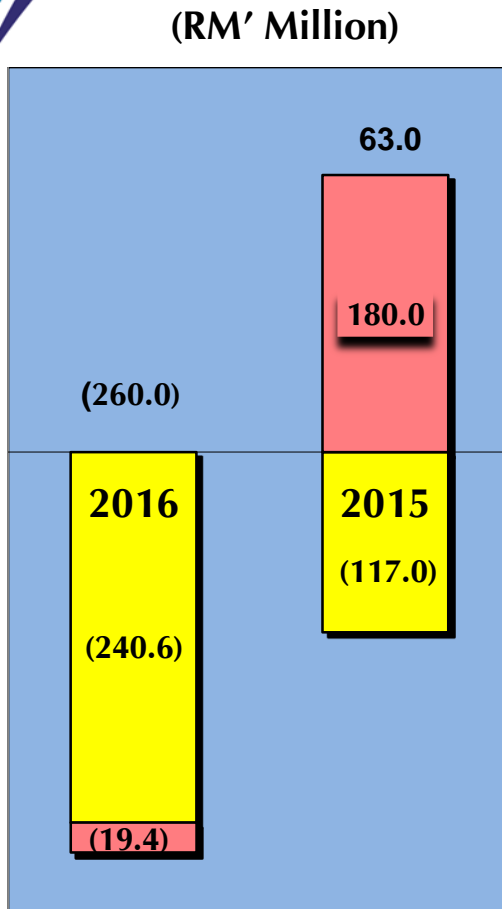
The Group reported Revenue of RM74.4 million in 2016 as compared to RM663.9 million in 2015 due to:-



- *No Revenue from Water Treatment segment subsequent to the disposal of PNSB on 15 October 2015. Currently, the water treatment plant at Beaufort contributes an average of RM15 million Revenue per year.*
- *Lower Revenue from Construction segment.*
- *No Revenue from Oil & Gas segment following downturn of the Oil & Gas industry.*

Net Profit/(Loss)

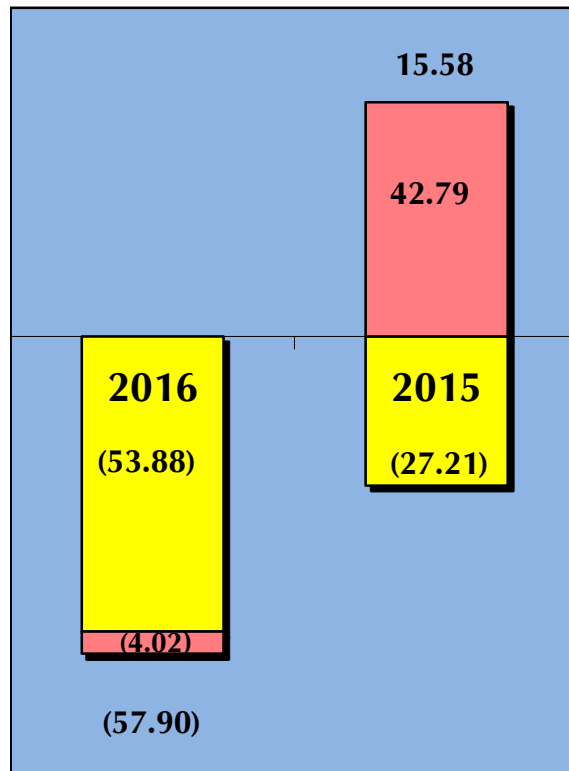
The Group reported Net Loss of RM 260.0 million in 2016 as compared to Net Profit of RM 63.0 million in 2015 mainly due to:-



- *Substantially reduced profit contribution from Water Treatment segment.*
- *Recognition of expected contract loss of RM94.1 million on Project D44 under Construction segment, as a result of cost increase arising from termination of previous sub-contractor.*
- *Impairment loss of RM41.6 million on DLB 264 Vessel under Oil & Gas segment.*
- *Reversal of deferred tax assets of RM21.4 million for GOM Resources under Oil & Gas segment.*
- *Impairment loss of RM18.8 million on service concession assets of the two China Projects, Luwei and Binzhou.*

Earnings/(Loss) per Share

(sen)

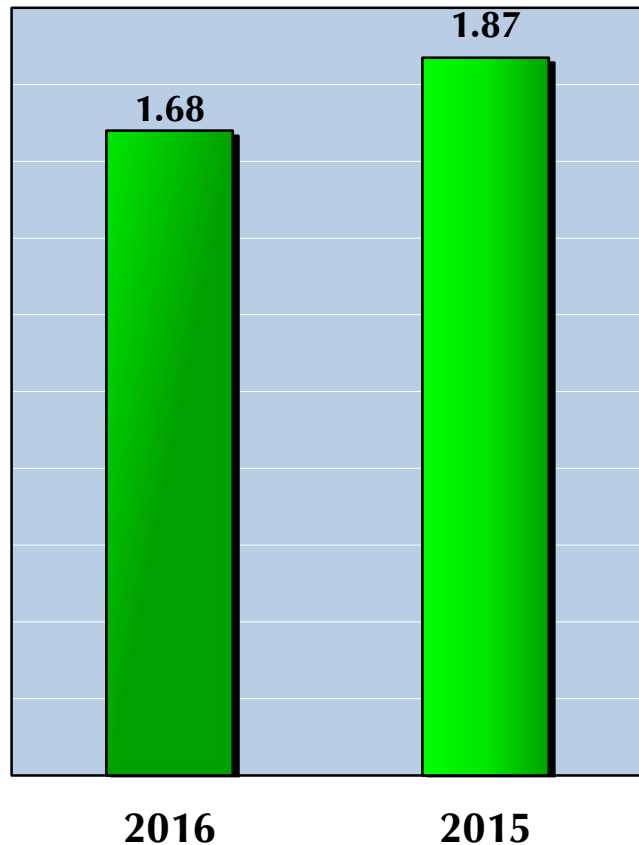


Consequently, Group Earnings per share reduced from 15.5 sen per share in 2015 to Group Loss per share of 57.9 sen per share in 2016.

- Continuing operations
- Discontinued operations

Total Assets

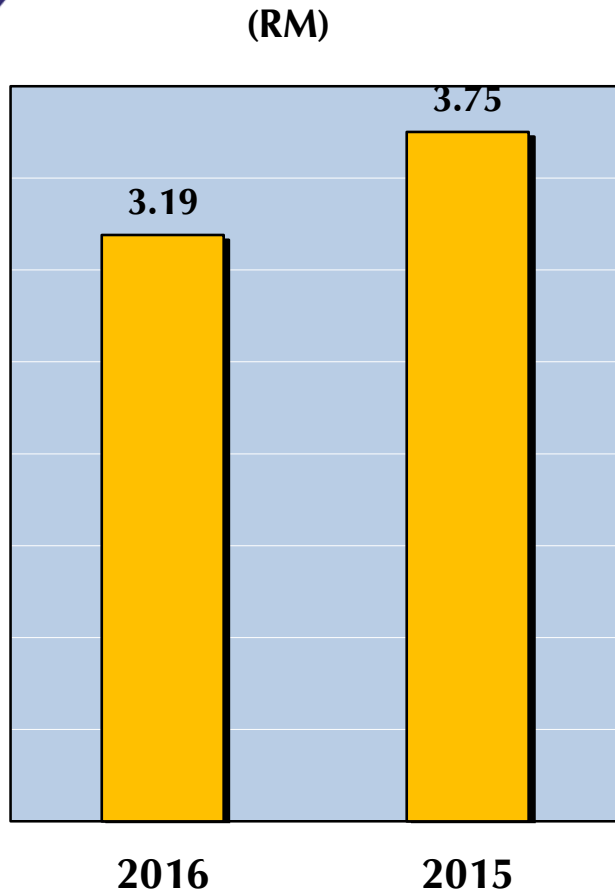
(RM' Billion)



- Group Total Assets reduced from RM 1.87 billion in 2015 to RM 1.68 billion in 2016.
- Total Assets at YE 31/12/2016 mainly included the following:

- *Short Term Investment in Shariah compliance funds of RM835 million*
- *Investment Properties of RM210.6 million*
- *Property, Plant and Equipment of RM161.9 million*
- *Cash and Cash Equivalents of RM266.9 million*

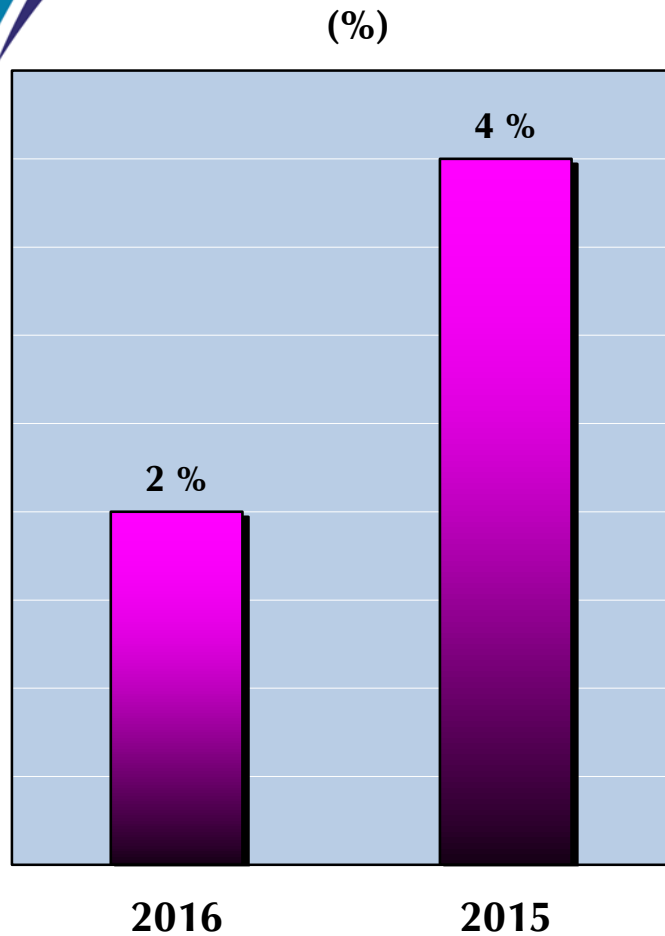
Net Assets per Share



Group Net Assets per share or Shareholders' Equity reduced from RM3.75 per share in 2015 to RM3.19 per share in 2016.

- *Reduction in Shareholders' Equity due to losses during the year.*

Gearing Ratio



Group Gearing Ratio reduced further from 4% in 2015 to 2% in 2016.

- *Total Borrowings of the Group reduced from RM71 million in 2015 to RM36 million in 2016.*

Contribution By Segment

	Continuing				Discontinued
	Construction RM' Mil	Oil & Gas RM' Mil	Others * RM' Mil	Total RM' Mil	Water Treatment ** RM' Mil
<u>Revenue</u>					
2016	58.0	-	15.8	73.8	0.6
2015	125.0	62.1	0.9	188.0	475.9
<u>Segment Results #</u>					
2016	(151.4)	(66.6)	6.6	(211.4)	(19.3)
2015	(8.4)	(126.7)	24.1	(111.0)	348.0

* *Others - Water (Beaufort WTP & China Project) and Holding Company activities*

** *Discontinued operation – Water Treatment facilities in Malaysia and Luwei, China*

Segment results = Earnings/(Loss) before Interest and Tax



THANK YOU