

KUMPULAN **POWER**NET BERHAD



22ND ANNUAL GENERAL MEETING

TPC KUALA LUMPUR
28 NOVEMBER 2019

PRESENTER:

*ENCIK MUSTAKIM BIN MAT NUN
MANAGING DIRECTOR OF KUMPULAN POWERNET BERHAD*

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AGENDA



1 Snapshot FYE 2019

5 Stock Performance

2 Board Member Composition

6 Business Segment

3 Key Management Team

7 Outlook

4 Financial Performance



SNAPSHOT FYE 2019



PROPERTY DEVELOPMENT

Kpower's property development division **sold all the units** of the KPower's commercial development in Sentul, Kuala Lumpur.



NEW MAJOR SHAREHOLDERS

Dato' Dr. Ir. Mohd Abdul Karim Abdullah and Grand Deal Vision Sdn Bhd **acquired majority stake in KPower** in June 2019.



NEW MANAGEMENT TEAM

KPower is led by a team of dynamic professionals with a wealth of experience in project management and construction activities related to **energy & utilities and infrastructure projects**.



NEW BUSINESS VENTURES

KPower intends to generate more revenue streams by **venturing into new growth areas** such as energy & utilities, infrastructure & logistics.

BOARD MEMBER COMPOSITION



BOARD MEMBER



Dato' Haji Roshidi Bin Haji Hashim*
Independent Non-Executive Chairman



Dato' Dr. Ir. Mohd Abdul Karim Bin Abdullah
Non-Independent Non-Executive Deputy Chairman



Mustakim Bin Mat Nun
Managing Director



Fong Wai @ Foong Kai Ming*
Executive Director



Dato' Arivalagan A/L Arujunan
Executive Director



Kok Pauline
Independent Non-Executive Director



Tan Yee Hou
Independent Non-Executive Director

BOARD COMPOSITION

NON-INDEPENDENT NON-EXECUTIVE DIRECTOR 1

MANAGING DIRECTOR 1

TOTAL OF 7 BOARD MEMBERS

EXECUTIVE DIRECTORS 2

INDEPENDENT NON-EXECUTIVE DIRECTORS 3

Note: * Will not seek for re-election

KEY MANAGEMENT TEAM



KPower is led by a team of dynamic professionals with a wealth of experience in **project management and implementation, construction and investment activities especially in utilities and renewable energy.**



Mustakim Mat Nun
Managing Director

Amirul Afif Abd Aziz
Group Financial Officer



Muhammad Syukri Sulaiman
SVP, Head of Corporate Finance and Investors Relations

Zainal Azwadi Zainal Abidin
SVP, Supply Chain Management



Khairulaklam Omar
SVP, Head of Project Development

Kamalulariffin Ahmad
VP, Head of Project Implementation



Syaril Ahmad Tajuddin
VP, Head of Finance and Acting Head of Risk & Compliance

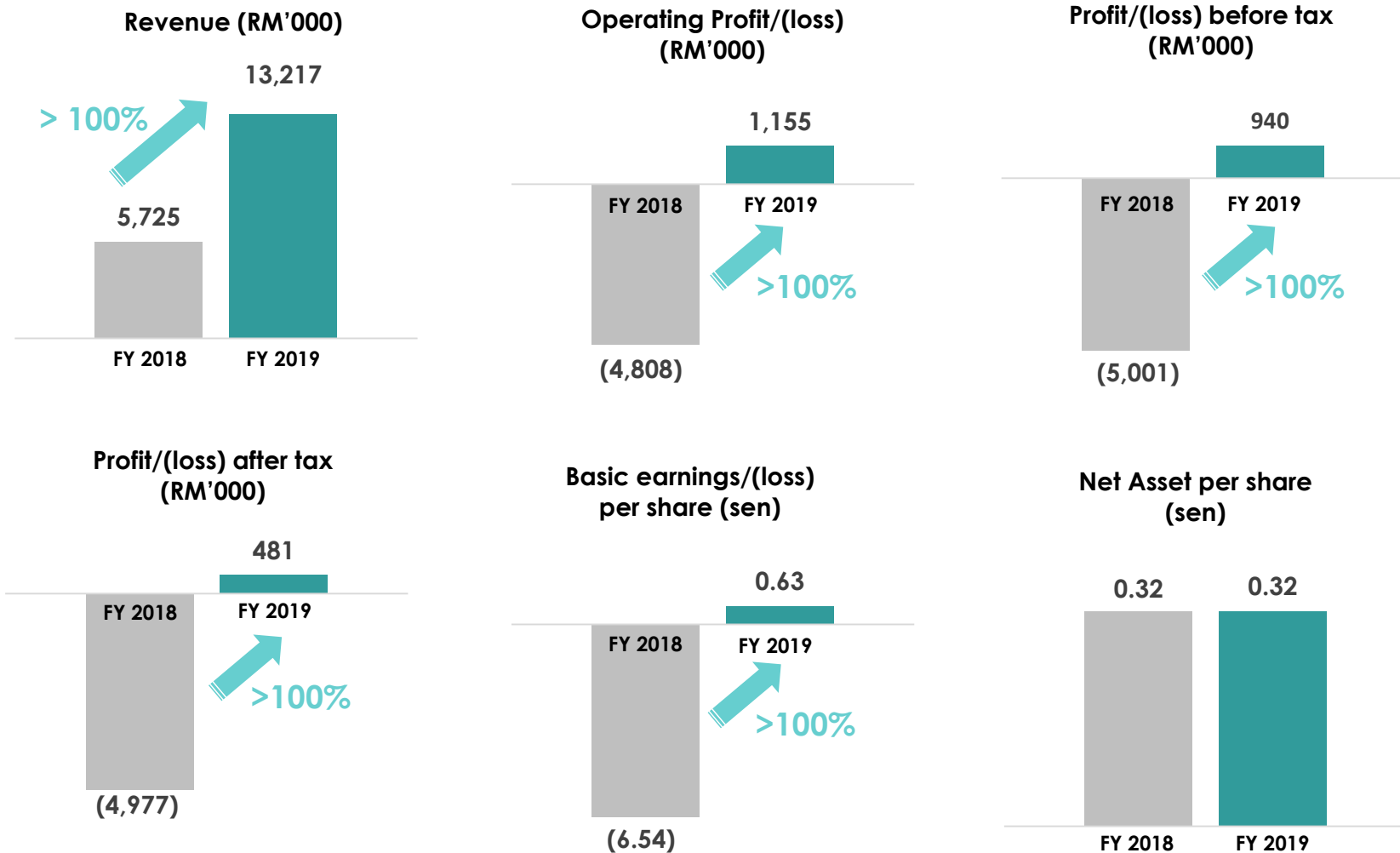
Lilik Harianti Saijan
Senior Manager, Corporate Resources & Administration



FINANCIAL PERFORMANCE

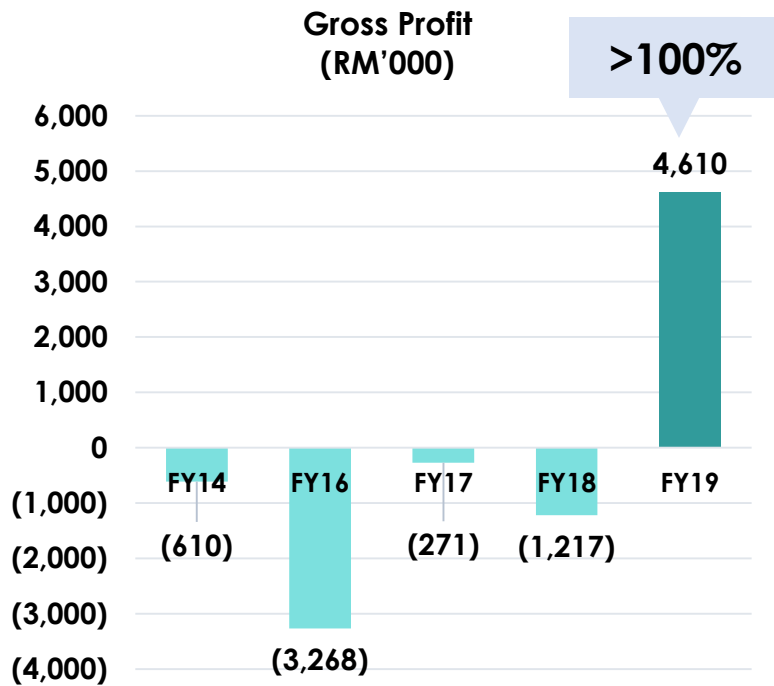


Financial performance comparison of KPower as at FY2019 and FY2018 depicted as follows:

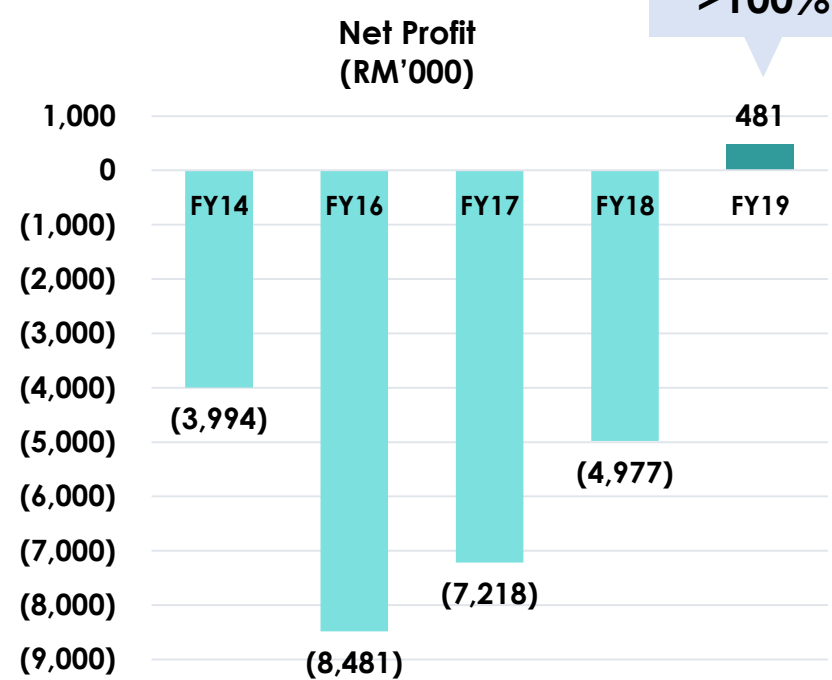


GROSS PROFIT & NET PROFIT TRENDS

KPower has recorded a net profit in FY2019, after 5 years of consecutive losses



**Gross Profit margin in FY19:
34.9%**



**Net Profit margin in FY19:
3.6%**

Note: Financial year end changed from 31 Dec to 20 June in 2015

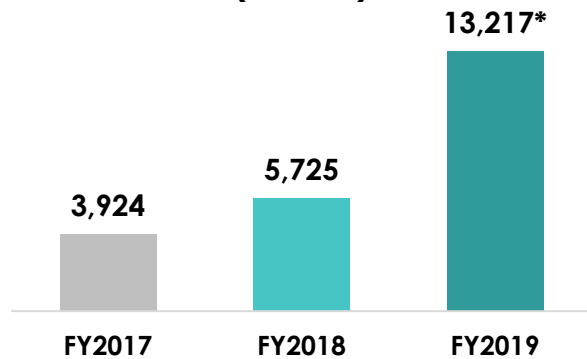
REVENUE STREAM AND BREAKDOWN



Revenue stream of the Company as follows:

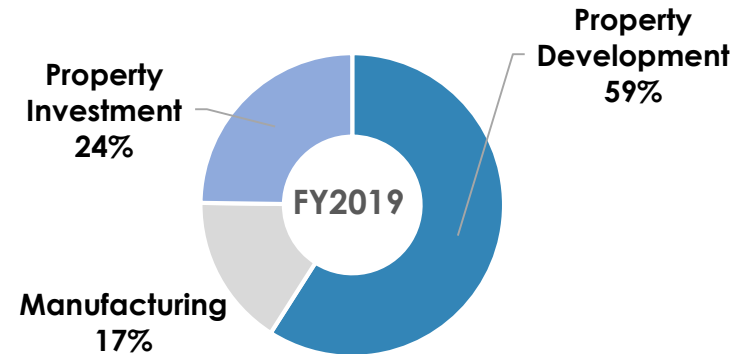


Total Revenue (RM'000)



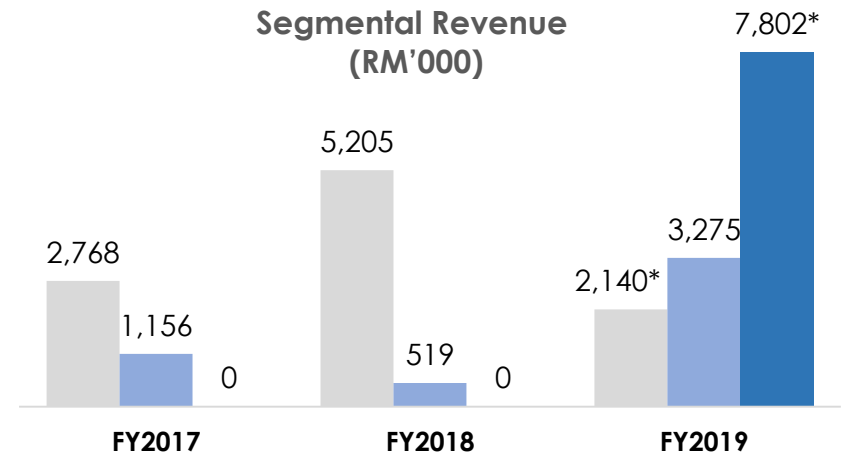
KPower recorded a total revenue of RM13.2 million in FY2019, representing **an increase of 130.9%** compared to FY2018.

Note: *After inter-company elimination



For FY2019, property development **contributed 59%** to the Company's total revenue, followed by property investment and manufacturing.

Segmental Revenue (RM'000)



■ Property Development ■ Property Investment ■ Manufacturing

QUARTERLY RESULT – Q1 FY2020



For Q1 FY 2020, the revenue of the Company was generated from the following segments:



Manufacturing



Property Investment



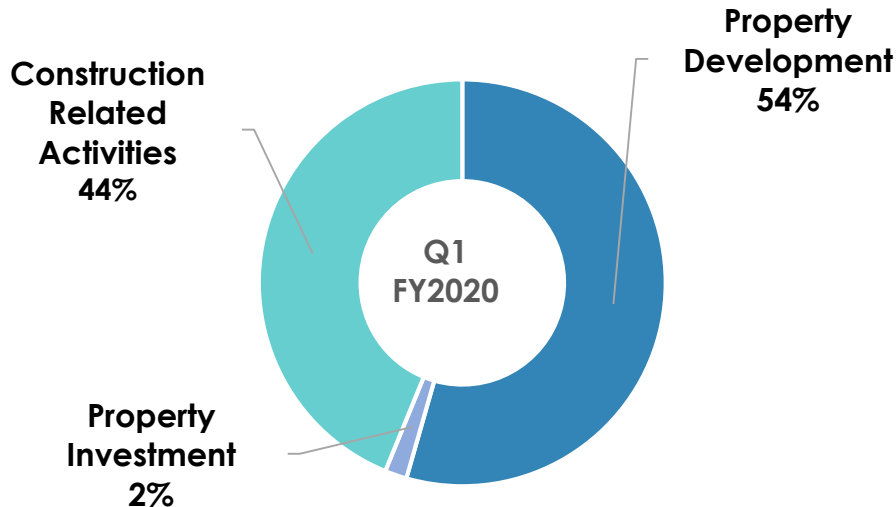
Property Development



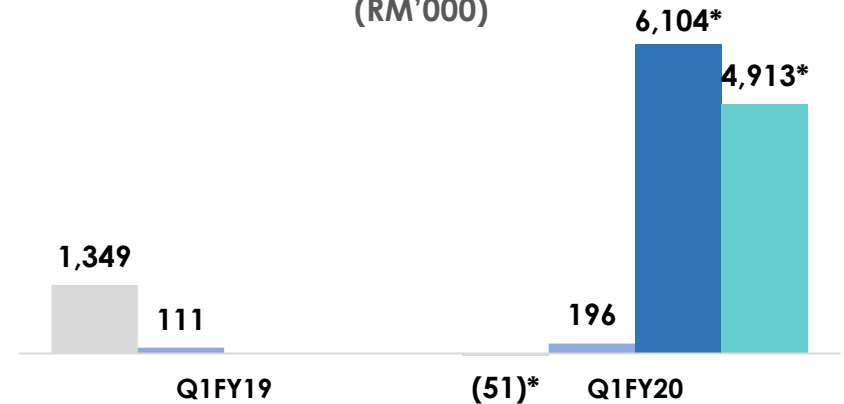
Construction related activities

Construction related activities is **a new revenue generating segment** for the Company

The Company will seek its **shareholders' approval for the diversification of the principal activities of KPower** and its subsidiaries



Segmental Revenue (RM'000)



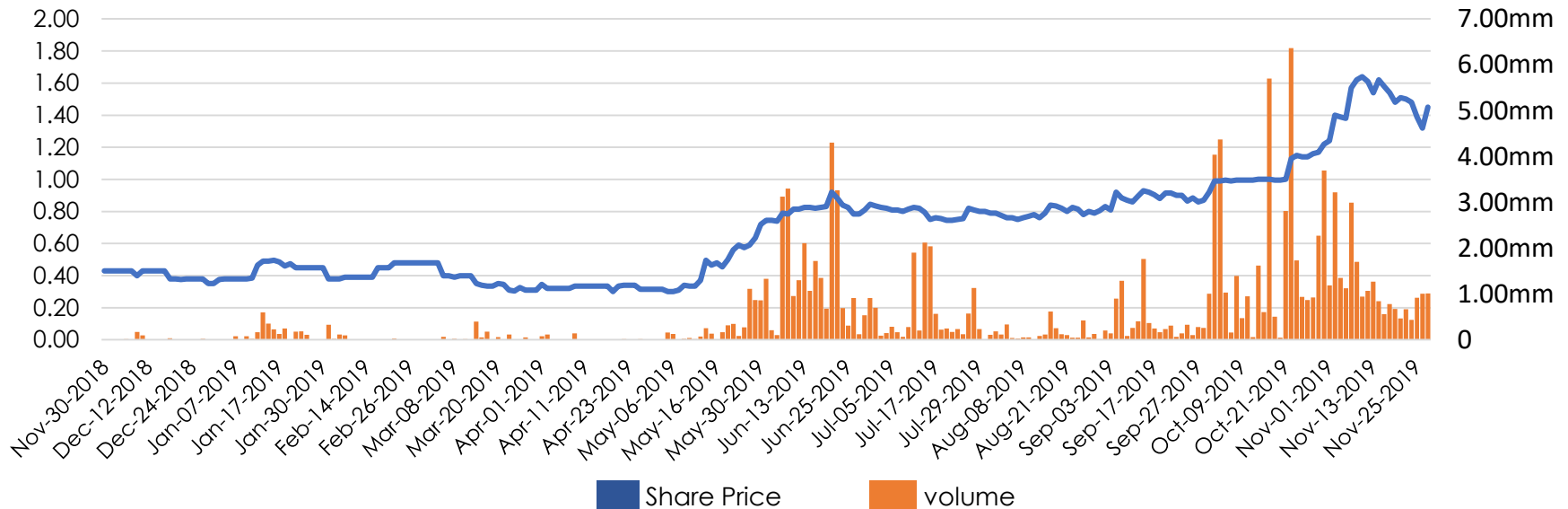
■ Construction related activities ■ Property Development
■ Property Investment ■ Manufacturing

Note: *After inter-company elimination

STOCK PERFORMANCE (as at 27 Nov 2019)



1-YEAR SHARE PRICE AND VOLUME MOVEMENT



Stock Name/Code	: KPOWER / Code: 7130
Market	: Main Market
Sector	: Consumer Products & Services
Share Capital	: 76.15 million
Market Capital	: RM 100.5 million
52-week high/low	: RM1.70 / RM0.30
Share Price	: 1.45

BUSINESS SEGMENT



Existing Business Segments



PROPERTY DEVELOPMENT

Commercial Building | Sentul, KL
43,560 sf | Completion status:
40%* | Completion in 2020

*As at 30 September 2019



PROPERTY INVESTMENT

Student Accommodation |
Liverpool, UK | 1,450 sqm
Occupancy rate: 70%



TEXTILE MANUFACTURING

Produces knitted, dyed and
finished fabrics for global
market



Moving forward, KPower plans to expand itself into provision of project management and construction related activities in energy & utilities, infrastructure & logistics with a focus in the niche area of green technology and renewable energy.

OUTLOOK


Diversification Plan




TRANSITION

With new management in place, the Company intends to reposition itself by expanding into new sectors to generate sustainable revenue streams, in addition to its existing businesses.

1. ENERGY

 Green and renewable energy related to hydropower, solar, waste to energy and biomass

2. UTILITIES


 Infrastructure projects related to water and sewage related activities



3. INFRASTRUCTURE

 Sustainable and green infrastructure development

4. LOGISTICS

 To provide logistic solutions to complement various activities within the network of shareholders

THANK YOU



For more information:

<https://powernetgroup.com.my/>
http://www.bursamalaysia.com/market/listed-companies/list-of-companies/plc-profile.html?stock_code=7130
