



PRESS RELEASE
28 February 2022

For Immediate Release

TRC on firm footing in 2022

- *Core net profit for financial year ended 31 December 2021 (FY2021) at RM22.3 million on revenue of RM762.8 million*
- *Unbilled construction orderbook of RM1.1 billion and property development unbilled sales of RM220.0 million; providing earnings visibility until 2024*

Selangor, Malaysia, 28 February 2022 - TRC Synergy Berhad (TRC; the Group; Bloomberg: TRC:MK), a leading construction, civil engineering, and property development group, ended FY2021 on a positive note on the back of its resilient business model, despite issues plaguing the industry, such as escalating costs of building materials, higher compliance expenses, and workers shortage.

Against this backdrop, TRC is cautiously optimistic for 2022, with the improved prospects to be supported by increasing economic activities as the country transitions from Covid-19 pandemic towards endemic phase.

“Similar to past years, TRC has upheld its resilience in revenue, profitability, balance sheet and cashflow in FY2021 despite overwhelming challenges of the Covid-19 pandemic. This highlights not only our expertise in project implementation and prudent cost management, but also our sturdy business approach in delivering sustainable long-term performance to our shareholders.

Our construction and property development segments have RM1.1 billion unbilled orderbook and RM220.0 million unbilled property sales respectively, to be recognized until 2024. Our on-going projects comprise a mix of major infrastructure works for MRT2, LRT3, Pan Borneo Highway, buildings construction, and property developments in affordable to medium priced categories, which stand us in good stead.”

Tan Sri Dato’ Sri Sufri bin Hj Mohd Zin
Group Managing Director, TRC Synergy Berhad

The Group's revenue for FY2021 rose 1.2% to RM762.8 from RM753.9 million previously, whilst the group's core net profit stood at RM22.3 million in FY2021, 6.6% lower compared to RM23.9 million in FY2020, on adjusted basis.

As for the fourth quarter ended 31 December 2021 (4Q21), group revenue reduced 16.1% to RM240.7 million from RM286.9 million in 4Q20, with corresponding decline in core net profit to RM6.1 million from RM9.5 million in 4Q20, mainly attributed to high base effect in preceding year corresponding period.

On unadjusted basis, the Group's FY2021 net profit was 22.5% lower at RM21.1 million compared to RM27.3 million previously, while 4Q21 net profit reduced 42.5% to RM6.2 million from RM10.8 million in 4Q20. The lower net profit was due to absence/lower amount of unrealised foreign exchange gain, zero impairment loss on investment in associate and lower allowance for expected credit loss in current financial year.

Financial summary (unaudited consolidated results)									
RM' mil	3 Months 4Q21 Ended 31.12.2021		3 Months 4Q20 Ended 31.12.2020		12 Months 12M21 Ended 31.12.2021		12 Months 12M20 Ended 31.12.2020		
	Reported	Core*	Reported	Core*	Reported	Core*	Reported	Core*	
Revenue	240.7		286.9		762.8		753.9		
Net Profit attributable to Owners of the Parent	6.2	6.1	10.8	9.5	21.1	22.3	27.3	23.9	
Basic EPS (Sen)	1.31	1.28	2.28	2.02	4.48	4.73	5.76	5.04	

***Note:**

Core figures were derived after:

- (1) adjustment(s) made for unrealised gain / loss arising from FOREX movement. It was related to advances given to our foreign subsidiaries within the Group, and these monetary items denominated in foreign currency were retranslated at foreign exchange rates ruling at the reporting date. Any change in foreign exchange rates between the current and the previous reporting date will result in unrealised forex gain/loss; and
- (2) Adjustment made for allowance for expected credit loss (if any); and
- (3) Adjustment made for impairment of investment in associates (if any).

About TRC Synergy Berhad (<https://www.trc.com.my/>)

Established in 1984, TRC Synergy Berhad has close to four decades of experience in civil engineering, construction and property development in Malaysia, and with investments in Australia.

The Group has proven track record of timely execution capabilities and technical expertise in the construction industry, and has completed more than RM10.0 billion worth of projects including airports, universities, high rise buildings, roads, railways, amongst others.

Prominent projects completed include construction works for Kelana Jaya LRT Line Extension, Sungai Buloh MRT Maintenance Depot, upgrading of Labuan Airport and Kuala Terengganu Airport, modernization of Brunei International Airport, Royal Malaysian Navy's submarine base in Sepang Bay Sabah, and Parcel B of KL Eco City integrated development.

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