

FY2021 Financial Results

(1 January 2021 – 31 December 2021)



Annual Performance: Key Highlights

28 February 2022

Financial Results: YoY Financial Performance

(\$'000)	FY 2021	FY 2020
<u>Continuing Operations</u>		
Revenue	189,644	192,797
Gross Profit	24,531	24,304
Profit (Loss) before income tax	5,301	(14,525)
Profit (Loss) for the year from continuing operations	5,072	(14,380)
Profit for the year from discontinued operations	52	116
Profit (Loss) for the year	5,124	(14,264)
Profit for the year (excluding impairments)	4,075	3,802

Financial Results: Half Yearly Financial Performance

(\$'000)	1H – 2021	1H – 2020	2H – 2021	2H – 2020
<u>Continuing Operations</u>				
Revenue	95,997	86,348	93,647	106,449
Gross Profit	11,553	11,412	12,978	12,892
Profit (Loss) before income tax	2,240	491	3,061	(15,016)
Profit for the period from continuing operations	2,236	508	2,836	(14,888)

Financial Results: Half Yearly Financial Performance (cont'd)

(\$'000)	1H – 2021	1H – 2020	2H – 2021	2H – 2020
Profit (Loss) for the period from continuing operations (cont'd)	2,236	508	2,836	(14,888)
Profit (Loss) for the period from discontinued operations	37	(16)	15	132
Profit (Loss) for the period	2,273	492	2,851	(14,756)
Profit for the period (excluding impairments)	2,273	492	1,802	3,310

Financial Results: YoY Segmental Breakdown of Revenue (Continuing Operations)

(\$'000)	FY 2021	FY 2020
DMS	161,262	164,252
AMS	16,951	17,333
DPAS	3,169	3,297
INVESTMENT	8,262	7,915
Total	189,644	192,797

Financial Results: Half Yearly Segmental Breakdown of Revenue (Continuing Operations)

(\$'000)	1H– 2021	1H– 2020	2H – 2021	2H – 2020
DMS	81,690	72,582	79,572	91,670
AMS	8,795	8,443	8,156	8,890
DPAS	1,310	1,325	1,859	1,972
INVESTMENT	4,202	3,998	4,060	3,917
Total	95,997	86,348	93,647	106,449

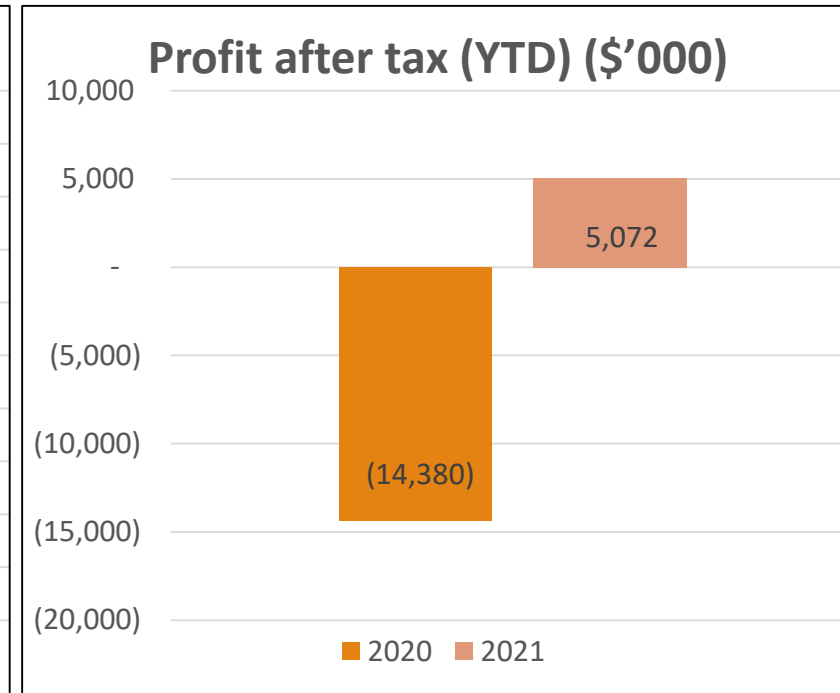
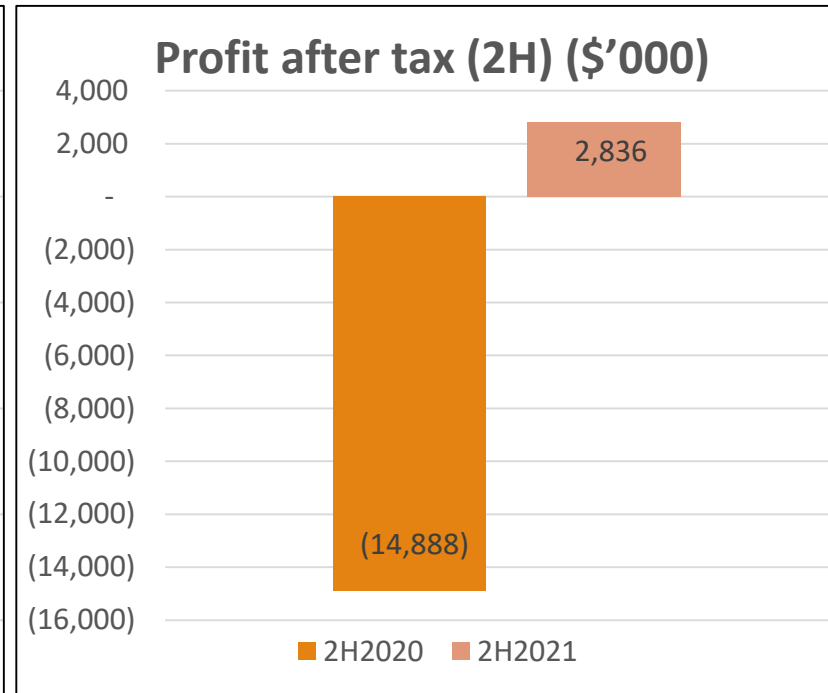
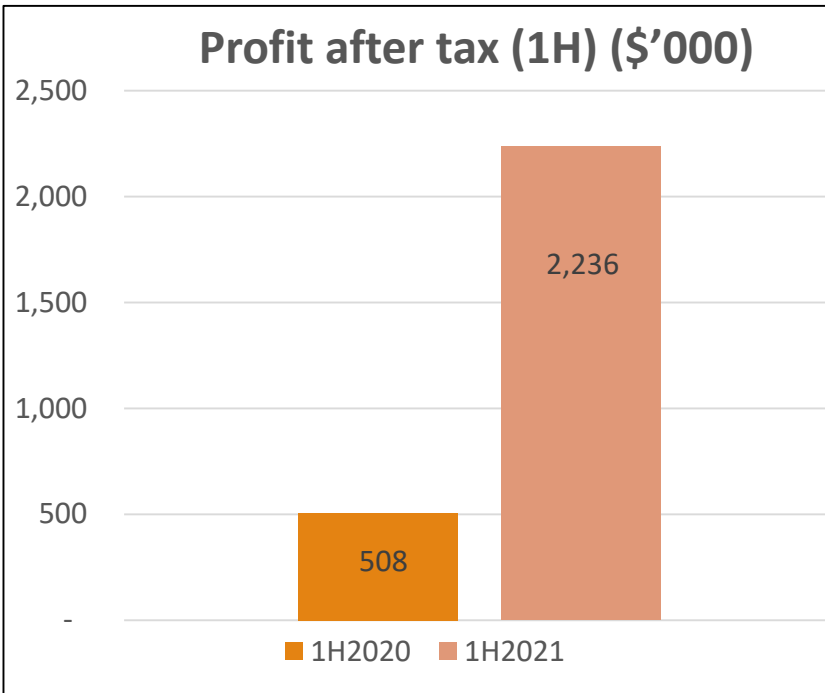
Financial Results: YoY Segmental Breakdown of Gross Profits (Continuing Operations)

(\$'000)	FY 2021	FY 2020
DMS	11,074	11,053
AMS	4,356	4,690
DPAS	839	646
INVESTMENT	8,262	7,915
Total	24,531	24,304

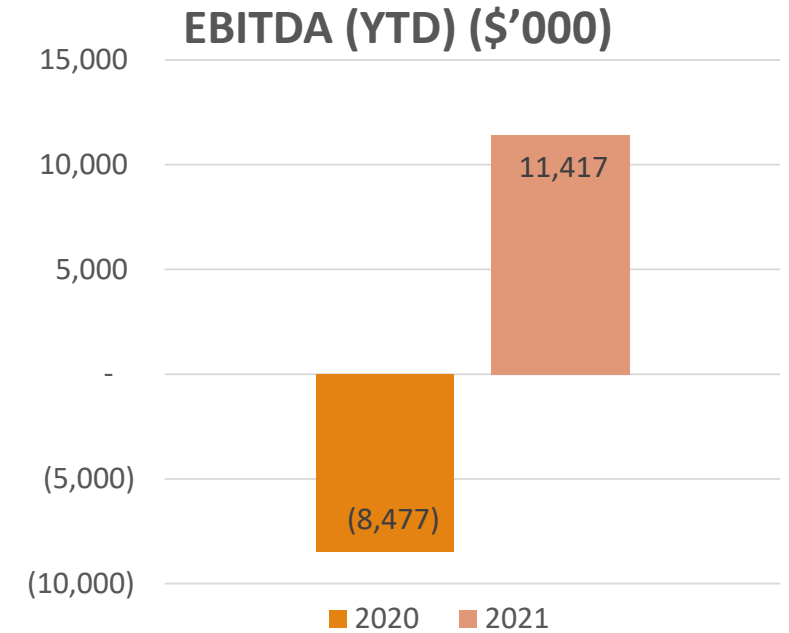
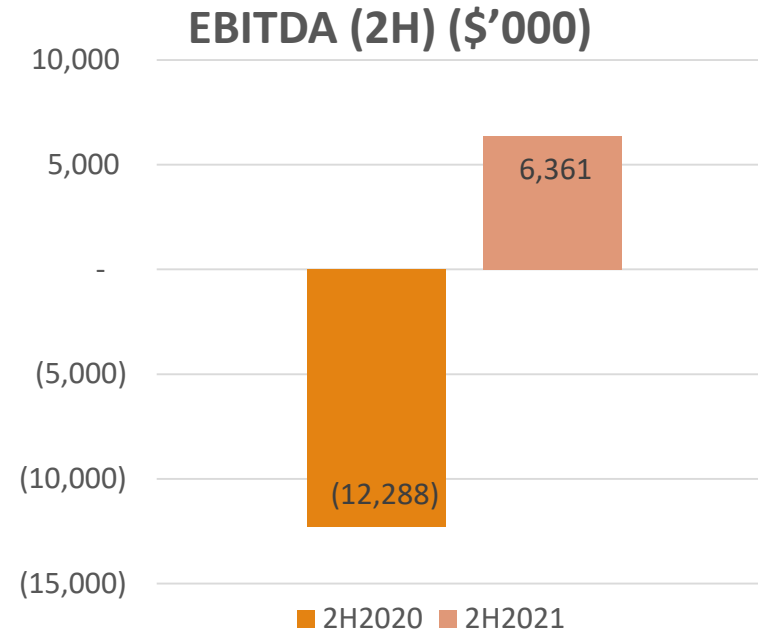
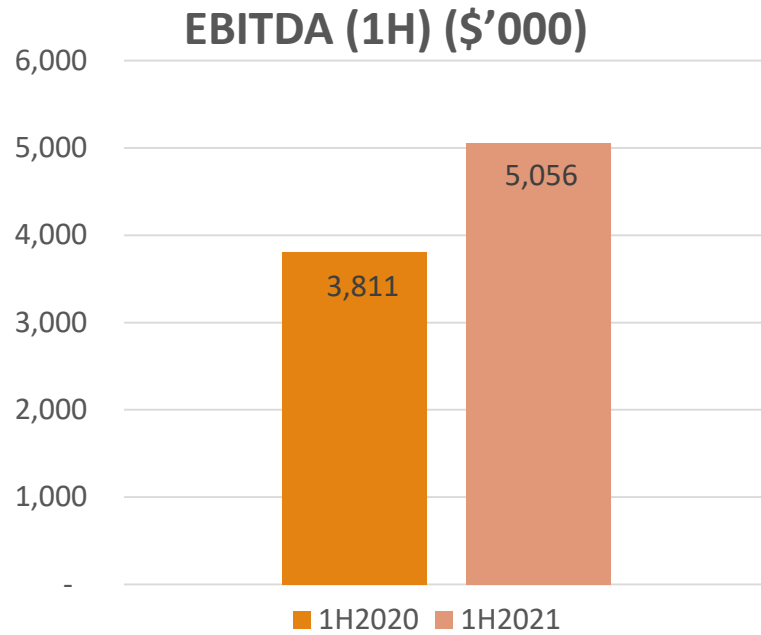
Financial Results: Half Yearly Segmental Breakdown of Gross Profits (Continuing Operations)

(\$'000)	1H – 2021	1H – 2020	2H – 2021	2H – 2020
DMS	4,905	5,008	6,169	6,045
AMS	2,229	2,254	2,127	2,436
DPAS	217	152	622	494
INVESTMENT	4,202	3,998	4,060	3,917
Total	11,553	11,412	12,978	12,892

2021 Financial Highlights: Profit after Tax (Continuing Operations)



2021 Financial Highlights: EBITDA



Financial Results: Exceptional impairments

(\$'000)	FY 2021	FY 2020
<u>Continuing Operations</u>		
Profit (Loss) for the year	5,072	(14,380)
<u>Exceptional impact:</u>		
Impairment of right-of-use assets and PPE	232	364
(Reversal of) Impairment of investment in debt securities	(1,420)	17,166
Loss allowance for trade receivables	1,073	536
Fair value gain on equity security	(658)	-
Fair value gain on convertible loan	(510)	-
Fair value loss on derivative asset	234	-
Total	(1,049)	18,066
Profit for the year (excluding exceptional impact)	4,023	3,686

Investments: Performance Overview

(\$'000)	FY 2019	FY 2020	FY 2021
Investment performance (inclusive of dividends from equity investment and accrued interest income from bond investment)	3,664	(2,706)	23,460

(\$'000)	1H-2021	2H-2021	Total
Investment performance (inclusive of dividends from equity investment and accrued interest income from bond investment)	20,366	3,094	23,460

Investments: Performance Overview (cont'd)

(\$'000)	1H-2021	2H-2021	Total
Equity Investment			
Addition (Purchase cost)	11,530	6,998	18,528
Disposal (Net sales proceeds)	(19,494)	(31,768)	(51,262)

(\$'000)	1H-2021	2H-2021	Total
Bond investment			
Addition (Purchase cost)	-	26,739	26,739
Disposal (Net sales proceeds)	(1,275)	-	(1,275)
Redemption (Nominal amount)	(2,750)	(2,028)	(4,778)

Investments: Performance Overview (cont'd)

Portfolio % (Based on investment cost)	31 December 2021	31 December 2020
Equity	60%	90%
Bonds	40%	10%
Total	100%	100%

Investments in Equity Securities

As at 31 December 2021, the Group invested in investment securities of companies which are broadly categorised within the following business sectors:

Business Sectors	%
Real estate	55.6%
Agriculture	22.2%
Infrastructure	15.1%
Leisure and hospitality	6.4%
Education	0.3%
Diversified financials	0.2%
Offshore, Marine & Energy	0.2%
TOTAL	100.0%

Below is the key information of the investment securities as at 31 December 2021 :

By Market Capitalization	%
\$1 billion and above	83.4%
\$500 million to \$1 billion	0.0%
\$200 million to \$500 million	16.4%
\$200 million and below	0.2%
TOTAL	100.0%

Weighted portfolio Information (based on simple weighted average calculation)	
Market Capitalisation	\$2.33 billion
Dividend Yield	3.89%
5-year Beta	0.977
P/B	0.50x
EV/EBITDA	12.31x
Debt/EBITDA	6.81x

(Data derived from SGX "Stock Screener" or Yahoo Finance as at 31 December 2021)

By Exchange (based on market value)	%
SGX	97.0%
HKEX	2.7%
ASX	0.3%
TOTAL	100.0%

By Currencies (based on market value)	%
SGD	81.1%
USD	15.9%
HKD	2.7%
HKD	0.3%
TOTAL	100.0%

Investments in Debt Securities

As at 31 December 2021, the Group invested in bonds and the issuers of the debt securities are of companies broadly categorised within the following business sectors (excluding Tsinghua and defaulted bonds):

Business Sectors (based on purchase consideration)	%
Real estate	100.0%
TOTAL	100.0%

Below is the key information of the bonds as at 31 December 2021 (exclude Tsinghua and defaulted bonds):

By Exchange (based on purchase consideration)	%
SGX	52.8%
HKEX	47.2%
TOTAL	100.0%

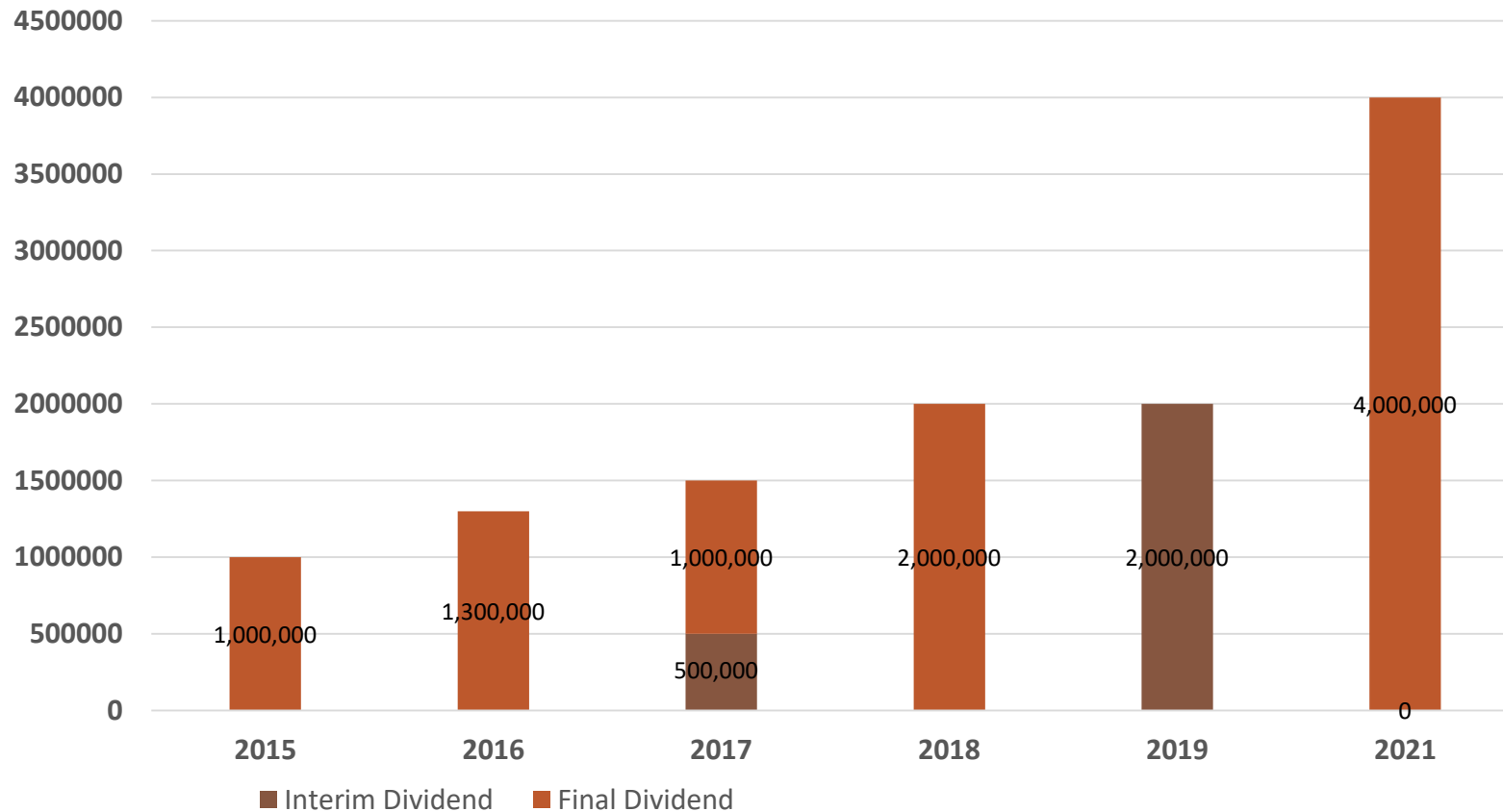
By Currencies (based on purchase consideration)	%
USD	100.0%
TOTAL	100.0%

By Credit Rating (based on purchase consideration)	%
B+	3.3%
B	6.3%
B-	3.9%
Non-rated	86.5%
TOTAL	100.0%

Weighted portfolio Information (based on simple weighted average calculation)	
Yield to Maturity	135.4%
Duration	0.62 years

(Data extracted from S&P Global Ratings, where applicable)

Dividend



➤ **Dividend Policy:** At least 50% of profits

➤ **FY2021:**

Name of Dividend	Final
Dividend Type	Cash
Dividend per share	\$0.004567 per share
Dividend Amount	\$4.0 million (approximate)
Tax rate	Tax exempt (One-Tier tax)

- The COVID-19 pandemic situation remains volatile especially after the Omicron variant. However with the projected economic growth forecast of 3%-5% for Singapore in 2022 and the various measures to further streamline pandemic related measures which are set for further relaxation, the Group cautiously expects its business to remain largely stable in the coming months, barring any disruption
- Group remains committed to exercise cost discipline and will continue to explore potential business opportunities to strengthen its revenue streams in the long term

Thank You



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Disclaimer

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The past performance of MDR is not necessarily indicative of its future performance.

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