

JCorp Group Pivots to Profit*Registers More Than 100% Increment in PAT for FY2021*

KUALA LUMPUR, 2 August 2022 – Johor Corporation (JCorp) Group today announced its consolidated audited results for the financial year ended 31 December 2021 (FY2021). JCorp delivered stellar results for the year under review, with profit after tax (PAT) increasing by more than 100% to RM379 million, compared with the loss after tax of RM237 million recorded for the financial year ended 31 December 2020 (FY2020). This was achieved on the back of a revenue of RM5.13 billion, an increase of 19% compared with RM4.3 billion in FY2020.

JCorp's significantly improved results were attributable to stronger revenue from the Agribusiness segment due to the uptrend in crude palm oil and palm kernel prices. In addition, the Wellness & Healthcare segment enjoyed stronger contributions from hospital activities particularly resulting from higher inpatient and outpatient numbers, as well as from successful cost optimisation efforts across the segment. Meanwhile, the Real Estate & Infrastructure segment contributed to revenue as a result of sales derived from its property offerings as well as sales of industrial land.

Reflecting the Group's sound balance sheet, the significant increase in operating profit despite the provisions and impairments of RM250 million made during FY2021 resulted in total net assets improving by 6% compared with FY2020. What is crucial to note is that amidst economic headwinds and challenges, the main investee companies continued to contribute dividends to JCorp.

The Agribusiness segment recorded a revenue of RM1.65 billion, a significant leap of 49% compared to FY2020 while the Wellness & Healthcare segment achieved a 10% increase in revenue. As a result of market dynamics, the Real Estate & Infrastructure business saw a reduction in revenue contribution compared with FY2020. However, this was cushioned by sales of industrial land at the Tanjung Langsat Industrial Complex, Muar Furniture Park and

Sedenak Technology Park. The Food & Restaurants segment also contributed significantly to the Group, recording a higher revenue driven by the swift pivot to e-commerce, continuously refreshed menus as well as enhanced delivery channels.

Datuk Syed Mohamed Syed Ibrahim, President & Chief Executive, Johor Corporation, said, “As we progress into the age of the “new normal”, our JCorp 3.0 Reinvention Plan has accelerated our efforts by resetting and reimagining JCorp to be resilient, agile and sustainable as we future-proof this institution.”

“The successful execution formulated in the JCorp 3.0 Reinvention Plan has enabled us to achieve commendable results as evidenced in the reboot of our earnings for the 2021 fiscal year in the face of a very challenging VUCA (volatility, uncertainty, complexity and ambiguity) environment.”

“In line with our reinvention journey, during the year, we were able to leverage on our digital transformation, which facilitated a robust decision-making process guided by business insights and powered by data analytics, leveraging on the latest technology such as cloud platforms, artificial intelligence, blockchain and machine learning,” added Datuk Syed.

“With our strong set of leaders who bring together a diverse pool of talent equipped with skills and depth of experience to drive JCorp into the future, we are confident of JCorp’s ability to continue unlocking further value and improving business sustainability,” concluded Datuk Syed.

JCorp’s commendable performance was also driven by its ongoing reinvention plan. Reflecting its strong financial health, in the first quarter of 2022, JCorp was assigned a AAA/stable rating by RAM Ratings for its RM3.5 billion Islamic Medium-Term Notes (“Sukuk Wakalah”) Programme.

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ABOUT JOHOR CORPORATION

Johor Corporation (JCorp) is Johor's principal development institution and a leading economic enabler for the State. With operations spanning multiple countries including Malaysia, Singapore, Indonesia, Brunei, Australia, Thailand, Cambodia and Bangladesh.

JCorp's flagship companies, Kulim (Malaysia) Berhad, KPJ Healthcare Berhad, QSR Brands (M) Holdings Bhd and Johor Land Berhad spearhead the Group's interests across four core sectors, namely Agribusiness, Wellness, Food & Restaurant and Real Estate & Infrastructure.

Since its incorporation in 1968, JCorp has been resolute in achieving its mission of *Membina & Membela*, to be at the forefront of the creation and distribution of wealth.

The Group is a key proponent of Environmental, Social and Governance (ESG) practices given its mandate to future-proof and future-focus businesses for the State.

JCorp is a Value-Driven Organisation with total assets in excess of RM23 billion as at end FY2021.

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