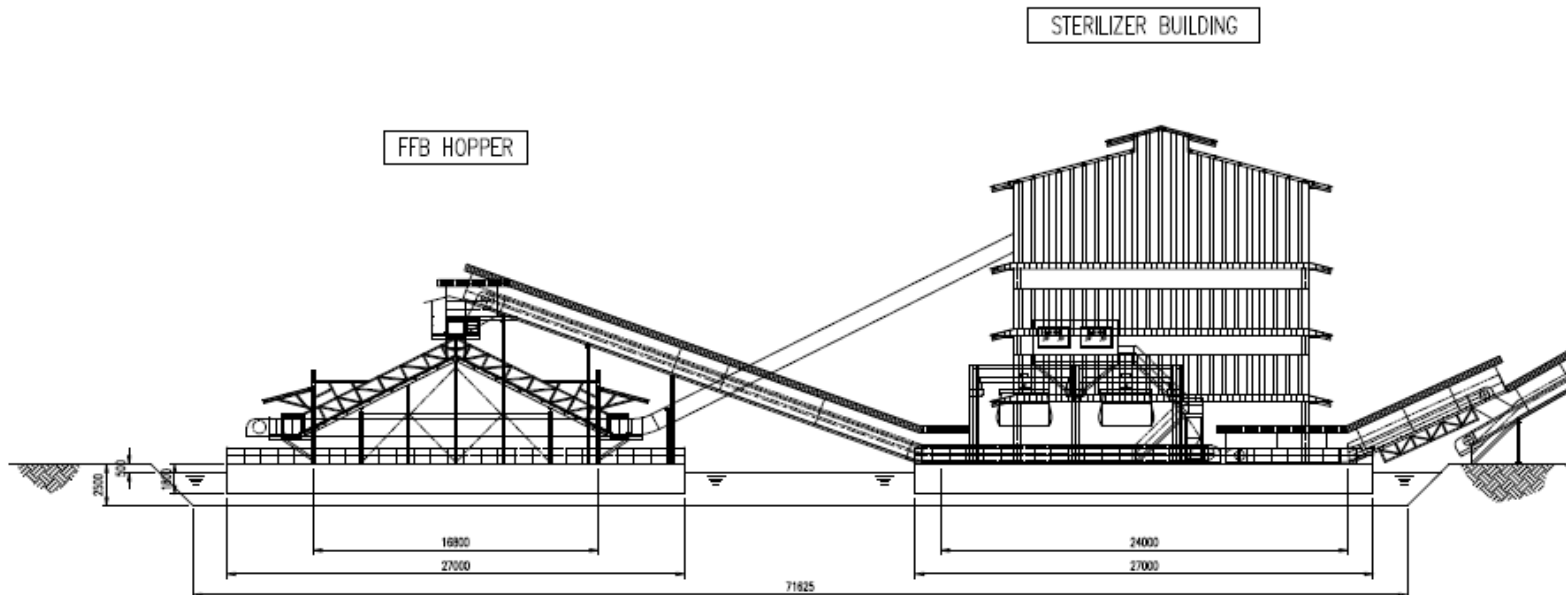




CB Industrial Product Holding Berhad

Equipping Palm Oil Industries Around The World

Second Quarter 2021 Results Update



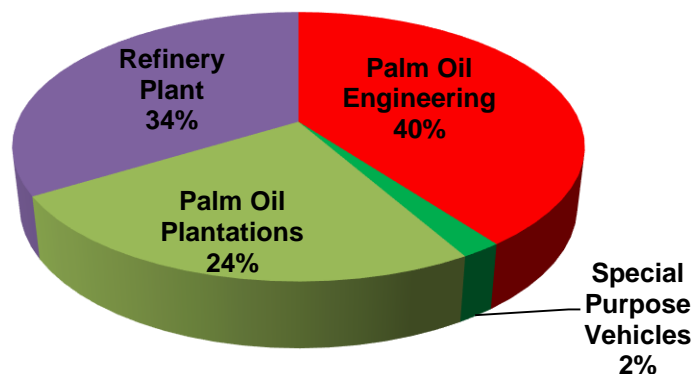
Quarterly Review

Continuing Operations	Quarter ended 30 June		% change	6 months period ended 30 June		% change
	2021 (RM'000)	2020 (RM'000)		2021 (RM'000)	2020 (RM'000)	
Revenue	102,779	104,251	(1.4)	260,095	212,276	22.5
Profit from operations	13,502	8,382	61.1	33,433	27,450	21.8
Share of results of associates and joint ventures	6,358	(489)	(1400.0)	10,005	(1,992)	(602.3)
Profit/(losses) before taxation	17,669	5,092	247.0	39,052	20,051	94.8
Profit after taxation	15,497	4,025	285.0	34,695	16,658	108.3

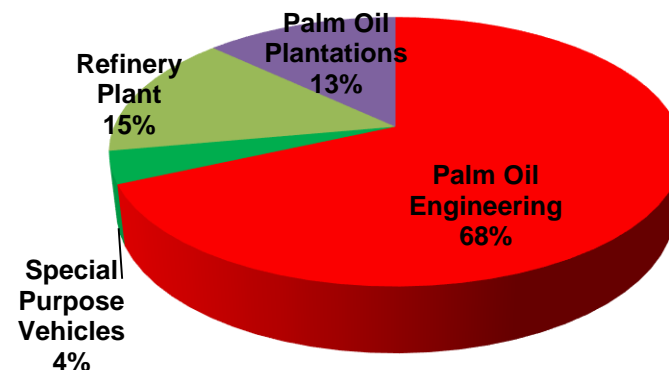
- Revenue for the quarter ended 30 June 2021 decreased 1.4% yoy due to lower project billings and implementation by the palm oil engineering, special purpose vehicles and refinery segment. These are mainly due to the restriction of movement control order following the surge in Covid-19 cases during the quarter
- Profit before taxation for the quarter ended 30 June 2021 increased 247.0% yoy mainly due to the higher contribution posted by the refinery segment. The associates and joint ventures also recovered from losses in previous quarter to profit generating in current quarter

Revenue Breakdown

6 months period ended 30 June 2021



6 months period ended 30 June 2020

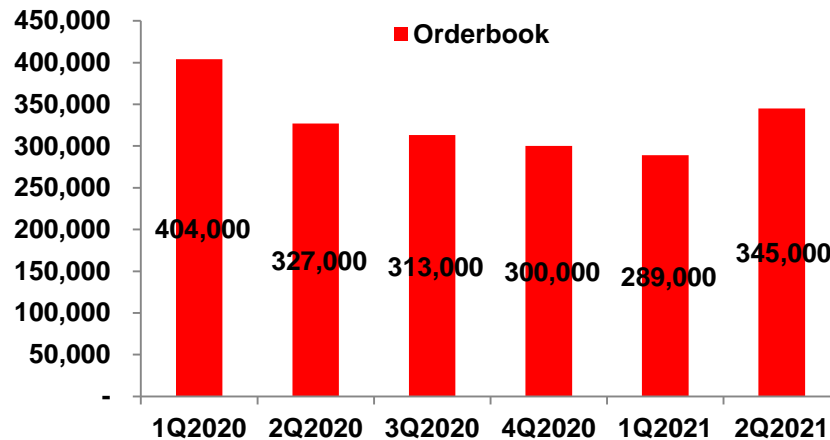


Profit Before Taxation Breakdown

Profit Before Taxation	6 months period ended 30 June		% change
	2021 (RM'000)	2020 (RM'000)	
Palm Oil Engineering	23,466	29,688	(21.0)
Palm Oil Plantations	(170)	(7,378)	(97.7)
Special Purpose Vehicles	186	616	(69.8)
Biofuel/refinery plant	5,565	(883)	(730.2)
Share of results of associates and jointly-controlled entity	10,005	(1,992)	(602.3)
Total	39,052	20,051	94.8

Palm Oil Engineering

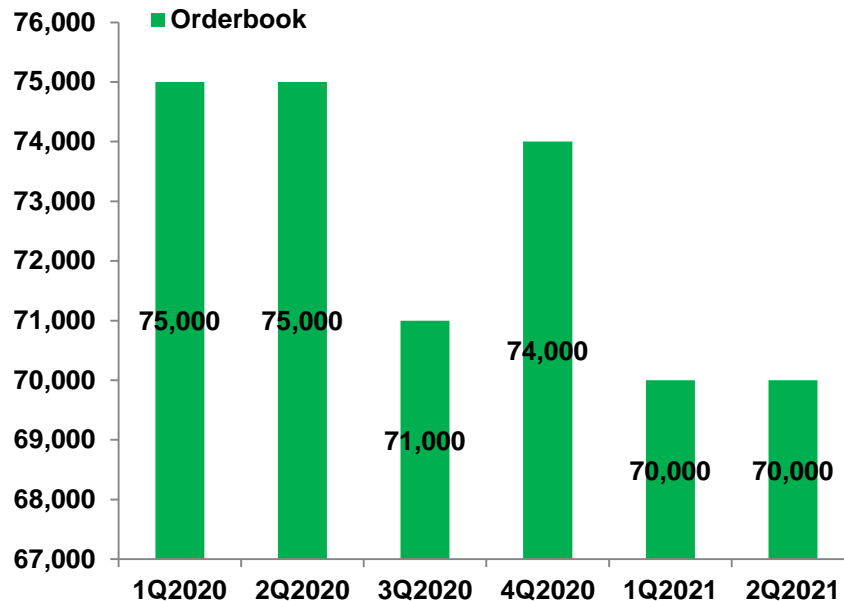
RM'000



- 2Q21 revenue decreased 39.5% qoq as the project billings and sale of palm oil equipment are affected by the restriction of global movement following the outbreak of COVID-19 in March 2020
- Orderbook as at June 2021 stands at RM345 million
- The orderbook is expected to bode well for the performance of the palm oil engineering sector for the financial year ending 2021 and 2022
- Continuous efforts are made to secure more contracts amid volatile macro environment ie movement restriction order and travel bans in different countries

Special Purpose Vehicles

RM'000



- A 49% owned subsidiary, our SPV arm is primarily in bulky supply of specialised vehicles for government authorities and agencies
- Revenue decreased 86.7 % qoq due to slower job implementation during the movement control order
- We continue to perform regular maintenance, refurbishment and overhaul jobs for our existing clients, which are not included in the orderbook
- Our recent contract award from Malaysia Airports Sdn Bhd, as well as other smaller contracts in 2020 are expected to contribute positively to the Group in the near to medium future

Palm Oil Plantations - Indonesia

- The palm oil plantations segment reported higher 2Q21 revenue by 12.6% qoq mainly due to higher revenue generated from milling operation and better palm prices. However, 2Q21 slipped into losses of RM1.954 million due to an impairment loss on biological asset amounting to RM5 million
- With current landbank of approximately 32,000 ha in Central Kalimantan, Indonesia aggressive plantation development has commenced since first half of 2013
- Of the 32,000 ha in Indonesia, approximately 13,762 ha has been planted as at 30 June 2021
- Movement in prices of crude palm oil products is the main external factor affecting the business operations of our oil palm plantation division



Biofuel/Refinery Plant

TPG Oil & Gas (100% owned subsidiary)

- This plant has the capacity to produce 120k mt/year of biodiesel, as well as refinery capacity of 134k mt/year
- Utilization rate for our refinery plant in 2Q21 was 40%, mainly selling RBD to both local and export markets. Biodiesel production is postponed to 2H21 pending feasibility studies
- In 2Q21, this segment recorded revenue of RM29.3 million (-49.7% qoq) due to slower production activities. However, profit before tax increased by 453.9% qoq due to better product pricing and margins achieved in the quarter
- Preparing feasibility study on specific technologies to enhance flexibility of various range of refined oil/biodiesel product which are targeted to serve a large array of customer across European region

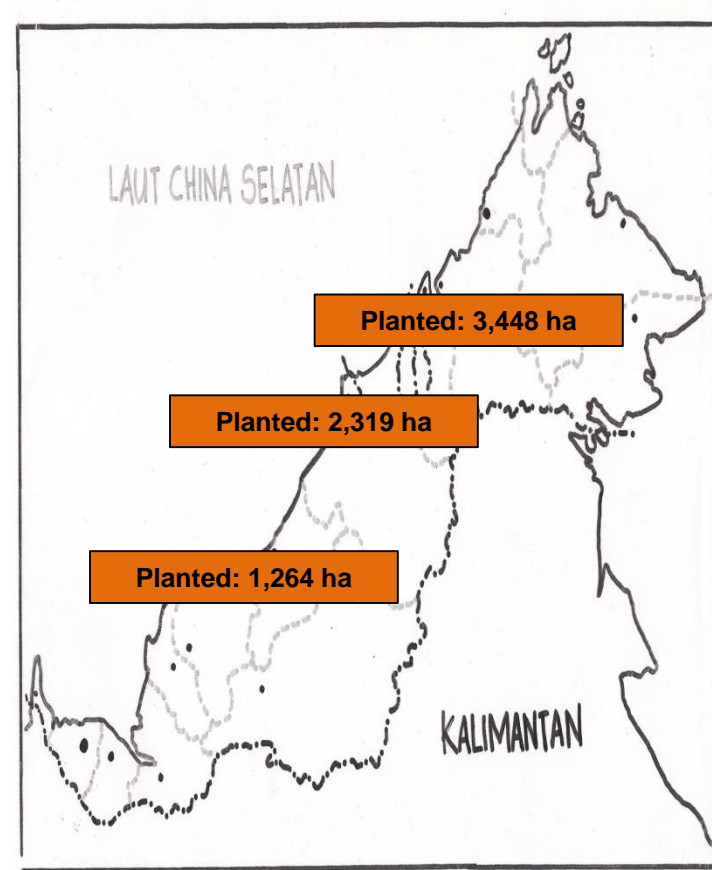
Gulf Lubes (70% owned subsidiary)

- Refurbishment has been put on hold due to dispute with remaining 30% shareholders. Currently in talks with minority party/potential buyers to dispose the plant



Oil Palm Plantation – Associates and JV

- With effective planted area attributable to CBIP of 7,000 ha, the associates and JV plantation assets has posted a combined profit of RM6.36 million in 2Q21, compared to a losses of RM0.489 million in 2Q20. The profit is mainly due to higher prices of palm products.
- With a non-controlling interest, performance of the associates and JV plantation assets is to a large extent, dependent upon the crude palm oil selling price and yield.



Further Information



Registered Office

CB Industrial Product Holding Berhad

No 1, Jalan Astaka U8/83
Section 8, Bukit Jelutong
40150 Shah Alam
Selangor Darul Ehsan

Telephone No.: 03 7845 4115
Facsimile No.: 03 7845 4117
E-mail: info@cbip.com.my
Website: www.cbip.com.my

Contact Person

Jonathan Lai
Investor Relations & Corporate Affairs
CB Industrial Product Holding Berhad

Telephone No.: 03 7845 4115
Facsimile No.: 03 7845 4117
E-mail: jonathanlai@cbip.com.my

Disclaimer

Certain statements in this presentation are based on historical results which may not be reflective of future results. Other statements, including without limitation, those regarding our future prospects, strategies and objectives of our Group, which are forward-looking in nature, are subject to uncertainties and contingencies. Although we believe that the expectations reflected in such forward-looking statements are reasonable at this time, there can be no assurance that such expectations will subsequently materialise. The inclusion in this presentation should not be regarded as a representation or warranty by our Group or our management team that the plans and objectives of our Group will be achieved.