

**HONG FOK CORPORATION LIMITED**

**52<sup>ND</sup> ANNUAL GENERAL MEETING**

**5 JUNE 2020**

**B U I L D I N G   O N  
R E S I L I E N T  
F U N D A M E N T A L S**

# AGENDA

- **FINANCIAL HIGHLIGHTS**
- **FINANCIAL POSITION**
- **2019 KEY BUSINESS DRIVERS**
- **UPDATE ON COVID-19 IMPACT**
- **CESSATION OF QUARTERLY REPORTING**

# FINANCIAL HIGHLIGHTS

	2019 \$'000	2018 \$'000
Revenue	113,245	131,127
Profit for the year	114,786	268,955
<b>Profit attributable to:</b>		
Owners of the Company	112,514	188,921
Non-controlling interests	2,272	80,034

# FINANCIAL POSITION

	31 Dec 2019 \$'000	31 Dec 2018 \$'000
Total Assets	3,469,665	3,379,946
Total Liabilities	854,204	851,481
Net Debt	741,457	731,638
Total Equity	2,615,461	2,528,465
Equity Attributable to Owners of the Company	1,992,942	1,895,714

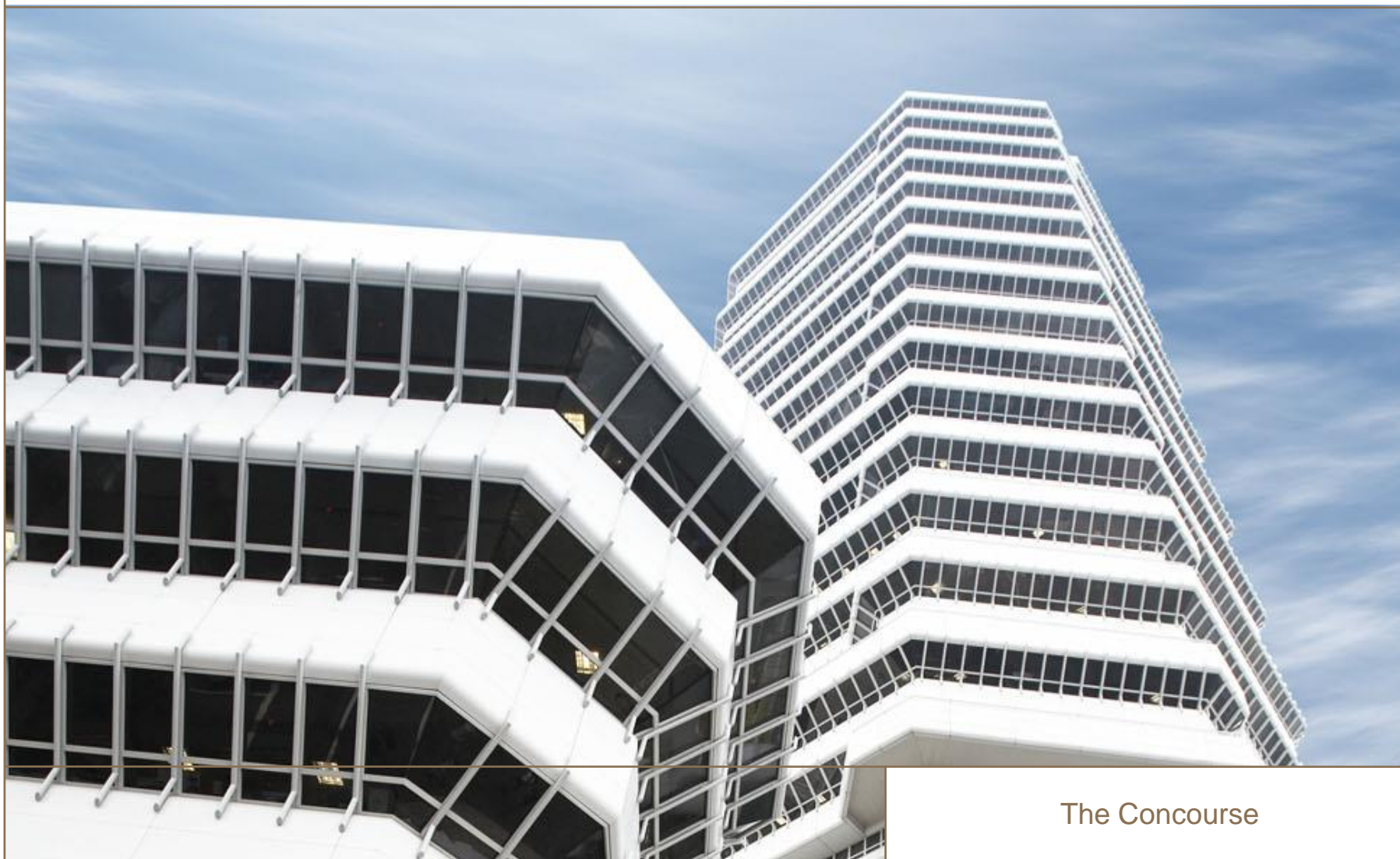
Financial Ratios	FY 2019	FY 2018
Net Debt/Total Equity	0.28x	0.29x
Net Debt/Total Assets	0.21x	0.22x

# 2019 KEY BUSINESS DRIVERS

- Improvement in gross rental income from investment properties
- The Group sold 13 of the residential units of Concourse Skyline with contribution to gross profit



# 2019 KEY BUSINESS DRIVERS



The Concourse



# 2019 KEY BUSINESS DRIVERS

YOTEL Singapore Orchard Road and International Building



# UPDATE ON COVID-19 IMPACT

- Health and safety of employees, tenants and guests are our top priorities
- Proactively implemented series of precautionary measures:
  - Temperature Scanning
  - Safe Entry QR Code
  - Safe Distancing





## ■ Outlook and Impact on our properties for FY2020

- YOTEL Singapore Orchard Road
  - Operations adversely affected due to the implementation of Circuit Breaker
  - Not expected to return to normalcy anytime soon with the travel restrictions and border controls remain in place
- International Building and The Concourse
  - Committed to fully passing on property tax rebates to eligible tenants
  - Rental in FY2020 stable so far but may face uncertain economic outlook
- Concourse Skyline
  - Sales of residential units will be adversely affected



# CESSATION OF QUARTERLY REPORTING

- On 16 March 2020, the Group announced that with effect from this financial year ending 31 December 2020 (FY2020), it will adopt half-yearly announcements instead of quarterly announcements
- Accordingly for FY2020, the next financial results announcement will be for the half-year ending 30 June 2020



Thank You

