



COVID-19 Updates

21 May 2020



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OUTLINE



LET'S WASH HANDS IN 8 STEPS

Reduce the spread of COVID-19



SBS Transit



- Covid-19 Operational Update
- Covid-19 Financial Update
- Summary



COVID-19 UPDATE

Covid-19 Update

The COVID-19 pandemic continues to affect Singapore:

- Responses to the pandemic have escalated from initial social distancing to work-from-home arrangements, before a full Circuit Breaker (“CB”) lockdown in April & May 2020
- The path of recovery to normal is expected to be very gradual, with social distancing expected to continue even after the lockdown period is over

Impact on SBS Transit:

- More than 80% drop in Public Transport Ridership during the CB period as compared to pre-COVID-19 as majority of workplaces close
- Selected bus services mainly those serving the CBD or recreational places suspended during CB period
- Lower advertising placements due to lower footfall

Covid-19 Update

Government Assistance:

- Government's support, mainly in the Jobs Support Scheme, foreign worker levy waivers and property tax rebates, provides relief in view revenue drop and higher expenses due to Covid-19

Responses and measures taken by SBS Transit:

- Senior management and Directors have taken voluntary cuts in pay and fees respectively
- Accommodation provided to affected Malaysians due to Malaysia Movement Control Order (MCO) to minimise disruption to public transport services
- Full rental rebates given to tenants during the CB period with partial offset from property tax rebates from Government
- Various measures implemented in close coordination with Land Transport Authority

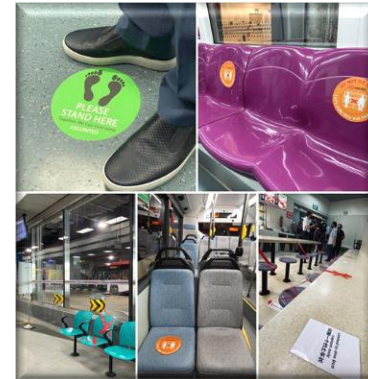
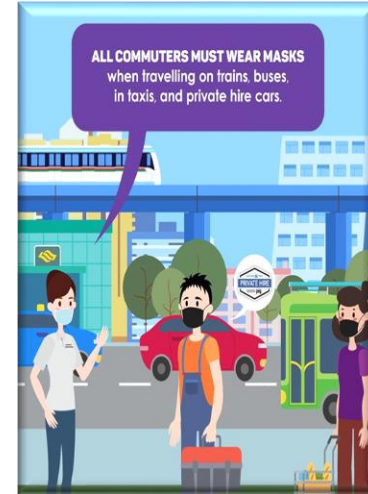
Covid-19 Update

Protecting our Staff

- Masks and personal hand sanitizers are issued to all staff
- Isolation Rooms are set-up at all Bus Interchanges, Terminals, Train Stations and Depots for any staff or commuters who are unwell or showing symptoms of COVID-19
- For non-frontline, staff have been arranged to work from home, work in separate teams or rostered to work in office while observing safe distancing measures
- Staff lounge, staff canteens, employee buses and company vehicles, marked to ensure safe distancing compliance

Protecting our Commuters

- Stepped up and enhanced cleaning and disinfecting of Buses and Trains and common touch points at Bus Interchanges / Terminals and Train Stations
- Safe Distancing Measures (SDM) implemented at Bus Interchanges/ Terminals, Stations, on-board buses and trains and all retail outlets
- Stickers on on buses and trains to guide commuters to adhere to SDM





COVID-19 Financial Update (1QFY2020)

Income Statement

The following 1Q2020 results is Pre-Circuit Breaker period which commenced from 7 April:

	1Q20	1Q19	Fav/(Adv)	
	\$'m	\$'m	\$'m	%
Revenue	339.01	350.76	(11.75)	(3.3)
Operating Costs	(324.44)	(324.48)	0.04	0.0
Operating Profit	14.57	26.28	(11.71)	(44.6)
<i>Op Profit Margin (%)</i>	4.3	7.5	NA	(3.2)
Profit after Tax	11.14	20.67	(9.53)	(46.1)
EBITDA	40.63	51.90	(11.27)	(21.7)

- Revenue ↓ \$11.75m: Public Transport Services ↓ \$7.28m mainly due to lower service fees and ridership; Other Commercial Services ↓ \$4.47m mainly from lower advertising
- Operating costs were marginally lower by \$0.04m
- Operating profit ↓ \$11.71m - as a result of the above
- PAT ↓ \$9.53m - lower operating profit

Balance Sheet

	Mar 2020	Dec 2019	Fav/(Adv)	
	\$'m	\$'m	\$'m	%
Short-term deposits and bank balances	19.61	31.46	(11.85)	(37.7)
Other Current Assets	371.39	365.75	5.64	1.5
Non-Current Assets	721.31	740.08	(18.77)	(2.5)
Total assets	1,112.31	1,137.29	- 24.98	(2.2)
Current Liabilities	391.16	419.61	(28.45)	(6.8)
Non-current Liabilities	185.22	190.93	(5.71)	(3.0)
Total liabilities	576.38	610.54	(34.16)	(5.6)
Equity	535.93	526.75	9.18	1.7
Total Liabilities and Equity	1,112.31	1,137.29	(24.98)	(2.2)

Cash and Debt Position

- We have over \$250m of available cash and bank facilities undrawn to underpin the continuity of the business.
- Non-essential capex will be deferred as we focus on prudent cash management.

	31 Mar 2020 \$m	31 Dec 2019 \$m	Fav/(Adv) \$m
Cash and short-term deposits	19.61	31.46	(11.85)
Borrowings & finance leases	155.68	158.18	(2.50)
Net Debt	(136.07)	(126.72)	(9.35)
Gross Gearing (%)	14.3	14.6	0.3
Net Gearing (%)	10.6	8.5	(2.1)
Available Facilities	234.5	234.5	-

	1Q2020 (\$'m)
Cash generated from Operating Activities	0.65
<u>Utilisation of Cash:</u>	
Net CAPEX	(5.36)
Tax	(3.53)
Payment for lease liabilities	(2.75)
Others	(0.86)
Total Utilisation of Cash	(12.50)
Net Cash Outflow	(11.85)

Summary

- The Group maintains a strong balance sheet with significant covenant headroom and liquidity
- Government Reliefs, mainly from the JSS, will further help bolster our existing >\$250m of cash and available facilities
- Management will continue to focus closely on reducing operational costs, limit capital expenditure and cash management to ensure business continuity
- The 1Q2020 are pre-April & May 2020 circuit breaker period, which led to severely reduced rail ridership and suspension of selected bus services
- SBS Transit will continue to watch and respond to the evolving COVID-19 crisis ensuring the safety and well-being of our staff and commuters, and to provide essential public services



SBS Transit's Bus

SBS Transit
A member of COMFORTDELGO



SBS Transit's North East Line Trains



THANK YOU