

## GENERAL ANNOUNCEMENT::COVID-19 UPDATES

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### Issuer & Securities

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#### Issuer/ Manager

SBS TRANSIT LTD

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#### Securities

SBS TRANSIT LTD - SG1F58858209 - S61

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#### Stapled Security

No

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#### Submitted By (Co./ Ind. Name)

Yeo Tee Yeok, Edwin

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#### Designation

Joint Company Secretary

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#### Description (Please provide a detailed description of the event in the box below)

Please see attached

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### Attachments

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[SBST%20-%20Covid-19%20Update.pdf](#)

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Total size =756K MB

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# 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

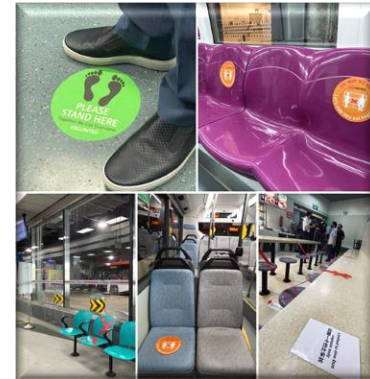
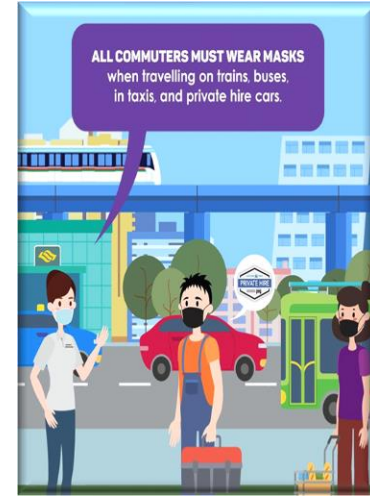
# Covid-19 Update

## 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)
<b>Total assets</b>	<b>1,112.31</b>	<b>1,137.29</b>	- <b>24.98</b>	<b>(2.2)</b>
Current Liabilities	391.16	419.61	(28.45)	(6.8)
Non-current Liabilities	185.22	190.93	(5.71)	(3.0)
<b>Total liabilities</b>	<b>576.38</b>	<b>610.54</b>	<b>(34.16)</b>	<b>(5.6)</b>
<b>Equity</b>	<b>535.93</b>	<b>526.75</b>	<b>9.18</b>	<b>1.7</b>
<b>Total Liabilities and Equity</b>	<b>1,112.31</b>	<b>1,137.29</b>	<b>(24.98)</b>	<b>(2.2)</b>

# 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)
<b>Net Debt</b>	<b>(136.07)</b>	<b>(126.72)</b>	<b>(9.35)</b>
<b>Gross Gearing (%)</b>	<b>14.3</b>	<b>14.6</b>	<b>0.3</b>
<b>Net Gearing (%)</b>	<b>10.6</b>	<b>8.5</b>	<b>(2.1)</b>
<b>Available Facilities</b>	<b>234.5</b>	<b>234.5</b>	<b>-</b>

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

# 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's North East Line Trains



THANK YOU