

# Clarification concerning Impact of the COVID-19 Pandemic – June 2020

Response ID

1005

## Profile

Ticker/Listed Company Name

WEGE - PT Wijaya Karya Bangunan Gedung Tbk. [A730]

## Queries

In order to obtain the latest information on the Company's operating conditions and financial performance, the Exchange finds it necessary to raise queries on the following matters:

What is the Company's current condition pertaining to its business continuity?

a. Affected by COVID-19 [A1]

Does the COVID-19 Pandemic cause the Company and/or Subsidiaries to **suspend and/or restrict** its operations?

Yes. It causes partial suspension of operations [b]

What is the estimated duration of the operating suspension/restriction?

More than 3 months [c]

Please describe the type of activities affected by suspension and/or restriction of the Company and/or Subsidiaries' operations (for example: suspended business segments; suspended business units; suspended business locations; etc.)

Example: Company A suspended packing operations located in City X

The Company suspended operations in 11 out of 58 projects, or about 19% of its ongoing projects as of 31 July 2020. The Company restricted operations at its head office by requiring 70% of employees to work from office (WFO) and 30% of employees to work from home (WFH).

What is the **revenue contribution** of the suspended and/or restricted operating activities to the total revenue (consolidated) for 2019?

Less than 25% [a]

In relation to employees affected by the COVID-19 Pandemic, please describe:

a. Total employees (permanent and non-permanent)

[As of 31 December 2019] [Total employees (permanent and non-permanent)]

775

In relation to employees affected by the COVID-19 Pandemic, please describe:

a. Total employees (permanent and non-permanent)

[Present] [Total employees (permanent and non-permanent)]

746

[Total employees terminated] [Employees from January 2020 to present]

0

[Total employees affected by other measures (for example: pay deductions, shift/day/work hour adjustments, etc.)]  
[Employees from January 2020 to present]

746

Please describe other measures that are subjected to such employees:

Employees are subjected to shift/day/work hour adjustments.  
70% of employees are working from home and 30% of employees are working from office.

What is the estimated reduction in total revenue (consolidated) in the latest reporting period in 2020 (pro forma figures may be used) compared with the same period in 2019?

Total revenues are estimated to decrease by less than 25% [a]

What is the estimated impact to profit/loss in the latest reporting period in 2020 (pro forma figures may be used) compared with the same period in 2019?

Net profit is estimated to increase by less than 25% [e]

The Company's estimated total revenues and profit/loss are based on:

Period ended on 31 March 2020 compared with the period ended on 31 March 2019 [a]

Does the COVID-19 Pandemic affect the Company and/or Subsidiaries' most recent **short-term financial liabilities** (Trade Payables, Bank/Financial Institution Payables, Bond Coupon and/or Bond Principal, Medium-term Notes, etc.)?

No effects [d]

Does the COVID-19 Pandemic cause material **Legal Issues** to the Company and/or Subsidiaries, i.e. bankruptcy petition/suspension of debt repayment (*Penundaan Kewajiban Pembayaran Utang*, "PKPU")?

No [A2]

Does the COVID-19 Pandemic cause material **Legal Issues** to the Company and/or Subsidiaries, i.e. annulment of material contracts?

No [A2]

Does the COVID-19 Pandemic cause material **Legal Issues** to the Company and/or Subsidiaries, i.e. service of default notices (*somasi*) or legal claims due to default?

No [A2]

Does the COVID-19 Pandemic cause material **Legal Issues** to the Company and/or Subsidiaries other than the 3 (three) matters stated above?

No [A2]

What are the Company's strategies/measures to maintain its business continuity during the COVID-19 Pandemic?

1. Seeking opportunities to construct healthcare facilities, such as Designated COVID-19 Hospitals
2. Claiming receivables from project owners, given current circumstances
3. Implementing efficiency measures on business expenses at the Bureau and Division levels
4. Extending the maturity of the supply chain financing (SCF) to 180 days from 120 days