

**Condensed Consolidated Statement of Comprehensive Income
for the period ended 31 December 2014**

	3 months ended 31.12.2014	3 months ended 31.12.2013	Cumulative 12 mths ended 31.12.2014	Cumulative 12 mths ended 31.12.2013
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Revenue	780,500	604,237	2,773,462	2,317,219
Cost of sales	(746,202)	(544,164)	(2,523,631)	(2,066,077)
Gross profit	34,298	60,073	249,831	251,142
Finance income	2,545	1,587	7,512	7,848
Other operating income	236	90	801	588
Administrative expenses	(12,179)	(10,854)	(43,905)	(38,359)
Finance cost	(347)	(153)	(618)	(342)
Share of result of Joint Venture	(239)	-	(500)	-
Profit before zakat and taxation	24,314	50,743	213,121	220,877
Zakat expenses	(875)	(875)	(3,500)	(3,500)
Tax expense	(100)	(9,708)	(41,993)	(45,941)
Net profit for the period	23,339	40,160	167,628	171,436
Other comprehensive income (net of tax)	-	-	-	-
Total comprehensive income for the period	23,339	40,160	167,628	171,436
Net profit attributable to:				
Owners of the Parent	23,343	40,160	167,632	171,436
Non-controlling interest	(4)	-	(4)	-
	<u>23,339</u>	<u>40,160</u>	<u>167,628</u>	<u>171,436</u>
Total comprehensive income attributable to:				
Owners of the Parent	23,343	40,160	167,632	171,436
Non-controlling interest	(4)	-	(4)	-
	<u>23,339</u>	<u>40,160</u>	<u>167,628</u>	<u>171,436</u>
Earnings per share for profit attributable to the owners of the Parent				
Basic (Sen)	1.82	3.13	13.06	13.35
Diluted (Sen)	1.82	3.13	13.06	13.35

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2013.

**Condensed Consolidated Statement of Financial Position
as at 31 December 2014**

	As at 31.12.2014 RM' 000 (Unaudited)	As at 31.12.2013 RM' 000 (Audited)
Non-Current Assets		
Property, plant and equipment	1,021,246	961,512
Prepaid lease payments	17,628	18,030
Investment in joint venture	11,547	-
Deferred taxation	1,937	2,384
	<u>1,052,358</u>	<u>981,926</u>
Current Assets		
Trade and other receivables	308,257	231,094
Deposits, bank and cash balances	430,472	294,218
	<u>738,729</u>	<u>525,312</u>
	<u>1,791,087</u>	<u>1,507,238</u>
Total Assets		
Equity		
Equity attributable to owners of the Parent		
Share capital	642,000	642,000
Retained profits	370,998	362,068
	<u>1,012,998</u>	<u>1,004,068</u>
Non-controlling interest	(4)	-
Total equity	<u>1,012,994</u>	<u>1,004,068</u>
Non-Current Liabilities		
Redeemable preference share	0 #	0 #
Deferred taxation	161,630	170,763
	<u>161,630</u>	<u>170,763</u>
Current Liabilities		
Trade and other payables	540,553	326,401
Borrowings	70,000	-
Taxation	5,910	6,006
	<u>616,463</u>	<u>332,407</u>
Total liabilities	<u>778,093</u>	<u>503,170</u>
	<u>1,791,087</u>	<u>1,507,238</u>
Total equity and liabilities		
Net assets per share attributable to ordinary equity holders of parent (Sen)	78.89	78.20

Denotes RM0.50

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2013.

Unaudited Condensed Consolidated Statement of Changes in Equity for the period ended 31 December 2014

	Number of Shares Million	Share Capital RM'000	Retained Profits RM'000	Total RM'000	Non-controlling interest RM'000	Total Equity RM'000
At 1 January 2014	1,284	642,000	362,068	1,004,068	-	1,004,068
Net profit /total comprehensive income for the financial year	-	-	167,632	167,632	(4)	167,628
Dividends:						
- Interim dividend for the financial year ended 31 December 2014	-	-	(64,200)	(64,200)	-	(64,200)
- Final dividend for the financial year ended 31 December 2013	-	-	(55,982)	(55,982)	-	(55,982)
- Second interim dividend for the financial year ended 31 December 2013	-	-	(38,520)	(38,520)	-	(38,520)
At 31 December 2014	1,284	642,000	370,998	1,012,998	(4)	1,012,994

The Condensed Consolidated Statement Of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2013.

Audited Condensed Consolidated Statement of Changes in Equity for the period ended 31 December 2013

	Number of Share Million	Share Capital RM'000	Retained Earnings RM'000	Total RM'000
At 1 January 2013	1,284	642,000	366,412	1,008,412
Net profit /total comprehensive income for the financial year	-	-	171,436	171,436
Dividends:				
- Final dividend for the financial year ended 31 December 2012	-	-	(98,740)	(98,740)
- Interim dividend for the financial year ended 31 December 2013	-	-	(77,040)	(77,040)
At 31 December 2013	1,284	642,000	362,068	1,004,068

The Condensed Consolidated Statement Of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2013.

**Condensed Consolidated Statement of Cash Flows
for the period ended 31 December 2014**

	12 months ended 31.12.2014 RM' 000 (Unaudited)	12 months ended 31.12.2013 RM' 000 (Audited)
Cash flows from operating activities		
Profit before zakat and taxation	213,121	220,877
Adjustments for:		
Depreciation and amortisation	51,336	47,565
Gain on disposal of property, plant and equipment	(81)	(11)
Share of result of Joint Venture	500	-
Finance income	(7,512)	(7,848)
Operating profit before working capital changes	<u>257,364</u>	<u>260,583</u>
Changes in working capital:		
Net change in receivables	(77,163)	(7,501)
Net change in payables	214,152	4,610
Cash generated from operations	394,353	257,692
Zakat paid	(3,500)	(3,500)
Tax paid	(50,775)	(51,752)
Net cash generated from operating activities	<u>340,078</u>	<u>202,440</u>
Cash flows from investing activities		
Investment in Joint Venture	(12,047)	-
Purchase of property, plant and equipment	(111,198)	(85,439)
Proceeds from sale of property, plant and equipment	611	11
Finance income received	7,512	7,848
Net cash used in investing activities	<u>(115,122)</u>	<u>(77,580)</u>
Cash flows from financing activities		
Dividend paid	(158,702)	(175,780)
Drawdown of MTN	70,000	-
Net cash used in financing activities	<u>(88,702)</u>	<u>(175,780)</u>
Net change in cash and cash equivalents	136,254	(50,920)
Cash and cash equivalents at beginning of financial year	294,218	345,138
Cash and cash equivalents at end of financial period	<u><u>430,472</u></u>	<u><u>294,218</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2013.

Notes to the interim financial statements

1. Basis of preparation

The condensed consolidated interim financial information for the three months financial period ended 31 December 2014 has been prepared in accordance with MFRS 134 "Interim Financial Reporting" and Appendix 9B (Part A) of the Listing Requirements of Bursa Malaysia. The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the financial year ended 31 December 2013, which have been prepared in accordance with the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the Companies Act, 1965.

2. Changes in Accounting Policies

The significant accounting policies, method of computation and basis of consolidation applied in the condensed consolidated interim financial information are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2013 except for the adoption of the following amendments to Malaysian Financial Reporting Standards ("MFRS") which are effective for the financial period beginning on or after 1 January 2014:-

Amendment to MFRS 132	Financial Instruments: Presentation- Offsetting Financial Assets and Financial Liabilities
Amendment to MFRS 136	Impairment of Assets - Recoverable Amount Disclosures for Non-Financial Assets
Amendments to MFRS 10, MFRS 12 and MFRS 127	Investment Entities

The adoption of the above amendments to MFRSs does not have a significant impact on the financial performance and financial position of the Group.

3. Auditors' report on preceding annual financial statements

The report of the auditors on the Group's financial statements for the financial year ended 31 December 2013 was unqualified.

4. Seasonal or cyclical factors

The Group's operations are not significantly affected by seasonal or cyclical factors.

5. Unusual or significant event/transactions

There was no individual unusual or significant transaction that has taken place that materially affects the financial performance or financial position of the Group since the end of the previous annual reporting period.

6. Changes in estimates

There was no material change in financial estimates reported in prior interim periods that could materially affect the current interim period's financial statements.

7. Debt and equity securities

Save as disclosed below, there was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial year ended 31 December 2014.

On 27 November 2014, the Company completed the issuance of RM70.0 million in nominal value of Al-Murabahah Medium Term Notes ("MTN") pursuant to the MTN programme under the Syariah Principle of Al-Murabahah. The MTN issued have a tenure of one (1) year from the date of issuance with a profit rate of 3.95% per annum and is due on 27 November 2015.

8. Dividend Paid

The following dividend payments were made by the Company during the financial year ended 31 December 2014.

a) In respect of financial year ended 31 December 2013:-

	RM' 000
- a single-tier second interim dividend of 3.0 sen per ordinary share, paid on 21 March 2014.	38,520
- a single-tier final dividend of 4.36 sen per ordinary share, paid on 20 June 2014.	55,982

b) In respect of financial year ended 31 December 2014:-

- a single-tier interim dividend of 5.0 sen per ordinary share, paid on 30 September 2014.	64,200
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158,702

9. Segment Reporting

The Group's segmental report for the financial year ended 31 December 2014 is as follows:-

	Natural Gas & LPG RM' 000	Others RM' 000	Total RM' 000
<u>31 December 2014</u>			
<u>Revenue:</u>			
Total segment revenue			
-external	2,773,462	-	2,773,462
<u>Results:</u>			
Profit/(loss) before zakat and taxation	213,755	(634)	213,121
Finance income	(7,512)	-	(7,512)
Depreciation and amortisation	51,282	54	51,336
Earnings before finance income, zakat, taxation, depreciation and amortisation	257,525	(580)	256,945

The Group's segmental report for the corresponding financial year ended 31 September 2013 is as follows:-

	Natural		
	<u>Gas & LPG</u>	<u>Others</u>	<u>Total</u>
	RM' 000	RM' 000	RM' 000
<u>31 December 2013</u>			
<u>Revenue:</u>			
Total segment revenue			
-external	2,317,219	-	2,317,219
<u>Results:</u>			
Profit/(loss) before zakat and taxation	220,914	(37)	220,877
Finance income	(7,848)	-	(7,848)
Depreciation and amortisation	47,510	55	47,565
Earnings before finance income, zakat, taxation, depreciation and amortisation	260,576	18	260,594

The Group's operations are conducted within Peninsular Malaysia.

10. Events subsequent to the end of reporting period

There was no material event which occurred subsequent to the end of the three months financial period ended 31 December 2014.

11. Changes in composition of the Group

The changes in the composition of the Group for the financial year ended 31 December 2014 are as follows:-

- a) On 18 April 2014, a joint venture company, Gas Malaysia Energy Advance Sdn Bhd, was incorporated under the Companies Act, 1965.

- b) On 23 September 2014, the Company had acquired Gas Malaysia Venture 1 Sdn. Bhd. ("GMV1") for a total cash consideration of RM2.00. Currently GMV1 is a dormant company with an authorized share capital of RM100,000 ordinary shares of RM1.00 each.
- c) On 23 September 2014, the Company had acquired Gas Malaysia Venture 2 Sdn. Bhd. ("GMV2") for a total cash consideration of RM2.00. Currently GMV2 is a dormant company with an authorized share capital of RM100,000 ordinary shares of RM1.00 each.
- d) On 21 October 2014, a joint venture company, Gas Malaysia IEV Sdn Bhd, was incorporated under the Companies Act, 1965. The Group treat this investment as a subsidiary.

12. Changes in contingent liabilities or contingent assets

There was no contingent liability or contingent asset since the last audited financial statements for the financial year ended 31 December 2013.

13. Capital commitments

Capital commitments for the Group not provided for in the condensed consolidated interim financial information are as follows:

	As at
	31.12.14
	RM' 000
Property, plant and equipment:-	
Authorised and contracted for	73,647
Authorised but not contracted for	117,169
	<u>190,816</u>

14. Related party transactions

Significant related party transactions for the financial year ended 31 December 2014:-

	Cumulative 12 months ended 31.12.14 RM' 000	Cumulative 12 months ended 31.12.13 RM' 000
Parties transacted with:-		
Petroliam Nasional Berhad		
- Purchase of natural gas**	(2,416,076)	(1,962,031)
- Tolling fee income*	15,087	16,592
- Cash contribution for Citygate construction paid*	(7,961)	(11,932)
Petronas Dagangan Berhad		
- Purchase of liquefied petroleum gas*	(16,349)	(16,208)
Central Sugar Refinery Sdn Bhd		
- Sales of natural gas**	49,629	42,649
Gula Padang Terap Sdn Bhd		
- Cash contribution for pipeline construction received*	-	3,160
- Sales of natural gas**	26,819	12,021

* The transactions have been entered into in the normal course of business and have been established under negotiated terms agreed by both parties.

** The transactions have been entered into based on regulated prices in Peninsular Malaysia which are set by Energy Commission of Malaysia.

Additional information required by the Bursa Securities Listing Requirements**15. Review of performance**

The Group's revenue for the fourth quarter ended 31 December 2014 was RM780.5 million compared to RM604.2 million in the corresponding period in 2013, representing an increase of 29.2%. This was mainly due to higher volume of gas sold and the upward revision of natural gas tariff.

The Group's revenue for the financial year ended 31 December 2014 was RM2,773.5 million compared to RM2,317.2 million in the corresponding period in 2013, representing an increase of 19.7% mainly due to higher volume of gas sold and the upward revisions of natural gas tariff effective 1 May 2014 and 1 November 2014.

The profit before zakat and taxation for the fourth quarter ended 31 December 2014 was RM24.3 million, a decrease of 52.1% compared to RM50.7 million in the corresponding period last year. This was due to lower gross profit resulting from increased in gas cost mainly due to the higher liquefied natural gas price.

The profit before zakat and taxation for the financial year ended 31 December 2014 was RM213.1 million, a decrease of 3.5% compared to RM220.9 million in the corresponding period last year, in line with the lower gross profit resulting from increased in gas cost mainly due to the higher liquefied natural gas price.

16. Variation of results against preceding quarter

The Group recorded a profit before zakat and taxation of RM24.3 million in the current quarter as compared to RM69.4 million in the preceding quarter due to lower gross profit margin by 6.3% mainly due to the higher liquefied natural gas price.

17. Current prospects

The growth in revenue for the financial year ended 31 December 2014 was primarily driven by the increase in volume of gas sold and number of customers. The Board anticipates that the increase in gas volume and number of customers to sustain in financial year 2015.

However, due to the new tariff setting mechanism, the gas cost is expected to increase mainly due to the higher volume of liquefied natural gas to be purchased at market price. Thus, Directors are of the opinion that the profitability of the Group for the financial year ending 31 December 2015 will be in tandem with the level reflecting the current framework.

18. Profit before zakat and taxation

Profit before zakat and taxation is stated after charging/(crediting) the following items:-

	Fourth Quarter		Financial Year	
	Ended		Ended	
	31.12.14	31.12.13	31.12.14	31.12.13
	RM' 000	RM' 000	RM' 000	RM' 000
Finance income	(2,545)	(1,587)	(7,512)	(7,848)
Depreciation and amortisation	13,128	11,707	51,336	47,565

Included in the revenue for the financial year ended 31 December 2014 is an amount relating to assets contributed by customers amounting to RM16,339,000 (31 December 2013: RM31,483,000).

19. Profit forecast or profit guarantee

The Group did not issue any profit forecast or profit guarantee for the reporting period in a public document.

20. Tax expense

	3 months ended 31.12.14	3 months ended 31.12.13	Cumulative 12 months ended 31.12.14	Cumulative 12 months ended 31.12.13
	RM'000	RM'000	RM'000	RM'000
Current tax expense	(3,369)	(11,690)	(50,679)	(50,311)
Deferred tax - origination and reversal of temporary timing differences	3,269	1,982	8,686	4,370
	<u>(100)</u>	<u>(9,708)</u>	<u>(41,993)</u>	<u>(45,941)</u>

The Group's effective tax rate for three months period ended 31 December 2014 of 0.4% is lower than the statutory income tax rate in Malaysia due to the effect of items not subject to tax and reduction of deferred tax liabilities.

The Group's effective tax rate for the twelve months financial period ended 31 December 2014 of 20.0% is lower than the statutory income tax rate in Malaysia due to the effect of items not subject to tax and reduction of deferred tax liabilities.

21. Status of corporate proposals

On 24 December 2013, the Company announced that the Securities Commission Malaysia ("SC") had granted its approval for a further extension of time until 31 December 2015 for the Company to rectify the non-compliance of plots of land erected with stations which are not designated for gas station use ("Condition"). The Condition was imposed by the SC in its approval letter dated 7 October 2011 for the listing exercise of the Company ("Approval").

As at 31 December 2014, the Company rectified thirteen (13) stations which were erected on land not designated for gas station use, or where the express conditions pertaining to the use of land endorsed on the issue documents of title of the relevant land has not been ascertained ("Affected Stations"). The management is in the midst of rectifying the remaining nine (9) Affected Stations, of which the costs for rectifying the non-compliance are not expected to be significant.

There was no other corporate proposal announced and pending completion by the Group during the current quarter.

22. Borrowing (Unsecured)

The Company has made a drawdown in the current quarter amounted to RM70,000,000 from its Al-Murabahah Medium Term Notes ("MTN") facility for a tenure of one year which is to be paid in full on 27 November 2015.

23. Realised and unrealised profit/losses disclosure

The retained profits as at 31 December 2014 is analysed as follows:-

	As at 31.12.14 RM'000	As at 31.12.13 RM'000
Total retained profits of the Company and its subsidiaries:-		
- Realised	530,691	530,447
- Unrealised	(159,693)	(168,379)
	<u>370,998</u>	<u>362,068</u>

24. Material litigation

As at 31 December 2014, neither the Company nor its subsidiaries are engaged in any material litigation or arbitration, either as plaintiff or defendant, and our Board is not aware of any legal proceedings pending or threatened or of any fact likely to give rise to any legal proceeding which have a material adverse effect on the business or financial position of the Group.

25. Earnings per ordinary share

Basic/Diluted Earnings Per Ordinary Share ("EPS"):-

	3 months ended <u>31.12.14</u>	3 months ended <u>31.12.13</u>	Cumulative 12 months ended <u>31.12.14</u>	Cumulative 12 months ended <u>31.12.13</u>
Profit for the period attributable to owners of the Parent (RM mil)	23.3	40.2	167.6	171.4
Number of ordinary shares in issue (mil)	1,284.0	1,284.0	1,284.0	1,284.0
Basic earnings per ordinary share (Sen)	1.82	3.13	13.06	13.35
Diluted earnings per ordinary share (Sen)	1.82	3.13	13.06	13.35

The Group has no dilutive potential ordinary shares and therefore the diluted EPS is the same as the basic EPS.

26. Dividends

The Directors have declared on 12 February 2015 a single-tier second interim dividend of 4.0 sen per share on the 1,284,000,000 ordinary shares of RM0.50 each, amounting to RM51,360,000 in respect of financial year ended 31 December 2014.

The financial statements for the current financial year do not reflect the above dividend. The above dividend declared will be accounted for in the shareholder's equity as an appropriation of retained profits in the financial year ending 31 December 2015.

27. Authorisation for issue

The condensed consolidated interim financial information has been authorised for issue by the Board of Directors in accordance with their resolution on 12 February 2015.

By Order of the Board

Zainul Abidin bin Hj Ahmad (LS 0008854)

Yanti Irwani binti Abu Hassan (MACS 01349)

Company Secretaries

Shah Alam

Dated : 12 February 2015