

**Condensed Consolidated Statement of Comprehensive Income  
for the financial year ended 31 December 2022**

	<b>3 months ended 31.12.2022 RM'000 (Unaudited)</b>	<b>3 months ended 31.12.2021 RM'000 (Unaudited)</b>	<b>Cumulative 12 months ended 31.12.2022 RM'000 (Unaudited)</b>	<b>Cumulative 12 months ended 31.12.2021 RM'000 (Audited)</b>
Revenue	2,223,269	1,940,458	7,649,364	5,851,600
Cost of sales	(2,056,337)	(1,831,657)	(7,031,488)	(5,451,249)
<b>Gross profit</b>	<b>166,932</b>	<b>108,801</b>	<b>617,876</b>	<b>400,351</b>
Finance income	5,062	1,037	11,858	5,209
Other operating income	394	760	2,715	2,368
Administrative expenses	(26,906)	(15,600)	(79,158)	(65,798)
Selling & distribution expenses	(325)	(186)	(1,075)	(629)
Finance costs	(2,575)	(2,378)	(10,179)	(10,431)
Share of results in joint ventures	949	(418)	4,683	(672)
<b>Profit before zakat and taxation</b>	<b>143,531</b>	<b>92,016</b>	<b>546,720</b>	<b>330,398</b>
Zakat expenses	(875)	(875)	(3,500)	(3,500)
Tax expense	(47,433)	(21,849)	(153,677)	(77,276)
<b>Net profit for the financial period/year</b>	<b>95,223</b>	<b>69,292</b>	<b>389,543</b>	<b>249,622</b>
<b>Other comprehensive income/(loss) (net of tax):</b>				
<i>Items that will be reclassified to profit or loss</i>				
Cash flow hedge of a joint venture	109	343	(247)	618
<b>Total comprehensive income for the financial period/year</b>	<b>95,332</b>	<b>69,635</b>	<b>389,296</b>	<b>250,240</b>
<b>Net profit attributable to owners of the Company</b>	<b>95,223</b>	<b>69,292</b>	<b>389,543</b>	<b>249,622</b>
<b>Total comprehensive income attributable to owners of the Company</b>	<b>95,332</b>	<b>69,635</b>	<b>389,296</b>	<b>250,240</b>
<b>Earnings per share</b>				
Basic (Sen)	7.42	5.40	30.34	19.44
Diluted (Sen)	7.42	5.40	30.34	19.44

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021.

**Condensed Consolidated Statement of Financial Position  
as at 31 December 2022**

	<b>As at 31.12.2022 RM'000 (Unaudited)</b>	<b>As at 31.12.2021 RM'000 (Audited)</b>
<b>Non-Current Assets</b>		
Property, plant and equipment	1,616,047	1,532,554
Right-of-use assets	16,807	17,440
Investments in joint ventures	76,281	66,377
Other receivables	15,215	16,959
Deferred tax assets	2,233	1,714
	<u>1,726,583</u>	<u>1,635,044</u>
<b>Current Assets</b>		
Trade and other receivables	824,769	750,486
Tax recoverable	4,653	26,950
Investment funds with licensed financial institutions	-	413,000
Deposits, bank and cash balances	591,297	42,947
	<u>1,420,719</u>	<u>1,233,383</u>
<b>Total Assets</b>	<u><b>3,147,302</b></u>	<u><b>2,868,427</b></u>
<b>Equity</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	642,000	642,000
Cash flow hedge reserve	3,200	3,447
Retained profits	633,135	484,599
<b>Total Equity</b>	<u>1,278,335</u>	<u>1,130,046</u>
<b>Non-Current Liabilities</b>		
Redeemable preference share	-	-
Deferred tax liabilities	226,168	199,036
Contract liabilities	-	1,262
Borrowings	80,000	11,000
Lease liabilities	1,887	2,351
	<u>308,055</u>	<u>213,649</u>
<b>Current Liabilities</b>		
Trade and other payables	1,362,111	1,191,881
Contract liabilities	1,254	6,889
Borrowings	161,233	320,198
Lease liabilities	1,371	821
Tax payable	34,943	4,943
	<u>1,560,912</u>	<u>1,524,732</u>
<b>Total Liabilities</b>	<u>1,868,967</u>	<u>1,738,381</u>
<b>Total Equity and Liabilities</b>	<u><b>3,147,302</b></u>	<u><b>2,868,427</b></u>
Net assets per share attributable to ordinary equity holders of the Company (Sen)	99.56	88.01

# 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 2021.

**Unaudited Condensed Consolidated Statement of Changes in Equity for the financial year ended 31 December 2022**

	Number of Shares Million	Share Capital RM'000	Cash Flow Hedge Reserve* RM'000	Retained Profits RM'000	Total Equity RM'000
<b>At 1 January 2022</b>	1,284	642,000	3,447	484,599	1,130,046
Net profit for the financial year	-	-	-	389,543	389,543
Other comprehensive loss for the financial year	-	-	(247)	-	(247)
Total comprehensive income for the financial year	-	-	(247)	389,543	389,296
Dividends:					
- Second interim dividend for the financial year ended 31 December 2021	-	-	-	(77,040)	(77,040)
- Final dividend for the financial year ended 31 December 2021	-	-	-	(88,211)	(88,211)
- First interim dividend for the financial year ended 31 December 2022	-	-	-	(75,756)	(75,756)
	-	-	-	(241,007)	(241,007)
<b>At 31 December 2022</b>	<b>1,284</b>	<b>642,000</b>	<b>3,200</b>	<b>633,135</b>	<b>1,278,335</b>

\* This is related to the cash flow hedge reserve of a joint venture.

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 2021.

**Unaudited Condensed Consolidated Statement of Changes in Equity for the financial year ended 31 December 2021**

	Number of Shares Million	Share Capital RM'000	Cash Flow Hedge Reserve* RM'000	Retained Profits RM'000	Total Equity RM'000
<b>At 1 January 2021</b>	1,284	642,000	2,829	435,281	1,080,110
Net profit for the financial year	-	-	-	249,622	249,622
Other comprehensive income for the financial year	-	-	618	-	618
Total comprehensive income for the financial year	-	-	618	249,622	250,240
Dividends:					
- Second interim dividend for the financial year ended 31 December 2020	-	-	-	(69,336)	(69,336)
- Final dividend for the financial year ended 31 December 2020	-	-	-	(69,336)	(69,336)
- First interim dividend for the financial year ended 31 December 2021	-	-	-	(61,632)	(61,632)
	-	-	-	(200,304)	(200,304)
<b>At 31 December 2021</b>	<b>1,284</b>	<b>642,000</b>	<b>3,447</b>	<b>484,599</b>	<b>1,130,046</b>

\* This is related to the cash flow hedge reserve of a joint venture.

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 2021.

**Condensed Consolidated Statement of Cash Flows  
for the financial year ended 31 December 2022**

	<b>12 months ended 31.12.2022 RM'000 (Unaudited)</b>	<b>12 months ended 31.12.2021 RM'000 (Audited)</b>
<b>Cash flows from operating activities</b>		
Profit before zakat and taxation	546,720	330,398
Adjustments for:		
Depreciation and amortisation	101,995	93,806
Gain on disposal of property, plant and equipment	(942)	(515)
Property, plant and equipment written off	982	2,840
Impairment loss on trade receivables	4,656	140
Write back of impairment loss on trade receivables	-	(140)
Share of results in joint ventures	(4,683)	672
Finance income	(11,858)	(5,209)
Finance costs	10,179	10,431
Operating profit before working capital changes	647,049	432,423
Changes in working capital:		
Receivables	(74,572)	21,271
Payables and contract liabilities	164,284	170,180
Cash generated from operations	736,761	623,874
Zakat paid	(3,500)	(3,500)
Tax paid	(74,767)	(76,277)
<b>Net cash flows generated from operating activities</b>	<b>658,494</b>	<b>544,097</b>
<b>Cash flows from investing activities</b>		
Additional investments in joint ventures	(6,128)	(840)
Advances to a joint venture	(2,450)	(444)
Proceeds from disposal of property, plant and equipment	947	549
Purchase of property, plant and equipment	(185,445)	(125,329)
Finance income received	11,685	5,283
Dividend income received from a joint venture	660	660
Addition of investment funds with licensed financial institutions	-	(413,000)
Withdrawal of investment funds with licensed financial institutions	413,000	77,000
<b>Net cash flows generated from/(used in) investing activities</b>	<b>232,269</b>	<b>(456,121)</b>
<b>Cash flows from financing activities</b>		
Dividends paid	(241,007)	(200,304)
Issuance of Islamic Commercial Papers ("iCP") and Islamic Medium Term Notes ("iMTN")	2,350,000	2,465,000
Repayment of iCP and iMTN	(2,440,000)	(2,530,000)
Lease liabilities paid	(1,698)	(1,390)
Finance cost paid	(9,708)	(11,170)
<b>Net cash flows used in financing activities</b>	<b>(342,413)</b>	<b>(277,864)</b>
Net change in cash and cash equivalents	548,350	(189,888)
Cash and cash equivalents at beginning of financial year	42,947	232,835
<b>Cash and cash equivalents at end of financial year</b>	<b>591,297</b>	<b>42,947</b>

**Non-cash transactions:**

Finance income receivable arising from deposits with financial institution amounting to RM253,000 (31 December 2021: RM80,000) had been included within other receivables as at 31 December 2022.

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021.

**Condensed Consolidated Statement of Cash Flows  
for the financial year ended 31 December 2022**

The changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes are as follows:

	<b>Borrowings RM'000</b>	<b>Dividend payable RM'000</b>	<b>Lease liabilities RM'000</b>	<b>Total RM'000</b>
At 1 January 2022	331,198	-	3,172	334,370
Cash flows - net of drawdown and repayment/payment	(99,708)	(241,007)	(1,698)	(342,413)
Non-cash items:				
- Dividends declared	-	241,007	-	241,007
- Finance cost	9,743	-	833	10,576
- Addition of lease liabilities	-	-	965	965
- Accrual for unpaid lease liabilities	-	-	(14)	(14)
At 31 December 2022	<u>241,233</u>	<u>-</u>	<u>3,258</u>	<u>244,491</u>
At 1 January 2021	396,720	-	4,405	401,125
Cash flows - net of drawdown and repayment/payment	(76,170)	(200,304)	(1,390)	(277,864)
Non-cash items:				
- Dividends declared	-	200,304	-	200,304
- Finance cost	10,648	-	184	10,832
- Accrual for unpaid lease liabilities	-	-	(27)	(27)
At 31 December 2021	<u>331,198</u>	<u>-</u>	<u>3,172</u>	<u>334,370</u>

## **Notes to the interim financial statements**

### **1. Basis of preparation**

The condensed consolidated interim financial statements for the financial year ended 31 December 2022 have 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 statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021, which have been prepared in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

### **2. Changes in Accounting Policies**

The significant accounting policies, method of computation and basis of consolidation applied in the condensed consolidated interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2021.

The adoption of the following amendments and annual improvements to existing accounting standards that came into effect on or after 1 January 2022 which are applicable to the Group, did not have any significant financial impact on the condensed consolidated interim financial statements upon their initial applications:

- Amendment to MFRS 16 "COVID-19-Related Rent Concessions beyond 30 June 2021"
- Annual Improvements to Illustrative Example accompanying MFRS 16 Leases: Lease Incentives
- Annual Improvements to MFRS 9 "Fees in the '10 per cent' test for Derecognition of Financial Liabilities"

- Amendments to MFRS 3 "Reference to the Conceptual Framework"
- Amendments to MFRS 116 "Proceeds before Intended Use"
- Amendments to MFRS 137 "Onerous Contracts - Cost of Fulfilling a Contract"

The Malaysian Accounting Standards Board had issued the following amendments to existing accounting standards which are relevant to the Group and effective for the following financial year:

(i) Financial year beginning on or after 1 January 2023:

- Amendments to MFRS 101 "Classification of liabilities as current or non-current"
- Amendments to MFRS 101 "Presentation of financial statements" and MFRS Practice Statement 2 on disclosure of accounting policies
- Amendments to MFRS 108 "Accounting policies, changes in accounting estimates and errors" on definition of accounting estimates
- Amendments to MFRS 112 on "Deferred Tax related to Assets and Liabilities arising from a Single Transaction"
- Amendments to MFRS 16 'Lease Liability in a Sale and Leaseback'

(ii) Effective date yet to be determined:

- Amendments to MFRS 10 "Consolidated Financial Statements" and MFRS 128 "Investment in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associates or Joint Ventures"



The Group did not early adopt any of the above amendments to the published accounting standards. The Group is in the midst of assessing the impact arising from the adoption of the above amendments to the published accounting standards in the year of initial application.

**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 2021 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 unusual or significant event/transaction which has taken place which 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 estimates reported in prior interim periods that could materially affect the current 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 current quarter ended 31 December 2022.

The issuances made under the Sukuk Murabahah Programme during the current quarter are as follows:

Type of issuance	Issuance date	Tenure	Amount (RM million)
iCPs	5 Oct 2022	1 month	180.0
iCPs	4 Nov 2022	1 month	180.0
iCPs	12 Dec 2022	3 months	150.0
iMTN	12 Dec 2022	5 years	80.0

The repayments made during the current quarter are as follows:

Type of issuance	Issuance date	Repayment date	Amount (RM million)
iCPs	5 Sep 2022	5 Oct 2022	220.0
iCPs	5 Oct 2022	4 Nov 2022	180.0
iCPs	4 Nov 2022	12 Dec 2022	180.0
iMTN	13 Dec 2019	12 Dec 2022	100.0

## 8. Dividends paid

On 31 March 2022, the Company paid a second interim dividend of 6.00 sen per share on the 1,284,000,000 ordinary shares in issue, amounting to RM77,040,000 in respect of the financial year ended 31 December 2021.

On 27 July 2022, the Company paid a final dividend of 6.87 sen per share on the 1,284,000,000 ordinary shares in issue, amounting to RM88,211,000 in respect of the financial year ended 31 December 2021.

On 28 October 2022, the Company paid a first interim dividend of 5.90 sen per share on the 1,284,000,000 ordinary shares in issue, amounting to RM75,756,000 in respect of the financial year ended 31 December 2022.

## 9. Segment Reporting

The Group's segmental report for the financial year ended 31 December 2022 is as follows:

	Natural Gas & LPG	Others	Total
	RM' 000	RM' 000	RM' 000
<u>31 December 2022</u>			
<u>Revenue:</u>			
Total segment revenue			
- external	7,649,364	-	7,649,364
a) Sale of natural gas and LPG:			
- over time	7,601,053	-	7,601,053
b) Tolling fee:			
- over time	48,311	-	48,311
	<u>7,649,364</u>	<u>-</u>	<u>7,649,364</u>

	Natural		
	<u>Gas &amp; LPG</u>	<u>Others</u>	<u>Total</u>
	RM' 000	RM' 000	RM' 000
<u>Results:</u>			
Profit before zakat and taxation	541,754	4,966	546,720
Finance income	(11,858)	-	(11,858)
Depreciation and amortisation	101,941	54	101,995
Earnings before finance income, zakat, taxation, depreciation and amortisation	<u>631,837</u>	<u>5,020</u>	<u>636,857</u>
<u>Assets and liabilities:</u>			
Segment assets	3,056,281	7,854	3,064,135
Investments in joint ventures	-	76,281	76,281
Tax recoverable	4,653	-	4,653
Deferred tax assets	2,233	-	2,233
Total assets	<u>3,063,167</u>	<u>84,135</u>	<u>3,147,302</u>
Segment liabilities	1,607,794	62	1,607,856
Tax payable	34,943	-	34,943
Deferred tax liabilities	226,168	-	226,168
Total liabilities	<u>1,868,905</u>	<u>62</u>	<u>1,868,967</u>

The Group's segmental report for the corresponding financial year ended 31 December 2021 is as follows:

	Natural		
	<u>Gas &amp; LPG</u>	<u>Others</u>	<u>Total</u>
	RM' 000	RM' 000	RM' 000
<u>31 December 2021</u>			
<u>Revenue:</u>			
Total segment revenue			
- external	5,851,600	-	5,851,600
a) Sale of natural gas and LPG:			
- over time	5,793,454	-	5,793,454
b) Tolling fee:			
- over time	58,146	-	58,146
	<u>5,851,600</u>	<u>-</u>	<u>5,851,600</u>
<u>Results:</u>			
Profit before zakat and taxation	331,421	(1,023)	330,398
Finance income	(5,209)	-	(5,209)
Depreciation and amortisation	93,752	54	93,806
Earnings before finance income, zakat, taxation, depreciation and amortisation	<u>419,964</u>	<u>(969)</u>	<u>418,995</u>

	Natural		<u>Total</u> RM' 000
	<u>Gas &amp; LPG</u>	<u>Others</u>	
	RM' 000	RM' 000	
<u>Assets and liabilities:</u>			
Segment assets	2,762,906	10,480	2,773,386
Investments in joint ventures	-	66,377	66,377
Tax recoverable	26,936	14	26,950
Deferred tax assets	1,714	-	1,714
Total assets	<u>2,791,556</u>	<u>76,871</u>	<u>2,868,427</u>
Segment liabilities	1,534,380	22	1,534,402
Tax payable	4,943	-	4,943
Deferred tax liabilities	199,036	-	199,036
Total liabilities	<u>1,738,359</u>	<u>22</u>	<u>1,738,381</u>

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 31 December 2022.

**11. Changes in the composition of the Group**

There was no change in the composition of the Group during the current quarter.

**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 2021.

**13. Capital commitments**

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

	As at 31.12.22 RM' 000
Property, plant and equipment:	
Authorised and contracted for	24,314
Authorised but not contracted for	110,230
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	134,544
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**14. Related party transactions**

Significant related party transactions for the financial year ended 31 December 2022:

	Cumulative 12 months ended 31.12.22 RM' 000	Cumulative 12 months ended 31.12.21 RM' 000
Transaction with related parties:		
Natural gas sales to:		
- Gas Malaysia Energy Advance Sdn. Bhd.	137,864*	95,239**
- Central Sugar Refinery Sdn. Bhd.	119,281*	74,209**
- Gula Padang Terap Sdn. Bhd.	49,882*	29,125**
- HICOM Automotive Manufacturers (Malaysia) Sdn. Bhd.	3,657*	2,436**
- HICOM-Teck See Manufacturing (Malaysia) Sdn. Bhd.	585*	259**
- HICOM Diecastings Sdn. Bhd.	876*	505**
- Perusahaan Otomobil Nasional Sdn. Bhd.	11,122*	5,226**
- Horsedale Development Berhad	428*	151**
- Honda Malaysia Sdn. Bhd.	4,846*	2,377**
- PHN Industry Sdn. Bhd.	261*	136**
- THR Hotel (Selangor) Bhd.	99*	28**
Purchase of LPG from:		
- PETRONAS Dagangan Berhad	(11,335)*	(8,591)*
Purchase of natural gas from:		
- PETRONAS Energy & Gas Trading Sdn. Bhd.	(6,866,237)*	(5,251,788)*
Tolling fee income from:		
- PETRONAS Energy & Gas Trading Sdn. Bhd.	69,391**	6,074**



	Cumulative 12 months ended 31.12.22 RM' 000	Cumulative 12 months ended 31.12.21 RM' 000
Transaction with related parties:		
Cash contribution for Citygate construction paid to Petroliam Nasional Berhad	(530) *	(4,161) *
Rental fee on leased land payable to PETRONAS Gas Berhad	(215) *	(215) *
Logistic services by Johor Port Logistic Sdn. Bhd.	(90) *	(741) *

\* 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.

**Additional information required by the Bursa Securities Listing Requirements**

**15. Review of performance**

	Fourth quarter ended		
	31.12.2022	31.12.2021	Variance
	RM'000	RM'000	%
Revenue	2,223,269	1,940,458	14.6
Operating profit	137,126	90,637	51.3
Profit before finance income, zakat and taxation	138,469	90,979	52.2
Profit before zakat and taxation	143,531	92,016	56.0
Profit after zakat and taxation	95,223	69,292	37.4
Profit attributable to ordinary equity holders of the Company	95,223	69,292	37.4

The Group's revenue for the fourth quarter ended 31 December 2022 was RM2,223.3 million compared to RM1,940.5 million in the corresponding quarter in 2021, representing an increase of 14.6%. This was in line with higher average natural gas selling price, in tandem with global market price, mitigated by lower volume of natural gas sold during the current quarter.

The profit before zakat and taxation for the fourth quarter ended 31 December 2022 was RM143.5 million, an increase of 56.0% as compared to the profit before zakat and taxation of RM92.0 million in the corresponding quarter last year. This was mainly due to higher gross profit, higher finance income and higher contribution from the Group's joint venture companies, partially offset by higher administrative expenses and higher finance cost.

	Financial year ended		
	31.12.2022	31.12.2021	Variance
	RM'000	RM'000	%
Revenue	7,649,364	5,851,600	30.7
Operating profit	527,464	323,493	63.1
Profit before finance income, zakat and taxation	534,862	325,189	64.5
Profit before zakat and taxation	546,720	330,398	65.5
Profit after zakat and taxation	389,543	249,622	56.1
Profit attributable to ordinary equity holders of the Company	389,543	249,622	56.1

The Group's revenue for the financial year ended 31 December 2022 was RM7,649.4 million compared to RM5,851.6 million in the corresponding year in 2021, representing an increase of 30.7%. This was in line with higher average natural gas selling price, in tandem with global market price, mitigated by lower volume of natural gas sold during the financial year ended 31 December 2022.

The profit before zakat and taxation for the financial year ended 31 December 2022 was RM546.7 million, an increase of 65.5% as compared to the profit before zakat and taxation of RM330.4 million in 2021. This was mainly due to higher gross profit, higher finance income and higher contribution from the Group's joint venture companies, partially offset by higher administrative expenses.

#### **16. Variation of results against preceding quarter**

The Group recorded higher profit before zakat and taxation of RM143.5 million in the current quarter as compared to RM138.8 million in the preceding quarter. This was mainly attributed to higher gross profit, lower finance cost and higher finance income, partially offset by higher administrative expenses and lower contribution from the Group's joint venture companies.

#### **17. Current prospects**

Malaysia's economic growth is expected to be in the range of 4.0% to 5.0% in 2023, supported by firm domestic demand and continue improvements in the labour market. However, headwinds such as inflationary pressures, rising labour cost, movement in Bank Negara Malaysia's Overnight Policy Rate and projected slowdown in the global economy will remain as part of the backdrop.

Based on the above, the Group will continue to take prudent measures to maintain its operational efficiency to remain competitive and seek opportunities to grow its business. With the measures in place, the Board expects that the Group will deliver a satisfactory performance for the financial year 2023 in tandem with the expected domestic economic growth.

**18. Profit before zakat and taxation**

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

	Fourth quarter ended		Financial year ended	
	31.12.22 RM' 000	31.12.21 RM' 000	31.12.22 RM' 000	31.12.21 RM' 000
Depreciation and amortisation	26,205	24,682	101,995	93,806
Gain on disposal of property, plant and equipment	-	(31)	(942)	(515)
Property, plant and equipment written off	982	2,840	982	2,840
Impairment loss on trade receivables	4,656	140	4,656	140
Write back of impairment loss on trade receivables	-	(140)	-	(140)

Included in the revenue for the financial year ended 31 December 2022 is an amount relating to assets contributed by customers amounting to RM6.9 million (31 December 2021: RM4.9 million). The remaining amount of deferred revenue of RM1.2 million (31 December 2021: RM8.2 million) had been recognised as contract liabilities in the condensed consolidated statement of financial position.

**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 31.12.22 RM' 000	3 months ended 31.12.21 RM' 000	Cumulative 12 months ended 31.12.22 RM' 000	Cumulative 12 months ended 31.12.21 RM' 000
Income tax:				
- Current financial period/year	(44,519)	(8,693)	(137,908)	(57,299)
- (Under)/over accrual in prior financial period/year	-	(803)	10,844	4,049
	<u>(44,519)</u>	<u>(9,496)</u>	<u>(127,064)</u>	<u>(53,250)</u>
Deferred tax:				
- Origination and reversal of temporary differences	(2,914)	(12,353)	(26,613)	(24,026)
	<u>(47,433)</u>	<u>(21,849)</u>	<u>(153,677)</u>	<u>(77,276)</u>

The Group's effective tax rate for the fourth quarter ended 31 December 2022 of 33.3%, which is higher than the statutory income tax rate in Malaysia, was mainly attributed to the impact of Cukai Makmur of 33% on chargeable income exceeding RM100 million for certain subsidiaries within the Group and the effect of certain expenses not deductible for tax purposes.

The Group's effective tax rate for the financial year ended 31 December 2022 of 28.3%, which is higher than the statutory income tax rate in Malaysia, was mainly attributed to the impact of Cukai Makmur of 33% on chargeable income exceeding RM100 million for certain subsidiaries within the Group and the effect of certain expenses not deductible for tax purposes, mitigated by items not subject to tax.

**21. Revenue and price cap in tariff revision**

Included in the "Trade and other payables" of the Group as of 31 December 2022 is an amount payable pursuant to the revenue and price cap mechanism. This payable represents over-recovery of revenues arising from the variances between actual and estimated firm capacity reservations used in the determination of tariff rates for the utilisation of the Natural Gas Distribution System ("NGDS") owned by Gas Malaysia Distribution Sdn Bhd ("GMD").

The payable will be refunded principally through a rebate payable by GMD to the users of the NGDS in the future. The payable was recognised based on GMD's obligations under the Incentive Based Regulation guideline.

**22. Status of corporate proposals**

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

**23. Borrowings**

The outstanding borrowings of the Group are analysed as follows:

	As at 31.12.22 RM'000	As at 31.12.21 RM'000
<u>Current (unsecured):</u>		
Islamic Commercial Papers	150,233	220,000
Islamic Medium Term Notes	11,000	100,198
	<u>161,233</u>	<u>320,198</u>
<u>Non-current (unsecured):</u>		
Islamic Medium Term Notes	80,000	11,000
Total borrowings	<u>241,233</u>	<u>331,198</u>

The Islamic Commercial Papers and Islamic Medium Term Notes were issued under the Shariah principle of Murabahah by a wholly owned subsidiary of the Company, GMD.

The Sukuk Murabahah Programmes have a combined issuance limit of up to RM1.0 billion in nominal value and are secured by way of a corporate guarantee provided by the holding company, Gas Malaysia Berhad.

**24. Material litigation**

As at 31 December 2022, neither the Company nor its subsidiaries are engaged in any material litigation or arbitration, either as plaintiff or defendant.



**25. Earnings per ordinary share**

Basic/Diluted Earnings per Ordinary Share ("EPS"):

	3 months ended <u>31.12.22</u>	3 months ended <u>31.12.21</u>	Cumulative 12 months ended <u>31.12.22</u>	Cumulative 12 months ended <u>31.12.21</u>
Profit for the period/ year attributable to owners of the Company (RM'mil)	95.2	69.3	389.5	249.6
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)	7.42	5.40	30.34	19.44
Diluted earnings per ordinary share (Sen)	7.42	5.40	30.34	19.44

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

**26. Dividend declared**

The Directors had declared on 16 February 2023, a second interim dividend of 8.24 sen per share on the 1,284,000,000 ordinary shares, amounting to RM105.8 million in respect of the financial year ended 31 December 2022, which will be paid on 31 March 2023.

**27. Authorisation for issue**

The condensed consolidated interim financial statements have been authorised for issue by the Board of Directors in accordance with their resolution on 16 February 2023.

By Order of the Board,

Yanti Irwani Binti Abu Hassan (MACS 01349)

Maziah binti Martin (M01864)

Company Secretary

Shah Alam

Dated: 17 February 2023