

**Condensed Consolidated Statement of Comprehensive Income  
for the financial period ended 30 June 2023**

|   | <b>3 months<br/>ended<br/>30.06.2023<br/>RM'000<br/>(Unaudited)</b> | <b>3 months<br/>ended<br/>30.06.2022<br/>RM'000<br/>(Unaudited)</b> | <b>Cumulative<br/>6 months ended<br/>30.06.2023<br/>RM'000<br/>(Unaudited)</b> | <b>Cumulative<br/>6 months ended<br/>30.06.2022<br/>RM'000<br/>(Unaudited)</b> |
|---|---|---|--|--|
| Revenue   | 2,020,758   | 1,777,111   | 4,460,573  | 3,561,264  |
| Cost of sales   | (1,869,169)   | (1,617,609)   | (4,164,767)  | (3,265,361)  |
| <b>Gross profit</b>   | <b>151,589</b>  | <b>159,502</b>  | <b>295,806</b>   | <b>295,903</b>   |
| Finance income  | 4,515   | 2,494   | 9,466  | 4,046  |
| Other operating income  | 768   | 462   | 1,264  | 904  |
| Administrative expenses   | (21,011)  | (16,956)  | (42,245)   | (33,247)   |
| Selling & distribution expenses   | (323)   | (266)   | (677)  | (437)  |
| Finance costs   | (2,408)   | (2,050)   | (5,126)  | (4,904)  |
| Share of results in joint ventures  | (1,261)   | 890   | 9  | 2,136  |
| <b>Profit before zakat and taxation</b>   | <b>131,869</b>  | <b>144,076</b>  | <b>258,497</b>   | <b>264,401</b>   |
| Zakat expenses  | (875)   | (875)   | (1,750)  | (1,750)  |
| Tax expense   | (33,183)  | (35,861)  | (63,840)   | (63,994)   |
| <b>Net profit for the financial period</b>                                      | <b>97,811</b>   | <b>107,340</b>  | <b>192,907</b>   | <b>198,657</b>   |
| <b>Other comprehensive (loss)/income<br/>(net of tax):</b>                      |   |   |  |  |
| <i>Items that will be reclassified<br/>to profit or loss</i>                    |   |   |  |  |
| Cash flow hedge of a joint venture  | (2,612)   | 551   | (2,007)  | 437  |
| <b>Total comprehensive income for<br/>the financial period</b>                  | <b>95,199</b>   | <b>107,891</b>  | <b>190,900</b>   | <b>199,094</b>   |
| <b>Net profit attributable to owners<br/>of the Company</b>                     | <b>97,811</b>   | <b>107,340</b>  | <b>192,907</b>   | <b>198,657</b>   |
| <b>Total comprehensive income<br/>attributable to owners of the<br/>Company</b> | <b>95,199</b>   | <b>107,891</b>  | <b>190,900</b>   | <b>199,094</b>   |
| <b>Earnings per share</b>   |   |   |  |  |
| Basic (Sen)   | 7.62  | 8.36  | 15.02  | 15.47  |
| Diluted (Sen)   | 7.62  | 8.36  | 15.02  | 15.47  |

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022.

**Condensed Consolidated Statement of Financial Position  
as at 30 June 2023**

|  | <b>As at<br/>30.06.2023<br/>RM'000<br/>(Unaudited)</b> | <b>As at<br/>31.12.2022<br/>RM'000<br/>(Audited)</b> |
|--|--|--|
| <b>Non-Current Assets</b>  |  |  |
| Property, plant and equipment  | 1,615,888  | 1,616,047  |
| Right-of-use assets  | 17,652   | 16,807   |
| Investments in joint ventures  | 76,224   | 76,110   |
| Other receivables  | 10,310   | 15,215   |
| Deferred tax assets  | 2,554  | 2,233  |
|  | <u>1,722,628</u>                                       | <u>1,726,412</u>                                     |
| <b>Current Assets</b>  |  |  |
| Trade and other receivables  | 771,356  | 824,769  |
| Tax recoverable  | 3,988  | 4,653  |
| Deposits, bank and cash balances   | 678,652  | 591,297  |
|  | <u>1,453,996</u>                                       | <u>1,420,719</u>                                     |
| <b>Total Assets</b>  | <b><u>3,176,624</u></b>                                | <b><u>3,147,131</u></b>                              |
| <b>Equity</b>  |  |  |
| <b>Equity attributable to owners of the Company</b>                                  |  |  |
| Share capital  | 642,000  | 642,000  |
| Cash flow hedge reserve  | 1,193  | 3,200  |
| Retained profits   | 609,559  | 633,135  |
| <b>Total Equity</b>  | <b><u>1,252,752</u></b>                                | <b><u>1,278,335</u></b>                              |
| <b>Non-Current Liabilities</b>   |  |  |
| Redeemable preference share  | -  | -  |
| Deferred tax liabilities   | 225,025  | 226,168  |
| Borrowings   | 80,000   | 80,000   |
| Lease liabilities  | 3,070  | 2,074  |
|  | <u>308,095</u>   | <u>308,242</u>                                       |
| <b>Current Liabilities</b>   |  |  |
| Trade and other payables   | 1,367,572  | 1,361,886  |
| Contract liabilities   | 1,254  | 1,254  |
| Borrowings   | 191,222  | 161,233  |
| Lease liabilities  | 1,186  | 1,184  |
| Tax payable  | 54,543   | 34,997   |
|  | <u>1,615,777</u>                                       | <u>1,560,554</u>                                     |
| <b>Total Liabilities</b>   | <b><u>1,923,872</u></b>                                | <b><u>1,868,796</u></b>                              |
| <b>Total Equity and Liabilities</b>  | <b><u>3,176,624</u></b>                                | <b><u>3,147,131</u></b>                              |
| Net assets per share attributable to<br>ordinary equity holders of the Company (Sen) | 97.57  | 99.56  |

# 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 2022.

**Unaudited Condensed Consolidated Statement of Changes in Equity for the financial period ended 30 June 2023**

|   | <b>Number of<br/>Shares<br/>Million</b> | <b>Share<br/>Capital<br/>RM'000</b> | <b>Cash Flow<br/>Hedge Reserve*<br/>RM'000</b> | <b>Retained<br/>Profits<br/>RM'000</b> | <b>Total<br/>Equity<br/>RM'000</b> |
|---|---|-------------------------------------|--|--|------------------------------------|
| <b>At 1 January 2023</b>  | <b>1,284</b>                            | <b>642,000</b>                      | <b>3,200</b>                                   | <b>633,135</b>                         | <b>1,278,335</b>                   |
| Net profit for the financial period                                     | -                                       | -                                   | -  | 192,907                                | <b>192,907</b>                     |
| Other comprehensive loss for the financial period                       | -                                       | -                                   | (2,007)  | -                                      | <b>(2,007)</b>                     |
| Total comprehensive income for the financial period                     | -                                       | -                                   | (2,007)  | 192,907                                | <b>190,900</b>                     |
| Dividends:  |   |                                     |  |  |                                    |
| - Second interim dividend for the financial year ended 31 December 2022 | -                                       | -                                   | -  | (105,802)                              | <b>(105,802)</b>                   |
| - Final dividend for the financial year ended 31 December 2022          | -                                       | -                                   | -  | (110,681)                              | <b>(110,681)</b>                   |
|   | -                                       | -                                   | -  | (216,483)                              | <b>(216,483)</b>                   |
| <b>At 30 June 2023</b>  | <b>1,284</b>                            | <b>642,000</b>                      | <b>1,193</b>                                   | <b>609,559</b>                         | <b>1,252,752</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 2022.

## Unaudited Condensed Consolidated Statement of Changes in Equity for the financial period ended 30 June 2022

|   | Number of<br>Shares<br>Million | Share<br>Capital<br>RM'000 | Cash Flow<br>Hedge Reserve*<br>RM'000 | Retained<br>Profits<br>RM'000 | Total<br>Equity<br>RM'000 |
|---|--------------------------------|----------------------------|---------------------------------------|-------------------------------|---------------------------|
| <b>At 1 January 2022</b>  | <b>1,284</b>                   | <b>642,000</b>             | <b>3,447</b>                          | <b>484,599</b>                | <b>1,130,046</b>          |
| Net profit for the financial period                                     | -                              | -                          | -                                     | 198,657                       | <b>198,657</b>            |
| Other comprehensive income for the financial period                     | -                              | -                          | 437                                   | -                             | <b>437</b>                |
| Total comprehensive income for the financial period                     | -                              | -                          | 437                                   | 198,657                       | <b>199,094</b>            |
| Dividends:  |                                |                            |                                       |                               |                           |
| - Second interim dividend for the financial year ended 31 December 2021 | -                              | -                          | -                                     | (77,040)                      | <b>(77,040)</b>           |
| - Final dividend for the financial year ended 31 December 2021          | -                              | -                          | -                                     | (88,211)                      | <b>(88,211)</b>           |
|   | -                              | -                          | -                                     | (165,251)                     | <b>(165,251)</b>          |
| <b>At 30 June 2022</b>  | <b>1,284</b>                   | <b>642,000</b>             | <b>3,884</b>                          | <b>518,005</b>                | <b>1,163,889</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 2022.

**Condensed Consolidated Statement of Cash Flows  
for the financial period ended 30 June 2023**

|   | <b>6 months<br/>ended<br/>30.06.2023<br/>RM'000<br/>(Unaudited)</b> | <b>6 months<br/>ended<br/>30.06.2022<br/>RM'000<br/>(Unaudited)</b> |
|---|---|---|
| <b>Cash flows from operating activities</b>                         |   |   |
| Profit before zakat and taxation                                    | 258,497   | 264,401   |
| Adjustments for:  |   |   |
| Depreciation and amortisation                                       | 53,241  | 50,162  |
| Gain on disposal of property, plant and equipment                   | (230)   | (65)  |
| Share of results in joint ventures                                  | (9)   | (2,136)   |
| Finance income  | (9,466)   | (4,046)   |
| Finance costs   | 5,126   | 4,904   |
| Operating profit before working capital changes                     | 307,159   | 313,220   |
| Changes in working capital:   |   |   |
| Receivables   | 58,631  | 104,710   |
| Payables and contract liabilities                                   | 7,157   | (102,216)   |
| Cash generated from operations                                      | 372,947   | 315,714   |
| Zakat paid  | (1,750)   | (1,750)   |
| Tax paid  | (44,831)  | (40,611)  |
| <b>Net cash flows generated from operating activities</b>           | <b>326,366</b>  | <b>273,353</b>  |
| <b>Cash flows from investing activities</b>                         |   |   |
| Additional investment in a joint venture                            | (3,432)   | -   |
| Advances to a joint venture   | -   | (1,855)   |
| Proceeds from disposal of property, plant and equipment             | 230   | 65  |
| Purchase of property, plant and equipment                           | (53,716)  | (70,810)  |
| Finance income received   | 9,153   | 3,889   |
| Dividend income received from a joint venture                       | 1,320   | 660   |
| Withdrawal of investment funds with licensed financial institutions | -   | 413,000   |
| <b>Net cash flows (used in)/generated from investing activities</b> | <b>(46,445)</b>   | <b>344,949</b>  |
| <b>Cash flows from financing activities</b>                         |   |   |
| Dividends paid  | (216,483)   | (77,040)  |
| Issuance of Islamic Commercial Paper ("iCP")                        | 630,000   | 1,320,000   |
| Repayment of iCP  | (600,000)   | (1,320,000)   |
| Lease liabilities paid  | (806)   | (836)   |
| Finance cost paid   | (5,277)   | (4,326)   |
| <b>Net cash flows used in financing activities</b>                  | <b>(192,566)</b>  | <b>(82,202)</b>   |
| Net change in cash and cash equivalents                             | 87,355  | 536,100   |
| Cash and cash equivalents at beginning of financial period          | 591,297   | 42,947  |
| <b>Cash and cash equivalents at the end of financial period</b>     | <b>678,652</b>  | <b>579,047</b>  |

**Non-cash transactions:**

Finance income receivable arising from deposits with financial institution amounting to RM566,000 (31 December 2022: RM253,000) had been included within other receivables as at 30 June 2023.

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022.

**Condensed Consolidated Statement of Cash Flows  
for the financial period ended 30 June 2023**

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

|   | <b>Borrowings<br/>RM'000</b> | <b>Dividend<br/>payable<br/>RM'000</b> | <b>Lease<br/>liabilities<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|---|------------------------------|--|---|-------------------------|
| At 1 January 2023                                     | 241,233                      | -                                      | 3,258                                   | 244,491                 |
| Cash flows - net of drawdown<br>and repayment/payment | 24,723                       | (216,483)                              | (806)                                   | (192,566)               |
| Non-cash items:                                       |                              |  |   |                         |
| - Dividends declared                                  | -                            | 216,483                                | -                                       | 216,483                 |
| - Finance cost  | 5,266                        | -                                      | 71                                      | 5,337                   |
| - Addition of lease<br>liabilities                    | -                            | -                                      | 1,759                                   | 1,759                   |
| - Accrual for unpaid<br>lease liabilities             | -                            | -                                      | (26)                                    | (26)                    |
| At 30 June 2023                                       | <u>271,222</u>               | <u>-</u>                               | <u>4,256</u>                            | <u>275,478</u>          |
| At 1 January 2022                                     | 331,198                      | -                                      | 3,172                                   | 334,370                 |
| Cash flows - net of drawdown<br>and repayment/payment | (4,326)                      | (77,040)                               | (836)                                   | (82,202)                |
| Non-cash items:                                       |                              |  |   |                         |
| - Dividends declared                                  | -                            | 165,251                                | -                                       | 165,251                 |
| - Finance cost  | 4,315                        | -                                      | 754                                     | 5,069                   |
| - Addition of lease<br>liabilities                    | -                            | -                                      | 958                                     | 958                     |
| - Accrual for unpaid<br>lease liabilities             | -                            | -                                      | (20)                                    | (20)                    |
| At 30 June 2022                                       | <u>331,187</u>               | <u>88,211</u>                          | <u>4,028</u>                            | <u>423,426</u>          |

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

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

The condensed consolidated interim financial statements for the financial period ended 30 June 2023 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 2022, 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 2022.

The adoption of the following amendments to existing accounting standards that came into effect on or after 1 January 2023 which are applicable to the Group, did not have any significant financial impact on the condensed consolidated interim financial statements upon their initial applications:

- Amendments to MFRS 101, MFRS Practice Statement 2 and MFRS 108 on "Disclosure of Accounting Policies" and "Definition of Accounting Estimates"
- Amendments to MFRS 112 "Deferred Tax related to Assets and Liabilities arising from a Single Transaction" and "International Tax Reform - Pillar Two Model Rules"

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 2024:
- Amendments to MFRS 101 "Classification of liabilities as current or non-current" ('2020 amendments') and Non-current Liabilities with Covenants" ('2022 amendments')
  - 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 2022 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 30 June 2023.

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

| Type of issuance | Issuance date | Tenure  | Amount<br>(RM million) |
|------------------|---------------|---------|------------------------|
| iCP              | 10 Apr 2023   | 1 month | 150.0                  |
| iCP              | 10 May 2023   | 1 month | 150.0                  |
| iCP              | 9 June 2023   | 1 month | 180.0                  |

The repayments made during the current quarter are as follows:

| Type of issuance | Issuance date | Repayment date | Amount<br>(RM million) |
|------------------|---------------|----------------|------------------------|
| iCP              | 10 Mar 2023   | 10 Apr 2023    | 150.0                  |
| iCP              | 10 Apr 2023   | 10 May 2023    | 150.0                  |
| iCP              | 10 May 2023   | 9 June 2023    | 150.0                  |

## 8. Dividends paid

On 31 March 2023, the Company paid a second interim dividend of 8.24 sen per share on the 1,284,000,000 ordinary shares in issue, amounting to RM105,801,600 in respect of the financial year ended 31 December 2022.

On 15 June 2023, the Company paid a final dividend of 8.62 sen per share on the 1,284,000,000 ordinary shares in issue, amounting to RM110,680,800 in respect of the financial year ended 31 December 2022.

## 9. Segment Reporting

The Group's segmental report for the financial period ended 30 June 2023 is as follows:

|   | Natural<br>Gas & LPG<br>RM' 000 | Others<br>RM' 000 | Total<br>RM' 000 |
|---|---------------------------------|-------------------|------------------|
| <u>30 June 2023</u>   |                                 |                   |                  |
| <u>Revenue:</u>   |                                 |                   |                  |
| Total segment revenue   |                                 |                   |                  |
| - external  | 4,460,573                       | -                 | 4,460,573        |
| a) Sale of natural gas and<br>LPG:  |                                 |                   |                  |
| - over time   | 4,413,670                       | -                 | 4,413,670        |
| b) Tolling fee:   |                                 |                   |                  |
| - over time   | 46,903                          | -                 | 46,903           |
|   | <u>4,460,573</u>                | <u>-</u>          | <u>4,460,573</u> |
| <u>Results:</u>   |                                 |                   |                  |
| Profit before zakat and<br>taxation   | 255,602                         | 2,895             | 258,497          |
| Finance income  | (9,466)                         | -                 | (9,466)          |
| Depreciation and amortisation   | 53,214                          | 27                | 53,241           |
| Earnings before finance<br>income, zakat, taxation,<br>depreciation and<br>amortisation | <u>299,350</u>                  | <u>2,922</u>      | <u>302,272</u>   |

|                                | Natural              |               |              |
|--------------------------------|----------------------|---------------|--------------|
|                                | <u>Gas &amp; LPG</u> | <u>Others</u> | <u>Total</u> |
|                                | RM' 000              | RM' 000       | RM' 000      |
| <u>Assets and liabilities:</u> |                      |               |              |
| Segment assets                 | 3,084,757            | 9,101         | 3,093,858    |
| Investments in joint ventures  | -                    | 76,224        | 76,224       |
| Tax recoverable                | 3,988                | -             | 3,988        |
| Deferred tax assets            | 2,554                | -             | 2,554        |
|                                | <hr/>                | <hr/>         | <hr/>        |
| Total assets                   | 3,091,299            | 85,325        | 3,176,624    |
|                                | <hr/> <hr/>          | <hr/> <hr/>   | <hr/> <hr/>  |
| Segment liabilities            | 1,644,246            | 58            | 1,644,304    |
| Tax payable                    | 54,543               | -             | 54,543       |
| Deferred tax liabilities       | 225,025              | -             | 225,025      |
|                                | <hr/>                | <hr/>         | <hr/>        |
| Total liabilities              | 1,923,814            | 58            | 1,923,872    |
|                                | <hr/> <hr/>          | <hr/> <hr/>   | <hr/> <hr/>  |

The Group's segmental report for the corresponding financial period ended 30 June 2022 is as follows:

|   | Natural              |               |                  |
|---|----------------------|---------------|------------------|
|   | <u>Gas &amp; LPG</u> | <u>Others</u> | <u>Total</u>     |
|   | RM' 000              | RM' 000       | RM' 000          |
| <u>30 June 2022</u>   |                      |               |                  |
| <u>Revenue:</u>   |                      |               |                  |
| Total segment revenue   |                      |               |                  |
| - external  | 3,561,264            | -             | 3,561,264        |
| a) Sale of natural gas<br>and LPG:  |                      |               |                  |
| - over time   | 3,535,611            | -             | 3,535,611        |
| b) Tolling fee:   |                      |               |                  |
| - over time   | 25,653               | -             | 25,653           |
|   | <u>3,561,264</u>     | <u>-</u>      | <u>3,561,264</u> |
| <u>Results:</u>   |                      |               |                  |
| Profit before zakat and<br>taxation   | 262,337              | 2,064         | 264,401          |
| Finance income  | (4,046)              | -             | (4,046)          |
| Depreciation and amortisation   | 50,134               | 28            | 50,162           |
| Earnings before finance<br>income, zakat, taxation,<br>depreciation and<br>amortisation | <u>308,425</u>       | <u>2,092</u>  | <u>310,517</u>   |

|                                | Natural              |               | <u>Total</u><br>RM' 000 |
|--------------------------------|----------------------|---------------|-------------------------|
|                                | <u>Gas &amp; LPG</u> | <u>Others</u> |                         |
|                                | RM' 000              | RM' 000       |                         |
| <u>Assets and liabilities:</u> |                      |               |                         |
| Segment assets                 | 2,808,369            | 6,232         | 2,814,601               |
| Investments in joint ventures  | -                    | 68,290        | 68,290                  |
| Deferred tax assets            | 2,190                | -             | 2,190                   |
| Tax recoverable                | 6,697                | -             | 6,697                   |
| Total assets                   | <u>2,817,256</u>     | <u>74,522</u> | <u>2,891,778</u>        |
| Segment liabilities            | 1,520,263            | 41            | 1,520,304               |
| Tax payable                    | 4,223                | -             | 4,223                   |
| Deferred tax liabilities       | 203,362              | -             | 203,362                 |
| Total liabilities              | <u>1,727,848</u>     | <u>41</u>     | <u>1,727,889</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 30 June 2023.

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

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

**12. Changes in contingent liabilities or contingent assets**

There was no material change in the contingent liability or contingent asset since the last audited financial statements for the financial year ended 31 December 2022.

**13. Capital commitments**

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

|                                   | As at<br>30.06.23<br>RM' 000 |
|-----------------------------------|------------------------------|
| Property, plant and equipment:    |                              |
| Authorised and contracted for     | 116,543                      |
| Authorised but not contracted for | 70,553                       |
|                                   | <u>187,096</u>               |

**14. Related party transactions**

Significant related party transactions for the financial period ended 30 June 2023:

|   | Cumulative<br>6 months<br>ended<br>30.06.23<br>RM' 000 | Cumulative<br>6 months<br>ended<br>30.06.22<br>RM' 000 |
|---|--|--|
| (i) The transactions have been entered into in the normal course of business and have been established under negotiated terms agreed by both parties: |  |  |
| Natural gas sales to:   |  |  |
| - Gas Malaysia Energy Advance Sdn. Bhd.   | 83,374   | 64,450   |
| - Central Sugar Refinery Sdn. Bhd.  | 79,244   | 52,025   |
| - Central Sugars Refinery (Padang Terap) Sdn. Bhd.  | 29,179   | 21,892   |
| - HICOM Automotive Manufacturers (Malaysia) Sdn. Bhd.   | 2,343  | 1,707  |
| - HICOM-Teck See Manufacturing (Malaysia) Sdn. Bhd.   | 323  | 31   |
| - HICOM Diecastings Sdn. Bhd.   | 536  | 388  |
| - Perusahaan Otomobil Nasional Sdn. Bhd.  | 6,606  | 4,559  |
| - Horsedale Development Berhad  | 205  | 178  |
| - Honda Malaysia Sdn. Bhd.  | 3,213  | 2,219  |
| - THR Hotel (Selangor) Bhd.   | 55   | 35   |
| - Oriental Summit Industries Sdn. Bhd.  | 152  | 118  |
| Purchase of LPG from:   |  |  |
| - PETRONAS Dagangan Berhad  | (5,502)  | (6,265)  |



|   | Cumulative<br>6 months<br>ended<br>30.06.23<br>RM' 000 | Cumulative<br>6 months<br>ended<br>30.06.22<br>RM' 000 |
|---|--|--|
| (i) The transactions have been entered into in the normal course of business and have been established under negotiated terms agreed by both parties: (continued) |  |  |
| Purchase of natural gas from:   |  |  |
| - PETRONAS Energy & Gas Trading Sdn. Bhd.   | (4,038,614)  | (3,187,656)  |
| Logistic services from:   |  |  |
| - Johor Port Logistic Sdn. Bhd.   | -  | (143)  |
| (ii) The transactions have been entered into based on regulated prices:   |  |  |
| Tolling fee income from:  |  |  |
| - PETRONAS Energy & Gas Trading Sdn. Bhd.   | 29,468   | 38,523   |

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

**15. Review of performance**

|   | Second quarter ended |            |          |
|---|----------------------|------------|----------|
|   | 30.06.2023           | 30.06.2022 | Variance |
|   | RM'000               | RM'000     | %        |
| Revenue   | 2,020,758            | 1,777,111  | 13.7     |
| Operating profit  | 127,847              | 140,230    | (8.8)    |
| Profit before finance income, zakat and taxation              | 127,354              | 141,582    | (10.0)   |
| Profit before zakat and taxation                              | 131,869              | 144,076    | (8.5)    |
| Profit after zakat and taxation                               | 97,811               | 107,340    | (8.9)    |
| Profit attributable to ordinary equity holders of the Company | 97,811               | 107,340    | (8.9)    |

The Group's revenue for the second quarter ended 30 June 2023 was RM2,020.8 million compared to RM1,777.1 million in the corresponding quarter in 2022, representing an increase of 13.7%. 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 current quarter.

The profit before zakat and taxation for the second quarter ended 30 June 2023 was RM131.9 million, a decrease of 8.5% as compared to the profit before zakat and taxation of RM144.1 million in the corresponding quarter last year. This was mainly attributed to higher administrative expenses and lower contributions from the Group's joint venture companies, partially offset by higher finance income in the current quarter.

|  | Financial period ended |            |          |
|--|------------------------|------------|----------|
|  | 30.06.2023             | 30.06.2022 | Variance |
|  | RM'000                 | RM'000     | %        |
| Revenue  | 4,460,573              | 3,561,264  | 25.3     |
| Operating profit   | 247,758                | 257,315    | (3.7)    |
| Profit before finance income, zakat and taxation             | 249,031                | 260,355    | (4.3)    |
| Profit before zakat and taxation                             | 258,497                | 264,401    | (2.2)    |
| Profit after zakat and taxation                              | 192,907                | 198,657    | (2.9)    |
| Profit attributable to ordinary equity holders of the Parent | 192,907                | 198,657    | (2.9)    |

The Group's revenue for the financial period ended 30 June 2023 was RM4,460.6 million compared to RM3,561.3 million in the corresponding period in 2022, representing an increase of 25.3%. 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 period ended 30 June 2023.

The profit before zakat and taxation for the financial period ended 30 June 2023 was RM258.5 million, a decrease of 2.2% as compared to the profit before zakat and taxation of RM264.4 million in the corresponding period last year. This was mainly attributed to higher administrative expenses and lower contributions from the Group's joint venture companies, partially offset by higher finance income in the current financial period.

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

The Group recorded higher profit before zakat and taxation of RM131.9 million in the current quarter as compared to RM126.6 million in the preceding quarter. This was mainly attributed to higher gross profit, partially offset by lower contributions from the Group's joint venture companies.

**17. Current prospects**

Malaysia's economic growth is projected to grow moderately between 4.0% to 5.0% in 2023, supported by firm domestic demand despite challenges posed by global headwinds.

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.

**18. Profit before zakat and taxation**

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

|   | Second quarter ended |                     | Financial period ended |                     |
|---|----------------------|---------------------|------------------------|---------------------|
|   | 30.06.23<br>RM' 000  | 30.06.22<br>RM' 000 | 30.06.23<br>RM' 000    | 30.06.22<br>RM' 000 |
| Depreciation and amortisation                     | 26,837               | 25,303              | 53,241                 | 50,162              |
| Gain on disposal of property, plant and equipment | (230)                | -                   | (230)                  | (65)                |

**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<br>ended<br>30.06.23<br>RM' 000 | 3 months<br>ended<br>30.06.22<br>RM' 000 | Cumulative<br>6 months<br>ended<br>30.06.23<br>RM' 000 | Cumulative<br>6 months<br>ended<br>30.06.22<br>RM' 000 |
|---|--|--|--|--|
| Income tax:   |  |  |  |  |
| - Current financial period                          | (33,508)                                 | (33,799)                                 | (65,173)   | (60,148)   |
| - (Under)/Over accrual in prior financial period    | <u>(985)</u>                             | <u>-</u>                                 | <u>(131)</u>   | <u>4</u>   |
|   | (34,493)                                 | (33,799)                                 | (65,304)   | (60,144)   |
| Deferred tax:                                       |  |  |  |  |
| - Origination and reversal of temporary differences | <u>1,310</u>                             | <u>(2,062)</u>                           | <u>1,464</u>   | <u>(3,850)</u>   |
|   | <u>(33,183)</u>                          | <u>(35,861)</u>                          | <u>(63,840)</u>  | <u>(63,994)</u>  |

The Group's effective tax rates are 25.3% and 24.9% for the quarter and financial period ended 30 June 2023, which are slightly higher than the statutory income tax rate in Malaysia. This was mainly attributed to under accrual of income tax and deferred tax in prior financial year.

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

Included in the "Trade and other payables" of the Group as of 30 June 2023 is an amount payable pursuant to the revenue and price cap mechanism. This payable represents over-recovery of revenues arising in prior financial year 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<br>30.06.23<br>RM'000 | As at<br>31.12.22<br>RM'000 |
|---------------------------------|-----------------------------|-----------------------------|
| <u>Current (unsecured):</u>     |                             |                             |
| Islamic Commercial Papers       | 180,222                     | 150,233                     |
| Islamic Medium Term Notes       | 11,000                      | 11,000                      |
|                                 | <u>191,222</u>              | <u>161,233</u>              |
| <u>Non-current (unsecured):</u> |                             |                             |
| Islamic Medium Term Notes       | 80,000                      | 80,000                      |
| Total borrowings                | <u>271,222</u>              | <u>241,233</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 30 June 2023, 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<br>ended<br><u>30.06.23</u> | 3 months<br>ended<br><u>30.06.22</u> | Cumulative<br>6 months<br>ended<br><u>30.06.23</u> | Cumulative<br>6 months<br>ended<br><u>30.06.22</u> |
|---|--------------------------------------|--------------------------------------|--|--|
| Profit for the period<br>attributable to<br>owners of the<br>Company (RM'mil) | 97.8                                 | 107.3                                | 192.9  | 198.7  |
| Number of ordinary<br>shares in issue (mil)                                   | 1,284.0                              | 1,284.0                              | 1,284.0  | 1,284.0  |
| Basic earnings per<br>ordinary share (Sen)                                    | 7.62                                 | 8.36                                 | 15.02  | 15.47  |
| Diluted earnings per<br>ordinary share (Sen)                                  | 7.62                                 | 8.36                                 | 15.02  | 15.47  |

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 on 21 August 2023 approved the declaration of the first interim dividend of 5.72 sen per share on the 1,284,000,000 ordinary shares, amounting to RM73.44 million in respect of the financial year ending 31 December 2023, which will be paid on 27 October 2023. The entitlement to dividend will be determined on the basis of the Record of Depositors of the Company as at 13 October 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 21 August 2023.

By Order of the Board,

Yanti Irwani Binti Abu Hassan (MACS 01349)

Maziah binti Martin (M01864)

Company Secretary

Shah Alam

Dated: 21 August 2023