

**Condensed Consolidated Statement of Comprehensive Income
for the financial period ended 31 March 2024**

	3 months ended 31.03.2024 RM'000 (Unaudited)	3 months ended 31.03.2023 RM'000 (Unaudited)	Cumulative 3 months ended 31.03.2024 RM'000 (Unaudited)	Cumulative 3 months ended 31.03.2023 RM'000 (Unaudited)
Revenue	1,872,612	2,439,815	1,872,612	2,439,815
Cost of sales	(1,717,997)	(2,295,598)	(1,717,997)	(2,295,598)
Gross profit	154,615	144,217	154,615	144,217
Finance income	5,419	4,951	5,419	4,951
Other operating income	1,152	496	1,152	496
Administrative expenses	(22,249)	(21,234)	(22,249)	(21,234)
Selling & distribution expenses	(428)	(354)	(428)	(354)
Finance costs	(3,361)	(2,718)	(3,361)	(2,718)
Share of results in joint ventures	1,438	1,270	1,438	1,270
Profit before zakat and taxation	136,586	126,628	136,586	126,628
Zakat expenses	(875)	(875)	(875)	(875)
Tax expense	(33,077)	(30,657)	(33,077)	(30,657)
Net profit for the financial period	102,634	95,096	102,634	95,096
Other comprehensive (loss)/income (net of tax):				
<i>Items that will be reclassified to profit or loss</i>				
Cash flow hedge of a joint venture	(1,077)	605	(1,077)	605
Total comprehensive income for the financial period	101,557	95,701	101,557	95,701
Net profit attributable to owners of the Company	102,634	95,096	102,634	95,096
Total comprehensive income attributable to owners of the Company	101,557	95,701	101,557	95,701
Earnings per share				
Basic (Sen)	7.99	7.41	7.99	7.41
Diluted (Sen)	7.99	7.41	7.99	7.41

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023.

**Condensed Consolidated Statement of Financial Position
as at 31 March 2024**

	As at 31.03.2024 RM'000 (Unaudited)	As at 31.12.2023 RM'000 (Audited)
Non-Current Assets		
Property, plant and equipment	1,744,690	1,732,383
Right-of-use assets	16,272	16,685
Investments in joint ventures	78,573	78,212
Other receivables	8,190	7,823
Deferred tax assets	3,913	3,903
	<u>1,851,638</u>	<u>1,839,006</u>
Current Assets		
Trade and other receivables	696,352	672,518
Tax recoverable	3,502	3,634
Deposits, bank and cash balances	787,351	691,792
	<u>1,487,205</u>	<u>1,367,944</u>
Total Assets	<u>3,338,843</u>	<u>3,206,950</u>
Equity		
Equity attributable to owners of the Company		
Share capital	642,000	642,000
Cash flow hedge reserve	(1,808)	(731)
Retained profits	610,446	726,606
Total Equity	<u>1,250,638</u>	<u>1,367,875</u>
Non-Current Liabilities		
Redeemable preference share	-	-
Deferred tax liabilities	235,481	232,988
Borrowings	80,000	80,000
Lease liabilities	1,924	2,060
	<u>317,405</u>	<u>315,048</u>
Current Liabilities		
Trade and other payables	1,271,131	1,246,017
Contract liabilities	1,254	1,254
Borrowings	251,134	250,191
Lease liabilities	1,189	1,392
Tax payable	27,298	25,173
Dividend payable	218,794	-
	<u>1,770,800</u>	<u>1,524,027</u>
Total Liabilities	<u>2,088,205</u>	<u>1,839,075</u>
Total Equity and Liabilities	<u>3,338,843</u>	<u>3,206,950</u>
Net assets per share attributable to ordinary equity holders of the Company (Sen)	97.40	106.53

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 2023.

Unaudited Condensed Consolidated Statement of Changes in Equity for the financial period ended 31 March 2024

	Number of Shares Million	Share Capital RM'000	Cash Flow Hedge Reserve* RM'000	Retained Profits RM'000	Total Equity RM'000
At 1 January 2024	1,284	642,000	(731)	726,606	1,367,875
Net profit for the financial period	-	-	-	102,634	102,634
Other comprehensive income for the financial period	-	-	(1,077)	-	(1,077)
Total comprehensive income for the financial period	-	-	(1,077)	102,634	101,557
Dividends:					
- Second interim dividend for the financial year ended 31 December 2023	-	-	-	(108,113)	(108,113)
- Final dividend for the financial year ended 31 December 2023	-	-	-	(110,681)	(110,681)
	-	-	-	(218,794)	(218,794)
At 31 March 2024	1,284	642,000	(1,808)	610,446	1,250,638

* 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 2023.

Unaudited Condensed Consolidated Statement of Changes in Equity for the financial period ended 31 March 2023

	Number of Shares Million	Share Capital RM'000	Cash Flow Hedge Reserve* RM'000	Retained Profits RM'000	Total Equity RM'000
At 1 January 2023	1,284	642,000	3,200	633,135	1,278,335
Net profit for the financial period	-	-	-	95,096	95,096
Other comprehensive loss for the financial period	-	-	605	-	605
Total comprehensive income for the financial period	-	-	605	95,096	95,701
Dividends:					
- Second interim dividend for the financial year ended 31 December 2022	-	-	-	(105,802)	(105,802)
- Final dividend for the financial year ended 31 December 2022	-	-	-	(110,681)	(110,681)
	-	-	-	(216,483)	(216,483)
At 31 March 2023	1,284	642,000	3,805	511,748	1,157,553

* 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 2023.

**Condensed Consolidated Statement of Cash Flows
for the financial period ended 31 March 2024**

	3 months ended 31.03.2024 RM'000 (Unaudited)	3 months ended 31.03.2023 RM'000 (Unaudited)
Cash flows from operating activities		
Profit before zakat and taxation	136,586	126,628
Adjustments for:		
Depreciation and amortisation	27,217	26,404
Gain on disposal of property, plant and equipment	(498)	-
Share of results in joint ventures	(1,438)	(1,270)
Finance income	(5,419)	(4,951)
Finance costs	3,361	2,718
Operating profit before working capital changes	159,809	149,529
Changes in working capital:		
Receivables	(23,714)	(84,719)
Payables and contract liabilities	25,095	83,129
Cash generated from operations	161,190	147,939
Zakat paid	(875)	(875)
Tax paid	(28,337)	(22,773)
Net cash flows generated from operating activities	131,978	124,291
Cash flows from investing activities		
Additional investment in a joint venture	-	(3,432)
Proceeds from disposal of property, plant and equipment	498	-
Purchase of property, plant and equipment	(39,004)	(22,156)
Finance income received	4,932	4,925
Net cash flows used in investing activities	(33,574)	(20,663)
Cash flows from financing activities		
Dividends paid	-	(105,802)
Issuance of Islamic Commercial Paper ("iCP")	250,000	150,000
Repayment of iCP	(250,000)	(150,000)
Lease liabilities paid	(353)	(402)
Finance cost paid	(2,492)	(1,733)
Net cash flows used in financing activities	(2,845)	(107,937)
Net change in cash and cash equivalents	95,559	(4,309)
Cash and cash equivalents at beginning of financial period	691,792	591,297
Cash and cash equivalents at the end of financial period	787,351	586,988

Non-cash transactions:

Finance income receivable arising from deposits with financial institution amounting to RM740,000 (31 December 2023: RM279,000) had been included within other receivables as at 31 March 2024.

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023.

**Condensed Consolidated Statement of Cash Flows
for the financial period ended 31 March 2024**

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

	Borrowings RM'000	Dividend payable RM'000	Lease liabilities RM'000	Total RM'000
At 1 January 2024	330,191	-	3,452	333,643
Cash flows - net of drawdown and repayment/payment	(2,492)	-	(353)	(2,845)
Non-cash items:				
- Dividends declared	-	218,794	-	218,794
- Finance cost	3,435	-	33	3,468
- Accrual for unpaid lease liabilities	-	-	(19)	(19)
At 31 March 2024	<u>331,134</u>	<u>218,794</u>	<u>3,113</u>	<u>553,041</u>
At 1 January 2023	241,233	-	3,258	244,491
Cash flows - net of drawdown and repayment/payment	(1,733)	(105,802)	(402)	(107,937)
Non-cash items:				
- Dividends declared	-	216,483	-	216,483
- Finance cost	2,790	-	35	2,825
- Accrual for unpaid lease liabilities	-	-	(12)	(12)
At 31 March 2023	<u>242,290</u>	<u>110,681</u>	<u>2,879</u>	<u>355,850</u>

Notes to the interim financial statements

1. Basis of preparation

The condensed consolidated interim financial statements for the financial period ended 31 March 2024 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 2023, 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 2023.

The adoption of the following amendments to existing accounting standards that came into effect on or after 1 January 2024 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, 'Non-current Liabilities with Covenants'
- Amendments to MFRS 16 'Lease Liability in a Sale and Leaseback'

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 2025:
- Amendments to MFRS 121 'The Effects of Changes in Foreign Exchange Rates - Lack of exchangeability'
- (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 2023 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 March 2024.

The issuance made under the Sukuk Murabahah Programme during the current quarter is as follows:

Type of issuance	Issuance date	Tenure	Amount (RM million)
iCP	7 Feb 2024	3 months	250.0

The repayment made during the current quarter is as follows:

Type of issuance	Issuance date	Repayment date	Amount (RM million)
iCP	6 Nov 2023	7 Feb 2024	250.0

8. Dividends paid

There was no dividend paid during the current quarter ended 31 March 2024.

9. Segment Reporting

The Group's segmental report for the financial period ended 31 March 2024 is as follows:

	Natural Gas & LPG RM' 000	Others RM' 000	Total RM' 000
<u>31 March 2024</u>			
<u>Revenue:</u>			
Total segment revenue			
- external	1,872,612	-	1,872,612
a) Sale of natural gas and LPG:			
- over time	1,832,130	-	1,832,130
b) Tolling fee:			
- over time	40,482	-	40,482
	<u>1,872,612</u>	<u>-</u>	<u>1,872,612</u>
<u>Results:</u>			
Profit before zakat and taxation	135,181	1,405	136,586
Finance income	(5,419)	-	(5,419)
Finance cost	3,361	-	3,361
Depreciation and amortisation	27,204	13	27,217
Earnings before finance income, finance cost, zakat, taxation, depreciation and amortisation	<u>160,327</u>	<u>1,418</u>	<u>161,745</u>

	Natural		
	<u>Gas & LPG</u>	<u>Others</u>	<u>Total</u>
	RM' 000	RM' 000	RM' 000
<u>Assets and liabilities:</u>			
Segment assets	3,241,226	11,629	3,252,855
Investments in joint ventures	-	78,573	78,573
Tax recoverable	3,502	-	3,502
Deferred tax assets	3,913	-	3,913
	<hr/>	<hr/>	<hr/>
Total assets	3,248,641	90,202	3,338,843
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Segment liabilities	1,830,020	88	1,830,108
Tax payable	27,298	-	27,298
Deferred tax liabilities	230,799	-	230,799
	<hr/>	<hr/>	<hr/>
Total liabilities	2,088,117	88	2,088,205
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The Group's segmental report for the corresponding financial period ended 31 March 2023 is as follows:

	Natural		
	<u>Gas & LPG</u>	<u>Others</u>	<u>Total</u>
	RM' 000	RM' 000	RM' 000
<u>31 March 2023</u>			
<u>Revenue:</u>			
Total segment revenue			
- external	2,439,815	-	2,439,815
a) Sale of natural gas and LPG:			
- over time	2,415,806	-	2,415,806
b) Tolling fee:			
- over time	24,009	-	24,009
	<u>2,439,815</u>	<u>-</u>	<u>2,439,815</u>
<u>Results:</u>			
Profit before zakat and taxation	125,039	1,589	126,628
Finance income	(4,951)	-	(4,951)
Finance cost	2,718	-	2,718
Depreciation and amortisation	26,390	14	26,404
Earnings before finance income, finance cost, zakat, taxation, depreciation and amortisation	<u>149,196</u>	<u>1,603</u>	<u>150,799</u>

	Natural		<u>Total</u> RM' 000
	<u>Gas & LPG</u>	<u>Others</u>	
	RM' 000	RM' 000	
<u>Assets and liabilities:</u>			
Segment assets	3,132,696	7,734	3,140,430
Investments in joint ventures	-	81,417	81,417
Tax recoverable	4,818	-	4,818
Deferred tax assets	2,585	-	2,585
Total assets	<u>3,140,099</u>	<u>89,151</u>	<u>3,229,250</u>
Segment liabilities	1,802,071	60	1,802,131
Tax payable	43,200	-	43,200
Deferred tax liabilities	226,366	-	226,366
Total liabilities	<u>2,071,637</u>	<u>60</u>	<u>2,071,697</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 March 2024.

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 2023.

13. Capital commitments

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

	As at
	31.03.24
	RM' 000
Property, plant and equipment:	
Authorised and contracted for	60,762
Authorised but not contracted for	261,503
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	322,265
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14. Related party transactions

Significant related party transactions for the financial period ended 31 March 2024:

	Cumulative 3 months ended 31.03.24 RM'000	Cumulative 3 months ended 31.03.23 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.	38,007	44,076
- Central Sugar Refinery Sdn. Bhd.	32,794	42,053
- Central Sugars Refinery (Padang Terap) Sdn. Bhd.	11,125	18,255
- HICOM Automotive Manufacturers (Malaysia) Sdn. Bhd.	579	1,426
- HICOM-Teck See Manufacturing (Malaysia) Sdn. Bhd.	225	340
- HICOM Diecastings Sdn. Bhd.	325	306
- Perusahaan Otomobil Nasional Sdn. Bhd.	2,627	6,176
- Horsedale Development Berhad	76	140
- Honda Malaysia Sdn. Bhd.	1,546	1,784
- THR Hotel (Selangor) Bhd.	24	29
- Oriental Summit Industries Sdn. Bhd.	68	87
Purchase of LPG from:		
- PETRONAS Dagangan Berhad	(2,590)	(3,521)

Cumulative	Cumulative
3 months	3 months
ended	ended
31.03.24	31.03.23
RM' 000	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.

(1,665,894)	(2,233,466)
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(ii) The transactions have been entered into based on regulated prices:

Tolling fee income from:

- PETRONAS Energy & Gas Trading
Sdn. Bhd.

14,902	14,229
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Additional information required by the Bursa Securities Listing Requirements

15. Review of performance

	First quarter ended		
	31.03.2024	31.03.2023	Variance
	RM'000	RM'000	%
Revenue	1,872,612	2,439,815	(23.2)
Operating profit	128,577	119,911	7.2
Profit before finance income, zakat and taxation	131,167	121,677	7.8
Profit before zakat and taxation	136,586	126,628	7.9
Profit after zakat and taxation	102,634	95,096	7.9
Profit attributable to ordinary equity holders of the Company	102,634	95,096	7.9

The Group's revenue for the first quarter ended 31 March 2024 was RM1,872.6 million compared to RM2,439.8 million in the corresponding quarter in 2023, representing a decrease of 23.2%. This was in line with lower average natural gas selling price, mitigated by higher volume of natural gas sold and higher tolling fee.

The profit before zakat and taxation for the first quarter ended 31 March 2024 was RM136.6 million, an increase of 7.9% as compared to the profit before zakat and taxation of RM126.6 million in the corresponding quarter in 2023. This was in line with higher volume of natural gas sold, higher tolling fee as well as higher finance and other income, partially offset by lower average natural gas contribution margin in line with the lower average natural gas cost, higher administrative expenses, and higher finance costs.

16. Variation of results against preceding quarter

The Group recorded lower profit before zakat and taxation of RM136.6 million in the current quarter as compared to RM147.6 million in the preceding quarter. This was mainly attributed to lower volume of natural gas sold, higher gas cost and higher depreciation, partially offset by lower administrative expenses as well as higher finance and other income.

17. Current prospects

Malaysia's economic growth is expected to be in the range of 4.0% to 5.0% in 2024 (Bank Negara Malaysia), anchored by continued expansion in domestic demand supported by improvement in external demand.

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 2024 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:

	First quarter ended		Financial period ended	
	31.03.24 RM' 000	31.03.23 RM' 000	31.03.24 RM' 000	31.03.23 RM' 000
Depreciation and amortisation	27,217	26,404	27,217	26,404
Gain on disposal of property, plant and equipment	(498)	-	(498)	-

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 31.03.24 RM' 000	3 months ended 31.03.23 RM' 000	Cumulative 3 months ended 31.03.24 RM' 000	Cumulative 3 months ended 31.03.23 RM' 000
Income tax:				
- Current financial period	(30,594)	(31,665)	(30,594)	(31,665)
- Over accrual in prior financial period	-	854	-	854
	<u>(30,594)</u>	<u>(30,811)</u>	<u>(30,594)</u>	<u>(30,811)</u>
Deferred tax:				
- Origination and reversal of temporary differences	(2,483)	154	(2,483)	154
	<u>(33,077)</u>	<u>(30,657)</u>	<u>(33,077)</u>	<u>(30,657)</u>

The Group's effective tax rate of 24.4% for the first quarter ended 31 March 2024 is slightly higher than the statutory income tax rate in Malaysia, mainly attributed to expenses not deductible for tax purposes.

21. Revenue and price cap in tariff revision

Included in the "Trade and other receivables" of the Group as of 31 March 2024 is an amount receivable pursuant to the revenue and price cap mechanism. This receivable represents under-recovery of revenues arising from the variances between actual and estimate firm capacity reservations used in the determination of tariff rates for the utilisation of the NGDS owned by Gas Malaysia Distribution Sdn Bhd ("GMD").

The receivable will be recovered principally through a surcharge to be imposed by GMD to the users of the NGDS in the future. The receivable was recognised based on GMD's rights 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 31.12.23 RM'000	As at 31.12.23 RM'000
<u>Current (unsecured):</u>		
Islamic Commercial Papers	251,134	250,191
<u>Non-current (unsecured):</u>		
Islamic Medium Term Notes	80,000	80,000
Total borrowings	<u>331,134</u>	<u>330,191</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 March 2024, 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	3 months ended	Cumulative 3 months ended	Cumulative 3 months ended
	<u>31.03.24</u>	<u>31.03.23</u>	<u>31.03.24</u>	<u>31.03.23</u>
Profit for the period attributable to owners of the Company (RM'mil)	102.6	95.1	102.6	95.1
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)	7.99	7.41	7.99	7.41
Diluted earnings per ordinary share (Sen)	7.99	7.41	7.99	7.41

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 25 March 2024, a final dividend of 8.62 sen per share on the 1,284,000,000 ordinary shares, amounting to RM110.68 million in respect of the financial year ended 31 December 2023, which will be paid on 13 June 2024.

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 24 May 2024.

By Order of the Board,

Yanti Irwani Binti Abu Hassan (MACS 01349)

Maziah binti Martin (M01864)

Company Secretary

Shah Alam

Dated: 24 May 2024