



**PETRONAS**

**PETRONAS Dagangan Berhad (88222-D)**  
(Incorporated in Malaysia)

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

The Board of Directors of PETRONAS Dagangan Berhad ("PDB" or the Company) is pleased to announce the following Audited Interim Condensed Consolidated Financial Statements for PDB Group for the fourth quarter ended 31 December 2013 which should be read in conjunction with the accompanying explanatory notes on pages 5 to 13.

**AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>As at 31/12/2013 RM'000</b>	<b>As at 31/12/2012 RM'000</b>
<b>ASSETS</b>		
Property, Plant and Equipment	3,891,949	3,765,700
Prepaid Lease Payments	488,726	433,739
Investment in Associates	2,538	8,302
Investment in Joint Ventures	4,045	4,350
Deferred tax assets	7,624	702
<b>TOTAL NON-CURRENT ASSETS</b>	<b>4,394,882</b>	<b>4,212,793</b>
Inventories	1,193,220	1,278,681
Trade and Other Receivables	4,220,558	4,180,954
Cash and Cash Equivalents	358,633	251,300
<b>TOTAL CURRENT ASSETS</b>	<b>5,772,411</b>	<b>5,710,935</b>
<b>TOTAL ASSETS</b>	<b>10,167,293</b>	<b>9,923,728</b>
<b>EQUITY</b>		
Share Capital	993,454	993,454
Reserves	3,796,662	3,816,538
<b>Total Equity Attributable to Shareholders of the Company</b>	<b>4,790,116</b>	<b>4,809,992</b>
Non-Controlling Interests	39,366	35,289
<b>TOTAL EQUITY</b>	<b>4,829,482</b>	<b>4,845,281</b>
<b>LIABILITIES</b>		
Borrowings	139,580	139,047
Deferred Tax Liabilities	149,424	140,017
Other Long Term Liabilities and Provisions	30,614	19,796
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>319,618</b>	<b>298,860</b>
Trade and Other Payables	4,532,134	4,301,028
Borrowings	443,058	324,656
Taxation	43,001	153,903
<b>TOTAL CURRENT LIABILITIES</b>	<b>5,018,193</b>	<b>4,779,587</b>
<b>TOTAL LIABILITIES</b>	<b>5,337,811</b>	<b>5,078,447</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>10,167,293</b>	<b>9,923,728</b>
Net Assets per Share Attributable to Ordinary Equity Holders of the Parent (sen)	482	484

The Audited Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012 and accompanying explanatory notes attached to the Audited Interim Condensed Consolidated Financial Statements.



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**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

**AUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME**

	Current Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31/12/2013 RM'000	31/12/2012 RM'000	31/12/2013 RM'000	31/12/2012 RM'000
<b>Revenue</b>	8,385,988	7,688,001	32,341,922	29,514,963
<b>Operating profit</b>	200,783	252,048	1,124,993	1,174,165
Financing costs	(7,135)	(1,965)	(19,206)	(10,634)
Share of profit after tax of equity accounted associates and joint ventures	136	673	3,654	1,640
<b>Profit before taxation</b>	193,784	250,756	1,109,441	1,165,171
Tax expense	(41,214)	(72,970)	(290,461)	(321,903)
<b>Profit for the period/ year</b>	152,570	177,786	818,980	843,268
<b>Other comprehensive income</b> <i>Items that may be reclassified subsequently to profit or loss</i>				
Net movements from exchange differences	(4,332)	2,020	(2,840)	2,020
<b>Total comprehensive income for the period/ year</b>	148,238	179,806	816,140	845,288
<b>Profit attributable to:</b>				
Shareholders of the Company	151,321	176,498	811,753	836,843
Non-controlling interests	1,249	1,288	7,227	6,425
<b>Profit for the period/ year</b>	152,570	177,786	818,980	843,268
<b>Total comprehensive income attributable to:</b>				
Shareholders of the Company	146,989	178,518	808,913	838,863
Non-controlling interests	1,249	1,288	7,227	6,425
<b>Total comprehensive income for the period/ year</b>	148,238	179,806	816,140	845,288
<b>Earnings per ordinary share- basic (sen)</b>	15.2	17.8	81.7	84.2

The Audited Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012 and accompanying explanatory notes to the Audited Interim Condensed Consolidated Financial Statements.



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**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

**AUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Attributable to the Shareholders of the Company				Total RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Foreign Currency Translation Reserves RM'000	Capital reserves RM'000	Retained Profits RM'000			
<b>At 1 January 2012</b>	<b>993,454</b>	-	-	<b>3,785,446</b>	<b>4,778,900</b>	<b>33,064</b>	<b>4,811,964</b>
Exchange difference arising from translation of financial statements of foreign operations	-	2,020	-	-	2,020	-	2,020
Profit for the year	-	-	-	836,843	836,843	6,425	843,268
Reserves arising from business combination of entities under common control	-	-	(44,053)	-	(44,053)	-	(44,053)
Dividends Paid	-	-	-	(763,718)	(763,718)	(4,200)	(767,918)
<b>At 31 December 2012/ 1 January 2013</b>	<b>993,454</b>	<b>2,020</b>	<b>(44,053)</b>	<b>3,858,571</b>	<b>4,809,992</b>	<b>35,289</b>	<b>4,845,281</b>
Exchange difference arising from translation of financial statements of foreign operations	-	(2,840)	-	-	(2,840)	-	(2,840)
Profit for the year	-	-	-	811,753	811,753	7,227	818,980
Dividends Paid	-	-	-	(828,789)	(828,789)	(3,150)	(831,939)
<b>At 31 December 2013</b>	<b>993,454</b>	<b>(820)</b>	<b>(44,053)</b>	<b>3,841,535</b>	<b>4,790,116</b>	<b>39,366</b>	<b>4,829,482</b>

The Audited Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012 and accompanying explanatory notes attached to the Audited Interim Condensed Consolidated Financial Statements.



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**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

**AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>12 months ended 31/12/2013</b>	<b>12 months ended 31/12/2012</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash receipts from customers	32,944,292	29,345,558
Cash paid to suppliers and employees	(31,193,774)	(27,154,166)
	<u>1,750,518</u>	<u>2,191,392</u>
Interest expenses paid	(16,189)	(10,473)
Taxation paid	(398,996)	(322,974)
	<u>1,335,333</u>	<u>1,857,945</u>
<b>Net cash generated from operating activities</b>	<b>1,335,333</b>	<b>1,857,945</b>
Acquisition of an associate	(200)	(1,429)
Business combination of entities under common control, net of cash acquired	-	(165,099)
Dividend received	1,443	-
Interest income from fund and other investments	17,738	22,174
Prepayment of leases	(81,885)	(66,947)
Proceeds from disposal of an associate	6,500	-
Proceeds from disposal of property, plant and equipment	9,225	2,891
Purchase of property, plant and equipment	(466,215)	(488,298)
	<u>(513,394)</u>	<u>(696,708)</u>
<b>Net cash used in investing activities</b>	<b>(513,394)</b>	<b>(696,708)</b>
Dividends paid	(828,789)	(763,718)
Dividends paid to non-controlling interests	(3,150)	(4,200)
Drawdown of term loan	28,945	26,809
Net drawdown/(repayment) of revolving credit	100,000	(685,106)
Profit margin paid for Islamic financing facility	(4,649)	(2,494)
(Repayment)/drawdown of Islamic financing facility	(9,719)	48,589
	<u>(717,362)</u>	<u>(1,380,120)</u>
<b>Net cash used in financing activities</b>	<b>(717,362)</b>	<b>(1,380,120)</b>
<b>NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>104,577</b>	<b>(218,883)</b>
<b>NET FOREIGN EXCHANGE DIFFERENCES</b>	<b>2,756</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>	<b>251,300</b>	<b>470,183</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>358,633</b>	<b>251,300</b>

The Audited Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012 and accompanying explanatory notes attached to the Audited Interim Condensed Consolidated Financial Statements.



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**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING**

**A1 BASIS OF PREPARATION**

The interim financial statements have been prepared using historical cost basis except for certain financial assets and financial liabilities that are stated at fair value.

The interim financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting*, MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements are audited and should be read in conjunction with the audited financial statements for the year ended 31 December 2012. The explanatory notes attached to the Interim Financial Statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2012.

Within the context of these financial statements, the Group comprises the Company and its subsidiaries, and the Group's interest in its associates and its joint ventures as at and for the quarter ended 31 December 2013.

**Significant Accounting Policies**

The financial information presented herein has been prepared in accordance with the accounting policies to be used in preparing the annual consolidated financial statements for 31 December 2013 under the Malaysian Financial Reporting Standards (MFRS) framework. These policies do not differ significantly from those used in the audited consolidated financial statements for 31 December 2012 except as described below.

As of 1 January 2013, the Group has adopted the following new and revised MFRSs, amendments and IC interpretations (collectively referred to as "pronouncements") which are effective for annual periods beginning on or after 1 January 2013.

MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits (revised)
MFRS 127	Separate Financial Statements
MFRS 128	Investments in Associates and Joint Ventures
Amendments to MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 7	Financial Instruments: Disclosures – Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 10	Consolidated Financial Statements: Transition Guidance
Amendments to MFRS 11	Joint Arrangements: Transition Guidance
Amendments to MFRS 12	Disclosure of Interests in Other Entities: Transition Guidance
Amendments to MFRS 101	Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 116	Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 132	Financial Instruments: Presentation (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 134	Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)

The adoption of these pronouncements does not have any material impact to the financial statements of the Group.



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**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING**

**A2 AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS**

There was no qualified audit report issued by the auditors in the annual financial statements for the year ended 31 December 2012.

**A3 SEASONAL OR CYCLICAL FACTORS**

The Group's operations in relation to sales volume are not significantly affected by seasonal or cyclical fluctuations of the business/industry.

**A4 EXCEPTIONAL ITEM**

There were no exceptional items during the current quarter under review.

**A5 MATERIAL CHANGES IN ACCOUNTING ESTIMATES**

There were no material changes in estimates of the amounts reported in the annual financial statements of the Group for the year ended 31 December 2012 that may have a material effect in the current financial year results.

**A6 COMMITMENTS**

Outstanding commitments in respect of capital expenditure at financial position date not provided for in the interim financial statements are:-

	<u>31/12/2013</u>	<u>31/12/2012</u>
	RM'000	RM'000
Approved and contracted for	17,370	52,037
Approved but not contracted for	219,221	120,195
	<u>236,591</u>	<u>172,232</u>

**A7 DEBT AND EQUITY SECURITIES**

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter ended 31 December 2013.



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**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING**

**A8 DIVIDENDS PAID**

During the 12 months period ended 31 December 2013, the following dividend payments were made:

In respect of the financial year ended 31 December 2012:

- i) An interim dividend of 17.5 sen per ordinary share less 25% tax amounting to RM130,390,837.50 on 9 April 2013; and
- ii) A special dividend of 35.0 sen per ordinary share less 25% tax amounting to RM260,781,675.00 on 27 May 2013.

In respect of the financial year ended 31 December 2013:

- i) An interim dividend of 17.5 sen per ordinary share less 25% tax amounting to RM130,390,837.50 on 9 July 2013;
- ii) An interim dividend of 16.3 sen per ordinary share less 25% tax amounting to RM121,449,751.50 and a single tier interim dividend of 1.2 sen per ordinary share amounting to RM11,921,448.00 on 27 September 2013; and
- iii) A single tier interim dividend of 17.5 sen per ordinary share amounting to RM173,854,450.00 on 6 December 2013.

**A9 SEGMENTAL INFORMATION**

Segmental information is presented in respect of the Group's reportable segments which are based on internal reports regularly reviewed by the entity's Board of Directors in order to allocate resources to the segment and to assess its performance.

Segmental results include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

There is no disclosure on geographical segment information as the result of the Group's operations outside of Malaysia is not material during the period under review.

There is no disclosure on major customer information as no customer represents equal or more than 10 percent of Group revenue.



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**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING**

**Results for 12 months period ended 31 December 2013**

*In RM'000*

**Business Segments**

	<b>2013</b>					<b>2012</b>				
	<b>Retail</b>	<b>Commercial</b>	<b>Others</b>	<b>Elimination</b>	<b>Group</b>	<b>Retail</b>	<b>Commercial</b>	<b>Others</b>	<b>Elimination</b>	<b>Group</b>
Revenue	14,640,481	17,689,500	11,941	-	32,341,922	13,529,498	15,941,945	43,520	-	29,514,963
Operating expenditures:										
Depreciation and amortisation	251,595	63,639	1,566	-	316,800	234,049	55,906	3,660	-	293,615
Finance costs	14,629	4,577	-	-	19,206	8,637	1,997	-	-	10,634
<b>Operating profit for reportable segments</b>	478,372	411,529	26,009	(175)	915,735	581,578	381,826	16,950	-	980,354
Other income	171,329	19,308	6,712	(7,297)	190,052	119,257	-	63,920	-	183,177
Share of profit after tax of associates and joint ventures					3,654					1,640
<b>Profit before taxation</b>					<b>1,109,441</b>					<b>1,165,171</b>





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**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING**

**A10 PROPERTY, PLANT AND EQUIPMENT**

Property, plant and equipment except for freehold land are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Freehold land is stated at cost less accumulated impairment losses, if any.

**A11 SUBSEQUENT EVENTS**

In the opinion of the Directors, there were no transactions or events of a material or unusual nature that had occurred between 31 December 2013 and the date of this announcement.

**A12 CHANGES IN THE COMPOSITION OF THE GROUP**

There were no material changes in the composition of the Group during the period under review.

**A13 CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no material contingent liabilities and contingent assets.

**A14 RELATED PARTY TRANSACTIONS**

There were no significant transactions with related party in addition to the related party transactions disclosed in the audited financial statements for the year ended 31 December 2012.



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**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD**

**B1 REVIEW OF PERFORMANCE**

**a) Performance of the current quarter against the corresponding quarter**

Group Revenue for the quarter ended 31 December 2013 was RM8,386.0 million, an increase of RM698.0 million over the results of the corresponding quarter last year mainly as a result of an increase in average selling price by 6.1% and increase in sales volume by 2.8%.

Group Profit Before Taxation for the quarter was RM193.8 million, a decrease of RM57.0 million compared to the corresponding quarter last year mainly due to higher operating expenditure by RM66.6 million offset by higher gross profit by RM16.7 million.

**Revenue Performance of Main Segments**

	<b>Individual Quarter Current Quarter 31/12/2013</b>	<b>Preceding Year Corresponding Quarter 31/12/2012</b>
	RM'Mil	RM'Mil
Revenue of:		
Retail	3,914.9	3,517.5
Commercial	4,467.8	4,172.2

**Retail Segment**

An overall net increase of RM397.4 million was mainly due to increase in average selling price of Mogas and Diesel.

**Commercial Segment**

An overall net increase of RM295.6 million was mainly due to increase in sales volume of Aviation.

**b) Performance of the current period against the corresponding period**

Group Revenue for the year ended 31 December 2013 was RM32,341.9 million, an increase of RM2,826.9 million compared to corresponding period last year as a result of higher sales volume by 8.5% and higher average selling price by 1.0%.

Group Profit Before Taxation was RM1,109.4 million, a decrease of RM55.8 million compared to corresponding period last year mainly due to higher operating expenditure by RM82.8 million offset by higher gross profit of RM18.2 million.

**Revenue Performance of Main Segments**

	<b>Cumulative Quarter Current Year</b>	<b>Preceding Year</b>
	<b>31/12/2013</b>	<b>31/12/2012</b>
	RM'Mil	RM'Mil
Revenue of:		
Retail	14,640.5	13,529.5
Commercial	17,689.5	15,941.9

**Retail Segment**

An overall net increase of RM1,111.0 million was mainly due to increase in sales volume of Diesel, LPG and Mogas.

**Commercial Segment**

An overall net increase of RM1,747.6 million was mainly due to increase in sales volume of Aviation and Fuel Oil.



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**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD**

**B2 VARIATION OF RESULTS AGAINST PRECEDING QUARTER**

Group Revenue for the quarter ended 31 December 2013 was RM8,386.0 million, a decrease of RM26.0 million compared to the preceding quarter as a result of decrease in sales volume by 4.0% despite higher average selling price by 3.9%.

Group Profit Before Taxation was RM193.8 million, a decrease of RM121.9 million compared to the preceding quarter mainly due to higher operating expenditure by RM71.9 million and lower gross profit by RM54.5 million.

**B3 CURRENT YEAR PROSPECTS (2014)**

The Directors are of the opinion that the overall global economic and market outlook for 2014 remains challenging although there are signs of improvement in the major advanced economies. Continued uncertainties in geopolitics and supply demand fundamentals will continue to create fluctuations in international oil price which will impact petroleum product costing. The Malaysian economy is expected to maintain its growth momentum despite downside risks due to inflationary pressures arising from subsidy rationalisation.

PDB is committed to defend its overall market leadership position and grow the Company's business domestically through the strengthening of our brand, sweating our existing assets and continuously enhancing our customer relationship management. The Company will also continue its cost optimisation efforts via enhancement of supply and distribution efficiency, and improvement of terminal operational excellence to further improve cost of operations.

**Retail Segment**

Retail Segment is expected to maintain its margin contribution, mainly from the sales of subsidised petroleum products. At present, there are no signs of any significant changes to the current petroleum subsidy structure. In addition, the Retail Segment will leverage on its extensive station and dealer network, differentiated products and service offerings to continue to meet and exceed customers' expectations.

**Commercial Segment**

Commercial Segment is expected to maintain its performance by leveraging on its customer base in tandem with the increase in government and private sector spending on infrastructure projects. Its current product mix will be an advantage as it allows the Segment to capitalise on opportunities arising from the volatility of petroleum product prices. In addition, the Commercial Segment will also leverage on its superior logistics, personalised services and differentiated offerings to defend its current market leadership.

**B4 PROFIT FORECAST**

There was no profit forecast issued for the financial period.

**B5 TAX EXPENSE**

Taxation comprises the following:

	<b>Fourth Quarter Current Year <u>31/12/2013</u> RM'000</b>	<b>Cumulative Quarter Current Year <u>31/12/2013</u> RM'000</b>
<u>Income Tax:</u>		
Current Quarter / Year-to-date	23,582	287,976
 <u>Deferred Taxation:</u>		
Current Quarter / Year-to-date	17,632	2,485
	<u>41,214</u>	<u>290,461</u>

The effective tax rate is higher than the statutory tax rate due to certain expenses disallowed for tax purposes.



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**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD**

**B6 STATUS OF CORPORATE PROPOSALS ANNOUNCED**

There were no corporate proposals announced as at the date of this report.

**B7 BORROWINGS**

Particulars of the Group's borrowing as at 31 December 2013 is as follows:

	<u>31/12/2013</u>	<u>31/12/2012</u>
	<b>RM'000</b>	<b>RM'000</b>
Non Current - Unsecured	98,825	112,238
Non Current - Secured	40,755	26,809
Current - Unsecured	443,058	324,656

**B8 DERIVATIVE FINANCIAL INSTRUMENTS**

Foreign currency forward contracts are entered into by the Group in currencies other than the functional currency to manage exposure to the fluctuations in foreign currency exchange rates.

Foreign currency forward contracts are recognised on the contractual dates and are measured at fair value with changes in fair value recognised in profit or loss.

As at 31 December 2013, there were no material outstanding foreign currency forward contracts.

**B9 FAIR VALUE CHANGES OF FINANCIAL LIABILITIES**

There are no financial liabilities (other than derivative financial instruments) measured at fair value through profit or loss as at the date of this report.

**B10 MATERIAL LITIGATION**

There are no material litigations as at the date of this report.

**B11 DIVIDENDS**

The Board has declared a single tier interim dividend of 17.5 sen per ordinary share amounting to RM173,854,450.00 for three months ended 31 December 2013 payable on 11 March 2014 (2012: an interim dividend payment of 17.5 sen per ordinary share less tax at 25% amounting to RM130,390,837.50).

NOTICE IS HEREBY GIVEN that the interim dividend will be payable on 11 March 2014 to depositors registered in the Records of Depositors at the close of the business on 24 February 2014. A depositor shall qualify for entitlement to the dividends only in respect of:-

- a) Shares transferred into Depositors' Securities Account before 4 pm on 24 February 2014 in respect of ordinary transfer.
- b) Share bought on the Bursa Malaysia on a cum entitlement basis according to the rules of the Bursa Malaysia.

**B12 BASIC EARNINGS PER SHARE**

Basic earnings per share is derived based on the profit attributable to shareholders of the Company and based on the number of ordinary shares outstanding as at 31 December 2013.

	<b>Fourth Quarter Current Year</b>		<b>Cumulative Quarter Current Year to Date</b>	
	<u>31/12/2013</u>	<u>31/12/2012</u>	<u>31/12/2013</u>	<u>31/12/2012</u>
Profit attributable to shareholders of the Company (RM'000)	151,321	176,498	811,753	836,843
Number of ordinary shares ('000)	993,454	993,454	993,454	993,454
Earnings per ordinary share (sen)	15.2	17.8	81.7	84.2



**PETRONAS**

**PETRONAS Dagangan Berhad (88222-D)**  
(Incorporated in Malaysia)

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD**

**B13 REALISED AND UNREALISED PROFIT/LOSSES**

The breakdown of the retained earnings of the Group as at 31 December 2013 into realised and unrealised profits is as follows:

	<u>Group</u>	
	<u>31/12/2013</u> RM'000	<u>31/12/2012</u> RM'000
Total retained profits		
- realised	4,044,992	4,005,357
- unrealised	(147,392)	(145,016)
	3,897,600	3,860,341
Total retained profit of associates attributable to the Group		
- realised	6,043	5,237
- unrealised	-	(26)
Less: Consolidation adjustments	(62,108)	(6,981)
Total retained profits	3,841,535	3,858,571

**B14 PROFIT FOR THE PERIOD/ YEAR**

	<u>Current Quarter</u> <u>Three Months</u> <u>ended</u> <u>31/12/2013</u> RM'000	<u>Cumulative Quarter</u> <u>Current Year to</u> <u>Date</u> <u>31/12/2013</u> RM'000
<b>Profit for the period/ year is arrived at after charging:</b>		
Depreciation and amortisation	110,620	316,800
Interest on revolving credit and term loan	8,770	19,206
Inventories written off	5	5
Impairment loss on trade and other receivables	34,152	34,301
Net loss on forward contract	-	4,789
Net loss on foreign exchange	2,392	-
Property, plant and equipment written off	-	488
<b>and after crediting:</b>		
Gain on disposal of property, plant and equipment	841	5,072
Interest income from deposits	3,674	17,711
Net gain on forward contract	2,925	-
Net gain on foreign exchange	-	15,471
Reversal of impairment losses on trade receivables	-	2,879

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

**BY ORDER OF THE BOARD**

Nur Ashikin Khalid (LS 0008025)  
Yeap Kok Leong (MAICSA 0862549)  
Joint Secretaries  
Kuala Lumpur  
6 February 2014