



News Release
For Immediate Publication

MALAKOFF'S REVENUE INCREASED BY 5% FOR 3Q FY2018

KUALA LUMPUR, Malaysia – 23 November 2018: Malakoff Corporation Berhad (“Malakoff” or “Group”), a member of MMC Group, recorded RM1,912.7 million in revenue for the quarter ended 30 September 2018 (“3Q FY2018”), a 5% increase from RM1,821.4 million reported in the corresponding quarter ended 30 September 2017 (“3Q FY2017”). The Group, on the other hand, recorded lower profit before tax (“PBT”) of RM165.4 million compared with RM212.9 million reported in 3Q FY2017, a decrease of 22%.

The increase in revenue was primarily due to higher energy payments recorded from Tanjung Bin Power Sdn Bhd (“TBP”) on the back of higher applicable coal price as well as from Segari Energy Venture Sdn Bhd (“SEV”) given the higher dispatch factor and increase in natural gas tariff under the extended Power Purchase Agreement (“PPA”).

Meanwhile, the decrease in PBT was primarily attributed to the compensation payment received from settlement of dispute with IHI over TBP’s boiler failure recorded in the corresponding period of 2017 and lower contribution from Tanjung Bin Energy Sdn Bhd (“TBE”) due to the plant outage. These were partially mitigated by gain from the disposal of 20% equity interest in Lekir Bulk Terminal Sdn Bhd (“LBTSB”), lower depreciation charges as well as lower operation and maintenance costs.

Based on the foregoing, the Group expects its performance to remain satisfactory for the financial year ending 31 December 2018.

Dato’ Ahmad Fuaad Kenali, Chief Executive Officer of Malakoff said, “the Group will continue to put emphasis on ensuring sustained plant availability and reliability through various improvement initiatives. The Group continues to be on the lookout for potential opportunities and is currently evaluating several potential Renewable Energy projects within and outside the country.”

Most recently, the acquisition of Alam Flora Sdn Bhd had been approved by Malakoff shareholders on 2 October 2018, subject to completion of certain conditions precedent. This will enable Malakoff's expansion of its business/activities into Environmental Related Services - commencing with Alam Flora's integrated solid waste collection and management and public cleansing management services business.

For more details on Malakoff, please visit www.malakoff.com.my

ABOUT MALAKOFF CORPORATION BERHAD

Malakoff is an independent water and power producer ("IWPP") with core focus on power generation, water desalination and operation & maintenance services. In Malaysia, Malakoff is the largest independent power producer ("IPP") with a net generating capacity of 6,346 MW from its seven (7) power plants.

International assets include power and water ventures in Saudi Arabia, Algeria, Bahrain, Oman and Australia, with an effective capacity of 690 MW of power and 420,925 cubic meter of desalinated water per day. Malakoff is also actively looking to venture further in the fast-growing Middle East and North Africa region as well as the South-East Asian markets. Through its wholly-owned subsidiary, Teknik Janakuasa Sdn Bhd, Malakoff has involvements in operation & maintenance services in Saudi Arabia, Algeria, Kuwait, Oman and Indonesia.

Malakoff believes in working together with all stakeholders in productive partnerships. As such, the Group takes pride in being a responsible operator and a good corporate citizen in all communities where it operates.

Malakoff is a member of the MMC Group.

Contact:

Aini Zahariah Zakaria
Manager, Corporate Communication
Malakoff Corporation Berhad
Level 7, Block 4, Plaza Sentral
Jalan Stesen Sentral 5
50470 Kuala Lumpur, Malaysia
Mobile : +6019-7139737
Office : +603-22633346