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GAS MALAYSIA DELIVERS STRONG FINANCIAL & OPERATIONAL PERFORMANCE

KUALA LUMPUR, 9 May 2017 — Despite the increasingly competitive business environment and softer economic background in 2016, Gas Malaysia Berhad (“Gas Malaysia” or “the Company”), a member of MMC Group, delivered strong financial and operational performance for the year under review.

For the year ended 31 December 2016, driven primarily by the increase in gas consumption by industrial customers, Gas Malaysia’s sales volume grew by 3.26% to 164.26 million MMBtu. This resulted in the Company’s recording approximately RM4.05 billion in revenue, a commendable 11.97% growth from RM3.62 billion recorded in 2015. Gross profit grew by 29.32% year on year to RM255.35 million, in line with the increase tolling fees and assets contribution by customers. Profit before Zakat and Tax came in at RM212.84 million and Profit after Zakat, Tax and Non-controlling Interest came in at RM165.1 million, 55.55% higher from that in the preceding year.

The Chief Executive Officer of Gas Malaysia, Encik Ahmad Hashimi Abdul Manap said, “With the intention to deliver on our financial commitment and return value to our shareholders, the Board has approved a final cash dividend of 4.86 sen per ordinary share. Combined with the first two interim dividends of 4.00 sen each, this would bring the total dividend payment per share to 12.86 sen, which is 4.59 sen more compared to what we had distributed last year.”

Commenting on the prospects of Gas Malaysia's new businesses, En. Ahmad Hashimi said, "For the period under review, all of our new ventures, namely the Combined Heat and Power ("CHP"), Virtual Pipeline and Bio Compressed Natural Gas ("BioCNG"), has commenced operation, hence slated to capitalise on the opportunities that lay inherent within the natural gas value chain."

For the year under review, the Company carried out its business plan with undeterred perseverance, delivering on key operational aims. For example, to date, the Company has extended its Natural Gas Distribution System ("NGDS") network to 2,186 kilometres, servicing more areas whilst successfully maintaining 99% service reliability.

"We foresee that Gas Malaysia's business growth, to some extent, trails the economic outlook, hence expected to perform slightly better in 2017. This said, we anticipate steady volume growth for our regulated business in the foreseeable future."

"Even as our natural gas distribution business continues to support the Group's organic growth and contribute significantly towards our earnings, our new ventures, namely CHP, Virtual Pipeline and BioCNG, as well as other commercially driven future ventures, are expected perform better in the improved operating environment, as we continue to explore potentials within the gas industry value chain." he concluded.

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About Gas Malaysia Berhad

Gas Malaysia Berhad, a member of MMC Corporation Berhad, was established on 16 May 1992 to sell, market and distribute natural gas as well as to construct, operate and maintain the NGDS within Peninsular Malaysia. Gas Malaysia is licensed under the Gas Supply Act, 1993 (“GSA”) by the Suruhanjaya Tenaga (“ST”), with the approval of the Minister, to supply and sell reticulated natural gas in Peninsular Malaysia. On 15 December 2000, Gas Malaysia was granted the licence to supply and sell reticulated Liquefied Petroleum Gas (“LPG”). This licence further expands the Gas Malaysia’s business in the supply of reticulated LPG to commercial and residential sectors within Peninsular Malaysia. Gas Malaysia currently operates and maintains over 2,000 kilometres of pipeline across Peninsular Malaysia, supplying natural gas and LPG to over 800 industrial customers, more than 2,000 commercial customers and over 35,000 residential customers.

In line with the vision to be an innovative energy solutions provider, we constantly aim to stay ahead in the gas industry through the course of its liberalisation. Gas industry liberalisation has paved the way for Gas Malaysia to enhance its commercial potential by diversifying into the non-regulated sphere of the gas distribution business. To date, via our joint-venture entities, we have made progress in three new ventures – Combined Heat and Power, Virtual Pipeline and Bio Compressed Natural Gas – all of which are aimed at expanding the customer base further and strengthening future growth for the Group.

For more information, please visit <http://www.gasmalaysia.com/>

About MMC Corporation Berhad

MMC Corporation Berhad (MMC) is a leading utilities and infrastructure group with diversified businesses under three divisions, namely ports & logistics, energy & utilities and engineering & construction.

Its key businesses under the Ports and Logistics division include the operations of Port of Tanjung Pelepas Sdn Bhd, Johor Port Berhad, Northport (Malaysia) Bhd, Penang Port Sdn Bhd and Kontena Nasional Berhad. Internationally, MMC has an associate stake in Red Sea Gateway Terminal Company Limited, a container port terminal within the Jeddah Islamic Port, Saudi Arabia.

Under the Energy & Utilities division, MMC is the single largest shareholder of both Malakoff Corporation Berhad (Malaysia's largest independent power producer) and Gas Malaysia Berhad (sole supplier of reticulated natural gas in Peninsular Malaysia to non-power sector).

MMC's Engineering & Construction division has further established itself in the sector with a leading role as the Project Delivery Partner (PDP) and underground works package contractor for the 51km Klang Valley Mass Rapid Transit (KVMRT) project (Sungai Buloh-Kajang Line) and Line 2 project (Sungai Buloh-Serdang-Putrajaya Line). Prior to this, MMC has successfully completed the 329km Ipoh-Padang Besar Electrified Double Tracking Project as well as the innovative Stormwater Management and Road Tunnel (SMART) motorway, the first-of-its-kind dual-purpose tunnel in the world.

MMC continues to make inroads in the construction industry, securing key civil and infrastructure projects in the country namely Langat Centralised Sewage Treatment Plant, Langat 2 Water Treatment Plant, civil and infrastructure works for RAPID Pengerang Cogeneration Plant. Additionally, MMC has a 20% effective interest in Borneo Highway PDP Sdn Bhd (BHP) which has been appointed as PDP for the Sabah Pan Borneo Highway Project.

In other businesses, MMC also wholly owns Aliran Ihsan Resources Berhad (a water treatment plant operator) and operates Senai International Airport, Johor Bahru, a major aviation hub and the main air transportation gateway to Iskandar Malaysia. Surrounding the airport is an area covering over 2,718 acres known as Senai Airport City which is being transformed into a major integrated industrial and commercial development.

For more information, please visit www.mmc.com.my

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