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**MALAKOFF POSTS A 12% NET PROFIT GROWTH TO
RM117.7 MILLION IN Q2 FY2021**

Improved Earnings due to Higher Contributions from Thermal Plants and Alam Flora Sdn Bhd

Kuala Lumpur, 20 August 2021 – Malakoff Corporation Berhad (“Malakoff” or “Group”), a member of the MMC Group, recorded a revenue of RM1,584.4 million in the quarter ended 30 June 2021 (“Q2 FY2021”), an increase of 5.2% from RM1,506.2 million reported in the corresponding quarter ended 30 June 2020 (“Q2 FY2020”).

The growth in revenue was primarily due to higher energy payments recorded from Tanjung Bin Power Sdn Bhd (“TBP”) and Tanjung Bin Energy Sdn Bhd (“TBE”) on the back of higher Applicable Coal Price (“ACP”) during the period under review.

The Group registered an increase in Profit After Tax and Minority Interests (“PATMI”) to RM117.7 million against RM105.0 million reported in Q2 FY2020. The 12.1% growth is primarily attributed to higher contributions from TBP and TBE on the back of higher ACP, higher capacity income from improvements in plant availability, improved earnings from Alam Flora Sdn Bhd (“Alam Flora”) and better profits from foreign associates. However, the improvements were offset by higher operating costs, depreciation charges and lower fair value gain on hedging instruments compared to Q2 FY2020. Excluding the one-off gain from the settlement agreement with GE Malaysia in the previous corresponding quarter, the Group’s net profit increased by 68% in the current quarter.

The Board of Directors recommended an interim dividend payment of 3.10 sen per ordinary share in respect of the financial year ending 31 December 2021 which will be paid on 20 October 2021.

Encik Anwar Syahrin Abdul Ajib, Managing Director and Chief Executive Officer of Malakoff is confident of the Group’s growth in the Renewable Energy (“RE”) and Environmental Services segments while maintaining the operational efficiency of its power plants.

“The Group is accelerating its expansion in RE as we embark towards our goal to be a sustainably-conscious organisation. We aim to be at the forefront of the country’s transition towards sustainable energy by leveraging on our proven track record in technical competency and capabilities. In the Environmental Services segment, Alam Flora continues to be a key driver of the Group’s overall earnings by contributing RM29 million in Q2 FY2021 versus RM13 million registered in Q2 FY2020.”

“In support of the country’s journey towards decarbonisation by 2050, the Group had recently signed a Memorandum of Understanding (“MoU”) with Koperasi Polis Diraja Malaysia Berhad (“KPDRM”) to assess the feasibility of jointly developing rooftop solar projects at selected Polis Diraja Malaysia (“PDRM”) building premises in Peninsular Malaysia. Earlier in April 2021, the Group signed a Solar Power Purchase Agreement (“SPPA”) with AEON Co. (M) Bhd (“AEON Malaysia”) for the development and usage of solar energy system at AEON Taman Maluri Shopping Centre with an installed capacity of 2.11 MWp. The Group also completed the signing of six SPPAs with DRB-HICOM Group of Companies in July 2021 to develop rooftop solar energy systems with a total capacity of 13.41 MWp. These projects, together with the secured rooftop solar projects with renowned logistics industry players namely Johor Port Berhad, Northport (Malaysia) Bhd and Pos Malaysia Berhad, will generate 33,243 MWh per annum and neutralise 23,070 tonnes of carbon emissions per year”, he added.

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

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About Malakoff Corporation Berhad

Malakoff Corporation Berhad is an Independent Water and Power Producer (“IWPP”) with core focus on power generation, water desalination and Operations & Maintenance (“O&M”) services. In Malaysia, Malakoff is the largest Independent Power Producer (“IPP”) with an effective generating capacity of 5,836 MW.

Malakoff’s international assets include power and water ventures in Saudi Arabia, Bahrain and Oman, with an effective capacity of 588 MW of power generation and 472,975 m³/day of water desalination. Malakoff is also actively looking to venture further into the Middle East and North African region as well as the South-East Asian markets.

Through its wholly owned subsidiary, Malakoff Technical Solutions Sdn Bhd (formerly known as Teknik Janakuasa Sdn Bhd), Malakoff has involvements in O&M services locally and in Saudi Arabia, 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.

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About MMC Corporation Berhad

MMC Corporation Berhad (MMC Group) is a leading utilities and infrastructure group with diversified businesses under four divisions, namely Ports and Logistics, Energy and Utilities, Engineering, and Industrial Development.

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

Under the Energy and Utilities division, MMC is the single largest shareholder of both Malakoff Corporation Berhad, the country's largest Independent Power Producer and Gas Malaysia Berhad, a total energy solutions provider. Through Aliran Ihsan Resources Berhad, we are a pioneer in wastewater recycling technology and a water treatment specialist.

MMC's Engineering division has played a leading role for the implementation of the entire project including the underground works package in completing the 51 km Klang Valley Mass Rapid Transit (KVMRT) Kajang Line (formerly known as Sungai Buloh-Kajang Line) and is now the main contractor for the entire KVMRT Putrajaya Line (formerly known as Sungai Buloh-Serdang-Putrajaya Line). MMC is also currently, undertaking key civil and infrastructure projects in the country namely Langat Centralised Sewage Treatment Plant and Langat 2 Water Treatment Plant.

Notably, MMC completed the 329 km Ipoh-Padang Besar Electrified Double Tracking Project and the innovative Stormwater Management and Road Tunnel (SMART) motorway, the first of its kind, dual-purpose tunnel in the world.

MMC's Industrial Development division develops and manages approximately 5,000 acres of industrial developments in Iskandar Malaysia, Johor and Kulim, Kedah, which includes the Senai Airport City, Tanjung Bin Industrial Park and the Northern Technocity.

In other business, MMC wholly-owns Senai Airport Terminal Services Sdn Bhd, the operator of Senai International Airport in Johor Bahru – an emerging southern aviation hub and important gateway to Iskandar Malaysia.

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