



**NEWS RELEASE  
FOR IMMEDIATE PUBLICATION**

## **MALAKOFF BACK IN THE BLACK WITH Q1 FY2024 NET PROFIT OF RM62.2 MILLION**

*Improved Contributions from TBP and TBE Power Plants Amid Stabilisation of Global Coal Prices*

**KUALA LUMPUR, Malaysia – 29 May 2024:** Malakoff Corporation Berhad (“Malakoff” or “the Group”) recorded a Profit after Tax and Minority Interests (“PATMI”) of RM62.2 million the quarter ended 31 March 2024 (“Q1 FY2024”), an increase of 182.2% from RM75.7 million of Loss after Tax and Minority Interests (“LATMI”) reported in the previous corresponding quarter ended 31 March 2023 (“Q1 FY2023”). The surge in profit was primarily attributed to improved contributions from Tanjung Bin Power Plant (“TBP”) and Tanjung Bin Energy Sdn Bhd (“TBE”), given the lower weighted average coal costs following the stabilisation of global coal prices coupled with lower finance costs. Additionally, the increase was aided by the absence of a share of loss from Al-Hidd Independent Water Power Plant (“IWPP”) – a 40% foreign associate in Bahrain, and the lack of impairment loss on the Group’s investment in Al-Hidd IWPP.

The Group posted a revenue of RM2,280.1 million for the quarter ended Q1 FY2024, a slight decrease of 0.2% from RM2,285.1 million reported in the corresponding quarter ended Q1 FY2023. The decline was primarily due to lower energy payment recorded from TBP and TBE power plants, reflecting the decline in Applicable Coal Price (“ACP”). However, these were partially moderated by higher energy payment recorded from Segari Energy Ventures Sdn Bhd (“SEV”) given the higher despatch factor.

Within the Malakoff Environmental Solutions pillar, Alam Flora Sdn Bhd (“Alam Flora”) posted a PATMI of RM21.8 million for the quarter under review, which is an increase of 3.3% from RM21.1 million reported in the previous corresponding. On the operational front, Alam Flora’s total recyclable material collected increased by 17.8% in the period under review, testament to the positive impact of the Group’s efforts towards circular economy.

Malakoff’s Managing Director & Group Chief Executive Officer (“MD & GCEO”), Encik Anwar Syahrin Abdul Ajib, stated that alongside its expansion in the Renewable Energy (“RE”) sector, the Group is also focused on ensuring the reliability and stability of its power plants to meet national energy security needs.

“As reported by the Grid System Operator, Peninsular Malaysia’s grid reached an all-time high of 20,028 MW on April 29, 2024, indicating increased demand and the need for higher dispatch to meet energy requirements. Additionally, the ACP has stabilised due to steady global coal prices, which has been advantageous for us. The recent announcement that independent power producers (“IPPs”) can start selling electricity directly to consumers beginning in September will further benefit the Group as this allows us to sell electricity directly to customers using the ‘wheeling charges’ concept, particularly by leveraging our brownfield assets.”

“As part of our efforts in ‘greening’ our thermal plants for responsible energy transition, the Group achieved a significant milestone this month by launching our decarbonisation initiative – the Biomass Co-Firing Project – at our 2,100 MW TBP power plant. Through this project, we aim to reach at least a 15% biomass co-firing ratio by 2027, which is estimated to offset a significant amount of carbon dioxide equivalent (“CO<sub>2</sub>e”) emissions, comparable to planting 142 million mature trees.”

“We are pleased that the Government has introduced the National Biomass Action Plan 2023-2030 (“NBAP”) to address the challenges of biomass distribution and pre-processing, despite its abundance. We hope that with sufficient support from the Government, we can achieve the National target of having 40% of the primary energy mix come from RE sources by 2035, which would reduce CO<sub>2</sub>e emissions by 10 million tons annually.”

Recently, through its Malakoff Green Solutions pillar, Malakoff entered into a conditional Share Sale and Purchase Agreement (“SSPA”) with Zelleco Engineering Sdn Bhd (“Zelleco”) to acquire a 51% equity interest in ZEC Solar Sdn Bhd (“ZEC Solar”) and a 49% equity interest in TJZ Suria Sdn Bhd (“TJZ Suria”). This acquisition is expected to immediately increase Malakoff’s RE portfolio to 168 MW, underscoring Malakoff’s strong support and commitment to advancing the National green and sustainable growth agenda.

In the environmental solutions sector, Alam Flora Environmental Solutions Sdn Bhd (“AFES”) – a member company of Malakoff – has formed a partnership with City Oil Field, Inc. (“COF”) to explore and identify business opportunities and environment sustainability in Malaysia by applying the New (non-traditional) Pyrolysis Technology Method and equipment from the Republic of Korea developed, by COF, to treat plastic wastes in an eco-friendly manner. This serves as a testament to our pledge to employ innovative solutions for managing waste sustainably in Malaysia.

For more details on Malakoff, please visit [www.malakoff.com.my](http://www.malakoff.com.my)

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## **ABOUT MALAKOFF CORPORATION BERHAD**

A sustainably-driven multinational energy generation and environmental solutions company, Malakoff is committed to enhancing lives and enriching communities. It is Malaysia’s largest Independent Power Producer (“IPP”) with a generating capacity of 6,953 MW through domestic thermal plants. The Group’s Renewable Energy portfolio stands at 168 MW, mainly comprising large-scale solar, rooftop solar and small hydro projects. Through its subsidiary, Alam Flora Sdn Bhd, Malakoff is also one of the country’s leading environmental services companies, managing waste volume of 5,748 tonnes per day.

Malakoff has established an international footprint of innovative solutions, notably through its power generation and water desalination ventures in Saudi Arabia, Bahrain, and Oman.

Currently in its next transformational stage, Malakoff is driving change to realise the Nation’s ambitions of carbon neutrality and a circular economy through its three core entities; Malakoff Green Solutions for renewables through solar, small hydro, biogas, biomass and carbon-free mobility infrastructure; Malakoff Environmental Solutions for solid waste management and public cleansing, infrastructure cleaning and waste solutions, integrated facility management, recycling, marine and hazardous waste solutions, water desalination and Waste-to-Energy projects; and Malakoff Energy for thermal power generation assets, operations and maintenance, electricity distribution and district cooling system.

In its pursuit of a cleaner and greener world, Malakoff is dedicated towards fostering collaboration, sharing of knowledge, and leveraging collective expertise to create a more sustainable and resilient future for all. For more information about Malakoff, please visit [www.malakoff.com.my](http://www.malakoff.com.my).

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