

**Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income**  
**Quarterly Report on Unaudited Consolidated Results**  
**For the Period Ended 30 June 2024**

	<b>3 months ended 30.06.2024 RM'000 (Unaudited)</b>	<b>3 months ended 30.06.2023 RM'000 (Unaudited)</b>	<b>Cumulative 6 months ended 30.06.2024 RM'000 (Unaudited)</b>	<b>Cumulative 6 months ended 30.06.2023 RM'000 (Unaudited)</b>
Revenue	2,307,786	2,364,894	4,587,899	4,650,042
Cost of sales	(1,993,628)	(2,664,416)	(3,963,978)	(4,826,405)
<b>Gross profit</b>	314,158	(299,522)	623,921	(176,363)
Other income	29,008	34,587	36,852	38,450
Administrative expenses	(60,365)	(53,190)	(117,711)	(115,452)
Other operating expenses	(50,491)	(40,875)	(101,278)	(86,173)
<b>Results from operating activities</b>	232,310	(359,000)	441,784	(339,538)
Finance income	15,933	19,386	35,492	39,319
Finance costs	(126,611)	(143,612)	(257,862)	(287,066)
<b>Net finance costs</b>	(110,678)	(124,226)	(222,370)	(247,747)
Share of profit of equity-accounted associates and joint ventures, net of tax	17,861	29,487	39,857	49,109
<b>Profit/(Loss) before tax</b>	139,493	(453,739)	259,271	(538,176)
Tax (expense)/benefit	(36,410)	98,954	(77,827)	112,139
<b>Profit/(Loss) for the period</b>	103,083	(354,785)	181,444	(426,037)
<b>Other comprehensive (expense)/income, net of tax</b>				
<b>Items that will not be reclassified subsequently to profit or loss</b>				
Remeasurement of defined benefit liabilities	2,527	503	-	503
<b>Items that may be reclassified subsequently to profit or loss</b>				
Cash flow hedge	(546)	601	(856)	(2,935)
Share of (loss)/gain on hedging reserve of equity-accounted associates and joint ventures	(1,425)	7,061	642	(12,391)
Foreign currency translation differences for foreign operations	(5,674)	16,219	3,509	18,353
	(7,645)	23,881	3,295	3,027
<b>Other comprehensive (expense)/income for the period</b>	(5,118)	24,384	3,295	3,530
<b>Total comprehensive income/(expense) for the period</b>	97,965	(330,401)	184,739	(422,507)

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<b>Profit/(Loss) attributable to:</b>				
Equity holders of the Company	93,575	(318,727)	155,775	(394,416)
Non-controlling interests	9,508	(36,058)	25,669	(31,621)
<b>Profit/(Loss) for the period/year</b>	<u>103,083</u>	<u>(354,785)</u>	<u>181,444</u>	<u>(426,037)</u>
<b>Total comprehensive income/(expense) attributable to:</b>				
Equity holders of the Company	88,457	(294,343)	159,070	(390,886)
Non-controlling interests	9,508	(36,058)	25,669	(31,621)
<b>Total comprehensive income/(expense) for the period/ year</b>	<u>97,965</u>	<u>(330,401)</u>	<u>184,739</u>	<u>(422,507)</u>
<b>Earnings/(Loss) per ordinary share (sen)</b>				
Basic/diluted	1.92	(6.52)	2.71	(8.55)

**Condensed Consolidated Statements Of Financial Position**  
**As At 30 June 2024**

	<b>As at</b> <b>30.06.2024</b> <b>RM'000</b> <b>(Unaudited)</b>	<b>As at</b> <b>31.12.2023</b> <b>RM'000</b> <b>(Audited)</b>
<b>Assets</b>		
Property, plant and equipment	10,227,522	10,454,238
Right-of-use assets	103,283	104,002
Investment properties	16,400	16,400
Concession assets	115,535	122,831
Intangible assets	2,123,414	2,260,095
Investments in associates	600,590	586,110
Investments in joint ventures	712,484	745,099
Other investments	2,484	2,484
Derivative financial assets	-	24,309
Trade and other receivables	7,756	9,081
Deferred tax assets	286,279	275,475
<b>Total non-current assets</b>	<b>14,195,747</b>	<b>14,600,124</b>
Derivative financial assets	68,527	69,991
Trade and other receivables	1,712,168	1,563,347
Inventories	977,983	846,937
Current tax assets	167,976	163,639
Other investments	673,144	485,596
Cash and cash equivalents	2,235,868	2,571,016
<b>Total current assets</b>	<b>5,835,666</b>	<b>5,700,526</b>
<b>Total assets</b>	<b>20,031,413</b>	<b>20,300,650</b>
<b>Equity</b>		
Share capital	5,693,055	5,693,055
Treasury shares	(98,647)	(98,647)
Reserves	337,523	334,228
Accumulated losses	(1,379,956)	(1,438,891)
<b>Equity attributable to owners of the Company</b>	<b>4,551,975</b>	<b>4,489,745</b>
Perpetual sukuk	800,000	800,000
Non-controlling interests	244,758	257,102
<b>Total equity</b>	<b>5,596,733</b>	<b>5,546,847</b>
<b>Liabilities</b>		
Loans and borrowings	7,454,699	7,878,379
Lease liabilities	13,829	11,511
Employee benefits	84,452	88,065
Provision for decommissioning costs	232,312	227,080
Provision for concession assets	132,764	126,851
Deferred income	2,414,682	2,604,748
Deferred tax liabilities	891,017	849,949
<b>Total non-current liabilities</b>	<b>11,223,755</b>	<b>11,786,583</b>

**Condensed Consolidated Statements Of Financial Position**  
**As At 30 June 2024**

	<b>As at</b> <b>30.06.2024</b> <b>RM'000</b> <b>(Unaudited)</b>	<b>As at</b> <b>31.12.2023</b> <b>RM'000</b> <b>(Audited)</b>
Trade and other payables	1,521,686	1,453,572
Current tax liabilities	14,400	10,633
Loans and borrowings	1,030,749	926,700
Lease liabilities	3,530	4,520
Provision for decommissioning costs	46,484	52,735
Provision for concession assets	202,447	202,447
Employee benefits	7,406	7,329
Deferred income	384,223	309,284
<b>Total current liabilities</b>	<u>3,210,925</u>	<u>2,967,220</u>
<b>Total liabilities</b>	<u>14,434,680</u>	<u>14,753,803</u>
<b>Total equity and liabilities</b>	<u><u>20,031,413</u></u>	<u><u>20,300,650</u></u>
<b>Net assets per share attributable to ordinary equity holders of the parent (RM)</b>	0.93	0.92

**Condensed Consolidated Statement of Changes in Equity**  
**As At 30 June 2024**

	/----- Attributable to owners of the Company -----/								Total Equity RM'000
	30/6/2024				Distributable				
	Share Capital RM'000	Treasury Shares RM'000	Reserves		Accumulated Losses RM'000	Total RM'000	Perpetual Sukuk RM'000	Non-controlling Interests RM'000	
Translation RM'000			Hedging RM'000						
<b>At 1 January 2024</b>	5,693,055	(98,647)	36,441	297,787	(1,438,891)	4,489,745	800,000	257,102	5,546,847
Foreign currency translation differences for foreign operations	-	-	3,509	-	-	3,509	-	-	3,509
Cash flow hedge	-	-	-	(856)	-	(856)	-	-	(856)
Share of gain on hedging reserve of equity-accounted associates and joint ventures	-	-	-	642	-	642	-	-	642
Other comprehensive income/(expense) for the period	-	-	3,509	(214)	-	3,295	-	-	3,295
Profit for the period	-	-	-	-	155,775	155,775	-	25,669	181,444
Comprehensive income for the period	-	-	3,509	(214)	155,775	159,070	-	25,669	184,739
Distribution to holder of perpetual sukuk	-	-	-	-	(23,535)	(23,535)	-	-	(23,535)
Dividends to owners of the Company	-	-	-	-	(73,305)	(73,305)	-	-	(73,305)
Dividends to non-controlling interests	-	-	-	-	-	-	-	(38,013)	(38,013)
Total distribution to owners	-	-	-	-	(73,305)	(73,305)	-	(38,013)	(111,318)
<b>At 30 June 2024</b>	<b>5,693,055</b>	<b>(98,647)</b>	<b>39,950</b>	<b>297,573</b>	<b>(1,379,956)</b>	<b>4,551,975</b>	<b>800,000</b>	<b>244,758</b>	<b>5,596,733</b>

**Condensed Consolidated Statement of Changes in Equity**  
**As At 30 June 2024**

	/----- Attributable to owners of the Company -----/								Total Equity RM'000
	/----- Non-distributable -----/			Distributable				Total RM'000	
	Share Capital RM'000	Treasury Shares RM'000	Reserves		Accumulated Losses RM'000	Perpetual Sukuk RM'000	Non-controlling Interests RM'000		
		Translation RM'000	Hedging RM'000						
<b>At 1 January 2023</b>	5,693,055	(98,647)	10,479	314,657	(358,471)	5,561,073	800,000	334,745	6,695,818
Remeasurement of defined benefit liabilities	-	-	-	-	503	503	-	-	503
Foreign currency translation differences for foreign operations	-	-	18,353	-	-	18,353	-	-	18,353
Cash flow hedge	-	-	-	(2,935)	-	(2,935)	-	-	(2,935)
Share of gain on hedging reserve of equity-accounted associates and joint ventures	-	-	-	(12,391)	-	(12,391)	-	-	(12,391)
Other comprehensive income/(expense) for the period	-	-	18,353	(15,326)	503	3,530	-	-	3,530
Loss for the period	-	-	-	-	(394,416)	(394,416)	-	(31,621)	(426,037)
Comprehensive income/(expense) for the period	-	-	18,353	(15,326)	(393,913)	(390,886)	-	(31,621)	(422,507)
Distribution to holder of perpetual sukuk	-	-	-	-	(23,406)	(23,406)	-	-	(23,406)
Dividends to owners of the Company	-	-	-	-	(119,731)	(119,731)	-	-	(119,731)
Dividends to non-controlling interests	-	-	-	-	-	-	-	(42,719)	(42,719)
Total distribution to owners	-	-	-	-	(119,731)	(119,731)	-	(42,719)	(162,450)
<b>At 30 June 2023</b>	5,693,055	(98,647)	28,832	299,331	(895,521)	5,027,050	800,000	260,405	6,087,455

**Condensed Consolidated Statements Of Cash Flows**  
**As At 30 June 2024**

	<b>6 months ended 30.06.2024 RM'000 (Unaudited)</b>	<b>6 months ended 30.06.2023 RM'000 (Unaudited)</b>
<b>Cash flows from operating activities</b>		
<b>Profit/(Loss) before tax</b>	259,271	(538,176)
<b>Adjustments for :</b>		
Non cash-items	553,116	557,597
Finance costs	257,862	287,066
Finance income	(35,492)	(39,319)
Share of profit of equity-accounted associates and joint ventures, net of tax	(39,857)	(49,109)
<b>Operating profit before changes in working capital</b>	<u>994,900</u>	<u>218,059</u>
<i>Changes in working capital:</i>		
Net change in current assets	(278,684)	927,626
Net change in current liabilities	8,850	(217,270)
Net change in non-current liabilities	(115,127)	(118,907)
<b>Cash generated from operations</b>	<u>609,939</u>	<u>809,508</u>
Tax paid, net	(50,662)	(211,360)
<b>Net cash from operating activities</b>	<u>559,277</u>	<u>598,148</u>
<b>Cash flows from investing activities</b>		
Change in other investments	(187,548)	(111,696)
Dividends received from associates	1,499	1,884
Dividends received from joint ventures	61,377	43,593
Interest received	31,948	37,492
Purchase of property, plant and equipment	(191,630)	(75,760)
Purchase of concession assets	-	(641)
Proceeds from disposal of property, plant and equipment	14,157	47
<b>Net cash used in from investing activities</b>	<u>(270,197)</u>	<u>(105,081)</u>
<b>Cash flows from financing activities</b>		
Distribution to perpetual sukuk holder	(23,535)	(23,406)
Dividends paid to the owners of the Company	(73,305)	(119,731)
Dividends paid to the non-controlling interest	(38,013)	(42,719)
Interest paid	(198,390)	(229,679)
Proceeds from borrowings	-	2,000
Repayment of borrowings	(286,996)	(185,610)
Payment of lease liabilities	(3,989)	(5,205)
<b>Net cash used in financing activities</b>	<u>(624,228)</u>	<u>(604,350)</u>

**Condensed Consolidated Statements Of Cash Flows**  
**As At 30 June 2024**

	<b>6 months ended 30.06.2024 RM'000 (Unaudited)</b>	<b>6 months ended 30.06.2023 RM'000 (Unaudited)</b>
<b>Net decrease in cash and cash equivalents</b>	(335,148)	(111,283)
<b>Cash and cash equivalents at beginning of the period</b>	2,571,016	1,539,630
<b>Cash and cash equivalents at end of the period</b>	<u><u>2,235,868</u></u>	<u><u>1,428,347</u></u>
<b>Cash and cash equivalents comprise :</b>		
Cash and bank balances	1,142,798	515,839
Deposits with licensed banks and other licensed corporations	1,093,070	912,508
	<u><u>2,235,868</u></u>	<u><u>1,428,347</u></u>



## Notes to the interim financial statements

### 1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with MFRS Accounting Standards as issued by the Malaysian Accounting Standards Board ("MFRS Accounting Standards") 134, *Interim Financial Reporting* and Appendix 9B (Part A) of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the Group's annual audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.

The audited financial statements of the Group for the financial year ended 31 December 2023 were prepared in accordance with MFRS Accounting Standards, IFRS Accounting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards") and the requirements of the Companies Act 2016 in Malaysia.

The significant accounting policies adopted in these interim financial statements are consistent with those adopted in the annual audited financial statements for the financial year ended 31 December 2023, except the Group adopted the following Amendments to MFRS Accounting Standards' effective for annual periods beginning on or after 1 January 2024 as follows:

- Amendments to MFRS 16, *Leases – Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101, *Presentation of Financial Statements – Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 107, *Statement of Cash Flows* and MFRS 7, *Financial Instruments: Disclosures – Supplier Finance Arrangements*

The adoption of the above did not have any material impact on the financial statements of the Group.

### 2. Audit qualification

The report of the auditors on the Group's financial statements for the financial year ended 31 December 2023 was not subject to any qualification.

### 3. Seasonal or cyclical factors

The Group's operations have not been affected by seasonal or cyclical factors.

### 4. Unusual items

There was no unusual item affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter under review because of its nature, size and incidence.

### 5. Changes in estimates

There was no material change in financial estimates made in prior financial year that could materially affect the current interim results.

**6. Debt and equity securities**

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter.

**7. Dividends paid**

On 29 May 2024, the Company paid a final dividend of 1.50 sen per ordinary share on 4,886,961,300 ordinary shares in issue, totalling RM73,305,000 in respect of the financial year ended 31 December 2023.

**8. Segment reporting**

The Group's segmental reporting for the financial period ended 30 June 2024 is as follows:

	<u>Power generation</u>			<u>Waste Management and Environmental Services</u>	<u>Others</u>			<u>Elimination</u>			<u>Total</u>		
	<u>Local</u>	<u>Foreign</u>	<u>Total</u>	<u>Local</u>	<u>Local</u>	<u>Foreign</u>	<u>Total</u>	<u>Local</u>	<u>Foreign</u>	<u>Total</u>	<u>Local</u>	<u>Foreign</u>	<u>Total</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue from external customers	4,056,947	-	4,056,947	439,816	91,136	-	91,136	-	-	-	4,587,899	-	4,587,899
Inter-segment revenue	-	-	-	-	498,917	183,436	682,353	(498,917)	(183,436)	(682,353)	-	-	-
<b>Total segment revenue</b>	<b>4,056,947</b>	<b>-</b>	<b>4,056,947</b>	<b>439,816</b>	<b>590,053</b>	<b>183,436</b>	<b>773,489</b>	<b>(498,917)</b>	<b>(183,436)</b>	<b>(682,353)</b>	<b>4,587,899</b>	<b>-</b>	<b>4,587,899</b>
<b>Profit/(Loss) after tax</b>	<b>207,233</b>	<b>38,569</b>	<b>245,802</b>	<b>61,311</b>	<b>101,483</b>	<b>180,358</b>	<b>281,841</b>	<b>(217,363)</b>	<b>(190,147)</b>	<b>(407,510)</b>	<b>152,664</b>	<b>28,780</b>	<b>181,444</b>

The Group's segmental reporting for the financial period ended 30 June 2023 is as follows:

	<u>Power generation</u>			<b>Waste Management and Environmental Services</b>	<u>Others</u>			<u>Elimination</u>			<u>Total</u>		
	<b>Local</b>	<b>Foreign</b>	<b>Total</b>	<b>Local</b>	<b>Local</b>	<b>Foreign</b>	<b>Total</b>	<b>Local</b>	<b>Foreign</b>	<b>Total</b>	<b>Local</b>	<b>Foreign</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue from external customers	4,119,700	-	4,119,700	441,322	89,020	-	89,020	-	-	-	4,650,042	-	4,650,042
Inter-segment revenue	-	-	-	-	544,097	104,277	648,374	(544,097)	(104,277)	(648,374)	-	-	-
<b>Total segment revenue</b>	<b>4,119,700</b>	<b>-</b>	<b>4,119,700</b>	<b>441,322</b>	<b>633,117</b>	<b>104,277</b>	<b>737,394</b>	<b>(544,097)</b>	<b>(104,277)</b>	<b>(648,374)</b>	<b>4,650,042</b>	<b>-</b>	<b>4,650,042</b>
<b>(Loss)/Profit after tax</b>	<b>(349,525)</b>	<b>43,513</b>	<b>(306,012)</b>	<b>58,435</b>	<b>179,950</b>	<b>109,059</b>	<b>289,009</b>	<b>(357,670)</b>	<b>(109,799)</b>	<b>(467,469)</b>	<b>(468,810)</b>	<b>42,773</b>	<b>(426,037)</b>

**9. Property, plant and equipment**

There was no revaluation of property, plant and equipment during the current quarter ended 30 June 2024 except for the amounts carried forward pertaining to certain Group properties that had been revalued in the past.

**10. Events subsequent to the end of the current interim period**

There was no material event subsequent to the end of the current quarter ended 30 June 2024.

**11. Changes in composition of the Group**

There was no change in the composition of the Group during the current quarter ended 30 June 2024.

**12. Changes in contingent liabilities or contingent assets**

There was no change in contingent liabilities or contingent assets since the last audited financial statements for the financial year ended 31 December 2023 except for the following bank guarantees issued to third parties:

	<b>30.06.2024</b>	<b>31.12.2023</b>
	RM'mil	RM'mil
Company and subsidiaries	<u>840.7</u>	<u>834.4</u>

These guarantees mainly consist of performance bonds and security deposits for projects.

**13. Capital commitments**

Capital commitments of the Group not provided for the interim financial report are as follows:

	<b>30.06.2024</b>	<b>31.12.2023</b>
	RM'mil	RM'mil
Property, plant and equipment:		
Authorised and contracted for	1,166.2	509.9
Authorised but not contracted for	<u>824.9</u>	<u>994.1</u>
	<u>1,991.1</u>	<u>1,504.0</u>

**Additional information required by the Bursa Securities Listing Requirements****14. Review of performance****Quarter 2, 2024 vs Quarter 2, 2023**

For the quarter ended 30 June 2024, the Group recorded RM2,307.8 million in revenue, a slight decrease of RM57.1 million or 2.4% from RM2,364.9 million reported in the corresponding quarter ended 30 June 2023, primarily due to lower energy payment recorded from Tanjung Bin Power Sdn. Bhd. (“TBP”) and Tanjung Bin Energy Sdn. Bhd. (“TBE”) in line with 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.

The Group recorded profit before taxation of RM139.5 million in the current quarter, a significant increase of RM593.2 million from loss before taxation of RM453.7 million reported in the corresponding quarter ended 30 June 2023, primarily attributed to improved contributions from TBP and TBE plants given the lower weighted average coal costs following stabilisation of global coal prices and gain arising from compensation for compulsory land acquisition.

**Year-to-date, 2024 vs Year-to-date, 2023**

For the period ended 30 June 2024, the Group recorded RM4,587.9 million in revenue, a slight decrease of RM62.1 million or 1.3% from RM4,650.0 million reported in the corresponding period ended 30 June 2023, primarily due to lower energy payment recorded from TBP and TBE in line with the decline in ACP. However, these were partially moderated by higher energy payment recorded from SEV given the higher despatch factor.

The Group recorded profit before taxation of RM259.3 million, a significant increase of RM797.5 million from loss before taxation of RM538.2 million reported in the corresponding period ended 30 June 2023, primarily attributed to improved contributions from TBP and TBE plants given the lower weighted average coal costs following stabilisation of global coal prices, gain arising from compensation for compulsory land acquisition and lower finance costs.

**15. Variation of results against immediate preceding quarter****Quarter 2, 2024 vs Quarter 1, 2024**

The Group recorded profit before taxation of RM139.5 million in the current quarter as compared with profit before taxation of RM119.8 million reported in the immediate preceding quarter, primarily attributed to improved contribution from TBP plant given the lower weighted average coal costs following stabilisation of global coal prices and gain arising from compensation for compulsory land acquisition.

## 16. Current prospects

The Malaysia's Gross Domestic Product ("GDP") advanced by 5.9% in the second quarter of 2024 (1Q 2024: 4.2%) driven by stronger household spending, continued progress in exports and tourist arrivals as well as further expansion in investment activities (*source: Bank Negara Malaysia (BNM)'s Economic & Financial Developments*). BNM expects Malaysia's economy to continue its growth momentum in the second half of 2024, supported by domestic demand and export-driven factors.

On 24 July 2024, as part of the Group's thermal assets continuous efforts to enhance plant reliability and availability, Malakoff Power Berhad ("MPB"), a wholly owned subsidiary signed a Memorandum of Understanding ("MOU") with Korea South-East Power Company ("KOEN") to facilitate the exchange of information, experiences and best practices in the operation and maintenance ("O&M") of power plants that includes supply chain management, site visits, technical workshops and training. This effort enables MPB to adopt best practices for managing and enhancing power plant assets, adapting to the integration of Renewable Energy ("RE") into the grid and planning for biomass fuel use.

On 29 April 2024, Malakoff entered a partnership with China Northeast Electric Power Engineering & Services Co Ltd ("NEPCS") to supply technical manpower for the O&M of combined cycle power plant ("CCPP") projects under NEPCS in Bangladesh. This partnership marks Malakoff's first venture into securing H-class O&M projects, an opportunity to enhance its expertise in H-class technology and to position Malakoff in meeting the growing demand for CCPP in Malaysia. With this partnership, Malakoff provides services to three power plants in Bangladesh, with a combined capacity of approximately 1,500 MW.

Under the Environmental Solutions segment, Alam Flora Environmental Solutions Sdn. Bhd. ("AFES") signed a technology partnership agreement with City Oil Field Inc ("COF") to explore business opportunities in eco-friendly waste treatment using COF's South Korean Pyrolysis technology.

Based on the foregoing, the Group expects overall performance to remain satisfactory for the financial year ending 31 December 2024.

**17. Profit/(Loss) before tax**

Profit/(Loss) before tax is stated after (crediting)/charging the following items:

	<b>3 months ended 30.06.2024</b>	<b>3 months ended 30.06.2023</b>	<b>Cumulative 6 months ended 30.06.2024</b>	<b>Cumulative 6 months ended 30.06.2023</b>
	RM'mil	RM'mil	RM'mil	RM'mil
Finance income	(15.9)	(19.4)	(35.5)	(39.3)
Finance costs	126.6	143.6	257.9	287.1
Depreciation	207.0	201.9	407.2	402.1
Amortisation of intangibles assets	77.4	73.3	150.0	145.9
Net foreign exchange gain	(4.5)	(6.6)	(4.4)	(6.8)

**18. Profit forecast or profit guarantee**

The Group did not issue any profit forecast or profit guarantee for the current quarter ended 30 June 2024.

**19. Tax expense/(benefit)**

	<b>3 months ended 30.06.2024</b>	<b>3 months ended 30.06.2023</b>	<b>Cumulative 6 months ended 30.06.2024</b>	<b>Cumulative 6 months ended 30.06.2023</b>
	RM'mil	RM'mil	RM'mil	RM'mil
Current tax expense	28.3	18.0	49.6	44.1
Deferred tax expense	8.1	(117.0)	28.2	(156.2)
Total tax expense/(benefit)	<u>36.4</u>	<u>(99.0)</u>	<u>77.8</u>	<u>(112.1)</u>

The Group's effective tax rate for the current period under review was higher than the statutory income tax rate due to certain expenses not deductible for tax purposes.



**20. Status of corporate proposal announced**

- i) Share Sale and Purchase agreement (“SSPA”) with Metacorp Berhad for the proposed acquisition of 49% equity interest in E-Idaman Sdn. Bhd. (“E-Idaman”)

On 27 October 2023, Tuah Utama Sdn. Bhd. (“TUSB”), a wholly-owned subsidiary of the Company, had entered into a conditional SSPA with Metacorp Berhad for the proposed acquisition of 49% equity interest in E-Idaman for a purchase consideration of RM133,200,000 (“Proposed Acquisition”). The principal activities of E-Idaman are that of investment holding and the provision of project management, consultancy and contracting services in the field of solid waste management. E-Idaman through its wholly-owned subsidiary, Environment Idaman Sdn. Bhd. provides waste collection and disposal services for municipal wastes under a 22-year concession granted by the Government of Malaysia for the provision of solid waste collection and public cleansing management services in Kedah and Perlis.

On 29 July 2024, the parties have agreed to further extend the cut-off date for the Proposed Acquisition for another period of three (“3”) months to 28 October 2024 to fulfil the Conditions Precedent in the SSPA.

- ii) Share Sale and Purchase agreement (“SSPA”) with Zelleco Engineering Sdn. Bhd. (“Zelleco”) for the proposed acquisitions of the remaining 51% and 49% equity interests in ZEC Solar Sdn. Bhd. and TJZ Suria Sdn. Bhd.

On 23 May 2024, Malakoff Corporation Berhad (“MCB”) entered into a conditional SSPA with Zelleco for the proposed acquisitions of the remaining 51% and 49% equity interests in ZEC Solar Sdn. Bhd. and TJZ Suria Sdn. Bhd., respectively with a total purchase consideration of RM27,000,000 (“Proposed Acquisitions”). Upon completion of the Proposed Acquisitions, both ZEC Solar Sdn. Bhd. and TJZ Suria Sdn. Bhd. will become wholly-owned subsidiaries of MCB.

On 22 August 2024, the parties have agreed to further extend the cut-off date for the Proposed Acquisitions for a period of three (“3”) months to 22 November 2024 to fulfil the Conditions Precedent in SSPA.

Save for the above, there was no other corporate proposal announced up to the date of this announcement.

**21. Borrowings**

	<b>30.06.2024</b>	<b>31.12.2023</b>
	RM'mil	RM'mil
Current		
- Secured	1,000.7	896.7
- Unsecured	30.0	30.0
	<u>1,030.7</u>	<u>926.7</u>
Non-current		
- Secured	7,454.7	7,878.4
	<u>8,485.4</u>	<u>8,805.1</u>

The breakdown of Group borrowings by currency is as follows:

	<b>30.06.2024</b>	<b>31.12.2023</b>
	RM'mil	RM'mil
Functional currency		
- RM	8,216.4	8,292.2
- USD	269.0	512.9
	<u>8,485.4</u>	<u>8,805.1</u>

**22. Changes in material litigation**

*Singapore International Arbitration Centre Arbitration No. 278 of 2018 Claim 1 (formerly Main Action) between Prai Power Sdn Bhd ("PPSB") (as Claimant) and (1) GE Energy Parts, Inc ("GE Energy Parts"), (2) GE Power Systems (Malaysia) Sdn Bhd ("GE Power Systems"), (3) General Electric International, Inc ("GE International"), and (4) General Electric Company ("GE") (collectively "GE Entities") (as Respondents); and Claim 2 (formerly Third Party Claim) between GE Entities (as Claimants) and (1) Malakoff Power Berhad ("MPB"), and (2) Malakoff Corporation Berhad ("MCB") (collectively "Malakoff Entities") (as Respondents), in relation to Prai Power Plant*

On 24 September 2018, Allianz General Insurance Company (Malaysia) Berhad initiated the arbitration as a subrogated action, in the name of PPSB, against GE Entities, in relation to an incident on or about 18 July 2015 ("2015 Incident") which resulted in damage to a gas turbine at PPSB's 350MW Combined Cycle Gas Turbine Power Plant situated in Prai, Penang ("Prai Power Plant").

PPSB alleged that GE Entities breached the duty to exercise reasonable care and skill to properly design, manufacture, supply and install a GE 109FA single shaft gas turbine at the Prai Power Plant. By reason of the alleged breach, PPSB claims for, among others, loss and damages in the sum of RM72,094,050 from GE Entities.

On 9 August 2019, GE Entities filed a Joinder Application, seeking to join Malakoff Entities as parties to GE Entities' Counterclaim, alleging that:

- a) the commencement of the arbitration constitutes a breach of the Settlement and Release Agreement ("SRA") dated 12 December 2012, in respect of which Malakoff Entities are liable;
- b) Malakoff Entities are liable to indemnify GE Entities against any liability under the arbitration; and
- c) if GE Entities are found liable for the 2015 Incident, MPB is liable for contributory negligence as the operator of the Prai Power Plant.

On 20 June 2020, the Arbitral Tribunal granted the Joinder Application to join Malakoff Entities as the Respondents in Claim 2 of GE Entities.

Following the passing of a member of the Arbitral Tribunal on 29 January 2023 and the consequential appointment of the substitute co-arbitrator on 17 March 2023, the hearing had been rescheduled to take place from 7 March 2024 to 20 March 2024.

On 10 January 2024, one of the members of the Arbitral Tribunal had decided to withdraw himself as a co-arbitrator due to unexpected health complications.

On 22 January 2024, the Arbitral Tribunal confirmed that the previously scheduled hearing dates from 7 March 2024 to 20 March 2024 have been vacated.

On 26 February 2024, the SIAC appointed a substitute co-arbitrator.

On 28 February 2024, the Presiding Arbitrator requested the parties' counsel to propose alternate sets of hearing dates for the Arbitral Tribunal's consideration.

On 13 May 2024, the Arbitral Tribunal confirmed that the arbitration hearing has been scheduled to be held from 23 July 2025 to 8 August 2025.

There has been no significant change in material litigation, including the status of the pending material litigation in respect of the Company and its subsidiaries during the current quarter under review.

## **23. Dividend Payable**

The Directors recommend the payment of an interim dividend of 2.23 sen per ordinary share in respect of the financial year ending 31 December 2024. The interim dividend will be paid on 25 October 2024 to shareholders registered on the Company's Register of Members at the close of business on 27 September 2024.

In the corresponding quarter ended 30 June 2023, the Directors recommended the payment of an interim dividend of 1.50 sen per ordinary share in respect of the financial year ended 31 December 2023. The interim dividend was paid on 27 October 2023.

**24. Earnings/(Loss) per ordinary share**

	<b>3 months ended 30.06.2024</b>	<b>3 months ended 30.06.2023</b>	<b>Cumulative 6 months ended 30.06.2024</b>	<b>Cumulative 6 months ended 30.06.2023</b>
Basic/Diluted Earnings/(Loss) per Ordinary Share				
Profit/(Loss) for the period attributable to equity holders (RM mil)	93.6	(318.7)	155.8	(394.4)
Distribution to perpetual sukuk holder (RM mil) <sup>#</sup>	-	-	(23.5)	(23.4)
Profit/(Loss) for the period attributable to ordinary shareholders (RM mil)	<u>93.6</u>	<u>(318.7)</u>	<u>132.3</u>	<u>(417.8)</u>
Weighted average number of ordinary shares (mil)	4,887.0	4,887.0	4,887.0	4,887.0
Basic/diluted earnings/(loss) per ordinary share (sen)	1.92	(6.52)	2.71	(8.55)

Note<sup>#</sup> - The distribution to perpetual sukuk holder is classified as equity in the financial statement based on the underlying of issuing terms of the sukuk program.

**25. Authorisation for issue**

The interim financial statements were authorised for issue in accordance with a resolution by the Board of Directors on 28 August 2024.

By Order of the Board  
 Noor Raniz bin Mat Nor (MAICSA No.7061903)  
 Zaidatul Neezma binti Zainal Abidin (MACS 01677)  
 Secretaries  
 Kuala Lumpur  
 28 August 2024