



**NEWS RELEASE
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MALAKOFF REGISTERS A LOSS OF RM85.6 MILLION IN Q3 FY2023

The Group Narrows Losses Notwithstanding the Negative Fuel Margin Impact

KUALA LUMPUR, Malaysia – 24 November 2023: Malakoff Corporation Berhad (“Malakoff” or “the Group”) recorded a revenue of RM2,154.5 million in the quarter ended 30 September 2023 (“Q3 FY2023”), a decrease of 32.2% from RM3,180.2 million reported in the corresponding quarter ended 30 September 2022 (“Q3 FY2022”). The decline was primarily due to lower energy payment recorded from Tanjung Bin Power Sdn Bhd (“TBP”) and Tanjung Bin Energy Sdn Bhd (“TBE”) resulting from the decline in Applicable Coal Price (“ACP”) as well as the absence of revenue contribution from GB3 Sdn Bhd (“GB3”) following the expiry of its Power Purchase Agreement (“PPA”) on 30 December 2022.

The Group posted a Loss after Tax and Minority Interests (“LATMI”) of RM85.6 million for Q3 FY2023 versus RM90.3 million of Profit after Tax and Minority Interests (“PATMI”) in the corresponding quarter, primarily due to the continued negative fuel margin recorded from TBP and TBE coal plants which were impacted by the higher weighted average coal costs. The results were also impacted by the lower contribution from GB3 gas plant following the expiry of PPA and lower share of profit from associates and joint ventures.

For the quarter under review, Alam Flora Sdn Bhd (“Alam Flora”) posted a PATMI of RM15.7 million against RM24.8 million reported in the previous corresponding quarter. On the operational front, Alam Flora’s total waste collected/handled decreased from 492,600 MT in Q3 FY2022 to 299,779 MT in Q3 FY2023, representing a 39.1% decline. This was mainly due to a reduction in the volume of waste handled in the non-concession business. Notwithstanding this, domestic waste in Pahang and in Putrajaya, and recyclable material collected increased by 7.1% and 21.5%, respectively.

Malakoff’s Managing Director/Chief Executive Officer (“MD/CEO”), Encik Anwar Syahrin Abdul Ajib, recognises the growing need for the implementation of greener energy sources to address the pressing climate issues and is confident that Malakoff’s vigorous expansion into Renewable Energy will support this global call to action, particularly in line with Malaysia’s goal of achieving Net-Zero status as early as 2050.

“As we continue to embark on our green journey towards a low-carbon future, the Group made several strides in the last few months. On 4th October 2023, we initiated a collaboration with the MMC Group of Companies (“MMC”) by signing a Memorandum of Understanding (“MoU”) with the ports under MMC to explore various green power initiatives, including the Corporate Green Power Programme (“CGPP”), Self-Consumption (“SelCo”), cold ironing or shore-to-ship power supply and the installation of Electric Vehicle (“EV”) charging stations. Continuing the momentum, Malakoff, through our subsidiary Malakoff Radiance Sdn Bhd, reaffirmed our commitment to solar energy by establishing a Solar Power Purchase Agreement (“SPPA”) with

DRB-HICOM Group of Companies. The agreement which was signed on 1st November 2023, focuses on the development, operation, and maintenance of solar photovoltaic systems totalling 20.78 MWp. We entered into another SPPA with Gas Malaysia Berhad on 7th November 2023, encompassing the development, operation, and maintenance of solar photovoltaic systems at three Gas Malaysia sites, along with the installation of EV charging stations at two of its locations.

“This year alone, we have made significant progress towards becoming a global leading energy generation and environmental solutions player. Through a member of Malakoff, Alam Flora Environmental Solutions Sdn Bhd (“AFES”) officially launched the Recovery Initiative Sustainable Eco-Facility Kuala Lumpur (“RISE KL”) on 15th September 2023, serving as both a recycling center and an educational hub. With a daily capacity of 50 tonnes, RISE KL is designed to promote extensive knowledge and best practices in recycling and waste segregation where its mission includes contributing to Malakoff’s recycling rate target of 15% to 20% by 2025 and supporting Malaysia’s aim of achieving a national recycling rate of 40% within the same period. Additionally, on 27th October 2023, we took a strategic step forward by entering into a conditional Share Sale and Purchase Agreement with Metacorp Berhad, aiming to acquire a 49% equity interest in E-Idaman Sdn Bhd to expand our waste management and environmental services in the northern region of Peninsular Malaysia.”

Through these various initiatives and diverse investments, Malakoff will further drive the Group’s growth, focusing on clean energy leadership and innovative environmental solutions for a sustainable future.

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

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 151 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.

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