

OTHERS Signing of a Power Purchase Agreement ("PPA") and a Land Lease Agreement ("LLA") between Tenaga Nasional Berhad ("TNB") and YTL Power Generation Sdn. Bhd. ("YTL")

TENAGA NASIONAL BHD

Type	Announcement
Subject	OTHERS
Description	Signing of a Power Purchase Agreement ("PPA") and a Land Lease Agreement ("LLA") between Tenaga Nasional Berhad ("TNB") and YTL Power Generation Sdn. Bhd. ("YTL")

TNB and YTL had on 31 March 1993 executed a Power Purchase Agreement ("Original PPA") for the sale and purchase of electrical energy generated by YTL in accordance with the terms and conditions set out in the Original PPA.

Pursuant to a Letter of Award dated 20 April 2017 issued by Suruhanjaya Tenaga to YTL to continue the operations of the YTL plant for a further period of three (3) years and 10 months ("the Extension"), TNB wishes to announce that it has today signed a new PPA and LLA with YTL in relation to the Extension. The scheduled commercial operation date of the plant is 1 September 2017.

The new LLA will replace the terms and conditions of the original land lease agreement dated 30 July 1993 between TNB and YTL. Further to this, the new LLA will govern the lease of the portion of TNB's land in Paka, Terengganu Darul Iman used by YTL for the purpose of the Extension and demobilisation of the plant thereafter.

The new PPA governs the rights and obligations of the parties for the generation and sale of electricity and for YTL to make available to TNB the generating capacity of up to 585 MW from its combined cycle power plant located at Paka, Terengganu Darul Iman.

The signing of the new LLA and PPA will not have any effect on the issued share capital and the substantial shareholders' shareholdings of TNB and will have a neutral impact on the earnings of TNB over the term of the new LLA and PPA.

None of the Directors or Major Shareholders of TNB and/or persons connected with them has any interest, direct or indirect, in relation to the abovementioned new LLA and PPA.

This announcement is dated 9 May 2017.

 Announcement Info	
Company Name	TENAGA NASIONAL BHD
Stock Name	TENAGA
Date Announced	09 May 2017
Category	General Announcement for PLC
Reference Number	GA1-09052017-00041