

OTHERS Signing of a new Power Purchase Agreement between Tenaga Nasional Berhad ("TNB") and Powertek Berhad ("Powertek")

TENAGA NASIONAL BHD

Type	Announcement
Subject	OTHERS
Description	Signing of a new Power Purchase Agreement between Tenaga Nasional Berhad ("TNB") and Powertek Berhad ("Powertek")

TNB wishes to announce that it has today signed a new Power Purchase Agreement with Powertek, a wholly owned subsidiary of 1Malaysia Development Berhad ("PPA"), in relation to an extension of three (3) years ten (10) months pursuant to a Conditional Letter of Award dated 5 August 2015 issued by Suruhanjaya Tenaga to Powertek ("the Extension"). This new PPA governs the rights and obligations of both parties throughout the term of the Extension and on the sale and purchase of all the capacity and the electrical energy generated by Powertek from its 434MW open-cycle power plant located at Telok Gong, Melaka.


Three (3) of the units in the Powertek Facility is scheduled to commence operations from 1 March 2016 until 31 December 2019 while, another unit is scheduled to commence operation from 15 March 2016 until 31 December 2019.

TNB and Powertek had previously on 10 December 1993 executed a Power Purchase Agreement ("Original PPA") for the sale and purchase of all the capacity and the electrical energy generated by the Powertek Facility in accordance with the terms and conditions set out in the Original PPA. The Original PPA has expired on 13 January 2016.

The signing of the PPA will not have any effect on the issued and paid-up 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 Extension.

Save for Tan Sri Leo Moggie and Datuk Seri Ir. Azman bin Mohd being the nominees of Minister of Finance Incorporated as well as Ahmad Farouk bin Mohamed, being the nominee of Khazanah Nasional Berhad, 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 PPA.

This announcement is dated 29 February 2016.

 Announcement Info	
Company Name	TENAGA NASIONAL BHD
Stock Name	TENAGA
Date Announced	29 Feb 2016
Category	General Announcement for PLC
Reference Number	GA1-22022016-00009