



05 JUN, 2026

TNB, PetGas sign pact for LNG terminal

New Straits Times, Malaysia



THIRD SUCH PROJECT

TNB, PetGas sign pact for LNG terminal

KUALA LUMPUR: Tenaga Nasional Bhd (TNB) has inked a heads of agreement with Petronas Gas Bhd (PetGas) to jointly develop the third regasification terminal (RGT-3) in Lumut, Perak.

This was signed through TNB's indirect wholly owned subsidiary, Integrax Bhd, a unit of TNB Power Generation Sdn Bhd.

TNB said the agreement serves as a framework for further discussions and negotiations between the parties to formalise the preliminary terms and respective investment participation in the proposed joint venture.

"A special-purpose vehicle will be incorporated by both parties upon finalisation and signing of the shareholders' agreement and

the regasification terminal will be co-developed by both parties through the vehicle," it said in a Bursa Malaysia filing.

The utility company said RGT-3 will be developed based on a floating storage regasification unit concept, under which liquefied natural gas (LNG) storage and regasification activities will be carried out onboard the vessel.

The regasified LNG will be transported through a connecting pipeline from RGT-3 onshore and berthing facilities to the peninsular gas utilisation system.

"RGT-3 is designed with LNG storage capacity of 170,000 m³ and regasification send-out capacity of 500 million standard cubic feet per day. The RGT-3 ca-

capacity is being underwritten by TNB Fuel Services Sdn Bhd in stages.

"The RGT-3 project will position strategically beyond electricity into LNG infrastructure and broader gas value chain participation and advance co-development of RGT-3 as a critical regasification infrastructure asset with strategic partners."

TNB said it plans to fund the development through a combination of debt and equity.

"While investment in the project may result in an increase in the group's gearing, it is not expected to have any material impact on the group's net assets per share for the financial year ending Dec 31, 2026."