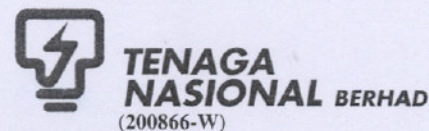


SIARAN AKHBAR

PRESS RELEASE



S.A Bil 2003/10/47

NOTE TO EDITOR

Tenaga Nasional Berhad (“TNB”) today announced the Group’s unaudited financial results for the 12 months ended 31 August 2003 (“FY2003”).

Highlights of Results

	FY2003	FY2002	% +/-
Unit Sales Growth (Gwh)	68,254.3	63,533.6	7.4
Revenue from Electricity Sales (RM mill.)	15,973.9	14,932.5	7.0
Total Revenue (RM mill.)	16,457.8	15,375.1	7.0
Operating Expenses (RM mill.)	13,794.2	13,108.7	5.2
Operating Profit (RM mill.)	2,933.3	2,537.4	15.6
Profit before tax (RM mill.)	1,719.1	1,513.5	13.6
Profit after tax (RM mill.)	1,117.6	940.6	18.8
Earnings per share -basic	35.83sen	30.71 sen	16.7

The Group’s profit from ordinary activities before taxation (“PBT”) increased by 13.6%, from RM1,513.5 million in FY2002 to RM1,719.1 million in FY2003. Profit after tax (“PAT”) for the year, after making a deferred tax provision of RM535.7 million increased by 18.8% from RM940.6 million in FY2002 to RM1,117.6 million in FY2003. It should be noted that in accordance with MASB 25, TNB recognizes deferred tax on a provision basis which does not affect its cash position.

In terms of unit sales, electricity demand grew by 7.4%. Revenue from sales of electricity recorded an increase of 7.0% and accounted for more than 97% of the Group's total revenue. The industrial and commercial sectors were the main drivers for electricity demand with sales growth in FY2003 of 6.0% and 7.6% respectively. TNB's Liberty Power Plant, Pakistan also recorded a commendable increase in revenue from electricity sales of 11% in FY2003.

Total revenue for the Group increased by 7.0% from RM15,375.1 million in FY2002 to RM16,457.8 million in FY 2003. Whilst total operating costs increased by 5.2% in FY2003, total operating costs excluding IPP purchase costs increased by only 2.2%. Thus the Group's operating profit increased by 15.6% from RM2,537.4 million in FY2002 to RM2,933.3 million in FY2003.

With the higher profitability recorded by the Group, earnings per share ("EPS") increased from 30.71 sen in FY2002 to 35.83 sen in FY2003; an increase of 16.7%.

The Malaysian Government has provided various incentives to stimulate the country's economic growth and with that, GDP is expected to grow between 5.5% - 6.0% for the year 2004. Benefitting from the higher economic growth and the measures taken by management to improve the operating efficiencies of the Group's business, the Board of Directors, barring any unforeseen circumstances, expects the Group's performance for FY2004 to remain satisfactory.

The Board of Directors has recommended a final dividend of 7.8 sen gross per share making a total of 12.0 sen per share gross in respect of the financial year ended 31 August 2003.

Issued on 28 October 2003