

The Board of Directors is pleased to announce the following:

**A. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024**

(Amounts in RM million unless otherwise stated)

	<b>Individual</b>		<b>Cumulative</b>	
	<b>Current quarter ended 30.09.2024</b>	<b>Corresponding quarter ended 30.09.2023</b>	<b>Current period ended 30.09.2024</b>	<b>Preceding period ended 30.09.2023</b>
Revenue	14,351.6	13,466.1	42,358.8	39,414.9
Imbalance Cost Pass-Through under recovery	2,196.4	1,999.1	7,371.6	8,491.6
Operating expenses	(15,177.8)	(13,676.2)	(44,560.9)	(42,509.8)
Net reversal/(loss) on impairment of financial instruments	62.8	20.4	17.8	(32.1)
Other operating income	179.4	214.2	691.1	609.8
Operating profit	1,612.4	2,023.6	5,878.4	5,974.4
Foreign exchange				
- Translation gain/(loss)	1,112.5	62.9	1,046.0	(362.5)
- Transaction gain/(loss)	7.6	(58.3)	25.9	2.0
Share of results of joint ventures	7.3	3.9	14.3	9.4
Share of results of associates	28.1	10.5	286.5	26.3
Profit before finance cost	2,767.9	2,042.6	7,251.1	5,649.6
Finance income	130.1	155.2	445.4	411.7
Finance cost	(978.5)	(1,109.9)	(3,019.4)	(3,376.1)
Fair value changes of financial instruments	(44.1)	(32.4)	(5.0)	14.5
Profit before taxation and zakat	1,875.4	1,055.5	4,672.1	2,699.7
Taxation and zakat	(243.9)	(178.1)	(850.3)	(620.5)
<b>Profit for the period</b>	<b>1,631.5</b>	<b>877.4</b>	<b>3,821.8</b>	<b>2,079.2</b>
Profit attributable to:				
- Owners of the Company	1,584.3	856.2	3,744.1	2,186.4
- Non-controlling interests	47.2	21.2	77.7	(107.2)
<b>Profit for the period</b>	<b>1,631.5</b>	<b>877.4</b>	<b>3,821.8</b>	<b>2,079.2</b>
Earnings per share attributable to the owners of the Company				
	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Basic	27.33	14.85	64.60	37.91
Diluted	27.27	14.85	64.44	37.91

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

**A. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024**

(Amounts in RM million unless otherwise stated)

	Individual		Cumulative	
	Current quarter ended 30.09.2024	Corresponding quarter ended 30.09.2023 (Restated)	Current period ended 30.09.2024	Preceding period ended 30.09.2023 (Restated)
<b>Profit for the period</b>	<b>1,631.5</b>	<b>877.4</b>	<b>3,821.8</b>	<b>2,079.2</b>
<b>Other comprehensive (expense)/income</b>				
<b>Items that will not be reclassified subsequently to profit or loss:</b>				
Defined benefit plan actuarial loss	(175.6)	(135.3)	(429.1)	(844.0)
Fair value changes of financial assets at fair value through other comprehensive income ('FVOCI')	(10.2)	(0.8)	19.0	(13.8)
<b>Items that may be reclassified subsequently to profit or loss:</b>				
Foreign currency translation differences	(127.2)	(62.2)	(52.5)	372.8
Share of other comprehensive (expense)/income of associates accounted for using the equity method	(27.6)	(5.4)	(26.9)	116.2
<b>Total other comprehensive expense</b>	<b>(340.6)</b>	<b>(203.7)</b>	<b>(489.5)</b>	<b>(368.8)</b>
<b>Total comprehensive income for the period</b>	<b>1,290.9</b>	<b>673.7</b>	<b>3,332.3</b>	<b>1,710.4</b>
Attributable to:				
- Owners of the Company	1,258.2	665.7	3,328.8	1,821.0
- Non-controlling interests	32.7	8.0	3.5	(110.6)
<b>Total comprehensive income for the period</b>	<b>1,290.9</b>	<b>673.7</b>	<b>3,332.3</b>	<b>1,710.4</b>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

## B. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

(Amounts in RM million unless otherwise stated)

	30.09.2024	31.12.2023
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	122,917.3	121,932.1
Right-of-use assets	31,765.3	34,106.8
Joint ventures	221.2	208.4
Associates	1,315.4	1,458.8
Intangible assets	1,048.2	1,270.5
Investment in unquoted debt security	255.5	259.3
Tax recoverable	3,522.4	3,522.4
Deferred tax assets	390.2	379.3
Long term receivables	551.7	540.9
Finance lease receivables	4.0	6.1
Financial assets at FVOCI	74.1	55.1
Contract cost assets	6.6	4.7
Financial assets at fair value through profit or loss ('FVTPL')	35.8	35.9
Derivative financial instruments	145.0	168.0
Employee benefits	270.8	147.1
	<u>162,523.5</u>	<u>164,095.4</u>
<b>CURRENT ASSETS</b>		
Inventories	2,176.6	2,758.0
Receivables, deposits and prepayments	12,105.1	10,408.2
Contract assets	4,619.5	4,446.8
Contract cost assets	296.0	99.5
Tax recoverable	1,286.6	1,519.0
Finance lease receivables	2.3	1.1
Amounts due from joint ventures	17.2	22.7
Amounts due from associates	495.6	388.3
Derivative financial instruments	0.8	-
Financial assets at FVTPL	868.6	1,614.1
Deposits, bank and cash balances	17,216.5	19,390.5
	<u>39,084.8</u>	<u>40,648.2</u>
<b>CURRENT LIABILITIES</b>		
Payables	(14,514.8)	(12,830.7)
Contract liabilities	(478.4)	(338.6)
Derivative financial instruments	(12.2)	(1.4)
Lease liabilities	(2,924.6)	(2,983.5)
Amounts due to associates	(436.5)	(579.7)
Current tax liabilities	(140.3)	(108.2)
Employee benefits	(615.8)	(615.8)
Consumer deposits	(8,559.0)	(8,050.1)
Short term borrowings	(3,403.1)	(7,330.6)
	<u>(31,084.7)</u>	<u>(32,838.6)</u>
<b>NET CURRENT ASSETS</b>	8,000.1	7,809.6
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	(52,244.1)	(54,439.6)
Derivative financial instruments	(102.1)	(10.5)
Contract liabilities	(6,960.2)	(5,449.7)
Government development grants	(875.4)	(922.8)
Lease liabilities	(26,307.8)	(27,877.4)
Deferred tax liabilities	(8,885.6)	(9,018.3)
Other liabilities	(1,484.9)	(1,348.7)
Employee benefits	(12,130.3)	(11,755.3)
	<u>(108,990.4)</u>	<u>(110,822.3)</u>
<b>TOTAL NET ASSETS</b>	<u>61,533.2</u>	<u>61,082.7</u>
<b>EQUITY</b>		
Share capital	12,700.2	12,499.5
Other reserves	(7,085.5)	(6,682.6)
Retained profits	53,679.3	53,008.9
<b>CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<u>59,294.0</u>	<u>58,825.8</u>
<b>NON-CONTROLLING INTERESTS ('NCI')</b>	2,239.2	2,256.9
<b>TOTAL EQUITY</b>	<u>61,533.2</u>	<u>61,082.7</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

**C. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024**  
(Amounts in RM million unless otherwise stated)

	Attributable to owners of the Company				Total equity
	Ordinary shares	Other reserves	Retained profits	Non-controlling interest	
<b>At 1 January 2024</b>	<b>12,499.5</b>	<b>(6,682.6)</b>	<b>53,008.9</b>	<b>2,256.9</b>	<b>61,082.7</b>
Defined benefit plan actuarial loss	-	(366.4)	-	(62.7)	(429.1)
Fair value changes of financial assets at FVOCI	-	19.0	-	-	19.0
Foreign currency translation differences	-	(41.0)	-	(11.5)	(52.5)
Profit for the financial period	-	-	3,744.1	77.7	3,821.8
Share of OCI of associates accounted for using the equity method	-	(26.9)	-	-	(26.9)
<b>Total comprehensive (expense)/income</b>	<b>-</b>	<b>(415.3)</b>	<b>3,744.1</b>	<b>3.5</b>	<b>3,332.3</b>
Long Term Incentive Plan ('LTIP') :					
- Share-based payment expense	-	71.7	-	-	71.7
- Reversal of share-based payment expense	-	(13.3)	-	-	(13.3)
- Shares issued	200.7	(200.7)	-	-	-
Dividends:					
- Final dividend paid for FY2023	-	-	(1,620.5)	-	(1,620.5)
- Interim dividend for FY2024	-	-	(1,453.2)	-	(1,453.2)
Dividend paid to NCI	-	-	-	(0.6)	(0.6)
Derecognition of subsidiary upon winding up	-	154.7	-	(20.6)	134.1
<b>Total transactions with owners</b>	<b>200.7</b>	<b>12.4</b>	<b>(3,073.7)</b>	<b>(21.2)</b>	<b>(2,881.8)</b>
<b>At 30 September 2024</b>	<b>12,700.2</b>	<b>(7,085.5)</b>	<b>53,679.3</b>	<b>2,239.2</b>	<b>61,533.2</b>
<b>At 1 January 2023</b>	<b>12,204.3</b>	<b>(6,463.3)</b>	<b>52,776.1</b>	<b>2,449.1</b>	<b>60,966.2</b>
Defined benefit plan actuarial loss	-	(835.1)	-	(8.9)	(844.0)
Fair value changes of financial assets at FVOCI	-	(13.8)	-	-	(13.8)
Foreign currency translation differences	-	367.3	-	5.5	372.8
Profit/(Loss) for the financial period	-	-	2,186.4	(107.2)	2,079.2
Share of OCI of associates accounted for using the equity method	-	116.2	-	-	116.2
<b>Total comprehensive (expense)/income</b>	<b>-</b>	<b>(365.4)</b>	<b>2,186.4</b>	<b>(110.6)</b>	<b>1,710.4</b>
LTIP:					
- Share-based payment expense	-	202.2	-	-	202.2
- Reversal of share-based payment expense	-	(33.2)	-	-	(33.2)
- Shares issued	295.2	(295.2)	-	-	-
Dividends:					
- Final dividend paid for FY2022	-	-	(1,495.8)	-	(1,495.8)
- Interim dividend for FY2023	-	-	(1,041.7)	-	(1,041.7)
Redemption of Redeemable Preference Shares by NCI	-	-	-	(24.0)	(24.0)
<b>Total transactions with owners</b>	<b>295.2</b>	<b>(126.2)</b>	<b>(2,537.5)</b>	<b>(24.0)</b>	<b>(2,392.5)</b>
<b>At 30 September 2023</b>	<b>12,499.5</b>	<b>(6,954.9)</b>	<b>52,425.0</b>	<b>2,314.5</b>	<b>60,284.1</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

## D. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(Amounts in RM million unless otherwise stated)

	<b>FY2024 ended 30.09.2024</b>	<b>FY2023 ended 30.09.2023 (Restated)</b>
<b>Cash flows from operating activities</b>		
Cash generated from operations	13,135.3	22,691.8
Post-employment benefits paid	(675.9)	(656.6)
Contract liabilities received	1,963.3	770.5
Consumer deposits received	352.7	259.5
Net taxation and zakat paid	(605.2)	(757.4)
Net cash flows generated from operating activities	<u>14,170.2</u>	<u>22,307.8</u>
<b>Cash flows from investing activities</b>		
Acquisition of subsidiaries net of cash and cash equivalent	-	(1,183.5)
Additional investments in:		
- Financial assets at FVTPL	(4,644.6)	(28,541.2)
- Joint venture	(0.5)	(0.2)
- Associate	(1.3)	-
Disposals of financial assets at FVTPL	5,391.9	33,867.6
Dividend income received	133.5	163.7
Finance income received	395.7	293.7
Property, plant and equipment:		
- Additions	(6,317.6)	(6,264.2)
- Proceeds from disposals	-	11.8
Right-of-use assets:		
- Proceeds from disposals	-	2.1
Deposits maturing more than 90 days		
- Invested	(3,859.5)	(2,733.1)
- Matured	2,926.1	2,358.5
Net cash flows used in investing activities	<u>(5,976.3)</u>	<u>(2,024.8)</u>
<b>Cash flows from financing activities</b>		
Government development grants received	1.4	4.4
Borrowings:		
- Drawdowns	544.0	5,803.0
- Repayments	(5,351.5)	(9,344.7)
Finance cost paid	(1,831.3)	(2,005.2)
Repayments of lease obligations:		
- Principal	(1,795.1)	(1,641.7)
- Interest	(1,163.2)	(1,242.2)
Dividends paid to shareholders	(1,620.5)	(1,495.8)
Dividend paid to NCI	(0.6)	-
Redemption of Redeemable Preference Shares by NCI	-	(24.0)
Net decrease/(increase) in debt reserve accounts	112.2	(38.9)
Net (increase)/decrease in cash at bank, held in trust	(2.3)	40.0
Net decrease in restricted cash	0.6	0.6
Net cash flows used in financing activities	<u>(11,106.3)</u>	<u>(9,944.5)</u>
Net (decrease)/increase in cash and cash equivalents	(2,912.4)	10,338.5
Effects of changes in foreign currency	(84.5)	(8.9)
<b>Cash and cash equivalents at the beginning of the financial period</b>	<u>17,225.2</u>	<u>4,056.1</u>
<b>Cash and cash equivalents at the end of the financial period</b>	<u><b>14,228.3</b></u>	<u><b>14,385.7</b></u>
<b>Deposit, bank and cash balances at the end of the financial period</b>		
Debt reserve accounts <sup>1</sup>	17,216.5	15,595.9
Cash at bank, held in trust <sup>2</sup>	(399.0)	(192.6)
Restricted cash	(225.1)	(225.6)
Deposits maturing more than 90 days	(7.6)	(7.9)
<b>Cash and cash equivalents at the end of the financial period</b>	<u><b>14,228.3</b></u>	<u><b>14,385.7</b></u>

<sup>1</sup> Debt reserve accounts relate to deposits placed with licensed financial institution as part of security obligations for bond financing.

<sup>2</sup> The cash at bank held in trust is in respect of grants received from the Government by a subsidiary for designated capital projects.

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023.

## E. EXPLANATORY NOTES

(Amounts in RM million unless otherwise stated)

### 1) BASIS OF PREPARATION

These condensed interim financial statements of the Group have been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standards ('MFRS') 134 'Interim Financial Reporting', International Accounting Standards ('IAS') 34 'Interim Financial Reporting' and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2023.

The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2023.

### 2) AUDIT QUALIFICATION

The audited financial statements for the financial year ended 31 December 2023 was not subject to any qualification.

### 3) CHANGES IN ACCOUNTING POLICIES

The accounting policies applied are consistent with those adopted for the financial statements for the financial year ended 31 December 2023.

Amendments to standards that are applicable and effective to the Group beginning 1 January 2024 are as follows:

- Amendments to MFRS 107 Cash Flow Statements and MFRS 7 Financial Instruments: Disclosures on Supplier Finance Arrangements;
- Amendments to MFRS 16 Leases on Lease Liability in a Sale and Leaseback; and
- Amendments to MFRS 101 Presentation of Financial Statements on Non-current Liabilities with Covenants.

The adoption of the amendments to the standards do not have any significant impact to the unaudited Condensed Consolidated Financial Statements upon their initial application.

### 4) REVENUE

The disaggregation of revenue is as follows:

	<b>Individual</b>		<b>Cumulative</b>
	<b>Current</b>	<b>Corresponding</b>	<b>Current</b>
	<b>quarter</b>	<b>quarter</b>	<b>period</b>
	<b>ended</b>	<b>ended</b>	<b>ended</b>
	<b>30.09.2024</b>	<b>30.09.2023</b>	<b>30.09.2024</b>
			<b>Preceding</b>
			<b>period</b>
			<b>ended</b>
			<b>30.09.2023</b>
Sales:			
- Electricity	13,797.7	13,149.9	40,834.9
- Goods and services	246.6	166.7	911.9
Construction contracts	31.0	31.3	92.8
Customers' contributions	75.0	70.9	219.6
Revenue from contracts with customers	14,150.3	13,418.8	42,059.2
Insurance contract	201.3	47.3	299.6
<b>Total revenue</b>	<b>14,351.6</b>	<b>13,466.1</b>	<b>42,358.8</b>
			<b>39,414.9</b>

**5) SEASONAL OR CYCLICAL FACTORS**

The businesses of the Group are not subject to material seasonal or cyclical fluctuations.

**6) UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS**

There were no unusual items of nature, size or incidence that affect the assets, liabilities, equity, net income or cash flows of the Group during the reporting period.

**7) MATERIAL CHANGES IN ESTIMATES OF AMOUNTS REPORTED**

There were no material changes in the estimates of the amounts reported in the previous financial period that have a material effect on the results of the current reporting period.

**8) DEBT AND EQUITY SECURITIES**

Except for those disclosed in Note 23, there were no other material transactions relating to debts and equity securities during the quarter under review.

**9) DIVIDENDS**

The Board of Directors has not recommended any dividend for the quarter ended 30 September 2024.

The final single tier dividend for Financial Year 2023 was paid on 18 April 2024 totalling RM1,620.5 million.

The interim dividend for Financial Year 2024 was paid on 17 October 2024 totalling RM1,453.2 million.

**10) SEGMENTAL REPORTING**

Segmental reporting is not presented as the Group is principally engaged in the generation, transmission, distribution and sales of electricity and the provision of other related services, which are substantially within a single business segment. The Group operates primarily in Malaysia.

**11) VALUATION OF PROPERTY, PLANT & EQUIPMENT**

The Group does not adopt a revaluation policy on its property, plant and equipment.

**12) MATERIAL EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD**

There were no material events subsequent to the end of the reporting period.

**13) CHANGES IN THE COMPOSITION OF THE GROUP**

There were no material changes to the composition of the Group during the quarter under review.

**14) CONTINGENT LIABILITIES**

Contingent liabilities of the Group include the following:

	<b>As at 30.09.2024</b>	<b>As at 31.12.2023</b>
Claims by third parties	<u>296.2</u>	<u>282.3</u>

Claims by third parties include claims by contractors, consumers and statutory body. These claims are being addressed and the Directors are of the opinion that their ultimate resolution will not have a material effect on the financial position of the Group.

**15) CAPITAL COMMITMENTS**

	<b>As at 30.09.2024</b>	<b>As at 31.12.2023</b>
<b>Authorised capital expenditure for 5 years not provided in the financial statements</b>		
- Contracted	394.1	741.5
- Not contracted	89,713.9	99,054.3
<b>Total capital commitments</b>	<u><b>90,108.0</b></u>	<u><b>99,795.8</b></u>



## **F. ADDITIONAL INFORMATION AS REQUIRED BY PART A OF APPENDIX 9B OF THE BURSA MALAYSIA LISTING REQUIREMENTS**

### **16) REVIEW OF PERFORMANCE**

- (a) Performance of the current period ended 30 September 2024 against the corresponding period ended 30 September 2023:

Electricity sales increased by 6.2%, or RM2,368.5 million, driving a 7.5% growth or RM2,943.9 million in the Group's revenue. Demand growth rose by 7.6%, primarily from the commercial and domestic sectors. ICPT was in a lower under-recovery position of RM7,371.6 million as compared to RM8,491.6 million in the last corresponding year due to lower fuel prices.

Despite the Group's positive revenue growth and lower fuel prices, operating profit slightly decreased by 1.6% or RM96.0 million, primarily due to impairment on investment in associates and higher other operating costs.

Profit after tax increased to RM3,821.8 million from RM2,079.2 million in the corresponding period, an increase of 83.8% or RM1,742.6 million. The increase was driven by gains in foreign exchange translation, higher sales of electricity and improved operational performance.

- (b) Performance of the current third quarter (three months) FY2024 against the corresponding third (three months) FY2023:

Revenue for the quarter under review increased from RM13,466.1 million to RM14,351.6 million, resulted from higher sales of electricity by 4.9% or RM647.8 million.

Operating profit for the current quarter declined by 20.3% or RM411.2 million, primarily due to higher other operating costs.

Profit after taxation for the current quarter under review increased by RM754.1 million, from RM877.4 million reported during the last corresponding quarter to RM1,631.5 million due to foreign exchange translation gains and improved revenue from sales of electricity.

### **17) MATERIAL CHANGES IN THE QUARTERLY RESULTS COMPARED TO THE PRECEDING QUARTER**

- Performance of the current quarter (Third Quarter FY2024) against the preceding quarter (Second Quarter FY2024):

The Group recorded profit after tax of RM1,631.5 million in the current quarter as compared to RM1,512.4 million in the preceding quarter, an increase of RM119.1 million. This was primarily due to higher foreign exchange translation gains which was offset by higher other operating costs and a one-off other operating income recognised in the preceding quarter.

## 18) PROSPECTS

For the first nine months of 2024, the Group recorded a stable performance, underpinned by higher electricity demand, improved operational performance, and effective capital management. Electricity demand grew by 7.6% in tandem with Malaysia's Gross Domestic Product (GDP) growth of 5.3%\* in the third quarter of 2024, reflecting the continued strength of the national economy.

As the country's GDP is expected to grow between 4.8% to 5.3%\*, the Group foresees a stable performance for 2024 and will continue to adopt prudent business strategies to ensure it remains resilient.

The Group is committed to be a key player in advancing the National Energy Transition Roadmap while pursuing sustainable growth and value for its stakeholders.

\*Source: Bank Negara Malaysia

## 19) PROFIT FROM OPERATIONS

The following items have been charged in arising at the profit from operations:

	<b>Individual Current quarter ended 30.09.2024</b>	<b>Cumulative Current period ended 30.09.2024</b>
Property, plant and equipment:		
- Depreciation	(2,126.2)	(6,112.1)
- Written-off	(9.9)	(9.9)
Right-of-use assets:		
- Depreciation	(755.8)	(2,408.4)
Receivables:		
- Impairment losses	(26.9)	(103.3)
- Reversal of impairment losses	48.0	55.8
Contract assets:		
- Impairment losses	(0.3)	(26.5)
- Reversal of impairment losses	2.7	55.6
Amounts due from joint ventures:		
- Impairment losses	(1.0)	(2.5)
- Reversal of impairment losses	-	1.3
Amounts due from associates:		
- Impairment losses	-	(0.1)
Investment in unquoted debt security		
- Impairment losses	-	(0.3)
- Reversal of impairment losses	0.4	0.4
Inventories:		
- Provision for obsolescence	(2.6)	(96.0)
- Write back of obsolescence	-	56.2
- Written off	(20.1)	(62.3)
Investment in associates		
- Impairment losses	(41.6)	(255.3)
Investment in joint ventures		
- Impairment losses	(2.0)	(2.0)

Other than the items highlighted above, there were no material disposal of quoted investment and impairment of property, plant and equipment during the quarter under review.

**20) VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT**

This note is not applicable, as the Group did not publish any profit forecast.

**21) TAXATION AND ZAKAT**

Taxation and zakat for the reporting period comprised the following:

	<b>Current quarter ended 30.09.2024</b>	<b>Individual Corresponding quarter ended 30.09.2023</b>	<b>Current period ended 30.09.2024</b>	<b>Cumulative Preceding period ended 30.09.2023</b>
<b>Income tax:</b>				
Current tax and zakat	(267.9)	(204.9)	(846.6)	(631.6)
<b>Deferred tax (net):</b>				
Relating to origination and reversal of temporary differences	24.0	26.8	(3.7)	11.1
<b>Total taxation and zakat</b>	<b>(243.9)</b>	<b>(178.1)</b>	<b>(850.3)</b>	<b>(620.5)</b>

For the reporting period ended 30 September 2024, the Group recorded a 18.2% effective tax rate, which was lower than the statutory tax rate of 24.0%. The lower effective tax rate is mainly due to the claim of reinvestment allowance incentive.

**22) STATUS OF CORPORATE PROPOSALS**

There were no material corporate proposals entered into during the reporting period other than those announced to Bursa Malaysia since the date of the last audited financial statements.

## 23) GROUP BORROWINGS

(a) The analysis of Group borrowings classified under current and non-current categories are as follows:

	<b>As at 30.09.2024</b>	<b>As at 31.12.2023</b>
Short term - secured	2,632.8	2,553.9
- unsecured	770.3	4,776.7
<b>Sub-total</b>	<b>3,403.1</b>	<b>7,330.6</b>
Long term - secured	21,130.2	22,190.4
- unsecured	31,113.9	32,249.2
<b>Sub-total</b>	<b>52,244.1</b>	<b>54,439.6</b>
<b>Total</b>	<b>55,647.2</b>	<b>61,770.2</b>

(b) Currency denominations:

	<b>As at 30.09.2024</b>	<b>As at 31.12.2023</b>
United States Dollar (USD)	7,994.0	8,848.8
Great Britain Pound (GBP)	3,376.5	3,603.1
Japanese Yen (JPY)	1,386.4	1,664.7
Australian Dollar (AUD)	1,291.6	1,401.0
Euro (EUR)	1,022.1	1,171.5
Kuwait Dinar (KWD)	5.3	-
Total Ringgit equivalent of foreign currency borrowings	15,075.9	16,689.1
Ringgit borrowings	40,571.3	45,081.1
<b>Total</b>	<b>55,647.2</b>	<b>61,770.2</b>

(c) Effective average cost of borrowing based on exposure as at 30 September 2024 was 4.85% (31 December 2023: 4.75%).

(d) Repayments of debts during the reporting period were as follows:  
 (i) Foreign currency denominated loans of RM389.0 million; and  
 (ii) Ringgit denominated loans of RM4,962.5 million.

(e) Drawdowns of debts during the reporting period were as follows:  
 (i) Foreign currency denominated loans of RM250.0 million; and  
 (ii) Ringgit denominated loans of RM294.0 million.

## 24) DERIVATIVE FINANCIAL INSTRUMENTS

Type of Derivatives	As at 30.09.2024	
	Notional Amount	Fair value Amount
<b>Foreign Currency Contracts</b>		
- Spot	24.9	(0.1)
- Forward less than 1 year	540.6	(11.3)
<b>Interest Rate Swap Contracts ('IRS')</b>		
- More than 3 years	973.2	56.2
<b>Profit Rate Swap Contracts ('PRS')</b>		
- More than 3 years	294.6	(1.1)
<b>Power Purchase Agreement ('PPA')</b>		
- More than 3 years	1,351.6	(12.2)
<b>Total</b>	<b>3,184.9</b>	<b>31.5</b>

The notional amount and fair value of all forward contracts are disclosed on a net basis. There is no change to the cash requirements of the derivatives, risks associated with the derivatives and policies to mitigate those risks since the last financial year.

IRS and PRS entered into by subsidiaries are to effectively fix the interest and profit rate payable on the term loans.

TNB Group entered into PPA which entitled them to sell the electricity output at an agreed price for five to fifteen years, thereby mitigating exposure to variable market prices.

## **25) MATERIAL LITIGATIONS**

### **(a) Tenaga Nasional Berhad ('TNB') – Reinvestment Allowance ('RIA')**

On 7 December 2016, TNB and the Inland Revenue Board of Malaysia ('IRB') entered into a consent judgement before the Kuala Lumpur High Court to substitute judicial review proceedings for notices of additional assessment dated 23 November 2015 for Years of Assessment ('YA') 2013 and 2014 (referred to as 'Notices 1') arising from the disallowance of TNB's RIA claims. The consent judgement also stipulates that the IRB will not commence any proceedings relating to the Notices 1 until the matter is determined by the Special Commissioners of Income Tax ('SCIT') and the High Court, if there is a subsequent appeal by either party. On 15 December 2016, TNB filed appeals against the Notices 1 to the SCIT according to Section 99(1) of the Income Tax Act 1967, which have since been registered before the SCIT. However, the trial before the SCIT has been adjourned until 21 April 2025 to update the Court on the status of the IRB's application for leave to appeal to the Federal Court against the Court of Appeal decision in relation to notice of additional assessment for the YA 2018.

Meanwhile, for the notices of additional assessment issued for the YAs 2015, 2016, and 2017 (referred to as 'Notices 2'), both TNB and the IRB recorded a consent order for judicial review application before the High Court on 30 December 2020. On 22 August 2023, the High Court allowed TNB's judicial review application to set aside the Notices 2. The High Court agreed that TNB is in the business of manufacturing electricity and as such, TNB is entitled to claim RIA on the capital expenditures which were incurred in the YAs 2015, 2016 and 2017 in the course of expanding, modernising and automating its business. In response, on 25 August 2023, the IRB filed a notice of appeal against the High Court's decision. However, the hearing before the Court of Appeal has been adjourned, pending the Federal Court's decision for Notices 3. The Court of Appeal has fixed a case management on 23 December 2024 to update the status of the Federal Court matter.

With regards to the notice of additional assessment for the YA 2018 (referred to as 'Notice 3'), both TNB and the IRB recorded a consent order for judicial review application before the High Court on 21 January 2021. On 8 February 2022, the High Court allowed with cost, TNB's judicial review application to set aside the Notice 3. Separately, on 8 February 2022, the IRB filed a notice of appeal against the High Court's decision. On 16 May 2024, the Court of Appeal dismissed the IRB's appeal against the decision of the High Court in allowing TNB's judicial review application to set aside the Notice 3. Both courts agreed that TNB is in the business of manufacturing electricity and as such, TNB is entitled to claim RIA on the capital expenditure which was incurred in the YA 2018 in the course of expanding, modernising and automating its business. IRB filed a Notice of Appeal on 12 September 2024, and the Federal Court has fixed the hearing date for the appeal on 4 February 2025.

On 19 August 2024, TNB received notices of additional assessment for the YA 2020 and 2021 (referred to as 'Notices 4') that are similar in nature to the above-mentioned Notices 1, 2, and 3. TNB has filed the judicial review application on 5 September 2024 before the High Court. Separately, on 25 September 2024, the High Court has fixed the hearing date on 18 February 2025.

TNB has obtained legal advice from its tax solicitors on the merits of the cases mentioned above and on this basis, the Directors are of the opinion that no provision is required in the financial statements for the potential tax liability up to the reporting date.

Notwithstanding with the above, TNB continued to claim the RIA for YAs 2022, 2023 and will claim in 2024 as permitted by the law.

## 25) MATERIAL LITIGATIONS (CONTINUATION)

### (b) Southern Power Generation Sdn Bhd ('SPG')

On 26 May 2023, the IRB issued notices of assessment for YAs 2017, 2018, 2019, 2020 and 2021 amounting in aggregate to RM78.5 million to SPG.

On 6 June 2023, SPG filed a judicial review against the IRB at the High Court to challenge the matters arising from the above-mentioned notices. Subsequently, on 14 September 2023, the High Court granted leave to SPG to commence judicial review against the IRB and granted an interim stay of all further proceedings including the enforcement until the substantive hearing on 11 January 2024. Due to an ongoing settlement with the IRB, the substantive hearing was vacated. On 5 November 2024, the High Court has fixed the hearing date on 12 March 2025.

Separately, on 17 November 2024, the High Court granted an extension of the interim stay on the enforcement of the Notices until 12 March 2025.

Based on the legal advice obtained from its tax solicitors on the merits of the case, SPG is of the view that no provision is required for the potential tax liability up to the reporting date.

There is no other pending material litigation other than those announced to Bursa Malaysia since the date of the last audited financial statements.

## 26) EARNINGS PER SHARE

	<u>Individual</u>		<u>Cumulative</u>	
	<u>Current</u>	<u>Corresponding</u>	<u>Current</u>	
	<u>quarter</u>	<u>quarter</u>	<u>period</u>	
	<u>ended</u>	<u>ended</u>	<u>ended</u>	
	<u>30.09.2024</u>	<u>30.09.2023</u>	<u>30.09.2024</u>	
			<u>Preceding</u>	
			<u>period</u>	
			<u>ended</u>	
			<u>30.09.2023</u>	
Profit attributable to owners of the Company	1,584.3	856.2	3,744.1	2,186.4
Weighted average number of ordinary shares in issue ('000)	5,796,210	5,766,623	5,796,210	5,766,623
<b>Basic earnings per share (sen)</b>	<b>27.33</b>	<b>14.85</b>	<b>64.60</b>	<b>37.91</b>
Weighted average number of ordinary shares in issue ('000)	5,796,210	5,766,623	5,796,210	5,766,623
Adjustments for LTIP ('000)	13,936	-	13,936	-
Weighted average number of diluted ordinary shares ('000)	5,810,146	5,766,623	5,810,146	5,766,623
<b>Diluted earnings per share (sen)</b>	<b>27.27</b>	<b>14.85</b>	<b>64.44</b>	<b>37.91</b>

## 27) RESTATEMENT AND EFFECT OF CHANGE IN PRESENTATION

### (a) Financial assets at FVOCI

During Financial Year 2023, the Group changed the presentation of the fair value changes of financial assets measured at FVOCI as 'Items that will not be reclassified subsequently to profit or loss' within the consolidated statements of comprehensive income from 'Items that maybe reclassified subsequently to profit or loss' previously. There is no change to OCI or total comprehensive income for the Group.

## 27) RESTATEMENT AND EFFECT OF CHANGE IN PRESENTATION (CONTINUATION)

(b) Reclassification for deposits maturing more than 90 days

The Group also changed the classification of the cash flows relating to placements and withdrawals of deposits maturing more than 90 days from the date of acquisition. These cash flows are separately classified as 'Cash Flows from Investing Activities' in the consolidated statement of cash flows. They were previously classified as 'Cash Flows from Financing Activities'. The change had no impact on the net increase in cash and cash equivalents during the period or the total cash and cash equivalents balance.

The following table shows the adjustments for each individual line item. Line items that were not affected by the changes have not been included.

### Reconciliation of consolidated statement of cash flows

	As previously reported as at 30 September 2023	Adjustments	As restated 30 September 2023
		Effect of change	
<b>Cash flows from financing activities</b>			
Net increase in deposits maturing more than 90 days	(374.6)	374.6	-
Net cash flows used in financing activities	(10,319.1)	374.6	(9,944.5)
<b>Cash flows from investing activities</b>			
Deposits maturing more than 90 days			
- Invested	-	(2,733.1)	(2,733.1)
- Matured	-	2,358.5	2,358.5
Net cash flows used in investing activities	(1,650.2)	(374.6)	(2,024.8)

By Order of the Board

**ALI MUNAWAR BIN SALIM**  
**COMPANY SECRETARY**  
**MAICSA 7021901**  
**SSM PRACTICING CERTIFICATE NO.: 201908002911**

Kuala Lumpur  
28 November 2024