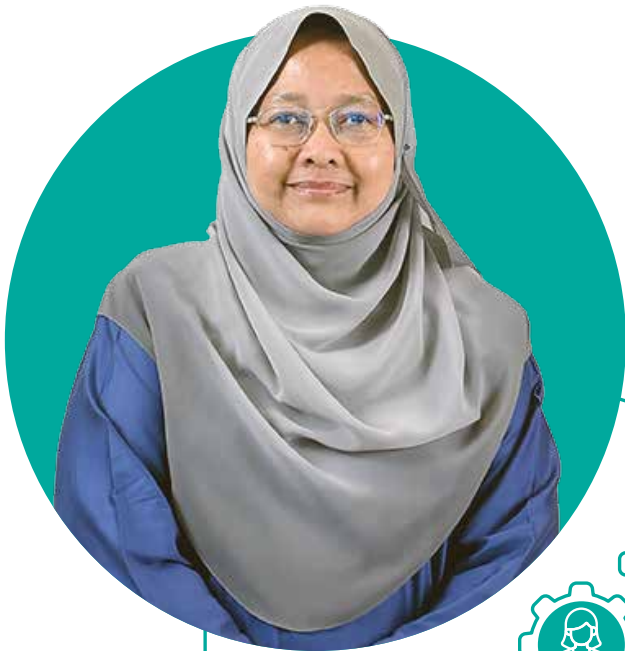


Purposeful Co-Creation with Distinct Competency

Foreword by Vice President,
Group Procurement, PETRONAS



Dear Esteemed Partners,

We are pleased to present you the 2024–2026 edition of the PETRONAS Activity Outlook.

The energy sector must rapidly transform amidst the shifting energy landscape and demand for cleaner energy solutions while balancing the energy trilemma of security, affordability and sustainability; taking into account the combined impact of geopolitical conflict, rising costs of living and the climate crisis that adds up to the already uncertain economic environment.

In August this year, the government announced the National Energy Transition Roadmap (NETR), which lays the groundwork for Malaysia to forge ahead in this transformative journey. PETRONAS continues to play a key role in the Oil and Gas, Services and Equipment (OGSE) industry, supporting the government’s efforts to bolster the country’s economic growth. We aim to champion the energy transition by prioritising energy security and providing cleaner energy solutions, while maximising the value of the country’s hydrocarbon resources.

The industry should be gearing towards adapting to the energy transition, such as shifting towards lower-carbon endeavours, pursuing net zero emissions, and exploring renewable energy sources. Through cross-industry experiences, insights and knowledge, we believe co-creation can upskill our capabilities and skills, which will chart new frontiers for the OGSE industry.

The government has also ratified the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP) at the end of 2022. According to the 'Cost-Benefit Analysis on the Potential Impacts of CPTPP on the Malaysian Economy and Key Economic Sectors' published by the Ministry of Investment, Trade and Industry (MITI) in March 2022, the trade openness from CPTPP will increase GDP by USD56.5 billion between 2021 and 2030 and Malaysia will continue to enjoy a trade surplus equivalent to 8.5 per cent of GDP in 2030. PETRONAS shall take the necessary steps to comply with CPTPP in our procurement activities, within the specific flexibilities accorded to Malaysia.



We would also like to emphasise the importance of all parties **to uphold the highest level of corporate governance and maintain zero tolerance on bribery and corruption.**

At the same time, PETRONAS will strive to ensure that safety is paramount and takes precedence as we navigate through the challenges and drive progress.

On behalf of PETRONAS, we extend our appreciation for the continued partnership from all parties. We hope the PETRONAS Activity Outlook 2024–2026 will provide valuable input to the industry in planning its activities.

Freida Amat

Vice President, Group Procurement