



PETRONAS

Policy Influence

PETRONAS Chemicals Group Berhad (PCG)

Released Date

May 2026

The PETRONAS Group adopts zero tolerance against all forms of bribery and corruption. We abide by the PETRONAS Code of Conduct and Business Ethics (CoBE) & Anti-Bribery and Corruption (ABC) Manual, guided by our Shared Values and Statement of Purpose.

© 2026 **Petroleum Nasional Berhad (PETRONAS)**

All rights reserved. No part of this document may be reproduced in any form possible, stored in a retrieval system, transmitted and/or disseminated in any form or by any means (digital, mechanical, hard copy, recording or otherwise) without the permission of the copyright owner.

Contribution and Spending Guideline

1. PCG is committed to good governance and strictly adheres to business ethics as an active member of relevant industry trade associations. Its primary objective in these engagements is to contribute to thought leadership within the petrochemical sector while maintaining impartiality and neutrality of influence.
2. PCG actively participates in relevant trade associations to support its business stakeholders while simultaneously upholding its environmental responsibilities.
3. PCG proactively addresses concerns related to plastic waste and petrochemicals by engaging in trade association activities that promote sustainable practices aimed at protecting both the environment and local communities.
4. Trade associations comprise representatives from the industry, providing PCG with valuable opportunities to leverage business solutions that address challenges faced by both the industry and society at large.
5. In accordance with our Corporate Governance policy, PCG does not provide any contributions or financial support to political campaigns, political organizations, lobbyists, or lobbying organizations.

Top Two Industry Issues Addressed by PCG through Industry Associations

Issue or Topic	Corporate Position	Description of Position / Engagement
Addressing plastic waste pollution in Malaysia as part of the effort to combat climate change	Support	<p>Through trade association, PCG is addressing plastic waste pollution by supporting the establishment of advanced plastic recycling industry in Malaysia. The trade association submitted a White Paper to the government outlining the opportunities presented by plastic waste, strategies for improved management, and ways to harness its potential. This approach aims to reduce dependence on virgin plastic materials, thereby indirectly contributing to lower greenhouse gas emissions throughout the entire process.</p> <p>Besides contributing through its membership in the association, PCG actively provides input and feedback on the drafted proposal, drawing on its earlier development of the New Plastic Economy programme. This programme supports Malaysia's Circular Economy Roadmap, which is led by the Ministry of Environment and Water, aiming to advance sustainable plastic management and circularity in the country.</p>
Promotion of cleaner energy as part of the effort to combat climate change	Support	<p>Through its trade association, PCG is actively promoting the growth of the emerging cleaner energy market, particularly focusing on green methanol and renewable methanol as key sustainable fuel solutions.</p>

Contribution through Industry Associations

Name of Organisation	PCG's Contribution
Methanol Institute (MI)	<ol style="list-style-type: none"><li data-bbox="601 344 2007 379">1. Chairperson for Product Stewardship, advancing safe handling and responsible use of methanol.<li data-bbox="601 461 2372 551">2. Member of the International Maritime Organization (IMO) Working Group, advocating for sustainable methanol as an alternative marine fuel, with contributions presented at the IMO Marine Environment Protection Committee (MEPC 83).<li data-bbox="601 632 2372 722">3. Contributed to the IMO Intersessional Working Group on the Reduction of GHG Emissions from Ships, supporting decarbonisation efforts in the maritime sector.<li data-bbox="601 803 2372 893">4. Collaborated within an EU Working Group to issue an open letter to the Dutch Government, advocating for a level playing field for bio-methanol under the Renewable Energy Directive III (RED III).<li data-bbox="601 975 2262 1011">5. Promoted circular methanol solutions under the Chemicals Committee to support long-term business sustainability.<li data-bbox="601 1092 2372 1182">6. Active participation in the Market Development Working Group to explore new market segments and applications, including thermal applications and fuel cells.

Contribution through Industry Associations

Name of Organisation	PCG's Contribution
Malaysian Plastics Manufacturers Association (MPMA)	<ol style="list-style-type: none"><li data-bbox="601 344 2377 436">1. Served as a session speaker for MPMA's <i>Plastech Month 2025</i>, strengthening industry–government collaboration and supporting the advancement of Malaysia's plastics and manufacturing sector.<li data-bbox="601 515 2377 608">2. Supported the MPMA HR Seminar 2025, aimed at equipping plastics industry employers and HR professionals with practical tools to address evolving workforce challenges.<li data-bbox="601 686 2377 779">3. Served as a session trainer for MPMA's <i>Understanding Plastic Materials 2025</i>, providing customers and industry players with insights into the chemistry behind plastic performance, while fostering industry-wide collaboration.<li data-bbox="601 858 2377 1008">4. Supported advocacy efforts for the Malaysian plastics industry through active information exchange and engagement with industry players and government agencies on emerging issues, including the circular economy and single-use plastics (SUP) bans.

Contribution through Industry Associations

Name of Organisation	PCG's Contribution
Malaysian Petrochemicals Association (MPA)	<ol style="list-style-type: none"><li data-bbox="606 344 2104 379">1. President of the MPA Council (2024–2025), providing strategic leadership to advance industry priorities.<li data-bbox="606 458 2372 665">2. Active engagement with the Ministry of Natural Resources and Environmental Sustainability (NRES) through MPA to address plastic pollution, promoting circular economy best practices, regulatory developments, and industry collaboration, including participation in the Global Plastics Treaty/Intergovernmental Negotiating Committee (INC) in Geneva (August 2025).<li data-bbox="606 743 2372 893">3. Represented MPA members in the Chemical and Plastics Industry Supply Chain Mapping Lab organised by the Ministry of Investment, Trade and Industry (MITI), and in the Technical Committee on General & Raw Materials for Plastics under the Department of Standards Malaysia.<li data-bbox="606 972 2313 1008">4. Participated in dialogue sessions with MPMA and MITI to address key challenges facing the domestic plastics industry.

Contribution through Industry Associations

Name of Organisation	PCG's Contribution
Fertilizer Industry Association of Malaysia (FIAM)	<ol style="list-style-type: none"><li data-bbox="601 344 2377 436">1. Joint Committee Member with the Department of Agriculture and SIRIM, contributing to the finalisation of the Malaysian Fertilizer Act, including Halal endorsement of organic fertilisers by JAKIM.<li data-bbox="601 515 2377 608">2. Chairman of the “Fake Fertilizer Awareness Campaign”, leading industry efforts to combat counterfeit fertilisers and safeguard market integrity.<li data-bbox="601 686 2377 722">3. Contributor to Malaysia’s fertiliser consumption data, supporting industry insights and policy development.<li data-bbox="601 801 2377 893">4. Chairman of the FIAM Fertilizer Technical Committee, leading discussions on technical advancements and industry best practices.

Contribution through Industry Associations

Name of Organisation	PCG's Contribution
European Chemical Industry Council (CEFIC)	<ol style="list-style-type: none"><li data-bbox="606 344 2374 436">1. Member of the CEFIC Board of Directors, contributing to policy development for the European chemical industry at the highest level.<li data-bbox="606 515 2374 608">2. Active participation in the Sustainability Forum and Programme Councils (Climate & Energy, Innovation) to advocate for sustainability, drive market pull measures, enhance competitiveness, and support cost reduction.<li data-bbox="606 686 2374 779">3. Co-Chair of IT Bioeconomy and Deputy Chair of BioChem Europe, advancing access to affordable biogenic feedstock and promoting market pull measures for bio-based and biomass-derived products.<li data-bbox="606 858 2374 951">4. Hosted a roundtable on sustainable carbon management in the EU with the European Commission, representatives from Denmark and Sweden, and CEFIC to support policy dialogue and industry collaboration.

Contribution through Industry Associations

Name of Organisation	PCG's Contribution
Innovation and Chemical Industries in Sweden (IKEM)	<ol style="list-style-type: none"><li data-bbox="606 347 1811 375">1. Member of the IKEM Board of Directors and Chair of IKEM's Chemical Committee.<li data-bbox="606 462 2372 548">2. Active involvement in developing policy proposals and initiatives to support the growth of Sweden's chemical industry and strengthen Sweden's influence at the EU level.

Contribution through Industry Associations

Name of Organisation	PCG's Contribution
Industrial Biogas Commission	<ol style="list-style-type: none"><li data-bbox="601 344 2374 436">1. Chairman and Founder of the Industrial Biogas Commission, advancing access to biogenic feedstock as a key industrial raw material.<li data-bbox="601 515 2374 608">2. Convened 10 industry partners across the biogas value chain, including IKEA, SSAB (Swedish steel company) and Höganas, to strengthen cross-industry collaboration.<li data-bbox="601 686 2374 779">3. Organised three parliamentary seminars, three public hearings, and two large-scale public engagements during Almedalen Week in Sweden (2024–2025) to support policy dialogue and public awareness.<li data-bbox="601 858 2374 951">4. Developed a public report on biogas expansion and proposed policy reforms to support growth, including a double-sided Contract for Difference now under development at the EU level.<li data-bbox="601 1029 2374 1122">5. Represented the chemical and steel industries at a national government conference, contributing to discussions on pathways towards sustainable products and materials.

PETRONAS
Passionate about Progress