

PETRONAS Group Financial Results Announcement

First Half 2022

Delivering Value for Our Collective Progress

Financial and Operational Results
by EVP & Group CFO
Liza Mustapha



Cautionary Statement

Forward-looking statements in this Financial Results Announcement presentation or in subsequent discussions with regards to this presentation involve inherent risks and uncertainties. Should one or more of these or other uncertainties or risks materialise, actual results may vary materially from those estimated, anticipated or projected. Specifically, but without limitation, capital costs could increase, projects could be delayed, and anticipated improvements in capacity, performance or profit levels might not be fully realised. Although PETRONAS believes that the expectations of its management as reflected by such forward-looking statements are reasonable based on information currently available to it, no assurances can be given that such expectations will prove to have been correct. Accordingly, you are cautioned not to place undue reliance on the forward-looking statements, which speak only as of the date they are made. PETRONAS undertakes no obligation to update or revise any of them, whether as a result of new information, future developments or otherwise.

All rights reserved. No part of this document may be reproduced, stored in a retrieval system or transmitted in any form or by any means (digital, mechanical, hardcopy, recording or otherwise) without the permission of the copyright owner. PETRONAS makes no representation or warranty, whether express or implied, as to the accuracy or completeness of the facts presented. PETRONAS disclaims responsibility from any liability arising out of reliance on the contents of this publication.



Key Messages

- Quarter 2 2022 saw a **rapid recovery in the global demand** following the end of pandemic lockdowns and a **surge in energy prices**.
- PETRONAS delivered strong first half financial performance, supported by sustained operational and commercial excellence. The Group recorded a **PAT of RM46.4 billion, EBITDA of RM82.7 billion** and **CFFO of RM62.4 billion**.
- PETRONAS' utmost priority is to ensure **energy security** for Malaysia and its customers globally, while continuing to **operate responsibly**, in line with its NZCE 2050 target.
- The Group remains steadfast in **strengthening its core** portfolio whilst **pursuing its growth strategy** and **sustainability agenda** at pace and resilience.
- PETRONAS stays **committed to support and contribute** towards **nation building** as well as remains focused in **creating value for its stakeholders**.

PETRONAS delivered Robust Performance supported by Sustained Operational and Commercial Excellence amidst higher energy prices

(RM Bil)

Performance

Financial Position

Revenue

172.1 ^{57%} **109.6**
1H 2022  1H 2021

Profit After Tax

46.4 ^{>100%} **18.8**
1H 2022  1H 2021

Group Costs

128.2 ^{36%} **94.3**
1H 2022  1H 2021

Total Assets

699.5 ^{10%} **635.0**
30 Jun 2022  31 Dec 2021

Cash Flows from Operating Activities

62.4 ^{91%} **32.7**
1H 2022  1H 2021



EBITDA

82.7 ^{80%} **46.0**
1H 2022  1H 2021

Shareholders' Equity

375.6 ^{7%} **350.8**
30 Jun 2022  31 Dec 2021

66% **Average Brent**
(USD/bbl)

\$107.94
1H 2021 \$64.98

60% **Average JCC Single-month¹**
(USD/bbl)

\$98.11
1H 2021 \$61.44

USD Strengthens

USD/MYR²
RM4.27
1H 2021 RM4.10

¹ Represents published price, not actualised price

² Average exchange rate

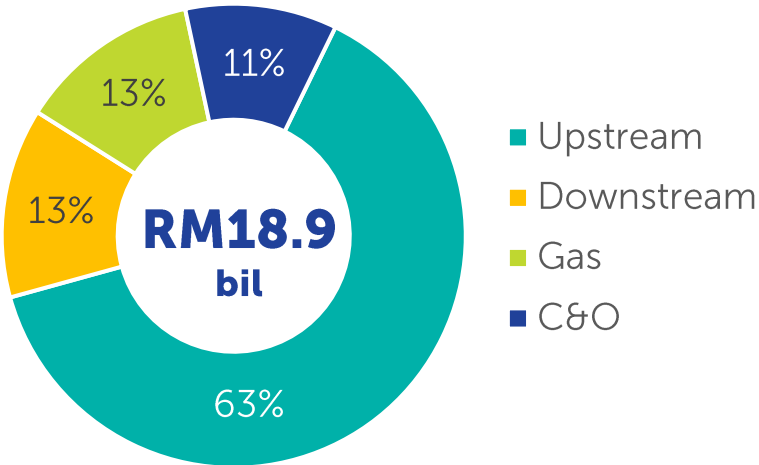
Capital Investments directed towards Carbon Emissions Abatement and Carbon Neutral Projects, in addition to Strengthening Core Business

Capital Investments

1H 2022
RM18.9bil

49%

1H 2021
RM12.7bil



- Overall CAPEX spent during the period increased reflective of pre-pandemic levels.
- Domestic CAPEX increased by close to 30% compared to same period last year, demonstrating PETRONAS commitment to strengthen the OGSE ecosystem.
- Activities are expected to heighten in the remaining quarters that would become a catalyst for the country's economic growth and support the country's recovery plan.

**Pursuing
NZCE 2050
Target**



**Reduction of
GHG emission**

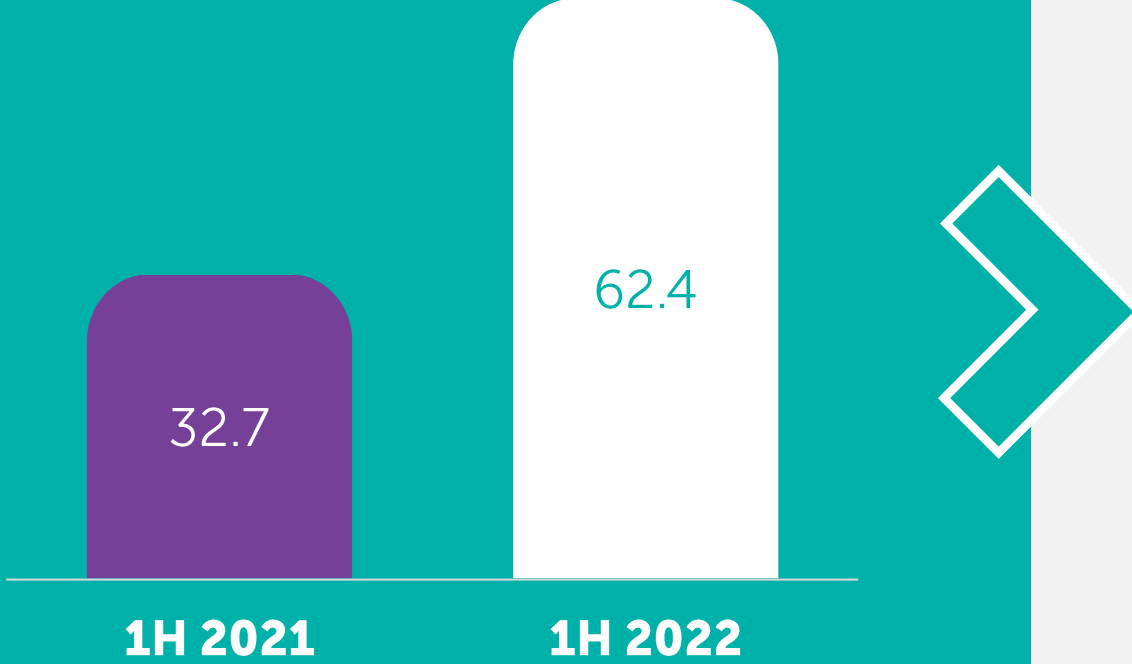


**> 1.1 GW*
Solar capacity
in Malaysia and India**

**in operation and under development*

Upholding Strong Liquidity Management supports Safe Business Operations, Growth Commitments and Contributions to Stakeholders

CFFO
RM Bil



CAPEX
RM 18.9 Bil



Contributions to Government¹
RM 26.4 Bil



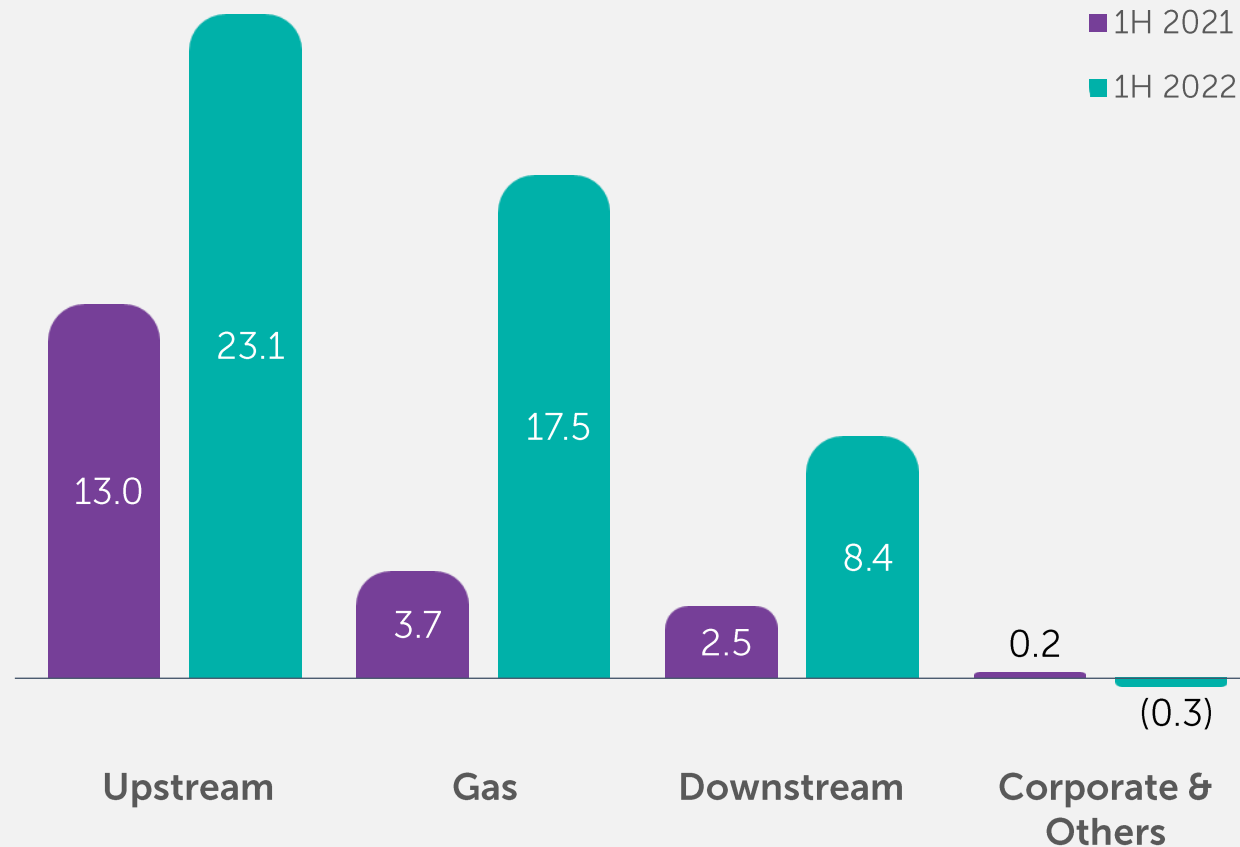
**Nation's Sustainability and
Community Wellbeing²**
Close to RM 300 Mil

¹ Includes dividend payments, taxes, cash payment, export duty and National Trust Fund
² Includes CSR contributions, Sponsorships and Human Recourse Development Fund

Strong Business Performance across the Value Chain

Profit After Tax / (Loss After Tax)

RM Bil



Upstream

Higher PAT in tandem with higher revenue partially offset by higher taxation as well as cash payments and products costs in line with higher prices.

Gas

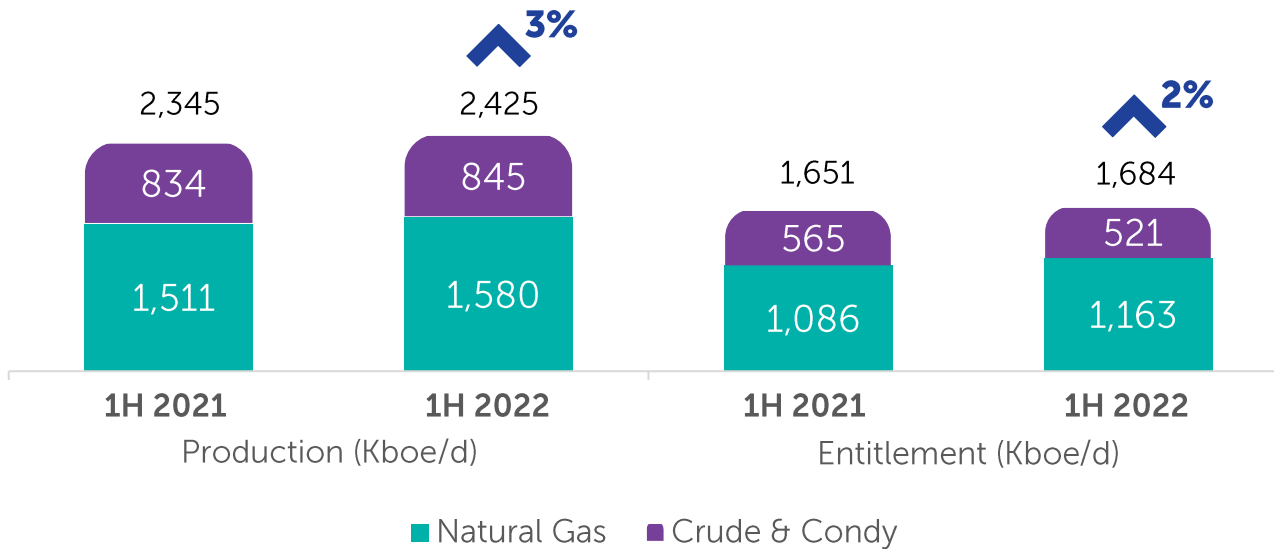
Higher PAT mainly contributed by higher revenue partially offset by higher product costs and taxation.

Downstream

Higher PAT primarily due to improved refining and petrochemicals margins in line with favourable prices.

Corporate & Others

LAT mainly due to higher operating expenditures and impairment losses on assets.



Low Carbon Excellence



25% reduction of GHG emission
for 1H 2022 compared to 1H 2021.

Maximising Cash Generators

18 Projects achieved 1st Hydrocarbon

10 Projects achieved Final Investment Decision

5 Production Sharing Contracts for 6 offshore exploration blocks



PETRONAS signed the Production Sharing Contract for North Ketapang Block.



Divestment of Azerbaijan assets as part of continuous Group portfolio review for robust and resilient portfolio.

Stepping Out



4 MoUs for Carbon Capture & Storage

- Japan Petroleum Exploration Co Ltd
- Mitsui O.S.K. Lines Ltd
- Schlumberger WTA (Malaysia) Sdn Bhd
- Mitsui & Co Ltd

Gas

Continues to fulfill growing demand for natural gas and LNG through customised solutions and operational excellence

Maximising Cash Generators



201

total LNG cargoes delivered from PETRONAS LNG Complex



22

LNG cargoes delivered from PFLNG SATU and PFLNG DUA



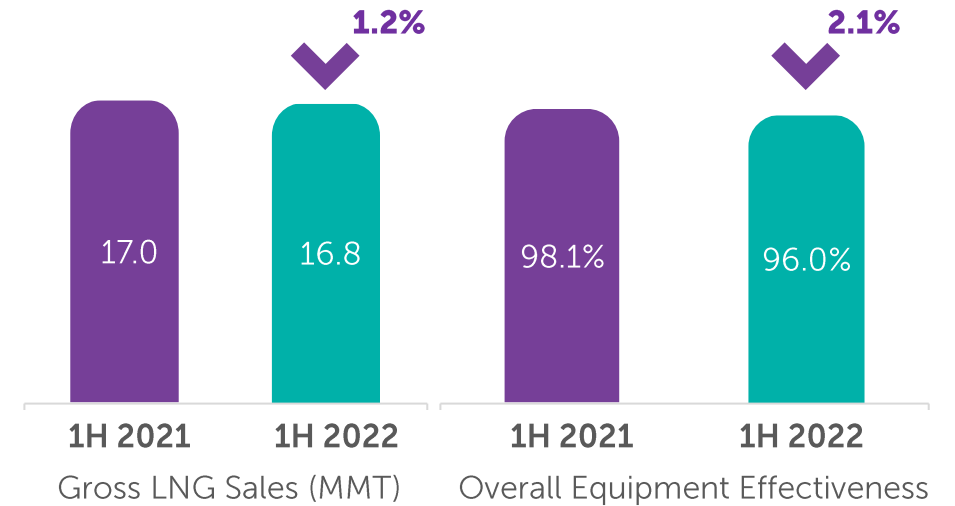
1,612

Virtual Pipeline System (VPS) and LNG Bunkering deliveries completed

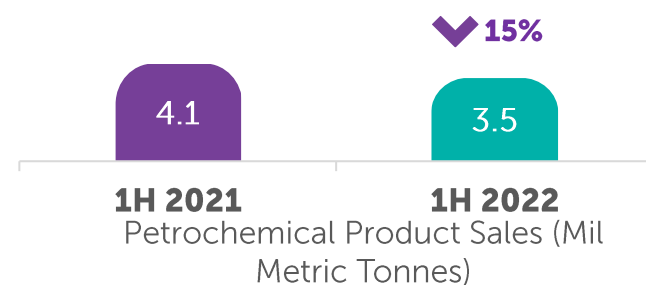
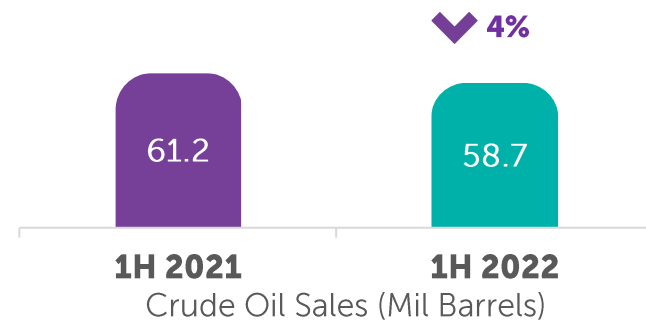
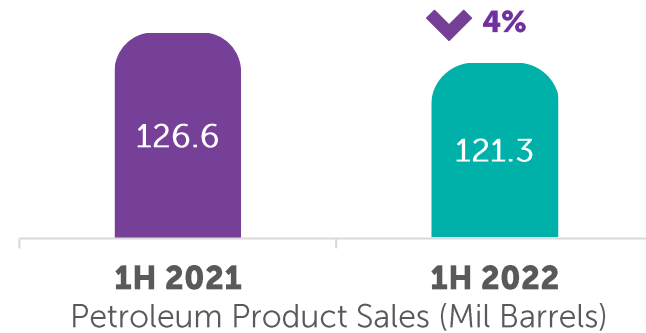


273 MMscfd

of natural gas supply deals secured with non-power customers



Downstream



Marked improvements in sales volume supported by market recovery

Maximising Cash Generators



79.5%
Overall Equipment Effectiveness (OEE)



12.0 Bil
Litres of overall marketing sales volume



4.4 Mil
Metric tonnes of petrochemicals production volume

Expanding Core Business



PCG is expected to produce Maleic Anhydride (MAN) by 2025 to cater for the food and pharmaceutical industries after it signed an agreement in June to acquire a 113 kilo-tonnes per annum MAN plant located in Gebeng, Kuantan.



PDB demonstrated its capabilities and infrastructure readiness in supplying sustainable aviation fuel following the successful first SAF-fuelled Malaysia Airlines passenger flight from Kuala Lumpur to Singapore, further proving the feasibility of SAF as a cleaner and more viable fuel option for the aviation industry.

Stepping Out



PCG signed a Securities Purchase Agreement in May to acquire the entire equity interest in Perstorp Holding AB, a global leader in sustainable specialty chemicals, marking yet another step in its strategic diversification into the specialty chemicals industry to capture new growth opportunities.



In a move to further enhance end-to-end charging experience for electric vehicles (EV) drivers, Setel integrated a new feature on the app which enables users to locate charging stations, activate chargers, make payments, and earn Mesra points – all from the comfort of their vehicles.



Gentari Sdn. Bhd. was introduced in June 2022 to accelerate the adoption and commercialisation of clean energy with three core offerings: renewable energy, hydrogen, and green mobility solutions.



Under the Vehicle-as-a-Service (VaaS) model, GENTARI deployed 18 two-wheeler electric vehicles for delivery riders via collaboration with Eclimo Sdn Bhd in Malaysia and delivered 158 three-wheeler electric vehicles in India.



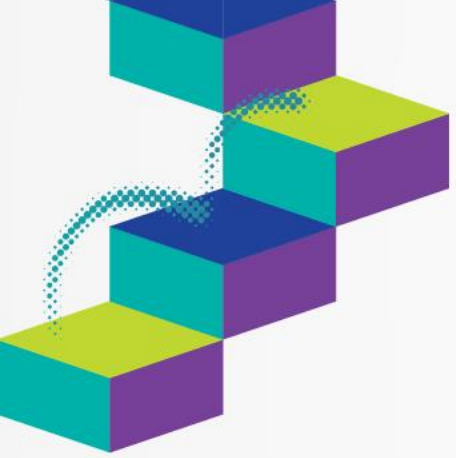
> **1.1** GW*

**Solar capacity
in Malaysia
and India**

**in operation and under
development*



- Eagle Valence, the 1st of two dual-fuel VLCC was delivered to AET in February 2022 and subsequently to the Charterer, Chartering and Shipping Services SA in March 2022.
- It is one of the world's first dual-fuel and amongst the most environmentally-friendly VLCCs in the market, built for long-term charter.
- The sister vessel namely, Eagle Vallery was delivered to AET in April 2022.



PETRONAS

Passionate about Progress

