

Moving Forward with Agility

PETRONAS Group **Financial Results Announcement** Half Yearly 2021

Financial and Operational Results
by EVP & Group CFO
Liza Mustapha

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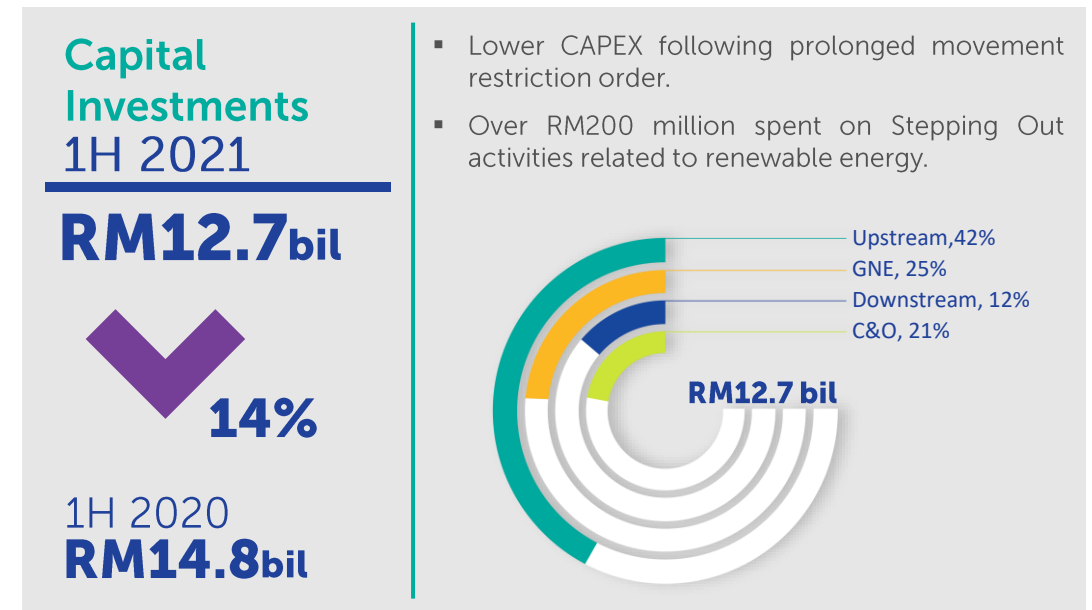
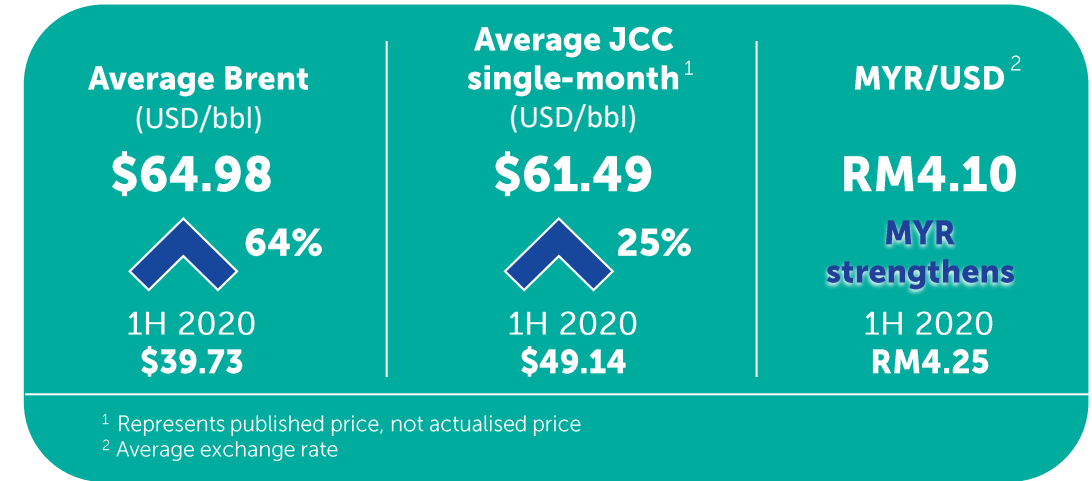
Key Messages

- Overall first half of 2021 reflects **economic rebound** to the industry with all oil majors recording **improved performance** amidst stronger commodity prices and a recovery in demand.
- PETRONAS **responded with agility and pace** to the surging economic activities by leveraging on its integrated value chain.
- Delivered **strong 1st Half financial results**, registering **PAT of RM18.9 Billion**, healthy **CFFO of RM32.7 Billion** and solid **EBITDA of RM46.1 Billion**.
- Notwithstanding economic recovery is seen as uncertain and its sustainability is influenced by several key factors. Hence, PETRONAS remains committed to **increase customer-centricity and exercising cost discipline in both its core business and growth pursuits**.
- Continue to focus on ensuring **financial flexibility** and uphold **capital discipline** to **maximise stakeholders' value**.

Solid financials recorded in line with higher prices following strong economic rebound post recession

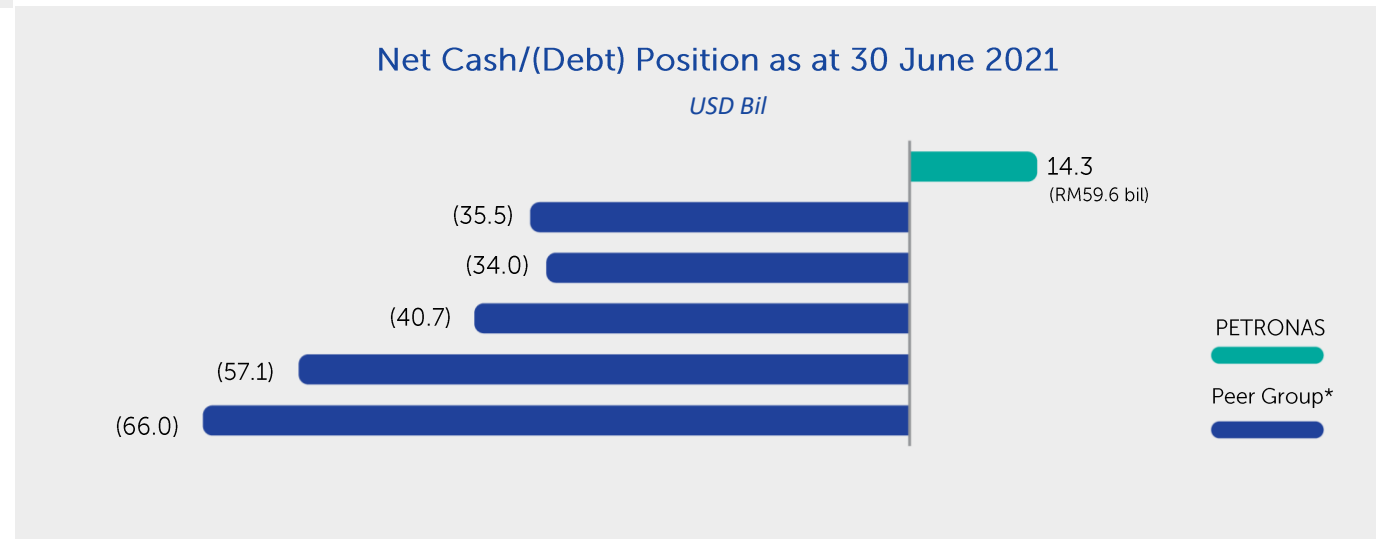
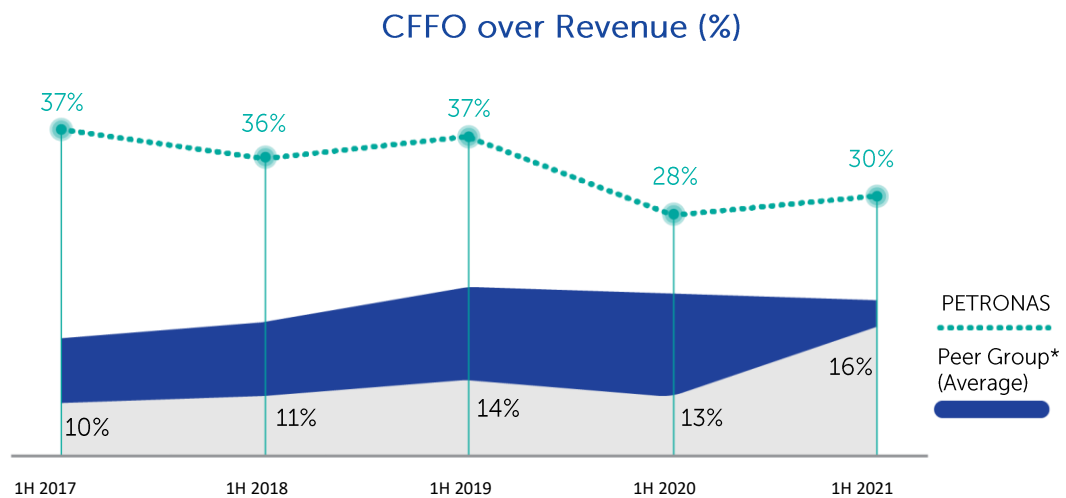
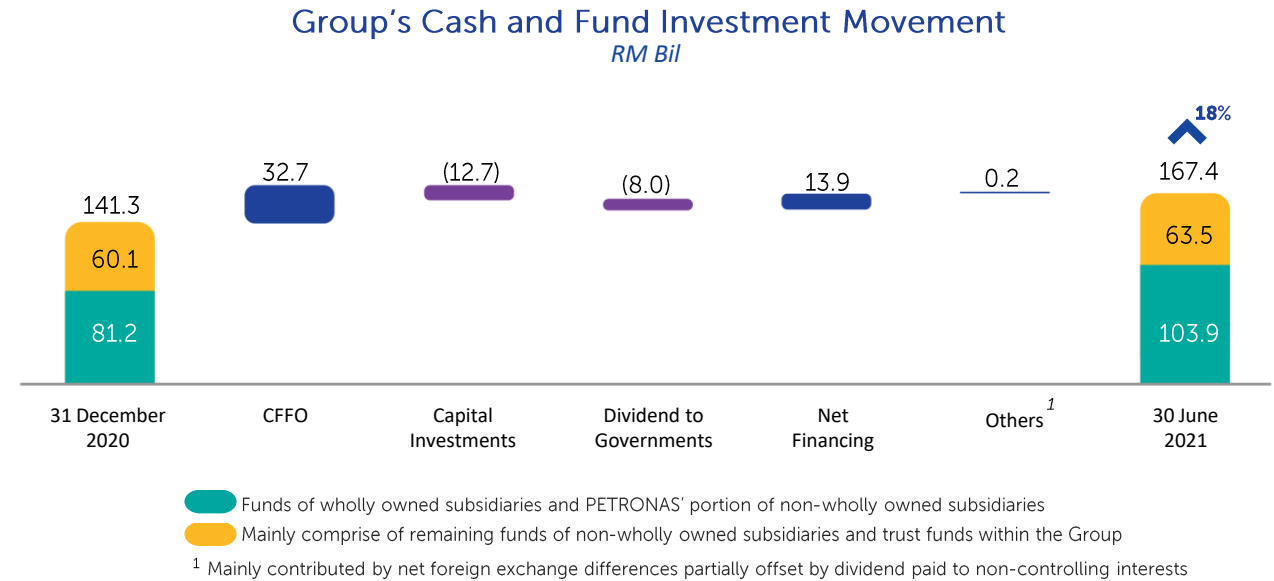
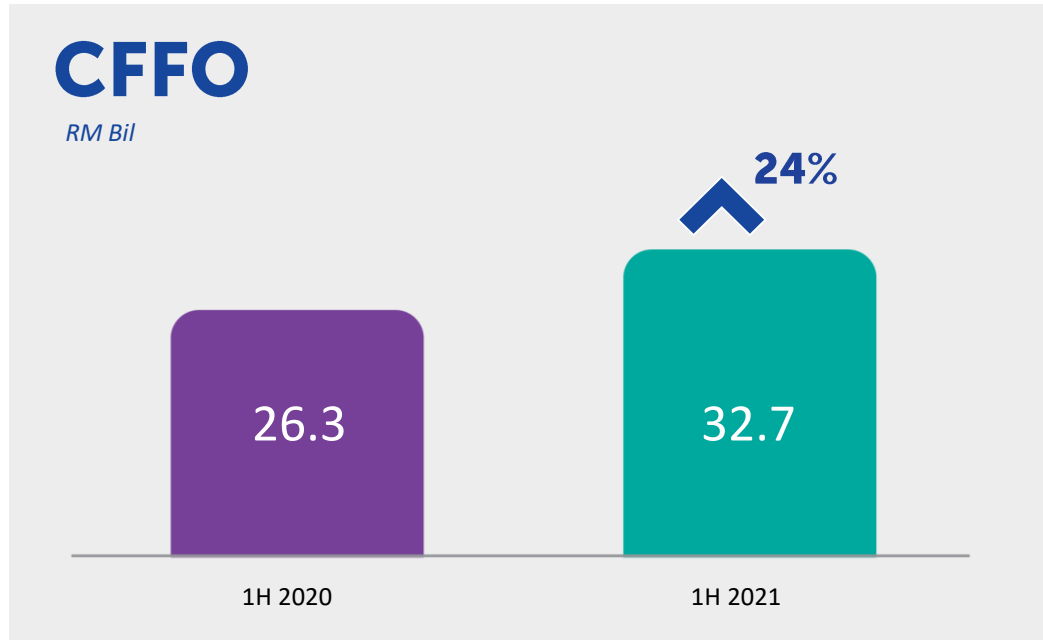
Performance (RM Bil)	1H 2021	1H 2020
Revenue	109.6  17%	93.6
Profit After Tax / (Loss After Tax)	18.9  >100%	(16.5)
Group costs (with impairment)	94.2  16%	111.9
Cash flows from operating activities (CFFO)	32.7  24%	26.3
EBITDA	46.1  57%	29.4

Financial Position (RM Bil)	30 June 2021	31 Dec 2020
Total assets	609.1  6%	574.1
Net cash position*	59.6  14%	52.1



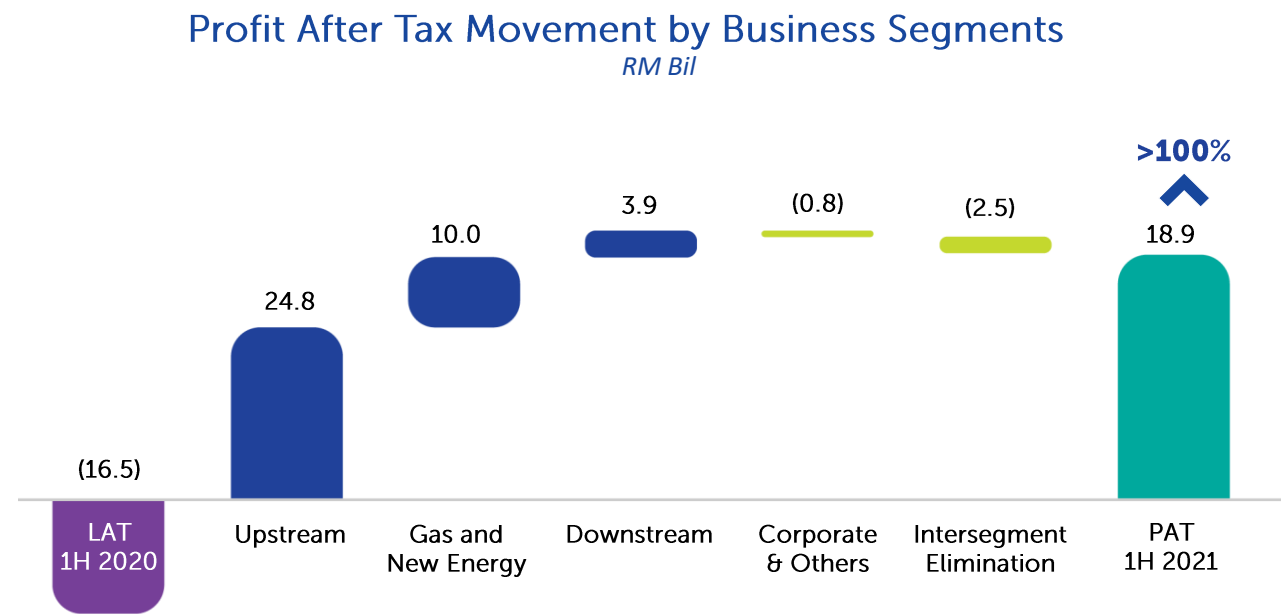
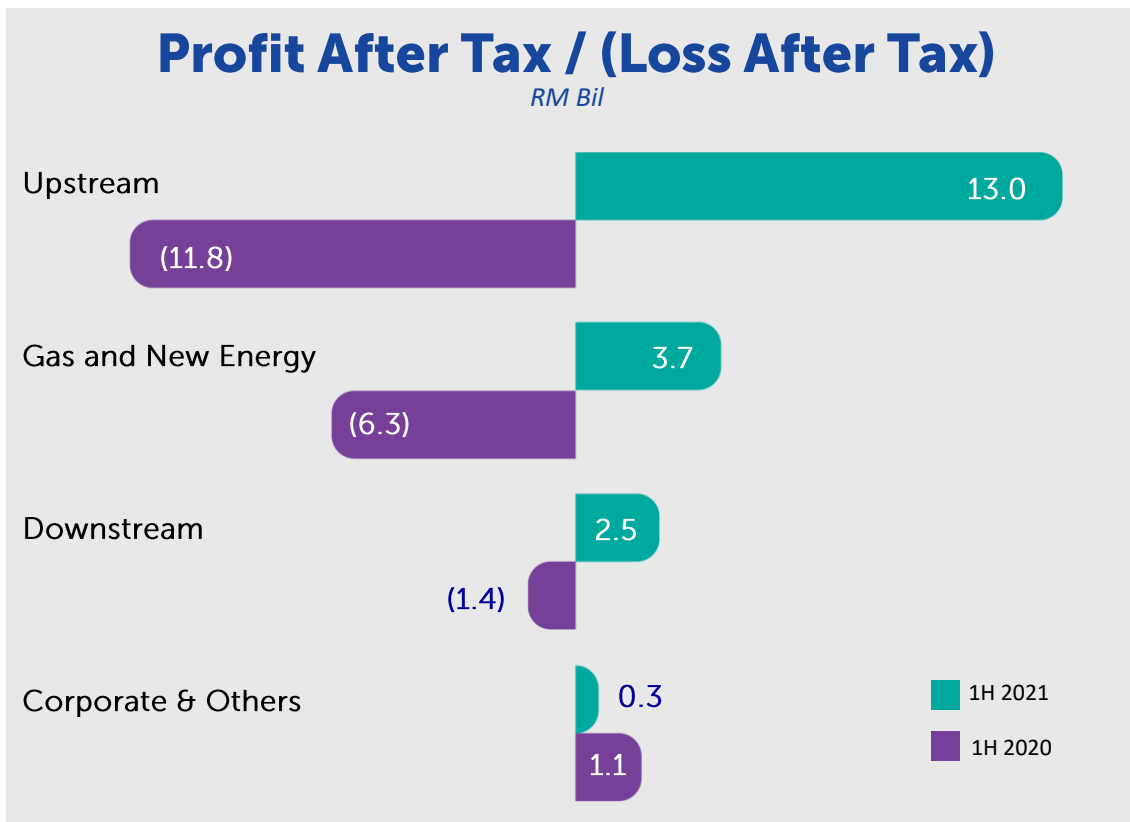
* Total cash and cash equivalent and short-term funds and other investments less total borrowings

Sound and robust CFFO recorded despite extended movement control restriction



*Peer Group range comprises of BP, Chevron, Exxonmobil, Shell, and TotalEnergies

Notable recovery of profitability across most businesses despite prolonged pandemic



Upstream:

Higher PAT primarily due to higher revenue and lower impairment losses on assets. This was partially offset by higher tax, product costs and cash payment in line with higher prices.

Gas and New Energy:

Higher PAT mainly contributed by lower impairment losses on assets and operating expenditures partially offset by lower revenue.

Downstream:

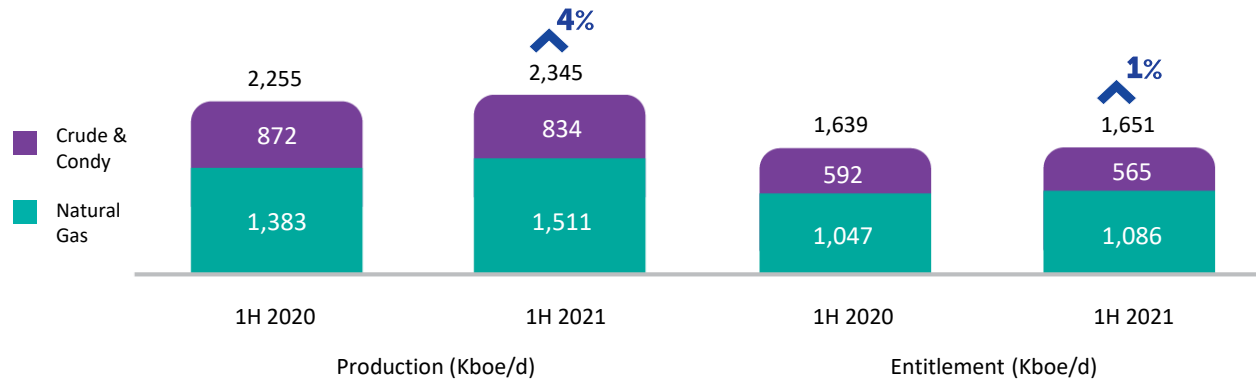
Higher PAT mainly contributed by improved petrochemical and refining margins.

Corporate & Others:

Lower PAT in line with lower interest rate resulting to lower fund investment income.


Operational Highlights

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Maximising Cash Generators

- 6** Projects achieved first Hydrocarbon
- 3** Projects achieved Final Investment Decision (FID)
- 6** Exploration discoveries

 Formalised the Unitisation Agreement for Gumusut-Kakap and Geronggong-Jagus East offshore fields

13 Exploration blocks on offer in Malaysia Bid Round (MBR) 2021

Expanding Core Business

 Entered into a Multi-Well Participation Agreement with Chevron USA Inc., in the Gulf of Mexico, U.S.A

Operational Excellence



Kasawari Drilling Platform-A Load Out & Sail-away to offshore Sarawak and completed topside installation



PETRONAS Canada successfully drilled its 100th unconventional well with Zero LTI since October 2018



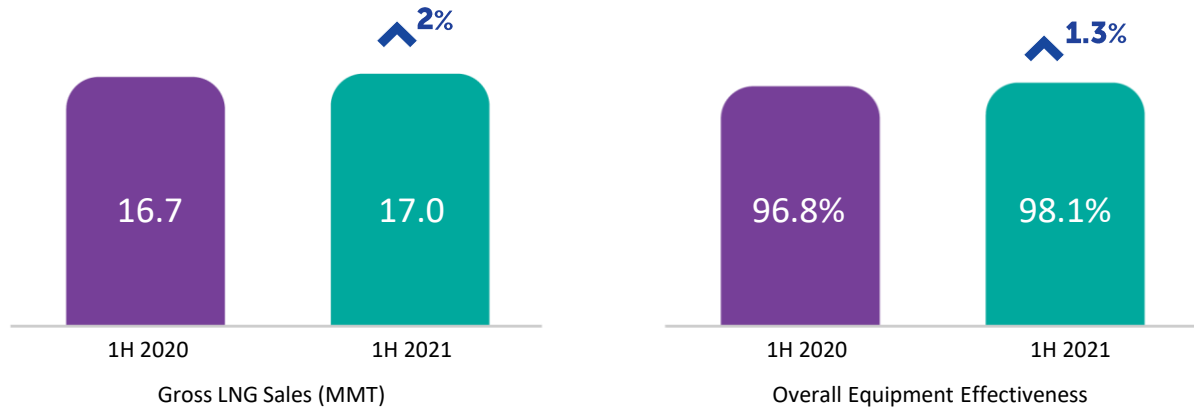
The Bokor-Betty integrated project achieved zero continuous flaring and venting of hydrocarbons; Baronia project achieved zero continuous venting of hydrocarbons




Achieved RM175 million financial value creation through Wells Cost Compression efforts including design optimisation, process simplification and implementation of wells technologies



Sail away and arrival of the Garagol Deniz Drilling Platform topside at the Garagol Deniz West field in Block 1, Turkmenistan




Maximising Cash Generators

 **11,790** total LNG cargoes delivered to date from PETRONAS LNG Complex

 **3.17 MTPA** of LNG sales concluded

 **619.7 MMscfd** of natural gas deals secured

Expanding Core Business

 **189** innovative Virtual Pipeline System and LNG Bunkering deliveries completed

 **6** newbuild LNG vessels placed on order to serve North America portfolio

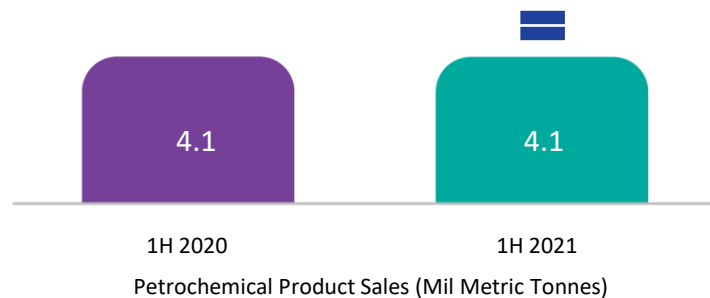
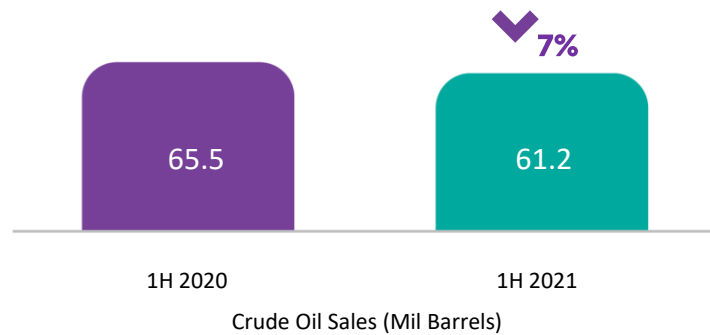
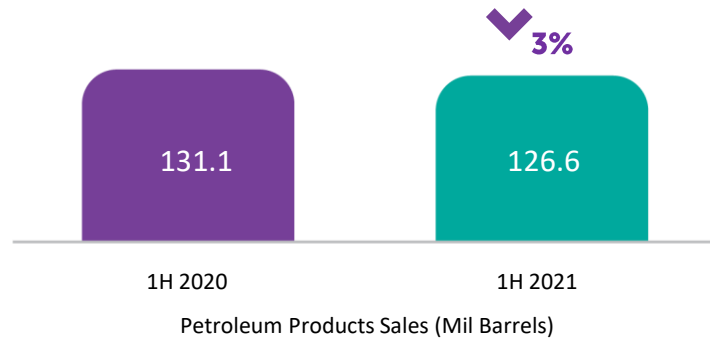
Stepping Out

>118 MW*
Solar capacity in Malaysia

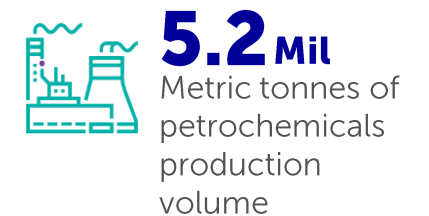
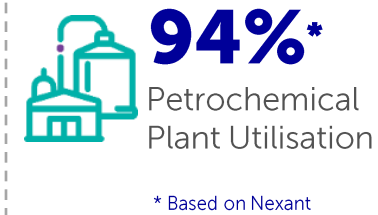
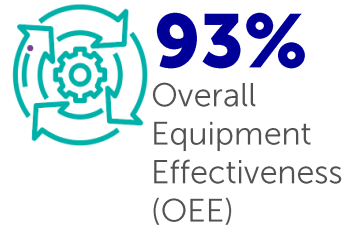


>976 MW*
Solar capacity in India

**in operation and under development*



Maximising Cash Generators



Expanding Core Business

PETRONAS MARINE

The first LNG Bunkering operation via LNG Bunker Vessel (LBV), known as MV Avenir Advantage

Enriching Lives



PDB allocated RM600,000 worth of food and essential items to help affected Malaysia through its Food Bank programme, available at over 400 participating PETRONAS stations nationwide



Social Enterprise Education Laboratory (SEEd.Lab), announced its second cohort, widening its focus within four challenge areas: Food & Agriculture; Health & Hygiene; Education & Skills; and Personal & Financial Security

Thank you for your passion!

A decorative graphic in the top right corner of the slide. It consists of a halftone pattern of small dots that form a large, abstract shape. The dots are colored in a gradient, starting with light teal at the top and transitioning through darker teal and blue to a deep purple at the bottom. The pattern is dense and creates a textured, wave-like effect.