



Other Businesses




PETRONAS' other businesses, including MISC Group and KLCCP Stapled Group, stayed resilient and steadfast in contributing to PETRONAS' overall financial performance despite market volatility and high inflation in 2023.

As a key solutions provider to PETRONAS, MISC is committed to providing sustainable maritime transportation solutions and contributing to the PETRONAS Net Zero Carbon Emissions by 2050 Pathway.

MISC recorded a 2.9 per cent increase in revenue at RM14.27 billion compared to RM13.87 billion in 2022. The increase is mainly due to higher progress in both new and ongoing projects in the Marine and Heavy Engineering segment and benefitting from elevated charter rates in the Petroleum and Product Shipping, and Gas Assets and Solutions segments. We deployed excess cash to support projects under construction, optimising financing costs while maintaining liquidity.

In 2023, MISC achieved a 24 per cent reduction in its fleet average GHG intensity (for gas and petroleum fleets) compared to 2008 levels and a 7 per cent reduction from its 2022 performance. This improvement resulted from a decrease in GHG emissions intensity to 5.84 grammes carbon dioxide equivalent over tonne nautical mile (gCO₂e/t-nm) in 2023 from 6.30 gCO₂e/t-nm in 2022. The reduction was achieved mostly due to new higher efficiency vessels introduced to its fleet, and ongoing commercial and operational efficiency interventions on its existing fleet. During the year, MISC introduced two new eco-efficient liquefied natural gas carriers (LNGCs), Seri Damai and Seri Daya, recognised with the prestigious Green Ship status. The company also introduced two new LNG dual-fuel very large crude carriers (VLCCs), Eagle Ventura and Eagle Vellore, into its petroleum fleet.

In their steady progression towards sustainability, MISC was also recognised with the "Sustainability-Linked Deal of the Year for Asia" by Marine Money, for its USD527 million Senior Secured Term Loan for six very large ethane carriers. Other notable achievements include The Edge ESG Award 2023 – Silver Award in the Equities Category (Transport & Logistics) and The Star ESG Positive Impact Awards 2022 in the Large Companies Tier for the Environmental Category: Sustainable Ecosystems, both acknowledging MISC's excellence in ESG, along with PwC's "The Building Trust Awards 2023" recognition for outstanding efforts in building stakeholder trust.

Meanwhile KLCCP Stapled Group has produced solid results with profits going up by 17 per cent to RM1.1 billion from RM0.9 billion in 2022 due to the improved performance across all business segments. Notably, all segments have surpassed expectations, driven by increased footfall and consumer spending in our malls, higher hotel occupancy, and the expansion of operations in car park and facilities management.

Property

KLCCP Stapled Group is a PETRONAS subsidiary, comprising KLCC Property Holdings and KLCC Real Estate Investment Trust (REIT). It owns, manages, develops and invests in a portfolio of premium assets comprising office, retail and hotel properties in the heart of Kuala Lumpur. This is complemented by asset management services such as facilities management and car park management. The KLCCP Stapled Group generates additional revenue streams for PETRONAS, diversifies its business portfolio beyond oil and gas, and aligns its properties with PETRONAS' Net Zero Carbon Emissions by 2050 Pathway.

Highlights and Achievements

- ➔ **Office:** Premium Grade-A office with **100 per cent** occupancy.
- ➔ **Retail:** Brought in **35** new tenants adding to the almost **600** tenants introduced since the mall opened in 1998.
- ➔ **Hotel:** Attained the **highest revenue per available room** since the hotel opened in 1998.
- ➔ **Management Services:** KLCC Parking secured the operations of additional **1,680** car parking bays.
- ➔ **Awards and Recognitions:** Conferred **23** awards and accolades, solidifying our leadership position in the industry.

▶ Our Outlook

KLCCP Stapled Group is focused on strengthening its operational and commercial excellence, and elevating the customer experience. Anchoring on its strategic framework, the Group will drive progress in exploring opportunities and accelerating its growth while remaining committed to its sustainability agenda and net zero carbon emissions by 2050 aspiration.