

Registered in England and Wales: 4474791

SHELL GAS HOLDINGS (MALAYSIA) LIMITED

DIRECTORS' REPORT

AND ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2015

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SHELL GAS HOLDINGS (MALAYSIA) LIMITED

STRATEGIC REPORT

The Directors present their strategic report on Shell Gas Holdings (Malaysia) Limited (also referred to as the "Company") for the year ended 31 December 2015.

The Company is one of the entities within the "Shell Group". In this context the term "Shell Group" and "Companies of the Shell Group" or "Group companies" means companies in which Royal Dutch Shell plc, either directly or indirectly, has control either through a majority of the voting rights or the right to exercise a controlling influence or to obtain the majority of the benefits and be exposed to the majority of the risks. Companies in which Group companies have significant influence but not control are classified as "Associated companies". Royal Dutch Shell plc, a company incorporated in England and Wales, is known as the "Parent Company" of the Shell Group. In this Report "Shell", "Shell Group" and "Royal Dutch Shell" are sometimes used for convenience where references are made to Royal Dutch Shell and its subsidiaries in general. These expressions are also used where no useful purpose is served by identifying the particular company or companies.

BUSINESS REVIEW

The principal activity of the Company is to hold investments in Malaysian Gas & Power companies (Malaysia LNG Dua Sendirian Berhad, Malaysia LNG Tiga Sendirian Berhad and Shell MDS (Malaysia) Sendirian Berhad). These companies are engaged in the principal activities of the extraction and marketing of oil, gas and associated products. The Company will continue with these activities for the foreseeable future apart from the investment in Malaysia LNG Dua Sendirian Berhad which was sold in May 2015 in accordance with the expiry of the joint venture agreement for \$61 million at a loss of \$120 million.

The Company's profit for the financial year decreased from \$1,098 million for the year ended 31 December 2014 to \$380 million for the year ended 31 December 2015. This was principally due to a decrease in dividend income from other fixed asset investments, from \$1,001 million in 2014 to \$439 million in 2015 and the loss on sale of Malaysia LNG Dua Sendirian Berhad of \$120 million.

The Directors consider that the year end financial position of the Company was satisfactory.

Principal Risks and Uncertainties

The Shell Group has a single risk based control framework – The Shell Control Framework – to identify and manage risks. The Shell Control Framework applies to all wholly owned Shell companies and to those ventures and other companies in which Royal Dutch Shell has directly or indirectly a controlling interest. From the perspective of the Company, the principal risks and uncertainties affecting the Company are considered to be those that affect the Shell Group. Accordingly, the principal risks and uncertainties of the Shell Group, which are discussed on pages 8 to 12 of Royal Dutch Shell's Annual Report and Form 20-F for the year ended 31 December 2015 (the "Group Report"), include those of the Company (The Group Report does not form part of this report).

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
STRATEGIC REPORT (continued)

Key Performance Indicators

Companies of the Shell Group comprise the Upstream businesses of Exploration and Production, Gas and Power and Oil Sands and the Downstream businesses of Oil Products and Chemicals. The Company's key performance indicators, that give an understanding of the development, performance and position of the business, are aligned with those of the Shell Group. The development, performance and position of the various businesses is discussed on pages 23 to 48 of the Group Report and the key performance indicators through which the Group's performance is measured are as set out on pages 20 to 21 of the Group Report.

By order of the Board



E. Williams
Authorised Signatory for
Shell Corporate Secretary Limited
Company Secretary

31 Aug 2016

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
DIRECTORS' REPORT

The Directors present their report and audited accounts for the year ended 31 December 2015.

The Directors' Report and audited accounts of the Company have been prepared in accordance with the Companies Act 2006.

Dividends

Interim dividends of \$482 million were paid in the year (2014: \$1,039 million). The Directors recommend that no further dividend be paid for the year ended 31 December 2015 (2014: \$nil).

Future Outlook

The Company's investment in Malaysia LNG Dua Sendirian Berhad was divested in May 2015. The financial impact going forward as a result of this sale will be non-recurring dividend income of \$153 million (2014: \$562 million). No other significant changes in the business of the Company or of its subsidiary undertakings has taken place during the year or is expected in the immediately foreseeable future.

DIRECTORS

The Directors of the Company, who served throughout the year and to the date of this report were:

A.J. Enever

N.W. Mead

M.J. Dawson

FINANCIAL RISK MANAGEMENT

The Company's Directors are required to follow the requirements of Shell Group risk management policies, which include specific guidelines on the management of market, credit and liquidity risk, and advice on the use of financial instruments to manage them. Shell Group risk management policies can be found in the Group Report (see pages 74 to 75 and note 19).

EVENTS AFTER THE END OF THE REPORTING PERIOD

Refer to note 13 "Events after the end of the reporting period".

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the Directors' Report, Strategic Report and the Company's accounts in accordance with applicable law and regulations.

Company law requires the Directors to prepare accounts for each financial year. Under that law the Directors have elected to prepare the Company's accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) including Financial Reporting Standard 101 'Reduced Disclosure Framework'. Under company law, the Directors must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these accounts, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and

SHELL GAS HOLDINGS (MALAYSIA) LIMITED

DIRECTORS' REPORT (continued)

STATEMENT OF DIRECTORS' RESPONSIBILITIES (continued)

- Prepare the accounts on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DISCLOSURE OF INFORMATION TO AUDITORS

All Directors in office at the date of approval of the Directors' report confirm that in so far as each of the Directors is aware, there is no relevant audit information (meaning information needed by the Company's auditors in connection with preparing their report) that has not been disclosed to the Company's auditors. Each of the Directors believes that he or she has taken all steps that ought to have been taken to make himself or herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

By order of the Board



E. Williams
Authorised signatory for
Shell Corporate Secretary Limited
Company Secretary

31 Aug. 2016

INDEPENDENT AUDITORS' REPORT TO THE MEMBER OF SHELL GAS HOLDINGS (MALAYSIA) LIMITED

Report on the financial statements

Our opinion

In our opinion, Shell Gas Holdings (Malaysia) Limited's the financial statements (the "financial statements"):

- give a true and fair view of the state of the Company's affairs as at 31 December 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

What we have audited

Shell Gas Holdings (Malaysia) Limited's financial statements comprise:

- the Balance Sheet as at 31 December 2015;
- the Profit and Loss Account for the year then ended;
- the Statement of Changes in Equity; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information

The financial reporting framework that has been applied in the preparation of the financial statements is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 101 "Reduced Disclosure Framework".

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the Company, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns;

We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report if, in our opinion, certain disclosures of directors' remuneration specified by law have not been made. We have no exceptions to report arising from this responsibility.

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 3 and 4, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBER OF SHELL GAS HOLDINGS
(MALAYSIA) LIMITED (continued)**

What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the directors; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Directors' Report and Accounts to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.



Lorraine Quinn (Senior Statutory Auditor)

for and on behalf of PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

Glasgow

31 August 2016

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
PROFIT AND LOSS ACCOUNT
For the year ended 31 December 2015

Continuing operations		2015	2014
	Note	\$'000	\$'000
Administrative expenses		(6,392)	(2,568)
OPERATING LOSS		(6,392)	(2,568)
Income from shares in Group undertakings:			
Subsidiary undertakings		67,044	98,838
Income from other fixed assets investments		439,285	1,001,189
Loss on sale of fixed asset investments		(120,565)	-
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST AND TAXATION		379,372	1,097,459
Interest receivable and similar income	3	118	16
Interest payable and similar charges	4	(50)	(488)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	5	379,440	1,096,987
Tax on profit on ordinary activities	6	647	637
PROFIT FOR THE YEAR		380,087	1,097,624

There is no material difference between the profit on ordinary activities before taxation and the profit for the year stated above and their historical cost equivalents.

The profit for the current year and the profit for the prior year are equal to the total comprehensive income and accordingly a statement of comprehensive income has not been presented.

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
REGISTERED IN ENGLAND AND WALES: 447479
BALANCE SHEET
As at 31 December 2015

	Note	2015 \$'000	2014 \$'000
FIXED ASSETS			
Investments	7	143,238	325,167
CURRENT ASSETS			
Debtors	8	217,724	133,629
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	9	(4,622)	(543)
NET CURRENT ASSETS		213,102	133,086
TOTAL ASSETS LESS CURRENT LIABILITIES		356,340	458,253
NET ASSETS		356,340	458,253
EQUITY			
Called up share capital	10	199,500	199,500
Profit and loss account		156,840	258,753
TOTAL EQUITY		356,340	458,253

The accounts on pages 7 to 18 were approved by the Board of Directors on 31 Aug 2016 and were signed on its behalf by:



N.W. Mead
 Director

SHELL GAS HOLDINGS (MALAYSIA) LIMITED**STATEMENT OF CHANGES IN EQUITY**

For the year ended 31 December 2015

	Notes	Called-up Share Capital \$'000	Profit and Loss Account \$'000	Total \$'000
Balance as at 1 January 2014		199,500	200,129	399,629
Profit for the year		-	1,097,624	1,097,624
Dividends paid	12	-	(1,039,000)	(1,039,000)
Balance as at 31 December 2014		199,500	258,753	458,253
Balance as at 1 January 2015		199,500	258,753	458,253
Profit for the year		-	380,087	380,087
Dividends paid	12	-	(482,000)	(482,000)
Balance as at 31 December 2015		199,500	156,840	356,340

SHELL GAS HOLDINGS (MALAYSIA) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2015

General company information

The Company is a limited company, which is incorporated in England and Wales. The registered office is Shell Centre, London SE1 7NA, United Kingdom.

1. Summary of significant accounting policies

a) Basis of preparation

The financial statements have been prepared in accordance with Financial Reporting Standard 101, 'Reduced Disclosure Framework' ("FRS 101"), which involves the application of International Financial Reporting Standards ("IFRS") with a reduced level of disclosure. The financial statements have been prepared under the historical cost convention, except for certain items measured at fair value, and in accordance with the Companies Act 2006.

As applied to the Company, there are no material differences between EU endorsed IFRS and IFRS as issued by the International Accounting Standards Board.

The accounting policies have been consistently applied.

There have been no changes in the accounting policies in 2015.

The preparation of financial statements in conformity with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2.

The following exemptions from the requirements of IFRS have been applied in the preparation of these financial statements, in accordance with FRS 101:

- IFRS 7, 'Financial Instruments: Disclosures'
- Paragraphs 91 to 99 of IFRS 13, 'Fair value measurement' (disclosure of valuation techniques and inputs used for fair value measurement of assets and liabilities)
- Paragraph 38 of IAS 1, 'Presentation of financial statements' comparative information requirements in respect of paragraph 79(a)(iv) of IAS 1 'Presentation of financial statements';
- The following paragraphs of IAS 1, 'Presentation of financial statements':
 - (i) 10(d), (statement of cash flows);
 - (ii) 16 (statement of compliance with all IFRS);
 - (iii) 38A (requirement for minimum of two primary statements, including cashflow statements);
 - (iv) 38B-D (additional comparative information);
 - (v) 40A-D (requirements for a third balance sheet);
 - (vi) 111 (cash flow statement information); and
 - (vii) 134-136 (capital management disclosures)

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2015

1. Summary of significant accounting policies (continued)

a) Basis of preparation (continued)

- IAS 7, 'Statement of cash flows'
- Paragraph 30 and 31 of IAS 8 'Accounting policies, changes in accounting estimates and errors' (requirement for the disclosure of information when an entity has not applied a new IFRS that has been issued but is not yet effective)
- Paragraph 17 of IAS 24, 'Related party disclosures' (key management compensation)
- The requirements in IAS 24, 'Related party disclosures' to disclose related party transactions entered into between two or more wholly owned members of a group.

b) Consolidation

Group accounts of the Company and its subsidiary undertakings and its participating undertakings have not been prepared. The Company is exempt from the requirement to prepare group accounts under the provisions of Section 400 of the Companies Act 2006. The accounts present information about the Company as an individual undertaking and not about its group.

The immediate parent company is Shell U.K. Limited.

The ultimate parent company and controlling party is Royal Dutch Shell plc, which is incorporated in England and Wales. Royal Dutch Shell plc is the parent undertaking of the smallest and largest group to consolidate these accounts.

The consolidated accounts of Royal Dutch Shell plc are available from:

Royal Dutch Shell plc
Tel: +31 888 800 844
email: order@shell.com

c) Income from shares in subsidiary and participating undertakings

Income from shares in subsidiary and participating undertakings represents dividends relating to the current year and prior periods, provided that the dividends have been approved by the Company.

d) Taxation

Corporation tax

The Company records a tax charge or credit in the profit and loss account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity which is calculated at the tax rate prevailing in the year for tax payable to HM Revenue and Customs, or for group relief to surrender to or to be received from other Group undertakings, and for which payment may be requested.

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2015

1. Summary of significant accounting policies (continued)

e) Foreign currency translation

(i) Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in 'US Dollars' (\$), which is also the Company's functional currency.

(ii) Transaction and balances

Income and expense items denominated in foreign currencies are translated into US Dollars at the rate ruling on their transaction date.

Monetary assets and liabilities recorded in foreign currencies have been expressed in US Dollars at the rates of exchange ruling at the year end. Differences on translation are included in the profit and loss account. Non-monetary assets and liabilities denominated in a foreign currency are translated using exchange rates at the date of the transaction. No subsequent translations are made once this has occurred.

Foreign currency amounts have been translated at \$1.4829:£1 (2014: \$1.2155:£1) being relevant exchange rate prevailing at the balance sheet date.

f) Financial assets

(i) Classification

The company classifies its financial assets as loans and receivables. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at initial recognition.

(ii) Recognition and measurement

Loans and trade and other receivables are initially recognised at fair value based on the amounts exchanged and are subsequently carried at amortised cost using the effective interest method, less any provision for impairment.

g) Financial liabilities

(i) Classification

The Company classifies its financial liabilities as other financial liabilities at amortised cost. The classification depends on the nature of the underlying liabilities, with management determining the classification of financial liabilities at initial recognition.

(ii) Recognition and measurement

Financial liabilities are initially recognised at fair value, and then subsequently at amortised cost using the effective interest rate method.

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2015

1. Summary of significant accounting policies (continued)

h) Investment in subsidiaries and participating undertakings

These comprise investments in shares that the Company intends to hold on a continuing basis. The investments in subsidiaries and participating undertakings are stated at cost, less provisions for impairment. The Company carries out a review for the potential impairment of an investment if events or changes in circumstances indicate that the carrying amount of the investment may not be recoverable. Such impairment reviews are performed in accordance with IAS 36. Any impairments are recorded in the profit and loss account.

i) Netting-off policy

Balances with other companies of the Shell Group are stated gross, unless both of the following conditions are met:

- (i) Currently there is a legally enforceable right to set off the recognised amounts; and
- (ii) There is intent either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

j) Related party disclosures

In accordance with the exemption allowed by FRS 101, no disclosure is made of transactions with wholly owned companies of the Shell Group.

2. Critical accounting estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

Impairment of investments

For the purposes of determining whether impairment of investments has occurred, and the extent of any impairment or its reversal, management review a range of measures relating to the underlying entity's performance, including the net present value of future cash flows. In assessing these measures, management make a number of assumptions relating (but not restricted) to future oil and gas prices, expected production volumes and refining margins appropriate to the local circumstances and environment. These assumptions and the judgements of management that are based on them are subject to change as new information becomes available. Changes in economic conditions can also affect the rate used to discount future cash flow estimates.

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2015

3. Interest receivable and similar income

	2015	2014
	\$'000	\$'000
Interest from Group undertakings:		
Fellow subsidiary undertakings	118	16
	<u>118</u>	<u>16</u>

4. Interest payable and similar charges

	2015	2014
	\$'000	\$'000
Loss on currency translation	50	488
	<u>50</u>	<u>488</u>

5. Profit on ordinary activities before taxation

Operating profit is stated after charging:

	2015	2014
	\$'000	\$'000
Currency translation:		
Financing	50	488
Loss on sale of investments	120,565	-

The Auditors' remuneration of \$8,710 (2014: \$9,600) in respect of the statutory audit was borne by a fellow subsidiary undertaking for both the current and preceding years.

Fees paid to PricewaterhouseCoopers LLP and its associates for non-audit services to the Company itself are not disclosed in the individual accounts of Shell Gas Holdings (Malaysia) Limited because the Royal Dutch Shell plc consolidated accounts are required to disclose such fees on a consolidated basis.

The Directors did not receive any emoluments in respect of their services to the Company in 2015 (2014: \$Nil).

The Company had no employees during 2015 (2014: none).

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2015

6. Tax on profit on ordinary activities

(a) Tax credit included in profit

The tax credit for the year of \$647,000 (2014: \$637,000) is made up as follows:

	2015	2014
	\$'000	\$'000
Current tax:		
UK corporation tax credit on results for the period	(1,260)	(626)
Adjustment in respect of prior years	-	(11)
Tax imposed outside of the UK	613	-
Total tax on profit on ordinary activities	<u>647</u>	<u>(637)</u>

(b) Reconciliation of total tax credit

The tax assessed for the year differs from the standard effective rate of corporation tax in the UK of 20.25% (2014: 21.5%). The differences are explained below:

	2015	2014
	\$'000	\$'000
Profit on ordinary activities before taxation	<u>379,440</u>	<u>1,096,987</u>
Tax on profit on ordinary activities at standard UK corporation tax rate of 20.25% (2014:21.5%)	76,837	235,852
Effects of:		
Income not assessable	(102,532)	(236,505)
Expenses not deductible	24,435	27
Tax imposed outside of the UK	613	-
Adjustments in respect of prior years	-	(11)
Total tax on profit on ordinary activities	<u>(647)</u>	<u>(637)</u>

(c) Factors affecting current and future tax charges

Reduction of the UK corporation tax rate to 21% effective as from 1 April 2014, and to 20% effective from 1 April 2015 were introduced by the Finance Act 2013 and enacted on 17 July 2013.

UK Finance (No 2) Act 2015 which introduced further reductions in the UK corporation tax rate to 19% effective from 1 April 2017 and to 18% effective from 1 April 2020 was enacted on 18 November 2015.

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2015

7. Investments

	Subsidiary undertakings Shares	Participatory undertakings Shares	Total
	\$'000	\$'000	\$'000
Cost and Net book amount			
Balance at 1 January 2015	33,979	291,188	325,167
Disposals	-	(181,929)	(181,929)
Balance at 31 December 2015	33,979	109,259	143,238

The Directors believe that the carrying value of the investments is supported by their underlying net assets.

The investment in Malaysia LNG Dua Sendirian Berhad was divested in May 2015, details of which are as follows:

	Country of incorporation	Principal activity	% of shares held directly
Malaysia LNG Dua Sendirian Berhad	Malaysia	Oil and Gas	15%

List of investments

Companies listed below are engaged in the principal activities of extraction and marketing of oil, gas and associated products.

i.) Subsidiary undertakings

The subsidiary undertaking at 31 December 2015 is as follows:

	Country of incorporation	Principal activity	% of shares held directly
Shell MDS (Malaysia) Sendirian Berhad	Malaysia	Oil and Gas	72%

All shares held are ordinary shares.

ii.) Participating undertakings

The participating undertakings at 31 December 2015 were as follows:

	Country of incorporation	Principal activity	% of shares held directly
Malaysia LNG Tiga Sendirian Berhad	Malaysia	Oil and Gas	15%

All shares held are ordinary shares.

During the year the Company received dividends of \$153 million (2014: \$562 million) from Malaysia LNG Dua Sendirian Berhad, \$286 million (2014: \$439 million) from Malaysia LNG Tiga Sendirian Berhad and \$67 million (2014: \$99 million) from Shell MDS (Malaysia) Sendirian Berhad.

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2015

8. Debtors

	2015	2014
	Within	Within
	1 year	1 year
	\$'000	\$'000
Amounts owed by Group undertakings:		
Fellow subsidiary undertakings	215,281	132,347
Tax receivable	2,443	1,282
	<u>217,724</u>	<u>133,629</u>

Amounts owed by Group undertakings are repayable on demand and the majority of the balance bears interest at an effective average interest rate of 0.81%.

9. Creditors: amounts falling due within one year

	2015	2014
	\$'000	\$'000
Amounts owed to Group undertakings:		
Fellow subsidiary undertakings	3,941	460
Other creditors	681	83
	<u>4,622</u>	<u>543</u>

Amount owed to Group undertakings are repayable on demand and are not interest bearing.

10. Called up share capital

	2015	2014
	\$'000	\$'000
Authorised		
700,000,000 (2014: 700,000,000) ordinary shares of US\$1 each	700,000	700,000
Allotted, called up and fully paid		
199,500,001 (2014: 199,500,001) ordinary shares of US\$1 each	<u>199,500</u>	<u>199,500</u>

SHELL GAS HOLDINGS (MALAYSIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2015

11. Related party transactions

Related parties comprise entities incorporated as Group companies.

During the year the entity received dividends from the following related parties.

	2015	2014
	\$'000	\$'000
Dividends received:		
Shell MDS (Malaysia) Sendirian Berhad	67,044	98,838

12. Dividends

Interim dividends paid during the year amounted to \$482 million (2014: \$1,039 million). This consists of payments of \$2.2155 per share totalling \$442 million on 15 October 2015 and \$0.2005 per share totalling \$40 million on 18 December 2015. No final dividend for the year ended 31 December 2015 has been proposed (2014: \$nil).

13. Events after the end of the reporting period

Interim dividends of \$146 million and \$52.5 million have been paid in March and May 2016 respectively.