EC EXCEL HOLDINGS BERHAD

(Previously known as K. SENG SENG CORPORATION BERHAD)
Registration No. 198501000983 (133427-W)
(Incorporated in Malaysia)

Unaudited Condensed Consolidated Statement of Comprehensive Income for the 6 months ended 30 June 2026

	Note	Current quarter 3 months ended		Cumulative Quarter 6 months ended	
		30/06/2026 RM'000	30/06/2025 RM'000	30/06/2026 RM'000	30/06/2025 RM'000
Revenue	A8	**78,110**	62,128	**159,205**	124,863
Cost of sales		**(61,178)**	(50,765)	**(124,073)**	(101,967)
Gross profit		**16,932**	11,363	**35,132**	22,896
Other income		**682**	203	**815**	747
Selling and distribution expenses		**(1,247)**	(1,062)	**(2,135)**	(2,077)
Administrative expenses		**(5,615)**	(5,313)	**(11,650)**	(11,112)
Other expenses		**(1,540)**	(1,601)	**(3,155)**	(3,181)
Gain/(Loss) on disposal of other investments		**-**	9	**-**	(153)
		(8,402)	(7,967)	**(16,940)**	(16,523)
Operating profit		**9,212**	3,599	**19,007**	7,120
Finance income		**26**	37	**46**	81
Finance costs		**(1,294)**	(1,891)	**(2,631)**	(4,068)
Share of results of an associate		**-**	228	**-**	418
Profit before tax	B8	**7,944**	1,973	**16,422**	3,551
Income tax expense	B5	**(2,345)**	(701)	**(4,969)**	(1,214)
Profit after tax		**5,599**	1,272	**11,453**	2,337
Total Comprehensive income for the period		**5,599**	1,272	**11,453**	2,337
Profit Attributable To:					
Owners of the Company		**3,812**	1,234	**6,370**	2,280
Non-controlling interests		**1,787**	38	**5,083**	57
		5,599	1,272	**11,453**	2,337
Total comprehensive income attributable to :					
Owners of the Company		**3,812**	1,234	**6,370**	2,280
Non-controlling interests		**1,787**	38	**5,083**	57
		5,599	1,272	**11,453**	2,337
Earnings per ordinary share					
Basic (Sen)	B11	**1.76**	0.64	**3.04**	1.18
Diluted (Sen)	B11	**1.70**	0.54	**2.89**	1.00

(The above Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.)

EC EXCEL HOLDINGS BERHAD

(Previously known as K. SENG SENG CORPORATION BERHAD)
Registration No. 198501000983 (133427-W)
(Incorporated in Malaysia)

Unaudited Condensed Consolidated Statement of Financial Position as at 30 June 2026

	Note	Unaudited As at 30/06/2026 RM'000	Audited As at 31/12/2025 RM'000
ASSETS			
Non-current assets:			
Property, plant and equipment		**62,638**	49,273
Goodwill on consolidation		**4,212**	-
Investment in an associate		**-**	13,789
Intangible asset		**46**	93
Total non-current assets		**66,896**	63,155
Current assets:			
Inventories		**78,580**	64,588
Trade receivables		**86,387**	72,791
Other receivables, deposits and prepayments		**27,686**	14,945
Contract assets		**22,350**	21,455
Amount due from an associate		**-**	80
Current tax assets		**1,091**	1,848
Other investments		**41,474**	41,474
Deposits, cash and bank balances		**32,322**	16,560
Total current assets		**289,890**	233,741
TOTAL ASSETS		**356,786**	296,896
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		**126,260**	118,693
Retained profits		**46,888**	40,518
		173,148	159,211
Non-controlling interests		**23,153**	3,228
TOTAL EQUITY		**196,301**	162,439

Unaudited Condensed Consolidated Statement of Financial Position as at 30 June 2026 (Contd.)

	Note	Unaudited As at 30/06/2026 RM'000	Audited As at 31/12/2025 RM'000
EQUITY AND LIABILITIES (Contd.)			
Non-current liabilities			
Borrowings	B7	**27,208**	26,463
Deferred tax liabilities		**1,030**	446
Total non-current liabilities		**28,238**	26,909
Current Liabilities:			
Trade payables		**43,622**	23,648
Other payables and accruals		**4,620**	11,585
Amounts due to directors		**2,654**	-
Contract liabilities		**2,752**	4,137
Borrowings	B7	**73,303**	66,917
Bank overdrafts	B7	**408**	1,229
Current tax liabilities		**4,888**	32
Total current liabilities		**132,247**	107,548
TOTAL LIABILITIES		**160,485**	134,457
TOTAL EQUITY AND LIABILITIES		**356,786**	296,896
Net assets per share (RM)		**0.94**	0.80

(The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.)

EC EXCEL HOLDINGS BERHAD

(Previously known as K. SENG SENG CORPORATION BERHAD)
Registration No. 198501000983 (133427-W)
(Incorporated in Malaysia)

Unaudited Condensed Consolidated Statement of Changes in Equity for the 6 months ended 30 June 2026

	Note	<--- Attributable to owners of the Company --->				
		Share Capital RM'000	Retained Profits RM'000	Total RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
Balance at as at 01/01/2025		106,022	34,432	**140,454**	3,165	**143,619**
Total comprehensive income for the year		-	6,086	**6,086**	63	**6,149**
Issuance of shares		12,671	-	**12,671**	-	**12,671**
Balance as at 31/12/2025		**118,693**	**40,518**	**159,211**	**3,228**	**162,439**
Balance as at 01/01/2026		118,693	40,518	**159,211**	3,228	**162,439**
Total comprehensive income for the period		-	6,370	**6,370**	5,083	**11,453**
Exercise of warrants		7,567	-	**7,567**	-	**7,567**
Changes in equity interests in associate company that result in gain of control		-	-	**-**	- 14,842	**-** **14,842**
Balance as at 30/06/2026		**126,260**	**46,888**	**173,148**	**23,153**	**196,301**

(The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.)

EC EXCEL HOLDINGS BERHAD

(Previously known as K. SENG SENG CORPORATION BERHAD)
Registration No. 198501000983 (133427-W)
(Incorporated in Malaysia)

Unaudited Condensed Consolidated Statement of Cash Flows for the 6 months ended 30 June 2026

	6 months ended	
	30/06/2026	**30/06/2025**
	RM'000	**RM'000**
Cash Flows From Operating Activities:		
Profit before tax	**16,422**	3,551
Adjustments for :		
Amortisation of intangible assets	**46**	344
Depreciation of property, plant and equipment	**3,759**	2,354
Property, plant and equipment written off	**-**	75
Reversal of impairment loss on trade receivables	**(13)**	(29)
Impairment loss on trade receivables	**30**	30
Gain on disposal property, plant and equipment	**(40)**	(30)
Interest expense	**2,631**	4,068
Interest income	**(46)**	(81)
Inventories written down	**4**	4
Loss on remeasurement of previously held interest in an associate	**292**	-
Share of results of an associate	**-**	(418)
Dividend income	**(286)**	(265)
Operating profit before changes in working capital	**22,799**	9,603
Changes in Working Capital		
Inventories	**(6,667)**	6,394
Trade and other receivables	**(18,545)**	15,331
Trade and other payables	**10,963**	(2,578)
Contract assets	**(895)**	6,143
Contract liabilities	**(2,099)**	(10,914)
	(17,243)	14,376
Cash generated from operations	**5,556**	23,979
Interest received	**46**	81
Income tax paid	**(2,323)**	(1,234)
Income tax refunded	**1,014**	-
	(1,263)	(1,153)
Net cash generated from operating activities	**4,293**	22,826

Unaudited Condensed Consolidated Statement of Cash Flows for the 6 months ended 30 June 2026 (Contd.)

	6 months ended	
	30/06/2026	**30/06/2025**
	RM'000	**RM'000**
Cash Flows From Investing Activities:		
Proceeds from disposal of property, plant and equipment	**42**	46
Purchase of property, plant and equipment	**(1,894)**	(2,213)
Acquisition of other investments	**(4,334)**	(1,786)
Acquisition of interest in an associate, resulting in a subsidiary	**496**	-
Dividend received	**286**	265
Net cash used in investing activities	**(5,404)**	(3,688)
Cash Flows From Financing Activities:		
Proceeds from issuance of ordinary shares	**7,568**	10,643
Net proceed from bankers' acceptances	**9,573**	(22,170)
Net repayment from hire purchase payables	**(1,558)**	
Net repayment from lease liabilities	**(981)**	(994)
Net drawdown from term loan	**120**	144
Advances from an associate	**80**	-
Advances from director	**1,950**	-
Interest paid	**(2,631)**	(4,068)
Net cash generated from/(used in) financing activities	**14,121**	(16,445)
Net increase in cash and cash equivalents	**13,010**	2,693
Cash and cash equivalents at beginning of the year	**11,217**	11,874
Cash and cash equivalents at end of the period	**24,227**	14,567
Cash and Cash Equivalents Comprise:		
Deposits, cash and bank balances	**32,322**	20,068
Less: Bank overdrafts	**(408)**	(1,423)
Less: Non-short term deposits placed with licensed banks	**(7,687)**	(4,078)
	24,227	14,567

(The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.)

Unaudited Report on Consolidated Results for the 6 months ended 30 June 2026

Notes to the interim financial report

Part A: Explanatory Notes Pursuant to the Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in compliance with Malaysian Financial Reporting Standards (MFRS) 134: Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (MASB), and Chapter 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad (Bursa Securities).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31/12/2025. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31/12/2025.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent annual financial statements for the year ended 31/12/2025 except for the adoption of the following new MFRS and amendments/improvement to MFRSs:-

Adoption of amendments to MFRSs

The Group and the Company have adopted the following applicable amendments to MFRSs for the current financial year:

MFRS 121	The Effects of Changes in Foreign Exchange Rates (Lack of Exchangeability)

The above amendments to MFRSs effective during the financial year do not have any significant impact to the financial results and position of the Group and of the Company.

New MFRSs and amendments to MFRSs that have been issued, but yet to be effective

		Effective for finacial Periods beginning on or after
New MFRSs		
MFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments MFRSs		
MFRS1	First-time Adoption of Malaysian Financial Reporting Standards	1 January 2026
MFRS7	Financial Instruments: Disclosures	1 January 2026
MFRS9	Financial Instruments	1 January 2026
MFRS10	Consolidated Financial Statements	1 January 2026/Deferred
MFRS107	Statement of Cash Flows	1 January 2026
MFRS128	Investments in Associates and Joint Ventures	Deferred

The adoption of the new MFRSs and amendments to MFRSs are not expected to have any significant impact to the financial statements of the Group and of the Company.

A2. Audit report qualification and status of matters raised

The audit report of the Group's annual financial statements for the year ended 31/12/2025 did not contain any qualifications.

A3. Seasonality or Cyclical Factors

The Group's performance is not materially affected by any seasonal or cyclical factors.

Unaudited Report on Consolidated Results for the 6 months ended 30 June 2026 (Cont'd)

Notes to the interim financial report (Cont'd)

Part A: Explanatory Notes Pursuant to the Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting (Cont'd)

A4. Unusual Items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items of nature, size or incidence that affect the assets, liabilities, equity, net income or cash flows of the Group during the current quarter and year ended 30/06/2026.

A5. Material Changes in estimates

There were no changes in estimates that have had materially affected the Group during the current quarter and cumulative quarter under review.

A6. Issuances, repurchases and repayments of debts and equity instruments

There were no issuances, repurchases and repayments of debt and equity securities, shares buy-back, shares cancellation, shares held as treasury shares or resale of treasury shares during the current quarter under review.

A7. Dividends paid

There were no dividends paid during the current quarter ended 30/06/2026.

A8. Operating Segment Information

For management purposes, the Company is engaged in investment holding related activities. The Group categories its business units based on their products and services, and has five reportable operating segments as follows:

a) The stainless steel and metal-related products segment consist of the following:-

(i) Manufacturing and processing of secondary stainless steel products namely stainless steel sheets, tubes and water pipes and fittings; trading of secondary stainless steel long products namely stainless steel round, angles and flat bars;
(ii) Trading of secondary stainless steel long products namely stainless steel round, angles and flat bars; and

(iii) Trading of other metal-related products, namely aluminium, copper, bronze and brass, etc.;

b) The marine hardware & consumable segment is in the business of trading of marine hardware;

c) Trading of industrial hardware including marine hardware and consumables, flexible cables and rubber conveyor belts;

d) The engineering works segment consist of the following:-
(i) Engineering, fabricating, supplying and installation of glove dipping lines; and
(ii) Fabricating, supplying and installation of aluminium, glass and aluminium related products for the retail and project businesses; and

e) Manufacturing of high precision tools and dies, moulds and moulds parts, precision jigs, fixtures and mechanical parts.

Results for 3 months ended

	Stainless steel and metal-related products	Marine hardware & consumable	Other industrial hardware	Engineering works (i) & (ii)	Investment holding	High precision metal components	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
30/06/2026							
Revenues from external customers	25,846	5,570	6,454	18,650	8	21,582	**78,110**
Reportable segment gross profit	6,537	1,381	866	2,673	8	5,467	**16,932**
30/06/2025							
Revenues from external customers	30,117	5,610	5,398	20,995	8	-	62,128
Reportable segment gross profit	5,760	1,273	1,185	3,137	8	-	11,363

Unaudited Report on Consolidated Results for the 6 months ended 30 June 2026 (Cont'd)

Notes to the interim financial report (Cont'd)

Part A: Explanatory Notes Pursuant to the Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting (Cont'd)

Results for 6 months ended

	Stainless steel and metal-related products	Marine hardware & consumable	Other industrial hardware	Engineering works (i) & (ii)	Investment holding	High precision metal components	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
30/06/2026							
Revenues from external customers	49,393	10,316	12,200	39,321	16	47,959	**159,205**
Reportable segment gross profit	11,016	2,584	1,724	4,074	16	15,718	**35,132**
30/06/2025							
Revenues from external customers	62,712	10,788	10,802	40,545	16	-	124,863
Reportable segment gross profit	11,914	2,456	2,445	6,065	16	-	22,896

A9. Material events subsequent to the end of the interim period

There were no material events subsequent to the current quarter ended 30/06/2026 up to the date of this interim financial report which may substantially affect the results of the operations of the Group.

A10. Effects of changes in the composition of the Group and financial year-to-date

On 5 January 2026, the Company completed the acquisition of an additional 303,600 ordinary shares in Metalmach Micro Technology Sdn. Bhd. ("MMT"), representing an 11% equity interest, from a third party for a total cash consideration of RM5.12 million. Following the completion, the Company's equity interest in MMT increased from 40% to 51%. Consequently, MMT ceased to be an associate and became a subsidiary of the Company, while its subsidiaries became indirect subsidiaries of the Company.

A11. Changes in contingent liabilities & assets since the last annual financial statements date

There were no changes in the contingent liabilities and assets of the Group since the last audited date of the financial statements.

A12. Capital commitment

There were no capital commitments either contracted upon or otherwise that had affected the Group as at the current quarter ended 30/06/2026.

A13. Related party transactions

The related party transactions ("RPT") undertaken during the current quarter comprise normal sales and purchase transactions in the ordinary course of business, amounting to RM55,570.50 in sales and RM72,025.20 in purchases.

Unaudited Report on Consolidated Results for the 6 months ended 30 June 2026 (Cont'd)

Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad

Part B: Explanatory Notes Pursuant to Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

B1. Review of performance

	Current Quarter			Cumulative Quarter		
	30/06/2026 RM'000	30/06/2025 RM'000	Changes %	30/06/2026 RM'000	30/06/2025 RM'000	Changes %
Revenue	**78,110**	62,128	25.7	**159,205**	124,863	27.5
Operating Profit	**9,212**	3,599	156.0	**19,007**	7,120	167.0
Profit Before Interest and Tax	**9,212**	3,827	140.7	**19,007**	7,538	152.1
Profit Before Tax	**7,944**	1,973	302.6	**16,422**	3,551	362.5
Profit After Tax	**5,599**	1,272	340.2	**11,453**	2,337	390.1
Profit Attributable to owners of the Company	**3,812**	1,234	208.9	**6,370**	2,280	179.4

For the quarter ended 30/06/2026, the Group reported revenue of RM78.11 million, representing a increase of RM15.98 million or 25.72% compared to RM62.13 million recorded in the corresponding quarter of the previous financial year. The increase was primarily attributable to the Group's expansion into precision manufacturing through its controlling stake in Metalmach which has contributed RM21.58 million or 27.63% of the Group's revenue.

The Group reported a profit before tax of RM7.94 million for the quarter ended 30/06/2026, compared to RM1.97 million in the corresponding period of the previous financial year. The significant increase in profit was mainly attributable to the contribution from Metalmach, while certain existing segments recorded lower profitability during the quarter.

Stainless Steel and Metal-Related Products Segment:

The stainless steel and metal-related products segment recorded revenue of RM25.85 million for the current quarter ended 30 June 2026, a decrease of RM4.27 million or 14.18% compared with RM30.12 million in the corresponding quarter of the previous financial year. The decrease was primarily attributable to lower sales volume during the current quarter.

Nevertheless, the segment's gross profit increased by RM0.78 million or 13.49%, from RM5.76 million to RM6.54 million. Consequently, the gross profit margin improved by 6.17 percentage points, from 19.12% to 25.29%, mainly due to a more favourable product mix, with a higher contribution from higher-margin products during the quarter.

Marine Hardware and Consumable Segment:

The marine hardware and consumables segment recorded revenue of RM5.57 million and gross profit of RM1.38 million for the current quarter. Although segment revenue decreased marginally by RM0.04 million or 0.71%, from RM5.61 million to RM5.57 million, gross profit increased by RM0.11 million or 8.48%, from RM1.27 million to RM1.38 million. Consequently, the gross profit margin improved by 2.10 percentage points, from 22.69% to 24.79%.

Other Industrial Hardware Segment:

The segment recorded revenue of RM6.45 million for the current quarter, an increase of RM1.06 million or 19.56% compared with RM5.40 million in the corresponding quarter of the previous financial year. However, gross profit decreased by RM0.32 million or 26.92%, from RM1.19 million to RM0.87 million. Consequently, the gross profit margin declined by 8.53 percentage points, from 21.95% to 13.42%, primarily due to an unfavourable product mix and higher cost of sales during the quarter.

Engineering Works Segment:

The engineering works segment, which is principally involved in the fabrication, supply and installation of aluminium, glass and aluminium-related products, recorded revenue of RM18.65 million for the current quarter, a decrease of RM2.35 million or 11.17% compared with RM21.00 million in the corresponding quarter of the previous financial year. Segment gross profit decreased by RM0.46 million or 14.79%, from RM3.14 million to RM2.67 million. Consequently, the gross profit margin declined by 0.61 percentage points, from 14.94% to 14.33%, mainly due to lower margins from engineering projects during the quarter.

High-Precision Metal Components Segment:

Following the Group's expansion into the high-precision metal components segment through the acquisition of a controlling interest in Metalmach in January 2026, the segment recorded revenue of RM21.58 million for the current quarter, representing 27.63% of the Group's total revenue. The segment contributed gross profit of RM5.47 million, representing 32.29% of the Group's total gross profit, and achieved a gross profit margin of 25.33%.

Unaudited Report on Consolidated Results for the 6 months ended 30 June 2026 (Cont'd)

Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

Part B: Explanatory Notes Pursuant to Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

B2. Comparison with immediate preceding quarter's results

	Current Quarter	Immediate Preceding Quarter	Changes
	30/06/2026 RM'000	31/03/2026 RM'000	(%)
Revenue	**78,110**	81,095	(3.7)
Operating Profit	**9,212**	9,795	(6.0)
Profit Before Interest and Tax	**9,212**	9,795	(6.0)
Profit Before Tax	**7,944**	8,478	(6.3)
Profit After Tax	**5,599**	5,854	(4.4)
Profit Attributable to owners of the Company	**3,812**	2,558	49.0

Revenue for the current quarter decreased by RM2.99 million or 3.68%, from RM81.10 million in the preceding quarter to RM78.11 million. Profit before tax decreased by RM0.53 million or 6.30%, from RM8.48 million to RM7.94 million.

The decrease in revenue was mainly attributable to the high-precision metal components segment, whose revenue declined by RM4.79 million or 18.18%, from RM26.38 million to RM21.58 million, and the engineering works segment, whose revenue decreased by RM2.02 million or 9.78%, from RM20.67 million to RM18.65 million.

The high-precision metal components segment's gross profit margin declined by 13.53 percentage points, from 38.86% to 25.33%. In contrast, the engineering works segment's gross profit margin improved by 7.56 percentage points, from 6.77% to 14.33%.

Meanwhile, the stainless steel and metal-related products segment recorded an increase in revenue of RM2.30 million or 9.76%, from RM23.55 million to RM25.85 million. Its gross profit increased by RM2.06 million or 45.95%, from RM4.48 million to RM6.54 million, while its gross profit margin improved by 6.27 percentage points, from 19.02% to 25.29%.

B3. Commentary on prospects

The Group remains focused on strengthening its financial position through disciplined cost management, prudent working capital management and the preservation of adequate liquidity. In view of prevailing market uncertainties, competitive pressures and fluctuations in input costs, the Group will continue to exercise caution in undertaking new projects and committing additional resources.

At the same time, the Group remains positive about the business environment and the opportunities available across the construction, manufacturing and related industries. The Group will continue to expand its customer base, explore new geographical markets and broaden its range of products and services, particularly in aluminium fabrication, stainless steel water piping and plumbing solutions, and high-precision metal components.

The Group will selectively tender for projects that offer acceptable margins, manageable execution risks and sustainable returns. Barring unforeseen circumstances, the Board remains cautiously optimistic about the Group's performance for the financial year ending 31 December 2026 and will continue to closely monitor its operations, cash flows and financial commitments.

B4. Profit forecast or profit guarantee

Not applicable as the Group has not issued any profit forecast or profit guarantee in a public document.

B5. Taxation

	Current Quarter		Cumulative Quarter	
	30/6/2026 RM'000	30/6/2025 RM'000	30/6/2026 RM'000	30/6/2025 RM'000
Current income tax				
- for the financial period	**2,345**	701	**4,913**	1,214
- under provision in prior financial period	**-**	-	**56**	-
	2,345	701	**4,969**	1,214

Income tax expense is recognised in each interim period based on the best estimate of the income tax payable for the current quarter. The Group's effective tax rates for the current quarter and financial period-to-date were approximately 29.5% and 30.3%, respectively, which were higher than the Malaysian statutory tax rate of 24%, mainly due to non-deductible expenses and tax losses incurred by certain subsidiaries for which deferred tax assets were not recognised.

Unaudited Report on Consolidated Results for the 6 months ended 30 June 2026 (Cont'd)

Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

Part B: Explanatory Notes Pursuant to Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

B6. Status of corporate proposals

Utilisation of proceeds

The summary of the utilisation of proceeds from Private Placement is as follows:-

The Private Placement was completed on 11/01/2021 and RM10,257,250 were received.

To-date, the Company fully utilise the Private Placement Proceeds and the breakdown are as follows: -

Purpose	Private Placement received	Actual utilisation	Unutilised Proceed	Initial Time Frame for Utilisation	Extended Time Frame for Utilisation
	RM'000	RM'000	RM'000		
(i) Business Expansion	5,000	5,000	-	-	-
(ii) Working Capital	5,157	5,157	-	-	-
(iii) Defray estimated expenses	100	100	-	-	-
	10,257	10,257	-		

The construction of the new office building is expected to be completed by end of year 2026.

B7. Details of Group borrowings and debts securities

The Group's borrowings securities denominated in Malaysian Ringgit as at 30/06/2026 are as follows:-

	As at 30/6/2026 RM'000	31/12/2025 RM'000
Secured		
Non-current:		
Term loans	**22,341**	20,452
Lease liabilities	**4,867**	6,011
Borrowings - Non-Current	**27,208**	26,463
Current:		
Term loans	**962**	1,048
Bills and other trade financing liabilities	**59,944**	50,158
Margin facilities	**7,920**	12,152
Lease liabilities	**4,477**	3,559
	73,303	66,917
Bank overdrafts	**408**	1,229
Borrowings - Current	**73,711**	68,146
Total Borrowings	**100,919**	94,609

Unaudited Report on Consolidated Results for the 6 months ended 30 June 2026 (Cont'd)

Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

Part B: Explanatory Notes Pursuant to Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

B8. Profit before taxation

Profit before taxation is arrived at after charging/(crediting):

	Current Quarter		Cumulative Quarter	
	30/06/2026	**30/06/2025**	**30/06/2026**	**30/06/2025**
	RM'000	RM'000	**RM'000**	RM'000
1) Other income				
Dividend income	**214**	43	**286**	265
2) Administration expenses & Cost of sales:				
Depreciation of properties, plant & equipment	**1,550**	1,270	**4,195**	2,354
Property, Plant & Equipment written off	**-**	56	**-**	75
Employee benefit expenses	**8,496**	4,997	**17,854**	10,785
3) Other (gains)/expenses:				
Amortisation of intangible assets - balance contracts	**23**	172	**46**	344
Inventories written down	**2**	4	**4**	4
Impairment loss on trade receivables	**15**	15	**30**	30
Reversal of impairment loss on trade receivables	**(3)**	(15)	**(13)**	(29)
Realised gain on foreign exchange	**(158)**	(19)	**(158)**	(19)
Gain on disposal of properties, plant & equipment	**-**	(26)	**(40)**	(30)
(Gain)/Loss on disposal of other investments	**-**	(9)	**-**	153
4) Finance costs/(income):				
Interest income	**(26)**	(37)	**(46)**	(81)
Bank overdrafts	**24**	88	**66**	175
Bankers acceptance	**524**	1,281	**1,371**	2,876
Lease liabilities	**132**	138	**264**	254
Term loan	**242**	245	**476**	481
Margin interests	**362**	130	**362**	263
Other interests	**10**	9	**92**	19

Save as disclosed above, the other disclosure items pursuant to Paragraph 16, Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable.

B9. Changes in Material Litigations

The Group is not engaged in any material litigation either as plaintiff or defendant and the directors do not have any knowledge of any proceedings pending which might materially and adversely affect the financial position or business of the Group for the current quarter ended 30/06/2026.

B10. Proposed Dividends

The Directors do not recommend any dividends for the current quarter ended 30/06/2026.

Unaudited Report on Consolidated Results for the 6 months ended 30 June 2026 (Cont'd)

Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

Part B: Explanatory Notes Pursuant to Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

B11. Earnings per share

(a) The earnings used as the numerator in calculating Basic and Diluted earnings per share (EPS) for the current quarter and cumulative quarter ended 30/06/2026 are as follows:

	Current Quarter RM'000	Cumulative Quarter RM'000
Profit for the financial period attributable to owners of the Parent (used as numerator for the Basic EPS)	3,812	6,370

(b) The weighted average number of ordinary shares used in the denominator in calculating Basic and Diluted earnings per share for the current quarter and cumulative quarter ended 30/06/2026 are as follows:

	Current Quarter '000	Cumulative Quarter '000
Weighted average number of ordinary shares in issue (used as denominator for the Basic EPS)	216,008	209,478
Adjustment for assumed exercise of warrants	8,471	11,257
Weighted average number of ordinary shares in issue (used as denominator for the Diluted EPS)	224,479	220,735
Basic EPS (Sen)	1.76	3.04
Diluted EPS (Sen)	1.70	2.89

B12. Authorisation for issue

The interim unaudited financial report was duly reviewed by Audit and Risk Management Committee and approved by the Board of Directors on 27/08/2026.