

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025

A. Condensed Interim Consolidated Statement of Profit and Loss and Other Comprehensive Income for HY2026 and HY2025

	Note	Group		
		RM'000		%
		HY2026 (Unaudited)	HY2025 (Unaudited)	Increase/ (Decrease)
Revenue		50,949	39,557	28.8%
Cost of sales		(38,237)	(28,988)	31.9%
Gross profit		12,712	10,569	20.3%
Other income				
- Interest		16	17	-5.9%
- Others		119	538	-77.9%
Other gains and losses				
- Reversal of loss allowance on financial assets, net		-	132	NM
- Others		446	108	313.0%
Expenses				
- Selling and distribution		(2,187)	(1,914)	14.3%
- Administrative		(7,312)	(6,749)	8.3%
- Finance		(1,612)	(1,832)	-12.0%
		2,182	869	151.1%
Share of loss of associated companies		-	(203)	NM
Profit before income tax	6	2,182	666	227.6%
Income tax expense	7	(390)	(174)	124.1%
Net profit for the financial period		1,792	492	264.2%
Other comprehensive loss:				
Exchange loss arising from translation of foreign operations		-	(7)	NM
Other comprehensive loss for the financial period, net of tax		-	(7)	NM
Total comprehensive income		1,792	485	269.5%
Net profit attributable to:				
Equity holders of the Company		1,635	491	233.0%
Non-controlling interests		157	1	NM
		1,792	492	264.2%

NM: Not meaningful

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		Group		
		RM'000		%
	Note	HY2026 (Unaudited)	HY2025 (Unaudited)	Increase/ (Decrease)
Total comprehensive income attributable to:				
Equity holders of the Company		1,635	484	237.8%
Non-controlling interests		157	1	NM
		1,792	485	269.5%
 Earnings Per Share (Malaysian sen)				
- Basis	9	6.21	1.86*	
- Diluted	9	6.21	1.86*	

NM: Not meaningful

- * With the completion of share consolidation of every four (4) existing shares into one (1) consolidated share on 16 July 2025, prior period comparatives for earnings per share were restated per SFRS(I) 1-33 through retrospective application of the consolidation factor of 4 to the weighted average number of shares.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025

B. Condensed Interim Statements of Financial Position

	Note	Group		Company	
		As at 30/9/25 (Unaudited)	As at 31/3/25 (Audited)	As at 30/9/25 (Unaudited)	As at 31/3/25 (Audited)
		RM'000	RM'000	RM'000	RM'000
ASSETS					
Current assets					
Cash and bank balances		14,934	16,563	111	107
Trade and other receivables		35,163	27,788	29,150	29,326
Inventories		10,677	9,405	-	-
Other current assets		10,962	8,542	-	-
Other investment	11	5,386	4,925	5,386	4,925
Income tax recoverable		1,052	1,199	-	-
		78,174	68,422	34,647	34,358
Non-current assets					
Property, plant and equipment	12	42,266	43,436	-	-
Investment properties	13	5,453	5,482	-	-
Investments in subsidiary corporations		-	-	19,654	19,654
		47,719	48,918	19,654	19,654
Total assets		125,893	117,340	54,301	54,012
LIABILITIES					
Current liabilities					
Trade and other payables		27,755	16,967	4,281	3,915
Borrowings	14	28,585	30,435	-	-
Lease liabilities	15	2,125	2,408	-	-
		58,465	49,810	4,281	3,915
Non-current liabilities					
Borrowings	14	17,656	18,946	-	-
Lease liabilities	15	3,614	4,218	-	-
Deferred income tax liabilities		143	143	-	-
		21,413	23,307	-	-
Total liabilities		79,878	73,117	4,281	3,915
NET ASSETS		46,015	44,223	50,020	50,097
EQUITY					
Capital and reserves attributable to equity holders of the Company					
Share capital	16	30,158	30,158	30,158	30,158
Currency translation reserve		(56)	(56)	-	-
Retained earnings		14,748	13,113	19,862	19,939
		44,850	43,215	50,020	50,097
Non-controlling interests		1,165	1,008	-	-
Total equity		46,015	44,223	50,020	50,097

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C. Condensed Interim Statements of Changes in Equity

Group	Share capital	Currency translation reserve	Retained earnings	Equity attributable to equity holders of the Company	Non-controlling Interest	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 April 2025	30,158	(56)	13,113	43,215	1,008	44,223
Net profit for the financial period	-	-	1,635	1,635	157	1,792
Balance as at 30 September 2025	30,158	(56)	14,748	44,850	1,165	46,015
Balance as at 1 April 2024	30,158	(132)	2,085	32,111	999	33,110
Net profit for the financial period	-	-	491	491	1	492
Other comprehensive loss for the financial period	-	(7)	-	(7)	-	(7)
Balance as at 30 September 2024	30,158	(139)	2,576	32,595	1,000	33,595

Company	Share capital	Currency translation reserve	Retained earnings	Equity attributable to equity holders of the Company	Non-controlling Interest	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 April 2025	30,158	-	19,939	50,097	-	50,097
Total comprehensive loss for the financial period	-	-	(77)	(77)	-	(77)
Balance as at 30 September 2025	30,158	-	19,862	50,020	-	50,020
Balance as at 1 April 2024	30,158	-	1,584	31,742	-	31,742
Total comprehensive loss for the financial period	-	-	(2,210)	(2,210)	-	(2,210)
Balance as at 30 September 2024	30,158	-	(626)	29,532	-	29,532

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D. Condensed Interim Consolidated Statement of Cash Flows

	Group	
	RM'000	
	HY2026 (Unaudited)	HY2025 (Unaudited)
Cash flows from operating activities		
Net profit	1,792	492
Adjustments for:		
- Income tax expense	390	174
- Depreciation of property, plant and equipment	1,738	1,463
- Depreciation of investment properties	29	29
- Depreciation of right-of-use assets	149	60
- Gain on disposal of property, plant and equipment	(3)	-
- Fair value gain on financial assets, at FVPL	(461)	-
- Gain on disposal of a subsidiary corporation	-	(121)
- Share of losses of associated companies	-	203
- Interest income	(16)	(17)
- Interest expense	1,612	1,832
- Unrealised currency translation gain	-	(7)
	5,230	4,108
Change in working capital		
- Trade and other receivables	(7,375)	(2,360)
- Inventories	(1,272)	(1,445)
- Other current assets	(2,420)	(342)
- Trade and other payables	10,788	121
- Bills payable	(1,725)	2,886
Cash provided by operations	3,226	2,968
Interest paid	(867)	(947)
Interest received	16	17
Income tax paid	(243)	(130)
Net cash provided by operating activities	2,132	1,908
Cash flow from investing activities		
Additions to property, plant and equipment	(312)	(481)
Proceeds from disposals of property, plant and equipment	3	-
Disposal of a subsidiary corporation, net of cash	-	33
Net cash used in investing activities	(309)	(448)

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	Group	
	RM'000	
	HY2026 (Unaudited)	HY2025 (Unaudited)
Cash flows from financing activities		
Short-term bank deposits pledged	(16)	(17)
Repayment of bank borrowings	(1,413)	(1,289)
Repayment of lease liabilities	(1,292)	(1,299)
Interest paid	(745)	(885)
Net cash used in financing activities	(3,466)	(3,490)
Net decrease in cash and cash equivalents	(1,643)	(2,030)
Cash and cash equivalents at beginning of financial period	5,129	(4,263)
Cash and cash equivalents at end of financial period	3,486	(6,293)

Note:

For the purpose of presenting the statement of cash flows, the cash and cash equivalents comprise the following:

	Group	
	RM'000	
	HY2026 (Unaudited)	HY2025 (Unaudited)
Cash and bank balances	14,934	6,206
Less: Short-term bank deposits pledged	(1,215)	(1,183)
Less: Bank overdraft	(10,233)	(11,316)
Cash and cash equivalents at end of financial period per Statement of Cash Flows	3,486	(6,293)

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E. Notes to the Condensed Interim Consolidated Financial Statements

1. General information

MSM International Limited (the "Company") is listed on the Catalist Board of Singapore Exchange Securities Trading Limited ("SGX-ST"), which is incorporated and domiciled in Singapore. The address of its registered office is 36 Robinson Road, #20-01 City House Singapore 068877. The principal place of business of the subsidiary corporations is located at Lot 1909, Jalan KPB 5, Kawasan Perindustrian Kampung Baru Balakong, 43300 Seri Kembangan, Selangor Darul Ehsan, Malaysia.

The principal activity of the Company is that of investment holding.

The principal activities of the subsidiary corporations are as follows:

Name of subsidiary corporations	Principal activities
<u>Held by the Company</u>	
MSM Metal Industries Sdn. Bhd.	Contract manufacturing of all metal products
MSM Equipment Manufacturer Sdn. Bhd.	Contract manufacturing of kitchen equipment and sale of standard kitchen equipment
MSM Kitchen Sdn. Bhd.	Sale and servicing of standard kitchen equipment products
Toyomi Engineering Sdn. Bhd.	Sale and servicing of metal parts and kitchen equipment, and design consultancy and installation works
FIC Kitchen Technology Sdn. Bhd.	Manufacturing, sale and servicing of refrigeration appliances
OMS Technology Sdn. Bhd.	Design, consultancy and installation works for cleanrooms and laboratories
Flexacon Automation System Sdn. Bhd.	Trading, design and supply of machine, conveyor system
MSM Metal (S) Pte. Ltd.	Trading and servicing of metal parts and kitchen equipment
<u>Held by the MSM Equipment Manufacturer Sdn. Bhd.</u>	
MSM R Kitchen Sdn. Bhd.	Trading and servicing of metal parts and kitchen equipment

The Company's holding corporation is Triumphant Hope Sdn. Bhd., incorporated in Malaysia.

2. Basis of preparation

These unaudited condensed interim financial statements for the six months ended 30 September 2025 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)s") 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim consolidated financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual consolidated financial statements for the financial year ended 31 March 2025.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The financial statements are presented in Malaysian Ringgit ("RM") and all values are rounded up to the nearest thousand ("RM'000") except as otherwise indicated.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025

2.1 New and amended standards adopted by the Group

Other than the adoption of the new and amended standards from prior reporting year, there were no changes in accounting policies and methods of computation adopted in the condensed interim consolidated financial statements as compared to the last audited consolidated financial statements for the financial year ended 31 March 2025, which were in accordance with SFRS(I)s.

2.2 Critical judgements, assumptions and estimation uncertainties

The judgement made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the audited consolidated financial statements as at and for the financial year ended 31 March 2025.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3. Seasonal operations

The Group's business is not affected significantly by seasonal or cyclical factors during the financial period.

4. Segment and revenue information

4.1 Reportable segments

For the 6 months ended 30 September 2025

	OEM contract manufacturing RM'000	Cleanroom & laboratories RM'000	Kitchen appliances, equipment and related services RM'000	Total RM'000
Revenue				
- Sales to external parties	25,079	9,635	16,235	50,949
Adjusted EBITDA	3,290	664	1,279	5,233
Depreciation of property, plant and equipment and right-of-use assets	1,138	75	674	1,887
Finance expense	1,155	48	409	1,612

For the 6 months ended 30 September 2024

	OEM contract manufacturing RM'000	Cleanroom & laboratories RM'000	Kitchen appliances, equipment and related services RM'000	Total RM'000
Revenue				
- Sales to external parties	16,846	7,110	15,601	39,557
Adjusted EBITDA	1,849	307	2,080	4,236
Depreciation of property, plant and equipment and right-of-use assets	1,071	63	389	1,523
Finance expense	1,323	60	449	1,832

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4.2 Geographical information

Breakdown of Group Revenue by Geographical Regions

	HY2026		HY2025	
	RM'000	%	RM'000	%
Malaysia	48,182	94.6	38,636	97.6
Singapore	2,254	4.4	554	1.4
Indonesia	-	-	83	0.2
Vietnam	-	-	66	0.2
Others	513	1.0	218	0.6
Total	50,949	100.0	39,557	100.0

5. Financial assets and financial liabilities

	Group RM'000		Company RM'000	
	As at 30/9/25 (Unaudited)	As at 31/3/25 (Audited)	As at 30/9/25 (Unaudited)	As at 31/3/25 (Audited)
Financial assets				
Cash and bank balances	14,934	16,563	91	107
Trade and other receivables	35,163	27,788	29,150	29,326
Other current assets	2,663	1,790	-	-
Other investment	5,386	4,925	5,386	4,925
	<u>58,146</u>	<u>51,066</u>	<u>34,627</u>	<u>34,358</u>
Financial liabilities				
Trade and other payables	26,729	16,201	4,281	3,915
Borrowings	46,241	49,381	-	-
Lease liabilities	5,739	6,626	-	-
	<u>78,709</u>	<u>72,208</u>	<u>4,281</u>	<u>3,915</u>

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6. Profit before tax

6.1 Significant items

	HY2026 RM'000	HY2025 RM'000
Depreciation of property, plant and equipment	1,738	1,463
Depreciation of investment properties	29	29
Depreciation of right-of-use asset	149	60
Director remunerations	719	736
Interest expenses	1,612	1,832
Interest income	(16)	(17)
Reversal of loss allowance on financial assets, net	-	(132)
Fair value gain on financial assets, at FVPL	(461)	-
Gain on disposal of property, plant and equipment	(3)	-
Gain on disposal of a subsidiary corporation	-	(121)
Realised foreign exchange loss	18	13
Staff costs	8,068	6,249

6.2 Related party transactions

Key management personnel compensation is as follows:

	HY2026 RM'000	HY2025 RM'000
Salaries, bonuses and allowances	887	884
Directors' fees	90	108
Employer's contribution to defined contribution plans	78	86
Other short-term benefits	227	353
	1,282	1,431

7. Taxation

Included in income tax expenses were:

	HY2026 RM'000	HY2025 RM'000
Income tax		
- current year	390	189
- prior years	-	(15)
	390	174

8. Dividend

No dividend was paid for the current financial period reported on.

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9. Earnings per share ("EPS")

	Group	
	HY2026	HY2025*
Earnings attributable to equity holders of the Company, after deducting any provision for preference dividends (RM'000)	1,635	491
Weighted average number of shares used in computation of basic EPS	26,347,792	26,347,792
Basic earnings attributable to equity holders of the Company (Malaysian sen)	6.21	1.86
Diluted earnings attributable to equity holders of the Company (Malaysian sen)	6.21	1.86

The diluted earnings per share is the same as the basic earnings per share as there were no dilutive potential ordinary shares in the respective financial periods.

* With the completion of share consolidation of every four (4) existing shares into one (1) consolidated share on 16 July 2025, prior period comparatives for weighted average number of shares and earnings per share were restated per SFRS(I) 1-33 through retrospective application of the consolidation factor of 4 to the weighted average number of shares.

10. Net asset value

	Group		Company	
	As at 30/9/2025	As at 31/3/2025*	As at 30/9/2025	As at 31/3/2025*
Net asset value (NAV) (RM'000)	46,015	44,223	50,020	50,097
Number of ordinary shares	26,347,792	26,347,792	26,347,792	26,347,792
NAV per ordinary share (Malaysian sen)	174.64	167.84	189.85	190.14

* With the completion of share consolidation of every four (4) existing shares into one (1) consolidated share on 16 July 2025, prior period comparatives for number of ordinary shares and NAV per ordinary share were restated per SFRS(I) 1-33 through retrospective application of the consolidation factor of 4 to the number of shares.

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11. Other investments

	Group	
	As at 30/9/25 (Unaudited) RM'000	As at 31/3/25 (Audited) RM'000
Financial asset, at FVPL		
<u>Equity securities - Malaysia</u>		
Beginning of financial year	4,925	-
Additions	-	6,618
Fair value gain /(losses)	461	(1,693)
End of financial year	<u>5,386</u>	<u>4,925</u>

12. Property, plant and equipment

During the six months ended 30 September 2025, the Group has acquired assets amounting to RM717,000 (30 September 2024: RM481,000) and disposed a fully depreciated asset with an original cost amount of RM54,000 (30 September 2024: RM Nil).

13. Investment properties

The Group's investment properties are recognised based on cost method.

On 17 March 2025, MSM Metal Industries Sdn. Bhd. ("MSM Metal") has entered into a Construction Agreement with Plustech Engineering and Construction Sdn. Bhd. for the construction of two (2) units of factory on Lot 1861 for a total consideration of approximately RM15.0 million. Concurrently, MSM Metal also entered into a sale and purchase agreement with Pusat Pakaian Hari-Hari Sdn. Bhd. ("Hari-Hari") for the sale of one (1) unit of factory together with the land on which it is built for a consideration of RM18.0 million. For further information, please refer to the Group's announcement dated 17 March 2025.

The finance department of the Group performs the valuation of investment properties required for financial reporting purposes, including Level 3 fair values based on available market transacted data. As at 30 September 2025, management has conducted an assessment on the valuation of the investment properties and is of the view that the fair value of investment properties have not materially changed from 31 March 2025.

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14. Borrowings

Amount repayable in one year or less, or on demand

	Group	
	As at 30/9/25 (Unaudited) RM'000	As at 31/3/25 (Audited) RM'000
Bank overdrafts	10,233	10,235
Bank borrowings	2,736	2,859
Bills payables	15,616	17,341
	<u>28,585</u>	<u>30,435</u>

Amount repayable after one year

	Group	
	As at 30/9/25 (Unaudited) RM'000	As at 31/3/25 (Audited) RM'000
Bank borrowings		
- due within two to five years	6,189	7,780
- due after five years	11,467	11,166
	<u>17,656</u>	<u>18,946</u>

Details of collaterals

All of the above borrowings are fully secured on:

- (i) Legal mortgages over the Group's freehold and leasehold land and buildings and investments properties;
- (ii) Charged over short-term bank deposits;
- (iii) Corporate guarantee; and
- (iv) Joint and personal guarantee of certain directors and controlling shareholders.

15. Lease liabilities

	Group	
	As at 30/9/25 (Unaudited) RM'000	As at 31/3/25 (Audited) RM'000
Current	2,125	2,408
Non-current	3,614	4,218
	<u>5,739</u>	<u>6,626</u>

Lease liabilities as at 30 September 2025 of RM5,297,000 (31 March 2025: RM6,037,000) of the Group are effectively secured over the leased plant and machinery, motor vehicles and computer equipment, as the legal title is retained by the lessor and will be transferred to the Group upon full settlement of the lease liabilities.

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16. Share capital

	Group		Company	
	As at 30/9/25	As at 31/3/25	As at 30/9/25	As at 31/3/25
At beginning and end of interim period	26,347,792	26,347,792*	26,347,792	26,347,792*

On 16 July 2025, the Company has completed the share consolidation exercise to consolidate every four (4) existing ordinary shares in the share capital of the Company (including treasury shares) ("Shares") into one (1) ordinary share in the share capital of the Company ("Consolidated Share"). Upon completion of the share consolidation, the Company's number of ordinary shares was adjusted from 105,391,186 shares to 26,347,792 shares. The share consolidation did not result in a change in the share capital amount.

The Company did not have any outstanding convertibles, subsidiary holdings or treasury shares as at 30 September 2025, 31 March 2025 and 30 September 2024.

* Prior period comparatives for ordinary shares were restated per SFRS(I) 1-33 through retrospective application of the consolidation factor of 4 to the number of shares.

17. Events subsequent to period end

On 15 October 2025, the Company has entered into two conditional share sale agreements with two purchasers to dispose approximately 4% of its shareholding interests, which is equivalent to 10,260,026 ordinary shares, in the capital of Cosmos Technology International Berhad for aggregate cash consideration of RM4,045,980.00. The disposal of the sale shares have partially completed on 15 October 2025 while the remaining balance shall be disposed within one month from the date of the share sale agreement. The transaction did not result in any adjustment to the financial statements for the financial period ended 30 September 2025.

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Other information required by Listing Rule Appendix 7C

1. Review

The condensed consolidated statement of financial position of MSM International Limited and its subsidiaries as at 30 September 2025 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion (this is not required for any audit issue that is a material uncertainty relating to going concern)

- (a) **Update on the efforts taken to resolve each outstanding audit issue**
- (b) **Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

Not applicable

2. Review of performance of the Group

Commentary on Financial Results

Revenue

Segments	HY2026 RM'000	HY2025 RM'000
Original Equipment Manufacturer ("OEM")	25,079	16,846
Kitchen appliances, equipment and related services ("F&B")	16,235	15,601
Cleanroom and laboratories	9,635	7,110
Total	50,949	39,557

Revenue increased by approximately RM11.4 million or 28.8% from approximately RM39.5 million in HY2025 to RM50.9 million in HY2026. This was mainly due to the increase in revenue by OEM segment, F&B segment and cleanroom and laboratories segment of approximately RM8.3 million, RM0.6 million and RM2.5 million respectively.

The increase in the cleanroom and laboratories segment was primarily driven by the general expansion and upgrading efforts by hospitals to meet the growing demand for healthcare services. Meanwhile, the OEM segment's growth was largely attributed to the addition of a new energy sector customer, which contributed RM5.2 million in revenue, along with early signs of recovery in the semiconductor industry.

Cost of sales and gross profit

Cost of sales increased by approximately RM9.2 million or 31.9% from approximately RM29.0 million in HY2025 to approximately RM38.2 million in HY2026 in line with the increase in revenue.

The gross profit margin decreased by 1.7 percentage points from 26.7% in HY2025 to 25.0% in HY2026 despite the increase in revenue due to the major projects secured under the cleanroom and laboratories segment in HY2026 has contributed lower profit margin.

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Selling and distribution expenses

Selling and distribution expenses increased by approximately RM0.3 million or 14.3% from approximately RM1.9 million in HY2025 to approximately RM2.2 million in HY2026. This was mainly due to increase in carriage outwards expenses and commission expenses of approximately RM0.1 million and RM0.2 million respectively in line with the increase in revenue.

Administrative expenses

Administrative expenses increased by approximately RM0.6 million or 8.3% from approximately RM6.7 million in HY2025 to approximately RM7.3 million in HY2026. The increase was mainly due to higher staff salaries of approximately RM0.3 million and an increase in professional fees of approximately RM0.3 million, primarily related to the EGM and associated expenses incurred during the financial period.

Finance expenses

Finance expenses decreased by approximately RM0.2 million or 12.0% from approximately RM1.8 million in HY2025 to approximately RM1.6 million in HY2026 mainly due to the decrease in term loan interest and bills payable interest of approximately RM 0.1 million and RM0.1 million respectively.

Income tax expenses

Income tax expenses stood at RM0.4 million in HY2026, reflecting an increase of approximately RM0.2 million in HY2026. The higher income tax in HY2026 mainly due to higher profit recorded.

Commentary on Financial Position

Trade and other receivables

	Group RM'000	
	As at 30/9/25 (Unaudited)	As at 31/3/25 (Audited)
Trade receivables - net	33,855	26,446
Other receivables - net	1,308	1,342
	35,163	27,788

Trade receivables increased by approximately RM7.4 million from approximately RM26.4 million as at 31 March 2025 to approximately RM33.8 million as at 30 September 2025 mainly due to higher sales recorded in the second quarter of HY2026. The revenue generated during this quarter was not yet due for payment as at 30 September 2025.

Inventories

Inventories increased slightly by approximately RM1.3 million from approximately RM9.4 million as at 31 March 2025 to approximately RM10.7 million as at 30 September 2025 mainly to reserve inventories to be deliver to customers in third quarter of the financial year.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025

Other current assets

	Group RM'000	
	As at 30/9/25 (Unaudited)	As at 31/3/25 (Audited)
Deposits	2,663	1,790
Prepayment	8,299	6,752
	10,962	8,542

Deposits increased by approximately RM0.9 million from approximately RM1.8 million as at 31 March 2025 to approximately RM2.7 million as at 30 September 2025 mainly due to deposits paid to purchase a machinery of RM0.3 million and RM0.3 million for property design and professional fees.

Prepayment increased by approximately RM1.5 million from approximately RM6.8 million as at 31 March 2025 to approximately RM8.3 million as at 30 September 2025 mainly due to higher prepayment paid to supplier to purchase goods to reserve for customer's demand in the subsequent quarter of the financial year.

Other Investment

Other investments increased by approximately RM0.5 million from approximately RM4.9 million as at 31 March 2025 to approximately RM5.4 million as at 30 September 2025 due to fair value gains on investment in equity securities based on quoted share prices on Bursa Malaysia.

Property, plant and equipment

Property, plant and equipment decreased by approximately RM1.2 million from approximately RM43.5 million as at 31 March 2025 to RM42.3 million as at 30 September 2025. This was mainly due to the purchase of approximately RM0.7 million offset by depreciation charges of approximately RM1.9 million.

Trade and other payables

	Group RM'000	
	As at 30/9/25 (Unaudited)	As at 31/3/25 (Audited)
Trade payables	13,653	10,408
Other payables	14,102	6,559
	27,755	16,967

Trade payables has increased by approximately RM3.2 million from approximately RM10.4 million as at 31 March 2025 to approximately RM13.6 million as at 30 September 2025 in line with increase in sales.

Other payables has increased by approximately RM7.5 million from approximately RM6.6 million as at 31 March 2025 to approximately RM14.1 million as at 30 September 2025. The increase was mainly due to increase in accrued purchases of approximately RM4.7 million, deposits received from a property buyer amounting to RM2.0 million, and deposits received from customers totaling RM0.6 million.

**CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS
ENDED 30 SEPTEMBER 2025**

Borrowings

	Group RM'000	
	As at 30/9/25 (Unaudited)	As at 31/3/25 (Audited)
Bills payables	15,616	17,341
Bank loans	20,392	21,805
Bank overdrafts	10,233	10,235
Total borrowings	46,241	49,381

Total borrowings decreased by approximately RM3.1 million from approximately RM49.3 million as at 31 March 2025 to approximately RM46.2 million as at 30 September 2025. This was mainly due to decrease in bills payables and bank loans of approximately RM1.7 million and RM1.4 million respectively.

Lease liabilities

Lease liabilities decreased by approximately RM0.9 million from approximately RM6.6 million as at 31 March 2025 to approximately RM5.7 million as at 30 September 2025 due to repayment of approximately RM1.3 million netted off against additions of RM0.4 million.

Commentary on Cash Flow

The Group recorded net cash provided by operating activities of approximately RM2.1 million for HY2026. This was derived from operating profit before working capital changes of approximately RM5.2 million, adjusted net working capital outflow of approximately RM2.0 million, net interest and income tax paid of approximately RM1.1 million.

Net cash used in investing activities amounted to approximately RM0.3 million mainly due to purchase of plant and equipment.

Net cash used in financing activities amounted to approximately RM3.5 million mainly due to repayment of bank borrowings, lease liabilities and interest paid.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025

3. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

No specific forecast or prospect statement has been previously disclosed to the shareholders.

4. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next operating period and the next 12 months

The Directors are of the view that the outlook for the Group's businesses for the next 12 months remain challenging due to competitive pressures within the industry, evolving global and domestic tax regulations and uncertain economic environment. To maintain its competitive advantage, the Group will continue to explore opportunities to expand its business in all segments both locally and abroad, via the development of new products, strategic investments, acquisitions and joint ventures with potential business partners.

5. Dividend

(a) Current financial period reported on - Any dividend declared for the current financial period reported on?

No

(b) Corresponding period of the immediately preceding financial year - Any dividend declared for the corresponding period of the immediately preceding financial year?

No

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable

(d) Date payable

Not applicable

(e) Record date

Not applicable

6. If no dividend has been declared/recommended, a statement to that effect and the reason(s) for the decision.

No dividend has been declared / recommended for the HY2026 in order to preserve capital for business growth.

7. If the group has obtained a general mandate from shareholders for interested person transactions ("IPT"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group does not have a general mandate from shareholders for interested person transactions and there was no disclosable interested person transaction for the financial period ended 30 September 2025.

**CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS
ENDED 30 SEPTEMBER 2025**

8. Confirmation that the issuer has procured undertaking from all its directors and executive officers under Rule 720(1)

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7H under Rule 720(1) of the Listing Manual of the SGX-ST.

9. Changes in the composition of the Group

There is no changes in the composition of the Group since FY2025 up to date.

10. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual Section B: Rules of Catalyst

On behalf of the Board of Directors of the Company, we hereby confirm that to the best knowledge of the Directors of the Company nothing has come to the attention of the Board of Directors which may render the unaudited consolidated financial statements for the HY2026 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Chan Kee Sieng
Executive Chairman

Chan Wen Chau
Executive Director and Chief Executive Officer

4 November 2025

This announcement has been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "Sponsor").

This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("SGX-ST") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Lance Tan, Senior Vice President, 83 Clemenceau Avenue, #10-01 UE Square, Singapore 239920, telephone (65) 6590 6881.