



SOUTHERN CABLE GROUP BERHAD

(Registration No. 201901011439 (1320767-M))
(Incorporated in Malaysia under the Companies Act 2016)

Interim Financial Report

For The Fourth Quarter Ended

31 December 2025



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME⁽¹⁾

	Note	QUARTER ENDED		YEAR TO-DATE ENDED	
		Unaudited	Unaudited	Unaudited	Audited
		31.12.2025	31.12.2024	31.12.2025	31.12.2024
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	503,087	336,056	1,759,655	1,347,016
Cost of sales		(424,435)	(291,785)	(1,508,481)	(1,211,774)
Gross profit		78,652	44,271	251,174	135,242
Other income		522	2,614	3,782	5,893
Distribution expenses		(11,018)	(9,353)	(40,026)	(24,778)
Administrative expenses		(10,245)	(2,706)	(22,830)	(12,661)
Net impairment loss on trade receivables		(2,141)	(1,760)	(2,141)	(1,760)
Other expenses		-	(2)	-	(73)
Operating profit	B12	55,770	33,064	189,959	101,863
Finance costs		(3,307)	(2,600)	(12,732)	(9,567)
Profit before tax		52,463	30,464	177,227	92,296
Income tax expense	B5	(15,787)	(5,224)	(45,788)	(19,979)
Profit/Total comprehensive income for the financial period/year		36,676	25,240	131,439	72,317
Profit/Total comprehensive income for the financial period/year after taxation attributable to:					
Owners of the Company		36,676	25,240	131,439	72,317
		36,676	25,240	131,439	72,317
Earnings per Share					
- Basic (sen)	B11	3.58	3.05	13.60	8.62
- Diluted (sen)	B11	3.45	2.86	11.83	7.00

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Company's audited consolidated financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION⁽¹⁾

	Unaudited as at 31.12.2025 RM'000	Audited as at 31.12.2024 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	126,510	81,911
Right-of-use assets	61,341	55,871
Investment properties	497	504
Total non-current assets	188,348	138,286
Current Assets		
Inventories	210,794	183,723
Current tax assets	897	729
Trade and other receivables	498,734	315,276
Cash and short-term deposits	254,031	82,704
Derivative financial assets	-	487
Total current assets	964,456	582,919
TOTAL ASSETS	1,152,804	721,205
EQUITY AND LIABILITIES		
Equity		
Share capital	483,433	245,164
Retained earnings	388,558	277,556
Reserves	(120,947)	(120,947)
Total equity	751,044	401,773
Non-current Liabilities		
Loans and borrowings	13,653	6,213
Deferred tax liabilities	11,557	9,871
Total non-current liabilities	25,210	16,084
Current Liabilities		
Loans and borrowings	222,004	209,494
Provisions	331	293
Current tax liabilities	15,739	3,789
Trade and other payables	138,040	89,772
Derivative financial liabilities	436	-
Total current liabilities	376,550	303,348
TOTAL LIABILITIES	401,760	319,432
TOTAL EQUITY AND LIABILITIES	1,152,804	721,205
Number of issued shares ('000)	1,025,617	900,031
Net assets per share attributable to owners of the company (RM)	0.73	0.45

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the Company's audited consolidated financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY⁽¹⁾

	Attributable to owners of the Company			Total equity RM'000
	Non-Distributable		Distributable	
	Share capital RM'000	Reorganisation reserve RM'000	Retained earnings RM'000	
Balance as at 1 January 2025 (Audited)	245,164	(120,947)	277,556	401,773
Profit for the financial year representing total comprehensive income for the financial year (Unaudited)	-	-	131,439	131,439
Transaction with owners:				
Dividends	-	-	(20,437)	(20,437)
Issuance of share capital pursuant to the private placement	203,733	-	-	203,733
Proceed from warrants conversion	34,536	-	-	34,536
Balance as at 31 December 2025 (Unaudited)	483,433	(120,947)	388,558	751,044

	Attributable to owners of the Company			Total equity RM'000
	Non-Distributable		Distributable	
	Share capital RM'000	Reorganisation reserve RM'000	Retained earnings RM'000	
Balance as at 1 January 2024 (Audited)	217,669	(120,947)	218,319	315,041
Profit for the financial year representing total comprehensive income for the financial year (Audited)	-	-	72,317	72,317
Transaction with owners:				
Dividends	-	-	(13,080)	(13,080)
Proceed from warrants conversion	27,495	-	-	27,495
Balance as at 31 December 2024 (Audited)	245,164	(120,947)	277,556	401,773

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the Company's audited consolidated financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.



UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS⁽¹⁾

	CURRENT YEAR TO-DATE 31.12.2025 Unaudited RM'000	PRECEDING YEAR TO-DATE 31.12.2024 Audited RM'000
Cash flows from operating activities		
Profit before tax	177,227	92,296
Adjustments for:		
Amortisation/depreciation of investment properties	6	6
Amortisation/depreciation of property, plant and equipment	11,977	8,832
Depreciation of right-of-use assets	2,341	2,300
Fair value loss/(gain) on derivative financial instruments	923	(1,076)
(Gain)/loss on disposal of property, plant and equipment	(84)	6
Impairment losses on trade receivables	2,493	2,336
Reversal of impairment loss on trade receivables	(352)	(576)
Interest expenses	12,732	9,567
Interest income	(2,632)	(1,394)
Provision for employee benefit (net)	38	(30)
Property, plant and equipment written off	3	-
Right-of-use assets written off	-	7
Unrealised loss on foreign exchange	2,300	(1,473)
Operating profit before changes in working capital	206,972	110,801
Changes in working capital:		
Inventories	(27,071)	(39,626)
Trade and other receivables	(188,352)	(50,600)
Trade and other payables	48,722	6,923
Net cash generated from operations	40,271	27,498
Income tax paid	(32,321)	(17,160)
Interest received	2,632	1,394
Interest paid	(1,550)	(607)
Net cash from operating activities	9,032	11,125
Cash flows from investing activities		
Purchase of property, plant and equipment	(61,611)	(48,063)
Purchase of right-of-use assets	(768)	(1,121)
Derecognition of right-of-use assets	468	39
Proceed from disposal of property, plant and equipment	84	4
Change in deposits	(5,001)	(1)
Net cash used in investing activities	(66,828)	(49,142)



UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS⁽¹⁾ (CONT'D)

	CURRENT YEAR TO-DATE 31.12.2025 Unaudited RM'000	PRECEDING YEAR TO-DATE 31.12.2024 Audited RM'000
Cash flows from financing activities		
Interest paid	(11,182)	(8,959)
Issuance of share capital	203,733	-
Drawdown of term loans	14,643	-
Repayment of term loans	(1,402)	(1,720)
Repayment of lease liabilities	(2,876)	(3,262)
Drawdown of bankers' acceptance	932,543	762,510
Repayment of bankers' acceptance	(925,436)	(738,272)
Dividend paid to shareholders	(20,437)	(13,080)
Proceed from warrants conversion	34,536	27,495
Net cash from financing activities	224,122	24,712
Net increase/(decrease) in cash and cash equivalents	166,327	(13,305)
Cash and cash equivalents at the beginning of the financial year	82,671	95,976
Cash and cash equivalents at the end of the financial year	248,997	82,671

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Company's audited consolidated financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to the interim financial report.

A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of Preparation

The unaudited interim financial report has been prepared in accordance with Malaysian Financial Reporting Standards (“MFRSs”)134, the International Financial Reporting Standards (“IFRSs”), the requirements of the Companies Act 2016 in Malaysia and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”).

This interim financial report should be read in conjunction with the Company’s audited consolidated financial statements for the financial year ended 31 December 2024 and the accompanying notes attached to this interim financial report.

A2. Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited consolidated financial statements for the financial year ended 31 December 2024. The Group have adopted the following applicable amendments to MFRSs for the current financial period:

MFRS 7	Financial Instruments: Disclosures
MFRS 16	Leases
MFRS 101	Presentation of Financial Statements
MFRS 107	Statement of Cash Flows

The adoption of the above amendments to MFRSs did not have any significant effect on the financial statements of the Group and did not result in significant changes to the Group’s existing accounting policies.

A3. Auditors’ Report on Preceding Annual Financial Statements

There was no qualification on the audited consolidated financial statements of the Group for the financial year ended 31 December 2024.

A4. Seasonal or Cyclical Factors

The Group’s performance has not been materially affected by any seasonal or cyclical factors during the current quarter and financial year-to-date.

A5. Items or Incidence of an Unusual Nature

There were no unusual items affecting the assets, liabilities, equity, net income and cash flows during the current quarter and financial year-to-date.

A6. Material Changes in Estimates

There were no material changes in estimates for the current quarter and financial year-to-date.

A7. Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellation, share held as treasury shares and resale of treasury shares during the current quarter and financial year-to-date



A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A8. Dividends

The Company had on 25 August 2025 declared a first interim single tier dividend of 1.20 sen per ordinary share amounting to RM12.12 million for the financial year ended 31 December 2025. The first interim single tier dividends have been paid on 15 October 2025 to all holders of ordinary shares whose names appeared in the Record of Depositors at the close of business on 30 September 2025.



A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A9. Segmental Reporting

The Group is principally a manufacturer of cables and wires that are used for power distribution and transmission, communications as well as control and instrumentation applications. The Group's segmental revenue for the current quarter and financial year-to-date is as follows:

	Power cables and wires	Communication cables and wires	Control and instrumentation cables and wires	Others	Adjustment and eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current quarter 31 December 2025						
Revenue:						
Revenue from external customers	459,901	1,065	13,489	28,632	-	503,087
Inter-segment revenue	-	-	-	12,723	(12,723)	-
	<u>459,901</u>	<u>1,065</u>	<u>13,489</u>	<u>41,355</u>	<u>(12,723)</u>	<u>503,087</u>
Segment profit	73,847	101	2,682	2,677	(655)	78,652
Other income						522
Unallocated expenses						(23,404)
Finance costs						(3,307)
Income tax expenses						(15,787)
Profit for the financial period						<u>36,676</u>
Result:						
<i>Included in the measure of segments profit are:</i>						
Employee benefits expense						14,744
Depreciation and amortisation						3,969



A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

	Power cables and wires	Communication cables and wires	Control and instrumentation cables and wires	Others	Adjustment and eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Previous quarter 31 December 2024						
Revenue:						
Revenue from external customers	310,856	802	4,453	19,945	-	336,056
Inter-segment revenue	-	-	-	12,380	(12,380)	-
	<u>310,856</u>	<u>802</u>	<u>4,453</u>	<u>32,325</u>	<u>(12,380)</u>	<u>336,056</u>
Segment profit	41,754	255	975	1,319	(32)	44,271
Other income						2,614
Unallocated expenses						(13,821)
Finance costs						(2,600)
Income tax expenses						(5,224)
Profit for the financial period						<u>25,240</u>
Result:						
<i>Included in the measure of segments profit are:</i>						
Employee benefits expense						12,785
Depreciation and amortisation						3,195



A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

	Power cables and wires	Communication cables and wires	Control and instrumentation cables and wires	Others	Adjustment and eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Year-to-date 31 December 2025						
Revenue:						
Revenue from external customers	1,619,848	2,508	43,177	94,122	-	1,759,655
Inter-segment revenue	-	-	-	49,363	(49,363)	-
	<u>1,619,848</u>	<u>2,508</u>	<u>43,177</u>	<u>143,485</u>	<u>(49,363)</u>	<u>1,759,655</u>
Segment profit	236,294	441	8,550	6,704	(815)	251,174
Other income						3,782
Unallocated expenses						(64,997)
Finance costs						(12,732)
Income tax expenses						(45,788)
Profit for the financial year						<u>131,439</u>
Result:						
<i>Included in the measure of segments profit are:</i>						
Employee benefits expense						48,261
Depreciation and amortisation						14,324



A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

	Power cables and wires	Communication cables and wires	Control and instrumentation cables and wires	Others	Adjustment and eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Year-to-date 31 December 2024						
Revenue:						
Revenue from external customers	1,224,093	4,059	27,186	91,678	-	1,347,016
Inter-segment revenue	-	-	-	46,931	(46,931)	-
	<u>1,224,093</u>	<u>4,059</u>	<u>27,186</u>	<u>138,609</u>	<u>(46,931)</u>	<u>1,347,016</u>
Segment profit	124,372	945	5,075	4,564	286	135,242
Other income						5,893
Unallocated expenses						(39,272)
Finance costs						(9,567)
Income tax expenses						(19,979)
Profit for the financial year						<u>72,317</u>
Result:						
<i>Included in the measure of segments profit are:</i>						
Employee benefits expense						42,467
Depreciation and amortisation						11,139

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)
A10. Material Events Subsequent to the End of the Current Quarter

There are no other material events subsequent to the end of the current quarter and financial year-to-date that have not been reflected in this interim financial report.

A11. Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter and financial year-to-date.

A12. Contingent Assets and Contingent Liabilities

Save as disclosed below, there were no other contingent assets or contingent liabilities as at the date of this interim financial report.

	Unaudited as at 31.12.2025 RM'000	Audited as at 31.12.2024 RM'000
Bank guarantee		
- Trade facilities	30,086	29,832
- Contract financing for performance bonds and guarantee	47,550	27,786
	<u>77,636</u>	<u>57,618</u>

A13. Capital Commitments

Save as disclosed below, there were no other material capital commitments incurred or known to be incurred.

	Unaudited as at 31.12.2025 RM'000	Audited as at 31.12.2024 RM'000
Capital expenditures contracted but not provided for:		
- Construction of building	10,464	-
- Purchase of machineries and factory equipment	43,827	19,628
Capital expenditures not contracted and not provided for:		
- Construction of building	2,370	627
- Purchase of machineries and factory equipment	853	10,624
	<u>57,514</u>	<u>30,879</u>

A14. Related Party Transactions

	QUARTER ENDED		YEAR-TO-DATE ENDED	
	Unaudited 31.12.2025 RM'000	Unaudited 31.12.2024 RM'000	Unaudited 31.12.2025 RM'000	Audited 31.12.2024 RM'000
Rental expenses charged by a person connected to a director	14	13	56	54

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS
B1. Review of Group Performance

(a) Result for current quarter

	QUARTER ENDED		Variance RM'000	%
	Current Quarter	Previous Corresponding Quarter		
	31.12.2025 RM'000	31.12.2024 RM'000		
Revenue	503,087	336,056	167,031	49.70
Profit before tax	52,463	30,464	21,999	72.21

In the current quarter ended 31 December 2025, the Group recorded revenue of RM503.09 million, an increase of RM167.03 million or 49.70%, from RM336.06 million in the previous corresponding quarter ended 31 December 2024. The top-line expansion was supported by the Group's expanded production capacity of 54,980 km/year, representing a 17.03% increase from 46,980 km/year available in the same quarter last year.

Geographically, the domestic market was the primary revenue contributor, contributing 82.31% of total revenue. Domestic sales grew 29.47% year-on-year, while sales attributed to overseas entities increased 448.72%. The significant overseas revenue growth was driven by stronger export traction to the United States and Indonesia, alongside project fulfilment for a regional entity operating in Malaysia.

The power cables and wires segment contributed RM459.90 million or 91.42% of Group revenue for the current quarter, an increase of RM149.05 million or 47.95% from RM310.86 million in the previous corresponding quarter. The growth was driven by higher sales volume and average selling price adjustments in line with raw material trends.

The balance of RM43.19 million or 8.58% of group revenue was derived from the communication cables and wires segment, control and instrumentation cables and wires segment, and others. Overall, revenue from these segments increased by RM17.99 million or 71.37% from RM25.20 million in the previous corresponding quarter, driven by higher sales of control and instrumentation cables and wires, copper strips, and contribution from battery and rectifier system installation services.

Administrative expenses rose to RM10.25 million compared to RM2.71 million in the same quarter last year, mainly due to one-off private placement expenses of RM2.75 million. Notwithstanding the one-off costs, profit before tax jumped to RM52.46 million in the current quarter, an increase of RM22.00 million or 72.21%, compared to RM30.46 million in the previous corresponding quarter. The growth was driven by the higher revenue base, favorable product mix, and economies of scale derived from increased production volume.



B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)

(b) Result for financial year-to-date

	YEAR-TO-DATE ENDED		Variance	
	Current Year to Date 31.12.2025 RM'000	Previous Year to Date 31.12.2024 RM'000	RM'000	%
Revenue	1,759,655	1,347,016	412,639	30.63
Profit before tax	177,227	92,296	84,931	92.02

Group revenue rose to RM1.76 billion for the current financial year ended 31 December 2025, an increase of RM412.64 million or 30.63%, compared to RM1.35 billion for the previous financial year ended 31 December 2024.

Geographically, the domestic market was the primary revenue contributor, constituting 86.75% of total revenue. Domestic sales grew 19.15%, while sales from overseas sales increased by 253.90% year-on-year.

The power cables and wires segment contributed RM1.62 billion or 92.05% of Group revenue for the current year, an increase of RM395.76 million or 32.33%, from RM1.22 billion in the previous year. The growth was driven by higher sales volume and average selling price adjustments in line with raw material trends.

The balance RM139.81 million or 7.95% of total Group revenue was derived from the communication cables and wires segment, control and instrumentation cables and wires segment, and others. Overall, revenue from these segments increased by RM16.88 million or 13.73%, from RM122.92 million in the previous year, mainly on higher sales of control and instrumentation cables and wires, copper strips, and contribution from battery and rectifier system installation services.

The Group's profit before tax rose to RM177.23 million in the current year, an increase of RM84.93 million or 92.02%, compared with RM92.30 million in the previous year. The growth was driven by the increased revenue base, favorable product mix, and economies of scale derived from increased production volume.

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)
B2. Comparison with the Immediate Preceding Quarter Result

	INDIVIDUAL QUARTER		Variance	
	Current Quarter	Preceding Quarter	RM'000	%
	31.12.2025	30.09.2025		
	RM'000	RM'000		
Revenue	503,087	446,461	56,626	12.68
Profit before tax	52,463	46,827	5,636	12.04

The Group's revenue for the current quarter increased by 12.68% or RM56.63 million to RM503.09 million, from RM446.46 million in the preceding quarter ended 30 September 2025, driven by higher sales volume of power cables and wires.

The Group recorded a 12.04% or RM5.64 million increase in profit before tax to RM52.46 million, from RM46.83 million in the preceding quarter, in line with the higher revenue and a better product mix. Despite the current quarter including higher administrative expenses relating to a one-off private placement expense of RM2.75 million, the Group maintained its profitability through operational efficiencies.

B3. Commentary of Prospects

Southern Cable's prospects remain robust, underpinned by domestic infrastructure spending and the National Energy Transition Roadmap (NETR). The Group continues to leverage its track record of supplying a comprehensive range of power cables and wires for power transmission and distribution networks, large-scale solar farms, construction and infrastructure projects, and data centres.

As at February 2026, orders in hand stood at RM886.7 million which includes a variation order worth RM121.1 million secured from Tenaga Nasional Berhad. The Group remains well positioned for FY2026, supported by a healthy pipeline of orders including the supply of underground cables and conductors to power utility companies, provision of rectifier and battery systems to Telekom Malaysia Berhad, and purchase orders from EPCC (Engineering, Procurement, Construction, Commissioning) contractors, resellers, and other customers.

The Group is also capitalizing on growing overseas demand, particularly in the United States, where demand from its key customer continues to grow. Ongoing product certifications are in progress to broaden the product range and further accelerate revenue contribution from overseas markets.

The capacity expansion at the industrial lands near to the Group's manufacturing facilities in Kuala Ketil, Kedah, is progressing on schedule and is targeted to be completed in phases until end-2027. The expansion will raise the annual cable and wire output to 65,000 km and triple aluminium rod production to over 60,000 tonnes per year.

On the cost front, the Group remains vigilant in monitoring raw material price fluctuations, particularly for copper and aluminium. The price movements are expected to be mitigated by existing cost pass-through mechanisms and contractual provisions that align selling prices with current market levels.

Barring unforeseen macroeconomic headwinds, Southern Cable maintains a positive outlook for FY2026, supported by the healthy orders in hand and robust market demand.

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)
B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the current quarter and financial year-to-date.

B5. Tax Expense

	QUARTER ENDED		YEAR-TO-DATE ENDED	
	Unaudited	Unaudited	Unaudited	Audited
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
In respect of current period:				
Income tax	15,787	5,224	45,788	19,979
Effective tax rate (%)	30.09	17.15	25.84	21.65
Statutory tax rate (%)	24.00	24.00	24.00	24.00

The effective tax rate of the Group for the current quarter and financial year-to-date was higher than the statutory tax rate mainly due to non-deductibility of private placement expenses, other expenses and deferred tax impact.

B6. Status of Corporate Proposals

Saved as disclosed below, there were no corporate proposals announced but not completed as at the date of this interim financial report:

Private Placement

On 14 October 2025, RHB Investment Bank Berhad, on behalf of the Board, announced that the Company proposes to undertake a private placement of up to 10% of the total number of issued shares of Southern Cable, (excluding treasury shares, if any) to third party investor(s) to be identified later at an issue price to be determined and announced later ("Private Placement"). Bursa Securities had, vide its letter dated 21 October 2025, resolved to approve the listing and quotation of up to 120,000,000 new ordinary shares in Southern Cable ("Placement Shares") to be issued pursuant to the Private Placement.

The first tranche of the Private Placement exercise was successfully completed following the issuance of 102,378,500 Placement Shares at the issue price of RM1.99 per share, which were listed and quoted on the Main Market of Bursa Securities on 24 November 2025. The Private Placement raised total gross proceeds of RM203.73 million. Details on the utilisation of the proceeds raised from the Private Placement are disclosed in paragraph B7 below.

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)
B7. Use of Proceeds
Private Placement

The gross proceeds raised from the Private Placement amounted to RM203.73 million. As at the date of this report, the utilisation of proceeds from the Private Placement is as follows: -

Detail of utilisation	Proposed Utilisation RM'000	Actual Utilisation RM'000	Balance Unutilised RM'000	Estimated timeframe for utilisation
Capital expenditure and expansion				
- Construction and renovation of factories and warehouse	34,000	5,252	28,748	Within 24 months
- Acquisition and set up of a new warehouse	12,000	-	12,000	Within 24 months
- Purchase of machinery and equipment	83,000	7,902	75,098	Within 24 months
	129,000	13,154	115,846	
Settlement of the balance purchase price and related expenses for the acquisition of a lease	5,070	5,070	-	Within 3 months
Repayment of bank borrowings	16,600	-	16,600	Within 6 months
Working capital requirements	50,060	50,060	-	Within 6 months
Estimated expenses for the Private Placement	3,000	2,748	252	Within 1 months
Total	203,730	71,032	132,698	

The utilisation of the proceeds as disclosed above should be read in conjunction with the Company's announcement in relation to the Private Placement dated 14 October 2025.

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)
B8. Borrowings

The details of the Group's borrowings are as follows:

	Unaudited 31.12.2025 RM'000	Audited 31.12.2024 RM'000
Non-current		
Term loans	10,997	1,779
Lease liabilities	2,656	4,434
	13,653	6,213
Current		
Term loans	5,066	1,043
Lease liabilities	3,809	2,429
Bankers' acceptance	213,129	206,022
	222,004	209,494
Total	235,657	215,707

All the borrowings are secured and denominated in Ringgit Malaysia.

B9. Material Litigation

As at the date of this report, the Group is not engaged in any material litigation.

B10. Dividends Declared

The Board of Directors of the Company had on 25 August 2025 declared a first interim single tier dividend of 1.20 sen per ordinary share for the financial year ended 31 December 2025 and have been paid on 15 October 2025 to all holders of ordinary shares whose names appeared in the Record of Depositors at the close of business on 30 September 2025.

The Board of Directors have proposed a final single-tier dividend of 1.83 sen per ordinary share, amounting to approximately RM20.69 million for the financial year ended 31 December 2025. The proposed dividend is subject to shareholders' approval at the forthcoming Annual General Meeting.



B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)

B11. Earnings per Share ("EPS")

(a) Basic EPS

Basic EPS is calculated by dividing the profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the year.

	QUARTER ENDED		YEAR-TO-DATE ENDED	
	Unaudited 31.12.2025	Unaudited 31.12.2024	Unaudited 31.12.2025	Audited 31.12.2024
Profit attributable to owners of the Company (RM'000)	36,676	25,240	131,439	72,317
Weighted average number of shares for basic EPS ('000)	1,023,849	827,830	966,337	838,501
Basic EPS (sen)	3.58	3.05	13.60	8.62

(b) Diluted EPS

The diluted earnings per share is computed based on profit after taxation attributable to the owners of the Company and divided by the weighted average number of ordinary shares that would have been issued upon full conversion of the remaining Warrants 2022/2027.

	QUARTER ENDED		YEAR-TO-DATE ENDED	
	Unaudited 31.12.2025	Unaudited 31.12.2024	Unaudited 31.12.2025	Audited 31.12.2024
Profit attributable to owners of the Company (RM'000)	36,676	25,240	131,439	72,317
Weighted average number of shares in issue ('000)	1,023,849	827,830	966,337	838,501
Effect of warrants conversion ('000')	38,002	55,404	145,097	194,605
Weighted average number of shares adjusted for the effect of dilution ('000)	1,061,851	883,234	1,111,434	1,033,106
Diluted EPS (sen)	3.45	2.86	11.83	7.00

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)
B12. Notes to the Condensed Consolidated Statement of Comprehensive Income

	QUARTER ENDED		YEAR-TO-DATE ENDED	
	Unaudited 31.12.2025 RM'000	Unaudited 31.12.2024 RM'000	Unaudited 31.12.2025 RM'000	Audited 31.12.2024 RM'000
Interest income	(906)	(409)	(2,632)	(1,394)
Interest expenses	3,307	2,600	12,732	9,567
Amortisation/depreciation of investment properties	1	1	6	6
Amortisation/depreciation of property, plant and equipment	3,368	2,596	11,977	8,832
Depreciation of right-of-use assets	600	597	2,341	2,300

Save as disclosed above, the other disclosure items as required under Paragraph 16 of Appendix 9B of the Listing Requirements of Bursa Securities are not applicable.

B13. Derivative Financial Instruments

The Group has entered into forward foreign exchange contracts in the current quarter to manage the foreign currency exposures arising from the Group's payables denominated in United States Dollar (USD). Most of the forward exchange contracts have maturities of less than one year after the end of the reporting period. Where necessary, the forward contracts are rolled over at maturity. The notional principal amounts of the Group's outstanding forward foreign exchange contracts as at 31 December 2025 was RM72.23 million. The derivative financial liabilities of RM0.44 million, which measured at fair value, has been recognised in the Unaudited Condensed Consolidated Statement of Financial Position as at the date of this interim financial report.