



SOUTHERN CABLE GROUP BERHAD

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

Interim Financial Report

For The First Quarter Ended

31 March 2026



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME⁽¹⁾

	Note	QUARTER ENDED		YEAR TO-DATE ENDED	
		Unaudited	Unaudited	Unaudited	Unaudited
		31.03.2026	31.03.2025	31.03.2026	31.03.2025
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	432,656	390,808	432,656	390,808
Cost of sales		(375,479)	(340,022)	(375,479)	(340,022)
Gross profit		57,177	50,786	57,177	50,786
Other income		2,194	1,574	2,194	1,574
Distribution expenses		(9,517)	(8,680)	(9,517)	(8,680)
Administrative expenses		(3,978)	(5,072)	(3,978)	(5,072)
Operating profit	B12	45,876	38,608	45,876	38,608
Finance costs		(2,848)	(2,751)	(2,848)	(2,751)
Profit before tax		43,028	35,857	43,028	35,857
Income tax expense	B5	(9,865)	(8,455)	(9,865)	(8,455)
Profit/Total comprehensive income for the financial period/year		33,163	27,402	33,163	27,402
Profit/Total comprehensive income for the financial period/year after taxation attributable to:					
Owners of the Company		33,163	27,402	33,163	27,402
		33,163	27,402	33,163	27,402
Earnings per Share					
- Basic (sen)	B11	3.34	3.16	3.34	3.16
- Diluted (sen)	B11	2.91	2.99	2.91	2.99

Note:

- (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 2025 and the accompanying explanatory notes attached to this interim financial report.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION⁽¹⁾

	Unaudited as at 31.03.2026 RM'000	Audited as at 31.12.2025 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	129,962	126,510
Right-of-use assets	67,688	61,341
Investment properties	496	497
Total non-current assets	198,146	188,348
Current Assets		
Inventories	209,322	210,794
Current tax assets	-	897
Trade and other receivables	467,403	498,715
Short-term funds	121,248	130,282
Cash and short-term deposits	160,747	123,749
Derivative financial assets	348	-
Total current assets	959,068	964,437
TOTAL ASSETS	1,157,214	1,152,785
EQUITY AND LIABILITIES		
Equity		
Share capital	484,162	483,433
Retained earnings	421,701	388,538
Reserves	(120,947)	(120,947)
Total equity	784,916	751,024
Non-current Liabilities		
Loans and borrowings	4,680	18,886
Deferred tax liabilities	11,641	11,557
Total non-current liabilities	16,321	30,443
Current Liabilities		
Trade and other payables	64,644	124,173
Contract liabilities	16,064	13,868
Loans and borrowings	266,750	216,771
Provision	207	331
Current tax liabilities	8,312	15,739
Derivative financial liabilities	-	436
Total current liabilities	355,977	371,318
TOTAL LIABILITIES	372,298	401,761
TOTAL EQUITY AND LIABILITIES	1,157,214	1,152,785
Number of issued shares ('000)	1,130,645	1,127,995
Net assets per share attributable to owners of the company (RM)	0.69	0.67

Note:

- (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 2025 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 2026 (Audited)	483,433	(120,947)	388,538	751,024
Profit for the financial year representing total comprehensive income for the financial year (Unaudited)	-	-	33,163	33,163
Transaction with owners: Proceed from warrants conversion	729	-	-	729
Balance as at 31 March 2026 (Unaudited)	484,162	(120,947)	421,701	784,916

	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)	-	-	27,402	27,402
Transaction with owners: Proceed from warrants conversion	6,553	-	-	6,553
Balance as at 31 March 2025 (Unaudited)	251,717	(120,947)	304,958	435,728

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 2025 and the accompanying explanatory notes attached to this interim financial report.



UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS⁽¹⁾

	CURRENT YEAR TO-DATE 31.03.2026 Unaudited RM'000	PRECEDING YEAR TO-DATE 31.03.2025 Unaudited RM'000
Cash flows from operating activities		
Profit before tax	43,028	35,857
Adjustments for:		
Amortisation/depreciation of investment properties	2	2
Amortisation/depreciation of property, plant and equipment	3,350	2,702
Depreciation of right-of-use assets	649	614
Dividend income		
- short-term funds	(966)	-
Reversal of impairment loss on trade receivables	(931)	-
Fair value (gain)/loss on derivative financial instruments	(784)	2
(Gain)/loss on disposal of property, plant and equipment	(31)	-
Interest expenses	2,848	2,751
Interest income	(572)	(343)
Net unrealised loss on foreign exchange	(422)	1,698
Provision for employee benefit (net)	(123)	(4)
Operating profit before changes in working capital	46,048	43,279
Changes in working capital:		
Inventories	1,472	(11,971)
Trade and other receivables	33,153	(63,717)
Trade and other payables	(60,018)	39,019
Contract liabilities	2,195	4,929
Net cash generated from operations	22,850	11,539
Income tax paid	(16,601)	(7,155)
Income tax refunded	291	-
Interest paid	(341)	(286)
Interest received	572	343
Net cash from operating activities	6,771	4,441
Cash flows from investing activities		
Dividend income received from short-term funds	966	-
Purchase of property, plant and equipment	(12,513)	(8,336)
Purchase of right-of-use assets	(472)	(428)
Derecognition of right-of-use assets	-	11
Proceed from disposal of property, plant and equipment	32	-
Proceed from withdraw of short-term funds	10,000	-
Investment in short-term funds	(966)	-
Net cash used in investing activities	(2,953)	(8,753)



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

	CURRENT YEAR TO-DATE 31.03.2026 Unaudited RM'000	PRECEDING YEAR TO-DATE 31.03.2025 Unaudited RM'000
Cash flows from financing activities		
Interest paid	(2,507)	(2,464)
Repayment of term loans	(16,063)	(261)
Repayment of lease liabilities	(543)	(177)
Drawdown of bankers' acceptance	243,471	153,007
Repayment of bankers' acceptance	(191,907)	(137,304)
Proceed from warrants conversion	729	6,553
Net cash from financing activities	33,180	19,354
Net increase in cash and cash equivalents	36,998	15,042
Cash and cash equivalents at the beginning of the financial year	123,715	82,671
Cash and cash equivalents at the end of the financial year	160,713	97,713

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 2025 and the accompanying explanatory notes attached to the interim financial report.

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)
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 2025 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 2025. 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 2025.

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.

A8. Dividends

There were no dividends paid for the current quarter.



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 March 2026						
Revenue:						
Revenue from external customers	391,008	1,188	13,378	27,082	-	432,656
Inter-segment revenue	-	-	-	11,426	(11,426)	-
	<u>391,008</u>	<u>1,188</u>	<u>13,378</u>	<u>38,508</u>	<u>(11,426)</u>	<u>432,656</u>
Segment profit	53,448	213	2,525	639	352	57,177
Other income						2,194
Unallocated expenses						(13,495)
Finance costs						(2,848)
Income tax expenses						(9,865)
Profit for the financial period						<u>33,163</u>

Result:

*Included in the measure of segments
profit are:*

Employee benefits expense	12,301
Depreciation and amortisation	4,001



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 March 2025						
Revenue:						
Revenue from external customers	366,936	599	7,495	15,778	-	390,808
Inter-segment revenue	-	-	-	11,770	(11,770)	-
	<u>366,936</u>	<u>599</u>	<u>7,495</u>	<u>27,548</u>	<u>(11,770)</u>	<u>390,808</u>
Segment profit	48,540	159	1,508	656	(77)	50,786
Other income						1,574
Unallocated expenses						(13,752)
Finance costs						(2,751)
Income tax expenses						(8,455)
Profit for the financial period						<u>27,402</u>
Result:						
<i>Included in the measure of segments profit are:</i>						
Employee benefits expense						10,540
Depreciation and amortisation						3,318



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 March 2026						
Revenue:						
Revenue from external customers	391,008	1,188	13,378	27,082	-	432,656
Inter-segment revenue	-	-	-	11,426	(11,426)	-
	<u>391,008</u>	<u>1,188</u>	<u>13,378</u>	<u>38,508</u>	<u>(11,426)</u>	<u>432,656</u>
Segment profit	53,448	213	2,525	639	352	57,177
Other income						2,194
Unallocated expenses						(13,495)
Finance costs						(2,848)
Income tax expenses						(9,865)
Profit for the financial year						<u>33,163</u>
Result:						
<i>Included in the measure of segments profit are:</i>						
Employee benefits expense						12,301
Depreciation and amortisation						4,001



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 March 2025						
Revenue:						
Revenue from external customers	366,936	599	7,495	15,778	-	390,808
Inter-segment revenue	-	-	-	11,770	(11,770)	-
	<u>366,936</u>	<u>599</u>	<u>7,495</u>	<u>27,548</u>	<u>(11,770)</u>	<u>390,808</u>
Segment profit	48,540	159	1,508	656	(77)	50,786
Other income						1,574
Unallocated expenses						(13,752)
Finance costs						(2,751)
Income tax expenses						(8,455)
Profit for the financial year						<u>27,402</u>
Result:						
<i>Included in the measure of segments profit are:</i>						
Employee benefits expense						10,540
Depreciation and amortisation						3,318

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 31.03.2026 RM'000	Audited as at 31.12.2025 RM'000
Bank guarantee		
- Trade facilities	26,671	30,086
- Contract financing for performance bonds and guarantee	53,704	47,550
	<u>80,375</u>	<u>77,636</u>

A13. Capital Commitments

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

	Unaudited as at 31.03.2026 RM'000	Audited as at 31.12.2025 RM'000
Capital expenditures contracted but not provided for:		
- Construction of building	6,787	10,464
- Purchase of machineries and factory equipment	46,246	43,900
Capital expenditures not contracted and not provided for:		
- Construction of building	-	2,370
- Purchase of machineries and factory equipment	1,500	853
	<u>54,533</u>	<u>57,587</u>

A14. Related Party Transactions

	QUARTER ENDED		YEAR-TO-DATE ENDED	
	Unaudited 31.03.2026 RM'000	Unaudited 31.03.2025 RM'000	Unaudited 31.03.2026 RM'000	Unaudited 31.03.2025 RM'000
Rental expenses charged by a person connected to a director	14	14	14	14



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

B1. Review of Group Performance

Result for current quarter

	QUARTER ENDED		Variance	
	Current Quarter	Previous Corresponding Quarter	RM'000	%
	31.03.2026 RM'000	31.03.2025 RM'000		
Revenue	432,656	390,808	41,848	10.71
Profit before tax	43,028	35,857	7,171	20.00

In the current quarter ended 31 March 2026, the Group recorded revenue of RM432.66 million, an increase of RM41.85 million or 10.71%, from RM390.81 million in the previous corresponding quarter ended 31 March 2025. The top-line expansion was supported by the Group's expanded production capacity of 54,980 km/year, representing a 10.00% increase from 49,980 km/year available in the same quarter last year.

Geographically, the domestic market remained the primary revenue contributor, accounting 84.39% of total revenue. Domestic sales increased by 1.50% year-on-year, while sales attributed to overseas entities grew by 117.19%. The significant overseas revenue growth was driven by higher exports to the United States and project fulfillment for a regional entity operating in Malaysia.

The power cables and wires segment contributed RM391.01 million or 90.37% of Group revenue for the current quarter, an increase of RM24.07 million or 6.56% from RM366.94 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 RM41.65 million or 9.63% 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 RM17.78 million or 74.46% from RM23.87 million in the previous corresponding quarter, driven by higher sales of control and instrumentation cables and wires, as well as aluminium rods.

The Group's profit before tax rose to RM43.03 million in the current quarter, an increase of RM7.17 million or 20.00%, compared to RM35.86 million in the previous corresponding quarter. The profit growth was driven by higher revenue, further supported by an increase in other income and lower administrative expenses.

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		
	31.03.2026	31.12.2025	RM'000	%
	RM'000	RM'000	RM'000	
Revenue	432,656	503,087	(70,431)	(14.00)
Profit before tax	43,028	52,443	(9,415)	(17.95)

The Group's revenue for the current quarter decreased by 14.00% or RM70.43 million to RM432.66 million, from RM503.09 million in the preceding quarter ended 30 December 2025. The lower revenue was mainly due to reduced operating days during the festive holidays of Chinese New Year and Hari Raya Aidilfitri moderating production and delivery, as well as a shift in product mix.

Reflecting the lower revenue, the Group recorded a 17.95% or RM9.42 million decrease in profit before tax to RM43.03 million, from RM52.44 million in the preceding quarter.

B3. Commentary of Prospects

The Group's prospects remain promising, driven by robust local demand for cables and wires amid accelerating renewable energy initiatives under the National Energy Transition Roadmap (NETR) and data centre developments, as well as ongoing national grid enhancements.

Beyond Malaysia, the Group's outlook is further reinforced by sustained developments in overseas markets, particularly in the United States. Rising construction activity in the United States continues to underpin demand for power cables and wires, and ongoing product certifications will further broaden the Group's product range to capitalise on growth opportunities in the region.

The favourable underlying demand environment is reflected in the Group's strong orders in hand, which stood at RM924.9 million as at 31 March 2026, providing earnings visibility through FY2027. These orders comprise supplies of underground cables and conductors to power utility companies, including the RM121.1 million variation order from Tenaga Nasional Berhad secured in February 2026, as well as purchase orders from EPCC (Engineering, Procurement, Construction and Commissioning) contractors, resellers, and other customers.

To fulfil the rising orders, the Group is advancing its capacity expansion plan at its manufacturing hub in Kuala Ketil, Kedah. As the expansion progresses towards completion, the Group's annual cable and wire capacity is expected to reach 60,000 km by end-2026, and further expand to 65,000 km upon full completion by end-2027, from the current 54,980 km.

Meanwhile, fluctuations in raw material prices arising from global geopolitical uncertainties remain manageable, supported by the Group's existing cost pass-through mechanisms and ongoing operational adjustments.

The Group is also strengthening its upstream production capabilities to further enhance supply chain resilience. In April, a new aluminium furnace was completed, which triples aluminium rod production to over 60,000 tonnes per year, while a new plastic compound facility is targeted for commissioning in 2Q26, both of which are expected to contribute to reduced reliance on imports.

Barring unforeseen circumstances, the Group's FY2026 outlook remains positive, supported by resilient demand across both local and overseas markets.

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	Unaudited
	31.03.2026	31.03.2025	31.03.2026	31.03.2025
	RM'000	RM'000	RM'000	RM'000
In respect of current period:				
Income tax	9,865	8,455	9,865	8,455
Effective tax rate (%)	22.93	23.58	22.93	23.58
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 lower than the statutory tax rate mainly due to tax exempt income from short-term fund received during the period.

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 (from the date of listing of the Placement Shares)
Capital expenditure and expansion				
- Construction and renovation of factories and warehouse	34,000	10,307	23,693	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	15,927	67,073	Within 24 months
	129,000	26,234	102,766	
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 month*
Total	203,730	100,712	103,018	

Note:

* For information, the first tranche of the Private Placement was completed on 24 November 2026. Bursa Securities had, vide its letter dated 23 April 2026, resolved to grant Southern Cable an extension of time until 20 October 2026 to complete the implementation of the Private Placement.

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 31.03.2026 RM'000	Audited 31.12.2025 RM'000
Non-current		
Term loans	-	14,375
Hire purchase payables	2,041	2,444
Lease liabilities	2,639	2,067
	4,680	18,886
Current		
Term loans	-	1,688
Hire purchase payables	1,649	1,653
Lease liabilities	408	301
Bankers' acceptance	264,693	213,129
	266,750	216,771
Total	271,430	235,657

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 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 31.03.2026	Unaudited 31.03.2025	Unaudited 31.03.2026	Unaudited 31.03.2025
Profit attributable to owners of the Company (RM'000)	33,163	27,402	33,163	27,402
Weighted average number of shares for basic EPS ('000)	993,982	867,318	993,982	867,318
Basic EPS (sen)	3.34	3.16	3.34	3.16

(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 31.03.2026	Unaudited 31.03.2025	Unaudited 31.03.2026	Unaudited 31.03.2025
Profit attributable to owners of the Company (RM'000)	33,163	27,402	33,163	27,402
Weighted average number of shares in issue ('000)	993,982	867,318	993,982	867,318
Effect of warrants conversion (000')	146,297	48,901	146,297	48,901
Weighted average number of shares adjusted for the effect of dilution ('000)	1,140,279	916,219	1,140,279	916,219
Diluted EPS (sen)	2.91	2.99	2.91	2.99

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 31.03.2026 RM'000	Unaudited 31.03.2025 RM'000	Unaudited 31.03.2026 RM'000	Unaudited 31.03.2025 RM'000
Interest income	(572)	(343)	(572)	(343)
Interest expenses	2,848	2,751	2,848	2,751
Amortisation/depreciation of investment properties	2	2	2	2
Amortisation/depreciation of property, plant and equipment	3,350	2,702	3,350	2,702
Depreciation of right-of-use assets	649	614	649	614

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 March 2026 was RM92.59 million. The derivative financial assets of RM0.35 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.