

SOUTHERN CABLE GROUP BERHAD

201901011439 (1320767-M)

INCORPORATED IN MALAYSIA

PRESS RELEASE**Southern Cable 2Q26 net profit jumps 28% to RM40.6 million**

- *2Q26 revenue climbs 25.8% on robust cable and wire demand*
- *New copper furnace targeted for commissioning by end-2026, lifting copper rod capacity to 24,000 tonnes per annum*
- *Declares first-interim dividend of 1.20 sen per share in respect of FY2026*

Kedah, Malaysia, 26 August 2026 - Cable and wire manufacturer Southern Cable Group Berhad (Southern Cable, the Group, 南方电缆集团, Bloomberg: SCGBHD MK) recorded a 28.2% increase in net profit to RM40.6 million for the second quarter ended 30 June 2026 (2Q26), from RM31.6 million in the previous corresponding quarter, underscoring its continued ability to capitalise on the ongoing power infrastructure upcycle.

The higher earnings came on the back of a 25.8% increase in revenue to RM527.6 million, from RM419.3 million previously, underpinned by robust demand for cables and wires from data centre and renewable energy build-out, national grid upgrades, as well as rising building and construction activity.

For the first half ended 30 June 2026 (1H26), Group net profit grew 24.9% to RM73.7 million, from RM59.0 million in the same period last year. The profit growth outpaced the 18.5% increase in revenue, which rose from RM810.1 million previously to RM960.3 million, reflecting improved operational efficiency.

“As Malaysia accelerates its transformation towards a high-value economy, sustained industrial and data centre developments are driving stronger electricity consumption, while the energy transition is reshaping the power landscape. These tailwinds are set to drive sustained investment across the power infrastructure value chain, creating a supportive backdrop for us.

Importantly, we have been building our capabilities ahead of this demand. With greater capacity and enhanced product offerings, we are poised for the next phase of expansion, while reinforcing our ability to support the nation’s long-term development.”

Mr. Tung Eng Hai (“陈永海”),
Managing Director of Southern Cable Group Berhad

HEAD OFFICE

Lot 42, Jalan Merbau Pulas,
Kawasan Perusahaan Kuala Ketil,
09300 Kuala Ketil, Baling, Kedah.

CONTACT

T +6 04 4161 600
F +6 04 4161 599
M sc@southerncable.com.my



SOUTHERN CABLE

SOUTHERN CABLE GROUP BERHAD

201901011439 (1320767-M)

INCORPORATED IN MALAYSIA

To meet anticipated demand growth, the Group's cable and wire production capacity currently stands at 54,980 km per annum and is expected to reach 60,000 km by end-2026, before rising further to 65,000 km by end-2027. The increase is driven by upgrades to existing facilities and the addition of new production machinery.

Additionally, the Group's recently secured certification for its 132kV Milliken Conductor cable further strengthens its growth outlook, through a broader addressable market and stronger participation in high-capacity power connection projects.

Beyond downstream expansion, the Group is also scaling up its raw material production. Following the commissioning of its aluminium furnace in April 2026, the Group now has annual aluminium rod capacity of more than 60,000 tonnes. By end-2026, a new copper furnace is expected to come onstream, lifting copper rod capacity to 24,000 tonnes per year from 18,000 tonnes currently.

Meanwhile, the new plastic compound facility is undergoing testing and is targeted for commissioning in the third quarter of 2026. The facility will raise annual plastic compound capacity to 12,000 tonnes from 7,800 tonnes currently, further strengthening the Group's in-house supply capabilities.

The Group's ongoing expansion initiatives are expected to yield greater benefits as cable and wire requirements continue to grow. In the meantime, the Group continues to see steady order inflows, with orders in hand standing at RM1.36 billion as at 30 June 2026, to be recognised through 2028. These orders comprise the supply of cables and conductors to power utilities companies, alongside EPCC (Engineering Procurement Construction Commissioning) contractors undertaking infrastructure, data centre and renewable energy projects.

Southern Cable's export markets are also gaining momentum. Notably, overseas revenue grew 44.3% to RM112.8 million in 1H26, from RM78.2 million in the same period last year, primarily driven by stronger deliveries to the United States (U.S.). Moving forward, the Group aims to deepen its presence in the U.S. market by broadening its product range to address a wider range of customer requirements.

In conjunction with the 1H26 results, the Group declared a first interim dividend of 1.20 sen per share in respect of FY2026, amounting to RM15.3 million and representing approximately 20% of 1H26 net profit. The dividend entitlement date is on 21 September 2026, with payment scheduled for 12 October 2026.

HEAD OFFICE

Lot 42, Jalan Merbau Pulas,
Kawasan Perusahaan Kuala Ketil,
09300 Kuala Ketil, Baling, Kedah.

CONTACT

T +6 04 4161 600
F +6 04 4161 599
M sc@southerncable.com.my





SOUTHERN CABLE

SOUTHERN CABLE GROUP BERHAD

201901011439 (1320767-M)

INCORPORATED IN MALAYSIA

About Southern Cable Group Berhad (南方电缆集团)

Founded in 1993, Southern Cable 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 key supporting activities for the cable and wire manufacturing operations include furnace and casting operations, and manufacturing of plastic compounds and wooden cable drums.

Through its factories in Kuala Ketil and Sungai Petani, Kedah, the Group has an annual production capacity of 60,000 tonnes and 18,000 tonnes for aluminium and copper rods, respectively, 54,980 km for cables and wires, and 7,800 tonnes for plastic compounds.

The Group's cables and wires are used in various industry sectors including power distribution and transmission, telecommunications, building and construction, infrastructure, manufacturing and processing industries including oil and gas processing and petrochemical plants.

Additionally, the Group holds certifications for product compliance to local and international standards for its cables and wires. These certifications include Malaysian Standards (MS), IEC standards or British Standards, Energy Commissions of Malaysia, Fire and Rescue Department of Malaysia, SIRIM QAS International, TÜV SÜD, and UL Standards.

Southern Cable is the registered supplier of cables and wires to Tenaga Nasional Berhad, Telekom Malaysia Berhad, Sabah Electricity Sdn Bhd, and Petroliaam Nasional Berhad, as well as supplies to Sarawak Energy Berhad.

Issued for and on behalf of SOUTHERN CABLE GROUP BERHAD by Aquilas Advisory (Malaysia) Sdn Bhd

For media enquiries, please contact:

Mr. Terence Loo

E: terence@aquilas.com.my

T: 03-2711 1391

Ms. Eileen Tan

E: eileen@aquilas.com.my

T: 014-9012486

HEAD OFFICE

Lot 42, Jalan Merbau Pulas,
Kawasan Perusahaan Kuala Ketil,
09300 Kuala Ketil, Baling, Kedah.

CONTACT

T +6 04 4161 600
F +6 04 4161 599
M sc@southerncable.com.my

