AURELIUS TECHNOLOGIES BERHAD
(Registration No. 202101005015 (1405314-D))
(Incorporated in Malaysia under the Companies Act 2016)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENT FOR THE SECOND QUARTER ENDED 30 JUNE 2026

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		2nd Quarter			Cumulative Quarter		
		30 June 2026 (a)	30 June 2025	Changes	30 June 2026 (a)	30 June 2025	Changes
		RM	RM	%	RM	RM	%
Revenue		141,461,401	162,919,226	(13.2)	271,879,832	310,772,593	(12.5)
Cost of sales		(125,166,679)	(136,890,356)	(8.6)	(239,980,300)	(262,199,120)	(8.5)
Gross profit		16,294,722	26,028,870	(37.4)	31,899,532	48,573,473	(34.3)
Other income		2,403,858	1,400,297	71.7	2,904,452	2,518,538	15.3
Administrative expenses		(3,978,053)	(7,238,677)	(45.0)	(7,975,403)	(10,463,520)	(23.8)
Selling and distribution expenses		(65,909)	(79,393)	(17.0)	(151,273)	(108,961)	38.8
Operating profit		14,654,618	20,111,097	(27.1)	26,677,308	40,519,530	(34.2)
Finance income		56,628	661,759	(91.4)	193,681	1,112,548	(82.6)
Finance costs		(62,052)	(1,465)	4,135.6	(177,468)	(46,302)	283.3
Profit before tax		14,649,194	20,771,391	(29.5)	26,693,521	41,585,776	(35.8)
Taxation		(3,386,823)	(4,408,433)	(23.2)	(6,254,307)	(9,125,125)	(31.5)
Profit for the financial period		11,262,371	16,362,958	(31.2)	20,439,214	32,460,651	(37.0)
Total other comprehensive income, net of tax							
Items that will not be reclassified subsequently to profit or loss:							
Transfer of revaluation surplus to retained profits		135,164	46,880	188.32	270,329	93,760	188.32
Realisation of revaluation surplus upon depreciation		(135,164)	(46,880)	188.32	(270,329)	(93,760)	188.32
Total comprehensive income for the financial period		11,262,371	16,362,958	(31.2)	20,439,214	32,460,651	(37.0)
Profit for the financial period attributable to:							
Owner of the Company		11,262,371	16,362,958	(31.2)	20,439,214	32,460,651	(37.0)
Total comprehensive income for the financial period attributable to:							
Owners of the Company		11,262,371	16,362,958	(31.2)	20,439,214	32,460,651	(37.0)
Earnings Per Share attributable to Owners of the Company							
Basic EPS (sen)	(b)	0.87	1.26		1.58	2.50	
Diluted EPS (sen)	(c)	0.87	1.26		1.58	2.49	

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME *(cont'd)*

Notes:

(a) The Unaudited Condensed Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025 ("FYE 2025") and the accompanying explanatory notes.

(b) Basic earnings per share ("EPS") is calculated based on the profit attributable to owners of the Company divided by the weighted average number of ordinary shares issued of ***1,300,674,400*** *as disclosed in B12 (i).*

(c) Diluted earnings per share ("DEPS") is calculated based on the profit attributable to owners of the Company divided by the weighted number of applicable ordinary shares of ***1,300,899,400*** *as disclosed in B12 (ii).*

CONDENSED STATEMENT OF FINANCIAL POSITION

	Unaudited as at 30 June 2026 (a) RM	Audited as at 31 December 2025 RM
ASSETS		
Non-current asset		
Property, plant and equipment	219,104,797	224,511,528
Current assets		
Inventories	140,669,961	110,076,054
Trade receivables	132,469,523	146,853,400
Other receivables, deposits and prepayments	4,719,510	2,634,956
Contract assets	18,586,177	18,043,382
Short term investments	164,160,486	189,773,618
Cash and bank balances	3,030,412	26,615,105
	463,636,069	493,996,515
TOTAL ASSETS	**682,740,866**	**718,508,043**
EQUITY & LIABILITIES		
Share capital	390,829,620	390,829,621
Merger deficit	(38,486,932)	(38,486,932)
Revaluation reserve	20,573,406	20,843,736
ESS reserve	118,492	118,492
Retained profits	129,732,693	143,491,020
Total equity	502,767,279	516,795,937
Non-current liabilities		
Deferred tax liabilities	18,705,755	17,423,055
	18,705,755	17,423,055
Current liabilities		
Trade payables	125,169,463	113,832,778
Other payables & accruals	20,202,544	27,797,666
Borrowings	12,272,793	34,139,816
Refund liabilities	436,142	2,179,225
Provision of taxation	3,186,890	6,339,556
	161,267,832	184,289,041
Total Liabilities	179,973,587	201,712,096
TOTAL EQUITY AND LIABILITIES	**682,740,866**	**718,508,033**
Net Assets per share attributable to owner of the Company (RM) (b)	0.39	0.40

CONDENSED STATEMENT OF FINANCIAL POSITION *(cont'd)*

Notes:

(a) The condensed statement of financial position should be read in conjunction with the Group's audited financial statements for the FYE 2025 and the accompanying explanatory notes.

*(b) Net Assets per share attributable to the Company's equity owner is calculated based on total equity divided by the total number of ordinary shares outstanding of **1,300,674,400** shares issued.*

UNAUDITED CONDENSED STATEMENT OF CASH FLOWS

	Cumulative Quarter	
	30 June 2026 (a)	**30 June 2025**
	RM	**RM**
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	26,693,521	41,585,776
Adjustments for:		
Depreciation of property, plant & equipment	7,689,178	7,326,035
Gain on disposal of property, plant & equipment	(98,000)	-
Interest expense	177,468	46,302
Interest income	(193,681)	(805,041)
Short term investments income	(2,924,379)	(307,507)
Unrealised (gain)/loss on foreign exchange	(919,972)	3,639,755
Fair value loss/(gain) on short term investments	1,215,135	(1,774,095)
Fair value change of derivatives	-	(64,195)
Operating profit before working capital changes	31,639,270	49,647,030
Changes in working capital:		
Inventories	(30,593,907)	15,955,555
Receivables	19,279,603	12,352,478
Contract assets	(542,795)	(12,442)
Payables	(53,646)	(47,231,050)
Net cash flows generated from operations	19,728,525	30,711,571
Interest paid	(177,468)	(46,302)
Income tax paid	(8,124,282)	(2,667,614)
Net cash flows generated from operating activities	11,426,775	27,997,655
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant & equipment	(2,282,447)	(1,021,108)
Proceeds from disposal of property, plant & equipment	98,000	-
Interest received	193,681	805,041
Short term investments income received	2,924,379	307,507
Net change of short term investments	24,397,290	(134,498,482)
Fixed deposits with licensed banks	-	18,796,414
Net cash generated from/(used in) investing activities	25,330,903	(115,610,628)
CASH FLOW FROM FINANCING ACTIVITIES		
Net repayment in bankers acceptances and OFCL	(22,341,724)	-
Net repayment of finance lease liabilities	-	(27,603)
Net repayment of term financing	-	(3,277,952)
Dividends paid	(38,369,895)	(12,570,769)
Bonus issuance expenses	-	(168,788)
Net cash used in financing activities	(60,711,619)	(16,045,112)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(23,953,941)	(103,658,085)
Net Effect of changes in foreign exchange rate	368,543	(377,612)
CASH AND CASH EQUIVALENTS AT BEGINNING	26,616,760	139,323,810
CASH AND CASH EQUIVALENTS AT END	3,031,362	35,288,113

UNAUDITED CONDENSED STATEMENT OF CASH FLOWS *(cont'd)*

	Cumulative Quarter	
	30 June 2026 (a)	**30 June 2025**
	RM	**RM**
Cash and cash equivalents included in the statement of cash flows comprise the following balance sheet amounts:		
Short term funds with licensed financial instituition and/or established asset management firm	164,160,488	7,515,770
Short term money market deposits	1,889,192	25,540,169
Cash and bank balances	1,141,220	2,232,174
	167,190,900	35,288,113
Less: Short term funds with licensed financial instituition and/or established asset management firm	(164,159,538)	-
CASH AND CASH EQUIVALENTS AT END	3,031,362	35,288,113

Notes:

(a) The unaudited condensed statement of cash flows should be read in conjunction with the Group's audited financial statements for the FYE 2025 and the accompanying explanatory notes.

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY

	Attributable to Owners of the Company					
	Non-distributable				Distributable	
	Share Capital RM	**ESS Reserve RM**	**Merger Deficit RM**	**Revaluation Reserve RM**	**Retained Profits RM**	**Total Equity RM**
Period ended 30 June 2026						
Balance as at 1 January 2026	390,829,620	118,492	(38,486,932)	20,843,735	143,491,020	516,795,935
Profit after taxation	-	-	-	-	20,439,214	20,439,214
Total comprehensive income/(loss)	-	-	-	(270,329)	270,329	-
Dividends paid / payable	-	-	-	-	(34,467,870)	(34,467,870)
Balance as at 30 June 2026	**390,829,620**	**118,492**	**(38,486,932)**	**20,573,406**	**129,732,693**	**502,767,279**
Period ended 30 June 2025						
Balance as at 1 January 2025	390,985,101	402,874	(38,486,932)	5,828,767	129,602,498	488,332,308
ESS reserve	78,995	(78,995)	-	-	-	-
Profit after taxation	-	-	-	-	32,460,651	32,460,651
Total comprehensive income/(loss)	-	-	-	(93,760)	93,760	-
Dividends paid / payable	-	-	-	-	(12,570,769)	(12,570,769)
Bonus issue expenses	(168,788)	-	-	-	-	(168,788)
Balance as at 30 June 2025	**390,895,308**	**323,879**	**(38,486,932)**	**5,735,007**	**149,586,140**	**508,053,402**

Notes:

(a) The Unaudited Condensed Statement of Changes in Equity should be read in conjunction with the Group's audited financial statement for the FYE 2025 and the accompanying explanatory notes attached to this financial report.

NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

EXPLANATORY NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 June 2026

A1. Basis of Preparation

The financial statements of Aurelius Technologies Berhad ("ATech" or "Company") and BCM Electronics Corporation Sdn. Bhd. ("BCM Electronics"), the Company's sole subsidiary (collectively, "the Group"), are unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirement of Bursa Malaysia Securities Berhad ("Main LR").

The accounting policies and methods of computation adopted by the Group in these unaudited condensed financial statements are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2025. The financial statements should be read in conjunction with the consolidated financial information and the audited financial statements of the Group for the financial year ended 31 December 2025.

A2. Changes in Accounting Policies

The accounting policies adopted by the Group and by the Company are consistent with those of the previous financial years except for the following new accounting standards/amendments to MFRSs that have been issued by the MASB but are not yet effective for the current financial year:

Effective for annual periods beginning on or after 1 January 2027
MFRS 18 Presentation and Disclosure in Financial Statements
MFRS 19 Subsidiaries without Public Accountability: Disclosures
Amendment to MFRS 19 Subsidiaries without Public Accountability: Disclosures
Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates: Translation to a Hyperinflationary Presentation Currency

Effective date yet to be confirmed
Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The initial application of the above standards and amendments to MFRSs is not expected to have any material impacts to the financial statements of the Group and of the Company upon adoption, except for MFRS 18 Presentation and Disclosure in Financial Statements.

A3. Auditors' Report on Preceding Annual Financial Statements

The auditors' reports to the respective members of ATech and BCM Electronics on the financial statements for the FYE 2025 were not subject to any qualification.

A4. Seasonal or Cyclical Factors

The Group's revenues are typically lower in the first half of financial year arising from customer planning and orders cycle. For the second quarter of the year ending 2026 ("Q2"), the Group's recorded a modest improvement in revenue compared to the first quarter of the year ("Q1") as selective supply chain disruptions still persist causing in delay in order execution particularly for our customers in the Communications and Semiconductor Components segments.

A5. Unusual Items

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group during the financial quarter under review.

A6. Material Changes in Estimates

There was no change in the estimate of amounts reported that have a material effect in the financial quarter under review.

A7. Debt and Equity Securities

There was no other issuance, cancellation, repurchase, resale, and repayment of debt and equity securities by the Company for the financial quarter under review.

A8. Segmental Reporting

The management determines the business segments based on the reports reviewed and used by the management for strategic decision-making and resource allocation.

No segmental analysis by business segment is prepared as the Group operates predominantly in the electronic manufacturing services ("EMS") sector focusing on industrial electronic products, namely communications and IoT products, electronics devices, electronic components for automotive industry, and semiconductor components.

<u>Revenue segmented by products</u>

	Individual Quarter		**Cumulative Quarter**	
	Current Year Quarter	**Preceding Year Corresponding Quarter**	**Current Year To Date**	**Preceding Year Corresponding Period**
	30 June 2026	**30 June 2025**	**30 June 2026**	**30 June 2025**
	RM	**RM**	**RM**	**RM**
Communications and IoT products	126,599,600	135,517,279	239,215,325	260,082,844
Electronics devices	7,748,609	19,094,152	16,736,404	34,327,273
Electronic components for automotive industry	3,838,752	-	7,406,392	-
Semiconductor components	3,274,440	8,307,795	8,521,711	16,362,476
	141,461,401	162,919,226	271,879,832	310,772,593

Revenue segmented by geographical markets

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30 June 2026	30 June 2025	30 June 2026	30 June 2025
	RM	RM	RM	RM
MALAYSIA	26,572,640	35,690,789	55,077,829	68,961,209
AMERICAS	99,193,911	102,287,418	182,234,667	190,426,604
ASIA PACIFIC (excluding Malaysia)	10,365,195	16,875,526	21,800,377	34,429,150
EUROPE	5,329,655	8,065,493	12,766,959	16,955,630
	141,461,401	162,919,226	271,879,832	310,772,593

A9. Dividends Paid

The third interim single-tier dividend of 0.95 sen per ordinary share for the FYE 2025 amounting to RM12.35 million was declared on 28 November 2025 and paid on 8 January 2026.

The fourth and final special single-tier dividend of 2.0 sen per ordinary share for the FYE 2025 amounting to RM26.0 million was declared on 27 February 2026 and paid on 7 April 2026.

The first interim single-tier dividend of 0.65 sen per ordinary share for the financial year ending 31 December 2026 ("FYE 2026") amounting to RM8.5 million was declared on 29 May 2026 and paid on 7 July 2026.

Save as disclosed above, there was no other dividend paid during the current financial quarter under review.

A10. Property, Plant and Equipment

The Group did not carry out any revaluation of its property, plant and equipment in the current financial quarter under review.

A11. Capital Commitments

	Unaudited As at 30 June 2026 RM	Audited As at 31 December 2025 RM
Contracted but not provided for:		
- Property, plant and equipment	1,002,130	2,097,194
Approved but not provided for:		
- Property, plant and equipment	13,373,226	15,510,326
	14,375,356	**17,607,520**

A12. Changes in the Composition of the Group

There was no change in the composition of the Group during the financial quarter under review.

A13. Contingent Liabilities

	Unaudited as at 30 June 2026 RM	Audited as at 31 December 2025 RM
Corporate guarantees issued to financial institutions for banking faciliites granted to a subsidiary		
- Limit	179,813,120	182,590,245
- Maximum exposure	13,748,333	34,345,516

Save as disclosed above, there were no other contingent liabilities during the financial quarter under review.

A14. Significant Related Party Transactions

There was no related party transaction during the financial quarter under review.

A15. Financial Instruments

The table below provides an analysis of financial instruments categorized as amortized cost ("AC") and fair value through profit or loss ("FVTPL").

	Carrying amount RM	AC RM	FVTPL RM
Unaudited as at 30 June 2026:			
Financial assets			
Trade and other receivables excluding prepayments	132,572,528	132,572,528	-
Short term investments	164,160,487	-	164,160,487
Cash and bank balances	3,030,412	3,030,412	-
	299,763,427	**135,602,940**	**164,160,487**
Financial liabilities			
Trade and other payables	145,372,007	145,372,007	-
Borrowings	12,272,793	12,272,793	-
	157,644,800	**157,644,800**	**-**
Audited as at 31 December 2025:			
Financial assets			
Trade and other receivables excluding prepayments	146,971,462	146,971,462	-
Short term investments	189,773,618	-	189,773,618
Cash and bank balances	26,615,105	26,615,105	-
	363,360,185	**173,586,567**	**189,773,618**
Financial liabilities			
Trade and other payables	141,630,444	141,630,444	-
Borrowings	34,139,816	34,139,816	-
	175,770,260	**175,770,260**	**-**

A16. Material Events Subsequent to the end of the Quarter

There was no material event subsequent to the end of the financial quarter under review.

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES

B1. Review of Performance

	Individual Period (a) (2nd quarter)		Changes (Amount/%)	Cumulative Period (b)		Changes (Amount/%)
	Current Year Quarter	Preceding Year Corresponding Quarter		Current Year To-date	Preceding Year Corresponding Period	
	30 June 2026	30 June 2025		30 June 2026	30 June 2025	
Revenue	141,461,401	162,919,226	-13.2	271,879,832	310,772,593	-12.5
Gross Profit	16,294,722	26,028,870	-37.4	31,899,532	48,573,473	-34.3
Profit Before Interest and Tax	14,654,618	20,111,097	-27.1	26,677,308	40,519,530	-34.2
Profit Before Tax	14,649,194	20,771,391	-29.5	26,693,521	41,585,776	-35.8
Profit After Tax	11,262,371	16,362,958	-31.2	20,439,214	32,460,651	-37.0
Profit Attributable to Ordinary Equity Holder of the Parent	11,262,371	16,362,958	-31.2	20,439,214	32,460,651	-37.0

(a) Results for the current financial quarter

For the current financial quarter under review, the Group recorded a revenue of RM141.5 million, representing a decrease of 13.2% as compared to the corresponding financial quarter of the preceding year. The communication and IoT products contributed RM125.0 million (88.4%), electronics devices contributed RM7.8 million (5.5%), electronic components for automotive industry contributed RM5.4 million (3.8%), and semiconductor components contributed the remaining RM3.3 million (2.3%). In the preceding year's corresponding financial quarter, the Group recorded a revenue of RM162.9 million. Communication and IoT products contributed RM135.5 million (83.2%), electronics devices contributed RM19.1 million (11.7%) and semiconductor components contributed the balance of RM8.3 million (5.1%).

The Group recorded a gross profit and profit before tax ("PBT") of RM16.3 million and RM14.7 million in the current financial quarter as compared to the gross profit and PBT of RM26.0 million and RM20.8 million respectively for the corresponding financial quarter of the preceding year. The Group registered a relatively weaker revenue and resultant lower gross profit margin compared to the corresponding financial quarter of preceding year – mainly due to a combination of (a) selective supply chain disruptions hampering production, and (b) the weakening of United States dollar ("USD") against Ringgit Malaysia ("RM").

(b) Results for the financial year-to-date

For the current cumulative financial quarters under review, the Group recorded a revenue of RM271.9 million, representing a decrease of 12.5% as compared to the preceding year's corresponding cumulative financial quarters. The communication and IoT products contributed RM237.6 million (87.4%), electronics devices contributed RM16.8 million (6.2%), electronic components for automotive industry contributed RM9.0 million (3.3%), and semiconductor components contributed the remaining RM8.5 million (3.1%). In the preceding year's corresponding cumulative financial quarter, the Group recorded a revenue of RM310.8 million. Communication and IoT products contributed RM260.1 million (83.7%), electronics devices contributed RM34.3 million (11.0%) and semiconductor components contributed the balance of RM16.4 million (5.3%).

The Group recorded a gross profit and PBT of RM31.9 million and RM26.7 million in the current cumulative financial quarter as compared to the gross profit and PBT of RM48.6 million and RM41.6 million respectively for the corresponding cumulative financial quarter of the preceding year. The Group saw a relatively lower gross profit margin and PBT compared to the corresponding cumulative financial quarter of preceding year predominantly due to the weakening of USD against RM.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Quarter 30 June 2026	Immediate Preceding Quarter 31 March 2026	Changes (Amount/%)
Revenue	141,461,401	130,418,431	8.5
Gross Profit	16,294,722	15,604,811	4.4
Profit Before Interest and Tax	14,654,618	12,022,692	21.9
Profit Before Tax	14,649,194	12,044,329	21.6
Profit After Tax	11,262,371	9,176,845	22.7
Profit Attributable to Ordinary Equity Holder of the Parent	11,262,371	9,176,845	22.7

The Group recorded a revenue and profit after tax ("PAT") of RM141.5 million and RM11.3 million in the current financial quarter as compared to the revenue and PAT of RM130.4 million and RM9.2 million respectively for the immediate preceding financial quarter.

The revenue and PAT for the financial quarter under review was higher than the preceding quarter – mainly contributed by increased production volumes.

Save as disclosed above, the Group did not record any other business transactions that resulted in the material disposal of investment or properties, one-off gain or loss, or revaluation gain or loss in the financial quarter under review.

B3. Prospects for the Group

In line with the global EMS industry, the Group continues to face persistent challenges from disruptions to new global rules-based order, global economic uncertainties, geopolitical tensions, supply chain, market volatilities and ongoing introductions of various global trade tariffs.

The prolonged Iran war and restrictions on Strait of Hormuz may put further strain on the global oil deliveries, supply chain of the EMS industry and consequential inflationary pressures.

On the domestic front, the Group is being further challenged by a concurrent combination of (a) declining revenue from the weaker USD against RM and (b) higher operational cost due to inflationary and materials cost adjustments, whilst the Group continues to work closely with its customers to optimise pricing and services as we align towards preserving sustainable margins and long-term business resilience.

Amid these headwinds, the Group continues to adopt a prudent and cautious approach in managing its operations, with continued emphasis on maintaining a lean organisation and implementing just-in-time inventory management while increasing its focus on strategic investments to enhance and strengthen its technological infrastructures and capabilities to enable the new growth opportunities with both (a) existing long-term customers and (b) potential new customers.

At the same time, the Groups is selectively pursuing strategic investment to enhance its technology infrastructure, manufacturing capabilities and operational efficiencies, particularly in areas that support new product initiative ("NPI"). These initiatives are aimed at strengthening the Group's competitiveness and positioning it to capture new growth opportunities arising from both its (a) existing long-term customers and (b) potential new customers, while maintaining a sustainable and resilient business model.

Looking ahead, the Group remains focus on executing its long-term growth strategies, including (a) the roll-out of NPI and mass production ramp-up activities involving advanced IoT, electronic components for automotive industry and AI (including physical AI) related products and (b) to secure new customers and diversify its customer base, particularly for P5, are progressing in line with the Group's strategic plans.

To complement the Group’s advanced IoT and AI-related product offerings and further strengthen its overall solutions capabilities, the Group continues to (a) progress its plans to expand into precision plastic solutions and (b) secure new strategic customers for its precision plastics business.

In addition, the Group continues to prioritise disciplined cost management, operational efficiency enhancement, and prudent capital structure optimisation to strengthen financial resilience of the Group and maximise long-term shareholders’ value despite the prevailing market uncertainties.

The Group’s order book is approximately RM472.3 million as of 10 August 2026.

Barring any unforeseen circumstances in executing our existing orders, onboarding of potential new customers, NPI commercialisations, rising global economic uncertainties, further volatility of foreign exchange, potential escalation of global trade wars and potential escalation of geopolitical conflicts, we maintain a cautiously optimistic outlook on the Group’s performance for the financial year ended 31 December 2026.

B4. Note to the Statement of Profit and Loss & Other Comprehensive Income

	Current quarter ended		Cumulative quarter ended	
	30 June 2026	**30 June 2025**	**30 June 2026**	**30 June 2025**
	RM	**RM**	**RM**	**RM**
After Charging:				
Depreciation of property, plant and equipment	3,855,667	3,667,488	7,689,178	7,326,035
Employee benefits expenses	11,261,876	13,498,798	23,342,621	26,985,392
Expenses relating to lease of low value assets	5,980	6,146	8,912	17,862
Expenses relating to short-term leases	9,500	9,000	18,500	18,000
Fair value loss on short term investment	245,197	-	1,215,135	-
Interest/financing expenses on:				
- Finance lease	-	1,465	-	3,076
- Term financing	-	-	-	43,226
- Trade financing	62,052	-	177,468	-
Loss on foreign exchange:				
- Realised	-	3,006,947	2,273,557	1,129,791
- Unrealised	1,016,194	1,552,592	-	3,639,755
And crediting:				
Gain on disposal of property, plant and equipment	-	-	98,000	-
Gain on foreign exchange:				
- Realised	1,317,945	-	-	-
- Unrealised	-	-	919,972	-
Fair value gain on short term investments *	-	763,535	-	1,774,095
Short term investments income	1,267,441	272,846	2,924,379	307,507
Interest income	56,628	388,913	193,681	805,041

**Included in Other Income*

Save as disclosed above, there is no other provision for and/or write-off of receivables, and impairment of assets, for the financial quarter under review.

B5. Taxation

	Current Quarter ended		Cumulative quarter ended	
	30 June 2026	**30 June 2025**	**30 June 2026**	**30 June 2025**
	RM	**RM**	**RM**	**RM**
Current period income tax	3,755,191	4,800,291	4,971,606	10,210,669
Deferred tax	(368,368)	(391,858)	1,282,701	(1,085,544)
	3,386,823	4,408,433	6,254,307	9,125,125

The Group's effective tax rate for the current financial quarter and cumulative financial quarter under review was marginally lower than the statutory tax rate. This was mainly attributable to a combination of utilisation of deferred tax assets and non-taxable income for tax purposes during the current financial quarter.

B6. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee in respect of any corporate proposals.

B7. Status of Corporate Proposals

There was no corporate proposal announced by the Company in the financial quarter under review.

B8. Group's Borrowings and Debts Securities

The details of the Group's borrowings as at 30 June 2026 are as follows:

	As at 2nd quarter FYE 31 December 2026					
	Long term		Short term		Total borrowing	
	Foreign denomination ^	RM denomination	Foreign denomination ^	RM denomination	Foreign denomination ^	RM denomination
Secured: Islamic Trade Financing	-	-	12,272,793	-	12,272,793	-
Total	**-**	**-**	**12,272,793**	**-**	**12,272,793**	**-**

	As at 2nd quarter FYE 31 December 2025					
	Long term		Short term		Total borrowing	
	Foreign denomination ^	RM denomination	Foreign denomination ^	RM denomination	Foreign denomination ^	RM denomination
Secured: Finance lease	-	79,592	-	56,963	-	136,555
Total	**-**	**79,592**	**-**	**56,963**	**-**	**136,555**

As at 30 June 2026, the Group has an outstanding financing totalling approximately RM12.3 million comprising of solely short term USD-denominated Secured Islamic Trade Financing to fund working capital requirements. The various Secured Islamic Trade Financing carries a financing cost that is in line with prevailing market rates.

There was no significant change in the total borrowing/financing facilities as compared to the preceding quarter.

Save as disclosed above, there was no unsecured borrowing/financing facilities during the financial quarter under review.

B9. Material Litigation

There was no material litigation by the Company during the financial quarter under review.

B10. Dividend

The first interim single-tier dividend of 0.65 sen per ordinary share for the FYE 2026 amounting to RM8.5 million was declared on 29 May 2026 and paid on 7 July 2026.

The second interim single-tier dividend of 0.55 sen per ordinary share for FYE 2026 amounting to RM7.2 million was declared on 28 August 2026 and to be paid on 7 October 2026.

Save as disclosed above, there was no other dividend declared during the current financial quarter under review.

B11. Earning Per Shares ("EPS")

The basic EPS for the current financial quarter and financial year-to-date is computed as follows:

The calculation of earnings per ordinary share is calculated based on the profit attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding at the respective individual financial quarters as follows:

	Indvidual Quarter		Cumulative Quarter	
	30 June 2026	**30 June 2025**	**30 June 2026**	**30 June 2025**
(i) Basic EPS				
Profit attributable to ordinary equity owners of the Company (RM)	11,262,371	16,362,958	20,439,214	32,460,651
Earnings per ordinary share attributable to owners of the Company				
Weighted average number of ordinary shares	1,300,674,400	1,300,503,129	1,300,674,400	1,300,503,129
Earnings per ordinary share (sen)	0.87	1.26	1.58	2.50
(ii) Diluted EPS				
Profit attributable to ordinary equity owners of the Company (RM)	11,262,371	16,362,958	20,439,214	32,460,651
Earnings per ordinary share attributable to owners of the Company				
Weighted average number of ordinary shares	1,300,899,400	1,301,118,129	1,300,899,400	1,301,118,129
Earnings per ordinary share (sen)	0.87	1.26	1.58	2.49

B12. Fair Value of Financial Liabilities

Save as disclosed in A15, there was no other gain or loss arising from fair value changes of financial liabilities for the current financial quarter under review as the Group did not have any financial liabilities measured at fair value.