

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR FINANCIAL QUARTER ENDED 31 MAY 2025**

	Individual quarter ended		Year-to-date ended	
	31.05.2025	31.05.2024	31.05.2025	31.05.2024
	RM'000	RM'000	RM'000	RM'000
Revenue	459,374	487,239	1,874,640	1,996,536
Cost of sales	(381,199)	(409,859)	(1,566,249)	(1,683,697)
Gross profit	78,175	77,380	308,391	312,839
Other income	8,822	11,285	21,997	17,941
Distribution expenses	(21,341)	(30,371)	(105,398)	(102,624)
Administrative expenses	(21,588)	(20,708)	(90,080)	(85,028)
Other operating expenses	(11,337)	(7,968)	(16,205)	(12,034)
Finance costs	(5,127)	(4,957)	(19,518)	(20,583)
Share of results of associates	(1)	(1)	5	(32)
Profit before taxation	27,603	24,660	99,192	110,479
Tax expense	(10,167)	(7,733)	(34,065)	(29,634)
Net profit for the financial year	17,436	16,927	65,127	80,845
Net profit/(loss) attributable to				
Owners of the parent	17,071	18,441	63,489	81,474
Non-controlling interests	365	(1,514)	1,638	(629)
	17,436	16,927	65,127	80,845
Earnings per share attributable to owners of the parent				
Basic earnings per share (sen)	1.65	1.94	6.09	8.58
Diluted earnings per share (sen)	1.64	1.84	5.99	8.02

The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2024 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR FINANCIAL QUARTER ENDED 31 MAY 2025**

	Individual quarter ended		Year-to-date ended	
	31.05.2025	31.05.2024	31.05.2025	31.05.2024
	RM'000	RM'000	RM'000	RM'000
Net profit for the financial year	17,436	16,927	65,127	80,845
Other comprehensive income				
Item that may be reclassified subsequently to profit or loss				
Foreign currency translation	(9,102)	(1,307)	(15,204)	(861)
Re-measurement of defined benefit liability	689	555	689	555
Other comprehensive loss, net of tax	(8,413)	(752)	(14,515)	(306)
Total comprehensive income	9,023	16,175	50,612	80,539
Total comprehensive income attributable to				
Owners of the parent	8,658	17,689	48,974	81,168
Non-controlling interests	365	(1,514)	1,638	(629)
	9,023	16,175	50,612	80,539

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2024 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2025**

	Unaudited 31.05.2025 RM'000	Audited 31.05.2024 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	264,539	246,513
Investment properties	7,332	7,496
Investment in associates	1,506	1,514
Investment in joint ventures	-	-
Other investments	8,174	7,399
Intangible assets	4,107	4,253
Goodwill on consolidation	87,819	87,100
Rights-of-use assets	134,812	87,915
Deferred tax assets	10,485	14,767
Other receivable	1,305	3,449
	520,079	460,406
Current assets		
Inventories	183,539	218,857
Receivables	371,894	382,896
Amounts owing by associates	13,796	14,899
Current tax assets	10,594	12,422
Other investments	712	1,175
Short term deposits	31,867	31,384
Cash and bank balances	119,245	105,928
	731,647	767,561
TOTAL ASSETS	1,251,726	1,227,967
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	523,386	408,707
Reserves	173,454	182,577
Less : Treasury shares, at cost	(96,381)	(43,195)
	600,459	548,089
Non-controlling interests	36,592	34,061
TOTAL EQUITY	637,051	582,150
LIABILITIES		
Non-current liabilities		
Borrowings	37,593	47,671
Lease liabilities	47,469	4,242
Deferred tax liabilities	23,288	22,730
Provision for retirement benefits	3,948	4,661
	112,298	79,304
Current liabilities		
Payables	195,451	246,792
Amounts owing to associates	224	1,592
Borrowings	285,499	299,941
Lease liabilities	11,763	6,448
Contract liabilities	5,081	7,398
Current tax liabilities	4,359	4,342
	502,377	566,513
TOTAL LIABILITIES	614,675	645,817
TOTAL EQUITY AND LIABILITIES	1,251,726	1,227,967
Net assets per share attributable to owners of the parent (RM)	0.56	0.57

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2024 and the accompanying notes to this Interim Financial Report.

ANCOM NYLEX BERHAD (Registration No. 196901000122 (8440-M))

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 31 MAY 2025**

	Attributable to owners of the parent						Non-controlling interests	Total equity
	Share capital	Capital reserve	Exchange translation reserve	Share options reserve	Treasury shares	Retained earnings		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 June 2023	397,624	273	28,360	1,224	(25,123)	89,150	491,508	523,931
Total comprehensive income	-	-	(861)	-	-	82,029	81,168	80,539
Transactions with owners								
Ordinary shares issued pursuant to:								
- ESOS	5,299	-	-	(1,432)	-	-	3,867	3,867
- Warrants B	5,784	-	-	-	-	-	5,784	5,784
ESOS lapsed	-	-	-	208	-	(208)	-	-
Acquisition of subsidiaries	-	-	-	-	-	-	4,240	4,240
Disposal of subsidiaries	-	-	-	-	-	-	639	639
Dividend paid to non-controlling interests of a subsidiary	-	-	-	-	-	(561)	(561)	(3,173)
Dividend paid	-	-	-	-	-	(9,493)	(9,493)	(9,493)
Dividend-In-Specie	-	-	-	-	7,415	(7,604)	(189)	(189)
Net resold of treasury shares of the Company	-	-	-	-	(25,487)	1,492	(23,995)	(23,995)
Total transactions with owners	11,083	-	-	(1,224)	(18,072)	(16,374)	(24,587)	(22,320)
Balance as at 31 May 2024/1 June 2024	408,707	273	27,499	-	(43,195)	154,805	548,089	582,150
Total comprehensive (loss)/income	-	-	(15,204)	-	-	64,178	48,974	50,612
Transactions with owners								
Ordinary shares issued pursuant to:								
- Private placement	96,220	-	-	-	-	-	96,220	96,220
- Warrants B	18,459	-	-	-	-	-	18,459	18,459
Acquisition of subsidiaries	-	-	-	-	-	-	3,153	3,153
Dividend paid to non-controlling interests of a subsidiary	-	-	-	-	-	(2,800)	(2,800)	(5,050)
Dividend paid	-	-	-	-	-	(10,135)	(10,135)	(10,135)
Dividend-In-Specie	-	-	-	-	47,945	(48,236)	(291)	(291)
Net Repurchased of treasury shares of the Company	-	-	-	-	(101,131)	3,948	(97,183)	(97,183)
Disposal of equity interest of a subsidiary to non-controlling interest	-	-	-	-	-	10	10	-
Remeasurement of acquisition of a subsidiary	-	-	-	-	-	(884)	(884)	(884)
Total transactions with owners	114,679	-	-	-	(53,186)	(58,097)	3,396	4,289
Balance as at 31 May 2025	523,386	273	12,295	-	(96,381)	160,886	600,459	637,051

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2024 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL QUARTER ENDED 31 MAY 2025**

	Year-to-date ended	
	31.05.2025	31.05.2024
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	99,192	110,479
Adjustments for non-cash items	45,439	58,454
Operating profit before working capital changes	144,631	168,933
Inventories	43,441	(2,060)
Receivables	21,455	(15,447)
Payables	(60,059)	7,730
Associates	(117)	(6,921)
Net cash generated from operations	149,351	152,235
Income tax paid	(27,564)	(21,110)
Retirement benefit paid	(273)	(368)
Net cash from operating activities	121,514	130,757
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(33,569)	(48,219)
Interest received	1,734	1,418
Acquisition of associates	(5)	-
Purchase of intangible assets	(253)	(480)
Proceeds from disposal of property, plant and equipment	772	1,146
Proceeds from disposal of right-of-use assets	-	60
Proceeds from disposal of investment properties	-	249
Net cash outflows on acquisition of subsidiaries	(7,959)	(1,457)
Net cash outflow on disposal of subsidiaries	-	(5)
Purchase of right-of-use assets	-	(3,970)
Purchase of other investments	(500)	(4,735)
Withdrawal/(Placement) of short term deposits:		
- pledged with licensed banks	136	464
- with maturity period more than three (3) months	1,303	(3,431)
Net cash used in investing activities	(38,341)	(58,960)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(10,426)	(9,682)
Interest paid	(13,622)	(19,811)
Repayment of lease liabilities	(17,319)	(18,456)
Net repayment of borrowings	(33,668)	(37,639)
Dividends paid to non-controlling interest of subsidiaries	(5,050)	(3,173)
Proceed from issuance of ordinary shares pursuant to:		
- ESOS	-	3,867
- private placement	96,220	-
- Warrants B	18,459	5,784
Net repurchased of treasury shares in open market	(97,185)	(23,995)
Net cash used in financing activities	(62,591)	(103,105)
Net increase/(decrease) in cash and cash equivalents	20,582	(31,308)
Cash and cash equivalents at the beginning of the financial period	116,806	150,476
Effect of exchange rate changes	(1,976)	8
Cash and cash equivalents at the end of the financial period	135,412	119,176
Cash and cash equivalents include the following:		
	RM'000	RM'000
Cash and bank balances	119,245	105,928
Bank overdrafts	(6,818)	(10,185)
Short term deposits	31,867	31,384
	144,294	127,127
Less : Short term deposits pledged with licensed banks	-	(136)
Short term deposits with maturity period more than three (3) months	(8,882)	(7,815)
	135,412	119,176

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2024 and the accompanying notes to this Interim Financial Report.



(Registration No. 196901000122 (8440-M))
Incorporated in Malaysia

A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MAY 2025

A1. Basis of preparation

This Interim Financial Report of Ancom Nylex Berhad ("ANB" or "the Company") and its subsidiaries ("Group") is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting and Rule 9.22(2) of the Main Market Listing Requirements ("Listing Requirement") of Bursa Malaysia Securities Berhad ("Bursa Securities").

This Interim Financial Report of the Group should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 May 2024. These explanatory notes attached to the Interim Financial Report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2024.

For the financial periods up and including the financial year ended 31 May 2024, the Group prepared its financial report in accordance with Malaysian Financial Reporting Standards ("MFRSs") and International Financial Reporting Standards ("IFRSs"). The accounting policies and methods of computation adopted by the Group in this Interim Financial Report are consistent with those adopted in the most recent Audited Financial Statements for the financial year ended 31 May 2024 except for the adoption of the following Amendments to MFRSs and IC Interpretation (collectively referred to as "pronouncements") which are applicable to the Group for the financial year beginning 1 June 2024:

MFRSs and Amendments to MFRSs:

Amendments to MFRS 16 Lease Liability in Sale and Leaseback
Amendments to MFRS 101 Classification of Liabilities as Current or Non-current
Amendments to MFRS 101 Non-current Liabilities with Covenants
Amendments to MFRS 107 and MFRS 7 Supplier Finance Arrangements

The adoption of the above pronouncements did not have any material impact on the Financial Statements of the Group.

A2 Auditors' report

The Audited Financial Statements of ANB and its subsidiaries for the financial year ended 31 May 2024 were not subject to any audit qualification.

A3. Seasonality or cyclicity

The operations of the Group were not significantly affected by any seasonal and cyclical factors.

A4. Items of unusual nature and amount

During the financial quarter ended 31 May 2025, there were no items affecting the Group's assets, liabilities, equity, net income or cash flows that are material and unusual because of their nature, size or incidence.

A5. Changes in estimates

There were no material changes in estimates amounts reported that have a material effect on the financial quarter ended 31 May 2025.

A6. Debt and equity securities

There was no issuance, cancellation, repurchase, resale or repayment of debt securities and equity securities during the financial quarter ended 31 May 2025 except for the following:

(a) Issued and paid up ordinary shares

During the financial quarter ended 31 May 2025, the issued and paid up ordinary shares of the Company increased from 1,008,597,360 to 1,170,744,618 pursuant to the following:

- (i) 65,927,258 new ordinary shares arising from the exercise of Warrants B at RM0.28 each for cash totaling RM18,460,000; and
- (ii) private placement of 96,220,000 new ordinary shares at RM1.00 each for cash totaling RM96,220,000.

(b) Treasury shares

During the financial quarter ended 31 May 2025, the Company (resold)/repurchased its own shares as follows:

	Number of shares (resold)/ repurchased	Highest RM	Price per share Lowest RM	Average RM	(Cost of disposal)/ Consideration paid RM
Shares repurchased					
June 2024	8,880,300	1.180	1.040	1.090	9,642,654
July 2024	12,219,700	1.150	1.020	1.040	13,196,737
August 2024	7,993,000	1.060	0.920	0.990	8,011,758
September 2024	305,000	1.090	0.990	1.040	309,759
October 2024	6,136,100	1.040	0.960	1.010	6,242,052
November 2024	6,161,300	1.100	1.000	1.050	6,402,621
December 2024	10,213,000	1.030	0.975	1.005	10,269,951
January 2025	18,958,200	1.030	0.970	1.002	18,873,141
February 2025	28,283,400	1.000	0.965	0.988	28,045,087
March 2025	20,688,700	0.990	0.950	0.974	20,256,142
April 2025	8,044,300	0.970	0.875	0.941	7,441,450
May 2025	<u>2,262,000</u>	0.975	0.936	0.957	<u>2,191,287</u>
	130,152,000				130,882,639
Shares resold					
September 2024	(29,031,400)	1.090	0.990	1.040	(26,826,784)
December 2024	<u>(3,000,000)</u>	1.030	0.975	1.005	<u>(2,923,569)</u>
Net shares repurchased for the financial year	<u>98,120,600</u>				<u>101,132,286</u>

As at 31 May 2025, the Company holds 98,286,039 Treasury Shares at a cost of RM96,381,000 pursuant to Section 127(4)(b) of the Companies Act 2016.

A7. Segmental results

Segmental information for the financial period ended 31 May 2025.

	YTD - 31 May 2025						
	Investment Holdings and Others RM'000	Agricultural Chemicals RM'000	Industrial Chemicals RM'000	Logistics RM'000	Polymer RM'000	Elimination RM'000	Total RM'000
31 May 2025							
Revenue							
External revenue	53,700	544,705	1,154,893	46,889	74,453	-	1,874,640
Inter-segment revenue	131,522	130,344	2,699	7,697	-	(272,262)	-
Total revenue	185,222	675,049	1,157,592	54,586	74,453		1,874,640
Segment results	(17,423)	99,169	27,840	11,482	3,644	(6,007)	118,705
Finance costs							(19,518)
Share of results of associates							5
Profit before taxation							99,192
Tax expense							(34,065)
Net profit for the financial year							65,127
31 May 2024							
Revenue							
External revenue	56,897	521,235	1,292,232	48,542	77,630	-	1,996,536
Inter-segment revenue	50,191	144,150	578	7,332	126	(202,377)	-
Total revenue	107,088	665,385	1,292,810	55,874	77,756		1,996,536
Segment results	(16,324)	106,474	21,973	11,042	8,557	(628)	131,094
Finance costs							(20,583)
Share of results of associates							(32)
Profit before taxation							110,479
Tax expense							(29,634)
Net profit for the financial year							80,845

A8. Dividends paid

No dividend has been paid during the financial year ended 31 May 2025 other than the following:

- i. Second interim single tier dividend of 1.0 sen per ordinary share in respect of the financial year ended 31 May 2024 was paid on 24 October 2024; and
- ii. The Board of Directors has proposed a first interim dividend for the financial year ending 31 May 2025 by way of distribution of treasury shares of the Company by way of dividend-in-specie to the shareholders of the Company on the basis of four (4) treasury shares of the Company for every one hundred (100) ANB shares held by shareholders whose names appear in the Record of Depositors of the Company on 14 October 2024 ("Dividend-in-Specie-1").

The Dividend-in-Specie-1 was completed on 24 October 2024 by crediting 40,409,716 treasury shares to the Central Depository System accounts of the shareholders of the Company.

- iii. The Board of Directors has proposed a second interim dividend for the financial year ending 31 May 2025 by way of distribution of treasury shares of the Company by way of dividend-in-specie to the shareholders of the Company on the basis of one (1) treasury share of the Company for every one hundred (100) ANB shares held by shareholders whose names appear in the Record of Depositors of the Company on 16 May 2025 ("Dividend-in-Specie-2").

The Dividend-in-Specie-2 was completed on 28 May 2025 by crediting 10,463,522 treasury shares to the Central Depository System accounts of the shareholders of the Company.

A9. Valuation of property, plant and equipment

The Group did not carry out any valuation on its property, plant and equipment during the financial quarter ended 31 May 2025.

A10. Subsequent events

There were no material events subsequent to the end of the financial year up to the date of this Report that have not been reflected in the Interim Financial Report.

A11. Changes in composition of the Group

There were no material changes in the composition of the Group for the current quarter and financial year-to-date including business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinuing operations other than as disclosed below.

- ANB via its wholly-owned subsidiary, Nylex Holdings Sdn Bhd ("NHSB"), had on 19 September 2024 entered into a Share Sale Agreement with Loke Yeak Thong and Lim Tiak Cheong for the acquisition of 1,400,000 ordinary shares or 70% equity interest in Colorex Sdn Bhd ("Colorex") for a cash consideration of RM 14,000,000.

The acquisition of Colorex have been completed on 2 April 2025.

A12. Changes in contingent liabilities

There was no material changes to the contingent liabilities disclosed since the last Audited Financial Statements for the financial year ended 31 May 2024.

A13. Capital commitments

The capital commitments as at the end of the reporting date are as follows:

	RM'000
Property, plant and equipment	
- Approved and contracted for	3,677
- Approved but not contracted for	37,430
	<u>41,107</u>

B. ADDITIONAL INFORMATION PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Group's performance

Overall review for the financial quarter ended 31 May 2025

For the financial year ended 31 May 2025, the Group's revenue dropped to RM1.9 billion from RM2.0 billion a year ago. Consequently, profit before taxation ("PBT") decreased to RM99.2 million from RM110.5 million last year.

For the financial quarter ended 31 May 2025, the Group's revenue fell to RM459.4 million from RM487.2 million last year. Nevertheless, PBT improved to RM27.6 million from RM24.6 million last year.

Review of business segments for the financial quarter ended 31 May 2025

Investment Holding and Others

The Division, which includes investment holding, information technology ("IT"), media and electrical businesses, reported RM11.7 million in revenue for the current financial quarter, increased from RM11.2 million last year. The Division reported a lower segmental loss of RM1.9 million as compared to segmental loss of RM5.1 million last year primarily due to lower corporate expenses.

Agricultural Chemicals

The Agricultural Chemicals Division reported revenue RM135.4 million for the current financial quarter, up from RM116.6 million in the corresponding quarter last year. Despite higher revenue, segmental profit remained at RM27.1 million, primarily due to higher direct costs of production.

Industrial Chemicals

The Industrial Chemicals Division's revenue dropped to RM284.3 million from RM328.4 million in the corresponding quarter last year mainly due to lower selling prices and volume. However, segmental profit rose to RM8.7 million, up from RM4.7 million in the corresponding quarter last year, driven by higher profit margins and greater operational efficiency in the distribution business.

Logistics

The Logistics Division's revenue fell to RM11.4 million in this financial quarter from RM12.0 million last year, largely due to lower Time Charter utilisation of its chemical vessel. Consequently, segmental profit declined to RM1.9 million from RM2.3 million last year.

Polymer

The Polymer Division reported revenue of RM16.5 million for this financial quarter, compared to RM19.1 million in the corresponding quarter last year. As a result, segmental profit declined to RM0.8 million from RM1.6 million last year, primarily due to reduced contribution from Shah Alam plant.

B2. Material change in the results for the current quarter as compared with the immediate preceding quarter

For the current financial quarter ended 31 May 2025, the Group's revenue rose to RM459.4 million, up from RM449.0 million in the immediate preceding quarter. PBT increased to RM27.6 million, up from RM26.5 million in the immediate preceding quarter. The improved performance is primarily driven by recovery in the Industrial Chemicals Division.

B3. Prospect for the next financial year

Malaysia's economy is currently subject to risks arising from elevated trade tensions and policy uncertainties. Escalating tariffs and volatile trade negotiations could further affect both global and domestic economic projections, making it increasingly challenging to anticipate trends in inflation and exports, particularly if tariff rates continue rising. Despite these headwinds, Malaysia's economic growth is anticipated to remain positive over the next 12 months, with potential for further advancement should global conditions stabilise.

Domestically, the government's ongoing wage-related policies and subsidy rationalisation measures, designed to transform the Malaysian economy, may result in short-term inflationary pressures. Although inflation is projected to rise moderately to 2.2% in 2025 and 2.7% in 2026, there remains a risk that inflationary pressures could exceed expectations.

The management shall remain vigilant in light of the difficult operating environment. The Board remains committed to exercising prudence in managing the business under these conditions. Management believes that the introduction of new tank facilities will allow the Group to offer greater volume and competitive pricing to our customers, while enhancing overall business activities.

B4. Forecast profit, profit guarantee and internal targets

The Group did not provide any profit forecast, profit guarantee and internal targets in any publicly available documents or announcements.

B5. Profit before taxation

	Individual quarter ended 31.05.2025 RM'000	Year-to-date ended 31.05.2025 RM'000
The profit before taxation is stated after charging/(crediting):		
Interest income	(1)	(4)
Loss on foreign exchange	14	173
Fair value gain on other investment	(6)	(24)
Finance costs	611	1,871
Gain on disposal of property plant and equipment	-	(75)
Impairment loss on receivables	444	444
Depreciation and amortisation	<u>822</u>	<u>3,138</u>

B6. Tax expense

	Individual quarter ended		Year-to-date ended	
	31.05.2025	31.05.2024	31.05.2025	31.05.2024
	RM'000	RM'000	RM'000	RM'000
Current tax expense based on profit for the financial period:				
Malaysian income tax	5,370	1,293	26,432	20,433
Foreign income tax	289	362	1,359	1,614
	5,659	1,655	27,791	22,047
Under/(Over) provision in prior years	2,136	(1,329)	2,396	(3,916)
	7,795	326	30,187	18,131
Deferred taxation:				
Relating to origination and reversal of temporary differences	2,467	7,407	3,973	11,503
	10,167	7,733	34,065	29,634

The effective rate of taxation for the Group is higher than the statutory tax rate mainly due to losses in certain subsidiaries that are not available for set-off against taxable profits in other companies within the Group.

B7. Status of corporate proposals

There were no corporate proposals announced and not completed as at the date of this report other than the following:

- a. ANB and its subsidiary, Ancom Logistics Berhad ("ALB") had entered into a Heads of Agreement ("ALB HOA") with Greenheart Sdn Bhd ("GSB"), Choong Wee Keong ("CWK") and How Yoon For ("HYF") for the following:

(GSB, CWK and HYF shall be collectively referred to as "Vendors" and ANB, ALB, and Vendors shall be collectively referred to as "Parties")

- (i) proposed acquisition by ALB of the entire share capital of Green Lagoon Technology Sdn Bhd ("GLTSB") from the Vendors for total consideration of RM120,000,000, subject to an independent valuation to be conducted on GLTSB during the due diligence and in return ALB shall issue 1,000,000,000 new ordinary shares in ALB ("ALB Share(s)") at an issue price of RM0.12 per ALB Share, that will be listed and tradeable in the ACE Market to the GLTSB shareholders ("Consideration Shares") ("Proposed Acquisition");
- (ii) proposed exemption under subparagraph 4.08(1)(a) of the Rules on Takeovers, Mergers and Compulsory Acquisitions to the Vendors, other shareholders of GLTSB and their person(s) acting in concert (collectively "PAC(s)") under Sections 216(2) and 216(3) of the Capital Markets and Services Act 2007 from the obligation to undertake a mandatory offer for the remaining ALB Shares not already owned by them pursuant to the Proposed Acquisition ("Proposed Exemption");
- (iii) proposed private placement of up to 183,333,334 new Shares (or such other number of new Shares as may be applicable) to ANB for the total sum of up to RM22,000,000.08 (or such other amount corresponding to such number of new ALB Shares to be issued), and to be settled in cash at the issue price of RM0.12 per ALB Share, provided that the total percentage of shareholding

held by ANB directly and indirectly in the share capital of ALB on completion of the Proposed Acquisition shall not exceed such number of ALB Shares representing 21% of the entire share capital of ALB ("Proposed Private Placement"); and

- (iv) proposed disposal by ALB all of its subsidiaries (i.e., Synergy Trans-Link Sdn Bhd and its subsidiaries, Pengangkutan Cogent Sdn Bhd and Ancom-Nylex Terminals Sdn Bhd) to ANB at an independent valuation to be conducted and agreed by ANB and ALB and upon such terms and conditions to be determined later ("Proposed Disposal").

Subsequently on 21 April 2025, ALB and ANB entered into a Supplemental Agreement to the HOA ("Supplemental Agreement") with the Vendors and GLTSB. Pursuant to the Supplemental Agreement, the Parties have mutually agreed to, amongst others, the following:

- (i) vary the terms of the Proposed Private Placement to up to 83,333,334 new ordinary shares (or such other number of new ordinary shares as may be applicable) to be issued by ALB to ANB for the total sum of up to RM10,000,000.08 (or such other amount corresponding to such number of new ordinary shares to be issued), and to be settled in cash at the issue price of RM0.12 per share, provided that the total percentage of shareholding held by ANB directly and indirectly in the share capital of ALB on completion of the Proposed Acquisition shall not exceed such number of ALB Shares representing 22% of the entire issued and paid-up share capital of ALB;
- (ii) to include a proposed subscription by ANB for 145,685 new ordinary shares in GLTSB ("GLTSB Share(s)") (or such other number of new GLTSB Shares as may be applicable), to be issued and allotted by GLTSB to ANB for the total sum of RM12,000,073.45 ("Subscription Shares") at the issue price of RM82.37 per GLTSB Share; and
- (iii) extend the Term to 31 December 2025.

(The Proposed Acquisition, Proposed Exemption, Proposed Private Placement and Proposed Disposal shall be collectively referred to as "Proposals")

Upon completion of the Proposals, ALB will cease to be a subsidiary of ANB and will become an associate company of ANB.

As at the date of this report, the Proposals are yet to be completed.

- b. ANB and its wholly-owned subsidiary, Rhodemark Development Sdn. Bhd. ("RDSB") (collectively referred to as "Joint Offerors") in its capacity as the controlling shareholders of Nylex (Malaysia) Berhad ("Nylexx"), had on 6 June 2025, served a letter of offer requesting Nylex to undertake a selective capital reduction and repayment exercise pursuant to Section 116 of the Companies Act 2016 ("Act") ("Proposed SCR").

For information, in January 2022, Nylex was classified as an affected listed issuer after disposal of its entire business to ANB, triggering Paragraph 8.03A(2) of the Listing Requirements of Bursa Securities, whereby Nylex has an insignificant business or operations after the disposal. Bursa Securities had dismissed Nylex's appeal for a further extension of time to submit its regularisation plan to the authorities in March 2025, and was subsequently delisted from the Official List of Bursa Securities.

Under the Proposed SCR, all shareholders of Nylex other than the Joint Offerors whose names appear in the Record of Depositors of Nylex as at the close of business on an entitlement date to be determined and announced later by the board of Nylex ("Entitled Shareholders") collectively will receive a total capital repayment of RM5.30 million, which represents a cash amount of RM0.051 for each Nylex Share. The Proposed SCR will result in the cancellation of the Nylex shares held by the Entitled Shareholders which will proportionately increase the percentage of shareholdings of the Joint Offerors to 100.00% of the resultant share capital of Nylex upon completion.

The Proposed SCR will be subject to and conditional upon, among others, the following being obtained:

- (i) approval of the non-interested entitled shareholders of Nylex for the Proposed SCR via a special resolution to be tabled at a forthcoming extraordinary general meeting of Nylex; and
- (ii) the grant of the order by the High Court of Malaya confirming the reduction of the issued share capital of Nylex pursuant to Section 116 of the Act.

The Proposed SCR provides an opportunity for the Entitled Shareholders to realise their investments in the unlisted Nylex shares, returns capital resources of Nylex to shareholders in a timely manner and also accords the Joint Offerors greater flexibility in managing Nylex's business moving forward. The exercise will be funded by Nylex's internal funds and is not expected to have a material impact on the Joint Offerors' financial position.

As at the date of this report, the Proposed SCR is yet to be completed.

B8. Utilisation of proceeds

The Company does not have any unutilised proceeds raised from any corporate exercise.

B9. Borrowings

	31.05.2025 RM'000	31.05.2024 RM'000
LONG TERM BORROWINGS		
Secured:		
Ringgit Malaysia	21,792	35,716
United States Dollar	-	-
	21,792	35,716
Unsecured:		
Ringgit Malaysia	15,801	11,955
Total long term borrowings	37,593	47,671
SHORT TERM BORROWINGS		
Secured:		
Ringgit Malaysia	79,928	54,048
United States Dollar	-	491
Vietnamese Dong	1,721	10,045
	81,649	64,584
Unsecured:		
Ringgit Malaysia	162,976	181,337
United States Dollar	40,874	54,020
	203,850	235,357
Total short term borrowings	285,499	299,941
TOTAL BORROWINGS	323,092	347,612

Borrowings denominated in foreign currencies are stated at Ringgit Malaysia equivalent as at the reporting dates stated above.

B10. Material litigation

There was no change in material litigation since the date of the last financial quarter except for the following:

High Court of Malaya at Kuala Lumpur Suit No. WA-22NCVC-87-02/2018

On 12 February 2018, ACC and Hamshi Plantation Sdn. Bhd. ("Plaintiffs") filed a lawsuit at the High Court of Malaya at Kuala Lumpur against Logix World (M) Sdn. Bhd. ("Logix") and Citra Semerbak Sdn. Bhd. ("Citra")(collectively referred to as "Defendants"), seeking and holding Logix and Citra jointly and severally liable for RM2,702,500 of unpaid goods sold and delivered to them plus 12.0% annual interest from 24 October 2017 until full and final settlement.

On 21 May 2019, the Plaintiffs filed the Substantive Application for Contempt against the directors of Logix. The court on 13 July 2020 found Logix's directors guilty of contempt and that the Plaintiffs have successfully proved their case against Logix's directors for interference with the administration of justice beyond reasonable doubt. The court has on 15 October 2021, sentenced Logix's directors and awarded costs of RM15,000 and imposed a fine of RM10,000 per person.

The Kuala Lumpur High Court issued judgments on 10 February 2025, holding the Defendants liable to the Plaintiffs for a principal sum of RM1,762,500.00, along with 12% annual interest from 24 October 2017 until full payment, and costs totaling RM104,000.00. The court dismissed the Defendants' application regarding misjoinder of parties and ordered them to pay additional costs of RM5,200.00.

Following the court's decisions, the Plaintiffs' has on 17 March 2025 filed the bankruptcy proceedings against the Directors of Logix with case management scheduled for 13 June 2025.

The Group is currently in the process of enforcing the judgment and recovering the awarded amount.

B11. Dividend

The Board of Directors does not recommend or propose any dividend in respect of the current financial quarter.

B12. Earnings per shareBasic earnings per share

The basic earnings per share is calculated by dividing the net profit attributable to the owners of the parents by the weighted average number of ordinary shares in issue during the financial period as follows:

	Individual quarter ended		Year-to-date ended	
	31.05.2025	31.05.2024	31.05.2025	31.05.2024
Net profit attributable to owners of the parent	17,071	18,441	63,489	81,474
Weighted average number of ordinary shares in issue ('000)	1,041,806	949,731	1,041,806	949,731
Basic earnings per share (sen)	1.65	1.94	6.09	8.58

Diluted earnings per share

	Individual quarter ended		Year-to-date ended	
	31.05.2025	31.05.2024	31.05.2025	31.05.2024
Net profit attributable to owners of the parent	17,071	18,441	63,489	81,474
Weighted average number of ordinary shares in issue ('000)	1,041,806	949,731	1,041,806	949,731
Dilutive potential ordinary shares - Warrants	17,817	66,630	17,817	66,630
Adjusted weighted average number of ordinary shares in issues ('000)	1,059,623	1,016,361	1,059,623	1,016,361
Diluted earnings per share (sen)	1.64	1.84	5.99	8.02