RHONG KHEN INTERNATIONAL BERHAD
(Registration No.: 199401017151 (302829-W))

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2026

	Individual quarter ended		Cumulative quarter ended	
	Current year quarter	Preceding year corresponding quarter	Current year quarter	Preceding year corresponding quarter
	30.06.2026 RM'000	30.06.2025 RM'000	30.06.2026 RM'000	30.06.2025 RM'000
Revenue	134,210	121,362	514,804	515,924
Cost of sales	(122,839)	(106,632)	(472,041)	(453,428)
Gross profit	**11,371**	**14,730**	**42,763**	**62,496**
Other income	2,785	3,110	36,723	10,532
Selling and distribution expenses	(6,262)	(5,696)	(19,759)	(18,414)
Administrative expenses	(7,841)	(5,970)	(31,119)	(28,561)
Other expenses	(2,621)	(4,070)	(14,428)	(9,253)
Operating (loss)/profit	**(2,568)**	**2,104**	**14,180**	**16,800**
Finance costs	(86)	(218)	(513)	(909)
(Loss)/profit before taxation	**(2,654)**	**1,886**	**13,667**	**15,891**
Taxation	(5,211)	(2,643)	(6,730)	(5,701)
(Loss)/profit for the period	**(7,865)**	**(757)**	**6,937**	**10,190**
Attributable to :				
Owners of the Company	(7,550)	(95)	7,978	11,048
Non-controlling interests	(315)	(662)	(1,041)	(858)
(Loss)/profit for the period	**(7,865)**	**(757)**	**6,937**	**10,190**
(Loss)/earnings per share (sen) :				
(a) Basic	(3.86)	(0.05)	4.08	5.66
(b) Diluted	(3.86)	(0.05)	4.08	5.66
Weighted average number of ordinary shares ('000)	195,610.2	195,168.7	195,610.2	195,168.7
(Loss)/profit for the period	(7,865)	(757)	6,937	10,190
Other comprehensive income/(loss):				
Foreign currency translation	1,740	(16,642)	(11,020)	(37,499)
Total comprehensive loss for the period	**(6,125)**	**(17,399)**	**(4,083)**	**(27,309)**
Total comprehensive loss attributable to :				
Owners of the Company	(5,810)	(16,737)	(3,042)	(26,451)
Non-controlling interests	(315)	(662)	(1,041)	(858)
Total comprehensive loss for the period	**(6,125)**	**(17,399)**	**(4,083)**	**(27,309)**

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

RHONG KHEN INTERNATIONAL BERHAD
(Registration No.: 199401017151 (302829-W))

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 30 JUNE 2026

	Unaudited 30.06.2026 RM'000	Audited 30.06.2025 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	217,977	231,868
Investment properties	26,079	44,822
Right-of-use assets	17,226	18,503
Other investments	81	81
Deferred tax assets	929	980
	262,292	296,254
Current assets		
Inventories	164,574	138,927
Trade and other receivables	52,815	42,292
Prepayments	1,775	2,252
Tax recoverable	1,478	2,302
Cash and bank balances	176,670	177,843
Investment securities	109,615	86,297
Derivative	-	35
	506,927	449,948
Assets held for sale	-	14,877
	506,927	464,825
TOTAL ASSETS	769,219	761,079

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 30 JUNE 2026 (CONT'D)

	Unaudited 30.06.2026 RM'000	Audited 30.06.2025 RM'000
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	101,509	100,095
Treasury shares	(1,232)	(599)
Retained earnings	486,334	486,191
Foreign currency translation reserve	61,182	72,202
	647,793	657,889
Non-controlling interests	(3,358)	(2,317)
Total equity	644,435	655,572
Non-current liabilities		
Loans and borrowings	13,644	7,025
Lease liabilities	3,979	4,278
Provision for severance allowance	233	222
Retirement benefit obligation	491	478
Deferrred tax liabilities	3,481	2,983
	21,828	14,986
Current liabilities		
Trade and other payables	76,820	56,352
Loans and borrowings	1,921	9,401
Lease liabilities	161	162
Tax payable	24,035	24,518
Derivative	19	-
	102,956	90,433
Liabilities associated with assets held for sale	-	88
	102,956	90,521
Total liabilities	124,784	105,507
TOTAL EQUITY AND LIABILITIES	769,219	761,079
Net assets per share attributable to owners of the Company (RM)	3.31	3.37

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

RHONG KHEN INTERNATIONAL BERHAD
(Registration No.: 199401017151 (302829-W))

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2026

	Share capital RM'000	Treasury shares RM'000	Non-distributable: Foreign currency translation reserve RM'000	Distributable: Retained earnings RM'000	Total RM'000	Non-controlling interests RM'000	Total equity RM'000
As at 1 July 2024	99,323	(167)	109,701	486,877	695,734	(1,459)	694,275
Total comprehensive (loss)/income for the period	-	-	(37,499)	11,048	(26,451)	(858)	(27,309)
Issuance of Shares pursuant to Employees' Share Scheme	772	-	-	-	772	-	772
Dividend paid	-	-	-	(11,734)	(11,734)	-	(11,734)
Purchase of treasury shares	-	(432)	-	-	(432)	-	(432)
As at 30 June 2025	**100,095**	**(599)**	**72,202**	**486,191**	**657,889**	**(2,317)**	**655,572**
As at 1 July 2025	100,095	(599)	72,202	486,191	657,889	(2,317)	655,572
Total comprehensive (loss)/income for the period	-	-	(11,020)	7,978	(3,042)	(1,041)	(4,083)
Issuance of Shares pursuant to Employees' Share Scheme	1,414	-	-	-	1,414	-	1,414
Dividend paid	-	-	-	(7,835)	(7,835)	-	(7,835)
Purchase of treasury shares	-	(633)	-	-	(633)	-	(633)
As at 30 June 2026	**101,509**	**(1,232)**	**61,182**	**486,334**	**647,793**	**(3,358)**	**644,435**

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2026

	30.06.2026 RM'000	30.06.2025 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	13,667	15,891
Adjustments for:		
Allowance for expected credit losses on trade receivables	277	275
Allowance for expected credit losses on other receivables	-	5
Reversal of allowance for expected credit losses on trade receivables	-	(150)
Depreciation and amortisation	17,121	18,804
Inventories written down	2,021	-
Property, plant and equipment written off	10	-
Net fair value loss/(gain) on derivative	54	(23)
Net fair value gain on investment securities	(1,092)	(1,048)
Net unrealised loss on foreign exchange	2,490	3,429
Gain on disposal of property, plant and equipment	(65)	(122)
Gain on disposal of investment properties	(10,368)	-
Gain on disposal of investment in a subsidiary	(16,260)	-
Distribution from investment securities	(2,018)	(1,964)
Non cash items	1,538	946
Net financing costs	(3,811)	(4,020)
Operating profit before working capital changes	3,564	32,023
Changes in working capital		
Net change in current assets	(46,190)	(9,420)
Net change in current liabilities	21,890	(703)
Net taxes paid	(5,070)	(9,533)
Interest paid	(409)	(793)
Net cash flows (used in)/generated from operating activities	(26,215)	11,574
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	4,324	4,929
Purchase of property, plant and equipment	(6,771)	(8,950)
Purchase of investment properties	(333)	-
Proceeds from disposal of property, plant and equipment	66	190
Proceeds from disposal of investment properties	29,000	-
Proceeds from disposal of investment in a subsidiary	29,996	-
Proceeds from disposal of assets held for sale	-	3,326
Withdrawal of deposits with licensed banks	9,365	2,708
Net purchase of investment securities	(20,730)	(8,666)
Net cash flows generated from/(used in) investing activities	44,917	(6,463)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net drawdown/(repayments) of loans and borrowings	555	(4,199)
Repayments of lease liabilities	(261)	(281)
Dividends paid on ordinary shares	(7,835)	(11,734)
Treasury shares acquired	(633)	(432)
Net cash flows used in financing activities	(8,174)	(16,646)
NET CHANGES IN CASH AND CASH EQUIVALENTS	10,528	(11,535)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	140,175	172,010
EFFECTS OF EXCHANGE RATE CHANGES	(5,102)	(20,300)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	145,601	140,175
Cash and cash equivalents included in the Consolidated Statement of Cash Flows comprise the following balance sheet amounts :		
Cash and bank balances	92,483	73,677
Term deposits	84,187	104,166
Cash and bank balances attributable to assets held-for-sale	-	4,203
Bank overdrafts	-	(1,437)
	176,670	180,609
Less:		
Deposits with licensed banks with tenure more than three months	(31,069)	(40,434)
	145,601	140,175

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

A1. BASIS OF PREPARATION

The interim financial report is unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and Chapter 9 paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's audited financial statements for the year ended 30 June 2025.

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2025 except for the changes in accounting policies and presentation resulting from the adoption of relevant MFRSs, Amendment to MFRSs and IC Interpretations that are effective for the financial periods beginning on 1 July 2025.

The adoption of relevant MFRSs, Amendment to MFRSs and IC Interpretations did not have any material effect on the financial performance or position of the Group.

A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The latest audited financial statements for the financial year ended 30 June 2025 were not subject to any qualification.

A3. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual in nature, size, or incidence for the current quarter and financial period ended 30 June 2026, except as disclosed in Note B3.

A4. VALUATION OF PROPERTY, PLANT & EQUIPMENT

There was no revaluation of properties of the Group during the financial period ended 30 June 2026.

A5. TAXATION

The taxation of the Group for the financial period under review was as follows:

	Individual Quarter		**Cumulative Quarter**	
	30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Current tax expense				
Malaysian	115	72	220	633
Overseas	4,595	3,444	5,995	5,903
Total	**4,710**	**3,516**	**6,215**	**6,536**

	Individual Quarter		Cumulative Quarter	
	30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Deferred tax expense				
Malaysian	489	(530)	503	(492)
Overseas	12	(343)	12	(343)
Total	**501**	**(873)**	**515**	**(835)**
	5,211	**2,643**	**6,730**	**5,701**

A6. CHANGES IN THE COMPOSITION OF THE GROUP

There was no change to the composition of the Group in the quarter ended 30 June 2026.

A7. SUBSEQUENT EVENTS

There were no material events subsequent to the end of the current quarter that would have impact on the result that had been reflected in the quarter under review except for on 7 July 2026, Uptown Promenade Sdn. Bhd. ("UPSB") and Latitude Tree Furniture Sdn. Bhd. ("LTFSB"), both wholly owned subsidiaries of the Company had entered into three (3) Sale and Purchase Agreements with Hsin Foong Manufacturer Sdn. Bhd. and Kelana Sempurna Sdn. Bhd. for purchase of three (3) properties for a total consideration of Ringgit Malaysia Forty-Seven Million (RM47,000,000). As at 27 August 2026, the transaction has yet to be completed.

A8. CHANGES IN EQUITY AND LONG TERM DEBTS

There were no changes in equity and long term debts for the current quarter ended 30 June 2026, other than the following shares issued and awarded to eligible employees under the Employees' Share Scheme and repurchase of shares by the Company.

Month	Number of shares issued	Issue price per share RM	Total issued share capital RM
April 2026	600,000	1.0900	654,000

Month	Number of shares purchased and retained as treasury shares	Lowest price paid RM	Highest price paid RM	Average price paid RM	Total consideration paid RM
April 2026	64,700	1.09	1.13	1.11	72,190.27
May 2026	75,100	1.05	1.08	1.06	79,999.40
June 2026	91,300	1.03	1.08	1.04	95,066.58

During the quarter under review, the Company increased its ordinary shares from RM100,855,009 to RM101,509,009 by way of issuance of 600,000 ordinary shares at issue price of RM1.0900 per ordinary share for awarded to eligible senior executives and employees under the Employees' Share Scheme.

As at the end of the quarter under review, out of the total 196,942,500 issued and fully paid ordinary shares, 1,080,800 ordinary shares are held as treasury shares by the Company.

A9. BORROWINGS AND DEBTS SECURITIES

Details of the Group's borrowings were as follows:

	As at 30 June 2026					
	Long term		Short term		Total borrowings	
	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000
Secured						
Term loan (RM)	-	13,644	-	950	-	14,594
Bankers' acceptances (RM)	-	-	-	971	-	971
Total	-	13,644	-	1,921	-	15,565

	As at 30 June 2025					
	Long term		Short term		Total borrowings	
	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000
Secured						
Term loan (USD)	3,427	-	1,836	-	5,263	-
Term loan (RM)	-	3,598	-	906	-	4,504
Bankers' acceptances (RM)	-	-	-	5,222	-	5,222
Bank overdraft (THB)	-	-	1,437	-	1,437	-
Total	3,427	3,598	3,273	6,128	6,700	9,726

A10. FINANCIAL INSTRUMENTS - DERIVATIVE

Details of the Group's outstanding derivative financial instruments were as follows:

	As at 30 June 2026		As at 30 June 2025	
	Contract/ Notional amount RM'000	Liabilities RM'000	Contract/ Notional amount RM'000	Assets RM'000
Non-hedging derivative:				
Forward currency contracts	2,385	(19)	961	35

The Group uses forward currency contracts to manage some of the transaction exposure. These contracts are not designated as cash flow or fair value hedges and are entered into for periods consistent with currency transaction exposure and fair value changes exposure. Such derivatives do not qualify for hedge accounting.

Forward currency contracts are used to hedge the Group's bank balance denominated in United States Dollar ("USD") for which Group's commitments existed at the reporting date, extending to December 2026. During the financial period under review, the Group recognised a loss of RM54,068 arising from fair value changes of forward currency contracts. The fair value changes are attributable to changes in foreign exchange closing and forward rate.

A11. CHANGES IN MATERIAL LITIGATION

There was no material litigation or any pending material litigation since the date of the last annual statement of financial position until 27 August 2026.

A12. SEGMENTAL INFORMATION

The Group's primary business segment, including its overseas subsidiaries is that of the manufacture and sale of wooden furniture and components.

Business segmental information has not been prepared as the Group's revenue, operating profit, assets and liabilities, capital expenditure, depreciation and amortisation and non-cash expenses are mainly confined to one business segment.

Geographical segments

The Group's business segment operates principally in Malaysia, Vietnam and Thailand.

In presenting information on the basis of geographical segments, segment revenue and profit before taxation, segment assets and liabilities were based on the geographical location of assets.

Results for the Individual Quarter ended 30 June

	Malaysia		Vietnam		Thailand		Others		Total	
RM'000	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**
Total revenue	22,705	27,626	114,059	92,727	4,470	6,518	647	564	141,881	127,435
Inter-segment revenue	(4,708)	(2,914)	(70)	(55)	(2,773)	(2,974)	(120)	(130)	(7,671)	(6,073)
External revenue	17,997	24,712	113,989	92,672	1,697	3,544	527	434	134,210	121,362
(Loss)/profit before taxation	(7,092)	(5,131)	4,898	7,935	(21)	(427)	(439)	(491)	(2,654)	1,886
Segment assets	249,755	253,878	397,392	387,894	24,771	28,275	611,463	598,164	1,283,381	1,268,211
Segment liabilities	99,699	80,667	86,831	65,955	18,937	18,724	46,126	73,709	251,593	239,055

Results for the Cumulative Quarter ended 30 June

	Malaysia		Vietnam		Thailand		Others		Total	
RM'000	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**
Total revenue	100,368	112,385	418,066	400,535	21,300	24,303	27,629	31,989	567,363	569,212
Inter-segment revenue	(15,588)	(13,685)	(95)	(55)	(11,037)	(9,457)	(25,839)	(30,091)	(52,559)	(53,288)
External revenue	84,780	98,700	417,971	400,480	10,263	14,846	1,790	1,898	514,804	515,924
(Loss)/profit before taxation	(19,124)	(11,893)	18,349	32,527	(2,897)	(2,268)	17,339	(2,475)	13,667	15,891
Segment assets	249,755	253,878	397,392	387,894	24,771	28,275	611,463	598,164	1,283,381	1,268,211
Segment liabilities	99,699	80,667	86,831	65,955	18,937	18,724	46,126	73,709	251,593	239,055

The following items are deducted from segment assets/liabilities to arrive at total assets/liabilities reported in the consolidated statement of financial position:

	30.06.2026 RM'000	30.06.2025 RM'000
Inter-segment assets	514,162	507,132
Inter-segment liabilities	126,809	133,548

ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENT (APPENDIX 9B)

B1. MATERIAL CHANGE IN PROFIT BEFORE TAXATION COMPARED TO IMMEDIATE PRECEDING QUARTER

	Individual quarter		
RM' Million	**30.06.2026**	**31.03.2026**	**Changes (%)**
Revenue	134.2	115.1	+16.6%
Gross profit	11.4	5.8	+96.6%
Loss before taxation	(2.7)	(6.8)	-60.3%
Loss after taxation	(7.9)	(6.9)	+14.5%

Revenue

For the quarter under review, the Group's revenue surged by 16.6% to RM134.2 million as compared to the preceding quarter of RM115.1 million. The increase was mainly driven by higher sales recorded by furniture plants in Vietnam due to higher shipment in current quarter offset with weakening of US Dollar ("USD") against Ringgit Malaysia ("RM") by 0.7%.

Gross profit

The Group has recorded higher gross profit from RM5.8 million in preceding quarter compared to RM11.4 million in current quarter, representing a increase of 96.6%. The increase in gross profit was mainly attributable to the followings:

- in line with the increase in revenue; and
- better cost control due to higher production output and more production days in current quarter.

Loss before taxation ("LBT")

The Group has recorded a substantial decline in LBT from a loss of RM6.8 million in preceding quarter to RM2.7 million in current quarter, representing a decrease of 60.3%. The decrease in LBT was mainly attributable to the followings:

- in line with the improve in gross profit; and
- lower foreign exchange losses of RM1.0 million recorded in current quarter compared to preceding quarter.

Loss after taxation ("LAT")

The Group recorded LAT of RM7.9 million in current quarter, representing an increase of 14.5% from LAT of RM6.9 million in preceding quarter was due to higher tax provision made in current quarter compared to preceding quarter.

B2. REVIEW OF PERFORMANCE

	Cumulative quarter		
RM' Million	**30.06.2026**	**30.06.2025**	**Changes (%)**
Revenue	514.8	515.9	-0.2%
Gross profit	42.8	62.5	-31.5%
Profit before taxation	13.7	15.9	-13.8%
Profit after taxation	6.9	10.2	-32.4%

Revenue

The Group recorded revenue of RM514.8 million for the financial year ended 30 June 2026 ("FY2026"), representing a marginal decrease of 0.2% as compared to the financial year ended 30 June 2025 ("FY2025") of RM515.9 million. The decrease was mainly attributable to the followings:

- lower sales recorded by Malaysia furniture and panel board lamination plants and Thailand sawmill plant due to lower demand from local and export markets in FY2026; and
- weakening of USD against RM by 7.1%; offset with
- higher shipments and higher sales recorded by Vietnam furniture plants and Malaysia sawmill plant in FY2026.

Gross profit

Gross profit of the Group amounted to RM42.8 million in FY2026, representing a decrease of 31.5% from RM62.5 million in FY2025. The decrease in gross profit was mainly attributable to the followings:

- in line with the decrease in revenue;
- higher losses incurred by upstream plants due to operations running below optimal capacity, resulting in elevated operating costs; and
- lower gross profits registered by all furniture factories in Vietnam and Malaysia due to lower average selling price and lower average exchange rate of USD.

Profit before taxation ("PBT")

PBT of the Group amounted to RM13.7 million in FY2026, representing a decrease of 13.8% from RM15.9 million in FY2025. The decrease was mainly attributable to the followings:

- in line with the decrease in gross profit; offset with
- one-off gain on disposal of investment property of RM10.4 million recorded in FY2026 arising from the disposal of a vacant freehold land, net off with cost to sell the property of RM1.7 million;
- one-off gain on disposal of investment in a subsidiary of RM16.3 million recorded in FY2026 arising from the disposal of a wholly owned subsidiary, RT Industries Company Limited ("RTI"), net off with cost to sell of RM3.3 million; and
- lower foreign exchange losses of RM0.6 million recorded in FY2026 compared to FY2025.

Profit after taxation ("PAT")

PAT of the Group amounted to RM6.9 million in FY2026, representing a decrease of 32.4% from RM10.2 million in FY2025 was in line with the decrease in PBT and higher tax provision made in FY2026 compared to FY2025.

B3. PROFIT FOR THE PERIOD

Profit for the period is arrived at after (crediting)/charging:

	Individual quarter ended		Cumulative quarter ended	
	30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Interest income	(1,029)	(1,244)	(4,324)	(4,929)
Interest expense	86	218	513	909
Allowance for expected credit losses on trade receivables	277	275	277	275
Allowance for expected credit losses on other receivables	-	5	-	5
Reversal of allowance for expected credit losses on trade receivables	-	(150)	-	(150)
Distribution from investment securities	(503)	(506)	(2,018)	(1,964)
Depreciation and amortisation	4,087	4,630	17,121	18,804
Gain on disposal of property, plant and equipment	(13)	(22)	(65)	(122)
Gain on disposal of investment properties	-	-	(10,368)	-
Gain on disposal of investment in a subsidiary	(149)	-	(16,260)	-
Net unrealised (gain)/loss on foreign exchange	(192)	2,367	2,490	3,429
Net realised loss on foreign exchange	332	196	1,688	1,392
Net fair value (gain)/ loss on derivative	(5)	(38)	54	(23)
Net fair value gain on investment securities	(272)	(294)	(1,092)	(1,048)
Inventories written down	2,021	-	2,021	-

B4. TRADE AND OTHER RECEIVABLES

	30.06.2026 RM'000	30.06.2025 RM'000
Trade receivables		
Third parties	38,880	33,505
Less: Allowance for expected credit losses	(1,171)	(898)
Trade receivables, net	37,709	32,607
Other receivables		
Other indirect taxes	11,676	7,327
Sundry receivables	2,005	1,929
Deposits	1,694	712
	15,375	9,968
Less: Allowance for expected credit losses-sundry receivables	(269)	(283)
Other receivables, net	15,106	9,685
Total trade and other receivables	52,815	42,292

The ageing analysis of the Group's trade receivables is as follows:

	30.06.2026 RM'000	30.06.2025 RM'000
Neither past due nor impaired	29,734	19,211
Past due not impaired:		
1 - 30 days	5,191	8,168
31 - 60 days	1,552	3,657
61 - 90 days	543	688
91 - 120 days	178	255
> 121 days	511	628
Impaired	1,171	898
Gross trade receivables	38,880	33,505

Trade receivables

Trade receivables are non-interest bearing. The Group's normal trade credit terms range from 7 to 90 days. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

B5. CORPORATE PROPOSAL

There were no corporate proposals announced but not completed as at 27 August 2026.

B6. SEASONAL OR CYCLICAL FACTORS

The Group operation is seasonal in nature whereby the turnover for the first three months of a calendar year is slightly lower due to long festive holidays which fall on the first quarter of the calendar year and also the lower demand in the United States which normally slows down after Christmas and New Year.

B7. CURRENT YEAR PROSPECT

The global economy remains unsettled, shaped by persistent geopolitical tensions, the ongoing US-China trade war, and uncertainty arising from US trade policies. Recent escalation of conflict in the Middle East has further intensified volatility, driving energy prices higher, disrupting global shipping routes, and fueling inflationary pressures. Against this backdrop, the Group expects order volumes to remain uncertain in the near term and high operating costs to continue weighing on performance.

Despite these challenges, the Group remains resilient and vigilant. We are actively managing uncertainty across all levels of decision making to ensure our strategies are aligned with prevailing market conditions. Our focus remains on:

- Cost Control: Restructuring operations to reduce operating costs and to preserve margins;
- Production Efficiency: Enhancing throughput and reducing waste;
- Innovation: Developing new products and designs to meet evolving customer needs; and
- Market Development: Expanding into new market and new country.

Barring any unforeseen circumstances, the Board believes the Group is well-positioned to navigate current market challenges and remain profitable for the financial year ending 30 June 2027.

B8. VARIANCE BETWEEN ACTUAL RESULT AND FORECAST PROFIT OR PROFIT GUARANTEE

The Group did not issue any profit forecast or profit guarantee for the quarter ended 30 June 2026.

B9. DIVIDEND

The Directors have recommended a final single-tier dividend of 1.0 sen per ordinary share for the financial year ended 30 June 2026 subject to shareholders' approval at the forthcoming Annual General Meeting of the Company. The dividend entitlement and payment date for the proposed dividend will be determined, and thereafter announced at a later date.

B10. (LOSS)/EARNINGS PER SHARE ("(LPS)/EPS")

	Individual Quarter		Cumulative Quarter	
Basic (LPS)/EPS	**30.06.2026**	**30.06.2025**	**30.06.2026**	**30.06.2025**
Net (loss)/profit attributable to owners the Company (RM'000)	(7,550)	(95)	7,978	11,048
Weighted average number of shares ('000)	195,610.2	195,168.7	195,610.2	195,168.7
Basic (LPS)/EPS (sen)	(3.86)	(0.05)	4.08	5.66

B11. CAPITAL COMMITMENTS

Capital commitments for property, plant and equipment not provided for in the financial statements as at 30 June 2026 were as follows:

	RM'000
Authorised by Directors and contracted	466
Authorised by Directors and not contracted	-
	466