

3REN BERHAD
Registration No. 202101012445 (1412744-K)
(Incorporated in Malaysia under the Companies Act 2016)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED
31 DECEMBER 2025**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME ⁽¹⁾**

	Individual Quarter		Cumulative Quarter	
	Unaudited 31.12.2025 RM'000	Unaudited 31.12.2024 RM'000	Unaudited 31.12.2025 RM'000	Audited 31.12.2024 RM'000
Revenue	27,816	28,848	107,102	103,415
Cost of sales	<u>(21,832)</u>	<u>(20,321)</u>	<u>(82,438)</u>	<u>(75,720)</u>
Gross profit	5,984	8,527	24,664	27,695
Other income	329	35	1,075	257
Allowance for expected credit losses on receivables	-	-	-	(155)
Other operating expenses	<u>(4,795)</u>	<u>(5,671)⁽²⁾</u>	<u>(16,220)</u>	<u>(16,213)⁽²⁾</u>
Operating profit	1,518	2,891	9,519	11,584
Finance income	96	245	566	620
Finance costs	<u>(119)</u>	<u>(130)</u>	<u>(498)</u>	<u>(532)</u>
Profit before tax	1,495	3,006	9,587	11,672
Tax expense	<u>(172)</u>	<u>(1,219)</u>	<u>(1,087)</u>	<u>(2,931)</u>
Profit after tax ("PAT")	<u>1,323</u>	<u>1,787</u>	<u>8,500</u>	<u>8,741</u>
Other comprehensive loss, net of tax				
<i>Item that may be reclassified subsequently to profit or loss</i>				
Foreign currency translations	<u>(43)</u>	-	<u>(43)</u>	-
Other comprehensive loss, net of tax	(43)	-	(43)	-
Total comprehensive income for the financial period	<u>1,280</u>	<u>1,787</u>	<u>8,457</u>	<u>8,741</u>
PAT attributable to:				
- Owners of the Company	<u>1,323</u>	<u>1,787</u>	<u>8,500</u>	<u>8,741</u>
Total comprehensive income attributable to:				
- Owners of the Company	<u>1,280</u>	<u>1,787</u>	<u>8,457</u>	<u>8,741</u>
Earnings per ordinary share ("EPS") attributable to owners of the Company:				
- Basic EPS (sen) ⁽³⁾	0.21	0.32	1.35	1.57
- Diluted EPS (sen) ⁽³⁾	<u>0.21</u>	<u>0.32</u>	<u>1.34</u>	<u>1.56</u>

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.
- (2) Included one-off listing expenses of RM2.67 million for the individual quarter and RM2.70 million for the financial year charged out to profit or loss upon listing on 6 November 2024.
- (3) Please refer to Note B11 of this interim financial report for further details.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION ⁽¹⁾

	Note	Unaudited As at 31.12.2025 RM'000	Audited As at 31.12.2024 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		16,163	17,068
Intangible assets		8,239	6,264
Right-of-use assets		672	982
Contract assets		-	389
Total non-current assets		<u>25,074</u>	<u>24,703</u>
Current assets			
Inventories		13,324	6,605
Trade receivables		31,569	31,550
Other receivables, deposits and prepayments		3,149	2,856
Contract assets		6,301	5,403
Contract cost		977	1,504
Current tax assets		2,317	218
Short term funds ⁽²⁾		30,176	-
Fixed deposits with licensed banks		6,290	8,277
Cash and bank balances		6,491	38,458
Total current assets		<u>100,594</u>	<u>94,871</u>
TOTAL ASSETS		<u>125,668</u>	<u>119,574</u>
EQUITY AND LIABILITIES			
Share capital		84,061	83,520
Merger deficit		(44,340)	(44,340)
Share option reserve		958	226
Exchange translation reserve		(43)	-
Retained profits		63,353	58,097
TOTAL EQUITY		<u>103,989</u>	<u>97,503</u>
Non-current liabilities			
Deferred income		*	*
Borrowings	B8	9,711	10,287
Lease liabilities		40	157
Deferred tax liabilities		2,170	1,704
Total non-current liabilities		<u>11,921</u>	<u>12,148</u>
Current liabilities			
Trade payables		2,934	1,447
Other payables and accruals		2,575	2,440
Contract liabilities		3,319	4,165
Borrowings	B8	813	727
Lease liabilities		117	314
Deferred income		-	1
Current tax liabilities		-	829
Total current liabilities		<u>9,758</u>	<u>9,923</u>
TOTAL LIABILITIES		<u>21,679</u>	<u>22,071</u>
TOTAL EQUITY AND LIABILITIES		<u>125,668</u>	<u>119,574</u>
Number of ordinary shares in issue ('000)		651,277	650,000
Net assets per share (RM) ⁽³⁾		0.16	0.15

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION ⁽¹⁾ (cont'd)

Notes:

- * Amount is less than RM1,000.
- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.
- (2) Short term funds represent investment in short term money market funds.
- (3) Net assets per ordinary share is calculated based on the Company's issued share capital as at the respective dates.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY ⁽¹⁾

	<u><----- Non-distributable -----></u>				<u>Distributable</u>	
	Share capital RM'000	Merger deficit RM'000	Exchange translation reserve RM'000	Share option reserve RM'000	Retained profits RM'000	Total equity RM'000
Balance as at 01.01.2025	83,520	(44,340)	-	226	58,097	97,503
Profit for the financial period	-	-	-	-	8,500	8,500
Foreign currency translations	-	-	(43)	-	-	(43)
Total comprehensive income	-	-	(43)	-	8,500	8,457
<u>Transactions with owners</u>						
Share-based payment transactions:						
- Equity-settled Long Term Incentive Plan ("LTIP") expenses	-	-	-	928	-	928
- Lapse of LTIP due to resignation	-	-	-	(13)	6	(7)
Ordinary shares issued pursuant to LTIP	541	-	-	(183)	-	358
Dividend	-	-	-	-	(3,250)	(3,250)
Total transactions with owners	541	-	-	732	(3,244)	(1,971)
Balance as at 31.12.2025	84,061	(44,340)	(43)	958	63,353	103,989

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS ⁽¹⁾

	Unaudited Current Year-to-date 31.12.2025 RM'000	Audited Preceding Year-to-date 31.12.2024 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	9,587	11,672
Adjustments for:		
Accretion of interest on lease liabilities	16	25
Allowance of expected credit losses	-	155
Amortisation of intangible assets	668	719
Deferred income	(1)	-
Depreciation of property, plant and equipment	1,683	1,572
Depreciation of right-of-use assets	310	275
Equity-settled share-based payment	928	226
Fair value gain on short term funds	(678)	-
Government grants released to profit or loss	-	(1)
Interest expense	498	532
Interest income	(566)	(620)
IPO expenses	-	2,415
Lapse of LTIP due to resignation	(7)	-
Unrealised loss on foreign exchange	200	162
Unwinding discount	(178)	(30)
Operating profit before working capital changes	<u>12,460</u>	<u>17,102</u>
Changes in:		
Inventories	(6,719)	(3,250)
Receivables	(316)	(3,566)
Payables	1,633	(30)
Contract assets	(509)	(642)
Contract costs	527	(763)
Contract liabilities	(846)	1,503
Cash generated from operations	<u>6,230</u>	<u>10,354</u>
Interest paid	(498)	(532)
Interest received	566	620
Income tax paid	(3,549)	(2,265)
Net cash from operating activities	<u>2,749</u>	<u>8,177</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition to intangible assets	(2,643)	(2,334)
Net changes in fixed deposits with licensed banks	1,987	(4,491)
Purchase of property, plant and equipment	(498)	(890)
Net cash used in investing activities	<u>(1,154)</u>	<u>(7,715)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(3,250)	-
IPO expenses	-	(3,696)
Net changes in hire purchase loans	(276)	(220)
Net changes in term loans	(494)	(480)
Net proceeds from issuance of ordinary shares pursuant to LTIP	358	-
Payment of lease liabilities	(330)	(269)
(Payment)/Drawdown of promissory note	-	(110)
Proceeds from issuance of ordinary shares pursuant to IPO	-	30,800
Net cash (used in)/from financing activities	<u>(3,992)</u>	<u>26,025</u>
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	<u>(2,397)</u>	<u>26,487</u>
Effect of foreign exchange rate changes	(90)	(164)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	<u>40,518</u>	<u>14,195</u>
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	<u>38,031</u>	<u>40,518</u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS ⁽¹⁾ (cont'd)

	Unaudited Current Year-to-date 31.12.2025 RM'000	Audited Preceding Year-to-date 31.12.2024 RM'000
The cash and cash equivalents are represented by:		
Short term funds	30,176	-
Fixed deposits with licensed banks	6,290	8,277
Cash and bank balances	6,491	38,458
	<u>42,957</u>	<u>46,735</u>
Less: Fixed deposits pledged to licensed banks and with maturity more than 3 months	(4,926)	(6,217)
	<u>38,031</u>	<u>40,518</u>

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

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PART A - EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT

A1 Basis of Preparation

The interim financial report of 3REN Berhad (“**Company**”) and its subsidiaries (collectively, the “**Group**”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“**MFRS**”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“**MASB**”) and Rule 9.22 and Appendix 9B of the Listing Requirements.

The interim financial report should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

A2 Basis of Accounting

The material accounting policy information and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the latest audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report except for the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are yet to be effective for the Group.

Amendments to MFRSs

The Group has adopted the following applicable amendments to MFRSs for the current financial period:

Title	Effective Date
Amendments to MFRS 121 - Lack of Exchangeability	1 January 2025

Adoption of the above MFRS did not have any material effect on the financial performance or position of the Group.

Amendments to MFRSs that have been issued, but yet to be effective

The Group has not adopted the following amendments to MFRSs that have been issued, but have yet to be effective:

Title	Effective Date
Amendments to MFRS 9 and MFRS 7	1 January 2026
Amendments to MFRS 9 and MFRS 7	1 January 2026
Amendments that are part of Annual Improvement - Volume 11	1 January 2026
MFRS 18	1 January 2027
MFRS 19	1 January 2027
Amendments to MFRS 19	1 January 2027
Amendments to MFRS 121	1 January 2027
Amendments to MFRS 10 and MFRS 128	Deferred

A2 Basis of Accounting (cont'd)

The Group is in the process of assessing the impact of implementing these MFRSs and Amendments to the MFRSs, since the effects would only be observable for future financial years.

A3 Auditors' Report on Preceding Annual Financial Statements

The audited financial statements of the Company and its subsidiaries for the financial year ended 31 December 2024 were not subject to any audit qualification.

A4 Seasonal or Cyclicity of Operations

The business operations of the Group were not subject to any significant seasonal or cyclical factors.

A5 Items of Unusual Nature, Size or Incidence

There were no items of an unusual nature, size or incidence affecting the assets, liabilities, equity, net income or cash flows during the current quarter and financial period under review.

A6 Material Changes in Accounting Estimates

There were no material changes in accounting estimates for the current quarter and financial period under review.

A7 Debt and Equity Securities

Save as disclosed below, there were no issuances, cancellations, repurchases, resales and repayment of debts and equity securities during the current quarter and financial period under review:

- (i) during the current quarter under review, the company had issued 1,008,250 new ordinary shares pursuant to the Share Option Plan under the Company's Long Term Incentive Plan.

A8 Dividends Paid

The Company paid a single tier interim dividend in respect of the financial year ended 31 December 2024 of RM0.005 per ordinary share, amounting to RM3.25 million on 28 March 2025.

A9 Segmental Information

The Group has two reportable segments which comprise its major business segments. The reportable segments are as follows:-

Reportable segments	Activities
Manufacturing operating solutions and services	- Engineering support services for IC assembly and testing - Design, development and sale of digitalised solutions - Design, development and sale of automated equipment
Product engineering services	- Product engineering services

Management monitors its business units separately up to segment results for the purpose of making decisions about performance assessment. Segment assets and liabilities information are not presented to the decision makers by management as management does not distinguish assets and liabilities into the two operating segments. Hence, no disclosure is made on segment assets and liabilities.

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A9 Segmental Information (cont'd)

	Manufacturing operating solutions and services RM'000	Product engineering services RM'000	Total RM'000
Unaudited Cumulative quarter ended 31 December 2025			
Revenue	73,411	33,691	107,102
Segment results	4,339	5,273	9,612
Finance income			566
Finance costs			(498)
Loss arising from non-reportable segment *			(93)
Profit before tax			<u>9,587</u>
Tax expense			(1,087)
Profit for the financial period			<u><u>8,500</u></u>

Note:

* Non-reportable segment comprises the results of the Company, being an investment holding company.

Revenue by geographical segments

	Individual Quarter		Cumulative Quarter	
	31.12.2025 RM'000	31.12.2024 RM'000	31.12.2025 RM'000	31.12.2024 RM'000
Malaysia	27,403	23,972	101,769	93,500
Thailand	-	-	1,463	390
Mexico	-	-	1,079	78
Philippines	25	2,758	985	4,366
India	59	-	622	28
Singapore	147	1,899	580	4,639
Others	182	219	604	414
	<u>27,816</u>	<u>28,848</u>	<u>107,102</u>	<u>103,415</u>

The Group's non-current assets are entirely located in Malaysia.

A10 Valuation of Property, Plant and Equipment

There was no valuation of property, plant and equipment in the current quarter and financial period under review.

A11 Material Subsequent Events

There were no material events subsequent to the end of the current quarter and financial period under review that have not been reflected in this interim financial report.

A12 Changes in the Composition of the Group

There were no material changes in the composition of the Group for the current quarter and financial period under review.

A13 Contingent Assets and Contingent Liabilities

There were no material contingent assets and contingent liabilities as at the date of this interim financial report.

A14 Capital Commitment

There is no material commitment for capital expenditure, which upon becoming enforceable, may have a material effect on the Group's financial position as at the date of this interim financial report.

A15 Significant Related Party Transactions

There were no significant related party transactions entered into with related parties in the current quarter and financial period under review.

A16 Derivative Financial Instruments

As at 31 December 2025, the Group does not have any derivatives financial instruments.

A17 Financial Liabilities

There were no gains or losses arising from fair value changes of the Group's financial liabilities for the current quarter and financial period under review.

A18 Status Update on Memorandum of Understanding

On 9 December 2024, the Company announced that its wholly owned subsidiary, Sophic Automation Sdn. Bhd. ("Sophic Automation") had entered into a Memorandum of Understanding ("MOU") with Invest-in-Penang Berhad to establish the basis for an incentive package under the Penang Silicon Design @5km+ initiative. On 18 July 2025, the Company further announced that Sophic Automation had, on 17 July 2025 entered into an agreement (the "Agreement") with Invest-in-Penang Berhad for acceptance and utilisation of the incentive package with the objective of Sophic Automation undertaking the project for the purpose of development and transformation of Sophic Automation's innovative ideas in Integrated Circuit(s) ("IC") design into IC products according to the milestones and subject to the terms and conditions as contained in the Agreement.

On 23 April 2025, the Company announced that Sophic Automation entered into a MOU with Wawasan Open University ("WOU") to facilitate cooperation and collaboration between both parties in matters relating to Work-Based Learning ("WBL") Education exclusively in respect of students of WOU's WBL programmes, a formalized programme under the direction of WOU to optimize learning in an alternative setting and to create a long-standing partnership with one another. There is no material development on the status of this MOU since then.

On 1 October 2025, the Company announced that it entered into a MOU with WOU to establish a collaborative framework to develop a sustainable talent pipeline by aligning the academic and training programmes with the needs of industry, to upskill and/or reskill the employees through training, workshops, micro-credentials and work-based learning, foster knowledge exchange, research and innovation in relevant fields. There is no material development on the status of this MOU since then.

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PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS

B1 Review of Performance

	Individual Quarter			Cumulative Quarter		
	31.12.2025	31.12.2024	Changes	31.12.2025	31.12.2024	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	27,816	28,848	(3.58)	107,102	103,415	3.57
Gross profit ("GP")	5,984	8,527	(29.82)	24,664	27,695	(10.94)
Profit before tax ("PBT")	1,495	3,006	(50.27)	9,587	11,672	(17.86)
Profit after tax ("PAT")	1,323	1,787	(25.97)	8,500	8,741	(2.76)

Comparison with preceding year corresponding individual quarter's results

For the current individual quarter ended 31 December 2025, the Group achieved revenue of RM27.82 million, which showed a slight decrease of 3.58% as compared to the preceding year corresponding individual quarter ("Q4 FY2024"). The Group's GP margin stood at 21.51% (Q4 FY2024: 29.56%) mainly due to lower sales from the automation solutions segment while the manpower costs remained relatively fixed as compared to Q4 FY2024. Besides a drop in GP, the PBT decreased further by 50.27% mainly due to higher marketing expenses to support overseas business expansions, employee welfare and benefits (including equity-settled LTIP expenses) and research expenses. However, this was partially offset by the absence of listing expenses of RM2.67 million which was recorded in Q4 FY2024. Accordingly, the PAT was lower by 25.97% in the current individual quarter.

In Q4 FY2025, there were lower tax expenses due to sales of certain automation solutions which were not subject to income tax due to the pioneer status tax. Whereas in Q4 FY2024, there were listing expenses which were non-deductible for tax purposes.

Comparison with preceding year corresponding year-to-date's results

The Group's revenue increased slightly by RM3.69 million or 3.57% from RM103.42 million for the financial year ended 31 December 2024 ("FYE 2024") to RM107.10 million for the financial year ended 31 December 2025 ("FYE 2025"). The increase in revenue was mainly due to higher sales from the engineering support services which recorded a growth of approximately RM8.13 million or 25.20%, partially offset by lower sales from automation solutions.

The Group's GP margin decreased from 26.78% for FYE 2024 to 23.03% for FYE 2025 mainly attributable to lower margin from the automation solutions segment as a result of lower orders being fulfilled during financial year due to timing difference in project delivery and revenue recognition.

Despite a growth in revenue, higher operating costs had compressed the profit margins of the Group.

The Group's revenue was mainly derived from customers located in Malaysia, of which majority is denominated in Malaysian Ringgit.

B2 Comparison with Immediate Preceding Quarter

	Current Individual Quarter	Immediate Preceding Quarter	Changes
	31.12.2025	30.9.2025	%
	RM'000	RM'000	
Revenue	27,816	27,125	2.55
GP	5,984	5,849	2.31
PBT	1,495	2,162	(30.85)
PAT	1,323	2,157	(38.66)

B2 Comparison with Immediate Preceding Quarter (cont'd)

The Group's revenue remained relatively stable, with a slight increase of RM0.69 million or 2.55% from the immediate preceding quarter ended 30 September 2025.

Due to higher operating costs during the current quarter, the PBT and PAT reduced significantly by 30.85% and 38.66% respectively.

B3 Prospects and Outlook

While new projects had increased operating costs and pressured margins, the Group believes that the expenditures are building a robust foundation to secure sustainable, higher-yield revenue streams for the long term.

Optimistic about the industry's trajectory, the Group is primed to leverage the National Semiconductor Strategy to drive growth. As factory automation and artificial intelligence (AI) adoption accelerate, the Group is intensifying research and development efforts to advance its automation solutions, specifically its overhead material transport systems.

The Group remains focused on diversification and growth of customer base and continues to expand its business by securing orders from existing and new customers.

B4 Variance of Actual Profit Forecast

The Group did not issue any profit forecast or profit guarantee in the current quarter.

B5 Taxation

	Individual Quarter		Cumulative Quarter	
	31.12.2025 RM'000	31.12.2024 RM'000	31.12.2025 RM'000	31.12.2024 RM'000
Tax expenses	172	1,219	1,087	2,931
Current tax:				
Effective tax rate (%)	11.51	40.55	11.34	25.11
Statutory tax rate (%)	24.00	24.00	24.00	24.00

For the current quarter and financial period under review, the effective tax rates were lower than the statutory tax rate of 24.00% mainly due to sales of certain automation solutions which were not subject to income tax due to the pioneer status tax incentives.

For the individual and cumulative quarter ended 31 December 2024, the effective tax rates were higher than the statutory tax rate of 24.00% mainly due to listing expenses which were non-deductible for tax purposes.

B6 Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this interim financial report.

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B7 Utilisation of Proceeds from the Public Issue

The gross proceeds of approximately RM30.80 million from the Public Issue are utilised in the following manner:-

Details of the Use of Proceeds	Estimated Timeframe for Utilisation Upon Listing ⁽¹⁾	Proposed Utilisation RM'000	Actual Utilisation as at 31.12.2025 RM'000	Unutilised Balance RM'000	Percentage Utilised %
Setting up new Delivery Centres	Within 36 months	7,200	(2,012)	5,188	27.94
Research & development expenditure	Within 24 months	5,100	(3,558)	1,542	69.76
Establishment of new Singapore office	Within 36 months	3,000	(84)	2,916	2.80
Working capital requirements ⁽²⁾	Within 24 months	11,500	(8,727)	2,773	75.89
Estimated listing expenses	Immediate	4,000	(4,000)	-	100.00
		30,800	(18,381)	12,419	

Notes:

- (1) From the date of listing of the Company on the ACE Market of Bursa Securities on 6 November 2024.
- (2) On 5 May 2025, the Company announced that the entire RM7.60 million earmarked for the repayment of bank borrowings was reallocated to working capital requirements with the timeframe for its utilisation extended for an additional 18 months from 5 May 2025 until 5 November 2026.

B8 Borrowings

	Unaudited As at 31.12.2025 RM'000	Audited As at 31.12.2024 RM'000
Non-current		
Secured		
Hire purchase loans	258	297
Term loans	9,453	9,990
	9,711	10,287
Current		
Secured		
Hire purchase loans	273	230
Term loans	540	497
	813	727
Total borrowings	10,524	11,014

B9 Material Litigation

As at the date of this interim financial report, there is no material litigation or arbitration by/against the Group, which has a material effect on the financial position of the Group and the Board is not aware of any material proceedings pending or threatened or of any fact likely to give rise to any proceedings.

B10 Dividends

The Board has recommended a Single Tier Interim Dividend of RM0.0075 per ordinary share, amounting to approximately RM4.88 million for the financial year ended 31 December 2025, which is to be paid on 31 March 2026 to shareholders of the Company whose names appear in the Record of Depositors on 12 March 2026.

B11 EPS

	Individual Quarter		Cumulative Quarter	
	31.12.2025 RM'000	31.12.2024 RM'000	31.12.2025 RM'000	31.12.2024 RM'000
Profit attributable to the owners of the Company	1,323	1,787	8,500	8,741
Weighted average number of ordinary shares in issue ('000)	629,176	556,575	629,176	556,575
Basic EPS (sen) ⁽¹⁾	0.21	0.32	1.35	1.57
Effect of dilution share options ('000)	2,878	3,960	2,878	3,960
Weighted average number of ordinary shares in issue (Diluted) (unit) ('000)	632,054	560,535	632,054	560,535
Diluted EPS (sen) ⁽²⁾	0.21	0.32	1.34	1.56

Notes:

- (1) Basic EPS is computed based on PAT attributable to owners of the Company divided by the weighted average number of ordinary shares as at the respective dates.
- (2) Diluted EPS is computed based on PAT attributable to owners of the Company divided by the weighted average number of ordinary shares in issue after adjusted for the effect of dilutive potential ordinary shares as at the respective dates.

B12 Notes to the Consolidated Statements of Profit or Loss and Other Comprehensive Income

Profit before tax is arrived at after charging/(crediting):-

	Individual Quarter		Cumulative Quarter	
	31.12.2025 RM'000	31.12.2024 RM'000	31.12.2025 RM'000	31.12.2024 RM'000
Amortisation of intangible assets	167	167	668	719
Depreciation of property, plant and equipment	431	413	1,683	1,572
Depreciation of right-of-use assets	78	78	310	275
Fair value gain on short term funds	(176)	-	(678)	-
Interest expense	119	130	498	532
Interest income	(96)	(245)	(566)	(620)
Realised gain on foreign exchange	-	(4)	-	(4)
Realised loss on foreign exchange	277	36	396	184
Unrealised gain on foreign exchange	-	(317)	-	-
Unrealised loss on foreign exchange	26	-	200	162
Unwinding of discount	(178)	(30)	(178)	(30)

Save as disclosed above, the other disclosure items pursuant to Note 16 of Appendix 9B of the Listing Requirements are not applicable.

B13 Authorisation for Issue

This interim financial report was authorised for issue by the Board in accordance with a resolution passed by the Board on 24 February 2026.

BY ORDER OF THE BOARD
3REN BERHAD