



**AGRICORE CS HOLDINGS BERHAD**

(Registration No: 202301018008 (1511930-P))

*(Incorporated in Malaysia)*

**FIRST QUARTER INTERIM FINANCIAL REPORT  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026**

**AGRICORE CS HOLDINGS BERHAD**  
**Registration No.: 202301018008 (1511930-P)**  
*(Incorporated in Malaysia)*

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME<sup>(1)</sup>  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026**

|   | Note | INDIVIDUAL QUARTER<br>3 MONTHS ENDED |                     | CUMULATIVE QUARTER<br>3 MONTHS ENDED |                     |
|---|------|--------------------------------------|---------------------|--------------------------------------|---------------------|
|   |      | 31.03.2026                           | 31.03.2025          | 31.03.2026                           | 31.03.2025          |
|   |      | Unaudited<br>RM'000                  | Unaudited<br>RM'000 | Unaudited<br>RM'000                  | Unaudited<br>RM'000 |
| Revenue   |      | 31,568                               | 36,650              | 31,568                               | 36,650              |
| Cost of sales   |      | (26,536)                             | (32,274)            | (26,536)                             | (32,274)            |
| <b>Gross profit</b>   |      | <b>5,032</b>                         | <b>4,376</b>        | <b>5,032</b>                         | <b>4,376</b>        |
| Other income  |      | 90                                   | 129                 | 90                                   | 129                 |
| Administrative and other expenses                                   |      | (3,410)                              | (3,256)             | (3,410)                              | (3,256)             |
| <b>Profit from operations</b>                                       |      | <b>1,712</b>                         | <b>1,249</b>        | <b>1,712</b>                         | <b>1,249</b>        |
| Finance costs   |      | (263)                                | (289)               | (263)                                | (289)               |
| <b>Profit before tax</b>  | B12  | <b>1,449</b>                         | <b>960</b>          | <b>1,449</b>                         | <b>960</b>          |
| Tax expense   | B5   | (427)                                | (281)               | (427)                                | (281)               |
| <b>Profit after tax</b>   |      | <b>1,022</b>                         | <b>679</b>          | <b>1,022</b>                         | <b>679</b>          |
| <b>Other comprehensive income</b>                                   |      |                                      |                     |                                      |                     |
| Fair value changes  |      | (472)                                | -                   | (472)                                | -                   |
| <b>Profit after tax / total comprehensive income for the period</b> |      | <b>550</b>                           | <b>679</b>          | <b>550</b>                           | <b>679</b>          |
| <b>Profit after tax for the period attributable to:</b>             |      |                                      |                     |                                      |                     |
| Owners of the Group   |      | <b>1,022</b>                         | <b>679</b>          | <b>1,022</b>                         | <b>679</b>          |
| <b>Total comprehensive income for the period attributable to:</b>   |      |                                      |                     |                                      |                     |
| Owners of the Group   |      | <b>550</b>                           | <b>679</b>          | <b>550</b>                           | <b>679</b>          |
| <b>Earnings per share ("EPS")</b>                                   | B11  |                                      |                     |                                      |                     |
| - Basic / diluted (sen) <sup>(2)</sup>                              |      | 0.50                                 | 0.33                | 0.50                                 | 0.33                |

**Notes:**

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are detailed in Note A1 and should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.
- (2) Basic EPS for the current quarter is calculated based on the Company's share capital of 202,800,000 ordinary shares.

**AGRICORE CS HOLDINGS BERHAD**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION<sup>(1)</sup>**  
**AS AT 31 MARCH 2026**

|   | Note | Unaudited<br>As at<br>31.03.2026<br>RM'000 | Audited<br>As at<br>31.12.2025<br>RM'000 |
|---|------|--|--|
| <b>ASSETS</b>   |      |  |  |
| <b>Non-current assets</b>   |      |  |  |
| Property, plant and equipment   |      | 18,087                                     | 18,259                                   |
| Right-of-use assets   |      | 3,188                                      | 4,908                                    |
| Other investments   |      | 2,519                                      | 2,991                                    |
| <b>Total non-current assets</b>   |      | <b>23,794</b>                              | <b>26,158</b>                            |
| <b>Current assets</b>   |      |  |  |
| Inventories   |      | 26,421                                     | 22,991                                   |
| Receivables   |      | 20,773                                     | 20,123                                   |
| Prepayments   |      | 3,039                                      | 1,588                                    |
| Current tax assets  |      | 1,261                                      | 1,315                                    |
| Cash and cash equivalents   |      | 15,130                                     | 15,905                                   |
| <b>Total current assets</b>   |      | <b>66,624</b>                              | <b>61,922</b>                            |
| <b>TOTAL ASSETS</b>   |      | <b>90,418</b>                              | <b>88,080</b>                            |
| <b>EQUITY AND LIABILITIES</b>   |      |  |  |
| <b>Equity attributable to owners of the Company</b>   |      |  |  |
| Share capital   |      | 48,390                                     | 48,390                                   |
| Reorganisation reserve  |      | (13,358)                                   | (13,358)                                 |
| Fair value reserve  |      | 35   | 507                                      |
| Retained earnings   |      | 22,020                                     | 20,998                                   |
| <b>TOTAL EQUITY</b>   |      | <b>57,087</b>                              | <b>56,537</b>                            |
| <b>LIABILITIES</b>  |      |  |  |
| <b>Non-current liabilities</b>  |      |  |  |
| Loan and borrowings   | B7   | 9,899                                      | 10,049                                   |
| Lease liabilities   | B7   | 720  | 1,898                                    |
| Deferred tax liabilities  |      | 683  | 597                                      |
| Deferred income on government grants  |      | 315  | 327                                      |
| <b>Total non-current liabilities</b>  |      | <b>11,617</b>                              | <b>12,871</b>                            |
| <b>Current liabilities</b>  |      |  |  |
| Payables  |      | 8,225                                      | 7,831                                    |
| Loans and borrowings  | B7   | 13,084                                     | 9,454                                    |
| Lease liabilities   | B7   | 351  | 979                                      |
| Contract liabilities  |      | -  | 390                                      |
| Tax payable   |      | 54   | 18                                       |
| <b>Total current liabilities</b>  |      | <b>21,714</b>                              | <b>18,672</b>                            |
| <b>TOTAL LIABILITIES</b>  |      | <b>33,331</b>                              | <b>31,543</b>                            |
| <b>TOTAL EQUITY AND LIABILITIES</b>   |      | <b>90,418</b>                              | <b>88,080</b>                            |
| <b>Net assets per ordinary share attributable to owners of the Company (RM)<sup>(2)</sup></b> |      | <b>0.28</b>                                | <b>0.28</b>                              |

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION<sup>(1)</sup>**  
**AS AT 31 MARCH 2026 (CONTINUED)**

**Notes:**

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Financial Position are detailed in Note A1 and should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per ordinary share is calculated based on the Company's share capital of 202,800,000 ordinary shares.

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**AGRICORE CS HOLDINGS BERHAD**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY<sup>(1)</sup>**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026**

|  | ← Non-distributable →   |                                  |                              | Distributable               |                        |
|--|-------------------------|----------------------------------|------------------------------|-----------------------------|------------------------|
|  | Share Capital<br>RM'000 | Reorganisation Reserve<br>RM'000 | Fair Value Reserve<br>RM'000 | Retained Earnings<br>RM'000 | Total Equity<br>RM'000 |
| <b>At 1 January 2026<br/>(Audited)</b>                                 | 48,390                  | (13,358)                         | 507                          | 20,998                      | 56,537                 |
| Profit after tax / total comprehensive income for the financial period | -                       | -                                | (472)                        | 1,022                       | 550                    |
| <b>At 31 March 2026<br/>(Unaudited)</b>                                | <b>48,390</b>           | <b>(13,358)</b>                  | <b>35</b>                    | <b>22,020</b>               | <b>57,087</b>          |

**Note:**

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Changes in Equity are detailed in Note A1 and should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

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**AGRICORE CS HOLDINGS BERHAD**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS<sup>(1)</sup>**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026**

|   | <b>CURRENT<br/>PERIOD-TO-<br/>DATE<br/>31.03.2026<br/>RM'000</b> | <b>PRECEDING<br/>PERIOD-TO-<br/>DATE<br/>31.03.2025<br/>RM'000</b> |
|---|--|--|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>               |  |  |
| Profit before tax   | 1,449  | 960  |
| Adjustments for:  |  |  |
| Amortisation of deferred income                           | (12)   | (12)   |
| Depreciation of property, plant and equipment             | 308  | 323  |
| Depreciation of right-of-use assets                       | 145  | 223  |
| Interest expense  | 263  | 289  |
| Interest income   | (20)   | (70)   |
| Gain on lease termination                                 | (81)   | -  |
| <b>Operating profit before changes in working capital</b> | <b>2,052</b>   | <b>1,713</b>   |
| <b>Changes in working capital:</b>                        |  |  |
| Inventories   | (3,430)  | (278)  |
| Receivables   | (650)  | (880)  |
| Prepayment  | (1,451)  | (1,528)  |
| Payables  | 394  | (1,008)  |
| Contract liabilities                                      | (390)  | (233)  |
| <b>Cash used in operations</b>                            | <b>(3,475)</b>   | <b>(2,214)</b>   |
| Interest received   | 20   | 70   |
| Income tax paid   | (250)  | (283)  |
| <b>Net cash used in operating activities</b>              | <b>(3,705)</b>   | <b>(2,427)</b>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>               |  |  |
| Acquisition of property, plant and equipment              | (136)  | (58)   |
| Acquisition of right-of-use assets                        | -  | (40)   |
| <b>Net cash used in investing activities</b>              | <b>(136)</b>   | <b>(98)</b>  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>               |  |  |
| Changes in term deposits pledged as security              | (87)   | (86)   |
| Interest paid   | (263)  | (289)  |
| Net decrease in short-term loans and borrowings           | 3,655  | 2,611  |
| Payment of lease liabilities                              | (151)  | (226)  |
| Repayment of term loans                                   | (175)  | (250)  |
| <b>Net cash from financing activities</b>                 | <b>2,979</b>   | <b>1,760</b>   |

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS<sup>(1)</sup>**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2026 (CONTINUED)**

|   | <b>CURRENT<br/>PERIOD-TO-<br/>DATE<br/>31.03.2026<br/>RM'000</b> | <b>PRECEDING<br/>PERIOD-TO-<br/>DATE<br/>31.03.2025<br/>RM'000</b> |
|---|--|--|
| <b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>                                  | <b>(862)</b>   | <b>(765)</b>   |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING OF<br/>THE FINANCIAL PERIOD</b>         | <b>10,595</b>  | <b>16,596</b>  |
| <b>CASH AND CASH EQUIVALENTS AT THE END OF<br/>THE FINANCIAL PERIOD</b>           | <b>9,733</b>   | <b>15,831</b>  |
| <b>Cash and cash equivalents at the end of the period<br/>are represented by:</b> |  |  |
| Cash and cash equivalents   | 15,130   | 20,854   |
| Less: term deposits pledged as security   | (5,397)  | (5,023)  |
|   | <b>9,733</b>   | <b>15,831</b>  |

**Note:**

- (1) The above Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

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**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING**

**A1. Basis of Preparation**

This condensed consolidated interim financial report is unaudited and has been prepared in accordance with 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 Listing Requirements of Bursa Securities.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2025. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2025.

**A2. Significant Accounting Policies**

The significant accounting policies and method of computation adopted in the interim financial report are consistent with those adopted in the annual financial statements for the financial year ended 31 December 2025 except for the adoption of the following MFRSs that have been issued by the MASB but are not yet effective for the Group:

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

|   | <b>Effective Date</b> |
|---|-----------------------|
| MFRS 18 Presentation and Disclosure in Financial Statements   | 1 January 2027        |
| MFRS 19 Subsidiaries without Public Accountability: Disclosures   | 1 January 2027        |
| Amendments to MFRS 19 Subsidiaries without Public Accountability: Disclosures   | 1 January 2027        |
| Amendments to MFRS 121 Translation to a Hyperinflationary Presentation Currency   | 1 January 2027        |
| Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | Deferred              |

The initial application of the abovementioned accounting standards, interpretations or amendments is not expected to have any material financial impact on the Group.

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**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONTINUED)**

**A3. Auditors' Report on Preceding Annual Financial Statements**

There were no qualifications on the audited financial statements of the Group for the financial year ended 31 December 2025.

**A4. Seasonal or Cyclical Factors**

The Group's operation was not significantly affected by any unusual seasonal or cyclical factors in the current quarter and financial period-to-date under review.

**A5. Unusual Items Due to Their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial period-to-date under review.

**A6. Material Changes in Estimates**

There were no material changes in estimates in the current quarter and financial period-to-date under review.

**A7. Debt and Equity Securities**

There were no issuances, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter and financial period-to-date under review.

**A8. Dividend Paid**

There were no dividends paid during the current quarter and financial period-to-date under review.

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**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONTINUED)**

**A9. Segmental Information**

The Group's revenue is segmented as follows:

**Revenue by products/services**

|  | <b><u>INDIVIDUAL QUARTER</u></b> |                   | <b><u>CUMULATIVE QUARTER</u></b> |                   |
|--|----------------------------------|-------------------|----------------------------------|-------------------|
|  | <b><u>3 MONTHS ENDED</u></b>     |                   | <b><u>3 MONTHS ENDED</u></b>     |                   |
|  | <b>31.03.2026</b>                | <b>31.03.2025</b> | <b>31.03.2026</b>                | <b>31.03.2025</b> |
|  | <b>Unaudited</b>                 | <b>Unaudited</b>  | <b>Unaudited</b>                 | <b>Unaudited</b>  |
|  | <b>RM'000</b>                    | <b>RM'000</b>     | <b>RM'000</b>                    | <b>RM'000</b>     |
| <b>Revenue from sale of goods</b>                                | <b>31,568</b>                    | <b>36,650</b>     | <b>31,568</b>                    | <b>36,650</b>     |
| <b>Major products:</b>   |                                  |                   |                                  |                   |
| • Sourcing and distribution of plant-based agricultural products | 26,953                           | 33,366            | 26,953                           | 33,366            |
| • Production of food additives and fried shallots                | 4,615                            | 3,284             | 4,615                            | 3,284             |
|  | <b>31,568</b>                    | <b>36,650</b>     | <b>31,568</b>                    | <b>36,650</b>     |
| <b>Disaggregated by geographical areas:</b>                      |                                  |                   |                                  |                   |
| • Malaysia   | 31,359                           | 36,515            | 31,359                           | 36,515            |
| • Overseas   | 209                              | 135               | 209                              | 135               |
|  | <b>31,568</b>                    | <b>36,650</b>     | <b>31,568</b>                    | <b>36,650</b>     |

The Group's revenue decreased by RM5.08 million for current quarter as compared to preceding year correspondence quarter, due to a lower contribution from sourcing and distribution of plant-based agricultural products segment by RM6.42 million, which recorded RM26.95 million as compared to RM33.37 million in preceding year corresponding quarter. In contrast, production of food additives and fried shallots segment reported revenue of RM4.62 million for the current quarter, representing an increase of RM1.34 million compared to RM3.28 million in the corresponding quarter.

The Group's principal market is in Malaysia which accounted for 99.34% and 99.63% of total revenue for the current and corresponding period respectively. Revenue from Malaysia decreased by RM5.16 million or 14.13% due to stiff competition, which led to increased pricing pressure and a shift in consumer preferences, resulting in softer demand. The decrease in revenue from Malaysia is in line with a reduction in sales volume, with a decline by 514.42 mt or 5.21%. This reflects lower consumer demand and softer market compared to the corresponding period. Notably, revenue contribution from overseas markets increased from 0.37% to 0.66% as compared to the corresponding period, primarily due to increased demand from Indonesia, Singapore and other regional markets.

**A10. Valuation of Property, Plant and Equipment**

There was no revaluation of property, plant and equipment during the current financial quarter under review.

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONTINUED)**

**A11. Material Events Subsequent to the End of the Reporting Period**

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

**A12. Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current quarter under review.

**A13. Contingent Liabilities or Contingent Assets**

There were no contingent liabilities or assets for the current financial period.

**A14. Related Party Transactions Disclosures**

There were no material related party transactions in the Group during the current quarter under review.

**A15. Capital Commitments**

The amount of capital commitments as at end of current quarters are as follows:

|   |                      |
|---|----------------------|
| <b><u>Property, plant and equipment</u></b> | <b><u>RM'000</u></b> |
| Contracted but not provided for             | 7,054                |

Save as disclosed above, there were no material commitments during the current quarter under review.

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**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS**

**B1. Review of Financial Performance**

|  | <u>INDIVIDUAL QUARTER</u> |                   | <u>CUMULATIVE QUARTER</u> |                   |
|--|---------------------------|-------------------|---------------------------|-------------------|
|  | <u>3 MONTHS ENDED</u>     |                   | <u>3 MONTHS ENDED</u>     |                   |
|  | <u>31.03.2026</u>         | <u>31.03.2025</u> | <u>31.03.2026</u>         | <u>31.03.2025</u> |
|  | <u>Unaudited</u>          | <u>Unaudited</u>  | <u>Unaudited</u>          | <u>Unaudited</u>  |
|  | <u>RM'000</u>             | <u>RM'000</u>     | <u>RM'000</u>             | <u>RM'000</u>     |
| Revenue                                      | 31,568                    | 36,650            | 31,568                    | 36,650            |
| Gross profit                                 | 5,032                     | 4,376             | 5,032                     | 4,376             |
| Profit before tax                            | 1,449                     | 960               | 1,449                     | 960               |
| Profit after tax                             | 1,022                     | 679               | 1,022                     | 679               |
| Profit attributable to owners of the Company | 1,022                     | 679               | 1,022                     | 679               |

The Group recorded revenue of RM31.57 million for the current financial quarter, representing a decrease of RM5.08 million or 13.86% compared to RM36.65 million in the corresponding quarter of preceding year. The decline was mainly attributable to lower contribution from sourcing and distribution of plant-based agricultural products.

The Group recorded profit before tax of RM1.45 million for the current financial quarter, representing an increase of RM0.49 million or 51.04% compared to profit before tax of RM0.96 million in the preceding year's corresponding quarter.

The favorable results were mainly due to lower material costs and increase in product margin as a result of strengthening of Ringgit Malaysia against the United States Dollar in the current financial quarter. For comparison, the average exchange rate for current quarter was around 3.97 compared to 4.45 in the preceding year's corresponding quarter.

Consequently, the Group reported net profit after tax of RM1.02 million for current quarter representing an increase of RM0.34 million or 50.00% compared to net profit after tax of RM0.68 million in the corresponding quarter of preceding year, reflecting the favorable cost and margin impacts mentioned above.

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**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONTINUED)**

**B2. Comparison with Immediate Preceding Quarter's Results**

|                   | <b><u>CURRENT</u><br/><u>QUARTER</u><br/>31.03.2026<br/>RM'000</b> | <b><u>IMMEDIATE</u><br/><u>PRECEDING</u><br/><u>QUARTER</u><br/>31.12.2025<br/>RM'000</b> | <b>Changes<br/>%</b> |
|-------------------|--|---|----------------------|
| Revenue           | 31,568   | 33,538  | (5.87)               |
| Gross profit      | 5,032  | 5,089   | (1.12)               |
| Profit before tax | 1,449  | 1,223   | 18.48                |
| Profit after tax  | 1,022  | 983   | 3.97                 |

The Group reported a lower revenue of RM31.57 million compared to RM33.54 million and marginally lower gross profit of RM5.03 million compared to RM5.09 million in the immediate preceding quarter. Revenue for production of food additives and fried shallots segment increased by RM1.34 million, however revenue for sourcing and distribution of plant-based agricultural products segment decreased by RM6.42 million as compared to the immediate preceding quarter. The decrease is due to Ringgit Malaysia strengthening against United States Dollar which led to intense market competition resulted from heightened pricing pressure and changing consumer preferences, which subsequently contributed to softer consumer demand.

The Group reported a higher profit before tax of RM1.45 million compared to RM1.22 million in the immediate preceding quarter, mainly attributable to lower material costs and increase in product margin resulted from stronger Ringgit Malaysia against the United States Dollar in the current financial quarter.

**B3. Prospects of the Group**

The Group is continuously exploring strategies to capture new markets locally as well as seeking for export opportunities into new geographical markets. The Group will continue to engage potential overseas customers to broaden its market geographical reach, which is expected to contribute positively over time.

In line with its growth strategy, the Group is investing in automation machine for its existing production line. This strategic move is aimed at enhancing production efficiency, ensuring consistent product quality and increasing capacity to meet growing demand.

Innovation is also a major part of the growth plan, with ongoing efforts to develop new product lines and value-added SKUs that meet changing consumer preferences and emerging dietary trends.

The Group will also maintain its emphasis on product quality, food safety compliance and incremental capacity enhancements to support long-term business sustainability.

Barring any unforeseen circumstances, the Group is optimistic that its performance for the coming financial year will remain positive.

**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONTINUED)**

**B4. Variance of Actual Profits from Profit Forecast**

The Group did not issue any profit forecast or profit guarantee during the current financial quarter under review.

**B5. Taxation**

|  | <u>INDIVIDUAL QUARTER</u> |                   | <u>CUMULATIVE QUARTER</u> |                   |
|--|---------------------------|-------------------|---------------------------|-------------------|
|  | <u>3 MONTHS ENDED</u>     |                   | <u>3 MONTHS ENDED</u>     |                   |
|  | <u>31.03.2026</u>         | <u>31.03.2025</u> | <u>31.03.2026</u>         | <u>31.03.2025</u> |
|  | <u>Unaudited</u>          | <u>Unaudited</u>  | <u>Unaudited</u>          | <u>Unaudited</u>  |
|  | <u>RM'000</u>             | <u>RM'000</u>     | <u>RM'000</u>             | <u>RM'000</u>     |
| Tax expense                              |                           |                   |                           |                   |
| - Current period                         | 427                       | 281               | 427                       | 281               |
| Effective tax rate<br>(%) <sup>(1)</sup> | 29.47                     | 29.27             | 29.47                     | 29.27             |
| Statutory tax rate<br>(%)                | 24.00                     | 24.00             | 24.00                     | 24.00             |

**Note:**

(1) The Group's effective tax rate for the current financial quarter and cumulative quarter are higher than statutory tax rate of 24.00% because of certain expenses which are non-deductible for tax purposes.

**B6. Status of Corporate Proposals**

There were no corporate proposals announced but not completed for financial period under review.

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**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONTINUED)**

**B7. Group Borrowings and Debts Securities**

|                             | <b>31.03.2026</b>    | <b>31.12.2025</b>    |
|-----------------------------|----------------------|----------------------|
|                             | <b>Unaudited</b>     | <b>Audited</b>       |
|                             | <b>RM'000</b>        | <b>RM'000</b>        |
| <b>Loans and borrowings</b> |                      |                      |
| <b>Secured</b>              |                      |                      |
| Bankers' acceptances        | 12,494               | 8,839                |
| Term loans                  | 10,489               | 10,664               |
|                             | <u>22,983</u>        | <u>19,503</u>        |
| <br>                        |                      |                      |
| Disclosed as:               |                      |                      |
| Current liabilities         | 13,084               | 9,454                |
| Non-current liabilities     | 9,899                | 10,049               |
|                             | <u>22,983</u>        | <u>19,503</u>        |
| <br>                        |                      |                      |
| <b>Lease liability</b>      |                      |                      |
| Current liabilities         | 351                  | 979                  |
| Non-current liabilities     | 720                  | 1,898                |
|                             | <u>1,071</u>         | <u>2,877</u>         |
| <br>                        |                      |                      |
| <b>Total borrowings</b>     | <b><u>24,054</u></b> | <b><u>22,380</u></b> |

**B8. Derivative Financial Instruments**

There were no outstanding derivatives for financial period under review.

**B9. Material Litigations**

There were no material litigations by or against the Group for financial period under review.

**B10. Dividends**

There was no dividend declared for the current financial period under review.

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**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONTINUED)**

**B11. Earnings per share ("EPS")**

The basic and diluted EPS for the current financial quarter under review and financial period-to-date are computed as follows:

|  | <b><u>INDIVIDUAL QUARTER</u></b> |                   | <b><u>CUMULATIVE QUARTER</u></b> |                   |
|--|----------------------------------|-------------------|----------------------------------|-------------------|
|  | <b><u>3 MONTHS ENDED</u></b>     |                   | <b><u>3 MONTHS ENDED</u></b>     |                   |
|  | <b>31.03.2026</b>                | <b>31.03.2025</b> | <b>31.03.2026</b>                | <b>31.03.2025</b> |
|  | <b>Unaudited</b>                 | <b>Unaudited</b>  | <b>Unaudited</b>                 | <b>Unaudited</b>  |
|  | <b>RM'000</b>                    | <b>RM'000</b>     | <b>RM'000</b>                    | <b>RM'000</b>     |
| Profit attributable to owners of the Company             | 1,022                            | 679               | 1,022                            | 679               |
| Number of ordinary shares in issue ('000) <sup>(1)</sup> | 202,800                          | 202,800           | 202,800                          | 202,800           |
| Basic / Diluted EPS (sen) <sup>(2)</sup>                 | 0.50                             | 0.33              | 0.50                             | 0.33              |

**Notes:**

- (1) Basic EPS for the current quarter and cumulative period are calculated based on the Company's share capital of 202,800,000 ordinary shares.
- (2) The diluted EPS is equivalent to the basic EPS as there is no dilutive securities in the current financial quarter and cumulative period.

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**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONTINUED)**

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

The following items have been charged/(credited) in arriving at the profit before tax for the current financial quarter and for the cumulative financial period-to-date:

|                                 | <b><u>INDIVIDUAL QUARTER</u></b> |                   | <b><u>CUMULATIVE QUARTER</u></b> |                   |
|---------------------------------|----------------------------------|-------------------|----------------------------------|-------------------|
|                                 | <b><u>3 MONTHS ENDED</u></b>     |                   | <b><u>3 MONTHS ENDED</u></b>     |                   |
|                                 | <b>31.03.2026</b>                | <b>31.03.2025</b> | <b>31.03.2026</b>                | <b>31.03.2025</b> |
|                                 | <b>Unaudited</b>                 | <b>Unaudited</b>  | <b>Unaudited</b>                 | <b>Unaudited</b>  |
|                                 | <b>RM'000</b>                    | <b>RM'000</b>     | <b>RM'000</b>                    | <b>RM'000</b>     |
| <b>After charging:</b>          |                                  |                   |                                  |                   |
| Depreciation of:                |                                  |                   |                                  |                   |
| - property, plant and equipment | 308                              | 323               | 308                              | 323               |
| - right-of-use assets           | 145                              | 223               | 145                              | 223               |
| Employee benefit expense        | 1,979                            | 1,769             | 1,979                            | 1,769             |
| Interest expense                | 263                              | 289               | 263                              | 289               |
| Loss on foreign exchange        | 34                               | 29                | 34                               | 29                |
| <b>And crediting:</b>           |                                  |                   |                                  |                   |
| Amortisation of deferred income | (12)                             | (12)              | (12)                             | (12)              |
| Interest income                 | (20)                             | (70)              | (20)                             | (70)              |
| Gain on foreign exchange        | (35)                             | (54)              | (35)                             | (54)              |

**B13. Authorisation for Issue**

This interim financial report was authorised for issue by the Board on 19 May 2026.