

**AVANGAAD BERHAD**  
(Registration No. 199301001779 (256516-W))  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FOURTH QUARTER AND YEAR ENDED 31 DECEMBER 2025**

**Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income  
For The Fourth Quarter and Financial Year Ended 31 December 2025**

	Note	Quarter Ended			Year Ended		
		31.12.2025	31.12.2024	Changes	31.12.2025	31.12.2024	Changes
		RM'000	RM'000	%	RM'000	RM'000	%
Revenue	B1	31,884	29,296	9	127,597	122,663	4
Cost of sales		(19,476)	(17,514)	11	(78,217)	(72,606)	8
Gross profit		12,408	11,782	5	49,380	50,057	(1)
Administrative expenses		(6,441)	(5,233)	23	(22,729)	(23,932)	(5)
Other operating income	B3	2,550	24,206	(89)	4,352	200,084	(98)
Other operating expenses		200	1,369	(85)	(1,459)	(6,807)	(79)
Net reversal on impairment losses of financial instruments		788	(520)	>100	2,799	(3,425)	>100
Results from operating activities		9,505	31,604	(70)	32,343	215,977	(85)
Finance income		188	138	36	756	703	8
Finance costs		(384)	(739)	(48)	(4,081)	(5,526)	(26)
Profit before tax		9,309	31,003	(70)	29,018	211,154	(86)
Taxation	B6	18,622	(5,835)	>100	15,698	(56,824)	>100
Profit for the period/year		27,931	25,168	11	44,716	154,330	(71)
Profit attributable to: Owners of the Company		27,931	25,168	11	44,716	154,330	(71)

	Note	Quarter Ended		Year Ended	
		31.12.2025	31.12.2024	31.12.2025	31.12.2024
Earnings Per Share attributable to owners of the Company:	B11				
Basic EPS (sen)		2.11	1.90	3.37	16.45
Diluted EPS (sen)		2.09	1.89	3.34	16.30

*The above Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to these interim financial statements.*

**Unaudited Condensed Consolidated Statement of Financial Position as at 31 December 2025**

	Note	As at 31.12.2025 RM'000	As at 31.12.2024 RM'000 (Audited)
<b>Assets</b>			
Property, plant and equipment	A9	374,136	395,544
Right-of-use assets		4,643	1,729
Deferred tax assets		66	195
<b>Non-current assets</b>		<b>378,845</b>	<b>397,468</b>
Inventories		550	133
Trade and other receivables		37,034	57,112
Tax recoverable		2,003	103
Deposits		2,851	826
Cash and cash equivalents		46,342	19,129
<b>Current assets</b>		<b>88,780</b>	<b>77,303</b>
Non-current assets held for sale		17,598	-
<b>Total assets</b>		<b>485,223</b>	<b>474,771</b>
<b>Equity and liabilities</b>			
Share capital		259,330	259,330
Share option reserve		1,761	587
Retained earnings		76,744	32,028
<b>Total equity</b>		<b>337,835</b>	<b>291,945</b>
Loans and borrowings	B8	63,309	70,830
Lease liabilities		4,740	2,191
Deferred tax liabilities		39,556	55,795
<b>Non-current liabilities</b>		<b>107,605</b>	<b>128,816</b>
Trade and other payables		27,538	35,676
Lease liabilities		534	195
Loans and borrowings	B8	11,711	18,128
Current tax liabilities		-	11
<b>Current liabilities</b>		<b>39,783</b>	<b>54,010</b>
<b>Total liabilities</b>		<b>147,388</b>	<b>182,826</b>
<b>Total equity and liabilities</b>		<b>485,223</b>	<b>474,771</b>
		<b>RM</b>	<b>RM</b>
<b>Net assets per share attributable to owners of the Company</b>		<b>0.25</b>	<b>0.22</b>

*The above Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to these interim financial statements.*

**Unaudited Condensed Consolidated Statement of Changes in Equity  
For The Financial Year Ended 31 December 2025**

	<-----Non-distributable----->		Distributable	Total equity RM'000
	Share capital RM'000	Share option reserve RM'000	(Accumulated losses)/ Retained earnings RM'000	
<b>At 1 January 2024</b>	179,755	-	(122,302)	57,453
Profit and total comprehensive income for the financial year	-	-	154,330	154,330
Contributions by distributions to owners of the Company				
Issuance of ordinary shares	79,575	-	-	79,575
Share-based payment transactions	-	587	-	587
<b>At 31 December 2024</b>	<b>259,330</b>	<b>587</b>	<b>32,028</b>	<b>291,945</b>
<b>At 1 January 2025</b>	259,330	587	32,028	291,945
Profit and total comprehensive income for the financial year	-	-	44,716	44,716
Contributions by distributions to owners of the Company				
Share-based payment transactions	-	1,174	-	1,174
<b>At 31 December 2025</b>	<b>259,330</b>	<b>1,761</b>	<b>76,744</b>	<b>337,835</b>

*The above Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to these interim financial statements.*

**Unaudited Condensed Consolidated Statement of Cash Flows  
For The Financial Year Ended 31 December 2025**

	Year Ended	
	31.12.2025	31.12.2024
	RM'000	RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	29,018	211,154
Adjustments for:		
Property, plant and equipment:		
Loss on disposal	-	272
Depreciation	25,253	24,023
Reversal of impairment	-	(927)
Right-of-use assets:		
Depreciation	326	217
Finance costs on:		
Conventional financing	-	224
Revolving credits	-	83
Profit charge on Islamic financing	3,908	5,064
Accretion of interest on lease liabilities	173	155
Gain on lease termination	(13)	-
Interest on fixed deposits	(753)	(703)
Waiver of scheme creditors	-	(171,089)
Share-based payment expenses	1,174	587
(Reversal)/loss on impairment losses of financial instruments	(2,799)	3,425
Unrealised foreign exchange (gain)/loss	(43)	510
Operating profit before changes in working capital	56,244	72,995
Changes in working capital:		
Inventories	(417)	(34)
Trade, other receivables and contract assets	22,865	(28,738)
Trade, other payables and contract liabilities	(7,867)	(93,029)
Cash generated from/(used in) operations	70,825	(48,806)
Interest received	729	703
Interest paid	(173)	(462)
Profit paid on Islamic financing	(3,908)	(5,064)
Tax paid	(2,347)	(728)
Tax credit	23	-
<b>Net cash generated from/(used in) operating activities</b>	<b>65,149</b>	<b>(54,357)</b>
<b>Cash flows from investing activities</b>		
Net (placement)/withdrawal in short-term deposits, fixed and security deposits pledged	(2,000)	10,590
Additions to property, plant and equipment	(21,442)	(12,838)
Additions to asset held for sale	-	(210)
Proceeds from disposal of property, plant and equipment	-	1,755
<b>Net cash used in investing activities</b>	<b>(23,442)</b>	<b>(703)</b>

**Unaudited Condensed Consolidated Statement of Cash Flows  
For The Financial Year Ended 31 December 2025 (continued)**

	Year Ended	
	31.12.2025	31.12.2024
	RM'000	RM'000
<b>Cash flows from financing activities</b>		
Proceed from issuance of ordinary share	-	79,575
Repayment of conventional term loan	-	(13,273)
Repayment of Islamic term financing facilities	(14,212)	(22,958)
Repayment of lease liabilities	(282)	(183)
<b>Net cash (used in)/generated from financing activities</b>	<b>(14,494)</b>	<b>43,161</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>27,213</b>	<b>(11,899)</b>
Cash and cash equivalents at beginning of financial year	19,129	31,028
<b>Cash and cash equivalents at end of financial year</b>	<b>46,342</b>	<b>19,129</b>

*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 2024 and the accompanying explanatory notes attached to these interim financial statements.*

**PART A : NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2025**

**A1 BASIS OF PREPARATION**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with MFRS 134 *Interim Financial Reporting*, IAS 34 *Interim Financial Reporting* and paragraph 9.22 of Bursa Malaysia Securities Berhad's Main Market Listing Requirements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2024.

The accounting standards adopted in the preparation of the Condensed Report are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 31 December 2024, except for the Amendments to MFRS 121, The Effects of Changes in Foreign Exchange Rates - *Lack of Exchangeability* which was adopted at the beginning of the current financial year. This pronouncement does not have any material impact to the Group's financial statements for the current financial year.

Standards, amendments and interpretations issued but not yet effective

The amendments that are issued but not yet effective up to the date of issuance of the Group's and of the Company's financial statements are disclosed below. The Group and the Company intend to adopt these standards and interpretations, if applicable, when they become effective.

Description	Effective for annual periods beginning on or after
<ul style="list-style-type: none"> <li>• Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instrument: Disclosures - <i>Amendments to the Classification and Measurement of Financial Instruments and Contracts Referencing Nature-dependent Electricity</i></li> </ul>	1 January 2026
<ul style="list-style-type: none"> <li>• Amendments that are part of Annual Improvements - Volume 11:               <ul style="list-style-type: none"> <li>- Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards</li> <li>- Amendments to MFRS 7, Financial Instruments: Disclosures</li> <li>- Amendments to MFRS 9, Financial Instruments</li> <li>- Amendments to MFRS 10, Consolidated Financial Statements</li> <li>- Amendments to MFRS 107, Statement of Cash Flows</li> </ul> </li> </ul>	1 January 2026
<ul style="list-style-type: none"> <li>• MFRS 18, Presentation and Disclosure in Financial Statements</li> </ul>	1 January 2027
<ul style="list-style-type: none"> <li>• MFRS 19, Subsidiaries without Public Accountability: Disclosures</li> </ul>	1 January 2027
<ul style="list-style-type: none"> <li>• Amendments to MFRS 19, Subsidiaries without Public Accountability: Disclosures</li> </ul>	1 January 2027
<ul style="list-style-type: none"> <li>• Amendments to MFRS 121, The Effects of Changes in Foreign Exchange Rates - <i>Translation to a Hyperinflationary Presentation Currency</i></li> </ul>	1 January 2027
<ul style="list-style-type: none"> <li>• Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures - <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i></li> </ul>	Deferred

The Directors expect that the adoption of the above amendments will have no material impact on the financial statements in the period of initial application.

**PART A : NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2025 (CONTINUED)**

**A2 AUDIT REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors expressed an unqualified opinion on the Group's and Company's financial statements for the year ended 31 December 2024.

**A3 SEASONALITY OR CYCLICALITY OF OPERATIONS**

The business operations have not been significantly affected by any seasonal or cyclical trend.

**A4 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS**

There were no material unusual items affecting assets, liabilities, equity, net income or cash flow during the current quarter under review except for the items disclosed in B3.

**A5 CHANGE IN ACCOUNTING ESTIMATES**

There were no changes in accounting estimates or errors that have a material effect in the current quarter under review.

**A6 DEBT AND EQUITY SECURITIES**

There were no cancellation, resale and prepayment of debt and equity securities during the current quarter other than loans repayments in accordance with the Group's loans repayment schedules.

**A7 DIVIDENDS**

There was no dividend paid during the quarter.

**A8 SEGMENT REPORTING**

For management purposes, the Group is organised into business units based on its products and services, and has only one reportable segment.

The Group's reportable segment consists solely of vessel charter hire segment, which is the operator of marine vessels for the transportation and offshore storage of oil and gas, and the provider of port marine services.

The performance of the segment is measured based on revenue, as included in the internal management report. Hence, no other disclosure is made for segment assets, segment liabilities, or segment capital expenditures.

	<b>Charter hire RM'000</b>
<b>31 December 2025</b>	
Revenue:	
External customers	<u><u>127,597</u></u>
<b>31 December 2024</b>	
Revenue:	
External customers	<u><u>122,663</u></u>

**PART A : NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2025 (CONTINUED)**

**A8 SEGMENT REPORTING (CONTINUED)**

**Geographical segments**

The geographical location of customers predominantly operates within Malaysia.

**Major customers**

There are two external customers (as at 31 December 2024: two) in charter hire segment, who contribute 96% (as at 31 December 2024: 89%) on total revenues of the Group amounting to RM122,028,000 (as at 31 December 2024: RM109,909,000) respectively.

**A9 VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT**

There is no valuation of property, vessels and equipment brought forward from the previous audited financial statements, as the Group does not adopt a revaluation policy on property, vessels and equipment.

**A10 MATERIAL EVENTS**

**Classification as PN17 issuer and proposed debt restructuring exercise**

On 25 February 2022, the Company announced that the Company is an affected listed issuer as the Company had triggered the criteria prescribed under Paragraph 8.04, and Paragraph 2.1(e) of PN17 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”).

On 5 December 2022, the Company had at a creditors’ Court Convened Meeting pursuant to section 366 of the Act, obtained the approval of the requisite majority in value of the creditors present and voting to undertake a scheme of arrangement between the Company and its scheme creditors (“SOA”). On 4 January 2023, the Company obtained the order from the High Court pursuant to section 366 of the Act to sanction the SOA. On 12 January 2023, the SOA became effective following the lodgement of the office copy of the order with the Companies Commission of Malaysia.

On 30 May 2024, Malacca Securities Sdn Bhd (“Malacca Securities”) had, on behalf of the Board, announced that Bursa Securities had resolved to approve the proposed regularisation plan which comprised a proposed shares issuance, proposed exemption and proposed establishment of an employees’ shares scheme (collectively, referred to as the “Regularisation Plan”). The approval granted by Bursa Securities for the Regularisation Plan is subject to the conditions set by Bursa Securities.

On 24 June 2024, Malacca Securities had, on behalf of the Board, announced that the ordinary resolutions as set out in the Notice of Extraordinary General Meeting was duly passed by way of poll and the shareholders of the Company approved the Regularisation Plan.

On 27 June 2024, Malacca Securities had, on behalf of the Board, announced that the Regularisation Plan has been completed. Following the completion of the Regularisation Plan, the Company had commenced the cash settlement / distributions to the Scheme Creditors under the SOA on 28 June 2024.

For information, the balance net proceeds from the sale of the divestment vessel M.T. Nautica Muar which forms part of the SOA, was deposited as a Security Deposit for Karina Shipping Ltd.’s claims in the Kuala Lumpur High Court Admiralty In Rem No: WA-27NCC-12-02/2021 (“In Rem Action”). Distribution of this sum was subject to the outcome of the In Rem Action, including any appeals.

**PART A : NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2025 (CONTINUED)**

**A10 MATERIAL EVENTS (CONTINUED)**

**Classification as PN17 issuer and proposed debt restructuring exercise (continued)**

On 14 February 2025, Malacca Securities had, on behalf of the Board, announced that the Company had on 14 February 2025, submitted an application to Bursa Securities for the upliftment of the Company from its PN17 status pursuant to Paragraph 8.04(8) of the Listing Requirements (“Upliftment Application”).

On 19 February 2025, Malacca Securities had, on behalf of the Board, announced that Bursa Securities had vide its letter dated 19 February 2025 note that with the completion of the Company’s Regularisation Plan, the Company has regularised its financial condition and no longer triggers any of the criteria under Paragraph 2.1 of PN17 of the Listing Requirements. After due consideration of all facts and circumstances of the Upliftment Application, Bursa Securities decided to approve the Upliftment Application. The upliftment of the Company from being classified as a PN17 company takes effect from 9.00 a.m., Thursday, 20 February 2025.

On 16 June 2025, Karina Shipping Ltd’s appeal against the High Court’s decision in the In Rem Action was dismissed by the Court of Appeal. Subsequently, Karina Shipping Ltd filed an application for leave to appeal to the Federal Court on 15 July 2025, which was later withdrawn on 4 November 2025. Accordingly, the In Rem Action has been fully and finally disposed of, and the balance sum (“Additional Sum”) shall be distributed on a pari passu basis to the Scheme Creditors of the Company pursuant to the SOA.

Following the final disposal of the In Rem Action, the Company applied to the High Court for the release of the Additional Sum held by Messrs Rahayu Partnership pursuant to the Escrow Agreement dated 16 March 2023. The application was filed on 10 December 2025, and the Court granted the order on 19 December 2025. The Company’s solicitors have initiated the process with the Stakeholder for the release of the Additional Sum and are arranging for its distribution to the Scheme Creditors in accordance with the SOA. Notice shall be made to the Scheme Creditors in due course on the additional sum to be distributed.

**A11 CHANGES IN THE COMPOSITION OF THE GROUP**

There are no material changes in the composition of the Group during the current financial year.

**A12 CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS**

Since the last Statement of Financial Position, there were no material changes in contingent liabilities and contingent assets.

**A13 CAPITAL COMMITMENTS**

There are no capital commitments during the current financial year.

**A14 FAIR VALUE INFORMATION**

The carrying amounts of bank balances, deposits, short-term receivables and payables and short-term borrowings reasonably approximate their fair values due to the relatively short-term nature of these financial instruments.

The tables below analyses other financial instruments at fair value:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<b>31 December 2025</b>				
<b>Financial liabilities</b>				
Islamic financing facilities	-	-	72,121	72,121

**PART A : NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2025 (CONTINUED)**

**A14 FAIR VALUE INFORMATION (CONTINUED)**

The tables below analyses other financial instruments at fair value:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<b>31 December 2024</b>				
<b>Financial liabilities</b>				
Islamic financing facilities	-	-	87,503	87,503

***Policy on transfer between levels***

The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

***Level 1 fair value***

Level 1 fair value is derived from quoted price (unadjusted) in active market for identical assets or liabilities that the entity can access at the measurement date.

***Level 2 fair value***

Level 2 fair value is estimated using inputs other than quoted prices included within Level 1 that are observable for the financial assets or liabilities, either directly or indirectly.

***Non-derivatives financial liabilities***

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the end of the reporting period.

***Transfer between Level 1 and Level 2 fair values***

There has been no transfer between Level 1 and Level 2 fair values during the financial year (2024: no transfer in either directions).

***Level 3 fair value***

Level 3 fair value is estimated using unobservable inputs for the financial assets and liabilities.

The following table shows the valuation techniques used in the determination of fair values within Level 3, as well as the key unobservable inputs used in the valuation models.

**Financial instruments not carried at fair value**

Type	Description of valuation technique and inputs used
Islamic financing facilities	Discounted cash flows using a rate based on the current market rate of borrowing of the Group at the reporting date.

**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2025**

**B1 REVIEW OF THE PERFORMANCE OF THE GROUP**

**Review of performance for the cumulative quarter 12 months ended 31 December 2025**

	<b>Year Ended</b>		<b>Changes</b>
	<b>31.12.2025</b>	<b>31.12.2024</b>	
	<b>RM'000</b>	<b>RM'000</b>	
Revenue	127,597	122,663	4
Cost of sales	(78,217)	(72,606)	8
Gross profit	49,380	50,057	(1)
Profit before tax	29,018	211,154	(86)
<b>Profit for the financial year</b>	<b>44,716</b>	<b>154,330</b>	<b>(71)</b>

The Group recorded revenue of RM127.6 million for the financial year ended 31 December 2025, a slight increase from RM122.7 million in the same period last year. This growth was mainly driven by higher charter rates for fast crew boat contracts.

Profit before tax and profit after tax for the financial year were lower by RM182.1 million and RM109.6 million, respectively, compared to the corresponding period last year, mainly due to one-off income recognised in the previous year from the PN17 regularisation plan and the scheme of arrangement.

**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2025 (CONTINUED)**

**B1 REVIEW OF THE PERFORMANCE OF THE GROUP (CONTINUED)**

**Review of performance for the current quarter 3 months ended 31 December 2025**

	<b>Fourth Quarter Ended</b>		
	<b>31.12.2025</b>	<b>31.12.2024</b>	<b>Changes</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	31,884	29,296	9
Cost of sales	(19,476)	(17,514)	11
Gross profit	12,408	11,782	5
Profit before tax	9,309	31,003	(70)
Profit for the period	27,931	25,168	11

The Group recorded revenue of RM31.9 million for the financial period ended 31 December 2025, a slight increase from RM29.3 million in the same quarter last year. The increase was mainly driven by higher charter rates for fast crew boat contracts.

Profit before tax and profit after tax for the period were lower by RM21.7 million and higher by RM2.8 million, respectively, compared to the corresponding period last year, mainly due to one-off income recognised in the prior year under the PN17 regularisation plan and scheme of arrangement.

**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2025 (CONTINUED)**
**B2 MATERIAL CHANGES IN THE QUARTERLY RESULTS**

Review of performance for the current quarter compared to immediate preceding quarter

	Quarter Ended		Changes	
	31.12.2025 RM'000	30.09.2025 RM'000		%
Revenue	31,884	33,467		(5)
Cost of sales	(19,476)	(21,425)		(9)
Gross profit	12,408	12,042		3
Profit before tax	9,309	6,110		52
Profit for the period	27,931	6,103		>100

The Group recorded revenue of RM31.9 million for the financial period ended 31 December 2025, a slight decrease from RM33.5 million in the preceding quarter. The decrease was mainly driven by lower utilisation of fast crew boats, which is consistent with the monsoon season during the period, when such vessels typically experience reduced operational activity.

Profit before tax for the quarter was RM9.3 million, a increase from RM6.1 million recorded in the preceding quarter, primarily due to claims from insurance.

**B3 OTHER OPERATING INCOME**

	Fourth Quarter Ended			Year Ended		
	31.12.2025 RM'000	31.12.2024 RM'000	Changes %	31.12.2025 RM'000	31.12.2024 RM'000	Changes %
Waiver of debts from scheme creditors under SOA	-	-	-	-	171,089	(100)
Gain on reversal of impairment	-	927	(100)	-	927	(100)
Other income	2,550	23,279	(89)	4,352	28,068	(84)
<b>Total other income</b>	<b>2,550</b>	<b>24,206</b>	<b>(89)</b>	<b>4,352</b>	<b>200,084</b>	<b>(98)</b>

Total other income primarily comprises claims from customer and insurance.

**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2025 (CONTINUED)**

**B4 COMMENTARY ON PROSPECTS**

As at 31 December 2025, the Group's order book stood at RM154.7 million, with an additional RM268.6 million for the extension period.

In the first half of 2025, the Group secured three Fast Crew Boat contracts worth approximately RM29.19 million, with durations ranging from 187 days to three years, and new contracts from Northport (Malaysia) Bhd totalling RM66.8 million, including a two-year extension for three existing harbour tugboats and a new five-year daily charter for three harbour tugboats, with an option for an additional five years.

In the second half of 2025, the Group secured contract extensions for four harbour tugboats worth approximately RM19.09 million, with durations ranging from one to two years. In addition, three new harbour tugboat contracts were secured worth approximately RM22.35 million, with durations ranging from one to three years, including further extension options ranging from one to three years.

These extensions are expected to contribute positively to the Group's earnings and net tangible assets for the financial year ending 31 December 2026 and subsequent financial periods.

The Group continues to focus on improving operational efficiency to maximise vessel utilisation, achieving cost savings through strategic procurement, securing contract renewals and extensions, and maintaining effective cash management. In addition, the Group remains proactive in pursuing new business opportunities to strengthen earnings visibility and enhance cash flow stability.

**B5 PROFIT FORECAST / GUARANTEE**

The Group is not subject to any variance of actual profit from forecast profit/profit guarantee for the current financial year under review.

**B6 TAXATION**

	Fourth Quarter Ended			Year Ended		
	31.12.2025	31.12.2024	Changes	31.12.2025	31.12.2024	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Income Tax :						
Current period/year	(2,377)	122	>100	406	493	18
Under provision of tax in prior period/year	-	23	100	7	23	70
Deferred tax :						
Current period/year	4,680	3,880	(21)	4,814	54,498	91
Prior period/year	(20,925)	1,810	>100	(20,925)	1,810	>100
<b>Total taxation</b>	<b>(18,622)</b>	<b>5,835</b>	<b>&gt;100</b>	<b>(15,698)</b>	<b>56,824</b>	<b>&gt;100</b>

The effective tax rate for the financial year ended 31 December 2025 is 18%, below the statutory tax rate, primarily driven by higher non-taxable income.

**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2025 (CONTINUED)**

**B7 STATUS OF CORPORATE PROPOSALS**

There is no current Corporate Proposal undertaken by the Group during the financial year ended 31 December 2025.

**B8 LOANS AND BORROWINGS**

Details of the Group's borrowings are as follows:

	As at 31.12.2025								
	Long Term			Short Term			Subtotal Borrowings		
	Foreign RM'000	Ringgit RM'000	Total RM'000	Foreign RM'000	Ringgit RM'000	Total RM'000	Foreign RM'000	Ringgit RM'000	Total RM'000
<b>Secured Islamic financing</b>									
Term Loans	-	63,309	<b>63,309</b>	-	11,711	<b>11,711</b>	-	75,020	<b>75,020</b>
	-	63,309	<b>63,309</b>	-	11,711	<b>11,711</b>	-	75,020	<b>75,020</b>

	As at 31.12.2024								
	Long Term			Short Term			Subtotal Borrowings		
	Foreign RM'000	Ringgit RM'000	Total RM'000	Foreign RM'000	Ringgit RM'000	Total RM'000	Foreign RM'000	Ringgit RM'000	Total RM'000
<b>Secured Islamic financing</b>									
Term Loans	-	70,830	<b>70,830</b>	-	18,128	<b>18,128</b>	-	88,958	<b>88,958</b>
	-	70,830	<b>70,830</b>	-	18,128	<b>18,128</b>	-	88,958	<b>88,958</b>

**B9 FINANCIAL INSTRUMENTS WITH OFF BALANCE SHEET RISK**

The Group does not have any derivative financial instruments as at the financial year ended 31 December 2025.

**B10 DIVIDEND PAYABLE**

There was no dividend payment proposed during the period.

**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2025 (CONTINUED)**

**B11 EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY**

**Basic earnings per share**

Basic earnings per share of the Group is calculated by dividing the Group's net profit attributable to ordinary equity holders by the average number of ordinary shares in issue during the financial year.

	Fourth Quarter Ended		Year Ended	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
Profit for the period/year attributable to equity holders of the Company (RM'000)	27,931	25,168	44,716	154,330
Weighted average number of ordinary shares in issue ('000)	1,326,250	1,326,250	1,326,250	938,186
Basic earnings per share (sen)	2.11	1.90	3.37	16.45

**Diluted earnings per share**

The calculation of diluted earnings per ordinary share at 31 December 2025 was based on profit attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares, calculated as follows:

	Fourth Quarter Ended	Year Ended
	31.12.2025	31.12.2025
Profit for the period/year attributable to equity holders of the Company (RM'000)	27,931	44,716
Basic weighted average number of ordinary shares in issue ('000)	1,326,250	1,326,250
Effect of share options on issue ('000)	11,493	11,362
Diluted weighted average number of ordinary shares ('000)	1,337,743	1,337,612
Diluted earnings per share (sen)	2.09	3.34

By Order of the Board  
**AVANGAAD BERHAD**

**CHENG CHIA PING, MAICSA 1032514**  
**CHUA SIEW CHUAN, MAICSA 0777689**  
 (Secretaries)