CBH ENGINEERING HOLDING BERHAD

Registration No. 202301050313 (1544227-V)
(Incorporated in Malaysia under Companies Act 2016)

UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2026

Mercury Securities Sdn Bhd ("Mercury Securities"), being the Sponsor, was responsible for the admission of CBH Engineering Holding Berhad to the ACE Market of Bursa Malaysia Securities Berhad on 16 January 2025.

Mercury Securities assumes no responsibility for the contents of the unaudited interim financial report for the second quarter ended 30 June 2026.

CBH ENGINEERING HOLDING BERHAD

Registration No. 202301050313 (1544227-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME [(1)]
FOR THE SECOND QUARTER ENDED 30 JUNE 2026

		Individual Quarter		Cumulative Quarter	
		Unaudited	**Unaudited**	**Unaudited**	**Unaudited**
		30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
	Note	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Revenue	A9	120,928	59,679	210,467	96,115
Cost of sales		(84,473)	(43,330)	(146,608)	(69,009)
Gross profit		**36,455**	**16,349**	**63,859**	**27,106**
Other income		58	134	138	209
Administrative expenses		(4,853)	(3,566)	(9,132)	(7,290)
Other expenses		*	(1)	*	(15)
Net gain on impairment of financial assets		-	301	23	301
Profit from operations		**31,660**	**13,217**	**54,888**	**20,311**
Finance income		1,007	1,003	2,084	1,452
Finance costs		(120)	(23)	(148)	(47)
Profit before tax	B12	**32,547**	**14,197**	**56,824**	**21,716**
Taxation	B5	(7,930)	(4,091)	(14,022)	(5,875)
Profit for the financial period, representing total comprehensive income for the financial period		**24,617**	**10,106**	**42,802**	**15,841**
Total comprehensive income attributable to :					
Owners of the Company		24,529	10,106	42,729	15,841
Non-controlling interests		88	-	73	-
		24,617	10,106	42,802	15,841
Earnings per share (sen) [(2)(3)]					
Basic and diluted	B11	1.30	0.54	2.27	0.85

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME [(1)]
FOR THE SECOND QUARTER ENDED 30 JUNE 2026 (CONT'D)

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 2025 and the accompanying explanatory notes attached in this interim financial report.

2 Computed based on profit attributable to owners of the Company divided by the Company's number of ordinary shares in issue for the respective reporting periods as disclosed in Note B11 of this interim report.

3 The diluted earnings per share of the Company is equivalent to the basic earnings per share as the Company does not have any potential dilutive instruments at the end of the respective reporting periods.

* Amount is less than RM500.

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CBH ENGINEERING HOLDING BERHAD

Registration No. 202301050313 (1544227-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION [1] AS AT 30 JUNE 2026

	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	19,834	5,250
Deferred tax assets	2,023	2,023
	21,857	7,273
Current assets		
Trade receivables	84,158	57,368
Contract assets	113,529	62,957
Other receivables	1,178	2,648
Tax recoverable	563	252
Other investments	6,180	6,083
Fixed deposits with licensed banks	26,583	9,698
Cash and bank balances	111,500	142,494
Total current assets	**343,691**	**281,500**
Total assets	**365,548**	**288,773**
EQUITY AND LIABILITIES		
Equity		
Share capital	138,008	138,008
Merger deficit	(55,043)	(55,043)
Retained earnings	182,768	145,117
Total equity attributable to the owners of the Company	**265,733**	**228,082**
Non-controlling interests ("NCI")	416	343
Total equity	**266,149**	**228,425**
Non-current liability		
Bank borrowings	9,911	-
Lease liabilities	1,613	1,803
	11,524	1,803

CBH ENGINEERING HOLDING BERHAD

Registration No. 202301050313 (1544227-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION [1] AS AT 30 JUNE 2026 (CONT'D)

	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
EQUITY AND LIABILITIES (CONT'D)		
Current liabilities		
Trade payables	56,281	35,458
Contract liabilities	12,313	6,903
Other payables	6,227	13,172
Bank borrowings	209	434
Lease liabilities	973	893
Tax payable	11,872	1,685
	87,875	58,545
Total liabilities	**99,399**	**60,348**
Total equity and liabilities	**365,548**	**288,773**
Net assets per share (RM) [2]	**0.14**	**0.12**

Notes :

1 The basis of preparation of the Unaudited Condensed Consolidated Statements of Financial Position is disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

2 Computed based on total equity attributable to owners of the Company divided by the Company's total issued share capital, comprising 1,880,896,393 ordinary shares as at 30 June 2026 and 31 December 2025 respectively.

CBH ENGINEERING HOLDING BERHAD

Registration No. 202301050313 (1544227-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY [(1)]
FOR THE SECOND QUARTER ENDED 30 JUNE 2026

	Attributable to owners of the Company					
	Non-distributable		Distributable			
	Share capital RM'000	**Merger deficit RM'000**	**Retained earnings RM'000**	**Total RM'000**	**NCI RM'000**	**Total equity RM'000**
At 1 January 2025 (Audited)	57,143	(55,043)	97,080	99,180	-	99,180
Profit for the financial period, representing total comprehensive income for the financial period	-	-	15,841	15,841	-	15,841
Transactions with owners :						
Issuance of shares	83,440	-	-	83,440	-	83,440
Share issuance expenses	(2,575)	-	-	(2,575)	-	(2,575)
Total transactions with owners	80,865	-	-	80,865	-	80,865
At 30 June 2025 (Unaudited)	138,008	(55,043)	112,921	195,886	-	195,886
At 1 January 2026 (Audited)	138,008	(55,043)	145,117	228,082	343	228,425
Profit for the financial period, representing total comprehensive income for the financial period	-	-	42,729	42,729	73	42,802
Transactions with owners :						
Dividends to owners	-	-	(5,078)	(5,078)	-	(5,078)
Total transactions with owners	-	-	(5,078)	(5,078)	-	(5,078)
At 30 June 2026 (Unaudited)	138,008	(55,043)	182,768	265,733	416	266,149

CBH ENGINEERING HOLDING BERHAD

Registration No. 202301050313 (1544227-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY [1]
FOR THE SECOND QUARTER ENDED 30 JUNE 2026 (CONT'D)

Notes :

1 The basis of preparation of the Unaudited Condensed Consolidated Statements of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached in this interim financial report.

CBH ENGINEERING HOLDING BERHAD

Registration No. 202301050313 (1544227-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS [1]
FOR THE SECOND QUARTER ENDED 30 JUNE 2026

	Unaudited 30.06.2026 RM'000	Unaudited 30.06.2025 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	56,824	21,716
Adjustments for :		
Depreciation of property, plant and equipment	936	630
Property, plant and equipment written off	*	5
Loss/(Gain) on disposal of property, plant and equipment	*	(65)
Gain on early termination of lease contracts	-	(1)
Fair value gain on other investments	(91)	(6)
Net reversal of expected credit loss on :		
- trade receivables	(23)	(301)
Interest income	(2,084)	(1,452)
Interest expenses	161	64
Operating profit before working capital changes	55,723	20,590
Changes in working capital :		
Receivables	(25,297)	(5,863)
Payables	13,878	(20,988)
Net contract balances	(45,162)	62,512
	(56,581)	35,661
Cash generated (used in)/from operations	(858)	56,251
Interest received	1,923	1,268
Tax paid	(5,931)	(6,592)
Tax refunded	1,785	4
Net cash (used in)/from operating activities	(3,081)	50,931
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(5,143)	(206)
Proceeds from disposal of property, plant and equipment	1	129
Placement of other investments	(6)	(1,001)
Interest received	161	184
Net cash used in investing activities	(4,987)	(894)

CBH ENGINEERING HOLDING BERHAD

Registration No. 202301050313 (1544227-V)
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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS [1]
FOR THE SECOND QUARTER ENDED 30 JUNE 2026 (CONT'D)

	Unaudited 30.06.2026 RM'000	Unaudited 30.06.2025 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(5,078)	-
Drawdown of term loans	69	-
Drawdown of bankers' acceptance	-	91
Interest paid	(128)	(64)
Placement of fixed deposits pledged with licensed banks	(16,885)	(8,201)
Proceeds from issuance of shares, net of share issuance expenses	-	80,865
Repayments of lease liabilities	(488)	(410)
Repayments of term loans	(87)	-
Repayments of bankers' acceptance	(329)	(191)
Net cash (used in)/from financing activities	(22,926)	72,090
Net cash (decrease)/increase in cash and cash equivalents	(30,994)	122,127
Cash and cash equivalents at beginning of the financial period	142,494	27,414
Cash and cash equivalents at end of the financial period	**111,500**	**149,541**
Cash and cash equivalents at end of the financial period comprise of :		
Cash and bank balances	111,500	146,075
Fixed deposits with licensed banks	26,583	23,119
	138,083	169,194
Less : Fixed deposits pledged with licensed banks	(26,583)	(19,653)
	111,500	149,541

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS [1] FOR THE SECOND QUARTER ENDED 30 JUNE 2026 (CONT'D)

Notes :

1 The basis of preparation of the Unaudited Condensed Consolidated Statements of Cash Flows is disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached in this interim financial report.

* Amount is less than RM500.

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A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134 INTERIM FINANCIAL REPORTING

A1 Basis of preparation

The interim financial statements of CBH Engineering Holding Berhad ("CBH" or the "Company") and its subsidiaries ("Group") are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting, IAS 34: Interim Financial Reporting and Rule 9.22 and Appendix 9B of ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Listing Requirements").

This interim financial report should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

A2 Statement of compliance

The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 31 December 2025, save for the following:

Adoption of amended standards

The Group has adopted the following amendments to MFRS issued by the Malaysian Accounting Standards Board ("MASB") that are mandatory for the current financial year:

Amendments to MFRS 9 and MFRS 7	Amendments to the Classification and Measurement of Financial instruments
Amendments to MFRS 1 Amendments to MFRS 7 Amendments to MFRS 9 Amendments to MFRS 10 Amendments to MFRS 107	Annual Improvements Volume 11
Amendments to MFRS 9 and MFRS 7	Contracts Referencing Nature-dependent Electricity

The adoption of the above-mentioned amendments to MFRS did not have any significant impact on the financial statements of the Group.

A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134 INTERIM FINANCIAL REPORTING (CONT'D)

A2 Statement of compliance (Cont'd)

Standards issued but not yet effective

		Effective
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 until further notice

The Group intends to adopt the above-mentioned new and amendments to MFRS when they become effective.

The initial applications of the above-mentioned new and amendments to MFRS are not expected to have any significant impact on the financial statements of the Group.

A3 Auditors' report on preceding annual financial statements

The audited financial statements of the Group for the financial year ended 31 December 2025 were not subject to any qualification.

A4 Seasonal or cyclical factors

The Group's business operations for the current financial quarter under review were not affected by any seasonal or cyclical factors.

A5 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no other items or events that arose, which affected the assets, liabilities, equity, net income or cash flows of the Group, that are unusual by reason of their nature, size or incidence for the current financial quarter under review.

A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134 INTERIM FINANCIAL REPORTING (CONT'D)

A6 Material changes in estimates

There were no material changes in estimates which have a material effect on the results for the current financial quarter under review.

A7 Debt and equity securities

There was no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial quarter under review.

A8 Dividend paid

There was no dividend paid during the current financial quarter under review and the previous corresponding period.

In the immediate preceding quarter, the Company paid a single-tier interim dividend of RM0.0027 per ordinary share amounting to RM5,078,420.26 for the financial year ended 31 December 2025 on 27 February 2026 to entitled shareholders whose names appeared in the Record of Depositors on 12 February 2026.

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A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134 INTERIM FINANCIAL REPORTING (CONT'D)

A9 Segment information

The segmental reporting of the Group's revenue for the financial quarter and financial year to-date is as follows:

	Individual Quarter				Cumulative Quarter			
	Unaudited 30.06.2026		Unaudited 30.06.2025		Unaudited 30.06.2026		Unaudited 30.06.2025	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Revenue by business activities								
M&E Systems	120,928	100.00	59,437	99.59	210,467	100.00	95,867	99.74
M&E Maintenance	-	-	242	0.41	-	-	248	0.26
Total revenue	**120,928**	**100.00**	**59,679**	**100.00**	**210,467**	**100.00**	**96,115**	**100.00**

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A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134 INTERIM FINANCIAL REPORTING (CONT'D)

A10 Valuation of property, plant and equipment

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

A11 Significant events subsequent to the end of the current financial quarter

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 financial quarter under review.

A13 Fair value of financial instruments

Save as disclosed in Note B12 of this interim report, there were no other gain or loss arising from fair value changes of financial assets and liabilities for the current financial quarter and financial year-to-date under review.

A14 Capital commitments

There were no capital commitments at the end of the current financial quarter under review.

A15 Contingent assets and contingent liabilities

There were no contingent assets or contingent liabilities as at 30 June 2026.

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A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134 INTERIM FINANCIAL REPORTING (CONT'D)

A16 Related party transactions

The related party transactions of the Group have been entered into in the normal course of business. Listed below are the transactions with related parties of the Group during the current financial quarter and financial year to-date:

	Individual Quarter		Cumulative Quarter	
	Unaudited	Unaudited	Unaudited	Unaudited
	30.06.2026	30.06.2025	30.06.2026	30.06.2025
	RM'000	RM'000	RM'000	RM'000
Transactions with related parties:				
Project costs charged by	579	-	1,605	-
Rental of office charged by	24	24	48	48
Rental of hostel charged by	5	6	10	9
Transactions with a Executive Director:				
Rental of office charged by	25	25	51	51

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B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS

B1 Review of financial performance

	Individual Quarter		Cumulative Quarter	
	Unaudited 30.06.2026 RM'000	**Unaudited 30.06.2025 RM'000**	**Unaudited 30.06.2026 RM'000**	**Unaudited 30.06.2025 RM'000**
Revenue	120,928	59,679	210,467	96,115
Gross profit	36,455	16,349	63,859	27,106
Profit before tax	32,547	14,197	56,824	21,716
Profit after tax	24,617	10,106	42,802	15,841

Individual Quarter: Comparison against corresponding financial quarter of preceding financial year

The Group recorded total revenue of RM120.93 million for the current financial quarter ended 30 June 2026 ("2026 Q2"), compared with RM59.68 million for the corresponding financial quarter ended 30 June 2025 ("2025 Q2"), representing an increase of RM61.25 million or 102.63%.

The M&E Systems business segment remained the primary contributor to the Group's revenue, accounting for 100% or RM120.93 million of the Group's total revenue in 2026 Q2, compared to 99.59% or RM59.44 million in 2025 Q2.

The Group recorded higher revenue in 2026 Q2, mainly driven by the continued better performance of its M&E Systems business segment. During 2026 Q2, several key projects progressed in accordance with their construction schedules and achieved key project milestones resulting in recognition of the project revenue accordingly.

The Group recorded a profit before tax ("PBT") of RM32.55 million for 2026 Q2, representing an increase of RM18.35 million compared to RM14.20 million in 2025 Q2. The Group's PBT margin improved from 23.79% in 2025 Q2 to 26.91% in 2026 Q2.

The timely execution of projects, coupled with effective project planning, procurement and cost management supported the improvement in project margins. Consequently, the Group recorded a higher PBT and PBT margin in 2026 Q2 compared with 2025 Q2.

The Group registered a profit after tax ("PAT") of RM24.62 million for 2026 Q2 representing an increase of RM14.51 million compared to RM10.11 million for 2025 Q2. The Group registered a PAT margin of 20.36% for 2026 Q2 compared to 16.93% in 2025 Q2. The Group's PAT and PAT margin increased in tandem with the increase in PBT and PBT margin as mentioned above.

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS

B1 Review of financial performance (Cont'd)

<u>Cumulative Quarter: Comparison against corresponding financial year-to-date</u>

The Group recorded total revenue of RM210.47 million for the financial period ended 30 June 2026 ("2026 YQ2"), compared to RM96.12 million for the corresponding period ended 30 June 2025 ("2025 YQ2"), representing an increase of RM114.35 million or 118.97%. The increase was primarily due to the better performance of the Group's M&E Systems business segment and the steady progress of ongoing projects that achieved higher stages of completion, resulting in higher revenue recognised during the period.

The Group recorded a PBT of RM56.82 million for 2026 YQ2 compared to RM21.72 million in 2025 YQ2 representing an increase of about RM35.11 million. The Group's PBT margin also increased to 27.00% in 2026 YQ2 compared to 22.59% for 2025 YQ2. The improvement in both PBT and PBT margin were in tandem with the increase in revenue and the timely execution of projects coupled with effective project planning, procurement and cost management.

Consequently, the Group's PAT increased by RM26.96 million from RM15.84 million in 2025 YQ2 compared to RM42.80 million for 2026 YQ2. The Group's PAT margin increased from 16.48% for 2025 YQ2 to 20.34% for 2026 YQ2. The improvement in PAT and PAT margin is in tandem with the improvement in PBT and PBT margin as mentioned above.

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B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS

B2 Comparison with immediate preceding financial quarter's results

	Unaudited		Variance	
	Current quarter 30.06.2026 RM'000	Preceding quarter 31.03.2026 RM'000	RM'000	%
Revenue	120,928	89,539	31,389	35.06%
Gross profit	36,455	27,404	9,051	33.03%
Profit before tax	32,547	24,277	8,270	34.07%
Profit after tax	24,617	18,185	6,432	35.37%

The Group's revenue increased by RM31.39 million, or 35.06%, to RM120.93 million for 2026 Q2 compared to RM89.54 million recorded in the immediate preceding financial quarter ended 31 March 2026 ("2026 Q1").

Gross profit increased by RM9.05 million, or 33.03% from RM27.40 million in 2026 Q1 to RM36.46 million in 2026 Q2. Consequently, the Group's PBT increased by RM8.27 million, or 34.07% from RM24.28 million in 2026 Q1 to RM32.55 million in 2026 Q2.

The increase in revenue and profitability was mainly driven by the continued progress of ongoing M&E Systems projects, with several projects achieving key milestones and reaching higher stages of completion during 2026 Q2. The higher level of project progress resulted in increased revenue recognition while effective project planning, procurement and cost management contributed to the improvement in the Group's profitability compared to 2026 Q1.

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B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B3 Prospect

The Group remains cautiously optimistic on its prospects in the power distribution systems industry, supported by its competitive positioning, commendable business fundamentals and favourable general industry outlook. As at the date of this interim financial report, the Group's cumulative outstanding order book stands at around RM744 million, thus providing favourable visibility to the Group's performance in the near term.

The Group continues to actively pursue opportunities across both data centre ("DC") and non-DC segments and barring any unforeseen circumstances, the Group anticipates favourable outcomes in the coming quarters.

Based on the foregoing, the Group anticipates that it will be able to maintain a resilient performance for the financial year ending 31 December 2026. The Group remains positive in its long-term growth outlook driven by its proven execution capabilities and supported by continued positive momentum in the industry.

B4 Profit forecast

The Group did not issue any profit forecast or guarantee.

B5 Taxation

	Individual Quarter		Cumulative Quarter	
	Unaudited 30.06.2026 RM'000	**Unaudited 30.06.2025 RM'000**	**Unaudited 30.06.2026 RM'000**	**Unaudited 30.06.2025 RM'000**
In respect of the current period :				
Current year provision	7,930	4,091	14,022	5,875
Over provision in previous financial year	-	-	*	-
Total	**7,930**	**4,091**	**14,022**	**5,875**
Effective tax rate (%)	**24.36%**	**28.82%**	**24.68%**	**27.05%**

Note :

* Amount is less than RM500.

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B5 Taxation (Cont'd)

The effective tax rate for the 2026 Q2 and 2026 YQ2 were 24.36% and 24.68% respectively, which are slightly higher than the statutory corporate income tax rate of 24%. The higher tax rates were mainly attributable to certain non-deductible expenses incurred during the respective periods, which were not allowable for tax.

B6 Status of corporate proposals

Save as disclosed below, there were no other corporate proposals announced but not yet completed as at the date of this interim financial report.

On 9 October 2025, the Company entered into a Sale and Purchase Agreement with Syskon Corporation Sdn Bhd for the acquisition of land and building for a total consideration of RM14,390,000. The purchase consideration was financed through the combinations of bank borrowings of RM10,000,000 and internally generated funds of RM4,390,000 ("Acquisition"). Please refer to the Company's announcement dated 9 October 2025 for further details of the Acquisition.

This Acquisition was completed on 9 April 2026.

B7 Derivatives

The Group did not enter into any derivatives during the current financial quarter under review.

B8 Lease liabilities

The Group's lease liabilities are as follows:

	Payable within 12 months RM'000	Payable after 12 months RM'000	Total outstanding RM'000
Lease liabilities	973	1,613	2,586

The Group leases various properties and motor vehicles. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

The lease liabilities are contractually payable in Ringgit Malaysia.

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B9 Bank borrowing

The Group's bank borrowing is as follows:

	Unaudited 30.06.2026 RM'000	Unaudited 30.06.2025 RM'000
Term loans (Secured)		
Non current	9,911	-
Current	209	-
Total term loans	10,120	-

The bank borrowing is contractually payable in Ringgit Malaysia.

B10 Material litigations

As at the date of this report, the Group is not engaged in any material litigation.

B11 Basic and diluted earnings per share

	Individual Quarter		Cumulative Quarter	
	Unaudited 30.06.2026	Unaudited 30.06.2025	Unaudited 30.06.2026	Unaudited 30.06.2025
Net profit for the period attributable to owners of the Company (RM'000)	24,529	10,106	42,729	15,841
Number of shares in issue [(2)] ('000)	1,880,896	1,880,896	1,880,896	1,856,200
Basic and diluted earnings per share [(1)] (sen)	1.30	0.54	2.27	0.85

Notes :

1 The basic earnings per share is computed based on PAT attributable to owners of the Company and divided by the Company's total issued share capital as tabulated above for the respective reporting periods and also as disclosed in note 2 below.

No diluted earnings per share is computed as the Company does not have dilutive potential ordinary shares as at the end of the financial period.

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B11 Basic and diluted earnings per share (Cont'd)

Notes (Cont'd) :

2 Computed as follows:

	Individual Quarter		Cumulative Quarter	
	Unaudited 30.06.2026	**Unaudited 30.06.2025**	**Unaudited 30.06.2026**	**Unaudited 30.06.2025**
Weighted average number of shares in issue at the beginning of the financial period ('000)	1,880,896	1,582,896	1,880,896	1,582,896
Effect of 298,000,000 new shares issued on 16 January 2025 pursuant to the Company's IPO ('000)	-	298,000	-	273,304
Weighted average number of shares in issue at the end of the financial reporting period ('000)	1,880,896	1,880,896	1,880,896	1,856,200

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B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

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

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

	Individual Quarter		Cumulative Quarter	
	Unaudited 30.06.2026 RM'000	Unaudited 30.06.2025 RM'000	Unaudited 30.06.2026 RM'000	Unaudited 30.06.2025 RM'000
Profits before tax has been arrived at after charging:				
Depreciation of property, plant and equipment	523	314	936	630
Finance costs	120	23	148	47
Finance costs recognised in cost of sales	8	8	13	17
Loss on disposal of property, plant and equipment	-	-	*	-
Property, plant and equipment written off	*	-	*	5
Short term leases	212	285	467	605
and after crediting:				
Net reversal of expected credit losses on trade receivables	-	-	23	-
Fair value gain on other investments	46	6	91	6
Gain on early termination of lease contracts	-	-	-	1
Gain on disposal of property, plant and equipment	-	74	-	65
Interest income	1,007	1,003	2,084	1,452
Realised gain on foreign currency exchange	*	36	31	36

Note :

* Amount is less than RM500.

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B13 Proposed dividend

On 19 August 2026, the Board of Directors declared a single-tier interim dividend of RM0.0027 per ordinary share for the financial year ending 31 December 2026. The dividend shall be paid on 30 September 2026 to shareholders whose names appear in the Record of Depositors at the close of business on 11 September 2026.

BY ORDER OF THE BOARD
CBH ENGINEERING HOLDING BERHAD
DATE : 19 AUGUST 2026