



# **HEXTAR GLOBAL BERHAD**

Company No.: 199001014551 (206220-U)

(Incorporated in Malaysia)

**Interim Report  
For the 12-months Financial Year Ended  
31 December 2025**



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**Unaudited Condensed Statements of Profit or Loss and Other Comprehensive Income**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	(3-mths) Current Year Quarter 31/12/2025 RM'000	(3-mths) Preceding Year Quarter 31/12/2024 RM'000	(12-mths) Current Year to-Date 31/12/2025 RM'000	(12-mths) Preceding Year to-Date 31/12/2024 RM'000
Revenue	226,484	220,094	874,691	918,288
Cost of sales	(156,454)	(168,458)	(614,605)	(669,971)
Gross profit	70,030	51,636	260,086	248,317
Other income	1,170	2,313	4,726	5,145
Selling and marketing expenses	(12,496)	(7,829)	(37,409)	(31,800)
Administrative and other expenses	(26,286)	(30,276)	(98,423)	(101,313)
Finance costs	(6,339)	(5,068)	(25,356)	(24,832)
Share of loss of joint ventures	(138)	(112)	(461)	(301)
Profit before taxation	25,941	10,664	103,163	95,216
Less: Taxation	(8,271)	(3,057)	(30,647)	(23,540)
Profit after taxation	17,670	7,607	72,516	71,676
Other comprehensive (expenses)/income:				
- Foreign currency translation differences	(754)	240	(2,716)	(2,977)
- Revaluation of properties	3,567	1,762	5,480	1,762
Other comprehensive income/(expenses) for the financial year	2,813	2,002	2,764	(1,215)
Total comprehensive income for the financial year	20,483	9,609	75,280	70,461
Profit/(Loss) for the financial year attributable to:				
- Owners of the Company	16,125	8,358	61,435	59,369
- Non-controlling interests	1,545	(751)	11,081	12,307
	17,670	7,607	72,516	71,676
Total comprehensive income/(expenses) attributable to:				
- Owners of the Company	18,938	10,358	64,200	58,154
- Non-controlling interests	1,545	(749)	11,080	12,307
	20,483	9,609	75,280	70,461
<b>Earnings per share</b>				
Basic (sen)	0.42	0.22	1.59	1.53

The unaudited Condensed Statements 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 notes attached to this interim financial report.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**Unaudited Condensed Statements of Financial Position**

	<b>Unaudited as at 31/12/2025 RM'000</b>	<b>Audited as at 31/12/2024 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Investment in joint ventures	5,520	7,962
Property, plant and equipment	105,574	119,057
Investment properties	5,814	5,972
Right-of-use assets	66,626	51,605
Intangible assets	163,508	164,183
Investment in club membership, at cost	45	45
Trade receivables	1,545	2,195
Prepayment	5,902	3,578
Deferred tax assets	3,459	1,857
<b>Total non-current assets</b>	<b>357,993</b>	<b>356,454</b>
<b>Current assets</b>		
Inventories	153,316	137,904
Trade receivables	141,062	168,638
Other receivables, deposits and prepayments	42,558	72,288
Short-term investments	-	1,473
Biological assets	-	19
Contract assets	22,666	12,637
Amount owing by related companies	2,069	343
Current tax assets	6,336	8,271
Derivative assets	-	1,004
Deposits with licensed banks	17,250	17,031
Cash and bank balances	95,441	49,498
<b>Total current assets</b>	<b>480,698</b>	<b>469,106</b>
<b>Assets classified as held for sale</b>	<b>13,750</b>	<b>-</b>
<b>TOTAL ASSETS</b>	<b>852,441</b>	<b>825,560</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	633,878	633,878
Treasury shares	(37,755)	(30,770)
Merger deficit reserve	(500,422)	(500,422)
Exchange reserve	(5,143)	(2,428)
Revaluation reserve	16,784	16,792
Retained profits	156,224	108,076
Equity attributable to owners of the Company	263,566	225,126
Non-controlling interests	11,067	30,407
<b>TOTAL EQUITY</b>	<b>274,633</b>	<b>255,533</b>

The unaudited Condensed Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying notes attached to this interim financial report.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**Unaudited Condensed Statements of Financial Position (Cont'd)**

	<b>Unaudited as at 31/12/2025 RM'000</b>	<b>Audited as at 31/12/2024 RM'000</b>
<b>Non-current liabilities</b>		
Lease liabilities	38,453	24,277
Other payables and accruals	2,065	2,406
Long-term borrowings	155,722	126,078
Deferred tax liabilities	12,047	8,232
<b>Total non-current liabilities</b>	<b>208,287</b>	<b>160,993</b>
<b>Current liabilities</b>		
Trade payables	48,904	49,139
Other payables, deposits received and accruals	28,766	46,001
Contract liabilities	7,131	10,671
Amount owing to related companies	13	785
Amount owing to a joint venture	1,237	1,570
Lease liabilities	10,759	7,230
Short-term borrowings	261,421	279,876
Current tax liabilities	11,290	13,752
Derivative liabilities	-	10
<b>Total current liabilities</b>	<b>369,521</b>	<b>409,034</b>
<b>TOTAL LIABILITIES</b>	<b>577,808</b>	<b>570,027</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>852,441</b>	<b>825,560</b>
No. of ordinary shares in issue ('000)	3,868,212	3,876,067
Net assets per share attributable to equity holders of the Company (RM)	0.07	0.06

The unaudited Condensed Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying notes attached to this interim financial report.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**Unaudited Condensed Statements of Cash Flows**

	<b>12-months ended 31/12/2025 RM'000</b>	<b>12-months ended 31/12/2024 RM'000</b>
<b>CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES</b>		
Profit before taxation	103,163	95,216
Adjustments for:-		
Amortisation	456	603
Bad debts written off	191	483
Deposits written off	36	-
Depreciation	18,347	18,863
Impairment loss on intangible assets	-	100
Impairment loss on other receivables	-	114
Impairment loss on property	1,234	4
Impairment loss on related company	-	9
Impairment loss on short-term investment	-	3,500
Impairment loss on trade receivables	368	1,832
Impairment loss on investment in joint venture	1,482	-
Impairment loss on assets classified as held for sale	1,093	-
Intangible assets written off	646	-
Interest expense	25,356	24,831
Inventories written down	538	374
Inventories written off	617	112
Net loss arising from changes in fair value of biological assets	19	17
Plant and equipment written off	417	65
Loss/(Gain) on forward currency contracts	994	(1,064)
Bad debt recovered	(89)	(1)
Fair value gain on investment property	(383)	-
Unrealised gain on foreign exchange	(3,933)	(39)
Gain on disposal of plant and equipment	(143)	(278)
Gain on bargain purchase	-	82
Gain on lease termination	(14)	(24)
Inventories written back	(1,224)	-
Interest income	(463)	(533)
Reversal of impairment loss on trade receivables	(582)	(904)
Reversal of impairment loss on related company	(9)	-
Share of loss of joint ventures	461	301
Operating profit before working capital changes	<u>148,578</u>	<u>143,663</u>
Changes in working capital:-		
Inventories	(15,343)	49,451
Receivables	43,846	(25,540)
Payables	(3,892)	1,020
Related companies	(2,489)	1,997
Joint venture	167	787
	<u>22,289</u>	<u>27,715</u>
Cash from operations	170,867	171,378
Interest paid	(25,356)	(24,039)
Income tax paid	(30,019)	(29,386)
<b>Net cash from operating activities</b>	<u>115,492</u>	<u>117,953</u>

The unaudited Condensed Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying notes attached to this interim financial report.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**Unaudited Condensed Statements of Cash Flows (Cont'd)**

	<b>12-months ended 31/12/2025 RM'000</b>	<b>12-months ended 31/12/2024 RM'000</b>
<b>CASH FLOWS (FOR)/FROM INVESTING ACTIVITIES</b>		
Acquisition of a joint venture	-	(5,544)
Interest received	463	471
(Increase)/Decrease in pledged deposits with licensed banks	(3,194)	5,949
Payment of variable deferred consideration	-	(14,000)
Payment of deferred consideration	(17,754)	(50,000)
Proceeds from disposal of plant and equipment	192	402
Proceeds from disposal of assets classified as held for sale	6,500	830
Proceeds from disposal of short-term investments	-	1,599
Proceeds from issuance of shares to non-controlling interests by a subsidiary	-	14,700
Product development expenditure incurred	(111)	(19)
Addition of intangible assets	(323)	(983)
Purchase of property, plant and equipment	(11,237)	(16,136)
<b>Net cash for investing activities</b>	<u>(25,464)</u>	<u>(62,731)</u>
<b>CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES</b>		
Dividend paid	(49,800)	(89,150)
Drawdown of revolving credit	316,280	309,420
Drawdown of term loan	80,000	123,155
Net decrease of lease liabilities	(6,483)	(2,813)
Net increase/(decrease) in bank borrowings	6,364	(7,275)
Purchase of treasury shares	(6,985)	(6,539)
Repayment of revolving credit	(337,310)	(304,400)
Repayment of term loans	(47,208)	(108,514)
<b>Net cash for financing activities</b>	<u>(45,142)</u>	<u>(86,116)</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	44,886	(30,894)
<b>EFFECTS OF FOREIGN EXCHANGE TRANSLATION</b>	(1,026)	(1,813)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	28,800	61,507
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	<u><u>72,660</u></u>	<u><u>28,800</u></u>
<b>CASH AND CASH EQUIVALENTS COMPRISE</b>		
Deposits with licensed banks	17,250	17,031
Cash and bank balances	95,441	49,498
Short-term investments	-	1,473
Bank overdrafts	(19,272)	(21,637)
	<u>93,419</u>	<u>46,365</u>
Less: Deposits pledged to licensed banks	(20,375)	(16,687)
Bank balances pledged with licensed banks	(384)	(878)
	<u><u>72,660</u></u>	<u><u>28,800</u></u>

The unaudited Condensed Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying notes attached to this interim financial report.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**Unaudited Condensed Statements of Changes in Equity**

	Share Capital RM'000	Treasury Shares RM'000	Non-distributable			<-Distributable-> Retained Profits RM'000	Attributable to Owners of the Company RM'000	Non-controlling Interests RM'000	Total RM'000
			Merger Deficit Reserve RM'000	Exchange Reserve RM'000	Revaluation Reserve RM'000				
Balance as at 1/1/2025	633,878	(30,770)	(500,422)	(2,428)	16,792	108,076	225,126	30,407	255,533
Profit after taxation for the financial year	-	-	-	-	-	61,435	61,435	11,081	72,516
Other comprehensive (expenses)/income for the financial year:									
- Foreign currency translation differences	-	-	-	(2,715)	-	-	(2,715)	(1)	(2,716)
- Revaluation of properties	-	-	-	-	5,480	-	5,480	-	5,480
Total comprehensive (expenses)/income for the financial year	-	-	-	(2,715)	5,480	61,435	64,200	11,080	75,280
Contributions by and distributions to owners of the Company:									
- Purchase of treasury shares	-	(6,985)	-	-	-	-	(6,985)	-	(6,985)
- Dividends	-	-	-	-	-	(19,380)	(19,380)	-	(19,380)
- Non-controlling interests' share of dividends	-	-	-	-	-	-	-	(30,420)	(30,420)
Total transactions with owners	-	(6,985)	-	-	-	(19,380)	(26,365)	(30,420)	(56,785)
Realisation of revaluation reserve	-	-	-	-	(43)	43	-	-	-
Net impact on disposal of revalued property	-	-	-	-	(5,445)	6,050	605	-	605
Balance as at 31/12/2025	633,878	(37,755)	(500,422)	(5,143)	16,784	156,224	263,566	11,067	274,633

The unaudited Condensed Statements 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 notes attached to this interim financial report.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**Unaudited Condensed Statements of Changes in Equity (Cont'd)**

	Share Capital RM'000	Treasury Shares RM'000	Non-distributable			<-Distributable-> Retained Profits RM'000	Attributable to Owners of the Company RM'000	Non-controlling Interests RM'000	Total RM'000
			Merger Deficit Reserve RM'000	Exchange Reserve RM'000	Revaluation Reserve RM'000				
Balance as at 1/1/2024									
- As previously reported	633,878	(30,770)	(500,422)	549	14,626	138,263	256,124	3,111	
- Adjustment during measurement year	-	-	-	-	-	-	-	289	
As restated	633,878	(30,770)	(500,422)	549	14,626	138,263	256,124	3,400	
Profit after taxation for the financial year	-	-	-	-	-	59,369	59,369	12,307	
Other comprehensive (expenses)/year for the financial year:									
- Foreign currency translation differences	-	-	-	(2,977)	-	-	(2,977)	-	
- Revaluation of properties	-	-	-	-	1,762	-	1,762	-	
Total comprehensive (expenses)/income for the financial year	-	-	-	(2,977)	1,762	59,369	58,154	12,307	
Contributions by and distributions to owners of the Company:									
- Issue of shares by a subsidiary to non-controlling interests	-	-	-	-	-	-	-	14,700	
- Dividends	-	-	-	-	-	(89,150)	(89,150)	-	
Total transactions with owners	-	-	-	-	-	(89,150)	(89,150)	14,700	
Realisation of revaluation reserve	-	-	-	-	404	(406)	(2)	-	
Balance as at 31/12/2024	633,878	(30,770)	(500,422)	(2,428)	16,792	108,076	225,126	30,407	

The unaudited Condensed Statements 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 notes attached to this interim financial report.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**A. EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134, INTERIM FINANCIAL REPORTING**

**1. Basis of Preparation**

This interim financial report is unaudited and has been prepared in accordance with MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”), and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

This unaudited interim financial report should be read in conjunction with the annual audited financial statements for the financial year ended 31 December 2024. The Group prepared its financial statements in accordance with the Malaysian Financial Reporting Standards (“MFRS”).

The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the change in the financial position and performance of Hextar Global Berhad (“Hextar” or the “Company”) and its subsidiaries (the “Group”) since the financial year ended 31 December 2024.

**2. Significant Accounting Policies**

The financial statements of the Group and of the Company are prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

The following are accounting standards, amendments and IC interpretations of the MFRS that have been issued by the MASB but are not yet effective and have not been adopted:-

**MFRSs and/or IC Interpretations (Including The Consequential Amendments)**

MFRS 18 Presentation and Disclosure in Financial Statements

MFRS 19 Subsidiaries without Public Accountability: Disclosures

Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments

Amendments to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Electricity

Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Amendments to MFRS 19: Subsidiaries without Public Accountability: Disclosures

Amendments to MFRS 121: Translation to a Hyperinflationary Presentation Currency

Annual Improvements to MFRS Accounting Standards - Volume 11

The Group and the Company plan to apply the abovementioned standards, amendments and interpretations when they become effective in the respective financial periods.

The adoption of the above accounting standards and amendments are expected to have no material impact on the financial statements of the Group and of the Company upon their initial application.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

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

The auditors' report on the preceding annual audited financial statements for the financial year ended 31 December 2024 was not subject to any qualification.

**4. Seasonal or Cyclical Factors**

The Group's agriculture and fruit businesses are sensitive to prolonged and extreme weather conditions.

**5. Unusual Items**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review and the financial year to date.

**6. Material Changes in Estimates**

There were no material changes in the estimates of amounts reported that have a material effect on the results for the current quarter under review and financial year up to date except as disclosed in the financial statements.

**7. Details of Changes in Debts and Equity Securities**

During the financial year 31 December 2025, the Company purchased 7,854,200 of its issued ordinary shares from the open market at an average price of RM0.89 per share. The total consideration paid for the purchase was RM6,985,362 including the transaction costs. The shares purchased are being held as treasury shares in accordance with Section 127(6) of the Companies Act, 2016 and are presented as a deduction from equity.

As at 31 December 2025, the Company held as treasury shares a total of 71,049,500 of its 3,939,261,852 issued and fully paid-up ordinary shares. The treasury shares are held at a carrying amount of RM37,755,252.

Other than the above, there were no issuance, cancellation, repurchase, resale or repayment of debt and/or equity securities during the current quarter under review and financial year.

**8. Dividend**

The Company had on 25 August 2025 declared first interim single-tier dividend of 0.5 sen per ordinary share amounting to approximately RM19.4 million in respect of the financial year ending 31 December 2025.

The total dividend declared to-date for the current financial year is 0.5 sen per ordinary share, amounted to approximately RM19.4 million.

Other than the above, there were no dividends proposed or paid during the quarter under review.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**9. Segmental Reporting**

**REVENUE AND EXPENSES**

**Revenue**

External

Inter-segment

Total revenue

**Results**

Segment results

Finance costs

Finance income

Share of result of joint ventures

Profit before taxation

Taxation

Consolidated profit after taxation

12-months ended 31 December 2025					
Investment Holding	Agriculture	Specialty Chemicals	Fruits	Elimination	Total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
151	330,698	364,770	179,072	-	874,691
137,290	4,129	357	31	(141,807)	-
137,441	334,827	365,127	179,103	(141,807)	874,691
153,369	50,832	62,095	12,014	(149,793)	128,517
(13,269)	(7,116)	(4,314)	(6,279)	5,622	(25,356)
5,422	129	223	258	(5,569)	463
-	47	-	(508)	-	(461)
145,522	43,892	58,004	5,485	(149,740)	103,163
(429)	(9,091)	(16,573)	(4,431)	(123)	(30,647)
145,093	34,801	41,431	1,054	(149,863)	72,516



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**9. Segmental Reporting (Cont'd)**

	<b>12-months ended 31 December 2024</b>					
	<b>Investment Holding</b>	<b>Agriculture</b>	<b>Specialty Chemicals</b>	<b>Fruits</b>	<b>Elimination</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>REVENUE AND EXPENSES</b>						
<b>Revenue</b>						
External	119	313,232	421,422	183,515	-	918,288
Inter-segment	84,810	3,043	442	-	(88,295)	-
Total revenue	84,929	316,275	421,864	183,515	(88,295)	918,288
<b>Results</b>						
Segment results	82,269	35,909	81,966	7,181	(87,509)	119,816
Finance costs	(14,363)	(6,229)	(3,106)	(7,332)	6,198	(24,832)
Finance income	6,116	175	134	227	(6,119)	533
Share of result of joint ventures	-	140	-	(441)	-	(301)
Profit/(Loss) before taxation	74,022	29,995	78,994	(365)	(87,430)	95,216
Taxation	(223)	(6,480)	(15,572)	(1,367)	102	(23,540)
Consolidated profit/(loss) after taxation	73,799	23,515	63,422	(1,732)	(87,328)	71,676



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

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

The property, plant and equipment were revalued by independent professional valuers during the financial year under review.

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

There were no changes in the composition of the Group during the financial year under review, other than the following:-

- (a) On 26 February 2025, the Company disposed of a 40% equity interest in Hextar Agriculture Sdn. Bhd., which was then a wholly-owned subsidiary, reducing its ownership to 60%. Subsequently, on 4 December 2025, the Company repurchased the shares, and HAGSB reverted to being a wholly-owned subsidiary, with the Company holding 100% of the equity interest.
- (b) Penedaran Beras Lestari Sdn. Bhd., an indirect subsidiary of the Company, was dissolved on 21 April 2025.
- (c) Fruits Venture Sdn. Bhd., an indirect subsidiary of the Company, was dissolved on 22 May 2025.
- (d) On 31 December 2025, the Company's indirect subsidiaries, namely Hextar Oilfield Chemicals Sdn. Bhd. and Hextar Downstream Services Sdn. Bhd., will be wound up by way of members' voluntary winding-up pursuant to Section 439 of the Companies Act 2016.

**12. Contingent Liabilities**

The contingent liabilities are as follows:

	<b>As at 31/12/2025 RM'000</b>
Guarantees provided to financial institutions for facilities granted to the Group	<u>815,574</u>

**13. Capital Commitments**

There were no material capital commitments entered into and not provided for by the Group during the current quarter under review other than the following:-

	<b>Group As at 31/12/2025 RM'000</b>
Property and equipment	<u>464</u>

**14. Material Events Subsequent to the End of the Interim Reporting Period**

There were no material events subsequent to the end of the interim reporting period reported.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**15. Related Party Transactions**

The related parties comprising of directors and/or major shareholders of Hextar Global Berhad who are either the directors and/or major shareholders of the Company or the persons connected with the Company by virtue of Section 197 Companies Act 2016. The following table provides information on the transactions which have been entered into with the related parties for the period ended 31 December 2025.

	<b>Transaction Value 31/12/2025 RM'000</b>
Sales of raw materials/finished goods:-	
Hextar Oil & Gas Sdn. Bhd.	2,617
Hextar Fert Sdn. Bhd.	976
Hextar KCS Sdn. Bhd.	1,591
Hextar Solutions Sdn. Bhd.	7
Rubberex (M) Sdn. Bhd.	208
SCH Everdrill Sdn. Bhd. (formerly known as Sin Chee Heng Sdn. Bhd.)	31
PK Fert Sdn. Bhd.	15
Purchase of raw materials/finished goods:-	
Hextar Fert Sdn. Bhd.	1,719
PK Fertilizers Sdn. Bhd.	73
Hexlube Sdn. Bhd.	4,119
Purchase of service for supply and installation of civil foundation:-	
Hextar Mitai Sdn. Bhd.	137
Receiving of management services:-	
Hextar Asset Management Sdn. Bhd.	4,402
Opcom Shared Services Sdn. Bhd.	40
Rental of storage space and warehouse facilities services:-	
Hexlube Sdn. Bhd.	215
Receipt of e-Commerce and other IT related services:-	
CIBC Technology Sdn. Bhd.	<u>61</u>



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

**1. Review of Performance of the Group**

The Group's revenue for the current quarter increased by 2.9%, or RM6.4 million, to RM226.5 million from RM220.1 million recorded in the corresponding quarter of the previous year. The growth was primarily driven by higher sales from the Fruits segment, which contributed an additional RM43.2 million due to the durian season compared to the same quarter last year. This was partially offset by a RM41.5 million decline in the Specialty Chemicals segment. Meanwhile, the Agriculture segment also registered an improved performance, contributing an additional RM4.6 million during the quarter.

The Group recorded a profit before taxation ("PBT") of RM25.9 million for the current quarter, representing an increase of 143.3%, or RM15.3 million, compared to RM10.7 million in the corresponding quarter of the previous year. The improvement in PBT was mainly attributable to higher supply from the Fruits segment, which contributed an additional RM7.9 million. In addition, the Agriculture segment delivered a stronger performance, with an improvement of RM7.1 million during the quarter.

On a year-to-date basis, the Group recorded revenue of RM874.7 million for the cumulative period under review, compared to RM918.3 million in the corresponding period of the preceding year, representing a decrease of RM43.6 million or 4.7%. The decline was mainly attributable to softer demand in the Specialty Chemicals segment, which accounted for RM56.7 million of the reduction. This was partially mitigated by improved performance in the Agriculture segment, which increased by RM17.5 million.

For the year-to-date period, the Group reported a profit before taxation of RM103.2 million for the cumulative period under review, compared to RM95.2 million in the corresponding period of the preceding year. This represents an increase of 8.3%, or RM7.9 million, mainly attributable to higher sales contributions from the Agriculture segment, which resulted in a RM13.9 million increase in PBT.

**2. Comparisons with the Immediate Preceding Quarter's Results**

	<b>3-months Current Quarter ended 31/12/2025 (RM'000)</b>	<b>3-months Preceding Quarter ended 30/09/2025 (RM'000)</b>
Revenue	226,484	232,137
Profit before taxation	25,941	29,428

On a quarter-on-quarter basis, the Group's revenue decreased to RM226.5 million from RM232.1 million in the preceding quarter, representing a decline of 2.4%, or RM5.7 million. The decrease was primarily attributable to lower revenue from the Specialty Chemicals and Agriculture segments, which declined by RM13.8 million and RM7.3 million, respectively. This was partially offset by stronger contributions from the Fruits segment, which increased by RM15.4 million, driven by the durian season.

In line with the decrease in revenue, the Group's profit before taxation also decreased by RM3.5 million, or 11.8%, to RM25.9 million compared to RM29.4 million in the preceding quarter. The decline was mainly attributable to lower contributions from the Specialty Chemicals segment, amounting to RM4.8 million.



## Interim Report for the 12-months Financial Year Ended 31 December 2025

### 3. Year 2026 Prospects

#### Agriculture

The Agriculture segment is expected to operate in a challenging yet stable environment in 2026. Demand for agrochemical products is anticipated to remain supported by the ongoing need to enhance crop yields and ensure food security. However, the industry continues to face uncertainties arising from raw material price volatility, foreign exchange fluctuations, evolving regulatory requirements, labour constraints, and climate-related risks.

The Group will continue to focus on cost optimisation, inventory management, regulatory compliance, and product innovation, particularly in environmentally sustainable solutions. Operational efficiency and prudent working capital management will remain key priorities to mitigate external pressures.

Barring any unforeseen circumstances, the Board expects the Agriculture segment to record satisfactory performance in 2026.

#### Specialty Chemicals

The Specialty Chemicals segment is expected to experience moderate performance in 2026, subject to global economic conditions, energy price movements, and industrial demand trends. While inflationary pressures may ease gradually, uncertainties in global trade and geopolitical developments may continue to affect market sentiment.

Demand from the rubber, manufacturing, and industrial sectors is anticipated to remain steady. The specialty cleaning and sanitation market is expected to maintain stable demand, supported by ongoing hygiene awareness and sustainability trends.

The Oil & Gas-related specialty chemicals and catalysts business is expected to remain supported by domestic industry activities, including initiatives undertaken by Petroliaam Nasional Berhad (PETRONAS). Nevertheless, the segment remains exposed to fluctuations in crude oil prices and capital expenditure cycles within the energy sector.

The Group will continue to emphasise operational efficiency, margin management, and disciplined cost control to sustain profitability.

Overall, the Board expects the Specialty Chemicals segment to deliver stable performance in 2026.

#### Fruits

The Fruits segment is expected to maintain steady prospects in 2026, supported by continued demand for Malaysian durians in both domestic and export markets. Export opportunities, particularly to China, are anticipated to contribute positively, subject to compliance with phytosanitary requirements and trade regulations.

Premium varieties such as Musang King are expected to remain in demand. However, the segment remains exposed to agricultural risks including weather conditions, crop yield variability, pest management challenges, logistics costs, and regional competition.

The Group will continue to strengthen orchard management practices, quality control measures, and supply chain efficiency to enhance sustainability and mitigate operational risks.

Barring unforeseen circumstances, the Board expects the Fruits segment to contribute positively to the Group's performance in 2026.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**4. Financial Forecast and Profit Guarantee**

The Group has not provided any financial forecast or profit guarantee in any public document.

**5. Taxation**

The taxation figures are as follows:-

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year Quarter 31/12/2025 RM'000</b>	<b>Preceding Year Quarter 31/12/2024 RM'000</b>	<b>Current Year to-Date 31/12/2025 RM'000</b>	<b>Preceding Year to-Date 31/12/2024 RM'000</b>
Deferred tax	(746)	1,573	(1,012)	4,324
Income tax	(7,525)	(4,630)	(29,635)	(27,864)
Taxation	<u>(8,271)</u>	<u>(3,057)</u>	<u>(30,647)</u>	<u>(23,540)</u>

The effective tax rate for the current quarter and current year-to-date was higher at 32% and 30% respectively, mainly due to tax losses in certain subsidiaries that could not be set off against profits of other subsidiaries within the Group and certain expenses that were not tax-deductible.

**6. Status of Corporate Proposal**

On 23 December 2025, the Group announced that the Company had entered into conditional share sale agreements with Hextar Industries Berhad and Hextar Fertilizers Group Sdn Bhd for the proposed acquisitions of the entire equity interests in PK Fert Sdn Bhd, PK Fertilizers Sdn Bhd and Hextar Fert Sdn Bhd for a total cash consideration of RM120.0 million.

In conjunction with the proposed acquisitions, the Company intends to undertake a proposed diversification into the manufacturing and trading of fertilisers.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**7. Borrowings**

The Group's borrowings as at 31 December 2025 and 31 December 2024 are as follows:

	<b>As at 31/12/2025 RM'000</b>	<b>As at 31/12/2024 RM'000</b>
<b>Short-term borrowings</b>		
<u>Secured</u>		
Term loans	46,173	47,214
Hire purchases	1,825	1,712
Bills payable	144,181	138,313
Revolving credit	49,970	71,000
Bank overdrafts	19,272	21,637
	<u>261,421</u>	<u>279,876</u>
<b>Long-term borrowings</b>		
<u>Secured</u>		
Term loans	152,784	122,497
Hire purchases	2,938	3,581
	<u>155,722</u>	<u>126,078</u>
<b>Total</b>	<u>417,143</u>	<u>405,954</u>

**8. Material Litigation**

There were no material litigations involving the Group as at the date of this interim report.

**9. Earnings Per Share**

a. Basic

The basic earnings per share are calculated by dividing the earnings attributable to equity holders of the Company for the period by the weighted average number of ordinary shares in issue during the financial period under review.

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year Quarter 31/12/2025</b>	<b>Preceding Year Quarter 31/12/2024</b>	<b>Current Year to-Date 31/12/2025</b>	<b>Preceding Year to-Date 31/12/2024</b>
Profit attributable to equity holders of the Company (RM'000)	<u>16,125</u>	<u>8,358</u>	<u>61,435</u>	<u>59,369</u>
Weighted average number of ordinary shares in issue ('000)	<u>3,870,859</u>	<u>3,876,067</u>	<u>3,874,754</u>	<u>3,876,067</u>
Basic earnings per share (sen)	<u>0.42</u>	<u>0.22</u>	<u>1.59</u>	<u>1.53</u>

b. Diluted

The calculation of diluted earnings per ordinary share is the same with basic earnings per ordinary share as the Group has no dilutive potential ordinary shares.



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**10. Notes to the Statements of Profit or Loss and Other Comprehensive Income**

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

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31/12/2025 RM'000	Preceding Year Quarter 31/12/2024 RM'000	Current Year-to-Date 31/12/2025 RM'000	Preceding Year-to-Date 31/12/2024 RM'000
Amortisation	95	191	456	603
Bad debts written off	56	483	191	483
Deposits written off	35	-	36	-
Depreciation	4,715	4,773	18,347	18,863
Plant and equipment written off	389	49	417	65
Impairment loss on:				
- intangible assets	-	100	-	100
- investment in joint venture	1,482	-	1,482	-
- other receivables	-	114	-	114
- trade receivables	361	1,707	368	1,832
- property	-	4	1,234	4
- related company	-	9	-	9
- short-term investment	-	3,500	-	3,500
- assets classified as held for sale	1,093	-	1,093	-
Intangible assets written off	646	-	646	-
Interest expense	6,339	5,067	25,356	24,831
Inventories written down	531	374	538	374
Inventories written off	617	112	617	112
Net (gain)/loss arising from changes in fair value of biological assets	-	(16)	19	17
Share of loss of joint ventures	138	112	461	301
(Gain)/Loss on forward currency contracts	-	(1,076)	994	(1,064)



**Interim Report for the 12-months Financial Year Ended 31 December 2025**

**10. Notes to the Statements of Profit or Loss and Other Comprehensive Income (Cont'd)**

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

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31/12/2025 RM'000	Preceding Year Quarter 31/12/2024 RM'000	Current Year-to-Date 31/12/2025 RM'000	Preceding Year-to-Date 31/12/2024 RM'000
Bad debt recovered	(89)	(1)	(89)	(1)
Fair value gain on investment property	(134)	-	(383)	-
Interest income	(189)	(155)	(463)	(533)
Unrealised (gain)/loss on foreign exchange	(1,345)	1,423	(3,933)	(39)
Gain on bargain purchase	-	82	-	82
Loss/(Gain) on disposal of plant and equipment	1	(94)	(143)	(278)
Gain on lease termination	(1)	(8)	(14)	(24)
Inventories written back	(74)	-	(1,224)	-
Reversal of impairment loss on trade receivables	(152)	(500)	(582)	(904)
Reversal of impairment loss on related company	(9)	-	(9)	-

By Order of the Board  
HEXTAR GLOBAL BERHAD  
199001014551 (206220 – U)

Tan Tong Lang  
Company Secretary  
Kuala Lumpur  
26 February 2025