



HEXTAR TECHNOLOGIES SOLUTIONS BERHAD [200501034100 (716241-X)]
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDED 30 JUNE 2025

26 AUGUST 2025

HEXTAR TECHNOLOGIES SOLUTIONS BERHAD [200501034100 (716241-X)]
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE FIRST QUARTER ENDED 30 JUNE 2025

RM'000	Note	As at 30.06.2025 Unaudited	As at 31.03.2025 Audited
Assets			
Property, plant and equipment		16,110	16,712
Right-of-use assets		3,815	3,762
Intangible assets		20,362	17,767
Deferred tax assets		433	399
Non-current assets		40,720	38,640
Trade and other receivables		61,063	78,615
Tax recoverable		1,082	1,092
Cash and cash equivalents		11,214	5,687
Current assets		73,359	85,394
Asset classified as held for sale		25,813	25,813
Total assets		139,892	149,847
Equity and liabilities			
Share capital		72,398	72,398
Retained earnings		8,148	14,377
Equity attributable to owners of the Company		80,546	86,775
Non-controlling interests		(3,141)	(3,007)
Total equity		77,405	83,768
Lease liabilities		56	-
Long-term borrowings	21	864	958
Non-current liabilities		920	958
Trade and other payables		24,122	28,224
Short-term borrowings	21	22,474	21,869
Lease liabilities		41	19
Liabilities associated with asset held for sale		14,930	15,009
Current liabilities		61,567	65,121
Total liabilities		62,487	66,079
Total equity and liabilities		139,892	149,847
Net assets per share attributable to owners of the Company (RM)			
		0.04	0.04

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

HEXTAR TECHNOLOGIES SOLUTIONS BERHAD [200501034100 (716241-X)]
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 JUNE 2025**

(These figures have not been audited)

RM'000	Note	Current quarter 3 months ended		Cumulative quarter 3 months ended	
		30.06.2025	30.06.2024	30.06.2025	30.06.2024
Revenue		26,643	41,522	26,643	41,522
Cost of sales		(25,758)	(39,480)	(25,758)	(39,480)
Gross profit		885	2,042	885	2,042
Other income		1,169	546	1,169	546
Marketing and distribution costs		(3,038)	(3,407)	(3,038)	(3,407)
Administration and other expenses		(4,492)	(3,277)	(4,492)	(3,277)
Finance costs		(604)	(458)	(604)	(458)
Loss before tax		(6,080)	(4,554)	(6,080)	(4,554)
Tax expense	18	(283)	(467)	(283)	(467)
Net loss for the period		(6,363)	(5,021)	(6,363)	(5,021)
Other comprehensive expenses		-	-	-	-
Total comprehensive expenses		(6,363)	(5,021)	(6,363)	(5,021)
Net loss attributable to:					
Owners of the Company		(6,229)	(4,963)	(6,229)	(4,963)
Non-controlling interests		(134)	(58)	(134)	(58)
Net loss for the period		(6,363)	(5,021)	(6,363)	(5,021)
Total comprehensive expenses attributable to:					
Owners of the Company		(6,229)	(4,963)	(6,229)	(4,963)
Non-controlling interests		(134)	(58)	(134)	(58)
Total comprehensive expenses		(6,363)	(5,021)	(6,363)	(5,021)
Net loss per share attributable to owners of the Company:					
Basic (sen)	24	(0.3)	(0.2)	(0.3)	(0.2)
Diluted (sen)	24	(0.3)	(0.2)	(0.3)	(0.2)

The above condensed consolidated income statement should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

HEXTAR TECHNOLOGIES SOLUTIONS BERHAD [200501034100 (716241-X)]
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2025
(These figures have not been audited)

	Attributable to owners of the Company		Total	Non-controlling interests	Total equity
	Non-Distributable	Distributable			
RM'000	Share capital	Retained earnings			
At 1 April 2025	72,398	14,377	86,775	(3,007)	83,768
Loss after tax/Total comprehensive expenses	-	(6,229)	(6,229)	(134)	(6,363)
At 30 June 2025	72,398	8,148	80,546	(3,141)	77,405
At 1 April 2024	72,398	36,405	108,803	(2,466)	106,337
Loss after tax/Total comprehensive expenses	-	(4,963)	(4,963)	(58)	(5,021)
At 30 June 2024	72,398	31,442	103,840	(2,524)	101,316

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

HEXTAR TECHNOLOGIES SOLUTIONS BERHAD [200501034100 (716241-X)]
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE FIRST QUARTER ENDED 30 JUNE 2025
(These figures have not been audited)

RM'000	3 months ended 30.06.2025	30.06.2024
Operating activities		
Loss before tax	(6,080)	(4,554)
Adjustments for:		
Non-cash items	988	1,139
Interest income	(9)	(39)
Interest expense	604	458
Operating loss before working capital changes	(4,497)	(2,996)
Changes in working capital:		
Receivables	17,678	(692)
Payables	(4,104)	(2,001)
Contract liabilities	-	(23)
Cash from/(used) in operations	9,077	(5,712)
Net tax paid	(306)	(367)
Net cash from/(used) in operating activities	8,771	(6,079)
Investing activities		
Interest received	9	39
Acquisition of intangible assets	(3,632)	(2,781)
Purchase of property, plant and equipment	(6)	(111)
Purchase of right-of-use assets	(88)	-
Proceeds from disposal of property, plant and equipment	557	131
Net cash used in investing activities	(3,160)	(2,722)
Financing activities		
Interest paid	(604)	(458)
Net repayment of lease liabilities	(1)	(294)
Net drawdown/(repayment) of borrowings	512	(553)
Net cash used in financing activities	(93)	(1,305)
Net changes in cash and cash equivalents	5,518	(10,106)
Effects of foreign exchange translation	9	-
Cash and cash equivalents at the beginning of financial year	5,657	20,589
Cash and cash equivalents at the end of financial year	11,184	10,483
Analysis of cash and cash equivalents		
Fixed deposits	30	30
Cash and bank balances	11,184	10,483
	11,214	10,513
Fixed deposits pledged to licensed bank	(30)	(30)
	11,184	10,483

The above condensed consolidated statement of cash flow should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

HEXTAR TECHNOLOGIES SOLUTIONS BERHAD [200501034100 (716241-X)]
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PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

1 Basis of preparation and changes in accounting policies

The interim financial report of Hextar Technologies Solutions Berhad (“the Company”) and its subsidiaries (collectively known as “the Group”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRSs”) 134 Interim Financial Reporting and Rule 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad (“Listing Requirements”).

This interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2025 and the accompanying explanatory notes in this interim financial report.

The significant accounting policies and methods of computation adopted in the preparation of this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 March 2025, except for the adoption of the following amendments to MFRS:

Amendments to MFRS 121 : The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) did not have any material impact on the financial statements of the Group.

The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the current financial quarter:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments):	Effective Date
Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Amendments to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Electricity	1 January 2026
Annual Improvements to MFRS Accounting Standards – Volume 11	1 January 2026
MFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

2 Seasonality or cyclicity of operations

The business operations of the Group are subject to the forces of supply and demand, thus could display cyclical trends.

3 Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the financial quarter ended 30 June 2025.

4 Significant estimates and changes in estimates

There were no material changes in estimates of amounts reported in prior financial year that have a material effect in the current financial period.

5 Debt and equity securities

There were no issuances, repurchases or repayments of debt and equity securities during the financial quarter ended 30 June 2025.

6 Dividends paid

There were no dividends paid during the current financial quarter under review.

7 Segmental information

The Group's operations consist of the following business segments:

Logistics : Total logistic services provider including lorry transportation services (tanker, bulk cargo, side curtain), project logistics and door-to-door delivery services
Warehousing : Provision of warehouse for renting
Trading : Trading of building materials
Technology : Fintech application and related technology services
Others : Investment holding, insurance agency and others

RM'000	Logistics	Warehousing	Trading	Technology	Others	Total	Elimination	Group
Results For 3 Months Ended								
30 June 2025								
External revenue	7,294	812	18,513	24	-	26,643	-	26,643
Intersegment revenue	-	-	-	-	537	537	(537)	-
Total revenue	7,294	812	18,513	24	537	27,180	(537)	26,643
Segment profit/(loss)	532	654	126	(5,118)	(298)	(4,104)	-	(4,104)
Depreciation/Amortisation	(275)	-	(22)	(1,080)	(4)	(1,381)	-	(1,381)
Interest income	3	-	2	-	549	554	(545)	9
Finance costs	(59)	(269)	(694)	-	(127)	(1,149)	545	(604)
Profit/(Loss) before tax	201	385	(588)	(6,198)	120	(6,080)	-	(6,080)
Tax expense	(62)	(104)	(4)	(54)	(59)	(283)	-	(283)
Profit/(Loss) after tax	139	281	(592)	(6,252)	61	(6,363)	-	(6,363)

Results For 3 Months Ended								
30 June 2024								
External revenue	7,041	812	33,663	6	-	41,522	-	41,522
Intersegment revenue	-	-	-	-	3,349	3,349	(3,349)	-
Total revenue	7,041	812	33,663	6	3,349	44,871	(3,349)	41,522
Segment profit/(loss)	585	720	847	(4,620)	2,603	135	(3,000)	(2,865)
Depreciation/Amortisation	(376)	(257)	(73)	(560)	(4)	(1,270)	-	(1,270)
Interest income	9	-	4	-	660	673	(634)	39
Finance costs	(29)	(192)	(738)	(18)	(115)	(1,092)	634	(458)
Profit/(Loss) before tax	189	271	40	(5,198)	3,144	(1,554)	(3,000)	(4,554)
Tax expense	(101)	(127)	(51)	(31)	(157)	(467)	-	(467)
Profit/(Loss) after tax	88	144	(11)	(5,229)	2,987	(2,021)	(3,000)	(5,021)

8 Related party transactions

Significant recurrent related party transactions ("RRPT") are as follows:

RM'000	3 months ended	
	30.06.2025	30.06.2024
RRPT in which major shareholder & director, and subsidiary's director have interests:		
Revenue from services rendered	377	257
Revenue from sales of goods	31	1,557
Revenue from software development service	18	448
Purchase of goods payable	-	15
Purchase of spare parts payable	12	24
Rental payable	9	9

The Board of Directors (save for the interested director) is of the opinion that the above transactions have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

9 Valuation of property, plant and equipment

There was no valuation on property, plant and equipment during the current and previous corresponding quarter.

10 Capital commitments

The amount of capital commitment for the purchase of property, plant and equipment as at 30 June 2025 was as follows:-

	RM'000
Approved and contracted for	2,092

11 Contingent liabilities

The contingent liabilities were as follows:

RM'000	Group As at 30.06.2025
Corporate guarantees given to financial institutions and vendors for credit facilities granted to the Group	26,517

12 Changes in composition

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

13 Events after the reporting period

There were no material events subsequent to the end of the current financial quarter.

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**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

14 Analysis of performance - Comparison with preceding year corresponding quarter

RM'000	3 months ended		Variance
	30.06.2025	30.06.2024	
Revenue	26,643	41,522	(14,879)
Loss before tax	(6,080)	(4,554)	(1,526)

Revenue declined significantly in the current financial quarter ("Q1FY26") versus the corresponding period ("Q1FY25"). This decrease is attributed to a reduction in demand for building materials following the completion of substantial contracts secured in the previous financial quarter from key customers in the trading segment. Consequently, coupled with the heightened operational loss experienced in the technology business, the Group's pre-tax loss widened by 33.5% in Q1FY26 to RM6.1 million.

(a) Logistics

RM'000	3 months ended		Variance
	30.06.2025	30.06.2024	
External revenue	7,294	7,041	253
Profit before tax	201	189	12

The financial results in logistics segment remain generally consistent and contribute positively to the Group.

(b) Warehousing

RM'000	3 months ended		Variance
	30.06.2025	30.06.2024	
External revenue	812	812	-
Profit before tax	385	271	114

Rental income derived from property located in Port Klang Free Zone, and this property is being disposed of to KIP Real Estate Investment Trust. Higher pre-tax profit was mainly due to the property being re-categorized under assets classified as held for sale, and thus, no depreciation was charged.

(c) Trading

RM'000	3 months ended		Variance
	30.06.2025	30.06.2024	
External revenue	18,513	33,663	(15,150)
(Loss)/Profit before tax	(588)	40	(628)

The steep decrease in revenue from the trading segment led to a pre-tax loss of RM0.6 million, reversing the profit from Q1FY25. This downturn was primarily due to reduced demand from key customers after completed fulfilment of their major building materials supply contracts at the beginning of the quarter.

14 Analysis of performance - Comparison with preceding year corresponding quarter (continued)

(d) Technology

RM'000	3 months ended		Variance
	30.06.2025	30.06.2024	
External revenue	24	6	18
Loss before tax	(6,198)	(5,198)	(1,000)

The revenue generated from the technology segment continues to be minimal. The pre-tax loss increased in Q1FY26, primarily driven by elevated amortisation expenses on intangible assets and higher manpower costs compared with Q1FY25.

15 Comparison with immediate preceding quarter

RM'000	3 months ended		Variance
	30.06.2025	31.03.2025	
Revenue	26,643	54,108	(27,465)
Loss before tax	(6,080)	(6,648)	568

Despite lower revenue registered in Q1FY26, particularly from the trading segment, the pre-tax loss showed a slight improvement, mainly due to the gain on the disposal of ageing trucks, reduced promotional expenses in the technology segment, and the absence of a net impairment loss provided on trade receivables that was recorded in Q1FY25.

16 Commentary on prospects

For FY2026, we seek to prioritise monetisation strategy for both the MoneyX and MoneyX Biz platforms through omni-channels, aimed at optimising revenue for the Group. Meanwhile, the newly acquired trucks will commence operations after Q1FY26, hence expected to enhance operational efficiency in the logistics segment. At the same time, the Group is closely monitoring the progress of its proposed property disposals to ensure adequate working capital for ongoing investment in its technology segment.

17 Profit forecast

Not applicable.

18 Tax expense

RM'000	3 months ended	
	30.06.2025	30.06.2024
Income tax	317	365
Deferred tax	(34)	102
Total tax expense	283	467

Income tax is calculated at the statutory tax rate of 24% of the estimated assessable profit for the period.

The Group's effective tax rate for the current quarter and financial year to date were higher than the statutory tax rate mainly due to the losses in certain subsidiaries which were not available for set off against the taxable profit in other subsidiaries within the Group.

19 Corporate proposals

- (a) Channel Legion Sdn. Bhd., a wholly owned subsidiary of the Company, had on 29 August 2024 entered into a sale and purchase agreement with Pacific Trustees Berhad, acting solely in its capacity as the trustee for and on behalf of KIP Real Estate Investment Trust (the purchaser), in respect of the disposal of the remaining unexpired period of the lease on a part of the leasehold land held under the document of title PN 7324, Lot 67894, Mukim Klang, Daerah Klang, Negeri Selangor measuring approximately 25,899.88 square metres together with a single-storey detached factory with a single-storey office annexed and a single-storey detached factory with an integral single-storey office, a refuse chamber and a guard house bearing the postal address of Part of Plot P823 and Plot P825, Jalan FZ1-P8, Port Klang Free Zone/KS12, 42920 Pulau Indah, Selangor Darul Ehsan with a lettable area of 193,365 square feet expiring on 11 November 2049 for a cash consideration of RM23,700,000 ("Proposed Disposal I"). This proposed disposal had obtained the approval from shareholders at an extraordinary general meeting convened on 24 January 2025 and is now pending the fulfillment of the remaining conditions precedent outlined in the sale and purchase agreement for the transfer of the lease.
- (b) On 16 April 2025, Pengangkutan Sekata Sdn. Bhd., a wholly owned subsidiary of the Company, entered into a sale and purchase agreement with Airique Property Sdn. Bhd. in respect of the proposed disposal of a piece of leasehold industrial land measuring approximately 3.00 acres or 130,674 square feet together with a single-storey warehouse, a two-storey office, a guard house, and a garbage house situated at Pasir Gudang, Johor, to Airique Property Sdn. Bhd. for a cash consideration of RM16,000,000 ("Proposed Disposal II"). This proposed disposal is pending the consent of transfer from the State Authority.
- (c) On 17 April 2025, Guper Bonded Warehouse Sdn. Bhd. ("the Vendor"), a wholly owned subsidiary of the Company, entered into a conditional sale and purchase agreement ("SPA") with Widad Development (Nilai) Sdn. Bhd. (formerly known as Widad Rail Sdn. Bhd.) ("the Purchaser") in respect of the proposed disposal of the four adjoining parcels of vacant freehold industrial land measuring approximately 10.395 acres or 42,067 square meters situated at Nilai Industrial Estate, Negeri Sembilan, to the Purchaser for a consideration of RM31,300,000, to be satisfied by the issuance of 993,650,794 new ordinary shares of Widad Group Berhad at an issue price of RM0.0315 per share which equals to an implied 14.13% premium based on the 5-day volume-weighted average price preceding the date of the conditional SPA.

On 21 August 2025, both Vendor and Purchaser have mutually agreed to terminate the SPA with immediate effect. The termination is prompted by recent economic changes, which have led the parties to reassess the sale and purchase and to reidentify the parcels of Land intended to be sold and acquired ("Identified Land") as part of the reassessment. This mutual decision has been reached amicably and in the best interests of both parties, without any admission of fault or liability by either party.

Both Vendor and Purchaser further acknowledge and agree that a new sale and purchase agreement will be entered into by the parties for the Identified Land in due course, subject to the mutual agreement of the Purchaser and the Vendor on the revised terms.

Save as disclosed above, there were no other corporate proposals announced but not completed as at the reporting date.

20 Utilisation of proceeds

- a) The total gross proceeds of RM23,700,000 from the Proposed Disposal I are intended to be utilised as follows:

RM'000	Intended utilisation	Actual utilisation as at 30.06.2025	Deviation	Balance	Estimated timeframe from receipt of proceeds
Investment in technology segment:					
Software development fees	8,000	-	-	8,000	Within 12 months
Promotion of MoneyX	8,000	-	-	8,000	Within 12 months
Salary and personnel expenses	4,000	-	-	4,000	Within 12 months
General working capital	3,400	885	-	2,515	Within 12 months
Estimated expenses	300	300	-	-	Upon completion
	23,700	1,185	-	22,515	

b) The total gross proceeds of RM16,000,000 from the Proposed Disposal II are intended to be utilised as follows:

RM'000	Intended utilisation	Actual utilisation as at 30.06.2025	Deviation	Balance	Estimated timeframe from receipt of proceeds
Investment in technology segment:					
Software development fees	7,630	-	-	7,630	Within 24 months
Promotion of MoneyX	6,000	1,700	-	4,300	Within 24 months
Salary and personnel expenses	2,000	150	-	1,850	Within 24 months
Estimated expenses	370	70	-	300	Upon completion
	16,000	1,920	-	14,080	

21 Borrowings

RM'000	As at 30.06.2025	As at 31.03.2025
<u>Secured</u>		
Hire purchase payable	366	361
<u>Unsecured</u>		
Bills payable	22,108	21,508
Short-term borrowings	22,474	21,869
<u>Secured</u>		
Hire purchase payable	864	958
Long-term borrowings	864	958
Total borrowings	23,338	22,827

All borrowings are denominated in Ringgit Malaysia.

22 Changes in material litigation

There was no material litigation against the Group as at the reporting date.

23 Proposed dividend

No dividend has been proposed.

24 Loss per share ("LPS")

	3 months ended	
	30.06.2025	30.06.2024
Loss attributable to Owners of the Company (RM'000)	(6,229)	(4,963)
Weighted average number of ordinary shares in issue ('000)	2,058,384	2,058,384
Effect of dilution ('000)	-	-
Adjusted weighted average number of ordinary shares in issue ('000)	2,058,384	2,058,384
Basic LPS (sen)	(0.3)	(0.2)
Diluted LPS (sen)	(0.3)	(0.2)

25 Financial instruments

The Group has not entered into any derivatives and accounted for any financial liabilities carried at fair value as at the reporting date.

26 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 March 2025 was unqualified.

27 Loss before tax

RM'000	3 months ended	
	30.06.2025	30.06.2024
Loss before tax is arrived at after crediting/(charging):		
Interest income	9	39
Other income including investment income	782	376
Interest expense	(604)	(458)
Amortisation	(1,036)	(335)
Depreciation	(345)	(935)
Gain on disposal of property, plant & equipment	378	131
Realised gain in foreign exchange	35	-
Unrealised loss in foreign exchange	(14)	(1)

Save as disclosed above, there were no other material provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investment or properties, impairment of assets, gain or loss on derivatives or exceptional items for current quarter under review.