KAWAN RENERGY BERHAD

(Registration No: 202201039658 (1485355-U))

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 APRIL 2026

KAWAN RENERGY BERHAD
Registration No.: 202201039658 (1485355-U)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME[1] FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2026

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		30.04.2026	30.04.2025	30.04.2026	30.04.2025
		Unaudited RM'000	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000
Revenue		45,858	30,949	90,243	60,277
Cost of sales		(43,337)	(23,431)	(78,795)	(45,205)
Gross profit		**2,521**	**7,518**	**11,448**	**15,072**
Other income		76	569	1,118	922
Administrative expenses		(2,015)	(2,396)	(5,017)	(3,938)
Other operating expenses		(105)	(30)	(236)	(31)
Profit from operations		**477**	**5,661**	**7,313**	**12,025**
Finance income		218	307	482	718
Finance costs		(188)	(41)	(309)	(53)
Profit before taxation		**507**	**5,927**	**7,486**	**12,690**
Income tax expense	B5	(330)	(1,193)	(2,090)	(3,025)
Profit after taxation/ total comprehensive income for the period		**177**	**4,734**	**5,396**	**9,665**
Profit attributable to:					
Owners of the Company		735	4,883	6,509	9,814
Non-controlling interest		(558)	(149)	(1,113)	(149)
Total comprehensive income attributable to:					
Owners of the Company		735	4,883	6,509	9,814
Non-controlling interest		(558)	(149)	(1,113)	(149)
Earnings per share ("EPS")[2]	B11				
- Basic (sen)		0.13	0.89	1.18	1.78

Notes:

(1) The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 October 2025 and the accompanying explanatory notes attached to this interim financial report.

(2) Basic EPS is calculated based on the Company's weighted average number of ordinary shares as disclosed in Note B11.

KAWAN RENERGY BERHAD
Registration No.: 202201039658 (1485355-U)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION(1)
AS AT 30 APRIL 2026

		Unaudited As at 30.04.2026 RM'000	Audited As at 31.10.2025 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		29,435	29,767
Total non-current assets		**29,435**	**29,767**
Current assets			
Inventories		2,372	2,543
Trade and other receivables		33,823	35,746
Contract assets		76,440	40,360
Cash and short-term deposits		26,736	41,588
Total current assets		**139,371**	**120,237**
TOTAL ASSETS		**168,806**	**150,004**
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		77,144	77,144
Merger reserve		(35,144)	(35,144)
Retained earnings		69,016	68,007
		111,016	110,007
Non-controlling interest		832	1,945
TOTAL EQUITY		**111,848**	**111,952**
LIABILITIES			
Non-current liabilities			
Loans and borrowings	B8	2,592	2,979
Deferred income		176	189
Deferred tax liabilities		472	583
Total non-current liabilities		**3,240**	**3,751**
Current liabilities			
Loans and borrowings	B8	5,841	6,448
Deferred income		26	26
Current tax liabilities		-	1,904
Trade and other payables		35,160	16,812
Contract liabilities		12,691	9,111
Total current liabilities		**53,718**	**34,301**
TOTAL LIABILITIES		**56,958**	**38,052**
TOTAL EQUITY AND LIABILITIES		**168,806**	**150,004**
Net assets per ordinary share attributable to owners of the Company (RM)(2)		0.20	0.20

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION[(1)]
AS AT 30 APRIL 2026

Notes:

(1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 October 2025 and the accompanying explanatory notes attached to this interim financial report.

(2) Net assets per ordinary share is calculated based on the Company's enlarged share capital of 550,000,000 ordinary shares at the end of the reporting period.

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KAWAN RENERGY BERHAD
Registration No.: 202201039658 (1485355-U)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY[1]
FOR THE PERIOD ENDED 30 APRIL 2026

	← Non-distributable	→	Distributable			
	Share Capital	**Merger Reserve**	**Retained Earnings**	**Subtotal**	**Non-Controlling Interest**	**Total Equity**
	RM'000	**RM'000**	**RM'000**	**RM’000**	**RM’000**	**RM'000**
At 1 November 2025 (Audited)	77,144	(35,144)	68,007	110,007	1,945	111,952
Total comprehensive income for the financial period						
Profit for the financial period, representing total comprehensive income for the financial period	-	-	6,509	6,509	(1,113)	5,396
Transaction with owners						
Dividends	-	-	(5,500)	(5,500)	-	(5,500)
At 30 April 2026 (Unaudited)	**77,144**	**(35,144)**	**69,016**	**111,016**	**832**	**111,848**

Note:

(1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 October 2025 and the accompanying explanatory notes attached to this interim financial report.

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KAWAN RENERGY BERHAD
Registration No.: 202201039658 (1485355-U)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS[1]
FOR THE PERIOD ENDED 30 APRIL 2026

	CURRENT PERIOD-TO-DATE 30.04.2026 RM'000	PRECEDING PERIOD-TO-DATE 30.04.2025 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	7,486	12,690
Adjustments for:		
Depreciation of property, plant and equipment	1,886	1,889
Gain on disposal of property, plant and equipment	(200)	(1)
Impairment gain on trade receivables	(265)	450
Amortisation of government grant income	(13)	(13)
Property, plant and equipment written off	39	-
Bargain purchase on acquisition of subsidiary	-	(845)
Waiver of debts	-	(10)
Finance costs	309	53
Finance income	(482)	(718)
Net unrealised foreign exchange gain	(34)	31
Operating profit before changes in working capital	**8,726**	**13,526**
Changes in working capital:		
Inventories	171	(45)
Trade and other receivables	2,205	280
Contract assets	(36,080)	(1,114)
Trade and other payables	18,263	(3,172)
Contract liabilities	3,580	(8,812)
Cash generated from operations	**(3,135)**	**663**
Income tax paid	(4,105)	(3,919)
Interest received	482	718
Net cash (used in)/from operating activities	**(6,758)**	**(2,538)**
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,593)	(1,106)
Proceeds from disposal of property, plant and equipment	200	2
Acquisition of subsidiary, net of cash acquired	-	(2,397)
Change in pledged deposits	(96)	(106)
Net cash used in investing activities	**(1,489)**	**(3,607)**

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS(1) FOR THE PERIOD ENDED 30 APRIL 2026 (CONTINUED)

	CURRENT PERIOD-TO-DATE 30.04.2026 RM'000	PRECEDING PERIOD-TO-DATE 30.04.2025 RM'000
CASH FLOWS FOR FINANCING ACTIVITIES		
Advance from/ (Repayment to) a director	85	-
Proceeds from drawdown of term loans	104	-
Net repayment in loans and borrowings	(102)	-
Repayment of lease liabilities	(227)	(56)
Net repayment in hire purchase	(154)	(433)
Net repayment in invoice financing	(615)	(443)
Interest paid	(309)	(53)
Dividend paid	(5,500)	(6,875)
Net cash used in financing activities	**(6,718)**	**(7,860)**
NET DECREASE IN CASH AND CASH EQUIVALENTS	**(14,965)**	**(14,005)**
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	**35,642**	**51,564**
Effect of exchange rate changes on cash and cash equivalents	17	126
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	**20,694**	**37,685**
Represented by:		
Cash and bank balances	6,932	12,717
Deposits with licensed banks	19,804	30,848
Cash and short-term deposits	26,736	43,565
Less: pledged deposits	(6,042)	(5,880)
	20,694	**37,685**

Note:

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

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

A1. Basis of Preparation

This condensed consolidated interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards ("**MFRS**") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("**MASB**") and Rule 9.22 and Appendix 9B of Listing Requirements.

This interim financial report should be read in conjunction with the Audited Financial Statements for the financial year ended 31 October 2025 and the accompanying explanatory notes attached to this interim financial report.

A2. Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in preparation of the Audited Financial Statements for the financial year ended 31 October 2025, except for the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group.

Effective for annual period beginning on or after 1 January 2026
Amendments to MFRS 1: First-time Adoption of MFRSs
Amendments to MFRS 7: Disclosures
Amendments to MFRS 9: Financial Instruments
Amendments to MFRS 10: Consolidated Financial Statements
Amendments to MFRS 107: Statement of Cash Flows

Effective for annual period beginning on or after 1 January 2027
MFRS 18: Presentation and Disclosure in Financial Statements
MFRS 19: Subsidiaries without Public Accountability (Disclosures)
MFRS 121: The Effects of Change in Foreign Exchange Rates

Effective date yet to be confirmed
Amendments to MFRS 10: Consolidated Financial Statements
Amendments to MFRS 128: Investments in Associates and Joint Ventures

The Group is assessing the impact of the initial application of the above standards upon adoption by the Group.

A3. Auditors' Report on Preceding Annual Financial Statements

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

A4. Seasonal or Cyclical Factors

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

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

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

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

A6. Material Changes in Estimates

There were no material changes in estimates in the current quarter and financial period-to-date under review save for those disclosed in Note B5.

A7. Debt and Equity Securities

There were no issuances, cancellation, repurchase, resale or repayment of debt and equity securities during the interim financial reporting period under review.

A8. Dividend Paid

On 13 February 2026, the Company declared a single-tier interim dividend of 1 sen per ordinary share in respect of the financial year ending 31 October 2026.

A9. Segmental Information

The Group's revenue is segmented as follows:

Revenue by business segment

	QUARTER ENDED		PERIOD-TO-DATE ENDED	
	30.04.2026 RM'000	**30.04.2025 RM'000**	**30.04.2026 RM'000**	**30.04.2025 RM'000**
Design, fabrication, installation and/ or commissioning solutions:				
• Industrial process equipment	13,330	15,760	29,824	30,187
• Industrial process plants	6,196	8,150	11,613	22,232
• Renewable energy and co-generation plants	25,486	6,735	47,532	7,525
Others(1)	846	304	1,274	333
	45,858	**30,949**	**90,243**	**60,277**

Note:

(1) Others comprise sales of electricity from the power generation and precision engineering from the consolidation of I Precision Sdn Bhd ("IPSB").

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

A10. Events subsequent to the end of the reporting period

There were no material events subsequent to the end of the current financial quarter up to this interim financial report, save for the update as disclosed in Note B9.

A11. Changes in the composition of the Group

Internal restructuring of Magenko Bio Energy Sdn Bhd ("MBE")

On 15 December 2025, the Group restructured Magenko Bio Energy Sdn Bhd which became a wholly owned subsidiary of the Company from its existing holding company, MRA.

There were no material changes in the composition of the Group during the current financial quarter under review, save as disclosed in the above.

A12. Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets in the Group as at the date of this interim financial report. Please refer to Note B9 on disclosure of a claim made by the Group of which the Board believes that there will not be any material adverse financial impact to the Group.

A13. Related Party Transactions Disclosures

The related party transactions between the Group and related party are as follows:

	QUARTER ENDED		PERIOD-TO-DATE ENDED	
	30.04.2026 RM'000	30.04.2025 RM'000	30.04.2026 RM'000	30.04.2025 RM'000
Shareholder of the Group				
Dividends paid	5,500	-	5,500	6,875

A14. Capital Commitments

Capital expenditures as at the date of this interim reporting period but not recognized in the financial statements are as follows:

	QUARTER ENDED		PERIOD-TO-DATE ENDED	
	30.04.2026 RM'000	30.04.2025 RM'000	30.04.2026 RM'000	30.04.2025 RM'000
Approved and contracted	63	1,498	149	1,528

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

B1. Review of Financial Performance

	QUARTER ENDED		PERIOD-TO-DATE ENDED	
	30.04.2026 RM'000	30.04.2025 RM'000	30.04.2026 RM'000	30.04.2025 RM'000
Revenue	45,858	30,949	90,243	60,277
Gross profit	2,521	7,518	11,448	15,072
Profit before tax	507	5,927	7,486	12,690
Profit after tax	177	4,734	5,396	9,665
Profit attributable to owners of the Company	735	4,883	6,509	9,814
Non-controlling interests	(558)	(149)	(1,113)	(149)

The Group recorded revenue of approximately RM45.9 million for the current financial quarter under review as compared to the corresponding quarter of RM30.9 million. The increase mainly due to recognition for contracts in line with progress milestones primarily in renewable energy and co-generation plants which accounted for RM25.5 million, representing 55.6% of the total revenue respectively.

The Group recognised profit before tax of RM0.5 million for the current financial quarter under review as compared to the corresponding quarter of RM5.9 million, a decrease of RM5.4 million or 91.0%. The low profitability was primarily attributable to the following factors:

(i) cost overruns in a power plant project in Sabah, arising from additional scope of works beyond the initial agreement as well as significant increased manpower deployment to mitigate project schedule delays. Management is currently in active discussions with the main contractor on the recoverability of these additional costs incurred.

(ii) Higher labour and sub-contractor costs incurred during the quarter, reflecting the elevated cost environment in the construction and engineering projects; and

(iii) The expansion of the Sales and Service Tax ("SST") scope effective September 2025, which resulted in additional tax costs being absorbed by the Group. As the most of the major contracts were entered into prior to the new SST regime, the Group is currently bearing these incremental costs while actively engaging with the customers to obtain the necessary consent to incorporate the additional SST charges into the existing contract price.

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

B2. Comparison with Immediate Preceding Quarter's Results

	QUARTER ENDED			
	30.04.2026	31.01.2026	Changes	
	RM'000	RM'000	RM'000	%
Revenue	45,858	44,385	1,473	3.3
Gross profit	2,521	8,927	(6,406)	(71.7)
Profit before tax	507	6,979	(6,472)	(92.7)
Profit after tax	177	5,219	(5,042)	(96.6)
Profit attributable to owners of the Company	735	5,774	(5,039)	(87.3)
Non-controlling interests	(558)	(555)	(3)	(0.5)

The Group's revenue for the current quarter increased by RM1.5 million or 3.3% to RM45.9 million as compared with the immediate preceding quarter of RM44.4 million. The increase was mainly due to higher revenue contribution from renewable energy and co-generation plants segment.

The Group recognised profit before tax of RM0.5 million for current financial quarter under review, representing a decrease of RM6.5 million or 92.7% compared to the immediate preceding quarter of RM7.0 million.

The lower profitability recorded in the current quarter as compared to the preceding quarter was similarly attributable to the factors as outlined in Section B1 above, namely the cost overruns arising from additional scope of works and increased manpower deployment in the Sabah power plant project, higher labour and sub-contractor costs

Management remains focused on managing costs prudently and will continue to pursue all available avenues to recover the additional expenditure incurred.

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

B3. Prospects of the Group

Malaysia's renewable energy sector remains on a solid growth trajectory, driven by sustained government initiatives notably the National Energy Transition Roadmap ("**NETR**"). The NETR sets ambitious targets for Malaysia, aiming to achieve net-zero emissions by 2050. The plan outlines a gradual increase in renewable energy, targeting 31% by 2025, 40% by 2035, and 70% by 2050.

Complementing this, Malaysia's data center industry has emerged as one of the most significant growth sectors in the region, underpinned by strong foreign direct investment, government-backed digital initiatives, and the country's strategic position as a preferred digital infrastructure hub in Southeast Asia.

The prospects of the Group are promising, taking into consideration the Group's competitive strengths on renewable energy and power generating solution. The Group has capitalized on these emerging opportunities by securing a major data center project in the current quarter and will continue to collaborating with strategic partners to leverage in our renewable energy and power generating solutions.

As of 30 April 2026, the Group has a healthy orderbook totaling RM128.3 million. Barring any unforeseen circumstances, the Board of Directors of the Company ("**Board**") is optimistic about the future prospects of the Group.

B4. Variance of actual profits from profit forecast

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

B5. Taxation

The breakdown of income tax expenses are as follows:

	QUARTER ENDED		PERIOD-TO-DATE ENDED	
	30.04.2026 RM'000	**30.04.2025 RM'000**	**30.04.2026 RM'000**	**30.04.2025 RM'000**
Income tax expense				
- Current period	330	1,193	2,090	3,025
Effective tax rate[(1)] (%)	65.1	20.1	27.9	23.8
Statutory tax rate (%)	24.0	24.0	24.0	24.0

Note:

(1) The effective tax rate for the period-to-date ended 30 April 2026 was 65.1% for the current quarter, which is significantly higher than the statutory tax rate of 24.0%. The elevated effective tax rate was mainly attributable to losses incurred by certain subsidiaries within the Group, which reduced the Group's consolidated profit before tax without a corresponding reduction in the tax charge, thereby resulting in a higher effective tax rate relative to the statutory rate.

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

B6. Status of Corporate Proposals

There were no corporate proposals announced which remain uncompleted as at the date of this interim financial report.

B7. Utilisation of proceeds from the Public Issue

The status of utilisation as at 30 April 2026 of the gross proceeds of RM33.0 million from the Public Issue as follows:

Details of utilisation of proceeds	Proposed utilisation RM'000	Actual utilisation RM'000	Re-allocation RM'000	Balance to be utilised RM'000	Estimated timeframe for utilisation[1]
Investment into a new 2MW power plant	5,000	-	-	5,000	Within 36 months
Improvement of Bercham Plant output	2,500	-	-	2,500	Within 27 months[2]
Purchase of additional machinery	500	(500)[3]	-	-	Within 12 months
Repayment of bank borrowings	6,000	(5,748)	(252)[4]	-	Within 3 months
Working capital	15,000	(15,252)	252[4]	-	Within 24 months
Estimated listing expenses	4,000	(4,000)	-	-	Within 1 month
	33,000	**(25,500)**	**-**	**7,500**	

Notes:

(1) From the date of listing of the Company.

(2) On 12 August 2025, the Group had announced an extension of time for the utilisation of the allocation by an additional 12 months, extending the period to 27 months from the date of listing.

(3) Allocation for adjustable rotator was replaced with other machinery and tools to improve production efficiency.

(4) Surplus of RM0.3 million (of the RM6.0 million allocated for the repayment of bank borrowings) was re-allocated to the general working capital requirements of the Group, in accordance with the Company's prospectus dated 29 April 2024.

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

B8. Group borrowings and debts securities

	30.04.2026 RM'000	31.10.2025 RM'000
Non-current:		
Term loan	1,345	1,363
Lease liabilities	850	1,106
Hire purchase payables	397	510
	2,592	2,979
Current:		
Term loan	331	311
Lease liabilities	614	585
Hire purchase payables	239	280
Invoice financing	4,657	5,272
	5,841	6,448
Total loans and borrowings:		
Term loan	1,676	1,674
Lease liabilities	1,464	1,691
Hire purchase payables	636	790
Invoice financing	4,657	5,272
	8,433	9,427

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

B9. Material Litigation

Save for the update related to the case disclosed in Section 12.7(a)(i) of the Prospectus as outlined below, the Group is not engaged in any material litigation or arbitration proceedings, either as plaintiff or defendant, and the Directors are not aware of any proceedings pending or threatened against the Group, which may materially and adversely affect the financial position or business performance of the Group.

Update on Kawan Engineering Sdn Bhd v Nyew Kam Cheng and Tan Mee Yuan ("Defendant's")

On 15 May 2023, KESB initiated a claim against Nyew Kam Cheng and Tan Mee Yuan ("Defendants") for the amount of RM2.3 million being the outstanding sum owed by Periforce Sdn Bhd for the supply of cranes and installation services provided in 2020 ("Transaction"). The Defendants are the shareholders and directors of Periforce Sdn Bhd. The Defendants had provided joint and several guarantees to KESB for the purposes of the said Transaction. Subsequently, Periforce Sdn Bhd had failed, neglected and refused to pay the amount owing or any part thereof despite multiple demands made by KESB. Thereafter, as a winding up petition was filed against Periforce Sdn Bhd in March 2022, KESB initiated the claim against the Defendants as the guarantors and principal debtors to recover the amount owing. On 11 July 2023, the solicitors acting for KESB filed an ex-parte application to obtain an order for substituted service subsequent to the failed attempt to serve the writ and statement of claim on the Defendants via acknowledgment of receipt (AR) registered post. The application for substituted service was allowed by the Ipoh High Court on 24 July 2023. The Defendants subsequently entered appearance on 25 August 2023. On 5 October 2023, the Defendants filed an application to transfer the case from Ipoh High Court to Shah Alam High Court, which was allowed by the Ipoh High Court on 6 November 2023. KESB then filed an application for summary judgment on 18 December 2023 and the Defendants filed an application for discovery of documents on 19 December 2023. The hearing of both applications was heard together on 11 March 2024. The Court delivered its decision on 11 June 2024 whereby KESB's application for summary judgement was dismissed with no order as to costs and the Defendants' application for discovery against KESB was dismissed with no order as to costs. The Court proceeded with the trial on 25 February 2025, 27 February 2025 and 16 April 2025 respectively. The Court directed both parties to file written submissions and fixed a hearing date on 28 July 2025 for both parties to submit oral submissions. The Court delivered its decision on 24 September 2025 whereby KESB's claims against the Defendants were allowed by the Court. The Defendants filed their appeal to the Court of Appeal on 17 October 2025. The Court of Appeal fixed the case management on 15 April 2026. Subsequent to the case management, the Court of Appeal has directed the following schedule: Submissions by 8 October 2026, Submissions-in-Reply by 22 October 2026, Case Management on 23 October 2026, and Hearing on 6 November 2026.

There is no financial impact to the Group during the current quarter under review.

B10. Dividends

There were no dividends proposed or declared during the current quarter under review.

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

B11. Earnings Per Share

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

	QUARTER ENDED		PERIOD-TO-DATE ENDED	
	30.04.2026 RM'000	**30.04.2025 RM'000**	**30.04.2026 RM'000**	**30.04.2025 RM'000**
Profit attributable to owners of the Company	735	4,883	6,509	9,814
Weighted average number of ordinary shares in issue (‘000)	550,000	550,000	550,000	550,000
Basic EPS (sen)(1)	0.13	0.89	1.18	1.78

Note:

(1) The basic EPS is computed based on profit after tax attributable to the owners of the Company and divided by the weighted average number of ordinary shares in issue during the financial period under review.

There were no potential dilution effects on ordinary shares of the Group for the current quarter, current period-to-date, previous corresponding quarter and previous corresponding period-to-date. Accordingly, the diluted EPS for the current quarter, current period-to-date, previous corresponding quarter and previous corresponding period-to-date are equal to the basic EPS.

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

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

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

	QUARTER ENDED		PERIOD-TO-DATE ENDED	
	30.04.2026 RM'000	30.04.2025 RM'000	30.04.2026 RM'000	30.04.2025 RM'000
After charging/ (crediting):				
Bargain purchase on acquisition of subsidiary	-	(845)	-	(845)
Depreciation of property, plant and equipment	1,204	1,062	1,886	1,889
Expense relating to short-term lease, lease of low value assets and variable lease payment	668	128	1,113	237
Impairment loss on trade receivables	(265)	450	(265)	450
Finance costs	188	41	309	53
Gain on disposal of property, plant and equipment	-	-	(200)	(1)
Net unrealised foreign exchange gain	13	282	(34)	31
Finance income	(218)	(307)	(482)	(718)

B13. Authorisation for Issue

This interim financial report was authorised for issue by the Board of Directors.