



KJTS GROUP BERHAD

Registration No. 202201020004 (1465701-T)
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED
30 JUNE 2025**

KJTS GROUP BERHAD

Registration No. 202201020004 (1465701-T)
(Incorporated in Malaysia)



Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025

Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Second Quarter Ended 30 June 2025⁽¹⁾

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current	Preceding Year	Current	Preceding Year
		Quarter	Corresponding	Year-to-date	Corresponding
		30.06.2025	30.06.2024	30.06.2025	30.06.2024
		Unaudited	Unaudited	Unaudited	Unaudited
		RM'000	RM'000	RM'000	RM'000
Revenue		44,057	28,975	90,608	65,173
Cost of sales		(33,673)	(21,135)	(68,287)	(48,240)
Gross profit ("GP")		10,384	7,840	22,321	16,933
Other income		2,086	1,219	2,607	1,832
Administrative expenses		(6,912)	(4,810)	(14,533)	⁽²⁾ (14,571)
Changes on impairment of financial instruments and contract assets		*	(16)	(32)	(3)
Finance costs		(164)	(89)	(319)	(165)
Share of results of associates		(4)	184	6	150
Profit before tax ("PBT")	B12	5,390	4,328	10,050	4,176
Tax expenses		(829)	(823)	(1,262)	(1,441)
Profit after tax ("PAT")		4,561	3,505	8,788	2,735
Other comprehensive (loss)/income for the financial period		(22)	64	13	(14)
Total comprehensive income for the financial period		4,539	3,569	8,801	2,721
Profit/(Loss) for the financial period attributable to:					
- Owners of the Company		4,507	3,731	8,736	2,893
- Non-controlling interests		54	(226)	52	(158)
		4,561	3,505	8,788	2,735
Total comprehensive income/(loss) for the financial period attributable to:					
- Owners of the Company		4,494	3,806	8,762	2,926
- Non-controlling interests		45	(237)	39	(205)
		4,539	3,569	8,801	2,721
Earnings per share ("EPS")					
- Basic (sen)	B11	0.65	0.55	1.27	0.43
- Diluted (sen)	B11	0.65	0.55	1.25	0.42

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025

Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Second Quarter Ended 30 June 2025 (cont'd)⁽¹⁾

NOTES:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements of KJTS Group Berhad (“**KJTS**” or the “**Company**”) and its subsidiaries (the “**Group**”) for the financial year ended (“**FYE**”) 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.
 - (2) Administrative expenses included non-recurring listing expenses of RM4.26 million for the preceding financial year-to-date ended 30 June 2024.
- * Less than RM1,000

[The remainder of this page is intentionally left blank]

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025
Unaudited Condensed Consolidated Statement of Financial Position as at 30 June 2025⁽¹⁾

	As at 30.06.2025	As at 31.12.2024
	Unaudited	Audited
Note	RM'000	RM'000
Non-current assets		
Property, plant, and equipment	2,313	1,591
Right-of-use assets	3,363	3,499
Investment properties	666	670
Investment in associates	845	839
Concession receivables	13,660	14,141
Goodwill on consolidation	1,808	1,808
Other investments	*	-
Other receivables	107	597
Tax recoverable	121	122
	22,883	23,267
Current assets		
Concession receivables	1,325	1,996
Short-term investments	50,918	58,255
Inventories	137	106
Trade receivables	36,258	26,834
Other receivables	22,002	10,642
Contract assets	21,029	15,698
Amount due from associates	2,540	2,487
Tax recoverable	1,212	1,138
Fixed deposit with a licensed bank	2,378	2,349
Cash and bank balances	7,371	6,953
	145,170	126,458
Total assets	168,053	149,725
Equity		
Share capital	100,255	99,120
Option reserve	3,049	2,413
Other reserve	(3)	(3)
Foreign currency translation reserve	155	129
Retained earnings	55,947	47,211
Merger reserve	(34,938)	(34,938)
Equity attributable to owners of the Company	124,465	113,932
Non-controlling interests	(182)	(221)
Total equity	124,283	113,711

[The remainder of this page is intentionally left blank]

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025
Unaudited Condensed Consolidated Statement of Financial Position as at 30 June 2025 (cont'd)⁽¹⁾

		As at 30.06.2025	As at 31.12.2024
		Unaudited	Audited
	Note	RM'000	RM'000
Non-current liabilities			
Bank borrowings	B8	5,671	3,052
Lease liabilities		2,287	2,157
Employee benefit obligations		128	101
Deferred tax liabilities		4	4
		<u>8,090</u>	<u>5,314</u>
Current liabilities			
Trade payables		12,776	13,620
Other payables		19,290	13,206
Contract liabilities		175	1,087
Bank overdraft		919	*
Bank borrowings	B8	1,488	1,341
Lease liabilities		946	1,170
Tax payable		86	276
		<u>35,680</u>	<u>30,700</u>
Total liabilities		<u>43,770</u>	<u>36,014</u>
Total equity and liabilities		<u>168,053</u>	<u>149,725</u>
Net assets per ordinary share attributable to owners of the Company (RM) ⁽²⁾		0.18	0.17

NOTES:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the FYE 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.
 - (2) Net assets per ordinary share is calculated based on the Company's ordinary shares in issue as at 30 June 2025 of 688,813,885 shares (31 December 2024: 688,000,000 shares).
- * Less than RM1,000

[The remainder of this page is intentionally left blank]

KJTS GROUP BERHAD

Registration No. 202201020004 (1465701-T)
(Incorporated in Malaysia)



Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025

Unaudited Condensed Consolidated Statement of Changes in Equity for the Second Quarter Ended 30 June 2025⁽¹⁾

	Attributable to Owners of the Company						Non-Controlling Interests	Total Equity
	Non-Distributable					Distributable		
	Share Capital	Foreign Currency Translation Reserve	Option Reserve	Other Reserve	Merger Reserve	Retained Earnings		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 31 December 2024 (Audited)/ 1 January 2025	99,120	129	2,413	(3)	(34,938)	47,211	(221)	113,711
Profit for the financial period	-	-	-	-	-	8,736	52	8,788
Other comprehensive income/(loss) for the financial period	-	26	-	-	-	-	(13)	13
Total comprehensive income for the financial period	-	26	-	-	-	8,736	39	8,801
Transactions with owners:								
Issuance of shares pursuant to executives' share option scheme ("ESOS")	1,135	-	(916)	-	-	-	-	219
Share options granted under ESOS	-	-	1,729	-	-	-	-	1,729
Share options forfeited under ESOS	-	-	(177)	-	-	-	-	(177)
	1,135	-	636	-	-	-	-	1,771
At 30 June 2025 (Unaudited)	100,255	155	3,049	(3)	(34,938)	55,947	(182)	124,283

KJTS GROUP BERHAD

Registration No. 202201020004 (1465701-T)
(Incorporated in Malaysia)



Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025

Unaudited Condensed Consolidated Statement of Changes in Equity for the Second Quarter Ended 30 June 2025 (cont'd)⁽¹⁾

	Attributable to Owners of the Company								
	Non-Distributable					Distributable			
	Share Capital	Foreign Currency Translation Reserve	Option Reserve	Other Reserve	Merger Reserve	Retained Earnings	Total	Non-Controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 31 December 2023 (Audited)/ 1 January 2024	41,828	580	-	76	(34,938)	42,724	50,270	(278)	49,992
Profit/(Loss) for the financial period	-	-	-	-	-	2,893	2,893	(158)	2,735
Other comprehensive income/(loss) for the financial period	-	33	-	-	-	-	33	(47)	(14)
Total comprehensive income/(loss) for the financial period	-	33	-	-	-	2,893	2,926	(205)	2,721
Transactions with owners:									
Issuance of shares pursuant to initial public offering	58,867	-	-	-	-	-	58,867	-	58,867
Share issuance expenses	(1,575)	-	-	-	-	-	(1,575)	-	(1,575)
Changes in equity interest in a subsidiary	-	-	-	(79)	-	-	(79)	(72)	(151)
Dividend paid, representing total distribution to owner	-	-	-	-	-	(1,624)	(1,624)	-	(1,624)
	57,292	-	-	(79)	-	(1,624)	55,589	(72)	55,517
At 30 June 2024 (Unaudited)	99,120	613	-	(3)	(34,938)	43,993	108,785	(555)	108,230

NOTE:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the FYE 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025
Unaudited Condensed Consolidated Statements of Cash Flows for the Second Quarter Ended 30 June 2025⁽¹⁾

	Current Year-to-date 30.06.2025	Preceding Year Corresponding Year-to-date 30.06.2024
	Unaudited	Unaudited
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit before tax	10,050	4,176
Adjustments for: -		
Depreciation of property, plant, and equipment	456	339
Depreciation of right-of-use assets	694	400
Depreciation of investment properties	3	4
Gain on disposal of property, plant and equipment	(4)	(216)
Impairment losses on trade receivables and contract assets	32	7
Reversal of impairment losses on trade receivables	-	(4)
Dividend income from financial assets measured at fair value through profit or loss	(827)	-
Interest income	(487)	(112)
Provision/(Reversal of provision) for employee benefits	28	(3)
Finance costs	734	165
ESOS expenses	1,552	-
Share of results of associates	(6)	(150)
Unrealised (gain)/loss on foreign exchange	(1)	12
Operating profit before changes in working capital	12,224	4,618
Changes in working capital:		
Inventories	(31)	(18)
Concession receivables	1,151	3,448
Receivables	(13,775)	(4,224)
Payables	5,676	(3,880)
Amount due from associates	383	(3,008)
Foreign exchange reserve	4	(19)
Contract assets	(6,242)	(1,569)
	(12,834)	(9,270)
Cash used in operations	(610)	(4,652)
Interest paid	(342)	(165)
Interest received	50	67
Income tax paid	(1,523)	(976)
	(1,815)	(1,074)
Net cash used in operating activities	(2,425)	(5,726)

[The remainder of this page is intentionally left blank]

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025
Unaudited Condensed Consolidated Statements of Cash Flows for the Second Quarter Ended 30 June 2025 (cont'd)⁽¹⁾

	Current Year-to-date 30.06.2025 Unaudited RM'000	Preceding Year Corresponding Year-to-date 30.06.2024 Unaudited RM'000
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,178)	(304)
Purchase of right-of-use assets	(28)	(240)
Proceeds from disposal of property, plant and equipment	4	216
Additional investment in financial assets measured at fair value through profit or loss	-	*
Additional investment to a subsidiary	-	(150)
Additional investment in an associate	-	(30)
Deposit paid for acquisition of a subsidiary	(6,550)	-
Acquisition of equity interest by non-controlling interests	1	-
Net changes in amount due from associates	-	1,514
Net cash (used in)/from investing activities	(7,751)	1,006
FINANCING ACTIVITIES		
Proceeds from issuance of shares	220	58,867
Dividend paid	-	(1,624)
Increased in fixed deposit pledged to a licensed bank	(28)	(31)
Payment of lease liabilities	(618)	(366)
Drawdown of borrowings	3,354	-
Repayment of borrowings	(589)	(548)
Net cash from financing activities	2,339	56,298
Net (decrease)/increase in cash and cash equivalents	(7,837)	51,578
Cash and cash equivalents at the beginning of the financial period	65,207	11,624
Cash and cash equivalents at the end of the financial period⁽²⁾	57,370	63,202

NOTES:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the FYE 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.
- (2) Cash and cash equivalents at the end of the financial period consist of:

	As at 30.06.2025 Unaudited RM'000	As at 30.06.2024 Unaudited RM'000
Short-term investments	50,918	-
Cash and bank balances	7,371	63,202
Fixed deposit with a licensed bank	2,378	2,319
Bank overdraft	(919)	-
	59,748	65,521
Less: Fixed deposit pledged to a licensed bank	(2,378)	(2,319)
	57,370	63,202

* Less than RM1,000

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025**PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING****A1. BASIS OF PREPARATION**

The interim financial report of the Group is unaudited and has been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board, Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”).

This interim financial report should be read in conjunction with the audited financial statements of the Group for the FYE 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

A2. MATERIAL ACCOUNTING POLICIES

The material accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the FYE 31 December 2024 except for the adoption of the following new MFRSs and Amendments to MFRSs that become effective for the financial period beginning on 1 January 2025:

Amendments to MFRS 121 Lack of Exchangeability

The new and amended standards that are issued, but not yet effective and have not been adopted by the Group are as follows:

		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:		
• Amendments to MFRS 1		
• Amendments to MFRS 7		
• Amendments to MFRS 9		
• Amendments to MFRS 10		
• Amendments to MFRS 107		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 until further notice

The Group intends to adopt these new and amended standards, if applicable, when they become effective.

The initial application of the abovementioned new and amended standards, where applicable, is not expected to have any material impact on the financial statements of the Group.

A3. MATERIAL CHANGES IN ACCOUNTING ESTIMATES

There were no material changes in accounting estimates during the current financial quarter and financial year-to-date under review.

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025**PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)****A4. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The audited financial statements of the Group for the preceding FYE 31 December 2024 were issued without any qualifications.

A5. SEASONAL OR CYCLICAL FACTORS

The Group's performance has not been materially affected by any seasonal and cyclical factors during the current financial quarter and financial year-to-date under review.

A6. ITEMS OR INCIDENCES OF AN UNUSUAL NATURE

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

A7. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD

There were no material events subsequent to the end of the current financial quarter under review that have not been reflected in this interim financial report.

A8. DEBT AND EQUITY SECURITIES

In conjunction with the Company's listing on the ACE Market of Bursa Securities ("**Listing**"), the Company has established a long-term incentive plan ("**LTIP**") of up to 10.00% of the total number of issued shares of the Company, comprising ESOS and executives' share grant scheme (ESGS), to be granted to the eligible persons of the Group who are eligible executive directors and eligible executives who meet the criteria of eligibility for participation in the LTIP in accordance with the By-Laws ("**Eligible Persons**"). The LTIP has taken effect on 23 January 2024. The LTIP shall be in force for a period of 5 years from 23 January 2024.

On 26 January 2024 and 12 November 2024, a total of 13,756,000 and 13,760,000 ESOS options respectively, have been offered to the Eligible Persons.

As of 30 June 2025, 813,885 additional ordinary shares have been issued pursuant to the exercise of the ESOS options by Eligible Persons.

Save as disclosed above, there was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial year-to-date under review.

A9. DIVIDEND PAID

There was no dividend paid during the current financial quarter under review.

During the preceding year corresponding quarter, on 29 April 2024, the Board of Directors of the Company has announced a first and final single-tier dividend of 0.236 sen per ordinary share in respect of the FYE 31 December 2023, which has been paid on 28 June 2024 to shareholders whose names appear on the Record of Depositors on 11 June 2024.

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025
PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)
A10. SEGMENTAL INFORMATION

The Group is principally involved in the following businesses:

Operating segments	Nature
(a) Cooling Energy	<p>(a) Cooling energy management services which mainly involves the supply of chilled water for space cooling as well as providing operations and maintenance services for cooling energy systems.</p> <p>(b) Engineering, procurement, construction and commissioning (“EPCC”) of cooling energy system which mainly involves the construction of new, upgrading and / or retrofitting of cooling energy systems.</p>
(b) Facilities Management	Facilities management services are mainly related to the repair and maintenance of machinery and equipment.
(c) Cleaning Services	Cleaning services to maintain the cleanliness, tidiness and hygiene of buildings and outdoor areas.
(d) Investment	Investment holding.

(a) Revenue by business activities

The table below sets out the breakdown of the Group’s revenue by business activities for the financial quarter under review:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter 30.06.2025 Unaudited RM’000	Preceding Year Corresponding Quarter 30.06.2024 Unaudited RM’000	Current Year-to-date 30.06.2025 Unaudited RM’000	Preceding Year Corresponding Year-to-date 30.06.2024 Unaudited RM’000
Cooling Energy	24,380	11,950	51,188	31,018
Facilities Management	2,597	2,795	5,532	6,890
Cleaning Services	17,080	14,230	33,888	27,265
	44,057	28,975	90,608	65,173

The Cooling Energy and Cleaning Services segments within our building support services were the major revenue contributor during the financial quarter under review.

[The remainder of this page is intentionally left blank]

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025**PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)****A10. SEGMENTAL INFORMATION (CONT'D)****(b) Revenue by geographical market of customers**

The table below sets out the breakdown of the Group's revenue by geographical market of customers for the financial quarter under review:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter 30.06.2025 Unaudited RM'000	Preceding Year Corresponding Quarter 30.06.2024 Unaudited RM'000	Current Year-to-date 30.06.2025 Unaudited RM'000	Preceding Year Corresponding Year-to-date 30.06.2024 Unaudited RM'000
Malaysia	32,849	21,642	70,159	50,805
Overseas:				
- Singapore	7,791	6,600	15,694	12,757
- Thailand	3,417	733	4,755	1,611
	44,057	28,975	90,608	65,173

A11. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

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

A12. CHANGES IN THE COMPOSITION OF THE GROUP

There were no material changes in the composition of the Group for the current financial quarter under review.

A13. CAPITAL COMMITMENTS

There were no material capital commitments as at 30 June 2025.

A14. CONTINGENT ASSETS OR CONTINGENT LIABILITIES

Save as disclosed below, as at the date of this interim financial report, there are no contingent assets and contingent liabilities incurred or known to be incurred by the Group, which upon becoming enforceable, may have a material impact on the financial position of the Group:

	RM'000
Bank guarantee for tender bond, performance bond, and corporate bank guarantee provided to third parties for our Group's projects	5,460
Corporate guarantee given to licensed banks for credit facilities obtained by subsidiaries	58,947
	64,407

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025**PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)****A15. SIGNIFICANT RELATED PARTY TRANSACTIONS**

Save as disclosed below, there were no significant related party transactions during the current financial quarter and financial year-to-date:

	Current Quarter 30.06.2025	Preceding Year Corresponding Quarter 30.06.2024	Current Year-to-date 30.06.2025	Preceding Year Corresponding Year-to-date 30.06.2024
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Transactions with associates:				
Income				
Sales	974	1,002	1,874	4,665
Management fee received/ receivable	6	6	12	12
Interest received/receivable	10	22	21	45
Expenses				
Purchases	487	454	950	877
Interest paid/payable	-	*	-	*
Transactions with related parties:				
Income				
Sales	-	-	7	7
Expenses				
Purchases	-	56	-	85
Administrative expenses paid/payable	1	*	2	6
Interest paid/payable	36	16	69	30
Rental paid/payable	-	9	-	19

NOTE:

* Less than RM1,000

A16. FAIR VALUE OF FINANCIAL LIABILITIES

There were no gains or losses arising from fair value changes in the Group's financial liabilities for the current financial quarter under review.

[The remainder of this page is intentionally left blank]

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS
B1. REVIEW OF PERFORMANCE

	QUARTER ENDED			YEAR-TO-DATE ENDED		
	30.06.2025	30.06.2024	Changes (RM'000/%)	30.06.2025	30.06.2024	Changes (RM'000/%)
	Unaudited	Unaudited		Unaudited	Unaudited	
	RM'000	RM'000		RM'000	RM'000	
Revenue	44,057	28,975	15,082/52%	90,608	65,173	25,435/39%
Gross profit	10,384	7,840	2,544/32%	22,321	16,933	5,388/32%
PBT	5,390	4,328	1,062/25%	10,050	4,176	5,874/141%
PAT	4,561	3,505	1,056/30%	8,788	2,735	6,053/221%
Profit attributable to owners of the Company	4,507	3,731	776/21%	8,736	2,893	5,843/202%

The Group recorded revenue of RM44.06 million for the current financial quarter ended 30 June 2025. The Group's revenue was mainly attributable to the Cooling Energy and Cleaning Services segments within building support services for the current financial quarter under review. The Cooling Energy and Cleaning Services segments recorded revenue of RM24.38 million (55.33% of the Group's revenue) and RM17.08 million (38.77% of the Group's revenue), respectively, for the current financial quarter under review. The Group achieved a strong growth of RM15.08 million (or 52.04%) in revenue as compared to the corresponding quarter of the previous financial year. This is mainly contributed by the recently secured EPCC projects of the Cooling Energy segment and the steadily growing customer base in our Cleaning Services segment in the current quarter under review.

The Group reported a revenue of RM90.61 million for the current financial year-to-date ended 30 June 2025. Similarly, the Cooling Energy and Cleaning Services segments were the main contributors, generating revenues of RM51.19 million (56.49% of the Group's revenue) and RM33.89 million (37.40% of the Group's revenue) respectively, for the current financial year-to-date ended 30 June 2025. The Group achieved a healthy growth of RM25.44 million (or 39.04%) in revenue as compared to the same period last year. Consistent with the above, this growth is primarily contributed by the newly secured EPCC projects of the Cooling Energy segment and the steadily growing customer base in our Cleaning Services segment during the current period under review.

Malaysia was our largest overall market and recorded revenue of RM32.85 million (74.56% of the Group's revenue) for the current financial quarter under review. Singapore was our largest foreign market and recorded revenue of RM7.79 million (17.68% of the Group's revenue) for the current financial quarter under review.

The Group reported PBT of RM5.39 million for the current quarter compared to PBT of RM4.33 million in the corresponding quarter of the previous financial year, representing an increase of RM1.06 million. The higher PBT is generally contributed by the increase in gross profit which is mainly coming from the recent EPCC projects with relatively higher contract value and gross profit contribution, being partially offset by higher administrative expenses amid our manpower and operating capacity expansion for the current quarter under review as compared to the corresponding quarter of the previous financial year.

[The remainder of this page is intentionally left blank]

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)****B2. VARIANCE OF RESULTS AGAINST PRECEDING QUARTER**

	INDIVIDUAL QUARTER			%
	Current	Preceding	Variance	
	Quarter	Quarter		
	30.06.2025	31.03.2025		
	Unaudited	Unaudited		
	RM'000	RM'000		
Revenue	44,057	46,551	(2,494)	(5.36)
PBT	5,390	4,660	730	15.67

The Group recorded a revenue of RM44.06 million for the current financial quarter ended 30 June 2025 which is 5.36% lower than the revenue recorded in the preceding financial quarter ended 31 March 2025 of RM46.55 million. The decrease in the revenue was mainly due to lower revenue recognised from Cooling Energy and Facilities Management segments in the current quarter. Revenue from Cooling Energy segment was decreased by RM2.43 million in the current financial quarter ended 30 June 2025 as compared to the preceding quarter ended 31 March 2025. This was primarily due to several EPCC projects recorded higher revenue in the preceding quarter as they progressed towards completion. Meanwhile, our newly secured EPCC projects are scheduled to commence in subsequent periods and have yet to contribute to the revenue in the current quarter. Facilities Management segment reported revenue decrease of RM0.34 million in the current financial quarter ended 30 June 2025 as compared to the preceding quarter ended 31 March 2025. The decrease in revenue for the Facilities Management segment is attributed to the cyclical periodic maintenance needs of this segment's key clients which would have relatively lower demand during mid-year period. Meanwhile, Cleaning Services segment reported revenue increase of RM0.27 million in the current financial quarter ended 30 June 2025 as compared to the preceding quarter ended 31 March 2025. The increase in revenue for the Cleaning Services segment in the current quarter was due to the onboarding of several new clients in the current quarter.

The Group recorded a PBT of RM5.39 million for the current financial quarter ended 30 June 2025 as compared to a PBT of RM4.66 million in the preceding quarter ended 31 March 2025. This was mainly due to lower administrative costs and higher other income recognised from the provision of consultancy services despite lower gross profit recorded as results of pending commencement and profit contribution from our newly secured EPCC projects in the current quarter.

[The remainder of this page is intentionally left blank]

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)****B3. PROSPECTS AND OUTLOOK FOR THE CURRENT FINANCIAL PERIOD**

Malaysia's economic trajectory point towards continued growth in economic activity in the second quarter of 2025, underpinned by sustained domestic demand and export growth. Moving forward, growth is expected to be supported by resilient domestic demand¹. Bank Negara Malaysia has reduced the Overnight Policy Rate (OPR) by 25 basis points to 2.75%, a pre-emptive measure aimed at preserving Malaysia's steady growth path amid moderate inflation prospects¹. The Government's proactive stance on sustainability continues to gain momentum, with the allocation of over RM300.00 million to the National Energy Transition Roadmap under Budget 2025, compared to RM100.00 million last year². These policy directions are expected to catalyse further infrastructure investments and elevate demand for energy-efficient and environmentally responsible solutions, particularly in sectors such as cooling energy services and facilities management, where the Group is strongly positioned.

Externally, the global macroeconomic environment remains uncertain, shaped by ongoing geopolitical tensions, inflationary risks, and supply chain disruptions. Nevertheless, KJTS remains cautiously optimistic given its diversified operations across Malaysia, Singapore, and Thailand. The Group's integrated business model, centred on long-term recurring contracts and essential facility services, offers a stable revenue base and enhanced earnings visibility. This foundation enables KJTS to better weather external volatility while capturing opportunities from evolving energy transition and sustainability trends across the region.

Domestically, the implementation of Regulatory Period 4 effective 1 July 2025 has resulted in an increase in the electricity base tariff from 39.95 sen per kilowatt-hour³ ("kWh") to 45.40 sen per kWh⁴. This tariff adjustment is expected to accelerate adoption of cost-effective and sustainable energy solutions. In addition, Deputy Prime Minister Datuk Seri Fadillah Yusof, who is also the Minister of Energy and Water Transformation has announced that government is encouraging industrial users, including data centres, to switch to recycled water and to develop sustainable district cooling systems⁵. As such, these further reinforce the value proposition of KJTS's core offerings in cooling energy services and energy-as-a-service, as clients seek to optimise utility costs and achieve environmental, social and governance compliance.

In 2024, the Southeast Asia data centre market was valued at approximately USD 13.71 billion and is projected to reach nearly USD 30.47 billion by 2030, growing at a compound annual growth rate (CAGR) of 14.24%⁶. Malaysia is emerging as a key beneficiary, with competitive advantages in land availability, lower electricity costs, and supportive policies for data centres, drawing significant hyperscale and enterprise investments.

During the current quarter, KJTS made notable progress in line with its regional expansion strategy. The Group's subsidiary in Thailand, KJTN Engineering Co., Ltd., secured a 20-year letter of award from Central Hua Hin Beach Resort Co., Ltd. to finance, retrofit, operate, and maintain the chilled water system at Centara Grand Beach Resort & Villas Hua Hin. This marks the third major engagement with Central Group and is expected to contribute approximately RM48.33 million in fixed recurring income over the contract term.

In June 2025, KJTS, via its subsidiary Green AI Sdn. Bhd., also entered into a memorandum of understanding with Shenzhen Envicool Technology Co., Ltd. ("Envicool") to jointly pursue data centre infrastructure projects, with a focus on innovative and energy-efficient cooling solutions in ASEAN. Leveraging Envicool's global track record and KJTS's engineering delivery capabilities, this partnership positions the Group to capture growing demand in the mission-critical cooling segment.

With an expanding portfolio of long-term contracts, strong partnerships, and a growing presence in Malaysia, Singapore and Thailand, KJTS is well-positioned to sustain its earnings visibility in the second half of FYE 31 December 2025. The Group remains focused on disciplined execution, capital efficiency, and strategic innovation to drive long-term value for shareholders amid a dynamic regional economic environment.

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025

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

NOTES:

- (1) Source: Monetary Policy Statement (9 July 2025), Bank Negara Malaysia*
- (2) Source: Budget Speech, Belanjawan 2025, Ministry of Finance*
- (3) Source: Annual Report 2022, Energy Commission*
- (4) Source: Press release titled 'Jadual Elektrik Baharu: Lebih 23.6 Juta Pengguna Domestik Semenanjung Nikmati Kadar Lebih Adil' issued by the Suruhanjaya Tenaga under the Ministry of Energy Transition and Water Transformation dated 20 June 2025*
- (5) Source: Bernama: Malaysia Plans Specific Water Tariff for Data Centres, Pushes Use of Recycled Water (6 August 2025)*
- (6) Source: Research and Markets: Southeast Asia Data Center Market Landscape 2025-2030*

[The remainder of this page is intentionally left blank]

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)
B4. PROFIT FORECAST OR PROFIT GUARANTEE

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

B5. TAX EXPENSES

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter 30.06.2025	Preceding Year Corresponding Quarter 30.06.2024	Current Year-to-date 30.06.2025	Preceding Year Corresponding Year-to-date 30.06.2024
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Tax expenses recognised in profit or loss				
Current tax expense ⁽¹⁾	829	823	1,262	1,441
Under provision in prior years	-	-	-	-
	829	823	1,262	1,441
Deferred tax				
Relating to origination and reversal of temporary differences	-	-	-	-
Under provision in prior years	-	-	-	-
	-	-	-	-
Tax expenses for the financial period	829	823	1,262	1,441
Effective tax rate (%)	15.4	19.0	12.6	34.5
Statutory tax rate (%)	24.0	24.0	24.0	24.0

The effective tax rate was about 15.4% for the current financial quarter ended 30 June 2025 mainly due to the tax effects of the utilisation of unused tax losses being partially offset by ESOS expenses of RM0.70 million incurred in the current financial period which are non-deductible and resulted in the Group's effective tax rate being lower than the statutory tax rate.

NOTE:

(1) Income tax is recognised based on management's best estimate.

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025

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

B6. STATUS OF CORPORATE PROPOSALS

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

On behalf of the Board of Directors of KJTS, Hong Leong Investment Bank Berhad (“**HLIB**”) had on 3 February 2025, announced that the Company proposed to undertake the following:

- (a) proposed acquisition by KJ Technical Services Sdn Bhd, a wholly-owned subsidiary of the Company, of 10,000,000 ordinary shares in Malakoff Utilities Sdn Bhd, a wholly-owned subsidiary of Malakoff Corporation Berhad, representing 100% equity interest in MUSB, for a total cash consideration of RM65.50 million; and
- (b) proposed variation of proceeds raised from the initial public offering of the Company pursuant to Rule 8.24 of the Listing Requirements.

(collectively referred to as the “**Proposals**”)

On 27 May 2025, the Company has obtained the shareholders’ approval through the extraordinary general meeting for the Proposals.

On 3 June 2025, HLIB announced that KJ Technical Services Sdn Bhd and Malakoff Corporation Berhad have mutually agreed to extend the Long Stop Date under the SPA from 3 June 2025 to 2 August 2025. Subsequently, on 1 August 2025, HLIB announced that the said Long Stop Date has been further extended to 3 November 2025, to fulfill all outstanding Conditions Precedent under the SPA.

[The remainder of this page is intentionally left blank]


Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS(CONT'D)
B7. UTILISATION OF IPO PROCEEDS

The Company was listed on the ACE Market of Bursa Securities on 26 January 2024. As part of the Listing exercise, the Company has undertaken a Public Issue of 218,027,200 new ordinary shares at an issue price of RM0.27 per share, raising gross proceeds of RM58.87 million (“**IPO Proceeds**”). The status of the utilisation of the IPO Proceeds and the variation of the use of IPO Proceeds as of 30 June 2025 is as follows:

Details of utilisation	(A)	(B)	(C) = (A) – (B)		Revised utilisation after variation	Actual utilisation	Balance of proceeds	⁽¹⁾ Estimated timeframe for utilisation from Listing Date	Revised timeframe for utilisation
	Original intention for utilisation	Actual Utilisation up to 28 April 2025	Balance as at 28 April 2025	Variation					
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
Business expansion:									
- Expansion of cooling energy segment	40,417	-	40,417	(40,417)	-	-	-	Within 36 months	-
- Expansion of offices in Malaysia, Thailand, and Singapore	4,500	500	4,000	(4,000)	-	-	-	Within 12 months	-
Working capital	8,118	8,118	-	-	-	-	-	Within 12 months	-
Defraying the listing expenses	5,832	5,832	-	-	-	-	-	Within 1 month	-
Proposed Acquisition	-	-	-	44,417	44,417	-	44,417	-	Within 9 months from the sale and purchase agreement
	58,867	14,450	44,417	-	44,417	-	44,417		

NOTE:

- (1) From the date of listing of the Company on the ACE Market of Bursa Securities. The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus dated 5 January 2024.

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)
B8. BORROWINGS

As at 30 June 2025 (Unaudited)						
Current		Non-Current		Total borrowings		
Foreign Currency	RM Equivalent	Foreign Currency	RM Equivalent	Foreign Currency	RM Equivalent	
'000	RM'000	'000	RM'000	'000	RM'000	
<u>Secured</u>						
<u>Denominated in MYR</u>						
- Lease liabilities ⁽¹⁾	-	370	-	1,143	-	1,513
- Term loans	-	254	-	63	-	317
<u>Denominated in SGD⁽²⁾</u>						
- Lease liabilities ⁽¹⁾	16	54	68	223	84	277
<u>Denominated in THB⁽³⁾</u>						
- Term loans	9,517	1,234	43,257	5,608	52,774	6,842
As at 31 December 2024 (Audited)						
Current		Non-Current		Total borrowings		
Foreign Currency	RM Equivalent	Foreign Currency	RM Equivalent	Foreign Currency	RM Equivalent	
'000	RM'000	'000	RM'000	'000	RM'000	
<u>Secured</u>						
<u>Denominated in MYR</u>						
- Lease liabilities ⁽¹⁾	-	293	-	969	-	1,262
- Term loans	-	485	-	68	-	553
<u>Denominated in SGD⁽²⁾</u>						
- Lease liabilities ⁽¹⁾	16	53	76	249	92	302
<u>Denominated in THB⁽³⁾</u>						
- Term loans	6,551	856	22,838	2,984	29,389	3,840

These borrowings are secured and denominated in Malaysian Ringgit ("MYR"), Singapore Dollar ("SGD") and Thai Baht ("THB").

NOTES:

- (1) Excluding lease liabilities arising from the rental of land and buildings.
- (2) Exchange rate (SGD: MYR) at SGD: MYR 3.3044 as at 30 June 2025 and SGD: MYR 3.2878 as at 31 December 2024 (Source of reference: Bank Negara Malaysia website).
- (3) Exchange rate (THB: MYR) at THB: MYR 0.129655 as at 30 June 2025 and THB: MYR 0.130662 as at 31 December 2024 (Source of reference: Bank Negara Malaysia website).

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)
B9. MATERIAL LITIGATION

There was no material litigation involving the Group as at the date of this interim financial report.

B10. DIVIDEND PROPOSED

No dividend has been declared or recommended by the Board of Directors for the current financial quarter under review.

B11. EARNINGS PER SHARE
Basic EPS

The earnings and weighted average number of ordinary shares used in the calculation of basic EPS are as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current	Preceding Year	Current	Preceding Year
	Quarter	Corresponding	Year-to-date	Corresponding
	30.06.2025	Quarter	30.06.2025	Year-to-date
	Unaudited	30.06.2024	Unaudited	30.06.2024
Profit attributable to the owners of the Company (RM'000)	4,507	3,731	8,736	2,893
Weighted average number of ordinary shares for the purpose of basic EPS (unit) ('000)	688,689	673,067	688,689	673,067
Basic EPS (sen)	0.65	0.55	1.27	0.43

Diluted EPS

The earnings used in the calculation of diluted EPS as follow:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current	Preceding Year	Current	Preceding Year
	Quarter	Corresponding	Year-to-date	Corresponding
	30.06.2025	Quarter	30.06.2025	Year-to-date
	Unaudited	30.06.2024	Unaudited	30.06.2024
Profit attributable to the owners of the Company (RM'000)	4,507	3,731	8,736	2,893
Weighted average number of ordinary shares for the purpose of basic EPS (unit) ('000)	688,689	673,067	688,689	673,067
Shares deemed to be issued for no consideration in respect of ESOS (unit) ('000)	9,308	7,741	9,308	7,741
Weighted average number of ordinary shares used in the calculation of diluted EPS (unit) ('000)	697,997	680,808	697,997	680,808
Diluted EPS (sen)	0.65	0.55	1.25	0.42

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)
B12. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

Profit/(Loss) before tax is arrived after charging/(crediting):

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter 30.06.2025	Preceding Year Corresponding Quarter 30.06.2024	Current Year-to- date 30.06.2025	Preceding Year Corresponding Year-to-date 30.06.2024
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Auditors' remuneration	103	62	205	137
Depreciation of:				
- property, plant, and equipment	250	165	456	339
- right-of-use assets	389	226	694	400
- investment properties	1	2	3	4
Gain on disposal of property, plant and equipment	-	-	(4)	(216)
Interest income	(257)	(48)	(487)	(112)
Interest expenses	387	89	734	165
Provision for employee benefits	14	(9)	28	(3)
Impairment losses on:				
- trade receivables and contract assets	(*)	16	32	3
Lease expenses relating to short-term assets	379	457	720	837
Lease expenses relating to low value assets	-	11	-	11
Realised loss/(gain) on foreign exchange	*	*	4	*
Unrealised (gain)/loss on foreign exchange	(*)	3	(1)	12
Non-Executive Directors' remuneration - Fees	69	69	138	126

Other disclosure items pursuant to Note 16, Appendix 9B of the Listing Requirements are not applicable.

* Less than RM1,000

B13. DERIVATIVES

The Group did not enter into any derivatives during the current financial quarter and financial year-to-date.

Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2025

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

B14. AUTHORISATION FOR ISSUE

The interim financial report was authorised for issue by the Board of Directors of the Company in accordance with a resolution passed by the Board of Directors on 27 August 2025.

**BY ORDER OF THE BOARD
KJTS GROUP BERHAD**