MEGA FORTRIS BERHAD
(Registration No: 199801004408 (460535 - H))
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT
FOURTH QUARTER ENDED 30 JUNE 2026

MEGA FORTRIS BERHAD
(Incorporated in Malaysia)
(Registration No: 199801004408 (460535 - H))

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 30 JUNE 2026 [(a)]

	Current Quarter 3 Months Ended		Year to date 12 Months Ended	
	30-Jun-2026 Unaudited RM'000	30-Jun-2025 Unaudited RM'000	30-Jun-2026 Unaudited RM'000	30-Jun-2025 Audited RM'000
Continuing operations				
Revenue	42,121	23,680	164,651	176,445
Cost of sales	(21,574)	(18,058)	(92,027)	(97,023)
Gross profit	20,547	5,622	72,624	79,422
Other operating income	1,114	518	2,908	5,317
Net gain/(loss) on impairment of financial assets	751	(1,529)	834	(1,419)
Selling and distribution expenses	(483)	(332)	(1,899)	(1,648)
Administrative expenses	(15,573)	(12,818)	(59,725)	(50,856)
Other operating expenses	(784)	(208)	(819)	(242)
Finance costs	(1,206)	(1,005)	(4,578)	(4,593)
Core profit/(loss) before taxation	4,366	(9,752)	9,345	25,981
Expenses in relation to listing[(b)]	-	-	-	(3,402)
Profit/(Loss) before taxation	4,366	(9,752)	9,345	22,579
Taxation	(1,362)	2,019	(2,605)	(6,045)
Profit/(loss) after taxation for the financial year from continuing operations	3,004	(7,733)	6,740	16,534
Discontinuing operations[(c), (d)]				
Profit/(loss) for the financial year from discontinuing operations, net of tax	546	(133)	438	(1,151)
Profit/(loss) after taxation for the financial year	3,550	(7,866)	7,178	15,383
Other comprehensive income, net of tax:				
Items that may be reclassified subsequently to profit or loss				
Currency translation differences	180	(693)	(2,672)	(3,306)
Items that will not be reclassified subsequently to profit or loss				
Revaluation of land and buildings	974	-	974	-
Total comprehensive income/(loss) for the financial year	4,704	(8,559)	5,480	12,077
Profit/(Loss) after taxation attributable to:				
Equity holder of the Company	3,502	(8,294)	6,114	14,100
Non-controlling interests	48	428	1,064	1,283
	3,550	(7,866)	7,178	15,383

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 30 JUNE 2026 [(a)] *(Cont'd)*

	Current Quarter 3 Months Ended		Year to date 12 Months Ended	
	30-Jun-2026 Unaudited RM'000	30-Jun-2025 Unaudited RM'000	30-Jun-2026 Unaudited RM'000	30-Jun-2025 Audited RM'000
Total comprehensive income/(loss) attributable to:				
Equity holder of the Company	4,873	(8,961)	4,804	10,722
Non-controlling interests	(169)	402	676	1,355
	4,704	(8,559)	5,480	12,077
Earnings/(Loss) per share attributable to owners of the Company (sen per share)				
- Basic	0.41	(1.05)	0.72	1.78

Notes:

(a) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is disclosed in Note A2 of the notes to this interim financial report and should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2025 and the accompanying explanatory notes attached to the interim financial report.

(b) A one-off expenses of RM3.4 million incurred in the previous financial period was separately disclosed from Other operating expenses.

(c) Mega Fortris South Africa Pty Ltd ("MFSA") and its subsidiary, was presented as a discontinuing operations following the commitment of the Group to a plan on 30 June 2020 to liquidate the entities. Its subsidiary, Mega Fortris Mzansi (Pty) Ltd, has been liquidated and de-registered from The Companies and Intellectual Property Commission of South Africa in the previous financial year. The liquidation proceeding of MFSA is ongoing as at the end of this financial quarter.

(d) In the previous financial year, the Board had approved the liquidation of Mega Fortris Load Secure Nordic ("MFLSN"), a dormant company, and the liquidation process was initiated on 26 July 2025. Consequently, MFLSN was presented as a discontinuing operation during the previous financial year. The liquidation proceeding had been completed and MFLSN had been de-registered from Danish Business Authority on 24 November 2025.

MEGA FORTRIS BERHAD
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(Registration No: 199801004408 (460535 - H))

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	As at 30-Jun-2026 Unaudited RM'000	As at 30-Jun-2025 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	157,556	93,464
Right-of-use assets	27,214	23,935
Intangible assets	7,367	5,162
Other investments	772	717
Deferred tax assets	615	381
	193,524	123,659
Current assets		
Inventories	46,843	34,317
Trade and other receivables	82,520	109,181
Deferred expenditure	16	38
Current tax assets	1,261	228
Short term investments	27,987	50,892
Cash and bank balances	39,806	41,666
	198,433	236,322
Assets of disposal groups classified as held for sale	274	676
TOTAL ASSETS	392,231	360,657
EQUITY AND LIABILITIES		
Equity attributable to owner of the Company		
Share capital	131,495	131,495
Reserves	101,338	100,759
Shareholders' equity	232,833	232,254
Non-controlling interests	1,717	1,777
TOTAL EQUITY	234,550	234,031

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026 *(Cont'd)*

	As at 30-Jun-2026 Unaudited RM'000	As at 30-Jun-2025 Audited RM'000
EQUITY AND LIABILITIES *(Cont'd)*		
LIABILITIES		
Non-current liabilities		
Other payables	396	312
Borrowings	61,003	42,860
Lease liabilities	16,860	16,356
Deferred tax liabilities	3,244	2,502
	81,503	62,030
Current liabilities		
Trade and other payables	29,216	21,854
Contract liabilities	142	426
Borrowings	39,233	35,260
Lease liabilities	6,531	5,340
Current tax liabilities	850	1,516
	75,972	64,396
Liabilities of disposal groups classified as held for sale	206	200
TOTAL LIABILITIES	157,681	126,626
TOTAL EQUITY AND LIABILITIES	392,231	360,657
Net assets per share attributable to owners of the Company (RM)	0.28	0.28

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2025 and the accompanying explanatory notes attached to the interim financial report.

MEGA FORTRIS BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2026

Group	Share Capital RM'000	Merger reserve RM'000	Capital reserve RM'000	Revaluation reserve RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non-controlling interests RM'000	Total Equity RM'000
	<-------------------------Attributable to owner of the Company------------------------->								
Balance as at 1 July 2025	131,495	(29,950)	(167)	15,988	7,011	107,877	232,254	1,777	234,031
Profit for the financial year	-	-	-	-	-	6,114	6,114	1,064	7,178
Other comprehensive income/(loss), net of tax	-	-	-	974	(2,284)	-	(1,310)	(388)	(1,698)
Total comprehensive income/(loss) for the financial year	-	-	-	974	(2,284)	6,114	4,804	676	5,480
Transactions with owner:									
Acquisition of a subsidiary	-	-	-	-	-	-	-	158	158
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(697)	(697)
Dividends paid						(4,225)	(4,225)	-	(4,225)
Liquidation of a subsidiary	-	-	-	-	-	-	-	(197)	(197)
Total transactions with owner	-	-	-	-	-	(4,225)	(4,225)	(736)	(4,961)
Balance as at 30 June 2026	131,495	(29,950)	(167)	16,962	4,727	109,766	232,833	1,717	234,550

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Year ended 30 June 2025 and the accompanying explanatory notes attached to the interim financial report.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025**

	<-------------------------Attributable to owner of the Company------------------------->								
Group	**Share Capital RM'000**	**Merger reserve RM'000**	**Capital reserve RM'000**	**Revaluation Reserve RM'000**	**Foreign currency translation reserve RM'000**	**Retained Earnings RM'000**	**Total RM'000**	**Non-controlling interests RM'000**	**Total Equity RM'000**
Balance as at 1 July 2024	34,855	(29,950)	(167)	15,988	10,389	93,777	124,892	1,264	126,156
Profit for the financial year	-	-	-	-	-	14,100	14,100	1,283	15,383
Other comprehensive (loss)/income, net of tax	-	-	-	-	(3,378)	-	(3,378)	72	(3,306)
Total comprehensive (loss)/income for the financial year	-	-	-	-	(3,378)	14,100	10,722	1,355	12,077
Transactions with owner:									
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(851)	(851)
Winding up of a subsidiary	-	-	-	-	-	-	-	9	9
New shares issued by the Company for public issue	99,075	-	-	-	-	-	99,075	-	99,075
New shares issuance expenses for public issue	(2,435)	-	-	-	-	-	(2,435)	-	(2,435)
Total transactions with owner	96,640	-	-	-	-	-	96,640	(842)	95,798
Balance as at 30 June 2025	131,495	(29,950)	(167)	15,988	7,011	107,877	232,254	1,777	234,031

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Year ended 30 June 2025 and the accompanying explanatory notes attached to the interim financial report.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2026

	12 Months Ended 30-Jun-2026 Unaudited RM'000	12 Months Ended 30-Jun-2025 Audited RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit from continuing operations before taxation	9,345	22,579
Profit/(Loss) from discontinued operations before taxation	438	(1,181)
	9,783	21,398
Adjustments for:		
Bad debts written off:		
- trade receivables	430	62
- other receivables	-	1
Amortisation of intangible assets	414	164
Allowance for impairment losses:		
- trade receivables	75	1,238
- other receivables	1	407
Reversal of impairment losses:		
- trade receivables	(325)	(226)
- other receivables	(585)	-
Depreciation of property, plant and equipment	3,648	2,390
Depreciation of right-of-use assets	5,426	4,787
Distribution income	(631)	(1,159)
Net gain on disposal of property, plant and equipment	(79)	(2,025)
Gain on liquidation of subsidiary	-	(13)
Interest expense	4,578	4,574
Interest income	(458)	(542)
Inventories written off	7	12
Property, plant and equipment written off	102	12
Revaluation of property, plant and equipment	389	-
Gain on derecognition upon early termination	(1)	(12)
Loss/(Gain) on lease reassessment	83	(576)
Net unrealised loss on foreign exchange	2,104	1,601
Operating profit before working capital changes	24,961	32,093
Changes in working capital:		
Increase in inventories	(12,851)	(1,193)
Decrease/(Increase) in receivables	25,063	(45,835)
Decrease in contract assets net of liabilities	(284)	(96)
Decrease/(Increase) in deferred expenditure	22	(38)
Increase/(Decrease) in payables	7,387	(781)
Cash from/(used in) operations	44,298	(15,850)
Tax paid	(4,111)	(4,704)
Tax refunded	-	65
Net cash generated from/(used in) operating activities	40,187	(20,489)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2026 ***(Cont'd)***

	12 Months Ended 30-Jun-2026 Unaudited RM'000	12 Months Ended 30-Jun-2025 Audited RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Liquidation of a subsidiary, distribution to minority interest	(196)	-
Distribution income received	575	1,159
Interest received	458	542
Proceeds from disposal of property, plant and equipment	163	2,025
Purchases of:		
- intangible assets	(2,628)	(309)
- property, plant and equipment	(67,025)	(13,911)
- right-of-use assets	(609)	(475)
Repayment from a former subsidiary	-	5,927
Net cash used in investing activities	(69,262)	(5,042)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(3,564)	(3,906)
Interest paid capitalised in capital work in progress	-	(539)
Dividends paid to shareholders	(4,224)	-
Dividends paid to non-controlling interest	(697)	(851)
Repayment of bank borrowings	(59,927)	(76,208)
Drawdown of bank borrowings	82,326	68,461
Payment of lease liabilities	(7,437)	(5,903)
Payment of share issuance expenses	-	(2,434)
Proceeds from issue of shares	-	99,075
Net cash generated financing activities	6,477	77,695
Net (decrease)/increase in cash and cash equivalents	(22,598)	52,164
Effects of exchange rate differences	(2,286)	(2,556)
Cash and cash equivalents at beginning of financial year	92,951	43,342
Cash and cash equivalents at end of the financial year	68,067	92,950
Cash and cash equivalents at the end of the financial year comprises:		
Cash and bank balances	27,987	41,666
Short term investments	39,806	50,892
Bank overdraft	-	(283)
	67,793	92,275
Add: Cash and cash equivalents included in disposal group held for sale	274	676
	68,067	92,951

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2025 and the accompanying explanatory notes attached to the interim financial report.

PART A : NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

A1. Corporate Information

Mega Fortris Berhad ("the Company") is a public limited liability company incorporated and domiciled in Malaysia and is listed on the Main Market of Bursa Malaysia Securities Berhad ("Bursa Securities").

These condensed consolidated interim financial statements were approved by the Board of Directors on 27 August 2026.

A2. Basis of Preparation

The interim financial report of the Company and its subsidiaries (collectively, the "Group") is unaudited and has been prepared in accordance with the requirements of MFRS 134: *Interim Financial Reporting* and paragraph 9.22 as well as Appendix 9B of the Main Market Listing Requirements of Bursa Securities.

This interim financial report should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2025 and the accompanying explanatory notes attached to this interim financial report.

The interim financial report has been prepared in accordance with the same accounting policies and methods of computation adopted in the Audited Financial Statements for the Financial Year Ended 30 June 2025, except for the following amendments to MFRSs:

A2.1 Adoption of new or amendments to MFRS

During the financial year, the Group has adopted the following interpretations and amendments issued by the Malaysian Accounting Standards Board ("MASB"), which became effective for annual periods beginning on or after 1 January 2025:

- Amendments to MFRS 121 *Lack of Exchangeability*

Adoption of the above Standards and Amendments did not have any material effect on the financial performance or position of the Group and of the Company.

A2.2 New MFRSs and Amendments to MFRSs issued but not yet effective

At the date of authorisation of these interim financial statements, the following new MFRSs and Amendments to MFRSs were issued but not yet effective and have not been applied by the Group.

Effective for annual financial periods beginning on or after 1 January 2026

- Annual Improvements to MFRS Accounting Standards – Volume 11
- Amendments to MFRS 9 and MFRS 7 *Amendments to the Classification and Measurement of Financial Instruments*
- Amendments to MFRS 9 and MFRS 7 *Contracts Referencing Nature-dependent Electricity*

Effective for annual financial periods beginning on or after 1 January 2027

- MFRS 18 *Presentation and Disclosure in Financial Statements*
- MFRS 19 *Subsidiaries without Public Accountability: Disclosures*
- Amendments to MFRS 19 *Subsidiaries without Public Accountability: Disclosures*
- Amendments to MFRS 121 *Translation to a Hyperinflationary Presentation Currency*

A2. Basis of Preparation *(Cont'd)*

A2.2 New MFRSs and Amendments to MFRSs issued but not yet effective *(Cont'd)*

At the date of authorisation of these interim financial statements, the following new MFRSs and Amendments to MFRSs were issued but not yet effective and have not been applied by the Group. (*Cont'd)*

Deferred to a date to be determined by the MASB

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

The Group is in the process of assessing the impact of implementing these Standards and Amendments, since the effects would only be observable for the future financial years.

A3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report for the financial year ended 30 June 2025 of the Group was not subject to any qualification.

A4. Seasonal or Cyclical Factors

The operations and performance of the Group during the current quarter under review have not been materially affected by any seasonal or cyclical factors.

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

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

A6. Material Changes in Estimates

There were no changes in estimates that may have a material effect on the current financial quarter under review.

A7. Debt and Securities

	Number of ordinary shares '000	**Amount RM'000**
Issued share capital		
As at 1 July 2025 and 30 June 2026	844,972	131,495

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities in the current quarter under review.

In the previous financial year, the Company had a public issue of 147,873,000 new ordinary shares at the issue price of RM0.67 per issued share in conjunction with the Initial Public Offering ("IPO") of the Company.

A8. Dividends Paid

The following dividends were paid during the financial quarter ended 31 December 2025:

	Amount RM
Final dividends	
Final dividend in respect of the financial year ended 30 June 2025:	
- 0.5 sen single-tier dividend per ordinary shares paid on 10 October 2025	4,224,862

A9. Segmental Information

The Group has arrived at three (3) (2025: two (2)) reportable segments that are organised and managed separately based on information reported internally to the Management and the Board of Directors. The reportable segments are summarised as follows:

i. **Manufacturing** – Manufacturing and trading of security seals and tamper evident bags
ii. **Trading** – Trading and wholesale of security seals and tamper evident products
iii. **Services** – Laboratory and professional services

	Continuing operations			Discontinuing operations	
YTD 30-Jun-2026	**Manufacturing RM'000**	**Trading RM'000**	**Services RM'000**	**Trading RM'000**	**Total RM'000**
Revenue					
Total revenue	97,337	112,707	391	-	210,435
Inter-segment revenue	(45,724)	(60)	-	-	(45,784)
Revenue from external customers	51,613	112,647	391	-	164,651
Finance costs	4,016	545	17	-	4,578
Depreciation and amortisation:					
- Property, plant and equipment	2,681	919	48	-	3,648
- Right-of-use assets	2,456	2,894	76	-	5,426
- Intangible assets	410	4	-	-	414
Segment (loss)/profit before income tax	**(948)**	**10,553**	**(260)**	**438**	**9,783**
Taxation	247	2,358	-	-	2,605
Other material non-cash items					
Allowance for impairment losses on trade and other receivables	2	74	-	-	76
Reversal of impairment losses on trade and other receivables	(862)	(48)	-	-	(910)
Bad debts written off	-	430	-	-	430
Capital expenditure	39,500	26,903	622	-	67,025
Segment assets	**249,291**	**138,827**	**1,963**	**274**	**390,355**
Segment liabilities	**124,547**	**27,710**	**1,124**	**206**	**153,587**

A9. Segmental Information *(Cont'd)*

YTD 30-Jun-2025	Continuing operations Manufacturing RM'000	Continuing operations Trading RM'000	Discontinuing operations Trading RM'000	Total RM'000
Revenue				
Total revenue	105,641	112,722	-	218,363
Inter-segment revenue	(41,518)	(400)	-	(41,918)
Revenue from external customers	64,123	112,322	-	176,445
Finance costs	4,304	289	-	4,593
Depreciation and amortisation:				
- Property, plant and equipment	2,150	240	-	2,390
- Right-of-use assets	2,211	2,576	-	4,787
- Intangible assets	162	2	-	164
Segment profit/(loss) before income tax	**10,218**	**12,361**	**(1,181)**	**21,398**
Taxation	3,559	2,486	(30)	6,015
Other material non-cash items				
Allowance for impairment losses on trade and other receivables	1,645	-	-	1,645
Reversal of impairment losses on trade and other receivables	(66)	(160)	-	(226)
Capital expenditure	13,555	943	-	14,498
Segment assets	**237,724**	**121,648**	**676**	**360,048**
Segment liabilities	**95,305**	**27,103**	**200**	**122,608**

Geographical information

In presenting information on the basis of geographical areas, segment revenue is based on the region and country of operations. The composition of each geographical segment is Asia Pacific, Europe, the United States of America ("USA") and Middle East.

Revenue from external customers	YTD 30-Jun-2026 RM'000		YTD 30-Jun-2025 RM'000	
Continuing operations				
Asia Pacific	67,740	41%	76,560	43%
Europe	49,577	30%	54,100	31%
USA	39,554	24%	36,691	21%
Middle East	7,780	5%	9,094	5%
	164,651	100%	176,445	100%

A10. Valuation of Property, Plant and Equipment

During the current financial quarter, the Group undertook a revaluation exercise on its freehold land and buildings (collectively **"Properties"**) classified under Property, Plant and Equipment. The revaluation exercise was performed through the appointment of an independent property valuer using the open market value basis to determine the current market value of the Properties for accounting purposes.

The resulting revaluation surplus amounting to approximately RM974,000 has been recognised in the Revaluation Reserve within the Condensed Consolidated Statement of Changes in Equity. A revaluation deficit of approximately RM389,000 has been recognised in the Statement of Profit or Loss.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter under review, except as stated below:

(i) On 13 October 2025, the Company became the immediate holding company of Fortris Analytical Services Sdn. Bhd., a newly incorporated subsidiary in Malaysia. The Company holds 60% of the issued paid-up share capital of the subsidiary.

Fortris Analytical Services Sdn. Bhd. is principally engaged in providing laboratory and professional services for post-race and pre-race drug testing services.

The incorporation of this subsidiary is to compliment one of the Group's expansion strategies, to move upstream of the business so as to create a full eco system environment for the customers. The Board does not expect the incorporation of the subsidiary to have a material impact on the Group's earnings for the current financial year.

(ii) On 24 November 2025, the liquidation of Mega Fortris Load Secure Nordic ("MFLSN") was completed following the approval of the relevant authorities.

Upon completion of the liquidation, MFLSN ceased to be a subsidiary of the Group and was accordingly de-recognised from the consolidated financial statements of the Group. The completion of the liquidation did not result in any material gain or loss to the Group.

The completion of the liquidation has no further financial impact on the Group in the future reporting periods.

(iii) On 8 January 2026, the Company became the penultimate holding company of Mega Fortris ME General Trading L.L.C, a newly incorporated subsidiary in the United Arab Emirates ("UAE"), through Mega Fortris (Europe) ApS Ltd.'s direct shareholding of 51%. The Company indirectly holds 51% of the issued paid-up share capital of the aforementioned subsidiary.

Mega Fortris ME General Trading L.L.C is principally engaged in trading of packing and packaging materials and packing and packaging equipment.

The incorporation of this subsidiary is to takeover the business operations of Mega Fortris ME FZCO ("MFME"), incorporated in the UAE Free Trade Zone. The presence and licenses of MFME in Free Trade Zone has limited its access to UAE mainland market and expanding into more regulated activities.

A11. Changes in the Composition of the Group *(Cont'd)*

(iv) On 8 May 2026, the Company became the penultimate holding company of Mega Pandai Macau Limited, a newly registered subsidiary in Macau, through Mega Pandai Global Sdn. Bhd.'s direct shareholding of 100%. The Company indirectly holds 100% of the issued paid-up share capital of the aforementioned subsidiary.

Mega Pandai Macau Limited is principally engaged in providing a total solution in supplying and assembling of playing cards in sealed security boxes, trading of security seals and tamper evident products.

The incorporation of this subsidiary is to compliment the Group's new business in card printing by creating a total solution in supplying of secured cards for the customers.

A12. Contingent Assets and Liabilities

As at the end of the current financial quarter under review, save as disclosed in Section B10, there are no other contingent assets or contingent liabilities incurred or known to be incurred by the Group, which may, upon becoming enforceable, have material adverse impact on our consolidated statement of financial position or business.

A13. Capital Commitments

The capital commitments of the Group at the end of the reporting period are as follows:

	As at 30-Jun-2026 RM'000	**As at 30-Jun-2025 RM'000**
Approved and contracted for	35,784	42,618
Approved but not contracted for	21,183	82,424
	56,967	125,042

A14. Related Party Transactions

	Cumulative Financial Quarter Ended	
	30-Jun-2026 RM'000	**30-Jun-2025 RM'000**
Transactions with companies in which certain Directors have substantial financial interests:		
Lease payments made on offices and warehouses	448	435
Income:		
- Sales of goods	92	61
Expenses:		
- Purchase of goods	3,049	3,899
- Electricity costs	10	11
- Purchase of services	206	194

A15. Material Events Subsequent to the Reporting Date

There was no material event subsequent to the end of the current quarter up to the date of the interim financial report.

A16. Fair Value Information

The fair values of financial assets and financial liabilities are determined as follows:

(a) Financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value

The carrying amounts of financial assets and financial liabilities of the Group, such as current portion of trade and other receivables, short-term investments, trade and other payables and borrowings, are reasonable approximation of fair values due to immaterial discounting.

(b) Non-current trade and other receivables and long-term borrowings

The fair values of these financial instruments are estimated by discounting the expected future cash flows at market lending rates for similar types of lending, borrowing or leasing arrangements at the end of the reporting period. At the end of the reporting period, these amounts are carried at amortised costs and the carrying amounts approximate to their fair values.

(c) Investment in keyman insurance contracts

The fair value of the keyman insurance contracts purchased for key management personnel and director of the Group is determined based on the cash surrender value in accordance with the keyman insurance contract which is not an observable input. The fair value is categorised as Level 3 in fair value hierarchy.

The unobservable input is the cash surrender value quoted by the insurance company according to the keyman insurance contract. When the cash surrender value is higher, the fair value of the keyman insurance contract will be higher.

PART B : NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Group Performance

B1.1 Review of Current Quarter Performance versus Corresponding Last Year (2026-Q4 vs 2025-Q4)

	3 months ended		Movement	
	30-Jun-2026	30-Jun-2025		
	RM'000	RM'000	RM'000	%
Continuing operations				
Revenue	42,121	23,680	18,441	77.9
Cost of Sales	(21,574)	(18,058)	3,516	19.5
Gross Profit	20,547	5,622	14,925	265.5
Other operating income	1,114	518	596	115.1
Profit from operations	21,661	6,140	15,521	252.8
Net gain/(loss) on impairment of financial assets	751	(1,529)	2,280	149.1
Selling and distribution expenses	(483)	(332)	151	45.5
Administrative expenses	(15,573)	(12,818)	2,755	21.5
Other operating expenses	(784)	(208)	576	276.9
Finance cost	(1,206)	(1,005)	201	20.0
Profit/(Loss) before taxation	4,366	(9,752)	14,118	144.8
Taxation	(1,362)	2,019	-3,381	-167.5
Profit/(Loss) after taxation	3,004	(7,733)	10,737	138.8
GP %	48.8%	23.7%		
PBT %	10.4%	-41.2%		
PAT %	7.1%	-32.7%		

The Group recorded revenue of RM42.1 million, gross profit of RM20.5 million and profit before taxation of RM4.4 million for the current quarter ended 30 June 2026. The GP % was reported at 48.8% while the PBT % and PAT % stood at 10.4% and 7.1% respectively.

Compared to corresponding last year quarter ended 30 June 2025, the increase in revenue for the current quarter ended 30 June 2026 was mainly attributable to the recovery of customer demand as customers gradually adapted to the evolving global geopolitical landscape. However, the Group continued to face challenges arising from the lingering impact of the trade tariffs, wars and political issues resulted in global market slowing down and increased raw material prices and shipping costs. In addition, the strengthening of Malaysia Ringgit (MYR) against various foreign currencies mainly United States Dollar (USD) has also affected the performance and financial position of the Group. Included in the Administrative expenses was loss on foreign exchange of RM2.1 million as compared to preceding corresponding quarter of RM0.9 million.

The increase in revenue, which outpaced the gradual increase in cost of goods sold, resulted in an improvement in gross profit margin. This, in turn, led to an increase in profit before tax for the current quarter ended 30 June 2026, as compared to corresponding last year quarter ended 30 June 2025.

B1. Review of Group Performance *(Cont'd)*

B1.2 Review of Current Cumulative Quarter Performance versus Corresponding Last Year Cumulative Quarter Performance (FY2026-12M vs FY2025-12M)

	12 months ended		Movement	
	30-Jun-2026	30-Jun-2025		
	RM'000	RM'000	RM'000	%
Continuing operations				
Revenue	164,651	176,445	-11,794	-6.7
Cost of Sales	(92,027)	(97,023)	-4,996	-5.1
Gross Profit	72,624	79,422	-6,798	-8.6
Other operating income	2,908	5,317	-2,409	-45.3
Profit from operations	75,532	84,739	-9,207	-10.9
Net gain/(loss) on impairment of financial assets	834	(1,419)	2,253	158.8
Selling and distribution expenses	(1,899)	(1,648)	251	15.2
Administrative expenses	(59,725)	(50,856)	8,869	17.4
Other operating expenses	(819)	(242)	577	238.4
Finance cost	(4,578)	(4,593)	-15	-0.3
Core profit before taxation	9,345	25,981	-16,636	-64.0
Expenses in relation to listing *	-	(3,402)	-3,402	-100.0
Profit before taxation	9,345	22,579	-13,234	-58.6
Taxation	(2,605)	(6,045)	-3,440	-56.9
Profit after taxation	6,740	16,534	-9,794	-59.2
GP %	44.1%	45.0%		
PBT %	5.7%	12.8%		
PAT %	4.1%	9.4%		

* This represents the remaining IPO listing expenses after accounting for the share issuance expenses recorded under equity.

The Group recorded revenue for the current cumulative quarter ended 30 June 2026 of RM164.7 million, gross profit of RM72.6 million and profit before taxation of RM9.3 million. The GP % reported at 44.1% while the PBT % and PAT % stood at 5.7% and 4.1% respectively.

Compared to corresponding last year cumulative quarter ended 30 June 2025, the reduction in revenue for the current cumulative quarter ended 30 June 2026 was caused by the creeping impact of the trade tariffs, wars and political issues resulted in global market slowing down and increased raw material prices and shipping costs, despite recording a higher revenue during the current quarter as mentioned in Section B1.1 The strengthening of Malaysia Ringgit (MYR) against various foreign currencies mainly United States Dollar (USD) has also affected the performance and financial position of the Group.

The reduction in revenue resulted in a lower gross profit and gross profit margin, which in turn led to a decrease in profit before tax for the current cumulative quarter ended 30 June 2026, as compared to corresponding cumulative quarter ended 30 June 2025. The profit before tax was further affected by the loss in foreign currency of RM4.9 million, which was reflected in administrative expenses.

B2. Comparison with Immediate Preceding Quarter's Results (FY2026-Q4 vs FY2026-Q3)

	3 months ended		Movement	
	30-Jun-2026	31-Mar-2026		
	RM'000	RM'000	RM'000	%
<u>Continuing operations</u>				
Revenue	42,121	45,565	-3,444	-7.6
Cost of Sales	(21,574)	(27,367)	-5,793	-21.2
Gross Profit	20,547	18,198	2,349	12.9
Other operating income	1,114	344	770	223.8
Profit from operations	21,661	18,542	3,119	16.8
Net gain on impairment of financial assets	751	84	667	794.0
Selling and distribution expenses	(483)	(397)	86	21.7
Administrative expenses	(15,573)	(16,613)	-1,040	-6.3
Other operating expenses	(784)	(25)	759	3,036.0
Finance cost	(1,206)	(1,100)	106	9.6
Profit before taxation	4,366	491	3,875	789.2
Taxation	(1,362)	(87)	1,275	1,465.5
Profit after taxation	3,004	404	2,600	643.6
GP %	48.8%	39.9%		
PBT %	10.4%	1.1%		
PAT %	7.1%	0.9%		

The Group's revenue for the current quarter ended 30 June 2026 reduced by RM3.4 million or approximately 7.6% to RM42.1 million compared to the preceding quarter ended 31 March 2026. The renewed conflict in the Middle East and the disruption of shipping routes, including the Straits of Hormuz, have resulted in delays in shipping. The strengthening of Ringgit Malaysia against other major foreign currencies has also resulted in lower revenue when translated into Ringgit Malaysia during the current quarter.

The gross profit of the Group for the current quarter ended 30 June 2026 increased by RM2.3 million, an increase of 12.9% compared to the preceding quarter ended 31 March 2026. The Group recorded gross profit margin of 48.8% in the current quarter ended 30 June 2026 and 39.9% in the preceding quarter ended 31 March 2026, recording an increase of 8.9% in gross profit margin. The increase in gross profit was mainly driven by the lower cost of sales in the current quarter.

Profit before tax of the Group for the current quarter increased by 789.2% from RM0.5 million in the preceding quarter ended 31 March 2026 to RM4.4 million in the current quarter ended 30 June 2026. This was mainly due to the increase in gross profit margin and the reduction of administrative expenses, as Ringgit Malaysia has stabilised against other foreign currencies in the current quarter ended 30 June 2026.

The Group's profit after tax for the current quarter ended 30 June 2026 increased by RM2.6 million or approximately 643.6% to RM3.0 million compared to the preceding quarter ended 31 March 2026. This increase was primarily due to the factors explained above.

B3. Prospects for the Group for the Financial Year Ending 30 June 2027

The Group remains cautiously optimistic about its prospects for the financial year ending 2027, notwithstanding continued geopolitical tensions, macroeconomic uncertainty, foreign exchange volatility, and fluctuations in raw material and commodity costs. As the Group enters FYE 2027, its immediate priorities are to strengthen revenue growth, improve operational efficiency, and respond to customers' increasing requirements for shorter lead times, stronger audit trails, and lower lifecycle impacts. These priorities align with the Group's broader strategic direction of combining trusted, quality-manufactured hardware with software, data, and value-added services to secure the full chain of custody, from source through to deployment and eventual disposal.

To support organic growth across its global subsidiaries, the Group intends to implement targeted strategies including strengthening cross-selling capabilities, expanding regional commercial resources, and converting multinational customers into broader global accounts served across its international network. On the infrastructure front, the Group’s centralised warehouse and planned distribution centre, together with its marking facilities, and automated production capabilities, the Group is expected to strengthen its ability to serve customers across Europe, the Americas, the Middle East, and Africa. Closer coordination between these regional facilities and its Malaysian operations should optimise production planning, improve product availability, shorten delivery lead times, and reduce logistics costs, while also creating additional commercial opportunities in both existing and new markets.

Innovation remains a central pillar of the Group's strategy. In FYE2027, it expects to progressively develop and venture into new integrated product solutions that combine physical security products with identification, traceability, and data-management capabilities, aimed at improving customers' operational visibility, facilitating exception detection, and enhancing the integrity of complex custody and supply-chain processes. In addition, the Group's longer-term objective is to establish a premium card segment as an additional growth platform, extending its established capabilities in tamper-evident seals, secure containers, and chain-of-custody solutions. This segment will be developed progressively, with emphasis on product qualification, production consistency, secure custody procedures, and customer-specific operating requirements.

The Group also recognises the growing importance of Environmental, Social, and Governance (**“ESG”**) considerations, which will be integrated throughout its product lifecycle, from design and manufacturing through to delivery and end use, alongside continued focus on occupational health and safety, staff-vetting procedures, and employee development. On top of that, the Company's official inclusion in the List of Shariah Advisory Council of the Securities Commission Malaysia on 29 May 2026 is expected to strengthen its capital market profile and broaden its stakeholder appeal, complementing its existing emphasis on integrity, accountability, and responsible value creation. The Group will continue strengthening its internal Shariah-governance framework, ensuring strategic and financing decisions align with its Shariah-compliant status, and integrating this with its broader ESG agenda.

Collectively, these initiatives are expected to improve operational efficiency, strengthen productivity, and support sustainable long-term growth.

While external headwinds are expected to persist, the Group believes its diversified customer base, established international network, manufacturing capabilities, and operational excellence position it well to navigate the business environment. Accordingly, the Board to expect satisfactory performance for FYE 2027, barring any unforeseen circumstances.

B4. Variance of Actual Profit from Profit Forecast

The Group did not issue nor publish any profit forecast or profit guarantee in any form of public documentation and announcement in relation to the current financial quarter under review.

B5. Profit Before Taxation

	Current Quarter 3 Months ended		Cumulative Quarter 12 Months ended	
	30-Jun-2026 RM'000	30-Jun-2025 RM'000	30-Jun-2026 RM'000	30-Jun-2025 RM'000
After charging:				
Amortisation of intangible assets	289	30	414	164
Bad debts written off:				
- trade receivables	395	32	430	62
- other receivables	-	-	-	1
Depreciation of property, plant and equipment	1,347	737	3,648	2,390
Depreciation of right-of-use assets	1,626	1,150	5,426	4,787
Impairment losses on:				
- trade receivables	73	1,224	75	1,238
- other receivables	1	407	1	407
Interest expenses	1,206	1,005	4,578	4,593
Inventories written off	(6)	(26)	7	12
Lease expenses:				
- low value assets	32	30	118	89
- short-term assets	115	52	339	214
Loss on foreign exchange:				
- realised	1,434	710	2,837	2,240
- unrealised	(704)	150	2,104	640
Property, plant and equipment written off	4	-	102	12
And crediting:				
Bad debts recovered:				
- trade receivables	-	(22)	-	(81)
Distribution income	(92)	(440)	(631)	(1,159)
Interest income	(143)	(106)	(458)	(542)
Rental income	(84)	(95)	(296)	(231)
Reversal of impairment losses on:				
- trade receivables	(240)	(102)	(325)	(226)
- other receivables	(585)	-	(585)	-
Reversal of fair value adjustments	-	(179)	-	(179)
Net gain on disposal of property, plant and equipment	(6)	824	(79)	(2,025)

B6. Taxation

	Current Quarter 3 Months ended		Cumulative Quarter 12 Months ended	
	30-Jun-2026 RM'000	30-Jun-2025 RM'000	30-Jun-2026 RM'000	30-Jun-2025 RM'000
Continuing operations:				
Malaysian income tax:				
Current period/year	257	(2,628)	715	3,272
(Over)/Under provision in prior period/year	(17)	100	(769)	100
	240	(2,528)	(54)	3,372
Foreign income tax:				
Current period/year	896	517	2,590	2,812
Over provision in prior period/year	(52)	(118)	(124)	(142)
	844	399	2,466	2,670
Deferred tax:				
Current year	287	108	287	108
Over provision in prior year	(9)	2	(94)	(105)
	278	110	193	3
	1,362	(2,019)	2,605	6,045
Effective tax rate (%) [a]	31.2%	20.7%	27.9%	26.8%

Note:

(a) The effective tax rate for the current quarter ended 30 June 2026 and 30 June 2025 were 31.2% and 20.7%, respectively, which is higher than the statutory tax rate of 24.0%, mainly due to the increase in unrealised loss in foreign exchange and deferred tax asset not recognised for loss making subsidiaries.

B7. Status of Corporate Proposals

There were no new proposals made for the quarter under review.

B8. **Utilisation of Proceeds from the Public Issue**

The status of utilisation of proceeds from the public issue as at 30 June 2026 is as follows:

	Proposed Utilisation RM'000	Proposed Variation RM'000	Actual Utilisation RM'000	Balance Unutilised RM'000	Estimated Timeframe for Utilisation Upon Listing	Revised Timeframe for Utilisation (From the Date of EGM*)
Capital expenditures:						
- new production facilities for security seals in United Kingdom	42,980	-	(42,980)	-	36 months	-
- new business in providing total solution in supplying and handling of playing cards in sealed security boxes in Macao	45,000	(45,000)	-	-	36 months	-
Estimated listing expenses	11,095	-	(11,095)	-	Immediate	-
Capital expenditure for Card Printing Business:						
- Purchase of additional ancillary machinery and equipment to be installed at No. 56 Property	-	7,613	-	7,613	-	Within 6 months
- Renovation works at No. 56 Property	-	15,341	(11,989)	3,352	-	Within 6 months
- Setting up of the Macao Centre	-	14,467	-	14,467	-	Within 12 months
Working capital for the day-to-day operations of Card Printing Business	-	7,579	(3,016)	4,563	-	Within 15 months
	99,075	-	(69,080)	29,995		

(*) Date of EGM: 9 March 2026

B8. Utilisation of Proceeds from the Public Issue *(Cont'd)*

Pending the eventual utilisation of the proceeds from our Public Issue for the above intended purposes, we had placed the balance of the proceeds raised (including accrued interest, if any) in interest-bearing accounts with licensed financial institutions in Malaysia and/or money market deposit instruments / funds.

The use of proceeds as disclosed above should be read in conjunction with the Company's Prospectus dated 21 October 2024 and the circular to the shareholders in relation to the variation of the utilisation of proceeds dated 13 February 2026.

On 9 March 2026, the Company has obtained the approval from the Shareholders through the Extraordinary General Meeting on the Proposed Variation to vary the allocation of gross proceeds raised from its initial public offering on 11 November 2024. The Proposed Variation entails the Group to vary the use of RM45.0 million of the IPO Proceeds that was earmarked for the capital expenditure for a new business in providing total solution in supplying and handling of playing cards in sealed security boxes in Macao, as below:

(i) The Group will concentrate all its card manufacturing operations in Malaysia and will increase the annual printing output; and
(ii) The Group will set up a warehouse in Macao to serve as a centre to undertake the total solution in supplying and handling of playing cards in sealed security boxes in Macao.

B9. Group Borrowings

	As at 30-Jun-2026 RM'000	**As at 30-Jun-2025 RM'000**
Non-current liabilities		
Secured:		
Term loans	61,003	42,860

	As at 30-Jun-2026 RM'000	**As at 30-Jun-2025 RM'000**
Current liabilities		
Secured:		
Revolving credits	17,000	17,000
Banker's acceptance	13,318	14,644
Term loans	6,013	3,333
Bank overdrafts	-	283
Invoice financing	2,902	-
	39,233	35,260

B9. Group Borrowings *(Cont'd)*

	As at 30-Jun-2026 RM'000	As at 30-Jun-2025 RM'000
Total borrowings		
Secured:		
Revolving credits	17,000	17,000
Banker's acceptance	13,318	14,644
Term loans	67,016	46,193
Bank overdrafts	-	283
Invoice financing	2,902	-
	100,236	78,120

The Group's borrowings in Ringgit Malaysia ("RM") equivalent analysed by currency are as follows:

	As at 30-Jun-2026 RM'000	As at 30-Jun-2025 RM'000
Ringgit Malaysia	97,334	78,120
Great Britain Pound	2,902	-
	100,236	78,120

B10. Material Litigations

As of the date of this interim financial report, save as disclosed below, there is no material litigation or arbitration that could significantly affect the financial position of the Group, and the Board of Directors is not aware of any pending proceedings or any circumstances likely to lead to such proceedings.

High Court Suit No. WA-22NCvC-578-10/2025 between Whatman Capital Pte. Ltd. (as plaintiff) and our Company, Ng Meng Kee and Ng Meng Poh (as defendants)

On 6 October 2025, our Company was served with a Writ of Summons ("Writ") and Statement of Claim ("SOC"), both dated 1 October 2025 in respect of legal proceedings commenced by Whatman Capital Pte. Ltd. ("Whatman Capital") claiming for alleged "success fees" and related sums purportedly arising from alleged arrangements in connection with our IPO, under which, our Company, Ng Meng Kee and Ng Meng Poh are named as the defendants.

The alleged reliefs sought by Whatman Capital against our Company in its Writ and SOC, are, among others, payment of the principal sum of RM4,958,240.00, with costs and interest at the rate of 5% per annum on the claim sum from the date of SOC to the date of full and final settlement.

On 17 November 2025, the Company had filed its Defence and Counterclaim against Whatman Capital's claim, seeking, among others, restitution of sums in the amount of RM4,446,296.36. Whatman Capital subsequently filed its Reply, denying all statements of fact and allegations contained in our Defence and Counterclaim.

The Company had, on 11 December 2025, filed: (i) a striking out application; and (ii) application for security for costs respectively against Whatman Capital. Parties have since exchanged affidavits and written submissions in respect of both applications.

B10. Material Litigations *(Cont'd)*

The hearing of the Striking Out Application was held on 21 July 2026, where on 27 August 2026, the Striking Out Application was dismissed with RM15,000 costs awarded to the Plantiff, as the Court considered that the matters raised in the Company's Striking Out Application would require a trial for disposal.

The Court fixed 22 September 2026 for hearing of the Company's Security for Costs Application and for further directions in respect of the main suit, including pre-trial directions for the trial presently fixed from 11 January 2027 to 14 January 2027.

In consultation with our solicitors, our Company is of the view that there are reasonably good prospects in respect of our Company's Defence and Counterclaim.

B11. Dividend

The Board of Directors does not recommend any dividend in respect of the reporting quarter and financial year-to-date.

B12. Earnings/(Loss) Per Share [(a)]

B12.1 Basic Earnings/(Loss) per Share

The calculation of basic (loss)/earnings per share is based on the net (loss)/profit attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding as follows:

	Current Quarter Ended		Cumulative Financial Quarter Ended	
	30-Jun-2026	30-Jun-2025	30-Jun-2026	30-Jun-2025
Profit/(Loss) attributable to owners of the Company (RM'000)	3,502	(8,294)	6,114	14,100
Weighted average number of ordinary shares ('000)	844,972	792,305	844,972	792,305
	0.41	(1.05)	0.72	1.78

B12.2 Diluted Earnings Per Share

There is no effect of dilution for the current quarter and financial year-to-date.

Notes:

(a) The basic earnings/(loss) per share ("EPS") is computed based on the profit/(loss) attributable to owners of the Company for the year divided by the weighted average number of ordinary shares in issue after the completion of Public Issue. Diluted earnings per ordinary share for the financial year is calculated by dividing the profit for the financial year attributable to the owners of the Company by the weighted average number of ordinary shares outstanding during the financial year adjusted for the effects of dilutive potential ordinary shares.

B13. Comparative Figures

Certain comparative figures have been reclassified to conform with current quarter's/period's presentation.

By Order of the Board of Directors
Company Secretary
27 August 2026