SWS CAPITAL BERHAD [199901027346 (502246-P)]
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
As At 30 June 2026
(Unaudited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	30.06.2026 RM'000	30.06.2025 RM'000	30.06.2026 RM'000	30.06.2025 RM'000
Revenue	17,115	19,957	34,020	46,168
Cost of Sales	(14,047)	(18,861)	(26,370)	(41,182)
Gross Profit	3,068	1,096	7,650	4,986
Administration expenses	(2,363)	(3,241)	(4,857)	(6,763)
Selling and distribution expenses	(995)	(1,278)	(2,051)	(2,790)
Other income / (expenses)	(337)	43	79	(33)
Net profit / (loss) on impairment of financial assets	11	4	68	(47)
Profit / (Loss) from operation	(616)	(3,376)	889	(4,647)
Finance costs	(202)	(432)	(534)	(908)
Profit / (Loss) before tax	(818)	(3,808)	355	(5,555)
Taxation	29	(181)	(247)	(555)
Profit / (Loss) after tax for the financial period	**(789)**	**(3,989)**	**108**	**(6,110)**
Other Comprehensive Income				
Revaluation of land and building	-	-	-	-
Total comprehensive income / (loss) for the financial period	**(789)**	**(3,989)**	**108**	**(6,110)**
Profit / (Loss) attributable to :				
Owners of the Parent	(789)	(3,989)	108	(6,110)
Non-Controlling Interests	-	-	-	-
	(789)	**(3,989)**	**108**	**(6,110)**
Total comprehensive income / (loss) attributable to :				
Owners of the Parent	(789)	(3,989)	108	(6,110)
Non-Controlling Interests	-	-	-	-
	(789)	**(3,989)**	**108**	**(6,110)**
Basic earning / (loss) per share (in sen)	(0.26)	(1.32)	0.04	(2.02)
Diluted earning / (loss) per share (in sen)	(0.26)	(1.32)	0.04	(2.02)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the period ended 31 December 2025)

SWS CAPITAL BERHAD [199901027346 (502246-P)]
Condensed Consolidated Statement of Financial Position
As At 30 June 2026

	Unaudited As At 30.06.2026 RM'000	Audited As At 31.12.2025 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	14,166	15,145
Investment properties	22,327	22,327
Right-of-use assets	70,105	71,680
Total Non-Current Assets	106,598	109,152
Current Assets		
Other investments	2,227	2,192
Inventories	17,545	19,511
Trade receivables	16,858	16,094
Other receivables	1,177	1,670
Tax Recoverable	1,699	1,460
Cash and bank balances	27,985	7,614
Fixed deposits with licensed bank	7,746	25,522
Assets held for sale	-	1,675
Total Current Assets	75,237	75,738
TOTAL ASSETS	**181,835**	**184,890**
EQUITY AND LIABILITIES		
Capital and Reserves		
Share capital	133,181	133,181
Revaluation reserve	35,303	36,547
Accumulated losses	(23,823)	(25,175)
Total Equity	**144,661**	**144,553**
LIABILITIES		
Non-Current Liabilities		
Loans and borrowings	6,476	6,995
Lease liabilities	332	652
Deferred tax liabilities	5,094	5,141
Total Non-Current Liabilities	11,902	12,788
Current Liabilities		
Loans and borrowings	14,231	14,761
Lease liabilities	458	896
Trade payables	6,912	7,951
Other payables	3,671	3,941
Total Current Liabilities	25,272	27,549
TOTAL LIABILITIES	**37,174**	**40,337**
TOTAL EQUITY AND LIABILITIES	**181,835**	**184,890**
Net asset per share attributable to Owners of the Parent (In RM)	**0.48**	**0.48**

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the period ended 31 December 2025)

SWS CAPITAL BERHAD [199901027346 (502246-P)]
Condensed Consolidated Statement of Changes In Equity
As At 30 June 2026
(Unaudited)

	Attributable to Owners of the Parent			
	Non-distributable			
	Share Capital	**Revaluation Reserve**	**Accumulated Losses**	**Total Equity**
	RM'000	**RM'000**	**RM'000**	**RM'000**
2026				
At beginning of financial period	133,181	36,547	(25,175)	144,553
Profit for the financial period	-	-	108	108
Realisation of revaluation surplus upon depreciation	-	(462)	462	-
Transfer of revaluation reserve upon disposal of property	-	(782)	782	-
At end of financial period	**133,181**	**35,303**	**(23,823)**	**144,661**
2025				
At beginning of financial period	133,181	31,880	(14,437)	150,624
Loss for the financial period	-	-	(6,110)	(6,110)
Realisation of revaluation surplus upon depreciation	-	(466)	466	-
At end of financial period	**133,181**	**31,414**	**(20,081)**	**144,514**

(The Condensed Consolidated Statement of Change In Equity should be read in conjunction with the Annual Financial Report for the period ended 31 December 2025)

SWS CAPITAL BERHAD [199901027346 (502246-P)]
Condensed Consolidated Statement of Cash Flows
As At 30 June 2026
(Unaudited)

	CUMULATIVE QUARTER	
	30.06.2026	30.06.2025
	RM'000	RM'000
Cash flows from operating activities		
Profit / (Loss) before tax	355	(5,555)
Adjustments for :		
Allowance for doubtful debts	(28)	(64)
Amortisation of right-of-use asset	455	301
Bad debts recovered	(96)	(17)
Bad debts written off	163	10
Deposit written off	-	(61)
Depreciation of property, plant and equipment	2,316	3,159
Finance costs	513	868
Gain on disposal of assets held for sale	(35)	-
(Gain) / Loss on disposal of property, plant and equipment	(57)	9
Interest expense on lease liabilities	21	40
Interest income	(209)	(157)
Unrealised (gain) / loss on foreign exchange	(7)	389
Operating profit / (loss) before changes in working capital	3,391	(1,078)
Changes in working capital:		
- Inventories	1,966	7,582
- Trade and other receivables	(1,191)	4,842
- Other current assets	487	1,183
- Trade and other payables	(1,309)	(2,396)
Cash flows generated from operations	3,344	10,133
Tax paid	(534)	(1,158)
Tax refunded	-	12
Net cash flows from operating activities	2,810	8,987
Cash flows used in investing activities		
Acquistion of property, plant and equipment	(328)	(1,451)
Interest received	174	120
Placement of deposits with licensed banks	-	-
Proceeds from disposal of property, plant and equipment	1,866	841
Net cash flows used in investing activities	1,712	(490)
Cash flows from / (used in) financing activities		
Interest paid	(513)	(868)
Placement of fixed deposit	(131)	(3,943)
Repayment of bankers' acceptance	(29)	(3,213)
Repayment of lease liabilities	(766)	(1,014)
Repayment of term loans	(889)	(377)
Net cash flows from / (used in) financing activities	(2,328)	(9,415)
Net increased / (decrease) in cash and cash equivalents	**2,194**	**(918)**

SWS CAPITAL BERHAD [199901027346 (502246-P)]
Condensed Consolidated Statement of Cash Flows (cont'd)
As At 30 June 2026
(Unaudited)

	CUMULATIVE QUARTER	
	30.06.2026	**30.06.2025**
	RM	**RM**
Net increased / (decrease) in cash and cash equivalents	**2,194**	**(918)**
Effect of exchange rate changes on cash and cash equivalents	7	(389)
Cash and cash equivalents at beginning of financial period	28,737	13,506
Cash and cash equivalents at end of financial period	**30,938**	**12,199**

Cash and cash equivalents included in the cash flow statements comprise the followings:

Deposit, bank and cash balances	35,730	20,454
Less: Bank overdrafts	(688)	(748)
	35,042	19,706
Less: Fixed deposits pledged with licensed banks	(4,104)	(7,507)
	30,938	**12,199**

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the period ended 31 December 2025)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED 30 JUNE 2026

PART A – EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING

A1. BASIS OF PREPARATION

These condensed consolidation interim financial statements, for the financial period ended 30 June 2026, have been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The audited financial statements of the Group for the financial year ended 31 December 2025 are available upon request from the Company registered office at B-21-1, Level 21, Tower B, Northpoint Mid Valley City, No. 1, Medan Syed Putra Utara, 59200 Kuala Lumpur.

The explanatory notes attached to these condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2025.

The interim financial statements should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025.

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 December 2025 and include the adoption of MFRS Framework and Interpretation which applicable to the Group. The adoption of MFRS, amendments to MFRSs and Interpretation Committee Interpretations do not have material impact on the financial statement in the period of initial application.

A3. AUDITORS' REPORT

The audited financial statements for the financial year ended 31 December 2025 was not subject to any qualification.

A4. SEASONAL OR CYCLICAL FACTORS

The Group's operation is seasonal and cyclical in nature whereby the performance is normally higher during Hari Raya Puasa and New Year celebration.

A5. EXTRAORDINARY AND EXCEPTIONAL ITEMS

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

A6. CHANGES IN ESTIMATES OF AMOUNTS REPORTED

There were no material changes in estimates of amounts reported in prior financial periods that have a material effect on the current quarter under review and financial period to-date.

A7. SEGMENTAL INFORMATION

Segmental information is presented in respect of the Group's business segment.

	6 months ended 30 June 2026				
Segmental Revenue	Invertment holdings RM'000	Manufacturing of plastic wares RM'000	Others RM'000	Adjustments & eliminations RM'000	Consolidated RM'000
External revenue	-	34,020	-	-	34,020
Inter-company revenue	-	7,020	-	(7,020)	-
Total	-	41,040	-	(7,020)	34,020

Segmental Results

Interest income	383	43	9	(226)	209
Finance costs	-	(728)	(11)	226	(513)
Interest expense on lease liabilities	-	(21)	-	-	(21)
Depreciation of property, plant and equipment	-	(1,998)	(109)	(209)	(2,316)
Amortisation of right-of-use assets	-	(455)	-	-	(455)
(Loss) / profit before taxation	(47)	551	159	(308)	355
Taxation	(90)	(120)	(80)	43	(247)
(Loss) / profit after taxation	(137)	431	79	(265)	108

Segment assets	97,471	138,265	42,516	(96,417)	181,835
Segment liabilities	(23)	(53,636)	(16,650)	33,135	(37,174)

A8. CHANGES IN DEBT AND EQUITY SECURITIES

There was no issuance, repurchase and repayment of debt and equity securities for the current quarter under review and financial period to-date.

A9. DIVIDENDS PAID

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

A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There were revaluation of property, plant and equipment for the financial period under review, pertaining to lands and buildings.

A11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM REPORT

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

A12. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial period under review.

A13. CHANGES IN CONTINGENT LIABILITIES/ASSETS

There were no changes in contingent liabilities/assets since previous reporting date and there were no contingent liabilities pending at the date of this report.

A14. CAPITAL COMMITMENTS

There were no material capital commitments during the current quarter under review.

A15. RELATED PARTY TRANSACTIONS

There were no related party transactions during the current quarter under review and financial year to-date.

The Group's key management personnel compensation during the current quarter under review and financial year to-date is as follows:

Compensation paid/payable to key management personnel	Current quarter RM'000	Financial year to-date RM'000
Short term employee benefits	432	994
Other employee benefits	45	107

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. PERFORMANCE REVIEW

Revenue	Individual quarter			Cumulative quarter		
	30-Jun-26 RM'000	30-Jun-25 RM'000	+/- (%)	30-Jun-26 RM'000	30-Jun-25 RM'000	+/- (%)
Plastic Wares Division	17,115	15,876		34,020	33,875	
Furniture Division	-	4,081		-	12,293	
Total	**17,115**	**19,957**	(14)	**34,020**	**46,168**	(26)

For the current quarter under review ended 30 June 2026, the Group recorded revenue of RM17.12 million, representing a decrease of 14.2% compared to RM19.96 million in the corresponding quarter of the previous year ended 30 June 2025. The Group's revenue for Q2 2026 was entirely derived from the plastic wares division.

The plastic wares division recorded a 7.8% increase in revenue to RM17.12 million, compared to RM15.88 million in Q2 2025, mainly due to customers stocking up before selling price revisions. Local sales remained challenging amid prevailing economic conditions, changes in consumer spending patterns and increased competition from alternative suppliers. Meanwhile, export sales were significantly impacted by market uncertainties arising from political instability and ongoing conflicts.

Profit / (Loss) Before Tax	Individual quarter			Cumulative quarter		
	30-Jun-26 RM'000	30-Jun-25 RM'000	+/- (%)	30-Jun-26 RM'000	30-Jun-25 RM'000	+/- (%)
Plastic Wares Division	(681)	462		568	1,295	
Furniture Division	98	(4,129)		68	(6,585)	
Others	(235)	(141)		(281)	(265)	
Total	**(818)**	**(3,808)**	(79)	**355**	**(5,555)**	(106)

In Q2 2026, the Group recorded a total gross profit of RM3.07 million, compared to RM1.10 million in Q2 2025. The Group's gross profit margin increased from 5.5% in Q2 2025 to 17.9% in Q2 2026.

The plastic wares division recorded a gross profit of RM3.13 million, with its gross profit margin decreasing from 22.9% in Q2 2025 to 18.3% in Q2 2026. Raw material, transportation, packing and other operating costs increased significantly during the period. The impact of these cost increases on the Group's short-term operating performance was partly mitigated by inventory levels and existing procurement cycles.

In Q2 2026, the Group recorded a loss before tax of RM0.82 million, compared to a loss before tax of RM3.81 million in Q2 2025. The plastic wares division recorded a loss before tax of RM0.68 million. The furniture division recorded a profit before tax, mainly attributable to rental income, which offset the losses incurred from clearance activities following the cessation of its operations in FYE 2025.

B2. VARIANCE IN PROFIT / (LOSS) BEFORE TAX

Profit / (Loss) Before Tax	Individual quarter 30-Jun-26 RM'000	Preceding quarter 31-Mar-26 RM'000	+ / - RM'000
Plastic Wares Division	(681)	1,250	(1,931)
Furniture Division	98	(31)	129
Others	(235)	(46)	(189)
Total	**(818)**	**1,173**	**(1,991)**

The Group recorded a higher turnover of RM17.12 million for the quarter under review, compared to RM16.90 million in the preceding quarter ended 31 March 2026.

In Q2 2026, the gross profit margin decreased to 17.9%, from 27.1% in Q1 2026. The Group recorded a gross profit of RM3.07 million during the quarter, compared to RM4.58 million in the preceding quarter. The Group also recorded a loss before tax of RM0.82 million for the quarter under review, compared to a profit before tax of RM1.17 million in the preceding quarter.

B3. PROSPECT

The global trade environment remained challenging during the quarter, mainly due to ongoing geopolitical tensions, disruptions around the Strait of Hormuz and inflationary pressures. These factors continued to affect the supply and pricing of plastic resin, with higher crude oil and freight costs resulting in higher and volatile resin prices, as well as longer procurement lead times.

The industry continued to face pressure from weaker consumer spending and difficulties in passing higher operating and production costs to consumers. As a result, margins remained under pressure and market demand was relatively soft. Management continues to monitor selling prices and costs closely, improve production efficiency and explore alternative sources of raw materials to manage the impact of rising costs and supply disruptions.

The retail market for plastic wares is expected to remain challenging in the near to medium term. Nevertheless, demand for affordable, durable and lightweight household plasticware products is expected to remain relatively resilient, supported by both online and physical retail channels.

Management will continue to focus on improving manufacturing and operational efficiency, strengthening relationships with customers and exploring opportunities in both domestic and selected overseas markets. The Group will also continue its efforts in product development and enhancement of existing product lines, with emphasis on competitive pricing, product quality and value to meet changing market and consumer requirements.

B4. VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT

The Group did not issue any profit forecast or profit guarantee for the financial period under review.

B5. TAXATION

	Current quarter RM'000	Financial year to-date RM'000
Current taxation	(12)	(290)
Deferred taxation	41	43
	29	(247)

The Group's effective tax rate for the quarter under review was higher than the statutory tax rate mainly due to tax effects of non-deductible expenses and deferred tax assets not recognised.

B6. SALE OR PURCHASE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

Ee-Lian Enterprise (M) Sdn. Bhd. ("ELE" or "the Vendor 1"), a wholly-owned subsidiary of SWS Capital Berhad, had on 24 April 2026 entered into the Sale and Purchase Agreement ("Agreement") with UWC Industrial Sdn. Bhd., a wholly-owned subsidiary of UWC Berhad ("UWC Industrial" or "the Purchaser 1"), for the disposal of all that piece of the remaining unexpired sixty (60) years leasehold industrial land and its hereditament, expiring on 11th August 2076, known as PT No. 5951, Mukim 13, Daerah Seberang Perai Selatan, Negeri Pulau Pinang held Under HSD 49513 and bearing Address at PT 5951, Persiaran Cassia Selatan 4, Taman Perindustrian Batu Kawan, 14110 Bandar Cassia, Pulau Pinang ("the Property 1") at a total consideration of RM13,000,000 in accordance with the terms and conditions as stipulated in the Agreement.

U.D. Wood Products Sdn. Bhd. ("UDW" or "the Vendor 2") and Syarikat U.D. Trading Sdn. Bhd. ("UDT" or "the Vendor 3"), the wholly-owned subsidiaries of the Company, had on 22 July 2026 entered into the Sale and Purchase Agreements ("Agreements") with Seng Seang Trading Sdn. Bhd. [Registration No. 200601024124 (743878-U)], ("SSTSB" or "the Purchaser 2"), for the disposals of the following assets at a total consideration of RM15,500,000 in accordance with the terms and conditions as stipulated in the Agreements:-

a. A unit of double storey factory/warehouse erected thereon of a leasehold industrial land with 99 years lease expiring on 29 December 2094, held under PN 9607, Lot No. 8784, Mukim Jalan Bakri, District Of Muar, State Of Johor ("Property 2");
b. All piece of leasehold industrial land with 99 years lease expiring on 29 December 2094, held under PN 9607, Lot No. 8784, Mukim Jalan Bakri, District Of Muar, State Of Johor ("Property 3"); and
c. A unit of two storey office and a single storey factory/warehouse erected thereon a leasehold industrial land with 99 years lease expiring on 29 December 2094, held under PN 9614, Lot No. 8791, Mukim Jalan Bakri, District Of Muar, State Of Johor ("Property 4").

There was no sale of unquoted investments by the Group for the current quarter under review.

B7. QUOTED SECURITIES

There was no purchase or disposal of quoted securities by the Group for the financial period under review.

B8. STATUS OF CORPORATE PROPOSALS

There was no corporate proposal by the Group for the financial period under review.

B9. GROUP'S BORROWINGS

The Group's borrowings as at 30 June 2026 are as follows:

	RM'000
Secured Short Term Borrowings	14,231
Secured Long Term Borrowings	6,476
Total Borrowings	20,707

B10. FINANCIAL INSTRUMENTS - DERIVATIVES

The Group uses derivative financial instruments, mainly foreign currency forward contracts to hedge its exposure to fluctuations in foreign exchange arising from sales. The Group does not hold or issue derivative financial instruments for trading purposes.

The was no outstanding foreign currency forward contracts as at 31 December 2025.

The above instruments are executed with credit worthy financial institutions in Malaysia. The Directors are of the view that the possibility of non-performance by these financial institutions is remote on the basis of their financial strength. There are also no cash requirements risks as the Group only uses foreign currency forward contracts as its hedging instruments. The fair value changes have been recognised in the profit and loss.

B11. MATERIAL LITIGATION

There was no material litigation during the financial period under review.

B12. DIVIDEND

No dividend was proposed by the Board of Directors for the current quarter under review.

B13. NOTES TO THE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Profit before tax for the financial period has been arrived at after charging / (crediting):-

	Current quarter RM'000	Financial year to-date RM'000
Allowance for doubtful debts	(28)	(28)
Amortisation of right-of-use asset	196	455
Bad debts recovered	(39)	(96)
Bad debts written off	(163)	(163)
Depreciation of property, plant and equipment	1,144	2,316
Finance costs	193	513
Interest income	(24)	(209)
Loss on foreign exchange		
Realised	(43)	(57)
Unrealised	(17)	(7)
Gain on disposal of assets held for sales	(35)	(35)
Loss on disposal of property, plant & equipment	3	(57)
Interest expense on lease liabilities	9	21
Rental received	(116)	(574)

B14. (LOSS) / EARNINGS PER SHARE

Basic (loss) / earnings per share

Basic (loss) / earnings per share amount are calculated by dividing the profit attributable to Owners of the Parent by the weighted average number of ordinary shares outstanding during the period.

		Current quarter	Financial year to-date
(Loss) / Profit attributable to Owners of the Parent	(RM'000)	(789)	108
Weighted average number of shares	(shares)	302,278,160	302,278,160
Basic (loss) / earnings per share	(sen)	(0.26)	0.04

Board of Directors
SWS Capital Berhad
27th August 2026