



ZEN TECH INTERNATIONAL BERHAD

REGISTRATION NO.: 200401027289(665797-D)

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2026

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2026**

	Note	Individual Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
		31 March 2026 RM'000	31 March 2025 RM'000	31 March 2026 RM'000	31 March 2025 RM'000
Revenue	B1	11,988	-	11,988	-
Cost of sales		(10,847)	-	(10,847)	-
Gross profit		1,141	-	1,141	-
Other Income		-	-	-	-
Gain / (Loss) Foreign Exchange		21	-	21	-
Administrative Expenses		(1,348)	-	(1,348)	-
Share Option Expense		(6,238)	-	(6,238)	-
Depreciation of Fixed Assets		(1,519)	-	(1,519)	-
Depreciation of ROU Assets		(46)	-	(46)	-
Loss from Operations		(7,989)	-	(7,989)	-
Interest - Lease Liabilities		(19)	-	(19)	-
Interest - Borrowings		(10)	-	(10)	-
Loss before taxation		(8,018)	-	(8,018)	-
Taxation	B6	(14)	-	(14)	-
Loss after tax for the financial period		(8,032)	-	(8,032)	-
Loss attributable to:					
Owners of the company		(7,431)	-	(7,431)	-
Non-controlling interest		(601)	-	(601)	-
Loss for the financial period		(8,032)	-	(8,032)	-
Total Comprehensive Loss attributable to:					
Owners of the company		(7,431)	-	(7,431)	-
Non-controlling interest		(601)	-	(601)	-
Total Comprehensive Income Loss for the period		(8,032)	-	(8,032)	-
Loss per share (sen)					
Basic	B14	(0.24)	-	(0.24)	-

Notes:

- The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income, Statement of Financial Position, Statement of Cash Flow and Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the Financial Period Ended 31 December 2026 and the accompanying notes to the Interim Statements.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2026**

	<i>Note</i>	<i>As at 3 Months Ended 31 March 2026 unaudited RM'000</i>	<i>As at 18 Months Ended 31 December 2025 audited RM'000</i>
ASSETS			
Non-Current Assets			
Property, plant and equipment		44,586	45,598
Rights of Use Assets		1,831	1,923
Other investment		25	25
		<u>46,442</u>	<u>47,546</u>
Current Assets			
Inventories		3,769	3,976
Trade receivables		9,058	7,437
Other receivables, deposits and prepayments		2,653	4,972
Amount due from directors		-	-
Tax recoverable		409	409
Fixed deposit with a financial institution		47	47
Cash and bank balances		618	224
		<u>16,554</u>	<u>17,065</u>
TOTAL ASSETS		<u>62,996</u>	<u>64,611</u>
EQUITY AND LIABILITIES			
Equity			
Share capital		88,771	88,771
Reserve		6,238	8,851
Accumulated losses		(46,539)	(47,959)
Total equity attributable to owners of the Company		<u>48,470</u>	<u>49,663</u>
Non-controlling interest		(12,947)	(12,346)
Total equity attributable to owners of the Company		<u>35,523</u>	<u>37,317</u>
Non Current Liabilities			
Lease Liabilities		1,557	1,480
Deferred tax liabilities		-	-
		<u>1,557</u>	<u>1,480</u>
Current liabilities			
Trade payables		11,764	11,322
Other payables and accruals		9,271	9,272
Amount due to directors		1,871	1,905
Lease Liabilities		371	542
Short Term Borrowings	B10	2,355	2,492
Current Tax Liabilities		281	281
		<u>25,913</u>	<u>25,814</u>
TOTAL LIABILITIES		<u>27,470</u>	<u>27,294</u>
TOTAL EQUITY AND LIABILITIES		<u>62,993</u>	<u>64,611</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)			
		<u>0.01</u>	<u>0.02</u>

Note:

- The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income, Statement of Financial Position, Statement of Cash Flow and Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the Financial Period Ended 31 December 2026 and the accompanying notes to the Interim Statements.

INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR
THE PERIOD ENDED 31 MARCH 2026

	Share capital	Warrant Reserve	Non- Distributable Employee Share Option Reserve	Accumulated losses	Attributable to owners of the Company	Non-Controlling interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 July 2024	88,495	14,548	8,851	(45,939)	65,955	(9,398)	56,557
Issuance of shares pursuant to the :							
- exercise of private placement	250	-	-	-	250	-	250
- exercise of detachable warrants	26	(13)		13	26		26
Expiring of warrant to ordinary shares		(14,535)		14,535	-		-
Total transaction w/th owners	276	(14,548)	-	14,548	276	-	276
Total comprehensive loss for the financial period	-	-	-	(16,568)	(16,568)	(2,948)	(19,516)
As at 31 December 2025	88,771	-	8,851	(47,959)	49,663	(12,346)	37,317
Issuance of shares pursuant to the:							
- cancellation of employee share option scheme	-	-	(8,851)	8,851	-	-	-
- issuance of new employee share option scheme	-	-	6,238				6,238
Total transaction with owners	-	-	(2,613)	8,851	-	-	6,238
- Share Option Expenses	-	-	-	(6,238)	-	-	(6,238)
Total comprehensive loss for the period				(1,193)	(1,193)	(601)	(1,794)
As at 31 March 2026	88,771	-	6,238	(46,539)	48,470	(12,947)	35,523

Note:

- 1 The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income, Statement of Financial Position, Statement of Cash Flow and Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the Financial Period Ended 31 December 2025 and the accompanying notes to the Interim Statements.

**INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR
THE PERIOD ENDED 31 MARCH 2026**

	As at 3 Months Ended 31 March 2026 unaudited RM'000	18 Months Ended 31 December 2025 audited RM'000
CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES		
Loss before taxation	(8,018)	(19,290)
Adjustments for:		
Depreciation Property, plant and equipment	1,519	8,020
Depreciation Right-of-use assets	46	611
Loss on Disposal of Subsidiary	-	3,875
Impairment losses on:		
Investment in ssociate companies	-	6,125
Other receivables	-	203
Interest expense	29	284
Interest Income	-	(425)
Impairment Loss On Goodwill	-	-
Profit Gurantee arising from acquisition of of Alpha Fintech Sdn. Bhd.	-	(2,300)
Share option expenses	6,238	
Operating profit before working capital changes	(186)	(2,897)
Net change in current assets	905	(1,400)
Net change in current liabilities	99	8,301
Cash used in operations	818	4,004
Income tax Paid	-	(200)
Interest received	-	426
Interest paid	(29)	-
Net cash generated used in operating activities	789	4,230
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(219)	(3,890)
Investment in Associate Company	-	-
Net cash generated from/(used in) investing activities	(219)	(3,890)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of bankers acceptance	649	1,925
Repayment of bankers' acceptance	(758)	(2,267)
Proceeds from exercise of:		
- employees share issuance scheme	-	-
- private placement	-	251
- warrants	-	26
Repayment on lease liabilities	(29)	(584)
Interest paid	(29)	(284)
Advances from / (Repayment to) director	(34)	452
Net cash generated from financing activities	(201)	(481)
NET DECREASE IN CASH AND CASH EQUIVALENTS	369	(141)
EFFECT OF CHANGE IN EXCHANGE RATE	50	38
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	(296)	(193)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	123	(296)
Cash and Cash equivalents comprises:-		
Fixed Deposits with a financial institution	47	47
Cash and bank balances	618	224
Less: Bank Overdrafts	(541)	(567)
	124	(296)

Notes:

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income, Statement of Financial Position,
1 Statement of Cash Flow and Statement of Changes in Euity should be read in conjunction with the Audited Financial Statements for the
Financial Period Ended 31 December 2025 and the accompanying notes to the Interim Statements.

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 FOR THE PERIOD ENDED
31 MARCH 2026**

A1 Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of the Malaysian Financial Reporting Standard 134 (MFRS 134): Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 (Appendix 9B part A) of the for the ACE Market and should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes attached to the unaudited consolidated financial statements.

The explanatory notes attached to the unaudited interim financial report provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial period ended 31 December 2025.

During the financial period, the Group and the Company have adopted the following MFRS and amendments to MFRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatory for current financial period:

Amendments to MFRS 121 Lack of Exchangeability

New MFRSs and amendments to MFRSs in issue but not yet effective

The Group and the Company have not applied the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group and the Company

MFRS 18	Presentation and Disclosure in Financial Statements.
MFRS 19	Subsidiaries without Public Accountability: Disclosures ¹
Amendments to MFRS 19	Subsidiaries without Public Accountability: Disclosures ¹
Amendments to MFRS 121	Translation to a Hyperinflationary Presentation Currency ¹
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ²

1. Effective for annual periods beginning on or after 1 January 2027.
2. Deferred to a date to be determined and announced by MASB.

The adoption of these new MFRSs and amendments to MFRSs did not have any material impact on the interim financial report of the Group.

A2 Auditors' Report

Basis for Qualified Opinion section of in the Auditors' report, the financial statements for the financial year ended 31 December 2026 give a true and fair view of the financial position of the Group and of the Company as at 31 December 2025, and of their financial performance and their cash flows for the financial period then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

As disclosed in Note 17 and Note 18 to the financial statements, on 17 June 2025 the Group and the Company completed the acquisition of a 70% equity interest in Alpha Fintech Sdn Bhd ("Alpha Fintech") for a total purchase consideration of RM10,000,000, of which RM6,500,000 was paid in cash in the prior financial year, and RM3,500,000 remains outstanding as at 31 December 2025 and is included within other payables.

On 2 July 2025, the Group and the Company entered into and completed a share swap arrangement with a third party under which a 40% equity interest in Alpha Fintech was exchanged for a 40% equity interest in Hiassets Group Sdn Bhd ("Hiassets") at an agreed value of RM3,500,000 each. Following the share swap, the remaining 30% interest in Alpha Fintech and the 40% interest in Hiassets have been accounted for as investments in associates total amounting to RM6,125,000. Management has subsequently reassessed the recoverable amount of investment in associate companies, which is lower than their carrying amount, and recognised impairment losses of RM6,125,000, resulting in a carrying amount of RMnil.

The audit procedures performed included, amongst others, inspection of both sale and share swap agreement, review of management's external due diligence reports and board documentation, and consideration of external legal opinions obtained by management and reviewed by auditor's expert did not enable them to obtain sufficient appropriate audit evidence as to the commercial substance of the above transactions or as to the basis on which the agreed values attributed to the equity interests exchanged were determined.

Consequently, the Auditors were unable to determine whether any adjustments might be necessary to:

- the measurement of the deemed consideration arising from the share swap, comprising the fair value of the 40% equity interest in Hiassets of RM3,500,000 and the 30% retained interest in Alpha Fintech of RM2,625,000, totalling RM6,125,000 as initial recognition as cost of the investments in associate companies. This was subsequently fully impaired, resulting in an impairment loss of RM6,125,000 and a loss on disposal of Alpha Fintech of RM3,875,000 for the financial period ended 31 December 2025 (Note 17 and 18);
- the recognition, measurement and presentation of the profit guarantee receivable of RM2,300,000 recognised by management as other income during the financial period, and its set-off against the outstanding purchase consideration of RM3,500,000 payable to the vendor of Alpha Fintech, resulting in a net payable of RM1,200,000 within other payables as at 31 December 2025 (Notes 7 and 31); and
- the adequacy and completeness of the related disclosures in the financial statements.

A3 Seasonal or cyclical factors

The principal business operations of the Group were not affected by any seasonal and cyclical factors.

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 FOR THE PERIOD ENDED
31 MARCH 2026**

A4 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items of unusual nature, size or incidence which materially affecting assets, liabilities, equity, net income or cash flows of the Group for the financial period under review.

A5 Changes in Accounting Estimates

There were no changes in the estimates of amounts reported in the prior interim period of the current financial year or changes in the estimates of amounts reported in the prior financial years that have a material effect in the current quarter or financial year-to-date.

A6 Debt and Equity Securities

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities, share buy backs, share cancellation, shares held as treasury share and resale of treasury shares during the financial year-to-date under review: except for the changes in ordinary share capital as stated in note B8.

A7 Dividends Paid

No dividends were paid during the financial year-to-date.

A8 Segmental Reporting

(a) Segement Information is presented in respect of the Group's business segements which are based on the internal reporting structure presented to the management of the Company. The Group's principl segment businesses are Glove Manufacturing, Infomation Technology and Investment Holding.

	Software and System Intergration RM	Gloves Manufacturing RM	Corporate RM	Elimination RM	Total RM
3 Months Ended 31 March 2026					
Group Revenue					
External Sales	257	11,730	-	-	11,987
Results					
Profit / (Loss) from Operations					
Administrative Expenses	(151)	(934)	(263)	-	(1,348)
Depreciation - Property, Plant & Equipment	-	(1,508)	(11)	-	(1,519)
Depreciation - Rights of Use Assets	-	(26)	(20)	-	(46)
Interest Costs	-	(27)	(2)	-	(29)
Profit/(Loss) for the period before tax	30	(1,271)	(6,776)	-	(8,017)
Income Tax (Expenses) Credit	-	(14)	-	-	(14)
Profit/(Loss) for the period	<u>30</u>	<u>(1,285)</u>	<u>(6,776)</u>	<u>-</u>	<u>(8,031)</u>
Result:					
Segement Assets	<u>4,065</u>	<u>102,404</u>	<u>52,252</u>	<u>(95,726)</u>	<u>62,995</u>
Segement Liabilities	<u>(7,837)</u>	<u>(24,978)</u>	<u>(15,472)</u>	<u>20,819</u>	<u>(27,468)</u>

A9 Valuation of property, plant and equipment

The valuations of property plant and equipment have been brought forward without amendment from the previous annual financial statements.

A10 Changes in the composition of the Group

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

A11 Capital commitments

	As at 31-Mar-26 RM'000	As At 31-Mar-25 RM'000
Approved and contracted for :		
Investments	<u>-</u>	<u>-</u>

A12 Changes in contingent liabilities and contingent assets

The Group did not have any contingent liabilities, either secured or unsecured, or contingent assets as at 31 March 2026.

A13 Significant related party transactions

There were no items, transaction or event of a material and unusual nature which has arisen which would substantially affect the results of the Group and the Company for the period between 31 December 2025 and the date of this report.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES BERHAD FOR THE PERIOD ENDED 31 MARCH 2026

B1 Review of Group Performance

	Individual Quarter For the 3 months ended			Variance %	Cumulative Quarter For the 3 months ended			Variance %
	31-Mar-26	31-Mar-25			31-Mar-26	31-Mar-25		
	RM'000	RM'000			RM'000	RM'000		
Revenue	11,988	-	-	11,988	-	-	-	
Total Operating Expenses	(2,913)	#REF!	-	(2,913)	-	-	-	
Loss from Operations	(7,989)	-	-	(7,989)	-	-	-	
Loss before tax	(8,018)	-	-	(8,018)	-	-	-	
Loss for the period after tax	(8,032)	-	-	(8,032)	-	-	-	

For the first quarter ended 31 March 2026, the group recorded revenue of RM11.98 million and a loss before taxation of RM8.017 million. The main contributor was the glove manufacturing segment, which contributed RM11.73 million in revenue and generated a loss of RM1.28 million. During the period, the software and Book Segment contributed RM 257 thousand in Revenue and a profit of RM 30 thousand. During the financial period the Company had granted ESOS to its Directors, and hence the Group had incurred Share Option Expenses of RM6.238 million.

B2 Financial Review Of Profit / (Loss) Before Taxation For Current Quarter Compared With Immediate Preceding Quarter

	Individual Quarter For the 3 months ended			Variance %
	31-Mar-26	31-Mar-25		
	RM'000	RM'000		
Revenue	11,988	-	-	
Total Operating Expenses	(2,913)	#REF!	-	
Loss from Operations	(7,989)	-	-	
Loss before tax	(8,018)	-	-	
Loss for the period after tax	(8,032)	-	-	

B3 Current Year Prospects

The software segment contributed profit to the group during the interim period ending 31 March 2026. The glove segment incurred losses during the period due to foreign exchange fluctuations and higher raw material costs. We are expecting an upward trend in the glove business, with the average selling price increasing during the forthcoming financial period as the cost of raw materials stabilises.

B4 Profit forecast or profit guarantee

No profit forecast or profit guarantee was published.

B5 Profit / (Loss) Before Tax

The profit / (loss) before tax is stated after charging / (crediting)

	Individual Quarter For the 3 months ended		Cumulative Quarter Period Ended	
	31-Mar-26 RM'000	31-Mar-25 RM'000	31-Mar-26 RM'000	31-Mar-25 RM'000
Profit before tax is arrived at after charging:				
Finance costs:				
- lease Liabilities	(16)	-	(16)	-
- borrowings	(38)	-	(38)	-
Depreciation				
- property, plant & equipment	(1,519)	-	(1,519)	-
- right-of-use assets	(46)	-	(46)	-
and after Crediting:				
(Gain)/ Loss on foreign exchange				
- realised	21	-	22	-

B6 Taxation

For both the current quarter as well as financial year-to-date, tax is calculated on estimated assessable profits for the financial year.

B7 Quoted securities

There were no acquisitions or disposals of quoted securities during the current quarter and financial year-to-date.

B8 Unquoted securities

There were no acquisitions or disposals of unquoted securities during the current quarter and financial year-to-date.

B9 Corporate proposals

There were no new corporate proposal

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES BERHAD FOR THE PERIOD ENDED 31 MARCH 2026

B10 Short Term Borrowings

The Group borrowings and debt securities which are denominated in Ringgit Malaysia as at 31 March 2026 are as below:

	As at 31-Mar-26 RM'000	As At 31-Mar-25 RM'000
Secured		
Bank Overdraft	541	-
Bankers Acceptance	1,814	-
Total Short Term Borrowings	<u>2,355</u>	<u>-</u>

B11 Off Balance sheet Financial instruments

There were no off balance sheet financial instruments as at the date of this report.

B12 Changes in Material Litigation

a) On 16 July 2020, the Company was served with a Writ and Statement of Claim by its former Non-Independent and Non-Executive Director, Mohd Anuar bin Mohd Hanadzlah ("the Plaintiff"). The Plaintiff claimed that Zen Tech International Berhad ("Zen Tech") had made defamatory statements against the Plaintiff for, among others its announcement in Bursa Malaysia Securities Berhad ("Bursa") over the suspension of the Plaintiff from his position in Zen Tech due to the alleged abuse of power and misconduct pending the outcome from the Investigative Working Group. Zen Tech had attempted to strike out the said Writ by its application under Order 18 Rule 19 of the Rules of Court 2012 which was then dismissed by the Kuala Lumpur High Court. At present, Zen Tech is appealing to the Court of Appeal to reverse the High Court decision on the merit that the announcement in Bursa was made in compliance and aligned to the requirements of Bursa. The Kuala Lumpur High Court has fixed the matter for trial on 22 June 2022 to 24 June 2022 which was later postponed to 25.11.2024. On 25.11.2024 the Company was called up for case management before Yang Arif Eddie Yeo Soon Chye ("Learned JC") at the High Court of Malaya at Kuala Lumpur. During the aforesaid case management, the following matters occurred:-

- a. The above matter was initially called up for trial from 25.11.2024 until 28.11.2024. In connection to this, Zen Tech and its solicitors were prepared to proceed with the same;
- b. However, the Plaintiff engaged an external counsel in which he informed the Court that the lead counsel, being Mohammed Nasser bin Yusof was on medical leave from 25.11.2024 until 27.11.2024. As a consequence, Mr Nasser could not proceed to carry out the trial on the aforementioned dates;
- c. Premised on the above, the Learned JC made the following directions:-

i. The trial dates on 25.11.2024 until 28.11.2024 are vacated and the above matter will be called up for trial on 02.11.2026 until 05.11.2026

b) Company has taken legal proceedings against Lim Kok Hoong (1st Defendant) and Sew Choon Onn (2nd Defendant) (collectively known as "Defendants") through their Solicitors, Messrs. Kai & Co vide a Writ of Summons bearing Suit No. BB-B52NCC-49-04/2025 ("Writ") and a Statement of Claim both dated 14 April 2025 ("SOC") at the Sessions Court of Petaling Jaya in the state of Selangor which received by the Company on 2 May 2025 for the dispute concerning a Memorandum of Understanding in relation to the purchase of all shares held by the Defendants in Aircmaster Sdn. Bhd. ("Acquisition") dated 21 May 2019 entered into between the Company and the Defendants. The Board of Directors of the Company wishes to announce that the Company had on 3 July 2025 received an update from its solicitors, Messrs. Kai & Co, that subsequent to the filing and during the course of the proceedings, it was discovered that the Defendants have been adjudicated bankrupt.

This development appears to have occurred prior to or around the time of commencement of the legal proceeding, but was not evident from the materials or records available at that time.

In light of this, the Company confirms that it will proceed with obtaining the necessary leave from the Court in order to continue the legal proceedings.

The Company will make the necessary announcements to Bursa Malaysia Securities Berhad as and when there are further developments in relation thereof and/or upon receipt of any further directions by the Court.

c) On 22 October 2025 been served with an Originating Summons dated 17 October 2025 and an Affidavit in Support affirmed by Yang Xiaowen on 17 October 2025 filed by Messrs. Chee Siah Le Kee & Partners on behalf of Yang Xiaowen ("Plaintiff"), naming the Company as the Fourth (4th) Defendant. The Plaintiff is a director and shareholder of Galactic Maritime (M) Sdn Bhd ("GMMSB"), the first (1st) Defendant. The Plaintiff claims that her shareholding in GMMSB was unlawfully reduced from 5,265,000 shares to 2,700,000 shares, with 2,565,000 shares allegedly transferred without her knowledge or consent. The Plaintiff's solicitors discovered a public announcement dated 19 January 2017 made by the Company stating that the Company had entered a Share Sale Agreement with the Plaintiff to purchase 2,565,000 shares for RM4,560,000, to be paid in full in cash. However, the Plaintiff claimed that she had never signed any Share Sale Agreement or share transfer forms in relation to the said transfer. The Plaintiff further claims that the shares transfer was thus carried out without her knowledge or consent.

The Plaintiff filed the Affidavit in Support pursuant to Order 24 Rule 7A of the Rules of Court 2012, seeking discovery of various documents from all four (4) defendants as specified in Appendix 1 of the Affidavit, including corporate, financial, and share-related records of GMMSB and documents relating to the alleged share transfer to the Company. The Plaintiff also seeks that the costs of this application be borne by the Defendants and for any other relief deemed fit and proper by the Honourable Court.

The Board is of the view that the Affidavit in Support and the discovery application are not expected to have any material financial or operational impact on the Company at this juncture.

On 29 April 2026, the court struck out Yang's application with costs of RM5,000.00 granted to us. This was done after Yang's lawyer withdrew the application in its entirety.

In summary, our submission was that since Yang is alleging that the share sale agreement and share transfer forms were forged, Yang ought to file a civil action against ZTIB. If he wants the documents, especially the SSA, he should obtain it during the civil suit eventually. He cannot do so by way of a pre-action discovery application such as this.

Upon hearing our submission, the Judge then intimated to Yang's lawyer on whether he would like to withdraw the application; to which the Yang's lawyer decided to withdraw the application.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES BERHAD FOR THE PERIOD ENDED 31 MARCH 2026

B13 Dividend payable

No interim ordinary dividend has been declared for the financial period under review.

B14 Earnings per share

The basic/diluted earnings per share are computed based on the net profit attributable to ordinary shareholders and the weighted average/adjusted weighted average number of ordinary shares outstanding during the year as follows:

	Current Quarter		Cumulative Quarter	
	31-Mar-26 RM'000	31-Mar-25 RM'000	31-Mar-26 RM'000	31-Mar-25 RM'000
Basic				
Profit/(loss) attributable to the shareholders of the Company (RM'000)	(7,431)	-	(7,431)	-
Weighted average number of ordinary shares in issue	3,137,450	-	3,137,450	-
<i>Basic earnings/(loss) per ordinary share (sen)</i>	<u>(0.24)</u>	<u>-</u>	<u>(0.24)</u>	<u>-</u>
Diluted				
Profit/(loss) attributable to the shareholders of the Company (RM'000)	(7,431)	-	(7,431)	-
Weighted average number of ordinary shares	3,137,450	-	3,137,450	-
Effect of dilution:				
Warrant B	-	-	-	-
Employees share option scheme	-	-	-	-
Adjusted weighted average number of ordinary shares	3,137,450	-	3,137,450	-
<i>Diluted loss per ordinary share (sen)</i>	<u>(0.24)</u>	<u>-</u>	<u>(0.24)</u>	<u>-</u>

B15 Authorisation for issue

The quarterly report was authorised for issue by the Board on 26 May 2026.

ZEN TECH INTERNATIONAL BERHAD