MHC Plantations Bhd (4060-V)
Condensed Consolidated Statement of Comprehensive Income (Unaudited)
For The Second Quarter Ended 30 June 2026

	Current quarter 3 months ended		Cumalative quarter 6 months ended	
	30.6.2026 (Unaudited) RM' 000	30.6.2025 (Unaudited) RM'000	30.6.2026 (Unaudited) RM' 000	30.6.2025 (Unaudited) RM' 000
Revenue	151,944	150,728	275,260	274,107
Cost of sales	(129,482)	(124,980)	(230,816)	(229,027)
Gross profit	22,462	25,748	44,444	45,080
Other income	2,781	2,545	5,465	4,645
Administrative expenses	(3,961)	(3,977)	(7,915)	(7,730)
Other operating expenses	(490)	(687)	(895)	(1,057)
Operating profit	20,792	23,629	41,099	40,938
Finance costs	(425)	(565)	(850)	(1,152)
Profit/(Loss) before tax	20,367	23,064	40,249	39,786
Income tax expense	(7,194)	(6,222)	(12,461)	(10,768)
Profit/(Loss) after tax	13,173	16,842	27,788	29,018
Other comprehensive income				
Exchange difference on translation of foreign operations	-	(4)	(2)	(3)
Total comprehensive income for the period	13,173	16,838	27,786	29,015
Profit/(Loss) attributable to:				
Owners of the parent	10,261	11,700	21,866	21,571
Non-controlling interests	2,912	5,142	5,922	7,447
	13,173	16,842	27,788	29,018
Total comprehensive income attributable to:				
Owners of the parent	10,262	11,699	21,865	21,570
Non-controlling interests	2,911	5,139	5,921	7,445
	13,173	16,838	27,786	29,015
Weighted average number of shares in issue	196,544	196,544	196,544	196,544
Earnings per share in sen				
- Basic	5.22	5.95	11.13	10.98

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

MHC Plantations Bhd (4060-V)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position
as at 30 June 2026

	As at 30.6.2026 (Unaudited) RM'000	As at 31.12.2025 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	484,862	480,928
Investment properties	45,264	45,264
Deferred tax assets	2,756	2,902
Investment in securities	159	196
Goodwill on consolidation	43,867	43,867
	576,908	573,157
Current assets		
Inventories	29,194	31,754
Biological assets	4,632	4,596
Trade and other receivables	22,534	24,341
Tax recoverable	1,591	1,124
Short term investments	45,777	74,027
Fixed deposits with licensed banks	29,238	49,487
Cash and bank balances	47,955	42,086
	180,921	227,415
TOTAL ASSETS	757,829	800,572
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	196,544	196,544
Reserves	144,445	171,874
	340,989	368,418
Non-controlling interests	297,052	303,005
Total equity	638,041	671,423

Condensed Consolidated Statement of Financial Position
as at 30 June 2026 (Contd.)

	As at 30.6.2026 (Unaudited) RM'000	As at 31.12.2025 (Audited) RM'000
EQUITY AND LIABILITIES (CONTD.)		
Non-current liabilities		
Loans and borrowings	4,909	6,659
Deferred tax liabilities	48,358	48,308
Lease liabilities	14,570	15,832
	67,837	70,799
Current liabilities		
Trade and other payables	37,781	43,895
Loans and borrowings	4,700	4,700
Lease liabilities	4,692	4,581
Taxation	4,778	5,174
	51,951	58,350
Total liabilities	119,788	129,149
TOTAL EQUITY AND LIABILITIES	757,829	800,572
Net Tangible Asset Per Share (RM)	1.51	1.65
Net Asset Per Share (RM)	1.73	1.87

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

MHC Plantations Bhd (4060-V)
Condensed Consolidated Statements of Changes in Equity (Unaudited)
For The Second Quarter Ended 30 June 2026

		Non-Distributable						Distributable				
	Share Capital RM' 000	Capital Reserve RM' 000	Treasury Share RM' 000	Other Reserve RM' 000	Revaluation Reserve RM' 000	Fair value adjustment reserve RM'000	Foreign currency translation reserve RM'000	Capital Reserve RM' 000	Retained Profits RM' 000	Total RM' 000	Non-controlling Interests RM' 000	Total Equity RM' 000
Opening balance at 1 Jan 2025	196,544	5,737	-	(32,670)	789	(109)	(330)	8	167,753	337,722	296,036	633,758
Total comprehensive income for the period	-	-	-	-	-	-	(2)	-	21,571	21,569	7,445	29,014
Dividends paid to the equity shareholders of the Company	-	-	-	-	-	-	-	-	(17,689)	(17,689)	-	(17,689)
Dividend paid to non-controlling shareholders	-	-	-	-	-	-	-	-	-	-	(10,342)	(10,342)
Closing balance at 30 June 2025	196,544	5,737	-	(32,670)	789	(109)	(332)	8	171,635	341,602	293,139	634,741
Opening balance at 1 Jan 2026	196,544	5,737	-	(32,670)	789	(147)	(330)	8	198,488	368,419	303,005	671,424
Total comprehensive income for the period	-	-		-	-	2	(2)	-	21,866	21,866	5,921	27,787
Dividends paid to the equity shareholders of the Company	-	-	-	-	-	-	-	-	(49,136)	(49,136)	-	(49,136)
Dividend paid to non-controlling shareholders	-	-	-	-	-	-	-	-	-	-	(11,874)	(11,874)
Purchase of treasury shares	-	-	(160)	-	-	-	-	-	-	(160)	-	(160)
Closing balance at 30 June 2026	196,544	5,737	(160)	(32,670)	789	(145)	(332)	8	171,218	340,989	297,052	638,041

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

MHC Plantations Bhd (4060-V)
Condensed Consolidated Statement of Cash Flows (Unaudited)
For The Second Quarter Ended 30 June 2026

	6 months ended	
	30.6.2026	**30.6.2025**
	(Unaudited)	**(Unaudited)**
	RM' 000	**RM' 000**
Operating activities		
Profit before taxation	40,249	39,786
Adjustments for:		
Depreciation and amortisation	16,100	15,994
Allowance/(Reversal) for expected credit losses	-	(55)
Interest expense	850	1,152
(Gain)/Loss on disposal of property, plant and equipment	-	42
(Gain)/Loss on fair value of biological assets	(36)	277
Property, plant and equipment written off	-	12
Loss on disposal of investment in securities	2	-
Interest income	(1,430)	(1,583)
Dividend income	0	(1)
Total adjustments	15,486	15,838
Operating cash flows before changes in working capital	55,735	55,624
Changes in working capital:		
Inventories	2,560	(640)
Receivables	1,849	(15,235)
Payables	(6,175)	12,742
Total changes in working capital	(1,766)	(3,133)
Cash generated from operations	53,969	52,491
Interest received	1,430	1,583
Interest paid	(850)	(1,152)
Tax paid	(13,125)	(7,400)
Net cash flows from/(used in) operating activities	41,423	45,522
Investing activities		
Dividend received	(0)	1
Proceeds from disposal of investment in securities	37	-
Proceeds from disposal of property, plant and equipment	-	36
Purchase of property, plant and equipment	(19,915)	(10,478)
Net change in short term investments	28,250	(9,006)
Net cash flows from/(used in) investing activities	8,371	(19,447)
Financing activities		
Repayment of revolving credit	-	(28,500)
Repayment of term loan	(1,750)	(3,750)
Repayment of lease liabilities	(1,378)	(2,124)
Dividends paid to shareholders	(49,136)	(17,689)
Dividends paid to non-controlling shareholders	(11,874)	(10,342)
Purchase of treasury shares	(160)	-
Net cash flows from/(used in) financing activities	(64,298)	(62,405)
Net increase/(decrease) in cash and cash equivalents	(14,503)	(36,330)
Effect on exchange rate changes on cash and cash equivalents	17	(6)
Cash and cash equivalents as at 1 January	88,768	112,721
Cash and cash equivalents as at 30 June	74,282	76,385

Cash and cash equivalents :

Fixed deposits with licensed banks	29,238	31,859
Cash and bank balances	47,955	49,169
	77,193	81,028
Less : Fixed deposits pledged	(2,911)	(4,643)
	74,282	76,385

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

Notes to the condensed consolidated interim financial statements

1. Basis of preparation

The condensed consolidated interim financial statements for the financial period ended 30 June 2026 have been prepared in compliance with Malaysian Financial Reporting Standards ("MFRS") 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The Report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2025.

The accounting policies used in the preparation of condensed consolidated interim financial statements are consistent with those previously adopted in the audited financial statements of the Group for the year ended 31 December 2025. These explanatory notes attached to the interim financial statements 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 year ended 31 December 2025.

2. Significant accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2025, except for the adoption of new MFRS, amendments to published standards and IC Interpretations: -

a) the Group has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):

Amendments to MFRSs	**Effective Date**
• Annual Improvements to MFRS Accounting Standards - Volume 11	1 Jan 2026
• Contracts Referencing Nature-dependent Electricity (Amendments to MFRS 9 and MFRS 7)	1 Jan 2026
• Amendments to MFRS 9 and MFRS 7: Classification and Measurement of Financial Instrument	1 Jan 2026

The initial application of the above MFRSs did not have any significant impacts on the financial statements.

b) The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by MASB but are not yet effective for the current financial period:

Amendments to MFRSs	**Effective Date**
• Amendments to MFRS 18: Presentation and Disclosure in Financial Statements	1 Jan 2027
• Amendments to MFRS 19: Subsidiaries without Public Accountability (Disclosures)	1 Jan 2027
• Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

3. Auditors' report

The auditor's report on the preceding annual financial statements was not qualified.

4. Seasonal and cyclical factors

The business of the Group is cyclical in nature and the third quarter is normally the peak production season.

5. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 30 June 2026.

6. Changes in estimates

There were no changes in estimates that have had a material effect in the current quarter results.

7. Equity and debt securities

There were no issuance, cancellation, resale, repurchase and repayment of equity or debt securities during the financial period ended 30 June 2026.

8. Dividend paid

On 26 February 2026, the Board approved the following dividends:

(i) A single-tier special dividend of 22.0 sen per ordinary share totalling RM43,239,673 in respect for the financial year ended 31 December 2025 and paid on 27 March 2026; and

(ii) A single-tier interim dividend of 3.0 sen per ordinary share totalling RM5,896,319 in respect for the financial year ending 31 December 2026 and paid on 27 March 2026.

9. Segment information

The Group has three reportable segments, as described below, which are the Group's strategies business units. The strategic business units offer different products and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group's reportable segments:

a. Plantation - Cultivation of oil palm
b. Oil Mill - Milling and sales of oil palm products
c. Power Plant – Power Generation and sales of biomass by-products

9. Segment information (Cont'd)

Information about reportable segments

	Results for 3 months ended 30 June							
	Plantation		Oil Mill		Power Plant		Total	
	2026	2025	2026	2025	2026	2025	2026	2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	8,492	8,380	131,693	126,832	11,503	10,294	151,688	145,506
Inter-segment revenue	25,511	25,581	-	-	-	-	25,511	25,581
Segment profit/(loss)	12,735	15,496	6,913	8,472	1,556	1,631	21,204	25,599

Segment profit is reconciled to consolidated profit before tax as follows:	3 months ended 30.6.2026 (Unaudited)	3 months ended 30.6.2025 (Unaudited)
	RM'000	RM'000
Segment profit	21,204	25,599
Other non-reportable segments	587	388
Amortisation of group land cost	(631)	(631)
Elimination of inter-segment profits	12	19
Unallocated corporate (expenses)/income	(805)	(2,311)
Consolidated profit/(loss) before tax	20,367	23,064

	Results for 6 months ended 30 June							
	Plantation		Oil Mill		Power Plant		Total	
	2026	2025	2026	2025	2026	2025	2026	2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	16,078	11,771	236,191	231,024	22,495	21,614	274,764	264,409
Inter-segment revenue	46,076	52,111	-	-	-	-	46,076	52,111
Segment profit/(loss)	24,124	27,275	13,515	10,817	4,649	4,439	42,288	42,531

9. Segment information (Cont'd)

Segment profit is reconciled to consolidated profit before tax as follows:	6 months ended 30.6.2026 (Unaudited) RM'000	6 months ended 30.6.2025 (Unaudited) RM'000
Segment profit	42,288	42,531
Other non-reportable segments	773	509
Amortisation of group land cost	(1,261)	(1,261)
Elimination of inter-segment profits	19	33
Unallocated corporate (expenses)/income	(1,570)	(2,026)
Consolidated profit/(loss) before tax	40,249	39,786

10. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter ended 30 June 2026. However, the Group has entered into the following conditional agreement which, upon completion, will result in a change in the effective equity interest of a subsidiary:

<u>Disposal of Shares in Cash Horse (M) Sdn. Bhd.</u>

On 3 March 2026, a subsidiary of the Group, Cash Nexus (M) Sdn. Bhd. ("Cash Nexus"), entered into a conditional Share Sale Agreement with Timah Resources Limited, a 69.80%-owned subsidiary of Cash Nexus, for the disposal of 23,500,000 ordinary shares in Cash Horse (M) Sdn. Bhd. for a total consideration of RM31,613,227.

The disposal is subject to the fulfilment of several conditions precedent, including approval by the shareholders of Timah Resources Limited at an Extraordinary General Meeting ("EGM") to be convened. An Independent Expert's Report ("IER"), which is a mandatory requirement to be attached to the notice of meeting, has been submitted to the Australian Securities and Investments Commission ("ASIC") for prior approval.

On 1 June 2026, ASIC commenced a review of Timah Resources Limited's financial report for the year ended 31 December 2025. The Group has responded to the queries raised, and no further comments have been received from ASIC as at the date of this report.

The Group is currently awaiting ASIC's approval of the IER and will convene an EGM as soon as practicable upon receiving the approval.

11. Contingent Assets and Liabilities

There were no changes in other contingent liabilities or contingent assets since the last annual statement of financial position as at 31 December 2025.

12. Capital commitments

	RM'000
Capital expenditure:	
Approved and contracted for	17,492
Approved but not contracted for	19,661
	37,153

13. Subsequent event

There were no material subsequent events to the end of the current quarter.

Information required by BMSB Listing Requirements

1. Review of performance

Financial review for current quarter and financial year to date

		Individual Period (2nd Quarter)			Cumulative Period (6 months ended)		
		Current year Quarter 30.6.2026 (Unaudited) RM'000	Preceding Year Corresponding Quarter 30.6.2025 (Unaudited) RM'000	Changes (%)	Current Year To-date 30.6.2026 (Unaudited) RM'000	Preceding Year Corresponding Period 30.6.2025 (Unaudited) RM'000	Changes (%)
Revenue		151,944	150,728	1%	275,260	274,107	0%
Operating profit		20,792	23,629	-12%	41,099	40,938	0%
Profit before tax		20,367	23,064	-12%	40,249	39,786	1%
Profit after tax		13,173	16,842	-22%	27,788	29,018	-4%
Profit attributable to ordinary equity holders of the Parent		10,261	11,700	-12%	21,866	21,571	1%
Operational Statistics							
Production:							
FFB	(mt)	37,690	42,987	-12%	72,132	75,226	-4%
CPO	(mt)	20,929	24,716	-15%	38,992	43,012	-9%
PK	(mt)	6,393	6,795	-6%	11,780	11,763	0%
Average selling price:							
FFB	(RM/mt)	912	790	15%	867	849	2%
CPO	(RM/mt)	4,488	4,094	10%	4,304	4,374	-2%
PK	(RM/mt)	3,615	3,312	9%	3,512	3,447	2%
Quantity sold:							
CPO	(mt)	21,730	25,571	-15%	40,139	43,717	-8%
PK	(mt)	6,512	6,684	-3%	11,996	11,552	4%
Oil Extraction Rate (%)		17.71	18.69	-5%	17.71	18.37	-4%
Electricity Export(MWh		9,786	10,729	-9%	20,870	24,303	-14%

1. Review of performance (Cont'd)

<u>Current Quarter vs. Previous Year Corresponding Quarter</u>

The Group's revenue for the current quarter remained stable at RM151.94 million, compared with RM150.73 million recorded in the corresponding quarter last year. Higher average selling prices of palm products mitigated the impact of lower sales volume of palm products. Profit before tax ("PBT") declined by 12% year-on-year ("YoY") from RM23.06 million to RM20.37 million, primarily due to the lower contributions from the Plantation and Oil Mill segments.

Performance by business segment for the quarter, compared with the corresponding period last year, is set out below:

(i) Plantation – Profit declined by 18% YoY, from RM15.50 million to RM12.74 million, mainly due to higher production costs, driven by rising fertiliser costs and increased fertiliser application to support crop productivity, as well as higher fuel costs.

(ii) Oil Mill – Profit decreased by 18% YoY, from RM8.47 million to RM6.91 million, mainly due to an 11% decline in FFB processed volume, lower milling margins and a 5% decline in the oil extraction rate ("OER").

(iii) Power Plant – Profit eased by 5% YoY, from RM1.63 million to RM1.56 million, mainly due to a 9% decrease in power exports. The lower power exports were primarily attributable to the Biomass Plant operating at minimal load due to extensive wear and tear on its existing boiler and turbine. The Biomass Plant also commenced a two-week scheduled shutdown on 29 June 2026 for maintenance works and its annual DOSH inspection. Nevertheless, the Biogas Plant recorded a significant improvement in power generation compared with Q2 2025, which was adversely affected by the 33kV switchgear busbar flashover incident and subsequent shutdown.

1. Review of performance (Cont'd)

Current Year-to-date vs. Previous Year-to-date

The Group's revenue and profit before tax ("PBT") remained broadly stable for the current period. Revenue was RM275.26 million, compared with RM274.11 million in the corresponding period last year, while PBT increased marginally from RM39.79 million to RM40.25 million.

The year-to-date financial performance of the individual business segments has been analysed on a year-over-year basis:

(i) Plantation – Profit declined by 12% YoY, from RM27.28 million to RM24.12 million, primarily due to a 4% decrease in FFB production and higher production costs, particularly from increased fertiliser application to support crop productivity and higher fuel costs. These factors more than offset the benefit of a 2% increase in the average FFB selling price.

(ii) Oil Mill – Profit increased by 27% YoY, from RM10.82 million to RM13.52 million, primarily driven by stronger contributions from downstream activities, despite a 4% decline in the OER.

(iii) Power Plant – Profit increased marginally by 5% YoY, from RM4.44 million to RM4.65 million, supported by improved performance from ancillary activities, which negated a 14% decline in power exports. The Biomass Plant continues to operate at minimal load due to extensive wear and tear on its existing infrastructure. The Biogas Plant recorded higher power exports YoY, as there were no major incidents or unplanned shutdowns during the period. However, its financial performance was impacted by a major overhaul of JE1, which incurred a cost of approximately RM1.3 million in June 2026.

2. Financial review for the current quarter compared with the immediate preceding quarter

		Current quarter 30.6.2026 (Unaudited) RM'000	Immediate Preceding Quarter 31.3.2026 (Unaudited) RM'000	Changes (%)
Revenue		151,944	123,316	23.2%
Operating profit		20,792	20,307	2%
Profit before tax		20,367	19,882	2%
Profit/(Loss) after tax		13,173	14,615	-10%
Profit attributable to ordinary equity holders of the Parent		10,261	11,605	-12%
Operational Statistics				
Production:				
FFB	(mt)	37,690	34,442	9%
CPO	(mt)	20,929	18,063	16%
PK	(mt)	6,393	5,387	19%
Average selling price:				
FFB	(RM/mt)	912	817	12%
CPO	(RM/mt)	4,488	4,086	10%
PK	(RM/mt)	3,615	3,390	7%
Quantity sold:				
CPO	(mt)	21,730	18,409	18%
PK	(mt)	6,512	5,484	19%
Oil Extraction Rate (%)		17.71	17.71	0%
Electricity Export(MWh)		9,786	11,084	-12%

The Group recorded a profit before tax ("PBT") of RM20.79 million, representing a 2% increase quarter-on-quarter. The improvement was primarily driven by stronger contributions from the Oil Mill and Plantation segments, supported by higher average selling prices and increased sales volumes of palm products, which offset the weaker performance of the Power Plant segment. The lower profit from the Power Plant segment was mainly attributable to reduced power export volumes and the major overhaul cost of approximately RM1.3 million incurred on JE1.

3. Commentary on prospects

Crude palm oil ("CPO") prices are expected to remain strong for the remainder of FY2026, supported by higher crude oil prices, rising biodiesel consumption and potential weather-related supply concerns. However, CPO prices are expected to remain volatile amid ongoing geopolitical tensions in the Middle East, which have also contributed to higher operating costs, particularly for key inputs such as fertiliser and diesel.

The Group expects an improved performance from the Power Plant segment once the new biomass boiler and turbine are fully operational, with commissioning targeted for completion by the end of Q3 2026. The Group has also identified several new complementary business opportunities for investment, which, although capital-intensive, are expected to contribute positively to future cash flows.

Management is encouraged by the Group's satisfactory 2QFY2026 results and remains optimistic about a stronger performance for the remainder of FY2026, barring any unforeseen circumstances. The Group will continue to focus on:

1. Identifying synergistic growth opportunities;
2. Expanding downstream and ancillary activities to build more resilient, less CPO-dependent earnings; and
3. Enhancing operational efficiency through cost optimisation and higher asset utilisation.

4. Profit forecast

Not applicable as there was no profit forecast published.

5. Profit/(Loss) before taxation

This is arrived at after crediting/ (charging):

	Current quarter		Cumulative quarter	
	3 months ended		6 months ended	
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM'000	RM'000	RM'000	RM'000
(Loss)/Gain on disposal of investment in secu	(2)	-	(2)	-
Gain/(Loss) on disposal of plant and equipment	-	(33)	-	(42)
Reversal/(Allowance) for expected credit losses	-	55	-	55
Fair Value gain/(loss) on biological assets	36	(277)	36	(277)
Interest income	555	697	1,430	1,583
Interest expense	(425)	(565)	(850)	(1,152)
Depreciation and amortisation	(8,062)	(8,066)	(16,100)	(15,994)
Dividend	-	-	-	1
Property, plant and equipment written off	-	-	-	(12)

Save as disclosed above, the other items as required under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

6. Income tax expense

Taxation is provided at the prevailing statutory rate based on the operating profit for the quarter as follows:

	Current quarter 3 months ended		Cumulative quarter 6 months ended	
	30.6.2026	**30.6.2025**	**30.6.2026**	**30.6.2025**
	(Unaudited)	**(Unaudited)**	**(Unaudited)**	**(Unaudited)**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Current tax:				
-Malaysian income tax	5,849	6,114	11,306	11,532
-Capital gain tax	810	-	810	-
-Under/(over) provision of tax	276	-	433	-
	6,935	6,114	12,549	11,532
Deferred tax				
- relating to origination and reversal of temporary differences	252	97	(111)	(966)
- under/(over) provision of tax	7	11	23	202
	259	108	(88)	(764)
Total income tax expense	7,194	6,222	12,461	10,768

The Group's effective tax rate for current quarter and cumulative quarter was higher than the statutory tax rate of 24% due to the non-recognition of deferred tax asset arising from losses in certain subsidiaries.

7. Corporate proposal

There was no corporate proposal for the current quarter under review.

8. Borrowings

The total borrowings incurred by the Group and outstanding as at end of the current quarter are as follows:

	As at	
	30.6.2026	**31.12.2025**
	(Unaudited)	**(Audited)**
	RM'000	**RM'000**
Short term borrowings		
Secured:		
Term loans	3,500	3,500
Short term revolving credits	1,100	1,100
Unsecured:		
Short term revolving credits	100	100
	4,700	4,700
Long term borrowings		
Secured:		
Term loans	4,909	6,659
Total borrowings		
Secured:		
Term loans	8,409	10,159
Short term revolving credits	1,100	1,100
Unsecured:		
Short term revolving credits	100	100
	9,609	11,359

9. Trade and Other Receivables

	As at	
	30.6.2026 (Unaudited) RM'000	31.12.2025 (Audited) RM'000
Current		
Trade receivables:		
- Non-related parties	12,660	14,886
Less:Allowance for doubtful debts	(37)	(37)
	12,623	14,849
Other receivables, net	9,911	9,492
	22,534	24,341

The credit period of trade receivables is generally for a period of one month.

The ageing analysis of trade receivables is as follows:

	As at	
	30.6.2026 (Unaudited) RM'000	31.12.2025 (Audited) RM'000
Neither past due nor impaired	12,468	14,649
1 - 30 days past due not impaired	71	69
31 - 60 days past due not impaired	-	78
61- 90 days past due not impaired	84	-
More than 90 days past due not impaired	37	90
	192	237
Impaired	(37)	(37)
	12,623	14,849

10. Disclosure of derivatives

The Group did not enter into any derivative contract and accordingly, there were no outstanding derivatives (including financial instruments designated as hedging instruments) as at 30 June 2026.

11. Changes in material litigation

There are no pending material litigations as at the date of this report.

12. Dividend payable

No interim dividend has been declared for the current quarter ended 30 June 2026.

13. Earnings per share

a) Basic

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the financial period.

	Current quarter 3 months ended		Cumulative quarter 6 months ended	
	30.6.2026	**30.6.2025**	**30.6.2026**	**30.6.2025**
	(Unaudited)	**(Unaudited)**	**(Unaudited)**	**(Unaudited)**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Profit/(Loss) attributable to the owners of the Company	10,261	11,700	21,866	21,571
Weighted average number of ordinary shares in issue	196,544	196,544	196,544	196,544
Basic earnings per share (sen)	5.22	5.95	11.13	10.98

b) Diluted

The Group has no potential ordinary shares in issue as at balance sheet date and therefore, diluted earnings per share have not been presented.

14. Authorisation for issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 20 August 2026.