CENTRAL GLOBAL BERHAD

Company No. 201801036114 (1298143-T)
(Incorporated in Malaysia)

Interim Financial Report For The Second Quarter Ended 31 December 2025

CENTRAL GLOBAL BERHAD

[Company No: 20181036114 (1298143-T)]
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SECOND QUARTER ENDED 31 DECEMBER 2025

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT PERIOD QUARTER UNAUDITED 31.12.2025 RM'000	PRECEDING PERIOD CORRESPONDING QUARTER UNAUDITED 31.12.2024 RM'000	CURRENT PERIOD TO DATE UNAUDITED 31.12.2025 RM'000	PRECEDING PERIOD CORRESPONDING PERIOD UNAUDITED 31.12.2024 RM'000
Revenue	46,247	43,023	96,387	77,224
Cost of sales	(33,873)	(37,476)	(75,805)	(66,674)
Gross profit	12,374	5,547	20,582	10,550
Other income	195	141	212	232
Selling and distribution expenses	(797)	(796)	(1,512)	(1,674)
Administrative expenses	(3,133)	(3,488)	(6,387)	(7,449)
Profit from operations	8,639	1,404	12,895	1,659
Finance costs	(2,517)	(247)	(4,155)	(441)
Profit before tax	6,122	1,157	8,740	1,218
Income tax expense	(1,684)	(105)	(3,081)	(93)
Profit for the period	4,438	1,052	5,659	1,125
Attributable to:				
Equity holders of the Company	4,438	1,052	5,659	1,125
Profit for the period	4,438	1,052	5,659	1,125
Basic earnings per share (sen)	0.30	0.14	0.47	0.17
Diluted earnings per share (sen)	0.29	0.12	0.45	0.14

CENTRAL GLOBAL BERHAD

[Company No: 20181036114 (1298143-T)]
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE SECOND QUARTER ENDED 31 DECEMBER 2025 (CONT'D)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT PERIOD QUARTER UNAUDITED 31.12.2025 RM'000	PRECEDING PERIOD CORRESPONDING QUARTER UNAUDITED 31.12.2024 RM'000	CURRENT PERIOD TO DATE UNAUDITED 31.12.2025 RM'000	PRECEDING PERIOD CORRESPONDING PERIOD UNAUDITED 31.12.2024 RM'000
Profit for the period	4,438	1,052	5,659	1,125
Other comprehensive income:				
Foreign currency translation differences for foreign subsidiary	(55)	42	(76)	(104)
Total comprehensive income for the period, net of tax	4,383	1,094	5,583	1,021
Total comprehensive income for the period attributable to:				
Equity holders of the Company	4,383	1,094	5,583	1,021
	4,383	1,094	5,583	1,021

The basis of preparation of the Condensed Consolidated Statement of Comprehensive Income is disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the period ended 30 June 2025.

CENTRAL GLOBAL BERHAD

[Company No: 20181036114 (1298143-T)]

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2025

	UNAUDITED 31.12.2025 RM'000	AUDITED 30.06.2025 RM'000
Non-current assets		
Property, plant and equipment	59,780	47,742
Right-of-use assets	11,293	11,543
Investment properties	510	535
Goodwill on consolidation	5,834	5,834
	77,417	65,654
Current assets		
Inventories	7,297	9,468
Contract assets	149,301	155,884
Trade receivables	114,972	87,978
Other receivables	111,605	40,507
Current tax assets	295	1,017
Cash and cash equivalents	8,894	7,188
	392,364	302,042
Current liabilities		
Trade payables	66,090	71,767
Other payables	17,148	7,883
Current tax liabilities	13,396	13,029
Contract liabilities	52,973	11,659
Lease liabilities	178	268
Loans and borrowings	115,007	85,754
	264,792	190,360
Net current assets	127,572	111,682
	204,989	177,336
Financed by:		
Share capital	199,117	168,440
Translation reserves	320	396
Accumulated losses	(50,796)	(56,455)
	148,641	112,381
Non-current liabilities		
Deferred tax liabilities	557	335
Lease liabilities	332	-
Loans and borrowings	55,459	64,620
	56,348	64,955
	204,989	177,336
Net assets per share (sen)	17.36	14.21

The basis of preparation of the Condensed Consolidated Statement of Financial Position is disclosed in Note A2 and should be read in conjunction with the audited financial statements of the Group for the period ended 30 Jun 2025.

CENTRAL GLOBAL BERHAD

[Company No: 20181036114 (1298143-T)]

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2025

	<------------------------------- Attributable to Equity Holders of the Company ------------------------------>			
	<--------------------------- Non-Distributable --------------------------	-->	<---------- Distributable ---------->	
	Share capital	**Foreign Currency Translation Reserve**	**Accumulated Losses**	**Total Equity**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Balance as at 1 July 2025 (Audited)	168,440	396	(56,455)	112,381
Total comprehensive (loss) / income for the period	-	(76)	5,659	5,583
Transactions with owners:				
Issuance of ordinary shares via warrants exercised	30,677	-	-	30,677
Balance as at 31 December 2025 (Unaudited)	199,117	320	(50,796)	148,641

CENTRAL GLOBAL BERHAD

[Company No: 20181036114 (1298143-T)]

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

	<------------------------------- Attributable to Equity Holders of the Company ------------------------------>				
	<----------------- Non-Distributable ---------------->		<------------------- Distributable ------------------->		
	Share capital	**Foreign Currency Translation Reserve**	**Share Grant Reserve**	**Accumulated Losses**	**Total Equity**
	RM'000	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Balance as at 1 January 2024 (Audited)	149,498	472	189	(64,228)	85,931
Total comprehensive (loss) / income for the period	-	(76)	-	7,584	7,508
Transactions with owners:					
Issuance of ordinary shares via warrants exercised	18,942	-	-	-	18,942
Forfeiture of shares pursuant to share grant scheme	-	-	(189)	189	-
Balance as at 30 June 2025 (Audited)	168,440	396	-	(56,455)	112,381

The basis of preparation of the Condensed Consolidated Statement of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the period ended 30 June 2025

CENTRAL GLOBAL BERHAD

[Company No: 20181036114 (1298143-T)]
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2025

	CURRENT PERIOD TO DATE UNAUDITED 31.12.2025 RM'000	FOR THE PERIOD ENDED AUDITED 30.06.2025 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	8,740	13,469
Adjustments for:		
Depreciation on property, plant and equipment	1,746	4,098
Depreciation on investment property	25	25
Depreciation on right-of-use assets	251	601
Impairment loss on goodwill	-	15,311
Loss on disposal of property, plant & equipment	-	56
Loss on termination of lease	-	109
Finance costs	4,155	3,300
Finance income	(36)	(120)
Impairment loss on trade receivables	-	1,991
Provision for slow moving inventories	7	-
Reversal of impairment loss on contract assets	-	(202)
Reversal of impairment loss on others receivables	-	(250)
Fair value loss on short-term investment	-	36
Net unrealised foreign exchange gain	-	(83)
Operating profit before working capital changes	14,888	38,341
Changes in working capital:		
Inventories	2,163	3,337
Trade and other receivables	(98,093)	33,954
Contract assets	6,583	(155,208)
Trade and other payables	3,587	(4,918)
Contract liabilities	41,314	(6,467)
Cash Used in Operations	(29,558)	(90,961)
Income tax paid	(1,769)	(4,887)
Net Cash Used In Operating Activities	(31,327)	(95,848)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(13,801)	(10,404)
Purchase of right-of-use assets	-	(531)
Proceeds from disposal of property, plant and equipment	17	223
Interest received	36	120
Net Cash Used In Investing Activities	(13,748)	(10,592)

CENTRAL GLOBAL BERHAD

[Company No: 20181036114 (1298143-T)]

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT (CONT'D)
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2025

	CURRENT PERIOD TO DATE UNAUDITED 31.12.2025 RM'000	FOR THE PERIOD ENDED AUDITED 30.06.2025 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Net drawdown from loans and borrowings	23,509	56,182
Proceeds from issuance of ordinary shares via warrants exercised	30,678	18,941
Decrease / (Increase) in pledged deposits placed with licensed banks	692	(2,624)
Finance cost paid	(4,155)	(3,300)
Net Cash Generated From Financing Activities	50,724	69,199
NET DECREASE IN CASH AND CASH EQUIVALENTS	(5,649)	(37,241)
Effect of exchange rate fluctuations on cash held	(76)	(78)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	(32,645)	4,674
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	(27,072)	(32,645)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD		
Cash and bank balances	3,186	788
Fixed deposits with licensed bank	5,708	6,400
Bank overdraft	(30,258)	(33,433)
	(21,364)	(26,245)
Less: Fixed deposits with licensed bank	(5,708)	(6,400)
	(27,072)	(32,645)

The basis of preparation of the Condensed Consolidated Cash Flow Statement is disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the period ended 30 June 2025.

CENTRAL GLOBAL BERHAD

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A EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING

A1 Basis of Preparation

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") and Malaysia Financial Reporting Standards (MFRS) 134, Interim Financial Reporting in Malaysia and also comply with IAS 34, Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements of the Company and its subsidiaries ("Group") for the financial period ended 30 June 2025. The explanatory notes attached to these 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 period ended 30 June 2025.

A2 Material Accounting Policy Information

The accounting principles and policies adopted in preparing these interim financial statements are consistent with those of the audited financial statements for the financial period ended 30 June 2025, except for the adoption of the following amendments or improvements to MFRSs that are mandatory for the current financial year.

<u>Effective for financial periods beginning on or after 1 July 2025</u>
Amendments to MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards – Annual Improvements to MFRS Accounting Standards
Amendments to MFRS 7 and MFRS 9 Financial Instruments: Disclosures – Amendments to the Classification and Measurement of Financial Instruments and Contracts Referencing Nature-dependent Electricity

The adoption of the above new/ amendments to MFRSs did not have any significant effect on the financial statements of the Group and of the Company and did not result in significant changes to the Group's and the Company's existing accounting policies.

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

<u>Effective for financial periods beginning on or after 1 July 2026</u>
Amendments to MFRS 18 Presentation and Disclosure in Financial Statements
Amendments to MFRS 19 Subsidiaries without Public Accountability: Disclosures and Amendments to MFRS 19

<u>Effective date of these amendments to standards has been deferred, and yet to be announced</u>
Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture.

The above pronouncements are either not relevant or do not have any material impact on the Group's financial statements.

A3 Seasonal or Cyclical Factors

The Group's interim operations were not subject to any seasonal or cyclical factors.

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

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

A5 Changes in Estimates, Significant Accounting Estimates and Judgements

There were no changes in the nature and estimates of amounts reported which have a material effect on the results in the quarter under review.

A6 Debt and Equity Securities

There were no significant issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review except as disclosed in Notes B7 and B8.

A7 Dividends Paid

There was no dividends paid during the quarter ended 31 December 2025.

A8 Segment Information

The Group's primary business segments is principally engaged in construction and manufacturing and trading of self-adhesive tapes and labels.

Segment Reporting of the Group's result for the period is as follows:

Business Segments	**Manufacturing & Trading**		**Construction**		**Total**	
	31.12.2025 Unaudited RM'000	**31.12.2024 Unaudited RM'000**	**31.12.2025 Unaudited RM'000**	**31.12.2024 Unaudited RM'000**	**31.12.2025 Unaudited RM'000**	**31.12.2024 Unaudited RM'000**
Revenue	17,200	15,638	79,187	61,586	96,387	77,224
Segment results	(555)	(6,391)	15,041	9,343	14,486	2,952
Unallocated results					(1,591)	(1,293)
Profit from operations					12,895	1,659
Finance costs					(4,155)	(441)
Profit before tax					8,740	1,218
Income tax expense					(3,081)	(93)
Profit after tax					5,659	1,125

A8 Segment Information (cont'd)

Segment Reporting of the Group's result for the period is as follows (cont'd):

Geographical Segments	31.12.2025 Unaudited RM'000	31.12.2024 Unaudited RM'000
Malaysia	92,627	70,194
Foreign Countries	3,760	7,030
Consolidated	96,387	77,224

A9 Valuation of Property, Plant and Equipment and Investment Properties

There were no valuations of property, plant and equipment, and investment properties during the period under review ended 31 December 2025.

A10 Goodwill on Consolidation

	As At 31.12.2025 Unaudited RM'000	As At 30.06.2025 Audited RM'000
Cost	21,594	21,594
Less: Accumulated impairment loss	(15,760)	(15,760)
Carrying amount	5,834	5,834

A11 Contract Assets / (Liabilities)

	As At 31.12.2025 Unaudited RM'000	As At 30.06.2025 Audited RM'000
Contract assets relating to construction contracts	167,746	174,329
Less: Impairment loss	(18,445)	(18,445)
	149,301	155,884
Contract liabilities relating to construction contracts	(52,973)	(11,659)
Net amount	96,328	144,225

A12 Subsequent Events

Save for Note B7, there were no materials events subsequent to the current financial period ended 31 December 2025 up to the date of this report which is likely to substantially affect the results of the operations of the Group.

A13 Changes in the Composition of the Group

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

A14 Contingent Assets and Contingent Liabilities

As at 31 December 2025, the Company provides corporate guarantees up to a total amount of RM198.78 million to licensed banks for banking facilities granted to certain subsidiaries. Consequently, the Company is contingently liable for the amount of banking facilities utilised by these subsidiaries totalling RM144.91 million as at 31 December 2025.

As at 31 December 2025, the Company also provides corporate guarantees up to a total amount of RM10.19 million to third parties for supply of goods and services for certain subsidiaries. Consequently, the Company is contingently liable for the amount owing by these subsidiaries to the third parties totalling RM2.78 million as at 31 December 2025.

There were no material contingent assets as at the date of this report.

A15 Capital Commitments

	As At 31.12.2025 Unaudited RM'000	As At 30.06.2025 Audited RM'000
Contracted and not provided for:		
- Land held for property development	-	3,303

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE MAIN MARKET

B1 Review of Performance

Current Period Quarter versus Preceding Period Corresponding Quarter

Overall, the Group achieved revenue of RM46.25 million for the quarter ended 31 December 2025 ("Q2 2026"), an increase of 7.51% from RM43.02 million recorded in the quarter ended 31 December 2024 ("Q4 2024"). The increase in revenue was mainly attributed by the construction segment driven by the acceleration of progress for Pan Borneo project during the current quarter.

In Q2 2026, the Group continued to see improvement in its cost rationalisation and cost containment measures, re-alignment and re-organisation of the Group's structure including streamlining of the operational workflow and processes to achieve better operational efficiency, as well as re-visiting the pricing structure and re-negotiating with key suppliers on key cost supplies.

i. Manufacturing & Trading Segment

The revenue of RM10.49 million in the Manufacturing & Trading Segment in Q2 2026 was higher than the revenue of RM7.68 million recorded in Q4 2024. The increase is attributable to year-end sales campaigns and promotional activities implemented in the local market, which resulted in higher sales volume in the local market itself during the quarter, marked an increase of 85% compared to previous corresponding quarter ended 31 December 2024. Therefore, the Manufacturing and Trading Segment recorded a lower segmental loss of RM0.18 million in Q2 2026 compared from a segmental loss of RM4.54 million recorded in Q4 2024 due to economies of scale achieved hence lower cost per unit.

ii. Construction Segment

The revenue in the Construction Segment for Q2 2026 recorded an increase of 1.13% from RM35.34 million in Q4 2024 to RM35.74 million in Q2 2026, mainly caused by the acceleration of Pan Borneo project progress. Therefore, the Construction Segment recorded a higher segmental profit of RM13.76 million in Q2 2026 compared from a segmental profit of RM10.79 million recorded in Q4 2024.

B2 Variation of Results Against Preceding Quarter

	Current Period Quarter 31.12.2025 Unaudited RM'000	Preceding Period Corresponding Quarter 30.09.2025 Unaudited RM'000
Revenue	46,247	50,140
Profit before tax	6,122	2,618

B2 Variation of Results Against Preceding Quarter (cont'd)

For Q2 2026, the Group has recorded revenue of RM46.25 million, drop of 7.76% from RM50.14 million recorded in the quarter ended 30 September 2025 ("Q1 2026"). The decrease is mainly due to lower construction revenue recognised in the current ongoing projects due to lower work progress as compared to preceding quarter. The decrease in construction revenue is offsetted by the increase in manufacturing and trading revenue due to the final year-end sales.

The Group recorded a profit before tax of RM6.12 million for Q2 2026, an increase of 133.94% from a profit before tax of RM2.62 million recorded in the preceding Q1 2026. The increase is mainly due to the Group focuses on the project with high profit margin and decrease in finance expenses during the current quarter.

B3 Prospects

The prospects for each of the operating segment is illustrated as below:

(i) Manufacturing & Trading Segment

The Group's Manufacturing and Trading Segment has carried out year-end sales campaigns and promotional activities in the local market in December 2025 which has increase the sales during the quarter. Nevertheless, the Group continue to face the ever-intense competition in the tape and adhesive products in both local and oversea market which resulted in decreased sales and eroded profit margins.

Plant efficiency in terms of cost and quality will continue to be the Group's focus as a means to maintain and improve competitiveness. With the new production line expected to commence production in the year of 2026, there will be an expected cost efficiency with a greater volume of production and lower wastages.

(ii) Construction Segment

The Group will continue to accelerate work progress on its ongoing projects, particularly the Pan Borneo Project, which remains the key revenue contributor. At the same time, the Group will actively pursue new tender opportunities to replenish and strengthen its project pipeline.

In addition, the Group has continued to rigorously pursue the outstanding impaired debts concerning the Gerbang Bukit Kecil Project and Sungai Pinang Project, and will continue to maintain its prudent management strategies and manage cost efficiencies while consolidating its market position and reinforcing its competitive edge to seize any opportunities that will arise.

As of 31 December 2025, the current secured unbilled order book of the Group's Construction segment is approximately RM470.39 million.

B4 Profit Forecast

Not applicable.

B5 Income Tax Expenses

	Individual Quarter		Cumulative Quarter	
	Current Period Quarter 31.12.2025 Unaudited RM'000	Preceding Period Corresponding Quarter 31.12.2024 Unaudited RM'000	Current Period To-date 31.12.2025 Unaudited RM'000	Preceding Period Corresponding Period 31.12.2024 Unaudited RM'000
Malaysian income tax	1,684	883	3,081	(604)
Deferred tax income	-	(988)	-	697)
	1,684	105	3,081	93

The Group's effective tax rate for the quarter under review is approximately 28%, which is higher than the statutory income tax rate. The comparatively higher effective tax rate in the current quarter under review is mainly due to the absence of deferred tax assets recognised on loss incurred subsidiaries.

B6 Sale of Unquoted Investments and Properties

There were no major disposals of unquoted investments and properties during the quarter under review.

B7 Status of Corporate Proposals

The status of a corporate proposal announced by the Company but not completed as at 19 February 2026 being the latest practicable date not earlier than 7 days from the date of issue of this quarterly report ("LPD") are summarised below:

(i) Free Warrants A and Private Placement

On 8 April 2022, the Company announced multiple proposals as follows :

(a) Issue of free warrants up to 65,403,155 free warrants on the basis of 1 warrant for every 2 existing ordinary shares ("Shares") in the Company ("Warrants A"); and

(b) Private placement of up to 39,241,800 new Shares of the Company, representing not more than 30% of the enlarged total issued share capital of the Company:

(collectively as "Multiple Proposals A").

On 29 July 2022, the Company announced that the issue of Warrants A has been completed with 62,391,724 Warrants A issued and listed on the Main Market of Bursa Securities.

On 23 November 2022, the Company has sought approval from Bursa Securities for the extension of time until 31 May 2023 to complete the private placement. On 8 May 2023, the Company has decided not to proceed with the private placement and hence, the private placement is deemed completed on the same day.

Subsequent to the issuance of Warrants A on 29 July 2022, the following Warrants A were exercised during the relevant periods at a conversion price of RM0.80 per Share up to 7 March 2024 (prior to the date of the adjustment of the Warrant A exercise price on 8 March 2024):

B7 Status of Corporate Proposals (cont'd)

The status of a corporate proposal announced by the Company but not completed as at 21 May 2025 being the latest practicable date not earlier than 7 days from the date of issue of this quarterly report ("LPD") are summarised below (cont'd):

(i) Free Warrants A and Private Placement (cont'd)

Period	No. of Warrants A Exercised ('000)	RM'000
Financial year ended 31 December 2022	10,954	8,763
Financial year ended 31 December 2023	25,056	20,045
1 January 2024 to 7 March 2024	3,675	2,940
Total	**39,685**	**31,748**

After the completion of the share split exercise on 8 March 2024 as detailed in Note B7 (iii) below, the conversion price of the outstanding Warrants A was adjusted from RM0.80 per Share to RM0.20 per Share.

The following Warrants A were exercised at a conversion price of RM0.20 per Share from 8 March 2024 up to the LPD:

Period	No. of Warrants A Exercised ('000)	RM'000
8 March 2024 to 31 March 2024	9,936	1,987
Financial quarter ended 30 June 2024	5,027	1,005
Financial quarter ended 30 September 2024	2,103	421
Financial quarter ended 31 December 2024	7,375	1,475
Financial quarter ended 30 June 2025	6,444	1,289
1 July 2025 to 26 July 2025	39,265	7,853
Total	**70,150**	**14,030**

The Warrants A were expired on 26 July 2025.

(ii) Share Split and Free Warrants B

On 8 December 2023, the Company announced multiple proposals as follows:

(a) A share split involving the subdivision of every 1 existing Share in the Company into 4 subdivided Shares ("Split Shares"); and

(b) Issue of free warrants up to 275,165,870 free warrants on the basis of 1 free warrant for every 3 Split Shares in the Company ("Warrant B"):

(collectively as "Multiple Proposals B").

The total issued share capital comprising 183,518,885 Shares was subdivided into 734,075,540 Split Shares on 8 March 2024. The 734,075,540 Split Shares were listed and quoted on the Main Market of Bursa Securities on 11 March 2024.

The issuance of Warrants B was completed with 244,691,418 Warrants B listed on the Main Market of Bursa Securities on 15 March 2024.

B7 Status of Corporate Proposals (cont'd)

The status of a corporate proposal announced by the Company but not completed as at 21 May 2025 being the latest practicable date not earlier than 7 days from the date of issue of this quarterly report ("LPD") are summarised below (cont'd):

(ii) Share Split and Free Warrants B (cont'd)

Subsequent to the issuance of Warrants B on 15 March 2024, the following Warrants B were exercised during the relevant periods up to the LPD at a conversion price of RM0.75 per Share:

Period	**No. of Warrants B Exercised ('000)**	**RM'000**
Financial period ended 30 June 2025	8,483	6,362
Financial quarter ended 30 September 2025	5,317	3,988
Financial quarter ended 31 December 2025	20,763	15,572
1 January 2026 to 19 February 2026	1,768	1,326
Total	**35,563**	**26,672**

B8 Group's Borrowings and Debt Securities

The Group's borrowings are as follows:

	Payable Within 12 Months Unaudited RM'000	**Payable After 12 Months Unaudited RM'000**	**Total Outstanding Unaudited RM'000**
Secured borrowings			
Trade facilities	70,321	-	75,321
Hire purchases	2,870	7,081	9,905
Bank overdraft	30,258	-	44,373
Term loan	11,558	48,377	40,658
	115,007	55,459	170,257

The secured bank borrowings and other facilities are secured by way of :

(a) corporate guarantee by the Company;
(b) a debenture over all assets of a subsidiary;
(c) a pledge on the Company and subsidiaries' fixed deposits;
(d) facilities agreement as principal instrument;
(e) deed of assignment of contract proceeds;
(f) machineries; and
(g) motor vehicles.

B9 Material Litigation

Save for the following, there were no material litigation involving the Group since the last financial period ended 30 June 2025 and up to the LPD:

(i) Mahkamah Tinggi Malaya Di Georgetown Dalam Negeri Pulau Pinang, Malaysia Guaman Sivil No.: PA-22C-7-09/ 2023 PBSB ("Plaintiff") vs Tang Kae Shih ("Defendant")

PBSB or Plaintiff had served a Writ of Summon and Statement of Claim dated 20 September 2023 to Tang Kae Shih ("Defendant"). The Plaintiff is claiming for the principal sum of RM7.23 million and subsequent late payment interest of 10% until the date of full and final settlement.

The Plaintiff's claim was in relation to the Gerbang Bukit Kecil Project.

Pursuant to a Personal Guarantee dated 28 April 2021 which has been executed by the Defendant, the Defendant has among others, irrevocably and unconditionally undertaken to pay the Plaintiff (as principal debtor and not merely as surety) for any debt due and payable by the Main Contractor to the Plaintiff for the Works performed by the Plaintiff in relation to the project.

On 20 March 2024, PBSB had obtained a summary judgment against the Defendant for the following:

(i) Principal sum of RM7,225,590.93;

(ii) Interest at rate of 10% per annum on the amount of RM7,225,590.93, until the date of full and final payment; and

(iii) Costs in the sum of RM8,000.00.

(ii) Commencement of Winding-Up Proceeding by Proventus Bina Sdn. Bhd. against Simbol Era Sdn. Bhd.

On 14 January 2025, a winding-up proceedings was fixed for hearing on 08 July 2025, whereby the Penang High Court of Malaya granted the following orders, in favour of PBSB:

(a) That Simbol Era Sdn. Bhd. may be wound up by the Court under the provisions of the Companies Act 2016;

(b) That Andrew Heng (NRIC No.: 750225-71-5051) and Kumarakuru A/L Jai Prakash Krishnan (NRIC No.: 820815-01-5371) be appointed as Liquidator of Simbol Era Sdn. Bhd. (now in liquidation); and

(c) Costs of RM5,000.00 shall be paid to PBSB from the assets of Simbol Era Sdn. Bhd. (now in liquidation).

B9 Material Litigation (cont'd)

Save for the following, there were no material litigation involving the Group since the last financial period ended 30 June 2025 and up to the LPD (cont'd):

(iii) Winding Up Proceedings Petition No. PA-28NCC-137-10/2024 commenced by Proventus Bina Sdn. Bhd. ("PBSB") against Jonah Bina Sdn. Bhd. ("JBSB")

On 14 January 2025, a Winding Up Proceedings was fixed for hearing whereby the Penang High Court of Malaya granted the following orders, in favour of PBSB:

(a) JBSB be wound up by the Court under the provisions of the Companies Act 2016;

(b) That Andrew Heng (NRIC No.: 750225-71-5051) and Kumarakuru A/L Jai Prakash Krishnan (NRIC No.: 820815-01-5371) be appointed as Liquidators of JBSB (now in liquidation); and

(c) Costs of RM8,000.00 shall be paid to PBSB from the assets of JBSB (now in liquidation).

(iv) A Winding Up Proceedings commenced by Proventus Bina Sdn. Bhd. ("PBSB") against Prisma Bumiraya Sdn. Bhd. ("Prisma")

A winding up proceedings was fixed for hearing on 14 January 2025, whereby the Penang High Court of Malaya granted the following orders, in favour of PBSB:

(a) Prisma be wound up by the Court under the provisions of the Companies Act 2016;

(b) That Andrew Heng (NRIC No.: 750225-71-5051) and Kumarakuru A/L Jai Prakash Krishnan (NRIC No.: 820815-01-5371) be appointed as Liquidators of Prisma (now in liquidation); and

(c) Costs of RM8,000.00 shall be paid to PBSB from the assets of Prisma (now in liquidation).

(v) Commencement of Adjudication Proceeding pursuant to the Construction Industry Payment and Adjudication Act 2012 ("CIPAA 2012") by Proventus Bina Sdn. Bhd. ("PBSB") against Aspen Vision Builders Sdn. Bhd. ("Aspen Vision")

PBSB had on 12 November 2025 received the adjudication decision dated 12 November 2025 ("Adjudication Decision") from the Adjudicator who had decided in favour of PBSB in for a total sum of RM2,884,324.55 (plus interest).

B9 Material Litigation (cont'd)

Save for the following, there were no material litigation involving the Group since the last financial period ended 30 June 2025 and up to the LPD (cont'd):

(v) Commencement of Adjudication Proceeding pursuant to the Construction Industry Payment and Adjudication Act 2012 ("CIPAA 2012") by Proventus Bina Sdn. Bhd. ("PBSB") against Aspen Vision Builders Sdn. Bhd. ("Aspen Vision") (cont'd)

On 28 November 2025, PBSB received a Notice of Arbitration dated 27 November 2025 from Aspen Vision with the following claims:

(a) An order that PBSB is in breach of contract;

(b) An order that PBSB is not entitled to the sum of RM5,295,291.46;

(c) Alternatively, an order that PBSB is only entitled to the sum of RM1,788,787.34;

(d) General and aggravated damages;

(e) An order that PBSB pays the costs of the arbitration including the legal and other costs incurred by Aspen Vision; and

(f) Such further and other reliefs and/or remedies as the Arbitral Tribunal deems fit and proper.

PBSB with its advice from its solicitors will defend the claims put forth by Aspen Vision and to further pursue the counterclaim against Aspen Vision in the arbitration proceedings.

The case management is set on 31 March 2026.

The Company shall proceed to provide material updates where and when necessary.

B10 Proposed Dividends

No dividends have been declared or paid for the current quarter under review.

B11 Earnings Per Share

	Individual Quarter		Cumulative Quarter	
	Current Period Quarter 31.12.2025 Unaudited RM'000	Preceding Period Corresponding Period 31.12.2024 Unaudited RM'000	Current Period To-date 31.12.2025 Unaudited RM'000	Preceding Period Corresponding Period 31.12.2024 Unaudited RM'000
Net profits for the period attributable to ordinary equity holders of the Company (RM'000)	4,438	1,052	5,659	1,125
Basic				
Weighted average number of shares in issue ('000)	1,482,087	761,373	1,198,821	649,631
Basic earnings per share (sen)	0.30	0.14	0.47	0.17
Diluted				
Weighted average number of shares in issue ('000)	1,482,087	761,373	1,198,821	649,631
Effect of dilution ('000)	48,894	116,347	47,071	137,311
Adjusted weighted average number of shares in issue ('000)	1,530,981	877,720	1,245,892	786,942
Diluted earnings per share (sen)	0.29	0.12	0.45	0.14

B12 Additional Disclosure As Per Appendix 9B, Part A, Note 16 of Listing Requirements of Bursa Securities

	Individual Quarter		Cumulative Quarter	
	Current Period Quarter 31.12.2025 Unaudited RM'000	Preceding Period Corresponding Period 31.12.2024 Unaudited RM'000	Current Period To-date 31.12.2025 Unaudited RM'000	Preceding Period Corresponding Period 31.12.2024 Unaudited RM'000
The following amounts have been included in arriving at profit before tax:				
Auditors' remuneration	58	61	123	317
Depreciation on property, plant and equipment	835	937	1,746	2,756
Depreciation on investment property	12	12	25	50
Depreciation on right-of-use assets	205	75	251	376
Provision for slow moving inventories	-	-	7	-
Finance costs	2,517	247	4,155	831
Foreign exchange loss	55	-	76	-
Reversal of impairment on inventories	-	-	-	1
Rental expense:				
- Premises	50	79	69	247
- Equipment	24	8	63	116
and after crediting:				
Interest income	31	10	35	42
Rental income	-	-	-	19
Foreign exchange gains	93	38	93	38
Reversal of share grant scheme expenses	-	-	-	189
Gain on disposal of property, plant and equipment	-	-	-	20
Gain on appreciation of market value of marketable securities	-	-	-	7

B13 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial period ended 30 June 2025 was unqualified.

B14 Authorisation for Issue

The quarterly financial statements for the quarter ended 31 December 2025 and accompanying notes were authorised for issue by the Board of Directors.