DAGANG NEXCHANGE BERHAD (REGISTRATION NO. 197001000738 (10039-P))
QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 31 MARCH 2026

CONTENTS **Page**

DAGANG NEXCHANGE BERHAD
(Registration No. 197001000738 (10039-P))
Incorporated in Malaysia

Quarterly Report On Consolidated Results For The First Quarter Ended 31 March 2026

THE FIGURES HAVE NOT BEEN AUDITED

I CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter and Year-To-Date Ended	
	Current year quarter 31/3/2026 RM'000	**Preceding year corresponding quarter 31/3/2025 RM'000**
Revenue	**267,556**	**296,832**
Cost of sales	(201,175)	(227,568)
Gross profit	66,381	69,264
Other income	3,575	6,472
Expenses	(32,264)	(49,157)
Foreign exchange (loss)/gain	(7,808)	2,774
Finance cost	(6,211)	(5,646)
Share of results – Joint ventures	(389)	-
Profit before income tax	**23,284**	**23,707**
Income tax expense (Note 13)	(9,745)	(115,649)
Profit/(Loss) for the period	13,539	(91,942)
(Profit)/Loss attributable to non-controlling interest	(759)	12,907
Profit/(loss) attributable to owners of the Company	**12,780**	**(79,035)**
Earnings per share		
Basic	0.37 sen	(2.28) sen
Diluted	0.35 sen	(2.28) sen

Quarterly Report On Consolidated Results For The First Quarter Ended 31 March 2026

I CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)

	Quarter and Year-To-Date Ended	
	Current year quarter 31/3/2026 RM'000	Preceding year corresponding quarter 31/3/2025 RM'000
Other comprehensive income for the period, net of tax		
Items that are or may be reclassified subsequently to profit or loss		
Profit/(Loss) for the period	13,539	(91,942)
Foreign currency translation differences for foreign operations	(1,838)	9,209
Total comprehensive income/(loss)	11,701	(82,733)
Total comprehensive (income)/loss attributable to non-controlling interest	(759)	12,907
Total comprehensive income/(loss) attributable to owners of the Company	**10,942**	**(69,826)**

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2025.

Quarterly Report On Consolidated Results For The First Quarter Ended 31 March 2026

REMARKS TO CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME:

	Quarter and Year-To-Date Ended	
	Current year quarter 31/3/2026 RM'000	**Preceding year corresponding quarter 31/3/2025 RM'000**
Profit before income tax is arrived at after charging/(crediting):		
Interest income	(2,501)	(5,140)
Gain on disposal of property, plant & equipment	(1)	(16)
Net impairment gain on receivables	(1,238)	(931)
Reversal of impairment of property, plant & equipment	-	(370)
Interest expense	6,211	5,646
Depreciation and amortisation	47,684	47,754
Net realised and unrealised foreign exchange loss/(gain)	7,808	(2,774)

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2025.

DAGANG NEXCHANGE BERHAD
(Registration No. 197001000738 (10039-P))
Incorporated in Malaysia

Quarterly Report On Consolidated Results For The First Quarter Ended 31 March 2026

II CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 31/3/2026 RM'000	Audited As at 31/12/2025 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,616,503	1,650,481
Right-of-use assets	4,546	5,109
Intangible assets	926,988	905,082
Investment in joint venture	917	1,306
Deferred tax assets	25,482	16,813
Trade and other receivables	2,504	1,184
Cash and cash equivalents	325,848	326,332
	2,902,788	2,906,307
Current assets		
Inventories	144,945	119,633
Contract assets	9,104	6,131
Trade and other receivables	155,300	116,622
Current tax assets	4,936	5,374
Cash and cash equivalents	248,820	299,570
	563,105	547,330
Total assets	**3,465,893**	**3,453,637**
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share capital	1,131,416	1,131,270
Share Option reserve	22,329	20,142
Translation reserve	(33,478)	(31,640)
Retained earnings	232,530	219,750
	1,352,797	1,339,522
Non-controlling Interests	362,726	361,967
Total equity	1,715,523	1,701,489
Non-current liabilities		
Deferred tax liabilities	599,757	594,161
Contract Liabilities	314,274	290,506
Loan and borrowings (secured)	37,886	25,911
Long term obligations and provisions	9,561	9,244
Lease liabilities	-	113
Provision for decommissioning costs	355,491	352,990
	1,316,969	1,272,925
Current liabilities		
Contract liabilities	92,496	114,000
Trade and other payables	225,645	252,382
Loan and borrowings (secured)	108,383	108,498
Lease liabilities	893	1,300
Current tax liabilities	5,984	3,043
	433,401	479,223
Total liabilities	1,750,370	1,752,148
Total equity and liabilities	**3,465,893**	**3,453,637**
Net assets per share attributable to Owners of the Company (RM)	**0.39**	**0.39**

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2025.

DAGANG NEXCHANGE BERHAD
(Registration No. 197001000738 (10039-P))
Incorporated in Malaysia

Quarterly Report On Consolidated Results For The First Quarter Ended 31 March 2026

III CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

		Unaudited Three months to 31/3/2026 RM'000	Unaudited Three months to 31/3/2025 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		23,284	23,707
Adjustments for:			
Depreciation and amortisation		47,684	47,754
Interest expense		6,211	5,646
Share options expenses		2,187	85
Interest income		(2,501)	(5,140)
Reversal of impairment of property, plant & equipment		-	(370)
Net reversal of impaiment on receivables		(1,238)	(931)
Gain on disposal of property and equipment		(1)	(16)
Net unrealised forex (gain)/loss		7,808	(2,774)
Share of result of joint venture		389	-
Operating profit before changes in working capital		83,823	67,961
Change in inventories		(25,312)	15,317
Change in contract assets/liabilities		(644)	(21,151)
Change in trade and other receivables		(37,155)	(41,572)
Change in payables and provisions		(5,682)	(7,224)
Cash generated from operations		15,030	13,331
Income tax paid (net) and zakat		(807)	(4,493)
Net cash generated from operating activities		14,223	8,838
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment and intangible assets		(64,411)	(42,513)
Proceeds from disposal of property, plant and equipment		-	44,762
Interest received		4,119	5,548
Net cash generated (used in)/from investing activities		(60,292)	7,797
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceed from warrants conversion		13	-
Proceed from ESOS exercised		133	-
Bank borrowings (net)		11,999	999
Payment of finance cost		(2,045)	(1,359)
Payment of lease liabilities		-	(14)
Decrease in pledged deposits and restricted cash		(824)	(8,955)
Net cash generated from financing activities		9,276	(9,329)
Net Change in Cash and Cash Equivalents		(36,793)	7,306
Cash and Cash Equivalents as at beginning of financial period		261,170	191,796
Effect of exchange rate fluctuations on cash held		(15,292)	1,117
Cash and Cash Equivalents as at end of financial period	(a)	209,085	200,219
		=========	========

III CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

(a) **Cash and Cash Equivalents comprise the following Statements of Financial Position amounts:**

	As at 31/3/2026 RM'000	As at 31/3/2025 RM'000
Cash and deposits with licensed banks		
- Unrestricted	209,111	200,275
- Restricted and pledged	365,556	341,661
	574,667	541,936
Less : Cash and cash equivalents pledged as security	(365,556)	(341,661)
Less : Bank overdrafts	(26)	(56)
Cash and Cash Equivalents as at end of financial period	209,085	200,219
	========	=======

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2025.

DAGANG NEXCHANGE BERHAD
(Registration No 197001000738 (10039-P))
Incorporated in Malaysia

Quarterly Report On Consolidated Results For The First Quarter Ended 31 March 2026

IV CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN TOTAL EQUITY

	Attributable to Owners of the Company						
	Non-distributable			Distributable			
In RM'000	Share capital	Share Option reserve	Translation reserve	Retained earnings	Total	Non-controlling interests	Total equity
As at 1 January 2026	1,131,270	20,142	(31,640)	219,750	1,339,522	361,967	1,701,489
Profit for the period	-	-	-	12,780	12,780	759	13,539
Foreign currency translation differences for foreign operations	-	-	(1,838)	-	(1,838)	-	(1,838)
Total comprehensive profit for the period	-	-	(1,838)	12,780	10,942	759	11,701
Contribution by and distribution to owners of the Company							
Effect of conversion of warrants	13	-	-	-	13	-	13
Effect of exercise of ESOS	133	-	-	-	133	-	133
Share option expenses	-	2,187	-	-	2,187	-	2,187
Total transaction with owners of the Company	146	2,187	-	-	2,333	-	2,333
As at 31 March 2026	1,131,416	22,329	(33,478)	232,530	1,352,797	362,726	1,715,523

Quarterly Report On Consolidated Results For The First Quarter Ended 31 March 2026

IV CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN TOTAL EQUITY (continued)

In RM'000	Attributable to Owners of the Company						
	Non-distributable			Distributable			
	Share capital	Share Option reserve	Translation reserve	Retained earnings	Total	Non-controlling interests	Total equity
As at 1 January 2025	1,130,449	18,575	78,068	562,520	1,789,612	402,638	2,192,250
Loss for the period	-	-	-	(79,035)	(79,035)	(12,907)	(91,942)
Foreign currency translation differences for foreign operations	-	-	9,209	-	9,209	-	9,209
Total comprehensive loss for the period	-	-	9,209	(79,035)	(69,826)	(12,907)	(82,733)
Contribution by and distribution to owners of the Company							
Share option expenses	-	85	-	-	85	-	85
Total transaction with owners of the Company	-	85	-	-	85	-	85
As at 31 March 2025	1,130,449	18,660	87,277	483,485	1,719,871	389,731	2,109,602

V NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1 Basis of preparation

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Securities**"). These condensed consolidated interim financial statements also comply with IAS 34 *Interim Financial Reporting* issued by the International Accounting Standards Board. These quarterly financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2025.

2 Significant accounting policies

The accounting policies adopted in the preparation of the condensed consolidated interim financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2025 except as described below:

2.1 Adoption of Amendments to Standards

The Group did not early adopt these amendments to MFRS and they are not expected to have a material impact to the Group, except for the following amendment to published standard:

- Amendments to MFRS 9 and MFRS 7 – 'Amendments to the Classification and Measurement of Financial Instruments' (effective 1 January 2026)
- Annual Improvement to MFRS Accounting Standards – Volume 11 (effective 1 January 2026)
- Amendments to MFRS 9 and MFRS 7 'Contracts Referencing Nature-dependent Electricity' (effective 1 January 2026)

The adoption of the above amendments did not have any material impact on the financial statements of the Group.

2.2 Standards issued but not yet effective

	Effective for financial periods beginning on or after
MFRS 18: Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19: Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 19: Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 121: Translation to a Hyperinflationary Presentation Currency	1 January 2027
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an investor and its Associate or Joint Venture	Deferred

The Group will adopt the above standards and amendments when they become effective in the respective financial periods.

V NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (continued)

3 Auditor's Report on preceding annual financial statement

The auditor's report on the Group's audited financial statements for the financial year ended 31 December 2025 was not subject to any qualification.

4 Seasonal or cyclical factors

The Group's operations were not materially affected by any seasonal or cyclical factors during the current period.

5 Unusual items due to their nature, size or incidence

There were no items affecting assets, liabilities, equity, net income, or cash flows that were unusual because of their nature, size or incidence in the current period.

6 Material changes in estimates used

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the current period.

7 Debt and equity securities

The Group did not undertake any issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the period ended 31 March 2026.

8 Dividend

The Board of Directors does not recommend the payment of any dividend for the financial period ended 31 March 2026 (2025: Nil).

9 Segmental information

The Group's current activity is mainly from the Semiconductor, Information Technology and Energy industries.

Business segment **31 March 2026**	**Semi-conductor RM'000**	**Energy RM'000**	**Information Technology RM'000**	**Corporate RM'000**	**Eliminations RM'000**	**Consolidated RM'000**
Revenue from external customers	155,135	75,607	36,814	-	-	267,556
Inter-segment revenue	-	1,324	117	3,270	(4,711)	-
Total revenue	155,135	76,931	36,931	3,270	(4,711)	267,556
Segment result						
Profit/(Loss) from operations	15,371	44,719	17,429	(3,691)	-	73,828
Depreciation and amortisation	(16,191)	(30,620)	(437)	(436)	-	(47,684)
Net impairment (loss)/reversal on receivables	1,236	2	4	(4)	-	1,238
Net gain on disposal property, plant & equipment	-	1	-	-	-	1
Finance costs	(210)	(4,535)	(183)	(1,283)	-	(6,211)
Finance income	735	1,506	257	3	-	2,501
Share of results - joint venture	-	-	(389)	-		(389)
(Loss)/profit before tax	941	11,073	16,681	(5,411)	-	23,284
Income tax expense						(9,745)
Net profit after tax						13,539
Net profit attributable to non-controlling interest						(759)
Net profit attributable to owners of the Company						12,780
Segment assets	1,337,425	2,414,664	350,383	1,126,910	(1,763,489)	3,465,893
Segment liabilities	850,526	1,700,770	265,025	196,151	(1,262,102)	1,750,370

9. Segmental information (continued)

31 March 2025	Semi-conductor RM'000	Energy RM'000	Information Technology RM'000	Corporate RM'000	Eliminations RM'000	Consolidated RM'000
Revenue from external customers	178,712	78,812	39,308	-	-	296,832
Inter-segment revenue	-	-	179	-	(179)	-
Total revenue	178,712	78,812	39,487	-	(179)	296,832
Segment result						
Profit/(loss) from operations	13,218	46,662	15,985	(5,215)	-	70,650
Depreciation and amortisation	(25,150)	(20,914)	(1,568)	(122)	-	(47,754)
Net impairment (loss)/reversal on receivables	948	(17)	-	-	-	931
Reversal of impairment of property, plant & equipment	-	-	370	-	-	370
Net gain on disposal property, plant & equipment	-	-	16	-	-	16
Finance costs	-	(4,045)	(370)	(1,231)	-	(5,646)
Finance income	831	3,715	464	130	-	5,140
(Loss)/profit before tax	(10,153)	25,401	14,897	(6,438)	-	23,707
Income tax credit						(115,649)
Net loss after tax						(91,942)
Net loss attributable to non-controlling interest						12,907
Net profit attributable to owners of the Company						(79,035)
Segment assets	1,240,673	2,439,311	499,625	1,094,563	(1,070,830)	4,203,342
Segment liabilities	851,619	1,665,651	488,493	117,633	(1,029,656)	2,093,740

10 Changes in the composition of the Group

There are no significant changes in the composition of the Group for the current period including business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinued operations.

11 Contingent liabilities

There are no material contingent liabilities as at the date of this announcement.

12 Capital commitments

There are no material capital commitments as at the date of this announcement other than capital commitments on Property, Plant and Equipment, authorised and contracted of RM112.1 million as at 31 March 2026.

13 Income tax

	Quarter and Year-To-Date Ended	
	Current year quarter 31/03/2026 RM'000	Preceding year corresponding quarter 31/03/2025 RM'000
Malaysian and foreign income tax:		
Current year	(7,520)	(8,934)
Deferred Tax		
- Current year	(2,225)	(107,559)
- Overprovision in prior year	-	844
	(2,225)	(106,715)
Total tax expense	(9,745)	(115,649)

The Group's effective tax rates are reflective of the various tax legislations within which the Group operates.

In Q1 FY2026, the Group recognised a RM2.9 million reversal of deferred tax liabilities arising from temporary differences following the remeasurement of the UK Energy Profits Levy (EPL). This reversal is in line with the ongoing depreciation and amortisation of the underlying assets, consistent with their production profile.

The EPL was introduced by the UK Government on 14 July 2022 as a temporary measure, imposing a 25% levy on profits from upstream oil and gas activities for the period from 26 May 2022 to 31 December 2022. The rate was subsequently increased to 35% effective 1 January 2023, and later to 38% effective 1 November 2024. In addition, the UK Finance Bill 2024/25, enacted on 3 March 2025, extended the EPL to 31 March 2030. Following these changes, the Group recognised cumulative deferred tax liabilities of RM112.2 million in Q1 FY2025.

These deferred tax liabilities are non-cash in nature and will reverse progressively in line with the depreciation and amortisation of the related assets. Such reversals will be recognised as tax credits in the statement of profit or loss.

14 Status of corporate proposals announced but not completed as at the date of this announcement

There are no announced corporate proposals that are not completed as at the date of this report.

15 Derivatives

There are no derivatives as at the date of this announcement.

16 Classification of financial assets

For the period ended 31 March 2026, there was no change in the classification of financial assets as a result of a change in the purpose or use of those assets.

17 Material litigation

Significant events during the financial year are as follows:

(a) Dagang NeXchange Berhad ("the Company"), Dagang Net Technologies Sdn. Bhd. ("Dagang Net"), DNeX Telco Services Sdn. Bhd. ("DTS"), PT Dagang Samudera Hutama ("PT DSH") and PT DNeX Telco Indonesia ("PT DTI") (the Company, Dagang Net, DTS, PT DSH and PT DTI shall collectively be referred to as "the Group" or "the Plaintiffs") vs Mohd Ismail Khan bin Wazir Khan, the former Chief Executive Officer of DTS ("the Defendant"):

The Group had on 11 November 2022 filed a legal action against the Defendant in the Kuala Lumpur High Court.

The Group is seeking for the following reliefs against the Defendant:

1. A declaration that the Defendant had breached his fiduciary duty, trust, duty of care, skill and diligence, duty of fidelity and duty of trust and confidence towards the Plaintiffs, in regards to the acquisition of a remotely operated vehicle ("ROV");
2. A declaration that USD1,335,000 and/or all secret profits and/or other benefits obtained by the Defendant through the ROV acquisition are held on constructive trust for the Plaintiffs;
3. An account of profits obtained by the Defendant for the sum of USD1,335,000 and/or all secret profits and/or other benefits procured through the ROV acquisition;
4. Special damages in the sum of USD1,250,000 and IDR23,764,196,250 to be paid by the Defendant to the Plaintiffs;
5. Aggravated damages against the Defendant to be assessed by the Court;
6. Exemplary damages against the Defendant to be assessed by the Court;
7. Pre-judgement interest on the sums adjudged by the Court at the rate of 5% per annum from the date of the statement of claim until the date of the judgement;
8. Post-judgement interest on the sums adjudged by the Court at the rate of 5% per annum from the date of the judgement until its full realisation;
9. Costs on an indemnity basis; and
10. Any further and/or other relief than the Court deems fit and proper.

17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

(a) Dagang NeXchange Berhad ("the Company"), Dagang Net Technologies Sdn. Bhd. ("Dagang Net"), DNeX Telco Services Sdn. Bhd. ("DTS"), PT Dagang Samudera Hutama ("PT DSH") and PT DNeX Telco Indonesia ("PT DTI") (the Company, Dagang Net, DTS, PT DSH and PT DTI shall collectively be referred to as "the Group" or "the Plaintiffs") vs Mohd Ismail Khan bin Wazir Khan, the former Chief Executive Officer of DTS ("the Defendant"): (continued)

The Judge on 19 July 2024 has decided as follows:

During the decision on 19 July 2024, the High Court has allowed the Plaintiffs' claim and had granted the following reliefs:

1. A declaration that the Defendant had breached his fiduciary duty, trust, duty of care, skill and diligence, duty of fidelity and duty of trust and confidence towards the Plaintiffs, in regards to the ROV Acquisition;

2. A declaration that USD1,335,000 and/or all secret profits and/or other benefits obtained by the Defendant through the ROV Acquisition are held on constructive trust for the Plaintiffs;

3. An account of profits obtained by the Defendant for the sum of USD1,335,000 and/or all secret profits and/or other benefits procured through the ROV Acquisition;

4. Special damages in the sum of USD 1,250,000 and IDR23,764,196,250 to be paid by the Defendant to the Plaintiffs;

5. Pre-judgement interest on the sums adjudged by this Honourable Court at the rate of 5% per annum calculated from 15 November 2022 until the date of this judgment;

6. Post-judgement interest on the sums adjudged by this Honourable Court at the rate of 5% per annum calculated from the date of this judgement until its full realisation; and

7. Costs of RM150,000 to be paid by the Defendant to the Plaintiffs.

A Notice of Appeal has been filed by the Defendant on 22 July 2024 at the Court of Appeal.

The Court of Appeal has fixed a further Case Management on 2 July 2025 to update the Court on the status of the High Court's grounds of judgement.

The Court has fixed another Case Management on 1 October 2025 to update the Court on the status of the Grounds of Judgment. The Defendant's Solicitors also has informed that they are currently in the process of changing solicitors and obtaining fresh sanction from the Director General of Insolvency (DGI).

The Court has fixed another Case Management on 6 November 2025 to update the Court on the filing of the Supplementary Record of Appeal as the Grounds of Judgement has been made available.

The Court of Appeal has fixed the matter for case management on 19 August 2026 to monitor compliance of filing of submissions and hearing on 2 September 2026.

17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

(a) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited:

i. Arbitration proceeding against Mimastronics Technologies Company Limited ("MIMAS")

DNeX Semiconductor Sdn. Bhd. ("DNeX Semi"), a wholly-owned subsidiary of the Company, had on 17 November 2022 issued and served a Notice of Arbitration to commence arbitration proceedings against MIMAS under rules 5.3 and 22.4 of the Asian International Arbitration Centre Arbitration Rules, 2021. MIMAS is wholly owned by Tethystronics Technologies Company Limited ("TTCL"), a special purpose vehicle ultimately owned by Beijing Integrated Circuit Advanced Manufacturing and High-End Equipment Equity Investment Fund Center (Limited Partnership) ("CGP"), which also held 40% equity interest in Silterra Malaysia Sdn. Bhd. ("Silterra"). Silterra is a 60% owned subsidiary of DNeX Semi which in turn is a subsidiary of the Company.

DNeX and CGP had respectively acquired, through DNeX Semi and TTCL, 60% and 40% of the shareholding of Silterra from Khazanah Nasional Berhad ("Khazanah") pursuant to a Share Sale and Purchase Agreement dated 31 March 2021 between DNeX, CGP and Khazanah ("SilTerra SSPA").

DNeX Semi and TTCL aimed to continue with the operations of Silterra. This necessitated compliance with the conditions imposed on the manufacturing licence ("the Licence") issued to Silterra pursuant to the Industrial Co-ordination Act 1975. Amongst other things, it was a condition that at least 55% of the shareholding of Silterra was to be owned by a Malaysian entity. A breach of this condition would trigger a possible revocation of the Licence.

In order to fulfil commitments made by DNeX Semi and TTCL under the SilTerra SSPA, it was necessary for DNeX Semi to raise a sum of RM120 million in Silterra for the purposes specified in Schedule 4(I) of the SilTerra SSPA.

17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

(b) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited: (continued)

i. Arbitration proceeding against Mimastronics Technologies Company Limited ("MIMAS") (continued)

Various discussions were held between the parties to deliberate on the option of financial instruments to be used for purpose of raising the aforementioned funds. Of the options discussed, the parties had sought to opt for the possible issuance of Irredeemable Convertible Preference Shares ("ICPS") in DNeX Semi amounting to RM100 million to be issued to and subscribed by MIMAS ("Proposed Investment"). The Proposed Investment forms the subscription exercise that was the subject of the Subscription Agreement dated 21 January 2022 entered between DNeX Semi, MIMAS and DNeX ("SSA") by which MIMAS would become a 33.33% shareholder of DNeX Semi in return for a payment of RM100 million. The rights of the DNeX Semi and MIMAS as shareholders was to be regulated by the Shareholders Agreement dated 21 January 2022 entered between DNeX Semi, MIMAS and DNeX ("SHA").

The execution of the SSA and SHA was done in accordance with a protocol which stipulates that wet-ink versions of the signing pages were only required for the purposes of stamping. Nonetheless upon executing the two agreements, DNeX reached out to MIMAS to delay the stamping as DNeX will need to seek greater clarity on the matter from the relevant authorities in fear that it might potentially breach any regulatory conditions duly imposed by the Government of Malaysia.

Accordingly, DNeX and CGP had sought clarification with the Ministry of Investment, Trade and Industry ("MITI") in relation to the possible breach of any regulatory conditions pursuant to the Proposed Investment.

Vide MITI's letter dated 28 February 2022, DNeX and CGP learned that the prior approval of MITI was required in relation to the Proposed Investment. Despite the clarification letter from MITI, MIMAS purported to stamp the SSA and SHA, utilising scanned copies of the signing pages of the said agreements on which DNeX and DNeX Semi signed. This was despite the understanding of the parties that only wet ink copies would be stamped. At all material times, the original wet ink copies of the SSA and SHA are kept in trust by DNeX's solicitors and have not been released to CGP, MIMAS or its solicitors.

MIMAS took, and still takes, the position that such approval was not required and maintains that the SSA and the SHA are valid and enforceable. It is, further, MIMAS's position that these agreements should not be understood as being conditional upon such approval.

DNeX and DNeX Semi, however, consider such approval as necessary, more so in light of the terms and conditions of the SSA and the SHA which provide for MIMAS becoming a shareholder upon the issuance of the ICPS and not their conversion. If so, this puts the Licence, and thus the operations of Silterra, at risk. This is also after taking into account the MITI's letter dated 28 February 2022 which stipulates that the prior approval of MITI was required in relation to the Proposed Investment.

It is the position of DNeX and DNeX Semi that the SSA and the SHA are void by reason of Section 21, Contracts Act 1950 as the parties were under a mistake as to a matter of fact essential to the said agreements.

In view of the foregoing, DNeX and DNeX Semi demand that the dispute be referred to arbitration pursuant to the Arbitration Agreements in accordance with the Asian International Arbitration Centre Arbitration Rules, 2021.

Notice of Arbitration was issued on 17 November 2022. The hearing proceeded on 24, 25, 26, 28 and 29 October 2024 and concluded on 17 February 2025. Submissions have been filed. The matter is pending hearing and/or decision.

17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

(b) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited: (continued)

ii. Commencement of Originating Summons by TTCL against DNeX Semi and Silterra in relation to a shareholders' agreement dated 8 July 2021 entered between TTCL and DNeX Semi.

The Company's subsidiaries namely, DNeX Semi and Silterra (collectively referred to as "the Group" or "the Defendants") were on 15 December 2022 served with an Originating Summons together with notice of Application (ex-parte) for injunctive relief against the Defendants. The cause papers were served at the registered office of the Defendants on 12 December 2022. As a result of inadvertent clerical error, the cause papers were not brought to the attention of the management of the Defendants. The notice of application sought among others, injunctive relief and remedies against the Defendants.

Commencement of Originating Summons by TTCL against DNeX Semi and Silterra in relation to a shareholders' agreement dated 8 July 2021 entered between TTCL and DNeX Semi (continued)

The notice of application was heard before the High Court on 14 December 2022. As a result of explanation given by the Defendants' counsel, the court granted an interim injunction pending hearing of the Plaintiff and Defendants on 22 February 2023.

A Consent Order ("Consent Order") was recorded on 9 January 2023 in the High Court of Kuala Lumpur in relation to the Originating Summons No. WA-24NCC(ARB)-55-12/2022 ("OS") on mutual agreement between TTCL, DNeX Semi and Silterra. Among others, the Consent Order provides that:

1) The Ad Interim Order dated 14 December 2022 ("Interim Injunction") was discharged;
2) The Board of Silterra shall not deliberate on matters in respect of the proceeding of the OS and impending arbitrations;
3) The Board of Silterra is entitled to convene subsequent meetings in respect of other matters related to Silterra, and that Silterra shall remain a nominal party in the OS proceedings;
4) TTCL and DNeX Semi shall ensure that their respective nominee directors of Silterra abide by the terms of the Consent Order and that such directors shall continue to act in the best interest of Silterra;
5) The composition of the Board of Silterra shall remain as at the composition prior to 21 November 2022; and
6) The Consent Order shall be effective and enforceable until the disposal of the OS. The Consent Order shall be discharged upon the disposal of the OS.

The Consent Order will not have any material financial impact other than legal cost to be incurred and no material operational impact is expected arising from the Consent Order. In contrary, the Consent Order will allow the Board of Silterra to operate their business as usual with a functional Board.

17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

(b) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited (continued)

iii. Commencement of Arbitration by TTCL against DNeX Semi and Silterra

The Company had on 14 December 2022 received a Notice of Arbitration from TTCL ("the Claimant") to commence arbitration proceedings against the Company's subsidiaries namely, DNeX Semi ("1st Respondent") and Silterra ("2nd Respondent") (collectively referred to as "the Group" or "the Respondents") under the Asian International Arbitration Centre Arbitration Rules, 2021 ("AIAC Rules").

(a) Background

TTCL had entered into the Shareholders' Agreement dated 8 July 2021 ("SHA") with DNeX Semi. Silterra become party to the SHA pursuant to the Joinder Agreement TTCL ("JA"), the Company and Silterra dated 18 February 2022.

Disputes and differences have raised between TTCL, DNeX Semi and Silterra (collectively, "the Parties") in relation to or arising out of the SHA ("the Disputes"). Disputes between TTCL, DNeX Semi and Silterra arise from the SHA, read with the JA and a further agreement as contained in a letter dated 8 July 2021 between DNeX Semi and the Company on the one part and TTCL, Beijing Integrated Circuit Advanced Manufacturing and High-End Equipment Equity Investment Fund Center (Limited Partnership) and Mimastronics Technologies Company Limited, on the other part ("Collateral Agreement"). The Collateral Agreement was entered into in connection with the SHA. In connection with the SHA, the Collateral Agreement was entered into for the purposes of, amongst other things, regulating the composition of Silterra's Board.

In respect of the appointment of Directors of Silterra, it was agreed under Clause 4 of the SHA, read with the JA and the Collateral Agreement, that:

1. Unless otherwise unanimously agreed upon by TTCL, and DNeX Semi in writing, Silterra's Board shall consist of not more than 5 Directors.

2. The composition of Silterra's Board shall be mutually agreed upon TTCL and DNeX Semi in writing.

3. Silterra's Board shall at all times comprise of 2 persons appointed by DNeX Semi and 3 persons appointed by TTCL, DNeX Semi and TTCL have the right to remove from Silterra's Board the person that they have respectively appointed as Director.

However, the Company have been advised that the SHA is not binding in the Respondents for legal reasons that shall be made clear in the formal reply to be filled under the AIAC Rules.

Further, the Respondents have been advised that they have legal authority and basis to appoint additional directors. The 1st Respondent has passed the necessary Members' Written Resolutions to appoint additional directors in accordance with the prevailing terms of the Constitution ("Appointment MWR").

17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

(b) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited (continued)

iii. Commencement of Arbitration by TTCL against DNeX Semi and Silterra (continued)

(b) Relief and Remedy sought by TTCL

Thus, TTCL demands that the Disputes be referred to arbitration pursuant to the AIAC Rules.

1. An order that DNeX Semi and Silterra (or any of them) take the necessary steps to comply with their obligations under the SHA.
2. A declaration that Appointment MWR is illegal, invalid, null, void and/or unenforceable ("Disputed Appointments").
3. A declaration that the Disputed Appointments are illegal, invalid, null, void and/or unenforceable.
4. An order that DNeX Semi and Silterra (or any of them) restore the composition of the board of directors of Silterra to the composition prior to the Appointment MWR, and that Silterra take steps to remove the Impugned Directors from Silterra's register of its directors, managers and secretaries.
5. A declaration that the Directors' Written Resolution ("DWR") on 21 November 2022 to rescind an earlier validly passed resolution of Silterra's Board dated 17 November 2022 and any DWR passed with the votes of Impugned Directors are illegal, invalid, null, void and/or unenforceable.
6. An order that DNeX Semi and Silterra (or any of them) take steps to rescind the Recission DWR and any other DWR passed with the votes of the Impugned Directors.
7. An injunction against DNeX Semi and Silterra (or any of them), their servants and/or agents restraining them from acting upon or giving effect to Appointment MWR or any resolution for the appointment of Impugned Directors.
8. An injunction against DNeX Semi and Silterra (or any of them), their servants and/or agents restraining them from acting upon or giving effect to the Rescission DWR.
9. An injunction against DNeX Semi and Silterra (or any of them), their servants and/or agents restraining them from acting upon or giving effect to any DWR passed with the votes of the Impugned Directors or to take steps to propose or pass any DWR that is dependent on the votes of the Impugned Directors.
10. An injunction against DNeX Semi and Silterra (or any of them), their servants and/or agents restraining them from representing to anyone or holding out the Impugned Directors as the Directors of Silterra, or permitting the Impugned Directors as the Directors of Silterra, or permitting the Impugned Directors or any of them to hold themselves out as the Directors of Silterra.
11. An order for DNeX Semi to indemnify TTCL for all loss and damage suffered, the amount of which is to be assessed.
12. Damages to be assessed.
13. Interest.
14. Costs.
15. Such further orders deemed appropriate by the Tribunal.

The Company does not expect any material financial impact by reason of the relief and remedy sought by TTCL arising from the arbitration other than legal cost to be incurred. No material operational impact is expected arising from the arbitration.

None of the Directors and/or major shareholders of the Company and/or persons connected with them have any interests, direct or indirect, in the aforesaid arbitration proceedings.

AIAC had issued the final award on 24 January 2025 and the arbitrator awarded that TTCL, the minority shareholder of Silterra is entitled to appoint 3 members of the board of Directors of Silterra and that the Constitution of Silterra shall be amended accordingly.

17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

(b) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited (continued)

iii. Commencement of Arbitration by TTCL against DNeX Semi and Silterra (continued)

Arbitration Costs as per Addendum to the Final Award dated 12 March 2025

The 1st Respondent (DNeX Semi) is ordered to bear the:

(i) AIAC's Administrative Fees of USD88,865.60 (inclusive of Malaysian SST) and bank charges of USD150.00;

(ii) Sole Arbitrator's fees and expenses which are fixed by the Director of AIAC as USD411,600 and USD3,617.88 respectively; and

(iii) Reimburse the Claimant and the 2nd Respondent, no later than 7 calendar days from the date this Final Award is served on the 1st Respondent, such amounts as the Claimant and the 2nd Respondent have respectively paid in respect of the AIAC's Administrative Fees and bank charges and the Sole Arbitrator's fees and expenses, less any amount that they may receive by way of refund from the AIAC.

The 1st Respondent is ordered to pay no later than 7 calendar days from the date this Final Award is served on it:

(i) Claimant's costs of legal representation of RM794,551.42 and expenses RM13,449.96;

(ii) Cost of hearing room and transcription services of RM4,465.80 and SGD3,733.32 respectively;

(iii) Claimant's witness expenses of HKD18,050.66; and

(iv) the AIAC Registration Fee of USD795 paid by the Claimant to the AIAC.

Interest at 5% per annum will accrue on the above sums and shall run from the date they fall due (i.e. 7 calendar days from the date of the Final Award) to the date of full payment.

On 27 March 2025, the Company has filed for a set-aside and stay of the Award by way of an Originating Summons ("Set Aside OS") filed to the High Court of Malaya in Kuala Lumpur.

Subsequent to the Set Aside OS, TTCL has filed a separate Originating Summons seeking recognition and registration of the same Award at the High Court of Malaya in Kuala Lumpur.

The Hearing for both OS is scheduled for 23 September 2025.

The Hearing has been postponed pending settlement discussions between parties. A case management has been fixed on 13 November 2025, 28 January 2026, 4 March 2026, 20 April 2026,14 May 2026 and now 15 June 2026 pending settlement discussions.

The Group and the Company do not expect any material financial impact by reason of the commencement of the said arbitration proceedings other than legal cost to be incurred. Silterra remains a 60% owned subsidiary of DNeX Semi which in turn is a subsidiary of the Company. No material operational impact is expected arising from the arbitration other than disclosed above.

18 Detailed analysis of the performance for the current quarter and period-to-date

(a) Quarter ended 31 March 2026 compared with quarter ended 31 March 2025

	Current quarter 31/3/2026 RM'000	Preceding year corresponding quarter 31/3/2025 RM'000	Variance %
Revenue	267,556	296,832	-10%
- Semiconductor	155,135	178,712	-13%
- Energy	75,607	78,812	-4%
- Information Technology ("IT")	36,814	39,308	-6%

The Group reported 10% lower revenue of RM267.6 million for the current quarter ended 31 March 2026 against the corresponding quarter last year.

Semiconductor Segment

The Semiconductor segment recorded revenue of RM155.1 million in Q1 FY2026, representing a 13% decline from RM178.7 million in Q1 FY2025 mainly due to currency translation effects.

Excluding these effects, revenue declined by 3% primarily attributed to lower shipment volumes of 45k units (Q1 FY2025: 63k units). Nevertheless, the impact was largely mitigated by a significant increase in the average selling price, which rose to USD805 per wafer from USD589 per wafer a year earlier.

Emerging technologies continued to gain traction, accounting for 55% of total revenue in Q1 FY2026, compared to 38% in the same period last year.

Energy Segment

The Energy segment recorded revenue of RM75.6 million in Q1 FY2026, representing a 4% decrease from RM78.8 million in Q1 FY2025 mainly due to currency translation effects.

Excluding these effects, revenue grew by 5%, primarily driven by a higher average crude oil price of USD91.3/bbl in Q1 FY2026 versus USD74.3/bbl in Q1 FY2025, representing a 23% increase, partially offset by a 15% year-on-year decline in lifting volumes to 148k barrels.

Information Technology Segment

The Information Technology segment recorded revenue of RM36.8 million in Q1 FY2026, representing a 6% decline from RM39.3 million in Q1 FY2025. The decrease was primarily attributable to the completion of a major project, which had contributed significantly to revenue in Q1 FY2025 and was fully completed in Q4 FY2025.

18 Detailed analysis of the performance for the current quarter and period-to-date (continued)

(a) Quarter ended 31 March 2026 compared with quarter ended 31 March 2025 (continued)

	Current quarter 31/3/2026 RM'000	Preceding year corresponding quarter 31/3/2025 RM'000	Variance %
Profit/(loss) before tax ("PBT/(L)")	23,284	23,707	2%
- Semiconductor	941	(10,153)	>100%
- Energy	11,073	25,401	-56%
- IT	16,681	14,897	12%
- Corporate	(5,411)	(6,438)	16%

The Group recorded a profit before tax ("PBT") of RM23.3 million in Q1 FY2026 compared with RM23.7 million in Q1 FY2025. The decline was primarily driven by currency translation effects in the Energy segment.

Semiconductor segment

The Semiconductor segment reported a PBT of RM0.9 million for the quarter, compared with a loss before tax ("LBT") of RM10.2 million in Q1 FY2025. The turnaround was contributed by lower operating cost in the current quarter.

Energy segment

The Energy segment reported a PBT of RM11.1 million in Q1 FY2026, lower than RM25.4 million recorded in Q1 FY2025. The decline was mainly attributable to a foreign exchange loss of RM6.8 million in Q1 FY2026, compared to a foreign exchange gain of RM7.8 million in Q1 FY2025, mainly due to unfavourable movements in the US Dollar and Pound Sterling.

Excluding these currency translation effects, the PBT improved by RM0.3 million year-on-year to RM17.9 million in Q1 FY2026 from RM17.6 million in Q1 FY2025.

Information Technology

The Information Technology segment recorded a PBT of RM16.7 million in Q1 FY2026, compared to RM14.9 million in Q1 FY2025. The 12% increase was primarily due to lower foreign exchange losses of RM0.1 million in Q1 FY2026 from RM4.8 million in Q1 FY2025, which contributed favourably to the segment's profitability.

19 Comparison between the current quarter and the immediate preceding quarter

Quarter ended 31 March 2026 compared with quarter ended 31 December 2025

	Current quarter 31/3/2026 RM'000	Immediate preceding quarter 31/12/2025 RM'000	Variance %
Revenue	267,556	214,355	25%
- Semiconductor	155,135	155,383	-0%
- Energy	75,607	16,331	>100%
- IT	36,814	42,641	-14%

The Group reported 25% higher revenue of RM267.6 million for the current quarter ended 31 March 2026 against the immediate preceding quarter.

Semiconductor Segment

The Semiconductor segment recorded revenue of RM155.1 million in Q1 FY2026, slightly lower than RM155.4 million in Q4 FY2025, mainly due to currency translation effects.

Excluding these effects, revenue grew by 4%, driven by higher shipment volumes of 45k units (Q4 FY2025: 42k units). This was partially offset by a lower average selling price, which declined to USD805 per wafer from USD886 per wafer in Q4 FY2025.

Emerging technologies continue to gain traction, contributing 55% of total revenue in Q1 FY2026, up from 49% in the preceding quarter.

Energy Segment

The Energy segment recorded revenue of RM75.6 million in Q1 FY2026, a significant increase from RM16.3 million in Q4 FY2025. This was primarily due to the absence of lifting activities in Q4 FY2025 as production levels had remained below the minimum threshold required for lifting. The oil lifting activities were deferred to Q1 FY2026 of which the lifted volume was supported by a stronger average crude oil price of USD91.3/bbl.

Information Technology Segment

The Information Technology segment recorded revenue of RM36.8 million in Q1 FY2026, representing a 14% decline from RM42.7 million in Q4 FY2025. The decline was primarily due to the completion of a major project in Q4 FY2025.

19 Comparison between the current quarter and the immediate preceding quarter (continued)

Quarter ended 31 March 2026 compared with quarter ended 31 December 2025 (continued)

	Current quarter 31/12/2026 RM'000	**Immediate preceding quarter 31/12/2025 RM'000**	**Variance %**
Profit/(Loss) before tax	23,284	(588,721)	>100%
- Semiconductor	941	(251,966)	>100%
- Energy	11,073	(362,839)	>100%
- IT	16,681	9,578	74%
- Corporate	(5,411)	16,506	->100%

The Group recorded a PBT of RM23.3 million in Q1 FY2026, marking a turnaround from the LBT of RM588.7 million reported in Q4 FY2025.

The loss in the preceding quarter was primarily driven by asset impairments totaling RM506.3 million, comprising RM200.2 million in the Semiconductor segment and RM306.1 million in the Energy segment. Excluding these impairments, the Group's underlying LBT in Q4 FY2025 was RM82.4 million.

<u>Semiconductor Segment</u>

The Semiconductor segment reported a PBT of RM0.1 million for the quarter, compared with LBT of RM252.0 million in Q4 FY2025 which included asset impairment of RM200.2 million. Excluding this non-cash impairment, the segment's underlying LBT in Q4 FY2025 was RM51.8 million

The turnaround was mainly driven by lower operating costs incurred during the quarter.

<u>Energy Segment</u>

The Energy segment recorded a PBT of RM11.1 million in Q1 FY2026, marking a turnaround from a LBT reported in Q4 FY2025.

The loss in the preceding quarter was primarily attributable to an asset impairment of RM306.2 million. Excluding this impairment, the segment's underlying LBT in Q4 FY2025 was RM56.6 million.

The improved performance in the current quarter was mainly driven by stronger revenue.

<u>Information Technology Segment</u>

The Information Technology segment reported a PBT of RM16.7 million, representing a 74% increase from PBT of RM9.6 million in Q4 FY2025. The improvement was primarily driven by lower operating expenses, supported by cost optimization across key support functions.

20 Prospects for 2026

Semiconductor Segment

The Semiconductor segment is expected to remain resilient, supported by continued demand growth across artificial intelligence ("AI"), high-performance computing, automotive electronics, industrial automation and data center applications. Industry trends towards digitalisation, electrification and advanced connectivity are expected to drive sustained semiconductor demand over the medium to long term.

Through DNeX's semiconductor business, the Group remains focused on strengthening its position within the global semiconductor value chain through operational excellence, technological capabilities, customer diversification and strategic capacity expansion. Ongoing investments in advanced manufacturing capabilities, automation, yield improvement initiatives and talent development are expected to enhance competitiveness and support long-term growth opportunities.

While near-term market conditions may continue to be influenced by macroeconomic uncertainties, geopolitical developments, inventory normalisation and demand fluctuations across certain end markets, the Group remains cautiously optimistic on the long-term outlook of the semiconductor industry. The Group will continue to prioritise prudent cost management, supply chain resilience, operational efficiency and close collaboration with customers to navigate the evolving market environment and capture emerging opportunities.

Energy Segment

The Energy segment is expected to remain supported by steady global energy demand, ongoing upstream and downstream activities, as well as continued investments in energy infrastructure and maintenance-related projects. Recent geopolitical developments and supply concerns in key oil-producing regions have contributed to elevated crude oil prices, which may support increased industry spending and project activities in the near term.

The Group remains focused on maximising value from its producing United Kingdom North Sea ("UKNS") asset, the Anasuria Cluster, while progressing towards first oil from the reactivation of the brownfield Abu Cluster in Malaysia. At the same time, the Group continues to selectively advance development plans for its secured greenfield assets in both the UKNS and Malaysia, in line with its long-term growth strategy.

Nevertheless, the segment continues to face challenges arising from volatility in crude oil prices, geopolitical uncertainties, regulatory changes, foreign exchange fluctuations and inflationary cost pressures. In response, the Group will continue to adopt a prudent and disciplined approach in managing risks, preserving financial resilience and enhancing operational agility to navigate market uncertainties while positioning the business for sustainable long-term growth opportunities.

Information Technology Segment

The Information Technology ("IT") segment is expected to benefit from continued digital transformation initiatives across both the public and private sectors, driven by increasing demand for cloud computing, data analytics, system integration and digital infrastructure solutions. Growing adoption of AI, automation and digital platforms is anticipated to further support demand for technology-driven services and solutions.

The Group remains focused on strengthening its position in the IT sector by enhancing service capabilities, expanding strategic partnerships and delivering value-added solutions to customers, particularly in the areas of AI solutions, digital transformation and mission-critical systems. As part of this strategy, the Group is preparing to launch its proprietary expert model for Speech-to-Text applications, marking a key milestone in the commercialisation of its in-house AI capabilities. Early engagement with prospective customers has been encouraging, reinforcing the Group's confidence in the model's commercial potential and its role in broadening the Group's AI-driven solutions portfolio. Emphasis will continue to be placed on operational efficiency, talent development, technological innovation and customer-centric solutions to support sustainable business growth.

Nevertheless, the segment continues to operate in a highly competitive and rapidly evolving environment, with challenges arising from technological disruptions and pricing pressures. In response, the Group will continue to adopt a disciplined and proactive approach in managing operational risks, strengthening digital capabilities and pursuing growth opportunities aligned with evolving market needs and national digitalisation initiatives.

21 Variance for actual and forecast profit

The Company did not issue any profit forecast or profit guarantee during the financial period reported.

22 Earnings per share

Basic earnings per share

	Quarter and Year-To-Date Ended	
	Current year quarter 31/3/2026 RM'000	Preceding year corresponding quarter 31/3/2025 RM'000
Profit attributable to the Owners of the Company	12,780	(79,035)
Number of ordinary shares at beginning of the period	3,476,284	3,471,964
Effect of new ordinary shares issued	458	-
Weighted average number of ordinary shares	3,476,742	3,471,964
Basic earnings/ (loss) per ordinary share (sen)	0.37	(2.28)

Diluted earnings per share

	Quarter and Year-To-Date Ended	
	Current year quarter 31/3/2026 RM'000	Preceding year Corresponding Quarter 31/3/2025 RM'000
Profit attributable to the Owners of the Company	12,780	(79,035)
Weighted average number of ordinary shares as per basic earnings per share	3,476,742	3,471,964
Effect of potential exercise of ESOS	40,198	-
Effect of potential conversion of warrants	184,108	-
Weighted average number of ordinary shares	3,701,048	3,471,964
Diluted earnings/(loss) per ordinary share (sen)	0.35	(2.28)

The potential conversion of certain tranches of ESOS are anti-dilutive as its exercise price is higher than the average market price of the Company's ordinary shares during the current financial period.

23 Authorisation for issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

Kuala Lumpur

By Order of the Board
CHIN WAI YI (MAICSA 7069783)
Company Secretary