DELEUM BERHAD
200501033500 (715640-T)
(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2026

DELEUM BERHAD
200501033500 (715640-T)
(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2026

		QUARTER AND YEAR TO DATE ENDED	
		QUARTER ENDED	QUARTER ENDED
RM'000	**Note**	**31/03/2026**	31/03/2025
		Unaudited	Unaudited
Revenue	A11	184,936	179,421
Cost of sales		(138,486)	(122,195)
Gross profit		46,450	57,226
Other operating income		1,783	1,574
Selling and distribution costs		(11,241)	(11,774)
Administrative expenses		(19,731)	(19,523)
Other operating gains/(losses)[(1)]		109	(225)
Operating profit		17,370	27,278
Finance costs		(400)	(217)
Share of results of a joint venture (net of tax)	B9	235	249
Share of results of an associate (net of tax)	B10	616	974
Profit before tax	B17	17,821	28,284
Tax expense	B5	(4,726)	(7,778)
Profit for the period		13,095	20,506
Currency translation differences		(647)	0
Total comprehensive income for the period		12,448	20,506
Profit attributable to:			
- Equity holders of the Company		8,959	12,405
- Non-controlling interests		4,136	8,101
		13,095	20,506
Total comprehensive income attributable to:			
- Equity holders of the Company		8,794	12,405
- Non-controlling interests		3,654	8,101
		12,448	20,506
Basic/Diluted earnings per share (EPS) attributable to equity holders of the Company (sen)		2.23	3.09

(1) Other operating gains/(losses) include the following:			
Foreign exchange (loss)/gain:			
- Realised		(1,150)	1,596
- Unrealised		1,316	(620)
Fair value loss on forward foreign currency exchange contracts		(995)	(824)
Write back of impairment:			
- trade receivables		256	0
- other receivables		1	67
Write off:			
- trade receivable		(397)	0
Bad debts recovered:			
- trade receivable		1,695	0

The above unaudited condensed interim consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements.

DELEUM BERHAD
200501033500 (715640-T)
(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2026

RM'000	Note	As at 31/03/2026 Unaudited	As at 31/12/2025 Audited
ASSETS			
Property, plant and equipment*		118,804	106,076
Investment properties		624	629
Intangible assets		35,928	36,627
Joint venture	B9	36,973	36,738
Associate	B10	22,900	22,284
Deferred tax assets		5,416	6,058
Other receivables		11,747	9,652
Financial assets at FVOCI		6,780	6,780
Non-current Assets		239,172	224,844
Inventories		27,515	23,069
Amounts due from an associate		11	1,291
Amounts due from a joint venture		139	327
Accrued lease rental		95	121
Trade receivables	B11	95,930	116,034
Contract assets		162,771	175,467
Other receivables, deposits and prepayments		31,437	35,950
Derivative financial instrument	A7	925	0
Tax recoverable		5,067	5,452
Financial assets at fair value through profit or loss ("FVTPL")		10,109	116
Cash and bank balances		255,061	242,224
Current Assets		589,060	600,051
TOTAL ASSETS		828,232	824,895
EQUITY AND LIABILITIES			
Share capital		201,802	201,802
Retained earnings		333,039	345,001
Merger deficit		(50,000)	(50,000)
Foreign currency translation		(643)	(478)
Fair value reserves		(72)	(72)
Equity attributable to equity holders of the Company		484,126	496,253
Non-controlling interests		64,228	69,244
Total Equity		548,354	565,497
Borrowings	B12	34,967	27,583
Deferred income		124	133
Deferred tax liabilities		12,200	12,760
Other payables		842	1,141
Non-current Liabilities		48,133	41,617
Trade payables		158,803	133,592
Contract liabilities		11,878	12,019
Other payables and accruals		43,744	52,491
Derivative financial instrument	A7	1,956	37
Provision for taxation		4,509	9,181
Borrowings	B12	10,855	10,461
Current Liabilities		231,745	217,781
Total Liabilities		279,878	259,398
TOTAL EQUITY AND LIABILITIES		828,232	824,895

* Inclusive of right-of-use assets

The above unaudited condensed interim consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements.

DELEUM BERHAD
200501033500 (715640-T)
(Incorporated in Malaysia)

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

	Attributable to equity holders of the Company								
	Issued and fully paid ordinary shares		Non-distributable			Distributable			
	Number of shares	Share capital	Foreign currency translation	Fair value reserves	Merger deficit	Retained earnings	Total	Non-controlling interests	Total equity
	'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2025	401,553	201,802	(16)	0	(50,000)	311,258	463,044	35,101	498,145
Profit for the financial period/ Total comprehensive income	0	0	0	0	0	12,405	12,405	8,101	20,506
Dividends	0	0	0	0	0	(21,282)	(21,282)	(3,920)	(25,202)
At 31 March 2025	401,553	201,802	(16)	0	(50,000)	302,381	454,167	39,282	493,449
At 1 January 2026	401,553	201,802	(478)	(72)	(50,000)	345,001	496,253	69,244	565,497
Profit for the financial period	0	0	0	0	0	8,959	8,959	4,136	13,095
Other comprehensive income for the financial period	0	0	(165)	0	0	0	(165)	(482)	(647)
Total comprehensive income for the financial period	0	0	(165)	0	0	8,959	8,794	3,654	12,448
Dividends	0	0	0	0	0	(21,282)	(21,282)	(8,330)	(29,612)
Partial disposal of a subsidiary company	0	0	0	0	0	361	361	(340)	21
At 31 March 2026	401,553	201,802	(643)	(72)	(50,000)	333,039	484,126	64,228	548,354

The above unaudited condensed interim consolidated statement of changes in equity should be read in conjunction with the audited financial statement for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements.

DELEUM BERHAD
200501033500 (715640-T)
(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2026

RM'000	CUMULATIVE QUARTER 31/03/2026 Unaudited	31/03/2025 Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period	13,095	20,506
Adjustments for:		
Trade receivables:		
- write back of impairment	(256)	0
Other receivables:		
- write back of impairment	(1)	(67)
Inventories:		
- impairment	566	109
- write back of impairment	(288)	(590)
Foreseeable loss:		
- impairment	(5)	0
Amortisation of intangible assets	699	7
Amortisation of government grants	(9)	(9)
Depreciation:		
- property, plant and equipment*	6,598	7,251
- investment properties	6	6
Liquidated damages		
- provision	714	0
- write back	(225)	(77)
Gain on disposals of plant and equipment	(2)	(36)
Write off:		
- trade receivable	397	0
Bad debts recovered:		
- trade receivable	(1,695)	0
Interest income	(1,599)	(1,220)
Finance costs	400	217
Share of results of an associate	(616)	(974)
Share of results of a joint venture	(235)	(249)
Fair value gain on financial assets at FVTPL	(90)	(233)
Tax expense	4,726	7,778
Unrealised net foreign exchange (gain)/loss	(1,316)	620
Net fair value loss on forward foreign currency exchange contracts	995	824
Operating profit before working capital changes	21,859	33,863
Changes in working capital		
Inventories	(4,725)	25,534
Trade receivables	23,884	16,650
Contract assets	15,757	34,342
Other receivables, deposits and prepayments	4,887	(5,340)
Trade payables	21,116	(75,660)
Contract liabilities	(140)	29,102
Other payables and accruals	(9,546)	(1,210)
Cash generated from operations	73,092	57,281
Tax paid	(9,146)	(11,076)
Tax refunded	280	0
Interest paid	(384)	(216)
Net cash generated from operating activities	**63,842**	**45,989**

* Inclusive of right-of-use assets.

DELEUM BERHAD
200501033500 (715640-T)
(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2026

	CUMULATIVE QUARTER	
RM'000	**31/03/2026**	**31/3/2025**
	Unaudited	**Unaudited**
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	1,268	1,093
Purchase of plant and equipment	(19,309)	(3,944)
Proceeds from disposals of plant and equipment	2	36
Amounts due from a joint venture	187	182
Dividend received from an associate	1,280	1,280
Purchase of financial assets at FVOCI	0	(337)
Proceeds from partial disposal of a subsidiary	21	0
Purchase of financial assets at FVTPL	(10,000)	(71,500)
Proceeds from disposal of financial assets at FVTPL	97	0
Placement of deposits with licensed banks with maturity period over three (3) months	(5,032)	(2,365)
Uplift of deposits with licensed banks with maturity period over three (3) months	5,309	2,334
Increase in restricted cash	(1,252)	(123)
Net cash used in investing activities	**(27,429)**	**(73,344)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Term loans		
- drawn down	8,231	0
- repayments	(1,834)	0
Revolving credit		
- drawn down	0	2,300
- repayments	0	(2,300)
Lease liabilities on right-of-use assets		
- repayments	(948)	(776)
Dividends paid to:		
- shareholders	(21,282)	(21,282)
- non-controlling interest	(8,330)	(3,920)
Net cash used in financing activities	**(24,163)**	**(25,978)**
Net increase/(decrease) in cash and cash equivalents	12,250	(53,333)
Foreign currency translation	(452)	(71)
Cash and cash equivalents at beginning of the year	225,123	188,452
Cash and cash equivalents at end of period	**236,921**	**135,048**
COMPOSITION OF CASH AND CASH EQUIVALENTS		
Deposits with licensed banks	238,098	130,558
Cash and bank balances	16,963	15,451
	255,061	146,009
Restricted cash	(3,157)	(4,743)
Deposits pledged as security	(10,598)	0
Fixed deposits with maturity period over three (3) months	(4,385)	(6,218)
Cash and cash equivalents at end of period	236,921	135,048
Fixed deposit with maturity period over three (3) months represented by:		
Non-current	0	3,853
Current	4,385	2,365
	4,385	6,218
The currency profile of cash and cash equivalents is as follows:		
Ringgit Malaysia	225,133	124,041
US Dollar ("USD")	5,587	10,779
Indonesian Rupiah ("IDR")	5,587	0
Others	614	228
	236,921	135,048

The above consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. BASIS OF PREPARATION

The unaudited interim financial report has been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standards ("MFRS") No.134 – "Interim Financial Reporting", paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and the requirements of the Companies Act 2016 in Malaysia, where applicable.

The unaudited interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and the attached explanatory notes. These explanatory notes provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2025.

The significant accounting policies and methods of computation applied in the unaudited interim financial report are consistent with those adopted in the most recent annual financial statements for the financial year ended 31 December 2025.

During the financial year, the Company have adopted the following revised MFRSs and Amendments to MFRSs that have been issued by the Malaysian Accounting Standards Board ("MASB"):

Effective for financial year beginning on or after 1 January 2026:

- Amendments to MFRS 9 and 7 Financial Instruments — Amendments to Classification and Measurement of Financial Instruments
- Annual Improvements to MFRS Accounting Standards - Volume 11

The adoption of the above amendments to published standards did not have any material impact to the Group financial results for the financial year ending 31 December 2026 upon their initial application.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A1. BASIS OF PREPARATION (Cont'd)

The Group has not early adopted the following amendments to published standards that have been issued by the Malaysian Accounting Standards Board ("MASB"):

Effective for financial year beginning on or after 1 January 2027:

- MFRS 18 Presentation and Disclosure in Financial Statements
- MFRS 19 Subsidiaries without Public Accountability: Disclosures
- Amendments to MFRS 121 Translation to a Hyperinflationary Presentation Currency

The effective date has been deferred to a date to be determined by Malaysian Accounting Standards Board ("MASB"):

- Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (effective date is deferred to a date to be determined by MASB)

The initial application of the above-mentioned amendments to published standards are not expected to have any material impact to the financial statements of the Group.

A2. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's operations are not affected by any significant seasonal or cyclical factors in the financial year under review other than as disclosed in this unaudited interim financial report. It should be noted that the Group operates predominantly in the oil and gas sector in Malaysia. Accordingly, the level of the Group's business activities is closely correlated with that of the oil and gas operators and contractors in Malaysia. Any significant change in their level of activities will likewise have an impact on the Group.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A3. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE, OR INCIDENCE

There were no significant unusual items affecting the assets, liabilities, equity, net income or cash flows during the current financial year-to-date.

A4. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no material changes to estimates that have had any material effect on the current financial year-to-date results.

A5. EQUITY AND DEBT SECURITIES

The Group did not undertake any other issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial year-to-date.

A6. FINANCIAL RISK MANAGEMENT POLICIES

The Group's activities expose it to a variety of financial risks, and these include market risk, credit risk and liquidity risk. To mitigate these risks, the Group operates within defined policies and guidelines as approved by the Board.

The information on the forward foreign currency exchange contracts that remained outstanding at 31 March 2026 is set out in Note A7.

The carrying amounts of monetary assets and monetary liabilities denominated in currencies other than Ringgit Malaysia were as follows:

	As at 31/03/2026		As at 31/12/2025	
	Assets RM'000	**Liabilities RM'000**	**Assets RM'000**	**Liabilities RM'000**
USD	129,716	140,935	110,590	115,514
IDR	165	41	141	0
Others	7	1,286	5,076	5,213
	129,888	142,262	115,807	120,727
Closing exchange rate				
USD	4.038	4.038	4.057	4.057
IDR1,000/RM	0.238	0.238	0.243	0.243

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A7. OUTSTANDING DERIVATIVES

Forward foreign currency exchange contracts

Forward foreign currency exchange contracts are used to manage foreign currency exposures arising from the Group's obligation to settle its liabilities and contractual right to receive payments that are denominated in currencies other than the functional currency of the Group. The forward foreign currency exchange contracts entered into by the Group has a maturity period of less than one year from the current reporting date. As at 31 March 2026, the net notional principal amount of the outstanding buy and sell forward foreign currency exchange contracts were RM92,954,000 (31 December 2025: RM3,868,000).

	As at 31/03/2026		As at 31/12/2025	
	Net Notional Amount RM'000	Net Fair Value Assets RM'000	Net Notional Amount RM'000	Net Fair Value Assets RM'000
Type of derivatives				
Forward foreign currency exchange contracts ("FX Contract")				
- Less than 1 year	34,467	925	0	0

	As at 31/03/2026		As at 31/12/2025	
	Net Notional Amount RM'000	Net Fair Value Liabilities RM'000	Net Notional Amount RM'000	Net Fair Value Liabilities RM'000
Type of derivatives				
Forward foreign currency exchange contracts ("FX Contract")				
- Less than 1 year	58,487	(1,956)	3,868	(37)

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A8. FAIR VALUE CHANGES OF FINANCIAL LIABILITIES AND FINANCIAL ASSETS

The fair value of forward foreign currency exchange contracts is determined by using the forward foreign currency exchange rates as at each reporting date.

During the financial year-to-date, the fair value changes arising from the forward foreign currency exchange contract entered into by the Group and remained outstanding as at 31 March 2026 amounted to a fair value loss of RM1,031,000 (31 December 2025: fair value loss of RM37,000).

A9. DIVIDENDS PAID

During the first quarter under review, the Company paid the following second interim single tier dividend of 5.30 sen per share on 401,553,500 ordinary shares in respect of the financial year ended 31 December 2025.

	RM'000
Second interim single tier dividend of 5.30 sen per share on 401,553,500 ordinary shares, paid on 30 March 2026	21,282

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A10. SEGMENT INFORMATION

The segments of the Group are as follows:

- Power and Machinery ("P&M") – Mainly consists of:
  - Sale of gas turbines and related parts, and overhaul of turbines, maintenance and technical services, including complete installation turnkey for new installations, package renewal and retrofit;
  - Supply and commission of combined heat and power plants; and
  - Supply, install, repair and maintenance of valves, flow regulators and other production related equipment.

- Oilfield Integrated Services ("OIS") – Mainly consists of:
  - Provision of slickline equipment and services;
  - Provision of integrated wellhead maintenance services;
  - Provision of well intervention and cased hole logging services;
  - Provision of specialty chemicals and well stimulation services;
  - Provision of solid control services;
  - Provision of drilling and completion services;
  - Provision of gas lift valve and insert strings equipment, accessories and services;
  - Provision of subsurface engineering services; and
  - Provision of integrated corrosion and inspection services, blasting technology, maintenance, construction and modification maintenance activities, services for tanks, vessels, structures and piping.

- Other non-reportable segment comprises management fees charged to a joint venture which does not meet the quantitative threshold for a reporting segment in 2026.

Segmental information for the financial year ended 31 March 2026 was as follows:

	Quarter and year-to-date ended	
	31/03/2026 RM'000	**31/03/2025 RM'000**
Segment Revenue		
External revenue		
Power and Machinery	136,584	132,651
Oilfield Integrated Services	48,148	46,567
Other non-reportable segment	204	203
Total Group revenue	**184,936**	**179,421**

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A10. SEGMENT INFORMATION (Cont'd)

	Quarter and year-to-date ended	
	31/03/2026 RM'000	31/03/2025 RM'000
Segment Results		
Power and Machinery	14,822	28,479
Oilfield Integrated Services	4,517	1,926
Other non-reportable segment	18	18
Segment results	19,357	30,423
Unallocated income ^	77	68
Unallocated corporate expenses #	(2,464)	(3,430)
Share of results of a joint venture *	235	249
Share of results of an associate *	616	974
Tax expense (Note B5) *	(4,726)	(7,778)
Profit for the period	13,095	20,506

^ Unallocated income comprised mainly interest income earned by the Group.

Unallocated corporate expenses represented the Group's corporate expenses including depreciation of property, plant and equipment of corporate assets and other common corporate overhead costs that are not charged to business segments.

* Tax expense, results of joint venture and associate are not allocated to the business segments as they are measured at the entity level.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A10. SEGMENT INFORMATION (Cont'd)

	As at 31/03/2026 RM'000	As at 31/12/2025 RM'000
Segment Assets		
Power and Machinery	474,241	480,793
Oilfield Integrated Services	232,535	229,676
Segment assets	706,776	710,469
Unallocated corporate assets ^	121,456	114,426
Total assets	828,232	824,895

	As at 31/03/2026 RM'000	As at 31/12/2025 RM'000
Segment Liabilities		
Power and Machinery	170,424	148,514
Oilfield Integrated Services	59,053	51,298
Segment liabilities	229,477	199,812
Unallocated corporate liabilities #	50,401	59,586
Total liabilities	279,878	259,398

^ Unallocated corporate assets represent the Group's corporate assets including property, plant and equipment, investment properties, intangible assets, investment in joint venture and associate, deferred tax assets and tax recoverable that are not allocated by business segments.

Unallocated corporate liabilities represent the Group's corporate liabilities including deferred tax liabilities, taxation and dividend payable that are not allocated by business segments.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A11. REVENUE

	Quarter and year-to-date ended	
	31/03/2026	**31/03/2025**
	RM'000	**RM'000**
Revenue from contracts with customers:		
- Goods and services	184,380	179,218
- Management fee	204	203
Revenue from other source:		
- Rental income (Overseas)	352	0
	184,936	179,421

Revenue from contracts with customers:

Type of goods and services

	Quarter and year-to-date ended	
	31/03/2026	**31/03/2025**
	RM'000	**RM'000**
Sale of gas turbine packages and after sales support and services	98,661	73,236
Commission based income services	690	(3)
Principal based income services	709	4,647
Sale of valves and flow regulators and after sales support and services	37,230	54,882
Provision of slickline equipment and services, well intervention, asset integrated solution services, cased hole logging services, gas lift valve services, drilling and production services	28,732	29,763
Provision of specialty chemical and well stimulation services	7,007	3,149
Provision of solid control services	2,238	2,786
Provision of integrated corrosion and inspection services, blasting technology and maintenance services	0	57
Provision of maintenance, construction and modification services	9,113	10,701
	184,380	179,218

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A12. ACQUISITIONS OF PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

During the current quarter ended 31 March 2026, the acquisitions of plant and equipment and intangible assets by the Group were as follows:

	Quarter and year-to-date ended	
	31/03/2026	**31/03/2025**
	RM'000	**RM'000**
Acquisitions at cost:		
- Plant and equipment*	19,472	12,931

* Included in the acquisition of plant and equipment is the capitalisation on the advance payments made in prior year of RM970,000 as plant and equipment upon fulfilment of the recognition criteria during the period and addition of right-of-use assets of RM2,319,000 (31 December 2025: RM9,797,000).

A13. MATERIAL EVENTS DURING THE REPORTING DATE

There were no other material events during the reporting date other than as disclosed in Note B14.

A14. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE REPORTING DATE

There were no material events after the end of the reporting date.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A15. CHANGES IN THE COMPOSITION OF THE GROUP

On 20 January 2026, through its direct wholly owned subsidiary, Deleum Services Sdn. Bhd., Deleum Berhad disposed 21,000 ordinary shares in Deleum Services (Sarawak) Sdn. Bhd., representing 21% of the total paid up share capital, for a total cash consideration of RM21,000. With the share transfer effective on 13 February 2026, Deleum Berhad now indirectly holds 49% of the paid up share capital in Deleum Services (Sarawak) Sdn. Bhd..

Save as disclosed above, there were no changes in composition of the Group during the current financial period ended 31 March 2026.

A16. CONTINGENT LIABILITIES/ASSETS

As at 31 March 2026, the Group did not have any contingent liabilities or assets except for guarantees given to third parties in relation to operating requirements, utilities and maintenance contracts of RM61.0 million (31 December 2025: RM61.0 million).

A17. COMMITMENTS

Capital commitment

Capital commitments for property, plant and equipment and intangible assets not provided for as at 31 March 2026 were as follows:

	As at 31/03/2026 RM'000	As at 31/12/2025 RM'000
Authorised but not contracted for		
- Plant and machinery	33,785	54,473
- Others	13,711	16,556
Authorised and contracted for		
- Plant and machinery	12,247	34,708
- Others	1,030	3,303
	60,773	109,040
Share of capital commitment of joint venture	462	475
	61,235	109,515

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A18. RELATED PARTY DISCLOSURES

(a) The following transactions were with a corporate shareholder and affiliated companies of corporate shareholder of a subsidiary of the Group, Turboservices Sdn. Bhd.:

	Quarter and year-to-date ended	
	31/03/2026 RM'000	**31/03/2025 RM'000**
Manpower services to Solar Turbines International Company ("STICO") and its affiliated companies	326	(292)
Rental income from an affiliate company of STICO	0	18
Purchases and technical services from STICO and its affiliated companies	91,874	38,243

Significant outstanding balances arising from the above transactions as at 31 March 2026 were as follows:

	As at 31/03/2026 RM'000	**As at 31/12/2025 RM'000**
Amount due from STICO and its affiliated companies	311	892
Amount due to STICO and its affiliated companies	117,410	86,512

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A18. RELATED PARTY TRANSACTIONS (Cont'd)

(b) The following transactions were with a corporate shareholder and affiliated companies of corporate shareholder of a subsidiary of the Group, Penaga Dresser Sdn. Bhd.:

	Quarter and year-to-date ended	
	31/03/2026 RM'000	**31/03/2025 RM'000**
Sales to related parties of Dresser Italia S.R.L	123	165
Purchases of goods and services from related parties of Dresser Italia S.R.L	7,564	16,758

Significant outstanding balances arising from the above transactions as at 31 March 2026 were as follows:

	As at 31/03/2026 RM'000	**As at 31/12/2025 RM'000**
Amount due from related parties of Dresser Italia S.R.L	47	180
Amount due to related parties of Dresser Italia S.R.L	5,599	11,523

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A18. RELATED PARTY TRANSACTIONS (Cont'd)

(c) Turboservices Overhaul Sdn. Bhd. ("TOSB") is a joint venture between Deleum Berhad and STICO and the related party transactions during the year were as follows:

	Quarter and year-to-date ended	
	31/03/2026 RM'000	**31/03/2025 RM'000**
Sales to STICO	875	875
Rental income from affiliate company of STICO	128	141

Outstanding balance arising from the above transactions as at 31 March 2026 was as follows:

	As at 31/03/2026 RM'000	**As at 31/12/2025 RM'000**
Amount due from STICO and its affiliated company	988	48
Amount due to STICO and its affiliated company	51	12

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A18. RELATED PARTY TRANSACTIONS (Cont'd)

(d) The remuneration of the key management personnel during the quarter and year-to-date were as follows:

	Quarter and year-to-date ended	
	31/03/2026 **RM'000**	**31/03/2025** **RM'000**
Directors' fees	92	128
Salaries, bonuses, allowances and other staff related expenses	3,559	3,135
Defined contribution plan	387	353
	4,038	3,616

(e) The provision of general and financial advisory services by a non-independent Director was as follows:

	Quarter and year-to-date ended	
	31/03/2026 **RM'000**	**31/03/2025** **RM'000**
Provision for general and financial advisory services	53	55

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. PERFORMANCE REVIEW

(A) Performance of the current quarter against the corresponding quarter

	Q1'26 RM'000	Q1'25 RM'000	Variance RM'000	Variance %
Group				
Revenue	184,936	179,421	5,515	3.1
Operating profit	17,370	27,278	(9,908)	(36.3)
Share of results of a joint venture, net of tax	235	249	(14)	(5.6)
Share of results of an associate, net of tax	616	974	(358)	(36.8)
Profit before interest and tax	16,622	27,281	(10,659)	(39.1)
Profit before tax	17,821	28,284	(10,463)	(37.0)
Profit for the period	13,095	20,506	(7,411)	(36.1)
Profit attributable to equity holders of the Company	8,959	12,405	(3,446)	(27.8)

The Group reported an increase in revenue by RM5.5 million or 3.1% to RM184.9 million against the previous corresponding quarter of RM179.4 million. The increase was due to higher revenue generated from both the P&M segment and OIS segment.

The Group's profit attributable to equity holders of the Company decreased by RM3.4 million to RM9.0 million against the previous corresponding quarter of RM12.4 million. The lower results reported were primarily due to lower operating results achieved in the P&M segment, as a result of lower sales of high margin services, higher fair value loss on forward foreign currency exchange contracts of RM1.0 million (Q1’25: fair value loss of RM0.8 million) and lower net foreign exchange gain of RM0.2 million (Q1’25: net gain of RM0.9 million) in the current quarter. However, this was mitigated by higher operating results achieved in the OIS segment.

Lower share of results of a joint venture was reported following lower gross profit margin achieved in the overhaul and repairs of gas turbines business.

Share of results from an associate decreased by RM0.4 million mainly due to lower throughput achieved from both its liquid mud and dry bulk businesses.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B1. PERFORMANCE REVIEW (Cont'd)

(A) Performance of the current quarter against the corresponding quarter (Cont'd)

	Q1'26 RM'000	Q1'25 RM'000	Variance RM'000	Variance %
Power and Machinery				
Revenue	136,584	132,651	3,933	3.0
Operating profit	14,858	28,495	(13,637)	(47.9)
Profit before interest and tax	13,464	27,429	(13,965)	(50.9)
Profit before tax	14,822	28,479	(13,657)	(48.0)

The P&M segment posted an increase in revenue by RM3.9 million or 3.0% to RM136.6 million against previous corresponding quarter of RM132.7 million. The increase was mainly attributable to higher exchange engines sales, higher revenue from retrofit projects and revenue contribution from OSAII of RM3.9 million following the completion of its acquisition in Q2'25 but offset by lower activities from the control and safety valves and flow regulator services, lower sales of turbine parts and repairs as well as lower commission income from the mechanical and processes business.

The segment reported a decrease in profit by RM13.7 million or 48.0% to RM14.8 million despite higher revenue reported during the quarter. This is mainly due to lower sales of higher margin yield business especially the control and safety valves and flow regulator services, higher fair value loss on forward foreign currency exchange contracts of RM1.0 million (Q1'25: fair value loss of RM0.8 million) and absence of net foreign exchange gain of RM0.1 million recorded in the corresponding quarter.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B1. PERFORMANCE REVIEW (Cont'd)

(A) Performance of the current quarter against the corresponding quarter (Cont'd)

	Q1'26 RM'000	Q1'25 RM'000	Variance RM'000	Variance %
Oilfield Integrated Services				
Revenue	48,148	46,567	1,581	3.4
Operating profit	4,655	2,127	2,528	118.9
Profit before interest and tax	4,512	2,039	2,473	121.3
Profit before tax	4,517	1,926	2,591	134.5

The OIS segment reported an increase in revenue by RM1.6 million or 3.4% to RM48.1 million as compared to the previous corresponding quarter of RM46.6 million. This was primarily due to higher business activities from specialty chemical and well stimulation services, higher revenue from slickline services from West Malaysia and asset integrated solution services from East Malaysia. The increase was however offset by lower business activities in the Maintenance, Construction and Modification ("MCM") projects, slickline services in East Malaysia and asset integrated solution services in West Malaysia.

Profit before tax for the segment increased by RM2.6 million or 134.5% attributable to higher contributions achieved during the quarter but was slightly offset by lower net foreign exchange gain of RM0.2 million (Q1'25: net gain of RM0.9 million) in the current quarter.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B1. PERFORMANCE REVIEW (Cont'd)

(B) Consolidated Statement of Financial Position

The Group's total assets as at 31 March 2026 stood at RM828.2 million, compared to RM824.9 million at the end of the previous financial year, representing an increase of RM3.3 million or 0.4%.

The marginal increase was mainly attributable to improved working capital movements, which contributed to a higher cash and bank balances position during the financial period.

The Group's total liabilities increased by RM20.5 million, primarily due to higher trade payables of RM25.2 million, increased total borrowings of RM7.8 million, and higher derivative financial liabilities of RM1.9 million. This was partially offset by lower other payables of RM9.0 million and a reduction in provision for taxation of RM4.7 million.

(C) Consolidated Statement of Cash Flows

The Group's cash and bank balances increased to RM255.1 million as compared to RM242.2 million as at 31 December 2025. The increase was mainly attributable to higher cash generated from the operating activities and lower cash used in investing activities.

The Group generated positive cash flow of RM63.8 million from operating activities, primarily driven by collections from trade and other receivables, as well as favourable working capital movements arising mainly from higher trade payables and lower contract assets.

The positive operating cash flow was partially offset by higher payments to other payables and increased inventory levels as at the end of the financial period.

In the Group's investing activities, cash outflows were primarily attributable to the purchase of plant and equipment amounting to RM19.3 million, as well as the placement of funds into investment securities classified as financial assets at FVTPL totalling RM10.0 million as at the end of the financial period.

The cash outflows were partially mitigated by dividends received from an associate and interest income received during the financial period, amounting to RM1.3 million respectively.

The net cash outflow from the Group's financing activities was mainly attributable to dividend payments totalling RM29.6 million made to shareholders and non-controlling interests during the financial period.

The outflow was partially mitigated by a net movement of RM6.4 million arising from the drawdown and repayment of term loans during the financial period.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B2. MATERIAL CHANGE IN THE CURRENT QUARTER PERFORMANCE AS COMPARED WITH THE IMMEDIATE PRECEDING QUARTER PERFORMANCE

	Q1'26 RM'000	Q4'25 RM'000	Variance RM'000	Variance %
Group				
Revenue	184,936	302,781	(117,845)	(38.9)
Operating profit	17,370	31,892	(14,522)	(45.5)
Share of results of a joint venture, net of tax	235	82	153	186.6
Share of results of an associate, net of tax	616	818	(202)	(24.7)
Profit before interest and tax	16,622	31,470	(14,848)	(47.2)
Profit before tax	17,821	32,491	(14,670)	(45.2)
Profit for the period	13,095	24,637	(11,542)	(46.8)
Profit attributable to equity holders of the Company	8,959	17,006	(8,047)	(47.3)

The Group's profit attributable to equity holders of the Company decreased by RM8.0 million or 47.3% as compared to the immediate preceding quarter mainly due to lower gross profit achieved and higher fair value loss on forward foreign currency exchange contracts of RM1.0 million (Q4'25: fair value loss of RM0.1 million) in P&M segment. The decrease was partially mitigated by bad debt recovered from a trade receivable of RM1.7 million, net foreign exchange gain of RM0.2 million (Q4'25: net loss of RM0.4 million) and lower other operating expenses in the OIS segment.

Share of results of a joint venture was higher due to lower operating expenses incurred during the current quarter.

Share of results of an associate was lower against the immediate preceding quarter due to lower throughput achieved from its liquid mud and dry bulk businesses.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B2. MATERIAL CHANGE IN THE CURRENT QUARTER PERFORMANCE AS COMPARED WITH THE IMMEDIATE PRECEDING QUARTER PERFORMANCE (Cont'd)

	Q1'26 RM'000	Q4'25 RM'000	Variance RM'000	Variance %
Power and Machinery				
Revenue	136,584	251,476	(114,892)	(45.7)
Operating profit	14,858	37,038	(22,180)	(59.9)
Profit before interest and tax	13,464	35,897	(22,433)	(62.5)
Profit before tax	14,822	37,130	(22,308)	(60.1)

The P&M segment reported lower revenue of RM136.6 million as compared to the immediate preceding quarter of RM251.5 million. This was mainly due to lower activities from sales of turbine parts and repairs, exchange engines, safety valves and flow regulator services, commission income from mechanical and processes business, retrofit projects, call out field service representatives' activities and third party sales.

The segment reported a lower profit mainly attributable to lower gross profit achieved and higher fair value loss on forward foreign currency exchange contracts of RM1.0 million (Q4'25: fair value loss of RM0.1 million) in the current quarter.

	Q1'26 RM'000	Q4'25 RM'000	Variance RM'000	Variance %
Oilfield Integrated Services				
Revenue	48,148	50,908	(2,760)	(5.4)
Operating profit/(loss)	4,655	(7,261)	11,916	164.1
Profit/(loss) before interest and tax	4,512	(7,391)	11,903	161.0
Profit/(loss) before tax	4,517	(7,433)	11,950	160.8

The OIS segment reported a lower revenue by RM2.8 million or 5.4% to RM48.1 million against the immediate preceding quarter of RM50.9 million. This is mainly due to lower activities from MCM projects, slickline services in West Malaysia and solid control services but mitigated by higher activities from slickline services in East Malaysia, specialty chemicals and well stimulation as well as asset integrated solution services from both East Malaysia and West Malaysia.

The segment reported a profit of RM4.5 million against the immediate preceding quarter loss of RM7.4 million. The turnaround of the profitability was mainly due to higher gross margin achieved despite lower revenue reported attributable to higher margin jobs and lower operating costs in both its slickline services in West Malaysia and MCM projects. The results were further improved by a bad debt recovered from a trade receivable of RM1.7 million, net foreign exchange gain of RM0.2 million (Q4'25: net loss of RM0.4 million) and lower other operating expenses in the current quarter.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B3. PROSPECTS

The global macro environment has evolved significantly over the past few months, with energy security no longer merely a discussion point but an increasing priority for countries globally. Ongoing conflicts in the Middle East, coupled with disruptions to oil production and key shipping routes, have contributed to heightened volatility in crude oil prices, a trend which is expected to continue amid persistent geopolitical uncertainties.

Nevertheless, Malaysia, as a net exporter of energy, has continued to demonstrate operational resilience despite these challenges. The country's upstream sector remains supported by the ongoing need to maintain stable and efficient energy production.

At the same time, global inflationary pressures continue to impact logistics and freight costs across the industry. Deleum remains mindful of these challenges and continues to manage them through disciplined cost control and efficient execution.

While certain turnaround activities have been deferred by customers amid continued strong demand for refined products and this may impact near-term revenue recognition, the Group expects the revenue to be deferred rather than lost. As Deleum's business activities are predominantly linked to the operating expenditure of existing production assets, demand for the Group's services continues to remain resilient and recurring. This is underpinned by the ongoing requirement to maintain and enhance production efficiency across the country's fossil energy supply chain.

Looking ahead, the Group expects both its Power and Machinery and Oilfield Integrated Services segments to deliver improved performance in the coming quarters. The Group remains committed to disciplined cost management and operational efficiency, positioning it well to support and enhance overall performance for the financial year ending 31 December 2026.

B4. PROFIT FORECAST

The Group has not issued any profit forecast for the current financial year and therefore no comparison is available.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B5. INCOME TAX EXPENSE

	Quarter and year-to-date ended	
	31/03/2026 RM'000	**31/03/2025 RM'000**
Current tax:		
- Malaysia	4,554	11,862
- Foreign	94	0
Under provision in prior years:		
- Malaysia	0	215
Deferred tax:		
- origination and reversal of temporary differences	78	(4,299)
Total income tax expense	**4,726**	**7,778**

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B5. INCOME TAX EXPENSE (Cont'd)

Including the joint venture's and associate's results which were presented net of tax, the effective tax rate of the Group for the financial period ended 31 March 2026 was higher than the headline tax rate as shown below.

	Quarter and year-to-date ended	
	31/03/2026	**31/03/2025**
	%	**%**
Numerical reconciliation between the effective tax rate and the Malaysian tax rate		
Malaysian tax rate	24	24
Tax effects of:		
- Expenses not deductible for tax purposes	1	2
- Income not subject to tax	(1)	0
- Share of results of associate and joint venture	(1)	(1)
- Deferred tax assets not recognised	4	1
- Under provision in prior years:		
- Malaysia	0	1
Effective tax rate	**27**	**27**

B6. PROFIT ON SALES OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There were no sales of unquoted investments and/or properties during the financial year-to-date.

B7. QUOTED SECURITIES

There were no sales or purchases of quoted securities during the financial year-to-date.

B8. STATUS OF CORPORATE PROPOSALS ANNOUNCED

There were no corporate proposals announced which were not completed as of 21 May 2026 (being the latest practicable date which shall not be earlier than 7 days from the date of issue of this report).

B9. JOINT VENTURE

	As at 31/03/2026 RM'000	As at 31/12/2025 RM'000
Group's share of net assets of joint venture	36,973	36,738

The Group has an equity interest of 80.55% in TOSB, however, based on the Subscription Agreement with STICO, both parties' approval on relevant activities is required. Based on MFRS and in the opinion of the Directors, TOSB is regarded as a material joint venture and its results and net assets are accounted for under the equity method of accounting.

The capital of TOSB consists of ordinary shares and redeemable convertible preference shares. It is a private company and there is no readily available quoted market price available for its shares.

Summarised statement of comprehensive income

	Quarter and year-to-date ended	
	31/03/2026 RM'000	31/03/2025 RM'000
Profit before tax	396	425
Income tax expense	(104)	(116)
Profit for the period	292	309
Interest in joint venture (80.55%)		
Share of results	235	249

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B10. ASSOCIATE

	As at 31/03/2026 RM'000	As at 31/12/2025 RM'000
Group's share of net assets of associate	22,900	22,284

In the opinion of the Directors, Malaysian Mud and Chemicals Sdn. Bhd. ("2MC") is a material associate of the Group. The Group's effective equity interest in the associate, the nature of the relationship and place of business/country of incorporation are set out in the audited financial statements for the financial year ended 31 December 2025. The associate has share capital consisting solely of ordinary shares, which are held directly by the Group.

2MC is a private company and there is no quoted market price available for the shares.

Summarised statement of comprehensive income

	Quarter and year-to-date ended	
	31/03/2026 RM'000	31/03/2025 RM'000
Profit before tax	2,579	3,788
Income tax expense	(653)	(745)
Profit for the period	1,926	3,043
Interest in associate (32%)		
Share of results	616	974

B11. TRADE RECEIVABLES

	As at 31/03/2026 RM'000	As at 31/12/2025 RM'000
Neither past due nor impaired	63,057	85,065
1 to 30 days past due not impaired	18,741	18,267
31 to 60 days past due not impaired	3,324	6,337
61 to 90 days past due not impaired	5,160	1,881
91 to 120 days past due not impaired	1,525	1,471
More than 121 days past due not impaired	4,123	3,013
	95,930	116,034
Past due and impaired:		
1 to 30 days past due and impaired	2	2
91 to 120 days past due and impaired	0	108
More than 121 days past due and impaired	1,289	1,119
	97,221	117,263
Less: Impairment of receivables	(1,291)	(1,229)
	95,930	116,034

Receivables that are neither past due nor impaired

Trade receivables that are neither past due nor impaired are debtors with good payment history. None of the Group's trade receivables that are neither past due nor impaired have been re-negotiated during the financial year.

Receivables that are past due but not impaired

The Group has trade receivables amounting to RM32.9 million (31 December 2025: RM31.0 million) that are past due at the reporting date but not impaired. The receivable balances are unsecured in nature. These balances relate mainly to customers who have good payment history.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B12. GROUP BORROWINGS

The Group borrowings as at 31 March 2026 were as follows:

		Short Term RM'000	Long Term RM'000	Total RM'000
31/3/2026				
Borrowings	- secured	7,316	28,391	35,707
	- unsecured	3,539	6,576	10,115
		10,855	34,967	45,822
31/12/2025				
Borrowings	- secured	7,321	21,989	29,310
	- unsecured	3,140	5,594	8,734
		10,461	27,583	38,044

The borrowings are all denominated in Ringgit Malaysia.

	Note	As at 31/03/2026 RM'000	As at 31/12/2025 RM'000
Term loans	(i)	35,707	29,310
Lease liabilities on right-of-use assets	(ii)	10,115	8,734
		45,822	38,044
Less: Amount repayable within 12 months			
Term loans		(7,316)	(7,321)
Lease liabilities on right-of-use assets		(3,539)	(3,140)
		(10,855)	(10,461)
		34,967	27,583

B12. GROUP BORROWINGS (Cont'd)

The increase in borrowings was due to draw down of term loans and addition in lease liabilities for right-of-use assets. The rates and tenure of the borrowings are as follows:

(i) Term loans carry interest rates ranging from 3.88% to 3.99% per annum (0.90% per annum above the KLIBOR and 0.80% per annum above the COF). The tenure of the term loans is 5 years.

(ii) Lease liabilities on right-of-use assets carry interest rates ranging from 2.46% to 8.00% per annum.

B13. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off-balance sheet financial instruments as at 31 March 2026, other than the outstanding derivatives on forward foreign currency exchange contracts as disclosed in Note A7.

B14. MATERIAL LITIGATION

Save as disclosed below, as at 21 May 2026, Deleum Group has not engaged in any material litigation, claims and/or arbitration, either as plaintiff or defendant and our Board is not aware of any proceedings, pending or threatened, against Deleum Group or any facts likely to give rise to any proceedings which may materially and adversely affect the financial position or business of Deleum Group.

The material litigation below relates to Deleum Technology Solutions Sdn. Bhd., a 86.67% owned indirect subsidiary of Deleum Group, and does not relate to Deleum Group and its other subsidiaries.

High Court of Kuala Lumpur (Civil Suit No. WA-22NCC-544-11/2020) brought by Deleum Technology Solutions Sdn. Bhd. ("DTSSB") ("Plaintiff") against Mazrin bin Ramli & 9 Others ("Defendants")

The Plaintiff commenced the above legal proceedings against the Defendants by way of a Writ of Summons dated 5 November 2020 for, *inter alia*, breaches of fiduciary duty, knowing receipt and dishonest assistance in relation to an alleged fraudulent scheme involving its employees, suppliers, contractors and employees of a client. The sum claimed by the Plaintiff in its Statement of Claim dated 5 November 2020 is RM19,876,389.87.

On 13 May 2024, the Plaintiff entered into a Settlement Agreement with Defendant Nos. 1 to 4, Defendant No. 8 and Defendant No. 10 (collectively referred to as "Parties").

On 15 July 2024, the Plaintiff has made an oral application to withdraw Suit 544 against Defendant No. 5 and Defendant No. 7, the last two defendants out of the 10 named defendants, with costs of RM75,000.00 awarded by the Court to each of the Defendant No. 5 and Defendant No.7 with an order for assessment of damages in relation to the previous Anton Pillar Order and Mareva injunction orders.

The hearing for the assessment of damages for Defendant No. 5 and Defendant No. 7 has been scheduled for 1 August 2025 but subsequently been postponed to 24 October 2025.

On 24 October 2025, the Court has informed that the hearing is again postponed to 3,4 and 5 February 2026. Subsequently, the hearing dates have all been vacated and the hearing has been postponed to 21 May 2026.

The hearing in respect of the assessment of damages for Defendant No.5 and Defendant No.7 was concluded on 21 May 2026 and the decision has been scheduled for 9 July 2026.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B15. DIVIDEND

The Board of Directors have, in respect of financial year ended 31 December 2025, declared a second interim single tier dividend of 5.30 sen per share on 401,553,500 ordinary shares, totalling RM21,282,336. The dividend was paid on 30 March 2026.

No dividend was declared during the quarter under review for the financial year ending 31 December 2026.

B16. EARNINGS PER SHARE ("EPS")

The calculation of basic and diluted earnings per share for the reporting year was as follows:

	Quarter and year-to-date ended	
	31/03/2026 RM'000	**31/03/2025 RM'000**
Basic/Diluted earnings per share		
Profit attributable to equity holders of the Company (RM'000)	8,959	12,405
Weighted average number of shares in issue ('000)	401,553	401,553
Basic/Diluted earnings per share (sen)	2.23	3.09

B17. PROFIT BEFORE TAX

The following items were charged/(credited) in arriving at profit before tax from operations:

	Quarter and year-to-date ended	
	31/03/2026 RM'000	31/03/2025 RM'000
Inventories consumed and recognised as cost of sales	19,893	35,244
Purchase of products, parts and consumable	6,167	12,291
Costs of services purchased	94,309	56,417
Interest income	(1,599)	(1,220)
Other income including investment income	(83)	(76)
Interest expenses	400	217
Depreciation and amortisation	7,303	7,264
Write-back of impairment		
- Trade receivables	(256)	0
- Other receivables	(1)	(67)
Allowance for slow moving inventories	566	109
Write back of allowance for slow moving inventories	(288)	(590)
Provision for forseeable loss	(5)	0
Fair value gain on financial assets at FVTPL	(90)	(233)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B17. PROFIT BEFORE TAX (Cont'd)

The following items were charged/(credited) in arriving at profit before tax from operations: (Cont'd)

	Quarter and year-to-date ended	
	31/3/2026 RM'000	**31/3/2025 RM'000**
Write off:		
- Trade receivable	397	0
Bad debts recovered:		
- Trade receivable	(1,695)	0
Amortisation of government grants	(9)	(9)
Gain on disposals of plant and equipment	(2)	(36)
Foreign exchange loss/(gain)		
- Realised	1,150	(1,596)
- Unrealised	(1,316)	620
Provision for liquidated damages	714	0
Write back of provision of liquidated damages	(225)	(77)
Fair value loss on forward foreign currency exchange contracts	995	824

Other than as disclosed in the unaudited condensed interim consolidated statement of comprehensive income and as disclosed above, there were no other impairment of assets and gain or loss on derivatives.

B18. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the financial year ended 31 December 2025 was unqualified.

B19. AUTHORISATION OF ISSUE

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated on 28 May 2026.

By order of the Board

Suliana Binti Rosli (MAICSA No. 7057610)
Mohd Shahid Bin Zainol Abidin (MAICSA No. 7069754)
Company Secretaries
Kuala Lumpur
28 May 2026