DESTINI BERHAD ([Registration No. 200301030845 (633265-K)])

SUMMARY OF KEY FINANCIAL INFORMATION

FOR THE FIRST QUARTER ENDED 30 SEP 2025

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
	3 MONTHS ENDED		3 MONTHS ENDED	
	30-Sep-25 RM ' 000	30-Sep-24 RM ' 000	30-Sep-25 RM ' 000	30-Sep-24 RM ' 000
1. Revenue	81,214	78,985	81,214	78,985
2. Profit/(Loss) before tax	11,514	7,616	11,514	7,616
3. Net Profit/(Loss) for the financial period	8,708	6,680	8,708	6,680
4. Profit/(Loss) after tax and non-controlling interest	6,135	5,326	6,135	5,326
5. Basic earnings per share (Sen)	1.12	1.07	1.12	1.07
6. Net dividend per share (Sen)	-	-	-	-

	AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END
7. Net assets per share (RM)	0.2659	0.2496

ADDITIONAL INFORMATION

FOR THE FIRST QUARTER ENDED 30 SEP 2025

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
	3 MONTHS ENDED		3 MONTHS ENDED	
	30-Sep-25 RM ' 000	30-Sep-24 RM ' 000	30-Sep-25 RM ' 000	30-Sep-24 RM ' 000
1. Profit/(Loss) from operations	12,965	8,443	12,965	8,443
2. Gross interest income	31	2	31	2
3. Gross interest expense	(1,451)	(827)	(1,451)	(827)

DESTINI BERHAD ([Registration No. 200301030845 (633265-K)])

QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 30 SEP 2025

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
	3 MONTHS ENDED		3 MONTHS ENDED	
	30-Sep-25 RM'000	30-Sep-24 RM'000	30-Sep-25 RM'000	30-Sep-24 RM'000
Revenue	**81,214**	**78,985**	**81,214**	**78,985**
Cost of sale	(52,184)	(58,691)	(52,184)	(58,691)
Gross profit	**29,030**	**20,294**	**29,030**	**20,294**
Other income	732	500	732	500
Administrative expenses	(15,769)	(11,348)	(15,769)	(11,348)
Depreciation	(1,028)	(1,003)	(1,028)	(1,003)
Profit from operations	12,965	8,443	12,965	8,443
Finance cost	(1,451)	(827)	(1,451)	(827)
Profit/(Loss) before tax	**11,514**	**7,616**	**11,514**	**7,616**
Taxation	(2,806)	(936)	(2,806)	(936)
Net profit/(Loss) for the financial period	**8,708**	**6,680**	**8,708**	**6,680**
Other comprehensive income				
- Exchange Translation differences	**2,822**	**(431)**	**2,822**	**(431)**
Other comprehensive income for the financial period	**2,822**	**(431)**	**2,822**	**(431)**
Total comprehensive income for the financial period	**11,530**	**6,249**	**11,530**	**6,249**
Net Profit/(Loss) for the financial period attributable to:				
Owners of the parent	6,135	5,326	6,135	5,326
Non-controlling interests	2,573	1,354	2,573	1,354
	8,708	**6,680**	**8,708**	**6,680**
Total comprehensive income/(loss) for the financial period attributable to:				
Owners of the parent	8,957	4,895	8,957	4,895
Non-controlling interests	2,573	1,354	2,573	1,354
	11,530	**6,249**	**11,530**	**6,249**
Earnings per share attributable to owners of the parent:				
- basic (Sen)	1.12	1.07	1.12	1.07
Weighted average number of ordinary shares ('000 units)	548,965	499,060	548,965	499,060
Enlarged number of ordinary shares in issue ('000 units)	548,965	499,060	548,965	499,060

Notes:

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 June 2025 and the accompanying explanatory notes to the quarterly report.

DESTINI

QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 30 SEP 2025

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30-Sep-25 (Unaudited) RM'000	As at 30-Jun-25 (Audited) RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant & equipment	39,595	40,653
Right of use assets	3,609	5,324
Intangible Assets	9,086	7,827
Intangible Assets (Goodwill)	-	
Investment in quoted share	-	-
Other Receivable	-	-
Other investments	320	320
	52,610	**54,124**
CURRENT ASSETS		
Inventories	33,205	45,686
Contract assets	13,580	32,277
Trade receivables	168,515	144,164
Deposit and Prepayment	50,600	47,149
Tax recoverable	273	1,124
Deposit with licensed bank	15,459	15,378
Cash and bank balances	18,336	33,385
	299,968	**319,163**
TOTAL ASSETS	**352,578**	**373,287**
EQUITY AND LIABILITIES		
SHARE CAPITAL	591,419	591,419
WARRANT RESERVE	38,865	38,865
TRANSLATION RESERVE	(33,651)	(36,473)
RETAINED PROFITS	(450,647)	(456,782)
Shareholders' equity	**145,986**	**137,029**
NON-CONTROLLING INTEREST	738	(1,835)
Total Equity	**146,724**	**135,194**
NON-CURRENT LIABILITIES		
Other payables	97	4,935
Lease liabilities	6,372	1,685
Bank borrowings	51,205	65,309
Deferred taxation	1,866	2,084
	59,540	**74,013**
CURRENT LIABILITIES		
Contract liabilities	11,576	14,448
Trade payables	39,070	46,748
Payables and accruals	88,172	88,519
Lease liabilities	939	1,904
Bank borrowings	3,552	5,089
Redeemable preference shares	-	-
Tax Payable	3,005	7,372
	146,314	**164,080**
TOTAL EQUITY AND LIABILITIES	**352,578**	**373,287**
Net assets per share attributable to owners of the parent (RM)	**0.2659**	**0.2496**
Enlarged number of ordinary shares in issue ('000 units)	548,965	548,965
	-	-

Notes:

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 June 2025 and the accompanying explanatory notes to the quarterly report.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Share Capital RM '000	Warrant Reserves RM '000	Foreign Currency Translation Reserves RM '000	Accumulated Losses RM '000	Total RM '000	Non-controlling Interest RM '000	Total Equity RM '000
At 1 July 2024	574,046	38,865	(2,748)	(489,005)	121,158	(6,785)	114,373
Net profit for the financial year	-	-	5,265	32,223	37,488	4,950	42,438
Exchanges translation differences for foreign operations	-	-	(38,990)	-	(38,990)	-	(38,990)
Total comprehensive income for the financial year	-	-	(33,725)	32,223	(1,502)	4,950	3,448
Transactions with owner:							
Private placement - Issuance of Ordinary Share	17,373	-	-	-	17,373	-	17,373
At 30 June 2025 (Audited)	591,419	38,865	(36,473)	(456,782)	137,029	(1,835)	135,194
	-	-	-	-	-	-	-

	Share Capital RM '000	Warrant Reserve RM '000	Foreign Currency Translation Reserves RM '000	Accumulated Losses RM '000	Total RM '000	Non-controlling Interest RM '000	Total Equity RM '000
At 1 July 2024	591,419	38,865	(36,473)	(456,782)	137,029	(1,835)	135,194
Net profit for the financial year	-	-	-	6,135	6,135	2,573	8,708
Exchanges translation differences for foreign operations	-	-	2,822	-	2,822	-	2,822
Total comprehensive income for the financial year	-	-	2,822	6,135	8,957	2,573	11,530
Transactions with owner:							
Issue of ordinary shares:							
- Pursuant to private placement	-	-	-	-	-	-	-
- Pursuant to warrant exercised	-	-	-	-	-	-	-
At 30 June 2025 (Unaudited)	591,419	38,865	(33,651)	(450,647)	145,986	738	146,724
	-	-	-	-	-	-	-

Notes:

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 June 2025 and the accompanying explanatory notes to the quarterly report.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	AS AT END OF CURRENT PERIOD (Unaudited) 30-Sep-25 RM' 000	AS AT END OF PRECEDING PERIOD (Audited) 30-Jun-25 RM' 000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	**11,514**	**37,795**
Adjustments for:-		
Amortization of intangible assets	-	423
Amortization of Right-of-use-assets	-	-
Bad debts written off	-	-
Intangible assets written off	-	423
Depreciation of property, plant and equipment	4,066	7,935
Fair value adjustment		(23,885)
Effect of deconsolidation of a subsidiary	-	4,421
Loss/(Gain) on disposal of property, plant & Equipment	-	-
Loss/(Gain) on disposal of investment in securities	-	-
Loss/(Gain) on disposal of subsidiaries	-	-
Impairment loss on trade receivable	-	-
Impairment loss on other receivable	-	5,953
Impairment loss on amount due from subsidiaries		1,132
Impairment loss on intangible assets	-	-
Impairment loss on property, plant and equipment	-	-
Derecognition arising from termination of lease agreement	-	714
Interest expense	5,517	7,051
Interest Income	(31)	(422)
Inventories written down	-	-
Property, plant and equipment written off	-	(1)
Right of use assets written off	-	-
Other receivables written off	-	153
Reversal of impairment loss on trade receivables	-	(890)
Operating profit before working capital changes	**21,066**	**40,802**
Inventories	12,480	20,073
Receivables	(24,759)	(116,581)
Payable	(20,253)	26,979
Contract assets/liabilities	24,952	(25,214)
Joint venture	-	299
Cash used in operations	**13,486**	**(53,642)**
Tax paid	-	(845)
Tax refund	-	24
Net cash used in operating activities	**13,486**	**(54,463)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	31	422
Net cash inflow on acquisation	-	1,805
Net cash outflow on deconsolidation of a subsidiary	-	-
Proceeds from disposal of property, plants and equipment	-	-
Proceeds from disposal of investment in securities	-	-
Purchase of property, plant and equipment	(1,292)	(11,241)
Purchase of intangible assets	-	-
Net cash used in investing activities	(1,261)	(9,014)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(5,517)	(7,051)
Net Change in Bank Borrowing	(14,818)	51,158
Net change in deposit pledged to licensed banks	(81)	2,666
Proceeds from private placement	-	17,372
Proceeds from Right Issue	-	-
Redemption of prerference shares		(1,571)
Repayment of finance lease liabilities	3,722	(1,012)
Net cash generated from financing activities	**(16,694)**	**61,562**
NET INCREASE/(DECREASE) IN CASH AND		
CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD	(4,469)	(1,915)
EFFECT OF EXCHANGE RATE FLUCTUATIONS	2,822	3,248
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	32,562	31,229
CASH AND CASH EQUIVALENTS END OF PERIOD	**30,915**	**32,562**
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL QUARTER COMPRISE OF:		
Cash and bank balances	18,336	33,385
Fixed deposits with licensed bank	15,459	15,378
Bank overdraft	-	(823)
	33,795	**47,940**
Deposits with licensed bank (pledge)	15,459	(15,378)
Cash at bank pledged with license bank	(18,339)	-
	30,915	**32,562**
	-	-

Notes:

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 June 2025 and the accompanying explanatory notes to the quarterly report.

A1. Significant Accounting Policies

The interim financial report is unaudited and has been prepared in compliance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 30 June 2025, which were prepared in compliance with Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRS"). These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 30 June 2025.

The financial statements of the Group have been prepared on the historical cost convention except as disclosed in the notes to the financial statements and in compliance with MFRS, IFRS and the Companies Act, 2016 in Malaysia.

During the financial year, the Group has adopted the following new and amends to MFRSs issued by the Malaysia Accounting Standards Board ('MASB") that are mandatory for the current financial year:

MFRS 7 and MFRS 107	Supplier Finance Arrangements
MFRS 16	Lease Liability in a Sale and Leaseback
MFRS 101	Non- Current Liabilities with Covenants
MFRS 101	Classification of liabilities as Current and Non-current

Adoption of above amendments to MFRSs did not have any significant impacts on the financial statements of the Group.

The Group have not applied the following new MFRSs and amendments to the MFRSs that has been issued by MBSB but are not yet effective for the group as for the adoption of the following with effect from or after 1 January 2024:

Amendments to MFRS 121	Lack of ExchangeabilityClassification of Liabilities
Amendments to MFRS 7 and MFRS 9	Amendments to the Classification and measeurement
Amendments to MFRSs	Annual improvements to MFRS Standarts-Volume 11
Amendments to MFRS 7 and MFRS 9	Contract referencing Nature-dependant Electricity
MFRS 18	Presentation and disclosure in the financial statements
MFRS 19	Subsidiaries without Public Accountability: Disclosures
Amendments to MFRS 10 and MFRS 128	Sales or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group intend to adopt the above new amendments to MFRSs, if applicable when they become effective. The initial application is not expected to have any significand impacts on the financial statement of the Group.

A2. Audit Report

The annual financial statement of the Company for the year ended 30 June 2025 was reported on without qualification.

A3. Seasonal or cyclical factors

The principal business operations of the Group are not materially affected by seasonal or cyclical factors during the financial quarter.

A4. Items of unusual nature and amount

The operations and performance of the Group during the current quarter under review have not been materially affected by any seasonal or cyclical factors.

A5. Material changes in estimates

There is no material change in estimates of amounts reported that will have a material effect in the financial quarter.

A7. Issuance or Repayment of Debt or Equity Securities

There is no issuance or repayment of debt or equity securities, share buybacks, share cancellations, shares held as treasury shares or resale of treasury shares in the financial quarter. The detail movement of the issued and paid-up capital for the company are as follows:-

	No. of shares Issued and fully paid ordinary shares with no par value	Share Capital	Warrants Reserves	Total
	'000	RM'000	RM'000	RM'000
As at 1 Jul 2025	548,965	591,419	38,865	630,284
Issue of ordinary shares:				
- Pursuant to warrant exercised	-	-	-	-
As at 30 Sep 2025	548,965	591,419	38,865	630,284

As at 30 Sep 2025, the number of Warrant B in issue is 166,353,160 with an exercise price of RM0.54.

A8. Dividend Paid

No interim dividend has been paid or declared during the current quarter.

A9. Segmental Analysis

a) Analysis of Segmental Revenue and Result

	Current Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	30 Sep 25	30 Sep 24	30 Sep 25	30 Sep 24
	RM'000	RM'000	RM'000	RM'000
Segment revenue				
- Aviation and Defence	11,466	20.748	11,466	20.748
- Marine	11,786	10,853	11,786	10,853
- Energy	7,024	5,698	7,024	5,698
- Mobility	50,938	41,686	50,938	41,686
- Others	-	-	-	-
Elimination of inter-segment	-	-	-	-
Total	81,214	78,985	81,214	78,985
Segment result				
- Aviation and Defence	989	2,962	989	2,962
- Marine	467	1,081	467	1,081
- Energy	175	(490)	175	(490)
- Mobility	4,955	3,155	4,955	3,155
- Others	(451)	(1,381)	(451)	(1,381)
Elimination of inter-segment				
Profit/(loss) after tax and NCI	6,135	5,326	6,135	5,326

b) Analysis by Geographical Area

	Current Quarter			
	3 months ended 30 Sep 2025			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sales	68,724	12,490	-	81,214
Inter segment	-	-	-	-
Total	68,724	12,490	-	81,214

	Corresponding Quarter			
	3 months ended 30 Sep 2024			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sales	69,394	9,591	-	78,985
Inter segment	-	-	-	-
Total	69,394	9,591	-	78,985

	Cumulative Quarter 3 months ended 30 Sep 2025			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sales	68,724	12,490	-	81,214
Inter segment	-	-	-	-
Total	68,724	12,490	-	81,214

	Cumulative Quarter 3 months ended 30 Sep 2024			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sales	69,394	9,591	-	78,985
Inter segment	-	-	-	-
Total	69,394	9,591	-	78,985

	30 Sep 2025			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Segment Assets	262,571	90,007	-	352,578
Segment liabilities	162,288	43,566	-	205,854
Depreciation	921	107	-	1,028

	30 Sep 2024			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Segment Assets	173,186	37,642	-	210,828
Segment liabilities	107,300	30,589	-	137,889
Depreciation	767	237	-	1,004

A10. Valuation of property, plant and equipment

There was no valuation of property plant and equipment for the financial quarter.

A11. Significant Events during the Financial Quarter

During the financial period, the following significant events took place for the Company and its subsidiaries:

1. Prima Sdn Bhd, a wholly-owned subsidiary of Destini, had on 18 September 2025, accepted a letter of award, for an extension of contract from the Ministry of Defence Malaysia for the supply of non-proprietary aircraft spare parts for the Royal Malaysian Airforce. The value of the contract remains at RM403,750,000.00 to be shared with other 29 contractors

A12. Changes in Composition of the Group

There are no changes in composition of the Group for the quarter under review

A13 Significant Events Subsequent to the Financial Quarter

Subsequent to the financial period, there were no significant events that took place for the Company and its subsidiaries.

A14. Contingent Liabilities or Assets

Except as disclosed below, there were no material contingent liabilities or assets during the financial quarter.

	Year to Date 30-Sep -25 RM '000	**Year to Date 30-Sep -24 RM '000**
Performance guarantees in favour of the supplier and local authorities for the purpose of secured projects	15,459	16,221

A15. Capital Commitments

	Year to Date 30-Sep-25 RM '000	**Year to Date 30-Sep-24 RM '000**
Approved and contracted for:	-	-

A16. Significant related party transactions

There were no significant related party transactions incurred during the financial quarter ended 30 Sep 2025.

Part B: Explanatory Notes Pursuant to Appendix 9B of The Listing Requirements of Bursa Malaysia Securities Berhad.

B1. Review of Performance

a) Current Quarter and Cumulative Quarter

Destini Berhad recorded an improvement in financial performance for the current quarter, with Group revenue rising by 2% to RM81.21 million from RM78.99 million in the corresponding quarter. The increase was primarily driven by train and equipment deliveries under the Mobility and Aviation sectors.

The Group achieved a Profit After Tax and Non-Controlling Interest (PATNCI) of RM6.14 million, compared to RM5.33 million in the same quarter last year. The improved profitability was mainly attributable to higher revenue contributions and ongoing cost optimisation initiatives.

Segmental Highlights

Aviation & Defence Sector
Revenue decreased to RM11.47 million, from RM20.75 million in the corresponding quarter, mainly due to one-off trading and MRO activities recorded previously. The sector posted a PATNCI of RM0.99 million, compared to RM2.96 million in the same period last year.

Marine Sector
Revenue increased by 9% to RM11.79 million from RM10.85 million previously, driven by higher MRO activity from the servicing division. The sector recorded a PATNCI of RM0.47 million, compared to RM1.08 million in the corresponding quarter.

Energy Sector
Revenue improved to RM7.02 million against RM5.70 million last quarter, supported by an increase in rig-related activities. The sector turned profitable with a PATNCI of RM0.18 million, compared to a LATNCI of RM0.49 million previously, aided by improved cost efficiencies.

Mobility Sector
The sector delivered three train units to the Ministry of Transport during the quarter, contributing revenue of RM50.94 million, up from RM41.69 million. PATNCI increased to RM4.96 million, compared to RM3.16 million previously, driven by higher revenue and sustained cost efficiency.

B2. Review of Current Quarter Against Preceding Quarter

The Group recorded revenue of RM81.21 million for the current quarter, lower compared to RM90.28 million in the preceding quarter. PATNCI for the current quarter stood at RM6.14 million, lower than RM8.44 million recorded in the preceding quarter. The decline in profit was mainly attributable to the lower revenue generated during the current quarter.

B3. Commentary on Prospects for the Next Financial Year

Destini Berhad continues to deliver profitable performance in FY2025, supported by a strong order book and the progressive execution of key contracts. In the Aviation & Defence sector, ongoing contracts secured from Malaysia's Ministry of Defence continue to contribute positively, with segmental performance expected to improve in the coming quarters.

The Mobility Sector is expected to remain a key contributor to the Group's earnings, supported by the scheduled delivery of train units to the Ministry of Transport (MOT). The Group's contracts with the MOT, amounting to RM694 million, are projected to contribute positively to earnings in the current and forthcoming financial quarters. The Group has also secured additional projects with an estimated value of approximately RM100 million, which are expected to further strengthen the Group's earnings trajectory moving forward.

The Energy Sector has seen a recovery in rig activities and is forecasted to deliver satisfactory results in the next quarter. The Marine Sector is also on track to achieve positive performance, supported by its expanding order book from marine manufacturing operations in China.

Additionally, the Group is undertaking cost optimisation initiatives within the "Others" segment, which are expected to enhance overall profitability.

Barring any unforeseen circumstances, the Management anticipates a satisfactory financial performance for the next financial year, driven by continuous execution of secured contracts and higher anticipated activity levels moving forward.

B4. Profit Forecast and Profit Guarantee

The Group did not announce any profit forecast nor profit guarantee for the current financial period.

B5. Taxation

	Individual Quarter		Cumulative Quarter	
	Current Quarter 3 months ended 30-Sep-25 RM '000	Corresponding Quarter 3 months ended 30-Sep-24 RM '000	Current Year To Date 12 months ended 30-Sep-25 RM '000	Corresponding Period 3 months ended 30-Sep-24 RM '000
Current taxation	(2,806)	(936)	(2,806)	(936)

B6. Corporate Proposals

Save as disclosed below, there were no other corporate proposals announced but not yet completed as at the date of this quarterly report:

1. On 29 Oct 2024, the Company proposes to undertake a private placement of up to 10% of the total number of issued shares of Destini to third party investor(s) to be identified later

at an issue price to be determined later in accordance with the general mandate pursuant to Sections 75 and 76 of the Companies Act 2016.

The Private Placement exercise was completed on 21 May 2025, with 49,905,941 Placement Shares listed and quoted on the Main Market of Bursa Malaysia Securities Berhad with effect from 9.00 a.m. on the same date.

Utilisation of Proceeds
The Company wishes to provide the following update on the utilisation of proceeds raised from the Private Placement:

Detail of utilisation	Timeframe for utilisation from 21 May 2025	Actual proceeds raised (RM’000)	Actual utilisation up to 28 Sep 2025 (RM’000)	Balance available for utilisation (RM’000)
Working Capital – IWK Projects **(a)**	Within 12 months	6,753	6,753	-
Working Capital – RMAF Project	Within 12 months	4,564	4.564	-
Acquisition of equipment	Within 12 months	6,000	6,000	-
Estimated expenses	Upon completion	56	56	-
Total		17,373	17,373	-

B7. Group Borrowings and Debt Securities

Group borrowings are as follows:-

B7.1 Short Term Borrowings

<u>Secured</u>	**30-Sep-25 RM ‘000**	**30-Sep-24 RM ‘000**
Denominated in Ringgit Malaysia:		
Hire Purchase and Lease Payables	163	564
Bank Borrowing	2,726	25,310
Denominated in Singapore Dollar (SGD):		
Hire Purchase and Lease Payables	-	-
Overdraft	776	-
Bank Borrowing	826	533
TOTAL	**4,491**	**25,743**

B7.2 Long Term Borrowings

Secured	30-Sep-25 RM '000	30-Sep-24 RM '000
Denominated in Ringgit Malaysia		
Hire Purchase and Lease Payables	5,918	739
Term Loan	47,432	4,634
Denominated in Singapore Dollar (SGD)		
Hire Purchase and Lease Payables	454	-
Bank Borrowing	3,773	4,096
Total	**57,577**	**9,469**

B8. Material Litigation

As at the date of this announcement, the following litigation took place for the Company and its subsidiaries:

1. Destini and its indirect subsidiary, Destini Shipbuilding and Engineering Sdn. Bhd were both served by Damen Shipyards Gorinchem B.V. (previously known as B.V. Scheepswerf Damen Gorinchem) with a Notice of Arbitration dated 8 May 2024 for disputes arising out or from the following agreements: -

   (a) Material Packages Contract dated 21 June 2017 entered into and made between the Claimant and DSBE; and

   (b) Corporate Guarantee dated 23 November 2017 given by Destini.

   As at 2 December 2024 the claim sum is €3,525,474.79. Destini had responded to the claim on 27 February 2025 and had on 7 April 2025 filed for a counter claim application amounting to €2,171,504.67 being the overpayment to Damen ("Counterclaim 1") and USD1,419,464.84 for the loss suffered by Destini due to the unproven hull design ("Counterclaim 2"). On 9 June 2025, the tribunal has allowed Destini's Counterclaim 2 application. The Parties have submitted to the tribunal a list of witnesses for the dispute and currently are preparing the witness statements and to file the same by 10 December 2025.

B9. Dividends

The Board has not recommended any dividend for the financial quarter.

B10. Notes to the Statement of Comprehensive Income

	Year to date 30-Sep-25 RM '000	Year to date 30-Sep-24 RM '000
Profit for the period is arrived at after charging/(crediting):-		
Depreciation of property, plant and equipment	4,066	1,004
Interest expense	5.517	827
Fair value adjustment on investment in securities	-	-

B11. Earnings Per Share

The basic earnings per share for the quarter and year to date are computed as follows:

	Individual Quarter		Cumulative Quarter	
	Current Quarter 3 months ended 30-Sep-25	Corresponding Quarter 3 months ended 30-Sep-24	Current Year To Date 3 months ended 30-Sep-25	Corresponding Quarter 3 months ended 30-Sep-24
Attributable to owners of parent (RM'000)	6,135	5,326	6,135	5,326
Weighted average number of ordinary shares ('000) in issue	548,965	499,059	548,965	499,059
Basic earnings per share (Sen)	1.12	1.07	1.12	1.07

B12. Disclosure of realised and unrealised profit

	Year to Date 30-Sep-25 RM'000	Year to Date 30-Sep -24 RM'000
Total accumulated losses of the Company and its subsidiaries		
Realised	(711,666)	(551,669)
less: consolidation adjustments	261,019	68,427
Total retained profits	(450,647)	(483,242)

BY ORDER OF THE BOARD

DESTINI BERHAD