FACB INDUSTRIES INCORPORATED BERHAD
197901004632 (48850-K)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME For The Second Quarter Ended 31 December 2025

(The figures have not been audited)

	Current Quarter Ended 31/12/2025 RM'000	Comparative Quarter Ended 31/12/2024 RM'000	6 Months Cumulative To Date 31/12/2025 RM'000	6 Months Cumulative To Date 31/12/2024 RM'000
Revenue	9,100	8,254	16,897	16,790
Cost of sales	(5,685)	(5,198)	(10,638)	(10,277)
Gross profit	3,415	3,056	6,259	6,513
Other income	1,751	1,723	3,434	3,429
Operating expenses	(4,444)	(4,114)	(8,607)	(8,424)
Finance costs	(31)	(24)	(63)	(43)
Share of results of associates, net of tax	1,064	780	890	688
Profit before tax	1,755	1,421	1,913	2,163
Tax expense	(322)	(336)	(467)	(602)
Net Profit for the period	1,433	1,085	1,446	1,561
Other comprehensive loss, net of tax:				
Foreign currency translation	(352)	(529)	(565)	(1,865)
Total comprehensive income/ (loss) for the period	1,081	556	881	(304)
Profit attributable to:				
Owners of the parent	1,043	851	1,218	1,414
Non-controlling interests	390	234	228	147
	1,433	1,085	1,446	1,561
Total comprehensive income/ (loss) attributable to:				
Owners of the parent	849	558	906	382
Non-controlling interests	232	(2)	(25)	(686)
	1,081	566	881	(304)
Earnings per ordinary share attributable to equity holders of the Company(sen):				
Basic and diluted	1.24	1.01	1.45	1.69
Dividend per share (sen) (Proposed/Declared)				
Final	-	-	-	-

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2025)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As At 31 December 2025

	Unaudited **As At 31/12/2025 RM'000**	Audited **As At 30/06/2025 RM'000**
ASSETS		
Non-Current Assets		
Property, plant and equipment	3,867	3,138
Right-of-use assets	1,892	1,968
Intangible assets	218	65
Investments in associates	20,750	21,820
Financial assets at amortised cost	40,475	40,473
Financial assets at fair value through other comprehensive income ("FVTOCI")	9,802	9,802
Other receivables	24	29
Deferred tax assets	1,853	1,853
	78,881	79,148
Current Assets		
Inventories	5,214	5,786
Trade and other receivables	7,140	6,785
Investment in short-term investment funds	20,321	6,082
Current tax assets	688	768
Deposits, cash and bank balances	129,202	142,059
	162,565	161,480
TOTAL ASSETS	241,446	240,628
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	114,152	114,152
Treasury shares	(1,225)	(1,225)
Other reserves	(24,819)	(24,507)
Retained earnings	130,926	129,708
	219,034	218,128
Non-controlling interests	14,682	14,707
TOTAL EQUITY	233,716	232,835
LIABILITIES		
Non-Current Liabilities		
Lease liabilities	497	641
Deferred tax liabilities	512	512
	1,009	1,153
Current Liabilities		
Trade and other payables	4,311	3,832
Contract liability	1,343	1,763
Lease liabilities	1,008	924
Current tax liabilities	59	121
	6,721	6,640
TOTAL LIABILITIES	7,730	7,793
TOTAL EQUITY AND LIABILITIES	241,446	240,628

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As At 31 December 2025 (Cont'd)

	Unaudited **As At** **31/12/2025**	Audited **As At** **30/06/2025**
Net Assets per share (RM)	2.61	2.60

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2025)

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For The Period Ended 31 December 2025
(The figures have not been audited)

	← Attributable to Owners of the Parent →					**Non-Controlling Interests**	**Total Equity**
In RM'000	Share Capital	Treasury Shares	Other Reserves	Retained Earnings	Total		
At 1 July 2025	114,152	(1,225)	(24,507)	129,708	218,128	14,707	232,835
Net profit for the quarter	-	-	-	1,218	1,218	228	1,446
Other comprehensive loss							
- Foreign currency translation	-	-	(312)	-	(312)	(253)	(565)
Total comprehensive (loss)/income for the period	-	-	(312)	1,218	906	(25)	881
At 31 December 2025	114,152	(1,225)	(24,819)	130,926	219,034	14,682	233,716
At 1 July 2024	114,152	(1,225)	(22,238)	127,608	218,297	15,765	234,062
Net profit for the period	-	-	-	1,414	1,414	147	1,561
Other comprehensive income							
- Foreign currency translation	-	-	(1,032)	-	(1,032)	(833)	(1,865)
Total comprehensive (loss)/income for the period	-	-	(1,032)	1,414	382	(686)	(304)
At 31 December 2024	114,152	(1,225)	(23,270)	129,022	218,679	15,079	233,758

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2025)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For The Period Ended 31 December 2025
(The figures have not been audited)

	Current Period Ended 31/12/2025 RM'000	Comparative Period Ended 31/12/2024 RM'000
Cash Flows from Operating Activities		
Profit before tax	1,913	2,163
Adjustments for:		
Accretion of discount on financial assets at amortised cost	(14)	(19)
Amortisation of intangible assets	25	3
Amortisation of premium on financial assets at amortised cost	12	4
Depreciation of property, plant and equipment	340	280
Depreciation of right-of-use assets	595	482
Fair value gain on short-term investment funds	(294)	-
Gain on disposal of property, plant and equipment	(11)	(12)
Impairment losses on trade receivables	109	-
Interest expense on lease liabilities	63	43
Interest income	(2,976)	(3,368)
Share of results of associates, net of tax	(890)	(688)
Unrealised gain on foreign exchange	(3)	-
Operating (loss)/profit before working capital changes	(1,131)	(1,112)
Net changes in current assets	396	459
Net changes in current liabilities	479	(1,016)
Net changes in contract liability	(420)	(313)
Cash used in operations	(676)	(1,982)
Tax paid	(730)	(946)
Withholding tax paid	(144)	(111)
Tax refunded	425	1
Net cash used in operating activities	(1,125)	(3,038)
Cash Flows from Investing Activities		
Acquisition of financial assets at amortised cost	-	(20,640)
Dividend received from associates	1,408	1,085
Interest received	2,685	3,602
Net withdrawal of deposits placed with licensed banks with maturity more than three (3) months	11,684	19,763
Net placement of short-term investment funds	(13,945)	-
Proceeds from disposal of property, plant and equipment	11	12
Purchase of intangible assets	(178)	-
Purchase of property, plant and equipment	(1,069)	(533)
Net cash generated from investing activities	596	3,289

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For The Period Ended 31 December 2025 (Cont'd)
(The figures have not been audited)

	Current Period Ended 31/12/2025 RM'000	Comparative Period Ended 31/12/2024 RM'000
Cash Flows from Financing Activities		
Payment of lease liabilities	(642)	(531)
Net cash used in financing activities	(642)	(531)
Net decrease in cash and cash equivalents	(1,171)	(280)
Effects of exchange rate changes on cash and cash equivalents	(2)	(26)
Cash and cash equivalents at beginning of the period	14,450	17,007
Cash and cash equivalents at end of the period	13,277	16,701
Cash and cash equivalents comprise:		
Deposits with licensed banks	123,854	132,678
Cash and bank balances	5,348	8,201
	129,202	140,879
Deposits placed with licensed banks with maturity more than three (3) months	(115,925)	(124,178)
	13,277	16,701

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2025)

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NOTES (IN COMPLIANCE WITH MFRS 134)

A1 Basis of Preparation

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

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2025.

The explanatory notes 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.

The material accounting policies and methods of computation adopted are consistent with those of the audited financial statements for the financial year ended 30 June 2025 except for the adoption of the following Amendments of the MFRS Framework that were issued by the MASB during the financial period:-

New MFRS adopted during the financial year.

Title	**Effective Date**
Amendments to MFRS 121 *Lack of Exchangeability*	1 January 2025

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

As at the date of authorisation of the interim financial statements, the Group has not applied the following MFRS Framework that have been issued by the MASB but have not been early adopted by the Group: -

New MFRS that have been issued, but only effective for annual periods beginning on or after 1 January 2025.

Title	**Effective Date**
Amendments to MFRS 9 and MFRS 7 *Amendments to the Classification and Measurement of Financial Instruments*	1 January 2026
Annual Improvements to MFRS Accounting Standards – Volume 11	1 January 2026
Amendments to MFRS 9 and MFRS 7 *Contracts Referencing Nature-dependent Electricity*	1 January 2026
MFRS 18 *Presentation and Disclosure in Financial Statements*	1 January 2027
MFRS 19 *Subsidiaries without Public Accountability: Disclosures*	1 January 2027
Amendments to MFRS 121 *Translation to a Hyperinflationary Presentations 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 and the Company are in the process of assessing the impact of implementing these Standards and Amendments since the effects would only be observable for future financial years.

NOTES (IN COMPLIANCE WITH MFRS 134)

A2 Qualification of Financial Statements

The Group's most recent annual audited financial statements for the year ended 30 June 2025 was not qualified.

A3 Seasonal or Cyclical Factors

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

A4 Unusual Items

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

A5 Nature and Amount of Changes in Estimates

There were no changes in estimates of amounts reported in the previous interim period of the current financial year or changes in estimate of amounts reported in the previous financial years which have a material effect in the current quarter or the current financial year-to-date.

A6 Debt and Equity Securities

There were no issuance, repurchase and repayment of debts and equity securities during the current quarter. As at 31 December 2025, total shares repurchased were 1,279,700 and all the shares repurchased were held as treasury shares.

A7 Dividend Paid

No dividend was paid during the current quarter and financial year-to-date.

A8 Reportable Segments

	Bedding	Other Segments	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000
For Current Period Ended 31 December 2025				
External revenue	16,897	-	-	16,897
Inter-segment revenue	-	1,457	(1,457)	-
Total	16,897	1,457	(1,457)	16,897
Segment results:				
Amortisation of intangible assets	(24)	(1)	-	(25)
Depreciation of property, plant and equipment	(303)	(37)	-	(340)
Depreciation of right-of-use assets	(428)	(167)	-	(595)
Interest expense on lease liabilities	(37)	(26)	-	(63)
Interest income	237	2,739	-	2,976
Reportable segment profit before tax	(99)	1,122	-	1,023
Share of results of associates	-	890	-	890
Total	(99)	2,012	-	1,913

NOTES (IN COMPLIANCE WITH MFRS 134)

A8 Reportable Segments (cont'd)

	Bedding RM'000	Other Segments RM'000	Eliminations RM'000	Total RM'000
For Comparative Period Ended 31 December 2024				
External revenue	16,790	-	-	16,790
Inter-segment revenue	-	1,134	(1,134)	-
Total	16,790	1,134	(1,134)	16,790
Segment results:				
Amortisation of intangible assets	(3)	-	-	(3)
Depreciation of property, plant and equipment	(234)	(46)	-	(280)
Depreciation of right-of-use assets	(326)	(156)	-	(482)
Interest expense on lease liabilities	(33)	(10)	-	(43)
Interest income	169	3,199	-	3,368
Reportable segment profit before tax	94	1,381	-	1,475
Share of results of associates	-	688	-	688
Total	94	2,069	-	2,163

A9 Material Events Subsequent to the End of the Quarter under Review

There were no material events from the end of the quarter to 20 February 2026 (the latest practicable date which shall not be earlier than 7 days from the date of issue of this quarterly report) that has not been reflected in the current quarter and financial year-to-date.

A10 Effect of Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter and financial year-to-date.

A11 Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets as at the date of this report which may have a material impact on the financial position of the Group.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB

B1 Performance Review

	Current Quarter 31/12/2025 RM'000	Preceding Year Comparative Quarter 31/12/2024 RM'000	Changes %	Current Period 31/12/2025 RM'000	Preceding Year Comparative Period 31/12/2024 RM'000	Changes %
Revenue	9,100	8,254	10%	16,897	16,790	1%
Gross Profit	3,415	3,056	12%	6,259	6,513	-4%
Profit before tax	1,755	1,421	24%	1,913	2,163	-12%
Additional Information:						
Share of results of associates	1,064	780	36%	890	688	29%

(a) Current Quarter vs Preceding Year Comparative Quarter

The Group recorded revenue of RM9.10 million and profit before tax (PBT) of RM1.76 million for the current quarter ended 31 December 2025 compared to revenue of RM8.25 million and PBT of RM1.42 million in the preceding year comparative quarter, representing increase in revenue of 10% and PBT of 24% respectively. The higher revenue and PBT for the current quarter was mainly due to higher revenue and PBT reported from bedding operation in Malaysia.

The bedding operation recorded a revenue of RM9.10 million for the current quarter compared to RM8.25 million in the preceding year comparative quarter. PBT of RM0.12 million compared to loss before tax (LBT) of RM0.05 million in the preceding year comparative quarter mainly due to higher revenue recorded in the current quarter.

Associates in China recorded profit of RM1.06 million for the current quarter compared to RM0.78 million in the preceding year comparative quarter. Higher profit reported in the current quarter mainly due to higher demand for steam.

(b) Current Period vs Preceding Year Comparative Period

The Group registered higher revenue of RM16.90 million for the current period compared to RM16.79 million registered in the preceding year comparative period and lower PBT of RM1.91 million as compared to RM2.16 million in the preceding year comparative period.

The bedding operation in Malaysia reported higher revenue of RM16.90 million compared to RM16.79 million in the preceding year comparative period, represents sales increase of 1% over the period mainly due to higher consumer sales. LBT of RM0.10 million reported compared to PBT of RM0.09 million in the preceding year comparative period mainly due to higher sales mix of lower gross profit margin products.

Associates in China contributed higher profit of RM0.89 million against RM0.69 million in the preceding year comparative period. Higher profit recorded in the current period mainly due to better operating margin.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB

B2 Material Change in the Profit Before Tax as compared with the Immediate Preceding Quarter

	Current Quarter 31/12/2025 RM'000	Immediate Preceding Quarter 30/09/2025 RM'000	Changes %
Revenue	9,100	7,797	17%
Gross Profit	3,415	2,844	20%
Profit before tax	1,755	158	1,011%
Additional Information:			
Share of results of associates	1,064	(174)	711%

The Group registered higher revenue of RM9.10 million for the current quarter compared to RM7.80 million registered in the immediate preceding quarter ended 30 September 2025. A higher PBT of RM1.75 million reported for the current quarter versus RM0.16 million in the immediate preceding quarter due to positive net profit contribution from associates.

The bedding operation recorded higher revenue of RM9.10million and PBT of RM0.12 million compared to revenue of RM7.87 million and LBT of RM0.22 million in the immediate preceding quarter. Higher revenue and PBT recorded in the current quarter were mainly due to higher sales recorded and higher profit margin.

Associates in China recorded a net profit of RM1.06 million for the current quarter compared to net loss of RM0.17 million in the immediate preceding quarter mainly due to higher demand for steam and better operating margin.

B3 Current Year Prospects

Malaysia economy is expected to sustain a resilient expansion in 2026, even as shifting trade policies and cost pressure continue to shape business and household confidence.

Amidst the challenging environment of slower overall consumption growth, the Group will remain cautions and continue to expand its retail presence through establishment of its own retail outlet to capture rising middle-class consumption.

B4 Achievability of Forecast Profit

This note is not applicable.

B5 Variance of Actual Profit from Forecast Profit or Profit Guarantee

This note is not applicable.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB

B6 Notes to the Condensed Consolidated Statement of Profit or Loss

Profit before tax is arrived at after charging/(crediting):-

	Current Quarter Ended 31/12/2025 RM'000	Comparative Quarter Ended 31/12/2024 RM'000	6 Months Cumulative To Date 31/12/2025 RM'000	6 Months Cumulative To Date 31/12/2024 RM'000
Accretion of discount on financial assets at amortised cost	(7)	(9)	(14)	(19)
Amortisation of intangible assets	12	(2)	25	3
Amortisation of premium on financial asset at amortised cost	6	4	12	4
Depreciation of property, plant and equipment	182	145	340	280
Depreciation of right-of use assets	309	243	595	482
Fair value gain on short-term investment funds	(163)	-	(294)	-
Gain on disposal of property, plant and equipment	(11)	-	(11)	(12)
Gain on foreign exchange - unrealised	-	-	(3)	-
(Reversal)/addition of impairment losses on trade receivables	67	(25)	109	-
Interest expense on lease liabilities	31	24	63	43
Property, plant and equipment written off	-	-	-	-
Interest income	(1,460)	(1,688)	(2,976)	(3,368)

Apart from the above, there was no write off of receivables, write off of inventories, impairment of assets, gain or loss on disposal of quoted investments, gain or loss on derivatives and other material items for the current quarter and financial year-to-date.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB

B7 Tax expense

Tax expense comprises the following: -

	Current Quarter Ended 31/12/2025 RM'000	Comparative Quarter Ended 31/12/2024 RM'000	6 Months Cumulative To Date 31/12/2025 RM'000	6 Months Cumulative To Date 31/12/2024 RM'000
Current tax				
Current year - Malaysia	178	225	323	491
- Foreign	-	-	-	-
	178	225	323	491
Withholding tax	144	111	144	111
Total tax expense	322	336	467	602

The effective tax rate of the Group (excluding the share of results of associates) for the current period to date was higher than the statutory rate due principally to certain expenses not being deductible for tax purposes.

B8 Status of Corporate Proposals

There were no outstanding corporate proposals that has been announced but not completed as at the date of this quarterly report.

B9 Group Borrowing

There was no borrowing as at 31 December 2025.

B10 Derivative Financial Instruments

The Group has no outstanding derivative financial instruments as at 31 December 2025.

B11 Changes in Material Litigation

The Group is not engaged in any material litigation as at the date of this report which will have a material effect on the financial position of the Group.

B12 Dividend Proposed or Declared

The Board of Directors does not recommend any dividend for the current quarter ended 31 December 2025.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB

B13 Earnings per Share

The earnings per share (basic) for the current quarter and financial year-to-date are calculated by dividing the Group's net profit for the period attributable to owners of the parent with the weighted average number of shares in issue (excluding treasury shares) of 83,882,800.

	Current Quarter Ended 31/12/2025	Comparative Quarter Ended 31/12/2024	6 Months Cumulative To Date 31/12/2025	6 Months Cumulative To Date 31/12/2024
	RM'000	RM'000	RM'000	RM'000
Net profit attributable to owners of the parent	1,043	851	1,218	1,414

By Order of the Board
FACB INDUSTRIES INCORPORATED BERHAD

Lee Boo Tian
LS 0007987
PC NO. 202008002588
Group Company Secretary

Kuala Lumpur
Date: 26 February 2026