EROSION CONTROL | GEOSYNTHETIC

FIBROMAT (M) BERHAD

Registration No.: 201201037651 (1022133-V)
(Incorporated in Malaysia under the Companies Act 2016)

Interim Financial Report

For The Third Quarter Ended 30 September 2025

M & A Securities Sdn Bhd ("**M&A Securities**"), being the Sponsor, is responsible for the admission of Fibromat (M) Berhad to the ACE Market of Bursa Malaysia Securities Berhad on 8 May 2025. M&A Securities assumes no responsibility for the contents of the unaudited interim financial report for the third quarter ended 30 September 2025.

UNAUDITED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025[1]

		INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		Unaudited Current Quarter	Unaudited Preceding Year Corresponding Quarter	Unaudited Current Year-to-date	Unaudited Preceding Year Corresponding Year-to-date
		30.09.2025	30.09.2024[2]	30.09.2025	30.09.2024[2]
	Note	RM'000	RM'000	RM'000	RM'000
Revenue	A9	28,025	N/A	70,715	N/A
Cost of sales		(18,682)	N/A	(47,934)	N/A
Gross profit		**9,343**	**N/A**	**22,781**	**N/A**
Other income		77	N/A	127	N/A
Selling and distribution expenses		(636)	N/A	(1,989)	N/A
Administrative expenses		(2,194)	N/A	(5,557)	N/A
Operating profit		**6,590**	**N/A**	**15,362**	**N/A**
Finance costs		(503)	N/A	(1,146)	N/A
Profit before tax		**6,087**	**N/A**	**14,216**	**N/A**
Income tax expense	B5	(1,453)	N/A	(3,821)	N/A
Profit after tax/Total comprehensive income		**4,634**	**N/A**	**10,395**	**N/A**
Earnings per Share ("EPS")	B6				
- Basic EPS (sen)[3]		2.05	N/A	4.60	N/A
- Diluted EPS (sen)[4]		2.05	N/A	4.60	N/A

[The rest of this page is intentionally left blank]

UNAUDITED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025(1) (CONT'D)

Notes:

(1) The basis of preparation of this unaudited consolidated statement of profit or loss and other comprehensive income are detailed in Note A1 of this report and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this unaudited interim financial report.

(2) This is the third interim financial report for the third quarter ended 30 September 2025 being announced in compliance with the ACE Market Listing Requirements ("**Listing Requirements**") of Bursa Malaysia Securities Berhad ("**Bursa Securities**"). There are no comparative figures for the preceding corresponding quarter and period ended as the Company was only listed on the ACE Market of Bursa Securities on 8 May 2025 ("**Listing**") and there is no interim financial report prepared for the comparative financial period concerned.

(3) Basic / diluted EPS is calculated based on PAT divided by weighted average number of ordinary shares as disclosed in Note B6.

(4) Diluted EPS is equivalent to the basic EPS as there were no potential dilutive securities in issue during the financial quarter under review.

N/A Not applicable

[The rest of this page is intentionally left blank]

FIBROMAT (M) BERHAD
Registration No.: 201201037651 (1022133-V)
(Incorporated In Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2025[(1)]

	Unaudited As at 30.09.2025 RM'000	Audited As at 31.12.2024 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	42,298	20,887
Investment properties	608	618
Total non-current assets	**42,906**	**21,505**
Current assets		
Inventories	23,035	17,707
Trade and other receivables	33,883	27,612
Contract assets	14,441	7,488
Cash and short-term deposits	10,447	5,778
	81,806	**58,585**
Asset classified as held for sale	-	644
Total current assets	**81,806**	**59,229**
TOTAL ASSETS	**124,712**	**80,734**
EQUITY AND LIABILITIES		
Equity		
Share capital	61,661	44,700
Merger reserve	(31,936)	(31,936)
Retained earnings	52,304	41,909
TOTAL EQUITY	**82,029**	**54,673**
LIABILITIES		
Non-current liabilities		
Loans and borrowings	9,734	5,888
Deferred tax liabilities	668	668
Total non-current liabilities	**10,402**	**6,556**

[The rest of this page is intentionally left blank]

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2025 [(1)] (CONT'D)

	Unaudited As at 30.09.2025	Audited As at 31.12.2024
	RM'000	RM'000
Current liabilities		
Loans and borrowings	17,445	5,671
Current tax liabilities	(85)	1,095
Trade and other payables	14,535	12,452
Contract liabilities	386	287
Total current liabilities	**32,281**	**19,505**
TOTAL LIABILITIES	**42,683**	**26,061**
TOTAL EQUITY AND LIABILITIES	**124,712**	**80,734**
Net assets per share[(2)] (sen)	0.33	0.25

Notes:

(1) The basis of preparation of the unaudited consolidated statement of financial position are disclosed in Note A1 of this report and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this unaudited interim financial report.

(2) Net assets per share is computed based on the Company's number of ordinary shares in issue of 248,276,000 shares which was restated to reflect the enlarged number of shares after the Company's Listing (31 December 2024: 216,000,000 shares).

[The rest of this page is intentionally left blank]

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2025[(1)]

	Attributable to owners of the Group			
	Share capital	**Merger reserve**	**Retained earnings**	**Total equity**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Balance as at 31 December 2024 (Audited)	44,700	(31,936)	41,909	54,673
Profit after tax for the financial period, representing total comprehensive income for the financial period (Unaudited)	-	-	10,395	10,395
Transaction with owners				
Issuance of shares	17,752	-	-	17,752
Shares issuance expenses	(791)	-	-	(791)
Balance as at 30 September 2025 (Unaudited)	**61,661**	**(31,936)**	**52,304**	**82,029**

Note:

(1) The basis of preparation of the Unaudited Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the Group's audited consolidated financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

[The rest of this page is intentionally left blank]

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025[1]

	Unaudited Current Period-to-date	Audited Preceding Year-to-date
	30.09.2025	31.12.2024
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	14,216	13,431
Adjustments for:		
Depreciation of property, plant and equipment	1,897	1,814
Depreciation of investment properties	10	40
(Gain)/Loss in disposal of property, plant and equipment	14	(13)
Loss in disposal of asset held for sale	243	-
Loss on disposal of investment property	-	169
Impairment loss on trade receivables	-	365
Reversal of impairment losses on trade receivables	(17)	(82)
Finance costs	1,146	1,058
Finance income	(16)	(26)
Net unrealised loss on foreign exchange	70	17
Operating profit before changes in working capital	**17,563**	**16,773**
Changes in working capital:		
Inventories	(5,329)	(1,455)
Trade and other receivables	(6,254)	(6,733)
Contract assets	(6,952)	(664)
Trade and other payables	2,084	(217)
Contract liabilities	99	(231)
Net cash generated from operations	**1,211**	**7,473**
Income tax paid	(5,008)	(3,347)
Income tax refunded	8	-
Interest received	2	6
Interest paid	(388)	(141)
Net cash used in operating activities	**(4,175)**	**3,991**
Cash flows from investing activities		
Purchase of property, plant and equipment	(15,984)	(1,077)
Proceed from disposal of property, plant and equipment	18	24
Proceed from disposal of asset held for sale	400	-
Interest received	14	20
Change in pledged deposits	-	(20)
Net cash used in investing activities	**(15,552)**	**(1,053)**

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025([1] (CONT'D)

	Unaudited Current Period-to-date 30.09.2025 RM'000	Audited Preceding Year-to-date 31.12.2024 RM'000
Cash flows from financing activities		
Proceeds from issuance of ordinary shares	16,961	-
Drawdown of term loans	11,201	400
Repayment of term loans	(1,535)	(2,194)
Drawdown of banker's acceptance	11,249	12,242
Repayment of banker's acceptance	(10,356)	(9,291)
Payment of lease liabilities	(2,295)	(677)
Interest paid	(759)	(917)
Dividend paid	-	(2,160)
Net cash from financing activities	**24,466**	**(2,597)**
Net increase in cash and cash equivalents	4,739	341
Cash and cash equivalents at the beginning of financial year/ period	**4,494**	**4,137**
Effect of exchange rate changes on cash and cash equivalents	(70)	17
Cash and cash equivalents at end of financial year/ period	**9,163**	**4,495**

Note:

[1] The basis of preparation of the Unaudited Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

N/A Not applicable

A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of Preparation

This interim financial report of Fibromat and its subsidiary ("**the Group**") are unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("**MFRS**") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("**MASB**") and Rule 9.22 and Appendix 9B of the Listing Requirements.

This is the third interim financial report on the Company's consolidated results for the third quarter ended 30 September 2025 announced by the Company in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and cumulative period-to-date available as no interim financial report was prepared for the comparative financial period concerned.

This interim financial report should be read in conjunction with the audited consolidated financial statements for the year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

A2. Significant Accounting Policies

The accounting policies and the methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the preparation of the Accountants' Report as disclosed in the Prospectus dated 11 April 2025.

New MFRSs and amendments to MFRSs that have been issued, but yet to be effective

As at the date of authorisation of this interim financial report, The Group has not adopted the following new MFRS and amendments to MFRSs that have been issued, but yet to be effective:

		Effective for financial periods beginning on or after
New MFRSs		
MFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19	Subsidiaries without Public Accountability: Disclosures*	1 January 2027
Amendments to MFRSs		
MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards	1 January 2026
MFRS 7	Financial Instruments: Disclosures	1 January 2026
MFRS 9	Financial Instruments	1 January 2026
MFRS 10	Consolidated Financial Statements	1 January 2026/ Deferred
MFRS 107	Statement of Cash Flows	1 January 2026
MFRS 121	The Effects of Changes in Foreign Exchange Rates	1 January 2025
MFRS 128	Investments in Associates and Joint Ventures	Deferred

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

New MFRSs and amendments to MFRSs that have been issued, but yet to be effective (cont'd)

* MFRS 19 is only applicable for eligible subsidiaries as specified in the Standard. For parent company or standalone entity, this new MFRS disclosure will not be applicable.

The Group and the Company plan to adopt the above applicable new MFRSs and amendments to MFRSs when they become effective. A brief discussion on the above significant new MFRSs and amendments to MFRSs that may be applicable to the Group and the Company are summarised below.

MFRS 18 Presentation and Disclosure in Financial Statements

MFRS 18 replaces MFRS 101 *Presentation of Financial Statement*s. It retains many requirements from MFRS 101 without modification.

MFRS 18 introduces two subtotals which are to be presented in the statement of profit or loss – including "operating profit", which has been specifically defined. Income and expenses shall be presented in five categories: operating, investing, financing, income taxes and discontinued operations.

MFRS 18 requires disclosure of explanations of the entity's company-specific measures that are related to the statement of profit or loss, referred to as management-defined performance measures ("**MPMs**"). The entity is required to reconcile MPMs to a total or subtotal required by MFRS 18 or another MFRS Accounting Standards. MFRS 18 also requires other disclosures, including how each MPM is calculated, what the MPM communication about the entity's financial performance, and any changes made to the MPMs in the year.

MFRS 18 adds new principles for aggregation and disaggregation of information. It requires the entity to classify the expenses in the "operating" category in the profit or loss by nature or function, or both. The entity that classifies operating expenses by functions are required to disclose in the notes to the financial statements, the amount of depreciation, amortisation, employee benefits, impairment losses and write-downs of inventories included in each line in the operating category. Subject to materiality, MFRS 18 requires items presented or disclosed as "other" to be labelled and/or described in as faithfully representative and precise a way as possible.

Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates

Amendments to MFRS 121 respond to stakeholder feedback and concerns about diversity in practice in accounting for a lack of exchangeability between currencies.

Applying the Amendments, entities will be applying a consistent approach in determining if a currency can be exchanged into another currency. These amendments provide guidance on the spot exchange rate to use when a currency is not exchangeable into another currency and the disclosures entities need to provide to enable users of financial statements to understand the impact on the entities' financial performance, financial position and cash flows as a result of a currency being not exchangeable into another currency.

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

New MFRS and amendments to MFRSs that have been issued, but yet to be effective (cont'd)

The Group plans to adopt the above applicable new MFRS and amendments to MFRSs when they become effective. A brief discussion on the above significant new MFRS and amendments to MFRSs that may be applicable to the Group are summarised below: (continued)

Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures

These narrow scope amendments to MFRS 9 clarify the requirements, including:

- clarify the classification of financial assets, particularly those with environmental, social and corporate governance and similar features. The Amendments clarify how the contractual cash flows on such financial assets should be assessed, specifically the assessment of interest focuses on what an entity is being compensated for, rather than how much compensation it receives. Nonetheless, the amount of compensation the entity receives may indicate that it is being compensated for something other than basic lending risks and costs.
- clarify the date on which a financial asset or a financial liability settled via electronic payment systems is derecognised. The Amendments permit an entity to derecognise a financial liability before it delivers cash on the settlement date if specified criteria are met.
- define contracts referencing nature-dependent electricity, specifying the conditions under which such contracts qualify for the own-use exemption and would not be treated as financial instruments.
- permit an entity to apply hedge accounting when contracts referencing nature-dependent electricity are used as hedging instruments.

Amendments to MFRS 7 introduces new disclosure requirements relating to:

- investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features that do not relate directly to basic lending risks and costs.
- contracts referencing nature-dependent electricity to help users of financial statements understand its impact on the amount, timing and uncertainty of an entity's future cash flows and financial performance.

The initial application of the above Standards is not expected to have any material impact to the consolidated financial statements of the Group upon adoption.

A3. Declaration on Audit Qualification

The audited financial statements of the Group for the financial year ended 31 December 2024 was not subject to any audit qualification.

A4. Seasonal or Cyclical Factors

The Group's operations are not significantly affected by seasonal and cyclical effects as its customers generally operate throughout the year. However, the demand for the Group's geotechnical solutions may be affected by economic conditions and government policies, which may affect the geotechnical solutions industry.

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A5. Items or Incidence of an Unusual Items

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group during the financial quarter ended 30 September 2025.

A6. Material Changes in Estimates

There were no material changes in accounting estimates that have had material changes on the results of the financial quarter ended 30 September 2025.

A7. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial quarter ended 30 September 2025.

A8. Dividend Paid

There were no dividends paid during the financial quarter ended 30 September 2025.

A9. Segmental Reporting

The Group's revenue is segmented as follows:

	Individual Quarter		Cumulative Quarters	
	Unaudited	Unaudited	Unaudited	Unaudited
	30.09.2025	30.09.2024[1]	30.09.2025	30.09.2024[1]
	RM'000	RM'000	RM'000	RM'000
Business segments				
Design and installation of geotechnical solutions	13,534	N/A	31,503	N/A
Trading of geosynthetics and erosion control products	12,007	N/A	30,503	N/A
Manufacturing and sale of in-house products	2,484	N/A	8,709	N/A
Total	**28,025**	**N/A**	**70,715**	**N/A**

Notes:

[1] This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and cumulative period-to-date available as no interim financial report was prepared for the comparative financial period concerned.

N/A Not applicable

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A10. Changes in Composition of the Group

There were no changes in the composition of the Group during the financial quarter ended 30 September 2025.

A11. Contingent Assets and Contingent Liabilities

There were no other contingent assets or contingent liabilities as at the date of this interim financial report.

A12. Capital Commitments

	Unaudited
	30.09.2025
	RM'000
Purchase of property, plant and equipment:	
Approved but not contracted for	4,370[1]

Note:

[1] Please refer to Note B8.

A13. Related Party Transactions

There were no transactions, existing and/ or potential, entered or to be entered into by the Group which involve the interests, direct or indirect, of its related parties which are material to the Group during the financial quarter ended 30 September 2025.

A14. Material Events Subsequent to the End of the Quarter

There were no material events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report.

[The rest of this page is intentionally left blank]

B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Review of Group Performance

The Group's performance for the current financial quarter and cumulative quarter ended 30 September 2025 are tabled below:

	Individual Quarter		Cumulative Quarters	
	Unaudited	**Unaudited**	**Unaudited**	**Unaudited**
	30.09.2025	**30.09.2024[1]**	**30.09.2025**	**30.09.2024[1]**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Revenue	28,025	N/A	70,715	N/A
Gross profit	9,343	N/A	22,781	N/A
Profit before tax ("**PBT**")	6,087	N/A	14,216	N/A
Profit after tax ("**PAT**")	4,634	N/A	10,395	N/A
Gross profit margin (%)	33	N/A	32	N/A
PBT margin (%)	22	N/A	20	N/A
PAT margin (%)	17	N/A	15	N/A

Notes:

(1) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and cumulative period-to-date available as no interim financial report was prepared for the comparative financial period concerned.

N/A Not applicable

[The rest of this page is intentionally left blank]

B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B1. Review of group performance (cont'd)

The Group recorded revenue of RM28.03 million and gross profit of RM9.34 million, representing a gross profit margin of 33% for the current financial quarter ended 30 September 2025. On a cumulative basis, revenue recorded at RM70.72 million, with gross profit of RM22.78 million and gross profit margins of 32%.

The revenue of the Group for the current financial quarter ended 30 September 2025 was mainly contributed by its design and installation of geotechnical solutions segment, contributing 48% for the current quarter under review and 45% of its total revenue for the cumulative quarters under review respectively.

The Group recorded a PBT of RM14.22 million for the cumulative period translating into a PBT margin of 20%. PAT was RM10.40 million, with a PAT margin of 15%.

Administrative expenses for the cumulative period include non-recurring listing expenses of RM1.45 million. Excluding these one-off costs, normalised PBT for the cumulative period increased to RM15.67 million.

There are no comparative figures for the preceding corresponding quarter and cumulative period-to-date as this is the third interim financial report being announced by the Company in compliance with the Listing Requirements of Bursa Securities.

[The rest of this page is intentionally left blank]

B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B2. Comparison with the Immediate Preceding Quarter's Results

	Individual Quarter			
	Unaudited	Unaudited		
	30.09.2025	30.06.2025	Variance	
	RM'000	RM'000	RM'000	%
Revenue	28,025	29,336	(1,311)	4
PBT	6,087	6,273	(186)	3

The Group recorded revenue of RM28.03 million in the third quarter ended 30 September 2025, which primarily driven by contributions from design and installation of geotechnical solutions segment. The largest contribution was derived from the project of building road infrastructure and guardrail system in Gua Musang, Kelantan.

The decrease in revenue for the current quarter compared to the preceding quarter was mainly attributable to lower demand for non-woven geotextile and guard rail products from the trading of geosynthetics and erosion control products segment following with reduced demand for prefabricated vertical drain from a major customer in the manufacturing and sale of in-house products segment. This resulted in reduced revenue contribution from both segments.

The Group's PBT for the current quarter decreased by RM0.19 million or 3% to RM6.09 million compared to RM6.27 million in the previous quarter. The decline was mainly attributed to the lower revenue generated and higher operating costs, arising from increased depreciation expenses related to the purchase of site machinery for the Prefabricated Vertical Drain ("**PVD**") machine and the Central Spine Road project during the quarter.

[The rest of this page is intentionally left blank]

B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B3. Prospects of the Group

The Group entered the third quarter of the year on a strong footing, supported by an unbilled order book of RM363.00 million as at 30 September 2025. The increase from the previous quarter was primarily driven by the successful securing of 16 new PVD project valued at RM52.95 million. This milestone is fully aligned with the strategic direction outlined in our Prospectus, which emphasises the expansion of in-house PVD installation capabilities to strengthen operational integration and enhance project delivery efficiency.

The PVD initiative marks a pivotal step in Fibromat's transformation into a comprehensive ground improvement and geotechnical solutions provider. By investing in specialised PVD machinery and establishing a dedicated installation team, the Group is well-positioned to capture a greater share of the infrastructure and geotechnical engineering market. This strategic move enhances cost efficiency, ensures tighter quality control, and reinforces Fibromat's competitive edge in executing complex and large-scale infrastructure projects nationwide.

With continued government emphasis on infrastructure development, flood mitigation, slope stabilisation and sustainable construction, market demand for geotechnical and erosion control solutions is expected to remain strong. In Budget 2026, the Government of Malaysia announced RM2.20 billion for 43 flood mitigation ("Rancangan Tebatan Banjir") projects, including 12 new initiatives, alongside RM260.00 million for slope maintenance and rehabilitation works and RM55.00 million for local drainage upgrades. These national allocations reaffirm the country's long-term commitment to building climate-resilient and sustainable infrastructure, an area in which Fibromat is strategically positioned to contribute and benefit.

Leveraging our expanded technical capabilities and robust project pipeline, the Group remains confident of sustaining its growth momentum and delivering long-term value to shareholders.

Barring any unforeseen circumstances, the Board remains optimistic about the Group's performance outlook and anticipates a positive trajectory for the remainder of the financial year.

[The rest of this page is intentionally left blank]

B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B4. Variance of Actual from Forecast Profit

The Group did not issue any profit estimate, forecast, projection or internal targets in any public document.

B5. Tax Expense

	Individual Quarter		Cumulative Quarters	
	Unaudited	**Unaudited**	**Unaudited**	**Unaudited**
	30.09.2025	**30.09.2024[(1)]**	**30.09.2025**	**30.09.2024[(1)]**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Current tax expenses	1,453	N/A	3,821	N/A
Total	**1,453**	**N/A**	**3,821**	**N/A**
Effective tax rate (%)	**24**	**N/A**	**27[(2)]**	**N/A**

Notes:

(1) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and cumulative period-to-date available as no interim financial report was prepared for the comparative financial period concerned.

(2) The effective tax rate is slightly higher than the statutory tax rate of 24% mainly due to a substantial amount of non-deductible expenses incurred for the Company's Listing for the cumulative period.

N/A Not applicable

[The rest of this page is intentionally left blank]

B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B6. Basic/Diluted Earnings per Share

	Individual Quarter		Cumulative Quarters	
	Unaudited	**Unaudited**	**Unaudited**	**Unaudited**
	30.09.2025	**30.09.2024[(1)]**	**30.09.2025**	**30.09.2024[(1)]**
	RM'000	**RM'000**	**RM'000**	**RM'000**
PAT	4,634	N/A	10,395	N/A
Weighted average number of ordinary shares in issue ('000)	225,808	N/A	225,808	N/A
Basic EPS (sen)[(2)]	2.05	N/A	4.60	N/A
Diluted EPS (sen)[(3)]	2.05	N/A	4.60	N/A

Notes:

(1) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and cumulative period-to-date available as no interim financial report was prepared for the comparative financial period concerned.

(2) Basic / diluted EPS is calculated based on PAT divided by the weighted average number of ordinary shares.

(3) Diluted EPS is equivalent to the basic EPS as there were no potential dilutive securities in issue during the financial quarter under review.

N/A Not applicable

B7. Status of Corporate Proposals

Save for the Listing as disclosed, there are no other corporate proposals announced by the Company as at the date of this unaudited interim financial report.

[The rest of this page is intentionally left blank]

B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B8. Utilisation of Proceeds from the IPO

Proceeds to be raised from the public issue totalling RM17.75 million will be utilised in the following manner:

Detail of utilisation	Proposed Utilisation	Actual Utilisation	Balance	Estimated timeframe for utilisation upon Listing [1]
	RM'000	RM'000	RM'000	
Purchase of machinery	7,560	3,190	4,370	Within 12 months
Working capital	6,712	6,712	-	Within 12 months
Estimated listing expenses	3,480	3,480	-	Within 1 month
Total	**17,752**	**13,382**	**4,370**	

Note:

[1] From the listing date of the Company on the ACE Market of Bursa Securities. The utilisation of proceeds disclosed above should be read in conjunction with the Prospectus dated 11 April 2025.

B9. Borrowings

The details of the Group's borrowings are as follows:

	Unaudited	Audited
	30.09.2025	**31.12.2024**
	RM'000	**RM'000**
Current Liabilities		
Term loans	11,470	1,969
Lease liabilities	2,131	751
Bankers' acceptance	3,844	2,951
	17,445	**5,671**
Non-current Liabilities		
Term loans	4,772	4,608
Lease liabilities	4,962	1,280
	9,734	**5,888**
Total	**27,179**	**11,559**

All the borrowings are secured and denominated in Ringgit Malaysia.

B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B10. Material Litigation

There were no material litigation or arbitration by/against the Group, which has a material effect on the financial position of the Group as at the date of this interim report. The Board is not aware of any pending proceedings or of any fact likely to give rise to any proceedings as at the date of this interim financial report.

B11. Dividends

No dividends were declared or recommended for payment by the Board of Directors of the Company during the financial quarter ended 30 September 2025.

B12. Derivative Financial Instruments

The Group did not enter into any derivatives during the financial quarter ended 30 September 2025.

BY ORDER OF THE BOARD
FIBROMAT (M) BERHAD

24 NOVEMBER 2025