**HO WAH GENTING BERHAD**

(Company no: 199301018185 / 272923-H)

**Condensed Consolidated Statement of Comprehensive Income for the financial year ended 31 December 2025**

| | Note | Individual Quarter | | Cummulative Quarters | |
|---|---|---|---|---|---|
| | | 3 Months 01/10/2025 to 31/12/2025 RM'000 | 3 Months 01/10/2024 to 31/12/2024 RM'000 | 12 Months 01/01/2025 to 31/12/2025 RM'000 | 12 Months 01/01/2024 to 31/12/2024 RM'000 |
| **Continuing operations** | | | | | |
| **Revenue** | | | | | |
| - sales of goods | | 39,650 | 53,907 | 271,002 | 328,159 |
| - rental income | | 54 | 18 | 183 | 75 |
| | | 39,704 | 53,925 | 271,185 | 328,234 |
| **Cost of sales** | | | | | |
| - sales of goods | | (37,603) | (52,164) | (254,474) | (309,911) |
| - rental income | | - | - | - | - |
| | | (37,603) | (52,164) | (254,474) | (309,911) |
| **Gross profit** | | **2,101** | **1,761** | **16,711** | **18,323** |
| Other operating income | | 995 | 1,028 | 4,285 | 4,094 |
| Distribution costs | | (474) | (682) | (3,230) | (3,941) |
| Administrative expenses | | (2,487) | (3,016) | (13,755) | (12,886) |
| Other operating expenses | | (414) | 608 | (2,828) | (1,920) |
| Net allowance for expected credit loss of receivables | | - | (2,642) | - | (2,642) |
| **(Loss)/Profit from operations** | Part B 7 | **(279)** | **(2,943)** | **1,183** | **1,028** |
| Finance income | Part B 8 | 6 | 23 | 48 | 107 |
| Finance costs | Part B 9 | (625) | (429) | (3,048) | (1,422) |
| Net finance costs | | (619) | (406) | (3,000) | (1,315) |
| **Loss before taxation** | | **(898)** | **(3,349)** | **(1,817)** | **(287)** |
| Income tax expense | Part B 10 | 257 | 246 | (1,881) | (1,941) |
| **Loss from continuing operations** | | **(641)** | **(3,103)** | **(3,698)** | **(2,228)** |
| Loss from discontinuing operations, net of tax | | - | - | - | - |
| **Loss for the period/year** | | **(641)** | **(3,103)** | **(3,698)** | **(2,228)** |
| **Other comprehensive gain/(loss):** | | | | | |
| **Items that will not be reclassifiied subsequently to profit or loss** | | | | | |
| Remeasurement of retirement benefits obligations | | (720) | 271 | (720) | 271 |
| Gain on revaluation of buildings, net of tax effect | | 81 | | 6,031 | - |
| **Items that may be reclassifiied subsequently to profit or loss** | | | | | |
| Foreign currency translation differences | | | | | |
| - (loss)/gain during the period/year | | (2,402) | 6,179 | (7,305) | (2,020) |
| **Other comprehensive gain/(loss) for the period/year net of tax** | | **(3,041)** | **6,450** | **(1,994)** | **(1,749)** |
| **Total comprehensive income(loss) for the period/year** | | **(3,682)** | **3,347** | **(5,692)** | **(3,977)** |
| **Loss attributable to:** | | | | | |
| Owners of the Company | | (641) | (3,103) | (3,585) | (2,228) |
| Non controlling interests | | - | - | (113) | - |
| | | **(641)** | **(3,103)** | **(3,698)** | **(2,228)** |
| **Total comprehensive income/(loss) attributable to:** | | | | | |
| Owners of the Company | | (3,682) | 3,347 | (5,579) | (3,977) |
| Non controlling interests | | - | - | (113) | - |
| | | **(3,682)** | **3,347** | **(5,692)** | **(3,977)** |
| **Loss per share attributable to owners of the Company** | | | | | |
| - Basic (sen) | Part B 17 | (0.31) | (1.51) | (1.74) | (1.08) |
| - Diluted (sen) | Part B 17 | - | - | - | - |

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024.

**HO WAH GENTING BERHAD**

(Company no: 199301018185 / 272923-H)

**Condensed Consolidated Statement of Financial Position as at 31 December 2025**

| | Note | Unaudited as at 31/12/2025 RM'000 | Audited as at 31/12/2024 RM'000 |
|---|---|---|---|
| **ASSETS** | | | |
| **Non-current assets** | | | |
| Property, plant and equipment | | 42,051 | 37,804 |
| Right of use assets | | 20 | 1,364 |
| Intangible assets | | 4 | 7 |
| Investment in an associate | Part B 12 | - | - |
| Deferred tax assets | | 998 | 630 |
| | | **43,073** | **39,805** |
| **Current assets** | | | |
| Inventories | | 51,882 | 53,997 |
| Trade receivables | | 13,486 | 31,568 |
| Other receivables, deposits and prepayments | | 1,398 | 1,507 |
| Tax recoverable | | 209 | - |
| Fixed deposit with licensed bank | | 158 | - |
| Cash and bank balances | | 15,724 | 13,552 |
| | | **82,857** | **100,624** |
| **TOTAL ASSETS** | | **125,930** | **140,429** |
| **EQUITY AND LIABILITIES** | | | |
| Equity attributable to owners of the Company: | | | |
| Share capital | | 165,736 | 165,736 |
| Reserves | | 32,860 | 36,717 |
| Accumulated losses | | (119,944) | (118,222) |
| | | **78,652** | **84,231** |
| Non controlling interests | | - | - |
| **TOTAL EQUITY** | | **78,652** | **84,231** |
| **Non-current liabilities** | | | |
| Lease liabilities | Part B 13 | 12 | 728 |
| Term loans | Part B 13 | 7,819 | 3,142 |
| Retirement benefits obligations | | 6,169 | 5,506 |
| Deferred tax liabilities | | 3,999 | 2,649 |
| | | **17,999** | **12,025** |
| **Current liabilities** | | | |
| Trade payables | | 11,433 | 18,281 |
| Other payables and accruals | | 5,815 | 6,596 |
| Contract liabilities | | 820 | 2,981 |
| Lease liabilites | Part B 13 | 9 | 365 |
| Short term borrowings | Part B 13 | 11,202 | 15,812 |
| Tax payables | | - | 138 |
| | | **29,279** | **44,173** |
| **TOTAL LIABILITIES** | | **47,278** | **56,198** |
| **TOTAL EQUITY AND LIABILITIES** | | **125,930** | **140,429** |
| | | - | - |
| **Net Assets per share (RM)** | | **0.38** | **0.41** |
| **Net Tangible Assets per share (RM)** | | **0.38** | **0.41** |

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024.

**HO WAH GENTING BERHAD**

(Company no: 199301018185 / 272923-H)

**Condensed Consolidated Statement of Changes in Equity for the year ended 31 December 2025**

| | | <------- Attributable to Owners of the Company -------> | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | Note | Share capital RM'000 | Revaluation reserve RM'000 | Employee share option reserve RM'000 | Exchange fluctuation reserve RM'000 | Accumulated losses RM'000 | Sub-total RM'000 | Non controlling interests RM'000 | Total equity RM'000 |
| **Current year's 12 months ended 31 December 2025 (Unaudited)** | | | | | | | | | |
| At 1 January 2025 | | 165,736 | 17,612 | 16,593 | 2,512 | (118,222) | 84,231 | - | 84,231 |
| **Transactions with owners:** | | | | | | | | | |
| Employee share options lapsed | | - | - | (2,583) | - | 2,583 | - | - | - |
| Acquisition of subsidiary | | - | - | - | - | - | - | 261 | 261 |
| Disposal of subsidiary | | - | - | - | - | - | - | (148) | (148) |
| **Total transactions with owners** | | - | - | (2,583) | - | 2,583 | - | 113 | 113 |
| **Other comprehensive income/(loss) for the year** | | | | | | | | | |
| Foreign currency translation differences | | | | | | | | | |
| - loss during the year | | - | - | - | (7,305) | - | (7,305) | - | (7,305) |
| Gain on revaluation of buildings, net of tax | | - | 6,031 | - | - | - | 6,031 | - | 6,031 |
| Remeasurement of net retirement benefit obligations | | - | - | - | - | (720) | (720) | - | (720) |
| **Total other comprehensive gain/(loss) for the year** | | - | 6,031 | - | (7,305) | (720) | (1,994) | - | (1,994) |
| Net loss for the year | | - | - | - | - | (3,585) | (3,585) | (113) | (3,698) |
| **Total comprehensive income/(loss) for the year** | | - | 6,031 | - | (7,305) | (4,305) | (5,579) | (113) | (5,692) |
| **At 31 December 2025** | | **165,736** | **23,643** | **14,010** | **(4,793)** | **(119,944)** | **78,652** | **-** | **78,652** |
| **Preceeding year's 12 months ended 31 December 2024 (Audited)** | | | | | | | | | |
| At 1 January 2024 | | 165,736 | 17,612 | 16,766 | 4,532 | (116,438) | 88,208 | - | 88,208 |
| **Transactions with owners:** | | | | | | | | | |
| Employee share options lapsed | | - | - | (173) | - | 173 | - | - | - |
| **Total transactions with owners** | | - | - | (173) | - | 173 | - | - | - |
| **Other comprehensive income/(loss) for the year** | | | | | | | | | |
| Foreign currency translation differences | | | | | | | | | |
| - loss during the year | | - | - | - | (2,020) | - | (2,020) | - | (2,020) |
| Remeasurement of net retirement benefit obligations | | - | - | - | - | 271 | 271 | | 271 |
| **Total other comprehensive (loss)/income for the year** | | - | - | - | (2,020) | 271 | (1,749) | - | (1,749) |
| Net loss for the year | | - | - | - | - | (2,228) | (2,228) | | (2,228) |
| **Total comprehensive loss for the year** | | - | - | - | (2,020) | (1,957) | (3,977) | - | (3,977) |
| **At 31 December 2024** | | **165,736** | **17,612** | **16,593** | **2,512** | **(118,222)** | **84,231** | **-** | **84,231** |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024.

**HO WAH GENTING BERHAD**

(Company no: 199301018185 / 272923-H)

**Condensed Consolidated Statements of Cash Flows for the year ended 31 December 2025**

| | Note | Un-audited 12 Months 01/01/2025 to 31/12/2025 RM'000 | Audited 12 Months 01/01/2024 to 31/12/2024 RM'000 |
|---|---|---|---|
| **Cash flows from / (used in) operating activities** | | | |
| **(Loss)/Profit before taxation from:** | | | |
| - continuing operations | | (1,817) | (287) |
| Adjustments for: | | | |
| Amortisation of intangible assets | Part B 7 | 4 | 4 |
| Depreciation - Property, plant and equipment | Part B 7 | 4,580 | 4,141 |
| Depreciation - Right of use assets | Part B 7 | 490 | 246 |
| Gain on bargain purchase | Part B 7 | (358) | - |
| Interest expense | Part B 9 | 3,048 | 1,422 |
| Interest income | Part B 8 | (48) | (107) |
| Loss/(Gain) on disposal of plant and equipment | Part B 7 | (3) | (23) |
| Loss/(Gain) on disposal of shares in subsidiaries | Part B 7 | 220 | - |
| Loss on disposal/derecognition of right of use assets | Part B 7 | 279 | 76 |
| Allowance for expected credit loss | Part B 7 | - | 2,642 |
| Retirement benefit obligations | Part B 7 | 686 | 633 |
| Unrealised loss on foreign exchange | Part B 7 | 164 | 61 |
| Unrealised gain on foreign exchange | Part B 7 | (730) | (465) |
| **Operating profit before working capital changes** | | **6,515** | **8,343** |
| Decrease in inventories | | 2,228 | 11,628 |
| Decrease/(Increase) in trade and other receivables | | 18,244 | (24,810) |
| (Decrease)/Increase in trade and other payables | | (5,602) | 1,566 |
| (Decrease)/Increase in contract liabilities | | (2,161) | 2,974 |
| Retirement benefits paid | | (144) | (152) |
| **Cash from/(used in) operations** | | **19,080** | **(451)** |
| Income tax paid | | (2,514) | (3,556) |
| Interest received | Part B 8 | 48 | 107 |
| **Net cash from/(used in) operating activities** | | **16,614** | **(3,900)** |
| | | | |
| **Cash flows from/(used in) investing activities** | | | |
| Placement of fixed deposits pledged | | (158) | - |
| Net cash flow on acquisition of a subsidiary | | 71 | - |
| Net cash flow on disposal of a subsidiary | | (23) | - |
| Purchase of plant and equipment | | (2,970) | (2,435) |
| Proceeds from disposal of plant and equipment | | - | 28 |
| Proceeds from disposal of right of use assets | | - | 94 |
| **Net cash used in investing activities** | | **(3,080)** | **(2,313)** |
| | | | |
| **Cash flows from/(used in) financing activities** | | | |
| Proceeds from trade financing | | 139,634 | 150,510 |
| Repayment of trade financing | | (144,556) | (143,621) |
| Drawdown of term loans | | 14,042 | - |
| Repayment of term loans | | (9,002) | (1,173) |
| Proceeds from promissory notes | | - | 4,584 |
| Repayment of hire purchase lease liabilities | | (700) | (322) |
| Payment of other lease liabilities | | (522) | - |
| Interest paid | | (3,048) | (1,422) |
| **Net cash (used in)/from financing activities** | | **(4,152)** | **8,556** |
| | | | |
| **Net increase in cash and cash equivalents** | | **9,382** | **2,343** |
| Cash and cash equivalents at beginning of year | | 13,552 | 11,668 |
| Exchange differences | | (7,210) | (459) |
| **Cash and cash equivalents at end of year** | | **15,724** | **13,552** |
| | | | |
| **Cash and cash equivalents at end of year comprises:** | | | |
| Cash and bank balances | | 15,724 | 13,552 |
| Fixed deposit with licensed bank | | 158 | - |
| | | 15,882 | 13,552 |
| Less: Fixed deposits pledged | | (158) | - |
| | | 15,724 | 13,552 |
| | | | |
| | | - | - |

The Condensed Consolidated Statement Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024.