**MAGNUM BERHAD (24217-M)**
**(Incorporated in Malaysia)**

**INTERIM FINANCIAL STATEMENTS**
**FOR THE FIRST QUARTER ENDED 31 MARCH 2026**
**(The figures have not been audited)**

## CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

| | 3 months ended | |
|---|---|---|
| | **31.03.2026** | **31.03.2025** |
| | **RM'000** | **RM'000** |
| Revenue | 575,206 | 648,870 |
| Cost of sales | (479,204) | (541,616) |
| Gross profit | 96,002 | 107,254 |
| Other income | 3,078 | 3,999 |
| Administrative expenses | (10,611) | (10,689) |
| Other expenses | (19,829) | (19,838) |
| **Operating profit** | 68,640 | 80,726 |
| Finance costs | (9,061) | (9,094) |
| **Profit before tax** | 59,579 | 71,632 |
| Income tax expense | (15,122) | (21,088) |
| **Profit for the financial period** | **44,457** | **50,544** |
| | | |
| **Other comprehensive income** | | |
| Foreign currency translation | 5 | 6 |
| Change in fair value of financial assets at fair-value-through-other comprehensive income | (81) | 28 |
| | (76) | 34 |
| **Total comprehensive income for the financial period** | **44,381** | **50,578** |
| | | |
| **Profit for the financial period attributable to:** | | |
| Owners of the Company | 43,845 | 49,769 |
| Non-controlling interests | 612 | 775 |
| | **44,457** | **50,544** |
| | | |
| **Total comprehensive income for the financial period attributable to:** | | |
| Owners of the Company | 43,769 | 49,803 |
| Non-controlling interests | 612 | 775 |
| | **44,381** | **50,578** |
| | | |
| **Earnings per share attributable to owners of the Company (sen per share) :** | | |
| Basic | 3.05 | 3.46 |

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

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2026**

| | (UNAUDITED) AS AT 31.03.2026 RM'000 | (AUDITED) AS AT 31.12.2025 RM'000 |
|---|---|---|
| **Assets** | | |
| **Non-current assets** | | |
| Property, plant and equipment | 82,577 | 84,651 |
| Right-of-use assets | 11,777 | 12,696 |
| Investment properties | 496 | 498 |
| Investment securities | 460,930 | 398,564 |
| Intangible assets | 2,738,238 | 2,738,242 |
| Deferred tax assets | 2,826 | 2,826 |
| | 3,296,844 | 3,237,477 |
| **Current assets** | | |
| Investment securities | 9,561 | 13,053 |
| Inventories | 747 | 800 |
| Receivables | 21,641 | 102,837 |
| Tax recoverable | 2,722 | 2,848 |
| Deposits, cash and bank balances | 210,922 | 204,911 |
| | 245,593 | 324,449 |
| **Total Assets** | **3,542,437** | **3,561,926** |
| **Equity and liabilities** | | |
| **Equity attributable to owners of the Company** | | |
| Share capital | 2,154,357 | 2,154,357 |
| Treasury Shares | (1,163) | (1,163) |
| Reserves | 381,962 | 366,936 |
| **Shareholders' equity** | 2,535,156 | 2,520,130 |
| **Non-controlling interests** | 24,616 | 24,043 |
| **Total equity** | 2,559,772 | 2,544,173 |
| **Non-current liabilities** | | |
| Borrowings | 554,645 | 554,553 |
| Lease liabilities | 1,703 | 2,303 |
| Deferred tax liabilities | 2,419 | 2,419 |
| | 558,767 | 559,275 |
| **Current liabilities** | | |
| Borrowings | 144,930 | 144,908 |
| Lease liabilities | 1,105 | 1,473 |
| Payables | 265,580 | 304,029 |
| Tax payable | 12,283 | 8,068 |
| | 423,898 | 458,478 |
| **Total liabilities** | 982,665 | 1,017,753 |
| **Total equity and liabilities** | **3,542,437** | **3,561,926** |
| **Net assets per share attributable to owners of the Company (RM)** | **1.76** | **1.75** |

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

## CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

## FOR THE PERIOD ENDED 31 MARCH 2026

| | \|-------- Attributable to Owners of the Company --------\| | | | | | |
|---|---|---|---|---|---|---|
| | \|----- Non-distributable ----\| | | | | | |
| | SHARE CAPITAL RM'000 | OTHER RESERVES RM'000 | TREASURY SHARES RM'000 | RETAINED PROFITS RM'000 | NON-CONTROLLING INTERESTS RM'000 | TOTAL EQUITY RM'000 |
| **At 1 January 2025** | 2,154,357 | (567,498) | (1,163) | 904,072 | 21,979 | 2,511,747 |
| Total comprehensive income for the financial period | - | 34 | - | 49,769 | 775 | 50,578 |
| Realisation of fair value loss on available-for-sale investments upon maturity | - | 145 | - | - | - | 145 |
| **Transactions with owners** | | | | | | |
| Dividends paid | - | - | - | (35,929) | - | (35,929) |
| **At 31 March 2025** | **2,154,357** | **(567,319)** | **(1,163)** | **917,912** | **22,754** | **2,526,541** |
| | | | | | | |
| **At 1 January 2026** | 2,154,357 | (567,068) | (1,163) | 934,004 | 24,043 | 2,544,173 |
| Total comprehensive income for the financial period | - | (76) | - | 43,845 | 612 | 44,381 |
| Realisation of fair value loss on available-for-sale investments upon maturity | - | - | - | - | - | - |
| **Transactions with owners** | | | | | | |
| Dividends paid | - | - | - | (28,743) | - | (28,743) |
| Acquisition of additional shares in subsidiaries from non-controlling interest | - | - | - | - | (39) | (39) |
| **At 31 March 2026** | **2,154,357** | **(567,144)** | **(1,163)** | **949,106** | **24,616** | **2,559,772** |

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

## CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2026

| | 3 months ended | |
|---|---|---|
| | **31.03.2026** | **31.03.2025** |
| | **RM'000** | **RM'000** |
| **OPERATING ACTIVITIES** | | |
| Profit before tax | 59,579 | 71,632 |
| Adjustments for: | | |
| Non-cash items | 6,714 | 6,055 |
| Non-operating items | 6,148 | 5,293 |
| Operating cash flows before working capital changes | 72,441 | 82,980 |
| Changes in working capital: | | |
| Inventories | 53 | (62) |
| Receivables | 20,591 | (5,017) |
| Payables | (31,385) | 28,927 |
| Cash flows generated from operations | 61,700 | 106,828 |
| Finance cost paid | (63) | (223) |
| Net income tax paid | (10,781) | (16,297) |
| **Net cash flows generated from operating activities** | 50,856 | 90,308 |
| **INVESTING ACTIVITIES** | | |
| Proceeds from disposal of : | | |
| - property, plant and equipment | - | 23 |
| - investment securities | - | 10,000 |
| Purchase of : | | |
| - property, plant and equipment | (679) | (11,088) |
| - investment securities | - | (10,025) |
| - additional shares in a subsidiary | (39) | - |
| Movement in cash deposits pledged | (11) | (11) |
| Movement in cash deposits with licensed banks | 6 | - |
| Interest received | 1,125 | 1,406 |
| **Net cash flows generated from/(used in) investing activities** | 402 | (9,695) |
| **FINANCING ACTIVITIES** | | |
| Dividends paid to shareholders | (28,744) | (35,929) |
| Prepayment of lease liabilities | (477) | (503) |
| Interest paid | (16,031) | (15,696) |
| **Net cash flows used in financing activities** | (45,252) | (52,128) |
| **NET INCREASE IN CASH AND CASH EQUIVALENTS** | 6,006 | 28,485 |
| **CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD** | 187,971 | 174,760 |
| **CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD** | **193,977** | **203,245** |
| Cash and cash equivalents consist of : | | |
| Deposits, cash and bank balances | 210,922 | 217,972 |
| Cash deposits pledged | (11,835) | (11,791) |
| Cash deposits with licensed banks with maturity period of more than 3 months | (5,110) | (2,936) |
| | **193,977** | **203,245** |

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

## A EXPLANATORY NOTES PURSUANT TO MFRS 134

### A1 Basis of Preparation

The interim financial statements are unaudited and have been prepared in compliance with the requirements of Malaysian Financial Reporting Standard (“MFRS") 134 : Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Chapter 9 paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The unaudited interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025. The explanatory notes attached to the unaudited 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 financial year ended 31 December 2025.

### A2 Significant Accounting Policies

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent annual financial statement for the year ended 31 December 2025, except for the adoption of the following amendments to MFRSs during the current financial period :

**Effective for financial periods beginning on or after 1 January 2026**

Amendments to MFRS 1, MFRS 7, MFRS 9, MFRS 10, and MFRS 107 Annual Improvements to MFRS Accounting Standards - Volume 11
Amendments to MFRS 9 and MFRS 7 Classification and Measurement of Financial Instruments
Amendments to MFRS 9 and MFRS 7 Contracts Referencing Nature-dependent Electricity

The adoption of the above does not have a material impact on the financial statements of the Group in the period of initial application.

At the date of authorisation of this unaudited interim financial statements, the following amendments to MFRSs have been issued by the MASB but are not yet effective and have not been adopted by the Group :

**Effective for financial periods beginning on or after 1 January 2027**

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

**Amendments to MFRSs effective for a date yet to be confirmed**

Amendments to MFRS 10 and MRFS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Directors expect that the adoption of the above standards and amendments to MFRS Accounting Standards will have no material impact on the financial statements of the Group upon their initial application.

### A3 Seasonal or Cyclical Factors

The business operations of the Group are generally dependent on the state of the overall economic environment.

### A4 Unusual Items Affecting Interim Financial Report

There was no unusual items affecting assets, liabilities, equity, net income, or cash flows during the quarter ended 31 March 2026.

### A5 Accounting Estimates

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the current financial period.

## A EXPLANATORY NOTES PURSUANT TO MFRS 134

### A6 Changes in Debt and Equity Securities

There were no changes in debt and equity securities in the current financial period.

### A7 Dividends Paid

During the financial period ended 31 March 2026, the Company has paid a fourth interim single tier dividend of 2.0 sen per share in respect of financial year ended 31 December 2025, amounting to RM28.743 million on 26 March 2026.

### A8 Segmental Information

| | 3 months ended | |
|---|---|---|
| | **31.03.2026** | **31.03.2025** |
| | **RM'000** | **RM'000** |
| **Segmental Revenue** | | |
| Gaming | 575,187 | 648,850 |
| Investment holdings & others | 10,224 | 10,225 |
| | 585,411 | 659,075 |
| Eliminations | (10,205) | (10,205) |
| Total | 575,206 | 648,870 |
| | | |
| **Segmental Results** | | |
| Gaming | 62,148 | 73,220 |
| Investment holdings & others | 7,636 | 8,617 |
| | 69,784 | 81,837 |
| Eliminations | (10,205) | (10,205) |
| Profit Before Tax | 59,579 | 71,632 |

### A9 Material Subsequent Events

There were no material subsequent events since the end of the current financial period.

### A10 Changes in Composition of the Group

There were no changes in the composition of the Group during the financial period ended 31 March 2026.

### A11 Fair Value Hierarchy

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value :

Level 1 : Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; or

Level 3 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

As at the reporting date, the Group held the following financial assets that are measured at fair value:

| | | **Level 1 RM'000** | **Level 2 RM'000** | **Level 3 RM'000** | **Total RM'000** |
|---|---|---|---|---|---|
| **31 March 2026** | | | | | |
| Current | FVTPL | 9,561 | - | - | 9,561 |
| Non-current | FVOCI | 13,054 | - | 447,876 | 460,930 |
| | | 22,615 | - | 447,876 | 470,491 |
| | | | | | |
| **31 December 2025** | | | | | |
| Current | FVTPL | 13,053 | - | - | 13,053 |
| Non-current | FVOCI | 13,135 | - | 385,429 | 398,564 |
| | | 26,188 | - | 385,429 | 411,617 |

### A12 Contingent Liabilities

There were no changes in contingent liabilities or contingent assets since the last audited reporting date as at 31 December 2025.

## B NOTES REQUIRED UNDER THE LISTING REQUIREMENTS OF BURSA SECURITIES

### B1 Review of Performance of the Group

**Quarter ended 31 March 2026 versus the same quarter in 2025**

| | 3 months ended | | | |
|---|---|---|---|---|
| | **31.03.2026** | **31.03.2025** | **Changes** | |
| | **RM'000** | **RM'000** | **RM'000** | **%** |
| Revenue | | | | |
| - Gaming | 575,187 | 648,850 | (73,663) | (11.4%) |
| - Investment holdings and others | 19 | 20 | (1) | (5.0%) |
| | 575,206 | 648,870 | (73,664) | (11.4%) |
| Profit/(Loss) before tax | | | | |
| - Gaming | 62,148 | 73,220 | (11,072) | (15.1%) |
| - Investment holdings and others | (2,569) | (1,588) | (981) | 61.8% |
| | 59,579 | 71,632 | (12,053) | (16.8%) |

**Overview**
During the current quarter under review, the Group registered a total revenue of RM575.2 million which was RM73.7 million lower than the previous year's corresponding quarter of RM648.9 million. The Group current quarter's total profit before tax of RM59.6 million was RM12.1 million lower when compared against RM71.6 million recorded in last year's corresponding quarter. Both lower revenue and profit before tax are mainly attributed to the gaming division.

**Gaming**
Gaming sales for the current quarter at RM575.2 million was 11.4% or RM73.7 million lower than the previous year's corresponding quarter, The lower gaming sales during the current quarter was mainly due to a lower number of draw (2026 : 41 draws; 2025 : 42 draws) coupled with lower sales per draw arising from a larger number of 4D Jackpot 1 hits in the current quarter (2026 : 5 hits; 2025 : 1 hit). The shorter jackpot accumulation period reduced, somewhat, the jackpot appeal and consequently affected the overall sale performance.

In line with the above, the Group reported a lower gaming pre-tax profit of RM62.1 million which was RM11.1 million lower when compared to RM73.2 million recorded in the previous year's corresponding quarter.

**Investment Holdings and Others**
Investment Holdings and Others division recorded a pre-tax loss of RM2.6 million during the current quarter as compared to RM1.6 million pre-tax loss in the previous year's corresponding quarter. The higher pre-tax loss was mainly due to higher fair value loss on investments and lower interest income from unquoted investment booked in the current quarter under review.

### B2 Material change in Profit Before Tax for the current quarter compared with the immediate preceding quarter

**Quarter ended 31 March 2026 versus 31 December 2025**

| | 3 months ended | | | |
|---|---|---|---|---|
| | **31.03.2026** | **31.12.2025** | **Changes** | |
| | **RM'000** | **RM'000** | **RM'000** | **%** |
| Revenue | | | | |
| - Gaming | 575,187 | 547,902 | 27,285 | 5.0% |
| - Investment holdings and others | 19 | 138 | (119) | (86.2%) |
| | 575,206 | 548,040 | 27,166 | 5.0% |
| Profit/(Loss) before tax | | | | |
| - Gaming | 62,148 | 43,736 | 18,412 | 42.1% |
| - Investment holdings and others | (2,569) | 3,304 | (5,873) | (177.8%) |
| | 59,579 | 47,040 | 12,539 | 26.7% |

**Overview**
The Group revenue of RM575.2 million achieved during the current quarter was RM27.2 million higher when compared to RM548.0 million recorded in the immediate preceding quarter. The higher revenue was contributed mainly by gaming sales.

In line with the higher revenue, the Group recorded a pre-tax profit of RM59.6 million, which was RM12.5 million higher compared to RM47.0 million pre-tax profit for the immediate preceding quarter.

**Gaming**
During the current quarter under review, gaming sales of RM575.2 million was RM27.3 million higher compared to RM547.9 million recorded in immediate preceding quarter. The higher gaming sales was mainly due to higher sales per draw achieved during Chinese New Year period despite a lower number draws in the current quarter (Q1 2026 : 41 draws; Q4 2025 : 42 draws).

The Group recorded a gaming pre-tax profit of RM62.1 million, which was RM18.4 million higher compared to RM43.7 million recorded in the immediate preceding quarter. This was mainly due to lower prizes payout recorded during the current quarter under review.

**Investment Holdings and Others**
Investment Holdings and Others division recorded a pre-tax loss of RM2.6 million in the current quarter when compared to RM3.3 million pre-tax profit in the preceding quarter which was mainly due to lower interest income from unquoted investments coupled with fair value loss on quoted investments reported in current quarter against fair value gain on quoted investments booked in the preceding quarter.

## B NOTES REQUIRED UNDER THE LISTING REQUIREMENTS OF BURSA SECURITIES

### B3 Prospects

Moving forward, the Group remains cautiously optimistic despite the challenging operating environment, including ongoing illegal gaming activities, cautious consumer sentiment, weaker market conditions and heightened geopolitical uncertainties arising from the recent tensions in the Middle East.

The Group will continue to focus on strengthening operational resilience, enhancing customer engagement and supporting sales momentum across its retail network. The Group will also leverage its upgraded core gaming system and ongoing digital initiatives to enhance operational efficiency, customer convenience and the overall gaming experience. Barring any unforeseen circumstances, these initiatives, together with disciplined cost management, are expected to support the Group's operations and performance for the rest of the financial year.

### B4 Statement of the Board of Directors' opinion on achievability of revenue or profit estimate, forecast, projection and internal targets previously announced

Not applicable.

### B5 Profit Forecast and Profit Guarantee

There was no profit forecast or profit guarantee issued by the Company.

### B6 Income Tax Expense

| | 3 months ended | |
|---|---|---|
| | **31.03.2026** | **31.03.2025** |
| | **RM'000** | **RM'000** |
| Current income tax | 15,122 | 21,088 |
| **Total income tax expense** | 15,122 | 21,088 |

The effective tax rate of the Group for the current and the previous corresponding quarter was higher than the statutory tax rate mainly due to non-deductibility of certain expenses.

### B7 Corporate Proposals

There is no corporate proposal announced but not completed as at the date of this announcement.

### B8 Borrowings

The Group's borrowings as at 31 March 2026 are as follows:

| | **Secured RM'000** |
|---|---|
| **Long term** | |
| Medium term notes | 554,645 |
| **Short term** | |
| Medium term notes | 144,930 |
| **Total** | **699,575** |

The borrowings are denominated in Ringgit Malaysia.

### B9 Material Litigation

There is no pending material litigation as at the date of this announcement.

### B10 Dividends

The Board of Directors is pleased to declare a first interim single tier dividend of 2.5 sen per share (2025 : 2.5 sen) for the financial year ending 31 December 2026 to be paid on 24 June 2026 to shareholders registered on the Register of Depositors at the close of business on 11 June 2026.

## B NOTES REQUIRED UNDER THE LISTING REQUIREMENTS OF BURSA SECURITIES

### B11 Basic Earnings Per Share

Basic earnings per share ("EPS") is calculated by dividing the profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

| | 3 months ended | |
|---|---|---|
| | **31.03.2026** | **31.03.2025** |
| Profit for the financial period attributable to owners of the Company (RM'000) | 43,845 | 49,769 |
| Weighted average number of ordinary shares in issue ('000) | 1,437,179 | 1,437,179 |
| **Basic EPS (sen)** | 3.05 | 3.46 |

### B12 Auditor's Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the year ended 31 December 2025 was not qualified.

### B13 Profit before tax

| | 3 months ended | |
|---|---|---|
| | **31.03.2026** | **31.03.2025** |
| | **RM'000** | **RM'000** |
| **The profit before taxation for the financial period is arrived at after charging/(crediting):** | | |
| Amortisation of intangible assets | 4 | 4 |
| Depreciation of property, plant and equipment | 2,702 | 1,759 |
| Depreciation of investment properties | 2 | 2 |
| Depreciation of right-of-use assets | 516 | 581 |
| Interest expense | 9,061 | 9,094 |
| Loss on fair value change in quoted securities | 3,492 | 3,231 |
| Property, plant and equipment written off | - | 10 |
| Realisation of fair value loss on financial assets upon maturity | - | 145 |
| Loss/(Gain) on disposal of property, plant and equipment | 52 | (24) |
| Loss/(Gain) on termination of lease contract | 91 | (97) |
| Interest income | (2,974) | (3,787) |

### B14 Derivatives

Not applicable.

### B15 Fair value changes of financial liabilities

The carrying amounts of the Group's financial liabilities at amortised cost are reasonable approximations of fair values.

**By Order Of The Board**

**Company Secretary**
**20 May 2026**