# MINHO (M) BERHAD

Registration No. 199001009358 (200930-H)

# UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025

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# MINHO (M) BERHAD 199001009358(200930 – H)

(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025**

(The figures have not been audited)

## CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| | Individual Quarter | | Cumulative Period | |
|---|---|---|---|---|
| | Current Year Quarter | Preceding Year Corresponding Quarter | Current Year to date | Preceding Period Ended |
| | 30/09/2025 (RM'000) | 30/09/2024 (RM'000) | 30/09/2025 (RM'000) | 30/09/2024 (RM'000) |
| ***Continuing Operations:*** | | | | |
| ***Revenue*** | 42,846 | 46,724 | 132,020 | 144,069 |
| Cost of sales | (45,060) | (48,262) | (138,258) | (146,693) |
| Gross profit | (2,214) | (1,538) | (6,237) | (2,624) |
| Other operating income | 6,541 | 5,168 | 18,513 | 15,847 |
| Finance cost | (217) | (314) | (730) | (939) |
| Profit before tax | 4,111 | 3,316 | 11,546 | 12,284 |
| Income tax expense | (850) | (2,149) | (2,916) | (4,357) |
| ***Profit for the period from continuing operations*** | 3,260 | 1,167 | 8,629 | 7,927 |
| ***Loss from discontinued operation*** | - | - | - | - |
| ***Profit for the period*** | 3,260 | 1,167 | 8,629 | 7,927 |
| **Other Comprehensive Income:** | | | | |
| **Other Comprehensive Income net of tax** | - | - | - | - |
| **Total Comprehensive Income for the period** | 3,260 | 1,167 | 8,629 | 7,927 |
| **Net Profit/(loss) attributable to:** | | | | |
| Owners of the Parent | | | | |
| - income from continuing operations | 2,733 | 1,383 | 7,534 | 7,168 |
| - loss from discontinued operations | | | | |
| Non-Controlling Interest | 527 | (216) | 1,095 | 759 |
| Profit for the period | 3,260 | 1,167 | 8,629 | 7,927 |
| Total comprehensive income attributable to: | | | | |
| Owners of the Parent | 2,733 | 1,383 | 7,534 | 7,168 |
| Non-Controlling Interest | 527 | (216) | 1,095 | 759 |
| | 3,260 | 1,167 | 8,629 | 7,927 |
| Earnings/(Loss) per share (in sen) | | | | |
| Basic EPS (in sen) | 0.77 | 0.39 | 2.11 | 2.01 |
| Fully diluted EPS (in sen) | N/A | N/A | N/A | N/A |

*(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2024)*

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| | Unaudited As at 30/09/2025 RM'000 | Audited As at 31/12/2024 RM'000 |
|---|---|---|
| **ASSETS** | | |
| **Non-current assets** | | |
| Property, plant and equipment | 130,309 | 124,869 |
| Investment properties | 193,097 | 194,647 |
| Right of use assets | 11,466 | 11,927 |
| Land held for investment | 2,500 | 2,500 |
| | 337,371 | 333,942 |
| **Current Assets** | | |
| Inventories | 71,099 | 85,824 |
| Property development cost | - | - |
| Trade receivables | 26,714 | 24,717 |
| Other receivables | 3,905 | 6,310 |
| Tax recoverable | 6,723 | 3,550 |
| Short-term investments | 7,630 | 7,579 |
| Derivative financial assets | - | - |
| Fixed deposit with licensed banks | 23,227 | 22,147 |
| Cash and bank balances | 41,211 | 30,558 |
| | 180,508 | 180,685 |
| **TOTAL ASSETS** | **517,880** | **514,627** |
| **EQUITY AND LIABILITIES** | | |
| **Equity attributable to owner of the parents** | | |
| Share capital | 206,367 | 206,368 |
| Share capital-excess from resale of treasury shares | - | - |
| Share premium | - | - |
| Treasury shares | - | - |
| Reserves attributable to revenue | - | - |
| Other reserves | 13,465 | 13,464 |
| Retained earnings-profit/(loss) | 191,004 | 183,469 |
| | 410,836 | 403,301 |
| **Non-controlling interest** | 38,055 | 39,900 |
| **Total Equity** | 448,890 | 443,201 |
| **Non-current liabilities** | | |
| Deferred tax liabilities | 12,801 | 12,801 |
| Lease liabilities | 3,250 | 3,875 |
| Loan and borrowings | 553 | 10,027 |
| | 16,604 | 26,703 |
| **Current Liabilities** | | |
| Trade payables | 18,707 | 13,098 |
| Other payables | 12,124 | 13,334 |
| Provision for liabilities | 131 | 183 |
| Lease liabilities | 8,409 | 8,200 |
| Loan and borrowings | 13,014 | 9,908 |
| Derivative financial liabilities | - | - |
| Tax Payable | - | - |
| | 52,385 | 44,723 |
| **Total Liabilities** | **68,989** | **71,426** |
| **TOTAL EQUITY AND LIABILITIES** | **517,880** | **514,627** |
| Net assets per share attributable to ordinary equity holders of the parent (RM) | **1.15** | **1.13** |

*(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 December 2024)*

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | ← Attributable to equity holders of the company | | | | | | | | → | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | ← Non-distributable | | | | | → | Distributable | | | |
| | Share Capital | Share Capital-Excess from resale of treasury shares | Share Premium | Treasury Shares | Reserve on consolidation | Asset revaluation reserves | Equity component from the replacement warrants | Retained Earnings/(Losses) | Total | Non-Controlling Interest | Total Equity |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| **Period ended 30 September 2025** | | | | | | | | | | | |
| ***Balance as at 01.01.2025*** | 206,368 | | - | - | 13,464 | - | | 183,469 | 403,301 | 39,900 | 443,201 |
| Total comprehensive income for the period | | | | | | - | | 7,535 | 7,535 | 1,095 | 8,630 |
| Non-controlling interest | | | | | | | | - | - | - | - |
| Distribution of Dividends | - | | | | | | | | - | | - |
| Dividend distributed to Non-Controlling Interest | | | | | | | | - | - | (2,940) | (2,940) |
| ***Balance as at 30.09.2025*** | 206,368 | - | - | - | 13,464 | - | - | 191,004 | 410,836 | 38,055 | 448,891 |
| **Period ended 30 September 2024** | | | | | | | | | | | |
| ***Balance as at 01.01.2024*** | 206,368 | | - | - | 13,464 | - | | 180,867 | 400,699 | 41,249 | 441,948 |
| Total comprehensive income for the period | | | | | | | | 7,168 | 7,168 | 759 | 7,927 |
| Non-controlling interest | | | | | | | | - | - | - | - |
| Issuance of ordinary shares pursuant to: | | | | | | | | | | | |
| - Exercise of warrants | | | | | | | | | - | - | - |
| Dividend distributed to Non-Controlling Interest | | | | | | | | | - | (749) | (749) |
| ***Balance as at 30.09.2024*** | 206,368 | | - | - | 13,464 | - | - | 188,035 | 407,867 | 41,259 | 449,126 |

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2024)*

## CONDENSED CONSOLIDATED CASH FLOW STATEMENT

| | Cumulative Period | |
|---|---|---|
| | Current Year to date 30/09/2025 RM'000 | Preceding Period Ended 30/09/2024 RM'000 |
| **Cash Flows From Operating Activities** | | |
| **Profit/(Loss) before taxation** | 11,546 | 12,284 |
| Adjustments for : | | |
| Depreciation, amortisation and impairment losses | 3,354 | 5,464 |
| Interest income | (474) | (624) |
| Interest expenses | 730 | 939 |
| Share of profit in associates | - | - |
| Fair value gain of financial instruments measured at fair | - | - |
| Provision: | | |
| Provision for doubtful debts | - | - |
| Reversal of provision for doubtful debts | (610) | - |
| Write down of inventories | - | - |
| Write back of stock value | - | - |
| Other non-cash items | | |
| (Gain)/loss on disposal of property, plant & equipment | (84) | (635) |
| Asset written off | 7 | - |
| Operating profit before changes in working capital | 14,470 | 17,428 |
| Net change in current assets | 13,361 | 6,512 |
| Net change in current liabilities | 4,347 | 3,018 |
| Cash flow from operation | 32,178 | 26,958 |
| Taxes paid | (4,666) | (4,081) |
| Taxes refunded | 120 | 298 |
| ***Net Cash Flows From Operating Activities*** | 27,632 | 23,175 |
| **Cash Flows From Investing Activities:** | | |
| Purchase of PPE and investment property | (9,354) | (3,535) |
| Purchase of freehold land | - | (20,086) |
| Purchased freehold land for property development | | |
| Purchase of financial assets | - | - |
| Acqusition of additional investment in a subsidiary | - | - |
| Proceeds from sale of non-current assets | 84 | 635 |
| Increase/(Decrease) in deposit with licensed bank & short term investments | - | - |
| Reclassed deposit with licensed bank to other investment | - | - |
| Dividend received | - | - |
| ***Net Cash Used in Investing Activities*** | (9,270) | (22,986) |
| **Cash Flows From Financing Activities:** | | |
| Issue of ordinary shares | - | - |
| Acqusition of treasury shares | - | - |
| Distribution of Dividends | - | - |
| Proceed from exercised of Warrants | - | - |
| Bank borrowings and other liabilities (Net) | (6,368) | (345) |
| Repayment of hire purchase obligations | (385) | (2,022) |
| Dividends paid to non-controlling interest in subsidiary company | - | (749) |
| ***Net Cash Flows From Financing Activities*** | (6,753) | (3,116) |
| **Net Increase in Cash and Cash Equivalents** | 11,608 | (2,927) |
| **Cash and Cash Equivalents at the beginning of the year** | 60,283 | 62,302 |
| **Effects of changes in foreign exchange rates** | 177 | (63) |
| **Cash and Cash Equivalents at end of the period** | ***72,068*** | ***59,312*** |
| **Cash and cash equivalent comprise the following:-** | | |
| Bank and cash balances | 41,211 | 29,347 |
| Short-term investments and Deposit with license bank | 30,857 | 29,965 |
| | ***72,068*** | ***59,312*** |

*(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2024)*

**PART A – EXPLANATORY NOTES PURSUANT TO FRS 134: INTERIM FINANCIAL STATEMENT.**

**1. Basis of preparation and Accounting Policies.**

The interim financial statements are unaudited and has been prepared in accordance with the reporting requirements outlined in Financial Reporting Standards ("FRS") 134: "Interim Financial Reporting" and Paragraph 9.22 of the Bursa Malaysia Securities Berhad (Bursa) Main Market Listing Requirements.

The Interim Financial Report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2024. It contains unaudited condensed consolidated financial statements and selected explanatory notes. These explanatory notes 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 31 December 2024. The condensed consolidated interim financial report and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with Financial Reporting Standards (FRSs).

**1.1. Significant Accounting Policies**

The significant accounting policies and method of computation adopted by the Group are consistent with those of the audited financial statements for the financial year ended 31 December 2024, except for the adoption of the following new Financial Reporting Standards ("FRSs"), Amendments to FRSs and Interpretations by the Group. The significant accounting policies adopted in the preparation of this interim financial report are consistent with those in the audited financial statements for the year ended 31 December 2024.

The following new and amended MFRSs and IC Interpretations mandatory for annual financial periods:-

(i) **Effective for annual periods beginning on or after 1 January 2025**

- Amendments to MFRS 121, The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability

**(ii) Effective for annual periods beginning on or after 1 January 2026**

- Amendments to MFRS 9, 'Financial Instruments' and MFRS 7,'Financial Instruments: Disclosures' – Amendments to the Classification and Measurement of Financial Instruments
- Amendments to MFRS 9, 'Financial Instruments' and MFRS 7, 'Financial Instruments: Disclosures' - Contracts Referencing Nature-dependent Electricity
- Annual improvements to MFRS Accounting Standards – Volume 11

**(iii) Effective for annual periods beginning on or after 1 January 2027**

- MFRS 18, 'Presentation and Disclosure in Financial Statements'
- MFRS 19, 'Subsidiaries without Public Accountability: Disclosures'

**(iv) Effective date yet to be determined**

- Amendments to MFRS 10, Consolidated Financial Statements - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

## 2. Auditors' Report On Preceding Annual Financial Statements

The auditors' report of the audited financial statements for the financial year ended 31 December 2024 was not subject to any qualification.

## 3. Seasonal or Cyclical Factors

The business operations of the Group are generally affected negatively by the monsoon seasons and the major festive seasons namely Hari Raya Aidilfitri and Chinese New Year holidays. Such occasions not only undoubtedly limit our ability to undertake certain operational activities at our end; they do also, by and large, curtail demand from our customers, who are themselves also negatively impacted by these factors.

## 4. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows.

## 5. Changes In Estimates of Amounts Reported Previously

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years which may have a material effect on the current interim period.

## 6. Issuances and Repayments of Debt and Equity Securities

There were no issuances or repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares by the Company for the financial period ended 30 September 2025.

## 7. Dividends Paid

There were dividends declared by the Company for the financial period ended 31 December 2025. Single-tier dividend of RM0.0085 per ordinary share were declared on 31 October 2025 and will be paid on 15 December 2025.

## 8. Segment Information

The Group’s segment information for the financial period ended 30 September 2025 is as follows :-

| | Timber Extraction RM'000 | Timber Trading RM'000 | Manufacturing RM'000 | Services & Treatment RM'000 | Property Development RM'000 | Others RM'000 | Elimination RM'000 | Total RM'000 |
|---|---|---|---|---|---|---|---|---|
| **2025** | | | | | | | | |
| **Revenue** | | | | | | | | |
| *External Sales* | - | 33,535 | 82,308 | 14,966 | - | 1,212 | | 132,020 |
| *Inter segmental sales* | - | 731 | 3,126 | 3,017 | - | 3,285 | (10,159) | - |
| Total Revenue | - | 34,266 | 85,434 | 17,982 | - | 4,497 | | 132,020 |
| Segments Profits/(Loss) Before Tax | - | 758 | 6,940 | 4,029 | 170 | 2,324 | (2,674) | 11,546 |
| Depreciation and amortisation | - | 381 | 959 | 1,409 | 20 | 586 | | 3,354 |
| Rental income of land and buildings | - | 1,458 | 6,191 | 10,249 | 270 | - | (1,637) | 16,531 |
| Net foreign exchange | - | 70 | 107 | - | - | - | | 177 |
| Gain/(loss) on disposal of property,plant and equipment | - | 34 | - | - | - | - | | 34 |
| Finance cost | - | 29 | 316 | 385 | - | - | - | 730 |
| Interest Income | - | 126 | 172 | 91 | 14 | 71 | - | 474 |
| Tax Expenses | - | 1,090 | 838 | 970 | 41 | (23) | - | 2,916 |
| Segments Assets | - | 53,422 | 226,965 | 181,605 | 12,464 | 46,499 | (3,075) | 517,880 |
| Other Investment | | | | | | | | - |
| Total Segments Assets | | | | | | | | 517,880 |
| Segment Liabilities | - | 3,080 | 38,502 | 24,622 | 92 | 1,367 | 1,326 | 68,989 |

| | Timber Extraction RM'000 | Timber Trading RM'000 | Manufacturing RM'000 | Services & Treatment RM'000 | Property Development RM'000 | Others RM'000 | Elimination RM'000 | Total RM'000 |
|---|---|---|---|---|---|---|---|---|
| **2024** | | | | | | | | |
| **Revenue** | | | | | | | | |
| *External Sales* | - | 41,193 | 82,932 | 16,940 | - | 3,004 | | 144,069 |
| *Inter segmental sales* | - | 1,722 | 4,642 | 3,962 | - | 786 | (11,112) | - |
| Total Revenue | - | 42,915 | 87,574 | 20,902 | - | 3,790 | | 144,069 |
| Segments Profits/(Loss) Before Tax | - | 790 | 7,144 | 2,910 | 148 | 2,180 | (888) | 12,284 |
| Depreciation and amortisation | - | 471 | 3,090 | 1,312 | 19 | 572 | | 5,464 |
| Rental income of land and buildings | - | 1,659 | 4,889 | 8,242 | 270 | - | (1,399) | 13,661 |
| Net foreign exchange | - | (53) | (10) | - | - | - | | (63) |
| Gain/(loss) on disposal of property,plant and equipment | - | - | - | - | - | 635 | | 635 |
| Finance cost | - | 89 | 475 | 375 | - | - | - | 939 |
| Interest Income | - | 168 | 318 | 61 | 13 | 71 | (7) | 624 |
| Tax Expenses | - | 740 | 1,315 | 1,800 | 36 | 466 | | 4,357 |
| Segments Assets | 395 | 67,190 | 220,520 | 186,269 | 12,302 | 46,868 | (2,836) | 530,708 |
| Other Investment | | | | | | | | - |
| Total Segments Assets | | | | | | | | 530,708 |
| Segment Liabilities | - | 3,710 | 41,551 | 32,950 | 90 | 2,746 | 535 | 81,582 |

## 9. Property, Plant, and Equipment.

Carrying Amount of Revalued Assets

The valuations of property, plant, and equipment have been brought forward without amendment from the financial statements for year ended 31 December 2024.

## 10. Material events Subsequent to the End of the Interim Reporting Period

There are no material events subsequent to the financial period ended 31 December 2024 that have not been reflected in the related financial statements.

## 11. Changes in the Composition of the Group

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

## 12. Contingent Liabilities – Unsecured

As at 30 September 2025, the Company had contingent liabilities in the form of corporate guarantees given to financial institutions in respect of facilities granted to subsidiary companies amounting to RM90,150,000, of which an amount of RM10,700,780 were utilized.

## 13. Capital Commitments

There are no material capital commitments as at the date of this announcement.

## 14. Related Party Transactions.

The summary of related party transactions for current quarter and cumulative period to date is as follows:-

| Related Party | Nature of Recurrent Transaction(s) | Recurrent Transaction with Minho or Subsidiary Company | Frequency of Transaction | Total Value Transaction For The Year 1/1/2025 to 30/09/2025 ( RM ' 000) | | Approved Value 28/06/2024 to next AGM ( RM ' 000) | | Balance due to / from the companies 30/09/2025 ( RM ' 000) | |
|---|---|---|---|---|---|---|---|---|---|
| | | | | Receivables | Payables | Receivables | Payables | Receivables | Payables |
| D M Timber Sdn Bhd ("DM") | Purchase of timber. | Lionvest Timber Industries Sdn Bhd ("LTI") | Monthly | | 1,753 | | 15,000 | | 2,428 |
| Lucky Star Diversified Sdn Bhd ("LSDSB") | Purchase of timber. | Lionvest Timber Industries Sdn Bhd ("LTI") | Monthly | | 2,543 | | 20,000 | | 3,010 |
| Minho Kilning (Klang) Sdn Bhd ("MKK") | (i) Rental & Storage Charges | Syarikat Minho Kilning Sdn Bhd ("SMK") | Monthly | | 4,649 | | 9,000 | | - |
| Minho Kilning (Klang) Sdn Bhd ("MKK") | (v) Renting of equipment | Syarikat Minho Kilning Sdn Bhd ("SMK") | Monthly | | - | | 500 | | - |
| Oak Three Sdn Bhd ("OT") (formerly known as QR Printing Sdn Bhd) | Insurance brokerage fee. | Syarikat Minho Kilning Sdn Bhd ("SMK") | Yearly | | 33 | | 800 | | 18 |
| Ms. Loo Lay Hooi | (iv) Rental | Syarikat Minho Kilning Sdn Bhd ("SMK") | Monthly | | 18 | | 100 | | - |
| Mahawangsa Timber Industries Sdn Bhd ("MTI") | Sales of sawn timber and its related products. | LTI | Monthly | 423 | | 4,000 | | 331 | |
| | Purchase of logs & timber. | LTI | Monthly | | 2,641 | | 20,000 | | - |
| MTI | (a) Purchase of timber. | Costraco Sdn Bhd ("CSB") | Monthly | | 88 | | 19,000 | | - |
| MTI | (c) Purchase of timber. | Euro-CGA Sdn Bhd ("ECSB") | Monthly | | 7 | | 5,500 | | - |
| MTI | (d) Purchase of timber. | Victory Enterprise Sdn Bhd ("VESB") | Monthly | | - | | 5,500 | | - |
| Lucky Star Diversified Sdn Bhd ("LSDSB") | Sales of sawn timber | ionvest Corporatior (Pahang) Sdn Bhd ("LCPSB") | Monthly | - | | 9,500 | | - | |
| Lucky Star Diversified Sdn Bhd ("LSDSB") | (ii) Rental | ionvest Corporatior (Pahang) Sdn Bhd ("LCPSB") | Monthly | 18 | | 48 | | - | |
| D M Timber Sdn Bhd ("DM") | (iii) Rental | ionvest Corporatior (Pahang) Sdn Bhd ("LCPSB") | Monthly | 12 | | 48 | | - | |
| | | | Total | 453 | 11,732 | 13,596 | 95,400 | 331 | 5,456 |

## PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIRMENTS

### 15. Review of Performance of the Company and its Principal Subsidiaries

| | 3 MONTHS ENDED | | 9 MONTHS ENDED YEAR-TO-DATE ENDED | |
|---|---|---|---|---|
| | Q3 2025 30/09/2025 RM'000 | Q3 2024 30/09/2024 RM'000 | Q3 2025 30/09/2025 RM'000 | Q3 2024 30/09/2024 RM'000 |
| **Revenue** | | | | |
| Timber Extraction | - | - | - | - |
| Timber Trading | 10,388 | 10,013 | 33,535 | 41,193 |
| Manufacturing | 26,978 | 29,931 | 82,308 | 82,932 |
| Services & Treatment | 4,860 | 5,795 | 14,966 | 16,940 |
| Property Development | - | - | - | - |
| Others | 621 | 985 | 1,212 | 3,004 |
| | 42,847 | 46,724 | 132,020 | 144,069 |
| **Segment Profit** | | | | |
| Timber Extraction | - | - | - | - |
| Timber Trading | 139 | (724) | 758 | 790 |
| Manufacturing | 2,368 | 2,008 | 6,940 | 7,144 |
| Services & Treatment | 1,495 | 1,737 | 4,029 | 2,910 |
| Property Development | 58 | 59 | 170 | 148 |
| Others | 3,112 | 236 | 2,324 | 2,180 |
| | 7,171 | 3,316 | 14,221 | 13,172 |
| Elimination | (3,062) | - | (2,676) | (888) |
| Profit before taxation | 4,109 | 3,316 | 11,545 | 12,284 |
| Taxation | (850) | (2,149) | (2,916) | (4,357) |
| Profit after taxation | 3,259 | 1,167 | 8,629 | 7,927 |
| Non-controlling interest | (529) | 216 | (1,095) | (759) |
| Net profit for the year | 2,729 | 1,383 | 7,534 | 7,168 |

(a). **Three months period-Q3 2025.**

For the current quarter, the Group registered revenue of RM42.85 million, RM5.99 million lower as compared to Q3 2024. This decrease was mainly attributed to the RM4.48 million decrease in turnover for the Timber Trading market segment and RM1.4 million decrease in turnover for the Manufacturing market segment.

The Group registered pre-tax profit of RM4.11 million, increased by RM206 thousand as compared to Q3 2024. Most of the Group's market segments recorded higher pre-tax profit.

(b). **Nine months period and Year to date.**

The Group disclosed total revenue of RM132.02 million for the current 9 months period ended 30 September 2025, RM12.05 million less than RM144.07 million recorded in the corresponding 9 months period ended 30 September 2024. This decrease was mainly attributed to the RM7.66 million decrease in Timber Trading market segments.

The group's pre-tax profit decreased by RM0.74 million mainly due to the decrease in pre-tax profit of Timber Trading and Manufacturing market segments.

**Timber Trading**

The turnover for this segment decreased by RM7.66 million. The pre-tax profit for this segment decreased by RM0.03 million from a pre-tax profit of RM0.79 million in the corresponding 9 months period ended 30 September 2024 to RM0.76 million for the current 9 months period ended 30 September 2025 due to lower sales.

**15. Review of Performance of the Company and its Principal Subsidiaries (cont'd)**

(b). **Nine months period and Year to date. (cont'd)**

**Manufacturing**
Total turnover for this segment decreased by RM0.62 million due to lower sales order from buyers. Pre-tax profit for this market segment decreased by RM0.2 million from pre-tax profit RM7.14 million in the corresponding 9 months period ended 30 September 2024 to pre-tax profit RM6.94 million for the current 9 months period ended 30 September 2025.

**Services & Treatment**
Decrease of RM1.97 million in the gross turnover is registered for this market segment. The pre-tax profit for this segment increased by RM1.12 million from a pre-tax profit of RM2.91 million in the corresponding 9 months period ended 30 September 2024 to pre-tax profit of RM4.03 million for the current 9 months period ended 30 September 2025 due to increase in other income.

**Property Development**
No revenue was registered for the current 9 months period ended 30 September 2025 similar to the corresponding 9 months period ended 30 September 2024. It reported a pre-tax profit of RM0.17 million due to lower administration expense, compared to a pre-tax profit of RM0.15 million previously.

**16. Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter**

| **Market Segments** | **Revenue** | | **Segment Profit** | |
|---|---|---|---|---|
| | **Q3 2025** | **Q2 2025** | **Q3 2025** | **Q2 2025** |
| | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| Timber Extraction | - | - | - | - |
| Timber Trading | 10,388 | 8,114 | 139 | 216 |
| Manufacturing | 26,978 | 29,729 | 2,368 | 2,285 |
| Services & Treatment | 4,860 | 5,715 | 1,495 | 1,178 |
| Property Development | - | - | 58 | 86 |
| Others | 621 | 365 | 3,112 | (387) |
| | 42,847 | 43,923 | 7,171 | 3,379 |
| Elimination | | | (3,062) | - |
| **Profit before taxation** | | | **4,109** | **3,379** |
| Taxation | | | (850) | (1,042) |
| **Profit after taxation** | | | **3,259** | **2,337** |
| Non-controlling interest | | | (529) | (56) |
| **Net profit for the year** | | | **2,729** | **2,281** |

The Group's turnover for the current quarter under review was RM42.85 million, which was RM1.07 million or 2.4% less than the RM43.92 million registered in the preceding quarter. This was mainly due to the decrease in turnover of RM2.75 million for the Manufacturing segment.

The Group posted a pre-tax profit of RM4.109 million for the current quarter against the preceding quarter figure of pre-tax profit of RM3.379 million. The major contributor to the pre-tax profit for the current quarter were the Manufacturing and Services & Treatment market segments.

**17. Prospects for Current Financial Year**

The International Monetary Fund ("IMF") in their latest publication of World Economic Outlook(WEO) in October 2025 stated that global growth is projected at 3.2 percent for 2025 and 3.1 percent in 2026, with advanced economies growing around 1.5 percent and emerging market and developing economies just above 4 percent.

Given the mixed economic outlook and conditions, the Group will continue to adopt a prudent view moving forward. The Group intends to continue strengthening efficiency and minimizing costs in its operations and activities.

**18. Variance of Actual Profit from Forecast Profit**

The disclosure requirements for explanatory notes on the variation of actual profit after tax and profit forecast and shortfall in profit guarantee are not applicable.

**19. Taxation**

Taxation comprises:-

| | Individual Quarter | | Cumulative Quarter | |
|---|---|---|---|---|
| | Current year quarter | Preceding year corresponding quarter | Current year to date | Preceding year corresponding period |
| | 30/09/2025 RM'000 | 30/09/2024 RM'000 | 30/09/2025 RM'000 | 30/09/2024 RM'000 |
| Current taxation | (850) | (2,149) | (2,916) | (4,357) |
| (Over)/Under provision in respect of prior years | - | - | - | - |
| Foreign Taxation | - | - | - | - |
| Deferred Taxation | - | - | - | - |
| | (850) | (2,149) | (2,916) | (4,357) |
| Our share of results of associated companies | - | - | - | - |
| | (850) | (2,149) | (2,916) | (4,357) |

The effective tax rates for the periods presented above are higher than the statutory tax rate principally due to losses of certain subsidiaries which cannot be set off against taxable profits made by other subsidiaries, and also to certain expenses which are not deductible for tax purposes.

## 20. Trade Receivables

| | As at 30.09.2025 RM'000 | As at 30.09.2024 RM'000 |
|---|---|---|
| Trade receivables | 27,606 | 29,396 |
| Less: Allowance for impairment loss | (893) | (828) |
| | **26,714** | **28,568** |

The ageing analysis of the Group's trade receivables is as follows:

| | As at 30.09.2025 RM'000 | As at 30.09.2024 RM'000 |
|---|---|---|
| Neither past due nor impaired | 12,195 | 12,952 |
| Past due not impaired: | | |
| < 30 days | 7,224 | 8,443 |
| 31 - 60 days | 3,434 | 3,052 |
| > 60 days | 4,753 | 4,949 |
| Gross trade receivables | 27,606 | 29,396 |
| Less: Allowance for impairment loss | (893) | (828) |
| | **26,714** | **28,568** |

Trade receivables that are past due but not impaired are creditworthy debtors. The Group has no significant concentration of credit risk that may arise from exposures to a single clearing participant or counterparty.

## 21. Disposal of Unquoted Investments and Properties

There were no disposals of investments and/or properties for the financial period under review.

## 22. Quoted Securities

There were no purchases and/or disposals of quoted securities of the Group for the financial period ended 30 September 2025.

## 23. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at 20 November 2025.

## 24. Group Borrowings

Total Group borrowings as at 30 September 2025 were as follows:-

| | **As at 3rd. Quarter ended 30 September 2025** | | |
|---|---|---|---|
| | **Long Term RM** | **Short Term RM** | **Total borrowings RM** |
| **Secured** | | | |
| Property Loan | 553 | | 553 |
| Trading Facilities (Overdraft,Bankers Acceptance,Trust Receipts, Letter of Credits and Others) | | 13,014 | 13,014 |
| **Unsecured** | - | - | - |
| | **As at 3rd. Quarter ended 30 September 2024** | | |
| **Secured** | | | |
| Property Loan | 8,750 | | 8,750 |
| Trading Facilities (Overdraft,Bankers Acceptance,Trust Receipts, Letter of Credits and Others) | | 14,713 | 14,713 |
| **Unsecured** | - | - | - |

## 25. Off Balance Sheet Financial Instruments

There are no material financial instruments with off balance sheet risk as at the date of this report.

## 26. Material Litigation

As at 20 November 2025, the latest practicable date that is not earlier than 7 days from the issue of this quarterly report, the Group is not engaged in any material litigation.

## 27. Dividend

There were dividends declared by the Company for the financial period ended 31 December 2025. Single-tier dividend of RM0.0085 per ordinary share were declared on 31 October 2025 and will be paid on 15 December 2025.

## 28. Profit/(Loss) From Operations

The following items have been charged/ (credited) in arriving at profit/ (loss) from operations:

| | | Individual Quarter | | Cumulative Period | |
|---|---|---|---|---|---|
| | | Current Year | Preceding Year | Current Year | Preceding |
| | | 30/09/2025 | 30/09/2024 | 30/09/2025 | 30/09/2024 |
| | | (RM'000) | (RM'000) | (RM'000) | (RM'000) |
| (a). | Interest income | 215 | 171 | 474 | 624 |
| (b). | Investment income | - | - | - | - |
| (c). | Rental Income | 4,699 | 4,871 | 10,630 | 13,661 |
| (d). | Interest expenses | (282) | (314) | (514) | (939) |
| (e). | Depreciation & Amortisation | (1,152) | (1,858) | (2,289) | (5,464) |
| (f). | Gain/(loss) on disposal of property,plant & equipment | 34 | - | 34 | 635 |
| (g). | Property, plant & equipment written off | - | - | - | - |
| (h). | Inventories write-down | - | - | - | - |
| (i). | Provision for and write-off of receivables | - | - | - | - |
| (j). | Provision for receivables write-back. | - | - | - | - |
| (k). | Net foreign exchange gain/(loss) | 79 | - | 207 | (63) |

## 29. Earning/ (Loss) Per Share

(a) Basic earnings/ (loss) per share

| | Individual Quarter | | Cumulative Period | |
|---|---|---|---|---|
| | Current Year Quarter | Preceding Year Corresponding Quarter | Current Year to date | Preceding Period Ended |
| | 30/09/2025 | 30/09/2024 | 30/09/2025 | 30/09/2024 |
| | (RM'000) | (RM'000) | (RM'000) | (RM'000) |
| Net earnings/(loss) attributable to the ordinary equity holders of the Company | 2,733 | 1,383 | 7,534 | 7,168 |
| Weighted average number of ordinary shares ('000) | 356,724 | 356,724 | 356,724 | 356,724 |
| Basic earnings/(loss) per share (sen) | 0.77 | 0.39 | 2.11 | 2.01 |

## 30. Authorisation for issue

This interim financial information has been approved for issue in accordance with a resolution of the Board of Directors dated 27 November 2025.

**By order of the Board**
Klang, Selangor Darul Ehsan.
Dated: 27 November 2025