2025/2026

ANNUAL REPORT

mTouche®

MTOUCHE TECHNOLOGY BERHAD

Registration No: 200401017892 (656395-X)

CONTENTS

CORPORATE INFORMATION

BOARD OF DIRECTORS

DATO' KHAIRUL AZWAN BIN HARUN
Independent Non-Executive Director/Chairman

TANG BOON KOON
Executive Director

CHEN HUEI PING
Non-Independent Non-Executive Director

KUNAMONY A/P S. KANDIAH
Senior Independent Non-Executive Director

NG KOK HOK
Independent Non-Executive Director

AUDIT AND RISK MANAGEMENT COMMITTEE

NG KOK HOK
(Chairman)

DATO' KHAIRUL AZWAN BIN HARUN

KUNAMONY A/P S. KANDIAH

NOMINATION COMMITTEE

KUNAMONY A/P S.KANDIAH
(Chairperson)

DATO' KHAIRUL AZWAN BIN HARUN

NG KOK HOK

REMUNERATION COMMITTEE

DATO' KHAIRUL AZWAN BIN HARUN
(Chairman)

KUNAMONY A/P S.KANDIAH

NG KOK HOK

REGISTERED OFFICE

Level 13, Menara 1 Sentrum
201, Jalan Tun Sambanthan
Brickfields
50470 Kuala Lumpur
W.P. Kuala Lumpur
Tel: 03-2382 4288
Email: tmfkl-cosec@tmf-group.com

HEAD OFFICE

mTouche Technology Berhad
Lot 11.3, 11th Floor, Menara Lien Hoe
No. 8, Persiaran Tropicana
Tropicana Golf & Country Resort 47410 Petaling Jaya
Selangor Darul Ehsan
Tel: 03-7886 0100
Fax: 03-7866 0122

WEBSITE

www.mtouche.com

STOCK EXCHANGE

ACE Market of Bursa Malaysia Securities Berhad
Stock Name: MTOUCHE
Stock Code: 0092
Sector: Telecommunications & Media
Sub-sector: Telecommunications Service Provider

COMPANY SECRETARIES

Goh Xin Yee
(MAICSA 7077870 & PC No. 202008000375)

Qwik Tsae Yng
(MAICSA 7053568 & PC No. 202308000539)

PRINCIPAL BANKERS

Malayan Banking Berhad
OCBC Bank (Malaysia) Berhad
United Overseas Bank (Malaysia) Bhd

SHARE REGISTRAR

ShareWorks Sdn. Bhd.
No. 2-1, Jalan Sri Hartamas 8
Sri Hartamas
50480 Kuala Lumpur
Tel: 03-6201 1120
Fax: 03-6201 3121
Email: ir@shareworks.com.my

AUDITORS

UHY Malaysia PLT
202406000040 (LLP0041391-LCA) & AF 1411
Suite 11.05, Level 11
The Gardens South Tower
Mid Valley City
Lingkaran Syed Putra
59200 Kuala Lumpur
Tel: 03-2279 3088
Fax: 03-2279 3099

CORPORATE STRUCTURE

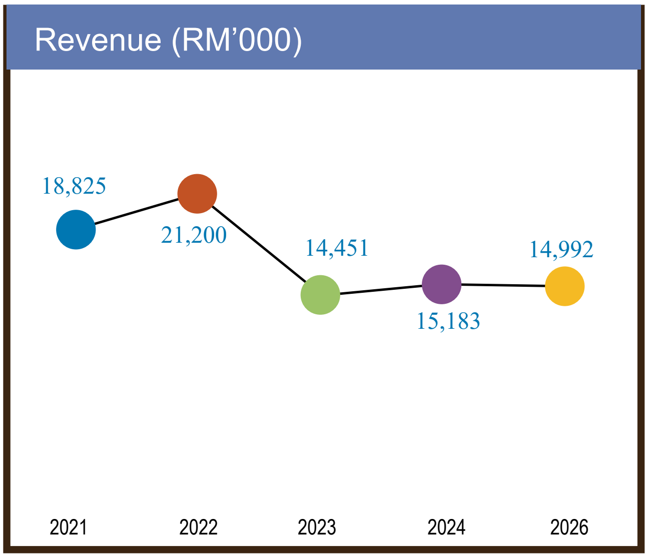
MTOUCHE TECHNOLOGY BERHAD
(INCORPORATED IN MALAYSIA)

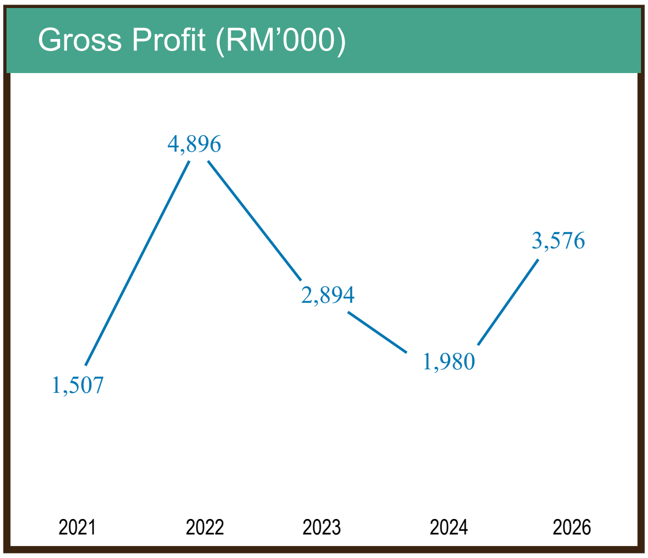
- **100%** MTOUCHE INTERNATIONAL SDN. BHD.
(INCORPORATED IN MALAYSIA)
- **100%** MTOUCHE HEALTHCARE SDN. BHD.
(INCORPORATED IN MALAYSIA)
- **100%** MTOUCHE (THAILAND) CO. LTD.
(INCORPORATED IN THAILAND)
- **100%** PT MTOUCHE
(INCORPORATED IN REPUBLIC OF INDONESIA)
- **100%** MTOUCHE (CAMBODIA) CO. LTD.
(INCORPORATED IN CAMBODIA)
- **100%** MTOUCHE (VIETNAM) CO. LTD.
(INCORPORATED IN VIETNAM)
- **99.99%** MTOUCHE TECHNOLOGY PHILIPPINES INC.
(INCORPORATED IN PHILIPPINES)
- **100%** MTOUCHE (HK) LTD.
(INCORPORATED IN HONG KONG)
  - **100%** MTOUCHE E WALLET (HK) LTD.
(INCORPORATED IN HONG KONG)

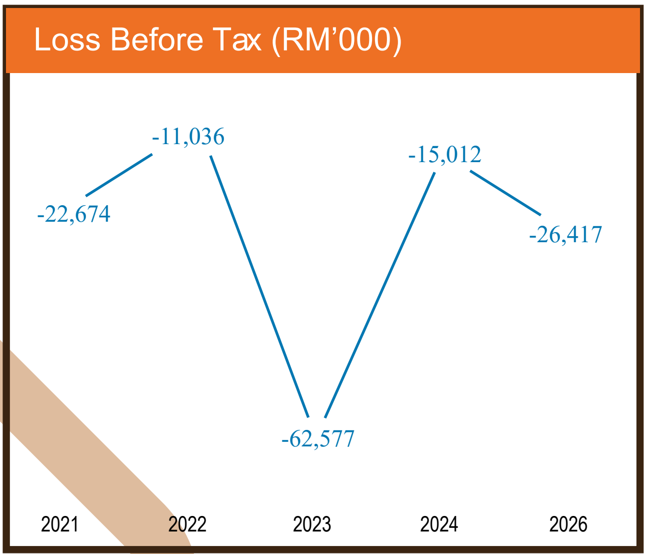
FINANCIAL HIGHLIGHTS

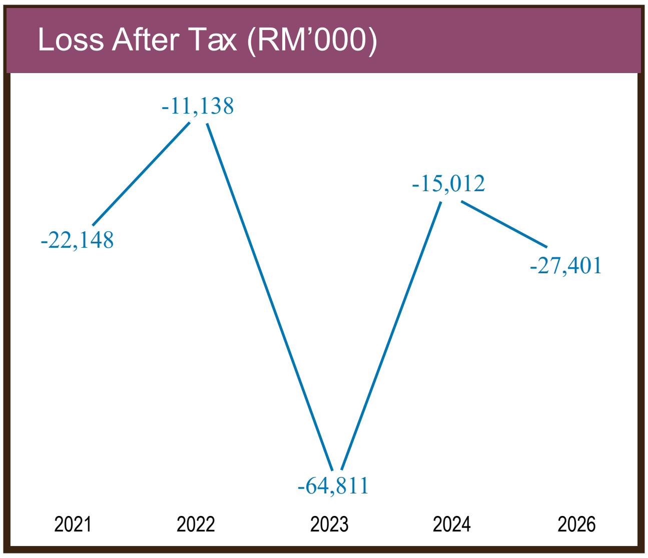
		Audited FPE 2021*	Audited 2022	Audited 2023	Audited 2024	Audited 2026**
Revenue	RM'000	18,825	21,200	14,451	15,183	**14,992**
Gross profit	RM'000	1,507	4,896	2,894	1,980	**3,576**
Gross margin	%	8.0%	23.1%	20.0%	13.0%	**23.9%**
Loss before tax ("LBT")	RM'000	(22,674)	(11,036)	(62,577)	(15,012)	**(26,417)**
LBT margin	%	-120.4%	-52.1%	-433.0%	-98.9%	**-176.2%**
Loss after tax ("LAT")	RM'000	(22,148)	(11,138)	(64,811)	(15,012)	**(27,401)**
LAT margin	%	-117.7%	-52.5%	-448.5%	-98.9%	**-182.8%**
Basic loss per share	sen	(6.37)	(3.14)	(6.98)	(1.61)	**(2.96)**

** constituted of 15 months result due to the change of financial year end from 30 June to 30 September*
*** constituted of 18 months result due to the change of financial year end from 30 September to 31 March*









PROFILE OF DIRECTORS AND KEY SENIOR MANAGEMENT

DATO' KHAIRUL AZWAN BIN HARUN
Independent Non-Executive Director/Chairman

Age 50, Male, Malaysian

Dato' Khairul Azwan bin Harun ("Dato' Azwan") was appointed as the Independent and Non-Executive Chairman of the Company on 13 January 2022. Dato' Azwan is currently the Chairman of our Remuneration Committee and also a member of our Audit and Risk Management Committee and Nomination Committee.

Dato' Azwan is a former Senator in Malaysia's House of Senate. He was instrumental in the Senatorial support of the UNDI18 movement, organised by a non-partisan youth group, pushing for the lowering of the voting age from 21 to 18 years old.

Dato' Azwan attended the leadership course at Harvard Kennedy School of Government, USA; and holds a Master's degree in Management from the Open University Malaysia. He obtained an Accounting degree from Cardiff University of Wales, UK; and was previously with Ernst & Young Chartered Accountants, Kuala Lumpur as an auditor and corporate recovery consultant. Dato' Azwan was also the Chairman of Malaysia Debt Ventures Berhad and Halal Development Corporation Berhad, both are Government linked companies.

Presently, Dato' Azwan manages his own KL-based consulting outfit Progredior Consulting, serving his corporate clients in policy research, strategic communication, stakeholder advocacy and political risk assessment. Dato' Azwan is in the midst of completing his PhD in Halal Economy at Universiti Malaya.

Save for his directorship of the Company and Vsolar Group Berhad, Dato' Azwan does not hold any other directorship in public companies and listed corporations.

Dato' Azwan attended six (6) Board meetings held during the financial period ended 31 March 2026.

TANG BOON KOON
Executive Director

Age 55, Male, Malaysian

Mr. Tang Boon Koon ("Mr. Tang") was appointed as an Executive Director on 4 May 2016. Mr. Tang has more than 30 years of working experience in the Information, Communication & Technology industry, and was an all-rounder from technical, marketing, business development, operation to corporate management.

He has held a number of senior management positions in various public listed companies in Malaysia, Hong Kong and New Zealand.

Prior to joining the Group, Mr. Tang was the Chief Operating Officer of MyKris Limited, a company listed in New Zealand Alternative Exchange (NZAX).

Mr. Tang graduated from Wawasan Open University with a Commonwealth Executive Master of Business Administration (CeMBA) degree and has also obtained Diploma in Electronics and Electrical Engineering from Federal College of Technology.

Save for his directorship of the Company, Permaju Industries Berhad, Pasukhas Group Berhad, Meridian Berhad and PNE PCB Berhad, Mr. Tang does not hold any other directorship in public companies and listed corporations.

On 6 June 2025 and 24 July 2026, Mr. Tang was publicly reprimanded by Bursa Malaysia Securities Berhad ("Bursa Securities") and imposed fines of RM100,000 and RM8,500 respectively for breaches of the Main Market Listing Requirements of Bursa Securities in relation to his directorship in Meridian Berhad.

Mr. Tang attended all seven (7) Board Meetings held during the financial period ended 31 March 2026.

CHEN HUEI PING
Non-Independent Non-Executive Director

Age 33, Male, Malaysian

Mr. Chen Huei Ping ("Mr. Chen") was appointed as an Executive Director on 4 May 2016 and was subsequently re-designated as Non-Independent Non-Executive Director on 21 July 2026. Mr. Chen started his career as a Business Development Executive and was promoted to head the Sales and Marketing department in a Public Listed Manufacturing Company. Subsequently, he joined a Multi-International Manufacturing Company as a Regional Business Development Manager for APAC market in an E&E industry.

Mr. Chen obtained his Degree in Economics and Finance from Singapore Institute of Management University - Royal Melbourne Institute of Technology, Singapore.

Save for his directorship of the Company, Mr. Chen does not hold any other directorship in public companies and listed corporations.

Mr. Chen attended all seven (7) Board Meetings held during the financial period ended 31 March 2026.

PROFILE OF DIRECTORS AND KEY SENIOR MANAGEMENT (CONT'D)

KUNAMONY A/P S.KANDIAH
Senior Independent Non-Executive Director

Age 74, Female, Malaysian

Ms. Kunamony A/P S.Kandiah ("Ms. Kunamony") was appointed as a Senior Independent Non-Executive Director on 6 May 2016. Ms. Kunamony is currently the Chairperson of our Nomination Committee and also a member of our Audit and Risk Management Committee and Remuneration Committee.

Ms. Kunamony is an Advocate & Solicitor of the High Court of Malaya and now a senior partner of Messrs. Mohd Latip & Associates. She has more than 33 years of legal experience. Whilst in legal practice, she attended to various legal matters especially company / corporate, matters, probate, family law. She specialises in matters relating to restructuring of ailing, companies (Public Listed and Private limited companies). She was also Committee Member of the Selangor Bar for State of Selangor for a number of terms. She was appointed as a Panel Member of the Investigating Tribunal Boars and also Vice-President of the Arthritis Foundation, Malaysia and legal advisor to Federation of Reproductive Health Associations, Malaysia (FRHAM).

Ms. Kunamony graduated with a law degree from Buckingham University and pursued professional practice course at the Council of Legal Education and was admitted as an utter Barrister at Law of Middle Temple, England.

Save for her directorship of the Company, Iqzan Holding Berhad, Permaju Industries Berhad, Meridian Berhad, PNE PCB Berhad and Ecobuilt Holdings Berhad, Ms. Kunamony does not hold any other directorship in public companies and listed corporations.

Ms. Kunamony was publicly reprimanded by Bursa Securities and imposed with fines for breaches of the Main Market Listing Requirements of Bursa Securities. The reprimands and fines comprised RM300,000 in relation to her directorship in Iqzan Holding Berhad on 14 February 2025, and RM50,000 in relation to her directorship in Meridian Berhad on 6 June 2025. The RM50,000 fine imposed in relation to Meridian Berhad has been fully paid. The RM300,000 fine imposed in relation to Iqzan Holding Berhad has been stayed, pending the outcome of the judicial review before the Federal Court.

Ms. Kunamony attended all seven (7) Board Meetings held during the financial period ended 31 March 2026.

NG KOK HOK
Independent Non-Executive Director

Age 65, Male, Malaysian

Mr. Ng Kok Hok ("Mr. Ng") was appointed as the Independent Non-Executive Director on 4 June 2021. Mr. Ng is currently the Chairman of our Audit and Risk Management Committee and also a member of our Nomination Committee and Remuneration Committee.

Mr. Ng is a Chartered Accountant of the Malaysian Institute of Accountants, Associate Member of the Chartered Institute of Management Accountants, member of the Chartered Global Management Accountants and Financial Planning Association of Malaysia. Mr. Ng has more than 40 years' experience in finance, treasury and strategic management. Prior to his retirement in May 2021, he was attached to VCPlus Limited (formerly known as Anchor Resources Limited), a Malaysian Company listed on Singapore Stock Exchange as Chief Financial Officer.

Save for his directorship of the Company, Meridian Berhad, SaudeeGold Group Berhad and Joe Holding Berhad, Mr. Ng does not hold any other directorship in public companies and listed corporations.

On 6 June 2025, Mr. Ng was publicly reprimanded by Bursa Securities and fined RM50,000 for breaching the Main Market Listing Requirements of Bursa Securities in relation to his directorship in Meridian Berhad.

Mr. Ng attended all seven (7) Board Meetings held during the financial period ended 31 March 2026.

PROFILE OF DIRECTORS AND KEY SENIOR MANAGEMENT (CONT'D)

Notes to Profile of the Directors

1. ***Family Relationships***
   None of the Directors has any family relationship with any other Director and/or any major shareholder of the Company.

2. ***Conflict of Interest***
   None of the Directors has any personal interest or conflict of interest or potential conflict of interest, including interest in any competing business that the person has in any business arrangement involving the Group.

3. ***Conviction of Offences***
   Save as disclosed above, none of the Directors has been convicted of any offence within the past five (5) years, other than traffic offences (if any) and no public sanctions or penalties were imposed on them by the relevant regularity bodies during the financial period ended 31 March 2026.

KEY SENIOR MANAGEMENT

The Key Senior Management consists of our Executive Director, Mr. Tang Boon Koon. The profiles of our Executive Director is set out in the "Profile of the Directors and Key Senior Management" in this Annual Report.

MANAGEMENT DISCUSSION AND ANALYSIS OF BUSINESS OPERATIONS AND FINANCIAL PERFORMANCE

OVERVIEW OF THE GROUP'S BUSINESS AND OPERATIONS

mTouche Technology Berhad ("mTouche" or the "Company") is an Asia-based telecommunications and media group with operations spanning Malaysia , Indonesia, Thailand, Hong Kong and Vietnam Established in 2002, the Company is listed on the ACE Market of Bursa Malaysia Securities Berhad.

The Group is principally engaged in the provision of mobile value-added services ("Mobile Value-Added Services"), encompassing the development of mobile content, mobile messaging technologies, billing platforms and interactive media solutions. Within this segment, the Group also undertakes research and development of software and the provision of software maintenance and support services, as well as the management of computer data, data processing, data storage, and systems design and analysis. The Mobile Value-Added Services segment remains the Group's primary source of revenue, comprising mainly bulk messaging services, content services and mobile solutions, together with fees generated through its mobile billing platform.

In June 2022, the Company acquired two commercial properties at Troika KLCC, one of the most prestigious addresses in the heart of Kuala Lumpur city centre. This acquisition forms a key part of the Group's long-term strategy to diversify into the healthcare sector, with a particular focus on lifestyle wellness and recovery services.

The global health and wellness industry has undergone significant transformation in recent years, driven by the pandemic and heightened public awareness of preventive healthcare. Malaysia's healthcare and wellness sector has mirrored this trend, recording notable growth in funding, healthcare expenditure and life expectancy. More recently, however, the sector's momentum has moderated amid broader economic headwinds and market recalibration.

The Company had previously commenced renovation works to establish a health and wellness centre (Phase 1), to be followed by a recovery centre (Phase 2). However, in view of the current slowdown in the healthcare and wellness segment and intensifying competition within the recovery services market, the Company has paused these renovation works in order to reassess and refine its proposed offerings.

MANAGEMENT DISCUSSION AND ANALYSIS OF BUSINESS OPERATIONS AND FINANCIAL PERFORMANCE (CONT'D)

YEAR-ON-YEAR FINANCIAL REVIEW

On 30 September 2025, the Board of Directors approved a change in the financial year end of the Company and its subsidiaries from 30 September to 31 March, with a view to enhancing resource planning and improving the management of audit, annual reporting and Annual General Meeting processes going forward. Accordingly, the current financial period under review, ended 31 March 2026 ("FPE 2026"), spans eighteen months from 1 October 2024 to 31 March 2026.

	Audited FYE 2026 RM'000	Audited FYE 2024 RM'000	Variance RM'000	%
Our financial performance				
Revenue	14,992	15,183	-191	-1.3
Gross profit ("**GP**")	3,576	1,980	1,596	80.6
Loss before tax ("**LBT**")	(26,417)	(15,012)	-11,405	-76.0
Loss after tax ("**LAT**")	(27,401)	(15,012)	-12,389	-82.5
GP margin (%)	23.9	13.0		10.9
LBT margin (%)	(176.2)	(98.9)		-77.3
LAT margin (%)	(182.8)	(98.9)		-83.9

Revenue

For FPE 2026, the Group recorded revenue of RM15.0 million, a decrease of RM0.2 million, or approximately 1.3%, from RM15.2 million in FYE 2024. The decline was primarily attributable to lower bulk IT product trading sales at the Group's subsidiary, mTouche International Sdn. Bhd. The Group's core markets, namely Malaysia and Thailand, have reached a mature stage of market penetration and continue to generate stable and consistent revenue.

Gross profit

The Group recorded a GP of RM3.6 million for FPE 2026, an increase of RM1.6 million, or 80.6%, from RM2.0 million in FYE 2024. Notwithstanding the decline in revenue, GP improved on the back of a higher GP margin of 23.9% for FPE 2026 (FYE 2024: 13.0%), mainly attributable to a more favourable revenue mix, with a higher proportion of revenue derived from the Group's higher-margin Mobile Value-Added Services segment following the decline in lower-margin bulk IT product trading sales, together with the Group's ongoing cost optimisation initiatives.

Loss before tax

The Group recorded a LBT of RM26.4 million for FPE 2026, compared to RM15.0 million in FYE 2024, an increase in loss of RM11.4 million, or 76.0%. This was mainly attributable to higher depreciation of RM2.7 million, an increase in impairment loss on other receivables of RM3.0 million, and a loss on derecognition of a subsidiary company of RM4.9 million.

MANAGEMENT DISCUSSION AND ANALYSIS OF BUSINESS OPERATIONS AND FINANCIAL PERFORMANCE (CONT'D)

YEAR-ON-YEAR FINANCIAL REVIEW (CONT'D)

Loss after tax

Consistent with the LBT discussed above, the Group recorded a LAT of RM27.4 million for FPE 2026, an increase of RM12.4 million, or 82.5%, from RM15.0 million in FYE 2024.

	Audited 31 March 2026 RM'000	Audited 30 September 2024 RM'000	Variance RM'000	%
Our financial position				
Non-current assets	30,255	34,437	-4,182	-12.1
Current assets	34,216	62,781	-28,562	-45.5
Non-current liabilities	9,796	11,254	-1,458	-13.0
Current liabilities	5,973	15,662	-9,689	-61.9
Total equity	48,702	70,302	-21,600	-30.7

Assets

Non-current assets, comprising property, plant and equipment, right-of-use assets and intangible assets, decreased from RM34.4 million as at 30 September 2024 to RM30.3 million as at 31 March 2026, a decline of RM4.1 million or 12.1%. This was primarily attributable to depreciation charges of RM4.4 million recognised during the period.

Current assets decreased from RM62.8 million as at 30 September 2024 to RM34.2 million as at 31 March 2026, a decline of RM28.6 million or 45.5%. This was mainly due to a reduction of RM6.8 million in trade and other receivables, in line with the decline in revenue, and a decrease of RM22.0 million in cash and bank balances. Further details are set out in the "Liquidity, Capital Resources and Gearing" section below.

Liabilities

Non-current liabilities, comprising bank borrowings, lease liabilities and defined benefit obligations, decreased from RM11.3 million as at 30 September 2024 to RM9.8 million as at 31 March 2026, a decline of RM1.5 million or 13.0%. This was mainly attributable to the repayment of term loans of RM1.3 million and a reduction in lease liabilities of RM0.4 million during the period.

Current liabilities, comprising mainly trade and other payables, bank borrowings and lease liabilities, decreased by RM9.7 million or 61.9% to RM6.0 million as at 31 March 2026 (30 September 2024: RM15.7 million). The reduction was mainly driven by a decrease in trade and other payables, in line with the decline in revenue.

YEAR-ON-YEAR FINANCIAL REVIEW (CONT'D)

Liquidity, capital resources and gearing (cont'd)

	Audited As at 31 March 2026 RM'000	Audited As at 30 September 2024 RM'000	Variance RM'000	Variance %
Our cash flow from/(used in)				
Operating activities	(15,496)	(270)	(15,226)	(5,639.3)
Investing activities	(3,898)	(5,575)	1,677	30.1
Financing activities	(2,840)	8,144	(10,984)	(134.9)
Net changes in cash and cash equivalents	(22,234)	2,299	(24,533)	(1,067.1)
Effects of exchange rate changes	265	186	79	42.5

Cash and cash equivalents recorded a net decrease of RM22.2 million in FPE 2026, primarily as a result of net cash outflows from operating, investing and financing activities. After taking into account a favourable foreign exchange translation effect of RM0.3 million, total cash and bank balances declined by approximately RM22.0 million during the period, consistent with the decrease in current assets discussed above.

The Group recorded a negative cash flow before working capital changes of RM10.8 million in FPE 2026, principally reflecting the LBT incurred during the period after adjusting for non-cash items. This was compounded by a net cash outflow from working capital movements of RM4.1 million, comprising a decrease in trade and other payables of RM4.8 million, partly offset by a decrease in trade and other receivables of RM0.7 million. After accounting for tax payments of RM0.6 million, the Group recorded a net cash outflow from operating activities of RM15.5 million for FPE 2026.

Net cash used in investing activities amounted to RM3.9 million in FPE 2026, mainly comprising capital expenditure of RM4.7 million on intangible assets, including the Optiva platform software.

Net cash used in financing activities totalled RM2.8 million in FPE 2026, mainly attributable to interest payments of RM1.2 million, term loan repayments of RM0.8 million and lease liability payments of RM0.8 million.

The Group's operations are funded through a combination of internal and external sources. Internal sources comprise mainly shareholders' equity and cash generated from operations, while external sources comprise corporate exercises, bank borrowings and credit terms extended by suppliers, which range from 30 to 120 days.

Taking into account its current cash reserves, bank balances and anticipated operating cash flows, the Management is confident that the Group has sufficient working capital to meet its immediate and foreseeable business requirements. Save as disclosed above, the Group is not aware of any other significant trends or events that could materially affect its operations, performance, financial condition or liquidity.

The Group did not have any capital commitments as at 31 March 2026.

REVIEW OF OPERATING ACTIVITIES

Corporate Exercise

Proposed Capital Reduction

On 13 September 2024, the Company announced the proposal to undertake a reduction of RM203.0 million of the issued share capital of the Company pursuant to Section 117 of the Companies Act 2016 ("Capital Reduction"). The Capital Reduction entailed the reduction of the issued share capital of the Company via cancellation of the Company's issued share capital which was lost and unrepresented by available assets of RM203.0 million. The corresponding credit of RM203.0 million arising from such cancellation was used to set-off against the accumulated losses of the Company while the remaining balance, if any, was credited to the retained earnings of the Company.

MANAGEMENT DISCUSSION AND ANALYSIS OF BUSINESS OPERATIONS AND FINANCIAL PERFORMANCE (CONT'D)

REVIEW OF OPERATING ACTIVITIES (CONT'D)

Corporate Exercise (cont'd)

The Capital Reduction enabled the Company to reduce its accumulated losses via cancellation of the share capital which was lost and unrepresented by the available assets of the Company. In addition, the reduction of accumulated losses was expected to enhance the credibility of the Company with the bankers, customers, suppliers, investors and other stakeholders.

The Capital Reduction was duly passed as a Special Resolution by way of poll at the Extraordinary General Meeting of the Company held on 1 November 2024 and subsequently, the Company had on 3 January 2025 received a notice dated 3 January 2025 issued by the Registrar of Companies confirming that on 24 December 2024, all requirements with respect to the Capital Reduction as stated in the special resolution dated 1 November 2024 have been complied with. Accordingly, the Capital Reduction took effect on 3 January 2025.

Rights Issue

The Company had on 5 February 2021 announced rights issue with free warrants exercise ("Rights Issue II"). The proposal was approved by shareholders at our Extraordinary General Meeting on 2 April 2021. Pursuant to this, the Company had on 10 June 2021 issued 794,323,417 new ordinary shares at an issue price of RM0.10 per share and 397,161,708 Warrants D. The proceeds of RM79.4 million from the Rights Issue II will be utilised in the following manner:-

- expansion of the distribution and sales of test kits business;
- funding for the wellness business;
- working capital; and
- estimated expenses for the Rights Issue II.

On 30 May 2024, the Company resolved to extend the time frame for the utilisation of the proceeds for another twelve months period from 3 June 2024 to 2 June 2025. Meanwhile, the Warrants D of the Company had expired on 2 June 2024.

On 27 May 2025, the Company resolved to further extend the utilisation period by a further twelve months, from 2 June 2025 to 2 June 2026, to provide additional time to utilise the remaining proceeds.

On 7 August 2025, the Board approved a variation in the utilisation of proceeds, reallocating RM18.0 million from funding for the wellness business to working capital in support of the Group's core IT and telecommunications-related products and services. This reduced the funding allocated to the wellness business from RM56.0 million to RM38.0 million.

On 29 May 2026, the Company resolved to further extend the utilisation period by a further twelve months, from 2 June 2026 to 2 June 2027.

Further details on the utilisation of proceeds from the Group's corporate exercises are set out under Additional Disclosure Requirements on page 33 of this Annual Report.

Investment in Subsidiary

On 28 February 2025, the Company further subscribed for 190,000 ordinary shares in mTouche (Thailand) Co. Ltd., representing 63.33% of its enlarged issued and paid-up share capital, for a total consideration of THB19,000,000 (equivalent to approximately RM2.6 million).

RISK PROFILES

We highlight below the key anticipated or known risks that our Group is exposed to that may have a material effect on our operations, performance, financial condition and liquidity. Our plans and strategies to mitigate these risks, if any, have also been disclosed below:-

REVIEW OF OPERATING ACTIVITIES (CONT'D)

a) Business risks

Our Group is principally involved in the provision of Mobile Value-Added Services. It is subject to the risks inherent to the information technology and telecommunications industries. These include, amongst others, changes in telecommunication infrastructure, changes in laws and regulations applicable to the telecommunication business, availability of skilled personnel, introduction of new technological products and services as well as slowdown in growth in certain segments of the telecommunication industry in countries that we operate in. There can be no assurance that any material changes to these factors will not have a material adverse effect on the business operations of our Group.

Nevertheless, our Group has been taking effective measures to mitigate the aforementioned risks such as prudent financial management and efficient operating procedures. Further, we constantly keep abreast of economic and regulatory changes relating to our business.

b) Foreign exchange risks

Our business operations are in Malaysia, Thailand, Indonesia, Vietnam and Hong Kong , this will expose us to foreign exchange risks in the event of repatriation of profits from other countries back to Malaysia. There is no assurance that any foreign exchange fluctuation will not have an adverse impact on our earnings.

Although we do not actively hedge our Group's foreign currency exposure, we will continue to assess the need to utilise financial instruments to hedge our currency exposure, taking into consideration factors such as foreign currency, exposure period and transaction costs.

c) Rapid technological changes / product changes

Our Group operates in a technological landscape characterised by rapid advancement, and the development of technological products is a complex and uncertain process. As mobile data becomes cheaper, messaging applications are likely to be used more widely since it can support bigger content and more features as compared to conventional SMS. Our Group may experience design, marketing, operational difficulties that could delay or prevent the development of the product or may not be able to successfully commercialise the new products developed.

Our Group's performance is dependent on our ability to continuously innovate and upgrade its systems, software and infrastructure to ensure that our services remain relevant in the current technological landscape. This in turn, would allow our Group to compete effectively against other service providers moving forward.

Our Company seeks to limit these risks through our continuous investment in research and development activities in order to remain technologically relevant and meet market's expectations.

d) Business diversification risks

The diversification may expose our Group to risks inherent to the healthcare industry, in which our Group has not been participating in the past. These may include, amongst others, general economic downturn in the global and regional economies, competition from existing players, socio-political instability, changes in the legal and environmental framework within which the healthcare industry operates and changes in demand of healthcare products/services.

Our Group will seek to limit these risks through, inter alia, leveraging on the leadership and business development experiences of Mr Tang Boon Koon who will lead the Healthcare and Wellness Business as well as to hire and set up the marketing and operations team with relevant skillset to our Group in the new business.

e) Credit risks

We are exposed to credit risk due to slowdown in the collection of payments. The Group evaluated the likelihood and the severity and concluded that the Group would not be significantly affected by the expected credit loss of financial assets.

MANAGEMENT DISCUSSION AND ANALYSIS OF BUSINESS OPERATIONS AND FINANCIAL PERFORMANCE (CONT'D)

REVIEW OF OPERATING ACTIVITIES (CONT'D)

f) Competition risks

The Group's revenue and profitability are exposed to the risk of uncertainty arising from global and local economic conditions. Furthermore, we continue to face competition from existing and new competitors who may be capable of offering similar services and products. Whilst we strive to remain competitive, there can be no assurance that any changes in the competitive environment would not have any material and adverse impact on our business and financial performance.

Nevertheless, our Group strives to maintain our competitive edge by ensuring the quality of our products through stringent quality assurance procedures. We also continuously place importance on improving our products by investing in market research and product development activities.

FORWARD-LOOKING STATEMENT

From a macroeconomic perspective, Malaysia's economy expanded by 5.2% in 2025, exceeding Bank Negara Malaysia's ("BNM") earlier forecast range of 4.0% to 4.8%, supported by resilient domestic demand and continued investment momentum. For 2026, BNM projects growth of between 4.0% and 5.0%, while the International Monetary Fund ("IMF") has raised its forecast for Malaysia's real GDP growth to 4.7% for 2026 and 4.3% for 2027.

(Source: *https://www.bnm.gov.my/publications/emr2025/ch2*)
(Source: *https://www.imf.org/en/countries/mys*)

Thailand's economy, by comparison, is expected to grow at a more moderate pace, with the Thai Ministry of Finance projecting GDP growth of 2.0% for 2026 (2025: 2.2%) amid weaker exports, softer consumption and a moderating tourism recovery, the IMF's corresponding forecasts are 1.6% for 2026.

(Source: *https://www.nationthailand.com/business/economy/40061764*)
(Source: *https://www.imf.org/en/news/articles/2025/11/13/pr25367-thailand-imf-staff-completes-2025-article-iv-mission*)

These growth prospects remain subject to a number of external headwinds, including elevated global trade tariffs and the broader fallout from the conflict involving Israel, the United States and Iran that erupted in February 2026. The disruption to, and subsequent reopening of, the Strait of Hormuz contributed to a surge in global oil prices, with consequential effects on input costs, consumer spending and business sentiment across the Group's key operating markets, including Malaysia and Thailand.

The Board will continue to closely monitor these macroeconomic and geopolitical developments and their potential impact on the Group's businesses, including demand for its Mobile Value-Added Services and OTT content offerings, and will adjust the Group's strategies accordingly.

The Group's core Mobile Value-Added Services segment continues to operate in mature markets, particularly Malaysia and Thailand, where stable market penetration has been achieved. Going forward, the Group will continue to focus on operational efficiency and cost management within this segment, while exploring opportunities to grow its IT and telecommunications-related products and services, supported in part by the reallocation of proceeds from the Rights Issue II towards working capital for this purpose.

In relation to the Group's diversification into the healthcare and wellness sector at Troika KLCC, the Board will continue to monitor market conditions and reassess the timing and scope of the proposed health and wellness hub, including the renovation works for Troika Unit 2-1, before recommencing development. In the interim, the Group will continue to retain its existing fitness business and the rental income generated from Troika Unit 2-2.

Notwithstanding the above, the Group's prospects remain subject to broader macroeconomic conditions and competitive pressures within the markets in which it operates. The Board will continue to exercise prudence in managing the Group's resources and will provide further updates as material developments arise.

MANAGEMENT DISCUSSION AND ANALYSIS OF BUSINESS OPERATIONS AND FINANCIAL PERFORMANCE (CONT'D)

REVIEW OF OPERATING ACTIVITIES (CONT'D)

DIVIDENDS

The Group's ongoing efforts to strengthen its business operations are expected to deliver positive results in the long term. As such, it is essential for the Group to preserve funds for future expenditures and maintain a strong financial buffer to weather potential challenges, particularly given the rising market pressures and economic slowdown. After careful consideration, the Board has decided not to propose any dividend payment for FPE 2026.

The Board recognises the importance of dividends to our shareholders and values their continued support. It is the Board's firm intention to resume dividend payments at the earliest feasible opportunity. Once the Group achieves a more stable and comfortable financial position, with improved cash flow and operational performance, the Board will review the situation and take the necessary steps to resume dividend distributions. The Group remains committed to striking a balance between rewarding shareholders and ensuring long-term financial health and sustainability.

CORPORATE GOVERNANCE OVERVIEW STATEMENT

The Board of Directors ("the Board") of mTouche Technology Berhad ("mTouche" or "the Company") recognise that good corporate governance ("CG") is essential in directing and managing the business and affairs of the Company to deliver its strategy and maximise shareholder value while taking into consideration the stakeholders' interest. The Board is committed to upholding high standards of integrity and transparency in its governance and ensuring CG practices are implemented and maintained throughout the Company and its subsidiaries ("the Group").

The Board is pleased to present an overview of the application of the principles and recommended CG practices as set out in the Malaysian Code on Corporate Governance 2021 issued by the Securities Commission of Malaysia ("MCCG 2021") during the financial period ended 31 March 2026 ("FPE2026") to shareholders and investors.

This Statement is prepared in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Listing Requirements") and this is to be read together with the Corporate Governance Report ("CG Report") of the Company which is available on the Company's website at www.mtouche.com. The CG Report provides the explanations on how the Group applied each Practice set out in the MCCG 2021 during FPE2026.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS

Part I - Board Responsibilities

1. Board's leadership and effectiveness

1.1 Roles and responsibilities of the Board

The Board is responsible for the stewardship of the Company's business and affairs with a view to enhance long term shareholders value as well as investor interest while taking into account the interests of other stakeholders and maintaining high standards of transparency, accountability and integrity. The Board is also responsible for ensuring that the Management maintains an effective system of governance and internal controls, which should provide assurance of effective and efficient operations, internal controls and compliance with the relevant laws and regulations.

The Board determines the Group's strategic objectives and ensures that required resources are in place for the Group to meet its objectives and to guide the Group on its short and long-term goals, providing advice, stewardship and directions on the management and business development of the Group. The Board is guided by its Board Charter and its responsibilities are included in the Board Charter which is available on the Company's website at https://www.mtouche.com. The Board also sets the Group's values and standards and ensures that its obligations to the shareholders and other stakeholders are understood and fulfilled.

To enhance accountability, the Board has established clear functions reserved for the Board and those delegated to Management. There is a formal schedule of matters reserved to the Board for its deliberation and decision to ensure the direction and control of the Company are in its hands. The role of Management is to support the Executive Directors and implement the running of the general operations and business of the Company, in accordance with the delegated authority of the Board.

The Independent Non-Executive Directors ("INEDs") are persons of calibre and credibility with the ability to exercise independent judgment in the Board without fear or favour. Their roles are to constructively challenge Management and monitor the success of Management in delivering the approved targets and business plans within the risk appetite set by the Board. They have free and open contact with Management at all levels, and they engage with the external and internal auditors to address matters concerning Management and oversight of the Company's business and operations.

Key matters reserved for the Board's approval include the annual business plan and budget, capital management and investment policies, authority limits/levels, risk management policies, declaration of dividends, business continuity plan, issuance of new securities, business restructuring, expenditure above a certain limit, material acquisitions and disposals of assets.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

Part I - Board Responsibilities (cont'd)

1. Board's leadership and effectiveness (cont'd)

1.1 Roles and responsibilities of the Board (cont'd)

In furtherance of the above and to ensure orderly and effective discharge of its functions and responsibilities, the Board delegates and confers some of the Board's authorities and discretion on the Executive Directors ("EDs") as well as on properly constituted Board Committees comprising exclusively of Non-Executive Directors ("NEDs") which operate within defined terms and reference. The Board Committees consist of Audit and Risk Management Committee ("ARMC"), Nomination Committee ("NC") and Remuneration Committee ("RC").

These Board Committees are oversighted by the Board and the power delegated to the respective Board Committees are clearly set out in the Terms of Reference of each of the committees which are available on the Company's website.

These Board Committees assist the Board in making informed decisions through focused and in-depth deliberations on issues within their respective purview. The Chairman of the relevant Board Committees report to the Board on key issues deliberated, matters considered and their recommendation thereon. The final decision on all matters, however, lies with the Board after considering recommendations by the Board Committees except to the extent that certain matters are delegated by the Board to the said Board Committees.

During FPE2026, the Board, has leveraged on technology to broaden its channel of dissemination of information and to enhance the quality of engagement with the shareholders as part of its continuous efforts in enhancing corporate governance.

1.2 Chairman

The Chairman of the Company leads and manages the Board with a keen focus on strategy, governance and compliance and act as facilitator at Board meetings to ensure the effective contributions by NEDs are forthcoming on matters being deliberated and that the Board are constructively challenge and contributes to the development of strategy.

The Chairman is responsible to ensure the Board decisions taken are in the Company's best interests and fairly reflect the Board's consensus. He chairs the meetings of the Board and the shareholders, and thus ensuring effective communication with the shareholders and relevant stakeholders.

1.3 Separation of roles between the chairman and the executive directors

The Chairman of the Company is an INED. There is a distinct division of roles and responsibilities of the Chairman and the EDs to ensure that there is a continuance balance of power and authority and to maintain effective supervision and accountability of the Board and the Management.

Dato' Khairul Azwan bin Harun was appointed as the Independent Non-Executive Chairman of the Company on 13 January 2022. Whilst during the financial year under review, the EDs were Mr Tang Boon Koon and Mr Chen Huei Ping, who have the overall responsibilities over the Group's operating units, organisational effectiveness and implementation of Board policies and decisions.

The Chairman is primarily responsible for matters pertaining to the Board and the overall conduct of the Group and is committed to monitor good CG practices in the Company.

The EDs take on the primary responsibility of managing the Group's businesses and resources as well as overseeing and managing the day-to-day operations of the Group which include providing the vision and strategic direction of the Group, formulating and implementing appropriate corporate strategies, and assessing potential business opportunities.

All decisions of the Board are made unanimously or to be consensus. To ensure balance of power and authority on the Board, half of the Board members are Independent Directors. The Board is satisfied and assured that no individual or group of Directors has unfettered powers of decision that could create a potential conflict of interest.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

Part I - Board Responsibilities (cont'd)

1. Board's leadership and effectiveness (cont'd)

1.4 Support of company secretaries

The Company Secretaries of the Company are a member of the Malaysian Institute of Chartered Secretaries and Administrators ("MAICSA") and are qualified to act as Company Secretary under Section 235(2) of the Companies Act 2016 ("Act"). The Company Secretaries act as CG counsel and facilitate overall compliance with the relevant requirements, codes or guidance and legislations within the Board, Board Committees and Management.

The Board has direct access to the professional advice and services of the Company Secretaries when performing their duties and discharging their responsibilities. The Company Secretary attends all meetings of the Board and Board Committees whenever necessary and guides the Directors on the requirements encapsulated in the Company's Constitution and legislative promulgations such as the Act, Listing Requirements, MCCG 2021 and ensure the deliberations at the meetings are recorded and the minutes circulated in a timely manner.

1.5 Supply of information

The Board meets at least four (4) times a year, with additional meetings convened on ad-hoc basis as and when decisions on urgent matters are required between scheduled meetings. The meetings of the Board and Board Committees are scheduled in advance and is circulated to allow Directors to plan ahead. To ensure the Board receives information on a timely manner, the Board papers for meetings will be circulated to the Board prior to the meeting. This provides the Directors with sufficient time to evaluate reports and proposals if necessary, request additional information to enable the Board to make informed and effective decisions.

NEDs are kept updated on the Group's activities and operations by the ED on a regular basis and all Directors have unrestricted access to Senior Management on issues under their respective purview and the right of access to all reports on the Group's activities, both financial and operational, and interact directly with Management or request further explanation, information or updates on any aspect of the Company's operations or business concern from them and the service and advice of suitable qualified Company Secretaries in order to enhance their knowledge in respect of the Group's businesses as well as better awareness of the risks associated with the Group's operations.

There are no restrictions for Directors, individually or collectively, to obtain independent professional advice if necessary, at the Group's expense to enable them to discharge their duties and responsibilities in relation to the matters being deliberated, where necessary.

The Company Secretary is entrusted to record the Board's deliberations, in terms of issues discussed, ensures that the deliberations at Board and Board Committee meetings are well documented, and subsequently communicated to Management for appropriate actions. The minutes of the previous Board and Board Committee meetings are distributed to the Directors/ Committee prior to the meeting for their perusal before confirmation of the minutes at the commencement of the following Board/Committees' meeting. The Directors may comment or request clarification before the minutes are tabled for confirmation as a correct record of the proceedings of the meeting. Management provides Directors with complete and timely information prior to meetings and on-going basis to enable them to make informed decisions.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

Part I - Board Responsibilities (cont'd)

2. Demarcation of responsibilities

2.1 Board Charter

The Board has formally adopted a Board Charter which sets out the Board's strategic intent and outlines a clear roles and responsibilities of the Board for the discharge of the Board's fiduciary and leadership functions. The Board Charter provides guidance for Directors and Management regarding the responsibilities of the Board, Board Chairman, Board Committees, Individual Directors, including NED, Independent Directors, Senior INED as well as the requirements of Directors in carrying out their stewardship role and in discharging their duties towards the Company as well as boardroom activities.

The Board Charter would be periodically reviewed and updated in order to be aligned with current circumstances, the Company's policies and applicable rules and regulations and the Board Charter was last reviewed and adopted on 24 July 2026. More information on the Board Charter can be found on the Company's website.

3. Promoting good business conduct and corporate structure

3.1 Code of Ethics and Conduct

The Board has formalised the Code of Ethics for Directors and Code of Conduct for Officers and Employees ("Code of Ethics and Conduct") which reflects the Group's vision and core values of integrity, respect and trust. The core areas concerned include the following:

- Compliance with Circulars, Guidelines and Policies
- Ensuring Information Confidentiality
- Ensuring Fair and Equitable Treatment
- Commitment to the Group, Quality and Competence
- Reporting Internal Fraud, Theft or Illegal Activities
- Conflict of Interest
- Misuse of Position and Information
- Fraudulent Records and transactions
- Unethical and Negligent Conduct

The Board adhered strictly to the Code of Ethics and Conduct for Company Directors in discharging its oversight role effectively. The Code of Ethics and Conduct requires all Directors to observe high ethical business standards, and to apply these values to all aspects of the Group's business and professional practice and to act in good faith in the best interests of the Group and its shareholders. The Code of Ethics and Conduct for the Company Directors, Officers and Employees are incorporated in the Board Charter, which is available on the Company's website at https://www.mtouche.com.

In addition, all employees are encouraged to report genuine concerns about unethical behaviour or malpractices. to Department Head/ED, and all violations will be investigated by the Board or by persons designated by the Board, and appropriate action will be taken by the Company in the event of the said violations. If for any reason, it is believed that this is not possible or appropriate, then the concern should be reported to the ARMC Chairman of the Company. The Code of Ethics and Conduct is reviewed and updated from time to time by the Board to ensure that it continues to remain relevant and appropriate.

3.2 Whistleblowing Policy

The Board recognises the importance of whistleblowing and is committed to maintaining the highest standards of ethical conduct within the Group. In line with this commitment, the Board has formalised a Whistleblowing Policy for the Group.

As prescribed in the said policy, the Whistleblowing Policy outlines the avenues for all employees or any external party to raise genuine concerns about possible improprieties in matters of financial reporting, compliance and other malpractices at the earliest opportunity, or disclose in good faith any improper conduct within the Group and to enable prompt corrective actions and measures to resolve them effectively.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

Part I - Board Responsibilities (cont'd)

3. Promoting good business conduct and corporate structure (cont'd)

3.2 Whistleblowing Policy (cont'd)

Any employee who has reasonable belief and in good faith that there is serious malpractice relating to the matter disclosed exists in the workplace, may direct such complaint and report to the line manager or the Chairman of the ARMC, either through formal or informal channels, in a safe and confidential manner. The Board will assure that employees' and third parties' identities will be kept confidential and that the whistle-blowers will not be at risk to any form of victimisation or retaliation from their superiors or any member of Management provided that their reporting is in good faith.

The Whistleblowing Policy formed part of the Board Charter and can be viewed on the Company's website at https://www.mtouche.com.

3.3 Anti-Bribery and Anti-Corruption Policies ("ABAC Polices")

The Board had formally adopted the ABAC Polices to incorporate the policies and procedures on anti-corruption as guided by the "Guidelines on Adequate Procedures" issued by the Prime Minister's Department to promote better governance culture and ethical behavior within the Group and to prevent the occurrence of corrupt practices in accordance with the new Section 17A of the Malaysian Anti-Corruption Commission Act 2018 on corporate liability for corruption which came into force on 1 June 2020 and to include the corruption risks in the annual risk assessment of the Group. A copy of the ABAC Polices is made available on the Company's website at https://www.mtouche.com.

The ABAC Polices would be periodically reviewed and updated in order to be aligned with current applicable rules and regulations**.** More information on the ABAC can be found on the Company's website

3.4 Director's Fit and Proper Policy

The Board had on 1 July 2022 approved and adopted the Directors' Fit and Proper Policy which outlined the fit and proper criteria for the appointment and re-appointment of Directors on the Board of the Company.

The said policy is devised to ensure that each of Directors has the character, experience, integrity, competence and capability, financial soundness and time to effectively discharge his/her role as a Director of the Company and its subsidiary. A copy of the Directors' Fit and Proper Policy is made available on the Company's website at https://www.mtouche.com.

Part II - Board Composition

4. Strengthen board's objectivity

4.1 Board composition and size

The Board comprises one (1) Independent Non-Executive Chairman, two (2) INEDs, one (1) ED and one (1) Non-Independent Non-Executive Director. The present composition of the Board is in compliance with Rule 15.02 of the Listing Requirements and MCCG 2021 as more than half of its members are Independent Directors, which can provide a check and balance in the functioning of the Board and enhance its effectiveness.

The Board composition and size are periodically assessed by the Board through the NC for appropriateness to meet the current and future needs of the Company. The Independent Directors who constitute more than one-third of the composition of the Board, provide a check and balance in the functioning of the Board and enhance its effectiveness.

The Group is led by an experienced and diversified Board, which comprises professionals from various fields to bring together a balance of skills, mix of experience and expertise in area relevant to enhance the growth of Group's business. The Board collectively bring with their wide and varied technical, legal, financial, and corporate experience to enable the Board to lead and control the Group effectively.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)
Part II - Board Responsibilities (cont'd)
4. Strengthen board's objectivity (cont'd)
4.2 Tenure of independent director

The Board is mindful of the recommendations under the MCCG 2021 relating to the tenure of Independent Directors. Ms. Kunamony a/p S.Kandiah has served as an Independent Non-Executive Director of the Company for a cumulative term exceeding nine (9) years.

4.3 Policy of independent director's tenure

The Board has adopted a policy which limits the tenure of its Independent Directors up to nine (9) years. An Independent Director should not exceed a cumulative term of nine (9) years and upon completion of the nine (9) years, an Independent Director may continue to serve on the Board subject to the re-designation of the director as a Non-Independent Director. If the Board intends to retain the Independent Director after nine (9) years, the Board will provide justification and seek shareholders' approval at the Annual General Meeting ("AGM") through a two-tier voting process in accordance with the MCCG.

The NC carries out the evaluation of independence of each independent director annually. The independence of Directors is assessed based on the criteria prescribed under the AMLR, which required that an Independent Director must be independent and free from any business or other relationship that could interfere with the exercise of independent judgement or the ability to act in the best interests of the Company. In addition to complying with the criteria set out under the AMLR, the Independent Directors have also declared that they will continue to bring independent and objective judgement to the Board during the review of Directors' independence as part of the annual assessment carried out by the NC.

The Board, through the NC, having undertaken a rigorous assessment of Ms. Kunamony A/P S.Kandiah's independence, character, integrity, experience and contributions to the Board, the NC and the Board are satisfied that she continues to exercise independent judgement and act in the best interests of the Company.

Accordingly, the Board recommends that Ms. Kunamony A/P S.Kandiah be retained as an Independent Non-Executive Director. In line with Practice 5.3 of the MCCG 2021, the proposed retention of Ms. Kunamony A/P S.Kandiah as an Independent Director will be subject to shareholders' approval through a two-tier voting process at the forthcoming AGM.

4.4 Diverse board and senior management team

The Board acknowledges the importance of diverse Board and Senior Management. In fostering diversity, the Board has established Board Diversity Policy as set out in the Board Charter of the Company and is of the view that, while it is important to promote boardroom diversity in terms of gender, age and ethnicity, the normal selection criteria based on an effective blend of competencies, skills, extensive experience and knowledge to strengthen the Board should remain a priority.

The Policy articulates the diversity attributes and needs of the Board and the approach it would take to address such needs and in the process strengthen its composition. The Policy plays an integral role in the selection of candidates for Board membership. Whilst the Board recognises and embraces the benefits of diversity, the Board believes in providing equal opportunities to all based on merit as well as complementing and expanding the skills, knowledge and experience of the Board as a whole.

As for the Senior Management, the Board is committed to provide fair and equal opportunities and nurturing diversity at all levels within the Group. In this respect, all persons, regardless of age, gender, ethnicity, cultural background or other personal factors, with the appropriate experience and qualifications will be considered equally during recruitment and promotion, remuneration and training. The Board is also committed to workplace diversity ensuring that we value and respect our differences and that our workplace is fair, accessible, flexible and inclusive and free from discrimination.

Diversity of the Board's composition is important to facilitate optimal decision-making by harnessing different insights and perspectives.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)
Part II - Board Responsibilities (cont'd)
4. Strengthen board's objectivity (cont'd)
4.5 Gender diversity (cont'd)

The Board acknowledges the importance of boardroom diversity and takes cognisance of the recommendation of the MCCG 2021 to have female directors. The Board had established a Boardroom Diversity Policy as set out in the Board Charter of the Company, which is available on the corporate website.

The Board currently has one (1) female director, namely Ms. Kunamony A/P S.Kandiah. The Board opined that gender should not be the basis of evaluation and given the current state of the Group's business and lifecycle, it is more important to have the right mix of skills, knowledge, experience and expertise on the Board rather than to attaining the threshold as stipulated in MCCG 2021.

The NC evaluates and matches the criteria of the candidate, and will consider diversity, including gender, where appropriate, and recommends to the Board for appointment. In its effort to promote boardroom diversity, the NC has taken various steps to ensure that women candidates are sought from various sources as part of its recruitment exercise.

Nevertheless, the Board supports the initiative to include woman representation on the Board to achieve a more gender diversified Board, henceforth, the Board is on the look for potential women Directors and shall appoint additional women Directors as and when vacancies arise and suitable candidates are identified. No timeframe has been set for the search concerned.

The current diversity of the Board is as follows:

Gender	No. of directors
Male	4
Female	1

Age	No. of directors
20 - 39 years	1
40 - 59 years	2
60 years and above	2

Ethnicity	No. of directors
Bumiputera	1
Chinese	3
Other	1

4.6 Identification of new candidates for appointment of directors

The Board has entrusted the NC with the responsibility to identify and recommend suitable candidates for Board membership and assessing the performance of the Directors and Senior Management staff on an on-going basis.

The Board sets out expectations on the character, knowledge, experience, integrity, competence and time commitment for its members and protocols based on the 'Fit and Proper' Standards/Criteria for Directors and Senior Management staff when assessing new appointments and the Board will have the ultimate responsibility and final decision on any new appointment. This process shall ensure that the Board membership accurately reflects the long-term strategic direction and needs of the Company while it determines the skills matrix needed to support strategic direction and needs of the Company.

Where necessary, the NC may engage external independent advisors at the Group's expense on the recruitment of suitable candidates as board member to enable them to discharge their duties proficiently.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

Part II - Board Responsibilities (cont'd)

4. Strengthen board's objectivity (cont'd)

4.7 NC

The NC was established by the Board on 14 February 2007 and the current NC comprises wholly INEDs and led by Ms. Kunamony A/P S.Kandiah, a Senior INED.

The NC is primarily empowered by its terms of reference in carrying out the following functions amongst others, is to:

- Reviewing, recommending and considering candidates to the Board and committees of the Board;
- Assessing the effectiveness of the Board as a whole, the committees of the Board and the contribution of each individual Directors on an on-going basis; and
- Assessing the balance of the Board membership and determining the core competencies and skills required for the Board.

The NC met once during the year under review with full attendance of its members. Summary of the key activities undertaken by the NC in discharging its duties during FPE2026 are set out below:

- Reviewed the size, structure and composition of the Board and the Board Committees;
- Assessed and reviewed the effectiveness of the Board as a whole, the Committees of the Board and the contribution of each individual Directors;
- Assessed and reviewed the Independence of INEDs;
- Assessed and reviewed the performance of the EDs;
- Assessed and reviewed the performance of AC and members of the AC;
- Assessed the financial literacy of the AC and each of its members;
- Recommended the re-election of the Directors who are due for retirement by rotation at the 20th AGM; and
- Recommended suitable educational and training programmes for continuous development of the directors.

The NC had undertaken a review and assessment of the level of independence of the Independent Directors during the FPE2026 based on the independence criteria as defined in the Listing Requirements and is satisfied that they are able to discharge their responsibilities in an independent manner. The Independent Directors have also declared their independence to the Board and Management of the Group at a Board Meeting during the year.

The NC was satisfied that the Board has the right size and the Board composition is well balanced having considered the appropriate mix of skills, experience, strength and independence and the diversity required to meet the current and future needs of the Company.

The Group recognises that effective succession planning is integral to the delivery of its strategic plans. It is essential to ensure a continuous level of quality in key management, in avoiding instability by helping mitigate the risks which may be associated with any unforeseen events, such as the departure of a key individual, and in promoting diversity.

4.8 Re-election of Retiring Directors

In accordance with the Company's Constitution, one third (1/3) of the Directors (with the exception of the Alternate Director) are subject to retirement by rotation annually and all Directors shall retire from office once at least every three (3) years.

The Directors to retire each year are the Directors who have been longest in office since their last appointment on re-election. The Directors appointed during the financial year are subject to retirement at the next AGM held following their appointments in accordance with the Company's Constitution. All retiring Directors are eligible for re-election.

Pursuant to Regulation 97 of the Constitution of the Company, Ms. Kunamony A/P S.Kandiah and Mr. Chen Huei Ping are subject to retirement by rotation at the forthcoming 21st AGM and they have expressed their willingness to seek for re-election at the 21st AGM.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

Part II - Board Responsibilities (cont'd)

5. Board effectiveness

5.1 Board assessment

The Board (via the NC) undertakes annual evaluation to determine the effectiveness of the Board. The Board evaluation comprises a Board Assessment, Board Committees' Assessment, an Individual Assessment and an Assessment of Independence of Independent Directors and the financial literacy test of the AC Members.

The assessment of the Board is based on specific criteria, covering areas such as the Board structure, Board operations, roles and responsibilities of the Board, the Board Committee and the Chairman's role and responsibilities. Criteria used in these assessments are guided by the Corporate Governance Guide issued by Bursa Malaysia Securities Berhad ("Bursa Securities"). This assessment which is done annually is facilitated by the Company Secretaries and conducted on a peer and self-evaluation basis through questionnaires circulated to the Directors.

All Board members completed the assessment questionnaires on a confidential basis and the results of the evaluations are collated and a summary of the findings is submitted to the NC for deliberations and subsequently escalated to the Board for consideration on the key issues arising thereon, if any.

Based on the evaluation carried out for the FPE2026, the NC was satisfied with the existing Board composition and concluded that each Director has the requisite competence to serve on the Board and has sufficiently demonstrated his/her commitment to the Company in terms of time and participation during the year under review, and recommended to the Board the re-election of retiring Directors at the Company's forthcoming AGM. All assessments and evaluations carried by the NC in discharge of its functions were properly documented.

The Board is satisfied with the level of time commitment given by the Directors towards fulfilling their roles and responsibilities as Directors of the Company. This is evidenced by the attendance record of the Directors at Board of Directors and Board Committee meetings during the financial year under review, as set out in the table below:

Composition and meeting attendance held in the FPE2026

Directors	Designation	No. of meetings attended					
		Board	ARMC	NC	RC	AGM	EGM
Dato' Khairul Azwan bin Harun	Independent Non-Executive Director/ Chairman	6/7	6/7	1/1	1/1	1/1	1/1
Kunamony A/P S.Kandiah	Senior Independent Non-Executive Director	7/7	7/7	1/1	1/1	1/1	1/1
Ng Kok Hok	Independent Non-Executive Director	7/7	7/7	1/1	1/1	1/1	1/1
Tang Boon Koon	Executive Director	7/7	-	-	-	1/1	1/1
Chen Huei Ping	*Executive Director	7/7	-	-	-	1/1	1/1

* Mr. Chen Huei Ping was re-designated as Non-Independent Non-Executive Director of the Company with effect from 21 July 2026.

Each of the present members of the Board have complied with the Listing Requirements of not holding more than five (5) directorships in public listed companies and the Board is satisfied that the current number of other directorships held by the Directors does not impair their ability in discharging their responsibilities to the Company.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

Part II - Board Responsibilities (cont'd)

5. Board effectiveness (cont'd)

5.1 Board assessment (cont'd)

There were also briefings by the External Auditors, Internal Auditors and the Company Secretary on the relevant updates on statutory and regulatory requirements from time to time during the Board meetings. All Directors have attended and completed both Mandatory Accreditation Programme I and II as prescribed by Bursa Securities, training and seminar programme covering the topics on finance, governance, corporate and global business and industry developments, which they have individually or collectively considered vital in keeping abreast with changes in laws and regulation, business environment, and CG development.

Details of the internal or external training programmes, seminars and/or conferences attended by the Directors at the end of FYE2026 were as follows:

Directors	Training Programmes/Seminars/Conferences
Dato' Khairul Azwan bin Harun	• Implementation of Section 17A of the MACC Act: Corporate Liability
Kunamony A/P S.Kandiah	• Preview of the Aspiring Directors Immersion Programme
Ng Kok Hok	• Bursa Malaysia's Building Sustainable Credibility: Assurance, Greenwashing and the Rise of Green-Hushing • ISSB: Applying the IFRS sustainability disclosure standard • Boardroom Insights 2025: Navigating Governance, Risk and Strategic Foresight • Leading for Longevity : The Board's Role in Driving Innovation • Reverse Governance: What if the Algorithm Assesses the Board
Tang Boon Koon	• Preview of the Aspiring Directors Immersion Programme
Chen Huei Ping	• Preview of the Aspiring Directors Immersion Programme

The Company will continue to identify suitable training for the Directors to equip and update themselves with the necessary knowledge in discharging their duties and responsibilities as Directors.

The Directors are encouraged to attend briefing, conferences, forums, trade fairs (locally and internationally), seminars and training to keep abreast with the latest developments in the industry and to enhance their skills and knowledge.

Part III- Remuneration

6. Level and composition of remuneration

6.1 Remuneration policy

The Board has adopted a Remuneration Policy to support the Directors and key senior management in carrying out their responsibilities and fiduciary duties in steering the Group to achieve its long-term goals and enhance shareholders' value. The Board's objective in this respect is to offer a competitive remuneration package in order to attract, motivate and retain persons of high calibre who will manage and drive the Company's success. The details of the Group's remuneration policies are included in the Board Charter available on the Group's website.

Dato' Khairul Azwan bin Harun, Independent Non-Executive Director, is the Chairman of the RC, which comprises exclusively of Independent Directors. The RC is guided by its terms of reference, which is available on the Company's website. The Terms of Reference of the RC was last reviewed and revised on 24 July 2026.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)
Part III - Remuneration (cont'd)
6.2 RC

The Board (via the RC) will ensure that the Group's levels of remuneration commensurate with the skills and responsibilities expected of Senior Management as well as the Directors and that it must be sufficient to attract and retain talent needed to run the Group successfully. The RC comprises wholly INEDs and they met once during the year under review with full attendance of its members.

The determination of the remuneration of the Directors is a matter of the Board as a whole. The remuneration payable to NEDs is proposed by the Board and is subject to shareholders' approval at the AGM. Each individual Director will not participate in decisions regarding their remuneration package and shall abstain from voting at general meetings to approve their fees. EDs are remunerated based on the Group's performance, market conditions and their responsibilities whilst the remuneration of the NEDs is determined in accordance with their experience and level of responsibilities assumed in committee and the board.

The RC is guided by market norms and industry practices when making recommendations for the compensation and benefits of Directors and Senior Management. The RC would review annually the performance of the Directors and Senior Management and recommend the Directors' fees and Directors' remuneration payable to the Board of Directors of the Company and its subsidiaries for Board's approval and would be tabled at the AGM for shareholders' approval in line with the provision of its Constitution and the Companies Act 2016.

7. Remuneration of directors and senior management
7.1 Detailed disclosure of directors' remuneration

The remuneration of the EDs should be set at a competitive level to recruit and retain high quality EDs and senior management. Individual pay levels shall reflect the performance of the group, market conditions and the individual's skills and experience as well as responsibility undertaken. It is to ensure that the linkage between pay and performance is robust.

The remuneration package of the EDs consists of monthly salary, bonus and benefits-in-kind such as company car and the benefit of Directors and Officers Liability Insurance in respect of any liabilities arising from acts committed in their capacity as Directors and Officers of the Company.

As for NEDs, the remuneration should take into account fee levels and trends for similar positions in the market and the time commitment required from the director. Such packages should take into consideration any additional responsibilities undertaken such as a director acting as chairman of the board, chairman of a board committee or as the senior independent director.

Details of the Directors' Remuneration (including benefits-in-kind) of each Director during the FPE2026 are as follows:

i) **Aggregate Directors' Remuneration**

	Group		**Company**	
Categories of remuneration	**Executive Directors RM**	**Non-Executive Directors RM**	**Executive Directors RM**	**Non-Executive Directors RM**
Directors' Fees	686,400	270,000	686,400	270,000
Salaries / Bonuses	403,920	-	403,920	-
Other emoluments	322,293	51,900	322,293	51,900
Total	1,412,613	321,900	1,412,613	321,900

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)
Part III - Remuneration (cont'd)
7. Remuneration of directors and senior management (cont'd)
7.1 Detailed disclosure of directors' remuneration (cont'd)

ii) **Analysis of Directors' Remuneration**

Total remuneration of Directors in respect of the FPE2026, in bands of RM50,000 is tabulated below

	Group		Company	
Range of remuneration (RM)	**Executive Directors**	**Non-Executive Directors**	**Executive Directors**	**Non-Executive Directors**
Up to 50,000	-	-	-	-
50,001 – 100,000	-	-	-	-
100,001 – 150,000	-	3	-	3
150,001 - 200,000	-	-	-	-
200,001 – 250,000	-	-	-	-
More than 250,000	2	-	2	-

iii) **Breakdown of Directors' Remuneration (Company)**

	Director Fees (RM)	**Salary, Bonus (RM)**	**EPF, SOCSO and EIS Contribution (RM)**	**Benefit* (RM)**	**Total (RM)**
Executive Directors					
Tang Boon Koon	686,400	73,920	-	189,068	949,388
Chen Huei Ping	-	330,000	44,989	88,236	463,225
Total	686,400	403,920	44,989	277,304	1,412,613
Non-Executive Directors					
Dato' Khairul Azwan bin Harun	90,000	-	-	16,300	106,300
Kunamony A/P S.Kandiah	90,000	-	-	17,800	107,800
Ng Kok Hok	90,000	-	-	17,800	107,800
Total	270,000	-	-	51,900	321,900

* *Benefits include insurance premium, Company Car instalment paid by the Company, training allowances and meeting allowances, if any*

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

Part III- Remuneration (cont'd)

7. Remuneration of directors and senior management (cont'd)

7.1 Detailed disclosure of directors' remuneration (cont'd)

iv) **Breakdown of Directors' Remuneration (Group)**

	Director Fees (RM)	Salary, Bonus (RM)	EPF, SOCSO and EIS Contribution (RM)	Benefit* (RM)	Total (RM)
Executive Directors					
Tang Boon Koon	686,400	73,920	-	189,068	949,388
Chen Huei Ping	-	330,000	44,989	88,236	463,225
Total	686,400	403,920	44,989	277,304	1,412,613

Non-Executive Directors					
Dato' Khairul Azwan bin Harun	90,000	-	-	16,300	106,300
Kunamony A/P S.Kandiah	90,000	-	-	17,800	107,800
Ng Kok Hok	90,000	-	-	17,800	107,800
Total	270,000	-	-	51,900	321,900

* *Benefits include insurance premium, Company Car instalment paid by the Company, training allowances and meeting allowances, if any*

7.2 Remuneration of top five (5) senior management

The Company notes the need for transparency in the disclosure of its key senior management remuneration, the Company is of the opinion that the disclosure of remuneration details may be detrimental to its business interests, given the competitive landscape for key senior management personnel with the requisite knowledge, technical expertise and working experience in the Company's business activities. Apart from that, the said disclosure may also attract unnecessary head-hunting activities from competitors which will ultimately jeopardize on the Group's operations.

The Company is of the view that the interest of the shareholders will not be prejudiced as a result of such non-disclosure of the information on key senior management personnel and their remuneration.

The ED is also the key senior management of the Company, whose remuneration has been included in the disclosure under the Directors' Remuneration above.

PRINCIPLE B: EFFECTIVE AUDIT AND RISK MANAGEMENT

Part I - ARMC

8. ARMC

8.1 Chairman of the ARMC

On 24 November 2022, the AC was renamed as Audit and Risk Management Committee ("ARMC") to reflect the ARMC's role to support the Board in fulfilling its responsibility in governance of the Company's risk management matters, in line with the recommendation of the MCCG 2021.

The ARMC is relied upon by the Board to, amongst others, provides advice in the areas of financial reporting, external audit, internal control environment and internal audit process, review of related party transactions as well as conflict of interest situation. The ARMC also undertakes to provide oversight on the risk management framework of the Group.

The ARMC currently comprises of three (3) members, all of whom are INEDs. The ARMC Chairman is led by Mr. Ng Kok Hok who is distinct from the Chairman of the Board.

8.2 Key audit partner

The ARMC has set out in its Terms of Reference that key audit partner should observe a cooling-off period of at least three (3) years before being appointed a member of the Audit Committee. Nonetheless, none of the current members of the ARMC is a former key audit partner involved in auditing the Group.

The Terms of Reference of the ARMC which was reviewed and revised on 24 July 2026, a copy of which is available on the Company's website at https://www.mtouche.com.

8.3 External auditor

The Board maintains a transparent and professional relationship with the external auditors, with the ARMC responsible for recommending the appointment or removal of external auditors and the terms of their engagement to the Board.

The ARMC's policies and procedures to review, assess and monitor the performances, suitability and independence of the external auditors. Prior to the commencement of the annual audit, the ARMC shall seek confirmation from the external auditors as to their independence. This independence confirmation would be re-affirmed by the external auditors to the ARMC upon their completion of the annual audit. These confirmations were made pursuant to the independence guidelines of the Malaysian Institute of Accountants.

Following the resignation of Messrs. ChengCo PLT in 2025, the Management and the ARMC undertook an evaluation process to identify suitable audit firms for appointment as the Company's external auditors. After assessing various candidates and their suitability, the Company finalised the engagement of Messrs. UHY Malaysia PLT ("UHY") in June 2026. The appointment was subsequently recommended by the ARMC and approved by the Board.

During the audit review, UHY had private sessions with the ARMC without the presence of Management to exchange views and opinions in relation to the Group's audit and financial reporting.

In addition, the ARMC undertakes an annual assessment of the suitability and independence of the external auditors as well as the performance of the external auditors, including the review of calibre of the audit firm, quality of processes, audit team, independence and objectivity, audit scope and planning, audit fees and audit communications. Further, the Board, through the recommendation of the NC, had evaluated the effectiveness of the ARMC and members of the ARMC.

Based on the ARMC's assessment of the external auditors, the Board is satisfied with the quality of service and adequacy of resources provided by the external auditors in carrying out the annual audit for FPE2026. The ARMC has also sought assurance from the external auditors, confirming that they are, and have been, independent throughout the conduct of the audit engagement with the Company in accordance with the independence criteria set out in the By-Laws (On Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accounts. In view thereof, the Board has recommended the re-appointment of the external auditors for the approval of the shareholders at the forthcoming 21st AGM.

Further details on the work performed by ARMC in furtherance of its oversight role are set out in the ARMC Report on **pages 36 to 38** of this Annual Report.

PRINCIPLE B: EFFECTIVE AUDIT AND RISK MANAGEMENT (CONT'D)

Part I - ARMC (cont'd)

8. ARMC (cont'd)

8.4 Independence of the ARMC

The ARMC complies with the recommendation of the MCCG 2021 requiring all members to be independent and at least one (1) member fulfils qualifications prescribed by the Listing Requirements. There is a strong element of independence to fulfil their role objectively and provide a critical and sounding view in ensuring the integrity of financial controls and integrated reporting, and identifying and managing key risk.

8.5 Financial literacy

All members of the ARMC are financially literate and assist the Board to oversee and scrutinise the process and quality of the financial reporting and ensure accuracy, adequacy and completeness of the report, as well as in compliance with the relevant accounting standards. The qualification and experience of the members are disclosed in the Profile of Directors in the Annual Report.

All members of the ARMC undertake continuous professional development and have annual discussion with the external auditors on financial reporting development to keep themselves abreast of the relevant developments in accounting and auditing standards, practices and rules. A summary of training programs, conferences and seminars attended by ARMC members during the financial year under review is set out in this Annual Report.

Part II - Risk Management and Internal Control Framework

9. Risk management and internal control framework

The Board fulfils its responsibilities in the risk governance and oversight functions via a risk management and internal control framework which adopts a structured and integrated approach in managing key business risks. This framework together with the system of internal control are designed to manage the Group's risks within its acceptable risk appetite, rather to eliminate the risk of failure to achieve the Group's business goals and corporate objectives.

The ARMC oversees the risk management framework of the Group, reviews the risk assessment and management policies formulated by Management regularly together with the Internal Auditors and makes relevant recommendations to Management to update the Group Risk Profile. The ARMC also discusses with the Board on areas of high risk faced by the Group and the adequacy of compliance and control throughout the organisation, and makes relevant recommendations to the Board to manage residual risks.

The Board also reviews all significant litigation, actions, transactions, issues, papers and reports to external parties which may impact the Group directly or indirectly. This is to ensure that there are no adverse public, governmental or regulatory effects arising thereon. The ARMC also works with the internal and external auditors to review and improve the system of internal control from time to time with the objective to safeguard the assets of the Group and to ensure proper accountability at all levels of operation.

The Company has engaged an external consultant, namely Kloo Point Risk Management Services Sdn. Bhd. ("Kloo Point") to assist the ARMC in discharging its duties and responsibilities in respect of identifying, assessing and managing the risks in areas that are applicable to the Company's business and ensure that the risk management process in place and functioning effectively.

Based on the above, the Board is of the view that the risk management process and system of internal control were in place during FPE2026 for identifying, evaluating and managing significant risks faced or potentially to be encountered by the Group.

Further details of the risk management and internal control framework are set out in the Statement on Risk Management and Internal Control on **pages 39 to 43** of this Annual Report.

PRINCIPLE B: EFFECTIVE AUDIT AND RISK MANAGEMENT (CONT'D)

Part II - Risk Management and Internal Control Framework

10. Internal audit function

As for the adequacy and effectiveness of the risk management and system of internal control, it is reviewed by the ARMC with assistance from the internal auditors. Kloo Point was also appointed to provide an independent and objective assurance on the effectiveness of governance, risk management processes and internal control system of the Group. The internal auditors' independence is maintained by reporting directly to the ARMC. The engaging partner and team have relevant qualifications and/or experience in internal auditing and they are free from any relationships or conflict of interests with the Company, to ensure the Internal Auditors' objectivity and independence are not impaired.

Kloo Point's engagement director in charge of the Group's internal audit is Mr. Khor Ben Jin, a fellow member of the Association of the Chartered Certified Accountants, United Kingdom (FCCA), Chartered Accountant of Malaysian Institute of Accountants (MIA), Certified Internal Auditor, United States of America (CIA) and Chartered Member of the Institute of Internal Auditors Malaysia (CMIIA).

The responsibilities of the Internal Auditors include providing independent and objective reports on the state of internal controls and the significant operating units in the Group to the ARMC, with recommendations for improvement to the control procedures, so that remedial actions can be taken in relation to weaknesses noted in the systems. Internal audit reports which are issued have to be tabled to the ARMC for review and Management is required to be present at ARMC meetings to respond, provide feedback on the audit findings, provide status updates on significant matters and changes in key processes that could impact the Group's operations and recommended improvements.

During the financial year under review, the internal auditors have conducted review on the Group in accordance with the Internal Audit Plans prepared in accordance with International Standards for the Professional Practice of Internal Auditing, which have been approved by the ARMC. The Internal Auditors will perform periodic testing of the internal control systems to ensure that the system is robust.

Details of the internal audit function are included in the ARMC Report on **pages 36 to 38** of this Annual Report which provides the overview of the internal control framework adopted by the Company.

PRINCIPLE C: INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL RELATIONSHIP WITH STAKEHOLDERS

Part I - Communication with Stakeholders

11. Continuous communication between company and stakeholders

The Board is committed to ensuring that communications to stakeholders and the investing public in general is timely and factual and are available on an equal basis. The Board also aims to maintain a positive relationship with the different group of stakeholders through active two-way communication, and to promote and demonstrate a high standard of integrity and transparency through timely, accurate and full disclosure and to enhance the stakeholders' understanding of the Group, its core businesses and operations, thereby, enabling investors to make informed decisions in valuing the Company's shares.

The Group leverages on a number of formal channels for effective dissemination of information to the shareholders and other stakeholders, particularly via annual reports, circulars or statements to shareholders, quarterly and annual financial statements, and announcements from time to time. The release of announcements and information by the Group to Bursa Securities, is handled by the EDs and/or the Company Secretaries within the prescribed requirements of the Listing Requirements. As these announcements and information can be price-sensitive, they would be released after having reviewed by the ED and/or the Board where necessary.

PRINCIPLE C: INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL RELATIONSHIP WITH STAKEHOLDERS

Part I - Communication with Stakeholders (cont'd)

11. Continuous communication between company and stakeholders (cont'd)

The Board recognises the importance of being transparent and accountable to the Company's stakeholders. Towards this, the Company's website at https://www.mtouche.com incorporates an investor relations and governance section which provides all relevant information to stakeholders and the investing community and is accessible by the public. This investor relations and governance section enhances the investor relations function by including all announcements made, financial information, annual reports as well as the corporate and governance structure of the Company.

Any shareholders' queries or concerns relating to the Group may be conveyed to our ED at our principal place of business as detailed below:

Lot 11.3, 11th Floor, Menara Lien Hoe, No. 8 Persiaran Tropicana, Tropicana Golf & Country Resort, 47410 Petaling Jaya, Selangor Darul Ehsan, Malaysia.
Email: my_info@mtouche.com
Phone: 03-7886 0100
Fax: 03-7886 0122

Our ARMC Chairman is designated by the Board to be the contact for consultation and direct communication with shareholders on areas that cannot be resolved through the normal channels of contact with the ED. The ARMC Chairman is contactable via his e-mail at kokhok@mtouche.com.

Part II - Conduct of General Meetings

12. Shareholder participation at general meetings

The AGM serves as a principal forum for the Group's dialogue with shareholders. All shareholders are encouraged to attend the AGM, during which they can participate and given the opportunity to ask questions and vote on important matters affecting the Group, including the election/re-election of Directors, business operations, and the financial performance and position of the Group.

All Directors (which include the Chairs of all mandated Board committees) shall endeavour to present in person to engage directly with, and be accountable to the shareholders for their stewardship of the Company at the AGM. The senior management and external auditors will also be present at the meeting to answer shareholders' queries on their audit process and report, the accounting policies adopted by the Group, and their independence.

The Company's Notice of the 21st AGM and the Annual Report are to be sent to shareholders at least 28 clear days prior to the meeting in compliance with the 28-days requirement under the Company's Constitution, the Act, and the Listing Requirements so that shareholders have sufficient time to review annual report, to appoint proxies and to consider the resolutions that will be discussed and decided at the AGM.

The Company shall conduct the forthcoming AGM by poll or electronic voting and the outcomes of the polls on the proposed resolutions will be announced to the Bursa Securities and posted on the Group's website after the AGM.

The Company's share registrar is well equipped to facilitate the conduct of a poll and the Company will ensure at least one (1) independent scrutineer is appointed to validate the votes cast at the meeting.

This Corporate Governance Overview Statement was approved Board on **31 July 2026**.

ADDITIONAL DISCLOSURE REQUIREMENTS

Pursuant To Appendix 9C Of The Ace Market Listing Requirements Of Bursa Malaysia Securities Berhad

UTILISATION OF PROCEEDS RAISED FROM CORPORATE PROPOSALS

Right Issue

The Company has undertaken renounceable rights issue with free detachable warrants which was completed on 10 June 2021 following the listing and quotation of 794,323,417 ordinary shares ("Rights Issue") and 397,161,708 Warrants D ("Warrants D") on the ACE Market of Bursa Malaysia Securities Berhad. The Rights Issue raised total gross proceeds of RM79.43 million, while Warrants D had expired on 2 June 2024.

As the proceeds raised from the Rights Issue had not been fully utilised, the Board of Directors approved, on 30 May 2024, an extension of twelve (12) months from 3 June 2024 to 2 June 2025 for the utilisation of the remaining proceeds amounting to RM31.26 million. Subsequently, on 27 May 2025, the Board approved a further extension of twelve (12) months, up to 2 June 2026, for the utilisation of the remaining balance of RM19.65 million.

Subsequently, on 7 August 2025, the Board of Directors approved a variation in the utilisation of RM18.00 million of the unutilised proceeds from the Rights Issue. Under the original utilisation plan, RM56.00 million had been allocated for the Group's wellness business. However, only RM36.35 million was utilised for that purpose. Accordingly, the Board approved the reallocation of the remaining proceeds from funding for the wellness business to working capital requirements of the Group.

The status of utilisation of proceeds as at 31 March 2026 is as follows:-

Purpose	Proposed Utilisation RM'000	Reallocation of Utilisation(1) RM'000	Actual Utilisation RM'000	Unutilised Proceeds RM'000	Timeframe for utilisation from receipt of proceeds	Revised Timeframe
Expansion of the Distribution and Sale of Test Kits Business	10,000	-	(10,000)	-	Within 12 months	-
Funding for the Wellness Business	56,000	(18,000)	(38,000)	-	Within 36 months	-
Working Capital	12,432	18,000	(23,077)	7,355	Within 24 months	2 June 2026(2)
Expenses in relation to the Corporate Exercise	1,000	-	(1,000)	-	Immediate	-
Total	**79,432**	**-**	**(72,077)**	**7,355**		

Note:-
(1) On 7 August 2025, the Board of Directors resolved to reallocate RM18 million from funding for the wellness business to working capital to support the core business of the Group. The reallocated amount was absorbed into the existing working capital pool, which originally carried a 24 months utilisation timeframe from the listing date.
(2) On 29 May 2026, the Board of Directors resolved to extend the time frame for the utilisation of the proceeds of the remaining unutilised working capital for a further twelve-month period from 2 June 2026 to 2 June 2027.

Material Contracts

Save for the related party transactions as disclosed in Note 28 to the Financial Statements, neither the Company nor any of its subsidiary companies has entered into any material contracts which involved the Directors' and/or major shareholders' interests, which were still subsisting at the end of financial period ended 31 March 2026 ("FPE 2026") or which were entered into since the end of financial year ended 30 September 2024.

Audit and Non-Audit Fees

The audit fees paid or payable by the Group and the Company to the external auditors for FPE 2026 amounted to**RM475,495 and RM305,000** respectively.

As for non-audit fees incurred for services rendered to the Group and the Company by the external auditors or a firm or corporation affiliated to the external auditors during FPE 2026, the amount concerned was **RM6,000** and **RM6,000** respectively for the Group and the Company.

ADDITIONAL DISCLOSURE REQUIREMENTS

Pursuant To Appendix 9C Of The Ace Market Listing Requirements Of Bursa Malaysia Securities Berhad

DISCLOSURE OF FINANCIAL DATA FOR SHARIAH SCREENING

Pursuant to Paragraph 9.25A of the ACE Market Listing Requirements, below are the financial data that are relevant for purpose of Shariah screening by the Shariah Advisory Council of the Securities Commission Malaysia. These include financial data on Shariah non-permissible income arising from the Group's business activities and interest-based financial position.

(A) Group Total Income and Total Assets

		Group	
Total Income	**Remarks**	**2026 (RM)**	**2024 (RM)**
Revenues		14,992,248	15,183,436
Interest income		1,219,857	1,365,714
Other income		998,223	361,423
Others	Reversal of impairment losses on trade receivables	87,900,000	1,000,000
Total		105,110,328	17,910,573
Total Assets		**82,029,143**	**97,218,298**

(B) Business Activities

		Group	
Shariah Non-Compliant Activities	**Remarks**	**2026 (RM)**	**2024 (RM)**
Other Shariah non-compliant activities	Sales of Hardware and Software	3,901,689	9,787,193
Other Shariah non-compliant activities	Rendering of Services	11,090,559	5,396,243
Total		14,992,248	15,183,436

(C) Component of Financial Position

(i) Cash Component

		Group	
Islamic Account/Instruments	**Remarks**	**2026 (RM)**	**2024 (RM)**
Cash at bank (exclude cash in hand)		N/A	N/A
Asset classified as held for sale: Cash and cash equivalent		N/A	N/A
Total		N/A	N/A

DISCLOSURE OF FINANCIAL DATA FOR SHARIAH SCREENING (CONT'D)
(C) Component of Financial Position (cont'd)
(i) Cash Component (cont'd)

		Group	
Conventional Account/Instruments	**Remarks**	**2026 (RM)**	**2024 (RM)**
Cash at bank (exclude cash in hand)		11,041,799	32,969,232
Asset classified as held for sale: Cash and cash equivalent		N/A	41,375
Total		11,041,799	33,010,607

(i) Debt Component

		Group	
Islamic Financing	**Remarks**	**2026 (RM)**	**2024 (RM)**
Current		N/A	N/A
Non-Current		N/A	N/A
Total		N/A	N/A

		Group	
Conventional Borrowing	**Remarks**	**2026 (RM)**	**2024 (RM)**
Current Bank borrowings		638,563	208,344
Non-Current Bank borrowings		8,146,310	9,194,899
Total		8,784,873	9,403,243

AUDIT AND RISK MANAGEMENT COMMITTEE REPORT

Audit and Risk Management Committee Composition and Meetings

The Audit and Risk Management Committee ("ARMC") was chaired by Mr Ng Kok Hok during the financial period. The ARMC comprises three (3) members, all of whom are Independent Non-Executive Directors.

The ARMC consists of the following members:

Name	Designation	Status of Directorship	No. of meetings attended/ No. of meetings held*	%
Ng Kok Hok**	Chairman	Independent Non-Executive Director	7/7	100.00
Dato' Khairul Azwan Bin Harun	Member	Independent Non-Executive Director	6/7	85.71
Kunamony A/P S. Kandiah	Member	Senior Independent Non-Executive Director	7/7	100.00

* *Number of meetings held during the respective member's tenure of office during the financial period ended 31 March 2026 ("**FPE 2026**")*
** *A member of the Malaysian Institute of Accountants*

Whilst the ARMC's terms of reference ("**ToR**") requires the ARMC to meet at least four times in a financial year, it met seven (7) times during FPE 2026. The Company Secretaries who are also the secretaries to the ARMC was in attendance during the meetings.

Executive Management, if necessary, were invited to the meetings to deliberate on matters within their purview. The external auditors are also invited to attend the ARMC meetings to present their audit plan and audit findings, and to assist the ARMC in its review of the year-end financial statements.

The ARMC Chairman engages on a continuous basis with Executive Management, the external and internal auditors to keep abreast of matters affecting the Group. Where significant issues are noted, the ARMC Chairman communicates and confers with the other members, either through emails or in meetings. After each meeting, the ARMC Chairman submits a report on matters deliberated to the Board for their reference and notation. Matters reserved for the Board's approval are tabled at Board meetings. The Company Secretaries document the decisions made and actions required and forward them to Executive Management for their action.

AUDIT AND RISK MANAGEMENT COMMITTEE REPORT (CONT'D)

TERMS OF REFERENCE

The ARMC was established to act as a committee of the Board of Directors ("Board") with the primary objective of assisting the Board in fulfilling its fiduciary duties in relation to:

- Assessing the processes in relation to the risk and control environment;
- Overseeing financial reporting and internal controls; and
- Evaluating the internal and external audit processes

The ARMC is guided by its ToR which can be viewed on the Company's website at www.mtouche.com.

PERFORMANCE OF THE AUDIT AND RISK MANAGEMENT COMMITTEE

In compliance with Paragraph 15.20 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad, the Board has, through the Nomination Committee, reviewed the terms of office and performance of the ARMC members annually through the ARMC Evaluation Form. The Board is satisfied that for the FPE 2026, the ARMC members have been able to discharge their functions, duties and responsibilities in accordance with the ToR.

SUMMARY OF ACTIVITIES

The following activities were carried out by the ARMC in the discharge of its functions and duties to meet its responsibilities during FPE 2026:

(a) Financial Results

- Reviewed and recommended the quarterly financial results of the Group and the annual financial statements of the Group and Company for Board's approval.
- Deliberated on significant matters raised by the external auditors including financial reporting issues, significant judgements made by Executive Management, significant and unusual events or transactions and management's reports and updates on actions recommended by the external auditors for improvement.
- Deliberated on changes in or implementation of major accounting changes and compliance with accounting standards and other legal requirements.

(b) External Audit

- Considered the nomination of new external auditors before recommending them to the Board for consideration.
- Reviewed and approved the external auditors' scope of work and audit plan prior to commencement of the annual audit.
- Analysed and reviewed the proposed external audit fees for approval of the Board.
- Analysed and reviewed the non-audit fees and related costs in respect of non-audit services rendered by the external auditors to ensure that their independence is not impaired.
- Reviewed and discussed with the external auditors, the changes in or implementation of major accounting policies, significant matters arising from the audit, significant judgements made by Executive Management, significant and unusual events or transactions and compliance with accounting standards and other legal and regulatory requirements and how all these matters are dealt with and the audit report, and reported the same to the Board.
- Evaluated the performance, suitability and independence of the external auditors and recommended their re-appointment to the Board for approval.
- Met with the external auditors without the presence of Executive Management to have a frank and candid dialogue, and to exchange free and honest views and opinions.

(c) Internal Audit

- Reviewed and approved the internal audit plan and the internal auditors' scope of work.
- Reviewed and discussed with the internal auditors, their audit findings and issues arising during the course of audit.
- Reviewed the adequacy and effectiveness of corrective actions taken by Executive Management on all significant matters raised by the internal auditors.

SUMMARY OF ACTIVITIES (cont'd)

(c) Internal Audit **(cont'd)**

- Reviewed and recommended the proposed internal auditors' fees to the Board for approval.
- Evaluated the competency of the internal auditors and their resources to address the risk areas set out in their audit plan.
- Met the internal auditors to have a frank and candid dialogue, and to exchange free and honest views and opinions.

(d) Related Party Transactions/Recurrent Related Party Transactions

- Reviewed significant related party transactions/recurrent related party transactions and conflicts of interest that may arise including any transaction, procedure or course of action or conduct that raised questions of Executive Management's integrity.

(e) Conflict of Interest ("COI")

- Reviewed the COI situation that arose during every ARMC meeting for the purposes of identification, evaluation, disclosure, monitoring and management of actual or potential conflict of interest situations.
- Reported to the Board that no actual or potential conflicts of interest, including interests in any competing businesses, were identified during the period.

(f) Annual Report

- Reviewed the Statement on Risk Management and Internal Control, Corporate Governance Overview Statement, Audit and Risk Management Committee Report and Sustainability Statement for inclusion in the Annual Report and the Corporate Governance Report.

INTERNAL AUDIT FUNCTION

The Group has outsourced its internal audit function to an independent professional consulting firm to assist the ARMC in discharging its responsibilities and duties. The role of the internal audit function is to undertake independent regular and systematic reviews of the system of internal controls so as to provide reasonable assurance that such systems continue to operate satisfactorily and effectively in the Group.

The internal auditors present their audit reports which include their findings and recommendations for improvements to the ARMC for its review and deliberation. The ARMC also appraised the adequacy of the comments, actions and measures to be taken by Executive Management in resolving the audit issues reported and recommended for further improvement.

The internal auditors also carried out follow-up review to monitor the implementation of the said action plans and measures for reporting to the ARMC.

For FPE 2026, the internal audit scope covered the review of Mobile Service/Program management of mTouche (Vietnam) Co., Ltd. in accordance with the internal audit plan approved by the ARMC as follows:

- Compliance with established policies and procedures/methodology
- Project communication, documentation and traffic reporting system
- Program monitoring and billing process
- Contract management

Recommendations for improvement have been put forward for the Board and ARMC's consideration.

The total costs paid or payable for the internal audit function for FPE 2026 was RM16,838.

NG KOK HOK
Chairman of ARMC
31 July 2026

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

This Statement on Risk Management and Internal Control which has been prepared in accordance with the Statement on Risk Management and Internal Control (SORMIC): Guidelines for Directors of Listed Companies" (SORMIC Guide 2025) is made pursuant to Paragraph 15.26(b) of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("**AMLR**").

BOARD'S RESPONSIBILITY

The Board of Directors ("**Board**") acknowledges that risk management and internal controls are integral to corporate governance and that it is responsible for establishing a sound risk management framework and internal controls system as well as to ensure their adequacy and effectiveness.

The Board recognises that the Group's risk management framework and internal controls system are designed to manage the Group's risks within its acceptable risk appetite, rather than to eliminate the risk of failure to achieve the Group's business and corporate objectives.

As risks are inherent in all business activities, the said framework and system provide reasonable, rather than absolute assurance against the risks of material misstatement of financial information or against financial losses and fraud or breaches of laws or regulations. The Board's risk management and internal control framework is based on the principles of ISO 31000 and the COSO Enterprise Risk Management Framework, and is embedded within the Group's governance structure to support informed decision-making on the level of risk the Group is willing to accept in pursuit of its strategic objectives.

The Board confirms that there is an ongoing risk management process established to identify, evaluate and manage significant risks to mitigate the risks that may impede the achievement of the Group's business and corporate objectives.

The review of the adequacy and effectiveness of the risk management framework and the system of internal controls is delegated by the Board to the Audit and Risk Management Committee ("**ARMC**").

The Group adopts the Three Lines Model as set out by the Institute of Internal Auditors ("IIA") to clearly define roles and responsibilities in risk management and internal control:

Governing Body — The Board (through the ARMC):
- Sets the tone and culture for effective risk management and internal control, and approves the Group's risk appetite and tolerance
- Retains ultimate accountability for the adequacy and effectiveness of the Group's risk management and internal control systems, notwithstanding delegation of day-to-day oversight to the ARMC
- Engages with, and receives assurance from, Executive Management and the internal audit function to satisfy itself that key risks are identified, managed and escalated appropriately

First Line — Business and Operations (Risk Owners):
- Process risk owners responsible and accountable for identifying and managing risks arising from their business activities
- Maintain risk registers and key risk indicators, and conduct risk assessments covering a broad spectrum of risks to support informed decision-making
- Implement controls to manage day-to-day business risks and ensure compliance with regulations, ethical expectations and the Group's internal policies

Second Line — Management Oversight and Support Functions:
- Executive Management, through the Group's finance, compliance, corporate secretarial and legal functions, provides complementary expertise, support, monitoring and challenge on risk-related matters
- Supports the development, implementation and continuous improvement of risk management practices, and monitors compliance with the AMLR, GN11 and the Group's internal policies
- Reports the adequacy and effectiveness of risk management practices, including control matters, to the ARMC and the Board

Third Line — Internal Audit:
- The outsourced internal audit function provides independent and objective assurance on the adequacy and effectiveness of the Group's risk management and internal control systems
- Reports independently to the ARMC on audit findings, recommendations, and the effectiveness of corrective actions taken by Executive Management

MANAGEMENT'S RESPONSIBILITIES

Executive Management is responsible for establishing and maintaining appropriate organisational structures, processes and controls to manage the Group's operations and risks effectively. This includes ensuring compliance with legal, regulatory, and ethical requirements.

Executive Management supports the development, implementation and continuous improvement of the Group's risk management and internal control practices at the process, systems and entity levels. Executive Management is also responsible for ensuring that internal controls are operating effectively and are subject to regular monitoring and review, with significant risk and control matters reported to the Board and relevant Board Committees.

RISK MANAGEMENT PROCESS

The risk management framework adopts a structured and integrated approach in managing key business risks to safeguard the Group's assets and shareholders' interests.

The ARMC reviews the adequacy and effectiveness of the risk management process from **time to time**. In this respect, it is assisted by the Executive Management to identify and assess risks as well as to ensure that the risk management process is adequate and effective. All policies and procedures formulated to identify, measure and monitor various risk components are reviewed by the ARMC. Additionally, the ARMC reviews and assesses the adequacy of the risk management policies and ensures that the infrastructure, resources and systems are in place for implementing the risk management process.

The members of the ARMC during the financial period ended 31 March 2026 ("FPE 2026") and as at the date of this Statement were:

Ng Kok Hok – *Chairman (Independent Non-Executive Director)*

Dato' Khairul Azwan Bin Harun *(Independent Non-Executive Director)*

Kunamony A/P S.Kandiah *(Senior Independent Non-Executive Director)*

The risk management process involves the key management staff in each functional or operating unit of the Group and is managed by the ARMC with assistance from the Executive Management. The risks identified remain the foundation in developing a risk profile and the action plans to assist Executive Management to manage and respond to these risks.

The risk management framework establishes the context of risk in relation to the Group's business and sets out the process for risk identification, measurement and treatment with continuous monitoring, review and communication. The risks identified will then be consolidated and presented for deliberation during ARMC meeting. In this respect, key business risks were identified or reaffirmed. Following the risk assessment, Executive Management reviewed and updated, where necessary, the relevant policies, procedures and control activities to manage these risks, with significant matters reported to the ARMC for review and oversight.

The Group's risk management practices are business driven and the processes in identifying, evaluating and managing significant risks facing the Group are communicated to all levels. Appropriate mitigating activities and control procedures are also put in place to deal with any deficiencies identified.

The key anticipated and known risks that the Group are exposed which may have material impacts on the Group's operations, performance and financial condition are as follows:

RISK MANAGEMENT PROCES (cont'd)

Risk Category	Key risk	Mitigating Actions
Strategic business Planning	The Group is principally involved in the provision of mobile value-added services (e.g. Bulk SMS). This business is approaching the industry declining period particularly in Malaysia. In the event that this service is not performing, it may lead to exposure of excessive loss to the Company.	• Venture into wellness business by establishing health and wellness studio. A Digital Healthcare Ecosystem will subsequently be developed to complement the health studio. • Senior management regularly evaluates opportunities to diversify and could leverage on its network, experience and knowledge to develop new product lines or new geographic markets in the regions
Strategic business Planning	As Senior Management is taking the necessary actions to explore business opportunities and to expand its existing business to improve the business condition of the Group. There is risk that business and capital investment are not properly identified and evaluated.	• Board and corporate meetings are held regularly to discuss market and business opportunities • Formal investment appraisal report is prepared whenever feasible for Senior Management review and decision making • Recruit and assemble an operation team with the relevant expertise to oversee new ventures
Credit Control	As the business involves offering credit terms to customers, it is invariably exposed to credit risk arising from protracted and delayed payments by customers.	• Quarterly financial reports are made to the Group Finance Controller. • Monthly monitoring on the Accounts Receivables Ageing Report. • Credit terms are stated in the contracts with customers.
Strategic business Planning for Foreign operations	Periodic changes imposed by the foreign authorities relating to requirements such as charging method, content delivery, subscription method and short codes ownerships to the mobile services providers in their market. This requires the companies to invest more resources and time to comply with these changing requirements.	• Work closely with mobile service operators. • Constantly keeping abreast of the latest updates on the policies implemented by the local telecommunication authorities (i.e. National Broadcasting and Telecommunications Commission, Ministry of Telecom, etc.).

The Board has conducted an annual review and periodic testing of the Group's risk management and internal control framework and considered emerging risks including Environmental, Social, and Governance (ESG) factors, sustainability, climate-related risk, cybersecurity, digital disruption (including artificial intelligence) and regulatory change as part of its ongoing risk identification process.

RISK APPETITE AND MONITORING

The Group recognises that effective risk management requires a clear understanding of the level of risk that it is willing to accept in pursuit of its strategic objectives. Accordingly, the Board has established a risk management approach that balances business growth with prudent risk management practices.

Executive Management monitors key risk exposures through periodic risk assessments and operational performance reviews. Key risk indicators and mitigation plans are monitored to ensure that risks remain within acceptable parameters and that appropriate actions are taken where necessary.

Regular updates on the Group's risk profile and mitigation strategies are presented to the ARMC and the Board to facilitate informed decision-making and to ensure continuous oversight of key risks.

INTERNAL CONTROL SYSTEM

The key elements of the internal controls system of the Group include:

1. An organisation structure with defined lines of responsibility, authority and accountability;

2. Approval and authority limits are imposed on senior management in respect of day-to-day operations as well as major non-operating transactions;

3. Formalised standard operating procedures are in place to ensure compliance with internal controls and the relevant laws and regulations;

4. The Board and the ARMC meet at least every quarter to discuss the Group's financial performance, business operations and strategies, corporate updates and internal audit findings, if any;

5. Management financial statements and reports are prepared periodically for monitoring of actual performance by the Executive Management;

6. Key functions such as finance, taxation, treasury, corporate secretarial and compliance and legal matters are controlled centrally;

7. A fully independent ARMC comprising exclusively Independent Directors with full and unrestricted access to both internal and external auditors; and

8. The quarterly financial results and yearly audited financial statements reviewed by the ARMC prior to their approval by the Board.

INTERNAL AUDIT FUNCTION

The Board acknowledges the importance of the internal audit function and is committed to articulating, implementing and reviewing the Group's system of internal controls.

The internal audit function has been outsourced to an independent professional service firm, namely Kloo Point Risk Management Services Sdn Bhd ("Kloo Point"), for the financial period ended 31 March 2026 to assist the Board as well as the ARMC in discharging their responsibilities and duties. To ensure independence, the internal auditors report directly to the ARMC. The internal auditors are free from any relationships or conflicts of interest that could impair their objectivity and independence in the discharge of their duties.

The internal audit of the Group is carried out in accordance with a risk-based audit plan approved by the ARMC. The internal audit provides an assessment of the adequacy, efficiency and effectiveness of the Group's system of internal controls. The internal audit function is undertaken in accordance with the International Standards for the Professional Practice of Internal Auditing (IPPF) issued by The Institute of Internal Auditors.

INTERNAL AUDIT FUNCTION (cont'd)

The internal audit assignment is led by a senior member of the engagement team, who reports to Mr. Khor Ben Jin, Executive Director of Kloo Point and the engagement director responsible for the Group's internal audit. For the financial period under review, the engagement was resourced with two (2) internal audit personnel, supported and supervised by the engagement director. The engagement team members possess the relevant professional qualifications and practical experience in internal auditing and internal control reviews across various industries.

The engagement director possesses the following qualifications:
- Fellow member of the Association of Chartered Certified Accountants, United Kingdom (FCCA)
- Chartered Accountant, Malaysian Institute of Accountants (CA)
- Certified Internal Auditor, United States of America (CIA)
- Chartered Member of the Institute of Internal Auditors Malaysia (CMIIA)

During the current financial period, the outsourced internal audit function has carried out the audit in mTouche (Vietnam) Co., Ltd ("MVCL") based on the risk-based internal audit plan approved by the ARMC:-
- Compliance with established policies and procedures
- Sales and marketing communication and documentation
- Sales and marketing activity monitoring
- Billing process
- Contract management

The audit findings and relevant recommended improvements are presented to the ARMC during their quarterly meetings. In addition, the internal auditors also perform follow-up reviews to ensure that recommendations for improvements are implemented.

The Group does not have any material joint ventures or associate companies.

ASSURANCE

The Board has reviewed the adequacy and effectiveness of the Group's risk management framework and system of internal controls for FPE 2026 and up to the date of this Statement and is of the view that the risk management process and system of internal controls are adequate and effective, and have been in place throughout FPE 2026 and up to the date of this Statement.

The Executive Management is accountable to the Board for identifying risks relevant to the business of the Group. This includes implementing and maintaining sound risk management practices, monitoring and reporting to the Board on any significant control deficiencies as well as changes in risks that could affect the Group's objectives and performance.

The Chief Executive Officer and Chief Financial Officer (or their equivalent) have provided assurance to the Board that the Group's risk management process and internal controls system were operating adequately and effectively in all material respects, and that there were no material losses incurred as a result of any deficiencies in internal controls that would require disclosure in this Annual Report.

The Board and Executive Management will continuously review and evaluate risks to ensure shareholders' interests and the Group's assets are safeguarded.

REVIEW OF THIS STATEMENT BY EXTERNAL AUDITORS

As required by Paragraph 15.23 of the AMLR, the external auditors have reviewed this Statement. Their review procedures were performed in accordance with Audit and Assurance Practice Guide 3: Guidance for Auditors on the Review of Statement on Risk Management and Internal Control ("**AAPG 3**"), issued by the Malaysian Institute of Accountants.

AAPG 3 does not require the external auditors to consider whether this Statement covers all risks and controls, or to form an opinion on the adequacy and effectiveness of the Group's risk management process and system of internal controls. AAPG 3 also does not require the external auditors to consider whether the processes described to deal with the material internal control aspects of significant problems, if any, disclosed in this Annual Report will, in fact, remedy the problems.

Based on their review, the external auditors have reported to the Board that nothing has come to their attention that causes them to believe that this Statement is not prepared in all material respects, in accordance with the disclosures required by Section 7 of the SORMIC Guide 2025, nor is it factually inaccurate.

This Statement on Risk Management and Internal Control is made in accordance with a resolution of the Board dated 31 July 2026.

SUSTAINABILITY STATEMENT

ABOUT THE REPORT

mTouche Technology Berhad ("**mTouche**" or "**the Company**"), together with its subsidiaries (collectively referred to as "**the Group**"), is pleased to present its Sustainability Report for the financial period ended 31 March 2026 ("**FPE 2026**").

This Report outlines the Group's sustainability strategy, guiding principles, key initiatives, and performance for FPE 2026. It addresses the material sustainability issues identified through our materiality assessment, which are most relevant to our stakeholders. The Report also provides updates on the Group's ongoing sustainability efforts across core business units and operations, demonstrating the progress made toward fulfilling our sustainability commitments. These efforts reflect our continued focus on integrating sustainable practices and generating long-term value for all stakeholders.

Our approach to sustainability continues to evolve in response to emerging challenges and opportunities. Recognising that sustainability is a continuous journey, we remain committed to enhancing our strategies to ensure meaningful contributions to both society and the environment.

REPORTING FRAMEWORKS AND STANDARDS

This Report has been prepared in accordance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia"), with reference to the Bursa Malaysia Sustainability Reporting Guide (3rd Edition) as a key framework. Additionally, this Report has been prepared with reference to the United Nations Sustainable Development Goals ("UN SDGs").

REPORTING SCOPE AND BOUNDARIES

On 30 September 2025, the Board approved a change in the financial year end of the Company and its subsidiaries from 30 September to 31 March. This Report covers the reporting period from 1 October 2024 to 31 March 2026, which spans eighteen months, and includes comparative historical data.

The scope of this Report encompasses the sustainability performance and progress of mTouche and its subsidiaries, including the Group's headquarters and all operations in Malaysia and Thailand. The Report excludes the activities of associate companies and joint ventures, which are not under the direct operational control of the Group.

INDEPENDENT ASSURANCE

While we have not conducted independent assurance on the information provided in this Report, we remain dedicated to disclosing accurate and transparent data. We strive to provide transparent and credible data, adhering to best practices in reporting and governance, and we continuously seek to enhance the integrity of our disclosures through internal reviews.

FEEDBACK ON THE REPORT

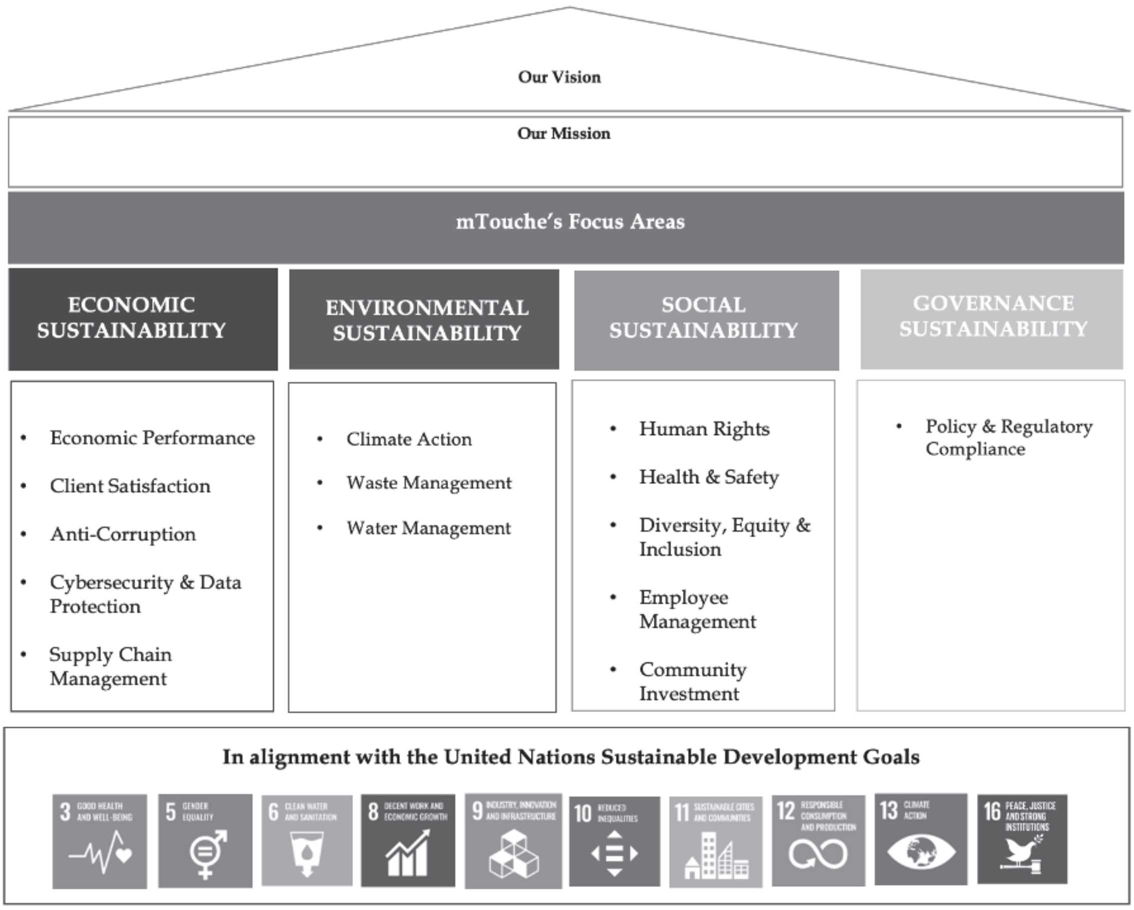
As part of our ongoing commitment to continuous improvement, we aim to enhance the depth, accuracy, and transparency of our sustainability reporting with each annual cycle. We greatly value the perspectives of our stakeholders and welcome any questions, feedback, or suggestions that may contribute to the refinement of our sustainability practices and disclosures. Stakeholders are encouraged to share their input via email at my_info@mtouche.com.

ABOUT US

OUR SUSTAINABILITY APPROACH

SUSTAINABILITY FRAMEWORK

Our sustainability framework is structured around four core pillars: Economic, Environmental, Social and Governance, and is closely aligned with the Company's identified material matters. This holistic approach enables us to consistently address our key sustainability priorities in a balanced and integrated manner. As we deepen our understanding of how best to align our business objectives with the broader global sustainability agenda, the framework will be regularly reviewed and refined to ensure its continued relevance, effectiveness, and responsiveness to emerging challenges and opportunities.

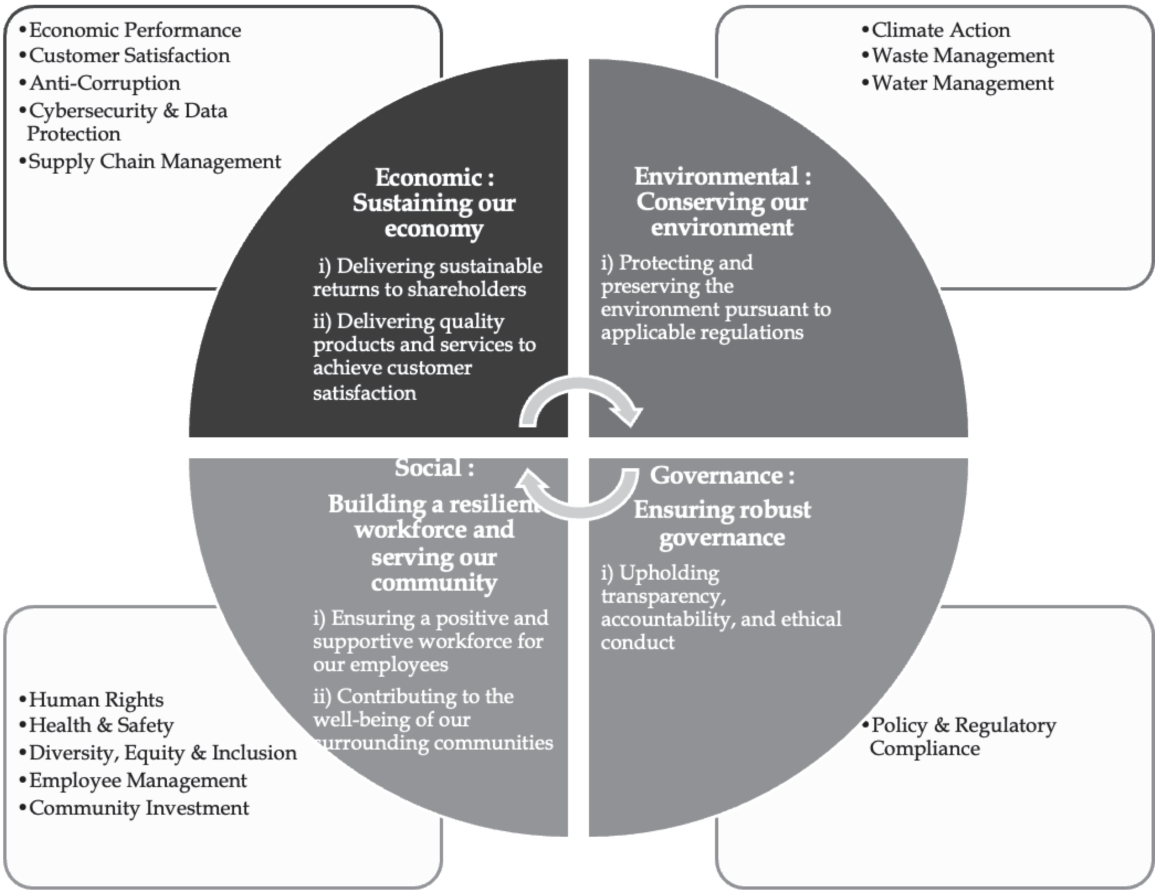


COMMITMENT TO THE UNITED NATIONS SUSTAINABLE DEVELOPMENT GOALS

mTouche is committed to advancing the UN SDGs as part of our broader sustainability agenda. We recognise the importance of these global goals in addressing critical economic, environmental, and social challenges, and have taken deliberate steps to align our strategies and operations with selected SDGs that are most relevant to our business and stakeholders. Through our initiatives and performance across our key sustainability pillars, we aim to contribute meaningfully to the achievement of these goals while fostering long-term value for society and the environment.

SUSTAINABILITY POLICY

As our organisation grows, our commitment and passion for sustainability have become increasingly evident. We have developed a clear company philosophy centered on sustainability, which guides all decisions related to the economic and operational aspects of mTouche.

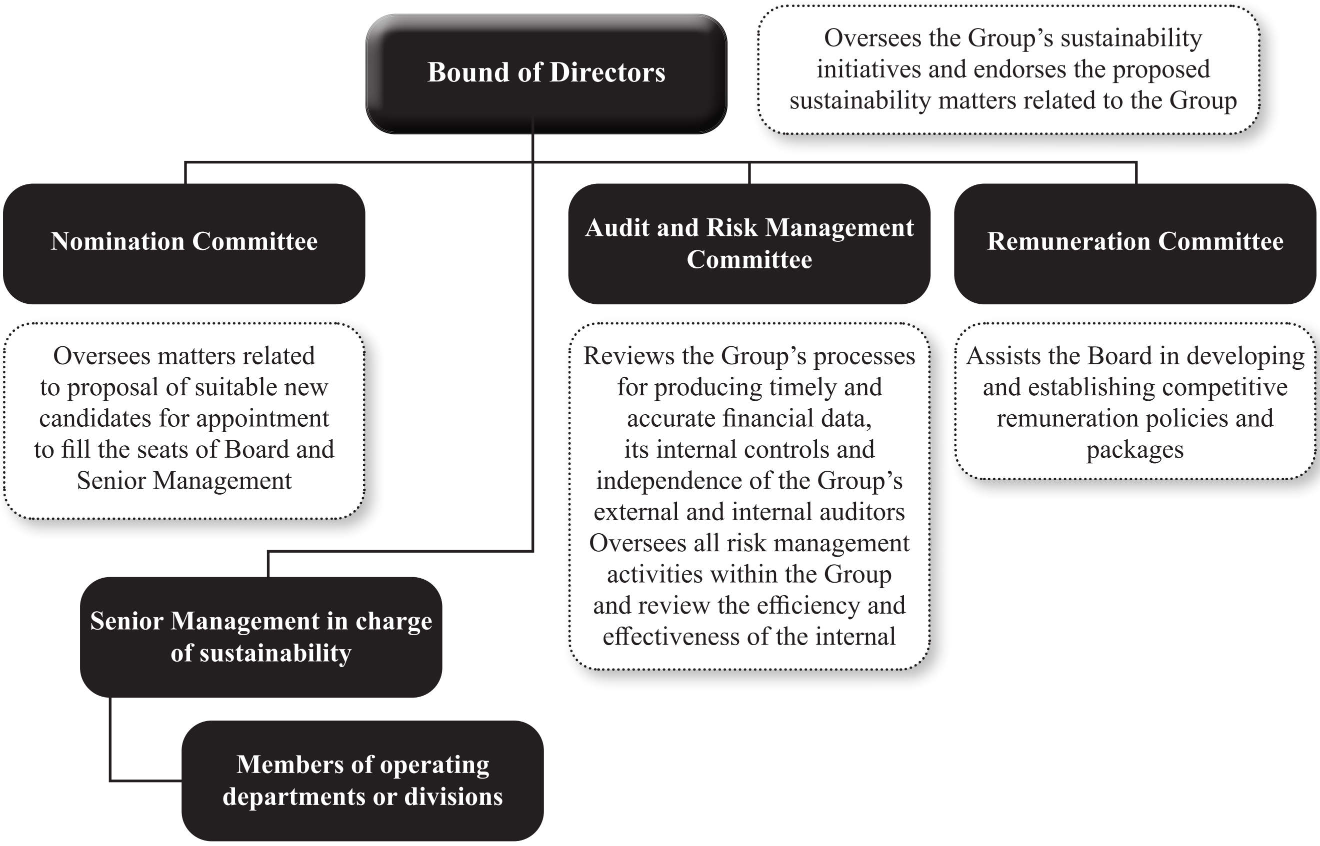


SUSTAINABILITY GOVERNANCE

The Group believes that integrity and ethics are essential to good governance, serving as the foundation for integrating sustainability goals into our decision-making processes. This commitment fosters transparency, enables effective risk management, and drives long-term success.

The Board is ultimately accountable for the Group's strategic direction on sustainability, supported by various Board Committees. This structure employs a top-down approach with strong leadership oversight.

The Board evaluates key sustainability material matters that inform our initiatives. Following this assessment, Senior Management is tasked with developing and implementing strategies and initiatives related to these matters. They are responsible for reporting the outcomes of our sustainability efforts to the Board, while operating departments or divisions assist the relevant Senior Management in executing these initiatives.



The responsibility of the Board to promote and embed sustainability in the Group includes overseeing the following:

- Engagement with key stakeholders
- Materiality assessment processes
- Identification and management of sustainability-related risks and opportunities
- Communication of sustainability strategies, priorities, and targets, as well as performance against these targets, to both internal and external stakeholders

STAKEHOLDER ENGAGEMENT

Stakeholder engagement remains a fundamental component of mTouche's sustainability strategy and business operations. By actively considering the perspectives, expectations, and concerns of its stakeholders, mTouche ensures that its activities, performance, and value creation efforts are aligned with stakeholder priorities.

mTouche is committed to building an inclusive organisation that proactively addresses the diverse needs of its stakeholders. We recognise that meaningful engagement is essential to achieving long-term, sustainable growth. In identifying stakeholders, mTouche focuses on individuals or groups who are significantly affected by or have considerable influence over the Group's operations and presence. These stakeholders are recognised as key contributors in shaping material matters related to the Group's sustainability priorities.

Through consistent engagement, mTouche has gained valuable insights into stakeholder concerns and expectations, fostering a deeper understanding of their needs. This ongoing dialogue conducted through both formal and informal channels continues to inform leadership decisions, influence business strategies, and enhance the Group's ability to deliver sustainable value.

Stakeholder feedback plays a vital role in identifying topics of material importance and clarifying stakeholder expectations. As there have been no changes to the Group's key stakeholder groups, the stakeholder engagement table presented for FPE 2026 is a continuation from the previous financial year.

STAKEHOLDERS	ENGAGEMENT PLATFORMS	AREA OF INTEREST OR CONCERNS	OUR RESPONSE
Shareholders, Financiers & Investors	• Financial reports and announcements • General meetings • Annual report • Press releases • Meetings	• Business strategies and future plan • Return on investments • Financial and operational performance • Good management and corporate governance • Sustainability initiatives	• Timely updates on the Group's strategy and financial performance via announcements • Uphold good governance practices across the Group • Monitor sustainability performance and targets via Bursa Malaysia Environment, Social and Governance ("**ESG**") Reporting Platform
Government Agencies & Regulators	• Compliances to laws and regulations • Participation in government and regulatory events	• Regulatory compliance • Corporate governance practices	• Regular review and monitor to ensure full compliance with regulatory requirements i.e. Malaysian Communications and Multimedia Commission ("**MCMC**"), National Broadcasting and Telecommunications Commission ("**NBTC**") in Thailand etc. • Adoption of practices outlined in the Malaysian Code on Corporate Governance
Employees	• Internal communications (i.e. emails, messenger and etc.) • Workshops and trainings • Employee engagement survey • Employee engagement events • Employee appraisals	• Business growth and strategic direction • Inclusive workplace • Remuneration and benefits • Career development and upskilling opportunities • Occupational safety & health	• Promote transparent communication with employees • Provide equal employment opportunities without discrimination • Offer industry-competitive benefits and remuneration packages • Provide relevant upskilling and development opportunities

STAKEHOLDER ENGAGEMENT (cont'd)

STAKEHOLDERS	ENGAGEMENT PLATFORMS	AREA OF INTEREST OR CONCERNS	OUR RESPONSE
Customers	• Customer support channels (i.e. website, email) • Regular meetings	• Customer satisfactions (i.e. cost optimisation, value added services) • Customer experience (i.e. speed of customer service response, on time delivery) • Innovative in enhancing the quality of services and deliverables • Consumer data privacy	• Offer affordable products and services • Adhere to quality standards • Adhere to the Personal Data Protection Act 2010
Suppliers	• Regular meetings • Quality audit on products and services • Contract negotiation • Supplier assessment/ performance appraisals	• Transparency in procurement processes • Business growth and timely payment	• Emphasis on provision of transparent procurement processes • Timely payment based on credit term
Communities	• Community impacts programmes	• Community welfare and continued livelihood	• Investment in welfare to improve community well-being
Analyst / Media	• Media releases or media briefings • Financial reports and announcements • General meetings	• Transparency in communicating information and updates on business performance and initiatives	• Provide transparent communication through announcements

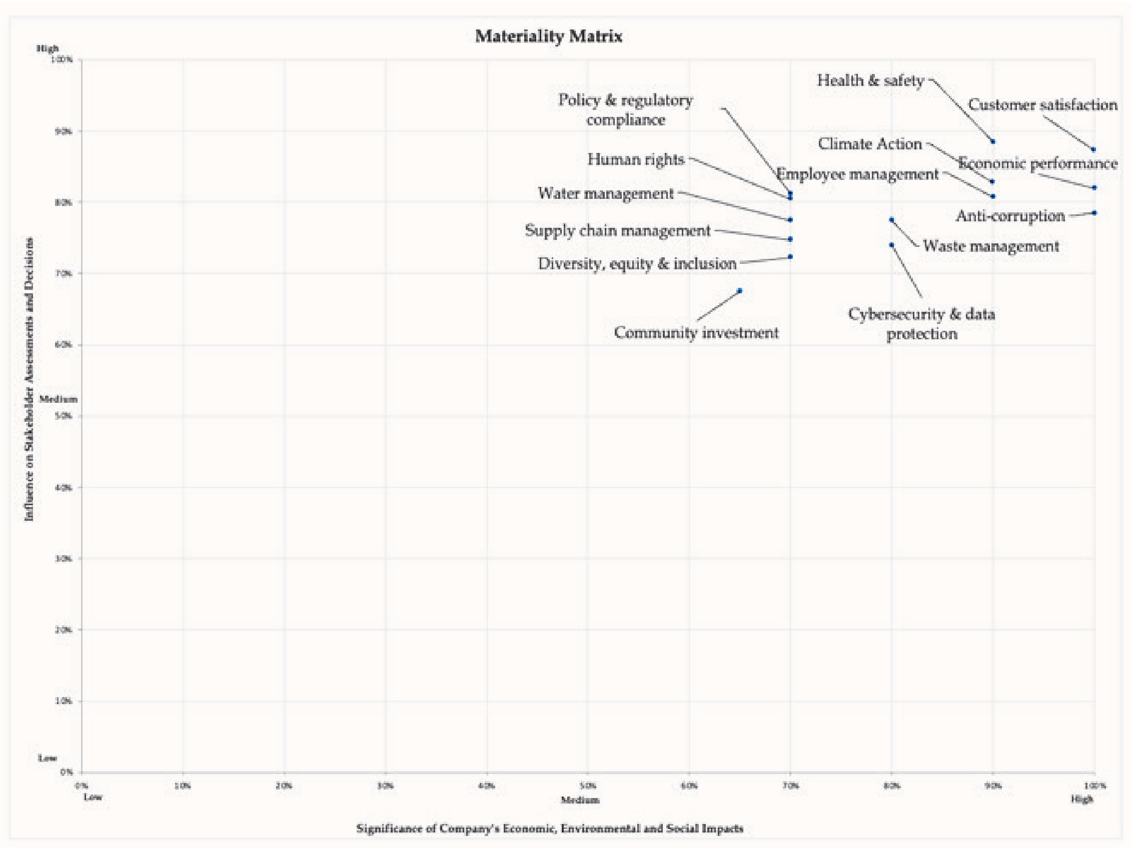
MATERIAL MATTERS

Materiality assessment remains a core component of our sustainability agenda, enabling us to align business planning, strategic direction, and performance management with the Group's key sustainability priorities.

In FPE 2026, we conducted an internal review of our material matters, building on the limited-scale assessment completed in the prior year. This review incorporated insights from key internal stakeholders who regularly engage with our primary stakeholder groups, helping us to better identify and prioritise the economic, environmental, social, and governance issues most relevant to our business and stakeholders. Notably, there were no changes to the top 14 material matters identified in FPE 2026.

Looking ahead, under the National Sustainability Reporting Framework ("NSRF"), all listed issuers and large non-listed companies will be required to adopt the International Financial Reporting Standards ("IFRS") Sustainability Disclosure Standards issued by the International Sustainability Standards Board ("ISSB"), namely IFRS S1 and IFRS S2. These standards are designed to improve the consistency and reliability of sustainability and climate-related disclosures, thereby enhancing investor confidence and Malaysia's global competitiveness. To ensure continued relevance and regulatory compliance, we will revisit and update our materiality matrix in the coming years to align with the evolving disclosure requirements.

MATERIAL MATRIX



RISK MANAGEMENT

At mTouche, our unwavering commitment to effective risk management is fundamental to ensuring long-term resilience, enhancing stakeholder confidence, and delivering sustainable value.

We have established a robust and comprehensive system of risk management and internal control that extends beyond financial oversight to encompass operational and compliance-related risks. This integrated approach is part of an ongoing and coordinated effort to manage, rather than eliminate, the risks that could impede the achievement of our business objectives. It also serves to minimise the potential for fraud, error, and other disruptions across the organisation.

MATERIAL MATTERS	RISK	OPPORTUNITIES
Economic Performance	Poor financial performance jeopardises business continuity and loss of investment opportunity	Sustainable financial performance attracts investors and generates long-term value for all stakeholders
Customer Satisfaction	Failing to meet customers' expectations undermines customer confidence and loyalty, ultimately resulting in lower revenue	Satisfied customers foster loyalty and promote repeat orders
Anti-Corruption	Corruption may tarnish the reputation, result in financial losses and reduced competitiveness	Strong governance to combat corruption enhances credibility and gains competitive edge
Cybersecurity & Data Protection	Cyberattacks can lead to unauthorised access, theft, or exposure of sensitive data, resulting in financial losses, loss of trade secrets and proprietary information, legal liabilities, and reputational damage	Robust cybersecurity measures build trust and confidence among customers, investors, and partners, enhancing the organisation's reputation and brand value
Human Rights	Violations of human rights, such as labour exploitation, discrimination, or unsafe working conditions, can tarnish the organisation's reputation, leading to loss of trust among stakeholders, negative public perception and legal liabilities	Demonstrating a commitment to human rights principles and ethical practices enhances the organisation's reputation, builds trust with stakeholders, and attracts socially conscious consumers, investors, and partners.
Health & Safety	Failure to address health and safety hazards can lead to workplace accidents, injuries, and fatalities, resulting in human suffering, legal liabilities, and financial losses	Prioritising health and safety foster a culture of care, trust, and mutual respect, enhancing employee morale, motivation, and engagement
Employee Management	Difficulty in attracting and retaining skilled employees can hinder business growth and innovation, leading to competitive disadvantages.	Engaged employees are more productive, committed, and loyal, leading to higher levels of job satisfaction, retention, and organisational success
Diversity, Equity & Inclusion	Exclusionary practices or cultures can lead to feelings of alienation and disengagement among employees from underrepresented groups, hindering collaboration, innovation, and productivity	Embracing diversity and equity fosters a culture of inclusion where employees feel empowered to contribute diverse perspectives and ideas, driving innovation and creativity
Supply Chain Management	Dependence on a limited number of suppliers or single sourcing increases the risk of supply disruptions, quality issues, and price volatility, leaving the organisation vulnerable to changes in supplier behaviour or market conditions	Building collaborative relationships with suppliers based on trust, transparency, and mutual benefit fosters innovation, knowledge sharing, and joint problem-solving, leading to improved product quality, cost savings, and competitive advantage
Community Investment	Failure to address social issues, economic disparities, and community grievances may fuel social unrest, civil unrest, protests, and community opposition, posing operational disruptions, reputational damage, and regulatory scrutiny	Strategic community investment initiatives, philanthropic donations, and social programs enable organisations to address social challenges, support underserved communities, and create positive social impact, contributing to poverty alleviation, education, healthcare, and sustainable development goals

RISK MANAGEMENT (CONT'D)

MATERIAL MATTERS	RISK	OPPORTUNITIES
Climate Action	Increasing government regulations aimed at reducing greenhouse gas emissions and mitigating climate change may require corporations to invest in costly emission reduction measures or face fines and penalties for non-compliance Climate change-related disruptions, such as extreme weather events or resource shortages, can disrupt supply chains, increase production costs, and lead to delays in product delivery, affecting business operations and profitability	Corporations that demonstrate environmental stewardship and sustainability leadership can differentiate themselves in the market, enhance brand reputation, and attract environmentally conscious consumers and investors
Water Management	Water disruption due to droughts, climate change, and etc. poses operational risks	Implementing water conservation measures, water-saving technologies, and sustainable water management practices, enhance water efficiency, reduces water consumption, and minimise water-related costs and risks
Waste Management	Non-compliance with waste management regulations, environmental laws, and health and safety standards may result in fines, penalties, legal liabilities, and reputational damage for the organisation	Implementing waste reduction, recycling, and proper waste disposal initiatives enables the organisation to recover valuable materials, conserve natural resources, reduce raw material costs, and minimise environmental impact, while promoting circular economy principles.
Policy & Regulatory Compliance	Non-compliance with policies and regulations can result in legal penalties, fines, or even lawsuits, which can significantly impact the financial health and reputation	Compliance with policies and regulations builds trust and credibility among stakeholders, including customers, investors, employees, and regulatory bodies, which can enhance long-term relationships and support business growth

MANAGEMENT APPROACH FOR MATERIAL MATTERS

ECONOMIC SUSTAINABILITY

Long-term economic sustainability is fundamental to creating value for our stakeholders and contributing to the development of the communities in which we operate. Our business performance enables us to support employment, foster entrepreneurship, strengthen local supply chains, and contribute meaningfully to national and local tax revenues.

MATERIAL MATTERS:

- Economic Performance
- Customer Satisfaction
- Anti-Corruption
- Cybersecurity & Data Protection
- Supply Chain Management

ECONOMIC PERFORMANCE

mTouche measures success by our ability to generate long-term value for all stakeholders. Sustainable financial growth allows us to create employment opportunities, support entrepreneurial initiatives, contribute to government revenue, and reinforce the resilience of local supply chains.

We achieve this by maintaining leadership in our core markets, leveraging innovative technologies, harnessing the expertise of our employees to meet evolving customer needs, and exploring opportunities to expand into new markets.

In FPE 2026, mTouche recorded a total revenue of **RM15.0 million**, reflecting our ongoing commitment to delivering sustainable economic value to stakeholders.

CUSTOMER SATISFACTION

The Group recognises that customer satisfaction and loyalty are essential for long-term success. We are dedicated to improving customer satisfaction by actively seeking feedback and consistently upholding high-quality standards across all our products and services.

Understanding that our customers are vital partners in innovation, we view their feedback as a key resource for generating ideas and driving improvements. To enhance the customer experience, we engage with them through various channels, including in-person meetings, email, and our website.

We will implement an impartial feedback system to effectively address customer complaints and manage our relationships. This approach not only helps maintain a strong service record but also fosters product and service excellence, reflecting our commitment to meeting customer needs and exceeding their expectations in all areas of our operations.

ANTI-CORRUPTION

The Board and Management are committed to conducting business with integrity and full compliance with applicable laws. This commitment is supported by the following governance policies:

The Board and Management are committed to conducting business with integrity and full compliance with applicable laws. This commitment is supported by the following governance policies:

- Code of Ethics ("**COE**") – Outlines ethical standards and expected behaviours for all employees and Board members.
- Anti-Bribery and Anti-Corruption ("**ABAC**") Policy – Establishes a zero-tolerance stance on bribery and corruption, aligned with the Malaysian Anti-Corruption Commission (MACC) Act 2009 and best governance practices. This policy is regularly reviewed to maintain relevance and compliance.
- Whistle Blowing Policy – Provides a secure and confidential channel for employees and external parties to report misconduct, unethical behaviour, or corruption-related concerns. Reports can be submitted directly to Audit and Risk Management Committee via email or post.

All three policies are publicly accessible on our corporate website, ensuring transparency for all stakeholders.

<u>Corruption-related training</u>

We are committed to fostering a workplace culture rooted in transparency, integrity, and ethical conduct. To reinforce this, for the Management and Executive-level employees will attend to anti-corruption training in the coming financial years.

Our goal is to ensure that all relevant employees are well-equipped with the knowledge and awareness needed to uphold the highest ethical standards and comply with anti-corruption regulations.

<u>Corruption incidents</u>

As of 31 March 2026, we recorded zero incidents of corruption across mTouche's business operations.

	FYE 2026	FYE 2024	Target
Number of complaints of bribery or corruptions reported	Nil	Nil	Nil

CYBERSECURITY & DATA PROTECTION

Cybersecurity remains a key priority for mTouche as our operations increasingly depend on mobile networks and interconnected digital systems. We take a comprehensive approach to protecting our infrastructure, networks, and customer information, anchored by full compliance with applicable personal data protection laws.

Our security framework is built on multiple layers of defence, including end-to-end encryption, two-factor authentication, and advanced firewall systems designed to guard against phishing attempts, SIM-swapping fraud, and other emerging threats. To stay ahead of an evolving threat landscape, we continue to invest in advanced cybersecurity infrastructure, including SMS firewalls and AI-powered anomaly detection tools that monitor our network in real time.

Beyond technology, we maintain a proactive risk management culture through regular system updates, periodic risk assessments, and ongoing staff training. Every employee completes mandatory IT Security Awareness training annually to ensure our workforce remains alert to new and evolving cyber risks.

On the data privacy front, we continue to align our practices with the Personal Data Protection Act (PDPA) in Malaysia, as well as equivalent data protection regulations in the other jurisdictions where we operate. Customer consent, transparency, and accountability remain central to how we collect, manage, and safeguard personal data.

We are pleased to report that in FPE 2026, mTouche recorded zero incidents of customer privacy breaches or data loss a result that reflects the continued strength and effectiveness of our cybersecurity and data governance practices.

	FYE 2026	FYE 2024	Target
Number of substantiated complaints concerning breaches in customer privacy or data loss	Nil	Nil	Nil

SUPPLY CHAIN MANAGEMENT

At mTouche, we place strong emphasis on trust, transparency, and integrity in all supplier relationships. As a responsible business, we recognise our role in supporting a resilient and inclusive supply chain, particularly by empowering local small and medium-sized enterprises ("SMEs"), which are vital to our home countries' economic recovery and long-term growth.

Ethical & responsible procurement

We are committed to fair and transparent procurement practices, working only with suppliers who operate with integrity and uphold strong ethical, social and environmental values. Our procurement processes are designed to identify and engage the most qualified partners while promoting responsible business conduct.

Suppliers are expected to comply with our procurement requirements and demonstrate accountability across key areas, including labour practices, environmental compliance and operational efficiency.

Prioritising local sourcing

In line with our commitment to supporting the local economy, mTouche prioritises sourcing products and services from local suppliers wherever feasible. This approach not only reduces transport-related emissions and supports our environmental goals but also helps to create jobs and foster economic resilience within the communities we serve.

In FPE 2026, our business allocated 100% of our procurement budget to engaging local suppliers. This focus was placed on suppliers with a proven track record of reliability, high-quality service and the ability to meet agreed-upon delivery schedules. This strategy not only supports local businesses but also ensures that we maintain the high standards of quality and service essential to our operations. Through these efforts, we continue to foster long-term, ethical partnerships that contribute to our success and support the broader economic recovery in the regions where we operate.

	FYE 2026
Proportion of spending on local suppliers	100%

ENVIRONMENTAL SUSTAINABILITY

Climate change remains one of the most pressing challenges of our time, with far-reaching implications across all sectors of the economy. As a Group principally engaged in mobile value-added services, digital content and OTT media delivery, mTouche recognises that its operations including server and IT infrastructure energy consumption, office operations across its regional markets and IT product logistics and distribution, carry an environmental footprint that must be managed responsibly.

The Group is committed to minimising its impact on the environment while maintaining operational efficiency and ensuring compliance with all applicable environmental laws and regulations. mTouche continuously evaluates opportunities to improve its environmental performance across its operations, from the energy efficiency of its digital infrastructure and service delivery platforms, to the logistics and distribution of IT products.

Material Matters:

- Climate Action
- Waste Management
- Water Management

CLIMATE ACTION

The Group recognises that energy consumption and greenhouse gas ("GHG") emissions arising from its digital infrastructure and IT operations, as well as the logistics associated with its IT product distribution and trading activities, contribute to climate change. As a responsible Group, mTouche is committed to minimising its carbon footprint while supporting the broader transition toward a low-carbon and sustainable digital economy.

Key sources of energy consumption and emissions within the Group include servers and IT infrastructure supporting its mobile platforms and OTT services, office facilities, and the transportation and logistics associated with product distribution under its IT trading segment. In response, the Group continues to implement measures to improve energy efficiency and reduce emissions across its operations.

Energy Consumption

The Group continuously enhances energy efficiency through practical operational initiatives across its offices and IT facilities. Current and ongoing efforts include:

- Energy-efficient office practices: transitioning to LED lighting and energy-efficient inverter air-conditioning systems, complemented by lighting schedules, motion sensors in low-usage areas, regular maintenance of electrical equipment, and internal awareness campaigns to encourage energy-saving habits among employees.
- Energy-efficient devices: standardising the use of energy-saving laptops, monitors and networking devices, reducing both electricity consumption and electronic waste across operations.
- Operational enhancements: continuously evaluating and refining IT and office processes to minimise energy demand, particularly during peak periods, including optimising server loads and consolidating workloads where feasible.
- Preventive maintenance: carrying out regular preventive maintenance on electrical equipment, IT hardware and air-conditioning systems to ensure optimal performance, extend equipment lifespan, and minimise unnecessary energy consumption.

For FPE 2026, the Group's total electricity consumption from the grid amounted to 561,000 kWh. mTouche will continue to strengthen its monitoring and management of energy consumption as part of its broader commitment to reducing GHG emissions across all business segments.

	FPE 2026 kWh	FYE 2024 kWh
Energy consumption	40,826	26,012

CLIMATE ACTION (CONT'D)

Carbon emissions

As part of our ongoing commitment to environmental sustainability, mTouche will begin formally tracking and monitoring GHG emissions across its operations. The Group is currently in the process of refining its emissions data collection and measurement methodologies, with the intention of establishing formal reduction targets once a more comprehensive understanding of its overall environmental impact has been established.

WATER MANAGEMENT

While water is not a primary input in mTouche's business operations, the Group recognises the importance of responsible water usage across its office facilities. We acknowledge the growing challenges associated with water scarcity, driven by climate change and urbanisation, and are committed to promoting conservation as part of our broader environmental responsibility.

Key initiatives include regular inspection and maintenance of water fittings and facilities across our offices, adoption of controlled usage practices, and raising awareness among employees on the importance of water conservation in day-to-day activities.

WASTE MANAGEMENT

mTouche is committed to responsible resource management and waste reduction across all areas of our operations. As a technology-driven organisation, we are well-positioned to lead by example embedding digital-first practices into our daily workflows and minimising physical waste at both our offices and IT facilities.

A paperless workplace is a key objective for the Group. Employees are encouraged to communicate, share, and store documents electronically wherever possible, with printing and photocopying kept to a minimum. Where printing is necessary, double-sided printing is set as the default.

SOCIAL SUSTAINABILITY

As mTouche continues to grow, attracting, developing, and retaining talent is essential to our long-term success. We are committed to cultivating a workplace that upholds human rights, prioritises safety and well-being, and fosters a culture of inclusivity, respect, and continuous development. These principles also guide our broader efforts to engage with and uplift the communities in which we operate.

Material Matters:

- Human Rights
- Health & Safety
- Diversity, Equity & Inclusion
- Employee Management
- Community Investment

HUMAN RIGHTS

At mTouche, we are steadfast in our commitment to protecting and promoting the rights of every individual within our organisation. We believe in treating all employees with dignity, fairness, and respect, and in recognising the unique value each person brings.

Our leadership plays a critical role in establishing and maintaining high ethical standards. Directors and all employees are guided by a robust COE, ensuring that all operations are conducted with professionalism, accountability, and respect for equality.

HUMAN RIGHTS (CONT'D)

We actively promote:

- Safe and fair working conditions
- Freedom of association
- Equal opportunity and non-discrimination
- Protection from harassment or unfair treatment

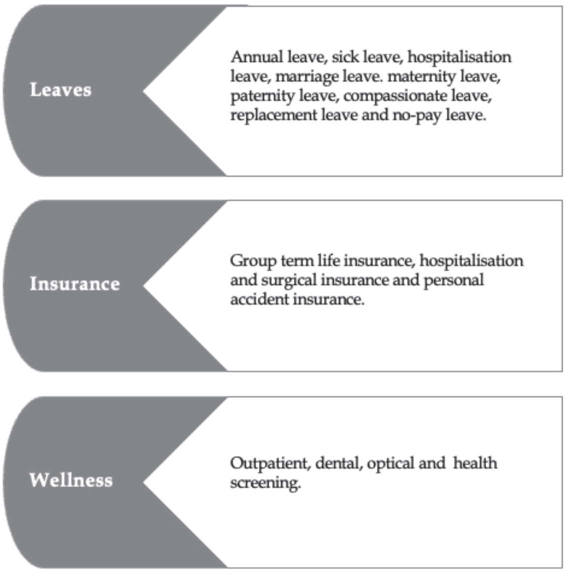
Our employment policies comply fully with Malaysia's labour laws, including the Employment Act 1955 and the Employment (Amendment) Act 2022. We uphold strict prohibitions against child and forced labour and ensure full adherence to legal requirements on working hours and compensation.

<u>Equal compensation & benefits</u>

mTouche continuously evaluates employee compensation and benefits to ensure that our people are well-supported and fairly rewarded. We comply with the Minimum Wage Order 2024, ensuring that all employees receive at least the minimum wage and fair remuneration for overtime and additional responsibilities.

A recent review of our policies confirmed alignment with the updated Minimum Wage Order 2024, which sets the minimum monthly wage at RM1,700 effective 1 February 2025, as well as other amendments to Malaysia's employment laws. This review reaffirmed mTouche's commitment to legal compliance and the fair and lawful treatment of all employees.

<u>Employee benefits include:</u>



Grievance mechanism & whistleblowing

We maintain an open and transparent environment where all individuals, employees or external parties, can raise concerns freely and without fear of retaliation.

Our Whistle Blowing Policy promotes ethical conduct, protects whistleblowers, and ensures concerns are addressed fairly and confidentially. Procedures for lodging a complaint are available on the Company's website, and reports may be directed to the Audit and Risk Management Committee for independent review.

We are committed to investigating all reports impartially, maintaining confidentiality, and providing timely redress wherever necessary. Our goal is to maintain zero incidents of human rights violations, fostering a workplace built on trust, respect, and integrity.

	FYE 2026	FYE 2024	Target
Number of substantiated complaints concerning human rights violations	Nil	Nil	Nil

HEALTH & SAFETY

At mTouche, ensuring the health, safety, and well-being of all individuals involved in our operations is a non-negotiable priority. We believe that a safe workplace is a shared responsibility, and we are committed to creating a zero-harm environment through proactive safety practices, strict regulatory compliance, and continuous improvement.

We comply with the Occupational Safety and Health Act 1994, alongside all relevant Malaysian occupational health and safety regulations, as well as those applicable in the countries where we operate. Our health and safety protocols are embedded across our operations.

We recognise that training is fundamental to building a safety-conscious and security-aware workforce. This is why we provide targeted occupational health, cybersecurity, and workplace safety training to relevant employees, equipping them with the skills and knowledge needed to perform their roles safely and securely.

We enforce strict procedures to safeguard the physical well-being of our employees, as well as suppliers. In addition, we actively promote initiatives that support the mental health and well-being of our team members. Our objective is to achieve zero fatalities and maintain a Lost Time Injury Rate (LTIR) of zero.

DIVERSITY, EQUITY & INCLUSION

At mTouche, embracing diversity is not only a moral imperative but a strategic one. We recognise that a diverse workforce, encompassing differences in gender, age, race, ethnicity, religion, abilities, and sexual orientation, enhances innovation, decision-making, and resilience across our business.

Our inclusive culture values every employee's unique perspective and experience. We are committed to providing a workplace free from discrimination, harassment, and marginalisation, where all individuals are respected, empowered, and able to thrive.

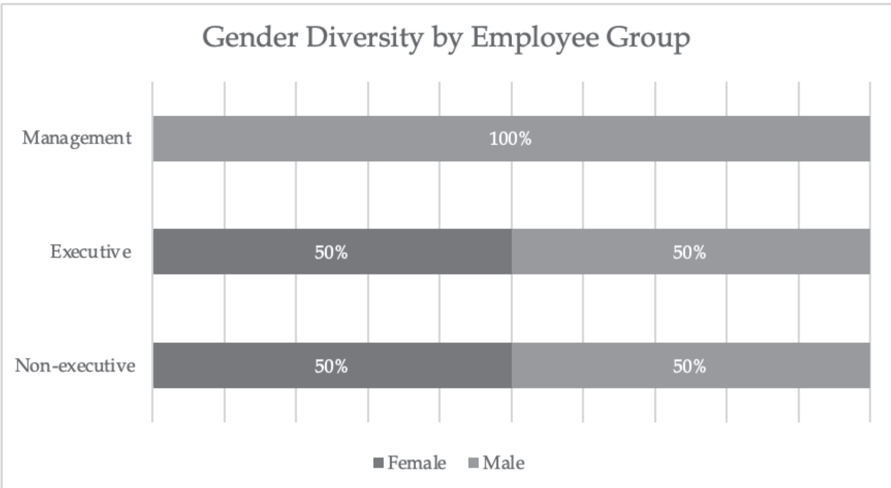
Inclusive culture and equal opportunities

We promote equity in all aspects of our operations, ensuring fair recruitment, equal pay, and merit-based progression across all levels. Performance assessments, promotions, and remuneration are based on objective key performance indicators, with no tolerance for gender or other biases.

- Wage Equity: We ensure that wages are competitive and free from gender bias.
- Merit-Based Development: Career growth is guided by clear criteria and aligned with individual performance and contribution.

Workforce snapshot

As of 31 March 2026, mTouche employed a total of 9 individuals, with 22% of our workforce being female and 78% male. We continue to fostering gender balance across all organisational levels.



DIVERSITY, EQUITY & INCLUSION (CONT'D)

The workforce demonstrates a mature and experienced age profile across all employee levels, with staff concentrated in the 30–50 age group and above. Among management, 60% are aged between 30 and 50 years and 40% are above 50, reflecting a seasoned leadership team that balances mid-career capability with senior experience.

At both the executive and non-executive levels, the entire workforce falls within the 30–50 age group, underscoring a strong and stable mid-career talent base that drives the Group's day-to-day operations.

This composition highlights a workforce anchored in experience and mid-career expertise, supporting operational efficiency and continuity, while pointing to succession planning and the intake of younger talent as areas of focus for the Group going forward.

Ethnic & local representation

mTouche takes pride in its commitment to local talent development. Our entire workforce is made up of individuals residing in the regions where we operate. This not only reflects Malaysia's rich multicultural makeup, including Malay, Chinese, Indian, and other ethnic groups, but also reinforces our dedication to supporting local employment and community integration.

Board diversity

The Nomination Committee is dedicated to fostering a diverse pipeline by ensuring a good mix of individuals with varied experiences and backgrounds, which contributes to enriching the organisation, including its board composition.

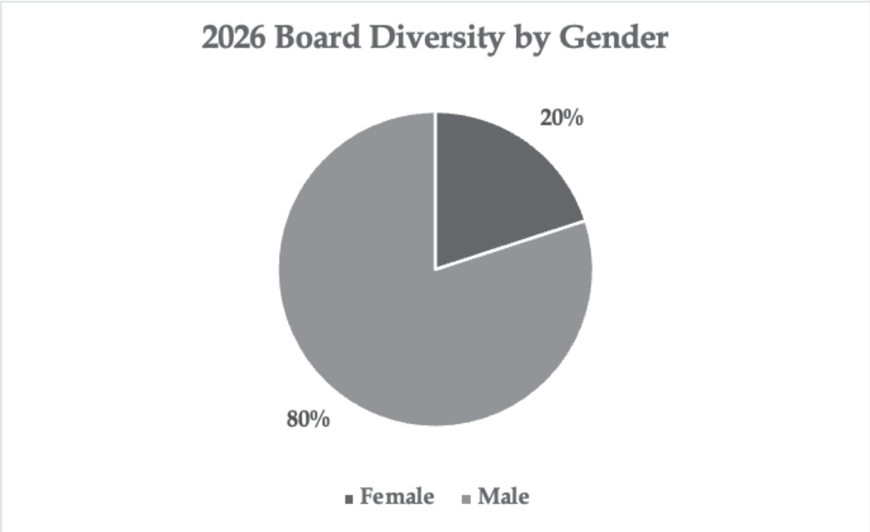
During the financial period under review, woman director represented 20% of the Board, comprising one (1) woman Director out of five board members. This is below the 30% recommendation under Practice 5.9 of the Malaysian Code on Corporate Governance 2021 ("**MCCG 2021**").

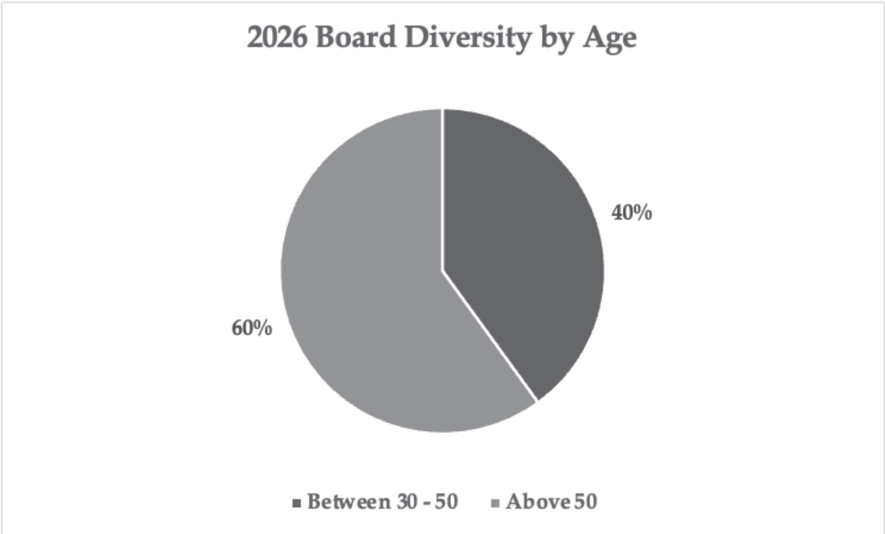
The Board has expressed the view that, given the current stage of the Group's business and lifecycle, prioritising the right mix of skills on the Board is more critical than strictly adhering to the 30% threshold outlined in Practice 5.9 of the MCCG 2021. Nevertheless, there remains a strong commitment to achieving gender balance, both in the boardroom and across the Management team and the wider workplace.

As part of this ongoing commitment, the Board is actively seeking potential women Directors and intends to appoint additional women Directors as suitable candidates are identified. Furthermore, efforts will be made to explore opportunities for improving gender balance across the organisation, helping to promote a more inclusive and diverse workplace.

DIVERSITY, EQUITY & INCLUSION (CONT'D)

Board diversity (cont'd)





EMPLOYEE MANAGEMENT

At mTouche, our employees are our greatest asset. We are committed to fostering a positive, supportive, and safe work environment where everyone feels valued and respected. By ensuring equal access to opportunities for growth, development, and well-being, we create a workplace that empowers individuals and strengthens our business for long-term success.

Talent acquisition & onboarding

Our goal at mTouche is to nurture and advance the professional growth of our existing workforce, providing ample opportunities for career progression within the company. We are committed to maximising the potential of our internal talent pool, ensuring that our team members have the resources and support they need to thrive and advance their careers.
When external recruitment is necessary, our Human Resources team applies fair and structured selection processes to attract candidates whose skills and values align with our organisational goals. New employees are supported through a structured onboarding programme, which helps them integrate smoothly into the company and understand our culture, values, and operational standards from day one.

SUSTAINABILITY STATEMENT (CONT'D)

DIVERSITY, EQUITY & INCLUSION (CONT'D)
EMPLOYEE MANAGEMENT (CONT'D)

Upskilling & reskilling

Empowering our employees to excel is integral to the growth and success of the Group. To support this, we provide continuous learning opportunities that foster both personal and professional development, enabling our workforce to stay ahead in an ever-evolving industry landscape.

In FPE 2026, we continued to prioritise investment in training and development programmes, leveraging both in-person and online platforms. A total of 36 hours were dedicated to internal and external learning and development initiatives.

The average training hours per employee increased across the Group, rising from 2 hours in FYE 2024 to 4 hours in FPE 2026. Moving forward, we remain committed to fostering a culture of continuous learning and professional development to equip our employees with the skills and competencies needed to support the Group's long-term growth and sustainability objectives.

Employee Category	Total hours of training FPE 2026	Total hours of training FYE 2024
Management	32	40
Executive	4	-
Non-executive/Technical staff	-	-
Total	36	40

Employee Category	Average training hours per employee FPE 2026	Average training hours per employee FYE 2024
Management	6	7
Executive	2	-
Non-executive/Technical staff	-	-
Overall average training hours per employee (hours)	4	2

Performance management & compensation

Our performance culture is built around being result-oriented, accountable, collaborative, and commitment to shared success. KPIs are established for both the business and individual employees to ensure alignment with our strategic goals.

We conduct yearly performance reviews to provide constructive feedback, recognise achievements, and identify each employee's development needs and career aspirations. This ongoing dialogue helps drive continuous improvement and professional growth.

Outstanding performance is recognised through bonuses and promotions, rewarding exceptional results and exemplary behaviour. We also benchmark our remuneration packages regularly to ensure they remain competitive within the industry and are aligned with local market standards.

Succession planning

We recognise the importance of strong leadership continuity. Our Nomination Committee oversees the Group's human capital strategy and succession planning, focusing on leadership development and internal talent readiness. Managerial staff receive targeted training to support their progression into future leadership roles.

DIVERSITY, EQUITY & INCLUSION (CONT'D)
EMPLOYEE MANAGEMENT (CONT'D)

Employee engagement

mTouche fosters a culture of engagement, inclusion, and well-being by organising a variety of activities that promote team cohesion and celebrate our employees. These initiatives include festive season celebrations as well as staff birthday celebrations. Through these activities, we aim to boost employee morale, strengthen interpersonal relationships, and create a sense of unity and camaraderie across the organisation.

Employee retention & attrition

During the FYE 2026, the Group recorded one employee departures, resulting in a turnover rate of 11%, compared to 5% in FYE 2024. Moving forward, we aim to stabilise our workforce by enhancing our salary and reward schemes, developing a robust talent pipeline, and strengthening our talent development programmes. These efforts are intended to support long-term employee retention and foster a resilient, engaged workforce aligned with our evolving business priorities.

Employee Category	Total numbers of new hires FPE 2026	Total numbers of new hires FYE 2024
Management	-	-
Executive	-	-
Non-executive/Technical staff	-	-
Total	-	-

Employee Category	Total numbers of employee turnover FPE 2026	Total numbers of employee turnover FYE 2024
Management	1	1
Executive	-	-
Non-executive/Technical staff	-	-
Total	1	1

	FPE 2026	FYE 2024
New hire rates (%)	-	-
Turnover rates (%)	11%	5%

All of our employees are on permanent contracts, with no temporary or contract staff engaged across our operations. This approach reflects our commitment to long-term employment, stability, and the consistent development of our workforce. By maintaining a fully permanent employee base, we foster stronger organisational cohesion, ensure fair and consistent labour practices, and uphold our values of employee welfare and ethical workforce management.

DIVERSITY, EQUITY & INCLUSION (CONT'D)
COMMUNITY INVESTMENT

At mTouche, we are committed to being a responsible corporate citizen by actively engaging with and supporting the communities in which we operate. Beyond traditional business activities, we aim to create a meaningful impact by building strong, positive relationships with local communities. We recognise that social inclusion and community well-being are essential for long-term sustainability and success.

Through contributions to local initiatives, support for community development, and encouragement of active participation, mTouche strives to enhance the quality of life for residents and generate positive ripple effects throughout the region. By fostering these connections, we not only support the communities we serve but also promote shared growth, trust, and long-term value creation for our business.

We highly value the spirit of volunteerism among our employees, recognising it as crucial to the success of mTouche's community impact programmes

	FPE 2026	FYE 2024
Total amount invested where the target beneficiaries are external	-	3,000
Total number of beneficiaries of the investment in communities (number of organisations)	-	1

GOVERNANCE SUSTAINABILITY

At mTouche, we are committed to the highest standards of corporate governance and ethical conduct. This commitment is demonstrated through our strict compliance with relevant laws and regulations, alongside continuous efforts to foster a culture of transparency, accountability, and integrity throughout the organisation.

Material Matters:

- Policy & Regulatory Compliance

POLICY & REGULATORY COMPLIANCE

Regulatory compliance remains a cornerstone of our sustainability strategy. By prioritising ethical business practices, mTouche enhances stakeholder confidence, strengthens risk resilience, and supports long-term value creation. Conversely, non-compliance may result in regulatory sanctions, legal liabilities, reputational damage, and operational setbacks.

To mitigate these risks, we closely monitor the regulatory landscape and maintain strong internal systems to ensure continued compliance.

Corporate governance policies

Our governance practices are guided by the Malaysian Code on Corporate Governance 2021 and Bursa Malaysia's ACE Market Listing Requirements. These frameworks form the foundation of our corporate conduct, helping to ensure that we operate with integrity and in the best interests of our stakeholders. Further details are available in our **Corporate Governance Overview Statement** on pages **16 to 32** of this Annual Report.

Legal & regulatory oversight

mTouche routinely reviews its legal register to ensure alignment with evolving laws and standards. Our internal compliance mechanisms enable us to assess regulatory performance, identify gaps, and implement timely improvements. This proactive approach supports effective risk management and reinforces our commitment to responsible business practices.

DIVERSITY, EQUITY & INCLUSION (CONT'D)
MOVING FORWARD

At mTouche, sustainability is not just a guiding principle; it is a strategic commitment central to our long-term value creation and informs every aspect of our decision-making. We recognise that responsible practices are both a moral duty and a strategic advantage in today's dynamic business landscape.

PERFERORMANCE DATA TABLE

As a listed issuer, mTouche complies with the mandatory ESG disclosure requirements under Bursa Malaysia's ACE Market Listing Requirements, in accordance with the enhanced Sustainability Reporting Guide (3rd Edition). The performance data table below, extracted from the Bursa Malaysia CSI Platform, presents key indicators aligned with our identified material sustainability matters.

MTOUCHE TECHNOLOGY BHD

BMLR Transition Period

Date & Time: 2026-07-31_09:14:15

Ace Market | Group 3 | FYE 31/03/2026

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance	Remarks
Anti-corruption	Percentage of employees who have received training on anti-corruption by employee category - Management	Percentage	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Anti-corruption	Percentage of employees who have received training on anti-corruption by employee category - Executive	Percentage	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Anti-corruption	Percentage of employees who have received training on anti-corruption by employee category - Non-executive/Techni-cal Staff	Percentage	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Anti-corruption	Confirmed incidents of corruption and action taken	Number	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Community/Society	Total amount invested in the community where the target beneficiaries are external to the listed issuer	MYR	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).

This report was generated on the Bursa Malaysia CSI Platform on 2026-07-31_09:14:15

Page 1 of 9

MTOUCHE TECHNOLOGY BHD

BMLR Transition Period

Date & Time: 2026-07-31_09:14:15

Ace Market | Group 3 | FYE 31/03/2026

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance	Remarks
Community/Society	Total number of beneficiaries of the investment in communities	Number	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by age group, for each employee category - Management Under 30	Percentage	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by age group, for each employee category - Management Between 30-50	Percentage	Not Applicable	60	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by age group, for each employee category - Management Above 50	Percentage	Not Applicable	40	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by age group, for each employee category - Executive Under 30	Percentage	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).

This report was generated on the Bursa Malaysia CSI Platform on 2026-07-31_09:14:15

MTOUCHE TECHNOLOGY BHD
BMLR Transition Period

Date & Time: 2026-07-31_09:14:15
Ace Market | Group 3 | FYE 31/03/2026

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance	Remarks
Diversity	Percentage of employees by age group, for each employee category - Executive Between 30-50	Percentage	Not Applicable	100	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by age group, for each employee category - Executive Above 50	Percentage	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by age group, for each employee category - Non-executive/Technical Staff Under 30	Percentage	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by age group, for each employee category - Non-executive/Technical Staff Between 30-50	Percentage	Not Applicable	100	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by age group, for each employee category - Non-executive/Technical Staff Above 50	Percentage	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).

This report was generated on the Bursa Malaysia CSI Platform on 2026-07-31_09:14:15

MTOUCHE TECHNOLOGY BHD

BMLR Transition Period

Date & Time: 2026-07-31_09:14:15

Ace Market | Group 3 | FYE 31/03/2026

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance	Remarks
Diversity	Percentage of employees by gender, for each employee category - Management Male	Percentage	Not Applicable	100	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by gender, for each employee category - Management Female	Percentage	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by gender, for each employee category - Executive Male	Percentage	Not Applicable	50	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by gender, for each employee category - Executive Female	Percentage	Not Applicable	50	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of employees by gender, for each employee category - Non-executive/Technical Staff Male	Percentage	Not Applicable	50	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).

This report was generated on the Bursa Malaysia CSI Platform on 2026-07-31_09:14:15

MTOUCHE TECHNOLOGY BHD

BMLR Transition Period

Date & Time: 2026-07-31_09:14:15

Ace Market | Group 3 | FYE 31/03/2026

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance	Remarks
Diversity	Percentage of employees by gender, for each employee category - Non-executive/Technical Staff Female	Percentage	Not Applicable	50	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of directors by gender - Male	Percentage	Not Applicable	80	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of directors by gender - Female	Percentage	Not Applicable	20	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of directors by age group - Under 30	Percentage	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Diversity	Percentage of directors by age group - Between 30-50	Percentage	Not Applicable	60	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).

MTOUCHE TECHNOLOGY BHD

BMLR Transition Period

Date & Time: 2026-07-31_09:14:15

Ace Market | Group 3 | FYE 31/03/2026

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance	Remarks
Diversity	Percentage of directors by age group - Above 50	Percentage	Not Applicable	40	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Energy management	Total energy consumption	kWh	Not Applicable	40826	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Health and safety	Number of work-related fatalities	Number	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Health and safety	Lost time incident rate ("LTIR")	Rate	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Health and safety	Number of employees trained on health and safety standards	Number	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).

This report was generated on the Bursa Malaysia CSI Platform on 2026-07-31_09:14:15

MTOUCHE TECHNOLOGY BHD

BMLR Transition Period

Date & Time: 2026-07-31_09:14:15

Ace Market | Group 3 | FYE 31/03/2026

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance	Remarks
Labour practices and standards	Total hours of training by employee category - Management	Hours	Not Applicable	32	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Labour practices and standards	Total hours of training by employee category - Executive	Hours	Not Applicable	4	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Labour practices and standards	Total hours of training by employee category - Non-executive/Technical Staff	Hours	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Labour practices and standards	Total number of new hires by employee category - Management	Number	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Labour practices and standards	Total number of new hires by employee category - Executive	Number	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).

MTOUCHE TECHNOLOGY BHD

BMLR Transition Period

Date & Time: 2026-07-31_09:14:15

Ace Market | Group 3 | FYE 31/03/2026

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance	Remarks
Labour practices and standards	Total number of new hires by employee category - Non-executive/Technical Staff	Number	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Labour practices and standards	Total number of employee turnover by employee category - Management	Number	Not Applicable	1	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Labour practices and standards	Total number of employee turnover by employee category - Executive	Number	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Labour practices and standards	Total number of employee turnover by employee category - Non-executive/Technical Staff	Number	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Labour practices and standards	Number of substantiated complaints concerning human rights violations	Number	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).

MTOUCHE TECHNOLOGY BHD

BMLR Transition Period

Date & Time: 2026-07-31_09:14:15

Ace Market | Group 3 | FYE 31/03/2026

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance	Remarks
Supply chain management	Proportion of spending on local suppliers	Percentage	Not Applicable	100	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Data privacy and security	Number of substantiated complaints concerning breaches of customer privacy and losses of customer data	Number	Not Applicable	0	0	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).
Water	Total volume of water used	Megalitres	Not Applicable	Not Applicable	Not Applicable	No assurance	the narrative of the Sustainability Statement that the data for the FYE 2026 is covering from 1 October 2024 to 31 March 2026, (period of 18 months).

This report was generated on the Bursa Malaysia CSI Platform on 2026-07-31_09:14:15

Page 9 of 9

STATEMENT ON DIRECTORS' RESPONSIBILITY

PURSUANT TO RULE 15.26(a) OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

The Board of Directors ("**Board**") of the Company is required by the Companies Act 2016 ("Act") to make a statement expressing an opinion on the financial statements. The Board is of the opinion that the financial statements for the financial period ended 31 March 2026 have been drawn up so as to give a true and fair view of the financial position of the Group and of the Company as at the end of the financial period and of their financial performance and cash flows for the financial period ended on that date in accordance with Malaysian Financial Reporting Standards, IFRS Accounting Standards and the requirements of the Act.

In preparing the financial statements, the Board has:

- reviewed the accounting policies and ensured that they were consistently applied;
- in cases where judgements and estimates were made, the judgements and estimates concerned were based on reasonableness and prudence; and
- prepared the financial statements on a going concern basis

The Board is responsible for ensuring that the Group and the Company maintain proper accounting records and other records which disclose with reasonable accuracy the financial position of the Group and of the Company, and which enable the financial statements to comply with the Act.

The Board has overall responsibility for taking reasonable steps to ensure that an adequate system of internal control is in place to safeguard the assets of the Group and of the Company and to prevent and detect fraud and other irregularities.

This Statement on Directors' Responsibility is made in accordance with a resolution of the Board dated 31 July 2026.