QES GROUP BERHAD
Company Registration No.: 201401042911 (1119086-U)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		30.09.2025	30.09.2024	30.09.2025	30.09.2024
	Note	RM'000	RM'000	RM'000	RM'000
Revenue	A9	68,523	58,370	191,649	182,794
Cost of sales		(53,080)	(42,237)	(145,208)	(136,048)
Gross profit		15,443	16,133	46,441	46,746
Administrative expenses		(6,080)	(5,335)	(17,408)	(16,499)
Marketing and distribution expenses		(2,365)	(1,058)	(7,300)	(5,641)
Net gain/(loss) on impairment of financial instruments		46	27	37	(33)
Other expenses		(2,654)	(6,601)	(9,301)	(10,699)
Other income		945	646	1,353	1,850
Result from operating activities		5,335	3,812	13,822	15,724
Finance income		294	215	885	689
Finance costs		(562)	(508)	(1,531)	(1,527)
Share of result of an associate, net of tax		74	(697)	(324)	(508)
Profit before tax		5,141	2,822	12,852	14,378
Tax expense	B6	(1,524)	(1,605)	(3,979)	(4,745)
Profit for the financial period		3,617	1,217	8,873	9,633
Other comprehensive income/ (expenses), net of tax					
Item that may be reclassified subsequently to profit or loss					
Foreign currency translation differences for foreign subsidiaries		(389)	(1,436)	(1,191)	(1,949)
Item that will not be reclassified subsequently to profit or loss					
Remeasurement of defined benefit plan		(15)	15	(48)	47
Total other comprehensive expenses for the financial period, net of tax		(404)	(1,421)	(1,239)	(1,902)
Total comprehensive income/ (expenses) for the financial period		3,213	(204)	7,634	7,731
Profit attributable to:					
Owners of the Company		3,711	1,235	9,058	10,109
Non-controlling interests ("NCI")		(94)	(18)	(185)	(476)
Profit for the financial period		3,617	1,217	8,873	9,633

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025 (cont'd)

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		30.09.2025	30.09.2024	30.09.2025	30.09.2024
	Note	RM'000	RM'000	RM'000	RM'000
Total comprehensive income/ (expenses) attributable to:					
Owners of the Company		3,395	55	8,008	8,489
Non-controlling interests		(182)	(259)	(374)	(758)
Total comprehensive income/ (expenses) for the financial period		3,213	(204)	7,634	7,731
Basic/Diluted earnings per ordinary share attributable to owners of the Company (sen):	B10	0.45	0.15	1.09	1.21

Notes:-

The basis of preparation of the Condensed Consolidated Statements of Other Comprehensive Income are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

The rest of this page is intentionally left blank

QES GROUP BERHAD
Company Registration No.: 201401042911 (1119086-U)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2025

	UNAUDITED As at 30.09.2025 RM'000	AUDITED As at 31.12.2024 RM'000
Assets		
Property, plant and equipment	87,042	77,060
Right-of-use assets	5,867	5,455
Intangible assets	9,323	10,255
Investment in an associate	1,782	2,106
Deferred tax assets	2,250	1,151
Total non-current assets	106,264	96,027
Inventories	35,183	30,664
Trade and other receivables	66,989	86,081
Current tax assets	1,210	798
Fixed deposits with financial institutions	22,214	21,839
Cash and cash equivalents	87,868	78,703
	213,464	218,085
Assets classified as held for sale	346	-
Total current assets	213,810	218,085
Total assets	320,074	314,112
Equity		
Share capital	80,775	80,775
Treasury shares	(297)	-
Reserves	(22,488)	(21,464)
Retained earnings	131,345	124,815
Total equity attributable to owners of the Company	189,335	184,126
Non-controlling interests	3,521	3,895
Total equity	192,856	188,021
Liabilities		
Borrowings	44,809	36,560
Lease liabilities	550	81
Deferred tax liabilities	410	1,035
Provisions	2,250	2,011
Total non-current liabilities	48,019	39,687

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2025 (cont'd)

	UNAUDITED As at 30.09.2025 RM'000	AUDITED As at 31.12.2024 RM'000
Borrowings	20,295	18,439
Lease liabilities	415	370
Provisions	427	777
Trade and other payables	42,148	50,767
Contract liabilities	13,609	14,324
Current tax liabilities	2,305	1,727
Total current liabilities	79,199	86,404
Total liabilities	127,218	126,091
Total equity and liabilities	320,074	314,112
Net assets per share attributable to owners of the Company (RM)	0.23	0.22

Notes:-

The basis of preparation of the Condensed Consolidated Statements of Financial Position are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

The rest of this page is intentionally left blank

QES GROUP BERHAD
Company Registration No.: 201401042911 (1119086-U)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025

	Attributable to Owners of the Company								
	Non-distributable					Distributable			
	Share capital	Treasury Shares	Merger deficit	Legal reserve	Translation reserve	Retained earnings	Total	Non-controlling interests ("NCI")	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2025	80,775	-	(20,228)	25	(1,261)	124,815	184,126	3,895	188,021
Foreign currency translation differences	-	-	-	-	(1,024)	-	(1,024)	(167)	(1,191)
Remeasurement of defined benefit plan	-	-	-	-	-	(26)	(26)	(22)	(48)
Total other comprehensive expenses for the financial period	-	-	-	-	(1,024)	(26)	(1,050)	(189)	(1,239)
Profit for the financial period	-	-	-	-	-	9,058	9,058	(185)	8,873
Total comprehensive income for the financial period	-	-	-	-	(1,024)	9,032	8,008	(374)	7,634
Contributions by and distributions to owners of the Company:									
Dividend to owners of the Company	-	-	-	-	-	(2,502)	(2,502)	-	(2,502)
Shares repurchased	-	(297)	-	-	-	-	(297)	-	(297)
Total transaction with Owners of the Company	-	(297)	-	-	-	(2,502)	(2,799)	-	(2,799)
At 30 September 2025	**80,775**	**(297)**	**(20,228)**	**25**	**(2,285)**	**131,345**	**189,335**	**3,521**	**192,856**

QES GROUP BERHAD
Company Registration No.: 201401042911 (1119086-U)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025 (cont'd)

	Attributable to Owners of the Company								
	Non-distributable					Distributable			
	Share capital	Treasury Shares	Merger deficit	Legal reserve	Translation reserve	Retained earnings	Total	Non-controlling interests ("NCI")	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2024	80,775	-	(20,228)	25	(191)	113,692	174,073	4,289	178,362
Foreign currency translation differences	-	-	-	-	(1,646)	-	(1,646)	(303)	(1,949)
Remeasurement of defined benefit plan	-	-	-	-	-	26	26	21	47
Total other comprehensive expenses for the financial period	-	-	-	-	(1,646)	26	(1,620)	(282)	(1,902)
Profit for the financial period	-	-	-	-	-	10,109	10,109	(476)	9,633
Total comprehensive income for the financial period	-	-	-	-	(1,646)	10,135	8,489	(758)	7,731
Contributions by and distributions to owners of the Company:									
Dividend to owners of the Company	-	-	-	-	-	(4,171)	(4,171)	-	(4,171)
Total transaction with owners of the Company	-	-	-	-	-	(4,171)	(4,171)	-	(4,171)
At 30 September 2024	**80,775**	**-**	**(20,228)**	**25**	**(1,837)**	**119,656**	**178,391**	**3,531**	**181,922**

Notes:-

The basis of preparation of the Condensed Consolidated Statements of Changes in Equity are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

QES GROUP BERHAD
Company Registration No.: 201401042911 (1119086-U)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025

	30.09.2025 RM'000	30.09.2024 RM'000
Cash flows from operating activities		
Profit before tax	12,852	14,378
Adjustments for:		
Amortisation of intangible assets	1,676	995
Defined benefit plans	327	309
Depreciation of property, plant and equipment	4,770	4,154
Depreciation of right-of-use assets	510	553
Finance costs	1,531	1,527
Finance income	(885)	(689)
Gain on disposal of property, plant and equipment	(572)	(748)
Gain on short-term investments	(560)	(770)
Inventories written down	488	244
Inventories written off	-	35
Loss/(Gain) on unrealised foreign exchange	518	2,531
Net (gain)/loss on impairment of financial instruments	(37)	33
Property, plant and equipment written off	32	7
Share of result of an associate, net of tax	324	508
Operating profit before working capital changes	20,974	23,067
Change in inventories	(5,007)	(2,843)
Change in receivables	18,970	(209)
Change in payables	(9,493)	(5,912)
Change in contract liabilities	(459)	2,670
Change in provisions	(298)	(92)
Cash generated from operations	24,687	16,681
Income tax refunded	93	130
Income tax paid	(5,581)	(5,001)
Net cash from operating activities	19,199	11,810
Cash flows from investing activities		
Acquisition of property, plant and equipment	(5,308)	(18,355)
Addition in right-of-use assets	-	(299)
Addition in intangible assets	(744)	(855)
Increase in investment in an associate	-	(600)
Gain in short-term investments	560	770
Interest received	885	689
Placement of pledged fixed deposits with financial institutions	(375)	(446)
Proceeds from disposal of property, plant and equipment	930	1,007
Net cash used in investing activities	(4,052)	(18,089)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025 (cont'd)

	30.09.2025 RM'000	30.09.2024 RM'000
Cash flows from financing activities		
Dividend paid	(2,502)	(4,171)
Interest paid	(1,531)	(1,528)
Net drawdown of borrowings	708	1,224
Net repayment of lease liabilities	(521)	(968)
Repurchase of treasury shares	(297)	-
Net cash used in financing activities	(4,143)	(5,443)
Net increase/(decrease) in cash and cash equivalents	11,004	(11,722)
Foreign currency translation differences	(895)	(1,505)
Effect of exchange rate fluctuations on cash held	37	(723)
Cash and cash equivalents at beginning of the financial period	77,584	80,706
Cash and cash equivalents at end of the financial period	87,730	66,756
Cash and cash equivalents comprise the following:		
Short-term investments	18,983	13,125
Short-term deposits	19,809	18,996
Cash and bank balances	49,076	36,287
	87,868	68,408
Bank overdrafts	(138)	(1,652)
	87,730	66,756

Notes:-

The basis of preparation of the Condensed Consolidated Statements of Cash Flows are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

The rest of this page is intentionally left blank

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities").

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

A2. Summary of Significant Accounting Policies

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 December 2024.

At the date of authorization of these interim financial statements, the followings MFRS, IC Interpretations and Amendments to IC Interpretations were issued but not yet effective and have not been applied by the Group:

MFRSs and Interpretations	Effective for financial periods beginning on or after
Amendments to MFRS 121: Lack of Exchangeability	1 January 2025
Amendment to MFRS 9 and MFRS 7: Classification and Measurement of Financial Instruments	1 January 2026
Amendment to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Electricity	1 January 2026
Annual Improvements to MFRS Accounting Standards – Volume 11	1 January 2026
MFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The above pronouncements are either not relevant or do not have any material impact on the financial statements of the Group.

A3. Auditors' report on preceding annual financial statements

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

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING (cont'd)

A4. Seasonal or cyclical factors

The Group's business operations have not been affected by seasonal or cyclical factors.

A5. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no material unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter and current year-to-date under review.

A6. Material changes in estimates

There was no material change in financial estimates that could materially affect the current financial quarter under review.

A7. Debt and equity securities

There were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial quarter under review.

A8. Dividend paid

There was no dividend paid during the current financial quarter under review.

The rest of this page is intentionally left blank

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING (cont'd)

A9. Segmental information

Results for individual quarter ended 30.09.2025

	Investment Holding RM'000	Equipment RM'000	Materials & Engineering Solutions RM'000	Manufacturing RM'000	Adjustments and Eliminations RM'000	Consolidated RM'000
External revenue	-	55,383	4,339	8,801	-	68,523
Intra segment revenue	-	20,882	-	-	(20,882)	-
Inter segment revenue	4,800	1,402	-	-	(6,202)	-
Total revenue	4,800	77,667	4,339	8,801	(27,084)	68,523
Results						
Depreciation and amortisation	-	1,340	61	1,069	(6)	2,464
Other non-cash expenses/(income)	(74)	(465)	31	(63)	-	(571)
Segment profit/(loss) before tax	4,834	7,240	(224)	(1,915)	(4,794)	5,141

Results for individual quarter ended 30.09.2024

	Investment Holding RM'000	Equipment RM'000	Materials & Engineering Solutions RM'000	Manufacturing RM'000	Adjustments and Eliminations RM'000	Consolidated RM'000
External revenue	-	45,694	5,146	7,530	-	58,370
Intra segment revenue	-	11,465	17	-	(11,482)	-
Inter segment revenue	3,800	554	35	-	(4,389)	-
Total revenue	3,800	57,713	5,198	7,530	(15,871)	58,370
Results						
Depreciation and amortisation	-	1,327	67	660	(3)	2,051
Other non-cash expenses	697	1,239	226	824	-	2,986
Segment profit/(loss) before tax	3,080	5,131	(614)	(978)	(3,797)	2,822

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING (cont'd)

A9. Segmental information (cont'd)

Results for cumulative quarter ended 30.09.2025

	Investment Holding RM'000	Equipment RM'000	Materials & Engineering Solutions RM'000	Manufacturing RM'000	Adjustments and Eliminations RM'000	Consolidated RM'000
External revenue	-	157,919	13,064	20,666	-	191,649
Intra segment revenue	-	64,987	126	370	(65,483)	-
Inter segment revenue	4,800	3,597	-	-	(8,397)	-
Total revenue	4,800	226,503	13,190	21,036	(73,880)	191,649
Results						
Depreciation and amortisation	-	4,005	181	2,791	(21)	6,956
Other non-cash expenses/(income)	324	590	186	(9)	-	1,091
Segment profit/(loss) before tax	4,384	21,416	(661)	(7,508)	(4,779)	12,852

Results for cumulative quarter ended 30.09.2024

	Investment Holding RM'000	Equipment RM'000	Materials & Engineering Solutions RM'000	Manufacturing RM'000	Adjustments and Eliminations RM'000	Consolidated RM'000
External revenue	-	140,772	19,790	22,232	-	182,794
Intra segment revenue	-	40,659	17	-	(40,676)	-
Inter segment revenue	3,800	1,762	35	-	(5,597)	-
Total revenue	3,800	183,193	19,842	22,232	(46,273)	182,794
Results						
Depreciation and amortisation	-	3,768	147	1,772	15	5,702
Other non-cash expenses	508	1,449	245	717	-	2,919
Segment profit/(loss) before tax	3,122	15,073	506	(508)	(3,815)	14,378

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025 (cont'd)

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING (cont'd)

A9. Segmental information (cont'd)

(a) Analysis of revenue by divisions

	INDIVIDUAL QUARTER				CUMULATIVE QUARTER			
	30.09.2025		30.09.2024		30.09.2025		30.09.2024	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Distribution Division								
Product distribution								
Equipment	42,174	61.6	31,074	53.3	117,001	61.0	101,808	55.7
Materials & Engineering Solutions	2,680	3.9	3,862	6.6	8,931	4.7	15,008	8.2
Services & supply of spare parts								
Equipment	13,209	19.3	14,620	25.0	40,918	21.3	38,964	21.3
Materials & Engineering Solutions	1,659	2.4	1,284	2.2	4,133	2.2	4,782	2.6
Sub-total	59,722	87.2	50,840	87.1	170,983	89.2	160,562	87.8
Manufacturing Division								
Manufacturing	8,801	12.8	7,530	12.9	20,666	10.8	22,232	12.2
Sub-total	8,801	12.8	7,530	12.9	20,666	10.8	22,232	12.2
Total	68,523	100.0	58,370	100.0	191,649	100.0	182,794	100.0

(b) Analysis of revenue by geographical location

	INDIVIDUAL QUARTER				CUMULATIVE QUARTER			
	30.09.2025		30.09.2024		30.09.2025		30.09.2024	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Malaysia	22,342	32.6	31,189	53.4	68,538	35.8	94,023	51.4
ASEAN (excluding Malaysia)								
Vietnam	12,309	18.0	8,285	14.2	31,520	16.4	32,019	17.5
Thailand	9,868	14.4	6,759	11.6	24,867	13.0	15,880	8.7
Philippines	7,490	10.9	2,767	4.7	24,409	12.7	13,392	7.4
Singapore	6,571	9.6	1,357	2.3	16,671	8.7	9,032	4.9
Indonesia	2,683	3.9	3,717	6.4	15,664	8.2	10,627	5.8
Other ASEAN	625	0.9	149	0.3	1,273	0.7	564	0.3
China	508	0.8	798	1.4	1,246	0.6	1,440	0.8
Others	6,127	8.9	3,349	5.7	7,461	3.9	5,817	3.2
Total	68,523	100.0	58,370	100.0	191,649	100.0	182,794	100.0

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING (cont'd)

A10. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current financial quarter under review.

A11. Subsequent events

There were no subsequent material events as at the date of this report except for the following:

QES (Asia-Pacific) Sdn. Bhd. (“QAP”), a wholly-owned subsidiary of the Company, had on 27 October 2025 entered into a Sale and Purchase Agreement (“SPA”) with Symphony Engineering (Penang) Sdn. Bhd. for the disposal of a parcel of land together with one (1) unit of 3-Storey Shop Office held under Pajakan Negeri No. Hakmilik 6525, No.19, Tingkat Bukit Jambul, MK.13, 11900 Bayan Lepas, Pulau Pinang for a total cash consideration of RM1,000,000.00 (Ringgit Malaysia One Million).

Following the execution of the SPA, the said property has been reclassified as “Assets classified as held for sale” in the Condensed Consolidated Statement of Financial Position as at 30 September 2025.

A12. Changes in the composition of the Group

There were no material changes in the composition of the Group for the current financial quarter under review.

A13. Contingent assets or contingent liabilities

The Group has no contingent assets and contingent liabilities as at the date of this report.

A14. Capital commitments

The Group has no material capital commitments as at the date of this report.

A15. Related party disclosures

Related party transactions were summarized as follow:

	Current quarter RM'000	Cumulative quarter RM'000
Applied Engineering Technology (M) Sdn Bhd		
Commission received and receivable	5	5
Rental of premises	88	88

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of performance

(i) Results for current quarter

	INDIVIDUAL QUARTER			
	30.09.2025 RM'000	**30.09.2024 RM'000**	**Changes RM'000**	**Changes %**
Revenue	68,523	58,370	10,153	17.4
Profit before tax	5,141	2,822	2,319	82.2

The Group recorded revenue of RM68.52 million for the current quarter under review compared to RM58.37 million in the corresponding quarter last year, representing an increase of 17.4% or RM10.15 million. The increase in revenue was mainly due to higher revenue generated from both distribution division and manufacturing division by RM8.88 million and RM1.27 million respectively.

The increase in revenue from the distribution division was mainly due to higher deliveries of equipment in the current quarter. The increase in revenue from the manufacturing division arose from higher deliveries of optical inspection systems ("OIS") and automatic optical inspection ("AOI") albeit decrease in deliveries of automated handling system ("AHS") and smart manufacturing series ("SMS").

The profit before tax ("PBT") of RM5.14 million as compared to RM2.82 million in the corresponding quarter last year, marks an increase of 82.2% or RM2.32 million. The higher PBT recorded in the current quarter was mainly attributable to lower foreign exchange loss, as compared to the corresponding quarter last year, which was impacted by significant unfavorable foreign exchange loss.

(ii) Results for financial year-to-date

	CUMULATIVE QUARTER			
	30.09.2025 RM'000	**30.09.2024 RM'000**	**Changes RM'000**	**Changes %**
Revenue	191,649	182,794	8,855	4.8
Profit before tax	12,852	14,378	(1,526)	(10.6)

The Group achieved a revenue of RM191.65 million for the current cumulative quarter under review, which marks the highest nine-month cumulative revenue for the Group. This represents an increase of RM8.86 million or 4.8%, compared to RM182.79 million in the corresponding period of last year. The growth was mainly attributable to higher revenue generated from the distribution division by RM10.42 million despite lower revenue from the manufacturing division by RM1.56 million.

The increase in revenue from the distribution division was primarily driven by higher deliveries of equipment in the current cumulative quarter. The decrease in revenue of the manufacturing division was mainly due to the lower deliveries of AHS despite an increase in advanced wafer metrology system ("AMS"), SMS, OIS and AOI.

The PBT of RM12.85 million as compared to RM14.38 million in the cumulative quarter last year, was lower by 10.6% or RM1.53 million. The lower PBT recorded was mainly attributable to higher operating expenses incurred in the current cumulative quarter under review.

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (cont'd)

B2. Comparison with preceding quarter's results and comments on material changes in PBT

	Current Quarter 30.09.2025 RM'000	Preceding Quarter 30.06.2025 RM'000	Changes RM'000	Changes %
Revenue	68,523	77,371	(8,848)	(11.4)
Profit before tax	5,141	6,233	(1,092)	(17.5)

The Group's revenue decreased to RM68.52 million in current quarter under review from RM77.37 million in the preceding quarter, representing a decline of 11.4% or RM8.85 million. The decrease was mainly due to lower revenue generated from the distribution division by RM9.15 million despite an increase of RM0.30 million in the manufacturing division.

The PBT of RM5.14 million as compared to RM6.23 million in the preceding quarter was lower by 17.5% or RM1.09 million. The lower PBT recorded was in line with the decrease in revenue despite lower operating expenses and lower foreign exchange losses incurred in the current quarter under review.

B3. Prospects and outlook

The Group has continued to demonstrate resilience and adaptability amid a shifting global trade landscape. While some impact was anticipated and mitigated, the Group expects it to be manageable given its diversified customer base and ongoing cost control initiatives.

Global economic conditions remain mixed with the recent abatement of trade tensions between US and China. The overall semiconductor segment is showing gradual signs of recovery where the automotive IC chips and industrial IoT chips demand are getting better. The Group continues to seek out opportunities from this recovery as well as the growth sectors related to AI, data centres and medical technology.

The Group remains focused on strengthening its production capabilities, enhancing productivity, and investing in process improvements to support long-term competitiveness. Barring any unforeseen circumstances, the Board expects the Group's performance to remain steady for the rest of the financial year, with a cautiously optimistic outlook for 2026.

The rest of this page is intentionally left blank

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (cont'd)

B4. Profit forecast and profit guarantee

The Group did not issue any profit forecast or profit guarantee during the financial quarter under review and the financial year-to-date.

B5. Status of corporate proposals

There were no other corporate proposals announced but not completed as at the date of this report.

B6. Income tax expenses

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	30.09.2025	**30.09.2024**	**30.09.2025**	**30.09.2024**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Current tax	1,686	1,633	5,741	5,053
Deferred tax	(162)	(28)	(1,762)	(308)
Total tax expense	1,524	1,605	3,979	4,745

Notes:-

(1) The Group's effective tax rate for the cumulative quarter was higher than the statutory income tax rate of 24%, mainly due to adjustments on certain expenses not deductible for tax purposes, such as depreciation, amortisation of intangible assets, allowance for inventories, and impairment losses on financial instruments, as well as the impact of under-provision of tax expenses from prior year. This was notwithstanding adjustments for certain non-taxable income and double deduction allowances, coupled with a corresponding lower operating profit.

(2) Tax expenses is recognized based on management's best estimate.

The rest of this page is intentionally left blank

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (cont'd)

B7. Group borrowings

	UNAUDITED As at 30.09.2025 RM'000	AUDITED As at 31.12.2024 RM'000
Non-current:		
Hire purchase liabilities	2,535	2,470
Term loans	42,274	34,090
	44,809	36,560
Current:		
Bankers' acceptance	1,127	2,080
Bank overdrafts	138	1,119
Hire purchase liabilities	498	459
Revolving loan	400	1,300
Term loans	2,155	1,497
Trust receipts	15,977	11,984
	20,295	18,439
Total		
Bankers' acceptance	1,127	2,080
Bank overdrafts	138	1,119
Hire purchase liabilities	3,033	2,929
Revolving loan	400	1,300
Term loans	44,429	35,587
Trust receipts	15,977	11,984
	65,104	54,999

The Group's borrowings were denominated in MYR, except for approximately RM7.35 million (USD1.74 million), RM6.19 million (JPY218.47 million), RM1.63 million (GBP0.29 million) and RM0.81 million (EUR0.16 million) of the above borrowings were denominated in USD, JPY, GBP and EUR respectively.

B8. Material litigation

There are no material litigations pending on the date of this announcement.

B9. Dividend

The board of Directors does not recommend any dividend for the current financial quarter under review.

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (cont'd)

B10. Earnings per share ("EPS")

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	30.09.2025	30.09.2024	30.09.2025	30.09.2024
Profit attributable to owners of the Company (RM'000)	3,711	1,235	9,058	10,109
Weighted average number of shares ('000)	833,316	834,139	833,767	834,139
Basic and diluted EPS (sen)	0.45	0.15	1.09	1.21

Notes:-

Diluted earnings per share of the Company for the individual quarter and year-to-date ended 30 September 2025 is equivalent to the basic earnings per share as the Company does not have any outstanding convertible securities at the end of the reporting year.

The rest of this page is intentionally left blank

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (cont'd)

B11. Notes to the Statements of Profit or Loss and Other Comprehensive Income

Profit before taxation is arrived at after charging/(crediting):-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	30.09.2025 RM'000	30.09.2024 RM'000	30.09.2025 RM'000	30.09.2024 RM'000
Amortisation of intangible assets	568	384	1,676	995
Defined benefit plans	137	73	327	309
Depreciation of property, plant and equipment	1,735	1,479	4,770	4,154
Depreciation of right-of-use assets	161	188	510	553
Finance costs	562	508	1,531	1,527
Finance income	(294)	(215)	(885)	(689)
Gain on disposal of property, plant and equipment	(572)	(381)	(572)	(748)
Gain on short-term investments	(228)	(231)	(560)	(770)
Inventories written down	87	43	488	244
Inventories written off	-	35	-	35
Loss/(Gain) on foreign exchange				
- realised	271	1,941	1,314	2,159
- unrealised	(146)	2,545	518	2,531
Net (gain)/loss on impairment of financial instruments	(46)	(27)	(37)	33
Property, plant and equipment written off	32	1	32	7

Save as disclosed above, other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Securities are not applicable.

BY ORDER OF THE BOARD

Andrea Huong Jia Mei
Company Secretary
18 November 2025