Well Chip Group Berhad

(Registration No. 202301014119 (1508041-A))

(Incorporated in Malaysia)

And its subsidiaries

First Quarterly Report
For The Financial Period Ended
31 March 2026

WELL CHIP GROUP BERHAD
(Registration No. 202301014119 (1508041-A))
(Incorporated in Malaysia)
And its subsidiaries

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	Unaudited as at 31.03.2026 RM'000	Audited as at 31.12.2025 RM'000
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		8,085	8,509
Right-of-use assets		29,377	29,576
Goodwill		18,492	18,492
Total non-current assets		55,954	56,577
CURRENT ASSETS			
Inventories		32,143	28,606
Trade and other receivables		898,965	831,094
Short-term investments		24,443	28,150
Current tax assets		476	509
Cash and bank balances		22,396	15,878
Total current assets		978,423	904,237
TOTAL ASSETS		1,034,377	960,814
EQUITY AND LIABILITIES			
EQUITY			
Share capital		339,433	339,433
Reorganisation deficit		(143,964)	(143,964)
Retained profits		315,718	287,824
TOTAL EQUITY		511,187	483,293
NON-CURRENT LIABILITIES			
Lease liabilities		15,343	15,450
Loans and borrowings	B9	4,110	4,194
Deferred tax liabilities		113	113
Total non-current liabilities		19,566	19,757
CURRENT LIABILITIES			
Lease liabilities		2,244	2,296
Loans and borrowings	B9	438,975	391,664
Other payables		55,137	54,386
Current tax liabilities		7,268	9,418
Total current liabilities		503,624	457,764
TOTAL LIABILITIES		523,190	477,521
TOTAL EQUITY AND LIABILITIES		1,034,377	960,814
Net assets per share (RM)		0.85	0.81

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2025.)

WELL CHIP GROUP BERHAD
(Registration No. 202301014119 (1508041-A))
(Incorporated in Malaysia)
And its subsidiaries

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

	Note	Individual quarter 3 months ended		Cumulative quarter 3 months ended	
		31.03.2026 Unaudited RM'000	31.03.2025 Unaudited RM'000	31.03.2026 Unaudited RM'000	31.03.2025 Unaudited RM'000
Revenue		76,042	59,966	76,042	59,966
Cost of sales		(26,120)	(27,512)	(26,120)	(27,512)
Gross profit		49,922	32,454	49,922	32,454
Other income		320	653	320	653
Administrative expenses		(11,594)	(8,497)	(11,594)	(8,497)
Finance costs		(100)	(85)	(100)	(85)
Profit before taxation	B5	38,548	24,525	38,548	24,525
Taxation	B6	(10,654)	(6,636)	(10,654)	(6,636)
Net profit and total comprehensive income for the financial period		27,894	17,889	27,894	17,889
Basic / diluted earnings per ordinary share ("Basic and diluted EPS") (sen)		4.6	3.0	4.6	3.0

(The Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2025.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to Owners of the Company			→
	Share capital RM'000	**Reorganisation deficit RM'000**	**Retained profits RM'000**	**Total equity RM'000**
Unaudited				
Balance at 1 January 2026	339,433	(143,964)	287,824	483,293
Profit for the period and total comprehensive income for the financial period	-	-	27,894	27,894
Balance as at 31 March 2026	339,433	(143,964)	315,718	511,187

	← Attributable to Owners of the Company			→
	Share capital RM'000	**Reorganisation deficit RM'000**	**Retained profits RM'000**	**Total equity RM'000**
Unaudited				
Balance at 1 January 2025	339,433	(143,964)	225,678	421,147
Profit for the period and total comprehensive income for the financial period	-	-	17,889	17,889
Balance as at 31 March 2025	339,433	(143,964)	243,567	439,036

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2025.)

WELL CHIP GROUP BERHAD
(Registration No. 202301014119 (1508041-A))
(Incorporated in Malaysia)
And its subsidiaries

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Cumulative quarter 3 months	
	31.03.2026 Unaudited RM'000	31.03.2025 Unaudited RM'000
Cash flows from operating activities		
Profit before taxation	38,548	24,525
Adjustments for:		
Depreciation of:		
- Property, plant and equipment	597	524
- Right-of-use assets	632	614
Interest expenses	6,127	3,305
Interest income	(13)	(173)
Gain on disposal of plant and equipment	-	(1)
Provision of doubtful debts on pledged receivables	126	36
Property, plant and equipment written off	6	1
Operating profit before working capital changes	46,023	28,831
Changes in working capital:		
Inventories	(3,537)	(7,757)
Trade and other receivables	(67,997)	(18,402)
Other payables	661	(3,464)
	(70,873)	(29,623)
Cash used in operations	(24,850)	(792)
Interest paid	(6,027)	(3,220)
Interest income	13	173
Tax paid	(12,771)	(6,799)
Net cash used in operating activities	(43,635)	(10,638)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (Cont'd)

	Cumulative quarter 3 months	
	31.03.2026 Unaudited RM'000	**31.03.2025 Unaudited RM'000**
Cash flows from investing activities		
Purchase of property, plant and equipment	(179)	(675)
Proceeds from disposal of plant and equipment	-	2
Net cash used in investing activities	(179)	(673)
Cash flows from financing activities		
Movement of loans and borrowings	76,921	(13,069)
Movement of loans from related parties, shareholders and directors	91	(1,293)
Payment of lease liabilities	(593)	(582)
Interest paid	(100)	(85)
Net cash generated from/(used in) financing activities	76,319	(15,029)
NET CHANGES IN CASH AND CASH EQUIVALENTS	32,505	(26,340)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	10,482	87,417
CASH AND CASH EQUIVALENTS CARRIED FORWARD	42,987	61,077

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (Cont'd)

A. Cash and cash equivalents

Cash and cash equivalents included in the unaudited condensed consolidated statement of cash flows comprise the following amount from unaudited condensed consolidated statement of financial position:

	31.03.2026 Unaudited RM'000	31.03.2025 Unaudited RM'000
Money market fund	24,443	41,691
Cash and bank balances	22,396	21,057
Less: Bank overdraft	(3,852)	(1,671)
	42,987	61,077

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PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

A1. Basis of Preparations

These condensed consolidated interim financial statements of Well Chip Group Berhad ("**Well Chip**" or "**the Company**") and its subsidiaries ("**Well Chip Group**" or "**the Group**") are unaudited and have been prepared in accordance with the paragraph 9.22 and Appendix 9B of the Listing Requirements, requirements of the Malaysian Financial Reporting Standards ("**MFRS**") 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board and International Financial Reporting Standards.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2025.

A2. Material Accounting Policy Information

The accounting policies, presentation and methods of computation adopted for the interim financial report are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2025 except for the adoption of amendments to published standards by the Group for the financial year beginning 1 January 2026:

- Amendments to MFRS 9 *Financial Instruments* and MFRS 7 *Financial Instruments: Disclosures – Contracts Referencing Nature-dependent Electricity*
- Amendments to MFRS 9 *Financial Instruments* and MFRS 7 *Financial Instruments: Disclosures – Amendments to the Classification and Measurement of Financial Instruments*
- Amendments that are part of Annual Improvements – Volume 11:
  - Amendments to MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards*
  - Amendments to MFRS 7 *Financial Instruments: Disclosures*
  - Amendments to MFRS 9 *Financial Instruments*
  - Amendments to MFRS 10 *Consolidated Financial Statements*
  - Amendments to MFRS 107 *Statement of Cash Flows*

The adoption of the above-mentioned amendments to MFRSs has no material impact on the Group's consolidated financial statements.

The new MFRSs and amendments to MFRSs that are issued, but not yet effective, up to the date of issuance of the Group's interim financial statements are disclosed below. The Group intends to adopt these new and amended standards and interpretations, if applicable, when they become effective in the respective financial periods.

a) <u>Effective for annual periods beginning on or after 1 January 2027</u>
- MFRS 18 *Presentation and Disclosure in Financial Statements*
- MFRS 19 *Subsidiaries without Public Accountability: Disclosures*
- Amendments to MFRS 19 *Subsidiaries without Public Accountability: Disclosures*
- Amendments to MFRS 121 *The Effects of Changes in Foreign Exchange Rates - Translation to a Hyperinflationary Presentation Currency*

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026 (Cont'd)

A2. Material Accounting Policy Information (cont'd)

b) Effective for annual periods beginning on or after a date yet to be confirmed

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

The initial applications of new MFRSs and amendments to MFRSs are not expected to have any significant impact on the interim financial statements of the Group upon their initial application, except for the changes in presentation and disclosures of financial information arising from the adoption of the new MFRS.

A3. Auditors' Report

There was no qualification on the audited consolidated financial statements of the Group for the financial year ended 31 December 2025.

A4. Seasonal or Cyclical Factors

The operations of the Group are not subject to any seasonal trends or cyclical fluctuations during the current financial quarter. However, prior to festive period, the Group may experience an increase in the number of redemptions of pledges from customers, followed by an increase in the number of pawn loans disbursed after the corresponding festive period.

A5. Material Unusual Items

There were no material unusual items affecting assets, liabilities, equity, net income or cash flows of the Group, during the current financial quarter.

A6. Material Changes in Estimates

There were no material changes in estimates which have a material effect on the results for the current financial quarter.

A7. Debt and Equity Securities

There was no issuance, cancellation and resale of debt and equity securities during the current financial quarter.

A8. Dividends

There was no dividend declared or paid during the current financial quarter.

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026 (Cont'd)

A9. Segmental Reporting

The Group organised its activities principally into 2 reportable business segments:

Business segment	Product and services
Pawnbroking services	- Provision of pawn loans in exchange for pledges such as gold, jewellery and watches
Retail and trading of jewellery and gold	- Retail sale of new and pre-owned jewellery and gold
	- Provision of pawn loans in exchange for pledges such as gold, jewellery and watches

The segmental revenue and profits for the current financial quarter and period-to-date ended 31 March 2026 are as follows:

	Pawnbroking RM'000	Sales of jewellery and gold RM'000	Adjustments and eliminations RM'000	Total RM'000
31 March 2026				
Revenue:				
Revenue from external customers	42,387	33,655	-	76,042
Inter-segment revenue	19,607	-	(19,607)	-
	61,994	33,655	(19,607)	76,042
Segment profits	36,360	13,562	-	49,922
Other income				320
Administrative expenses				(11,594)
Finance costs				(100)
Taxation				(10,654)
Profit for the financial period				27,894
Results				
Included in the measure of segment profits:				
Employee benefit expenses				6,747
Depreciation				
- Property, plant and equipment				597
- Right-of-use assets				632

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026 (Cont'd)

A9. Segmental Reporting (cont'd)

The segmental revenue and profits for the current financial quarter and period-to-date ended 31 March 2025 are as follows:

	Pawnbroking RM'000	Sales of jewellery and gold RM'000	Adjustments and eliminations RM'000	Total RM'000
31 March 2025				
Revenue:				
Revenue from external customers	27,475	32,491	-	59,966
Inter-segment revenue	29,517	-	(29,517)	-
	56,992	32,491	(29,517)	59,966
Segment profits	24,255	8,199	-	32,454
Other income				653
Administrative expenses				(8,497)
Finance costs				(85)
Taxation				(6,636)
Profit for the financial period				17,889
Results				
Included in the measure of segment profits:				
Employee benefit expenses				5,447
Depreciation				
- Property, plant and equipment				524
- Right-of-use assets				614

A10. Significant Events Subsequent to the End of the Current Quarter

There were no material events subsequent to the end of the current quarter that have not been reflected in this interim financial report.

A11. Changes in the Group Composition

There were no changes in the composition of the Group during the current quarter under review.

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026 (Cont'd)

A12. Contingent Assets and Contingent Liabilities

There were no contingent assets and liabilities for the Group as at the end of the current financial quarter.

A13. Material Capital Commitments

There were no material capital commitments as at the end of the current financial quarter.

A14. Significant Related Party Transactions

The significant related party transactions of the Group during the current quarter are shown below:

	Individual quarter 3 months		Cumulative quarter 3 months	
	31.03.2026 Unaudited RM'000	**31.03.2025 Unaudited RM'000**	**31.03.2026 Unaudited RM'000**	**31.03.2025 Unaudited RM'000**
Related parties				
- Loan interest charged	412	437	412	437
- Rental income	(6)	(6)	(6)	(6)
- Rental expense	71	71	71	71
Shareholders				
- Loan interest charged	208	241	208	241
- Rental expense	44	44	44	44
- Retail sales of jewellery and gold	(22)	(4)	(22)	(4)
Directors				
- Loan interest charged	202	219	202	219
- Rental expense	56	53	56	53
- Retail sales of jewellery and gold	(6)	(17)	(6)	(17)

A15. Derivatives

There were no derivatives transacted in the current financial quarter.

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026 (Cont'd)

A16. Fair Value of Financial Liabilities

As at 31 March 2026, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

	Carrying amount RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
31 March 2026					
Financial assets					
Short-term investments	24,443	24,443	-	-	24,443

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

Level 1 fair value

Level 1 fair value is derived from quoted price (unadjusted) in active markets for identical financial assets or liabilities that the entity can access at the measurement date.

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PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of performance

Current and Cumulative Quarter ended 31 March 2026

	Individual Quarter 3 months		Cumulative Quarter 3 months	
	31.03.2026 Unaudited RM'000	**31.03.2025 Unaudited RM'000**	**31.03.2026 Unaudited RM'000**	**31.03.2025 Unaudited RM'000**
Revenue				
Pawnbroking	42,387	27,475	42,387	27,475
Sales of jewellery and gold	33,655	32,491	33,655	32,491
	76,042	59,966	76,042	59,966
Gross profit	49,922	32,454	49,922	32,454
Profit before taxation	38,548	24,525	38,548	24,525

Note:

The Group recorded a revenue and gross profit of RM76.04 million and RM49.92 million in the current individual quarter ended 31 March 2026. The revenue for current individual quarter ended 31 March 2026 increased by RM16.08 million or 26.8% is mainly due to increase in revenue from pawnbroking services segment.

The Group's gross profit recorded was RM49.92 million representing gross profit margin of 65.7% and profit before tax of RM38.54 million representing profit before tax margin of 50.7% in the current financial quarter ended 31 March 2026.

Pawnbroking services segment
Revenue of pawnbroking services segment in the current individual quarter increased by RM14.91 million or 54.3% to RM42.38 million compared to the preceding year corresponding quarter. This is mainly due to increase in provision of pawn loans to customers.

Retail and trading of jewellery segment
Revenue from retail and trading of jewellery segment in the current individual quarter increased by RM1.16 million or 3.6% to RM33.66 million compared to the preceding year corresponding quarter. This is mainly due to higher sales volume of scrap gold.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B2. Comparison with the Immediate Preceding Quarter Result

The Group's performance for current quarter ended 31 March 2026 compared to the preceding quarter ended 31 December 2025 are tabled below:-

	Current quarter ended 31 March 2026 RM'000	Immediate preceding quarter ended 31 December 2025 RM'000	Changes %
Revenue	76,042	73,883	2.9
Gross profit	49,922	47,670	4.7
Profit before taxation	38,548	34,971	10.2

The Group's revenue for the current quarter increased by RM2.16 million or 2.9% to RM76.04 million as compared to RM73.88 million recorded in preceding quarter, mainly due to increase in revenue from provision of pawnloans to customers.

Consequently, the Group's gross profit and profit before taxation for the current quarter increased by RM2.25 million or 4.7% and RM3.58 million or 10.2% respectively were in tandem with the increase in revenue.

B3. Prospects

The Group had applied to open 5 new pawnshops in Johor and 2 new pawnshops in Melaka within 24 months from its Listing date of 23 July 2024 as disclosed in the Prospectus, subject to the issuance of pawnbroking licences. The pawnshop located in Pekan Nanas, Johor obtained its pawnbroking licence from Kementerian Perumahan Dan Kerajaan Tempatan ("KPKT") in June 2025 and the pawnshop officially commenced operations in the same month. In December 2025, the Group has obtained conditional approvals for the remaining 4 pawnshops in Johor and 2 pawnshops in Melaka. Subsequent to the current quarter, renovation works for certain pawnshops have commenced and the Group will apply for the final approvals to commence business at these pawnshops upon completion of the required renovation works.

The Group's expansion into the Northern region through the acquisition of three pawnbroking outlets in Perak, completed during the financial period ended 30 June 2025, has been fully integrated into the Group's operations. These acquired outlets have aligned their business strategies and operational practices with the Group, resulting in operational synergies, which has collectively contributed positively to the Group's robust performance this quarter.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B3. Prospects (cont'd)

The Group remains committed to a proactive growth strategy to strengthen and expand the Group's market presence in organic growth and pursuing acquisitions that align with the Group's business model and objectives. By combining organic growth with targeted acquisitions, the Group seeks to expand its footprint, broaden its customer base, and capture greater market share.

We recognise the critical role of digital marketing in today's business landscape and remain committed to strengthening our brand presence and market visibility through search engine optimisation. We have also invested in targeted digital marketing strategies to optimise content for social media, e-commerce platforms and online advertising, further driving the growth of our gold retail business.

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee in any public document during the current financial quarter.

B5. Profit Before Taxation

Profit before taxation is arrived at after charging:

	Individual Quarter 3 months		Cumulative Quarter 3 months	
	31.03.2026 Unaudited RM'000	**31.03.2025 Unaudited RM'000**	**31.03.2026 Unaudited RM'000**	**31.03.2025 Unaudited RM'000**
Depreciation of:				
- Property, plant and equipment	597	524	597	524
- Right-of-use assets	632	614	632	614
Interest expense on:				
- Bank overdrafts	268	87	268	87
- Revolving credits	4,937	2,236	4,937	2,236
- Loan from shareholders, directors and related parties	822	897	822	897
- Hire purchase	1	1	1	1
- Term loans	38	43	38	43
- Lease liabilities	61	41	61	41

B5. Profit Before Taxation (cont'd)

	Individual Quarter 3 months		Cumulative Quarter 3 months	
	31.03.2026 Unaudited RM'000	**31.03.2025 Unaudited RM'000**	**31.03.2026 Unaudited RM'000**	**31.03.2025 Unaudited RM'000**
Interest income from:				
- Saving accounts	(13)	(33)	(13)	(33)
- Fixed deposit	-	(140)	-	(140)
Provision for doubtful debts on pledged receivables	126	36	126	36
Gain on disposal of plant and equipment	-	(1)	-	(1)
Plant and equipment written off	6	1	6	1
Realised loss on foreign exchange	-	15	-	15

B6. Taxation

	Individual Quarter 3 months		Cumulative Quarter 3 months	
	31.03.2026 Unaudited RM'000	**31.03.2025 Unaudited RM'000**	**31.03.2026 Unaudited RM'000**	**31.03.2025 Unaudited RM'000**
Current tax expense	10,654	6,636	10,654	6,636
Effective tax rate (%)	27.6	27.1	27.6	27.1
Statutory tax rate (%)	24.0	24.0	24.0	24.0

Note:
The effective tax rate of the Group for the current financial quarter and the corresponding quarter of the preceding year was 27.6% and 27.1%, respectively. It was higher than the statutory tax rate of 24.0% mainly due to certain non-allowable expenses.

B7. Status of Corporate Proposal

There was no corporate proposal announced by Well Chip Group Berhad but not completed as at the date of this interim financial report.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B8. Utilisation of Proceeds from the Public Issue

The utilisation of proceeds from the Public Issue amounting to RM172.5 million as of 22 May 2026 is as follows:

Details of use of proceeds	Proposed Utilisation RM'000	Variation RM'000	Revised Proposed Utilisation RM'000	Actual Utilisation RM'000	Balance to be utilised RM'000	Original estimated timeframe for use from the Date of Listing	Revised estimated timeframe for use from the Date of Listing
Cash Capital for our existing 23 pawnshops	124,300	8,500	132,800	(132,800)	-	Within 24 months	Within 24 months
Expansion of pawnshops	40,000	(8,500)	31,500	(7,900)	23,600	Within 24 months	Within 36 months
Estimated listing expenses	8,200	-	8,200	(8,200)	-	Immediate	Immediate
Total	**172,500**	**-**	**172,500**	**(148,900)**	**23,600**		

The Group raised total gross proceeds of RM172.50 million from its Initial Public Offering ("IPO"). Out of the RM40.00 million allocated for the expansion of new outlets, a total of RM7.90 million has been utilised to date. This comprises RM4.00 million utilised for one (1) outlet, for which the licensing approval from KPKT has been obtained, and RM3.90 million withdrawn to fund renovation works for six (6) new outlets, for which conditional approvals valid for 10 months have been secured. The remaining balance will be withdrawn progressively upon completion of the renovations and will be utilised to support pawnloan growth at the new outlets.

In the meantime, the unutilised proceeds have been placed in money market instruments, which generate relatively lower interest income. To support the strong growth in pawnloan demand at existing outlets, the Company has allocated RM8.50 million of the IPO proceeds for working capital purposes, without affecting its intended outlet expansion plans.

The use of proceeds as disclosed above should be read in conjunction with the Prospectus of the Group dated 26 June 2024.

On 16 April 2026, the Board of Directors resolved to extend the utilisation period for the remaining IPO proceeds by an additional twelve (12) months, from 23 July 2026 to 22 July 2027, mainly due to delays in obtaining the initial approval from KPKT and the renovation works can only commence upon receipt of the said approval. The extension is necessary to facilitate compliance with the relevant regulatory requirements and to allow sufficient time for renovation works before the commencement of operations for all six pawnshop outlets.

The Group was listed on the Main Market of Bursa Securities on 23 July 2024.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B9. Loans and borrowings

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

	Unaudited as at 31.03.2026 RM'000	Audited as at 31.12.2025 RM'000
Non-current		
Secured		
Term loans	4,110	4,194
Current		
Secured		
Term loans	323	317
Bank overdrafts	3,852	33,547
Revolving credit	434,800	357,800
	438,975	391,664
Total Group borrowings	443,085	395,858

<u>Term loans</u>
Term loans obtained from licensed banks are secured by way of:
a) legal charges over certain leasehold properties of the Group; and
b) corporate guarantees executed by the Company.

<u>Bank overdrafts and revolving credits</u>
The bank overdrafts and revolving credits obtained from licensed banks are secured by way of:
a) debenture over all the Group's fixed and floating assets; and
b) corporate guarantees executed by the Company.

All the borrowings are secured and denominated in Ringgit Malaysia.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B10. Material Litigation

As of the date of this interim financial report, the Group is not engaged in any governmental, legal or arbitration proceedings which may have or have had, material or significant effects on the Group's financial position or profitability.

B11. Proposed dividend

The Board of Directors has proposed a final single tier dividend of RM0.051 per ordinary share amounting to a total of RM30,600,000 for the financial year ended 31 December 2025, subject to the approval of shareholders of the Company at the forthcoming Annual General Meeting.

B12. Basic and Diluted Earnings per Share ("EPS")

The basic and diluted EPS for the current quarter is computed as below:

	Individual Quarter 3 months		**Cumulative Quarter 3 months**	
	31.03.2026 Unaudited	**31.03.2025 Unaudited**	**31.03.2026 Unaudited**	**31.03.2025 Unaudited**
Profit attributable to owners of the Company (RM'000)	27,894	17,889	27,894	17,889
Weighted average number of ordinary / diluted shares in issue ('000)	600,000	600,000	600,000	600,000
Basic / Diluted EPS (sen)	4.6	3.0	4.6	3.0

B13. Authorisation for issue

This interim financial report was authorised for issue by the Board of Directors on 22 May 2026.