

Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income for first quarter ended 31 October 2025

| | Individual Current Year Quarter 31/10/2025 | Quarter Preceding Year Corresponding Quarter 31/10/2024 | Cumulative Current Year To-date 31/10/2025 | Quarter Preceding Year Corresponding Period 31/10/2024 |
|---|---|--|---|---|
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 384,204 | 401,719 | 384,204 | 401,719 |
| Cost of Sales | (357,505) | (395,450) | (357,505) | (395,450) |
| Gross Profit | 26,699 | 6,269 | 26,699 | 6,269 |
| Other Income | 1,353 | 3,019 | 1,353 | 3,019 |
| Operating Expenses | (12,499) | (11,908) | (12,499) | (11,908) |
| Profit/(Loss) from Operations | 15,553 | (2,620) | 15,553 | (2,620) |
| Finance Costs | (4,856) | (7,420) | (4,856) | (7,420) |
| Finance Income | 531 | 460 | 531 | 460 |
| Share of profit of equity-accounted investees, net of tax | 35,801 | 41,982 | 35,801 | 41,982 |
| Profit Before Tax | 47,029 | 32,402 | 47,029 | 32,402 |
| Tax expense | (3,371) | 2,488 | (3,371) | 2,488 |
| Profit for the Period | 43,658 | 34,890 | 43,658 | 34,890 |
| Other Comprehensive Income/(Loss) | | | | |
| Fair value profit on other investments | - | - | - | - |
| Foreign currency translation differences for foreign operations | (4) | 38 | (4) | 38 |
| | (4) | 38 | (4) | 38 |
| Total Comprehensive Income | 43,654 | 34,928 | 43,654 | 34,928 |
| Profit Attributable to: | | | | |
| Owners of the parent | 43,492 | 34,698 | 43,492 | 34,698 |
| Non-Controlling Interests | 166 | 192 | 166 | 192 |
| | 43,658 | 34,890 | 43,658 | 34,890 |
| Total Comprehensive Income Attributable to: | | | | |
| Owners of the parent | 43,488 | 34,736 | 43,488 | 34,736 |
| Non-Controlling Interests | 166 | 192 | 166 | 192 |
| | 43,654 | 34,928 | 43,654 | 34,928 |
| Earnings Per Share (EPS) | | | | |
| (a) Basic (sen) | 2.50 | 1.99 | 2.50 | 1.99 |
| (b) Diluted (sen) | NA | NA | NA | NA |

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 July 2025 and the accompanying explanatory notes attached to the interim financial statements.

HIAP TECK VENTURE BERHAD
(Registration No. 199701005844 (421340-U))
(Incorporated in Malaysia)

Condensed Consolidated Statements of Financial Position as at 31 October 2025

| | 31/10/2025 (Unaudited) | 31/07/2025 (Audited) |
|--|---|---------------------------------------|
| | RM'000 | RM'000 |
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 341,386 | 344,069 |
| Right-of-use assets | 1,155 | 1,279 |
| Investment properties | 57,152 | 57,224 |
| Investment in joint venture | 899,063 | 863,262 |
| Other investments | 140 | 140 |
| Deferred tax assets | 15,963 | 15,963 |
| | <u>1,314,859</u> | <u>1,281,937</u> |
| Current assets | | |
| Inventories | 342,226 | 400,160 |
| Trade and other receivables | 330,582 | 293,235 |
| Derivative financial assets | 254 | 389 |
| Current tax assets | 9,796 | 12,107 |
| Other investments | 3,386 | 3,049 |
| Cash and cash equivalents | 70,374 | 94,974 |
| | <u>756,618</u> | <u>803,914</u> |
| Total assets | <u>2,071,477</u> | <u>2,085,851</u> |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Share capital | 872,654 | 872,654 |
| Treasury shares | (7,499) | (7,499) |
| Translation reserves | (321) | (317) |
| Retained earnings | 663,003 | 619,511 |
| | <u>1,527,837</u> | <u>1,484,349</u> |
| Non-Controlling Interests | 640 | 474 |
| Total equity | <u>1,528,477</u> | <u>1,484,823</u> |
| Non-current liabilities | | |
| Loans and borrowings | 26,422 | 27,921 |
| Lease liabilities | 313 | 837 |
| Deferred tax liabilities | 12,962 | 13,047 |
| | <u>39,697</u> | <u>41,805</u> |
| Current liabilities | | |
| Loans and borrowings | 450,699 | 457,245 |
| Trade and other payables | 51,201 | 97,863 |
| Lease liabilities | 873 | 493 |
| Derivative liabilities | - | 2,922 |
| Current tax payable | 530 | 700 |
| | <u>503,303</u> | <u>559,223</u> |
| Total liabilities | <u>543,000</u> | <u>601,028</u> |
| Total equity and liabilities | <u>2,071,477</u> | <u>2,085,851</u> |
| Net assets per share attributable to owners of the parent (RM) | 0.8773 | 0.8523 |

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 July 2025 and the accompanying explanatory notes attached to the interim financial statements.

HIAP TECK VENTURE BERHAD
(Registration No. 199701005844 (421340-U))
(Incorporated in Malaysia)

Condensed Consolidated Statements of Cash Flows for the period ended 31 October 2025

| | Current Year To-date 31/10/2025 RM'000 | Preceding Year Corresponding Period 31/10/2024 RM'000 |
|---|---|--|
| <u>Operating Activities</u> | | |
| Profit Before Tax | 47,029 | 32,402 |
| Adjustments for: | | |
| Depreciation of investment properties | 72 | 70 |
| Depreciation of property, plant and equipment | 7,938 | 5,739 |
| Depreciation of right-of-use assets | 124 | 227 |
| Fair value loss/(gain) on foreign exchange derivative | 135 | (2,741) |
| Finance income: | | |
| Other investments | (10) | (13) |
| Deposits with licensed banks | (521) | (447) |
| Gain on disposal of property, plant and equipment | (831) | (1,048) |
| Finance costs | 4,856 | 7,420 |
| Net unrealised foreign exchange loss | 200 | 22 |
| Property, plant and equipment written off | - | 191 |
| Reversal of inventories to net realisable value | (4,502) | - |
| Share of profit of equity-accounted joint venture, net of tax | (35,801) | (41,982) |
| Operating profit/(loss) before changes in working capital | 18,689 | (160) |
| Net changes in inventory | 62,436 | (37,491) |
| Net changes in trade and other receivables | (37,216) | (6,070) |
| Net changes in trade and other payables | (46,800) | (6,069) |
| Contract liabilities | (2,922) | (6,381) |
| Cash generated from operations | (5,813) | (56,171) |
| Interest paid | (4,846) | (7,394) |
| Net income tax paid | (1,315) | (2,157) |
| Net cash used in operating activities | (11,974) | (65,722) |
| <u>Investing Activities</u> | | |
| Finance income: | | |
| Other investments | 10 | 13 |
| Deposits with licensed banks | 521 | 447 |
| Increase in other investments | (337) | (2,117) |
| Proceeds from disposal of property, plant and equipment | 1,386 | 1,709 |
| Purchase of property, plant and equipment | (5,810) | (24,580) |
| Purchase of investment properties | - | (10,936) |
| Net cash used in investing activities | (4,230) | (35,464) |
| <u>Financing Activities</u> | | |
| Payment of lease liabilities | (154) | (248) |
| (Repayment of)/Drawdown of borrowings (net) | (8,045) | 116,749 |
| Net cash (used in)/generated from financing activities | (8,199) | 116,501 |
| Net (Decrease)/Increase in Cash and Cash Equivalents | (24,403) | 15,315 |
| Effect of exchange rate changes | (197) | (96) |
| Cash and Cash Equivalents at beginning of period | 94,974 | 93,881 |
| Cash and Cash Equivalents at end of period | 70,374 | 109,100 |

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 July 2025 and the accompanying explanatory notes attached to the interim financial statements.

HIAP TECK VENTURE BERHAD
(Registration No. 199701005844 (421340-U))
(Incorporated in Malaysia)

Condensed Consolidated Statements of Changes in Equity for the period ended 31 October 2025

| | <----- Attributable to equity holders of the parent -----> | | | | | | | |
|---|--|------------------------------|-----------------------------------|----------------------------------|--------------------------------|-----------------|--|---------------------------|
| | ----- Non-distributable ----- | | | <-Distributable-> | | | | |
| | Share Capital RM'000 | Treasury Shares RM'000 | Translation Reserves RM'000 | Fair Value Reserves RM'000 | Retained Earnings RM'000 | Total RM'000 | Non- controlling Interests RM'000 | Total Equity RM'000 |
| As at end of current quarter ended 31 October 2025 | | | | | | | | |
| Opening balance as at 1 August 2025 | 872,654 | (7,499) | (317) | - | 619,511 | 1,484,349 | 474 | 1,484,823 |
| Total comprehensive income | - | - | (4) | - | 43,492 | 43,488 | 166 | 43,654 |
| Closing balance as at 31 October 2025 | 872,654 | (7,499) | (321) | - | 663,003 | 1,527,837 | 640 | 1,528,477 |
| As at preceding year corresponding quarter ended 31 October 2024 | | | | | | | | |
| Opening balance as at 1 August 2024 | 872,654 | (7,499) | (353) | - | 519,107 | 1,383,909 | 754 | 1,384,663 |
| Total comprehensive income | - | - | 38 | - | 34,698 | 34,736 | 192 | 34,928 |
| Closing balance as at 31 October 2024 | 872,654 | (7,499) | (315) | - | 553,805 | 1,418,645 | 946 | 1,419,591 |

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 July 2025 and the accompanying explanatory notes attached to the statements.

Explanatory Notes on the Quarterly Report – First Quarter ended 31 October 2025

PART A : EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

1. Basis of preparation

These interim financial statements are unaudited and have been prepared in accordance with MFRS 134 “Interim Financial Reporting” issued by Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Listing Requirement of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the Company’s annual audited financial statements for the year ended 31 July 2025. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 July 2025.

2. Significant Accounting Policies

This interim financial report has been prepared based on accounting policies and methods of computation which are consistent with those adopted in the annual audited financial statements for the year ended 31 July 2025.

The Group has not adopted the following standards, interpretations and amendments that have been issued but not yet effective:

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2025

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

2. Significant Accounting Policies (cont'd)

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2026

- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures – 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*
- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures – Contracts Referencing Nature-dependent Electricity*

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2027

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

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

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

The Group plans to apply the abovementioned accounting standards, interpretations and amendments:

- from the annual period beginning on 1 August 2025 for the amendments that are effective for annual periods beginning on or after 1 January 2025.
- from the annual period beginning on 1 August 2026 for the amendments that are effective for annual periods beginning on or after 1 January 2026.
- from the annual period beginning on 1 August 2027 for the accounting standards that are effective for annual periods beginning on or after 1 January 2027.

The initial application of the accounting standards, interpretations or amendments are not expected to have any material financial impact to the current period and prior period financial statements of the Group.

3. Audit qualification

There were no audit qualifications on the annual financial statements of the Group for the year ended 31 July 2025.

4. Seasonal or cyclical factors

The Group's business operations are not materially affected by any major seasonal factors except during Hari Raya and Chinese New Year festive seasons where business activities generally slow down.

5. Material unusual items

There were no items of an unusual nature or amount affecting assets, liabilities, equity, net income or cash flows during the quarter.

6. Material changes in estimates

There were no material changes in estimates of amount reported in prior interim period that have material impact in the current quarter under review.

7. Issuances, cancellation, repurchase, resale and repayment of debt and equity securities

There were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter under review. As at quarter ended 31 October 2025, a total of 5,492,000 buy-back shares were held as treasury shares and carried at cost.

8. Dividend paid

No dividend was paid during the quarter under review.

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9. Segment information

The Group's activities are identified into the following business segments:

| 3 months ended 31 October 2025 | | | | | | | | |
|----------------------------------|----------------|-----------------|-------------------|-------------------|----------------|--------------------|--------------------|----------------|
| | Trading | Manufac- | Property | Transport- | Mining | Selling of | Others/ | Group |
| | RM'000 | turing | and | ation | explor- | Electricity | Elimination | RM'000 |
| | RM'000 | RM'000 | Investment | RM'000 | ation | RM'000 | RM'000 | RM'000 |
| SALES | | | | | | | | |
| - External sales | 196,798 | 182,582 | 789 | - | 604 | 3,431 | - | 384,204 |
| - Intersegment sales | - | 3,001 | 3,155 | 676 | - | - | (6,832) | - |
| Total sales | 196,798 | 185,583 | 3,944 | 676 | 604 | 3,431 | (6,832) | 384,204 |
| RESULTS | | | | | | | | |
| Finance income | 239 | 242 | 20 | 1 | - | 29 | - | 531 |
| Finance costs | (2,619) | (2,227) | (10) | - | - | - | - | (4,856) |
| Depreciation & amortisation | (133) | (6,945) | (732) | (85) | (205) | (34) | - | (8,134) |
| Share of profit of joint venture | - | - | - | - | - | - | 35,801 | 35,801 |
| Segment (loss) / profit | (1,670) | 10,283 | 1,928 | (37) | 386 | 338 | 35,801 | 47,029 |

| 3 months ended 31 October 2024 | | | | | | | | |
|----------------------------------|----------------|-----------------|-------------------|-------------------|----------------|--------------------|--------------------|----------------|
| | Trading | Manufac- | Property | Transport- | Mining | Selling of | Others/ | Group |
| | RM'000 | turing | and | ation | explor- | Electricity | Elimination | RM'000 |
| | RM'000 | RM'000 | Investment | RM'000 | ation | RM'000 | RM'000 | RM'000 |
| SALES | | | | | | | | |
| - External sales | 207,351 | 189,473 | - | 7 | 751 | 4,137 | - | 401,719 |
| - Intersegment sales | - | 9,922 | 6,164 | 916 | - | - | (17,002) | - |
| Total sales | 207,351 | 199,395 | 6,164 | 923 | 751 | 4,137 | (17,002) | 401,719 |
| RESULTS | | | | | | | | |
| Finance income | 217 | 209 | 18 | 5 | - | 11 | - | 460 |
| Finance costs | (4,347) | (3,047) | (26) | - | - | - | - | (7,420) |
| Depreciation & amortisation | (119) | (4,745) | (849) | (41) | (248) | (34) | - | (6,036) |
| Share of profit of joint venture | - | - | - | - | - | - | 41,982 | 41,982 |
| Segment (loss) / profit | (15,257) | 4,585 | 181 | 41 | 481 | 389 | 41,982 | 32,402 |

10. Valuation of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendments from the previous annual report.

11. Significant events

There were no material events subsequent to the end of the interim period up to the date of this report.

12. Changes in the composition of the Group

There were no significant changes in the composition of the Group as at the date of this report.

13. Changes in contingent liabilities and assets

The Group has no contingent liabilities and assets as at 31 October 2025.

14. Capital commitments

The amount of commitments not provided for in the interim financial reports as at 31 October 2025 is as follows:

| | RM'000 |
|-------------------------------------|---------------|
| Property, plant and equipment | |
| - Authorised and contracted for | 1,585 |
| - Authorised but not contracted for | 2,000 |
| | <u>3,585</u> |

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15. Related party transactions

Related party transactions for the quarter under review in which certain Directors have direct/indirect interest are as follows:

| | Group | |
|--|---------------------------------|----------------------------------|
| | Current year quarter | Current year-to- date |
| | 31.10.2025 | 31.10.2025 |
| | RM'000 | RM'000 |
| Purchases of steel products by certain wholly owned subsidiaries of the Group from JK Ji Seng Sdn.Bhd. | 108,800 | 108,800 |
| Rent of office space by Hiap Teck Venture Berhad from Pedoman Cekap Sdn. Bhd. | 154 | 154 |
| | | |

These transactions have been entered into in the normal course of business and at arm's length basis and on terms no more favorable to the related party than those generally available to the public and are not detrimental to minority shareholders.

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PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

16. Review of performance

Table 1: Financial review for current quarter and financial year to date for the quarter ended 31 October 2025.

| | Individual Quarter | | Changes | | Cumulative Quarter | | Changes | |
|---|--------------------|----------------|----------|------|--------------------|----------------|----------|------|
| | Current | Preceding Year | Amount | % | Current | Preceding Year | Amount | % |
| | Year | Corresponding | | | Year | Corresponding | | |
| | Quarter | Quarter | | | To-date | Period | | |
| | 31/10/2025 | 31/10/2024 | | | 31/10/2025 | 31/10/2024 | | |
| | RM'000 | RM'000 | RM'000 | % | RM'000 | RM'000 | RM'000 | % |
| Revenue | 384,204 | 401,719 | (17,515) | -4% | 384,204 | 401,719 | (17,515) | -4% |
| Gross profit | 26,699 | 6,269 | 20,430 | 326% | 26,699 | 6,269 | 20,430 | 326% |
| Profit/(Loss) from operations | 15,553 | (2,620) | 18,173 | 694% | 15,553 | (2,620) | 18,173 | 694% |
| Share of profit of equity-accounted investees, net of tax | 35,801 | 41,982 | (6,181) | -15% | 35,801 | 41,982 | (6,181) | -15% |
| Profit before tax | 47,029 | 32,402 | 14,627 | 45% | 47,029 | 32,402 | 14,627 | 45% |
| Profit for the period | 43,658 | 34,890 | 8,768 | 25% | 43,658 | 34,890 | 8,768 | 25% |
| Profit attributable to: | | | | | | | | |
| Owners of the parent | 43,492 | 34,698 | 8,794 | 25% | 43,492 | 34,698 | 8,794 | 25% |
| Non-controlling interests | 166 | 192 | (26) | -14% | 166 | 192 | (26) | -14% |
| | 43,658 | 34,890 | 8,768 | 25% | 43,658 | 34,890 | 8,768 | 25% |

In the current quarter under review, the Group recorded revenue of RM384.204 million, a 4% decrease from RM401.719 million in the corresponding quarter last year, mainly due to lower selling prices.

Revenue from the Trading division declined by 5% to RM196.798 million (Q1 FY2025: RM207.351 million) driven by lower sales volumes and reduced average selling prices. The Manufacturing division recorded revenue of RM185.583 million, down 7% from RM199.395 million, also attributable to reduced sales volumes and weaker selling prices.

The Group registered a profit from operations of RM15.553 million for the quarter, compared to a loss of RM2.620 million in the same quarter last year. This improvement was mainly due to lower cost of goods sold as well as a reversal of write-down of inventories to net realisable value amounting to RM4.502 in the current quarter.

The Group's share of profit from the Joint Venture entity decreased by 15% to RM35.801 million from RM41.982 million previously. Despite stronger underlying operating performance supported by improved gross profit margins in the current quarter, the JV's results were lower primarily due to reduced positive impact from unrealised foreign exchange translation, which had significantly boosted the comparative quarter's performance.

As a result, the Group recorded a Profit Before Tax ("PBT") of RM47.029 million for the quarter compared to RM32.402 million in the corresponding quarter of last year.

17. Comparison with immediate preceding quarter's results

Table 2: Financial review for current quarter compared with immediate preceding quarter.

| | Individual Quarter | | Changes | |
|--|--|---|---------|-------|
| | Current Year Quarter 31/10/2025 | Immediate Preceding Quarter 31/07/2024 | Amount | % |
| | RM'000 | RM'000 | RM'000 | % |
| Revenue | 384,204 | 342,735 | 41,469 | 12% |
| Gross profit | 26,699 | 1,367 | 25,332 | 1853% |
| Profit/(Loss) from operations | 15,553 | (9,537) | 25,090 | 263% |
| Share of profit of equity-accounted investees, net of tax | 35,801 | 30,222 | 5,579 | 18% |
| Profit before tax | 47,029 | 15,509 | 31,520 | 203% |
| Profit for the period | 43,658 | 19,944 | 23,714 | 119% |
| Profit attributable to: | | | | |
| Owners of the parent | 43,492 | 19,706 | 23,786 | 121% |
| Non-controlling interests | 166 | 238 | (72) | -30% |
| | 43,658 | 19,944 | 23,714 | 119% |

For the current quarter, the Group's revenue rose by 12% to RM384.204 million compared to RM342.735 million in the preceding quarter, mainly driven by higher sales volumes.

The Group reported a profit from operations of RM15.553 million, a significant improvement from the loss of RM9.537 million in the previous quarter. This turnaround was primarily due to a reversal of write-down of inventory of RM4.502 million, in contrast to the additional write-down of inventory of RM11.931 million recognised in the preceding quarter.

Consequently, Profit Before Tax (PBT) increased sharply by 203% to RM47.029 million from RM15.509 million in preceding quarter. The improvement was partly driven by a better contribution from the Joint Venture of RM35.801 million in the current quarter, compared to RM30.222 million in the preceding quarter, supported by positive unrealised foreign exchange translation this quarter, which more than offset the lower gross profit margin relative to the preceding quarter.

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18. Prospects

Global steel market conditions remain mixed, with prices stabilising at lower levels amid cautious demand and ongoing supply adjustments. China's recently announced stricter capacity-swap requirements are expected to gradually reduce excess capacity, while infrastructure-driven demand in parts of South and Southeast Asia continues to provide some support to regional consumption.

Domestically, Malaysia's economy recorded a stronger-than-expected 5.2% GDP growth in the third quarter of 2025, underpinned by resilient household spending, firm labour-market conditions and steady investment activity. Construction sector activity continues at a steady pace, although the recent enforcement of overweight-loading limits on commercial vehicles has prompted adjustments in logistics and material deliveries, leading to short-term cost and timing pressures within the supply chain.

Policy developments continue to shape the sector's outlook. The Steel Industry Roadmap 2035 (SIR2035) provides clearer direction on capacity rationalisation, compliance and the transition to low-carbon steelmaking, while the confirmed implementation of a carbon tax from 2026 is expected to influence cost structures and competitiveness across the industry.

Operationally, the Joint Venture's 1,450 mm Hot Rolled Coil line continues to ramp up utilisation and is expected to enhance cost efficiency and contribute positively going forward. The Manufacturing segment's recovery remains on track, while the Trading division continues to operate in a subdued pricing environment consistent with global market trends.

The Group will maintain its focus on cost optimisation, operational discipline and productivity improvements to navigate evolving market conditions and support sustainable performance in the coming quarters.

19. Variance of actual and forecast profit

Not applicable.

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20. Tax

| | Individual Quarter | | Cumulative Quarter | |
|----------------|----------------------|--------------------------------------|----------------------|-------------------------------------|
| | Current year quarter | Preceding Year Corresponding Quarter | Current year-to-date | Preceding Year Corresponding Period |
| | 31.10.2025 | 31.10.2024 | 31.10.2025 | 31.10.2024 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Income tax | | | | |
| - current year | 3,486 | 1,487 | 3,486 | 1,487 |
| - prior year | (31) | (31) | (31) | (31) |
| Deferred tax | | | | |
| - current year | (29) | (3,944) | (29) | (3,944) |
| - prior year | (55) | - | (55) | - |
| | 3,371 | (2,488) | 3,371 | (2,488) |
| | | | | |

The Group's effective tax rate for the current year-to-date was higher than the statutory income tax rate after excluding the share of profit of the joint venture due to losses incurred by certain subsidiaries where no group relief on losses were available.

21. Status of corporate proposal

There was no corporate proposal as at the date of this announcement.

22. Loans and borrowings

The Group's borrowings are as follows:

| | As at 31.10.2025 RM'000 | As at 31.07.2025 RM'000 |
|--------------------------|----------------------------|----------------------------|
| Long-Term | | |
| Term loan | 26,422 | 27,921 |
| Short-Term | | |
| Bankers' acceptances | 239,309 | 292,964 |
| Post shipment buyer loan | 28,343 | 56,333 |
| Accepted bills | 126,810 | 69,281 |
| Revolving credit | 50,000 | 33,000 |
| Term loan | 6,237 | 5,667 |
| | 450,699 | 457,245 |
| Total | 477,121 | 485,166 |

All borrowings are secured by corporate guarantees of the Company. The financial impact of the guarantees is not material as the subsidiaries concerned are in positive financial standings to meet their obligations as and when they fall due.

23. Material litigation

There is no material litigation for the quarter under review.

24. Dividend

The Board of Directors does not recommend any dividend for the period under review.

25. Earnings per share (“EPS”)

The basic earnings per share is calculated by dividing the Group’s net profit attributable to ordinary equity holders for the period by the weighted average number of ordinary shares in issue.

| | Individual Quarter | | Cumulative Quarter | |
|--|---------------------------------------|--|---------------------------------------|---|
| | Current Year Quarter 31.10.2025 | Preceding Year Corresponding Quarter 31.10.2024 | Current Year To-Date 31.10.2025 | Preceding Year Corresponding Period 31.10.2024 |
| Profit attributable to owners of the parent (RM'000) | 43,492 | 34,698 | 43,492 | 34,698 |
| Weighted average number of ordinary shares in issue ('000) | 1,742,230 | 1,742,230 | 1,742,230 | 1,742,230 |
| Basic earnings per share (sen) | 2.50 | 1.99 | 2.50 | 1.99 |
| | | | | |

The Group does not have in issue any financial instrument or other contract that may entitle its holder to ordinary shares and therefore, dilutive to its basic earnings per share.

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26. Profit from operations

| | Individual Quarter | | Cumulative Quarter | |
|---|--|--|--|---|
| | Current Year Quarter 31.10.2025 RM'000 | Preceding Year Corresponding Quarter 31.10.2024 RM'000 | Current Year-to-date 31.10.2025 RM'000 | Preceding Year Corresponding Period 31.10.2024 RM'000 |
| <i>Profit for the period is arrived at after charging:</i> | | | | |
| Depreciation of property, plant and equipment | 7,938 | 5,739 | 7,938 | 5,739 |
| Depreciation of investment properties | 72 | 70 | 72 | 70 |
| Depreciation of right-of-use assets | 124 | 227 | 124 | 227 |
| Finance costs | 4,856 | 7,420 | 4,856 | 7,420 |
| Reversal of inventories to net realisable value | (4,502) | - | (4,502) | - |
| <i>and after crediting / (charging):</i> | | | | |
| Fair value (loss)/gain on foreign exchange derivative | (135) | 2,741 | (135) | 2,741 |
| Finance income: | | | | |
| Other investments | 10 | 13 | 10 | 13 |
| Deposits with licensed banks | 521 | 447 | 521 | 447 |
| Gain on disposal of property, plant and equipment | 831 | 1,048 | 831 | 1,048 |
| Net foreign exchange | | | | |
| Realised | 58 | (142) | 58 | (142) |
| Unrealised | (200) | (22) | (200) | (22) |
| Rental income | 411 | 259 | 411 | 259 |
| Share of profit of equity-accounted joint venture, net of tax | 35,801 | 41,982 | 35,801 | 41,982 |
| | | | | |

27. Authorisation for Issue

The Interim Financial Statements were authorised for issue by the Board of Directors on 16 December 2025.