



CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME

FOR THE FIRST FINANCIAL QUARTER ENDED 30 SEPTEMBER 2025

(The figures have not been audited)

	Individual Quarter Ended		3 Months Year-To-Date Ended	
	30-Sep-25 RM'000	30-Sep-24 RM'000	30-Sep-25 RM'000	30-Sep-24 RM'000
Revenue	203,116	198,387	203,116	198,387
Cost of sales	(189,097)	(187,417)	(189,097)	(187,417)
Gross profit	14,019	10,970	14,019	10,970
Distribution and selling expenses	(2,173)	(2,131)	(2,173)	(2,131)
Administrative expenses	(6,767)	(6,475)	(6,767)	(6,475)
Other operating income/(expense), net	895	157	895	157
Net foreign exchange (loss)/gain	(220)	(2,895)	(220)	(2,895)
Operating profit/(loss)	5,754	(374)	5,754	(374)
Gain/(loss) on investment in quoted shares	850	(250)	850	(250)
Interest income	453	470	453	470
Profit/(loss) before financing and income taxes	7,057	(154)	7,057	(154)
Interest on borrowings	(1,282)	(2,229)	(1,282)	(2,229)
Interest on lease liabilities	(137)	(182)	(137)	(182)
Profit/(Loss) before tax	5,638	(2,565)	5,638	(2,565)
Tax	(1,183)	293	(1,183)	293
Profit/(Loss) for the period	4,455	(2,272)	4,455	(2,272)
Other comprehensive income				
- Revaluation surplus on property, plant and equipment, net of tax	-	-	-	-
Total profit/(loss) and other comprehensive income for the period	4,455	(2,272)	4,455	(2,272)
Earnings/(loss) per share attributable to owners of the Company (sen):				
- Basic	1.36	(0.69)	1.36	(0.69)
- Diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2025).



CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2025

(The figures have not been audited)

	As at 30-Sep-25 RM'000	As at 30-Jun-25 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	301,422	303,192
Right-of-use assets	39,770	41,019
Intangible assets	20,000	20,000
Deferred tax assets	806	810
	<u>361,998</u>	<u>365,021</u>
Current Assets		
Inventories	174,965	199,331
Trade and other receivables	106,224	86,944
Financial assets at fair value through profit or loss	2,650	1,800
Amount owing by holding company	1,363	1,685
Amount owing by related companies	3	-
Tax recoverable	3,112	3,096
Derivative financial assets	47	474
Cash and bank balances	83,279	56,174
	<u>371,643</u>	<u>349,504</u>
Less: Current Liabilities		
Trade and other payables	31,169	55,173
Contract liabilities	171	67
Amount owing to holding company	17	7
Amount owing to related companies	227	212
Derivative financial liabilities	32	567
Borrowings	117,485	77,992
Lease liabilities	4,607	4,560
	<u>153,708</u>	<u>138,578</u>
Net Current Assets	<u>217,935</u>	<u>210,926</u>
Non-Current Liabilities		
Deferred tax liabilities	41,065	40,003
Deferred income	7,670	7,757
Borrowings	1,148	1,422
Lease liabilities	8,107	9,277
	<u>57,990</u>	<u>58,459</u>
	<u>521,943</u>	<u>517,488</u>
CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY		
Share capital	219,417	219,417
Asset revaluation reserve	62,269	62,269
Retained earnings	240,257	235,802
Total Equity	<u>521,943</u>	<u>517,488</u>
Net assets per share attributable to owners of the Company	<u>RM1.60</u>	<u>RM1.58</u>

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2025).


CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FIRST FINANCIAL QUARTER ENDED 30 SEPTEMBER 20

(The figures have not been audited)

	3 Months Year-To-Date Ended	
	30-Sep-25 RM'000	30-Sep-24 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating profit/(loss)	5,754	(374)
Adjustments for :		
- Depreciation	4,780	4,882
- Loss/(Gain) on disposal of plant and equipment	-	38
- Writeback of impairment on receivables	-	(3)
- Amortisation of deferred income	(87)	(87)
- Net unrealised loss/(gain) on foreign exchange	88	1,920
Operating profit before changes in working capital	10,535	6,376
Changes in working capital :		
- Inventories	24,367	39,362
- Trade and other receivables	(19,688)	23,763
- Trade and other payables	(24,643)	(61,580)
- Contract liabilities	104	(67)
- Intercompanies balances	1,195	1,178
- Tax paid	(133)	(650)
Net cash flows (used in)/generated from operating activities	(8,263)	8,382
CASH FLOWS FROM INVESTING ACTIVITIES		
- Purchase of property, plant and equipment	(1,761)	(2,218)
- Proceeds from disposal of property, plant and equipment	-	74
- Interest received	453	470
Net cash flows (used in)/generated from investing activities	(1,308)	(1,674)
CASH FLOWS FROM FINANCING ACTIVITIES		
- Proceeds from bank borrowings	112,130	101,420
- Repayment of bank borrowings	(72,912)	(117,947)
- Payment of lease liabilities	(1,123)	(1,078)
- Interest paid	(1,419)	(2,411)
Net cash flows generated from/(used in) financing activities	36,676	(20,016)
Net change in cash and cash equivalents	27,105	(13,308)
Cash and cash equivalents at beginning of the financial year	56,174	69,291
Cash and cash equivalents at end of the financial year	83,279	55,983

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2025).

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FIRST FINANCIAL QUARTER ENDED 30 SEPTEMBER 2025

(The figures have not been audited)

	Attributable to owners of the Company				
	Non-distributable				Total
	Share Capital RM'000	Warrant Reserves RM'000	Asset Revaluation Reserve RM'000	Retained Earnings RM'000	
3 months ended 30 September 2025					
At 1 July 2025	219,417	-	62,269	235,802	517,488
Comprehensive income for the financial period					
- Profit for the financial period	-	-	-	4,455	4,455
Other comprehensive income for the financial period					
- Revaluation surplus on property, plant and equipment, net of tax	-	-	-	-	-
Total comprehensive income for the financial period	-	-	-	4,455	4,455
As at 30 September 2025	219,417	-	62,269	240,257	521,943
3 months ended 30 September 2024					
At 1 July 2024	219,417	-	55,775	237,097	512,289
Comprehensive income for the financial period					
- Loss for the financial period	-	-	-	(2,272)	(2,272)
Other comprehensive income for the financial period					
- Revaluation surplus on property, plant and equipment, net of tax	-	-	-	-	-
Total comprehensive income for the financial period	-	-	-	(2,272)	(2,272)
As at 30 September 2024	219,417	-	55,775	234,825	510,017

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2025).



Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of Preparation & Significant Accounting Policies

This Quarterly Condensed Consolidated Report is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standard (“MFRS”) 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements. In addition, the financial statements comply with IFRS as issued by IASB. The report should be read in conjunction with the Group’s audited financial statements for the financial year ended 30 June 2025 which was prepared in accordance with the MFRS.

The explanatory notes attached to the unaudited 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 preceding financial year ended 30 June 2025.

The significant accounting policies and methods adopted for this unaudited interim financial report are consistent with those adopted for the audited financial statements for the financial year ended 30 June 2025, except for the following new amendments to the MFRS (“standards”) effective for financial year beginning after 1 July 2025 which the Group has since adopted.

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

The adoption of the above did not have any impact on the Group’s financial statements for the current period.

The Group has not adopted the following new standards, amendments to standards and interpretations that have been issued but not yet effective for the current financial year.

Effective for financial year beginning after 1 July 2026.

- Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments & Contracts Referencing Nature-dependent Electricity
- Annual Improvements amendments – Volume 11: to MFRS 1, 7, 9, 10, & 107.

Effective for financial year beginning after 1 July 2027.

- MFRS 19, Subsidiaries without Public Accountability: Disclosures

Effective for financial year 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

These amendments to published standards will be adopted when effective.

Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A2 Declaration of audit qualification

The audit report of the Group and the Company in respect of the annual financial statements for the financial year ended 30 June 2025 was not subjected to any audit qualification.

A3 Seasonality or cyclicity of operations

The business of the Group is generally neither cyclical nor seasonal except for decreased activities during the Ramadan and Chinese New Year festive months.

A4 Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence in the current financial quarter.

A5 Changes in estimates

There were no material changes in estimates that had a material effect on the financial results in the current financial quarter.

A6 Debts and equity securities

There were no issuances, cancellations, repurchases, or resale of equity securities during the current financial quarter.

The Group has a policy to maintain its' Gearing Ratio (measured as interest bearing debts over shareholders' equity adjusted for the exclusion of intangibles) at below 1.5 times, consistent with its bank covenants.

	30 Sep 2025	30 Jun 2025
Total interest-bearing debts in RM'million	118.6	79.4
Adjusted Shareholders' Funds in RM'million	542.2	536.7
Absolute Gearing Ratio	0.22	0.15

On the total interest-bearing debts as at 30 September 2025, around RM108.6 million is tied to trade-financing drawn under the respective debenture at its steel-tube and cold-rolled subsidiaries. Debts of RM10.0 million is secured against a fixed charge on a property and other specific assets to-which the financing relates. Lease liability classification pursuant to MFRS 16 are excluded from the ratio computation as these are contractually non-interest bearing.

A7 Dividend paid

During the current financial quarter, no dividend was paid by the Company.

**Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134****A8 Segmental reporting**

The Group's year-to-date segmental information by nature-of-business is as follows:

	Cold Rolled	Steel Tube	Others	Total
	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>				
Total revenue	138,005	73,620	1,877	213,502
Inter-segment elimination	(8,509)	-	(1,877)	(10,386)
External revenue	129,496	73,620	-	203,116
Pre-tax profit/(loss)	4,373	1,115	150	5,638
Segment assets	460,575	265,521	3,580	729,676
		RM'000		
Segment assets		729,676		
Deferred tax assets		806		
Derivative assets		47		
Tax recoverable		3,112		
		<u>733,641</u>		

Although the Group's businesses are carried out entirely in Malaysia for the domestic market, its steel segments also serve foreign markets where feasible. The Group's year-to-date sales by geographic segments are as follows:

	Cold Rolled	Steel Tube	Total
	RM'000	RM'000	RM'000
<u>Year-to-Date Revenue by Geographic Areas</u>			
Malaysia	109,554	61,017	170,571
ASEAN	-	12,522	12,522
Non-ASEAN	19,942	81	20,023
Total External Revenue	129,496	73,620	203,116

*ASEAN: Association of South East Asian Nations

A9 Valuation of Property, Plant & Equipment (PPE), and Rights-of-Use (ROU) Assets.

The valuation on PPE has been brought forward from the audited financial statements for the preceding financial year ended 30 June 2025 and adjusted for the current financial year's depreciation and impairment-provisions where appropriate to reflect the current period's ending net carrying value.

**Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134****A10 Fair Value Measurement**

Except for the financial instruments disclosed below which are fair valued, the carrying value of short-term maturity financial instruments like cash deposits and bank balances, receivables, and short-term borrowings and payables approximate their fair values.

Financial instruments subjected to fair valuation are categorised into the following fair value hierarchy and are represented in the table below as at 30 September 2025:

Level 1: based on unadjusted quoted prices in active markets for identical assets and liabilities

Level 2: based on observable inputs not included within level 1

Level 3: based on unobservable inputs

Recurring fair value measurement	Fair Value RM'000		
	Level 1	Level 2	Level 3
Investment in Quoted Shares	2,650.0	-	-
Foreign Currency Forwards			
as Assets (not hedge accounted)	-	20.8	-
as Assets (hedge accounted)	-	26.1	-
as Liabilities (not hedge accounted)	-	-	-
as Liabilities (hedge accounted)	-	(31.5)	-
Total	2,650.0	15.4	-

This 'Investment in Quoted Shares' on investment made in a strategic customer since June 2022, is fair valued by way of marking-to-market using the quoted closing price on Bursa Malaysia.

The Foreign Currency Forwards are fair valued by way of marking-to-market using reference bank's published forward rates.

A11 Significant events and transactions

On 1 July 2025, the Government rolled out its expanded Sales & Service Tax (SST); the Klang-Port Authority increased its port-tariff by 15% (rising to 30% by 2027) and port-storage charges by nearly 2-folds; and the main-electricity-provider increased its base electricity tariff by 13.6%. Although our input raw steel and output steel products are SST-exempted, our overall production and operation costs would be affected by the aforementioned events – particularly from next quarter and onwards.

Beside the above, there were no other significant events and transactions for the current financial quarter affecting the Group's financial position and performance of its entities.



Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A12 Subsequent material events

There are no material subsequent events up-till the date of this report which may affect the Group's financial position and performance of its entities.

A13 Changes in the composition of the Group

There were no changes to the composition of the Group during the current financial quarter.

A14 Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at the end of the current financial quarter.

A15 Changes in Financial Year End Date

There were no changes to the financial year end date during the current financial quarter.

A16 Capital Commitments

At the end of the current reporting quarter, the Group's Cold Rolled and Steel Tube subsidiary has an outstanding capital commitment balance of around RM1.5 million and RM0.9 million respectively for plant-equipment. These capital commitments will be payable over established milestones in the current financial year.



PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B1 Review of the performance of the Company and its principal subsidiaries

	Individual Qtr-1 ended 30 Sep				Cumulative 3 months YTD ended 30 Sep			
	FY 2026	FY 2025	Changes		FY 2026	FY 2025	Changes	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	203,116	198,387	4,729	2.4	203,116	198,387	4,729	2.4
Operating Profit/(Loss)	5,754	(374)	6,128	1,638.5	5,754	(374)	6,128	1,638.5
Profit/(Loss) Before Interest and Tax	7,057	(154)	7,211	4,682.5	7,057	(154)	7,211	4,682.5
Profit/(Loss) Before Tax	5,638	(2,565)	8,203	319.8	5,638	(2,565)	8,203	319.8
Profit/(Loss) After Tax	4,455	(2,272)	6,727	296.1	4,455	(2,272)	6,727	296.1
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	4,455	(2,272)	6,727	296.1	4,455	(2,272)	6,727	296.1

For the 1st financial quarter ended 30 September 2025, the Group registered a slightly higher revenue at RM203.1 million (compared to the preceding year's corresponding quarter at RM198.4 million), mainly due to higher sales volume by both the Cold Rolled (CRC) and Steel Tube segments (up 19% and 32% respectively). However, against the comparative period, unit selling prices were 16% lower for CRC and 15% lower for Steel Tube in reflection of the downward steel-price trend.

Resulting from the higher sales volume and production throughput in the current quarter, the CRC segment's gross profit (adjusted for outbound delivery costs) is up by around 62%; whilst, the Steel Tube segment's gross profit (adjusted for outbound delivery costs) is up nearly 12%.

Included in operating profit level for the current period is a higher 'other operating income' of RM0.9 million and a lower FX loss of RM0.2 million (against the comparative period's 'other operating income' of RM0.15 million and FX-loss of RM2.9 million respectively). Consequently, the Group recorded a sharply higher operating profit of RM5.8 million for the current quarter (against an operating loss of RM0.4 million in the comparative period).

With a higher 'investment' gain and lower interest cost for the current quarter, the Group recorded a pre-tax profit of RM5.6 million: widening the gain against the comparative period's pre-tax loss of RM2.6 million. Post-tax profit stands at RM4.5 million against the comparative period's post-tax loss of RM2.3 million.

The Group recorded a higher EBITDA of RM10.3 million in the current quarter compared to the preceding year's corresponding quarter's EBITDA of RM3.1 million.


PART B – EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)
B2 Material changes in the quarterly results compared to the results of the immediate-preceding quarter

	Qtr1 FY2026	Qtr4 FY2025	Changes	
	RM'000	RM'000	RM'000	%
Revenue	203,116	167,815	35,301	21.0
Operating Profit/(Loss)	5,754	91	5,663	6,223.1
Profit/(Loss) Before Interest and Tax	7,057	485	6,572	1,355.1
Profit/(Loss) Before Tax	5,638	(847)	6,485	765.6
Profit/(Loss) After Tax	4,455	(919)	5,374	584.8
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	4,455	(919)	5,374	584.8

The Group's revenue for the current period at RM203.1 million is up around 21% compared to the immediate-preceding period at RM167.8 million. This is attributed to the higher sales volume by both the Cold Rolled (CRC) segment (up 28%) and the Steel Tube segment (up 15%) compared to the preceding period. However, unit selling prices is 3% lower for CRC segment while being flat for the Steel Tube segment in the current period.

Resulting from the higher throughput in the current quarter, the CRC segment's gross profit (adjusted for outbound delivery costs) is up by around 62%; whilst, the Steel Tube segment's gross profit (adjusted for outbound delivery costs) is up nearly 36%.

Consequently, the Group recorded a sharply higher operating profit of RM5.8 million for the current period against an operating profit of RM91 thousand (after the impairment on PPE of RM0.7 million) in the preceding period. Adding a higher investment gain and a lower financing costs for the current period, the Group recorded a pre-tax profit of RM5.6 million and a post-tax profit of RM4.5 million (compared to the preceding period's pre-tax loss of RM0.8 million and a post-tax loss of RM0.9 million).

The Group recorded a higher EBITDA of RM10.3 million in the current quarter compared to the immediate-preceding quarter's EBITDA of RM3.6 million.

**PART B – EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)****B3 Prospects for the remaining financial year**

The current period's turnaround performance can be attributed to better sales and throughput volumes (up 23%) on the back of brisk domestic demand - possibly uplifted by the continuing raid on rogue steel importers in July, and the rise in data-centres and other FDI-related constructions. The Nation's robust 5.2% GDP growth in the current quarter - spurred by higher cost-push consumption, fiscal pump-priming, front-loading net-exports, and inbound tourism – may also have indirectly uplifted steel demand. Nevertheless, the Group's margins remained under strain from further 5-6% decline in domestic steel prices (due to the sharply stronger Ringgit); coupled with incremental cost pressure from the slew of increases in taxes, tariffs, and rates as mentioned in Note A11.

The next financial quarter does not offer any signs of steel-price recovering from its current rut at the trough of the longest down-cycle. Although the fog of the tariff-war of the last two-quarters is beginning to subside (with many economies yielding-up to respective 'Agreement on Reciprocal-Trade' with the US), global steel markets have emerged evermore fenced-up to guard against spillovers. China's earlier talks of cutting older-mills capacity and boosting its domestic (steel) consumption, have not materialised sufficiently to retard its steel-export growth, mostly into ASEAN. In this regard, Chinese steel players' foray into this region as a marketplace and/or launch-pad, as seen in recent past, is expected to continue. The Nation's recently launched 'Steel Industry Road-Map 2035' provides certain guiderail against such threats, and aims to steadfast domestic steel players' role in the nation's development. In-short, we anticipate the domestic steel industry to be tenaciously chugging along the rut with heavier burden from elevated costs and downward pricing pressure (due to the rising Ringgit) for the next two quarters of the remaining financial year.

In conclusion, the Group's prospect outlook for the remaining financial year period is highly challenging with notable downside risks from external shocks – particularly on the announced 'Carbon Tax' rollout in 2026, and the fragile global financial market / system. The Group is hopeful that its strategic steps to mitigate costs & threats, and optimise opportunities will continue to rack-up positive performance for the remaining financial quarters.

B4 Variance of actual profit from forecast profit

This is not applicable to the Group.

**PART B – EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)****B5 Profit/(loss) before taxation**

Profit/(loss) before taxation is stated after charging/ (crediting):

	Individual Qtr1 ended 30 Sep		Cumulative 3 months YTD ended 30 Sep	
	FY 2026 RM'000	FY 2025 RM'000	FY 2026 RM'000	FY 2025 RM'000
Depreciation:				
- property, plant and equipment	3,664	3,644	3,664	3,644
- right-of-use assets	1,116	1,238	1,116	1,238
Interest income	(453)	(470)	(453)	(470)
Interest costs on:				
- borrowings	1,282	2,229	1,282	2,229
- lease liabilities	137	182	137	182
FX differences loss/(gain)	309	(1,173)	309	(1,173)
FX derivatives (gain)/loss	(89)	4,068	(89)	4,068

B6 Taxation

Taxation comprises :

	Individual Qtr1 ended 30 Sep		Cumulative 3 months YTD ended 30 Sep	
	FY 2026 RM'000	FY 2025 RM'000	FY 2026 RM'000	FY 2025 RM'000
Current tax (expense)/credit				
Current period	(117)	(107)	(117)	(107)
Deferred tax (expense)/income				
Current period	(1,066)	400	(1,066)	400
	(1,183)	293	(1,183)	293

B7 Profit on sale of unquoted investments and / or properties

The Group did not engage in any sales of unquoted investments and / or properties in the current financial quarter.

B8 Purchase or disposal of quoted securities

There were no purchases or disposals of quoted securities in the current financial quarter.

B9 Status of corporate proposals

There were no outstanding corporate proposals as at the date of this announcement.



PART B – EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B10 Group borrowings and debt securities

The Group's borrowings from lending institutions as at 30 September 2025, which are denominated entirely in Ringgit Malaysia, are as follows:

	<u>RM'000</u>
<u>Short-term borrowing</u>	
Secured	117,485
<u>Long-term borrowings:</u>	
Secured	1,148
Total borrowings	<u>118,633</u> =====

Cash-flow movement in-relation to 'changes in liabilities arising from financing activities' on a year-to-date basis is outlined below:

	<u>RM'000</u>
Total Borrowings' opening balance as at 1 July 2025	79,414
<u>Cash Flows:</u>	
Inflows from new debts	112,130
Outflows on repayment	(72,911)
Closing balance as at 30 September 2025	<u>118,633</u> =====

The above bank borrowings comprised of trade-financing (short-term) and term-loans (long-term). The Group's bank-gearing ratio is around 0.22 times. The Group met all its banks' covenants for the current period ended. The Steel-Tube's DSCR (Debt Service Cover Ratio) covenant, measured only at financial year-end, was short in the preceding financial year-end, and remains short on a 12-months rolling. In that regard, the reclassification of RM4.8 million non-current liabilities to current liabilities (in compliance with MFRS 101) continues into the current period.

The Group does not provide any financing-arrangement for its suppliers that may warrant further disclosure under MFRS7.



PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B11 FX Risks & Outstanding Derivatives

FX Risks

The Group has exposure to foreign currency exchange (FX) risk from payment-obligations in USD on raw material imports; and from receivable-rights in USD and SGD on export sales – with the former significantly larger than the latter.

Where possible, the Group seeks to optimize natural FX hedge for settlement between its foreign currency rights and obligations sitting in separate subsidiaries– as this would result in savings from double FX transaction cost and derivative-instruments' wide bid-ask spreads. Excess FX exposure is then hedged with forward foreign currency exchange contracts (FX forwards)– depending on the length of the forward period and forward quotes.

Year-to-date, the Group recorded the following gains/(loss) from its natural-hedged, unhedged, and fair-value-hedged positions:

Natural Hedged

	<u>Taken-up in</u>	Gain/(Loss) RM'ooo		
		Unrealized	Realized	Total
Obligations: Purchases in USD	Inventory / COGS	10	51	61
Rights: Cash & Receivables in USD	FX	(10)	(51)	(61)
Net Impact		-	-	-

Note:

- Rights and Obligations reside in different subsidiaries.
- Savings/(cost) from lower/(higher) converted purchase-price due to FX movement as taken-up in inventory & COGS is reflective of the opposing-results if both legs of the FX exposures were hedged with FX-Forwards (excluding costs).

Unhedged

	<u>Taken-up in</u>	Gain/(Loss) RM'ooo		
		Unrealized	Realized	Total
Rights: Cash & Receivables in SGD	FX	(75)	(53)	(128)
		(75)	(53)	(128)

Note:

- FX-exposures from SGD export-sales ranges between 3 to 4 months and are mostly left unhedged due to voluminous small value contracts, narrow volatility of currency-pair, and collection-timing uncertainty.

Fair-Value-Hedged

	<u>Taken-up in</u>	Gain/(Loss) RM'ooo		
		Unrealized	Realized	Total
FX Forward Contracts (designated)	FX	16	72	88
Obligations: Purchases in USD	FX	(19)	(100)	(119)
Net Impact		(3)	(28)	(31)


PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)
B11 FX Risks & Outstanding Derivatives (continued)
Outstanding Derivatives

Details on the Group's outstanding derivative FX forward contracts designated for fair-value hedge accounting as at 30 September 2025 are outline below:

Non-designated
FX Forward Contracts (SGD/RM) as non-designated hedging instrument

Maturity	Notional Value '000		Fair Value RM'000	
	Short SGD	Long SGD	Financial Asset	Financial Liability
Less than 1 year	625	-	20.8	-

Designated
FX Forward Contracts (USD/RM) as designated hedging Instrument

					Financial obligations & rights in foreign currency as hedge items				
Maturity	Notional Value '000		Fair Value RM'000		Maturity	Notional Value '000		Fair Value RM'000	
	Long USD	Short USD	Financial Asset	Financial Liability		Long USD	Short USD	Financial Asset	Financial Liability
Less than 1 year	7,944	-	26.1	31.5	Matching	-	7,944	31.5	26.1

- (i) Risk associated with the derivatives

Counter-Party Risk

The Forward FX contracts are entered into with domestic licensed financial institutions which have extended FX lines to the Group. The associated Counter-Party risk is negligible.

- (ii) Cash requirements of the derivatives

There is no cash movement from the Group to the counterparties when the Forward FX contracts are inception. Upon maturity of the Forward FX contracts, domestic currency is exchanged for the foreign currency at the contracted rate to meet its obligations.

- (iii) Policies in place for mitigating or controlling the risk associated with the derivatives

The Group uses derivative financial instruments to hedge specific risk exposures of the underlying hedge items when natural-hedge cannot be established, and does not enter into derivative financial instruments for speculative purposes. The Group monitors the fluctuations in foreign currency exchange rates closely with the objective to minimize potential adverse effects on the financial performance of the Group. The Board of Directors regularly reviews the risk and approves the policy for managing the risk.


PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)
B12 Off balance sheet financial instruments and commitments

Off balance sheet financial instruments as at the date of this announcement are bank guarantees issued by its principal subsidiaries amounting to RM3.6 million as security for inbound supply of goods and services; and corporate guarantees issued to lenders for borrowings extended to its principal subsidiaries amounting to RM116.1 million as at 30 September 2025.

B13 Material litigation

The Cold Rolled Coil (CRC) subsidiary has on 29 November 2023 obtained leave from the Kuala Lumpur High Court to commence judicial review proceedings on decisions made by the Ministry of Investment, Trade & Industry (MITI) to remove anti-dumping duties on CRC imported from South Korea and Vietnam. At the same hearing, the High Court also granted a 'Stay of Proceedings' on the said MITI's ruling pending outcome of the judicial review which has since been initiated. The Korean & Vietnam parties (not originally named as parties to the judicial proceedings) have since applied for 'intervention & redaction' on the matter. In the 'case management' hearing on 6 August 2024, the Court has fixed various dates for the Respondents, Interveners, and Applicants to file their affidavits & affidavits-in-reply, followed by written submissions & submissions-in-reply lasting until 18 April 2025 (now rescheduled to 20 June 2025). Culminating from that, the Court has fixed the Judicial Review Application to be heard on 8 May 2025 (now rescheduled to 8 December 2025).

Besides the aforementioned, the Group is not engaged in any on-going material litigation either as a plaintiff or defendant, claims or arbitration which have a material effect on the financial position of the Group; and the Board is not aware of any proceedings pending or threatened against the Group or of any other facts likely to give rise to any proceedings which may materially and/or adversely affect the financial position and business of the Group.

B14 Dividend

The Company did not declare any dividend for the financial period ended 30 September 2025.

B15 Earnings/(Loss) per share

(i) Basic earnings/(loss) per ordinary share

	Individual Qtr1 ended 30 Sep		Cumulative 3 months YTD ended 30 Sep	
	FY 2026	FY 2025	FY 2026	FY 2025
Profit/(Loss) attributable to owners (RM'000)	4,455	(2,272)	4,455	(2,272)
Weighted average number of ordinary shares in issue ('000)	327,058	327,058	327,058	327,058
Basic earnings/(loss) per share (sen)	1.36	(0.69)	1.36	(0.69)

(ii) Diluted earnings per ordinary share

No diluted earnings per share is presented since the warrants had expired on 26 January 2024.