



**ALCOM GROUP BERHAD (201701047083(1261259-V))
(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025**

ALCOM GROUP BERHAD (201701047083 (1261259-V))**Condensed Consolidated Statement of Comprehensive Income for the 3rd Quarter ended 30 September 2025 (Unaudited)**

	Quarter ended 30 September 2025 RM'000	Quarter ended 30 September 2024 RM'000	9 months ended 30 September 2025 RM'000	9 months ended 30 September 2024 RM'000
Revenue	107,706	164,658	422,989	448,501
Expenses excluding tax	(125,288)	(168,272)	(450,605)	(451,654)
Other operating income	876	701	2,491	2,485
Loss before tax	(16,706)	(2,913)	(25,125)	(668)
Taxation	5,071	444	3,778	(300)
Net loss	(11,635)	(2,469)	(21,347)	(968)
Other comprehensive (expense)/income, net of tax : <u>Item that will not be classified subsequently to profit or loss</u>				
Actuarial loss on gratuity scheme	-	-	-	-
Cash flow hedge	(253)	-	2,356	-
Taxation relating to component of other comprehensive expense/(income)	61	-	(566)	-
Other comprehensive (expense)/income, net of tax	(192)	-	1,790	-
Total comprehensive expense	(11,827)	(2,469)	(19,557)	(968)
Loss attributable to:				
- Owners of the Company	(11,882)	(2,503)	(22,168)	(1,040)
- Non-Controlling Interests	247	34	821	72
	(11,635)	(2,469)	(21,347)	(968)
Total comprehensive expense attributable to:				
- Owners of the Company	(12,074)	(2,503)	(20,378)	(1,040)
- Non-Controlling Interests	247	34	821	72
	(11,827)	(2,469)	(19,557)	(968)
Basic loss per ordinary share (sen)	(8.85)	(1.86)	(16.50)	(0.77)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2024 and the accompanying explanatory notes to this interim financial statements.)

ALCOM GROUP BERHAD (201701047083 (1261259-V))
Condensed Consolidated Statement of Financial Position as at 30 September 2025 (Unaudited)

	UNAUDITED As At 30 September RM'000	AUDITED As At 31 December 2024 RM'000
NON-CURRENT ASSETS		
Investment properties	5,100	-
Property, plant and equipment	415,211	220,435
Right-of-use assets	15,993	14,084
Intangible assets	3,465	3,512
Deferred tax assets	14,441	7,950
	<u>454,210</u>	<u>245,981</u>
CURRENT ASSETS		
Inventories	204,932	220,723
Contract assets	61	3,349
Contract costs	-	124
Trade receivables	54,066	70,044
Other receivables and prepayments	17,667	4,526
Tax recoverable	5,077	6,328
Derivative financial instruments	898	161
Cash and bank balances	93,103	102,275
Other financial assets	2,821	1,050
	<u>378,625</u>	<u>408,580</u>
TOTAL ASSETS	<u><u>832,835</u></u>	<u><u>654,561</u></u>
CAPITAL AND RESERVES		
Share capital	104,778	104,778
Retained earnings	102,717	127,124
Equity attributable to owners of the Company	<u>207,495</u>	<u>231,902</u>
Non-controlling interests	737	(84)
TOTAL EQUITY	<u><u>208,232</u></u>	<u><u>231,818</u></u>
NON-CURRENT LIABILITIES		
Loans and borrowings	246,921	103,200
Provision for gratuity scheme	3,534	3,329
Lease liabilities	1,785	809
	<u>252,240</u>	<u>107,338</u>
CURRENT LIABILITIES		
Loans and borrowings	291,142	236,516
Lease liabilities	2,460	1,238
Provision for gratuity scheme	2	128
Trade payables	36,668	52,734
Other payables and accruals	20,544	21,482
Contract liabilities	19,692	624
Derivative financial instruments	-	2,449
Provision for taxation	1,855	234
	<u>372,363</u>	<u>315,405</u>
TOTAL LIABILITIES	<u>624,603</u>	<u>422,743</u>
TOTAL EQUITY AND LIABILITIES	<u><u>832,835</u></u>	<u><u>654,561</u></u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2024 and the accompanying explanatory notes to this interim financial statements.)

ALCOM GROUP BERHAD (201701047083 (1261259-V))
Condensed Consolidated Statement of Changes In Equity for the 3rd Quarter ended
30 September 2025 (Unaudited)

	← Attributable to Owners of the Company →			Non- controlling interests RM'000	Total equity RM'000
	Non- Distributable	Distributable	Total		
	Share capital RM'000	Retained earnings RM'000	RM'000		
Balance as at 1 January 2025	104,778	127,124	231,902	(84)	231,818
<u>Total comprehensive expense:</u>					
Loss for the period	-	(22,168)	(22,168)	821	(21,347)
Cash flow hedge	-	1,791	1,791	-	1,791
Total comprehensive expense for the period	-	(20,377)	(20,377)	821	(19,556)
Dividends to owners of the Company	-	(4,030)	(4,030)	-	(4,030)
Balance as at 30 September 2025	104,778	102,717	207,495	737	208,232
Balance as at 1 January 2024	104,778	138,492	243,270	(188)	243,082
<u>Total comprehensive expense:</u>					
Loss for the period	-	(1,040)	(1,040)	72	(968)
Total comprehensive expense for the period	-	(1,040)	(1,040)	72	(968)
Dividends to owners of the Company	-	(5,373)	(5,373)	-	(5,373)
Balance as at 30 September 2024	104,778	132,079	236,857	(116)	236,741

(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 2024 and the accompanying explanatory notes to this interim financial statements.)

ALCOM GROUP BERHAD (201701047083 (1261259-V))
Condensed Consolidated Statement of Cash Flows for the 3rd Quarter ended 30 September 2025 (Unaudited)

	9 months ended 30 September 2025 RM'000	9 months ended 30 September 2024 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(25,125)	(668)
Adjustments for:-		
Allowance for inventory write-down	1,407	2,968
Amortisation of intangible assets	263	136
Depreciation of:		
- Property, plant and equipment	8,323	6,687
- Right-of-use assets	2,052	1,212
(Gain)/loss on disposal of property, plant and equipment	(219)	113
Interest expenses	9,625	7,319
Interest expenses on lease liabilities	145	67
Interest income	(1,821)	(2,106)
Net fair value loss/(gain) on forward foreign exchange contracts	127	(530)
Property, plant and equipment written off	56	-
Provision for gratuity scheme	205	212
Net loss/(reversal) on impairment of financial assets	896	(22)
Reversal on impairment of property, plant and equipment	-	(152)
Unrealised forex loss	36	321
	(4,030)	15,558
Changes in Working Capital:-		
Inventories	14,384	(120,256)
Receivables and deposits	1,543	(7,339)
Payables	(17,636)	5,269
Contract assets	3,288	(1,650)
Contract costs	124	(88)
Contract liabilities	17,298	1,684
Cash generated from/(used in) operations	14,971	(106,821)
Gratuity paid	(87)	(690)
Interest paid	(172)	(181)
Tax paid	(407)	(2,091)
Net cash from/(used in) operating activities	14,305	(109,782)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of:		
- Property, plant and equipment	(208,256)	(76,610)
- Intangible assets	(216)	(549)
Proceeds from disposal of:		
- Property, plant and equipment	219	41
Change in deposits pledged	4,253	(1,649)
Interest income received	1,821	2,310
Net cash used in investing activities	(202,179)	(76,456)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(4,030)	(5,373)
Net drawdown of loans and borrowings	198,347	139,006
Payment of lease liabilities	(1,737)	(971)
Interest paid	(9,625)	(8,824)
Net cash from financing activities	182,955	123,836
NET MOVEMENT IN CASH AND CASH EQUIVALENTS	(4,919)	(62,402)
Foreign exchange differences	-	(1,904)
CASH & CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	97,305	150,602
CASH & CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	92,386	86,296

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Condensed Consolidated Statement of Cash Flows for the 3rd Quarter ended 30 September 2025 (Unaudited) (cont'd)

CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the statement of cash flows comprise the following statement of financial position amounts:

	As at 30 September 2025 RM'000	As at 30 September 2024 RM'000
Cash and bank balances		
Deposits placed with licensed banks	233	233
Liquid investments	35,825	25,830
Bank balances	57,045	65,990
	<u>93,103</u>	<u>92,054</u>
Less: Cash and cash equivalents held on behalf of the owners of EmHub	(717)	(4,708)
Less: Deposit pledged	-	(1,050)
	<u>92,386</u>	<u>86,296</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2024 and the accompanying explanatory notes to this interim financial statements.)

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the Group’s financial statements for financial year ended 31 December 2024. The 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 year ended 31 December 2024.

A2. Accounting policies

The significant accounting policies and methods of computation adopted in the preparation of this interim financial statements are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2024 except for the adoption of the following accounting standards, interpretations and amendments to published standards with effect from 1 January 2025:

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

The application of the abovementioned accounting standards, interpretations and amendments do not have a material financial impact to the interim financial statements of the Group and of the Company.

At the date of authorisation of these interim financial statements, the following accounting standards, interpretations and amendments of the MFRSs have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been adopted by the Group and by the Company:

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

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A2. Accounting policies (continued)

MFRSs, 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

MFRSs, 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 and the Company plan to apply the abovementioned accounting standards, interpretations and amendments once they become effective.

A3. Audit Report of the preceding annual Financial Statements

The audit report of the Group’s preceding annual Financial Statements was not subject to any qualification.

A4. Comments about Seasonal or Cyclical Factors

One of the products’ category that the Group manufactures and sells is finstock (both bare fin and coated fin). These products are supplied to air conditioning manufacturers, in which the sector demand is subject to seasonal fluctuations.

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

During the current quarter and financial period under review, there were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group.

A6. Material changes in estimates

There were no significant changes in estimates that have had a material effect on the results of the current quarter and financial period under review.

A7. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter and financial period under review.

A8. Dividends paid

A first and final single-tier dividend of 3.0 sen per share for the financial year ended 31 December 2024 was paid on 25 July 2025.

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A9. Segmental information

The Group which operates in Malaysia was involved in 4 segments, principally:

- 1) Manufacturing - manufacturing and trading of aluminium products
- 2) Property development - development of properties
- 3) Construction - property construction works and supply and installation of roofing systems
- 4) Investment holding

Segmental earnings before interest, tax, depreciation and amortisation (“EBITDA”) for the 9-month period ended 30 September 2025 were as follows:-

	Manufacturing	Property Development	Construction	Investment Holding	Inter Segment Elimination	Group
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<i>Segment EBITDA</i>	(3,729)	(2,188)	9,050	(1,219)	(8,450)	(6,536)
Included in the measure of segment EBITDA are:						
- Revenue from external customers	402,246	4,294	16,449	-	-	422,989
- Allowance for inventory write-down	(1,407)	-	-	-	-	(1,407)

A10. Valuation of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment for the current quarter and financial period under review.

A11. Capital Commitments

Authorised capital expenditures for property, plant and equipment not provided for in the financial statements were as follows:

	Group
	30 September 2025
	RM'000
- Contracted	278,416
- Not Contracted	1,058
Total Capital Commitment	<u>279,474</u>

A12. Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the period under review up to the date of this announcement that have not been disclosed in this quarterly financial statements.

A13. Changes in the composition of the Group

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

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A14. Changes in contingent liabilities or contingent assets

The contingent liabilities as at 30 September 2025 were as follows:

<u>Unsecured contingent liabilities</u>	Company
Corporate guarantee given to financial institutions in respect of banking facilities granted to subsidiaries	30 September 2025
	RM'000
	705,261

A15. Related party disclosures

Related party transactions for the current quarter and financial period under review in which certain Directors have direct/indirect interest were as follows:

	Group	
	Quarter ended	Year-to-date
	30 September 2025	30 September 2025
	RM'000	RM'000
Sales of Finished Goods	-	-

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B1. Review of Group Performance (continued)**Financial review of the third quarter ended 30 September 2025 (“Q3 FY2025”) compared with the corresponding quarter in Financial Year 2024 (“Q3 FY2024”) (continued)**

The Group registered a loss before tax of RM16.71 million in Q3 FY2025 as compared to Q3 FY2024's loss before tax of RM2.91 million. The segmental breakdown was as follows:

	Q3 FY2025	Q3 FY2024	Change %
	RM'000	RM'000	
Manufacturing Segment	(15,626)	(8,347)	-87
Property Development Segment	(554)	5,634	-110
Construction Segment	441	217	103
Investment Holding Segment	(353)	(290)	-22
Inter-Segment Elimination	(614)	(127)	-383
Group Total	(16,706)	(2,914)	-473

The manufacturing segment recorded a loss before tax of RM15.63 million in Q3 FY2025, compared to a loss before tax of RM8.35 million in Q3 FY2024. The higher loss was mainly attributable to lower contribution arising from the decrease in sales volume and the weakening of the USD against the Ringgit Malaysia.

The property development segment recorded a loss before tax of RM0.55 million in Q3 FY2025, compared to a profit before tax of RM5.63 million in Q3 FY2024. The loss was primarily due to the absence of revenue in the current quarter, as all remaining inventories from the EmHub project were fully sold in the immediate preceding quarter, coupled with higher marketing and administrative expenses incurred for the upcoming mixed development project in Bandar Baru Klang.

The construction segment posted a profit before tax of RM0.44 million in Q3 FY2025, compared to a profit before tax of RM0.22 million in Q3 FY2024. This improvement was mainly driven by the ongoing construction of the Group's internal manufacturing facility expansion project, along with its roofing and cladding projects.

B2. Financial review of the third quarter ended 30 September 2025 (“Q3 FY2025”) compared with the immediate preceding quarter ended 30 June 2025 (“Q2 FY2025”)

	Q3 FY2025	Q2 FY2025	Change %
	RM'000	RM'000	
Revenue	107,706	142,197	-24
Loss Before Interest and Tax	(13,796)	(5,808)	-138
Loss Before Tax	(16,706)	(8,435)	-98

The Group recorded a revenue of RM107.71 million in Q3 FY2025 which was lower by 24% as compared to the revenue of RM142.20 million registered in Q2 FY2025. This decrease was largely attributable to the manufacturing segment.

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B2. Financial review of the third quarter ended 30 September 2025 (“Q3 FY2025”) compared with the immediate preceding quarter ended 30 June 2025 (“Q2 FY2025”) (continued)

The manufacturing segment recorded revenue of RM104.33 million in Q3 FY2025, compared to RM132.29 million in Q2 FY2025. This 21% decrease was primarily due to lower shipments as well as base metal price which trended lower. Shipment volume was approximately 17% lower, mainly in the exports of coated fin products to the India market, partially offset by a surge in the exports of specialty products to the United States market. The base metal price which is denominated in USD comprising aluminum prices quoted on the London Metal Exchange and transport premium was also lower by 4% in Q3 FY2025 as compared to Q2 FY2025. In addition, revenue was also impacted by the weakening of the USD against the Ringgit Malaysia by approximately 2% in Q3 FY2025 compared to Q2 FY2025. No external revenue was recorded by the investment holding segment.

No revenue was recorded by the property development segment in Q3 FY2025, compared to RM4.29 million in Q2 FY2025. The decline was attributable to the full sale of remaining inventories from its maiden project, EmHub, in Q2 FY2025. Meanwhile, the upcoming mixed development project is still in the process of obtaining the necessary authority approvals before it can be launched.

The construction segment recorded lower external revenue of RM5.48 million in Q3 FY2025, compared to RM7.41 million in Q2 FY2025, mainly attributable to its roofing and cladding projects.

The Group registered a loss before tax of RM16.71 million in Q3 FY2025 as compared to a loss before tax of RM8.44 million in Q2 FY2025. The segmental breakdown was as follows:

	Q3 FY2025	Q2 FY2025	Change %
	RM'000	RM'000	
Manufacturing Segment	(15,626)	(7,948)	-97
Property Development Segment	(554)	(854)	35
Construction Segment	441	6,752	-93
Investment Holding Segment	(353)	(467)	24
Inter-Segment Elimination	(614)	(5,918)	90
Group Total	(16,706)	(8,435)	-98

The manufacturing segment recorded a loss before tax of RM15.63 million in Q3 FY2025, compared to a loss before tax of RM7.95 million in Q2 FY2025. The higher loss was mainly attributable to lower contribution arising from the decrease in sales volume as well as the weakening of the USD against the Ringgit Malaysia.

The property development segment recorded a loss before tax of RM0.55 million in Q3 FY2025, compared to a loss before tax of RM0.85 million in Q2 FY2025. The lower loss was attributable to reduced marketing and administrative expenses incurred for the upcoming mixed development project in Bandar Baru Klang.

On the other hand, the construction segment posted a profit before tax of RM0.44 million in Q3 FY2025, compared to RM6.75 million in Q2 FY2025. The decline in profit was mainly caused by the slower construction progress at the Group's internal manufacturing facility expansion project, along with its roofing and cladding projects.

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Quarterly Report on Consolidated Results for the Third Quarter Ended 30 September 2025

B3. Financial review of Year-To-Date ended 30 September 2025 (“YTD FY2025”) versus Year-To-Date ended 30 September 2024 (“YTD FY2024”)

	YTD FY 2025	YTD FY 2024	Change %
	RM'000	RM'000	
Revenue	422,989	448,501	-6
(Loss)/Profit Before Interest and Tax	(17,177)	4,613	-472
Loss Before Tax	(25,125)	(668)	-3,661

The Group's revenue for YTD FY2025 decreased by RM25.51 million, or 6%, to RM422.99 million compared to YTD FY2024. Of the RM422.99 million in revenue, RM406.43 million was attributable to the manufacturing segment, while the remaining RM16.56 million in external revenue was generated from the property development and construction segments. No revenue was recorded by the investment holding segment.

The manufacturing segment recorded a revenue of RM406.43 million for YTD FY2025, a decrease of RM15.01 million from RM421.44 million in YTD FY2024. This 4% decrease was attributable to a 7% decline in shipment volumes, mainly in the exports of specialty products to the United States market, partially offset by an increase of exports of coated fin products to the India market. Additionally, the lower revenue was also attributable to the weakening of the USD currency vis-à-vis the Ringgit Malaysia by approximately 7% in YTD FY2025 versus YTD FY2024. However, this was partially offset by the base metal price which trended higher by 11% in YTD FY2025 as compared to YTD FY2024.

The property development segment registered revenue of RM4.29 million for YTD FY2025, a decrease of RM11.71 million compared to RM16.00 million in YTD FY2024. This decrease was mainly attributable to lower sales as there were not many units left for sale due to strong market demand. With all EmHub inventories fully sold in the current financial year, a key milestone has been achieved. The property segment will now focus on leveraging its expertise in the upcoming mixed development project in Bandar Baru Klang.

The construction segment posted external revenue of RM16.45 million in YTD FY2025, compared to RM12.62 million in YTD FY2024. This 30% increase was mainly driven by its roofing and cladding projects.

The Group registered a loss before tax of RM25.13 million for YTD FY2025 as compared to YTD FY2024's loss before tax of RM0.67 million. The segmental breakdown was as follows:-

	YTD FY2025	YTD FY2024	Change %
	RM'000	RM'000	
Manufacturing Segment	(22,412)	(6,827)	-228
Property Development Segment	(2,047)	7,191	-128
Construction Segment	8,893	165	5,290
Investment Holding Segment	(1,178)	(986)	-19
Inter Segment Elimination	(8,381)	(211)	-3872
Group Total	(25,125)	(668)	-3,661

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B3. Financial review of Year-To-Date ended 30 September 2025 (“YTD FY2025”) versus Year-To-Date ended 30 September 2024 (“YTD FY2024”) (continued)

The manufacturing segment recorded a loss before tax of RM22.41 million in YTD FY2025, compared to a loss before tax of RM6.83 million in YTD FY2024. The higher loss was mainly attributable to lower contribution arising from the decrease in sales volume, as well as the natural gas supply disruption from 3 to 16 April 2025 following a pipeline explosion at Putra Heights, which resulted in a forced shutdown of factory operations and consequent loss of production and sales. In addition, an internal power shutdown from 23 June to 3 July 2025 was carried out to facilitate electricity substation upgrading works related to the ongoing factory expansion project. Profitability was further impacted by the weakening of the USD against the Ringgit Malaysia by approximately 7% in YTD FY2025 compared to YTD FY2024.

The property development segment registered a loss before tax of RM2.05 million in YTD FY2025, compared to a profit before tax of RM7.19 million in YTD FY2024. The loss was primarily due to higher administrative expenses incurred in preparing the upcoming mixed development project in Bandar Baru Klang for launch, as well as lower revenue contribution from the EmHub project following the full sale of all remaining inventories in the current financial year.

Meanwhile, the construction segment recorded a profit before tax of RM8.89 million in YTD FY2025, compared to RM0.17 million in YTD FY2024. This significant improvement was largely driven by construction progress on the Group’s internal manufacturing facility expansion project, supplemented by contributions from its roofing and cladding projects.

B4. Commentary on Prospects

According to the international Monetary Fund (IMF), in its World Economic Outlook released in October 2025, global economic growth for 2025 is projected at 3.2%, signalling continued, steady expansion. Near-term financial conditions have improved, and inflation is easing across many economies, supporting a more stable operating environment. Although the IMF notes that uncertainties remain — including policy transitions, labour market shifts, fiscal pressures and the possibility of a cooldown in AI-driven investments — the global economy continues to grow at a resilient pace, with opportunities emerging for businesses as stability gradually strengthens.

For the Group’s export-oriented manufacturing segment, the recent moderation of the USD against the MYR has helped lower input costs but has simultaneously compressed export revenues in Ringgit terms, putting pressure on margins despite stable shipment volumes. We continue to maintain a strong foothold in the U.S. market while accelerating our expansion into India - markets that demonstrate resilience and offer long-term potential in the evolving global trade landscape. The Group remains firmly focused on innovation, operational efficiency and cost discipline to safeguard competitiveness and sustain growth.

Meanwhile, Malaysia’s property market is expected to chart steady and moderate growth in 2025. Demand for well-located properties in established areas remains resilient, supporting a cautiously optimistic outlook for the segment in the year ahead.

A significant milestone was achieved in the third quarter with the successful approval of the Planning Permission for Phase 1 of our proposed mixed-development project in Bandar Baru Klang, in August 2025. Following this, the Building Plan application has been submitted and is currently pending approval from the local council. This progress marks an important step toward realising our development plans for this strategically acquired land.

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B4. Commentary on Prospects(continued)

The subject land, located approximately 450 meters from the planned Bandar Baru Klang Station on the upcoming Shah Alam LRT Line (LRT 3), continues to represent a key strategic asset. The segment anticipates that the LRT 3 infrastructure project will serve as a major catalyst, driving increased interest and enhancing property values across the Klang region.

The segment remains focused on advancing the proposed mixed-development project, comprising commercial lots, SOHO units and serviced apartments. With Planning Permission for Phase 1 (Lot 117427) now secured, the segment's immediate priority is obtaining the necessary Building Plan approval to enable the commencement of construction.

Looking ahead, the segment is committed to delivering competitive, well-designed and differentiated property products that meet evolving market needs. This commitment, coupled with the strategic development of its landbank is expected to support sustainable growth and profitability over the medium to long term. The segment will also continue to closely monitor market conditions and regulatory developments to ensure timely and informed decision-making.

B5. Variance of Actual Profit from Forecast Profit

Not applicable.

B6. Profit for the Current Quarter under Review

The loss is arrived at after charging/(crediting):

	Third Quarter ended 30 September 2025 RM'000	Year-to-date 30 September 2025 RM'000
Interest income	(430)	(1,821)
Interest expense	3,271	9,625
Interest expense on lease liabilities	70	144
Amortisation of intangible assets	100	264
(Reversal of)/allowance for inventory write-down	(722)	1,407
Allowance for doubtful debts	321	896
Depreciation of:		
- Property, plant and equipment	3,009	8,323
- Right-of-use assets	887	2,052
Foreign exchange loss/(gain):		
- Realised	1,076	(568)
- Unrealised	(1,073)	36
Net fair value loss on derivatives	-	127
Gain on disposal of property, plant and equipment	(155)	(219)

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B7. Taxation

	Third Quarter ended		Year-to-date	
	30 September 2025	30 September 2024	30 September 2025	30 September 2024
	RM'000	RM'000	RM'000	RM'000
Current Tax				
- current year	(1,266)	(2,048)	(3,710)	(5,391)
Deferred Taxation				
- Origination and reversal of temporary differences	6,337	2,492	7,488	5,091
	5,071	444	3,778	(300)

The effective tax rate of the Group for the quarter under review was higher than the statutory tax rate due to non-deductibility of certain expenses, as well as non-availability of Group tax relief in respect of losses incurred by certain subsidiary companies.

B8. Status of Corporate Proposals

There was no corporate exercise proposal announced that has not been completed as at the date of this announcement.

B9. Group Borrowings

The Group's borrowings as at 30 September 2025 were as follows:

	Long-Term RM'000	Short-Term RM'000	Total RM'000
<u>Secured</u>			
-Term Loans	246,604	7,001	253,605
-Finance lease liabilities	317	191	508
-Revolving credit	-	130,000	130,000
-Trade lines	-	152,414	152,414
<u>Unsecured</u>			
- Corporate credit card facility from a financial institution	-	1,536	1,536
	246,921	291,142	538,063

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B10. Derivative Financial Instruments

As at 30 September 2025, total contract value and fair value of the Group’s outstanding forward foreign exchange contracts stood as follows:

Types of Derivatives (Foreign Exchange Contracts)	Contract/Notional Value RM’000	Fair Value RM’000
Less than 1 year		
- Payable	(105,185)	(104,288)
- Receivable	-	-

B11. Changes in Material Litigation

Not applicable.

B12. Dividends

There was no dividend declared in respect of the current period under review and the corresponding period in the preceding year.

B13. Earnings Per Share

	Third Quarter ended 30 September 2025	Third Quarter ended 30 September 2024	Year-to-date 30 September 2025	Year-to-date 30 September 2024
Net loss attributable to owners of the Company (RM’000)	(11,882)	(2,503)	(22,168)	(1,040)
Weighted average number of ordinary shares in issue (’000)	134,331	134,331	134,331	134,331
Basic loss per share (sen)	(8.85)	(1.86)	(16.50)	(0.77)

B14. Authorisation of Issue

The interim financial statements were authorised for issue by the Board of Directors of AGB in accordance with a resolution of the Directors passed on 25 November 2025.

BY ORDER OF THE BOARD
25 November 2025