

PECCA

GROUP BERHAD

PECCA GROUP BERHAD
(Registration No. 201001025617 (909531-D))
(Incorporated in Malaysia)

	Notes	Individual and Cumulative Quarter Current Year Quarter 30.09.2026 RM'000	Preceding Year Quarter 30.09.2025 RM'000	Variance %
Revenue	A9	52,139	60,593	(14.0%)
Cost of sales		(31,430)	(35,055)	(10.3%)
Gross profit		20,709	25,538	(18.9%)
Other Income		266	247	7.7%
Selling and distribution expenses		(1,527)	(1,530)	(0.2%)
Administrative expenses		(5,443)	(4,689)	16.1%
Results from operating activities		14,005	19,566	(28.4%)
Finance income		938	858	9.3%
Finance costs		(147)	(83)	77.1%
Profit before taxation	B5	14,796	20,341	(27.3%)
Income tax expense	B6	(3,777)	(4,961)	(23.9%)
Profit for the period		11,019	15,380	(28.4%)
Other comprehensive income, net of tax				
Items that will be reclassfied subsequently to profit or loss				
Foreign currency translation differences on foreign operations		2	(114)	(101.8%)
Total comprehensive income for the financial period		11,021	15,266	-27.8%
Profit attributable to:-				
Owners of the company		11,010	15,385	(28.4%)
Non-controlling interests		9	(5)	(280.0%)
Profit for the period		11,019	15,380	-28.4%
Total comprehensive income attributable to:-				
Owners of the Company		11,011	15,293	-28.0%
Non-controlling interests		10	(27)	(137.0%)
Total comprehensive income for the financial period		11,021	15,266	-27.8%
Earnings per share attributable to Owners of the Company (sen) [(2)]				
- Basic	B12	1.52	2.12	-28.4%
- Diluted		1.52	2.12	-28.4%

Notes:
(1) The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2026 and the explanatory notes attached to this Condensed Report.
(2) Based on the weighted average number of ordinary shares in issue as detailed in Note B12.

PECCA GROUP BERHAD
(Registration No. 201001025617 (909531-D))
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2026

	As at 30.09.2026 Unaudited RM'000	As at 30.06.2026 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	42,311	43,117
Right-of-use assets	42,024	42,406
Other investments	418	418
Goodwill	140	140
Total non-current assets	84,893	86,081
Current Assets		
Inventories	19,497	23,944
Trade and other receivables	35,775	36,153
Prepayments	2,194	1,726
Current tax assets	367	54
Cash and bank balances	5,801	10,477
Short-term investments	113,362	109,972
Total current assets	176,996	182,326
Total assets	261,889	268,407
EQUITY AND LIABILITIES		
Equity		
Share capital	135,702	135,702
Treasury shares	(35,125)	(35,125)
Reserves	115,484	115,340
Total equity attributable to owners of the Company	216,061	215,917
Non-controlling interests	453	443
Total equity	216,514	216,360
Liabilities		
Non-current liabilities		
Deferred tax liabilities	6,849	6,929
Lease liabilities	366	415
Post-employment benefits	29	28
Borrowings	10,807	11,334
Total non-current liabilities	18,051	18,706
Current Liabilities		
Trade and other payables	18,896	20,607
Lease liabilities	991	1,152
Borrowings	2,206	7,237
Current tax liabilities	5,231	4,345
Total current liabilities	27,324	33,341
Total liabilities	45,375	52,047
Total equity and liabilities	261,889	268,407
Net assets per share attributable to owners of the parents (sen) [(2)]	29.82	29.80

Notes:
(1) The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2026 and the explanatory notes attached to this Condensed Report.
(2) Based on the number of ordinary shares in issue less Treasury Shares as at 30 September 2026 of 724,454,932 (30 June 2026: 724,454,932).

PECCA GROUP BERHAD
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(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2026

	Attributable to owners of the Company									
	Non-distributable						*Distributable*			
	Share Capital RM'000	**Treasury Shares RM'000**	**Merger Deficit RM'000**	**Translation Reserve RM'000**	**Revaluation Reserve RM'000**	**Other Reserve RM'000**	**Retained Earnings RM'000**	**Total RM'000**	**Non-controlling Interests RM'000**	**Total Equity RM'000**
At 1 July 2026	135,702	(35,125)	(60,822)	(709)	18,965	1	157,905	215,917	443	216,360
Profit after taxation for the financial period	-	-	-	-	-	-	11,010	11,010	9	11,019
Other comprehensive income for the financial period:										
- Actuarial loss on post-employment benefits	-	-	-	-	-	*	-	-	-	-
- Foreign currency translation differences on foreign operations	-	-	-	1	-	-	-	1	1	2
Total comprehensive income for the financial period	-	-	-	1	-	-	11,010	11,011	10	11,021
Dividend distributions to owners of the Company	-	-	-	-	-	-	(10,867)	(10,867)	-	(10,867)
At 30 September 2026	135,702	(35,125)	(60,822)	(708)	18,965	1	158,048	216,061	453	216,514

* *Amount less than RM1,000*

Note:
(1) The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2026 and the explanatory notes attached to this Condensed Report.

PECCA GROUP BERHAD
(Registration No. 201001025617 (909531-D))
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2026

	3 months ended 30 September	
	2026	**2025**
	RM'000	**RM'000**
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	14,796	20,341
Adjustments for:		
Depreciation of property, plant and equipment	1,344	1,357
Depreciation of right-of-use assets	382	313
Finance income	(938)	(858)
Finance costs	147	83
Gain on disposal of property, plant and equipment	(11)	(11)
Property, plant and equipment written off	1	-
Unrealised (gain)/loss on foreign exchange	(9)	131
Operating profit before working capital changes	15,712	21,356
Changes in inventories	4,447	3,148
Changes in trade and other receivables	1,049	(3,317)
Changes in prepayments	(543)	7,444
Changes in trade and other payables	(2,301)	1,823
Changes in post-employment benefits	1	-
Cash generated from operations	18,365	30,454
Net income tax paid	(3,286)	(4,340)
Interest paid	(147)	(83)
Net cash from operating activities	14,932	26,031
CASH FLOWS FOR INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(533)	(3,039)
Acquisition of right-of-use assets	-	(18,236)
Additions of short-term investments	(7,664)	(12,237)
Proceeds from disposal of property, plant and equipment	6	11
Interests received	938	858
Net cash for investing activities	(7,253)	(32,643)
CASH FLOWS FOR FINANCING ACTIVITIES		
Dividends paid	(10,867)	(7,245)
Payment of lease liabilities	(210)	(291)
Net (repayment of)/ proceeds from borrowings	(5,558)	10,078
Purchase of own shares	-	(4,139)
Net cash for financing activities	(16,635)	(1,597)
Net decrease in cash and cash equivalents	(8,956)	(8,209)
Effects of foreign exchange translation	6	(80)
Cash and cash equivalents at the beginning of financial year	14,751	15,852
Cash and cash equivalents at the end of financial year	5,801	7,563

Notes:
(1) The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2026 and the explanatory notes attached to this Condensed Report.

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 *INTERIM FINANCIAL REPORTING*

A1. Basis of preparation

The Condensed Consolidated Interim Financial Statements ("Condensed Report") 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 Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Report also complies with International Accounting Standard 34 *Interim Financial Reporting* issued by the International Accounting Standards Board. This Condensed Report should be read in conjunction with the audited financial statements of Pecca Group Berhad ("Pecca" or the "Company") and its subsidiaries (the "Group") for the financial year ended 30 June 2026.

The explanatory notes to this Condensed Report 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 30 June 2026.

This Condensed Report is presented in Ringgit Malaysia ("RM") and all values are rounded to the nearest thousand (RM'000) except when otherwise indicated.

A2. Significant accounting policies

The significant accounting policies and methods of computation adopted in this Condensed Report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2026. The Group has not applied in advance the following accounting standards (including the consequential amendments), if any that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the current financial year:

Effective for annual reporting periods beginning on or after 1 January 2027

- MFRS 18 *Presentation and Disclosure in Financial Statements*
- MFRS 19 *Subsidiaries without Public Accountability: Disclosures*
- MFRS 20 *Regulatory Assets and Regulatory Liabilities*
- Amendments to MFRS 19: *Subsidiaries without Public Accountability: Disclosures*
- Amendments to MFRS 121: *Translation to a Hyperinflationary Presentation Currency*
- Amendments to MFRS 128: *Amendments to the Fair Value Option for Investments in Associates and Joint Ventures*

Effective date of the following Amendments has been deferred to a date to be announced by the MASB

- Amendments to MFRS 10 and MFRS 128*: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

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

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A. EXPLANATORY NOTES PURSUANT TO MFRS 134 *INTERIM FINANCIAL REPORTING* *(continued)*

A3. Auditors' report on preceding financial year financial statements

There was no qualification to the audited financial statements of the Group for the financial year ended 30 June 2026.

A4. Seasonal or cyclical factors

The business operations of the Group are not materially affected by any seasonal or cyclical factors in the current quarter.

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

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

A6. Changes in estimates

There were no changes in estimates of amounts reported in prior periods that had a material effect during the current quarter.

A7. Debt and equity securities

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter. As at 30 September 2026, the number of treasury shares held were 27,545,068 ordinary shares at RM35,124,806.

A8. Dividends paid

	30.09.2026 RM'000	30.06.2026 RM'000
In respect of financial year ending 30 June 2026		
First interim single-tier dividend paid on 19 December 2025		
- 1.50 sen per ordinary share	-	10,866
Second interim single-tier dividend paid on 27 March 2026		
- 1.50 sen per ordinary share	-	10,867
Third interim single-tier dividend paid on 19 June 2026		
- 1.50 sen per ordinary share	-	10,867
Fourth interim single-tier dividend paid on 18 September 2026*		
- 1.50 sen per ordinary share	10,867	-
In respect of financial year ended 30 June 2025		
Fourth interim single-tier dividend paid on 26 September 2025*		
- 1.00 sen per ordinary share	-	7,245
	10,867	39,845

* Dividends declared by the Group during year-to-date ended 30 September 2026.

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A. EXPLANATORY NOTES PURSUANT TO MFRS 134 *INTERIM FINANCIAL REPORTING* *(continued)*

A9. Segmental information

a) Operating segments

The Group's current business activities comprise of Automotive, Aviation and others. The Automotive segment focuses on styling, manufacturing, distribution and installation of automotive leather upholstery for car seat covers and accessories covers. The Aviation segment provides services in manufacturing, repair, refurbishment, distribution, and installation of aircraft seat covers and parts refurbishment. The breakdown of the Group's total revenue by business activities and products are as follows: -

		Current and Cumulative Quarter Ended	
		30.09.2026	**30.09.2025**
		RM'000	**RM'000**
AUTOMOTIVE (MALAYSIA)			
Car seat covers			
- OEM [(1)]		41,904	50,416
- REM [(1)]		1,546	1,576
- PDI [(1)]		1,495	1,606
Sub-total for car seat covers		44,945	53,598
Sewing of fabric car seat covers			
- OEM [(1)]		2,347	3,306
Manufacturing of leather/PVC car accessories covers and miscellaneous seat covers, and provision of wrapping and stitching services			
- OEM [(1)]		218	259
- REM [(1)]		582	617
		800	876
Leather cut pieces supply			
- OEM [(1)]		82	77
- REM [(1)]		16	49
		98	126
SUB-TOTAL AUTOMOTIVE (MALAYSIA)	**(A)**	**48,190**	**57,906**
AUTOMOTIVE (INDONESIA)			
Car seat covers			
- OEM [(1)]		1,110	149
- REM [(1)]		6	127
- PDI [(1)]		166	302
Sub-total for car seat covers		1,282	578
Manufacturing of leather/PVC car accessories covers and miscellaneous seat covers, and provision of wrapping and stitching services			
- OEM [(1)]		1,202	1,204
- REM [(1)]		216	5
		1,418	1,209
SUB-TOTAL AUTOMOTIVE (INDONESIA)	**(B)**	**2,700**	**1,787**
AVIATION	**(C)**	1,246	791
OTHERS	**(D)**	3	109
GRAND TOTAL	**(E) = A+B+C+D**	**52,139**	**60,593**

Note:
(1) OEM – Original Equipment Manufacturer
REM – Replacement Equipment Manufacturer
PDI – Pre-delivery Inspection

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 *INTERIM FINANCIAL REPORTING* *(continued)*

A9. Segmental information *(continued)*

b) Geographical segments

The segment information in respect of the Group's geographical segments are as follows:-

	Current and Cumulative Quarter Ended	
	30.09.2026	**30.09.2025**
	RM'000	**RM'000**
Malaysia	47,628	56,969
Rest of Asia	2,995	2,240
Europe	848	934
North America	313	354
Oceania	85	96
Middle East	270	-
	52,139	60,593

A10. Valuation of property, plant and equipment

The Group has not carried out any valuation on its property, plant and equipment in the current quarter.

A11. Capital commitments

As at 30 September 2026, there were no authorised capital commitments.

A12. Changes in the composition of the Group

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

A13. Contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets as at the date of this Condensed Report.

A14. Material events subsequent to the end of the current quarter

There were no other material events subsequent to the end of the current quarter that have not been reflected in this Condensed Report.

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A. EXPLANATORY NOTES PURSUANT TO MFRS 134 *INTERIM FINANCIAL REPORTING* *(continued)*

A15. Related party transactions

The Group's related party transactions for the current quarter and cumulative quarter ended 30 September 2026 are as follows: -

	Current and Cumulative Quarter Ended 30.09.2026 RM'000
Sales to related party	
- Jacar Sdn. Bhd.	15
Rental charges to related parties	
- Tint Auto (M) Sdn. Bhd.	54
- Rentas Health Sdn. Bhd.	38
Management service to related parties	
- Tint Auto (M) Sdn. Bhd.	60
- Rentas Health Sdn. Bhd.	6

Note:
(1) The related party is a company in which certain Directors and substantial shareholders of the Group have interests.

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

B1. Performance review

1Q 2027 vs 1Q 2026

For the first quarter ended 30 September 2026("1Q 2027"), the Group recorded revenue of RM52.1 million, a decrease of 14.0% from RM60.6 million recorded in the corresponding quarter ended 30 September 2025 ("1Q 2026"). The lower revenue was mainly attributable to softer order volumes from the Group's automotive segment during the quarter, reflecting a shift in consumer demand ahead of upcoming new model launches. Nevertheless, the Indonesia and Aviation segments continued to record growth, reflecting steady traction in the Group's expansion initiatives.

Profit after tax decreased to RM11.0 million from RM15.4 million in the corresponding quarter of the preceding financial year. The lower profitability was primarily attributable to reduced revenue contribution, changes in product mix and increased operating expenses incurred in support of the Group's strategic investments and business expansion initiatives. The Group remains focused on enhancing operational efficiency, strengthening cost discipline and expanding its revenue base to support long-term sustainability.

B2. Financial review for the current quarter compared with the immediate preceding quarter

	Current Year Quarter 30.09.2026 ("1Q 2027") RM'000	Immediate Preceding Quarter 30.06.2026 ("4Q 2026") RM'000	Variance RM'000	%
Revenue	52,139	51,583	556	1%
Profit after tax	11,019	10,822	197	2%

The Group recorded revenue of RM52.1 million in 1Q 2027, an increase of RM0.6 million as compared to RM51.6 million in 4Q 2026. The higher revenue was driven by improved contributions from the Malaysia operations and Aviation segment.

Correspondingly, the Group recorded a higher PAT of RM11.0 million for 1Q 2027.

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B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD *(continued)*

B3. Prospects

Automotive Segment

- Original Equipment Manufacturer

  The Malaysian automotive industry recorded a Total Industry Volume ("TIV") of 602,633 units for the first nine months of 2026 ("9M26"), representing a 4.0% increase from 579,336 units in the corresponding period last year. For the rest of 2026, automotive demand is expected to remain healthy, supported by year-end promotions.

  While TIV remained robust, growth has been concentrated in certain brands with new model launches and competitively priced offerings. Moving forward, the market is expected to remain competitive, as brands focus on gaining market share. The Group observes the market moving through a transition, with consumers increasingly favouring value-for-money offerings.

  At the same time, international automakers are ramping up completely knocked-down ("CKD") activities in Malaysia through local assembly operations. Against this backdrop, the Group is actively expanding its product offerings to increase content per vehicle, including seat assembly and car interior solutions.

  To further support its long-term growth across the automotive, aviation and locomotive segments, the Group continues to progress the planning and development of its second manufacturing facility at the UMW High Value Manufacturing Park in Serendah, Selangor.

  Regionally, the Group's Indonesian subsidiary, PT Pecca Gemilang Indonesia, is pursuing new Original Equipment Manufacturer ("OEM") contracts and broadening its customer base across the Replacement Equipment Manufacturer ("REM") and Pre-Delivery Inspection ("PDI") channels to deepen its footprint in one of Southeast Asia's largest automotive markets.

- Replacement Equipment Manufacturer

  The global automotive aftermarket is expected to reach US$2.65 trillion in 2026, while the US light-duty aftermarket is projected to grow 5.2%, according to US industry associations Auto Care Association and MEMA Aftermarket Suppliers.

  Riding on this growth, the Group is expanding its global footprint and broadening its earnings base through exports of REM products, penetrating new markets including the Netherlands, Singapore and Ireland, while increasing supply to existing markets across the United States, Australia, the United Kingdom, Canada, New Zealand, the Middle East and other European markets.

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD *(continued)*

B3. Prospects *(continued)*

Aviation Segment

The Malaysian aerospace industry continues to expand, with more than 250 companies generating RM32.5 billion in revenue and employing over 30,000 skilled workers, according to the Malaysian Investment Development Authority ("MIDA"). The National Aerospace Industry Coordinating Office ("NAICO") expects the industry to grow by 15% to 20% by 2030, supported by investments already secured, a recovering aviation sector and the development of higher-value areas such as avionics.

In the Maintenance, Repair and Overhaul ("MRO") segment, the establishment of base maintenance operations in Subang by a subsidiary of SIA Engineering Company is expected to bring more wide-body aircraft to Malaysia, complementing existing narrow-body work and supporting Malaysia's ambition to attract regional MRO demand.

The Group's aviation segment is underpinned by long-term MRO projects with established customers and a steady pipeline of cabin interior refurbishment work. The Group is also expanding into additive manufacturing for aerospace components, non-structural cabin plastic fabrication, and integrated In-Flight Entertainment ("IFE") solutions.

Beyond its approvals from the Civil Aviation Authority of Malaysia ("CAAM") and the European Union Aviation Safety Agency ("EASA"), the Group is expanding its EASA Production Organisation Approval ("POA") towards a Design Organisation Approval ("DOA") and pursuing clearances in Indonesia, Singapore and Thailand to enhance its regional market access.

Locomotive Segment

Malaysia's rail sector continues to see significant public investment in rolling stock, with the government planning to acquire 42 new train sets for Keretapi Tanah Melayu Berhad's("KTMB") ETS and KTM Komuter services under Budget 2027.

As more maintenance and refurbishment work is opened to private players, the Group is pursuing opportunities in rolling stock interiors, drawing on its expertise in upholstery and interior fit-outs from the automotive and aviation segments.

Group Outlook

While mindful of the competitive operating environment within the domestic OEM segment, the Group remains focused on delivering a resilient and sustainable performance for the financial year ending 30 June 2027.

The Group will continue to focus on cost management and production efficiency, driven by ongoing improvements in automation and technology, to preserve its cost competitiveness. Concurrently, the Group will continue to widen its revenue base by accelerating its aviation, locomotive and REM export businesses alongside its automotive operations.

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD *(continued)*

B4. Variance of actual profit from profit forecast and profit guarantee

The Group has not issued any profit forecast or profit guarantee in any form of public documentation or announcement.

B5. Profit before taxation

The profit before taxation is stated after charging/(crediting): -

	Current and Cumulative Quarter Ended 30.09.2026 RM'000
Finance income	(938)
Finance cost	147
Depreciation of:	
- Property, plant and equipment	1,344
- Right-of-use assets	382
Realised gain on foreign exchange	(59)
Unrealised gain on foreign exchange	(9)

Save as disclosed above, the other items as required under paragraph 16 of Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

B6. Taxation

	Current and Cumulative Quarter Ended 30.09.2026 RM'000
Income tax expense	3,777

The effective tax rate for the current quarter ended 30 September 2026 is slightly higher of 25.53% compared to the statutory tax rate of 24.00%, mainly due to certain expenses which are not deductible for taxation purpose.

B7. Status of corporate proposals

There was no corporate proposal announced and not completed as at the date of this Condensed Report.

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD *(continued)*

B8. Utilisation of proceeds

As announced on 23 April 2018, the Board of Directors ("Board") approved the variation of the utilisation of IPO proceeds amounting to RM6.60 million and the extension of time for the utilisation of IPO proceeds amounting to RM2.62 million for a further 24 months, from 19 April 2018 to 19 April 2020. Thereafter, the Board approved a further variation in the utilisation of the proceeds for working capital purposes, together with an extension of the utilisation period for another 24 months, from 19 April 2020 to 19 April 2022. In view of the COVID-19 pandemic and the Movement Control Order enforced by the Government from March 2020 until the transition to the endemic phase announced in April 2022, the Board approved a further extension of the utilisation period for working capital proceeds for another 24 months, from 19 April 2022 to 19 April 2024. A subsequent extension of time for a further 24 months, from 19 April 2024 to 19 April 2026, was approved by the Board in light of the REM segment's expansion into export markets, including countries such as the U.S., the Middle East, and Thailand.

In view of the Group's ongoing REM segment expansion plans, which now extend beyond the Malaysian market to include additional countries such as Saudi Arabia, Australia, the United Kingdom, Canada, New Zealand, and the European region, the Board has approved a further extension of time for another 24 months, from 19 April 2026 to 19 April 2028.

The status of utilisation of the proceeds from the Public Issue of 47,796,000 new ordinary shares at RM1.42 per share as at 30 September 2026 is as follows: -

	Purposes	Revised Expected Timeframe for Utilisation (from 19 April 2026)	Revised Amount (RM'000)	Actual Utilisation (RM'000)	Utilised %
a)	Working capital	-	27,859	(27,859)	100
b)	Repayment of bank borrowings	-	17,100	(17,100)	100
c)	Purchase of machineries for the production of car leather seat covers	-	4,871	(4,871)	100
d)	Construction of an additional storey of production floor area on the existing factory building	-	5,000	(5,000)	100
e)	Opening of retail outlets	-	0	0	100
f)	Establishment of market presence in Thailand	-	0	0	100
g)	Expansion of aviation business	-	834	(834)	100
h)	Estimated listing expenses	-	4,111	(4,111)	100
i)	Purchase of raw material	-	5,350	(5,350)	100
j)	Selling and distribution expenses of:				
	- Retail	Within 24 months	2,000	(602)	30
	- Thailand	-	0	0	100
	- Aviation	-	745	(745)	100
	Total Public Issue Proceeds		**67,870**	**(66,472)**	**98**

Note:
(1) The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Group dated 29 March 2016 and the announcement dated 23 April 2018.

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD *(continued)*

B9. Group borrowings

	As at 30.09.2026 Unaudited RM'000	As at 30.06.2026 Audited RM'000
Current		
Secured:		
Hire purchase payables	188	233
Revolving credit	-	5,000
Term loans	2,018	2,004
	2,206	7,237
Non-current		
Secured:		
Hire purchase payables	39	56
Term loans	10,768	11,278
	10,807	11,334
	13,013	18,571

Revolving credit and term loan are secured by corporate guarantees of the Group.

B10. Material litigation

The Group is not engaged in any material litigation either as plaintiff or defendant, which has a material effect on the financial position of the Group, and the Directors do not have any knowledge of any proceeding pending or threatened or of any facts likely to give rise to any proceedings which may materially and adversely affect the financial position or business of the Group, as at the date of this Condensed Report.

B11. Dividend proposed

Other than the dividends paid as disclosed in Note A8, the Board has declared and approved the first interim single-tier dividend of 1.50 sen per ordinary share in respect of the financial year ending 30 June 2027. The dividend will be payable on 18 December 2026 to shareholders whose names appeared in the Record of Depositors of the Company at the close of business on 7 December 2026. The total dividend declared for the current financial period ended is 1.50 sen per ordinary share (30 September 2026: 1.50 sen per ordinary share).

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD *(continued)*

B12. Earnings per share

(a) Basic earnings per ordinary share

The basic earnings per ordinary share for the current quarter and the financial year-to-date are computed as follows: -

	Current and Cumulative Quarter Ended 30.09.2026 RM'000
Profit attributable to equity holders of the company	11,010
Weighted average number of ordinary shares in issue excluding Treasury Shares	724,455
Basic earnings per ordinary share (sen)	1.52
Diluted earnings per ordinary share (sen)	1.52

(b) Diluted earnings per ordinary share

There is no dilution in its earnings per ordinary share as at 30 September 2026.

B13. Authorisation for issue

The Condensed Report was authorised for issue by the Board on 18 November 2026.

BY ORDER OF THE BOARD

Kuala Lumpur
18 November 2026