PART A: EXPLANATION NOTES AS PER MFRS 134

A1 Basis of Preparation

These unaudited condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

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

The explanatory notes attached to these condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2025.

The significant accounting policies and methods of computation adopted are consistent with those of the audited financial statements for the year ended 31 December 2025, except for the adoption of the following new MFRSs, Amendments to MFRSs and Interpretations which are effective for annual periods beginning on or after 1 January 2026:

	Effective Date
MFRS 18 *Presentation and Disclosure in Financial Statements*	1 January 2027
MFRS 19 *Subsidiaries without Public Accountability: Disclosures*	1 January 2027
Amendments to MFRS 9 and MFRS 7 *Amendments to the Classification and Measurement of Financial Instruments*	1 January 2026
Amendments to *MFRS 9 and MFRS 7 Contracts Referencing Nature-dependent Electricity*	1 January 2026
Amendments to MFRS 19 *Subsidiaries without Public Accountability: Disclosures*	1 January 2027
Annual Improvements to MFRS Accounting Standards – Volume 11	1 January 2026
Amendments to MFRS 10 and MFRS 128 *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*	Deferred

The above standards, amendments and annual improvements do not have significant impact on the financial reporting of the Group.

A2 Audit Report of Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2025 was not qualified.

A3 Seasonal or cyclicality factors

The Group faces minor seasonal fluctuations during major festive season's.

A4 The nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence

There were no unusual items in the quarterly financial statement under review.

A5 Changes in estimates

There are no significant changes in estimates that have material effect in the current interim period.

A6 Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

No issuances, cancellations, repurchases, resale or repayments of debt and equity securities for the current quarter.

A7 Dividends paid (aggregate or per share) separately for ordinary share and other shares

A second single-tier interim dividend of 0.75 sen per ordinary share, amounting to RM2,667,369 in respect of the financial year ended 31 December 2025 was paid on 26 March 2026.

A8 Segment Information for the current financial year to date

	Trading	Manufacturing	Investment	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External Sales	52,846	179,140	-	-	231,986
Inter-segment revenue	955	13,452	6,684	(21,091)	-
Total Revenue	**53,801**	**192,592**	**6,684**	**(21,091)**	**231,986**
Segment Result	**(91)**	**10,251**	**2,696**	**(4,598)**	**8,258**
Profit from operations					**8,258**
Finance costs					(1,437)
Interest Income					758
Share of results of associates					3,649
Profit before tax					**11,228**

No analysis by geographical area has been presented as its year to date contribution was less than 10% to the combined results of all segments revenue or results or assets.

A9 Valuations of property, plant and equipment

The valuation of land & buildings has been brought forward, without amendment from the previous annual financial statement.

A10 Material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the current quarter under review.

A11 The effect of changes in the composition of the enterprise during the interim period, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations

There were no changes in the composition of the Company for the financial period under review.

A12 Changes in contingent liabilities or contingent assets since the last financial year ended 31 December 2025

As at the date of this announcement, there were no material contingent liabilities incurred by the Group which, upon becoming enforceable, may have a material impact on the financial position of the Group.

A13 Capital commitments

	As at 30/06/2026
	RM'000
Property, plant and equipment	
Authorized and contracted for	658
Authorized but not contracted for	396

PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (PART A OF APPENDIX 9B)

B1 Review of performance of the company and its principal subsidiaries for the current quarter and financial year to date ("YTD")

	Individual Period (2nd quarter)		Increase / (Decrease)		Cumulative Period		Increase / (Decrease)	
	Current Year Quarter 01.04.2026 to 30.06.2026 RM'000	Preceding Year Corresponding Quarter 01.04.2025 to 30.06.2025 RM'000	RM'000	%	Current Year to-date 01.01.2026 to 30.06.2026 RM'000	Preceding Year Corresponding Period 01.01.2025 to 30.06.2025 RM'000	RM'000	%
Revenue	**117,143**	**113,572**	**3,571**	**3.1**	**231,986**	**223,322**	**8,664**	**3.9**
Profit from operations	**4,801**	**2,282**	**2,519**	**110.4**	**8,258**	**3,896**	**4,362**	**112.0**
Profit before tax	**6,705**	**2,109**	**4,596**	**217.9**	**11,228**	**3,122**	**8,106**	**259.6**

For the quarter and financial year-to-date under review, the Group recorded revenue of RM117.1 million and RM232.0 million, compared with RM113.6 million and RM223.3 million in the corresponding periods of the previous financial year. The improvement was driven by stronger sales volume, partially offset by lower average selling prices.

Profit from operations rose to RM4.8 million for the quarter and RM8.3 million year-to-date, from RM2.3 million and RM3.9 million previously, reflecting better product margins, cost management and operational efficiencies.

Consequently, Profit Before Tax ("PBT") reached RM6.7 million for the quarter and RM11.2 million year-to-date, compared with RM2.1 million and RM3.1 million in the corresponding periods last year. The performance was further supported by improved results from associates and lower finance costs.

B2 Material changes in the profit before taxation for the quarter reported on as compared with the immediate preceding quarter

	Current Year Quarter 01.04.2026 to 30.06.2026	Immediate Preceding Quarter 01.01.2026 to 31.03.2026	Changes	
	RM'000	RM'000	RM'000	%
Revenue	**117,143**	**114,843**	**2,300**	**2.0**
Profit from operations	**4,801**	**3,457**	**1,344**	**38.9**
Profit before tax	**6,705**	**4,523**	**2,182**	**48.2**

Revenue for the quarter rose marginally to RM117.1 million from RM114.8 million in the immediate preceding quarter, driven by stronger sales volume, partially offset by lower average selling prices.

Profit from operations improved to RM4.8 million from RM3.5 million, reflecting lower operating expenses and higher other operating income during the period.

Accordingly, Profit Before Tax ("PBT") stood at RM6.7 million, compared with RM4.5 million in the preceding quarter, supported by the stronger operating result and improved share of results of associates.

B3 Prospects

The operating environment for the steel and manufacturing sectors is expected to remain competitive, with market conditions continuing to be influenced by fluctuations in steel and raw material prices, foreign exchange movements, geopolitical developments and global economic uncertainties.

Notwithstanding these challenges, domestic demand is expected to remain supported by ongoing infrastructure development, investment activities and growth in key industrial sectors. The Group will continue to monitor market developments closely and remain responsive to changes in demand, pricing and input costs.

The Group will continue to focus on prudent procurement and inventory management, product mix and margin optimisation, cost and operational efficiencies, as well as disciplined working capital and cash flow management.

Barring any unforeseen circumstances, the Group remains cautiously positive on its prospects for the remaining financial year.

B4 Variance of actual profit from forecast profit / profit guarantee

Not applicable

B5 Tax expenses

	Current Quarter 30/06/2026 RM'000	Current Year To Date 30/06/2026 RM'000
Current taxation	1,590	2,482
Deferred taxation	(80)	696
In respect of prior years	-	-
	1,510	3,178

B6 The status of corporate proposals announced but not completed at the latest practicable date which shall not be earlier than 7 days from the date of issue of the quarterly report.

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

B7 Group bank borrowings:

Total group borrowings as at 30 June 2026 are as follows:-

RM'000	**Short Term Borrowing**	**Long Term Borrowing**
Denominated in Ringgit Malaysia:		
Secured	27,649	3,546
Unsecured	24,967	-
Denominated in US Dollar:		
Secured	**-**	**-**
Unsecured	-	**-**
Total Bank Borrowings	**52,616**	**3,546**

B8 Material litigation since the date of the last annual statement of financial which must be made up to a date not earlier than 7 days from the date of issue of the quarterly report

The Group is not engaged in any material litigation, either as a plaintiff or defendant, claims or arbitration which have a material effect on the financial position of the Group.

B9 Dividend

The Directors do not recommend any interim dividend for the current year under review.

B10 Earnings per share

Basic

Basic earnings per share are calculated by dividing the net profit attributable to ordinary shareholders by the weighted average number of ordinary shares in issue during the financial year.

	Current Year Quarter 30/06/2026	Preceding Year Quarter 30/06/2025	Current Year to date 30/06/2026	Preceding Year to date 30/06/2025
Net profit attributable to ordinary shareholders (RM'000)	5,195	1,255	8,050	1,880
Weighted average number of ordinary shares in issue ('000)	355,649	357,709	355,649	357,709
Basic earnings per share (sen)	1.46	0.35	2.26	0.53

Diluted

The diluted earnings per share is not disclosed as it is not applicable.

B11 Notes to Condensed Consolidated Statement of Comprehensive Income

Net profit is arrived at after taking into accounts the following items:		**Current Quarter** 30/06/2026 RM'000	**Current Year To Date** 30/06/2026 RM'000
(a)	Interest income	368	758
(b)	Other income	1,814	3,179
(c)	Interest expense	(695)	(1,437)
(d)	Depreciation and amortization	(2,341)	(4,733)
(e)	Provision (for) and written down of receivables	(294)	(1,204)
(f)	Provision (for) and written down of inventories	(76)	(610)
(g)	Gain / (loss) on disposal of quoted / unquoted investment / properties	-	-
(h)	Impairment of assets	-	(1,780)
(i)	Foreign exchange gain/(loss) - Realised and unrealized	228	206
(j)	Gain / (loss) on derivatives	(43)	(5)
(k)	Exceptional items	N/A	N/A