

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2025

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2025

	Individual Quarter 3 months ended (Unaudited)		Cumulative Quarter 6 months ended (Unaudited)	
	31-Dec-25 RM'000	31-Dec-24 RM'000	31-Dec-25 RM'000	31-Dec-24 RM'000
Revenue	635		5,624	
Cost of sales	(625)		(5,290)	
Gross profits	10		334	
Administrative expenses	(924)		(1,760)	
Other operating income	3		3	
Loss from operations	(911)		(1,423)	
Finance income	6		11	
Finance cost	(7)		(18)	
Net finance cost	(1)		(7)	
Loss before taxation	(912)		(1,430)	
Income tax expenses	(6)		(6)	
Loss after taxation/Total comprehensive loss	(918)		(1,436)	
Net loss attributable to:				
Owners of the Company	(921)		(1,434)	
Non-controlling interests	3		(2)	
	(918)		(1,436)	
Total comprehensive loss attributable to:				
Owners of the Company	(921)		(1,434)	
Non-controlling interests	3		(2)	
	(918)		(1,436)	
Loss per share attributable to equity holders of the parent:				
Basic (sen)	(0.21)		(0.32)	

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements of Infraharta Holdings Berhad ("Infraharta" or "the Company") and its subsidiaries ("the Group") for the financial period ended 30 June 2025 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.

The financial year of the Group was changed from 31 March 2025 to 30 June 2025. Accordingly, the columns for the preceding corresponding period (31 December 2024) have been left blank as no comparable financial information is available or presented.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2025

	As at 1.7.2025 to 31.12.2025 (Unaudited) RM'000	As at 1.4.2024 to 30.6.2025 (Audited) RM'000
Non-Current Assets		
Plant and equipment	330	372
Right of use assets	184	229
Other investments	4,120	4,120
Goodwill	1,232	1,232
Trade receivables	8,997	7,621
Other receivables	1,236	1,200
	16,099	14,774
Current Assets		
Contract assets	9,571	16,593
Inventories	15,827	16,684
Trade receivables	7,266	8,305
Other receivables, deposits and prepayments	7,835	7,542
Tax recoverable	15	509
Fixed deposits with a licensed bank	488	310
Cash and bank balances	5,420	7,837
	46,422	57,780
TOTAL ASSETS	62,521	72,554
EQUITY		
Share capital	152,061	152,061
Fair value reserves	(5,740)	(5,740)
Accumulated losses	(105,717)	(104,283)
Equity attributable to owners of the Company	40,604	42,038
Non-controlling interests	(3,200)	(3,198)
Total Equity	37,404	38,840
Non Current Liabilities		
Lease liabilities	52	103
Deferred tax liabilities	10	10
Trade payables	2,248	3,076
	2,310	3,189
Current Liabilities		
Trade payables	8,422	15,029
Other payables and accruals	13,304	15,028
Lease liabilities	105	129
Bank borrowings	332	107
Tax payable	644	232
	22,807	30,525
Total Liabilities	25,117	33,714
TOTAL EQUITY AND LIABILITIES	62,521	72,554
Net Asset per share (in RM)	0.09	0.09

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of Infraharta Holdings Berhad (“Infraharta” or “the Company”) and its subsidiaries (“the Group”) for the financial period ended 30 June 2025 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2025

	← Attributable to owners of the Company →		Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000	
	Non-Distributable	Distributable				
	Share Capital RM'000	Fair Value Reserve RM'000	Accumulated Losses RM'000			
As At 1 July 2025 (audited)	152,061	(5,740)	(104,283)	42,038	(3,198)	38,840
Shares issued during the period						
- Issue of shares pursuant to private placement	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	(1,434)	(1,434)	(2)	(1,436)
Fair value gain on other investments	-	-	-	-	-	-
As At 31 December 2025 (Unaudited)	<u>152,061</u>	<u>(5,740)</u>	<u>(105,717)</u>	<u>40,604</u>	<u>(3,200)</u>	<u>37,404</u>
As At 1 April 2024						
Shares issued during the period						
- Issue of shares pursuant to private placement						
Fair value loss on other investments						
Total comprehensive loss for the period						
As At 31 December 2024						

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements of Infraharta Holdings Berhad ("Infraharta" or "the Company") and its subsidiaries ("the Group") for the financial period ended 30 June 2025 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.

The financial year of the Group was changed from 31 March 2025 to 30 June 2025. Accordingly, no comparative financial information for the preceding corresponding period (31 December 2024) is presented, and the relevant columns in the statements above have been intentionally left blank. The opening balances for the first quarter are derived from the audited financial statements as at 1 July 2025.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 DECEMBER 2025

	As at 31-Dec-25 (Unaudited) RM'000	As at 31-Dec-24 (Unaudited) RM'000
CASH FLOWS FROM/ (USED IN) OPERATING ACTIVITIES		
Loss before tax	(1,430)	
Adjustments for:		
Amortisation & depreciation	89	
Interest income	(11)	
Interest expense	18	
Operating loss before working capital changes	(1,334)	
Changes in contract assets/liabilities (net)	7,022	
Increase in trade and other receivables	(666)	
Decrease in trade and other payables	(9,159)	
Decrease in inventories	857	
Net cash used in operations	(3,280)	
Income tax paid	(35)	
Income tax refunded	935	
Net cash used in operating activities	(2,380)	
CASH FLOWS FROM/ (USED IN) INVESTING ACTIVITIES		
Acquisition of plant & equipment	(2)	
Increase in fixed deposits pledged	(178)	
Interest received	11	
Net cash used in investing activities	(169)	
CASH FLOWS FROM/ (USED IN) FINANCING ACTIVITIES		
Interest paid	(18)	
Repayment of lease liabilities	(76)	
Net cash used in financing activities	(94)	
Net changes in cash and cash equivalents	(2,643)	
Cash and cash equivalents brought forward	7,731	
Cash and cash equivalents carried forward	5,088	
<u>Cash and cash equivalents comprise:</u>		
Cash and bank balances	5,420	
Fixed deposits	488	
Bank overdrafts	(332)	
	5,576	
Less: Deposits pledged	(488)	
	5,088	

The Unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements of Infracarta Holdings Berhad ("Infracarta" or "the Company") and its subsidiaries ("the Group") for the financial period ended 30 June 2025 and the accompanying explanatory notes to the Interim Consolidated Financial Statements.

The financial year of the Group was changed from 31 March 2025 to 30 June 2025. Accordingly, the columns for the preceding corresponding period (31 December 2024) have been left blank as no comparable financial information is available or presented.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The unaudited condensed interim financial statements for the first quarter ended 31 December 2025 have been prepared in accordance with 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 Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"). These interim financial statements also comply with International Accounting Standards ("IAS") 34 Interim Financial Reporting issued by the International Accounting Standards Board.

On 14 March 2025, the Board of Directors of the Company approved the change in the financial year end of the Group from 31 March to 30 June. These financial statements represent the second quarter of the current financial year ending 30 June 2026. As a result of this change in financial year end, no comparative financial information for the corresponding period of the preceding financial year (31 December 2024) is presented, as the comparative period would form part of the 15-month transition period from 1 April 2024 to 30 June 2025.

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial period ended 30 June 2025 and the accompanying explanatory notes.

The accounting policies and methods of computation adopted in these interim financial statements of the Group are consistent with those adopted in the annual audited financial statements for the financial period ended 30 June 2025, except for the adoption of amendments to MFRSs and IC Interpretations that are effective for annual periods beginning on or after 1 July 2025 which do not have any material impact on these interim financial statements of the Group.

A2. Audited Report on Preceding Annual Financial Statements

The audited financial statements for the financial period ended 30 June 2025 were not subject to any qualification.

A3. Seasonal or Cyclical Factors

The business operations of the Group for the current quarter under review were not materially affected by any seasonal or cyclical factors.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

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

A5. Material Changes in Estimates

There were no material changes in the estimates of amounts reported that had material effect on the results for the current quarter under review.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

A6. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter under review.

A7. Dividend Paid

There was no dividend paid during the current quarter under review.

A8. Segmental Reporting

The Group's business segmental information are as follows:

	<u>Revenue</u>		<u>Loss before tax</u>	
	Cumulative Quarter		Cumulative Quarter	
	6 months ended		6 months ended	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	31-Dec-25	31-Dec-24	31-Dec-25	31-Dec-24
	RM'000	RM'000	RM'000	RM'000
Constructions	4,439		(773)	
Property development	1,182		16	
Investment holdings and others	3		(673)	
	<u>5,624</u>		<u>(1,430)</u>	

No geographical segment is presented as all revenue is derived from Malaysia and from external customers.

Comparative figures for the preceding corresponding period are not presented due to the change in the Group's financial year end from 31 March 2025 to 30 June 2025. The columns for these comparative figures have been intentionally left blank.

A9. Valuation of Property, Plant and Equipment

The property, plant and equipment of the Group have not been revalued during the current quarter under review.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

A10. Changes In the Composition of The Group

There were no material changes to the composition of the Group for the current quarter under review, except for:

- (i) The Directors of the wholly-owned subsidiary, Wande Development (Sabah) Sdn. Bhd., decided not to continue its operations and applied for striking off. The company was officially dissolved upon the publication of the striking off notice in the Gazette on 18 August 2025. The subsidiary had been derecognized in the consolidated financial statements for the financial period ended 30 June 2025. In accordance with MFRS, and the derecognition had no material impact on the Group's financial position or results; and
- (ii) on 1 June 2025, Infraharta Sdn. Bhd. ("ISB") transferred all its 3,750,000 ordinary shares in Buildmarque Construction Sdn. Bhd. ("BCSB") to Vertice Infrastructure Sdn. Bhd. ("VISB"), a wholly owned subsidiary of ISB, pursuant to an internal restructuring. As a consequence, BCSB become a subsidiary of VISB. The transfer is an internal restructuring and does not have any material impact on the Group's consolidated financial position or results.

A11. Contingent Liabilities and Contingent Assets

There were no material contingent liabilities, either secured or unsecured, or contingent assets of the Group as at the end of the current quarter, except as disclosed below:

Contingent liability

Pursuant to the letter of award dated 11 February 2022, Infraharta Sdn Bhd ("ISB"), a wholly-owned subsidiary of the Infraharta Holdings Berhad, had been granted an award by Sheng Tai Impression Sdn Bhd ("STI"), as the main contractor to carry out some contract works which comprises supplying all services, labour, equipment and material (where applicable) for the construction until completion of a project known as Jonker Walk 2 (Basement & Lower Ground Slab Inclusive Retaining Wall up to Ground Level) ("Project"). The Project's initial completion date was 23 February 2023 and STI subsequently granted an extension of time until 23 December 2023.

After the first extended period, ISB had made another two (2) separate written extension of time ("EOT") applications to STI and/ or its appointed architect ("Architect") on 16 November 2023 ("First EOT Application") and 25 March 2024 ("Second EOT Application") to extend the completion period for the Project. However, only a partial EOT was granted extending the completion date to 6 April 2024.

On 19 March 2024, ISB submitted an appeal to the Architect to challenge the First EOT Application as the partial rejection of the said application by the Architect was not supported with detailed grounds to ISB ("First EOT Appeal"). Subsequently, ISB submitted second appeal via a letter dated 16 May 2024 challenging the full rejection of the extension made in the Second EOT Application which was also not supported with detailed grounds to ISB ("Second EOT Appeal").

The customer has imposed liquidated and ascertained damages ("LAD") of RM9,510,000 for alleged delays; however, ISB's solicitors are of the opinion that the basis and computation of such claim is misconceived and the same is formally disputed by ISB.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

A11. Contingent Liabilities and Contingent Assets (cont'd)

Contingent liability (cont'd)

In the opinion of the Directors, after taking appropriate professional advice, ISB has valid ground and justification to be entitled the EOT.

ISB has initiated adjudication proceedings against STI under the Construction Industry Payment & Adjudication Act 2012 (CIPAA) to recover unpaid dues amounting to RM6,964,684.07, having served a Notice of Adjudication on 7 November 2025, and registered the claim with the Asian International Arbitration Centre (AIAC) on 3 December 2025. The adjudicator was confirmed on 15 December 2025. The proceeding is ongoing as at the date of this report.

A12. Capital Commitments

There were no material capital commitments approved or contracted for as at 31 December 2025.

B1. Review of Group's Performance

	Individual Quarter 3 months ended (Unaudited)			Cumulative Quarter 6 months ended (Unaudited)		
	31-Dec-25 RM'000	31-Dec-24 RM'000	Change %	31-Dec-25 RM'000	31-Dec-24 RM'000	Change %
Revenue	635			5,624		
Loss before taxation	(912)			(1,430)		
Loss after taxation	(918)			(1,436)		
Net loss attributable to equity holders of the parent	(921)			(1,434)		

For the individual quarter ended 31 December 2025, the Group recorded a revenue of RM0.64 million and a loss before taxation of RM0.91 million. The performance was mainly due to the construction segment passing its optimal phase, omission works on Sabah projects, and lower sales velocity in the property development segment. The loss before taxation was primarily attributable to administrative and operating expenses comprising directors' emoluments and professional fees of RM0.24 million each, respectively, staff costs of RM0.15 million, office expenses of RM0.18 million, property development expenses for unsold units of RM0.07 million, and depreciation of RM0.04 million.

For the cumulative quarter ended 31 December 2025, the Group recorded a revenue of RM5.62 million and a loss before taxation of RM1.43 million, arising from the same operational factors. The cumulative loss before taxation was mainly attributable to director emoluments of RM0.40 million, staff costs of RM0.41 million, professional fees of RM0.43 million, office expenses of RM0.18 million, property development expenses of RM0.2 million, depreciation of RM0.09 million, and travel expenses of RM0.05 million.

No comparative financial information for the preceding corresponding period is presented, and the relevant columns have been intentionally left blank, due to the change in the Group's financial year end from 31 March 2025 to 30 June 2025.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B2. Variation of Results for The Current Individual Quarter Against Immediate Preceding Quarter

	Individual Quarter 3 months ended (Unaudited)			
	31-Dec-25	30-Sep-25	Changes	
	RM'000	RM'000	RM'000	%
Revenue	635	4,989	(4,354)	-87%
Loss before taxation	(912)	(518)	(394)	76%
Loss after taxation	(918)	(518)	(400)	77%
Net loss attributable to owners of the Company	<u>(921)</u>	<u>(513)</u>	(408)	80%

The Group recorded a revenue of RM0.64 million for the current quarter ended 31 December 2025, representing a decrease of RM4.35 million (87%) compared to RM4.99 million in the immediate preceding quarter ended 30 September 2025. This decline is primarily attributable to the existing projects reaching its optimal phase, omission works on Sabah projects within the construction segment, and lower sales velocity in the property development segment.

The Group recorded a loss before taxation of RM0.91 million for the current quarter, compared to a loss before taxation of RM0.52 million in the immediate preceding quarter. The widening of the loss by RM0.39 million or 76% was primarily driven by lower profit contributions from the construction segment as it passes its optimal phase and the property development segment due to lower sales units, as well as higher administrative expenses including AGM-related costs, professional fees (legal and audit), and director emoluments.

B3. Group's Prospects

Malaysia's construction industry continues to show strong momentum, supported by public infrastructure projects and renewed private sector activity. Growth is underpinned by ongoing mega projects and a recovering property market, while government initiatives under the 12th Malaysia Plan and the Construction 4.0 Strategic Plan continue to drive digitalisation, sustainability, and productivity improvements.

Private investment is returning, especially in high-rise residential and mixed-use developments, with challenges such as material cost pressures, labour shortages, and environmental compliance mitigated through government support and greater ESG adoption across the industry.

Barring any unforeseen circumstances, the Board and Management of Infraharta remain cautiously optimistic about the Group's prospects and long-term sustainability across both the Construction and Property Development segments.

With a strengthened financial position and the ability to raise capital through strategic corporate exercises, the Group is well-positioned to pursue new opportunities and deliver continued value as it enters the financial year ending 2026.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B4. Variance Of Profit Forecast

The Group did not announce or disclose any profit forecast / profit guarantee in a public document that related to this period.

B5. Income Tax Expense

The tax expenses of the Group is as follow:

	Individual Quarter 3 months ended (Unaudited) 31-Dec-25 RM'000	Cumulative Quarter 6 months ended (Unaudited) 31-Dec-25 RM'000
Corporate tax:		
- current provision	-	-
- under-provision in prior year	6	6
	6	6
	6	6

The Group's effective statutory tax rate is 24%

B6. Group Borrowings and Debt Securities

The Group's borrowings are as follows: -

	As at 31-Dec-25 (Unaudited) RM'000	As at 30-Jun-25 (Audited) RM'000
Current		
<u>Lease liabilities</u>		
- Hire purchase leases	105	129
- Other leases	-	-
	105	129
	105	129
 <u>Bank borrowing</u>		
- Bank overdrafts	332	107
	332	107
	332	107
 Non-current		
<u>Lease liabilities</u>		
- Hire purchase leases	52	103
- Other leases	-	-
	52	103
	52	103

The Group does not have any foreign currency borrowings as at 31 December 2025. All borrowings indicated above are denominated in Ringgit Malaysia.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B7. Material Litigation

Originating Summons, Kuala Lumpur High Court Suit No. WA-24NCC-311-06/2023 ("OS 311") filed by Consortium Zenith Construction Sdn. Bhd. ("CZC") for an injunction to restrain Buildmarque Construction Sdn. Bhd. ("BCSB") from presenting a winding up petition against CZC

OS 311

On 22 May 2023, BCSB served a winding up Statutory Notice of Demand pursuant to Sections 465 and 466 of the Companies Act, 2016 on CZC demanding for payment of RM7,374,420 ("Demanded Sum") being the unpaid sum inclusive of interest calculated as at the date of the Notice due and owing by CZC to BCSB pursuant to the Deed of Rescission and Terminated dated 29 December 2021 (entered into between CZC, BCSB and Infraharta Sdn. Bhd. ("ISB")) ("the Deed").

The Deed records CZC's termination of BCSB as a sub-contractor for constructions works relating to the Major Roads and Penang Third Link Project in the State of Penang ("PMRT Project"). CZC was main contractor for the PMRT Project.

A Winding-Up petition would have been presented against CZC in the event CZC failed to pay the Demanded Sum within 21 days of the notice.

CZC had on 7 June 2023 via its solicitors filed, Kuala Lumpur High Court Originating Summons No. WA-24NCC-311-06/2023 ("OS 311") to seek for an injunction to restrain BCSB from presenting a winding-up petition against CZC.

On 12 June 2023, the High Court granted an Injunction to restrain BCSB from presenting the winding-up petition in view that a certain portion of the Demanded Sum is disputed by CZC through Suit 443, which will be further elaborated below.

Writ of Summons and Statement of Claim served on BCSB and ISB by CZC, KUALA LUMPUR HIGH COURT OF MALAYA AT KUALA LUMPUR VIDE SUIT NUMBER: WA-22NCvC-443-08/2023 ("Suit 443")

Suit 443

On 17 August 2023, BCSB, ISB and Dato Lee Chee Hoe (collectively known as "Defendants") were served with a Sealed Writ of Summons and Statement of Claim filed by CZC. By the Statement of Claim, CZC seeks for the following reliefs: -

- a) a declaration that Part A of the Deed was entered into without free consent of CZC whose consent is caused by misrepresentation;
- b) a declaration that Part A of the Deed is void and unenforceable in law;
- c) BCSB shall pay to CZC a sum of RM1,032,739.73 being the monies paid by CZC to BCSB caused by the misrepresentation;
- d) all further proper accounts, inquiries and/or directions;
- e) damages for fraud;
- f) general, aggravated, punitive and/or exemplary damages to be assessed;
- g) interest on the judgment sum to be calculated at the rate of 5% per annum from the date of the filing of the action until the date of full and final settlement;
- h) costs; and
- i) such further and/or other reliefs that the Court deems just and proper.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B7. Material Litigation (cont'd)

On 9 August 2024, BCSB and ISB filed their re-amended defence and BCSB filed its amended counterclaim. Through the amended counterclaim, BCSB seeks for an order that CZC pays BCSB its entitlement under Part A, Part B and Part C of the Deed.

BCSB seeks to recover RM22,597,362.49 under Part C of the Deed which represents the total value of works carried out by BCSB for the Project. CZC has filed its amended reply and defence on 13 August 2024.

On 18 October 2024, the Judge in Suit 443 allowed CZC's application to transfer Suit 443 to the Court hearing Suit 535 (details on Suit 535 will be elaborated below).

As such, Suit 443 has been assigned with a new case number namely "WA-22NCC-763-11/2024" ("**Suit 763**"). The trial of both Suit 763 and Suit 535 will proceed before the same Judge. Pleadings for both suits have come to a close. The Case Management is scheduled for 28 August 2025.

Suit 535

On 14 August 2024, ISB and Vizione Construction Sdn Bhd ("VCSB") (collectively referred to as the "Defendants") were served with a Sealed Writ of Summons and Statement of Claim filed by CZC vide Suit No. WA-22NCC-535-08/2024 ("Suit 535").

For brief factual context, in August 2018, CZC had sub-contracted a part of the works for the PMRT Project to BCSB. BCSB is an entity that is jointly owned by ISB and VCSB.

By Suit 535, it is alleged that only after ECK Development Sdn Bhd's ("ECK") acquisition of a majority shareholding in CZC that it discovered that CZC incurred costs under suspicious circumstances. CZC alleges that among such costs were payments made by CZC to ISB for works carried out under the PMRT Project. Prior to ECK's acquisition of majority shareholding in CZC, CZC made payments amounting to RM13,121,660.00 ("Funds") to ISB.

Insofar as Suit 535 concerns ISB, CZC claims that: -

- (a) ISB received the Funds wrongfully and are liable to return the same to CZC;
- (b) the transfer of the Funds is tainted with fraud and deceit;
- (c) ISB and VCSB conspired to injure CZC;
- (d) ISB has been unjustly enriched by receipt of the Funds; and
- (e) ISB is a constructive trustee over the Funds and is liable to account to CZC for the same.

The Board of IHB emphasizes that the transfer of the Funds was approved by the then shareholders and Board of Directors of CZC. The Funds were transferred in 2017 to be utilized by ISB for another project. Further, the Funds are unrelated to the PMRT Project as the PMRT Project was only sub-contracted to BCSB in August 2018. In fact, BCSB was only incorporated on 15 August 2018.

On 9 April 2025, the Court heard oral submissions from the legal representatives of CZC and VCSB in relation to VCSB's application to strike out its name from Suit 535, where it is named as the second defendant. Following the hearing, the Court fixed 23 April 2025 to conduct a case management for both Suit 763 and Suit 535.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B7. Material Litigation (cont'd)

On 23 April 2025, the Court issued pre-trial directions. CZC was directed to file the agreed facts, issues to be tried, and case summaries by 23 June 2025. In addition, BCSB and ISB were also instructed to file their respective case summaries by the same date.

The Court is expected to issue further directions at the case management scheduled for 23 June 2025, including orders for the filing of the list of witnesses and other documents. At the Case Management on 28.8.2025, the High Court in Suit 763 and Suit 535 granted parties an extension of time to comply with the filing of Pre-Trial Documents (i.e., the Agreed Facts, Issues to be Tried and Case Summary). Particularly on Suit 763, BCSB and ISB have filed and served a Notice to Produce Documents Referred to in Pleadings ("**Notice**") on the solicitors for CZC on 27.8.2025. Through the Notice, BCSB and ISB seek for the disclosure of documents that are relevant to its Defence and Counterclaim in Suit 763, and will seek to rely on these documents at the Trial (fixed on 15.3.2027 to 18.3.2027 and 22.3.2027 to 25.3.2027).

CZC has since responded to the Notice by taking the position that certain documents referred to in the Notice contain confidential information. On that basis, CZC filed an application in Suit 763 on 6.10.2025 to seek an order to protect the documents alleged to contain confidential information from being disclosed outside the proceedings in Suit 763 ("**Protective Order Application**").

At the Case Management on 7.11.2025, the Court gave the following directions: -

- (a) Bundle of Pleadings, Common Bundle of Documents and Witness List to be filed by 7.12.2025;
- (b) Summary of Case to be filed by the next Case Management on 17.12.2025;
- (c) Any interlocutory applications to be filed by the next Case Management on 17.12.2025; and
- (d) Hearing for the Protective Order Application has also been fixed on 17.12.2025.

The Board of IHB is of the view that the allegations and reliefs sought in Suit 763 and Suit 535 against ISB are baseless and intends for ISB to vigorously resist the claim. As of the date of this announcement, there is no material financial and operational impact arising from the Suit 535 on the Group.

At the Case Management on 17.12.2025, the Court granted CZC's application for an order to seal certain confidential documents from public disclosure.

In relation to the bundles of documents, BCSB and ISB have extended a total of thirty-four (34) volumes of documents to CZC's solicitors. CZC's solicitors are currently in the process of taking instructions on the said documents. The Court granted additional time to BCSB and ISB, if necessary, to file an application for discovery of documents.

The next Case Management is fixed on 2.3.2026 to monitor compliance with the Pre-Trial Case Management directions, while the Trial dates on 15.3.2027 to 18.3.2027 and 22.3.2027 to 25.3.2027 are maintained.

B8. Dividend Proposed

No dividend has been declared during the current quarter under review.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B9. Earnings Per Share ("EPS")

i) Basic EPS

The basic earnings per share of the Group is calculated by dividing the profit/(loss) attributable to the owners of the Company by the weighted average number of ordinary shares in issue.

The cumulative EPS for the current financial year covers a 12-month period from 1 July 2025 to 30 June 2026. The comparative cumulative EPS covers a 15-month period from 1 April 2024 to 30 June 2025 due to the change in financial year-end. Comparisons should be read with caution because of the differing period lengths.

	Individual Quarter 3 months ended (Unaudited)		Cumulative Quarter 6 months ended (Unaudited)	
	31-Dec-25 RM'000	31-Dec-24 RM'000	31-Dec-25 RM'000	31-Dec-24 RM'000
Net loss attributable to owners of the Company	(921)	(550)	(1,434)	(1,907)
Weighted average number of ordinary shares in issue ('000)	442,846	415,944	442,846	415,944
Basic loss per ordinary share (sen)	(0.21)	(0.13)	(0.32)	(0.46)

ii) Diluted EPS

Diluted earnings per share were not computed as the Group does not have any dilutive potential ordinary shares in issue at the end of the financial period under review.

B10. Significant Event Subsequent to Reporting Period

There were no material adjusting events after the reporting date up to the date of authorisation of these financial statements (26 February 2026), except:

As disclosed in Note B11, the High Court order confirming the reduction of the Company's issued share capital by RM105.5 million pursuant to Section 116 of the Companies Act 2016 was lodged with the Companies Commission of Malaysia ("SSM") on 6 January 2026, upon which the reduction took effect. This is a non-adjusting event for the quarter ended 31 December 2025 and will be reflected in the financial statements for the quarter ending 31 March 2026.

On 12 February 2026, Infracarta Construction Sdn Bhd ("ICSB"), a wholly-owned subsidiary of the Company, accepted a Letter of Award dated 4 February 2026 from Synergy Goldtree Sdn Bhd to undertake sub-contract works for the Pembinaan Klinik Kesihatan (Jenis 3) & Pusat Pakar Pergigian Presint 6, Putrajaya project. The contract has an estimated provisional sum of RM11,422,247.55 and is expected to contribute positively to the earnings and net assets of the Group for the duration of the contract, which runs from 4 February 2026 to 31 January 2028.

No other significant events, adjusting or non-adjusting require disclosure.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B11. Status of Corporate Proposal Announced

Private Placement

On 23 April 2025, the Company proposed to undertake a private placement of up to 47,839,300 new ordinary shares, representing up to approximately 10% of the total number of issued shares, to third-party investor(s) to be identified later and at an issue price to be determined later.

The Board, having considered the current and prospective financial position, needs and capacity of the Company as well as the rationale and all other aspects of the Private Placement, is of the opinion that the Private Placement is in the best interests of the Company.

On 26 May 2025, Bursa Securities had approved the Private Placement. Further details of the Private Placement are announced to the Bursa Securities website, https://www.bursamalaysia.com/market_information/announcements/company_announcement/announcement_details?ann_id=3556364

The following are information in respect of the 1st tranche issuance:

Quarter period	Tranche	Price-fixing date	Issuance date	No. of shares issued and allotted	Issue price and basis
Quarter ended 30 June 2025	First	11 June 2025	17 June 2025	24,243,000	RM0.0825*

* Represents discount of approximately 9.54% to the 5-day volume weighted average market price of the shares immediately preceding the price-fixing date of RM0.0912.

As at 31 December 2025, the status of utilisation of the proceeds raised from the private placement are as follows:-

Purpose	Utilisation		Intended Timeframe for Utilisation	Yet to be utilised amount RM'000	%	Explanation (if "Yet to be utilised" is 5% or more)
	Proposed RM'000	Actual RM'000				
(i) Funding for on-going projects	1,606	1,606	Within 12 months	-	0%	Fully utilised as at 27.11.2025
(ii) Working capital	283	283		-	0%	
(iii) Estimated expenses relating to the proposals	111	111	Immediate	-	-	-
Total	2,000	2,000				

On 10 November 2025, the Company submitted an application to seek Bursa Securities' approval for an extension of time of 6 months from 26 November 2025 up to 25 May 2026 for the Company to implement and complete the Private Placement. Bursa Securities had, vide its letter dated 13 November 2025, resolved to grant the Company an extension of time until 25 May 2026 to implement the Private Placement. As at the date of this report, the Company may issue up to 23,596,300 Placement Shares. Further details of the approval of the extension of time for the Private Placement are available on the Bursa Securities website, https://www.bursamalaysia.com/market_information/announcements/company_announcement/announcement_details?ann_id=3608324

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B11. Status of Corporate Proposal Announced (cont'd)

Proposed Share Capital Reduction

On 3 July 2025, the Company had proposed to undertake a reduction of up to RM105,500,000 of the issued share capital of the Company pursuant to Section 116 of the Companies Act 2016 ("Proposed Share Capital Reduction").

The tentative timeline for the implementation of the Proposed Share Capital Reduction is as follows:

Date	Events
8 August 2025	Extraordinary General Meeting("EGM") for the Proposed Share Capital Reduction
October 2025	Submission of documents to the Court for the Proposed Share Capital Reduction
January 2026	(i) Order by the Court for the Proposed Share Capital Reduction (ii) Effective date of the Proposed Share Capital Reduction

The Proposed Share Capital Reduction entails the reduction of the issued share capital of the Company via the cancellation of the issued share capital which is lost or unrepresented by available assets of up to RM105.50 million pursuant to Section 116 of the Act.

The credit arising from the Proposed Share Capital Reduction would be utilised to set-off against the accumulated losses of the Company and the remaining balance (if any) will be credited to the retained earnings of the Company, which shall be utilised in a manner to be determined by the Board at a later date and in the best interest of the Company as permitted by the relevant and applicable laws as well as the Listing Requirements.

On 8 August 2025, the Company has passed the special resolution in relation to the Proposed Share Capital Reduction by the shareholders at the EGM held on 8 August 2025 at Atlanta East, Level 3, Hotel Armada, Petaling Jaya.

Pursuant to the shareholders' approval, the High Court of Malaya granted an order on 19 December 2025 confirming the reduction of the issued share capital of the Company by RM105.5 million under Section 116 of the Companies Act 2016.

The sealed Court order was lodged with the Companies Commission of Malaysia ("SSM") on 6 January 2026, upon which the share capital reduction took effect and was deemed completed in accordance with Section 116(6) of the Companies Act 2016.

The credit arising from the share capital reduction has been applied to set off the accumulated losses of the Company. This is a non-adjusting event for the financial quarter ended 31 December 2025 and will be reflected in the financial statements for the quarter ending 31 March 2026.

Status Summary as at the date of this report:

Particulars	Details / Status
Proposed amount	RM105,500,000
Shareholder approval obtained	8 August 2025 (via Extraordinary General Meeting)
Court order Date	19 December 2025 (court order was filed to SSM on 6 January 2026)
Current status	Completed
Accounting treatment	A non-adjusting event for the quarter ended 31 December 2025. The credit will be reflected in the quarter ending 31 March 2026

Further details are available on the Company's website at www.infraharta.com.

INFRAHARTA HOLDINGS BERHAD

(Company No. 200701007217 / 765218-V)

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B12. Notes to the Statement of Profit or Loss and Other Comprehensive Income

	Individual Quarter 3 months ended (Unaudited) 31-Dec-25 RM'000	Cumulative Quarter 6 months ended (Unaudited) 31-Dec-25 RM'000
Profit/ (Loss) before taxation is arrived at after charging/(crediting): -		
Depreciation of:-		
- plant and equipment	21	45
- right of use assets	22	44
	<hr/>	<hr/>

B13. Authorization For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 26 February 2026.