



PRESS RELEASE

(QUARTERLY RESULT FOR Q1FY2026)

12 MAY 2026

STEADY PERFORMANCE FOR FIRST QUARTER ENDED 31st MARCH 2026 (Q1FY26 vs Q1FY25)

Teo Seng Capital Berhad ("Teo Seng" or "the Group") announced its financial results for the first quarter ended 31st March 2026 (Q1FY26), demonstrating resilient operational performance in a dynamic market environment. The Group recorded revenue of RM184.6 million representing a 9.5% increase from RM168.6 million in the corresponding quarter of 2025 and profit after tax ("PAT") of RM14.8 million for the quarter, reflecting its strong market position and operational efficiency. This revenue growth was driven by higher sales quantity of eggs and higher sales of animal health products. The Group reported PAT of RM14.8 million for the quarter, compared to RM41.1 million in Q1FY25. The year-on-year PAT variance of RM26.3 million, or 64.0%, primarily reflects the absence of subsidy, as the prior year's results included egg subsidy income that was not repeated in the current period.

Segment Performance: Steady performance amidst volatile environment

- **Poultry Farming Segment:** Revenue of the Poultry Farming segment recorded revenue of RM155.8 million, representing a 9.5% increase compared to RM142.3 million in the corresponding quarter of 2025. This revenue growth was primarily driven by higher sales quantity of eggs. On the profitability front, this segment reported a pre-tax profit ("PBT") of RM12.2 million for Q1FY26, a decrease of 62.2% from RM32.4 million in Q1FY25. The year-on-year PBT decline of RM20.1 million was largely attributable to the absence of government egg subsidies that had significantly elevated earnings in the prior year period.
- **Trading of Animal Health Related Products Segment:** This segment delivered encouraging results for the Q1FY26, with revenue reaching RM28.8 million, representing a 9.5% increase from RM26.3 million in the corresponding quarter of 2025. More notably, the segment's pre-tax profit surged to RM6.9 million, marking a substantial improvement of 44.4% compared to RM4.8 million in QFY25. This strong profitability growth was driven by better sustainable demand for animal health products, demonstrating the segment's robust performance and its growing contribution to the Group's overall earnings.

For the Current Quarter vs Previous Quarter (Q1FY26 vs Q4FY25)

The Group recorded revenue of RM184.6 million in Q1FY26, representing a 5.1% decrease from RM194.4 million in Q4FY25. Pre-tax profit for the quarter stood at RM18.9 million, a decrease of 56.0% compared to RM42.9 million in the previous quarter. The modest revenue and pre-tax profit decline mainly due to lower selling price of eggs coupled with decrease in sales quantity of eggs and lower other income for the current quarter under review.

Key Financial Ratio

	Q1FY26	Q4FY25	Q3FY25	Q2FY25
Quarterly Revenue Growth	-5.1%	-3.6%	17.6%	1.7%
Earnings Before Interest, Tax & Depreciation Margin (%)	15.8	27.0	20.6	31.6
Profit Before Tax Margin (%)	10.2	22.1	16.1	26.3
Profit After Tax Margin (%)	8.0	17.2	12.6	24.6
Gearing Ratio (times)	0.19	0.18	0.19	0.19
Net Assets Per Share (RM)	1.25	1.23	1.18	1.15
Return on Equity (%)	2.0	4.6	3.6	6.2

Prospect for the Group

The Group's core competency remains in layer farming, strategically complemented by its trading of animal health related products. With eggs continuing to be a staple protein source and egg consumption on the rise, the Group is well-positioned to capitalise on this opportunity.

Looking ahead, Teo Seng Capital remains committed to strengthening its market position through strategic initiatives, including the continued expansion of its branded premium egg portfolio including downstream processed products with this premium product strategy enhances both customer value and margin resilience. However, the Group remains mindful of the challenging external environment, particularly ongoing geopolitical instabilities that continue to impact global supply chains and input costs. These macroeconomic headwinds are expected to exert pressure on operational margins in the near term. Nevertheless, the Group is proactively managing these challenges through prudent cost controls, operational optimization, and strategic diversification.

Barring any unforeseen circumstances, the Board remains cautiously optimistic about the Group's future performance. We are committed to leveraging and explore growth opportunities while ensuring a sustainable return to reward our stakeholders.

For more information, please visit our corporate website at www.teoseng.com.my

For further media inquiries, please contact:

Gan Han Long

Contact [email: hl.gan@teoseng.com.my](mailto:hl.gan@teoseng.com.my) or Mobile: +6 019 759 1368