

DS Sigma Holdings Berhad
Registration No. 202101030362 (1430662-K)

Interim Financial Report
31 March 2026

21 May 2026

DS Sigma Holdings Berhad
Registration No. 202101030362 (1430662-K)

Unaudited Condensed Consolidated Statements of Financial Position
As at 31 March 2026

	Unaudited	Audited
	As at 31.3.2026	As at 30.06.2025
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	40,029	40,153
Total non-current assets	40,029	40,153
Current assets		
Inventories	1,750	1,795
Trade receivables	14,404	16,465
Other receivables	1,297	1,537
Short term investments	31,365	25,637
Fixed deposits with licensed banks	25,286	30,096
Cash and bank balances	21,372	17,364
Total current assets	95,474	92,894
TOTAL ASSETS	135,503	133,047
EQUITY AND LIABILITIES		
Equity attributable to the owners of the Company		
Share capital	77,550	77,550
Merger deficit	(26,462)	(26,462)
Retained earnings	71,518	69,173
Total equity	122,606	120,261
Non-current liabilities		
Lease liabilities	367	335
Deferred tax liabilities	2,157	2,158
Total non-current liabilities	2,524	2,493
Current liabilities		
Trade payables	6,273	6,434
Other payables	2,327	2,383
Lease liabilities	912	554
Tax payables	861	922
Total current liabilities	10,373	10,293
Total liabilities	12,897	12,786
TOTAL EQUITY AND LIABILITIES	135,503	133,047
Net assets per share (RM)	0.26	0.25

The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 as disclosed in the Company's Annual Report 2025 and the accompanying explanatory notes attached to this interim financial report.

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Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income
For The Third Quarter Ended 31 March 2026

	Note	Individual Quarter		Cumulative Quarter	
		31.3.2026 RM'000	31.3.2025 RM'000	31.3.2026 RM'000	31.3.2025 RM'000
Revenue	A9	20,177	22,425	64,842	65,749
Cost of sales		(15,340)	(15,644)	(46,793)	(46,133)
Gross profit		4,837	6,781	18,049	19,616
Finance income		636	639	1,901	1,898
Other income		130	35	268	93
Selling and distribution expenses		(203)	(225)	(605)	(523)
Administrative expenses ¹		(3,441)	(3,743)	(10,162)	(11,095)
Finance cost		(13)	(22)	(48)	(75)
Profit before tax	B12	1,946	3,465	9,403	9,914
Tax expense	B5	(468)	(636)	(2,258)	(2,283)
Total comprehensive income attributable to owners of the Company		1,478	2,829	7,145	7,631
Earnings per share attributable to owners of the Company:-					
- Basic earnings per share (sen) [^]	B13	0.31	0.59	1.49	1.59
- Diluted earnings per share (sen)*	B13	0.31	0.59	1.49	1.59

The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 as disclosed in the Company's Annual Report 2025 and the accompanying explanatory notes attached to this interim financial report.

[^] Basic earnings per share ("**EPS**") is calculated based on the profit attributable to owners of the Company divided by the weighted average number of ordinary shares of 480,000,000 Shares as at 31 March 2026.

* The diluted EPS of the Company is equivalent to the basic EPS as the Company does not have any dilutive instruments as at the end of the financial period.

¹ Administration expenses for the financial period ended 31 March 2025 include one-off non-recurring transfer listing expenses of RM0.42 million. For illustration purposes only, the Company's normalised financial performance after adjusting for the one-off non-recurring listing expenses is as follows:-

	Individual Quarter		Cumulative Quarter	
	31.3.2026 RM'000	31.3.2025 RM'000	31.3.2026 RM'000	31.3.2025 RM'000
Profit before tax	1,946	3,465	9,403	9,914
Add: Transfer listing expenses	-	-	-	416
Adjusted profit before tax	1,946	3,465	9,403	10,330

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DS Sigma Holdings Berhad
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Unaudited Condensed Consolidated Statements of Changes in Equity
For The Third Quarter Ended 31 March 2026

	← Attributable to owners of the parent →			Total attributable to the owners of the parent RM'000	Total equity RM'000
	← Non-distributable →	Merger deficit RM'000	Distributable Retained earnings RM'000		
Balance at 1 July 2025	77,550	(26,462)	69,173	120,261	120,261
Transaction with owners of the Company:-					
- Dividend	-	-	(4,800)	(4,800)	(4,800)
Total comprehensive income for the financial period	-	-	7,145	7,145	7,145
Balance at 31 March 2026	77,550	(26,462)	71,518	122,606	122,606
Balance at 1 July 2024	77,550	(26,462)	63,163	114,251	114,251
Transaction with owners of the Company:-					
- Dividend	-	-	(4,800)	(4,800)	(4,800)
Total comprehensive income for the financial period	-	-	7,631	7,631	7,631
Balance at 31 March 2025	77,550	(26,462)	65,994	117,082	117,082

The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 as disclosed in the Company's Annual Report 2025 and the accompanying explanatory notes attached to this interim financial report.

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DS Sigma Holdings Berhad
Registration No. 202101030362 (1430662-K)

Unaudited Condensed Consolidated Statement of Cash Flows
For The Third Quarter Ended 31 March 2026

	Cumulative Quarter	
	31.3.2026	31.3.2025
	RM'000	RM'000
Operating Activities		
Profit before tax	9,403	9,914
Adjustments for:-		
Depreciation of property, plant and equipment	3,086	2,709
Gain on lease termination	(10)	-
Gain on disposal of property, plant and equipment	(49)	-
Impairment losses on trade receivable	-	259
Distribution income from short term investment	(743)	(389)
Interest income	(1,158)	(1,509)
Interest expense	48	75
Operating profit before working capital changes	10,577	11,059
Changes in working capital:-		
Inventories	45	(144)
Receivables	2,301	1,358
Payables	(217)	(766)
Cash generated from operations	12,706	11,507
Interest received	1,158	1,509
Interest paid	(48)	(75)
Net tax paid	(2,319)	(2,518)
Net cash generated from operating activities	11,497	10,423
Investing Activities		
Purchase of property, plant and equipment	(1,719)	(4,585)
Proceeds from disposal of property, plant and equipment	110	-
Distribution received from short term investment	743	389
Withdrawal/(placement) of fixed deposits with maturity of more than 3 months	4,810	(25,096)
Net cash from/(used in) investing activities	3,944	(29,292)
Financing Activities		
Dividend paid	(4,800)	(4,800)
Repayments of lease liabilities	(905)	(822)
Repayments of borrowing	-	(1,749)
Net cash used in financing activities	(5,705)	(7,371)
Cash and Cash Equivalents		
Net changes	9,736	(26,240)
At the beginning of financial year	43,001	70,763
At the end of financial period	52,737	44,523
Cash and cash equivalents comprises the following:-		
Cash and bank balances	21,372	29,599
Deposits placed with licensed banks	25,286	30,096
Short term investments	31,365	14,924
	78,023	74,619
Less: Placement of fixed deposits with maturity of more than 3 months	(25,286)	(30,096)
	52,737	44,523

The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 as disclosed in the Company's Annual Report 2025 and the accompanying explanatory notes attached to this interim financial report.

Notes to the Interim Financial Report for Third Quarter Ended 31 March 2026

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standards 134, Interim Financial Reporting

A1. Basis of preparation

The interim financial statements of DS Sigma and its subsidiaries (“**Group**”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“**MFRS**”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards (“**MASB**”) and Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”).

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 as disclosed in the Annual Report 2025 and the accompanying notes attached to this interim financial report.

The accounting policies adopted in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2025 as disclosed in the Annual Report 2025. The Group has adopted those standards, amendments and interpretations that have become effective and such adoptions do not have material impact on the financial position and performance of the Group.

A2. Significant accounting policies

The new and amended standards that are issued, but not yet effective, up to the date of issuance of the Company’s financial statements are disclosed below. The Company intends to adopt these new and amended standards, if applicable, when they become effective:-

MFRSs and Amendments to MFRS effective 1 January 2026:-

Amendments to MFRS 9 and 7 - Financial Instruments and Financial Instruments: Disclosures - Classification and Measurement of Financial Instruments and Contracts Referencing Nature-Dependent Electricity

Amendments that are part of Annual Improvement - Volume 11:-

Amendments to MFRS 1, 7, 9, 10 and 107 - First-Time Adoption of Malaysian Financial Reporting Standards, Financial Instruments: Disclosures, Financial Instruments, Consolidated Financial Statements and Statement of Cash Flows

MFRSs effective 1 January 2027:-

MFRS 18 - Presentation and Disclosure in Financial Statements

MFRS 19* - Subsidiaries without Public Accountability: Disclosures

Amendments to MFRSs effective date deferred indefinitely:-

Amendments to MFRS 10 and 128* - Consolidated Financial Statements and Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

** Not applicable to the Group’s operations*

The initial application of the above standards and amendments are not expected to have any financial impact to the financial statements of the Group.

A3. Auditors’ report of preceding annual audited financial statements

The audited financial statements of the Group for the financial year ended 30 June 2025 was not subject to any qualification.

A4. Seasonal or cyclical factors

The Group’s operations are not significantly affected by seasonal or cyclical effects, albeit experiencing higher sales between July and October as our customers increase orders in conjunction with year-end and festive season sales. Generally, the Group’s sales at the end of the year, in the month of November and December would decrease.

Notes to the Interim Financial Report for Third Quarter Ended 31 March 2026

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

There were no extraordinary and exceptional items of unusual nature affecting the assets, liabilities, equity, net income or cash flows of the Group during the current quarter and financial period under review.

A6. Changes in estimates

There were no material changes in the estimates that have a material effect to the Group during the current quarter and financial period under review.

A7. Debts and equity securities

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

A8. Dividend

The Company did not pay any dividend for the financial period ended 31 March 2026.

A9. Segmental information

The segmental information based on the business segments and geographical location are as follows:-

(a) Analysis of revenue by business segments

The Group is principally involved in manufacturing, supplying and trading in packaging materials and paper products.

Due to the interrelated nature of manufacturing, supplying and trading in packaging materials and paper products and similar operational characteristic of managing the same field, the management is of the view that it is overseeing a single reportable segment. Hence, the Group does not present its results by industry or product segment.

(b) Analysis of revenue by geographical location

The Group's business is operated entirely within Malaysia and as such, no segmental information based on geographical location is presented.

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 and financial period under review.

A11. Material events subsequent to the end of the financial period

There were no significant events subsequent to the end of the current quarter and financial period under review.

A12. Changes in the composition of the Group

There were no changes to the composition of the Group during the current quarter and financial period under review.

A13. Contingent liabilities and contingent assets

There were no contingent liabilities and contingent assets in the Group since the end of the last reporting period as at 31 March 2026.

A14. Capital commitments

There were no material capital commitments of the Group as at 31 March 2026.

Notes to the Interim Financial Report for Third Quarter Ended 31 March 2026

A15. Related party transactions

Save as disclosed below, there were no other significant related party transactions during the current quarter and financial period under review:-

	Individual Quarter ended		Cumulative Quarter ended	
	31.3.2026	31.3.2025	31.3.2026	31.3.2025
	RM'000	RM'000	RM'000	RM'000
Related companies				
Rental of premises	20	18	60	54
Provision of transport services	36	33	116	113
Related parties				
Rental of premises	149	123	447	369

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Notes to the Interim Financial Report for Third Quarter Ended 31 March 2026

B. Additional Information Required by Main Market Listing Requirements of Bursa Malaysia Securities Berhad

B1. Review of performance – Comparison with previous year’s corresponding quarter and financial period

	Individual Quarter ended		Cumulative Quarter ended	
	31.3.2026	31.3.2025	31.3.2026	31.3.2025
	RM'000	RM'000	RM'000	RM'000
Revenue	20,177	22,425	64,842	65,749
Gross profit	4,837	6,781	18,049	19,616
Profit before tax	1,946	3,465	9,403	9,914
Profit after tax	1,478	2,829	7,145	7,631

The Group recorded revenue of RM20.18 million for the current quarter and RM64.84 million for the financial period ended 31 March 2026, representing a decrease of RM2.25 million or 10% compared to the corresponding quarter of the preceding year and a decrease of RM0.9 million or 1.38% compared to the financial period ended 31 March 2025. The decrease in revenue was mainly attributable to the adverse impact of the ongoing Iran–US geopolitical conflict, which disrupted global supply chains and resulted in softer customer demand and more cautious ordering patterns during the quarter.

The Group recorded a profit before tax of RM1.95 million for the current quarter and RM9.4 million for the financial period ended 31 March 2026, representing a decrease of RM1.52 million or 43.84% compared to the corresponding quarter of the preceding year and a decrease of RM0.51 million or 5.15% compared to financial period ended 31 March 2025. The decrease was mainly driven by lower sales volume and reduced product mix from higher-margin customers during the current quarter.

B2. Review of performance – Comparison with immediate preceding quarter’s results

	Individual Quarter ended		Changes	
	31.3.2026	31.12.2025	RM'000	%
	RM'000	RM'000		
Revenue	20,177	21,303	(1,126)	(5.29)
Profit before tax	1,946	2,886	(940)	(32.57)

The Group’s revenue for the current quarter has decreased by RM1.13 million or 5.29% to RM20.18 million as compared to the immediate preceding quarter. The quarter-on-quarter decline in sales reflects adverse impact of the ongoing Iran–US geopolitical conflict, which disrupted global supply chains and resulted in softer customer demand and more cautious ordering patterns during the quarter.

The Group recorded a profit before tax of RM1.95 million in the current quarter, a decrease of RM0.94 million or 32.57% compared to the profit before tax of RM2.89 million in the preceding quarter ended 31 December 2025. The decrease was mainly due to lower sales volume and reduced product mix from higher-margin customers during the current quarter.

B3. Prospects of the Group

The Group expects the packaging industry in Malaysia to remain stable over the longer term, supported by resilient domestic demand and continued industrial activities. During the current quarter, segment performance was mixed — demand from the consumer electronics segment was softer amid cautious global sentiment arising from the ongoing Iran–US geopolitical conflict, while the renewables and semiconductor segments continued to show encouraging momentum. This divergence reflects differing customer trends across end-markets, which the Group is well-positioned to navigate given its diversified customer base.

Supported by this diversification and the successful onboarding of new projects across multiple segments in previous quarters, sales remained stable compared with the corresponding quarter of the preceding financial year, helping to cushion the impact of near-term softness in selected segments. The Group continues to monitor external developments including geopolitical tensions, regulatory shifts, global trade developments and economic conditions in major economies. While the ongoing Iran–US conflict and recent U.S. tariff measures on selected imports may contribute to near-term market volatility, the Group’s diversified segment exposure provides resilience against uneven demand patterns across end-markets.

Notes to the Interim Financial Report for Third Quarter Ended 31 March 2026

B3. Prospects of the Group (cont'd)

Moving forward, the Group remains focused on maintaining lean operations, prudent inventory management and operational agility. At the same time, the Group is actively pursuing its long-term growth strategy through value chain expansion, product differentiation and strengthening its presence in higher-value segments such as industrial E&E, renewables, semiconductors and medical packaging — areas which continue to present meaningful growth opportunities. The established packaging design and innovation centre also continues to drive eco-friendly initiatives in line with the Group's commitment towards Environmental, Social and Governance ("ESG") practices and sustainable growth.

Based on the above, the Board of Directors ("Board") remains optimistic about the Group's future prospects and believes that the Group's ongoing expansion and strategic initiatives, supported by its diversified customer base and growing presence in higher value segments, will contribute positively to its long-term financial performance.

B4. Variance of actual profits from forecast profits

The Group did not issue any profit forecast or profit guarantee in the current quarter and financial period under review.

B5. Tax expense

	Individual Quarter ended		Cumulative Quarter ended	
	31.3.2026	31.3.2025	31.3.2026	31.3.2025
	RM'000	RM'000	RM'000	RM'000
Current tax expense	468	774	2,258	2,421
Overprovision in prior years	-	(138)	-	(138)
	<u>468</u>	<u>636</u>	<u>2,258</u>	<u>2,283</u>
Effective tax rate (%)	24.00	18.35 ¹	24.01	23.03 ¹
Statutory tax rate (%)	24.00	24.00	24.00	24.00

¹ The Group's effective tax rate for the quarter and the financial period ended 31 March 2025 is lower than the statutory tax rate due to overprovision of current tax expense in prior years.

B6. Status of corporate proposals

There were no corporate proposals announced by the Company but not completed as at the date of this interim financial report.

B7. Utilisation of proceeds

The gross proceeds raised from the Initial Public Offering ("IPO") amounting to RM50.15 million is intended to be utilised in the following manner:-

Purpose	Proposed utilisation RM'000	Actual utilised RM'000	Re-allocation RM'000	Unutilised amount RM'000	Estimated timeframe for utilisation upon listing [^]
(i) Expansion of operational facilities [^]	17,200	-	(16,000)	1,200	Within 54 months*
(ii) Purchase of new machinery and equipment	16,000	(4,577)	-	11,423	Within 54 months*
(iii) Establish packaging design and innovation centre	1,140	(1,140)	-	-	Within 24 months
(iv) Repayment of bank borrowings	6,000	(6,000)	-	-	Within 12 months
(v) Working capital	5,409	(5,409)	-	-	Within 12 months
(vi) Estimated listing expenses	4,400	(4,400)	-	-	Within 3 months
(vii) Acquisition of vacant industrial land [^]	-	(10,000)	10,000	-	Within 48 months
(viii) Construction of Serendah Factory [^]	-	-	6,000	6,000	Within 60 months*
Total	50,149	(31,526)	-	18,623	

Notes to the Interim Financial Report for Third Quarter Ended 31 March 2026

B7. Utilisation of proceeds (cont'd)

The utilisation of proceeds as disclosed above should be read in conjunction with the corporate proposal announced on 25 June 2025.

^ The unutilised balance of RM16.00 million for the expansion of operational facilities has been re-allocated to the acquisition of vacant industrial land and construction of Serendah Factory.

* The revised timeframe for the expansion of operational facilities and the purchase of new machinery and equipment has been extended by an additional 24 months, and the construction of Serendah Factory has been extended by an additional 12 months, from the initial approved timeframe.

B8. Derivative financial instruments

As at 31 March 2026, the Group does not have any derivative financial instruments.

B9. Fair value of financial liabilities

There was no gain or loss arising from fair value changes of financial liabilities for the current quarter and financial period under review as the Group did not have any financial liabilities measured at fair value.

B10. Material litigation

As at the date of this report, the Group is not involved in any litigations or arbitrations either as a defendant or plaintiff and the Board is not aware of any proceedings pending or of any fact likely to give rise to any proceedings.

B11. Dividend

No dividend has been proposed or declared for payment by the Board of the Company during the current financial quarter and financial period under review.

B12. Profit before tax

Profit for the period was derived after taking into consideration of the following:-

	Individual Quarter ended		Cumulative Quarter ended	
	31.3.2026	31.3.2025	31.3.2026	31.3.2025
	RM'000	RM'000	RM'000	RM'000
After (crediting)/charging:-				
Finance income	(636)	(639)	(1,901)	(1,898)
Sales of waste paper	(23)	(35)	(82)	(85)
Gain on lease termination	-	-	(10)	-
Gain on disposal of property, plant and equipment	(23)	-	(49)	-
Depreciation of property, plant and equipment	1,036	904	3,086	2,709
Impairment losses on trade receivable	-	259	-	259
Interest expenses	13	22	48	75

Save as disclosed above, the other disclosure items as required under Note 16 of Appendix 9B of the Listing Requirements are not applicable.

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Notes to the Interim Financial Report for Third Quarter Ended 31 March 2026

B13. Earnings per share ("EPS")

The basic and diluted earnings per share for the current quarter and financial period are calculated as follows:-

	Individual Quarter ended		Cumulative Quarter ended	
	31.3.2026	31.3.2025	31.3.2026	31.3.2025
Profit attributable to owners of the Company (RM'000)	1,478	2,829	7,145	7,631
Weighted average number of ordinary shares in issue ('000)	480,000	480,000	480,000	480,000
Basic EPS [^] (sen)	0.31	0.59	1.49	1.59
Diluted EPS* (sen)	<u>0.31</u>	<u>0.59</u>	<u>1.49</u>	<u>1.59</u>

[^] Basic EPS is calculated based on the profits attributable to owners of the Company divided by the weighted average number of ordinary shares of 480,000,000 Shares as at 31 March 2026.

* The diluted EPS of the Company is equivalent to the basic EPS as the Company does not have any dilutive instruments as at the end of the financial period.

BY ORDER OF THE BOARD
DS SIGMA HOLDINGS BERHAD
21 May 2026