YENHER HOLDINGS BERHAD

(Registration No. 202001008388 (1364708-X))
(Incorporated in Malaysia under Companies Act 2016)

Interim Financial Report
For The Second Quarter Ended
30 June 2026

24 August 2026

Yenher Holdings Berhad
(Registration No. 202001008388 (1364708-X))
(Incorporated in Malaysia)

Interim Financial Report for the Second Quarter Ended 30 June 2026

Condensed consolidated statement of financial position

	As at 30.06.2026 Unaudited RM	As at 31.12.2025 Audited RM
Assets		
Non-current Assets		
Property, plant and equipment	169,848,069	147,562,644
Investment properties	6,662,632	6,675,007
Intangible assets	2,821,371	2,826,656
	179,332,072	157,064,307
Current Assets		
Inventories	47,481,568	39,107,799
Trade and other receivables	79,712,481	81,164,945
Tax recoverable	77,454	98,538
Placements in money market funds	3,352,864	19,143,940
Short-term deposits, cash and bank balances	7,349,087	13,926,174
	137,973,454	153,441,396
Total Assets	**317,305,526**	**310,505,703**
Equity and Liabilities		
Equity		
Share capital	177,429,501	177,429,501
Merger deficit	(115,534,500)	(115,534,500)
Exchange translation reserve	60,517	57,182
Revaluation reserve	33,747,934	33,766,106
Retained profits	180,118,890	172,188,973
Equity attributable to owners of the Company	275,822,342	267,907,262
Non-controlling interests	182,873	633,044
Total Equity	276,005,215	268,540,306
Non-current Liabilities		
Deferred tax liabilities	4,334,825	4,280,876
Lease liabilities	696,609	-
	5,031,434	4,280,876
Current Liabilities		
Lease liabilities	732,498	877,740
Trade and other payables	32,880,630	35,252,912
Tax payable	2,655,749	1,553,869
	36,268,877	37,684,521
Total Liabilities	**41,300,311**	**41,965,397**
Total Equity and Liabilities	**317,305,526**	**310,505,703**
Number of ordinary shares in issue	300,000,000	300,000,000
Net assets per share of the Company (RM)	0.92	0.89

The condensed consolidated statement of financial position should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

Yenher Holdings Berhad
(Registration No. 202001008388 (1364708-X))
(Incorporated in Malaysia)

Interim Financial Report for the Second Quarter Ended 30 June 2026

Condensed consolidated statement of profit or loss and other comprehensive income

	Note	Quarter ended		Year-to-date ended	
		30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
		Unaudited	**Unaudited**	**Unaudited**	**Unaudited**
	Note	**RM**	**RM**	**RM**	**RM**
Revenue	A11	78,424,135	78,900,104	139,468,771	149,990,169
Cost of sales		(62,406,520)	(65,058,569)	(110,473,272)	(123,681,918)
Gross profit		**16,017,615**	**13,841,535**	**28,995,499**	**26,308,251**
Other income		198,089	289,417	535,524	1,184,060
Selling and distribution costs		(2,673,391)	(2,809,565)	(4,361,300)	(5,585,069)
Administrative expenses		(4,151,357)	(4,163,385)	(8,295,109)	(8,363,626)
Impairment losses on trade receivables		(74,064)	(321,479)	(91,853)	(269,642)
Research and development costs		(149,242)	(73,171)	(215,510)	(146,435)
Other expenses	A5	(51,537)	(48,980)	(86,652)	(1,914,166)
Operating profit		**9,116,113**	**6,714,372**	**16,480,599**	**11,213,373**
Finance costs		(18,122)	(64,268)	(40,471)	(117,282)
Profit before taxation	B5	**9,097,991**	**6,650,104**	**16,440,128**	**11,096,091**
Taxation	B6	(2,442,952)	(1,477,633)	(4,478,554)	(2,690,516)
Profit for the period		**6,655,039**	**5,172,471**	**11,961,574**	**8,405,575**
Other comprehensive income, net of tax					
Item that will be reclassified subsequently to profit or loss :					
- Exchange (loss)/gain on translation of foreign operation		(3,208)	(17,739)	3,335	(13,475)
Total other comprehensive (loss)/income for the period		**(3,208)**	**(17,739)**	**3,335**	**(13,475)**
Total comprehensive income for the period		**6,651,831**	**5,154,732**	**11,964,909**	**8,392,100**
(Loss)/Profit for the period attributable to :					
Non-controlling interests		(287,377)	(36,838)	(450,171)	(51,744)
Owners of the Company		6,942,416	5,209,309	12,411,745	8,457,319
		6,655,039	**5,172,471**	**11,961,574**	**8,405,575**
Total comprehensive (loss)/income for the period attributable to :					
Non-controlling interests		(287,377)	(36,838)	(450,171)	(51,744)
Owners of the Company		6,939,208	5,191,570	12,415,080	8,443,844
		6,651,831	**5,154,732**	**11,964,909**	**8,392,100**
Earnings per share attributable to ordinary equity holders of the Company					
Basic and diluted (Sen)	B11	2.31	1.74	4.14	2.82
Weighted average number of ordinary shares in issue	B11	300,000,000	300,000,000	300,000,000	300,000,000

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

Yenher Holdings Berhad
(Registration No. 202001008388 (1364708-X))
(Incorporated in Malaysia)

Interim Financial Report for the Second Quarter Ended 30 June 2026

Condensed consolidated statement of changes in equity

	Attributable to owners of the Company							
	Non-distributable				Distributable			
	Share capital	**Merger deficit**	**Exchange translation reserve**	**Revaluation reserve**	**Retained profits**	**Total**	**Non-controlling interests**	**Total equity**
	RM	**RM**	**RM**	**RM**	**RM**	**RM**	**RM**	**RM**
Year-to-date ended 30 June 2026 (Unaudited)								
Balance as at 1 January 2026	177,429,501	(115,534,500)	57,182	33,766,106	172,188,973	267,907,262	633,044	268,540,306
Profit/(Loss) for the period	-	-	-	-	12,411,745	12,411,745	(450,171)	11,961,574
Exchange gain on translation of foreign operation	-	-	3,335	-	-	3,335	-	3,335
Total comprehensive income/(loss) for the period	**-**	**-**	**3,335**	**-**	**12,411,745**	**12,415,080**	**(450,171)**	**11,964,909**
Transfer of revaluation surplus on land and buildings	-	-	-	(18,172)	18,172	-	-	-
Transactions with the owners of the Company	-	-	-	-				
Dividends paid (Note A8)	-	-	-	-	(4,500,000)	(4,500,000)	-	(4,500,000)
Balance as at 30 June 2026	**177,429,501**	**(115,534,500)**	**60,517**	**33,747,934**	**180,118,890**	**275,822,342**	**182,873**	**276,005,215**
Year-to-date ended 30 June 2025 (Unaudited)								
Balance as at 1 January 2025	177,429,501	(115,534,500)	48,243	33,802,450	160,451,965	256,197,659	150,766	256,348,425
Profit/(Loss) for the period	-	-	-	-	8,457,319	8,457,319	(51,744)	8,405,575
Exchange loss on translation of foreign operation	-	-	(13,475)	-	-	(13,475)	-	(13,475)
Total comprehensive (loss)/income for the period	**-**	**-**	**(13,475)**	**-**	**8,457,319**	**8,443,844**	**(51,744)**	**8,392,100**
Transfer of revaluation surplus on land and buildings	-	-	-	(18,172)	18,172	-	-	-
Transactions with the owners of the Company								
Dividends paid (Note A8)	-	-	-	-	(4,500,000)	(4,500,000)	-	(4,500,000)
Balance as at 30 June 2025	**177,429,501**	**(115,534,500)**	**34,768**	**33,784,278**	**164,427,456**	**260,141,503**	**99,022**	**260,240,525**

The condensed consolidated statement of changes in equity should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

Yenher Holdings Berhad
(Registration No. 202001008388 (1364708-X))
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Interim Financial Report for the Second Quarter Ended 30 June 2026

Condensed consolidated statement of cash flows

	Year-to-date ended	
	30.06.2026	**30.06.2025**
	Unaudited	**Unaudited**
	RM	**RM**
Cash flows from operating activities		
Profit before taxation	16,440,128	11,096,091
Adjustments for :-		
Amortisation of intangible assets	17,480	67,745
Depreciation of property, plant and equipment	848,231	745,939
Depreciation of investment properties	12,375	-
Depreciation of right-of-use assets	772,294	553,788
Gain on changes in fair value of money market funds	(83,939)	(336,596)
Gain on redemption of money market funds	(7,713)	(11,824)
Gain on disposal of property, plant and equipment	-	(115,649)
Income from placements in money market funds	(120,075)	(363,908)
Interest income	(34,340)	(208,246)
Interest expense	40,471	117,282
Reversal of write-down in value of inventories	-	(399,386)
Property, plant and equipment written off	-	58,783
Inventories written off	-	1,775,215
Impairment losses on trade receivables	91,853	269,642
Unrealised (gain)/loss on foreign exchange	(69,275)	477,263
Operating profit before working capital changes	17,907,490	13,726,139
(Increase)/Decrease in inventories	(8,375,911)	3,796,292
Decrease/(Increase) in trade and other receivables	1,453,062	(22,347,570)
(Decrease)/Increase in trade and other payables	(2,371,005)	3,728,307
Cash generated from/(utilised in) operations	8,613,636	(1,096,832)
Interest received	34,340	208,246
Interest paid	(35,882)	(117,282)
Tax paid	(3,299,866)	(2,664,096)
Net cash from/(used in) operating activities	5,312,228	(3,669,964)
Cash flows from investing activities		
Acquisitions of intangible assets	(4,749)	(6,200)
Acquisitions of property, plant and equipment	(22,602,501)	(10,841,617)
Proceeds from disposal of property, plant and equipment	-	115,650
Net redemption of money market funds	15,882,727	14,844,456
Income from placements in money market funds	118,301	355,544
Net cash (used in)/from investing activities	(6,606,222)	4,467,833

Condensed consolidated statement of cash flows (Cont'd)

	Year-to-date ended	
	30.06.2026	**30.06.2025**
	Unaudited	**Unaudited**
	RM	**RM**
Cash flows from financing activities		
Payments of lease liabilities	(764,117)	(561,194)
Dividends paid	(4,500,000)	(4,500,000)
Net cash used in financing activities	(5,264,117)	(5,061,194)
Net decrease in cash and cash equivalents	(6,558,111)	(4,263,325)
Effect of foreign exchange difference on cash and cash equivalents	(18,976)	(34,197)
Cash and cash equivalents at beginning of period	13,926,174	18,571,694
Cash and cash equivalents at end of period	**7,349,087**	**14,274,172**

The condensed consolidated statement of cash flows should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

Part A : Explanatory notes pursuant to Malaysian Financial Reporting Standards ("MFRS") 134 *Interim Financial Reporting*

A1. Basis of preparation

This interim financial report of Yenher Holdings Berhad ("Yenher" or "the Company") and its subsidiaries (collectively, "the Group") is unaudited and has been prepared in accordance with the requirements of MFRS 134 and International Accounting Standard ("IAS") 34 *Interim Financial Reporting* as well as Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements").

This interim financial report should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

A2. Significant accounting policies

A2.1 Adoption of amendments to MFRSs

The significant accounting policies and methods of computations adopted by the Group in this interim financial report are consistent with those adopted in the audited consolidated financial statements of the Group for the financial year ended 31 December 2025, except for the adoption of the following amendments to MFRSs issued by the Malaysian Accounting Standards Board ("MASB") which are relevant and mandatory for the current financial year-to-date under review :

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

Annual Improvements to MFRS Accounting Standards - Volume 11 :
- Amendments to MFRS 1 *First-time Adoption of Malaysia Financial Reporting Standards*
- Amendments to MFRS 7 *Financial Instruments : Disclosures and Guidance on Implementing MFRS 7*
- Amendments to MFRS 9 *Financial Instruments*
- Amendments to MFRS 10 *Consolidated Financial Statements*
- Amendments to MFRS 107 *Statement of Cash Flows*

The adoption of the above amendments to MFRSs did not have any material impact on the financial statements of the Group and did not result in significant changes to the Group's existing accounting policies.

A2.2 New MFRSs and Amendments to MFRSs that are in issue but not yet effective

The Group has not early adopted the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective :-

Effective for annual periods beginning on or after 1 January 2027
MFRS 18 *Presentation and Disclosure in Financial Statements*
MFRS 19 and Amendments to MFRS 19 *Subsidiaries without Public Accountability : Disclosures*
Amendments to MFRS 121 - Translation to a Hyperinflationary Presentation Currency
Amendments to MFRS 128 - Fair Value Option for Investments in Associates and Joint Ventures

Effective for annual periods beginning on or after 1 January 2029
MFRS 20 *Regulatory Assets and Regulatory Liabilities*

Part A : Explanatory notes pursuant to Malaysian Financial Reporting Standards ("MFRS") 134 *Interim Financial Reporting* (Cont'd)

A2. Significant accounting policies (Cont'd)

A2.2 New MFRSs and Amendments to MFRSs that are in issue but not yet effective (Cont'd)

Effective for annual periods beginning on or after a date to be determined 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 Group will apply the above new MFRSs and amendments to MFRSs that are applicable once they become effective and their adoption is not expected to have any material impact on the Group's financial statements in the period of initial application.

A3. Auditors' report

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2025.

A4. Seasonal or cyclical factors

The Group's business is not subjected to any seasonal or cyclical trend.

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

In relation to the fire incident in January 2025, the Group's wholly-owned subsidiary, Yenher Agro-Products Sdn. Bhd., lodged an insurance claim for consequential loss on 6 January 2026. As at the date of this report, the claim is still being reviewed by the insurer and the outcome has not yet been finalised.

Save as disclosed, there were no unusual items affecting the assets, liabilities, equity, net income and cash flows of the Group during the current quarter and financial year-to-date under review.

A6. Material changes in estimates

There were no material changes in estimates of amounts reported in the prior financial years that have a material effect on the financial results of the Group for the current quarter and financial year-to-date under review.

A7. Debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter and financial year-to-date under review.

Part A : Explanatory notes pursuant to Malaysian Financial Reporting Standards ("MFRS") 134 *Interim Financial Reporting* (Cont'd)

A8. Dividends

The following dividends were declared/paid during the current and previous corresponding financial year-to-date :

	Year-to-date ended	
	30.06.2026	**30.06.2025**
	RM	**RM**
For the financial year ended 31 December 2025		
Second single-tier interim dividend of 1.50 sen per ordinary share, declared on 27 February 2026 and paid on 10 April 2026	4,500,000	-
For the financial year ended 31 December 2024		
Second single-tier interim dividend of 1.50 sen per ordinary share, declared on 27 February 2025 and paid on 11 April 2025	-	4,500,000
	4,500,000	4,500,000

Save as disclosed above, there were no other dividends declared or paid during the current quarter and financial year-to-date under review. Dividend proposed subsequent to current quarter is disclosed in Note B13 below.

A9. Property, plant and equipment ("PPE") and Investment properties ("IP")

The Group acquired PPE amounting to RM2.17 million during the current quarter and RM22.60 million during the financial year-to-date under review.

There were no material disposals of PPE and IP during the current quarter and financial year-to-date under review.

There were no valuations of PPE and IP conducted during the current quarter and financial year-to-date under review.

A10. Impairment losses

Save as disclosed in Note B5 below, there were no other impairment losses or reversals of impairment losses arising from PPE, IP, financial assets or other assets during the current quarter and financial year-to-date under review.

Part A : Explanatory notes pursuant to Malaysian Financial Reporting Standards ("MFRS") 134 *Interim Financial Reporting* (Cont'd)

A11. Operating revenue

The Group's revenue from sales of goods is recognised at a point in time and is derived from the following business activities :

	Quarter ended		Year-to-date ended	
	30.06.2026 RM	30.06.2025 RM	30.06.2026 RM	30.06.2025 RM
Manufacturing	27,371,481	35,136,746	56,638,725	64,966,887
Distribution	51,052,654	43,763,358	82,830,046	85,023,282
	78,424,135	78,900,104	139,468,771	149,990,169

A12. Segmental information

The Group is mainly involved in manufacturing, supplying and marketing of health and nutrition products for livestock and companion animals which collectively are considered as one business segment. Accordingly, the operating revenue and results of this segment are reflected in the Group's statement of profit or loss and other comprehensive income. The segment assets and liabilities are as presented in the Group's statement of financial position.

The revenue from external customers by location of customers is set out below :

	Quarter ended		Year-to-date ended	
	30.06.2026 RM	30.06.2025 RM	30.06.2026 RM	30.06.2025 RM
Malaysian customers	66,618,473	69,583,620	119,718,095	130,197,308
Overseas customers	11,805,662	9,316,484	19,750,676	19,792,861
	78,424,135	78,900,104	139,468,771	149,990,169

A13. Material event subsequent to the end of reporting period

There was no material event subsequent to the end of the current quarter up to the date of this interim financial report.

A14. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter and financial year-to-date under review.

Part A : Explanatory notes pursuant to Malaysian Financial Reporting Standards ("MFRS") 134 *Interim Financial Reporting* (Cont'd)

A15. Fair value of financial instruments

The Group measures its financial instruments carried at fair value in accordance with the following levels of fair value hierarchy which are categorised based on the input used in the valuation technique :

Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 : Inputs other than quoted prices included within Level 1 that are observable for the asset or liability; and

Level 3 : Inputs for the asset or liability that are not based on observable market data (unobservable input).

The Group's financial instruments as at the end of the financial period under review measured at fair value are as follows :

	As at 30.06.2026 RM	As at 31.12.2025 RM
Level 1		
Financial assets at fair value through profit or loss - Placements in money market unit trust funds	3,352,864	19,143,940

The fair value of the placements in money market unit trust funds is determined by reference to market price at the end of the reporting period.

A16. Contingent liabilities and contingent assets

There were no contingent liabilities and contingent assets as at the end of the reporting period.

A17. Capital commitments

	As at 30.06.2026 RM	As at 31.12.2025 RM
Authorised and contracted capital expenditure not provided for in the financial statements :		
- Acquisition of property, plant and equipment	7,053,697	14,495,801
- Construction of new factory buildings	10,963,529	11,409,007
- Patents and Know-How licensing fee	5,429,380	5,412,038
	23,446,606	31,316,846

Part A : Explanatory notes pursuant to Malaysian Financial Reporting Standards ("MFRS") 134 *Interim Financial Reporting* (Cont'd)

A18. Significant related party transactions

	Quarter ended		Year-to-date ended	
	30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
	RM	**RM**	**RM**	**RM**
Transactions with a company in which certain Directors of the Group have substantial financial interests :				
- Payments for leases	(436,800)	(316,800)	(833,600)	(633,600)
Transactions with companies in which persons connected to certain Directors of the Group have substantial financial interests :				
- Sales of goods	190,541	882,707	506,518	1,666,341
- Purchases of goods	-	-	(35,806)	(10,640)
- Rendering of services	-	-	-	(8,407)
Rental charged by a Director of the Company	(15,100)	(5,940)	(29,600)	(22,600)

Part B : Explanatory notes pursuant to Part A, Appendix 9B of the Listing Requirements

B1. Performance review

	Current quarter performance			
	Quarter ended		Changes	
	30.06.2026 ("Q2-2026") RM	30.06.2025 ("Q2-2025") RM	Q2-2026 vs Q2-2025 RM	%
Revenue	78,424,135	78,900,104	(475,969)	(0.60%)
Gross profit	16,017,615	13,841,535	2,176,080	15.72%
Profit before taxation	9,097,991	6,650,104	2,447,887	36.81%
Profit for the period	6,655,039	5,172,471	1,482,568	28.66%

	Financial year-to-date performance			
	Year-to-date ended		Changes	
	30.06.2026 ("YTD2026") RM	30.06.2025 ("YTD2025") RM	YTD2026 vs YTD2025 RM	%
Revenue	139,468,771	149,990,169	(10,521,398)	(7.01%)
Gross profit	28,995,499	26,308,251	2,687,248	10.21%
Profit before taxation	16,440,128	11,096,091	5,344,037	48.16%
Profit for the year	11,961,574	8,405,575	3,555,999	42.31%

In Q2-2026, the Group's revenue declined marginally by RM0.48 million or 0.60% to RM78.42 million, compared with RM78.90 million in Q2-2025. The Group's distribution activity recorded revenue growth of RM7.29 million or 16.66% to RM51.05 million from RM43.76 million in Q2-2025, mainly driven by higher sales of feed additive products. Meanwhile, manufacturing revenue declined by RM7.77 million or 22.10% to RM27.37 million from RM35.14 million in the corresponding quarter of the preceding financial year, mainly due to changes in sales mix between complete feed solutions and premix products.

For YTD2026, the Group recorded revenue of RM139.47 million, representing a decline of RM10.52 million or 7.01% compared with RM149.99 million in YTD2025. The decline was mainly attributable to lower revenue from both manufacturing and distribution activities. Manufacturing revenue declined by RM8.33 million or 12.82% to RM56.64 million from RM64.97 million in YTD2025, mainly due to changes in sales mix between complete feed solutions and premix products. Distribution revenue declined marginally by RM2.19 million or 2.58% to RM82.83 million from RM85.02 million in YTD2025, mainly due to lower sales of grain and oil seeds products.

The decline in YTD2026 revenue was also affected by the higher comparative base arising from accelerated customer purchases in the corresponding period of the previous financial year ahead of the implementation of Sales Tax expansion, which took effect on 1 July 2025. Details of the Group's business activity performance are disclosed in Note A11 above.

Despite the lower revenue, the Group recorded a gross profit of RM16.02 million for Q2-2026, representing an increase of RM2.18 million or 15.72% from RM13.84 million in Q2-2025. The improvement was mainly attributable to higher gross profit generated from the distribution activity, driven by stronger sales of feed additive products. The manufacturing activity remained relatively stable and contributed RM6.62 million, or 41.36% of the Group's total gross profit, representing a marginal decline of RM0.42 million or 5.97% from RM7.05 million in Q2-2025. Meanwhile, the distribution activity recorded a gross profit of RM9.39 million, or 58.64% of the Group's total gross profit, an increase of RM2.60 million or 38.21% from RM6.80 million in the corresponding quarter of the preceding year.

Part B : Explanatory notes pursuant to Part A, Appendix 9B of the Listing Requirements (Cont'd)

B1. Performance review (Cont'd)

For YTD2026, the Group recorded a gross profit of RM29.00 million, representing an increase of RM2.69 million or 10.21% from RM26.31 million in YTD2025. The manufacturing activity contributed RM13.58 million, or 46.85% of the Group's total gross profit, representing a slight decline of RM0.32 million or 2.30% from RM13.90 million in YTD2025. Meanwhile, the distribution activity contributed RM15.41 million, or 53.15% of the Group's total gross profit, an increase of RM3.01 million or 24.25% from RM12.40 million in YTD2025, mainly driven by stronger sales of feed additive products.

The Group recorded profit before taxation of RM9.10 million for Q2-2026, representing an increase of RM2.45 million or 36.81% from RM6.65 million in Q2-2025. For YTD2026, the Group's profit before taxation increased by RM5.34 million or 48.16% to RM16.44 million, compared with RM11.10 million in YTD2025.

The improvement in profit before taxation was mainly attributable to the higher gross profit recorded during Q2-2026, which increased by RM2.18 million or 15.72% compared with Q2-2025. The absence of the one-off inventory write-off of RM1.78 million recognised in Q1-2025 following the fire incident in January 2025 also contributed to the improvement in YTD2026 profitability.

Accordingly, the Group's profit after taxation increased by RM1.48 million or 28.66% to RM6.66 million in Q2-2026, compared with RM5.17 million in Q2-2025. For YTD2026, the Group recorded profit after taxation of RM11.96 million, representing an increase of RM3.56 million or 42.31% from RM8.41 million in YTD2025.

B2. Comparison with immediate preceding quarter

	Quarter ended 30.06.2026 ("Q2-2026")	Immediate preceding quarter 31.03.2026 ("Q1-2026")	Changes	
	RM	RM	RM	%
Revenue	78,424,135	61,044,636	17,379,499	28.47%
Gross profit	16,017,615	12,977,885	3,039,730	23.42%
Other income	198,089	337,435	(139,346)	(41.30%)
Selling and distribution costs	(2,673,391)	(1,687,909)	(985,482)	58.38%
Administrative expenses	(4,151,357)	(4,143,752)	(7,605)	0.18%
Impairment losses on trade receivables	(74,064)	(17,789)	(56,275)	316.35%
Other expenses	(51,537)	(35,115)	(16,422)	46.77%
Profit before taxation	9,097,991	7,342,137	1,755,854	23.91%

The Group's revenue for Q2-2026 increased by RM17.38 million or 28.47% to RM78.42 million, compared to RM61.04 million in Q1-2026. The increase was mainly attributable to stronger distribution revenue, which rose by RM19.28 million or 60.66% to RM51.05 million, primarily driven by higher sales of feed additive products. Manufacturing revenue recorded a marginal decline of RM1.90 million or 6.48%, mainly due to changes in product mix.

Part B : Explanatory notes pursuant to Part A, Appendix 9B of the Listing Requirements (Cont'd)

B2. Comparison with immediate preceding quarter (Cont'd)

Correspondingly, the Group's gross profit increased by RM3.04 million or 23.42% to RM16.02 million from RM12.98 million in the preceding quarter. Manufacturing gross profit declined marginally by RM0.34 million or 4.82%, corresponding with the decline in manufacturing sales. Meanwhile, distribution gross profit improved by RM3.37 million or 56.07%, in line with the higher distribution sales, particularly feed additive products.

As a result, the Group's profit before taxation increased by RM1.76 million or 23.91% to RM9.10 million, compared to RM7.34 million in Q1-2026. The improvement was mainly attributable to the higher gross profit generated during the quarter, partially offset by higher selling and distribution expenses arising from increased business activities.

B3. Prospect of the Group for the financial year ending 31 December 2026

The Group anticipates a cautious yet steady outlook for Malaysia's livestock industry for the financial year ending 31 December 2026, supported by stable demand for poultry meat and eggs, which continue to serve as affordable primary source of protein for consumers. The poultry sector is expected to remain resilient, underpinned by stable domestic supply and ongoing production activities.

Nevertheless, the operating environment continues to face challenges arising from geopolitical tensions, global economic uncertainties, volatility in fuel and commodity prices, and disruptions in global shipping and supply chains. These factors may continue to exert pressure on raw material costs, freight charges and overall operating expenses.

The livestock industry remains an essential component of Malaysia's food security ecosystem. While the Group remains mindful of cost volatility, supply chain disruptions and biosecurity risks, the Group will continue to proactively support customers through technical expertise, biosecurity-focused solutions and products that enhance productivity and operational efficiency.

In line with the Group's long-term growth and operational expansion plans, the completion of the new plant is presently targeted by the end of 2026, subject to approvals from the relevant local authorities.

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

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

Part B : Explanatory notes pursuant to Part A, Appendix 9B of the Listing Requirements (Cont'd)

B5. Profit before taxation

	Quarter ended		Year-to-date ended	
	30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
	RM	**RM**	**RM**	**RM**
This includes the following items of income/ (expense) :				
Interest income	14,329	117,388	34,340	208,246
Income from placements in money market funds	45,594	152,709	120,075	363,908
Gain on changes in fair value of money market funds	17,023	152,105	83,939	336,596
Gain on redemption of money market funds	426	1,127	7,713	11,824
Gain on disposal of property, plant and equipment	-	15,650	-	115,649
Realised (loss)/gain on foreign exchange	(5,315)	(243,246)	64,201	(28,485)
Unrealised gain/(loss) on foreign exchange	53,369	(363,589)	69,275	(477,263)
Reversal of write-down in value of inventories	-	-	-	399,386
Amortisation of intangible assets	(10,654)	(33,872)	(17,480)	(67,745)
Depreciation of investment properties	(6,188)	-	(12,375)	-
Depreciation of property, plant and equipment	(430,119)	(392,661)	(848,231)	(745,939)
Depreciation of right-of-use assets	(386,147)	(276,894)	(772,294)	(553,788)
Additional impairment losses on trade receivables	(74,064)	(405,706)	(91,853)	(269,642)
Interest expense	(18,122)	(64,268)	(40,471)	(117,282)
Property, plant and equipment written off	-	-	-	(58,783)
Inventories written off	-	-	-	(1,775,215)

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

B6. Taxation

	Quarter ended		Year-to-date ended	
	30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
	RM	**RM**	**RM**	**RM**
Current tax	2,513,280	1,819,415	4,424,605	2,993,440
Deferred tax resulting from origination and reversal of temporary differences	(70,328)	(341,782)	19,965	(288,328)
	2,442,952	1,477,633	4,444,570	2,705,112
Under/(Over) provided in prior year				
- Income tax	-	-	33,984	(14,596)
	2,442,952	1,477,633	4,478,554	2,690,516
Effective tax rate (%)	26.85%	22.22%	27.03%	24.38%
Statutory tax rate (%)	24.00%	24.00%	24.00%	24.00%

The effective tax rate of the Group for the current quarter and financial year-to-date under review was higher than the statutory tax rate due to the certain expenses not allowable for tax purposes and no tax benefits were recognised from losses incurred by subsidiaries.

Part B : Explanatory notes pursuant to Part A, Appendix 9B of the Listing Requirements (Cont'd)

B7. Status of corporate proposals

There was no corporate proposal announced by the Company during the financial period under review to date.

B8. Borrowings and debt securities

The Group does not have any borrowings and debt securities outstanding as at the end of the current quarter under review.

B9. Derivative financial instruments

The Group has entered into forward foreign exchange contracts to manage the foreign currency exposures arising from the Group's receivables and payables denominated in United States Dollar and European Union Euro. The notional principal amount of the Group's outstanding forward foreign exchange contracts as at 30 June 2026 was RM8.75 million (30.06.2025 : RM8.98 million) and have maturities of less than one year as at the end of the reporting period. The fair value of these outstanding forward foreign exchange contracts has not been recognised in the current quarter under review as the financial impact is considered immaterial.

B10. 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 year-to-date under review as the Group did not have any financial liabilities measured at fair value.

B11. Earnings per share ("EPS")

	Quarter ended		**Year-to-date ended**	
	30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
Profit attributable to ordinary equity holders of the Company (RM)	6,942,416	5,209,309	12,411,745	8,457,319
Weighted average number of shares in issue	300,000,000	300,000,000	300,000,000	300,000,000
Basic and diluted EPS (Sen)	2.31	1.74	4.14	2.82

The basic EPS is computed based on the profit attributable to ordinary equity holders of the Company for the period divided by the weighted average number of ordinary shares in issue during the financial period under review. The diluted EPS is equivalent to the basic EPS as there were no dilutive potential ordinary shares outstanding as at the end of the financial period under review.

B12. Material litigations

There was no material litigation involving the Group since the date of the last annual statement of financial position to the date of this interim financial report.

B13. Dividends

On 24 August 2026, the Directors of the Company declared an interim single-tier dividendof RM1.50 sen per ordinary share amounting to RM4,500,000 for the financial year ending 31 December 2026. The date of entitlement for the dividend payment will be announced in due course.

By Order of the Board
Company Secretary
24 August 2026