

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	COMPARATIVE		CUMULATIVE	
	Quarter Ended 30.06.2026 RM'000	Quarter Ended 30.06.2025 RM'000	Quarter Ended 30.06.2026 RM'000	Year Ended 30.06.2025 RM'000
Revenue	689	N/A	1,813	N/A
Cost of sales	(209)	N/A	(461)	N/A
Gross profit	480	N/A	1,352	N/A
Other income	511	N/A	538	N/A
Administrative expenses	(1,523)	N/A	(3,147)	N/A
Other expenses	(443)	N/A	(758)	N/A
Loss from operations	(975)	N/A	(2,015)	N/A
Finance costs	(12)	N/A	(26)	N/A
Loss before taxation	(987)	N/A	(2,041)	N/A
Taxation	(10)	N/A	(43)	N/A
Loss after taxation	(997)	N/A	(2,084)	N/A
Other comprehensive income	-	N/A	-	N/A
Total comprehensive loss for the period	(997)	N/A	(2,084)	N/A
Loss per share attributable to the owners of the Company (sen) :-				
Basic loss per share (sen)	(0.09)	N/A	(0.18)	N/A
Diluted loss per share (sen)	N/A	N/A	N/A	N/A

Note:

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 30.06.2026	AS AT 31.12.2025
	(Unaudited) RM'000	(Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	4,433	4,468
Right of use assets	464	627
Trade receivables	9,937	9,937
	<u>14,834</u>	<u>15,032</u>
Current assets		
Inventories	524	537
Investment in quoted shares	4,281	5,036
Receivables, deposits and prepayments	8,265	8,934
Tax recoverable	454	326
Cash and cash equivalents	2,444	2,326
Deposit with licensed bank	109	109
	<u>16,077</u>	<u>17,268</u>
TOTAL ASSETS	<u>30,911</u>	<u>32,300</u>
EQUITY AND LIABILITIES		
Share capital	40,685	40,685
Accumulated losses	(12,792)	(10,708)
TOTAL EQUITY	<u>27,893</u>	<u>29,977</u>
Non-current liabilities		
Lease liabilities	357	357
	<u>357</u>	<u>357</u>
Current liabilities		
Trade and other payables	608	637
Contract liabilities	1,922	1,026
Amount due to related party	-	13
Lease liabilities	131	290
	<u>2,661</u>	<u>1,966</u>
TOTAL LIABILITIES	<u>3,018</u>	<u>2,323</u>
TOTAL EQUITY AND LIABILITIES	<u>30,911</u>	<u>32,300</u>
Net assets per share attributable to the owners of the parent (RM)	0.03	1.13

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Attributable to owners of the Parent			
	Share Capital RM'000	Accumulated Losses RM'000	Total Equity RM'000
Balance as of 1 January 2026	40,685	(10,708)	29,977
Total comprehensive loss for the financial year	-	(2,084)	(2,084)
Balance as of 30 June 2026	40,685	(12,792)	27,893

AUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Attributable to owners of the Parent			
	Share Capital RM'000	Accumulated Losses RM'000	Total Equity RM'000
Balance as of 1 July 2024	87,762	(44,969)	42,793
Total comprehensive loss for the financial year	-	(12,816)	(12,816)
<u>Transaction with owners:</u>			
Capital reduction	(47,077)	47,077	-
Balance as of 31 December 2025	40,685	(10,708)	29,977

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	CUMULATIVE QUARTER ENDED	
	30.06.2026	30.06.2025
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(2,041)	N/A
Adjustments for:-		
Bad debts recovery	(490)	N/A
Depreciation of property, plant and equipment	1,037	N/A
Depreciation of right of use assets	163	N/A
Fair value loss on other investments	755	N/A
Interest income	(15)	N/A
Interest expense	23	N/A
Operating loss before working capital changes	(568)	N/A
Changes in working capital:		
Contract liabilities	896	N/A
Inventories	13	N/A
Payables and accruals	(41)	N/A
Receivables, deposits and prepayments	1,158	N/A
	2,026	N/A
Cash generated from operations	1,458	N/A
Interest received	15	N/A
Interest paid	(23)	N/A
Tax paid	(278)	N/A
Tax refund	107	N/A
	(179)	N/A
Net cash generated from operating activities	1,279	N/A
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,001)	N/A
Net cash used in investing activities	(1,001)	N/A
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of lease liability	(159)	N/A
Net cash used in financing activities	(159)	N/A
NET INCREASE IN CASH AND CASH EQUIVALENTS	119	N/A
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR	2,434	N/A
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	2,553	N/A

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	CUMULATIVE QUARTER ENDED	
	30.06.2026	30.06.2025
	RM'000	RM'000
Cash and cash equivalents comprise: -		
Deposits pledged with bank	109	N/A
Cash and bank balances	2,444	N/A
	<u>2,553</u>	<u>N/A</u>

Note:

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

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NOTES TO THE INTERIM FINANCIAL REPORT**A. EXPLANATORY NOTES****A1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements of XOX Networks Berhad ("XOX Networks" or "Company") on a consolidated basis with its subsidiaries ("XOX Networks Group" or "Group") for the financial year ended 31 December 2025 and the explanatory notes attached to the interim financial statements, which provide an explanation of events and transactions that are significant to understand the changes in the financial position and performance of the Group since the financial year ended 31 December 2025.

A2. Changes in accounting policies

The accounting policies and methods of computation used in the preparation of the quarterly financial statements are consistent with those applied in the latest audited annual financial statements for the financial year ended 31 December 2025.

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 December 2025.

A3. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements of the Group for the financial year ended 31 December 2025 was not subject to any qualification.

A4. Seasonal or cyclical factors

The business of the Group is subjected to the cyclical effects, usually due to economic conditions.

A5. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter.

A6. Changes in composition of the Group

There were no material changes to the composition of the Group during the current quarter.

A7. Changes in estimates

There were no changes in estimates that have had a material effect on the results of the current quarter and financial period-to-date.

A8. Capital and reserves

There were no other issuance and repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares during the current quarter under review.

NOTES TO THE INTERIM FINANCIAL REPORT (CONTINUED)
A9. Dividends paid and proposed

No dividend has been proposed during the current quarter.

A10. Segmental Information

For management purposes, the Group is organised into business units based on the nature of products and services and has three reportable segments as follows:

- i. Event management which includes event management and ticketing solutions;
- ii. Digital and media management; and
- iii. Financial solutions.

Other reporting segments that do not constitute reportable segments comprise operations related to investment holdings and trading companies.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the consolidated financial statements.

Transactions between segments are carried out on agreed terms between both parties. The effects of such inter-segment transactions are eliminated on consolidation. The measurement basis and classification are consistent with those adopted in the previous financial year.

Sales revenue by division to external parties for the quarter ended 30 June 2026 are as follows:-

	Event Management RM'000	Digital & Media Management RM'000	Financial Solutions RM'000	Others RM'000	Consolidated RM'000
Revenue					
External sales	22	85	446	136	689
Gross profit	8	54	407	11	480
(Loss)/profit before taxation	(829)	(8)	827	(977)	(987)

The Group's revenue decreased significantly compared to the corresponding quarter in previous year mainly due to the event, digital and media management segments.

The Group recorded a lower loss before taxation for the current quarter compared to the corresponding quarter of the previous year, primarily due to the fair value loss on other investment incurred in the corresponding quarter of previous year and bad debts recovery in the current quarter under review.

NOTES TO THE INTERIM FINANCIAL REPORT (CONTINUED)

Sales revenue by division to external parties for the quarter ended 30 June 2025 are as follows:-

	Event Management	Digital & Media Management	Financial Solutions	Others	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External sales	2,129	1,087	573	93	3,882
Gross profit	188	636	394	67	1,285
(Loss)/profit before taxation	(590)	617	324	(3,532)	(3,181)

A11. Related Party Transactions

- a. Identities of related parties
 - i. the Company has a controlling related party relationship with its subsidiaries;
 - ii. the director who is the key management personnel; and
 - iii. entities controlled by certain key management personnel, directors and/or substantial shareholders.
- b. Compensation of key management personnel
 - i. Key management personnel includes all the Directors of the Company and its subsidiaries and certain members of senior management of the Group.
 - ii. Key management personnel is defined as those people who have authority and responsibility for planning, directing and controlling the activities of the Group either directly or indirectly.
- c. During the quarter under review, the Group has disclosed key management personnel compensation in total and the following related parties transactions:

NOTES TO THE INTERIM FINANCIAL REPORT (CONTINUED)

	Comparative Quarter		Cumulative Quarter	
	30.06.2026	30.06.2025	30.06.2026	30.06.2025
	RM'000	RM'000	RM'000	RM'000
Key management personnel compensation:				
Short-term employee benefit	<u>140</u>	<u>N/A</u>	<u>330</u>	<u>N/A</u>
Services/sales to related parties:				
Sales of fashion apparels	-	N/A	7	N/A
Provision of digital and media management	78	N/A	172	N/A
Provision of event management	<u>-</u>	<u>N/A</u>	<u>58</u>	<u>N/A</u>
Services/purchases from related parties:				
Purchase of clothing-based merchandise from Cheetah Group	31	N/A	31	N/A
Purchase of packaging, printing, labelling, such as POSM	-	N/A	14	N/A
Rental of warehouse	<u>45</u>	<u>N/A</u>	<u>90</u>	<u>N/A</u>

A12. Other investments

The details of other investments during the quarter under review are as follows:

Other Investment	As of 30 June 2026
Investment in quoted shares	RM'000
Market value	<u>4,281</u>

A13. Valuation of Property, Plant and Equipment

The Group did not revalue any of its assets from the previous audited financial statements for the financial year ended 31 December 2025.

A14. Contingent Assets or Liabilities

There are no contingent assets and liabilities since the previous audited financial statement for the financial year ended 31 December 2025.

A15. Material Events Subsequent to the End of the Interim Reporting Period

There were no material events subsequent to the end of the current quarter under review up to the date of this quarterly report.

NOTES TO THE INTERIM FINANCIAL REPORT (CONTINUED)**A16. Changes in the Composition of the Group**

There were no material changes to the composition of the Group for the current quarter under review.

A17. Capital Commitments

There were no capital commitments for the current quarter under review.

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NOTES TO THE INTERIM FINANCIAL REPORT (CONTINUED)
B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS
B1 Review of Group Performance

The summary results of the Group are as follows:

	Comparative Quarter		Variance + / (-) %	Cumulative Quarter		Variance + / (-) %
	30.06.2026 RM'000	30.06.2025 RM'000		30.06.2026 RM'000	30.06.2025 RM'000	
Revenue	689	N/A	N/A	1,813	N/A	N/A
Loss from operations	(975)	N/A	N/A	(2,015)	N/A	N/A
Loss before taxation	(987)	N/A	N/A	(2,041)	N/A	N/A
Loss after taxation	(997)	N/A	N/A	(2,084)	N/A	N/A

The Group recorded a revenue of RM0.69 million and incurred a loss before taxation of RM0.99 million for the second quarter ended 30 June 2026 ("Q2 FY2026"), due to limited projects in the event management segment and fair value loss on other investment being recognised.

B2 Performance of the current quarter against the immediate preceding quarter

	Current Quarter 30.06.2026 RM'000	Immediate Preceding Quarter 31.03.2026 RM'000	Changes	
			RM'000	%
Revenue	689	1,124	(435)	(39%)
Loss from operations	(975)	(1,040)	65	(6%)
Loss before taxation	(987)	(1,054)	67	(6%)
Loss after taxation	(997)	(1,087)	90	(8%)

For Q2 FY2026, the Group recorded a revenue of RM0.69 million, representing a decrease of 39% compared to the first quarter ended 31 March 2026 ("Q1 FY2026"). This was mainly due to limited events secured in Q2 FY2026.

NOTES TO THE INTERIM FINANCIAL REPORT (CONTINUED)
B3 Future prospects

Despite the Group has encountered several ongoing challenges in the event industry, particularly concert management, we intend to continue expanding our client network through targeted business development, strategic partnerships and a broader range of solutions tailored to market needs.

While the process of building a sustainable clientele base takes time, we believe that consistent engagement, improved market visibility and the ability to convert new relationships into recurring business will gradually strengthen the quality and stability of our revenue base.

Our objective is to establish longer-term client relationships that can contribute to sustainable growth over the coming years.

B4 Variance of actual profit from profit forecast and profit guarantee

There was no profit forecast or guarantee made public for the financial period under review and hence no comparison was made with the actual results.

B5 Taxation

	Period Ended 30.06.2026 RM'000	Cumulative Period Ended 30.06.2025 RM'000
Based on the results for the current year: -		
Tax expense	43	N/A

Income tax is calculated at the Malaysian statutory tax rate of 24% (2025: 24%) of the estimated assessable profit for the year.

B6 Status of Corporate Exercises
Private placement

The second private placement has been completed following the listing and quotation of the first and final tranche of 189,284,800 Placement Shares on the ACE Market of Bursa Securities on 29 December 2021 and its status of utilisation of proceeds is tabulated below:

Purpose	Proposed utilisation RM'000	Actual utilisation RM'000	Balance Available for Utilisation RM'000	Variation RM'000	%	Revised Balance Available for utilisation RM'000	Balance unutilised RM'000	Estimated Timeframe for Utilisation of Proceeds RM'000
Setting up of digital media platform	5,211	2,458	2,753	(1,260)	23.86	1,493	1,392	28.12.2026
Estimated professional expenses	70	30	40	(40)	0.76	-	-	-
Working capital	-	-	-	1,300	24.62	1,300	-	-
	<u>5,281</u>	<u>2,488</u>	<u>2,793</u>	<u>-</u>		<u>2,793</u>	<u>1,392</u>	

The Board of Directors had on 3 January 2025 approved the extension of the time for another twelve (12) months regarding the full utilisation of the balance proceeds raised from the Private Placement.

In addition, the Board of Directors of XOX Networks had on 22 December 2025 approved the variation and extension of the time for the full utilisation of the balance proceeds raised from the Private Placement.

NOTES TO THE INTERIM FINANCIAL REPORT (CONTINUED)

Save for the above, there were no other corporate proposals announced but not completed.

B7 Group Bank Borrowing and Debt Securities

There were no borrowing and debt securities for the financial quarter under review.

B8 Changes in Material Litigation

There is no material litigation for the financial period under review.

B9 Dividend

No dividend has been proposed for the financial year under review.

B10 Notes to the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

Loss of the Group for the financial period is arrived at after charging/(crediting) the following expenses/(income):

	COMPARATIVE		CUMULATIVE	
	QUARTER ENDED	QUARTER ENDED	QUARTER ENDED	QUARTER ENDED
	30.06.2026	30.06.2025	30.06.2026	30.06.2025
	RM'000	RM'000	RM'000	RM'000
Bad debts recovery	490	N/A	490	N/A
Depreciation of property, plant and equipment	534	N/A	1,037	N/A
Depreciation of right of use assets	66	N/A	163	N/A
Fair value loss on other investments	441	N/A	755	N/A
Interest income	(7)	N/A	(15)	N/A
Interest expense	11	N/A	23	N/A

The other items as required under Appendix 9B Note 16 of the Listing Requirements of Bursa Securities are not applicable to the Group.

B11 Basic profit or loss per Share

Basic profit or loss per share is calculated by dividing profit or loss for the year attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the year.

NOTES TO THE INTERIM FINANCIAL REPORT (CONTINUED)

	COMPARATIVE		CUMULATIVE	
	QUARTER ENDED	QUARTER ENDED	QUARTER ENDED	QUARTER ENDED
	30.06.2026	30.06.2025	30.06.2026	30.06.2025
	RM'000	RM'000	RM'000	RM'000
Net loss attributable to the owners of the Company	(997)	N/A	(2,084)	N/A
Weighted average number of shares in issue ('000)	1,135,709	N/A	1,135,709	N/A
Basic loss per share (sen)	(0.09)	N/A	(0.18)	N/A

B12 Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors on 28 August 2026.