CUSCAPI BERHAD

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025
(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER ENDED 30/06/2025 RM	PRECEDING YEAR QUARTER ENDED 30/06/2024 RM	CURRENT YEAR TO DATE 30/06/2025 RM	PRECEDING YEAR TO DATE 30/06/2024 RM
REVENUE	A8	7,321,133	17,214,669	14,638,616	24,587,348
COST OF GOOD SOLD		(1,204,762)	(9,629,429)	(2,724,575)	(10,896,187)
AMORTISATION OF INTANGIBLE ASSETS		(3,062,500)	(1,020,834)	(6,125,000)	(2,041,667)
GROSS PROFIT		3,053,871	6,564,406	5,789,041	11,649,494
OTHER OPERATING INCOME		28,675	124,881	39,752	536,814
OPERATING EXPENSES		(1,254,361)	(1,407,335)	(2,545,513)	(2,772,962)
PROFIT FROM OPERATIONS		1,828,185	5,281,952	3,283,280	9,413,346
FINANCE COSTS		(30,789)	(15,330)	(63,935)	(56,828)
SHARE OF RESULT OF ASSSOCIATE		20,279	(438,608)	31,678	(438,608)
PROFIT BEFORE TAXATION		1,817,675	4,828,014	3,251,023	8,917,910
TAXATION	B4	(1,506,144)	(700,018)	(1,601,856)	(810,520)
PROFIT FOR THE PERIOD		311,531	4,127,996	1,649,167	8,107,390
OTHER COMPREHENSIVE INCOME					
- FAIR VALUE GAIN/(LOSS) ON OTHER INVESTMENT		3,124	31,445	(416)	29,535
- FOREIGN CURRENCY TRANSLATION		20,676	(113,863)	8,355	(183,081)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		335,331	4,045,578	1,657,106	7,953,844
PROFIT ATTRIBUTABLE TO:					
OWNERS OF THE PARENT		314,201	4,131,656	1,655,232	8,116,483
NON-CONTROLLING INTEREST		(2,670)	(3,660)	(6,065)	(9,093)
		311,531	4,127,996	1,649,167	8,107,390
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:					
OWNERS OF THE PARENT		338,001	4,049,238	1,663,171	7,962,937
NON-CONTROLLING INTEREST		(2,670)	(3,660)	(6,065)	(9,093)
		335,331	4,045,578	1,657,106	7,953,844
Profit per share (sen)					
- Basic	B10	0.03	0.44	0.18	0.86

The unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying notes attached to the interim financial reports.

CUSCAPI BERHAD

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS AT 30 JUNE 2025

	(UNAUDITED) AS AT 30/06/2025 RM	(AUDITED) AS AT 31/12/2024 RM
NON-CURRENT ASSETS		
Property, plant and equipment	236,106	320,986
Right of use assets	1,864,071	2,255,468
Investment property	12,100,000	12,100,000
Intangible assets	24,807,834	30,932,834
Investment in associate	7,969,079	7,937,401
Other investments	10,410	10,827
Trade receivable	474,500	474,500
	47,462,000	54,032,016
CURRENT ASSETS		
Inventories	749,122	1,073,655
Trade & other receivables, prepayment	14,844,740	7,767,405
Tax recoverable	272,065	264,721
Digital assets	5,719,430	5,719,430
Cash and cash equivalents	1,837,410	2,977,455
	23,422,767	17,802,666
TOTAL ASSETS	70,884,767	71,834,682
EQUITY		
Share capital	203,374,573	203,374,573
Reserves	(148,345,696)	(150,008,867)
Equity attributable to owners of the parent	55,028,877	53,365,706
Non-controlling interest	(70,216)	(64,151)
TOTAL EQUITY	54,958,661	53,301,555
NON-CURRENT LIABILITIES		
Lease liabilities	1,147,002	1,538,801
Provision and retirement benefits obligations	102,725	100,853
	1,249,727	1,639,654
CURRENT LIABILITIES		
Lease liabilities	771,540	748,263
Trade & other payables	11,888,451	15,720,443
Current tax liabilities	2,016,388	424,767
	14,676,379	16,893,473
TOTAL LIABILITIES	15,926,106	18,533,127
TOTAL EQUITY AND LIABILITIES	70,884,767	71,834,682
Net assets per share attributable to owners of the parent (RM)	0.058	0.056

The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying notes attached to the interim financial reports.

CUSCAPI BERHAD

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025
(The figures have not been audited)

	<----- Attributable to Owners of the Parent -----				----->		
	Share Capital RM	**Other Reserve RM**	**Translation Reserve RM**	**Accumulated Loss RM**	**Total RM**	**Non-controlling Interest RM**	**Total Equity RM**
As at 1 January 2025	203,374,573	(15,757,395)	12,786,994	(147,038,466)	53,365,706	(64,151)	53,301,555
Net profit for the period	-	-	-	1,655,232	1,655,232	(6,065)	1,649,167
Other comprehensive income							
- Foreign currency translation	-	-	8,355	-	8,355	-	8,355
- Fair value loss on other investments	-	(416)	-	-	(416)	-	(416)
	-	(416)	8,355	1,655,232	1,663,171	(6,065)	1,657,106
As at 30 June 2025	203,374,573	(15,757,811)	12,795,349	(145,383,234)	55,028,877	(70,216)	54,958,661

	Share Capital RM	**Other Reserve RM**	**Translation Reserve RM**	**Accumulated Loss RM**	**Total RM**	**Non-controlling Interest RM**	**Total Equity RM**
As at 1 January 2024	203,374,573	(2,835,427)	12,947,103	(160,001,373)	53,484,876	(66,432)	53,418,444
Net profit for the period	-	-	-	8,116,483	8,116,483	(9,093)	8,107,390
Other comprehensive income							
- Foreign currency translation	-	-	(183,081)	-	(183,081)	-	(183,081)
- Fair value gain on other investments	-	29,535	-	-	29,535	-	29,535
	-	29,535	(183,081)	8,116,483	7,962,937	(9,093)	7,953,844
As at 30 June 2024	203,374,573	(2,805,892)	12,764,022	(151,884,890)	61,447,813	(75,525)	61,372,288

The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying notes attached to the interim financial reports.

CUSCAPI BERHAD

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025
(The figures have not been audited)

	30/06/2025 RM	30/06/2024 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	3,251,023	8,917,910
Adjustments for :-		
Non-cash items	6,579,336	2,536,610
Non-operating items	54,159	53,322
Operating profit before changes in working capital	9,884,518	11,507,842
Net changes in current assets	(6,757,991)	(1,451,919)
Net changes in current liabilities	(3,803,080)	174,835
Cash flows (used in)/generated from operation	(676,553)	10,230,758
Taxation	(48,138)	(41,814)
Net cash (used in)/generated from operating activities	(724,691)	10,188,944
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	9,776	3,507
Net changes of other investment	-	(8,561,392)
Net changes of property, plant and equipment	6,925	3,857
Net cash generated from/(used in) investing activities	16,701	(8,554,028)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment to lease liabilities	(432,055)	(179,400)
Net cash used in financing activities	(432,055)	(179,400)
NET CHANGES IN CASH AND CASH EQUIVALENTS	(1,140,045)	1,455,516
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	2,977,455	583,620
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	1,837,410	2,039,136

The unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying notes attached to the interim financial reports.

CUSCAPI BERHAD
(Company No: 197801006160 (43190-H))

A. NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2025

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements outlined in the Malaysian Financial Reporting Standards ("MFRS") No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities")

The interim financial statements should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024.

The same accounting policies and methods of computation adopted in these interim financial statements are consistent with the annual financial statements for the financial year ended 31 December 2024.

During the current financial period, the Group has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 121: Lack of Exchangeability

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) did not have any material impact on the Group consolidated financial statements.

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (“MASB”):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	**Effective Date**
Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Amendments to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Electricity	1 January 2026
Annual improvements to MFRS Accounting Standards – Volume 11	1 January 2026
MFRS 18: Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19: Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The initial application of the above-mentioned MFRSs is not expected to have any significant impacts on the financial statements of the Group and of the Company.

A2. Audit Report of the Preceding Annual Financial Statements

The Auditors’ Report for the annual financial statements of the Group and Company in respect of the financial year ended 31 December 2024 was not subject to any qualification.

A3. Seasonal or Cyclical Factors

During the current financial quarter under review, the business operations of the Group are not affected by any significant seasonal or cyclical factors.

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

There were no unusual items during the current financial quarter under review.

A5. Changes in Estimates

There were no material changes in the estimates of amounts that have a material effect on the current financial quarter results under review.

A6. Debt and Equity Securities

There was no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial quarter under review.

A7. Dividends Paid

No dividend was paid during the current financial quarter under review.

A8. Segmental Reporting

The Group is primarily engaged in business segment of information technology ("IT") services. The segmental geographical revenue by region and results for the six (6) months financial period ended 30 June 2025 are as follows: -

30 JUNE 2025	**Malaysia** **RM' 000**	**Other than Malaysia** **RM' 000**	**Elimination** **RM' 000**	**Consolidation** **RM' 000**
External Sales	**14,936**	**656**	**(953)**	**14,639**
Segment Results	**10,146**	**(228)**	**-**	**9,918**
Finance Cost	**(45)**	**(19)**	**-**	**(64)**
Depreciation and Amortisation	**(6,535)**	**(68)**	**-**	**(6,603)**
Consolidated Profit Before Tax				**3,251**
ASSETS				
Segment Assets	**68,257**	**2,628**	**-**	**70,885**
LIABILITIES				
Segment Liabilities	**13,843**	**2,083**	**-**	**15,926**
OTHER INFORMATION				
Capital Expenditure on:-				
Property, plant and Equipment	**-**	**-**	**-**	**-**
Depreciation and Amortisation	**6,535**	**68**	**-**	**6,603**

30 JUNE 2024	Malaysia RM' 000	Other than Malaysia RM' 000	Elimination RM' 000	Consolidation RM' 000
External Sales	**24,578**	**1,119**	**(1,110)**	**24,587**
Segment Results	**11,804**	**(273)**	**-**	**11,531**
Finance Cost	**(22)**	**(35)**	**-**	**(57)**
Depreciation and Amortisation	**(2,481)**	**(75)**	**-**	**(2,556)**
Consolidated Profit Before Tax				**8,918**
ASSETS				
Segment Assets	**70,812**	**2,764**	**-**	**73,576**
LIABILITIES				
Segment Liabilities	**9,891**	**2,313**	**-**	**12,204**
OTHER INFORMATION				
Capital Expenditure on:-				
Property, plant and Equipment	**-**	**-**	**-**	**-**
Depreciation and Amortisation	**2,481**	**75**	**-**	**2,556**

A9. Revaluation of Property, Plant and Equipment

The Group did not revalue any of its property, plant and equipment for the current financial quarter under review.

A10. Material Events Subsequent to the Current Financial Quarter

There were no material events subsequent to the current financial quarter.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial quarter under review.

A12. Changes in Contingent Liabilities and Assets

There were no contingent liabilities and contingent assets since the last annual reporting date as at 31 December 2024.

A13. Capital Commitments

There were no capital commitments during the current financial quarter under review.

A14. Significant Related Party Transactions

There were no significant related party transactions entered into during the current financial quarter under review.

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 Review of Performance

B.1.1 Current Year-to-Date Versus Preceding Year-to-Date

	Current Year-to-Date 30 June 2025	Preceding Year-to-Date 30 June 2024	Variance	
	RM	RM	RM	%
Revenue	14,638,616	24,587,348	(9,948,732)	-40%
Profit before tax	3,251,023	8,917,910	(5,666,887)	-64%

For the current year-to-date quarter ended 30 June 2025 under review, the Group's revenue decreased by 40% compared to the preceding year-to-date quarter ended 30 June 2024, mainly due to lower revenue from software and related sales.

For the current year-to-date quarter ended 30 June 2025 under review, the Group recorded a profit before taxation of RM3.25 million as compared to preceding year-to-date corresponding quarter ended 30 June 2024 of RM8.92 million, mainly attributable to:

Description	**RM**	*Note*
Decrease in gross profit	(5,860,453)	1
Decrease in other operating income	(497,062)	2
Decrease in operating expenses	690,628	3
Net decrease in profit before tax	**(5,666,887)**	

Notes:

1. Decrease in gross profit mainly due to lower revenue from software sales in current year-to-date quarter ended 30 June 2025.

2. Decrease in other operating income is mainly due to reversal of bad debts written off in the preceding year-to-date quarter ended 30 June 2024.

3. Decrease in operating expenses is mainly due to lower share of loss in associate and depreciation expenses in current year-to-date quarter ended 30 June 2025.

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B.1.2 Current Year Quarter Versus Preceding Year Quarter

	Current Year Second (2nd) Quarter 30 June 2025	Preceding Year Second (2nd) Quarter 30 June 2024	Variance	
	RM	RM	RM	%
Revenue	7,321,133	17,214,669	(9,893,536)	-57%
Profit before tax	1,817,675	4,828,014	(3,010,339)	-62%

For the current year quarter ended 30 June 2025 under review, the Group's revenue decreased by 57% compared to the preceding year quarter ended 30 June 2024, mainly due to lower revenue from software and related sales.

For the current year quarter ended 30 June 2025 under review, the Group recorded a profit before taxation of RM1.82 million as compared to the preceding year quarter ended 30 June 2024 of RM4.83 million, mainly attributable to:

Description	**RM**	*Note*
Decrease in gross profit	(3,510,535)	1
Decrease in other operating income	(96,206)	2
Decrease in operating expenses	596,402	3
Net decrease in profit before tax	**(3,010,339)**	

Notes:

1. Decrease in gross profit is mainly due to lower revenue from the sales software in current year quarter ended 30 June 2025.

2. Decrease in other operating income is mainly due to grant subsidies from government received in the preceding year quarter ended 30 June 2024.

3. Decrease in operating expenses is mainly due to lower share of loss in associate and depreciation expenses in current year quarter ended 30 June 2025.

B.1.3 Current Year Quarter Versus Immediate Preceding Quarter

	Current Year Second (2nd) Quarter 30 June 2025	Immediate Preceding First (1st) Quarter 31 March 2025	Variance	
	RM	RM	RM	%
Revenue	7,321,133	7,317,483	3,650	0.1%
Profit before tax	1,817,675	1,433,348	384,327	27%

For the current year quarter ended 30 June 2025 under review, the Group's revenue slightly increased by 0.1% while the profit before taxation increased by 27% as compared to the immediate preceding quarter ended 31 March 2025, mainly attributable to:

Description	**RM**	*Note*
Increase in gross profit	318,701	1
Increase in other operating income	17,598	
Decrease in operating expenses	48,028	2
Net increase in profit before tax	**384,327**	

Notes:

1. Increase in gross profit is mainly due to higher gross margin from the sales of software in current year quarter ended 30 June 2025.

2. Decrease in operating expenses is mainly due to lower marketing and corporate expenses in current year quarter ended 30 June 2025.

B2. Prospects

For the quarter ended 30 June 2025, Cuscapi sustained its growth trajectory with revenue of RM7.32 million and a profit before taxation of RM1.82 million, reflecting operational efficiency and disciplined cost management. The Group continues to strengthen its market position through product innovation and customer-centric strategies.

During this quarter, we started enhancing our core solutions portfolio, including Point-of-Sale (POS) systems, Kitchen Display Systems (KDS), e-Invoicing modules, QR Ordering, Digital Signage, Self-Service Kiosk, and Automotive solutions. These enhancements are designed to deliver greater automation, improved user experience, and compliance with evolving regulatory requirements.

Importantly, we have commenced upgrading existing customers to these enhanced solutions while simultaneously implementing them for new clients across multiple sectors. This dual approach not only deepens our relationships with current customers but also accelerates market penetration.

Looking ahead, AI-driven capabilities will be a key differentiator in our product roadmap. We plan to embed predictive analytics, intelligent workflow automation, and advanced reporting features into our solutions to help businesses optimize operations and make data-driven decisions. These innovations will position Cuscapi as a leader in smart retail and F&B technology ecosystems.

The Board remains positive that with a strong pipeline of upgrades, new implementations, and upcoming AI features, Cuscapi is well-positioned to deliver sustainable growth and long-term value to stakeholders.

B3. Profit Forecast

No financial forecast was announced or made hence, there was no comparison between actual results and the forecast.

B4. Taxation

	Individual Quarter Ended		Cumulative Period Ended	
	30/06/2025	30/06/2024	30/06/2025	30/06/2024
	RM	RM	RM	RM
Current income tax provision	(1,506,144)	(700,018)	(1,601,856)	(810,520)
	(1,506,144)	**(700,018)**	**(1,601,856)**	**(810,520)**

B5. Corporate Proposals

No corporate proposals were announced during the financial quarter ended 30 June 2025.

B6. Group Borrowings and Debt Securities

There were no borrowings and issues of debt securities as at the current financial quarter end.

B7. Off Balance Sheet Financial Instruments

The Company does not have any financial instruments with off balance sheet risk during the current financial quarter end.

B8. Material Litigation

- COURT OF APPEAL PUTRAJAYA: W-02(IM)(NCvC)-713-04/2024
(High Court of Malaya at Kuala Lumpur Suit No. WA-22NCvC-542-09/2023)

- APPELLANT: Her Chor Siong
RESPONDENTS: the Company ("the 1st Respondent") & Former Principal Officer ("the 2nd Respondent") (collectively referred as "the Respondents")

Reference is made to the announcements dated 3 October 2023, 21 December 2023, 1 April 2024, 4 April 2024, 25 April 2024 and 5 August 2024.

The Parties had attended the hearing for Appeal 713 before the Court of Appeal held on 19 March 2025, wherein upon hearing submissions of parties, the Court of Appeal had unanimously allowed the Appellant’s appeal with cost in the cause.

In consequence to Appeal 713 being allowed, the Court of Appeal had directed for Suit 542 to be heard before a different Judge at the High Court.

Cuscapi will make the necessary announcement on material development in respect of this from time to time.

B9. Dividends

The Board has not recommended any dividend for the financial quarter ended 30 June 2025.

B10. Profit per Share

Basic profit per share

The profit per share is calculated by dividing the net profit attributable to ordinary owners of the parent by the weighted average number of ordinary shares in issue during the financial year.

	Individual Quarter Ended		Cumulative Period Ended	
	30/06/2025	30/06/2024	30/06/2025	30/06/2024
	RM	RM	RM	RM
Profit attributable to owners of the parent (RM)	314,201	4,131,656	1,655,232	8,116,483
Weighted average number of ordinary share in use	944,884,476	944,884,476	944,884,476	944,884,476
Basic profit per share (sen)	0.03	0.44	0.18	0.86

The profit for the year attributable to the parent's ordinary equity holders is not subjected to any dilutive elements.

B11. Notes to the Statement of Profit and Loss and Other Comprehensive Income

The following items have been charged in arriving at profit before tax:

	Individual Quarter Ended		Cumulative Period Ended	
	30/06/2025	30/06/2024	30/06/2025	30/06/2024
	RM	RM	RM	RM
Depreciation and amortisation	(3,300,576)	(1,274,111)	(6,603,439)	(2,556,081)
Interest expenses	(30,789)	(15,330)	(63,935)	(56,828)
Interest income	4,814	2,415	9,776	3,507
(Provision)/Reversal for and write off of receivables	1,990	(1,352)	(5,189)	(2,726)

B12. Authorised for Issue

The Condensed Report was authorised for issue by the Board in accordance with a resolution of the Directors on 29 August 2025.