



**DAGANG NEXCHANGE BERHAD (REGISTRATION NO. 197001000738 (10039-P))**  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2025**

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THE FIGURES HAVE NOT BEEN AUDITED

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

	Quarter and Year-To-Date Ended	
	Current year quarter 31/3/2025 RM'000	Preceding year corresponding quarter 31/3/2024 RM'000
Revenue	296,832	309,818
Cost of sales	(227,568)	(239,310)
Gross profit	69,264	70,508
Other income	6,472	5,496
Expenses	(49,157)	(57,482)
Foreign exchange gain/(loss)	2,774	(3,882)
Finance cost	(5,646)	(14,235)
<b>Profit before income tax</b>	<b>23,707</b>	<b>405</b>
Income tax (expense) / credit (Note 13)	(115,649)	1,426
(Loss)/Profit for the period	(91,942)	1,831
Loss attributable to non-controlling interest	12,907	12,630
<b>(Loss)/profit attributable to owners of the Company</b>	<b>(79,035)</b>	<b>14,461</b>
<b>Earnings per share</b>		
Basic	(2.28) sen	0.46 sen
Diluted	(2.28) sen	0.46 sen



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I CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
(CONTINUED)

	Quarter and Year-To-Date Ended	
	Current year quarter 31/3/2025 RM'000	Preceding year corresponding quarter 31/3/2024 RM'000
<b>Other comprehensive income for the period, net of tax</b>		
<b>Items that are or may be reclassified subsequently to profit or loss</b>		
(Loss)/Profit for the period	(91,942)	1,831
Foreign currency translation differences for foreign operations	9,209	60,941
Total comprehensive (loss)/income	(82,733)	62,772
Total comprehensive gain attributable to non-controlling interest	12,907	12,630
<b>Total comprehensive (loss)/income attributable to owners of the Company</b>	<b>(69,826)</b>	<b>75,402</b>

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2024.



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**REMARKS TO CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME:**

	<b>Quarter and Year-To-Date Ended</b>	
	<b>Current year quarter 31/3/2025 RM'000</b>	<b>Preceding year corresponding quarter 31/3/2024 RM'000</b>
<b>Profit before income tax is arrived at after charging/(crediting):</b>		
Interest income	(5,140)	(3,790)
Gain on disposal of property, plant & equipment	(16)	-
Net impairment (gain)/ loss on receivables	(931)	2,180
Reversal of impairment of property, plant & equipment	(370)	(893)
Interest expense	5,646	14,235
Depreciation and amortisation	47,754	49,180
Net realised and unrealised foreign exchange (gain)/loss	(2,774)	3,882

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2024.



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**II CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>Unaudited As at 31/3/2025 RM'000</b>	<b>Audited As at 31/12/2024 RM'000</b>
<b>ASSETS</b>		
Non-current assets		
Property, plant and equipment	2,031,274	2,015,062
Right-of-use assets	55,813	55,031
Intangible assets	1,207,318	1,206,835
Deferred tax assets	14,766	15,168
Trade and other receivables	738	1,027
Cash and cash equivalents (restricted)	303,645	293,535
	<u>3,613,554</u>	<u>3,586,658</u>
Current assets		
Inventories	112,627	127,944
Contract assets	25,667	22,642
Trade and other receivables	205,235	162,442
Current tax assets	7,968	7,915
Cash and cash equivalents	238,291	231,974
	<u>589,788</u>	<u>552,917</u>
Asset Held for sale	-	74,728
<b>Total assets</b>	<b><u>4,203,342</u></b>	<b><u>4,214,303</u></b>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to Owners of the Company		
Share capital	1,130,449	1,130,449
Share option reserve	18,660	18,575
Translation reserve	87,277	78,068
Retained earnings	483,485	562,520
	<u>1,719,871</u>	<u>1,789,612</u>
Non-controlling Interests	389,731	402,638
<b>Total equity</b>	<b><u>2,109,602</u></b>	<b><u>2,192,250</u></b>
Non-current liabilities		
Deferred tax liabilities	868,160	766,103
Contract liabilities	255,218	270,964
Loan and borrowings (secured)	7,050	8,730
Long term obligations and provision	2,731	6,553
Lease liabilities	1,581	713
Provision for decommissioning costs	441,397	425,383
	<u>1,576,137</u>	<u>1,478,446</u>
Current liabilities		
Contract liabilities	178,305	180,685
Trade and other payables	208,957	236,432
Loan and borrowings (secured)	125,057	124,586
Lease liabilities	1,045	844
Current tax liabilities	4,239	1,060
	<u>517,603</u>	<u>543,607</u>
Total liabilities	<u>2,093,740</u>	<u>2,022,053</u>
<b>Total equity and liabilities</b>	<b><u>4,203,342</u></b>	<b><u>4,214,303</u></b>
<b>Net assets per share attributable to Owners of the Company (RM)</b>	<b><u>0.50</u></b>	<b><u>0.52</u></b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2024.



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**III CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Unaudited As at 31/3/2025 RM'000</b>	<b>Unaudited As at 31/3/2024 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	23,707	405
<i>Adjustments for:</i>		
Depreciation and amortisation	47,754	49,180
Interest expense	5,646	14,235
Share options expenses	85	948
Interest income	(5,140)	(3,790)
Reversal of impairment plant and equipment	(370)	(893)
Net impairment (gain)/ loss on receivables	(931)	2,180
Gain on disposal of property and equipment	(16)	-
Net unrealised forex (gain)/loss	(3,335)	3,981
Operating profit before changes in working capital	67,400	66,246
Change in inventories	15,317	5,905
Change in contract assets/liabilities	(21,151)	(55,072)
Change in trade and other receivables	(41,572)	9,529
Change in payables and provisions	(6,663)	61,638
Cash generated from operations	13,331	88,246
Income tax paid (net) and zakat	(4,493)	(8,443)
<b>Net cash generated from operating activities</b>	<b>8,838</b>	<b>79,803</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment, and intangible assets	(42,513)	(53,529)
Proceeds from disposal of plant and equipment	44,762	-
Interest received	5,548	3,168
<b>Net cash generated from / (used in) investing activities</b>	<b>7,797</b>	<b>(50,361)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Bank borrowings (net)	999	(67,239)
Payment of finance cost	(1,359)	(15,643)
Payment of lease liabilities	(14)	(40)
Increase in pledged deposits and restricted cash	(8,955)	(10,190)
<b>Net cash used in financing activities</b>	<b>(9,329)</b>	<b>(93,112)</b>
<b>Net Changes in Cash and Cash Equivalents</b>	<b>7,306</b>	<b>(63,670)</b>
Cash and cash equivalents as at beginning of financial period	191,796	322,011
Effect of exchange rate fluctuations on cash held	1,117	14,109
<b>Cash and cash equivalents as at end of financial period (a)</b>	<b>200,219</b>	<b>272,450</b>

(a) **Cash and Cash Equivalents comprise the following statements of Financial Position amounts:**

	<b>As at 31/3/2025 RM'000</b>	<b>As at 31/3/2024 RM'000</b>
Cash and deposits with licensed banks		
- Unrestricted	200,275	273,409
- Restricted and pledged	341,661	357,151
	541,936	630,560
Less: Cash and cash equivalents pledged as security	(341,661)	(357,151)
Less: Bank overdrafts	(56)	(959)
Cash and cash equivalents as at end of financial period	<b>200,219</b>	<b>272,450</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2024.



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**IV CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN TOTAL EQUITY**

In RM'000	← Attributable to Owners of the Company →				Total	Non-controlling interests	Total equity
	← Non-distributable →		Distributable				
	Share capital	Share option reserve	Translation reserve	Retained earnings			
<b>Three months to 31 March 2025</b>							
Balance as at 1 January 2025	1,130,449	18,575	78,068	562,520	1,789,612	402,638	2,192,250
Loss for the period	-	-	-	(79,035)	(79,035)	(12,907)	(91,942)
Foreign currency translation differences for foreign operations	-	-	9,209	-	9,209	-	9,209
Total comprehensive income/(loss) for the period	-	-	9,209	(79,035)	(69,826)	(12,907)	(82,733)
Contribution by and distribution to owners of the Company							
Share options expenses	-	85	-	-	85	-	85
Total transaction with owners of the Company	-	85	-	-	85	-	85
Balance as at 31 March 2025	1,130,449	18,660	87,277	483,485	1,719,871	389,731	2,109,602



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**IV CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN TOTAL EQUITY (continued)**

In RM'000	← Attributable to Owners of the Company →				Total	Non-controlling interests	Total equity
	Share capital	Share option reserve	Translation reserve	Retained earnings			
<b>Three months to 31 March 2024</b>							
Balance as at 1 January 2024	1,017,403	22,330	86,043	643,864	1,769,640	403,662	2,173,302
Profit/(loss) for the period	-	-	-	14,461	14,461	(12,630)	1,831
Foreign currency translation differences for foreign operations	-	-	60,941	-	60,941	-	60,941
Total comprehensive income/(loss) for the period	-	-	60,941	14,461	75,402	(12,630)	62,772
Contribution by and distribution to owners of the Company							
Share options expenses	-	948	-	-	948	-	948
Total transaction with owners of the Company	-	948	-	-	948	-	948
Balance as at 31 March 2024	1,017,403	23,278	146,984	658,325	1,845,990	391,032	2,237,022

The Condensed Consolidated Statement of Changes in Total Equity should be read in conjunction with with the accompanying explanatory notes and the audited financial statements for the financial period year 31 December 2024.



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### V NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

#### 1 Basis of preparation

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Securities**"). These condensed consolidated interim financial statements also comply with IAS 34 *Interim Financial Reporting* issued by the International Accounting Standards Board. These quarterly financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2024.

#### 2 Significant accounting policies

The accounting policies adopted in the preparation of the condensed consolidated interim financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2024 except as described below:

##### 2.1 Adoption of Amendments to Standards

The Group has applied the following amendments for the first time for the financial year beginning on 1 January 2025:

Amendments to MFRS 121: Lack of Exchangeability

The adoption of the above amendments did not have any material impact on the financial statements of the Group.

##### 2.2 Standards issued but not yet effective

	<b>Effective for financial periods beginning on or after</b>
Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Annual Improvements to MFRS Accounting Standards - Volume 11	1 January 2026
Amendments to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Electricity	1 January 2026
MFRS 18: Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19: Subsidiaries without Public Accountability: Disclosure	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 Group will adopt the above standards and amendments when they become effective in the respective financial periods.



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## **Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 2025**

### **3 Auditors' Report on preceding annual financial statement**

The auditor' report on the Group's audited financial statements for the financial year ended 31 December 2024 was not subject to any qualification.

### **4 Seasonal or cyclical factors**

The Group's operations were not materially affected by any seasonal or cyclical factors during the current period.

### **5 Unusual items due to their nature, size or incidence**

There were no items affecting assets, liabilities, equity, net income, or cash flows that were unusual because of their nature, size or incidence in the current period.

### **6 Material changes in estimates used**

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the current period.

### **7 Debt and equity securities**

The Group did not undertake any issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the period ended 31 March 2024.

### **8 Dividend**

The Board of Directors does not recommend the payment of any dividend for the financial period ended 31 March 2025 (2024: Nil).



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### 9 Segmental information for the current period

The Group's current activity is mainly from the Technology, Energy and Information Technology industries.

Business segment	Technology	Energy	Information Technology	Corporate	Eliminations	Consolidated
2025	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	178,712	78,812	39,308	-	-	296,832
Inter-segment revenue	-	-	179	-	(179)	-
<b>Total revenue</b>	<b>178,712</b>	<b>78,812</b>	<b>39,487</b>	<b>-</b>	<b>(179)</b>	<b>296,832</b>
<b>Segment result</b>						
Profit/(Loss) from operations	13,219	46,662	16,000	(5,215)	-	70,666
Depreciation and amortisation	(25,150)	(20,914)	(1,568)	(122)	-	(47,754)
Net impairment (loss)/reversal on receivables/assets	947	(17)	371	-	-	1,301
Finance costs	-	(4,045)	(370)	(1,231)	-	(5,646)
Finance income	831	3,715	464	130	-	5,140
Profit/(Loss) before tax	(10,153)	25,401	14,897	(6,438)	-	23,707
Income tax expense						(115,649)
Net loss after tax						(91,942)
Net loss attributable to non-controlling interest						12,907
Net loss attributable to owners of the Company						(79,035)
<b>Segment assets</b>	<b>1,240,673</b>	<b>2,439,311</b>	<b>499,625</b>	<b>1,094,563</b>	<b>(1,070,830)</b>	<b>4,203,342</b>
<b>Segment liabilities</b>	<b>851,619</b>	<b>1,665,651</b>	<b>488,493</b>	<b>117,633</b>	<b>(1,029,656)</b>	<b>2,093,740</b>

### 10 Changes in the composition of the Group

There are no significant changes in the composition of the Group for the current period including business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinued operations.

### 11 Contingent liabilities

There are no material contingent liabilities as at the date of this announcement

### 12 Capital commitments

There are no material capital commitments as at the date of this announcement other than capital commitments on Property, Plant and Equipment, authorised and contracted of RM1.1 million as at 31 March 2025.



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### 13 Income tax

	Quarter and Year-To-Date Ended	
	Current year quarter 31/03/2025 RM'000	Preceding year corresponding quarter 31/03/2024 RM'000
Malaysian and foreign income tax:		
Current year	<u>(8,934)</u>	<u>(27,547)</u>
Deferred Tax		
- Current year	(107,559)	28,973
- Overprovision in prior year	<u>844</u>	<u>-</u>
	<u>(106,715)</u>	<u>28,973</u>
Total tax (expense)/credit	<u>(115,649)</u>	<u>1,426</u>

The Group's effective tax rates are reflective of the various tax legislations within which the Group operates.

In the current period, the Group recognised an additional deferred tax liabilities amounting to RM112.1 million. This was due to the UK Energy Profits Levy Scheme (EPL) where the Finance Bill 2024/25 in relation to the EPL extension from 31 March 2028 to 31 March 2030 was substantively enacted since it passed its Third Reading on 3 March 2025. In contrast, in the preceding year corresponding quarter, the Group recognised a reversal of deferred tax liabilities amounting to RM24.2 million due to the re-measurement of EPL related temporary differences.

The deferred tax liabilities are non-cash accounting adjustments and will reverse in line with the depletion and depreciation of the assets. The subsequent reversal of the deferred tax liabilities will result in tax credits being recorded in the statement of profit or loss.

The EPL was initially introduced on 14 July 2022 as a temporary measure by the UK Government, with a 25% levy on profits from upstream oil and gas activities for the period from 26 May 2022 to 31 December 2022. The rate was subsequently increased to 35% effective from 1 January 2023 to 31 March 2028. Subsequently, on 29 July 2024, the UK Government announced a further revision, increasing the EPL rate from 35% to 38%, effective 1 November 2024.



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### 14 Status of corporate proposals announced but not completed as at the date of this announcement

There are no announced corporate proposals that are not completed as at the date of this report, other than disclosed below:

- (a) On 9 May 2025, the Company announced the Proposed bonus issue of up to 1,214,838,309 free warrants in DNeX ("Warrant(s)") on the basis of 1 Warrant for every 3 ordinary shares in DNeX ("DNeX Share(s)" or "Share(s)") on an entitlement date to be determined and announced later ("Entitlement Date") ("Proposed Bonus Issue of Warrants"); and
- (b) Proposed variation of the Company's existing employee share option scheme ("Existing ESOS") of up to 5% of the issued share capital of the Company (excluding treasury shares of DNeX, if any) at any point in time during the duration of the Existing ESOS, into a long-term incentive plan ("Proposed LTIP"), which comprises a proposed employee share option scheme ("Proposed ESOS") and a proposed share grant plan ("Proposed SGP"), of up to 5% of the issued share capital of the Company (excluding treasury shares of DNeX, if any) at any point in time during the duration of the Proposed LTIP, for eligible employees and directors (executive and non-executive) ("Eligible Person(s)") of DNeX and its subsidiary companies ("DNeX Group" or the "Group"), which are not dormant, who fulfil the eligibility criteria as set out in the bylaws of the Proposed LTIP ("LTIP Bylaws") ("Proposed Variation").

The Proposals are subject to the following approvals being obtained from:

- i. Bursa Securities for the following:
  - (a) The admission of the Warrants to the official list of Bursa Securities; and
  - (b) The listing and quotation of the Warrants and new DNeX Shares to be issued arising from the exercise of the Warrants on the Main Market of Bursa Securities;
- ii. The shareholders of DNeX for the Proposals at an EGM to be convened; and
- iii. Any other relevant authorities and/ or parties, if required.

The Proposals are not conditional upon each other, any other proposals undertaken or to be undertaken by the Company, if any.

### 15 Derivatives

There are no derivatives as at the date of this announcement.

### 16 Classification of financial assets

For the period ended 31 March 2025, there was no change in the classification of financial assets as a result of a change in the purpose or use of those assets.



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### 17 Material events subsequent to the current period

Significant events during the financial year are as follows:

- (a) Dagang NeXchange Berhad (“the Company”), Dagang Net Technologies Sdn. Bhd. (“Dagang Net”), DNeX Telco Services Sdn. Bhd. (“DTS”), PT Dagang Samudera Utama (“PT DSH”) and PT DNeX Telco Indonesia (“PT DTI”) (the Company, Dagang Net, DTS, PT DSH and PT DTI shall collectively be referred to as “the Group” or “the Plaintiffs”) vs Mohd Ismail Khan bin Wazir Khan, the former Chief Executive Officer of DTS (“the Defendant”):

The Group had on 11 November 2022 filed a legal action against the Defendant in the Kuala Lumpur High Court.

The Group is seeking for the following reliefs against the Defendant:

1. A declaration that the Defendant had breached his fiduciary duty, trust, duty of care, skill and diligence, duty of fidelity and duty of trust and confidence towards the Plaintiffs, in regards to the acquisition of a remotely operated vehicle (“ROV”);
2. A declaration that USD1,335,000 and/or all secret profits and/or other benefits obtained by the Defendant through the ROV acquisition are held on constructive trust for the Plaintiffs;
3. An account of profits obtained by the Defendant for the sum of USD1,335,000 and/or all secret profits and/or other benefits procured through the ROV acquisition;
4. Special damages in the sum of USD1,250,000 and IDR23,764,196,250 to be paid by the Defendant to the Plaintiffs;
5. Aggravated damages against the Defendant to be assessed by the Court;
6. Exemplary damages against the Defendant to be assessed by the Court;
7. Pre-judgement interest on the sums adjudged by the Court at the rate of 5% per annum from the date of the statement of claim until the date of the judgement;
8. Post-judgement interest on the sums adjudged by the Court at the rate of 5% per annum from the date of the judgement until its full realisation;
9. Costs on an indemnity basis; and
10. Any further and/or other relief than the Court deems fit and proper.



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### 17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

- (a) Dagang NeXchange Berhad (“the Company”), Dagang Net Technologies Sdn. Bhd. (“Dagang Net”), DNeX Telco Services Sdn. Bhd. (“DTS”), PT Dagang Samudera Utama (“PT DSH”) and PT DNeX Telco Indonesia (“PT DTI”) (the Company, Dagang Net, DTS, PT DSH and PT DTI shall collectively be referred to as “the Group” or “the Plaintiffs”) vs Mohd Ismail Khan bin Wazir Khan, the former Chief Executive Officer of DTS (“the Defendant”): (continued)

The Judge on 19 July 2024 has decided as follows:

During the decision on 19 July 2024, the High Court has allowed the Plaintiffs’ claim and had granted the following reliefs:

1. A declaration that the Defendant had breached his fiduciary duty, trust, duty of care, skill and diligence, duty of fidelity and duty of trust and confidence towards the Plaintiffs, in regards to the ROV Acquisition;
2. A declaration that USD1,335,000 and/or all secret profits and/or other benefits obtained by the Defendant through the ROV Acquisition are held on constructive trust for the Plaintiffs;
3. An account of profits obtained by the Defendant for the sum of USD1,335,000 and/or all secret profits and/or other benefits procured through the ROV Acquisition;
4. Special damages in the sum of USD 1,250,000 and IDR23,764,196,250 to be paid by the Defendant to the Plaintiffs;
5. Pre-judgement interest on the sums adjudged by this Honourable Court at the rate of 5% per annum calculated from 15 November 2022 until the date of this judgment;
6. Post-judgement interest on the sums adjudged by this Honourable Court at the rate of 5% per annum calculated from the date of this judgement until its full realisation; and
7. Costs of RM150,000 to be paid by the Defendant to the Plaintiffs.

A Notice of Appeal has been filed by the Defendant on 22 July 2024 at the Court of Appeal.

The Court of Appeal has fixed a further Case Management on 2 July 2025 to update the Court on the status of the High Court’s grounds of judgement.

**Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 2025**

**17 Material events subsequent to the current period (continued)**

Significant events during the financial year are as follows: (continued)

- (a) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited:

- i. Arbitration proceeding against Mimastronics Technologies Company Limited (“MIMAS”)

DNeX Semiconductor Sdn. Bhd. (“DNeX Semi”), a wholly-owned subsidiary of the Company, had on 17 November 2022 issued and served a Notice of Arbitration to commence arbitration proceedings against MIMAS under rules 5.3 and 22.4 of the Asian International Arbitration Centre Arbitration Rules, 2021. MIMAS is wholly owned by Tethystronics Technologies Company Limited (“TTCL”), a special purpose vehicle ultimately owned by Beijing Integrated Circuit Advanced Manufacturing and High-End Equipment Equity Investment Fund Center (Limited Partnership) (“CGP”), which also held 40% equity interest in Silterra Malaysia Sdn. Bhd. (“Silterra”). Silterra is a 60% owned subsidiary of DNeX Semi which in turn is a subsidiary of the Company.

DNeX and CGP had respectively acquired, through DNeX Semi and TTCL, 60% and 40% of the shareholding of Silterra from Khazanah Nasional Berhad (“Khazanah”) pursuant to a Share Sale and Purchase Agreement dated 31 March 2021 between DNeX, CGP and Khazanah (“SilTerra SSPA”).

DNeX Semi and TTCL aimed to continue with the operations of Silterra. This necessitated compliance with the conditions imposed on the manufacturing licence (“the Licence”) issued to Silterra pursuant to the Industrial Co-ordination Act 1975. Amongst other things, it was a condition that at least 55% of the shareholding of Silterra was to be owned by a Malaysian entity. A breach of this condition would trigger a possible revocation of the Licence.

In order to fulfil commitments made by DNeX Semi and TTCL under the SilTerra SSPA, it was necessary for DNeX Semi to raise a sum of RM120 million in Silterra for the purposes specified in Schedule 4(I) of the SilTerra SSPA.

## Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 2025

### 17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

- (b) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited: (continued)

- i. Arbitration proceeding against Mimastronics Technologies Company Limited (“MIMAS”) (continued)

Various discussions were held between the parties to deliberate on the option of financial instruments to be used for purpose of raising the aforementioned funds. Of the options discussed, the parties had sought to opt for the possible issuance of Irredeemable Convertible Preference Shares (“ICPS”) in DNeX Semi amounting to RM100 million to be issued to and subscribed by MIMAS (“Proposed Investment”). The Proposed Investment forms the subscription exercise that was the subject of the Subscription Agreement dated 21 January 2022 entered between DNeX Semi, MIMAS and DNeX (“SSA”) by which MIMAS would become a 33.33% shareholder of DNeX Semi in return for a payment of RM100 million. The rights of the DNeX Semi and MIMAS as shareholders was to be regulated by the Shareholders Agreement dated 21 January 2022 entered between DNeX Semi, MIMAS and DNeX (“SHA”).

The execution of the SSA and SHA was done in accordance with a protocol which stipulates that wet-ink versions of the signing pages were only required for the purposes of stamping. Nonetheless upon executing the two agreements, DNeX reached out to MIMAS to delay the stamping as DNeX will need to seek greater clarity on the matter from the relevant authorities in fear that it might potentially breach any regulatory conditions duly imposed by the Government of Malaysia.

Accordingly, DNeX and CGP had sought clarification with the Ministry of Investment, Trade and Industry (“MITI”) in relation to the possible breach of any regulatory conditions pursuant to the Proposed Investment.

Vide MITI's letter dated 28 February 2022, DNeX and CGP learned that the prior approval of MITI was required in relation to the Proposed Investment. Despite the clarification letter from MITI, MIMAS purported to stamp the SSA and SHA, utilising scanned copies of the signing pages of the said agreements on which DNeX and DNeX Semi signed. This was despite the understanding of the parties that only wet ink copies would be stamped. At all material times, the original wet ink copies of the SSA and SHA are kept in trust by DNeX's solicitors and have not been released to CGP, MIMAS or its solicitors.

MIMAS took, and still takes, the position that such approval was not required and maintains that the SSA and the SHA are valid and enforceable. It is, further, MIMAS's position that these agreements should not be understood as being conditional upon such approval.

DNeX and DNeX Semi, however, consider such approval as necessary, more so in light of the terms and conditions of the SSA and the SHA which provide for MIMAS becoming a shareholder upon the issuance of the ICPS and not their conversion. If so, this puts the Licence, and thus the operations of Silterra, at risk. This is also after taking into account the MITI's letter dated 28 February 2022 which stipulates that the prior approval of MITI was required in relation to the Proposed Investment.

It is the position of DNeX and DNeX Semi that the SSA and the SHA are void by reason of Section 21, Contracts Act 1950 as the parties were under a mistake as to a matter of fact essential to the said agreements.

In view of the foregoing, DNeX and DNeX Semi demand that the dispute be referred to arbitration pursuant to the Arbitration Agreements in accordance with the Asian International Arbitration Centre Arbitration Rules, 2021.

DNeX and DNeX Semi will seek the necessary relief to have the SSA and SHA declared null and void.

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**17 Material events subsequent to the current period (continued)**

Significant events during the financial year are as follows: (continued)

- (b) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited: (continued)
- ii. Commencement of Originating Summons by TTCL against DNeX Semi and Silterra in relation to a shareholders' agreement dated 8 July 2021 entered between TTCL and DNeX Semi

The Company's subsidiaries namely, DNeX Semi and Silterra (collectively referred to as "the Group" or "the Defendants") were on 15 December 2022 served with an Originating Summons together with notice of Application (ex-parte) for injunctive relief against the Defendants. The cause papers were served at the registered office of the Defendants on 12 December 2022. As a result of inadvertent clerical error, the cause papers were not brought to the attention of the management of the Defendants. The notice of application sought among others, injunctive relief and remedies against the Defendants.

Commencement of Originating Summons by TTCL against DNeX Semi and Silterra in relation to a shareholders' agreement dated 8 July 2021 entered between TTCL and DNeX Semi (continued)

The notice of application was heard before the High Court on 14 December 2022. As a result of explanation given by the Defendants' counsel, the court granted an interim injunction pending hearing of the Plaintiff and Defendants on 22 February 2023.

A Consent Order ("Consent Order") was recorded on 9 January 2023 in the High Court of Kuala Lumpur in relation to the Originating Summons No. WA-24NCC(ARB)-55-12/2022 ("OS") on mutual agreement between TTCL, DNeX Semi and Silterra. Among others, the Consent Order provides that:

- 1) The Ad Interim Order dated 14 December 2022 ("Interim Injunction") was discharged;
- 2) The Board of Silterra shall not deliberate on matters in respect of the proceeding of the OS and impending arbitrations;
- 3) The Board of Silterra is entitled to convene subsequent meetings in respect of other matters related to Silterra, and that Silterra shall remain a nominal party in the OS proceedings;
- 4) TTCL and DNeX Semi shall ensure that their respective nominee directors of Silterra abide by the terms of the Consent Order and that such directors shall continue to act in the best interest of Silterra;
- 5) The composition of the Board of Silterra shall remain as at the composition prior to 21 November 2022; and
- 6) The Consent Order shall be effective and enforceable until the disposal of the OS. The Consent Order shall be discharged upon the disposal of the OS.

The Consent Order will not have any material financial impact other than legal cost to be incurred and no material operational impact is expected arising from the Consent Order. In contrary, the Consent Order will allow the Board of Silterra to operate their business as usual with a functional Board.



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### 17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

(b) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited (continued)

iii. Commencement of Arbitration by TTCL against DNeX Semi and Silterra

The Company had on 14 December 2022 received a Notice of Arbitration from TTCL (“the Claimant”) to commence arbitration proceedings against the Company’s subsidiaries namely, DNeX Semi (“1st Respondent”) and Silterra (“2nd Respondent”) (collectively referred to as “the Group” or “the Respondents”) under the Asian International Arbitration Centre Arbitration Rules, 2021 (“AIAC Rules”).

(a) Background

TTCL had entered into the Shareholders’ Agreement dated 8 July 2021 (“SHA”) with DNeX Semi. Silterra become party to the SHA pursuant to the Joinder Agreement TTCL (“JA”), the Company and Silterra dated 18 February 2022.

Disputes and differences have raised between TTCL, DNeX Semi and Silterra (collectively, “the Parties”) in relation to or arising out of the SHA (“the Disputes”). Disputes between TTCL, DNeX Semi and Silterra arise from the SHA, read with the JA and a further agreement as contained in a letter dated 8 July 2021 between DNeX Semi and the Company on the one part and TTCL, Beijing Integrated Circuit Advanced Manufacturing and High-End Equipment Equity Investment Fund Center (Limited Partnership) and Mimastronics Technologies Company Limited, on the other part (“Collateral Agreement”). The Collateral Agreement was entered into in connection with the SHA. In connection with the SHA, the Collateral Agreement was entered into for the purposes of, amongst other things, regulating the composition of Silterra’s Board.

In respect of the appointment of Directors of Silterra, it was agreed under Clause 4 of the SHA, read with the JA and the Collateral Agreement, that:

1. Unless otherwise unanimously agreed upon by TTCL, and DNeX Semi in writing, Silterra’s Board shall consist of not more than 5 Directors.
2. The composition of Silterra’s Board shall be mutually agreed upon TTCL and DNeX Semi in writing.
3. Silterra’s Board shall at all times comprise of 2 persons appointed by DNeX Semi and 3 persons appointed by TTCL, DNeX Semi and TTCL have the right to remove from Silterra’s Board the person that they have respectively appointed as Director.

However, the Company have been advised that the SHA is not binding in the Respondents for legal reasons that shall be made clear in the formal reply to be filled under the AIAC Rules.

Further, the Respondents have been advised that they have legal authority and basis to appoint additional directors. The 1st Respondent has passed the necessary Members’ Written Resolutions to appoint additional directors in accordance with the prevailing terms of the Constitution (“Appointment MWR”).



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### 17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

(b) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited (continued)

iii. Commencement of Arbitration by TTCL against DNeX Semi and Silterra (continued)

(b) Relief and Remedy sought by TTCL

Thus, TTCL demands that the Disputes be referred to arbitration pursuant to the AIAC Rules.

1. An order that DNeX Semi and Silterra (or any of them) take the necessary steps to comply with their obligations under the SHA.
2. A declaration that Appointment MWR is illegal, invalid, null, void and/or unenforceable ("Disputed Appointments").
3. A declaration that the Disputed Appointments are illegal, invalid, null, void and/or unenforceable.
4. An order that DNeX Semi and Silterra (or any of them) restore the composition of the board of directors of Silterra to the composition prior to the Appointment MWR, and that Silterra take steps to remove the Impugned Directors from Silterra's register of its directors, managers and secretaries.
5. A declaration that the Directors' Written Resolution ("DWR") on 21 November 2022 to rescind an earlier validly passed resolution of Silterra's Board dated 17 November 2022 and any DWR passed with the votes of Impugned Directors are illegal, invalid, null, void and/or unenforceable.
6. An order that DNeX Semi and Silterra (or any of them) take steps to rescind the Rescission DWR and any other DWR passed with the votes of the Impugned Directors.
7. An injunction against DNeX Semi and Silterra (or any of them), their servants and/or agents restraining them from acting upon or giving effect to Appointment MWR or any resolution for the appointment of Impugned Directors.
8. An injunction against DNeX Semi and Silterra (or any of them), their servants and/or agents restraining them from acting upon or giving effect to the Rescission DWR.
9. An injunction against DNeX Semi and Silterra (or any of them), their servants and/or agents restraining them from acting upon or giving effect to any DWR passed with the votes of the Impugned Directors or to take steps to propose or pass any DWR that is dependent on the votes of the Impugned Directors.
10. An injunction against DNeX Semi and Silterra (or any of them), their servants and/or agents restraining them from representing to anyone or holding out the Impugned Directors as the Directors of Silterra, or permitting the Impugned Directors as the Directors of Silterra, or permitting the Impugned Directors or any of them to hold themselves out as the Directors of Silterra.
11. An order for DNeX Semi to indemnify TTCL for all loss and damage suffered, the amount of which is to be assessed.
12. Damages to be assessed.
13. Interest.
14. Costs.
15. Such further orders deemed appropriate by the Tribunal.

The Company does not expect any material financial impact by reason of the relief and remedy sought by TTCL arising from the arbitration other than legal cost to be incurred. No material operational impact is expected arising from the arbitration.

None of the Directors and/or major shareholders of the Company and/or persons connected with them have any interests, direct or indirect, in the aforesaid arbitration proceedings.

AIAC had issued the final award on 24 January 2025 and the arbitrator awarded that TTCL, the minority shareholder of Silterra is entitled to appoint 3 members of the board of Directors of Silterra and that the Constitution of Silterra shall be amended accordingly.



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### 17 Material events subsequent to the current period (continued)

Significant events during the financial year are as follows: (continued)

- (b) Material litigation between Dagang NeXchange Berhad, DNeX Semiconductor Sdn. Bhd., Mimastronics Technologies Company Limited and Tethystronics Technologies Company Limited (continued)
- iii. Commencement of Arbitration by TTCL against DNeX Semi and Silterra (continued)

#### **Arbitration Costs as per Addendum to the Final Award dated 12 March 2025**

The 1st Respondent (DNeX Semi) is ordered to bear the:

- (i) AIAC's Administrative Fees of USD88,865.60 (inclusive of Malaysian SST) and bank charges of USD150.00;
- (ii) Sole Arbitrator's fees and expenses which are fixed by the Director of AIAC as USD411,600 and USD3,617.88 respectively; and
- (iii) Reimburse the Claimant and the 2nd Respondent, no later than 7 calendar days from the date this Final Award is served on the 1st Respondent, such amounts as the Claimant and the 2nd Respondent have respectively paid in respect of the AIAC's Administrative Fees and bank charges and the Sole Arbitrator's fees and expenses, less any amount that they may receive by way of refund from the AIAC.

The 1st Respondent is ordered to pay no later than 7 calendar days from the date this Final Award is served on it:

- (i) Claimant's costs of legal representation of RM794,551.42 and expenses RM13,449.96;
- (ii) Cost of hearing room and transcription services of RM4,465.80 and SGD3,733.32 respectively;
- (iii) Claimant's witness expenses of HKD18,050.66; and
- (iv) the AIAC Registration Fee of USD795 paid by the Claimant to the AIAC.

Interest at 5% per annum will accrue on the above sums and shall run from the date they fall due (i.e. 7 calendar days from the date of the Final Award) to the date of full payment.

On 27 March 2025, the Company has filed for a set-aside and stay of the Award by way of an Originating Summons filed to the High Court of Malaya in Kuala Lumpur.

The Group and the Company do not expect any material financial impact by reason of the commencement of the said arbitration proceedings other than legal cost to be incurred. Silterra remains a 60% owned subsidiary of DNeX Semi which in turn is a subsidiary of the Company. No material operational impact is expected arising from the arbitration other than disclosed above.



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### 18 Detailed analysis of the performance for the current quarter

#### (a) Quarter ended 31 March 2025 compared with quarter ended 31 March 2024

	Current quarter 31/3/2025 RM'000	Preceding year corresponding quarter 31/3/2024 RM'000	Variance %
Revenue	296,832	309,818	-4%
- Technology	178,712	137,956	30%
- Energy	78,812	105,930	-26%
- Information Technology ("IT")	39,308	65,932	-40%

The Group reported 4% lower revenue of RM296.8 million for the current quarter ended 31 March 2025 against the preceding year corresponding quarter.

#### **Technology Segment**

The Technology segment posted a strong performance in Q1 FY2025, with revenue rising 30% year-on-year to RM178.7 million from RM138.0 million in the corresponding quarter last year.

The RM40.7 million increase was primarily driven by an improved product mix and stronger market demand. Average selling price increased significantly to USD589 per wafer from USD467 per wafer a year ago, reflecting our deliberate business strategy to transition towards higher-value, innovation driven product segments. Wafer shipments also grew to 63.4k units, up from 56.6k units in Q1 FY2024.

This performance was further supported by rising demand for emerging technologies, which represented 37% of the product mix in the current quarter, compared to 19% in the same quarter last year.

#### **Energy Segment**

The Energy segment recorded revenue of RM78.8 million in Q1 FY2025, representing a 26% decline year-on-year from RM105.9 million in the corresponding quarter of FY2024.

The lower revenue was primarily attributed to decrease in average crude oil price and marginally lower lifting volumes. Crude oil was sold at USD74.3/bbl in Q1 FY2025, compared to USD87.7/bbl in Q1 FY2024, marking a 15% drop in price. Lifting volume also declined 7% year-on-year to 175k bbls, further impacting topline performance.



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**18 Detailed analysis of the performance for the current quarter (continued)**

**(a) Quarter ended 31 March 2025 compared with quarter ended 31 March 2024 (continued)**

**Information Technology Segment**

The Information Technology segment posted RM39.3 million in revenue for Q1 FY2025, down 40% from RM65.9 million in Q1 FY2024. The decline was mainly due to the absence of contribution from Subsea Telco business (Q1 FY2024: RM27.5 million) following completion of its divestment. Excluding Subsea Telco, the segment's core operations recorded RM39.3 million in Q1 FY2025 (Q1 FY2024: RM38.4 million), supported by progress of ongoing projects and consistent contribution from the NSW.

	<b>Current quarter 31/3/2025 RM'000</b>	<b>Preceding year corresponding quarter 31/3/2024 RM'000</b>	<b>Variance %</b>
Profit before tax ("PBT")	23,707	405	>100%
- Technology	(10,153)	(32,881)	69%
- Energy	25,401	28,390	-11%
- IT	14,897	9,686	54%
- Corporate	(6,438)	(4,790)	-34%

The Group recorded a PBT of RM23.7 million for the current quarter, an improvement of RM23.3 million compared to RM0.4 million in the preceding year corresponding quarter.

The improvement was primarily driven by the Information Technology segment, which contributed RM14.9 million (Q1 FY2024: RM9.7 million), and the Technology segment which narrowed its loss before tax to RM10.2 million (Q1 FY2024: RM32.9 million) due to improved topline performance.

This was partially offset by a lower PBT of RM25.4 million (Q1 FY2024: RM28.4 million) from the Energy segment, impacted by lower revenue arising from lower lifting volumes and crude oil prices. However, the impact was mitigated by a net foreign exchange gain of RM8.5 million (Q1 FY2024: forex loss of RM2.5 million) and lower finance costs of RM5.6 million (Q1 FY2024: RM14.2 million), following the full settlement of its secured bonds.



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**18 Comparison between the current quarter and the immediate preceding quarter (continued)**

**(b) Quarter ended 31 March 2025 compared with quarter ended 31 December 2024**

	<b>Current quarter 31/3/2025 RM'000</b>	<b>Immediate preceding quarter 31/12/2024 RM'000</b>	<b>Variance %</b>
Revenue	296,832	303,056	-2%
- Technology	178,712	174,127	3%
- Energy	78,812	68,729	15%
- Information Technology ("IT")	39,308	60,200	-35%
Profit/(Loss) before tax	23,707	(65,199)	>100%
- Technology	(10,153)	(15,067)	33%
- Energy	25,401	(26,122)	>100%
- IT	14,897	(20,556)	>100%
- Corporate	(6,438)	(3,454)	-86%

**Revenue**

The Group's revenue decreased by 2% to RM296.8 million in the quarter ending 31 March 2025. The technology division accounted for 60% of the Group's overall revenue, while the Energy and IT divisions contributed 27% and 13% respectively.

**Technology Segment**

The Technology Division recorded a revenue increase of RM4.6 million quarter-on-quarter, reaching RM178.7 million in Q1 FY2025 (Q4 FY2024: RM174.1 million).

The uplift was primarily driven by a 7% increase in wafer shipments, despite a marginal decline in average selling price to USD589 per wafer (Q4 FY2024: USD593 per wafer).

Sustained demand from emerging technologies, which continued to account for 37% of the total product mix, remains a key contributor to the division's performance.

**Energy Segment**

The Energy Division posted revenue of RM78.8 million in Q1 FY2025, marking a 15% increase from RM68.7 million in the preceding quarter (Q4 FY2024).

The improvement was largely attributable to a 30% increase in crude oil lifting volume, which rose to 175k barrels in Q1 FY2025 (Q4 FY2024: 134k barrels).

This volume growth more than offset a slight softening in the average realised crude oil price, which declined marginally to USD74.3/bbl from USD74.9/bbl in the immediate preceding quarter.

**Information Technology Segment**

The Information Technology Division recorded revenue of RM39.3 million in Q1 FY2025, representing a 35% decline from RM60.2 million in Q4 FY2024. The decrease was primarily due to the recognition of major project milestone billings in the preceding quarter, where the project is progressing closer to its completion in Q1 FY2025. The National Single Window (NSW) continued to be a key revenue contributor, accounting for approximately 73% of the trade facilitation business.



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**18 Comparison between the current quarter and the immediate preceding quarter (continued)**

**(b) Quarter ended 31 March 2025 compared with quarter ended 31 December 2024 (continued)**

**Profit/(Loss) Before Tax**

	<b>Current quarter 31/3/2025 Operating Profit/(Loss) RM'000</b>	<b>Net Impairment (Loss)/ Reversal RM'000</b>	<b>Current quarter 31/3/2025 Profit/(Loss) Before Tax RM'000</b>
Profit/(Loss) before tax ("PBT")	22,406	1,301	23,707
- Technology	(11,100)	947	(10,153)
- Energy	25,418	(17)	25,401
- IT	14,526	371	14,897
- Corporate	(6,438)	-	(6,438)

	<b>Immediate preceding quarter 31/12/2024 Operating Profit/(Loss) RM'000</b>	<b>Net Impairment (Loss)/ Reversal RM'000</b>	<b>Immediate preceding quarter 31/12/2024 Profit/(Loss) Before Tax RM'000</b>
Profit/(Loss) before tax ("PBT")	(36,277)	(28,922)	(65,199)
- Technology	(11,796)	(3,271)	(15,067)
- Energy	(26,562)	440	(26,122)
- IT	5,535	(26,091)	(20,556)
- Corporate	(3,454)	-	(3,454)

The Group recorded an operating profit of RM22.4 million for the current quarter, compared to an operating loss of RM36.3 million in the immediate preceding quarter. The improvement was primarily driven by stronger contributions from the Energy and Information Technology segments, alongside favourable foreign exchange movements.

The Energy Segment posted an operating profit of RM25.4 million, in line with improved revenue and lower operating costs. Additionally, the segment recorded a net foreign exchange gain of RM8.5 million (Q4 FY2024: net forex loss of RM19.5 million), mainly due to favourable movements in the US Dollar and Pound Sterling.

The Information Technology Segment recorded an operating profit of RM14.5 million (Q4 FY2024: RM5.5 million). This was partially mitigated by a forex loss of RM4.7 million (Q4 FY2024: net forex gain of RM3.1 million), attributed to the weakening of the Indonesian Rupiah against the Malaysian Ringgit, which mainly impacted the Subsea Telco business. The divestment of the Subsea Telco business was completed in the current quarter.

The Technology Segment registered an operating loss of RM11.1 million (Q4 FY2024: RM11.8 million), largely attributed by depreciation and amortisation costs.



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### 19 Prospects for 2025

#### **Technology**

Our strategic investments in high-value, emerging technologies are yielding tangible results. Rising demand for these technologies is evidenced by increased wafer shipments, improved fab loading rates, and stronger average selling prices—contributing to enhanced manufacturing efficiency and operational leverage.

This growth is driven by the accelerating adoption of AI, cloud computing, and other data-intensive applications, which are creating sustained demand for advanced semiconductor solutions.

To capitalize on this momentum, SilTerra is expanding its capabilities in Silicon Photonics—an enabling technology for high-speed, energy-efficient data transmission in hyperscale data centers. This innovation is vital to next-generation AI and cloud computing applications, offering faster data processing at significantly lower power consumption.

In addition to Silicon Photonics, SilTerra is experiencing growing demand for technologies such as MEMS on CMOS, Life Sciences, and Smart Power—serving critical use cases in smart devices, biomedical instrumentation, electric vehicles, and renewable energy systems.

These strategic initiatives reinforce SilTerra's position in the global semiconductor value chain and align the company with rising demand for next-generation, high-performance chip solutions.

#### **Energy**

Ping is strategically rebalancing its upstream portfolio with an increased focus on Malaysian oil fields. The reactivation of the brownfield Abu Cluster is currently underway, while further development of the Beta and Meranti Clusters is under evaluation.

In the UK, Ping continues to operate the producing Anasuria field, while planning for the development of greenfield assets - Fyne, Avalon, and Pilot, alongside the rejuvenation plan of our brownfield Hutton asset.

Despite a more subdued crude oil price environment, our disciplined cost structure and emphasis on production efficiency are expected to sustain profitability.

By leveraging synergies between our upstream and downstream operations, we are building a more integrated and agile energy platform - positioned to enhance value creation across the full energy value chain.

#### **Information Technology**

Our goal is to play a key role in Malaysia's digital transformation landscape by delivering high impact solutions across critical areas of the economy. We continue to broaden our business beyond government-driven model to include more private sector digital transformation projects.

By leveraging strategic partnerships, including those with Google Cloud and Gamuda Group, we are positioning DNeX as a leading provider of AI-enabled sovereign cloud infrastructure. This positions us to effectively serve high-value clients in regulated sectors such as government, financial services, and national security.

These developments underscore the business segment's ongoing transformation into a comprehensive, cloud-enabled, AI-driven digital solutions provider, with a strategic focus on high-growth and high-trust sectors.



DAGANG NEXCHANGE BERHAD  
(Registration No. 197001000738 (10039-P))  
Incorporated in Malaysia

## Quarterly Report on Consolidated Results for the First Quarter Ended 31 March 2025

### 20 Variance for actual and forecast profit

The Company did not issue any profit forecast or profit guarantee during the financial period reported.

### 21 Earnings per share

Basic earnings per share	Quarter and Year-To-Date Ended	
	Current year quarter 31/3/2025 RM'000	Preceding year corresponding quarter 31/3/2024 RM'000
Profit attributable to the Owners of the Company	(79,035)	14,461
Number of ordinary shares at beginning of the period	3,471,964	3,156,331
Effect of new ordinary shares issued	-	-
Weighted average number of ordinary shares	<u>3,471,964</u>	<u>3,156,331</u>
Basic earnings per share (sen)	(2.28)	0.46
Diluted earnings per share	Quarter and Year-To-Date Ended	
	Current year quarter 31/3/2025 RM'000	Preceding year corresponding quarter 31/3/2024 RM'000
Profit attributable to the Owners of the Company	(79,035)	14,461
Weighted average number of ordinary shares as per basic earnings per share	3,471,964	3,156,331
Effect of potential exercise of ESOS	-	-
Weighted average number of ordinary shares	<u>3,471,964</u>	<u>3,156,331</u>
Diluted earnings per share (sen)	(2.28)	0.46

### 22 Authorisation for issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

Kuala Lumpur  
29 May 2025

By Order of the Board  
CHIN WAI YI (MAICSA 7069783)  
Company Secretary