FARMIERA BERHAD

Registration No. 202401017267(1563117-V)
(Incorporated in Malaysia under the Companies Act, 2016)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2026 (1)

		Individual Quarter		Cumulative Quarters	
	Note	Current Year Quarter 30.06.2026 RM'000	Preceding Year Corresponding Quarter 30.06.2025 (2) RM'000	Current Year-to-Date 30.06.2026 RM'000	Preceding Year Corresponding Period 30.06.2025 (2) RM'000
Revenue		164,167	N/A	331,362	N/A
Cost of sales		(146,864)	N/A	(297,500)	N/A
Gross profit		17,303	N/A	33,862	N/A
Other income		100	N/A	288	N/A
Selling and distribution expenses		(4,110)	N/A	(8,123)	N/A
Administrative expenses		(6,057)	N/A	(12,295)	N/A
Other operating expenses		(862)	N/A	(1,363)	N/A
Operating profit		6,374	N/A	12,369	N/A
Finance income		119	N/A	258	N/A
Finance costs		(1,747)	N/A	(3,387)	N/A
Profit before tax	B12	4,746	N/A	9,240	N/A
Income tax expense	B5	(1,270)	N/A	(2,691)	N/A
Profit for the financial period representing total comprehensive income for the financial period		3,476	N/A	6,549	N/A
Profit attributable to:					
Owners of the Group		3,476	N/A	6,549	N/A
Non-controlling interests		-	N/A	-	N/A
		3,476	N/A	6,549	N/A
Total comprehensive income attributable to:					
Owners of the Group		3,476	N/A	6,549	N/A
Non-controlling interests		-	N/A	-	N/A
		3,476	N/A	6,549	N/A
Earnings per share (sen)					
- Basic and diluted (3)	B10	0.77	N/A	1.46	N/A

Notes:

(1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read in conjunction with the Company's audited financial statement for the financial year ended 31 December 2025 and the accompanying explanatory notes attached in this interim financial report.

(2) This is the fourth interim financial report announced in compliance with the ACE Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities"). There are no comparative figures for the preceding year's corresponding quarter and corresponding period available as no interim financial report was prepared for the comparative financial quarter and year concerned.

(3) Computed based on profit attributable to owners of the Company divided by the weighted average number of ordinary shares in issue of 450,000,000 as at the end of the financial period. The diluted earnings per share of the Company for the quarter are equivalent to the basic earnings per share as the Company does not have any convertible securities at the end of the reporting period of this interim financial report.

N/A – Not applicable

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026 (1)

	Note	UNAUDITED As at 30.06.2026 RM'000	AUDITED As at 31.12.2025 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		200,699	167,949
Deferred tax assets		115	65
Other receivables		89	86
Total non-current assets		200,903	168,100
Current assets			
Biological assets		18,794	20,261
Inventories		2,369	2,335
Trade receivables		44,931	33,553
Other receivables, deposits and prepayments		7,449	10,886
Current tax assets		9	81
Other investments		5,165	11,017
Cash and bank balances		21,575	16,469
Total current assets		100,292	94,602
TOTAL ASSETS		301,195	262,702
EQUITY AND LIABILITIES			
Equity attributable to owners of the Group			
Share capital		83,396	83,396
Reserves		14,368	10,069
TOTAL EQUITY		97,764	93,465
Non-current liabilities			
Deferred tax liabilities		5,773	5,405
Loans and borrowings	B8	106,600	88,922
Total non-current liabilities		112,373	94,327
Current liabilities			
Trade payables		33,518	30,834
Other payables, accruals and deposits received		14,169	10,655
Current tax liabilities		1,194	1,496
Loans and borrowings	B8	42,177	31,925
Total current liabilities		91,058	74,910
TOTAL LIABILITIES		203,431	169,237
TOTAL EQUITY AND LIABILITIES		301,195	262,702
Net assets per ordinary share (RM) (2)		0.22	0.21

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026 [(1)] (CONTINUED)

Notes:

(1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position is disclosed in Note A1 and should be read in conjunction with the Company's audited financial statement for the financial year ended 31 December 2025 and the accompanying explanatory notes attached in this interim financial report.

(2) The net assets per share as at 30 June 2026 and 31 December 2025 are computed based on the consolidated net assets of the Company divided by the weighted average number of ordinary shares of 450,000,000.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER ENDED 30 JUNE 2026 (1)

	Attributable to owners of the Company			
	Invested equity/ share capital RM'000	Reorganisation deficit RM'000	Retained earnings RM'000	Total equity RM'000
Group				
At 1 January 2026 (Audited)	**83,396**	**(38,810)**	**48,879**	**93,465**
Total comprehensive income for the financial period				
Profit for the financial period representing total comprehensive income for the financial period	-	-	6,549	6,549
Transactions with owners				
Dividend paid	-	-	(2,250)	(2,250)
Balance as at 30 June 2026	**83,396**	**(38,810)**	**53,178**	**97,764**

Note:

(1) The basis of preparation of the condensed consolidated statements of changes in equity is disclosed in Note A1 and should be read in conjunction with the Company's audited financial statement for the financial year ended 31 December 2025 and the accompanying explanatory notes attached in this interim financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 30 JUNE 2026 (1)

	Current Year-to-Date 30.06.2026 RM'000	Preceding Year Corresponding Period 30.06.2025 (1) RM'000
Cash flows from operating activities		
Profit before tax	9,240	N/A
Adjustments for:		
Depreciation of property, plant and equipment	5,968	N/A
Gain on disposal of property, plant and equipment	(9)	N/A
Gain on early termination of lease	(31)	N/A
Bad debts written off	156	N/A
Finance costs	3,387	N/A
Finance income	(258)	N/A
Operating profit before working capital changes	18,453	N/A
Changes in working capital:		
Decrease in biological assets	1,466	N/A
Increase in inventories	(34)	N/A
Increase in trade and other receivables	(8,098)	N/A
Increase in trade and other payables	6,197	N/A
Net cash generated from operations	17,984	N/A
Income tax paid	(2,621)	N/A
Income tax refund	20	N/A
Interest received	107	N/A
Interest paid	(14)	N/A
Net cash from operating activities	15,476	N/A
Cash flows used in investing activities		
Purchase of property, plant and equipment	(32,147)	N/A
Proceeds from disposal of property, plant and equipment	201	N/A
Purchase of other investments	(9,448)	N/A
Proceeds from disposal of other investments	15,300	N/A
Interest received	148	N/A
Net cash used in investing activities	(25,946)	N/A

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 30 JUNE 2026 (1) (CONTINUED)

	Current Year-to-Date 30.06.2026 RM'000	Preceding Year Corresponding Period 30.06.2025 (1) RM'000
Cash flows from financing activities		
Drawdown of term loans	19,341	N/A
Repayment of term loans	(2,022)	N/A
Repayment of lease liabilities	(615)	N/A
Drawdown of hire purchases	1,568	N/A
Repayment of hire purchase payables	(822)	N/A
Proceeds from trade finance	94,368	N/A
Repayment of trade finance	(90,619)	N/A
Dividends paid - Owners of the Company	(2,250)	N/A
Interest paid	(3,373)	N/A
Net cash generated from financing activities	15,576	N/A
Cash and cash equivalents		
Net increase in cash and cash equivalents	5,106	N/A
At beginning of financial period	16,469	N/A
At end of financial period	**21,575**	**N/A**

Notes:

(1) The basis of preparation of the condensed consolidated statements of cash flows is disclosed in Note A1 and should be read in conjunction with the Company's audited financial statement for the financial year ended 31 December 2025 and the accompanying explanatory notes attached in this interim financial report.

(2) This is the fourth interim financial report announced by the Company in compliance with the Listing Requirements. There are no comparative figures for the preceding year's corresponding quarter as there is no interim financial report prepared for the comparative period concerned.

N/A – Not applicable

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING

A1. BASIS OF PREPARATION

The interim financial report of Farmiera Berhad ("Farmiera" or the "Company") and its subsidiaries ("the Group") is unaudited and has been prepared in accordance with the requirements of MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Rule 9.22 and Appendix 9B of the Listing Requirements.

The interim financial report should be read in conjunction with the Company's audited financial statement for the financial year ended 31 December 2025 and the accompanying explanatory notes attached in this interim financial report. Any discrepancies in the tables between the amounts listed and the totals in this interim financial report are due to rounding.

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the preparation of the audited financial statement for the financial year ended 31 December 2025, save for the adoption of the following new accounting standards and/or interpretations (including the consequential amendments, if any): -

Amendments to MFRS
MFRS 121 The Effects of Changes in Foreign Exchange Rates

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

The Group and the Company have not adopted the following new MFRS and amendments to MFRSs that have been issued, but yet to be effective:

		Effective for financial periods beginning on or after
New MFRS		
MFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRSs		
MFRS 1	First-time Adoption of MFRSs	1 January 2026
MFRS 7	Financial Instruments: Disclosures	1 January 2026
MFRS 9	Financial Instruments	1 January 2026
MFRS 10	Consolidated Financial Statements	1 January 2026/ Deferred
MFRS 107	Statement of Cash Flows	1 January 2026
MFRS 121	The Effects of Changes in Foreign Exchange Rates	1 January 2027
MFRS 128	Investments in Associates and Joint Ventures	Deferred

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Group and the Company plan to adopt the above applicable new MFRS and amendments to MFRSs when they become effective. A brief discussion on the above significant new MFRS and amendments to MFRSs that may be applicable to the Group and the Company is summarised below: -

MFRS 18 Presentation and Disclosure in Financial Statements

MFRS 18 Presentation and Disclosure in Financial Statements introduces three sets of new requirements to improve companies' reporting of financial performance: -

- Improved comparability in the statement of profit or loss (income statement)
- Enhanced transparency of management-defined performance measures
- More useful grouping of information in the financial statements

MFRS 18 replaces MFRS 101 Presentation of Financial Statements. It carries forward many requirements from MFRS 101. MFRS 18 is effective for annual reporting periods beginning on or after 1 January 2027, but companies can apply it earlier.

The Group is currently assessing the amendments to determine the extent of their impact on the Group's accounting policy disclosures, if any.

MFRS 19, Subsidiaries without Public Accountability: Disclosures

MFRS 19 permits eligible subsidiaries that do not have public accountability to apply the recognition and measurement requirements of MFRS Accounting Standards while providing reduced disclosures.

The Group is currently assessing the amendments to determine the extent of their impact on the Group's accounting policy disclosures, if any.

Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates

Amendments to MFRS 121 clarifies how entities should translate financial statements from a non-hyperinflationary currency into a hyperinflationary presentation currency.

- When an entity's functional currency is the currency of a non-hyperinflationary economy but its presentation currency is the currency of a hyperinflationary economy, the results and financial position of the entity shall be translated into the presentation currency by translating all amounts (ie assets, liabilities, equity items, income and expenses, including comparatives) at the closing rate at the date of the most recent statement of financial position.

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates (Continued)

- When an entity's functional currency and presentation currency are the currency of a hyperinflationary economy (or are the currencies of different hyperinflationary economies) and the entity translates the results and financial position of a foreign operation whose functional currency is that of a non-hyperinflationary economy, the entity shall restate the comparative amounts of that foreign operation included in the entity's previously issued financial statements by applying the general price index it applies to corresponding figures for the previous reporting period in accordance with paragraph 34 of MFRS 129 Financial Reporting in Hyperinflationary Economies.

A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The audited financial statements of the Group for the financial year ended 31 December 2025 were not subject to any qualification.

A4. SEASONAL OR CYCLICAL FACTORS

The business operations of the Group were not affected by any notable seasonal or cyclical trend during the current financial quarter under review.

A5. ITEMS OR INCIDENTS OF AN UNUSUAL NATURE

Save as disclosed below, there were no unusual items affecting the assets, liabilities, equity, net income and cash flows during the current financial quarter under review.

1) Fire Incident at Farm Linggi, Negeri Sembilan

   As previously disclosed, a fire incident occurred on 14 February 2026 at the Group's owned broiler farm located at Lot 3633, Kampung Air Hitam, 71150 Linggi, Negeri Sembilan ("Farm Linggi"), resulting in the loss of three chicken houses with a combined capacity of approximately 100,000 broilers per cycle. There were no broiler losses, injuries or casualties arising from the incident. The Group continues to manage the production disruption through the engagement of additional contract farmers to sustain production volume and fulfil existing market commitments.

   There were no further material developments during the current financial quarter under review. The insurance claims in respect of the incident remain in progress, and the assessment of losses is ongoing. The Group will make the necessary disclosures upon conclusion of the assessment.

   The Board will also provide further updates as and when any material development arises.

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A6. MATERIAL CHANGES IN ACCOUNTING ESTIMATES

There were no material changes in estimates that will have a material impact on the Group in the current financial quarter under review.

A7. DEBT AND EQUITY SECURITIES

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

A8. DIVIDEND PAID

On 18 May 2026, the Board of Directors declared first interim single tier dividend of RM0.005 per ordinary share in respect of the financial year ending 31 December 2026. Total amount of RM2.25 million was paid on 15 June 2026 to shareholders whose names appeared in the Record of Depositors of the Company at the close of business on 4 June 2026.

A9. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE CURRENT FINANCIAL QUARTER

There were no material events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report.

A10. CHANGES IN THE COMPOSITION OF THE GROUP

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

A11. CONTINGENT ASSETS OR CONTINGENT LIABILITIES

There were no contingent assets and contingent liabilities during the current financial quarter under review.

A12. MATERIAL CAPITAL COMMITMENTS

Save for capital commitments as disclosed below, the Group does not have any other material capital commitments as at 30 June 2026.

	RM'000
Approved and contracted for	12,660
Approved and not contracted for	2,018

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A13. SEGMENTAL INFORMATION

The Group has prepared the following segmental information in accordance with MFRS 8 Operating Segments based on the internal reports from the Group's strategic business units. These reports are regularly reviewed by the Directors for the purpose of making decisions on resource allocation and to assess the performance of each business unit.

The three reportable operating segments are as follows: -

Segments	Product and services
Poultry Farming	Comprises broiler farming in self-operated farms and contract farms, where full-grown broilers are utilised for the Group's own raw poultry processing, and trading of live broilers to livestock distributors and traders.
Poultry Processing	Comprises the processing and distribution of Halal certified raw poultry products.
Others	Investment holding, provision of management services and dormant.

Segment revenue and profit

Segment performance is used to measure performance as the Group's Managing Director believes that such information is the most relevant in evaluating the results of a certain segment relative to other entities that operate within these industries.

	Poultry Farming	Poultry Processing	Investment holdings and others	Adjustment and elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Current quarter					
Three (3) months ended 30 June 2026					
Revenue:					
Revenue from external customers	87,292	76,875	-	-	164,167
Inter-segment revenue	64,494	4	2,707	(67,205)	-
Total segment revenue	**151,786**	**76,879**	**2,707**	**(67,205)**	**164,167**
Segment profit / (Loss)	**4,363**	**1,010**	**(627)**	**-**	**4,746**
Income tax expense	(1,409)	(267)	406	-	(1,270)
Profit / (loss) for the financial period	**2,954**	**743**	**(221)**		**3,476**

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A13. SEGMENTAL INFORMATION (CONTINUED)

Segment revenue and profit (Continued)

	Poultry Farming	Poultry Processing	Investment holdings and others	Adjustment and elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Year-to-date					
Six (6) months ended 30 June 2026					
Revenue:					
Revenue from external customers	174,460	156,902	-	-	331,362
Inter-segment revenue	121,152	18	5,414	(126,584)	-
Total segment revenue	**295,612**	**156,920**	**5,414**	**(126,584)**	**331,362**
Segment profit / (Loss)	**8,932**	**1,459**	**(1,151)**	**-**	**9,240**
Income tax expense	(2,632)	(363)	304	-	(2,691)
Profit / (loss) for the financial period	**6,300**	**1,096**	**(847)**		**6,549**

The Group operates predominantly in Malaysia.

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 30.06.2026 RM'000	Preceding Year Corresponding Quarter 30.06.2025 (1) RM'000	Current Year-to-Date 30.06.2026 RM'000	Preceding Year Corresponding Period 30.06.2025 (1) RM'000
Domestic:				
Malaysia	164,167	N/A	331,362	N/A
International:				
-	-	N/A	-	N/A
Total revenue	**164,167**	**N/A**	**331,362**	**N/A**

Notes:

(1) This is the fourth interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year's corresponding quarter and corresponding period available as no interim financial report was prepared for the comparative financial quarter and year concerned.

N/A – Not applicable

Segment assets and liabilities

Segment assets and liabilities information are neither included in the internal management reports nor provided regularly to the Group's Managing Director. Hence, no disclosure is made on segment assets and liabilities.

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A14. VALUATION OF PROPERTY, PLANT AND EQUIPMENT, AND INVESTMENT PROPERTIES

There was no valuation of property, plant and equipment, and investment properties undertaken during the current financial quarter under review.

A15. SIGNIFICANT RELATED PARTY TRANSACTIONS

The Board is of the opinion that there is no related party transaction which would have a material impact on the financial position and the business of the Group for the current financial quarter under review.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. REVIEW OF PERFORMANCE

COMPARISON OF CURRENT FINANCIAL QUARTER UNDER REVIEW WITH THE CORRESPONDING FINANCIAL QUARTER IN THE PRECEDING YEAR

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 30.06.2026 RM'000	Preceding Year Corresponding Quarter 30.06.2025 (1) RM'000	Current Year-to-Date 30.06.2026 RM'000	Preceding Year Corresponding Period 30.06.2025 (1) RM'000
Revenue	164,167	N/A	331,362	N/A
Profit before tax	4,746	N/A	9,240	N/A
Profit after tax	3,476	N/A	6,549	N/A

Notes:

(1) This is the fourth interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year's corresponding quarter and corresponding period available as no interim financial report was prepared for the comparative financial quarter and year concerned.

N/A – Not applicable

The Group's revenue for the financial periods under review was derived from two business segments:

(i) Poultry Farming, which involves:
- self-operated farms, which involve sales of live broilers from own farms to livestock distributors and traders;
- contract farms, which involve sales of live broiler from contract farmers to livestock distributors and traders; sales of broiler day-old chicks ("DOCs"), feed, vaccines, and medicines to contract farmers for broilers rearing; and to customers who are not contract farmers engaged by our Group; and
- trading of live broilers, which involves the outright sale of live broilers sourced from third-party suppliers.

(ii) Poultry Processing, which involves the processing and distribution of Halal certified raw poultry products through our Lukut Processing Plant and Ipoh Processing Plant.

For the second quarter ended 30 June 2026 ("Q2 FY2026"), the Group recorded revenue of RM164.17 million, of which RM87.29 million (53.17%) was derived from Poultry Farming, and RM76.88 million (46.83%) was derived from Poultry Processing.

The Group achieved profit before tax of RM4.75 million and profit after tax of RM3.48 million respectively in the current quarter under review.

PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B1. REVIEW OF PERFORMANCE (CONTINUED)

COMPARISON OF CURRENT FINANCIAL QUARTER UNDER REVIEW WITH THE CORRESPONDING FINANCIAL QUARTER IN THE PRECEDING YEAR (CONTINUED)

For the cumulative quarters under review, the Group recorded revenue of RM331.36 million of which RM174.46 million (52.65%) was derived from Poultry Farming, and RM156.90 million (47.35%) was derived from Poultry Processing.

The Group achieved profit before tax of RM9.24 million and profit after tax of RM6.55 million for the cumulative quarters under review.

B2. PERFORMANCE COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

	Current Quarter 30.06.2026 RM'000	Immediate Preceding Quarter 31.03.2026 RM'000	Variance RM'000	Variance %
Revenue	164,167	167,195	(3,028)	-1.81%
Profit before tax	4,746	4,494	252	5.61%
Profit after tax	3,476	3,073	403	13.11%

Compared with the immediate preceding quarter ended 31 March 2026, the Group recorded revenue of RM164.17 million, representing a decrease of RM3.03 million or -1.81% from RM167.20 million. The decrease was mainly attributable to lower contribution from Poultry Processing segment, mainly due to lower sales generated from its trading activities.

Despite the decrease in revenue, the Group's profit before tax improved by RM0.25 million or 5.61% to RM4.75 million, compared with RM4.49 million in the preceding quarter. Meanwhile, profit after tax increased by RM0.40 million or 13.11% during the quarter under review. The improvement was mainly attributable to lower operating costs and lower non-deductible expenses during the quarter under review.

B3. COMMENTARY ON PROSPECTS

The Group remains cautiously optimistic on the prospects of the poultry industry in Malaysia. Malaysia's economy continued to demonstrate resilience, recording year-on-year GDP growth of 6.0% in the second quarter of 2026, compared with 5.4% in the preceding quarter, bringing GDP growth for the first half of 2026 to 5.7%. The expansion was primarily supported by resilient domestic demand, stronger private consumption and improved external trade. The Ministry of Finance has maintained its official 2026 GDP growth forecast of 4.0% to 5.0%, reflecting continued confidence in the domestic economy despite external uncertainties.

PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B3. COMMENTARY ON PROSPECTS (CONTINUED)

The poultry industry is expected to remain supported by steady domestic consumption, as chicken continues to be one of Malaysia's most affordable and widely consumed sources of protein. While the overall agriculture sector contracted during the quarter due mainly to weaker oil palm production, the livestock sub-sector continued to register positive growth, indicating resilient underlying demand for poultry products.

The Group also expects continued support from the food service and hospitality sectors. Higher tourist arrivals and activities under Visit Malaysia 2026 are expected to contribute positively to demand across the Food & Beverage, accommodation and processed food segments, providing additional market opportunities for poultry products.

Nevertheless, the operating environment remains subject to volatility in feed commodity prices, foreign exchange movements, energy and logistics costs, as well as geopolitical developments that may disrupt global supply chains. As corn and soybean meal remain largely imported, fluctuations in commodity prices and the Ringgit exchange rate may continue to influence production costs and industry margins.

Against this backdrop, the Group will continue to focus on operational efficiency, disciplined cost management and strengthening supply chain resilience. The ongoing expansion into upstream broiler breeding and hatchery operations is expected to enhance control over DOC supply, improve quality assurance and support long-term cost optimisation.

Barring any unforeseen circumstances, the Group remains cautiously optimistic about its prospects for the financial year ending 31 December 2026.

B4. VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT

The Group did not issue any profit forecast or profit estimation in any announcement or public document.

B5. INCOME TAX EXPENSES

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 30.06.2026 RM'000	Preceding Year Corresponding Quarter 30.06.2025 (1) RM'000	Current Year-to-Date 30.06.2026 RM'000	Preceding Year Corresponding Period 30.06.2025 (1) RM'000
Current tax:				
- Current provision	947	N/A	2,372	N/A
- Deferred tax	323	N/A	319	N/A
Tax expense	1,270	N/A	2,691	N/A
Effective tax rate	26.76%	N/A	29.12%	N/A

PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B5. INCOME TAX EXPENSES (CONTINUED)

The Group's effective tax rate stood at 26.76% and 29.12% for the current financial quarter and financial period-to-date respectively, which were higher than the statutory tax rate applicable in Malaysia of 24.0%, mainly due to non-deductible expenses.

Notes:

(1) This is the fourth interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year's corresponding quarter and corresponding period available as no interim financial report was prepared for the comparative financial quarter and year concerned.

N/A – Not applicable

B6. STATUS OF CORPORATE PROPOSALS

There was no other corporate proposal announced but not completed as at the date of this interim financial report under review.

B7. UTILISATION OF PROCEEDS

As at 30 June 2026, the status of the utilisation of the gross proceeds of RM29.25 million raised from the Initial Public Offering (further details are as disclosed in the Prospectus dated 21 October 2025 issued by our Company and available on Bursa Securities' website) is as follows:

Details of use of proceeds	Proposed Utilisation RM'000	%	Actual Utilisation RM'000	%	Balance RM'000	%	Estimated timeframe for utilisation from the date of listing
Capital expenditure							
(i) Parent stock farms	12,548	42.9	12,548	48.1	-	-	Within 9 months
(ii) Hatchery	9,600	32.8	6,449	24.7	3,151	100.0	Within 18 months
Working capital	2,802	9.6	2,802	10.7	-	-	Within 12 months
Estimated listing expenses	4,300	14.7	4,300	16.5	-	-	Within 1 month
Total	29,250	100.0	26,099	100.0	3,151	100.0	

PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B8. LOANS AND BORROWINGS

	UNAUDITED As at 30.06.2026 RM'000	AUDITED As at 31.12.2025 RM'000
Non-current		
Secured		
Term loans	86,404	65,065
Hire purchase payables	4,649	4,188
	91,053	**69,253**
Unsecured		
Term loans	3,762	7,186
Lease liabilities	11,785	12,483
	15,547	**19,669**
Total Non-current	**106,600**	**88,922**
Current		
Secured		
Term loans	6,563	3,429
Hire purchase payables	1,798	1,529
Trade finance	7,126	3,873
	15,487	**8,831**
Unsecured		
Term loans	3,839	823
Lease liabilities	1,821	1,738
Trade finance	21,030	20,533
	26,690	**23,094**
Total Current	**42,177**	**31,925**
Total Loans and Borrowings	**148,777**	**120,847**

PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B9. PROPOSED DIVIDEND

No dividend has been proposed for the current financial quarter.

B10. EARNINGS PER SHARE ("EPS")

The basic and diluted EPS for the current financial quarter and year-to-date are computed as follows:

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 30.06.2026 RM'000	Preceding Year Corresponding Quarter 30.06.2025 (1) RM'000	Current Year-to-Date 30.06.2026 RM'000	Preceding Year Corresponding Period 30.06.2025 (1) RM'000
PAT attributable to owners of the parent (RM'000)	3,476	N/A	6,549	N/A
Number of ordinary shares in issue (000)	450,000	N/A	450,000	N/A
Basic/Diluted EPS(2) (sen)	0.77	N/A	1.46	N/A

Notes:

(1) This is the fourth interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year's corresponding quarter and corresponding period available as no interim financial report was prepared for the comparative financial quarter and year concerned.

(2) Basic/Diluted EPS is calculated based on weighted average number of ordinary shares in issue of 450,000,000 as at the end of the financial period. The diluted EPS is equivalent to the basic EPS as the Company does not have any convertible securities as at the end of the current financial quarter under review.

N/A – Not applicable

B11. MATERIAL LITIGATION

As at the date of this report, there is no litigation or arbitration which has a material effect on the financial position of the Group; and the Board of Directors of the Company is not aware of any proceedings pending or threatened or of any fact likely to give rise to any proceedings.

PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B12. DISCLOSURE ON SELECTED (INCOME)/EXPENSE ITEMS

Included in the Group's profit before tax are the following (income)/expense items:

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 30.06.2026 RM'000	Preceding Year Corresponding Quarter 30.06.2025 (1) RM'000	Current Year-to-Date 30.06.2026 RM'000	Preceding Year Corresponding Period 30.06.2025 (1) RM'000
Profit before tax is stated after charging:-				
Depreciation of property, plant and equipment	3,098	N/A	5,968	N/A
Loss on disposal of property, plant and equipment	60	N/A	-	N/A
Interest expense	1,747	N/A	3,387	N/A
and crediting: -				
Interest income	(119)	N/A	(258)	N/A
Gain on disposal of property, plant and equipment	-	N/A	(9)	N/A

Notes:

(1) This is the fourth interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year's corresponding quarter and corresponding period available as no interim financial report was prepared for the comparative financial quarter and year concerned.

N/A – Not applicable

B13. FINANCIAL INSTRUMENTS

Derivatives

The Group does not have any derivative financial instruments for the current financial quarter under review.

Disclosures of Gain or Losses arising from Fair Value Changes of Financial Liabilities

There were no gains or losses arising from fair value changes of the Group's financial liabilities for the current financial quarter under review.

BY ORDER OF THE BOARD
FARMIERA BERHAD
19 AUGUST 2026