



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2025

The figures have not been audited.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED (Unaudited) 31-Dec-25 RM'000	PRECEDING YEAR QUARTER ENDED (Unaudited) 31-Dec-24 RM'000	CURRENT YEAR QUARTER ENDED (Unaudited) 31-Dec-25 RM'000	PRECEDING YEAR QUARTER ENDED (Unaudited) 31-Dec-24 RM'000
Turnover	7,199	10,370	31,829	50,764
Cost of sales	(7,854)	(10,905)	(31,787)	(48,759)
Gross (loss)/profit	(655)	(535)	42	2,005
Other operating income	1,158	4,346	1,489	4,813
Selling & Distribution expenses	(376)	(432)	(1,707)	(1,880)
Administrative and general expenses	(9)	(1,495)	(6,183)	(6,140)
Results from operating activities	118	1,884	(6,359)	(1,202)
Finance costs	(593)	(702)	(2,276)	(1,363)
(Loss)/Profit before taxation	(475)	1,182	(8,635)	(2,565)
Tax expense	1,743	122	1,649	21
Profit/(Loss) after taxation	1,268	1,304	(6,986)	(2,544)
Other comprehensive Income	8,529	130	8,529	130
Total comprehensive Income/(Loss)	9,797	1,434	1,543	(2,414)
Profit/(Loss) attributable to:				
Equity holders of the parent	1,268	1,304	(6,986)	(2,544)
Minority interests	-	-	-	-
	1,268	1,304	(6,986)	(2,544)
Total comprehensive Profit/(Loss) attributable to :				
Equity holders of the parent	9,797	1,434	1,543	(2,414)
Minority interests	-	-	-	-
Total comprehensive Profit/(Loss)	9,797	1,434	1,543	(2,414)
Basic earnings/(loss) per share (sen)	2.50	2.57	(13.75)	(5.01)

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2024 and the accompanying explanatory notes attached to the Interim Financial Statement.



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2025

The figures have not been audited.

	As At 31 December 2025 (Unaudited) RM'000	As At 31 December 2024 (Audited) RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	42,322	56,587
Investment properties	22,341	1,835
	64,663	58,422
Current Assets		
Inventories	4,788	9,174
Trade and other receivables	4,855	8,720
Tax recoverable	192	153
Cash and bank balances	1,333	1,167
	11,168	19,214
TOTAL ASSETS	75,831	77,636
EQUITY AND LIABILITIES		
Share capital	44,962	44,962
Revaluation Reserve	29,772	22,205
Accumulated losses	(32,485)	(26,461)
Total Equity	42,249	40,706
Non-Current Liabilities		
Lease liability	1,097	1,887
Amount Owing To Related Parties	20,812	18,370
Deferred Tax	5,061	7,299
	26,970	27,556
Current Liabilities		
Lease liability	790	785
Trade and other payables	4,849	6,969
Bill payable	963	1,619
Tax liability	10	1
	6,612	9,374
Total Liabilities	33,582	36,930
TOTAL EQUITY AND LIABILITIES	75,831	77,636
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.83	0.80

The condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2024 and the accompanying explanatory notes attached to the Interim Financial Statements



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2025

The figures have not been audited.

	← Attributable to equity holders of the parent →			
	Share capital RM'000	Revaluation Reserve RM'000	Accumulated Losses RM'000	Total Equity RM'000
At 1 January 2024	44,962	23,012	(24,854)	43,120
Issuance of Shares				
Loss for the financial year	-	-	(2,544)	(2,544)
Other comprehensive income for the financial year	-	130	-	130
Total comprehensive income/(loss) for the financial year	-	130	(2,544)	(2,414)
Realisation of revaluation reserve upon depreciation 'of revalued assets	-	(937)	937	-
At 31 December 2024	<u>44,962</u>	<u>22,205</u>	<u>(26,461)</u>	<u>40,706</u>
At 1 January 2025	44,962	22,205	(26,461)	40,706
Loss for the financial period	-	-	(6,986)	(6,986)
Other comprehensive income for the financial period	-	8,529	-	8,529
Total comprehensive loss for the financial period	-	8,529	(6,986)	1,543
Realisation of revaluation reserve upon depreciation 'of revalued assets	-	(962)	962	-
At 31 December 2025	<u>44,962</u>	<u>29,772</u>	<u>(32,485)</u>	<u>42,249</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2024 and the accompanying explanatory notes attached to the Interim Financial Statement.



CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2025

The figures have not been audited.

	CURRENT PERIOD ENDED 31-Dec-25 (Unaudited) RM'000	PRECEDING YEAR ENDED 31-Dec-24 (Audited) RM'000
Cash Flows from Operating Activities		
Loss before tax	(8,635)	(2,565)
Adjustments for:		
Impairment loss on receivables	161	153
Depreciation of property, plant and equipment	2,516	2,658
Deposits written off	-	5
Loss on disposal of property, plant and equipment	350	-
Fair value gain on investment properties	(741)	-
Discount on non-current financial liabilities	(218)	(4,184)
Provision for obsolete inventories	374	-
Interest expenses	248	269
Interest income	(30)	(25)
Unwinding of discount on non-current financial liabilities	2,028	1,094
Operating loss before changes in working capital	(3,946)	(2,595)
Changes in working capital		
Decrease in inventories	4,012	1,095
Decrease in trade & other receivables	3,703	3,458
Decrease in trade & other payables	(2,120)	(3,500)
Cash generated from/(used in) operations	1,649	(1,542)
Tax refund	36	-
Tax paid	(133)	(156)
Net cash generated from/(used in) operating activities	1,552	(1,698)
Cash Flows from Investing Activities:		
Purchase of property, plant & equipment	(489)	(772)
Interest received	30	25
Proceed from disposal of PPE	130	-
Net cash used in investing activities	(328)	(747)
Cash Flows from Financing Activities:		
Treasury shares purchased		
Interest paid	(217)	(236)
Repayment of lease liabilities	(785)	(613)
Net repayment of trust receipt	(221)	(64)
Net drawdown/(repayment) of bankers' acceptances	(435)	122
Net Advances from related parties	600	3,100
Net cash (used in)/generated from financing activities	(1,058)	2,309
NET CHANGES IN CASH AND CASH EQUIVALENTS	166	(136)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	1,167	1,303
CASH AND CASH EQUIVALENTS CARRIED FORWARD	1,333	1,167
Represented by:		
CASH AND BANK BALANCES	1,333	1,167
	1,333	1,167

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2024 and the accompanying explanatory notes attached to the Interim Financial Statements



RALCO CORPORATION BERHAD [199501003907 (333101-V)]

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 4TH QUARTER ENDED 31 DECEMBER 2025

A) EXPLANATORY NOTES IN COMPLIANCE TO MFRS 134 ON INTERIM FINANCIAL REPORTING

(1) Basis of Preparation

The interim financial statements of Ralco Corporation (the “Company”) and its subsidiaries (collectively, the “Group”) is unaudited and have been prepared in accordance with the requirements of Malaysia Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to the interim financial report.

The adoption of the MFRS and Amendments do not have any material financial impact to these interim financial statements.

(2) Summary of Significant Accounting Policies

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2024 except for the adoption of the following new accounting standards, amendments and interpretation:

2.1 New MFRS adopted during the financial period

Title	Effective date
Amendments to MFRS 121 <i>Lack of Exchangeability</i>	1 January 2025

The adoption of the above amendments to MFRS do not have a material impact on the financial statements of the Group.

(3) Audit Report

There was no qualification in the auditors’ report of the preceding annual financial statements for the financial year ended 31 December 2024.

(4) Seasonal or Cyclical Factors

The business operations of the Group were not significantly affected by seasonal or cyclical factors.

(5) Unusual Items affecting Financial Statements

There were no unusual items affecting the financial statements of the Group during the financial period under review.

(6) Changes in Accounting Estimates

There were no changes in accounting estimates for the financial period under review.

(7) Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances, cancellations, repurchase, resale and repayment of debts and equity securities in the current financial period under review.

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(8) **Segmental Reporting**

12 Months Ended 31.12.2025	Plastic Product RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
<u>REVENUE</u>				
External Sales	31,502	327	-	31,829
Inter-segment sales	-	2,466	(2,466)	-
Total revenue	31,502	2,793	(2,466)	31,829

<u>RESULT</u>				
Segment operating (loss)/profit	(7,134)	775	-	(6,359)
Finance cost	(2,200)	(76)	-	(2,276)
(Loss)/profit for the financial period	(9,334)	699	-	(8,635)
Tax income				1,649
Net loss for the financial period				(6,986)

12 Months Ended 31.12.2024	Plastic Product RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
<u>REVENUE</u>				
External Sales	50,528	236	-	50,764
Inter-segment sales	-	2,782	(2,782)	-
Total revenue	50,528	3,018	(2,782)	50,764

<u>RESULT</u>				
Segment operating (loss)/profit	(1,632)	259	171	(1,202)
Finance cost	(1,310)	(53)	-	(1,363)
(Loss)/profit for the financial period	(2,942)	206	171	(2,565)
Tax income				21
Net loss for the financial period				(2,544)

(9) **Valuation of Property, Plant and Equipment and Investment Property**

During the current financial quarter, the Group reclassified certain properties from property, plant and equipment to investment properties. Consequently, revaluation gain in other comprehensive income was recognized during the current financial quarter.

(10) **Material Subsequent Events**

There were no material events arose subsequent from the end of the current financial quarter up to the date of this interim financial report.

(11) **Changes in Composition of the Group**

There were no changes the composition of the Group during the financial period under review.

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(12) **Capital Commitment**

The group did not have any material commitment for contracted capital expenditure which might have a material impact to the financial position of the Group except as disclosed below:

	As At 31 DECEMBER 2025 RM'000
Capital Expenditure	
Approved and contracted for :	
Plant and Equipment	<u>0</u>
Approved and not contracted for :	
Plant and Equipment	<u>0</u>

(13) **Contingent Liabilities or Contingent Assets**

There were no significant contingent liabilities or contingent assets for the Group at the end of current financial period.

(14) **Material Litigation**

There was no material litigation as at the date of this report.

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENT

(1) **Performance Review**

Performance for the financial period ended 31 December 2025 as compared with the financial period ended 31 December 2024

	Individual Quarter				Cumulative Quarter			
	Ended 31 December		Ended 31 December		Ended 31 December		Ended 31 December	
	2025	2024	Var		2025	2024	Var	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	7,199	10,370	(3,171)	(31%)	31,829	50,764	(18,935)	(37%)
(Loss)/Profit Before Taxation	(475)	1,182	(1,657)	(140%)	(8,635)	(2,565)	(6,070)	237%

Current 4th Quarter 2025 Vs Previous 4th Quarter 2024

For the current quarter under review, the Group recorded revenue of RM 7.20 million, compared to RM 10.37 million in the corresponding quarter of the previous year. The variance was mainly attributable to lower sales volume due to weaker demand for both injection and blow moulding products. However, the Group has strategically shifted towards serving higher-margin customers and made pricing adjustments during the period.

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The Group recorded a loss before tax of RM 0.48 million, compared to a profit before tax of RM 1.18 million in the corresponding quarter of the preceding year. The performance was primarily affected by one-off items, specifically the absence of a RM 4.18 million gain on the discount of non-current financial liabilities recorded in the preceding year, as well as a one-off loss of RM 0.37 million on provision for obsolete inventories during the current year. Furthermore, depreciation expense has been reclassified from administrative expenses to cost of sales during the current year to more accurately reflect the Group's manufacturing operations. This reclassification has no impact on the Group's reported loss before taxation. Excluding non-recurring items, the underlying performance of the Group remains broadly in line with management's expectations.

(2) Material Changes In The Quarterly Results Compared to the Results of the Preceding Quarter

	Individual Quarter		Variance	
	31/12/2025 RM'000	30/09/2025 RM'000	RM'000	%
Revenue	7,199	7,262	(63)	(1%)
Loss Before Taxation	(475)	(975)	500	(51%)

The Group's revenue for the current 4th quarter ended 31 December 2025 decreased by RM0.063 million or 1% compared to the preceding 4th quarter ended 31 December 2025. The slight decline in revenue was mainly attributable to normal fluctuations in sales orders from certain customers for both injection and blow moulding products during the quarter. Despite the lower revenue, the Group recorded a lower loss before taxation of RM0.475 million in the current quarter compared to a loss before taxation of RM0.975 million in the preceding quarter, primarily attributable to improved profit margins and cost efficiency.

(3) Prospects And Outlook

Barring any unforeseen circumstances, the Board expects the operating environment to remain challenging in the near term. The Group will continue to focus on optimising operational efficiency, cost rationalisation, and improving asset utilisation.

Management is actively reviewing its business strategies and implementing measures to strengthen the Group's financial position, including prudent capital expenditure management and working capital optimisation.

The Board remains cautiously optimistic on the Group's prospects and will provide updates on material developments as and when appropriate.

(4) Variance From Profit Forecast

No profit forecast was issued during the financial period under review.

(5) Taxation

Tax comprises:

	Individual Quarter		Cumulative Quarter	
	31/12/2025 RM'000	31/12/2024 RM'000	31/12/2025 RM'000	31/12/2024 RM'000
Taxation	3	122	(91)	21
Deferred Tax	1,740	-	1,740	-
	1,743	122	1,649	21

The Group's effective tax rate was lower than the statutory tax rate mainly due to the availability of Group's unabsorbed tax losses, unutilized capital allowances and reinvestment allowances for set-off against future chargeable income.

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(6) **Corporate Proposals**

There was no corporate proposal announced and not completed at the date of this announcement.

(7) **Group Borrowings and Lease Liabilities**

Total Group borrowings and lease liabilities as at 31 December 2025 are as follows:

	As At 31/12/2025 RM'000
Short term borrowings	
Secured:	
Bill payable	963
Hire purchase and lease liabilities	790
	1,753
Long term borrowings	
Secured:	
Hire purchase and lease liabilities	1,097
	1,097
Total borrowings	2,850

(8) **Dividend**

No interim dividend has been proposed by the Board of Director in the current financial period.

(9) **(Loss)/Earnings Per Share**

(a) **Basic (Loss)/Earnings Per Share**

Basic loss per share of the Group is calculated by dividing the net profit attributable to shareholders of the Group for the financial period over the weighted average number of ordinary shares in issue.

	Current Quarter Ended 31 December		Cumulative Quarter Ended 31 December	
	2025 RM'000	2024 RM'000	2025 RM'000	2024 RM'000
(Loss)/Profit net of tax attributable to Equity Holders of the Parent	1,268	1,304	(6,986)	(2,544)
Weighted average number of Ordinary Shares in issue ('000)	50,797	50,797	50,797	50,797
Basic (loss)/Earnings per share (Sen)	2.50	2.57	(13.75)	(5.01)

(b) **Diluted (Loss)/Earnings Per Share**

The Group has no potential ordinary shares in issue as at the Balance Sheet date and therefore, diluted loss per share have not been computed.

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(10) **(Loss)/Profit Before Taxation**

	Current Quarter		Cumulative Quarter	
	Ended 31 December 2025	2024	Ended 31 December 2025	2024
	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit for the period is arrived at after (charging)/crediting:				
Amortisation and Depreciation	(549)	(671)	(2,516)	(2,658)
Impairment loss on receivables	(161)	(153)	(161)	(153)
Loss on disposal of property, plant and equipment	-	-	(350)	-
Interest income	3	5	30	24
Provision for obsolete inventories	(374)	-	(374)	-
Fair value gain on investment property	741	-	741	-
Rental income	163	143	458	571
Interest expense	(50)	(91)	(248)	(269)
Unwinding of discount on Non-Current Financial liabilities	(543)	(611)	(2,028)	(1,094)

(11) **Derivative Financial Instruments**

There were no derivative financial instruments as at 31 December 2025.

(12) **Gains/Loss Arising from Fair Value Changes of Financial Liabilities**

There were no material gains or losses arising from fair value changes of the financial liabilities for the current quarter and financial period ended 31 December 2025.

(13) **Authorisation For Issue of Interim Financial Statements**

The current interim financial statements were authorized for release by the Board of Directors on 27th February 2026.

By Order of the Board