



KAREX BERHAD

(Incorporated in Malaysia)

(Registration no: 201201034091 (1018579-U))

Interim Financial Report for the Second Quarter Ended 31 December 2025

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(Incorporated in Malaysia)

Interim financial report for the second quarter ended 31 December 2025

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS ⁽¹⁾

	3 MONTHS ENDED		PERIOD-TO-DATE		
	Note	31.12.2025 RM'000	31.12.2024 RM'000	31.12.2025 RM'000	31.12.2024 RM'000
Revenue		122,695	106,953	255,673	241,913
Cost of goods sold		(87,583)	(75,974)	(180,030)	(167,946)
Gross profit		35,112	30,979	75,643	73,967
Other income		(99)	1,114	919	1,477
Distribution expenses		(15,526)	(13,934)	(30,740)	(28,492)
Administrative expenses		(19,947)	(18,896)	(38,972)	(36,219)
Other expenses		(2,753)	4,715	(3,145)	(352)
Result from operating activities		(3,213)	3,978	3,705	10,381
Interest income		107	182	170	308
Finance costs		(2,257)	(1,991)	(4,482)	(3,871)
Net finance cost		(2,150)	(1,809)	(4,312)	(3,563)
(Loss)/Profit before tax		(5,363)	2,169	(607)	6,818
Tax income/(expense)	B6	3,632	1,017	3,474	(2,233)
(Loss)/Profit for the period	B14	(1,731)	3,186	2,867	4,585
(Loss)/Profit for the period attributable to:					
Owners of the Company		(1,731)	3,186	2,867	4,585
Profit per share attributable to owners of the Company (sen):					
- Basic	B12	(0.16)	0.30	0.27	0.44
- Diluted	B12	(0.16)	0.30	0.27	0.44

Notes:

(1) The Unaudited Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 and the accompanying explanatory notes as attached to this interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ⁽¹⁾

Note	3 MONTHS ENDED		PERIOD-TO-DATE	
	31.12.2025 RM'000	31.12.2024 RM'000	31.12.2025 RM'000	31.12.2024 RM'000
(Loss)/Profit for the period	<u>(1,731)</u>	<u>3,186</u>	<u>2,867</u>	<u>4,585</u>
Other comprehensive (expense)/income, net of tax				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations	<u>(3,938)</u>	<u>6,877</u>	<u>(3,258)</u>	<u>(2,279)</u>
Total comprehensive (expense)/income for the period	<u>(5,669)</u>	<u>10,063</u>	<u>(391)</u>	<u>2,306</u>
Total comprehensive (expense)/income attributable to:				
Owners of the Company	<u>(5,669)</u>	<u>10,063</u>	<u>(391)</u>	<u>2,306</u>

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 and the accompanying explanatory notes as attached to this interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION⁽¹⁾

	<u>Note</u>	AS AT 31.12.2025 RM'000	AS AT 30.6.2025 RM'000
Assets			
Property, plant and equipment		273,684	269,931
Right-of-use assets		59,670	62,339
Intangible assets		105,568	107,146
Deferred tax assets		9,756	7,013
Total non-current assets		448,678	446,429
Inventories		171,219	158,743
Trade and other receivables		124,827	121,863
Derivative financial assets	B9	173	351
Tax recoverable		1,414	3,219
Cash and cash equivalents		45,599	33,201
Total current assets		343,232	317,377
Total assets		791,910	763,806
Equity			
Share capital		324,244	324,244
Reserves		130,431	141,356
Total equity attributable to owners of the Company/Total equity		454,675	465,600
Liabilities			
Loan and borrowings	B8	29,625	31,116
Lease liabilities		49,985	53,576
Deferred tax liabilities		1,641	4,481
Total non-current liabilities		81,251	89,173
Loan and borrowings	B8	147,715	123,168
Lease liabilities		3,132	2,952
Trade and other payables		87,775	67,305
Contract liabilities		13,636	14,405
Taxation		3,726	1,203
Total current liabilities		255,984	209,033
Total liabilities		337,235	298,206
Total equity and liabilities		791,910	763,806
Net assets per share attributable to owners of the Company (RM)		0.43	0.44

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 and the accompanying explanatory notes as attached to this interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY ⁽¹⁾

	← Attributable to owners of the Company →					Total equity RM'000
	← Non-distributable →			Distributable		
	Share capital RM'000	Merger reserve RM'000	Translation reserve RM'000	Other reserve RM'000	Retained earnings RM'000	
31 December 2025						
At 1 July 2025	324,244	63,511	8,613	1,212	68,020	465,600
Foreign currency translation differences for foreign operations/ Total other comprehensive expense for the period	-	-	(3,258)	-	-	(3,258)
Profit for the period	-	-	-	-	2,867	2,867
Total comprehensive (expense)/income for the period	-	-	(3,258)	-	2,867	(391)
Dividends to owners of the Company/ Total Transactions with owners of the Company	-	-	-	-	(10,534)	(10,534)
At 31 December 2025	324,244	63,511	5,355	1,212	60,353	454,675
31 December 2024						
At 1 July 2024	324,244	63,511	15,602	718	78,840	482,915
Transfer of reserves	-	-	-	498	(498)	-
Foreign currency translation differences for foreign operations/ Total other comprehensive expense for the period	-	-	(2,279)	-	-	(2,279)
Profit for the period	-	-	-	-	4,585	4,585
Total comprehensive (expense)/income for the period	-	-	(2,279)	-	4,585	2,306
Dividends to owners of the Company/ Total Transactions with owners of the Company	-	-	-	-	(5,267)	(5,267)
At 31 December 2024	324,244	63,511	13,323	1,216	77,660	479,954

Notes:

(1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 and the accompanying explanatory notes as attached to this interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾

	PERIOD-TO-DATE	
	31.12.2025	31.12.2024
	RM'000	RM'000
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
(Loss)/Profit before tax	(607)	6,818
Adjustment for:		
Non-cash items	20,122	18,162
Operating profit before changes in working capital	19,515	24,980
Net changes in current assets	(15,389)	3,769
Net changes in current liabilities	19,645	(807)
Cash generated from operations	23,771	27,942
Net of tax refund/(paid)	1,409	(2,878)
Net cash generated from operating activities	25,180	25,064
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Acquisition of:		
- Property, plant and equipment	(17,570)	(13,250)
- Intangible asset	(539)	(9)
Proceed from disposal of:		
- Property, plant and equipment	824	380
Interest received	170	308
Net cash used in investing activities	(17,115)	(12,571)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Dividend paid to owners of the Company	(10,534)	(5,267)
Net drawdown of borrowings and interest paid	19,039	(3,009)
Net cash generated from/(used in) financing activities	8,505	(8,276)
Effect of exchange rate fluctuations on cash held	(409)	(343)
Net changes in cash and cash equivalents	16,161	3,874
Cash and cash equivalents at beginning of the period	26,525	38,986
Cash and cash equivalents at end of the period	42,686	42,860

Notes:

(1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 and the accompanying explanatory notes as attached to this interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾

Cash and cash equivalents

Cash and cash equivalents included in the condensed consolidated statement of cash flows comprise:

	PERIOD-TO-DATE	
	31.12.2025	31.12.2024
	RM'000	RM'000
Cash and bank balances	44,348	45,882
Short-term deposits	1,251	-
	45,599	45,882
Less: Fixed deposits pledged	(1,248)	-
Bank Overdraft	(1,665)	(3,022)
	42,686	42,860

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 and the accompanying explanatory notes as attached to this interim financial statements.

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS

A. EXPLANATION NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A1. Accounting policies and methods of computation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 (Appendix 9B Part 9A) of the Main Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 and the accompanying explanatory notes as attached to this interim financial statements.

These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2025.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted as disclosed in the audited financial statements for the financial year ended 30 June 2025, except for the adoption of the following amendments to MFRS:

Amendments to MFRS 121, The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability

The adoption of these amendments to MFRSs did not result in significant changes in the accounting policies of the Group and had no significant effect on the financial performance or position of the Group.

Standards and Amendments in Issue but Not Yet Effective

As at the date of authorisation of these interim financial statements, the Group has not adopted the following revised MFRSs, Interpretations and amendments which have been issued but not yet effective as stated below:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2026

Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures - Classification and Measurement of Financial Instruments

Amendments that are part of Annual Improvements – Volume 11:

- Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards
- Amendments to MFRS 7, Financial Instruments: Disclosures
- Amendments to MFRS 9, Financial Instruments
- Amendments to MFRS 10, Consolidated Financial Statements
- Amendments to MFRS 107, Statement of Cash Flows

Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures - Contracts Referencing Nature-dependent Electricity

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2027

MFRS 18, Presentation and Disclosure in Financial Statements

MFRS 19, Subsidiaries without Public Accountability: Disclosures

Amendments to MFRS 121, The Effects of Changes in Foreign Exchange Rates – Translation to a Hyperinflationary Presentation Currency

MFRSs, Interpretations and amendments effective for a date yet to be confirmed

Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group plans to apply these accounting standards, amendments and interpretations in the respective financial year when these standards, amendments and interpretations become effective.

A2. Comments about seasonal or cyclical factors

The Group's performance is not affected by any material seasonal or cyclical factors.

A3. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period-to-date.

A4. Changes in estimates

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

A5. Debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial period-to-date.

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS

A. EXPLANATION NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A6. Dividends paid

Since the end of the previous financial year, the Company paid a single tier interim dividends of 0.5 sen per ordinary share totalling RM5,267,304 in respect of the financial year ended 30 June 2025 on 3 October 2025.

During the current financial year, the Company paid a single tier interim dividend of 0.5 sen per ordinary share totalling RM5,267,304 in respect of the financial year ending 30 June 2026 on 23 December 2025.

A7. Segmental information

The Group's operating segmental report for the financial period-to-date was as follows:-

<u>Segment</u>	<u>Composition</u>				
Sexual Wellness	Sale of condoms and personal lubricants.				
Medical	Sale of catheters, probe covers, HIV & pregnancy testkits and other medical related products.				
Other segment	Sale of products not related to Sexual Wellness and Medical.				
	Sexual Wellness RM'000	Medical RM'000	Others RM'000	Eliminations RM'000	Total RM'000
<u>6 months ended 31.12.2025</u>					
<u>Revenue</u>					
External revenue	234,268	13,876	7,529	-	255,673
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>234,268</u>	<u>13,876</u>	<u>7,529</u>	<u>-</u>	<u>255,673</u>
<u>Results</u>					
Segment profit/(loss)	6,935	(699)	902	-	7,138
Interest income					152
Finance cost					(3,676)
Unallocated amounts					(4,221)
Loss before tax					(607)
Tax income					3,474
Profit after tax					<u>2,867</u>
<u>Total Assets</u>					
Reportable segment assets	751,414	19,254	18,679	-	789,347
Unallocated assets					2,563
Total Assets					<u>791,910</u>
<u>6 months ended 31.12.2024</u>					
<u>Revenue</u>					
External revenue	217,988	17,569	6,356	-	241,913
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>217,988</u>	<u>17,569</u>	<u>6,356</u>	<u>-</u>	<u>241,913</u>
<u>Results</u>					
Segment profit	11,273	3,277	679	-	15,229
Interest income					271
Finance cost					(2,999)
Unallocated amounts					(5,683)
Profit before tax					6,818
Tax expense					(2,233)
Profit after tax					<u>4,585</u>
<u>Total Assets</u>					
Reportable segment assets	636,191	55,818	17,009	-	709,018
Unallocated assets					1,745
Total Assets					<u>710,763</u>

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A. EXPLANATION NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A7. Segmental information (continued)

Geographical Segments

The Group's geographical revenue for the financial period-to-date is as follows:-

	PERIOD-TO-DATE	
	31.12.2025	31.12.2024
	RM'000	RM'000
Asia	53,126	56,650
Africa	11,021	26,353
Americas	122,778	107,050
Europe	68,748	51,860
	<u>255,673</u>	<u>241,913</u>

A8. Subsequent events

There were no material events subsequent to the end of the current quarter.

A9. Changes in composition of the Group

There are no other changes in the composition of the Group for the current quarter and financial period-to-date.

A10. Changes in contingent liabilities and contingent assets

There were no material changes in contingent liabilities or contingent assets as at date of this report.

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS

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

B1. Performance review

	3 MONTHS ENDED				PERIOD-TO-DATE			
	31.12.2025	31.12.2024	Variance		31.12.2025	31.12.2024	Variance	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	122,695	106,953	15,742	14.7	255,673	241,913	13,760	5.7
Result from operating activities	(3,213)	3,978	(7,191)	(180.8)	3,705	10,381	(6,676)	(64.3)
(Loss)/Profit before tax	(5,363)	2,169	(7,532)	(347.3)	(607)	6,818	(7,425)	(108.9)
(Loss)/Profit after tax	(1,731)	3,186	(4,917)	(154.3)	2,867	4,585	(1,718)	(37.5)
(Loss)/Profit attributable to owners of the Company	(1,731)	3,186	(4,917)	(154.3)	2,867	4,585	(1,718)	(37.5)

During the second quarter ended 31 December 2025 ("2QFY2026"), the Group recorded a revenue of RM122.7 million representing an increase of 14.7% from the same quarter in the previous financial year. This was achieved through higher condom sales to the commercial market and despite the fact that this was a record low quarter for tender market sales, which have been increasingly impacted by reductions to humanitarian aid funding. Profitability was negatively affected by the sustained depreciation of the US Dollar against the Malaysian Ringgit and Thai Baht in conjunction with the costs associated with the imposition of tariffs on exports to the USA. Overall, this resulted in a loss after tax of RM1.7 million for the 2QFY2026, which represented a decrease of RM4.9 million from the same quarter in the previous financial year.

The total revenue for the six months under review ("6MFY2026") of RM255.7 million represents an increase of 5.7% in comparison to the corresponding period from the previous year. This increase is due to the increase in condom sales to the commercial market which includes sales of our proprietary synthetic condoms. Notwithstanding the improvement, unfavourable foreign exchange rates and the implementation of tariffs on exports to the USA highlight the challenging operating environment experienced during the period. The profit after tax of RM2.9 million for 6MFY2026 represents a decrease of approximately 37.5% from the total in the corresponding period from the previous financial year.

B2. Variance of results for the current quarter ended 31 December 2025 against the immediately preceding quarter

	3 MONTHS ENDED			
	31.12.2025	30.9.2025	Variance	
	RM'000	RM'000	RM'000	%
Revenue	122,695	132,978	(10,283)	(7.7)
Result from operating activities	(3,213)	6,918	(10,131)	(146.4)
(Loss)/Profit before tax	(5,363)	4,756	(10,119)	(212.8)
(Loss)/Profit after tax	(1,731)	4,598	(6,329)	(137.6)
(Loss)/Profit attributable to owners of the Company	(1,731)	4,598	(6,329)	(137.6)

The 2QFY2026 revenue of RM122.7 million represents a 7.7% decrease in comparison to the immediately preceding quarter. This was mainly due to a lower contribution from tender market sales of both condoms and personal lubricants. In addition, the sustained depreciation of the US Dollar against the Malaysian Ringgit and Thai Baht, heightened costs associated with the imposition of tariffs on exports to the USA and the disruptions experienced by the floods in Hat Yai, Thailand negatively affected profitability during the quarter. The resulting loss after tax of RM1.7 million represents a decrease of approximately RM6.3 million in comparison to the immediately preceding quarter.

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

B3. a) Group's Prospects for the financial year ending 30 June 2026

Over the next five years, most projections expect that the global condom market will continue to grow at over 8% year-on-year. This is driven mainly by heightened awareness of HIV/AIDS prevention, an emphasis on non-pharmaceutical family planning requirements and improving sexual health education amongst younger adults. The main challenges to these growth drivers lie in sporadic pockets of condom fatigue experienced in North America and Europe as well as the social stigma that continues to persist in more conservative regions of the developing world.

Our Group expects to continue to play a pivotal role within the industry by continuing to offer customers industry-leading technology within both the condoms and personal lubricants space. Our unparalleled portfolio of products, sustainability credentials and proven track record as a manufacturer on the global stage has earned us a customer base consisting of many of the largest brands from around the world. We expect to continue to capture a greater portion of the value within the sexual wellness industry by acting as the premier technology partner to many of these brands with the world expected to continue transitioning away from its reliance on humanitarian aid budgets to fulfil condom distribution.

In the near term, our Group will have to contend with headwinds arising from the global macroeconomic climate such as volatile foreign exchange rates, rising operations costs and supply chain disruptions that are expected to persist due to geopolitical uncertainty. Moreover, as demand within the global sexual health industry shifts towards the commercial market, the success of our business will hinge on our successful transition into smaller format manufacturing for global brands, encompassing a wider set of considerations beyond remaining a cost and volume leader within the industry.

b) Forecast or target previously announced

The disclosure requirements are not applicable for the current quarter and financial period-to-date.

B4. Statement of the Board of Directors' opinion on achievement of forecast or target

The disclosure requirements are not applicable for the current quarter and financial period-to-date.

B5. Profit forecast or profit guarantee

No profit forecast or profit guarantee was published.

B6. Tax expense

	3 MONTHS ENDED		PERIOD-TO-DATE	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
Current tax expenses/(credit):				
- Current period	1,429	(2,642)	3,257	(1,437)
- Prior period	(46)	-	(46)	-
	1,383	(2,642)	3,211	(1,437)
Deferred taxation	(5,015)	1,625	(6,685)	3,670
	(3,632)	(1,017)	(3,474)	2,233

The Group recognised a tax credit in the current quarter and financial period-to-date primarily due to unabsorbed business losses, unabsorbed capital allowance, and deductible temporary differences to the extent that sufficient future taxable profits are probable.

B7. Status of corporate proposals

There were no other corporate proposals pending completion at the date of this report.

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B8. Loans and borrowings (secured)**

The Group's loans and borrowings as at end of the reporting year are as follows :

	Denominated in	31.12.2025		31.12.2024	
		Foreign Currency in'000	RM'000	Foreign Currency in'000	RM'000
Non-current					
Term Loan	RM	N/A	28,888	N/A	27,169
	USD ⁽¹⁾	N/A	-	1,867	8,364
			28,888		35,533
Hire Purchase	RM	N/A	737	N/A	1,233
			<u>29,625</u>		<u>36,766</u>
Current					
Term Loan	RM	N/A	3,701	N/A	4,583
	USD ⁽¹⁾	1,470	5,970	1,446	6,476
			9,671		11,059
Hire Purchase	RM	N/A	424	N/A	385
Banker acceptance	RM	N/A	12,661	N/A	6,102
	Thai Baht ⁽¹⁾	318,117	40,878	181,836	23,766
			53,539		29,868
Export Financing	RM	N/A	3,394	N/A	7,566
	USD ⁽¹⁾	845	3,431	N/A	-
	GBP ⁽¹⁾	324	1,766	477	2,681
			8,591		10,247
Revolving Credit	RM	N/A	68,750	N/A	26,091
	USD ⁽¹⁾	1,250	5,075	1,920	8,602
			73,825		34,693
Bank Overdraft	RM	N/A	-	N/A	3,022
	Thai Baht ⁽¹⁾	12,957	1,665	N/A	-
			1,665		3,022
			<u>147,715</u>		<u>89,274</u>

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(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

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

B8. Loans and borrowings (secured) (continued)

	Denominated in	31.12.2025		31.12.2024	
		Foreign Currency in'000	RM'000	Foreign Currency in'000	RM'000
Total					
Term Loan	RM	N/A	32,589	N/A	31,752
	USD ⁽¹⁾	1,470	5,970	3,313	14,840
			38,559		46,592
Hire Purchase	RM	N/A	1,161	N/A	1,618
Banker acceptance	RM	N/A	12,661	N/A	6,102
	Thai Baht ⁽¹⁾	318,117	40,878	181,836	23,766
			53,539		29,868
Export Financing	RM ⁽¹⁾	N/A	3,394	N/A	7,566
	USD ⁽¹⁾	845	3,431	N/A	-
	GBP ⁽¹⁾	324	1,766	477	2,681
			8,591		10,247
Revolving Credit	RM	N/A	68,750	N/A	26,091
	USD ⁽¹⁾	1,250	5,075	1,920	8,602
			73,825		34,693
Bank Overdraft	RM	N/A	-	N/A	3,022
	Thai Baht ⁽¹⁾	12,957	1,665	N/A	-
			1,665		3,022
			<u>177,340</u>		<u>126,040</u>
	100 Thai Baht to RM		12.85		13.07
	1 USD to RM		4.06		4.48
	1 GBP to RM		5.45		5.62

Notes:

(1) Converted at the respective exchange rate prevailing as at period ended

B9. Financial Derivative Instruments

As at 31 December 2025, the outstanding forward foreign currency contracts are as follows:

	Contract/Notional Value RM'000	Fair Value RM'000
Forward foreign currency contracts less than 1 year		
- Derivative financial asset	<u>28,577</u>	<u>(173)</u>

Forward foreign exchange contracts are used to manage the foreign currency exposures arising from the Group's sales and purchases denominated in currencies other than the functional currencies of Group entities.

During the current quarter and financial period-to-date ended 31 December 2025, the Group recognised a gain of RM273,000 and RM173,000 respectively, arising from the fair value changes of the derivative financial instruments.

B10. Changes in material litigation

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

B11. Dividend proposed

No dividend was proposed in respect of the current financial period.

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS

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

B12. Earnings per share ("EPS")

Basic EPS is calculated by dividing the profit for the period attributable to owners of the Company by the weighted average number of ordinary shares of the Company during the financial period.

	3 MONTHS ENDED		PERIOD-TO-DATE	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
Profit per share attributable to owners of the Company: (RM'000)	<u>(1,731)</u>	<u>3,186</u>	<u>2,867</u>	<u>4,585</u>
Weighted average number of ordinary shares (in million)	<u>1,053</u>	<u>1,053</u>	<u>1,053</u>	<u>1,053</u>
Basic EPS (sen)	<u>(0.16)</u>	<u>0.30</u>	<u>0.27</u>	<u>0.44</u>

The basic EPS and the diluted EPS are the same for the period as the Company has no dilutive potential ordinary shares as of the end of the reporting period.

B13. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements of the Company and its subsidiaries for the financial year ended 30 June 2025 were not qualified.

B14. (Loss)/Profit for the period is arrived at after crediting/ (charging)

	3 MONTHS ENDED		PERIOD-TO-DATE	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
(a) Interest income	107	182	170	308
(b) Other income including investment income	-	-	-	-
(c) Interest expense	(2,257)	(1,991)	(4,482)	(3,871)
(d) Depreciation and amortization	(6,503)	(5,727)	(12,992)	(11,398)
Amortisation for right-of-use assets	(879)	(627)	(1,725)	(1,241)
(e) Allowance for and written off on receivables	(77)	(363)	(260)	(241)
(f) Allowance for and written off of inventories	104	(576)	(1,127)	(1,608)
(g) Gain on disposal of quoted or unquoted investments or properties	-	-	-	-
(h) Impairment of assets	-	-	-	-
(i) Foreign exchange (loss)/gain	(3,759)	8,943	(3,023)	1,026
(j) Gain/(Loss) on derivatives	273	(2,905)	173	(10)
(k) Rental expenses	(1,530)	(1,118)	(3,070)	(2,051)
(l) Exceptional items	-	-	-	-

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(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B15. Realised and unrealised profit/(losses) disclosure**

	AS AT 31.12.2025 RM'000	AS AT 30.6.2025 RM'000
Total retained earnings of the Company and subsidiary companies:		
- Realised	180,556	187,285
- Unrealised	7,316	2,106
	187,872	189,391
Consolidated adjustments	(127,519)	(121,371)
Total retained earnings	<u>60,353</u>	<u>68,020</u>

By order of the Board
25 February 2026