



# TPC PLUS BERHAD

Registration No. 200301012910 (615330-T)



ANNUAL REPORT 2025

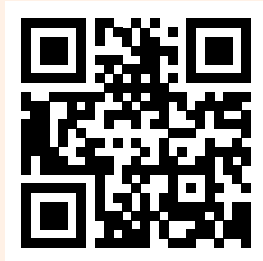
# 23<sup>rd</sup> ANNUAL GENERAL MEETING

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**CM V Room, Level 7,  
Courtyard by Marriott Melaka,**  
Lorong Haji Bachee,  
Kampung Bukit China,  
75100 Melaka, Malaysia

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**Date & Time**  
Thursday,  
28 May 2026  
12.00 p.m.



Kindly scan this QR code to get access  
to TPC Plus Berhad's website.

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# OUR PROFILE

## OUR GOALS

Eggs serve as a vital source of affordable protein, vitamins, and minerals for countless families in Malaysia. Our steadfast commitment is to deliver nutritious eggs responsibly and sustainably, aligning with our mission to promote health and well-being in communities.

## OUR VISION

To become a premier egg producer and the most trusted supplier of fresh, high-quality eggs and poultry products in Malaysia.

## OUR MISSION

We strive to continuously enhance and invest in our people and technologies to deliver high-quality and fresh egg and egg products to our valued customers.

## OUR CORE VALUES

- Providing a safe and hygienic work environment for our employees.
- Investing in modern technologies and facilities to achieve farm efficiencies.
- Maximising profits and competitiveness through economies of scale in production.
- Actively contributing to social initiatives for sustainable development.

**TPC Plus Berhad (“TPC” or “the Company”) and its subsidiaries (“the Group”) are primarily involved in the livestock farming industries and oil palm activities. Currently, the Group produces resource-efficient footprints in Malaysia.**

Headquartered in Simpang Ampat, Melaka, our businesses have experienced substantial growth over the past two decades. The Group achieved a significant milestone when it became publicly listed on Bursa Malaysia Securities Berhad on 18 December 2003. After the official takeover by Huat Lai Resources Berhad in 2012, significant changes were observed especially when the Group underwent a regularisation and internal restructuring exercises from 2014 to 2016.

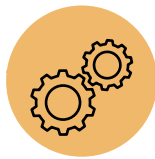
With businesses spanning the entire value chain, TPC’s integrated operations encompass raising pullets and layers, manufacturing feeds, and producing, packaging, and distributing eggs and poultry feeds throughout Malaysia. Being as one of the egg producers in the country, the Group places utmost importance on ensuring the highest quality and nutritional value in its eggs, which are widely consumed by the local community on a regular basis.

The broad eggs offering capabilities help us to continue to serve a diverse customer base like wholesalers, distributors, hypermarkets, bakeries, restaurants, retailers, and ultimately, consumers.

Today, TPC has become one of the preferred eggs suppliers in Malaysia. Despite the uncertainties and challenges experienced over several years, the Group continues to expand, delivering sustainable value to our stakeholders through operational excellence, improved performance standards, and robust corporate governance practices.

We strive to foster positive relationships with our stakeholders by promoting transparency, ethical practices, and accountability in all aspects of our operations. Additionally, we actively engage in initiatives that contribute to community development, environmental sustainability, and social responsibility.

OUR STRATEGY HAS REMAINED CONSISTENT FOR OVER YEARS



**Focus on Operational Excellence**

TPC Management Process to optimise everything within our control.



**Adapt to Changing Consumer Demand**

Expand and adjust eggs production to meet needs of customers and consumers.



**Allocate Capital Responsibly**

Deploy capital to organic growth.

MILESTONES AND DEVELOPMENTS

1978

Teck Ping Chan Agriculture Sdn. Bhd., now a wholly owned subsidiary of the Company commenced its poultry farming business.



2003

TPC Plus Berhad was incorporated and became publicly listed on the Second Board of Bursa Malaysia Securities Berhad on 18<sup>th</sup> December in the same year.

2012

TPC Group became subsidiaries of Huat Lai Resources Berhad in March, reaching production capacity of 300,000 eggs per day.



2017

TPC Group invested in its own feedmill and expanded its livestock farming into Rembau, Negeri Sembilan with an additional 8 layer houses, increased its daily egg production to approximately 1,400,000.



# CORPORATE INFORMATION

## BOARD OF DIRECTORS

### Non-Independent Executive Directors

DATUK LIM YEW PIAU  
Chairman

MR. LIM YEW KWANG  
Managing Director

MS. LIM CHIAN HARN

### Independent Non-Executive Directors

MR. CHONG CHEE SIONG

MR. CHONG PENG KHANG

MR. LEE HAN YUNG  
*(Appointed on 28 August 2025)*

YBHG. TAN SRI DATUK  
SERI (DR.) ABU SEMAN  
BIN HAJI YUSOP  
*(Retired on 29 May 2025)*

### COMPANY SECRETARY

Ms. Ong Soo Leng  
SSM PC No. 202008002605  
MAICSA 7018257

### AUDITORS

Crowe Malaysia PLT  
52, Jalan Kota Laksamana 2/15  
Taman Kota Laksamana, Seksyen 2  
75200 Melaka

### SHARE REGISTRAR

Bina Management (M) Sdn. Bhd.  
Lot 10, The Highway Centre  
Jalan 51/205  
46050 Petaling Jaya, Selangor  
Tel No. : 03-7784 3922  
Fax No. : 03-7784 1988  
Email : binawin@binamg168.com

### PRINCIPAL BANKERS

Bangkok Bank Berhad  
MBSB Bank Berhad

### AUDIT COMMITTEE

Mr. Chong Peng Khang, Chairman  
Mr. Chong Chee Siong  
Mr. Lee Han Yung  
*(Appointed on 28 August 2025)*  
YBhg. Tan Sri Datuk Seri (Dr.)  
Abu Seman bin Haji Yusop  
*(Retired on 29 May 2025)*

### NOMINATION AND REMUNERATION COMMITTEE

Mr. Chong Chee Siong, Chairman  
Mr. Chong Peng Khang  
Mr. Lee Han Yung  
*(Appointed on 28 August 2025)*  
YBhg. Tan Sri Datuk Seri (Dr.)  
Abu Seman bin Haji Yusop  
*(Retired on 29 May 2025)*

### RISK MANAGEMENT COMMITTEE

Mr. Lee Han Yung, Chairman  
*(Appointed on 28 August 2025)*  
Mr. Chong Chee Siong  
Mr. Chong Peng Khang  
Mr. Lim Yew Kwang  
Ms. Lim Chian Harn  
YBhg. Tan Sri Datuk Seri (Dr.)  
Abu Seman bin Haji Yusop,  
Chairman  
*(Retired on 29 May 2025)*

### REGISTERED OFFICE

PT 1678, Mukim of Serkam  
77300 Merlimau  
Melaka  
Tel No. : 06-2686315  
Fax No. : 06-2686327  
Email : contact@tpc.com.my

### STOCK EXCHANGE LISTING

Main Market  
Bursa Malaysia Securities Berhad

### WEBSITE

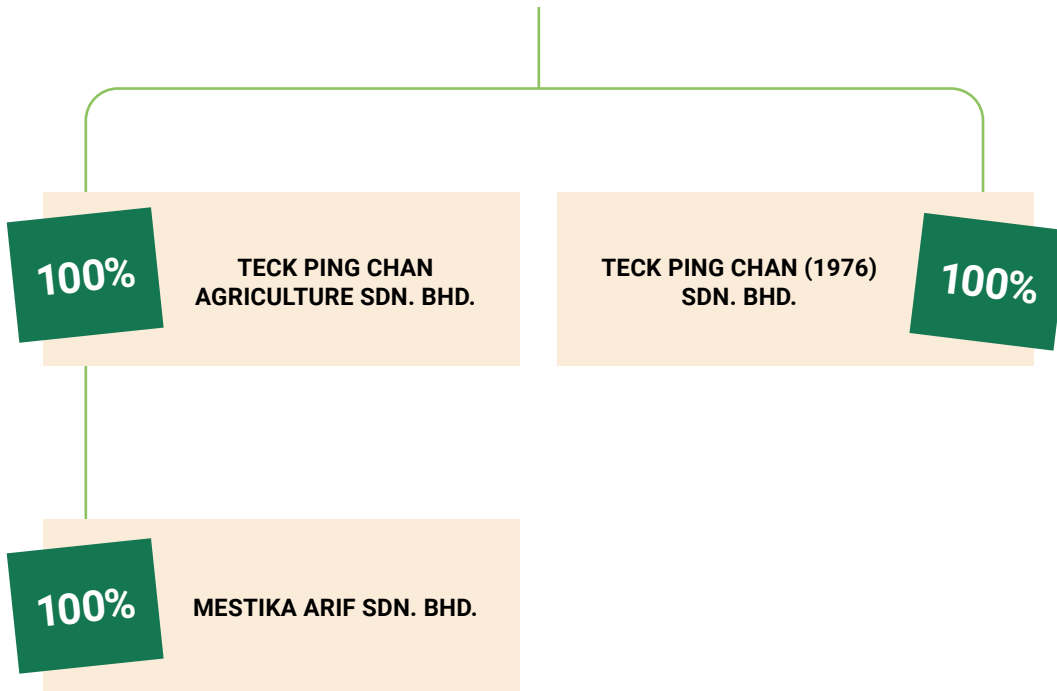
www.tpc.com.my

# GROUP STRUCTURE

AS AT 31 MARCH 2026



## TPC PLUS BERHAD



# DIRECTORS' PROFILE

## DATUK LIM YEW PIAU

Chairman, Non-Independent Executive Director

49 years old

Malaysian

Male

Datuk Lim Yew Piau was appointed to the Board of TPC Plus Berhad on 8 March 2012 and redesignated as Chairman of the Board with effect from 1 June 2023. He is also a director of all the subsidiaries of the Company.

Datuk Lim Yew Piau has over 25 years of poultry farming experience and knowledge. Datuk Lim undertook various positions in the operating, purchasing, sales and marketing divisions before being promoted to the current position.

Presently, he is tasked to assist the organisation in streamlining its operations and to oversee the logistic, marketing and distribution of eggs and feeds to customers.

Datuk Lim Yew Piau is a brother of Mr. Lim Yew Kwang and of all the directors of Huat Lai Resources Berhad, a substantial shareholder of the Company. He is also an uncle to Ms. Lim Chian Harn.

## LIM YEW KWANG

Managing Director, Non-Independent Executive Director

52 years old

Malaysian

Male

Mr. Lim Yew Kwang was appointed to the Board of TPC Plus Berhad on 8 March 2012 and redesignated as Managing Director effective from 1 June 2023. He is also a member of the Risk Management Committee and a director of all the subsidiaries of the Company.

Mr. Lim Yew Kwang has over 25 years of poultry farming experience and knowledge. Mr. Lim Yew Kwang gains vast experience through his direct involvement in various farm projects and he has been leading the management team on the day-to-day operations of TPC Group.

Currently, he is primarily responsible for managing the various aspects of the farms' operation and flock health and for developing strategic plans of the Group's current projects and expansion plans.

Mr. Lim Yew Kwang is a brother of Datuk Lim Yew Piau and of all the directors of Huat Lai Resources Berhad, a substantial shareholder of the Company. He is also an uncle to Ms. Lim Chian Harn.

## LIM CHIAN HARN

**Non-Independent Executive Director**

36 years old

Malaysian

Female

Ms. Lim Chian Harn was appointed to the Board of TPC Plus Berhad on 1 June 2023. She is also a member of the Risk Management Committee.

Ms. Lim Chian Harn graduated from the London School of Economics and Political Science, UK with an Accounting and Finance degree.

Ms. Lim Chian Harn started her career in TPC Plus Berhad in 2014 as Finance Executive responsible for the preparation of reports, monitor financial records and coordinate the daily accounting procedures of the Company. With her knowledge and commitment, she had headed and successfully completed the regularisation plan and several expansion plans of the Company over the years.

Ms. Lim Chian Harn was promoted to Finance Manager of TPC Group in 2022 and is currently involved in strategic planning, compliance, internal audits and business improvement initiatives of the Company and Group. She is also engaged in the management of the Group's poultry farming activities and therefore has the experience in the poultry farming sector.

Ms. Lim Chian Harn is a niece of Mr. Lim Yew Kwang and Datuk Lim Yew Piau.

Ms. Lim Chian Harn is also the daughter of Mr. Lim Yeow Her and a niece of Mr. Lim Yeow Kian and Datuk Seri Lim Yeow Siong, all of whom have an indirect interest in TPC Plus Berhad through Huat Lai Resources Berhad, a substantial shareholder of TPC Plus Berhad.

## CHONG CHEE SIONG

**Independent Non-Executive Director**

51 years old

Malaysian

Male

Mr. Chong Chee Siong was appointed to the Board of TPC Plus Berhad on 30 November 2015. He is the Chairman of the Nomination and Remuneration Committee and a member of the Audit Committee and the Risk Management Committee.

Mr. Chong Chee Siong graduated with an Advanced Diploma in Commerce (Financial Accounting) from Tunku Abdul Rahman College and has about 4 years of auditing experience.

He left as a General Manager after about 7 years in the commercial sector, including 3 years in a Malaysian public listed company, before starting his own business. Currently, Mr. Chong Chee Siong is also a Director of another Malaysian public listed company.

# CHONG PENG KHANG

Independent Non-Executive Director

46 years old

Malaysian

Male

Mr. Chong Peng Khang was appointed to the Board of TPC Plus Berhad on 30 November 2015. He is the Chairman of the Audit Committee and a member of the Nomination and Remuneration Committee and the Risk Management Committee.

Mr. Chong Peng Khang graduated from Multimedia University, Malaysia with a Bachelor of Accounting (Hons) Degree. He is a Chartered Accountant of the Malaysian Institute of Accountants and a fellow member of the Association of Chartered Certified Accountants.

He began his career as an auditor with Deloitte Kassim Chan and subsequently Ernst & Young, involving in audit and business advisory of companies from various industries.

His experience covers audit and assurance engagements, corporate reporting and compliance, taxation and wide ranging overseas exposures. He has previously headed the accounting and finance division of a public company listed on the Main Market of Bursa Malaysia Securities Berhad and responsible for the corporate finance, accounting, tax and cash flow functions of the company and its subsidiaries. He has then held several senior finance roles in some major Malaysian conglomerate companies covering industries from manufacturing, heavy and process equipment, energy and automotive. Mr. Chong Peng Khang is also a Director in two other Malaysian public listed companies.

# LEE HAN YUNG

Independent Non-Executive Director

46 years old

Malaysian

Male

Mr. Lee Han Yung was appointed as an Independent Non-Executive Director of TPC Plus Berhad on 28 August 2025. On the same date, he was appointed as a member of the Audit Committee, a member of the Nomination and Remuneration Committee, and the Chairman of the Risk Management Committee.

Mr. Lee Han Yung is a seasoned finance professional with over 20 years of experience in corporate finance and accounting, particularly within the semiconductor industry. He holds a First Class Honours Degree in Accountancy from Multimedia University.

Mr. Lee Han Yung previously served as the Personal Assistant to the Group Managing Director of a public company listed on the Main Market of Bursa Malaysia Securities Berhad. Prior to this, he was the Group Financial Controller of the same listed company from March 2010 to December 2024 where he oversaw all finance and accounting functions across the Group. In addition to his finance and accounting responsibilities, he was also involved in managing investor relations and assisting the Group Managing Director in the execution of the Group's Risk Management Policy and the implementation of internal controls. He currently also serves as a director of one of the subsidiaries of the said listed company.

Save as disclosed, the Directors do not have any family relationship with any Director and/or major shareholder of TPC Plus Berhad.

All the Directors:

- Do not have any conflict of interest or potential conflict of interest, including interest in any competing business, with TPC Plus Berhad or its subsidiaries;
- Have not been convicted of any offences within the past 5 years other than traffic offences, if any; and
- Do not have any public sanction or penalty imposed by the relevant regulatory bodies during the financial year ended 31 December 2025.

# KEY MANAGEMENT PROFILES

The profiles of Datuk Lim Yew Piau, Mr. Lim Yew Kwang and Ms. Lim Chian Harn are listed in the Directors' Profiles on page 6 and 7.

DATUK LIM YEW PIAU

**Chairman**

LIM YEW KWANG

**Managing Director**

LIM CHIAN HARN

**Executive Director**

## LIM YEW CHUA

**Project Manager**

59 years old

Malaysian

Male

Mr. Lim Yew Chua joined TPC Group since 2012. Mr. Lim has over 30 years of poultry farming experience and knowledge. Mr. Lim took several senior leadership roles in strategising and overseeing the Group's development throughout the years. He is also proficient in construction and managerial roles. Currently, he is primarily responsible in the overall development and construction of farm houses and various projects in the Group.

Mr. Lim Yew Chua is a brother of Mr. Lim Yew Kwang, Datuk Lim Yew Piau and all the directors of Huat Lai Resources Berhad, a substantial shareholder of the Company. He is also an uncle to Ms. Lim Chian Harn. Mr. Lim has no conviction of any offences within the past five (5) years, or any sanctions and penalties imposed by relevant regulatory bodies during the financial year ended 31 December 2025.

## KEY MANAGEMENT PROFILES

# CHAM CHEE SONG

**Feedmill Manager**

42 years old

Malaysian

Male

Mr. Cham Chee Song joined TPC Group in 2017. Prior to joining TPC Group, he has worked in the poultry farming sector for nearly 20 years. Mr. Cham is currently in charge of the Company's feed production planning and performance monitoring as well as the in-process and outgoing quality control of the raw materials and feeds.

Mr. Cham is the cousin of Ms. Lim Chian Harn. He does not have any conflict of interest with the Company. Mr. Cham has no conviction of any offences within the past five (5) years, or any sanctions and penalties imposed by relevant regulatory bodies during the financial year ended 31 December 2025.

# LIM CHIN YOONG

**Senior Grading Store Supervisor**

40 years old

Malaysian

Male

Mr. Lim Chin Yoong joined TPC Group in 2014. Mr. Lim has held various positions since he joined TPC Group and raised from rank and file to his current position. Mr. Lim is currently in charge of the day-to-day operation and management at the egg grading store. He also oversees the sales and distribution management to ensure that the Group achieves its sales target and that all egg deliveries are on schedule.

Mr. Lim is the nephew of Datuk Lim Yew Piau and Mr. Lim Yew Kwang. Mr. Lim is also the cousin of Ms. Lim Chian Harn. He does not have any conflict of interest with the Company. Mr. Lim has no conviction of any offences within the past five (5) years, or any sanctions and penalties imposed by relevant regulatory bodies during the financial year ended 31 December 2025.

## KOH CHEE SENG

Farm Manager

54 years old

Malaysian

Male

Mr. Koh Chee Seng joined TPC Group in 2024. He brings with him approximately 38 years of extensive experience in the poultry farming industry. Over the course of his career, he has held the position of Farm Manager for about 18 years.

Mr. Koh Chee Seng is currently responsible for the overall management of the Group's layer farm and reports directly to the Managing Director. In addition to overseeing the farm's daily operations, he monitors the health and production performance of the flocks. He also ensures that all machinery and equipment at the farms are properly maintained and kept in good working condition.

Mr. Koh does not have any family relationship with any Directors and/or major shareholder of the Company. He does not have any conflict of interest with the Company. Mr. Koh has no conviction of any offences within the past five (5) years, or any sanctions and penalties imposed by relevant regulatory bodies during the financial year ended 31 December 2025.

## FOO SHI JING

Account Manager

34 years old

Malaysian

Male

Mr. Foo Shi Jing joined TPC Group in 2018. He holds an Advanced Diploma in Commerce (Financial Accounting) from Tunku Abdul Rahman University College, Kuala Lumpur.

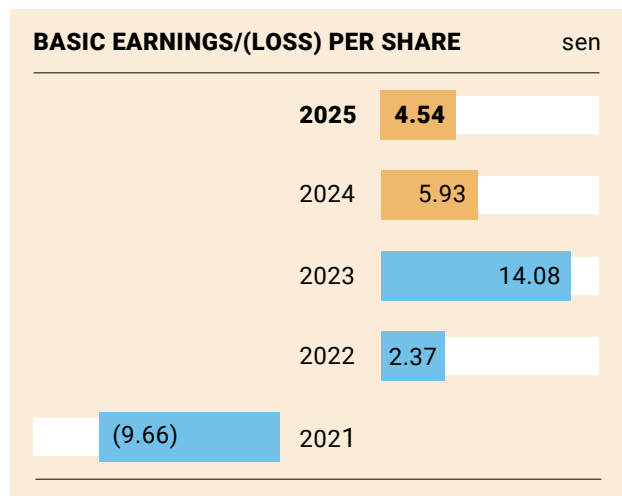
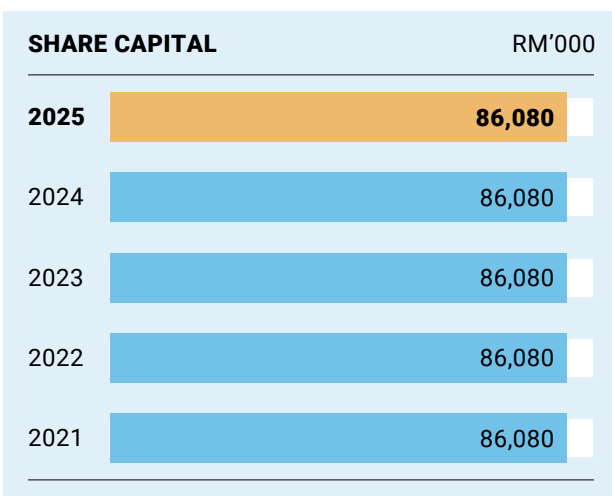
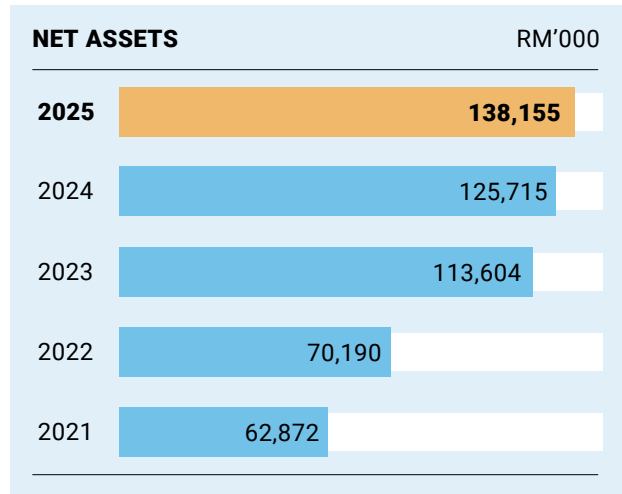
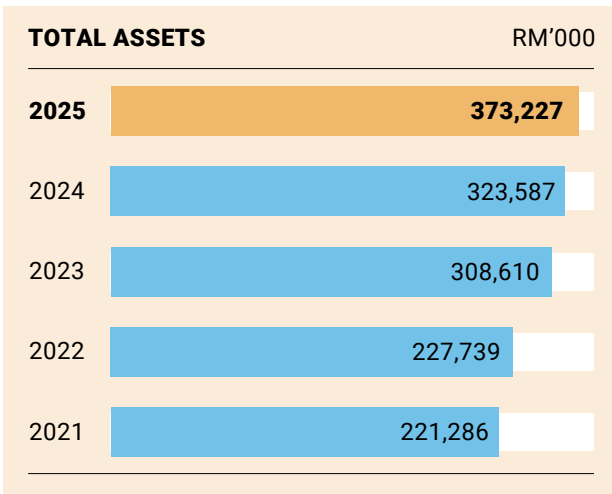
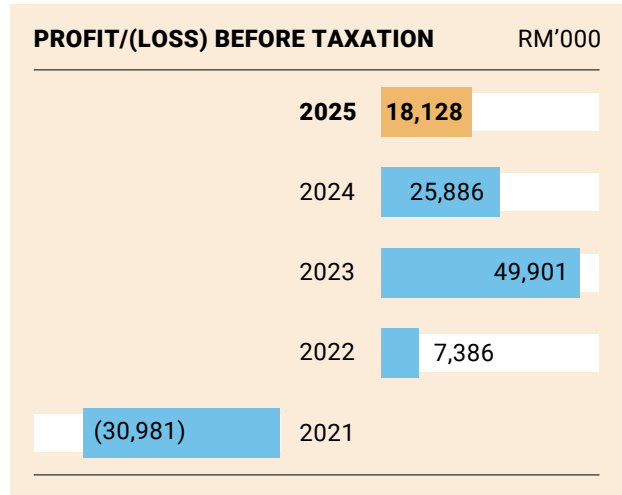
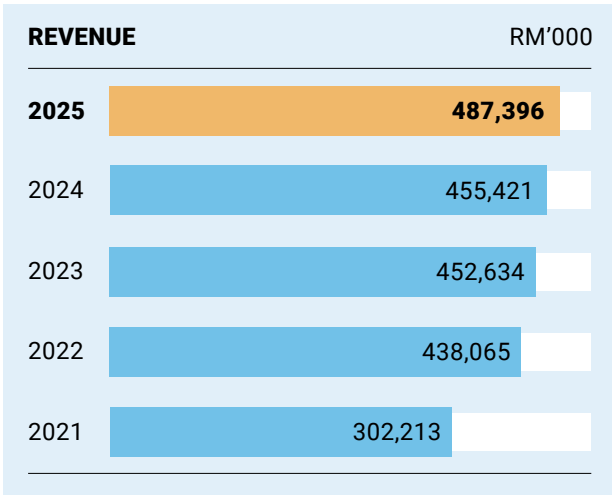
Prior to joining TPC Group, he was with an international audit firm where he advanced to the position of Audit Senior. During his tenure, he gained extensive experience in audit, taxation, due diligence, and advisory assignments across a broad range of clients, including public listed companies and multinational corporations.

Mr. Foo currently oversees the Group's financial reporting, treasury management, taxation, and forecasting. He plays a key role in the preparation of consolidated financial statements and quarterly reporting to Bursa Malaysia, and actively supports senior management and the Board of Directors through financial analysis, performance insights, and strategic recommendations. He is also instrumental in strengthening internal control frameworks, enhancing financial governance, and driving continuous improvements in financial processes across the Group.

Mr. Foo does not have any family relationship with any Directors and/or major shareholder of the Company. He does not have any conflict of interest with the Company. Mr. Foo has no conviction of any offences within the past five (5) years, or any sanctions and penalties imposed by relevant regulatory bodies during the financial year ended 31 December 2025.

# FINANCIAL HIGHLIGHTS

|   | FINANCIAL YEAR ENDED 31 DECEMBER |                |                |                |                    |
|---|----------------------------------|----------------|----------------|----------------|--------------------|
|   | 2021<br>RM'000                   | 2022<br>RM'000 | 2023<br>RM'000 | 2024<br>RM'000 | 2025<br>RM'000     |
| Revenue   | 302,213                          | 438,065        | 452,634        | 455,421        | <b>487,396</b>     |
| (Loss)/Profit before taxation                       | (30,981)                         | 7,386          | 49,901         | 25,886         | <b>18,128</b>      |
| (Loss)/Profit attributable to owners of the Company | (28,453)                         | 7,318          | 43,414         | 18,276         | <b>13,981</b>      |
| Total assets  | 221,286                          | 227,739        | 308,610        | 323,587        | <b>373,227</b>     |
| Net assets  | 62,872                           | 70,190         | 113,604        | 125,715        | <b>138,155</b>     |
| Current assets                                      | 110,660                          | 123,027        | 190,219        | 210,809        | <b>219,957</b>     |
| Current liabilities                                 | 139,716                          | 143,630        | 159,261        | 163,369        | <b>184,845</b>     |
| Share capital                                       | 86,080                           | 86,080         | 86,080         | 86,080         | <b>86,080</b>      |
| Basic (loss)/earnings per share (sen)               | (9.66)                           | 2.37           | 14.08          | 5.93           | <b>4.54</b>        |
| Weighted average number of shares issued            | 294,654,686                      | 308,232,783    | 308,232,783    | 308,232,783    | <b>308,232,783</b> |
| Current ratio (times)                               | 0.79                             | 0.86           | 1.19           | 1.29           | <b>1.19</b>        |



# CHAIRMAN STATEMENT

In line with our commitment to delivering sustainable shareholder value, the Board declared an interim dividend of RM1.54 million for FY2025.

“

**Dear valued shareholders,**

On behalf of the Board of Directors, I am pleased to present the Annual Report of TPC Plus Berhad (“TPC” or “the Group”) for the financial year ended 31 December 2025 (“FY2025”).

**DATUK LIM YEW PIAU**  
Chairman

FY2025 has been a defining year for the Group, one that tested our resilience while reinforcing the strength of our fundamentals. Amid a shifting operating landscape marked by rising costs, subsidy rationalisation, and market adjustments, the Group remained steadfast in executing its strategy with discipline and agility.

The Group recorded revenue of RM487.40 million, a 7.0% increase from the previous year, driven by higher sales volumes of eggs and poultry feed. While profitability was impacted by cost pressures, particularly feed-related expenses, the Group delivered a net profit after taxation of RM13.98 million. This performance reflects not only the realities of the current market cycle, but also our ability to remain operationally resilient and financially disciplined.

**FY2025**

|                                |   |                                       |
|--------------------------------|---|---------------------------------------|
| <b>Revenue</b><br>RM487.40 MIL | <b>Net Profit After Taxation</b><br>RM13.98 MIL | <b>Interim Dividend</b><br>RM1.54 MIL |
|--------------------------------|---|---------------------------------------|



**INDUSTRY OVERVIEW**

The poultry industry underwent notable structural changes during the year, particularly following the cessation of subsidies and the gradual liberalisation of egg pricing. These developments have reshaped competitive dynamics and reinforced the importance of efficiency, scale, and adaptability.

Despite these changes, the long-term fundamentals of the industry remain intact. Eggs continue to be one of the most affordable and essential sources of protein, and demand is expected to grow steadily in line with population trends. As one of the key industry players, TPC remains committed to supporting national food security while maintaining consistent product quality and supply reliability.

**OPERATIONAL PERFORMANCE**

Operationally, the Group continued to demonstrate steady progress. Egg production increased to approximately 466 million eggs in FY2025, reflecting our ongoing focus on productivity and farm efficiency.

Our feedmill operations also reached new milestones, delivering higher production volumes and strengthening our vertically integrated model.

This integration enhances cost control, improves supply chain stability, and supports overall operational performance – positioning the Group for long-term sustainability.

**FINANCIAL POSITION**

The Group’s financial position remains robust, with total assets rising to RM373.23 million and shareholders’ equity increasing to RM138.15 million. Cash and cash equivalents stood at RM71.82 million, reflecting strong liquidity, while gearing remained low at 0.16 times.

This solid financial foundation enables us to continue investing prudently in expansion, operational improvements, and strategic initiatives, while maintaining resilience against external uncertainties.

**SHAREHOLDER VALUE**

In line with our commitment to delivering sustainable shareholder value, the Board declared an interim dividend of RM1.54 million for FY2025. This follows our maiden dividend in FY2024 and reflects our continued efforts to balance returns to shareholders with reinvestment for future growth.

## CHAIRMAN STATEMENT



## BOARD &amp; GOVERNANCE

A strong and effective Board is fundamental to the Group's long-term success. During the year, there were key leadership changes that further strengthened our governance structure and leadership depth.

We welcomed Mr. Lee Han Yung as an Independent Non-Executive Director on 28 August 2025. He also serves as a member of the Audit Committee, Nomination and Remuneration Committee, and Chairman of the Risk Management Committee. With over two decades of experience in corporate finance and accounting, Mr. Lee brings valuable expertise in financial oversight, risk management, and governance, further enhancing the Board's effectiveness.

During the year, the Board bade farewell to YBhg. Tan Sri Datuk Seri (Dr.) Abu Seman bin Haji Yusop, who retired at the conclusion of the 22<sup>nd</sup> Annual General Meeting on 29 May 2025. The Board extends its deepest appreciation for his distinguished service and invaluable contributions to the Group.

Following these changes, the Board now comprises a balanced mix of executive and independent directors, ensuring robust oversight, diverse perspectives, and continued adherence to high standards of corporate governance.

## SUSTAINABILITY AND RESPONSIBLE GROWTH

Sustainability remains a key pillar of our long-term strategy. The Group continues to strengthen its biosecurity measures, enhance closed house systems (CHS), and adopt responsible farming practices to safeguard productivity and animal health.

We are also focused on improving resource efficiency, reducing environmental impact, and aligning our operations with evolving sustainability expectations - ensuring that growth is both responsible and sustainable.

## OUTLOOK: BUILDING FOR FY2026 AND BEYOND

Looking ahead to FY2026, the Group remains cautiously optimistic, supported by resilient demand fundamentals and our strengthened operational capabilities. Nevertheless, we recognise that the year ahead will continue to present a challenging environment.

The industry is transitioning into a fully liberalised pricing structure following the removal of subsidies, resulting in greater exposure to market-driven price fluctuations and increased competitive pressures. At the same time, cost volatility - particularly in feed raw materials such as corn and soybean meal - is expected to persist, influenced by global commodity trends, currency movements, and ongoing geopolitical uncertainties. Rising energy and logistics costs may also continue to impact overall operating expenses.

In addition, the Group remains mindful of operational risks, including disease outbreaks, climate variability, and evolving regulatory requirements, all of which may affect production efficiency and cost structures.

In response, the Group will continue to adopt a disciplined and forward-looking approach. We will intensify our efforts to enhance operational efficiency through improved farm management, process optimisation, and the adoption of advanced technologies and automation. Our vertically integrated model, particularly our feedmill operations, will remain a key strength in managing cost volatility and ensuring supply chain stability.

At the same time, we will continue to invest prudently in expanding our production capacity, supported by ongoing enhancements to farm infrastructure and closed house systems (CHS), which will further strengthen biosecurity, improve environmental control, and support sustainable productivity.

While challenges remain, the Board is confident that the Group's strong fundamentals, disciplined management, and clear strategic direction will enable us to navigate the evolving landscape and continue delivering sustainable value to our shareholders and stakeholders.

## APPRECIATION

On behalf of the Board, I would like to express our sincere gratitude to our shareholders, customers, business partners, and financial institutions for their continued trust and support.

I would also like to extend my deepest appreciation to our management team and employees for their unwavering dedication and commitment. Their resilience and hard work have been instrumental in navigating challenges and driving the Group forward.

Thank you.

**Datuk Lim Yew Piau**  
Chairman

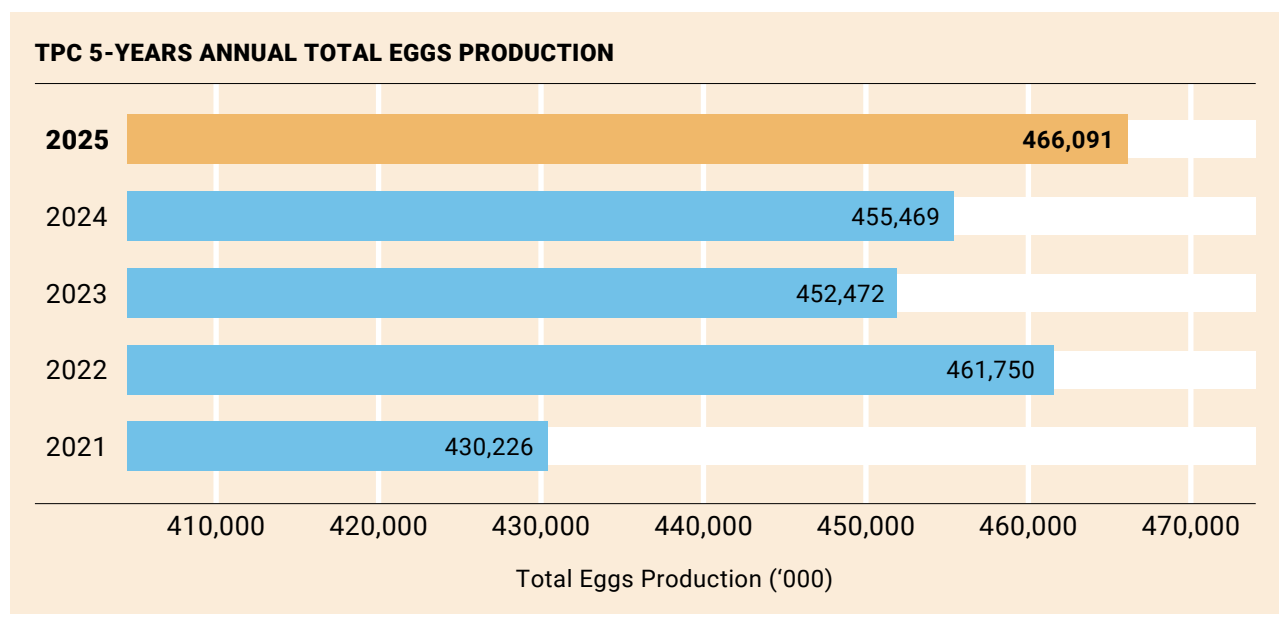
# MANAGEMENT DISCUSSION AND ANALYSIS



The Management Discussion and Analysis (“MD&A”) provides an overview of the financial performance and operational developments of TPC Plus Berhad (“TPC” or “the Group”) for the financial year ended 31 December 2025 (“FY2025”).

FY2025 was characterised by a challenging operating environment, driven by cost volatility, subsidy rationalisation, and evolving market dynamics. Despite these headwinds, the Group demonstrated resilience, supported by its integrated operations and disciplined approach to execution.

## REVIEW OF OPERATIONS



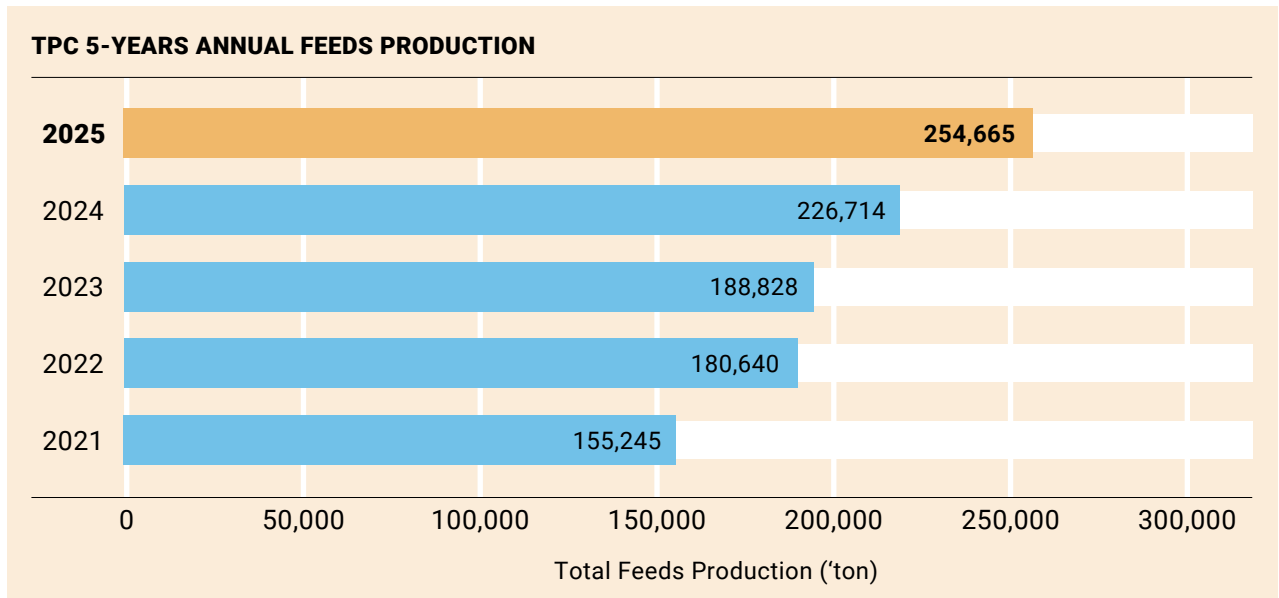
MANAGEMENT DISCUSSION AND ANALYSIS

Based on historical consumption patterns, we anticipate that the overall demand for eggs will typically correlate with population growth trends. However, various factors can influence both egg supply and consumption within specific periods. According to statistics from the Department of Statistics Malaysia (DOSM, 2021), Malaysians consumed approximately 20.7 kilograms of eggs per person in 2020. The consumption of chicken eggs is expected to continue rising, reaching 41.4 kilograms of eggs per person by 2030.

In view of challenges posed by volatility of the market and unforeseen circumstances during FY2025, TPC delivered a modest performance compared to the stronger results achieved in the preceding year. Following the cessation of government subsidies in August 2025, price control measures on chicken eggs were also lifted, reshaping the operating environment for the industry.

In response, the Group adopted a cautious and measured approach in FY2025, prioritising cost efficiency and preserving capital to safeguard against unexpected developments. This was reflected in the Group’s conservative capital expenditure strategy throughout the year.

Despite these headwinds, the Group reaffirmed its commitment to agility and productivity in navigating the unpredictable market landscape. Egg production levels were sustained, with total output reaching 466 million eggs in FY2025, an increase from 455 million eggs in FY2024. Looking ahead, the Group remains focused on optimising overall operations, embracing new technologies, and delivering sustainable value to stakeholders amidst evolving market conditions.



The Group’s feedmill operations have continued to showcase steady growth over the past five years, reflecting both rising demand and the successful execution of capacity expansion initiatives. Total feed production increased from 155,245 tons in 2021 to 254,665 tons in 2025, representing a cumulative growth of more than 64% since the feedmill’s establishment in 2017.

The expansion undertaken in FY2023 enabled the Group to meet growing market requirements, with production reaching new highs in FY2024 and further strengthening in FY2025. This consistent upward trajectory underscores the Group’s ability to scale operations efficiently while maintaining product quality and reliability.

Beyond volume growth, the feedmill continues to play a critical role in supporting farm productivity and sustainability. By ensuring optimal bird nutrition, enhancing cost efficiency, and adopting responsible farming practices, the Group reinforces its position as a trusted contributor to Malaysia’s poultry industry. The feedmill’s performance highlights TPC’s commitment to innovation, operational excellence, and long-term value creation for stakeholders.

## FINANCIAL PERFORMANCE REVIEW

|   | FYE 2025<br>(RM'000) | FYE 2024<br>Restated<br>(RM'000) | Changes<br>(%) |
|---|----------------------|----------------------------------|----------------|
| REVENUE   | 487,396              | 455,421                          | 7.0%           |
| COST OF SALES ("COS")   | 496,148              | 448,927                          | 10.5%          |
| OTHER INCOME  | 36,926               | 28,049                           | 31.6%          |
| FINANCE COSTS   | 4,646                | 4,782                            | (2.8%)         |
| EARNINGS BEFORE INTEREST, TAX, DEPRECIATION AND AMORTISATION ("EBITDA") | 33,627               | 41,712                           | (19.4%)        |
| PROFIT BEFORE TAX ("PBT")   | 18,128               | 25,886                           | (30.0%)        |
| NET PROFIT AFTER TAX ("PAT")  | 13,981               | 18,276                           | (23.5%)        |
| PBT MARGIN  | 3.7%                 | 5.7%                             | (35.1%)        |
| PAT MARGIN  | 2.9%                 | 4.0%                             | (27.5%)        |

**Revenue**

The Group delivered stronger top-line results in FY2025, with revenue rising 7.0% to RM487.40 million, compared to RM455.42 million in FY2024. This growth was driven by higher sales volumes of eggs and poultry feed, supported by improved market demand, despite continued pressure from competitive pricing.

**Cost of Sales**

Cost of sales increased by 10.5%, from RM448.93 million in FY2024 to RM496.15 million in FY2025. The rise reflects higher production costs, particularly feed and raw materials, which offset the benefits of revenue growth and placed pressure on margins.

**Other Income**

Other income strengthened to RM36.93 million, up 31.6% from RM28.05 million in FY2024. The improvement was mainly attributable to higher government egg subsidies recognised and ancillary income streams, which provided partial relief against rising operating costs.

**Finance Costs**

Finance costs declined slightly by 2.8%, from RM4.78 million in FY2024 to RM4.65 million in FY2025. This reduction reflects disciplined utilisation of banking facilities and improved capital management, despite term loan commitments for the ongoing expansion project.

**Earnings Before Interest, Tax, Depreciation and Amortisation ("EBITDA")**

EBITDA fell by 19.4%, from RM41.71 million in FY2024 to RM33.63 million in FY2025. The decline was primarily due to higher production costs and margin compression, though the Group's operating resilience helped mitigate the impact of cost pressures.

**Net Profit After Taxation ("PAT")**

The Group's PAT declined by 23.5%, from RM18.28 million in FY2024 to RM13.98 million in FY2025. In line with the factors affecting EBITDA, this was primarily due to higher COS, notwithstanding improvements in other income (government egg subsidies), and lower finance costs.

Overall, the Group recorded stronger revenue performance in FY2025, supported by increased sales volumes of eggs and poultry feeds. Despite margin pressures arising from increased feed and production costs, the Group delivered a resilient performance, aided by subsidy income and disciplined capital management.

## MANAGEMENT DISCUSSION AND ANALYSIS

## FINANCIAL POSITION STRENGTH

|                            | FYE 2025 | FYE 2024 | Variance (%) |
|----------------------------|----------|----------|--------------|
| Total Assets (RM'000)      | 373,227  | 323,587  | 15.3         |
| Total Liabilities (RM'000) | 235,073  | 197,872  | 18.8         |
| Debt/Asset Ratio (Times)   | 0.63     | 0.61     | 3.3          |
| Net Asset Per Share (RM)   | 0.45     | 0.41     | 9.8          |
| Gearing Ratio (Times)      | 0.16     | 0.14     | 14.3         |
| Current Ratio (Times)      | 1.19     | 1.29     | (7.8)        |

TPC Group's financial position continues to provide a strong foundation for driving core business outcomes and supporting long-term resilience. As of 31 December 2025, the Group's total assets stood at RM373.23 million, representing a 15.3% increase from RM323.59 million in FY2024.

A breakdown of the Group's total assets for FY2025 is as follows:

- (i) **Non-current assets** amounted to RM153.27 million, comprising freehold land, buildings, machinery, and investment properties, representing 41.1% of total assets.
- (ii) **Trade receivables**, including related companies balances, totalled RM118.48 million, contributing 31.7% of total assets.
- (iii) **Cash and cash equivalents** closed at RM71.82 million, comprising 19.2% of total assets.

The Group's total liabilities increased by 18.8%, from RM197.87 million in FY2024 to RM235.07 million in FY2025. These liabilities mainly consist of:

- (i) **Trade payables** of RM103.14 million, both related and non-related parties, representing 43.9% of total liabilities.
- (ii) **Borrowings**, both short-term and long-term, accounting for 40.2% of total liabilities.

Total equity attributable to shareholders grew by 9.8%, rising from RM125.72 million (RM0.41 per share) in FY2024 to RM138.15 million (RM0.45 per share) in FY2025. Net borrowings (total bank borrowings less cash and cash equivalents) as of FY2025 reaching RM22.76 million, against shareholders' funds of RM138.15 million, marking gearing ratio of 0.16 times, compared to 0.14 times in FY2024. While gearing rose slightly, it remains at a healthy level, reflecting disciplined capital management.

TPC Group closed FY2025 with a stronger financial position, as total assets rose 15.3% to RM373.23 million and shareholders' equity grew nearly 10% to RM138.15 million. The Group maintained a disciplined capital structure with a gearing ratio of 0.16 times, reflecting prudent leverage management. Overall, the strengthened financial position demonstrates resilience and the capacity to support sustainable growth and shareholder long-term value creation.



**CASH AND CAPITAL MANAGEMENT**

The management of TPC Group remains focused on actively managing its capital structure to ensure a balance between delivering shareholders values and safeguarding long-term financial resilience.

|  | 2025<br>(RM'000) | 2024<br>Restated<br>(RM'000) |
|--|------------------|------------------------------|
| Net cash from operating activities                           | 31,285           | 30,165                       |
| Net cash (for)/from investing activities                     | (20,517)         | 3,234                        |
| Net cash for financing activities                            | (6,152)          | (15,071)                     |
| Net change in cash and cash equivalent                       | 4,616            | 18,328                       |
| Cash and cash equivalents at beginning of the financial year | 67,208           | 48,880                       |
| Cash and cash equivalents at end of the financial year       | 71,824           | 67,208                       |

In pursuing this objective, the Group continues to evaluate operating cash flows, capital commitments, and strategic investment opportunities, while maintaining a prudent approach to capital and cash management.

As at 31 December 2025, the Group’s liquidity position strengthened further, with cash and cash equivalents rising to RM71.82 million from RM67.21 million in FY2024. Looking ahead, the Group will prioritise sustaining an optimal cash and capital base to support operational enhancements and future growth initiatives.

**Cash Flow from Operating Activities**

Net cash from operating activities for FY2025 amounted to RM31.29 million, a modest increase of RM1.12 million, or 3.7%, compared to RM30.17 million in FY2024. This improvement in cash inflow was primarily due to government subsidies recognised during the year, despite lower average selling prices of eggs and poultry feeds compared to prior year.

This improvement reflects stronger operational efficiency and rigorous working capital management, despite ongoing challenges in the poultry industry. The resilience of operating cash flows underscores the Group’s ability to preserve liquidity and navigate market uncertainties.

**Cash Flow (for)/from Investing Activities**

The Group recorded a net cash outflow of RM20.52 million from investing activities in FY2025, compared to a net inflow of RM3.23 million in FY2024. This shift was primarily attributable to capital expenditure commitments during the year, including investments in new farm project and operational enhancements. These investments are expected to strengthen production capabilities, improve overall efficiency, and support the Group’s long-term sustainability objectives.

**Cash Flow for Financing Activities**

Net cash outflow from financing activities in FY2025 was RM6.15 million, compared to RM15.07 million in FY2024. The lower outflow was primarily driven by the Group’s debt re-optimisation strategy, which involved increasing long-term borrowings to better align with long-term investments, as well as the repayment of short-term borrowings to reduce reliance on short-term financing.

During the year, the Group also continued its dividend distribution policy, reinforcing its commitment to delivering shareholder value while maintaining financial prudence.

**Capital Structure, Reserve and Expenditure**

As at 31 December 2025, TPC’s share capital and reserves remained stable, supporting an equity base that continues to provide a strong foundation for growth. The Group finances its operations through a balanced mix of internal cash reserves, trade payables, and banking facilities. Adequate trade facilities have been secured to meet working capital requirements and fund ongoing projects.

The Group’s capital expenditure in FY2025 was directed towards:

- New farm project to increase overall productivity, operational efficiency, and livestock welfare.
- Operational enhancements aimed at improving sustainability and supporting long-term growth.

Looking ahead, the Group will continue to adopt prudent approach to cash and capital management, ensuring that liquidity remains sufficient to support both operational needs and future growth initiatives. Strategic investments will be carefully prioritised to enhance efficiency, strengthen sustainability practices, and create long-term value for shareholders. By maintaining a resilient capital structure and embedding sustainability into financial and operational planning, the Group is well-positioned to navigate industry challenges while driving sustainable growth and reinforcing stakeholder confidence.

## MANAGEMENT DISCUSSION AND ANALYSIS

### ANTICIPATED OR KNOWN RISKS

The Group's business, financial, and operational results remain subject to various uncertainties and risks, many of which are beyond its control. To address these challenges, TPC Group continues to strengthen its risk management framework and implement proactive measures to minimise, mitigate, or eliminate potential adverse impacts.

#### Egg Production Subject to Agricultural and Disease Risks

TPC Group remains exposed to livestock-related disease risks, particularly avian influenza, which could significantly disrupt operations and financial performance. Extreme weather conditions and other disease outbreaks also pose threats to egg production quality and volume. Negative publicity surrounding industry-wide outbreaks may further affect consumer confidence, even if the Group's flocks remain unaffected.

To mitigate these risks, the Group maintains a comprehensive vaccination programme overseen by in-house veterinarians and an experienced farm management team. The Group has progressively converted all conventional open flock houses into closed house systems (CHS), equipped with advanced ventilation technology to reduce heat stress and prevent contact with wild birds. These biosecurity enhancements have strengthened flock health and productivity, though unforeseen outbreaks or adverse weather conditions could still materially impact performance.

#### Poultry Industry Risks: Feed Costs, Market Fluctuations, and Biosecurity

The Group's operations are inherently exposed to feed cost volatility, labour expenses, fluctuating egg prices, and evolving environmental regulations. Feed costs, the largest component of production, remain sensitive to global commodity trends in corn, soybean meal, and wheat, which are influenced by weather, harvest yields, supply-demand dynamics, and currency movements. Any significant rise in feed costs without a corresponding increase in egg prices could erode margins.

To counter these risks, the Group continues to invest in CHS technology, automation, and farm management improvements. Strategic adoption of innovation enhances biosecurity and supports production efficiency. However, oversupply risks and regulatory changes may still affect profitability and market share.

#### Credit Risks Management

Exposure to credit risk arises primarily from trade receivables. Delays or defaults in customer payments could adversely affect cash flows and financial stability. To mitigate this, the Group enforces strict credit controls, sets clear credit limits, and continuously monitors receivables. Legal action is taken where necessary to recover overdue amounts, ensuring disciplined credit risk management.

#### Macroeconomic and Regulatory Risks

Global and domestic macroeconomic developments, including policy changes, licensing requirements, minimum wage adjustments, and price controls, may impact the Group's operations. To mitigate these risks, management actively monitors economic and regulatory trends, engages with the Department of Veterinary Services (DVS), and consults external professionals to ensure compliance and readiness for new requirements.

#### Dependence on Leadership and Expertise of Management Team for Continued Success

The Group's success continues to rely on the leadership and expertise of its Executive Directors and senior management team. Their industry knowledge and strategic direction are critical to driving growth and expansion. However, reliance on key individuals presents succession risks. To address this, the Group places strong emphasis on succession planning and leadership development to ensure continuity and long-term sustainability.

### RISKS MANAGEMENT FRAMEWORK

The Group remains committed to cultivating a strong risk management culture across all levels of the organisation. Its risk management framework is continuously reinforced to ensure resilience, sustainability, and stakeholder confidence. For further details on the Group's risk management and internal control systems, please refer to the Statement on Risk Management and Internal Control in this Annual Report.



### FUTURE PROSPECT AND OUTLOOK

Looking ahead to FY2026, the Group adopts a cautiously optimistic outlook, underpinned by resilient demand for eggs as an essential and affordable source of protein, alongside the Group's strengthened operational foundation and integrated business model.

The operating environment, however, is expected to remain challenging. The industry continues to adjust to a post-subsidy landscape, where pricing dynamics are increasingly driven by market forces. At the same time, global uncertainties, including ongoing geopolitical tensions and volatility in commodity markets, are likely to sustain pressure on input costs, particularly feed and energy. These factors may continue to influence margins and require careful cost management across the Group's operations.

In response, the Group will maintain a disciplined and measured approach, focusing on enhancing operational efficiency and optimising cost structures. Continuous improvements in farm management practices, coupled with the adoption of advanced technologies and automation, are expected to further strengthen productivity and mitigate the impact of rising costs. The Group will also continue to leverage its vertically integrated model, particularly its feedmill operations, to improve cost control, ensure supply stability, and enhance overall operational resilience.

At the same time, the Group remains committed to expanding its production capacity in a prudent and sustainable manner. Ongoing investments in farm infrastructure, including enhancements to closed house systems, are expected to support higher productivity, improved biosecurity, and greater operational consistency. These initiatives will position the Group to meet growing demand while maintaining high standards of product quality.

Sustainability will continue to be an integral part of the Group's strategy moving forward. Efforts to improve resource efficiency, reduce environmental impact, and align with evolving ESG expectations will remain a key focus.

By embedding sustainable practices into its operations, the Group aims to ensure long-term viability while meeting the expectations of stakeholders, regulators, and the communities it serves.

Notwithstanding the uncertainties in the external environment, the Group remains confident in its long-term prospects. Supported by a strong balance sheet, prudent financial management, and an experienced management team, TPC is well-positioned to navigate near-term challenges while pursuing sustainable growth opportunities.

The Board and Management will continue to monitor market developments closely and remain agile in responding to changes. With a clear strategic direction and a focus on operational excellence, the Group is committed to delivering long-term value to its shareholders and other stakeholders in FY2026 and beyond.

### DIVIDEND

The Board is dedicated to balancing shareholder value creation with the Group's long-term financial stability and sustainable growth.

Although TPC does not have a formal dividend policy, we recognise the importance of rewarding our shareholders for their ongoing support. The decision to declare a dividend is based on various factors, including cash flow availability, financial performance, capital expenditure requirements, overall financial health, and any other relevant considerations deemed important by our Board. It is also subject to the solvency test as mandated by the Companies Act 2016.

In view of the decent results for the FY2025, the Board announced an interim cash dividend to reward shareholders amounting to RM1.54 million, which represented approximately 11.0% of PAT for the financial year ended 31 December 2025.

# SUSTAINABILITY STATEMENT

## ABOUT THIS SUSTAINABILITY STATEMENT

TPC Plus Berhad (“TPC” or “the Company”) and its subsidiaries (“TPC Group” or “the Group”) recognise that sustainable and responsible business practices are fundamental to long-term value creation. We consider sustainability commitments and initiatives as integral to our strategy, shaping how we engage with our stakeholders and contribute positively to society and the environment.

The Board of Directors (“the Board”) of TPC Group is pleased to present the Sustainability Statement for the financial period ended 31 December 2025 (“FY2025”). Through this Statement, the Board underscores the Group’s dedication to responsible business practices, aiming to create lasting value for our shareholders, employees, communities, and broader stakeholders, while supporting the transition towards a sustainable economy.

### REPORTING SCOPE AND BOUNDARY

This Sustainability Statement covers the financial period from 1 January 2025 to 31 December 2025 (“FY2025”).

The scope of this Statement encompasses the Group’s key operating segments, namely the layer farm and feed mill divisions located in Melaka and Negeri Sembilan, Malaysia, operating under Teck Ping Chan Agriculture Sdn. Bhd. These operations represent the primary contributors to the Group’s economic, environmental, and social impacts, and therefore form the basis of this year’s sustainability disclosures.

The Group also has oil palm plantation activities, operated under Mestika Arif Sdn. Bhd., which are not included within the reporting scope for FY2025, as they are currently not a significant contributor to the Group’s overall revenue and operational impact. Similarly, the dormant subsidiary, Teck Ping Chan (1976) Sdn. Bhd., is excluded from reporting. The Group will continue to assess the materiality of these activities and may consider including them in future sustainability disclosures as their contribution becomes more significant.

### REPORTING FRAMEWORKS AND STANDARDS

This Sustainability Statement is prepared in accordance with Practice Note 9 and Practice Note 9A of the Main Market Listing Requirements (“MMLR”) of Bursa Malaysia Securities Berhad (“Bursa Securities”). In developing this Statement, the Group has also referenced the following frameworks and guidelines to enhance the quality, comparability, and transparency of disclosures:

- Part A and B of Practice Note 9A of MMLR;
- Sustainability Reporting Guide (3rd Edition) issued by Bursa Securities (“the Guide”);
- Global Reporting Initiative Standards (“GRI Standards”);
- FTSE4Good Bursa Malaysia Index;
- The United Nations Sustainable Development Goals (“UNSDG”); and
- Malaysia Code of Corporate Governance 2021 (“MCCG”).

Going forward, the Group is aligning its reporting with the National Sustainability Reporting Framework (“NSRF”). From next year, we will transition to a reporting approach that incorporates NSRF requirements alongside other relevant standards, further strengthening the robustness and comparability of our sustainability disclosures.

### ASSURANCE

This Sustainability Statement has not been subjected to an independent external assurance process. The Group will continue to assess the feasibility of obtaining external assurance in future reporting cycles to enhance the credibility and reliability of disclosures.

**APPROVAL**

This Sustainability Statement has been reviewed and approved by the Board of Directors on 9 April 2026, reflecting the Board’s oversight and accountability for the Group’s sustainability performance and disclosures.

**STAKEHOLDER FEEDBACK**






The Group values feedback from its stakeholders as part of its continuous improvement in sustainability practices and reporting. We welcome inquiries, comments, and suggestions regarding this Statement and the matters discussed herein.

For further information, please contact: [contact@tpc.com.my](mailto:contact@tpc.com.my) or [ir@tpc.com.my](mailto:ir@tpc.com.my)

**FY2025 KEY SUSTAINABILITY PERFORMANCE HIGHLIGHTS**

As we move forward, we remain dedicated to continuous improvement, sustainable growth, and delivering long-term value for all stakeholders.

We have summarised our key sustainability performance highlights below:

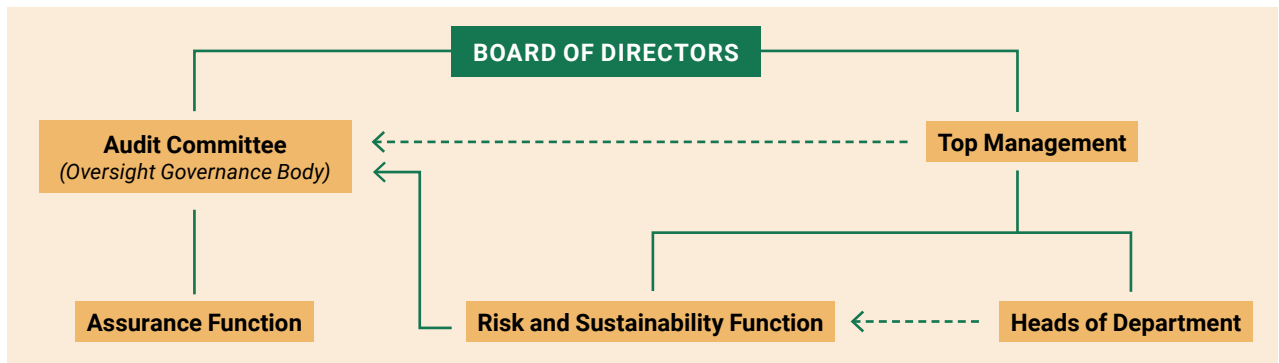
| ENVIRONMENTAL PERFORMANCE  |  |
|--|--|
|  <p><b>Energy Consumption</b></p> <p>Total Energy Use:<br/><b>15,823.50 MWh</b></p> <p>Direct energy:<br/><b>5,988.38 MWh</b></p> <p>Indirect energy:<br/><b>9,835.11 MWh</b></p> <p>Energy intensity:<br/><b>0.0339 kWh per egg</b><br/><i>(equivalent to 33.9 kWh per 1,000 eggs)</i></p> |  <p><b>Greenhouse Gas (“GHG”) Emissions</b></p> <p>Total GHG:<br/><b>9,326.81 MTCO<sub>2</sub>e</b></p> <p>Scope 1:<br/><b>1,508.53 MTCO<sub>2</sub>e</b></p> <p>Scope 2:<br/><b>7,612.38 MTCO<sub>2</sub>e</b></p> <p>Scope 3:<br/><b>205.90 MTCO<sub>2</sub>e</b></p> <p>GHG emission intensity:<br/><b>0.0200 kgCO<sub>2</sub>e per egg</b><br/><i>(equivalent to 20.0 kgCO<sub>2</sub>e per 1,000 eggs)</i></p> |
|  |  <p><b>Water Consumption</b></p> <p>Total Water Use:<br/><b>169.85 megalitres (mL)</b></p> <p>Water intensity:<br/><b>0.364 litres per 1,000 eggs</b><br/><i>(Equivalent to 364 mL per egg)</i></p>   |
| SOCIAL PERFORMANCE   | GOVERNANCE & ETHICS  |
|  <p><b>Workplace Safety</b></p> <p><b>ZERO</b> Fatalities</p> <p><b>ZERO</b> Lost Time Injury Rate (“LTIR”)</p>   |  <p><b>Integrity and Compliance</b></p> <p><b>ZERO</b> Corruption cases</p>   |

SUSTAINABILITY STATEMENT

SUSTAINABILITY GOVERNANCE STRUCTURE

As the Group continues to strengthen its sustainability framework, we recognise that having an effective governance structure is essential to effectively drive, implement, and monitor sustainability strategies across the organisation.

At TPC, sustainability governance is guided by a top-down approach, with clear roles and responsibilities defined across all levels of the Group to ensure accountability, transparency, and effective oversight.



The key roles are summarised as follows:

|  |  |
|--|--|
| <b>Board of Directors</b>                                    | The Board holds ultimate responsibility for sustainability strategy, initiatives and overall performance oversight.  |
| <b>Audit Committee</b><br><i>(Oversight Governance Body)</i> | The Audit Committee supports the Board by reviewing the management of sustainability matters, monitoring progress, and providing updates and recommendations to the Board.   |
| <b>Top Management</b>  | Led by the Managing Director and Executive Director, and supported by the Account Manager, Top Management is responsible for implementing and managing sustainability initiatives, driving execution, monitoring performance, and ensuring alignment with the Group’s strategic direction. |
| <b>Risk and Sustainability Function</b>                      | The Risk and Sustainability Function serves as the central coordinating body, providing guidance, facilitating stakeholder engagement, and monitoring the progress of sustainability initiatives across the Group’s operations.  |
| <b>Heads of Department</b>                                   | Heads of Department are responsible for managing sustainability within their respective functions, including identifying, assessing, managing, and periodically reviewing sustainability-related risks and opportunities, while supporting effective implementation of initiatives.        |
| <b>Assurance Function</b>                                    | The assurance function provides independent evaluation of the adequacy and effectiveness of sustainability processes and controls, with findings reported to the Audit Committee.  |

## SUSTAINABILITY FRAMEWORK AT A GLANCE

Guided by the Group's vision, mission, and core values, TPC Group has established a sustainability framework that integrates our strategic priorities with economic, environmental, social, and governance ("EESG") considerations. This framework outlines our sustainability objectives, key focus areas, and stakeholder groups, ensuring that sustainability remains embedded in our business operations and decision-making processes.

### VISION

To become a premier egg producer and the most trusted supplier of fresh, high-quality eggs and poultry products in Malaysia.

### MISSION

We strive to continuously enhance and invest in our people and technologies to deliver high-quality and fresh egg and egg products to our valued customers.

### CORE VALUES

- Providing a safe and hygienic work environment for our employees.
- Investing in modern technologies and facilities to achieve farm efficiencies.
- Maximising profits and competitiveness through economies of scale in production.
- Actively contributing to social initiatives for sustainable development.

### Sustainability Objectives

- **Workplace Safety and Well-being** – Ensuring a safe, healthy, and conducive working environment;
- **Talent Development** – Continuously providing learning and development opportunities to enhance employees' skills and competencies;
- **Sustainable Growth** – Driving long-term business growth while integrating sustainability considerations into operations;
- **Environmental Stewardship** – Minimising environmental impact through efficient resource management and responsible practices; and
- **Social Responsibility** – Strengthening contributions to the community and broader society.

### Sustainability Pillars

Our sustainability approach is anchored on four key pillars:

- **Economic** – Ensuring sustainable financial performance and long-term value creation;
- **Environmental** – Managing environmental impacts responsibly, including resource use and emissions;
- **Social** – Prioritising employee welfare, community engagement, and product responsibility; and
- **Governance** – Upholding strong corporate governance, ethical conduct, and compliance.

### Key Stakeholders

We actively engage with our key stakeholders to understand their expectations and incorporate their feedback into our sustainability strategies:

- Shareholders
- Customers
- Suppliers, sub-contractors, and business partners
- Employees
- Bankers and financial institutions
- Local communities
- Government and regulators

The Group recognises that sustainability is not a standalone initiative, but an integral component of its overall business strategy and operations. Our Sustainability Policies and Guidelines 2024 are designed to be aligned with existing corporate policies, ensuring that sustainability principles are embedded across all levels of the organisation and consistently applied in decision-making processes.

This integrated approach supports responsible business practices, effective management of sustainability-related risks and opportunities, and long-term value creation.

Key supporting policies include:

- Anti-Corruption Policy
- Whistleblowing Policy
- Employee Code of Conduct and Ethics
- Employee's Handbook
- Diversity Policy
- Fit and Proper Policy
- Conflict of Interest Policy

## SUSTAINABILITY STATEMENT

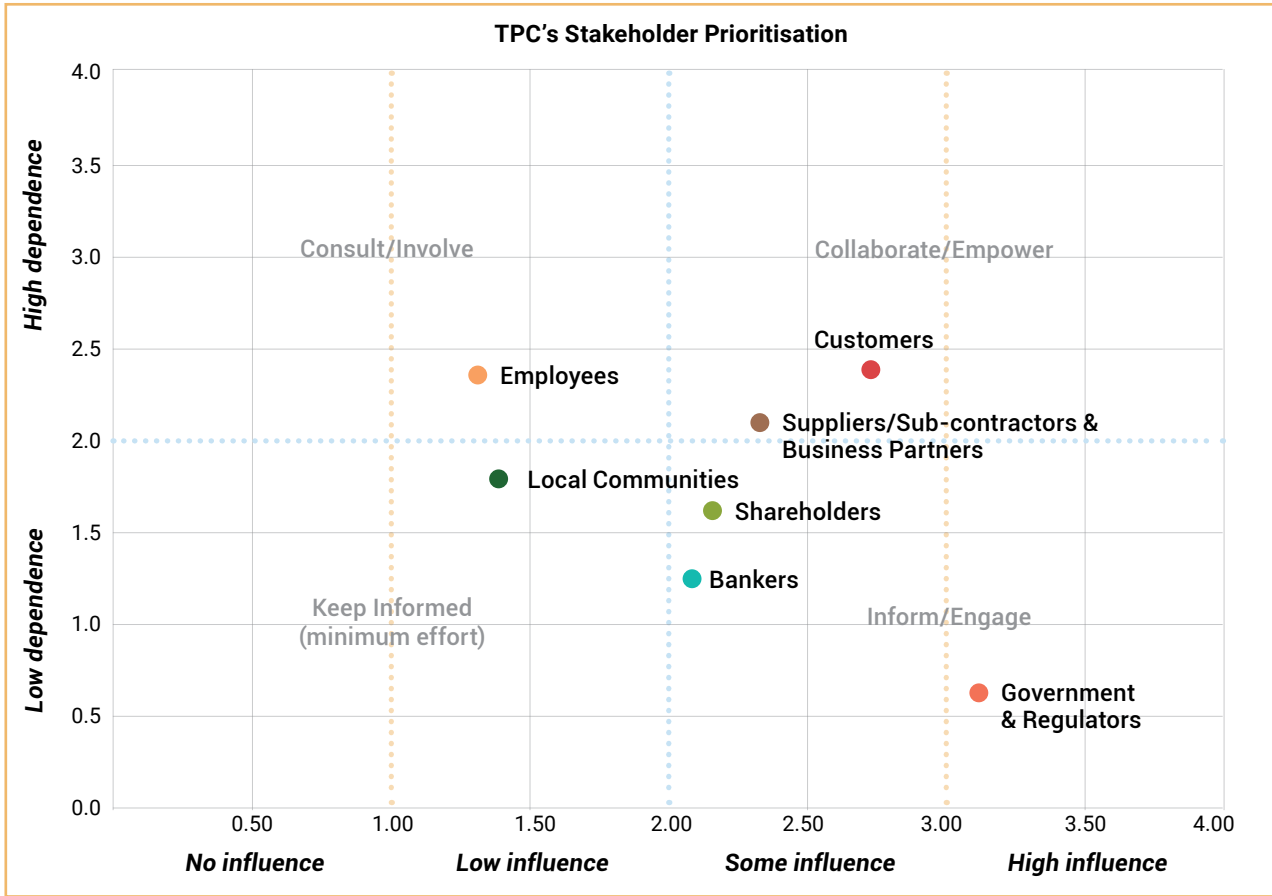
## STAKEHOLDERS ENGAGEMENT

Stakeholders are individuals or groups who may be affected by, or have an interest in, the Group's business operations and decisions. The Group recognises that effective and continuous stakeholder engagement is essential to understand their concerns, expectations, and priorities, which in turn inform the development and enhancement of our sustainability strategies.

The Group engages with its stakeholders through various channels, including:

| Stakeholders   | Engagement Approach  | Engagement Focus & Objectives   | Frequency                                     | Initiatives to include   |
|--|--|---|---|--|
| <b>Customers</b>   | <ul style="list-style-type: none"> <li>• Customer feedbacks/ complaints</li> <li>• Email and physical communications</li> <li>• Questionnaires</li> </ul>  | <ul style="list-style-type: none"> <li>• Food safety and quality</li> <li>• Supply consistency</li> <li>• Customer feedback review/experience</li> <li>• Timely eggs order delivery</li> </ul>                                | On-going                                      | Company website, Customer satisfaction survey, daily or weekly phone calls   |
| <b>Employees</b>   | <ul style="list-style-type: none"> <li>• On-going trainings and developments</li> <li>• Performance appraisal system</li> <li>• Internship programme</li> <li>• Questionnaires</li> </ul>  | <ul style="list-style-type: none"> <li>• Employees' welfare and safety</li> <li>• Career development</li> <li>• Competitive remuneration and benefits</li> <li>• Corporate culture</li> <li>• Employees engagement</li> </ul> | On-going/<br>Monthly/<br>Quarterly/<br>Yearly | Yearly trainings, daily or weekly talk, yearly performance appraisal, CSR volunteering activities, Communication with Management |
| <b>Suppliers/<br/>Subcontractors<br/>&amp; Business<br/>Partners</b> | <ul style="list-style-type: none"> <li>• Email and physical communications</li> <li>• Direct negotiation by phone calls or via email</li> <li>• Sound payment practices</li> <li>• Long term business relationship</li> <li>• Questionnaires</li> </ul>        | <ul style="list-style-type: none"> <li>• Payments</li> <li>• Transparent procurement practices</li> </ul>   | On-going/<br>Periodical                       | Supply contract negotiation, supplier commitment, supplier audit and evaluation, sound payment practices                         |
| <b>Government &amp;<br/>Regulators</b>                               | <ul style="list-style-type: none"> <li>• Bursa Malaysia Reporting</li> <li>• Regulatory compliance</li> <li>• Authorities</li> <li>• Labour practices</li> </ul>   | <ul style="list-style-type: none"> <li>• Compliance</li> <li>• Food safety</li> <li>• Biosecurity</li> <li>• Labour and employment issues</li> <li>• Government taxes contribution</li> </ul>                                 | Quarterly/<br>Yearly                          | Formal meeting physically and virtually, inspection by local authorities, quarterly production report submission                 |
| <b>Local<br/>Communities</b>   | <ul style="list-style-type: none"> <li>• Community engagement programme (CSR projects)</li> <li>• Sponsorships</li> <li>• Domestic job opportunities</li> <li>• Environmental impact from business operations</li> </ul>                                       | <ul style="list-style-type: none"> <li>• Social welfare and contributions</li> <li>• Biosecurity and farm management</li> </ul>   | On-going                                      | Sponsorships and donation of eggs, participation in CSR activities   |
| <b>Shareholders</b>  | <ul style="list-style-type: none"> <li>• Annual general meeting</li> <li>• Investor relations</li> <li>• Quarterly financial results</li> <li>• Bursa announcements</li> <li>• Annual report</li> <li>• Corporate website</li> <li>• Questionnaires</li> </ul> | <ul style="list-style-type: none"> <li>• Financial performance</li> <li>• Business growth and risk</li> <li>• Corporate Strategy and performance</li> <li>• Business outlook and prospects</li> </ul>                         | Quarterly/<br>Yearly/<br>As needed            | Annual General Meetings (AGMs), Quarterly financial result announcement  |
| <b>Bankers</b>   | <ul style="list-style-type: none"> <li>• Quarterly announcement</li> <li>• Annual report</li> <li>• Physical communications/ farm visits</li> <li>• Direct communication via phone calls or emails</li> <li>• Questionnaires</li> </ul>                        | <ul style="list-style-type: none"> <li>• Financial performance and liquidity</li> <li>• Business growth and risk</li> <li>• Repayment ability</li> </ul>  | Monthly/<br>Quarterly/<br>As needed           | Formal meeting physically, email and phone communication, site visits, monthly bank statements                                   |

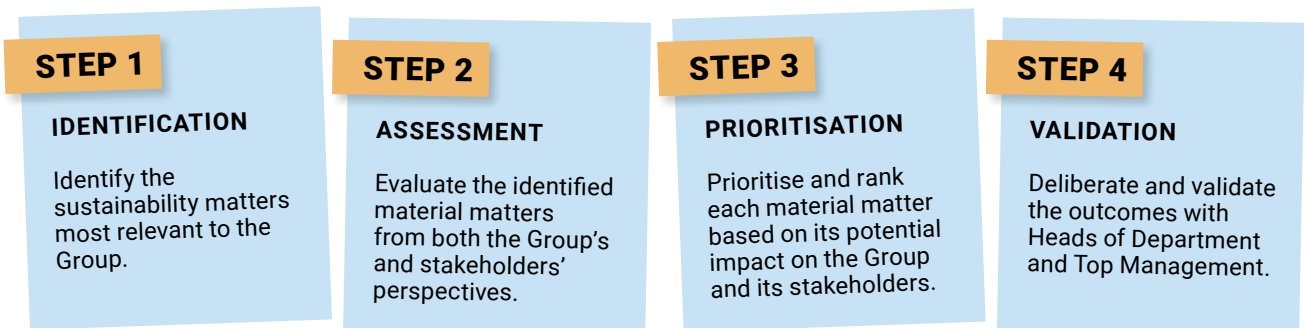
The outcomes of this assessment are presented in the materiality matrix below.



**MATERIALITY ASSESSMENT AND SUSTAINABILITY STRATEGIES**

The Board considers materiality assessment a critical process for the Group to identify, evaluate, and prioritise key sustainability risks and opportunities that are most significant to both the Group and its stakeholders. Guided by stakeholder engagement, the Group conducts an annual materiality assessment to review existing sustainability matters and to identify any emerging risks or opportunities across Economic, Environmental, Social, and Governance (“EESG”) aspects.

For the assessment, the Group applied a consistent four-step approach:



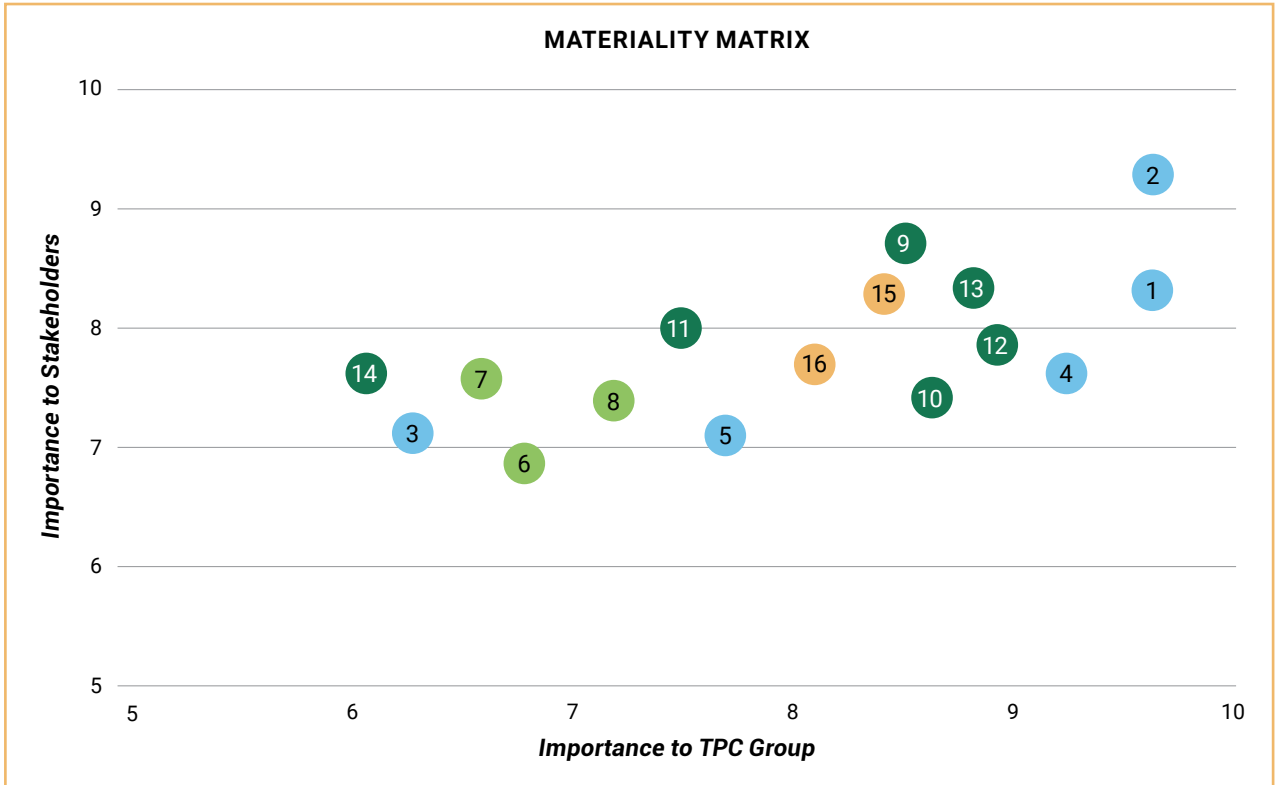
In FY2025, the Group’s key material matters remained closely aligned with those identified in FY2024, as there were no significant changes in business operations, stakeholder landscape, or regulatory requirements. Accordingly, no new materiality assessment was conducted during the reporting period. This approach ensures continuity and consistency in evaluating sustainability risks and opportunities while maintaining alignment with previously identified priorities. The material matters and their respective significance continue to guide the Group’s sustainability strategies and disclosures for FY2025.

The identification of material matters was conducted in strict adherence to the Guide issued by Bursa Securities, ensuring compliance with recognised best practices in sustainability disclosure.

SUSTAINABILITY STATEMENT

MATERIALITY MATRIX

Based on the materiality assessment conducted, a total of 16 material matters were identified. These matters are categorised according to their significance, ranging from “Important” to “Most Important” in terms of stakeholder relevance. The relative priority and impact of each matter are illustrated in the Materiality Matrix below:



**ECONOMIC**

- 1. Sustainable Business Growth and Performance
- 2. Product Safety, Quality and Brand
- 3. Technology and Innovation
- 4. Customer Satisfaction
- 5. Local Supply Chain Management

**ENVIRONMENT**

- 6. Environmental Stewardship
- 7. Waste and Effluent Management
- 8. Emission Discharged

**SOCIAL**

- 9. Occupational Safety and Health
- 10. Training and Development
- 11. Employee Welfare and Engagement
- 12. Workforce and Management Diversity
- 13. Data Privacy
- 14. Community Outreach

**GOVERNANCE**









- 15. Corporate Governance Practices
- 16. Anti-Bribery

**SUSTAINABILITY STRATEGIES AND UNSDG MAPPING**

Building on the identified material matters, the Group has considered the seventeen (17) United Nations Sustainable Development Goals (“UNSDGs”) introduced by the United Nations Department of Economic and Social Affairs to guide the formulation of our sustainability strategies.

Through this process, we have mapped six (6) UNSDGs to our material matters and corresponding sustainability strategies, ensuring that our initiatives not only address key business and stakeholder priorities but also contribute meaningfully to global sustainable development objectives.

The mapping is summarised as follows:

|                    | UNSDGs  | Material Matters  | Sustainability Strategies   |
|--------------------|---|---|---|
| <b>Economic</b>    | <br>  | <ul style="list-style-type: none"> <li>• Sustainable Business Growth and Performance</li> <li>• Product Safety and Quality</li> <li>• Technology Automation</li> <li>• Customer Satisfaction</li> <li>• Local Supply Chain Management</li> </ul>                          | <ul style="list-style-type: none"> <li>• To expand market presence via wholesalers, distributors, hypermarkets and bakeries</li> <li>• To maintain the quality, safety and freshness for our egg products</li> <li>• To leverage on technology automation for operational efficiency</li> <li>• To understand customers’ requirements and satisfaction level for continuous improvements</li> <li>• To adopt responsible procurement practice, whenever viable</li> </ul>                   |
| <b>Environment</b> | <br>  | <ul style="list-style-type: none"> <li>• Environmental Stewardship</li> <li>• Waste and Effluent Management</li> <li>• Energy and Water Management</li> </ul>   | <ul style="list-style-type: none"> <li>• To promote environmentally friendly initiatives</li> <li>• To protect the environment with on-going environmental monitoring and management</li> </ul>   |
| <b>Social</b>      | <br><br> | <ul style="list-style-type: none"> <li>• Occupational Safety and Health</li> <li>• Training and Development</li> <li>• Employee Welfare and Engagement</li> <li>• Workforce and Management Diversity</li> <li>• Customer Privacy</li> <li>• Community Outreach</li> </ul> | <ul style="list-style-type: none"> <li>• To support workplace diversity and inclusivity</li> <li>• To increase employees’ Occupational Safety and Health (“OSH”) awareness and prevent workplace injury</li> <li>• To invest in the training and development of our employees</li> <li>• To protect our employees’ rights and interests at all times</li> <li>• To safeguard our customers’ information and prevent data leakage</li> <li>• To contribute to the local community</li> </ul> |
| <b>Governance</b>  |    | <ul style="list-style-type: none"> <li>• Corporate Governance Practice</li> <li>• Anti-Bribery</li> </ul>   | <ul style="list-style-type: none"> <li>• To uphold good corporate governance, ethical business practices and adhere to all applicable laws and regulations</li> <li>• To maintain a corruption and bribery free business environment</li> </ul>   |

## SUSTAINABILITY STATEMENT

## RISK MANAGEMENT

The Board of TPC is responsible for overseeing risk management activities, ensuring alignment with our strategic objectives and core values. The Group adopts a comprehensive approach to risk management, supported by both the Board of Directors and Management. The Board oversees the effectiveness of risk management and internal control systems through its sub-committees, namely the Board Risk Management Committee and the Audit Committee.

Sustainability-related risks and opportunities are integrated into the Group's risk management framework. These risks are identified, assessed, and reviewed periodically as part of the Group's risk assessment process to ensure they are effectively managed, while enabling the Group to capitalise on emerging opportunities.

Identifying key material matters further strengthens the Board's ability to make informed decisions and manage risks proactively. By addressing these matters through targeted action plans and forward-looking strategies, the Group enhances its resilience, mitigates potential risks, and supports sustainable long-term growth.

The table below summarises the key risks and opportunities associated with each material matter:

|             | Material Matters                            | Risks   | Opportunities   |
|-------------|---|---|---|
| Economic    | Sustainable Business Growth and Performance | Market volatility, fluctuating egg prices, disease outbreaks affecting productivity | Expanding market share, improving operational efficiency                                  |
|             | Product Safety, Quality and Brand           | Contamination, product recalls, foodborne diseases affecting brand reputation       | Strengthening brand trust, premium product lines  |
|             | Technology and Innovation                   | High capital expenditure, slow adoption of new technologies                         | Automation in farms and feed mills, digital monitoring, efficiency and productivity gains |
|             | Customer Satisfaction                       | Supply disruptions, unmet customer expectations                                     | Stronger customer loyalty, improved product offerings                                     |
|             | Local Supply Chain Management               | Dependence on local suppliers for feed or packaging, supply interruptions           | Supporting local economy, cost efficiency, stable supply chain through partnerships       |
| Environment | Environmental Stewardship                   | Resource depletion, climate change impacts, regulatory non-compliance               | Energy efficiency, sustainable farming practices  |
|             | Waste and Effluent Management               | Improper waste handling causing environmental harm, regulatory fines                | Converting waste to biogas/fertiliser, circular economy initiatives, community goodwill   |
|             | Emission Discharged                         | GHG emissions from farm operations and feed mills                                   | Carbon footprint reduction, energy efficiency programs                                    |
| Social      | Occupational Safety and Health              | Workplace accidents, regulatory fines, reputational damage                          | Enhanced safety culture, improved employee morale   |
|             | Training and Development                    | Skills gap, low productivity if staff not trained                                   | Upskilling workforce, knowledge retention, innovation adoption                            |
|             | Employee Welfare and Engagement             | Low retention, low job satisfaction   | Higher employee satisfaction, retention, and productivity; stronger company culture       |
|             | Workforce and Management Diversity          | Limited diversity affecting decision-making   | Inclusive workplace, attracting talent, improved problem-solving and innovation           |
|             | Data Privacy                                | Breach of customer or employee data   | Strengthened trust, compliance with regulations (i.e.; PDPA)                              |
|             | Community Outreach                          | Poor community relations, reputational risk   | Stronger community ties, enhanced social license to operate, brand goodwill               |
| Governance  | Corporate Governance Practices              | Non-compliance, weak oversight, reputational damage                                 | Transparency, investor confidence, alignment with MCGG and ESG expectations               |
|             | Anti-Bribery                                | Corruption or unethical practices   | Strengthened compliance culture, enhanced reputation                                      |

# Governance

**Strong governance underpins our sustainability efforts, ensuring that we operate with integrity, transparency, and accountability while complying with all applicable laws and regulations.**



## CORPORATE GOVERNANCE



### Upholding Ethical Business Practices and Ensuring Compliance with Applicable Laws and Regulations

#### Why it is Important

Strong corporate governance forms the foundation for achieving the Group's sustainability objectives. We are committed to upholding high standards of governance in line with the principles and best practices set out in the MCGG and the MMLR of Bursa Securities, anchored on accountability, transparency, integrity, and ethical conduct. These principles are essential in safeguarding shareholders' investments, protecting stakeholder interests, and preserving the Group's assets, while supporting long-term sustainable value creation.

#### Our Approach and Performance

##### Code of Conduct and Governance Policies

The Board of TPC and key senior management are committed to conducting business with integrity and professionalism. To reinforce this commitment, the Board has adopted the Employee Code of Conduct and Ethics, which sets out the expected standards of ethical behaviour and promotes a culture of honesty, accountability, and compliance across the Group. All directors, management, and employees are required to adhere to the Code in the discharge of their duties.

The Code also provides guidance on addressing ethical concerns and ensuring compliance with applicable laws and regulations.

In addition, the Board has established key governance policies, including:

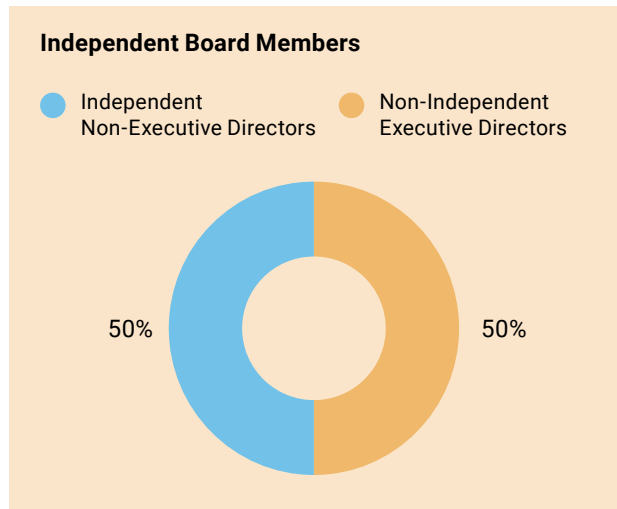
**Diversity Policy** – promoting an inclusive workforce and enhancing gender and age representation across all levels of the organisation.

**Fit and Proper Policy** – ensuring that directors and key senior management personnel possess the necessary skills, experience, and integrity to discharge their duties effectively.

**Conflict of Interest Policy** – providing guidance on identifying, disclosing, and managing potential conflicts of interest to protect the integrity of decision-making processes.

As a public listed company in Malaysia, the Group recognises that a strong corporate governance framework underpins sustainable growth and long-term success. At TPC, corporate governance extends beyond regulatory compliance and serves as a guiding principle across all aspects of our operations. Our governance practices are aligned with the MMLR of Bursa Securities and the MCGG.

### Board Composition and Leadership Structure



The Board comprises a balanced mix of executive and independent directors, ensuring objectivity and effective oversight in decision-making. As of FY2025, the Board consists of three (3) Executive Directors and three (3) Independent Directors.

The roles of the Board Chairman and the Managing Director are held by two separate individuals to ensure a clear division of responsibilities and maintain an appropriate balance of power and authority, in accordance with Practice 1.3 of the MCGG. The Chairman, who is an Executive Chairman, is responsible for leading the Board and ensuring its effectiveness, while the Managing Director oversees the day-to-day operations and implementation of the Group's strategies.

In addition, the Chairman is not a member of any Board Committees, including the Audit Committee, Nomination and Remuneration Committee, and Board Risk Management Committee, in line with Practice 1.4 of the MCGG, thereby preserving objectivity in Board oversight.

### Board Effectiveness and Meeting Attendance

The Board meets regularly throughout the financial year to deliberate on strategic, operational, and governance matters. The number of Board and Board Committee meetings held during the year, as well as the attendance of each Director at these meetings, are disclosed in the Corporate Governance Report to ensure transparency and accountability.

The Board, through the Nomination and Remuneration Committee, conducts an annual evaluation of the effectiveness of the Board, its Committees, and individual Directors. This structured assessment supports continuous improvement in governance practices and Board performance.

### Shareholders' Rights and Engagement

Shareholders are provided with the right to participate in key decision-making processes, including the annual election or re-election of Directors at the Annual General Meeting ("AGM"). Shareholders also vote on Directors' fees and benefits, with such rights explicitly embedded in the Group's Remuneration Policies and Procedures for Directors and Senior Management, ensuring transparency and accountability in remuneration practices. Directors' remuneration is disclosed on a named basis in the Corporate Governance Report.

### Related Party Transactions

The Board ensures that all related party transactions are properly identified, reviewed, and approved in accordance with applicable regulatory requirements. Such transactions are disclosed transparently and are subject to oversight by the Audit Committee to safeguard the interests of minority shareholders.

### Board Diversity

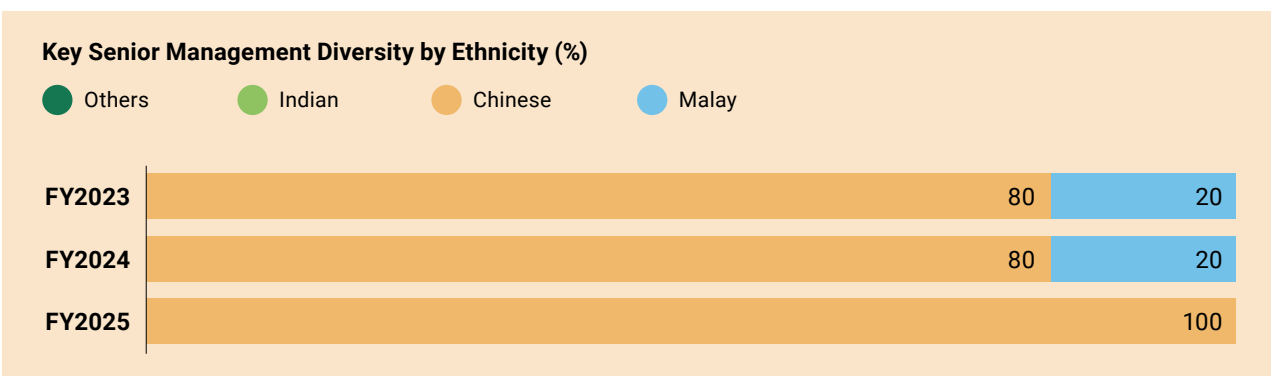
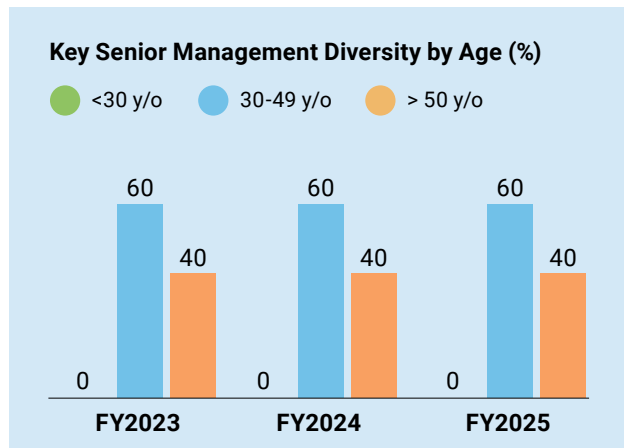
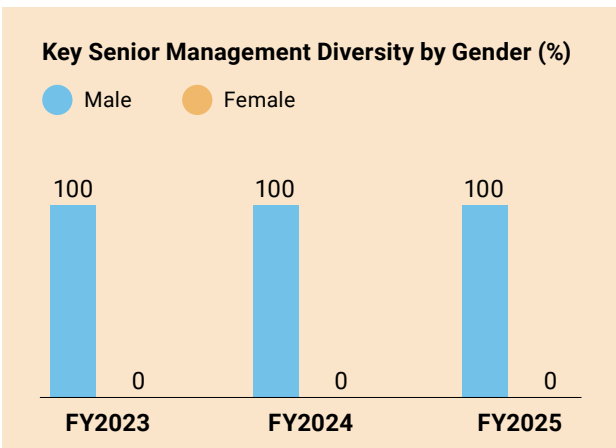
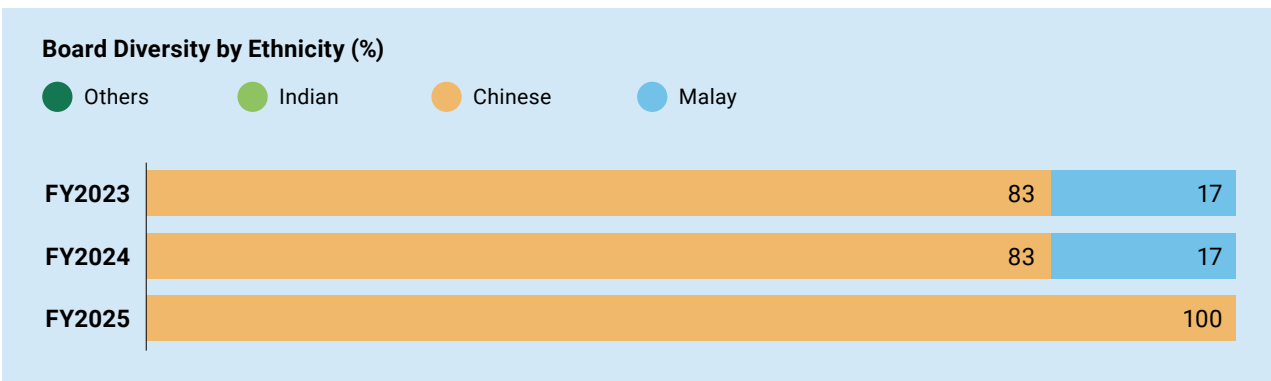
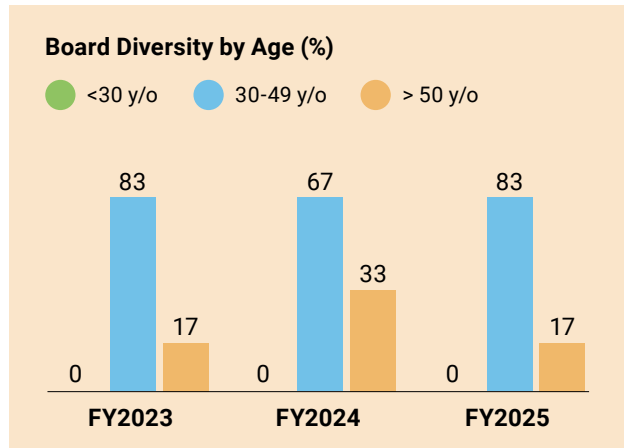
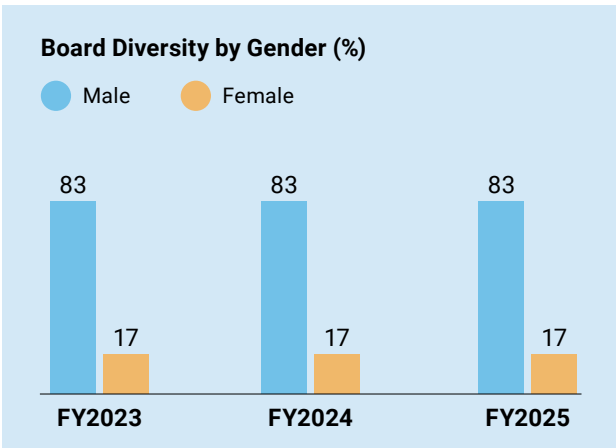
While the current Board composition includes one female director, the Group acknowledges the importance of diversity and remains committed to enhancing gender representation over time. In line with MCGG best practices, the Group aspires to achieve at least 30% female representation on the Board, while fostering an inclusive environment that supports the development of female talent across all levels of the organisation.

In terms of overall diversity, the Board comprises 83% male and 17% female members, while the Key Senior Management team is currently fully male. Recognising that the poultry industry has traditionally been male-dominated, the Group remains committed to strengthening diversity and building a more inclusive leadership pipeline through equal opportunities and talent development initiatives.

The Board also emphasises a balanced mix of experience and perspectives. A combination of younger directors and experienced members enables diverse viewpoints and effective decision-making.

Similarly, the Key Senior Management team reflects a blend of dynamism and experience. As of FY2025, 60% of Key Senior Management are aged between 30 and 50 years, contributing fresh ideas and adaptability, while the remaining 40% are above 50 years old, providing stability, leadership, and deep industry expertise.

Further details on the Group's corporate governance practices and performance are set out in the Corporate Governance Overview Statement in this Annual Report and the Corporate Governance Report.



## SUSTAINABILITY STATEMENT

### - Governance

#### ANTI-BRIBERY



### Maintaining a Corruption and Bribery Free Business Environment

#### Why it is Important

An anti-bribery policy sets clear expectations for ethical behaviour within the organisation. It helps foster a culture of integrity and fairness, ensuring that employees make decisions based on merit, not personal gain or influence. Anchored in the Group's Employee Code of Conduct and Ethics and internal policies, these practices strengthen corporate governance and reinforce stakeholder trust, supporting the Board in effectively safeguarding the interests of the Group and its stakeholders while enabling sustainable value creation.

#### Our Approach

In alignment with UNSDG Target 16.5, the Group has implemented an Anti-Corruption Policy ("AC Policy"), underscoring our zero-tolerance stance against all forms of bribery and corruption. All employees are required to sign a declaration affirming their commitment to and compliance with the Group's Code, AC Policy and Whistle Blowing Policy ("WB Policy"). The Group also expects its business associates to uphold high standards of ethical conduct and adhere to the anti-corruption principles set out in the AC Policy.

To support the effective implementation of the AC Policy, the Board has also put in place a Whistle Blowing Policy ("WB Policy"), offering an avenue and structured mechanism for employees and stakeholders to confidentially report any suspected or known wrongful activities without fear of retaliation.

All disclosures are handled with strict confidentiality and can be made directly to the Chairman of the Audit Committee.

Our Group's Code, AC Policy and WB Policy are available on our website at <http://www.tpc.com.my/corporate-governance>.

#### Our Performance

Since the implementation of the AC Policy, all employees have completed the required training. The Group conducts annual Anti-Corruption refresher training to reinforce employees' awareness and understanding of ethical business conduct and anti-corruption requirements.

In FY2025, 100% of the Group's operations were assessed for corruption-related risks, and there were zero (0) confirmed incidents of corruption reported. Additionally, no public cases were brought against the Group or its employees for non-compliance with applicable laws and regulations, and the Group did not incur any fines, penalties, or settlements related to corruption.

Furthermore, no whistleblowing reports were received during the financial year. The Group also confirms that no political contributions were made during FY2025, in line with our commitment to ethical business practices and strong corporate governance.

|  | FY2023 | FY2024 | FY2025 |
|--|--------|--------|--------|
| Percentage of operations assessed for corruption-related risks | 100%   | 100%   | 100%   |

|  | FY2023 | FY2024 | FY2025 |
|--|--------|--------|--------|
| Number of confirmed corruption incidents | 0      | 0      | 0      |

|   | FY2023 | FY2024 | FY2025 |
|---|--------|--------|--------|
| Number of whistleblowing reports received | 0      | 0      | 0      |

|   | FY2023<br>(RM) | FY2024<br>(RM) | FY2025<br>(RM) |
|---|----------------|----------------|----------------|
| Fines, penalties or settlements related to corruption | -              | -              | -              |

|  | FY2023 | FY2024 | FY2025 |
|--|--------|--------|--------|
| Total political contribution (RM)                        | -      | -      | -      |
| Number of political parties benefited from contributions | 0      | 0      | 0      |

| Percentage of employees who have received training on anti-corruption - Employee Category | Completion Rate (%) |        |        |
|---|---------------------|--------|--------|
|   | FY2023              | FY2024 | FY2025 |
| Management  | 100                 | 100    | 100    |
| Executive   | 57                  | 78     | 80     |
| Non-executive/Technical Staff   | 18                  | 16     | 14     |
| General Workers   | 1                   | 2      | 2      |

# Economic

We are committed to delivering sustainable economic value by enhancing operational efficiency, maintaining product quality, and supporting long-term business growth.



## SUSTAINABLE BUSINESS GROWTH AND PERFORMANCE



### Sustaining Business Growth and Expansion for Long-Term Value Creation

#### Why it is Important

We recognise that sustainable business growth not only drives TPC Group's success as an egg producer but also strengthens food security and delivers broader societal benefits through responsible and ethical practices. Egg production is a core pillar of our business, supporting Malaysia's nutritional needs and providing a reliable source of daily protein for the population.

Ensuring a stable and sustainable supply is critical for long-term business success and community well-being. Expanding production capacity allows us to:

- Meet growing market demand
- Create employment opportunities
- Contribute to broader economic development
- Strengthen resilience through a vertically integrated value chain, controlling feed production and farm operations to ensure quality and supply stability

## SUSTAINABILITY STATEMENT

### - Economic

#### Our Approach

Since 2012, TPC Group has pursued a strategic growth plan to expand its egg production capabilities. The Group continues to grow its farm network, with a third farm expected to commence operations in the second half of 2026. Our diversified customer base includes wholesale egg dealers, retailers, fast-food chains, hypermarkets, and food manufacturers across Malaysia.

To support stable operations and safeguard our layers' health, we have strengthened biosecurity through infrastructure upgrades and innovative solutions. Open system houses have been converted into closed system houses, with 77% of our farm houses now using closed house systems. Additional measures include enhanced vehicle disinfection facilities and strict visitor protocols. These initiatives reduce disease risks and improve operational resilience.

A key element of our vertically integrated business model is our feed mill operation, established in July 2017. By producing our own high-quality feed tailored to the nutritional needs of our commercial layers at various growth stages, we maintain control over one of the most critical inputs in egg production. Combined with in-house egg handling and distribution, this vertical integration enables the Group to ensure consistent product quality, biosecurity, and traceability throughout the supply chain. It also improves operational efficiency, reduces reliance on external suppliers, and strengthens our ability to respond quickly to market demand.

We are committed to responsible and sustainable business practices that support our long-term growth strategy. Our expansion efforts are designed not only to increase production but also to create job opportunities and improve societal well-being. The Group actively explores growth and diversification opportunities that align with our sustainability objectives and deliver value to our stakeholders.

#### Our Performance

In FY2025, the Group recorded a total revenue of RM487.40 million, representing a 7.0% increase compared to RM455.4 million in FY2024, driven primarily by increased egg production. Total egg production rose from 455.4 million eggs in FY2024 to 466 million eggs, reflecting a 2.3% year-on-year increase. This growth was supported by improved farm productivity and operational efficiency.

In response to a growing bird population and rising demand for poultry feed, TPC expanded its feed mill production capacity in FY2023. As a result, poultry feed production increased to 254,665 tonnes in FY2025, representing a 12.3% increase compared to 226,714 tonnes in FY2024. This expansion supports the Group's vertically integrated operations and enhances supply reliability.

These initiatives strengthen TPC's ability to meet rising demand while solidifying the Group's position as a key player in Malaysia's poultry industry.

#### QUALITY ASSURANCE

“

## Maintaining MeSTI and Halal Certification to Ensure Product Quality and Safety

#### Why it is Important

Ensuring product quality and safety is fundamental to maintaining the trust and confidence of our customers. TPC Group is committed to delivering high-quality, safe, and fresh egg products that meet the diverse needs of our customers. Upholding the highest standards in our products, services, and operations safeguards our reputation, supports long-term sustainability, and strengthens our market competitiveness.

#### Our Approach

TPC Group continuously enhances the safety, freshness, and reliability of its egg products and poultry feed. In response to evolving market demands, we have diversified our product range to include brown eggs, premium table eggs under the "Sandy Egg" range, and omega-enriched eggs, catering to a wide variety of customer preferences.

Our brown eggs, produced using the Lohmann Brown breed, are the most commonly consumed table eggs in Malaysia and are easily recognised by their brown shells and yellow yolks. These eggs are collected fresh from our farms and delivered directly to grading facilities, where they are sorted into grades ranging from Grade AA to Grade F before being distributed to wholesalers.

In addition, the Group offers premium "Sandy Eggs", produced from the Lohmann Sandy breed. These eggs are distinguishable by their creamy-coloured shells and orange yolks and are commonly associated with "kampung eggs" in the market. Produced using specially formulated feed, these eggs are enriched with Omega-3 fatty acids, supporting improved nutritional value and contributing to overall consumer well-being.

To ensure consistent product quality, the Group adopts a fully integrated business model, maintaining control across the entire value chain, from feed production at our feed mill plant to egg handling and distribution. Our feed is carefully formulated using 100% natural ingredients, such as corn and soybeans, to meet the nutritional requirements of chickens at different stages of growth. Rigorous sampling and testing are conducted to ensure feed safety and quality. Every stage of the production process is closely monitored and carried out in compliance with relevant food safety standards. High-quality raw materials are selectively sourced, and advanced production equipment is utilised to ensure that the feed consistently meets stringent quality requirements.



We maintain strict hygiene and food safety standards, as evidenced by our attainment of the MeSTI (*Makanan Selamat Tanggungjawab Industri*) Certification, which confirms compliance with stringent industry requirements covering operational control, hygiene and maintenance practices, traceability, and systematic record-keeping.

For our liquid egg products, which are widely used in the food industry, eggs are pasteurised and processed under stringent quality standards to eliminate harmful bacteria and extend shelf life. Our Quality Assurance (QA) team conducts in-house testing and issues Certificates of Analysis (COA) to ensure compliance with industry specifications. While whole eggs do not require Halal certification, all liquid egg products are Halal-certified, reflecting our commitment to meeting diverse customer requirements and maintaining high standards of quality and compliance.

Customer engagement remains a key priority. Customer feedback is actively collected by our Sales and Marketing team, and concerns or complaints are promptly addressed. We actively engage with our customers through emails, phone calls and in-person communication. Our commitment is to provide a swift response to product and service inquiries, including price quotations, within 24 hours of reaching our sales personnel. This proactive engagement enables the Group to continuously improve our products and services, thereby strengthening customer trust and loyalty in our brand.

**Our Performance**

The Group achieved zero non-compliances with food safety regulations and standards during the reporting period. Our liquid egg product holds a valid Halal certification, and we have established proactive measures to ensure its renewal and continuous compliance upon expiry.

Looking ahead, we remain committed to upholding and enhancing our quality management systems. These efforts aim to further strengthen customer confidence, safeguard the Group's reputation, and ensure that sustainability continues to be a core driver of our operational strategy. We will also continue to strengthen customer engagement and optimise our response processes to further improve customer satisfaction and uphold our reputation for quality and reliability.

|  | FY2024 | FY2025 |
|--|--------|--------|
| Non-compliances with food safety regulations and standards | 0      | 0      |

**TECHNOLOGY AUTOMATION**



**Embracing automation to streamline processes, enhance productivity, and drive sustained success**

**Why it is Important**

Labour shortages and increasing regulations on foreign labour have posed challenges for the poultry industry. To maintain operational efficiency and ensure business sustainability, TPC Group recognises the critical need to optimise poultry farming conditions, enhance productivity, uphold animal welfare, and strengthen food security, all while reducing reliance on manual labour.

Automation and infrastructure enhancements are therefore essential to address these challenges, enabling the Group to maintain consistent production, minimise operational risks, and improve overall efficiency.

**Our Approach**

To enhance efficiency and reduce dependency on manual labour, TPC Group has progressively implemented automation and modernised infrastructure across key processes:

**Closed-House Farming System**

The Group has invested in a closed-house system, creating an optimal living environment for layers. This system improves biosecurity, reduces exposure to external pollutants and diseases, and enhances poultry welfare – resulting in improved egg yield and product quality.

While a portion of our farm houses continues to operate under the open-house system, the number has been significantly reduced over time. All newly constructed and rebuilt farm houses are now designed as closed-house systems, reflecting the Group's commitment to modernisation, enhanced biosecurity, and improved operational efficiency.

**Climate Control System**

A robust climate control system has been installed to regulate temperature and airflow throughout the day and night. This mitigates the effects of extreme weather, reduces ammonia levels, and creates a cleaner, healthier environment. Optimal housing and climate control are critical for sustaining high productivity, animal welfare, and operational resilience.

**SUSTAINABILITY STATEMENT**  
- Economic



**Automated Egg Grading and Sorting**

Manual egg grading and sorting are labour-intensive and prone to human error, which can impact product consistency and operational costs. To streamline operations and improve efficiency, the Group has installed state-of-the-art, fully automated and computerised egg-grading and sorting machines, which reduce reliance on manual inspections, improve grading accuracy and consistency, minimise human errors and maximise productivity and throughput.

**Feed Mill Integration**

By maintaining a vertically integrated value chain, including in-house feed production, the Group ensures consistent feed quality, strengthens supply reliability, and reduces operational risks. Integration of feed production with automated farm operations further optimises productivity and sustainability across the Group.

These modernisations underscore our commitment to innovation and quality, positioning the Group as a premium egg producer in the industry while improving overall operational effectiveness.

**Our Performance**

Closed-house and climate-controlled systems have reduced stress and disease risks, contributing to higher egg production and improved layer welfare. Automation in grading and sorting has increased production capacity, reduced processing time, and improved product consistency. Vertical integration through the feed mill has strengthened supply chain stability, ensuring uninterrupted operations and quality control.

TPC Group remains committed to leveraging advanced automation technologies, enhancing operational efficiency, and maintaining excellence in product quality. These initiatives underpin our sustainable growth strategy, strengthen resilience against labour and operational challenges, and support the Group's long-term position as a trusted, innovative, and premium egg producer.

**LOCAL SUPPLY CHAIN MANAGEMENT**



**Promoting Local Supply and Quality Excellence**

**Why it is Important**

Sustainable supply chain management is important to ensuring product quality, operational efficiency and long-term business sustainability. By integrating responsible sourcing practices, TPC upholds high-quality standards while also supporting local suppliers, contributing to the strength of the domestic economy.

**Our Approach**

The Group places strong emphasis on the quality and reliability of key inputs, particularly feed raw materials and Day-Old Chicks ("DOC"). Through regular communication, performance monitoring, and quality assessments, we work closely with our suppliers to ensure consistency in product quality, reliability, and timely delivery.

We also prioritise local sourcing, where feasible, to reduce transportation-related carbon emissions and support the local economy. This approach strengthens supply chain resilience while aligning with our sustainability objectives.

**Our Performance**

In FY2025, all suppliers met the Group's sourcing and quality requirements, reflecting the effectiveness of our supplier management practices. The Group continues to maintain a strong focus on local procurement as part of its commitment to sustainable sourcing to support long-term value creation.

|   | FY2023 | FY2024 | FY2025 |
|---|--------|--------|--------|
| Proportion of spending on local suppliers | 100%   | 99.9%  | 99.9%  |

Moving forward, TPC Group remains committed to enhancing supplier engagement, promoting responsible sourcing and strengthening sustainability practices across our supply chain.



# Environment

We strive to minimise our environmental impact through responsible resource management and continuous improvement in energy, water, and waste practices.



## ENVIRONMENTAL STEWARDSHIP

“

### Protecting the Environment Through Responsible Operations

#### Why it is Important

In conducting our business, TPC Group remains committed to environmental protection and the sustainable management of natural resources. We actively adopt practices that minimise our environmental footprint, preserve biodiversity, and safeguard public health for future generations.

As part of our commitment to responsible and sustainable poultry farming, biosecurity is another critical component of our operational practices within our layer farming activities. We recognise that effective biosecurity management not only protects animal health and ensures a consistent egg supply but also plays a key role in safeguarding the environment and maintaining local biodiversity.

#### Our Approach

##### Animal Welfare and Natural Resources

The Group prioritise the welfare of our hens, ensuring they are housed in conditions that allow for natural behaviour, access to fresh water and a healthy diet. At the same time, we protect the surrounding land and local biodiversity through responsible farming practices.

##### Closed-House Farming System

To mitigate the environmental impact of foul odours and flies from poultry manure, the Group is actively transitioning all farmhouses to a closed-house system. This system improves environmental conditions, automates waste handling, reduces land footprint, and lowers the risk of contamination. For more details on waste management practices, refer to the Waste and Effluent Management section.

## SUSTAINABILITY STATEMENT

### - Environment



#### Biosecurity Risk Assessment and Protocols

Biosecurity risk assessment performed by the Group helps to identify, evaluate, and mitigate potential risks to animal health and environmental safety. Based on the assessment outcomes, a comprehensive set of biosecurity measures has been implemented across all farms and production facilities. These measures include:

- Farm access control and mandatory hygiene procedures for all personnel, contractors and visitors,
- Disease monitoring and early detection,
- Feed and water safety management,
- Routine cleaning and disinfection,
- Pest management using non-chemical methods, and
- Responsible waste disposal practices.

#### Non-Chemical Pest and Wildlife Control

To further protect the environment and biodiversity, the Group prioritise non-chemical control methods to prevent pest and wild bird invasions:

##### Wire Nettings

Installed at farm houses, the feed mill, and the egg distribution centre to block wild birds and reduce disease transmission risks.

##### Traps

Strategically placed to control rodent activity and prevent contamination or disease spread.

#### Our Performance

As of FY2025, 77% of our farmhouses have been converted to closed-house systems, with all newly built or rebuilt farmhouses adopting this design. In addition, 100% of our farms have implemented comprehensive biosecurity protocols, complemented by non-chemical pest and wildlife control measures. These initiatives effectively reduce the risk of disease transmission, safeguard animal health, and protect local biodiversity.

By prioritising non-chemical pest control and maintaining robust biosecurity, the Group is committed to minimising environmental impact while at the same time ensuring healthy, safe, and sustainable farm operations.

## WASTE MANAGEMENT

“

### Managing Waste Responsibly in Compliance with Environmental Regulations

#### Why it is Important

At TPC, conserving natural resources and protecting the environment are central to our sustainability strategy. Effective waste management helps reduce environmental impact, maximise resource recovery, and ensure compliance with relevant regulations, including the Environmental Quality Act 1974.

#### Our Approach

TPC Group adopts a resource-efficient approach in managing waste and by-products generated from our operations, with a focus on minimising environmental impact and promoting circular economy practices.

Chicken droppings, a natural by-product of our layer farming operations, are not treated as waste as they are fully recovered and repurposed. In FY2025, with an average flock size of approximately 1.5 million layers, the Group generated an estimated 60,000 to 63,000 MT of fresh droppings with the assumption of average fresh dropping per layer per day of 110 grams, depending on feed and housing conditions. Droppings are cleared every other day to prevent the accumulation of gases such as hydrogen sulphide, methane, ammonia, and carbon dioxide, which can pollute the air, affect the layers' health and attract flies. The droppings are then sent to the chicken dropping store for fermentation, where effective microorganisms (EM) are used to reduce odours and improve composting efficiency. This approach minimises environmental pollution, controls odour, and supports agricultural reuse.

Similarly, spent hens are not disposed of as waste but are sold to Halal processing plants for further utilisation. This practice reduces on-site waste generation, minimises environmental and biosecurity risks, and supports a circular value chain within the poultry industry.

TPC Group also recognises the environmental impact of paper consumption. To reduce waste, the Group adopts the 3Rs approach – Reduce, Reuse, Recycle:

- **Reduce** – Encourage digital communication, double-sided printing, and minimising photocopying.
- **Reuse** – Use printed paper on the reverse side for drafts.
- **Recycle** – Collect and send used paper egg trays and other paper waste to recycling facilities.

In addition, the Group has introduced reusable plastic egg trays for collecting eggs from the farms and transferring them to the grading facilities. These trays are cleaned daily for reuse, which significantly reduces reliance on paper egg trays and minimises operational waste, supporting our broader waste reduction and sustainability efforts.

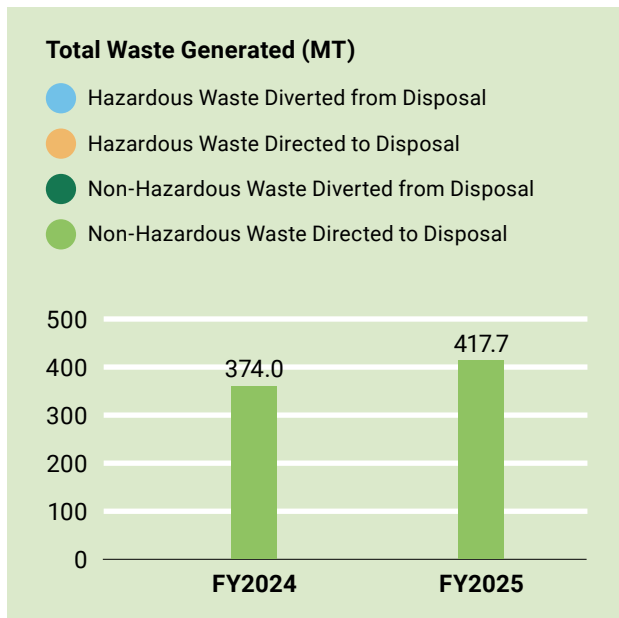
**Our Performance**

The Group’s reported waste primarily comprises non-hazardous operational waste, mainly used paper egg cartons. In FY2025, a total of 417.7 MT of non-hazardous waste was generated. These wastes were disposed of at approved landfills in accordance with regulatory requirements.

In FY2025, the Group recorded zero incidents of non-compliance related to waste disposal and did not incur any fines or penalties from the Department of Environment (“DOE”).

Through these practices, TPC Group ensures that the majority of its operational outputs are either recovered, reused, or responsibly managed, demonstrating our commitment to environmental stewardship, regulatory compliance, and sustainable resource management.

|                           | FY2024 | FY2025 |
|---------------------------|--------|--------|
| Total Non-Hazardous Waste |        |        |
| - Domestic Waste (MT)     | 374.0  | 417.7  |



|   | FY2024 | FY2025 |
|---|--------|--------|
| Number of incidents of non-compliance related to waste disposal | 0      | 0      |

|   | FY2024 | FY2025 |
|---|--------|--------|
| Fines or penalties from the Department of Environment (“DOE”) | 0      | 0      |

**ENERGY EFFICIENCY AND CLIMATE CHANGE**



**Balancing Operational Growth with Responsible Energy Use**

**Why it is Important**

Energy management is a critical component of TPC Group’s sustainability strategy. Optimising energy use reduces greenhouse gas (“GHG”) emissions, lowers operational costs, supports climate change mitigation, and ensures long-term business sustainability. As a vertically integrated poultry producer, our layer farms, feed mill plants, and egg grading facilities are energy-intensive. Effective energy management is therefore essential to enhance efficiency, reduce environmental impact, and improve operational resilience.

We recognise our contribution to GHG emissions and are committed to proactively minimising our carbon footprint. Effective energy management not only reduces our environmental footprint but also supports climate action and operational cost efficiency.

**Our Approach**

To maximise energy efficiency across our operations, TPC Group has implemented the following strategies:

- Establish a lighting schedule across key areas in our premises to ensure lights are switched off during hours of low activity or when rooms are unoccupied.
- Conduct regular maintenance on electrical equipment and light fittings to ensure they are functioning efficiently while replacing outdated and energy-inefficient equipment with LED lights and energy-efficient fixtures.
- Turning off electrical appliances such as computers and kitchen equipment in the office and pantry when they are not in use.

**Electricity Usage**

Electricity represents the largest share of the Group’s energy consumption and is primarily used to power operations across our farms, feed mill, and support facilities. Key uses include:

- **Feed Mill Operations** – Running grinders, mixers, pelletizers, conveyors, and other machinery involved in feed production.
- **Farmhouse Systems** – Ventilation, lighting, automated feeding systems, climate control, and egg-handling equipment in layer farms.
- **Egg Grading Facilities** – Lighting, sorting machines, refrigeration, and packaging equipment in egg grading centre.
- **Support Facilities and Offices** – Lighting, air conditioning, and office equipment.

## SUSTAINABILITY STATEMENT

### - Environment

Electricity consumption is closely monitored to identify efficiency opportunities and optimise operational schedules.

#### Diesel Usage

Diesel is primarily used to fuel the Group's transportation vehicles and machinery, particularly for operational logistics. Examples include:

- **Internal Transport** – Delivery of feed and eggs between feed mill, layer farms, and grading facilities.
- **Chicken Droppings Collection** – Transporting manure from farmhouses to storage.
- **Backup Power Generation** – Diesel generators may be used as backup during power interruptions to maintain critical farm operations.

#### Petrol Usage

Petrol consumption is mainly associated with smaller transport vehicles or light-duty operational vehicles used for:

- **Farm Supervision and Administration** – Travel by farm managers, staff, or service vehicles between farms and offices.
- **Operational Support Activities** – Quick transport of materials or personnel within farm sites or between local operations.

### Our Performance

#### Energy Consumption

In FY2025, the Group recorded a total energy consumption of 56,965 gigajoules (GJ), equivalent to 15,823.50 MWh, all of which was derived from non-renewable energy sources. Total energy consumption increased by 3.6%, mainly attributable to higher diesel and petrol usage, while electricity consumption remained relatively stable.

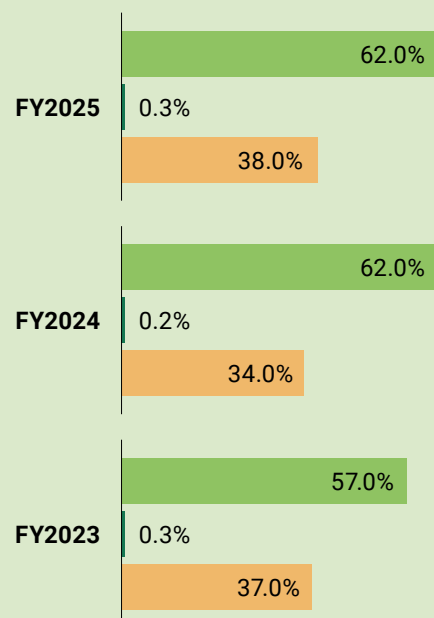
| Type of Energy | Energy Consumption (GJ) |               |               |
|----------------|-------------------------|---------------|---------------|
|                | FY2023                  | FY2024        | FY2025        |
| Diesel         | 21,175                  | 19,390        | 21,414        |
| Petrol         | 142                     | 108           | 144           |
| Electricity    | 32,551                  | 35,514        | 35,406        |
| <b>Total</b>   | <b>53,869</b>           | <b>55,012</b> | <b>56,965</b> |

| Type of Energy | Energy Consumption (MWh) |                  |                  |
|----------------|--------------------------|------------------|------------------|
|                | FY2023                   | FY2024           | FY2025           |
| Diesel         | 5,881.99                 | 5,386.17         | 5,948.30         |
| Petrol         | 39.54                    | 29.88            | 40.08            |
| Electricity    | 9,041.97                 | 9,864.94         | 9,835.11         |
| <b>Total</b>   | <b>14,963.50</b>         | <b>15,280.99</b> | <b>15,823.50</b> |

Note: Figure for FY2023 has been reinstated to include energy consumption from diesel and petrol combustion.

#### Non-Renewable Source by Type (%)

● Electricity ● Petrol ● Diesel



Diesel and petrol consumption in FY2025 amounted to 5,948.3 MWh and 40.0 MWh, representing increases of 10.4% and 34.1%, respectively, compared to FY2024. The increase in diesel consumption was primarily attributed to higher internal transportation activities, including lorry trips between the feed mill plants in Alor Gajah and Rembau for feed distribution, as well as more frequent movements for the collection and transfer of chicken droppings from farm houses to storage facilities. Meanwhile, the rise in petrol usage is linked to increased operational and supervisory movements as the Group expanded farm activities.

Electricity remains the dominant energy source, accounting for approximately 62% of total energy consumption, followed by diesel at 38%, with petrol contributing less than 1%. This reflects the energy-intensive nature of feed mill operations and farm systems, while fuel consumption is primarily driven by logistics and transportation activities.

Electricity consumption decreased marginally by 0.3% compared to FY2024. This reflects relatively stable energy usage following the expansion of the feed mill production line in FY2024, which has since been operating at full capacity. Electricity consumption remains largely driven by feed mill operations, particularly the continuous running of key machinery throughout the production process. The Group's electricity is sourced entirely from the national grid (100%), with no renewable energy consumption during the reporting period.

|                                | FY2023   | FY2024   | FY2025   |
|--------------------------------|----------|----------|----------|
| Annual Electricity Usage (MWh) | 9,041.97 | 9,864.94 | 9,835.11 |



The Group recorded an energy intensity of 0.0000339 MWh per egg (equivalent to approximately 0.0339 kWh per egg or 33.9 kWh per 1,000 eggs) in FY2025, compared to 0.0000336 MWh per egg in FY2024, representing a marginal increase of approximately 0.9%. This slight increase was primarily driven by higher diesel and petrol consumption arising from increased internal logistics activities despite relatively stable electricity consumption. The Group's energy intensity remained broadly stable, reflecting consistent energy efficiency relative to higher production output of 466 million eggs in FY2025 compared to 455 million eggs in FY2024. This demonstrates the Group's ability to manage energy consumption effectively amid operational expansion.

- Scope 1 emissions of 1,508 MTCO<sub>2</sub>e were generated from direct operational sources under the Group's control, primarily diesel and petrol combustion.
- Scope 2 emissions, totalling 7,612 MTCO<sub>2</sub>e, were associated with purchased electricity used across farms, feed mill plant, egg grading facilities and offices.
- Scope 3 emissions amounting to 205 MTCO<sub>2</sub>e, based on employee commuting data. The Group assessed these indirect emissions (Category 7: Employee Commuting) using a distance-travelled methodology based on available data. Category 6: Business Travel is not applicable as no business travel activities were undertaken during FY2025.

|                                | FY2024    | FY2025    |
|--------------------------------|-----------|-----------|
| Energy Intensity (MWh per egg) | 0.0000336 | 0.0000339 |

*Note: The reporting of GHG data above is in accordance with the GHG Protocol Corporate Standard. Our Scope 1 and Scope 3 data are computed based on UK Government GHG Conversions Factors Company Reporting 2025, whereas Scope 2 data are based on the Grid Emission Factor (GEF) Malaysia from the Energy Commission of Malaysia.*

### GHG Emissions

In FY2025, the Group's total GHG emissions were 9,325 metric tonnes of CO<sub>2</sub> equivalent (MTCO<sub>2</sub>e), representing a slight increase of 1.4% as compared to FY2024. This increase was primarily driven by higher Scope 1 emissions from diesel and petrol consumption, while Scope 2 emissions remained relatively stable, reflecting consistent electricity usage across operational sites.

The Group recorded a GHG emission intensity of 0.0000200 MTCO<sub>2</sub>e per egg in FY2025, compared to 0.0000202 MTCO<sub>2</sub>e per egg in FY2024, representing a slight improvement in emission efficiency despite higher absolute emissions. This is equivalent to approximately 0.020 kgCO<sub>2</sub>e per egg (or 20.0 kgCO<sub>2</sub>e per 1,000 eggs), based on the total production of approximately 466 million eggs in FY2025. Despite the increase in absolute emissions, the Group maintained stable emission intensity, reflecting improved production efficiency and effective management of energy-related emissions. This demonstrates the Group's ongoing efforts to optimise operational performance while maintaining environmental responsibility.

| Emission Scope | Elements Involved    | FY2024 (MTCO <sub>2</sub> e) | FY2025 (MTCO <sub>2</sub> e) |
|----------------|----------------------|------------------------------|------------------------------|
| Scope 1        | - Diesel             |                              |                              |
|                | - Petrol             | 1,364                        | 1,508                        |
| Scope 2        | - Electricity        | 7,635                        | 7,612                        |
| Scope 3        | - Employee commuting | 201                          | 201                          |
|                |                      | <b>9,200</b>                 | <b>9,325</b>                 |

|  | FY2024    | FY2025    |
|--|-----------|-----------|
| Emission Intensity (MTCO <sub>2</sub> e per egg) | 0.0000202 | 0.0000200 |

## SUSTAINABILITY STATEMENT

### - Environment

#### WATER MANAGEMENT

“

### Managing Water Responsibly for Sustainable Operations

#### Why it is Important

Water is a critical resource for TPC Group's operations, supporting both livestock welfare and operational activities. Effective water management reduces environmental impact, ensures responsible usage, and aligns with our broader sustainability commitments.

#### Our Approach

To reduce reliance on the municipal water supply for daily operational usage, TPC has invested in its own water treatment to process and treat natural water resources. In order to ensure the safety and quality of the processed water, samples are regularly collected and sent to external laboratories for testing. This testing conducted ensures that the water meets the quality standards and is free from contaminants that could potentially harm the health and well-being of the livestock.

Water is essential not only as drinking water for layers but also for a range of operational functions, including sanitisation and cleaning activities, cooling systems, and feed production.

To optimise water use, the Group has implemented several management practices and technologies, including:

- Sensor-automated vehicle sanitisation systems at all farm entrances. These systems automatically spray disinfectant on incoming vehicles, reducing manual handling, improving operational efficiency, and ensuring disinfectant and water are applied precisely.
- Nipple drinker systems in all layer cages, which release water only when hens drink, minimising water wastage and reducing contamination risks, thereby supporting animal health and productivity.

The Group also promotes water-saving practices among employees, even for office use. Measures include:

- **Slow the flow** – adjusting water pressure and outflow in toilets, washbasins, and pantry areas.
- **Seek the leak** – conducting regular checks and repairing leaks promptly wherever possible.

Through these measures, TPC Group demonstrates its commitment to responsible water management, reducing environmental impact, and maintaining high standards of livestock welfare and operational efficiency.

#### Our Performance

Based on assessments using the Aqueduct Water Risk Atlas developed by the World Resources Institute to assess water risks, none of TPC Group's farm operations in Melaka and Negeri Sembilan is located in water-stressed regions. Furthermore, the Group does not source water from any water-stressed regions.

| Water Stress Location Assessment             | FY2024 | FY2025 |
|--|--------|--------|
| Operations located in water-stressed regions | No     | No     |
| Water sourced from water-stressed regions    | No     | No     |

In FY2025, the Group's total water consumption increased by approximately 6.6% compared to FY2024, rising from 159.37 megalitres to 169.85 megalitres. The increase was primarily driven by operational and environmental factors affecting farm conditions. This included prolonged hot weather conditions, which required greater use of cooling pads to regulate the temperature in chicken houses and maintain optimal conditions for the layers. In addition, the hot weather caused layers to drink more water to stay hydrated and prevent dehydration. Further contributing factors include expanded farm operations, which led to increased cleaning and sanitation activities, thereby requiring additional water usage for operational hygiene and biosecurity maintenance.

|                                       | FY2023 | FY2024 | FY2025 |
|---------------------------------------|--------|--------|--------|
| Annual Water Consumption (Megalitres) | 162.03 | 159.37 | 169.85 |

Note: Figures for FY2023 and FY2024 have been reinstated.

Water intensity increased slightly to 0.000000364 megalitre per egg in FY2025, compared to 0.000000350 megalitre per egg in FY2024, reflecting the higher water usage relative to production output. This is equivalent to approximately 0.364 litres per 1,000 eggs or 0.364 mL per egg, based on the total production of 466 million eggs in FY2025.

Despite the increase in water consumption, the Group continues to maintain efficient water usage relative to production output. The slight increase in water intensity reflects external environmental conditions and operational expansion rather than inefficiencies in water management.

|                                      | FY2024      | FY2025      |
|--------------------------------------|-------------|-------------|
| Water Intensity (Megalitres per egg) | 0.000000350 | 0.000000364 |

By maintaining strict quality control measures and regularly monitoring the water supply, the Group demonstrates its commitment to responsible water management, providing a safe and healthy environment for its livestock and upholding high standards of animal welfare and product quality.

# Social

**We prioritise the well-being of our employees and communities by fostering a safe, inclusive, and supportive environment that promotes sustainable and inclusive growth.**



## OCCUPATIONAL SAFETY AND HEALTH



### **Safety first: Striving for zero workplace injuries**

#### **Why it is Important**

TPC Group views occupational safety and health at the workplace as of utmost importance. We commit to providing a safe and conducive working environment and facilities for all our employees as well as stakeholders, including contractors, suppliers and visitors. Training and briefings will be provided to create awareness of the health and safety environment for both contractors and newly recruited employees.

#### **Our Approach**

To strengthen safety governance across our operations, the Group has appointed Safety and Health Coordinators who are responsible for overseeing the implementation of occupational safety and health practices, monitoring workplace conditions, and ensuring compliance with relevant safety regulations and internal policies.

Accident reporting and investigation procedures are established to systematically capture incident details and identify root causes, enabling the implementation of corrective and preventive measures. The primary objective of such investigations is to prevent recurrence rather than to assign blame. This process allows both management and employees to identify hazards, implement improvements, and continuously enhance workplace safety standards.

Regular safety and health briefings and updates are conducted to ensure our employees maintain a high level of awareness and compliance with occupational safety and health requirements across all operations.

## SUSTAINABILITY STATEMENT

### - Social

#### Our Performance

To reinforce safe equipment handling and operational procedures, employees were sent to attend safety and health awareness refresher courses as well as fire response training during FY2025. These initiatives aimed to strengthen overall safety awareness and ensure continued compliance with established safety standards and best practices.

|  | FY2023 | FY2024 | FY2025 |
|--|--------|--------|--------|
| Number of employees trained on safety and health standards | 2      | 26     | 33     |

| Injury Type               | Total Number of Cases |        |
|---------------------------|-----------------------|--------|
|                           | FY2024                | FY2025 |
| Work-related injuries     | 0                     | 0      |
| High-consequence injuries | 0                     | 0      |
| Work-related fatality     | 0                     | 0      |

| Ill-Health Type         | Total Number of Cases |        |
|-------------------------|-----------------------|--------|
|                         | FY2024                | FY2025 |
| Work-related ill health | 0                     | 0      |
| Work-related fatality   | 0                     | 0      |

|                                  | FY2023 | FY2024 | FY2025 |
|----------------------------------|--------|--------|--------|
| Number of fatalities             | 0      | 0      | 0      |
| Lost Time Incident Rate ("LTIR") | 0.27   | 0      | 0      |

In FY2025, TPC Group recorded zero work-related injuries, ill health cases, or fatalities, with a Lost Time Incident Rate ("LTIR") of zero. No non-compliance incidents or penalties were reported by the Department of Occupational Safety and Health ("DOSH"). These results reflect the Group's ongoing efforts to promote a safe working environment through proactive risk management, regulatory compliance, and continuous employee training.



#### TRAINING AND DEVELOPMENT

“

## To empower employees through continuous learning and capability building

#### Why it is Important

At TPC Group, we believe that sustainable growth begins with investing in our most valuable asset, which is our people. We are committed to developing and retaining talent by providing a supportive work environment that fosters personal and professional growth.

Through continuous learning and development opportunities, we aim to enhance employees' skills, knowledge, and capabilities. We recognise that empowering our workforce not only supports individual career progression but also drives the Group's overall performance and long-term success.

#### Our Approach

The Group offers a range of training and development initiatives to strengthen employee competencies and support career growth. These include both internal and external training programmes, tailored to meet operational and professional development needs. Participation in such programmes is facilitated through a formal Training Request Form, which ensures proper evaluation and approval.

#### Our Performance

##### Employee training hours

In FY2025, the Group recorded a total of eight hundred and eight (808) training hours, reflecting a significant increase compared to the previous year. This improvement demonstrates the Group's continued commitment to strengthening employee competencies, enhancing operational efficiency, and supporting long-term talent development across all levels of the organisation.

#### Training Hours by Employee Category

| Employee Category                 | Total Hours of Training |            |            |
|-----------------------------------|-------------------------|------------|------------|
|                                   | FY2023                  | FY2024     | FY2025     |
| Management                        | 35                      | 55         | 100        |
| Executive                         | 63                      | 98         | 193        |
| Non-executive/<br>Technical Staff | 63                      | 174        | 486        |
| General Workers                   | 91                      | 89         | 29         |
| <b>Total</b>                      | <b>252</b>              | <b>416</b> | <b>808</b> |



Training activities during the year were primarily concentrated among non-executive/technical staff and executive employees, who accounted for the majority of total training hours. This reflects the Group's focus on strengthening operational capabilities, technical skills, and on-the-ground execution to support core business activities. Management-level training also increased during the year, supporting leadership development and governance awareness across the organisation.

General workers recorded comparatively lower training hours, largely due to the operational nature of their roles, where training is typically delivered through targeted on-the-job guidance and safety briefings.

**Training Hours by Gender**

| Gender       | Total Hours of Training |            |
|--------------|-------------------------|------------|
|              | FY2024                  | FY2025     |
| Male         | 204                     | 346        |
| Female       | 212                     | 462        |
| <b>Total</b> | <b>416</b>              | <b>808</b> |

Training participation was balanced across genders, with both male and female employees benefiting from increased learning and development opportunities in FY2025. Female employees recorded higher training hours, reflecting their participation in administrative, technical, and development-focused programmes during the year.

**Average Training Hours**

|   | FY2023 | FY2024 | FY2025 |
|---|--------|--------|--------|
| Overall average training hours per employee (hours) | 0.59   | 1.02   | 1.94   |

| Average training hours per gender (hours) | FY2024 | FY2025 |
|---|--------|--------|
| Male                                      | 0.55   | 0.91   |
| Female                                    | 5.73   | 12.94  |

Overall average training hours per employee increased to 1.94 hours in FY2025, compared to 1.02 hours in FY2024, indicating improved participation and expanded learning initiatives across the Group.

**Training Areas**

Employees participated in training programmes across various functional areas, including:

| Areas   | List of Training Programs Attended in FY2025  |
|---|---|
| Occupational Safety and Health                      | <ul style="list-style-type: none"> <li>Kursus Kesedaran Keselamatan Awam: Pengukuhan Pasukan Keselamatan Kebakaran (Emergency Response Team)</li> <li>Occupational Safety and Health Awareness Workshop</li> </ul>                                  |
| Finance, Accounting and Taxation                    | <ul style="list-style-type: none"> <li>Malaysian Business Reporting System (MBRS) 2.0 For Preparers: Financial Statements</li> <li>2026 Budget Seminar</li> <li>Transfer Pricing Under Scrutiny: Trends, Triggers and Tactical Responses</li> </ul> |
| Human Resources and Employment Practices            | <ul style="list-style-type: none"> <li>Mastering Employment Act</li> <li>Understand Statutory Laws Managing Employee Discipline &amp; Grievances</li> </ul>   |
| Operations and Industry-Specific (Halal Compliance) | <ul style="list-style-type: none"> <li>Kursus Kesedaran Halal</li> <li>2-Day Workshop On Reviewing Halal Assurance System (HAS) Documents And System Effectiveness</li> <li>Latihan Kompetensi Halal</li> </ul>                                     |
| Governance, Ethics and Integrity                    | <ul style="list-style-type: none"> <li>Anti-Corruption Annual Refresher Training (Year 2025)</li> </ul>   |

**Employee retention and attrition**

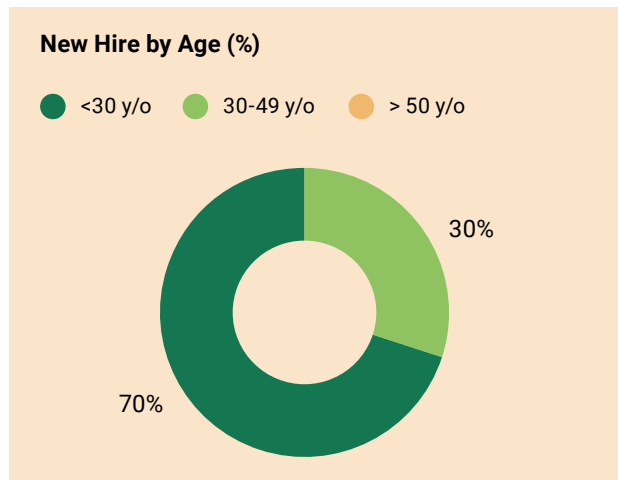
TPC Group is proud to maintain a stable and engaged workforce, reflected in the long average tenure of employees. Local employees have an average tenure of approximately eight (8) years, while foreign employees remain with the Group for an average of three (3) years.

**SUSTAINABILITY STATEMENT**  
- Social

| Employee Category             | Total Number of New Hires |        |        |        |
|-------------------------------|---------------------------|--------|--------|--------|
|                               | FY2024                    |        | FY2025 |        |
|                               | Male                      | Female | Male   | Female |
| Management                    | 1                         | 0      | 0      | 0      |
| Executive                     | 0                         | 0      | 1      | 1      |
| Non-executive/Technical Staff | 1                         | 0      | 5      | 3      |
| General Workers               | 8                         | 0      | 36     | 0      |
| Total                         | 10                        | 0      | 42     | 4      |
| Grand Total                   | 10                        |        | 46     |        |
| Percentage                    | 100%                      | 0%     | 95%    | 5%     |

**New Hires**

In FY2025, the Group hired a total of forty-six (46) new employees, comprising 95% male and 5% female employees, primarily driven by operational workforce requirements. Of these new hires, approximately 70% were below 30 years old, while the remaining 30% were between 30 and 50 years old, reflecting the Group’s focus on attracting a younger workforce while maintaining a balanced mix of experience within its talent pool.



**Performance Management and Development**

In addition to ongoing training and development, the Group prioritise aligning the employees’ goals with the Group’s objectives. To facilitate this alignment, we have established Key Performance Indicators (“KPI”) for employees. Through regular evaluations and the provision of training and development opportunities, we empower our employees to realize their full potential and make meaningful contributions to a sustainable future for all.

In FY2025, the Group conducted performance and career development reviews across its workforce.

- 15% of male employees received performance appraisals
- 81% of female employees received performance appraisals

The higher coverage among female employees reflects stronger participation within administrative and executive roles, where formal appraisal processes are more structured.

The Group acknowledges that overall appraisal coverage can be further improved, particularly among operational and general worker categories, where formal review processes are still being progressively implemented.

**Employee Turnover**

In FY2025, total employee turnover stood at twenty-six (26) employees, which remains relatively low. Notably, three (3) cases were due to retirement, where employees opted not to renew their retirement contracts due to age-related considerations.

| Employee Category             | Total Number of Employee Turnover |           |           |
|-------------------------------|-----------------------------------|-----------|-----------|
|                               | FY2023                            | FY2024    | FY2025    |
| Management                    | 1                                 | 0         | 1         |
| Executive                     | 0                                 | 0         | 1         |
| Non-executive/Technical Staff | 3                                 | 9         | 6         |
| General Workers               | 7                                 | 21        | 18        |
| <b>Total</b>                  | <b>11</b>                         | <b>30</b> | <b>26</b> |



EMPLOYEES WELFARE AND ENGAGEMENT



**To enhance employee well-being and build a positive, inclusive workplace culture**

**Why it is Important**

We believe that the foundation of a sustainable and high-performing organisation lies in the well-being, engagement, and productivity of our employees. As such, our commitment to sustainability extends beyond operations to include the holistic welfare of our workforce, in alignment with UNSDG Targets 8.5 and 8.8. By fostering a supportive, inclusive, and safe working environment, we aim to enhance employee satisfaction, strengthen retention, and drive long-term organisational success while promoting decent work and safeguarding labour rights.

**Our Approach**

At TPC Group, we prioritise the protection of employees' rights and well-being through the implementation of our Employee Handbook, which outlines key employment terms, benefits, and entitlements. This ensures that employees are well-informed, supported, and treated fairly across all levels of the organisation.

In terms of employment practices, the Group is committed to ensuring fair working conditions, including working hours, wages, and employee benefits, in compliance with the Employment Act 1955 and other applicable laws and regulations. Employees are remunerated in accordance with prescribed rates for normal working hours, overtime, public holidays, and special holidays, and are entitled to statutory leave benefits. These policies are communicated during employee induction programmes to ensure awareness and understanding from the outset of employment.

Key employee benefits include:

- Public holiday entitlements
- Annual leave and replacement leave
- Sick leave and hospitalisation leave
- Compassionate leave
- Maternity and paternity leave
- Accommodation, travelling claims and meal allowances
- Outpatient medical consultation and treatment under panel clinics
- Hospital and surgical insurance
- Group personal accident insurance
- KPI-based incentives (subject to performance)
- Annual bonuses (subject to performance)

To further reinforce this commitment, the Group has established a Workplace Sexual Harassment – Zero Tolerance Policy, which strictly prohibits any form of sexual harassment in the workplace.

In addition, the Group maintains a firm stance against forced labour and child labour practices, with these principles embedded across internal policies to ensure ethical and responsible labour practices throughout our operations.

The Group also respects employees' freedom of association, allowing employees to join lawful associations, charities, or organisations of their choice on a voluntary basis, without fear of discrimination or retaliation. This principle is incorporated within internal policies to promote a fair and inclusive working environment.

The Group has established a Grievance Policy and Procedure to provide employees with a formal and transparent channel to raise workplace concerns, including misconduct, harassment, discrimination, or unfair treatment. In addition, a WB Policy is in place to enable employees and stakeholders to report suspected unethical behaviour or violations confidentially, with protection against retaliation. These mechanisms reinforce accountability, transparency, and ethical conduct across the organisation.

Beyond formal entitlements, the Group fosters a caring and inclusive workplace culture by sharing both joyful and challenging moments with our employees. During festive celebrations such as Chinese New Year and Hari Raya, as well as personal milestones like weddings and the birth of newborns, the Group celebrates with employees through gestures such as angpao to share in their happiness.

During times of difficulty, such as hospitalisation, the Group maintains close engagement by visiting employees and extending support, reflecting our commitment to employee care and well-being.

**Our Performance**

In FY2025, the Group successfully upheld employees' rights in compliance with all applicable labour laws and regulations. There were no fines or penalties imposed on the Group in relation to labour or human rights matters.

|   | FY2023 | FY2024 | FY2025 |
|---|--------|--------|--------|
| Number of substantiated complaints concerning human rights violations | 0      | 0      | 0      |

WORKFORCE AND MANAGEMENT DIVERSITY



**To promote a diverse and inclusive workforce with equal opportunities for all**

**Why it is Important**

At TPC, we recognise that our people are the driving force behind our success. A diverse and inclusive workforce is fundamental to fostering a culture built on respect, tolerance, and mutual understanding. By embracing diversity across race, religion, gender, ethnicity, and age, we create a positive and inclusive work environment that enhances creativity, innovation, and overall business performance.

Diversity is particularly important in the poultry industry, which has traditionally been male-dominated. By promoting gender diversity and ensuring fair representation across all levels of the organisation, we are better positioned to adapt to evolving market demands, strengthen decision-making, and support long-term sustainable growth.

**Our Approach**

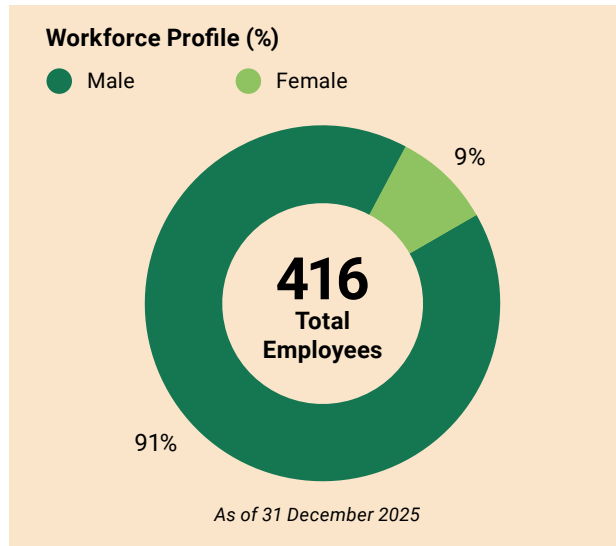
At TPC, talent management plays a key role in attracting and retaining a capable and diverse workforce. Our approach to recruitment, remuneration, training, and career development is guided by objective and merit-based principles, ensuring fairness, transparency, and alignment with the Group’s strategic objectives.

We place emphasis on fostering a diverse and inclusive workforce that reflects the needs of our stakeholders and the communities in which we operate. Key focus areas include:

- Youth Development**  
We aim to enhance the representation of younger employees to ensure a sustainable talent pipeline. While experienced personnel provide valuable expertise and industry knowledge, we recognise the importance of integrating fresh perspectives from younger talent to drive innovation and adaptability.
- Gender Diversity**  
In a traditionally male-dominated industry, we are committed to improving gender diversity across all levels of the organisation. We strive to create more opportunities and a supportive environment for women, particularly in operational and leadership roles.
- Inclusive Employment Practices**  
The Group embraces diversity in its broader sense by promoting equal employment opportunities, including for persons with disabilities.

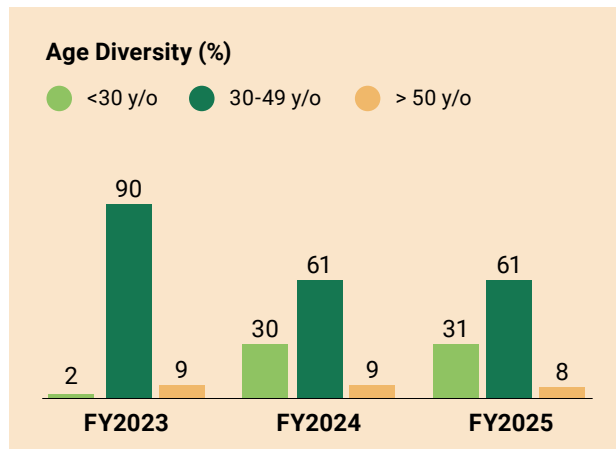
Through these initiatives, TPC Group continues to strengthen a dynamic, inclusive, and future-ready workforce, supporting sustainable growth and long-term value creation.

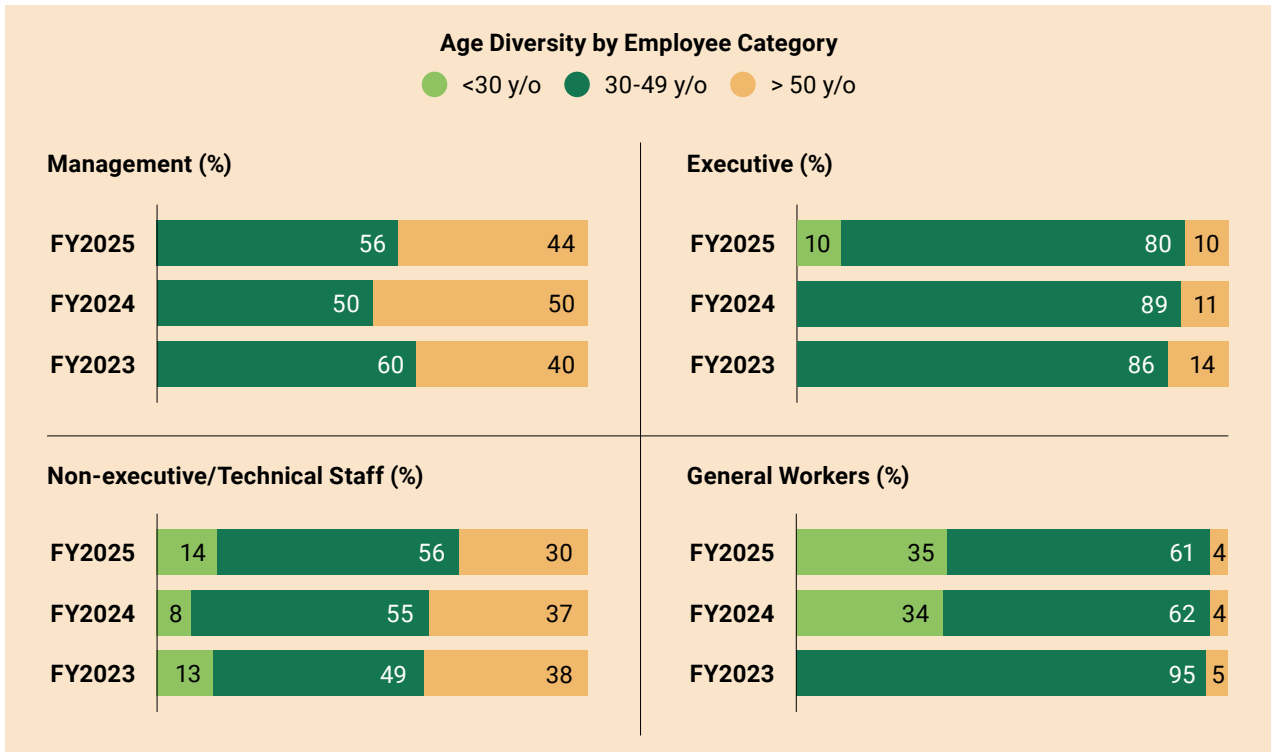
**Our Performance**



As of FY2025, TPC’s workforce reflects a diverse mix of gender, age, ethnicity, nationality, and employment type, in line with the operational nature of the poultry industry.

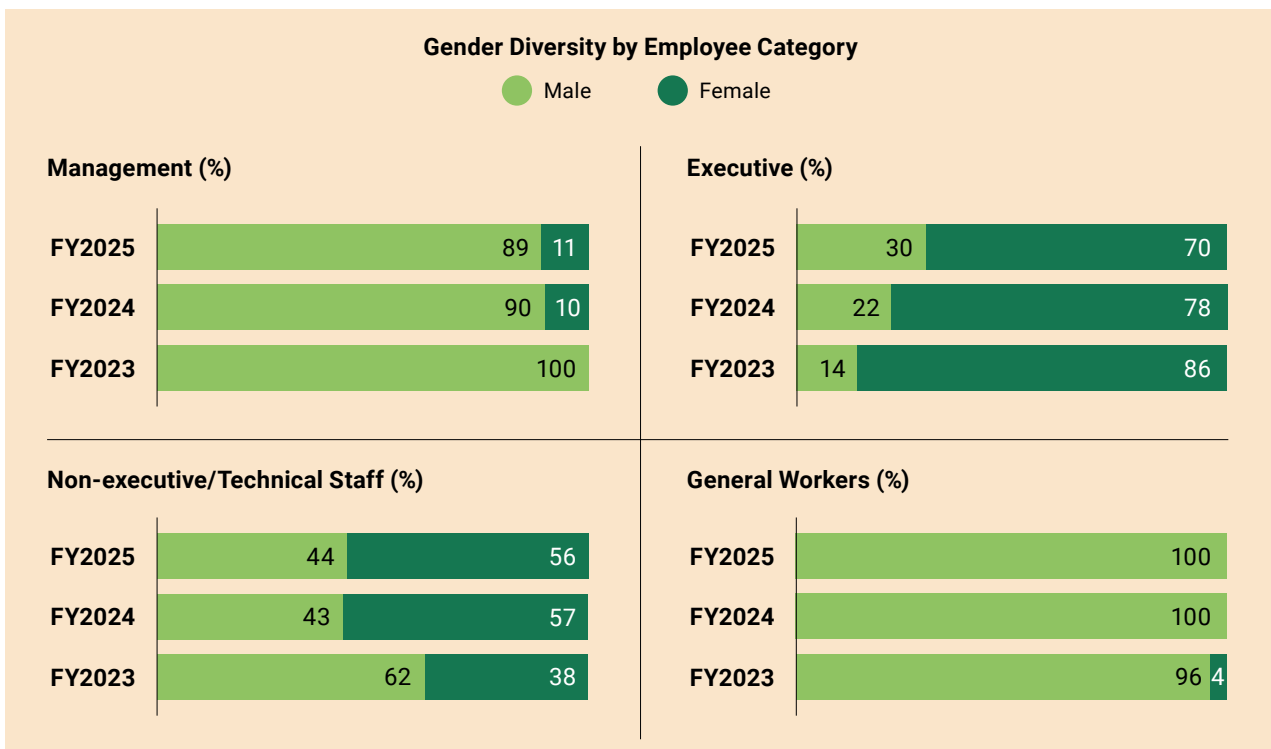
In terms of age distribution, the majority of employees (61%) fall within the 30 to 50-year-old group, followed by 31% below 30 years old, and 8% above 50 years old. We believe that maintaining a balanced workforce of both young talent and experienced employees enhances knowledge sharing, operational efficiency, and adaptability in a dynamic business environment.





Note: The figure for FY2023 on the percentage of employees by age group has been reinstated following a correction to address a misinterpretation in the original computation method.

Gender diversity remains an area for improvement, with male employees comprising 91% of the workforce. This reflects the traditionally male-dominated nature of the poultry industry, particularly in operational roles. Nevertheless, the Group is committed to enhancing gender diversity by creating more opportunities and a supportive environment for female participation across all levels.



Note: The figure for FY2023 on the percentage of employees by gender has been reinstated following a correction to address a misinterpretation in the original computation method.

**SUSTAINABILITY STATEMENT**  
- Social



In terms of ethnic composition, the workforce in FY2025 comprises 13% Malay, 8% Chinese, 4% Indian, and 75% from other ethnic groups, primarily consisting of foreign employees who support operational activities.

This compares to FY2024, which recorded 12% Malay, 9% Chinese, 3% Indian, and 76% from other ethnic groups.

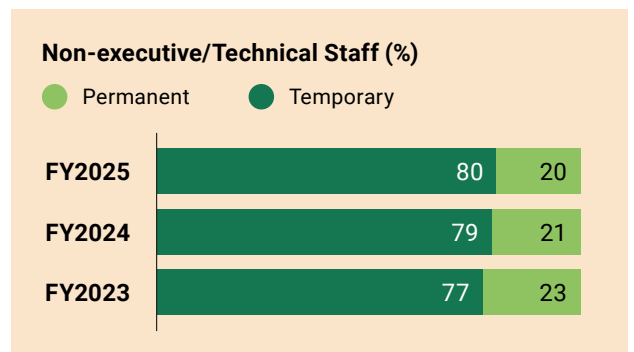
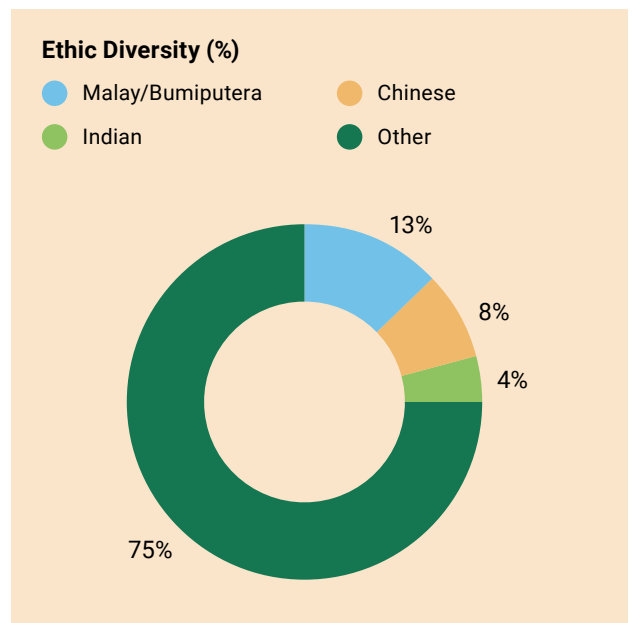
The slight year-on-year shifts reflect normal workforce movement and recruitment patterns aligned with operational requirements. Overall, the composition continues to demonstrate the Group's reliance on a diverse labour pool to support operational demands while contributing to an inclusive workplace.

TPC strictly follows applicable labour laws in its recruitment process, prioritising the hiring of local candidates where suitable talent is available.

From an employment type perspective, 23% of employees are permanent, while 77% are temporary, in line with industry practices and the operational flexibility required in poultry farming.

While there are currently no employees with disabilities within our workforce (0% staff with disability), we remain open and committed to providing an inclusive environment that values individual abilities and enables all employees to contribute meaningfully to the Group's success.

Moving forward, the Group aims to improve workforce diversity by strengthening gender representation, enhancing youth participation, and promoting inclusive employment practices across all levels of the organisation.



Note: The figure for FY2023 on the percentage of employees who are contractors or temporary staff has been reinstated following a correction to address a misinterpretation in the original computation method.

CUSTOMER PRIVACY



To protect customer data and privacy

Why it is Important

At TPC Group, we view customer privacy not merely as a legal obligation but as a fundamental aspect of responsible business conduct. Protecting our customers' sensitive information is critical in preventing data breaches and safeguarding the trust and confidence placed in us. We recognise that effective data protection is essential to maintaining strong, long-term relationships with our customers and preserving the Group's reputation.

Our Approach

The Group has established a Privacy Policy in compliance with the requirements of the Personal Data Protection Act (PDPA) 2010, which governs how personal data is collected, processed, stored, and protected. This policy provides clear guidance to ensure that customer information is handled with the highest standards of integrity, responsibility, and confidentiality.

To further reinforce our commitment, we proactively enter into Non-Disclosure Agreements (NDAs) with customers, establishing a legally binding framework to safeguard sensitive information exchanged during business engagements.

In addition to formal policies and legal safeguards, the Group promotes a culture of accountability and awareness among employees. Continuous communication and internal practices ensure that all personnel understand the importance of data privacy and adhere to established protocols when handling customer information.

Our Performance

In FY2025, the Group recorded zero complaints related to privacy breaches, with no incidents of data leakage or loss of customer information.

As the Group continues to grow and expand its operations, we remain committed to regularly reviewing and strengthening our data privacy practices, ensuring continued compliance with regulatory requirements and fostering greater trust and confidence among our customers and stakeholders.

|   | FY2023 | FY2024 | FY2025 |
|---|--------|--------|--------|
| Number of substantiated complaints concerning breaches in customer privacy or data loss | 0      | 0      | 0      |

COMMUNITY OUTREACH



To enrich the local communities

Why it is Important

At TPC Group, we recognise the significant social impact of our operations on the communities in which we operate. We believe that contributing to the well-being and development of local communities is not only a moral responsibility but also essential to the sustainable success of our business.

Through continuous community engagement and outreach initiatives, we aim to create meaningful and lasting positive impacts, particularly for underprivileged groups. These efforts reflect our commitment to social responsibility and support broader sustainability goals.

Our Approach

Over the years, TPC Group has embedded a strong culture of giving back to society, with a focus on supporting underprivileged and underserved communities. We are committed to leveraging our resources to uplift communities and improve quality of life.

Our community engagement efforts include both financial contributions and in-kind support, enabling us to address a wide range of community needs. These initiatives are guided by our values of compassion, inclusivity, and long-term commitment to societal well-being.

Our Performance

TPC Group acknowledges the social impact of its operations and remains committed to supporting local communities. During FY2025, the Group continued its tradition of contributing to underprivileged segments of society through various initiatives.

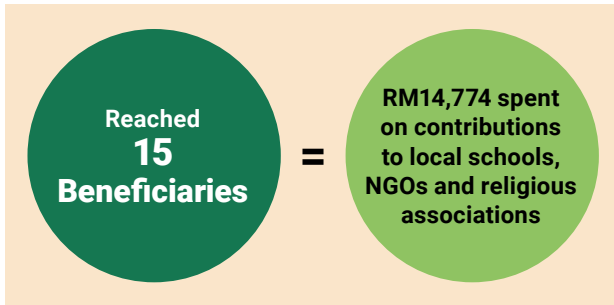
The Group provided financial assistance to support projects undertaken by local schools and religious organisations, contributing to community development and educational advancement.

**SUSTAINABILITY STATEMENT**  
- Social

In addition to monetary contributions, the Group also extended in-kind support, including the donation of food, eggs, and daily essentials to underprivileged communities. These contributions aim to address immediate needs while supporting overall well-being.

With each passing year, TPC Group strives to expand its community initiatives, reflecting our long-term commitment to making a positive difference in society.

Key highlights of TPC’s contributions for FY2025 are as follows:



|  | FY2023  | FY2024   | FY2025   |
|--|---------|----------|----------|
| Total number of beneficiaries of the investment in communities | RM6,700 | RM19,900 | RM14,774 |
| Total number of beneficiaries of the investment in communities | 8       | 10       | 15       |



## GRI CONTENT INDEX

| GRI Standard                              | Disclosure   | Location  |
|---|--|---|
| <b>GRI 2: General Disclosures 2021</b>    | 2-1 Organizational details   | Our Profile, Group Structure  |
|   | 2-2 Entities included in the organization's sustainability reporting   | Reporting Scope and Boundary  |
|   | 2-3 Reporting period, frequency and contact point  | Reporting Scope and Boundary  |
|   | 2-4 Restatements of information  | Energy Efficiency and Climate Change, Water Management, Workforce and Management Diversity              |
|   | 2-5 External assurance   | There is no external assurance performed for TPC  |
|   | 2-6 Activities, value chain and other business relationships   | Reporting Scope and Boundary  |
|   | 2-7 Employees  | Workforce and Management Diversity  |
|   | 2-8 Workers who are not employees  | Workforce and Management Diversity  |
|   | 2-9 Governance structure and composition   | Sustainability Governance Structure   |
|   | 2-10 Nomination and selection of the highest governance body   | Corporate Governance Overview Statement   |
|   | 2-11 Chair of the highest governance body  | Corporate Governance  |
|   | 2-12 Role of the highest governance body in overseeing the management of impacts   | Sustainability Governance Structure   |
|   | 2-13 Delegation of responsibility for managing impacts   | Sustainability Governance Structure   |
|   | 2-14 Role of the highest governance body in sustainability reporting   | Sustainability Governance Structure   |
|   | 2-15 Conflicts of interest   | Corporate Governance  |
|   | 2-16 Communication of critical concerns  | Corporate Governance Overview Statement   |
|   | 2-17 Collective knowledge of the highest governance body   | Corporate Governance Overview Statement   |
|   | 2-18 Evaluation of the performance of the highest governance body  | Corporate Governance Overview Statement   |
|   | 2-19 Remuneration policies   | Corporate Governance Overview Statement   |
|   | 2-20 Process to determine remuneration   | Corporate Governance Overview Statement   |
|   | 2-22 Statement on sustainable development strategy   | About this Sustainability Statement   |
|   | 2-23 Policy commitments  | Sustainability Framework at Glance, Corporate Governance, Anti-Bribery, Employee Welfare and Engagement |
|   | 2-24 Embedding policy commitments  | Sustainability Framework at Glance, Corporate Governance, Anti-Bribery, Employee Welfare and Engagement |
|   | 2-25 Processes to remediate negative impacts   | Anti-Bribery, Employee Welfare and Engagement   |
|   | 2-26 Mechanisms for seeking advice and raising concerns  | Stakeholder Feedback, Anti-Bribery  |
| 2-27 Compliance with laws and regulations | Anti-Bribery, Quality Assurance, Waste Management, Occupational Safety and Health, Employee Welfare and Engagement, Customer Privacy |   |
| 2-29 Approach to stakeholder engagement   | Stakeholder Engagement   |   |

## SUSTAINABILITY STATEMENT

| GRI Standard   | Disclosure   | Location   |
|--|--|--|
| <b>GRI 3: Material Topics 2021</b>                   | 3-1 Process to determine material topics   | Materiality Assessment and Sustainability Strategies     |
|  | 3-2 List of material topics  | Materiality Assessment and Sustainability Strategies     |
|  | 3-3 Management of material topics  | Sustainability Strategies and UNSDG Mapping              |
| <b>GRI 204: Procurement Practices 2016</b>           | 204-1 Proportion of spending on local suppliers  | Local Supply Chain Management                            |
| <b>GRI 205: Anti-corruption 2016</b>                 | 205-1 Operations assessed for risks related to corruption  | Anti-Bribery   |
|  | 205-2 Communication and training about anti-corruption policies and procedures                           | Anti-Bribery   |
|  | 205-3 Confirmed incidents of corruption and actions taken  | Anti-Bribery   |
| <b>GRI 302: Energy 2016</b>                          | 302-1 Energy consumption within the organisation   | Energy Efficiency and Climate Change                     |
|  | 302-3 Energy intensity   | Energy Efficiency and Climate Change                     |
| <b>GRI 303: Water and Effluents 2018</b>             | 303-5 Water consumption  | Water Management   |
| <b>GRI 305: Emissions 2016</b>                       | 305-1 Direct (Scope 1) GHG emissions   | Energy Efficiency and Climate Change                     |
|  | 305-2 Energy indirect (Scope 2) GHG emissions  | Energy Efficiency and Climate Change                     |
|  | 305-3 Other indirect (Scope 3) GHG emissions   | Energy Efficiency and Climate Change                     |
|  | 305-4 GHG emissions intensity  | Energy Efficiency and Climate Change                     |
| <b>GRI 306: Waste 2020</b>                           | 306-3 Waste generated  | Waste Management   |
| <b>GRI 401: Employment 2016</b>                      | 401-1 New employee hires and employee turnover   | Training and Development                                 |
|  | 401-2 Benefits provided to full-time employees that are not provided to temporary or part-time employees | Employee Welfare and Engagement                          |
|  | 401-3 Parental leave   | Employee Welfare and Engagement                          |
| <b>GRI 403: Occupational Health and Safety 2018</b>  | 403-1 Occupational health and safety management system   | Occupational Safety and Health                           |
|  | 403-5 Worker training on occupational health and safety  | Occupational Safety and Health                           |
|  | 403-9 Work-related injuries  | Occupational Safety and Health                           |
|  | 403-10 Work-related ill health   | Occupational Safety and Health                           |
| <b>GRI 404: Training and Education 201</b>           | 404-1 Average hours of training per year per employee  | Training and Development                                 |
|  | 404-3 Percentage of employees receiving regular performance and career development reviews               | Training and Development                                 |
| <b>GRI 405: Diversity and Equal Opportunity 2016</b> | 405-1 Diversity of governance bodies and employees   | Corporate Governance, Workforce and Management Diversity |
| <b>GRI 418: Customer Privacy 2016</b>                | 418-1 Substantiated complaints concerning breaches of customer privacy and losses of customer data       | Data Privacy   |

## PERFORMANCE DATA TABLE

| Indicator   | Measurement Unit | 2023     | 2024      | 2025      |
|---|------------------|----------|-----------|-----------|
| <b>Anti-corruption</b>  |                  |          |           |           |
| Percentage of employees who have received training on anti-corruption by employee category              |                  |          |           |           |
| Management  | Percentage       | 100.00   | 100.00    | 100.00    |
| Executive   | Percentage       | 57.14    | 77.78     | 80.00     |
| Non-executive/Technical Staff   | Percentage       | 17.78    | 16.33     | 14.00     |
| General Workers   | Percentage       | 1.08     | 1.76      | 1.73      |
| Percentage of operations assessed for corruption-related risks  | Percentage       | 100.00   | 100.00    | 100.00    |
| Number of confirmed incidents of corruption and action taken  | Number           | 0        | 0         | 0         |
| Total amount of fines, penalties or settlements related to corruption                                   | RM               | 0.00     | 0.00      | 0.00      |
| Total political contributions   | RM               | 0.00     | 0.00      | 0.00      |
| Number of political parties benefited from contributions  | Number           | 0        | 0         | 0         |
| <b>Community/Society</b>  |                  |          |           |           |
| Total amount invested in the community where the target beneficiaries are external to the listed issuer | RM               | 6,700.00 | 19,900.00 | 14,774.30 |
| Total number of beneficiaries of the investment in communities  | Number           | 8        | 10        | 15        |
| <b>Diversity</b>  |                  |          |           |           |
| Percentage of employees by gender and age group, for each employee category                             |                  |          |           |           |
| Management Under 30   | Percentage       | 0.00     | 0.00      | 0.00      |
| Management Between 30-50  | Percentage       | 60.00*   | 50.00     | 55.56     |
| Management Above 50   | Percentage       | 40.00*   | 50.00     | 44.44     |
| Executive Under 30  | Percentage       | 0.00     | 0.00      | 10.00     |
| Executive Between 30-50   | Percentage       | 86.00*   | 88.89     | 80.00     |
| Executive Above 50  | Percentage       | 14.00*   | 11.11     | 10.00     |
| Non-executive/Technical Staff Under 30  | Percentage       | 13.00*   | 8.16      | 14.00     |
| Non-executive/Technical Staff Between 30-50   | Percentage       | 49.00*   | 55.10     | 56.00     |
| Non-executive/Technical Staff Above 50  | Percentage       | 38.00*   | 36.73     | 30.00     |
| General Workers Under 30  | Percentage       | 0.00     | 34.31     | 35.16     |
| General Workers Between 30-50   | Percentage       | 95.00*   | 61.58     | 61.10     |
| General Workers Above 50  | Percentage       | 5.00*    | 4.11      | 3.75      |
| Percentage of employees by gender for each employee category  |                  |          |           |           |
| Management Male   | Percentage       | 100.00*  | 90.00     | 88.89     |
| Management Female   | Percentage       | 0.00     | 10.00     | 11.11     |
| Executive Male  | Percentage       | 14.00*   | 22.22     | 30.00     |
| Executive Female  | Percentage       | 86.00*   | 77.78     | 70.00     |
| Non-executive/Technical Staff Male  | Percentage       | 62.00*   | 42.86     | 44.00     |
| Non-executive/Technical Staff Female  | Percentage       | 38.00*   | 57.14     | 56.00     |
| General Workers Male  | Percentage       | 96.00*   | 99.71     | 99.71     |
| General Workers Female  | Percentage       | 4.00*    | 0.29      | 0.29      |

## SUSTAINABILITY STATEMENT

| Indicator   | Measurement Unit | 2023   | 2024   | 2025   |
|---|------------------|--------|--------|--------|
| <b>Diversity (Cont'd)</b>                                       |                  |        |        |        |
| Percentage of directors by age group                            |                  |        |        |        |
| Under 30  | Percentage       | 0.00   | 0.00   | 0.00   |
| Between 30-50   | Percentage       | 83.33  | 66.67  | 83.33  |
| Above 50  | Percentage       | 16.67  | 33.33  | 16.67  |
| Percentage of directors by gender                               |                  |        |        |        |
| Male  | Percentage       | 83.33  | 83.33  | 83.33  |
| Female  | Percentage       | 16.67  | 16.67  | 16.67  |
| Percentage of directors by ethnicity                            |                  |        |        |        |
| Malay/Bumiputera  | Percentage       | 17.00  | 16.67  | 0.00   |
| Chinese   | Percentage       | 83.00  | 83.33  | 100.00 |
| Indian  | Percentage       | 0.00   | 0.00   | 0.00   |
| Others  | Percentage       | 0.00   | 0.00   | 0.00   |
| Percentage of key senior management by age group                |                  |        |        |        |
| Under 30  | Percentage       | 0.00   | 0.00   | 0.00   |
| Between 30-50   | Percentage       | 60.00  | 60.00  | 60.00  |
| Above 50  | Percentage       | 40.00  | 40.00  | 40.00  |
| Percentage of key senior management by gender                   |                  |        |        |        |
| Male  | Percentage       | 100.00 | 100.00 | 100.00 |
| Female  | Percentage       | 0.00   | 0.00   | 0.00   |
| Percentage of key senior management by ethnicity                |                  |        |        |        |
| Malay/Bumiputera  | Percentage       | 20.00  | 20.00  | 0.00   |
| Chinese   | Percentage       | 80.00  | 80.00  | 100.00 |
| Indian  | Percentage       | 0.00   | 0.00   | 0.00   |
| Others  | Percentage       | 0.00   | 0.00   | 0.00   |
| <b>Health and Safety</b>  |                  |        |        |        |
| Number of work-related fatalities                               | Number           | 0      | 0      | 0      |
| Lost time incident rate ("LTIR")                                | Rate             | 0.27   | 0.00   | 0.00   |
| Number of employees trained on health and safety standards      | Number           | 2      | 26     | 33     |
| <b>Labour Practices and Standards</b>                           |                  |        |        |        |
| Total hours of training by employee category                    |                  |        |        |        |
| Management  | Hours            | 35     | 55     | 100    |
| Executive   | Hours            | 63     | 98     | 193    |
| Non-executive/Technical Staff                                   | Hours            | 63     | 174    | 486    |
| General Workers   | Hours            | 91     | 89     | 29     |
| Average training hours per employee                             | Hours            |        | 1.02   | 1.94   |
| Average training hours per gender                               |                  |        |        |        |
| Male  | Hours            |        | 0.55   | 0.91   |
| Female  | Hours            |        | 5.73   | 12.49  |
| Percentage of employees that are contractors or temporary staff | Percentage       | 80.42* | 79.22  | 77.16  |
| Total number of new employee hires by age group                 |                  |        |        |        |
| Under 30  | Number           |        | 2      | 32     |
| Between 30-50   | Number           |        | 6      | 14     |
| Above 50  | Number           |        | 2      | 0      |

| Indicator  | Measurement Unit                           | 2023       | 2024        | 2025        |
|--|--|------------|-------------|-------------|
| <b>Labour Practices and Standards (Cont'd)</b>   |  |            |             |             |
| Total number of new employee hires by gender   |  |            |             |             |
| Male   | Number                                     |            | 10          | 42          |
| Female   | Number                                     |            | 0           | 4           |
| Total number of employee turnover by employee category   |  |            |             |             |
| Management   | Number                                     | 1          | 0           | 1           |
| Executive  | Number                                     | 0          | 0           | 1           |
| Non-executive/Technical Staff  | Number                                     | 3          | 9           | 6           |
| General Workers  | Number                                     | 7          | 21          | 18          |
| Number of substantiated complaints concerning human rights violations                                  | Number                                     | 0          | 0           | 0           |
| Percentage of global staff with a disability   | Percentage                                 |            | 0           | 0           |
| <b>Supply Chain Management</b>   |  |            |             |             |
| Proportion of spending on local suppliers  | Percentage                                 | 100.00     | 99.9        | 99.9        |
| <b>Data privacy and security</b>   |  |            |             |             |
| Number of substantiated complaints concerning breaches of customer privacy and losses of customer data | Number                                     | 0          | 0           | 0           |
| <b>Energy Management</b>   |  |            |             |             |
| Total energy consumption   | Megawatt                                   | 14,963.50* | 15,280.99   | 15,823.50   |
| Diesel   | Megawatt                                   | 5,881.99*  | 5,386.17    | 5,948.30    |
| Petrol   | Megawatt                                   | 39.54*     | 29.88       | 40.08       |
| Purchased electricity  | Megawatt                                   | 9,041.97   | 9,864.94    | 9,835.11    |
| Energy intensity   | Megawatt per egg                           |            | 0.0000336   | 0.0000339   |
| <b>Water Management</b>  |  |            |             |             |
| Total volume of water used   | Megalitres                                 | 162.03*    | 159.37*     | 169.85      |
| Water intensity  | Megalitres per egg                         |            | 0.000000350 | 0.000000364 |
| <b>Waste Management</b>  |  |            |             |             |
| Total waste generated  | Metric tonnes                              |            | 374.00      | 417.66      |
| Total waste diverted from disposal   | Metric tonnes                              |            | 0.00        | 0.00        |
| Total waste diverted to disposal   | Metric tonnes                              |            | 374.00      | 417.66      |
| <b>GHG Emission</b>  |  |            |             |             |
| Scope 1  | Metric tonnes of CO <sub>2</sub> e         |            | 1,364.40    | 1,508.53    |
| Scope 2  | Metric tonnes of CO <sub>2</sub> e         |            | 7,635.46    | 7,612.38    |
| Scope 3 - Category 7: Employee Commuting   | Metric tonnes of CO <sub>2</sub> e         |            | 201.32      | 205.90      |
| Emission intensity   | Metric tonnes of CO <sub>2</sub> e per egg |            | 0.0000202   | 0.0000200   |

(\*) Restated

SUSTAINABILITY STATEMENT

BURSA MALAYSIA PRESCRIBED TABLE

**TPC Plus Berhad**  
BMLR Transition Period  
Date & Time: 2026-04-16 15:46:42  
FYE 31/12/2025

| Sustainability Matter | Metric   | Measurement Unit | 2025      | Target                               | Assurance    | Remarks                       |
|-----------------------|--|------------------|-----------|--------------------------------------|--------------|-------------------------------|
| Anti-corruption       | C1 (a) Percentage of employees who have received training on anti-corruption by employee category                    | Percentage       | 100.00    | -                                    | No assurance | Management                    |
| Anti-corruption       | C1 (a) Percentage of employees who have received training on anti-corruption by employee category                    | Percentage       | 80.00     | -                                    | No assurance | Executive                     |
| Anti-corruption       | C1 (a) Percentage of employees who have received training on anti-corruption by employee category                    | Percentage       | 14.00     | -                                    | No assurance | Non-executive/Technical Staff |
| Anti-corruption       | C1 (a) Percentage of employees who have received training on anti-corruption by employee category                    | Percentage       | 1.73      | -                                    | No assurance | General Workers               |
| Anti-corruption       | Bursa C1(b) Percentage of operations assessed for corruption-related risks   | Percentage       | 100       | -                                    | No assurance | -                             |
| Anti-corruption       | Bursa C1(c) Confirmed incidents of corruption and action taken   | Number           | 0         | Zero incident of corruption annually | No assurance | -                             |
| Community/Society     | Bursa C2 (a) Total amount invested in the community where the target beneficiaries are external to the listed issuer | MYR              | 14,774.30 | -                                    | No assurance | -                             |
| Community/Society     | Bursa C2 (b) Total number of beneficiaries of the investment in communities  | Number           | 15        | -                                    | No assurance | -                             |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category                              | Percentage       | 0.00      | -                                    | No assurance | Management Under 30           |

| Sustainability Matter | Metric  | Measurement Unit | 2025  | Target | Assurance    | Remarks                                     |
|-----------------------|---|------------------|-------|--------|--------------|---|
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 55.56 | -      | No assurance | Management Between 30-50                    |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 44.44 | -      | No assurance | Management Above 50                         |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 10.00 | -      | No assurance | Executive Under 30                          |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 80.00 | -      | No assurance | Executive Between 30-50                     |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 10.00 | -      | No assurance | Executive Above 50                          |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 14.00 | -      | No assurance | Non-executive/Technical Staff Under 30      |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 56.00 | -      | No assurance | Non-executive/Technical Staff Between 30-50 |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 30.00 | -      | No assurance | Non-executive/Technical Staff Above 50      |

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SUSTAINABILITY STATEMENT

**TPC Plus Berhad**  
BMLR Transition Period

Date & Time: 2026-04-16 15:46:42  
FYE 31/12/2025

| Sustainability Matter | Metric  | Measurement Unit | 2025  | Target | Assurance    | Remarks                            |
|-----------------------|---|------------------|-------|--------|--------------|------------------------------------|
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 35.16 | -      | No assurance | General Workers Under 30           |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 61.10 | -      | No assurance | General Workers Between 30-50      |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 3.75  | -      | No assurance | General Workers Above 50           |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 88.89 | -      | No assurance | Management Male                    |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 11.11 | -      | No assurance | Management Female                  |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 30.00 | -      | No assurance | Executive Male                     |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 70.00 | -      | No assurance | Executive Female                   |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 44.00 | -      | No assurance | Non-executive/Technical Staff Male |

| Sustainability Matter | Metric  | Measurement Unit | 2025     | Target | Assurance    | Remarks                              |
|-----------------------|---|------------------|----------|--------|--------------|--------------------------------------|
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 56.00    | -      | No assurance | Non-executive/Technical Staff Female |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 99.71    | -      | No assurance | General Workers Male                 |
| Diversity             | Bursa C3(a) Percentage of employees by gender and age group, for each employee category | Percentage       | 0.29     | -      | No assurance | General Workers Female               |
| Diversity             | Bursa C3(b) Percentage of directors by gender and age group                             | Percentage       | 83.33    | -      | No assurance | Male                                 |
| Diversity             | Bursa C3(b) Percentage of directors by gender and age group                             | Percentage       | 16.67    | -      | No assurance | Female                               |
| Diversity             | Bursa C3(b) Percentage of directors by gender and age group                             | Percentage       | 0.00     | -      | No assurance | Under 30                             |
| Diversity             | Bursa C3(b) Percentage of directors by gender and age group                             | Percentage       | 83.33    | -      | No assurance | Between 30-50                        |
| Diversity             | Bursa C3(b) Percentage of directors by gender and age group                             | Percentage       | 16.67    | -      | No assurance | Above 50                             |
| Energy management     | Bursa C4(a) Total energy consumption  | Megawatt         | 5,948.30 | -      | No assurance | Diesel                               |
| Energy management     | Bursa C4(a) Total energy consumption  | Megawatt         | 40.08    | -      | No assurance | Petrol                               |
| Energy management     | Bursa C4(a) Total energy consumption  | Megawatt         | 9,835.11 | -      | No assurance | Purchased electricity                |

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SUSTAINABILITY STATEMENT

**TPC Plus Berhad**  
BMLR Transition Period

Date & Time: 2026-04-16 15:46:42  
FYE 31/12/2025

| Sustainability Matter          | Metric  | Measurement Unit | 2025 | Target | Assurance    | Remarks                       |
|--------------------------------|---|------------------|------|--------|--------------|-------------------------------|
| Health and safety              | Bursa C5(a) Number of work-related fatalities                               | Number           | 0    | -      | No assurance | -                             |
| Health and safety              | Bursa C5(b) Lost time incident rate ("LTIR")                                | Rate             | 0.00 | -      | No assurance | -                             |
| Health and safety              | Bursa C5(c) Number of employees trained on health and safety standards      | Number           | 33   | -      | No assurance | -                             |
| Labour practices and standards | Bursa C6(a) Total hours of training by employee category                    | Hours            | 100  | -      | No assurance | Management                    |
| Labour practices and standards | Bursa C6(a) Total hours of training by employee category                    | Hours            | 193  | -      | No assurance | Executive                     |
| Labour practices and standards | Bursa C6(a) Total hours of training by employee category                    | Hours            | 486  | -      | No assurance | Non-executive/Technical Staff |
| Labour practices and standards | Bursa C6(a) Total hours of training by employee category                    | Hours            | 29   | -      | No assurance | General Workers               |
| Labour practices and standards | Bursa C6(b) Percentage of employees that are contractors or temporary staff | Percentage       | 77/6 | -      | No assurance | -                             |
| Labour practices and standards | Bursa C6(c) Total number of employee turnover by employee category          | Number           | 1    | -      | No assurance | Management                    |
| Labour practices and standards | Bursa C6(c) Total number of employee turnover by employee category          | Number           | 1    | -      | No assurance | Executive                     |
| Labour practices and standards | Bursa C6(c) Total number of employee turnover by employee category          | Number           | 6    | -      | No assurance | Non-executive/Technical Staff |
| Labour practices and standards | Bursa C6(c) Total number of employee turnover by employee category          | Number           | 18   | -      | No assurance | General Workers               |

| Sustainability Matter          | Metric   | Measurement Unit | 2025   | Target | Assurance    | Remarks |
|--------------------------------|--|------------------|--------|--------|--------------|---------|
| Labour practices and standards | Bursa C6(d) Number of substantiated complaints concerning human rights violations                                  | Number           | 0      | -      | No assurance | -       |
| Supply chain management        | Bursa C7(a) Proportion of spending on local suppliers  | Percentage       | 99.99  | -      | No assurance |         |
| Data privacy and security      | Bursa C8(a) Number of substantiated complaints concerning breaches of customer privacy and losses of customer data | Number           | 0      | -      | No assurance |         |
| Water                          | Bursa C9(a) Total volume of water used   | Megalitres       | 169.85 | -      | No assurance |         |

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# CORPORATE GOVERNANCE OVERVIEW STATEMENT

The Board of Directors (“**Board**”) of TPC Plus Berhad (“**TPC**” or “**Company**”) is pleased to present below a summary of how TPC Group has applied the following 3 principles set out in the Malaysian Code on Corporate Governance (“**Code**”) during the financial year ended 31 December 2025 (“**FYE 2025**”):

## Principle

# A

### Board Leadership and Effectiveness

## Principle

# B

### Effective Audit and Risk Management

## Principle

# C

### Integrity in Corporate Reporting and Meaningful Relationship with Stakeholders

This Corporate Governance Overview Statement is complemented by a Corporate Governance Report prepared according to the format prescribed by Bursa Malaysia Securities Berhad (“**Bursa**”). The Corporate Governance Report can be found on the Company’s website at [www.tpc.com.my](http://www.tpc.com.my) and through the announcement on Bursa’s website, [www.bursamalaysia.com](http://www.bursamalaysia.com).

## Principle

# A

## BOARD LEADERSHIP AND EFFECTIVENESS

### 1. Board Responsibilities

The Board of Directors is responsible for the overall corporate governance of the Company and is always mindful of its responsibilities towards the Company’s shareholders and other stakeholders.

In discharging its fiduciary duties and responsibilities, the Board is guided by the prevailing legal and regulatory requirements such as the Companies Act 2016, the Main Market Listing Requirements (“**MMLR**”) of Bursa, the Code as well as the Company’s Constitution and Board Charter.

To assist the Board in the effective discharge of their duties and responsibilities, the Board has established Board committees namely the Audit Committee, the Nomination and Remuneration Committee (“**NRC**”) and the Risk Management Committee. These Board committees are operated under defined terms of reference approved by the Board. The Board’s and the Board committee’s charter can be found on the Company’s website, [www.tpc.com.my](http://www.tpc.com.my). During the FYE 2025, the Board had reviewed and amended the Audit Committee Charter and will review the other charters periodically to ensure that they remain relevant and adequate.

During the FYE 2025, the chairman of each Board committee reported to the Board of Directors all the key issues deliberated at their respective committee meetings. The proposals or opinions of the committees were brought forward and tabled at Board of Directors’ meetings for consideration and approval as the Board is the ultimate decision-making body of the Company with the exception of matters requiring shareholders’ approval.

The positions of the Company’s Chairman and the Managing Director are held by 2 different individuals whose responsibilities are segregated and clearly defined in the Board Charter to ensure that there is a balance of power and authority with neither of them having unfettered power of decision making.

Datuk Lim Yew Piau, the Chairman of the Board of Directors, is not a member of the Audit Committee, NRC nor Risk Management Committee to ensure that there is check and balance and that it does not give rise to self-review when deliberating the recommendations and proposals put forth by the chairman of the committee at the Board of Directors’ meetings.

The principal duties of the Chairman are to conduct the meetings of the Board and shareholders and to facilitate constructive discussions at these meetings. The Managing Director on the other hand is responsible for the day-to-day running of the businesses of the Group and the implementation of strategies and policies approved by the Board.

## Principle

## A

## BOARD LEADERSHIP AND EFFECTIVENESS

The Board is supported by a Company Secretary who is a member of the Malaysian Institute of Chartered Secretaries and Administrators and qualified to act under Section 235 of the Companies Act 2016. The Company Secretary is also the secretary of the Audit Committee, NRC and Risk Management Committee.

All Board members have direct access to the advice and services of the Company Secretary and Senior Management. The Directors, whether as a full board or in their individual capacity, may seek independent professional advice in the discharge of their duties and responsibilities at the Company's expense.

Board meetings for each year are planned at the 4th quarter of the preceding year to give the Directors sufficient time to arrange their schedules and be able to attend the meetings. None of the Directors hold more than 5 directorships in public listed companies and all of them are able to devote their time to serve the Board effectively.

5 Board meetings were held during the FYE 2025 and all the Directors attended every meeting held during their tenure except YBhg. Tan Sri Datuk Seri (Dr.) Abu Seman bin Haji Yusop who attended 2 out of the 3 meetings held during his tenure. Members from the Management were invited to attend Board and Board committee meetings to brief and provide additional information on questions or issues raised by the Directors. Where decisions were made by the Board of Directors in between Board meetings held during the FYE 2025 via Directors' resolutions in writing, the resolutions in writing approved by the Board will be noted at the immediate subsequent Board Meeting.

The Board and the Management are responsible for instilling good corporate governance and upholding the code of ethics set out in the Group's policies. The code of conduct of the Board is set out in the Board Charter. The Group's Employee Code of Conduct and Ethics, Anti-Corruption Policy and Whistle Blowing Policy can be accessed on the Company's website.

The Board together with the Management acknowledge their responsibilities in promoting sustainability in areas covering environment, social and governance. Further information on the Company's approach towards sustainability is provided in the Sustainability Statement of this Annual Report.

## 2. Board Composition

The Board of Directors of TPC comprises 3 Executive Directors and 3 Independent Non-Executive Directors i.e. with at least half of the Board comprising Independent Directors as set out in the Code.

### Gender Diversity

The Board recognises the benefits of having a diverse Board and workforce and therefore has adopted a Diversity Policy for the Group where diversity refers to age, gender, ethnicity, nationality, cultural background, religious belief and social-economic status. Diversity also includes the way people differ in terms of education, life and work experience, personality, location and marital status.

The NRC will endeavour that gender diversity, being part of the Diversity Policy adopted, will be considered in the recruitment and succession planning of the Board and Senior Management. Currently, there is 1 female Director representing 16.67% of the Board of Directors of TPC and this complies with Paragraph 15.02 of the MMLR of Bursa to have at least one woman director on the Board.

The Group has always maintained its policy of having a working environment where there is respect for people regardless of their gender and where it is free from gender harassment and discrimination in order to attract and retain women participation on the Board and the management of the Group.

It is also a policy of the Group that there shall be no preference given to male applicants for a position unless the job involves labour work as needed in farms. The Company will ensure that women with the appropriate experiences and qualifications are considered equally in the recruitment and selection process.

### Activities of the NRC

The NRC comprised 3 Independent Non-Executive Directors until the retirement of one of its members, YBhg. Tan Sri Datuk Seri (Dr.) Abu Seman bin Haji Yusop, on 29 May 2025. The remaining NRC members subsequently carried out an assessment on Mr. Lee Han Yung and found him fit to act as Director of the Company because he has the character, experience, integrity, competence and time to effectively discharge his role as a Director of the Company.

Upon the recommendation of the NRC, the Board of Directors appointed Mr. Lee Han Yung as Independent Non-Executive Director of the Company, chairman of the Risk Management Committee and a member of the Audit Committee and the NRC on 28 August 2025.

Other than evaluating the Audit Committee, the Board of Directors and their members during the year, the NRC had also reviewed the Board skills matrix and the independence of Independent Directors.

**Principle A BOARD LEADERSHIP AND EFFECTIVENESS**

Based on the results of the evaluations, the NRC was pleased with the performance and the level of commitment and devotion given by each Director towards discharging his/her roles and responsibilities. The NRC also found that the Independent Directors who are free from management are able to continue exercising independent judgement and not affected by any influences that could jeopardise their objectivity. On top of that, they do not have any personal, family or economic interests in TPC Group.

The Board of Directors agreed with the NRC and will seek shareholders' approval on the following at the Company's 23rd Annual General Meeting ("AGM") to be held on 28 May 2026:

- The re-election of Datuk Lim Yew Piau, Mr. Chong Chee Siong and Mr. Lee Han Yung who are retiring pursuant to the Company's Constitution; and
- For Mr. Chong Chee Siong and Mr. Chong Peng Khang to continue to act as Independent Directors of the Company until the conclusion of the 24th AGM to be held in 2027.

The NRC also had, during the FYE 2025, arranged for a training conducted in-house by the Company's Internal Auditors, NeedsBridge Advisory Sdn. Bhd., on 10 April 2025 to update the Directors with regard to the new requirements on sustainability reporting. All the Directors attended this training except Mr. Lee Han Yung who was appointed as Director on 28 August 2025.

Through self-assessment, each Director was able to identify his own training needs and had attended the following training programmes during the FYE 2025:

| Directors                 | Training  |
|---------------------------|---|
| <b>Lim Yew Kwang</b>      | Mandatory Accreditation Programme Part II: Leading for Impact (LIP)<br>Tax Talks & Fiscal Shocks: Budget 2026 for Business Leaders<br>Updates on MMLR – Sustainability Reporting Requirements   |
| <b>Datuk Lim Yew Piau</b> | Mandatory Accreditation Programme Part II: Leading for Impact (LIP)<br>Tax Talks & Fiscal Shocks: Budget 2026 for Business Leaders<br>Updates on MMLR – Sustainability Reporting Requirements   |
| <b>Chong Chee Siong</b>   | Mandatory Accreditation Programme Part II: Leading for Impact (LIP)<br>Updates on MMLR – Sustainability Reporting Requirements  |
| <b>Chong Peng Khang</b>   | Aligning Strategies with Deliverables for Organisational Success<br>Workplace Harassment: Legal Responsibilities & Prevention Strategies<br>Mandatory Accreditation Programme Part II: Leading for Impact (LIP)<br>Webinar on Sales Tax Revision & Service Tax Expansion 2025<br>Board Simulation – Balancing Risks & Opportunity in Sustainability Leadership<br>National Sustainability Reporting Framework Data to Disclosures Forum<br>Tax & Business Summit 2025<br>NSRF Preparer's Program (NPP) Module 1: Sustainability Reporting Using the ISSB Illustrative Sustainability Reports<br>Updates on MMLR – Sustainability Reporting Requirements |
| <b>Lee Han Yung</b>       | Mandatory Accreditation Programme<br>2026 Tax Budget and Tax Conference   |
| <b>Lim Chian Harn</b>     | Seminar on MBRS 2.0 for Preparers: Financial Statements<br>Tax Talks & Fiscal Shocks: Budget 2026 for Business Leaders<br>Transfer Pricing Under Scrutiny: Trends, Triggers and Tactical Responses<br>Updates on MMLR – Sustainability Reporting Requirements   |

## Principle

A

## BOARD LEADERSHIP AND EFFECTIVENESS

## 3. Remuneration

The NRC had proposed to the Board of Directors on the Directors' fees to be paid for the FYE 2025. The Directors' fees is however subject to the approval of the shareholders at the Company's forthcoming 23rd AGM.

The Executive Directors were remunerated based on their experience, responsibilities and contributions in order to motivate and retain them in achieving the Company's plans, strategies and goals. Non-Executive Directors were paid an annual Directors' fees and meeting allowance for attending Board and Board Committee meetings.

None of the Directors were remunerated based on the Company's or Group's turnover. The breakdown of the remuneration of the Directors of the Company for the FYE 2025 are as follows:

|  | TPC Plus Berhad (RM'000) |        |       |     |        |     |             |       |
|--|--------------------------|--------|-------|-----|--------|-----|-------------|-------|
|  | Fees *                   | Salary | Bonus | EPF | SOCSSO | EIS | Allowance ^ | Total |
| <b>Executive Directors</b>   |                          |        |       |     |        |     |             |       |
| <b>Lim Yew Kwang</b>   | 48.00                    | -      | -     | -   | -      | -   | -           | 48.00 |
| <b>Datuk Lim Yew Piau</b>  | 48.00                    | -      | -     | -   | -      | -   | -           | 48.00 |
| <b>Lim Chian Harn</b>  | 48.00                    | -      | -     | -   | -      | -   | -           | 48.00 |
| <b>Non-Executive Directors</b>   |                          |        |       |     |        |     |             |       |
| <b>Chong Chee Siong</b>  | 50.40                    | -      | -     | -   | -      | -   | 3.00        | 53.40 |
| <b>Chong Peng Khang</b>  | 50.40                    | -      | -     | -   | -      | -   | 3.00        | 53.40 |
| <b>Lee Han Yung</b><br>(Appointed on 28.8.2025)  | 16.80                    | -      | -     | -   | -      | -   | 0.60        | 17.40 |
| <b>YBhg. Tan Sri Datuk Seri (Dr.) Abu Seman bin Haji Yusop</b><br>(Retired on 29.5.2025) | 21.00                    | -      | -     | -   | -      | -   | 1.20        | 22.20 |

|  | Subsidiary of TPC Plus Berhad (RM'000) |        |       |       |        |      |             |        |
|--|--|--------|-------|-------|--------|------|-------------|--------|
|  | Fees                                   | Salary | Bonus | EPF   | SOCSSO | EIS  | Allowance ^ | Total  |
| <b>Executive Directors</b>   |  |        |       |       |        |      |             |        |
| <b>Lim Yew Kwang</b>   | -                                      | 120.00 | 40.00 | 19.20 | 1.25   | 0.14 | -           | 180.59 |
| <b>Datuk Lim Yew Piau</b>  | -                                      | 120.00 | 40.00 | 19.20 | 1.25   | 0.14 | -           | 180.59 |
| <b>Lim Chian Harn</b>  | -                                      | 81.00  | 81.00 | 19.51 | 1.25   | 0.14 | -           | 182.90 |
| <b>Non-Executive Directors</b>   |  |        |       |       |        |      |             |        |
| <b>Chong Chee Siong</b>  | -                                      | -      | -     | -     | -      | -    | -           | -      |
| <b>Chong Peng Khang</b>  | -                                      | -      | -     | -     | -      | -    | -           | -      |
| <b>Lee Han Yung</b><br>(Appointed on 28.8.2025)  | -                                      | -      | -     | -     | -      | -    | -           | -      |
| <b>YBhg. Tan Sri Datuk Seri (Dr.) Abu Seman bin Haji Yusop</b><br>(Retired on 29.5.2025) | -                                      | -      | -     | -     | -      | -    | -           | -      |

## Note

\* Directors' fees is subject to shareholders' approval at the 23rd AGM.

^ The payment of allowance was made in accordance with the approval of the shareholders.

**Principle** **B** **EFFECTIVE AUDIT AND RISK MANAGEMENT**
**1. Audit Committee**

The Audit Committee comprises 3 Independent Non-Executive Directors and none of them is a former partner of the Company's External Auditors or its affiliate firms. The Chairman of the Audit Committee is Mr. Chong Peng Khang who is a Chartered Accountant of the Malaysian Institute of Accountants and a fellow member of the Association of Chartered Certified Accountants.

During the FYE 2025, YBhg. Tan Sri Datuk Seri (Dr.) Abu Seman bin Haji Yusop who had retired as a Director of the Company on 29 May 2025 ceased to be a member of the Audit Committee on the same day. Mr. Lee Han Yung was recommended by the NRC and appointed by the Board as a member of the Audit Committee on 28 August 2025.

The Audit Committee had evaluated the External Auditors, Crowe Malaysia PLT ("**CM**"), during the FYE 2025 in respect of their calibre, performance, quality control processes, audit team, independence and objectivity, audit scope and planning, fees and also its communications with the Audit Committee.

Further details of the Audit Committee including a summary of the activities carried out by the Audit Committee during the year is set out in the Audit Committee Report of this Annual Report.

**2. Risk Management and Internal Control Framework**

The Board recognises the importance of having an effective governance embedding risk management and internal control processes and also acknowledges its overall responsibility for maintaining a sound system of internal control covering not only financial controls but also relating to operational, compliance and risk management.

The Risk Management Committee and the Audit Committee assisted the Board in fulfilling its responsibilities in the risk governance and internal control functions respectively.

The Risk Management Committee had during the FYE 2025 reviewed the Group Key Risk Profile and added risks relating to the following to the Group Key Risk Profile:

- Climate risk
- Community investment
- Sustainability-focused products and services
- Energy management
- Water and effluent management

The Risk Management Committee also ensured that appropriate controls were put in place to mitigate the likelihood and impact of the newly identified risks to unlikely and minor levels respectively.

The internal audit function of the Company was outsourced to an independent consulting company, NeedsBridge Advisory Sdn. Bhd. ("**the Internal Auditors**"), to assist the Board in assessing the adequacy and effectiveness of the Group's risk management and internal control system. The Internal Auditors were given full access to all the documents relating to the Group's governance, financial statements and operational assessments and they reported directly to the Audit Committee.

Two internal audits were performed during the FYE 2025 i.e. one on human resource management and the other one on farm management. These audits were carried out in accordance with the Internal Audit Plan formulated based on the Group's risk profile and approved by the Board of Directors.

Besides reporting to the Audit Committee on their current internal audit findings, the Internal Auditors also updated the Audit Committee on the status of the Management's action plans implemented in response to previous audits findings. Overall, the Audit Committee was satisfied that appropriate actions were taken by the Management to mitigate most of the risks identified and that the internal control system put in place was adequate to safeguard the interests of stakeholders as well as the Group's assets.

The Audit Committee had evaluated the Internal Auditors during the year and was pleased that the Internal Auditors had been independent throughout their audit and had sufficient resources and experience in carrying out their duties and responsibilities in accordance with the Company's Internal Audit Charter and the guidance of the International Professional Practices Framework in all material aspects.

Further information on the Group's risk management and internal control can be found in the Statement on Risk Management and Internal Control of this Annual Report.

## Principle

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## INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL RELATIONSHIP WITH STAKEHOLDERS

**1. Engagement with Stakeholders**

The Board of Directors has always practised timely, accurate and equal dissemination of material information to its shareholders, investors and the public at large. In line with this commitment, the Board has formally adopted a Corporate Disclosure Policy for TPC Group.

Material information and updates, quarterly financial results, Circular to Shareholders and Annual Report are announced to Bursa and these information or documents can also be accessed on the Company's website.

In conserving the environment and to improve sustainability, printed copies of the Company's Annual Report and Circular to Shareholders will only be provided to shareholders upon receiving their requests.

**2. Conduct of General Meetings**

The Company's AGM remains the principal forum for dialogue and interaction with shareholders. The Company's 22nd AGM was held physically on 29 May 2025.

Although the Company did not, at the same time, hold the 22nd AGM virtually, the Company had taken the following actions to ensure that shareholders were able to participate, engage the Board and Management and make informed voting decisions on the resolutions tabled at the 22nd AGM:

- i. The Notice of the 22nd AGM was sent out to the shareholders on 30 April 2025 thereby giving the shareholders at least 28 days' notice and sufficient time to consider the agenda set out in the notice of the AGM and to make the necessary arrangements for attendance and voting.
- ii. The explanatory notes in the Notice of the AGM provided sufficient explanations to each of the resolutions proposed. This will help the shareholders to decide and exercise their voting rights accordingly.
- iii. An Administrative Guide for the 22nd AGM was sent to the shareholders together with the Notice of the AGM informing the shareholders, among others, where the Company's Annual Report and Circular to Shareholders can be accessed and downloaded for their information.
- iv. Shareholders who were not able to attend the AGM were encouraged to appoint the Chairman of the AGM as their proxy and to indicate in the Proxy Form how they wish their votes to be cast. The Chairman of the AGM will then vote according to the wishes of the shareholders who had appointed him as their proxy. The completed Proxy Form may be lodged at the Company's registered office or sent to the Company electronically via email.
- v. Shareholders who have questions in relation to any item on the agenda of the 22nd AGM were able to send in their questions in advance to the Company's registered office or via e-mail. The questions received will be responded at the AGM.
- vi. During the 22nd AGM, the shareholders present were given sufficient time to raise questions and seek further clarification. The Board of Directors, Senior Management and External Auditors were present at the AGM to answer all the questions raised.
- vii. The Board of Directors had appointed an independent scrutineer to validate the votes cast at the 22nd AGM. Results of the poll were projected onto the screen at the meeting room during the AGM and can be accessed on the same day on the Company's website after the AGM.
- viii. A summary of the key matters discussed and the minutes of the 22nd AGM were uploaded to the Company's website within 30 business days after the AGM for shareholders' information.

**STATEMENT ON COMPLIANCE**

The Board will continue to strive to uphold high standards of corporate governance throughout the Group. The Board is of the view that the Company has, in all material aspects, satisfactorily complied with the principles and practices set out in the Code except for the departures disclosed in the Corporate Governance Report.

This Corporate Governance Overview Statement was approved by the Board of Directors on 9 April 2026.

# STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

## INTRODUCTION

The Board of Directors (“the Board”) is committed to maintaining a robust risk management and internal control system for TPC Plus Berhad (“the Company”) and its subsidiaries (“the Group”). In line with this commitment, the Board is pleased to present the Statement on Risk Management and Internal Control for the financial year under review, outlining the Group’s risk management framework and internal control processes.

This statement has been prepared in accordance with Paragraph 15.26(b) and Practice Note 9 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for the Main Market. It is also guided by the Statement on Risk Management and Internal Control: Guidelines for Directors of Listed Issuers (“the Guidelines”), SORMIC Guide 2025, and the Malaysian Code on Corporate Governance 2021 (“MCCG 2021”). The scope of this statement covers the Company and its subsidiaries.

## BOARD RESPONSIBILITIES

The Board of Directors (“the Board”) being the highest-level governing body responsible for setting strategy, overseeing management, and protecting the interest of shareholders and other stakeholders, holds ultimate responsibility for the establishment, implementation, and oversight of the Group’s risk management and internal control system. It conducts regular reviews to ensure their adequacy and effectiveness, providing assurance that the Group is progressing towards its mission, vision, core values, strategies, and business objectives. Most importantly, the Board is committed to safeguarding stakeholders’ interests and protecting the Group’s assets.

Additionally, the Board is responsible for defining the Group’s risk appetite, ensuring alignment with its corporate objectives, strategic direction, external environment, business nature, and corporate/product lifecycle.

The Board has delegated the responsibilities outlined above to the Risk Management Committee (“RMC”), which is tasked, through its charter and the Risk Management Framework (“RM Framework”) approved by the Board, with overseeing governance on risk management and assuring the Board of the adequacy and effectiveness of the Group’s risk management system. Additionally, the Audit Committee (“AC”) plays a governance oversight role concerning the internal control system, keeping the Board informed of all significant financial and non-financial matters brought to its attention by the Management, internal audit function, and external auditors.

The identification, assessment, and management of key business risks and opportunities (including sustainability risks and opportunities) within the Group have been delegated to the Risk Management Working Group (“RMWG”), comprising Key Management Personnel (“KMP”) and relevant Heads of Departments (“HOD”).

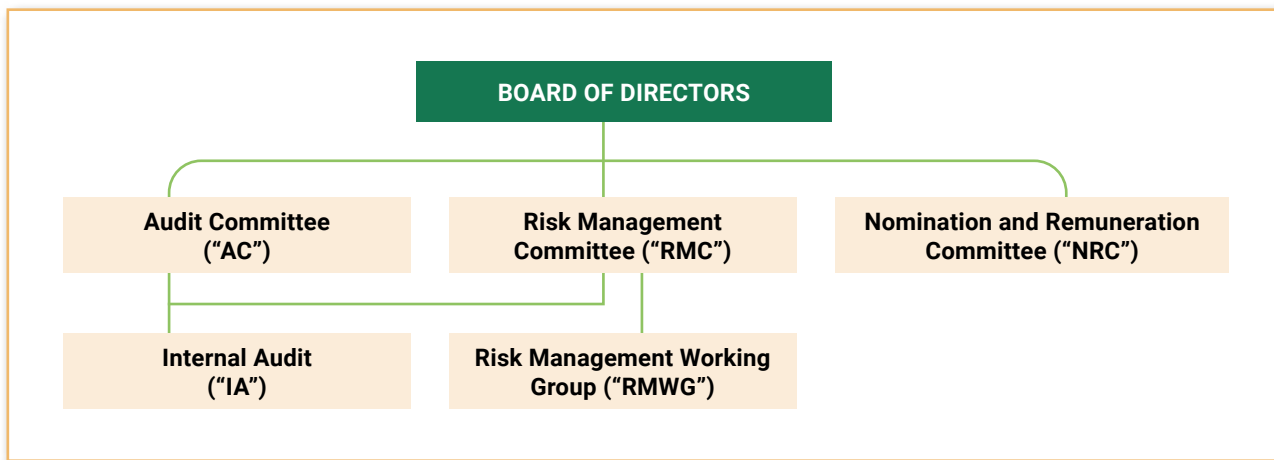
The Managing Director and Executive Directors have assured the Board that, to the best of their knowledge, the Group’s risk management and internal control systems are operating effectively and adequately in all key areas. The Board further confirms that these processes have been in place throughout the financial year under review and up to the date of approval of this Statement for inclusion in the Company’s Annual Report.

The internal control system encompasses, among others, the control environment, risk assessment, control activities, information and communication, and monitoring activities. However, due to the inherent limitations of any internal control system, the system implemented by Management is designed to mitigate, rather than eliminate, the risk of failing to achieve the Group’s business objectives. As a result, the internal control system can only provide reasonable, rather than absolute, assurance against material misstatements, losses, or fraud.

**RISK MANAGEMENT**

The Board recognises risk management as a critical component of good corporate governance and an enabler of sustainable growth. In this regard, the Group has established a RM Framework that embeds risk management practices across all levels of the organisation. This framework not only ensures that key business risks are identified, assessed, and managed within the Group’s risk appetite, but also integrates sustainability considerations into risk governance, aligning risk practices with long-term resilience and stakeholder expectations. The RM Framework is reviewed periodically by RMC to ensure its continued relevance and effectiveness, and was last approved by the Board on 29 August 2023.

The RM Framework outlines the objectives and processes for risk management, as approved by the Board, and establishes a clear governance structure for the Group’s risk management activities, as detailed below:



The RM Framework adopts a structured governance model, in all material respects, aligned with the Institute of Internal Auditors (“IIA”) Three Lines Model, with clear roles and responsibilities defined for the Board, the Risk Management Committee (“RMC”), the Audit Committee (“AC”), the Nomination and Remuneration Committee (“NRC”), the Risk Management Working Group (“RMWG”), and the internal audit function. The RMC, chaired by the Independent Non-Executive Director, oversees the adequacy and effectiveness of the framework. While the RMWG, comprising Key Management Personnel and Heads of Departments, serves as the Second Line role, is responsible for identifying, evaluating, and managing risks at the operational level. Risk owners within each division act as the First Line roles, ensuring that controls are embedded into business processes and remain responsive to evolving risks. Material risks are escalated to the RMC for deliberation and reported to the Board, ensuring that risk oversight remains robust and aligned with the Group’s strategic and sustainability objectives.

The RM Framework outlines a systematic risk management process, covering each step of risk identification, risk assessment, control identification, risk treatment, and control activities for application by the RMWG. Risk assessments, conducted at both gross and residual levels, are guided by likelihood and impact ratings established by the Board, as outlined in the RM Framework. Based on this process, key risks are identified within the Group’s risk appetite to ensure that risks are managed within acceptable thresholds.

At the strategic level, the Management formulates business plans, strategies, and investment proposals with risk considerations. These are then presented to the Board for review and deliberation to ensure alignment with the Group’s risk appetite.

The monitoring of the Group’s risk management process is further reinforced by the outsourced internal audit function, acting as the Third Line role, which provides independent assurance on the adequacy and effectiveness of governance, risk, and control processes. This layered approach combining operational accountability, management oversight, and independent assurance, strengthening stakeholder confidence and supports the Group’s long-term value creation.

Significant risks faced by the Group, along with the mitigation plans implemented, are discussed in the “Risk Factors Exposure and Mitigation Measures” section of the Management Discussion and Analysis.

## RISK MANAGEMENT AND INTERNAL CONTROL SYSTEM

The key elements of the Group's internal control systems are described below:

- **Board of Directors/Board Committees**

The role, functions, composition, operation and processes of the Board are guided by formal Board Charter whereby roles and responsibilities of the Board, the Chairman, the Managing Director and the Management are specified to preserve the independence of the Board from the Management.

Board Committees (i.e. AC, NRC and RMC) are established to carry out duties and responsibilities delegated by the Board and are governed by written terms of reference and charter.

Meeting of Board and respective Board Committees are carried out on scheduled basis to review the performance of the Group, from financial and operational perspective, as well as the Group's business strategies. Any significant matters will be highlighted to the board members during the meeting to ensure timely information are conveyed.

- **Organisation Structure, Accountability and Authorisation**

The Group has a well-defined organisation structure in place with clear lines of reporting and accountability. The Group is committed to employing suitable and qualified staff so that the appropriate level of authorities and responsibilities can be delegated while accountability of performance and controls are assigned accordingly to competent staffs to ensure operational efficiency. Segregation of duties is practiced across the entities, check and balance mechanism exists to prevent manipulation, to the detriment of the Group's interests.

Authority limit is established within the Group to provide a clear functional framework of authority for critical control points. This includes financial authorisation matrix on capital expenditure and asset disposal and write-off.

- **Risk Identification, Risk Assessment, Risk Response and Control Activities**

Risk identification is the process in identifying internal and external influences that may potentially affect the strategies, objectives, activities, or operations of the entities. Risk assessment requires respective risk owners to analyse the identified risks in term of their probability and impact to form mitigation measures in accordance with their risk score.

During the financial year, a total of 33 risks and corresponding controls were updated and incorporated into the Group's risk profile, reflecting Management's ongoing efforts to systematically monitor, mitigate, and align risks with sustainability and strategic objectives. Internal controls, as risk responses, are designed and formulated in order to bring the identified risks down to an acceptable level in line with the risk appetite of the board and entities/Group's risk profile. Control activities include the policies and procedures that help ensure management directives are carried out effectively.

- **Integrity and Ethical Value**

The tone from the top on integrity and ethical values is enshrined in a formal Code of Conduct and Ethics, which forms the foundation of ethical behaviour across the Group.

The expected standards of conduct are further reinforced through the Employees Handbook, which outlines the ethical behaviours guiding the Group's interactions with customers, suppliers, employees, society, and the environment. The Handbook also sets out the standards expected from employees in carrying out their assigned duties and responsibilities.

To further enhance ethical practices within the Group, an Anti-Corruption Policy has been adopted to promote a culture of high standards of honesty and integrity within the organisation. All business dealings are required to be transparently performed and accurately reflected on records with monitoring and enforcement procedures implemented to ensure compliance with anti-corruption laws and best practices.

A Whistleblowing Policy is in force to provide avenue for employees, shareholders and external parties to report any suspected breach or breach of any law or regulations in a safe and confidential manner. The aim of this policy is to provide an internal mechanism for reporting and investigating any wrongdoings in the workplace.

- **Human Resource Management**

Guidelines on human resource management and Employee Handbook are in place to ensure the Group's ability to operate in an effective and efficient manner by employing and retaining adequately competent employees who possess the necessary knowledge, skill and experience in carrying out their duties and responsibilities effectively and efficiently.

- **Information and Communication**

Information critical to the achievement of the Group's business objectives are provided by the Senior Management to the Board on a periodic basis. This enables matters requiring the Board's attention to be identified and brought forward for timely review, deliberation, and decision-making.

At operational level, clear reporting lines are established across the Group and operations reports are prepared for dissemination to relevant personnel for effective communication of critical information throughout the Group for timely decision making and execution in pursuit of the business objectives.

The Group puts in place effective and efficient information and communication infrastructures and channels (i.e. enterprise resources planning systems, secured intranet, electronic mail system and modern telecommunication) and processing system, so that operational data and external data can be collected and processed into relevant and adequate information and communicated timely, reliably and securely to dedicated personnel within the Group for decision making and for communication with relevant external stakeholders.

- **Monitoring and Review**

As Executive Directors are closely and directly involved in daily operations of the Group, operational data including production, marketing, and financial information, is regularly reviewed and rigorously scrutinised to identify non-compliances and support decision-making. Apart from the above, quarterly financial performance review containing key financial results and comparison against previous corresponding financial results are presented to the Board for their review.

Furthermore, internal audits are carried out by outsourced internal audit function (which reports directly to the AC) on key risk areas identified based on the key risk profile of the Group. The internal audit function assesses the adequacy and effectiveness of internal controls in relation to specific governance, risk and control processes and highlights potential risks and implications of its observations that may impact the Group as well as recommend improvements on the observations made to minimise the risks. Modifications and update will be made as necessary to ensure the internal controls remain effective and relevant. The results of the internal audit carried out are reported to the AC.

- **Farm Management and Biosecurity and Disease Control**

Good farm management practices and biosecurity and disease controls to mitigate biosecurity and disease threats are incorporated into policies and procedures adopted by the farms, the production chain and distribution process. Periodical pest control programme will be conducted to assure the hygiene of both farm and poultry products. Feed and vaccination programmes are in place to ensure the performance of biological assets is optimal and overall farm productivity is enhanced.

#### INTERNAL AUDIT FUNCTION

The Group's internal audit ("IA") function is outsourced to NeedsBridge Advisory Sdn Bhd, an independent professional firm. Operating in accordance with the International Professional Practices Framework ("IPPF"), including the Global Internal Audit Standards and Topical Requirements by the Institute of Internal Auditors Global ("IIA"), the IA provides objective assurance on the adequacy and effectiveness of the Group's governance, risk management, and internal control systems. Independence is preserved by reporting directly to the Audit Committee ("AC"), with unrestricted access to records, personnel, and operations.

The internal audit team is appropriately resourced with qualified professionals and is led by an Engagement Senior Director, Mr Pang Nam Ming, holds the Certified Internal Auditor ("CIA") and Certification in Risk Management Assurance ("CRMA"), both accredited by the IIA. During the financial year ended 31 December 2025, Internal auditors conducted reviews of Human Resources Management and TPC 2 Farm Management, in line with the risk-based audit plan approved by the AC. Findings, recommendations and management action plans were presented to the AC, with follow-up audits performed to monitor implementation progress. The IA's work focused on evaluating whether controls were operating effectively to mitigate key risks, including those related to sustainability and operational resilience. The resources allocated to the internal audit fieldwork comprised one (1) assistant manager and at least one (1) senior consultant and one (1) consultant per engagement, with planning, supervision and execution oversight performed by the director and senior director.

The cost of maintaining the outsourced IA auditors for the year amounted to RM44,513. The Board, through the AC, is satisfied that the IA function has provided the necessary level of assurance on the adequacy and operating effectiveness of the Group's internal controls.

## STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

### MANAGEMENT RESPONSIBILITIES AND ASSURANCE

In line with the Guidelines, the Management is accountable to the Board for identifying and managing risks relevant to the Group's business objectives and strategies. Beyond this, Management is committed to strengthening a sustainability-focused risk management framework, ensuring that controls not only mitigate risks but also promote long-term resilience, regulatory compliance, and sustainable growth. During the financial year, 33 risks and their corresponding controls were updated in the Group's risk profile, reflecting Management's proactive approach to systematically monitor, mitigate, and align risks with the Group's sustainability objectives. The Board has received assurance from the Managing Director and Finance Controller, the highest-ranking executive in the Group and the person primarily responsible for the management of the Group's financial affairs, that the Group's risk management and internal control systems, including sustainability-focused measures, are operating adequately and effectively in all material aspects.

This commitment underscores the Group's focus on embedding sustainability into its governance and risk practices, thereby enhancing stakeholders' confidence, and supporting long-term value creation.

### ASSURANCE PROVIDED BY EXTERNAL AUDITORS

The External Auditors have reviewed this Statement as required by Paragraph 15.23 of the Bursa Malaysia Securities Berhad Main Market Listing Requirements. In accordance with the scope set out in the Audit and Assurance Practice Guide 3 ("AAPG 3"), Guidance for Auditors on Engagements to Report on the Statement on Risk Management and Internal Control included in the Annual Report, issued by the Malaysian Institute of Accountants, and for inclusion in the Annual Report for the year ended 31 December 2025, the External Auditors have reported to the Board that nothing has come to their attention that caused them to believe the Statement intended for inclusion in the Annual Report, in all material respects, has not been prepared in accordance with the disclosures required by Section 7 of the Statement on Risk Management and Internal Control: Guidelines for Directors of Listed Issuers, or is factually inaccurate.

### OPINION AND CONCLUSION

Based on the results of risk management activities, internal audit reviews, and the monitoring mechanisms in place, together with the assurance provided by the Group's Managing Director, the Board is of the opinion that the Group's risk management and internal control systems remain satisfactory and effective. These systems have not resulted in any material losses, contingencies, or uncertainties requiring disclosure in the Annual Report.

The Board reaffirms its commitment to continuously strengthening governance, risk, and control structures, with particular emphasis on embedding sustainability into the Group's risk management framework. This approach ensures that risk practices not only safeguard assets and operations but also support long-term resilience, regulatory compliance, and sustainable value creation. The Board will continue to evaluate and manage significant business risks in the context of a challenging operating environment, while enhancing stakeholder confidence through transparent and responsible risk governance.

This Statement was approved by the Board of Directors on 9 April 2026.

# AUDIT COMMITTEE REPORT

## 1. COMPOSITION OF THE AUDIT COMMITTEE

During the financial year ended 31 December 2025:

- The Board of Directors has appointed Mr. Lee Han Yung as a member of the Audit Committee on 28 August 2025; and
- YBhg. Tan Sri Datuk Seri (Dr.) Abu Seman bin Haji Yusop who has retired as a Director of the Company at the conclusion of the Company's 22nd Annual General Meeting held on 29 May 2025 ceased to be a member of the Audit Committee on the same day.

With the above changes, the Audit Committee now comprises the following 3 Independent Non-Executive Directors:

Mr. Chong Peng Khang, Chairman  
Mr. Chong Chee Siong, member  
Mr. Lee Han Yung, member

All the members of the Audit Committee are financially literate and are able to analyse and interpret financial statements in the discharge of their duties and responsibilities efficiently.

## 2. TERMS OF REFERENCE

The Terms of Reference of the Audit Committee is published on the Company's website, [www.tpc.com.my](http://www.tpc.com.my).

## 3. MEETINGS AND ATTENDANCE

The Audit Committee met 5 times during the financial year ended 31 December 2025. All the Audit Committee members participated at every meeting held during their tenure except YBhg. Tan Sri Datuk Seri (Dr.) Abu Seman bin Haji Yusop who attended 2 out of the 3 meetings held during his tenure.

The minutes of each Audit Committee meeting was tabled for confirmation at the following Audit Committee meeting. The Chairman of the Audit Committee reported to the Board on the issues discussed and the recommendations proposed by the Audit Committee for the Board's consideration and decision.

The Audit Committee also had a private session with the Auditors during the year without the presence of the Management or Executive Directors.

## 4. SUMMARY OF ACTIVITIES OF THE AUDIT COMMITTEE

A summary of the main activities carried out by the Audit Committee during the financial year ended 31 December 2025 are as follows:

### 4.1 Financial reporting and external audit

- (a) Reviewed the Group's unaudited quarterly financial results with the Management and External Auditors before recommending the same to the Board of Directors for approval and subsequent announcement to Bursa Malaysia Securities Berhad.
- (b) Discussed with the Management and External Auditors the matters raised in the Report to the Audit Committee for the financial year ended 31 December 2024 such as revenue recognition, valuation of biological assets (key audit matter), related party transactions and the recoverability of trade receivables and related parties trade debts.

**4. SUMMARY OF ACTIVITIES OF THE AUDIT COMMITTEE (CONT'D)****4.1 Financial reporting and external audit (Cont'd)**

- (c) Discussed with the Management and the External Auditors the Audit Review Memorandum (Closing Meeting) and the audited Financial Statements for the financial year ended 31 December 2024 before recommending it to the Board of Directors for approval.
- (d) Discussed with the Management and the External Auditors the audit plan for the financial year ended 31 December 2025 including the key audit matter (i.e. the valuation of biological assets) and other areas of audit emphasis such as revenue recognition, related party transactions, the recoverability of trade receivables and related parties trade debts and the addition of property, plant and equipment.
- (e) Reviewed the fees for assurance services and non-assurance services before recommending the same to the Board for approval.
- (f) Evaluated the External Auditors before recommending to the Board on their re-appointment at the Company's Annual General Meeting to be held in 2026.

**4.2 Internal control and audit**

- (a) Discussed matters raised in the Internal Audit Reports on the adequacy and effectiveness of the internal control and risk management system on the following areas and assessed the findings and implementation plans raised in the report:
  - (i) Human resource management
  - (ii) Farm management
- (b) Reviewed and discussed with the Management and Internal Auditors the status and progress of the Management's action plan in managing potential risks identified in previous internal audit findings.
- (c) Considered the Group's key risk profile and proposed to the Board the following 2 audits in the Internal Audit Plan for the financial year ending 31 December 2026:
  - (i) The sales, distribution and credit control management by Teck Ping Chan Agriculture Sdn. Bhd.; and
  - (ii) The sustainability management system put in place by TPC Plus Berhad.
- (d) Reviewed the Internal Audit Charter and recommended it to the Board of Directors for approval.
- (e) Reviewed the Statement on Risk Management and Internal Control before recommending it to the Board of Directors for approval and subsequently published in the Company's Annual Report 2024.
- (f) Evaluated the outsourced Internal Auditors and considered the competency, resources and functions undertaken by them before recommending to the Board of Directors for their re-appointment.

#### 4. SUMMARY OF ACTIVITIES OF THE AUDIT COMMITTEE (CONT'D)

##### 4.3 Sustainability Management

- (a) Reviewed the Audit Committee Charter to include the roles and responsibilities of the Audit Committee in sustainability management before recommending the amended charter to the Board of Directors for approval.
- (b) Arranged an in-house training conducted by the Internal Auditors on the updates and requirements of sustainability reporting following some amendments made to the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.
- (c) Discussed with the Internal Auditors on the Company's Sustainability Report covering stakeholder engagement, materiality assessment and performance of key sustainability indicators along with all the recommendations proposed by the Internal Auditors.
- (d) Reviewed the Sustainability Statement before recommending it to the Board of Directors for approval and to be included in the Company's Annual Report 2024.

##### 4.4 Related party transactions

- (a) Reviewed and ensured that the Review and Disclosure Procedures for Related Party Transaction is adequate and appropriate before recommending it to the Board for approval.
- (b) During the scheduled quarterly meetings, the Audit Committee ensured that the actual Recurrent Related Party Transactions ("RRPT") reported by the Management do not exceed the shareholders' mandate. The Audit Committee also made sure that new shareholders' mandate was obtained for all new RRPT.
- (c) Reviewed the Circular to Shareholders in relation to the proposed renewal of the existing shareholders' mandate and proposed new shareholders' mandate for recurrent related party transactions of a revenue or trading nature.

##### 4.5 Other matters

- (a) Ensured that all Directors declare any conflict of interest or potential conflict of interest, other than RRPT with shareholders mandate, at all Board committee meetings and Board of Directors' meetings. No report on conflict of interest was received by the Audit Committee during the financial year ended 31 December 2025.
- (b) Considered the financial position of the Company and based on the results of the solvency test performed, the Audit Committee confirmed to the Board of Directors that the Company will remain solvent after the payment of the first interim dividend for the financial year ended 31 December 2025.
- (c) Reviewed the Audit Committee Report for the financial year ended 31 December 2024 before publishing it in the Company's Annual Report 2024.

# ADDITIONAL COMPLIANCE INFORMATION

## 1. AUDIT AND NON-AUDIT FEES

The audit and non-audit fees for the financial year ended 31 December 2025 incurred for services rendered to the Company and its subsidiaries by the Company's Auditors, Crowe Malaysia PLT, or a firm or a corporation affiliated to the Auditors are as follows:

|              | Audit Fees (RM) | Non-audit Fees (RM)* |
|--------------|-----------------|----------------------|
| Company      | 38,000          | 10,000               |
| Subsidiaries | 97,000          | 25,000               |
| <b>Total</b> | <b>135,000</b>  | <b>35,000</b>        |

\* Non-audit fees consist of fees for reviewing the Statement on Risk Management and Internal Control and tax matters.

## 2. RECURRENT RELATED PARTY TRANSACTIONS

The recurrent related party transactions conducted during the financial year ended 31 December 2025 which are all within the shareholders' mandate given to Teck Ping Chan Agriculture Sdn. Bhd. ("TPCA") are as follows:

| Related party                              | Nature of relationship  | Nature of transaction  | Amount Transacted (RM) |
|--|---|--|------------------------|
| Huat Lai Resources Berhad ("HLRB")         | HLRB is a major shareholder of TPC Plus Berhad ("TPC") holding 181,920,038 ordinary shares representing 59.02% of all the shares issued by TPC. | Sale of eggs <sup>®</sup> by TPCA to HLRB                                    | 8,359,377              |
|  |   | Sale of layer feed by TPCA to HLRB   | 54,567,209             |
|  |   | Purchase of eggs <sup>®</sup> , raw material and livestock by TPCA from HLRB | 73,189,376             |
| Huat Lai Feedmill Sdn. Bhd. ("HLFM")       | HLFM is a wholly-owned subsidiary of HLRB.  | Sale of layer feed by TPCA to HLFM   | 86,942,701             |
|  |   | Purchase of grower feed and raw material by TPCA from HLFM                   | 3,102,143              |
| HLRB Processing Sdn. Bhd. ("HLPR")         | HLPR is a wholly-owned subsidiary of HLRB.  | Sales of spent layers by TPCA to HLPR  | 1,019,519              |
| Linggi Agriculture Sdn. Bhd. ("LASB")      | LASB is a wholly-owned subsidiary of HLRB.  | Sale of layer feed and eggs <sup>®</sup> by TPCA to LASB                     | 119,765,725            |
|  |   | Purchase of eggs <sup>®</sup> by TPCA from LASB                              | 364,997                |
| Chuan Hong Poultry Farm Sdn. Bhd. ("CHPF") | CHPF is a wholly-owned subsidiary of HLRB.  | Sale of layer feed, eggs <sup>®</sup> and raw material by TPCA to CHPF       | 3,071,086              |
|  |   | Purchase of eggs <sup>®</sup> , feeds and raw materials by TPCA from CHPF    | 2,263,219              |

**2. RECURRENT RELATED PARTY TRANSACTIONS (CONT'D)**

The recurrent related party transactions conducted during the financial year ended 31 December 2025 which are all within the shareholders’ mandate given to Teck Ping Chan Agriculture Sdn Bhd (“TPCA”) are as follows: (cont'd)

| Related party                               | Nature of relationship                     | Nature of transaction                                      | Amount Transacted (RM) |
|---|--|--|------------------------|
| Jalin Indah Poultry Farm Sdn. Bhd. (“JIPF”) | JIPF is a wholly-owned subsidiary of HLRB. | Sale of layer feed and eggs <sup>®</sup> from TPCA to JIPF | 73,521,025             |
| Huat Lai Paper Products Sdn. Bhd. (“HLPP”)  | HLPP is a wholly-owned subsidiary of HLRB. | Purchase of egg trays by TPCA from HLPP                    | 4,090,425              |
| Chuan Hong Hatchery Sdn. Bhd. (“CHH”)       | CHH is a wholly-owned subsidiary of CHPF.  | Sale of layer feed and eggs <sup>®</sup> by TPCA to CHH    | -                      |
| HLRB Trading Sdn. Bhd. (“HLTR”)             | HLTR is a wholly-owned subsidiary of HLRB. | Sale of eggs <sup>®</sup> by TPCA to HLTR                  | 1,953,990              |
| HLRB Egg Processing Sdn. Bhd. (“HLEP”)      | HLEP is a wholly-owned subsidiary of HLRB. | Sale of eggs <sup>®</sup> by TPCA to HLEP                  | -                      |
|   |  | Purchase of eggs <sup>®</sup> by TPCA from HLEP            | -                      |

<sup>®</sup> TPCA will purchase eggs from the related parties when TPCA does not have enough eggs of a particular size at that point of transaction and vice versa.

**3. MATERIAL CONTRACTS INVOLVING DIRECTORS’ AND MAJOR SHAREHOLDERS’ INTEREST**

There were no material contracts subsisting at the end of the financial year or entered into since the end of the previous financial year by the Company or its subsidiaries which involved the interests of Directors, chief executive who is not a director or major shareholders.

# STATEMENT ON DIRECTORS' RESPONSIBILITY IN RELATION TO THE FINANCIAL STATEMENTS

The Directors are responsible to prepare the financial statements of the Group and the Company for each financial year in accordance with the provisions of the Companies Act 2016 and the applicable approved accounting standards of Malaysia so as to give a true and fair view of the financial position of the Group and the Company as of the financial year end and of their financial performance and cash flows for the financial year ended on that date.

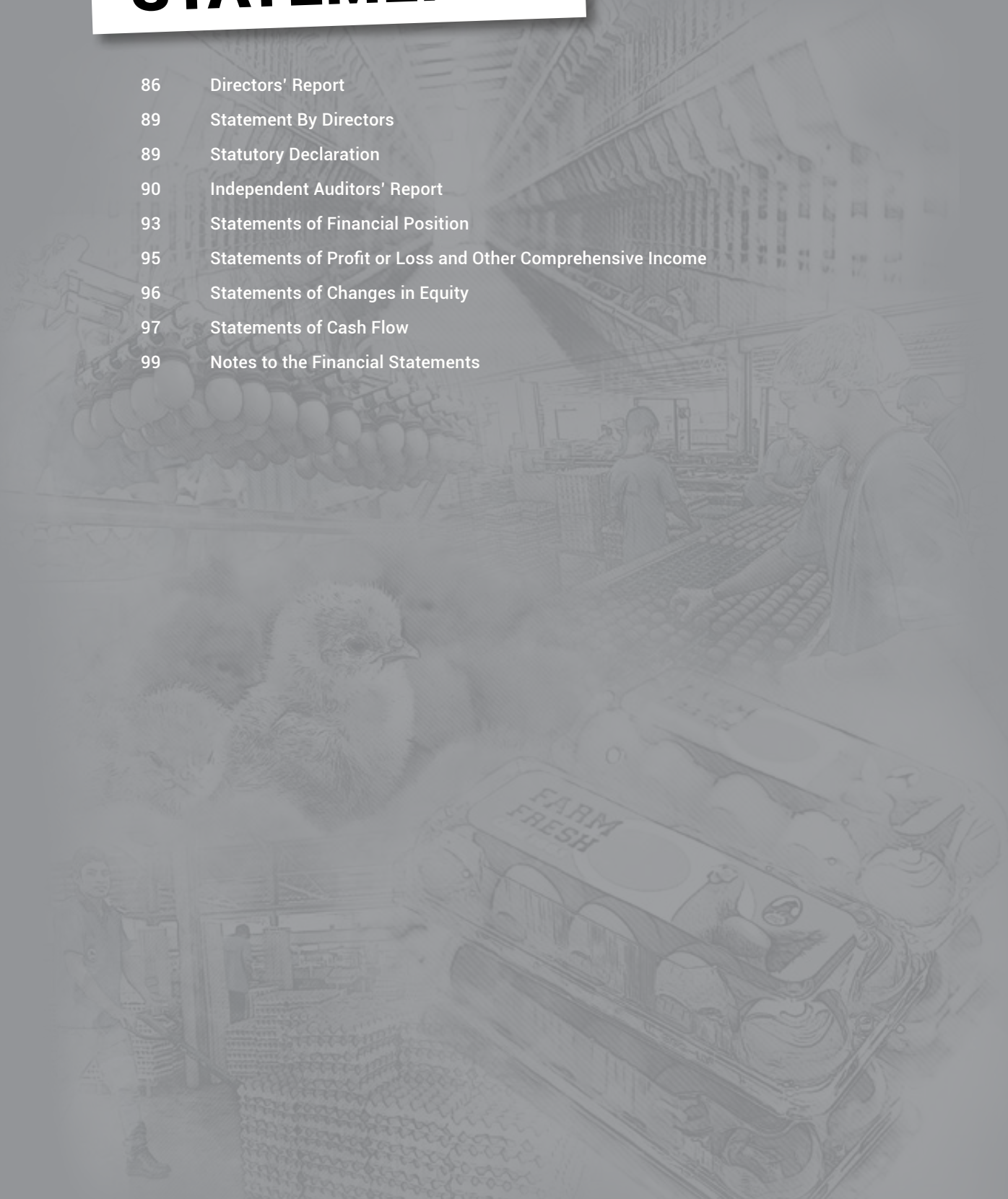
In preparing the audited financial statements of the Group and of the Company for the year ended 31 December 2025:

1. The Directors are satisfied that the Management had:
  - i. adopted appropriate accounting policies and consistently applied them;
  - ii. made judgments and estimates that are reasonable and prudent;
  - iii. followed all applicable accounting standards; and
  - iv. prepared the financial statements on a going concern basis.
2. The Directors have ensured that accounting records were properly kept, accurate and reliable to sufficiently explain all transactions and financial position of the Group and of the Company.
3. The Directors have taken steps that are reasonably available to them:
  - i. to safeguard the assets of the Group and the Company; and
  - ii. to detect and prevent fraud and other irregularities.

This statement has been reviewed and approved by the Board of Directors on 9 April 2026.

# FINANCIAL STATEMENTS

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# DIRECTORS' REPORT

The directors hereby submit their report and the audited financial statements of the Group and of the Company for the financial year ended 31 December 2025.

## PRINCIPAL ACTIVITIES

The Company is principally engaged in the business of investment holding and the provision of management services.

The information on the name, place of incorporation, principal activities, and percentage of issued share capital held by the Company in each subsidiary company are set out in the "Subsidiaries" section of this report.

## RESULTS

|  | THE<br>GROUP<br>RM | THE<br>COMPANY<br>RM |
|--|--------------------|----------------------|
| Profit after taxation for the financial year | 13,980,597         | 5,516,371            |
| Attributable to:-                            |                    |                      |
| Owners of the Company                        | 13,980,597         | 5,516,371            |

## DIVIDENDS

The Company paid an interim single-tier dividend of 0.50 sen per ordinary share amounting to RM1,541,164 for the financial year ended 31 December 2025 on 2 October 2025.

The directors do not recommend the payment of any further dividends for the financial year.

## RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the financial year other than those disclosed in the financial statements.

## ISSUES OF SHARES AND DEBENTURES

During the financial year:-

- (a) there were no changes in the issued and paid-up share capital of the Company; and
- (b) there were no issues of debentures by the Company.

## OPTIONS GRANTED OVER UNISSUED SHARES

During the financial year, no options were granted by the Company to any person to take up any unissued shares in the Company.

## BAD AND DOUBTFUL DEBTS

Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to ascertain that action had been taken in relation to the writing off of bad debts and the making of allowance for impairment losses on receivables and satisfied themselves that there are no known bad debts and that adequate allowance had been made for impairment losses on receivables.

At the date of this report, the directors are not aware of any circumstances that would require the writing off of bad debts, or the additional allowance for impairment losses on receivables in the financial statements of the Group and of the Company.

## CURRENT ASSETS

Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to ensure that any current assets, which were unlikely to be realised in the ordinary course of business, including their value as shown in the accounting records of the Group and of the Company, have been written down to an amount which they might be expected so to realise.

At the date of this report, the directors are not aware of any circumstances which would render the values attributed to the current assets in the financial statements misleading.

**VALUATION METHODS**

At the date of this report, the directors are not aware of any circumstances which have arisen which render adherence to the existing methods of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

**CONTINGENT AND OTHER LIABILITIES**

At the date of this report, there does not exist:-

- (a) any charge on the assets of the Group and of the Company that has arisen since the end of the financial year which secures the liabilities of any other person; or
- (b) any contingent liability of the Group and of the Company which has arisen since the end of the financial year.

No contingent or other liability of the Group and of the Company has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the Group and of the Company to meet their obligations when they fall due.

**CHANGE OF CIRCUMSTANCES**

At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or the financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.

**ITEMS OF AN UNUSUAL NATURE**

The results of the operations of the Group and of the Company during the financial year were not, in the opinion of the directors, substantially affected by any item, transaction or event of a material and unusual nature.

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to affect substantially the results of the operations of the Group and of the Company for the financial year in which this report is made.

**DIRECTORS**

The names of directors of the Company who served during the financial year and up to the date of this report are as follows:-

LIM YEW KWANG \*  
 DATUK LIM YEW PIAU \*  
 LIM CHIAN HARN  
 CHONG CHEE SIONG  
 CHONG PENG KHANG  
 LEE HAN YUNG (Appointed on 28.8.2025)  
 YBHG. TAN SRI DATUK SERI (DR.) ABU SEMAN BIN HAJI YUSOP (Retired on 29.5.2025)

\* Directors of the Company and its subsidiaries.

**DIRECTORS' INTERESTS**

The directors holding office at the end of the financial year had no interest in shares of the Company or its related corporations during the financial year.

**DIRECTORS' BENEFITS**

Since the end of the previous financial year, no director has received or become entitled to receive any benefit (other than directors' remuneration as disclosed in the "Directors' Remuneration" section of this report) by reason of a contract made by the Company or a related corporation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

Neither during nor at the end of the financial year was the Group or the Company a party to any arrangements whose object is to enable the directors to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

## DIRECTORS' REPORT

### DIRECTORS' REMUNERATION

The details of the directors' remuneration paid or payable to the directors of the Company during the financial year are as follows:-

|                                  | FROM THE<br>COMPANY<br>RM | FROM THE<br>SUBSIDIARY<br>RM | TOTAL<br>RM |
|----------------------------------|---------------------------|------------------------------|-------------|
| Fees                             | 282,600                   | -                            | 282,600     |
| Salaries, bonuses and allowances | 7,800                     | 486,178                      | 493,978     |
| Defined contribution benefits    | -                         | 57,906                       | 57,906      |
|                                  | 290,400                   | 544,084                      | 834,484     |

### INDEMNITY AND INSURANCE COSTS

No indemnities were given to, nor insurance effected for, the directors, officers or auditors of the Company.

### SUBSIDIARIES

(a) The details of the Company's subsidiaries are as follows:-

| NAME OF SUBSIDIARY                   | PRINCIPAL PLACE OF<br>BUSINESS AND COUNTRY<br>OF INCORPORATION | PERCENTAGE OF<br>ISSUED SHARE<br>CAPITAL HELD BY<br>PARENT | PRINCIPAL<br>ACTIVITIES |
|--------------------------------------|--|--|-------------------------|
| Teck Ping Chan Agriculture Sdn. Bhd. | Malaysia   | 100%   | Poultry farming         |
| Teck Ping Chan (1976) Sdn. Bhd.      | Malaysia   | 100%   | Dormant                 |
| Mestika Arif Sdn. Bhd. *             | Malaysia   | 100%   | Oil palm plantation     |

\* Held by Teck Ping Chan Agriculture Sdn. Bhd., a subsidiary of the Company.

(b) The available auditors' reports on the financial statements of the subsidiaries did not contain any qualification.

### HOLDING COMPANIES

The immediate and ultimate holding companies are Huat Lai Resources Berhad and Esprit Unity Sdn. Bhd., respectively. Both the aforesaid holding companies are incorporated in Malaysia.

### AUDITORS

The auditors, Crowe Malaysia PLT, have expressed their willingness to continue in office.

The details of the auditors' remuneration for the financial year are as follows:-

|                | THE<br>GROUP<br>RM | THE<br>COMPANY<br>RM |
|----------------|--------------------|----------------------|
| Audit fees     | 135,000            | 38,000               |
| Non-audit fees | 5,000              | 5,000                |
|                | 140,000            | 43,000               |

SIGNED IN ACCORDANCE WITH A RESOLUTION OF THE DIRECTORS DATED 9 APRIL 2026

Lim Yew Kwang

# STATEMENT BY DIRECTORS

PURSUANT TO SECTION 251(2) OF THE COMPANIES ACT 2016

We, Lim Yew Kwang and Datuk Lim Yew Piau, being two of the directors of TPC Plus Berhad, state that, in the opinion of the directors, the financial statements set out on pages 93 to 140 are drawn up in accordance with Malaysian Financial Reporting Standards, IFRS Accounting Standards and the requirements of the Companies Act 2016 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as of 31 December 2025 and of their financial performance and cash flows for the financial year ended on that date.

SIGNED IN ACCORDANCE WITH A RESOLUTION OF THE DIRECTORS DATED 9 APRIL 2026

Lim Yew Kwang

Datuk Lim Yew Piau

# STATUTORY DECLARATION

PURSUANT TO SECTION 251(1)(b) OF THE COMPANIES ACT 2016

I, Lim Yew Kwang, being the director primarily responsible for the financial management of TPC Plus Berhad, do solemnly and sincerely declare that the financial statements set out on pages 93 to 140 are, to the best of my knowledge and belief, correct and I make this solemn declaration conscientiously believing the declaration to be true, and by virtue of the Statutory Declarations Act 1960.

Subscribed and solemnly declared by the abovementioned  
Lim Yew Kwang, NRIC Number: 740726-04-5229  
at Melaka  
in the State of Melaka  
on this 9 April 2026

Before me

Lim Yew Kwang

**Shahrizah Binti Yahya (M084)**  
Commissioner for Oaths

# INDEPENDENT AUDITORS' REPORT

## TO THE MEMBERS OF TPC PLUS BERHAD

(Incorporated in Malaysia) Registration No: 200301012910 (615330-T)

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

#### Opinion

We have audited the financial statements of TPC Plus Berhad, which comprise the statements of financial position of the Group and of the Company as at 31 December 2025, and the statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 93 to 140.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 31 December 2025, and of their financial performance and their cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards, IFRS Accounting Standards and the requirements of the Companies Act 2016 in Malaysia.

#### Basis for Opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### *Independence and Other Ethical Responsibilities*

We are independent of the Group and of the Company in accordance with the *By-Laws (on Professional Ethics, Conduct and Practice)* of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* ("IESBA Code"), as applicable to audits of financial statements of public interest entities and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Group and of the Company for the current financial year. These matters were addressed in the context of our audit of the financial statements of the Group and of the Company as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

| Key audit matter  | How our audit addressed the key audit matter  |
|---|---|
| <p><b>Valuation of biological assets</b><br/>Refer to Notes 5.7 and 9 to the financial statements</p> <p>The Group's biological assets (comprise pullets and layers) have a carrying amount of approximately RM11.7 million.</p> <p>In determining the fair value of the biological assets, the Group uses the discounted cash flows model and significant judgement is involved in determining the key assumptions which will impact the amount of fair value of biological assets recognised.</p> <p>We focused on this component because of its significance to the statements of financial position and the significant judgements involved in determining the key assumptions, namely the projected number of table eggs produced by each layer, the projected selling price of the table eggs, mortality rate, feed consumption rate and feed costs over the remaining life of the layers, as well as the discount rates.</p> <p>The accounting policy for biological assets has been disclosed in Note 5.7 to the financial statements.</p> <p>The key assumptions used in the discounted cash flows model and the sensitivity analysis are disclosed in Note 9 to the financial statements.</p> | <p>We evaluated the appropriateness of the methodology and key assumptions used by management in valuing the biological assets.</p> <p>We checked the mathematical accuracy of the valuation model prepared by management.</p> <p>We corroborated the projected number of table eggs produced and feed consumption volume to the historical data.</p> <p>In respect of the projected selling prices and feed costs, we compared the projected prices against historical prices and checked the reasonableness of the adjustments made for abnormal market movements.</p> <p>We test checked the mortality rate assumption against historical actual mortality rate.</p> <p>We assessed the appropriateness of the range used to test the sensitivity analysis performed by management as disclosed in Note 9.</p> |

### Information Other than the Financial Statements and Auditors' Report Thereon

The directors of the Company are responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements of the Group and of the Company and our auditors' report thereon.

Our opinion on the financial statements of the Group and of the Company does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Group and of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of the Directors for the Financial Statements

The directors of the Company are responsible for the preparation of the financial statements of the Group and of the Company that give a true and fair view in accordance with Malaysian Financial Reporting Standards, IFRS Accounting Standards and the requirements of the Companies Act 2016 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements of the Group and of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Company, the directors are responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or the Company or to cease operations, or have no realistic alternative but to do so.

### Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Group and of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's or the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group or the Company to cease to continue as a going concern.

**INDEPENDENT AUDITORS' REPORT****Auditors' Responsibilities for the Audit of the Financial Statements (Cont'd)**

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also (Cont'd):

- Evaluate the overall presentation, structure and content of the financial statements of the Group and of the Company, including the disclosures, and whether the financial statements of the Group and of the Company represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the Group and of the Company for the current financial year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**OTHER MATTERS**

This report is made solely to the members of the Company, as a body, in accordance with Section 266 of the Companies Act 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

**Crowe Malaysia PLT**  
201906000005 (LLP0018817-LCA) & AF 1018  
Chartered Accountants

**Chin Siew Choo**  
03720/03/2027 J  
Chartered Accountant

Melaka  
9 April 2026

# STATEMENTS OF FINANCIAL POSITION

AS AT 31 DECEMBER 2025

|   | NOTE | THE GROUP          |             | THE COMPANY       |            |
|---|------|--------------------|-------------|-------------------|------------|
|   |      | 2025<br>RM         | 2024<br>RM  | 2025<br>RM        | 2024<br>RM |
| <b>ASSETS</b>                               |      |                    |             |                   |            |
| <b>NON-CURRENT ASSETS</b>                   |      |                    |             |                   |            |
| Investment in subsidiaries                  | 6    | -                  | -           | <b>76,214,316</b> | 76,214,316 |
| Property, plant and equipment               | 7    | <b>152,980,742</b> | 112,448,011 | -                 | -          |
| Investment properties                       | 8    | <b>290,000</b>     | 330,000     | -                 | -          |
|   |      | <b>153,270,742</b> | 112,778,011 | <b>76,214,316</b> | 76,214,316 |
| <b>CURRENT ASSETS</b>                       |      |                    |             |                   |            |
| Biological assets                           | 9    | <b>11,734,298</b>  | 20,114,074  | -                 | -          |
| Inventories                                 | 10   | <b>14,516,882</b>  | 12,842,927  | -                 | -          |
| Trade receivables                           | 11   | <b>4,524,544</b>   | 2,714,478   | -                 | -          |
| Other receivables, deposits and prepayments | 12   | <b>2,495,502</b>   | 2,342,029   | -                 | -          |
| Amounts owing by related companies          | 13   | <b>113,957,051</b> | 103,775,084 | <b>30,000</b>     | -          |
| Amount owing by a related party             | 14   | <b>2,196</b>       | -           | -                 | -          |
| Short-term investments                      | 15   | <b>861,591</b>     | 1,770,329   | <b>307,840</b>    | 844,463    |
| Current tax assets                          |      | -                  | 2,000       | -                 | -          |
| Fixed deposits with licensed banks          | 16   | <b>19,045,463</b>  | 18,040,000  | -                 | -          |
| Cash and bank balances                      |      | <b>52,819,169</b>  | 49,208,444  | <b>17,596,112</b> | 13,095,051 |
|   |      | <b>219,956,696</b> | 210,809,365 | <b>17,933,952</b> | 13,939,514 |
| <b>TOTAL ASSETS</b>                         |      | <b>373,227,438</b> | 323,587,376 | <b>94,148,268</b> | 90,153,830 |

STATEMENTS OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2025

|  | NOTE | THE GROUP          |                          | THE COMPANY       |            |
|--|------|--------------------|--------------------------|-------------------|------------|
|  |      | 2025<br>RM         | (Restated)<br>2024<br>RM | 2025<br>RM        | 2024<br>RM |
| <b>EQUITY AND LIABILITIES</b>                |      |                    |                          |                   |            |
| EQUITY                                       |      |                    |                          |                   |            |
| Share capital                                | 17   | <b>86,079,659</b>  | 86,079,659               | <b>86,079,659</b> | 86,079,659 |
| Revaluation reserve                          | 18   | <b>4,968,185</b>   | 6,574,168                | -                 | -          |
| Retained profits                             |      | <b>47,106,972</b>  | 33,061,556               | <b>7,709,009</b>  | 3,733,802  |
| Equity attributable to owners of the Company |      | <b>138,154,816</b> | 125,715,383              | <b>93,788,668</b> | 89,813,461 |
| NON-CURRENT LIABILITIES                      |      |                    |                          |                   |            |
| Deferred tax liabilities                     | 19   | <b>13,999,340</b>  | 13,157,056               | -                 | -          |
| Long-term borrowings                         | 20   | <b>36,227,914</b>  | 21,345,739               | -                 | -          |
|  |      | <b>50,227,254</b>  | 34,502,795               | -                 | -          |
| CURRENT LIABILITIES                          |      |                    |                          |                   |            |
| Trade payables                               | 23   | <b>102,562,167</b> | 91,715,256               | -                 | -          |
| Other payables an accruals                   | 24   | <b>21,563,647</b>  | 3,805,350                | <b>325,600</b>    | 340,369    |
| Amounts owing to related companies           | 25   | <b>838,567</b>     | 137,476                  | -                 | -          |
| Short-term borrowings                        | 26   | <b>58,357,333</b>  | 63,138,796               | -                 | -          |
| Current tax liabilities                      |      | <b>1,523,654</b>   | 4,572,320                | <b>34,000</b>     | -          |
|  |      | <b>184,845,368</b> | 163,369,198              | <b>359,600</b>    | 340,369    |
| TOTAL LIABILITIES                            |      | <b>235,072,622</b> | 197,871,993              | <b>359,600</b>    | 340,369    |
| TOTAL EQUITY AND LIABILITIES                 |      | <b>373,227,438</b> | 323,587,376              | <b>94,148,268</b> | 90,153,830 |

# STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

|  | NOTE | THE GROUP            |               | THE COMPANY      |            |
|--|------|----------------------|---------------|------------------|------------|
|  |      | 2025<br>RM           | 2024<br>RM    | 2025<br>RM       | 2024<br>RM |
| REVENUE  | 27   | <b>487,396,349</b>   | 455,421,447   | <b>5,671,356</b> | 18,949,747 |
| COST OF SALES  |      | <b>(496,148,363)</b> | (448,926,712) | -                | -          |
| GROSS (LOSS)/PROFIT                                      |      | <b>(8,752,014)</b>   | 6,494,735     | <b>5,671,356</b> | 18,949,747 |
| OTHER INCOME   |      | <b>36,926,292</b>    | 28,048,761    | <b>464,125</b>   | 343,601    |
|  |      | <b>28,174,278</b>    | 34,543,496    | <b>6,135,481</b> | 19,293,348 |
| ADMINISTRATIVE EXPENSES                                  |      | <b>(3,356,691)</b>   | (2,983,223)   | <b>(503,316)</b> | (451,094)  |
| SELLING AND DISTRIBUTION<br>EXPENSES                     |      | <b>(1,949,053)</b>   | (1,672,908)   | -                | -          |
| OTHER EXPENSE  |      | <b>(95,000)</b>      | (95,000)      | -                | -          |
| FINANCE COSTS  |      | <b>(4,645,871)</b>   | (4,781,869)   | -                | -          |
| NET REVERSAL OF IMPAIRMENT<br>LOSSES ON FINANCIAL ASSETS | 28   | -                    | 875,390       | -                | -          |
| PROFIT BEFORE TAXATION                                   | 29   | <b>18,127,663</b>    | 25,885,886    | <b>5,632,165</b> | 18,842,254 |
| INCOME TAX EXPENSE                                       | 32   | <b>(4,147,066)</b>   | (7,610,105)   | <b>(115,794)</b> | -          |
| PROFIT AFTER TAXATION                                    |      | <b>13,980,597</b>    | 18,275,781    | <b>5,516,371</b> | 18,842,254 |
| OTHER COMPREHENSIVE INCOME                               |      | -                    | -             | -                | -          |
| TOTAL COMPREHENSIVE INCOME FOR<br>THE FINANCIAL YEAR     |      | <b>13,980,597</b>    | 18,275,781    | <b>5,516,371</b> | 18,842,254 |
| PROFIT AFTER TAXATION<br>ATTRIBUTABLE TO:-               |      |                      |               |                  |            |
| Owners of the Company                                    |      | <b>13,980,597</b>    | 18,275,781    | <b>5,516,371</b> | 18,842,254 |
| TOTAL COMPREHENSIVE INCOME<br>ATTRIBUTABLE TO:-          |      |                      |               |                  |            |
| Owners of the Company                                    |      | <b>13,980,597</b>    | 18,275,781    | <b>5,516,371</b> | 18,842,254 |
| EARNINGS PER SHARE (SEN)                                 |      |                      |               |                  |            |
| - Basic/Diluted  | 33   | <b>4.54</b>          | 5.93          |                  |            |

# STATEMENTS OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

| THE COMPANY   | NOTE | SHARE CAPITAL<br>RM | DISTRIBUTABLE                                   |                    |
|---|------|---------------------|---|--------------------|
|   |      |                     | (ACCUMULATED LOSSES)/<br>RETAINED PROFITS<br>RM | TOTAL EQUITY<br>RM |
| Balance at 1.1.2024   |      | 86,079,659          | (8,943,796)                                     | 77,135,863         |
| Profit after taxation/Total comprehensive income for the financial year |      | -                   | 18,842,254                                      | 18,842,254         |
| Dividends   | 34   | -                   | (6,164,656)                                     | (6,164,656)        |
| Balance at 31.12.2024/1.1.2025  |      | 86,079,659          | 3,733,802                                       | 89,813,461         |
| Profit after taxation/Total comprehensive income for the financial year |      | -                   | 5,516,371                                       | 5,516,371          |
| Dividends   | 34   | -                   | (1,541,164)                                     | (1,541,164)        |
| Balance at 31.12.2025   |      | 86,079,659          | 7,709,009                                       | 93,788,668         |

| THE GROUP  | NOTE | SHARE CAPITAL<br>RM | NON-DISTRIBUTABLE         |   | ATTRIBUTABLE TO OWNERS OF THE COMPANY<br>RM |
|--|------|---------------------|---------------------------|---|---|
|  |      |                     | REVALUATION RESERVE<br>RM | DISTRIBUTABLE<br>RETAINED PROFITS<br>RM |   |
| Balance at 1.1.2024  |      |                     |                           |   |   |
| - As previously reported   |      | 86,079,659          | 11,793,613                | 15,730,986                              | 113,604,258                                 |
| - Prior year adjustments   | 40   | -                   | (3,613,462)               | 3,613,462                               | -   |
| - As restated  |      | 86,079,659          | 8,180,151                 | 19,344,448                              | 113,604,258                                 |
| Profit after taxation/Total comprehensive income for the financial year          |      | -                   | -                         | 18,275,781                              | 18,275,781                                  |
| Transfer from revaluation reserve to retained profits in respect of depreciation |      |                     |                           |   |   |
| - Prior year adjustments   | 40   | -                   | (1,605,983)               | 1,605,983                               | -   |
| Dividends  | 34   | -                   | -                         | (6,164,656)                             | (6,164,656)                                 |
| Balance at 31.12.2024/1.1.2025   |      | 86,079,659          | 6,574,168                 | 33,061,556                              | 125,715,383                                 |
| Profit after taxation/Total comprehensive income for the financial year          |      | -                   | -                         | 13,980,597                              | 13,980,597                                  |
| Transfer from revaluation reserve to retained profits in respect of depreciation |      | -                   | (1,605,983)               | 1,605,983                               | -   |
| Dividends  | 34   | -                   | -                         | (1,541,164)                             | (1,541,164)                                 |
| Balance at 31.12.2025  |      | 86,079,659          | 4,968,185                 | 47,106,972                              | 138,154,816                                 |

# STATEMENTS OF CASH FLOW

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

|   | THE GROUP    |                          | THE COMPANY |            |
|---|--------------|--------------------------|-------------|------------|
|   | 2025<br>RM   | (RESTATED)<br>2024<br>RM | 2025<br>RM  | 2024<br>RM |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>               |              |                          |             |            |
| Profit before taxation                                    | 18,127,663   | 25,885,886               | 5,632,165   | 18,842,254 |
| Adjustments for:-   |              |                          |             |            |
| Depreciation of property, plant and equipment             | 12,400,979   | 11,713,472               | -           | -          |
| Depreciation of investment properties                     | 40,000       | 13,333                   | -           | -          |
| Gain on disposal of property, plant and equipment         | (1,000)      | (1,400)                  | -           | -          |
| Reversal of impairment losses on receivables              | -            | (875,390)                | -           | -          |
| Interest expenses   | 4,645,871    | 4,781,869                | -           | -          |
| Interest income   | (1,587,446)  | (682,231)                | (748)       | (697)      |
| Fair value gain on short-term investments                 | (1,016,167)  | (304,765)                | (431,681)   | (279,586)  |
| Dividend income from short-term investments               | (74,397)     | (68,939)                 | (31,696)    | (63,318)   |
| Operating profit before working capital changes           | 32,535,503   | 40,461,835               | 5,168,040   | 18,498,653 |
| (Increase)/Decrease in inventories                        | (1,673,955)  | 370,844                  | -           | -          |
| Decrease in biological assets                             | 8,379,776    | 3,626,619                | -           | -          |
| (Increase)/Decrease in trade and other receivables        | (1,963,539)  | 656,247                  | -           | -          |
| Increase/(Decrease) in trade and other payables           | 10,252,177   | (3,276,166)              | (14,769)    | (4,671)    |
| Increase in amounts owing by related companies            | (10,471,671) | (8,861,937)              | (30,000)    | -          |
| Increase/(Decrease) in amounts owing to related companies | 578,192      | (254,372)                | -           | -          |
| <b>CASH FROM OPERATIONS</b>                               | 37,636,483   | 32,723,070               | 5,123,271   | 18,493,982 |
| Income tax paid   | (6,363,776)  | (2,557,919)              | (81,794)    | -          |
| Income tax refunded                                       | 12,328       | -                        | -           | -          |
| <b>NET CASH FROM OPERATING ACTIVITIES</b>                 | 31,285,035   | 30,165,151               | 5,041,477   | 18,493,982 |

**STATEMENTS OF CASH FLOWS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025**

|   | NOTE  | THE GROUP           |                          | THE COMPANY        |             |
|---|-------|---------------------|--------------------------|--------------------|-------------|
|   |       | 2025<br>RM          | (RESTATED)<br>2024<br>RM | 2025<br>RM         | 2024<br>RM  |
| <b>CASH FLOWS (FOR)/FROM INVESTING ACTIVITIES</b>                   |       |                     |                          |                    |             |
| Additional investment in an existing subsidiary                     |       | -                   | -                        | -                  | (3,000,000) |
| Decrease in short-term investments                                  |       | <b>908,738</b>      | 2,625,600                | <b>536,623</b>     | 2,656,400   |
| Interest income received  |       | <b>1,587,446</b>    | 682,231                  | <b>748</b>         | 697         |
| Fair value gain on short-term investments                           |       | <b>1,016,167</b>    | 304,765                  | <b>431,681</b>     | 279,586     |
| Withdrawal of pledged fixed deposit                                 |       | -                   | 525,000                  | -                  | -           |
| Dividend received   |       | <b>74,397</b>       | 68,939                   | <b>31,696</b>      | 63,318      |
| Purchase of property, plant and equipment                           | 35(a) | <b>(24,391,820)</b> | (647,062)                | -                  | -           |
| Proceeds from disposal of property, plant and equipment             |       | <b>1,000</b>        | 1,400                    | -                  | -           |
| Repayment from/(Advances to) related companies                      |       | <b>289,704</b>      | (327,275)                | -                  | 370,770     |
| Advances to a related party   |       | <b>(2,196)</b>      | -                        | -                  | -           |
| <b>NET CASH (FOR)/FROM INVESTING ACTIVITIES</b>                     |       | <b>(20,516,564)</b> | 3,233,598                | <b>1,000,748</b>   | 370,771     |
| <b>CASH FLOWS FOR FINANCING ACTIVITIES</b>                          |       |                     |                          |                    |             |
| Interest paid   | 35(b) | <b>(4,645,871)</b>  | (4,781,869)              | -                  | -           |
| Dividends paid  | 34    | <b>(1,541,164)</b>  | (6,164,656)              | <b>(1,541,164)</b> | (6,164,656) |
| Drawdown of term loans  | 35(b) | <b>15,806,600</b>   | -                        | -                  | -           |
| Advances from related companies                                     | 35(b) | <b>122,899</b>      | 31,122                   | -                  | -           |
| Net (repayment)/drawdown of bankers' acceptances                    | 35(b) | <b>(5,706,000)</b>  | 3,615,000                | -                  | -           |
| Repayment of hire purchase payables                                 | 35(b) | <b>(4,952,892)</b>  | (3,700,933)              | -                  | -           |
| Repayment of term loans   | 35(b) | <b>(5,235,855)</b>  | (4,069,752)              | -                  | -           |
| <b>NET CASH FOR FINANCING ACTIVITIES</b>                            |       | <b>(6,152,283)</b>  | (15,071,088)             | <b>(1,541,164)</b> | (6,164,656) |
| <b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>                    |       | <b>4,616,188</b>    | 18,327,661               | <b>4,501,061</b>   | 12,700,097  |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b> |       | <b>67,208,444</b>   | 48,880,783               | <b>13,095,051</b>  | 394,954     |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR</b>       | 35(d) | <b>71,824,632</b>   | 67,208,444               | <b>17,596,112</b>  | 13,095,051  |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

## 1. GENERAL INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia and listed on the Main Market of Bursa Malaysia Securities Berhad. The registered office and principal place of business are as follows:-

Registered office : PT 1678, Mukim of Serkam  
77300 Merlimau  
Melaka

Principal place of business : Lot 942, Simpang Ampat  
78000 Alor Gajah  
Melaka

These financial statements comprise both separate and consolidated financial statements. The financial statements of the Company are separate financial statements, while the financial statements of the Group are consolidated financial statements that include those of the Company and its subsidiaries as of the end of the reporting period. The Company and its subsidiaries are collectively referred to as "the Group".

The financial statements of the Company and of the Group are presented in Ringgit Malaysia ("RM"), which is the Company's functional and presentation currency.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated

## 2. HOLDING COMPANIES

The immediate and ultimate holding companies are Huat Lai Resources Berhad and Esprit Unity Sdn. Bhd., respectively. Both the aforesaid holding companies are incorporated in Malaysia.

## 3. PRINCIPAL ACTIVITIES

The Company is principally engaged in the business of investment holding and the provision of management services. The principal activities of the subsidiaries are set out in Note 6 to the financial statements.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025**

**4. BASIS OF PREPARATION**

The financial statements of the Group and of the Company are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under material accounting policy information, and in compliance with Malaysian Financial Reporting Standards ("MFRSs"), IFRS Accounting Standards and the requirements of the Companies Act 2016 in Malaysia.

- 4.1 During the current financial year, the Group and the Company have adopted the following new accounting standard and/or interpretation (including the consequential amendments, if any):-

**MFRSs and/or IC Interpretations (Including the Consequential Amendments)**

Amendments to MFRS 121: Lack of Exchangeability

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

- 4.2 The Group and the Company have not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

| <b>MFRSs and/or IC Interpretations (Including the Consequential Amendments)</b>                            | <b>Effective Date</b> |
|--|-----------------------|
| MFRS 18 Presentation and Disclosure in Financial Statements  | 1 January 2027        |
| MFRS 19 Subsidiaries without Public Accountability: Disclosures  | 1 January 2027        |
| Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments | 1 January 2026        |
| Amendments to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Electricity                        | 1 January 2026        |
| Amendments to MFRS 19: Subsidiaries without Public Accountability: Disclosures                             | 1 January 2027        |
| Annual Improvements to MFRS Accounting Standards – Volume 11   | 1 January 2026        |

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group and of the Company upon their initial application except as follows:-

*MFRS 18 Presentation and Disclosure of Financial Statements*

MFRS 18 'Presentation and Disclosure in Financial Statements' will replace MFRS 101 'Presentation of Financial Statements' upon its adoption. This new standard aims to enhance the transparency and comparability of financial information by introducing new disclosure requirements. Specifically, it requires that income and expenses be classified into 3 defined categories: "operating", "investing" and "financing" and introduces 2 new subtotals: "operating profit or loss" and "profit or loss before financing and income tax". In addition, MFRS 18 requires the disclosure of management-defined performance measures and sets out principles for the aggregation and disaggregation of information, which will apply to all primary financial statements and their accompanying notes. The statements of financial position and the statements of cash flows will also be affected. The potential impact of the new standard on the financial statements of the Group and of the Company has yet to be assessed.

**5. MATERIAL ACCOUNTING POLICY INFORMATION**

**5.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

*Key Sources of Estimation Uncertainty*

Management believes that there are no key assumptions made concerning the future, and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year other than as disclosed below:-

(a) *Depreciation of Property, Plant and Equipment*

The estimates for the residual values, useful lives, and related depreciation charges for property, plant and equipment are based on commercial factors that could change significantly due to technical innovations and competitors' actions in response to market conditions. The Group anticipates that the residual values of its property, plant and equipment will be insignificant. As a result, residual values are not being taken into consideration for the computation of the depreciable amount. Changes in expected usage levels and technological development could affect the economic useful lives and residual values of these assets; therefore future depreciation charges may be revised.

(b) *Property under Revaluation*

Certain properties of the Group are reported at revalued amounts which are based on valuations performed by independent professional valuers by reference to the selling prices of recent transactions and asking prices of similar properties of nearby locations and where necessary, adjusting for tenure, location, size and market trends. Other factors such as model assumptions, market dislocations and unexpected correlations can also materially affect these estimates and the resulting valuations.

(c) *Impairment of Property, Plant and Equipment*

The Group determines whether an item of its property, plant and equipment is impaired by evaluating the extent to which the recoverable amount of the asset is less than its carrying amount. This evaluation is subject to changes such as the market performance, economic and political situation of the country. A variety of methods is used to determine the recoverable amount, such as valuation reports and discounted cash flows.

(d) *Write-down of Inventories*

Management periodically reviews damaged, obsolete, and slow-moving inventory. These reviews require judgement and estimates. Possible changes in these estimates could result in revisions to the valuation of inventories.

(e) *Impairment of Trade Receivables*

The Group and the Company use the simplified approach to estimate a lifetime expected credit loss allowance for all trade receivables. The Group and the Company develop expected loss rates based on the payment profiles of past sales and the corresponding historical credit losses, and adjusts them for qualitative and quantitative, reasonable and supportable, forward-looking information, where applicable. If the expectation is different from the estimation, such a difference will impact the carrying value of trade receivables.

(f) *Impairment of Non-Trade Receivables*

The loss allowances for non-trade financial assets are based on assumptions about the risk of default (probability of default) and the expected loss if a default happens (loss given default). It also requires the Group to assess whether there is a significant increase in credit risk of the non-trade financial asset at the reporting date. The Group uses judgement in making these assumptions and selecting appropriate inputs to the impairment calculation, based on the past payment trends, existing market conditions and forward-looking information.

**5. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)****5.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)***Key Sources of Estimation Uncertainty (Cont'd)**(g) Biological Assets*

The fair value of biological assets is determined using a discounted cash flows model which considers the projected quantity and price of the table eggs to be produced over the life of the layers, taking into account the layers' mortality rate.

In measuring the fair value of biological assets, management estimates and judgements are required which include the projected number of table eggs produced by each layer, the projected selling price of the table eggs, mortality rate, consumption rate, feed costs and other projected costs over the remaining life of the layers, as well as the discount rates. Changes to any of these assumptions would affect the fair value of the biological assets.

The key assumptions used in the discounted cash flows model and the sensitivity analysis are disclosed in Note 9 to the financial statements.

*(h) Income Taxes*

There are certain transactions and computations for which the ultimate tax determination may be different from the initial estimate. The Group and the Company recognise tax liabilities based on their understanding of the prevailing tax laws and estimates of whether such taxes will be due in the ordinary course of business. Where the final outcome of these matters is different from the amounts that were initially recognised, such difference will impact the income tax expense and deferred tax balances in the period in which such determination is made.

*Critical Judgements Made in Applying Accounting Policies*

Management believes that there are no instances of application of critical judgement in applying the accounting policies of the Group and of the Company which will have a significant effect on the amounts recognised in the financial statements other than as disclosed below:-

*Classification between Investment Properties and Owner-occupied Properties*

Some properties comprise a portion held to earn rentals or for capital appreciation and another portion held for use in the production or supply of goods or services or for administrative purposes. If these portions could be sold separately (or leased out separately under a finance lease), the Group would account for the portions separately. If the portions could not be sold separately, the property is investment property only if an insignificant portion is held for use in the production or supply of goods or services or for administrative purposes.

**5.2 FINANCIAL INSTRUMENTS***(a) Financial Assets*Financial Assets through Profit or Loss

The financial assets are initially measured at fair value. Subsequent to initial recognition, the financial assets are remeasured to their fair value at the reporting date with any fair value changes recognised in profit or loss. The fair value changes do not include interest and dividend income.

Financial Assets at Amortised Cost

The financial assets are initially measured at fair value plus transaction costs except for trade receivables without a significant financing component which are measured at the transaction price only. Subsequent to the initial recognition, all financial assets are measured at amortised cost less any impairment losses.

**5. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)**

**5.2 FINANCIAL INSTRUMENTS (CONT'D)**

*(b) Financial Liabilities*

Financial Liabilities at Amortised Cost

The financial liabilities are initially measured at fair value less transaction costs. Subsequent to the initial recognition, the financial liabilities are measured at amortised cost.

*(c) Equity*

Ordinary Shares

Ordinary shares are recorded on initial recognition at the proceeds received less directly attributable transaction costs incurred. The ordinary shares are not remeasured subsequently.

*(d) Financial Guarantee Contracts*

Financial guarantee contracts are recognised initially as liabilities at fair value, net of transaction costs. Subsequent to the initial recognition, the financial guarantee contracts are recognised as income in profit or loss over the period of the guarantee or, when there is no specific contractual period, upon discharge of the guarantee. If the debtor fails to make payment relating to a financial guarantee contract when it is due and the Company, as the issuer, is required to reimburse the holder for the associated loss, the reimbursement is recognised as a liability and measured at the higher of the amount of loss allowance determined using the expected credit loss model and the amount of financial guarantee initially recognised less cumulative amortisation.

**5.3 INVESTMENTS IN SUBSIDIARIES**

Investments in subsidiaries, which are eliminated on consolidation, are stated in the financial statements of the Company at cost less impairment losses, if any.

**5.4 PROPERTY, PLANT AND EQUIPMENT**

All items of property, plant and equipment are initially measured at cost.

Subsequent to the initial recognition, all property, plant and equipment, other than freehold land and buildings, are stated at cost less accumulated depreciation and any accumulated impairment losses.

Freehold land and buildings are stated at revalued amounts based on periodic valuations, at least once in every 5 years, less subsequent depreciation for the buildings. Surpluses arising from the revaluation are recognised in other comprehensive income and accumulated in equity under the revaluation reserve to the extent that it reverses a revaluation deficit of the same asset previously recognised in profit or loss. Deficits arising from the revaluation to the extent that they are not supported by any previous revaluation surpluses, are recognised in profit or loss. The Group makes an annual transfer of the revaluation reserve to retained profits at an amount equal to the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on its original cost, net of tax.

Freehold land is not depreciated. Depreciation on other property, plant and equipment is calculated using the straight-line method to allocate their depreciable amounts over the estimated useful lives. The principal annual depreciation periods and rates are:-

|  |               |
|--|---------------|
| Buildings                                | 5 to 20 years |
| Plant and machinery                      | 6.67% to 20%  |
| Office equipment, furniture and fittings | 5% to 10%     |
| Road                                     | 10%           |
| Motor vehicles                           | 20%           |
| Bearer plant                             | 10 years      |

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025**

**5. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)**

**5.5 INVESTMENT PROPERTIES**

Investment properties are initially measured at cost. Subsequent to initial recognition, the investment properties are stated at cost less accumulated depreciation and any accumulated impairment losses.

Freehold land is not depreciated. Depreciation on other investment properties is calculated using the straight-line method to allocate the depreciable amounts over the estimated useful lives. The principal annual depreciation period is:-

|                               |         |
|-------------------------------|---------|
| Freehold commercial buildings | 5 years |
|-------------------------------|---------|

**5.6 SHORT-TERM LEASES AND LEASES OF LOW-VALUE ASSETS**

The Group applies the "short-term lease" and "lease of low-value assets" recognition exemption. For these leases, the Group recognises the lease payments as an operating expense on a straight-line method over the term of the lease unless another systematic basis is more appropriate.

**5.7 BIOLOGICAL ASSETS**

Biological assets, which comprise pullets and layers, are measured at fair value less cost to sell.

The fair value of pullets and layers is determined using a discounted cash flows model based on the projected number of table eggs produced by each layer, the projected selling price of the table eggs and salvage value of spent layer and after allowing for feed costs, contributory asset charges for the land and farm houses owned by the entity and other costs incurred in getting the pullets and layers to maturity.

Costs to sell include the incremental selling costs, including estimated costs of transport but excludes finance costs and income taxes.

Changes in fair value of livestock are recognised in the statement of profit or loss.

**5.8 INVENTORIES**

Inventories are stated at the lower of cost and net realisable value. Cost is determined on the weighted average cost method and comprises all costs of purchase, cost of conversion plus other costs incurred in bringing the inventories to their present location and condition.

**5.9 REVENUE**

The revenue represents sales of goods which was recognised at a point in time when the goods have been transferred and accepted by customers, net of discounts. The revenue is derived from local sales.

(a) Sales of Poultry Farming Products and By-Products from Poultry Farming

Revenue from sales of poultry farming products and by-products from poultry farming are recognised when the Group has transferred control of the goods to the customer, being when the goods have been delivered to the customer and upon its acceptance. Following delivery, the customer has full discretion over the manner of distribution and price to sell the goods, and bears the risks of obsolescence and loss in relation to the goods.

(b) Sales of Oil Palm

Revenue from sales of fresh fruit bunch is recognised when the Group has transferred control of the goods to the customer, being when the goods have been delivered to the customer and upon its acceptance. Following delivery, the customer has full discretion over the manner of distribution and price to sell the goods, and bears the risks of obsolescence and loss in relation to the goods.

A receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

**5. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)**

**5.10 OTHER OPERATING INCOME**

**Government Grants/Subsidies**

Government grants/subsidies related to income are recognised in profit or loss over the periods to match the related costs for which the grants/subsidies are intended to compensate.

**6. INVESTMENT IN SUBSIDIARIES**

|                                 | THE COMPANY       |              |
|---------------------------------|-------------------|--------------|
|                                 | 2025<br>RM        | 2024<br>RM   |
| Unquoted shares, at cost        | 90,479,899        | 90,479,899   |
| Accumulated impairment losses   | (14,265,583)      | (14,265,583) |
|                                 | <b>76,214,316</b> | 76,214,316   |
| Accumulated impairment losses:- |                   |              |
| At 1 January/31 December        | <b>14,265,583</b> | 14,265,583   |

The details of the subsidiaries are as follows:-

| NAME OF SUBSIDIARY                   | PRINCIPAL PLACE<br>OF BUSINESS<br>AND COUNTRY OF<br>INCORPORATION | PERCENTAGE OF ISSUED<br>SHARE CAPITAL HELD BY<br>PARENT |      | PRINCIPAL<br>ACTIVITIES |
|--------------------------------------|---|---|------|-------------------------|
|                                      |   | 2025  | 2024 |                         |
| Teck Ping Chan Agriculture Sdn. Bhd. | Malaysia  | 100%  | 100% | Poultry farming         |
| Teck Ping Chan (1976) Sdn. Bhd.      | Malaysia  | 100%  | 100% | Dormant                 |
| Mestika Arif Sdn. Bhd. *             | Malaysia  | 100%  | 100% | Oil palm plantation     |

\* Held by Teck Ping Chan Agriculture Sdn. Bhd., a subsidiary of the Company.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

7. PROPERTY, PLANT AND EQUIPMENT

| THE GROUP                                | AT 1.1.2025<br>RM  | ADDITIONS<br>(NOTE 35(a))<br>RM | DEPRECIATION<br>CHARGES<br>(NOTE 29)<br>RM | AT 31.12.2025<br>RM |
|--|--------------------|---------------------------------|--|---------------------|
| <b>2025</b>                              |                    |                                 |  |                     |
| <i>CARRYING AMOUNT</i>                   |                    |                                 |  |                     |
| Freehold land                            | 40,623,194         | 6,731,443                       | -  | 47,354,637          |
| Buildings                                | 27,162,711         | 12,097,727                      | (4,252,876)                                | 35,007,562          |
| Plant and machinery                      | 41,078,062         | 28,087,640                      | (6,291,702)                                | 62,874,000          |
| Office equipment, furniture and fittings | 142,834            | 416,950                         | (39,296)                                   | 520,488             |
| Motor vehicles                           | 3,433,791          | 5,599,950                       | (1,814,632)                                | 7,219,109           |
| Bearer plant                             | 7,419              | -                               | (2,473)                                    | 4,946               |
|  | <b>112,448,011</b> | <b>52,933,710</b>               | <b>(12,400,979)</b>                        | <b>152,980,742</b>  |

| THE GROUP                                   | AT 1.1.2025<br>RM  | ADDITIONS<br>(NOTE 35(a))<br>RM | TRANSFER TO<br>INVESTMENT<br>PROPERTIES<br>(NOTE 8)<br>RM | DEPRECIATION<br>CHARGES<br>(NOTE 29)<br>RM | AT 31.12.2024<br>RM |
|---|--------------------|---------------------------------|---|--|---------------------|
| <b>2024</b>                                 |                    |                                 |   |  |                     |
| <i>CARRYING AMOUNT</i>                      |                    |                                 |   |  |                     |
| Freehold land                               | 40,279,550         | 603,644                         | (260,000)   | -  | 40,623,194          |
| Buildings                                   | 30,755,075         | 697,364                         | (83,333)  | (4,206,395)                                | 27,162,711          |
| Plant and machinery                         | 44,960,232         | 2,290,154                       | -   | (6,172,324)                                | 41,078,062          |
| Office equipment,<br>furniture and fittings | 188,003            | -                               | -   | (45,169)                                   | 142,834             |
| Motor vehicles                              | 2,197,833          | 2,523,069                       | -   | (1,287,111)                                | 3,433,791           |
| Bearer plant                                | 9,892              | -                               | -   | (2,473)                                    | 7,419               |
|   | <b>118,390,585</b> | <b>6,114,231</b>                | <b>(343,333)</b>  | <b>(11,713,472)</b>                        | <b>112,448,011</b>  |

7. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

| THE GROUP                                | AT COST<br>RM      | AT<br>VALUATION<br>RM | ACCUMULATED<br>DEPRECIATION<br>RM | CARRYING<br>AMOUNT<br>RM |
|--|--------------------|-----------------------|-----------------------------------|--------------------------|
| <b>2025</b>                              |                    |                       |                                   |                          |
| Freehold land                            | 12,539,637         | 34,815,000            | -                                 | 47,354,637               |
| Buildings                                | 13,807,456         | 38,485,000            | (17,284,894)                      | 35,007,562               |
| Plant and machinery                      | 136,266,642        | -                     | (73,392,642)                      | 62,874,000               |
| Office equipment, furniture and fittings | 13,009,414         | -                     | (12,488,926)                      | 520,488                  |
| Road                                     | 208,087            | -                     | (208,087)                         | -                        |
| Motor vehicles                           | 20,072,336         | -                     | (12,853,227)                      | 7,219,109                |
| Bearer plant                             | 24,730             | -                     | (19,784)                          | 4,946                    |
|  | <b>195,928,302</b> | <b>73,300,000</b>     | <b>(116,247,560)</b>              | <b>152,980,742</b>       |

| THE GROUP                                | AT COST<br>RM      | AT<br>VALUATION<br>RM | ACCUMULATED<br>DEPRECIATION<br>RM | CARRYING<br>AMOUNT<br>RM |
|--|--------------------|-----------------------|-----------------------------------|--------------------------|
| <b>2024</b>                              |                    |                       |                                   |                          |
| Freehold land                            | 5,808,194          | 34,815,000            | -                                 | 40,623,194               |
| Buildings                                | 1,709,729          | 38,485,000            | (13,032,018)                      | 27,162,711               |
| Plant and machinery                      | 108,179,002        | -                     | (67,100,940)                      | 41,078,062               |
| Office equipment, furniture and fittings | 12,592,464         | -                     | (12,449,630)                      | 142,834                  |
| Road                                     | 208,087            | -                     | (208,087)                         | -                        |
| Motor vehicles                           | 14,536,160         | -                     | (11,102,369)                      | 3,433,791                |
| Bearer plant                             | 24,730             | -                     | (17,311)                          | 7,419                    |
|  | <b>143,058,366</b> | <b>73,300,000</b>     | <b>(103,910,355)</b>              | <b>112,448,011</b>       |

- (a) The carrying amounts of property, plant and equipment pledged to licensed banks as security for banking facilities extended to the Group as disclosed in Note 26 to the financial statements are as follows:-

|                        | THE GROUP         |            |
|------------------------|-------------------|------------|
|                        | 2025<br>RM        | 2024<br>RM |
| <i>CARRYING AMOUNT</i> |                   |            |
| Freehold land          | <b>39,264,637</b> | 32,533,194 |
| Buildings              | <b>30,147,500</b> | 23,226,218 |
| Plant and machinery    | <b>13,367,730</b> | 15,056,285 |
|                        | <b>82,779,867</b> | 70,815,697 |

NOTES TO THE FINANCIAL STATEMENTS  
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7. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

- (b) The carrying amounts of property, plant and equipment of the Group held under hire purchase arrangements are as follows:-

|  | THE GROUP         |                   |
|--|-------------------|-------------------|
|  | 2025<br>RM        | 2024<br>RM        |
| <i>CARRYING AMOUNT</i>                   |                   |                   |
| Buildings                                | 1,147,989         | 822,007           |
| Plant and machinery                      | 8,926,469         | 8,085,522         |
| Office equipment, furniture and fittings | 413,475           | -                 |
| Motor vehicles                           | 5,682,934         | 2,911,177         |
|  | <b>16,170,867</b> | <b>11,818,706</b> |

- (c) The details of the Group's property carried at fair value are analysed as follows:-

| THE GROUP              | LEVEL 1<br>RM | LEVEL 2<br>RM     | LEVEL 3<br>RM | LEVEL 4<br>RM     |
|------------------------|---------------|-------------------|---------------|-------------------|
| <b>2025</b>            |               |                   |               |                   |
| <i>CARRYING AMOUNT</i> |               |                   |               |                   |
| Freehold land          | -             | 34,815,000        | -             | 34,815,000        |
| Buildings              | -             | 21,537,052        | -             | 21,537,052        |
|                        | -             | <b>56,352,052</b> | -             | <b>56,352,052</b> |
| <b>2024</b>            |               |                   |               |                   |
| <i>CARRYING AMOUNT</i> |               |                   |               |                   |
| Freehold land          | -             | 34,815,000        | -             | 34,815,000        |
| Buildings              | -             | 25,594,724        | -             | 25,594,724        |
|                        | -             | <b>60,409,724</b> | -             | <b>60,409,724</b> |

The level 2 fair values have been determined using the market comparison approach, which reflects recent transaction prices for similar properties. The most significant input into this valuation approach is the price per square foot of comparable properties. There has been no change to the valuation technique during the financial year.

There were no transfers between levels 1, 2 and 3 during the financial year.

- (d) If the freehold land and buildings were measured using the cost model, the carrying amounts would be as follows:-

|                        | THE GROUP         |                   |
|------------------------|-------------------|-------------------|
|                        | 2025<br>RM        | 2024<br>RM        |
| <i>CARRYING AMOUNT</i> |                   |                   |
| Freehold land          | 33,590,410        | 33,590,410        |
| Buildings              | 17,356,437        | 19,092,730        |
|                        | <b>50,946,847</b> | <b>52,683,140</b> |

**8. INVESTMENT PROPERTIES**

|  | THE GROUP        |                  |
|--|------------------|------------------|
|  | 2025<br>RM       | 2024<br>RM       |
| Cost:-   |                  |                  |
| At 1 January   | 1,660,000        | 1,200,000        |
| Transfer from property, plant and equipment (Note 7) | -                | 460,000          |
| At 31 December                                       | 1,660,000        | 1,660,000        |
| Accumulated depreciation:-                           |                  |                  |
| At 1 January   | (1,330,000)      | (1,200,000)      |
| Transfer from property, plant and equipment (Note 7) | -                | (116,667)        |
| Depreciation during the financial year (Note 29)     | (40,000)         | (13,333)         |
| At 31 December                                       | (1,370,000)      | (1,330,000)      |
|  | <b>290,000</b>   | <b>330,000</b>   |
| Represented by:-                                     |                  |                  |
| Freehold land  | 260,000          | 260,000          |
| Freehold commercial buildings                        | 30,000           | 70,000           |
|  | <b>290,000</b>   | <b>330,000</b>   |
| Fair value:-   |                  |                  |
| Freehold land  | 260,000          | 260,000          |
| Freehold commercial buildings                        | 1,283,333        | 1,283,333        |
|  | <b>1,543,333</b> | <b>1,543,333</b> |

The fair values of the investment properties are within level 3 of the fair value hierarchy and are arrived at by reference to market evidence of transaction prices for similar properties. The most significant input into this valuation approach is the price per square foot of comparable properties.

**9. BIOLOGICAL ASSETS**

|                                   | THE GROUP  |            |
|-----------------------------------|------------|------------|
|                                   | 2025<br>RM | 2024<br>RM |
| At fair value less cost to sell:- |            |            |
| Pullets and layers                | 11,734,298 | 20,114,074 |

NOTES TO THE FINANCIAL STATEMENTS  
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9. BIOLOGICAL ASSETS (CONT'D)

Biological assets comprise pullets and layers and the movement can be analysed as follows:-

|                           | THE GROUP    |              |
|---------------------------|--------------|--------------|
|                           | 2025<br>RM   | 2024<br>RM   |
| At 1 January              | 20,114,074   | 23,740,693   |
| Increase due to purchases | 31,915,963   | 22,689,894   |
| Livestock losses          | (1,883,414)  | (3,190,037)  |
| Change in fair value      | (3,625,283)  | (1,577,306)  |
| Depopulation              | (34,787,042) | (21,549,170) |
| At 31 December            | 11,734,298   | 20,114,074   |

In measuring the fair value of biological assets, management estimates and judgements are required, which include the projected number of table eggs produced by each layer, the projected selling prices of the table eggs, mortality rate, feed consumption rate, feed costs and other projected costs over the remaining life of the layers as well as the discount rates.

The Group has classified its biological assets measured at fair value within Level 3 of the fair value hierarchy. The following table shows the valuation technique used in the determination of fair values within Level 3, as well as the significant unobservable inputs used in the valuation mode.

| Description of valuation technique and inputs used   | Significant unobservable inputs  | Inter-relationship between significant unobservable inputs and fair value measurements |
|--|--|--|
| Discounted cash flows:-<br><br>The valuation method considers the projected quantity and price of table eggs to be produced over the life of the layers, taking into account layers' mortality rate. | Significant assumptions made in determining the fair value of the table eggs as follows:-<br><br>• the projected selling prices of the table eggs are based on management's estimate by reference to historical selling price adjusted for abnormal market movements.<br><br>• management's estimate of feed and other variable costs projected to incur throughout the laying period. | The fair value is sensitive to projected selling prices and projected feed costs.      |

The key assumptions used for the fair value calculation are as follows:-

|   | THE GROUP |        |
|---|-----------|--------|
|   | 2025      | 2024   |
| Projected selling prices of the table eggs (RM per egg) | 0.298     | 0.353  |
| Feed and other variable costs (RM per bird per month)   | 6.431     | 6.869  |
| Discount rate   | 10.13%    | 11.45% |

*Sensitivity analysis*

If the projected selling prices of the table eggs had been 1 sen lower than management's estimates, the fair value of the biological assets would have decreased by RM2,115,000 (2024 – RM2,254,000).

If the projected feed costs had been 10 sen higher than management's estimates, the fair value of the biological assets would have decreased by RM850,000 (2024 – RM930,000).

In respect of other variables, a reasonable possible change in the assumptions used will not result in any material change to the fair valuation of biological assets.

**10. INVENTORIES**

|   | THE GROUP          |                   |
|---|--------------------|-------------------|
|   | 2025<br>RM         | 2024<br>RM        |
| Eggs                                    | 482,366            | 219,497           |
| Raw materials                           | 11,340,575         | 10,235,679        |
| Feeds                                   | 2,435,181          | 2,137,815         |
| Medicine                                | 258,760            | 249,936           |
|   | <b>14,516,882</b>  | <b>12,842,927</b> |
| Recognised in profit or loss:-          |                    |                   |
| Inventories recognised as cost of sales | <b>323,378,040</b> | 279,878,654       |

None of the inventories are stated at net realisable value.

**11. TRADE RECEIVABLES**

|                                   | THE GROUP        |                  |
|-----------------------------------|------------------|------------------|
|                                   | 2025<br>RM       | 2024<br>RM       |
| Trade receivables                 | 4,826,268        | 3,016,202        |
| Allowance for impairment losses   | (301,724)        | (301,724)        |
|                                   | <b>4,524,544</b> | <b>2,714,478</b> |
| Allowance for impairment losses:- |                  |                  |
| At 1 January/31 December          | <b>301,724</b>   | 301,724          |

The Group's normal trade credit terms range from 7 to 90 (2024 – 7 to 90) days.

**12. OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS**

|                   | THE GROUP        |                  |
|-------------------|------------------|------------------|
|                   | 2025<br>RM       | 2024<br>RM       |
| Other receivables | 36,015           | 1,100            |
| Deposits          | 862,109          | 815,844          |
| Prepayments       | 1,597,378        | 1,525,085        |
|                   | <b>2,495,502</b> | <b>2,342,029</b> |

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13. AMOUNTS OWING BY RELATED COMPANIES

|   | THE GROUP   |             | THE COMPANY |            |
|---|-------------|-------------|-------------|------------|
|   | 2025<br>RM  | 2024<br>RM  | 2025<br>RM  | 2024<br>RM |
| <b>Immediate holding company</b>                |             |             |             |            |
| Trade balances                                  | 253,337     | 14,882,970  | -           | -          |
| <b>Subsidiary</b>                               |             |             |             |            |
| Trade balances                                  | -           | -           | 30,000      | -          |
| <b>Fellow subsidiaries</b>                      |             |             |             |            |
| Trade balances                                  | 113,703,714 | 88,602,410  | -           | -          |
| Non-trade balances                              | -           | 289,704     | -           | -          |
|   | 113,703,714 | 88,892,114  |             |            |
|   | 113,957,051 | 103,775,084 | 30,000      | -          |
| Allowance for impairment losses:-               |             |             |             |            |
| At 1 January                                    | -           | 875,390     | -           | -          |
| Reversal during the financial year<br>(Note 28) | -           | (875,390)   | -           | -          |
| At 31 December                                  | -           | -           | -           | -          |

- (a) The trade balances are subject to the normal trade credit terms range from 30 to 120 (2024 – 30 to 120) days. The amounts owing are to be settled in cash.
- (b) The non-trade balances represent advance payments for purchase.

14. AMOUNT OWING BY A RELATED PARTY

|  | THE GROUP  |            |
|--|------------|------------|
|  | 2025<br>RM | 2024<br>RM |
| <b>Associate of ultimate holding company</b> |            |            |
| Non-trade balances                           | 2,196      | -          |

The non-trade balances represent unsecured payments made on behalf. The amount owing is repayable on demand and is to be settled in cash.

15. SHORT-TERM INVESTMENTS

|                                   | THE GROUP  |            | THE COMPANY |            |
|-----------------------------------|------------|------------|-------------|------------|
|                                   | 2025<br>RM | 2024<br>RM | 2025<br>RM  | 2024<br>RM |
| Money market funds, at fair value | 861,591    | 1,770,329  | 307,840     | 844,463    |

The funds invest mainly into debentures, deposits and money market instruments and thus have minimum exposure to changes in market value.

The money market funds of the Group and of the Company are carried at fair value. The fair value hierarchy for money market funds are classified as Level 2.

**16. FIXED DEPOSITS WITH LICENSED BANKS**

Fixed deposits of the Group of RM40,000 (2024 – RM40,000) are pledged to a licensed bank as security for banking facilities granted to the Group as disclosed in Note 26 to the financial statements.

The weighted average effective interest rate of fixed deposits with licensed banks at the end of the reporting period was as follows:-

|                                    | THE GROUP   |           |
|------------------------------------|-------------|-----------|
|                                    | 2025<br>%   | 2024<br>% |
| Fixed deposits with licensed banks | <b>3.34</b> | 3.64      |

The average maturities of fixed deposits with licensed banks of the Group at the end of the reporting period are 183 (2024 – 183) days.

**17. SHARE CAPITAL**

|                                 | THE GROUP/THE COMPANY    |             |                   |            |
|---------------------------------|--------------------------|-------------|-------------------|------------|
|                                 | 2025<br>NUMBER OF SHARES | 2024        | 2025<br>RM        | 2024<br>RM |
| <b>ISSUED AND FULLY PAID-UP</b> |                          |             |                   |            |
| Ordinary shares                 | <b>308,232,783</b>       | 308,232,783 | <b>86,079,659</b> | 86,079,659 |

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company and are entitled to one vote per ordinary share at meetings of the Company. The ordinary shares have no par value.

**18. REVALUATION RESERVE**

|   | THE GROUP        |                          |
|---|------------------|--------------------------|
|   | 2025<br>RM       | 2024<br>RM<br>(RESTATED) |
| Surplus on revaluation of                   |                  |                          |
| - property, plant and equipment, net of tax | <b>4,968,185</b> | 6,574,168                |

The revaluation reserve represents the increase in the fair value of freehold land and buildings of the Group (net of deferred tax, where applicable) presented under property, plant and equipment.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

19. DEFERRED TAX LIABILITIES

| THE GROUP                              | AT          | RECOGNISED IN  | AT          |
|--|-------------|----------------|-------------|
|  | 1.1.2025    | PROFIT OR LOSS | 31.12.2025  |
|  | RM          | (NOTE 32)      | RM          |
|  |             | RM             |             |
| <b>2025</b>                            |             |                |             |
| <i>Deferred Tax Liability</i>          |             |                |             |
| Property, plant and equipment          | 15,242,880  | 2,946,523      | 18,189,403  |
| <i>Deferred Tax Assets</i>             |             |                |             |
| Biological assets                      | (483,080)   | (870,068)      | (1,353,148) |
| Hire purchase payables                 | (1,530,330) | (1,234,171)    | (2,764,501) |
| Impairment losses on trade receivables | (72,414)    | -              | (72,414)    |
|  | (2,085,824) | (2,104,239)    | (4,190,063) |
|  | 13,157,056  | 842,284        | 13,999,340  |

| THE GROUP                              | AT          | RECOGNISED IN  | AT          |
|--|-------------|----------------|-------------|
|  | 1.1.2024    | PROFIT OR LOSS | 31.12.2024  |
|  | RM          | (NOTE 32)      | RM          |
|  |             | RM             |             |
| <b>2024</b>                            |             |                |             |
| <i>Deferred Tax Liability</i>          |             |                |             |
| Property, plant and equipment          | 14,471,072  | 771,808        | 15,242,880  |
| <i>Deferred Tax Assets</i>             |             |                |             |
| Biological assets                      | (104,527)   | (378,553)      | (483,080)   |
| Hire purchase payables                 | (1,195,406) | (334,924)      | (1,530,330) |
| Impairment losses on trade receivables | (282,508)   | 210,094        | (72,414)    |
| Unabsorbed tax losses                  | (270,838)   | 270,838        | -           |
|  | (1,853,279) | (232,545)      | (2,085,824) |
|  | 12,617,793  | 539,263        | 13,157,056  |

20. LONG-TERM BORROWINGS

|                                  | THE GROUP  |            |
|----------------------------------|------------|------------|
|                                  | 2025       | 2024       |
|                                  | RM         | RM         |
| Hire purchase payables (Note 21) | 7,573,371  | 3,251,603  |
| Term loans (secured) (Note 22)   | 28,654,543 | 18,094,136 |
|                                  | 36,227,914 | 21,345,739 |

## 21. HIRE PURCHASE PAYABLES

|                                   | THE GROUP         |            |
|-----------------------------------|-------------------|------------|
|                                   | 2025<br>RM        | 2024<br>RM |
| Current liabilities (Note 26)     | 4,061,715         | 3,147,516  |
| Non-current liabilities (Note 20) | 7,573,371         | 3,251,603  |
|                                   | <b>11,635,086</b> | 6,399,119  |

## 22. TERM LOANS (SECURED)

|                                   | THE GROUP         |            |
|-----------------------------------|-------------------|------------|
|                                   | 2025<br>RM        | 2024<br>RM |
| Current liabilities (Note 26)     | 4,947,618         | 4,937,280  |
| Non-current liabilities (Note 20) | 28,654,543        | 18,094,136 |
|                                   | <b>33,602,161</b> | 23,031,416 |

The term loans are repayable over 36 to 144 (2024 – 36 to 96) monthly instalments from the date of drawdown and are secured in the same manner as the bankers' acceptances as disclosed in Note 26 to the financial statements.

## 23. TRADE PAYABLES

The normal trade credit terms granted to the Group range from 30 to 90 (2024 – 30 to 90) days.

## 24. OTHER PAYABLES AND ACCRUALS

|  | THE GROUP         |            | THE COMPANY    |            |
|--|-------------------|------------|----------------|------------|
|  | 2025<br>RM        | 2024<br>RM | 2025<br>RM     | 2024<br>RM |
| Other payables   | 170,067           | 672,465    | -              | 2,169      |
| Amount payable for purchase of property, plant and equipment | 18,713,920        | 360,889    | -              | -          |
| Payroll liabilities  | 2,145,865         | 2,141,130  | -              | -          |
| Accrued expenses   | 533,795           | 630,866    | 325,600        | 338,200    |
|  | <b>21,563,647</b> | 3,805,350  | <b>325,600</b> | 340,369    |

## 25. AMOUNTS OWING TO RELATED COMPANIES

|                            | THE GROUP      |            |
|----------------------------|----------------|------------|
|                            | 2025<br>RM     | 2024<br>RM |
| <b>Fellow subsidiaries</b> |                |            |
| Trade balances             | 578,192        | -          |
| Non-trade balances         | 260,375        | 137,476    |
|                            | <b>838,567</b> | 137,476    |

- (a) The trade balances are subject to the trade credit terms of 180 days. The amount owing is to be settled in cash.
- (b) The non-trade balances represent unsecured payments made on behalf. The amount owing is repayable on demand and is to be settled in cash.

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26. SHORT-TERM BORROWINGS

|                                  | THE GROUP         |            |
|----------------------------------|-------------------|------------|
|                                  | 2025<br>RM        | 2024<br>RM |
| Bankers' acceptances (secured)   | 49,348,000        | 55,054,000 |
| Hire purchase payables (Note 21) | 4,061,715         | 3,147,516  |
| Term loans (secured) (Note 22)   | 4,947,618         | 4,937,280  |
|                                  | <b>58,357,333</b> | 63,138,796 |

(a) The weighted average effective interest rates at the end of the reporting period for borrowings were as follows:-

|                                | INTEREST<br>RATE | THE GROUP |           |
|--------------------------------|------------------|-----------|-----------|
|                                |                  | 2025<br>% | 2024<br>& |
| Bankers' acceptances (secured) | Floating         | 4.75      | 5.44      |
| Hire purchase payables         | Fixed            | 5.71      | 5.83      |
| Term loans (secured)           | Floating         | 5.81      | 6.30      |

(b) The bankers' acceptances are secured as follows:-

- (i) by a first party legal charge over certain freehold land, buildings and plant and machinery of the Group as disclosed in Note 7 to the financial statements;
- (ii) by lien over the Group's fixed deposits with a licensed bank as disclosed in Note 16 to the financial statements;
- (iii) by corporate guarantee from the Company and immediate holding company; and
- (iv) by joint and several guarantee by certain directors of the Group.

(c) The major covenants of the bankers' acceptances and term loans are as follows:-

- (i) the subsidiary's gearing ratio shall not exceed 2.5 times;
- (ii) the subsidiary shall not effect any change in the ownership and shareholding of the subsidiary and its related companies;
- (iii) the subsidiary's total loan to value shall not exceed 1.0 times; and
- (iv) the subsidiary is not allowed to have financing of inter-company transactions.

The covenants are tested annually on 31 December. The Group has complied with the covenants throughout the reporting periods.

There are no indicators that the Group would have difficulties complying with the upcoming covenant assessments.

**27. REVENUE**

|  | THE GROUP          |             | THE COMPANY      |            |
|--|--------------------|-------------|------------------|------------|
|  | 2025<br>RM         | 2024<br>RM  | 2025<br>RM       | 2024<br>RM |
| <b>Revenue from Contracts with Customers</b> |                    |             |                  |            |
| <u>Recognised at a point in time</u>         |                    |             |                  |            |
| Sales of poultry farming products            | <b>486,608,105</b> | 454,718,294 | -                | -          |
| Sales of by-products from poultry farming    | <b>257,336</b>     | 270,541     | -                | -          |
| Sales of fresh fruit bunch                   | <b>530,908</b>     | 432,612     | -                | -          |
|  | <b>487,396,349</b> | 455,421,447 | -                | -          |
| <b>Revenue from Other Sources</b>            |                    |             |                  |            |
| Dividend income                              | -                  | -           | <b>5,311,356</b> | 18,589,747 |
| Management fee                               | -                  | -           | <b>360,000</b>   | 360,000    |
|  | -                  | -           | <b>5,671,356</b> | 18,949,747 |
|  | <b>487,396,349</b> | 455,421,447 | <b>5,671,356</b> | 18,949,747 |

**28. NET REVERSAL OF IMPAIRMENT LOSSES ON FINANCIAL ASSETS**

|   | THE GROUP  |            |
|---|------------|------------|
|   | 2025<br>RM | 2024<br>RM |
| Reversal of impairment losses (Note 13) | -          | 875,390    |

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FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

29. PROFIT BEFORE TAXATION

|   | THE GROUP    |              | THE COMPANY |            |
|---|--------------|--------------|-------------|------------|
|   | 2025<br>RM   | 2024<br>RM   | 2025<br>RM  | 2024<br>RM |
| Profit before taxation is arrived at after charging/(crediting):-                                 |              |              |             |            |
| Auditors' remuneration:   |              |              |             |            |
| - audit fees  | 135,000      | 125,000      | 38,000      | 38,000     |
| - non-audit fees:   |              |              |             |            |
| - auditors of the Company   | 5,000        | 5,000        | 5,000       | 5,000      |
| - member firm of the auditors of the Company  | 30,000       | 29,000       | 5,000       | 5,000      |
| Depreciation of property, plant and equipment (Note 7)  | 12,400,979   | 11,713,472   | -           | -          |
| Depreciation of investment properties (Note 8)  | 40,000       | 13,333       | -           | -          |
| Direct operating expenses on investment properties  | 6,902        | 4,312        | -           | -          |
| Lease expenses:   |              |              |             |            |
| - short-term leases   | 820          | 820          | -           | -          |
| Total interest expense on financial liabilities that are not at fair value through profit or loss | 4,645,871    | 4,781,869    | -           | -          |
| Fair value gain on short-term investments   | (1,016,167)  | (304,765)    | (431,681)   | (279,586)  |
| Gain on disposal of property, plant and equipment   | (1,000)      | (1,400)      | -           | -          |
| Government grants/subsidies   | (33,812,373) | (26,660,781) | -           | -          |
| Rental income from investment properties  | (73,000)     | (50,800)     | -           | -          |
| Dividend income:  |              |              |             |            |
| - short-term investments  | (74,397)     | (68,939)     | (31,696)    | (63,318)   |
| Interest income on financial assets measured at amortised cost                                    | (1,586,747)  | (681,534)    | (748)       | -          |
| Interest income on short-term investments   | (699)        | (697)        | -           | (697)      |

**30. KEY MANAGEMENT PERSONNEL COMPENSATION**

The key management personnel of the Group and of the Company include executive directors and non-executive directors of the Group and of the Company. The key management personnel compensation during the financial year are as follows:-

|                                  | THE GROUP      |            | THE COMPANY    |            |
|----------------------------------|----------------|------------|----------------|------------|
|                                  | 2025<br>RM     | 2024<br>RM | 2025<br>RM     | 2024<br>RM |
| Directors of the Company         |                |            |                |            |
| Short-term employee benefits:    |                |            |                |            |
| - fees                           | <b>282,600</b> | 295,200    | <b>282,600</b> | 295,200    |
| - salaries, allowances and bonus | <b>493,978</b> | 540,801    | <b>7,800</b>   | 8,400      |
|                                  | <b>776,578</b> | 836,001    | <b>290,400</b> | 303,600    |
| Defined contribution benefits    | <b>57,906</b>  | 63,516     | -              | -          |
| Total directors' remuneration    | <b>834,484</b> | 899,517    | <b>290,400</b> | 303,600    |

**31. STAFF COSTS**

|                               | THE GROUP         |            |
|-------------------------------|-------------------|------------|
|                               | 2025<br>RM        | 2024<br>RM |
| Wages, salaries and bonus     | <b>17,620,582</b> | 16,117,010 |
| Defined contribution benefits | <b>590,096</b>    | 533,452    |
| Other employee benefits       | <b>528,948</b>    | 398,299    |
|                               | <b>18,739,626</b> | 17,048,761 |

Staff costs included amounts of RM310,574 (2024 – RM346,411) in respect of remuneration paid to employees related to Directors of the Group.

**32. INCOME TAX EXPENSE**

|   | THE GROUP        |            | THE COMPANY    |            |
|---|------------------|------------|----------------|------------|
|   | 2025<br>RM       | 2024<br>RM | 2025<br>RM     | 2024<br>RM |
| Current tax expense   | <b>3,225,040</b> | 7,065,040  | <b>82,000</b>  | -          |
| Under provision in the previous financial year                  | <b>79,742</b>    | 5,802      | <b>33,794</b>  | -          |
|   | <b>3,304,782</b> | 7,070,842  | <b>115,794</b> | -          |
| Deferred tax (Note 19):   |                  |            |                |            |
| - Relating to origination and reversal of temporary differences | <b>1,053,339</b> | (814,358)  | -              | -          |
| - (Over)/Under provision in the previous financial year         | <b>(211,055)</b> | 1,353,621  | -              | -          |
|   | <b>842,284</b>   | 539,263    | -              | -          |
|   | <b>4,147,066</b> | 7,610,105  | <b>115,794</b> | -          |

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32. INCOME TAX EXPENSE (CONT'D)

A reconciliation of income tax expense applicable to the profit before taxation at the statutory tax rate to income tax expense at the effective tax rate of the Group and of the Company is as follows:-

|   | THE GROUP         |            | THE COMPANY        |             |
|---|-------------------|------------|--------------------|-------------|
|   | 2025<br>RM        | 2024<br>RM | 2025<br>RM         | 2024<br>RM  |
| Profit before taxation  | <b>18,127,663</b> | 25,885,886 | <b>5,632,165</b>   | 18,842,254  |
| Tax at the statutory tax rate of 24%<br>(2024 – 24%)                                      | <b>4,350,639</b>  | 6,212,613  | <b>1,351,720</b>   | 4,522,141   |
| Tax effects of:-  |                   |            |                    |             |
| Non-deductible expenses   | <b>272,066</b>    | 284,714    | <b>116,216</b>     | 48,670      |
| Non-taxable income  | <b>(261,735)</b>  | (94,926)   | <b>(1,385,936)</b> | (4,528,640) |
| Under provision of current tax in the<br>previous financial year                          | <b>79,742</b>     | 5,802      | <b>33,794</b>      | -           |
| (Over)/Under provision of deferred<br>taxation in the previous financial year             | <b>(211,055)</b>  | 1,353,621  | -                  | -           |
| Utilisation of tax incentives   | <b>(97,802)</b>   | (132,348)  | -                  | -           |
| Utilisation of previously unrecognised<br>tax losses and unabsorbed capital<br>allowances | -                 | (42,171)   | -                  | (42,171)    |
| Deferred tax assets not recognised in<br>current year                                     | <b>15,211</b>     | 22,800     | -                  | -           |
| Income tax expense for the financial year   | <b>4,147,066</b>  | 7,610,105  | <b>115,794</b>     | -           |

Subject to agreement with the tax authorities, at the end of the reporting period, the unutilised capital allowances and unabsorbed tax losses of the Group and of the Company are as follows:-

|                                   | THE GROUP        |            |
|-----------------------------------|------------------|------------|
|                                   | 2025<br>RM       | 2024<br>RM |
| Unutilised capital allowances     | <b>12,000</b>    | 12,000     |
| Unabsorbed tax losses:            |                  |            |
| - expires year of assessment 2028 | <b>2,619,000</b> | 2,619,000  |
|                                   | <b>2,631,000</b> | 2,631,000  |

Based on the current legislation, the unabsorbed tax losses up to the year of assessment 2018 can be carried forward until the year of assessment 2028; whereas, the unutilised capital allowances are allowed to be carried forward indefinitely.

At the end of the reporting period, the amounts of deferred tax assets not recognised (state at gross) due to uncertainty of their realisation are as follows:-

|                               | THE GROUP        |            |
|-------------------------------|------------------|------------|
|                               | 2025<br>RM       | 2024<br>RM |
| Unutilised capital allowances | <b>12,000</b>    | -          |
| Unabsorbed tax losses         | <b>2,619,000</b> | 2,606,000  |
| Other temporary differences   | <b>39,000</b>    | -          |
|                               | <b>2,670,000</b> | 2,606,000  |

**33. EARNINGS PER SHARE**

(a) Basic Earnings Per Share

The basic earnings per share of the Group is calculated by dividing the net profit for the financial year by the weighted average number of ordinary shares in issue during the financial year.

|   | THE GROUP   |             |
|---|-------------|-------------|
|   | 2025        | 2024        |
| Profit after taxation (RM)                          | 13,980,597  | 18,275,781  |
| Weighted average number of ordinary shares in issue | 308,232,783 | 308,232,783 |
| Basic earnings per share (sen)                      | 4.54        | 5.93        |

(b) Diluted Earnings Per Share

The diluted earnings per share is equal to the basic earnings per share because there were no potential ordinary shares during the financial year.

**34. DIVIDENDS**

|  | THE GROUP/THE COMPANY |            |
|--|-----------------------|------------|
|  | 2025<br>RM            | 2024<br>RM |
| First single-tier interim dividend of 0.50 (2024 – 1.00) sen per ordinary share in respect of the current financial year | 1,541,164             | 3,082,328  |
| Second single-tier interim dividend of Nil (2024 – 1.00) sen per ordinary share in respect of the current financial year | -                     | 3,082,328  |
|  | 1,541,164             | 6,164,656  |

**35. CASH FLOW INFORMATION**

(a) The cash disbursed for the purchase of property, plant and equipment is as follows:-

|   | THE GROUP    |             |
|---|--------------|-------------|
|   | 2025<br>RM   | 2024<br>RM  |
| Cost of property, plant and equipment purchased (Note 7)        | 52,933,710   | 6,114,231   |
| Acquired through hire purchase arrangements (Note 35(b))        | (10,188,859) | (5,106,280) |
| Other payables – balances remained unpaid at financial year end | (18,713,920) | (360,889)   |
| Payments in respect of the previous financial year's purchases  | 360,889      | -           |
|   | 24,391,820   | 647,062     |

**35. CASH FLOW INFORMATION (CONT'D)**

(b) The reconciliations of liabilities arising from financing activities are as follows:-

|   | THE GROUP | TERM LOANS<br>(SECURED)<br>RM | HIRE<br>PURCHASE<br>PAYABLES<br>RM | BANKERS'<br>ACCEPTANCES<br>(SECURED)<br>RM | AMOUNTS<br>OWING TO<br>RELATED<br>COMPANIES<br>RM | TOTAL<br>RM  |
|---|-----------|-------------------------------|------------------------------------|--|---|--------------|
| <b>2025</b>   |           |                               |                                    |  |   |              |
| At 1 January  |           | 23,031,416                    | 6,399,119                          | 55,054,000                                 | 137,476   | 84,622,011   |
| <u>Changes in Financing Cash Flows</u>  |           |                               |                                    |  |   |              |
| Net repayment of borrowing  |           | -                             | -                                  | (5,706,000)                                | -   | (5,706,000)  |
| Repayment of principal  |           | (5,235,855)                   | (4,952,892)                        | -  | -   | (10,188,747) |
| Repayment of interests  |           | (1,505,921)                   | (616,517)                          | (2,523,433)                                | -   | (4,645,871)  |
| Advances from related companies   |           | -                             | -                                  | -  | 122,899   | 122,899      |
| Proceeds from drawdown  |           | 15,806,600                    | -                                  | -  | -   | 15,806,600   |
|   |           | 9,064,824                     | (5,569,409)                        | (8,229,433)                                | 122,899   | (4,611,119)  |
| <u>Other Changes</u>  |           |                               |                                    |  |   |              |
| Acquisition of new hire purchase arrangements for assets purchased in current financial year (Note 35(a)) |           | -                             | 10,188,859                         | -  | -   | 10,188,859   |
| Interest expenses recognised in profit or loss  |           | 1,505,921                     | 616,517                            | 2,523,433                                  | -   | 4,645,871    |
|   |           | 1,505,921                     | 10,805,376                         | 2,523,433                                  | -   | 14,834,730   |
| At 31 December  |           | 33,602,161                    | 11,635,086                         | 49,348,000                                 | 260,375   | 94,845,622   |

35. CASH FLOW INFORMATION (CONT'D)

(b) The reconciliations of liabilities arising from financing activities are as follows (Cont'd):-

| THE GROUP   | TERM LOANS<br>(SECURED)<br>RM | HIRE<br>PURCHASE<br>PAYABLES<br>RM | BANKERS'<br>ACCEPTANCES<br>(SECURED)<br>RM | BANKERS'<br>OVERDRAFTS<br>(SECURED)<br>RM | AMOUNTS<br>OWING TO<br>RELATED<br>COMPANIES<br>RM | TOTAL<br>RM |
|---|-------------------------------|------------------------------------|--|---|---|-------------|
| <b>2024</b>   |                               |                                    |  |   |   |             |
| At 1 January  | 27,101,168                    | 4,993,772                          | 51,439,000                                 | *   | 106,354   | 83,640,294  |
| <u>Changes in Financing Cash Flows</u>  |                               |                                    |  |   |   |             |
| Net drawdown of borrowing   | -                             | -                                  | 3,615,000                                  | -   | -   | 3,615,000   |
| Repayment of principal  | (4,069,752)                   | (3,700,933)                        | -  | -   | -   | (7,770,685) |
| Repayment of interests  | (1,626,784)                   | (383,146)                          | (2,771,049)                                | (890)                                     | -   | (4,781,869) |
| Advances from related companies   | -                             | -                                  | -  | -   | 31,122  | 31,122      |
|   | (5,696,536)                   | (4,084,079)                        | 843,951                                    | (890)                                     | 31,122  | (8,906,432) |
| <u>Other Changes</u>  |                               |                                    |  |   |   |             |
| Acquisition of new hire purchase arrangements for assets purchased in current financial year (Note 35(a)) | -                             | 5,106,280                          | -  | -   | -   | 5,106,280   |
| Interest expenses recognised in profit or loss  | 1,626,784                     | 383,146                            | 2,771,049                                  | 890                                       | -   | 4,781,869   |
|   | 1,626,784                     | 5,489,426                          | 2,771,049                                  | 890                                       | -   | 9,888,149   |
| At 31 December  | 23,031,416                    | 6,399,119                          | 55,054,000                                 | *   | 137,476   | 84,622,011  |

\* Bank overdrafts form part of the cash and cash equivalents, therefore, no movement is presented.

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35. CASH FLOW INFORMATION (CONT'D)

- (c) The total cash outflows for leases as a lessee are as follows:-

|                             | THE GROUP  |            |
|-----------------------------|------------|------------|
|                             | 2025<br>RM | 2024<br>RM |
| Payment of short-term lease | 820        | 820        |

- (d) The cash and cash equivalents comprise the following:-

|  | THE GROUP  |            | THE COMPANY |            |
|--|------------|------------|-------------|------------|
|  | 2025<br>RM | 2024<br>RM | 2025<br>RM  | 2024<br>RM |
| Fixed deposits with licensed banks   | 19,045,463 | 18,040,000 | -           | -          |
| Cash and bank balances   | 52,819,169 | 49,208,444 | 17,596,112  | 13,095,051 |
|  | 71,864,632 | 67,248,444 | 17,596,112  | 13,095,051 |
| Less: Fixed deposits pledged to a licensed bank and with tenure exceeding 3 months (Note 16) | (40,000)   | (40,000)   | -           | -          |
|  | 71,824,632 | 67,208,444 | 17,596,112  | 13,095,051 |

36. RELATED PARTY DISCLOSURES

(a) Holding Companies and Subsidiaries

The holding companies are disclosed in Note 2 to the financial statements.

The subsidiaries are disclosed in Note 6 to the financial statements.

(b) Significant Related Party Transactions and Balances

In addition to the related party transactions information disclosed in the statements of cash flows, the Group and the Company also carried out the following significant transactions with the related parties during the financial year:-

|                                    | THE GROUP     |               | THE COMPANY |              |
|------------------------------------|---------------|---------------|-------------|--------------|
|                                    | 2025<br>RM    | 2024<br>RM    | 2025<br>RM  | 2024<br>RM   |
| <b>Immediate holding company</b>   |               |               |             |              |
| Sales of goods                     | (62,926,585)  | (68,777,712)  | -           | -            |
| Purchase of goods                  | 73,189,376    | 52,651,228    | -           | -            |
| <b>Subsidiary</b>                  |               |               |             |              |
| Dividend income                    | -             | -             | (5,311,356) | (18,589,747) |
| Management fee received/receivable | -             | -             | (360,000)   | (360,000)    |
| <b>Fellow subsidiaries</b>         |               |               |             |              |
| Sales of goods                     | (286,274,045) | (240,310,287) | -           | -            |
| Purchase of goods                  | 9,905,684     | 11,513,688    | -           | -            |

The significant outstanding balances of the related parties together with their terms and conditions are disclosed in Notes 13, 14 and 25 to the financial statements.

**37. CAPITAL COMMITMENTS**

|   | THE GROUP  |            |
|---|------------|------------|
|   | 2025<br>RM | 2024<br>RM |
| Purchase of property, plant and equipment | 17,414,837 | 9,549,062  |

**38. OPERATING SEGMENTS**

**(a) Business Segment and Geographical Information**

The Group operates predominantly in one business segment in Malaysia. Accordingly, the information by business and geographical segments is not presented.

**(b) Major Customers**

The following are major customers with revenue equal to or more than 10% of the Group's total revenue:-

|            | REVENUE     |            |
|------------|-------------|------------|
|            | 2025<br>RM  | 2024<br>RM |
| Customer A | 86,942,701  | 90,546,382 |
| Customer B | 119,765,725 | 89,056,285 |
| Customer C | 73,521,025  | 52,875,535 |
| Customer D | 62,926,542  | 68,777,712 |

**39. FINANCIAL INSTRUMENTS**

The activities of the Group and of the Company are exposed to a variety of market risk (including foreign currency risk, interest rate risk and price risk), credit risk and liquidity risk. The overall financial risk management policy focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group and of the Company.

**39.1 FINANCIAL RISK MANAGEMENT POLICIES**

The policies in respect of the major areas of treasury activity are as follows:-

**(a) Market Risk**

**(i) Foreign Currency Risk**

The Group and the Company do not have any transactions or balances denominated in foreign currencies and hence, are not exposed to foreign currency risk.

**(ii) Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The exposure to interest rate risk arises mainly from long-term borrowings with variable rates. The Group adopts a policy of obtaining the most favourable interest rates available and by maintaining a balanced portfolio of fixed and floating rate borrowings.

The fixed rate debt instruments of the Group are not subject to interest rate risk since neither carrying amounts nor the future cash flows will fluctuate because of a change in market interest rates.

The exposure to interest rate risk based on the carrying amounts of the financial instruments at the end of the reporting period is disclosed in Notes 22 and 26 to the financial statements.

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39. FINANCIAL INSTRUMENTS (CONT'D)

39.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(a) Market Risk (Cont'd)

(ii) Interest Rate Risk (Cont'd)

*Interest Rate Risk Sensitivity Analysis*

The following table details the sensitivity analysis to a reasonably possible change in the interest rates at the end of the reporting period, with all other variables held constant:-

|  | THE GROUP  |            |
|--|------------|------------|
|  | 2025<br>RM | 2024<br>RM |
| <b>Effects on Profit After Taxation</b>              |            |            |
| Increase of 25 basis points (2024 – 26 basis points) | -149,114   | -151,420   |
| Decrease of 25 basis points (2024 – 26 basis points) | +149,114   | +151,420   |

(iii) Price Risk

The exposure to price risk arises mainly from changes in prices of money market funds of the Group and of the Company.

*Price Risk Sensitivity Analysis*

Any reasonably possible change in the prices of money market funds at the end of the reporting period does not have a material impact on the profit after taxation and other comprehensive income of the Group and of the Company and hence, no sensitivity analysis is presented. There is no impact on the equity of the Group and of the Company.

(b) Credit Risk

The exposure to credit risk, or the risk of counterparties defaulting, arises mainly from trade receivables, other receivables and amounts owing by related companies. The Group and the Company manage their exposures to credit risk by the application of credit approvals, credit limits and monitoring procedures on an ongoing basis. For other financial assets (including cash and bank balances), the Group and the Company minimise credit risk by dealing exclusively with high credit rating counterparties.

Also, the Company's exposure to credit risk includes corporate guarantee given to financial institutions for credit facilities granted to a subsidiary. The Company monitors the ability of the subsidiary to serve its loans on an individual basis.

(i) Credit Risk Concentration Profile

At the end of the reporting period, the Group's and the Company's major concentration of credit risk relates to the amounts owing by 3 (2024 – 4) customers and 1 (2024 – Nil) customer respectively which constituted approximately 95% (2024 – 96%) and 100% (2024 – Nil) of its trade receivables (including related companies), net of loss allowance.

(ii) Maximum Exposure to Credit Risk

At the end of the reporting period, the maximum exposure to credit risk is represented by the carrying amount of each class of financial assets recognised in the statement of financial position of the Group and of the Company after deducting any allowance for impairment losses (where applicable).

### 39. FINANCIAL INSTRUMENTS (CONT'D)

#### 39.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

##### (b) Credit Risk (Cont'd)

###### (ii) Maximum Exposure to Credit Risk (Cont'd)

In addition, the Company's maximum exposure to credit risk also includes corporate guarantees provided to its subsidiary of RM86,703,102 (2024 – RM81,686,844), representing the outstanding banking facilities of the subsidiary as at the end of the reporting period. These corporate guarantees have not been recognised in the Company's financial statements since their fair values on initial recognition were not material.

###### (iii) Assessment of Impairment Losses

The Group and the Company have an informal credit policy in place and the exposure to credit risk is monitored on an on-going basis through periodic review of the ageing of the receivables. The Group and the Company closely monitor the receivables' financial strength to reduce the risk of loss.

At each reporting date, the Group and the Company evaluate whether any of the financial assets at amortised cost are credit impaired.

The gross carrying amounts of financial assets are written off against the associated impairment, if any, when there is no reasonable expectation of recovery despite the fact that they are still subject to enforcement activities.

A financial asset is credit impaired when any of the following events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred:

- Significant financial difficulty of the receivable;
- A breach of contract, such as a default or past due event;
- Restructuring of a debt in relation to the receivable's financial difficulty; or
- It is becoming probable that the receivable will enter bankruptcy or other financial reorganisation.

The Group and the Company consider a receivable to be in default when the receivable is unlikely to repay its debt to the Group and the Company in full or is more than 90 days past due unless the Group and the Company have reasonable and supportable information to demonstrate that a more lagging default criterion is more appropriate.

##### Trade Receivables and Amounts Owing by Related Companies

The Group and the Company apply the simplified approach to measure expected credit losses using a lifetime expected credit loss allowance for all trade receivables (including related companies).

##### *Inputs, Assumptions and Techniques Used for Estimating Impairment Losses*

To measure the expected credit losses, trade receivables (including related companies) have been grouped based on shared credit risk characteristics and the days past due.

The Group and the Company measure the expected credit losses of certain major customers, trade receivables that are credit impaired and trade receivables with a high risk of default on an individual basis.

The expected loss rates are based on the payment profiles of sales over 36 months (2024 – 36 months) before the reporting date and the corresponding historical credit losses experienced within this period. For trade receivables, the historical loss rates were not adjusted to reflect forward-looking information on macroeconomic factors affecting the ability of the trade receivables to settle their debts as the Group has not identified any forward-looking assumptions that correlate to the historical loss rates. For amounts owing by related companies, the historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the trade receivables to settle their debts using the linear regressive analysis. The Group has identified the unemployment rate as the key macroeconomic factor of the forward-looking information while the Company has not identified any forward-looking assumptions that correlate to the historical loss rates.

There are no significant changes in the estimation techniques and assumptions as compared to the previous financial year.

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39. FINANCIAL INSTRUMENTS (CONT'D)

39.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(b) Credit Risk (Cont'd)

(iii) Assessment of Impairment Losses (Cont'd)

Trade Receivables and Amounts Owing by Related Companies (Cont'd)

*Allowance for Impairment Losses*

The reconciliations of allowance for impairment losses are as follows:-

| THE GROUP   | NON-CREDIT<br>IMPAIRED<br>RM |
|---|------------------------------|
| <u>Trade Receivables</u>                            |                              |
| Balance at 1.1.2024/31.12.2024/ 1.1.2025/31.12.2025 | 301,724                      |
| <u>Amounts Owing by Related Companies</u>           |                              |
| Balance at 1.1.2024                                 | 875,390                      |
| Reversal  | (875,390)                    |
| Balance at 31.12.2024/1.1.2025/31.12.2025           | -                            |

The information about the credit exposure and loss allowances recognised for trade receivables (including related companies) are as follows:-

| THE GROUP                  | GROSS<br>AMOUNT<br>RM | LIFETIME<br>COLLECTIVE<br>ALLOWANCE<br>RM | CARRYING<br>AMOUNT<br>RM |
|----------------------------|-----------------------|---|--------------------------|
| <b>2025</b>                |                       |   |                          |
| Current (not past due)     | 97,927,747            | (167,167)                                 | 97,760,580               |
| 1 to 30 days past due      | 13,066,560            | (22,313)                                  | 13,044,247               |
| 31 to 60 days past due     | 7,584,300             | (12,952)                                  | 7,571,348                |
| 61 to 90 days past due     | 105,600               | (180)                                     | 105,420                  |
| More than 90 days past due | 99,112                | (99,112)                                  | -                        |
|                            | <b>118,783,319</b>    | <b>(301,724)</b>                          | <b>118,481,595</b>       |

| THE GROUP              | GROSS<br>AMOUNT<br>RM | LIFETIME<br>COLLECTIVE<br>ALLOWANCE<br>RM | CARRYING<br>AMOUNT<br>RM |
|------------------------|-----------------------|---|--------------------------|
| <b>2024</b>            |                       |   |                          |
| Current (not past due) | 95,334,578            | (268,010)                                 | 95,066,568               |
| 1 to 30 days past due  | 11,164,824            | (31,534)                                  | 11,133,290               |
| 31 to 60 days past due | 1,940                 | (1,940)                                   | -                        |
| 61 to 90 days past due | 240                   | (240)                                     | -                        |
|                        | <b>106,501,582</b>    | <b>(301,724)</b>                          | <b>106,199,858</b>       |

**39. FINANCIAL INSTRUMENTS (CONT'D)**

**39.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)**

**(b) Credit Risk (Cont'd)**

(iii) Assessment of Impairment Losses (Cont'd)

Trade Receivables and Amounts Owing by Related Companies (Cont'd)

*Allowance for Impairment Losses (Cont'd)*

The information about the credit exposure and loss allowances recognised for trade receivables (including related companies) are as follows (Cont'd):-

| THE GROUP              | GROSS<br>AMOUNT<br>RM | LIFETIME<br>COLLECTIVE<br>ALLOWANCE<br>RM | CARRYING<br>AMOUNT<br>RM |
|------------------------|-----------------------|---|--------------------------|
| <b>2025</b>            |                       |   |                          |
| Current (not past due) | <b>30,000</b>         | -   | <b>30,000</b>            |

Trade receivables (including related companies) that are collectively determined to be impaired relate to expected credit losses measured based on the Group's observed default rates.

The Company believes that no impairment allowance is necessary in respect of its trade receivable (including related company) because the probability of default by this receivable was negligible. It is a good customer with good payment records.

There has been no significant change in the gross amounts of trade receivables (including related companies) that has impacted the allowance for impairment losses.

Other Receivables

Other receivables are also subject to the impairment requirements of MFRS 9. However, the balance is immaterial and hence, it is not provided for.

Fixed Deposits with Licensed Banks, Cash and Bank Balances

The Group and the Company consider the licensed banks to be of low credit risk. In addition, some of the bank balances are insured by Government agencies. Therefore, the Group and the Company are of the view that the loss allowance is immaterial and is therefore not provided for.

Amounts Owing by Related Parties (Non-trade Balances)

The Group considers amounts owing by related parties (non-trade) to be of low credit risk. As the Group is able to determine the timing of payments from related parties (non-trade) when they are payable, the Group considers the amount outstanding to be in default when the related parties (non-trade) are not able to pay when demanded.

The Group determines the probability of default for these loans and advances individually using internal information available.

*Allowance for Impairment Losses*

Based on the assessment performed, the identified impairment loss was immaterial and hence, it is not provided for.

**39. FINANCIAL INSTRUMENTS (CONT'D)****39.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)****(b) Credit Risk (Cont'd)****(iii) Assessment of Impairment Losses (Cont'd)**Financial Guarantee Contracts

Corporate guarantees for borrowing facilities granted to a subsidiary are a financial guarantee contract.

*Inputs, Assumptions and Techniques Used for Estimating Impairment Losses*

The Company closely monitors the subsidiary's financial strength to reduce the risk of loss.

The Company considers that there is a significant increase in credit risk when a subsidiary's financial position deteriorates significantly. A financial guarantee contract is credit impaired when:

- the subsidiary is unlikely to repay its obligation to the bank in full; or
- the subsidiary is having a deficit in equity and is continuously loss making.

The Company determines the probability of default of the guaranteed amounts individually using internal information available.

*Allowance for Impairment Losses*

All of the financial guarantee contracts are considered to be performing, have low risks of default and historically there were no instances where these financial guarantee contracts were called upon by the parties to which the financial guarantee contracts were issued. Accordingly, no loss allowances were identified based on 12-month expected credit losses.

**(c) Liquidity Risk**

Liquidity risk arises mainly from general funding and business activities. The Group and the Company practise prudent risk management by maintaining sufficient cash balances and the availability of funding through certain committed credit facilities.

39. FINANCIAL INSTRUMENTS (CONT'D)

39.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(c) Liquidity Risk (Cont'd)

*Maturity Analysis*

The following table sets out the maturity profile of the financial liabilities at the end of the reporting period based on contractual undiscounted cash flows (including interest payments computed using contractual rates or, if floating, based on the rates at the end of the reporting period):-

| THE GROUP                                   | CONTRACTUAL INTEREST RATE % | CARRYING AMOUNT RM | CONTRACTUAL UNDISCOUNTED CASH FLOWS RM | WITHIN 1 YEAR RM | 1 - 5 YEARS RM | OVER 5 YEARS RM |
|---|-----------------------------|--------------------|--|------------------|----------------|-----------------|
| <b>2025</b>                                 |                             |                    |  |                  |                |                 |
| <u>Non-derivative Financial Liabilities</u> |                             |                    |  |                  |                |                 |
| Trade payables                              | -                           | 102,562,167        | 102,562,167                            | 102,562,167      | -              | -               |
| Other payables and accruals                 | -                           | 21,563,647         | 21,563,647                             | 21,563,647       | -              | -               |
| Amounts owing to related companies          | -                           | 838,567            | 838,567                                | 838,567          | -              | -               |
| Hire purchase payables                      | 4.57 - 6.54                 | 11,635,086         | 13,154,603                             | 4,743,143        | 8,411,460      | -               |
| Term loans (secured)                        | 5.50 - 7.00                 | 33,602,161         | 45,322,678                             | 6,311,480        | 26,028,578     | 12,982,620      |
| Bankers' acceptances (secured)              | 4.53 - 4.91                 | 49,348,000         | 49,348,000                             | 49,348,000       | -              | -               |
|   |                             | 219,549,628        | 232,789,662                            | 185,367,004      | 34,440,038     | 12,982,620      |

39. FINANCIAL INSTRUMENTS (CONT'D)

39.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(c) Liquidity Risk (Cont'd)

*Maturity Analysis (Cont'd)*

The following table sets out the maturity profile of the financial liabilities at the end of the reporting period based on contractual undiscounted cash flows (including interest payments computed using contractual rates or, if floating, based on the rates at the end of the reporting period) (Cont'd):-

| THE GROUP                                   | CONTRACTUAL INTEREST RATE % | CARRYING AMOUNT RM | CONTRACTUAL UNDISCOUNTED CASH FLOWS RM | WITHIN 1 YEAR RM | 1 – 5 YEARS RM | OVER 5 YEARS RM |
|---|-----------------------------|--------------------|--|------------------|----------------|-----------------|
| <b>2024</b>                                 |                             |                    |  |                  |                |                 |
| <u>Non-derivative Financial Liabilities</u> |                             |                    |  |                  |                |                 |
| Trade payables                              | -                           | 91,715,256         | 91,715,256                             | 91,715,256       | -              | -               |
| Other payables and accruals                 | -                           | 3,805,350          | 3,805,350                              | 3,805,350        | -              | -               |
| Amounts owing to related companies          | -                           | 137,476            | 137,476                                | 137,476          | -              | -               |
| Hire purchase payables                      | 4.67 – 6.80                 | 6,399,119          | 7,141,110                              | 3,504,780        | 3,636,330      | -               |
| Term loans (secured)                        | 5.75 – 7.25                 | 23,031,416         | 31,105,554                             | 6,466,114        | 18,487,652     | 6,151,788       |
| Bankers' acceptances (secured)              | 5.06 – 5.65                 | 55,054,000         | 55,054,000                             | 55,054,000       | -              | -               |
|   |                             | 180,142,617        | 188,958,746                            | 160,682,976      | 22,123,982     | 6,151,788       |

**39. FINANCIAL INSTRUMENTS (CONT'D)**

**39.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)**

**(c) Liquidity Risk (Cont'd)**

*Maturity Analysis (Cont'd)*

The following table sets out the maturity profile of the financial liabilities at the end of the reporting period based on contractual undiscounted cash flows (including interest payments computed using contractual rates or, if floating, based on the rates at the end of the reporting period) (Cont'd):-

| THE COMPANY   | CARRYING<br>AMOUNT<br>RM | CONTRACTUAL<br>UNDISCOUNTED<br>CASH FLOWS<br>RM | WITHIN<br>1 YEAR<br>RM |
|---|--------------------------|---|------------------------|
| <b>2025</b>   |                          |   |                        |
| Other payables and accruals   | 325,600                  | 325,600   | 325,600                |
| Financial guarantee contracts in relation to corporate guarantees given to a subsidiary | -                        | 86,703,102                                      | 86,703,102             |
|   | <b>325,600</b>           | <b>87,028,702</b>                               | <b>87,028,702</b>      |
| <b>2024</b>   |                          |   |                        |
| Other payables and accruals   | 340,369                  | 340,369   | 340,369                |
| Financial guarantee contracts in relation to corporate guarantees given to a subsidiary | -                        | 81,686,844                                      | 81,686,844             |
|   | <b>340,369</b>           | <b>82,027,213</b>                               | <b>82,027,213</b>      |

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025**

**39. FINANCIAL INSTRUMENTS (CONT'D)**

**39.2 CAPITAL RISK MANAGEMENT**

The Group manages its capital to ensure that entities within the Group will be able to maintain an optimal capital structure so as to support its business and maximise shareholders value. To achieve this objective, the Group may make adjustments to the capital structure in view of changes in economic conditions, such as adjusting the amount of dividend payment, returning of capital to shareholders or issuing new shares.

The Group manages its capital based on debt-to-equity ratio that complies with debt covenants and regulatory, if any. The debt-to-equity ratio is calculated as net debt divided by total equity. The Group includes within net debt, interest-bearing loans and borrowings, less cash and cash equivalents. Capital includes equity attributable to the owners of the parent. The debt-to-equity ratio of the Group at the end of the reporting period is as follows:-

|  | THE GROUP    |              | THE COMPANY  |              |
|--|--------------|--------------|--------------|--------------|
|  | 2025<br>RM   | 2024<br>RM   | 2025<br>RM   | 2024<br>RM   |
| Hire purchase payables (Note 21)                 | 11,635,086   | 6,399,119    | -            | -            |
| Term loans (secured) (Note 22)                   | 33,602,161   | 23,031,416   | -            | -            |
| Bankers' acceptances (secured)<br>(Note 26)      | 49,348,000   | 55,054,000   | -            | -            |
|  | 94,585,247   | 84,484,535   | -            | -            |
| Less: Cash and cash equivalents<br>(Note 35 (d)) | (71,824,632) | (67,208,444) | (17,596,112) | (13,095,051) |
| Net debt   | 22,760,615   | 17,276,091   | (17,596,112) | (13,095,051) |
| Total equity                                     | 138,154,816  | 125,715,383  | 93,788,668   | 89,813,461   |
| Debt-to-equity ratio                             | 0.16         | 0.14         | *            | *            |

\* Not applicable as the Company has no borrowings

There were no changes in the approach to capital management during the financial year.

39. FINANCIAL INSTRUMENTS (CONT'D)

39.3 CLASSIFICATION OF FINANCIAL INSTRUMENTS

|   | THE GROUP          |             | THE COMPANY       |            |
|---|--------------------|-------------|-------------------|------------|
|   | 2025<br>RM         | 2024<br>RM  | 2025<br>RM        | 2024<br>RM |
| <b>Financial Assets</b>                         |                    |             |                   |            |
| <u>Fair Value through Profit or Loss</u>        |                    |             |                   |            |
| Short-term investments (Note 15)                | <b>861,591</b>     | 1,770,329   | <b>307,840</b>    | 844,463    |
| <u>Amortised Cost</u>                           |                    |             |                   |            |
| Trade receivables (Note 11)                     | <b>4,524,544</b>   | 2,714,478   | -                 | -          |
| Other receivables and deposits<br>(Note 12)     | <b>898,124</b>     | 816,944     | -                 | -          |
| Amounts owing by related<br>companies (Note 13) | <b>113,957,051</b> | 103,775,084 | <b>30,000</b>     | -          |
| Amounts owing by a related party<br>(Note 14)   | <b>2,196</b>       | -           | -                 | -          |
| Fixed deposits with licensed banks<br>(Note 16) | <b>19,045,463</b>  | 18,040,000  | -                 | -          |
| Cash and bank balances                          | <b>52,819,169</b>  | 49,208,444  | <b>17,596,112</b> | 13,095,051 |
|   | <b>191,246,547</b> | 174,554,950 | <b>17,626,112</b> | 13,095,051 |
| <b>Financial Liabilities</b>                    |                    |             |                   |            |
| <u>Amortised Cost</u>                           |                    |             |                   |            |
| Trade payables (Note 23)                        | <b>102,562,167</b> | 91,715,256  | -                 | -          |
| Other payables and accruals<br>(Note 24)        | <b>21,563,647</b>  | 3,805,350   | <b>325,600</b>    | 340,369    |
| Amounts owing to related<br>companies (Note 25) | <b>838,567</b>     | 137,476     | -                 | -          |
| Hire purchase payables (Note 21)                | <b>11,635,086</b>  | 6,399,119   | -                 | -          |
| Term loans (secured) (Note 22)                  | <b>33,602,161</b>  | 23,031,416  | -                 | -          |
| Bankers' acceptances (secured)<br>(Note 26)     | <b>49,348,000</b>  | 55,054,000  | -                 | -          |
|   | <b>219,549,628</b> | 180,142,617 | <b>325,600</b>    | 340,369    |

NOTES TO THE FINANCIAL STATEMENTS  
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39. FINANCIAL INSTRUMENTS (CONT'D)

39.4 GAINS OR LOSSES ARISING FROM FINANCIAL INSTRUMENTS

|  | THE GROUP          |             | THE COMPANY    |            |
|--|--------------------|-------------|----------------|------------|
|  | 2025<br>RM         | 2024<br>RM  | 2025<br>RM     | 2024<br>RM |
| <b>Financial Assets</b>                  |                    |             |                |            |
| <u>Fair Value through Profit or Loss</u> |                    |             |                |            |
| Net gains recognised in profit or loss   | <b>1,091,263</b>   | 374,401     | <b>463,377</b> | 343,601    |
| <u>Amortised Cost</u>                    |                    |             |                |            |
| Net gains recognised in profit or loss   | <b>1,586,747</b>   | 1,556,924   | <b>748</b>     | -          |
| <b>Financial Liabilities</b>             |                    |             |                |            |
| <u>Amortised Cost</u>                    |                    |             |                |            |
| Net losses recognised in profit or loss  | <b>(4,645,871)</b> | (4,781,869) | -              | -          |

39.5 FAIR VALUE INFORMATION

The fair values of the financial assets and financial liabilities of the Group and of the Company which are maturing within the next 12 months approximated their carrying amounts due to the relatively short-term maturity of the financial instruments or repayable on demand terms.

39. FINANCIAL INSTRUMENTS (CONT'D)

39.5 FAIR VALUE INFORMATION (CONT'D)

The following table sets out the fair value profile of financial instruments that are carried at fair value and those not carried at fair value at the end of the reporting period:-

| THE GROUP                           | FAIR VALUE OF FINANCIAL INSTRUMENTS CARRIED AT FAIR VALUE |           |         | FAIR VALUE OF FINANCIAL INSTRUMENTS NOT CARRIED AT FAIR VALUE |            |         | TOTAL FAIR VALUE | CARRYING AMOUNT |
|-------------------------------------|---|-----------|---------|---|------------|---------|------------------|-----------------|
|                                     | LEVEL 1   | LEVEL 2   | LEVEL 3 | LEVEL 1   | LEVEL 2    | LEVEL 3 |                  |                 |
|                                     | RM  | RM        | RM      | RM  | RM         | RM      |                  |                 |
| <b>2025</b>                         |   |           |         |   |            |         |                  |                 |
| <u>Financial Asset</u>              |   |           |         |   |            |         |                  |                 |
| Short-term investments              |   |           |         |   |            |         |                  |                 |
| - Fair value through profit or loss | -   | 861,591   | -       | -   | -          | -       | 861,591          | 861,591         |
| <u>Financial Liabilities</u>        |   |           |         |   |            |         |                  |                 |
| Term loans (secured)                | -   | -         | -       | -   | 33,602,161 | -       | 33,602,161       | 33,602,161      |
| Hire purchase payables              | -   | -         | -       | -   | 13,024,955 | -       | 13,024,955       | 11,635,086      |
|                                     | -   | -         | -       | -   | 46,627,116 | -       | 46,627,116       | 45,237,247      |
| <b>2024</b>                         |   |           |         |   |            |         |                  |                 |
| <u>Financial Asset</u>              |   |           |         |   |            |         |                  |                 |
| Short-term investments              |   |           |         |   |            |         |                  |                 |
| - Fair value through profit or loss | -   | 1,770,329 | -       | -   | -          | -       | 1,770,329        | 1,770,329       |
| <u>Financial Liabilities</u>        |   |           |         |   |            |         |                  |                 |
| Term loans (secured)                | -   | -         | -       | -   | 23,031,416 | -       | 23,031,416       | 23,031,416      |
| Hire purchase payables              | -   | -         | -       | -   | 6,399,119  | -       | 6,399,119        | 6,399,119       |
|                                     | -   | -         | -       | -   | 29,430,535 | -       | 29,430,535       | 29,430,535      |

NOTES TO THE FINANCIAL STATEMENTS  
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39. FINANCIAL INSTRUMENTS (CONT'D)

39.5 FAIR VALUE INFORMATION (CONT'D)

The following table sets out only the fair value profile of financial instruments that are carried at fair value at the end of the reporting period (Cont'd):-

| THE COMPANY                         | FAIR VALUE OF FINANCIAL INSTRUMENTS CARRIED AT FAIR VALUE |            |            | TOTAL FAIR VALUE RM | CARRYING AMOUNT RM |
|-------------------------------------|---|------------|------------|---------------------|--------------------|
|                                     | LEVEL 1 RM  | LEVEL 2 RM | LEVEL 3 RM |                     |                    |
| <b>2025</b>                         |   |            |            |                     |                    |
| <u>Financial Asset</u>              |   |            |            |                     |                    |
| Short-term investments              |   |            |            |                     |                    |
| - Fair value through profit or loss | -   | 307,840    | -          | 307,840             | 307,840            |
| <b>2024</b>                         |   |            |            |                     |                    |
| <u>Financial Liabilities</u>        |   |            |            |                     |                    |
| Short-term investments              |   |            |            |                     |                    |
| - Fair value through profit or loss | -   | 844,463    | -          | 844,463             | 844,463            |

(a) Fair Value of Financial Instruments Carried at Fair Value

- (i) The fair value of money market funds is determined by reference to statements provided by the respective financial institutions, with which the investments were entered into.
- (ii) There were no transfers between level 1 and level 2 during the financial year.

(b) Fair Value of Financial Instruments Not Carried at Fair Value

- (i) The fair value of the term loans that carry floating interest rates approximated their carrying amounts as they are repriced to market interest rates on or near the reporting date.
- (ii) The fair value of the hire purchase payables are determined by discounting the relevant future contractual cash flows using current market interest rates for similar instruments at the end of the reporting period. The interest rates used to discount the estimated cash flows are as follows:-

|                        | THE GROUP |        |
|------------------------|-----------|--------|
|                        | 2025 %    | 2024 % |
| Hire purchase payables | 5.56      | 5.29   |

**40. PRIOR YEAR ADJUSTMENTS**

The Group identified that in prior years, depreciation relating to the revalued portion of property had not been appropriately transferred from the revaluation reserve to retained profits. This resulted in an overstatement of the revaluation reserve and understatement of retained profits. In accordance with MFRS 108 *Accounting Policies, Changes in Accounting Estimates and Errors*, the comparative figures have been restated. The adjustment reflects a transfer from revaluation reserve to retained profits to correctly present distributable reserves.

The prior year adjustments represent the effects relating to the errors as disclosed below for the financial years ended ("FYE") 2023 and 2024:-

|   | AS PREVIOUSLY<br>REPORTED<br>RM | THE GROUP<br>2023<br>PRIOR YEAR<br>ADJUSTMENTS<br>RM | AS<br>RESTATED<br>RM |
|---|---------------------------------|--|----------------------|
| Statement of financial position (Extract):- |                                 |  |                      |
| Revaluation reserve                         | 11,793,613                      | (3,613,462)  | 8,180,151            |
| Retained profits                            | 15,730,986                      | 3,613,462  | 19,344,448           |

|   | AS PREVIOUSLY<br>REPORTED<br>RM | THE GROUP<br>2024<br>PRIOR YEAR<br>ADJUSTMENTS<br>RM | AS<br>RESTATED<br>RM |
|---|---------------------------------|--|----------------------|
| Statement of financial position (Extract):- |                                 |  |                      |
| Revaluation reserve                         | 11,793,613                      | (5,219,445)  | 6,574,168            |
| Retained profits                            | 27,842,111                      | 5,219,445  | 33,061,556           |

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025**

**41. COMPARATIVE FIGURES**

The following figures have been reclassified to conform with the presentation of the current financial year:-

|                                     | THE GROUP                          |                      |
|-------------------------------------|------------------------------------|----------------------|
|                                     | AS<br>PREVIOUSLY<br>REPORTED<br>RM | AS<br>RESTATED<br>RM |
| Statement of cash flows (Extract):- |                                    |                      |
| Net cash from operating activities  | 30,846,685                         | 30,165,151           |
| Net cash from investing activities  | 2,552,064                          | 3,233,598            |

# DISCLOSURE OF FINANCIAL DATA FOR SHARIAH SCREENING

Pursuant to Paragraph 9.25A of the MAIN Market Listing Requirements, below are the financial data that are relevant for purpose of Shariah screening by the Shariah Advisory Council of the Securities Commission Malaysia. These include financial data on Shariah non-permissible income arising from the Group's business activities and interest-based financial position.

## (a) Group Total Income and Total Assets

|                         | Remark | Group              |                    |
|-------------------------|--------|--------------------|--------------------|
|                         |        | 2025 (RM)          | 2024 (RM)          |
| <b>Total Income</b>     |        |                    |                    |
| Revenue                 |        | 487,396,349        | 455,421,447        |
| Other Income            |        | 35,264,449         | 27,297,591         |
| Interest/Finance Income |        | 1,587,446          | 682,231            |
| Dividend Income         |        | 74,397             | 68,939             |
| <b>Total</b>            |        | <b>524,322,641</b> | <b>483,470,208</b> |
| <b>Total Assets</b>     |        | <b>373,227,438</b> | <b>323,587,376</b> |

## (b) Business Activities

|   | Remark | Group            |                |
|---|--------|------------------|----------------|
|   |        | 2025 (RM)        | 2024 (RM)      |
| <b>Shariah Non-Compliant Activities</b> |        |                  |                |
| Interest income                         |        | 1,140,655        | 262,622        |
| <b>Total</b>                            |        | <b>1,140,655</b> | <b>262,622</b> |

## (c) Component of Financial Position

### (i) Cash Component

|                                    | Remark | Group             |                   |
|------------------------------------|--------|-------------------|-------------------|
|                                    |        | 2025 (RM)         | 2024 (RM)         |
| <b>Islamic Account/Instruments</b> |        |                   |                   |
| Cash at bank                       |        | 44,959,621        | 26,136,780        |
| Deposits with licensed bank        |        | 40,000            | 40,000            |
| <b>Total Cash</b>                  |        | <b>44,999,621</b> | <b>26,176,780</b> |

## DISCLOSURE OF FINANCIAL DATA FOR SHARIAH SCREENING

## (c) Component of Financial Position (Cont'd)

## (i) Cash Component (Cont'd)

| Conventional Account/Instruments | Remarks    | Group             |                   |
|----------------------------------|------------|-------------------|-------------------|
|                                  |            | 2025<br>(RM)      | 2024<br>(RM)      |
| Cash at bank                     |            | 7,853,398         | 23,063,114        |
| Deposits with licensed bank      |            | 19,005,463        | 18,000,000        |
| Money market instruments         |            | 861,591           | 1,770,329         |
| Other cash equivalents           | Petty Cash | 6,150             | 8,551             |
| <b>Total Cash</b>                |            | <b>27,726,602</b> | <b>42,841,993</b> |

## (ii) Debt Component

| Islamic Financing      | Remark | Group             |                   |
|------------------------|--------|-------------------|-------------------|
|                        |        | 2025<br>(RM)      | 2024<br>(RM)      |
| <b>Current</b>         |        |                   |                   |
| Banker's acceptances   |        | 18,064,000        | 23,959,000        |
| Hire purchase payables |        | 94,282            | 730,756           |
| Term loans             |        | 2,487,618         | 2,477,280         |
| <b>Non-current</b>     |        |                   |                   |
| Hire purchase payables |        | 314,977           | -                 |
| Term loans             |        | 18,374,543        | 5,354,136         |
| <b>Total Financing</b> |        | <b>39,335,420</b> | <b>32,521,172</b> |

| Conventional Financing | Remark | Group             |                   |
|------------------------|--------|-------------------|-------------------|
|                        |        | 2025<br>(RM)      | 2024<br>(RM)      |
| <b>Current</b>         |        |                   |                   |
| Banker's acceptances   |        | 31,284,000        | 31,095,000        |
| Hire purchase payables |        | 3,967,433         | 2,416,760         |
| Term loans             |        | 2,460,000         | 2,460,000         |
| <b>Non-current</b>     |        |                   |                   |
| Hire purchase payables |        | 7,258,394         | 3,251,603         |
| Term loans             |        | 10,280,000        | 12,740,000        |
| <b>Total Financing</b> |        | <b>55,249,827</b> | <b>51,963,363</b> |

# LIST OF PROPERTIES

AS AT 31 DECEMBER 2025

The top 10 properties of the Group in terms of highest net book value as at 31 December 2025 are as follows:

| Registered Owner and Location  | Existing use / Description                      | Land Area and Tenure         | Revaluation Date | Approximate age of buildings (years) | Net book value (RM) |
|--|---|------------------------------|------------------|--------------------------------------|---------------------|
| 1 TECK PING CHAN AGRICULTURE SDN BHD<br>Lot No. 3047 (Formerly Lot 659)<br>Lot No. 3015 (Formerly Lot 660)<br>Mukim of Melekek<br>District of Alor Gajah, Melaka | Agriculture land use as layer poultry farm      | 27.481 hectares<br>Freehold  | 1.11.2021        | 10 to 39                             |                     |
| 2 TECK PING CHAN AGRICULTURE SDN BHD<br>Lot No. 96 & 97, Mukim of Melekek<br>District of Alor Gajah, Melaka  | Agriculture land use as layer poultry farm      | 5.6959 hectares<br>Freehold  | 1.11.2021        | 11 to 36                             | 30,230,892.22       |
| 3 TECK PING CHAN AGRICULTURE SDN BHD<br>Lot No. 125, 126 and 127<br>Mukim of Sungai Buloh<br>District of Alor Gajah, Melaka                                      | Agriculture land use as layer poultry farm      | 11.2171 hectares<br>Freehold | 1.11.2021        | 11 to 36                             |                     |
| 4 TECK PING CHAN AGRICULTURE SDN BHD<br>Lot 1530, 1531, 1532, 1521<br>Mukim Titian Bintangor,<br>District of Rembau, Negeri Sembilan                             | Agriculture land use as layer poultry farm      | 16.2025 hectares<br>Freehold | N/A              | 1                                    | 17,916,643.15       |
| 5 MESTIKA ARIF SDN BHD<br>Lot No. 2141 - 2149<br>(Formerly PT 303 - 311)<br>Mukim of Taboh Naning<br>District of Alor Gajah, Melaka                              | Agriculture land with oil palm trees            | 31.723 hectares<br>Freehold  | 1.11.2021        | N/A                                  | 10,190,000.00       |
| 6 TECK PING CHAN AGRICULTURE SDN BHD<br>Geran No. Hakmilik 61725, Lot 1409<br>Mukim Titian Bintangor,<br>District of Rembau, Negeri Sembilan                     | Agriculture land use as layer poultry farm      | 3.8698 hectares<br>Freehold  | 1.11.2021        | 9                                    | 6,108,351.39        |
| 7 TECK PING CHAN AGRICULTURE SDN BHD<br>Lot 1313, Mukim Sungai Baru Ulu,<br>District of Alor Gajah, Melaka   | Agriculture land use as layer poultry farm      | 13.8605 hectares<br>Freehold | N/A              | N/A                                  | 4,966,250.00        |
| 8 TECK PING CHAN AGRICULTURE SDN BHD<br>Lot No. 1158 & 1159,<br>Mukim of Melekek<br>District of Alor Gajah, Melaka   | Agriculture land use as layer poultry farm      | 8.114 hectares<br>Freehold   | 1.11.2021        | 18                                   | 4,085,461.54        |
| 9 TECK PING CHAN AGRICULTURE SDN BHD<br>Lot 102, GM 13, Mukim Sungai Buloh<br>District of Alor Gajah, Melaka   | Agriculture land use as chicken droppings store | 2.0335 hectares<br>Freehold  | 1.11.2021        | 8                                    | 1,942,398.68        |
| 10 TECK PING CHAN AGRICULTURE SDN BHD<br>Lot No. 1512 - 1513, Mukim of Pegoh<br>District of Alor Gajah, Melaka   | Agriculture land with oil palm trees            | 4.695 hectares<br>Freehold   | 1.11.2021        | N/A                                  | 1,625,000.00        |

# ANALYSIS OF SHAREHOLDINGS

AS AT 31 MARCH 2026

|                        |                                    |
|------------------------|------------------------------------|
| No. of shares issued   | : 308,232,783                      |
| Class of shares        | : Ordinary shares                  |
| Voting rights          | : One vote for each ordinary share |
| Number of shareholders | : 1,507                            |

## SUBSTANTIAL SHAREHOLDERS ACCORDING TO THE REGISTER OF SUBSTANTIAL SHAREHOLDERS

| Name                         | Direct        |       | Indirect      |         |
|------------------------------|---------------|-------|---------------|---------|
|                              | No. of Shares | %     | No. of Shares | %       |
| 1. Huat Lai Resources Berhad | 181,920,038   | 59.02 | -             | -       |
| 2. Esprit Unity Sdn Bhd      | -             | -     | 181,920,038   | 59.02*  |
| 3. Lim Yeow Her              | -             | -     | 181,920,038   | 59.02** |
| 4. Lim Yeow Kian             | -             | -     | 181,920,038   | 59.02** |
| 5. Datuk Seri Lim Yeow Siong | -             | -     | 181,920,038   | 59.02** |

Note:

\* Deemed interested by virtue of its direct interests in Huat Lai Resources Berhad.

\*\* Deemed interested by virtue of his direct interests in Huat Lai Resources Berhad and indirect interest in Huat Lai Resources Berhad through Esprit Unity Sdn Bhd.

## ANALYSIS BY SIZE OF HOLDINGS

| Size of Holdings                             | No. of Holders | %             | No. of Shares      | %             |
|--|----------------|---------------|--------------------|---------------|
| Less than 100                                | 27             | 1.79          | 689                | 0.00          |
| 100 – 1,000                                  | 392            | 26.01         | 349,435            | 0.11          |
| 1,001 – 10,000                               | 450            | 29.86         | 2,451,338          | 0.80          |
| 10,001 – 100,000                             | 469            | 31.12         | 19,205,100         | 6.23          |
| 100,001 to less than 5% of the issued shares | 168            | 11.15         | 104,306,183        | 33.84         |
| 5% and above of the issued shares            | 1              | 0.07          | 181,920,038        | 59.02         |
| <b>TOTAL</b>                                 | <b>1,507</b>   | <b>100.00</b> | <b>308,232,783</b> | <b>100.00</b> |

**THIRTY LARGEST SHAREHOLDERS**

(Without aggregating the securities from different securities accounts belonging to the same person)

| Name  | No. of Shares | %     |
|---|---------------|-------|
| 1. Huat Lai Resources Berhad  | 181,920,038   | 59.02 |
| 2. Public Nominees (Tempatan) Sdn Bhd<br>Pledged Securities Account for Yap Kee Hor (E-TJJ)   | 12,897,150    | 4.18  |
| 3. Yap Yi Xuan  | 9,950,000     | 3.23  |
| 4. Siah Tian Yee  | 9,031,900     | 2.93  |
| 5. Eng Soon Cheik   | 3,725,400     | 1.21  |
| 6. Kenanga Nominees (Tempatan) Sdn Bhd<br>Beneficiary : Chong Mei   | 3,501,500     | 1.14  |
| 7. Lim Lai Chuan  | 2,496,500     | 0.81  |
| 8. Chong Peh Chin   | 2,402,700     | 0.78  |
| 9. Eng Soon Cheik   | 2,296,200     | 0.74  |
| 10. Public Nominees (Tempatan) Sdn Bhd<br>Pledged Securities Account for Siah Tian Yee (E-TJJ)  | 1,696,700     | 0.55  |
| 11. Ng Chee Heng  | 1,500,400     | 0.49  |
| 12. Yap Kee Hor   | 1,500,000     | 0.49  |
| 13. Wong Yow Ming   | 1,400,000     | 0.45  |
| 14. Tan Lian Eng  | 1,210,600     | 0.39  |
| 15. RHB Nominees (Tempatan) Sdn Bhd<br>Pledged Securities Account for Choo Eng Ong  | 1,105,000     | 0.36  |
| 16. Public Nominees (Tempatan) Sdn Bhd<br>Pledged Securities Account for Lim Chin Lee (E-JAH)   | 1,063,800     | 0.35  |
| 17. CGS International Nominees Malaysia (Tempatan) Sdn Bhd<br>Pledged Securities Account for Lee Cheong Keat @ Lee Chong Keat (Penang-CL) | 1,000,800     | 0.32  |
| 18. Public Nominees (Tempatan) Sdn Bhd<br>Pledged Securities Account for Kean Leong Poultry Trading Sdn Bhd (E-BMM)                       | 885,600       | 0.29  |
| 19. Foong Thin Choy   | 825,000       | 0.27  |
| 20. Ong Lay Yan   | 824,500       | 0.27  |
| 21. Maybank Nominees (Tempatan) Sdn Bhd<br>Beneficiary: Khoo Eng Seng   | 800,000       | 0.26  |
| 22. Boon Seu Mui  | 783,000       | 0.25  |
| 23. Chua Kau @ Chua Kim Yan   | 783,000       | 0.25  |
| 24. Teo Boon Tong   | 776,000       | 0.25  |
| 25. Kenanga Nominees (Tempatan) Sdn Bhd<br>Beneficiary : Rakuten Trade Sdn Bhd for Ang Kang Yee   | 688,400       | 0.22  |
| 26. Chia Siew Fung  | 679,700       | 0.22  |
| 27. Teo Boon Hoo  | 668,900       | 0.22  |
| 28. Ong Yoke Fatt   | 650,000       | 0.21  |
| 29. CGS International Nominees Malaysia (Tempatan) Sdn Bhd<br>Pledged Securities Account for Chong Boon Weng (MY0970)                     | 640,100       | 0.21  |
| 30. Lee Chee Beng   | 640,033       | 0.21  |

# DIRECTORS' INTERESTS

## IN THE COMPANY AND RELATED CORPORATION

None of the Directors of the Company, nor their spouses and/or children who are not Directors of the Company, held any shares in the Company and/or its related corporations as at 31 March 2026.

# NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT the 23rd Annual General Meeting of TPC Plus Berhad ("the Company") will be held at the **CM V Room, Level 7, Courtyard by Marriott Melaka, Lorong Haji Bachee, Kampung Bukit China, 75100 Melaka, Malaysia** on **Thursday, 28 May 2026** at **12:00 noon** for the purpose of transacting the following business:

## AGENDA

### As Ordinary Business

- To receive the Audited Financial Statements for the financial year ended 31 December 2025 together with the Directors' and Auditors' Reports thereon.  
Please refer to Explanatory Note (a).
- To approve the payment of Directors' fees amounting to RM282,600.00 for the financial year ended 31 December 2025. **Resolution 1**
- To approve the payment of Directors' benefits (other than Directors' fees) to the Non-Executive Directors for the period from 29 May 2026 until the day of the next Annual General Meeting.  
Please refer to Explanatory Note (c). **Resolution 2**
- To re-elect the following Directors who are retiring by rotation in accordance with Clause 21.5 of the Company's Constitution and, being eligible, have offered themselves for re-election:
  - Datuk Lim Yew Piau **Resolution 3**
  - Mr Chong Chee Siong **Resolution 4**
- To re-elect Mr Lee Han Yung who is retiring in accordance with Clause 22.1 of the Company's Constitution and, being eligible, has offered himself for re-election. **Resolution 5**
- To re-appoint Crowe Malaysia PLT as Auditors of the Company for the financial year ending 31 December 2026 and to authorise the Directors to fix their remuneration. **Resolution 6**

### As Special Business

To consider and, if thought fit, pass the following resolutions:

- ORDINARY RESOLUTION**  
**Proposed retention of Mr Chong Chee Siong as Independent Director** **Resolution 7**  
  
"THAT subject to the passing of Resolution 4, approval be and is hereby given to Mr Chong Chee Siong who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than 9 years to continue to act as an Independent Non-Executive Director of the Company until the conclusion of next Annual General Meeting."
- ORDINARY RESOLUTION**  
**Proposed retention of Mr Chong Peng Khang as Independent Director** **Resolution 8**  
  
"THAT approval be and is hereby given to Mr Chong Peng Khang who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than 9 years to continue to act as an Independent Non-Executive Director of the Company until the conclusion of next Annual General Meeting."

## NOTICE OF ANNUAL GENERAL MEETING

9. **ORDINARY RESOLUTION**  
**Proposed renewal of shareholders' mandate on recurrent related party transactions of a revenue or trading nature** **Resolution 9**

"THAT subject always to the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, approval be and is hereby given for the renewal of the mandate to Teck Ping Chan Agriculture Sdn Bhd, a wholly-owned subsidiary of the Company, to enter into recurrent related party transactions of a revenue or trading nature as set out in Section 2.5 of the Circular to Shareholders dated 30 April 2026 with the related parties mentioned therein which are necessary for its day-to-day operations provided that the transactions are in the ordinary course of business and are on terms not more favourable to the related parties than those generally available to the public and are not to the detriment of the minority shareholders.

AND THAT such mandate shall commence immediately upon the passing of this resolution and shall continue to be in force until:

- a. the conclusion of the next Annual General Meeting ("AGM") of the Company at which time it will lapse unless by a resolution passed at the meeting the mandate is renewed;
- b. the expiration of the period within which the next AGM is required to be held pursuant to Section 340(2) of the Companies Act 2016 ("the Act") but shall not extend to such extension as may be allowed pursuant to Section 340(4) of the Act; or
- c. revoked or varied by resolution passed by the shareholders in a general meeting,

whichever is the earlier.

AND THAT the Directors of the Company be empowered to complete and do all such acts and things as they may consider expedient or necessary to give effect to the mandate and transactions contemplated and authorised by this resolution."

10. To transact any other business of the Company of which due notice shall have been given.

**FURTHER NOTICE IS HEREBY GIVEN THAT** for the purpose of determining a member who shall be entitled to attend the 23rd Annual General Meeting, the Company will be requesting Bursa Malaysia Depository Sdn Bhd, in accordance with Clause 18.7 of the Company's Constitution, to issue a General Meeting Record of Depositors as at 20 May 2026 ("the ROD"). Only a depositor whose name appears on the ROD shall be entitled to attend and vote at the 23rd Annual General Meeting or appoint proxy(ies) to attend and/or vote on his behalf.

BY ORDER OF THE BOARD

ONG SOO LENG  
 Company Secretary  
 SSM PC No. 202008002605  
 MAICSA 7018257

Melaka  
 30 April 2026

**Notes:**

- (i) A member entitled to attend and vote at the 23rd Annual General Meeting ("AGM") shall be entitled to appoint another person(s) as his proxy(ies) to exercise all or any of his rights to attend, speak and vote at the AGM. There shall be no restriction as to the qualification of the proxy(ies).
- (ii) Where a member appoints more than one proxy, the proxies shall only be entitled to vote on poll and the appointment shall not be valid unless the member specifies the proportion of his holdings to be represented by each proxy.
- (iii) Where a member is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds.
- (iv) The instrument appointing a proxy shall be in writing under the hand of the member or his attorney duly authorised in writing or, if the member is a corporation, the instrument shall be executed under its common seal or under the hand of an officer or attorney duly authorised.
- (v) The duly completed proxy form must be received by the Company at its registered office located at PT 1678, Mukim of Serkam, 77300 Merlimau, Melaka or via e-mail at [proxyform@tpc.com.my](mailto:proxyform@tpc.com.my) not less than 48 hours before the time fixed for holding the AGM or any adjournment thereof.
- (vi) Pursuant to Paragraph 8.29A(1) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, all resolutions set out in this Notice will be put to vote by poll.

**Explanatory Notes:**(a) Agenda 1

The Audited Financial Statements are laid before the meeting in pursuance of Section 340(1)(a) of the Companies Act 2016 for discussion only and do not require shareholders' approval. Hence, this matter will not be put for voting.

(b) Resolution 1 - Payment of Directors' fees

The Directors' fees amounting to RM282,600.00, if approved by shareholders, will be paid to the Directors proportionately according to their tenure as follows:

|  | Directors' fees   |
|--|-------------------|
| <b>Executive Directors at RM4,000.00 a month</b>                           |                   |
| Datuk Lim Yew Piau   | 48,000.00         |
| Mr Lim Yew Kwang   | 48,000.00         |
| Ms Lim Chian Harn  | 48,000.00         |
| <b>Non-Executive Directors at RM4,200.00 a month</b>                       |                   |
| Mr Chong Chee Siong  | 50,400.00         |
| Mr Chong Peng Khang  | 50,400.00         |
| Mr Lee Han Yung (appointed on 28 August 2025)                              | 16,800.00         |
| Tan Sri Datuk Seri (Dr.) Abu Seman bin Haji Yusop (Retired on 29 May 2025) | 21,000.00         |
| <b>TOTAL</b>   | <b>282,600.00</b> |

(c) Resolution 2 - Payment of Directors' benefits (other than Directors' fees)

The Company is seeking shareholders' approval for the payment of a meeting allowance of RM600.00 a day to Non-Executive Directors for attending meetings held during the period from 29 May 2026 until the day of the 24th AGM to be held in 2027.

## NOTICE OF ANNUAL GENERAL MEETING

(d) Resolutions 3, 4 and 5 - Re-election of retiring Directors

Pursuant to Clause 21.5 of the Company's Constitution, an election of Directors shall take place each year at the annual general meeting of the Company where 1/3 of the Directors for the time being or, if their number is not 3 or a multiple of 3, then the number nearest to 1/3 shall retire from office provided always that all Directors shall retire from office once at least in each 3 years and such retiring Directors shall be eligible for re-election.

And pursuant to Clause 22.1 of the Company's Constitution, the Board of Directors shall have the power at any time and from time to time to appoint any person as Director, either to fill a casual vacancy or as an addition to the existing Board and any Director so appointed shall hold office only until the next annual general meeting of the Company and shall then be eligible for re-election but shall not be taken into account in determining the Directors who are to retire by rotation at that meeting.

Based on the above, the Directors retiring at the Company's 23rd AGM are Datuk Lim Yew Piau and Mr Chong Chee Siong in accordance with Clause 21.5 of the Company's Constitution and Mr Lee Han Yung in accordance with Clause 22.1 of the Company's Constitution.

Assessments were carried out by the Nomination and Remuneration Committee ("NRC") on all the Directors in terms of personality, competency, commitment, independence, etc. ("the Assessment") during the financial year ended 31 December 2025. The Board was satisfied with the performance and contributions of all the Directors including Datuk Lim Yew Piau, Mr Chong Chee Siong and Mr Lee Han Yung. Therefore, the Board has endorsed the NRC's recommendation on the re-election of Datuk Lim Yew Piau, Mr Chong Chee Siong and Mr Lee Han Yung as Directors of the Company.

Further information of Datuk Lim Yew Piau, Mr Chong Chee Siong and Mr Lee Han Yung can be found in the Directors' Profile set out in the Company's Annual Report 2025.

(e) Resolution 6 - Re-appointment of Auditors

The Audit Committee has assessed the Auditors, Crowe Malaysia PLT, and was satisfied with their performance, independence and capabilities. Accordingly, the Board has endorsed the Audit Committee's recommendation for the re-appointment of Crowe Malaysia PLT as the Company's Auditors for the financial year ending 31 December 2026.

(f) Resolutions 7 and 8 - Retention of Independent Directors

Ordinary Resolutions 7 and 8, if passed, will allow Mr Chong Chee Siong and Mr Chong Peng Khang to continue acting as Independent Directors and thereby fulfil Paragraph 15.02 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad which requires a listed company to have at least 2 Directors or 1/3 of the Board of Directors, whichever is higher, as Independent Directors.

Based on the Assessment, the Board is agreeable with the NRC that Mr Chong Chee Siong and Mr Chong Peng Khang who are both free from management are able to continue exercising independent judgement and not affected by any influences that could jeopardise their objectivity. They also do not have any personal, family or economic interests in TPC Group.

On top of that, the Board is of the view that a Director's independence should not be determined solely by reference to a set period of time and believe that the Group will benefit from long serving Independent Directors who are familiar and have insight knowledge of the Group's operations.

Therefore, the Board has endorsed the NRC's recommendation to seek shareholders' approval at the Company's 23rd AGM to retain Mr Chong Chee Siong and Mr Chong Peng Khang as Independent Directors through ordinary resolutions passed by way of two-tier voting.

Further information of Mr Chong Chee Siong and Mr Chong Peng Khang can be found in the Directors' Profile set out in the Company's Annual Report 2025.

(g) Resolution 9 - Renewal of mandate for recurrent related party transactions

Resolution 9, if passed, will allow Teck Ping Chan Agriculture Sdn Bhd, a wholly-owned subsidiary of the Company, to enter into recurrent related party transactions in accordance with the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This approval will continue to be in force until the conclusion of the next AGM or until the expiration of the period within which the next AGM is required by the law to be held or until revoked/varied by a resolution passed by the shareholders in a general meeting, whichever is the earlier.



## TPC PLUS BERHAD

Registration No. 200301012910 (615330-T)  
(Incorporated In Malaysia under the Companies Act, 1965)

# PROXY FORM

No. of shares held

\*I/We, \_\_\_\_\_ of \_\_\_\_\_  
being a member of **TPC Plus Berhad** hereby appoint \_\_\_\_\_ of \_\_\_\_\_  
\_\_\_\_\_ or failing him/her \_\_\_\_\_  
of \_\_\_\_\_ or failing him/her \*the Chairman of the Meeting as  
\*my/our proxy to attend and vote on \*my/our behalf at the 23rd Annual General Meeting of the Company to be held  
at the **CM V Room, Level 7, Courtyard by Marriott Melaka, Lorong Haji Bachee, Kampung Bukit China, 75100 Melaka,  
Malaysia on Thursday, 28 May 2026 at 12:00 noon** and at any adjournment thereof.

(Please indicate with an 'X' in the space provided below how you wish your vote to be cast. If no specific direction as to voting is given, the proxy will vote or abstain from voting at his/her discretion)

|              |   | For | Against |
|--------------|---|-----|---------|
| Resolution 1 | Approve the payment of Directors' fees                                  |     |         |
| Resolution 2 | Approve the payment of Directors' benefits (other than Directors' fees) |     |         |
| Resolution 3 | Re-elect Datuk Lim Yew Piau as Director                                 |     |         |
| Resolution 4 | Re-elect Mr Chong Chee Siong as Director                                |     |         |
| Resolution 5 | Re-elect Mr Lee Han Yung as Director                                    |     |         |
| Resolution 6 | Re-appoint Crowe Malaysia PLT as Auditors                               |     |         |
| Resolution 7 | Retain Mr Chong Chee Siong as Independent Director                      |     |         |
| Resolution 8 | Retain Mr Chong Peng Khang as Independent Director                      |     |         |
| Resolution 9 | Renew the mandate for recurrent related party transactions              |     |         |

Dated this \_\_\_\_\_ day of \_\_\_\_\_ 2026

The proportion of my shareholding  
to be represented by my proxies is as follows:

First named proxy \_\_\_\_\_ %  
Second named proxy \_\_\_\_\_ %  
\_\_\_\_\_ 100%

\_\_\_\_\_  
Signature of member or  
Common seal of corporate member

#### Notes:

- A member entitled to attend and vote at the 23rd Annual General Meeting ("AGM") shall be entitled to appoint another person(s) as his proxy(ies) to exercise all or any of his rights to attend, speak and vote at the AGM. There shall be no restriction as to the qualification of the proxy(ies).
- Where a member appoints more than one proxy, the proxies shall only be entitled to vote on poll and the appointment shall not be valid unless the member specifies the proportion of his holdings to be represented by each proxy.
- Where a member is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds.
- The instrument appointing a proxy shall be in writing under the hand of the member or his attorney duly authorised in writing or, if the member is a corporation, the instrument shall be executed under its common seal or under the hand of an officer or attorney duly authorised.
- The duly completed proxy form must be received by the Company at its registered office located at PT 1678, Mukim of Serkam, 77300 Merlimau, Melaka or via e-mail at proxyform@tpc.com.my not less than 48 hours before the time fixed for holding the AGM or any adjournment thereof.
- Pursuant to Paragraph 8.29A(1) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, all resolutions set out in the AGM Notice will be put to vote by poll.

\* Strike out whichever is not desired

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AFFIX  
STAMP

The Company Secretary

**TPC Plus Berhad**

PT 1678, Mukim of Serkam  
77300 Merlimau, Melaka, Malaysia

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**TPC PLUS BERHAD**

Registration No. 200301012910 (615330-T)

PT 1678, Mukim of Serkam, 77300 Merlimau, Melaka, Malaysia.

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General Fax Number: +606 268 6327

[www.tpc.com.my](http://www.tpc.com.my)