

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR FINANCIAL QUARTER ENDED 31 AUGUST 2025**

|                                                                | <b>Individual quarter ended</b> |                   | <b>Year-to-date ended</b> |                   |
|----------------------------------------------------------------|---------------------------------|-------------------|---------------------------|-------------------|
|                                                                | <b>31.08.2025</b>               | <b>31.08.2024</b> | <b>31.08.2025</b>         | <b>31.08.2024</b> |
|                                                                | <b>RM'000</b>                   | <b>RM'000</b>     | <b>RM'000</b>             | <b>RM'000</b>     |
| Revenue                                                        | <b>447,357</b>                  | 515,543           | <b>447,357</b>            | 515,543           |
| Cost of sales                                                  | <b>(366,842)</b>                | (439,142)         | <b>(366,842)</b>          | (439,142)         |
| Gross profit                                                   | <b>80,515</b>                   | 76,401            | <b>80,515</b>             | 76,401            |
| Other income                                                   | <b>3,709</b>                    | 2,532             | <b>3,709</b>              | 2,532             |
| Distribution expenses                                          | <b>(24,559)</b>                 | (32,994)          | <b>(24,559)</b>           | (32,994)          |
| Administrative expenses                                        | <b>(23,244)</b>                 | (17,445)          | <b>(23,244)</b>           | (17,445)          |
| Other operating expenses                                       | <b>(2,886)</b>                  | (2,476)           | <b>(2,886)</b>            | (2,476)           |
| Finance costs                                                  | <b>(4,913)</b>                  | (5,315)           | <b>(4,913)</b>            | (5,315)           |
| Share of results of associates                                 | <b>390</b>                      | (2)               | <b>390</b>                | (2)               |
| Profit before taxation                                         | <b>29,012</b>                   | 20,701            | <b>29,012</b>             | 20,701            |
| Tax expense                                                    | <b>(8,915)</b>                  | (6,991)           | <b>(8,915)</b>            | (6,991)           |
| <b>Net profit for the financial period</b>                     | <b>20,097</b>                   | 13,710            | <b>20,097</b>             | 13,710            |
| <b>Net profit attributable to</b>                              |                                 |                   |                           |                   |
| Owners of the parent                                           | <b>20,074</b>                   | 13,210            | <b>20,074</b>             | 13,210            |
| Non-controlling interests                                      | <b>23</b>                       | 500               | <b>23</b>                 | 500               |
|                                                                | <b>20,097</b>                   | 13,710            | <b>20,097</b>             | 13,710            |
| <b>Earnings per share attributable to owners of the parent</b> |                                 |                   |                           |                   |
| Basic earnings per share (sen)                                 | <b>1.85</b>                     | 1.41              | <b>1.85</b>               | 1.41              |
| Diluted earnings per share (sen)                               | <b>1.76</b>                     | 1.34              | <b>1.76</b>               | 1.34              |

The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2025 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR FINANCIAL QUARTER ENDED 31 AUGUST 2025**

|                                     | Individual quarter ended |            | Year-to-date ended |            |
|-------------------------------------|--------------------------|------------|--------------------|------------|
|                                     | 31.08.2025               | 31.08.2024 | 31.08.2025         | 31.08.2024 |
|                                     | RM'000                   | RM'000     | RM'000             | RM'000     |
| Net profit for the financial period | <b>20,097</b>            | 13,710     | <b>20,097</b>      | 13,710     |

**Other comprehensive loss**

Item that may be reclassified subsequently to  
profit or loss

|                                                   |               |         |               |         |
|---------------------------------------------------|---------------|---------|---------------|---------|
| Foreign currency translation                      | <b>(551)</b>  | (5,944) | <b>(551)</b>  | (5,944) |
| Other comprehensive loss, net of tax              | <b>(551)</b>  | (5,944) | <b>(551)</b>  | (5,944) |
| <b>Total comprehensive income</b>                 | <b>19,546</b> | 7,766   | <b>19,546</b> | 7,766   |
| <b>Total comprehensive income attributable to</b> |               |         |               |         |
| Owners of the parent                              | <b>19,523</b> | 7,266   | <b>19,523</b> | 7,266   |
| Non-controlling interests                         | <b>23</b>     | 500     | <b>23</b>     | 500     |
|                                                   | <b>19,546</b> | 7,766   | <b>19,546</b> | 7,766   |

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2025 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 AUGUST 2025**

|                                                                       | Unaudited<br>31.08.2025<br>RM'000 | Audited<br>31.05.2025<br>RM'000 |
|-----------------------------------------------------------------------|-----------------------------------|---------------------------------|
| <b>ASSETS</b>                                                         |                                   |                                 |
| <b>Non-current assets</b>                                             |                                   |                                 |
| Property, plant and equipment                                         | 257,842                           | 259,873                         |
| Investment properties                                                 | 12,278                            | 12,319                          |
| Investment in associates                                              | 1,895                             | 1,506                           |
| Investment in a joint venture                                         | -                                 | -                               |
| Other investments                                                     | 10,024                            | 7,899                           |
| Intangible assets                                                     | 4,215                             | 4,107                           |
| Goodwill on consolidation                                             | 99,911                            | 87,718                          |
| Rights-of-use assets                                                  | 131,005                           | 134,490                         |
| Deferred tax assets                                                   | 9,810                             | 10,485                          |
| Other receivable                                                      | -                                 | 1,305                           |
|                                                                       | <b>526,980</b>                    | <b>519,702</b>                  |
| <b>Current assets</b>                                                 |                                   |                                 |
| Inventories                                                           | 164,531                           | 183,539                         |
| Receivables                                                           | 376,439                           | 369,749                         |
| Amounts owing by associates                                           | 15,961                            | 13,796                          |
| Current tax assets                                                    | 9,833                             | 10,620                          |
| Other investments                                                     | 1,034                             | 987                             |
| Short term deposits                                                   | 30,499                            | 31,867                          |
| Cash and bank balances                                                | 117,580                           | 119,245                         |
|                                                                       | <b>715,877</b>                    | <b>729,803</b>                  |
| <b>TOTAL ASSETS</b>                                                   | <b>1,242,857</b>                  | <b>1,249,505</b>                |
| <b>EQUITY AND LIABILITIES</b>                                         |                                   |                                 |
| <b>Equity attributable to owners of the parent</b>                    |                                   |                                 |
| Share capital                                                         | 526,749                           | 523,386                         |
| Reserves                                                              | 180,209                           | 173,452                         |
| Less : Treasury shares, at cost                                       | (87,953)                          | (96,381)                        |
|                                                                       | <b>619,005</b>                    | <b>600,457</b>                  |
| Non-controlling interests                                             | 36,883                            | 36,664                          |
| <b>TOTAL EQUITY</b>                                                   | <b>655,888</b>                    | <b>637,121</b>                  |
| <b>LIABILITIES</b>                                                    |                                   |                                 |
| <b>Non-current liabilities</b>                                        |                                   |                                 |
| Borrowings                                                            | 38,258                            | 31,893                          |
| Lease liabilities                                                     | 44,011                            | 47,954                          |
| Deferred tax liabilities                                              | 22,832                            | 23,288                          |
| Provision for retirement benefits                                     | 3,891                             | 3,948                           |
|                                                                       | <b>108,992</b>                    | <b>107,083</b>                  |
| <b>Current liabilities</b>                                            |                                   |                                 |
| Payables                                                              | 183,603                           | 193,167                         |
| Amounts owing to associates                                           | 1,705                             | 224                             |
| Borrowings                                                            | 273,364                           | 291,199                         |
| Lease liabilities                                                     | 11,228                            | 11,278                          |
| Contract liabilities                                                  | 2,016                             | 5,146                           |
| Current tax liabilities                                               | 6,061                             | 4,287                           |
|                                                                       | <b>477,977</b>                    | <b>505,301</b>                  |
| <b>TOTAL LIABILITIES</b>                                              | <b>586,969</b>                    | <b>612,384</b>                  |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                   | <b>1,242,857</b>                  | <b>1,249,505</b>                |
| <b>Net assets per share attributable to owners of the parent (RM)</b> | <b>0.57</b>                       | <b>0.56</b>                     |

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2025 and the accompanying notes to this Interim Financial Report.

**ANCOM NYLEX BERHAD** (Registration No. 196901000122 (8440-M))  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL QUARTER ENDED 31 AUGUST 2025**

|                                                            | Attributable to owners of the parent |                 |                              |                 |                   | Non-controlling interests | Total equity |
|------------------------------------------------------------|--------------------------------------|-----------------|------------------------------|-----------------|-------------------|---------------------------|--------------|
|                                                            | Share capital                        | Capital reserve | Exchange translation reserve | Treasury shares | Retained earnings |                           |              |
|                                                            | RM'000                               | RM'000          | RM'000                       | RM'000          | RM'000            | RM'000                    | RM'000       |
| <b>Balance as at 1 June 2024</b>                           | 408,707                              | 273             | 27,499                       | (43,195)        | 154,805           | 34,061                    | 582,150      |
| Total comprehensive (loss)/income                          | -                                    | -               | (15,204)                     | -               | 64,178            | 1,667                     | 50,641       |
| <b>Transactions with owners</b>                            |                                      |                 |                              |                 |                   |                           |              |
| Ordinary shares issued pursuant to:                        |                                      |                 |                              |                 |                   |                           |              |
| - Private placement                                        | 96,220                               | -               | -                            | -               | -                 | -                         | 96,220       |
| - Exercise of Warrants B                                   | 18,459                               | -               | -                            | -               | -                 | -                         | 18,459       |
| Net repurchased of treasury shares of the Company          | -                                    | -               | -                            | (101,131)       | 3,948             | -                         | (97,183)     |
| Acquisition of a subsidiary                                | -                                    | -               | -                            | -               | -                 | 3,196                     | 3,196        |
| Dividend-in-specie                                         | -                                    | -               | -                            | 47,945          | (48,236)          | -                         | (291)        |
| Dividend paid                                              | -                                    | -               | -                            | -               | (10,135)          | -                         | (10,135)     |
| Dividend paid to non-controlling interests of subsidiaries | -                                    | -               | -                            | -               | (2,800)           | (2,250)                   | (5,050)      |
| Partial disposal of interest in a subsidiary               | -                                    | -               | -                            | -               | 10                | (10)                      | -            |
| Remeasurement of acquisition of a subsidiary               | -                                    | -               | -                            | -               | (886)             | -                         | (886)        |
| Total transactions with owners                             | 114,679                              | -               | -                            | (53,186)        | (58,099)          | 936                       | 4,330        |
| <b>Balance as at 31 May 2025/1 June 2025</b>               | 523,386                              | 273             | 12,295                       | (96,381)        | 160,884           | 36,664                    | 637,121      |
| Total comprehensive (loss)/income                          | -                                    | -               | (551)                        | -               | 20,074            | 23                        | 19,546       |
| <b>Transactions with owners</b>                            |                                      |                 |                              |                 |                   |                           |              |
| Ordinary shares issued pursuant to:                        |                                      |                 |                              |                 |                   |                           |              |
| - Exercise of Warrants B                                   | 3,363                                | -               | -                            | -               | -                 | -                         | 3,363        |
| Acquisition of subsidiaries                                | -                                    | -               | -                            | -               | -                 | 196                       | 196          |
| Dividend paid                                              | -                                    | -               | -                            | -               | (10,946)          | -                         | (10,946)     |
| Net repurchased of treasury shares of the Company          | -                                    | -               | -                            | 8,428           | (1,820)           | -                         | 6,608        |
| Total transactions with owners                             | 3,363                                | -               | -                            | 8,428           | (12,766)          | 196                       | (779)        |
| <b>Balance as at 31 August 2025</b>                        | 526,749                              | 273             | 11,744                       | (87,953)        | 168,192           | 36,883                    | 655,888      |

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2025 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL QUARTER ENDED 31 AUGUST 2025**

|                                                                           | <b>Year-to-date ended</b> |                   |
|---------------------------------------------------------------------------|---------------------------|-------------------|
|                                                                           | <b>31.08.2025</b>         | <b>31.08.2024</b> |
|                                                                           | <b>RM'000</b>             | <b>RM'000</b>     |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                               |                           |                   |
| Profit before taxation                                                    | 29,012                    | 20,701            |
| Adjustments for non-cash items                                            | 16,514                    | 13,360            |
| Operating profit before working capital changes                           | 45,526                    | 34,061            |
| Inventories                                                               | 19,331                    | 18,195            |
| Receivables                                                               | (10,235)                  | 1,746             |
| Payables                                                                  | (18,035)                  | (10,043)          |
| Associates                                                                | (684)                     | 306               |
| Net cash generated from operations                                        | 35,903                    | 44,265            |
| Income tax paid                                                           | (6,181)                   | (5,167)           |
| Retirement benefit paid                                                   | (148)                     | (57)              |
| Net cash from operating activities                                        | 29,574                    | 39,041            |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                               |                           |                   |
| Purchase of property, plant and equipment                                 | (3,708)                   | (20,572)          |
| Interest received                                                         | 230                       | 273               |
| Purchase of intangible assets                                             | (140)                     | 31                |
| Proceeds from disposal of property, plant and equipment                   | 500                       | 47                |
| Net cash outflows on acquisition of subsidiaries                          | (7,762)                   | -                 |
| Purchase of other investments                                             | (2,125)                   | -                 |
| Placement of short term deposits:                                         |                           |                   |
| - pledged with licensed banks                                             | (38)                      | -                 |
| - with maturity period more than three (3) months                         | (1,024)                   | 2,317             |
| Net cash used in investing activities                                     | (14,067)                  | (17,904)          |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                               |                           |                   |
| Dividend paid                                                             | (10,946)                  | -                 |
| Interest paid                                                             | (3,061)                   | (4,901)           |
| Repayments of lease liabilities                                           | (6,009)                   | (3,499)           |
| Net (repayments)/drawdowns of borrowings                                  | (11,408)                  | 14,783            |
| Dividends paid to non-controlling interest of subsidiaries                | -                         | (150)             |
| Proceed from issuance of ordinary shares pursuant to:                     |                           |                   |
| - Warrants B                                                              | 3,363                     | 973               |
| Net resales/(repurchases) of treasury shares in open market               | 6,601                     | (30,851)          |
| Net cash used in financing activities                                     | (21,460)                  | (23,645)          |
| <b>Net decrease in cash and cash equivalents</b>                          | <b>(5,953)</b>            | <b>(2,508)</b>    |
| <b>Cash and cash equivalents at the beginning of the financial period</b> | <b>135,411</b>            | <b>116,806</b>    |
| <b>Effect of exchange rate changes</b>                                    | <b>5,841</b>              | <b>491</b>        |
|                                                                           | <b>141,252</b>            | <b>117,297</b>    |
| <b>Cash and cash equivalents at the end of the financial period</b>       | <b>135,299</b>            | <b>114,789</b>    |
| Cash and cash equivalents include the following:                          |                           |                   |
|                                                                           | <b>RM'000</b>             | <b>RM'000</b>     |
| Cash and bank balances                                                    | 117,580                   | 88,091            |
| Bank overdrafts                                                           | (2,836)                   | (7,805)           |
| Short term deposits                                                       | 30,499                    | 42,507            |
|                                                                           | 145,243                   | 122,793           |
| Less : Short term deposits pledged with licensed banks                    | (1,742)                   | (136)             |
| Short term deposits with maturity period more than three (3) months       | (8,202)                   | (7,868)           |
|                                                                           | 135,299                   | 114,789           |

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2025 and the accompanying notes to this Interim Financial Report.



## **ANCOM NYLEX BERHAD**

(Registration No. 196901000122 (8440-M))

Incorporated in Malaysia

### **A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 AUGUST 2025**

#### **A1. Basis of preparation**

This Interim Financial Report of Ancom Nylex Berhad ("ANB" or "the Company") and its subsidiaries ("Group") is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting and Rule 9.22(2) of the Main Market Listing Requirements ("Listing Requirement") of Bursa Malaysia Securities Berhad ("Bursa Securities").

This Interim Financial Report of the Group should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 May 2025. These explanatory notes attached to the Interim Financial Report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2025.

For the financial periods up and including the financial year ended 31 May 2025, the Group prepared its financial report in accordance with Malaysian Financial Reporting Standards ("MFRSs") and International Financial Reporting Standards ("IFRSs"). The accounting policies and methods of computation adopted by the Group in this Interim Financial Report are consistent with those adopted in the most recent Audited Financial Statements for the financial year ended 31 May 2025 except for the adoption of the following Amendments to MFRS which are applicable to the Group for the financial year beginning 1 June 2025:

#### **Amendments to MFRS:**

Amendments to MFRS 121 *Lack of Exchangeability*

The adoption of the above Amendments to MFRS did not have any material impact on the Financial Statements of the Group.

#### **A2. Auditors' report**

The Audited Financial Statements of ANB and its subsidiaries for the financial year ended 31 May 2025 were not subject to any audit qualification.

#### **A3. Seasonality or cyclical**

The operations of the Group were not significantly affected by any seasonal and cyclical factors.

**A4. Items of unusual nature and amount**

During the financial quarter ended 31 August 2025, there were no items affecting the Group's assets, liabilities, equity, net income or cash flows that are material and unusual because of their nature, size or incidence.

**A5. Changes in estimates**

There were no material changes in estimates amounts reported that have a material effect on the financial quarter ended 31 August 2025.

**A6. Debt and equity securities**

There was no issuance, cancellation, repurchase, resale or repayment of debt securities and equity securities during the financial quarter ended 31 August 2025 except for the following:

**(a) Issued and paid-up ordinary shares**

During the financial quarter ended 31 August 2025, the issued and paid-up ordinary shares of the Company increased from 1,170,744,618 to 1,182,755,796 pursuant to 12,011,178 new ordinary shares arising from the exercise of Warrants B at RM0.28 each for cash totaling RM3,363,000.

**(b) Treasury shares**

During the financial quarter ended 31 August 2025, the Company (resold)/repurchased its own shares as follows:

|                                               | Number of<br>shares (resold)/<br>repurchased | Highest<br>RM | Price per share<br>Lowest<br>RM | Average<br>RM | (Cost of<br>disposal)/<br>Consideration<br>paid<br>RM |
|-----------------------------------------------|----------------------------------------------|---------------|---------------------------------|---------------|-------------------------------------------------------|
| <b>Shares repurchased</b>                     |                                              |               |                                 |               |                                                       |
| June 2025                                     | 3,200,000                                    | 0.960         | 0.875                           | 0.933         | 2,936,270                                             |
| July 2025                                     | 6,219,000                                    | 0.950         | 0.905                           | 0.929         | 5,783,961                                             |
| August 2025                                   | 12,785,000                                   | 0.935         | 0.895                           | 0.916         | 12,211,006                                            |
|                                               | <u>22,204,000</u>                            |               |                                 |               | <u>20,931,237</u>                                     |
| <b>Shares resold</b>                          |                                              |               |                                 |               |                                                       |
| July 2025                                     | <u>(30,000,000)</u>                          | -             | -                               | -             | <u>(29,358,990)</u>                                   |
| Net shares resold for the<br>financial period | <u>(7,796,000)</u>                           |               |                                 |               | <u>(8,427,753)</u>                                    |

As at 31 August 2025, the Company holds 90,490,039 Treasury Shares at a cost of RM87,953,000 pursuant to Section 127(4)(b) of the Companies Act 2016.

**A7. Segmental results**

Segmental information for the financial period ended 31 August 2025.

|                                            | YTD - 31 August 2025                           |                                     |                                   |                     |                   |                       |                 |
|--------------------------------------------|------------------------------------------------|-------------------------------------|-----------------------------------|---------------------|-------------------|-----------------------|-----------------|
|                                            | Investment<br>Holdings and<br>Others<br>RM'000 | Agricultural<br>Chemicals<br>RM'000 | Industrial<br>Chemicals<br>RM'000 | Logistics<br>RM'000 | Polymer<br>RM'000 | Elimination<br>RM'000 | Total<br>RM'000 |
| <b>31 August 2025</b>                      |                                                |                                     |                                   |                     |                   |                       |                 |
| <b>Revenue</b>                             |                                                |                                     |                                   |                     |                   |                       |                 |
| External revenue                           | 10,357                                         | 137,186                             | 268,012                           | 12,043              | 19,759            | -                     | 447,357         |
| Inter-segment revenue                      | 62,318                                         | 33,322                              | 296                               | 2,346               | -                 | (98,282)              | -               |
| Total revenue                              | 72,675                                         | 170,508                             | 268,308                           | 14,389              | 19,759            |                       | 447,357         |
| Segment results                            | (5,551)                                        | 24,879                              | 10,165                            | 3,268               | 1,388             | (614)                 | 33,535          |
| Finance costs                              |                                                |                                     |                                   |                     |                   |                       | (4,913)         |
| Share of results of associates             |                                                |                                     |                                   |                     |                   |                       | 390             |
| Profit before taxation                     |                                                |                                     |                                   |                     |                   |                       | 29,012          |
| Tax expense                                |                                                |                                     |                                   |                     |                   |                       | (8,915)         |
| <b>Net profit for the financial period</b> |                                                |                                     |                                   |                     |                   |                       | <b>20,097</b>   |
| <b>31 August 2024</b>                      |                                                |                                     |                                   |                     |                   |                       |                 |
| <b>Revenue</b>                             |                                                |                                     |                                   |                     |                   |                       |                 |
| External revenue                           | 11,731                                         | 136,643                             | 339,467                           | 12,223              | 15,479            | -                     | 515,543         |
| Inter-segment revenue                      | 31,576                                         | 35,927                              | 90                                | 2,152               | 1                 | (69,746)              | -               |
| Total revenue                              | 43,307                                         | 172,570                             | 339,557                           | 14,375              | 15,480            |                       | 515,543         |
| Segment results                            | (5,816)                                        | 22,117                              | 7,534                             | 3,339               | (611)             | (545)                 | 26,018          |
| Finance costs                              |                                                |                                     |                                   |                     |                   |                       | (5,315)         |
| Share of results of associates             |                                                |                                     |                                   |                     |                   |                       | (2)             |
| Profit before taxation                     |                                                |                                     |                                   |                     |                   |                       | 20,701          |
| Tax expense                                |                                                |                                     |                                   |                     |                   |                       | (6,991)         |
| <b>Net profit for the financial period</b> |                                                |                                     |                                   |                     |                   |                       | <b>13,710</b>   |

**A8. Dividend paid**

In respect of the financial year ending 31 May 2026, a first interim single tier dividend of 1.0 sen per ordinary share amounting to approximately RM10,946,000 was paid on 21 August 2025.

**A9. Valuation of property, plant and equipment**

The Group did not carry out any valuation on its property, plant and equipment during the financial quarter ended 31 August 2025.

**A10. Subsequent events**

There were no material events subsequent to the end of the financial year up to the date of this Report that have not been reflected in the Interim Financial Report.

**A11. Changes in composition of the Group**

There were no material changes in the composition of the Group for the current quarter and financial year-to-date including business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinuing operations other than as disclosed below.

Acquisition of Flexis Solutions Sdn. Bhd. ("Flexis")

The Group via its wholly-owned subsidiary, Ancom Crop Care Sdn. Bhd., ("ACC") had on 11 June 2025 entered into Share Sale Agreement with Lau Hau Kuak ("Flexis Vendor") for the acquisition of 80,000 ordinary shares in Flexis, representing 80% equity interest in Flexis. The total cash consideration for this transaction was RM13,300,000.

Pursuant to the terms of the Flexis' Share Sale Agreement, Flexis is required to achieve a minimum profit after tax of RM2.0 million for each of the financial years ending 31 May 2026 and 31 May 2027 (the "Flexis' Profit Guarantee").

The acquisition of Flexis was completed on 23 June 2025.

Acquisition of H2H Medicare Group Sdn. Bhd. ("H2H")

The Group via its wholly-owned subsidiary, Ancom Healthcare Sdn. Bhd. (*formerly known as Wandeerfull Industries Sdn. Bhd.*) ("Ancom Healthcare"), had on 23 May 2025 entered into Share Sale Agreement with Dr. Koay Hean Wei ("H2H Vendor") for the acquisition of 600,000 ordinary shares in H2H, representing 60% equity interest in H2H. The total cash consideration for this transaction was RM5,000,000.

Pursuant to the terms of the H2H's Share Sale Agreement, H2H Vendor is required to achieve a minimum profit after taxation of RM2.0 million for each of the financial years ending 31 May 2026 and 31 May 2027 (the "H2H's Profit Guarantee"). In the event that H2H's Profit Guarantee is not met, H2H Vendor shall be obligated to compensate Ancom Healthcare at twice the amount of the shortfall.

The acquisition of H2H was completed on 25 July 2025.

**A12. Changes in contingent liabilities**

There was no material changes to the contingent liabilities disclosed since the last Audited Financial Statements for the financial year ended 31 May 2025.

**A13. Capital commitments**

The capital commitments as at the end of the reporting date are as follows:

|                                   | <b>RM'000</b> |
|-----------------------------------|---------------|
| Property, plant and equipment     |               |
| - Approved and contracted for     | 1,738         |
| - Approved but not contracted for | 41,143        |
|                                   | <u>42,881</u> |

**B. ADDITIONAL INFORMATION PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1. Review of Group's performance**

**Overall review for the financial quarter ended 31 August 2025**

For the financial quarter ended 31 August 2025, the Group's revenue dropped to RM447.4 million from RM515.5 million in the corresponding quarter last year. Profit before taxation for the current financial quarter rose to RM29.0 million, compared to RM20.7 million reported in the same quarter last year.

**Review of business segments for the financial quarter ended 31 August 2025**

Investment Holding and Others

This division covers investment holding, information technology, media and electrical businesses. For the current financial quarter, the revenue decreased to RM10.4 million dropped from RM11.7 million in the corresponding quarter last year. Despite decline in revenue, the segmental loss narrowed to RM5.6 million compared to segmental loss of RM5.8 million previously, largely due to lower operating costs.

Agricultural Chemicals

The Agricultural Chemicals Division reported revenue RM137.2 million for the current financial quarter, an increase from RM136.6 million in the corresponding quarter last year. As a result, the segmental profit rose to RM24.9 million compared to RM22.1 million in the same quarter last year, primarily attributable to improved profit margins.

Industrial Chemicals

Revenue for the Industrial Chemicals Division declined to RM268.0 million compared to RM339.5 million in the corresponding quarter last year. Segmental profit rose to RM10.2 million, up from RM7.5 million in the corresponding quarter last year, driven by higher profit margins and greater operational efficiency in the distribution business.

Logistics

The Logistics Division reported a marginally decrease in revenue of RM12.0 million for the current financial quarter compared to RM12.2 million in the corresponding quarter last year. Segmental profit was maintained at approximately RM3.3 million, consistent with the revenue performance.

Polymer

The Polymer Division recorded revenue of RM19.8 million for this financial quarter, representing an increase from RM15.5 million in the corresponding quarter last year due to improved deliveries in response to higher demand. As a result, segmental profit rose to RM1.4 million, compared to segmental loss RM0.6 million reported in the corresponding quarter last year.

**B2. Material change in the results for the current quarter as compared with the immediate preceding quarter**

For the current financial quarter ended 31 August 2025, the Group's revenue fell to RM447.4 million from RM459.4 million recorded in the immediate preceding quarter. Profit before taxation for the current financial quarter rose to RM29.0 million, compared to RM27.6 million reported in the immediate preceding quarter. The improvement was generally attributed to the continued strong performance across the Group.

**B3. Current year prospects**

Malaysia's economy faces risks stemming from heightened trade tensions and ongoing policy uncertainties. Continued escalation of tariffs and unpredictable trade negotiations may further impact both global and domestic economic forecasts, compounding the difficulty of projecting inflation and export trends if tariff increases persist. Nevertheless, Malaysia's economic growth is expected to remain positive over the next year, with additional progress possible should international conditions stabilise.

On the domestic front, the government's wage-related initiatives and subsidy rationalisation efforts aim to transform the Malaysian economy, but may contribute to short-term inflationary pressures. While inflation is forecast to increase moderately in 2026, there is an ongoing risk that cost pressures may surpass current expectations.

The management shall remain vigilant in light of the difficult operating environment. The Board remains committed to exercising prudence in managing the business under these conditions.

**B4. Forecast profit, profit guarantee and internal targets**

The Group did not provide any profit forecast, profit guarantee and internal targets in any publicly available documents or announcements.

**B5. Profit before taxation**

|                                                                  | <b>Individual<br/>quarter ended<br/>31.08.2025<br/>RM'000</b> | <b>Year-to-date<br/>ended<br/>31.08.2025<br/>RM'000</b> |
|------------------------------------------------------------------|---------------------------------------------------------------|---------------------------------------------------------|
| The profit before taxation is stated after charging/(crediting): |                                                               |                                                         |
| Depreciation and amortisation                                    | 8,811                                                         | 8,811                                                   |
| Finance costs                                                    | 4,913                                                         | 4,913                                                   |
| Gain on disposal of PPE                                          | 24                                                            | 24                                                      |
| Net loss on disposal of property, plant and equipment            | 24                                                            | 24                                                      |
| Net loss on foreign exchange                                     | 495                                                           | 495                                                     |
| Property, plant and equipment written off                        | 1                                                             | 1                                                       |
| Fair value gain on investment                                    | (48)                                                          | (48)                                                    |
| Interest income                                                  | (230)                                                         | (230)                                                   |
| Net gain on impairment loss on receivables                       | (592)                                                         | (592)                                                   |

**B6. Tax expense**

|                                                               | Individual quarter ended |              | Year-to-date ended |              |
|---------------------------------------------------------------|--------------------------|--------------|--------------------|--------------|
|                                                               | 31.08.2025               | 31.08.2024   | 31.08.2025         | 31.08.2024   |
|                                                               | RM'000                   | RM'000       | RM'000             | RM'000       |
| Current tax expense based on profit for the financial period: |                          |              |                    |              |
| Malaysian income tax                                          | 8,164                    | 5,237        | 8,164              | 5,237        |
| Foreign income tax                                            | 907                      | (7)          | 907                | (7)          |
|                                                               | <u>9,071</u>             | <u>5,230</u> | <u>9,071</u>       | <u>5,230</u> |
| Over provision in prior years                                 | (8)                      | -            | (8)                | -            |
|                                                               | <u>9,063</u>             | <u>5,230</u> | <u>9,063</u>       | <u>5,230</u> |
| Deferred taxation:                                            |                          |              |                    |              |
| Relating to origination and reversal of temporary differences | (148)                    | 1,761        | (148)              | 1,761        |
|                                                               | <u>8,915</u>             | <u>6,991</u> | <u>8,915</u>       | <u>6,991</u> |

The effective rate of taxation for the Group is higher than the statutory tax rate mainly due to losses in certain subsidiaries that are not available for set-off against taxable profits in other companies within the Group.

**B7. Status of corporate proposals**

There were no corporate proposals announced and not completed as at the date of this report other than the following:

- a. On 22 April 2024, ANB and its subsidiary, Ancom Logistics Berhad ("ALB") had entered into a Heads of Agreement ("ALB HOA") with Greenheart Sdn Bhd ("GSB"), Choong Wee Keong ("CWK") and How Yoon For ("HYF") for the following:

(GSB, CWK and HYF shall be collectively referred to as "Vendors" and ANB, ALB, and Vendors shall be collectively referred to as "Parties")

- (i) proposed acquisition by ALB of the entire share capital of Green Lagoon Technology Sdn Bhd ("GLTSB") from the Vendors for total consideration of RM120,000,000, subject to an independent valuation to be conducted on GLTSB during the due diligence and in return ALB shall issue 1,000,000,000 new ordinary shares in ALB ("ALB Share(s)") at an issue price of RM0.12 per ALB Share, that will be listed and tradeable in the ACE Market to the GLTSB shareholders ("Consideration Shares") ("Proposed Acquisition");
- (ii) proposed exemption under subparagraph 4.08(1)(a) of the Rules on Takeovers, Mergers and Compulsory Acquisitions to the Vendors, other shareholders of GLTSB and their person(s) acting in concert (collectively "PAC(s)") under Sections 216(2) and 216(3) of the Capital Markets and Services Act 2007 from the obligation to undertake a mandatory offer for the remaining ALB Shares not already owned by them pursuant to the Proposed Acquisition ("Proposed Exemption");
- (iii) proposed private placement of up to 183,333,334 new Shares (or such other number of new Shares as may be applicable) to ANB for the total sum of up to RM22,000,000.08 (or such other amount corresponding to such number of new ALB Shares to be issued), and to be settled in cash at the issue price of RM0.12 per ALB Share, provided that the total percentage of shareholding

held by ANB directly and indirectly in the share capital of ALB on completion of the Proposed Acquisition shall not exceed such number of ALB Shares representing 21% of the entire share capital of ALB ("Proposed Private Placement"); and

- (iv) proposed disposal by ALB all of its subsidiaries (i.e., Synergy Trans-Link Sdn Bhd and its subsidiaries, Pengangkutan Cogent Sdn Bhd and Ancom-Nylex Terminals Sdn Bhd) to ANB at an independent valuation to be conducted and agreed by ANB and ALB and upon such terms and conditions to be determined later ("Proposed Disposal").

Subsequently on 21 April 2025, ALB and ANB entered into a Supplemental Agreement to the HOA ("Supplemental Agreement") with the Vendors and GLTSB. Pursuant to the Supplemental Agreement, the Parties have mutually agreed to, amongst others, the following:

- (i) vary the terms of the Proposed Private Placement to up to 83,333,334 new ordinary shares (or such other number of new ordinary shares as may be applicable) to be issued by ALB to ANB for the total sum of up to RM10,000,000.08 (or such other amount corresponding to such number of new ordinary shares to be issued), and to be settled in cash at the issue price of RM0.12 per share, provided that the total percentage of shareholding held by ANB directly and indirectly in the share capital of ALB on completion of the Proposed Acquisition shall not exceed such number of ALB Shares representing 22% of the entire issued and paid-up share capital of ALB;
- (ii) to include a proposed subscription by ANB for 145,685 new ordinary shares in GLTSB ("GLTSB Share(s)") (or such other number of new GLTSB Shares as may be applicable), to be issued and allotted by GLTSB to ANB for the total sum of RM12,000,073.45 ("Subscription Shares") at the issue price of RM82.37 per GLTSB Share; and
- (iii) extend the Term to 31 December 2025.

(The Proposed Acquisition, Proposed Exemption, Proposed Private Placement and Proposed Disposal shall be collectively referred to as "Proposals")

Upon completion of the Proposals, ALB will cease to be a subsidiary of ANB and will become an associate company of ANB.

As at the date of this report, the Proposals are yet to be completed.

## **B8. Utilisation of proceeds**

The Company does not have any unutilised proceeds raised from any corporate exercise.

**B9. Borrowings**

|                                    | 31.08.2025<br>RM'000 | 31.05.2024<br>RM'000 |
|------------------------------------|----------------------|----------------------|
| <b>LONG TERM BORROWINGS</b>        |                      |                      |
| Secured:                           |                      |                      |
| Ringgit Malaysia                   | 22,270               | 16,092               |
| Unsecured:                         |                      |                      |
| Ringgit Malaysia                   | 15,988               | 15,801               |
| <b>Total long term borrowings</b>  | <b>38,258</b>        | <b>31,893</b>        |
| <b>SHORT TERM BORROWINGS</b>       |                      |                      |
| Secured:                           |                      |                      |
| Ringgit Malaysia                   | 75,496               | 86,468               |
| Euro                               | 715                  | 1,561                |
| Vietnamese Dong                    | 4,838                | 1,721                |
|                                    | <b>81,049</b>        | <b>89,750</b>        |
| Unsecured:                         |                      |                      |
| Ringgit Malaysia                   | 144,763              | 143,519              |
| United States Dollar               | 47,552               | 57,930               |
|                                    | <b>192,315</b>       | <b>201,449</b>       |
| <b>Total short term borrowings</b> | <b>273,364</b>       | <b>291,199</b>       |
| <b>TOTAL BORROWINGS</b>            | <b>311,622</b>       | <b>323,092</b>       |

Borrowings denominated in foreign currencies are stated at Ringgit Malaysia equivalent as at the reporting dates stated above.

**B10. Material litigation**

There was no change in material litigation since the date of the last financial quarter except for the following:

**High Court of Malaya at Kuala Lumpur Suit No. WA-22NCVC-87-02/2018**

On 12 February 2018, ACC and Hamshi Plantation Sdn. Bhd. ("Plaintiffs") filed a lawsuit at the High Court of Malaya at Kuala Lumpur against Logix World (M) Sdn. Bhd. ("Logix") and Citra Semerbak Sdn. Bhd. ("Citra")(collectively referred to as "Defendants"), seeking and holding Logix and Citra jointly and severally liable for RM2,702,500 of unpaid goods sold and delivered to them plus 12.0% annual interest from 24 October 2017 until full and final settlement.

On 21 May 2019, the Plaintiffs filed the Substantive Application for Contempt against the directors of Logix. The court on 13 July 2020 found Logix's directors guilty of contempt and that the Plaintiffs have successfully proved their case against Logix's directors for interference with the administration of justice beyond reasonable doubt. The court has on 15 October 2021, sentenced Logix's directors and awarded costs of RM15,000 and imposed a fine of RM10,000 per person.

The Kuala Lumpur High Court issued judgments on 10 February 2025, holding the Defendants liable to the Plaintiffs for a principal sum of RM1,762,500.00, along with 12% annual interest from 24 October 2017 until full payment, and costs totaling RM104,000.00. The court dismissed the Defendants' application regarding misjoinder of parties and ordered them to pay additional costs of RM5,200.00.

Following the Court's decisions, the plaintiffs has on 17 March 2025 filed the bankruptcy proceedings against the Directors of Logix. The Directors applied to stay

these bankruptcy proceedings pending the disposal of the appeal in the Court of Appeal but has been dismissed by the Bankruptcy Court on 26 August 2025 and the Court recorded that an "act of bankruptcy" has been committed by the Directors on 26 August 2025. The next case management is on 26 February 2026 for the filing of the Creditors' Petition.

The Group is currently in the process of enforcing the judgment and recovering the awarded amount.

**B11. Dividend**

During the current financial quarter, the Board of Directors had proposed first interim single tier dividend of 1.0 sen per ordinary share in respect of financial year ending 31 May 2026. The dividend was paid on 21 August 2025.

**B12. Earnings per share**Basic earnings per share

The basic earnings per share is calculated by dividing the net profit attributable to the owners of the parents by the weighted average number of ordinary shares in issue during the financial period as follows:

|                                  | Individual quarter ended |                | Year-to-date ended |                |
|----------------------------------|--------------------------|----------------|--------------------|----------------|
|                                  | 31.08.2025               | 31.08.2024     | 31.08.2025         | 31.08.2024     |
| Number of ordinary shares ('000) | 1,182,756                | 1,012,074      | 1,182,756          | 1,012,074      |
| Less: Treasury shares ('000)     | (90,490)                 | (80,132)       | (90,490)           | (80,132)       |
|                                  | <b>1,092,266</b>         | <b>931,942</b> | <b>1,092,266</b>   | <b>931,942</b> |

|                                                            | Individual quarter ended |             | Year-to-date ended |             |
|------------------------------------------------------------|--------------------------|-------------|--------------------|-------------|
|                                                            | 31.08.2025               | 31.08.2024  | 31.08.2025         | 31.08.2024  |
| Net profit attributable to owners of the parent            | 20,074                   | 13,210      | 20,074             | 13,210      |
| Weighted average number of ordinary shares in issue ('000) | 1,087,310                | 936,155     | 1,087,310          | 936,155     |
| <b>Basic earnings per share (sen)</b>                      | <b>1.85</b>              | <b>1.41</b> | <b>1.85</b>        | <b>1.41</b> |

Diluted earnings per share

|                                                                      |             |             |             |             |
|----------------------------------------------------------------------|-------------|-------------|-------------|-------------|
| Net profit attributable to owners of the parent                      | 20,074      | 13,210      | 20,074      | 13,210      |
| Weighted average number of ordinary shares in issue ('000)           | 1,087,310   | 936,155     | 1,087,310   | 936,155     |
| Dilutive potential ordinary shares - Warrants                        | 54,923      | 52,582      | 54,923      | 52,582      |
| Adjusted weighted average number of ordinary shares in issues ('000) | 1,142,233   | 988,737     | 1,142,233   | 988,737     |
| <b>Diluted earnings per share (sen)</b>                              | <b>1.76</b> | <b>1.34</b> | <b>1.76</b> | <b>1.34</b> |