



CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME

FOR THE FOURTH FINANCIAL QUARTER ENDED 30 JUNE 2025

(The figures have not been audited)

	Individual Quarter Ended		12 Months Year-To-Date Ended	
	30-Jun-25 RM'000	30-Jun-24 RM'000	30-Jun-25 RM'000	30-Jun-24 RM'000
Revenue	167,815	237,849	721,883	801,812
Cost of sales	(158,384)	(214,716)	(678,984)	(742,378)
Gross profit	9,431	23,133	42,899	59,434
Distribution and selling expenses	(1,848)	(2,223)	(8,068)	(8,044)
Administrative expenses	(6,757)	(8,343)	(27,520)	(27,805)
Other operating income/(expense), net	104	200	602	2,123
Net foreign exchange (loss)/gain	(148)	(340)	(1,919)	1,870
(Impairment)/writeback on property, plant and equipment	(691)	1,912	(691)	485
Operating profit	91	14,339	5,303	28,063
Investment in quoted shares	(50)	(450)	(800)	(300)
Interest income	444	437	1,583	1,828
Profit before financing and income taxes	485	14,326	6,086	29,591
Interest on debts	(1,183)	(2,499)	(6,168)	(8,032)
Interest on lease liabilities	(149)	(193)	(662)	(837)
(Loss)/Profit before tax	(847)	11,634	(744)	20,722
Tax	(72)	(3,461)	(551)	(3,751)
(Loss)/Profit for the period	(919)	8,173	(1,295)	16,971
Other comprehensive income				
- Revaluation surplus on property, plant and equipment, net of tax	6,494	1,874	6,494	1,874
Total profit/(loss) and other comprehensive income for the period	5,575	10,047	5,199	18,845
 (Loss)/Earnings per share attributable to owners of the Company (sen):				
- Basic	(0.28)	2.50	(0.40)	5.19
- Diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2024).


CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2025

(The figures have not been audited)

	As at 30-Jun-25 RM'000	As at 30-Jun-24 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	303,192	303,255
Right-of-use assets	41,019	43,583
Intangible assets	20,000	20,000
	<u>364,211</u>	<u>366,838</u>
Current Assets		
Inventories	199,331	265,895
Trade and other receivables	86,944	109,170
Financial assets at fair value through profit or loss	1,800	2,600
Amount owing by holding company	1,685	2,034
Tax recoverable	3,096	1,994
Derivative financial assets	474	125
Cash and bank balances	56,174	69,291
	<u>349,504</u>	<u>451,109</u>
Less: Current Liabilities		
Trade and other payables	55,173	106,182
Contract liabilities	67	339
Amount owing to holding company	7	3
Amount owing to related companies	212	781
Tax payable	-	448
Derivative financial liabilities	567	33
Borrowings	77,992	126,100
Lease liabilities	4,560	4,378
	<u>138,578</u>	<u>238,264</u>
Net Current Assets	<u>210,926</u>	<u>212,845</u>
Non-Current Liabilities		
Deferred tax liabilities	39,193	37,153
Deferred income	7,757	8,104
Borrowings	1,422	8,300
Lease liabilities	9,277	13,837
	<u>57,649</u>	<u>67,394</u>
	<u>517,488</u>	<u>512,289</u>
CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY		
Share capital	219,417	219,417
Asset revaluation reserve	62,269	55,775
Retained earnings	235,802	237,097
Total Equity	<u>517,488</u>	<u>512,289</u>
Net assets per share attributable to owners of the Company	<u>RM1.58</u>	<u>RM1.57</u>

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2024).

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FOURTH FINANCIAL QUARTER ENDED 30 JUNE 2025**

(The figures have not been audited)

	12 Months Year-To-Date Ended	
	30-Jun-25 RM'000	30-Jun-24 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating profit	5,303	28,063
Adjustments for :		
- Depreciation	18,709	20,133
- Loss/(Gain) on disposal of plant and equipment	36	(191)
- Impairment/(Writeback) on property, plant and equipment	691	(485)
- Writeback of impairment on receivables	(12)	-
- Amortisation of deferred income	(347)	(1,528)
- Net unrealised loss/(gain) on foreign exchange	61	(268)
Operating profit before changes in working capital	24,441	45,724
Changes in working capital :		
- Inventories	66,564	(92,202)
- Trade and other receivables	22,677	(35,967)
- Trade and other payables	(50,524)	63,274
- Contract liabilities	(272)	(6,080)
- Intercompanies balances	(1,016)	(1,844)
- Tax paid	(1,395)	(2,315)
Net cash flows generated from/(used in) operating activities	60,475	(29,410)
CASH FLOWS FROM INVESTING ACTIVITIES		
- Purchase of property, plant and equipment	(9,074)	(5,319)
- Proceeds from disposal of property, plant and equipment	92	402
- Proceeds from grant on property, plant and equipment	-	3,900
- Interest received	1,583	1,828
Net cash flows (used in)/generated from investing activities	(7,399)	811
CASH FLOWS FROM FINANCING ACTIVITIES		
- Proceeds from bank borrowings	347,051	340,360
- Repayment of bank borrowings	(402,036)	(307,557)
- Payment of lease liabilities	(4,378)	(4,203)
- Interest paid	(6,830)	(8,869)
Net cash flows (used in)/generated from financing activities	(66,193)	19,731
Net change in cash and cash equivalents	(13,117)	(8,868)
Cash and cash equivalents at beginning of the financial year	69,291	78,159
Cash and cash equivalents at end of the financial year	56,174	69,291

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2024).



CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FOURTH FINANCIAL QUARTER ENDED 30 JUNE 2025

(The figures have not been audited)

	Attributable to owners of the Company				Total RM'000
	Share Capital RM'000	Warrant Reserves RM'000	Asset Revaluation Reserve RM'000	Retained Earnings RM'000	
12 months ended 30 June 2025					
At 1 July 2024	219,417	-	55,775	237,097	512,289
Comprehensive income for the financial period					
- Loss for the financial period	-	-	-	(1,295)	(1,295)
Other comprehensive income for the financial period					
- Revaluation surplus on property, plant and equipment, net of tax	-	-	6,494	-	6,494
Total comprehensive income for the financial period	-	-	6,494	(1,295)	5,199
As at 30 June 2025	219,417	-	62,269	235,802	517,488
12 months ended 30 June 2024					
At 1 July 2023	217,677	1,740	53,901	220,126	493,444
Comprehensive income for the financial period					
- Profit for the financial period	-	-	-	16,971	16,971
Other comprehensive income for the financial period					
- Revaluation surplus on property, plant and equipment, net of tax	-	-	1,874	-	1,874
Total comprehensive income for the financial period	-	-	1,874	16,971	18,845
Transfer on expiry of Warrants	1,740	(1,740)	-	-	-
As at 30 June 2024	219,417	-	55,775	237,097	512,289

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 30 June 2024).



Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of Preparation & Significant Accounting Policies

This Quarterly Condensed Consolidated Report is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standard (“MFRS”) 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements. In addition, the financial statements comply with IFRS as issued by IASB. The report should be read in conjunction with the Group’s audited financial statements for the financial year ended 30 June 2024 which was prepared in accordance with the MFRS.

The explanatory notes attached to the unaudited interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the preceding financial year ended 30 June 2024.

The significant accounting policies and methods adopted for this unaudited interim financial report are consistent with those adopted for the audited financial statements for the financial year ended 30 June 2024, except for the following new amendments to the MFRS (“standards”) effective for financial year beginning after 1 July 2024 which the Group has since adopted.

- Amendment to MFRS 16, Leases – Lease Liability in a Sale and Leaseback
- Amendment to MFRS 101, Presentation of Financial Statements – Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current
- Amendments to MFRS 107, Statement of Cash Flows and MFRS 7, Financial Instruments: Disclosures – Supplier Finance Arrangements

The adoption of the above did not have any impact on the Group’s financial statements for the current period.

The Group also early adopted ‘MFRS 18, Presentation and Disclosure in Financial Statements’ (in replacement of ‘MFRS101, Presentation of Financial Statements’) with effect from 1 July 2024, which entails improved classifications and disclosures to the financial statements particularly on the Income and Cashflow Statements. In adoption of MFRS18, we have restated the comparative period’s ‘Operating Profit’ amount. No reconciliation between previous and current restated amount in the comparative period is presented, as the affected change merely involved the reclassification of certain investment fair-value (loss) totalling RM0.3 million to below ‘Operating Profit’.



Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of Preparation & Significant Accounting Policies (continued)

The Group has not adopted the following new standards, amendments to standards and interpretations that have been issued but not yet effective for the current financial year.

Effective for financial year beginning after 1 July 2025.

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

Effective for financial year beginning after 1 July 2026.

- Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments & Contracts Referencing Nature-dependent Electricity
- Annual Improvements amendments – Volume 11: to MFRS 1, 7, 9, 10, & 107.

Effective for financial year beginning after 1 July 2027.

- MFRS 19, Subsidiaries without Public Accountability: Disclosures

Effective for financial year beginning on or after a date yet to be confirmed

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

These amendments to published standards will be adopted when effective.

A2 Declaration of audit qualification

The audit report of the Group and the Company in respect of the annual financial statements for the financial year ended 30 June 2024 was not subjected to any audit qualification.

A3 Seasonality or cyclical of operations

The business of the Group is generally neither cyclical nor seasonal except for decreased activities during the Ramadan and Chinese New Year festive months.

**Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134****A4 Unusual items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence in the current financial quarter.

A5 Changes in estimates

There were no material changes in estimates that had a material effect on the financial results in the current financial quarter.

A6 Debts and equity securities

There were no issuances, cancellations, repurchases, or resale of equity securities during the current financial quarter.

The Group has a policy to maintain its' Gearing Ratio (measured as interest bearing debts over shareholders' equity adjusted for the exclusion of intangibles) at below 1.5 times, consistent with its bank covenants.

	30 Jun 2025	30 Jun 2024
Total interest-bearing debts in RM'million	79.4	173.6
Adjusted Shareholders' Funds in RM'million	536.7	529.4
Absolute Gearing Ratio	0.15	0.33

On the total interest-bearing debts as at 30 June 2025, around RM68.4 million is tied to trade-financing drawn under the respective debenture at its steel-tube and cold-rolled subsidiaries. Debts of RM11.0 million is secured against a fixed charge on a property and other specific assets to-which the financing relates. Lease liability classification pursuant to MFRS 16 are excluded from the ratio computation as these are contractually non-interest bearing.

A7 Dividend paid

During the current financial quarter, no dividend was paid by the Company.

Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A8 Segmental reporting

The Group's year-to-date segmental information by nature-of-business is as follows:

	Cold Rolled	Steel Tube	Others	Total
	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>				
Total revenue	498,743	244,984	7,960	751,687
Inter-segment elimination	(21,844)	-	(7,960)	(29,804)
External revenue	476,899	244,984	-	721,883
Pre-tax profit/(loss)	6,366	(7,649)	539	(744)
Segment assets	455,489	251,549	3,107	710,145
		RM'000		
Segment assets		710,145		
Derivative assets		474		
Tax recoverable		3,096		
		<u>713,715</u>		

Although the Group's businesses are carried out entirely in Malaysia for the domestic market, its steel segments also serve foreign markets where feasible. The Group's year-to-date sales by geographic segments are as follows:

	Cold Rolled	Steel Tube	Total
	RM'000	RM'000	RM'000
<u>Year-to-Date Revenue by Geographic Areas</u>			
Malaysia	339,295	214,213	553,508
ASEAN	-	28,964	28,964
Non-ASEAN	137,604	1,807	139,411
Total External Revenue	476,899	244,984	721,883

*ASEAN: Association of South East Asian Nations

A9 Valuation of Property, Plant & Equipment (PPE), and Rights-of-Use (ROU) Assets.

In-conjunction with the current financial year ended 30 June 2025, the Group's PPE, and ROU-Assets were revalued by an independent firm of professional valuers based on open market value. Arising from the said revaluation, the surpluses (net deferred tax) amounting to RM6.5 million was credited to the asset revaluation reserve, while the deficits totaling RM0.7 million was charged to profit or loss as impairment in the current financial year.

**Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134****A10 Fair Value Measurement**

Except for the financial instruments disclosed below which are fair valued, the carrying value of short-term maturity financial instruments like cash deposits and bank balances, receivables, and short-term borrowings and payables approximate their fair values.

Financial instruments subjected to fair valuation are categorised into the following fair value hierarchy and are represented in the table below as at 30 June 2025:

Level 1: based on unadjusted quoted prices in active markets for identical assets and liabilities

Level 2: based on observable inputs not included within level 1

Level 3: based on unobservable inputs

Recurring fair value measurement	Fair Value RM'000		
	Level 1	Level 2	Level 3
Investment in Quoted Shares	1,800.0	-	-
Foreign Currency Forwards			
as Assets (not hedge accounted)	-	1.3	-
as Assets (hedge accounted)	-	472.4	-
as Liabilities (not hedge accounted)	-	(7.9)	-
as Liabilities (hedge accounted)	-	(558.8)	-
Total	1,800.0	(93.0)	-

This 'Investment in Quoted Shares' on investment made in a strategic customer since June 2022, is fair valued by way of marking-to-market using the quoted closing price on Bursa Malaysia.

The Foreign Currency Forwards are fair valued by way of marking-to-market using reference bank's published forward rates.

A11 Significant events and transactions

On 1 April 2025, a major fire broke out at a Petronas' gas pipeline near Putra Heights, Subang Jaya – which resulted in gas supply stoppage to businesses across various states for more than 18 days, and this has halted our cold-rolled-coil and pipe-galvanizing production over that period.

On 2 April 2025, USA declared 'Liberation Day' reciprocal tariffs on around 90 countries including Malaysia -which was subsequently paused for 90 days except for a blanket-10% and China. This and the ensuing tariff-flip-flops contributed to severe market uncertainties, frosty steel demand, foreign-exchange volatility, and further incentivise steel dumping into Malaysia.

On 19 May 2025, Mexico removed Vietnam and Malaysia steel mills in from its previously approved steel importing countries. On 4 June 2025, USA raised its section 232 tariff on Steel & Aluminium from 25% to 50%. These essentially halted our exports to those countries.

Besides the above, there were no other significant events and transactions for the current financial quarter affecting the Group's financial position and performance of its entities.

**Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134****A12 Subsequent material events**

On 1 August 2025, USA reduced its reciprocal tariffs on Malaysia (to 19%) and other countries (at various rates). On 1 July 2025, the Malaysian Government rolled out its expanded Sales & Service Tax (SST) on a much wider range of goods and services, and at higher rates. Also on 1 July, the Klang-Port Authorities rolled out its 1st-phase 15% increase in port-tariffs for handling and storage (which would top 30% by 2027) to be on par with Singapore. Coinciding with that date, the nation's sole electricity provider also increased its base electricity tariff by 13.6%.

These events are expected to have material negative impact on business and consumer sentiments in Malaysia, and on our own operating costs which may affect the Group's financial position and performance moving forward. These events, however, will not have any retrospective impact on the Group's financial position for the current period ended 30 June 2025.

A13 Changes in the composition of the Group

There were no changes to the composition of the Group during the current financial quarter.

A14 Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at the end of the current financial quarter.

A15 Changes in Financial Year End Date

There were no changes to the financial year end date during the current financial quarter.

A16 Capital Commitments

At the end of the current reporting quarter, the Group's Cold Rolled and Steel Tube subsidiary has an outstanding capital commitment balance of around RM1.0 million and RM0.7 million respectively for plant-equipment. These capital commitments will be payable over established milestones in the next financial year.



PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B1 Review of the performance of the Company and its principal subsidiaries

	Individual Qtr-4 ended 30 Jun				Cumulative 12 months YTD ended 30 Jun			
	FY 2025 RM'000	FY 2024 RM'000	Changes RM'000 %		FY 2025 RM'000	FY 2024 RM'000	Changes RM'000 %	
Revenue	167,815	237,849	(70,034)	-29.4	721,883	801,812	(79,929)	-10.0
Operating Profit/(Loss)	91	14,339	(14,248)	-99.4	5,303	28,063	(22,760)	-81.1
Profit/(Loss) Before Interest and Tax	485	14,326	(13,841)	-96.6	6,086	29,591	(23,505)	-79.4
Profit/(Loss) Before Tax	(847)	11,634	(12,481)	-107.3	(744)	20,722	(21,466)	-103.6
Profit/(Loss) After Tax	(919)	8,173	(9,092)	-111.2	(1,295)	16,971	(18,266)	-107.6
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	(919)	8,173	(9,092)	-111.2	(1,295)	16,971	(18,266)	-107.6

For the 4th financial quarter ended 30 June 2025, the Group registered a 29% lower revenue at RM167.8 million (compared to the preceding year's corresponding quarter at RM237.8 million), mainly due to lower sales volume by the Cold Rolled (CRC) segment (down 23%) impacted by gas supply stoppage and a sharp drop in exports (see Note A11). Against the comparative period, unit selling prices were also 20% lower for CRC and 18% lower for Steel Tube in reflection of the downward steel-price trend.

Resulting from the lower throughput and margin-squeeze (from Chinese steel export diversion, and Trump's tariff impediments) in the current quarter, the CRC segment's gross profit (adjusted for outbound delivery costs) is down by around 70%; whilst, the Steel Tube segment's gross profit (adjusted for outbound delivery costs) is down nearly 71%.

Included in operating profit level is an impairment charge on property, plant and equipment (PPE) of RM0.7 million (pursuant to the annual revaluation) in the current financial quarter compared to a writeback of PPE of RM1.9 million in the comparative period. Consequently, the Group recorded a sharply lower operating profit of RM91 thousands for the current quarter (against an operating profit of RM14.3 million in the comparative period).

Correspondingly, the Group recorded a pre-tax loss of RM0.8 million for the current quarter compared to a pre-tax profit of RM11.6 million in the comparative period; and, a post-tax loss of RM0.9 million against a post-tax profit of RM8.2 million in the comparative period. For the full financial year, the Group recorded an after-tax loss of RM1.3 million.

The Group recorded a lower EBITDA of RM3.6 million in the current quarter compared to the preceding year's corresponding quarter's EBITDA of RM15.9 million.


PART B – EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)
B2 Material changes in the quarterly results compared to the results of the immediate-preceding quarter

	Qtr4 FY2025	Qtr3 FY2025	Changes	
	RM'000	RM'000	RM'000	%
Revenue	167,815	151,627	16,188	10.7
Operating Profit/(Loss)	91	1,969	(1,878)	-95.4
Profit/(Loss) Before Interest and Tax	485	2,035	(1,550)	-76.2
Profit/(Loss) Before Tax	(847)	733	(1,580)	-215.6
Profit/(Loss) After Tax	(919)	671	(1,590)	-237.0
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	(919)	671	(1,590)	-237.0

The Group's revenue for the current period at RM167.8 million is up around 11% compared to the immediate-preceding period at RM151.6 million. This is attributed to the higher sales volume by both the Cold Rolled (CRC) segment (up 12%) and the Steel Tube segment (up 39%) compared to the preceding period that had shorter working days due to two major festive holidays saddling it. Unit selling prices for both segments were also lower in the current period. (CRC segment and Steel Tube segment down 7% and 9% respectively) in tandem with lower domestic prices.

Resulting from the margin-squeeze in the current quarter (see Note A11), the CRC segment's gross profit (adjusted for outbound delivery costs) is down by around 38%, whilst the Steel Tube is down nearly 28% over the preceding period.

Consequently, the Group recorded a sharply lower operating profit of RM91 thousand (after the impairment on PPE of RM0.7 million) for the current period against an operating profit of RM2.0 million in the preceding period. Both the segments recorded an operating-loss for the current quarter as compared to only the Tube segment in the preceding quarter. Netting financing and investment costs, the Group recorded a pre-tax loss of RM0.8 million for the current period compared to pre-tax profit of RM0.7 million in the preceding period and a post-tax loss of RM0.9 million against a post-tax profit of RM0.7 million in the preceding period.

The Group recorded a lower EBITDA of RM3.6 million in the current quarter compared to the immediate-preceding quarter's EBITDA of RM5.5 million.

**PART B – EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)****B3 Prospects for the next financial year**

The turbulent start to the 2nd-half had gotten more tumultuous from detrimental external events mentioned in Note A11 which further trimmed the Group's performance in the current 4th financial quarter. Its CRC-segment faced production stoppage lasting 20 days due to gas-supply cuts, whilst its export-sales grinded to a halt. Its Tube-segment also faced production stoppage in its galvanizing plant due to gas-supply cuts and machinery refitting (for electrical-conduit-pipe production), whilst its gross margins remained suppressed from the deluge of cheap Chinese pipes.

The start of the next financial year was greeted with a slew of increases in taxes, tariffs, and rates as mentioned in Note A12. These increases will have notable impact on our production and operation costs, mostly which cannot be passed through to customers due to steel-pricing inelasticity and cheap import substitutes. This rising 'cost-of-doing-business' trend in Malaysia has been persistent (in the last few years) and particularly damaging to manufacturers and their competitiveness. That coupled with the expected global economic slowdown, most domestic corporate-earnings along with the Nation's economy are expected to dip. The promised introduction of carbon-tax and RON-95 rationalisation will likely further rattle slipping business confidence.

Amidst the gloom, there are some silver-linings: (i) Government authorities have recently scored some successful raid against smuggled and mis-declared steel imports, and this has somewhat checked rogue importation. This coupled with the push for great localisation of steel usage amongst foreign-owned businesses by local steel bodies (i.e. such as the Malaysian Iron & Steel Industry Federation), we are beginning to see the return of some domestic buying particularly on cold-rolled coils. (ii) The flip-side of pushing greater cost burden on the private-sector and consumers is that the Nation's fiscal position should improve to accord the Government room to weather the expected global economic slowdown and set the stage for its 13th Malaysian Plan - that could possibly sustain steel demand with its RM430 billion development budget over the next 5 years. (iii) From the steel-cycle's peak in March 2022, the Steel Industry has since endured the longest down-cycle with prices trimmed by half and now plateaued at its trough over the last six months. At worst, it stays at current levels. On the upside, China's growing calls to control excessive steel-supply and halt ruinous competition could just be the catalyst for turning-point in the steel-cycle.

In-summary, the Group's prospect outlook for the next financial year period remains bearish with significant downward pressure from costs and a highly unfavourable external environment. Nevertheless, the Group is hopeful that its strategic response plans to mitigate threats and optimise opportunities may improve its performance in the next financial year.

B4 Variance of actual profit from forecast profit

This is not applicable to the Group.

**PART B – EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)****B5 Profit/(loss) before taxation**

Profit/(loss) before taxation is stated after charging/ (crediting):

	Individual Qtr4 ended 30 Jun		Cumulative 12 months YTD ended 30 Jun	
	FY 2025 RM'000	FY 2024 RM'000	FY 2025 RM'000	FY 2024 RM'000
Depreciation:				
- property, plant and equipment	2,764	3,841	13,758	15,193
- right-of-use assets	1,238	1,235	4,951	4,940
Interest income	(444)	(437)	(1,583)	(1,828)
Interest costs on:				
- borrowings	1,183	2,499	6,168	8,032
- lease liabilities	149	193	662	837
FX differences (gain)/loss	(1,882)	404	(2,264)	2,074
FX derivatives loss/(gain)	2,030	(64)	4,183	(3,944)

B6 Taxation

Taxation comprises :

	Individual Qtr4 ended 30 Jun		Cumulative 12 months YTD ended 30 Jun	
	FY 2025 RM'000	FY 2024 RM'000	FY 2025 RM'000	FY 2024 RM'000
Current tax credit/(expense)				
Current period	(111)	(992)	155	(2,103)
Deferred tax (expense)/income				
Current period	39	(2,469)	(706)	(1,648)
	(72)	(3,461)	(551)	(3,751)

B7 Profit on sale of unquoted investments and / or properties

The Group did not engage in any sales of unquoted investments and / or properties in the current financial quarter.

B8 Purchase or disposal of quoted securities

There were no purchases or disposals of quoted securities in the current financial quarter.

B9 Status of corporate proposals

There were no outstanding corporate proposals as at the date of this announcement.



PART B – EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B10 Group borrowings and debt securities

The Group's borrowings from lending institutions as at 30 June 2025, which are denominated entirely in Ringgit Malaysia, are as follows:

	<u>RM'000</u>
<u>Short-term borrowing</u>	
Secured	77,992
<u>Long-term borrowings:</u>	
Secured	1,422
Total borrowings	<u>79,414</u> =====

Cash-flow movement in-relation to 'changes in liabilities arising from financing activities' on a year-to-date basis is outlined below:

	<u>RM'000</u>
Total Borrowings' opening balance as at 1 July 2024	134,400
<u>Cash Flows:</u>	
Inflows from new debts	347,050
Outflows on repayment	(402,036)
Closing balance as at 30 June 2025	<u>79,414</u> =====

The above bank borrowings comprised of trade-financing (short-term) and term-loans (long-term). The Group's bank-gearing ratio is around 0.15 times. The Group met all its banks' covenants for the current period ended, except for a DSCR (Debt Service Cover Ratio) covenant obligation by its Steel-Tube subsidiary to a Bank measured at financial year end- which indulgence has since been sought. In this regard in compliance with MFRS 101, the Group has reclassified RM5.5 million non-current liabilities to current liabilities in the current period - as reflected in the above. The said subsidiary and the Group remain in comfortable net-current-asset position after the reclassification; and the continuing availability of the aforementioned debt facility to the said subsidiary is unaffected.

The Group does not provide any financing-arrangement for its suppliers that may warrant further disclosure under MFRS7.

**PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)****B11 FX Risks & Outstanding Derivatives****FX Risks**

The Group has exposure to foreign currency exchange (FX) risk from payment-obligations in USD on raw material imports; and from receivable-rights in USD and SGD on export sales – with the former significantly larger than the latter.

Where possible, the Group seeks to optimize natural FX hedge for settlement between its foreign currency rights and obligations sitting in separate subsidiaries– as this would result in savings from double FX transaction cost and derivative-instruments' wide bid-ask spreads. Excess FX exposure is then hedged with forward foreign currency exchange contracts (FX forwards)– depending on the length of the forward period and forward quotes.

Year-to-date, the Group recorded the following gains/(loss) from its natural-hedged, unhedged, and fair-value-hedged positions:

Natural Hedged

	<u>Taken-up in</u>	Gain/(Loss) RM'ooo		
		Unrealized	Realized	Total
Obligations: Purchases in USD	Inventory / COGS	34	915	949
Rights: Cash & Receivables in USD	FX	(34)	(915)	(949)
Net Impact		0	0	0

Note:

- Rights and Obligations reside in different subsidiaries.
- Savings/(cost) from lower/(higher) converted purchase-price due to FX movement as taken-up in inventory & COGS is reflective of the opposing-results if both legs of the FX exposures were hedged with FX-Forwards (excluding costs).

Unhedged

	<u>Taken-up in</u>	Gain/(Loss) RM'ooo		
		Unrealized	Realized	Total
Rights: Cash & Receivables in SGD	FX	(20)	(946)	(966)
		(20)	(946)	(966)

Note:

- FX-exposures from SGD export-sales ranges between 3 to 4 months and are mostly left unhedged due to voluminous small value contracts, narrow volatility of currency-pair, and collection-timing uncertainty.

Fair-Value-Hedged

	<u>Taken-up in</u>	Gain/(Loss) RM'ooo		
		Unrealized	Realized	Total
FX Forward Contracts (designated)	FX	(93)	(4,090)	(4,183)
Obligations: Purchases in USD	FX	86	4,093	4,179
Net Impact		(7)	3	(4)


PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)
B11 FX Risks & Outstanding Derivatives (continued)
Outstanding Derivatives

Details on the Group's outstanding derivative FX forward contracts designated for fair-value hedge accounting as at 30 June 2025 are outline below:

Non-designated
FX Forward Contracts (SGD/RM) as non-designated hedging instrument

Maturity	Notional Value '000		Fair Value RM'000	
	Short SGD	Long SGD	Financial Asset	Financial Liability
Less than 1 year	550	-	1.3	7.9

Designated
FX Forward Contracts (USD/RM) as designated hedging Instrument

Maturity	Notional Value '000		Fair Value RM'000	
	Long USD	Short USD	Financial Asset	Financial Liability
Less than 1 year	15,828	2,900	472.4	558.8

Financial obligations & rights in foreign currency as hedge items

Maturity	Notional Value '000		Fair Value RM'000	
	Long USD	Short USD	Financial Asset	Financial Liability
Matching	2,900	15,828	558.8	472.4

(i) Risk associated with the derivatives

Counter-Party Risk

The Forward FX contracts are entered into with domestic licensed financial institutions which have extended FX lines to the Group. The associated Counter-Party risk is negligible.

(ii) Cash requirements of the derivatives

There is no cash movement from the Group to the counterparties when the Forward FX contracts are inception. Upon maturity of the Forward FX contracts, domestic currency is exchanged for the foreign currency at the contracted rate to meet its obligations.

(iii) Policies in place for mitigating or controlling the risk associated with the derivatives

The Group uses derivative financial instruments to hedge specific risk exposures of the underlying hedge items when natural-hedge cannot be established, and does not enter into derivative financial instruments for speculative purposes. The Group monitors the fluctuations in foreign currency exchange rates closely with the objective to minimize potential adverse effects on the financial performance of the Group. The Board of Directors regularly reviews the risk and approves the policy for managing the risk.


PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)
B12 Off balance sheet financial instruments and commitments

Off balance sheet financial instruments as at the date of this announcement are bank guarantees issued by its principal subsidiaries amounting to RM3.6 million as security for inbound supply of goods and services; and corporate guarantees issued to lenders for borrowings extended to its principal subsidiaries amounting to RM76.5 million as at 30 June 2025.

B13 Material litigation

The Cold Rolled Coil (CRC) subsidiary has on 29 November 2023 obtained leave from the Kuala Lumpur High Court to commence judicial review proceedings on decisions made by the Ministry of Investment, Trade & Industry (MITI) to remove anti-dumping duties on CRC imported from South Korea and Vietnam. At the same hearing, the High Court also granted a 'Stay of Proceedings' on the said MITI's ruling pending outcome of the judicial review which has since been initiated. The Korean & Vietnam parties (not originally named as parties to the judicial proceedings) have since applied for 'intervention & redaction' on the matter. In the 'case management' hearing on 6 August 2024, the Court has fixed various dates for the Respondents, Interveners, and Applicants to file their affidavits & affidavits-in-reply, followed by written submissions & submissions-in-reply lasting until 18 April 2025 (now rescheduled to 20 June 2025). Culminating from that, the Court has fixed the Judicial Review Application to be heard on 8 May 2025 (now rescheduled to 8 December 2025).

Besides the aforementioned, the Group is not engaged in any on-going material litigation either as a plaintiff or defendant, claims or arbitration which have a material effect on the financial position of the Group; and the Board is not aware of any proceedings pending or threatened against the Group or of any other facts likely to give rise to any proceedings which may materially and/or adversely affect the financial position and business of the Group.

B14 Dividend

The Company did not declare any dividend for the financial period ended 30 June 2025.

B15 (Loss)/Earnings per share

(i) Basic (loss)/earnings per ordinary share

	Individual Qtr4 ended 30 Jun		Cumulative 12 months YTD ended 30 Jun	
	FY 2025	FY 2024	FY 2025	FY 2024
(Loss)/Profit attributable to owners (RM'000)	(919)	8,173	(1,295)	16,971
Weighted average number of ordinary shares in issue ('000)	327,058	327,058	327,058	327,058
Basic (loss)/earnings per share (sen)	(0.28)	2.50	(0.40)	5.19

(ii) Diluted earnings per ordinary share

No diluted earnings per share is presented since the warrants had expired on 26 January 2024.