



HHRG BERHAD

Registration No. 201101041555 (969678-D)
(Incorporated in Malaysia under the Companies Act 2016)

INTERIM FINANCIAL REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2025

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2025 ⁽¹⁾ RM'000	Preceding Year Corresponding Quarter 30.09.2024 RM'000	Current Year Period 30.09.2025 ⁽¹⁾ RM'000	Preceding Year Corresponding Period 30.09.2024 ⁽²⁾ RM'000
Revenue	28,584	31,499	182,338	-
Cost of sales	(17,238)	(22,681)	(129,816)	-
Gross profit	11,346	8,818	52,522	-
Other income	5,876	261	16,356	-
Administrative expenses	(16,174)	(5,375)	(48,789) *	-
Selling and distribution expenses	(148)	(766)	(4,147)	-
Allowance for expected credit losses on trade receivables				
- Addition	(2,401)	-	(2,401)	-
- Reversal	-	-	-	-
Operating profit	(1,501)	2,938	13,541	-
Finance income	242	180	859	-
Finance costs	(321)	(612)	(2,743)	-
Profit before tax	(1,580)	2,506	11,657	-
Taxation	947	(552)	(2,086)	-
Total comprehensive income	(633)	1,954	9,571	-
Total comprehensive income attributable to:				
- Owners of HHRG	90	2,086	10,388	-
- Non-controlling interests	(723)	(132)	(817)	-
	(633)	1,954	9,571	-
Earnings per share (sen) attributable to owners of HHRG:				
- Basic ⁽³⁾	0.01	0.22	0.99	-
- Diluted ⁽³⁾	0.01	0.21	0.96	-

Notes:

- ⁽¹⁾ The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to this interim financial report.
- ⁽²⁾ In view of the change of financial year end from 12 months ended 31 March 2025 to 18 months ending 30 September 2025, there are no comparative figures for the preceding year corresponding period. The current reporting financial period is for a period of 18 months, made up from 1 April 2024 to 30 September 2025.
- ⁽³⁾ Kindly refer to **Note B8** for further details.
- * Including RM3.96 million which was derived from an expense incurred for recognised fair value losses (equity-settled share-based payment transactions) resulting from the issuance of additional SIS shares as an one-off, non-recurring transaction to reward employees.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30.09.2025 ⁽¹⁾ RM'000 (unaudited)	As at 31.03.2024 RM'000 (audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	165,196	71,887
Investment properties	13,304	27,249
Right-of-use assets	7,787	3,638
Inventories	26,083	26,083
Intangible assets	-	18,084
Deferred tax asset	572	954
Keyman insurance contracts	649	449
	213,591	148,344
Current Assets		
Inventories	20,595	12,364
Trade and other receivables	49,956	43,788
Asset held for sales	-	8,676
Keyman insurance contracts	-	207
Current tax assets	2,836	1,550
Other investment	2,503	24,108
Cash and cash equivalents	28,749	28,349
	104,639	119,042
TOTAL ASSETS	318,230	267,386
EQUITY AND LIABILITIES		
Share capital	177,723	153,776
Other reserves	(2,854)	(407)
Retained profits	37,597	29,664
	212,466	183,033
Non-controlling interests	68,698	22,307
Total Equity	281,164	205,340
Non-Current Liabilities		
Lease liabilities	3,552	299
Borrowings	8,589	21,216
Deferred tax liabilities	1,180	1,863
	13,321	23,378
Current Liabilities		
Trade, other payables and provision	16,486	23,973
Contract liabilities	-	1,594
Borrowings	4,181	11,085
Lease liabilities	3,078	2,016
	23,745	38,668
Total Liabilities	37,066	62,046
TOTAL EQUITY AND LIABILITIES	318,230	267,386
NET ASSETS PER SHARE (RM)	0.27⁽²⁾	0.24⁽³⁾

Notes:

- ⁽¹⁾ The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to this interim financial report.
- ⁽²⁾ Calculated based on the Company's existing issued share capital for the financial period ended as at 30 September 2025 of 1,048,366,259 ordinary shares
- ⁽³⁾ Calculated based on the Company's existing issued share capital for the financial year ended as at 31 March 2024 of 867,835,759 ordinary shares.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

[----- Attributable to Owners of the Company -----]
[----- Non-distributable -----]

	Share Capital RM'000	Reorganisation Reserve RM'000	Capital Contribution RM'000	Warrants Reserve RM'000	SIS Reserve RM'000	Treasury Shares RM'000	Retained Profits/ (Accumulated Losses) RM'000	Total RM'000	Non- controlling Interests RM'000	Total Equity RM'000
At 1 April 2024	153,776	(5,185)	-	1,864	2,914	-	29,664	183,033	22,307	205,340
Acquisition of subsidiaries	-	-	-	-	-	-	(5,369)	(5,369)	47,208	41,839
Total comprehensive income for the financial period	-	-	-	-	-	-	10,388	10,388	(817)	9,571
SIS lapsed	-	-	-	-	(2,914)	-	2,914	-	-	-
Issuance of shares pursuant to:										
- Private placement	12,295	-	-	-	-	-	-	12,295	-	12,295
- Warrant exercised	137	-	-	(33)	-	-	-	104	-	104
- SIS exercised	11,515	-	-	-	(1,811)	-	-	9,704	-	9,704
Share issue expenses	-	-	-	-	3,947	-	-	3,947	-	3,947
Shares buy-back exercised	-	-	-	-	-	(5,106)	-	(5,106)	-	(5,106)
Issuance of capital contribution	-	-	3,470	-	-	-	-	3,470	-	3,470
At 30 September 2025	177,723	(5,185)	3,470	1,831	2,136	(5,106)	37,597	212,466	68,698	281,164
At 1 April 2023	140,079	(5,185)		2,090	6,319	-	22,577	165,880	23,390	189,270
Total comprehensive income for the financial period	-	-		-	-	-	7,087	7,087	769	7,856
Issuance of shares pursuant to:										
- Warrant exercised	949	-		(226)	-	-	-	723	-	723
- SIS exercised	12,748	-		-	(3,405)	-	-	9,343	-	9,343
Dividend paid to non-controlling interests	-	-		-	-	-	-	-	(1,852)	(1,852)
At 31 March 2024	153,776	(5,185)		1,864	2,914	-	29,664	183,033	22,307	205,340

Note:

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Year-to-date ended	
	30.09.2025	30.09.2024 ⁽¹⁾
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	11,657	-
<u>Adjustments for:</u>		
Amortisation of intangible assets		
- customer relationship	1,936	-
- trademarks	51	-
Depreciation of:		
- investment properties	339	-
- property, plant and equipment	8,888	-
- right-of-use assets	4,315	-
Accretion of interest on lease liabilities	652	-
Provision of impairment losses	1,650	-
Goodwill impairment	6,802	-
Prior year impairment from debtor	3,158	-
Fair value loss/(gain) on keyman insurance contracts	6	-
(Gain)/loss on disposal of investment properties	(9,167)	-
Gain on disposal of property, plant and equipment	(479)	-
Gain on modification	(92)	-
Property, plant and equipment written off	203	-
Interest expense	2,743	-
Interest income	(558)	-
Unrealised loss/(gain) on foreign exchange	64	-
	<hr/>	<hr/>
Operating profit before working capital changes	32,168	-
Inventories	(8,231)	-
Receivables	(7,884)	-
Payables	(4,641)	-
Contract liabilities	(1,594)	-
	<hr/>	<hr/>
Cash (used in) operations	9,818	-
Income tax paid	(3,027)	-
Income tax refund	394	-
Capital gains tax paid	(19)	-
Real property gains tax paid	(734)	-
	<hr/>	<hr/>
Net cash (used in) operating activities	6,432	-
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CASH FLOWS FROM INVESTING ACTIVITIES		
Changes in fixed deposits pledged with licensed banks	(78)	-
Interest received	558	-
Proceed from disposal of subsidiary	10	-
Proceeds from disposal of property, plant and equipment	1,225	-
Proceeds from investment properties	26,655	-
Subscription for shares in subsidiary in investing activities	(45,630)	-
Purchase of property, plant and equipment	(10,935)	-
Purchase of investment properties	(43)	-
Changes in other investment	21,605	-
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Net cash used in investing activities	(6,633)	-
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)

	Year-to-date ended	
	30.09.2025	30.09.2024 ⁽¹⁾
	RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(2,743)	-
Proceeds from exercise of warrants	104	-
Proceeds from exercise of SIS	9,703	-
Proceeds from exercise of ordinary shares	12,495	-
Acquisition of treasury shares	(5,106)	-
Repayment of term loans	(6,079)	-
Repayment of hire purchase	(1,015)	-
Repayment of lease liabilities	(4,552)	-
Share issuance expenses paid	3,947	-
Net cash from financing activities	6,754	-
Net (decrease)/increase in cash and cash equivalents	6,553	-
Effects of foreign exchange rate changes	-	-
Cash and cash equivalents at beginning of the financial period	13,698	-
Cash and cash equivalents at end of the financial period	20,251	-
Cash and cash equivalents comprise the following:		
Cash and bank balances	16,583	-
Fixed deposits with licensed banks	9,663	-
Short-term investment	2,503	-
Cash and cash equivalents per statement of financial position	28,749	-
Less: Bank overdraft	(3,230)	-
Less: Fixed deposits pledged to financial institutions	(5,268)	-
	20,251	-

Note:

⁽¹⁾ In view of the change of financial year end from 12 months ended 31 March 2025 to 18 months ending 30 September 2025, there are no comparative figures for the preceding year corresponding period. The current reporting financial period is for a period of 18 months, made up from 1 April 2024 to 30 September 2025.

⁽²⁾ The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to this interim financial report.

**EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING
STANDARD (“MFRS”) 134**

A1. BASIS OF PREPARATION

The condensed consolidated interim financial statements as contained in this interim financial report are unaudited and have been prepared in accordance with the applicable Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards (“IFRS”) and the requirements of the Companies Act 2016 in Malaysia and Part K, Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements (“ACE LR”) issued by Bursa Malaysia Securities Berhad (“Bursa Securities”).

These unaudited interim financial statements are prepared under the historical cost convention unless otherwise indicated in the summary of accounting policies.

These unaudited interim financial statements should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to this interim financial report. The explanatory notes contained herein provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2024.

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation applied in the preparation of these unaudited interim financial statements are consistent with those adopted in the annual financial statements for the financial year ended 31 March 2024 as disclosed below:

Adoption of Amendments to MFRSs

Effective for annual periods beginning on or after 1 January 2023

MFRS 17 Insurance Contracts and Amendments to MFRS 17 Insurance Contracts

Amendments to MFRS 17 Insurance Contracts - Initial application of MFRS 17 and MFRS 9 - Comparative Information

Amendments to MFRS 101 Presentation of Financial Statements - Disclosure of Accounting Policies

Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates

Amendments to MFRS 112 Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Amendments to MFRS 112 Income Taxes - International Tax Reform - Pillar Two Model Rules

Initial application of the above new standards or amendments to MFRSs is not expected to have any material impact to the financial statements upon adoption, save and except for Amendments to MFRS 101 Presentation of Financial Statements: Disclosure of Accounting Policies. The amendments change the requirements in MFRS 101 with regards to the disclosure of accounting policies. The amendments replace all instances of the term ‘significant’ with ‘material’. Accounting policy information is material if, when considered together with other information included in an entity’s financial statements, it can reasonably be expected to influence decisions that the primary users of general-purpose financial statements make based on those financial statements.

The supporting paragraphs in MFRS 101 are also amended to clarify that the accounting policy information that relates to immaterial transactions, other events or conditions is immaterial and need not be disclosed. Accounting policy information may be material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial. However, not all accounting policy information relating to material transactions, other events or conditions is itself material. The Malaysian Accounting Standards Board (“MASB”) has also developed guidance and examples to explain and demonstrate the application of the ‘four-step materiality process’ described in MFRS Practice Statement 2.

The amendments have had an impact on the Group’s and the Company’s disclosures of accounting policies but not on the measurement, recognition or presentation of any items in the Group’s financial statements.

Standards Issued But Not Yet Effective

The following are accounting standards that have been issued by the MASB but are yet to be effective for the Group and the Company:

Effective for annual periods beginning on or after 1 January 2024

Amendments to MFRS 16 Leases - Lease Liability in a Sale and Leaseback

Amendments to MFRS 101 Presentation of Financial Statements - Non-Current Liabilities with Covenants

Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosures - Supplier Finance Arrangements

Effective for annual periods beginning on or after 1 January 2025

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

Effective for annual periods beginning on or after 1 January 2027

MFRS 18 Presentation and Disclosure in Financial Statements

Effective date yet to be confirmed

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

The initial application of the above new standard or amendments to MFRSs is not expected to have any material impact to the financial statements of the Group and of the Company upon adoption, save and except for MFRS 18 Presentation and Disclosure in Financial Statements.

MFRS 18 introduces new requirements on presentation within the statements of profit or loss, including specified totals and subtotals. It also requires disclosure of management-defined performance measures and includes new requirements for aggregation and disaggregation of financial information based on the identified ‘roles’ of the primary financial statements and the notes. In addition, there are consequential amendments to MFRS 107 Statement of Cash Flows and MFRS 134 Interim Financial Reporting.

The amendments will have an impact on the Group’s and on the Company’s presentation of statements of comprehensive income, statements of cash flows and additional disclosures in the notes to the financial statements but not on the measurement or recognition of any items in the Group’s and the Company’s financial statements.

The Group is currently assessing the impact of MFRS 18 and plans to adopt the new standard on the required effective date.

A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

There was no qualification on the audited financial statements of the Group for the financial year ended 31 March 2024.

A4. SEASONALITY OR CYCLICALITY OF OPERATION

Save and except for oil palm empty fruit bunch ("EFB") fibre, the Group's biomass materials and value-added products are not significantly affected by seasonal or cyclical factors. The supply of oil palm EFB fibre generally declines during the monsoon and low-crop seasons in Malaysia, typically from November to May.

Our manufacturing and trading business for coconut fibre and related products is seasonal. Based on our records, demand for these products increases from October to January. During this period, however, we also face shortages of coconut husk due to the monsoon season and flooding in Malaysia. Uncertain weather conditions and climate variability further affect coconut yields, resulting in unpredictable coconut husk supply.

The Group's furniture division is subject to seasonal fluctuations, with performance impacted by major festive seasons and summer holidays in the United Kingdom, Europe and Asia.

A5. UNUSUAL ITEMS

There was no unusual item affecting the assets, liabilities, equity, net income or cash flows of the Group during the current quarter and cumulative quarter under review.

A6. MATERIAL CHANGES IN ESTIMATES

There was no material change in estimates of amounts reported in prior financial year that have a material impact on the current quarter and cumulative quarter under review.

A7. DEBTS AND EQUITY SECURITIES

Proposed Additional Reallotment: Announcement dated 6 November 2024

On 6 November 2024, the Company announced that the offer of options has been made to the eligible employees of the Company and its subsidiaries to subscribe 202,100,000 units of new ordinary shares in the Company under the Company's Share Issuance Scheme ("SIS").

Proposed Bonus Issue: Announcement dated 6 October 2025

On 6 October 2025, on behalf of the Board of Directors of HHRG, Malacca Securities Sdn Bhd ("Malacca Securities") announced that the Company proposes to undertake a bonus issue of up to 491,684,507 new warrants in the Company ("Warrant(s) B") on the basis of 2 Warrants B for every 5 existing ordinary shares in the Company held on an entitlement date to be determined and announced later.

Save and except for the above, there was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the current quarter and cumulative quarter under review.

A8. DIVIDEND PAID OR DECLARED

No dividend has been paid during the current quarter and cumulative quarter under review.

A9. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD

The Company has changed its financial year end from 31 March 2025 to 30 September 2025, as announced to Bursa Securities Berhad on 7 May 2025.

Following the change, the current financial period will be for a period of 18 months commencing from 1 April 2024 to 30 September 2025, and the company's audited financial statements will be prepared for this 18-month period.

A10. CHANGES IN THE COMPOSITION OF THE GROUP

On 18 April 2024, HHRG acquired 51% stake in Open Road (SP Circuit) Sdn Bhd (formerly known as PKB Open Road (SP Circuit) Sdn. Bhd.) and ORIC Development (SP) Sdn. Bhd. which jointly own 150 acres of land in Sungai Petani. The intention of this acquisition is for future land development.

On 13 August 2024, HHRG had incorporated a wholly-owned subsidiary company, namely Open Sea (Langkawi) Sdn. Bhd. ("OSL") as a private limited company under the Companies Act, 2016. OSL is principally an investment holdings company.

On 25 October 2024, HH Land and Development Sdn. Bhd. had entered into a share sales agreement for the disposal of 51% stake of subsidiary of KNG Resource Enterprise Sdn. Bhd. The transaction has been completed.

On 23 January 2025, HHRG had incorporated a wholly-owned subsidiary company, namely Open Road Prestige Auto Sdn. Bhd. ("ORPA"). ORPA was incorporated in Malaysia as a private limited company under the Companies Act, 2016. ORPA was principally involved in wholesale and retail of new, used and other motor vehicles not elsewhere classified and its principal business has been changed to investment holding on 17 November 2025.

On 5 May 2025, HHRG had incorporated a wholly-owned subsidiary company, namely Open Road (East Coast) Sdn. Bhd. ("OREC). OREC was incorporated in Malaysia as a private limited company under the Companies Act, 2016. OREC is principally involved in buying, selling, renting, and operating of self-owned or leased real estate for residential building and non-residential building, other specialized construction activities not elsewhere classified.

On 11 September 2025, HK Gua Musang Sdn. Bhd. acquired the remaining 35% equity interest in HHRG Biotech Sdn. Bhd., resulting in HHRG Biotech becoming a wholly-owned subsidiary of the Company.

On 24 September 2025, HHRG further acquired 10% stake in Open Road (SP Circuit) Sdn Bhd (formerly known as PKB Open Road (SP Circuit) Sdn. Bhd.) with total 61% of shareholding. The Proposed Acquisition has been completed on 30 September 2025.

Save and except for the above, there was no change in the composition of the Group during the current quarter and cumulative quarter under review.

A11. CHANGES IN CONTINGENT LIABILITIES

There is no material contingent liability as at the date of this report.

A12. CAPITAL COMMITMENTS

Save as disclosed below, as per reporting date, the Board is not aware of any material commitments incurred or know to be incurred by HHRG Group which upon becoming due or enforceable, may have a material impact on the financial position or business of HHRG Group.

	As at 30.09.2025 RM'000
Property, plant and equipment	
Approved but not contracted for	-
Contracted but not provided for	11,700
	<u>11,700</u>

A13. SEGMENT INFORMATION

The Group, through its subsidiaries, is principally engaged in the manufacturing and trading of biomass materials, manufacturing and trading of furniture, mattresses and related products, credit business, property development and management. There is no change to the principal activities of the Group during the current quarter and cumulative quarter under review.

The Group has arrived at four (4) reportable divisions that are organised and managed separately according to the nature of products, specific expertise and technologies requirements, which requires different business and marketing strategies. The reportable divisions are summarised as follows:

- (i) Biomass materials and related products ("Biomass Division")

Manufacturing and trading of coconut fibre and related products, and oil palm EFB fibre and related products.
- (ii) Furniture, mattresses and related products ("Furniture Division")

Manufacturing and trading of furniture, mattresses and related products.
- (iii) Credit business ("Credit Division")

Licensed credit business.
- (iv) Property development and management ("Property Division")

Real property, property development, property management, property renting and trading and investment holding.

	Current quarter ended		Year-to-date ended	
	30.09.25	30.09.24	30.09.25	30.09.24 ⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
<u>Segment Revenue</u>				
Biomass materials and related products	22,560	18,989	116,091	-
Furniture, mattresses and related products	7,138	13,659	72,861	-
Credit business	723	776	4,831	-
Property development and management	9	295	329	-
	30,430	33,719	194,112	-
Elimination of intragroup transactions	(1,846)	(2,220)	(11,774)	-
Revenue from external customers	28,584	31,499	182,338	-

<u>Segment Results</u>				
Biomass materials and related products	8,373	4,599	30,018	-
Furniture, mattresses, and related products	(13,628)	108	(12,607)	-
Credit business	(2,252)	260	(1,185)	-
Property development and management	8,511	241	12,032	-
	1,004	5,208	28,258	-
Unallocated corporate income and expenses (net)	(347)	398	11,747	-
Elimination of intragroup transactions and profits	(2,237)	(3,100)	(28,348)	-
Profit before tax of the Group	(1,580)	2,506	11,657	-

	Current quarter ended		Year-to-date ended	
	30.09.25	30.09.24	30.09.25	30.09.24 ⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
<u>Segment Assets</u>				
Biomass materials and related products	71,879	71,736	71,879	-
Furniture, mattresses, and related products	56,998	71,979	56,998	-
Credit business	39,409	33,866	39,409	-
Property development and management	89,764	104,615	89,764	-
	258,050	282,196	258,050	-
Tax assets	2,836	1,442	2,836	-
Unallocated assets	53,931	37,442	53,931	-
Elimination of intragroup balances	3,413	(15,918)	3,413	-
Total assets of the Group	318,230	305,162	318,230	-

<u>Segment Liabilities</u>				
Biomass materials and related products	18,295	20,955	18,295	-
Furniture, mattresses, and related products	13,843	26,634	13,843	-
Credit business	38,220	33,206	38,220	-
Property development and management	46,856	48,669	46,856	-
	117,214	129,464	117,214	-
Tax liabilities	1,180	1,863	1,180	-
Unallocated liabilities	17,025	29,695	17,025	-
Elimination of intragroup balances	(98,353)	(82,468)	(98,353)	-
Total liabilities of the Group	37,066	78,554	37,066	-

14. RELATED PARTY TRANSACTIONS

	Current quarter ended		Year-to-date ended	
	30.09.25	30.09.24	30.09.25	30.09.24 ⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
Purchase of coconut fibre	265	503	1,761	-
Purchase of furniture semi part	-	1,228	3,198	-
	265	1,731	4,959	

The above transactions are necessary for the Group's day-to-day operations and are undertaken in the ordinary course of business. The above transactions are carried out on terms not more favourable to the related parties than those generally available to the public, which are not to the detriment of the non-controlling shareholders of the Group.

Note:

⁽¹⁾ In view of the change of financial year end from 12 months ended 31 March 2025 to 18 months ending 30 September 2025, there are no comparative figures for the preceding year corresponding period. The current reporting financial period is for a period of 18 months, made up from 1 April 2024 to 30 September 2025.

ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. ANALYSIS OF PERFORMANCE

Profit and loss	Individual Quarter		Changes		Cumulative Period		Changes	
	Current 30.09.25 RM'000	Preceding 30.09.24 RM'000	RM'000	%	Current 30.09.25 RM'000	Preceding 30.09.24 ⁽¹⁾ RM'000	RM'000	%
Revenue	28,584	31,499	(2,915)	(9.25)	182,338	-	-	-
Profit/(Loss) before tax	(1,580)	2,506	(4,086)	(163.05)	11,657	-	-	-
Profit/(Loss) after tax	(633)	1,954	(2,587)	(132.40)	9,571	-	-	-

Revenue

For the current quarter under review, the Group recorded revenue of RM28.58 million. This represents a decrease of RM2.92 million or 9.25% as compared to the corresponding quarter of the preceding year. The biomass division contributed revenue of RM20.71 million representing 71.89% of the Group's total revenue and remain the major contributor compared to the others business segments.

For the 18 months cumulative period, the Group recorded revenue of RM182.34 million and profit after tax of RM9.57 million. The biomass division contributed revenue of RM104.32 million representing 57.14% of the Group's total revenue and remain the major contributor compared to the others business segments.

Loss Before Tax

The Group reported a loss before tax of approximately RM1.58 million for the current quarter under review, reflecting a decrease of approximately RM4.09 million or 163.05% as compared to the corresponding quarter of the preceding year.

The loss before tax for the current quarter as compared to the preceding year corresponding quarter, was primarily attributable to the following factors:

- i. Additional and prior year impairment in allowance for expected credit losses on trade receivables with RM2.40 million and RM3.16 million respectively.
- ii. Impairment of goodwill and intangible assets with RM6.80 million.

However, the losses was partially offset by the following factors:

- i. Decrease in cost of sales as a result of lower production costs of bio-oil division.
- ii. Other income in gain on disposal of investment properties with RM6.27 million.

Note:

⁽¹⁾ In view of the change of financial year end from 12 months ended 31 March 2025 to 18 months ending 30 September 2025, there are no comparative figures for the preceding year corresponding period. The current reporting financial period is for a period of 18 months, made up from 1 April 2024 to 30 September 2025.

Loss After Tax

The Group reported a loss after tax of approximately RM0.63 million for the current quarter under review, reflecting decrease of RM2.59 million or 132.40% compared to the corresponding quarter of the preceding year.

B2. VARIATION OF RESULTS AGAINST PRECEDING QUARTER

	Current quarter ended 30.09.2025 RM'000	Preceding quarter ended 30.06.2025 RM'000
Profit/(Loss) before taxation	(1,580)	2,069

The Group recorded a loss before tax of approximately RM1.58 million for the financial quarter under review, a decrease of approximately RM3.65 million or 176.37% as compared to the preceding quarter ended 30 June 2025. The decrease was primarily due to the following factors:

- i. Additional and prior year impairment in allowance for expected credit losses on trade receivables with RM2.40 million and RM3.16 million respectively.
- ii. Impairment of goodwill and intangible assets with RM6.80 million.

However, the losses was partially offset by the following factors:

- i. Decrease in cost of sales as a result of lower production costs of bio-oil division,
- ii. Other income in gain on disposal of investment properties with RM6.27 million.

B3. PROSPECTS

Our Biomass and Credit Divisions continue to demonstrate strong performance despite considerable challenges in the marketplace.

However, revenue and profitability from the Furniture Division declined by nearly half compared with the preceding year's corresponding quarter ended 30 September 2024 due to reduced sales. The Board and management are actively implementing measures to identify the root causes, strengthening the internal management and processes in order to address these head winds.

We remain focused on pursuing strategic investment opportunities that will further diversify the Group's revenue streams.

The Board and management also continue to monitor, reassess the viability and manage risks on all business units with discipline, dedication and foresight, underscoring our commitment to sustainable growth and long-term shareholder value.

B4. PROFIT FORECAST OR PROFIT GUARANTEE

Not applicable as no profit forecast or profit guarantee has been previously published or issued by the Group.

B5. TAX EXPENSE

	Current quarter ended 30.09.2025 RM'000	Year-to-date ended 30.09.2025 RM'000
Current tax expense	947	(2,086)
Deferred tax income	-	-
Total tax expense	947	(2,086)
Effective tax rate	59.94%	17.89%

The Group's effective tax rate for the current quarter and cumulative quarter under review stood at 59.97% and 17.89% respectively. The prevailing statutory tax rate applicable to the Group is 24%.

The effective tax rate for cumulative quarter is lower than the applicable statutory tax rate of 24% as one of the subsidiaries of the Group have received a one-off tax refund for real property gain tax as result of disposal of investment properties.

B6. STATUS OF CORPORATE PROPOSALS

Proposed Fund Raising: Announcement dated 24 July 2024

On 24 July 2024, the Company announced that the Proposed Private Placement has been completed, where a total of 86,822,700 new shares were placed out. Total gross proceeds raised amounted to RM12,396,792. The status of utilization of the proceeds as per reporting date is as follows:

Purpose	Intended Timeframe for Utilisation	Proposed Utilisation RM'000	Actual Utilisation as at 03 February 2025 RM'000	Balance of Proceeds RM'000
Working capital for subsidiaries	Within 12 months	12,285	12,285	-
Estimated expenses for the Proposed Private Placement	Immediately	112	112	-
Total		12,397	12,397	-

Proposed Acquisition: Announcement dated 29 May 2025

On 29 May 2025, the Board of Directors of the Company announced that Open Road (East Coast) Sdn. Bhd., the wholly-owned subsidiary of the Company (the "OREC" or the "Purchaser") had on 28 May 2025:

- entered into an unincorporated joint venture agreement ("UJVA") with Udaran Sdn Bhd ("Udaran") and Tregon Construction Sdn Bhd ("Tregon") to develop an existing mixed development project in Kuala Terengganu;
- entered into sale and purchase agreements with Tregon (the "Vendor") for the acquisition of the lands from Tregon for a total consideration of RM13,000,000; and

- iii. entered into a 3-year call option agreement with Udaran to acquire up to 51% of equity interest in Udaran.

On 11 June 2025, the Board of Directors of the Company announced additional information to the query from Bursa Securities vide its letter dated 03 June 2025 in relation to the above announcement.

On 2 September 2025, the Board of Directors of the Company announced additional time is required to obtain the consent as required under the sale and purchase agreements with Tregon. Accordingly, OREC has on 2 September 2025 agreed to extend the period to obtain the said consent for a further three (3) months.

On 24 November 2025, the Board of Directors of the Company announced that further extension of one (1) month has been granted by OREC to Tregon. The Board of Directors of the Company also announced on 24 November 2025 that the condition precedent period under the UJVA has been further extended for one (1) month

Memorandum of Understanding: Announcement dated 27 August 2025

On 27 August 2025, the Board of Directors of the Company announced that it has entered into a Memorandum of Understanding with RJJ Hotels Sdn Bhd (*formerly known as Travel Plums Sdn Bhd*) with the intent to outline the general commitment and understanding in relation to hotel management and brand of the hotel or tourist accommodation to be acquired, built or developed by HHRG at Tanjung Residensi Kuala Terengganu.

On 24 November 2025, the Board of Directors of the Company announced that there is no material development pertaining to the said Memorandum of Understanding.

Proposed Acquisition: Announcement dated 24 September 2025

On 24 September 2025, the Board of Directors of the Company announced that it entered into a conditional Shares Sale and Purchase Agreement with Jingshi Holdings (M) Sdn. Bhd. (Registration No.: 202001007433 (1363753X)), for the acquisition of 10,000 ordinary shares representing 10% equity interest in the issued and paid-up share capital of Open Road (SP Circuit) Sdn. Bhd. (*formerly known as PKB Open Road (SP Circuit) Sdn. Bhd.*) (Registration No.: 202201010254 (1455951-K)) for a total consideration of RM5,500,000.

On 26 September 2025, the Board of Directors of the Company announced additional information and update in respect of the said acquisition.

On 30 September 2025, the Board of Directors of the Company announced the said acquisition of 10,000 ordinary shares that represents 10% equity interest in the issued and paid-up share capital of Open Road (SP Circuit) Sdn. Bhd. (*formerly known as PKB Open Road (SP Circuit) Sdn. Bhd.*) (Registration No.: 202201010254 (1455951-K)) has been completed on 30 September 2025.

Proposed Bonus Issue: Announcement dated 6 October 2025

On 6 October 2025, on behalf of the Board of Directors of HHRG, Malacca Securities announced that the Company proposes to undertake a bonus issue of up to 491,684,507 Warrant(s) B on the basis of 2 Warrants B for every 5 existing ordinary shares in the Company held on an entitlement date to be determined and announced later.

On 8 October 2025, on behalf of the Board of Directors of HHRG, Malacca Securities announced that the additional listing application in respect to the proposed bonus issue of Warrants B has been submitted to Bursa Securities on 8 October 2025.

On 14 November 2025, on behalf of the Board of Directors of HHRG, Malacca Securities announced that Bursa Securities had vide its letter dated 14 November 2025, resolved to approve the following:

(i) Admission to the Official List and listing and quotation of up to 491,684,507 Warrants B to be issued pursuant to the proposed bonus issue of Warrants B; and

(ii) Listing and quotation of up to 491,684,507 new ordinary shares in HHRG to be issued arising from the exercise of the Warrants B. Such approval granted by Bursa Securities for the proposed bonus issue of Warrants B is subject to the following conditions:

- a. HHRG and Malacca Securities must fully comply with the relevant provisions under the ACE LR pertaining to the implementation of the proposed bonus issue of Warrants B.
- b. HHRG and Malacca Securities to inform Bursa Securities upon the completion of proposed bonus issue of Warrants B.
- c. HHRG to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities' approval once the proposed bonus issue of Warrants B is completed.
- d. HHRG and Malacca Securities are required to provide a written confirmation that the terms of the Warrants B are in compliance with Rule 6.55(3) of the ACE LR.
- e. HHRG to furnish Bursa Securities on a quarterly basis a summary of the total number of shares listed pursuant to the exercise of Warrants B as at the end of each quarter together with a detailed computation of listing fees payable.

Save and except for the above, there was no other corporate proposal announced as at date of this announcement.

B7. BORROWINGS

The Group's borrowings as at 30 September 2025 are as follows:

	Short Term (Within 12 months) RM'000	Long Term (> 12 months) RM'000	Total RM'000
<u>Secured and guaranteed</u>			
Bankers' acceptance	-	-	-
Bank overdrafts	3,230	-	3,230
Hire purchase	257	215	472
Term loans	694	8,374	9,068
Total Borrowings	4,181	8,589	12,770

All the borrowings are denominated in Ringgit Malaysia (RM) and obtained from financial institutions based in Malaysia.

B8. EARNINGS PER SHARE

Basic Earnings per Share (“BEPS”)

The basic earnings per share is calculated by dividing the profit attributable to shareholders of the Company by the weighted average number of ordinary shares in issue during the current quarter and financial period under review.

	Current quarter ended		Year-to-date ended	
	30.09.25	30.09.24	30.09.25	30.09.24 ⁽²⁾
Basic earnings per share				
Profit attributable to owners of the Company (RM'000)	90	2,086	10,388	-
Weighted average number of ordinary shares in issue ('000)	1,032,551	944,882	1,046,428	-
BEPS (sen)	0.01	0.22	0.99	-

Diluted Earnings per Share (“DEPS”)

The diluted earnings per share of the Group is calculated by dividing the profit for the current quarter and cumulative quarter under review attributable to owners of the Company by the weighted average number of ordinary shares in issue during the current quarter and cumulative quarter under review adjusted to assume conversion of all dilutive potential ordinary shares arising from the outstanding Warrants and SIS.

	Current quarter ended		Year-to-date ended	
	30.09.25	30.09.24	30.09.25	30.09.24 ⁽²⁾
Diluted earnings per share				
Profit attributable to owners of the Company (RM'000)	90	2,086	10,388	-
Weighted average number of ordinary shares in issue ('000)	1,032,551	944,882	1,046,428	-
Adjustment for dilutive effects of:				
- Warrants ('000)	23,687	36,374	32,565	-
- SIS ('000)	₋₍₁₎	₋₍₁₎	₋₍₁₎	-
	1,056,238	981,256	1,078,993	-
DEPS (sen)	0.01	0.21	0.96	-

Notes:

⁽¹⁾ The issued SIS were anti-dilutive as the exercise price was higher than the prevailing mother share price.

⁽²⁾ In view of the change of financial year end from 12 months ended 31 March 2025 to 18 months ending 30 September 2025, there are no comparative figures for the preceding year corresponding period. The current reporting financial period is for a period of 18 months, made up from 1 April 2024 to 30 September 2025.

B9. CHANGES IN MATERIAL LITIGATION

Penang High Court Civil Suit no. PA-22NCvC-58-04/2024

On 29 April 2024, the Board announced that HHRG Berhad (3rd Defendant or Company) and its subsidiaries, HK Gua Musang Sdn Bhd (5th Defendant), Fibre Star (M) Sdn Bhd (6th Defendant) and HK Kitaran Sdn Bhd (4th Defendant) had received a letter dated 26 April 2024 the solicitors acting for Ooi Chieng Sim and Skylitech Resources Sdn Bhd, accompanied by a Writ of Summons and Statement of Claim both dated 23 April 2024 issued by the Penang High Court.

On 14 November 2024, the Board announced that the two striking-out applications made by the Company (3rd Defendant) and its three (3) subsidiaries (4th, 5th and 6th Defendant) have been dismissed by the High Court on 7 November 2024 with a cost of RM5,000.00 each to be paid by the Company and the said three (3) subsidiaries.

Trial for this suit has been fixed on 5 to 8 and 12 to 13 October 2026.

Penang High Court Civil Suit no. PA-22NCvC-111-07/2024 (“Suit 111”)

On 2 August 2024, the Board announced that the HHRG Berhad (“Company” or “HHRG”) and its wholly-owned subsidiary, HH Land and Development Sdn Bhd received a letter dated 31 July

2024 from the solicitors acting for plaintiffs, namely Ch’ng Chen Mong (“CCM”), Tan Poh Cheng (“TPC”), Ch’ng Boon Sin (“CBS”) and Cfamily Holdings Sdn Bhd (“CHSB”), enclosing, among others, Writ of Summons and Statement of Claim both dated 23 July 2024, Ex-Parte Order dated 26 July 2024 (“Ex-Parte Order”). etc. This Suit 111 concerns the sale and purchase of shares in MG Furniture Sdn Bhd (“MGF”) and the plaintiffs alleged that they were fraudulently induced to execute share sale agreement, shareholders agreement, etc. in 2021 based on alleged fraudulent representations made in 2021 by some of the individual defendants.

As to the Ex-Parte Order, the Company, Fong Chee Khuen (“FCK”), Cheng Pek Tong (“CPT”), Ng Ying Yiing (“NYY”), etc. (including their representatives, agents, employees and/or solicitors) are prohibited from interfering with, changing and/or altering in any manner whatsoever the status quo of MGF and/or MG Furniture Innovation Sdn Bhd (wholly owned subsidiary of MGF), including their bank signatories, management, operation and/or business, pending the inter-partes hearing of the application. The court on 19 November 2024 allowed the Company’s application to set aside the Ex-Parte Order and dismissed the inter partes application of CCM, TPC, CBS and CHSB for, among others, an interlocutory injunction to prohibit the Company, FCK, CPT, NYY, etc (including their representatives, agents, employees and/or solicitors) from interfering with, changing and/or altering in any manner whatsoever the status quo of MGF and/or MG Furniture Innovation Sdn Bhd, including bank signatories, management, operation and/or business, pending the disposal of the action.

The plaintiffs, aggrieved by the setting aside of the Ex-Parte Order and dismissal of the injunction application, filed two (2) appeals to the Court of Appeal on 21 November 2024. At the Court of

Appeal, the plaintiffs filed a motion for interim remedies. Hearing was fixed for 6 January 2025 where parties entered a consent judgment. The appeals have been consolidated and fixed for hearing on 15 January 2026.

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On 24 September 2024, three (3) Directors of MGF, namely Fong Chee Khuen (“FCK”), Cheng Pek Tong (“CPT”) and Ng Ying Yiing (“NYY”), commenced an action against MGF, CCM, TPC and CBS by way of originating summons in Georgetown High Court, Originating Summons No.: PA-24NCC-33-09/2024 which was allowed by the court and the court ordered, among others, that all records of MGF be open to inspection by the FCK, CPT, NYY and a company approved auditor acting for the plaintiffs. For information, FCK ceased to be director of MGF on 23 May 2025.

On 3 April 2025, the Board announced that MGF has filed an application for injunctive reliefs in Suit 111 on 2 April 2025 (“**MGF’s Injunction Application**”).

On 19 June 2025, the court allowed MGF’s Injunction Application, and ordered, among others, that pending full and final disposal of MGF’s counterclaim in Suit 111 –

- (a) Save for the purposes of CCM and TPC entering MGF’s office at Lot 2780, Jalan Industri 2, Kawasan Perindustrian Bukit Panchar, Nibong Tebal, Pulau Pinang (“Lot 2780”) to discharge his / her respective statutory duties as director of MGF after giving 3 days prior written notice to MGF and/or its solicitors, CCM, TPC and CBS are restrained and prohibited
- (b) from entering, remaining, trespassing and/or occupying any business premises of MGF, including but not limited to MGF’s factory and office located at Lot 2780;
- (c) CCM and TPC, whether by themselves or through their servant(s), agent(s), familial member(s) and/or such person(s) acting upon their instructions, be -
 - (i) restrained from blocking, preventing, prohibiting, restricting and/or stopping –
 - (A) the directors of MGF (“MGF Directors”);
 - (B) servants, agents and/or persons authorised by MGF Directors; and
 - (C) Chuah Soo Huat of Moore Stephens Associates PLT and his associates, appointed by the Penang High Court in Originating Summons No.: PA-24NCC-33-09/2024, on 5.2.2025 (“Auditor and His Associates”),from entering, remaining and/or gaining access to any of MGF’s business premises, including Lot 2780, to inspect, review, and take copies of all accounting and financial records of MGF;
 - (ii) compelled to deliver up all accounting records, books, documents, files, papers, and records, digital and physical, concerning MGF, including but not limited to those involving MGF and –
 - (A) MS Foresight Sdn Bhd (Company No.: 202001026166 (1382486-D) (“MS Foresight”); and
 - (B) CMH Industries Sdn Bhd (Company No.: 201901004849 (1314176-H)) (“CMH”)that are in his possession, custody and/or control;
 - (iii) restrained from altering, concealing, fabricating, tampering, producing and/or manufacturing any correspondence, documents and/or accounting and financial records concerning MGF’s dealings and transactions with its suppliers and customers, including but not limited to those involving MS Foresight and CMH;

- (d) CBS, whether by himself or through his servant(s), agent(s), familial member(s) and/or such person(s) acting upon his instructions, be –
- (i) restrained from blocking, preventing, prohibiting and stopping –
 - (A) MGF Directors;
 - (B) servants, agents and/or persons authorised by MGF Directors; and
 - (C) Auditor and His Associates,from entering, remaining and gaining access to MGF's business premises, including Lot 2780, to inspect, review and take copies of all accounting and financial records of MGF;
 - (ii) restrained from carrying out any affairs, business and/or matters on behalf of MGF;
 - (iii) restrained from representing and/or holding out himself as authorised to conduct any affairs, business and/or matters on behalf of MGF;
 - (iv) compelled to deliver all accounting records, books, documents, files, papers, and records, digital and physical, concerning MGF, including but not limited to those
 - (v) concerning, MS Foresight and CMH, that are in her possession, custody and/or control;
 - (vi) restrained from altering, concealing, fabricating, tampering, producing and/or manufacturing any correspondence, documents and/or accounting and financial records concerning MGF's dealings and transactions with its suppliers and customers, including but not limited to those involving MS Foresight and CMH;
- (e) SHF be joined as a co-defendant to MGF's counterclaim in Suit 111;
- (f) SHF be restrained from entering, remaining, trespassing and/or occupying any business premises of MGF, including but not limited to Lot 2780;
- (g) SHF whether by herself or through her servant(s), agent(s), familial member(s) and/or such person(s) acting upon her instructions, be –
- (i) restrained from blocking, preventing, prohibiting and stopping –
 - (A) MGF Directors;
 - (B) servants, agents and/or persons authorised by MGF Directors; and
 - (C) Auditor and His Associates,from entering, remaining and gaining access to MGF's business premises, including Lot 2780, to inspect, review and take copies of all accounting and financial records of MGF;
 - (ii) restrained from carrying out any affairs, business and/or matters on behalf of MGF;
 - (iii) restrained from representing and/or holding out herself as authorised to conduct any affairs, business and/or matters on behalf of MGF;

- (iv) compelled to deliver all accounting records, books, documents, files, papers, and records, digital and physical, concerning MGF, including but not limited to those concerning MS Foresight and CMH, that are in her possession, custody and/or control;
 - (v) restrained from altering, concealing, fabricating, tampering, producing and/or manufacturing any correspondence, documents and/or accounting and financial records concerning MGF's dealings and transactions with its suppliers and customers, including but not limited to those involving MS Foresight and CMH;
 - (vi) That a penal notice against CCM, TPC, CBS and SHF be endorsed to the order issued by the Court.
- The CCM, etc., aggrieved by the court's decision for MGF's Injunction Application filed an appeal to the Court of Appeal on 23 June 2025. This appeal is fixed for hearing on 15 January 2026.

Shah Alam High Court Civil Suit no. BA-22NCC-54-03/2025 ("Suit 54")

On 14 March 2025, the Company received a written requisition from Digital Trustees Berhad ("DTB"), a member of the Company holding more than ten per cent (10%) of the total issued and paid-up capital of the Company in aggregate requiring the Board to convene an Extraordinary General Meeting of the Company ("EGM") pursuant to section 310(b) and section 311 of the Companies Act 2016 together with special notice of intention pursuant to section 206 and section 322 of the Companies Act 2016 for the purpose of considering or, if thought fit, passing the ordinary resolutions to remove five (5) existing directors and to appoint three (3) new directors for the Company.

The Board, after due consideration of information available and legal advice, decided not to convene the requisitioned EGM as the Board is of the view that the resolutions proposed by DTB if passed, would not be in the best interest of the Company.

The Company then commenced proceedings in the High Court of Malaya at Shah Alam against DTB and CHSB via Suit 54 where the Company is seeking for, among others, the following relief:

- (a) declaration that in issuing the notice of requisition dated 14 March 2025, DTB had failed to act bona fide and the issuance of the said notice of requisition is an abuse of power under section 311 of the Companies Act 2016;
- (b) a declaration that the notice of requisition dated 14 March 2025 issued by DTB is invalid;
- (c) a declaration that the resolutions proposed in the notice of requisition dated 14 March 2025 issued by DTB are resolutions which may not be properly moved at a meeting of members;
- (d) a declaration that the resolutions proposed in the notice of requisition dated 14 March 2025 issued by DTB if passed, would not be in the best interest of the Company;
- (e) an order that DTB and CHSB, whether by themselves, their agents, their servants or otherwise be restrained, and an injunction be granted to restrain them from calling, convening and conducting or taking any steps to call, convene and conduct the EGM or at any adjournment thereof in accordance with the notice of requisition dated 14 March 2025 issued by DTB; and
- (f) costs on an indemnity basis.

The Company has also filed an interlocutory application for an order that DTB and CHSB, whether by themselves, their agents, their servants or otherwise be restrained, and an injunction be granted to restrain them from calling, convening and conducting or taking any steps to call, convene and

conduct the EGM or at any adjournment thereof in accordance with the notice of requisition dated 14 March 2025 issued by DTB, pending the final disposal of the action (“**HHRG’s Injunction Application**”).

On 28 March 2025, DTB, by way of originating summons with civil suit no. PA-22NCC-12-03/2024 (“**OS 12**”) at the Penang High Court applying for, among others, an order that an EGM pursuant to section 314 of the Companies Act 2016 is to be convened to deliberate and to pass resolutions for the removal of five (5) existing directors and appointment of three (3) new directors for the Company.

The Company had on 17 April 2025 filed an application to transfer the OS 12 to the Shah Alam High Court hearing Suit 54. The transfer application came up for hearing on 18 August 2025 before the learned Judge via Zoom, and the Transfer Application was allowed with costs in the cause. OS 12 has since been transferred to the Shah Alam High Court hearing Suit 54 and is now registered under a new case number, Originating Summons No. BA-24NCC-90-08/2025 (“**OS 90**”).

On 2 May 2025, DTB and CHSB filed an application to stay the proceedings in Suit 54 pending disposal of the OS 12 (“**Stay Application**”).

In respect of OS 90, the Company had on 3 October 2025 filed an application for consolidation of proceedings under Order 4 rule 1 of the Rules of Court 2012 (“**Encl. 47**”) for, among others, the following prayers:

1. that OS 90 be heard after disposal of Suit 54; and
2. alternatively, for OS 90 to be stayed pending disposal of Suit 54.

The Court has fixed Encl. 47 of OS 90 and HHRG’s Injunction Application and the Stay Application for hearing on 1 December 2025.

Suit 54 has been fixed for trial on 6 and 7 May 2026.

B10. DISCLOSURE ON SELECTED INCOME/EXPENSE ITEMS

Included in profit before tax comprised the following income/(expense) items:

	Current quarter ended 30.09.2025 RM’000	Year-to-date ended 30.09.2025 RM’000
Interest income	64	558
Other income including investment income	99	833
Interest expense	(321)	(2,743)
Depreciation expenses	(2,415)	(13,542)
Amortisation expenses	(331)	(1,987)
Unrealised gain/(loss) on foreign exchange	(35)	(64)
Gain/(loss) on disposal of property, plant and equipment	218	479
Gain/(loss) on disposal of investment properties	6,274	9,167

Equity-settled share-based payment	13	(3,947)
Fair value gain on derivative instruments	-	-
Allowance for expected credit losses:		
- Current year	(2,282)	(2,282)
- Reversal	-	-
Impairment loss on property, plant and equipment		
- Current year	-	-
- Reversal	-	-
Property, plant and equipment written off	(203)	(203)
Intangible assets written off	-	-
Provision for and write off of inventories	-	-
Gain/(loss) on disposal of quoted or unquoted investments or properties	-	-
Exceptional items	-	-

B11. FINANCIAL INSTRUMENTS

Derivatives

There were no outstanding derivatives financial instruments entered into by the Group during the current quarter and cumulative quarter under review.