



ECOSYS (MALAYSIA) BERHAD

Registration No. 202301024280 (1518203-H)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026

M & A Securities Sdn Bhd ("**M&A Securities**"), being the Sponsor, is responsible for the admission of EcoSys (Malaysia) Berhad on the ACE Market of Bursa Malaysia Securities Berhad. M&A Securities assumes no responsibility for the contents of the unaudited interim financial report for the second quarter ended 30 June 2026.

ECOSYS (MALAYSIA) BERHAD

Registration No. 202301024280 (1518203-H)

(Incorporated in Malaysia)

UNAUDITED CONDENSED COMBINED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2026⁽¹⁾

	Note	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
		Current Quarter	Preceding Year Corresponding Quarter ⁽²⁾	Current Period-to-date	Preceding Year Corresponding Period-to-date ⁽²⁾
		30.06.2026 RM'000	30.06.2025 RM'000	30.06.2026 RM'000	30.06.2025 RM'000
Revenue		30,989	N/A	53,543	N/A
Cost of sales		(23,706)	N/A	(40,774)	N/A
Gross profit		7,283	N/A	12,769	N/A
Other income		213	N/A	650	N/A
Administrative and other operating expenses		(2,805)	N/A	(5,440)	N/A
Finance costs		(230)	N/A	(461)	N/A
Share of results of associates		(238)	N/A	(277)	N/A
Profit before tax	B12	4,223	N/A	7,241	N/A
Taxation	B5	(1,102)	N/A	(1,880)	N/A
Profit after tax		3,121	N/A	5,361	N/A
Other comprehensive income, net of tax					
Item that will be reclassified subsequently to profit or loss:					
Foreign currency translation differences for foreign operations		164	N/A	128	N/A
Share of other comprehensive income of investment in associates		118	N/A	137	N/A
Total comprehensive income for the financial period		3,403	N/A	5,626	N/A
Earnings per share ("EPS")					
- Basic (Sen) ⁽³⁾	B11	0.54	N/A	0.94	N/A
- Diluted (Sen) ⁽³⁾	B11	0.54	N/A	0.94	N/A

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UNAUDITED CONDENSED COMBINED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2026⁽¹⁾ (CONT)

NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Combined Statements of Profit or Loss and Other Comprehensive Income are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus dated 23 September 2026 in relation to the initial public offering ("**IPO**") and the accompanying explanatory notes attached to this interim financial report.
- (2) This interim financial report for the second quarter ended 30 June 2026 is the first interim financial report being announced in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Securities**") ("**Listing Requirements**"). There are no comparative figures for the preceding corresponding quarter and year-to-date as EcoSys (Malaysia) Berhad ("**EcoSys**" or "**Company**") will only be listed on the ACE Market of Bursa Securities on 14 October 2026. As such, no interim financial report was prepared for the comparative financial period concerned.
- (3) Basic and diluted EPS is calculated based on the profit after tax ("**PAT**") attributable to owners of EcoSys and its subsidiaries ("**Group**") divided by enlarged share capital of 571,354,000 ordinary shares in EcoSys ("**Shares**") upon listing of the Company on the ACE Market of Bursa Securities ("**Listing**"). Diluted EPS is equivalent to the basic EPS as there were no potential dilutive securities in issue during the financial quarter under review.

N/A Not applicable.

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ECOSYS (MALAYSIA) BERHAD

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UNAUDITED CONDENSED COMBINED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2026 ⁽¹⁾

		Unaudited As at 30.06.2026 RM'000	Audited As at 31.12.2025 RM'000
	Note		
Non-current assets			
Property, plant and equipment		16,799	17,512
Right-of-use assets		39	153
Intangible assets		241	259
Investment in associates		4,543	4,683
Other investments		1,241	1,220
Deferred tax assets		1,147	511
		<u>24,010</u>	<u>24,338</u>
Current assets			
Inventories		44,787	38,453
Trade and other receivables		36,460	27,124
Current tax assets		-	458
Cash and bank balances		4,774	8,338
		<u>86,021</u>	<u>74,373</u>
Total assets		<u>110,031</u>	<u>98,711</u>
Equity			
Share capital		_(3)	_(3)
Invested equity		1,500	1,500
Merger reserves		1,484	1,484
Foreign currency translation reserve		1,552	1,287
Retained earnings		57,648	52,287
Total equity		<u>62,184</u>	<u>56,558</u>
Non-current liabilities			
Borrowings	B8	10,747	11,241
Lease liabilities		-	4
Deferred tax liabilities		13	12
		<u>10,760</u>	<u>11,257</u>
Current liabilities			
Trade and other payables		18,604	20,306
Borrowings	B8	11,877	7,726
Lease liabilities		40	156
Contract liabilities		3,934	704
Refund liabilities		889	1,807
Current tax liabilities		1,743	197
		<u>37,087</u>	<u>30,896</u>
Total liabilities		<u>47,847</u>	<u>42,153</u>
Total equity and liabilities		<u>110,031</u>	<u>98,711</u>
Net assets per share (sen) ⁽²⁾		10.88	9.90
Gearing ratio (times)		0.36	0.34

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**UNAUDITED CONDENSED COMBINED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2026 ⁽¹⁾
(CONT)****NOTES:**

- (1) The basis of preparation of the above Unaudited Condensed Combined Statement of Financial Position are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus dated 23 September 2026 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the equity attributable to owners of the Group divided by the Company's enlarged share capital of 571,354,000 Shares upon Listing.
- (3) Represents amount less than RM 1,000.

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ECOSYS (MALAYSIA) BERHAD

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UNAUDITED CONDENSED COMBINED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2026 ⁽¹⁾

	----- Attributable to Owners of the Company -----					Total Equity RM'000
	-----Non-Distributable-----				Distributable	
	Share Capital	Invested Equity	Merger Reserves	Foreign Currency Translation Reserve	Retained Earnings	
	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance as at 1 January 2025	..(2)	1,500	1,484	2,736	41,091	46,811
Total comprehensive income for the financial year	-	-	-	(1,449)	11,196	9,747
Balance as at 31 December 2025 / 1 January 2026	..(2)	1,500	1,484	1,287	52,287	56,558
Total comprehensive income for the financial period	-	-	-	265	5,361	5,626
Balance as at 30 June 2026	..(2)	1,500	1,484	1,552	57,648	62,184

NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Combined Statements of Changes in Equity are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus dated 23 September 2026 and the accompanying explanatory notes attached to this interim financial report.
- (2) Represents amount less than RM 1,000.

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UNAUDITED CONDENSED COMBINED STATEMENTS OF CASH FLOWS FOR THE SECOND QUARTER ENDED 30 JUNE 2026 ⁽¹⁾

	Unaudited Current Period-to-date 30.06.2026 RM'000	Unaudited Preceding Period-to-date 30.06.2025 RM'000
Cash flow from operating activities		
Profit before tax	7,241	N/A
Adjustment for: -		
Accretion of lease liability interest	3	N/A
Amortisation of intangible asset	36	N/A
Deposit forfeited	1	N/A
Depreciation of property, plant and equipment	1,490	N/A
Depreciation of right-of-use assets	112	N/A
Interest expenses	458	N/A
Interest income	(48)	N/A
Share of results of associates	277	N/A
Unrealised loss on foreign exchange, net	395	N/A
Operating profit before working capital changes	9,965	N/A
Changes in working capital:		
Inventories	(6,334)	N/A
Trade and other receivables	(8,572)	N/A
Trade and other payables	(2,861)	N/A
Refund liabilities	(918)	N/A
Contract liabilities	3,230	N/A
Cash used in operations	(5,490)	N/A
Income tax paid	(512)	N/A
Interest paid	(458)	N/A
Interest received	48	N/A
Net cash used in operating activities	(6,412)	N/A
Cash flow from investing activities		
Placement of fixed deposit	(131)	N/A
Purchase of property, plant and equipment	(807)	N/A
Purchase of intangible assets	(17)	N/A
Net cash used in investing activities	(955)	N/A
Cash flow from financing activities		
Net changes in bankers' acceptances	4,158	N/A
Repayment of hire purchase	(299)	N/A
Repayment of lease liabilities	(115)	N/A
Repayment of term loans, net	(202)	N/A
Net cash generated from financing activities	3,542	N/A
Net (decrease) / increase in cash and cash equivalents	(3,825)	N/A
Effect of foreign currency translation	130	N/A
Cash and cash equivalents at beginning of the financial period	7,874	N/A
Cash and cash equivalents at end of the financial period	4,179	N/A

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UNAUDITED CONDENSED COMBINED STATEMENTS OF CASH FLOWS FOR THE SECOND QUARTER ENDED 30 JUNE 2026 ⁽¹⁾ (CONT)

	Unaudited Current Period-to-date 30.06.2026 RM'000	Unaudited Preceding Period-to-date 30.06.2025 RM'000
Represented by:		
Fixed deposits with a licensed bank	595	N/A
Cash in hand and at banks	4,179	N/A
	4,774	N/A
Less: Fixed deposits pledged with a licensed bank	(595)	N/A
	4,179	N/A

NOTE:

- (1) The basis of preparation of the above Unaudited Condensed Combined Statements of Cash Flows are detailed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus dated 23 September 2026 in relation to the IPO and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report being announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year's corresponding quarter and period-to-date as the Company will only be listed on the ACE Market of Bursa Securities on 14 October 2026. As such, no interim financial report was prepared for the comparative financial period concerned.

N/A Not applicable.

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

Notes To the Unaudited Interim Financial Report for the Second Quarter Ended 30 June 2026

A1. BASIS OF PREPARATION

The interim financial report of EcoSys (Malaysia) Berhad and its subsidiaries (“**Group**”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“**MFRS**”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Boards (“**MASB**”) and Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Securities.

This is the Company’s first interim financial report being announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and period-to-date as the Company will only be listed on the ACE Market of Bursa Securities on 14 October 2026. As such, no interim financial report was prepared for the comparative financial period concerned.

The interim financial statements should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus dated 23 September 2026 and the accompanying explanatory notes attached to this interim financial report.

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the preparation of the Accountants’ Report as disclosed in the Prospectus dated 23 September 2026 in relation to its IPO, except for the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group.

Effective for annual periods beginning on or after 1 January 2027

- *MFRS 18, ‘Presentation and Disclosure in Financial Statements’*
- *MFRS 19, ‘Subsidiaries without Public Accountability: Disclosure’*
- *Amendments to MFRS 19, ‘Subsidiaries without Public Accountability: Disclosure’*
- *Amendments to MFRS 121, ‘The Effects of Changes in Foreign Exchange Rates - Translation to a Hyperinflationary Presentation Currency’*
- *Amendments to MFRS 128, ‘Investments in Associates and Joint Ventures - Amendments to the Fair Value Option for Investments in Associates and Joint Ventures’**

** Effective when the Group applies MFRS 18 Presentation and Disclosure in Financial Statements.*

Effective for annual periods beginning on or after 1 January 2029

- *MFRS 20, ‘Regulatory Assets and Regulatory Liabilities’*

Deferred to a date to be determined by the MASB

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

The Group plans to apply the abovementioned MFRS, amendments to MFRS, where applicable to the Group, from the beginning of the financial year where they become effective.

The initial application of the abovementioned new MFRSs, amendments/improvements to MFRSs, where applicable, are not expected to have any material financial impact to the financial statements of the Group.

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING (CONT)

A3. MATERIAL CHANGES IN ACCOUNTING ESTIMATES

There were no material changes in accounting estimates during the current financial quarter and financial period-to-date under review.

A4. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors’ report for the preceding financial year ended 31 December 2025 was issued without any qualifications.

A5. SEASONAL OR CYCLICAL FACTORS

The nature of the Group’s business was not subject to any seasonal and cyclical factors during the current financial quarter under review.

A6. ITEMS OR INCIDENCE OF AN UNUSUAL NATURE

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

A7. MATERIAL SUBSEQUENT EVENT TO THE END OF THE REPORTING PERIOD

Save as disclosed below, there were no other material events subsequent to the end of the current financial quarter under review that have not been reflected in the interim financial report.

Acquisition of SIW Manufacturing Sdn Bhd (“SIWM”)

On 27 November 2025, EcoSys entered into a conditional share sale agreement with Chan Chee Wei and Solarvest Holdings Berhad to acquire the entire equity interest in SIWM, comprising 1,500,000 ordinary shares, for a purchase consideration of RM46,822,369. The purchase consideration was satisfied by the issuance of 425,657,900 new ordinary shares in the Company at an issue price of RM0.11 per ordinary share as follows:

	No. of ordinary shares issued Unit	Total consideration RM
Chan Chee Wei	297,960,530	32,775,658
Solarvest Holdings Berhad	127,697,370	14,046,711
	<u>425,657,900</u>	<u>46,822,369</u>

The acquisition was pending during the financial reporting period and was only completed on 15 July 2026. Thereafter, SIWM became a wholly-owned subsidiary of EcoSys. The total purchase consideration of RM46,822,369 was arrived on a willing-buyer willing-seller basis after taking into consideration the audited net assets (“NA”) of SIWM as at 31 December 2024 of RM46,822,418.

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING (CONT)

A7. MATERIAL SUBSEQUENT EVENT TO THE END OF THE REPORTING PERIOD (CONT)

Initial Public Offerings (“IPO”) and the Listing on the ACE Market of Bursa Securities

In conjunction with the Listing, the Company had on 23 September 2026 issued the Prospectus, which entails the public issue of 145,696,000 new ordinary shares in the following manner:

- (a) 28,568,000 new ordinary shares available for application by the Malaysian public;
- (b) 11,428,000 new ordinary shares available for application by our eligible directors, employees, and persons who have contributed to our success;
- (c) 71,420,000 new ordinary shares by way of private placement to Bumiputera investors approved by the Ministry of Investment, Trade and Industry (MITI); and
- (d) 34,280,000 new ordinary shares by way of private placement to selected investors.

Thereafter, the Company’s enlarged issued share capital comprising 571,354,000 ordinary shares will be listed and quoted on the ACE Market of Bursa Securities on 14 October 2026.

A8. DEBT AND EQUITY SECURITIES

Save as disclosed in Note A7, there were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter under review.

A9. DIVIDEND PAID

There were no dividend paid during the financial quarter under review.

A10. SEGMENTAL INFORMATION

The Group is principally engaged and organised into business units based on business by product related activities and has two reportable segments as follows:

- (a) **UHP Segment** Fabrication of precision engineering components and sub-assembly modules that form part of ultra-high purity fluid processing solutions used within the pan-semiconductor industry (“UHP”)
- (b) **Abatement Segment** Research and development, customisation, assembly, installation, testing, commissioning and maintenance of abatement systems (“Abatement”)

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING (CONT)**A10. SEGMENTAL INFORMATION (CONT)**

	Individual Quarter		Cumulative Quarter	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Current	Preceding	Current	Preceding
	Quarter	Corresponding	Period-to-date	Period-to-date
	30.06.2026	30.06.2025 ⁽¹⁾	30.06.2026	30.06.2025 ⁽¹⁾
	RM’000	RM’000	RM’000	RM’000
Revenue				
UHP Segment	17,735	N/A	30,624	N/A
Abatement Segment	13,254	N/A	22,919	N/A
	30,989	N/A	53,543	N/A

NOTE:

1. This is the first interim financial report being announced by the Group in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year’s corresponding quarter and period-to-date.

N/A Not applicable.

A11. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no valuation of property, plant and equipment during the current financial quarter under review.

A12. CHANGES IN THE COMPOSITION OF THE GROUP

Save as disclosed in Note A7, there were no material changes in the composition of the Group during the current financial quarter under review.

A13. CAPITAL COMMITMENTS

There were no material capital commitments in respect of property, plant and equipment as at the end of the current financial quarter.

A14. CONTINGENT ASSETS OR CONTINGENT LIABILITIES

There were no contingent assets and contingent liabilities as at the date of this interim financial report.

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING (CONT)

A15. SIGNIFICANT RELATED PARTY TRANSACTIONS

Identity of related parties

The Group has related party relationships with its associates as shown below:

Related parties	Relationship
Anhui EcoSys Automation Solutions Co., Ltd (“Anhui Automation”)	Associates of the Group.
Anhui EcoSys Trading Co., Ltd (“Anhui Trading”)	
SIW Engineering Co., Ltd (“SIW Taiwan”)	

Related party transactions

The following related party transactions have been entered into at terms agreed between the parties during the current financial quarter under review.

	Unaudited RM’000
Sales to:	
- Anhui Automation	509
- SIW Taiwan	268
Purchase from Anhui Automation and Anhui Trading	5,647
Technical fees received from Anhui Automation	73

These transactions have been entered into in the normal course of business.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026

B1. REVIEW OF PERFORMANCE

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Unaudited 30.06.2026 RM'000	Unaudited 30.06.2025 RM'000	Unaudited 30.06.2026 RM'000	Unaudited 30.06.2025 RM'000
Revenue	30,989	N/A	53,543	N/A
Gross profit ("GP")	7,283	N/A	12,769	N/A
Profit before tax ("PBT")	4,223	N/A	7,241	N/A
Profit after tax ("PAT")	3,121	N/A	5,361	N/A

NOTE:

1. This is the first interim financial report being announced in compliance with the Listing Requirement. There are no comparative figures for the preceding year's corresponding quarter as the Company will only be listed on the ACE Market of Bursa Securities on 14 October 2026. As such, no interim financial report was prepared for the comparative financial period concerned

N/A Not applicable.

Commentary

The Group recorded revenue of RM30.99 million for the current financial quarter ended 30 June 2026, mainly derived from UHP segment which contributed to RM17.74 million or 57.2% of the Group's total revenue, while the balance revenue of RM13.25 million or 42.8% were derived from the abatement segment.

Accordingly, the Group recorded a GP of RM7.28 million (GP margin of 23.50%) for the current financial quarter under review. The Group posted PBT and PAT of RM4.22 million and RM3.12 million, respectively in the current financial quarter under review.

The Group recorded revenue of RM53.54 million for the year-to-date financial quarter ended 30 June 2026, mainly derived from UHP segment which contributed to RM30.62 million or 57.2% of the Group's total revenue, while the balance revenue of RM22.92 million or 42.8% were derived from the abatement segment.

Accordingly, the Group recorded a GP of RM12.77 million (GP margin of 23.85%) for the period-to-date financial ended 30 June 2026. The Group posted PBT and PAT of RM7.24 million and RM5.36 million, respectively in the period-to-date financial ended 30 June 2026.

B2. PERFORMANACE COMPARISON WITH PRECEDING QUARTER'S RESULT

This is the first interim financial report being announced in compliance with the Listing Requirements. There are no comparative figures for the immediate preceding quarter as the Company will only be listed on the ACE Market of Bursa Securities on 14 October 2026. As such, no interim financial report was prepared for the comparative financial period concerned.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT)

B3. PROSPECTS AND OUTLOOK FOR THE CURRENT FINANCIAL YEAR

The global semiconductor industry, based on global semiconductor sales, increased from USD468.8 billion in 2018 to USD795.6 billion in 2025 at a compound annual growth rate (“CAGR”) of 7.8%. The World Semiconductor Trade Statistics projects semiconductor sales to increase to USD1.5 trillion by 2026 and subsequently USD1.9 trillion by 2027. Regionally, all markets are projected to show strong growth. Growth in the Americas is expected to be driven by the concentration of artificial intelligence - related semiconductor demand and cloud infrastructure investment.

Strengthening of our operational capabilities for UHP Segment

The Malaysian Government initiatives to boost the semiconductor industry in Malaysia creates demand potential for abatement solutions. In May 2024, the Malaysia Government announced the National Semiconductor Strategy, a three-phase plan backed by RM25.0 billion in fiscal support and targeted incentives, designed to transform the country into a global powerhouse in the semiconductor industry over the next decade, reinforcing Malaysia's intention to cement its position as a leading international hub for semiconductor manufacturing, and innovation while aiming to build a strong base in chip design.

In the past during our operations at old Bayan Lepas Factory, we were unable to fulfil certain purchase orders from new customers as our operational capabilities are limited mainly by space. In line with our relocation to Simpang Ampat Factory in October 2025, we have allocated funds from the IPO proceeds to procure fabrication, welding and testing equipment that will enable us to increase our production capacity and fulfil more orders from customers in the future. We also intend to enhance and upgrade our utilities to install fabrication, welding and testing equipment required in UHP segment to undertake more orders in the future. Overall, the relocation to our new Simpang Ampat Factory has provided us with greater operational space and an opportunity to enhance our production capabilities.

Expansion of Indian Market for Abatement Segment

As disclosed in the Prospectus, we intend to expand our abatement segment by allocating additional working capital from the IPO proceeds for the procurement of key components and modules used in the assembly of abatement systems. This is expected to reduce the production lead time and to bridge the timing difference between payments to suppliers and the credit period extended to our customers, thereby ensuring a smoother production and timely fulfillment of our customer orders.

In addition, we intend to expand our geographical coverage in India. Under the “*Make in India*” initiative, the India government aims to position the country as a semiconductor hub by 2035. India, while still a major importer, emerged as the 14th largest exporter of semiconductor devices in 2023, with exports reaching approximately USD6.7 billion. During FYE 2025, our contribution from India represented RM38.22 million or 35.1% to our Group's revenue. During the Financial Period Under Review and up to the LPD, we have secured 7 new customers in India for our abatement segment, reflecting the growing demand for our abatement systems in the region. To capitalise on these opportunities, we plan to establish a dedicated sales and service centre in India, which will serve as a regional hub to strengthen our marketing presence and customer support capabilities in the Indian market, staffed by local engineers that are familiar with abatement technologies.

As at 25 August 2026, being the latest practicable date (“LPD”) of the Prospectus, our total outstanding purchase order stood at RM94.33 million. Based on the delivery schedules discussed with our customers, approximately RM63.42 million of our secured purchase orders as at the LPD are expected to be delivered by FYE 2026, while the remaining RM30.91 million is expected to be delivered in FYE 2027.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT)**B4. VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT**

The Group did not issue any profit forecast or profit guarantee in the current financial quarter under review.

B5. INCOME TAX EXPENSE

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Unaudited 30.06.2026 RM'000	Unaudited (1) 30.06.2025 RM'000	Unaudited 30.06.2026 RM'000	Unaudited (1) 30.06.2025 RM'000
<i>In respect of current period:</i>				
Taxation	1,102	N/A	1,880	N/A
Effective tax rate (%) ⁽²⁾	26.10	N/A	25.96	N/A
Statutory tax rate (%)	24.00	N/A	24.00	N/A

NOTES:

- (1) This is the first interim financial report being announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year's corresponding quarter and period-to-date as the Company will only be listed on the ACE Market of Bursa Securities on 14 October 2026. As such, no interim financial report was prepared for the comparative financial period concerned.
- (2) Our effective tax rate for the quarter was higher than the statutory rate mainly due to certain expenses incurred which were not deductible for tax purposes such as depreciation for property, plant and equipment.

N/A Not applicable.

B6. STATUS OF CORPORATE PROPOSALS

Save for the acquisition of SIWM and IPO as disclosed in Note A7, there were no other corporate proposals announced but not implemented as at the date of this interim financial report.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**B7. UTILISATION PROCEEDS FROM IPO**

As at 30 June 2026, the status of the utilisation of proceeds arising from IPO is stated in the following manner:

Utilisation of proceeds⁽¹⁾	IPO allocation Proceeds	⁽²⁾Actual utilisation amount	Unutilised to the IPO Proceeds	Timeframe for utilisation from Listing
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	
Expansion of abatement segment through the purchase of key components and modules of abatement systems	17,000	-	17,000	Within 36 months
Repayment of bank borrowings	8,000	-	8,000	Within 12 months
Enhancement of operational capabilities through the purchase of machines and expansion of team	4,932	-	4,932	Within 36 months
Expansion of geographical coverage in India	1,544	-	1,544	Within 24 months
Working capital	2,362	-	2,362	Within 12 months
Estimated listing expenses	5,500	-	5,500	Within 1 month
	39,338	-	39,338	

NOTES:

- (1) The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus dated 23 September 2026.
- (2) The Listing was still pending completion as at the end of the current financial quarter under review. Accordingly, no proceeds were raised and utilised by the Group. The Company will be listed on the ACE Market of Bursa Securities on 14 October 2026, after the end of the financial quarter ended 30 June 2026.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**B8. BANK BORROWINGS**

	Unaudited As at 30.06.2026 RM'000	Audited As at 31.12.2025 RM'000
<u>Current</u>		
Hire Purchases	545	609
Term loans	560	504
Bankers' acceptance	10,772	6,613
	11,877	7,726
<u>Non-current</u>		
Hire purchases	241	476
Term loans	10,506	10,765
	10,747	11,241

The bank borrowings are secured and denominated in Ringgit Malaysia, United States Dollar and Singapore Dollar.

B9. MATERIAL LITIGATION

There were no material litigation involving the Group in the current financial quarter under review.

B10. DIVIDEND

No dividend has been declared or recommended by the Board for the current financial quarter under review.

B11. EARNINGS PER SHARE

The basic and diluted EPS for the current financial quarter and financial year-to-date are computed as follows:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Unaudited 30.06.2026 RM'000	⁽¹⁾ Unaudited 30.06.2025 RM'000	Unaudited 30.06.2026 RM'000	⁽¹⁾ Unaudited 30.06.2025 RM'000
Profit attributable to the Owners of the Group	3,121	N/A	5,361	N/A
Number of ordinary shares in issue ('000)	571,354	N/A	571,354	N/A
Basic EPS (sen) ⁽²⁾	0.54	N/A	0.94	N/A
Diluted EPS (sen) ⁽²⁾	0.54	N/A	0.94	N/A

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT)**B11. EARNINGS PER SHARE (CONT)****NOTES:**

- (1) This is the first interim financial report being announced by the Group in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year's corresponding quarter and period-to-date.
- (2) Basic and diluted EPS is calculated based on the PAT attributable to owners of the Group divided by enlarged share capital of 571,354,000 Shares upon Listing. Diluted EPS is equivalent to the basic EPS as there were no potential dilutive securities in issue during the financial quarter under review.

N/A Not applicable.

B12. NOTES TO THE CONDENSED COMBINED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Profit or loss before tax is arrived after charging/(crediting):

	Individual Quarter		Cumulative Quarter	
	Unaudited	⁽¹⁾ Unaudited	Unaudited	⁽¹⁾ Unaudited
	Current Year	Corresponding	Current Period-	Preceding Year
	Quarter	Quarter	to-date	Period-to-date
	30.06.2026	30.06.2025	30.06.2026	30.06.2025
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	800	N/A	1,490	N/A
Depreciation of right-of-use assets	56	N/A	112	N/A
Interest income	16	N/A	48	N/A
Unrealised (gain) / loss on foreign exchange	(80)	N/A	395	N/A
Interest expense	230	N/A	458	N/A

NOTES:

- (1) This is the first interim financial report being announced by the Group in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year's corresponding quarter and period-to-date.

B13. AUTHORISATION FOR ISSUE

The interim financial report was authorised for issue by the Board of Directors of the Company on 23 September 2026.

**BY ORDER OF THE BOARD OF
ECOSYS (MALAYSIA) BERHAD**