

REX INDUSTRY BHD

(Incorporated in Malaysia) Com. No. 199301027926 (282664-K)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2025 (Unaudited)

	<i>As at</i> <i>30/09/2025</i> <i>RM'000</i>	<i>Audited</i> <i>As at</i> <i>30/06/2024</i> <i>RM'000</i>
ASSETS		
Non-current assets		
Property, plant and equipment	36,965	38,168
Right-of-use assets	286	415
Investment properties	-	5,194
Goodwill on consolidation	7,037	7,037
	44,288	50,814
Current assets		
Inventories	39,963	49,679
Trade and other receivables	24,740	25,720
Tax recoverable	451	814
Cash and cash equivalents	42,517	9,233
Assets held for sales	-	19,566
	107,671	105,012
Total assets	151,959	155,826
EQUITY AND LIABILITIES		
Equity		
Share capital	113,717	113,717
Warrant reserve	2,093	2,093
Other reserve	(2,093)	(2,093)
Translation reserve	(9,646)	(4,780)
Accumulated losses	(2,708)	(12,576)
Total equity	101,363	96,361
Non-current liabilities		
Borrowings	5,598	6,389
Deferred tax liabilities	1,448	1,463
Lease liabilities	96	228
	7,142	8,080
Current Liabilities		
Borrowings	19,125	18,460
Trade and other payables	21,063	29,297
Rebate liability	3,183	3,536
Lease liabilities	83	92
	43,454	51,385
Total liabilities	50,596	59,465
Total equity and liabilities	151,959	155,826
Net assets per share (RM)	0.15	0.15
	-	-

As announced on 4 June 2025, the financial year end of the Group has been changed from 30 June 2025 to 31 December 2025.

The condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and audited financial statements for the year ended 30 June 2024.

REX INDUSTRY BHD

(Incorporated in Malaysia) Com. No. 199301027926 (282664-K)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD 30 SEPTEMBER 2025 (Unaudited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	5th Quarter		5th Quarter	
	30/09/2025	30/09/2024	30/09/2025	30/09/2024
	RM'000	RM'000	RM'000	RM'000
Continuing operations				
Revenue	27,760	-	161,376	-
Operating profit	1,172	-	11,786	-
Interest expense	(351)	-	(1,721)	-
Profit before tax	821	-	10,065	-
Income tax expense	(309)	-	(703)	-
Net profit for the period	512	-	9,362	-
Other comprehensive income/(loss), net of tax				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Foreign currency translation	(940)	-	(4,866)	-
Defined benefit plan actuarial gain	95	-	506	-
Total other comprehensive loss for the period	(845)	-	(4,360)	-
Total comprehensive income/(loss) for the period	(333)	-	5,002	-
Profit for the period attributable to :				
Owners of the parent	512	-	9,362	-
Total comprehensive income/(loss) attributable to :				
Owners of the parent	(333)	-	5,002	-
Basic and diluted earning per ordinary share (sen)	0.08	-	1.42	-

As announced on 4 June 2025, the financial year end of the Group has been changed from 30 June 2025 to 31 December 2025. As such, there is no comparative financial information available for the preceding year corresponding period.

The condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and audited financial statements for the year ended 30 June 2024.

REX INDUSTRY BHD

(Incorporated in Malaysia) Com. No. 199301027926 (282664-K)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 30 SEPTEMBER 2025 (Unaudited)

	Share capital	Non- distributable Translation reserve	Warrant reserve	Other reserve	Retained profits /(Accumulated losses)	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 July 2023	113,717	(1,569)	2,093	(2,093)	(8,586)	103,562
Foreign currency translation difference for foreign operations	-	(3,211)	-	-	-	(3,211)
Defined benefit plan actuarial gain	-	-	-	-	177	177
Total other comprehensive (loss)/income for the year	-	(3,211)	-	-	177	(3,034)
Loss for the financial year	-	-	-	-	(4,167)	(4,167)
Total comprehensive loss for the year	-	(3,211)	-	-	(3,990)	(7,201)
At 30 June 2024	113,717	(4,780)	2,093	(2,093)	(12,576)	96,361
At 1 July 2024	113,717	(4,780)	2,093	(2,093)	(12,576)	96,361
Foreign currency translation difference for foreign operations	-	(4,866)	-	-	-	(4,866)
Defined benefit plan actuarial gain	-	-	-	-	506	506
Total other comprehensive (loss)/income for the period	-	(4,866)	-	-	506	(4,360)
Profit for the financial period	-	-	-	-	9,362	9,362
Total comprehensive income/(loss) for the period	-	(4,866)	-	-	9,868	5,002
At 30 September 2025	113,717	(9,646)	2,093	(2,093)	(2,708)	101,363

The condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and audited financial statements for the year ended 30 June 2024.

REX INDUSTRY BHD

(Incorporated in Malaysia) Com. No. 199301027926 (282664-K)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD 30 SEPTEMBER 2025 (Unaudited)

	<i>Current Period Ended 30/09/2025 RM'000</i>	<i>Preceding Period Ended 30/09/2024 RM'000</i>
Cash flows from operating activities		
Profit before tax	10,065	-
Adjustments for :		
Allowance for obsolete and slow-moving inventories	3,325	-
Depreciation of property, plant and equipment	1,772	-
Depreciation of right-of-use assets	93	-
Depreciation of investment properties	9	-
Impairment loss on trade receivables	1,229	-
Interest expense	1,721	-
Interest income	(1,133)	-
Gain on disposal of:		
- Investment properties	(383)	-
- Asset held for sale	(15,005)	-
- Property, plant and equipment	(1)	-
Provision of staff termination benefits	875	-
Unrealised gain on foreign exchange	(44)	-
Operating period before changes in working capital	2,523	-
Changes in working capital :		
Inventories	2,197	-
Receivables	(2,447)	-
Payables	(14,338)	-
Cash used in operations	(12,065)	-
Interest received	1,133	-
Interest paid	(1,721)	-
Tax paid	(408)	-
Net cash used in operating activities	(13,061)	-
Cash flows from investing activities		
Acquisition of property, plant and equipment	(1,864)	-
Proceeds from disposal of:		
- Property, plant and equipment	5	-
- Investment properties	5,700	-
- Asset held for sale	41,800	-
Net cash from investing activities	45,641	-
Cash flows from financing activities		
Drawdown/(Repayment) of bank borrowings	1,517	-
Payment for the principal portion of lease liabilities	(108)	-
Net cash used in financing activities	1,409	-
Net increase in cash and cash equivalents	33,989	-
Cash and cash equivalents at the beginning of the financial period	7,473	-
Effect of exchange rate changes on cash and bank balances	940	-
Cash and cash equivalents at end of the financial period	42,402	-

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE PERIOD 30 SEPTEMBER 2025 (Unaudited)

Cash and cash equivalents comprise of the following:-

	30/09/2025 RM'000	30/09/2024 RM'000
Cash and bank balances	6,658	-
Fixed deposit with licensed bank	809	-
Money market fund	35,050	-
	42,517	-
Less: Bank overdrafts	(115)	-
	42,402	-

As announced on 4 June 2025, the financial year end of the Group has been changed from 30 June 2025 to 31 December 2025. As such, there is no comparative financial information available for the preceding year corresponding period.

The condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and audited financial statements for the year ended 30 June 2024.

REX INDUSTRY BHD

(Incorporated in Malaysia) Com. No. 199301027926 (282664-K)

SELECTED EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD 30 SEPTEMBER 2025 (Unaudited)

1. Basis of preparation

This condensed consolidated interim financial report is unaudited and has been prepared in compliance with Malaysian Financial Reporting Standard ("MFRS"), International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2024. These explanatory notes attached to the interim financial report 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 30 June 2024. The condensed consolidated interim financial statements and notes do not include all of the information required for full set of financial statement prepared in accordance with MFRS.

The Group and the Company have also considered the new accounting pronouncements in the preparation of the financial statements.

a) Accounting pronouncements that are effective and adopted during the financial year

Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current
Amendments to MFRS 107 and MFRS 7	Disclosures – Supplier Finance Arrangements
Amendments to MFRS 121	The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability

The adoption of the above did not have any significant effect on the financial statements of the Group and of the Company.

b) Accounting pronouncements that are issued but not yet effective and have not been early adopted

The Group and the Company have not adopted the following accounting pronouncements that have been issued as at the date of authorisation of these financial statements but are not yet effective for the Group and the Company:

Amendments to MFRS 9 and MFRS 7	Disclosures – Amendments to the Classification and Measurement of Financial Instruments	Effective Date after 1 January 2026
Annual Improvements to MFRS Accounting Standards	Volume 11	1 January 2026
MFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19	Subsidiaries without Public Accountability	1 January 2027
MFRS 101	Presentation of Financial Statements will be withdrawn on the application of MFRS 18	1 January 2027
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between and Investor and its Associate or Joint Venture	Effective date to be announced

The Group and the Company will adopt the above accounting pronouncements when they become effective in the respective financial year. These accounting pronouncements are not expected to have any effect to the financial statements of the Group and of the Company upon their initial application.

2. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 30 June 2024 was not qualified.

3. Seasonality of operations

The business of the Group was not affected by any significant seasonal or cyclical factors in the current quarter.

4. Unusual items due to their nature, size or incidence

Saved for the Disposal as disclosed in Note 20, there were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence in the current quarter and the financial period-to-date.

5. Material changes in estimates

There were no significant changes in the nature and amount of estimates used in prior interim reporting or prior financial years that have a material effect on the current quarter and financial period-to-date.

REX INDUSTRY BHD

(Incorporated in Malaysia) Com. No. 199301027926 (282664-K)

SELECTED EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD 30 SEPTEMBER 2025 (Unaudited)

6. Issuances and repayment of debt and equity securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current quarter.

7. Dividends paid

No dividend was paid during the current quarter.

8. Segmental information

In presenting geographical information, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of assets. The amounts of non-current assets do not include financial instruments and deferred tax assets.

Geographical information	Revenue RM'000	Non-current assets RM'000
Period ended 30 Sept 2025		
Malaysia	62,720	29,593
America	71,536	-
Europe	19,492	-
Asia (Excludes Malaysia)	7,628	14,695
Consolidated	<u>161,376</u>	<u>44,288</u>

9. Carrying amount of revaluation assets

The valuation of property, plant and equipment have been brought forward without amendments from the financial statements for the year ended 30 June 2024.

10. Material events subsequent to the end of the reporting period

There were no material events subsequent to the end of the current quarter that have not been reflected in the interim financial report.

11. Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter.

12. Changes in contingent liabilities or contingent assets

	30/09/2025 RM'000
Corporate guarantees given to licensed banks for credit facilities granted to subsidiaries	<u>23,842</u>

13. Capital commitment

As at the date of this announcement, the Group has no material capital commitments.

REX INDUSTRY BHD

(Incorporated in Malaysia) Com. No. 199301027926 (282664-K)

SELECTED EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD 30 SEPTEMBER 2025 (Unaudited)

14. Significant related party transactions

The Group carried out the following significant transactions with the related parties during the current quarter:

	Individual Quarter Quarter Ended 30/09/2025 RM'000	Cumulative Quarter Period Ended 30/09/2025 RM'000
Services from related parties		
- Providing of vehicle fleet management services	2	137
- Transportation, freight handling services and warehouse management	416	4,752
- Purchase of tickets and tour arrangement	5	21

15. Review of earnings and / or revenue of the Company and its subsidiaries for current quarter and financial period-to-date

	3 months ended 30/09/2025 RM'000	3 months ended 30/09/2024 RM'000
Revenue	27,760	-
Profit before tax	821	-

As announced on 4 June 2025, the financial year end of the Group has been changed from 30 June 2025 to 31 December 2025. As such, there is no comparative financial information available for the corresponding period of the preceding financial year.

The Group recorded revenue of RM27.8 million for the 5th quarter ended 30 September 2025, primarily driven by strong overseas sales from Indonesia subsidiary.

The Group achieved a profit before tax of RM0.8 million mainly attributable to improved profit margins from Indonesia subsidiary after deducting one-off expenses related to the corporate exercise arising from the takeover offer by new shareholder.

16. Material change in Profit/(Loss) Before Taxation reported on as compared with the immediate preceding quarter

	3 months ended 30/09/2025 RM'000	3 months ended 30/6/2025 RM'000
Revenue	27,760	29,535
Profit/ before tax	821	472

The Group recorded a 6.0% reduction in revenue to RM27.8 million for the 5th quarter ended 30 September 2025 compared to RM29.5 million in the preceding quarter. The decline in revenue was primarily due to weaker demand from both overseas and local markets during the current quarter under review.

The Group recorded a profit before tax of RM0.8 million as compared to RM0.5 million in the preceding quarter. The improvement in profitability was mainly attributable to better profit margins and lower operating expenses after deducting for one-off expenses related to the corporate exercise arising from the takeover offer by new shareholder.

17. Current year prospects

The Group's business environment remains challenging as it continues to face cost pressures from higher raw material prices and ongoing global economic uncertainties. These include a negative outlook arising from tariffs imposed by the United States, softer trade and consumer sentiment and inflationary headwinds.

Nonetheless, the Group remains focused on enhancing its performance by improving profit margins through a better product mix and driving operational efficiencies to support the Group's sustainable business growth.

REX INDUSTRY BHD

(Incorporated in Malaysia) Com. No. 199301027926 (282664-K)

SELECTED EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD 30 SEPTEMBER 2025 (Unaudited)

18. Variance of actual and forecast profit

Not applicable as no profit forecast was published.

19. Tax expense

	Individual Quarter Quarter Ended 30/09/2025 RM'000	Cumulative Quarter Period Ended 30/09/2025 RM'000
Current income tax		
Malaysia	-	-
Overseas	(312)	(719)
	<u>(312)</u>	<u>(719)</u>
Deferred tax		
Reversal of temporary differences	3	16
	<u>(309)</u>	<u>(703)</u>

The disproportionate tax charge in relation to the results of the Group for the current financial period to date was mainly due to no Group tax relief for losses incurred by certain subsidiaries.

20. Status of corporate proposals announced

The Group had on 17 September 2025 announced that the Group entered into a conditional share sale agreement ("SSA") with Darmendran Kunaretnam ("Purchaser") for the following:-

- the proposed disposal of 20,040 ordinary shares in Rex Canning Co. Sdn Bhd ("RCCSB"), representing 100% equity interest in RCCSB to the Purchaser; and
- the proposed disposal of 1,000,000 ordinary shares in Rex Trading Sdn Bhd ("RTSB"), representing 100% equity interest in RTSB to the Purchaser, for a total disposal consideration of RM40.00 million to be satisfied entirely via cash ("Proposed Disposal").

The Proposed Disposal received shareholders approval at Extraordinary General Meeting held on 18 November 2025.

There were no other corporate proposals that have been announced by the Company as at the date of this announcement.

21. Utilisation of proceeds raised from corporate proposals

- a) The Company had on 30 August 2022 completed a Renounceable Rights Issue of 164,417,645 new ordinary shares on the basis of 1 Rights Shares for every 3 existing Rex Shares held together with 54,805,881 free detachable Warrants on the basis of 1 Warrant for every 3 Rights Shares subscribed on the main board of Bursa Securities. The Renounceable Rights Issue with warrants had raised a gross proceeds of RM16.44 million. Status of utilisation of proceeds derived from the corporate proposal by the company as at the end of the reporting period is as follows:-

Details of utilisation	Proposed utilisation RM'000	Actual utilisation RM'000	Unutilised proceeds RM'000	Timeframe for utilisation after extension of time
Business expansion	10,000	(7,330)	2,670	within 42 months
Working capital	5,882	(5,882)	-	
Expenses for corporate exercise	560	(560)	-	
	<u>16,442</u>	<u>(13,772)</u>	<u>2,670</u>	

- b) The Company had on 30 September 2024 completed the disposal of the land and buildings located at plot 125 and plot 126, Jalan Perindustrian Bukit Minyak 5, Taman Perindustrian Bukit Minyak, 14100 Simpang Ampat, Seberang Perai, Pulau Pinang for a total disposal consideration of RM41.80 million ("Disposal"). The status of the utilisation of proceeds derived from this Disposal is as follows:-

Details of utilisation	Proposed utilisation RM'000	Actual utilisation RM'000	Unutilised proceeds RM'000	Timeframe for utilisation
Repayment of bank borrowings	21,046	(21,046)	-	within 12 months
Working capital	16,803	(13,304)	3,499	within 24 months
Expenses for corporate exercise	3,951	(3,951)	-	within 3 months
	<u>41,800</u>	<u>(38,301)</u>	<u>3,499</u>	

REX INDUSTRY BHD

(Incorporated in Malaysia) Com. No. 199301027926 (282664-K)

SELECTED EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD 30 SEPTEMBER 2025 (Unaudited)

22. Group borrowings

The Group's borrowings as at the end of the reporting period are as follows :-

As at 30 Sept 2025	Payable within 12 months RM'000	Payable after 12 months RM'000
Denominated in RM		
Bank overdraft	115	-
Bankers' acceptance	7,820	-
Term loans	895	5,598
Denominated in USD		
Bankers' acceptance	10,295	-
	<u>19,125</u>	<u>5,598</u>
As at 30 June 2024		
Denominated in RM		
Bank overdraft	1,760	-
Bankers' acceptance	7,950	-
Revolving credit	-	-
Term loans	1,515	6,389
Denominated in USD		
Bankers' acceptance	7,235	-
	<u>18,460</u>	<u>6,389</u>

23. Changes in material litigation

There were no material litigations at the date of this interim financial report.

24. Dividends

The Board of directors did not recommend any dividend in respect of the financial period ended 30 Sept 2025.

25. Profit/(Loss) before tax

	Individual Quarter Quarter Ended 30/09/2025 RM'000	Cumulative Quarter Period Ended 30/09/2025 RM'000
Profit/(Loss) before tax is arrived at after charging/(crediting):		
Allowance for obsolete and low-moving inventories	-	3,325
Depreciation of property, plant and equipment	369	1,772
Depreciation of right-of-use assets	5	93
Depreciation of investment properties	-	9
Impairment loss on trade receivables	-	1,229
Interest expense	351	1,721
Interest income	(303)	(1,133)
Gain on disposal of:		
-Investment properties	-	(383)
-Asset held for sale	-	(15,005)
-Property, plant and equipment	-	(1)
Provision of staff termination benefits	-	875
Realised (gain)/loss on foreign exchange	158	388
Unrealised (gain)/loss on foreign exchange	(66)	(44)

SELECTED EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT

FOR THE PERIOD 30 SEPTEMBER 2025 (Unaudited)

26. Earnings per ordinary share

The earnings per share was computed based on the net profit/(loss) attributable to ordinary shareholders divided by the weighted average number of ordinary shares.

	Individual Quarter Quarter Ended 30/09/2025	Cumulative Quarter Period Ended 30/09/2025
Basic earning/(loss) per share:		
Profit/(Loss) after tax attributable to owners of the Company (RM'000)	512	9,362
Weighted average number of shares in issue ('000)	657,671	657,671
Basic earning/(loss) per share (sen)	0.08	1.42

As announced on 4 June 2025, the financial year end of the Group has been changed from 30 June 2025 to 31 December 2025. As such, there is no comparative financial information available for the preceding year corresponding period.

The diluted earning/(loss) per share of the Group is similar to the basic earning/(loss) per share as the Group does not have any material potential dilutive ordinary shares in issue.