**Mesiniaga Berhad**
**Registration number: 198101013112 (79244V)**
**(Incorporated in Malaysia)**
**Condensed Consolidated Statement of Comprehensive Income**
**For the second quarter ended 30 June 2026**

| | 2026 | 2025 | 2026 | 2025 |
|---|---|---|---|---|
| | CURRENT Qtr ended 30-Jun (RM '000) | Comparative Qtr ended 30-Jun (RM '000) | 6 Months Cumulative to-date (RM '000) | 6 Months Cumulative to-date (RM '000) |
| Revenue | 53,285 | 38,555 | 113,198 | 92,475 |
| Operating expenses | (51,741) | (42,119) | (112,884) | (94,257) |
| Depreciation | (384) | (359) | (764) | (756) |
| Other operating income | 109 | 81 | 230 | 335 |
| Profit/(Loss) from operations | 1,269 | (3,842) | (220) | (2,203) |
| Finance costs | (617) | (160) | (1,474) | (323) |
| Finance income | 366 | 240 | 975 | 518 |
| Profit/(Loss) before tax | 1,018 | (3,762) | (719) | (2,008) |
| Taxation and Zakat | (86) | (57) | (229) | (120) |
| Profit/(Loss) after tax | 932 | (3,819) | (948) | (2,128) |
| Other Comprehensive gain/(loss) | - | - | - | - |
| Total Comprehensive (loss)/loss | 932 | (3,819) | (948) | (2,128) |
| Profit/(Loss) attributable to: | | | | |
| - Equity holders of the Company | 932 | (3,819) | (948) | (2,128) |
| - Non-controlling interest | - | - | - | - |
| | 932 | (3,819) | (948) | (2,128) |
| Total comprehensive income/(loss) for the financial year attributable to: | | | | |
| - Equity holders of the Company | 932 | (3,819) | (948) | (2,128) |
| - Non-controlling interest | - | - | - | - |
| | 932 | (3,819) | (948) | (2,128) |
| Profit/(Loss) per share for profit/(loss) attributable to the equity holders of the Company during the period | | | | |
| Profit/(Loss) Per Share - Basic | 1.54 | (6.32) | (1.57) | (3.52) |

Remarks

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Annual Financial Statements for the year ended 31st December 2025)

**Mesiniaga Berhad**
**Registration number: 198101013112 (79244V)**
**(Incorporated in Malaysia)**
**Condensed Consolidated Statement of Financial Position**
**As at 30 June 2026**

| | As at 30.6.2026 (RM '000) | Audited As at 31.12.2025 (RM '000) |
|---|---|---|
| **ASSETS** | | |
| **Non-current assets** | | |
| Property, plant and equipment | 34,484 | 34,828 |
| Concession asset | 6,382 | - |
| Finance lease receivable | 15,538 | 1,719 |
| Deferred tax assets | 8,687 | 8,687 |
| | 65,091 | 45,234 |
| **Current assets** | | |
| Inventories | 862 | 327 |
| Contract assets | 61,365 | 50,392 |
| Finance lease receivable | 3,505 | 1,420 |
| Receivables | 35,286 | 29,541 |
| Tax recoverable | 92 | 92 |
| Prepayments | 44,874 | 50,443 |
| Deposits with licensed financial institutions | 9,874 | 64,953 |
| Cash and bank balances | 8,481 | 10,825 |
| | 164,339 | 207,993 |
| **TOTAL ASSETS** | 229,430 | 253,227 |
| **EQUITY AND LIABILITIES** | | |
| **Equity attributable to the equity holders of the parent** | | |
| Share capital | 64,528 | 64,528 |
| Reserves | 52,785 | 56,753 |
| **Total equity** | 117,313 | 121,281 |
| **Non-current liabilities** | | |
| Other deferred liabilities | 10,636 | 1,940 |
| | 10,636 | 1,940 |
| **Current liabilities** | | |
| Trade and other payables | 45,183 | 44,564 |
| Contract liabilities | 11,716 | 21,459 |
| Tax payable | 446 | 217 |
| Provision | 700 | 1,105 |
| Borrowing | 40,416 | 62,661 |
| Dividend payable | 3,020 | - |
| | 101,481 | 130,006 |
| **Total liabilities** | 112,117 | 131,946 |
| **TOTAL EQUITY AND LIABILITIES** | 229,430 | 253,227 |
| Net asset per share attributable to ordinary equity holders of the parent (RM | 1.9422 | 2.0079 |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Annual Financial Statements for the year ended 31st December 2025)

**Mesiniaga Berhad**
**Registration number: 198101013112 (79244V)**
**(Incorporated in Malaysia)**
**Condensed Consolidated Statement of Cash Flow**
**For the second quarter ended 30 June 2026**

| | 2026<br>6 months ended<br>30-Jun<br>(RM '000) | 2025<br>6 months ended<br>30-Jun<br>(RM '000) |
|---|---|---|
| **Cash Flows From Operating Activities** | | |
| Net loss attributable to shareholders | (948) | (2,128) |
| Adjustments for non-cash items: | | |
| Depreciation of property, plant and equipment | 764 | 756 |
| Taxation | 229 | 120 |
| Interest expense | 1,474 | 323 |
| Interest income | (975) | (518) |
| Retirement benefits | 52 | 77 |
| Profit arising from IC Interpretation 12 service concession agreement | (864) | - |
| Reversal of allowance for doubtful debts | - | (604) |
| Gain on net investment of sublease | (2,036) | - |
| Unrealised foreign exchange Gain | (499) | 620 |
| Write down of property, plant and equipment | - | 477 |
| Net reversal for slow moving inventory | (333) | (119) |
| | (3,136) | (996) |
| **Changes in working capital:** | | |
| Inventories | (202) | (3) |
| Receivables | (27,053) | (4,047) |
| Payables | (14,984) | (2,813) |
| Net cash used in operations | (45,375) | (7,859) |
| Net taxation paid | - | - |
| Retirement benefits paid | - | - |
| Zakat | - | - |
| **Net cash used in operating activities** | (45,375) | (7,859) |
| **Cash Flows From Investing Activities** | | |
| Purchase of property, plant and equipment | (420) | (952) |
| Aqcuisition of further interest of a subsidiary | - | (1,400) |
| Concession asset expenditure | (1,292) | - |
| Interest received | 406 | 497 |
| Increase in net restricted cash | (44) | 167 |
| | (1,350) | (1,688) |
| **Cash Flows From Financing Activities** | | |
| Interest paid | (1,336) | (305) |
| Repayment of lease liabilities | (1,813) | (855) |
| New lease liabialitis | 14,921 | - |
| Repayment of term loan | - | (165) |
| Net drawndown of short term borrowing | (22,245) | 189 |
| | (10,473) | (1,136) |
| Net decrease in cash and cash equivalents | (57,198) | (10,683) |
| Effect of foreign exchange translation | (181) | (316) |
| **Cash and cash equivalents b/f** | 68,306 | 42,874 |
| **Cash and cash equivalents c/f** | 10,927 | 31,875 |
| **Cash and cash equivalents comprise :** | | |
| Deposits with licensed financial institutions | 9,874 | 27,227 |
| Cash and bank balances | 8,481 | 10,278 |
| Total deposits, cash and bank balances | 18,355 | 37,505 |
| Less: restricted cash | (7,428) | (5,453) |
| Less: deposits maturing more than three months | - | (177) |
| Cash and cash equivalents | 10,927 | 31,875 |

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited Annual Financial Statements for the year ended 31st December 2025)

**Mesiniaga Berhad**
**Registration number: 198101013112 (79244V)**
**(Incorporated in Malaysia)**
**Condensed Consolidated Statements of Changes in Equity**
**For the second quarter ended 30 June 2026**

| | Share Capital (RM '000) | Retirement benefit reserves | Retained Earnings (RM '000) | Total (RM '000) | Non-controlling Interest (RM '000) | Total (RM '000) |
|---|---|---|---|---|---|---|
| 6 months quarter ended 30 June 2026 | | | | | | |
| Balance at beginning of year | 64,528 | 29 | 56,724 | 121,281 | - | 121,281 |
| Total comprehensive loss for the period | - | - | (948) | (948) | - | (948) |
| Dividend | - | - | (3,020) | (3,020) | - | (3,020) |
| Balance at end of period | 64,528 | 29 | 52,756 | 117,313 | - | 117,313 |
| 6 months quarter ended 30 June 2025 | | | | | | |
| Balance at beginning of year | 64,528 | 179 | 44,511 | 109,218 | 1,762 | 110,980 |
| Total comprehensive income for the period | - | - | (2,128) | (2,128) | - | (2,128) |
| Aqcuisition of further interest of a subsidiary | - | - | 361 | 361 | (1,762) | (1,401) |
| Balance at end of period | 64,528 | 179 | 42,744 | 107,451 | - | 107,451 |

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited Annual Financial Statements for the year ended 31st December 2025)

## A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT – FINANCIAL REPORTING STANDARD

### A1. BASIS OF PREPARATION

The unaudited quarterly financial statements have been prepared in accordance with MFRS 134: *Interim Financial Reporting* Paragraph 9.22 issued by the Malaysian Accounting Standards Board ("MASB") and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The unaudited quarterly financial statements should be read in conjunction with the Group's audited annual financial statements for the financial year ended 31 December 2025. The audited financial statements of the Group for the year ended 31 December 2025 were prepared in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the Companies Act 2016. The accounting policies and presentation adopted by the Group for the quarterly financial statements are consistent with those adopted in the Group's consolidated audited financial statements for the financial year ended 31 December 2025. Commencing in 2026, the Group has applied International Financial Reporting Interpretations Committee: IFRIC 12 Service Concession Arrangements in relation to its concession activities.

The Group adopted the following amended MFRS Accounting Standard ("MFRS") with effect from 1 January 2026:

- Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures - *Amendments to the Classification and Measurement of Financial Instruments and Contracts Referencing Nature-dependent Electricity*
- Annual Improvements to MFRS Accounting Standards - Volume 11

The adoption of the above amended Standard has no material impact on the Group and Company in the current financial year or any prior period and is not likely to affect future periods.

The following are standards and amendments to published standards and interpretations that have been issued but not yet effective:

| MFRS, Amendments to MFRS and IC Interpretations | Applicable for annual periods beginning on or after: |
|---|---|
| • MFRS 19, *Subsidiaries without Public Accountability: Disclosures* | 1 January 2027 |
| • MFRS 18, *Presentation and Disclosure in Financial Statements* | 1 January 2027 |
| • MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sales or Contribution of Assets between the Investor and its Associate of Joint Venture* | To be determined |

The Group anticipates that the impact from the adoption of the MFRSs and amendments to the MFRSs as and when they become effective will be immaterial upon initial application.

A2. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The Audit Report of the Group's Annual Financial Statements for the year ended 31 December 2025 was not subject to any qualification.

A3. SEASONALITY OR CYCLICALITY OPERATIONS

The Group's operations were not significantly affected by any seasonal or cyclical factors.

A4. UNUSUAL ITEMS

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

A5. MATERIAL CHANGES IN ACCOUNTING ESTIMATES

There were no changes in accounting estimates of amounts reported in prior interim periods or the current financial year or changes in estimates of amounts reported in prior financial years.

A6. ISSUANCE OR REPAYMENT OF DEBTS AND EQUITY SECURITIES

There were no issuance and repayment of debts and equity securities, shares buy-back, share cancellations, shares held as treasury shares or resale of treasury shares during the current quarter under review.

## A7. DIVIDEND PAID

No dividend has been paid for the current quarter. The final dividend in respect of financial year ended 31 December 2025 was paid as per Note B12.

## A8. SEGMENTAL REPORTING

Segmental information is not presented as the Group is primarily engaged in the sale of information technology products and related services in Malaysia.

## A9. VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

The values of property, plant and equipment have been brought forward without amendment from previous annual financial statements.

## A10. SUBSEQUENT MATERIAL EVENTS

There were no subsequent material events as at the date of this report that will affect the financial results of the current quarter under review.

## A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in composition of the Group during the interim period, including business combination, acquisition or disposal of subsidiaries and long-term investment, restructurings, and discontinuing operations.

## A12. CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no contingent liabilities or contingent assets to be disclosed.

## B. BURSA MALAYSIA LISTING REQUIREMENTS

### B1. REVIEW OF THE PERFORMANCE

The Group's revenue for the first half of 2026 was RM113.2 million, 22.4% higher than the RM92.5 million recorded in the corresponding period in 2025. This increase was mainly driven by higher revenue from projects and services delivery. A loss before tax of RM0.7 million was recorded in the first half of 2026, compared to a loss before tax of RM2.0 million in the same period of 2025.

### B2. MATERIAL CHANGES IN THE QUARTERLY RESULTS

The Group recorded a profit before tax of RM1.0 million on a revenue of RM53.3 million in the current quarter, as compared to a loss before tax of RM1.7 million on a revenue of RM59.9 million in the preceding quarter. Profit margins fluctuate from quarter to quarter subject to the types of revenue captured.

### B3. PROSPECTS

The Group's outlook remains positive with the addition of two significant contracts of RM94.9 million during the first half of 2026, augmenting the order book brought forward of RM583.5 million from 2025.

The ongoing conflict in the Middle East and the global shortage of memory chips continue to present challenges to the external operating environment. The Group is closely monitoring developments and maintaining active engagement with its suppliers to minimise potential supply chain disruptions, costs and safeguard the timely delivery of products and services. While the Group has not experienced any material impact to date, prolonged disruptions may lead to higher delivery costs and impact project timelines.

Looking ahead, the Group remains focused on expanding its portfolio of AI solutions, driving infrastructure modernisation and virtualisation initiatives for customers, enhancing cybersecurity capabilities, strengthening recurring services offerings and diversifying customer base. In addition, the Company is leveraging AI to streamline workflows, enhance automation, and improve operational efficiency.

### B4. VARIANCES FROM PROFIT FORECAST AND PROFIT GUARANTEE

The Group has not previously disclosed any financial estimate, internal targets, forecasts, profit guarantee, or made any announcement or disclosure in respect thereof.

B5. TAXATION

Income tax expenses

| | | Quarter Ended 30.06.2026 RM'000 | 6 months Cumulative 30.06.2026 RM'000 |
|---|---|---|---|
| | **Major components of tax expenses:** | | |
| | | | |
| | Current year tax | 34 | (194) |
| | Deferred tax | 52 | 423 |
| | Tax expense | 86 | 229 |
| | Zakat | 0 | 0 |
| | | 86 | 229 |

Deferred tax assets have not been recognised in respect of tax losses and deductible temporary differences of a subsidiary due to uncertainty of its recoverability.

B6. SALES OF UNQUOTED INVESTMENTS AND PROPERTIES

There were no sales of unquoted investments and properties for the current quarter and financial year to date.

B7. PARTICULARS OF PURCHASE OR DISPOSAL OF QUOTED SECURITIES

The Group does not own quoted securities. There was no purchase or disposal of quoted securities for the current quarter and financial year to date.

B8. THE STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced but not completed at the latest practicable date.

B9. BORROWINGS AND DEBT SECURITIES

Details of the Company's borrowings as of 30 June 2026 are as follows:

| | | As at 30.06.2026 RM'000 |
|---|---|---|
| | | |
| | **Short term borrowings** | |
| | | |
| | Banker acceptance | 40,416 |
| | *Unsecured* | |
| | | |
| | | 40,416 |
| | All borrowings are denominated in Ringgit Malaysia | |

## B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no financial instruments with off balance sheet risk as at the date of this report.

## B11. MATERIAL LITIGATION

As previously reported, the Company has initiated legal proceedings in the Kuala Lumpur High Court (Guaman Sivil No. WA-22NCvC-432-07/2025) against Ahmad Shazwan bin Harun, Mohd Izwan bin Ismail, Faizal bin Ishak and Laman7 Sdn. Bhd. (collectively, the "Defendants").

The Third Party Notice Proceedings and Counterclaim filed by the Defendants were struck out by the Court on 18 May 2026. No appeal was filed against the said decision within the prescribed appeal period.

The main suit remains pending before the Court and has been fixed for trial on 4 June 2027, 17 June 2027, 18 June 2027, 24 June 2027 and 25 June 2027.

There have been no other significant developments in respect of the matter during the quarter under review.

## B12. PROPOSED DIVIDEND

The payment of final single tier dividend in respect of the financial year ended 31 December 2025 of 5 sen per share (2024: Nil), amounting to RM3,020,100 was paid on 7 July 2026.

## B13. EARNINGS PER SHARE

| | | Quarter Ended 30.06.2026 | | 6 months Cumulative 30.06.2026 |
|---|---|---|---|---|
| | **Basic and Diluted Earnings** | | | |
| | | RM'000 | | RM'000 |
| | Loss attributable to the ordinary equity holders of the Company | 932 | | (948) |
| | | | | |
| | Weighted average number of ordinary shares in issue ('000) | 60,402 | | 60,402 |
| | | | | |
| | Basic/diluted loss per share (sen) | 1.54 | | (1.57) |

## B14. RELATED PARTY TRANSACTIONS

Listed below are the significant related party transactions. The related party transactions were carried out on the same terms and conditions as transactions with unrelated parties.

The significant related party transactions are as follows:

| | | Quarter Ended 30.06.2026 RM'000 | 6 months Cumulative 30.06.2026 RM'000 |
|---|---|---|---|
| | **Related party** | | |
| | | | |
| | Subsidiary companies | | |
| | - Purchase of goods | 0 | 1 |
| | - Purchase of services | 6,856 | 14,476 |
| | - Sales of services | 48 | 96 |

## B15. CAPITAL COMMITMENT

Capital commitments for the Group in respect of property, plant and equipment not provided for as of 30 June 2026 are as follows:

| | | RM'000 |
|---|---|---|
| | | |
| | Approved and not contracted for | NIL |
| | | |
| | Approved and contracted for | NIL |

## B16. ADDITIONAL DISCLOSURES

| | Quarter ended | | 6 months Cumulative | |
|---|---|---|---|---|
| RM'000 | 30.06.2026 | 30.06.2025 | 30.06.2026 | 30.06.2025 |
| Profit for the period is arrived at after charging: | | | | |
| Interest expense | 617 | 160 | 1,474 | 323 |
| Depreciation | 384 | 359 | 764 | 756 |
| and after crediting: | | | | |
| Interest income | 366 | 240 | 975 | 518 |
| Foreign exchange gain/(loss) | 181 | (2) | 1,086 | 135 |

By Order of the Board
Deborah Sharmini Benjamin (MAICSA 7077164)
Company Secretary
27 August 2026