PESTEC

PESTEC INTERNATIONAL BERHAD
(Co. No. 201101019901 (948035-U))

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIXTH QUARTER AND PERIOD ENDED 31 MARCH 2025

	Individual Quarter		Cumulative Quarter	
	Current year quarter 31 Mar 2025 RM'000	**Preceding year corresponding quarter 31 Mar 2024 RM'000**	**Current period 31 Mar 2025 RM'000**	**Preceding year corresponding period 31 Mar 2024 RM'000**
Revenue	87,910	-	594,279	-
Operating expenses	(94,496)	-	(506,665)	-
Other operating income	78	-	2,051	-
Fair value gain/(loss) arising from contract modification	68	-	(14,143)	-
Impairment of contract asset	(16,016)	-	(216,477)	-
Reversal of impairment of receivables	-	-	218	-
Other (losses)/gains	(5,750)	-	831	-
Operating losses	(28,206)	-	(139,906)	-
Share of losses of equity-accounted associate	(1,441)	-	(898)	-
Loss before interest and tax	(29,647)	-	(140,804)	-
Finance income	14,146	-	46,372	-
Finance costs	(17,563)	-	(115,409)	-
Loss before tax	(33,064)	-	(209,841)	-
Tax expense	(6,413)	-	(12,637)	-
Loss for the period	(39,477)	-	(222,478)	-
Other comprehensive losses:				
Items that will be reclassified subsequently to profit or loss				
- Exchange translation differences	(720)	-	(10,957)	-
- Fair value loss on cash flow hedge	(1,917)	-	(4,012)	-
Total comprehensive loss for the period	(42,114)	-	(237,447)	-
Loss for the period attributable to:				
Owners of the Company	(38,323)	-	(229,655)	-
Perpetual SUKUK-holders	-	-	18,166	-
Non-controlling interests	(1,154)	-	(10,989)	-
	(39,477)	-	(222,478)	-

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PESTEC INTERNATIONAL BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIXTH QUARTER AND PERIOD ENDED 31 MARCH 2025 (CONT'D)

	Individual Quarter		Cumulative Quarter	
	Current year quarter 31 Mar 2025 RM'000	Preceding year corresponding quarter 31 Mar 2024 RM'000	Current period 31 Mar 2025 RM'000	Preceding year corresponding period 31 Mar 2024 RM'000
Total comprehensive loss attributable to:				
Owners of the Company	(40,319)	-	(240,553)	-
Perpetual SUKUK-holders	-	-	18,166	-
Non-controlling interests	(1,795)	-	(15,060)	-
	(42,114)	-	(237,447)	-
EBITDA	(26,738)	-	(121,017)	-
Loss per share attributable to owners of the Company:				
- Basic (Sen)	(3.10)	-	(18.60)	-
- Diluted (Sen)	(3.10)	-	(18.60)	-

The financial year end of the Group had been changed from 30 September to 31 March. As such, there is no comparative financial information available for the preceding year corresponding period.

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial period ended 30 September 2023.

PESTEC INTERNATIONAL BERHAD
(Co. No. 201101019901 (948035-U))
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025

	Note	Unaudited as at 31 Mar 2025 RM'000	Audited as at 30 Sep 2023 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		174,515	213,973
Intangible assets		-	715
Investment in associates		-	898
Derivative financial assets		-	2,530
Contract assets	**A13**	641,245	804,792
Total non-current assets		815,760	1,022,908
Current assets			
Contract assets	**A13**	558,582	957,648
Inventories		138,937	29,052
Trade receivables	**A14**	209,452	182,693
Other receivables		44,584	142,960
Amount due from holding company		27,981	-
Amount due from associate		8,717	3,513
Tax recoverable		889	5,149
Cash and short-term deposits	**A15**	164,439	157,366
Total current assets		1,153,581	1,478,381
Total assets		1,969,341	2,501,289
EQUITY AND LIABILITIES			
EQUITY			
Share capital		392,942	232,942
Treasury shares		(4,183)	(4,183)
Reserves		8,073	18,971
(Accumulated losses)/Retained earnings		(138,477)	91,178
		258,355	338,908
Perpetual SUKUK		82,000	100,000
Non-controlling interests		16,376	35,600
Total equity		356,731	474,508

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PESTEC INTERNATIONAL BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025 (CONT'D)

	Note	Unaudited as at 31 Mar 2025 RM'000	Audited as at 30 Sep 2023 RM'000
EQUITY AND LIABILITIES (Cont'd)			
LIABILITIES			
Non-current liabilities			
Derivative financial liabilities		1,673	3,191
Lease liabilities	**A16**	8,630	10,414
Loans and borrowings	**A16**	534,644	650,012
Deferred tax liabilities		6,227	6,556
Trade payables		54,613	5,816
Other payables		83,676	-
Total non-current liabilities		689,463	675,989
Current liabilities			
Contract liabilities	**A13**	16,910	10,959
Trade payables		375,521	685,092
Other payables		145,054	181,633
Lease liabilities	**A16**	518	1,342
Loans and borrowings	**A16**	377,919	466,396
Derivative financial liabilities		-	1,722
Tax payable		7,225	3,648
		923,147	1,350,792
Liability held for sale		-	-
Total current liabilities		923,147	1,350,792
Total liabilities		1,612,610	2,026,781
Total equity and liabilities		1,969,341	2,501,289
Net assets per share (Sen)		15.39	48.20
Net assets per share attributable to Owners of the Company (Sen)		11.15	34.42

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial period ended 30 September 2023.

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PESTEC INTERNATIONAL BERHAD
(Co. No. 201101019901 (948035-U))

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIXTH QUARTER AND PERIOD ENDED 31 MARCH 2025

	Attributable to owners of the Company										
	Non-distributable						Distributable				
	Share capital RM'000	Treasury shares RM'000	Fair value reserve RM'000	Exchange translation reserve RM'000	Capital reserve RM'000	Merger reserve RM'000	Retained earnings/ (Accumulated losses) RM'000	Total RM'000	Perpetual SUKUK RM'000	Non-controlling interests RM'000	Total equity RM'000
At 1 October 2023	232,942	(4,183)	1,239	42,335	8,534	(33,137)	91,178	338,908	100,000	35,600	474,508
Loss for the financial period	-	-	-	-	-	-	(229,655)	(229,655)	18,166	(10,989)	(222,478)
Other comprehensive loss for the financial period	-	-	(3,801)	(7,097)	-	-	-	(10,898)	-	(4,071)	(14,969)
Total comprehensive loss for the financial period	-	-	(3,801)	(7,097)	-	-	(229,655)	(240,553)	18,166	(15,060)	(237,447)
Transaction with owners:											
Distribution to Perpetual SUKUK-holders	-	-	-	-	-	-	-	-	(18,166)	-	(18,166)
Redemption of Perpetual SUKUK	-	-	-	-	-	-	-	-	(18,000)	-	(18,000)
Issuance of share capital pursuant to restricted issue	160,000	-	-	-	-	-	-	160,000	-	-	160,000
Capital reduction in a subsidiary	-	-	-	-	-	-	-	-	-	(4,164)	(4,164)
At 31 March 2025	392,942	(4,183)	(2,562)	35,238	8,534	(33,137)	(138,477)	258,355	82,000	16,376	356,731

PESTEC INTERNATIONAL BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIXTH QUARTER AND PERIOD ENDED 31 MARCH 2025 (CONT'D)

	← Attributable to owners of the Company →										
		← Non-distributable →					Distributable				
	Share capital RM'000	Treasury shares RM'000	Fair value reserve RM'000	Exchange translation reserve RM'000	Capital reserve RM'000	Merger reserve RM'000	Retained earnings RM'000	Total RM'000	Perpetual SUKUK RM'000	Non-controlling interests RM'000	Total equity RM'000
At 1 October 2022	-	-	-	-	-	-	-	-	-	-	-
Profit for the financial period	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income for the financial period	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the financial period	-	-	-	-	-	-	-	-	-	-	-
Transaction with owners:											
Dividend paid								-	-	-	-
Distribution to Perpetual	-	-	-	-	-	-	-				
SUKUK-holders								-	-	-	-
At 31 March 2024	-	-	-	-	-	-	-	-	-	-	-

The financial year end of the Group had been changed from 30 September to 31 March. As such, there is no comparative financial information available for the preceding year corresponding period.

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial period ended 30 September 2023.

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PESTEC INTERNATIONAL BERHAD
(Co. No. 201101019901 (948035-U))
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIXTH QUARTER AND PERIOD ENDED 31 MARCH 2025

	18-months ended	
	31 Mar 2025	**31 Mar 2024**
	RM'000	**RM'000**
OPERATING ACTIVITIES		
Loss before tax	(209,841)	-
Adjustments for:		
Amortisation of unwinding discount of financial liability	3,226	-
Depreciation of property, plant and equipment	19,787	-
Fair value loss on derivative financial instruments	4,752	-
Gain on disposal of subsidiaries	(18,090)	-
Gain on disposal of associate	(1,038)	-
Gain on disposal of property, plant and equipment	(1,283)	-
Property, plant and equipment written off	533	-
Fair value loss arising from contract modification	14,143	-
Impairment of contract assets	216,477	-
Reversal of provision of trade creditor	(183,698)	-
Reversal of impairment of receivables	(218)	-
Loss on lease termination	1,488	-
Interest expense	112,183	-
Interest income	(1,856)	-
Finance income arising from contract assets	(33,545)	-
Share of gain of equity-accounted associate	898	-
Unwinding discount of financial liabilities	(10,971)	-
Unrealised loss on foreign exchange	13,262	-
Operating loss before working capital changes	(73,791)	-
Changes in working capital:		
Inventories	(113,558)	-
Receivables	37,398	-
Payables	37,236	-
Contract customers	291,501	-
Associate companies	(5,204)	-
Cash generated from operations	173,582	-
Interest received	1,856	-
Interest paid	(112,183)	-
Tax paid	(4,488)	-
Net cash from operating activities	58,767	-
INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	8,267	-
Proceeds from disposal of subsidiaries	5,390	-
Purchase of property, plant and equipment	(887)	-
Net cash from investing activities	12,770	-

PESTEC INTERNATIONAL BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIXTH QUARTER AND PERIOD ENDED 31 MARCH 2025 (CONT'D)

	15-months ended	
	31 Mar 2025 RM'000	**31 Mar 2024 RM'000**
FINANCING ACTIVITIES		
Distribution to Perpetual SUKUK-holders	(18,166)	-
Redemption of Perpetual SUKUK-holders	(18,000)	-
Withdrawal of fixed deposits and debt service reserve accounts with licensed institutions	48,775	-
Proceeds from issuance of share capital pursuant to restricted issue	144,000	-
Drawdown from borrowings	325,342	-
Repayment of borrowings	(436,895)	-
Net cash from financing activities	45,056	-
CASH AND CASH EQUIVALENTS		
Net changes	116,593	-
Cash and cash equivalents at beginning of the period	6,188	-
Effect of foreign exchange translation	(2,384)	-
Cash and cash equivalents at end of the period	120,397	-
Represented by:		
Cash and bank balances	155,487	-
Fixed deposits with licensed financial institutions	8,952	-
Bank overdrafts	(836)	-
	163,603	-
Less:		
- Fixed deposits pledged to financial institutions	(8,953)	-
- Debt service reserve accounts, included in cash and bank balances	(34,253)	-
	120,397	-

The financial year end of the Group had been changed from 30 September to 31 March. As such, there is no comparative financial information available for the preceding year corresponding period.

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial period ended 30 September 2023.

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING

A1. Accounting policies and basis of preparation

The condensed financial report is unaudited and has been prepared in accordance with MFRS 134: *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The condensed financial report should be read in conjunction with the audited financial statements presented in Annual Report for the financial period ended 30 September 2023.

The explanatory notes attached to the condensed 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 Company, its subsidiaries and associates since the financial period ended 30 September 2023.

The accounting policies and methods of computation adopted by the Group in this condensed financial report are consistent with those adopted in the most recent annual financial report for the period ended 30 September 2023, except for the adoption of the following:

Effective for financial periods beginning on or after 1 January 2023

Amendments to MFRS 17	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

Effective for financial periods beginning on or after 1 January 2024

Amendments to MFRS 7	Financial Instruments: Disclosures – Supplier Finance Arrangements
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 101	Presentation of Financial Statements – Classification of Liabilities as Current or Non-Current
Amendments to MFRS 107	Statement of Cash Flows – Supplier Finance Arrangements

Effective for financial periods beginning on or after 1 January 2025

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

The adoption of the abovementioned standard do not have a material impact on the financial statements of the Group.

A1. Accounting policies and basis of preparation (Cont'd)

Standards issued but not yet effective

The Group has not applied the following MFRSs and amendments to MFRSs that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the Company, its subsidiaries and associates:

Effective for financial periods beginning on or after 1 January 2026

Amendments to MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards – Annual Improvements to MFRS Accounting Standards – Volume 11
Amendments to MFRS 9 and MFRS 7	Financial Instruments – Amendments to the Classification and Measurement of Financial Instruments
Amendments to MFRS 9 and MFRS 7	Financial Instruments – Annual Improvements to MFRS Accounting Standards – Volume 11
Amendments to MFRS 9 and MFRS 7	Financial Instruments – Contracts Referencing Nature-dependent Electricity
Amendments to MFRS 10	Consolidated Financial Statements – Annual Improvements to MFRS Accounting Standards – Volume 11
Amendments to MFRS 107	Statement of Cash Flows – Annual Improvements to MFRS Accounting Standards – Volume 11

Effective for financial periods beginning on or after 1 January 2027

MFRS 18	Presentation and Dislosure in Financial Statements
MFRS 19	Subsidiaries without Public Accountability: Disclosures

Amendments to MFRSs effective date deferred indefinitely:

Amendments to MFRS 10 and MFRS 128	Consolidated Financial Statements and 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 standards and amendments are not expected to have any financial impacts to the financial statements.

A2. Seasonal or cyclical factors

The Group's operations are not subject to seasonal or cyclical factors.

A3. Items of unusual nature

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial quarter ended 31 March 2025.

A4. Material changes in estimates

There were no changes in estimates of amounts reported in previous financial period that have had a material effect for the current financial quarter ended 31 March 2025.

A5. Changes in debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayments of debt and equity securities during the current financial quarter ended 31 March 2025.

A6. Dividends paid

There were no dividends paid for the current financial quarter ended 31 March 2025.

A7. Changes in composition of the Group

There were no changes to the composition of the Group for the current financial quarter ended 31 March 2025.

A8. Valuation of property, plant and equipment

There were no valuation of property, plant and equipment for the current financial quarter ended 31 March 2025.

A9. Segmental information

The Group is organised into business units based on its products and services, which comprises the following:

(a) Investment - Investment and property holding.
(b) EPMCC - Engineering, procurement, manufacturing, construction and commissioning of power substations, transmission lines and rail electrifications.
(c) Product - Provision of design and supply of remote control system and data communication products.

	Results for the quarter ended 31 March 2025				
	Investment RM'000	**EPMCC RM'000**	**Product RM'000**	**Elimination RM'000**	**Total RM'000**
Revenue					
External customers	-	87,253	657	-	87,910
Inter-segment	3,816	75,497	(83)	(79,230)	-
Total revenue	3,816	162,750	574	(79,230)	87,910
Finance income	6,850	15,943	-	(8,647)	14,146
Finance costs	(3,713)	(24,234)	(278)	10,662	(17,563)
Net finance income/ (expense)	3,137	(8,291)	(278)	2,015	(3,417)
Segment profit/(loss) before tax	(849)	24,907	(2,256)	(54,866)	(33,064)
Segment profit/(loss) after tax	(697)	18,342	(2,256)	(54,866)	(39,477)

	Results for the quarter ended 31 March 2024				
	Investment RM'000	**EPMCC RM'000**	**Product RM'000**	**Elimination RM'000**	**Total RM'000**
Revenue					
External customers	-	-	-	-	-
Inter-segment	-	-	-	-	-
Total revenue	-	-	-	-	-
Finance income	-	-	-	-	-
Finance costs	-	-	-	-	-
Net finance income/ (expense)	-	-	-	-	-
Segment profit/(loss) before tax	-	-	-	-	-
Segment profit/(loss) after tax	-	-	-	-	-

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PESTEC INTERNATIONAL BERHAD
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PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A9. Segmental information (Cont'd)

The Group is organised into business units based on its products and services, which comprises the following: (Cont'd)

	Results for the period ended 31 March 2025				
	Investment RM’000	**EPMCC RM’000**	**Product RM’000**	**Elimination RM’000**	**Total RM’000**
Revenue					
External customers	-	589,056	5,223	-	594,279
Inter-segment	23,345	197,205	4,345	(224,895)	-
Total revenue	23,345	786,261	9,568	(224,895)	594,279
Finance income	53,051	74,854	-	(81,533)	46,372
Finance costs	(35,977)	(164,292)	(2,177)	87,037	(115,409)
Net finance income/ (expense)	17,074	(89,438)	(2,177)	5,504	(69,037)
Segment profit/(loss) before tax	9,943	(197,500)	(10,735)	(11,549)	(209,841)
Segment profit/(loss) after tax	4,819	(205,013)	(10,735)	(11,549)	(222,478)

	Results for the period ended 31 March 2024				
	Investment RM’000	**EPMCC RM’000**	**Product RM’000**	**Elimination RM’000**	**Total RM’000**
Revenue					
External customers	-	-	-	-	-
Inter-segment	-	-	-	-	-
Total revenue	-	-	-	-	-
Finance income	-	-	-	-	-
Finance costs	-	-	-	-	-
Net finance income/ (expense)	-	-	-	-	-
Segment profit/(loss) before tax	-	-	-	-	-
Segment profit/(loss) after tax	-	-	-	-	-

A10. Tax expense

	Current year quarter 31 Mar 2025 RM'000	Preceding year corresponding quarter 31 Mar 2024 RM'000	Current period 31 Mar 2025 RM'000	Preceding year corresponding period 31 Mar 2024 RM'000
Tax expense	(6,413)	-	(12,637)	-

Tax is calculated at Malaysian statutory tax rate of 24% (2024: 24%) of the estimated assessable profit for the financial period. Taxation for other jurisdiction is calculated at the rates prevailing in the respective jurisdictions.

Despite the Group incurring loss before tax in the current period, income tax expense was recognised based on chargeable income in accordance to the respective tax laws of the jurisdictions.

A11. Loss per share

A11.1. Basic loss per share

The calculation of basic loss per share for the financial quarter/period is based on the loss attributable to owners of the Company and divided by the weighted average number of ordinary shares outstanding during the financial period.

	Current year quarter 31 Mar 2025	Preceding year corresponding quarter 31 Mar 2024	Current period 31 Mar 2025	Preceding year corresponding period 31 Mar 2024
Loss attributable to owners of the Company (RM'000)	(38,323)	-	(229,655)	-
Weighted average number of ordinary shares outstanding ('000)	1,234,707	-	1,234,707	-
Basic loss per share (Sen)	**(3.10)**	-	**(18.60)**	-

A11.2. Diluted earnings per share

No diluted earnings per share is presented as the effect is anti-dilutive.

A12. Property, plant and equipment

During the current financial period, the Group acquired property, plant and equipment amounting to RM886,983.

A13. Contract assets

	Unaudited as at 31 Mar 2025 RM'000	Audited as at 30 Sep 2023 RM'000
Contract assets		
Contract assets from customers on construction contracts	1,199,827	1,762,440
Presented as:		
Non-current	641,245	804,792
Current	558,582	957,648
	1,199,827	1,762,440
Contract liabilities		
Contract liabilities from customers on construction contracts	16,910	10,959

A14. Trade receivables

The trade receivables of the Group were as follows:

	Unaudited as at 31 Mar 2025 RM'000	Audited as at 30 Sep 2023 RM'000
Trade receivables, net of impairment	112,646	54,158
Retention sums on contracts, net of impairment	96,806	128,535
	209,452	182,693

A15. Cash and short-term deposits

The cash and short-term deposits of the Group were as follows:

	Unaudited as at 31 Mar 2025 RM’000	Audited as at 30 Sep 2023 RM’000
Cash and bank balances	155,487	99,638
Fixed deposits with licensed institutions	8,952	57,728
	164,439	157,366

A16. Borrowings and debts securities

Total borrowings of the Group were as follows:

	Unaudited as at 31 Mar 2025 RM’000	Audited as at 30 Sep 2023 RM’000
Non-current liabilities		
Secured:		
Term loans	499,568	650,012
Revolving credit	35,076	-
	534,644	650,012
Lease liabilities	8,630	10,414
	543,274	660,426
Current liabilities		
Secured:		
Term loans	133,725	127,416
Bank overdrafts	836	47,101
Bankers' acceptances	26,223	11,039
Trust receipts	92,465	100,798
Revolving credit	124,670	180,042
	377,919	466,396
Lease liabilities	518	1,342
	378,437	467,738
	921,711	1,128,164

A16. Borrowings and debts securities (Cont'd)

The currencies exposure profile of borrowings of the Group was as follows:

	Unaudited as at 31 Mar 2025 RM'000	Audited as at 30 Sep 2023 RM'000
Ringgit Malaysia	256,102	386,824
United States Dollar	665,609	741,340
	921,711	1,128,164

A17. Material events subsequent to the end of interim period reported

There was no material event subsequent to the end of the financial period, except for:

On 21 January 2025, the Company is proposing to change its name from "PESTECH International Berhad" to "PESTEC International Berhad" ("Proposed Change of Name"). The Proposed Change of Name has been approved by the shareholders of the Company at the Extraordinary General Meeting held on 27 February 2025 . On 5 March 2025, the Company received the Notice of Registration of New Name pursuant to Section 28 of the Companies Act 2016 dated 4 March 2025 issued by the Companies Commission of Malaysia. Accordingly, the name of the Company has been changed from "PESTECH International Berhad" to "PESTEC International Berhad" on 4 March 2025.

A18. Financial guarantees

Corporate guarantees extended by the Company to financial institutions for credit facilities granted to subsidiaries as at the end of the financial period were as follows:

	Unaudited as at 31 Mar 2025 RM'000	Audited as at 30 Sep 2023 RM'000
Secured facilities outstanding as at:		
Lease liabilities of the Group	9,148	11,756
Loan and borrowings of subsidiaries	810,481	992,705

The corporate guarantees do not have a determinable effect on the terms of the credit facilities due to banks, financial institutions and suppliers requiring parent guarantees as a pre-condition for approving the credit facilities granted to the subsidiaries. The actual terms of the credit facilities are likely to be the best indicator of "at market" terms and hence the fair value of the credit facilities is equal to the credit facilities amount received by the subsidiaries. As such, there is no value on corporate guarantee to be recognised in the financial statements.

A19. Capital commitments

There were no capital commitments for the current financial quarter ended 31 March 2025.

A20. Significant related party transactions

The Group had the following transactions during the financial period under review with related parties in which certain directors and key senior management of the Company have substantial financial interest:

	Unaudited as at 31 Mar 2025 RM'000	Audited as at 30 Sep 2023 RM'000
Related parties by virtue of common directors and key senior management:		
Provision of services	5,900	-
Purchased of material and services rendered	931	3,292
Rental expense	610	363

PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)

B1. Review of performance

(a) Performance of the current quarter against the same quarter in the preceding year

	Current year quarter 31 Mar 2025 RM'000	Preceding year corresponding quarter 31 Mar 2024 RM'000	Changes RM'000	Changes %
Revenue	87,910	-	-	-
Profit before tax	(33,064)	-	-	-
Profit after tax	(39,477)	-	-	-

The Group registered a revenue of RM87.9 million for the current quarter under review, which represents a diversified contribution across various divisions. The Substation division was the largest contributor, accounting for approximately RM40.9 million. The Rail division contributed approximately RM17.8 million. The Transmission Line division, approximately RM21.8 million and lastly, Others segments around RM7.4 million. The overall revenue of the Group for the quarter reflects the stage of completion of these various projects, with certain projects nearing completion while others are in their early or mid-stages. This dynamic mix of project stages has a direct impact on revenue recognition, which is recognized progressively based on the percentage of work completed.

Loss before tax for the Group stood at RM33.1 million for the quarter, while loss after tax was recorded at RM39.5 million. The Group's profitability was notably contributed by gross profit from project execution, which was recorded at an 12% margin, and unrealized foreign exchange losses of approximately RM5.4 million. The gross profit margin for the quarter under review met the Group’s expectations.

The financial year end of the Group had been changed from 30 September to 31 March. As such, there is no comparative financial information available for the preceding year corresponding period.

PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)

B1. Review of performance (Continued)

(b) Performance of the current quarter against the immediate preceding quarter

	Current year quarter 31 Mar 2025 RM'000	Immediate preceding quarter 31 Dec 2024 RM'000	Changes RM'000	%
Revenue	87,910	84,368	3,542	4%
(Loss)/Profit before tax	(33,064)	6,913	(39,977)	578%
(Loss)/Profit after tax	(39,477)	6,653	(46,130)	693%

The Group recorded a revenue of RM87.9 million for the current quarter under review, compared to RM84.4 million for the immediate preceding quarter, representing an increase of approximately RM3.5 million or 4%. The slight revenue increase was primarily impacted by lower revenue in the Substation division, which decreased by RM18.1 million or 31%, the Rail division, which increase by RM9.8 million or 123%, the Transmission division, which increase by RM10.18 million or 88% and Other segment increase RM1.66 million or 28.7%.

The Group recorded a loss before tax amounting to RM33.1 million for the current quarter compared to the profit before tax amounting to RM6.9 million for the immediate preceding quarter, resulting in a decrease of profit before tax by RM40.0 million. Similarly, profit after tax declined by RM46.1 million. The profit before tax of RM6.9 million and profit after tax of RM6.7 million in the previous quarter were primarily driven by unrealised foreign exchange gains of RM22.1 million, resulting from the appreciation of the US Dollar against the Malaysian Ringgit during that period.

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PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)

B2. Loss before tax

Included in the loss before tax were the following items:

	Current year quarter 31 Mar 2025 RM'000	Preceding year corresponding quarter 31 Mar 2024 RM'000	Current period 31 Mar 2025 RM'000	Preceding year corresponding period 31 Mar 2024 RM'000
Amortisation of unwinding discount of financial liability	1,053	-	3,226	-
Depreciation of property, plant and equipment	2,909	-	19,787	-
Fair value loss on derivative financial instruments	2	-	4,752	-
Loss/(Gain) on disposal of subsidiaries	114	-	(18,090)	-
Loss/(Gain) on disposal of associate	7	-	(1,038)	-
Gain on disposal of property, plant and equipment	(1,135)	-	(1,283)	-
Impairment of contract assets	16,016	-	216,477	-
Fair value (gain)/loss arising from contract modification	(68)	-	14,143	-
Reversal of provision of trade creditor	-	-	(183,698)	-
Reversal of impairment of receivables	-	-	(218)	-
Loss on lease termination	41	-	1,488	-
Interest expense	16,510	-	112,183	-
Interest income	(839)	-	(1,856)	-
Finance income arising from contract assets	(5,177)	-	(33,545)	-
Property, plant and equipment written off	(1)	-	533	-
Unwinding discount of financial liability	(8,130)	-	(10,971)	-
Unrealised loss on foreign exchange	5,419	-	13,262	-

B3. Prospects

Malaysia’s state-owned utility giant Tenaga Nasional Bhd (“TNB”) has more than doubled its budgeted capital expenditure (“Capex”) to RM42.9 billion comprising RM26.6 billion in base Capex and RM16.3 billion in contingent Capex to support infrastructure development for Malaysia’s energy transition - to fast-track infrastructure development aligned with the nation’s energy transition goals. TNB projects economic growth of 4.5%–5.5% in 2025, with electricity demand expected to rise by up to 4.5%.

Source : https://theedgemalaysia.com/node/752817

The Government of Sarawak targets to significantly raise power generation capacity to 15 gigawats (GW) in 10 years to expand the state’s electricity exports to more Asean member countries. Sarawak is expected to produce 10 GW of power by 2030 and increase it by another 50% to 15GW by 2035.

Source : https://www.thestar.com.my/business/business-news/2025/02/24/sarawak-aims-to-become-regional-power-supplier

Malaysia’s energy transition is driving capital investments into grid upgrades, integration of distributed energy resources, and network reinforcement to support the rapid expansion of data centres over the next few years. In fact, the Malaysia Data Center Market was valued at USD4.04 billion in 2024, and is expected to reach USD13.57 billion by 2030, rising at a compound annual growth rate (“CAGR”) of 22.38%.

Source : https://www.globenewswire.com/news-release/2025/01/28/3016199/28124/en/Malaysia-Data-Center-Market-Analysis-2025-2030-New-Entrants-include-STACK-Infrastructure-Epoch-Digital-EdgeConneX-and-

Based on the above, PESTEC International Berhad (“PIB”) is strategically positioned in East and West Malaysia to capitalize on the increasing demand for infrastructure development related to grid upgrades, integration of distributed energy resources, and electrical networks reinforcement.

Malaysia's rail industry is poised for growth, driven by government investment, increasing demand, and a push for eco-friendly transportation. The government envisions a robust and sustainable rail sector by 2030, focusing on meeting national transportation needs and competing globally, according to MIDA. PIB is strategically positioned as rail electrification turnkey contractor with full in-house design and build capability, along with a complete set of specialized plant and machinery.

Our outstanding major tender book currently stands at approximately RM1.5 billion, and we are excited about accessing the emerging market in sustainable electrical grid development, as well as the electrification of rail and urban rail systems. We remain optimistic about the industry's prospects and look forward to a year of recovery as we fulfil our current commitments.

B4. Profit forecast and profit guarantee

There were no profit forecasts or profit guarantees in any public document by the Group.

B5. Material litigation

There are no other material litigations affecting the Group, except for those disclosed below. The following provides the latest updates of the status of these cases and new material litigation that arose during the quarter.

(i) In the matter of the adjudication proceedings between PESTECH Technology Sdn. Bhd. ("PTE") and Lion Pacific Sdn Bhd ("LPSB") and in the matter of the High Court proceedings between LPSB and PTE

LPSB and PTE have achieved settlement on the matter. Both Parties have filed the Notice of Discontinuance dated 5 May 2025 and discontinued the suit with no order as to costs and without liberty to file afresh the claims.

(ii) In the matter of an AIAC arbitration between Syarikat Pembenaan Yeoh Tiong Lay Sdn Bhd (Claimant) ("SPYTL") and Pestech Technology Sdn Bhd ("PTE") & PESTEC International Berhad ("PIB") (Respondents)

PTE and PIB continue to seek a set-off against SPYTL's claims and have filed a counterclaim related to the termination of the Sub-Contract dated 18 December 2018 for the electrification systems works on the Electrified Double Track from Gemas to Johor Bahru.

By mutual agreement, the arbitration has been stayed until 15 January 2025. On 7 January 2025, PIB informed the Arbitration Panel that it has filed an Anti Arbitration Injunction in the Kuala Lumpur High Court (Kuala Lumpur High Court, Civil Suit No. WA-22C-84-12/2024 ("Suit 84")) to challenge the initiation of Arbitration proceedings for want of jurisdiction. This matter has not been heard yet.

At the Case Management held on 8 May 2025, PIB and PTE had informed the Arbitral Tribunal of its intent to proceed with Suit 84 instead of Arbitration. The Arbitral Tribunal has requested that SPYTL revert with its stance. SPYTL has yet to response on its stance.

(iii) In the matter of the court proceedings between PESTECH Sdn Bhd ("PSB") and Syarikat Pembenaan Yeoh Tiong Lay Sdn Bhd ("SPYTL")

SPYTL filed an appeal to the Court of Appeal against the High Court Judge's decision in respect of the Stay Application on 26 July 2024 ("SPYTL Stay Appeal") and the Court of Appeal Registrar fixed the hearing date on 26 March 2025.

With regards to the Main Suit, the Honourable Court has vacated the trial dates previously fixed on 16 June to 18 June 2025 and 23 June to 25 June 2025, and has re-fixed the trial on 6 to 8 October 2025. The Court has also fixed a case management on 14 August 2025 for further directions and to update on the status of the stay application by SPYTL at the Court of Appeal.

SPYTL has filed a Notice for Directions seeking a stay of proceedings pending the outcome of the Arbitration. During the Case Management Session by E-Review, the Court of Appeal had fixed the hearing date of Enclosure 38, being SPYTL's Motion to Stay the Main Appeal for Hearing on 25 June 2025. A Case Management for the Main Appeal was also fixed on 1 July 2025 via E-Review.

B5. Material litigation (Continued)

(iv) In the matter of the arbitration proceedings between PTE, PIB and Syarikat Pembenaan Yeoh Tiong Lay Sdn Bhd ("SPYTL")

On 7 December 2024, PSB and PIB filed an action based on the matters of the Arbitration Proceedings. PSB and PIB had also filed an Anti Arbitration Injunction.

On 11 April 2025, the Learned High Court Judge proceeded to dismiss PTE and PIB's Application and proceeded to allow SPYTL's application. PTE and PIB have filed appeals against the decision. On 21 May 2025, the Honourable Court during the Case Management session via e-review had fixed the hearing for PIB and PTE's Erinford Injunction Application on 18 June 2025.

(v) In the matter of court proceedings between Siemens Malaysia Sdn Bhd ("Siemens") (Plaintiff) and Pestech Energy Sdn Bhd ("PEN") and PIB (Defendants)

On 29 April 2025, the Court delivered its decision in respect of the Summary Judgment Application and has allowed the Application wherein a summary judgment had been entered against PEN for the principal amount of RM14,370,844.31 with late payment interest of RM1,744,258.66 as at 31 May 2024, with interest of 1% per month accruing until full and final realisation of the debt due, and cost of RM6,000.00 payable by PEN to Siemens. In respect of PIB, the Court has declared that paragraph 3 of the Corporate Guarantee dated 20 October 2022 will be applicable in respect of the guaranteed sum of RM9,060,000.00 provided for therein.

Further, PIB and PEN have filed an appeal against the decision in respect of the Summary Judgement ("the Appeal") as well as an application to stay the execution of the Summary Judgement obtained by SIEMENS ("Stay Application"). The first case management in relation to the Appeal and Stay Application have been fixed on 31 July 2025 and 27 July 2025 respectively.

At the case management held on 27 May 2025, theHigh Court has fixed 31 July 2025 to deliver its decision in respect of the Stay Application.

(vi) In the matter of the arbitration proceedings between Shandong Power Equipment Co., Ltd ("SPECO") and PESTECH Sdn Bhd ("PSB")

The settlement agreement between SPECO and PSB has been resolved, and the necessary arrangements are to be made to withdraw the arbitration proceedings.

B6. Dividends

There were no dividends declared during the current financial quarter under review.

B7. Auditors' report

There were no qualifications to the audited financial statements of PESTECH Group for previous financial period ended 30 September 2023.

B8. Status of corporate proposal

(i) Project Transmission II

On 10 March 2025, the Company entered intoa conditional subscription agreement ("Subscription Agreement") with Dhaya Maju Infrastructure (Asia) Sdn Berhad ("DMIA" or "Subscriber"), where the Company proposes to undertake a proposed restricted issue of 231,789,037 new ordinary shares in the Company ("PESTEC Shares" or "Shares") ("Restricted Share(s)"), representing 10.00% of the existing total number of issued shares of the Company (excluding treasury shares) to the Subscriber for a total subscription price of RM27,814,684.44 at an issue price of RM0.12 per Restricted Share ("Subscription Price") ("Proposed Restricted Issue").

On 9 May 2025, Bursa Malaysia Securities Berhad ("Bursa Securities") approved the Proposed Restricted Issue subject to the following conditions:

i. PESTEC and Affin Hwang Investment Bank Berhad ("Affin Hwang IB") must fully comply with the relevant provisions under the Listing Requirements pertaining to the implementation of the Proposed Restricted Issue, including compliance with the public security holding spread requirement pursuant to Paragraph 8.02(1) of the Listing Requirements;

ii. Affin Hwang IB to inform Bursa Securities upon the completion of the Proposed Restricted Issue;

iii. Affin Hwang IB to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities' approval once the Proposed Restricted Issue is completed; and

iv. PESTEC to furnish Bursa Securities with a certified true copy of the resolution passed by the shareholders in general meeting approving the Proposed Restricted Issue.

The Extraordinary General meeting for the Proposed Restricted Issue will be held on 9 June 2025.

B8. Status of corporate proposal (Continued)

(ii) Proposed Scheme of Arrangement

On 18 December 2024, the Company proposed to undertake a scheme of arrangement pursuant to the Companies Act 2016 (“Act”) between Pestech International Berhad ("PIB") and its subsidiaries (“Group”) and its financial institution scheme creditors (“Proposed Scheme of Arrangement” or “Scheme”).

As at 30 September 2024 (“Cut-Off Date”), Group had total outstanding debt of approximately RM267 million owing to its bankers who have a claim against PIB either directly or via a corporate guarantee provided by the Company (“Scheme Creditors”). These outstanding bank facilities, which are already frozen and can no longer be utilised, are proposed to be resolved under the Proposed Scheme of Arrangement by a one-off upfront cash payment of RM65 million. The cash payment will be funded from the proceeds of the restricted issue of new PIB shares as approved by PIB shareholders via an extraordinary general meeting on 10 December 2024. This cash payment will be deemed as full and final settlement of all amounts owing as at the Cut-Off Date to the Scheme Creditors.

The Proposed Scheme of Arrangement was initiated as a pre-packaged scheme of arrangement under section 369C of the Act, allowing the Court to eventually approve the Scheme without any meeting of the Scheme Creditors. It is a pre-packaged scheme of arrangement whereby the main terms of the proposed restructuring have already been conveyed to the Scheme Creditors. Approval-in-principle from Scheme Creditors representing more than 75% of the total outstanding debt owing to the Scheme Creditors has been obtained on 18 December 2024.

On 15 January 2025, the Company had successfully obtained the approval from the Scheme Creditors, higher than the requisite threshold of seventy-five percent (75%) in value from those who had completed, executed and returned their ballot forms. Further thereto, PIB on 23 January 2025, filed an application pursuant to section 369C of the Companies Act 2016 at the Kuala Lumpur High Court for the Court to sanction the Proposed Scheme of Arrangement (“Scheme Application”).

On 28 April 2025, the Court approved and sanctioned the Pre-Packaged Scheme of Arrangement. As at to-date, the Company has yet to receive the sealed Court order sanctioning the Pre-Packaged Scheme of Arrangement. The sealed Court order has been extracted on 23 May 2025 and the same has been lodged with the Companies Commission of Malaysia on 26 May 2025.

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PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)

B9. Status of Utilisation of Proceeds Raised from Restricted Issue

The actual utilisation of the total gross proceeds of RM160,000,200 raised from Restricted Issue on 18 December 2024 were as below:

Details of Utilisation	As of 31 March 2025				Intended time frame for utilisation
	Proposed Utilisation RM'000	Revised Proposed Utilisation RM'000	Actual Utilisation RM'000	Balance of Utilisation RM'000	
Repayment of bank borrowings	60,000	67,450	67,101	349	Within 12 months
Operational requirements	17,000	17,000	15,555	1,445	Within 12 months
Working capital	82,000	74,825	39,990	34,835	Within 12 months
Estimated expenses in relation to the Restricted Issue	1,000	725	725	-	Within 2 months
Total	**160,000**	**160,000**	**123,371**	**36,629**	

The actual utilization of working capital is solely for the semi-annual periodic distribution under the Company's Perpetual Sukuk.

A total of RM65 million has been set aside for the Proposed Scheme of Arrangement and the balance of the unutilised proceeds have been placed in the money market.

B10. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors on 28 May 2025.