PESTEC

PESTEC INTERNATIONAL BERHAD
(Co. No. 201101019901 (948035-U))
(formerly known as PESTECH International Berhad)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE FIRST QUARTER ENDED 30 JUNE 2025

	Individual Quarter		Cumulative Quarter	
	Current year quarter 30-Jun-25 RM'000	Preceding year corresponding quarter 30-Jun-24 RM'000	Current period 30-Jun-25 RM'000	Preceding year corresponding period 30-Jun-24 RM'000
Revenue	117,106	-	117,106	-
Operating expenses	(113,951)	-	(113,951)	-
Other operating income	203,438	-	203,438	-
Other (losses)/gains	(22,022)	-	(22,022)	-
Operating profits	184,571	-	184,571	-
Share of profits of equity-accounted associate	-	-	-	-
Profit before interest and tax	184,571	-	184,571	-
Finance income	5,178	-	5,178	-
Finance costs	(18,521)	-	(18,521)	-
Profit before tax	171,228	-	171,228	-
Tax expense	(36,877)	-	(36,877)	-
Profit for the period	134,351	-	134,351	-
Other comprehensive (losses)/gains:				
Items that will be reclassified subsequently to profit or loss				
- Exchange translation differences	(4,058)	-	(4,058)	-
- Fair value loss on cash flow hedge	(501)	-	(501)	-
Total comprehensive gain for the period	129,792	-	129,792	-
Profit for the period attributable to:				
Owners of the Company	129,329	-	129,329	-
Perpetual SUKUK-holders	6,133	-	6,133	-
Non-controlling interests	(1,111)	-	(1,111)	-
	134,351	-	134,351	-

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE FIRST QUARTER ENDED 30 JUNE 2025

	Individual Quarter		Cumulative Quarter	
	Current year quarter 30-Jun-25 RM'000	Preceding year corresponding quarter 30-Jun-24 RM'000	Current period 30-Jun-25 RM'000	Preceding year corresponding period 30-Jun-24 RM'000
Total comprehensive income/(loss) attributable to:				
Owners of the Company	127,163	-	127,163	-
Perpetual SUKUK-holders	6,133	-	6,133	-
Non-controlling interests	(3,504)	-	(3,504)	-
	129,792	-	129,792	-
EBITDA	187,568	-	187,568	-
Earnings per share attributable to owners of the Company:				
- Basic (Sen)	5.48	-	5.48	-
- Diluted (Sen)	5.48	-	5.48	-

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 Profit or Loss should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial period ended 31 March 2025.

PESTEC INTERNATIONAL BERHAD
(Co. No. 201101019901 (948035-U))
(formerly known as PESTECH International Berhad)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 25

	Note	Unaudited as at 30 June 2025 RM'000	Audited as at 31 March 2025 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	**A13**	165,900	174,515
Contract assets	**A14**	609,487	542,983
Total non-current assets		775,387	717,498
Current assets			
Contract assets	**A14**	477,752	635,878
Inventories		74,623	56,843
Trade receivables	**A15**	222,524	184,826
Other receivables		39,340	48,420
Amount due from holding company		33,008	27,981
Amount due from associates		10,195	6,874
Tax recoverable		1,538	3,671
Cash and short-term deposits	**A16**	103,219	176,272
Total current assets		962,199	1,140,765
Total assets		1,737,586	1,858,263
EQUITY AND LIABILITIES			
EQUITY			
Share capital		420,757	392,942
Treasury shares		(4,183)	(4,183)
Reserves		10,419	8,294
Accumulated losses		(120,999)	(250,328)
		305,994	146,725
Perpetual SUKUK		82,000	82,000
Non-controlling interests		12,493	15,997
Total equity		400,487	244,722

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025 (CONT'D)

	Note	Unaudited as at 30 June 2025 RM'000	Audited as at 31 March 2025 RM'000
EQUITY AND LIABILITIES (Cont'd)			
LIABILITIES			
Non-current liabilities			
Derivative financial liabilities		1,919	1,673
Lease liabilities	**A17**	7,545	8,733
Loans and borrowings	**A17**	286,753	320,122
Deferred tax liabilities		5,148	5,413
Trade payables		53,121	61,416
Other payables		79,532	48,929
Total non-current liabilities		434,018	446,286
Current liabilities			
Contract liabilities	**A14**	16,632	10,359
Trade payables		372,748	373,028
Other payables		96,112	139,720
Lease liabilities	**A17**	550	417
Loans and borrowings	**A17**	378,811	639,894
Tax payable		38,228	3,837
Total current liabilities		903,081	1,167,255
Total liabilities		1,337,099	1,613,541
Total equity and liabilities		1,737,586	1,858,263
Net assets per share (Sen)		15.71	10.56
Net assets per share attributable to Owners of the Company (Sen)		12.00	6.33

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 31 March 2025.

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PESTEC INTERNATIONAL BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 30 JUNE 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 April 2025	392,942	(4,183)	(2,620)	35,517	8,534	(33,137)	(250,328)	146,725	82,000	15,997	244,722
Profit for the financial period	-	-	-	-	-	-	129,329	129,329	6,133	(1,111)	134,351
Other comprehensive income for the financial period	-	-	3,481	(1,356)	-	-	-	2,125	-	(6,684)	(4,559)
Total comprehensive income for the financial period	-	-	3,481	(1,356)	-	-	129,329	131,454	6,133	(7,795)	129,792
Transaction with owners:											
Distribution to Perpetual SUKUK-holders	-	-	-	-	-	-	-	-	(6,133)	-	(6,133)
Redemption of Perpetual SUKUK	-	-	-	-	-	-	-	-	-	-	-
Issuance of share capital pursuant to restricted issue	27,815	-	-	-	-	-	-	27,815	-	-	27,815
Capital reduction in a subsidiary	-	-	-	-	-	-	-	-	-	4,291	4,291
At 30 June 2025	420,757	(4,183)	861	34,161	8,534	(33,137)	(120,999)	305,994	82,000	12,493	400,487

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 30 JUNE 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 RM'000	Total RM'000	Perpetual SUKUK RM'000	Non-controlling interests RM'000	Total equity RM'000
At 1 April 2024	-	-	-	-	-	-	-	-	-	-	-
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 30 June 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 31 March 2025.

PESTEC INTERNATIONAL BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 30 JUNE 2025

	3 Months ended	
	30-Jun-25 RM'000	**30-Jun-24 RM'000**
OPERATING ACTIVITIES		
Profit before tax	171,228	-
Adjustments for:		
Amortisation of unwinding discount of financial liability	1,258	-
Depreciation of property, plant and equipment	2,997	-
Interest expense	17,263	-
Interest income	(186)	-
Finance income arising from contract assets	(4,992)	-
Other operating income	(201,995)	-
Unrealised loss on foreign exchange	21,807	-
Operating profit before working capital changes	7,380	-
Changes in working capital:		
Inventories	(20,013)	-
Receivables	(40,041)	-
Payables	(8,476)	-
Contract customers	44,739	-
Associate companies	(3,321)	-
Cash generated from operations	(19,732)	-
Interest received	186	-
Interest paid	(17,263)	-
Tax paid	(381)	-
Net cash from operating activities	(37,190)	-

PESTEC INTERNATIONAL BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 30 JUNE 2025

	3-months ended	
	30-Jun-25 RM'000	**30-Jun-24 RM'000**
FINANCING ACTIVITIES		
Distribution to Perpetual SUKUK-holders	(6,133)	-
Placement of fixed deposits and debt service reserve accounts with licensed institutions	18,695	-
Proceeds from issuance of share capital pursuant to restricted issue	27,815	-
Drawdown from borrowings	19,087	-
Repayment of borrowings	(81,802)	-
Net cash used in financing activities	(22,338)	-
CASH AND CASH EQUIVALENTS		
Net changes	(59,528)	-
Cash and cash equivalents at beginning of the period	85,592	-
Effect of foreign exchange translation	(1,723)	-
Cash and cash equivalents at end of the period	24,341	-
Represented by:		
Cash and bank balances	76,631	-
Fixed deposits with licensed financial institutions	26,588	-
Bank overdrafts	(18,745)	-
	84,474	-
Less:		
- Fixed deposits pledged to financial institutions	(26,589)	-
- Debt service reserve accounts, included in cash and bank balances	(33,544)	-
	24,341	-

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 31 March 2025.

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 31 March 2025.

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 31 March 2025.

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 31 March 2025, except for the adoption of the following:

MFRS and Amendments to MFRSs effective 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

Amendments to MFRSs effective 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 30 June 2025.

A4. Auditors Report on preceding annual financial statements

The auditors have expressed an unqualified opinion with material uncertainity relating to going concern In Pestec Internation Berhad's ("the Company") audited financial statements for the financial period ended 31 March 2025. An extract of the opinion as follows:

"We draw attention to Note 2 to the financial statements, During the financial period, the Group and the Company had incurred a net loss attributable to owners of the Company of RM341,506,000 and RM257,334,000 respectively. As at 31 March 2025, the Group's and the Company's total current liabilities exceeded total current assets by RM26,490,000 and RM114,361,000 respectively.

These events or conditions indicate the existence of a material uncertainty which may cast significant doubt about the Group's and the Company's ability to continue as going concerns.

As disclosed in Note 2 to the Financial Statements, the ability of the Group and of the Company to continue as a going concern are highly dependent on the ability of the Group and the Company to generate sufficient cash flows to meet the obligations of the Group and the Company; the continuous financial support provided by the financial institutions, creditors and holding company; and continuous effort in tendering and securing profitable projects

If these are not forthcoming, the Group and the Company maybe unable to realise their assets and discharge their liabilities in the normal course business

Our opinion is not modified in this matter."

A5. 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 30 June 2025.

A6. 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 30 June 2025.

A7. Dividends paid

There were no dividends paid for the current financial quarter ended 30 June 2025.

A8. Changes in composition of the Group

There were no changes to the composition of the Group for the current financial quarter ended 30 June 2025.

A9. Valuation of property, plant and equipment

There were no valuation of property, plant and equipment for the current financial quarter ended 30 June 2025.

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

A10. 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/period ended 30 June 2025				
	Investment RM'000	**EPMCC RM'000**	**Product RM'000**	**Elimination RM'000**	**Total RM'000**
Revenue					
External customers	-	115,790	1,316	-	117,106
Inter-segment	3,816	43,417	-	(47,233)	-
Total revenue	3,816	159,207	1,316	(47,233)	117,106
Finance income	5,997	7,036	-	(7,855)	5,178
Finance costs	(2,939)	(23,765)	50	8,133	(18,521)
Net finance income/ (expense)	3,058	(16,729)	50	278	(13,343)
Segment profit/(loss) before tax	36,879	94,244	(1,168)	41,273	171,228
Segment profit/(loss) after tax	28,647	65,599	(1,168)	41,273	134,351

	Results for the quarter/period ended 30 June 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	-	-	-	-	-

A11. Tax expense

	Current year quarter 30 June 2025 RM'000	Preceding year corresponding quarter 30 June 2024 RM'000	Current period 30 June 2025 RM'000	Preceding year corresponding period 30 June 2024 RM'000
Tax expense	(36,877)	-	(36,877)	-

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.

The group recognised income tax expense arising from profitable subsidiaries in accordance to the respective tax laws where the subsidiaries are tax residence.

A12. Earnings per share

A12.1. Basic earnings per share

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

	Current year quarter 30 June 2025	Preceding year corresponding quarter 30 June 2024	Current period 30 June 2025	Preceding year corresponding period 30 June 2024
Profit attributable to owners of the Company (RM'000)	129,329	-	129,329	-
Weighted average number of ordinary shares outstanding ('000)	2,360,955	-	2,360,955	-
Basic earnings per share (Sen)	**5.48**	**-**	**5.48**	**-**

A12.2. Diluted earnings per share

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

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

A13. Property, plant and equipment

During the current financial period, the Group has not acquired property, plant and equipment.

A14. Contract assets

	Unaudited as at 30-Jun-25 RM'000	Audited as at 31-Mar-25 RM'000
Contract assets		
Contract assets from customers on construction contracts	1,087,239	1,178,861
Presented as:		
Non-current	609,487	542,983
Current	477,752	635,878
	1,087,239	1,178,861
Contract liabilities		
Contract liabilities from customers on construction contracts	16,632	10,359

A15. Trade receivables

The trade receivables of the Group were as follows:

	Unaudited as at 30-Jun-25 RM'000	Audited as at 31-Mar-25 RM'000
Trade receivables, net of impairment	143,775	108,845
Retention sums on contracts, net of impairment	78,749	75,981
	222,524	184,826

A16. Cash and short-term deposits

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

	Unaudited as at 30-Jun-25 RM'000	Audited as at 31-Mar-25 RM'000
Cash and bank balances	76,631	45,284
Fixed deposits with licensed institutions	26,588	130,988
	103,219	176,272

A17. Borrowings and debts securities

Total borrowings of the Group were as follows:

	Unaudited as at 30-Jun-25 RM'000	Audited as at 31-Mar-25 RM'000
Non-current liabilities		
Secured:		
Term loans	257,687	285,375
Third party loan	-	34,747
Revolving credit	29,066	-
	286,753	320,122
Lease liabilities	7,545	8,733
	294,298	328,855
Current liabilities		
Secured:		
Term loans	305,089	347,919
Third party loan	-	709
Bank overdrafts	18,745	10,878
Bankers' acceptances	5,932	26,223
Trust receipts	6,319	94,926
Revolving credit	42,725	159,239
	378,811	639,894
Lease liabilities	550	417
	379,361	640,311
	673,659	969,166

During the quarter ended, the Group has obtained debt waiver as explained in Note A18(b).

A17. Borrowings and debts securities (Cont'd)

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

	Unaudited as at 30-Jun-25 RM'000	Audited as at 31-Mar-25 RM'000
Ringgit Malaysia	41,265	258,474
United States Dollar	632,394	710,692
	673,659	969,166

A18. 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:

(a) On 11 June 2025 the company has completed a Restricted Issue of 231,789,037 new ordinary shares for RM 27,814,684 to its ultimate holding company Dhaya Maju Infrastructure (Asia) Sdn Bhd. Consequently, on 13 June 2025, the Company had completed the listing and quotation of these shares on the Main Market of Bursa Securities Malaysia Berhad.

(b) On 24 April 2025, the High Court of Malaysia had issued an Order sanctioning the 'Scheme of Arrangement' under Section 396C of the Companies Act 2016 between the Company and the Scheme Creditors, to whom the Company and its subsidiaries owed a sum of RM266,994,644. As per the Order, the Company has to make a cash settlement of RM65,000,000. The sealed Order was received on 23 May 2025 and the cash settlement of RM65,000,000 was paid to the said Scheme Creditors on 27 May 2025.

A19. 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 30-Jun-25 RM'000	Audited as at 31-Mar-25 RM'000
Secured facilities outstanding as at:		
Loan and borrowings of subsidiaries	620,712	810,481

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.

A20. Capital commitments

There were no capital commitments for the current financial quarter ended 30 June 2025.

A21. 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 30-Jun-25 RM'000	Audited as at 31-Mar-25 RM'000
Related parties by virtue of common directors and key senior management:		
Provision of services	5,892	-
Purchased of material and services rendered	105	715
Rental expense	71	-

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 and year to date against the same quarter in the preceding year

	Current year quarter 30 June 2025 RM'000	Preceding year corresponding quarter 30 June 2024 RM'000	Changes RM'000	%
Revenue	117,106	-	-	-
Profit before tax	171,228	-	-	-
Profit after tax	134,351	-	-	-

The Group registered a revenue of RM117.1 million for the current quarter under review, which represents a diversified contribution across various divisions. The Rail division was the largest contributor, accounting for approximately RM56.4 million. The Substation division contributed approximately RM30.2 million. The Transmission Line division, approximately RM22.3 million and lastly, Others segments around RM8.2 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.

For the quarter ended, the profit before tax for the Group was at RM171.1 million, whereas the profit after tax was at RM134.4 million. The Group's improved profitability was notably contributed by higher gross margin of 17% from project execution coupled with the debt waiver explained in Note A18(b), negated by unrealized foreign exchange losses of approximately RM21.8 million.

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.

B2. Profit before tax

Included in the profit before tax were the following items:

	Current year quarter 30 June 2025 RM'000	Preceding year corresponding quarter 30 June 2024 RM'000	Current period 30 June 2025 RM'000	Preceding year corresponding period 30 June 2024 RM'000
Amortisation of unwinding discount of financial liability	1,258	-	1,258	-
Depreciation of property, plant and equipment	2,997	-	2,997	-
Interest expense	17,263	-	17,263	-
Interest income	(186)	-	(186)	-
Finance income arising from contract assets	(4,992)	-	(4,992)	-
Unrealised loss on foreign exchange	21,807	-	21,807	-

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

B3. Prospects

1. National Energy Transition and TNB Capital Investments
Tenaga Nasional Berhad (“TNB”), Malaysia’s leading utility provider, has significantly ramped up its capital expenditure commitment to RM42.9 billion, comprising RM26.6 billion in base capital expenditure and RM16.3 billion in contingent investments. This allocation is aimed at accelerating infrastructure development, particularly in support of Malaysia’s energy transition objectives and grid modernization efforts.
TNB expects electricity demand to rise by up to 4.5% in 2025, aligned with anticipated national economic growth of 4.5% to 5.5% during the same period. This presents substantial opportunities for grid upgrades, substation expansions, and smart meter deployment.

Source: The Edge Malaysia – “TNB doubles budgeted capex to RM42.9b to fast-track infrastructure development”, published May 13, 2025 (https://theedgemalaysia.com/node/752817)

2. Malaysia’s Energy Transition and NETR Initiatives
Under the National Energy Transition Roadmap (“NETR”), TNB is spearheading various initiatives to create a more sustainable and digitally integrated energy ecosystem. Key focus areas include:
Utility-scale renewable energy: Expansion of large solar farms in Chenderoh, Kenyir, and Temenggor, including floating solar panels on dam surfaces.
Centralised solar parks: Development of multiple solar parks to enhance national clean energy capacity.
Grid modernization: Digitalization and reinforcement of grid infrastructure to manage variable renewable energy inputs more efficiently.
Green hydrogen and ammonia: Pilot projects in collaboration with PETRONAS to reduce carbon intensity in power generation.
Carbon capture and repowering: Upgrades at key power plants, including the Paka facility, to incorporate low-emission technologies by 2029.
These developments are aligned with TNB’s “Reimagining TNB 2.0” strategy, which aims for net-zero emissions by 2050.

Source: The Star – “Malaysia’s Energy Transformation: TNB Accelerates NETR Projects”, published February 2025 (https://www.thestar.com.my/news/nation/2025/06/26/roadmap-to-malaysias-energy-future)

3. East Malaysia and Regional Power Export Potential
The Government of Sarawak has set a target to increase installed power generation capacity from 10 GW by 2030 to 15 GW by 2035, driven by its ambition to become a regional energy exporter. PIB’s involvement in pioneering hydrogen-based rural electrification with Sarawak Energy Berhad at Rumah Bangau exemplifies its potential to contribute to this goal.

Source: The Star – “Sarawak aims to become regional power supplier”, published February 24, 2025

B3. Prospects (continued)

4. Rising Demand for Digital Infrastructure and Grid Reinforcement
Malaysia's digital economy is driving rapid growth in data centre investments. The Malaysia Data Center Market was valued at USD 4.04 billion in 2024, and is projected to reach USD 13.57 billion by 2030, at a CAGR of 22.38%. This surge is expected to significantly increase electricity demand and drive capital investment into grid upgrades, backup power systems, and high-reliability substation infrastructure.

Source: GlobeNewswire – "Malaysia Data Center Market Analysis 2025–2030", published January 28, 2025 (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-Edgenex-Data-Centres-by-DAMAC.html).

5. Rail Electrification and Urban Transport Development
Malaysia's rail industry is poised for continued growth, supported by government initiatives to promote eco-friendly transportation and reduce carbon emissions. The rail sector is expected to undergo modernization and expansion, with a focus on urban mobility, intercity rail, and electrification.
Source: Malaysian Investment Development Authority (MIDA) – "Overview of the Malaysian Rail Industry", accessed June 2025.

PIB remains a key player in this space, offering full turnkey rail electrification solutions, in-house engineering and systems integration, and specialized construction equipment. Ongoing and completed projects such as the Automated People Mover (APM) at KLIA, KVDT1, and MRT Putrajaya Line further enhance our credentials in this high-potential segment.

6. Strong Tender Book and Strategic Positioning
As of the reporting period, PIB's tender book stands at approximately RM2.6 billion, comprising major infrastructure bids in power transmission, substation upgrades, and urban transit systems. The Group remains committed to strengthening its project pipeline and building on its integrated engineering and execution expertise.

In summary, PESTEC is strategically positioned to benefit from Malaysia's accelerated energy transition, infrastructure modernization, and regional power integration efforts. With a strong presence in transmission, electrification, and engineering solutions, the Group is aligned with key national initiatives such as NETR and TNB's grid investments, while also capitalizing on rising demand from the digital economy and regional infrastructure expansion.

Across the ASEAN region, the power infrastructure market remains robust, with increasing demand for reliable electricity and resilient grid systems. PIB is well-established in the Philippines, Cambodia, and Papua New Guinea, and continues to execute strategic transmission and substation projects. The Group's proven track record and local partnerships provide a strong foundation to capture further regional opportunities.

Backed by a robust tender book, proven execution capabilities, and a growing footprint across ASEAN, PESTEC remains confident in its long-term growth trajectory and its ability to deliver sustainable value to stakeholders

B3. Prospects (continued)

Conclusion
Despite a challenging period, the Group has made formidable strides in project execution, secured strategic contracts, and laid a robust foundation for future growth. With strong market demand, and active participation in energy transition initiatives, PESTEC remains optimistic for a year of recovery and expansion. With a diverse project portfolio, regional presence, and technical capabilities, the Group is optimistic to achieve sustainable growth while supporting national and regional development agendas.

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) Arbitration Proceedings, AIAC/D/AD-1225-2023, Syarikat Pembenaan Yeoh Tiong Lay Sdn Bhd ("SPYTL") (Claimant) vs PTE and PESTEC (Respondents)

Arbitration over termination of subcontract for the Gemas Electrified Double Track Project. PESTEC provided a parent company guarantee.

Arbitration commenced 18 Sep 2023, consolidated 6 Dec 2023, tribunal constituted 10 Jan 2024. Proceedings stayed until 15 Jan 2025. On 7 Jan 2025, Suit 84 filed to challenge jurisdiction. On 8 May 2025, PTE and PESTEC informed tribunal they intend to pursue Suit 84; SPYTL requested halt until stay appeal hearing on 26 May 2025. As of to date, awaiting new trial dates and updated case management schedule.

(ii) Kuala Lumpur High Court, Civil Suit No. WA-22C-44-06/2023, PESTECH Sdn Bhd ("PSB") (Plaintiff) vs SPYTL (Defendant)

Injunction for trespassing and recovery of machinery.

Writ filed 20 Jun 2023. SPYTL stay application dismissed 11 Jul 2024; appeal filed 26 Jul 2024. Case management on 11 Sep 2024 fixed trial for 16–18 Jun 2025 and 23–25 Jun 2025, later vacated 27 May 2025. After Court of Appeal dismissed related appeals on 18 Aug 2025, trial is confirmed for 6–8 Oct 2025.

B5. Material litigation (continued)

(iii) Kuala Lumpur High Court, Civil Suit No. WA-22C-84-12/2024, PTE and PESTEC (Plaintiffs) vs SPYTL (Defendant)

Challenge against AIAC arbitration jurisdiction and injunction to stop arbitration.

Filed 7 Dec 2024. Initial case management 3 Jan 2025; hearings 26 Feb 2025. High Court dismissed PTE & PESTEC application 11 Apr 2025; Erinford injunction dismissed 18 Jun 2025. Appeals heard 25 Jun 2025; on 18 Aug 2025, Court of Appeal dismissed Appeals 807, 808, and 1248. Arbitration remains stayed pending further scheduling.

(iv) Shah Alam High Court Civil Suit No. BA-22NCvC-118-03/2024 , Jalur Tegas Sdn Bhd v PTE (Original Action); PTE v Jalur Tegas Sdn Bhd & Mohd Rizal bin Abdul Ghani (Counterclaim)

Counterclaim by PTE against Jalur Tegas and Mohd Rizal bin Abdul Ghani (unlawful conspiracy).

Suit filed 21 Mar 2024. Summary judgment and strike-out applications heard; 21 Jun 2025, strike-out succeeded only against Mohd Rizal. Appeal filed 8 Jul 2025; Stay Application filed 23 Jul 2025. Case management 5 Aug 2025, hearing and court-led mediation 7 Aug 2025. Trial dates scheduled to 19–21 Oct 2026.

(v) Shah Alam High Court Civil Suit No. BA-22NCC-152-08/2024, Siemens Malaysia Sdn Bhd v PESTECH Energy Sdn Bhd & PESTEC

Corporate guarantees for unpaid sums and late interest.

Suit filed 16 Aug 2024. Summary judgment granted 29 Apr 2025. Appeal filed 2 May 2025, stay application 5 May 2025. Amicable settlement reached 3 Jul 2025; PEN now fulfilling payment obligations.

(vi) Arbitration: Shandong Power Equipment Co Ltd v PSB (AIAC-administered)

Outstanding transformer supply contract payments (~RM7.47M).

Notices issued 17 Oct 2024. Arbitration commenced 30 Oct 2024. Settlement meetings 26 & 28 Nov 2024; agreed payment USD595,101.35 paid by Feb 2025. Balance RM2.52M payable post DLP for Junjung Project. SPECO to withdraw arbitration.

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

B5. Material litigation (Continued)

(vii) Shah Alam High Court Summon No. BA-22NCC-128-07/2025, Lim Ah Hock (1st Plaintiff") and Lim Pay Chuan (2nd Plaintiff) vs PESTEC (Defendant)

Claim for RM17.52M advances (RM11.29M for 1st Plaintiff, RM6.23M for 2nd Plaintiff) with interest.

Writ dated 3 Jul 2025, served 21 Jul 2025. Case management 4 Aug 2025. Defence filing was due 1 Sep 2025. Settlement reached 25 Aug 2025; Letter of Settlement executed. Plaintiffs have filed Notice of Discontinuance through their lawyers on 25 Aug 2025. Accordingly, the Board had on 27th August 2025, ratified and approved the same.

B6. Dividends

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

PESTEC

PESTEC INTERNATIONAL BERHAD
(Co. No. 201101019901 (948035-U))
(formerly known as PESTECH International Berhad)

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

B7. Status of Utilisation of Proceeds Raised from Restricted Issue

i) The total gross proceeds of RM160,000,020 raised from Restricted Issue on 18 December 2024 were utilised as follow:

Details of Utilisation	As of 30 June 2025				Intended time frame for utilisation
	Proposed Utilisation	Revised Proposed Utilisation	Actual Utilisation	Balance of Utilisation	
	RM'000	RM'000	RM'000	RM'000	
Repayment of bank borrowings	60,000	67,450	67,450	-	Within 12 months
Operational requirements	17,000	17,000	17,000	-	Within 12 months
Working capital	82,000	74,825	74,825	-	Within 12 months
Estimated expenses in relation to the Restricted Issue	1,000	725	725	-	Within 2 months
Total	**160,000**	**160,000**	**160,000**	-	

ii) The second total gross proceeds of RM27,814,684 raised from Restricted Issue on 13 June 2025 have been utilised and those amount unutilised are as follow:

Details of Utilisation	As of 30 June 2025			Intended time frame for utilisation
	Proposed Utilisation	Actual Utilisation	Balance of Utilisation	
	RM'000	RM'000	RM'000	
Working capital	24,000	22,898	1,102	Within 12 months
Operational requirements	3,315	2,403	912	Within 12 months
Estimated expenses in relation to the Restricted Issue	500	218	282	Within 3 months
Total	**27,815**	**25,519**	**2,296**	

B8. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors on 27 August 2025.