PETRONAS DAGANGAN BERHAD QUARTERLY REPORT

FOR SECOND QUARTER ENDED 30 JUNE 2026

QUARTERLY REPORT

FOR SECOND QUARTER ENDED 30 JUNE 2026

The Board of Directors of PETRONAS Dagangan Berhad (the "Group") is pleased to announce the following Unaudited Condensed Consolidated Financial Statements for the Group for the second quarter ended 30 June 2026 which should be read in conjunction with the accompanying explanatory notes on pages 6 to 17.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

In RM'000	Note	Individual quarter ended 30 June 2026	Individual quarter ended 30 June 2025	Cumulative quarter ended 30 June 2026	Cumulative quarter ended 30 June 2025
Revenue	B1	**16,091,105**	9,065,538	**27,241,729**	18,158,543
Operating profit		**524,498**	375,786	**910,241**	783,148
Finance costs		**(2,493)**	(3,382)	**(5,168)**	(6,879)
Share of profit after tax of equity accounted associates and joint ventures		**9,104**	1,471	**15,282**	6,757
Profit before taxation	B1	**531,109**	373,875	**920,355**	783,026
Taxation	B4	**(137,072)**	(100,953)	**(234,954)**	(209,042)
PROFIT FOR THE PERIOD, REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**394,037**	272,922	**685,401**	573,984
Profit attributable to:					
Shareholders of the Company		**387,211**	265,530	**670,211**	559,034
Non-controlling interests		**6,826**	7,392	**15,190**	14,950
PROFIT FOR THE PERIOD, REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**394,037**	272,922	**685,401**	573,984
Earnings per ordinary share - basic (sen)	B11	**39.0**	26.7	**67.5**	56.2

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these Condensed Consolidated Financial Statements.

QUARTERLY REPORT

FOR SECOND QUARTER ENDED 30 JUNE 2026

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

In RM'000	Note	As at 30 June 2026	As at 31 December 2025
ASSETS			
Property, plant and equipment		**4,011,090**	4,117,272
Investments in associates		**2,192**	2,131
Investments in joint ventures		**88,615**	73,494
TOTAL NON-CURRENT ASSETS		**4,101,897**	4,192,897
Trade and other inventories		**166,217**	112,486
Trade and other receivables		**2,849,905**	2,022,622
Cash and cash equivalents		**5,541,048**	4,754,921
		8,557,170	6,890,029
Assets classified as held for sale		**945**	945
TOTAL CURRENT ASSETS		**8,558,115**	6,890,974
TOTAL ASSETS	B1	**12,660,012**	11,083,871
EQUITY			
Share capital		**993,454**	993,454
Reserves		**5,008,227**	4,973,827
Total Equity Attributable to Shareholders of the Company		**6,001,681**	5,967,281
Non-controlling interests		**99,387**	84,197
TOTAL EQUITY	B1	**6,101,068**	6,051,478
LIABILITIES			
Lease liabilities	B6	**90,297**	89,383
Deferred tax liabilities		**52,981**	54,222
Other long-term liabilities and provisions		**49,311**	49,311
TOTAL NON-CURRENT LIABILITIES		**192,589**	192,916
Trade and other payables		**6,109,140**	4,639,472
Lease liabilities	B6	**45,428**	73,578
Taxation		**211,787**	126,427
TOTAL CURRENT LIABILITIES		**6,366,355**	4,839,477
TOTAL LIABILITIES	B1	**6,558,944**	5,032,393
TOTAL EQUITY AND LIABILITIES		**12,660,012**	11,083,871
Net assets per share attributable to ordinary equity holders of the Parent (RM)		6.04	6.01

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the Condensed Consolidated Financial Statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Shareholders of the Company					
	Non-distributable		Distributable			
In RM'000	Share Capital	Capital Reserves	Retained Profits	Total	Non-controlling Interests	Total Equity
At 1 January 2026	**993,454**	**(305)**	**4,974,132**	**5,967,281**	**84,197**	**6,051,478**
Profit for the period, representing total comprehensive income for the period	—	—	670,211	670,211	15,190	685,401
Total comprehensive income for the period	—	—	670,211	670,211	15,190	685,401
Dividends paid	—	—	(635,811)	(635,811)	—	(635,811)
At 30 June 2026	**993,454**	**(305)**	**5,008,532**	**6,001,681**	**99,387**	**6,101,068**
At 1 January 2025	993,454	(305)	4,977,704	5,970,853	98,327	6,069,180
Profit for the period, representing total comprehensive income for the period	—	—	559,034	559,034	14,950	573,984
Total comprehensive income for the period	—	—	559,034	559,034	14,950	573,984
Dividends paid	—	—	(645,745)	(645,745)	—	(645,745)
At 30 June 2025	993,454	(305)	4,890,993	5,884,142	113,277	5,997,419

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these Condensed Consolidated Financial Statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

In RM'000	Note	Cumulative quarter ended 30 June 2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		**920,355**	783,026
Adjustments for:			
Depreciation of property, plant and equipment		**226,407**	249,166
Net impairment (reversals)/losses on:			
– Trade and other receivables		**(3,062)**	3,597
– Property, plant and equipment		**—**	4,384
Share of profit after tax of equity accounted associates and joint ventures		**(15,282)**	(6,757)
Net loss/(gain) on disposal of property, plant and equipment		**18,329**	(47)
Write-off of:			
– Trade and other receivables		**92**	1
– Property, plant and equipment		**174**	—
– Trade and other inventories		**—**	71
Interest income		**(96,772)**	(80,916)
Finance costs		**5,168**	6,879
Net unrealised gain on foreign exchange		**(2,637)**	(1,156)
Inventories (written-back)/written-down to net realisable value ("NRV")		**(6,383)**	1,627
Operating profit before changes in working capital		**1,046,389**	959,875
Trade and other receivables		**(824,314)**	1,970,462
Trade and other inventories		**(47,348)**	(18,463)
Trade and other payables		**1,475,048**	(285,226)
Cash generated from operations		**1,649,775**	2,626,648
Taxation paid		**(150,835)**	(162,447)
Net cash generated from operating activities	B1	**1,498,940**	2,464,201
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest income		**96,772**	80,916
Purchase of property, plant and equipment		**(131,013)**	(160,616)
Proceeds from disposal of property, plant and equipment		**1**	69
Net cash used in investing activities	B1	**(34,240)**	(79,631)

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to the Condensed Consolidated Financial Statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

		Cumulative quarter ended 30 June	
In RM'000	**Note**	**2026**	**2025**
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid		**(635,811)**	(645,745)
Payment of lease liabilities	B6	**(37,594)**	(36,606)
Interest paid on lease liabilities	B6	**(5,168)**	(6,879)
Net cash used in financing activities	B1	**(678,573)**	(689,230)
Net increase in cash and cash equivalents		**786,127**	1,695,340
Increase in cash and cash equivalents restricted		**(21,574)**	(12,186)
Cash and cash equivalents at beginning of the period		**4,650,281**	2,048,299
Cash and cash equivalents at end of the period		**5,414,834**	3,731,453
Cash and cash equivalents			
Cash and bank balances		**5,541,048**	3,809,418
Less: Cash and cash equivalents restricted		**(126,214)**	(77,965)
		5,414,834	3,731,453

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to the Condensed Consolidated Financial Statements.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 BASIS OF PREPARATION

The condensed financial statements have been prepared using historical cost basis.

The condensed financial statements are unaudited and have been prepared in accordance with IAS 34 *Interim Financial Reporting*, MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. They should be read in conjunction with the Audited Financial Statements and the accompanying notes for the year ended 31 December 2025. The explanatory notes attached to these condensed consolidated financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2025.

Within the context of these financial statements, the Group comprises the Company and its subsidiaries and the Group's interest in associates and joint ventures as at and for the quarter ended 30 June 2026.

A2 MATERIAL ACCOUNTING POLICIES

The financial information presented herein has been prepared in accordance with the accounting policies to be used in preparing the annual consolidated financial statements for 31 December 2026 under the MFRS framework. These policies do not differ significantly from those used in the audited consolidated financial statements for the year ended 31 December 2025 except as disclosed below.

During the financial period, the Group has adopted the following Amendments to MFRSs ("pronouncements") that have been issued by the Malaysian Accounting Standards Board ("MASB").

Effective for annual periods beginning on or after 1 January 2026

Amendments to MFRS 9 *Financial Instruments* and MFRS 7 *Financial Instruments: Disclosures (Classification and Measurement of Financial Instruments)*

Amendments to MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards,* MFRS 7 *Financial Instruments: Disclosures,* MFRS 9 *Financial Instruments,* MFRS 10 *Consolidated Financial Statements* and MFRS 107 *Statement of Cash Flows (Annual Improvements to MFRS Accounting Standards - Volume 11)*

The initial application of the above pronouncements did not have any material impact to the consolidated financial statements of the Group.

A3 AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The audited financial statements of the Group for the year ended 31 December 2025 were not subject to any audit qualification.

A4 SEASONAL OR CYCLICAL FACTORS

The Group's operations in relation to sales volume are not significantly affected by seasonal or cyclical fluctuations of the business/industry.

A5 EXCEPTIONAL ITEMS

There were no exceptional items during the period under review.

A6 MATERIAL CHANGES IN ACCOUNTING ESTIMATES

There were no material changes in estimates of the amounts reported in the most recent annual financial statements of the Group for the year ended 31 December 2025 that may have a material effect on the results of the period under review.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (continued)

A7 CAPITAL COMMITMENTS

Capital expenditures which have not been provided for at the end of each reporting period are as follows:

In RM'000	**As at 30 June 2026**	**As at 31 December 2025**
Approved and contracted for	137,338	83,096
Approved but not contracted for	286,685	481,094
	424,023	564,190

A8 BORROWINGS AND DEBT SECURITIES

There were no material issuance, cancellations, repurchases, resale and repayments of borrowings and debt securities for the period under review, except as disclosed in B6.

A9 DIVIDENDS PAID

During the period under review, the following dividend payments were made:

In RM'000	**As at 30 June 2026**	**As at 30 June 2025**
2024		
Quarter 4: interim dividend of 25 sen per ordinary share	–	248,363
Quarter 4: special dividend of 20 sen per ordinary share	–	198,691
2025		
Quarter 1: interim dividend of 20 sen per ordinary share	–	198,691
Quarter 4: interim dividend of 26 sen per ordinary share	258,298	–
Quarter 4: special dividend of 20 sen per ordinary share	198,691	–
2026		
Quarter 1: interim dividend of 18 sen per ordinary share	178,822	–
	635,811	645,745

A10 OPERATING SEGMENTS

The Group's reportable operating segments comprise Retail, Commercial and Convenience Businesses. Each reportable segment offers different services and requires different marketing strategies.

For each of the reportable segments, the Group's chief operating decision maker which is the Board of Directors of the Company, reviews internal management reports at least on a quarterly basis.

- Retail – consists of sales and purchases of petroleum products to the retail sector.
- Commercial – consists of sales and purchases of petroleum products and provision of services to the commercial sector.
- Convenience – comprises mainly non-fuel business activities.

Revenue derived from petroleum products are predominantly sold to the retail and commercial sectors in Malaysia which have been disclosed in the Operating Segment. In this respect, no further disaggregation of revenue is presented.

A10 OPERATING SEGMENTS (continued)

Results for the quarter ended 30 June

In RM'000	2026			
Business Segments	**Retail**	**Commercial**	**Convenience**	**Group**
Revenue	15,272,775	11,841,699	127,255	27,241,729
Depreciation and amortisation	176,221	39,099	11,087	226,407
Other income	115,659	55,465	1,230	172,354
Operating profit for reportable segments	362,150	478,663	69,428	910,241
Finance costs	(1,429)	(3,698)	(41)	(5,168)
Share of profit after tax of equity accounted associates and joint ventures				15,282
Profit before taxation				920,355

In RM'000	2025			
Business Segments	**Retail**	**Commercial**	**Convenience**	**Group**
Revenue	9,550,711	8,479,271	128,561	18,158,543
Depreciation and amortisation	197,770	39,376	12,020	249,166
Other income	92,527	50,274	1,584	144,385
Operating profit for reportable segments	356,227	360,140	66,781	783,148
Finance costs	(2,802)	(3,992)	(85)	(6,879)
Share of profit after tax of equity accounted associates and joint ventures				6,757
Profit before taxation				783,026

A11 VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment except for freehold land are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Freehold land is stated at cost less accumulated impairment losses, if any.

A12 CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the period under review.

A13 RELATED PARTY TRANSACTIONS

There were no new significant transactions with related party in addition to the related party transactions disclosed in the audited financial statements for the year ended 31 December 2025.

A14 DISCONTINUED OPERATIONS

There were no discontinued operations in the Group during the period under review.

A15 FAIR VALUE INFORMATION

The carrying amounts of cash and cash equivalents, short-term receivables and payables reasonably approximate their fair values due to the relatively short-term nature of these financial instruments.

Fair values are categorised into different levels in a fair value hierarchy based on the input used in the valuation technique as follows:

Level 1	-	Quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2	-	Input other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
Level 3	-	Inputs for the asset or liability that are not based on observable market data (unobservable input).

The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the prevailing rate of interest charged on the respective lease liabilities at the end of the reporting period.

As at the end of the reporting period, there were no financial instruments carried at fair value.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B1 REVIEW OF GROUP PERFORMANCE

The Group's operations continued to be influenced by volatility in crude oil prices during Q2 2026. The Commercial segment's results were in line with oil price trend, while the Retail segment registered lower profit mainly due to higher product costs, partially offset by increased sales volume.

Despite the volatile market environment, the Group maintained a solid performance and recorded a Profit Before Tax ("PBT") of RM920.3 million, representing an 18% year-on-year increase. This was mainly driven by improved margins from the Commercial and Retail segments, partially offset by higher expenditure. Total sales volume increased by 4%, following higher demand mainly for Mogas.

a) Performance of the current period against the corresponding period last year

	Cumulative quarter ended								
	Retail			**Commercial**			**Convenience**		
In RM Mil	**June 2026**	**June 2025**	**Var %**	**June 2026**	**June 2025**	**Var %**	**June 2026**	**June 2025**	**Var %**
Revenue	**15,272.8**	9,550.7	60	**11,841.7**	8,479.3	40	**127.2**	128.5	(1)
Profit before taxation	**360.7**	353.4	2	**474.9**	356.1	33	**69.4**	66.7	4

	Cumulative quarter ended		
	Group		
In RM Mil	**June 2026**	**June 2025**	**Var %**
Revenue	**27,241.7**	18,158.5	50
Profit before taxation	**920.3**	783.0	18

Group

The Group's revenue for the period stood at RM27,241.7 million, increased by RM9,083.2 million or 50%, mainly contributed by higher average selling prices of 44%, coupled with higher sales volume by 4%.

The Group recorded a PBT of RM920.3 million, an increase of RM137.3 million or 18% on the back of higher gross profit from all segments and other income, offset by higher expenditure.

Retail Segment

Retail segment revenue increased by RM5,722.1 million or 60%, driven by improved average selling prices of 49%, coupled with a 7% increase in sales volume mainly from Mogas and Diesel.

PBT recorded for the period was RM360.7 million, increased by RM7.3 million or 2% against the corresponding period last year. The increase was mainly contributed by higher gross profit arising from higher sales volume across the period, partially negated by higher expenditure.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B1 REVIEW OF GROUP PERFORMANCE (continued)

a) Performance of the current period against the corresponding period last year (continued)

Commercial Segment

Commercial segment recorded an increase in revenue by RM3,362.4 million or 40%, mainly contributed by higher average selling prices by 41%.

PBT recorded for the period was RM474.9 million, increased by RM118.8 million or 33%, mainly due to higher gross profit driven by favourable MOPS prices trend.

Convenience Segment

Revenue recorded for the period was RM127.2 million, marginally lower by RM1.3 million or 1% against the corresponding period last year.

PBT recorded for the period was RM69.4 million, marginally higher by RM2.7 million or 4% against the corresponding period last year mainly contributed by improved merchandise margins.

b) Performance of the current quarter against the corresponding quarter last year

	Individual quarter ended								
	Retail			Commercial			Convenience		
In RM Mil	June 2026	June 2025	Var %	June 2026	June 2025	Var %	June 2026	June 2025	Var %
Revenue	**8,937.7**	4,834.7	85	**7,088.5**	4,166.6	70	**64.9**	64.2	1
Profit before taxation	**36.2**	161.9	(78)	**452.4**	177.8	>100	**33.4**	32.6	2

	Individual quarter ended		
	Group		
In RM Mil	June 2026	June 2025	Var %
Revenue	**16,091.1**	9,065.5	77
Profit before taxation	**531.1**	373.8	42

Group

The Group's revenue for the quarter increased by RM7,025.6 million or 77%, on the back of higher average selling prices by 75%, coupled with a 1% increase in sales volume.

The Group recorded a PBT of RM531.1 million, an increase of RM157.3 million or 42% mainly driven by higher gross profit from the Commercial segment, partially offset by lower margins from the Retail segment coupled with higher expenditure.

Retail Segment

Retail segment revenue increased by RM4,103.0 million or 85% arising from higher average selling prices by 73% and sales volume of 7%.

PBT recorded for the quarter was RM36.2 million, a decrease of RM125.7 million or 78% against the corresponding quarter last year. This was mainly due to lower gross profit arising from higher product costs, coupled with higher expenditure.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B1 REVIEW OF GROUP PERFORMANCE (continued)

b) Performance of the current quarter against the corresponding quarter last year (continued)

Commercial Segment

Commercial segment recorded an increase in revenue of RM2,921.9 million or 70% contributed by higher average selling prices by 80%, offset by lower sales volume by 6%.

PBT of RM452.4 million was recorded for the quarter, improved by RM274.6 million or >100% against the corresponding quarter last year mainly contributed by higher gross profit arising from favourable MOPS prices trend.

Convenience Segment

Revenue recorded for the quarter stood at RM64.9 million, marginally higher by RM0.7 million or 1% as compared to the corresponding quarter last year.

PBT recorded for the quarter was RM33.4 million, an increase of RM0.8 million or 2% against the corresponding quarter last year, supported by higher gross profit.

c) Variation of results against preceding quarter

	Individual quarter ended		
			Group
In RM Mil	**June 2026**	**Mar 2026**	**Var %**
Revenue	**16,091.1**	11,150.6	44
Profit before taxation	**531.1**	389.2	36

Revenue for the Group increased by RM4,940.5 million or 44% compared with the preceding quarter mainly contributed by higher average selling prices of 45%.

The Group recorded PBT of RM531.1 million for the quarter, higher by RM141.9 million or 36% mainly due to higher gross profit from the Commercial segment. This was offset by lower gross profit from the Retail segment, as well as higher expenditure.

d) Highlight on Consolidated Statement of Financial Position

In RM Mil	**As at 30 June 2026**	**As at 31 December 2025**	**Variance (%)**
Total assets	**12,660.0**	11,083.9	14
Total equity	**6,101.1**	6,051.5	1
Total liabilities	**6,558.9**	5,032.4	30
Return on equity (%)	**20.2**	19.0	6

Total assets stood at RM12,660.0 million, representing an increase of RM1,576.1 million or 14%, primarily driven by higher trade and other receivables, coupled with higher cash and cash equivalents.

Total liabilities increased by RM1,526.5 million or 30%, largely due to higher trade and other payables.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B1 REVIEW OF GROUP PERFORMANCE (continued)

e) Highlight on Consolidated Statement of Cash Flows

In RM Mil	Cumulative quarter ended 30 June 2026	2025	Variance (%)
Net cash generated from operating activities	**1,498.9**	2,464.2	(39)
Net cash used in investing activities	**(34.2)**	(79.6)	(57)
Net cash used in financing activities	**(678.6)**	(689.2)	(2)

Net cash generated from operating activities was lower by RM965.3 million mainly attributable to working capital movements arising from the timing of subsidy receipts.

Net cash used in investing activities was lower by RM45.4 million mainly due to lower capital expenditure incurred, coupled with higher interest income earned during the period.

Net cash used in financing activities decreased by RM10.6 million mainly due to lower dividends paid during the period.

B2 COMMENTARY ON PROSPECTS

Geopolitical developments in West Asia are expected to continue to influence global energy markets and the oil price outlook in the second half of 2026. The global operating environment is therefore expected to remain dynamic, shaped by geopolitical developments, commodity price movements and evolving policy measures.

Despite these external headwinds, Malaysia's domestic demand fundamentals are expected to remain supportive, underpinned by continued household spending, steady tourism activity and manageable inflation. This is further strengthened by domestic policy measures, including targeted fuel subsidies, which are expected to sustain mobility, fuel demand and retail activity.

In navigating this environment, the Group remains focused on executing its strategic priorities through disciplined cost management, supply reliability and delivering an integrated mobility and retail experience. The Group will continue to respond proactively to evolving market conditions and regulatory policies, while maintaining operational excellence and business resilience.

B3 PROFIT FORECAST OR PROFIT GUARANTEE

The Group does not publish any profit forecast or profit guarantee.

B4 TAX EXPENSE

Tax expense comprises the following:

In RM'000	Individual quarter ended 30 June 2026	2025	Cumulative quarter ended 30 June 2026	2025
Current tax expenses				
Current period tax	**143,397**	107,541	**236,195**	210,226
Deferred tax expenses				
Origination and reversal of temporary differences	**(6,325)**	(6,588)	**(1,241)**	(1,184)
	137,072	100,953	**234,954**	209,042

The effective tax rates for both individual quarter and cumulative quarter ended 30 June 2026 were 26%, higher than the statutory tax rate mainly resulting from non-deductible expenses.

B5 STATUS OF CORPORATE PROPOSALS ANNOUNCED

There were no corporate proposals announced as at the date of this report.

B6 LEASE LIABILITIES

a) Particulars of the Group's lease liabilities are as follows:

In RM'000	**As at 30 June 2026**	**As at 31 December 2025**
Non-Current		
Secured		
Lease liabilities	90,297	89,383
Current		
Secured		
Lease liabilities	45,428	73,578
	135,725	162,961

In RM'000	**As at 30 June 2026**	**As at 31 December 2025**
By Currency		
RM	101,627	96,737
USD	34,098	66,224
	135,725	162,961

The lease liabilities bear interests at rates ranging from 3.42% to 8.43% (2025: 3.51% to 8.43%) per annum.

b) Reconciliation of lease liabilities arising from financing activities:

		Cash flows		**Non-cash changes**		
In RM'000	**As at 1 January 2026**	**Net repayment**	**Interest expenses**	**Addition**	**Others**	**As at 30 June 2026**
Lease liabilities	162,961	(37,594)	(5,168)	10,358	5,168	135,725

B7 MATERIAL LITIGATION

There are no material litigations as at the date of this report.

B8 DERIVATIVE FINANCIAL INSTRUMENTS

The Group does not have any material derivative financial instruments since the last audited consolidated financial statements for the year ended 31 December 2025.

B9 FAIR VALUE CHANGES OF FINANCIAL LIABILITIES

The Group does not have any financial liabilities that are measured at fair value for the period under review.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B10 DIVIDENDS

The Board has declared an interim dividend of 25 sen per ordinary share amounting to RM248,363,500 for the second quarter ended 30 June 2026, payable on 23 September 2026 (Quarter 2 2025: an interim dividend of 22 sen per ordinary share amounting to RM218,559,880).

NOTICE IS HEREBY GIVEN that the interim dividend will be payable on 23 September 2026 to depositors registered in the Records of Depositors at the close of the business on 9 September 2026. A depositor shall qualify for entitlement to the dividends only in respect of:

a. Shares transferred into Depositor's Securities Account before 4.30 pm on 9 September 2026 in respect of ordinary transfers.

b. Shares bought on the Bursa Malaysia Securities Berhad on a cum entitlement basis according to the rules of the Bursa Malaysia Securities Berhad.

B11 BASIC EARNINGS PER SHARE

Basic earnings per share is derived based on the profit attributable to shareholders of the Company and based on the number of ordinary shares outstanding as at 30 June 2026.

	Individual quarter ended 30 June		Cumulative quarter ended 30 June	
	2026	**2025**	**2026**	**2025**
Profit attributable to shareholders of the Company (RM'000)	**387,211**	265,530	**670,211**	559,034
Number of ordinary shares ('000)	**993,454**	993,454	**993,454**	993,454
Earnings per ordinary share (sen)	**39.0**	26.7	**67.5**	56.2

As at the date of the statement of financial position, the Company does not have any instruments which may have dilutive impact on the basic earnings per share.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B12 TRADE RECEIVABLES

In RM'000	**As at 30 June 2026**	**As at 31 December 2025**
Trade receivables		
– Third party	**2,056,450**	1,594,304
– Related companies	**118,396**	95,778
Less:		
– Impairment loss: specific	**(19,927)**	(20,005)
– Impairment loss: general	**(14,108)**	(17,020)
	2,140,811	1,653,057
At net		
Not past due	**2,067,037**	1,598,376
Past due 1 to 30 days	**33,551**	24,304
Past due 31 to 60 days	**6,822**	7,919
Past due 61 to 90 days	**10,451**	4,399
Past due more than 90 days	**22,950**	18,059
	2,140,811	1,653,057

As at 30 June 2026, the maximum exposure to credit risk arising from trade receivables is represented by the carrying amounts in the statement of financial position.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B13 PROFIT FOR THE PERIOD

In RM'000	Individual quarter ended 30 June 2026	Individual quarter ended 30 June 2025	Cumulative quarter ended 30 June 2026	Cumulative quarter ended 30 June 2025
Profit for the period is arrived at after charging:				
Depreciation of property, plant and equipment*	**112,353**	123,567	**226,407**	249,166
Net impairment losses on:				
– trade and other receivables	**–**	3,392	**–**	3,597
– property, plant and equipment	**–**	4,384	**–**	4,384
Net loss on disposal of property, plant and equipment	**18,330**	5	**18,329**	–
Net realised loss on foreign exchange	**1,589**	–	**922**	–
Inventories written-down to NRV	**–**	241	**–**	1,627
Write-off of:				
– trade and other receivables	**92**	–	**92**	1
– property, plant and equipment	**174**	–	**174**	–
– trade and other inventories	**–**	71	**–**	71
Interest on lease liabilities	**2,493**	3,382	**5,168**	6,879
and after crediting:				
Net reversals of impairment loss on trade and other receivables	**48**	–	**3,062**	–
Net gain on disposal of property, plant and equipment	**–**	–	**–**	47
Net unrealised gain on foreign exchange	**577**	873	**2,637**	1,156
Net realised gain on foreign exchange	**–**	2,778	**–**	3,749
Inventories written-back from NRV	**2,732**	–	**6,383**	–
Interest income	**53,442**	40,685	**96,772**	80,916
Income from rental of premises	**348**	483	**1,037**	1,074

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

**Includes depreciation on right-of-use assets*

B14 AUTHORISED FOR ISSUE

This quarterly report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 24 August 2026.

BY ORDER OF THE BOARD
Hazleena Hamzah (LS0010278) (SSM Practising Certificate No. 201908001643)
Norhashema Saleh (MAICSA 7021781) (SSM Practising Certificate No. 202308000073)
Company Secretaries
Kuala Lumpur
24 August 2026