

The Board of Directors of Mynews Holdings Berhad wishes to present the unaudited interim financial report of Mynews Holdings Berhad and its subsidiaries ("Mynews" or "the Group") for the third quarter ended 31 July 2025. This report should be read in conjunction with its audited financial statements for the financial year ended 31 October 2024 and the accompanying notes attached to the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 31 JULY 2025
i) Current quarter and financial year to date

| | Current Quarter 3 months ended | | | | Cumulative Quarters 9 months ended | | | |
|--|-----------------------------------|------------------------------|----------------------------------|--------|---------------------------------------|------------------------------|----------------------------------|--------|
| | 31 Jul 2025 RM'000 | 31 Jul 2024 (#) RM'000 | Changes Fav/(Unfav) RM'000 | % | 31 Jul 2025 RM'000 | 31 Jul 2024 (#) RM'000 | Changes Fav/(Unfav) RM'000 | % |
| Revenue | 230,940 | 207,465 | 23,475 | 11.3 | 649,374 | 595,754 | 53,620 | 9.0 |
| Cost of sales | (143,026) | (130,191) | (12,835) | (9.9) | (400,977) | (373,443) | (27,534) | (7.4) |
| Gross profit | 87,914 | 77,274 | 10,640 | 13.8 | 248,397 | 222,311 | 26,086 | 11.7 |
| Other income | 545 | 488 | 57 | 11.7 | 1,726 | 1,825 | (99) | (5.4) |
| Administration expenses | (8,949) | (9,716) | 767 | 7.9 | (26,963) | (27,496) | 533 | 1.9 |
| Selling and distribution expenses | (46,660) | (40,320) | (6,340) | (15.7) | (131,551) | (116,327) | (15,224) | (13.1) |
| Other expenses | (21,936) | (21,378) | (558) | (2.6) | (65,011) | (62,937) | (2,074) | (3.3) |
| Finance costs | (2,930) | (2,784) | (146) | (5.2) | (8,562) | (8,538) | (24) | (0.3) |
| Share of profit in jointly controlled entity | 854 | 913 | (59) | (6.5) | 2,276 | 2,139 | 137 | 6.4 |
| Profit before tax | 8,838 | 4,477 | 4,361 | 97.4 | 20,312 | 10,977 | 9,335 | 85.0 |
| Tax expense | (1,827) | (1,835) | 8 | 0.4 | (6,795) | (6,108) | (687) | (11.2) |
| Net profit for the period | 7,011 | 2,642 | 4,369 | 165.4 | 13,517 | 4,869 | 8,648 | 177.6 |

(#): Certain comparative figures have been reclassified to conform to Q3 2025 results.

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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED
31 JULY 2025 (Cont'd)**

i) Current quarter and financial year to date (Cont'd)

| | Current Quarter | | | | Cumulative Quarters | | | |
|--|-----------------|--------------|--------------|--------------|---------------------|--------------|--------------|--------------|
| | 3 months ended | | | | 9 months ended | | | |
| | 31 Jul | 31 Jul | Changes | | 31 Jul | 31 Jul | Changes | |
| | 2025 | 2024 | Fav/(Unfav) | % | 2025 | 2024 | Fav/(Unfav) | % |
| | RM'000 | RM'000 | RM'000 | | RM'000 | RM'000 | RM'000 | |
| Net profit/(loss) | | | | | | | | |
| attributable to: | | | | | | | | |
| Owners of the Company | 6,426 | 2,625 | 3,801 | 144.8 | 12,573 | 5,620 | 6,953 | 123.7 |
| Non-controlling interest | 585 | 17 | 568 | 3,341.2 | 944 | (751) | 1,695 | 225.7 |
| | <u>7,011</u> | <u>2,642</u> | <u>4,369</u> | <u>165.4</u> | <u>13,517</u> | <u>4,869</u> | <u>8,648</u> | <u>177.6</u> |
| Total comprehensive income/(loss) | | | | | | | | |
| attributable to: | | | | | | | | |
| Owners of the Company | 6,426 | 2,625 | 3,801 | 144.8 | 12,573 | 5,620 | 6,953 | 123.7 |
| Non-controlling interest | 585 | 17 | 568 | 3,341.2 | 944 | (751) | 1,695 | 225.7 |
| | <u>7,011</u> | <u>2,642</u> | <u>4,369</u> | <u>165.4</u> | <u>13,517</u> | <u>4,869</u> | <u>8,648</u> | <u>177.6</u> |
| Basic earnings per ordinary share (sen) | | | | | | | | |
| (Note B11) | <u>0.86</u> | <u>0.35</u> | | | <u>1.68</u> | <u>0.75</u> | | |

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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD QUARTER
ENDED 31 JULY 2025 (Cont'd)**

ii) Current quarter compared with immediately preceding quarter

| | Current Quarter 31 Jul 2025 RM'000 | Immediately Preceding Quarter 30 Apr 2025 RM'000 | Changes Fav/(Unfav) RM'000 | % |
|---|--|--|----------------------------------|--------|
| Revenue | 230,940 | 202,566 | 28,374 | 14.0 |
| Cost of sales | (143,026) | (122,517) | (20,509) | (16.7) |
| Gross profit | 87,914 | 80,049 | 7,865 | 9.8 |
| Other income | 545 | 597 | (52) | (8.7) |
| Administration expenses | (8,949) | (9,057) | 108 | 1.2 |
| Selling and distribution expenses | (46,660) | (42,530) | (4,130) | (9.7) |
| Other expenses | (21,936) | (22,087) | 151 | 0.7 |
| Finance costs | (2,930) | (2,855) | (75) | (2.6) |
| Share of profit in jointly controlled entity | 854 | 604 | 250 | 41.4 |
| Profit before tax | 8,838 | 4,721 | 4,117 | 87.2 |
| Tax expense | (1,827) | (2,624) | 797 | 30.4 |
| Profit after tax for the period | 7,011 | 2,097 | 4,914 | 234.3 |
| Profit/(Loss) attributable to: | | | | |
| Owners of the Company | 6,426 | 2,276 | 4,150 | 182.3 |
| Non-controlling interest | 585 | (179) | 764 | 426.8 |
| | 7,011 | 2,097 | 4,914 | 234.3 |
| Total comprehensive income/(loss) attributable to: | | | | |
| Owners of the Company | 6,426 | 2,276 | 4,150 | 182.3 |
| Non-controlling interest | 585 | (179) | 764 | 426.8 |
| | 7,011 | 2,097 | 4,914 | 234.3 |
| Basic earnings per ordinary share (sen) | 0.86 | 0.30 | | |

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 JULY 2025**

| | Unaudited 31 Jul 2025 RM'000 | Audited 31 Oct 2024 RM'000 |
|---|------------------------------------|----------------------------------|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 231,371 | 232,320 |
| Right-of-use assets | 187,900 | 190,778 |
| Intangible asset | 2,355 | 2,666 |
| Investment properties | 10,577 | 10,577 |
| Investment in jointly controlled entity | 8,004 | 7,728 |
| Deferred tax assets | 837 | 837 |
| Lease receivables | 154 | 202 |
| Total non-current assets | 441,198 | 445,108 |
| Current assets | | |
| Inventories | 110,948 | 102,371 |
| Contract assets | 15,336 | 14,296 |
| Trade receivables | 19,094 | 9,562 |
| Other receivables | 31,210 | 32,863 |
| Lease receivables | 63 | 58 |
| Fixed deposits with licensed banks | - | 14,587 |
| Cash and bank balances | 27,364 | 22,659 |
| Total current assets | 204,015 | 196,396 |
| Total assets | 645,213 | 641,504 |

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 JUL 2025 (Cont'd)**

| | Unaudited 31 Jul 2025 RM'000 | Audited 31 Oct 2024 RM'000 |
|---|------------------------------------|----------------------------------|
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Share capital | 229,417 | 229,417 |
| Revaluation reserve | 23,555 | 23,555 |
| Merger deficit | (45,952) | (45,952) |
| Retained earnings | 49,747 | 37,174 |
| Equity attributable to owners | 256,767 | 244,194 |
| Non-controlling interests | (1,674) | (2,618) |
| Total equity | 255,093 | 241,576 |
| LIABILITIES | | |
| Non-current liabilities | | |
| Provision for restoration costs | 10,351 | 9,723 |
| Bank borrowings | 47,323 | 43,333 |
| Lease liabilities | 87,306 | 93,842 |
| Deferred tax liabilities | 12,761 | 12,375 |
| Loans from corporate shareholders of subsidiaries | 5,169 | 5,505 |
| Total non-current liabilities | 162,910 | 164,778 |
| Current liabilities | | |
| Trade payables | 85,187 | 90,417 |
| Other payables | 42,201 | 53,173 |
| Provision for restoration costs | 120 | 96 |
| Contract liabilities | 998 | 1,288 |
| Bank borrowings | 42,349 | 38,963 |
| Lease liabilities | 55,146 | 51,174 |
| Amount due to jointly controlled entity | 239 | 35 |
| Tax payable | 970 | 4 |
| Total current liabilities | 227,210 | 235,150 |
| Total liabilities | 390,120 | 399,928 |
| Total equity and liabilities | 645,213 | 641,504 |
| Net assets per share (RM) | 0.34 | 0.32 |

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 JULY 2025

| | ← Non-distributable → | | | Distributable | | | |
|--|----------------------------|----------------------------------|-----------------------------|--------------------------------|-----------------|--|---------------------------|
| | Share Capital RM'000 | Revaluation Reserve RM'000 | Merger Deficit RM'000 | Retained Earnings RM'000 | Total RM'000 | Non- Controlling Interests RM'000 | Total Equity RM'000 |
| As at 1 November 2023 | 229,417 | 23,555 | (45,952) | 31,547 | 238,567 | (1,949) | 236,618 |
| Net profit/(loss) for the year / | | | | | | | |
| Total comprehensive income/(loss) for the year | - | - | - | 9,379 | 9,379 | (669) | 8,710 |
| Transactions with owners: | | | | | | | |
| Dividends to owners of the Company | - | - | - | (3,752) | (3,752) | - | (3,752) |
| | - | - | - | (3,752) | (3,752) | - | (3,752) |
| As at 31 October 2024 | 229,417 | 23,555 | (45,952) | 37,174 | 244,194 | (2,618) | 241,576 |
| Net profit for the period / | | | | | | | |
| Total comprehensive income for the period | - | - | - | 12,573 | 12,573 | 944 | 13,517 |
| As at 31 July 2025 | 229,417 | 23,555 | (45,952) | 49,747 | 256,767 | (1,674) | 255,093 |

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 31 JULY 2025**

| | Cumulative 9 months ended | |
|--|------------------------------|--------------------------|
| | Unaudited 31 Jul 2025 | Unaudited 31 Jul 2024 |
| | RM'000 | RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before tax | 20,312 | 10,977 |
| Adjustments for: | | |
| Amortisation of intangible asset | 312 | 312 |
| Depreciation of property, plant and equipment | 24,518 | 22,495 |
| Depreciation of right-of-use assets | 41,207 | 39,760 |
| (Gain)/Loss on modification/termination of leases | (115) | 38 |
| Interest expense | 8,562 | 8,538 |
| Interest income | (570) | (988) |
| Inventories written off and wastages | 18,312 | 13,620 |
| Gain on disposal of property, plant and equipment | (12) | (14) |
| Property, plant and equipment written off | 1,086 | 2,459 |
| Rental rebates | - | (983) |
| Share of profit in jointly controlled entity | (2,276) | (2,139) |
| Operating profit before working capital changes | 111,337 | 96,547 |
| Changes in working capital: | | |
| Inventories | (26,889) | (14,539) |
| Receivables | (7,878) | (8,382) |
| Payables | (12,389) | 5,725 |
| Jointly controlled entity | 203 | (98) |
| Contract assets | (1,040) | 1,564 |
| Contract liabilities | (291) | (373) |
| Cash generated from operations | 63,053 | 80,444 |
| Tax refund | 66 | 125 |
| Tax payment | (5,509) | (2,850) |
| Net cash generated from operating activities | 57,610 | 77,719 |

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 31 JULY 2025 (Cont'd)**

| | Cumulative 9 months ended | |
|---|------------------------------|--------------------------|
| | Unaudited 31 Jul 2025 | Unaudited 31 Jul 2024 |
| | RM'000 | RM'000 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Acquisition of right-of-use assets | - | (233) |
| Dividend received from jointly controlled entity | 2,000 | 1,200 |
| Income from lease receivables | 46 | 98 |
| Interest received | 570 | 988 |
| Proceeds from disposal of property, plant and equipment | 72 | 172 |
| Purchase of property, plant and equipment | (24,715) | (23,407) |
| Net cash used in investing activities | (22,027) | (21,182) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Dividend paid | (3,752) | (3,752) |
| Drawdown of bank borrowings | 74,030 | 58,072 |
| Interest paid | (8,518) | (8,577) |
| Payment of lease liabilities | (40,131) | (37,550) |
| Repayment of bank borrowings | (66,653) | (65,671) |
| (Repayment)/Loan from corporate shareholder of subsidiary | (441) | 490 |
| Net cash used in financing activities | (45,465) | (56,988) |
| CASH AND CASH EQUIVALENTS | | |
| Net decrease in cash and cash equivalents | (9,882) | (451) |
| Cash and cash equivalents at 1 November | 37,246 | 47,895 |
| Cash and cash equivalents at 31 Jul | 27,364 | 47,444 |
| Reconciliation of cash and cash equivalents: | | |
| Cash and bank balances | 27,364 | 29,151 |
| Fixed deposits with licensed banks | - | 18,293 |
| | 27,364 | 47,444 |

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NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2025**A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING (“MFRS”)****A1 CORPORATE INFORMATION**

The principal activity of the Company is investment holding, with its subsidiaries involved mainly in operating retail store chains and producing fresh food. The Group owns and manages over 680 retail outlets in Malaysia, under the brand names myNEWS, Korea’s CU, the UK’s WHSmith, SUPERVALUE minimart and MARU Coffee. Additionally, two of its subsidiaries are separately partnering with renowned Japanese businesses in operating Kineya Kitchen and Ryoyu Bakery, which respectively produce ready-to-eat meals and bakery products offered at the Group’s retail chains. The production facilities are collectively referred to as the Japanese Food Hub (“JFH”).

A2 BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). It should be read in conjunction with the audited financial statements of Mynews for the financial year ended 31 October 2024.

A3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 October 2024. The financial statements of the Group have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards (“IFRS”) and the requirements of the Companies Act 2016 in Malaysia.

A4 AUDITORS’ REPORT

There was no qualification on the audited financial statements of the Group for the financial year ended 31 October 2024.

A5 SEASONAL OR CYCLICAL FACTORS

The Group's sales are not significantly affected by seasonal fluctuations.

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NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2025 (Cont'd)**A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)****A6 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOW**

There were no other unusual items affecting assets, liabilities, equity, net income or cash flow of the Group during the quarter under review.

A7 CHANGES IN ESTIMATES

There were no changes in estimates that had a material effect in the quarter under review.

A8 DEBT AND EQUITY SECURITIES

Saved as disclosed in Note B7, there was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities for the quarter under review.

A9 DIVIDEND PAID

On 1 July 2025, the Company announced a single-tier interim dividend of 0.5 sen per ordinary share in Mynews Holdings Berhad in respect of the financial year ending 31 October 2025, amounting to RM3,751,770 which was paid on 8 August 2025.

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NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2025 (Cont'd)

A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)

A10 SEGMENTAL INFORMATION

The Group operates in the retail convenience segment in Malaysia and also produces ready-to-eat food and bakery products to serve its retail chains.

| | Retail RM'000 | Manufacturing RM'000 | Elimination RM'000 | Total RM'000 |
|--|------------------|-------------------------|-----------------------|-----------------|
| For the period ended 31 Jul 2025 | | | | |
| Revenue | | | | |
| External | 648,743 | 631 | - | 649,374 |
| Inter-segment | - | 56,510 | (56,510) | - |
| Revenue | 648,743 | 57,141 | (56,510) | 649,374 |
| Results | | | | |
| Amortisation of intangible asset | 312 | - | - | 312 |
| Depreciation of property, plant and equipment | 22,709 | 1,809 | - | 24,518 |
| Depreciation of right-of-use assets | 40,515 | 2,876 | (2,184) | 41,207 |
| Interest income | (532) | (38) | - | (570) |
| Interest expense | 8,727 | 651 | (816) | 8,562 |
| (Gain)/Loss on disposal of property, plant and equipment | (28) | 12 | 4 | (12) |
| Property, plant and equipment written off | 1,086 | - | - | 1,086 |
| Share of results in jointly controlled entity | (2,276) | - | - | (2,276) |
| Profit before tax | 18,518 | 1,933 | (139) | 20,312 |
| Tax | (6,789) | (6) | - | (6,795) |
| Profit after tax | 11,729 | 1,927 | (139) | 13,517 |

NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2025 (Cont'd)

A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)
A11 SUBSEQUENT MATERIAL EVENTS

There were no material events subsequent to the current quarter under review and up to the date of this report.

A12 CHANGES IN COMPOSITION OF THE GROUP

There was no change in composition of the Group during the financial quarter under review.

A13 CONTINGENT LIABILITIES OR CONTINGENT ASSETS

Save as disclosed below, there were no material contingent liabilities or assets for the reporting quarter ended 31 July 2025.

RM'000

Corporate guarantee given to:

| | |
|---|---------------|
| - financial institutions in respect of banking and lease facilities granted to subsidiaries | 94,526 |
| - landlords for rental of premises | 1,124 |
| | <u>95,650</u> |

A14 CAPITAL COMMITMENTS

The capital commitments of the Group as at 31 July 2025 were as follows:

RM'000

Authorised and contracted for:

| | |
|---------------------------------|--------------|
| - Property, plant and equipment | <u>6,350</u> |
|---------------------------------|--------------|

A15 PROPERTY, PLANT AND EQUIPMENT

For the nine (9) months ended 31 July 2025, the Group acquired assets at a total cost of RM24.72 million, which comprised principally of the cost of construction and set up, equipment, furniture and fittings for new and revamped outlets.

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NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2025 (Cont'd)

A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)

A16 SIGNIFICANT RELATED PARTY TRANSACTIONS

| | Current Quarter | | Cumulative Quarters | |
|--|--------------------------|--------------------------|--------------------------|--------------------------|
| | 3 months ended | | 9 months ended | |
| | 31 Jul 2025 RM'000 | 31 Jul 2024 RM'000 | 31 Jul 2025 RM'000 | 31 Jul 2024 RM'000 |
| Transactions with jointly controlled entity | | | | |
| Management fees income | 227 | 243 | 653 | 653 |
| Warehouse and storage income | 108 | 108 | 324 | 324 |
| Administration income | 1 | 2 | 5 | 7 |
| Trade sales | 237 | 235 | 773 | 838 |
| Advertising and promotion income | 2 | 2 | 6 | 5 |
| Dividend income | - | 600 | 2,000 | 1,200 |
| Sales of equipment | - | - | - | 5 |
| Transactions with related parties | | | | |
| Advertising and promotion income | 44 | 50 | 202 | 124 |
| Trade purchases | 1,976 | 2,039 | 6,383 | 5,335 |
| Trade sales | - | 48 | 5 | 161 |
| Office rental income | 3 | 3 | 9 | 9 |
| Royalty and license fees expenses | 73 | 62 | 202 | 166 |
| Technical support expenses | 13 | 20 | 13 | 45 |
| Staff secondment expenses | 85 | 81 | 254 | 257 |
| Interest expenses | 68 | 56 | 207 | 160 |
| Hostel rental expenses | 27 | 21 | 73 | 44 |
| Consultancy fee expenses | - | 120 | - | 460 |
| Advertisement expenses | (54) | 500 | 309 | 834 |
| Plant and equipments | 52 | - | 52 | - |

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NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2025 (Cont'd)

B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**B1 REVIEW OF PERFORMANCE****Review of Current Quarter Performance (Q3'25 vs Q3'24)**

Q3'25 revenue of RM230.94 million was up +11.3% YOY or RM23.48 million. This growth was supported in part by stronger in store sales and the addition of 53 new outlets across the group bringing the total to 679 as of end July 2025.

Q3'25 gross profit grew 13.8% YOY to RM87.91 million with GP margins improving 0.9% to 38.1% on the back of a more favourable sales mix.

Selling and distribution expenses increased by RM6.34 million, or 15.7%, from RM40.32 million to RM46.66 million, partly due to the rise in minimum wages, expanded sales & service tax and expansion of store network.

Other expenses saw a modest increase of RM0.56 million, or 2.6%, increasing slightly from RM21.38 million to RM21.94 million, primarily driven by higher depreciation charges related to right-of-use assets and property, plant, and equipment.

Profit before taxation nearly doubled, increasing by 97.4% YOY to RM8.84 million. This favourable quarterly performance also led to higher earnings before interest, tax, depreciation (inclusive of the depreciation of right-of-use assets) and amortisation (EBITDA), which rose to RM34.24 million compared to RM28.29 million in the same quarter last year.

B2 MATERIAL CHANGE IN THE PROFIT/(LOSS) BEFORE TAXATION FOR THE CURRENT QUARTER AS COMPARED WITH THE IMMEDIATELY PRECEDING QUARTER (Q3'25 vs Q2'25)

Revenue rebounded strongly with an increase of RM28.37 million, or 14.0% QOQ, rising from RM202.57 million to RM230.94 million. Gross profit improved by RM7.86 million, or 9.8%, growing from RM80.05 million to RM87.91 million, despite its margin declining by 1.4%, from 39.5% to 38.1%.

Administration expenses remained stable, while selling and distribution expenses increased by RM4.13 million, or 9.7%, from RM42.53 million to RM46.66 million. Other expenses also stayed consistent with the prior quarter.

Profit before taxation rose significantly by 87.2%, from RM4.72 million to RM8.84 million. EBITDA (earnings before interest, tax, depreciation—including right-of-use asset depreciation—and amortisation) increased by 15.6%, from RM29.63 million to RM34.24 million.

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NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2025 (Cont'd)

B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**B3 PROSPECTS**

The company expects sustained growth in business volume, driven by the continued expansion of its retail network. The current portfolio comprises 685 outlets: 501 myNEWS stores (including 37 SUPERVALUE), 157 CU stores, 20 WHSmith outlets, and 7 Maru Coffee locations. As more stores open, utilisation of the Japanese Food Hub is expected to improve in parallel, supporting overall operational efficiency.

The company is continuously introducing product assortments that resonate with local preferences, promote sustainability, and offer differentiated experiences beyond mere transaction. While consumers are shifting toward cashless and contactless payments accelerated by health and convenience considerations, the company is also working towards introducing 100% cashless outlets in specific locations.

In light of the recent government announcement that all Malaysian citizens aged 18 and above will receive a one-off RM100 assistance via their MyKad under the Sumbangan Asas Rahmah (SARA) program, myNEWS has been launching targeted promotion campaigns across its store network to capitalise on the anticipated increase in consumer spending.

This nationwide government assistance program, which takes effect starting 31 August 2025, is expected to inject additional disposable income into the market, offering a timely opportunity for retail engagement. By aligning our marketing strategy with this cash stimulus, myNEWS aims to:

- Drive store traffic,
- Boost basket size,
- Promote essential and value-driven products, and
- Strengthen customer loyalty across all demographics.

Campaign efforts will include special promotions on essential items, bundle offers, exclusive discounts and in-store activation to highlight eligible products across all brands. Meanwhile, My-Kad linked purchases under MyKasih's SARA program are accepted in all SUPERVALUE stores.

The company sees this as a strategic opportunity to enhance customer reach while supporting the government's goal of easing the cost-of-living burden for Malaysians.

With the above developments and the commitment to operational improvement, the management expects the performance to continue to improve annually.

B4 VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST AND PROFIT GUARANTEE

The Group has not issued any profit forecast or profit guarantee in any form of public document or announcement.

NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2025 (Cont'd)

B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B5 NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| | Current Quarter 3 months ended | | Cumulative Quarter 9 months ended | |
|--|-----------------------------------|----------------|--------------------------------------|----------------|
| | 31 Jul 2025 | 31 Jul 2024 | 31 Jul 2025 | 31 Jul 2024 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Profit before tax is arrived at after charging: | | | | |
| Amortisation of intangible asset | 105 | 104 | 312 | 312 |
| Depreciation of property, plant and equipment | 8,391 | 7,660 | 24,518 | 22,495 |
| Depreciation of right-of-use assets | 13,978 | 13,264 | 41,207 | 39,760 |
| Property, plant and equipment written off | 169 | 1,015 | 1,086 | 2,459 |
| Interest expense | 2,930 | 2,784 | 8,562 | 8,538 |
| Loss/(Gain) on disposal of property, plant and equipment | 19 | 66 | (12) | (14) |
| And after crediting: | | | | |
| Interest Income | (173) | (321) | (570) | (988) |

Other disclosure items pursuant to Appendix 9B Note 16 of the Main Market Listing Requirements are not applicable.

B6 TAX EXPENSE

| | Current Quarter 3 months ended | | Cumulative Quarters 9 months ended | |
|---|-----------------------------------|----------------|---------------------------------------|----------------|
| | 31 Jul 2025 | 31 Jul 2024 | 31 Jul 2025 | 31 Jul 2024 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Current tax: | | | | |
| Provision for current period | 1,789 | 1,860 | 6,411 | 7,105 |
| (Over)/Under provision in prior year | - | 23 | (2) | 24 |
| Deferred tax: | | | | |
| Provision/(Reversal) for current period | 38 | (48) | 386 | (1,021) |
| Total tax expense | 1,827 | 1,835 | 6,795 | 6,108 |

NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2025 (Cont'd)

B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B7 STATUS OF CORPORATE PROPOSAL

There are no announced corporate proposals that are not completed during the period under review.

Utilisation of Proceeds from Private Placement as at 31 July 2025 is as follows:

| Description of use of proceeds | Estimated timeframe for use of proceeds from the listing date of the Placement Shares | Amount RM'000 | Re-allocation RM'000 | Actual Utilisation RM'000 | Balance to be utilised RM'000 |
|--|---|---------------|----------------------|---------------------------|-------------------------------|
| Capital expenditure | Within 24 months | 22,880 | - | (22,880) | - |
| Working capital | Within 12 months | 4,952 | 4 | (4,956) | - |
| Defray estimated expenses relating to the Proposed Placement | Within 2 months | 130 | (4) ⁽ⁱ⁾ | (126) | - |
| Total | | 27,962 | - | (27,962) | - |

(i) Surplus of RM4,000 (of the RM130,000 allocated for the estimated listing expenses) was re-allocated to the working capital requirements of the Group.

On 21 June 2024, the Board approved an extension of timeframe for the utilisation of proceeds for another 12 months to 13 July 2025 for the capital expenditure and the change in capex utilisation ratio between Mynews and CU outlets.

The proceeds raised from the private placement exercise have been fully utilised during the current quarter. The utilisation was in accordance with the intended purposes as previously announced, and there is no deviation in the use of proceeds.

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NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2025 (Cont'd)

B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B8 BORROWINGS AND DEBT SECURITIES

The Group's borrowings as at 31 Jul 2025 are as follows:

| | Unaudited As at 31 Jul 2025 RM'000 | Audited As at 31 Oct 2024 RM'000 |
|--|---|---|
| Short term borrowings – Secured | | |
| Term loans | 2,976 | 2,580 |
| Revolving credit | 12,641 | 14,989 |
| Supplier financing | 10,685 | 10,210 |
| Banker acceptance | 13,917 | 11,184 |
| | <u>40,219</u> | <u>38,963</u> |
| Long term borrowings – Secured | | |
| Term loans | 21,312 | 23,645 |
| Revolving credit | 28,141 | 19,688 |
| | <u>49,453</u> | <u>43,333</u> |
| Total borrowings – Secured | | |
| Term loans | 24,288 | 26,225 |
| Revolving credit | 40,782 | 34,677 |
| Supplier financing | 10,685 | 10,210 |
| Banker acceptance | 13,917 | 11,184 |
| | <u>89,672</u> | <u>82,296</u> |

Note: All the borrowings within the Group are denominated in Ringgit Malaysia.

B9 MATERIAL LITIGATION

There is no material litigation against or by the Group as at the date of this report.

B10 DIVIDEND

The Board of Directors of Mynews is pleased to announce that a single tier interim dividend of 0.5 sen per share in respect of the year ending 31 October 2025, amounting to RM3,751,770.

The above dividend payment date, entitlement date and all other relevant information shall be announced later.

NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2025 (Cont'd)

B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B11 EARNINGS PER SHARE

| | Current Quarter 3 months ended | | Cumulative Quarters 9 months ended | |
|--|-----------------------------------|--------------------------|---------------------------------------|--------------------------|
| | 31 Jul 2025 RM'000 | 31 Jul 2024 RM'000 | 31 Jul 2025 RM'000 | 31 Jul 2024 RM'000 |
| Profit attributable to owners of the Company (RM'000) | 6,426 | 2,625 | 12,573 | 5,620 |
| Weighted average number ordinary shares in issue ('000) | 750,354 | 750,354 | 750,354 | 750,354 |
| Basic earnings per share (sen) | 0.86 | 0.35 | 1.68 | 0.75 |

The basic earnings per share is computed based on the profit attributable to the owners of the Company divided by the weighted average number of ordinary shares in issue for the period under review. The Company does not have any dilutive potential ordinary shares in issue for the period under review.

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