

Magni-Tech Industries Berhad

(Q2-FYR 2026)

Registration No. 199701007089 (422585-V)

Incorporated in Malaysia

Unaudited Condensed Consolidated Statement of Income and Other Comprehensive Income For the Second Quarter Ended 31 October 2025 ("Q2-FYR 2026")

	Q2-FYR 2026 RM'000	Q2-FYR 2025 RM'000	Changes %	Financial Period - first 6 Months to		
				31-10-2025 RM'000	31-10-2024 RM'000	Changes %
Revenue	347,043	350,826	-1.1%	724,648	788,422	-8.1%
Operating expenses	(309,135)	(315,479)	-2.0%	(643,044)	(704,405)	-8.7%
Other operating income/(expense)						
Gain/(Loss) on foreign exchange	54	(5,866)	-101%	(2,225)	(6,054)	-63.2%
Others	(138)	72	>-100%	240	473	-49.3%
Profit from operations	37,824	29,553	28.0%	79,619	78,436	1.5%
Investment related income	4,962	5,687	-12.7%	10,305	15,212	-32.3%
Share of profit of an associate	34	97	64.9%	108	159	32.1%
Profit before tax	42,820	35,337	21.2%	90,032	93,807	-4.0%
Tax expense	(10,569)	(9,469)	11.6%	(22,195)	(23,297)	-4.7%
Profit / total comprehensive Income for the period	<u>32,251</u>	<u>25,868</u>	24.7%	<u>67,837</u>	<u>70,510</u>	-3.8%
Total comprehensive Income attributable to:						
Owners of the Company	32,251	25,867	24.7%	67,837	70,509	-3.8%
Non-controlling interests	-	1		-	1	
	<u>32,251</u>	<u>25,868</u>	24.7%	<u>67,837</u>	<u>70,510</u>	-3.8%
Basic / diluted earnings per share (Sen)	<u>7.44</u>	<u>5.97</u>	24.7%	<u>15.65</u>	<u>16.27</u>	-3.8%
Dividends per share (Sen)						
- Interim dividend (Q1)	N/A	N/A		3.5	5.0	-30.0%
- Interim dividend (Q2)	3.0	3.0	0.0%	3.0	3.0	0.0%
- Special dividend (Q2)	-	20.0	-100.0%	-	20.0	-100.0%
	<u>3.00</u>	<u>23.00</u>		<u>6.50</u>	<u>28.00</u>	

Magni-Tech Industries Berhad

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Unaudited Condensed Consolidated Statement of Financial Position as at 31 October 2025

ASSETS	Unaudited @ 31-10-2025	Audited @ 30-4-2025
Non-current assets		
Property, plant and equipment	64,223	63,945
Investment properties	989	999
Investment in Associate - Unquoted shares	936	828
Investment securities - Unquoted shares	39,149	39,149
	<u>105,297</u>	<u>104,921</u>
Current assets		
Inventories	306,101	306,128
Receivables	220,330	224,700
Current tax receivable	1,251	1,389
Bank deposits and cash balances	435,816	414,195
	<u>963,498</u>	<u>946,412</u>
TOTAL ASSETS	<u>1,068,795</u>	<u>1,051,333</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	216,975	216,975
Reserves	705,658	665,995
Treasury shares	(686)	(686)
Net equity funds	<u>921,947</u>	<u>882,284</u>
Non-controlling Interests	<u>27</u>	<u>27</u>
Total equity	<u>921,974</u>	<u>882,311</u>
Non-current liability		
Deferred tax liabilities	<u>7,582</u>	<u>7,194</u>
Current liabilities		
Payables	131,034	155,225
Current tax payable	8,205	6,603
	<u>139,239</u>	<u>161,828</u>
Total liabilities	<u>146,821</u>	<u>169,022</u>
TOTAL EQUITY AND LIABILITIES	<u>1,068,795</u>	<u>1,051,333</u>
Net assets per share ⁽¹⁾ (RM)	2.13	2.04

Notes :

- (1) The net assets per share is calculated based on the net equity funds divided by 433,450,579 being the no. of shares in issue with voting rights.
- (2) The annexed notes form an integral part of this interim financial report.

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Condensed Consolidated Statement of Changes in Equity

For the Second Quarter Ended 31 October 2025

	Attributable to Owners of the Parent Company							
	Share Capital	Treasury Shares	Fair Value Reserve	Distributable Retained Profits	Total Reserves	Net Equity Funds	Non controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
For the financial period to 31 October 2025								
Balance as at 1 May 2025	216,975	(686)	3,175	662,820	665,995	882,284	27	882,311
Profit for the period	-	-	-	67,837	67,837	67,837	-	67,837
Total comprehensive Income	-	-	-	67,837	67,837	67,837	-	67,837
Transaction with owners of the company								
Dividend in respect of FYR 2026	-	-	-	(15,170)	(15,170)	(15,170)	-	(15,170)
Dividend in respect of FYR 2025	-	-	-	(13,004)	(13,004)	(13,004)	-	(13,004)
Balance as at 31 October 2025	216,975	(686)	3,175	702,483	705,658	921,947	27	921,974
For the financial period to 31 October 2024								
Balance as at 1 May 2024	216,975	(686)	2,296	676,189	678,485	894,774	26	894,800
Profit for the period	-	-	-	70,509	70,509	70,509	1	70,510
Total comprehensive Income	-	-	-	70,509	70,509	70,509	1	70,510
Transaction with owners of the company								
Dividend in respect of FYR 2024	-	-	-	(14,304)	(14,304)	(14,304)	-	(14,304)
Dividend in respect of FYR 2025	-	-	-	(21,672)	(21,672)	(21,672)	-	(21,672)
Balance as at 31 October 2024	216,975	(686)	2,296	710,722	713,018	929,307	27	929,334

The annexed notes form an integral part of this interim financial report.

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Condensed Consolidated Statement of Cash Flows For the Second Quarter Ended 31 October 2025

	Unaudited 31-10-2025 RM'000	Unaudited 31-10-2024 RM'000
Cash flows from operating activities		
Profit before tax	90,032	93,807
Adjustments for :		
Depreciation	3,323	3,074
Dividend income	(1,975)	(1,834)
Interest income	(8,330)	(13,378)
Gain on disposal of property, plant and equipment	(76)	(321)
Net unrealised gain on foreign exchange	(846)	(3,384)
Property, plant and equipment written off	11	89
Share of results of an associate	(108)	(159)
Operating profit before working capital changes	<u>82,031</u>	<u>77,894</u>
Changes in:		
Inventories	27	33,041
Receivables	10,128	(6,332)
Payables	<u>(29,087)</u>	<u>(56,311)</u>
Cash generated from operations	<u>63,099</u>	<u>48,292</u>
Net income tax paid	(20,067)	(16,603)
Net cash from operating activities	<u>43,032</u>	<u>31,689</u>
Cash flows from investing activities		
Net dividends received	1,975	1,834
Interest received	8,330	13,378
Investment of Unquoted share Investments	-	(18,154)
Proceeds from disposal of property, plant and equipment	210	322
Purchase of plant and equipment	(3,737)	(3,482)
Placement of fixed deposits	(11,187)	(72,645)
Withdrawal of fixed deposits	-	18,267
Net cash used in investing activities	<u>(4,409)</u>	<u>(60,480)</u>
Cash flows from financing activities		
Dividends paid to shareholders of the Company	(28,174)	(35,976)
Net cash used in financing activities	<u>(28,174)</u>	<u>(35,976)</u>
Net increase/(decrease) in cash and cash equivalents	<u>10,449</u>	<u>(64,767)</u>
Cash and cash equivalents at beginning	<u>35,445</u>	<u>126,280</u>
Cash and cash equivalents at end	<u>45,894</u>	<u>61,513</u>
Cash and cash equivalents comprise the followings:-		
Fixed deposits with licensed banks	432,767	519,025
Cash and bank balances	3,049	9,278
	<u>435,816</u>	<u>528,303</u>
Less: Fixed deposits with maturity more than three months	(389,922)	(466,790)
	<u>45,894</u>	<u>61,513</u>

Notes :

- (1) Investment in money market funds is classified as part of cash and cash equivalents as these investments are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.
- (2) Fixed deposits with maturity of more than three months be deemed as cash flows from investing activities.

The annexed notes form an integral part of this interim financial report.

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Notes to the Interim Financial Report for 1st Quarter 31 July 2025

1) Basis of preparation

The condensed consolidated interim financial report is unaudited and has been prepared in accordance with Malaysian Financial reporting Standards ("MFRS") 134 - Interim Financial Reporting and the requirements of paragraph 9.22 of Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 April 2025 ("FYR 2025"). These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the change in the financial position and performance of the Group since FYR 2025.

Changes in accounting policies

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for FYR 2025. The Group has neither early adopted nor applied any new MFRSs, Amendments to MFRSs, IC Interpretations and annual Improvements to MFRSs that are issued but not yet effective for the Group's accounting period beginning 1 May 2025.

The adoption of newly effective MFRSs, Amendments to MFRSs, IC Interpretations and Annual Improvements to MFRSs are expected to have no significant financial impacts to the financial statements of the Group upon their initial application except for changes in presentation and additional disclosures of financial information.

2) Audit report of preceding annual financial statements

The auditors' report of the Company's most recent annual financial statements for FYR 2025 was not subject to any qualification.

3) Seasonal or cyclical factors

The operations of the Group were not materially affected by seasonal or cyclical factors.

4) Unusual items

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the first six months ended 31 October 2025 ("Q2-FYR 2026 or financial period").

5) Material changes in estimates

There were no material changes in the estimates of amounts reported in Q2-FYR 2026.

6) Change in composition of the Group

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

7) Share capital and treasury shares

There were no issuances and repayment of debts and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for the financial period except for the following:

	No. of shares (000)	Average price per share (RM)	Amount RM'000
Total treasury shares as at 1 May 2025 / 31 October 2025	500	1.37	686

The cumulative shares bought back are being held as treasury shares with none of the shares being cancelled or resold during the financial period.

As at 31 October 2025, the Company's no. of outstanding shares in issue with voting rights was 433,450,579 ordinary shares excluding 500,000 treasury shares (30 April 2025: 433,450,579 ordinary shares).

8) Dividends paid

The interim dividend of 3.5 Sen per share for Q1-FYR 2026 of RM15.17 million was paid on 15 October 2025.

9) Subsequent events

There were no material subsequent events occurred from the end of the reporting period up to the date of this announcement which requires disclosure.

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Notes to the Interim Financial Report for 1st Quarter 31 July 2025

10) Segment information

	Financial period	
	RM'000	%
<u>Revenue</u>		
Garment manufacturing	686,876	94.8%
Packaging	37,772	5.2%
Total revenue - external	<u>724,648</u>	<u>100.0%</u>
<u>Results</u>		
Garment manufacturing	78,139	
Packaging manufacturing	2,070	
Unallocated corporate expenses	80,209	
Profit from operations	(590)	
Investment related Income :		
Dividend income	1,975	
Interest income	8,330	
	10,305	
Share of results of associate	108	
Profit before tax ("PBT")	90,032	
Taxation expenses	(22,195)	
Net profit after tax ("PAT")	<u>67,837</u>	

11) Analysis of performance

The Group's businesses are principally divided into two business segments, namely the manufacturing and sale of (i) garments, and (ii) flexible plastic packaging goods and corrugated cartons.

The Garment segment accounted for about 94.8% and 97.4% all of the Group's revenue and profit from operations (before unallocated corporate expenses) respectively for the financial period.

The key factors that affect the performance of garment business include mainly the labour costs, other operating costs, foreign currency exchange differences, demand for the garments and the ability of management to cope with change.

For the packaging segment, the key factors that affect its performance include mainly raw material costs, operating costs, demand for the packaging products and the ability of management to cope with change. Raw materials consist of kraft liner, test liner, medium papers, white papers, polyethylene resins and etc.

Summary of the Group's results:

	Q2-FYR 2026	Q2-FYR 2025	%	Financial period to 31-10-2025	Financial period to 31-10-2024	%
	RM'000	RM'000		RM'000	RM'000	
Revenue	347,043	350,826	-1.1%	724,648	788,422	-8.1%
Profit from operations	37,824	29,553	28.0%	79,619	78,436	1.5%
PBT	42,820	35,337	21.2%	90,032	93,807	-4.0%
PAT	32,251	25,868	24.7%	<u>67,837</u>	<u>70,510</u>	<u>-3.8%</u>

Q2-FYR 2026 vs Preceding Year Corresponding Quarter (Q2-FYR 2025)

Revenue for Q2-FYR 2026 decreased by 1.1% to RM347.043 million from RM350.826 million in Q2-FYR 2025.

Garment revenue for Q2-FYR 2026 decreased by 0.7% to RM327.903 million from RM330.354 million in Q2-FYR 2025 mainly resulted from slightly lower sale orders received.

Packaging revenue for Q2-FYR 2026 decreased by 6.5% to RM19.140 million from RM20.472 million in Q2-FYR 2025 mainly due to lower sale orders received.

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PBT for Q2-FYR 2026 increased by 21.2% to RM42.820 million compared to RM35.337 million in Q2-FYR 2025 mainly due to the following changes in the PBT of garment and packaging segments, and higher foreign exchange gain (net gain of RM0.054 million in Q2-FYR 2026 versus net loss of RM5.866 million in Q2-FYR 2025).

Garment PBT for Q2-FYR 2026 increased by 23.2% to RM40.272 million compared to RM32.698 million in Q2-FYR 2025 mainly due to higher net foreign exchange gain by RM5.909 million, despite a decline in revenue. (net gain of RM0.041 million in Q2-FYR 2026 versus net loss of RM5.868 million in Q2-FYR 2025).

Packaging PBT for Q2-FYR 2026 increased by 31.4% mainly due to lower material costs despite a decline in revenue.

Financial Period vs Last Year to date (Last YTD)

Revenue of the Group for the financial period decreased by 8.1% to RM724.648 million from RM788.422 million in Last YTD.

Segment wise, garment revenue for the financial period decreased by 8.1% to RM686.876 million from RM747.300 million in Last YTD mainly resulted from lower sale orders received.

Packaging revenue for the financial period decreased by 8.1% to RM37.772 million from RM41.122 million in Last YTD mainly due to lower sale orders received.

PBT for the financial period decreased by 4.0% to RM90.032 million compared to RM93.807 million in Last YTD mainly due to the following changes in the PBT of garment and packaging segments, and lower interest income by RM5.051 million. There were partially offset by lower foreign exchange loss by RM3.829 million.

Garment PBT for the financial period decreased by 2.0% to RM85.289 million compared to RM86.986 million in Last YTD mainly due to lower revenue and lower interest income by RM2.635 million, there were offset by lower foreign exchange loss by RM3.838 million (net loss of RM2.248 million in the financial period vs net loss of RM6.086 million in Last YTD).

Packaging PBT for the financial period rose 47.9% mainly due to lower raw material costs despite a decline in revenue.

12) Variation of Results of Q2-FYR 2026 vs Preceding Quarter (Q1-FYR 2026)

	Q2-FYR 2026 RM'000	Q1-FYR 2026 RM'000	%
Revenue	347,043	377,605	-8.1%
Profit from operations	37,824	41,795	-9.5%
PBT	42,820	47,212	-9.3%
PAT	32,251	35,586	-9.4%

Revenue for Q2-FYR 2026 decreased by 8.1% to RM347.043 million from RM377.605 million in Q1-FYR 2026.

Garment revenue for Q2-FYR 2026 decreased by 8.7% to RM327.903 million from RM358.973 million in Q1-FYR 2026 mainly due to lower sale orders received.

Packaging revenue for Q2-FYR 2026 increased by 2.7% to RM19.140 million from RM18.632 million in Q1-FYR 2026 mainly due to higher sale orders received.

PBT of the Group for Q2-FYR 2026 decreased by 9.3% to RM42.820 million compared to RM47.212 million in Q1-FYR 2026.

Garment PBT for Q2-FYR 2026 decreased by 10.5% to RM40.272 million from RM45.017 million in Q1-FYR 2026 mainly due to lower revenue and dividend income.

Packaging PBT for Q2-FYR 2026 increased by 33.2% mainly due to higher revenue and lower material costs.

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Notes to the Interim Financial Report for 1st Quarter 31 July 2025

13) Future prospects

The Group remains cautiously optimistic about the business outlook for the remaining quarters of FYR 2026, notwithstanding ongoing challenges from a slow global recovery, uncertainties surrounding US trade tariffs, and continued currency fluctuations.

We will sustain our focus on driving cost efficiencies through automation, process enhancements, and operational modernisation to strengthen resilience and uphold competitiveness in an evolving market environment.

14) Tax expense

Tax expenses for Q2-FYR 2026 or financial period are made up as follows:

	Q2-FYR 2026 RM'000	Financial period RM'000
Provision for current tax	10,125	21,511
Deferred tax	444	684
	<u>10,569</u>	<u>22,195</u>

The Group's effective tax rate for Q2-FYR 2026 or financial period was higher than the Malaysian statutory tax rate of 24% mainly due to certain expenses being disallowed for tax deduction.

15) Profit forecast or profit guarantee

There was no profit forecast made in any public document and no profit guarantee was received during the financial period.

16) Corporate proposals

There were no corporate proposals announced but not completed as at the date of this announcement.

17) Group borrowings and debts securities

The Group has no borrowings and debt securities as at the financial period.

18) Material litigation

There were no material litigations during the financial period.

19) Contingent liabilities

There were no material changes in contingent liabilities since the end of the last annual reporting year.

20) Capital commitments

There were capital commitments of RM1.271 million as at the end of the financial period in respect of factory renovation and expansion, and acquisition of equipments (last annual reporting date: RM3.648 million).

21) Earnings per share (EPS)

The basic EPS has been calculated by dividing the Group's profit attributable to owners of the Company by the weighted average no. of ordinary shares in issue with voting rights:

		Q2-FYR 2026	Q2-FYR 2025	to 31-10-2025	to 31-10-2024
Profit attributable to owners of the Company	(RM'000)	32,251	25,867	67,837	70,509
Weighted average of no. of issued shares with voting rights at end	(RM'000)	433,451	433,451	433,451	433,451
Basic EPS	(Sen)	7.44	5.97	15.65	16.27

There is no diluted EPS as the Company does not have any convertible financial instruments as at the end of the financial period.

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22) Dividends Declared

	Dividend Per Share		Payout Ratio		Dividend Amount	
	FYR 2026	FYR 2025	FYR 2026	FYR 2025	FYR 2026 RM'000	FYR 2025 RM'000
Q1 - Single tier interim dividend (no. 54)	3.5 Sen	5.0 Sen	42.6%	48.5%	15,171	21,673
Q2 - 2nd single tier interim dividend (no. 55)	3.0 Sen	3.0 Sen	40.3%	50.3%	13,004	13,004
Q2 - Single tier special dividend (no. 51)	-	20.0 Sen	-	-	-	86,690
	6.5 Sen	28.0 Sen	41.5%	49.2%	28,175	121,367

The entitlement and payment dates of the interim dividend no. 55 of 3.0 Sen per share for Q2-FYR 2026 are fixed on 18 December 2025 and 8 January 2026 respectively.

23) Profit before tax

PBT is arrived at after charging/(crediting) the following items:-

	Q2-FYR 2026 RM'000	Q2-FYR 2025 RM'000	to 31-10-2025 RM'000	to 31-10-2024 RM'000
Interest income	(4,378)	(5,676)	(8,330)	(13,378)
Dividend income	(584)	-	(1,975)	(1,834)
Depreciation and amortisation	1,707	1,535	3,323	3,074
Net unrealised loss/(gain) on foreign exchange	651	(3,906)	(846)	(3,384)
Net realised (gain)/loss on foreign exchange	(705)	9,772	3,071	9,438
Net (gain)/loss on foreign exchange - all segments	(54)	5,866	2,225	6,054
Gain on disposal of property, plant and equipment	(79)	(3)	(76)	(321)
Property, plant and equipment written off	1	87	11	89

By Order of the Board

Tan Sri Dato' Seri Tan Kok Ping

Executive Chairman

Date: 3 December 2025