DIALOG GROUP BERHAD

198901001388 (178694-V)
(Incorporated in Malaysia)

Interim Financial Statements
For The Financial Year Ended
30 June 2026

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS FOR THE YEAR ENDED 30 JUNE 2026

	NOTE	INDIVIDUAL PERIOD 3 MONTHS ENDED		CUMULATIVE PERIOD 12 MONTHS ENDED	
		30/06/2026 RM'000	30/06/2025 RM'000	30/06/2026 RM'000	30/06/2025 RM'000
Revenue		774,555	608,344	2,884,741	2,501,606
Operating expenses		(679,518)	(524,181)	(2,498,126)	(2,438,629)
Other operating income		52,893	16,671	105,095	68,552
Share of profit of joint ventures and associates, net of tax		69,162	93,098	280,717	293,167
Finance costs		(12,943)	(12,603)	(54,695)	(48,831)
Profit before tax		204,149	181,329	717,732	375,865
Tax expense		(36,520)	(29,506)	(92,914)	(66,159)
Profit for the year		167,629	151,823	624,818	309,706
Profit for the year attributable to:					
Owners of the parent		167,470	147,384	593,552	303,825
Non-controlling interests		159	4,439	31,266	5,881
		167,629	151,823	624,818	309,706
Basic earnings per ordinary share (sen)	B13	2.97	2.61	10.52	5.38
Diluted earnings per ordinary share (sen)	B13	2.97	2.61	10.52	5.38

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the year ended 30 June 2025 and the accompanying explanatory notes attached to the Interim Financial Statements.)

CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2026

	NOTE	INDIVIDUAL PERIOD 3 MONTHS ENDED		CUMULATIVE PERIOD 12 MONTHS ENDED	
		30/06/2026 RM'000	30/06/2025 RM'000	30/06/2026 RM'000	30/06/2025 RM'000
Profit for the year	B14	167,629	151,823	624,818	309,706
Other comprehensive income					
Items that may not be reclassified subsequently to profit or loss					
Fair value gain/(loss) on other investment		5,948	(1,951)	10,798	2,501
Items that may be reclassified subsequently to profit or loss					
Foreign currency translation		(32,730)	(22,754)	(119,716)	(174,975)
Fair value (loss)/gain on cash flow hedge		(232)	(2,020)	1,969	(11,350)
Share of other comprehensive income/(loss) of joint ventures and associates		3,451	(13,328)	(27,759)	(74,578)
Other comprehensive loss for the year		(23,563)	(40,053)	(134,708)	(258,402)
Total comprehensive income for the year		144,066	111,770	490,110	51,304
Total comprehensive income attributable to:					
Owners of the parent		143,953	107,993	458,687	48,790
Non-controlling interests		113	3,777	31,423	2,514
		144,066	111,770	490,110	51,304

(The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 June 2025 and the accompanying explanatory notes attached to the Interim Financial Statements.)

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2026

	NOTE	30/06/2026 RM'000	30/06/2025 RM'000
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		2,713,507	2,644,036
Development of tank terminals		745,530	727,297
Intangible assets		1,290,579	926,901
Investments in joint ventures and associates	B12	1,707,701	1,794,934
Inventories	A16	239,745	249,376
Other investments		23,684	33,809
Deferred tax assets		57,743	63,306
		6,778,489	6,439,659
CURRENT ASSETS			
Inventories	A16	128,916	73,700
Trade and other receivables	A17	751,177	418,483
Current tax assets		6,155	20,066
Other investment		55	228
Cash and cash equivalents	A18	1,837,339	1,669,918
		2,723,642	2,182,395
TOTAL ASSETS		9,502,131	8,622,054
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		1,698,645	1,698,645
Treasury shares		(3,625)	(3,625)
Reserves		4,286,768	4,046,284
		5,981,788	5,741,304
Perpetual Sukuk Wakalah	B8	498,940	498,940
Non-controlling interests		22,007	3,486
TOTAL EQUITY		6,502,735	6,243,730
NON-CURRENT LIABILITIES			
Bank borrowings	B7	818,163	361,118
Senior Sukuk Wakalah	B8	1,000,000	500,000
Lease liabilities		20,318	15,598
Deferred tax liabilities		6,599	5,236
		1,845,080	881,952
CURRENT LIABILITIES			
Trade and other payables	A19	999,259	720,832
Bank borrowings	B7	123,093	747,351
Lease liabilities		12,268	9,267
Current tax liabilities		19,696	18,922
		1,154,316	1,496,372
TOTAL LIABILITIES		2,999,396	2,378,324
TOTAL EQUITY AND LIABILITIES		9,502,131	8,622,054
Net assets per share attributable to owners of the parent (sen)		106.0	101.7

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 June 2025 and the accompanying explanatory notes attached to the Interim Financial Statements.)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2026

	Attributable to owners of the parent							
	Share capital RM'000	Treasury shares RM'000	Other reserves RM'000	Retained earnings RM'000	Total RM'000	Perpetual Sukuk Wakalah RM'000	Non - controlling interests RM'000	Total equity RM'000
Balance as at 1 July 2025	1,698,645	(3,625)	223,106	3,823,178	5,741,304	498,940	3,486	6,243,730
Total comprehensive income for the year	-	-	(134,865)	593,552	458,687	-	31,423	490,110
Appropriation: Final dividend for FY2025	-	-	-	(101,568)	(101,568)	-	-	(101,568)
Interim dividend for FY2026	-	-	-	(95,926)	(95,926)	-	-	(95,926)
Dividend paid to non-controlling interests	-	-	-	-	-	-	(13,320)	(13,320)
Profit distribution paid to holders of Perpetual Sukuk Wakalah	-	-	-	(20,750)	(20,750)	-	-	(20,750)
Strike off of a subsidiary	-	-	-	41	41	-	(41)	-
Reclassification of subsidiary to associate	-	-	-	-	-	-	459	459
Disposal of other investment recognised at fair value through other comprehensive income	-	-	(16,110)	16,110	-	-	-	-
Reclassification of foreign currency translation for subsidiaries struck off	-	-	(5,272)	5,272	-	-	-	-
Balance as at 30 June 2026	1,698,645	(3,625)	66,859	4,219,909	5,981,788	498,940	22,007	6,502,735
Balance as at 1 July 2024	1,698,431	(3,625)	481,711	3,767,667	5,944,184	498,940	64,472	6,507,596
Total comprehensive income for the year	-	-	(255,035)	303,825	48,790	-	2,514	51,304
Appropriation: Final dividend for FY2024	-	-	-	(157,995)	(157,995)	-	-	(157,995)
Interim dividend for FY2025	-	-	-	(73,355)	(73,355)	-	-	(73,355)
Share options granted under ESOS	-	-	(3,528)	-	(3,528)	-	54	(3,474)
Dividend paid to non-controlling interests	-	-	-	-	-	-	(42,456)	(42,456)
Profit distribution paid to holders of Perpetual Sukuk Wakalah	-	-	-	(20,750)	(20,750)	-	-	(20,750)
Share options exercised	214	-	(42)	-	172	-	-	172
Disposal of a subsidiary	-	-	-	-	-	-	(2,959)	(2,959)
Acquisition of shares from non-controlling interests	-	-	-	3,786	3,786	-	(19,098)	(15,312)
Increase shares by non-controlling interests	-	-	-	-	-	-	959	959
Balance as at 30 June 2025	1,698,645	(3,625)	223,106	3,823,178	5,741,304	498,940	3,486	6,243,730

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 June 2025 and the accompanying explanatory notes attached to the Interim Financial Statements.)

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026

	12 MONTHS ENDED	
	30/06/2026	**30/06/2025**
	RM'000	**RM'000**
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	717,732	375,865
Adjustments for:		
Depreciation and amortisation	348,563	329,343
Net interest expense	3,986	6,394
Share of profit of joint ventures and associates	(280,717)	(293,167)
Share options granted under ESOS	-	(3,474)
Other non-cash items	39,103	130,665
Operating profit before working capital changes	828,667	545,626
Changes in working capital :		
Net change in inventories and receivables	(445,324)	269,939
Net change in payables	267,900	2,718
Cash from operations	651,243	818,283
Dividends received	405,530	230,697
Interest received	49,537	42,006
Tax paid	(84,568)	(80,313)
Tax refunded	14,521	1,755
Net cash from operating activities	1,036,263	1,012,428
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of shares from non-controlling interests	-	(15,312)
Additions of intangible assets	(557,211)	(121,735)
Additions of other investment	(97)	(286)
Development of tank terminals	(18,233)	(10,639)
Investments in joint ventures and associates	(82,822)	(118,153)
Net cash on disposal of a subsidiary	-	(5,371)
Proceeds from disposal of property, plant and equipment	3,233	9,444
Proceeds from disposal of other investments	18,391	9,768
Purchase of property, plant and equipment	(302,098)	(222,488)
Other net changes in investing activities	(216)	(228)
Net cash used in investing activities	(939,053)	(475,000)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026 (CONTINUED)

	12 MONTHS ENDED	
	30/06/2026	30/06/2025
	RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(53,523)	(48,400)
Dividends paid	(197,494)	(231,350)
Profit distribution to Sukuk holders	(20,750)	(20,750)
Dividend paid to non-controlling interests	(13,320)	(42,456)
Additional shares subscription from non-controlling interest	-	959
Net repayment of bank borrowings	(126,997)	(75,808)
Net proceeds from issuance of Senior Sukuk Wakalah	500,000	-
Proceeds from issuances of shares	-	172
Net cash from/(used in) financing activities	87,916	(417,633)
NET INCREASE IN CASH AND CASH EQUIVALENTS	185,126	119,795
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		
As previously reported	1,668,922	1,571,977
Effects of exchange rate changes on cash and cash equivalents	(17,792)	(22,850)
	1,651,130	1,549,127
CASH AND CASH EQUIVALENTS AT END OF THE YEAR (Note A18)	1,836,256	1,668,922

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements for the year ended 30 June 2025 and the accompanying explanatory notes attached to the Interim Financial Statements.)

NOTES TO THE INTERIM FINANCIAL REPORT

A EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of preparation

The unaudited condensed consolidated interim financial statements have been prepared in accordance with the reporting requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 Main Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Malaysia”). These interim financial statements also comply with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board.

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

A2 Changes in accounting policies

The audited financial statements of the Group for the year ended 30 June 2025 were prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) framework issued by MASB. As per requirements under MFRS, the significant accounting policies adopted in preparing these interim financial statements are consistent with those of the audited financial statements for the year ended 30 June 2025 except as discussed below:

As of 1 July 2025, the Group has adopted the Amendments of MFRSs that have been issued by MASB as listed below:

Amendments to MFRSs

Title	**Effective Date**
Amendments to MFRS 121 *Lack of Exchangeability*	1 January 2025

The adoption of the above Amendments of MFRSs did not have any impact to the condensed financial statements.

A3 Auditors’ report of preceding annual audited financial statements

The auditors' report on the preceding year's audited financial statements was not subject to any qualification.

A EXPLANATORY NOTES PURSUANT TO MFRS 134 – CONTINUED

A4 Seasonal or cyclical factors

The Group's operations are not affected by seasonal or cyclical factors.

A5 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the current financial year ended 30 June 2026.

A6 Material changes in estimates

There were no changes in estimates of amounts reported in the prior financial year, which have a material effect in the current financial year.

A7 Debt and equity securities

There were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial year except for the issuance of RM500 million Senior Sukuk Wakalah in nominal value with tenure of 10 years with a periodic distribution rate 3.81% per annum.

A8 Dividends paid

i. A final dividend of 1.80 sen per ordinary share, amounting to RM101,568,327 in respect of financial year ended 30 June 2025 was paid on 19 December 2025.

ii. An interim dividend of 1.70 sen per ordinary share, amounting to RM95,925,637 in respect of financial year ended 30 June 2026 was paid on 25 June 2026.

A9 Property, plant and equipment

There was no revaluation of property, plant and equipment brought forward from the previous audited financial statements.

A10 Material events subsequent to the end of the financial year

There were no material events subsequent to the current financial year ended 30 June 2026 and up to the date of this report, which is likely to substantially affect the profits of the Group.

A EXPLANATORY NOTES PURSUANT TO MFRS 134 - CONTINUED

A11 Operating segments

The Group is principally involved in providing integrated technical services to the energy sectors in Malaysia and other areas of the world. Its operating segments are presented based on the geographical location of its customers. The performance of each segment is measured based on profit before tax as included in the internal management report reviewed by the chief operating decision maker.

The Group's operating segments for the financial year ended 30 June 2026 are as follows:

	Malaysia RM'000	Thailand RM'000	Other Asia RM'000	Australia & New Zealand RM'000	Other Countries RM'000	Total RM'000
Segment profits/(losses) before tax	641,104	45,859	19,427	(1,923)	13,265	717,732
Included in the measure of segment profits are:						
Revenue from external customers	*1,868,597*	*278,779*	*218,261*	*440,675*	*78,429*	2,884,741
Inter-segment revenue	*12,297*	-	*1,063*	-	-	13,360
Depreciation and amortisation	*326,711*	*4,503*	*3,778*	*11,968*	*1,603*	348,563
Interest expense	*51,193*	*1,113*	*588*	*629*	-	53,523
Interest income	*45,401*	*98*	*3,272*	*95*	*671*	49,537
Share of profit of joint ventures and associates	*257,350*	*23,367*	-	-	-	280,717
Segment assets	8,066,581	302,393	529,068	445,610	100,736	9,444,388
Deferred tax assets						57,743
Total assets						9,502,131
Included in the measure of segment assets are:						
Investments in joint ventures and associates	*1,535,618*	*172,083*	-	-	-	1,707,701
Changes to non-current assets:						
- Property, plant and equipment	*289,488*	*113*	*667*	*11,818*	*12*	302,098
- Intangible assets	*557,210*	-	*1*	-	-	557,211
- Development of tank terminals	*18,233*	-	-	-	-	18,233
- Joint ventures and associates	*82,822*	-	-	-	-	82,822
- Inventories	-	-	-	*39,669*	-	39,669
Segment liabilities	2,675,547	25,037	155,568	74,811	61,834	2,992,797
Deferred tax liabilities						6,599
Total liabilities						2,999,396

A EXPLANATORY NOTES PURSUANT TO MFRS 134 – CONTINUED

A12 Changes in the composition of the Group

In July 2025, Dialog Marine (Labuan) Ltd, an inactive indirect wholly owned subsidiary completed its voluntary winding up and ceased to be an indirect wholly-owned subsidiary of the Group.

In December 2025, Kamphaeng Saen Energy Ltd., an inactive indirect wholly owned subsidiary was dissolved and ceased to be an indirect wholly-owned subsidiary of the Group.

In April 2026, Dialog Chemicals Sdn. Bhd., a direct wholly owned subsidiary completed the disposal of its 51% equity stake in Dialog Diyou PCR Sdn. Bhd. ("DDPCR") and subsequently, DDPCR ceased to be a joint venture of the Group.

There were no other changes in the composition of the Group during the current financial year.

A13 Commitments

		30/06/2026 RM'000
(a)	Capital expenditure in respect of property, plant and equipment:	
	- approved but not contracted for	57,720
	- contracted but not provided for	8,660
		66,380
(b)	Commitments of the Group in respect of upstream business	523,000

A14 Changes in contingent liabilities and contingent assets

(a) The Company provides corporate guarantees up to a total amount of RM918.0 million (2025: RM1,166.2 million) to licensed banks for banking facilities granted to certain subsidiaries. The amount of the banking facilities utilised by the said subsidiaries totalled RM707.7 million as at 30.06.2026 (2025: RM861.6 million).

(b) The Company also provides corporate guarantees up to a total amount of RM10.0 million (2025: RM43.0 million) to licensed banks for banking facilities granted to a joint venture and an associate. The amount of the banking facilities utilised by the said joint venture and associate totalled RM3.9 million as at 30.06.2026 (2025: RM25.9 million).

A EXPLANATORY NOTES PURSUANT TO MFRS 134 – CONTINUED

A15 Significant related party transactions

Significant related party transactions which were entered into on agreed terms and prices for the financial year ended 30 June 2026 are set out below. The relationship of the related parties are disclosed in the audited financial statements for the financial year ended 30 June 2025.

	12 MONTHS ENDED 30/06/2026 RM'000
Transaction with joint ventures and associates:	
Dividend income	405,530
Subcontract works received	190,397
Transaction with a related party:	
Provision of IT system and related services	42,735

A16 Inventories

	30/06/2026 RM'000
Non-current assets:	
Land held for development	239,745
Current assets:	
Construction materials	2,571
Trading inventories	126,345
	128,916
	368,661

A17 Trade and other receivables

	30/06/2026 RM'000
Trade receivables	440,290
Amounts due from customers for contract works	162,084
Amounts due from joint ventures and associates	111,498
Other receivables, deposits and prepayments	36,711
Hedge derivative assets	594
	751,177

A EXPLANATORY NOTES PURSUANT TO MFRS 134 – CONTINUED

A18 Cash and cash equivalents

	30/06/2026 RM'000
Bank balances, short term funds and deposits with licensed banks	1,837,339
Less: Bank balances and deposits pledged to licensed banks	(1,083)
	1,836,256

A19 Trade and other payables

	30/06/2026 RM'000
Trade payables	778,649
Amounts due to customers for contract works	42,232
Accruals and other payables	177,672
Amounts due to a joint venture and associates	302
Hedge derivative liabilities	404
	999,259

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA

B1 Performance analysis

The Group continued to deliver a healthy performance in the fourth quarter ended 30 June 2026. Revenue for the current quarter increased by 27.3% to RM774.6 million, while net profit after tax grew by 10.4% to RM167.6 million compared with the corresponding quarter of the previous financial year.

For the full financial year, the Group achieved revenue of RM2.88 billion, representing a 15.3% increase from RM2.50 billion recorded in the preceding year. Net profit after tax more than doubled to RM624.8 million from RM309.7 million.

The strong performance for both the current quarter and the full financial year was driven by positive contributions across the Group's businesses, especially its operations in Malaysia.

The Group’s Malaysia operations remained active across the downstream, midstream and upstream businesses, resulting in stronger overall profit contribution for the current quarter and financial year. The downstream business performance improved, driven by higher contributions from various engineering, procurement, construction and commissioning projects, supported by ongoing new projects. The midstream business continued to deliver stable revenue and earnings, underpinned by healthy tank storage occupancy. The upstream operations benefitted from the higher realised oil prices, although total contributions for the current quarter and financial year were lower due to reduced production.

On the international front, the Group recorded higher profit contributions for both the current quarter and the full financial year, driven by increased sales of specialist products and services across several countries.

Profit contributions from joint ventures and associates were lower for the current quarter compared to the corresponding quarter last year, primarily due to unrealised foreign exchange movements. However, for the full financial year, the Group's joint ventures and associates continued to provide stable and recurring income streams.

Overall, the Group's results reflect the resilience of its integrated business model and its ability to manage the impact of the fluctuations in global oil prices and foreign currency movements, supported by the strength and diversity of its operations.

B2 Variation of results against preceding quarter

The Group registered profit before tax of RM204.1 million for the current financial quarter, representing a 14.8% increase compared to RM177.8 million reported in the preceding quarter. The higher profit before tax was in line with the 11.2% increase in revenue.

B3 Prospects

As a leading integrated technical service provider with diversified operations across the upstream, midstream, and downstream businesses, DIALOG remains focused on executing its key long-term strategies. Supported by our dedicated management team, we are confident that our business model is well structured to navigate against headwinds arising from economic uncertainty, oil price volatility and currency movements, and the ongoing geopolitical conflict in the Middle East.

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA – CONTINUED

B3 Prospects – continued

In the upstream business, the Group continues to expand its footprint through field development and rejuvenation. The development of the Salbiah gas field as part of the Baram Junior Cluster Small Field Asset Production Sharing Contract ("SFA PSC") is progressing on schedule, with expected first hydrocarbon in Q2 FY2027, while pre-development studies for the RAJA and Mutiara Cluster SFA PSCs are underway. In addition, the recently awarded Cendramas PSC, an existing producing field, is slated to commence in September 2026 for a 20-year term further strengthening the Group's upstream business portfolio. These activities create synergistic opportunities for our Integrated Technical Services team across the entire field-development life cycle.

For the midstream business, DIALOG is one of the largest independent terminal owner-cum-operator in Southeast Asia, with a current operating capacity of 5.1 million m^3. Our expansion plans include:

- DIALOG Terminals Langsat (3): Expansion into low-carbon fuel storage, with a second phase of 150,000 m^3 storage capacity targeted for completion by September 2026. Of this, 100,000 m^3 is dedicated to EcoCeres.

- Pengerang Deepwater Terminals (PDT):

  (i) Pengerang Terminals (Two) Sdn Bhd : The 272,000 m^3 storage capacity expansion for the Pengerang Biorefinery Sdn Bhd with a total investment of approximately USD330 million aligns with the low-carbon economy transition under our Climate Change Strategy, with completion expected in first half of 2028.

  (ii) PDT Phase 3: Following the fulfilment of conditions precedent for the conditional long-term service agreement with BP Singapore Pte Ltd, we are adding 614,000 m^3 of storage capacity, with completion expected in mid-2028.

  (iii) Investment into an LNG-driven Air Separation Unit, a strategic partnership with PETRONAS Gas Berhad, targeted for completion in late 2026;

  (iv) Ongoing development of the remaining more than 500 acres of land within PDT into one of the largest petroleum and petrochemical hubs for the Asia Pacific region.

Consequently, our downstream activities are expected to increase, primarily in support of internal midstream expansion projects and upstream field developments, leveraging on our established strengths and track record in integrated technical services. In line with this, our engineering, procurement, construction, and commissioning division is actively executing the relevant works for these terminals.

DIALOG remains focused on diversifying across the energy sector to withstand economic and oil price cycles, consistent with the Group's strategy of generating long term recurring income. We will continue strengthening our capabilities by investing in and upskilling our workforce, and digital transformation to enhance efficiency and competitiveness, positioning the Group for sustained growth and resilience.

Barring any unforeseen circumstances, the Group is optimistic of its positive performance in the financial year ending 30 June 2027.

INTERIM FINANCIAL REPORT

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA – CONTINUED

B4 Profit forecast and profit guarantee

The Group did not announce any profit forecast nor profit guarantee for the current financial year.

B5 Taxation

	INDIVIDUAL PERIOD 3 MONTHS ENDED 30/06/2026 RM'000	CUMULATIVE PERIOD 12 MONTHS ENDED 30/06/2026 RM'000
Current tax	34,527	88,211
Deferred tax	1,149	6,305
Under/(Over) provision in prior years	844	(1,602)
Total tax expense	36,520	92,914
Effective tax rate on profit before tax excluding share of profit of joint ventures and associates	27.1%	21.3%

The Group's effective tax rate for the financial year ended 30 June 2026 was lower than the statutory tax rate of 24% primarily due to utilisation of tax losses and non-taxable income.

INTERIM FINANCIAL REPORT

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA – CONTINUED

B6 Status of corporate proposals

Memorandum of Understanding ("MOU") with Petroliam Nasional Berhad (“PETRONAS”)

On 13 June 2025, Dialog Resources Sdn. Bhd. (“DRSB”), a wholly owned subsidiary of the Company was awarded the Mutiara Cluster Small Field Asset Production Sharing Contract (“Mutiara Cluster”) under the Malaysia Bid Round 2025 through Malaysia Petroleum Management, PETRONAS. Following the award, DRSB had on 3 July 2025 entered into a MOU with PETRONAS to form a strategic collaboration aimed at accelerating and enabling the Mutiara Cluster development, with targeted First Gas Date earlier than the first quarter of 2029 to support the growing market demand in Sabah, particularly for power generation. The MOU was effective for one year from the date of signing and has since expired, with the parties continuing their collaboration beyond the MOU’s term.

There are no other corporate proposals announced but not completed as at date of this report.

B7 Borrowings and debt securities

As at 30 June 2026, the Group's bank borrowings were denominated in the following currencies:

	Foreign Currency '000	RM'000
Short term borrowings:		
Secured:		
Ringgit Malaysia	-	20,000
Singapore Dollar	8,839	27,843
Unsecured:		
Ringgit Malaysia	-	5,950
Singapore Dollar	22,000	69,300
		123,093
Long term borrowings:		
Secured:		
Ringgit Malaysia	-	206,000
Singapore Dollar	185,149	583,219
Unsecured:		
Ringgit Malaysia	-	28,944
		818,163
		941,256

Included in the bank borrowings of the Group is RM457.6 million (30.06.2025: RM820.4 million) obtained under Islamic financing facilities.

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA – CONTINUED

B8 Sukuk Programme

In September 2020, the Company had obtained approval for an Islamic notes issuance programme of up to an aggregate amount of RM3.0 billion in nominal value based on the Shariah principle of *Wakalah Bi Al-Istithmar* ("Sukuk Programme") with the Securities Commission Malaysia. The Sukuk Programme, which has a perpetual programme tenure, provides the Company the flexibility to issue, from time to time, senior Islamic medium term notes ("Senior Sukuk Wakalah") and/or subordinated perpetual Islamic notes ("Perpetual Sukuk Wakalah") subject to the aggregate outstanding nominal amount not exceeding RM3.0 billion at any point in time.

In November 2020, the Company completed the first issuance of RM500 million Perpetual Sukuk Wakalah in nominal value with tenure of perpetual non-callable 7 years with a periodic distribution rate 4.15% per annum. The net nominal value after transaction costs is RM498.9 million.

In January 2022, the Company issued RM500 million Senior Sukuk Wakalah in nominal value with tenure of 10 years with a periodic distribution rate 4.53% per annum.

In August 2025, the Company issued an additional RM500 million Senior Sukuk Wakalah in nominal value with tenure of 10 years with a periodic distribution rate 3.81% per annum.

B9 Material litigation

The Group is not engaged in any material litigation and is not aware of any legal proceeding that might materially affect the financial position or business of the Group.

B10 Dividends

a) The Board of Directors, pursuant to the Company's Constitution, recommends a final cash dividend of 3.00 sen (previous corresponding year: 1.80 sen) per ordinary share in respect of the current financial year for approval of the shareholders at the forthcoming Annual General Meeting.

b) The total cash dividend for current financial year of 4.70 sen per ordinary share is amounting to approximately RM265,925,637, comprises the following:

   i) Interim cash dividend of 1.70 sen per ordinary share amounting to RM95,925,637; and

   ii) Proposed final cash dividend of 3.00 sen per ordinary share amounting to approximately RM170,000,000.

   The total dividend for the current financial year is higher than the Company's dividend payout policy of at least 40% of profit attributable to shareholders.

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA – CONTINUED

B11 Derivative financial instruments

As at 30 June 2026, the Group has the following outstanding derivatives:

	Contract/Notional Value		
Forward foreign exchange contracts	**Foreign Currency '000**	**RM'000**	**Net fair value (losses)/gain RM'000**
With maturity less than 1 year:			
Australian Dollar	2,047	5,620	(132)
Euro	2,383	11,032	50
Singapore Dollar	174	554	(5)
Japanese Yen	22,578	567	(1)
United States Dollar	9,103	36,777	278

There has been no significant changes to the financial derivatives in respect of the following since the last financial year ended 30 June 2025:

a) the credit risk, market risk, and liquidity risk associated with these financial derivatives;

b) the cash requirement of the financial derivatives; and

c) the policy in place for mitigating or controlling the risk associated with these financial derivatives.

The basis of fair value measurement is the difference between the contracted rates and the market forward rates. This resulted in the Group recording a gain when the rates moved in its favour and recording a loss when the rates moved unfavourably against the Group.

B12 Investments in joint ventures and associates

The Company provides corporate guarantees to a joint venture and an associate as disclosed in A14.

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA – CONTINUED

B13 Earnings per share

The basic and diluted earnings per ordinary share for the current financial year is calculated by dividing the profit for the financial year attributable to owners of the Company by the weighted average number of ordinary shares after deducting treasury shares.

	INDIVIDUAL PERIOD 3 MONTHS ENDED		CUMULATIVE PERIOD 12 MONTHS ENDED	
	30/06/2026	**30/06/2025**	**30/06/2026**	**30/06/2025**
Profit for the financial year attributable to owners of the Company (RM'000)	167,470	147,384	593,552	303,825
Weighted average number of ordinary shares in issue ('000)	5,642,685	5,642,685	5,642,685	5,642,675

Diluted earnings per ordinary share for the current financial year is calculated by dividing the profit for the financial year attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial year adjusted for the effects of dilutive potential ordinary shares. The adjusted weighted average number of ordinary shares in issue and issuable has been arrived at based on the assumption that ESOS are exercised at the beginning of the financial year. The ordinary shares to be issued under ESOS are based on the assumed proceeds on the difference between average share price for the financial year and exercise price.

	INDIVIDUAL PERIOD 3 MONTHS ENDED		CUMULATIVE PERIOD 12 MONTHS ENDED	
	30/06/2026	**30/06/2025**	**30/06/2026**	**30/06/2025**
Profit for the financial year attributable to owners of the Company (RM'000)	167,470	147,384	593,552	303,825
Weighted average number of ordinary shares in issue ('000)	5,642,685	5,642,685	5,642,685	5,642,675
Effect of dilution due to:				
- ESOS ('000)	-	-	-	-
Adjusted weighted average number of ordinary shares applicable to diluted earnings per share ('000)	5,642,685	5,642,685	5,642,685	5,642,675

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA – CONTINUED

B14 Profit for the year

	INDIVIDUAL PERIOD	CUMULATIVE PERIOD
	3 MONTHS ENDED 30/06/2026 RM'000	12 MONTHS ENDED 30/06/2026 RM'000
This is arrived at after crediting / (charging):		
Depreciation and amortisation	(83,982)	(348,563)
Dividend income	34,968	37,644
Fair value loss of other investment	(74)	(166)
Foreign exchange gain	2,539	6,653
Gain on disposal of property, plant and equipment	37	683
Inventories written down to net realisable value	(30,863)	(30,863)
Interest expense	(12,149)	(53,523)
Interest income	12,711	49,537
Property, plant and equipment written off	(32)	(356)
Rental income	2,377	9,438
Other miscellaneous income	367	1,662

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

Date: 20 August 2026