



PENTECH HOLDINGS BERHAD
(Registration No.: 202401049432 (1595276-A))
(Incorporated in Malaysia under the Companies Act 2016)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED
31 MARCH 2026**

Public Investment Bank Berhad ("**PIVB**"), being the Sponsor, is responsible for the admission of Pentech Holdings Berhad to the ACE Market of Bursa Malaysia Securities Berhad on 15 June 2026. PIVB assumes no responsibility for the contents of this unaudited interim financial report for the first quarter ended 31 March 2026.

PENTECH HOLDINGS BERHAD
(Registration No.: 202401049432 (1595276-A))
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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME⁽¹⁾

	Note	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
		Unaudited Current Year Quarter 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Quarter 31.03.2025 ⁽²⁾ RM'000	Unaudited Current Year-To- Date 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Year-To-Date 31.03.2025 ⁽²⁾ RM'000
Revenue		66,455	N/A	66,455	N/A
Cost of sales		(56,938)	N/A	(56,939)	N/A
Gross profit		9,517	N/A	9,517	N/A
Other income		39	N/A	39	N/A
Selling and distribution expenses		(3,469)	N/A	(3,469)	N/A
Administrative expenses		(3,933)	N/A	(3,933)	N/A
Other expenses		(18)	N/A	(18)	N/A
Operating profit		2,136	N/A	2,136	N/A
Finance income		162		162	
Finance costs		(10)		(10)	
Profit before taxation (“PBT”)⁽³⁾	B12	2,288	N/A	2,288	N/A
Income tax expenses	B5	(590)	N/A	(590)	N/A
Net profit / Total comprehensive income for the financial period		1,698	N/A	1,698	N/A
Profit after tax (“PAT”) attributable to:					
Owners of the Company		1,698	N/A	1,698	N/A
Non-controlling interest		-	N/A	-	N/A
		1,698	N/A	1,698	N/A
Total comprehensive income attributable to:					
Owners of the Company		1,698	N/A	1,698	N/A
Non-controlling interest		-	N/A	-	N/A
		1,698	N/A	1,698	N/A
Basic earnings per share (“EPS”) attributable to owners of the Company (sen)⁽⁴⁾					
Basic EPS ⁽⁵⁾	B11	0.27	N/A	0.27	N/A
Diluted EPS ⁽⁵⁾	B11	0.27	N/A	0.27	N/A

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 20 May 2026 (“**Prospectus**”) issued in relation to the initial public offering (“**IPO**”) and the accompanying explanatory notes attached to this interim financial report.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)⁽¹⁾

- (2) This is the first interim financial report for the first quarter ended 31 March 2026 being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”). As such, there are no comparative figures for the preceding year’s corresponding quarter and year-to-date as no interim financial report was prepared for the financial period concerned.
- (3) Administrative expenses included non-recurring listing expenses of RM1.07 million. For illustration purposes only, the Group’s normalised financial performance after adjusting for the non-recurring listing expenses is as follows:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Unaudited Current Year Quarter 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Quarter 31.03.2025 ⁽²⁾ RM'000	Unaudited Current Year-To- Date 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Year-To-Date 31.03.2025 ⁽²⁾ RM'000
PBT	2,288	N/A	2,288	N/A
Add: Listing expenses	1,070	N/A	1,070	N/A
Adjusted PBT	3,358	N/A	3,358	N/A

- (4) The basic and diluted earnings per share of the Company are the same as the Company does not have any outstanding convertible securities as at the end of the current financial quarter and financial year-to-date.
- (5) Basic and diluted earnings per share is computed based on the PAT attributable to owners of the Company divided by 620,000,000 ordinary shares in the Company upon listing of the Company on the ACE Market of Bursa Securities (“**Listing**”) as disclosed in Note B11.
- N/A Not applicable.

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION⁽¹⁾

	Unaudited As at 31.03.2026 RM'000	Audited As at 31.12.2025 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	2,446	2,575
Right-of-use assets	797	960
Other investment	3,084	3,069
Deferred tax assets	1,039	1,072
Trade and other receivables	208	270
Total non-current assets	7,574	7,946
Current assets		
Inventories	3,741	1,663
Trade and other receivables	52,785	49,167
Contract assets	1,099	263
Fixed deposits with licensed bank	47	47
Cash and bank balances	25,021	23,633
Total current assets	82,693	74,773
TOTAL ASSETS	90,267	82,719
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	22,405	5
Invested capital	-	5,000
Reorganisation reserve	(17,400)	-
Retained earnings	28,217	26,519
TOTAL EQUITY	33,222	31,524
LIABILITIES		
Non-current liabilities		
Lease liabilities	347	576
Total non-current liabilities	347	576
Current liabilities		
Lease liabilities	907	899
Trade and other payables	50,756	43,819
Contract liabilities	4,354	5,103
Current tax liabilities	681	798
Total current liabilities	56,698	50,619
TOTAL LIABILITIES	57,045	51,195
TOTAL EQUITY AND LIABILITIES	90,267	82,719
Number of ordinary shares in issue ('000) ⁽²⁾	620,000	620,000
Net assets per share attributable to owners of the Company (RM) ⁽²⁾	0.05	0.05

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus issued in relation to the IPO and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is computed based on total equity divided by the Company's enlarged number of issued Shares of 620,000,000 Shares upon Listing.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY⁽¹⁾⁽²⁾

	Share capital RM'000	Invested capital RM'000	Reorganisation reserve RM'000	Retained profits RM'000	Total equity RM'000
As at 1 January 2026 (Audited)	5	5,000	-	26,519	31,524
Effect of restructuring exercise	22,400	(5,000)	(17,400)	-	-
Net profit / Total comprehensive income for the financial year	-	-	-	1,698	1,698
As at 31 March 2026 (Unaudited)	22,405	-	(17,400)	28,217	33,222

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus issued in relation to the IPO and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report being announced by the Company in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year's corresponding year-to-date as no interim financial report was prepared for the financial year concerned.

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS⁽¹⁾

	Unaudited Current Year-to-Date 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Year-to-Date 31.03.2025 ⁽²⁾ RM'000
<u>Cash flows from operating activities</u>		
Profit before tax	2,288	N/A
Adjustments for:		
Depreciation of property, plant and equipment	197	N/A
Depreciation of right-of-use assets	163	N/A
Fair value loss on other investments	18	N/A
Finance costs	10	N/A
Interest income	(162)	N/A
Net unrealised loss on foreign exchange	(39)	N/A
Operating profit before changes in working capital	2,475	N/A
Changes in working capital:		
Inventories	(2,078)	N/A
Receivables	(3,574)	N/A
Contract assets	(835)	N/A
Payables	8,435	N/A
Contract liabilities	(749)	N/A
Net cash generated from operations	3,674	N/A
Income tax paid	(675)	N/A
Interest paid	(10)	N/A
Interest received	162	N/A
Net cash from operating activities	3,151	N/A
<u>Cash flows for investing activities</u>		
Acquisition of equity instruments	(33)	N/A
Purchase of property, plant and equipment	(68)	N/A
Net cash used in investing activities	(101)	N/A
<u>Cash flows from financing activities</u>		
Dividends paid on shares	(1,500)	N/A
Net changes in lease liabilities	(162)	N/A
Net cash from financing activities	(1,662)	N/A
Net increase in cash and cash equivalents	1,388	N/A
Cash and cash equivalents at the beginning of the financial year	23,633	N/A
Cash and cash equivalents at the end of the financial year	25,021	N/A
Cash and cash equivalents at the end of the financial year comprise:		
Short-term deposits with maturities less than three months	2,167	N/A
Cash and bank balances	22,854	N/A
	25,021	N/A

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)⁽¹⁾

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus issued in relation to the IPO and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report being announced by the Company in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year's corresponding year-to-date as no interim financial report was prepared for the financial period concerned.

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A1. Basis of preparation

This interim financial report of Pentech Holdings Berhad (“**Pentech**” or the “**Company**”) and its subsidiary (“**Group**”) are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Boards (“**MASB**”) and Rule 9.22 and Appendix 9B of the Listing Requirements.

This is the first interim financial report for the first quarter ended 31 March 2026 announced by the Group in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year’s corresponding quarter and year-to-date.

This interim financial report should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus issued in relation to the IPO and the accompanying explanatory notes attached to this interim financial report.

A2. Significant accounting policies

The significant accounting policies and presentations adopted by the Group in this interim financial report are consistent with those adopted in the Accountants’ Report as disclosed in the Prospectus, except for the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group:

Effective for the financial period beginning on or after 1 January 2026:

- Amendments to the Classification and Measurement of Financial Instruments (Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures)
- Amendments that are part of Annual Improvements – Volume 11:
 - Amendments to MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards
 - Amendments to MFRS 7 Financial Instruments: Disclosures
 - Amendments to MFRS 9 Financial Instruments
 - Amendments to MFRS 10 Consolidated Financial Statements
 - Amendments to MFRS 107 Statement of Cash Flows
- Contracts Referencing Nature-dependent Electricity (Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosure)

Effective for the financial period beginning on or after 1 January 2027:

- MFRS 18 Presentation and Disclosure in Financial Statements
 - Amendments to MFRS 121 *The Effects of Changes in Foreign Exchange Rates*

Deferred to a date to be determined by the MASB:

- Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group plans to adopt the abovementioned MFRSs and amendments to MFRSs, where applicable to the Group, from the beginning of the financial year where they become effective.

The adoption of the above accounting standards and/or interpretations (including any consequential amendments) is not expected to have any material impact on the Group’s financial statements.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

**PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD
("MFRS") 134: INTERIM FINANCIAL REPORTING (CONT'D)**

A3. Auditors' report of preceding annual financial statements

The Company was incorporated as a private company limited by shares on 21 November 2024 and was converted to a public company limited by shares on 26 June 2025 under Companies Act 2016 and is domiciled in Malaysia. The acquisition of its subsidiary, namely Pentech Solution Sdn Bhd ("**PSSB**") was completed on 3 March 2026.

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

A4. Seasonal or cyclical factors

The Group's operations were not significantly affected by any unusual 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 quarter and financial year-to-date.

A6. Material changes in estimates

There were no material changes in estimates for the current financial quarter and financial year-to-date.

A7. Debt and equity securities

On 3 March 2026, the Company completed the acquisition of the entire equity interest of Pentech Solution Sdn Bhd for a purchase consideration of RM22,400,000 which was fully satisfied via the issuance of 448,000,000 new ordinary shares in the Company at an issue price of RM0.05 each.

Save as disclosed above, there were no issuances, cancellations, repurchases, resale or repayments of debt and equity securities during the current financial quarter and financial year-to-date.

A8. Dividend paid

No dividend has been declared or paid by the Company during the current financial quarter and financial year-to-date. The Company's subsidiary, namely PSSB paid an interim dividend of RM1,500,000 on 12 February 2026, which was declared on 31 December 2025.

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING (CONT’D)

A9. Segment information

The Group prepared the following segment information in accordance with MFRS 8 *Operating Segments* based on the internal reports of the Group’s strategic business units which are regularly reviewed by Directors for the purpose of making decisions about resource allocation and performance assessment.

The four reportable operating segments are as follows:

<u>Operating segments</u>	<u>Products and services</u>
(a) Integration of enterprise ICT infrastructure	This segment encompasses data centre solutions, network infrastructure, and security systems. Its offerings include the integration of hardware, software, ICT infrastructure management tools, supporting equipment, and business continuity planning services such as risk management, backup, and recovery systems. The segment also provides LAN and WAN integration, network and system management tools, as well as integrated network security and cybersecurity solutions, including endpoint protection, data loss prevention, cloud security, and privileged access management.
(b) Supply of hardware and software	This segment involves the standalone supply of hardware and software products, independent of the provision of services. It includes the supply of servers, data storage devices, network and security equipment, desktops, laptops, peripherals and licensed third-party software.
(c) Provision of cloud and managed services	This segment primarily comprising Platform-as-a-Service (PaaS) and Software-as-a-Service (SaaS). PaaS refers to cloud computing services where a third-party provider supplies and manages the underlying platform infrastructure, including hardware, operating systems, databases, servers, middleware, and development frameworks. SaaS refers to cloud-based applications hosted and managed by hyperscale data centre providers, where end users access applications via the internet on a subscription or on-demand basis without owning or managing the underlying infrastructure.
(d) Other services	Provision of technical services which involve providing technical support services to end-users 24 hours per day 7 days per week as well as digital transformation services which involves setting up an intranet that serves as a central hub for our customers.

Revenue by operating segments

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Unaudited Current Year Quarter 31.03.2026 RM’000	Unaudited Preceding Year Corresponding Quarter 31.03.2025 ⁽²⁾ RM’000	Unaudited Current Year-To- Date 31.03.2026 RM’000	Unaudited Preceding Year Corresponding Year-To-Date 31.03.2025 ⁽²⁾ RM’000
Integration of enterprise ICT infrastructure	38,244	N/A	38,244	N/A
Supply of hardware and software	12,789	N/A	12,789	N/A
Provision of cloud and managed services	13,225	N/A	13,225	N/A
Other services	2,197	N/A	2,197	N/A
	<u>66,455</u>	<u>N/A</u>	<u>66,455</u>	<u>N/A</u>

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING (CONT’D)

A9. Segment information (cont’d)

The Group's segmental information by geographical location is not shown as the activities of the Group are predominantly in Malaysia.

Notes:

- (1) This is the first interim financial report being announced by the Company in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year's corresponding quarter and year-to-date as no interim financial report was prepared for the financial year concerned.

N/A Not applicable.

A10. Valuation of property, plant and equipment

There were no valuation of the property, plant and equipment in the current financial year and financial year-to-date.

A11. Material subsequent events

Save as disclosed below, there are no other material events subsequent to the end of the current financial quarter and financial year-to-date which has not been reflected in this interim financial report.

IPO

In conjunction with the Listing, the Company had on 20 May 2026 issued the Prospectus for its IPO which entailed the public issue of 171,995,000 new ordinary shares in the Company (“**Share(s)**”) in the following manner:

- 31,000,000 new Shares available for application by the Malaysian public;
- 31,000,000 new Shares available for application by its eligible Directors, employees and other persons who have contributed to the success of the Group;
- 32,495,000 new Shares by way of private placement to selected investors; and
- 77,500,000 new Shares by way of private placement to selected Bumiputera investors approved by the Ministry of Investment, Trade and Industry,

at an IPO price of RM0.20 per Share, payable in full upon application.

Upon completion of the IPO, the Company is expected to be admitted to the Official List of Bursa Securities and the Company's entire enlarged issued share capital of 620,000,000 Shares shall be listed and quoted on the ACE Market of Bursa Securities on 15 June 2026.

Long-Term Incentive Plan (“LTIP”)

In conjunction with the Listing, the Company established a LTIP of up to 10.00% of the total number of issued Shares in the Company at any point of time during the duration of the LTIP, comprising employees' share option scheme (“**ESOS**”) and employees' share grant scheme (“**ESGS**”), to be granted to the employees (including executive directors, if any) of the Group who fulfils the eligibility criteria as set out within the By-Laws (“**Eligible Employees**”). The implementation of LTIP shall take effect prior to the IPO. A total of 12,400,000 ESOS options will be offered to the Eligible Persons.

A12. Changes in the composition of the Group

Save as disclosed in Note A7, there were no changes in the composition of the Group during the current financial quarter and financial year-to-date.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

**PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD
("MFRS") 134: INTERIM FINANCIAL REPORTING (CONT'D)**

A13. Contingent assets and contingent liabilities

There are no contingent assets as at the date of this report.

A14. Capital commitments

Save as disclosed below, there were no other material capital commitments in respect of property, plant and equipment as at the end of the current financial quarter:

	As at 31.03.2026 RM'000
Approved but not contracted for:	
Establish a new security operations centre	5,400
Upgrade of operations command centre	4,700
Additional ICT services	1,640
	<u>11,740</u>

A15. Significant related party transactions

There were no related party transactions during the current financial quarter and financial year-to-date.

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Review of performance

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Unaudited Current Year Quarter 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Quarter 31.03.2025 ⁽²⁾ RM'000	Unaudited Current Year-To- Date 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Year-To-Date 31.03.2025 ⁽²⁾ RM'000
Revenue	66,455	N/A	66,455	N/A
PBT	2,288	N/A	2,288	N/A
PAT	1,698	N/A	1,698	N/A

Notes:

(1) This is the first interim financial report being announced by the Company in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year's corresponding quarter and year-to-date as no interim financial report was prepared for the financial year concerned.

N/A Not applicable.

For the current financial quarter, the Group recorded revenue of approximately RM66.46 million. The Integration of Enterprise ICT Infrastructure and Supply of Hardware and Software segments remained the two key contributors to the Group's total revenue, contributing RM38.24 million (57.55%) and RM12.79 million (19.24%) respectively. The Group's revenue for the current financial quarter under review was primarily derived from Malaysia.

The Group recorded PBT and PAT of RM2.29 million and RM1.70 million respectively for the current financial quarter ended 31 March 2026. These results include one-off listing expenses of RM1.07 million recognised during the quarter. Excluding the one-off listing expenses, the Group's adjusted PBT would be approximately RM3.36.

B2. Comparison with immediate preceding quarter's results

There are no comparative figures for the immediate preceding quarter as this is the first interim financial report on the condensed consolidated financial results announced by the Group.

B3. Prospects

The independent market research report issued by Vital Factor Consulting Sdn. Bhd. on 27 April 2026 and disclosed in the Group's Prospectus dated 20 May 2026 estimates the total market value of Malaysia's ICT Industry which involves computer programming, consultancy, information and related activities as well as ICT wholesale trade is approximately RM37.2 billion, highlighting the substantial opportunities available within the sector. Based on the Group's revenue for the financial year ended 31 December 2025, the Group currently captures less than 1% of the estimated market size. This indicates significant growth opportunities for the Group to further expand its market presence and increase its market share.

The outlook for Malaysia's ICT industry remains positive, supported by various government-driven digitalisation initiatives, including MyDIGITAL, Malaysia Digital Status, National Industrial Revolution 4.0 Policy, and the 13th Malaysia Plan. These initiatives, together with Malaysia's aspiration to become a regional digital hub, are expected to drive continued demand for ICT infrastructure, cloud computing, data centres, network systems, cybersecurity solutions, artificial intelligence ("AI"), and other data-driven technologies. The industry is further supported by ongoing investments from multinational corporations and a favourable domestic economic environment, providing growth opportunities for ICT service providers such as the Company.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B3. Prospects (cont'd)

Against this backdrop, the Group, as an ICT enterprise solutions provider, is well positioned to capture opportunities arising from the growing digital economy. The Group serves customers across multiple industries, including manufacturing, financial services, healthcare, education, hospitality, transportation, logistics, and construction, through a direct business model.

The Group continues to focus on strengthening its capabilities and expanding its service offerings to support long-term growth. This includes the planned establishment of a new Security Operations Centre (“SOC”) and the upgrading of its Operations Control Centre (“OCC”) infrastructure. The SOC will enable real-time monitoring, detection, and response to cybersecurity incidents across customer networks, while the OCC upgrade will enhance system coverage, monitoring efficiency, and response capabilities through improved hardware and software. In addition, the Group is leveraging on its expertise in ICT integration and cloud services to expand into AI-powered cloud solutions integrated with cybersecurity capabilities, enabling more secure and resilient digital operations. The Group also intends to further strengthen its cybersecurity business to help organisations safeguard their IT systems, infrastructure, and data against evolving cyber threats.

Notably, the Group’s Cloud and Managed Services as well as Other Services segments collectively contributed 23.21% of total revenue in the current quarter under review. These recurring and value-added service offerings provide a stable revenue base, and the Group believes they are well positioned for further growth in line with increasing demand for cloud adoption, managed services, and cybersecurity solutions.

Given the favourable industry outlook, expanding digitalisation trends, and the Group’s established track record in the ICT industry, the Board remains optimistic about the Group’s prospects.

B4. Variance from actual profit from profit forecast and profit guarantee

The Group did not issue any profit forecast or profit guarantee in the current financial quarter under review.

B5. Income tax expense

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Unaudited Current Year Quarter 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Quarter 31.03.2025⁽¹⁾ RM'000	Unaudited Current Year-To- Date 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Year-To-Date 31.03.2025⁽¹⁾ RM'000
Current tax expense	558	N/A	558	N/A
Deferred tax expense	32	N/A	32	N/A
Total income tax expenses	<u>590</u>	<u>N/A</u>	<u>590</u>	<u>N/A</u>
Effective tax rate (%) ⁽²⁾	25.79	N/A	25.79	N/A
Statutory tax rate (%) ⁽²⁾	24.00	N/A	24.00	N/A

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B5. Income tax expense (cont'd)

Notes:

(1) This is the first interim financial report being announced by the Company in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year's corresponding quarter and year-to-date as no interim financial report was prepared for the financial period concerned.

(2) The Group's effective tax rate for the current financial quarter and financial year-to-date is higher than the statutory tax rate of 24% mainly due to higher non-deductible expenses. This was mainly due to the non-deductible expenses.

N/A Not applicable.

B6. Status of corporate proposals

Save for the IPO and LTIP as disclosed in Note A11, there are no other corporate proposals announced but not implemented as at the date of this report.

B7. Utilisation of proceeds raised from the IPO

The gross proceeds to be raised from the IPO amounting to RM34.40 million is intended to be utilised in the following manner:

Purposes	RM'000	Estimated timeframe for utilisation from the date of Listing
Establishment of new SOC	9,400	Within 36 months
Upgrade of our Group's OCC infrastructure	8,100	Within 36 months
Business expansion to provide additional ICT services	6,740	Within 36 months
Marketing expenses and promotional activities	3,500	Within 36 months
Working capital requirements	2,159	Within 24 months
Estimated listing expenses ⁽¹⁾	4,500	Within 3 months
Total	34,399	

Notes:

(1) As at the date of this report, approximately RM2.25 million of listing expenses has been incurred, of which RM1.55 million has been charged to retained earnings, while the remaining balance RM0.70 million is recognised as prepayment and will be expensed to profit or loss upon completion of the IPO, together with any additional listing expenses to be incurred thereafter.

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus. As at the date of this report, the IPO is pending completion and hence, the proceeds have yet to be raised and utilised.

B8. Borrowings

The Group does not have any borrowings as at the financial quarter ended 31 March 2026.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B9. Material litigation

As at the date of this report, the Group is not engaged in any material litigation, claim and/or arbitration, whether as plaintiff or defendant, which might materially and adversely affect the Group's business or financial position, and there are no legal proceedings, pending or threatened, or of any fact likely to give rise to any legal proceeding which may materially and adversely affect the Group's business or financial position.

B10. Dividends

No dividend has been declared or proposed during the current financial quarter and financial year-to-date.

B11. Earnings per share ("EPS")

The basic and diluted EPS for the current financial quarter and financial year-to-date are computed as follows:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Unaudited Current Year Quarter 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Quarter 31.03.2025⁽¹⁾ RM'000	Unaudited Current Year-To- Date 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Year-To-Date 31.03.2025⁽¹⁾ RM'000
PAT attributable to owners of the Company	1,698	N/A	1,698	N/A
Weighted average number of ordinary shares in issue ('000) ⁽²⁾	620,000	N/A	620,000	N/A
Basic / Diluted EPS (sen) ⁽³⁾⁽⁴⁾	0.27	N/A	0.27	N/A

Notes:

- (1) This is the first interim financial report being announced by the Company in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year's corresponding quarter and year-to-date as no interim financial report was prepared for the financial year concerned.
 - (2) Based on the Company's enlarged number of issued Shares of 620,000,000 shares upon Listing.
 - (3) Basic and diluted EPS is calculated based on the PAT attributable to owners of the Company divided by 620,000,000 ordinary shares in the Company upon Listing.
 - (4) Basic and diluted EPS are the same as the Company does not have any outstanding convertible securities as at the end of the current financial quarter.
- N/A Not applicable.

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

PART B - EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)

B12. Notes to the unaudited condensed consolidated statement of profit or loss and other comprehensive income

Profit for the current financial quarter and financial year-to-date were arrived at after charging/ (crediting) the following:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Unaudited Current Year Quarter 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Quarter 31.03.2025 ⁽¹⁾ RM'000	Unaudited Current Year-To- Date 31.03.2026 RM'000	Unaudited Preceding Year Corresponding Year-To-Date 31.03.2025 ⁽¹⁾ RM'000
After charging / (crediting):				
Depreciation of property, plant and equipment	197	N/A	197	N/A
Depreciation of right-of-use assets	163	N/A	163	N/A
Fair value loss on other investment	18	N/A	18	N/A
Interest expense on lease liabilities	10	N/A	10	N/A
Interest income	(162)	N/A	(162)	N/A
Net unrealised gain on foreign exchanges	(39)	N/A	(39)	N/A
Net realised loss on foreign exchanges	10	N/A	10	N/A

Notes:

(1) This is the first interim financial report being announced by the Company in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year's corresponding quarter and year-to-date as no interim financial report was prepared for the financial year concerned.

N/A Not applicable

Save as disclosed above, the other disclosure items pursuant to Appendix 9B, Note 16 of the Listing Requirements are not applicable.

B13. Derivatives

The Group did not enter into any derivatives during the current financial quarter and financial year-to-date.

B14. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors of the Company on 10 June 2026.

B15. Other Matter

The 1st Annual General Meeting of the Company was held on 19 May 2026, prior to the listing of the Company on the ACE Market of Bursa Securities. Accordingly, there shall be no issuance of Annual Report for the financial year ending 31 December 2025. The issuance of the Annual Report and 2nd Annual General Meeting for the financial year ending 31 December 2026 is scheduled to take place in the 2nd quarter of 2027.

BY ORDER OF THE BOARD
PENTECH HOLDINGS BERHAD
10 JUNE 2026