TDM BERHAD

COMPANY NO 196501000477 (6265-P)
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
30 SEPTEMBER 2026

TDM BERHAD
(Company No 196501000477 (6265-P))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2026

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30-Sep-26 RM'000	Preceding Quarter Ended 30-Sep-25 RM'000	Current Quarter To date 30-Sep-26 RM'000	Preceding Quarter To date 30-Sep-25 RM'000
Continuing operations				
Revenue	258,237	232,554	638,123	536,760
Cost of sales	(155,384)	(155,847)	(411,573)	(368,332)
Gross profit	**102,853**	**76,707**	**226,550**	**168,428**
Other items of income				
Finance income	278	361	859	877
Other income	9,540	12,207	18,415	18,430
Other items of expense				
Distribution costs	(2,868)	(2,033)	(6,580)	(4,185)
Administrative and other operating expenses	(71,425)	(52,935)	(179,116)	(157,728)
Other expenses	(1,820)	(1,373)	(2,179)	(2,319)
Finance costs	(7,549)	(8,603)	(22,526)	(22,902)
Share of loss from associate	-	(318)	-	-
Profit before tax	**29,009**	**24,013**	**35,423**	**601**
Taxation	(13,567)	(7,796)	(19,409)	(7,669)
Profit/(loss) for the financial period from continuing operations	**15,442**	**16,217**	**16,014**	**(7,068)**
Discontinued operation				
(Loss)/profit for the financial period from discontinued operation	(472)	(14,508)	7,382	(6,226)
Profit/(loss) for the financial period	**14,970**	**1,709**	**23,396**	**(13,294)**
Profit/(loss) attributable to:				
Owners of the parent				
- continuing operations	15,339	18,428	16,359	(5,375)
- discontinued operation	(472)	(14,683)	7,382	(6,779)
	14,867	**3,745**	**23,741**	**(12,154)**
Non-controlling interests				
- continuing operations	103	(2,211)	(345)	(1,693)
- discontinued operation	-	175	-	553
	103	**(2,036)**	**(345)**	**(1,140)**

TDM BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2026

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30-Sep-26 RM'000	Preceding Quarter Ended 30-Sep-25 RM'000	Current Quarter To date 30-Sep-26 RM'000	Preceding Quarter To date 30-Sep-25 RM'000
Other comprehensive loss:				
Foreign currency translation	(241)	(239)	(5,955)	(4,757)
Fair value movement of investments in securities	11	7	-	(5)
Other comprehensive loss for the financial period	**(230)**	**(232)**	**(5,955)**	**(4,762)**
Total other comprehensive income/(loss) for the financial period	**14,740**	**1,477**	**17,441**	**(18,056)**
Total comprehensive income/(loss) attributable to:				
Owners of the parent	14,637	3,528	17,786	(16,618)
Non-controlling interests	103	(2,051)	(345)	(1,438)
	14,740	**1,477**	**17,441**	**(18,056)**
Earning/(loss) per share attributable to owner of the parent (sen per share):				
Basic (Note 25)	0.86	0.22	1.38	(0.70)

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements)

TDM BERHAD
(Company No 196501000477 (6265-P))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2026
(The figures have not been audited)

	As at 30-Sep-26 RM'000	As at 31-Dec-25 RM'000
Assets		
Non-current assets		
Property, plant and equipment	856,938	840,866
Right-of-use assets	479,505	488,462
Goodwill	6,520	6,520
Investment in an associate	-	-
Other investments	48,073	48,073
Investments in securities	44	44
Other receivables	3,358	3,358
Deferred tax assets	4,072	4,098
	1,398,510	**1,391,421**
Current assets		
Biological assets	11,589	5,224
Inventories	47,022	29,067
Trade and other receivables	115,454	88,115
Prepayments	5,836	10,112
Tax recoverable	5,316	4,902
Cash and bank balances	67,980	68,996
Assets of disposal group classified as held for sale	103,791	102,650
	356,988	**309,066**
Total assets	**1,755,498**	**1,700,487**
Equity and liabilities		
Current liabilities		
Retirement benefit obligations	791	363
Lease liabilities	2,169	3,344
Loans and borrowings	80,273	53,381
Trade and other payables	232,427	169,021
Contract liabilities	23,944	41,440
Income tax payable	3,575	6,603
Liabilities of disposal group classified as held for sale	7,350	7,855
	350,529	**282,007**
Net current assets	**6,459**	**27,059**

TDM BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2026
(The figures have not been audited)

	As at 30-Sep-26 RM'000	As at 31-Dec-25 RM'000
Non-current liabilities		
Retirement benefit obligations	1,817	2,875
Lease liabilities	104,739	105,836
Loans and borrowings	392,107	410,647
Other payables	4,617	4,774
Contract liabilities	19,920	34,950
Deferred tax liabilities	185,626	180,087
	708,826	**739,169**
Total liabilities	**1,059,355**	**1,021,176**
Net assets	**696,143**	**679,311**
Equity attributable to owners of the parent		
Share capital	359,445	359,445
Retained earnings	328,185	304,444
Other reserves	44,613	44,613
Reserves of a disposal group held for sale	(46,252)	(40,297)
	685,991	**668,205**
Non-controlling interests	10,152	11,106
Total equity	**696,143**	**679,311**
Total equity and liabilities	**1,755,498**	**1,700,487**
Net assets per share (RM)	0.40	0.39

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements)

TDM BERHAD
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(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2026
(The figures have not been audited)

	Attributable to owners of the parent									
			Non-distributable	Distributable		Non-distributable				
	Equity, total RM'000	Equity attributable to owners of the parent, total RM'000	Share capital RM'000	Retained earnings RM'000	Other reserves, total RM'000	Fair value adjustment reserve RM'000	Employee benefits plan reserve RM'000	Premium paid on acquisition of non-controlling interest RM'000	Reserves of a disposal group held for sale RM'000	Non-controlling interests RM'000
Opening balance at 1 January 2026	679,311	668,205	359,445	304,444	44,613	43,321	1,323	(31)	(40,297)	11,106
Profit/(loss) for the financial period	23,396	23,741	-	23,741	-	-	-	-	-	(345)
Other comprehensive loss										
Foreign currency translation	(5,955)	(5,955)	-	-	-	-	-	-	(5,955)	-
Other comprehensive loss for the financial period	(5,955)	(5,955)	-	-	-	-	-	-	(5,955)	-
Total comprehensive profit/(loss) for the financial period	17,441	17,786	-	23,741	-	-	-	-	(5,955)	(345)
Transaction with owners										
Dividends paid to non-controlling interests	(609)	-	-	-	-	-	-	-	-	(609)
Total transactions with owners	(609)	-	-	-	-	-	-	-	-	(609)
Closing balance at 30 September 2026	696,143	685,991	359,445	328,185	44,613	43,321	1,323	(31)	(46,252)	10,152
Opening balance at 1 January 2025	688,103	722,034	359,445	349,763	45,067	44,804	294	(31)	(32,241)	(33,931)
Loss for the financial period	(13,294)	(12,154)	-	(12,154)	-	-	-	-	-	(1,140)
Other comprehensive loss										
Foreign currency translation	(4,757)	(4,459)	-	-	-	-	-	-	(4,459)	(298)
Fair value movement of investments in securities	(5)	(5)	-	-	(5)	(5)	-	-	-	-
Other comprehensive loss for the financial period	(4,762)	(4,464)	-	-	(5)	(5)	-	-	(4,459)	(298)
Total comprehensive loss for the financial period	(18,056)	(16,618)	-	(12,154)	(5)	(5)	-	-	(4,459)	(1,438)
Transaction with owners										
Dividends on ordinary shares	(11,875)	(11,875)	-	(11,875)	-	-	-	-	-	-
Dividends paid to non-controlling interest	(591)	-	-	-	-	-	-	-	-	(591)
Total transaction with owners	(12,466)	(11,875)	-	(11,875)	-	-	-	-	-	(591)
Closing balance at 30 September 2025	657,581	693,541	359,445	325,734	45,062	44,799	294	(31)	(36,700)	(35,960)

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements)

TDM BERHAD
(Company No 196501000477 (6265-P))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2026
(The figures have not been audited)

	Period Ended	
	30-Sep-26	**30-Sep-25**
	RM'000	**RM'000**
Operating activities		
Profit before tax from continuing operations	35,423	601
Profit/(loss) before tax from discontinued operation	7,382	(6,226)
	42,805	(5,625)
Adjustments for:		
Finance expense	22,526	22,902
Depreciation of property, plant and equipment	41,499	41,152
Amortisation of intangible asset	-	432
Amortisation of right-of-use assets	9,315	8,505
Property, plant and equipment written off		
- Continuing	1,323	399
Inventories written off - Continuing	176	72
Expected credit losses of trade receivables	-	522
Reversal of expected credit losses of trade receivables	(161)	(55)
Foreign exchange gain on remeasurement of assets held for sale		
- Property, plant and equipment	(6,051)	(7,399)
- Right-of-use assets	(1,506)	(1,840)
Additional provision for compensation of environmental loss		
- Discontinued	-	15,000
Gain on Government acquisition of right-of-use assets	-	(5,005)
Gain on disposal of property, plant and equipment	-	(27)
Dividend income	(2,818)	(2,754)
Provision for retirement benefit obligations		
- Continuing	158	370
Profit from Al Mudharabah	(859)	(877)
Land premium on sublessee land	(236)	(234)
Fair value changes of biological assets		
- Continuing	(6,365)	(4,443)
- Discontinued	10	95
Total adjustments	57,011	66,815
Operating cash flows before changes in working capital	99,816	61,190
Changes in working capital		
Inventories	(18,131)	(11,308)
Receivables	(26,942)	(9,456)
Payables	63,249	(28,815)
Contract liabilties	(32,915)	27,504
Prepayment	4,276	(883)
Total changes in working capital	(10,463)	(22,958)
Cash flows generated from operations	89,353	38,232

TDM BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2026
(The figures have not been audited)

	Period Ended	
	30-Sep-26	30-Sep-25
	RM'000	RM'000
Operating activities (cont'd.)		
Profit paid	(22,526)	(22,902)
Profit from Al Mudharabah received	859	877
Taxes paid	(17,412)	(12,696)
Taxes refunded	89	1,588
Retirement benefits paid	(788)	(101)
Net cash flows generated from operating activities	49,575	4,998
Investing activities		
Purchase of property, plant and equipment	(58,925)	(42,979)
Dividend received	2,818	2,754
Movement in deposits with licensed banks pledged for bank guarantee facility	(3,636)	6,053
Proceed from disposal of property, plant and equipment	-	60
Dividend paid to non-controlling interest	-	(591)
Net cash flows used in investing activities	(59,743)	(34,703)
Financing activities		
Drawdowns of term loans	68,994	101,828
Repayment of term loans	(58,470)	(46,492)
Repayment of hire purchase facilities	(2,172)	(2,972)
Repayment of finance lease	(2,866)	(4,151)
Dividend paid to shareholder	-	(6,375)
Net cash flows generated from financing activities	5,486	41,838
Net (decrease)/increase in cash and cash equivalents	(4,682)	12,133
Cash and cash equivalents at 1 January	64,002	99,740
Cash and cash equivalents at end of the period	59,320	111,873
Cash and cash equivalents at the end of the period comprise of the following:		
Cash and banks balances		
- Continuing operations	67,980	116,947
- Discontinued operation	22	25
Less: Deposits pledged for bank guarantee facilities and FSRA	(8,682)	(5,099)
Cash and cash equivalents	59,320	111,873

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements)

Explanatory Notes Pursuant to MFRS 134

Notes:

1. Accounting policies and basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 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 changes in the financial position and performance of the Group since the year ended 31 December 2025.

The interim financial statements of the Group for the financial period ended 30 September 2026 was prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") Framework.

The accounting policies applied in this interim financial statements are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 December 2025.

1.1 Changes in accounting policies

On 1 January 2026, the Group adopted the following new and amended MFRSs mandatory for annual periods beginning on or after 1 January 2026.

Description	Effective for annual periods beginning on or after
Amendments to MFRS 9 and MFRS 7, Classification and Measurement of Financial Instruments	1 January 2026
Amendments to MFRS 1, MFRS 7, MFRS 9, MFRS 10, MFRS 107: Annual Improvements - Volume 11	1 January 2026
Amendments to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Activities	1 January 2026

1.2 Standards issued but not yet effective

At the date of authorisation of these interim financial statements, the following MFRSs were issued but not yet effective and have not been applied by the Group:

Description	Effective for annual periods beginning on or
Amendments to MFRS 121 - The Effects of Changes in Foreign Exchange Rates - Translation to a Hyperinflationary Presentation Currency	1 January 2027
MFRS 18: Presentation and Disclosure in Financial Statements	1 January 2027

1. Accounting policies and basis of preparation (cont'd.)

1.2 Standards issued but not yet effective (cont'd.)

At the date of authorisation of these interim financial statements, the following MFRSs were issued but not yet effective and have not been applied by the Group: (cont'd.)

Description	Effective for annual periods beginning on or after
MFRS 19: Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

2. Declaration of audit qualification

The preceding annual financial statements for the year ended 31 December 2025 were reported without any qualification.

3. Seasonal or cyclical factors

The operations of the Group are not affected by any cyclical factors, other than the cyclical production of fresh fruit bunches (FFB).

4. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence during the quarter ended 30 September 2026.

5. Nature and amount of changes in estimates of amounts reported in prior periods of the current financial year, which give a material effect in the current period

There were no changes in estimates of amounts, which give a material effect in the current period.

6. Details of issue, cancellation, repurchase, resale and repayment of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter.

7. Dividend

The directors do not recommend the payment of any interim dividend for the current financial period.

8. Segmental reporting

The segments are reported in a manner that is more consistent with internal reporting whereby the Group's business is presented in term of business division and geographical perspective. The operating performance is based on a measure of earning before interest, tax, depreciation and amortisation ("EBITDA").

3 months ended 30 September 2026

	Plantation RM'000	Healthcare RM'000	Investment holding and others RM'000	Share of loss from associate RM'000	Continuing operations RM'000	Discontinued operation RM'000
Total revenue	142,492	117,605	-	-	260,097	-
Intersegment revenue	(1,174)	(686)	-	-	(1,860)	-
External revenue	**141,318**	**116,919**	**-**	-	**258,237**	-
EBITDA	**45,630**	**13,550**	**(5,945)**	-	**53,235**	**(472)**
Depreciation & amortisation	(11,103)	(4,320)	(1,532)	-	(16,955)	-
Profit from Al Mudharabah	42	138	98	-	278	-
Finance costs	(4,745)	(1,071)	(1,733)	-	(7,549)	-
Profit/(loss) before tax	**29,824**	**8,297**	**(9,112)**	-	**29,009**	**(472)**

3 months ended 30 September 2025

	Plantation RM'000	Healthcare RM'000	Investment holding and others RM'000	Share of loss from associate RM'000	Continuing operations RM'000	Discontinued operation RM'000
Total revenue	136,263	97,820	-	-	234,083	-
Intersegment revenue	(1,076)	(453)	-	-	(1,529)	-
External revenue	**135,187**	**97,367**	**-**	-	**232,554**	**-**
EBITDA	**38,192**	**13,627**	**(2,936)**	**(318)**	**48,565**	**(14,508)**
Depreciation & amortisation	(10,691)	(3,962)	(1,657)	-	(16,310)	-
Profit from Al Mudharabah	254	104	3	-	361	-
Finance costs	(5,322)	(1,055)	(2,226)	-	(8,603)	-
Profit/(loss) before tax	**22,433**	**8,714**	**(6,816)**	**(318)**	**24,013**	**(14,508)**

8. Segmental reporting (cont'd.)

The segments are reported in a manner that is more consistent with internal reporting whereby the Group's business is presented in term of business division and geographical perspective. The operating performance is based on a measure of earning before interest, tax, depreciation and amortisation ("EBITDA"). (cont'd.)

9 months ended 30 September 2026

	Plantation RM'000	Healthcare RM'000	Investment holding and others RM'000	Share of profit from associate RM'000	Continuing operations RM'000	Discontinued operation RM'000
Total revenue	333,915	308,773	-	-	642,688	-
Intersegment revenue	(3,274)	(1,291)	-	-	(4,565)	-
External revenue	**330,641**	**307,482**	-	-	**638,123**	-
EBITDA	**81,622**	**39,980**	**(13,698)**	**-**	**107,904**	**7,382**
Depreciation & amortisation	(33,002)	(12,994)	(4,818)	-	(50,814)	-
Profit from Al Mudharabah	141	365	353	-	859	-
Finance costs	(14,411)	(3,091)	(5,024)	-	(22,526)	-
Profit/(loss) before tax	**34,350**	**24,260**	**(23,187)**	**-**	**35,423**	**7,382**
30 September 2026						
Assets	**1,099,052**	**318,934**	**233,721**	**-**	**1,651,707**	**103,791**
Liabilities	**633,948**	**93,496**	**324,561**	**-**	**1,052,005**	**7,350**
	MYR	IDR				
Exchange rate ratio	1.00	4,386				

9 months ended 30 September 2025

	Plantation RM'000	Healthcare RM'000	Investment holding and others RM'000	Share of profit from associate RM'000	Continuing operations RM'000	Discontinued operation RM'000
Total revenue	276,178	264,490	-	-	540,668	-
Intersegment revenue	(2,722)	(1,186)	-	-	(3,908)	-
External revenue	**273,456**	**263,304**	-	-	**536,760**	-
EBITDA	**57,380**	**28,116**	**(12,781)**	**-**	**72,715**	**(6,226)**
Depreciation & amortisation	(32,979)	(12,220)	(4,890)	-	(50,089)	-
Profit from Al Mudharabah	499	231	147	-	877	-
Finance costs	(14,080)	(3,045)	(5,777)	-	(22,902)	-
Profit/(loss) before tax	**10,820**	**13,082**	**(23,301)**	**-**	**601**	**(6,226)**
30 September 2025						
Assets	**1,053,981**	**301,048**	**271,485**	**-**	**1,626,514**	**103,542**
Liabilities	**664,940**	**99,056**	**300,665**	**-**	**1,064,661**	**7,814**
	MYR	IDR				
Exchange rate ratio	1.00	3,968				

9. Material subsequent event

There were no material subsequent event of the Group for the financial period under review.

10. Changes in the composition of the Group

There is no changes in the composition of the Group during quarter under review.

11. Changes in contingent liabilities or contingent assets

There were no changes in contingent liabilities from the previous audited financial statements to the date of this quarterly report.

12. Capital commitments

Capital commitments as at the reporting date are as follows:

	RM'000
Approved and contracted for:	
Property, plant and equipment	70,318

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13. Review of the performance of the Group, setting out material factors affecting the earnings and/or revenue of the Group for the current quarter and financial period to date

Individual quarter - Q3 2026 versus Q3 2025

	Q3 2026 RM'000	Q3 2025 RM'000	Changes RM'000	%
REVENUE				
Plantation	141,318	135,187	6,131	5%
Healthcare	116,919	97,367	19,552	20%
Total revenue	**258,237**	**232,554**	**25,683**	**11%**
Plantation	45,630	38,192	7,438	19%
Healthcare	13,550	13,627	(77)	-1%
Investment holding and others	(5,945)	(2,936)	(3,009)	>-100%
Share of loss from associate	-	(318)	318	100%
EBITDA	**53,235**	**48,565**	**4,670**	**10%**
Depreciation & amortisation	(16,955)	(16,310)	(645)	-4%
Profit from Al Mudharabah	278	361	(83)	-23%
Finance costs	(7,549)	(8,603)	1,054	12%
Profit before tax	**29,009**	**24,013**	**4,996**	**21%**

The Group's revenue for the three months period ended 30 September 2026 increased by 11% compared to the corresponding quarter of the previous year. This growth was primarily driven by higher revenue from both the Healthcare Division, which rose by RM19.6 million or 20% and the Plantation Division, which recorded an increase of RM6.1 million or 5% respectively.

The Group recorded a Profit Before Tax ("PBT") of RM29.0 million during the quarter, 21% higher compared to the PBT of RM24.0 million in the corresponding quarter of the previous year. Additionally, EBITDA for the Group has improved by 10% as compared to the previous corresponding quarter to RM53.2 million.

PLANTATION DIVISION

For 3Q FY2026, the Plantation Division recorded a 5% increase in revenue, primarily driven by higher FFB production by 13% compared to the corresponding quarter of the previous year. The improvement was further supported by an increase in the average selling prices of CPO and PK, which both rose by 5% respectively, during the quarter.

The Division recorded an EBITDA of RM45.6 million, representing an increase of RM7.4 million compared to the corresponding quarter of the previous year. Meanwhile, PBT improved, rising from RM22.4 million in the prior year's corresponding quarter to RM29.8 million in the current quarter.

13. Review of the performance of the Group, setting out material factors affecting the earnings and/or revenue of the Group for the current quarter and financial period to date (cont'd.)

Individual quarter - Q3 2026 versus Q3 2025 (cont'd.)

PLANTATION DIVISION (CONT'D.)

Below are the key operating statistics for Plantation Division:

Plantation Statistics	**Q3 2026**	**Q3 2025**	**Changes**	**%**
CPO sales volume (mt)	25,868	26,062	(194)	-1%
PK sales volume (mt)	6,210	6,009	201	3%
FFB production (mt)	105,181	92,771	12,410	13%
CPO average price (RM)	4,570	4,353	217	5%
PK average price (RM)	3,793	3,626	167	5%
Mature area (hectare)	23,672	23,363	309	1%
Immature area (hectare)	4,659	5,096	(437)	-9%
Oil extraction rate (%)	19.71	19.83	(0.12)	-1%
Kernel extraction rate (%)	4.60	4.47	0.13	3%

HEALTHCARE DIVISION

The Healthcare Division continued to deliver strong performance, recording a 20% increase in revenue compared to the corresponding quarter of the previous year. This growth was primarily driven by a 10% increase in average revenue per inpatient, together with a 12% increase in the number of inpatients and a 11% increase in inpatient days.

However, the Healthcare Division recorded a slight decline in PBT and EBITDA during the quarter, decreasing by 5% and 1% respectively.

Below are the key operating statistics for Healthcare Division:

Healthcare Statistics	**Q3 2026**	**Q3 2025**	**Changes**	**%**
Number of inpatient	7,704	6,899	805	12%
Number of outpatient	53,722	50,166	3,556	7%
Inpatient days	21,180	19,095	2,085	11%
Occupancy rate (%)	69	65	4	6%
Average length of stay (day)	2.75	2.77	(0.02)	-1%
Number of bed	333	318	15	5%
Average revenue per inpatient (RM)	11,988	10,928	1,060	10%

13. Review of the performance of the Group, setting out material factors affecting the earnings and/or revenue of the Group for the current quarter and financial period to date (cont'd.)

Cumulative quarter - 9M 2026 versus 9M 2025

	9M 2026 RM'000	9M 2025 RM'000	Changes RM'000	%
REVENUE				
Plantation	330,641	273,456	57,185	21%
Healthcare	307,482	263,304	44,178	17%
Total revenue	**638,123**	**536,760**	**101,363**	**19%**
Plantation	81,622	57,380	24,242	42%
Healthcare	39,980	28,116	11,864	42%
Investment holding and others	(13,698)	(12,781)	(917)	-7%
EBITDA	**107,904**	**72,715**	**35,189**	**48%**
Depreciation & amortisation	(50,814)	(50,089)	(725)	-1%
Profit from Al Mudharabah	859	877	(18)	-2%
Finance costs	(22,526)	(22,902)	376	2%
Profit before tax	**35,423**	**601**	**34,822**	**>100%**

For the nine months ended 30 September 2026, the Group notably recorded an increase of 19% or RM101.4 million in revenue compared to the corresponding period of the previous year. The increase was primarily attributable to higher revenue from the Plantation Division, which increased by RM57.2 million or 21% and Healthcare Division, which grew by RM44.2 million or 17% respectively.

The Group recorded a PBT of RM35.4 million for the period, compared to a PBT of RM0.6 million in the corresponding period of the previous year, reflecting a significant improvement in financial performance.

PLANTATION DIVISION

For the 9M FY2026, revenue from the Plantation Division improved by 21% year-on-year ("YoY") to RM330.6 million, compared to RM273.5 million in 9M FY2025. The increase was primarily contributed by higher sales volumes of CPO and PK, which improved by 19% and 22%, respectively, driven by increase in FFB production by 19%.

The Division recorded an EBITDA of RM81.6 million, representing an increase from RM57.4 million compared to the corresponding period of the previous year. Meanwhile, the Division's PBT improved from RM10.8 million to PBT of RM34.4 million in the current period.

Below are the key operating statistics for Plantation Division:

Plantation Statistics	**9M 2026**	**9M 2025**	**Changes**	**%**
CPO sales volume (mt)	61,879	51,792	10,087	19%
PK sales volume (mt)	14,850	12,129	2,721	22%
FFB production (mt)	247,064	207,572	39,492	19%
CPO average price (RM)	4,460	4,372	88	2%
PK average price (RM)	3,715	3,572	143	4%
Mature area (hectare)	23,672	23,363	309	1%
Immature area (hectare)	4,659	5,096	(437)	-9%
Oil extraction rate (%)	19.57	19.25	0.32	2%
Kernel extraction rate (%)	4.65	4.48	0.17	4%

13. Review of the performance of the Group, setting out material factors affecting the earnings and/or revenue of the Group for the current quarter and financial period to date (cont'd.)

Cumulative quarter - 9M 2026 versus 9M 2025 (cont'd.)

HEALTHCARE DIVISION

For the 9M FY2026 under review, revenue increased by 17% to RM307.5 million, compared to RM263.3 million in the corresponding period of the previous year. The increase in revenue was primarily due to an improved in average revenue per inpatient, number of inpatient and outpatient by 12%, 8% and 8%, respectively.

The Division registered an EBITDA of RM40.0 million, representing an increase of 42% compared to the corresponding period of the previous year. The division also recorded a PBT of RM24.3 million for the current period, as compared to RM13.1 million in the same period last year.

Below are the key operating statistics for Healthcare Division:

Healthcare Statistics	**9M 2026**	**9M 2025**	**Changes**	**%**
Number of inpatient	20,279	18,848	1,431	8%
Number of outpatient	149,000	138,185	10,815	8%
Inpatient days	54,729	50,750	3,979	8%
Occupancy rate (%)	60	58	2	3%
Average length of stay (day)	2.70	2.69	0.01	0.4%
Number of bed	333	318	15	5%
Average revenue per inpatient (RM)	11,801	10,555	1,246	12%

14. Explanatory comment on any material change in the profit before taxation for the quarter reported on as compared with the immediate preceding quarter

Individual quarter - Q3 2026 versus Q2 2026

	Q3 2026 RM'000	**Q2 2026 RM'000**	**Changes RM'000**	**%**
REVENUE				
Plantation	141,318	105,005	36,313	35%
Healthcare	116,919	100,342	16,577	17%
Total revenue	**258,237**	**205,347**	**52,890**	**26%**
Plantation	45,630	24,452	21,178	87%
Healthcare	13,550	19,500	(5,950)	-31%
Investment holding and others	(5,945)	(4,566)	(1,379)	-30%
Share of loss from associate	-	(38)	38	100%
EBITDA	**53,235**	**39,348**	**13,887**	**35%**
Depreciation & amortisation	(16,955)	(16,941)	(14)	-0.1%
Profit from Al Mudharabah	278	320	(42)	-13%
Finance costs	(7,549)	(7,456)	(93)	-1%
Profit before tax	**29,009**	**15,271**	**13,738**	**90%**

The Group's revenue for the three months ended 30 September 2026 increased by 26% as compared to the immediate preceding quarter mainly due to the higher revenue from both Plantation Division and Healthcare Division by 35% and 17% respectively, as compared to the immediate preceding quarter.

14. Explanatory comment on any material change in the profit before taxation for the quarter reported on as compared with the immediate preceding quarter (cont'd.)

Individual quarter - Q3 2026 versus Q2 2026 (cont'd.)

The Group recorded a PBT of RM29.0 million during the quarter, as compared to a PBT of RM15.3 million in the immediate preceding quarter.

PLANTATION DIVISION

The Plantation Division recorded higher revenue of 35% mainly due to higher both in sales volume of CPO and PK by 35% respectively, driven by a 38% increase in FFB production compared to immediate preceding quarter.

During the quarter, our Plantation Division registered an EBITDA of RM45.6 million, a significant improvement as compared to RM24.5 million in the immediate preceding quarter.

Below are the key operating statistics for Plantation Division:

Plantation Statistics	**Q3 2026**	**Q2 2026**	**Changes**	**%**
CPO sales volume (mt)	25,868	19,209	6,659	35%
PK sales volume (mt)	6,210	4,588	1,622	35%
FFB production (mt)	105,181	76,190	28,991	38%
CPO average price (RM)	4,570	4,564	6	0.1%
PK average price (RM)	3,793	3,775	18	0.5%
Mature area (hectare)	23,672	23,672	-	-
Immature area (hectare)	4,659	4,659	-	-
Oil extraction rate (%)	19.71	19.45	0.26	1%
Kernel extraction rate (%)	4.60	4.70	(0.10)	-2%

HEALTHCARE DIVISION

Healthcare Division recorded 17% increased in revenue mainly due to the increase in occupancy rate by 21%, number of inpatient by 19% and inpatient days by 22% respectively as compared to the immediate preceding quarter.

During the quarter, the Division registered an EBITDA of RM13.6 million, compared to RM19.5 million in the immediate preceding quarter. The division also recorded a PBT of RM8.3 million during the quarter from RM14.3 million in the immediate preceding quarter.

Below are the key operating statistics for Healthcare Division:

Healthcare Statistics	**Q3 2026**	**Q2 2026**	**Changes**	**%**
Number of inpatient	7,704	6,490	1,214	19%
Number of outpatient	53,722	48,838	4,884	10%
Inpatient days	21,180	17,299	3,881	22%
Occupancy rate (%)	69	57	12	21%
Average length of stay (day)	2.75	2.67	0.08	3%
Number of bed	333	333	-	-
Average revenue per inpatient (RM)	11,988	12,018	(30)	-0.2%

15. Commentary on the prospects, including the factors that are likely to influence the Group's prospects for the remaining period to the end of the financial year or the next financial year if the reporting period is the last quarter

Malaysia Plantation Division

Malaysia's CPO production for the Q3 FY2026 was recorded at 5.73 million mt, a jump of 20% from Q2 FY2026 and a 4% gains compared to Q3 FY2025. Meanwhile, CPO production performance YTD September 2026 was recorded at 14.75 million mt, a marginal 2% increase year-on-year. TDM CPO sales volume during Q3 FY2026 jumped 35% compared to Q2 FY2026, whereas CPO sales volume YTD September 2026 recorded an increase of 19% compared to YTD September 2025.

Total Malaysia's palm oil exports during Q3 FY2026 was 3.80 million mt, up 4% from the Q2 FY2026 but was 7% lower compared to the same quarter last year. Nevertheless, YTD September 2026 exports, recorded at 11.48 million mt was 4% higher year-on-year.

As stronger production offset the weakened exports, Malaysia palm oil stocks increased to 3.51 million mt at the end of September 2026, increased 38% from Q2 FY2026, and jumped 49% year-on-year.

Amid the growth in Malaysian palm oil stocks, the MPOB Malaysia CPO average price YTD September 2026 stood firm at RM4,451 per mt, 3% higher compared to YTD September 2025.

<u>The outlook for 4th quarter and FY2026</u>

MPOB Malaysia CPO average price for September 2026 which was RM4,617 per mt, a jumped of 5.6% year-on-year, becoming the highest monthly average for this year despite weaker exports and higher stocks, driven mainly by supply-side risks caused by growing El Nino concerns and consistently high crude oil prices.

For the next three months, CPO prices are expected to remain firm as high energy prices, stronger biodiesel and biofuel demands, and growing weather risks provide bullish sentiment to the market, with seasonal peak production and high palm oil inventories capping the upside.

Globally, export and logistics constraints for sunflower oil due to the escalating Russia-Ukraine conflict and seasonally declining south American soy oil export supplies also provide supports to the palm oil prices.

Latest weather forecast suggesting a 93% probability of a very strong El Nino event occurring between November 2026 and January 2027. Despite the hot weather and the subsequent haze impacting major oil palm growing regions in the Peninsular Malaysia and the East Malaysia's Sabah and Sarawak, palm oil yields are currently demonstrating an uneven supply impact, indicating that recent harvests have yet to reflect a weather-driven contraction.

Malaysia's palm oil stock level may increase further during October; however, it may begin to be trending lower from November as production begin to moderate, with a more pronounced drawdown anticipated during mid-2027 due to the lagged impact of El Nino on fresh fruit bunch (FFB) yields and CPO production. CPO prices are forecasted to rise to RM5,000/mt in the first quarter of financial year 2027, driven by the impact of El Nino, the Indonesian push for its biodiesel B50 mandate and geopolitical factors.

15. Commentary on the prospects, including the factors that are likely to influence the Group's prospects for the remaining period to the end of the financial year or the next financial year if the reporting period is the last quarter (cont'd.)

Divestment of Indonesia Plantation Division

The Conditional Share Purchase Agreement ("CSPA") for the disposal of PT Rafi Kamajaya Abadi ("PT RKA") and PT Sawit Rezki Abadi ("PT SRA") was signed between TDM and Ikhasas Sawit Sdn. Bhd. on the 29 July 2022. PT RKA continues to be fully managed by PT Ikhasas Sawit Indo Makmur through a management services arrangement starting 1 August 2022.

The fulfillment of Condition Precedents has been extended from 30 June 2026 to new Long Stop Date of 31 December 2026 ("Seventh Extended Long Stop Date"). As informed to the shareholders during the TDM's 61st Annual General Meeting ("AGM"), the extension is to primarily accommodate RKA's finalization of rehab blueprint on fire affected lands as per joint deal signed with Kementerian Lingkungan Hidup Indonesia on 8 July 2025. Both TDM and the Buyer are coordinating efforts to finalize the rehab blueprint and remain committed to seeing the completion of the disposal.

Healthcare Division

Healthcare Performance and Outlook

KMI Healthcare continued to demonstrate strong revenue growth trend in YTD September 2026, recording a RM307.5 million in revenue compared to RM263.3 million in YTD September 2025. Improvement in Healthcare Division EBITDA by 42% for the year-on-year signals an improved operational efficiencies and cost leveraging through rigorous initiatives undertaken by the Group. Cost optimization shall continue to be the core area of focus due to the many challenges faced by the Group and healthcare industry as a whole. The continued Middle-East conflicts consistently poses future uncertainty towards medical related supplies, electricity cost, logistical constraints and business cost structure.

Healthcare Market Dynamic - Affordability and Cost Pressures

The private healthcare industry continues to face pressures from insurance companies, expecting a more competitive pricing and lower medical costs which simultaneously strain the already thin profitability margin. The Group continues to engage with insurers and corporate payors to strengthen collaboration, improve cost transparency and develop sustainable healthcare financing arrangements, while maintaining appropriate quality and clinical standards.

Bank Negara is expected to maintain the OPR level in immediate future which will assist the Group to mitigate the increasing costs of doing business. The government efforts of introducing Medical & Health Insurance/Takaful ("MHIT") as well as the planned introduction of Diagnosis-Related Group ("DRG") are areas that the Group shall benefit and leverage on.

Capacity Expansion and Strategic Growth

The Group continues to pursue aggressively its capacity expansion programme in strategic areas to strengthen market presence as well as ensuring the materialization of the Group capacity and capability growth chart to meet its long-term goals. The future greenfield hospitals are expected to contribute positively towards the Group growth trajectory while enhancing its reinvestment plan.

16a. Explanatory note for any variance of actual profit after tax and minority interest and the forecast profit after tax and minority interest (where the variance exceeds 10%)

Not applicable.

16b. Explanatory note for any shortfall in the profit guarantee

There was no profit guarantee issued for the quarter ended 30 September 2026.

17. Profit before tax

	Current period to date	
	30-Sep-26 RM'000	**30-Sep-25 RM'000**
The following items have been included in arriving at profit before tax from continuing operations:		
Depreciation of property, plant and equipment	41,499	41,152
Amortisation of intangible asset	-	432
Amortisation of right-of-use assets	9,315	8,505
Property, plant and equipment written off	1,323	399
Inventories written off	176	72
Expected credit losses of trade receivables	-	522
Reversal of expected credit losses of trade receivables	(161)	(55)
Gain on disposal of property, plant and equipment	-	(27)
Land premium on sublessee land	(236)	(234)
Fair value changes in biological assets	(6,365)	(4,443)

18. Breakdown of tax charge and explanation on variance between effective and statutory tax rate for the current quarter and preceding quarter to date

	Current Quarter		Current period to date	
	30-Sep-26 RM'000	**30-Sep-25 RM'000**	**30-Sep-26 RM'000**	**30-Sep-25 RM'000**
Current income tax - continuing operations:	8,683	6,070	15,265	9,706
Overprovision of income tax in prior year	(1,421)	(320)	(1,421)	(320)
	7,262	5,750	13,844	9,386
Deferred income tax - continuing operations:				
Relating to reversal and origination of temporary differences	4,651	1,908	4,207	(1,689)
Under/(over) provision in previous period	1,654	138	1,358	(28)
Income tax expense	13,567	7,796	19,409	7,669

Income tax is calculated at the Malaysian statutory tax rate of 24% (2025: 24%) of the estimated assessable profit for the period.

The difference between the Group's effective tax rate and the statutory rate of 24% is mainly due to expenses that are not deductible for tax purposes and not to recognise deferred tax assets in respect of unutilised tax losses for certain subsidiaries where future taxable profits are not yet assured.

19. Discontinued operation and disposal group classified as held for sale

Assets and liabilities of PT RKA and PT SRA classified as held for sale on the Group's statement of financial position are as below:

	Group	
	As at 30-Sep-26 RM'000	**As at 31-Dec-25 RM'000**
Assets:		
Property, plant and equipment	82,910	81,966
Right-of-use assets	20,690	20,446
Prepayment	23	31
Biological assets	145	155
Cash and bank balances	23	52
	103,791	102,650
Liabilities:		
Other payables	(7,350)	(7,855)
	(7,350)	(7,855)
Net assets directly associated with disposal group	96,441	94,795

The result of PT RKA and PT SRA for the periods are presented below:

	Current period to date	
	30-Sep-26 RM'000	**30-Sep-25 RM'000**
Other income *	7,557	9,239
Administrative expenses	(175)	(465)
Other expenses **	-	(15,000)
Profit before tax, representing profit for the financial period from discontinued operation	7,382	(6,226)

* Other income represents foreign exchange gain on remeasurement of assets held for sale of property, plant and equipments and right-of-use assets amounting to RM7.6 million (Q3 2025: RM9.2 million).

** Additional cost of compensation of environmental loss that has been paid on 29 September 2025.

20. Corporate proposals

(a) TDM Berhad ("TDM" or "Company") rental rates revision for the lease of lands currently leased by Kumpulan Ladang-Ladang Trengganu Sdn Bhd ("KLLT"), a wholly-owned subsidiary of TDM, from Perbadanan Memajukan Iktisad Negeri Terengganu ("PMINT").

On 9 July 2026, TDM had announced that the following agreements has been entered with PMINT, in relation to the revision of the rental rates for the respective lease agreements.

(i) Kemaman Lands Second Supplemental Lease;

(ii) Setiu Lands Supplemental Lease Agreement; and

(iii) Hulu Terengganu Lands Supplemental Lease Agreement.

The existing and revised annual rentals for The Kemaman Lands, Setiu Lands and Hulu Terengganu Lands ("Subject Properties") are based on the Lease Agreements and Supplemental Lease Agreements.

(b) Fulfilment of the Conditions Precedent for the Proposed Build and Sub-lease of a new block for KMI Tawau Medical Centre ("KMITMC") (New Specialist Hospital Building) and renovation works for the existing building of KMITMC (Existing Specialist Hospital Building) in Tawau, Sabah pursuant to the Agreement to Build and Sub-leased ("ATBSL") dated 14 April 2026.

On 15 July 2026, the Board of Directors of TDM wishes to announce that all the Conditions Precedent as provided under the following Clause 3.3.1 (a) to (e) of the ATBSL have been fulfilled.

The Parties' obligations under the ATBSL and the New Sublease Agreement ("SLA") shall be subject to the fulfilment of following conditions (collectively the "Conditions Precedents") within the relevant Conditional Period:

(i) KMITMC shall have obtained the approval of Kumpulan Medic Iman Sdn Bhd ("KMI") at a general meeting to be convened for KMITMC to undertake the Project;

(ii) KMITMC shall have obtained the approval of TDM at a general meeting to be convened for KMITMC to undertake the Project (if necessary);

(iii) Tawau Hospital Sdn Bhd ("THSB") shall have provided to KMITMC certified true copies of contracts for the engagement of all Consultants and Personnel together with their credentials, valid certified licence or relevant experience;

(iv) THSB shall have obtained the approval of its shareholders at a general meeting to be convened for THSB to undertake the Proposal; and

(v) in the event THSB obtains a banking facility to fund the Project with a condition that the New Land shall be charged as a security for the payment of the banking facility, THSB shall have obtained a written consent from the bank for the grant of the New Sub-Lease by THSB upon KMITMC, upon completion of the construction of the New Specialist Hospital Building under the Project.

As such, the ATBSL is now unconditional, and the parties will proceed with their respective obligations to complete the Project in accordance to the terms contained therein.

20. Corporate proposals (cont'd.)

(c) Extension of time for the completion of the proposed disposal by TDM of their entire equity interests in PT Rafi Kamajaya Abadi ("PT RKA") and PT Sawit Rezki Abadi ("PT SRA") (Disposal Companies) to Ikhasas Sawit Sdn Bhd for an aggregate cash consideration of RM115.00 Million (Proposed Disposal).

On 18 August 2026, the Board of Directors of TDM wishes to announce that the completion of the proposed disposal has been further extended to 31 December 2026 ("Seventh Extended Long Stop Date") in order to finalise key terms in the Supplementary Agreement, particularly matters relating to the finalisation of the rehabilitation blueprint to be agreed and executed between PT RKA and the relevant Indonesian authorities, following the execution of the Akta Damai between PT RKA and the Kementerian Lingkungan Hidup ("KLH") Indonesia, as efforts towards completion of the Conditional Sales Purchase Agreement ("CSPA") dated 29 July 2022.

Both TDM and the buyer remain committed to disposal process and are working closely to satisfy all conditions for a successful transaction.

21. Trade receivables

Trade receivables are non-interest bearing and are generally on 30 to 90 days (2025: 30 to 90 days) terms. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

The Group has provided an allowance of RM1.4 mil (2025: RM1.5 mil) for the impairment of trade receivables.

Movement in allowance accounts:

	Group	
	As at 30-Sep-26 RM'000	**As at 31-Dec-25 RM'000**
At 1 January	1,522	1,835
Provision for expected credit losses	-	256
Reversal of expected credit losses	(161)	(516)
Written off	-	(53)
At 30 September/31 December	1,361	1,522

Trade receivables that are individually determined to be impaired at the reporting date relate to debtors that are in significant financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancements.

22. Borrowings and debt securities as at the end of the reporting period

Details of the Group's borrowings as at 30 September 2026 and 31 December 2025 are as follows:

	Long term	Short term	Total borrowings
As at 30 September 2026	**RM'000**	**RM'000**	**RM'000**
Secured			
Bank loans	386,295	45,485	431,780
Obligation under hire purchase	5,812	2,940	8,752
	392,107	48,425	440,532
Unsecured			
Bank loans	-	31,848	31,848
	392,107	80,273	472,380
As at 31 December 2025			
Secured			
Bank loans	402,461	49,991	452,452
Obligation under hire purchase	8,186	3,390	11,576
	410,647	53,381	464,028

23. Summary of off balance sheet financial instruments by type and maturity profile

The Group did not enter into any contract involving off balance sheet financial instruments during the financial period ended 30 September 2026.

24. Changes in material litigations (including status of any pending material litigation) since the last annual balance sheet date

(a) Ministry of Environment and Forestry of Indonesia - Plaintiff vs PT Rafi Kamajaya Abadi ("PT RKA")

On 27 December 2021, PT RKA received lawsuit claims from the Ministry of Environment and Forestry of Indonesia for the alleged violation against the laws and regulations related to fire incident occurred in PT RKA's plantation in year 2019. The total claims filed by the Ministry of Environment and Forestry is Indonesia Rupiah ("Rp") 1,001,844,350,959 (approximately RM293,669,525), as follows:

- Total damages claimed amounting to Rp270,807,710,959 (approximately RM79,381,562) relating to compensation cost for environment impact verification, loss of ecology and loss of economy; and

- Total compensation claimed amounting to Rp731,036,640,000 (approximately RM214,287,963) relating to costs of make good, reactivate the affected ecology system, repair and redevelop hydrology system, revegetation and monitoring.

During the first hearing of the case at District Court of Sintang on 10 January 2022, the parties have agreed to refer this legal case under mediation process for amicable settlement. However, the mediation which was held on 17 January 2022, could not reach any settlement between the parties. Both parties have agreed to put this legal case into full trial.

During the hearing held on 31 January 2022, the Court had directed as follows:
i. PT RKA to file its statement of defence and counter claim on 14 February 2022;
ii. PT RKA to file reply to defence and counter claim on 21 February 2022; and
iii. PT RKA to file its reply to the Plaintiff's reply to defence and counter claim on 1 March 2022.

24. Changes in material litigations (including status of any pending material litigation) since the last annual balance sheet date (cont'd.)

(a) Ministry of Environment and Forestry of Indonesia - Plaintiff vs PT Rafi Kamajaya Abadi ("PT RKA") (cont'd.)

The District Court of Sintang had on 8 August 2022 delivered its decision on the case as follows:

The Court rejected the PT RKA's claims on the followings:

a. For PT RKA to stop all its activities on the affected land area until the full and final disposal of the case; and
b. For PT RKA to pay compensation of Rp50,000 for every affected oil palm tree.
    i. PT RKA is responsible on the loss due to the fire incident based on the 'strict liability' principle.
    ii. PT RKA is to pay a compensation of Rp270,807,710,959 (approximately RM81,242,313) for the environmental loss to the National Account of Indonesia as per the claim by the Plaintiff.
    iii. PT RKA is to rehabilitate the environment on the affected area due to the fire incident of 2,560 ha and to reactivate the affected ecology system with the cost of Rp646,216,640,000 (approximately RM193,864,992) as per the claim by the Plaintiff.

The Court has also fixed tentative hearing dates as follows:

i. 7 March 2022 (adjourned);
ii. 24 March 2022 (adjourned);
iii. 31 March 2022 (adjourned);
iv. 14 April 2022 for Plaintiff to produce its documentary evidence;
v. 25 April 2022 for parties to produce any additional documentary evidence;
vi. 9 May 2022 for the examination of the Plaintiff's witnesses;
vii. 23 May 2022 for the examination of the Plaintiff's witnesses;
viii. 11 July 2022 for the parties to file its submission of the case;
ix. 25 July 2022 for the decision of the case; and
x. 8 August 2022 for the decision of the case.

PT RKA then appealed against the decision of the District Court of Sintang to High Court of Pontianak. The High Court of Pontianak had on 27 October 2022 decided as follows:

i. PT RKA is responsible on the loss due to the fire incident based on the 'strict liability' principle.
ii. PT RKA is to pay a compensation of Rp188,977,440,000 (approximately RM53,504,371) for the environmental loss to the National Account of Indonesia as per the claim.
iii. PT RKA is to rehabilitate the environment on the affected area due to the fire incident of 2,560 ha and to reactivate the affected ecology system with the cost of Rp731,036,640,000 (Approximately RM206,975,266).

On 18 November 2022, PT RKA has filed an appeal against the above decision of the High Court of Pontianak to the Supreme Court of Indonesia in Jakarta.

On 2 November 2023, PT RKA was officially served with the decision of the Supreme Court that the Court rejected the appeal and upheld the decision of Pengadilan Tinggi Pontianak as follows:

i. PT RKA is to pay a compensation of Rp88,977,440,000 (approximately RM56,677,646) for the environmental loss to the National Account of Indonesia as per the claim by the Respondent; and
ii. PT RKA is to rehabilitate the environment on the affected area due to the fire incident of 2,560 ha and to reactivate the affected ecology system with the cost of Rp731,036,640,000 (approximately RM219,250,698).

24. Changes in material litigations (including status of any pending material litigation) since the last annual balance sheet date (cont'd.)

(a) Ministry of Environment and Forestry of Indonesia - Plaintiff vs PT Rafi Kamajaya Abadi ("PT RKA") (cont'd.)

Subsequently, PT RKA had on 12 June 2024 filed a judicial review against the above decision. Through a series of negotiations, PT RKA had on 8 July 2025 signed a Kesepakatan Bersama with the KLH to voluntarily execute the decision of the Supreme Court of Indonesia and pay a cash penalty of IDR188,977,440,000 (approximately RM48,066,000 million) by 30 September 2025 and submitting a 3-year blueprint within 90 days to KLH on plans to rehabilitate 2,560 ha of land affected by the fire incident. Upon payment of the cash penalty, KLH will authorise the relevant authority to have PT RKA's Sistem Administrasi Badan Hukum ("SABH") reactivated accordingly.

On 29 September 2025, PT RKA paid the cash penalty of IDR188,977,440,000 to the Government of Indonesia through its Kementerian Kewangan and PT RKA's SABH has been reactivated accordingly. PT RKA is currently working with the consultant for the rehabilitation program.

(b) Tax dispute under PT RKA

In previous financial year, PT RKA received the tax assessment letter dated 3 January 2025 from Director General of Taxes ("DGT") in relation for corporate tax assessment for fiscal year 2021. The tax assessment increase the taxable amount of PT RKA by Rp216,343,928,745 (approximately RM56,167,000) which can be offset against the outstanding carry forward fiscal losses amounted to Rp 302,969,196,638 (approximately RM78,657,000).

On 20 February 2025, PT RKA has filed an objection to the DGT. On 24 December 2025, PT RKA received the decision on the objection from DGT that the taxable amount was revised to Rp212,637,468,615 (approximately RM55,205,000).

PT RKA has filed an Appealed Letter to the Tax Court. The first hearing of the appeal was on 16 July 2026 for the verification of documents. The Court has also fixed 29 October 2026 for the Fifth Hearing of the Appeal.

Based on the legal opinion, lawyer is of the view that there is a misapplication of tax law and regulation by the DGT that would result in incorrect position of taxable amount of PT RKA and there is medium to high probability of wining the case. Hence, in the event that PT RKA subject to additional taxable amount, there is sufficient unabsorbed business losses to offset against the additional taxable amount.

25. Earning/(loss) per share

Basic earning/(loss) per share amounts are calculated by dividing profit/(loss) for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period.

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30-Sep-26 RM'000	Preceding Quarter Ended 30-Sep-25 RM'000	Current Quarter To date 30-Sep-26 RM'000	Preceding Quarter To date 30-Sep-25 RM'000
Profit/(loss) for the financial period attributable to owners of the parent used in the computation of basic loss per share	14,867	3,745	23,741	(12,154)
Add: Profit/(loss) for the financial period from discontinued operation, attributable to owners of the parent	472	14,683	(7,382)	6,779
Profit/(loss) for the financial period from continuing operations attributable to owners of the parent used in the computation of basic earning/(loss) per share	15,339	18,428	16,359	(5,375)
	30-Sep-26 number of ordinary shares '000	**30-Sep-25 number of ordinary shares '000**	**30-Sep-26 number of ordinary shares '000**	**30-Sep-25 number of ordinary shares '000**
Weighted average number of ordinary shares in issue for basic earnings/(loss) per share computation	1,722,881	1,722,881	1,722,881	1,722,881
Earning/(loss) per share attributable to owners of the parent:				
Basic earnings/(loss) per share (sen)	0.86	0.22	1.38	(0.70)
- continuing operations	0.89	1.07	0.95	(0.31)
- discontinued operation	(0.03)	(0.85)	0.43	(0.39)

26. The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 28 October 2026.

BY ORDER OF THE BOARD

WAN MUHAMMAD AKMAL BIN WAN ZAWAWI
Company Secretary

Kuala Terengganu
28 October 2026