

ANNUAL REPORT **2025**

**REKATECH**  
CAPITAL BERHAD  
(200401002347)(640850-U)

# REKATECH

CAPITAL BERHAD

REKATECH CAPITAL BERHAD 200401002347 (640850-U)

# CONTENTS

Notice of Annual General Meeting	2
Statement Accompanying Notice of Annual General Meeting	8
Statement in Relation to Proposed Renewal of Share Buy-Back Authority	9
Corporate Information	16
Corporate Profile	17
Corporate Structure	18
Management's Discussion And Analysis	19
Corporate Governance Overview Statement	21
Audit Committee Report	32
Statement on Risk Management and Internal Control	36
Sustainability Statement	38
Profile of Directors	42
Directors' Report	45
Statement by Directors	51
Statutory Declaration	51
Independent Auditors' Report to the Members of Rekatech Capital Berhad	52
Statements of Financial Position	58
Statements of Profit or Loss and Other Comprehensive Income	60
Statements of Changes in Equity	62
Statements of Cash Flows	64
Notes to the Financial Statements	67
List of Properties	115
Analysis of Shareholdings	116
Proxy Form	

## NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Twenty-First Annual General Meeting of the Company will be held at Perdana I & II, Level 03, Cititel Penang, 66, Jalan Penang, 10000 George Town, Pulau Pinang on Wednesday, 10 December 2025 at 12.00 p.m. for the following purposes:-

### AGENDA

- |    |   |                                   |
|----|---|-----------------------------------|
| 1. | To receive the Audited Financial Statements of the Company for the financial year ended 30 June 2025 together with the Reports of the Directors and Auditors thereon. | <b>Please refer to<br/>Note A</b> |
|----|---|-----------------------------------|

#### As Ordinary Business

- |    |   |                                  |
|----|---|----------------------------------|
| 2. | To re-elect Dato' Yow Mooi Sin under the provision of Clause 76(3) of the Constitution of the Company, and who, being eligible, has offered himself for re-election.  | <b>Ordinary<br/>Resolution 1</b> |
| 3. | To re-elect Ms Chew Yinn Miin under the provision of Clause 76(3) of the Constitution of the Company, and who, being eligible, has offered herself for re-election.   | <b>Ordinary<br/>Resolution 2</b> |
| 4. | To re-elect Mr Cheah Wan Kin under the provision of Clause 78 of the Constitution of the Company, and who, being eligible, has offered himself for re-election.   | <b>Ordinary<br/>Resolution 3</b> |
| 5. | To approve the payment of Directors' fees of RM101,448 for the financial year ended 30 June 2025.   | <b>Ordinary<br/>Resolution 4</b> |
| 6. | To approve the payment of Directors' benefits in accordance with Section 230(1) of the Companies Act 2016 up to an amount of RM60,000 from 10 December 2025 until next Annual General Meeting of the Company. | <b>Ordinary<br/>Resolution 5</b> |
| 7. | To re-appoint UHY Malaysia PLT as Auditors of the Company and to authorise the Directors to fix their remuneration.   | <b>Ordinary<br/>Resolution 6</b> |

#### As Special Business

To consider and if thought fit, to pass with or without modifications the following resolutions:-

- |    |   |                                 |
|----|---|---------------------------------|
| 8. | <b>Authority to Issue Shares</b>  | <b>Special<br/>Resolution 7</b> |
|    | <p>“THAT pursuant to Sections 75 and 76 of the Companies Act 2016, ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”) and the approval of the relevant regulatory authorities, where such approval is required, the Directors of the Company be and are hereby authorised to issue and allot shares in the capital of the Company, grant rights to subscribe for shares in the Company, convert any securities into shares in the Company, or allot shares under an agreement or option or offer (“New Shares”) from time to time, at such price, to such persons and for such purposes and upon such terms and conditions as the Directors may in their absolute discretion deem fit, provided that the aggregate number of such New Shares to be issued, to be subscribed under any rights granted, to be issued from conversion of any security, or to be issued and allotted under an agreement or option or offer, pursuant to this resolution, when aggregated with the total number of any such shares issued during the preceding 12 months does not exceed 10% of the total number of issued shares (excluding any treasury shares) of the Company for the time being (“Proposed General Mandate”).</p> |                                 |

## NOTICE OF ANNUAL GENERAL MEETING (CONT'D)

### 8. Authority to Issue Shares (Cont'd):

**Ordinary  
Resolution 7**

THAT such approval on the Proposed General Mandate shall continue to be in force until:

- a. the conclusion of the next Annual General Meeting of the Company held after the approval was given;
- b. the expiration of the period within which the next Annual General Meeting of the Company is required to be held after the approval was given; or
- c. revoked or varied by resolution passed by the shareholders of the Company in a general meeting.

whichever is the earlier.

THAT the Directors of the Company be and are hereby also empowered to obtain the approval from Bursa Securities for the listing of and quotation for such New Shares on the Main Market of Bursa Securities.

THAT authority be and is hereby given to the Directors of the Company, to give effect to the Proposed General Mandate with full powers to assent to any conditions, modifications, variations and/or amendments as they may deem fit in the best interest of the Company and/or as may be imposed by the relevant authorities.

AND FURTHER THAT the Directors of the Company, be and are hereby authorised to implement, finalise, complete and take all necessary steps and to do all acts (including execute such documents as may be required), deeds and things in relation to the Proposed General Mandate.”

### 9. Share Buy-Back Authority

**Ordinary  
Resolution 8**

“THAT subject to the provisions under the Companies Act 2016 (“the Act”), the Constitution of the Company, Bursa Malaysia Securities Berhad (“Bursa Securities”) ACE Market Listing Requirements and the approvals of all relevant authorities (if any), the Company be and is hereby authorised to purchase such number of ordinary shares in the Company (“REKATECH”) as may be determined by the Directors of the Company from time to time through Bursa Securities upon such terms and conditions as the Directors may deem fit and expedient in the interest of the Company provided that the aggregate number of shares purchased pursuant to this resolution shall not exceed ten per centum (10%) of the total number of issued shares of the Company as at the point of purchase (“Share Buy-Back Authority”).

THAT the maximum amount of funds to be utilised for the purpose of the Share Buy-Back Authority shall not exceed the Company’s retained profits.

THAT authority be and is hereby given to the Directors of the Company to decide at their discretion as may be permitted and prescribed by the Act and/or any prevailing laws, rules, regulations, orders, guidelines and requirements issued by the relevant authorities for the time being in force to deal with any REKATECH Shares so purchased by the Company in the following manner:-

## NOTICE OF ANNUAL GENERAL MEETING (CONT'D)

### 9 Share Buy-Back Authority (Cont'd):

**Ordinary  
Resolution 8**

- (i) the REKATECH Shares so purchased could be cancelled; or
- (ii) the REKATECH Shares so purchased could be retained as treasury shares for distribution as share dividends to the shareholders of the Company and/or resold through Bursa Securities in accordance with the relevant rules of Bursa Securities and/or be cancelled subsequently; or
- (iii) combination of (i) and (ii) above.

THAT the authority conferred by this resolution will be effective immediately from the passing of this ordinary resolution until:-

- (i) the conclusion of the next annual general meeting of the Company following the general meeting at which such resolution was passed, at which time the authority would lapse unless renewed by ordinary resolution, either unconditionally or conditionally; or
- (ii) the passing of the date on which the next annual general meeting of the Company is required by law to be held; or
- (iii) the authority is revoked or varied by resolution of the shareholders of the Company in a general meeting;

whichever occurs first.

And THAT the Directors of the Company be and are authorised to take such steps to give full effect to the Share Buy-Back Authority with full power to assent to any conditions, modifications, variations and/or amendments as may be imposed by the relevant authorities and/or to do all such acts and things as the Directors may deem fit and expedient in the best interest of the Company.”

10. To transact any other business of which due notice shall have been given in accordance with the Companies Act 2016.

By Order of the Board

**LIM CHOO TAN** (LS 0008888) (SSM PC No. 202008000713)  
**LEE LING** (MAICSA 7065337) (SSM PC No. 202408000941)  
Company Secretaries

Date: 31 October 2025

## NOTICE OF ANNUAL GENERAL MEETING (CONT'D)

### Note A

This Agenda item is meant for discussion only as the provision of Sections 248(2) and 340(1)(a) of the Companies Act, 2016 does not require a formal approval of the shareholders and hence is not put forward for voting.

### Notes:

1. For the purpose of determining who shall be entitled to attend this General Meeting, the Company shall be requesting Bursa Malaysia Depository Sdn Bhd to make available to the Company, a Record of Depositors as at 1 December 2025. Only a member whose name appears on this Record of Depositors shall be entitled to attend this General Meeting or appoint a proxy to attend, speak and vote on his/her/its behalf.
2. A member entitled to attend and vote at this General Meeting is entitled to appoint a proxy or attorney or in the case of a corporation, to appoint a duly authorised representative to attend, participate, speak and vote in his place. A proxy may but need not be a member of the Company.
3. A member of the Company who is entitled to attend and vote at a General Meeting of the Company may appoint not more than two (2) proxies to attend, participate, speak and vote instead of the member at the General Meeting.
4. If two (2) proxies are appointed, the entitlement of those proxies to vote on a show of hands shall be in accordance with the listing requirements of the stock exchange.
5. Where a member of the Company is an authorised nominee as defined in the Central Depositories Act, it may appoint not more than two (2) proxies in respect of each securities account it holds in ordinary shares of the Company standing to the credit of the said securities account.
6. Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account (“omnibus account”), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds. An exempt authorised nominee refers to an authorised nominee defined under the Securities Industry (Central Depositories) Act 1991 (“Central Depositories Act”) which is exempted from compliance with the provisions of Section 25A(1) of the Central Depositories Act.
7. Where a member appoints more than one (1) proxy, the proportion of shareholdings to be represented by each proxy must be specified in the instrument appointing the proxies.
8. The appointment of a proxy may be made in a hard copy form or by electronic means in the following manner and must be received by the Company not less than forty-eight (48) hours before the time appointed for holding the General Meeting or adjourned General Meeting at which the person named in the appointment proposes to vote:
  - (i) In hard copy form  
In the case of an appointment made in hard copy form, this proxy form must be deposited at the registered office of the Company situated at Suite A, Level 9, Wawasan Open University, 54, Jalan Sultan Ahmad Shah, 10050 Georgetown, Penang.
  - (ii) By electronic means via email  
In the case of an appointment made via email transmission, this proxy form must be received via email at [finance.lai6@gmail.com](mailto:finance.lai6@gmail.com).  
For option (ii), the Company may request any member to deposit original executed proxy form to its registered office before or on the day of meeting for verification purpose.
9. Any authority pursuant to which such an appointment is made by a power of attorney must be deposited at the registered office of the Company situated at Suite A, Level 9, Wawasan Open University, 54, Jalan Sultan Ahmad Shah, 10050 Georgetown, Penang not less than forty-eight (48) hours before the time appointed for holding the General Meeting or adjourned General Meeting at which the person named in the appointment proposes to vote. A copy of the power of attorney may be accepted provided that it is certified notarially and/or in accordance with the applicable legal requirements in the relevant jurisdiction in which it is executed.



## **NOTICE OF ANNUAL GENERAL MEETING (CONT'D)**

10. Please ensure ALL the particulars required in this proxy form are completed, signed and dated accordingly.
11. Last date and time for lodging this proxy form is Monday, 8 December 2025 at 12.00 p.m.
12. Please bring an ORIGINAL of the following identification papers (where applicable) and present it to the registration staff for verification:
  - a. Identity card (NRIC) (Malaysian), or
  - b. Police report (for loss of NRIC) / Temporary NRIC (Malaysian), or
  - c. Passport (Foreigner).
13. For a corporate member who has appointed a representative instead of a proxy to attend this meeting, please bring the ORIGINAL certificate of appointment executed in the manner as stated in this proxy form if this has not been lodged at the Company's registered office earlier.

## NOTICE OF ANNUAL GENERAL MEETING (CONT'D)

### Explanatory Notes

#### Ordinary Resolutions 1 to 3 – Re-election of retiring Directors

The details and profiles of the retiring Directors, Dato' Yow Mooi Sin and Ms Chew Yinn Miin who are standing for re-election at the 21st AGM are set out in the Directors' Profile of the Annual Report 2025.

The retiring Directors have confirmed that they do not have any conflict of interest, potential or perceived conflict of interest, including interest in any business that is in competition with the Group.

The Board through the Nomination Committee ("NC") had conducted an annual assessment on the performance and contribution of the individual Directors including the retiring Directors for the financial year ended 30 June 2025 based on a set of prescribed criteria. Based on the results of the annual assessment, the performance of each individual Director was found to be satisfactory and the NC had assessed that each individual Director was fit and proper to continue to hold the position as a Director of the Company.

Premised on the satisfactory outcome of the assessments, the Board endorsed the recommendation of the NC to seek members' approval for the re-election of Dato' Yow Mooi Sin and Ms Chew Yinn Miin as Directors of the Company under the proposed Ordinary Resolutions 1 and 2.

Mr Cheah Wan Kin was appointed as an Independent Non-Executive Director of the Company on 12 June 2025 and thus, will retire at the forthcoming 22nd AGM.

The NC had assessed Mr Cheah Wan Kin and was satisfied with the assessment. The Board endorsed the recommendation of the NC to seek members' approval for the re-election of Mr Cheah Wan Kin as Director under the proposed Ordinary Resolution 3.

#### Ordinary Resolution 4 – Directors' fees of RM101,448 for the financial year ended 30 June 2025

The proposed Ordinary Resolution 4, if passed, will authorise the payment of the Directors' fees for the financial year ended 30 June 2025 amounting to RM101,448.

#### Ordinary Resolution 5 – Directors' benefits

The proposed Ordinary Resolution 5, if passed, will authorise the payment of the Directors' benefits in accordance with Section 230(1) of the Companies Act 2016 of up to RM60,000 from 10 December 2025 until the next Annual General Meeting of the Company.

#### Ordinary Resolution 7 – Authority to Issue Shares

This general mandate for issue of shares ("the Mandate") was sought for in the preceding year and the Board did not carry out the Mandate since the last Annual General Meeting ("AGM") of the Company until the latest practicable date before the printing of this Annual Report. As the Mandate will expire on 10 December 2025, the Board is desirous of seeking a fresh general mandate at the forthcoming AGM.

The proposed Ordinary Resolution 7, if passed, will provide flexibility for the Company and empower the Directors of the Company to issue and allot shares in the Company up to an amount not exceeding 10% of the total number of issued shares (excluding treasury shares) of the Company for any possible fund raising activities, including but not limited to placing of shares, for the purpose of funding further investment project(s), working capital and/or acquisition. This Authority will, unless revoked or varied by the Company in general meeting, will expire at the next Annual General Meeting of the Company.

#### Ordinary Resolution 8 – Share Buy-Back Authority

The proposed Ordinary Resolution 8, if passed, will allow the Company to purchase its own shares. The total number of shares purchased shall not exceed 10% of the total number of issued shares of the Company. In order to avoid any delay and costs involved in convening a general meeting, it is thus appropriate to seek shareholders' approval. This Authority will, unless revoked or varied by the Company in general meeting, will expire at the next Annual General Meeting of the Company.



## **STATEMENT ACCOMPANYING NOTICE OF ANNUAL GENERAL MEETING**

### **Statement Accompanying Notice of Annual General Meeting pursuant to Rule 8.29(2) of the Bursa Malaysia Securities Berhad ACE Market Listing Requirements**

There are no individuals who are standing for election as Director (excluding Directors standing for re-election) at the forthcoming Annual General Meeting.

### **General Mandate for issue of securities pursuant to Rule 6.04(3) of the Bursa Malaysia Securities Berhad ACE Market Listing Requirements**

This general mandate for issue of shares (“the Mandate”) was sought for in the preceding year and the Board did not carry out the Mandate since the Annual General Meeting (“AGM”) of the Company held on 18 December 2024 until the latest practicable date before the printing of this Annual Report. As the Mandate will expire on 10 December 2025, the Board is desirous of seeking a fresh general mandate at the forthcoming AGM.

The Mandate will provide flexibility to the Company for any possible fund raising activities, including but not limited to placing of shares, for the purpose of funding further investment project(s), working capital and/or acquisition.

## STATEMENT IN RELATION TO PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY

### STATEMENT TO SHAREHOLDERS IN RELATION TO THE PROPOSED RENEWAL OF THE AUTHORITY FOR SHARE BUY-BACK BY THE COMPANY OF UP TO TEN PER CENTUM (10%) OF ITS TOTAL NUMBER OF ISSUED SHARES (“PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY”)

This Statement is important and requires your immediate attention. If you are in any doubt as to the course of action to be taken, you should consult your stockbroker, bank manager, solicitor, accountant or other professional advisers immediately.

Bursa Malaysia Securities Berhad (“Bursa Securities”) takes no responsibility for the contents of this Statement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this Statement. This Statement has not been perused by Bursa Securities before its issuance.

#### 1. INTRODUCTION

The Company proposed to seek a renewal of an existing authorisation from its shareholders to purchase shares of the Company up to a maximum of ten per centum (10%) of the total number of issued shares of the Company through the Bursa Securities pursuant to Section 127 of the Companies Act 2016 (“the Act”) at the forthcoming Annual General Meeting (“AGM”) to be held on 10 December 2025.

The purpose of this Statement is to provide the shareholders with information on the Proposed Renewal of Share Buy-Back Authority and to seek the shareholders’ approval for the ordinary resolution relating to the Proposed Renewal of Share Buy-Back Authority under agenda 8 of the Notice of the AGM in this Annual Report of the Company for the financial year ended 30 June 2025 to be tabled at the forthcoming AGM.

#### 2. DETAILS OF THE PROPOSED SHARE BUY-BACK AUTHORITY

The Board of the Directors (“the Board”) proposes to seek approval from its shareholders for authorisation to enable the Company to purchase and/or hold as treasury shares in aggregate of up to ten percent (10%) of the total number of issued shares of the Company at any point in time through stockbroker(s) to be appointed by the Company.

As at 16 October 2025, the total number of issued shares of the Company is represented by 592,000,000 ordinary shares, equivalent to RM87,038,508.90. Hence, the maximum number of shares may be purchased by the Company will be 59,200,000 ordinary shares.

The approval from the shareholders for the Proposed Renewal of Share Buy-Back Authority will be effective immediately upon the passing of the ordinary resolution for the Proposed Renewal of Share Buy-Back Authority until:

- (a) the conclusion of the next Annual General Meeting (“AGM”) of the Company following the general meeting at which such resolution was passed, at which time it will lapse, unless by resolution passed at a general meeting, the authority is renewed; or
- (b) the expiration of the period within which the next AGM after that date is required by law to be held; or
- (c) revoked or varied by ordinary resolution passed by the shareholders of the Company in general meeting;

whichever occurs first.

In accordance with the ACE Market Listing Requirements of Bursa Securities (“the AMLR”), the Proposed Renewal of Share Buy-Back Authority must be made wholly out of retained profits of the listed company. The maximum amount of funds to be allocated for the Proposed Renewal of Share Buy-Back Authority will be subject to the retained profits of the Company. The actual number of shares which may be purchased and the timing of the purchase(s) will depend on, inter-alia, the market conditions, the availability of retained earnings and financial resources of the Company as well as the Bursa Securities’ requirement to maintain the necessary shareholding spread.

## STATEMENT IN RELATION TO PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY (CONT'D)

### 2. DETAILS OF THE PROPOSED SHARE BUY-BACK AUTHORITY (CONT'D)

Based on the Company's latest audited financial statements for the financial year ended 30 June 2025, the accumulated losses of the Company was amounted to RM83,558,053 and the accumulated losses for the Group attributable to the shareholders was RM47,361,913.

The funding of the Proposed Renewal of Share Buy-Back Authority will be through internally generated funds and/or bank borrowings, the proportion of which will depend on the quantum of purchase consideration as well as the availability of any internally generated funds and borrowings and repayment capabilities of the Group at the time of purchase(s). As such, the funding is not expected to have a negative bearing on the cashflow position of the Group.

The amount of funds to be utilised for the Proposed Renewal of Share Buy-Back Authority will only be determined later depending on the actual number of the Company's shares to be purchased, the availability of funds at the time of purchase(s) and other relevant cost factors.

Pursuant to the Listing Requirements, the Company may only purchase its own shares on Bursa Securities at a price which is not more than 15% above the weighted average market price for the shares for the five (5) market days immediately before the date of the purchase. The Company may only resell the purchased shares held as treasury shares on Bursa Securities at:-

- (a) a price which is not less than the weighted average market price for the shares for the five (5) market days immediately before the resale; or
- (b) a discounted price of not more than five percent (5%) to the weighted average market price for the shares for the five (5) market days immediately before the resale provided that:-
  - (i) the resale takes place no earlier than thirty (30) days from the date of purchase; and
  - (ii) the resale price is not less than the cost of purchase of the shares being resold.

Pursuant to the provisions of Section 127(4) of the Act, the Directors may deal with the shares in the following manner:-

- (i) cancel the shares so purchased;
- (ii) retain the shares so purchased in treasury, which may be distributed as share dividends to the shareholders and/or be resold on Bursa Securities in accordance with the relevant rules of Bursa Securities and/or be transferred for the purposes of an employees' share scheme and/or be transferred as purchase consideration and/or be cancelled subsequently and/or be sold, transferred or otherwise be used for such purposes of the Minister may by order prescribe; or
- (iii) retain part of the shares so purchased as treasury shares and cancel the remainder.

While the purchased shares are held as treasury shares, the rights attached to them as to attending meetings, voting, receiving dividends and participation in other distributions whether cash or otherwise shall not be conferred to the holder of such treasury shares and the treasury shares shall not be taken into account in calculating the number or percentage of shares or of a class of shares in the Company for any purpose including substantial shareholdings, take-overs, notices, the requisitioning of meetings, the quorum for a meeting and the result of a vote on a resolution at a meeting.

## STATEMENT IN RELATION TO PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY (CONT'D)

### 3. RATIONALE FOR THE PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY

The Proposed Renewal of Share Buy-Back Authority will enable the Company to utilise its financial resources not required for immediate use, to fund the purchase of its shares. In addition, it is expected to help stabilise the market price as well as the supply and demand of the Company's shares, which is expected to enhance investors' confidence in the performance of the price of the Company's shares. All things being equal, the Proposed Renewal of Share Buy-Back Authority, whether the Company's shares to be purchased are maintained as treasury shares or cancelled, will improve the Earnings Per Share ("EPS") of the Company due to the reduction in the number of shares used for the purpose of computing EPS. This in turn, may have a positive impact on the market price of shares. If the purchased shares are held as treasury shares, they could be resold with the intention of realising a potential gain and/or distributed as share dividends to reward the shareholders of the Company.

In the event the treasury shares are distributed as share dividends to shareholders, it will serve as a reward to shareholders of the Company.

### 4. POTENTIAL ADVANTAGES AND DISADVANTAGES OF THE PROPOSED SHARE BUY-BACK AUTHORITY

The potential advantages of the Proposed Renewal of Share Buy-Back Authority to the Company and its shareholders are outlined in Section 3 of this Statement.

The potential disadvantages of the Proposed Renewal of Share Buy-Back Authority to the Company or its shareholders are as follows:-

- (i) the Proposed Renewal of Share Buy-Back Authority, if implemented, would reduce the financial resources of the Group and may result in the Group foregoing better investment opportunities that may emerge in future; and
- (ii) the Proposed Renewal of Share Buy-Back Authority may also reduce the amount of resources available for the payment of cash dividends to shareholders of the Company.

However, the financial resources of the Group may increase pursuant to the resale of the purchased shares held as treasury shares at prices higher than the purchase price. In that regard, the Company would buy back the shares only after the Directors have given due consideration to the potential impact on the Group's earnings and financial position and the Directors are of the opinion that it would be in the interests of the Company and the minority shareholders to do so.

### 5. FINANCIAL EFFECTS OF THE PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY

#### 5.1 Share Capital

The effect of the Proposed Renewal of Share Buy-Back Authority on the number of issued shares of the Company will depend on whether purchased shares are cancelled or retained as treasury shares. The Proposed Renewal of Share Buy-Back Authority will result in a reduction in the number of issued shares of the Company if the purchased shares are cancelled.

In the event the Proposed Renewal of Share Buy-Back Authority is implemented in full and all the purchased shares are subsequently cancelled, the proforma effects on the total number of issued shares of the Company as at 16 October 2025, are as follows:-

	<b>Number of Shares</b>
Existing number of issued shares as at 16 October 2025	592,000,000
Cancellation of purchased shares	(59,200,000)
Resultant number of issued shares upon completion of the Proposed Share Buy-Back Authority	532,800,000

## STATEMENT IN RELATION TO PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY (CONT'D)

### 5. FINANCIAL EFFECTS OF THE PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY (CONT'D)

#### 5.1 Share Capital (Cont'd)

However, the Proposed Renewal of Share Buy-Back Authority will have no effect on the number of issued shares of the Company if all the purchased shares are to be retained as treasury shares, resold or distributed to the shareholders.

#### 5.2 Net Assets per Share

The Proposed Renewal of Share Buy-Back Authority may increase or decrease the Net Assets ("NA") per Share depending on the purchase price(s) of the shares bought back. The NA per share will increase if the purchase price is less than the NA per share and will decrease if the purchase price exceeds the NA per share at the time when the shares are purchased.

In the event the purchased shares which are retained as treasury shares are resold, the NA of the Group will increase or decrease depending on whether a gain or a loss is realised upon the resale. The quantum of the increase or decrease in NA will depend on the actual disposal price and the number of the purchased shares, retained as treasury shares, which are resold.

#### 5.3 Working Capital

The Proposed Renewal of Share Buy-Back Authority will reduce the working capital of the Group, the quantum of which depends on the actual purchase price and number of shares purchased. However, it is not expected to have a material adverse effect on the working capital of the Group. If purchased shares are treated as treasury shares and subsequently resold on Bursa Securities, the working capital of the Group will increase if the Company realized a gain from the resale.

#### 5.4 Earning Per Share (EPS)

The effect of the Proposed Renewal of Share Buy-Back Authority on the EPS of the Company is dependent on, inter-alia, the actual number of the shares bought back and the purchase prices of the shares and the effective funding cost to the Company.

Assuming that the purchased shares are retained as treasury shares and resold, the EPS will increase if the selling price is higher than the cost of the shares purchased and the interest foregone or interest expense incurred on the purchased shares. If the purchased shares are cancelled, the EPS will increase provided that the income foregone and interest expense incurred on the purchased shares is less than the EPS before the Proposed Share Buy-Back Authority.

The effective reduction in the number of shares in the computation of the consolidated EPS pursuant to the Proposed Renewal of Share Buy-Back Authority may generally, all other things remaining equal, have a positive impact on the consolidated EPS of the Company for the financial period in which the shares are purchased.

#### 5.5 Dividends

Assuming the Proposed Renewal of Share Buy-Back Authority is implemented in full, dividends will be paid on the remaining number of shares of the Company (excluding the shares already purchased). The Proposed Renewal of Share Buy-Back Authority will not have a material impact on the Company's dividend for the financial year ending 30 June 2025.

## STATEMENT IN RELATION TO PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY (CONT'D)

### 6. DIRECTORS' AND SUBSTANTIAL SHAREHOLDERS' INTERESTS

The effects of the Proposed Renewal of Share Buy-Back Authority on the shareholdings of the directors and substantial shareholders based on the Company's Registers of Directors' Shareholdings and Substantial Shareholders as at 16 October 2025 are as follows:-

#### (i) Directors

Name of Directors	Before the Proposed Share Buy-Back Authority				After the Proposed Share Buy-Back Authority Assuming 10% of the share capital is purchased and cancelled			
	Direct No. of shares	%	Indirect No. of shares	%	Direct No. of shares	%	Indirect No. of shares	%
Dato' Sri Liang Chee Fong	112,517,350	19.006	-	-	112,517,350	21.118	-	-
Dato' Yow Mooi Sin	77,599,600	13.108	-	-	77,599,600	14.564	-	-
Cheah Wan Kin	-	-	-	-	-	-	-	-
Chew Yinn Miin	-	-	-	-	-	-	-	-
Chye Han Xian	-	-	-	-	-	-	-	-

#### (ii) Substantial Shareholders

Name of Substantial Shareholders	Before the Proposed Share Buy-Back Authority				After the Proposed Share Buy-Back Authority Assuming 10% of the share capital is purchased and cancelled			
	Direct No. of shares	%	Indirect No. of shares	%	Direct No. of shares	%	Indirect No. of shares	%
Dato' Sri Liang Chee Fong	112,517,350	19.006	-	-	112,517,350	21.118	-	-
Dato' Yow Mooi Sin	77,599,600	13.108	-	-	77,599,600	14.564	-	-
Wong Kim Pau	57,069,896	9.640	-	-	57,069,896	10.711	-	-
Vantage Corporate Services Limited	-	-	58,051,658+	9.806	-	-	58,051,658+	10.896
Koh Soo Teng	200,000	0.034	58,051,658+	9.806	200,000	0.038	58,051,658+	10.896
Summit Consulting Limited	-	-	58,051,658+	9.806	-	-	58,051,658+	10.896

+Deemed interest through Success Tower Sdn. Bhd.

## STATEMENT IN RELATION TO PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY (CONT'D)

### 7. INTEREST OF DIRECTORS, MAJOR SHAREHOLDERS AND PERSONS CONNECTED WITH DIRECTORS AND MAJOR SHAREHOLDERS

Save for the changes in percentage of shareholdings and/or voting of the Shareholders resulting from the Proposed Renewal of Share Buy-Back Authority, none of the Directors and Substantial Shareholders has any interest, direct or indirect, in the Proposed Renewal of Share Buy-Back Authority and, if any, the resale of treasury shares. In addition, in so far as the Directors are aware, none of the persons connected to the Directors and Substantial Shareholders has any interest, direct or indirect, in the Proposed Renewal of Share Buy-Back Authority and, if any, in the resale of treasury shares.

### 8. HISTORICAL SHARE PRICE OF THE COMPANY

The monthly highest and lowest closing price of shares as traded on Bursa Securities for the past twelve (12) months are as follows:

Year 2024 / 2025	High (RM)	Low (RM)
<b>2024</b>		
October	0.045	0.040
November	0.040	0.035
December	0.040	0.040
<b>2025</b>		
January	0.040	0.040
February	0.040	0.040
March	0.040	0.040
April	0.040	0.040
May	0.040	0.040
June	0.040	0.040
July	0.045	0.045
August	0.045	0.045
September	0.035	0.030

(Source : KLSE I3 investor)

The last transacted price of shares on 16 October 2025 being the latest practicable date prior to the printing of this Statement was RM0.035.

### 9. IMPLICATIONS OF THE MALAYSIAN CODE ON TAKE-OVERS AND MERGERS 2016

Under the Malaysian Code on Take-Overs and Mergers 2016 (“the Code”), a director and any person acting in concert with him or a relevant shareholder will be required to make a mandatory general offer for the remaining ordinary shares of the Company not already owned by him/them if his/their stake in the Company is increased to beyond 33% or if his/their existing shareholdings is between 33% and 50% and increases by another 2% in any subsequent 6 months’ period.

## **STATEMENT IN RELATION TO PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY (CONT'D)**

### **9. IMPLICATIONS OF THE MALAYSIAN CODE ON TAKE-OVERS AND MERGERS 2016 (CONT'D)**

Notwithstanding the above, such person and any person acting in concert may make an application to the Securities Commission for an exemption from a mandatory general offer under Paragraph 24.1 of Practice Note 9 of the Code.

As at the date of this Statement, the Company has yet to decide on the percentage of its own shares to be purchased pursuant to the Proposed Renewal of Share Buy-Back Authority. In any case, it is not the intention of the Company to cause any shareholder to trigger an obligation to undertake a mandatory general offer under the Code and the Company will be mindful of the above implications of the Code in making any purchase of its own shares under the Proposed Renewal of Share Buy-Back Authority.

### **10. PURCHASE, RESALE AND CANCELLATION OF SHARES MADE IN THE LAST TWELVE MONTHS**

The Company did not purchase its own shares previously and as such, there were no resale or cancellation of any treasury shares in the past twelve (12) months preceding the date of this Statement.

### **11. PUBLIC SHAREHOLDING SPREAD**

As at 16 October 2025, the public shareholding spread of the Company was approximately 58.25%. The public shareholding spread is expected to be reduced to approximately 53.61% assuming the Proposed Renewal of Share Buy-Back Authority is implemented in full and all the shares so purchased are cancelled. In this regard, the Board undertakes that the purchase of shares will be conducted in compliance with the 25% public shareholding spread as required by the ACE Market Listing Requirement.

### **12. APPROVAL REQUIRED**

The Proposed Renewal of Share Buy-Back Authority is subject to the approval of the shareholders of Company at the forthcoming AGM of the Company to be convened or at any adjournment thereof. Save for the approval of the shareholders of the Company, there are no other approvals required.

### **13. DIRECTORS' RECOMMENDATION**

The Directors, having considered all aspects of the Proposed Renewal of Share Buy-Back Authority, are of the opinion that the Proposed Renewal of Share Buy-Back Authority is in the best interest of the Company. Accordingly, the Directors recommend that the shareholders vote in favour of the Ordinary Resolution pertaining to the Proposed Renewal of Share Buy-Back Authority to be tabled at the forthcoming AGM of the Company.

## CORPORATE INFORMATION

### BOARD OF DIRECTORS

**DATO' SRI LIANG CHEE FONG**

*Executive Chairman*

**CHEAH WAN KIN**

*Independent Non-Executive Director*

**DATO' YOW MOOI SIN**

*Managing Director*

**CHEW YINN MIIN**

*Independent Non-Executive Director*

**CHYE HAN XIAN**

*Independent Non-Executive Director*

#### AUDIT COMMITTEE

*Chairman*

CHEAH WAN KIN

*Members*

CHEW YINN MIIN

CHYE HAN XIAN

#### SECRETARIES

LIM CHOO TAN

(LS 0008888)

(SSM PC No. 202008000713)

LEE LING

(MAICSA 7065337)

(SSM PC No. 202408000941)

#### SHARE REGISTRAR

TRICOR INVESTOR & ISSUING  
 HOUSE SERVICES SDN BHD  
 UNIT 32-01, LEVEL 32, TOWER A,  
 VERTICAL BUSINESS SUITE,  
 AVENUE 3, BANGSAR SOUTH,  
 NO. 8, JALAN KERINCHI,  
 59200 KUALA LUMPUR  
 TEL : 03-2783 9299  
 FAX : 03-2783 9222  
 Email : [is.enquiry@vistra.com](mailto:is.enquiry@vistra.com)

#### NOMINATION COMMITTEE

*Chairman*

CHEW YINN MIIN

*Members*

CHEAH WAN KIN

CHYE HAN XIAN

#### AUDITORS

UHY MALAYSIA PLT

202406000040 (LLP0041391-LCA) & AF 1411

SUITE 11.05, LEVEL 11

THE GARDENS SOUTH TOWER

MID VALLEY CITY,

LINGKARAN SYED PUTRA

59200 KUALA LUMPUR

WILAYAH PERSEKUTUAN

TEL : 03-2279 3088

FAX : 03-2279 3099

#### PRINCIPAL BANKERS

CIMB BANK BERHAD  
 HONG LEONG BANK BERHAD

#### REMUNERATION COMMITTEE

*Chairman*

CHEAH WAN KIN

*Members*

CHEW YINN MIIN

CHYE HAN XIAN

#### REGISTERED OFFICE

SUITE A, LEVEL 9,

WAWASAN OPEN

UNIVERSITY,

54, JALAN SULTAN AHMAD

SHAH,

10050 GEORGETOWN,

PENANG.

TEL : 04-2296 318

FAX : 04-2282 118

Email : [trikor.penang@vistra.com](mailto:trikor.penang@vistra.com)

#### STOCK EXCHANGE LISTING

ACE MARKET OF  
 BURSA MALAYSIA SECURITIES  
 BERHAD

#### WEBSITE

[www.rekatech.com.my](http://www.rekatech.com.my)

## CORPORATE PROFILE



REKATECH CAPITAL BERHAD 200401002347 (640850-U)

Rekatech Capital Berhad (“REKATECH” or “the Company”) group of companies (“REKATECH Group” or “the Group”) was established in 2004. The Company was listed on the ACE Market of Bursa Malaysia Securities Berhad (“Bursa Securities”) on 25 May 2005. On 9 December 2022, the Company changed its name from Mega Sun City Holdings Berhad to Rekatech Capital Berhad.

The principal activities of the Group comprise:

### Project Management Services

The Group provides project management services for commercial and residential property development industries. The full scope of project management services rendered by the Group include project design evaluation, project value engineering and project construction management. Project design evaluation services evaluate the clients’ existing project design to increase the net saleable area of the project. Project value engineering services reduce the construction costs and implementation time of the project. Project construction management services ensure that the project’s objectives are met and implementation is smooth and timely.

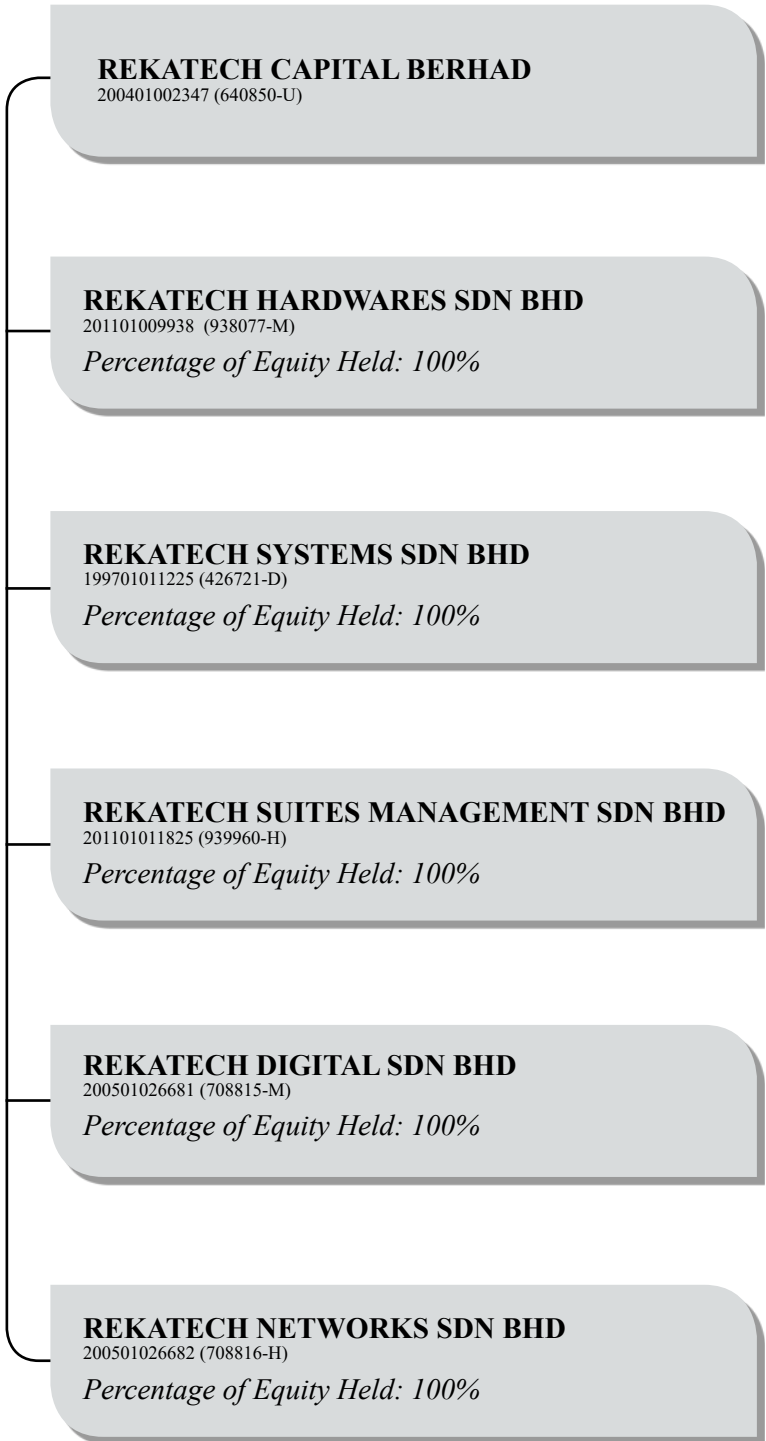
### Property Investment Holding

The Group is involved in property investment holding with the purpose of diversifying its income stream from a solely project services based income to include recurring income from the rental of properties. In conjunction with the diversification, the Group has acquired and will continue to be on the lookout for properties with good rental yield and potential appreciation in value from the long term perspective.

### Trading in building and construction materials

The Group is involved in trading of steel, building and construction materials in order to generated positive income to the Group.

## CORPORATE STRUCTURE



# MANAGEMENT'S DISCUSSION AND ANALYSIS

**Dear Valued Shareholders,**

*We are pleased to present the Management's Discussion and Analysis ("MD&A") for the financial year ended 30 June 2025, which provides insights into the Group's performance, strategic direction, and future outlook as REKATECH continues to strengthen its position in Malaysia's evolving property and project management industry.*

## 1. OVERVIEW OF THE BUSINESS

Rekatech Capital Berhad ("REKATECH" or "The Group") is an investment holding and project management company engaged primarily in:

- Property investment and management assets
- Trading of steel, building and construction materials

The Group's integrated business model combines real estate investment, project oversight, and property operations under one platform – enabling sustainable, long-term value creation across investment, development, and recurring income segments.

In 2025, Malaysia's property industry continued its post-pandemic stabilisation, supported by steady tourism recovery, increased foreign participation, and the government's ongoing emphasis on sustainable development. REKATECH remained agile in adapting to evolving market conditions while focusing on high-yield property management and hospitality-driven assets.

## 2. STRATEGIC OBJECTIVES

REKATECH's strategic direction remains focused on sustainable growth, asset optimisation, and stakeholder value creation. The Group's key objectives include:

- Sustainable Growth: Strengthening recurring income from property leasing and project management services.
- Operational Efficiency: Improving profitability through digitalisation, cost discipline, and strategic resource optimisation.
- Asset Enhancement: Upgrading and repositioning investment assets to maximise yield and market valuation.
- Geographical Expansion: Pursuing selective partnerships and management contracts in Penang and Kuala Lumpur.
- Through these objectives, REKATECH aims to sustain operational resilience and reinforce its standing as a trusted and forward-looking property management group.

## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT'D)

### 3. REVIEW OF FINANCIAL PERFORMANCE

For the financial year ended 30 June 2025, the Group recorded a moderate improvement in operational stability, supported by recurring income from property investment and hospitality management segments.

The total assets of the Group as at 30 June 2025 stood at RM43.92 million, representing a decrease of 14.69% compared to RM51.48 million recorded in the previous financial year ended 30 June 2024.

The total liabilities of the Group as at 30 June 2025 stood at RM0.81 million, marking an increase of 24.62% compared to RM0.65 million recorded in the previous financial year ended 30 June 2024. The increase was mainly attributable to short-term financing related to project operations and working capital requirements.

Overall, the Group's financial position remained sound with strong asset backing, manageable leverage, and stable cash flow. Continuous cost control, efficient capital management, and disciplined investment evaluation have allowed REKATECH to maintain resilience amid market challenges such as rising construction costs.

### 4. PROSPECTS AND OUTLOOK

The Malaysian property market in 2025 is expected to maintain steady momentum, driven by sustained infrastructure projects, government housing incentives, and the ongoing growth of the tourism and hospitality sectors. REKATECH remains optimistic about future performance, leveraging its experience in property management, project coordination, and hospitality asset operations.

Key growth catalysts for FY2026 include:

- The continued rebound of tourism and business travel, boosting demand for short- and mid-term accommodation.
- Government-led incentives supporting affordable housing and sustainable developments.
- Increased urban migration strengthening demand for residential and mixed-use properties.
- Technological adoption is improving asset performance and investor confidence.

While external risks such as inflationary pressures and global economic uncertainties persist, the Group remains confident in navigating challenges through prudent financial management, strategic asset allocation, and operational excellence.

### CONCLUSION

The Board and Management extend heartfelt appreciation to all shareholders, employees, clients, and business partners for their continued trust and support. REKATECH remains steadfast in its mission to pursue sustainable growth, uphold governance excellence, and create long-term value for all stakeholders, contributing meaningfully to Malaysia's property and investment landscape.

## CORPORATE GOVERNANCE OVERVIEW STATEMENT

The Board of Directors of REKATECH (“the Board”) is committed to ensuring that good corporate governance practices are applied throughout the Group as a fundamental part of discharging its responsibilities to protect and enhance shareholders’ value and to improve the Group’s financial performance.

The Board adopts and applies the principles and best practices as governed by the ACE Market Listing Requirements of Bursa Securities (“Bursa Securities”) (“Listing Requirements”) and the Malaysian Code on Corporate Governance 2021 (“MCCG 2021”).

The Board is pleased to provide the following statements, which outline the corporate governance practices that were put in place throughout the financial year ended 30 June 2025, unless otherwise stated. The Statement is to be read with the CG Report 2025 of the Company which is available on the Company’s website at [www.rekatech.com.my](http://www.rekatech.com.my).

### PRINCIPLE A - BOARD LEADERSHIP AND EFFECTIVENESS

#### Part I. Board Responsibilities

The Board assumes full responsibility for the overall performance of the Group. The Board’s main responsibilities comprise the following:

- (a) Reviewing and ensuring the adequacy and soundness of the Group’s financial system, internal control systems and management information system and that they are in compliance with the applicable standards, laws and regulations;
- (b) Identifying and implementing appropriate systems to manage principal risks. The Board undertakes this responsibility through the Audit Committee;
- (c) Reviewing and providing guidance on the Company’s and the Group’s annual budgets, development of risk policies, major capital expenditures, acquisitions and disposals;
- (d) Monitoring corporate performance and the conduct of the Group’s business and to ensure compliance with best practices and principles of corporate governance;
- (e) Appointing external auditors (subject to shareholders’ approval);
- (f) Ensuring a transparent Board nomination and remuneration process including management, ensuring the skills and experiences of the Directors are adequate for discharging their responsibilities whilst the caliber of the Independent Non Executive Directors bring independent judgment in the decision making process;
- (g) Approving all financial reports to be published and related stock exchange announcements;
- (h) Monitoring other material reporting and external communications by the Group; and
- (i) Considering and reviewing the social, ethical and environmental impact of the Group’s activities and determining, monitoring and reviewing standards and policies to guide the Group in this regard.

The Board has delegated certain responsibilities to its Board Committees namely Audit Committee, Nomination Committee and Remuneration Committee which operate within clearly defined terms of reference.

## CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

### PRINCIPLE A - BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

#### Board Charter

The Board recognises the importance of formalising a Board Charter, which has been approved and adopted by the Board, so as to provide reference for the Directors in relation to the Board's roles, powers, duties, responsibilities and functions. The Board Charter is available at our website at [www.rekatech.com.my](http://www.rekatech.com.my).

#### Directors' Code of Ethics and Conduct

The Directors are guided by the Code of Ethics for Company Directors and also observe the Code of Ethics in discharging their duties.

A Code of Conduct has been formulated to enhance the standard of CG and promote ethical conduct of the employees and Directors of the Group. It sets out the important principles and expectations in complying with the ethical values of business standards and personal conduct dealings with internal and external parties. The Code of Conduct is available at our website at [www.rekatech.com.my](http://www.rekatech.com.my).

#### Whistleblowing Policy

A Whistleblowing Policy is adopted by the Board to promote good business conduct and maintain a healthy corporate culture with fairness, integrity and transparency in the Group. The Whistleblowing Policy is available at our website at [www.rekatech.com.my](http://www.rekatech.com.my).

#### Anti-Corruption and Anti-Bribery Policy

An Anti-Corruption and Anti-Bribery Policy has been adopted to uphold the Group's commitment to high and moral standards in all its business activities in preventing bribery and corruption, and in compliance with the applicable laws and regulations. The Anti-Corruption and Anti-Bribery Policy is available at our website at [www.rekatech.com.my](http://www.rekatech.com.my).

#### Board Committees

The Board delegates specific responsibilities to three (3) Committees namely Audit Committee, Nomination Committee and Remuneration Committee. All the Committees have clearly defined terms of reference and, where applicable, comply with the recommendations of the Code. The Board receives reports of the Committee's meeting proceedings and deliberations.

The following Board Committees with the respective functions have been set up to assist the Board in discharging its responsibilities:

##### Audit Committee

- Reviews quarterly and annual financial statements
- Provides oversight on the Group's financial reporting
- Appoints and monitors the standard and quality of the internal and external auditor's service
- Sets up risk appetite of the Group
- Reviews the risk management framework, processes and reports
- Reviews the effectiveness of risk management
- Reviews any conflict of interest situation and report to the Board

##### Nomination Committee

- Nominates new Directors
- Evaluates effectiveness of the Board and Board Committees
- Ensures appropriate framework and succession planning for the Board

## CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

### PRINCIPLE A - BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

#### Board Committees (Cont'd)

##### Remuneration Committee

- Establishes policy and framework for the remuneration of Directors and certain key senior management personnel
- Assesses, reviews and recommends to the Board the remuneration and benefits package of the Directors
- Ensures the Group's remuneration and incentive policies are appropriately established

#### Separation of Position of Chairman and Managing Director

In order to ensure continual effective supervision and accountability of the Board and management, there is a clear division of responsibilities between the Chairman and the Managing Director ("MD"). The roles of the Chairman and the MD are separated and clearly defined to ensure that there is a balance in power and authority in the Board. The Board is led by an Executive Chairman, who acts in the best interest of the Group and is accountable for the stewardship and smooth functioning of the Board and its effectiveness on all aspects of its role.

Meanwhile, the MD is responsible for the overall operations and managing the daily conduct of business, supervision and management of the Group in line with the Board's direction and instructions, and effective implementation of the Group's strategies as well as policies set by the Board. The MD is accountable to the Board for the achievement of the REKATECH goals and objectives, as well as observance of management's limits of authority.

#### Company Secretaries

The Board is assisted by two (2) qualified and competent Company Secretaries who possess valid Practising Certificates issued by the Companies Commission of Malaysia ("CCM"). They have the requisite credentials and are qualified to act as company secretary under Section 235 of the Companies Act 2016.

The Company Secretaries are present for all Board and Board Committee meetings and act as an advisory role to the Board, particularly in regard to the Group's Constitution, Board policies and procedures as well as compliance with regulatory requirements, codes, guidance and legislations.

The Company Secretaries also serve as the main point of contact for stakeholders and matters relating to corporate governance. The Board is updated by the Company Secretaries on new statutory and regulatory requirements concerning their duties and responsibilities from time to time.

#### Board Meetings

The Board is satisfied with the level of time commitment given by the Directors towards fulfilling their roles and responsibilities. This is evidenced by the attendance records of the Directors at the Board meetings.

The Board of Directors meets regularly at least four (4) times a year with due notice of matters to be discussed and records its deliberation and conclusion in discharging its duties and responsibilities. Additional meetings will be convened as and when required. In the intervals between Board meetings, for exceptional matters requiring urgent Board's decision, Board's approvals are sought via circular resolutions, which are supported with sufficient information required to make an informed decision.

## CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

### PRINCIPLE A - BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

#### Board Meetings (Cont'd)

During the financial year ended 30 June 2025, the Board met five (5) times, where it deliberated and considered various matters including the Group's financial results, strategic decisions and direction of the Group. Details of attendance of each Board member are as follows:

Directors	Attendance
Dato' Sri Liang Chee Fong	5/5
Dato' Yow Mooi Sin	5/5
Chan Foo Weng (Resigned on 6 June 2025)	5/5
Chew Yinn Miin	5/5
Chye Han Xian	5/5
Cheah Wan Kin (Appointed on 12 June 2025)	–

To ensure that the Directors have the time to focus and fulfil their roles and responsibilities effectively and in line with the AMLR, a Director of the Company must not hold directorships of more than five (5) public listed companies and must be able to commit sufficient time to the Company.

#### Supply of Information

All Directors are provided with an agenda and a set of Board papers containing information relevant to the business of the meeting, including information on financial, operational and corporate matters prior to Board meetings. The Board papers are issued in sufficient time to enable the Directors to review, consider and deliberate knowledgeably on the matters to be tabled.

The Chairman of the Audit Committee would brief the Board on any salient matters discussed at the Audit Committee meetings and which require the Board's notice or direction.

All Directors have access to the advice and services of the Company Secretary. The Company Secretary attends all Board meetings and advises the Board on procedures, the requirements of the Company's Constitution, the Companies Act, 2016 and the AMLR. The Company Secretary also ensures that there is good information flow within the Board.

The Board has also put in place a procedure for Directors, whether as a full Board or in their individual capacity, to take independent professional advice at the Company's expense, if necessary.

#### Part II. Board Composition

The Board consists of five (5) members, comprising one (1) Executive Chairman, one (1) Managing Director, three (3) Independent Non-Executive Directors. The Company is therefore in compliance with the ACE Market Listing Requirements ("AMLR") on board composition that at least two (2) directors or one third (1/3) of the board of directors of a listed issuer, whichever is the higher, are independent directors.

The Board collectively has wide and varied financial, legal, technical, management and commercial experience and consists of persons of high caliber and integrity. The composition of the Board reflects not only the broad range of experience, skills and knowledge required to successfully direct and supervise the Group's business activities, but also the importance of independence in decision making at the Board level.

A brief profile of each Director is presented in the Profile of Directors section of this Annual Report.

The Independent Non-Executive Directors do not participate in the day-to-day management of the Group and they have no business or other relationship with the Group which could be perceived to materially interfere with their exercise of independent judgment. The Independent Non-Executive Directors remain in a position to fulfil their responsibilities to provide check and balance to the Board.

## CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

### PRINCIPLE A - BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

#### Part II. Board Composition (Cont'd)

The Principle A – Board Leadership and Effectiveness, Part II Board Composition of the Code states that the Board should establish a policy formalising its approach to boardroom diversity. The Board has no immediate plan to implement a gender diversity policy or target as it is of the view that Board membership is dependent on each candidate's skills, experience, core competencies and other qualities regardless of gender.

The roles of the Chairman and Chief Executive Officer are held by two (2) different Directors, namely the Executive Chairman and the Managing Director respectively. The Principle A – Board Leadership and Effectiveness, Part I Board Responsibilities of the Code stipulates that the positions of chairman and chief executive officer should be held by different individuals. Accordingly, the Company is in compliance with the Code that the positions of the Chairman and Chief Executive Officer are held by different individuals. Furthermore, the Board which has a strong element of Independent Non-Executive Directors is sufficient to ensure appropriate balance of power and authority on the Board.

The appointment of a Senior Independent Non-Executive Director to whom concerns may be conveyed has not been made, given that the Board is open for full deliberation of all matters submitted to the Board or shareholders' meetings. In addition, the Board has strong independent elements within the Board in the form of the Independent Non-Executive Directors. Accordingly, the Board does not consider it necessary at this juncture to identify a Senior Independent Non-Executive Director.

#### New Appointment, Re-appointment and Re-election of Directors

The Nomination Committee established by the Board is responsible for evaluating and nominating suitable candidates to the Board to ensure proper Board composition and size as well as to fill vacant seats on Board Committees.

The appointment of additional Director is made as and when it is deemed necessary by the existing Board upon recommendation from the Nomination Committee with due consideration given to the mix of expertise and experience required for an effective Board.

The Principle A – Board Leadership and Effectiveness, Part II Board Composition of the MCCG states that the tenure of an independent director should not exceed a cumulative term of nine (9) years. Upon completion of the nine (9) years term, an independent director may continue to serve on the board subject to the director's re-designation as a non-independent director. Nonetheless, the Board reserves the right to retain the Director as Independent Directors by seeking annual shareholders' approval through a two-tier voting process.

Presently, none of the Independent Directors has exceeded the cumulative term of nine years. During the financial year 2025, the Nomination Committee assessed the independence of the Independent Directors with reference to the independence guidelines as set out in Chapter 1 of the Bursa Malaysia Securities Berhad ACE Market Listing Requirements. Independent Directors were abstained from deliberation on their own assessment. The Nomination Committee was satisfied in the Independent status of Independent Directors.

In accordance with the Company's Constitution, all Directors shall retire from office at least once in every three (3) years, but shall be eligible for re-election.

The performance of the Directors who are subject to re-election at the forthcoming Annual General Meeting ("AGM") has been assessed by the Nomination Committee in accordance with the fit and proper criteria and the Nomination Committee was satisfied with the outcome of the assessment before submitting their recommendation to the Board for deliberation and approval.

## CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

### PRINCIPLE A - BOARD LEADERSHIP AND EFFECTIVENESS (CONT'D)

#### New Appointment, Re-appointment and Re-election of Directors (Cont'd)

The Board has determined that the performance of the Directors who are subject to re-election at the forthcoming AGM have continued to demonstrate the necessary commitment to be fully effective members of the Board. Hence, the Board unanimously recommends that the shareholders vote in favour of the re-election of the above Directors at the forthcoming AGM.

#### Directors' Training

The Board acknowledges the fact that continuous education is vital for the Board members to gain insight into the state of economy, latest regulatory updates and management strategies.

The Directors receive updates on the latest industry trends and developments through participation in various seminars/ forums/conferences, research/expert reports and trade publications as well as online research necessary for them to discharge their duties and responsibilities effectively and diligently. The Board also reviewed and assessed the training needs of the Directors especially on the changes of the various regulatory requirements from time to time. In this regard, the Company Secretary is invited to brief the Board on the amendments to the AMLR, the Companies Act, 2016 as well as other regulatory requirements. The external auditors of the Company also update the Board on the latest developments on the accounting standards on an on-going basis for the Directors to keep abreast with those changes in order for them to discharge their duties diligently.

All Directors, except Mr Chan Foo Weng who resigned on 6 June 2025 and Mr Cheah Wan Kin who was appointed on 12 June 2025, attended the following trainings during the financial year:

Name	Name of training
Dato' Sri Liang Chee Fong	Mandatory Accreditation Programme Part II: Leading for Impact (LIP) ("MAP Part II") (19-20 March 2025)
Dato' Yow Mooi Sin	MAP Part II (9-10 April 2025)
Chew Yinn Miin	MAP Part II (9-10 April 2025)
Chye Han Xian	MAP Part II (19-20 February 2025)

#### Effectiveness of Board and Board Committees

##### Nomination Committee

The members of the Nomination Committee are as follows:

- Chew Yinn Miin – Chairman
- Chan Foo Weng – Member (Resigned on 6 June 2025)
- Chye Han Xian – Member
- Cheah Wan Kin – Member (Appointed on 12 June 2025)

The details of the attendance of each Nomination Committee member in the Nomination Committee meetings held during the financial year ended 30 June 2025 are as follows

Members	Attendance
Chew Yinn Miin	1/1
Chan Foo Weng (Resigned on 6 June 2025)	1/1
Chye Han Xian	1/1
Cheah Wan Kin (Appointed on 12 June 2025)	–

## CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

### Effectiveness of Board and Board Committees (Cont'd)

#### Nomination Committee (Cont'd)

During the financial year, the Nomination Committee assisted the Board on the following functions:

- (1) reviewed and recommended to the Board the appointment of Independent Non-Executive Directors;
- (2) reviewed the structure, size and composition of the Board and made recommendation to the Board as regards any changes that may, in their view, be beneficial to the Company;
- (3) reviewed the required mix of skills, experience and core competencies which Non-Executive Directors bring to the Board;
- (4) implemented a process, assessed the effectiveness of the Board as a whole, committees of the Board and the contribution of individual directors;
- (5) recommended to the Board directors who retired by rotation to be put forward for re-election;
- (6) reviewed and assessed the Chief Finance Director;
- (7) assessed the independence of each of the existing Independent Directors with each director abstaining from deliberation on his own assessment;
- (8) reviewed the terms of office and performance of the Audit Committee and each of its members; and
- (9) reviewed the terms of reference.

#### Remuneration Committee

The Remuneration Committee comprises the following members who are all Non-Executive Directors which is in compliance with the recommendation by the MCCG that the remuneration committee should consist exclusively or a majority of non-executive directors and a majority of them must be independent Directors:

- Chan Foo Weng – Chairman (Resigned on 6 June 2025)
- Cheah Wan Kin – Chairman (Appointed on 12 June 2025)
- Chew Yinn Miin – Member
- Chye Han Xian – Member

The details of the attendance of each Remuneration Committee member in the Remuneration Committee meetings held during the financial year ended 30 June 2025 are as follows

Members	Attendance
Chan Foo Weng (Resigned on 6 June 2025)	1/1
Chew Yinn Miin	1/1
Chye Han Xian	1/1
Cheah Wan Kin (Appointed on 12 June 2025)	–

The details of Directors remuneration received and receivable by the Directors of the Group during financial year ended 30 June 2025 is disclosed in the CG report.

The Remuneration Committee's primary responsibility is to review and recommend to the Board the remuneration of the Executive Directors in all its forms, drawing advice from experts if necessary. The Directors do not participate in decisions on their own remuneration. The individual Non-Executive Directors concerned shall abstain from all discussions pertaining to their remuneration packages.

The details of the Directors' remuneration for the financial year ended 30 June 2025 are disclosed in Notes 19 and 23 to the financial statements.

## CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

### PRINCIPLE B – EFFECTIVE AUDIT AND RISK MANAGEMENT

#### I. Audit Committee

The Audit Committee (“AC”) comprises three (3) Independent Non-Executive Directors. The Chairman of the AC, Mr Cheah Wan Kin is financially literate, possesses the appropriate levels of expertise and experience. Other members comprise member of Malaysian Institute of Accountants and also possess many years of corporate management experiences. Nomination Committee had conducted an annual assessment to ensure the independence, objectivity and effectiveness of the AC.

#### II. Risk Management and Internal Control Framework

The Board is responsible for the adequacy and effectiveness of the Group’s Risk Management and Internal Control System. These controls provide reasonable but not absolute assurance against material misstatements, loss or fraud.

The Directors are responsible for the Group’s system of internal control. The internal control covers the financial and non-financial aspects including risk assessment. It also emphasises compliance and operational controls, as well as risk management matters. The Group has formalised a set of Standard Operating Procedures for its business and supporting units, which takes into consideration the adequacy and integrity of the system of internal control and is subject to review by Management.

The Group’s internal audit function is carried out by an outsourced internal audit firm which is independent of the activities it audits and is competent to conduct the internal audit activities in accordance with the standards and code of ethics set by the body. Internal audit provides independent assessment on the effectiveness and efficiency of internal controls utilizing a global audit methodology and tool to support the corporate governance framework and an efficient and effective risk management framework to provide assurance to the Audit Committee.

### PRINCIPLE C – INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL RELATIONSHIP WITH STAKEHOLDERS

#### I. Communication with Stakeholders

The Board recognises the importance of effective dialogue with its stakeholders and is committed to utilise various channels to provide transparent and regular communication with shareholders and other stakeholders on various matters regarding the business, operations and financial performance of the Group.

In line with best practices, the Board strives to disclose relevant information to stakeholders while being mindful of the legal and regulatory framework governing the release of material and price-sensitive information. The Board abides by the Corporate Disclosure Guide as issued by Bursa Securities, which is calibrated in line with the disclosure requirements stipulated in the ACE Market Listing Requirements of Bursa Securities.

## CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

### PRINCIPLE C – INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL RELATIONSHIP WITH STAKEHOLDERS (CONT'D)

#### I. Communication with Stakeholders (Cont'd)

The Group maintains various methods of communication with its stakeholders through the following channels:-

##### Corporate website

Information of the Group is also accessible through the Group's corporate website at [www.rekatech.com.my](http://www.rekatech.com.my), which has a dedicated Investor Relations section, providing updates on the Group, that is easily accessible by stakeholders.

##### Bursa Malaysia Securities Berhad

The Group strives to provide all material information publicly through Bursa Securities' website on a timely basis, which include quarterly results and full year financial results announcements, Annual Report and other relevant material transactions undertaken by the Group.

##### Annual General Meeting

The AGM also serves as a platform and principal forum for dialogue with shareholders, where they will be given the opportunity to clarify any matters on the proposed resolutions. Status of all resolutions tabled at the AGM shall be made public and announced to Bursa Securities at the end of the meeting day. The key matters discussed will be summarised and published on the corporate website at [www.rekatech.com.my](http://www.rekatech.com.my),

#### II. Conduct of General Meetings

The AGM remains the principal forum for dialogue with shareholders where they may seek clarifications on the Company's business and reports. Shareholders are encouraged to meet and communicate with the Board at the AGM and to vote on all resolutions.

At the AGM, the shareholders are encouraged to participate in discussing the resolutions proposed or on future developments of the Group's operations in general. The Board, the Management team and the Company's External Auditors, are present to answer the questions raised and provide clarification as requested by the shareholders.

All resolutions set out in the notice of the 20th AGM were put to vote by poll and the votes casted were validated by an independent scrutineer appointed by the Company. The outcome of all resolutions proposed at the general meetings is announced to Bursa Securities at the end of the meeting day.

### ADDITIONAL COMPLIANCE INFORMATION

#### (a) Share Buybacks

There was no share buyback during the financial year.

#### (b) Options, Warrants or Convertible Securities

There were no issuances, cancellations, repurchases, resale or repayment of debt and/or equity securities during the financial year-to-date under review. Save as aforesaid, no options or convertible securities were issued/exercised during the financial year 30 June 2025.

## CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

### ADDITIONAL COMPLIANCE INFORMATION (CONT'D)

#### (c) Audit and Non-Audit Fees

Audit and non-audit fees amounting to RM89,000 and RM6,000 respectively were paid to the external auditors during the financial year.

#### (d) Material Contracts

None of the Directors or major shareholders has entered into any material contract (not being contract entered into in the ordinary course of business) with the Company and/or its subsidiaries during the financial year.

#### (e) Recurrent Related Party Transactions ( RRPTs )

RRPTs during the financial year are disclosed in Note 25 to the financial statements.

#### (f) Sanctions and Penalties

There were no sanctions or penalties imposed on the Company or its Directors, subsidiaries or management by Bursa Securities or Securities Commission during the financial year.

#### (g) Status of corporate proposals announced

There were no corporate proposals outstanding at the date of this report.

#### (h) Utilisation of Proceeds

The Company did not undertake any corporate proposal to raise proceeds during the financial year.

## CORPORATE GOVERNANCE OVERVIEW STATEMENT (CONT'D)

### ADDITIONAL COMPLIANCE INFORMATION (CONT'D)

#### Directors' Responsibility Statement

The Companies Act, 2016 requires that the Directors prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Group and of the Company as at end of the financial year and of the results of the Group and of the Company for that year. In preparing the financial statements, the Directors are required to:

- select suitable accounting policies and apply those policies consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been complied with and to disclose and explain any material departure in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group or the Company will continue in business.

The Directors are responsible for keeping proper accounting records that show a true and fair view at any time of the financial position of the Group and of the Company and which enable them to ensure that the financial statements have been prepared in accordance with the provisions of the Companies Act, 2016 and in compliance with the approved accounting standards in Malaysia. The Directors are also responsible for safeguarding the assets of the Group and of the Company, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### STATEMENT BY THE BOARD ON CORPORATE GOVERNANCE OVERVIEW STATEMENT

The Group shall continue to refine and seek to build upon the enhanced corporate governance practices and procedures in the best interest of our stakeholders. The Group has in all material aspects satisfactorily complied with the principles and practices set out in the MCCG 2021, except for the departures set out in the Corporate Governance Report.

This Statement on Corporate Governance is issued in accordance with a resolution of the Directors.

## AUDIT COMMITTEE REPORT

### COMPOSITION OF THE AUDIT COMMITTEE

The Audit Committee is appointed by the Board of Directors from amongst its members and consists of three (3) members, who are all Independent Directors.

The present members of the Audit Committee of the Company are:

- Cheah Wan Kin (Chairman) – Independent Non-Executive Director
- Chew Yinn Miin – Independent Non-Executive Director
- Chye Han Xian – Independent Non-Executive Director

### MEETINGS OF THE AUDIT COMMITTEE

The Audit Committee met five (5) times during the financial year 30 June 2025 with due notice issued, discussed and reviewed the quarterly and annual financial results and corporate proposals, and thereafter recommended to the Board for approval. The details of the attendance of meetings and the summary of the Audit Committee's activities are disclosed on page 35 of this Annual Report. The Audit Committee may require the attendance of any management staff from the Finance/Accounts Department or other departments deemed necessary together with a representative from the external auditors. Upon the request of the external auditors, the Chairman of the Audit Committee shall convene a meeting of the Committee to consider any matter the external auditors believe should be brought to the attention of the Directors or shareholders. The Audit Committee has met twice with the external auditors without the presence of the executive members of the Board during the financial year ended 30 June 2025.

### TERMS OF REFERENCE OF THE AUDIT COMMITTEE

#### Membership

The Audit Committee shall be appointed by the Board from amongst its Directors (except alternate directors) which fulfils the following requirements:

- (a) the audit committee must be composed of no fewer than 3 members, all of whom must be independent directors;
- (b) all members of the audit committee should be non-executive directors and financially literate; and
- (c) at least one (1) member of the audit committee:
  - (i) must be a member of the Malaysian Institute of Accountants; or
  - (ii) if he is not a member of the Malaysian Institute of Accountants, he must have at least 3 years' working experience; and
    - he must have passed the examinations specified in Part I of the 1st Schedule of the Accountants Act, 1967; or
    - he must be a member of one of the associations of accountants specified in Part II of the 1st Schedule of the Accountants Act, 1967; or
  - (iii) fulfils such other requirements as prescribed or approved by the Bursa Malaysia Securities Berhad ("Bursa Securities").

The Board shall, within three (3) months of a vacancy occurring in the Audit Committee which results in the number of members reduced to below three (3), appoint such number of new members as may be required to make up the minimum number of three (3) members.

The Board shall review the term of office and performance of the Audit Committee and each of its members at least once every three (3) years.

## AUDIT COMMITTEE REPORT (CONT'D)

### TERMS OF REFERENCE OF THE AUDIT COMMITTEE (CONT'D)

#### Procedures of the Audit Committee Meetings

- (a) The members of the Committee shall elect a Chairman from among their numbers who is an Independent Director.
- (b) The Company Secretary shall be the Secretary to the Committee. The Secretary shall circulate minutes of the Committee meeting to all members of the Board.
- (c) The Committee shall meet not less than four (4) times a year and report to the Board of Directors.
- (d) Written notice of the meeting together with the agenda shall be given to the members of the Committee, the external auditors and any other person invited to attend the meeting, where applicable.
- (e) The quorum for meetings of the Committee shall be two (2) members.
- (f) A representative of the external auditors, the head of internal audit and the head of Finance/Accounts Department should normally attend meetings. Any other Directors, employees and any other persons, where applicable, shall attend any particular Committee meeting only at the Committee's invitation, specific to the relevant meeting.
- (g) The Chairman shall convene a meeting of the Committee if requested to do so in writing by any member, the management, or the internal or external auditors to consider any matters within the scope and responsibilities of the Committee.
- (h) The Committee should meet with the external auditors without executive Board members present at least twice a year.

#### Rights of the Audit Committee

The Committee shall:

- (a) have explicit authority to investigate any matter within its term of reference;
- (b) have the resources which are required to perform its duties;
- (c) have full and unrestricted access to any information pertaining to the Company;
- (d) have direct communication channels with the external auditors and person(s) carrying out the internal audit function or activity (if any);
- (e) be able to obtain independent professional or other advice; and
- (f) be able to convene meetings with the external auditors, the internal auditors or both, without the attendance of other Directors and employees of the Company, whenever deemed necessary.

#### Functions of the Audit Committee

The functions of the Audit Committee shall comprise the following:

- (a) To review the following and report the same to the Board of Directors:
  - with the external auditors, the audit plan;
  - with the external auditors, their evaluation of the system of internal controls;
  - with the external auditors, their audit report;
  - the assistance given by the employees of the Company to the external auditors;

## AUDIT COMMITTEE REPORT (CONT'D)

### TERMS OF REFERENCE OF THE AUDIT COMMITTEE (CONT'D)

#### Functions of the Audit Committee (Cont'd)

The functions of the Audit Committee shall comprise the following: (Cont'd)

- (a) To review the following and report the same to the Board of Directors: (Cont'd)
- the quarterly results and the year-end financial statements, prior to the approval by the Board of Directors, focusing particularly on:
    - changes in or implementation of major accounting policies;
    - significant and unusual events;
    - compliance with accounting standards and other legal requirements;
  - any related party transactions and conflict of interest situation that may arise within the Company or the Group including any transaction, procedure or course of conduct that raises questions of management integrity;
  - any letter of resignation including the written explanations of the resignation from the external auditors of the Company; and
  - whether there is reason (supported by grounds) to believe that the Company's external auditors are not suitable for re-appointment.
- (b) To do the following, in relation to the internal audit function:
- (i) review the adequacy of the scope, functions, competency and resources of the internal audit function, and that it has the necessary authority to carry out its work;
  - (ii) review the internal audit programme and results of the internal audit process and, where necessary, ensure that appropriate actions are taken on the recommendations of the internal audit function;
  - (iii) review any appraisal or assessment of the performance of the members of internal audit function;
  - (iv) approve any appointment or termination of senior staff members of the internal audit function; and
  - (v) take cognizance of resignation of internal audit staff member and provide the resigning staff member an opportunity to submit his reason of resignation.
- (c) To recommend the nomination of a person or persons as external auditors and the external audit fee.
- (d) To carry out other function that may be mutually agreed upon by the Committee and the Board that would be beneficial to the Company.
- (e) To verify the criteria for allocation of options, if any, pursuant to a share scheme for employees.

### ATTENDANCE OF THE AUDIT COMMITTEE MEETINGS

The details of the attendance of each Audit Committee member in the Audit Committee meetings held during the financial year ended 30 June 2025 are as follows:

Members	Attendance
Chan Foo Weng (Resigned on 6 June 2025)	5/5
Chew Yinn Miin	5/5
Chye Han Xian	5/5
Cheah Wan Kin (Appointed on 12 June 2025)	–

## AUDIT COMMITTEE REPORT (CONT'D)

### ACTIVITIES UNDERTAKEN BY THE AUDIT COMMITTEE

The activities undertaken by the Audit Committee during the financial year ended 30 June 2025 include the following:

- (a) reviewed the Group's year-end audited financial statements presented by the external auditors and recommend the same to the Board for approval;
- (b) reviewed the quarterly financial results and announcement;
- (c) reviewed the audit plan of the internal and external auditors;
- (d) reviewed related party transactions and conflict of interest situation that may arise within the Group;
- (e) reviewed the effectiveness of the Group's system of internal controls;
- (f) reviewed the Company's compliance with the ACE Market Listing Requirements, the Companies Act, 2016, approved Malaysian Financial Reporting Standards and other relevant legal and regulatory requirements;
- (g) considered and recommended to the Board for approval the audit fees payable to internal and external auditors;
- (h) reviewed the Conflict of Interest Policy; and
- (i) reviewed the internal auditors' audit reports and considered the audit issues, recommendations and the management's response.

### INTERNAL AUDIT FUNCTION

The Board acknowledges its responsibility for establishing a good system of internal controls for the Group. Accordingly, the Board has appointed Bizsery Corporate Management Sdn Bhd as the internal auditors to assist the Group for identifying and evaluating significant exposure to risks and assist the Group in establishing and maintaining effective controls.

During the financial year ended 30 June 2025, the internal audit team had reviewed on:

- (1) the operational systems of the hotel operations of Rekatech Suites Management Sdn Bhd.
- (2) the income audit of Rekatech Suites Management Sdn Bhd.

The cost incurred for the outsourced internal audit function of the Group for the financial year amounted to RM11,000.

This Audit Committee Report is issued in accordance with a resolution of the Directors.

## STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

Pursuant to Para 15.26(b) of the ACE Market Listing Requirements (“AMLR”), the Board of Directors of REKATECH is pleased to provide the following statement on risk management and internal control of the Group which has been prepared in accordance with the Statement on Risk Management and Internal Control: Guidance for Directors of Listed Issuers (“Internal Control Guidance”) issued by the Institute of Internal Auditors Malaysia and adopted by Bursa Malaysia Securities Berhad (“Bursa Securities”).

### RESPONSIBILITY FOR RISK AND INTERNAL CONTROL

The Board affirms its overall responsibility for the Group’s systems of internal controls and for reviewing the adequacy and integrity of those systems. The Board and management are responsible and accountable for maintaining a sound system of risk management and internal controls.

The Board continuously evaluates appropriate initiatives to strengthen the transparency and efficiency of the Group’s operations taking into account the requirements for sound and appropriate internal controls and management information systems within the Group. In view of the limitations that are inherent in any system of internal controls, those systems are designed to manage rather than eliminate the risk of failure to achieve business objectives, and can only provide reasonable and not absolute assurance against material misstatement or loss.

This process has been in place throughout the financial year and up to the date of approval of the Annual Report. The adequacy and effectiveness of this process are continually reviewed by the Board.

### RISK MANAGEMENT

The Board and management believe that risk management is critical for the Group’s continued profitability and enhancement of shareholders’ value. Thus, it is crucial to achieve a critical balance between risk incurred and potential returns. Although no formal framework is established for risk assessment, potential risks are usually discussed among Directors to assess the performance of the Group, identify new challenges resulting from the changes in business development, industry and overall business environment and formulate appropriate action plans. Accordingly, the Board has reviewed the effectiveness of the system of internal controls and confirms that an ongoing process of identifying, evaluating and managing the Group’s risk has operated throughout the financial year covered in this Annual Report.

### INTERNAL AUDIT

The Board acknowledges the importance of internal audit function and has engaged the services of an independent professional firm to provide much of the assurance it requires regarding the effectiveness as well as the adequacy and integrity of the Group’s system of internal controls.

The internal auditors’ report to the Audit Committee highlights significant findings in respect of any non-compliance and areas for improvement which will be subsequently followed up to determine the extent of the recommendations that have been implemented.

The expenditure incurred for the internal audit function for the financial year ended 30 June 2025 was RM11,000.

### INTERNAL CONTROLS

Apart from risk management and internal audit, the Group has also put in place the following key elements of internal controls:

- Certain responsibilities are delegated to the Board Committees with clearly defined terms of reference which are reviewed periodically;
- An organisation structure with well-defined scopes of responsibility, clear lines of accountability and appropriate levels of delegated authority;

## STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL (CONT'D)

### INTERNAL CONTROLS (CONT'D)

Apart from risk management and internal audit, the Group has also put in place the following key elements of internal controls: (Cont'd)

- A process of hierarchical reporting which provides for a documented and auditable trail of accountability;
- Comprehensive and timely information provided to management, covering financial and operational performance and key business indicators, for effective monitoring and decision making;
- A Code of Ethics is established for all employees, which defines the ethical standards and conduct of work required;
- A Confidentiality Policy is established for the control and protection of confidential information used by the Group to avoid leakage and improper use of such information;
- The Audit Committee reviews internal control issues identified by internal auditors, external auditors and management, and evaluates the adequacy and effectiveness of the risk management and internal control system; and
- Quarterly meetings of the Board of Directors are held to discuss quarterly financial results and issues that warrant the Board's attention.

Based on the internal auditors' report for the financial year ended 30 June 2025, there is a reasonable assurance that the Group's systems of internal controls for the areas under review are generally adequate.

The Board is of the view that the system of internal controls and risk management is in place, sound and appear to be working satisfactorily for the financial year under review, and up to the date of approval of this Statement on Risk Management and Internal Control.

The Board has received assurance from the Managing Director and Chief Finance Director that the Group's risk management and internal control system are operating adequately and effectively, in all material aspects, based on the risk management model adopted by the Group.

### REVIEW OF THIS STATEMENT

As required by the AMLR, the external auditors have reviewed this Statement on Risk Management and Internal Control for inclusion in the Annual Report for the financial year under review. Guidance for Auditors on Engagements to Report on the Statement on Risk Management and Internal Control Included in the Annual Report issued by the Malaysian Institute of Accountants. From the review conducted, the external auditors have reported that nothing has come to their attention that might cause them to believe that this Statement is not prepared, in all material aspects, in accordance with the disclosures required by the Internal Control Guidance, nor is factually inaccurate.

This Statement on Risk Management and Internal Control is issued in accordance with a resolution of the Directors.

## SUSTAINABILITY STATEMENT

Sustainability has always been an integral part of the business of Rekatech Capital Berhad and its subsidiary companies (“REKATECH or the Company”). Our sustainability efforts represent our commitment towards maximising opportunities and efficiency to continuously operate as a profitable entity and to create long term values to all stakeholders after taking into consideration the aspects of economic, environment and social.

We are taking progressive approach in our sustainability reporting. Our initial efforts to gauge and assess the material sustainability issues have been derived from our on-going engagement with the external stakeholders (customers, suppliers and communities) as well as from the meeting and discussion with our internal stakeholders (employees and management). This inaugural statement focuses on highlighting certain important issues and the setup of the Sustainability Working Group. More in-depth analysis on sustainable approaches and initiatives will be discussed and disclosed in future sustainability reporting.

Our existing sustainability practices are guided by the Group’s Vision and Mission Statement as follows:

### Vision

We, the REKATECH Group aspire to be a premier project management provider, ensuring high customer satisfaction by providing quality housing and commercial properties, built in a safe and healthy environment.

### Mission

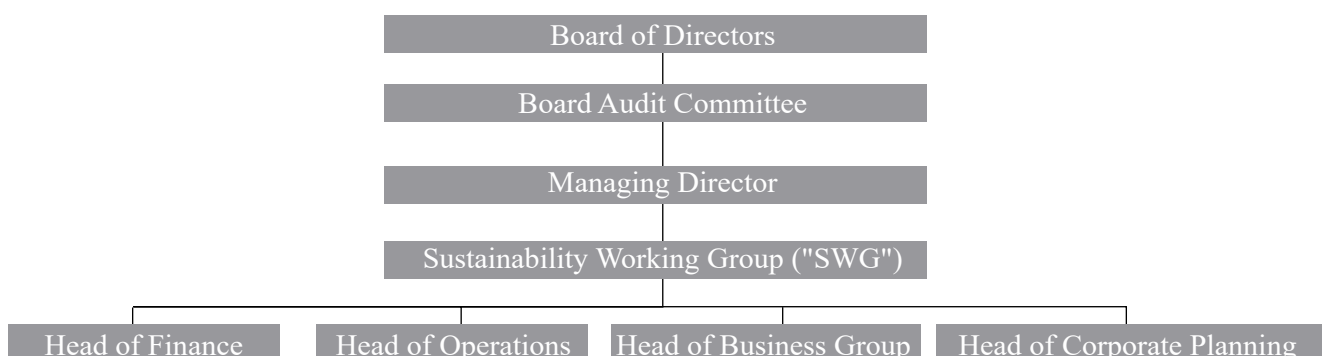
- Providing quality housing and commercial properties that meet the evolving needs of our customers, and thereby contribute towards the development of Malaysia.
- Creating strong returns for our shareholders.
- Keeping a healthy and conducive working environment for our employees to best exert their individual potential and ability.
- Ensuring a safe, healthy and harmonious environment for communities within our projects.
- Committing to an environmentally friendly approach, we aim to develop our projects in the greenest way possible.

The Board of REKATECH recognises the importance of building a sustainable business taking into consideration all factors that will affect the sustainability of the Group’s business, the management and how these factors are addressed in order to create long term shareholder value and to safeguard the interest of all stakeholders.

The Group is mindful that its activities should be carried out with the highest standards of corporate and social responsibility as it strives to align its business operations while balancing this to minimize the environmental impact arising from its operations and actions while at the same time improving the social and economic conditions for all its stakeholders including its employees and the communities that it operates in.

### Establishment of Sustainability Working Group

Our Sustainability Working Group (“SWG”) was formed in 2018 to manage and implement our sustainability efforts.



## SUSTAINABILITY STATEMENT (CONT'D)

### Establishment of Sustainability Working Group (Cont'd)

The SWG is chaired by the Managing Director and comprises of all heads of Department. The SWG is tasked with the following responsibilities:

- Advising the Board and recommending the strategies in respect of sustainability and sustainability related policies for adoption;
- Monitoring the implementation of sustainability strategies as approved by the Board;
- Overseeing the overall management of stakeholder engagement, including ensuring grievance mechanisms are in place;
- Overseeing the management of sustainability matters, with particular focus on matters material to the Group organization;
- Overseeing the preparation of sustainability disclosures as required by laws and/or rules, and recommending it for the Board's approval.

In formulating and making recommendations on sustainability the SWG will be guided by the Group's Vision and Mission Statement.

The Board views sustainability as an ongoing continuous journey moving in tandem alongside its business and as the Group grows and develops, the Board intends to continuously engage with all stakeholders to ascertain that the Group's development takes into consideration all stakeholders concerns on sustainability.

REKATECH intends to nurture and embed a sustainability mindset and culture into its operations to drive the Group's sustainability initiative. Such a task cannot be accomplished overnight and will require continuous steps and phases to be carried out.

The Group's anticipates that the main steps to be taken will involve the following:

- formalizing the Group's Sustainability Policy;
- establishment of the appropriate Governance Structure;
- stakeholder engagement;
- determination of materiality matters;
- formulation and implementation of sustainability plans; and
- reporting and tracking progress.

### Stakeholder Engagement

REKATECH recognises that sustainability is a journey and involves a process of change of our corporate culture and close engagement with all stakeholders, in particular, understanding their expectations and responding to their concerns and integrating these concerns on economic, environment and social sustainability into our operations are key to this sustainability journey. The REKATECH Group's intends to undertake and or improve on existing initiatives on stakeholder engagements going forward as illustrated below:

Stakeholders	Areas of Concern	Engagement Method
Customers	<ul style="list-style-type: none"> <li>• Product quality and design;</li> <li>• Customer service satisfaction;</li> <li>• Efficient complaint resolution; and</li> <li>• Safety and Security.</li> </ul>	<ul style="list-style-type: none"> <li>• Constant engagement during interaction;</li> <li>• Customer appreciation; and</li> <li>• Community networking sessions.</li> </ul>
Employees	<ul style="list-style-type: none"> <li>• Ethics and Integrity;</li> <li>• Learning and Continuous Development;</li> <li>• Performance Management; and</li> <li>• Remuneration, Incentives and Working Environment.</li> </ul>	<ul style="list-style-type: none"> <li>• Regular scheduled Management Meetings;</li> <li>• Various departmental discussions/meetings conducted by the head of departments with their subordinate;</li> <li>• Training programmes; and</li> <li>• Communication/ feedback through the Group's internal communication channels.</li> </ul>

## SUSTAINABILITY STATEMENT (CONT'D)

### Stakeholder Engagement (Cont'd)

Stakeholders	Areas of Concern	Engagement Method
Shareholders and Investors	<ul style="list-style-type: none"> <li>Financial Performance and business strategy.</li> </ul>	<ul style="list-style-type: none"> <li>Annual General Meeting;</li> <li>Annual Report;</li> <li>Quarterly Report;</li> <li>Media releases/Announcements; and</li> <li>Feedback through the Group's website and email.</li> </ul>
Regulatory Bodies	<ul style="list-style-type: none"> <li>Compliance and adhere security and safety issues;</li> <li>Public nuisance issues; and</li> <li>Labour practices.</li> </ul>	<ul style="list-style-type: none"> <li>Meetings and events; and</li> <li>Forum.</li> </ul>
Suppliers and Contractors	<ul style="list-style-type: none"> <li>Transparent contract award practices;</li> <li>Fair pricing/payment schedules;</li> <li>Sustainable building practices;</li> <li>Timely completion and delivery; and</li> <li>Compliance.</li> </ul>	<ul style="list-style-type: none"> <li>Evaluation and performance review;</li> <li>Contract negotiations;</li> <li>Contractor registration; and</li> <li>Site inspection and verification methods;</li> </ul>
Local Communities	<ul style="list-style-type: none"> <li>Environmental matters;</li> <li>Impact on existing businesses;</li> <li>Transparency and accounting; and</li> <li>Safety and security.</li> </ul>	<ul style="list-style-type: none"> <li>Social activities organized by the Group;</li> <li>Media releases;</li> <li>Community engagement; and</li> <li>Assistance via advice and financial contribution to set up residents' committee.</li> </ul>

### MATERIAL SUSTAINABILITY MATTERS

Through communications and dialogue sessions with our internal stakeholder representatives from various divisions who are at the operation frontlines, we have identified the following sustainability matters that are closely connected to all stakeholders.

- Customer satisfaction
- Property project services quality
- Responsible procurement
- Occupational safety and health
- Data privacy and security
- Corporate Governance
- Employee training, development and retention
- Resource optimisation (Environment)
- Contribution to Community

Relying upon the stakeholders' expectation and the Company's business strategy and from a business perspective, in our future reporting, we will conduct an assessment to prioritise materiality of these sustainability matters that are relevant to our key operations.

## SUSTAINABILITY STATEMENT (CONT'D)

### ECONOMIC

#### Sustainable Business Growth

Sustainability is integral to the way we conduct our business activities.

The Group, strives to ensure it is an exemplary corporate citizen to comply with all applicable laws, regulations and rules conducting its business in accordance with established best practices.

### ENVIRONMENTAL

#### Environmental Compliance

As a responsible corporate citizen, the Group recognizes that its actions have a significant impact on the environment and supports all actions to minimize pollutions and ensure minimal impact to environmental degradation in all its business operations. Indeed, the Group strives to improve its development by stressing on greening its projects with facilities and amenities to sustain and ensure a better quality life style for its property owners and local community.

The Group has always committed to comply with the legal and regulatory requirements set by the authorities in regards to environmental safety and protection. All unwanted wastes, materials and by-products resulting from the construction sites of its various on-going projects are either recycled or properly disposed by our contractors.

The Group places emphasis on environmental pollution at all its worksites and have a no open burning prohibition imposed on its contractors. All vehicles leaving the work sites are required to drive through wash troughs to maintain the cleanliness of public roads. Dust pollution is minimised by spraying water on the access roads within the work sites.

The Group always emphasizes on greening its projects with appropriate landscaping to promote a healthy and harmonious environment.

### SOCIAL

In line with its mission statement of:

- Keeping a healthy and conducive working environment for our employees to best exert their individual potential and ability; and
- Ensuring a safe, healthy and harmonious environment for communities within our projects.

The Group recognizes its responsibilities to our employees, customers and the local community in which we operate. Meeting the expectations of our local community, empowering our employees, ensuring a safe and harmonious workplace, and supporting social and community events is given due attention and appropriately balanced in our sustainability journey. Apart from a safe and conducive working environment for its employees with all the usual modern amenities, the Group makes available dedicated training and development programmes for each level of the Group's employees suitable for each employee at different stages of their career development.

To create a happy and caring environment as well as to cultivate cohesion, camaraderie, team work and inclusiveness, the Group organized Annual Dinners, gathering, events, etc.

## PROFILE OF DIRECTORS

### **DATO' SRI LIANG CHEE FONG**

*Executive Chairman*

- Aged 52, Malaysian, Male
- Company director
- Appointed to the Board on 9 October 2015

---

Dato' Sri Liang graduated with a Honours Degree in International Marketing and Economics from Coventry University in United Kingdom before he obtained his MBA in General Business Management in Dublin, Ireland.

Dato' Sri Liang has more than 20 years' experiences in local and foreign financial institutions where he held multiple portfolios in commercial banks and equity investment banks. He also assumed advisory roles in investment, operations, marketing and business development for multinational corporations and manages several entrepreneurial operations, hotel operations and property development prior to his involvement in the Group's operations.

Dato' Sri Liang is also an Executive Director of Magma Group Berhad (Formerly Known As Impiana Hotels Berhad).

Dato' Sri Liang does not have any family relationship with any director and/ or major shareholder of the Company.

Dato' Sri Liang does not have any conflict of interest with the Company and has no convictions for any offences over the past 5 years. Please refer to page 116 to 117 of this Annual Report for his securities holding.

### **DATO' YOW MOOI SIN**

*Managing Director*

- Aged 45, Malaysian, Male
- Company director
- Appointed to the Board on 26 October 2015

---

Dato'Yow graduated with an Advanced Diploma in Accounting from TAR College and obtained a professional qualification in accounting from the Association of Chartered Certified Accountants.

Dato'Yow started his career as an auditor and accountant in Das & Co., with an accomplished career spanning 15 years in accounting, auditing and taxation advisory. He is presently in private sector as a managing partner specialising in corporate and financial restructuring and management services.

Dato' Yow has no directorships in other public companies.

Dato' Yow does not have any family relationship with any director and/or major shareholder of the Company.

Dato' Yow does not have any conflict of interest with the Company and has no convictions for any offences over the past 5 years. Please refer to page 116 to 117 of this Annual Report for his securities holding.

## PROFILE OF DIRECTORS (CONT'D)

### **CHEAH WAN KIN**

*Independent Non-Executive Director*

• Aged 36, Malaysian, Male • Company director • Appointed to the Board on 12 June 2025

Mr. Cheah holds a First-Class Honours Bachelor of Science in Applied Accounting from Oxford Brookes University, United Kingdom. He is a CFA charterholder, a Fellow of the Association of Chartered Certified Accountants (FCCA), and a Chartered Accountant with the Malaysian Institute of Accountants (MIA).

Mr. Cheah has over a decade of professional experience in capital markets, financial services, and investment management, having served in PricewaterhouseCoopers Malaysia, Malaysian Rating Corporation Berhad, and Kenanga Investors Berhad. He is currently a Director and Shareholder of private companies involved in palm oil agribusiness and estate management.

Mr. Cheah is the Chairman of the Audit Committee and Remuneration Committee and Member of the Nomination Committee of the Company.

Mr. Cheah has no directorships in other public companies.

Mr. Cheah does not have any family relationship with any director and/or major shareholder of the Company.

Mr. Cheah does not have any conflict of interest with the Company and has no convictions for any offences over the past 5 years. Please refer to page 116 to 117 of this Annual Report for his securities holding.

### **CHEW YINN MIIN**

*Independent Non-Executive Director*

• Aged 57, Malaysian, Female • Company director • Appointed to the Board on 7 February 2020

Ms. Chew graduated with B. Commerce in Accounting from James Cook University of North Queensland, Australia. She is a member of the Malaysian Institute of Accountants (MIA) and CPA Australia.

Ms. Chew has more than 25 years of professional experience garnered from both professional practice advising on tax and accounting matters to commercial covering planning, development implementation of business plans, general management of finance and administrative functions as well as reporting to head office. She is presently a Partner with a local consulting firm advising and providing operational support on corporate secretarial, accounting and taxation compliance. She also leads a team to manage the overall operations of finance, corporate administration and human resource functions for a local company specialising in automotive care services.

Ms. Chew is the Chairman of the Nomination Committee and Member of the Audit Committee and Remuneration Committee of the Company.

Ms. Chew has no directorships in other public companies.

Ms. Chew does not have any family relationship with any director and/or major shareholder of the Company.

Ms. Chew does not have any conflict of interest with the Company and has no convictions for any offences over the past 5 years. Please refer to page 116 to 117 of this Annual Report for her securities holding.

## PROFILE OF DIRECTORS (CONT'D)

### **CHYE HAN XIAN**

*Independent Non-Executive Director*

- Aged 36, Malaysian, Male
- Company director
- Appointed to the Board on 29 August 2023

---

Mr. Chye graduated with a Degree of Finance in University Tenaga Nasional.

Mr. Chye began his career as Finance Executive with Tan Chong Ekspres Auto Servis Sdn Bhd in Year 2012. Presently, he is a Finance & Account Manager in a private company specializing in food & beverage industry.

Mr. Chye is the Member of the Audit Committee of the Company. Mr. Chye has no directorships in other public companies.

Mr. Chye does not have any family relationship with any director and/or major shareholder of the Company.

Mr. Chye does not have any conflict of interest with the Company and has no convictions for any offences over the past 5 years. Please refer to page 116 to 117 of this Annual Report for his securities holding.

## DIRECTORS' REPORT

The Directors hereby present their report together with the audited financial statements of the Group and of the Company for the financial year ended 30 June 2025.

### Principal Activities

The principal activities of the Company consist of the provision of management services and investment holding. The principal activities of its subsidiaries are disclosed in Note 7 to the financial statements.

There have been no significant changes in the nature of these activities of the Company and of its subsidiaries during the financial year.

### Financial Results

	<b>Group RM</b>	<b>Company RM</b>
Loss for the financial year, attributable to the Owners of the Company	<u>(7,716,301)</u>	<u>(6,140,033)</u>

### Reserves and Provisions

There were no material transfers to or from reserves or provisions during the financial year other than as disclosed in the financial statements.

### Dividends

There were no dividends proposed, declared or paid by the Company since the end of the previous financial year. The Directors do not recommend any dividend in respect of the current financial year.

### Issue of Shares and Debentures

There was no issuance of shares or debentures during the financial year.

## DIRECTORS' REPORT (CONT'D)

### Options Granted Over Unissued Shares

No options were granted to any person to take up unissued share of the Company during the financial year.

### Directors

The Directors in office during the financial year and during the period from the end of financial year until the date of this report are:

Dato' Sri Liang Chee Fong *	
Dato' Yow Mooi Sin *	
Chew Yinn Miin	
Chye Han Xian	
Cheah Wan Kin	(Appointed on 12 June 2025)
Chan Foo Weng	(Resigned on 6 June 2025)

\* *Director of the Company and its subsidiaries*

The information required to be disclosed pursuant to Section 253 of the Companies Act 2016 is deemed incorporated herein by such reference to the financial statements of the respective subsidiaries and made a part hereof.

### Directors' Interests in Shares

The interests and deemed interests in the shares and options over shares of the Company and of its related corporations (other than wholly-owned subsidiaries) of those who were Directors at financial year end (including their spouses or children) according to the Register of Directors' Shareholdings are as follows:

	Number of ordinary shares			At 30.6.2025
	At 1.7.2024	Bought	Sold	
<b>Direct Interests</b>				
Dato' Sri Liang Chee Fong	112,517,350	-	-	112,517,350
Dato' Yow Mooi Sin	77,599,600	-	-	77,599,600

None of the other Director in office at the end of the financial year had any interest in the shares in the Company or its related corporations during the financial year.

## DIRECTORS' REPORT (CONT'D)

### Directors' Benefits

Since the end of the previous financial year, no Director of the Company has received or become entitled to receive a benefit (other than a benefit included in the aggregate amount of remuneration received or due and receivable by the Directors as shown in below) by reason of a contract made by the Company or a related corporation with the Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest, other than Director who have significant financial interests in companies which traded with certain companies in the Group and the Company in the ordinary course of business as disclosed in Note 25 to the financial statements.

The details of the Directors' remuneration for the financial year ended 30 June 2025 are set out below:

	<b>Group RM</b>	<b>Company RM</b>
Executive Directors:		
- Salaries and other emoluments	1,045,408	1,045,408
- Social security contributions	2,668	2,668
- Defined contributions plan	197,488	197,488
	<u>1,245,564</u>	<u>1,245,564</u>
Non-executive Directors:		
- Fees	101,448	101,448
- Other emoluments	9,000	9,000
	<u>110,448</u>	<u>101,448</u>
	<u>1,356,012</u>	<u>1,356,012</u>

Neither during nor at the end of the financial year, was the Company a party to any arrangement whose object was to enable the Directors to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

### Indemnity and Insurance Costs

There was no indemnity given to or insurance effected for any Directors, officers and auditors of the Company in accordance with Section 289 of the Companies Act 2016 in Malaysia.

## DIRECTORS' REPORT (CONT'D)

### Other Statutory Information

- (a) Before the financial statement of the Group and of the Company were prepared, the Directors took reasonable steps:
- (i) to ascertain that action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts and satisfied themselves that adequate allowance had been made for doubtful debts and there were no bad debts to be written off; and
  - (ii) to ensure that any current assets which were unlikely to be realised in the ordinary course of business including the value of current assets as shown in the accounting records of the Group and of the Company have been written down to an amount which the current assets might be expected so to realise.
- (b) At the date of this report, the Directors are not aware of any circumstances:
- (i) which would render it necessary to write off any bad debts or the amount of the allowance for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; or
  - (ii) which would render the values attributed to the current assets in the financial statements of the Group and of the Company misleading; or
  - (iii) not otherwise dealt with in this report or the financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading; or
  - (iv) which have arisen which would render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

## DIRECTORS' REPORT (CONT'D)

### Other Statutory Information (Cont'd)

- (c) At the date of this report, there does not exist:
- (i) any charge on the assets of the Group and of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or
  - (ii) any contingent liability of the Group or of the Company which has arisen since the end of the financial year.
- (d) In the opinion of the Directors:
- (i) no contingent liability or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which will or may affect the ability of the Group and of the Company to meet their obligations as and when they fall due;
  - (ii) the results of the operations of the Group and of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature; and
  - (iii) there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely to affect substantially the results of the operations of the Group and of the Company for the financial year in which this report is made.

### Subsidiary Companies

The details of the subsidiary companies are disclosed in Note 7 to the financial statements.

## DIRECTORS' REPORT (CONT'D)

### Auditors

The auditors, UHY Malaysia PLT, have expressed their willingness to continue in office.

UHY Malaysia PLT (LLP0041391-LCA & AF 1411) was registered on 19 December 2024 and with effect from that date, UHY Malaysia (Formerly known as UHY) (AF 1411), a conventional partnership was converted to a limited liability partnership.

The auditors' remuneration of the Group and of the Company for the financial year ended 30 June 2025 are as follow:

	<b>Group RM</b>	<b>Company RM</b>
Auditors' remuneration:		
- Statutory audits	89,000	35,000
- Non-statutory audits	6,000	6,000
	<u>95,000</u>	<u>41,000</u>

Signed on behalf of the Board of Directors in accordance with a resolution of the Directors dated 29 October 2025.

---

DATO' SRI LIANG CHEE FONG

---

DATO' YOW MOOI SIN

KUALA LUMPUR

**STATEMENT BY DIRECTORS**  
**Pursuant to Section 251(2) of the Companies Act 2016**

We, the undersigned, being two of the Directors of the Company, do hereby state that, in the opinion of the Directors, the financial statements set out on pages 58 to 114 are drawn up in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 30 June 2025 and of their financial performance and cash flows for the financial year then ended.

Signed on behalf of the Board of Directors in accordance with a resolution of the Directors dated 29 October 2025.

\_\_\_\_\_  
DATO' SRI LIANG CHEE FONG

\_\_\_\_\_  
DATO' YOW MOOI SIN

KUALA LUMPUR

**STATUTORY DECLARATION**  
**Pursuant to Section 251(1) of the Companies Act 2016**

I, DATO' YOW MOOI SIN, being the Director primarily responsible for the financial management of Rekatech Capital Berhad, do solemnly and sincerely declare that to the best of my knowledge and belief, the financial statements set out on pages 58 to 114 are correct and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act 1960.

Subscribed and solemnly declared by the )  
abovenamed at Kuala Lumpur in the Federal )  
Territory on 29 October 2025 )

\_\_\_\_\_  
DATO' YOW MOOI SIN

Before me,

\_\_\_\_\_  
Commissioner for Oaths

# INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF REKATECH CAPITAL BERHAD

[Company No.: 200401002347 (640850-U)]  
(Incorporated in Malaysia)

## Report on the Audit of the Financial Statements

### Opinion

We have audited the financial statements of Rekatech Capital Berhad which comprise the statements of financial position as at 30 June 2025 of the Group and of the Company, and the statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 58 to 114.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 30 June 2025, and of their financial performance and their cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

### Basis for Opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Independence and Other Ethical Requirements*

We are independent of the Group and of the Company in accordance with the *By-Laws (on Professional Ethics, Conduct and Practice)* of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and IESBA Code.

## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF REKATECH CAPITAL BERHAD (CONT'D)

[Company No.: 200401002347 (640850-U)]  
 (Incorporated in Malaysia)

### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Group and of the Company for the current financial year. These matters were addressed in the context of our audit of the financial statements of the Group and of the Company as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matters	How we addressed the key audit matters
<p><b>Impairment review of investment properties</b></p> <p>As at 30 June 2025, the carrying amount of investment properties amounted to RM41.35 million.</p> <p>The Group has significant buildings amounted to RM41.35 million which represent 98% of the total non-current assets.</p> <p>We identified the carrying amount of the properties as a key audit matter due to the significance of the balance to the financial statements as a whole.</p>	<p>We obtained an understanding of the client's policies and procedures with respect to capitalisation and depreciation methods used and determined whether these policies were reasonable and in accordance with the applicable financial reporting framework MFRS 140 <i>Investment Properties</i>;</p> <p>We reviewed the indicators of impairment and/or adequacy of allowance for impairment loss in accordance with MFRS 136 <i>Impairment of Assets</i>;</p> <p>We challenged the reasonableness of key assumptions applied based on available market data; and</p> <p>We have assessed the adequacy and appropriateness of the related disclosure in the financial statements.</p>

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF REKATECH CAPITAL BERHAD (CONT'D)**

[Company No.: 200401002347 (640850-U)]  
(Incorporated in Malaysia)

### **Information Other than the Financial Statements and Auditors' Report Thereon**

The Directors of the Company are responsible for the other information. The other information comprises the annual report, but does not include the financial statements of the Group and of the Company and our auditors' report thereon.

Our opinion on the financial statements of the Group and of the Company does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Group and of the Company, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Directors for the Financial Statements**

The Directors of the Company are responsible for the preparation of the financial statements of the Group and of the Company that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia. The Directors are also responsible for such internal control as the Directors determine is necessary to enable the preparation of financial statements of the Group and of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Company, the Directors are responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or the Company or to cease operations, or has no realistic alternative but to do so.

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF REKATECH CAPITAL BERHAD (CONT'D)**

[Company No.: 200401002347 (640850-U)]  
(Incorporated in Malaysia)

### **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Group and of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's or the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group or the Company to cease to continue as a going concern.

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF REKATECH CAPITAL BERHAD (CONT'D)**

[Company No.: 200401002347 (640850-U)]  
(Incorporated in Malaysia)

### **Auditors' Responsibilities for the Audit of the Financial Statements (Cont'd)**

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also: (Cont'd)

- Evaluate the overall presentation, structure and content of the financial statements of the Group and of the Company, including the disclosures, and whether the financial statements of the Group and of the Company represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements of the Group. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Directors, we determine those matters that were of most significance in the audit of the financial statements of the Group and of the Company for the current financial year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

# **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF REKATECH CAPITAL BERHAD (CONT'D)**

[Company No.: 200401002347 (640850-U)]  
(Incorporated in Malaysia)

## **Other Matters**

This report is made solely to the members of the Company, as a body, in accordance with Section 266 of the Companies Act 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

UHY Malaysia PLT  
202406000040 (LLP0041391-LCA) & AF 1411  
Chartered Accountants

TIO SHIN YOUNG  
Approved Number: 03355/02/2026 J  
Chartered Accountant

KUALA LUMPUR  
29 October 2025

## STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2025

	Note	Group		Company	
		2025 RM	2024 RM	2025 RM	2024 RM
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment	4	866,387	1,403,691	-	-
Investment properties	5	41,346,482	41,902,994	6,810,172	6,926,173
Right-of-use assets	6	28,785	64,731	-	-
Investments in subsidiaries	7	-	-	-	-
Other investment	8	-	6,000,000	-	6,000,000
		<u>42,241,654</u>	<u>49,371,416</u>	<u>6,810,172</u>	<u>12,926,173</u>
<b>Current assets</b>					
Trade receivables	9	278,129	102,079	-	-
Other receivables	10	102,062	123,053	61,879	61,778
Amounts due from subsidiaries	11	-	-	-	-
Tax recoverable		233,682	873,228	1,700	1,700
Cash and bank balances		<u>1,062,001</u>	<u>1,008,835</u>	<u>290,654</u>	<u>208,489</u>
		<u>1,675,874</u>	<u>2,107,195</u>	<u>354,233</u>	<u>271,967</u>
<b>Total assets</b>		<u>43,917,528</u>	<u>51,478,611</u>	<u>7,164,405</u>	<u>13,198,140</u>

**STATEMENTS OF FINANCIAL POSITION  
 AS AT 30 JUNE 2025 (CONT'D)**

	Note	Group		Company	
		2025 RM	2024 RM	2025 RM	2024 RM
<b>EQUITY</b>					
Share capital	12	87,777,108	87,777,108	87,777,108	87,777,108
Reserves	13	(44,669,782)	(36,953,481)	(80,865,922)	(74,725,889)
<b>Total equity</b>		<u>43,107,326</u>	<u>50,823,627</u>	<u>6,911,186</u>	<u>13,051,219</u>
<b>LIABILITIES</b>					
<b>Non-current liabilities</b>					
Lease liabilities	14	<u>5,960</u>	<u>19,008</u>	-	-
<b>Current liabilities</b>					
Lease liabilities	14	23,254	47,881	-	-
Trade payables	15	110,428	46,500	-	-
Other payables	16	663,950	529,360	253,219	146,921
Tax payable		<u>6,610</u>	<u>12,235</u>	-	-
		<u>804,242</u>	<u>635,976</u>	<u>253,219</u>	<u>146,921</u>
<b>Total liabilities</b>		<u>810,202</u>	<u>654,984</u>	<u>253,219</u>	<u>146,921</u>
<b>Total equity and liabilities</b>		<u>43,917,528</u>	<u>51,478,611</u>	<u>7,164,405</u>	<u>13,198,140</u>

The accompanying notes form an integral part of the financial statements.

## STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025

	Note	Group		Company	
		2025 RM	2024 RM	2025 RM	2024 RM
Revenue	17	4,570,133	4,622,572	594,100	493,950
Cost of sales		<u>(2,619,221)</u>	<u>(2,731,170)</u>	<u>-</u>	<u>-</u>
Gross profit		1,950,912	1,891,402	594,100	493,950
Other income		253,307	420,620	180,000	360,000
Administrative expenses		(3,908,948)	(3,018,711)	(1,669,542)	(1,095,117)
Net (losses)/gains on impairment of financial instruments		<u>(6,001,023)</u>	<u>(924,339)</u>	<u>(5,244,591)</u>	<u>159,426</u>
<b>Loss from operations</b>		<b>(7,705,752)</b>	<b>(1,631,028)</b>	<b>(6,140,033)</b>	<b>(81,741)</b>
Finance cost	18	<u>(1,968)</u>	<u>(3,719)</u>	<u>-</u>	<u>-</u>
<b>Loss before tax</b>	19	<b>(7,707,720)</b>	<b>(1,634,747)</b>	<b>(6,140,033)</b>	<b>(81,741)</b>
Taxation	20	<u>(8,581)</u>	<u>(14,898)</u>	<u>-</u>	<u>1,192</u>
<b>Loss for the financial year, representing total comprehensive loss for the financial year</b>		<b><u>(7,716,301)</u></b>	<b><u>(1,649,645)</u></b>	<b><u>(6,140,033)</u></b>	<b><u>(80,549)</u></b>

**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
 FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025 (CONT'D)**

	Note	Group		Company	
		2025 RM	2024 RM	2025 RM	2024 RM
<b>Loss for the financial year attributable to:</b>					
Owners of the Company		<u>(7,716,301)</u>	<u>(1,649,645)</u>	<u>(6,140,033)</u>	<u>(80,549)</u>
<b>Total comprehensive loss for the financial year attributable to:</b>					
Owners of the Company		<u>(7,716,301)</u>	<u>(1,649,645)</u>	<u>(6,140,033)</u>	<u>(80,549)</u>
<b>Loss per share</b>					
- Basic (sen)	21	<u>(1.30)</u>	<u>(0.28)</u>		
- Diluted (sen)	21	<u>(1.30)</u>	<u>(0.28)</u>		

The accompanying notes form an integral part of the financial statements.

## STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025

	Attributable to owners of the Company			Total equity RM
	Non-distributable		Distributable	
	Share capital RM	Capital reserve RM	Accumulated losses RM	
<b>Group</b>				
<b>At 1 July 2024</b>	87,777,108	2,692,131	(39,645,612)	50,823,627
Loss for the financial year, representing total comprehensive loss for the financial year	-	-	(7,716,301)	(7,716,301)
<b>At 30 June 2025</b>	87,777,108	2,692,131	(47,361,913)	43,107,326
<b>At 1 July 2023</b>	87,777,108	2,692,131	(37,995,967)	52,473,272
Loss for the financial year, representing total comprehensive loss for the financial year	-	-	(1,649,645)	(1,649,645)
<b>At 30 June 2024</b>	87,777,108	2,692,131	(39,645,612)	50,823,627

## STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025 (CONT'D)

	Attributable to owners of the Company			Total equity RM
	Non-distributable		Distributable	
	Share capital RM	Capital reserve RM	Accumulated losses RM	
<b>Company</b>				
<b>At 1 July 2024</b>	87,777,108	2,692,131	(77,418,020)	13,051,219
Loss for the financial year, representing total comprehensive loss for the financial year	-	-	(6,140,033)	(6,140,033)
<b>At 30 June 2025</b>	87,777,108	2,692,131	(83,558,053)	6,911,186
<b>At 1 July 2023</b>	87,777,108	2,692,131	(77,337,471)	13,131,768
Loss for the financial year, representing total comprehensive loss for the financial year	-	-	(80,549)	(80,549)
<b>At 30 June 2024</b>	87,777,108	2,692,131	(77,418,020)	13,051,219

The accompanying notes form an integral part of the financial statements.

## STATEMENTS OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025

	Note	Group		Company	
		2025 RM	2024 RM	2025 RM	2024 RM
<b>Cash flows from operating activities</b>					
Loss before tax		(7,707,720)	(1,634,747)	(6,140,033)	(81,741)
Adjustments for:					
Amortisation of right-of-use assets		33,454	48,548	-	-
Depreciation of:					
- property, plant and equipment		576,029	602,428	-	3
- investment properties		556,512	556,512	116,001	116,000
Finance cost		1,968	3,719	-	-
Gain on lease termination		(1,951)	-	-	-
Impairment losses on:					
- amounts due from subsidiaries		-	-	20,000	313,760
- trade receivables		1,303	922,671	-	-
- other receivables		-	1,858	-	-
- other investments		6,000,000	-	6,000,000	-
Interest income		(180,000)	(360,000)	(180,000)	(360,000)
Property, plant and equipment written off		10,391	-	-	-
Reversal of impairment losses on:					
- amounts due from subsidiaries		-	-	(775,409)	(473,186)
- trade receivables		(524)	(190)	-	-
Operating (loss)/profit before working capital changes		(710,538)	140,799	(959,441)	(485,164)

**STATEMENTS OF CASH FLOWS  
 FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025 (CONT'D)**

	Note	Group		Company	
		2025 RM	2024 RM	2025 RM	2024 RM
<b>Cash flows from operating activities (Cont'd)</b>					
Changes in working capital:					
Receivables		(155,838)	160,612	(101)	(2,601)
Payables		198,518	(228,449)	106,298	(33,551)
Cash (used in)/generated from operations		(667,858)	72,962	(853,244)	(521,316)
Tax paid		(14,206)	(29,908)	-	(26,808)
Tax refund		639,546	139,645	-	-
Net cash (used in)/from operating activities		(42,518)	182,699	(853,244)	(548,124)
<b>Cash flows from investing activities</b>					
Acquisition of property, plant and equipment	4	(49,116)	(25,697)	-	-
Interest received		180,000	360,000	180,000	360,000
Repayment from subsidiaries		-	-	755,409	159,426
Net cash from investing activities		130,884	334,303	935,409	519,426

## STATEMENTS OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025 (CONT'D)

	Note	Group		Company	
		2025 RM	2024 RM	2025 RM	2024 RM
<b>Cash flows from financing activities</b>					
Interest paid	24	(1,968)	(3,719)	-	-
Payment of lease liabilities	24	(33,232)	(47,881)	-	-
Net cash used in financing activities		<u>(35,200)</u>	<u>(51,600)</u>	<u>-</u>	<u>-</u>
<b>Net increase/ (decrease) in cash and cash equivalents</b>					
		53,166	465,402	82,165	(28,698)
<b>Cash and cash equivalents at the beginning of the financial year</b>					
		<u>1,008,835</u>	<u>543,433</u>	<u>208,489</u>	<u>237,187</u>
<b>Cash and cash equivalents at the end of the financial year</b>					
		<u>1,062,001</u>	<u>1,008,835</u>	<u>290,654</u>	<u>208,489</u>
<b>Cash and cash equivalents at the end of the financial year comprise:</b>					
Cash and bank balances		<u>1,062,001</u>	<u>1,008,835</u>	<u>290,654</u>	<u>208,489</u>

The accompanying notes form an integral part of the financial statements.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025

### 1. Corporate Information

The Company is a public limited liability company, incorporated and domiciled in Malaysia and is listed on the ACE Market of Bursa Malaysia Securities Berhad.

The registered office of the Company is located at Suite A, Level 9, Wawasan Open University, 54, Jalan Sultan Ahmad Shah, 10050 Georgetown, Penang, Malaysia.

The principal place of business of the Company is located at D-5-02, Capital 4, Oasis Square, No.1, Jalan PJU 1A/7A, Ara Damansara, 47301 Petaling Jaya, Selangor, Malaysia. With effect from 6 November 2024, the Company's principal place of business has been relocated to B-2-15, Capital 2, Oasis Square, No. 2, Jalan PJU 1A/7A, Ara Damansara, 47301 Petaling Jaya, Selangor, Malaysia.

The principal activities of the Company consist of the provision of management services and investment holding. The principal activities of its subsidiaries are disclosed in Note 7 to the financial statements. There have been no significant changes in the nature of these activities of the Company and of its subsidiaries during the financial year.

### 2. Basis of Preparation

#### (a) Statement of compliance

The financial statements of the Group and of the Company have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards ("IFRSs") and the requirements of the Companies Act 2016 in Malaysia.

The financial statements of the Group and of the Company have been prepared under the historical cost convention, unless otherwise indicated in the material accounting policies below.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 2. Basis of Preparation (Cont'd)

#### (a) Statement of compliance (Cont'd)

##### Adoption of new and amended standards

During the financial year, the Group and the Company have adopted the following amendments to MFRSs issued by the Malaysian Accounting Standards Board (“MASB”) that are mandatory for current financial year:

Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current
Amendments to MFRS 101	Non-current Liabilities with Covenants
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangements

The adoption of the amendments to MFRSs did not have any significant impact on the financial statements of the Group and of the Company.

##### Standards issued but not yet effective

The Group and the Company have not applied the following new and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group and for the Company:

		<u>Effective dates for financial periods beginning on or after</u>
Amendments to MFRS 121	Lack of Exchangeability	1 January 2025
Amendments to MFRS 9 and MFRS 7	Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Amendments to MFRS 1, MFRS 7, MFRS 9, MFRS 10 and MFRS 107	Annual Improvements to MFRS Accounting Standards - Volume 11	1 January 2026
Amendments to MFRS 9 and MFRS 7	Contracts Referencing Nature-dependent Electricity	1 January 2026

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 2. Basis of Preparation (Cont'd)

#### (a) Statement of compliance (Cont'd)

##### Standards issued but not yet effective (Cont'd)

The Group and the Company have not applied the following new and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group and for the Company: (Cont'd)

		Effective dates for financial periods beginning on or after
MFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
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 until further noticed

The Group and the Company intend to adopt the above new and amendments to MFRSs when they become effective.

The initial application of the above-mentioned new and amendments to MFRSs are not expected to have any significant impacts on the financial statements of the Group and of the Company except as disclosed below:

##### MFRS 18 *Presentation and Disclosure in Financial Statements*

MFRS 18 will replace MFRS 101 *Presentation of Financial Statements*. It preserves the majority requirements of MFRS 101 while introducing additional requirements. In addition, narrow-scope amendments have been made to MFRS 107 *Statement of Cash Flows* and some requirements of MFRS 101 have been moved to MFRS 108 *Basis of Preparation of Financial Statements*.

MFRS 18 additional requirements are as follows:

#### (i) Statement of Profit or Loss and Other Comprehensive Income

MFRS 18 introduces newly defined “operating profit or loss” and “profit or loss before financing and income tax” subtotal which are to be presented in the statement of profit or loss, while the net profit or loss remains unchanged.

Statement of profit or loss to be presented in five categories: operating, investing, financing, income taxes and discontinued operations.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 2. Basis of Preparation (Cont'd)

#### (a) Statement of compliance (Cont'd)

##### Standards issued but not yet effective (Cont'd)

The initial application of the above-mentioned new and amendments to MFRSs are not expected to have any significant impacts on the financial statements of the Group and of the Company except as disclosed below: (Cont'd)

##### MFRS 18 *Presentation and Disclosure in Financial Statements* (Cont'd)

MFRS 18 additional requirements are as follows: (Cont'd)

##### (ii) Statement of Cash Flows

The standard modifies the starting point for calculating cash flows from operations using the indirect method, shifting from “profit or loss” to “operating profit or loss”. It also provides guidance on classification of interest and dividend in statement of cash flows.

##### (iii) New disclosures of expenses by nature

Entities are required to present expenses in the operating category by nature, function or a mix of both. MFRS 18 includes guidance for entities to assess and determine which approach is most appropriate based on the facts and circumstances.

##### (iv) Management-defined Performance Measures (MPMs)

The standard requires disclosure of explanations of the entity’s company-specific measures that are related to the statement of profit or loss, referred to MPMs. MPMs are required to be reconciled to the most similar specified subtotal in MFRS Accounting Standards.

##### (v) Enhanced Guidance on Aggregation and Disaggregation

MFRS 18 provides enhanced guidance on grouping items based on shared characteristics and requires disaggregation when items have dissimilar characteristics or when such disaggregation is material.

The potential impact of the new standard on the financial statements of the Group and of the Company have yet to be assessed.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 2. Basis of Preparation (Cont'd)

#### (b) Functional and presentation currency

These financial statements are presented in Ringgit Malaysia (“RM”), which is the Group’s and the Company’s functional currency. All financial information is presented in RM and has been rounded to the nearest RM except where otherwise stated.

#### (c) Use of estimates and judgements

The preparation of the Group’s and of the Company’s financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

#### **Judgements**

The following are the judgements made by management in the process of applying the Group’s and the Company’s accounting policies that have the most significant effect on the amounts recognised in the financial statements:

#### Classification between investment properties and property, plant and equipment

The Group and the Company have developed certain criteria based on MFRS 140 *Investment Property* in making judgement whether a property qualifies as an investment property. Investment property is a property held to earn rentals or for capital appreciation or both.

Some properties comprise a portion that is held to earn rentals or for capital appreciation and another portion that is held for use in the production or supply of goods or services or for administrative purposes.

If these portions could be sold separately (or leased out separately), the Group and the Company would account for the portions separately. If the portions could not be sold separately, the property is an investment property only if an insignificant portion is held for use in the production or supply of goods or services or for administrative purposes.

Judgement is made on an individual property basis to determine whether ancillary services are significant that a property does not qualify as investment property.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 2. Basis of Preparation (Cont'd)

#### (c) Use of estimates and judgements (Cont'd)

##### **Key sources of estimation uncertainty**

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period are set out below:

##### Useful lives/depreciation of property, plant and equipment and investment properties and amortisation of right-of-use ("ROU") assets

The Group and the Company regularly review the estimated useful lives of property, plant and equipment, investment properties and ROU assets based on factors such as business plan and strategies, expected level of usage and future technological developments. Future results of operations could be materially affected by changes in these estimates brought about by changes in the factors mentioned above. A reduction in the estimated useful lives of property, plant and equipment, investment properties and ROU assets would increase the recorded depreciation/amortisation and decrease the value of property, plant and equipment, investment properties and ROU assets.

The carrying amounts at the reporting date for property, plant and equipment, investment properties and ROU assets are disclosed in Notes 4, 5 and 6 respectively.

##### Deferred tax assets

Deferred tax assets are recognised for all unused tax losses, unabsorbed capital allowances and other deductible temporary differences to the extent that it is probable that taxable profit will be available against which the unused tax losses, unabsorbed capital allowances and other deductible temporary differences can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies. The carrying amount of unrecognised deferred tax assets is disclosed in Note 22.

##### Determination of transaction prices

The Group and the Company are required to determine the transaction price in respect of each of its contracts with customers. In making such judgement the Group and the Company assess the impact of any variable consideration in the contract, due to discounts or penalties, the existence of any significant financing component and any non-cash consideration in the contract.

There is no estimation required in determining the transaction price, as revenue from sale of goods and rendering of services are based on invoiced values. Discounts are not considered as they are not only given in rare circumstances.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 2. Basis of Preparation (Cont'd)

#### (c) Use of estimates and judgements (Cont'd)

##### **Key sources of estimation uncertainty (Cont'd)**

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period are set out below: (Cont'd)

##### Provision for expected credit loss of financial assets at amortised cost

The Group and the Company review the recoverability of its trade and other receivables at each reporting date to assess whether an impairment loss should be recognised. The impairment provisions for trade and other receivables are based on assumptions about risk of default and expected loss rates. The Group uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Group's past history and existing market conditions at the end of each reporting period.

The carrying amounts at the reporting date for trade and other receivables are disclosed in Notes 9 and 10 respectively.

##### Discount rate used in leases

Where the interest rate implicit in the lease cannot be readily determined, the Group use the incremental borrowing rate to measure the lease liabilities. The incremental borrowing rate is the interest rate that the Group would have to pay to borrow over a similar term, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. Therefore, the incremental borrowing rate requires estimation, particularly when no observable rates are available or when they need to be adjusted to reflect the terms and conditions of the lease. The Group estimate the incremental borrowing rate using observable inputs when available and is required to make certain entity-specific estimates.

##### Income taxes

Judgment is involved in determining the provision for income taxes. There are certain transactions and computations for which the ultimate tax determination is uncertain during the ordinary course of business.

The Group and the Company recognise liabilities for expected tax issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made. As at 30 June 2025, the Group has tax recoverable and tax payable of RM233,682 and RM6,610 (2024: tax recoverable of RM873,228 and tax payable of RM12,235) and the Company has tax recoverable of RM1,700 (2024: RM1,700) respectively.

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 3. Material Accounting Policy Information

The material accounting policies set out below have been applied consistently to all periods presented in these financial statements and have been applied consistently by the Group and the Company, unless otherwise stated.

##### (a) Basis of consolidation

###### (i) Subsidiaries

Subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The Group applies the acquisition method to account for business combinations. The consideration transferred for the acquisition of a subsidiary company is the fair values of the assets transferred, the liabilities incurred and the equity interests issued by the Group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities and contingent liabilities assumed in business combination are measured initially at their fair values at the acquisition date. The Group recognises any non-controlling interest in the acquiree on an acquisition-by-acquisition basis, either at fair value or at the non-controlling interest's proportionate share of the recognised amounts of the acquiree's identifiable net assets.

Acquisition-related costs are expensed in profit or loss as incurred.

If the business combination is achieved in stages, the acquirer's previously held equity interest in the acquiree is re-measured at its acquisition-date fair value and the resulting gain or loss is recognised in profit or loss.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Group reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted during the measurement period (which cannot exceed one year from the acquisition date), or additional assets or liabilities are recognised, to reflect new information obtained about facts and circumstances that existed at the acquisition date, if known, would have affected the amounts recognised at that date.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 3. Material Accounting Policy Information (Cont'd)

#### (a) Basis of consolidation (Cont'd)

##### (i) Subsidiaries (Cont'd)

Any contingent consideration to be transferred by the Group is recognised at fair value at the acquisition date. Contingent consideration classified as an asset or liability that is a financial instrument and within the scope of MFRS 9 *Financial Instruments* is measured at fair value with the changes in fair value recognised in profit or loss. Contingent consideration that is classified as equity is not re-measured, and its subsequent settlement is accounted for within equity.

Inter-company transactions, balances and unrealised gains or losses on transactions between Group companies are eliminated. Unrealised losses are eliminated only if there is no indication of impairment. Where necessary, the accounting policies of the subsidiaries have been changed to ensure consistency with the policies adopted by the Group.

In the Company's separate financial statements, investments in subsidiaries are stated at cost less any impairment losses. On disposal of such investments, the difference between the net disposal proceeds and their carrying amounts are recognised in profit or loss. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount.

##### (ii) Changes in ownership interests in subsidiaries without change of control

Transactions with non-controlling interests that do not result in loss of control are accounted for as equity transactions - that is, as transactions with the owners in their capacity as owners. The difference between the fair value of any consideration paid and the relevant shares acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

##### (iii) Disposal of subsidiaries

If the Group loses control of a subsidiary, the assets and liabilities of the subsidiary, including any goodwill and non-controlling interests, are derecognised at their carrying values on the date that the control is lost. Any remaining investment in the entity is recognised at fair value. The difference between the fair value of consideration received and the amounts derecognised and the fair value of the remaining investment is recognised as a gain or loss on disposal in profit or loss. Any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 3. Material Accounting Policy Information (Cont'd)

#### (b) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

Property, plant and equipment are depreciated based on the estimated annual depreciation rates of the assets as follows:

Furniture and fittings	5 years
Office equipment	5 years
Renovation	5 years

#### (c) Leases

The ROU asset under cost model is depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the ROU asset or the end of the lease term. The estimated annual depreciation rates of the ROU assets are determined on the same basis as those of property, plant and equipment as follows:

Buildings	Over the remaining lease term
-----------	-------------------------------

Lease payments associated with short term leases and leases of low value assets are recognised on a straight-line basis as an expense in profit or loss. Short term leases are leases with a lease term of 12 months or less and do not contain a purchase option. Low value assets are those assets valued at less than RM20,000 each when purchased new.

#### (d) Investment properties

Investment properties are properties held either to earn rental income or for capital appreciation or for both. Investment properties are measured at cost, including transaction costs, less any accumulated depreciation and impairment losses.

The carrying amount includes the cost of replacing part of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day servicing of an investment property.

Investment properties are depreciated on straight line basis to write down the cost of each asset to its residual value over its estimated useful life. The principal annual depreciation rates are:

Freehold buildings	2%
Leasehold buildings	Over the remaining period of the lease

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 3. Material Accounting Policy Information (Cont'd)

#### (e) Financial assets

Financial assets are recognised in the statements of financial position when, and only when, the Group or the Company becomes a party to the contractual provisions of the financial instrument.

When financial assets are recognised initially, they are measured at fair value, plus, in the case of financial assets not at fair value through profit or loss (“FVTPL”), directly attributable transaction costs.

The Group and the Company determine the classification of their financial assets at initial recognition and are not reclassified subsequent to their initial recognition unless the Group and the Company change its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

#### (a) Financial assets at amortised cost

The Group and the Company measure financial assets at amortised cost if both of the following conditions are met:

- the financial asset is held within a business model with the objective to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at amortised cost are subsequently measured using the effective interest (EIR) method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

#### (b) Financial assets at fair value through other comprehensive income (“FVOCI”)

##### Debt instruments

A debt security is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 3. Material Accounting Policy Information (Cont'd)

#### (e) Financial assets (Cont'd)

- (b) Financial assets at fair value through other comprehensive income ("FVOCI") (Cont'd)

##### Equity instruments

On initial recognition of an equity investment that is not held for trading, the Group and the Company may irrevocably elect to present subsequent changes in fair value in OCI on an investment-by-investment basis.

Financial assets categorised as FVOCI are subsequently measured at fair value, with unrealised gains and losses recognised directly in OCI and accumulated under fair value adjustment reserve in equity. For debt instruments, when the investment is derecognised or determined to be impaired, the cumulative gain or loss previously recorded in equity is reclassified to the profit or loss. For equity instruments, the gains or losses are never reclassified to profit or loss.

The Group and the Company have not designated any financial assets as FVOCI.

- (c) Financial assets at fair value through profit or loss

All financial assets not classified as measured at amortised cost or FVOCI, as described above, are measured at FVTPL. This includes derivative financial assets (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument). On initial recognition, the Group and the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets categorised as FVTPL are subsequently measured at their fair value with gains or losses recognised in the profit or loss.

All financial assets, except for those measured at FVTPL and equity investments measured at FVOCI, are subject to impairment.

The Group and the Company have not designated any financial assets as FVTPL.

Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the period generally established by regulation or convention in the marketplace concerned. All regular way purchases and sales of financial assets are recognised or derecognised on the trade date i.e., the date that the Group and the Company commit to purchase or sell the asset.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 3. Material Accounting Policy Information (Cont'd)

#### (e) Financial assets (Cont'd)

A financial asset is derecognised where the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received for financial instrument is recognised in profit or loss.

#### (f) Financial liabilities

Financial liabilities are recognised when, and only when, the Group and the Company become a party to the contractual provisions of the financial instruments. All financial liabilities are recognised initially at fair value plus, in the case of financial liabilities not at fair value through profit or loss, directly attributable transaction costs.

After initial recognition, financial liabilities that are not carried at fair value through profit or loss are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in profit or loss.

#### (g) Impairment of assets

The Group and the Company recognise an allowance for expected credit losses ("ECLs") for all debt instruments not held at FVTPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group and the Company expect to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months ("a 12-month ECL"). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default ("a lifetime ECL").

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 3. Material Accounting Policy Information (Cont'd)

#### (h) Revenue and other income recognition

##### (i) Revenue from contracts with customers

Revenue is recognised when the Group and the Company satisfied a performance obligation (“PO”) by transferring a promised good or services to the customer, which is when the customer obtains control of the good or service. A PO may be satisfied at a point in time or over time. The amount of revenue recognised is the amount allocated to the satisfied PO.

The Group and the Company recognise revenue from the following major sources:

##### (a) Rendering of services

Revenue from management fees is recognised in the reporting period in which the services are rendered, which simultaneously received and consumes the benefits provided by the Company, and the Company has a present right to payment for the services.

##### (b) Sales of goods

Revenue from sales of goods is recognised when control of the products has transferred, being at the point the customer purchases the goods.

Revenue is recognised based on the price specified in the contract, net of the rebates, discounts and taxes.

A receivable is recognised by the Group when the goods are delivered as this represents the point in time at which the right to consideration is unconditional, because only the passage is required before payment is due.

##### (ii) Rental income

Rental income is accounted for on a straight-line basis over the lease term. The aggregate costs of incentives provided to lessees are recognised as a reduction of rental income over the lease term on a straight-line basis.

##### (iii) Interest income

Interest income is recognised on accruals basis using the effective interest method.

#### (i) Statement of cash flows

The Company adopt the indirect method in the preparation of the statement of cash flows. Cash and cash equivalents comprise cash and bank balances that are readily convertible into cash with insignificant risk of changes in value.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 4. Property, Plant and Equipment

	<b>Furniture and fittings RM</b>	<b>Office equipment RM</b>	<b>Renovation RM</b>	<b>Total RM</b>
<b>Group</b>				
<b>2025</b>				
<b>Cost</b>				
At 1 July 2024	244,190	664,630	5,525,972	6,434,792
Additions	7,217	35,699	6,200	49,116
Written off	(108,432)	(617,158)	-	(725,590)
At 30 June 2025	<u>142,975</u>	<u>83,171</u>	<u>5,532,172</u>	<u>5,758,318</u>
<b>Accumulated depreciation</b>				
At 1 July 2024	197,424	615,830	4,217,847	5,031,101
Charge for the financial year	24,946	19,171	531,912	576,029
Written off	(108,432)	(606,767)	-	(715,199)
At 30 June 2025	<u>113,938</u>	<u>28,234</u>	<u>4,749,759</u>	<u>4,891,931</u>
<b>Carrying amount</b>				
At 30 June 2025	<u>29,037</u>	<u>54,937</u>	<u>782,413</u>	<u>866,387</u>
<b>2024</b>				
<b>Cost</b>				
At 1 July 2023	231,509	651,614	5,525,972	6,409,095
Additions	12,681	13,016	-	25,697
At 30 June 2024	<u>244,190</u>	<u>664,630</u>	<u>5,525,972</u>	<u>6,434,792</u>
<b>Accumulated depreciation</b>				
At 1 July 2023	168,842	590,157	3,669,674	4,428,673
Charge for the financial year	28,582	25,673	548,173	602,428
At 30 June 2024	<u>197,424</u>	<u>615,830</u>	<u>4,217,847</u>	<u>5,031,101</u>
<b>Carrying amount</b>				
At 30 June 2024	<u>46,766</u>	<u>48,800</u>	<u>1,308,125</u>	<u>1,403,691</u>

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 4. Property, Plant and Equipment (Cont'd)

	<b>Office equipment RM</b>
<b>Company</b>	
<b>2025</b>	
<b>Cost</b>	
At 1 July 2024	10,752
Written off	<u>(10,752)</u>
At 30 June 2025	<u>-</u>
<b>Accumulated depreciation</b>	
At 1 July 2024	10,752
Written off	<u>(10,752)</u>
At 30 June 2025	<u>-</u>
<b>Carrying amount</b>	
At 30 June 2025	<u>-</u>
<b>2024</b>	
<b>Cost</b>	
At 1 July 2023/30 June 2024	<u>10,752</u>
<b>Accumulated depreciation</b>	
At 1 July 2023	10,749
Charge for the financial year	<u>3</u>
At 30 June 2024	<u>10,752</u>
<b>Carrying amount</b>	
At 30 June 2024	<u>-</u>

During the financial year, office equipment amounting to RM10,391 which included in the Group's property, plant and equipment were written off by the director, as this office equipment may not be fit for its intended use. As a result, a written off of RM10,391 is recognised in administrative expenses in the statement of comprehensive income.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 5. Investment Properties

	<b>Freehold buildings RM</b>	<b>Leasehold buildings RM</b>	<b>Total RM</b>
<b>Group</b>			
<b>2025</b>			
<b>Cost</b>			
At 1 July 2024/30 June 2025	<u>2,217,985</u>	<u>44,196,575</u>	<u>46,414,560</u>
<b>Accumulated depreciation</b>			
At 1 July 2024	155,260	4,356,306	4,511,566
Charge for the financial year	<u>44,360</u>	<u>512,152</u>	<u>556,512</u>
At 30 June 2025	<u>199,620</u>	<u>4,868,458</u>	<u>5,068,078</u>
<b>Carrying amount</b>			
At 30 June 2025	<u>2,018,365</u>	<u>39,328,117</u>	<u>41,346,482</u>
<b>Fair value of investment properties</b>			
At 30 June 2025	<u>2,782,440</u>	<u>63,077,237</u>	<u>65,859,677</u>
<b>2024</b>			
<b>Cost</b>			
At 1 July 2023/30 June 2024	<u>2,217,985</u>	<u>44,196,575</u>	<u>46,414,560</u>
<b>Accumulated depreciation</b>			
At 1 July 2023	110,900	3,844,154	3,955,054
Charge for the financial year	<u>44,360</u>	<u>512,152</u>	<u>556,512</u>
At 30 June 2024	<u>155,260</u>	<u>4,356,306</u>	<u>4,511,566</u>
<b>Carrying amount</b>			
At 30 June 2024	<u>2,062,725</u>	<u>39,840,269</u>	<u>41,902,994</u>
<b>Fair value of investment properties</b>			
At 30 June 2024	<u>2,829,600</u>	<u>59,783,598</u>	<u>62,613,198</u>

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 5. Investment Properties (Cont'd)

	Leasehold buildings	
	2025	2024
	RM	RM
<b>Company</b>		
<b>Cost</b>		
At 1 July/30 June	<u>8,018,507</u>	<u>8,018,507</u>
<b>Accumulated depreciation</b>		
At 1 July	1,092,334	976,334
Charge for the financial year	<u>116,001</u>	<u>116,000</u>
At 30 June	<u>1,208,335</u>	<u>1,092,334</u>
<b>Carrying amount</b>		
At 30 June	<u>6,810,172</u>	<u>6,926,173</u>
<b>Fair value of investment properties</b>		
At 30 June	<u>15,795,120</u>	<u>9,537,288</u>

Certain units of the leasehold buildings are leased to third parties.

The remaining lease tenure of the leasehold buildings ranged from 55 to 84 years (2024: 56 to 85 years).

Fair value of investment properties was estimated by the Directors based on internal appraisal of market values of comparable properties. The fair values are within Level 3 of the fair value hierarchy.

There were no transfers between levels during current and previous financial years.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 5. Investment Properties (Cont'd)

The following are recognised in profit or loss in respect of the investment properties of the Group and of the Company:

	Group		Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Rental income	3,154,722	3,124,935	198,100	193,950
Direct operating expenses:				
- Income generating investment properties	<u>652,401</u>	<u>657,028</u>	<u>19,369</u>	<u>19,369</u>

### 6. Right-of-Use Assets

	<b>Buildings RM</b>
<b>Group</b>	
<b>2025</b>	
<b>Cost</b>	
At 1 July 2024	145,644
Additions	46,056
Termination of lease contract	<u>(145,644)</u>
At 30 June 2025	<u>46,056</u>
<b>Accumulated amortisation</b>	
At 1 July 2024	80,913
Charge for the financial year	33,454
Termination of lease contract	<u>(97,096)</u>
At 30 June 2025	<u>17,271</u>
<b>Carrying amount</b>	
At 30 June 2025	<u>28,785</u>

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 6. Right-of-Use Assets (Cont'd)

	<b>Buildings RM</b>
<b>Group (Cont'd)</b>	
<b>2024</b>	
<b>Cost</b>	
At 1 July 2023/30 June 2024	<u>145,644</u>
<b>Accumulated amortisation</b>	
At 1 July 2023	32,365
Charge for the financial year	<u>48,548</u>
At 30 June 2024	<u>80,913</u>
<b>Carrying amount</b>	
At 30 June 2024	<u>64,731</u>

### 7. Investments in Subsidiaries

	<b>Company</b>	
	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
Unquoted shares, at cost	17,903,934	17,903,934
Less: Accumulated impairment losses	<u>(17,903,934)</u>	<u>(17,903,934)</u>
	<u>-</u>	<u>-</u>

Movements in the allowance for impairment losses of the investments in subsidiaries are as follows:

	<b>Company</b>	
	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
At 1 July/30 June	<u>17,903,934</u>	<u>17,903,934</u>

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 7. Investments in Subsidiaries (Cont'd)

Details of the subsidiaries are as follows:

Name of Company	Place of business /Country of incorporation	Effective interest (%)		Principal activities
		2025	2024	
<b>Direct holding:</b>				
Rekatech Systems Sdn. Bhd.	Malaysia	100	100	Provision of project management services
Rekatech Hardwares Sdn. Bhd.	Malaysia	100	100	Provision of project management services, trading in building materials and related products, trading and supply of computer, server, hardware and accessories, and consultation of computer software
Rekatech Suites Management Sdn. Bhd.	Malaysia	100	100	Letting of properties and provision of supports services and home stay services
Rekatech Networks Sdn. Bhd.	Malaysia	100	100	Dormant
Rekatech Digital Sdn. Bhd.	Malaysia	100	100	Dormant

The above subsidiaries are audited by UHY Malaysia.

There are no significant restrictions on the ability of the subsidiaries to transfer funds within the Group in the form of cash dividends or repayment of loans and advances.

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 8. Other Investment

	<b>Group and Company</b>	
	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
<b>Non-current</b>		
<u>At amortised cost</u>		
Other investment	6,000,000	6,000,000
Less: Accumulated losses	<u>(6,000,000)</u>	<u>-</u>
	<u>-</u>	<u>6,000,000</u>

Other investment has maturity period of 2 years (2024: 3 years) and carries an interest at rate of 6% per annum.

Movements in the allowance for impairment losses of the other investment are as follows:

	<b>Group and Company</b>	
	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
At 1 July	-	-
Impairment losses recognised	<u>6,000,000</u>	<u>-</u>
At 30 June	<u>6,000,000</u>	<u>-</u>

During the financial year, the other investment was fully impaired as the Directors determined that indicators of impairment existed. The impairment loss recognised in profit or loss, is included in net (losses)/gains on impairment of financial instruments.

#### 9. Trade Receivables

	<b>Group</b>	
	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
Trade receivables	17,039,212	16,862,383
Less: Accumulated impairment losses	<u>(16,761,083)</u>	<u>(16,760,304)</u>
	<u>278,129</u>	<u>102,079</u>

Trade receivables are non-interest bearing and are generally on 30 to 60 days (2024: 30 to 60 days) term. They are recognised at their original invoiced amounts which represent their fair values on initial recognition.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 9. Trade Receivables (Cont'd)

Movements in the allowance for impairment losses of the trade receivables are as follows:

	Group	
	2025 RM	2024 RM
At 1 July	16,760,304	15,837,823
Impairment losses recognised	1,303	922,671
Impairment losses reversed	(524)	(190)
At 30 June	16,761,083	16,760,304

The loss allowance account in respect of trade receivables is used to record loss allowance. Unless the Group is satisfied that recovery of the amount is possible, the amount considered irrecoverable is written off against the receivable directly.

Reversal of impairment losses on trade receivables was mainly due to collection from receivables previously provided for doubtful debts.

The aged analysis of trade receivables as at the end of the reporting period:

	Gross amount RM	Loss allowance RM	Net amount RM
<b>Group</b>			
<b>2025</b>			
Neither past due nor impaired	275,667	(1,377)	274,290
Past due but not impaired:			
Less than 90 days	3,878	(39)	3,839
	279,545	(1,416)	278,129
Individual impaired	16,759,667	(16,759,667)	-
	17,039,212	(16,761,083)	278,129
<b>2024</b>			
Neither past due nor impaired	88,883	(444)	88,439
Past due but not impaired:			
Less than 90 days	7,112	(71)	7,041
91 to 180 days	6,721	(122)	6,599
More than 180 days	16,758,267	(16,758,267)	-
	16,772,100	(16,758,460)	13,640
	16,860,983	(16,758,904)	102,079
Individual impaired	1,400	(1,400)	-
	16,862,383	(16,760,304)	102,079

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 9. Trade Receivables (Cont'd)

Trade receivables that are neither past due nor impaired are creditworthy receivables with good payment records with the Group.

As at 30 June 2025, trade receivables of RM3,839 (2024: RM13,640) were past due but not impaired. These relate to a number of independent customers for whom there is no recent history of default.

As at 30 June 2025, the trade receivables of the Group that are individually assessed to be impaired amounting to RM16,759,667 (2024: RM1,400), relate to customers that are in financial difficulties, have defaulted on payments and/or have disputed on the billings. These balances are expected to be recovered through the debts recovery process.

#### 10. Other Receivables

	Group		Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Other receivables	96,087	107,271	61,879	61,778
Less: Accumulated impairment losses	(32,493)	(32,493)	-	-
	63,594	74,778	61,879	61,778
Deposits	38,468	48,275	-	-
	<u>102,062</u>	<u>123,053</u>	<u>61,879</u>	<u>61,778</u>

Movements in the allowance for impairment losses of the other receivables are as follows:

	Group		Company	
	2025 RM	2024 RM	2025 RM	2024 RM
At 1 July	32,493	30,635	-	-
Impairment losses recognised	-	1,858	-	-
At 30 June	<u>32,493</u>	<u>32,493</u>	<u>-</u>	<u>-</u>

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 11. Amounts Due From Subsidiaries

	Company	
	2025 RM	2024 RM
Amounts due from subsidiaries	57,880,068	58,635,477
Less: Accumulated impairment losses	<u>(57,880,068)</u>	<u>(58,635,477)</u>
	<u>-</u>	<u>-</u>

Movements in the allowance for impairment losses of the amounts due from subsidiaries are as follows:

	Company	
	2025 RM	2024 RM
At 1 July	58,635,477	58,794,903
Impairment losses recognised	20,000	313,760
Impairment losses reversed	<u>(775,409)</u>	<u>(473,186)</u>
At 30 June	<u>57,880,068</u>	<u>58,635,477</u>

Amounts due from subsidiaries are non-trade in nature, unsecured, non-interest bearing and repayable on demand.

### 12. Share Capital

	Group and Company			
	Number of ordinary shares		Amount	
	2025 Units	2024 Units	2025 RM	2024 RM
<b>Ordinary shares issued and fully paid:</b>				
At 1 July/30 June	<u>592,000,000</u>	<u>592,000,000</u>	<u>87,777,108</u>	<u>87,777,108</u>

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions and rank equally with regard to the Company's residual assets.

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 13. Reserves

	Group		Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Non-distributable reserves:				
Capital reserve	2,692,131	2,692,131	2,692,131	2,692,131
Distributable:				
Accumulated losses	<u>(47,361,913)</u>	<u>(39,645,612)</u>	<u>(83,558,053)</u>	<u>(77,418,020)</u>
	<u>(44,669,782)</u>	<u>(36,953,481)</u>	<u>(80,865,922)</u>	<u>(74,725,889)</u>

The nature of the reserves of the Group and of the Company is as follows:

(i) Capital reserve

The capital reserve arose from the excess of the share premium cancellation and par value reduction and share consolidation over the accumulated losses of the Company.

#### 14. Lease Liabilities

	Group	
	2025 RM	2024 RM
At 1 July	66,889	114,770
Additions	46,056	-
Derecognition arising from termination of lease contract	(50,499)	-
Accretion of interest (Note 18)	1,968	3,719
Payments of principal	(33,232)	(47,881)
Payments of interest expense	<u>(1,968)</u>	<u>(3,719)</u>
At 30 June	<u>29,214</u>	<u>66,889</u>
Presented as:		
Non-current	5,960	19,008
Current	<u>23,254</u>	<u>47,881</u>
	<u>29,214</u>	<u>66,889</u>

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 14. Lease Liabilities (Cont'd)

	<b>Group</b>	
	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
The maturity analysis of lease liabilities of the Group at the end of the reporting period:		
Within one year	24,000	51,600
Later than one year and not later than two years	6,000	17,200
	<u>30,000</u>	<u>68,800</u>
Less: Future finance charges	(786)	(1,911)
Present value of lease liabilities	<u>29,214</u>	<u>66,889</u>

The Group lease various buildings. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

### 15. Trade Payables

	<b>Group</b>	
	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
Trade payables	<u>110,428</u>	<u>46,500</u>

Normal credit terms of trade payables of the Group are 30 days (2024: 30 days).

### 16. Other Payables

	<b>Group</b>		<b>Company</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
Other payables	94,438	50,669	6,107	6,978
Deposits received	188,250	179,550	48,100	47,200
Accruals	381,262	299,141	199,012	92,743
	<u>663,950</u>	<u>529,360</u>	<u>253,219</u>	<u>146,921</u>

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 17. Revenue

	Group		Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Revenue from contracts with customers:				
- Sale of goods	1,480,511	1,557,337	-	-
- Management fee	-	-	396,000	300,000
	<u>1,480,511</u>	<u>1,557,337</u>	<u>396,000</u>	<u>300,000</u>
Revenue from other sources:				
- Rental income from investment properties	3,089,622	3,065,235	198,100	193,950
	<u>4,570,133</u>	<u>4,622,572</u>	<u>594,100</u>	<u>493,950</u>

Breakdown of the Group's revenue from contracts with customers:

	Project management services RM
<b>2025</b>	
Sale of goods, representing total revenue from contracts with customers	<u>1,480,511</u>
<b>2024</b>	
Sale of goods, representing total revenue from contracts with customers	<u>1,557,337</u>

The timing of revenue recognition is at point in time.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 18. Finance Cost

	Group		Company	
	2025	2024	2025	2024
	RM	RM	RM	RM
Interest expenses of financial liabilities not at fair value through profit or loss:				
- Lease liabilities	1,968	3,719	-	-

### 19. Loss Before Tax

Loss before tax is determined after charging/(crediting) amongst other, the following items:

	Group		Company	
	2025	2024	2025	2024
	RM	RM	RM	RM
Auditors' remuneration:				
- statutory audits				
- current year	89,000	66,100	35,000	24,500
- over provision in prior years	-	(1,500)	-	-
- non-statutory audit	6,000	6,000	6,000	6,000
Amortisation of right-of-use assets	33,454	48,548	-	-
Depreciation of:				
- property, plant and equipment	576,029	602,428	-	3
- investment properties	556,512	556,512	116,001	116,000
Gain on lease termination	(1,951)	-	-	-
Impairment losses on:				
- amounts due from subsidiaries	-	-	20,000	313,760
- trade receivables	1,303	922,671	-	-
- other receivables	-	1,858	-	-
- other investment	6,000,000	-	6,000,000	-

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 19. Loss Before Tax (Cont'd)

Loss before tax is determined after charging/(crediting) amongst other, the following items:  
(Cont'd)

	Group		Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Interest income	(180,000)	(360,000)	(180,000)	(360,000)
Lease expenses relating to short-term leases				
- current year	1,770	1,890	1,770	1,890
- over provision in prior year	(2,205)	-	-	-
Non-executive Directors' remuneration:				
- fees	101,448	133,000	101,448	133,000
- other emoluments	9,000	11,000	9,000	11,000
Property, plant and equipment written off	10,391	-	-	-
Rental income	(65,100)	(59,700)	-	-
Reversal of impairment losses on:				
- amounts due from subsidiaries	-	-	(775,409)	(473,186)
- trade receivables	(524)	(190)	-	-

#### 20. Taxation

	Group		Company	
	2025 RM	2024 RM	2025 RM	2024 RM
<b>Tax expenses recognised in profit or loss</b>				
Current tax:				
- Current year provision	15,000	15,000	-	-
- Over provision in prior years	(6,419)	(102)	-	(1,192)
	<u>8,581</u>	<u>14,898</u>	<u>-</u>	<u>(1,192)</u>

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 20. Taxation (Cont'd)

Malaysian income tax is calculated at the statutory tax rate of 24% (2024: 24%) of the estimated assessable profits for the financial year.

A reconciliation of income tax expenses/(credit) applicable to loss before tax at the statutory tax rate to income tax expenses/(credit) at the effective income tax rate of the Group and of the Company are as follows:

	Group		Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Loss before tax	<u>(7,707,720)</u>	<u>(1,634,747)</u>	<u>(6,140,033)</u>	<u>(81,741)</u>
At Malaysian statutory tax rate of 24% (2024: 24%)	(1,849,853)	(392,339)	(1,473,608)	(19,618)
Expenses not deductible for tax purpose	1,800,742	438,271	1,315,953	10,145
Income not subject to tax	(960)	-	-	-
Deferred tax assets not recognised	70,887	-	157,655	9,473
Utilisation of previously unrecognised deferred tax assets	<u>(5,816)</u>	<u>(30,932)</u>	<u>-</u>	<u>-</u>
	15,000	15,000	-	-
Over provision of income tax in prior years	<u>(6,419)</u>	<u>(102)</u>	<u>-</u>	<u>(1,192)</u>
	<u>8,581</u>	<u>14,898</u>	<u>-</u>	<u>(1,192)</u>

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 20. Taxation (Cont'd)

The Group and the Company have unutilised tax losses, available to off-set against future taxable profits as follows:

	Group		Company	
	2025	2024	2025	2024
	RM	RM	RM	RM
Unutilised tax losses, expiring on:				
- year assessment 2028	968,761	1,126,128	810,060	967,427
- year assessment 2029	793,970	823,206	61,107	61,107
- year assessment 2030	1,054,051	1,054,051	69,447	69,447
- year assessment 2031	1,896,957	2,227,562	78,595	78,595
- year assessment 2033	26,132	26,132	-	-
- year assessment 2034	39,911	39,911	39,911	39,911
- year assessment 2035	814,265	-	814,265	-
	<u>5,594,047</u>	<u>5,296,990</u>	<u>1,873,385</u>	<u>1,216,487</u>

Under current tax legislation, unutilised tax losses can be carried forward for up to 10 consecutive years of assessment from the year the losses were first incurred.

#### 21. Loss per Share

##### (a) Basic loss per share

The basic loss per share are calculated based on the consolidated loss for the financial year attributable to the owners of the Company and the weighted average number of ordinary shares in issue during the financial year as follows:

	Group	
	2025	2024
	RM	RM
Loss attributable to owners of the Company	<u>(7,716,301)</u>	<u>(1,649,645)</u>

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 21. Loss per Share (Cont'd)

#### (a) Basic loss per share (Cont'd)

The basic loss per share are calculated based on the consolidated loss for the financial year attributable to the Owners of the Company and the weighted average number of ordinary shares in issue during the financial year as follows: (Cont'd)

	<b>Group</b>	
	<b>2025</b>	<b>2024</b>
	<b>Units</b>	<b>Units</b>
Weighted average number of ordinary shares in issue	<u>592,000,000</u>	<u>592,000,000</u>
Basic loss per share (sen)	<u>(1.30)</u>	<u>(0.28)</u>

#### (b) Diluted loss per share

The Group has no dilution in their loss per ordinary share as there are no dilutive potential ordinary shares. There have been no other transactions involving ordinary shares or potential ordinary shares since the end of the financial year and before the authorisation of these financial statements.

### 22. Deferred Tax

Deferred tax assets have not been recognised in respect of the following items:

	<b>Group</b>		<b>Company</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
Unutilised tax losses	1,342,570	1,271,278	449,612	291,957
Other deductible temporary differences	<u>4,007,374</u>	<u>4,013,595</u>	<u>-</u>	<u>-</u>
	<u>5,349,944</u>	<u>5,284,873</u>	<u>449,612</u>	<u>291,957</u>

Deferred tax assets have not been recognised in respect of these items as the Group and the Company may not have sufficient future taxable profits to be used to offset against these items.

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 23. Staff Costs

	Group		Company	
	2025 RM	2024 RM	2025 RM	2024 RM
Salaries, wages and other emoluments	1,804,717	1,288,409	1,155,856	700,000
Social security contributions	8,552	7,773	2,668	2,317
Defined contribution plans	244,921	146,279	197,488	102,600
	<u>2,058,190</u>	<u>1,442,461</u>	<u>1,356,012</u>	<u>804,917</u>

Included in staff costs is the aggregate amount of remuneration received and receivable by the Executive Directors of the Company and of the subsidiaries during the financial year as below:

	Group		Company	
	2025 RM	2024 RM	2025 RM	2024 RM
<b>Executive Directors</b>				
Salaries and other emoluments	1,045,408	556,000	1,045,408	556,000
Social security contributions	2,668	2,317	2,668	2,317
Defined contributions plan	197,488	102,600	197,488	102,600
	<u>1,245,564</u>	<u>660,917</u>	<u>1,245,564</u>	<u>660,917</u>

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 24. Reconciliation of Liabilities Arising from Financing Activities

The table below details changes in the liabilities of the Group arising from financing activities, including both cash and non-cash changes:

	Non-cash changes				At 30 June 2025 RM
	At 1 July 2024 RM	Financing cash flows (i) RM	New leases (Note 14) RM	Termination of lease contract (Note 14) RM	
<b>Group</b>					
Lease liabilities (Note 14)	66,889	(35,200)	46,056	(50,499)	1,968
					29,214
	At 1 July 2023 RM	Financing cash flows (i) RM	Non-cash changes		At 30 June 2024 RM
	114,770	(51,600)	3,719		66,889
<b>Group</b>					
Lease liabilities (Note 14)	114,770	(51,600)	3,719		66,889

(i) The cash flows from lease liabilities make up the net amount of payments in the statements of cash flows.

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 25. Related Party Disclosures

##### (a) Identifying related parties

For the purposes of these financial statements, parties are considered to be related to the Group if the Group or the Company has the ability, directly or indirectly, to control or jointly control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group or the Company and the party are subject to common control. Related parties may be individuals or other entities.

Related parties also include key management personnel defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group either directly or indirectly. The key management personnel comprise the Directors and management personnel of the Group, having authority and responsibility for planning, directing and controlling the activities of the Group entities directly or indirectly.

##### (b) Significant related party transactions

Related party transactions have been entered into in the normal course of business under negotiated terms. In addition to the related party balances disclosed elsewhere in the financial statements, the significant related party transactions of the Group and of the Company are as follows:

	Group		Company	
	2025	2024	2025	2024
	RM	RM	RM	RM
Transactions with subsidiaries:				
- Management fees received and receivable	-	-	396,000	300,000

##### (c) Compensation of key management personnel

There are no other transactions with the key management personnel of the Group and of the Company other than the remuneration as disclosed in Notes 19 and 23.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 26. Segment Information

#### (a) Business segments

For management purposes, the Group is organised into business units based on their products and services, and has three reportable segments as follows:

- |                                  |   |
|----------------------------------|---|
| (i) Project management services  | Provision of project management services including project design evaluation, project value engineering and project construction management, trading in building materials and related products, supply of computer, server, hardware and accessories, and consultation of computer software. |
| (ii) Property investment holding | Letting of properties and provision of support services.  |
| (iii) Others                     | Investment holding and management fees.   |

Segment revenue and expenses are those amounts from the operating activities of a segment that are directly attributable to the segment and the relevant portion that can be allocated on a reasonable basis to the segment.

The Directors are of the opinion that all inter-segment transactions have been entered into in the normal course of business and have been established under negotiated terms. Inter-segment revenues are eliminated on consolidation.

The management of the Group monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the consolidated financial statements.

Information about segment assets and liabilities are neither included in the internal management reports nor provided regularly to the management. Hence, no disclosures are made on segment assets and liabilities.

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 26. Segment Information (Cont'd)

##### (a) Business segments (Cont'd)

	Project management services RM	Property investment holding RM	Others RM	Elimination RM	Consolidated RM
<b>2025</b>					
<b>Revenue</b>					
External revenue	1,480,511	2,891,522	198,100	-	4,570,133
Inter-segment revenue	-	-	396,000	(396,000)	-
Total revenue	1,480,511	2,891,522	594,100	(396,000)	4,570,133
<b>Results</b>					
Amortisation of right-of-use assets	-	(33,454)	-	-	(33,454)
Depreciation of property, plant and equipment	(10,489)	(565,540)	-	-	(576,029)
Depreciation of investment properties	(35,554)	(404,957)	(116,001)	-	(556,512)
Finance cost	-	(1,968)	-	-	(1,968)
Other non-cash items	(11,450)	2,231	6,000,000	-	5,990,781
Segment loss before tax	(2,127)	(789,564)	(6,160,620)	(755,409)	(7,707,720)
Taxation	(8,581)	-	-	-	(8,581)
<b>Other information</b>					
Capital expenditure	-	49,116	-	-	49,116

**NOTES TO THE FINANCIAL STATEMENTS  
30 JUNE 2025 (CONT'D)**

**26. Segment Information (Cont'd)**

(a) Business segments (Cont'd)

	Project management services RM	Property investment holding RM	Others RM	Elimination RM	Consolidated RM
<b>2024</b>					
<b>Revenue</b>					
External revenue	1,557,337	2,871,285	193,950	-	4,622,572
Inter-segment revenue	-	-	300,000	(300,000)	-
Total revenue	1,557,337	2,871,285	493,950	(300,000)	4,622,572
<b>Results</b>					
Amortisation of right-of-use assets	-	(48,548)	-	-	(48,548)
Depreciation of property, plant and equipment	(23,568)	(578,857)	(3)	-	(602,428)
Depreciation of investment properties	(35,555)	(404,957)	(116,000)	-	(556,512)
Finance cost	-	(3,719)	-	-	(3,719)
Other non-cash items	(923,129)	(1,210)	-	-	(924,339)
Segment loss before tax	(915,758)	(464,698)	(94,865)	(159,426)	(1,634,747)
Taxation	(16,090)	-	1,192	-	(14,898)
<b>Other information</b>					
Capital expenditure	-	25,697	-	-	25,697

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 26. Segment Information (Cont'd)

##### (a) Business segments (Cont'd)

##### Adjustments and eliminations

Inter-segment revenues and balances are eliminated on consolidation.

Other materials non-cash items consist of the following items as presented in the respective notes to the financial statements:

	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
Gain on lease termination	(1,951)	-
Impairment losses on other investment	(6,000,000)	
Impairment losses on trade receivables	1,303	922,671
Impairment losses on other receivables	-	1,858
Property, plant and equipment written off	10,391	-
Reversal of impairment losses on trade receivables	(524)	(190)
	<u>(5,990,781)</u>	<u>924,339</u>

##### (b) Geographical information

No disclosure on geographical segment information is made as the Group operates predominantly in Malaysia.

##### (c) Major customers

Revenue from 1 customer (2024: 1 customers) of the Group represents approximately 16% (2024: 14%) of the Group's total revenue.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 27. Financial Instruments

#### (a) Classification of financial instruments

Financial assets and financial liabilities are measured on an ongoing basis either at fair value or at amortised cost. The principal accounting policies in Note 3 describe how the classes of the financial instruments are measured and how income and expense including their fair value gains or losses are recognised.

The following table analyses the financial assets and liabilities in the statements of financial position by the class of financial instruments to which they are assigned and therefore by the measurement basis:

	<b>At amortised cost RM</b>
<b>Group</b>	
<b>2025</b>	
<b>Financial assets</b>	
Trade receivables	278,129
Other receivables	102,062
Cash and bank balances	<u>1,062,001</u>
	<u>1,442,192</u>
<b>Financial liabilities</b>	
Lease liabilities	29,214
Trade payables	110,428
Other payables	<u>663,950</u>
	<u>803,592</u>
<b>2024</b>	
<b>Financial assets</b>	
Other investment	6,000,000
Trade receivables	102,079
Other receivables	123,053
Cash and bank balances	<u>1,008,835</u>
	<u>7,233,967</u>
<b>Financial liabilities</b>	
Lease liabilities	66,889
Trade payables	46,500
Other payables	<u>529,360</u>
	<u>642,749</u>

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 27. Financial Instruments (Cont'd)

##### (a) Classification of financial instruments (Cont'd)

The following table analyses the financial assets and liabilities in the statements of financial position by the class of financial instruments to which they are assigned and therefore by the measurement basis: (Cont'd)

	<b>At amortised cost RM</b>
<b>Company</b>	
<b>2025</b>	
<b>Financial assets</b>	
Other receivables	61,879
Cash and bank balances	290,654
	<u>352,533</u>
<b>Financial liabilities</b>	
Other payables	<u>253,219</u>
<b>2024</b>	
<b>Financial assets</b>	
Other investment	6,000,000
Other receivables	61,778
Cash and bank balances	208,489
	<u>6,270,267</u>
<b>Financial liabilities</b>	
Other payables	<u>146,921</u>

##### (b) Net losses/(gains) arising from financial instruments

	<b>Group</b>		<b>Company</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
Net losses/(gains) on impairment of financial instruments:				
- Financial assets at amortised cost	<u>6,001,023</u>	<u>924,339</u>	<u>5,244,591</u>	<u>(159,426)</u>

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 27. Financial Instruments (Cont'd)

#### (c) Financial risk management objectives and policies

The Group's financial risk management policy is to ensure that adequate financial resources are available for the development of the Group's operations whilst managing its credit, liquidity and interest rate risks. The Group operates within clearly defined guidelines that are approved by the Board and the Group's policy is not to engage in speculative transactions.

The following sections provide details regarding the Group's exposure to the abovementioned financial risks and the objectives, policies and processes for the management of these risks.

#### (i) Credit risk

Credit risk is the risk of a financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Group's exposure to credit risk arises principally from its receivables from customers, other receivables and deposits with banks and financial institutions. The Company's exposure to credit risk arises principally from the advances to subsidiaries. There are no significant changes as compared to prior periods.

The Group has adopted a policy of only dealing with creditworthy counterparties and has a credit policy in place to control credit risk by dealing with creditworthy counterparties and deposit with banks and financial institutions with good credit rating. The exposure to credit risk is monitored on an ongoing basis and action will be taken for long outstanding debts.

The Company provides unsecured advances to subsidiaries. The Company monitors on an ongoing basis the results of the subsidiaries and repayments made by the subsidiaries. There was no indication that any subsidiaries would default on repayment as at the end of the reporting period.

At each reporting date, the Group and the Company assess whether any of the receivables is credit impaired.

The gross carrying amounts of credit impaired trade receivables are written off (either partial or full) when there is no realistic prospect of recovery. This is generally the case when the Group or the Company determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. Nevertheless, trade receivables that are written off could still be subject to enforcement activities.

The carrying amounts of the financial assets recorded on the statements of financial position at the end of the financial year represent the Group's and the Company's maximum exposure to credit risk.

There are no significant changes as compared to previous financial year.

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 27. Financial Instruments (Cont'd)

##### (c) Financial risk management objectives and policies (Cont'd)

##### (i) Credit risk (Cont'd)

###### Credit risk concentration

The Group's major concentration of credit risk relates to the amounts owing by 2 customers (2024: 2 customers) which constituted approximately 98% (2024: 99%) of its trade receivables outstanding as at the end of the reporting period.

##### (ii) Liquidity risk

Liquidity risk refers to the risk that the Group or the Company will encounter difficulty in meeting its financial obligations as they fall due. The Group's and the Company's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and financial liabilities.

The Group's and the Company's funding requirements and liquidity risk are managed with the objective of meeting business obligations on a timely basis. The Group finances its liquidity through internally generated cash flows and minimises liquidity risk by keeping committed credit lines available.

The following table analyses the remaining contractual maturities for financial liabilities. The table has been drawn up based on the undiscounted cash flows of the financial liabilities and based on the earliest date on which the Group and the Company are required to pay.

	<b>On demand or within 1 year RM</b>	<b>1 - 2 years RM</b>	<b>Total contractual cash flows RM</b>	<b>Total carrying amount RM</b>
<b>Group</b>				
<b>2025</b>				
<u>Non-derivative</u>				
<u>financial liabilities</u>				
Lease liabilities	24,000	6,000	30,000	29,214
Trade payables	110,428	-	110,428	110,428
Other payables	663,950	-	663,950	663,950
	<u>798,378</u>	<u>6,000</u>	<u>804,378</u>	<u>803,592</u>

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 27. Financial Instruments (Cont'd)

(c) Financial risk management objectives and policies (Cont'd)

(ii) Liquidity risk (Cont'd)

The following table analyses the remaining contractual maturities for financial liabilities. The table has been drawn up based on the undiscounted cash flows of the financial liabilities and based on the earliest date on which the Group and the Company are required to pay. (Cont'd)

	<b>On demand or within 1 year RM</b>	<b>1 - 2 years RM</b>	<b>Total contractual cash flows RM</b>	<b>Total carrying amount RM</b>
<b>Group</b>				
<b>2024</b>				
<u>Non-derivative</u>				
<u>financial liabilities</u>				
Lease liabilities	51,600	17,200	68,800	66,889
Trade payables	46,500	-	46,500	46,500
Other payables	529,360	-	529,360	529,360
	<u>627,460</u>	<u>17,200</u>	<u>644,660</u>	<u>642,749</u>
<b>Company</b>				
<b>2025</b>				
<u>Non-derivative</u>				
<u>financial liabilities</u>				
Other payables	253,219	-	253,219	253,219
<b>2024</b>				
<u>Non-derivative</u>				
<u>financial liabilities</u>				
Other payables	146,921	-	146,921	146,921

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 27. Financial Instruments (Cont'd)

#### (c) Financial risk management objectives and policies (Cont'd)

##### (iii) Market risk

##### Interest rate risk

The Group's fixed rate borrowings are exposed to a risk of change in their fair value due to changes in interest rates.

The Group manage the interest rate risk exposure from interest bearing borrowings by obtaining financing with the most favourable interest rates in the market. The Group constantly monitor its interest rate risk by reviewing its debt portfolio to ensure favourable rates are obtained. The Group do not utilise interest swap contracts or other derivative instruments for trading or speculative purposes.

The interest rate profile of the Group's significant interest-bearing financial instruments, based on carrying amounts as at the end of the reporting period was:

	<b>Group</b>	
	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
<b>Fixed rate instruments</b>		
Lease liabilities	29,214	66,889

##### **Interest rate risk sensitivity analysis**

##### Fair value sensitivity analysis for fixed rate instruments

The Group do not account for any fixed rate financial assets and liabilities at fair value through profit or loss. Therefore, a change in interest rates at the end of the reporting period would not affect profit or loss.

## NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2025 (CONT'D)

### 27. Financial Instruments (Cont'd)

#### (d) Fair values of financial instruments

The carrying amounts of short term receivables and payables, cash and cash equivalents and short term borrowings approximate their fair values due to the relatively short term nature of these financial instruments and insignificant impact of discounting.

The carrying amounts of the long term borrowings at the reporting date reasonably approximate their fair values.

It was not practicable to estimate the fair value of investment in unquoted equity due to the lack of comparable quoted prices in an active market and the fair value cannot be reliably measured.

#### (i) Policy on transfer between levels

The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

There were no transfers between levels during current and previous financial years.

#### (ii) Level 1 fair value

Level 1 fair value is derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

#### (iii) Level 2 fair value

Level 2 fair value is estimated using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

#### Non-derivative financial instruments

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the end of the reporting period.

#### (iv) Level 3 fair value

Level 3 fair values for the financial assets and liabilities are estimated using unobservable inputs.

## NOTES TO THE FINANCIAL STATEMENTS

### 30 JUNE 2025 (CONT'D)

#### 28. Capital Management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividend paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Group monitors capital using a gearing ratio. The Group's policy is to maintain a prudent level of gearing ratio that complies with debt covenants and regulatory requirements. The gearing ratios at end of the reporting period are as follows:

	<b>Group</b>	
	<b>2025</b>	<b>2024</b>
	<b>RM</b>	<b>RM</b>
Lease liabilities (Note 14)	29,214	66,889
Less: Cash and cash equivalents	<u>(1,062,001)</u>	<u>(1,008,835)</u>
Net debts	<u>(1,032,787)</u>	<u>(941,946)</u>
Total equity	<u>43,107,326</u>	<u>50,823,627</u>
<b>Gearing ratio</b>	<u>- *</u>	<u>- *</u>

\* No gearing ratio was shown as the cash and cash equivalents of the Group are sufficient to repay the total debts outstanding as at financial year end.

There were no changes in the Group's approach to capital management during the financial year.

#### 29. Date of Authorisation for Issue

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 29 October 2025.

## LIST OF PROPERTIES

Location and description	Existing use	Year of acquisition	Built-up area (square feet)	Tenure	Building (years)	30.06.2025 (RM'000)
46 units of stratified commercial space (office suites) located at Lot 20060 held under PN 9034, Mukim 13, Daerah Timor Laut, Penang.	Investment properties	2015	30,194	Leasehold (99 years expiring on 16.5.2109)	13	16,080
12 units of stratified commercial space comprised in 4 units of 3-storey shopoffices located at Lot 70096 held under PN 8585, Mukim 12, Daerah Barat Daya, Penang.	Investment properties	2015	13,896	Leasehold (99 years expiring on 18.3.2084)	13	6,810
2 units of stratified light industrial units located at Lot 67347 held under PN (WP) 45475, Mukim Batu, Wilayah Persekutuan.	Investment properties	2015	2,134	Leasehold (99 years expiring on 27.11.2079)	25	349
40 units of stratified commercial space (office suites) located at Lot 20060 held under PN 9034, Mukim 13, Daerah Timor Laut, Penang.	Investment properties	2016	25,990	Leasehold (99 years expiring on 16.5.2109)	13	14,179
3 units of condominium located at PT. 4346, Jalan Puchong Lama-Cyberjaya, Mukim Dengkil, Daerah Sepang, Selangor Darul Ehsan.	Investment properties	2018	4,931	Leasehold (99 years expiring on 5.3.2091)	9	1,910
2 units of condominium located at Geran 80387, Lot 1250, seksyen 1250, Seksyen 13, Bandar Georgetown, Daerah Timur Laut, Penang.	Investment properties	2021	1,965	Freehold	11	2,018

## ANALYSIS OF SHAREHOLDINGS AS AT 16 OCTOBER 2025

Issued Shares	: 592,000,000
Class of Shares	: Ordinary shares
Voting rights	: One voting right for one ordinary share

### DISTRIBUTION OF SHAREHOLDERS

Holdings	No. of Holders	%	No. of shares	%
1 – 99	71	2.967	1,712	0.000
100 – 1,000	553	23.110	218,574	0.037
1,001 – 10,000	583	24.363	3,645,250	0.616
10,001 – 100,000	835	34.893	35,380,066	5.976
100,001 – 29,599,999 (*)	348	14.542	312,907,552	52.856
29,600,000 and above (**)	3	0.125	239,846,846	40.515
Total	<u>2,393</u>	<u>100.000</u>	<u>592,000,000</u>	<u>100.000</u>

\* - Less than 5% of the issued shares

\*\* - 5% and above of the issued shares

### SUBSTANTIAL SHAREHOLDERS AS AT 16 OCTOBER 2025

	Name	Shareholdings		%	
		Direct	Indirect	Direct	Indirect
1.	Dato' Sri Liang Chee Fong	112,517,350	-	19.006	-
2.	Dato' Yow Mooi Sin	77,599,600	-	13.108	-
3.	Wong Kim Pau	57,069,896	-	9.640	-
4.	Vantage Corporate Services Limited	-	58,051,658+	-	9.806
5.	Koh Soo Teng	200,000	58,051,658+	0.034	9.806
6.	Summit Consulting Limited	-	58,051,658+	-	9.806

#### Note:

+ Deemed interest through Success Tower Sdn. Bhd.

### DIRECTORS' INTEREST AS AT 16 OCTOBER 2025

	Name	Direct		Indirect	
		No. of shares held	%	No. of shares held	%
1.	Dato' Sri Liang Chee Fong	112,517,350	19.006	-	-
2.	Dato' Yow Mooi Sin	77,599,600	13.108	-	-
3.	Cheah Wan Kin	-	-	-	-
4.	Chew Yinn Miin	-	-	-	-
5.	Chye Han Xian	-	-	-	-

## ANALYSIS OF SHAREHOLDINGS AS AT 16 OCTOBER 2025 (CONT'D)

### THIRTY LARGEST SECURITIES ACCOUNT HOLDERS

(WITHOUT AGGREGATING SECURITIES FROM DIFFERENT SECURITIES ACCOUNTS BELONGING TO THE SAME REGISTERED HOLDER)

	Name of Shareholders	Shareholding	%
1.	Liang Chee Fong	105,177,350	17.766
2.	Yow Mooi Sin	77,599,600	13.108
3.	Wong Kim Pau	57,069,896	9.640
4.	Apex Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account for Teow Wooi Huat (STA 2)	21,371,800	3.610
5.	Success Tower Sdn. Bhd.	17,671,358	2.985
6.	Leng Kean Huang	13,200,000	2.230
7.	Teow Chee Chow	12,335,000	2.084
8.	Affin Hwang Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account for Tan Chee Haur (TAN8625C)	10,801,700	1.825
9.	Teng Soo Boon	8,800,000	1.486
10.	Lim Tong Wee	8,000,000	1.351
11.	DB First Capital Sdn Bhd	7,887,500	1.332
12.	Liang Chee Fong	7,340,000	1.240
13.	Lai Suet Li	7,315,600	1.236
14.	Moomoo Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account for Tay Jun Han	6,400,000	1.081
15.	Tan Chee Cheng	5,200,000	0.878
16.	CGS International Nominees Malaysia (Tempatan) Sdn. Bhd. Pledged Securities Account for Ng Geok Wah (B BRKLANG-CL)	5,000,000	0.844
17.	Lai Thiam Poh	4,832,000	0.816
18.	Lai Thiam Mei	4,429,900	0.748
19.	Maybank Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account for Ee Chang Ku	4,270,000	0.721
20.	Tay Yu Xian	4,052,000	0.684
21.	Ng Chen Yong	3,941,200	0.666
22.	Tay Wai Ming	3,900,000	0.659
23.	Kuak Chin Hee	3,695,104	0.624
24.	Affin Hwang Nominees (Asing) Sdn. Bhd. Exempt AN for Phillip Securities (Hong Kong) Ltd (Clients' Account)	3,473,900	0.587
25.	Kenanga Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account for Ng Tiam Ming (008)	3,449,100	0.583
26.	Yap Swee Sang	3,200,000	0.540
27.	Tan Chee Cheng	3,000,000	0.506
28.	Goh Chok Eng	2,644,000	0.447
29.	Teh Suan Sim	2,500,000	0.422
30.	Kenanga Nominees (Tempatan) Sdn. Bhd. Gan Boon Guat (EM1-P88)	2,268,000	0.383

This page has been intentionally left blank.

**REKATECH CAPITAL BERHAD**(200401002347)(640850-U)  
(Incorporated in Malaysia)

CDS Account No.

--

No. of Shares Held

**PROXY FORM**I/We..... Tel: .....  
*[Full name in block, NRIC No./Company No. and telephone number]*

of .....

being a member/members of **Rekatech Capital Berhad**, hereby appoint:-

Full Name (in Block)	NRIC / Passport No.	Proportion of Shareholdings	
		No. of Shares	%
Address			

and / or (delete as appropriate)

Full Name (in Block)	NRIC / Passport No.	Proportion of Shareholdings	
		No. of Shares	%
Address			

or failing him, the Chairperson of the Meeting, as my/our proxy to vote for me/us and on my/our behalf at the Twenty-First Annual General Meeting of the Company to be held at Perdana I & II, Level 03, Cititel Penang, 66, Jalan Penang, 10000 George Town, Pulau Pinang on Wednesday, 10 December 2025 at 12.00 p.m. or any adjournment thereof, and to vote as indicated below:

Description of Resolution	Resolution	For	Against
Re-election of Dato' Yow Mooi Sin	Ordinary Resolution 1		
Re-election of Ms Chew Yinn Miin	Ordinary Resolution 2		
Re-election of Mr Cheah Wan Kin	Ordinary Resolution 3		
Approval of Directors' Fees	Ordinary Resolution 4		
Approval of Directors' Benefits	Ordinary Resolution 5		
Re-appointment of UHY Malaysia PLT as Auditors and to authorise the Directors to fix their remuneration	Ordinary Resolution 6		
Authority to Issue Shares	Ordinary Resolution 7		
Proposed Share Buy-Back Authority	Ordinary Resolution 8		

Please indicate with an "X" in the space provided whether you wish your votes to be cast for or against the resolutions. In the absence of specific direction, your proxy will vote or abstain as he thinks fit.

Signed this \_\_\_\_\_ day of \_\_\_\_\_, 2025

\_\_\_\_\_  
Signature\*  
Member**\* Manner of execution:**

- (a) If you are an individual member, please sign where indicated.
- (b) If you are a corporate member which has a common seal, this proxy form should be executed under seal in accordance with the constitution of your corporation.
- (c) If you are a corporate member which does not have a common seal, this proxy form should be affixed with the rubber stamp of your company (if any) and executed by:
- (i) at least two (2) authorised officers, of whom one shall be a director; or
- (ii) any director and/or authorised officers in accordance with the laws of the country under which your corporation is incorporated.

**Notes:**

1. For the purpose of determining who shall be entitled to attend this General Meeting, the Company shall be requesting Bursa Malaysia Depository Sdn Bhd to make available to the Company, a Record of Depositors as at 1 December 2025. Only a member whose name appears on this Record of Depositors shall be entitled to attend this General Meeting or appoint a proxy to attend, speak and vote on his/her/its behalf.
2. A member entitled to attend and vote at this General Meeting is entitled to appoint a proxy or attorney or in the case of a corporation, to appoint a duly authorised representative to attend, participate, speak and vote in his place. A proxy may but need not be a member of the Company.



**Notes: (Con't)**

3. A member of the Company who is entitled to attend and vote at a General Meeting of the Company may appoint not more than two (2) proxies to attend, participate, speak and vote instead of the member at the General Meeting.
4. If two (2) proxies are appointed, the entitlement of those proxies to vote on a show of hands shall be in accordance with the listing requirements of the stock exchange.
5. Where a member of the Company is an authorised nominee as defined in the Central Depositories Act, it may appoint not more than two (2) proxies in respect of each securities account it holds in ordinary shares of the Company standing to the credit of the said securities account.
6. Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds. An exempt authorised nominee refers to an authorised nominee defined under the Securities Industry (Central Depositories) Act 1991 ("Central Depositories Act") which is exempted from compliance with the provisions of Section 25A(1) of the Central Depositories Act.
7. Where a member appoints more than one (1) proxy, the proportion of shareholdings to be represented by each proxy must be specified in the instrument appointing the proxies.
8. The appointment of a proxy may be made in a hard copy form or by electronic means in the following manner and must be received by the Company not less than forty-eight (48) hours before the time appointed for holding the General Meeting or adjourned General Meeting at which the person named in the appointment proposes to vote:
  - (i) In hard copy form

In the case of an appointment made in hard copy form, this proxy form must be deposited at the registered office of the Company situated at Suite A, Level 9, Wawasan Open University, 54, Jalan Sultan Ahmad Shah, 10050 Georgetown, Penang.
  - (ii) By electronic means via email

In the case of an appointment made via email transmission, this proxy form must be received via email at [finance.lai6@gmail.com](mailto:finance.lai6@gmail.com).For option (ii), the Company may request any member to deposit original executed proxy form to its registered office before or on the day of meeting for verification purpose.
9. Any authority pursuant to which such an appointment is made by a power of attorney must be deposited at the registered office of the Company situated at Suite A, Level 9, Wawasan Open University, 54, Jalan Sultan Ahmad Shah, 10050 Georgetown, Penang not less than forty-eight (48) hours before the time appointed for holding the General Meeting or adjourned General Meeting at which the person named in the appointment proposes to vote. A copy of the power of attorney may be accepted provided that it is certified notarially and/or in accordance with the applicable legal requirements in the relevant jurisdiction in which it is executed.
10. Please ensure ALL the particulars as required in this proxy form are completed, signed and dated accordingly.
11. Last date and time for lodging this proxy form is Monday, 8 December 2025 at 12.00 p.m.
12. Please bring an **ORIGINAL** of the following identification papers (where applicable) and present it to the registration staff for verification:
  - a. Identity card (NRIC) (Malaysian), or
  - b. Police report (for loss of NRIC) / Temporary NRIC (Malaysian), or
  - c. Passport (Foreigner).
13. For a corporate member who has appointed a representative instead of a proxy to attend this meeting, please bring the **ORIGINAL** certificate of appointment executed in the manner as stated in this proxy form if this has not been lodged at the Company's registered office earlier.
14. Those proxy forms which are indicated with "✓" in the spaces provided to show how the votes are to be cast will also be accepted.

Then fold here

---

**Affix  
stamp**

The Secretaries  
**REKATECH CAPITAL BERHAD**  
(200401002347) (640850-U)  
Suite A, Level 9, Wawasan Open University,  
54, Jalan Sultan Ahmad Shah,  
10050 Georgetown, Penang

1st fold here

---



**REKATECH CAPITAL BERHAD** (200401002347)(640850-U)

B-2-15, Capital 2, Oasis Square,  
No. 2, Jalan PJU 1A/7A, Ara Damansara,  
47301 Petaling Jaya, Selangor.  
Tel / Fax : +603-6421 9986

**[www.rekatech.com.my](http://www.rekatech.com.my)**