



FACB INDUSTRIES INCORPORATED BERHAD
197901004632 (48850-K)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME For The First Quarter Ended 30 September 2025**
(The figures have not been audited)

	Current Quarter Ended 30/09/2025 RM'000	Comparative Quarter Ended 30/09/2024 RM'000
Revenue	7,797	8,536
Cost of sales	(4,953)	(5,079)
Gross profit	2,844	3,457
Other income	1,683	1,706
Operating expenses	(4,163)	(4,310)
Finance costs	(32)	(19)
Share of results of associates, net of tax	(174)	(92)
Profit before tax	158	742
Tax expense	(145)	(266)
Net profit for the quarter	13	476
Other comprehensive loss, net of tax:		
Foreign currency translation	(213)	(1,336)
Total comprehensive loss for the quarter	(200)	(860)
Profit/(Loss) attributable to:		
Owners of the parent	175	563
Non-controlling interests	(162)	(87)
	13	476
Total comprehensive income/(loss) attributable to:		
Owners of the parent	57	(176)
Non-controlling interests	(257)	(684)
	(200)	(860)
Earnings per ordinary share attributable to equity holders of the parent:		
Basic and diluted (sen)	0.21	0.67
Dividend per share (sen) (Proposed/Declared)		
Interim	-	-
Final	-	-

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2025)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**As At 30 September 2025**

	Unaudited As At 30/09/2025 RM'000	Audited As At 30/06/2025 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	3,760	3,138
Right-of-use assets	2,078	1,968
Intangible assets	230	65
Investments in associates	21,439	21,820
Financial assets at amortised cost	40,474	40,473
Financial assets at fair value through other comprehensive income ("FVTOCI")	9,802	9,802
Other receivables	25	29
Deferred tax assets	1,853	1,853
	<u>79,661</u>	<u>79,148</u>
Current Assets		
Inventories	6,071	5,786
Trade and other receivables	6,357	6,785
Investment in short-term investment funds	20,155	6,082
Current tax assets	974	768
Deposits, cash and bank balances	127,080	142,059
	<u>160,637</u>	<u>161,480</u>
TOTAL ASSETS	<u>240,298</u>	<u>240,628</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	114,152	114,152
Treasury shares	(1,225)	(1,225)
Other reserves	(24,625)	(24,507)
Retained earnings	129,883	129,708
	<u>218,185</u>	<u>218,128</u>
Non-controlling interests	14,450	14,707
TOTAL EQUITY	<u>232,635</u>	<u>232,835</u>
LIABILITIES		
Non-Current Liabilities		
Lease liabilities	606	641
Deferred tax liabilities	512	512
	<u>1,118</u>	<u>1,153</u>

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**As At 30 September 2025 (Cont'd)**

	Unaudited	Audited
	As At 30/09/2025 RM'000	As At 30/06/2025 RM'000
LIABILITIES		
Current Liabilities		
Trade and other payables	3,852	3,832
Contract liability	1,513	1,763
Lease liabilities	1,083	924
Current tax liabilities	97	121
	<u>6,545</u>	<u>6,640</u>
TOTAL LIABILITIES	<u>7,663</u>	<u>7,793</u>
TOTAL EQUITY AND LIABILITIES	<u>240,298</u>	<u>240,628</u>
Net assets per share (RM)	<u>2.60</u>	<u>2.60</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2025)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The First Quarter Ended 30 September 2025

(The figures have not been audited)

	← Attributable to Owners of the Parent →					Non-Controlling	Total Equity
	Share Capital	Treasury Shares	Other Reserves	Retained Earnings	Total	Interests	
In RM'000							
At 1 July 2025	114,152	(1,225)	(24,507)	129,708	218,128	14,707	232,835
Net profit/(loss) for the quarter	-	-	-	175	175	(162)	13
Other comprehensive loss							
- Foreign currency translation	-	-	(118)	-	(118)	(95)	(213)
Total comprehensive (loss)/income for the quarter	-	-	(118)	175	57	(257)	(200)
At 30 September 2025	114,152	(1,225)	(24,625)	129,883	218,185	14,450	232,635
At 1 July 2024	114,152	(1,225)	(22,238)	127,608	218,297	15,765	234,062
Net profit/(loss) for the quarter	-	-	-	563	563	(87)	476
Other comprehensive loss							
- Foreign currency translation	-	-	(739)	-	(739)	(597)	(1,336)
Total comprehensive (loss)/income for the quarter	-	-	(739)	563	(176)	(684)	(860)
At 30 September 2024	114,152	(1,225)	(22,977)	128,171	218,121	15,081	233,202

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2025)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**For The First Quarter Ended 30 September 2025***(The figures have not been audited)*

	Current Quarter Ended 30/09/2025 RM'000	Comparative Quarter Ended 30/09/2024 RM'000
Cash Flows from Operating Activities		
Profit before tax	158	742
Adjustments for :		
Accretion of discount on financial asset at amortised cost	(7)	(10)
Amortisation of intangible assets	13	5
Amortisation of premium on financial asset at amortised cost	6	-
Depreciation of property, plant and equipment	158	135
Depreciation of right-of-use assets	286	239
Fair value gain on short-term investment funds	(131)	-
Gain on disposal of property, plant and equipment	-	(12)
Impairment losses on trade receivables	42	25
Interest expense on lease liabilities	32	19
Interest income	(1,516)	(1,680)
Share of results of associates, net of tax	174	92
Unrealised gain on foreign exchange	(3)	-
Operating loss before working capital changes	(788)	(445)
Net changes in current assets	(199)	(689)
Net changes in current liabilities	20	(676)
Net changes in contract liability	(250)	(178)
Cash used in operations	(1,217)	(1,988)
Tax paid	(375)	(508)
Tax refunded	2	1
Net cash used in operating activities	(1,590)	(2,495)
Cash Flows from Investing Activities		
Interest received	1,815	1,765
Net withdrawal/(placement) of deposits placed with licensed banks with maturity more than three (3) months	11,828	(1,039)
Net placement of short-term investment fund	(13,942)	-
Proceeds from disposal of property, plant and equipment	-	12
Purchase of intangible assets	(178)	-
Purchase of property, plant and equipment	(780)	(519)
Net cash (used in)/from investing activities	(1,257)	219
Cash Flows from Financing Activities		
Payment of lease liabilities	(304)	(263)
Net cash used in financing activities	(304)	(263)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**For The First Quarter Ended 30 September 2025 (Cont'd)***(The figures have not been audited)*

	Current Quarter Ended 30/09/2025 RM'000	Comparative Quarter Ended 30/09/2024 RM'000
Net decrease in cash and cash equivalents	(3,151)	(2,539)
Effects of exchange rate changes on cash and cash equivalents	-	(20)
Cash and cash equivalents at beginning of the quarter	14,450	17,007
Cash and cash equivalents at end of the quarter	<u>11,299</u>	<u>14,448</u>
Cash and cash equivalents comprise:-		
Deposits with licensed banks	122,105	151,780
Cash and bank balances	4,975	7,648
	<u>127,080</u>	<u>159,428</u>
Deposits placed with licensed banks with maturity more than three (3) months	(115,781)	(144,980)
	<u>11,299</u>	<u>14,448</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2025)

NOTES (IN COMPLIANCE WITH MFRS 134)**A1 Basis of Preparation**

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

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2025.

The explanatory notes to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group.

The material accounting policies and methods of computation adopted are consistent with those of the audited financial statements for the financial year ended 30 June 2025 except for the adoption of the following Amendments of the MFRS Framework that were issued by the MASB during the financial period:-

Title	Effective Date
Amendments to MFRS 121 <i>Lack of Exchangeability</i>	1 January 2025

The adoption of the above Amendments did not have any material impact on the Group’s financial statements.

As at the date of authorisation of the interim financial statements, the Group has not applied the following MFRS Framework that have been issued by the MASB but have not been early adopted by the Group: -

Title	Effective Date
Amendments to MFRS 9 and MFRS 7 <i>Amendments to the Classification and Measurement of Financial Instruments</i>	1 January 2026
Annual Improvements to MFRS Accounting Standards – Volume 11	1 January 2026
Amendments to MFRS 9 and MFRS 7 <i>Contracts Referencing Nature-dependent Electricity</i>	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The Group and the Company are in the process of assessing the impact of implementing these Standards and Amendments since the effects would only be observable for future financial years.

NOTES (IN COMPLIANCE WITH MFRS 134)**A2 Qualification of Financial Statements**

The Group's most recent annual audited financial statements for the year ended 30 June 2025 was not qualified.

A3 Seasonal or Cyclical Factors

The Group's operations for the current quarter were not materially affected by any seasonal or cyclical factors.

A4 Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter.

A5 Nature and Amount of Changes in Estimates

There were no changes in estimates of amounts reported in the previous financial years which have a material effect in the current quarter.

A6 Debt and Equity Securities

There were no issuance, repurchase and repayment of debts and equity securities during the current quarter. As at 30 September 2025, total shares repurchased were 1,279,700 and all the shares repurchased were held as treasury shares.

A7 Dividend Paid

No dividend was paid during the current quarter.

A8 Reportable Segments

	<u>Bedding</u> RM'000	<u>Other Segments</u> RM'000	<u>Eliminations</u> RM'000	<u>Total</u> RM'000
For Current Quarter Ended 30 September 2025				
External revenue	7,797	-	-	7,797
Inter-segment revenue	-	25	(25)	-
Total	7,797	25	(25)	7,797
 Segments results:				
Amortisation of intangible assets	(12)	(1)	-	(13)
Depreciation of property, plant and equipment	(139)	(19)	-	(158)
Depreciation of right-of-use assets	(203)	(83)	-	(286)
Interest expense on lease liabilities	(18)	(14)	-	(32)
Interest income	115	1,401	-	1,516
 Reportable segment profit before tax	(219)	551	-	332
Share of results of associates	-	(174)	-	(174)
Total	(219)	377	-	158

NOTES (IN COMPLIANCE WITH MFRS 134)**A8 Reportable Segments (cont'd)**

	<u>Bedding</u>	<u>Other</u>	<u>Eliminations</u>	<u>Total</u>
	<u>RM'000</u>	<u>Segments</u>	<u>RM'000</u>	<u>RM'000</u>
		<u>RM'000</u>		
For Comparative Quarter				
Ended 30 September 2024				
External revenue	8,536	-	-	8,536
Inter-segment revenue	-	25	(25)	-
Total	8,536	25	(25)	8,536
Segments results:				
Amortisation of intangible assets	(5)	-	-	(5)
Depreciation of property, plant and equipment	(118)	(17)	-	(135)
Depreciation of right-of-use assets	(162)	(77)	-	(239)
Interest expense on lease liabilities	(17)	(2)	-	(19)
Interest income	87	1,593	-	1,680
Reportable segment profit before tax	145	689	-	834
Share of results of associates	-	(92)	-	(92)
Total	145	597	-	742

A9 Material Events Subsequent to the End of the Quarter under Review

There were no material events from the end of the quarter to 19 November 2025 (the latest practicable date which shall not be earlier than 7 days from the date of issue of this quarterly report) that has not been reflected in the current quarter.

A10 Effect of Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter.

A11 Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets as at the date of this report which may have a material impact on the financial position of the Group.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B1 Performance Review****Current Quarter vs Preceding Year Comparative Quarter**

	Current Quarter 30/09/2025 RM'000	Preceding Year Comparative Quarter 30/09/2024 RM'000	Changes %
Revenue	7,797	8,536	-9%
Gross profit	2,844	3,457	-18%
Profit before tax	158	742	-79%
Additional Information: Share of results of associates	(174)	(92)	-89%

The Group recorded revenue of RM7.80 million and profit before tax (PBT) of RM0.16 million for the current quarter ended 30 September 2025 compared to revenue of RM8.54 million and PBT of RM0.74 million in the preceding year comparative quarter, representing a decrease in revenue of 9% and PBT of 79%. The lower revenue and PBT for the current quarter were mainly due to lower revenue and loss before tax (LBT) reported from bedding operation in Malaysia.

The bedding operation recorded a LBT of RM0.22 million compared to PBT of RM0.15 million in the preceding year comparative quarter. Lower revenue reported at RM7.80 million compared to RM8.54 million in the preceding year comparative quarter, representing sales decline by 9% mainly due to lower consumer sales.

Associates in China recorded a net loss of RM0.17 million for the current quarter compared to a net loss of RM0.09 million in the preceding year comparative quarter. Higher loss reported in the current quarter mainly due to lower demand for steam.

B2 Material Change in the Profit Before Tax as compared with the Immediate Preceding Quarter

	Current Quarter 30/09/2025 RM'000	Immediate Preceding Quarter 30/06/2025 RM'000	Changes %
Revenue	7,797	7,751	1%
Gross profit	2,844	2,952	-4%
Profit before tax	158	1,474	-89%
Additional Information: Share of results of associates	(174)	750	-123%

The Group registered higher revenue of RM7.80 million for the current quarter compared to RM7.75 million registered in the immediate preceding quarter ended 30 June 2025. A lower PBT of RM0.16 million reported for the current quarter versus RM1.47 million in the immediate preceding quarter.

The bedding operation reported revenue of RM7.80 million, comparable to RM7.75 million in the immediate preceding quarter. A higher LBT was recorded at RM 0.22 million versus RM0.08 million mainly due to higher mix of lower gross profit margin products.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B2 Material Change in the Profit Before Tax as compared with the Immediate Preceding Quarter (cont'd)**

Associates in China recorded a net loss of RM0.17 million compared to a net profit of RM0.75 million in the immediate preceding quarter. Operating performance this quarter is affected by lower demand for steam. Included in the immediate preceding quarter was reversal of assets impairment totalled RM0.38 million.

B3 Current Year Prospects

The Malaysian Government, in its Budget 2026 Economic Outlook report, projected the economy to grow between 4.0% and 4.5% in 2026, reflecting the nation's continued resilience despite headwinds arising from the US tariff war.

However, the Group expects performance for the financial year ending 30 June 2026 remains challenging. The Group will remain cautious and continue to undertake various initiatives by expanding its retail presence through establishment of its own retail outlets and increase its promotional events to stimulate demand.

B4 Achievability of Forecast Profit

This note is not applicable.

B5 Variance of Actual Profit from Forecast Profit or Profit Guarantee

This note is not applicable.

B6 Notes to the Condensed Consolidated Statement of Profit or Loss

Profit before tax is arrived at after (crediting)/charging:-

	Current Quarter Ended 30/09/2025 RM'000	Comparative Quarter Ended 30/09/2024 RM'000
Accretion of discount on financial asset at amortised cost	(7)	(10)
Amortisation of intangible assets	13	5
Amortisation of premium on financial asset at amortised cost	6	-
Depreciation of property, plant and equipment	158	135
Depreciation of right-of-use assets	286	239
Fair value gain on short-term investment funds	(131)	-
Gain on disposal of property, plant and equipment	-	(12)
Gain on foreign exchange - unrealised	(3)	-
Impairment losses on trade receivables	42	25
Interest expense on lease liabilities	32	19
Interest income	(1,516)	(1,680)

Apart from the above, there was no write off of receivables, write off of inventories, impairment of assets, gain or loss on disposal of quoted investments, gain or loss on derivatives and other material items for the current quarter.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B7 Tax expense**

Tax expense comprises the following: -

	Current Quarter Ended 30/09/2025 RM'000	Comparative Quarter Ended 30/09/2024 RM'000
<u>Current tax</u>		
Current year - Malaysia	145	266

The effective tax rate of the Group (excluding the share of results of associates) for the current quarter was higher than the statutory rate due principally to certain expenses not being deductible for tax purposes.

B8 Status of Corporate Proposals

There were no outstanding corporate proposals that has been announced but not completed as at the date of this quarterly report.

B9 Group Borrowing

There was no borrowing as at 30 September 2025.

B10 Derivative Financial Instruments

The Group has no outstanding derivative financial instruments as at 30 September 2025.

B11 Changes in Material Litigation

The Group is not engaged in any material litigation as at the date of this report which will have a material effect on the financial position of the Group.

B12 Dividend Proposed or Declared

No dividend has been recommended by the Board of Directors in respect of the current quarter ended 30 September 2025.

B13 Earnings per Share

The earnings per share (basic) for the current quarter and preceding year comparative quarter are calculated by dividing the Group's net profit for the quarter attributable to owners of the parent with the weighted average number of shares in issue (excluding treasury shares) of 83,882,800.

	Current Quarter Ended 30/09/2025 RM'000	Comparative Quarter Ended 30/09/2024 RM'000
Net profit attributable to owners of the parent	175	563

By Order of the Board

FACB INDUSTRIES INCORPORATED BERHAD

Lee Boo Tian

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PC No. 202008002588

Group Company Secretary

Kuala Lumpur

Date: 25 November 2025