SHIN YANG GROUP BERHAD
Registration No.: 200401027554 (666062-A) (Incorporated in Malaysia)

INTERIM REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026
(The figures have not been audited)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		INDIVIDUAL QUARTER 3 months ended 30 June		CUMULATIVE QUARTER 6 months ended 30 June	
	Note	2026 RM'000	2025 RM'000	2026 RM'000	2025 RM'000
Revenue		552,702	556,136	1,012,628	996,581
Cost of sales		(497,588)	(505,755)	(894,973)	(900,361)
Gross profit		55,114	50,381	117,655	96,220
Other income		20,374	35,284	33,178	81,985
Finance income		3,684	4,065	6,892	5,857
Administrative expenses		(33,227)	(37,169)	(65,633)	(65,083)
Impairment loss on trade receivables		-	(996)	-	(996)
Reversal of impairment on financial asset		-	9,929	-	9,929
Operating profit		45,945	61,494	92,092	127,912
Finance costs		(1,597)	(1,955)	(3,160)	(3,551)
Share of profit of equity-accounted associates		133	112	203	117
Profit before taxation		44,481	59,651	89,135	124,478
Tax expense	A14	(6,009)	(12,797)	(10,949)	(22,453)
Profit after taxation, representing total comprehensive income for the period		38,472	46,854	78,186	102,025
Profit after tax attributable to:					
Owners of the Company		31,669	44,400	66,439	90,751
Non-controlling interests		6,803	2,454	11,747	11,274
		38,472	46,854	78,186	102,025
Total comprehensive income attributable to:					
Owners of the Company		31,669	44,400	66,439	90,751
Non-controlling interests		6,803	2,454	11,747	11,274
		38,472	46,854	78,186	102,025
Earnings per share attributable to owners of the Company:					
Basic (sen)	B12	2.69	3.96	5.65	8.08
Diluted (sen)	B12	2.69	3.96	5.65	8.08

Notes:

(a) Following the change in the Group's financial year end from 30 June to 31 December, the comparative figures for the Unaudited Condensed Consolidated Statement of Comprehensive Income have been presented on a calendar year basis for better comparability. Accordingly, the current and comparative individual quarters and cumulative quarters are presented on the same calendar period basis.

(b) The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2025 and the accompanying explanatory notes attached to this report.

SHIN YANG GROUP BERHAD
Registration No.: 200401027554 (666062-A) (Incorporated in Malaysia)

INTERIM REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	Unaudited AS AT 30.06.2026 RM'000	Audited AS AT 31.12.2025 RM'000
ASSETS			
NON-CURRENT ASSETS			
Investment in associates		3,175	2,972
Property and equipment		1,114,292	1,022,661
Other investments		59	59
Intangible asset		8,735	8,742
Other receivables		4,526	35,188
Deferred tax assets		1,106	1,106
		1,131,893	**1,070,728**
CURRENT ASSETS			
Inventories		106,037	84,165
Trade receivables		282,657	268,249
Other receivables and deposits		78,979	109,379
Contract assets		37,417	27,271
Current tax assets		1,604	224
Cash and bank balances		512,128	517,436
		1,018,822	**1,006,724**
TOTAL ASSETS		**2,150,715**	**2,077,452**
EQUITY AND LIABILITIES			
EQUITY			
Share capital		1,216,972	1,216,972
Treasury shares		(11,310)	(10,935)
Retained profits		624,183	557,744
Other reserves		(276,188)	(276,188)
Equity attributable to owners of the Company		**1,553,657**	**1,487,593**
Non-controlling interests		115,417	103,180
TOTAL EQUITY		**1,669,074**	**1,590,773**
NON-CURRENT LIABILITIES			
Lease liabilities		1,191	1,391
Bank borrowings	B9	35,650	40,513
Deferred tax liabilities		63,113	63,590
		99,954	**105,494**
CURRENT LIABILITIES			
Trade payables		177,488	186,459
Contract liabilities		16,416	28,657
Other payables and accruals		79,837	62,215
Lease liabilities		2,565	2,585
Bank borrowings	B9	97,892	90,554
Current tax liabilities		7,489	10,715
		381,687	**381,185**
Total liabilities		**481,641**	**486,679**
TOTAL EQUITY AND LIABILITIES		**2,150,715**	**2,077,452**
Net assets per share (RM)		1.32	1.26

Notes:

(a) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2025 and the accompanying explanatory notes attached to this report.

SHIN YANG GROUP BERHAD
Registration No.: 200401027554 (666062-A) (Incorporated in Malaysia)

INTERIM REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Treasury Shares RM'000	Other Reserves RM'000	Retained Profits RM'000	Attributable To Owners of the Company RM'000	Non-controlling Interests RM'000	Total Equity RM'000
Balance at 1 July 2025	1,216,972	(35,530)	(297,861)	534,113	1,417,694	91,542	1,509,236
Profit after taxation for the financial period	-	-	-	82,460	82,460	18,193	100,653
	1,216,972	(35,530)	(297,861)	616,573	1,500,154	109,735	1,609,889
Contributions by and distributions to owners of the Company:							
- Purchase of treasury shares	-	(559)	-	-	(559)	-	(559)
- Treasury shares re-issued	-	25,154	21,673	-	46,827	-	46,827
- Dividends							
-by the Company	-	-	-	(58,829)	(58,829)	-	(58,829)
-by subsidiaries to non-controlling interests	-	-	-	-	-	(6,800)	(6,800)
Total transactions with owners	-	24,595	21,673	(58,829)	(12,561)	(6,800)	(19,361)
Arising from increase in equity interest in a subsidiary	-	-	-	-	-	245	245
Balance at 31 December 2025	**1,216,972**	**(10,935)**	**(276,188)**	**557,744**	**1,487,593**	**103,180**	**1,590,773**

SHIN YANG GROUP BERHAD
Registration No.: 200401027554 (666062-A) (Incorporated in Malaysia)

INTERIM REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Treasury Shares RM'000	Other Reserves RM'000	Retained Profits RM'000	Attributable To Owners of the Company RM'000	Non-controlling Interests RM'000	Total Equity RM'000
Balance at 1 January 2026	1,216,972	(10,935)	(276,188)	557,744	1,487,593	103,180	1,590,773
Profit after taxation for the financial period	-	-	-	66,439	66,439	11,747	78,186
	1,216,972	(10,935)	(276,188)	624,183	1,554,032	114,927	1,668,959
Contributions by and distributions to owners of the Company:							
- Purchase of treasury shares	-	(375)	-	-	(375)	-	(375)
Total transactions with owners	-	(375)	-	-	(375)	-	(375)
Arising from increase in equity interest in a subsidiary	-	-	-	-	-	490	490
Balance at 30 June 2026	**1,216,972**	**(11,310)**	**(276,188)**	**624,183**	**1,553,657**	**115,417**	**1,669,074**

Notes:
(a) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2025 and the accompanying explanatory notes attached to this report.

INTERIM REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026
CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	Current year to date 30.06.2026 RM'000	Preceding year 30.06.2025 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	89,135	124,478
Adjustments for:		
Bad debt written off	84	-
Depreciation	50,341	51,313
Dividend income	(2)	-
Gain on bargain purchase on Purchase Price Allocation	-	(6,760)
Net gain on disposal of property, plant and equipment	(3,250)	(16,185)
Interest expenses	3,160	3,551
Interest income	(6,892)	(5,857)
Property, plant and equipment written off	2	9
Impairment loss on trade receivables	-	996
Reversal of impairment loss on financial assets	-	(9,929)
Profit retained in associates	(203)	(117)
Unrealised (gain)/loss on foreign exchange	(1,713)	1,648
Operating profit before working capital changes	**130,662**	**143,147**
Working capital changes		
Increase in inventories	(21,872)	(14,126)
Decrease in trade and other receivables	1,473	81,487
Increase/(decrease) in trade and other payables	33,809	10,268
Increase in contract assets	(10,146)	7,502
Decrease in contract liabilities	(12,241)	(20,052)
Net changes in related companies' balances	(16,738)	(15,857)
Net changes in holding company's balances	(14)	(36)
Total changes in working capital	(25,729)	49,186
CASH FROM OPERATIONS	**104,933**	**192,333**
Interest income received	6,892	5,857
Interest expenses paid	(3,160)	(3,551)
Income tax refunded	-	1,329
Income tax paid	(17,649)	(12,699)
Total interest and tax paid	**(13,917)**	**(9,064)**
NET CASH FROM OPERATING ACTIVITIES	**91,016**	**183,269**
CASH FLOW FOR INVESTING ACTIVITIES		
Dividend received	2	-
Purchase of property and equipment	(96,891)	(50,756)
Proceeds from disposal of property and equipment	8,950	27,303
NET CASH FOR INVESTING ACTIVITIES	**(87,939)**	**(23,453)**
CASH FLOW FOR FINANCING ACTIVITIES		
Net movement of treasury shares	(375)	(2,525)
Dividend paid to non-controlling interests in subsidiaries	-	(2,000)
Proceeds from issuance of shares to non-controlling interests	490	245
Proceeds from term loan	7,203	-
Repayment of principal portion of lease liabilities	(220)	(1,894)
Repayment of principal portion of hire purchase	(4,427)	(4,129)
Repayment of term loans	(8,815)	(10,093)
Net movement in trade financing	(4,301)	(8,112)
NET CASH FOR FINANCING ACTIVITIES	**(10,445)**	**(28,508)**
NET INCREASE IN CASH AND CASH EQUIVALENTS	**(7,368)**	**131,308**
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	**493,933**	**366,082**
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	**486,565**	**497,390**

INTERIM REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026
CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	Current year to date 30.06.2026 RM'000	**Preceding year 30.06.2025 RM'000**
Cash and cash equivalents comprise the following:		
Cash and bank balances	156,681	181,180
Deposits with licensed banks	355,447	338,271
Bank overdrafts	(25,563)	(22,061)
Cash and cash equivalents	**486,565**	**497,390**

Notes:

(a) Following the change in the Group's financial year end from 30 June to 31 December, the comparative figures for the Unaudited Condensed Consolidated Statement of Comprehensive Income have been presented on a calendar year basis for better comparability. Accordingly, the current and comparative individual quarters and cumulative quarters are presented on the same calendar period basis.

(b) The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2025 and the accompanying explanatory notes attached to this report.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of the Malaysian Financial Reporting Standard ("MFRS") 134: "Interim Financial Reporting" and Chapter 9, Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the annual audited financial statements of Shin Yang Group Berhad ("SYGROUP" or "the Company") and its subsidiaries ("the Group") for the financial period ended 31 December 2025 and the accompanying explanatory notes attached to the audited financial statements.

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those adopted in the audited financial statements for the financial period ended 31 December 2025.

A2. Auditor's report on preceding annual financial statements

The auditors' report on the preceding annual financial statements of the Group was not qualified.

A3. Seasonal or cyclical factors

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

A4. Unusual items

There were no significant unusual items affecting assets, liabilities, equity, net income, or cash flows during the current interim quarter under review.

A5. Material changes in estimates

There were no changes in estimates of amounts that have had a material effect in the current interim quarter under review.

A6. Change of Financial Year End

During the previous financial period, the Group changed its financial year end from 30 June to 31 December. Consequently, the previous financial period was a transitional six-month period from 1 July 2025 to 31 December 2025. The rationale for changing to a calendar year end was to align the Group's reporting cycle more effectively with its operational planning and strategic requirements.

A7. Comparative Figures

Following this change, the condensed consolidated statement of comprehensive income, condensed consolidated statement of cash flows, and certain notes to the interim financial report for the current quarter ended 30 Jun 2026, being the second quarter of the financial year ending 31 December 2026, have been presented on a calendar year basis to enhance comparability. Accordingly, the comparative information (where applicable) is presented on the same calendar period basis.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A8. Debt and equity securities

Repurchase of shares as treasury shares
On 10 June 2026, the shareholders of the Company approved and renewed the authority for the Company to repurchase its own ordinary shares. During the current quarter, the Company repurchased a total of 208,000 ordinary shares from the open market at an average price of RM0.7691 per share.

As at 30 June 2026, the Company had repurchased and held a cumulative total of 24,068,000 of its issued ordinary shares from the open market. These shares are held as treasury shares in accordance with Section 127 of the Companies Act 2016. After deducting these treasury shares, the number of ordinary shares in circulation stood at 1,175,932,000.

Other than the above, there were no issuances or repayments of debt or equity securities during the current interim quarter under review.

A9. Dividends

There were no dividends paid during the current interim quarter under review.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A10. Segmental reporting

	Shipping RM'000	Shipbuilding, Ship Repair and Metal Fabrication RM'000	Service Providers RM'000	Gas RM'000	Automotive RM'000	Investment Holding RM'000	Elimination RM'000	Total RM'000
For 6 months ended 30 June 2026								
Segment Revenue								
External revenue	367,456	60,714	54,272	5,015	524,976	195	-	1,012,628
Inter-segment revenue	278	43,209	23,277	3,354	487	3,044	(73,649)	-
Total	367,734	103,923	77,549	8,369	525,463	3,239	(73,649)	1,012,628
Profit/(Loss) from operations	45,756	3,215	8,366	1,603	37,484	(4,332)	-	92,092
Finance costs								(3,160)
Share of profit of associates								203
Profit before taxation								89,135
Income tax expense								(10,949)
Profit for the period								78,186

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A10. Segmental reporting (Cont')

	Shipping RM'000	Shipbuilding, Ship Repair and Metal Fabrication RM'000	Service Providers RM'000	Gas RM'000	Automotive RM'000	Investment Holding RM'000	Elimination RM'000	Total RM'000
For 6 months ended 30 June 2025								
Segment Revenue								
External revenue	357,282	67,544	44,547	4,849	522,536	(177)	-	996,581
Inter-segment revenue	11,083	30,211	22,935	2,662	470	6,368	(73,729)	-
Total	368,365	97,755	67,482	7,511	523,006	6,191	(73,729)	996,581
Profit/(Loss) from operations	62,851	13,642	6,842	735	39,677	4,165	-	127,912
Finance costs								(3,551)
Share of profit of associates								117
Profit before taxation								124,478
Income tax expense								(22,453)
Profit for the period								102,025

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A10. Segmental reporting (Cont')

	Shipping RM'000	Shipbuilding, Ship Repair and Metal Fabrication RM'000	Service Providers RM'000	Gas RM'000	Automotive RM'000	Investment Holding RM'000	Elimination RM'000	Total RM'000
For 3 months ended 30 June 2026								
Segment Revenue								
External revenue	195,429	32,599	26,995	2,539	295,045	95	-	552,702
Inter-segment revenue	376	20,023	11,954	1,869	14	1,522	(35,758)	-
Total	195,805	52,622	38,949	4,408	295,059	1,617	(35,758)	552,702
Profit/(Loss) from operations	20,466	167	4,657	865	21,697	(1,907)	-	45,945
Finance costs								(1,597)
Share of profit of associates								133
Profit before taxation								44,481
Income tax expense								(6,009)
Profit for the period								38,472

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A10. Segmental reporting (Cont')

	Shipping RM'000	Shipbuilding, Ship Repair and Metal Fabrication RM'000	Service Providers RM'000	Gas RM'000	Automotive RM'000	Investment Holding RM'000	Elimination RM'000	Total RM'000
For 3 months ended 30 June 2025								
Segment Revenue								
External revenue	188,926	28,714	25,654	2,531	310,077	234	-	556,136
Inter-segment revenue	6,870	20,621	12,125	1,474	421	4,371	(45,882)	-
Total	195,796	49,335	37,779	4,005	310,498	4,605	(45,882)	556,136
Profit/(Loss) from operations	36,661	7,273	4,999	759	6,031	5,771	-	61,494
Finance costs								(1,955)
Share of profit of associates								112
Profit before taxation								59,651
Income tax expense								(12,797)
Profit for the period								46,854

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A10. Segmental reporting (Cont')

Group

	1 Apr – 30 Jun 2026 (RM'000)	1 Apr – 30 Jun 2025 (RM'000)	Changes (%)
Revenue	552,702	556,136	-0.6%
Profit before tax	44,481	59,651	-25.4%

For the financial quarter ended 30 June 2026, the Group recorded revenue of RM552.7 million compared with RM556.1 million in the corresponding quarter of the previous year, representing a decrease of 0.6%.

Profit before tax decreased by 25.4% to RM44.5 million compared with RM59.7 million in the corresponding quarter of the previous year. The decrease were mainly attributable to lower contributions from the Shipping, Shipbuilding and Ship Repair segments. The Group was also impacted by higher fuel costs arising from the recent United States-Iran conflict, which affected the profitability during the quarter under review.

Overall, the Group remained profitable during the quarter under review, supported by its diversified business activities, while continuing to focus on cost control, route optimisation and operational efficiency.

The performance of each operating segment is discussed below:

Shipping

	1 Apr – 30 Jun 2026 (RM'000)	1 Apr – 30 Jun 2025 (RM'000)	Changes (%)
Revenue	195,429	188,926	3.4%
Profit before tax	20,556	36,555	-43.8%

In the current quarter, the Shipping segment recorded revenue of RM195.4 million, representing an increase of 3.4% compared with RM188.9 million in the corresponding quarter of the previous calendar year. The revenue growth was supported by stable fleet load factors across the Group's shipping operations.

Profit before tax declined by 43.8% to RM20.6 million compared with RM36.6 million in the corresponding quarter of the previous calendar year. The decrease was mainly attributable to vessel docking costs and repair costs incurred, coupled with the increase in fuel prices arising from the recent United States-Iran conflict during the quarter under review.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A10. Segmental reporting (Cont')

Shipbuilding and Ship Repair

	1 Apr – 30 Jun 2026 (RM'000)	**1 Apr – 30 Jun 2025 (RM'000)**	**Changes (%)**
Revenue	32,599	28,714	13.5%
(Loss)/Profit before tax	(593)	6,616	-109.0%

In the current quarter, the Shipbuilding and Ship Repair segment recorded revenue of RM32.6 million, representing an increase of 13.5% compared with RM28.7 million in the corresponding quarter of the previous calendar year. The increase was mainly attributable to higher progress billings and increased work activities for ongoing shipbuilding and ship repair projects during the quarter under review.

The segment recorded a loss before tax of RM0.6 million compared with a profit before tax of RM6.6 million in the corresponding quarter. The weaker performance was mainly attributable to the addition costs recognised during the quarter, coupled with lower contribution from higher-margin repair and refitting works.

Service Providers

	1 Apr – 30 Jun 2026 (RM'000)	**1 Apr – 30 Jun 2025 (RM'000)**	**Changes (%)**
Revenue	26,995	25,654	5.2%
Profit before tax	4,319	4,751	-9.1%

In the current quarter, the Service Providers segment recorded revenue of RM26.9 million, representing an increase of 5.2% compared with RM25.7 million in the corresponding quarter of the previous calendar year. The increase was mainly driven by higher transportation volumes in logistics support operations during the quarter under review.

Profit before tax decreased by 9.1% to RM4.3 million from RM4.8 million in the corresponding quarter. Despite the higher revenue recorded, profitability was affected by higher haulage operating costs and changes in the mix of services rendered during the quarter, which resulted in lower overall margins.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A10. Segmental reporting (Cont')

Gas

	1 Apr – 30 Jun 2026 (RM'000)	1 Apr – 30 Jun 2025 (RM'000)	Changes (%)
Revenue	2,539	2,531	0.3%
Profit before tax	843	755	11.7%

In the current quarter, the Gas segment recorded revenue of RM2.54 million, representing a marginal increase of 0.3% compared with RM2.53 million in the corresponding quarter of the previous calendar year. The increase was mainly attributable to slightly higher sales volume during the quarter under review.

Profit before tax increased by 11.7% to RM0.84 million from RM0.76 million in the corresponding quarter, mainly due to improved gross margins and better cost management during the current quarter.

Automotive

	1 Apr – 30 Jun 2026 (RM'000)	1 Apr – 30 Jun 2025 (RM'000)	Changes (%)
Revenue	295,045	310,077	-4.8%
Profit before tax	21,280	5,242	306.0%

In the current quarter, the Automotive segment recorded revenue of RM295.0 million, representing a decrease of 4.8% compared with RM310.1 million in the corresponding quarter of the previous calendar year. The decrease was mainly attributable to lower sales volume during the quarter under review.

Profit before tax increased significantly by 306.0% to RM21.3 million from RM5.2 million in the corresponding quarter. The improvement in profitability was mainly attributable to a more favourable sales mix, improved margins and improved cost management during the current quarter.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A11. Valuation of property, plant and equipment

There were no changes in the valuations of property, plant and equipment brought forward from the previous annual financial statements.

A12. Material events subsequent to the end of the quarter

There were no material events during the interval between the end of the current interim quarter and the date of this announcement that had not been reflected in this interim report.

A13. Changes in the composition of the Group

There were no changes in the composition of the Group for the current interim quarter under review.

A14. Income tax expense

The taxation of the Group for the current interim quarter under review is as follows:

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding year corresponding period
	30 Jun 2026	30 Jun 2025	30 Jun 2026	30 Jun 2025
	RM'000	RM'000	RM'000	RM'000
Malaysian taxation				
Current year tax	6,218	2,748	11,426	12,635
Deferred tax	(209)	10,049	(477)	9,818
	6,009	**12,797**	**10,949**	**22,453**

A15. Contingent liabilities and contingent assets

The contingent liabilities of the Group as at 30 June 2026 are as follows:

	As at 30.06.2026 RM'000
Corporate guarantees given to licensed banks in consideration of credit facilities granted to subsidiaries and associates	97,860

The Group does not have any contingent assets.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134: INTERIM FINANCIAL REPORTING

A16. Material commitments

There were no material commitments during the current interim quarter under review.

A17. Significant related party transactions

Related parties are those defined under MFRS 124: Related Party Disclosures. The Directors are of the opinion that the related party transactions and balances described below were carried out in the ordinary course of business and on commercial terms that are no more favourable than those available to other third parties.

		Current Quarter to date 30.06.2026 RM'000	Balance due from/(to) As at 30.06.2026 RM'000
(a)	Transactions with related companies of Shin Yang Holding Sendirian Berhad		
	Sales of goods and services	34,341	45,595
	Purchase of goods and services	(7,154)	(15,163)
(b)	Transactions with companies in which certain Directors of the Company have substantial interests		
	Sales of goods and services	3,024	2,847
	Purchase of goods and services	(1,763)	(6,857)

The related party transactions reflect transactions of all the subsidiaries with the respective group of companies.

A18. Other Comprehensive Income

Foreign exchange translation gain/(loss) represents the surplus/(shortfall) arising from restating payables, receivables and bank balances denominated in foreign currencies to Ringgit using the foreign exchange rates prevailing at the end of the period.

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Review of performance

Explanatory comments on the performance of each of the Group's business activities are provided in Note A10.

B2. Material changes in the profit before tax for the current quarter as compared with the immediate preceding quarter

	Q2 2026 (1 Apr – 30 Jun 2026) (RM'000)	Q1 2026 (1 Jan – 31 Mar 2026) (RM'000)	Changes (%)
Revenue	552,702	459,926	20.2%
Profit before tax	44,481	44,654	-0.4%

For the financial quarter ended 30 June 2026, the Group recorded revenue of RM552.7 million, representing an increase of 20.2% compared with RM459.9 million in the immediately preceding quarter ended 31 March 2026. The increase was mainly attributable to higher revenue contribution from the Automotive segment, together with increased activities in certain other operating segments during the current quarter.

Profit before tax was marginal decreased by 0.4% to RM44.5 million compared with RM44.7 million in the immediately preceding quarter. Despite the higher revenue recorded, the Group's profitability was affected by differences in the mix and margins of activities undertaken during the quarter, as well as the timing of project activities and costs recognised, particularly within the Shipbuilding and Ship Repair segment. These factors were partially offset by improved profitability from the Automotive segment during the current quarter.

B3. Commentary on Prospects

Looking ahead, the Group's performance will continue to be influenced by global fuel price trends, exchange rate movements, regional trade activity and prevailing economic conditions. While freight markets remain competitive and subject to rate volatility, the Group's domestic, coastal, dry bulk and container shipping operations are supported by stable cargo volumes, improved load factors and disciplined fleet deployment. Continued optimisation of route planning, fuel efficiency initiatives and vessel scheduling is expected to support operational efficiency and help mitigate prevailing market pressures.

The Group's logistics and service support operations are being progressively strengthened to meet increasing demand for integrated maritime and inland logistics solutions. Investments in container depots, haulage capabilities and warehousing infrastructure are expected to deepen vertical integration, enhance service reliability and create further cross-selling opportunities between shipping and logistics customers. Nevertheless, the segment will continue to focus on cost management and service mix in order to preserve margins amid rising operating costs and competitive market conditions.

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B3. Commentary on Prospects (Cont')

In the shipbuilding and ship repair segment, the Group continues to see opportunities arising from higher capital expenditure in the oil and gas sector, sustained demand for offshore support vessels and ongoing requirements for vessel refurbishment and maintenance. The Group continues to maintain its order book and undertake ship repair works, including the refurbishment of ageing offshore support vessels. Its established dockyard facilities, technical expertise and longstanding industry relationships position the Group to participate in refurbishment, repowering and newbuild opportunities. However, the timing and mix of project activities, together with the recognition of project costs, may result in fluctuations in segment performance from quarter to quarter. The Group will therefore continue to focus on project execution, cost control and efficient utilisation of its dockyard facilities.

The Automotive segment is expected to remain an important contributor to the Group following the acquisitions of the authorised Lexus and Toyota dealerships in Sarawak and Sabah. Although the broader automotive market may be affected by more cautious consumer spending and competitive market conditions, demand for Toyota and Lexus vehicles is expected to remain relatively resilient, supported by established brand presence, after-sales service capabilities and a broad customer base. The Group will continue to focus on maintaining a favourable sales mix, improving margins and exercising disciplined cost management.

While mindful of external uncertainties, including market volatility, foreign exchange movements and economic conditions, the Board believes the Group remains well positioned to sustain a resilient performance in the near term, supported by operational discipline, ongoing cost management and a diversified earnings base across its business segments.

B4. Statements by Directors

The Group did not disclose or announce any profit forecast or projection in any public document in the current quarter or prior financial period.

B5. Profit forecast or profit guarantee

Not applicable as the Group did not publish any profit forecast or profit guarantee.

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B6. Sales of unquoted investments and/or properties

There were no sales of unquoted investments and/or properties during the current interim quarter under review.

B7. Quoted securities

There were no purchases or disposals of quoted securities during the current interim quarter under review.

B8. Corporate proposals

There was no corporate proposal announced as at the date of this quarterly report.

B9. Borrowings and debt securities

	Secured RM'000	Unsecured RM'000	Total RM'000
1. Total borrowings			
Short-term borrowings	61,085	36,807	97,892
Long-term borrowings	35,650	-	35,650
	96,735	36,807	133,542

B10. Off-balance sheet financial instruments

There were no off-balance sheet financial instruments as at 26 August 2026.

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B11. Changes in material litigation

During the current interim period under review, Shin Yang Shipping Sdn. Bhd. ("SYS" or "the Plaintiff"), a wholly-owned subsidiary of the Company, commenced legal proceedings against Petroschiff Marine Logistics Sdn. Bhd. ("the Defendant") in the High Court of Malaya at Kuala Lumpur (Civil Suit No. WA-27NCC-32-05/2026) for, inter alia, the recovery of outstanding overdue charter hire for several sets of tug and barge and related costs arising from contractual written charterparties (including addenda) between the parties.

The total sum of the claim is RM2,955,593.84 plus interest and other costs to be assessed by the Honourable Court. Further details were announced by the Company on 11 June 2026.

As the litigation was initiated by SYS for the recovery of amounts due and owing to SYS, the Group does not expect the commencement of the legal proceedings to have any material adverse financial and operational impact on the Group.

B12. Earnings per share

(a) Basic

The basic earnings per share for the current interim quarter and current financial year-to-date are computed as follows:

	Current year quarter 30.06.2026	Current year to date 30.06.2026
Profit attributable to equity holders of the Company (RM'000)	31,669	66,439
Weighted average number of ordinary shares in issue ('000)	1,175,989	1,176,106
Basic earnings per share (sen)	2.69	5.65

Earnings per share is computed based on the weighted average number of ordinary shares in issue (net of treasury shares).

(b) Diluted

The Group has no potential ordinary shares in issue as at the balance sheet date and therefore, diluted earnings per share are presented as equal to basic earnings per share.

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B13. Notes to the Condensed Consolidated Statement of Comprehensive Income

The profit before tax of the Group for the interim quarter is arrived at after charging/(crediting):

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding year corresponding period
	30 Jun 2026	30 Jun 2025	30 Jun 2026	30 Jun 2025
	RM'000	RM'000	RM'000	RM'000
Interest income	(3,684)	(4,065)	(6,892)	(5,857)
Sundry income	(759)	(2,518)	(1,922)	(4,333)
Interest expenses	1,597	1,955	3,160	3,551
Depreciation	25,427	26,090	50,341	51,313
Net gain on disposal of property and equipment	(2,060)	(9,015)	(3,250)	(16,185)
Property, plant and equipment written off	2	5	2	9
Bad debt written off	84	-	84	-
Impairment loss on trade receivables	-	996	-	996
Reversal of impairment loss on financial asset	-	(9,929)	-	(9,929)
Realised foreign exchange loss	1,675	1,355	2,339	1,735
Unrealised foreign exchange (gain)/loss	(1,072)	1,431	(1,713)	1,648

Unless otherwise indicated above, there were no gains or losses on disposal of quoted or unquoted investments or real property, impairment of assets, gains or losses on derivatives, or exceptional items for the current quarter.

B14. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial period ended 31 December 2025 was not qualified.

Authorised for issue

The interim report for the second quarter ended 30 June 2026 was authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 26 August 2026.

By order of the Board

Wong Jee Haw
Richard Ling Peng Liing
Company Secretary
26 August 2026