



• Air • Sea • Land

AGX GROUP BERHAD

(Registration No. 201901042663 (1351993-K))

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2025**

AGX GROUP BERHAD**Registration No: 201901042663 (1351993-K)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2025⁽¹⁾**

	Note	Individual Quarter		Cumulative Quarter	
		Unaudited Current Year Quarter 30.06.2025 RM'000	Unaudited Preceding Year Corresponding Quarter 30.06.2024 RM'000	Unaudited Current Year-to- date 30.06.2025 RM'000	Unaudited Preceding Year Corresponding Year-to-date 30.06.2024 RM'000
Revenue	A9	70,110	55,797	131,942	105,215
Cost of sales		(51,151)	(39,856)	(94,333)	(74,326)
Gross profit		18,959	15,941	37,609	30,889
Other income		257	505	561	1,067
Administrative expenses		(13,197)	(12,631)	(27,150)	(26,899)
Other expenses		(2,249)	(688)	(3,070)	(1,464)
Finance costs		(701)	(624)	(1,277)	(1,028)
Net (impairment losses)/reversal of impairment losses on financial assets		(21)	(77)	(1,261)	191
Share of results of associates		2,129	1,397	5,106	1,456
Profit before taxation		5,177	3,823	10,518	4,212
Income tax expense	B5	(1,170)	(855)	(2,125)	(1,206)
Profit after taxation		4,007	2,968	8,393	3,006
Other comprehensive expenses					
Items that will be reclassified subsequently to profit or loss:					
- Foreign currency translation differences		(769)	(1,249)	(879)	(1,024)
Total comprehensive income		3,238	1,719	7,514	1,982

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2025⁽¹⁾ (continued)

	Note	Individual Quarter		Cumulative Quarter	
		Unaudited Current Year Quarter 30.06.2025 RM'000	Unaudited Preceding Year Corresponding Quarter 30.06.2024 RM'000	Unaudited Current Year-to- date 30.06.2025 RM'000	Unaudited Preceding Year Corresponding Year-to-date 30.06.2024 RM'000
Profit after taxation attributable to:					
Owners of the Company		4,145	3,025	8,677	3,097
Non-controlling interests		(138)	(57)	(284)	(91)
		4,007	2,968	8,393	3,006
Total comprehensive income attributable to:					
Owners of the Company		3,376	1,776	7,859	2,073
Non-controlling interests		(138)	(57)	(345)	(91)
		3,238	1,719	7,514	1,982
Earnings per share ("EPS") (sen)					
- Basic/Diluted	B12	0.96	0.70	2.00	0.72

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended ("FYE") 31 December 2024, as disclosed in the Annual Report of AGX Group Berhad ("AGX" or "Company") issued on 29 April 2025 ("Annual Report 2025"), and the accompanying explanatory notes attached to this interim financial report.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025⁽¹⁾

	Unaudited As at 30.06.2025 RM'000	Audited As at 31.12.2024 RM'000
NON-CURRENT ASSETS		
Investments in associates	18,525	13,419
Equipment	6,944	5,874
Right-of-use assets	29,639	26,612
Intangible assets	1,023	1,108
Other investments	149	149
Deferred tax assets	854	889
	57,134	48,051
CURRENT ASSETS		
Trade receivables	69,956	60,610
Other receivables, deposits and prepayments	17,727	14,128
Contract assets	4,803	2,312
Amount owing by associates	4,010	749
Current tax assets	117	567
Short-term investments	4,626	4,548
Fixed deposits with licensed banks	1,368	5,252
Cash and bank balances	17,987	15,584
	120,594	103,750
TOTAL ASSETS	177,728	151,801
EQUITY AND LIABILITIES		
EQUITY		
Share capital	60,035	60,035
Retained profits	41,341	32,665
Reserves	(3,973)	(3,156)
Equity attributable to owners of the Company	97,403	89,544
Non-controlling interests	(157)	188
TOTAL EQUITY	97,246	89,732

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025⁽¹⁾ (continued)

	Note	Unaudited As at 30.06.2025 RM'000	Audited As at 31.12.2024 RM'000
NON-CURRENT LIABILITIES			
Loans and borrowings	B8	22,230	19,711
Retirement liability		2,723	2,619
		24,953	22,330
CURRENT LIABILITIES			
Trade payables		25,423	15,078
Other payables and accruals		8,477	8,402
Amount owing to associates		335	845
Loans and borrowings	B8	20,012	15,060
Current tax liabilities		1,282	354
		55,529	39,739
TOTAL LIABILITIES		80,482	62,069
TOTAL EQUITY AND LIABILITIES		177,728	151,801
Net assets per ordinary share attributable to owners of the Company (RM)⁽²⁾		0.22	0.21

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position is disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the FYE 31 December 2024, as disclosed in the Annual Report 2025, and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the net assets divided by the Company's issued share capital of 432,866,125 ordinary shares ("**Shares**").

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

AGX GROUP BERHAD**Registration No: 201901042663 (1351993-K)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER ENDED 30 JUNE 2025⁽¹⁾**

	<--Non-distributable-->			Distributable			
	Share Capital RM'000	Foreign Exchange Translation Reserve RM'000	Remeasurement of Retirement Liability 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 2025	60,035	(2,062)	(1,093)	32,664	89,544	188	89,732
Profit after taxation for the financial period	-	-	-	8,677	8,677	(284)	8,393
Other comprehensive (expenses)/income for the financial period							
- Foreign exchange translation differences	-	(839)	21	-	(818)	(61)	(879)
Total comprehensive (expenses)/income for the financial period	-	(839)	21	8,677	7,859	(345)	7,514
Balance at 30 June 2025	60,035	(2,901)	(1,072)	41,341	97,403	(157)	97,246

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the FYE 31 December 2024, as disclosed in the Annual Report 2025, and the accompanying explanatory notes attached to this interim financial report.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 30 JUNE 2025⁽¹⁾

	Unaudited Current Year-to-date 30.06.2025 RM'000	Unaudited Preceding Year-to-date 30.06.2024 RM'000
CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES		
Profit before taxation	10,518	4,212
Adjustments for:		
Amortisation of intangible assets	75	77
Bad debts written off	-	18
Depreciation of equipment	841	698
Depreciation of right-of-use assets	4,469	3,280
Impairment losses:		
- trade receivables	1,266	113
- other receivables	268	642
Unrealised loss on foreign exchange	975	97
Retirement expenses	192	173
Reversal of impairment losses:		
- trade receivables	-	(964)
Fair value gain on short-term investments	(73)	-
Gain on disposal of equipment	-	(59)
Gain on modification of leases	(13)	-
Share of net profits of equity accounted associates	(5,106)	(1,456)
Interest expenses	425	507
Interest expenses on lease liabilities	852	521
Interest income	(135)	(216)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	14,554	7,643
Increase in trade and other receivables	(14,477)	(7,960)
Increase in contract assets	(2,418)	(1,151)
Increase/(Decrease) in trade and other payables	10,417	(988)
Increase in amount owing by associates	(3,260)	(7)
(Decrease)/Increase in amount owing to associates	(510)	25
CASH FROM/(FOR) OPERATIONS CARRIED FORWARD	4,306	(2,438)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 30 JUNE 2025⁽¹⁾ (continued)

	Unaudited Current Year-to-date 30.06.2025 RM'000	Unaudited Preceding Year-to-date 30.06.2024 RM'000
CASH FROM/(FOR) OPERATIONS BROUGHT FORWARD	4,306	(2,438)
Interest paid	(4)	(25)
Interest received	208	216
Income tax paid	(708)	(2,633)
NET CASH FROM/(FOR) OPERATING ACTIVITIES	3,802	(4,880)
CASH FLOWS FOR INVESTING ACTIVITIES		
Additions of right-of-use assets	(113)	(24)
Proceeds from disposal of equipment	4	66
Purchase of equipment	(2,043)	(2,404)
Purchase of intangible assets	-	(78)
NET CASH FOR INVESTING ACTIVITIES	(2,152)	(2,440)
CASH FLOW (FOR)/FROM FINANCING ACTIVITIES		
Dividend paid	-	(1,948)
Drawdown of trade financing	3,936	954
Drawdown of term loans	3,682	6,102
Interest paid	(1,273)	(1,003)
Proceeds from issuance of shares	-	32,955
Repayment of trade financing	(2,161)	(1,309)
Repayment of lease liabilities	(4,229)	(3,200)
Repayment of term loans	(804)	(8,382)
NET CASH (FOR)/FROM FINANCING ACTIVITIES	(849)	24,169

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 30 JUNE 2025⁽¹⁾ (continued)

	Unaudited Current Year-to-date 30.06.2025 RM'000	Unaudited Preceding Year-to-date 30.06.2024 RM'000
NET INCREASE IN CASH AND CASH EQUIVALENTS	801	16,849
EFFECTS OF FOREIGN EXCHANGE TRANSLATION	(1,237)	(1,540)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	23,132	8,460
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	22,696	23,769

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows is disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the FYE 31 December 2024, as disclosed in the Annual Report 2025, and the accompanying explanatory notes attached to this interim financial report.
- (2) Cash and cash equivalents at the end of the financial period consist of:

	Current Year-to-date 30.06.2025 RM'000	Preceding Year Corresponding Year-to-date 30.06.2024 RM'000
Fixed deposits with licensed banks	1,368	16,768
Cash and bank balances	17,987	9,269
Short-term investments	4,626	-
	23,981	26,037
Less: Fixed deposits pledged to licensed banks	(1,285)	(2,268)
	22,696	23,769

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

NOTES TO THE INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134: INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

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

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the financial year ended (“**FYE**”) 31 December 2024, as disclosed in the Annual Report of AGX issued on 29 April 2025 (“**Annual Report 2025**”), and the accompanying explanatory notes attached to this interim financial report.

A2. Significant Accounting Policies

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the preparation of the Group’s audited financial statements for the FYE 31 December 2024, except for the adoption of the following amendments to MFRSs during the financial period.

(a) MFRSs, Amendments to MFRSs and Interpretations adopted

MFRSs, Amendments to MFRSs and IC Interpretations
Amendments to MFRS 121: Lack of Exchangeability

The adoption of the abovementioned accounting standards and amendments is not expected to have any material impact on the financial statements of the Group.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

A2. Significant Accounting Policies (continued)

(b) Amendments to MFRSs not adopted

As at the date of authorisation of the unaudited interim financial report, the following Standards were issued but not yet effective and have not been adopted by the Group:

MFRSs, Amendments to MFRSs and IC Interpretations	Effective for financial periods beginning on or
Annual Improvements to MFRS Accounting Standards - Volume 11	1 January 2026
Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Amendments to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Electricity	1 January 2026
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

The initial application of the above standards is not expected to have any material impact on the financial statements of the Group upon adoption.

A3. Auditors' Report of Preceding Annual Audited Financial Statements

There was no qualification on the audited financial statements of the Group for the FYE 31 December 2024.

A4. Seasonal or Cyclical Factors

The business operations of the Group were not affected by any seasonal or cyclical trends during the current financial quarter under review and year-to-date.

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no extraordinary and exceptional items of unusual nature affecting the assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter under review and year-to-date.

A6. Material Changes in Estimates

There were no material changes in the estimates that had a material effect to the Group during the current financial quarter under review and year-to-date.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

A7. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resales or repayment of debts and equity securities during the current financial quarter under review.

A8. Dividends Paid

No dividend was paid during the current quarter under review.

A9. Segmental Information

The segmental information based on the business segments and geographical locations is as follows:

(a) Analysis of revenue by business segments

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2025 RM'000	Preceding Year Quarter 30.06.2024 RM'000	Current Year-to-date 30.06.2025 RM'000	Preceding Year-to-date 30.06.2024 RM'000
Aerospace logistics	18,402	17,991	32,159	32,694
Air freight forwarding	15,920	10,180	29,711	18,810
Sea freight forwarding	22,877	19,675	47,074	39,024
Road freight transportation	9,506	5,144	16,778	9,167
Warehousing and other 3PL services	3,405	2,807	6,220	5,520
Total	70,110	55,797	131,942	105,215

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

A9. Segmental Information (continued)

The segmental information based on the business segments and geographical locations is as follows: (continued)

- (b) Analysis of revenue by geographical location where our operating subsidiary companies are located

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2025 RM'000	Preceding Year Quarter 30.06.2024 RM'000	Current Year-to-date 30.06.2025 RM'000	Preceding Year-to-date 30.06.2024 RM'000
Malaysia	20,226	12,518	34,656	22,113
Singapore	3,894	4,126	6,999	7,960
Philippines	23,813	24,943	50,149	48,553
Korea	5,679	7,018	12,263	13,493
Myanmar	11,421	7,192	20,304	13,096
Vietnam	5,077	-	7,571	-
Total	70,110	55,797	131,942	105,215

A10. Valuation of Property, Plant and Equipment

There was no valuation of property, plant and equipment in the current financial quarter under review.

A11. Material Events Subsequent to the End of the Current Financial Quarter

There were no material events subsequent to the end of the current financial quarter under review.

A12. Changes in the Composition of the Group

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

A13. Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets in the Group as at date of this interim financial report.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

A14. Capital Commitments

Save as disclosed below, there are no other material capital commitments as of the date of this interim financial report.

	RM'000
Contracted but not provided for:	
- motor vehicles	912
- new warehouse renovation and fit-out	464
	1,376
	1,376

A15. Related Party Transactions

Save as disclosed below, there were no other significant related party transactions during the current financial quarter and year-to-date under review:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2025 RM'000	Preceding Year Quarter 30.06.2024 RM'000	Current Year-to- date 30.06.2025 RM'000	Preceding Year-to- date 30.06.2024 RM'000
<u>Transactions with Associates</u>				
Rendering of services	974	60	2,440	121
Purchase of services	353	4	552	4
	974	64	2,440	125
	974	64	2,440	125

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

AGX GROUP BERHAD**Registration No: 201901042663 (1351993-K)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1. Review of Performance**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Quarter	Current Year-to-date	Preceding Year-to-date
	30.06.2025	30.06.2024	30.06.2025	30.06.2024
	RM'000	RM'000	RM'000	RM'000
Revenue	70,110	55,797	131,942	105,215
Gross profit ("GP")	18,959	15,941	37,609	30,889
Profit before taxation	5,177	3,823	10,518	4,212
Profit after taxation	4,007	2,968	8,393	3,006

The Group recorded revenue of RM70.11 million and RM131.94 million for the current financial quarter and year-to-date ended 30 June 2025 respectively.

The Group's revenue was mainly derived from the sea freight forwarding, aerospace logistics and air freight forwarding segments which consists of approximately 32.63%, 26.25% and 22.71% respectively of the total revenue for the current financial quarter ended 30 June 2025 and approximately 35.68%, 24.37% and 22.52% respectively of the total revenue for year-to-date ended 30 June 2025.

The Group's cost of sales mainly constituted freight charges paid to carriers for the transportation of customers' goods by cargo ships and planes, which accounted for RM22.69 million or 44.36% respectively of the total cost of sales of RM51.15 million for the current financial quarter under review and RM39.70 million or 42.09% respectively of the total cost of sales of RM94.33 million for the financial year-to-date ended 30 June 2025.

The Group recorded a GP of RM18.96 million (GP margin of 27.04%) for the current financial quarter and RM37.61 million (GP margin of 28.50%) for the year-to-date ended 30 June 2025.

The Group recorded a profit before taxation of RM5.18 million for the financial quarter ended 30 June 2025. The increase was mainly attributable to a higher share of results from associates amounting to RM2.13 million, as well as stronger performance in the sea and air freight forwarding and road freight transportation segments.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

B2. Comparison with immediate preceding quarter's results

	Current Year Quarter	Immediate Preceding Quarter
	30.06.2025	31.03.2025
	RM'000	RM'000
Revenue	70,110	61,832
Gross profit	18,959	18,650
Profit before taxation	5,177	5,341

The Group reported revenue of RM70.11 million for the current financial quarter, compared to RM61.83 million in the immediate preceding quarter. The growth was primarily attributable to stronger performance in the aerospace logistics, air freight forwarding, as well as road freight transportation segments.

Profit before taxation decreased slightly to RM5.18 million, compared to RM5.34 million in the immediate preceding quarter, primarily due to higher net foreign exchange loss incurred for the current year quarter of RM1.13 million as well as lower contribution from associates by RM0.85 million. The decrease in profit before taxation was partially off-set by the lower net impairment losses on financial assets of the Group of RM0.02 million for the current year quarter.

B3. Prospects of the Group

The global economic outlook for 2025 has been slightly upgraded in the IMF's latest World Economic Outlook Update released in July 2025. Global growth is now projected at 3.0%, up from the previous forecast of 2.8% in April, reflecting stronger-than-expected resilience in major economies. The revision is driven by factors such as front-loading of imports ahead of anticipated tariff hikes, a lower-than-expected effective U.S. tariff rate, looser financial conditions, and fiscal support in key markets. Despite the improved forecast, the IMF continues to highlight downside risks including trade policy uncertainty, geopolitical tensions, and fiscal vulnerabilities. These ongoing global developments continue to influence international trade flows and, in turn, impact the freight forwarding industry, which remains highly sensitive to changes in global trade dynamics.

Malaysia's economy grew by 4.5% year-on-year in the second quarter of 2025, maintaining the same pace as the previous quarter, supported by resilient domestic demand despite ongoing external headwinds. Growth was led by strong performance in the services and construction sectors, while manufacturing posted moderate gains and exports remained subdued. In its July 2025 World Economic Outlook Update, the IMF revised Malaysia's 2025 GDP growth forecast upward to 4.5%, from 4.1% previously, citing better-than-expected domestic resilience amid weak external demand and cautious consumer spending. These developments continue to underscore the close link between Malaysia's economic activity and the freight forwarding sector, which remains sensitive to fluctuations in domestic demand, export performance, and regional trade dynamics.

Given the highly inter-connected nature of the freight forwarding industry with global economic activities and international trade flows, the Group remains vigilant and responsive to macroeconomic trends. Freight volumes and demand patterns are directly influenced by global supply chain dynamics, trade policies, and regional production shifts.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

B3. Prospects of the Group (continued)

For the current financial year, our strategic focus encompasses:

- **Strengthening Revenue Streams:** Diversifying our customer base and expanding into emerging markets to mitigate risks associated with economic slowdowns in specific regions.
- **Optimizing Operational Efficiencies:** Implementing advanced logistics technologies and process improvements to enhance service delivery and cost-effectiveness.
- **Exploring Strategic Partnerships:** Collaborating with industry stakeholders to broaden our service offerings and reinforce our market position.

Despite near-term challenges such as geopolitical uncertainties and logistics cost fluctuations, the Group remains confident in its long-term growth potential. We believe that our agile business model, expanding regional footprint, and commitment to operational excellence will position us well to capitalise on emerging opportunities in the global logistics landscape.

B4. Variance of Actual Profits from Forecast Profits

The Group did not issue any profit forecast or profit guarantee in the current financial quarter under review and year-to-date.

B5. Tax Expense

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2025 RM'000	Preceding Year Quarter 30.06.2024 RM'000	Current Year-to-date 30.06.2025 RM'000	Preceding Year-to-date 30.06.2024 RM'000
Current tax expense	1,170	855	2,125	1,206
Effective tax rate (%)	22.60	22.36	⁽¹⁾ 20.20	⁽²⁾ 28.63
Statutory tax rate (%)	24.00	24.00	24.00	24.00

Notes:

- (1) For the period ended 30 June 2025, the Group's effective tax rate is lower than the statutory income tax rate of Malaysia of 24%. This was mainly attributable to the non-taxable share of results from associates.
- (2) For the period ended 30 June 2024, the Group's effective tax rate is higher than the statutory income tax rate of Malaysia of 24.00%. This was mainly attributable to add back of expenses not deductible for tax purpose and a subsidiary's income tax incurred at a rate of 25% which is higher than the statutory tax rate.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

B6. Status of Corporate Proposals

There were no corporate proposals announced by the Company that have not been completed as of the date of this report.

B7. Utilisation of Proceeds

The utilisation of proceeds as disclosed below should be read in conjunction with the Prospectus of the Company dated 16 January 2024. The gross proceeds of approximately RM33.78 million raised from the Listing and the status of utilisation is disclosed in the following manner:

Details of use of proceeds	Estimated timeframe for utilisation from the date of listing⁽¹⁾	Proposed utilisation RM'000	Actual utilisation RM'000	Balance to be utilised RM'000
Business expansion	Within 24 months ⁽²⁾	8,700	4,101	4,599
Repayment of bank borrowings	Within 3 months	4,953	4,953	-
Working capital	Within 24 months	15,622	11,985	3,637
Estimated listing expenses	Within 3 months	4,500	4,500	-
Total		33,775	25,539	8,236

Notes:

- (1) From the date of listing of the Company on the ACE Market of Bursa Securities.
- (2) On 13 January 2025, the Board of AGX had resolved to extend the timeframe for the utilisation of the proceeds raised from the initial public offering allocated for business expansion, for an additional 12 months, up to 6 February 2026.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

B8. Loans and Borrowings

The Group's loans and borrowings were as follows:

	Unaudited As at 30.06.2025			
	Current RM Denomination RM'000	Foreign Denomination RM'000	Non-current RM Denomination RM'000	Foreign Denomination RM'000
<u>Secured and guaranteed</u>				
<u>Denominated in RM</u>				
Lease liabilities	833	-	2,160	-
Trade financing	1,775	-	-	-
<u>Denominated in PHP</u>				
Lease liabilities	-	359	-	452
Term loans	-	10,455	-	-
<u>Unsecured and unguaranteed</u>				
<u>Denominated in RM</u>				
Lease liabilities	2,087	-	6,245	-
<u>Denominated in PHP</u>				
Lease liabilities	-	3,178	-	9,173
<u>Denominated in SGD</u>				
Lease liabilities	-	1,151	-	3,845
<u>Denominated in KRW</u>				
Lease liabilities	-	103	-	305
<u>Denominated in VND</u>				
Lease liabilities	-	71	-	50
Total	4,695	15,317	8,405	13,825
Grand Total	20,012		22,230	

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

B9. Derivative Financial Instruments

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

B10. Material Litigation

As of the date of this report, the Group is not involved in any material litigation or arbitrations either as a defendant or plaintiff, and the Board is not aware of any proceedings pending or of any fact likely to give rise to any proceedings.

B11. Dividend Proposed

No dividend has been proposed or declared for payment by the Board of the Company during the current financial quarter and year-to-date under review.

B12. Earnings Per Share

The basic and diluted earnings per share for the current financial quarter and financial year are calculated as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Quarter	Current Year-to-date	Preceding Year-to-date
	30.06.2025	30.06.2024	30.06.2025	30.06.2024
Profit attributable to owners of the Company (RM'000)	4,145	3,025	8,677	3,097
Number of ordinary shares ('000)	432,866	432,866	432,866	432,866
Basic earnings per share (sen) ⁽¹⁾	0.96	0.70	2.00	0.72
Diluted earnings per share (sen) ⁽²⁾	0.96	0.70	2.00	0.72

Notes:

- (1) Basic EPS is calculated based on the profits attributable to the owners of the Company divided by the Company's issued share capital of 432,866,125 Shares.
- (2) The diluted EPS of the Company is equivalent to the basic EPS as the Company does not have any dilutive instruments as of the end of the financial period.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

B13. Notes to the Statement of Profit or Loss and Other Comprehensive Income

Profit for the period was derived after taking into consideration of the following:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2025 RM'000	Preceding Year Quarter 30.06.2024 RM'000	Current Year-to- date 30.06.2025 RM'000	Preceding Year-to- date 30.06.2024 RM'000
After charging/(crediting):				
Finance costs	701	624	1,277	1,028
Amortisation of intangible assets and depreciation of equipment and right-of-use assets	2,820	2,316	5,385	4,055
Net foreign exchange loss/(gain)	1,133	(199)	1,101	(179)
Net impairment losses/ (reversal of impairment losses) on financial assets	21	77	1,261	(191)
Interest income	(67)	(123)	(135)	(216)
Rental income	(50)	(51)	(82)	(102)
Management fee income	(36)	(37)	(71)	(74)

Other disclosure items as required under Appendix 9B of the Listing Requirements are not applicable.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

BY ORDER OF THE BOARD OF AGX GROUP BERHAD
25 AUGUST 2025