NEW HOONG FATT HOLDINGS BERHAD
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UNAUDITED RESULTS FOR THE SECOND FINANCIAL QUARTER ENDED 30 JUNE 2026

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Quarter ended 30.06.2026	Quarter ended 30.06.2025	Year to date ended 30.06.2026	Year to date ended 30.06.2025
		RM'000	RM'000	RM'000	RM'000
Revenue		**56,344**	**65,148**	**109,277**	**129,081**
Cost of sales		(40,111)	(48,068)	(80,569)	(93,331)
Gross profit		16,233	17,080	28,708	35,750
Other operating income		2,816	4,223	5,399	7,946
Net gain/(loss) on impairment of financial instruments		(814)	15	(844)	16
Operating expenses		(14,792)	(15,834)	(27,871)	(30,388)
Finance income		1,162	1,049	2,201	2,015
Profit before tax		**4,605**	**6,533**	**7,593**	**15,339**
Tax (expense)/credit	19	(561)	150	(322)	443
Net profit for the period		**4,044**	**6,683**	**7,271**	**15,782**
Other comprehensive income/(loss): Foreign currency translations, net of tax		(205)	67	(293)	(171)
Total comprehensive income for the period		**3,839**	**6,750**	**6,978**	**15,611**
Profit attributable to owners of the Company		**4,044**	**6,683**	**7,271**	**15,782**
Total comprehensive income attributable to owners of the Company		**3,839**	**6,750**	**6,978**	**15,611**
Earnings per share attributable to owners of the Company (sen) Basic and diluted	25	2.45	4.04	4.40	9.54

(The Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the financial year ended 31 December 2025)

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Note	As at 30.06.2026 RM'000 (Unaudited)	As at 31.12.2025 RM'000 (Audited)
ASSETS			
Non-Current Assets			
Property, plant and equipment		314,558	317,767
Right-of-use assets		49,957	52,574
Investment properties		24,100	24,100
Other investments		130	130
Intangible asset		41	53
Deferred tax assets		1,199	762
		389,985	395,386
Current Assets			
Inventories		52,969	56,514
Trade receivables		32,344	32,815
Other receivables, deposits and prepayments		9,923	9,045
Current tax assets		2,035	2,617
Cash and bank balances		166,356	167,886
		263,627	268,877
Total Assets		653,612	644,263
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		82,672	82,672
Reserves			
Non-Distributable:			
Revaluation reserve		142,216	142,216
Exchange translation reserve		(1,226)	(933)
Fair value reserve		47	47
Distributable:			
Retained earnings		366,692	366,035
		507,729	507,365
Total Equity		590,401	590,037
Non-Current Liabilities			
Employment benefits obligation		347	331
Deferred tax liabilities		49,123	50,564
		49,470	50,895
Current Liabilities			
Trade payables		4,628	9,990
Other payables and accruals		8,064	12,412
Lease liabilities		40	142
Current tax liabilities		928	691
Contract liabilities		80	96
Derivatives financial liabilities	22	1	-
		13,741	23,331
Total Liabilities		63,211	74,226
Total Equity and Liabilities		653,612	664,263
Net assets per share attributable to owners of the Company (RM)		3.57	3.57

(The Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Statements for the financial year ended 31 December 2025)

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Year to date ended 30.06.2026 RM'000	Year to date ended 30.06.2025 RM'000
Cash Flows from Operating Activities		
Profit before tax	7,593	15,339
Adjustments for: -		
Amortisation of intangible asset	8	12
Bad debts written off	42	7
Depreciation of property, plant and equipment	14,002	14,666
Depreciation of right-of-use assets	755	810
Fair value loss on derivative	1	-
Interest income	(2,038)	(2,016)
Interest on lease liabilities	1	3
Inventories written down	2,466	251
Gain on disposal of property, plant and equipment	(78)	(46)
Property, plant and equipment written off	-	8
Provision for employment benefits obligation	41	40
Net impairment losses/(reversal of impairment losses) on trade receivables	844	(16)
Unrealised loss on foreign exchange differences	573	2,277
Operating profit before changes in working capital	24,210	31,335
Net change in current assets	999	12,138
Net change in current liabilities	(7,726)	(9,483)
Decreased in contract liabilities	(16)	(12)
Cash generated from operations	17,467	33,978
Employment benefits obligation paid	-	(28)
Tax paid	(1,390)	(2,966)
Net cash generated from operating activities	16,077	30,984
Cash Flows from Investing Activities		
Interest received	2,038	2,016
Proceeds from disposal of property, plant and equipment	80	59
Purchase of property, plant and equipment	(12,688)	(10,478)
Purchase of intangible asset	(2)	(8)
Net cash used in investing activities	(10,572)	(8,411)
Cash Flows from Financing Activities		
Interest paid	-	(2)
Repayment of lease liabilities	(174)	(338)
Dividend paid	(6,614)	(9,094)
Net cash used in financing activities	(6,788)	(9,434)

CONSOLIDATED STATEMENTS OF CASH FLOWS (continued)

	Year to date ended 30.06.2026 RM'000	Year to date ended 30.06.2025 RM'000
Net changes in cash and cash equivalents	(1,283)	13,139
Effects of exchange rate fluctuations on cash and cash equivalents	(247)	(570)
Cash and cash equivalents at beginning of the financial period	167,886	125,972
Cash and cash equivalents at end of the financial period	**166,356**	**138,541**

Cash and cash equivalents comprise of:

Cash and bank balances	47,281	58,739
Short term placements	119,075	79,802
	166,356	**138,541**

(The Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Statements for the financial year ended 31 December 2025)

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the Company					
	Non-distributable				Distributable	
	Share capital RM'000	**Revaluation reserve RM'000**	**Fair value reserve RM'000**	**Exchange translation reserve RM'000**	**Retained earnings RM'000**	**Total equity RM'000**
As at 1 January 2026	82,672	142,216	47	(933)	366,035	590,037
Profit for the financial period	-	-	-	-	7,271	7,271
Foreign currency translations, net of tax	-	-	-	(293)	-	(293)
Total comprehensive income	-	-	-	(293)	7,271	6,978
Dividend paid	-	-	-	-	(6,614)	(6,614)
As at 30 June 2026	**82,672**	**142,216**	**47**	**(1,226)**	**366,692**	**590,401**
As at 1 January 2025	82,672	142,216	47	(568)	350,351	574,718
Profit for the financial period	-	-	-	-	15,782	15,782
Foreign currency translations, net of tax	-	-	-	(171)	-	(171)
Total comprehensive income	-	-	-	(171)	15,782	15,611
Dividend paid	-	-	-	-	(9,094)	(9,094)
As at 30 June 2025	**82,672**	**142,216**	**47**	**(739)**	**357,039**	**581,235**

(The Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statements for the financial year ended 31 December 2025)

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS) 134, INTERIM FINANCIAL REPORTING

1 Basis of preparation

The interim financial report is unaudited and has 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 paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This interim financial report should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2025. The explanatory notes attached to the interim financial statements provide explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2025.

2 Adoption of Malaysian Financial Reporting Standards

The significant accounting policies and methods of computation applied in the interim financial report are consistent with those adopted in the preparation of the Group's audited annual financial statements for the year ended 31 December 2025, except for the effects of newly issued Amendments to MFRS applied during the current financial year: -

Title	**Effective date**
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
Annual Improvements to MFRS Accounting Standards - Volume 11	1 January 2026

The adoption of the above Amendments to MFRSs did not have any material effect on the financial performance or position of the Group.

The Group has not adopted the following new MFRSs and Amendments to MFRSs that have been issued but not yet effective:

Title	**Effective date**
MFRS 18 *Presentation and Disclosure in Financial Statements*	1 January 2027
MFRS 19 *Subsidiaries without Public Accountability: Disclosures*	1 January 2027
Amendments to MFRS 19	1 January 2027
Amendments to MFRS 121 *Translation to a Hyperinflationary Presentation Currency*	1 January 2027
Amendments to MFRS 10 and MFRS 128 *Sale or Contribution of Assets between an Investor and its Associates or Joint Venture*	Deferred

The Group anticipates that the abovementioned new MFRSs and amendments to MFRS will be adopted in the annual financial statements of the Group and of the Company when they become effective.

3 Auditors' report on preceding annual financial statements

There was no audit qualification on the audit report of the preceding annual financial statements for the financial year ended 31 December 2025.

4 Seasonal or cyclical factors

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

5 Unusual items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group during the current quarter and year-to-date ended 30 June 2026.

6 Changes in estimates

There were no significant changes in estimates that have had any material effect on the financial results of the Group for the current quarter and year-to-date ended 30 June 2026.

7 Debt and equity securities

There were no issuances, cancellations, repurchases, resale or repayment of debt and equity securities, share buy-backs, shares held as treasury shares, or resale of treasury shares during the current quarter and year-to-date ended 30 June 2026.

8 Dividends paid

The following single-tier dividends were paid to the shareholders of the Company:

Year-to-date ended	Payment date	Sen per ordinary share	Total amount RM'000
30 June 2026			
- Fourth interim dividend declared for the financial year ended 2025	8 April 2026	3.0	4,960
- First interim dividend declared for the financial year ending 2026	30 June 2026	1.0	1,654
			6,614
30 June 2025			
- Third interim dividend declared for the financial year ended 2024	8 April 2025	4.0	6,614
- First interim dividend declared for the financial year ended 2025	30 June 2025	1.5	2,480
			9,094

9 Segmental information

Operating segment reporting is not separately presented as the Group is principally engaged in the manufacturing and trading of automotive parts and accessories, which are substantially within a single operating segment.

For the purpose of resources allocation and performance assessment, the chief operating decision-maker reviews the results of the Group as a whole as disclosed in the Consolidated Statement of Profit or Loss and Other Comprehensive Income.

The breakdown of the Group's revenue based on the geographical location of the customers is as follows:

By Geographical Segment	**Quarter ended**		**Year-to-date ended**	
	30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Segment Revenue				
- Malaysia	28,508	33,499	54,569	66,941
- ASEAN	12,058	13,439	22,262	24,930
- Non-ASEAN	15,778	18,210	32,446	37,210
Total Segment Revenue	56,344	65,148	109,277	129,081

The Group's segment capital expenditures and non-current assets are as follows:

By Geographical Segment	**Quarter ended**		**Year-to-date ended**	
	30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Segment Capital Expenditure				
- Malaysia	10,704	4,552	12,606	10,401
- ASEAN	1	-	84	78
- Non-ASEAN	-	7	-	7
Total Segment Capital Expenditure	10,705	4,559	12,690	10,486

By Geographical Segment	**As at 30.06.2026**	**As at 30.06.2025**
	RM'000	**RM'000**
Segment Non-Current Assets		
- Malaysia	259,938	355,642
- ASEAN	129,715	45,218
- Non-ASEAN	332	500
Total Segment Non-Current Assets	389,985	401,360

10 Valuation of Property, Plant and Equipment and Investment Properties

The valuation of land and buildings has been brought forward without any amendment from the previous annual financial statements.

11 Subsequent events

There were no material subsequent events from the end of the quarter under review up to the date of this report.

12 Changes in the composition of the Group

Save as disclosed below, there were no changes in the composition of the Group during the year-to-date ended 30 June 2026.

NEX Biomass Sdn. Bhd. ("NEX Biomass"), a wholly-owned subsidiary of New ReGen Ventures Sdn. Bhd., which in turn is a wholly-owned subsidiary of the Company, was incorporated on 25 February 2026 to undertake the manufacturing and trading of biomass pellets. As at the reporting date, NEX Biomass had not commenced operations.

13 Changes in contingent liabilities

There were no contingent assets or contingent liabilities of the Group as at 30 June 2026.

14 Capital commitments

The capital commitments of the Group as at 30 June 2026 were as follows:

	As at 30.06.2026 RM'000
Property, plant and equipment	
Contracted but not provided for	5,672
Approved but not contracted for	43,009

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PART B – ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)

15 Review of performance

Comparison of current quarter under review with corresponding quarter of preceding year

For the current quarter under review ("2Q 2026"), the Group recorded revenue of RM56.3 million, representing a decrease of RM8.8 million compared to RM65.1 million in the corresponding quarter of the preceding year ("2Q 2025"). The decline was mainly attributable to weaker demand in both the local and export markets, coupled with the unfavourable foreign exchange rate arising from weaker USD.

Profit Before Tax ("PBT") decreased by RM1.9 million from RM6.5 million in 2Q 2025 to RM4.6 million in 2Q 2026, primarily due to lower revenue.

Comparison of current YTD period with corresponding YTD period of preceding year

For the six-month period ended 30 June 2026 ("YTD 2Q 2026"), the Group recorded revenue of RM109.3 million, a decrease of RM19.8 million from RM129.1 million in the corresponding period of the preceding year ("YTD 2Q 2025"). The decline was mainly due to lower revenue and the unfavourable foreign exchange rate arising from weaker USD.

PBT decreased from RM15.3 million in YTD 2Q 2025 to RM7.6 million in YTD 2Q 2026. The weaker performance was the result of lower revenue arising from challenging market conditions in both the local and export markets.

16 Variation of results against preceding quarter

Revenue increased by RM3.3 million to RM56.3 million in 2Q 2026 from RM53.0 million in the preceding quarter ("1Q 2026"), mainly due to improved demand in both the local and export markets.

PBT increased by RM1.6 million from RM3.0 million in 1Q 2026 to RM4.6 million in 2Q 2026, in line with the higher revenue recorded.

17 Prospects

The operating environment is expected to remain challenging for the remainder of 2026 amid ongoing geopolitical uncertainties, global economic headwinds, supply chain disruptions and competitive pressures, which continue to affect customer sentiment, purchasing behaviour and business confidence.

Market competition for automotive replacement parts is anticipated to remain intense, with pricing pressures continuing across both domestic and export markets.

Nevertheless, the automotive aftermarket industry remains supported by an ageing vehicle population and the trend of consumers extending vehicle ownership periods, which continues to sustain demand for replacement parts.

17 Prospects (Cont'd)

In response to these external pressures, the Group remains focused on improving operational efficiency, strengthening cost management, maintaining pricing discipline and enhancing market penetration in its key markets, to preserve profitability and strengthen the Group's competitive position.

Barring any unforeseen circumstances, the Board remains cautious on the Group's performance for the remainder of the financial year in view of the challenging market conditions and economic uncertainties.

18 Profit forecast

There was no revenue or profit forecast announced by the Group.

19 Tax expenses

	Quarter ended 30.06.2026 RM'000	**Year-to-date ended 30.06.2026 RM'000**
Current tax expense	1,195	2,208
Deferred tax	(634)	(1,886)
	561	322

The effective tax rate of the Group for the current quarter and year-to-date ended 30 June 2026 were lower than the statutory tax rate, primarily attributable to the utilisation of Reinvestment Allowance incentives and the reversal of deferred tax liabilities relating to the Group's plant and machinery.

20 Status of corporate proposal

There were no corporate proposals announced but not completed as at the date of this report.

21 Group borrowings and debt securities

The Group has no borrowings and no debt securities outstanding as at 30 June 2026.

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22 Derivative financial instruments

	As at 30 June 2026	
	Contract/Notional Amount RM'000	Fair Value RM'000
Forward currency contracts		
Derivative financial liabilities	2,029	(1)

The Group enters into foreign currency forward contracts to hedge its exposure to movements in exchange rates arising mainly from sales denominated in foreign currency. As foreign currency contracts are transacted with creditworthy financial institutions in accordance with the Group's policy, the Group does not foresee any significant credit risks.

During the current quarter ended 30 June 2026, the Group recognised a loss of RM1,230 arising from fair value changes of the derivative financial instruments.

23 Material litigation

The Group is not engaged in any material litigation and is not aware of any proceedings that may materially affect the position or business of the Group as at the date of this report.

24 Dividend

The Board of Directors has declared a second interim single-tier dividend of 1.0 sen per ordinary share in respect of the financial year ending 31 December 2026 (2Q 2025: second interim single-tier dividend of 1.5 sen per ordinary share). The dividend will be paid on 30 September 2026 to shareholders whose names appear in the Record of Depositors as at 5.00 p.m. on 11 September 2026. The total dividend declared for the financial year-to-date ended 30 June 2026 amounted to 2.0 sen per ordinary share (Year-to-date ended 30 June 2025: 3.0 sen per ordinary share).

25 Earnings per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended 30.06.2026	Quarter ended 30.06.2025	Year-to-date ended 30.06.2026	Year-to-date ended 30.06.2025
Net profit attributable to owners of the Company (RM'000)	4,044	6,683	7,271	15,782
Weighted average number of ordinary shares applicable to basic earnings per share ('000)	165,344	165,344	165,344	165,344
Basic and diluted earnings per share (sen)	2.45	4.04	4.40	9.54

26 Profit before tax

	Quarter ended 30.06.2026 RM'000	Year-to-date ended 30.06.2026 RM'000
Profit before tax is arrived at after charging/(crediting):		
Amortisation of intangible asset	4	8
Bad debt written off	42	42
Depreciation of property, plant and equipment	6,040	14,002
Depreciation of right-of-use assets	532	755
Fair value loss on derivative	-	1
Interest on lease liabilities	-	1
Inventories written down	2,268	2,466
Loss on foreign exchange:		
- Realised	1,017	1,925
- Unrealised	984	1,656
Impairment loss on trade receivables	(814)	(844)
Provision for employment benefits obligation	20	41
Fair value gain on short term funds	(127)	(161)
Gain on disposal of property plant and equipment	(78)	(78)
Gain on foreign exchange:		
- Realised	(352)	(558)
- Unrealised	(454)	(1,083)
Interest income	(1,033)	(2,038)
Rental income from investment properties	(252)	(503)

By Order of the Board

ANGELINA CHEAH GAIK SUAN
(MAICSA 7035272) (SSM PC No. 202008002177)

TAN BEE HWA
(MAICSA 7058049) (SSM PC No. 202008001174)
Secretaries

Kuala Lumpur
26 August 2026