NEW HOONG FATT HOLDINGS BERHAD
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PRESS STATEMENT

(FOR IMMEDIATE RELEASE)

NHF POSTS PROFITABLE 2Q 2026 PERFORMANCE DESPITE SOFTER DEMAND

DECLARES 1 SEN SECOND INTERIM DIVIDEND

Klang, 26 August 2026 – New Hoong Fatt Holdings Berhad [**NHFATT: 7060**] ("NHF" or "the Group") ("新鸿发集团"), a leading manufacturer and distributor of automotive replacement parts, today announced its unaudited financial results for the second quarter ended 30 June 2026 ("2Q 2026").

The table below summarises the Group's performance for 2Q 2026 with the corresponding quarter of the preceding year ("2Q 2025"):

	Quarter ended 30.06.2026 RM'000	**Quarter ended 30.06.2025 RM'000**	**Year to date ended 30.06.2026 RM'000**	**Year to date ended 30.06.2025 RM'000**
Revenue	**56,344**	65,148	**109,277**	129,081
Profit Before Tax ("PBT")	**4,605**	6,533	**7,593**	15,339
Net Profit	**4,044**	6,683	**7,271**	15,782
Earnings per Share (sen)	**2.45**	4.04	**4.40**	9.54
Dividend per Share (sen)	**1.00**	1.50	**2.00**	3.00

The Group recorded a revenue of RM56.3 million in 2Q 2026, representing a decrease of RM8.8 million compared to RM65.1 million in 2Q 2025. The decline was mainly attributable to weak demand in both local and export markets, coupled with the unfavourable foreign exchange rates arising from a weaker USD.

The Group's 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. Consequently, net profit decreased by RM2.7 million from RM6.7 million in 2Q 2025 to RM4.0 million in 2Q 2026.

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 last 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, mainly due to lower revenue arising from challenging market conditions in both the local and export markets. Consequently, net profit decreased by RM8.5 million from RM15.8 million in YTD 2Q 2025 to RM7.3 million in YTD 2Q 2026.

Earnings per share for the quarter stood at 2.45 sen compared to 4.04 sen in the corresponding quarter last year.

NHF Managing Director, Mr. Chin Jit Sin, commented: "2Q 2026 was a challenging quarter, driven by a combination of softer market demand, heightened competition and geopolitical uncertainties. While demand remained subdued across our key markets, NHF's business fundamentals remain sound. During the quarter, we intensified customer engagement efforts, focused on selective market opportunities and enhanced our sales execution to support revenue recovery and mitigate margin pressures."

Dividend

In view of the Group's profit performance for the period ended 30 June 2026, the Board of Directors of NHF has declared a second interim single-tier dividend of 1.0 sen per ordinary share. This dividend will be payable on 30 September 2026 to shareholders whose names appear in the Record of Depositors as at 5.00 p.m. on 11 September 2026.

Outlook

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.

"While near-term market headwinds are expected to persist, we remain focused on the actions within our control to safeguard profitability and strengthen our competitive position. We will continue building on the commercial initiatives implemented during the quarter to support sales recovery and deepen our presence in key markets, while maintaining a strong focus on operational efficiency, cost management and pricing discipline. These efforts are expected to support a gradual recovery as market conditions improve.

"Barring any unforeseen circumstances, we remain cautious on the outlook for the remainder of the financial year given the challenging market conditions and economic uncertainties. Nonetheless, we will continue to navigate these challenges with discipline and agility while strengthening the Group's competitiveness and positioning the business for sustainable long-term growth," said Mr. Chin.

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About New Hoong Fatt Holdings Berhad [NHFATT:7060]

New Hoong Fatt Holdings Berhad is a public listed company listed on the Main Market of Bursa Malaysia Securities Berhad. The Group first established its business in 1977 as a trading company providing automotive parts solutions to the local replacement market. It has grown to become a major distributor of genuine and alternative automotive body replacement parts, with an extensive distribution channel of approximately 800 wholesalers and retailers throughout Malaysia. Since then, the Group has also expanded to manufacturing of metal and plastic automotive replacement body parts such as doors, hoods, fenders, bumpers, grilles and lamps. Headquartered in Klang, Selangor, it is a market leader that now exports to more than 60 countries around the world. For further information on New Hoong Fatt Group, kindly visit www.newhoongfatt.com.my.

The full announcement is available at www.bursamalaysia.com.

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