PROPEL GLOBAL BERHAD

(Registration No.: 202001023868 (1380188-P))
(Incorporated in Malaysia)

Quarterly Report
30 June 2026

PROPEL GLOBAL BERHAD

(Registration No.: 202001023868 (1380188-P))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

QUARTERLY REPORT ON THE UNAUDITED RESULTS FOR THE 4TH QUARTER ENDED 30 JUNE 2026

	Current Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.06.2026 RM'000 Unaudited	30.06.2025 RM'000 Unaudited	30.06.2026 RM'000 Unaudited	30.06.2025 RM'000 Audited
Revenue	23,398	24,806	80,381	111,057
Cost of sales	(19,204)	(17,915)	(67,207)	(86,622)
Gross profit	4,194	6,891	13,174	24,435
Other income	(201)	(300)	11,535	1,930
Operating expenses	(13,865)	(21,153)	(50,145)	(46,508)
Loss from operations	(9,872)	(14,562)	(25,436)	(20,143)
Finance costs	(493)	(782)	(1,617)	(1,615)
Share of result of associate	-	9	(114)	9
Loss before tax	(10,365)	(15,335)	(27,167)	(21,749)
Income tax expense	288	(21)	(1,246)	(2,117)
Loss for the period, representing total comprehensive loss for the financial period	(10,077)	(15,356)	(28,413)	(23,866)
Other comprehensive income				
Items that will not be reclassified to profit or loss				
- Revaluation of property, plant and equipment	-	216	-	216
- Revaluation of right-of-use assets	-	4,778	-	4,778
- Tax effect on revaluation of property, plant and equipment and right-of-use assets	-	(499)	-	(499)
Other comprehensive income for the financial period / year	-	4,495	-	4,495
Total comprehensive loss for the financial period / year	(10,077)	(10,861)	(28,413)	(19,371)
(Loss)/Profit for the financial period attributable to :				
- Owners of the company	(9,771)	(15,589)	(27,209)	(24,178)
- Non-controlling interests	(306)	233	(1,204)	312
	(10,077)	(15,356)	(28,413)	(23,866)
Total comprehensive (loss)/income for the period attributable to:				
- Owners of the company	(9,771)	(11,094)	(27,209)	(19,683)
- Non-controlling interests	(306)	233	(1,204)	312
	(10,077)	(10,861)	(28,413)	(19,371)
Loss per share (sen)				
- Basic	(1.18)	(2.14)	(3.48)	(3.41)
- Diluted	(1.18)	(2.07)	(3.48)	(3.29)

Note:

i) These condensed consolidated statement of profit or loss should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 and accompanying explanatory notes attached to these interim financial statements.

PROPEL GLOBAL BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

	30.06.2026 RM'000 Unaudited	30.06.2025 RM'000 Audited
Non-Current Assets		
Property, plant and equipment	16,664	4,723
Right-of-use assets	5,079	5,157
Investment properties	8,509	9,660
Inventories	26,850	25,528
Intangible assets	22,259	22,771
Investment in associate	-	114
Other investments	16,787	11,287
Deferred tax assets	-	12
Other receivables	1,388	2,646
Financing receivables	1,283	895
Total Non-Current Assets	98,819	82,793
Current Assets		
Inventories	3,312	7,416
Trade receivables	22,536	45,100
Other receivables, deposits and prepayments	16,353	9,974
Contract assets	24,101	25,026
Current tax assets	977	1,128
Cash and bank balances and deposits	8,705	13,611
Other investments	51	-
Financing receivables	19	26
Total Current Assets	76,054	102,281
Current Liabilities		
Loans and borrowings	12,608	7,249
Lease liabilities	4,295	1,677
Trade payables	14,546	21,834
Provisions, other payables and accrued expenses	16,938	11,585
Contract liabilities	20,485	18,106
Current tax liabilities	69	316
Total Current Liabilities	68,941	60,767
Net Current Assets	7,113	41,514
	105,932	124,307

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

	30.06.2026 RM'000 Unaudited	30.06.2025 RM'000 Audited
Financed by:		
Share capital	79,048	137,801
ESOS option reserve	-	1,462
Revaluation reserve	4,495	4,495
Accumulated losses	(13,008)	(53,685)
	70,535	90,073
Non-controlling interests	2,979	6,476
Total Equity	73,514	96,549
Non-Current Liabilities		
Loans and borrowings	24,600	22,342
Lease liabilities	7,287	3,871
Deferred tax liabilities	515	656
Trade payables	-	882
Contract liabilities	16	7
Total Non-Current Liabilities	32,418	27,758
	105,932	124,307
Net assets per share (sen)	8.50	12.33

Note:

i) These condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 and accompanying explanatory notes attached to these interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
QUARTERLY REPORT ON THE UNAUDITED RESULTS FOR THE 4TH QUARTER ENDED
30 JUNE 2026

	<----------Attributable to owners of the Company---------->						
	Non-Distributable						
	Share Capital RM'000	ESOS options reserve RM'000	Revaluation reserve RM'000	Accumulated Losses RM'000	Total RM'000	Non-controlling Interests RM'000	Total RM'000
12 months ended 30 June 2026							
At 1 July 2025	137,801	1,462	4,495	(53,685)	90,073	6,476	96,549
Loss for the financial year	-	-	-	(27,209)	(27,209)	(1,204)	(28,413)
Total comprehensive loss for the financial year	-	-	-	(27,209)	(27,209)	(1,204)	(28,413)
Transactions with owners							
Issuance of shares pursuant to private placement exercise	4,959	-	-	-	4,959	-	4,959
Issuance of shares pursuant to Executive Share Grant Scheme	1,788	-	-	-	1,788	-	1,788
Employees Share Options Scheme	-	1,628	-	-	1,628	-	1,628
Cancellation of Employees Share Options Scheme	-	(3,090)	-	3,090	-	-	-
Capital reduction	(65,500)	-	-	65,500	-	-	-
Cash dividends to non-controlling interest	-	-	-	-	-	(130)	(130)
Acquisition of a subsidiary	-	-	-	-	-	2,419	2,419
Disposal of a subsidiary	-	-	-	-	-	(5,286)	(5,286)
Change in ownership interests of subsidiaries	-	-	-	(704)	(704)	704	-
Total transactions with owners	(58,753)	(1,462)	-	67,886	7,671	(2,293)	5,378
At 30 June 2026	79,048	-	4,495	(13,008)	70,535	2,979	73,514
12 months ended 30 June 2025							
At 1 July 2024	131,786	-	-	(32,301)	99,485	7,515	107,000
(Loss)/Profit for the financial year	-	-	-	(24,178)	(24,178)	312	(23,866)
Other comprehensive income for the financial year	-	-	4,495	-	4,495	-	4,495
Total comprehensive (loss)/income for the financial year	-	-	4,495	(24,178)	(19,683)	312	(19,371)
Transactions with owners							
Issuance of shares pursuant to private placement exercise	6,015	-	-	-	6,015	-	6,015
Employees Share Options Scheme	-	1,462	-	-	1,462	-	1,462
Acquisition of subsidiaries' shares from non-controlling interests ("NCI")	-	-	-	551	551	(6,737)	(6,186)
Disposal of a subsidiary	-	-	-	-	-	(763)	(763)
Change in ownership interests of subsidiaries	-	-	-	2,013	2,013	5,377	7,390
Effect of NCI waiver	-	-	-	6	6	(6)	-
Issuance of subsidiaries' shares to NCI	-	-	-	224	224	800	1,024
Acquisition of a subsidiary	-	-	-	-	-	(22)	(22)
Total transactions with owners	6,015	1,462	-	2,794	10,271	(1,351)	8,920
At 30 June 2025	137,801	1,462	4,495	(53,685)	90,073	6,476	96,549

Note:
i) These condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 and accompanying explanatory notes attached to these interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
QUARTERLY REPORT ON THE UNAUDITED RESULTS FOR THE 4TH QUARTER ENDED 30 JUNE 2026

	Current Period Ended 30.06.2026 RM'000 Unaudited	Preceding Period Ended 30.06.2025 RM'000 Audited
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(27,167)	(21,749)
Adjustments for:		
Amortisation on intangible assets	180	174
Bad debts written off	57	1,584
Deposits written off	2	7
Depreciation of:		
- property, plant and equipment	1,622	1,197
- right-of-use assets	1,963	1,824
Dividend income from other investments	(64)	(2)
Equity settled share-based payments	3,415	1,462
Fair value loss/(gain) on:		
- investment properties	243	200
- other investment	(2,963)	4,638
Finance costs	1,617	1,615
(Gain)/loss on disposal of:		
- investment in subsidiary	(5,382)	1,145
- other investment	62	(11)
- property, plant and equipment	(140)	(1)
Loss on lease modification	42	-
Impairment loss/(reversal of impairment loss) on:		
- contract assets	547	14
- goodwill on consolidation	-	293
- investment properties	223	-
- other receivables	-	(2)
- trade receivables	11,025	4,753
Intangible asset written off	789	-
Interest income	(1,025)	(457)
Inventories written down	367	-
Net loss on financial liabilities carried at amortised costs	-	161
Net unrealised foreign exchange (gain)/loss	(116)	492
Property, plant and equipment written off	108	2
Reversal of provision for warranties	-	(2)
Share of result of associate	114	(9)
Unwinding of discount on non-current financial assets	(330)	(68)
Waiver of debts from a joint venture	-	(95)
Operating loss before working capital changes	(14,811)	(2,835)
Changes in working capital:		
Inventories	(3,866)	(42)
Trade and other receivables	10,967	(6,280)
Trade and other payables	(3,658)	(25,440)
Contract balances	3,183	8,163
Cash used in operations	(8,185)	(26,434)
Income tax refunded	580	329
Income tax paid	(2,416)	(2,629)
Net cash used in operating activities	(10,021)	(28,734)

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
QUARTERLY REPORT ON THE UNAUDITED RESULTS FOR THE 4TH QUARTER ENDED 30 JUNE 2026

	Current Period Ended 30.06.2026 RM'000 Unaudited	Preceding Period Ended 30.06.2025 RM'000 Audited
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of a subsidiary, net of cash acquired	(1,849)	(187)
Acquisition of interests in subsidiaries	-	(6,186)
Acquisition of associate company	-	(105)
Advances to an associate	-	(9)
Dividend received	64	-
Interest received	1,025	457
Proceeds from disposal of:		
- assets classified as held for sale	-	3,000
- investment in subsidiary	1,307	7,328
- investment property	880	-
- property, plant and equipment	183	1
Proceeds from issuance of shares to NCI	-	1,024
Repayment of loan from associates	9	-
Purchase of property, plant and equipment	(1,869)	(619)
Purchase of intangible assets	(190)	(106)
Withdrawal/(Placement) of fixed deposits pledged with licensed banks	3,429	(898)
Withdrawal of fixed deposits with licensed banks with maturity more than 3 months	-	5,510
Withdrawal/(Placement) of investment in money market funds	1,355	(9,078)
Net cash from investing activities	4,344	132
CASH FLOWS FROM FINANCING ACTIVITIES		
Advances from a joint venture	-	3
Dividend paid to non-controlling interest	(130)	-
Net drawdown of loans and borrowings	2,740	12,162
Interest paid	(1,625)	(826)
Proceeds from issuance of shares	4,959	6,015
Repayment of lease liabilities	(2,627)	(1,751)
Net cash from financing activities	3,317	15,603
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,360)	(12,999)
Effect of exchange translation differences on cash and cash equivalents	-	(90)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	3,877	16,966
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	1,517	3,877

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
QUARTERLY REPORT ON THE UNAUDITED RESULTS FOR THE 4TH QUARTER ENDED 30 JUNE 2026

	Current Period Ended 30.06.2026 RM'000 Unaudited	Preceding Period Ended 30.06.2025 RM'000 Audited
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	4,313	5,789
Fixed deposits with licensed banks	4,392	7,822
Bank overdraft	(2,796)	(1,912)
	5,909	11,699
Less: Fixed deposits pledged with licensed banks	(4,392)	(7,822)
	1,517	3,877

Note:

i) These condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2025 and accompanying explanatory notes attached to these interim financial statements.

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 paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"). 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 attached to the interim financial statements provide an explanation of events and transactions that are significant to provide an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2025.

A2 Significant Accounting Policies

In the preparation of this condensed consolidated interim financial statements, the accounting policies and the method of computation of the most recent annual financial statements were followed except as disclosed below:

At the date of authorisation of these interim financial statements, the following MFRSs and amendments to MFRSs were issued and they are not expected to have material impact on the financial statements of the Group.

		Effective dates for financial years beginning on or after
Amendments to MFRS 121	Lack of Exchangeability	1 January 2025

Standards and Amendments in issue but not yet effective

At the date of authorisation of these interim financial statements, the following MFRSs and amendments to MFRSs were issued but not yet effective and not early adopted by the Group and they are not expected to have material impact on the financial statements of the Group.

		Effective dates for financial years beginning on or after
Amendments to MFRS 9 and MFRS 7	Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Annual Improvements – Volume 11	Amendments to MFRS 1 Amendments to MFRS 7 Amendments to MFRS 9 Amendments to MFRS 10 Amendments to MFRS 107	1 January 2026
Amendments to MFRS 9 and MFRS 7	Contracts Referencing Nature-dependent electricity	1 January 2026

A2 Significant Accounting Policies (Cont'd)

Standards and Amendments in issue but not yet effective (cont'd)

At the date of authorisation of these interim financial statements, the following MFRSs and amendments to MFRSs were issued but not yet effective and not early adopted by the Group and they are not expected to have material impact on the financial statements of the Group.

		Effective dates for financial years beginning on or after
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	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 until further notice

A3 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements of the Group for the financial year ended 30 June 2025 was not subject to any qualification.

A4 Seasonal or Cyclical Factors

The business of the Group is not subject to any seasonal or cyclical fluctuation.

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

The unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the period under review were the capital reduction of RM65.5 million and the gain on disposal of a subsidiary of RM5.4 million, as disclosed in Part A, Note A7 Debt and Equity Securities and Part A, Note A12(ii) Disposal of Subsidiary of this Quarterly Report respectively.

A6 Changes in Significant Accounting Estimates and Judgements

There were no significant changes in the estimates of the amount reported in the period under review.

A7 Debt and Equity Securities

Save as disclosed below, there were no other issuances, cancellations, repurchases, resale, exercise of debt and equity securities during the current financial year under review.

Share capital	**Year Ended 30.6.2026**	
	Number of shares '000	**Share capital RM'000**
As at 1.7.2025	730,242	137,801
Issuance and allotment of new ordinary shares arising from private placements		
3,500,000 new ordinary shares at RM0.090	3,500	315
15,000,000 new ordinary shares at RM0.071	15,000	1,065
44,364,400 new ordinary shares at RM0.063	44,364	2,795
12,450,000 new ordinary shares at RM0.063	12,450	784
Issuance and allotment of new ordinary shares arising from award of share grants		
12,329,400 new ordinary shares at RM0.070	12,329	863
12,329,900 new ordinary shares at RM0.075	12,330	925
Capital reduction		(65,500)
	830,215	79,048

Please refer to Part B, Note B7 Status of Corporate Proposals of this Quarterly Report for further details.

A8 Dividends Paid

No dividend has been declared or paid for the current financial year (2025: RM Nil).

A9 Segment Information

Segments	**Quarter ended 30 June 2026**		**Quarter ended 30 June 2025**	
	Revenue RM'000	**Profit/(Loss) before tax RM'000**	**Revenue RM'000**	**Profit/(Loss) before tax RM'000**
O&G	19,644	(1,335)	17,901	1,583
TS	1,805	(3,464)	5,537	(5,209)
ICT	1,401	(478)	1,201	(744)
Others	548	(5,088)	167	(10,965)
	23,398	(10,365)	24,806	(15,335)

	Financial year ended 30 June 2026		**Financial year ended 30 June 2025**	
	Revenue RM'000	**Profit/(Loss) before tax RM'000**	**Revenue RM'000**	**Profit/(Loss) before tax RM'000**
O&G	63,316	3,390	78,395	8,765
TS	9,814	(10,335)	22,829	(8,202)
ICT	5,436	(1,008)	9,619	2,640
Others	1,815	(19,214)	214	(24,952)
	80,381	(27,167)	111,057	(21,749)

A9 Segment Information (cont'd)

The four reportable operating segments are as follows:

Segments	**Products and services**
Oil & Gas ("O&G")	Provision of heavy machineries and related manpower services, maintenance services for air-conditioning, ventilation system, and specialised oilfield services in pipe recovery, well intervention and diagnostic, production enhancement to the oil and gas industry, providing engineering and technical works for the oil and gas industry, and transportation services and retail sale of liquefied petroleum gas.
Technical services ("TS")	Provision of services in the industrial, commercial and residential construction and office maintenance.
Information and Communications Technology ("ICT")	Provision of ICT services and related activities and trading in ICT hardware, software and spare parts.
Others	Investment holding and business other than the above.

A10 Valuation of Property, Plant and Equipment (PPE)

In the previous financial year ended 30 June 2025, the Group transferred right-of-use asset and property, plant and equipment to investment properties. Accordingly, the asset was revalued to its fair value and a revaluation surplus of RM4.5 million (net of tax) was recognised in other comprehensive income and accumulated in equity under the revaluation reserve.

A11 Subsequent Events

Save as disclosed below, there were no other material events subsequent to the current interim financial period up to the date of this Report.

(i) Proposed disposal of properties

On 7 July 2026, Propel Engineering Sdn. Bhd., an indirect wholly-owned subsidiary of the Group, entered into agreements with Flint Masters Sdn Bhd and Chocofac (Malaysia) Sdn Bhd for the disposal of two properties in Bandar Baru Bangi.

(ii) Proposed private placement of up to 73,024,156 new ordinary shares

Subsequent to the end of the reporting period, the timeframe for the implementation of the Proposed Private Placement lapsed on 16 July 2026. Accordingly, the Proposed Private Placement was deemed completed on that date.

(iii) Proposed private placement of up to 146,700,000 new ordinary shares

Subsequent to the end of the reporting period, the Company issued and allotted 17,123,280 new ordinary shares at an issue price of RM0.0584 each, which were listed on 27 July 2026.

A12 Changes in the Composition of the Group

(i) Acquisition of subsidiary

On 31 December 2025, Best Wide Engineering (M) Sdn. Bhd., an indirect 49.0%-owned subsidiary of the Group, completed the acquisition of 51% equity interest in Min Soon Transport Company Sdn. Bhd. ("MSTSB"), for a cash consideration of RM2,680,934. As a result, MSTSB became an 51.0% indirect owned subsidiary of the Group.

As at the date of this report, the purchase price allocation exercise is still on-going. For the purposes of quarterly reporting, a provisional goodwill of RM0.2 million arising from the acquisition has been recognised in the financial statements of the Group. Any changes to the purchase consideration and the fair values of the net assets acquired will require adjustments to the provisional goodwill in the financial year ending 30 June 2027, as permitted under MFRS 3 Business Combinations.

	Fair value recognised on acquisition RM'000
Total identifiable net assets at fair value	4,937
Non-controlling interest	(2,419)
Goodwill on acquisition	163
Purchase consideration	2,681
Cash outflow on acquisition was as follows:	
Purchase consideration	2,681
Less: Purchase consideration payable	(2,180)
Less: Cash and bank balances of subsidiary acquired	(866)
Add: Bank overdraft of subsidiary acquired	2,214
Net cash outflow arising from business combination	1,849

(ii) Disposal of subsidiary

On 21 January 2026, Propel Oilfield Services Sdn Bhd ("POSSB"), a 49.0%-owned subsidiary of the Company, completed the disposal of its remaining 70.0% equity interest in Propel Maxflo Sdn Bhd ("PMAX") to Reservoir Link Sdn Bhd ("RLSB") for a disposal consideration of RM17,240,000 to be satisfied via a combination of cash payment of RM13,792,000 and the issuance of 18,688,347 new ordinary shares in Reservoir Link Energy Bhd ("RLEB") at an issue price of RM0.1845 each. The 18,688,347 new ordinary shares in RLEB were allotted and issued to the Company at an issue price of RM0.1845 per share. The balance cash consideration of RM12,068,000 remained outstanding as at the date of this report. The gain arising from this disposal amounted to RM5.4 million.

A13 Contingent Assets and Contingent Liabilities

As at 30 June 2026, the Company has provided corporate guarantee of RM13.7 million (30 June 2025: RM11.3 million) for banking facilities granted to certain subsidiaries.

There are no other material contingent assets and contingent liabilities as at the date of this report.

A14 Capital Commitments

There were no material commitments as of the date of this report.

A15 Significant Related Party Transaction

There were no significant related party transactions entered into during the current financial quarter and financial year-to-date. All transactions, if any, were conducted in the ordinary course of business and on normal commercial terms and did not have any material effect on the financial position or performance of the Group.

A16 Financial Instruments

The carrying amounts of current financial assets and liabilities are reasonable approximation of fair values, either due to their short-term nature or that they are floating rate instruments that are re-priced to market interest rates on or near the reporting date.

The carrying amounts of the current portion of borrowings are reasonable approximations of fair values due to the insignificant impact of discounting.

The fair values of non-current borrowings are estimated by discounting expected future cash flows at market incremental lending rate for similar types of lending, borrowing or hire purchase arrangements at the reporting date.

Financial Instruments that are measured at fair value

All financial instruments for which fair value is disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Financial instruments	2026 RM'000	2025 RM'000	Fair value hierarchy	Valuation techniques and key inputs
Financial assets				
Other investments				
- Quoted investments	14,350	8,947	Level 1	Quoted bid prices in an active market
- Money markets	51	-	Level 1	Quoted bid prices in an active market
- Unquoted investments	2,437	2,340	Level 3	Discounted cash flows using a rate based on the current market rate of borrowing of the Group

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD ("BURSA SECURITIES") FOR THE MAIN MARKET

B1 Review of Performance

a. Current Quarter Results ("Q4 FY2026") Vs Preceding Year's Corresponding Quarter Results ("Q4 FY2025")

The Group recorded revenue of RM23.4 million and loss before tax ("LBT") of RM10.4 million for Q4 FY2026, in comparison to revenue of RM24.8 million and LBT of RM15.3 million reported in Q4 FY2025.

i. O&G Segment

The O&G Segment recorded revenue and LBT of RM19.6 million and RM1.3 million respectively in Q4 FY2026, compared to revenue and profit before tax ("PBT") of RM17.9 million and RM1.6 million reported in Q4 FY2025.

The O&G Segment's revenue increased by RM1.7 million, or 9.5%, to RM19.6 million in Q4 FY2026 from RM17.9 million in Q4 FY2025. The increase was mainly attributable to higher progress billings from Engineering, Procurement, Construction and Commissioning ("EPCC") projects, coupled with the maiden revenue contribution from MSTSB, which was acquired in December 2025.

The O&G Segment reported a LBT in Q4 FY2026, primarily attributable to the cessation of revenue and profit contribution from PMAX following its disposal in January 2026.

ii. TS Segment

The TS Segment recorded revenue of RM1.8 million and an LBT of RM3.5 million in Q4 FY2026, compared to revenue of RM5.5 million and an LBT of RM5.2 million in Q4 FY2025.

The decrease in revenue was mainly attributable to lower Mechanical and Electrical ("M&E") maintenance works undertaken during the current quarter. Nevertheless, the M&E construction business recorded a modest increase in revenue, as contributions from newly secured contracts largely offset the reduction in revenue following the completion of several key projects in the preceding financial year.

Consequently, the segment recorded an LBT of RM3.5 million in Q4 FY2026. The higher LBT reported in Q4 FY2025 was primarily attributable to the recognition of an impairment loss on trade receivables amounting to RM4.4 million.

iii. ICT Segment

The ICT Segment recorded revenue of RM1.4 million and an LBT of RM0.5 million in Q4 FY2026, compared to revenue of RM1.2 million and an LBT of RM0.7 million in Q4 FY2025.

The increase in revenue was primarily attributable to higher one-off service revenue recognised in Q4 FY2026. Consequently, the segment reported a lower LBT for the current quarter.

B1 Review of Performance (cont'd)

a. Current Quarter Results ("Q4 FY2026") Vs Preceding Year's Corresponding Quarter Results ("Q4 FY2025") (cont'd)

iv. Other Segment

The Other Segment recorded revenue of RM0.5 million and an LBT of RM5.1 million in Q4 FY2026, compared to revenue of RM0.2 million and an LBT of RM11.0 million in Q4 FY2025.

The revenue was primarily generated from the food and beverage business. The LBT mainly comprised corporate administrative expenses.

The higher LBT reported in Q4 FY2025 was primarily attributable to higher fair value loss recognised on quoted investments amounting to RM3.8 million, as well as the recognition of shared-based payment and share grant expenses of RM1.5 million and a loss on disposal of a subsidiary amounting to RM1.1 million.

b. Financial year ended 30 June 2026 ("FY2026") compared with financial year ended 30 June 2025 ("FY2025")

The Group recorded revenue of RM80.4 million and an LBT of RM27.2 million in FY2026, compared to revenue of RM111.1 million and an LBT of RM21.7 million in FY2025.

i. O&G Segment

The O&G Segment recorded revenue of RM63.3 million and a PBT of RM3.4 million in FY2026, compared to revenue of RM78.4 million and a PBT of RM8.8 million in FY2025.

The lower revenue and PBT in FY2026 were primarily attributable to lower progress billings from EPCC projects, coupled with the shorter consolidation period of a subsidiary, PMAX, following the disposal in January 2026. The impact was partially mitigated by the consolidation of six-month financial results from a newly acquired subsidiary, MSTSB, following the completion of the acquisition in December 2025. The PBT for FY2026 was also supported by the recognition of a gain on disposal of PMAX amounting to RM5.4 million.

ii. TS Segment

The TS Segment recorded revenue of RM9.8 million and an LBT of RM10.3 million in FY2026, compared to revenue of RM22.8 million and an LBT of RM8.2 million in FY2025.

The lower revenue was mainly attributable to reduced contributions from both the M&E maintenance and construction businesses following the completion of several key construction contracts in the preceding year, while the newly secured contracts were at the early stages of execution during FY2026. The reduced revenue consequently resulted in a higher LBT reported for FY2026.

B1 Review of Performance (cont'd)

b. Financial year ended 30 June 2026 ("FY2026") compared with financial year ended 30 June 2025 ("FY2025") (cont'd)

iii. ICT Segment

The ICT Segment recorded revenue of RM5.4 million and an LBT of RM1.0 million in FY2026, compared to revenue of RM9.6 million and a PBT of RM2.6 million in FY2025.

The decline in revenue was mainly attributable to lower billings for one-off services in FY2026, which consequently resulted in the segment reporting an LBT in FY2026.

iv. Other Segment

The Other Segment recorded revenue of RM1.8 million and an LBT of RM19.2 million in FY2026, compared to revenue of RM0.2 million and an LBT of RM25.0 million in FY2025.

The higher revenue was mainly attributable to the full-year contribution from the food and beverage business in FY2026, compared to only one-month's contribution in FY2025 following the acquisition in May 2025.

The lower LBT reported in FY2026 was mainly attributable to the recognition of a fair value gain on quoted investments of RM3.0 million, compared to a fair value loss of RM4.6 million recorded in FY2025. This was partially offset by higher share-based payment expenses recognised during FY2026.

B2 Comparison of Loss Before Taxation with the Immediate Preceding Financial Quarter

Segments	Quarter ended 30 June 2026		Quarter ended 31 March 2026	
	Revenue RM'000	Profit/(Loss) before tax RM'000	Revenue RM'000	Profit/(Loss) before tax RM'000
O&G	19,644	(1,335)	16,228	1,095
TS	1,805	(3,464)	837	(5,719)
ICT	1,401	(478)	1,221	(176)
Others	548	(5,088)	314	(2,030)
	23,398	(10,365)	18,600	(6,830)

The Group recorded revenue of RM23.4 million and an LBT of RM10.4 million in Q4 FY2026, compared to revenue of RM18.6 million and an LBT of RM6.8 million in the preceding financial quarter.

B2 Comparison of Loss Before Taxation with the Immediate Preceding Financial Quarter (cont'd)

i. O&G Segment

The O&G Segment recorded revenue of RM19.6 million and an LBT of RM1.3 million in Q4 FY2026, compared to revenue of RM16.2 million and a PBT of RM1.1 million in the preceding financial quarter. The higher revenue was mainly attributable to increased progress billings from EPCC projects during the current quarter. Despite the higher revenue, the segment reported an LBT in Q4 FY2026, mainly due to the absence of the one-off gain on disposal of PMAX amounting to RM5.4 million recognised in the preceding financial quarter. Excluding the one-off gain, the segment's operating performance improved in line with the higher revenue recognised during the current quarter.

ii. TS Segment

The TS Segment recorded revenue of RM1.8 million and an LBT of RM3.5 million in Q4 FY2026, compared to revenue of RM0.8 million and an LBT of RM5.7 million in the preceding financial quarter. The lower LBT was mainly attributable to higher contributions from the M&E construction business, coupled with a lower impairment loss on trade receivables of RM3.5 million recognised in Q4 FY2026, compared to RM5.4 million in the preceding financial quarter. Excluding the impairment loss on trade receivables recognised in Q4 FY2026, the TS Segment would have reported a PBT.

iii. ICT Segment

The ICT Segment recorded revenue of RM1.4 million and an LBT of RM0.5 million in Q4 FY2026, compared to revenue of RM1.2 million and an LBT of RM0.2 million in the preceding financial quarter.

The increase in revenue was primarily attributable to higher one-off service revenue recognised in Q4 FY2026. The higher LBT reported in Q4 FY2026 was primarily attributable to the recognition of an impairment loss on trade receivables amounting to RM0.8 million. Excluding the impairment loss on trade receivables recognised in Q4 FY2026, the ICT Segment would have reported a PBT.

iv. Other Segment

The Other Segment recorded revenue of RM0.5 million and an LBT of RM5.1 million in Q4 FY2026, compared to revenue of RM0.3 million and an LBT of RM2.0 million in the preceding financial quarter.

The higher LBT was mainly attributable to the recognition of a fair value loss on quoted investments of RM0.5 million in Q4 FY2026, compared to a fair value gain of RM3.7 million recognised in the preceding financial quarter. Included in the LBT of the preceding financial quarter was a share-based payment expenses of RM0.9 million, which did not recur in Q4 FY2026.

B3 Prospects

Looking ahead, the Board and Management remain focused on strengthening the Group's operating performance through disciplined project execution, cost management and selective participation in opportunities aligned with its core capabilities. The Group will continue to build on its existing exposure across O&G services, technical services, data centre infrastructure and ICT, while remaining mindful of project timing, input cost pressures and the broader operating environment.

The Group's ongoing data centre-related works in Johor Bahru, comprising the RM70 million civil and structural works package and additional work order of up to RM59.04 million, provide a reference point for its specialised engineering, infrastructure and HVAC-related capabilities. At the same time, Propel Global's MoU with Sabah Energy Corporation Sdn. Bhd. and Reservoir Link Energy Bhd to explore modular gas-to-power solutions in Sabah, together with the RM64 million gross development value Riverpoint project in Kuantan, reflects the Group's efforts to broaden its exposure to energy infrastructure and property development opportunities beyond its traditional business segments.

The Group remains cautiously optimistic on its longer-term prospects and will continue to focus on improving project visibility, enhancing operational efficiency and building a more diversified business platform to support a more sustainable recovery trajectory.

B4 Variances from Profit Forecast and Profit Guarantee

The disclosure requirements for explanatory notes for variances from profit forecast or profit guarantee are not applicable.

B5 Income Tax Expense

	Current Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.06.2026 RM'000	30.06.2025 RM'000	30.06.2026 RM'000	30.06.2025 RM'000
In respect of the current period:				
Current Income tax				
- Current period	(252)	140	488	1,851
- Prior period	-	(64)	296	321
Capital Gains Tax ("CGT")	-	-	519	-
	(252)	76	1,303	2,172
Deferred tax				
- Current period	(36)	(20)	(57)	(20)
- Prior period	-	(35)	-	(35)
	(36)	(55)	(57)	(55)
Total	(288)	21	1,246	2,117

The Group recorded an income tax expense despite recording a loss before tax for the current financial period, mainly attributable to taxable profits generated by certain subsidiaries and capital gains tax of RM0.5 million incurred during the period. The tax expense also included tax arising from certain non-deductible expenses and other tax adjustments.

B6 Sale of Quoted Investments and Properties

During the current financial period, Propel Global Berhad ("PGB") disposed of a portion of its investment in quoted shares, representing an investment cost of approximately RM1.22 million. As at the end of the financial period, the carrying amount of the quoted investments is approximately RM14.4 million. The Group also completed the disposal of two investment properties at its carrying amounts, resulting in no gain or loss on disposal.

There were no disposals of other quoted investments and properties during the quarter under review.

B7 Status of Corporate Proposals

On 10 July 2025, the Company proposed to undertake a proposed private placement of up to 73,024,156 new ordinary shares in the Company, representing up to approximately 10% of the total number of issued shares of the Company, to independent third-party investor(s) to be identified, at an issue price to be determined at a later date ("Proposed Private Placement"). Bursa Securities had via its letter dated 18 July 2025 approved the listing and quotation of 73,024,156 new ordinary shares to be issued pursuant to the Proposed Private Placement.

Pursuant to this private placement exercise, the Company had issued and allotted

- 3,500,000 new ordinary shares at RM0.09 each and the said shares were listed on 5 August 2025;
- 15,000,000 new ordinary shares at RM0.071 each and the said shares were listed on 24 October 2025; and
- 12,450,000 new ordinary shares at RM0.063 each and the said shares were listed on 3 February 2026.

Pursuant to the extension of time granted by Bursa Securities, the timeframe for the implementation of the private placement lapsed on 16 July 2026. Accordingly, the private placement was deemed completed on that date. In total, 30,950,000 new ordinary shares were issued and allotted pursuant to the private placement.

On 7 October 2025, Propel Oilfield Services Sdn Bhd ("POSSB"), a 49.0%-owned subsidiary of the Company had entered into a conditional share sale agreement with Reservoir Link Sdn. Bhd. ("RLSB"), a wholly-owned subsidiary of Reservoir Link Energy Bhd ("RLEB") for the proposed disposal by POSSB of its remaining 70% equity interest in Propel Maxflo Sdn Bhd ("PMAX") to RLSB for a disposal consideration of RM17,240,000 to be satisfied via a combination of cash payment of RM13,792,000 and the issuance of 18,688,347 new ordinary shares in RLEB at an issue price of RM0.1845 each ("Proposed Disposal").

In conjunction with the Proposed Disposal, the Board of Directors of PGB also proposed to undertake the following:

(i) Proposed reduction of the issued share capital of PGB by RM65.5 million pursuant to Section 117 of the Companies Act 2016; and

(ii) Proposed private placement of up to 146,700,000 new ordinary shares in PGB, representing up to approximately 20% of the total number of issued shares of the Company (excluding treasury shares, if any).

(Collectively with the Proposed Disposal are referred to as "the Proposals")

The shareholders had duly approved the Proposals at the Extraordinary General Meeting held on 30 December 2025.

B7 Status of Corporate Proposals (cont'd)

On 21 January 2026, the Proposed Disposal was completed in accordance with the terms and conditions of the SSA following the allotment and issuance of 18,688,347 Consideration Shares by RLEB to PGB on even date. The 18,688,347 Consideration Shares were listed and quoted on the Main Market of Bursa Securities on 23 January 2026. The balance Cash Consideration of RM12,068,000 remains outstanding as at the date of this report. Pursuant to the terms of the share sale agreement, late payment interest at the rate of 8% per annum continues to accrue on the outstanding amount until full settlement. Both parties continue to work towards the finalisation of the settlement.

The Company received a notice dated 19 March 2026 issued by the Registrar of Companies confirming that all the requirements with respect to the Proposed Capital Reduction as stated in the special resolution dated 30 December 2025 ("Notice") have been complied with. Pursuant to Section 119(4) of the Act, the Notice shall be conclusive evidence that all the requirements of the Act with respect to the Proposed Capital Reduction have been complied with. Accordingly, the Proposed Capital Reduction took effect on 19 March 2026 and is deemed completed.

Pursuant to this private placement exercise, the Company had issued and allotted

- 44,364,400 new ordinary shares at RM0.0630 each and the said shares were listed on 30 January 2026; and
- 17,123,280 new ordinary shares at RM0.0584 each and the said shares were listed on 27 July 2026.

The Company was granted an extension of time until 18 November 2026 to complete the implementation of the Private Placement.

B8 Other information

Pursuant to the Long Term Incentive Plan implemented effective from 7 October 2022 and Paragraph 9.19(51) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, the Company has made the award of share grant and offer of share options to the Directors and Selected Executives of the Company as announced on 6 November 2023 and 4 November 2024.

As at the date of this report, the Company had issued and allotted 11,079,400 new ordinary shares at RM0.14 each, 12,329,400 new ordinary shares at RM0.07 each and 12,329,900 new ordinary shares at RM0.075 each, arising from the Executive Share Grant Scheme ("ESGS").

On 30 December 2025, the Company cancelled the share options that were granted and not exercised to-date.

B9 Utilisation of proceeds

(i) On 10 July 2025, the Company proposed to undertake a proposed private placement of up to 73,024,156 new ordinary shares in the Company, representing up to approximately 10% of the total number of issued shares of the Company. Pursuant to the extension of time granted by Bursa Securities, the timeframe for the implementation of the private placement lapsed on 16 July 2026. Accordingly, the private placement was deemed completed on that date. The Company has as at 30 June 2026 issued 30,950,000 new ordinary shares and raised proceeds of RM2.2 million. The utilisation is as follows:

Purpose	Proceeds raised	Actual utilisation	Reallocation	Balance to Utilise	Expected Time Frame for Utilisation
	RM'000	RM'000	RM'000	RM'000	
Working capital for overheads	2,125	(2,125)	-	-	Within12 months
Private placements expenses	40	(40)	-	-	Upon completion
	2,165	(2,165)	-	-	

(ii) On 7 October 2025, the Company proposed to undertake a proposed private placement of up to 146,700,000 new ordinary shares in the Company, representing up to approximately 20% of the total number of issued shares of the Company. The Company has as at 30 June 2026 issued 44,364,400 new ordinary shares and raised proceeds of RM2.8 million. The utilisation is as follows:

Purpose	Proceeds raised	Actual utilisation	Reallocation	Balance to Utilise	Expected Time Frame for Utilisation*
	RM'000	RM'000	RM'000	RM'000	
Project expenditures	2,020	(2,020)	-	-	Within 24 months
Repayment of bank borrowings	510	(510)	-	-	Within 12 months
Private placements expenses	265	(261)	-	4	Within 1 month
	2,795	(2,791)	-	4	

* From the date of listing of the placement shares

B10 Group's borrowings and debt securities

The Group's borrowings are as follows:

	Short-term RM'000	Long-term RM'000	Total Outstanding RM'000
Secured borrowings			
Term loans	4,458	24,600	29,058
Margin financing	5,354	-	5,354
Bank overdraft	2,796	-	2,796
	12,608	24,600	37,208

B11 Material litigation

The Group and the Company is not involved in any material litigation as at the date of this report.

B12 Proposed Dividends

No dividend has been proposed for payment for the quarter under review.

B13 Loss per share

(a) Basic loss per share

The basic loss per share is calculated based on the consolidated loss for the financial period attributable to owners of the Company and the weighted average number of ordinary shares in issue during the financial period as follows:

	Current Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.06.2026	30.06.2025	30.06.2026	30.06.2025
Basic loss per share				
Net loss for the period attributable to ordinary equity holders of the Company (RM'000)	(9,771)	(15,589)	(27,209)	(24,178)
Weighted average number of shares in issue ('000)	830,215	730,153	782,205	709,999
Basic loss per share (sen)	(1.18)	(2.14)	(3.48)	(3.41)

(b) Diluted loss per share

For the purpose of calculating diluted loss per share, the amount is calculated by dividing profit or loss for the financial period attributable to owners of the Company by the weighted average number of ordinary shares that would be issued on the issuance of all dilutive potential ordinary shares as follows:

	Current Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.06.2026	30.06.2025	30.06.2026	30.06.2025
Diluted loss per share				
Net loss for the period attributable to ordinary equity holders of the Company (RM'000)	(9,771)	(15,589)	(27,209)	(24,178)
Weighted average number of shares in issue ('000)	830,215	730,153	782,205	709,999
Effect of ESGS outstanding units ('000)	-	24,659	-	24,659
	830,215	754,812	782,205	734,658
Diluted loss per share (in sen)	(1.18)	(2.07)	(3.48)	(3.29)

B14 Additional disclosure as per Appendix 9B, Part A, Note 16 of Listing Requirement of Bursa Malaysia Securities Berhad

	Current Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.06.2026 RM'000	30.06.2025 RM'000	30.06.2026 RM'000	30.06.2025 RM'000
Profit/(loss) before tax is arrived after charging/(crediting):				
Amortisation of intangible assets	42	66	180	174
Bad debts written off	2	1,584	57	1,584
Deposits written off	2	-	2	7
Depreciation on:				
- property, plant and equipment	546	304	1,622	1,197
- right-of-use assets	605	433	1,963	1,824
Dividend income from other investments	(64)	(2)	(64)	(2)
Equity settled share-based payments	-	1,462	3,415	1,462
Fair value loss/(gain):				
- investment properties	243	200	243	200
- other investment	532	3,826	(2,963)	4,638
Loss/(Gain) on disposal of:				
- investment in subsidiary	-	1,145	(5,382)	1,145
- other investment	-	(7)	62	(11)
- property, plant and equipment	2	(1)	(140)	(1)
Impairment loss/(reversal of impairment loss) on:				
- contract assets	547	14	547	14
- goodwill on consolidation	-	93	-	293
- investment properties	-	-	223	-
- other receivables	-	-	-	(2)
- trade receivables	4,510	4,753	11,025	4,753
Intangible asset written off	-	-	789	-
Interest expenses	493	782	1,617	1,615
Interest income	(713)	(137)	(1,025)	(457)
Inventories written down	5	-	367	-
Loss/(gain) on foreign exchange				
- realised	53	303	818	749
- unrealised	(79)	79	(116)	492
Loss on lease modification	42	-	42	-
Net loss on financial liabilities carried at amortised costs	-	32	-	161
Property, plant and equipment written off	106	2	108	2
Rental income	(91)	(34)	(355)	(60)
Waiver of debts from a joint venture	-	(95)	-	(95)

By Order of the Board

Leong Oi Wah
Secretary
28 August 2026