



**PANTECH GROUP HOLDINGS BERHAD**

Company No. 200601013856 (733607-W)

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 28 FEBRUARY 2025**

	<b>Fourth Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year</b>	<b>Preceding Year</b>	<b>Current Year</b>	<b>Preceding Year</b>
	<b>Quarter</b>	<b>Corresponding Quarter</b>	<b>To Date</b>	<b>Corresponding Period</b>
	<b>28/02/2025</b>	<b>29/02/2024</b>	<b>28/02/2025</b>	<b>29/02/2024</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>	<b>192,988</b>	230,040	<b>947,477</b>	946,631
Operating expenses	(171,917)	(198,187)	(830,941)	(817,223)
Other operating income	2,624	7,558	8,694	19,349
<b>Profit from operations</b>	<b>23,695</b>	<b>39,411</b>	<b>125,230</b>	<b>148,757</b>
Finance cost	(2,780)	(2,719)	(11,849)	(11,644)
Share of (loss)/profit in associate company	(428)	58	(67)	319
<b>Profit before taxation</b>	<b>20,487</b>	<b>36,750</b>	<b>113,314</b>	<b>137,432</b>
Taxation	(6,233)	(7,758)	(30,816)	(31,886)
<b>Profit for the period</b>	<b>14,254</b>	<b>28,992</b>	<b>82,498</b>	<b>105,546</b>
<b>Other comprehensive income net of tax</b>				
Surplus on revaluation of properties	90,506	-	90,506	-
Tax effect on item that will not be reclassified to profit or loss	(16,547)	-	(16,547)	-
Foreign currency translation differences for foreign operation	(423)	1,540	(2,218)	5,254
Realisation of revaluation reserve upon depreciation of revalued asset	425	227	1,105	905
Transfer of revaluation reserve to unappropriated profit	(425)	(227)	(1,105)	(905)
<b>Total comprehensive income for the period</b>	<b>87,790</b>	<b>30,532</b>	<b>154,239</b>	<b>110,800</b>
<b>Profit for the period attributable to:</b>				
Owners of the company	14,254	28,992	82,498	105,546
Non-controlling interest	-	-	-	-
	<b>14,254</b>	<b>28,992</b>	<b>82,498</b>	<b>105,546</b>
<b>Total comprehensive income for the period attributable to:</b>				
Owners of the company	87,790	30,532	154,239	110,800
Non-controlling interest	-	-	-	-
	<b>87,790</b>	<b>30,532</b>	<b>154,239</b>	<b>110,800</b>
<b>Earnings per share</b>				
(a) Basic earnings per ordinary share (sen)	<b>1.71</b>	<b>3.50</b>	<b>9.91</b>	<b>12.74</b>
(b) Diluted earnings per ordinary share (sen)	<b>1.71</b>	<b>3.48</b>	<b>9.89</b>	<b>12.68</b>

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 29 February 2024 and the accompanying explanatory notes attached to the interim financial reports.

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**INTERIM FINANCIAL REPORT**
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 28 FEBRUARY 2025**

	28/02/2025 UNAUDITED RM'000	29/02/2024 AUDITED RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	446,372	346,170
Capital work-in-progress	161	2,838
Investment properties	12,600	12,400
Investment in an associate company	3,450	3,517
Goodwill on acquisition	2,343	2,343
	<u>464,926</u>	<u>367,268</u>
<b>CURRENT ASSETS</b>		
Inventories	405,194	414,204
Trade and other receivables	331,739	147,586
Amount due from an associate company	27,628	56,943
Tax recoverable	838	2,738
Fixed deposits with licensed banks	4,492	7,308
Cash and bank balances	262,914	254,666
	<u>1,032,805</u>	<u>883,445</u>
Non-current asset held for sale	1,180	-
<b>TOTAL ASSETS</b>	<u>1,498,911</u>	<u>1,250,713</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	270,600	268,428
Share application money	2	50
Treasury shares	(15,961)	(10,241)
Revaluation reserve	130,657	57,803
Other reserves	12,851	15,419
Unappropriated profits	616,545	553,919
<b>Equity attributable to owners of the Parent</b>	<u>1,014,694</u>	<u>885,378</u>
Non-Controlling Interest	144,033	-
<b>TOTAL EQUITY</b>	<u>1,158,727</u>	<u>885,378</u>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
Long term borrowings	31,258	17,730
Lease liabilities	9,950	11,121
Deferred tax liabilities	40,346	25,133
	<u>81,554</u>	<u>53,984</u>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	56,505	67,291
Short term borrowings	184,151	221,885
Amount due to an associate company	-	71
Lease liabilities	2,270	2,585
Tax payable	3,275	7,054
Dividend payable	12,429	12,465
	<u>258,630</u>	<u>311,351</u>
<b>TOTAL LIABILITIES</b>	<u>340,184</u>	<u>365,335</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,498,911</u>	<u>1,250,713</u>
<b>NET ASSETS PER SHARE (RM)</b>	<b>1.19</b>	<b>1.04</b>

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 29 February 2024 and the accompanying explanatory notes attached to the interim financial reports.

**INTERIM FINANCIAL REPORT****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 28 FEBRUARY 2025**

	<b>GROUP 28/02/2025 RM'000</b>	<b>GROUP 29/02/2024 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	<b>113,314</b>	137,432
Adjustments for:		
Allowance for impairment of receivables (net)	<b>189</b>	1,018
Allowance for slow moving inventories (net)	<b>4,274</b>	1,142
Depreciation of property, plant and equipment	<b>19,704</b>	16,698
Depreciation of right-of-use assets	<b>2,276</b>	3,545
Interest expense	<b>9,327</b>	9,986
Bad debts written off	<b>1,690</b>	21
Interest expense on lease liabilities	<b>552</b>	570
Interest income	<b>(6,722)</b>	(4,309)
Dividend income	-	(154)
Gain on disposal of non-current asset held for sale	-	(180)
Gain on disposal of other investment	-	(124)
Gain on disposal of property, plant and equipment	<b>(95)</b>	(304)
Fair value gain adjustment on investment properties	<b>(200)</b>	(650)
Fair value loss on other investments	-	55
Gain on fair value of derivatives financial instruments	-	(12)
Unrealised exchange loss/(gain) on foreign exchange	<b>4,798</b>	(1,096)
Other non-cash items	<b>256</b>	(5)
<b>Operating profit before changes in working capital</b>	<b>149,363</b>	163,633
Changes in working capital:-		
Inventories	<b>4,737</b>	(9,905)
Receivables	<b>(13,037)</b>	27,718
Payables	<b>(15,577)</b>	22,089
Associate company	<b>29,244</b>	(35,876)
<b>Cash generated from operations</b>	<b>154,730</b>	167,659
Tax paid (net)	<b>(34,004)</b>	(36,464)
<b>Net cash generated from operating activities</b>	<b>120,726</b>	131,195
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Dividend received	-	154
Interest received	<b>6,722</b>	4,309
Purchase of property, plant and equipment	<b>(29,270)</b>	(18,196)
Proceeds from disposal of property, plant and equipment	<b>252</b>	323
Proceeds from disposal of non-current asset held for sale	-	2,380
Proceeds from disposal of other investment	-	2,585
Capital work-in-progress incurred	<b>(779)</b>	(2,941)
Placement of other investments	-	(494)
<b>Net cash used in investing activities</b>	<b>(23,075)</b>	(11,880)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	<b>(49,982)</b>	(49,719)
Proceeds from issuance of share capital	<b>1,689</b>	3,981
Purchase of treasury shares	<b>(5,720)</b>	(1,085)
Interest paid	<b>(9,879)</b>	(10,556)
Share application money	<b>(49)</b>	-
Repayment of lease liabilities	<b>(2,589)</b>	(2,536)
(Repayment of)/Drawdown of short-term borrowings	<b>(41,399)</b>	26,153
Drawdown of borrowings	<b>30,471</b>	6,220
Repayment of borrowings	<b>(13,279)</b>	(13,414)
<b>Net cash used in financing activities</b>	<b>(90,737)</b>	(40,956)



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**INTERIM FINANCIAL REPORT**

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED  
28 FEBRUARY 2025 (CONTINUED)**

	<b>GROUP 28/02/2025 RM'000</b>	<b>GROUP 29/02/2024 RM'000</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>6,914</b>	78,359
<b>EFFECT OF EXCHANGE RATE CHANGES</b>	<b>(1,482)</b>	3,590
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>261,974</b>	180,025
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>267,406</b>	261,974

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 29 February 2024 and the accompanying explanatory notes attached to the interim financial reports.



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**INTERIM FINANCIAL REPORT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 28 FEBRUARY 2025**

	Attributable to Owners of the Company							
	Non-Distributable				Distributable			
	Share Capital RM'000	Share Application Money RM'000	Treasury Shares RM'000	Revaluation Reserve RM'000	Share Option Reserve RM'000	Exchange Translation Reserve RM'000	Unappropriated Profits RM'000	Total Equity RM'000
Balance as at 1 March 2023	263,417	52	(9,156)	58,708	1,630	9,257	497,285	821,193
Transactions with owners:								
Issuance of shares pursuant to exercise of ESOS	5,011	-	-	-	(1,029)	-	-	3,982
Share application money	-	(2)	-	-	-	-	-	(2)
Acquisition of treasury shares	-	-	(1,085)	-	-	-	-	(1,085)
Share options granted under ESOS	-	-	-	-	307	-	-	307
Final dividend paid to shareholders	-	-	-	-	-	-	(12,438)	(12,438)
First interim dividend paid to shareholders	-	-	-	-	-	-	(12,452)	(12,452)
Second interim dividend paid to shareholders	-	-	-	-	-	-	(12,462)	(12,462)
Third interim dividend payable to Shareholders	-	-	-	-	-	-	(12,465)	(12,465)
Total transactions with owners	5,011	(2)	(1,085)	-	(722)	-	(49,817)	(46,615)
Profit for the period	-	-	-	-	-	-	105,546	105,546
Other comprehensive income for the period	-	-	-	(905)	-	5,254	905	5,254
Total comprehensive income for the period	-	-	-	(905)	-	5,254	106,451	110,800
Balance as at 29 February 2024	268,428	50	(10,241)	57,803	908	14,511	553,919	885,378

*The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 29 February 2024 and the accompanying explanatory notes attached to the interim financial reports*



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**INTERIM FINANCIAL REPORT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 28 FEBRUARY 2025 (continued)**

	Attributable to Owners of the Company									
	Non-Distributable			Distributable						
	Share Capital RM'000	Share Application Money RM'000	Treasury Shares RM'000	Revaluation Reserve RM'000	Share Option Reserve RM'000	Exchange Translation Reserve RM'000	Unappropriated Profits RM'000	Total RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
Balance as at 1 March 2024	268,428	50	(10,241)	57,803	907	14,512	553,919	885,378	-	885,378
Transactions with owners:										
Issuance of shares pursuant to exercise of ESOS	2,172	-	-	-	(483)	-	-	1,689	-	1,689
Shares issued to Non-controlling interest	-	-	-	-	-	-	28,964	28,964	144,033	172,997
Share application money	-	(48)	-	-	-	-	-	(48)	-	(48)
Acquisition of treasury shares	-	-	(5,720)	-	-	-	-	(5,720)	-	(5,720)
Share options granted under ESOS	-	-	-	-	133	-	-	133	-	133
Final dividend paid to shareholders	-	-	-	-	-	-	(12,483)	(12,483)	-	(12,483)
First interim dividend paid to shareholders	-	-	-	-	-	-	(12,508)	(12,508)	-	(12,508)
Second interim dividend paid to shareholders	-	-	-	-	-	-	(12,518)	(12,518)	-	(12,518)
Third interim dividend payable to Shareholders	-	-	-	-	-	-	(12,432)	(12,432)	-	(12,432)
Total transactions with owners	2,172	(48)	(5,720)	-	(350)	-	(20,977)	(24,923)	144,033	119,110
Profit for the period	-	-	-	-	-	-	82,498	82,498	-	82,498
Other comprehensive income for the period	-	-	-	72,854	-	(2,218)	1,105	71,741	-	71,741
Total comprehensive income for the period	-	-	-	72,854	-	(2,218)	83,603	154,239	-	154,239
Balance as at 28 February 2025	270,600	2	(15,961)	130,657	557	12,294	616,545	1,014,694	144,033	1,158,727

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 29 February 2024 and the accompanying explanatory notes attached to the interim financial reports



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## INTERIM FINANCIAL REPORT

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### A. EXPLANATORY NOTES PURSUANT TO MFRS 134

#### A1 Basis of Preparation

The interim financial statements have been prepared under the historical cost convention except for the revaluation of properties included within property, plant and equipment and investment properties which are stated at fair value.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") No 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad. These interim financial statements also comply with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board ("IASB").

The interim financial statements should be read in conjunction with the audited financial statements of the Company for the financial year ended 29 February 2024. These explanatory notes attached to the interim financial statements provide an 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 29 February 2024.

#### A2 Summary of Significant Accounting Policies

##### (a) Adoption of new or revised MFRSs

Significant accounting policies adopted by the Group in this interim financial statements are consistent with those of the audited financial statements for year ended 29 February 2024, except for adoption of the new and revised MFRSs and IC Interpretations approved by the Malaysian Accounting Standards Board and applicable for current financial year. The initial application of the new and revised MFRSs and interpretations has no material impacts to this interim financial statements.

##### (b) Standards Issued But Not Yet Effective

At the date of authorisation of this interim financial statement, the MASB has approved certain new standards, amendments and interpretations to existing standards which are not yet effective, and have not been early adopted by the Group.

##### (i) Amendments effective for period beginning on or after 1 January 2025

- Amendments to MFRS 121 – *The Effects of Changes in Foreign Exchange Rates*

##### (ii) Amendments effective for the period beginning on or after 1 January 2026

- Amendments to MFRS 9 – *Financial Instruments*
- Amendments to MFRS 7 – *Financial Instruments – Disclosures*
- Annual Improvements to MFRS Accounting Standards – Volume 11

##### (iii) MFRS effective for period beginning on or after 1 January 2027

- MFRS 18 – *Presentation and Disclosure in Financial Statements*
- MFRS 19 – *Subsidiaries without Public Accountability: Disclosures\**



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## INTERIM FINANCIAL REPORT

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**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTINUED)**

**A2 Summary of Significant Accounting Policies (continued)**

**(b) Standards Issued But Not Yet Effective (continued)**

**(iv) Amendments effective for date yet to be confirmed**

- Amendments to MFRS 10 – *Combined Financial Statements*
- Amendments to MFRS 128 – *Investments in Associates and Joint Ventures*\*

\*Not applicable to the Group's and the Company's operations

The management anticipates that all of the relevant pronouncements will be adopted in the Group's accounting policies for the first period beginning after the effective date of the pronouncement. The initial application of the new standards, amendments and interpretations are not expected to have any material impacts to the interim financial statement of the Group.

**A3 Audit Report of Preceding Annual Financial Statement**

The audited financial statements of the Company and its subsidiary companies for the financial year ended 29 February 2024 were not subject to any audit qualification.

**A4 Seasonal or Cyclical Factors**

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

**A5 Significant Matters, Unusual Items or Transactions due to Their Nature, Size or Incidence**

There were no significant matters, unusual items or transactions that affected the assets, liabilities, equity, net income and cash flows of the Group during the quarter under review.

**A6 Material Changes in Estimates**

There were no changes in estimates that have a material effect during the quarter under review.





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## **INTERIM FINANCIAL REPORT**

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### **A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTINUED)**

#### **A7 Debt and Equity Securities**

Save as disclosed below, there were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities in the Company:

##### **a) Treasury Shares**

During the current financial year-to-date under review, the Company had purchased 6,380,000 ordinary share or 0.75% of its issued share capital from the open market at the average price paid of RM0.90 per share. The purchase transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 127 of the Companies Act, 2016.

The Company has the right to cancel, resell any shares purchased and/or distributes as dividends at a later date. As treasury shares, the rights attached to voting, dividends and participation in other distribution is suspended.

As at the end of financial year-to-date under review, the number of ordinary shares in issue after deducting treasury shares against equity is 828,571,854 ordinary shares.

##### **b) Employees' Share Option Scheme ("ESOS")**

During the current financial year-to-date under review, 3,485,875 new ordinary shares were issued under the Company's ESOS.



## INTERIM FINANCIAL REPORT

### A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTINUED)

#### A8 Dividend Paid

	<b>Current Year To-date RM'000</b>	<b>Preceding Year Corresponding Period RM'000</b>
<b>Second interim dividend in respect of financial year ended 28 February 2025, paid on 20 December 2024</b> Single tier dividend of 1.5 sen per ordinary share	<b>12,518</b>	
<b>First interim dividend in respect of financial year ended 28 February 2025, paid on 18 October 2024</b> Single tier dividend of 1.5 sen per ordinary share	<b>12,508</b>	
<b>Final single tier dividend in respect of financial year ended 29 February 2024, paid on 13 September 2024</b> Single tier dividend of 1.5 sen per ordinary share	<b>12,483</b>	
<b>Third interim dividend in respect of financial year ended 29 February 2024, paid on 26 March 2024</b> Single tier dividend of 1.5 sen per ordinary share	<b>12,473</b>	
<b>Second interim dividend in respect of financial year ended 29 February 2024, paid on 12 January 2024</b> Single tier dividend of 1.5 sen per ordinary share		12,462
<b>First interim dividend in respect of financial year ended 29 February 2024, paid on 20 October 2023</b> Single tier dividend of 1.5 sen per ordinary share		12,452
<b>Final single tier dividend in respect of financial year ended 28 February 2023, paid on 15 September 2023</b> Single tier dividend of 1.5 sen per ordinary share		12,438
<b>Third interim dividend in respect of financial year ended 28 February 2023, paid on 24 March 2023</b> Single tier dividend of 1.5 sen per ordinary share		12,367
	<b>49,982</b>	<b>49,719</b>

Subsequent to the interim financial period ended 28 February 2025, the Company had on 28 March 2025 distributed a third interim single tier dividend of 1.50 sen per ordinary share in respect of financial year ended 28 February 2025, amounting to approximately RM12.43 million.



## INTERIM FINANCIAL REPORT

### A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTINUED)

#### A9 Segment Information

The Group is principally engaged in the business segments of trading of PVF\*, manufacturing of pipes and pipe fittings, galvanising, investments and management.

	Trading of PVF products RM'000	Manufacturing of pipes & pipe fittings, galvanising RM'000	Investment and Management RM'000	Elimination RM'000	Total RM'000
<b>Period ended 28 February 2025</b>					
<b>Revenue</b>					
External revenue	429,530	517,947	-	-	947,477
Intersegment revenue	25,868	63,805	74,642	(164,315)	-
Total revenue	455,398	581,752	74,642	(164,315)	947,477
<b>Segment profit</b>	44,647	78,332	256,676	(261,147)	118,508
Interest income					6,722
Finance costs					(11,849)
Share of loss in associate					(67)
Profit before tax					113,314

	Trading of PVF products RM'000	Manufacturing of pipes & pipe fittings, galvanising RM'000	Investment and Management RM'000	Elimination RM'000	Total RM'000
<b>Period ended 29 February 2024</b>					
<b>Revenue</b>					
External revenue	510,979	435,652	-	-	946,631
Intersegment revenue	28,100	79,021	69,400	(176,521)	-
Total revenue	539,079	514,673	69,400	(176,521)	946,631
<b>Segment profit</b>	67,374	78,371	70,823	(72,120)	144,448
Interest income					4,309
Finance costs					(11,644)
Share of profit in associate					319
Profit before tax					137,432

\* PVF: Represents pipes, valves and fittings.



## INTERIM FINANCIAL REPORT

### A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTINUED)

#### A9 Segment Information (continued)

Analysis of the Group's revenue by geographical segments:

	Revenue	
	-- 12 months ended 28 February 2025 --	Preceding Year
	Current Year to-date RM'000	Corresponding Period RM'000
Generated by Malaysia operation	1,073,480	1,078,255
Generated by overseas operation	38,312	44,897
	1,111,792	1,123,152
Inter-segments elimination	(164,315)	(176,521)
	947,477	946,631

#### A10 Valuation of Property, Plant and Equipment

Property, plant and equipment of the Group are stated at cost or valuation less accumulated depreciation and any accumulated impairment losses.

During the quarter under review, a revaluation exercise was carried out for land and buildings of the Group. The resulting revaluation surplus and deficit has been accounted into the financial statements of the Group as at 28 February 2025.

#### A11 Material Events Subsequent to the End of the Interim Period

There were no significant material events subsequent to the current financial quarter to date of this announcement, which is likely to substantially affect the results and the operations of the Group.

#### A12 Changes in the Composition of the Group

During the quarter under review, the Group has completed the disposal of Pantech Stainless & Alloy Industries Sdn Bhd ("PSA") and Pantech Steel Industries Sdn Bhd ("PSI") to Pantech Global Berhad ("PGB") pursuant to PGB's IPO for 587,772,000 PGB shares consideration. On 28 February 2025, PGB increased its share capital to 850,000,000 through a public issue of 262,228,000 shares pursuant to the listing of IPO shares. As at end of current quarter, the Group hold 69.15% interest in PGB.



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## INTERIM FINANCIAL REPORT

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### A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTINUED)

#### A13 Contingent Liabilities

As at the date of this announcement, there were no material contingent liabilities incurred by the Group which, upon crystallisation would have a material impact on the financial position and business of the Group.

The Company has provided the following corporate guarantees to financial institutions and suppliers for credit facilities granted to its subsidiaries: -

	<b>28 February 2025</b>
	<b>RM'000</b>
Corporate guarantees	<u>764,017</u> *

\* Represents the total limit of Pantech's corporate guarantee

#### A14 Capital Commitments

Authorised capital commitments not provided for in the interim financial statements as at 28 February 2025 are as follows: -

	<b>28 February 2025</b>
	<b>RM'000</b>
Approved and contracted for	<u><u>31,231</u></u>



## INTERIM FINANCIAL REPORT

### B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

#### B1 Review of Performance

Business Segment	Revenue Current Quarter		Revenue 12 months to	
	28-Feb-25	29-Feb-24	28-Feb-25	29-Feb-24
	RM'000	RM'000	RM'000	RM'000
Trading	68,928	121,136	429,530	510,979
Manufacturing	124,060	108,904	517,947	435,652
Investment and Management	-	-	-	-
Consolidated Total	192,988	230,040	947,477	946,631

Business Segment	Profit Before Taxation Current Quarter		Profit Before Taxation 12 months to	
	28-Feb-25	29-Feb-24	28-Feb-25	29-Feb-24
	RM'000	RM'000	RM'000	RM'000
Trading	3,773	19,175	44,062	59,795
Manufacturing	21,767	15,530	77,380	78,272
Investment and Management	(5,053)	2,045	(8,128)	(635)
Consolidated Total	20,487	36,750	113,314	137,432

#### Trading Division

For the current quarter ended 28 February 2025, the trading division recorded lower external revenue of RM68.93 million (Q4FY24: RM121.14 million) and segment profit before tax of RM3.77 million (Q4FY24: RM19.18 million), a decrease of approximately RM52.21 million (43.10%) and RM15.41 million (80.34%) respectively.

For the 12 months ended 28 February 2025, the trading division recorded lower external revenue of RM429.53 million (12 months FY24: RM510.98 million) and segment profit before tax of RM44.06 million (12 months FY24: RM59.80 million), a decrease of approximately RM81.45 million (15.94%) and RM15.74 million (26.32%) respectively.

The lower revenue and profit before tax for the current quarter and 12 months ended 28 February 2025 was mainly due to lower sales demand from local oil and gas industry in the current quarter and unfavourable foreign exchange rate movement during second half of the year.



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## INTERIM FINANCIAL REPORT

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### **B ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (CONTINUED)**

#### **B1 Review of Performance (continued)**

##### **Manufacturing Division**

For the current quarter ended 28 February 2025, the manufacturing division recorded higher external revenue of RM124.06 million (Q4FY24: RM108.90 million) and segment profit before tax of RM21.77 million (Q4FY24: RM15.53 million), an increase of approximately RM15.16 million (13.92%) and RM6.24 million (40.18%) respectively.

The higher revenue and segment profit before tax recorded for the current quarter is mainly due to higher contribution by stainless steel manufacturing division from robust export market.

For the 12 months ended 28 February 2025, the manufacturing division recorded higher external revenue of RM517.95 million (12 months FY24: RM435.65 million) and comparable segment profit before tax of RM77.38 million (12 months FY24: RM78.27 million), an increase of approximately RM82.30 million (18.89%) and decrease of approximately RM0.89 million (1.14%) respectively.

The robust overseas market has contributed positively to higher manufacturing division revenue. However, the lower segment profit before tax for the 12 months ended 28 February 2025 was mainly due to unfavourable foreign exchange rate movement.

##### **Investment and Management Division**

This is mainly inter-group dividend and management fees income and group related expenses, including PGB listing expenses.

##### **Group Performance**

For the current quarter ended 28 February 2025, the Group registered lower revenue of RM192.99 million (Q4FY24: RM230.04 million) and profit before tax ("PBT") of RM20.49 million (Q4FY24: RM36.75 million).

For the 12 months ended 28 February 2025, the Group registered a comparable revenue of RM947.48 million (12 months FY24: RM946.63 million) but lower PBT of RM113.31 million (12 months FY24: RM137.43 million).

The lower PBT was mainly due to foreign exchange loss arising from the translation of foreign currency-denominated financial assets, following the strengthening of Ringgit Malaysia during the year.



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## INTERIM FINANCIAL REPORT

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**B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (CONTINUED)**

**B2 Variation of Results against Preceding Quarter**

In the current quarter under review, the Group reported a lower revenue of RM192.99 million compared to the preceding quarter of RM246.63 million, and lower profit after taxation ("PAT") of RM14.25 million compared to preceding quarter of RM21.24 million. The lower revenue and PAT for the current quarter was mainly due to lower sales demand from the local oil and gas industry.

**B3 Prospects**

Oil and gas capital expenditure is expected to remain supported by sustained global oil prices and renewed focus on upstream and downstream activities in the longer term. Increased investments in facilities maintenance, asset integrity, and infrastructure upgrades by oil majors are anticipated to drive sustained demand for our products in both domestic and international markets.

Malaysia's broader industrial landscape continues to grow, supported by government initiatives and sustained global demand under various free trade agreements, presenting opportunities for the Group's diversified product offerings across adjacent industries. The Group's financial performance remains unaffected by the US's reciprocal tariffs as steel articles are already subject to Section 232 tariffs of the Trade Expansion Act of 1962 in the US, which are borne by the US importers.

Looking ahead, the Group will continue to prudently strengthen its revenue-generating business segments while enhancing product quality and service excellence. The Group will continue to explore strategic growth opportunities locally and abroad, solidifying its position as a leading provider of pipes, valves, and fittings solutions for the oil and gas, petrochemical, and industrial sectors.

The Group remains vigilant of ongoing macroeconomic challenges, including currency volatility, geopolitical tensions, trade policy risks, and supply chain disruptions. In response, the Group continues to prioritize proactive risk mitigation through disciplined cost management, operational efficiency, and leveraging its diversified market presence to navigate these uncertainties effectively.

Barring any unforeseen circumstances, the Group is cautiously optimistic in delivering a resilient performance for the next financial year.





## INTERIM FINANCIAL REPORT

### B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (CONTINUED)

#### B4 Variance on Profit Forecast/Profit Guarantee

There is no profit forecast or guarantee issued by the Group for the current financial year and quarter under review.

#### B5 Taxation

	Individual Quarter		Cumulative Quarter	
		Preceding Year		Preceding Year
	Current Year Quarter	Corresponding Quarter	Current Year To Date	Corresponding Period
	28-Feb-25	29-Feb-2024	28-Feb-2025	29-Feb-2024
	RM'000	RM'000	RM'000	RM'000
Current taxation	6,054	8,290	33,703	33,072
Over provision in prior year	-	(15)	(1,577)	(227)
Transferred to deferred tax liabilities	243	(450)	(1,047)	(694)
Crystallisation of deferred taxation upon depreciation of revalued assets	(64)	(67)	(263)	(265)
	<u>6,233</u>	<u>7,758</u>	<u>30,816</u>	<u>31,886</u>

Tax expense for the current quarter and financial year-to-date ended 28 February 2025 is derived based on management's best estimate of the tax charges for the year. The effective tax rate of the Group for the current financial year-to-date is higher than the statutory rate, mainly due to certain expenses that are not deductible for tax purpose.

#### B6 Status of Corporate Proposals

On 3 March 2025, the Group's subsidiary PGB was successfully listed on Main Market of Bursa Malaysia. There are no corporate proposals announced but not completed as at the date of this quarterly report.



## INTERIM FINANCIAL REPORT

### B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (CONTINUED)

#### B7 Group Borrowings and Lease Liabilities

The Group's borrowings as at the end of the reporting quarter are as follows: -

<b><u>Borrowings</u></b>	<b>Current RM'000</b>	<b>Non-current RM'000</b>
<b><u>Unsecured: -</u></b>		
- Term loans	13,011	31,258
- Bankers' acceptances, trust receipts and other short term loan	123,952	-
- Foreign currency loan	47,188	-
	<u>184,151</u>	<u>31,258</u>

Foreign currency borrowings included above:

	<b>Foreign Currency '000</b>	<b>RM Equivalent '000</b>
US Dollar	<u>10,624</u>	<u>47,188</u>

<b><u>Lease Liabilities</u></b>	<b>Current RM'000</b>	<b>Non-current RM'000</b>
Lease Liabilities	<u>2,270</u>	<u>9,950</u>

#### B8 Material Litigation

There are no pending material litigations as at the date of this quarterly report that has a material effect on the financial position of the Group and the Board is not aware of any proceedings pending or threatened or of any fact likely to give rise to any proceedings, which might materially affect the position or business of the Group.

#### B9 Dividends

The Board of Directors has approved and declared a fourth interim single tier dividend of 1.50 sen per ordinary share and a special single tier dividend of 0.50 sen per ordinary share in respect of the financial year ended 28 February 2025 (Preceding year corresponding quarter: 1.50 sen). The fourth interim and special dividend will be paid on 26 June 2025 to shareholders whose name appear on the Company's Record of Depositors on 30 May 2025.

The total dividend per share for the current financial year is 6.50 sen single tier dividend per ordinary share (Preceding year corresponding period: 6.00 sen).



## INTERIM FINANCIAL REPORT

### B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (CONTINUED)

#### B9 Dividends (continued)

Moving forward, the Board has decided to adjust the dividend distribution schedule to twice a year, instead of quarterly to optimize capital management and align with the Group's long-term growth strategy. This change in frequency will not affect the dividend payout ratio, which will remain consistent with the past years. The Board remains committed to delivering sustainable returns to shareholders while ensuring efficient cash flow management to support future growth.

#### B10 Earnings per Share

##### a) Basic Earnings per Share

Basic Earnings Per Share is calculated by dividing profit for the period attributable to owners of the Company by weighted average number of ordinary shares in issue during the period: -

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	28-Feb-25 RM'000	29-Feb-24 RM'000	28-Feb-25 RM'000	29-Feb-24 RM'000
Net profit attributable to owners of the Company	14,254	28,992	82,498	105,546
Weighted average number of ordinary share in issue ('000)	832,381	828,644	832,381	828,644
<b>Basic earnings per ordinary share (sen)</b>	<b>1.71</b>	<b>3.50</b>	<b>9.91</b>	<b>12.74</b>

##### b) Diluted Earnings per Share

The Diluted Earnings per Share is calculated by dividing the profit attributable to the owners of the Company on the weighted average number of ordinary shares in issue during the period which has been adjusted for the dilutive effect of ordinary shares that would be issued upon conversion of ESOS.



## INTERIM FINANCIAL REPORT

### B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (CONTINUED)

#### B10 Earnings per Share (continued)

##### b) Diluted Earnings per Share (continued)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	28-Feb-25 RM'000	29-Feb-24 RM'000	28-Feb-25 RM'000	29-Feb-24 RM'000
Net profit attributable to owners of the Company:	14,254	28,992	82,498	105,546
Adjusted weighted average number of shares ('000):				
Weighted average number of ordinary share in issue ('000)	832,381	828,644	832,381	828,644
Adjustment for dilutive effect on exercise of ESOS options ('000)	1,869	3,950	1,869	3,950
	834,250	832,594	834,250	832,594
Diluted earnings per ordinary share (sen)	1.71	3.48	9.89	12.68

#### B11 Share Buy Back

As at end of current quarter, a total of 26,411,293 ordinary shares were retained as treasury shares and treated in accordance with the requirement of Section 127 of the Companies Act, 2016. The average price paid for the shares purchased was RM0.61 per share.



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## INTERIM FINANCIAL REPORT

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**B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (CONTINUED)**

**B12 Notes to the Condensed Consolidated Statement of Comprehensive Income**

	<b>Quarter Ended 28-Feb-25 RM'000</b>	<b>Financial Year Ending 28-Feb-25 RM'000</b>
Interest income	1,643	6,722
Other income including investment income	160	639
Interest expense	(3,106)	(9,879)
Depreciation and amortization	(5,898)	(21,980)
Reversal of/(Allowance for) impairment and write off of receivables	1,354	(189)
Allowance of slow moving and write off of inventories	(52)	(4,274)
(Loss)/Gain on disposal of property, plant and equipment	(118)	95
Impairment of assets	63	(9)
Fair value gain on investment properties	200	200
Realised foreign exchange gain/(loss)	1,650	(10,660)
Unrealised foreign exchange loss	(1,848)	(4,798)
Loss on derivatives	-	-
Exceptional items	-	-

**Date: 29 April 2025**