

EVERSENDAI

EVERSENDAI CORPORATION BERHAD
Company No. 200301011640 (614060-A)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDING 31 DECEMBER 2025

THIRD QUARTER ENDED 30 SEPTEMBER 2025
(Figures are not audited unless otherwise specified)
(In Ringgit Malaysia)

Dated 27 November 2025

EVERSEND AI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Date: 27 November 2025

**INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDING 31 DECEMBER 2025
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2025**

Table of contents	Page
Summary of Key Financial Information	1
Condensed Consolidated Statement of Comprehensive Income	2 – 3
Condensed Consolidated Statement of Financial Position	4 – 5
Condensed Consolidated Statement of Changes in Equity	6 – 7
Condensed Consolidated Statement of Cash Flows	8 – 9
Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting	10 – 20
Explanatory Notes Pursuant to Chapter 9, Appendix 9B, Part A of the Main Market Listing Requirements of Bursa Malaysia	21 - 22

EVERSEND AI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Summary of Key Financial Information for the Third Quarter ended 30 September 2025

	Third Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30.09.2025 RM'000	30.09.2024 RM'000	30.09.2025 RM'000	30.09.2024 RM'000
1 Revenue	562,628	235,205	1,519,495	910,429
2 Profit /(loss) before tax	46,261	8,883	75,462	21,159
3 Profit /(Loss) for the period	40,664	2,241	59,185	7,151
4 Profit /(Loss) attributable to equity holders of the Company	36,285	4,375	50,897	5,101
5 Basic (loss)/earnings per share (sen)	4.65	0.56	6.52	0.65
6 Diluted (loss)/earnings per share (sen)	4.48	0.53	6.28	0.62
7 Proposed/declared dividend per share (sen)	-	-	-	-
			As at 30.06.2025 (RM)	As at 31.12.2024 (RM) (Audited)
8 Net assets per share attributable to the equity holders of the Company			0.46	0.44

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Condensed Consolidated Statement of Comprehensive Income for Third Quarter ended 30 September 2025

	Note	Third Quarter 3 months ended		Cumulative Quarter 9 months ended	
		30.09.2025 RM'000	30.09.2024 RM'000	30.09.2025 RM'000	30.09.2024 RM'000
Revenue	6	562,628	235,205	1,519,495	910,429
Cost of sales		(483,716)	(184,970)	(1,339,611)	(727,041)
Gross profit / (loss)		78,912	50,235	179,884	183,388
Interest income		121	90	1,185	842
Other income		8,409	31,005	29,623	62,431
Operating and administrative expenses		(31,141)	(35,537)	(102,662)	(147,902)
Operating Profit / (loss)		56,301	45,793	108,030	98,759
Finance costs		(10,040)	(36,910)	(32,568)	(77,600)
Profit / (loss) before tax	8	46,261	8,883	75,462	21,159
Income tax (expense)/credit	9	(5,597)	(6,642)	(16,277)	(14,008)
Profit for the period from continuing operations		40,664	2,241	59,185	7,151
Discontinued operations					
Loss for the period from discontinued operations, net of tax	10	-	-	-	-
Profit / (loss) for the period		40,664	2,241	59,185	7,151
Other comprehensive (expense)/income:					
Items that may be reclassified subsequently to profit or loss					
- Foreign currency translation		(5,102)	(80,548)	(35,740)	(66,601)
- Cash flow hedges		-	-	-	-
Total comprehensive (expense)/income for the period		35,562	(78,307)	23,445	(59,450)

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

**Condensed Consolidated Statement of Comprehensive Income for Third Quarter ended 30 September 2025
(Cont'd)**

	Third Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	30.09.2025	30.09.2024	30.09.2025	30.09.2024
	RM'000	RM'000	RM'000	RM'000
Note				
(Loss)/Profit for the period				
attributable to:				
- Equity holders of the Company	36,285	4,375	50,897	5,101
- Non-controlling interests	4,379	(2,134)	8,288	2,050
	<u>40,664</u>	<u>2,241</u>	<u>59,185</u>	<u>7,151</u>
Total comprehensive				
(expense)/income				
attributable to:				
- Equity holders of the Company	31,265	(75,959)	15,377	(61,272)
- Non-controlling interests	4,297	(2,348)	8,068	1,822
	<u>35,562</u>	<u>(78,307)</u>	<u>23,445</u>	<u>(59,450)</u>
Profit / (loss) per share				
attributable to equity holders of				
the Company				
- Basic (sen)	10	<u>4.65</u>	<u>0.56</u>	<u>6.52</u>
- Diluted (sen)	10	<u>4.48</u>	<u>0.53</u>	<u>6.28</u>

These condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024, and the accompanying explanatory notes attached to these interim financial statements.

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Condensed Consolidated Statement of Financial Position as at 30 September 2025

		30.09.2025	31.12.2024
		RM'000	RM'000
	Note		(Audited)
ASSETS			
Non-current Assets			
Property, plant and equipment	11	581,968	619,071
Goodwill	12	9,920	9,920
Deferred tax assets		15,548	16,842
Total Non-current Assets		607,436	645,833
Current Assets			
Inventories	13	434,088	284,605
Contract assets		634,745	523,508
Trade receivables		673,688	515,961
Other receivables, refundable deposits and prepaid expenses		253,201	161,824
Amount owing by holding company		8,314	8,555
Tax recoverable		4,659	15,090
Cash and bank balances	14	221,627	152,682
Total Current Assets		2,230,322	1,662,225
Total Assets		2,837,758	2,308,058
EQUITY AND LIABILITIES			
Current Liabilities			
Trade payables		755,166	445,089
Other payables and accrued expenses		853,260	537,059
Contract liabilities		79,764	67,685
Amount owing to directors		45,072	58,916
Amount owing to holding company		6,283	6,356
Hire-purchase payables	16	53	35
Borrowings	16	79,832	564,366
Lease liabilities	16	30,671	14,824
Tax liabilities		16,402	15,600
Total Current Liabilities		1,866,503	1,709,930

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Condensed Consolidated Statement of Financial Position as at 30 September 2025 (Cont'd)

		30.09.2025	31.12.2024
		RM'000	RM'000
	Note		(Audited)
EQUITY AND LIABILITIES (Cont'd)			
Non-current Liabilities			
Hire purchase payables	16	275	174
Borrowings	16	405,330	12,267
Lease liabilities	16	120,409	161,058
Employees' service benefits		100,672	103,523
Total Non-current Liabilities		626,686	277,022
Total Liabilities		2,493,189	1,986,952
Net Assets		344,569	321,106
Capital and Reserves			
Issued capital	15	585,328	585,310
Treasury shares	15	(91)	(91)
Capital reserve		187	187
Foreign currency translation reserve		162,022	197,543
Retained earnings		(385,302)	(436,199)
Equity attributable to equity holders of the Company		362,144	346,750
Non-controlling interests		(17,575)	(25,644)
Total Equity		344,569	321,106
Total Equity and Liabilities		2,837,758	2,308,058

These condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024, and the accompanying explanatory notes attached to these interim financial statements.

EVERSENDAI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Condensed Consolidated Statement of Changes in Equity for the Third Quarter ended 30 September 2025

	← Attributable to equity holders of the Company →							
	← Non-distributable →				Distributable			
	Issued capital	Treasury share	Capital reserve	Foreign currency translation reserve	Retained earnings/ (Accumulated losses)	Total	Non-controlling interests	Total equity
Note	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 01.01.2024	585,308	(91)	187	220,199	(449,593)	356,010	(25,807)	330,203
Profit for the period					5,101	5,101	2,050	7,151
Dividend	-	-	-	-	-	-	(2,958)	(2,958)
Other comprehensive income				(66,373)	-	(66,373)	(228)	(66,601)
Total comprehensive income/(loss)	-	-	-	(66,373)	5,101	(61,272)	(1,136)	(62,408)
Conversion of warrants	2	-	-	-	-	2	-	2
At 30.09.2024	585,310	(91)	187	153,826	(444,492)	294,740	(26,943)	267,797

EVERSENDAI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Condensed Consolidated Statement of Changes in Equity for the Third Quarter ended 30 September 2025 (Cont'd)

	← Attributable to equity holders of the Company →							
	← Non-distributable →				Distributable			
	Issued capital	Treasury share	Capital reserve	Foreign currency translation reserve	Retained earnings/ (Accumulated losses)	Total	Non-controlling interests	Total equity
Note	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 01.01.2025	585,310	(91)	187	197,543	(436,199)	346,750	(25,644)	321,106
Profit for the period	-	-	-	-	50,897	50,897	8,288	59,185
Dividend	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	(35,521)	-	(35,521)	(219)	(35,740)
Total comprehensive income	-	-	-	(35,521)	50,897	15,376	8,069	23,445
Conversion of warrants	18					18		18
At 30.09.2025	585,328	(91)	187	162,022	(385,302)	362,144	(17,575)	344,569

These condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024, and the accompanying explanatory notes attached to these interim financial statements.

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Condensed Consolidated Statement of Cash Flows for the Third Quarter ended 30 September 2025

	Note	30.09.2025 RM'000	30.09.2024 RM'000
Operating activities			
Profit/(Loss) before taxation		75,462	21,159
Adjustments for:			
Depreciation of property, plant and equipment		45,899	41,419
Provision for employees' service benefits		9,983	12,847
Gain on disposal of property, plant and equipment		(494)	(2,921)
Interest income		(1,185)	(842)
Impairment loss/(Reversal) on receivables and assets		3,249	14,996
Unrealised foreign exchange loss		3,213	(34,775)
Finance costs		32,568	77,600
Operating profit before working capital changes		168,695	129,483
Working capital changes:			
Net changes in current assets		(595,540)	518,233
Net changes in current liabilities		642,854	12,101
Cash generated from operations		216,008	659,816
Employees' service benefits paid		(6,785)	(9,793)
Taxes (paid)/refunded		-	-
Net cash flows generated used in operating activities		209,223	650,023
Investing activities			
Purchase of property, plant and equipment		(8,796)	29,254
Proceeds from disposal of property, plant and equipment		494	2,921
Increase/(decrease) in deposits with financial institutions		42,923	15,966
Interest received		1,185	842
Net cash flows used in investing activities		35,806	48,983

EVERSEND AI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Condensed Consolidated Statement of Cash Flows for the Third Quarter ended 30 September 2025 (Cont'd)

		Cumulative Quarter 9 months ended	
	Note	30.09.2025 RM'000	30.09.2024 RM'000
Financing activities			
Drawdown/(repayment) of bank borrowings		(91,471)	(450,762)
Increase/(decrease) of amount owing to holding company		-	(153)
Addition to /(repayment) of lease liabilities		(24,802)	(25,955)
Increase /(decrease) in amount owing to directors		(13,844)	9,430
Finance costs paid		(32,568)	(77,600)
Net cash flows used in financing activities		(162,685)	(545,040)
Net decrease in cash and cash equivalents		82,344	153,966
Effect of changes in foreign exchange rate		(34,227)	(64,206)
Cash and cash equivalents at beginning of period		65,008	34,391
Cash and cash equivalents at end of period		113,125	124,151
Cash and cash equivalents at end of period comprised of:			
Cash and bank balances		221,627	164,534
Less: Bank overdrafts		-	(21,396)
Less: Deposits pledged with financial institutions		(108,502)	(18,987)
		113,125	124,151

These condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024, and the accompanying explanatory notes to these interim financial statements.

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting

1. Corporate Information

Eversendai Corporation Berhad (“ECB” or “the Company”) is a public limited liability company incorporated and domiciled in Malaysia and listed on the Main Market of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

As per the latest audited financial statements for financial year ended 31 December 2024, ECB has met the criteria of the business activities benchmark and financial ratio benchmark set by Shariah Advisory Council (SAC) of the Securities Commission (SC).

These unaudited condensed consolidated financial statements and the accompanying explanatory notes were approved by the Board of Directors of the Company on 27 November 2025.

2. Basis of Preparation

These unaudited condensed consolidated financial statements for the financial period ended 30 September 2025 have been prepared in accordance with MFRS 134, Interim Financial Reporting and Paragraph 9.22 of Main Market Listing Requirements of Bursa Malaysia Securities Berhad. These unaudited condensed consolidated financial statements also comply with International Accounting Standard (IAS) 34 issued by the International Accounting Standards Board (“IASB”).

These unaudited condensed consolidated financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024. The accompanying explanatory notes provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of ECB and its subsidiaries (“the Group”) since the year ended 31 December 2024

3. Material Accounting Policies

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 December 2024 except for those standards, amendments and interpretations which are effective from the annual period beginning of 1 January 2025:

- Amendments to MFRS 121 Lack of Exchangeability

The adoption of these amendments to MFRS has no material impact to these interim financial statements.

EVERSEND AI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting (Cont'd)

As at the date of authorisation of these unaudited condensed consolidated interim financial statements, the following MFRSs and Amendments to MFRSs which were in issue but yet to be effective have not been early adopted by the Group:

Amendments to MFRS 9 and MFRS 7	Amendments to the Classification and Measurement of Financial Instruments ¹
Amendments to MFRS 9 and MFRS 7	Contracts Referencing Nature-dependent Electricity ¹
Amendments to MFRSs	Annual Improvements to MFRS Accounting Standards- Volume 11 ¹
MFRS 18	Presentation and Disclosure in Financial Statements ²
MFRS 19	Subsidiaries without Public Accountability: Disclosures ²
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ³

¹ Effective for annual periods beginning on or after 1 January 2026.

² Effective for annual periods beginning on or after 1 January 2027.

³ Deferred to a date to be determined and announced by MASB.

4. Changes in Estimates

There were no changes in estimates adopted in the preparation of financial statements that have had a material effect in the current and comparative quarter.

5. Changes in Composition of the Group

There is no change in the composition of the Group, including business combination, acquisition and/or disposal of subsidiary and long-term investments, restructuring, and discontinued operations during the current quarter under review.

EVERSENDAI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting (Cont'd)

6. Segment Information

	Middle East	India	Southeast Asia	Others	Total Operations	A & E *	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
9 months ended 30.09.2025							
Revenue							
- External	1,135,258	273,189	111,048	-	1,519,495	-	1,519,495
- Internal	456,362	7,520	19,485	423	483,791	(483,791)	-
Total revenue	1,591,620	280,709	130,533	423	2,003,286	(483,791)	1,519,495
Profit/(Loss) before tax	79,987	(16,141)	12,010	(393)	75,462	-	75,462
9 months ended 30.09.2024							
Revenue							
- External	682,564	128,175	99,676	14	910,429	-	910,429
- Internal	303,917	4,447	17,217	28,075	353,656	(353,656)	-
Total revenue	986,481	132,622	116,893	28,089	1,264,085	(353,656)	910,429
Profit/(Loss) before tax	56,798	(19,355)	13,006	(29,289)	21,159	-	21,159

* Consolidation adjustment & elimination

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting (Cont'd)

6. Segment Information (Cont'd)

The Group's Middle East Segment continues to contribute the largest share of the revenue during the current quarter which amounted to RM397.8 million or 70.7%, followed by India region with RM122.3 million or 21.7% and Southeast Asia with RM42.5 million or 7.6% of the total Group revenue.

During the current period, Middle East segment reported a Profit before tax of RM39.1 million compared to the Loss before tax during Q3 2024 of RM0.01 million. The Southeast Asia segment reported a Profit before tax of RM2.0 million compared to Profit before tax of RM2.2 million during Q3 2024. The India segment recorded Profit before tax of RM7.6 million compared to Loss before tax of RM15.1 during Q3 2024. Others segment reported Loss before tax of RM2.5 million against Profit before tax of RM21.9 million during Q3 2024.

7. Seasonality of Operations

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

8. Profit Before Tax

Profit before tax is arrived after crediting/(charging):

	Third Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30.09.2025 RM'000	30.09.2024 RM'000	30.09.2025 RM'000	30.09.2024 RM'000
Interest income	121	90	1,185	842
Sales of scrap	2,705	799	18,091	7,938
Finance costs	(10,040)	(36,910)	(32,568)	(77,600)
Depreciation of property, plant and equipment	(15,786)	(13,912)	(45,899)	(41,419)
Gain on disposal of property, plant and equipment	70	2,651	494	2,921
Realised foreign exchange (loss)/gain	5,377	24	5,063	2,711
Unrealised foreign exchange (loss)/gain	(4,235)	45,282	(3,213)	34,775
Reversal/(provision) for employees' service benefits expenses	(4,065)	(1,747)	(9,983)	(12,847)
Reversal/(provision) for impairment loss on receivables, contract assets and others	55	(8,846)	(3,249)	(14,996)

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting (Cont'd)

9. Income Tax Expense/(Credit)

	Third Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30.09.2025	30.09.2024	30.09.2025	30.09.2024
	RM'000	RM'000	RM'000	RM'000
Current income tax:				
Malaysian income tax	30	5	(1,348)	21
Foreign income tax	5,567	6,526	17,625	13,876
Adjustment in respect of prior years	-	-	-	-
	<u>5,597</u>	<u>6,531</u>	<u>16,277</u>	<u>13,897</u>
Deferred tax:				
Relating to origination and reversal of temporary differences	-	110	-	110
Adjustment in respect of prior years	-	-	-	-
Real Property gains tax	-	-	-	-
Total income tax expense/(credit)	<u>5,597</u>	<u>6,642</u>	<u>16,277</u>	<u>14,008</u>

Domestic current income tax is calculated at the Malaysian statutory tax rate of 24% (2024: 24%) on the estimated taxable profit for the period. Taxation on other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

The Group's effective tax rate for the three months period ended 30 September 2025 is higher than the 24% statutory tax rate in Malaysia since a significant portion of the Group's pre-tax profit being generated in jurisdictions outside Malaysia.

EVERSENDAI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting (Cont'd)

10. Earnings per Share

(a) Basic Earnings Per Share

Basic and diluted earnings per share for the current quarter under review are calculated by dividing the net profit for the period attributable to equity holders of the Company by the weighted average number of ordinary shares issued (excluding treasury shares) during the financial period.

	Third Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30.09.2025	30.09.2024	30.09.2025	30.09.2024
(Loss)/Profit for the period attributable to equity holders of the Company (RM'000)	36,285	4,375	50,897	5,101
Number of ordinary shares in issue ('000)	<u>781,045</u>	<u>781,004</u>	<u>781,045</u>	<u>781,004</u>
Basic earnings/(loss) per share (sen)	<u>4.65</u>	<u>0.56</u>	<u>6.52</u>	<u>0.65</u>

(b) Diluted Earnings Per Share

The diluted earnings per share for the current quarter under review are calculated by dividing the net profit for the period attributable to equity holders of the Company by the weighted average number of ordinary shares issued (excluding treasury shares) during the financial period adjusted for the effects of dilutive potential ordinary shares.

	Third Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30.09.2025	30.09.2024	30.09.2025	30.09.2024
(Loss)/Profit for the period attributable to equity holders of the Company (RM'000)	36,285	4,375	50,897	5,101
Weighted average number of ordinary shares in issue ('000)	781,024	781,002	781,024	781,002
Effect of conversion of warrants ('000)	<u>29,008</u>	<u>39,972</u>	<u>29,008</u>	<u>39,972</u>
Number of ordinary shares in issue ('000)	<u>810,032</u>	<u>820,974</u>	<u>810,032</u>	<u>820,974</u>
Diluted earnings/(loss) per share (sen)	<u>4.48</u>	<u>0.53</u>	<u>6.28</u>	<u>0.62</u>

Note: The incremental shares from assumed conversions are included in calculating the diluted per-share amounts attributable to ordinary equity holders of the parent entity for the quarter/period.

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting (Cont'd)

11. Property, Plant and Equipment

As at the end of the current quarter under review, the Group does not have any material commitment for the acquisition or disposal of property, plant and equipment.

12. Goodwill

Goodwill is tested for impairment annually (31 December) and when circumstances indicate that the carrying value may be impaired.

The Group prepares cash flow forecasts derived from the most recent financial budgets approved by directors for the next five years. The key assumptions for the value-in-use calculations are as follows:

	Growth Rate	Discount Rate Applied	Growth Rate	Discount Rate Applied
Cash-generating units ("CGUs")	2025	2025	2024	2024
Eversendai Engineering LLC Dubai	1%	9%	1%	9%
Eversendai Engineering Sdn Bhd	1%	10%	1%	10%

- a) Budgeted gross margin
The basis used to determine the budgeted gross margin is the average gross margin achieved in the year immediately before the budgeted year increase for expected efficiency improvements and after considering current economic conditions.
- b) Discount rate
The discount rates used are pre-tax and reflect the weighted average cost of capital of the respective CGUs.
- c) Growth rate
The growth rates are based on projects tendered and awarded and do not exceed the long-term average growth rate for the industries relevant to the CGUs.

The Group considers the relationship between its budgeted gross margins, discount rate, growth rate and the carrying value of the goodwill, amongst other factors when reviewing indicators of impairment.

As at 30 September 2025, the Group believes that any reasonably possible change in the above key assumptions applied are not likely to materially cause the recoverable amounts to be lower than their carrying amounts.

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting (Cont'd)

13. Inventories

Based on the nature of the Group's businesses, its procurement policies and rate of inventories turnover, the Group is not exposed to the risk of old or obsolete inventories. Accordingly, no allowance has been made for impairment. Any shortfall which may arise on subsequent realization will be recognized in the profit and loss as and when incurred.

Certain inventories of the Group are pledged against bank borrowings.

14. Cash and Cash Equivalents

Cash and cash equivalents comprised the following amounts:

	30.09.2025	31.12.2024
	RM'000	RM'000
		(Audited)
Cash and bank balances	112,568	86,546
Deposits with financial institutions	109,059	66,136
Total cash and bank balances	221,627	152,682
Less:		
Bank overdrafts	-	(22,095)
Deposits pledged with financial institutions	(108,502)	(65,579)
Total cash and cash equivalents	113,125	65,008

15. Issued Capital and Treasury Shares

There was no share buy-back during the current quarter under review.

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting (Cont'd)

16. Group Borrowings and Debt Securities

	30.09.2025	31.12.2024
	RM'000	RM'000
		(Audited)
Current:		
Hire purchase payables	53	35
Bank overdrafts	-	22,095
Bills payable	45,566	86,788
Term loans	34,266	455,483
Total Current Borrowings	79,885	564,401
Non-current:		
Hire purchase payables	275	174
Term loans	405,330	12,267
Total Non-current Borrowings	405,605	12,441
Total Group Borrowings and Debt Securities	485,490	576,842

Included in the Group's borrowings as of 30 September 2025 are bank borrowings denominated in foreign currencies as follows:

	Value in foreign	Equivalents in
	currency	value of Malaysian
	30.09.2025	30.09.2025
	'000	RM'000
United Arab Emirates Dirham	5,564	6,378
Indian Rupees	1,018,184	48,262
Singapore Dollar	489	1,596
United States Dollar	96,844	407,764

EVERSENDAI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting (Cont'd)

17. Dividend Paid

No payment of dividend by the Company during the current quarter under review.

18. Commitments and Contingencies

a) Capital expenditure commitments

As at the end of the current quarter under review, the Group does not have any material capital expenditure commitments.

b) Contingencies

The Group does not have any pending litigation except as disclosed in Note 27 of this interim financial report.

Corporate guarantees

At the end of the current quarter under review, the Company has provided corporate guarantees for banking facilities to the subsidiaries, which will not result in potential financial liability to the Group, as follows:

	30.09.2025	31.12.2024
	RM'000	RM'000
		(Audited)
<u>Utilised and Unutilised Portion:</u>		
Eversendai Engineering LLC Dubai	103,846	338,183
Eversendai Offshore RMC FZE	15,561	18,501
Eversendai Construction Private Limited	273,351	324,514
Eversendai Engineering Qatar WLL	53,250	88,063
Eversendai Engineering Sdn Bhd	20,432	240,001
Eversendai Engineering Pte Ltd	125,652	139,562
Eversendai Engineering Saudi LLC	-	19,547
	592,092	1,168,372

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting (Cont'd)

19. Related Party Transactions

Related parties include key management personnel of the Group and companies in which they are principal owners. The following table provides information on the transactions which have been entered into with related parties during the cumulative quarters under review:

	Cumulative Quarter 9 months ended	
	30.09.2025 RM'000	30.09.2024 RM'000
Transactions with certain directors and key management personnel of the Group:		
Rental of staff accommodation and office building from a director	2,380	1,683
Transactions with other related company:		
Provision of services for engineering and fabrication by a subsidiary to a company where the Company deemed related to one of the directors by virtue of his direct interest in the ultimate holding Company of the Group	42,788	-

20. Events After the Reporting Year

There were no material events subsequent to end of the current quarter under review that have not been reflected in this interim financial report.

21. Review of Group with Comparison to Last Year Corresponding Period

The Group's revenue of RM1.5 billion for the current period showed an increase by RM609.1 million or 66.9% as compared to RM910.4 million during last year corresponding period. The Group made Profit after tax of RM59.2 million during the current period as against Profit after tax of RM7.2 million during last year corresponding period, mainly due to significant reduction in finance costs after finalizing a Debt settlement agreement with the lenders for the USD term loan.

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

B. Explanatory Notes Pursuant to Chapter 9, Appendix 9B, Part A of the Main Market Listing Requirements of Bursa Malaysia

22. Material Change in Profit Before Taxation in Current Quarter as Compared to Profit before Taxation in Preceding Year's Corresponding Quarter

The Group recorded Profit before tax of RM46.3 million in the current quarter against Profit before tax of RM8.9 million in the preceding year's corresponding quarter. The increase is mainly due to increased Gross profit and reduction in the finance costs during the current quarter.

23. Review of Group with Comparison in Current Quarter to immediately Preceding Quarter

The Group reported revenue and Profit before tax of RM562.6 million and RM46.3 million respectively in the current quarter as compared to revenue of RM550.6 million and Profit before tax of RM17.5 million in the immediately preceding quarter. Performance of major ongoing projects has contributed to the increase in revenue and Profit before tax.

24. Prospects of the Group

With the Group's current outstanding order book of RM5.3 billion and continuous reorganisation of resources with a strong focus on optimisation of costs and improving efficiency in its operations, the Group believes that the path of recovery is in motion.

In Kingdom of Saudi Arabia, Trojena Ski Village project from Neom and Qiddiya Speed Park project, in India, DLF Taramani project and all projects in Southeast Asia are progressing well. The fabrication tonnage requirements from the ongoing projects are enabling all the fabrication facilities to operate at optimal capacity.

The Group is optimistic of its future prospects to achieve improved financial performance progressively.

25. Profit Forecast or Profit Guarantee

There was no profit forecast or profit guarantee committed by the Company or the Group for the current quarter under review.

26. Corporate Proposals

There is no corporate proposal announced but not completed as at 21 November 2025, being a date not earlier than seven days from the date of issuance of this interim financial report.

EVERSENDI CORPORATION BERHAD 200301011640 (614060-A)
(Incorporated in Malaysia)

Financial Year Ending 31 December 2025

Explanatory Notes to the Interim Financial Report for the Third Quarter ended 30 September 2025

B. Explanatory Notes Pursuant to Chapter 9, Appendix 9B, Part A of the Main Market Listing Requirements of Bursa Malaysia (Cont'd)

27. Changes in Material Litigation

As at the date of this interim financial report, there is no material litigation or arbitration by/against the Group, which has a material effect on the financial position of the Group and the Board is not aware of any material proceedings pending or of any fact likely to give rise to any proceedings.

28. Dividend Payable

No interim dividend has been proposed during the current financial period ended 30 September 2025.

By order of the Board of Directors

Tan Sri Dato' A K Nathan Elumalay
Executive Chairman and Group Managing Director
Eversendai Corporation Berhad

27 November 2025